

RUSK COUNTY, WISCONSIN
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2018

**RUSK COUNTY, WISCONSIN
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2018**

INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
Statement of Net Position	14
Statement of Activities	15
Balance Sheet – Governmental Funds	16
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	17
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	18
Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Net Position – Proprietary Funds	20
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds	21
Statement of Cash Flows – Proprietary Funds	22
Statement of Net Position – Fiduciary Funds	24
Notes to Basic Financial Statements	25
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULES	
1 Budgetary Comparison Schedule – General Fund	55
2 Budgetary Comparison Schedule – Health and Human Services Fund	62
3 Budgetary Comparison Schedule – Housing Fund	63
4 Schedule of Proportionate Share of Wisconsin Retirement System Net Pension Plan Asset/Liability	64
5 Schedule of Contributions to Wisconsin Retirement System Pension Plan	65
Notes to Required Supplementary Information	66

**RUSK COUNTY, WISCONSIN
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2018**

**SUPPLEMENTARY INFORMATION – COMBINING AND INDIVIDUAL FUND
STATEMENTS**

SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

A-1	Combining Balance Sheet	68
A-2	Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	70

DEBT SERVICE FUND

B-1	Detailed Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	72
-----	--	----

INTERNAL SERVICE FUNDS

C-1	Combining Statement of Net Position	73
C-2	Combining Statement of Revenues, Expenses, and Changes in Net Position	74
C-3	Combining Statement of Cash Flows	75

AGENCY FUNDS

D-1	Combining Balance Sheet	76
-----	-------------------------	----

GENERAL FUND

E-1	Statement of Changes in Fund Balance	77
-----	--------------------------------------	----



CliftonLarsonAllen LLP
CLAconnect.com

INDEPENDENT AUDITORS' REPORT

The County Board
Rusk County, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Rusk County, (the County) as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Rusk County Memorial Hospital, an enterprise fund of the County, which represents 100% of assets, net position, and revenues of the business-type activities. Those statements were audited by other auditors whose report thereon, has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Rusk County Memorial Hospital, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Rusk County, Wisconsin, as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension plan schedules, as referenced in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The individual and combining fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual and combining fund statements are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The County Board
Rusk County, Wisconsin

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 23, 2019 on our consideration of County's internal control over financial reporting and on our tests on its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
September 23, 2019

**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

As management of Rusk County, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Rusk County for the year ended December 31, 2018. We encourage readers to consider the information presented here in conjunction with the County's financial statements, which begin on page 14 following this narrative.

FINANCIAL HIGHLIGHTS

Key financial highlights for the year ended December 31, 2018 include the following:

- The assets and deferred outflows of resources of Rusk County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$69,205,718 (net position). Of this amount, \$48,127,250 represented the County's net investment in capital assets, \$7,041,699 was held for restricted purposes, and \$14,036,769 was unrestricted. The unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.
- During the fiscal year, the County's total net position decreased by \$12,003,896. Net position related to the governmental activities of the County increased \$849,510 and net position related to business-type activities decreased \$12,853,406. The decrease in net position related to business-type activities is due to the sale of the Rusk County Memorial Hospital operations.
- At the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$12,946,122, a decrease of \$675,364 from the previous year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$5,892,696 or 43.6% of total general fund expenditures.
- At the end of the year, total outstanding general obligation debt was \$10,169,937, approximately 16.6% of the County's legal debt limit of \$61,448,725.
- During the year, the County sold the operations of the Rusk County Memorial Hospital enterprise fund.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Rusk County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The two government-wide financial statements are designed to provide readers with a broad overview of Rusk County's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of Rusk County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

Government-Wide Financial Statements (Continued)

The *Statement of Activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave.)

Both of the government-wide financial statements distinguish functions of Rusk County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, public works, health and human services, culture, recreation and education, and conservation and development. The business-type activities of the County consist of the Rusk County Memorial Hospital.

The government-wide financial statements can be found beginning on page 16 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Rusk County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: *governmental funds*, *proprietary funds*, and *fiduciary funds*.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Rusk County maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the health and human services fund, the housing fund, the debt service fund, and the capital projects fund, all of which are considered to be major funds. Data from the other twelve governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

Fund Financial Statements (Continued)

Proprietary Funds. Rusk County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for transactions relating to its hospital facility. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. Rusk County uses internal service funds to account for its highway department operations, its fleet of vehicles, its central duplication and postage use, and health reimbursement account employee benefit plan. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information relating to the hospital, which is considered a major fund. Conversely, the four internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found beginning on page 20 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Data from fiduciary funds are combined into a single aggregate presentation. Individual fund data for each fiduciary fund is provided in the form of combining statements elsewhere in this report.

The basic fiduciary fund financial statements can be found on page 24 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 25 of this report.

Supplementary Information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the general fund and major special revenue fund budgets. Required supplementary information can be found beginning on page 55 of this report. The combining statements referred to earlier in connection with nonmajor governmental and internal service funds are presented immediately following the required supplementary information on the general fund budget. Combining and individual fund statements and schedules can be found beginning on page 68 of this report.

**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Rusk County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$69,205,718 at the close of the most recent fiscal year. The largest portion of Rusk County's net position (69.5%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The following is a summary of the County's statement of net position:

**Condensed Statement of Net Position
December 31, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Current and Other Assets	\$ 36,429,930	\$ 30,981,087	\$ -	\$ 8,381,092	\$ 36,429,930	\$ 39,362,179
Capital Assets	57,709,901	58,791,803	-	5,074,128	57,709,901	63,865,931
Total Assets	94,139,831	89,772,890	-	13,455,220	94,139,831	103,228,110
Deferred Outflows of Resources	6,325,622	3,515,473	-	3,857,957	6,325,622	7,373,430
Long-Term Debt	10,385,763	11,762,861	-	-	10,385,763	11,762,861
Other Long-Term Obligations	516,571	608,350	-	606,781	516,571	1,215,131
Other Liabilities	5,063,669	3,592,999	-	2,311,341	5,063,669	5,904,340
Total Liabilities	15,966,003	15,964,210	-	2,918,122	15,966,003	18,882,332
Deferred Inflows of Resources	15,293,732	8,967,945	-	1,541,649	15,293,732	10,509,594
Net Position:						
Net Investment in						
Capital Assets	48,127,250	49,483,556	-	4,467,347	48,127,250	53,950,903
Restricted	7,041,699	5,208,839	-	-	7,041,699	5,208,839
Unrestricted	14,036,769	13,663,813	-	8,386,059	14,036,769	22,049,872
Total Net Position	\$ 69,205,718	\$ 68,356,208	\$ -	\$ 12,853,406	\$ 69,205,718	\$ 81,209,614

An additional portion of Rusk County's net position (10.2%) represents resources that are subject to other restrictions on how they may be used. The remaining \$14,036,769 of total net position (20.3%) may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of 2018, Rusk County is able to report positive balances in all three categories of net position. The same situation held true for the prior fiscal year.

The County's net position decreased by \$12,003,896 during the current fiscal year. The decrease consisted of an increase in net position related to governmental activities in the amount of \$849,510 and a decrease in net position related to business-type activities in the amount of \$12,853,406 caused by the sale of the hospital operations and closing the hospital enterprise fund.

**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

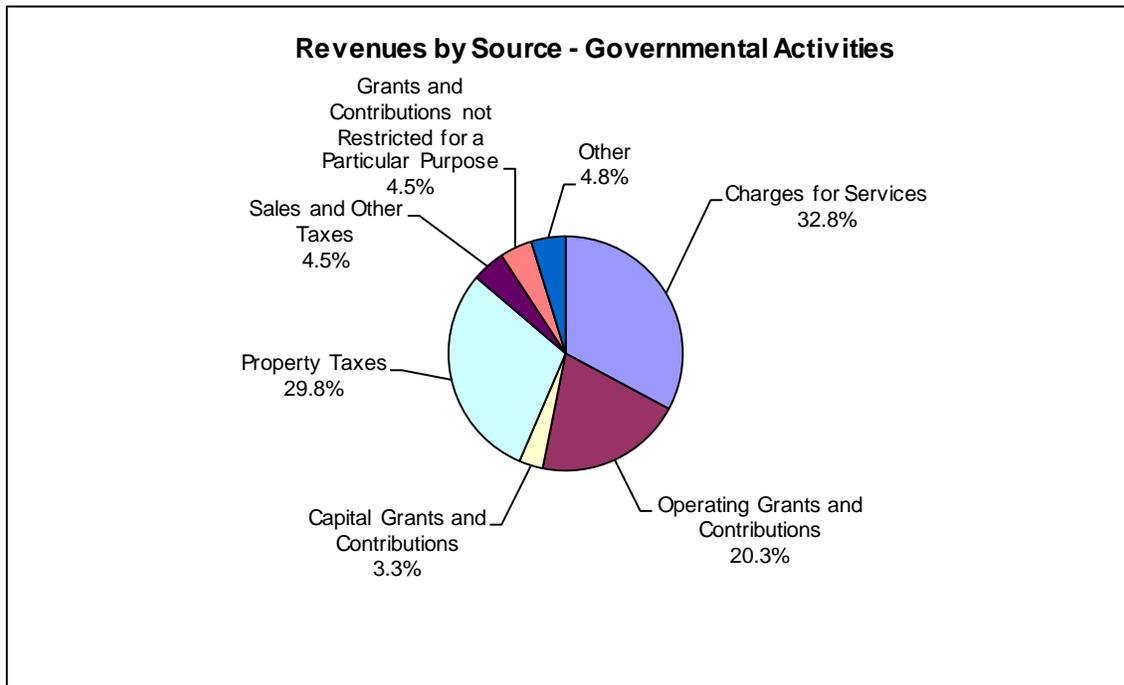
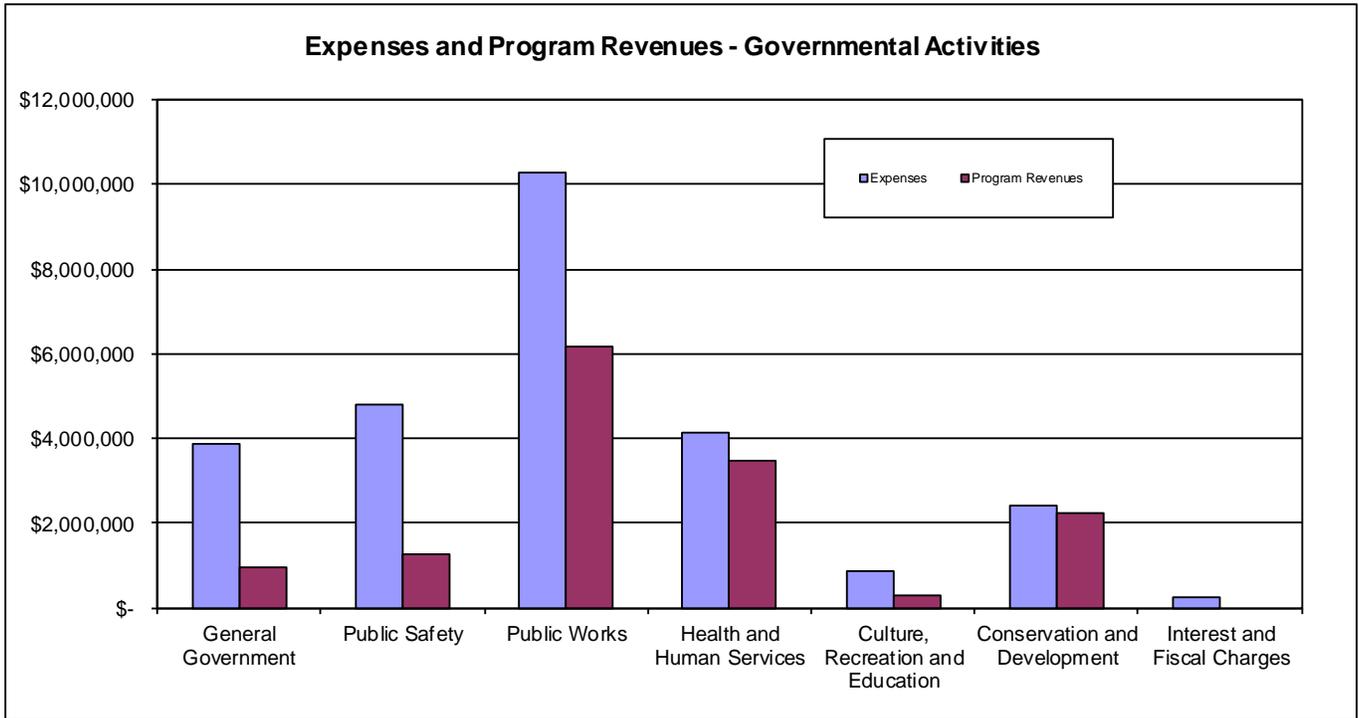
The following is a summary of the changes in the County's net position for the years ended December 31, 2018 and 2017:

**Condensed Statement of Changes in Net Position
Years Ended December 31, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program Revenues:						
Charges for Services	\$ 8,355,694	\$ 8,516,852	\$ 14,375,804	\$ 23,286,662	\$ 22,731,498	\$ 31,803,514
Operating Grants and Contributions	5,166,846	5,035,332	2,800	7,763	5,169,646	5,043,095
Capital Grants and Contributions	838,207	689,161	-	-	838,207	689,161
General Revenues:						
Property Taxes	7,578,562	7,057,658	-	-	7,578,562	7,057,658
Sales/Other Taxes	1,157,044	1,155,360	-	-	1,157,044	1,155,360
State and Federal Aids Not Restricted to Specific Programs	1,137,764	1,157,137	-	-	1,137,764	1,157,137
Gains from Property Sales	-	1,606	-	-	-	1,606
Other	1,207,904	1,217,849	22,948	36,932	1,230,852	1,254,781
Total Revenues	<u>25,442,021</u>	<u>24,830,955</u>	<u>14,401,552</u>	<u>23,331,357</u>	<u>39,843,573</u>	<u>48,162,312</u>
Expenses:						
General Government	3,855,107	3,804,785	-	-	3,855,107	3,804,785
Public Safety	4,793,145	5,515,455	-	-	4,793,145	5,515,455
Public Works	10,297,779	8,159,478	-	-	10,297,779	8,159,478
Health and Human Services	4,114,426	4,232,405	-	-	4,114,426	4,232,405
Culture, Recreation and Education	853,112	735,084	-	-	853,112	735,084
Conservation and Development	2,428,425	2,349,945	-	-	2,428,425	2,349,945
Interest and Fiscal Charges	243,751	256,412	-	-	243,751	256,412
Hospital	-	-	16,002,184	25,122,963	16,002,184	25,122,963
Total Expenses	<u>26,585,745</u>	<u>25,053,564</u>	<u>16,002,184</u>	<u>25,122,963</u>	<u>42,587,929</u>	<u>50,176,527</u>
Change in Net Position Before						
Special Item and Transfers	(1,143,724)	(222,609)	(1,600,632)	(1,791,606)	(2,744,356)	(2,014,215)
Special Items - Sale of Hospital Operations						
Loss on Sale of Hospital Operations	-	-	(9,259,540)	-	(9,259,540)	-
Closing of Hospital Enterprise Fund	1,924,964	-	(1,924,964)	-	-	-
Transfers	68,270	452,996	(68,270)	(452,996)	-	-
Change in Net Position	<u>\$ 849,510</u>	<u>\$ 230,387</u>	<u>\$ (12,853,406)</u>	<u>\$ (2,244,602)</u>	<u>\$ (12,003,896)</u>	<u>\$ (2,014,215)</u>

**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

A review of the statement of activities can provide a concise picture of how the various functions/programs of Rusk County are funded. The following charts draw data from the statement of activities. For governmental activities the County's main sources for funding governmental services are property taxes (29.8%), operating grants/contributions (20.3%), and charges for services (32.8%).



**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS

As noted earlier, Rusk County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the County's governmental funds is to provide information regarding near-term inflows, outflows and balances of spendable resources. Such information can be useful in assessing Rusk County's financing requirements. In particular, the level of unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2018, the County's governmental funds reported combined ending fund balances of \$12,946,122, a decrease of \$675,364 from the previous year. The governmental funds comprising this balance are shown below:

	Fund Balances at: December 31, 2018					Total	Current Year Change
	Nonspendable	Restricted	Committed	Assigned	Unassigned		
Major Funds:							
General Fund	\$ 1,461,573	\$ 39,457	\$ -	\$ 3,638,296	\$ 5,892,696	\$ 11,032,022	\$ 880,048
Health and Human Services Fund	-	-	-	386,215	-	386,215	(20,726)
Housing Fund	287,861	47,545	-	-	-	335,406	32,129
Debt Service Fund	-	-	-	84,540	-	84,540	18,378
Capital Projects Fund	-	459,971	-	-	-	459,971	(1,662,162)
Nonmajor Funds:							
Special Revenue Funds	46,238	1,439	569,148	35,861	(4,718)	647,968	76,969
	<u>\$ 1,795,672</u>	<u>\$ 548,412</u>	<u>\$ 569,148</u>	<u>\$ 4,144,912</u>	<u>\$ 5,887,978</u>	<u>\$ 12,946,122</u>	<u>\$ (675,364)</u>

Restricted fund balance represents amounts available for appropriation but intended for a specific purpose, and legally restricted by outside parties. Committed fund balance represents constraints on spending that the governmental imposes upon itself by high-level action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the board. Unassigned fund balance is the residual classification for the County's general fund and included all spendable amounts not contained in the other classifications.

The general fund is the primary operating fund used to account for the governmental operations of Rusk County. As a measure of the general fund's liquidity, it may be useful to compare both total fund balance and unassigned fund balance to measures of operating volume such as fund expenditures or fund revenues. The total year-end general fund balance represented 81.6% of total general fund expenditures reported on the statement of revenues, expenditures and changes in fund balances while the unassigned balance represented 43.6% of the same amount.

The general fund's total fund balance increased \$880,048 during the year; while the unassigned portion of the fund increased \$915,980. The primary factor in the increase in fund balance was the positive variance between the budgeted and actual revenues in the current year.

The County's health and human services fund decreased \$20,726 during the year and had a balance of \$386,215 at year-end, which was assigned by the County for financing future human services program expenditures.

**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

The housing fund balance increased \$32,129 during the year and had a balance of \$335,406 at year end. This balance, together with the outstanding unavailable receivables totaling \$2,654,086 at that date, are restricted for financing future housing rehabilitation loans in accordance with the original grant agreements.

The debt service fund balance at December 31, 2018 totaled \$84,540 which is assigned for financing future principal and interest requirements on outstanding debt issues.

The capital projects fund consists of funds held for construction of County highway projects. The County issued debt during 2015 to fund various highway projects and the balance in this fund consists of unspent debt proceeds that are restricted for this purpose.

The aggregated other governmental funds include various special revenue funds. The accumulated fund balances of these funds increased \$76,969 during 2018. These funds are individually detailed in the supplementary information section of this report.

Proprietary Funds

Rusk County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

During 2018 the County discontinued operation of its hospital fund and sold the operations. The land and facilities were transferred to the general fund and the hospital enterprise fund was closed. The transactions related to the closing and transfer to the general fund are further discussed in Note 3.E following the financial statements.

The County had four internal service funds during 2018. Net position of the funds at year-end and changes thereto during the year were as follows:

<u>Fund</u>	<u>Net Position at Year End</u>				<u>Change During Year</u>
	<u>Total</u>	<u>Invested in Capital Assets</u>	<u>Restricted</u>	<u>Unrestricted</u>	
Highway Department	\$ 5,487,829	\$ 3,428,938	\$ 273,009	\$ 1,785,882	\$ 140,370
Central Duplication Fund	74,580	(4,565)	-	79,145	(121)
Car Pool Fund	68,623	12,532	-	56,091	(13,060)
HRA Fund	1,534,694	-	-	1,534,694	47,477
Totals	<u>\$ 7,165,726</u>	<u>\$ 3,436,905</u>	<u>\$ 273,009</u>	<u>\$ 3,455,812</u>	<u>\$ 174,666</u>

The County uses the highway department fund to account for road maintenance and construction and related services provided to the County and to the State of Wisconsin and local governmental units. The car pool and central duplication funds are used to account for its fleet of vehicles, and its central duplication and postage use. The HRA fund is used to account for the County's health reimbursement account employee benefit plan.

**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

GENERAL FUND BUDGETARY HIGHLIGHTS

As shown in the *Budgetary Comparison Schedule* for the general fund (in required supplementary information), the final 2018 general fund budget was different than the original budget adopted by the County Board, primarily due to the appropriation of unbudgeted grant funds and their inclusion of continuing appropriations from 2017 not included in the original budget. The County ended the year with a positive budget variance for revenues and a positive budget variance for expenditures, mainly due to better than expected county forest stumpage and unexpended continuing appropriations.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of December 31, 2018 and 2017 was \$57,709,901 and \$63,865,931, respectively, (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, vehicles, and highway infrastructure. The net decrease in the governmental activities capital assets was \$1,081,902. The net decrease in the business-type activities capital assets was \$5,074,128 as a result of ceasing operations of the hospital enterprise fund.

**Capital Assets (Net of Accumulated Depreciation)
December 31, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Land and Land Rights	\$ 3,732,494	\$ 3,675,894	\$ -	\$ 12,300	\$ 3,732,494	\$ 3,688,194
Construction Work in Progress	673,730	764,025	-	40,918	673,730	804,943
Gravel Pits and Quarries	61,378	62,171	-	-	61,378	62,171
Land Improvements	4,713,629	4,883,992	-	65,277	4,713,629	4,949,269
Buildings and Improvements	10,991,776	10,577,758	-	1,836	10,991,776	10,579,594
Equipment and Vehicles	3,803,679	3,631,363	-	3,515,937	3,803,679	7,147,300
Intangible Assets	-	-	-	1,437,860	-	1,437,860
Highway Infrastructure	33,733,215	35,196,600	-	-	33,733,215	35,196,600
Total	<u>\$ 57,709,901</u>	<u>\$ 58,791,803</u>	<u>\$ -</u>	<u>\$ 5,074,128</u>	<u>\$ 57,709,901</u>	<u>\$ 63,865,931</u>

Major capital asset events during the current fiscal year included the following:

- Completed new Animal Shelter building.
- Sold hospital operations and transferred capital assets to governmental activities.
- Upgraded courthouse heating system.
- Purchased vehicles and other equipment during the year.

Additional information related to the County's capital assets is reported in Note 2.C following the financial statements.

**RUSK COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

Long-Term Obligations

At December 31, 2018, Rusk County had outstanding \$10,902,334 of long-term debt and other long-term liabilities. A summary detail of this amount, together with the percent change from the previous year, is shown below:

**Outstanding Long-Term Obligations
December 31, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Totals Outstanding		Percent Change
	2018	2017	2018	2017	2018	2017	
General Obligation Debt:							
Bonds	\$ 1,915,000	\$ 2,070,000	\$ -	\$ -	\$ 1,915,000	\$ 2,070,000	-7.5%
Notes	8,254,937	9,413,486	-	-	8,254,937	9,413,486	-12.3
Unamortized Debt Premium	215,826	279,375	-	-	215,826	279,375	-22.7
Subtotal	10,385,763	11,762,861	-	-	10,385,763	11,762,861	
Other Long-Term Obligations:							
Capital Leases	28,029	62,644	-	606,781	28,029	669,425	-95.8
Estimated Employee Leave	488,542	545,706	-	-	488,542	545,706	-10.5
Total	\$ 10,902,334	\$ 12,371,211	\$ -	\$ 606,781	\$ 10,902,334	\$ 12,977,992	

Under Wisconsin State Statutes, the outstanding general obligation long-term debt of a county may not exceed 5% of the equalized property value of all taxable property within the jurisdiction. The applicable debt of Rusk County outstanding at December 31, 2018 totaled \$10,169,937, approximately 16.6% of the maximum legal limit of \$61,448,725. Additional information on Rusk County's long-term debt is reported in Note 2.E following the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The annual unemployment rate for the County of Rusk for 2018 was 4.0%, which is lower than the annual rate of 4.4% in 2017. The annual state rate for 2018 was 3.0%, which is lower than the annual rate of 3.3% in 2017.
- An estimated 1.5 million square feet of manufacturing space still exists in the County with an approximate occupancy rate of 80%.
- New commercial construction was valued at \$2,668,500 in 2018, an increase of \$2,556,400 from the previous year. New residential construction in 2018 was \$6,473,900. New residential construction in 2017 totaled \$6,832,100 which was a decrease of \$358,200 from the previous year. Manufacturing construction was \$946,100 in 2018 versus \$31,700 in 2017. Other construction not listed was \$209,600 in 2018.
- The County Board approved a tax levy of \$8,248,345 for the 2019 budget compared to \$7,563,153 for 2018. The 2019 budget includes tax levies of \$335,028 for library purposes, \$881,279 for highway, \$1,612,735 for debt service.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Rusk County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Rusk County Finance Department, 311 East Miner Avenue, Suite L330, Ladysmith, Wisconsin, 54848.

**RUSK COUNTY, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2018**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 13,834,988	\$ -	\$ 13,834,988
Taxes Receivable	9,077,315	-	9,077,315
Accounts Receivable	1,095,992	-	1,095,992
Due from Other Governments	1,789,364	-	1,789,364
Due from Fiduciary Funds	9,675	-	9,675
Long-Term Receivables	3,181,791	-	3,181,791
Inventory	742,390	-	742,390
Prepaid Expenses	869,290	-	869,290
Restricted Assets:			
Cash and Investments	2,277,785	-	2,277,785
Wisconsin Retirement System Net Pension Asset	3,551,340	-	3,551,340
Capital Assets:			
Capital Assets Not Being Depreciated	4,406,224	-	4,406,224
Capital Assets Being Depreciated	111,270,585	-	111,270,585
Accumulated Depreciation	(57,966,908)	-	(57,966,908)
Total Assets	<u>94,139,831</u>	-	<u>94,139,831</u>
DEFERRED OUTFLOWS OF RESOURCES			
Wisconsin Retirement System Pension Related	6,325,622	-	6,325,622
LIABILITIES			
Vouchers and Accounts Payable	1,363,044	-	1,363,044
Accrued Liabilities	720,496	-	720,496
Accrued Interest Payable	123,590	-	123,590
Due to Other Governments	316,823	-	316,823
Unearned Revenues	142,120	-	142,120
Special Deposits	2,397,596	-	2,397,596
Long-Term Liabilities:			
Amounts Due Within One Year	1,625,294	-	1,625,294
Amounts Due in More Than One Year	9,277,040	-	9,277,040
Total Liabilities	<u>15,966,003</u>	-	<u>15,966,003</u>
DEFERRED INFLOWS OF RESOURCES			
Subsequent Year's Property Taxes	8,248,345	-	8,248,345
Wisconsin Retirement System Pension Related	7,045,387	-	7,045,387
Total Deferred Inflows of Resources	<u>15,293,732</u>	-	<u>15,293,732</u>
NET POSITION			
Net Investment in Capital Assets	48,127,250	-	48,127,250
Restricted for:			
Housing/Business Loan Programs	2,989,492	-	2,989,492
Pension Plan	3,551,340	-	3,551,340
Capital Projects	459,971	-	459,971
Other	40,896	-	40,896
Unrestricted	14,036,769	-	14,036,769
Total Net Position	<u>\$ 69,205,718</u>	<u>\$ -</u>	<u>\$ 69,205,718</u>

See accompanying Notes to Basic Financial Statements.

**RUSK COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018**

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>		
		Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	\$ 3,855,107	\$ 623,110	\$ 313,578	\$ -	\$ (2,918,419)	\$ -	\$ (2,918,419)
Public Safety	4,793,145	1,069,868	114,725	65,227	(3,543,325)	-	(3,543,325)
Public Works	10,297,779	4,427,030	958,083	772,980	(4,139,686)	-	(4,139,686)
Health and Human Services	4,114,426	471,375	3,005,328	-	(637,723)	-	(637,723)
Culture, Recreation and Education	853,112	126,660	159,070	-	(567,382)	-	(567,382)
Conservation and Development	2,428,425	1,637,651	616,062	-	(174,712)	-	(174,712)
Interest and Fiscal Charges	243,751	-	-	-	(243,751)	-	(243,751)
Total Governmental Activities	26,585,745	8,355,694	5,166,846	838,207	(12,224,998)	-	(12,224,998)
Business-Type Activities:							
Memorial Hospital	16,002,184	14,375,804	2,800	-	-	(1,623,580)	(1,623,580)
Total Primary Government	\$ 42,587,929	\$ 22,731,498	\$ 5,169,646	\$ 838,207	(12,224,998)	(1,623,580)	(13,848,578)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes					6,020,432	-	6,020,432
Property Taxes, Levied for Debt Service					1,558,130	-	1,558,130
Other Taxes					1,157,044	-	1,157,044
State and Federal Aids not Restricted to Specific Function					1,137,764	-	1,137,764
Interest and Investment Earnings					307,307	22,948	330,255
Miscellaneous					900,597	-	900,597
Special Items:							
Loss on Sale of Hospital Operations					-	(9,259,540)	(9,259,540)
Closing Hospital Enterprise Fund					1,924,964	(1,924,964)	-
Transfers					68,270	(68,270)	-
Total General Revenues and Transfers					13,074,508	(11,229,826)	1,844,682
CHANGE IN NET POSITION					849,510	(12,853,406)	(12,003,896)
Net Position - Beginning of Year					68,356,208	12,853,406	81,209,614
NET POSITION - END OF YEAR					\$ 69,205,718	\$ -	\$ 69,205,718

See accompanying Notes to Basic Financial Statements.

**RUSK COUNTY, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2018**

	General Fund	Health and Human Services Fund	Housing Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Totals
ASSETS							
Cash and Investments	\$ 9,610,905	\$ -	\$ 47,545	\$ 123,784	\$ 533,065	\$ 632,159	\$ 10,947,458
Restricted Cash and Investments	2,277,785	-	-	-	-	-	2,277,785
Taxes Receivable	5,507,154	974,933	-	1,612,735	-	153,523	8,248,345
Delinquent Taxes Receivable	828,970	-	-	-	-	-	828,970
Accounts Receivable	765,232	12,269	-	-	-	7,639	785,140
Due from Other Governmental Units	537,361	676,498	-	-	-	235,605	1,449,464
Due from Other Funds	373,726	-	-	-	-	-	373,726
Due from Fiduciary Funds	8,213	739	-	-	-	723	9,675
Prepaid Expense	816,882	2,524	-	-	-	46,238	865,644
Inventories	9,580	17,761	-	-	-	-	27,341
Long-Term Receivables	-	-	2,941,947	-	-	239,844	3,181,791
Total Assets	<u>\$ 20,735,808</u>	<u>\$ 1,684,724</u>	<u>\$ 2,989,492</u>	<u>\$ 1,736,519</u>	<u>\$ 533,065</u>	<u>\$ 1,315,731</u>	<u>\$ 28,995,339</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Vouchers and Accounts Payable	\$ 443,708	\$ 99,588	\$ -	\$ 39,244	\$ 73,094	\$ 86,119	\$ 741,753
Accrued Liabilities	720,496	-	-	-	-	-	720,496
Due to Other Governmental Units	316,818	5	-	-	-	-	316,823
Due to Other Funds	-	220,188	-	-	-	153,538	373,726
Unearned Revenues	109,930	3,795	-	-	-	26,927	140,652
Special Deposits	2,389,784	-	-	-	-	7,812	2,397,596
Total Liabilities	<u>3,980,736</u>	<u>323,576</u>	<u>-</u>	<u>39,244</u>	<u>73,094</u>	<u>274,396</u>	<u>4,691,046</u>
Deferred Inflows of Resources:							
Subsequent Year's Property Taxes	5,507,154	974,933	-	1,612,735	-	153,523	8,248,345
Unavailable Revenue - Long-Term Receivables	-	-	2,654,086	-	-	239,844	2,893,930
Unavailable Revenue - Other	215,896	-	-	-	-	-	215,896
Total Deferred Inflows of Resources	<u>5,723,050</u>	<u>974,933</u>	<u>2,654,086</u>	<u>1,612,735</u>	<u>-</u>	<u>393,367</u>	<u>11,358,171</u>
Fund Balances:							
Nonspendable:	1,461,573	-	287,861	-	-	46,238	1,795,672
Restricted	39,457	-	47,545	-	459,971	1,439	548,412
Committed	-	-	-	-	-	569,148	569,148
Assigned	3,638,296	386,215	-	84,540	-	35,861	4,144,912
Unassigned	5,892,696	-	-	-	-	(4,718)	5,887,978
Total Fund Balances	<u>11,032,022</u>	<u>386,215</u>	<u>335,406</u>	<u>84,540</u>	<u>459,971</u>	<u>647,968</u>	<u>12,946,122</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 20,735,808</u>	<u>\$ 1,684,724</u>	<u>\$ 2,989,492</u>	<u>\$ 1,736,519</u>	<u>\$ 533,065</u>	<u>\$ 1,315,731</u>	<u>\$ 28,995,339</u>

See accompanying Notes to Basic Financial Statements.

**RUSK COUNTY, WISCONSIN
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2018**

TOTAL FUND BALANCES - GOVERNMENTAL FUNDS \$ 12,946,122

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	\$	3,715,638	
Land Improvements		8,887,917	
Buildings and Improvements		23,870,417	
Equipment and Vehicles		4,528,150	
Infrastructure		64,681,288	
Construction Work in Progress		544,714	
Accumulated Depreciation		<u>(51,983,157)</u>	54,244,967

Some receivables are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements.

3,109,826

Wisconsin Retirement System net pension asset (liability) and related deferred outflows and inflows are recorded only on the Statement of Net Position. Balances at year-end are:

Net Pension Asset (Liability)		3,278,331	
Deferred Outflows of Resources		5,839,340	
Deferred Inflows of Resources		<u>(6,503,773)</u>	2,613,898

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:

General Obligation Debt		(10,169,937)	
Accrued Interest Payable		(123,590)	
Vacation, Compensatory and Sick Leave Liability		<u>(365,468)</u>	(10,658,995)

Debt discounts and premiums are deferred in the statement of net position and amortized over the lives of the related debt.

In the governmental funds these costs are considered expenditures/other financing uses when incurred.

Unamortized Debt Premiums			(215,826)
---------------------------	--	--	-----------

The highway department internal service fund is used by County's management to account for services provided the County and other governmental units. The assets and liabilities of the highway department internal service fund are reported in governmental activities.

5,487,829

Other internal service funds are used by County management to charge the costs of central duplication, car pool operations and HRA to departments/expenditure functions. The assets and liabilities of the central duplication, car pool and HRA internal service funds are also reported in governmental activities.

1,677,897

NET POSITION OF GOVERNMENTAL ACTIVITIES

\$ 69,205,718

RUSK COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2018

	General Fund	Health and Human Services Fund	Housing Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Totals
REVENUES							
Taxes	\$ 6,054,097	\$ 960,794	\$ -	\$ 1,558,130	\$ -	\$ 160,678	\$ 8,733,699
Intergovernmental	3,134,406	3,005,328	-	-	-	739,666	6,879,400
Licenses and Permits	103,271	-	-	-	-	17,491	120,762
Fines and Forfeits	55,797	-	-	-	-	16,679	72,476
Public Charges for Services	2,895,520	152,289	-	-	-	15,350	3,063,159
Intergovernmental Charges for Services	120,413	222,734	-	-	-	-	343,147
Investment Income	242,137	352	456	1,474	38,069	24,819	307,307
Miscellaneous	716,513	212,365	77,954	85,650	-	257,310	1,349,792
Total Revenues	13,322,154	4,553,862	78,410	1,645,254	38,069	1,231,993	20,869,742
EXPENDITURES							
Current:							
General Government	3,663,104	-	-	-	-	-	3,663,104
Public Safety	4,625,987	-	-	-	-	120,633	4,746,620
Public Works	3,140,329	-	-	-	-	98,453	3,238,782
Health and Human Services	127,102	4,090,350	-	-	-	7,750	4,225,202
Culture, Recreation and Education	666,273	-	-	-	-	156,490	822,763
Conservation and Development	970,943	-	46,281	-	-	657,937	1,675,161
Capital Outlay	330,637	-	-	-	491,549	-	822,186
Debt Service:							
Principal Retirement	-	-	-	1,313,549	-	-	1,313,549
Interest and Fiscal Charges	-	-	-	313,327	-	-	313,327
Total Expenditures	13,524,375	4,090,350	46,281	1,626,876	491,549	1,041,263	20,820,694
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(202,221)	463,512	32,129	18,378	(453,480)	190,730	49,048
OTHER FINANCING SOURCES (USES)							
Transfers In	692,837	-	-	-	-	228,204	921,041
Transfers Out	(26,568)	(484,238)	-	-	(1,208,682)	(341,965)	(2,061,453)
Total Other Financing Sources (Uses)	666,269	(484,238)	-	-	(1,208,682)	(113,761)	(1,140,412)
SPECIAL ITEM							
Dissolution of Hospital Enterprise Fund	416,000	-	-	-	-	-	416,000
NET CHANGE IN FUND BALANCES	880,048	(20,726)	32,129	18,378	(1,662,162)	76,969	(675,364)
Fund Balances, January 1	10,151,974	406,941	303,277	66,162	2,122,133	570,999	13,621,486
FUND BALANCES, DECEMBER 31	\$ 11,032,022	\$ 386,215	\$ 335,406	\$ 84,540	\$ 459,971	\$ 647,968	\$ 12,946,122

See accompanying Notes to Basic Financial Statements.

RUSK COUNTY, WISCONSIN
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ (675,364)

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Additions Reported as Expenditures in Governmental Funds	\$ 2,585,533	
Depreciation Expense Reported in the Statement of Activities	<u>(2,607,701)</u>	(22,168)

In the statement of activities, the gain and loss on the disposal of capital assets is reported, whereas in the governmental funds, the entire proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balances by the net cost of the capital assets sold, traded in, or discarded: (1,297,593)

Receivables not currently available are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements. (47,746)

Pension expenditures in the governmental funds are measured by current year employee contributions. Pension expenses on the statement of activities are measured by the change in net pension asset/liability and related deferred outflows and inflows of resources. (221,113)

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In the current year, these amounts consist of:
 General Obligation Debt Principal Retirement 1,313,549

Some items transferred from the Hospital Enterprise Fund to the County are not reported in the fund financial statements but are reported as a special item related to the closing of the Hospital Enterprise Fund in the Statement of Activities. These items consist of:

Capital Assets, net of Accumulated Depreciation	72,470	
Wisconsin Retirement System Related Items:		
Net Pension Asset	1,917,961	
Deferred Outflows of Resources	3,323,513	
Deferred Inflows of Resources	<u>(3,804,980)</u>	1,508,964

The internal service funds are used by the County's management to charge the cost of the central duplication and car pool activities to functions and to account for highway department operations. The change in net position of the internal service funds are reported in governmental activities.

Highway Department Fund	140,370	
Central Duplication Fund	(121)	
Car Pool Fund	(13,060)	
HRA Fund	<u>47,477</u>	174,666

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Net Change in Accrued Interest Payable	10,168	
Amortization of Debt Premiums	63,549	
Net Change in Compensated Absences Liability	<u>42,598</u>	116,315

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 849,510**

**RUSK COUNTY, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2018**

	Business-Type Activities - Enterprise Fund Rusk County Memorial Hospital	Governmental Activities - Internal Service Funds
ASSETS		
Current Assets:		
Cash and Investments	\$ -	\$ 2,887,530
Accounts Receivable	-	310,852
Due from Other Governmental Units	-	339,900
Inventories	-	715,049
Prepaid Expenses	-	3,646
Total Current Assets	-	4,256,977
Restricted Assets:		
Wisconsin Retirement System Net Pension Asset	-	273,009
Noncurrent Assets:		
Capital Assets:		
Land and Land Improvements	-	209,631
Construction Work in Progress	-	129,016
Buildings and Improvements	-	654,165
Machinery and Equipment	-	8,455,873
Accumulated Depreciation	-	(5,983,751)
Total Noncurrent Assets	-	3,464,934
Total Assets	-	7,994,920
DEFERRED OUTFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	-	486,282
LIABILITIES		
Current Liabilities:		
Accounts Payable	-	621,291
Unearned Revenue	-	1,468
Current Portion of Long-Term Liabilities:		
Long-Term Notes and Capital Lease Payable	-	28,029
Accrued Employee Leave	-	52,975
Total Current Liabilities	-	703,763
Long-Term Liabilities (Net of Current Portion):		
Accrued Employee Leave	-	70,099
Total Liabilities	-	773,862
DEFERRED INFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	-	541,614
NET POSITION		
Net Investment in Capital Assets	-	3,436,905
Restricted for Pension Plan	-	273,009
Unrestricted	-	3,455,812
Total Net Position	\$ -	\$ 7,165,726

See accompanying Notes to Basic Financial Statements.

**RUSK COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018**

	Business-Type Activities - Enterprise Fund Rusk County Memorial Hospital	Governmental Activities - Internal Service Funds
OPERATING REVENUES		
Charges for Services	\$ 14,072,332	\$ 4,357,446
Other Revenue	303,472	124,990
Total Operating Revenues	14,375,804	4,482,436
OPERATING EXPENSES	15,994,871	5,727,138
OPERATING LOSS	(1,619,067)	(1,244,702)
NONOPERATING REVENUES (EXPENSES):		
Interest Revenue	22,948	-
Interest Expense	(6,944)	(4,141)
Intergovernmental Grants and Aids	-	214,827
Contributions	2,800	-
Loss on Disposal of Capital Assets	(369)	-
Total Nonoperating Revenues (Expenses)	18,435	210,686
LOSS BEFORE TRANSFERS AND SPECIAL ITEMS	(1,600,632)	(1,034,016)
TRANSFERS:		
Transfers In	-	1,208,682
Transfers Out	(68,270)	-
Total Transfers	(68,270)	1,208,682
SPECIAL ITEMS:		
Loss on Sale of Hospital Operations	(9,259,540)	-
Closing Hospital Enterprise Fund	(1,924,964)	-
Total Special Items	(11,184,504)	-
CHANGE IN NET POSITION	(12,853,406)	174,666
Net Position - Beginning of Year	12,853,406	6,991,060
Net Position - End of Year	\$ -	\$ 7,165,726

See accompanying Notes to Basic Financial Statements.

**RUSK COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018**

	<u>Business-Type Activities - Enterprise Fund Rusk County Memorial Hospital</u>	<u>Governmental Activities - Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Customers and Users	\$ 15,293,413	\$ 4,288,285
Cash Paid to Suppliers for Goods and Services	(5,703,572)	(4,786,077)
Cash Paid for Employee Services	(9,324,773)	(454,616)
Cash Paid for Insurance Claims	-	(191,683)
Net Cash Provided by (Used for) Operating Activities	<u>265,068</u>	<u>(1,144,091)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash Received from Contributions	2,800	-
Cash Received from State Aid	-	214,827
Transfers from Capital Projects Fund	-	1,208,682
Cash Transferred to Buyer of Hospital	(270,606)	-
Cash Transferred to General Fund	(68,496)	-
Cash Placed on Deposit with County for Closing Expenses	(2,342,652)	-
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>(2,678,954)</u>	<u>1,423,509</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Cash Received from Salvage of Capital Assets	-	14,969
Cash Payments for Acquisition of Capital Assets	(224,249)	(496,438)
Cash Paid for Principal on Capital Lease	(117,269)	(34,615)
Cash Paid for Interest on Capital Lease	(7,090)	(4,141)
Net Cash Used for Capital and Related Financing Activities	<u>(348,608)</u>	<u>(520,225)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on Investments	22,948	-
Sale of Investments	2,179,142	-
Net Cash Provided by Investing Activities	<u>2,202,090</u>	<u>-</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(560,404)	(240,807)
Cash and Cash Equivalents, January 1	<u>560,404</u>	<u>3,128,337</u>
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u>\$ -</u>	<u>\$ 2,887,530</u>

See accompanying Notes to Basic Financial Statements.

**RUSK COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018**

	Business-Type Activities - Enterprise Fund Rusk County Memorial Hospital	Governmental Activities - Internal Service Funds
RECONCILIATION OF OPERATING LOSS TO NET		
CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
Operating Loss	\$ (1,618,840)	\$ (1,244,702)
Adjustments to Reconcile Operating Loss to		
Net Cash Provided by (Used for) Operating Activities:		
Depreciation	865,294	317,686
Provision for Bad Debts	321,966	-
Net Change in Wisconsin Retirement System Related Items:		
Asset / Liability	-	(344,342)
Deferred Outflows of Resources	-	76,418
Deferred Inflows of Resources	-	316,758
(Increase) Decrease in Assets:		
Accounts Receivable	992,674	(130,876)
Due from Other Governmental Units	-	(63,275)
Inventory	71,678	19,244
Prepaid Expenses	(133,466)	(2,461)
Increase (Decrease) in Liabilities:		
Accounts Payable	(261,491)	(73,975)
Accrued Liabilities	(215,096)	-
Unearned Revenues	216	-
Accrued Employee Leave	(134,744)	(14,566)
Accrued Pension Payable	376,877	-
	<u>\$ 265,068</u>	<u>\$ (1,144,091)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 265,068</u>	<u>\$ (1,144,091)</u>

See accompanying Notes to Basic Financial Statements.

**RUSK COUNTY, WISCONSIN
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2018**

	Agency Funds
ASSETS	
Cash and Investments	\$ 169,383
Taxes Receivable	1,062
Total Assets	\$ 170,445
LIABILITIES	
Due to Other Governmental Units	\$ 17,217
Due to Other Funds	9,675
Special Deposits	143,553
Total Liabilities	\$ 170,445

RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Rusk County (the County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the County are described below:

A. Reporting Entity

Rusk County is governed by a board of supervisors consisting of 19 elected members. This report includes all significant operations under the control of the Rusk County Board of Supervisors and includes all of the funds of Rusk County. The County's major operations include general government, public safety, highways, health and human services, and hospital.

The financial reporting of the County is defined by the GASB to consist of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the County consist solely of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the County.

Joint Operations

The County participates jointly with the City of Ladysmith (the City) in the operation of the City-County Library. A joint library board has three representatives from the City and four from the County. The County board appoints the County's representatives. The Joint Library agreement specifies that the City will function as the fiscal agent. The City and County share operating costs based upon a five-year average usage ratio. For 2018, the County provided \$227,395 towards these costs.

The County also participates jointly with the City in the operation of the Animal Shelter. A board is made up of two representatives of the City and three representatives of the County. The City-County Animal Shelter Agreement specifies that the County will function as the fiscal agent. The City and the County pay a proportional share of the operational costs of the animal shelter based on data collected regarding origin of animals handled by the facility. For 2018, the County levied \$46,972 towards these costs. In addition, the County participates jointly with the City in the operation of the Visitors Center in a similar agreement. For 2018, the County levied \$32,500 to contribute to the Visitors Center. Other joint operations with the City of Ladysmith include the ADF Building, the Enterprise Center, the Fritz Avenue Building, and the Forest Industry Park and Warehouse.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Jointly Governed Organization

The County, in conjunction with Ashland, Bayfield, Burnett, Douglas, Iron, Price, Sawyer, Taylor, and Washburn counties, and major cities within these counties, has created the Northwest Regional Planning Commission (NWRPC). NWRPC's governing body is comprised of two members from each of the ten counties and a representative from each major city. The County's representatives are appointed by the County Board Chairperson and approved by the County board. Rusk County's 2018 appropriation for NWRPC was \$12,655.

B. Government-Wide and Fund Financial Statements

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds) as described below:

Government-Wide Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report financial information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable to a specific function or segment. Program revenues include (a) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment; and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, fund equity, revenues, and expenditures/expenses.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements (Continued)

The County reports the following major governmental funds:

General Fund – The General Fund is the operating fund of the County. It is used to account for all financial resources of the County, except those required to be accounted for in another fund.

Health and Human Services Fund – The Health and Human Services Fund, a special revenue fund, is used to account for various County health and human services programs. The major revenue sources include taxes and intergovernmental revenues. Through the health and human services programs, the County provides mental health, developmental disabilities and alcoholism and drug abuse rehabilitation services to residents of the County and administers the various social services and income maintenance programs provided by and through the County.

Housing Fund – The Housing Fund provides and administers housing rehabilitation loans provided under various federal, state, and local programs that serve the County's citizens. Repayments received on these loans are a restricted revenue source which is used to finance similar housing rehabilitation loans.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs of governmental funds.

Capital Projects Fund – The Capital Projects Fund is used to account for transactions related to the construction or acquisition of assets of governmental funds in the capital improvement plan.

All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following major enterprise fund:

Rusk County Memorial Hospital Fund – The hospital provides for short-term inpatient and outpatient health care.

The County had no other enterprise funds to report as nonmajor funds.

Additionally, the County reports the following fund types:

Internal Service Funds – Used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, or to other governmental units, on a cost reimbursement basis.

Agency Funds – Used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations and/or other governmental units.

RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting

The government-wide financial statements, as are the proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Nonexchange transactions, in which the County gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's business-type activity functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. Revenues are deemed to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County generally considers revenues reported in the governmental funds to be available if they are collected within sixty days after the end of the current fiscal period. Client billings for the human services programs are recognized when received. State and federal aids under cost reimbursement programs are generally recognized when earned if expected to be collected in the subsequent year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, miscellaneous taxes, cost reimbursement grant programs, public charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are generally considered to be measurable and available only when cash is received by the government.

Agency funds have no measurement focus but utilize the accrual basis of accounting for reporting assets and liabilities.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in financial statements and accompanying notes. Actual results could differ from those estimates.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/
Fund Balance**

1. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with an original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

Investment of County funds is restricted by state statutes. Available investments are limited to:

- a. Time deposits in any credit union, bank, savings bank, or trust company maturing in three years or less.
- b. Bonds or securities issued or guaranteed by the federal government.
- c. Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, the University of Wisconsin Hospitals and Clinics Authority, or by the Wisconsin Aerospace Authority.
- d. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- e. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- f. Bonds or securities issued under the authority of the municipality.
- g. The local government investment pool.
- h. Repurchase agreements with public depositories, with certain conditions.

Additional restrictions may arise from local charters, ordinances, resolutions, and grant resolutions.

Investment of most trust funds is regulated by Chapter 881 of the Wisconsin Statutes. Those sections give broad authority to use such funds to acquire various kinds of investments including stocks, bonds, and debentures.

Investments of the County are stated at amortized cost.

RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/
Fund Balance (Continued)**

2. Receivables and Payables

Property Taxes. Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach an enforceable lien as of January 1. In addition to property taxes for the County, taxes are also collected for and remitted to the State. Taxes billed for the State are recorded as receivables and due other governmental units in the agency fund balance sheet. Since County property taxes are not considered revenue until January 1 of the year following the levy, they are recorded as deferred inflows of resources in the funds budgeted therefore. The County is also responsible for the collection of all delinquent and postponed property taxes levied by the local taxing districts within its boundaries, except delinquent personal property taxes which are retained by the local municipal district. Real property taxes are payable in full to the local districts on or before January 31 or, alternatively, if over \$100, can be paid in two equal installments with the first installment payable on or before January 31 and the second installment payable on or before July 31. Personal property taxes and special assessments, special charges (including delinquent utility billings) and special taxes placed on the tax roll are payable in full on or before January 31. All uncollected items on the current tax roll, except delinquent personal property taxes, are turned over to the County Treasurer for collection in February. The County subsequently settles in full with the local districts in August of the same year, except for delinquent special assessments and other special charges. All uncollected taxes returned to the County for collection are financed through the general fund, except for delinquent special assessments of the districts. A portion of the general fund's equity balance is classified as nonspendable for the County's investment in delinquent taxes.

Accounts Receivable. Accounts receivable in all funds have been adjusted for known uncollectible amounts. Ambulance accounts receivable of \$250,569 in the general fund are net of an allowance for uncollectible in the amount of \$171,682 at December 31, 2018. No allowance for uncollectible taxes on delinquent taxes has been provided because of the County's demonstrated ability to recover most losses through the sale of the applicable property.

Loans Receivable. The County has received federal and state grant funds for economic development loan programs to various businesses and individuals. The County records a loan receivable when the loan has been made and funds have been disbursed. The amounts recorded as economic development loans receivable have not been reduced by an allowance for uncollectible accounts. It is the County's policy to record, in the fund financial statements, deferred inflows of resources for the net amount of the receivable balance. As loans are repaid, revenue is recognized. When new loans are made from the repayments, expenditures are recorded. Interest received from loan repayments is generally recognized as revenue when accrued. Any unspent loan repayments at year end are presented as restricted fund balance in the fund financial statements.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/
Fund Balance (Continued)**

2. Receivables and Payables (Continued)

Interfund Balances. Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statement as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

3. Inventories and Prepaid Items

Governmental fund-type inventories are recorded at cost based on the first-in, first-out method using the consumption method of accounting. Proprietary fund-type inventories are accounted for at the lower of cost (first-in, first-out) or market.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Restricted Assets

Mandatory segregations of assets would be presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

5. Capital Assets

Government-Wide Statements. Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with initial, individual costs as shown below and an estimated useful life of two years or greater. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/
Fund Balance (Continued)**

5. Capital Assets (Continued)

Government-Wide Statements (Continued). Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets, including infrastructure, acquired by the County prior to January 1, 1980, were recorded on the County's financial records at historical costs, or estimated historical costs, on that date.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land	\$ 5,000	N/A	N/A
Land Improvements	5,000	Straight-Line	20-30 Years
Buildings and Improvements	5,000	Straight-Line	20-40 Years
Equipment and Vehicles	5,000	Straight-Line	4-20 Years
Infrastructure	5,000	Straight-Line	25-50 Years

Fund Financial Statements. In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for in the same manner as in the government-wide statements.

6. Deferred Outflows of Resources

The County reports decreases in net position or fund equity that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statements of net position or governmental fund balance sheet. Deferred outflows of resources are reported in these financial statements for pension related items.

7. Deferred Inflows of Resources

The County's governmental activities and governmental fund financial statements report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The County will not recognize the related revenue until a future event occurs. The County has two types of items which occur related to revenue recognition. The first occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year. The second type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the County's year) under the modified accrual basis of accounting. Deferred inflows of resources are reported in these financial statements for pension related items.

RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/
Fund Balance (Continued)**

8. Compensated Absences

Under terms of employment, employees are granted sick leave and vacation in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and are payable with expendable available resources.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2018 are determined based on current salary rates.

9. Wisconsin Retirement System Pension Plan Benefits

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

10. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/
Fund Balance (Continued)**

11. Equity Classifications

Fund equity, representing the difference between assets and deferred outflows of resources, less liabilities and deferred inflows of resources, is classified as follows in the County's financial statements:

Government-Wide and Proprietary Fund Statements. Fund equity is classified as net position in the government-wide and proprietary fund financial statements and is displayed in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement for those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is displayed as unrestricted. When both restricted and unrestricted net position are available for use, it is the County's policy to use restricted resources first and unrestricted resources next to the extent they are needed.

Fund Financial Statements. In the fund financial statements, governmental funds report components of fund balance to provide information about fund balance availability for appropriation. Nonspendable fund balance represents amounts that are inherently nonspendable or assets that are legally or contractually required to be maintained intact. Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level formal action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the Board. Unassigned fund balance is the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications. Any negative fund balances of funds other than the general fund is also classified as unassigned. It is the County's policy that at the end of each fiscal year, the County will maintain a minimum unassigned fund balance equal to no less than 90 days of general fund expenditures.

Committed fund balance is required to be established, modified, or rescinded by resolution of the County Board prior to each year end. Based on resolution of the County Board, the County Finance Director has the authority to establish or modify assigned fund balance. When restricted and unrestricted fund balance is available for expenditure, it is the County's practice to first use restricted fund balance. When committed, assigned, and unassigned fund balance is available for expenditure, it is the County's practice to use committed, assigned and finally unassigned fund balance.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The County's cash and investments balances at December 31, 2018 as shown in the financial statements are as follows:

Governmental Funds	\$ 13,225,243
Proprietary Funds	2,887,530
Fiduciary Funds	169,383
Total	<u>\$ 16,282,156</u>

The above cash and investments balances consisted of the following:

General County:	
Deposits at Financial Institutions	\$ 11,882,313
Deposits in State Local Government	
Pooled-Investment Fund	4,338,916
Insurance Deposits	59,952
Petty Cash Funds and Cash on Hand	<u>975</u>
Total	<u>\$ 16,282,156</u>

Deposits at Financial Institutions

The County's balances at individual financial institutions were subject to coverage under federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the Wisconsin Statutes (State Guarantee Fund). Federal depository insurance provides for coverage of up to \$250,000 for time and savings deposits and up to \$250,000 for demand deposits at any institution. In addition, funds held in trust for individuals are subject to coverage in the name of the beneficiary in whose name the trust fund is held. Coverage under the State Guarantee Fund may not exceed \$400,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) Also, Section 34.07 of the Wisconsin Statutes authorizes the County to collateralize its deposits that exceed the amount of coverage provided by federal depository insurance and the State Guarantee Fund.

Custodial credit risk for deposits is the risk that in the event of bank failure, the County's deposits may not be returned. At December 31, 2018, the County's deposits were exposed to custodial credit risk by the uninsured and uncollateralized amount of \$8,820.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments

The County's investments at December 31, 2018 consisted of deposits in the State of Wisconsin Local Government Investment Pool (an external investment pool) as described below.

Deposits in State Local Government Pooled-Investment Fund. The state of Wisconsin offers a Local Government Investment Pool (LGIP) to local government units to enable them to voluntarily invest idle funds in State Investment Fund. Local funds are pooled with state funds and invested by the State Investment Board. There is no minimum or maximum amount that can be invested by a local governmental unit. Interest is earned on a daily basis and withdrawals are generally available on the day of request. Deposits in the LGIP are not covered by federal depository insurance but are subject to coverage under the State Guarantee Fund. Also, the State of Wisconsin Investment Board has obtained a surety bond to protect deposits in the LGIP against defaults in principal payments on the LGIP's investments (subject to certain limitations). The average monthly weighted average maturity of the State Investment Fund's investments for 2018 was 27 days.

The County's investments in the Local Government Investment Pool are measured at amortized cost.

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the holder of the investment. The County's policy is to invest its funds in accordance with provisions of the Wisconsin Statutes previously discussed in Note 1.D.1.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with maturity dates further into the future are more sensitive to changes in market interest rates. The short weighted-average maturities of the investments in the LGIP mitigate this risk to the County.

B. Receivables

CDBG Housing Rehabilitation Loans. The County has received federal grant funds through the state of Wisconsin for the purpose of financing housing rehabilitation loans. Repayments received by the County on these loans are recorded in a separate special revenue fund to be used to finance similar housing rehabilitation loans. The following is a description of the loans outstanding under the program at December 31, 2018:

Installment Loans. At December 31, 2018, the County had outstanding one renter-occupied installment loan under the CDBG program totaling \$5,108. The loan is being repaid to the County under terms established through the program. Receivables have been recorded in the housing fund in the amount of the outstanding balance on this loan and were equally offset by deferred inflows of resources recorded therein. Revenue is recognized in the special revenue fund as collections are received.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables (Continued)

Deferred Loans. The County also had two hundred thirty-six (236) deferred mortgage loans outstanding at December 31, 2018 totaling \$2,648,978. These notes become due and payable in full only "in the event that the maker:

- a. No longer continues to occupy the premises securing this note as a full-time residence, or
- b. Transfers any legal or equitable interest in the mortgage premises to anyone for any reason."

These loans are being repaid to the County under terms established through the programs. Receivables have been recorded in the housing fund in the amount of the outstanding balances on these loans and were equally offset by deferred inflows of resources recorded therein. Revenue is recognized in the housing fund as collections are received on these loans.

Mortgages Receivable. The County received Neighborhood Stabilization Program (NSP) CDBG federal grant funds through the State of Wisconsin for the purpose of purchasing and rehabilitating foreclosed homes and reselling them to qualified individuals under the program. To facilitate the sale of certain homes the County is financing part of the sale and holding second mortgages on these properties. At December 31, 2018 the County had six mortgage loans outstanding totaling \$287,861. These loans are subject to repayment to the County under terms established by the various loan agreements. Receivables have been recorded in the housing fund in the amount of the outstanding balances on these loans.

Note Receivable. During 2012, the County sold an industrial building in the Village of Weyerhaeuser and financed the sale on a 20 year term at 4% interest. The note receivable has been recorded as a long-term receivable in the joint management/economic development fund in the amount of the outstanding balance at December 31, 2018 of \$233,620 and is offset by a deferred inflow of resources recorded in that fund. Revenue is recognized as collections are received.

Economic Development Loans. The County has established two economic development revolving loan funds for the purpose of financing loans to businesses for economic development. At December 31, 2018 the County had one installment loan outstanding totaling \$6,224 in the Bruce revolving loan fund and no loans outstanding in the Mining Impact Fund. These loans are subject to repayment to the County under terms established by the various loan agreements. A receivables has been recorded in the special revenue fund in the amount of the outstanding balance and is offset by deferred inflows of resources recorded in that fund. Revenue is recognized as collections are received.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables (Continued)

Operating Lease. The County entered into a lease with MCHS Hospitals, Inc., beginning September 1, 2018, for the former Rusk County Memorial Hospital building and property located at 900 College Ave West in Ladysmith. The lease calls for annual payments of \$400,000 payable monthly through August 31, 2023. MCHS Hospitals has the right to terminate the lease upon completion of a replacement facility within Rusk County. The lease may be extended for one three-year extension in the event construction of a replacement facility is not substantially completed at the expiration of the term. During 2018 the County received \$133,333 from this lease. A summary of the leased assets at December 31, 2018 is as follows:

Land	\$ 12,300
Land Improvements	274,590
Buildings and Improvements	<u>2,905,837</u>
Total	<u>3,192,727</u>
Less Accumulated Depreciation	<u>3,123,731</u>
Net	<u><u>\$ 68,996</u></u>

C. Capital Assets

Capital asset activity for the year ended December 31, 2018 was as follows:

Governmental Activities

	Beginning Balance	Additions	Transfers	Deletions	Transferred from Hospital	Ending Balance
General County Assets:						
Capital Assets Not Being Depreciated:						
Land	\$ 3,659,038	\$ 44,300	\$ -	\$ -	\$ 12,300	\$ 3,715,638
Construction Work in Progress	676,410	841,616	(973,312)	-	-	544,714
Total Capital Assets Not Being Depreciated	4,335,448	885,916	(973,312)	-	12,300	4,260,352
Capital Assets Being Depreciated:						
Land Improvements	8,532,372	32,554	48,401	-	274,590	8,887,917
Buildings and Improvements	20,017,115	22,554	924,911	-	2,905,837	23,870,417
Equipment and Vehicles	4,423,454	319,494	-	293,839	79,041	4,528,150
Highway Infrastructure:						
Roadways	56,954,872	1,193,459	-	2,784,671	-	55,363,660
Bridges	9,253,339	131,556	-	67,267	-	9,317,628
Total Capital Assets Being Depreciated	<u>99,181,152</u>	<u>1,699,617</u>	<u>973,312</u>	<u>3,145,777</u>	<u>3,259,468</u>	<u>101,967,772</u>
Total Capital Assets	103,516,600	2,585,533	-	3,145,777	3,271,768	106,228,124
Accumulated Depreciation:						
Land Improvements	3,712,730	305,523	-	-	215,871	4,234,124
Buildings and Improvements	9,614,708	513,296	-	-	2,904,387	13,032,391
Equipment and Vehicles	3,685,293	277,651	-	273,415	79,040	3,768,569
Highway Infrastructure	31,011,611	1,511,231	-	1,574,769	-	30,948,073
Total Accumulated Depreciation	<u>48,024,342</u>	<u>2,607,701</u>	<u>-</u>	<u>1,848,184</u>	<u>3,199,298</u>	<u>51,983,157</u>
Net Capital Assets - General County	<u>\$ 55,492,258</u>	<u>\$ (22,168)</u>	<u>\$ -</u>	<u>\$ 1,297,593</u>	<u>\$ 72,470</u>	<u>\$ 54,244,967</u>

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Governmental Activities (Continued)

	Beginning Balance	Additions	Transfers	Deletions	Transferred from Hospital	Ending Balance
Highway Department:						
Capital Assets Not Being Depreciated:						
Land	\$ 16,856	\$ -	\$ -	\$ -	\$ -	\$ 16,856
Construction Work in Progress	87,615	129,016	(87,615)	-	-	129,016
Total Capital Assets Not Being Depreciated	104,471	129,016	(87,615)	-	-	145,872
Capital Assets Being Depreciated:						
Land Improvements	181,121	-	-	49,724	-	131,397
Gravel Pits and Quarries	62,171	-	-	793	-	61,378
Buildings and Improvements	710,645	-	-	56,480	-	654,165
Equipment and Vehicles	8,680,464	405,705	87,615	1,050,197	-	8,123,587
Total Capital Assets Being Depreciated	9,634,401	405,705	87,615	1,157,194	-	8,970,527
Total Capital Assets	9,738,872	534,721	-	1,157,194	-	9,116,399
Accumulated Depreciation:						
Land Improvements	116,771	4,514	-	49,724	-	71,561
Buildings and Improvements	535,294	21,601	-	56,480	-	500,415
Equipment and Vehicles	5,863,292	250,744	-	998,551	-	5,115,485
Total Accumulated Depreciation	6,515,357	276,859	-	1,104,755	-	5,687,461
Net Capital Assets - Highway Department	\$ 3,223,515	\$ 257,862	\$ -	\$ 52,439	\$ -	\$ 3,428,938
Central Duplication						
Capital Assets Being Depreciated:						
Equipment and Vehicles	\$ 155,888	\$ -	\$ -	\$ -	\$ -	\$ 155,888
Accumulated Depreciation:						
Equipment and Vehicles	101,138	31,286	-	-	-	132,424
Net Capital Assets - Central Duplication	\$ 54,750	\$ (31,286)	\$ -	\$ -	\$ -	\$ 23,464
Car Pool						
Capital Assets Being Depreciated:						
Equipment and Vehicles	\$ 176,398	\$ -	\$ -	\$ -	\$ -	\$ 176,398
Accumulated Depreciation:						
Equipment and Vehicles	155,118	8,748	-	-	-	163,866
Net Capital Assets - Car Pool	\$ 21,280	\$ (8,748)	\$ -	\$ -	\$ -	\$ 12,532
Capital Assets Not Being Depreciated	\$ 4,439,919	\$ 1,014,932	\$ (1,060,927)	\$ -	\$ 12,300	\$ 4,406,224
Capital Assets Being Depreciated	109,147,839	2,105,322	1,060,927	4,302,971	3,259,468	111,270,585
Total Capital Assets	113,587,758	3,120,254	-	4,302,971	3,271,768	115,676,809
Accumulated Depreciation	54,795,955	2,924,594	-	2,952,939	3,199,298	57,966,908
Net Capital Assets - Governmental Activities	\$ 58,791,803	\$ 195,660	\$ -	\$ 1,350,032	\$ 72,470	\$ 57,709,901

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Governmental Activities (Continued)

Depreciation expense was charged to the functions as follows:

General County:	
General Government	\$ 254,363
Public Safety	155,424
Public Works	1,715,933
Health and Human Services	17,376
Culture, Recreation and Education	180,332
Conservation and Development	284,273
Total General County	<u>2,607,701</u>
Highway Department:	
Transportation	276,859
Central Duplication:	
General Government	31,286
Car Pool:	
Transportation	8,748
Total Depreciation	<u><u>\$ 2,924,594</u></u>

Business-Type Activities

	Beginning Balance	Increases	Decreases	Transferred to Governmental Activities	Ending Balance
Rusk County Memorial Hospital					
Capital Assets Not Being Depreciated:					
Land	\$ 12,300	\$ -	\$ -	\$ 12,300	\$ -
Construction Work in Progress	40,918	21,927	62,845	-	-
Total Capital Assets Not Being Depreciated	53,218	21,927	62,845	12,300	-
Capital Assets Being Depreciated:					
Land Improvements	274,590	-	-	274,590	-
Buildings and Improvements	2,905,837	-	-	2,905,837	-
Equipment and Vehicles	15,434,850	302,763	15,658,572	79,041	-
Intangible Assets - Computer Software	2,245,829	82,148	2,327,977	-	-
Total Capital Assets Being Depreciated	20,861,106	384,911	17,986,549	3,259,468	-
Total Capital Assets	20,914,324	406,838	18,049,394	3,271,768	-
Accumulated Depreciation:					
Land Improvements	209,313	6,558	-	215,871	-
Buildings and Improvements	2,904,001	386	-	2,904,387	-
Equipment and Vehicles	11,918,913	643,483	12,483,356	79,040	-
Intangible Assets - Computer Software	807,969	214,866	1,022,835	-	-
Total	15,840,196	865,293	13,506,191	3,199,298	-
Net Capital Assets - Business-Type Activities	<u>\$ 5,074,128</u>	<u>\$ (458,455)</u>	<u>\$ 4,543,203</u>	<u>\$ 72,470</u>	<u>\$ -</u>

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities (Continued)

Depreciation was charged to business-type activities as follows:

Memorial Hospital	\$865,293
-------------------	-----------

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of December 31, 2018 was as follows:

Due to/from Other Funds

	Receivable from Other Funds	Payable to Other Funds
General Fund	\$ 373,726	\$ -
Health and Human Services Fund	-	220,188
Wildlife Damage Abatement Fund	-	21,118
Watershed Fund	-	132,420
Total	\$ 373,726	\$ 373,726

The above interfund receivables and payables are made to help certain funds with temporary cash flow shortages because of the timing of some activities such as tax collections and grant activities. The balances are expected to be repaid in 2019. Interfund balances owed within the governmental activities are eliminated in the statement of net position.

Interfund Transfers

Interfund transfers during the year consisted of the following:

	Transfers In	Transfers Out	Net Transfers
General Fund	\$ 692,837	\$ 26,568	\$ 666,269
Human Services Fund	-	484,238	(484,238)
Mining Impact Fund	162,266	127,514	34,752
Snowmobile Trails Fund	-	490	(490)
State Aid Forestry Fund	691	-	691
Jail Assessment Fund	-	13,000	(13,000)
Wildlife Damage Abatement Fund	22	400	(378)
Law Enforcement Grants Fund	26,273	5,417	20,856
Watershed Fund	400	-	400
Joint Management/Economic Development Fund	38,552	169,587	(131,035)
Recycling Fund	-	3,604	(3,604)
Dog License Fund	-	20,453	(20,453)
Bruce Revolving Loan Fund	-	1,500	(1,500)
Capital Projects Fund	-	1,208,682	(1,208,682)
Rusk County Memorial Hospital	-	68,270	(68,270)
Highway Fund	1,208,682	-	1,208,682
Total	\$ 2,129,723	\$ 2,129,723	\$ -

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables and Transfers (Continued)

Interfund Transfers (Continued)

The transfer from the joint management/economic development fund and the mining impact fund to the debt service fund consists of those funds respective share of current year debt maturities. Other transfers are made to transfer revenues collected in one fund to finance programs accounted for in other funds in accordance with budgetary constraints.

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the County for the year ended December 31, 2018 were as follows:

	Balances 1/1/18	Additions	Reductions	Balances 12/31/18	Amounts Due Within One Year
Long-Term Debt					
Governmental Activities:					
2015 General Obligation Notes	\$ 6,780,000	\$ -	\$ 755,000	\$ 6,025,000	\$ 755,000
2013 General Obligation Notes	640,000	-	130,000	510,000	135,000
2013 Refunding Bonds	2,070,000	-	155,000	1,915,000	155,000
2017 State Trust Fund Loan	1,263,571	-	119,873	1,143,698	126,371
2010 State Trust Fund Loan	384,915	-	43,676	341,239	44,877
2011 General Obligation Notes	345,000	-	110,000	235,000	115,000
Subtotal	11,483,486	-	1,313,549	10,169,937	1,331,248
Unamortized Debt Premium	279,375	-	63,549	215,826	56,961
Total Long-Term Debt	<u>\$ 11,762,861</u>	<u>\$ -</u>	<u>\$ 1,377,098</u>	<u>\$ 10,385,763</u>	<u>\$ 1,388,209</u>
Other Long-Term Obligations					
Governmental Activities:					
Governmental Funds:					
Employee Leave Liability	\$ 408,066	\$ -	\$ 42,598	\$ 365,468	\$ 156,081
Internal Service Funds:					
Capital Lease	62,644	-	34,615	28,029	28,029
Employee Leave Liability	137,640	-	14,566	123,074	52,975
Subtotal	608,350	-	91,779	516,571	237,085
Business-Type Activities:					
Rusk County Memorial Hospital:					
Capital Lease	606,781	-	606,781	-	-
Total Other Long-Term Obligations	<u>\$ 1,215,131</u>	<u>\$ -</u>	<u>\$ 698,560</u>	<u>\$ 516,571</u>	<u>\$ 237,085</u>

The County's estimated liability for employee leave is discussed in Note 3.A.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Long-Term Debt

Annual Requirements for Retirement. Long-term general obligation debt issues outstanding at December 31, 2018 and annual requirements for their retirement were as follows:

	Year	Principal	Interest	Total
General Obligation Bonds:				
General Obligation Refunding Bonds, \$3,020,000, issued 3/15/13, due 3/1/29, interest at 0.6%-4.0%	2019	\$ 155,000	\$ 58,316	\$ 213,316
	2020	160,000	54,888	214,888
	2021	165,000	50,944	215,944
	2022	170,000	46,545	216,545
	2023	170,000	41,785	211,785
	2024-2028	955,000	117,762	1,072,762
	2029	140,000	2,800	142,800
		1,915,000	373,040	2,288,040
General Obligation Notes:				
General Obligation Promissory Notes, \$8,000,000 issued 3/3/2015, due 3/1/25, interest at 2.0%-3.0%	2019	755,000	149,800	904,800
	2020	765,000	134,600	899,600
	2021	820,000	118,750	938,750
	2022	840,000	97,950	937,950
	2023	865,000	72,375	937,375
	2024-2025	1,980,000	59,850	2,039,850
		6,025,000	633,325	6,658,325
General Obligation Promissory Notes, \$1,000,000 issued 2/22/2011, due 10/1/20, interest at 2.0%-4.0%	2019	115,000	9,400	124,400
	2020	120,000	4,800	124,800
		235,000	14,200	249,200
State Trust Fund Loan, \$1,263,571, issued 2/24/17, due 3/15/26, interest at 3.5%	2019	126,371	40,029	166,400
	2020	130,696	35,704	166,400
	2021	135,368	31,032	166,400
	2022	140,106	26,294	166,400
	2023	145,009	21,391	166,400
	2024-2026	466,148	33,051	499,199
		1,143,698	187,501	1,331,199
General Obligation Promissory Notes, \$1,490,000 issued 3/15/2013, due 3/1/23, interest at 2.0%-2.25%	2019	135,000	9,356	144,356
	2020	135,000	6,319	141,319
	2021	80,000	4,000	84,000
	2022	80,000	2,400	82,400
	2023	80,000	800	80,800
		510,000	22,875	532,875
State Trust Fund Loan, \$620,000, issued 12/30/10, due 3/15/25, interest at 5.0%	2019	44,877	17,062	61,939
	2020	46,088	14,859	60,947
	2021	47,378	12,514	59,892
	2022	48,681	10,145	58,826
	2023	50,020	7,711	57,731
	2024-2025	104,195	7,863	112,058
		341,239	70,154	411,393
Total General Obligation Debt		\$ 10,169,937	\$ 1,301,095	\$ 11,471,032

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Long-Term Debt

Annual Requirements for Retirement (Continued).

The above annual debt service requirements are summarized as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 1,331,248	\$ 283,963	\$ 1,615,211
2020	1,356,784	251,170	1,607,954
2021	1,247,746	217,240	1,464,986
2022	1,278,787	183,334	1,462,121
2023	1,310,029	144,062	1,454,091
2024-2028	3,505,343	218,526	3,723,869
2029	140,000	2,800	142,800
Total	<u>\$ 10,169,937</u>	<u>\$ 1,301,095</u>	<u>\$ 11,471,032</u>

General Obligation Debt Limitation. Section 67.03 of the Wisconsin Statutes restricts county general obligation debt to 5% of the equalized value of all property in the County. At December 31, 2018, the County's debt limit amounted to \$61,448,725 and indebtedness subject to the limitation totaled \$10,169,937.

Subsequent Borrowing. The County obtained a State Trust Fund loan in the amount of \$772,147 to provide funds for software purchase, heating system upgrades and new building construction. \$665,377 was drawn on this loan on January 11, 2019. No further draws were made through the four month period during which draws are allowed. The loan bears interest at 4.25% with annual maturities from March 2020 through March 2028.

County Forest Loans

Under Section 28.11(8) of the Wisconsin Statutes, counties which have established and maintained a county forest are eligible to receive annual payments from the state as a non-interest bearing loan to be used for the purchase, development, preservation and maintenance of the county forest lands. On timber cut from lands entered as "county forest lands", the county shall pay a severance share of not less than 20% of the actual stumpage sales value of timber. A higher rate of payment may be applied if agreed upon by the state and county. These severance share payments shall be credited against the cumulative payments made by the state to the county. Severance share payments shall not exceed the balance due the state. The county shall also reimburse the state the amount previously paid to the county on any county forest land withdrawn from the program; except that the state may waive all or part of such reimbursement if it finds that the lands are withdrawn for a higher public use or that the amount of such reimbursement is unreasonable when compared to the value of the land.

The County borrowed \$44,542 under this program in 2018 which was repaid during the year. There was no outstanding balance under this program at December 31, 2018.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Capital Leases – Lessee

The County has entered into lease agreements as lessee for financing the acquisition of copy machines. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. The cost of the equipment under capital leases at December 31, 2018 is as follows:

	Governmental Activities
Equipment Cost	\$ 155,888
Less: Accumulated Depreciation	(132,424)
Total	\$ 23,464

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2018, were as follows:

	Governmental Activities
2019	\$ 29,067
Less Amounts Representing Interest	1,038
Total	\$ 28,029

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Governmental Fund Balances

The governmental fund balances reported on the fund financial statements at December 31, 2018 consisted of the following:

	Total	Nonspendable	Restricted	Committed	Assigned	Unassigned
Major Funds						
General Fund:						
Delinquent Taxes and Tax Deeds	\$ 538,082	\$ 538,082	\$ -	\$ -	\$ -	\$ -
Insurance Deductible Escrow	59,952	59,952	-	-	-	-
Inventory and Prepaid Items	826,462	826,462	-	-	-	-
Tax Deed Special Assessment	37,077	37,077	-	-	-	-
85.21 Trust (Personal Escort)	39,457	-	39,457	-	-	-
Rusk Restorative Youth Program	51,004	-	-	-	51,004	-
Platbooks/Maps	13,132	-	-	-	13,132	-
Sheriff - K-9	4,735	-	-	-	4,735	-
Section 18 - Indianhead Transit	960	-	-	-	960	-
Land Information - Public Access	35,160	-	-	-	35,160	-
Junior Fair	24,970	-	-	-	24,970	-
Veterans Service Commission	11,623	-	-	-	11,623	-
Library Repairs	51,678	-	-	-	51,678	-
Park Development	31,154	-	-	-	31,154	-
Trails End	819	-	-	-	819	-
Park & Trail Development	40,519	-	-	-	40,519	-
County Conservation	5,358	-	-	-	5,358	-
Land Acquisition	36,998	-	-	-	36,998	-
Visitor Center Operations/JEM	29,814	-	-	-	29,814	-
LCD Trees	4,779	-	-	-	4,779	-
Courthouse Equipment	57,039	-	-	-	57,039	-
Gustafson Road Building	138,773	-	-	-	138,773	-
Tactical Team	52,968	-	-	-	52,968	-
Gravel Crushing	7,510	-	-	-	7,510	-
Road Aid Funded Programs	119,470	-	-	-	119,470	-
Animal Shelter Program	5,314	-	-	-	5,314	-
Spay/Neuter	21,412	-	-	-	21,412	-
RCMH Property	689,310	-	-	-	689,310	-
Subsequent Year's Budget	1,227,578	-	-	-	1,227,578	-
Extended Leave	188,064	-	-	-	188,064	-
Power Line Funds Projects	414,763	-	-	-	414,763	-
Highway Bridge Projects	369,666	-	-	-	369,666	-
Murphy Dam Repair/Replace	3,726	-	-	-	3,726	-
Unassigned	5,892,696	-	-	-	-	5,892,696
Subtotal General Fund	11,032,022	1,461,573	39,457	-	3,638,296	5,892,696
Health and Human Services Fund	386,215	-	-	-	386,215	-
Housing Revolving Loan Program Fund	335,406	287,861	47,545	-	-	-
Debt Service Fund	84,540	-	-	-	84,540	-
Capital Projects Fund	459,971	-	459,971	-	-	-
Nonmajor Funds						
Special Revenue Funds:						
Forestry State Aid Funded Projects	25,773	-	-	25,773	-	-
Jail Assessments Fees Funded Projects	1,439	-	1,439	-	-	-
Mediation Fees Funded Program	11,067	-	-	11,067	-	-
Law Enforcement Grants	63,932	45,988	-	-	17,944	-
Watershed Programs	16,271	-	-	-	16,271	-
Joint Management/Economic Development Fund	(4,468)	250	-	-	-	(4,718)
Recycling Programs	1,646	-	-	-	1,646	-
Dog License Fund Committed for Animal Control	1,000	-	-	1,000	-	-
Mining Impact Fund	439,670	-	-	439,670	-	-
Bruce Revolving Loan Program	91,638	-	-	91,638	-	-
Total Governmental Funds Balances at December 31, 2018	<u>\$ 12,946,122</u>	<u>\$ 1,795,672</u>	<u>\$ 548,412</u>	<u>\$ 569,148</u>	<u>\$ 4,144,912</u>	<u>\$ 5,887,978</u>

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION

A. Employee Vacation, Sick Leave and Compensatory Time

It is the County's policy to permit employees to accumulate earned but unused vacation, compensatory time, and sick pay benefits. Employees may accumulate 85 days of sick leave. Employees who retire at age 55 or older (50 for protected occupations) and take a retirement annuity from the Wisconsin Retirement System may use 75% of their accumulated sick leave for payment of group health insurance premiums. The estimated liability for vacation, compensatory time, and sick leave at December 31, 2018 was \$365,468 in the governmental funds and \$123,074 in the highway department internal service fund.

B. Wisconsin Retirement System Pension Plan Benefits

General Information about the Pension Plan

Plan Description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. The WRS issues an annual financial report which may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

Vesting. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

Benefits Provided. Employees who retire at or after age 65 (54 for protective occupations and 62 for elected officials and executive service retirement plan participants, if hired on or before 12/31/2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Final average earnings is the average of the participant's three highest annual earnings periods. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at or after age 55 (50 for protective occupations) and receive an actuarially-reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

Benefits Provided (Continued). The WRS also provides death and disability benefits for employees.

Contributions. Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, and Executives and Elected Officials. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the fiscal reporting period January 1, 2018 through December 31, 2018, the WRS recognized \$1,036,622 in contributions from the employer.

Contribution rates as of December 31, 2018 are:

	<u>Employee</u>	<u>Employer</u>
General (Including Teachers)	6.7%	6.7%
Executives and Elected Officials	6.7%	6.7%
Protective with Social Security	6.7%	10.7%
Protective without Social Security	6.7%	14.9%

Post-Retirement Adjustments. The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2008	6.6%	0.0%
2009	(2.1)	(42.0)
2010	(1.3)	22.0
2011	(1.2)	11.0
2012	(7.0)	(7.0)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Assets/Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2018, the County reported an asset of \$3,551,340 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2017, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2016 rolled forward to December 31, 2017. The County's proportion of the net pension asset was based on the County's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2017, the County's proportion was 0.11960923 percent, which was an increase of 0.00620496 from its proportion measured as of December 31, 2016.

For the year ended December 31, 2018, the County recognized pension expense of \$1,569,613. At December 31, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Differences Between Expected and Actual Experience	\$ 4,512,066	\$ 2,110,596
Changes of Assumptions	701,675	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	4,880,986
Changes in Proportion and Differences Between County Contributions and Proportionate Share of Contributions	75,259	53,805
County Contributions Subsequent to the Measurement Date	1,036,622	-
Total	<u>\$ 6,325,622</u>	<u>\$ (7,045,387)</u>

\$1,036,622 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an addition to the net pension asset in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31:</u>	Pension Expense Amount
2019	\$ 413,377
2020	(15,596)
2021	(1,228,940)
2022	(933,651)
2023	8,423

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Assets/Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Actuarial Assumptions. The total pension liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2016
Measurement Date of Net Pension Liability (Asset):	December 31, 2017
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	5-Year Smoothed Value
Long-Term Expected Rate of Return:	7.2%
Discount Rate:	7.2%
Inflation:	2.0% to 2.7% - approximate
Salary Increases:	
Inflation	3.2%
Seniority/Merit	0.2% - 5.6%
	WRS experience projected to
Mortality:	2017 with scale BB
Post-Retirement Adjustments*:	2.1%*

*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 2.1% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.

Actuarial assumptions are based upon an experience study conducted in 2012 using experience from 2009 – 2011. The total pension liability for December 31, 2017 is based upon a roll-forward of the liability calculated from the December 31, 2016 actuarial valuation. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the table below:

Asset Class	Core Asset Allocation		Variable Asset Allocation	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equities	N/A	N/A	70%	4.6%
International Equities	N/A	N/A	30%	4.9%
Global Equities	50%	5.3%	N/A	N/A
Fixed Income	25%	1.4%	N/A	N/A
Inflation Sensitive Assets	15%	1.0%	N/A	N/A
Real Estate	8%	3.6%	N/A	N/A
Private Equity/Debt	8%	6.5%	N/A	N/A
Multi-Asset	4%	3.6%	N/A	N/A
Cash	-10%	0.9%	N/A	N/A
Totals	100%		100%	

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Assets/Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Discount rate. A single discount rate of 7.20 percent was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.20 percent and a long term bond rate of 3.56 percent. Because of the unique structure of WRS, the 7.20 percent expected rate of return implies that a dividend of approximately 2.1 percent will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the County's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.20 percent, as well as what the County's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate:

	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
County's Proportionate Share of the Net Pension Liability (Asset)	\$ 9,188,529	\$ (3,551,340)	\$ (13,234,034)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <http://legis.wisconsin.gov/lab/> and reference report number 18-10.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

C. Risk Management

The County is exposed to various risks of losses related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; natural disasters; and employee health claims. The County has purchased commercial insurance for all risks, with minimal deductibles, and participation in Wisconsin County Mutual Insurance Corporation (WCMIC). Settled claims have not exceeded the County's coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year. Summary financial information of WCMIC as of December 31, 2018, can be obtained directly from WCMIC's offices.

D. Contingencies

From time to time, the County is party of various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the County's legal advisors that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the County's financial position or results of operations.

E. Special Items

On August 31, 2018, the County transferred the operations of Rusk County Memorial Hospital and substantially all of its assets and related liabilities to an unrelated third-party (the "Buyer"). The County retained the real estate, buildings and improvements which it intends to lease to the Buyer pursuant to a negotiated lease agreement. The cash purchase price for the purchased assets, as defined in the asset purchase agreement, is one dollar. In addition, the County and Buyer negotiated an operating agreement whereby the Buyer agrees to construct a replacement facility as part of the asset purchase agreement. The construction period is estimated to be within five years of the closing date and the estimated cost of the replacement facility is \$35,000,000.

The hospital enterprise fund reports a special item for a loss on the sale of hospital operations in the amount of \$9,259,540.

**RUSK COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

E. Special Items (Continued)

The transfer of retained assets to the general fund and closing of the hospital enterprise fund are reported as special items in the hospital enterprise fund and the governmental activities as follows:

Transferred to General Fund:		
Accounts Receivable - 3rd Party Reimbursement Programs		\$ 416,000
Capital Assets:		
Land	12,300	
Land Improvements	274,590	
Buildings	2,905,837	
Vehicles	79,041	
Total Capital Assets	<u>3,271,768</u>	
Less: Accumulated Depreciation:	<u>(3,199,298)</u>	
Net Capital Assets Transferred		72,470
Wisconsin Retirement System Net Pension Asset		1,917,961
Wisconsin Retirement System Deferred Outflows of Resources		3,323,513
Wisconsin Retirement System Deferred Inflows of Resources		<u>(3,804,980)</u>
Special Item Recorded in Hospital Enterprise Fund and Statement of Activities		<u>\$ 1,924,964</u>

This is reconciled to the special item recorded in the general fund as follows:

Special Item Recorded in Hospital Enterprise Fund and Statement of Activities	\$ 1,924,964
Capital assets not recorded in governmental funds	(72,470)
Wisconsin Retirement System asset, deferred outflows and deferred inflows not recorded in governmental funds	<u>(1,436,494)</u>
Special Item Recorded in General Fund	<u>\$ 416,000</u>

REQUIRED SUPPLEMENTARY INFORMATION

**RUSK COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2018**

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES:				
Taxes:				
General Property Taxes	\$ 4,919,138	\$ 4,919,138	\$ 4,897,053	\$ (22,085)
County Sales Taxes	900,040	900,040	930,712	30,672
Forest Crop Taxes	33,000	33,000	70,701	37,701
Redemption Fees	7,500	7,500	7,359	(141)
Ag Land Penalties	100	100	149	49
Payments in Lieu of Taxes	1,600	1,600	1,284	(316)
Interest on Taxes	180,000	180,000	146,839	(33,161)
Total Taxes	6,041,378	6,041,378	6,054,097	12,719
Intergovernmental:				
Shared Taxes from State	1,144,333	1,144,333	1,129,188	(15,145)
Tax Exempt Computer Aid	8,576	8,576	8,576	-
Guardian Ad Litem	14,000	14,000	17,284	3,284
Victim/Witness Program	16,830	16,830	21,222	4,392
Judicial Assistance	52,274	52,274	52,275	1
Drug Court Grant	123,633	123,633	102,679	(20,954)
Land Information Grant	124,152	124,152	120,118	(4,034)
County Forest Aids	37,000	37,000	37,994	994
Law Enforcement Training	4,500	4,500	2,240	(2,260)
Sheriff Vests Grant	295	295	1,164	869
Jail Inmate Housing	30,000	30,000	60,578	30,578
Jail Social Security Admin Incentives	2,000	2,000	1,600	(400)
Jail SCAAP Grant	-	-	3,049	3,049
County Conservation Aids	2,477	2,477	4,956	2,479
Emergency Government	31,498	31,498	31,795	297
State Aid LEPC	6,565	6,565	6,562	(3)
LEPC Equipment	2,000	2,000	384	(1,616)
Transit Service - Sec 18	606,920	606,920	699,390	92,470
Transit New Freedom Grant	46,298	46,298	25,000	(21,298)
Personal Escort	70,970	70,970	70,970	-
Highway Aid	661,233	661,233	661,234	1
Forest Roads	7,036	7,036	6,975	(61)
Forestry	6,016	6,016	4,768	(1,248)
Forestry Salary	47,367	47,367	47,920	553
Wisconsin Fund	-	-	3,050	3,050
Ambulance State Aid	5,950	5,950	9,729	3,779
UW Extension State Aid	861	861	460	(401)
Junior Fair State Aid	3,220	3,220	3,246	26
Airport Expansion Grant	142,500	142,500	-	(142,500)
Total Intergovernmental	3,198,504	3,198,504	3,134,406	(64,098)

See accompanying Notes to Required Supplementary Information.

RUSK COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES (CONTINUED)				
Licenses and Permits:				
County Clerk Licenses	\$ 2,400	\$ 2,400	\$ 3,650	\$ 1,250
Animal Shelter Kennel Permits	200	200	300	100
Sanitary Fees and Permits	23,000	23,000	30,316	7,316
Agent Status Review	60	60	-	(60)
Non-Metallic Mining Fees	12,905	12,905	12,730	(175)
Public Hearing Fees	2,600	2,600	6,600	4,000
Land Use Permits	41,400	41,400	49,675	8,275
Total Licenses and Permits	82,565	82,565	103,271	20,706
Fines and Forfeits:				
County Ordinance Forfeitures	44,000	44,000	38,683	(5,317)
Circuit Court Bond Forfeitures	1,000	1,000	5,161	4,161
County Share of State Fines and Forfeitures	17,000	17,000	11,953	(5,047)
Total Fines and Forfeits	62,000	62,000	55,797	(6,203)
Public Charges for Services:				
Circuit Court Fees and Costs	29,400	29,400	27,354	(2,046)
Restorative Youth Program	3,500	3,500	3,000	(500)
Drug Court Fees and Costs	-	-	1,492	1,492
Probate Fees	4,000	4,000	7,205	3,205
Jury Fees	500	500	540	40
Coroner Fees	4,100	4,100	6,750	2,650
District Attorney Fees	-	-	94	94
Sale of Copies	5,200	5,200	4,410	(790)
Courthouse Rentals	1,500	1,500	1,500	-
Real Estate Transfer Fees	31,000	31,000	33,432	2,432
Register of Deeds Fees	81,000	81,000	83,407	2,407
Sale of Maps and Plats	8,000	8,000	6,446	(1,554)
Sheriff Fees	24,150	24,150	28,400	4,250
Sheriff Copier Charges	250	250	1,245	995
Huber Fees	20,300	20,300	27,178	6,878
Jail Inmate Medical	7,000	7,000	11,987	4,987
Jail Inmate Charges	7,000	7,000	7,722	722
Jail Juvenile Reimbursement	5,000	5,000	4,234	(766)
Jail - Other	870	870	3,589	2,719
Ambulance Revenue	750,050	750,050	818,541	68,491
Airport Fuel	14,000	14,000	42,537	28,537
Airport Revenue	5,412	5,412	9,212	3,800
Rabies Clinic	20	20	-	(20)
Other Animal Shelter	12,000	12,000	19,911	7,911
County Parks Campground Fees	35,000	35,000	39,626	4,626
Fairground Rentals	2,350	2,350	2,641	291

See accompanying Notes to Required Supplementary Information.

**RUSK COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2018**

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES (CONTINUED)				
Public Charges for Services (Continued):				
Junior Fair Revenue	\$ 32,700	\$ 32,700	\$ 42,012	\$ 9,312
Trail's End Revenue	8,500	8,500	9,890	1,390
Extension Revenue	2,050	2,050	3,769	1,719
County Forest Stumpage	450,458	450,458	1,600,626	1,150,168
Other Forestry	500	500	760	260
Trees-LCD	7,602	7,602	8,106	504
Information Center Fees	1,400	1,400	1,688	288
Zoning Fees	-	-	505	505
Zoning Office Revenue	1,800	1,800	3,511	1,711
Land Information Access Fees	28,750	28,750	30,375	1,625
Veterans Commission	1,500	1,500	1,610	110
Other Public Charges	-	-	215	215
Total Public Charges for Services	1,586,862	1,586,862	2,895,520	1,308,658
Intergovernmental Charges for Services:				
Sheriff - City Reception	7,000	7,000	7,000	-
Sheriff - Other	-	-	1,560	1,560
Elections Reimbursement	10,000	10,000	11,639	1,639
Real Estate Property Listing Fee	900	900	1,572	672
Other Counties Prisoner Housing	15,000	15,000	17,180	2,180
Animal Shelter Charges	42,848	42,848	44,106	1,258
Indirect Costs	138,897	138,897	8,483	(130,414)
Tourism Reimbursement - City	28,722	28,722	28,722	-
Other Intergovernmental Charges	200	200	151	(49)
Total Intergovernmental Charges for Services	243,567	243,567	120,413	(123,154)

See accompanying Notes to Required Supplementary Information.

**RUSK COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2018**

REVENUES (CONTINUED)	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Miscellaneous:				
Investment Income:				
Circuit Court Deposit	\$ 4,450	\$ 4,450	\$ 4,696	\$ 246
General Fund Investments	100,000	100,000	222,138	122,138
Insurance Escrow	100	100	1,281	1,181
Park Development Fund	-	-	526	526
Trail's End Fund	-	-	70	70
Personal Escort Trust	-	-	585	585
Powerline	3,000	3,000	11,463	8,463
Animal Shelter	-	-	96	96
Jail	-	-	65	65
Ambulance	-	-	203	203
Tactical Team	-	-	1,014	1,014
Indigent Fees/Guardian Ad Litem	33,000	33,000	70,387	37,387
County Clerk Materials/Supplies	3,365	3,365	4,234	869
Insurance Claims:				
Airport	-	-	3,225	3,225
Insurance Dividends	10,000	10,000	23,499	13,499
Treasurer Reimbursements	13,000	13,000	15,985	2,985
Tax Deed Property	7,625	7,625	14,796	7,171
Sale of Property and Equipment:				
Sheriff	12,000	12,000	42,689	30,689
Courthouse and General Government	-	-	12,164	12,164
Sheriff Reimbursements	1,000	1,000	3,892	2,892
Sheriff Court Ordered Restitution	500	500	2,135	1,635
Telephone Reimbursements - Jail	3,500	3,500	6,864	3,364
Law Enforcement Center Rent	13,360	13,360	13,360	-
Rental of Farmland - Airport	9,528	9,528	11,977	2,449
Hospital/Nursing Home Property Rent	-	-	168,043	168,043
Gustafson Road Building Rent	-	-	20,000	20,000
Centennial	3,500	3,500	1,900	(1,600)
Tourism Reimbursement	1,222	1,222	555	(667)
Powerline	48,590	48,590	48,590	-
Donations and Gifts:				
Animal Shelter	5,000	5,000	19,694	14,694
Sheriff	-	-	25	25
K-9	5,000	5,000	11,979	6,979
Tactical Team	-	-	82,380	82,380
Park	-	-	586	586
Ambulance	300	300	150	(150)
Personal Escort	-	-	59,670	59,670
Rusk Restorative Youth Program	-	-	700	700
Junior Fair	20,000	20,000	28,988	8,988
Other	-	-	21,100	21,100

See accompanying Notes to Required Supplementary Information.

RUSK COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES (CONTINUED)				
Miscellaneous:				
Miscellaneous:				
County Board	\$ -	\$ -	\$ 56	\$ 56
Courthouse	-	-	10,323	10,323
Animal Shelter	50	50	109	59
Jail	-	-	5,083	5,083
Ambulance	-	-	1,936	1,936
Airport	-	-	3,200	3,200
Other	4,275	4,275	6,239	1,964
Total Miscellaneous	302,365	302,365	958,650	656,285
Total Revenues	11,517,241	11,517,241	13,322,154	1,804,913
EXPENDITURES				
General Government:				
County Board	87,380	88,878	89,276	(398)
Board of Adjustment	3,179	3,179	2,259	920
Circuit Court	406,571	406,571	389,343	17,228
Drug Court	123,633	125,365	105,904	19,461
Rusk Restorative Youth Program	59,782	59,782	53,798	5,984
Guardian Ad Litem/Indigents	90,000	90,000	108,050	(18,050)
Coroner	74,525	74,525	74,703	(178)
District Attorney	140,926	190,795	190,474	321
Crime Victim Witness	42,074	42,074	43,613	(1,539)
Corporate Counsel	75,000	75,000	74,246	754
County Clerk	192,343	192,343	191,010	1,333
Administrative Coordinator/Human Resources	139,392	145,425	221,088	(75,663)
Section 125 Administration	500	500	900	(400)
Elections	53,000	53,000	57,708	(4,708)
Finance	318,570	318,570	309,217	9,353
Cost Allocation	4,600	70,798	4,535	66,263
Independent Auditing	26,750	26,750	30,750	(4,000)
County Treasurer	283,836	283,836	278,825	5,011
Assessment of Property	4,500	4,500	3,426	1,074
Tax Deed Property	6,125	6,125	14,532	(8,407)
Courthouse	621,808	621,808	605,589	16,219
County Owned Building Maintenance	14,500	14,500	12,851	1,649
Register of Deeds	174,477	174,477	172,145	2,332
Land Information Program	276,756	276,756	216,126	60,630
Information Technology	268,156	270,141	269,349	792
Uncollectible Taxes	300	300	-	300
Insurance	123,246	123,246	139,876	(16,630)
Public Access	3,500	3,500	3,050	450
Board of Canvass	673	673	461	212
Contingency	150,000	-	-	-
Total General Government	3,766,102	3,743,417	3,663,104	80,313

See accompanying Notes to Required Supplementary Information.

RUSK COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2018

EXPENDITURES (CONTINUED)	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Public Safety:				
Jail	\$ 1,642,741	\$ 1,642,741	\$ 1,687,150	\$ (44,409)
Jail Maintenance	25,270	25,270	28,953	(3,683)
Sheriff	1,931,031	1,931,031	1,890,882	40,149
Tactical Team	32,865	32,865	71,705	(38,840)
Ambulance	852,311	852,311	867,595	(15,284)
Dam Maintenance	1,000	1,000	361	639
Emergency Government	79,249	79,249	78,728	521
L.E.P.C.	4,000	4,000	613	3,387
Total Public Safety	<u>4,568,467</u>	<u>4,568,467</u>	<u>4,625,987</u>	<u>(57,520)</u>
Public Works:				
Airport	73,788	73,788	80,852	(7,064)
Indianhead Transit	671,718	671,718	742,890	(71,172)
ICAA Personal Escort	85,164	85,164	85,164	-
Highway Administration	131,341	131,341	137,475	(6,134)
Highway Maintenance	1,656,054	1,816,356	1,810,221	6,135
Bridge Construction	746,005	746,005	265,317	480,688
Gravel	-	-	18,410	(18,410)
Total Public Works	<u>3,364,070</u>	<u>3,524,372</u>	<u>3,140,329</u>	<u>384,043</u>
Health and Human Services:				
Animal Shelter	122,390	122,390	124,028	(1,638)
Veteran's Commission	1,588	1,588	2,073	(485)
Care of Veterans' Graves	1,700	1,700	1,001	699
Total Health and Human Services	<u>125,678</u>	<u>125,678</u>	<u>127,102</u>	<u>(1,424)</u>
Culture, Recreation and Education:				
City/County Library	227,395	227,395	227,395	-
Other Library	81,035	81,035	74,034	7,001
Historical Museum	1,000	1,000	1,000	-
Senior/Youth Operations	24,605	24,605	22,626	1,979
Parks and Recreation	201,756	201,756	193,663	8,093
Fairgrounds Upkeep	32,000	32,000	36,407	(4,407)
Junior Fair	55,140	55,140	54,858	282
Trail's End Youth Camp	13,975	13,975	11,186	2,789
Extension	54,295	54,295	45,104	9,191
Total Culture, Recreation and Education	<u>691,201</u>	<u>691,201</u>	<u>666,273</u>	<u>24,928</u>

See accompanying Notes to Required Supplementary Information.

RUSK COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
EXPENDITURES (CONTINUED)				
Conservation and Development:				
Forestry	\$ 529,509	\$ 529,509	\$ 521,719	\$ 7,790
Conservation	45,816	45,816	47,135	(1,319)
Conservation Aids	4,954	4,954	9,912	(4,958)
Habitat Development	1,689	1,689	2,271	(582)
LCD Tree Program	7,341	7,341	8,075	(734)
Zoning Administration	191,157	191,157	181,671	9,486
Economic Development Programs	120,701	120,701	113,551	7,150
Industrial Development	5,222	5,222	-	5,222
Gustafson Road Building	83,200	83,200	23,116	60,084
Visitors' Center	71,167	71,167	63,493	7,674
Total Conservation and Development	1,060,756	1,060,756	970,943	89,813
Capital Outlay:				
Land Information Equipment	3,000	3,000	-	3,000
Courthouse Equipment	53,247	53,247	2,030	51,217
Parks and Recreation Equipment	105,000	105,000	31,613	73,387
Forestry	21,516	21,516	-	21,516
Fairgrounds	20,000	20,000	44,967	(24,967)
Sheriff	112,450	112,450	163,473	(51,023)
Register of Deeds	-	-	32,154	(32,154)
Personal Escort Vehicles and Equipment	-	-	48,900	(48,900)
Airport Equipment	150,000	150,000	7,500	142,500
Total Capital Outlay	465,213	465,213	330,637	134,576
Total Expenditures	14,041,487	14,179,104	13,524,375	654,729
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	(2,524,246)	(2,661,863)	(202,221)	2,459,642
OTHER FINANCING SOURCES (USES)				
Transfers In	303,322	303,322	692,837	389,515
Transfers Out	(5,000)	(5,000)	(26,568)	(21,568)
Total Other Financing Sources (Uses)	298,322	298,322	666,269	367,947
SPECIAL ITEM				
Dissolution of Hospital Enterprise Fund	-	-	416,000	416,000
NET CHANGE IN FUND BALANCE				
	(2,225,924)	(2,363,541)	880,048	3,243,589
Fund Balance, January 1	10,151,974	10,151,974	10,151,974	-
FUND BALANCE, DECEMBER 31	\$ 7,926,050	\$ 7,788,433	\$ 11,032,022	\$ 3,243,589

See accompanying Notes to Required Supplementary Information.

**RUSK COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
HEALTH AND HUMAN SERVICES FUND
YEAR ENDED DECEMBER 31, 2018**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 960,794	\$ 960,794	\$ 960,794	\$ -
Intergovernmental	2,891,797	2,891,797	3,005,328	113,531
Public Charges for Services	124,311	124,311	152,289	27,978
Intergovernmental Charges for Services	222,451	222,451	222,734	283
Miscellaneous:				
Interest	-	-	352	352
Other	179,616	179,616	212,365	32,749
Total Revenues	<u>4,378,969</u>	<u>4,378,969</u>	<u>4,553,862</u>	<u>174,893</u>
EXPENDITURES				
Health and Human Services	<u>4,245,882</u>	<u>4,245,882</u>	<u>4,090,350</u>	<u>155,532</u>
EXCESS OF REVENUES OVER EXPENDITURES	133,087	133,087	463,512	330,425
OTHER FINANCING USES				
Transfers Out	<u>(137,298)</u>	<u>(137,298)</u>	<u>(484,238)</u>	<u>(346,940)</u>
NET CHANGE IN FUND BALANCE	(4,211)	(4,211)	(20,726)	(16,515)
Fund Balance, January 1	<u>406,941</u>	<u>406,941</u>	<u>406,941</u>	<u>-</u>
FUND BALANCE, DECEMBER 31	<u><u>\$ 402,730</u></u>	<u><u>\$ 402,730</u></u>	<u><u>\$ 386,215</u></u>	<u><u>\$ (16,515)</u></u>

See accompanying Notes to Required Supplementary Information.

**RUSK COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
HOUSING FUND
YEAR ENDED DECEMBER 31, 2018**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Miscellaneous:				
Interest	\$ 50	\$ 50	\$ 456	\$ 406
Other	30,000	30,000	77,954	47,954
Total Revenues	<u>30,050</u>	<u>30,050</u>	<u>78,410</u>	<u>48,360</u>
EXPENDITURES				
Conservation and Development	<u>57,000</u>	<u>57,000</u>	<u>46,281</u>	<u>10,719</u>
CHANGE IN FUND BALANCE	(26,950)	(26,950)	32,129	59,079
Fund Balance, January 1	<u>303,277</u>	<u>303,277</u>	<u>303,277</u>	<u>-</u>
FUND BALANCE, DECEMBER 31	<u><u>\$ 276,327</u></u>	<u><u>\$ 276,327</u></u>	<u><u>\$ 335,406</u></u>	<u><u>\$ 59,079</u></u>

See accompanying Notes to Required Supplementary Information.

**RUSK COUNTY, WISCONSIN
SCHEDULE OF PROPORTIONATE SHARE OF
WISCONSIN RETIREMENT SYSTEM NET PENSION PLAN ASSET/LIABILITY
LAST TEN FISCAL YEARS
(PRESENTED PROSPECTIVELY FROM IMPLEMENTATION)**

Measurement Date:	<u>12/31/2014</u>	<u>12/31/2015</u>	<u>12/31/2016</u>	<u>12/31/2017</u>
County's Proportion of the net Pension Liability (Asset)	0.11345254%	0.11131533%	0.11340427%	0.11960923%
County's Proportionate Share of the Net Pension Liability (Asset)	\$ (2,786,705)	\$ 1,808,853	\$ 934,722	\$ (3,551,340)
County's Covered Payroll	\$ 14,268,666	\$ 15,444,085	\$ 16,445,616	\$ 17,607,783
County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	-19.53%	11.71%	5.68%	-20.17%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	102.74%	98.20%	99.12%	102.93%

See accompanying Notes to Required Supplementary Information.

**RUSK COUNTY, WISCONSIN
SCHEDULE OF CONTRIBUTIONS TO
WISCONSIN RETIREMENT SYSTEM PENSION PLAN
LAST TEN FISCAL YEARS
(PRESENTED PROSPECTIVELY FROM IMPLEMENTATION)**

Fiscal Year Ended: December 31,	2015	2016	2017	2018
Contractually Required Contribution	\$ 1,097,104	\$ 1,136,646	\$ 1,268,709	\$ 1,036,622
Contributions in Relation to the Contractually Required Contributions	(1,097,104)	(1,136,646)	(1,268,709)	(1,036,622)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's Covered Payroll	\$ 15,412,443	\$ 16,445,616	\$ 17,607,783	\$ 14,418,929
Contributions as a Percentage of Covered Payroll	7.12%	6.91%	7.21%	7.19%

Changes of Benefit Terms. There were no changes of benefit terms for any participating employer in WRS.

Changes of Assumptions. There were no changes in the assumptions.

See accompanying Notes to Required Supplementary Information.

**RUSK COUNTY, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2018**

BUDGETARY INFORMATION

GASB Statement No. 34 requires the presentation of budgetary comparison schedules for the general fund and for each major special revenue fund. Budgetary information for the general fund, health and human services fund, housing fund, mining fund and joint management/economic development fund is derived from the County's annual operating budget.

The County's annual operating budget is adopted in accordance with Chapter 65 of the Wisconsin Statutes and on a basis consistent with generally accepted accounting principles. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. The County's legal budget is adopted at the major function level in the general fund (i.e., general government) and at the fund level in all other funds. The County exercises budgetary expenditure control at the department level.

Budget amounts in the financial statements include both original adopted budget and the final budget. Changes to the budget during the year, if any, generally include amendments authorized by the governing body, additions of approved carryover amounts and appropriations of revenues and other sources for specified expenditures/uses. Appropriated budget amounts in the general fund lapse at the end of the year unless specifically carried over for financing subsequent year expenditures.

SUPPLEMENTARY INFORMATION
COMBINING AND INDIVIDUAL FUND STATEMENTS

**RUSK COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2018**

	Special Revenue Funds						
	State Aid Forestry	Snowmobile Trails	Jail Assessment Fees	Mediation Fees	Wildlife Damage Abatement	Law Enforcement Grants	Watershed
ASSETS							
Cash and Investments	\$ 16,973	\$ 24,483	\$ 844	\$ 11,017	\$ -	\$ 11,330	\$ -
Taxes Receivable	-	1,535	-	-	-	25,987	116,764
Accounts Receivable	-	-	-	-	-	-	-
Due from Other Governmental Units	15,251	25,629	102	-	28,970	16,624	148,909
Due from Fiduciary Funds	-	-	493	230	-	-	-
Prepaid Items	-	-	-	-	-	45,988	-
Long-Term Receivables	-	-	-	-	-	-	-
Total Assets	\$ 32,224	\$ 51,647	\$ 1,439	\$ 11,247	\$ 28,970	\$ 99,929	\$ 265,673
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Vouchers Payable	\$ 3,196	\$ 26,440	\$ -	\$ 180	\$ 7,852	\$ 10,010	\$ 218
Due to Other Funds	-	-	-	-	21,118	-	132,420
Unearned Revenues:	3,255	23,672	-	-	-	-	-
Deposits	-	-	-	-	-	-	-
Total Liabilities	6,451	50,112	-	180	28,970	10,010	132,638
Deferred Inflows of Resources:							
Subsequent Year's Property Taxes	-	1,535	-	-	-	25,987	116,764
Unavailable Revenue - Long-Term Receivables	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	1,535	-	-	-	25,987	116,764
Fund Balances:							
Nonspendable	-	-	-	-	-	45,988	-
Restricted	-	-	1,439	-	-	-	-
Committed	25,773	-	-	11,067	-	-	-
Assigned	-	-	-	-	-	17,944	16,271
Unassigned	-	-	-	-	-	-	-
Total Fund Balances	25,773	-	1,439	11,067	-	63,932	16,271
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 32,224	\$ 51,647	\$ 1,439	\$ 11,247	\$ 28,970	\$ 99,929	\$ 265,673

**RUSK COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2018**

	Special Revenue Funds (Continued)					Total Nonmajor Governmental Funds
	Recycling	Dog License	Mining Impact Fund	Bruce Revolving Loan Fund	Joint Management/ Economic Development Fund	
ASSETS						
Cash and Investments	\$ 23,921	\$ 1,000	\$ 439,550	\$ 91,638	\$ 11,403	\$ 632,159
Taxes Receivable	9,237	-	-	-	-	153,523
Accounts Receivable	-	-	-	-	7,639	7,639
Due from Other Governmental Units	-	-	120	-	-	235,605
Due from Fiduciary Funds	-	-	-	-	-	723
Prepaid Items	-	-	-	-	250	46,238
Long-Term Receivables	-	-	-	6,224	233,620	239,844
Total Assets	\$ 33,158	\$ 1,000	\$ 439,670	\$ 97,862	\$ 252,912	\$ 1,315,731
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Vouchers Payable	\$ 20,852	\$ -	\$ -	\$ -	\$ 17,371	\$ 86,119
Due to Other Funds	-	-	-	-	-	153,538
Unearned Revenues:	-	-	-	-	-	26,927
Deposits	1,423	-	-	-	6,389	7,812
Total Liabilities	22,275	-	-	-	23,760	274,396
Deferred Inflows of Resources:						
Subsequent Year's Property Taxes	9,237	-	-	-	-	153,523
Unavailable Revenue - Long-Term Receivables	-	-	-	6,224	233,620	239,844
Total Deferred Inflows of Resources	9,237	-	-	6,224	233,620	393,367
Fund Balances:						
Nonspendable	-	-	-	-	250	46,238
Restricted	-	-	-	-	-	1,439
Committed	-	1,000	439,670	91,638	-	569,148
Assigned	1,646	-	-	-	-	35,861
Unassigned	-	-	-	-	(4,718)	(4,718)
Total Fund Balances	1,646	1,000	439,670	91,638	(4,468)	647,968
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 33,158	\$ 1,000	\$ 439,670	\$ 97,862	\$ 252,912	\$ 1,315,731

**RUSK COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2018**

Special Revenue Funds

	State Aid Forestry	Snowmobile Trails	Jail Assessment Fees	Mediation Fees	Wildlife Damage Abatement	Law Enforcement Grants	Watershed
REVENUES							
Taxes:							
General Property Taxes	\$ -	\$ 1,616	\$ -	\$ 5,100	\$ -	\$ 25,174	\$ 112,562
Payments in Lieu of Taxes	-	-	-	-	-	-	-
Intergovernmental	232,198	155,364	-	-	28,970	62,851	178,261
Licenses and Permits	-	-	-	-	-	-	-
Fines and Forfeits	-	-	10,907	-	-	940	-
Public Charges for Services	-	-	-	3,705	-	-	-
Interest	-	-	-	-	-	-	-
Other	2,000	-	-	-	-	20,634	807
Total Revenues	<u>234,198</u>	<u>156,980</u>	<u>10,907</u>	<u>8,805</u>	<u>28,970</u>	<u>109,599</u>	<u>291,630</u>
EXPENDITURES							
Public Safety	-	-	-	-	-	120,633	-
Public Works	-	-	-	-	-	-	-
Health and Human Services	-	-	-	6,180	-	-	-
Culture, Recreation and Education	-	156,490	-	-	-	-	-
Conservation and Development	214,046	-	-	-	28,592	-	275,759
Total Expenditures	<u>214,046</u>	<u>156,490</u>	<u>-</u>	<u>6,180</u>	<u>28,592</u>	<u>120,633</u>	<u>275,759</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	20,152	490	10,907	2,625	378	(11,034)	15,871
OTHER FINANCING SOURCES (USES)							
Transfers In	691	-	-	-	22	26,273	400
Transfers Out	-	(490)	(13,000)	-	(400)	(5,417)	-
Total Other Financing Sources (Uses)	<u>691</u>	<u>(490)</u>	<u>(13,000)</u>	<u>-</u>	<u>(378)</u>	<u>20,856</u>	<u>400</u>
NET CHANGE IN FUND BALANCES	20,843	-	(2,093)	2,625	-	9,822	16,271
Fund Balances, January 1	4,930	-	3,532	8,442	-	54,110	-
FUND BALANCES, DECEMBER 31	<u>\$ 25,773</u>	<u>\$ -</u>	<u>\$ 1,439</u>	<u>\$ 11,067</u>	<u>\$ -</u>	<u>\$ 63,932</u>	<u>\$ 16,271</u>

**RUSK COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED DECEMBER 31, 2018**

	Special Revenue Funds (Continued)					Total Nonmajor Governmental Funds
	Recycling	Dog License	Mining Impact Fund	Bruce Revolving Loan Fund	Joint Management/ Economic Development Fund	
REVENUES						
Taxes:						
General Property Taxes	\$ 818	\$ -	\$ -	\$ -	\$ -	\$ 145,270
Payments in Lieu of Taxes	-	-	-	-	15,408	15,408
Intergovernmental	82,022	-	-	-	-	739,666
Licenses and Permits	300	17,191	-	-	-	17,491
Fines and Forfeits	-	4,832	-	-	-	16,679
Public Charges for Services	11,645	-	-	-	-	15,350
Interest	-	-	9,355	1,985	13,479	24,819
Other	-	-	7,500	797	225,572	257,310
Total Revenues	<u>94,785</u>	<u>22,023</u>	<u>16,855</u>	<u>2,782</u>	<u>254,459</u>	<u>1,231,993</u>
EXPENDITURES						
Public Safety	-	-	-	-	-	120,633
Public Works	98,453	-	-	-	-	98,453
Health and Human Services	-	1,570	-	-	-	7,750
Culture, Recreation and Education	-	-	-	-	-	156,490
Conservation and Development	-	-	-	-	139,540	657,937
Total Expenditures	<u>98,453</u>	<u>1,570</u>	<u>-</u>	<u>-</u>	<u>139,540</u>	<u>1,041,263</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,668)	20,453	16,855	2,782	114,919	190,730
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	162,266	-	38,552	228,204
Transfers Out	(3,604)	(20,453)	(127,514)	(1,500)	(169,587)	(341,965)
Total Other Financing Sources (Uses)	<u>(3,604)</u>	<u>(20,453)</u>	<u>34,752</u>	<u>(1,500)</u>	<u>(131,035)</u>	<u>(113,761)</u>
NET CHANGE IN FUND BALANCES	(7,272)	-	51,607	1,282	(16,116)	76,969
Fund Balances, January 1	8,918	1,000	388,063	90,356	11,648	570,999
FUND BALANCES, DECEMBER 31	<u>\$ 1,646</u>	<u>\$ 1,000</u>	<u>\$ 439,670</u>	<u>\$ 91,638</u>	<u>\$ (4,468)</u>	<u>\$ 647,968</u>

**RUSK COUNTY, WISCONSIN
DEBT SERVICE FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 1,558,130	\$ 1,558,130	\$ 1,558,130	\$ -
Miscellaneous:				
Interest	-	-	1,474	1,474
Other	89,472	89,472	85,650	(3,822)
Total Revenues	<u>1,647,602</u>	<u>1,647,602</u>	<u>1,645,254</u>	<u>(2,348)</u>
EXPENDITURES				
Principal Retirement	1,339,122	1,339,122	1,313,549	25,573
Interest and Fiscal Charges	324,237	324,237	313,327	10,910
Total Expenditures	<u>1,663,359</u>	<u>1,663,359</u>	<u>1,626,876</u>	<u>36,483</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(15,757)	(15,757)	18,378	34,135
OTHER FINANCING SOURCES				
Transfers In	<u>15,757</u>	<u>15,757</u>	-	<u>(15,757)</u>
NET CHANGE IN FUND BALANCE	-	-	18,378	18,378
Fund Balance, January 1	<u>66,162</u>	<u>66,162</u>	<u>66,162</u>	<u>-</u>
FUND BALANCE, DECEMBER 31	<u><u>\$ 66,162</u></u>	<u><u>\$ 66,162</u></u>	<u><u>\$ 84,540</u></u>	<u><u>\$ 18,378</u></u>

SCHEDULE C-1

RUSK COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2018

	Highway	Central Duplication	Car Pool	HRA Fund	Totals
ASSETS					
Current Assets:					
Treasurer's Cash and Investments	\$ 928,116	\$ 74,351	\$ 56,397	\$ 1,828,666	\$ 2,887,530
Accounts Receivable	308,462	2,390	-	-	310,852
Due from Other Governmental Units	339,900	-	-	-	339,900
Inventories	711,765	3,284	-	-	715,049
Prepaid Items	3,646	-	-	-	3,646
Total Current Assets	2,291,889	80,025	56,397	1,828,666	4,256,977
Restricted Assets:					
Wisconsin Retirement System Net Pension Asset	273,009	-	-	-	273,009
Noncurrent Assets:					
Capital Assets:					
Land and Land Improvements	209,631	-	-	-	209,631
Construction in Progress	129,016	-	-	-	129,016
Buildings and Improvements	654,165	-	-	-	654,165
Machinery and Equipment	8,123,587	155,888	176,398	-	8,455,873
Less Accumulated Depreciation	(5,687,461)	(132,424)	(163,866)	-	(5,983,751)
Total Noncurrent Assets	3,428,938	23,464	12,532	-	3,464,934
Total Assets	5,993,836	103,489	68,929	1,828,666	7,994,920
DEFERRED OUTFLOWS OF RESOURCES					
Wisconsin Retirement System Pension Related	486,282	-	-	-	486,282
LIABILITIES					
Current Liabilities:					
Accounts Payable	326,133	880	306	293,972	621,291
Unearned Revenue	1,468	-	-	-	1,468
Current Portion of Note Payable	-	28,029	-	-	28,029
Current Portion of Employee Leave Liability	52,975	-	-	-	52,975
Total Current Liabilities	380,576	28,909	306	293,972	703,763
Long-Term Liabilities (Net of Current Portion):					
Accrued Employee Leave Liability	70,099	-	-	-	70,099
Total Liabilities	450,675	28,909	306	293,972	773,862
DEFERRED INFLOWS OF RESOURCES					
Wisconsin Retirement System Pension Related	541,614	-	-	-	541,614
NET POSITION					
Net Investment in Capital Assets	3,428,938	(4,565)	12,532	-	3,436,905
Restricted for Pension Plan	273,009	-	-	-	273,009
Unrestricted	1,785,882	79,145	56,091	1,534,694	3,455,812
Total Net Position	\$ 5,487,829	\$ 74,580	\$ 68,623	\$ 1,534,694	\$ 7,165,726

**RUSK COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018**

	Highway	Central Duplication	Car Pool	HRA Fund	Totals
OPERATING REVENUES					
Charges for Services	\$ 4,233,521	\$ 96,667	\$ 27,258	\$ -	\$ 4,357,446
Other Operating Revenues	73,027	-	1,623	50,340	124,990
Total Operating Revenues	<u>4,306,548</u>	<u>96,667</u>	<u>28,881</u>	<u>50,340</u>	<u>4,482,436</u>
OPERATING EXPENSES	<u>5,589,687</u>	<u>92,647</u>	<u>41,941</u>	<u>2,863</u>	<u>5,727,138</u>
OPERATING INCOME (LOSS)	(1,283,139)	4,020	(13,060)	47,477	(1,244,702)
NONOPERATING REVENUES (EXPENSES):					
Interest Expense	-	(4,141)	-	-	(4,141)
Intergovernmental Grants and Aids	214,827	-	-	-	214,827
Total Nonoperating Revenues (Expenses)	<u>214,827</u>	<u>(4,141)</u>	<u>-</u>	<u>-</u>	<u>210,686</u>
INCOME (LOSS) BEFORE TRANSFERS	(1,068,312)	(121)	(13,060)	47,477	(1,034,016)
TRANSFERS:					
Transfer from Capital Projects Fund	<u>1,208,682</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,208,682</u>
CHANGE IN NET POSITION	140,370	(121)	(13,060)	47,477	174,666
Net Position - Beginning of Year	<u>5,347,459</u>	<u>74,701</u>	<u>81,683</u>	<u>1,487,217</u>	<u>6,991,060</u>
NET POSITION - END OF YEAR	<u>\$ 5,487,829</u>	<u>\$ 74,580</u>	<u>\$ 68,623</u>	<u>\$ 1,534,694</u>	<u>\$ 7,165,726</u>

**RUSK COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2018**

	Highway	Central Duplication	Car Pool	HRA Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customers and Users	\$ 4,113,663	\$ 95,401	\$ 28,881	\$ 50,340	\$ 4,288,285
Cash Payments for Goods and Services	(4,700,242)	(52,948)	(32,887)	-	(4,786,077)
Cash Payments for Employee Services	(454,616)	-	-	-	(454,616)
Cash Payments for Insurance Claims	-	-	-	(191,683)	(191,683)
Net Cash Provided by (Used for) Operating Activities	(1,041,195)	42,453	(4,006)	(141,343)	(1,144,091)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Cash Received from State Aid	214,827	-	-	-	214,827
Transfer from Capital Projects Fund	1,208,682	-	-	-	1,208,682
Net Cash Provided by Noncapital Financing Activities	1,423,509	-	-	-	1,423,509
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Cash Received from Salvage of Capital Assets	13,363	-	1,606	-	14,969
Cash Paid for Acquisition and Major Repairs of Capital Assets	(496,438)	-	-	-	(496,438)
Cash Paid for Principal on Capital Lease	-	(34,615)	-	-	(34,615)
Cash Paid for Interest on Capital Lease	-	(4,141)	-	-	(4,141)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(483,075)	(38,756)	1,606	-	(520,225)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(100,761)	3,697	(2,400)	(141,343)	(240,807)
Cash and Cash Equivalents - January 1	1,028,877	70,654	58,797	1,970,009	3,128,337
CASH AND CASH EQUIVALENTS - DECEMBER 31	<u>\$ 928,116</u>	<u>\$ 74,351</u>	<u>\$ 56,397</u>	<u>\$ 1,828,666</u>	<u>\$ 2,887,530</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (1,283,139)	\$ 4,020	\$ (13,060)	\$ 47,477	\$ (1,244,702)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation	277,652	31,286	8,748	-	317,686
Net Change in Wisconsin Pension System Related Items:					
Asset / Liability	(344,342)	-	-	-	(344,342)
Deferred Outflows of Resources	76,418	-	-	-	76,418
Deferred Inflows of Resources	316,758	-	-	-	316,758
(Increase) Decrease in Assets:					
Accounts Receivable	(129,610)	(1,266)	-	-	(130,876)
Due from Other Governments	(63,275)	-	-	-	(63,275)
Inventory	8,377	10,867	-	-	19,244
Prepaid Items	(2,461)	-	-	-	(2,461)
Increase (Decrease) in Liabilities:					
Accounts Payable	116,993	(2,454)	306	(188,820)	(73,975)
Accrued Employee Leave	(14,566)	-	-	-	(14,566)
Net Cash Provided by (Used for) Operating Activities	<u>\$ (1,041,195)</u>	<u>\$ 42,453</u>	<u>\$ (4,006)</u>	<u>\$ (141,343)</u>	<u>\$ (1,144,091)</u>

**RUSK COUNTY, WISCONSIN
AGENCY FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2018**

	Tax Agency	Clerk of Courts	District Attorney	Human Services	Sheriff	Triad	Jail Inmate	Totals
ASSETS								
Cash and Investments	\$ -	\$ 128,053	\$ 1,279	\$ 486	\$ 1,131	\$ 268	\$ 38,166	\$ 169,383
Taxes Receivable:								
Current Apportionment	1,062	-	-	-	-	-	-	1,062
Total Assets	<u>\$ 1,062</u>	<u>\$ 128,053</u>	<u>\$ 1,279</u>	<u>\$ 486</u>	<u>\$ 1,131</u>	<u>\$ 268</u>	<u>\$ 38,166</u>	<u>\$ 170,445</u>
LIABILITIES								
Due Other Governmental Units:								
State	\$ 1,062	\$ 16,155	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,217
Due to Governmental Funds	-	9,675	-	-	-	-	-	9,675
Special Deposits	-	102,223	1,279	486	1,131	268	38,166	143,553
Total Liabilities	<u>\$ 1,062</u>	<u>\$ 128,053</u>	<u>\$ 1,279</u>	<u>\$ 486</u>	<u>\$ 1,131</u>	<u>\$ 268</u>	<u>\$ 38,166</u>	<u>\$ 170,445</u>

**RUSK COUNTY, WISCONSIN
GENERAL FUND
STATEMENT OF CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2018**

	Balance 1/1/18	County Appropriations	Other Revenues	Fund Transfers				Total Available	Expenditures	Balance 12/31/18
				General Fund		Other Funds				
				In	Out	In	Out			
Nonspendable										
Delinquent Taxes and Tax Deeds	\$ 563,413	\$ -	\$ -	\$ -	\$ 25,331	\$ -	\$ -	\$ 538,082	\$ -	\$ 538,082
Insurance Deductible Escrow	74,356	-	-	-	14,404	-	-	59,952	-	59,952
Inventory and Prepaid Items	665,285	-	-	161,177	-	-	-	826,462	-	826,462
Tax Deed Special Assessment	25,401	-	-	11,676	-	-	-	37,077	-	37,077
Total Nonspendable Balances	1,328,455	-	-	172,853	39,735	-	-	1,461,573	-	1,461,573
Restricted										
85.21 Trust (Personal Escort)	87,777	14,194	71,550	-	-	-	-	173,521	134,064	39,457
Assigned										
Continuing Appropriations:										
Rusk Restorative Youth Program	62,211	4,207	37,862	-	-	-	-	104,280	53,276	51,004
Platbooks/Maps	6,685	-	6,447	-	-	-	-	13,132	-	13,132
Sheriff - K-9	6,633	-	11,979	-	1,558	-	-	17,054	12,319	4,735
Section 18 - Indianhead Transit	955	18,500	724,395	-	-	-	-	743,850	742,890	960
Land Information - Public Access	30,238	-	148,069	-	-	-	-	178,307	143,147	35,160
Junior Fair	26,614	-	74,246	-	-	-	-	100,860	75,890	24,970
Veterans Service Commission	11,586	500	1,610	-	-	-	-	13,696	2,073	11,623
Library Repairs	51,679	227,395	-	-	-	-	-	279,074	227,396	51,678
Park Development	27,169	-	526	3,459	-	-	-	31,154	-	31,154
Trails End	749	-	70	-	-	-	-	819	-	819
Trail & Park Development	-	-	75,000	-	-	-	-	75,000	34,481	40,519

**RUSK COUNTY, WISCONSIN
GENERAL FUND
STATEMENT OF CHANGES IN FUND BALANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2018**

	Balance 1/1/18	County Appropriations	Other Revenues	Fund Transfers				Total Available	Expenditures	Balance 12/31/18
				General Fund		Other Funds				
				In	Out	In	Out			
Assigned (Continued)										
Continuing Appropriations: (Continued)										
County Conservation	\$ 7,837	\$ 2,477	\$ 4,956	\$ -	\$ -	\$ -	\$ -	\$ 15,270	\$ 9,912	\$ 5,358
Land Acquisition	19,338	-	17,660	-	-	-	-	36,998	-	36,998
Visitor Center Operations/JEM	29,842	32,500	30,965	-	-	-	-	93,307	63,493	29,814
LCD Trees	4,748	-	8,106	-	-	-	-	12,854	8,075	4,779
Courthouse Equipment	47,684	-	10,594	-	-	-	-	58,278	1,239	57,039
Vending Machines Expense	-	-	100	-	-	-	-	100	100	-
Gustafson Road Building	142,994	-	20,000	-	1,105	-	-	161,889	23,116	138,773
Tactical Team	24,785	32,865	83,393	-	-	-	-	141,043	88,075	52,968
Gravel Crushing	25,920	-	-	-	-	-	-	25,920	18,410	7,510
Road Aid Funded Programs	106,041	-	36,975	-	-	-	-	143,016	23,546	119,470
Animal Shelter Program	-	-	5,314	-	-	-	-	5,314	-	5,314
Spay/Neuter	9,644	-	14,098	-	-	-	-	23,742	2,330	21,412
RCMH Property	452,996	-	-	236,314	-	-	-	689,310	-	689,310
Subtotal - Continuing Appropriations	1,096,348	318,444	1,312,365	239,773	2,663	-	-	2,964,267	1,529,768	1,434,499
Subsequent Year's Budget	1,366,038	-	-	-	138,460	-	-	1,227,578	-	1,227,578
Extended Leave	289,777	-	-	-	101,713	-	-	188,064	-	188,064
Power Line Funds Projects	433,300	-	60,053	-	48,590	-	-	444,763	30,000	414,763
Highway Bridge Projects	569,476	65,507	-	-	-	-	-	634,983	265,317	369,666
Murphy Dam Repair/Replace	4,087	-	-	-	-	-	-	4,087	361	3,726
Total Assigned Balances	3,759,026	383,951	1,372,418	239,773	291,426	-	-	5,463,742	1,825,446	3,638,296
Unassigned	4,976,716	4,498,908	7,397,133	331,161	412,626	692,837	26,568	17,457,561	11,564,865	5,892,696
Total General Fund Balance	\$ 10,151,974	\$ 4,897,053	\$ 8,841,101	\$ 743,787	\$ 743,787	\$ 692,837	\$ 26,568	\$ 24,556,397	\$ 13,524,375	\$ 11,032,022