

**CITY OF BARABOO, WISCONSIN
TAX INCREMENT DISTRICT NO. 10**

COMPILED FINANCIAL STATEMENTS

**AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2022 AND
FROM DATE OF CREATION THROUGH DECEMBER 31, 2022**



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAconnect.com

**CITY OF BARABOO, WISCONSIN
TAX INCREMENTAL DISTRICT NO. 10
TABLE OF CONTENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2022 AND
FROM DATE OF CREATION THROUGH DECEMBER 31, 2022**

ACCOUNTANTS' COMPILATION REPORT	1
FINANCIAL STATEMENTS	
BALANCE SHEET	2
HISTORICAL SUMMARY OF PROJECT COSTS, PROJECT REVENUES, AND NET COST TO BE RECOVERED THROUGH TAX INCREMENTS	3
HISTORICAL SUMMARY OF SOURCES, USES, AND STATUS OF FUNDS	4
NOTES TO THE FINANCIAL STATEMENTS	5



ACCOUNTANTS' COMPILATION REPORT

Common Council
City of Baraboo, Wisconsin
Tax Incremental District No. 10
Baraboo, Wisconsin

Management is responsible for the accompanying balance sheet, historical summary of project costs, project revenues, and net cost to be recovered through tax increments and historical summary of sources, uses, and status of funds of the City of Baraboo, Wisconsin Tax Incremental District No. 10, as of and for the year ended December 31, 2022 and from the period of creation through December 31, 2022 in the accompanying form prescribed by the Wisconsin Department of Revenue. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements included in the accompanying prescribed form nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the financial statements included in the accompanying prescribed form.

The financial statements included in the accompanying prescribed form are in accordance with requirements of the Wisconsin Department of Revenue and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Milwaukee, Wisconsin
August 29, 2023

**CITY OF BARABOO, WISCONSIN
TAX INCREMENTAL DISTRICT NO. 10
BALANCE SHEET
AS OF DECEMBER 31, 2022
(SEE ACCOUNTANTS' COMPILATION REPORT)**

ASSETS

Cash and Investments	\$ 675,163
Receivables:	
Taxes	<u>81,949</u>
Total Assets	<u><u>\$ 757,112</u></u>

**LIABILITIES, DEFERRED INFLOWS OF
RESOURCES, AND FUND BALANCES**

LIABILITIES

Accounts Payable	\$ 11,203
------------------	-----------

DEFERRED INFLOWS OF RESOURCES

Property Taxes Levied for Next Period	123,318
---------------------------------------	---------

FUND BALANCES

Restricted	<u>622,591</u>
------------	----------------

Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u><u>\$ 757,112</u></u>
--	--------------------------

See accompanying Notes to the Annual Report.

**CITY OF BARABOO, WISCONSIN
TAX INCREMENTAL DISTRICT NO. 10
HISTORICAL SUMMARY OF PROJECT COSTS, PROJECT REVENUES,
AND NET COST TO BE RECOVERED THROUGH TAX INCREMENTS
YEAR ENDED DECEMBER 31, 2022
(AND FROM DATE OF CREATION THROUGH DECEMBER 31, 2022)
(SEE ACCOUNTANTS' COMPILATION REPORT)**

	Year Ended	From Date of Creation
PROJECTS COSTS		
Project Costs	\$ 349,783	\$ 354,283
Administration	13,191	22,761
Professional Services	20,876	36,276
Developer Payments	-	-
Interest and Fiscal Charges	17,747	17,764
Debt Issuance Costs	20,761	20,761
Total Project Costs	422,358	451,845
PROJECT REVENUES		
Tax Increments	982	982
Intergovernmental	-	-
Public Charges for Services	-	-
Intergovernmental Charges for Services	-	-
Special Assessments	-	-
Investment Income	5,172	5,172
Other Revenue	-	-
Contribution from the City	-	-
Premium on Debt Issued	43,282	43,282
Total Project Revenues	\$ 49,436	49,436
NET COST TO BE RECOVERED (EXCESS RECOVERED) THROUGH TAX INCREMENTS AT DECEMBER 31, 2022		\$ 402,409
RECONCILIATION OF RECOVERABLE COSTS		
G.O. Debt		\$ 1,025,000
Less: Fund Balance		(622,591)
NET COST TO BE RECOVERED (EXCESS RECOVERED) THROUGH TAX INCREMENTS AT DECEMBER 31, 2022		\$ 402,409

See accompanying Notes to the Annual Report.

**CITY OF BARABOO, WISCONSIN
TAX INCREMENTAL DISTRICT NO. 10
HISTORICAL SUMMARY OF SOURCES, USES, AND STATUS OF FUNDS
YEAR ENDED DECEMBER 31, 2022
(AND FROM DATE OF CREATION THROUGH DECEMBER 31, 2022)
(SEE ACCOUNTANTS' COMPILATION REPORT)**

	Year Ended	From Date of Creation
SOURCES OF FUNDS		
Tax Increments	\$ 982	\$ 982
Intergovernmental	-	-
Public Charges for Services	-	-
Intergovernmental Charges for Services	-	-
Special Assessments	-	-
Investment Income	5,172	5,172
Other Revenue	-	-
Contribution from the City	-	-
Proceeds of Long-Term Debt	1,025,000	1,025,000
Premium on Debt Issued	43,282	43,282
Total Sources of Funds	1,074,436	1,074,436
USES OF FUNDS		
Project Costs	349,783	354,283
Administration	13,191	22,761
Professional Services	20,876	36,276
Developer Payments	-	-
Principal on Long-Term Debt	-	-
Interest and Fiscal Charges	17,747	17,764
Debt Issuance Costs	20,761	20,761
Total Uses of Funds	422,358	451,845
EXCESS OF SOURCES OVER (UNDER) USES	652,078	622,591
Fund Balance (Deficit) - Beginning of Year	(29,487)	-
FUND BALANCE (DEFICIT) - END OF YEAR	\$ 622,591	\$ 622,591

See accompanying Notes to the Annual Report.

**CITY OF BARABOO, WISCONSIN
TAX INCREMENTAL DISTRICT NO. 10
NOTES TO THE ANNUAL REPORT
DECEMBER 31, 2022
(SEE ACCOUNTANTS' COMPILATION REPORT)**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Baraboo, Wisconsin Tax Incremental District No. 10 (the District) conform to accounting principles as applicable to governmental units as defined by Wisconsin Statutes Section 66.1105.

The City of Baraboo, Wisconsin uses the criteria set forth by the Governmental Accounting Standards Board to determine the scope of the reporting entity of Tax Incremental District No. 10. The accompanying financial statements reflect all the significant operations of the City of Baraboo, Wisconsin Tax Incremental District No. 10.

A. Description of Fund Structure

The report contains the financial information of the City of Baraboo, Wisconsin Tax Incremental District No. 10. The summary statements were prepared from data recorded in the following funds:

- Capital Projects TID Fund No. 10

Detailed descriptions of the purpose of these funds and long-term debt can be found in the City of Baraboo, Wisconsin's basic financial statements.

The data was consolidated for purposes of this report. Therefore, the amounts shown in the accompanying statements will not directly correlate with amounts shown in the basic financial statements of the City of Baraboo, Wisconsin.

The District was created under the provisions of Wisconsin Statute Section 66.1105. The purpose of that section is to allow a municipality to recover development and improvements costs in a designated area from the property taxes generated on the increased value of the property after the creation date of the District. The tax on the increased value is called a tax increment.

With respect to the District, the statutes allow the municipality to collect tax increments until the net project cost has been fully recovered, or until the end of the maximum life of the District, as specified and allowed under state statute, whichever occurs first. Project costs uncollected at the dissolution date are absorbed by the City of Baraboo, Wisconsin.

**CITY OF BARABOO, WISCONSIN
TAX INCREMENTAL DISTRICT NO. 10
NOTES TO THE ANNUAL REPORT
DECEMBER 31, 2022
(SEE ACCOUNTANTS' COMPILATION REPORT)**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Description of Fund Structure (Continued)

Project costs may not be incurred longer than five years prior to the termination date of the District. The statutes allow the municipality to collect tax increments until the net project costs have been fully recovered or maximum life based on the resolution date and type of TID, whichever occurs first.

	<u>Creation Date</u>	<u>Last Date to Incur Project Costs</u>	<u>Final Dissolution Date</u>
TID No. 10	September 22, 2020	September 22, 2042	2047

The project plans, on file in the office of the city clerk-treasurer detail the proposed projects, the estimated years of construction or site acquisition, and the estimated costs of the individual project components.

B. Basis of Accounting

Under the modified basis of accounting, revenues are recognized only to the extent that they are susceptible to accrual, which means when they become both measurable and available to finance expenditures of the fiscal period. Revenue is considered to be available when it is collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. If accrued revenue is not yet available, the related receivable is matched by a deferred inflow of resources for unavailable revenue and revenue recognition occurs only when the revenue eventually does become available. Project costs, other than interest on long-term debt, are recorded when the related fund liability is incurred.

District increments are recorded as revenue in the year due. Intergovernmental aids and grants are recognized as revenues in the period the related expenditures are incurred, if applicable, or when the City is entitled to the aids.

Other general revenues are recognized when received in cash or when measurable and available under the criteria described above.

**CITY OF BARABOO, WISCONSIN
TAX INCREMENTAL DISTRICT NO. 10
NOTES TO THE ANNUAL REPORT
DECEMBER 31, 2022
(SEE ACCOUNTANTS' COMPILATION REPORT)**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Use of Estimates

The preparation of financial statements in conformity with the regulatory basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

D. Measurement Focus

The measurement focus of all governmental funds is the funds flow concept. Under the funds flow concept, sources and uses of financial resources, including capital outlays, debt proceeds, and debt retirements are reflected in operations. Resources not available to finance expenditures and commitments of the current periods are recognized as deferred inflows of resources or a reservation of fund balance. Liabilities for claims, judgements, compensated absences, and pension contributions which will not be currently liquidated using expendable available financial resources are shown in the long-term debt footnote disclosure. The related expenditures are recognized when the liabilities are liquidated.

E. Project Plan Budget

The estimated revenues and expenditures of the District are adopted in the project plan. Those estimates are for the entire life of the District and may not be comparable to interim results presented in this report.

F. Long-Term Debt

Short-term liabilities are recorded as fund liabilities. All other long-term liabilities are shown in the long-term debt footnote disclosure.

Proceeds of long-term debt issues not recorded as fund liabilities are reflected as "Sources of Funds" in the operating settlement of the recipient fund. Retirement of these issues is reported as an expenditure in the year in which the debt matures or is repaid, whichever is earlier.

G. Claims and Judgements

Claims and judgements are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgements that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not liquidated with expendable available financial resources, a liability is shown in the long-term debt footnote disclosure. The related expenditure is recognized when the liability is liquidated.

**CITY OF BARABOO, WISCONSIN
TAX INCREMENTAL DISTRICT NO. 10
NOTES TO THE ANNUAL REPORT
DECEMBER 31, 2022
(SEE ACCOUNTANTS' COMPILATION REPORT)**

NOTE 2 CASH AND TEMPORARY INVESTMENTS

The District invests their funds in accordance with the provisions of the Wisconsin State Statutes 66.0603(lm) and 67.11(2).

The District, as a fund of the City, maintains separate and common cash and investment accounts at the same financial institutions utilized by the City. Federal depository insurance and the State of Wisconsin Guarantee Fund insurance apply to the City of Baraboo, Wisconsin as an individual municipality and, accordingly, the amount insured funds is not determinable for the District.

NOTE 3 GENERAL OBLIGATION DEBT

All general obligation bonds payable are backed by the full faith and credit of the City. Bonds borrowed to finance the District's expenditures will be retired by tax increments accumulated by the debt service fund. If those revenues are not sufficient, payments will be made by future tax levies.

Governmental Activities General Obligation Debt	Date of Issue	Interest Rates	Date of Maturity	Original Indebtedness	Balance 12/31/2022
General Obligation Corporate Purpose Bonds	07/14/22	3.375 - 5.000%	05/01/42	\$ 1,025,000	\$ 1,025,000
Total					<u>\$ 1,025,000</u>

Aggregate maturities of all long-term debt related to the District are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ -	\$ 55,943	\$ 55,943
2024	-	43,125	43,125
2025	-	43,125	43,125
2026	10,000	42,875	52,875
2027	25,000	42,000	67,000
2028 - 2032	300,000	171,625	471,625
2033 - 2037	330,000	103,138	433,138
2038 - 2042	360,000	35,600	395,600
Total	<u>\$ 1,025,000</u>	<u>\$ 537,431</u>	<u>\$ 1,562,431</u>



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAGlobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.