

BARRON COUNTY, WISCONSIN
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2017

**BARRON COUNTY, WISCONSIN
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2017**

INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	16
STATEMENT OF ACTIVITIES	17
BALANCE SHEET – GOVERNMENTAL FUNDS	18
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES	19
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	20
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	21
STATEMENT OF NET POSITION – PROPRIETARY FUNDS	22
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION – PROPRIETARY FUNDS	23
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS	24
STATEMENT OF NET POSITION – FIDUCIARY FUNDS	25
NOTES TO BASIC FINANCIAL STATEMENTS	26
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULES	
1 – BUDGETARY COMPARISON SCHEDULE – GENERAL FUND	58
2 – BUDGETARY COMPARISON SCHEDULE – HEALTH AND HUMAN SERVICES FUND	59
3 – SCHEDULE OF COUNTY'S PROPORTIONATE SHARE OF WISCONSIN RETIREMENT SYSTEM NET PENSION PLAN ASSET (LIABILITY) - LAST TEN FISCAL YEARS	60
4 – SCHEDULE OF COUNTY'S CONTRIBUTIONS TO WISCONSIN RETIREMENT SYSTEM PENSION PLAN - LAST TEN FISCAL YEARS	61
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	62

**BARRON COUNTY, WISCONSIN
TABLE OF CONTENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2017**

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

A-1 – COMBINING BALANCE SHEET	63
A-2 – COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES	66

GENERAL FUND

B-1 – DETAILED BALANCE SHEET	69
B-2 – STATEMENT OF CHANGES IN FUND BALANCE	70
B-3 – DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	72

DEBT SERVICE FUND

C-1 – DETAILED BALANCE SHEET	79
C-2 – DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE	80

WASTE-TO-ENERGY PLANT ENTERPRISE FUND

D-1 – STATEMENT OF NET POSITION	81
D-2 – STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	82
D-3 – STATEMENT OF CASH FLOWS	83
D-4 – SCHEDULE OF OPERATING EXPENSES	84

HIGHWAY DEPARTMENT INTERNAL SERVICE FUND

E-1 – STATEMENT OF NET POSITION	85
E-2 – DETAILED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	87
E-3 – STATEMENT OF CASH FLOWS	89

AGENCY FUNDS

F-1 – COMBINING STATEMENT OF NET POSITION	90
---	----

INDEPENDENT AUDITORS' REPORT

The County Board
Barron County, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Barron County, Wisconsin (the County) as of and for the year ended December 31, 2017, 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 County of Barron Housing Authority, which represents 100% of assets, net position and revenues of the discretely presented component unit. 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 Housing Authority of the County of Barron, 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Barron County, Wisconsin as of December 31, 2017, and the respective changes in the financial position and cash flows, where applicable, thereof and 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, and pension information, 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. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the County's basic financial statements for the year ended December 31, 2016 which are not presented with the accompanying financial statements. In our report dated July 19, 2017, we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements as a whole. The 2016 individual and combining fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was

The County Board
Barron County

derived from and relates directly to the underlying accounting and other records used to prepare the 2016 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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. In our opinion, the 2016 individual and combining fund statements are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 16, 2018, on our consideration of the County's internal control over financial reporting and on our tests on its compliance with certain provisions of laws, regulations, contracts, and 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 result of that testing, and not to provide an opinion on the effectiveness of 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

Rice Lake, Wisconsin
July 16, 2018

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

As management of Barron County, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Barron County for the year ended December 31, 2017. We encourage readers to consider the information presented here in conjunction with the County's financial statements, which begin on page 16 following this narrative.

FINANCIAL HIGHLIGHTS

Key financial highlights for the year ended December 31, 2017 include the following:

- The assets and deferred outflows of resources of Barron County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$111,524,362 (net position). Of this amount, \$76,147,780 represented the County's net investment in capital assets, \$608,149 was held for restricted purposes, and \$34,768,433 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 increased by \$6,119,163. Net position related to the governmental activities of the County increased \$5,723,639 while net position related to business-type activities increased \$395,524.
- At the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$24,651,900, an increase of \$1,689,685 from the previous year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$9,893,818 or 46.7% of total general fund expenditures.
- The County's outstanding general obligation debt decreased by \$2,528,757 during the current fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Barron 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 Barron County's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of Barron 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.

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).

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

Both of the government-wide financial statements distinguish functions of Barron 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, transportation, sanitation, health and human services, culture, recreation and education, and conservation and development. The business-type activities of the County consist of a waste-to-energy plant owned by the County.

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. Barron 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.

Barron County maintains twenty-one individual governmental funds (The County's various debt service funds are considered one fund for report purposes). 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 special revenue fund, the county sales tax special revenue fund, and the debt service fund, all of which are considered to be major funds. Data from the other seventeen 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.

The basic governmental fund financial statements can be found beginning on page 18 of this report.

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

Proprietary Funds. Barron 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 an enterprise fund to account for transactions relating to the operations of its waste-to-energy plant. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. Barron County uses an internal service fund to account for its highway department operations. Because the services of the highway department 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 waste-to-energy plant, which is considered a major fund and the highway department. The basic proprietary fund financial statements can be found beginning on page 22 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 25 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 26 of this report.

Supplementary Information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the County's operating budget and pension. Required supplementary information can be found beginning on page 58 of this report.

Following the basic government-wide and fund financial statements, accompanying notes and required supplementary information, additional supplementary information has been provided as part of this report. The supplementary information includes combining statements for nonmajor governmental funds and individual fund statements for selected funds. This supplementary information section of the report begins on page 63.

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

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 Barron County, assets and deferred outflows of resources exceeded liabilities and deferred inflow of resources by \$111,524,362 at the close of the most recent fiscal year. The largest portion of Barron County's net position (68.3%) 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 Statements of Net Position
December 31, 2017 and 2016**

	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Current and Other Assets	\$ 59,129,490	\$ 55,750,302	\$ 998,075	\$ 1,187,959	\$ 60,127,565	\$ 56,938,261
Capital Assets	86,648,278	84,968,538	1,582,093	1,862,066	88,230,371	86,830,604
Internal Balances	373,608	449,608	(373,608)	(449,608)	-	-
Total Assets	<u>146,151,376</u>	<u>141,168,448</u>	<u>2,206,560</u>	<u>2,600,417</u>	<u>148,357,936</u>	<u>143,768,865</u>
Deferred Outflows of Resources	6,564,424	9,653,220	301,653	-	6,866,077	9,653,220
Long-Term Debt	10,511,489	13,907,972	1,009,080	1,190,000	11,520,569	15,097,972
Other Long-Term Obligations	3,719,182	3,480,292	295,833	210,000	4,015,015	3,690,292
Other Liabilities	3,764,056	4,286,582	168,306	685,592	3,932,362	4,972,174
Total Liabilities	<u>17,994,727</u>	<u>21,674,846</u>	<u>1,473,219</u>	<u>2,085,592</u>	<u>19,467,946</u>	<u>23,760,438</u>
Deferred Inflows of Resources	24,107,060	24,256,448	124,645	-	24,231,705	24,256,448
Net Position:						
Net Investment in Capital Assets	75,755,687	71,824,634	392,093	462,066	76,147,780	72,286,700
Restricted	608,149	607,419	-	-	608,149	607,419
Unrestricted	34,250,177	32,458,321	518,256	52,759	34,768,433	32,511,080
Total Net Position	<u>\$ 110,614,013</u>	<u>\$ 104,890,374</u>	<u>\$ 910,349</u>	<u>\$ 514,825</u>	<u>\$ 111,524,362</u>	<u>\$ 105,405,199</u>

An additional portion of Barron County's net position (0.5%) represents resources that are subject to other restrictions on how they may be used. The remaining \$34,768,433, of total net position (31.2%) may be used to meet the County's ongoing obligations to citizens and creditors.

The County's net position increased \$6,119,163 during the current fiscal year. The increase consisted of an increase in net position related to governmental activities in the amount of \$5,723,639 and an increase in net position related to business-type activities in the amount of \$395,524.

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

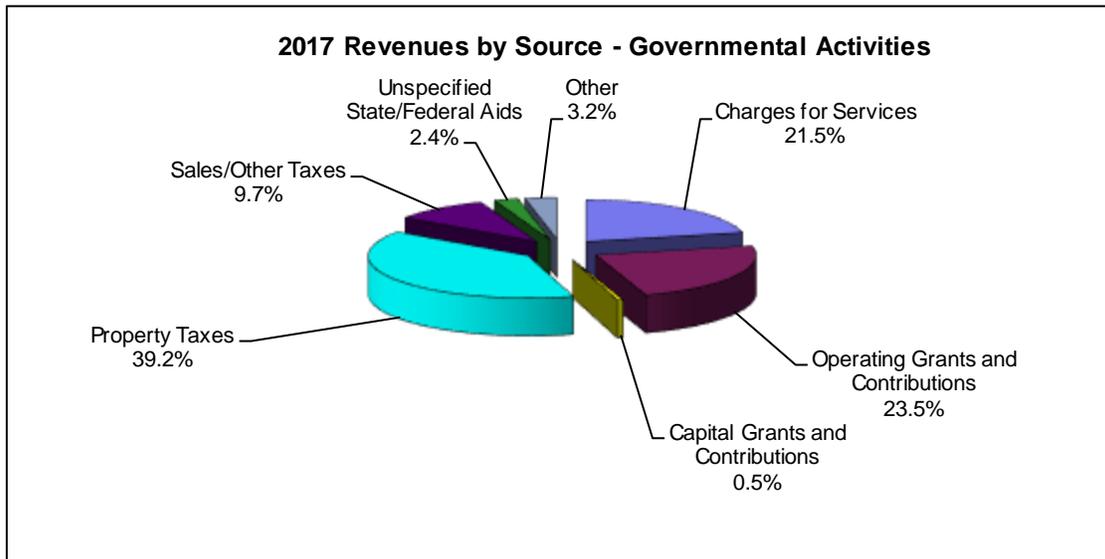
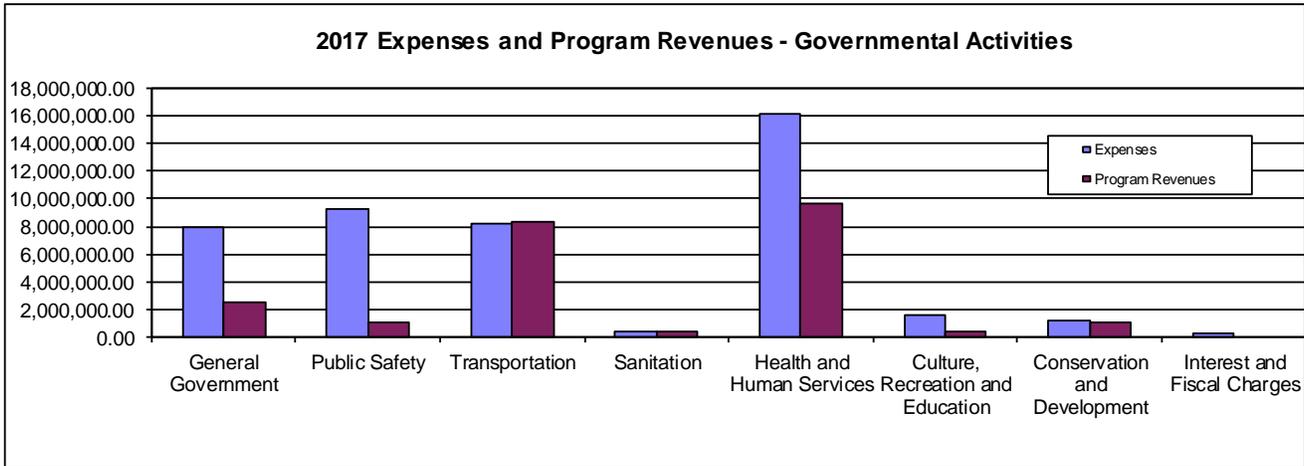
The following is a summary of the changes in the County's net position for the years ended December 31, 2017 and 2016:

**Condensed Statement of Changes in Net Position
Years Ended December 31, 2017 and 2016**

	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program Revenues:						
Charges for Services	\$ 11,090,823	\$ 12,827,002	\$ 3,629,480	\$ 3,178,622	\$ 14,720,303	\$ 16,005,624
Operating Grants and Contributions	12,095,118	12,664,007	-	-	12,095,118	12,664,007
Capital Grants and Contributions	281,424	467,942	-	-	281,424	467,942
General Revenues:						
Property Taxes	20,210,095	19,569,260	-	-	20,210,095	19,569,260
Other Taxes	4,988,265	4,685,974	-	-	4,988,265	4,685,974
State and Federal Aids Not Restricted to Specific Programs	1,252,743	1,262,133	-	-	1,252,743	1,262,133
Other	1,249,244	696,194	91,410	376,066	1,340,654	1,072,260
Total Revenues	51,167,712	52,172,512	3,720,890	3,554,688	54,888,602	55,727,200
Expenses:						
General Government	7,990,142	6,844,018	-	-	7,990,142	6,844,018
Public Safety	9,266,703	9,100,536	-	-	9,266,703	9,100,536
Transportation	8,234,615	12,662,424	-	-	8,234,615	12,662,424
Sanitation	406,849	453,702	-	-	406,849	453,702
Health and Human Services	16,173,518	16,124,952	-	-	16,173,518	16,124,952
Culture, Recreation and Education	1,598,661	2,563,339	-	-	1,598,661	2,563,339
Conservation and Development	1,252,989	1,092,904	-	-	1,252,989	1,092,904
Interest and Fiscal Charges	294,692	335,003	-	-	294,692	335,003
Waste-to-Energy Plant	-	-	3,551,270	3,996,483	3,551,270	3,996,483
Total Expenses	45,218,169	49,176,878	3,551,270	3,996,483	48,769,439	53,173,361
Change in Net Position Before Transfers	5,949,543	2,995,634	169,620	(441,795)	6,119,163	2,553,839
Transfers	(225,904)	42,920	225,904	(42,920)	-	-
Change in Net Position	5,723,639	3,038,554	395,524	(484,715)	6,119,163	2,553,839
Net Position - Beginning of the Year	104,890,374	101,851,820	514,825	999,540	105,405,199	102,851,360
Net Position - End of the Year	\$ 110,614,013	\$ 104,890,374	\$ 910,349	\$ 514,825	\$ 111,524,362	\$ 105,405,199

A review of the statement of activities can provide a concise picture of how the various functions/programs of Barron County are funded. The following charts draw data from the statement of activities. For governmental activities the County's main services for funding governmental services are property taxes (39.2%), charges for services (21.5%) and operating grants/contributions (23.5 %).

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**



FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS

As noted earlier, Barron 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 Barron 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.

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

As of December 31, 2017, the County's governmental funds reported combined ending fund balances of \$24,651,900 an increase of \$1,689,685 from the previous year. The governmental funds comprising this balance are shown below:

	Fund Balance at December 31, 2017					Total	Change During Year
	Nonspendable	Restricted	Committed	Assigned	Unassigned		
Major Funds:							
General Fund	\$ 4,094,199	\$ -	\$ 1,576,066	\$ 4,344,201	\$ 9,893,818	\$ 19,908,284	\$ 2,476,675
Human Services Fund	3,041	-	746,959	-	-	750,000	-
Debt Service Fund	-	13,526	-	-	-	13,526	(1,615)
County Sales Tax Fund	-	-	1,763,357	-	-	1,763,357	(245,262)
Nonmajor Funds:							
Special Revenue Funds	-	150,496	1,447,521	-	-	1,598,017	(66,125)
Capital Project Funds	-	-	618,716	-	-	618,716	(473,988)
Total Fund Balances	<u>\$ 4,097,240</u>	<u>\$ 164,022</u>	<u>\$ 6,152,619</u>	<u>\$ 4,344,201</u>	<u>\$ 9,893,818</u>	<u>\$ 24,651,900</u>	<u>\$ 1,689,685</u>

Restrictions of fund balances represent amounts that are not subject to appropriation or are legally restricted by outside parties for use for a specific purpose. Assignments of fund balance represent tentative management plans that are subject to change. The balance of the unassigned fund balance is not set aside for specific purposes and is displayed as unassigned.

The general fund is the primary operating fund used to account for the governmental operations of Barron 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 94.0% of total general fund expenditures reported on the statement of revenues, expenditures and changes in fund balances while the unassigned balance represented 46.7% of the same amount.

The general fund's total fund balance increased \$2,476,675 during the year; with the unassigned portion of the fund increasing \$1,273,942.

The County's health and human services fund did not change during the year in accordance with the County's fund balance policy adopted in 2004. A transfer to or from the general fund is made at year-end to bring ending fund balance to \$750,000. The net transfer for 2017 was \$764,702 to the general fund.

For reporting purposes, the County has combined its individual debt service funds into one fund. The debt service fund balance at December 31, 2017 totaled \$13,526.

The County Sales Tax Fund had an ending fund balance at December 31, 2017 of \$1,763,357.

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

The aggregated other governmental funds column includes various special revenue funds and capital projects funds. The accumulated fund balances of these funds decreased by \$540,113 during 2017. These funds are individually detailed in the supplementary information section of this report.

Proprietary Funds

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

As of December 31, 2017, the County's waste-to-energy fund reported net position of \$910,349 an increase of \$395,524 from the previous year. Of this balance, \$392,093 consisted of the net investment in capital assets, leaving a fund balance of \$518,256 in unrestricted net position. The County had an interfund advance from its general fund to the waste-to-energy fund of \$373,608 outstanding at December 31, 2017 to finance plant upgrades from the construction of the new electrical generation project.

GENERAL FUND BUDGETARY HIGHLIGHTS

As shown in the *Budgetary Comparison Schedule* for the general fund (in required supplementary information), the final 2017 general fund budget was different than the original budget adopted by the County Board, primarily due to the appropriation of unbudgeted program revenues and the inclusion of continuing appropriations from 2016 not included in the original budget. The County ended the year with a positive budget variance for revenues primarily due to public charges for service being higher than budgeted. The County ended the year with a positive variance for expenditures, partially due to unexpended continuing appropriations.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

Barron County's investment in capital assets for its governmental and business-type activities as of December 31, 2017, amounted to \$88,230,371 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements, equipment, vehicles, and highway and other infrastructure as shown on the following page:

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

**Capital Assets (Net of Accumulated Depreciation)
December 31, 2017 and 2016**

	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Not Subject to Depreciation:						
Land and Land Rights	\$ 5,103,531	\$ 5,373,231	\$ 3,750	\$ 3,750	\$ 5,107,281	\$ 5,376,981
Construction Work in Progress	1,835,107	3,018,556	27,100	87,656	1,862,207	3,106,212
Subject to Depreciation:						
Land Improvements	1,864,683	1,913,329	-	-	1,864,683	1,913,329
Buildings and Improvements	27,837,147	29,211,368	1,145,028	1,526,704	28,982,175	30,738,072
Equipment and Vehicles	11,581,292	11,722,941	406,215	243,956	11,987,507	11,966,897
Highway Infrastructure	36,359,550	32,340,580	-	-	36,359,550	32,340,580
Other Infrastructure	2,066,968	1,388,533	-	-	2,066,968	1,388,533
Total	<u>\$ 86,648,278</u>	<u>\$ 84,968,538</u>	<u>\$ 1,582,093</u>	<u>\$ 1,862,066</u>	<u>\$ 88,230,371</u>	<u>\$ 86,830,604</u>

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

Long-Term Obligations

At December 31, 2017, Barron County had outstanding \$14,682,147 of long-term debt and other long-term obligations. A summary detail of this amount, together with the net change from the previous year, is shown below:

	Governmental Activities		Business-Type Activities		Totals Outstanding		% Change
	2017	2016	2017	2016	2017	2016	
General Obligation Debt:							
Bonds	\$ 6,740,000	\$ 7,965,000	\$ 1,190,000	\$ 1,400,000	\$ 7,930,000	\$ 9,365,000	(15.3)%
Notes	4,131,894	5,225,651	-	-	4,131,894	5,225,651	(20.9)
Unamortized Debt Premium	20,697	28,251	-	-	20,697	28,251	(26.7)
Unamortized Debt Discount	(36,082)	(60,598)	-	-	(36,082)	(60,598)	(0.4)
Subtotal	10,856,509	13,158,304	1,190,000	1,400,000	12,046,509	14,558,304	(17.3)
Other Long-Term Obligations:							
Forest Crop Loans Payable	30,436	30,436	-	-	30,436	30,436	-
Estimated Employee Leave	2,493,287	2,406,041	75,833	-	2,569,120	2,406,041	6.8
Total	<u>\$ 13,380,232</u>	<u>\$ 15,594,781</u>	<u>\$ 1,265,833</u>	<u>\$ 1,400,000</u>	<u>\$ 14,646,065</u>	<u>\$ 16,994,781</u>	(13.8)

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 Barron County outstanding at December 31, 2017 totaled \$12,061,894, approximately 5.9% of the maximum legal limit of \$205,234,690. Additional information on Barron County's long-term debt is reported in Note 2.E following the financial statements.

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

CURRENTLY KNOWN FACTS

Barron County began collecting the ½ cent sales tax in 1986 with a total collection of \$517,493. In 2017, this amount had grown to a record annual figure of \$4,385,248. This equates to an increase of \$3,867,755 or over eight times the first year's collections. During the 32 year period since 1986, average annual increases have been approximately \$120,867. This translates into a yearly percentage increase in excess of 3%.

Sales tax revenues collected in excess of budget in one year are utilized in the second year following collection. For the year ended December 31, 2017, the County used sales tax revenue as a direct reduction in the general operating property tax levy in the amount of \$ 4,625,000.

Comparative unemployment rates for Barron County, Wisconsin and the United States are as follows:

<u>Year</u>	<u>Barron County</u>	<u>State</u>	<u>National</u>	<u>Year</u>	<u>Barron County</u>	<u>State</u>	<u>National</u>
2017	3.60%	3.30%	4.40%	2012	7.00%	6.90%	8.10%
2016	4.50%	3.70%	4.70%	2011	8.00%	7.50%	9.00%
2015	5.00%	4.50%	5.30%	2010	6.30%	8.30%	9.60%
2014	6.10%	5.60%	6.20%	2009	8.10%	8.60%	9.90%
2013	6.70%	5.80%	6.70%	2008	5.80%	4.70%	5.80%

Comparative Values of Building Permits as Issued by the Barron County Zoning Department:

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2017	\$ 33,541,753	2013	\$ 20,641,897	2009	\$ 16,963,475
2016	29,118,477	2012	37,381,977	2008	25,407,964
2015	60,872,544	2011	14,033,764	2007	24,525,120
2014	20,911,494	2010	15,134,548	2006	31,311,774

Data on Barron County foreclosure *filings* is as follows.

<u>Year</u>	<u>Number</u>	<u>Year</u>	<u>Number</u>	<u>Year</u>	<u>Number</u>
2017	#80	2013	#143	2009	#236
2016	#81	2012	#175	2008	#210
2015	#80	2011	#188	2007	#174
2014	#88	2010	#217	2006	#149

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

Under Wisconsin Act 32, in 2011 and all future years, a municipality is allowed to increase its levy ceiling over the amount it levied in the prior year by the percentage increase in equalized value from net new construction or zero percent, whichever is greater. Act 32 also made changes to the levy limit law with regard to carry forward amounts, negative adjustments for reduced debt service on debt issued prior to July 1, 2005, and an option for avoiding negative adjustments. Furthermore, the new statute established specific penalties for failure to meet the new levy limit requirements. Among the penalties for exceeding the limits is the reduction of state shared revenues and transportation aids.

With the passage of Act 20, Governor Walker's 2013-2015 budget repealed the county operating tax (mill) rate limit. Counties continue to remain subject to levy limits and current law provisions pertaining to the issuance of debt.

Levy limit rates are based on \$1,000/valuation. Comparative levy rate data is as follows:

Year	Operating	Debt	Library	Year	Operating	Debt	Library
2017	\$ 4.48	\$ 0.57	\$ 0.19	2012	\$ 4.11	\$ 0.60	\$ 0.20
2016	4.42	0.63	0.19	2011	4.02	0.60	0.19
2015	4.40	0.65	0.20	2010	3.70	0.59	0.16
2014	4.52	0.50	0.21	2009	3.59	0.57	0.15
2013	4.43	0.62	0.23	2008	3.56	0.48	0.15

Net New Construction continues to play a very significant role in the determination of levy limit increases due to Act 32. Specifically, the current rules allow the annual levy limit ceiling increase to be equal to zero, or Net New Construction, whichever is greater. The Net New Construction for the 2016/2017 budget year was 1.38% which calculates to \$247,796.

Year	% Increase	Year	% Increase	Year	% Increase
2015/2017	1.38%	2013/2014	2.28%	2010/2011	0.70%
2015/2016	2.25%	2012/2013	0.92%	2009/2010	0.75%
2014/2015	0.94%	2011/2012	0.70%	2008/2009	1.96%

Total maximum and actual tax levy based on current law are:

Year	Maximum	Actual	Year	Maximum	Actual
2017	\$ 21,247,314	\$ 17,747,703	2012	\$ 19,307,044	\$ 17,571,099
2016	20,846,954	19,569,260	2011	17,560,031	17,227,317
2015	20,468,034	19,174,143	2010	17,536,119	16,889,289
2014	19,657,565	18,152,552	2009	16,499,236	16,497,625
2013	19,631,789	17,747,703	2008	16,079,560	16,066,715

In 2017, Barron County was under the levy limit ceiling by \$ 1,037,219.

**BARRON COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2017**

June of 2017 started a chain of major events at the county owned Waste to Energy Facility. On June 29th, the Solid Waste Board and Executive Committee unanimously voted to immediately terminate the management contract with ZAC, Inc. Non-management ZAC employees were hired by Barron County, and Ray Zeman, Assistant Plant Manager became the Interim Plant Manager. With the management transition came many changes in processes and philosophies. Several accounting functions were transferred to the Barron County Finance Department, fee schedules were modified, new safety plans were implemented, and repairs/upgrades to the facility were made. It is the hope that the Waste to Energy Facility will start to show annual profits and will be in service for many years to come.

To help cash levels and relieve the burden of interest expense, Resolution 2017-10 was approved authorizing the General Fund and Debt Service Fund to support repayment of the WTE Taxable General Obligation Bonds for the remaining length of the bonds. A transfer from the General Fund during 2017 to the Waste to Energy Facility Fund was made in the amount of the principal and interest expense. The debt service requirements for fiscal years 2018-2022 will be put on the tax levy.

To address the need for additional revenues to keep up with operational costs as well as costs related to aging capital assets, the Flow Control Ordinance was revisited. Per the original ordinance, the maximum tipping fee shall not exceed \$66/ton, which is currently what is being charged. Ordinance 2017-21 repealed Article IV, section 4.1.5 of the Solid Waste Flow Control Ordinance and recreated it to say that the maximum tipping fee that shall be assessed is \$136/ton. At this time, there is no plan to increase the current fee. However, in the event that it becomes necessary, the updated ordinance is already in place.

In 2004 Barron County adopted a formalized Fund Balance Policy requiring the County to maintain an Unassigned Fund Balance within a range of 25% to 33% of annual expenditures in the General Fund. As part of this policy, Fund Balance levels (Highway Department, \$900,000, Health & Human Services Department, \$750,000, and Child Support Agency, \$150,000) were established and excess dollars from these funds were transferred into a debt service fund for the purpose of fully funding the Accrued vacation and Sick Leave Liability of the County. A formalized policy on Fund Balance and provision for accrued vacations and sick leave strengthens the overall fiscal health of the County by communicating to third parties our intentions for uses of these funds. To date, Barron County continues to abide by this policy.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Barron 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 Barron County Finance Director, 335 East Monroe Avenue, Room 2510, Barron, WI 54812.

**BARRON COUNTY, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2017**

	Governmental Activities	Business-Type Activities	Total Primary Government	Component Unit
ASSETS				
Cash and Investments	\$ 27,310,002	\$ 631,314	\$ 27,941,316	\$ 69,060
Departmental Cash and Investments	7,666	-	7,666	-
Taxes Receivable	22,459,669	-	22,459,669	-
Accounts Receivable	1,053,295	365,001	1,418,296	9,341
Due from Fiduciary Funds	195,755	-	195,755	-
Due from Other Governments	3,551,265	-	3,551,265	-
Long-Term Receivables	783,745	-	783,745	-
Prepaid Expenses	766,092	1,760	767,852	5,707
Inventories	1,971,214	-	1,971,214	700
Other - Highway Department	-	-	-	-
Internal Balances	373,608	(373,608)	-	-
Restricted Assets:				
Cash and Investments	1,030,787	-	1,030,787	197,819
Capital Assets:				
Capital Assets Not Being Depreciated	6,938,638	30,850	6,969,488	65,049
Capital Assets Being Depreciated	150,090,447	11,546,609	161,637,056	2,847,009
Accumulated Depreciation	(70,380,807)	(9,995,366)	(80,376,173)	(2,348,827)
Total Assets	<u>146,151,376</u>	<u>2,206,560</u>	<u>148,357,936</u>	<u>845,858</u>
DEFERRED OUTFLOWS OF RESOURCES				
Wisconsin Retirement System Pension Related	6,564,424	301,653	6,866,077	60,603
LIABILITIES				
Vouchers and Accounts Payable	1,333,062	140,632	1,473,694	8,296
Accrued Interest Payable	69,397	4,456	73,853	7,981
Accrued Payroll	416,963	23,218	440,181	9,529
Due to Other Governments	300,027	-	300,027	13,914
Unearned Revenues	1,627,061	-	1,627,061	1,906
Special Deposits	17,546	-	17,546	19,256
Long-Term Liabilities:				
Wisconsin Retirement System Pension Liability	850,439	39,080	889,519	6,931
Amounts Due Within One Year	3,719,182	295,833	4,015,015	114,971
Amounts Due in More than One Year	9,661,050	970,000	10,631,050	-
Total Liabilities	<u>17,994,727</u>	<u>1,473,219</u>	<u>19,467,946</u>	<u>182,784</u>
DEFERRED INFLOWS OF RESOURCES				
Succeeding Years Property Taxes	21,394,603	-	21,394,603	-
Wisconsin Retirement System Pension Related	2,712,457	124,645	2,837,102	31,487
Total Deferred Inflows of Resources	<u>24,107,060</u>	<u>124,645</u>	<u>24,231,705</u>	<u>31,487</u>
NET POSITION				
Net Investment in Capital Assets	75,755,687	392,093	76,147,780	448,260
Restricted for:				
Housing/Economic Development Loans	566,819	-	566,819	-
Other Purposes	41,330	-	41,330	146,663
Unrestricted	34,250,177	518,256	34,768,433	97,267
Total Net Position	<u>\$ 110,614,013</u>	<u>\$ 910,349</u>	<u>\$ 111,524,362</u>	<u>\$ 692,190</u>

See accompanying Notes to Basic Financial Statements.

**BARRON COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2017**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total Primary Government	Component Unit
Primary Government:								
Governmental Activities:								
General Government	\$ 7,990,142	\$ 1,092,019	\$ 1,456,299	\$ -	\$ (5,441,824)	\$ -	\$ (5,441,824)	\$ -
Public Safety	9,266,703	690,775	330,854	-	(8,245,074)	-	(8,245,074)	-
Transportation	8,234,615	7,050,675	954,640	281,424	52,124	-	52,124	-
Sanitation	406,849	333,288	88,142	-	14,581	-	14,581	-
Health and Human Services	16,173,518	984,642	8,703,530	-	(6,485,346)	-	(6,485,346)	-
Culture, Recreation and Education	1,598,661	100,943	309,947	-	(1,187,771)	-	(1,187,771)	-
Conservation and Development	1,252,989	838,481	251,706	-	(162,802)	-	(162,802)	-
Interest and Fiscal Charges	294,692	-	-	-	(294,692)	-	(294,692)	-
Total Governmental Activities	45,218,169	11,090,823	12,095,118	281,424	(21,750,804)	-	(21,750,804)	-
Business-Type Activities:								
Waste-to-Energy Plant	3,551,270	3,629,480	-	-	-	78,210	78,210	-
Total Primary Government	\$ 48,769,439	\$ 14,720,303	\$ 12,095,118	\$ 281,424	(21,750,804)	78,210	(21,672,594)	-
Component Unit:								
Housing Authority	\$ 1,073,899	\$ 184,793	\$ 870,544	\$ -	-	-	-	(18,562)
General Revenues:								
Taxes:								
Property Taxes					20,210,095	-	20,210,095	-
Sales Taxes					4,379,738	-	4,379,738	-
Other Taxes					608,527	-	608,527	-
State and Federal Aids Not Restricted to Specific Programs								
Interest and Investment Earnings					1,252,743	-	1,252,743	-
Miscellaneous					312,463	7,296	319,759	887
Transfers					936,781	84,114	1,020,895	83,943
					(225,904)	225,904	-	-
Total General Revenues and Transfers					27,474,443	317,314	27,791,757	84,830
Change in Net Position					5,723,639	395,524	6,119,163	66,268
Net Position - Beginning of Year					104,890,374	514,825	105,405,199	625,922
Net Position - End of Year					\$ 110,614,013	\$ 910,349	\$ 111,524,362	\$ 692,190

See accompanying Notes to Basic Financial Statements.

**BARRON COUNTY, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2017**

	General Fund	Health and Human Services Fund	Debt Service Fund	County Sales Tax Fund	Other Governmental Funds	Totals
ASSETS						
Treasurer's Cash and Investments	\$ 15,910,241	\$ 389,980	\$ 15,392	\$ 1,618,104	\$ 2,456,014	\$ 20,389,731
Departmental Cash and Investments	895	-	-	-	6,771	7,666
Taxes Receivable	11,783,134	5,914,623	2,670,133	-	2,091,779	22,459,669
Accounts Receivable	123,435	367	-	-	46,853	170,655
Due from Other Funds	184,199	-	-	-	-	184,199
Due from Other Governments	374,400	1,294,478	-	145,253	515,543	2,329,674
Advance to Waste-to-Energy	373,608	-	-	-	-	373,608
Advance to Highway Department	876,200	-	-	-	-	876,200
Advance to Highway Department - Gravel Pit	701,647	-	-	-	-	701,647
Prepaid Expense	747,599	3,041	-	-	4,500	755,140
Inventories	3,987	-	-	-	-	3,987
Long-Term Receivables	326,092	-	-	-	457,653	783,745
	<u>\$ 31,405,437</u>	<u>\$ 7,602,489</u>	<u>\$ 2,685,525</u>	<u>\$ 1,763,357</u>	<u>\$ 5,579,113</u>	<u>\$ 49,035,921</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Vouchers and Accounts Payable	\$ 515,817	\$ 477,110	\$ 1,866	\$ -	\$ 207,664	\$ 1,202,457
Accrued Payroll	204,282	101,419	-	-	50,603	356,304
Due to Other Governmental Units	31,252	268,775	-	-	-	300,027
Due to Other Funds	-	-	-	-	184,199	184,199
Unearned Revenues	10,738	90,562	-	-	370,482	471,782
Special Deposits	16,996	-	-	-	-	16,996
Total Liabilities	779,085	937,866	1,866	-	812,948	2,531,765
Deferred Inflows of Resources:						
Succeeding Years Property Taxes	10,718,068	5,914,623	2,670,133	-	2,091,779	21,394,603
Unavailable Revenue - Loans Receivable	-	-	-	-	457,653	457,653
Total Deferred Inflows of Resources	10,718,068	5,914,623	2,670,133	-	2,549,432	21,852,256
Fund Balances:						
Nonspendable	4,094,199	3,041	-	-	-	4,097,240
Restricted	-	-	13,526	-	150,496	164,022
Committed	1,576,066	746,959	-	1,763,357	2,066,237	6,152,619
Assigned	4,344,201	-	-	-	-	4,344,201
Unassigned	9,893,818	-	-	-	-	9,893,818
Total Fund Balances	19,908,284	750,000	13,526	1,763,357	2,216,733	24,651,900
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 31,405,437</u>	<u>\$ 7,602,489</u>	<u>\$ 2,685,525</u>	<u>\$ 1,763,357</u>	<u>\$ 5,579,113</u>	<u>\$ 49,035,921</u>

See accompanying Notes to Basic Financial Statements.

**BARRON COUNTY, WISCONSIN
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2017**

Total Fund Balances - Governmental Funds \$ 24,651,900

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 governmental funds. These assets consist of:

Land	\$ 5,010,423	
Land Improvements	649,402	
Buildings and Improvements	44,860,026	
Machinery and Equipment	8,464,559	
Infrastructure	73,945,974	
Construction Work in Progress	1,783,599	
Accumulated Depreciation	<u>(59,469,715)</u>	75,244,268

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

Wisconsin Retirement System Pension Plan:

Net Pension Plan Asset (Liability)	(722,081)	
Deferred Outflows of Resources - Pension Related	5,573,644	
Deferred Inflows of Resources - Pension Related	<u>(2,303,061)</u>	2,548,502

Some receivables are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue in the government-wide statements because they are unavailable 457,653

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

Bonds Payable	6,740,000	
Notes Payable	4,131,894	
Accrued Interest Payable on Long-Term Debt	69,397	
Forest Crop Loans	30,436	
Compensated Absences Payable	<u>1,904,241</u>	(12,875,968)

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 Discount on Note Payable	36,082	
Unamortized Debt Premiums	<u>(20,697)</u>	15,385

An internal service fund is used by County management to account for highway department operations. The assets and liabilities of the internal service fund are reported in governmental activities 20,572,273

Net Position of Governmental Activities \$ 110,614,013

BARRON COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2017

	General Fund	Health and Human Services Fund	Debt Service Fund	County Sales Tax Fund	Other Governmental Funds	Totals
REVENUES:						
Taxes	\$ 11,181,801	\$ 5,860,505	\$ 2,210,664	\$ 4,379,738	\$ 1,558,374	\$ 25,191,082
Intergovernmental	4,205,044	6,185,178	-	-	2,918,775	13,308,997
Licenses and Permits	282,535	-	-	-	28,812	311,347
Fines and Forfeits	172,972	-	-	-	46,142	219,114
Public Charges for Services	1,926,240	426,012	-	-	881,466	3,233,718
Intergovernmental Charges for Services	1,423	-	-	-	-	1,423
Miscellaneous:						
Interest	302,054	-	-	-	10,409	312,463
Rent	113,137	-	-	-	-	113,137
Other	941,369	16,257	-	-	184,157	1,141,783
Total Revenues	<u>19,126,575</u>	<u>12,487,952</u>	<u>2,210,664</u>	<u>4,379,738</u>	<u>5,628,135</u>	<u>43,833,064</u>
EXPENDITURES:						
General Government	6,175,815	-	-	-	908,929	7,084,744
Public Safety	7,604,588	-	-	-	455,794	8,060,382
Transportation	4,854,240	-	-	-	-	4,854,240
Sanitation	-	-	-	-	377,283	377,283
Health and Human Services	179,106	11,723,250	-	-	3,787,833	15,690,189
Culture, Recreation and Education	1,455,782	-	-	-	365,465	1,821,247
Conservation and Development	913,193	-	-	-	273,389	1,186,582
Debt Service:						
Principal Retirement	-	-	2,318,757	-	-	2,318,757
Interest and Fiscal Charges	-	-	290,522	-	-	290,522
Total Expenditures	<u>21,182,724</u>	<u>11,723,250</u>	<u>2,609,279</u>	<u>-</u>	<u>6,168,693</u>	<u>41,683,946</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,056,149)	764,702	(398,615)	4,379,738	(540,558)	2,149,118
OTHER FINANCING SOURCES (USES):						
Sale of County Property	6,040	-	-	-	-	6,040
Transfers In	5,701,290	214,691	397,000	-	142,607	6,455,588
Transfers Out	(1,174,506)	(979,393)	-	(4,625,000)	(142,162)	(6,921,061)
Total Other Financing Sources (Uses)	<u>4,532,824</u>	<u>(764,702)</u>	<u>397,000</u>	<u>(4,625,000)</u>	<u>445</u>	<u>(459,433)</u>
NET CHANGE IN FUND BALANCES	2,476,675	-	(1,615)	(245,262)	(540,113)	1,689,685
Fund Balances, January 1	<u>17,431,609</u>	<u>750,000</u>	<u>15,141</u>	<u>2,008,619</u>	<u>2,756,846</u>	<u>22,962,215</u>
FUND BALANCES, DECEMBER 31	<u>\$ 19,908,284</u>	<u>\$ 750,000</u>	<u>\$ 13,526</u>	<u>\$ 1,763,357</u>	<u>\$ 2,216,733</u>	<u>\$ 24,651,900</u>

See accompanying Notes to Basic Financial Statements.

BARRON 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, 2017

Net Change in Fund Balances - Total Governmental Funds \$ 1,689,685

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 Outlays Reported in Governmental Fund Statements	\$ 5,641,605	
Depreciation Expense Reported in the Statement of Activities	<u>(3,517,216)</u>	2,124,389

In the statement of activities, only the gain or 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 balance by the depreciated cost of the capital assets sold. (374,236)

Wisconsin Retirement System Pension Plan:

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 and the related deferred inflows and outflows of resources. (1,330,235)

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 7,539

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:

Bond Principal Retirement	1,225,000	
Promissory Notes Principal Retirement	<u>1,093,757</u>	2,318,757

An internal service fund is used by County management to account for highway department operations. The change in net position of this internal service fund is allocated to governmental activities 1,410,930

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 Discount on Note Payable	(24,516)	
Amortization of Debt Premium	7,554	
Net Change in Accrued Interest Payable	12,792	
Net Change in Compensated Absences Payable	<u>(119,020)</u>	<u>(123,190)</u>

Change in Net Position of Governmental Activities \$ 5,723,639

**BARRON COUNTY, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2017**

	Business-Type Activities - Enterprise Fund Waste-to-Energy Plant	Governmental Activities - Internal Service Fund Highway Department
ASSETS		
Current Assets:		
Cash and Investments:		
Operations	\$ 631,314	\$ 6,920,071
Petty Cash	-	200
Accounts Receivable	365,001	882,640
Due from Other Funds	-	195,755
Due from Other Governmental Units	-	1,221,591
Prepaid Expenditures	1,760	10,952
Inventories	-	1,967,227
Total Current Assets	998,075	11,198,436
Restricted Assets:		
Cash - Road Agreements	-	1,030,787
Noncurrent Assets:		
Capital Assets	11,577,459	22,315,102
Less Accumulated Depreciation	9,995,366	10,911,092
Net Capital Assets in Service	1,582,093	11,404,010
Total Assets	2,580,168	23,633,233
DEFERRED OUTFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	301,653	990,780
LIABILITIES		
Current Liabilities:		
Accounts Payable	140,632	130,605
Accrued Payroll	23,218	60,659
Special Deposits	-	550
Accrued Interest Payable	4,456	-
Unearned Revenues:		
Small Field Tools	-	15,532
Other Unearned Revenues	-	108,960
Road Agreements	-	1,030,787
Current Portion of Long-Term Liabilities:		
General Obligation Bonds	220,000	-
Accrued Employee Leave	75,833	221,448
Total Current Liabilities	464,139	1,568,541
Long-Term Liabilities (Net of Current Portion):		
General Obligation Bonds	970,000	-
Advance from General Fund	373,608	876,200
Advance from General Fund - Gravel Pit	-	701,647
Wisconsin Retirement System Pension Plan Liability	39,080	128,358
Accrued Employee Leave	-	367,598
Total Long-Term Liabilities	1,382,688	2,073,803
Total Liabilities	1,846,827	3,642,344
DEFERRED INFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	124,645	409,396
NET POSITION		
Net Investment in Capital Assets	392,093	11,404,010
Unrestricted	518,256	9,168,263
Total Net Position	\$ 910,349	\$ 20,572,273

See accompanying Notes to Basic Financial Statements.

BARRON COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2017

	Business-Type Activities - Enterprise Fund Waste-to-Energy Plant	Governmental Activities - Internal Service Fund Highway Department
OPERATING REVENUES:		
Charges for Services	\$ 3,629,480	\$ 11,656,415
Miscellaneous	70,144	236,944
Total Operating Revenues	3,699,624	11,893,359
OPERATING EXPENSES	3,482,342	11,003,422
OPERATING INCOME (LOSS)	217,282	889,937
NONOPERATING REVENUES (EXPENSES):		
Gain on Disposal of Capital Assets	13,970	-
Interest Income	7,296	-
Interest Expense	(68,928)	-
Total Nonoperating Revenues (Expenses)	(47,662)	-
INCOME (LOSS) BEFORE OTHER FINANCING SOURCES	169,620	889,937
OTHER FINANCING SOURCES (USES):		
Transfer to General Fund	(56,660)	-
Transfer from General Fund	282,564	239,569
Total Other Financing Sources (Uses)	225,904	239,569
CAPITAL CONTRIBUTIONS		
Capital Grants	-	281,424
CHANGE IN NET POSITION	395,524	1,410,930
Net Position, January 1	514,825	19,161,343
NET POSITION, DECEMBER 31	\$ 910,349	\$ 20,572,273

See accompanying Notes to Basic Financial Statements.

**BARRON COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2017**

	Business-Type Activities - Enterprise Fund Waste-to-Energy Plant	Governmental Activities - Internal Service Fund Highway Department
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Departments/Third Parties	\$ 3,926,946	\$ 12,178,502
Cash Paid to Suppliers for Goods and Services	(2,358,307)	(7,268,343)
Cash Paid for Employee Services	(1,274,278)	(3,734,556)
Net Cash Provided by (Used for) Operating Activities	294,361	1,175,603
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash Repayment on Advance from General Fund	-	(156,050)
Transfer to the General Fund for Indirect Costs	(56,660)	-
Cash Received as Transfer from General Fund	-	239,569
Net Cash Provided by (Used for) Noncapital Financing Activities	(56,660)	83,519
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Cash Received for Capital Contributions	-	281,424
Cash Received from Sale of Capital Assets	23,970	95,918
Repayment on Advance from General Fund	(76,000)	-
Cash Payments for Capital Assets	(156,723)	(1,178,605)
Transfer from the General Fund	282,564	-
Cash Payments for Principal on Debt	(210,000)	-
Cash Payments for Interest on Debt	(69,610)	-
Net Cash Provided by (Used for) Capital and Related Financing Activities	(205,799)	(801,263)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on Investments	7,296	-
NET CHANGE IN CASH AND CASH EQUIVALENTS		
	39,198	457,859
CASH AND CASH EQUIVALENTS, JANUARY 1		
	592,116	7,493,199
CASH AND CASH EQUIVALENTS, DECEMBER 31		
	\$ 631,314	\$ 7,951,058
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Income (Loss)	\$ 217,282	\$ 889,937
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Depreciation	426,696	1,153,100
Change in Pension Asset and Pension Related Deferred Outflow and Inflow	(137,928)	(92,638)
(Increase) Decrease in Assets:		
Accounts Receivable	227,322	(486,296)
Due from Other Governments	-	894,306
Due from Other Funds	-	(22,222)
Inventories	-	(5,631)
Other Noncurrent Assets	1,760	3,740
Increase (Decrease) in Liabilities:		
Accounts Payable	(539,641)	(1,021,190)
Unbilled Cost Pool Revenues	-	(63,153)
Other Unearned Revenues	-	(37,492)
Accrued Payroll Liability	98,870	(5,084)
Accrued Employee Leave	-	(31,774)
Net Cash Provided by (Used for) Operating Activities	\$ 294,361	\$ 1,175,603

See accompanying Notes to Basic Financial Statements.

**BARRON COUNTY, WISCONSIN
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2017**

	<u>Agency Funds</u>
ASSETS	
Treasurer's Cash and Investments	\$ 2,136,757
Departmental Cash	316,895
Accounts Receivable	<u>71,433</u>
 Total Assets	 <u><u>\$ 2,525,085</u></u>
LIABILITIES	
Accounts Payable	\$ 803,059
Due Other Governmental Units	1,018,386
Special Deposits	<u>703,640</u>
 Total Liabilities	 <u><u>\$ 2,525,085</u></u>

See accompanying Notes to Basic Financial Statements.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Barron 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

Barron County is governed by a board of supervisors consisting of twenty-nine elected members.

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 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. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable to the organization. The primary government is financially accountable if it appoints a majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government. A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. This report includes the following component unit:

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Discretely Presented Component Unit

The government-wide financial statements include the Housing Authority of the County of Barron as a component unit. The housing authority is a legally separate organization. The board of the housing authority is appointed by the County board chairperson. Wisconsin Statutes provide for circumstances whereby the County can impose its will on the housing authority and also create a potential financial benefit to or burden on the County. As a component unit, the housing authority's financial statements have been presented as a discrete column in the financial statements. It is reported in a separate column to emphasize that it is legally separate from the County. The housing authority is a separate entity established to administer a housing program for low and moderate income families. It is funded by federal and state grants. The information presented is for the fiscal year ended December 31, 2017. Separately issued financial statements of the Housing Authority of the County of Barron may be obtained from the housing authority's office at 611 Woodland Ave #25, Barron, Wisconsin. See Note 2 G. for additional housing authority disclosures.

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.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

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 funded by restricted and committed sources. Through the 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.

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. For report purposes, the County's individual debt service funds are combined into one fund.

County Sales Tax Fund – The County Sales Tax Fund, a special revenue fund, is used to account for the County's sales tax revenue transactions.

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

The County reports the following major enterprise fund:

Waste-to-Energy Fund – This fund accounts for the operations of the County's waste-to-energy plant.

The County had no other enterprise funds.

An internal service fund is used to account for the operations of the County's highway department.

BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements (Continued)

Additionally, the County reports the following fiduciary funds:

Agency Fund – These funds are 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.

C. Measurement Focus and Basis of Accounting

The government-wide and proprietary 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. Non-exchange 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. Agency funds do not have a measurement focus.

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 utility 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 assets 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.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (Continued)

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.

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.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity

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 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, or by the University of Wisconsin Hospitals and Clinics 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.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (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 available until January 1 of the year following the levy, they are recorded as deferred inflows 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 uncollected delinquent special assessments and special charges. All uncollected taxes returned to the County for collection are financed through the general fund. A portion of the general fund's equity balance is nonspendable for the County's investment in delinquent taxes.

Accounts Receivable. Accounts receivable are shown at gross amounts. No allowance for uncollectible accounts has been provided since County administration believes such allowance would not be material.

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

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (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 fund balance nonspendable 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

All inventories are valued at cost using the average cost method for the highway department. Inventories of governmental funds, if material, are recorded as expenditures when consumed rather than when purchased.

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, if any, are presented as restricted assets. Such segregations may be 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 acquisition value. 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.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (Continued)

5. Capital Assets (Continued)

Government-Wide Statements (Continued). Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if material, is included as part of the capitalized value of the assets 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	15-50 Years
Buildings and Improvements	5,000	Straight-line	10-40 Years
Machinery and Equipment	5,000	Straight-line	4-20 Years
Infrastructure	5,000	Straight-line	25-50 Years

Capital assets not being depreciated include land and construction in progress.

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 would report 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. The County reports deferred outflows of resources in its government-wide and proprietary fund financial statements for Wisconsin Retirement System Pension Plan related items in the current year.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (Continued)

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. The County reports a deferred inflow of resources in its government-wide and proprietary fund financial statements for Wisconsin Retirement System Pension Plan related items in the current year.

8. Compensated Absences

It is the County's policy to permit employees to accumulate paid leave benefits. Liabilities for accumulated employee leave benefits are not accrued in the County's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The County's policies and estimated liabilities at year end are further discussed in Note 3.A.

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.

BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (Continued)

11. Defining Operating Revenues and Expenses

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water utility and sewer utility are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

12. Use of Restricted Resources

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

13. 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 Statements. Fund equity is classified as net position in the government-wide financial statements and is displayed in three components. Net position invested in capital assets, net of related debt 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.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (Continued)

13. Equity Classifications (Continued)

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 will never be converted to cash or will not be converted to cash soon enough to affect the current period. 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. It is the County's policy that at the end of each fiscal year, the County will maintain a minimum unassigned fund balance level between 25% and 33% 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 Administrator 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.

NOTE 2 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The County's cash and investments balances at December 31, 2017 as shown in the financial statements are as follows:

Governmental Funds	\$ 20,397,397
Proprietary Funds	8,582,372
Fiduciary Funds	2,453,652
	<u>\$ 31,433,421</u>

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

The cash and investments balances on the previous page consisted of the following:

Treasurer's Cash and Investments:		
Deposits in Financial Institutions	\$ 10,096,504	
Deposits in State Local-Government Pooled-Investment Fund	21,012,156	\$ 31,108,660
Departmental Cash and Investments:		
Deposits at Financial Institutions:		
Funds Held in Trust	323,491	
Petty Cash Funds	1,270	324,761
Total Cash and Investments at December 31, 2017		\$ 31,433,421

Deposits at Financial Institutions

The insurance coverage of public unit accounts depends upon the type of deposit and the location of the insured depository institution. All time and savings deposits owned by a public unit and held by the public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. Separately, all demand deposits owned by a public unit and held by the public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. For the purpose of these rules, the term 'time and savings deposits' includes NOW accounts and money market deposit accounts but does not include interest-bearing demand deposit accounts (which were permitted after July 21, 2011). The term 'demand deposits' means both interest-bearing and noninterest-bearing deposits that are payable on demand and for which the depository institution does not reserve the right to require advance notice of an intended withdrawal.

The insurance coverage of accounts held by government depositors is different if the depository institution is located outside the State in which the public unit is located. In that case, all deposits, both time and savings deposits and demand deposits, owned by the public unit and held by the public unit's official custodian are added together and insured up to \$250,000. Time and savings deposits are not insured separately from demand deposits. 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 failure, the County's deposits may not be returned.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Deposits at Financial Institutions (Continued)

The County's deposits at financial institutions at December 31, 2017 were not exposed to custodial credit risk. Custodial credit risk for deposits is the risk that, in the event of bank failure, the County's deposits may not be returned.

Investments

The County's investments at December 31, 2017 consisted of deposits in the following external investment pool:

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 2017 was 43 days.

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 farther into the future are more sensitive to changes in market interest rates. The short weighted average maturities of the investments in the above external investment pool mitigates this risk to the County.

The County's investment in LGIP is valued at amortized cost.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables/Unearned Revenues/Deferred Inflows of Resources

1. Other Receivables

A discussion on long-term receivables outstanding at December 31, 2017 follows:

Sale of Snowmobile Trail Groomers. At December 31, 2017 the County had long-term receivables in the amount of \$82,001 due from Barron Snow bears, \$35,418 due from Chetek Sno-Flyers and \$54,977 due from Rice Lake Snow and Dirt, three nonprofit corporations, relating to the sale of snowmobile trail groomers under lease-purchase agreements. Terms of the agreements state that ten equal yearly installments are to be made plus interest at one percent above the rate that the County can borrow money for on the remaining balance.

Loan to Dusty Trail Finders ATV Club. At December 31, 2017 the County had a long-term receivable in the amount of \$23,500 due from Dusty Trail Finders ATV Club for a new Holland tractor with accessories. Terms of the agreement state that the loan is for a five year period at one percent interest, payments due annually on April 21.

Loan to Barron County Historical Society. At December 31, 2017 the County had a long-term receivable in the amount of \$7,974 due from the Barron County Historical Society, a nonprofit corporation, for repairs and restorations of log structures at the Barron County Museum. Terms of the agreements state that twelve equal yearly installments are to be made plus interest at one percent above the above the Local Government Investment Pool, but not to exceed 3.25 percent.

Loan to Fair Association. During 2009 the County loaned the Barron County Fair Association \$200,000 from the Barron County Commission on Agriculture segregated fund for the purpose of constructing two new livestock buildings and a covered show arena at the fairgrounds. Terms of the loan state that the loan is for a period of twenty years at zero interest, with no payment due the first two years and equal annual payments the remaining eighteen years. The balance outstanding on the loan at December 31, 2017 was \$122,222.

Housing Program Loans. The County has participated in the Small Cities Community Development Block Grant (CDBG) program which involved the financing of housing rehabilitation as specified within the contracts signed with the Wisconsin Department of Administration.

The County had fifty-seven (52) deferred mortgage loans outstanding at December 31, 2017 totaling \$457,653. These notes become due and payable 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.

Transactions related to this program are recorded in a special revenue fund which had a balance of \$109,166 at December 31, 2017. Collections on these loans are recognized as revenue at the time of their receipt. These collections are restricted for financing similar rehabilitation projects.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital asset activity for the year ended December 31, 2017 was as follows:

Governmental Activities

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
General County Assets:					
Capital Assets Not Being Depreciated:					
Land	\$ 5,280,123	\$ 34,500	\$ 304,200	\$ -	\$ 5,010,423
Construction Work in Progress	3,018,556	4,142,490	-	(5,377,447)	1,783,599
Total Capital Assets Not Being Depreciated	8,298,679	4,176,990	304,200	(5,377,447)	6,794,022
Capital Assets Being Depreciated:					
Land Improvements	649,402	-	-	-	649,402
Buildings and Improvements	44,860,026	-	-	-	44,860,026
Equipment	6,415,593	258,108	124,706	-	6,548,995
Vehicles	1,689,523	415,383	189,342	-	1,915,564
Highway Infrastructure:					
Roadways	55,359,542	-	-	5,377,447	60,736,989
Bridges and Culverts	8,377,958	-	-	-	8,377,958
Guardrails	286,376	-	-	-	286,376
Other Infrastructure:					
Dams	2,261,900	-	-	-	2,261,900
Sewer and Electric	244,039	-	-	-	244,039
Snowmobile Bridges	965,905	574,208	-	-	1,540,113
Private Roads	281,683	216,916	-	-	498,599
Total Capital Assets Being Depreciated	121,391,947	1,464,615	314,048	5,377,447	127,919,961
Total Capital Assets	129,690,626	5,641,605	618,248	-	134,713,983
Accumulated Depreciation:					
Land Improvements	235,486	26,508	-	-	261,994
Building and Improvements	17,192,420	1,285,964	-	-	18,478,384
Equipment	3,675,718	440,233	99,777	-	4,016,174
Vehicles	1,044,597	293,345	144,235	-	1,193,707
Highway Infrastructure:					
Roadways	26,960,376	1,191,890	-	-	28,152,266
Bridges and Culverts	4,436,544	166,587	-	-	4,603,131
Guardrails	286,376	-	-	-	286,376
Other Infrastructure:					
Dams	1,482,479	55,351	-	-	1,537,830
Sewer and Electric	122,836	9,762	-	-	132,598
Snowmobile Bridges	651,272	35,324	-	-	686,596
Private Roads	108,407	12,252	-	-	120,659
Total Accumulated Depreciation	56,196,511	3,517,216	244,012	-	59,469,715
Net Capital Assets - General County	<u>\$ 73,494,115</u>	<u>\$ 2,124,389</u>	<u>\$ 374,236</u>	<u>\$ -</u>	<u>\$ 75,244,268</u>

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Governmental Activities (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Highway Department:				
Capital Assets Not Being Depreciated:				
Land	\$ 93,108	\$ -	\$ -	\$ 93,108
Construction Work in Progress	-	51,508	-	51,508
Total Capital Assets Not Being Depreciated	93,108	51,508	-	144,616
Capital Assets Being Depreciated:				
Land Improvements	124,874	-	-	124,874
Gravel Pits and Quarries	1,444,025	-	17,749	1,426,276
Buildings and Improvements	2,709,167	-	-	2,709,167
Machinery and Equipment	17,314,195	1,216,170	620,196	17,910,169
Total Capital Assets Being Depreciated	21,592,261	1,216,170	637,945	22,170,486
Total Capital Assets	21,685,369	1,267,678	637,945	22,315,102
Accumulated Depreciation:				
Land Improvements	69,486	4,389	-	73,875
Buildings and Improvements	1,165,405	88,257	-	1,253,662
Machinery and Equipment	8,976,055	1,060,454	452,954	9,583,555
Total Accumulated Depreciation	10,210,946	1,153,100	452,954	10,911,092
Net Capital Assets - Highway Department	<u>\$ 11,474,423</u>	<u>\$ 114,578</u>	<u>\$ 184,991</u>	<u>\$ 11,404,010</u>
Total Governmental Activities:				
Capital Assets Not Being Depreciated	\$ 8,391,787	\$ 4,228,498	\$ 304,200	\$ 6,938,638
Capital Assets Being Depreciated	142,984,208	2,680,785	951,993	150,090,447
Total Capital Assets	151,375,995	6,909,283	1,256,193	157,029,085
Accumulated Depreciation	66,407,457	4,670,316	696,966	70,380,807
Net Capital Assets - Governmental Activities	<u>\$ 84,968,538</u>	<u>\$ 2,238,967</u>	<u>\$ 559,227</u>	<u>\$ 86,648,278</u>

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Governmental Activities (Continued)

Depreciation was charged to governmental functions as follows:

General County Assets:

General Government	\$ 437,311
Public Safety	974,602
Transportation	1,350,603
Sanitation	29,566
Health and Human Services	37,791
Culture, Recreation and Education	605,154
Conservation and Development	82,189
	<u>3,517,216</u>

Highway Department:

Transportation	1,153,100
	<u>\$ 4,670,316</u>

Business-Type Activities

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Waste-to-Energy Plant:				
Capital Assets Not Being Depreciated:				
Land	\$ 3,750	\$ -	\$ -	\$ 3,750
Construction Work in Progress	87,656	36,762	97,318	27,100
Total Capital Assets Not Being Depreciated	91,406	36,762	97,318	30,850
Capital Assets Being Depreciated:				
Building and Non-Moveable Equipment	10,695,989	-	-	10,695,989
Machinery and Equipment	733,641	217,278	100,299	850,620
Total Capital Assets Being Depreciated	11,429,630	217,278	100,299	11,546,609
Total Capital Assets	11,521,036	254,040	197,617	11,577,459
Accumulated Depreciation:				
Building and Non-Moveable Equipment	9,169,285	381,676	-	9,550,961
Machinery and Equipment	489,685	45,020	90,300	444,405
Total Accumulated Depreciation	9,658,970	426,696	90,300	9,995,366
Net Capital Assets - Business-Type Activities	<u>\$ 1,862,066</u>	<u>\$ (172,656)</u>	<u>\$ 107,317</u>	<u>\$ 1,582,093</u>

Depreciation was charged to business-type activities as follows:

Waste-to-Energy Operations	\$426,696
----------------------------	-----------

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of December 31, 2017 was as follows:

Due to/from Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Aging Disability Resource Center	\$ 169,709
General Fund	Wildlife Damage Fund	14,490
		<u>\$ 184,199</u>

The above interfund balances were for temporary financing of operating expenditures and are expected to be repaid in 2018. Interfund balances owed within the governmental activities are eliminated in the statement of net position.

Advances from/to Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Waste-to-Energy	\$ 373,608
General Fund	Highway Department - Cash Account Deficits	876,200
General Fund	Highway Department - Gravel Pit	701,647
		<u>\$ 1,951,455</u>

Waste-to-Energy. During 2003 the County authorized an advance of up to \$600,000 from its general fund to its waste-to-energy plant enterprise fund for financing plant upgrades to meet federal emissions standards with the advance to be repaid within ten years. During 2005, the County authorized an additional advance of \$250,000 for the same purposes to be repaid within fifteen years. During 2011, the County advanced an additional \$235,608 for the purposes of a cash overdraft from the new electrical generation project. During 2015, the County advanced an additional \$80,000 for facility upgrades. The outstanding balance on the advances were \$373,608 at December 31, 2017.

Highway Department. The County's general fund has advanced the highway department \$1,577,847 to cover the cash account deficits and the purchase of a gravel pit as of December 31, 2017.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables and Transfers (Continued)

Interfund Transfers

Interfund transfers during the year consisted of the following:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>
General Fund	County Sales Tax Fund	\$ 4,625,000
General Fund	Waste-to-Energy	56,660
General Fund	Recycling Fund	18,885
General Fund	Human Services Fund	979,393
General Fund	Aging Disability Resource Center	15,143
General Fund	DARE Program Fund	6,209
Debt Service Fund	Jail Assessment Fund	75,000
All Terrain Vehicle Trails	Conservation Officer	1,738
Animal Control Officer Fund	Dog License Fund	25,187
Highway Department	General Fund	239,569
Capital Projects	General Fund	9,500
Office on Aging Programs Fund	General Fund	45,533
Human Services Fund	General Fund	214,691
Aging Disability Resource Center	General Fund	31,663
State Aid Forestry Fund	General Fund	852
Conservation Officer	General Fund	9,349
Animal Control Officer	General Fund	858
Child Support Collection Agency	General Fund	17,927
Debt Service Fund	General Fund	322,000
Waste-to-Energy	General Fund	282,564
		<u>\$ 6,977,721</u>

The transfer from the county sales tax fund to the general fund consisted of the amount of county sales tax collections applied to the 2017 budget. The remaining transfers to the general fund were transfers of excess fund balance. The transfer from the general fund to the special revenue funds was to fund current operations. Transfers from the general fund and jail assessment fund to the debt service fund were made to fund repayment of debt.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations

Changes in Long-Term Obligations

The following is a summary of changes in long-term obligations of the County for the year ended December 31, 2017:

	Balances 1/1/2017	Additions	Reductions	Balances 12/31/2017	Amounts Due Within One Year
Long-Term Debt:					
Governmental Activities:					
General Obligation Bonds	\$ 7,965,000	\$ -	\$ 1,225,000	\$ 6,740,000	\$ 1,415,000
General Obligation Notes	5,225,651	-	1,093,757	4,131,894	1,102,888
Bond Premiums	28,251	-	7,554	20,697	6,683
Bond Discounts	(60,598)	-	(24,516)	(36,082)	(23,955)
Subtotal	13,158,304	-	2,301,795	10,856,509	2,500,616
Waste to Energy Enterprise Fund					
General Obligation Bonds	1,400,000	-	210,000	1,190,000	220,000
Total Long-Term Debt	14,558,304	-	2,511,795	12,046,509	2,720,616
Other Long-Term Obligations:					
Governmental Activities:					
Forest Crop Loans Payable	30,436	-	-	30,436	-
Compensated Absences Payable	1,785,221	1,047,978	928,958	1,904,241	997,118
Highway Internal Service Fund:					
Compensated Absences Payable	620,820	192,508	224,282	589,046	221,448
Waste-To-Energy Fund:					
Compensated Absences Payable	-	75,833	-	75,833	75,833
Total Other Long-Term Obligations	2,436,477	1,316,319	1,153,240	2,599,556	1,294,399
Total Long-Term Debt	<u>\$ 16,994,781</u>	<u>\$ 1,316,319</u>	<u>\$ 3,665,035</u>	<u>\$ 14,646,065</u>	<u>\$ 4,015,015</u>

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

General Obligation Long-Term Debt

Annual Requirements for Retirement. Long-term general obligation debt issues outstanding at December 31, 2017 and annual requirements for their retirement were as follows:

<u>Description</u>	<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Taxable General Obligation Bonds Series 2010A, \$2,555,000, dated 3/11/10, due 12/1/22, interest at 1.30% to 4.75%	2018	\$ 220,000	\$ 53,740	\$ 273,740
	2019	225,000	44,450	269,450
	2020	235,000	34,550	269,550
	2021	250,000	23,975	273,975
	2022	260,000	12,350	272,350
			<u>1,190,000</u>	<u>169,065</u>
General Obligation Refunding Bonds Series 2010B, \$6,895,000, dated 5/11/10, due 11/1/21, interest at 1.0% to 3.5%	2018	670,000	92,220	762,220
	2019	675,000	71,450	746,450
	2020	700,000	49,175	749,175
	2021	725,000	25,375	750,375
			<u>2,770,000</u>	<u>238,220</u>

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Long-Term Debt (Continued)

Annual Requirements for Retirement (Continued)

<u>Description</u>	<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Obligation Refunding Bonds Series 2010C, \$8,820,000, dated 10/13/10, due 12/1/22, interest at 2.0% to 3.0%	2018	\$ 745,000	\$ 108,406	\$ 853,406
	2019	775,000	89,782	864,782
	2020	795,000	69,438	864,438
	2021	825,000	47,575	872,575
	2022	830,000	24,750	854,750
		<u>3,970,000</u>	<u>339,951</u>	<u>4,309,951</u>
General Obligation Promissory Note Honeywell HVAC Upgrade UWBC \$5,265,360, dated 12/11/14, due 1/15/22 interest at 1.5%	2018	611,222	46,948	658,170
	2019	620,335	37,835	658,170
	2020	629,585	28,585	658,170
	2021	638,920	19,250	658,170
	2022	648,500	9,670	658,170
		<u>3,148,562</u>	<u>142,288</u>	<u>2,632,680</u>
General Obligation Promissory Note Honeywell HVAC Upgrade Government Center \$2,950,000, dated 8/7/2013, due 1/15/19 non-interest bearing	2018	491,666	-	491,666
	2019	491,666	-	491,666
		<u>983,332</u>	<u>-</u>	<u>983,332</u>
Total General Obligation Debt		<u>\$ 12,061,894</u>	<u>\$ 747,236</u>	<u>\$ 9,660,568</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, 2017, the County's debt limit amounted to \$205,234,690 and indebtedness subject to the limitation totaled \$12,061,894.

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 payments from the state as a noninterest bearing loan 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. 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 had an outstanding balance of \$30,436 under this program at December 31, 2017.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Honeywell Building Solutions Agreement

On September 19, 2013 the County Board approved entering into a contract with Honeywell Building Solutions in the amount of \$2,950,000 for replacement of the Government Center HVAC system. This contract was effective January 15, 2014. This agreement does not accrue interest and equal payments are to be made annually in the amount of \$491,666, starting on January 15, 2014 and ending on January 15, 2019. Per *Government Accounting Standards Board Statement number 62*, interest was imputed at 2.5 percent resulting in a discount on notes payable of \$176,030.

On November 3, 2014 the County Board approved entering into a contract with Honeywell Building Solutions in the amount of \$5,000,000 for replacement of the UW-Barron County's HVAC system. The project financing was initiated in 2015. This agreement accrues interest at a rate of 1.5 percent and equal payments are to be made annually in the amount of \$658,170, starting on January 15, 2015 and ending on January 15, 2022.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

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, 2017 consisted of the following:

	<u>Total</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>	<u>Unassigned</u>
Major Funds:						
General Fund						
Delinquent Taxes	\$ 1,065,066	\$ 1,065,066	\$ -	\$ -	\$ -	\$ -
Inventories	3,987	3,987	-	-	-	-
Long-Term Receivables	326,092	326,092	-	-	-	-
Advance to Waste-to-Energy	373,608	373,608	-	-	-	-
Advance to Highway Department	876,200	876,200	-	-	-	-
Advance to Highway Department - Gravel Pit	701,647	701,647	-	-	-	-
Prepaid Expenses	747,599	747,599	-	-	-	-
Agriculture Commission	102,777	-	-	102,777	-	-
Self-Funded Health Insurance 2020-2021	350,000	-	-	350,000	-	-
Highway Shop Rebuild - 2017	303,000	-	-	303,000	-	-
Highway Fuel/ Canopy/Fencing	450,000	-	-	450,000	-	-
Pay for Performance/Pay Adjustment Plan	109,289	-	-	109,289	-	-
Sheriff Spillman Software 2018	61,000	-	-	61,000	-	-
WTE Capital Improvements 2018	200,000	-	-	200,000	-	-
Assigned (See Schedule B-2)	4,344,201	-	-	-	4,344,201	-
Unassigned	9,893,818	-	-	-	-	9,893,818
Subtotal General Fund	<u>19,908,284</u>	<u>4,094,199</u>	<u>-</u>	<u>1,576,066</u>	<u>4,344,201</u>	<u>9,893,818</u>
Health and Human Services Fund						
Prepaid Expenses	3,041	3,041	-	-	-	-
Health and Human Service Programs	746,959	-	-	746,959	-	-
Debt Service:						
Honeywell HVAC Upgrade Financing	501	-	501	-	-	-
GO Refunding Bonds - 2002	11,254	-	11,254	-	-	-
GO Refunding Bonds - 2001	1,771	-	1,771	-	-	-
Sales Tax Funded Projects	1,763,357	-	-	1,763,357	-	-
Subtotal Major Funds	<u>22,435,167</u>	<u>4,097,240</u>	<u>13,526</u>	<u>4,086,382</u>	<u>4,344,201</u>	<u>9,893,818</u>
Nonmajor Funds:						
Special Revenue Funds:						
Jail Assessment Funded Projects	44,269	-	-	44,269	-	-
Housing Revolving Loan Program	109,166	-	109,166	-	-	-
Recycling Projects	213,502	-	-	213,502	-	-
Support Collection Agency Program	160,300	-	-	160,300	-	-
Fleet Vehicle	128,672	-	-	128,672	-	-
Conservation Officer	66	-	-	66	-	-
Animal Control Officer	224,836	-	-	224,836	-	-
Office on Aging Programs	325,913	-	40,569	285,344	-	-
Wildlife Habitat Programs	761	-	761	-	-	-
State Aid Funded Forestry Projects	3,200	-	-	3,200	-	-
All Terrain Vehicle Trail Maintenance	12	-	-	12	-	-
Maintenance of County Dams	386,320	-	-	386,320	-	-
Animal Control Programs	1,000	-	-	1,000	-	-
Capital Projects Funds:						
Capital Improvement Capital Outlay	618,716	-	-	618,716	-	-
Subtotal Non Major Funds	<u>2,216,733</u>	<u>-</u>	<u>150,496</u>	<u>2,066,237</u>	<u>-</u>	<u>-</u>
Total Governmental Funds Balances at December 31, 2017	<u>\$ 24,651,900</u>	<u>\$ 4,097,240</u>	<u>\$ 164,022</u>	<u>\$ 6,152,619</u>	<u>\$ 4,344,201</u>	<u>\$ 9,893,818</u>

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Component Unit

This report contains the Housing Authority of the County of Barron (Housing Authority), which is included as a component unit. Financial information is presented as a discrete column in the statement of net position and statement of activities.

In addition to the basic financial statements and the preceding notes to financial statements which apply, the following additional disclosures are considered necessary for a fair presentation.

1. Basis of Accounting/Measurement Flows

The Housing Authority follows the accrual basis of accounting and the flow of economic resources measurement focus.

2. Deposits and Investments

The Housing Authority's cash and investments consist of deposit in financial institutions covered by the Federal Deposit Insurance Corporation or similar coverage. Fluctuating cash flows during the year due to receipt of federal grants and/or proceeds from borrowing may have resulted in balances temporarily exceeding insured amounts by substantially higher amounts.

3. Capital Assets

Property and equipment are stated at cost. Depreciation is provided on a straight-line basis over the estimated useful lives of 3 - 10 years. Capital assets consisted of the following at December 31, 2017:

Land	\$ 65,049
Buildings	2,549,939
Furniture, Equipment and Machinery:	
Dwellings	18,496
Administrative	278,574
Accumulated Depreciation	<u>(2,348,827)</u>
Net Capital Assets	<u><u>\$ 563,231</u></u>

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Component Unit (Continued)

4. Long-Term Debt

The long-term debt consists of a forty year mortgage loan issued for the principal amount of \$1,770,500 at 6.75 percent interest. Payments are \$10,682 per month including interest. The maturity date of the mortgage is July 1, 2018. The loan is secured by a first mortgage on real estate located in Barron County, Wisconsin and included all personal property, accounts receivable, rents contract rights and intangibles.

On April 23, 2014 the Housing Authority refinanced the above mortgage at a principal amount of \$482,000 at 2.47 percent interest with a general obligation promissory note. Payments are \$8,974 per month including interest. The maturity date of the general obligation promissory note is December 31, 2018. The annual requirements for its retirement are as follows:

<u>Description</u>	Year	Principal	Interest	Total
General Obligation Promissory Note \$482,000, dated 4/23/2014 due 12/31/2018, interest at 2.47%	2018	\$ 114,972	\$ 1,819	\$ 116,791

5. Economic Dependency

The public housing programs are economically dependent on annual contributions and grants from the United States Department of Housing and Urban Development. This revenue is subject to federal government budget appropriations and potential funding reductions.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 3 OTHER INFORMATION

A. Employee Leave Liability

Employees earn sick leave the first day of the month following 30 days of employment. Upon retirement, resignation or death, employee or their estate shall receive a lump sum cash payment equal to fifty percent of said employee's sick leave accumulation. To qualify for sick leave payout, management and confidential employees must have worked at least five years. The payout is based on the current rate of pay. General municipal union or non-union employees must have worked at least seven years. The payout is the average of the employee's average wage rate for the last three years of employment. County employees are granted vacation in varying amounts based on length of service. Sick and vacation pay accruals generally do not exceed the amount earned for one year. The estimated value of sick and vacation leave at December 31, 2017 was \$1,904,241 in the governmental activities, \$589,046 in the highway department internal service fund, and \$75,833 in the Waste-to-Energy Enterprise 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 occupation employees, 62 for elected officials and State executive participants) are entitled to receive an unreduced retirement benefit. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

Benefits Provided (Continued). Final average earnings is the average of the participant's three highest years' earnings. Creditable service is the creditable current and prior service expressed in years or decimal equivalents of partial years for which a participant receives earnings and makes contributions as required. The formula factor is a standard percentage based on employment category.

Employees may retire at age 55 (50 for protective occupation employees) and receive reduced benefits. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and forfeit all rights to any subsequent benefits.

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, 2017 through December 31, 2017, the WRS recognized \$1,169,130 in contributions from the employer.

Contribution rates as of December 31, 2017 are:

	<u>Employee</u>	<u>Employer</u>	<u>Duty Disability</u>
General	6.80%	6.80%	-
Executives & Elected Officials	6.80%	6.80%	-
Protective with Social Security	6.80%	10.60%	0.20%
Protective without Social Security	6.80%	14.90%	0.20%

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

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>
2007	3.0%	10.0%
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)

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

At December 31, 2017, the County reported a liability of \$889,519 for its proportionate share of the net pension liability. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015 rolled forward to December 31, 2016. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers. At December 31, 2016, the County's proportion was 0.10792012 percent, which was an increase of 0.00127974 from its proportion measured as of December 31, 2015.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

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

For the year ended December 31, 2017, the County recognized pension expense of \$2,277,153. At December 31, 2017, 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	\$ 339,174	\$ (2,797,462)
Changes of Assumptions	930,027	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	4,427,746	-
Changes in Proportion and Differences Between County Contributions and Proportionate Share of Contributions	-	(39,640)
County Contributions Subsequent to the Measurement Date	1,169,130	-
Total	\$ 6,866,077	\$ (2,837,102)

\$1,169,130 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 liability in the year ended December 31, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31:	Pension Expense Amount
2017	\$ 1,167,862
2018	1,167,862
2019	793,119
2020	(270,382)
2021	1,385
Thereafter	-

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

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

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

Actuarial Valuation Date:	December 31, 2015
Measurement Date of Net Pension Liability (Asset):	December 31, 2016
Actuarial Cost Method:	Frozen Entry Age
Amortization Period	30-Year Closed
Asset Valuation Method:	5-Year Smoothed Value
Long-Term Expected Rate of Return:	7.20%
Discount Rate:	7.20%
Inflation:	2.0% to 2.7% - approximate
Salary Increases:	3.2% to 8.8% including inflation
Inflation	3.2% to 8.8%
Investment Rate of Return - Retired	5.00%
Investment Rate of Return - Active Post-Retirement	5.00%
Investment Rate of Return - Active Pre-Retirement	7.20%
Mortality:	WRS experience projected to 2017 with scale BB

Actuarial assumptions are based upon an experience study conducted in 2013 using experience from 2010 – 2012.

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 on the following page:

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

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

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 Equity	45%	5.4%	70%	4.7%
International Equity	0%	0.0%	30%	5.6%
Fixed Income	37%	1.4%	N/A	N/A
Inflation Sensitive Assets	20%	1.5%	N/A	N/A
Real Estate	7%	3.6%	N/A	N/A
Private Equity/Debt	7%	6.5%	N/A	N/A
Multi-Asset	4%	3.7%	N/A	N/A
Cash	-20%	0.9%	N/A	N/A
Totals	100%		100%	

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)	\$ 11,702,199	\$ 889,519	\$ (7,436,733)

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 17-16.

**BARRON COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017**

NOTE 3 OTHER INFORMATION (CONTINUED)

C. Risk Management

The County is exposed to various risks of loss related to torts; thefts of, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains commercial insurance coverage to cover each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County. There have been no significant reductions in coverage from the prior year and settled claims have not exceeded coverage limits in any of the past three years.

D. Contingencies

State and Federal Grant Programs

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under the terms of the grants. Management believes such disallowances, if any, would be immaterial.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 1

**BARRON COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 11,093,672	\$ 11,093,672	\$ 11,181,801	\$ 88,129
Intergovernmental	4,233,895	4,233,895	4,205,044	(28,851)
Licenses and Permits	225,000	225,000	282,535	57,535
Fines and Forfeits	172,847	172,847	172,972	125
Public Charges for Services	1,198,813	1,198,813	1,926,240	727,427
Intergovernmental Charge for Services	-	-	1,423	1,423
Miscellaneous:				
Interest	166,610	166,610	302,054	135,444
Rent	110,000	110,000	113,137	3,137
Other	756,077	756,077	941,369	185,292
Total Revenues	<u>17,956,914</u>	<u>17,956,914</u>	<u>19,126,575</u>	<u>1,169,661</u>
EXPENDITURES:				
General Government	6,704,339	6,709,339	6,175,815	533,524
Public Safety	7,927,939	7,927,939	7,604,588	323,351
Transportation	4,854,240	4,854,240	4,854,240	-
Health and Human Services	190,857	190,857	179,106	11,751
Culture, Recreation and Education	1,605,818	1,766,234	1,455,782	310,452
Conservation and Development	1,108,145	1,128,145	913,193	214,952
Total Expenditures	<u>22,391,338</u>	<u>22,576,754</u>	<u>21,182,724</u>	<u>1,394,030</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,434,424)	(4,619,840)	(2,056,149)	2,563,691
OTHER FINANCING SOURCES (USES):				
Sale of County Property	6,000	6,000	6,040	40
Transfers In	3,297,567	3,297,567	5,701,290	2,403,723
Transfers Out	(838,478)	(838,478)	(1,174,506)	(336,028)
Total Other Financing Sources (Uses)	<u>2,465,089</u>	<u>2,465,089</u>	<u>4,532,824</u>	<u>2,067,735</u>
NET CHANGE IN FUND BALANCE	(1,969,335)	(2,154,751)	2,476,675	4,631,426
Fund Balance, January 1	<u>17,431,609</u>	<u>17,431,609</u>	<u>17,431,609</u>	<u>-</u>
FUND BALANCE, DECEMBER 31	<u>\$ 15,462,274</u>	<u>\$ 15,276,858</u>	<u>\$ 19,908,284</u>	<u>\$ 4,631,426</u>

SCHEDULE 2

BARRON COUNTY, WISCONSIN
 BUDGETARY COMPARISON SCHEDULE
 HEALTH AND HUMAN SERVICES FUND
 YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 5,860,505	\$ 5,860,505	\$ 5,860,505	\$ -
Intergovernmental	6,571,619	6,571,619	6,185,178	(386,441)
Public Charges for Services	-	-	426,012	426,012
Miscellaneous				
Other	55,302	55,302	16,257	(39,045)
Total Revenues	<u>12,487,426</u>	<u>12,487,426</u>	<u>12,487,952</u>	<u>526</u>
EXPENDITURES:				
Health and Human Services				
Youth and Families Program	5,390,789	5,390,789	3,016,784	2,374,005
Public Health Program	1,201,926	1,201,926	1,335,384	(133,458)
Economic Support Program	1,444,412	1,444,412	1,488,208	(43,796)
Behavior Health Program	3,988,976	3,988,976	5,819,065	(1,830,089)
Social Services Overhead	-	-	(29,011)	29,011
Other Health and Human Services	-	-	92,820	(92,820)
Total Expenditures	<u>12,026,103</u>	<u>12,026,103</u>	<u>11,723,250</u>	<u>302,853</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	461,323	461,323	764,702	303,379
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	214,691	214,691
Transfers Out	-	-	(979,393)	(979,393)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(764,702)</u>	<u>(764,702)</u>
NET CHANGE IN FUND BALANCE	461,323	461,323	-	(461,323)
Fund Balance, January 1	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>-</u>
FUND BALANCE, DECEMBER 31	<u>\$ 1,211,323</u>	<u>\$ 1,211,323</u>	<u>\$ 750,000</u>	<u>\$ (461,323)</u>

SCHEDULE 3

BARRON COUNTY, WISCONSIN
 SCHEDULE OF COUNTY'S PROPORTIONATE SHARE OF
 WISCONSIN RETIREMENT SYSTEM NET PENSION PLAN ASSET (LIABILITY)
 LAST TEN FISCAL YEARS

	2015	2016	2017
County's proportion of the net pension liability (asset)	0.10519493%	0.10664038%	0.10792012%
County's proportionate share of the net pension liability (asset)	\$ (2,583,875)	\$ 1,732,885	\$ 889,519
County's covered payroll	\$ 13,946,719	\$ 14,626,975	\$ 15,086,217
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-18.53%	11.85%	5.90%
Plan fiduciary net position as a percentage of the total pension liability (asset)	102.74%	98.20%	99.12%

*The amounts presented are for a measurement date used 12 months prior to the County's year end.

SCHEDULE 4

**BARRON COUNTY, WISCONSIN
SCHEDULE OF COUNTY'S CONTRIBUTIONS TO
WISCONSIN RETIREMENT SYSTEM PENSION PLAN
LAST TEN FISCAL YEARS**

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Contractually Required Contribution	\$ 1,052,582	\$ 1,052,734	\$ 1,169,130
Contributions in Relation to the Contractually Required Contributions	<u>(1,052,582)</u>	<u>(1,052,734)</u>	<u>(1,169,130)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 County's Covered Payroll	 \$ 14,626,975	 \$ 15,086,217	 \$ 16,095,312
 Contributions as a Percentage of Covered Payroll	 7.20%	 6.98%	 7.26%

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.

**BARRON COUNTY, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2017**

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 and the health and human services fund is derived from the County's annual operating budget. The County did not adopt a budget for the County Sales Tax special revenue fund.

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.

The County had some overdrawn appropriations for the year ended December 31, 2017. It is recognized that overdrawn appropriations are contrary to Section 66.0607 of the Wisconsin Statutes.

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS

**BARRON COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2017**

Special Revenue Funds

	Child Support Collection Agency	Office on Aging Programs	Aging Disability Resource Center	All Terrain Vehicle Trails	Snowmobile Trails	State Aid Forestry Fund	Recreation Deputy	Animal Control Officer
ASSETS								
Treasurer's Cash and Investments	\$ 37,260	\$ 257,096	\$ -	\$ 310,260	\$ 46,331	\$ 3,200	\$ 2,191	\$ 221,757
Departmental Cash and Investments	-	6,771	-	-	-	-	-	-
Taxes Receivable	146,153	352,640	113,047	-	-	-	61,775	113,107
Accounts Receivable	-	41,133	-	-	-	-	-	-
Prepaid Expense	-	-	-	-	-	-	-	4,500
Due from Other Governmental Units	134,863	72,199	259,369	22,098	-	-	-	-
Loans Receivable	-	-	-	-	-	-	-	-
Total Assets	\$ 318,276	\$ 729,839	\$ 372,416	\$ 332,358	\$ 46,331	\$ 3,200	\$ 63,966	\$ 339,364
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Vouchers Payable	\$ 1,828	\$ 33,066	\$ 74,133	\$ 6,225	\$ 4,270	\$ -	\$ 10	\$ -
Accrued Payroll	9,995	18,220	13,227	-	-	-	2,115	1,421
Due to General Fund	-	-	169,709	-	-	-	-	-
Unearned Revenues	-	-	2,300	326,121	42,061	-	-	-
Total Liabilities	11,823	51,286	259,369	332,346	46,331	-	2,125	1,421
Deferred Inflows of Resources:								
Succeeding Years Property Taxes	146,153	352,640	113,047	-	-	-	61,775	113,107
Loans Receivable	-	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	146,153	352,640	113,047	-	-	-	61,775	113,107
Fund Balances:								
Restricted	-	40,569	-	-	-	-	-	-
Committed	160,300	285,344	-	12	-	3,200	66	224,836
Total Fund Balances	160,300	325,913	-	12	-	3,200	66	224,836
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 318,276	\$ 729,839	\$ 372,416	\$ 332,358	\$ 46,331	\$ 3,200	\$ 63,966	\$ 339,364

**BARRON COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2017**

	Special Revenue Funds								
	Fleet Vehicle	Jail Assessment Fund	Recycling Project	Maintenance of Dams	Wildlife Habitat	Housing Revolving Loan Fund	Dog License Fund	Wildlife Damage Program	Total Special Revenue Funds
ASSETS									
Treasurer's Cash and Investments	\$ 146,515	\$ 40,201	\$ 221,544	\$ 387,748	\$ 761	\$ 102,687	\$ 845	\$ -	\$ 1,778,396
Departmental Cash and Investments	-	-	-	-	-	-	-	-	6,771
Taxes Receivable	20,000	-	445,920	89,137	-	-	-	-	1,341,779
Accounts Receivable	-	4,068	-	-	-	1,497	155	-	46,853
Prepaid Expense	-	-	-	-	-	-	-	-	4,500
Due from Other Governmental Units	-	-	-	-	-	5,000	-	22,014	515,543
Loans Receivable	-	-	-	-	-	457,653	-	-	457,653
Total Assets	\$ 166,515	\$ 44,269	\$ 667,464	\$ 476,885	\$ 761	\$ 566,837	\$ 1,000	\$ 22,014	\$ 4,151,495
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES									
Liabilities:									
Vouchers Payable	\$ 17,843	\$ -	\$ 2,948	\$ 897	\$ -	\$ 18	\$ -	\$ 7,524	\$ 148,762
Accrued Payroll	-	-	5,094	531	-	-	-	-	50,603
Due to General Fund	-	-	-	-	-	-	-	14,490	184,199
Unearned Revenues	-	-	-	-	-	-	-	-	370,482
Total Liabilities	17,843	-	8,042	1,428	-	18	-	22,014	754,046
Deferred Inflows of Resources:									
Succeeding Years Property Taxes	20,000	-	445,920	89,137	-	-	-	-	1,341,779
Loans Receivable	-	-	-	-	-	457,653	-	-	457,653
Total Deferred Inflows of Resources	20,000	-	445,920	89,137	-	457,653	-	-	1,799,432
Fund Balances:									
Restricted	-	-	-	-	761	109,166	-	-	150,496
Committed	128,672	44,269	213,502	386,320	-	-	1,000	-	1,447,521
Total Fund Balances	128,672	44,269	213,502	386,320	761	109,166	1,000	-	1,598,017
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 166,515	\$ 44,269	\$ 667,464	\$ 476,885	\$ 761	\$ 566,837	\$ 1,000	\$ 22,014	\$ 4,151,495

**BARRON COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2017**

	Capital Projects Fund	Total Nonmajor Governmental Funds
ASSETS		
Treasurer's Cash and Investments	\$ 677,618	\$ 2,456,014
Departmental Cash and Investments	-	6,771
Taxes Receivable	750,000	2,091,779
Accounts Receivable	-	46,853
Prepaid Expense	-	4,500
Due from Other Governmental Units	-	515,543
Loans Receivable	-	457,653
	-	457,653
Total Assets	\$ 1,427,618	\$ 5,579,113
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
Liabilities:		
Vouchers Payable	\$ 58,902	\$ 207,664
Accrued Payroll	-	50,603
Due to General Fund	-	184,199
Unearned Revenues	-	370,482
Total Liabilities	58,902	812,948
Deferred Inflows of Resources:		
Succeeding Years Property Taxes	750,000	2,091,779
Loans Receivable	-	457,653
Total Deferred Inflows of Resources	750,000	2,549,432
Fund Balances:		
Restricted	-	150,496
Committed	618,716	2,066,237
Total Fund Balances	618,716	2,216,733
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,427,618	\$ 5,579,113

**BARRON COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDING DECEMBER 31, 2017**

Special Revenue Funds

	Child Support Collection Agency	Office on Aging Programs	Aging Disability Resource Center	All Terrain Vehicle Trails	Snowmobile Trails	State Aid Forestry Fund	Recreation Deputy	Animal Control Officer
REVENUES:								
Taxes	\$ 144,191	\$ 372,624	\$ 96,706	\$ -	\$ -	\$ -	\$ 61,561	\$ 112,488
Intergovernmental	625,233	521,185	1,351,491	203,051	63,349	12,509	31,038	-
Licenses and Permits	-	-	-	-	-	-	-	3,300
Fines, Forfeitures and Penalties	-	-	-	-	-	-	-	-
Public Charges for Services	-	516,323	-	-	-	-	-	-
Miscellaneous:								
Interest	-	2,337	-	-	-	-	-	-
Other	11,984	22,299	-	-	-	-	-	-
Total Revenues	781,408	1,434,768	1,448,197	203,051	63,349	12,509	92,599	115,788
EXPENDITURES:								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	102,918	120,447
Sanitation	-	-	-	-	-	-	-	-
Health and Human Services	789,035	1,521,256	1,464,717	-	-	-	-	-
Culture, Recreation and Education	-	-	-	204,790	63,349	-	-	-
Conservation and Development	-	-	-	-	-	6,300	-	-
Total Expenditures	789,035	1,521,256	1,464,717	204,790	63,349	6,300	102,918	120,447
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(7,627)	(86,488)	(16,520)	(1,739)	-	6,209	(10,319)	(4,659)
OTHER FINANCING SOURCES (USES):								
Transfer from General Fund	17,927	45,533	31,663	-	-	852	9,349	858
Transfer from Special Revenue Fund	-	-	-	1,738	-	-	-	25,187
Transfer to General Fund	-	-	(15,143)	-	-	(6,209)	-	-
Transfer to Debt Service Fund	-	-	-	-	-	-	-	-
Transfer to Internal Service Fund	-	-	-	-	-	-	-	-
Transfer to Special Revenue Fund	-	-	-	-	-	-	(1,738)	-
Total Other Financing Sources (Uses)	17,927	45,533	16,520	1,738	-	(5,357)	7,611	26,045
NET CHANGE IN FUND BALANCES	10,300	(40,955)	-	(1)	-	852	(2,708)	21,386
Fund Balances, January 1	150,000	366,868	-	13	-	2,348	2,774	203,450
FUND BALANCES, DECEMBER 31	\$ 160,300	\$ 325,913	\$ -	\$ 12	\$ -	\$ 3,200	\$ 66	\$ 224,836

**BARRON COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDING DECEMBER 31, 2017**

	Special Revenue Funds								Total Special Revenue Funds
	Fleet Vehicle	Jail Assessment Fund	Recycling Project	Maintenance of Dams	Wildlife Habitat	Housing Revolving Loan Fund	Dog License Fund	Wildlife Damage Program	
REVENUES:									
Taxes	\$ 20,000	\$ -	\$ -	\$ 84,740	\$ -	\$ -	\$ -	\$ -	\$ 892,310
Intergovernmental	-	-	88,142	-	763	-	-	22,014	2,918,775
Licenses and Permits	-	-	-	-	-	-	25,512	-	28,812
Fines, Forfeitures and Penalties	-	46,142	-	-	-	-	-	-	46,142
Public Charges for Services	-	-	333,288	31,855	-	-	-	-	881,466
Miscellaneous:									
Interest	-	-	-	-	-	902	-	-	3,239
Other	-	-	87,290	-	-	3,491	-	-	125,064
Total Revenues	20,000	46,142	508,720	116,595	763	4,393	25,512	22,014	4,895,808
EXPENDITURES:									
General Government	35,369	-	-	-	-	-	-	-	35,369
Public Safety	-	-	-	-	-	-	-	-	223,365
Sanitation	-	-	377,283	-	-	-	-	-	377,283
Health and Human Services	-	-	-	-	-	-	325	-	3,775,333
Culture, Recreation and Education	-	-	-	-	-	-	-	-	268,139
Conservation and Development	-	-	-	243,398	809	868	-	22,014	273,389
Total Expenditures	35,369	-	377,283	243,398	809	868	325	22,014	4,952,878
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(15,369)	46,142	131,437	(126,803)	(46)	3,525	25,187	-	(57,070)
OTHER FINANCING SOURCES (USES):									
Transfer from General Fund	-	-	-	-	-	-	-	-	106,182
Transfer from Special Revenue Fund	-	-	-	-	-	-	-	-	26,925
Transfer to General Fund	-	-	(18,885)	-	-	-	-	-	(40,237)
Transfer to Debt Service Fund	-	(75,000)	-	-	-	-	-	-	(75,000)
Transfer to Internal Service Fund	-	-	-	-	-	-	-	-	-
Transfer to Special Revenue Fund	-	-	-	-	-	-	(25,187)	-	(26,925)
Total Other Financing Sources (Uses)	-	(75,000)	(18,885)	-	-	-	(25,187)	-	(9,055)
NET CHANGE IN FUND BALANCES	(15,369)	(28,858)	112,552	(126,803)	(46)	3,525	-	-	(66,125)
Fund Balances, January 1	144,041	73,127	100,950	513,123	807	105,641	1,000	-	1,664,142
FUND BALANCES, DECEMBER 31	\$ 128,672	\$ 44,269	\$ 213,502	\$ 386,320	\$ 761	\$ 109,166	\$ 1,000	\$ -	\$ 1,598,017

**BARRON COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDING DECEMBER 31, 2017**

	Capital Projects Fund	Total Nonmajor Governmental Funds
REVENUES:		
Taxes	\$ 666,064	\$ 1,558,374
Intergovernmental	-	2,918,775
Licenses and Permits	-	28,812
Fines, Forfeitures and Penalties	-	46,142
Public Charges for Services	-	881,466
Miscellaneous:		
Interest	7,170	10,409
Other	59,093	184,157
Total Revenues	<u>732,327</u>	<u>5,628,135</u>
EXPENDITURES:		
General Government	873,560	908,929
Public Safety	232,429	455,794
Sanitation	-	377,283
Health and Human Services	12,500	3,787,833
Culture, Recreation and Education	97,326	365,465
Conservation and Development	-	273,389
Total Expenditures	<u>1,215,815</u>	<u>6,168,693</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(483,488)	(540,558)
OTHER FINANCING SOURCES (USES):		
Transfer from General Fund	9,500	115,682
Transfer from Special Revenue Fund	-	26,925
Transfer to General Fund	-	(40,237)
Transfer to Debt Service Fund	-	(75,000)
Transfer to Internal Service Fund	-	-
Transfer to Special Revenue Fund	-	(26,925)
Total Other Financing Sources (Uses)	<u>9,500</u>	<u>445</u>
NET CHANGE IN FUND BALANCES	(473,988)	(540,113)
Fund Balances, January 1	<u>1,092,704</u>	<u>2,756,846</u>
FUND BALANCES, DECEMBER 31	<u>\$ 618,716</u>	<u>\$ 2,216,733</u>

SCHEDULE B-1

**BARRON COUNTY, WISCONSIN
GENERAL FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2017
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2016)**

	2017	2016
ASSETS		
Treasurer's Cash and Investments	\$ 15,910,241	\$ 12,684,973
Departmental Cash	895	895
Taxes Receivable:		
Current Taxes Receivable	10,718,068	10,580,552
Delinquent Taxes	964,560	1,272,741
Tax Deeds Owned by County	100,506	228,454
Accounts Receivable (Net of Allowance for Doubtful Accounts)	123,435	126,404
Due from Other Funds	184,199	281,289
Due from Other Governments	374,400	321,180
Long-Term Receivables	326,092	369,734
Advance to Waste-to-Energy Fund	373,608	449,608
Advance to Highway Department	876,200	1,026,200
Advance to Highway Department - Gravel Pit	701,647	707,697
Prepaid Expenses	747,599	633,426
Inventories	3,987	3,211
	\$ 31,405,437	\$ 28,686,364
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities:		
Vouchers and Accounts Payable	\$ 515,817	\$ 389,038
Accrued Payroll	204,282	189,340
Due to Other Governmental Units	31,252	59,611
Special Deposits	16,996	21,881
Unearned Revenue	10,738	14,333
Total Liabilities	779,085	674,203
Deferred Inflows of Resources:		
Succeeding Years Property Taxes	10,718,068	10,580,552
Fund Balance:		
Nonspendable		
Delinquent Taxes	1,065,066	1,501,195
Advance to Waste-to-Energy	373,608	449,608
Advance to Highway Department	876,200	1,026,200
Advance to Highway Department - Gravel Pit	701,647	707,697
Long-Term Receivables	326,092	369,734
Prepaid Expenses	747,599	633,426
Inventories	3,987	3,211
Committed	1,576,066	189,166
Assigned	4,344,201	3,931,496
Unassigned	9,893,818	8,619,876
Total Fund Balance	19,908,284	17,431,609
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 31,405,437	\$ 28,686,364

**BARRON COUNTY, WISCONSIN
GENERAL FUND
STATEMENT OF CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2017**

	Balance (Overdraft) 01/01/17	County Appropri- ations	Other Revenues	Transfers				Total Available	Expenditures	Balance (Overdraft) 12/31/17
				General Fund		Other Funds				
				In	Out	In	Out			
Assigned Fund Balances:										
Continuing Appropriations:										
Corporation Counsel - Ordinance Codification	\$ 1,825	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,825	\$ -	\$ 1,825
Family Court Counseling	11,556	17,210	10,839	-	-	-	-	39,605	20,110	19,495
Administration - Employee Recognition	2,291	4,000	-	-	-	-	-	6,291	3,663	2,628
Administration - Safety Workgroup	5,000	-	-	-	-	-	-	5,000	200	4,800
Worker's Comp Dividends - Adjustments	-	-	174,328	-	-	-	-	174,328	-	174,328
Economic Development - Ledge Grant	13,385	-	-	-	-	-	-	13,385	-	13,385
Food Pantry	2,219	-	7,270	-	-	-	-	9,489	9,489	-
Land Information	2,726	-	75,288	-	-	-	-	78,014	70,908	7,106
Land Information - Orthophotography	10,000	-	25,000	-	-	-	25,000	10,000	-	10,000
Land Information Education Grant	603	-	1,000	-	-	-	-	1,603	815	788
Land Information - 2017 Base Budget Grant	-	-	-	-	-	26,080	-	26,080	25,835	245
Land Information - 2016 Strategic Initiative Grant	896	-	26,080	-	-	-	26,080	896	896	-
Land Information - 2017 Strategic Initiative Grant	-	-	25,000	-	-	25,000	-	50,000	50,000	-
Land Services: Zoning Forfeitures	5,000	-	-	-	-	-	-	5,000	-	5,000
Register of Deeds Redaction Project	33,598	-	-	-	-	-	-	33,598	33,152	446
Drug Investigation Fund	55,904	-	18,647	-	-	76,651	-	151,202	25,679	125,523
eDispatch Donations and Expenses	2,991	-	2,166	-	-	-	-	5,157	4,656	501
Care of Veteran's Graves	94	4,200	-	-	-	-	-	4,294	3,980	314
Veterans Donations	5,475	-	5,811	-	-	-	-	11,286	5,799	5,487
Extension - 4-H Only	8,964	-	682	-	-	-	-	9,646	2,449	7,197
Jail Inmate Canteen	69,860	-	71,950	-	-	-	-	141,810	71,560	70,250
Aid to Veterans	7,161	10,975	-	-	-	-	-	18,136	12,634	5,502
Waldo Carlson Boat Launch	36,448	-	7,122	-	-	-	-	43,570	-	43,570
Vending Machine Revenues - JC Wellness Center	6,860	-	1,875	-	-	-	-	8,735	1,048	7,687
Arland Rifle Range - Owen Anderson	1,002	-	204	-	-	-	-	1,206	-	1,206
Project Lifesaver - Fees and Donations	-	-	90	-	-	-	-	90	-	90
Hazmat Cleanup	-	-	27,465	1,233	-	-	-	28,698	24,188	4,510
Assigned Reserve - Towers	24,000	8,000	-	-	-	-	-	32,000	-	32,000
Extension - Tractor Safety	-	-	500	-	-	-	-	500	226	274
Extension - Shopping Matters	1,183	-	-	-	-	-	-	1,183	450	733
Extension - Family Living	3,489	-	5,925	-	-	-	-	9,414	4,562	4,852
Extension - Food Preservation	1,079	-	-	-	-	-	-	1,079	77	1,002
Extension - Pesticide	1,383	-	1,750	-	-	-	-	3,133	1,323	1,810
Extension - Farm Books and Bulletins	1,279	-	211	-	-	-	-	1,490	276	1,214
Silver Lake Association	1,987	-	-	-	-	-	-	1,987	-	1,987

**BARRON COUNTY, WISCONSIN
GENERAL FUND
STATEMENT OF CHANGES IN FUND BALANCE (CONTINUED)
YEAR ENDED DECEMBER 31, 2017**

	Balance (Overdraft) 01/01/17	County Appropri- ations	Other Revenues	Transfers				Total Available	Expenditures	Balance (Overdraft) 12/31/17
				General Fund		Other Funds				
				In	Out	In	Out			
Assigned Fund Balances: (Continued)										
Continuing Appropriations: (Continued)										
Ag Commission	\$ 3,307	\$ -	\$ 492	\$ -	\$ -	\$ -	\$ -	\$ 3,799	\$ -	\$ 3,799
Ag Agent Education	7,007	-	-	-	-	-	-	7,007	148	6,859
SWCD Conservation Reserve	14,133	-	118	-	-	-	-	14,251	-	14,251
Red Cedar Lake Shore Fund	9,391	-	-	-	-	-	-	9,391	-	9,391
Red Cedar Lake Project	24,000	-	-	-	-	-	-	24,000	7,405	16,595
LCD Seeding/Tree Program	5,907	-	9,781	-	-	-	-	15,688	8,776	6,912
LCD Equipment	8,278	-	-	-	-	-	-	8,278	75	8,203
Tree Planter	12,913	-	569	-	-	-	-	13,482	-	13,482
Farmland Preservation - Monitoring/Compliance	11,329	-	-	-	-	-	-	11,329	1,156	10,173
Seeds - Resale	6,803	1,200	1,490	-	-	-	-	9,493	1,750	7,743
Rural Address Numbering	40,974	-	10,530	-	-	6,000	-	57,504	40,372	17,132
County Highway STP Projects - 2016	293,513	-	-	-	-	100,000	-	393,513	-	393,513
Affordable Care Act 2016 - 2018 Costs	420,000	-	-	-	100,000	-	-	320,000	-	320,000
Vacation and Sick Leave Liability	1,933,683	-	-	-	227,564	-	-	1,706,119	-	1,706,119
Pioneer Museum Insurance Proceeds	-	-	266,274	-	-	-	-	266,274	50,000	216,274
Subsequent Year's Budget	822,000	-	-	216,000	-	-	-	1,038,000	-	1,038,000
Total Assigned Fund Balance	3,931,496	45,585	778,457	217,233	327,564	233,731	51,080	4,827,858	483,657	4,344,201
Committed										
Agriculture Commission	91,666	-	-	11,111	-	-	-	102,777	-	102,777
Self-Funded Health Insurance 2020-2021	-	-	-	350,000	-	-	-	350,000	-	350,000
Highway Shop Rebuild - 2017	-	-	-	303,000	-	-	-	303,000	-	303,000
Highway Fuel/ Canopy/Fencing	-	-	-	450,000	-	-	-	450,000	-	450,000
Pay for Performance/Pay Adjustment Plan	75,000	-	-	127,000	-	-	-	202,000	92,711	109,289
County-Wide HIPPA Security Risk Assessment	10,000	-	-	-	10,000	-	-	-	-	-
Storm Water System at Barron County Fair Grounds	2,500	-	-	-	2,500	-	-	-	-	-
State Treatment Alternatives & Diversion Grant	10,000	-	-	-	10,000	-	-	-	-	-
Sheriff Spillman Software 2018	-	-	-	61,000	-	-	-	61,000	-	61,000
WTE Capital Improvements 2018	-	-	-	200,000	-	-	-	200,000	-	200,000
Total Committed Fund Balance	189,166	-	-	1,502,111	22,500	-	-	1,668,777	92,711	1,576,066
Nonspendable										
Delinquent Taxes	1,501,195	-	-	-	436,129	-	-	1,065,066	-	1,065,066
Advances to Other Funds	1,733,897	-	-	-	156,050	-	-	1,577,847	-	1,577,847
Advance to Waste-to-Energy	449,608	-	-	-	76,000	-	-	373,608	-	373,608
Long-Term Receivables	369,734	-	-	-	43,842	-	-	326,092	-	326,092
Prepaid Expenses	633,426	-	-	114,173	-	-	-	747,599	-	747,599
Inventories	3,211	-	-	776	-	-	-	3,987	-	3,987
Total Nonspendable Fund Balance	4,691,071	-	-	114,949	711,821	-	-	4,094,199	-	4,094,199
General Fund Unassigned	8,619,876	10,534,967	7,773,606	1,061,885	1,834,293	5,467,559	1,123,426	30,500,174	20,606,356	9,893,818
Total General Fund Balance	\$ 17,431,609	\$ 10,580,552	\$ 8,552,063	\$ 2,896,178	\$ 2,896,178	\$ 5,701,290	\$ 1,174,506	\$ 41,091,008	\$ 21,182,724	\$ 19,908,284

**BARRON COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017			2016 Actual
	Final Budget	Actual	Variance Positive (Negative)	
REVENUES:				
Taxes:				
General Property Taxes	\$ 10,580,552	\$ 10,580,552	\$ -	\$ 10,109,140
Ag Use Value Penalty	5,000	5,561	561	6,734
Forest Crop Taxes From Districts	18,000	29,561	11,561	26,375
Retained Sales Tax	120	124	4	120
Real Estate Transfer Fees	115,000	130,466	15,466	120,284
Interest on Taxes	375,000	435,537	60,537	360,327
Total Taxes	11,093,672	11,181,801	88,129	10,622,980
Intergovernmental:				
Federal Drug Forfeitures	76,651	76,651	-	-
Shared Taxes from State	1,222,517	1,220,573	(1,944)	1,225,522
State Exempt Computer Aid	36,000	32,170	(3,830)	36,611
State Aid - Crime Victim/Witness	50,000	42,453	(7,547)	46,856
State Aid - Circuit Court	240,000	245,974	5,974	245,095
State Aid - Sheriff Department	55,625	55,625	-	72,856
State Aid - Police Instruction	8,800	7,840	(960)	8,480
State Aid - Emergency Government	93,139	102,143	9,004	79,044
State Aid for Transportation	954,640	954,640	-	981,993
State Aid - Food Pantry	7,270	7,270	-	7,912
In Lieu of Taxes on DNR Lands	6,500	7,278	778	7,070
Indirect Cost Reimbursement from State	1,210,324	1,210,325	1	1,308,789
State Aid - Veterans Service	11,500	13,173	1,673	7,455
State Aid - Land Information Board Grant	77,080	77,080	-	79,600
State Aid - Farmer Nutrient Education	-	-	-	4,550
State Aid - Soil and Water Salaries	112,849	112,849	-	115,967
State Aid - Land and Water Plan	71,000	39,000	(32,000)	110,744
State Aid - Other	-	-	-	13,145
Total Intergovernmental	4,233,895	4,205,044	(28,851)	4,351,689

**BARRON COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017			2016 Actual
	Final Budget	Actual	Variance Positive (Negative)	
REVENUES: (CONTINUED)				
Licenses and Permits:				
Zoning Fees and Permits	\$ 225,000	\$ 282,535	\$ 57,535	\$ 270,852
Fines and Forfeits:				
County Ordinance Forfeitures	80,200	65,232	(14,968)	75,368
District Attorney Restitution 10 Percent Charge	6,000	8,325	2,325	14,237
Sheriff's Drug Asset Forfeitures	26,647	41,139	14,492	27,096
Penal Fines for County	60,000	58,276	(1,724)	67,898
Total Fines and Forfeits	172,847	172,972	125	184,599
Public Charges for Services:				
County Clerk Fees	9,000	10,115	1,115	10,390
Election Services and Support	14,000	13,730	(270)	11,800
Register of Deeds Fees	171,000	173,339	2,339	178,015
Register of Deeds On-Line Access Fees	46,000	50,648	4,648	47,252
Circuit Court Fees and Costs	145,000	112,382	(32,618)	120,867
Receipting and Disbursing Fees	5,000	2,050	(2,950)	3,550
Guardian Ad Litem Revenue	96,200	105,370	9,170	102,856
Mediation Reimbursement Fees	2,000	1,982	(18)	2,344
Psych Fees	2,000	3,365	1,365	3,587
Witness Fee Reimbursements	437	695	258	-
Attorneys Fees Revenue	28,750	28,801	51	34,925
Register in Probate Fees	12,000	12,415	415	12,432
Copy Machine Revenue	35,000	23,162	(11,838)	24,570
Sheriff Fees	65,000	56,371	(8,629)	61,299
Other Sheriff Revenues	10,090	15,150	5,060	24,620
Huber Law Revenue	65,000	64,705	(295)	93,318
Out of County Prisoner Revenues	-	424,121	424,121	402,030
Rural Address Numbers Revenue	10,530	10,530	-	9,595
Cremation Fees	61,240	61,240	-	56,515
Park Fees	66,872	91,021	24,149	82,123
County Forest Revenue	120,000	416,781	296,781	111,723
NR 135 Land Conservation Open Pits Revenue	5,000	9,600	4,600	9,600
Land Conservation Revenue	-	169	169	-
Land Information Revenue	75,288	75,288	-	75,917

**BARRON COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017		Variance Positive (Negative)	2016 Actual
	Final Budget	Actual		
REVENUES: (CONTINUED)				
Public Charges for Services: (Continued)				
UW Extension	\$ 3,000	\$ 3,429	\$ 429	\$ 5,412
4-H Adult Leaders - Plat Book	682	682	-	84
Agricultural	8,701	8,623	(78)	10,949
LCD Tree Program Sales	11,272	11,272	-	12,276
Food Preservation	-	-	-	54
Family Living	5,925	5,925	-	3,825
Family Court Counseling Revenue	10,840	10,840	-	12,086
Children in the Middle Revenue	-	30	30	35
Veterans Revenue	5,811	5,811	-	8,559
Jail Inmate Canteen Revenue	71,950	71,950	-	56,414
Other Jail Charges	35,225	44,648	9,423	39,621
Total Public Charges for Services	1,198,813	1,926,240	727,427	1,628,643
Intergovernmental Charges for Service:				
Surveyor Reimbursements	-	-	-	1,744
Tax Collection Fees	-	1,423	1,423	-
Total Intergovernmental Charges for Service	-	1,423	1,423	1,744
Miscellaneous Revenues:				
Interest on Investments	150,000	278,987	128,987	173,825
Interest on Snow Club Loans	3,000	3,190	190	1,469
Interest on Clerk of Court Collections	6,500	12,456	5,956	8,521
Interest on DATCP Watershed	118	118	-	53
Interest on Historical Society Loan	6,500	6,811	311	6,614
Interest on Ag Commission Endowment Fund	492	492	-	243
Rent of Country Buildings and Offices	110,000	113,137	3,137	117,287
Treasurer Statement Revenue	500	825	325	932
Profit on Tax Deed Sales	23,915	142,452	118,537	61,925
Tax Deed Fees	6,500	32,263	25,763	-
Refund of Prior Year Expenses	-	6,248	6,248	71,619
Insurance Dividend	180,336	180,336	-	42,306
Insurance Recoveries	266,274	266,274	-	-
WITC GED Program Donations	12,166	12,166	-	4,056
Interdepartmental Indirect Costs	205,193	205,193	-	210,536
Garnishment Fees	1,875	1,875	-	2,014
DNR, Gemini, and & DHIC Charges	-	483	483	565
Donation - School Liaison	30,000	22,500	(7,500)	22,500
DHHS/GR Repayments Private Non-Medical	1,000	41,000	40,000	-
Rebates and Refunds	27,466	27,466	-	-
Directory Fees	40	27	(13)	48
Donation - Arland Rifle Range Project	204	204	-	174
Shopping Matters Education Program Revenue	-	-	-	94
Other General	608	2,057	1,449	428
Total Miscellaneous	1,032,687	1,356,560	323,873	725,209
Total Revenues	17,956,914	19,126,575	1,169,661	17,785,716

SCHEDULE B-3

**BARRON COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017			2016 Actual
	Final Budget	Actual	Variance Positive (Negative)	
EXPENDITURES:				
General Government:				
County Board	\$ 119,784	\$ 90,147	\$ 29,637	\$ 90,708
Circuit Court	1,400,388	1,400,387	1	1,371,942
Restorative Justice	50,000	50,000	-	50,000
Medical Examiner	144,699	144,698	1	103,792
District Attorney	328,612	328,612	-	315,131
Corporation Counsel	301,110	301,110	-	290,593
Corporation Counsel - Ordinance Codification	1,825	-	1,825 *	650
Family Court Commissioner	33,829	33,829	-	31,716
Family Court Counseling	39,605	20,110	19,495 *	23,210
Crime Victim/Witness Program	92,091	81,820	10,271	89,024
Administrator	1,164,091	982,334	181,757	954,603
County Clerk	157,629	156,401	1,228	143,476
Personnel Administration	54,235	29,495	24,740	21,150
Elections	94,100	18,735	75,365	95,468
Technology Center	586,003	580,734	5,269	559,897
Technology Center - Cabling and Software	10,600	9,621	979	10,270
Copy Room	39,000	22,983	16,017	22,037
County Telephone System	600	-	600	-
Independent Auditing	45,000	43,465	1,535	36,205
Special Accounting - Indirect Cost Study	6,000	5,865	135	5,865
County Treasurer	245,187	245,187	-	224,242
Assessments	2,500	264	2,236	1,468
Property and Liability Insurance	75,299	75,298	1	41,964
Government Center	491,268	429,680	61,588	335,140
Justice Center	398,948	352,118	46,830	373,892
County Office Complex	48,500	24,942	23,558	31,210
Courthouse East Wing	16,000	15,189	811	15,334
Register of Deeds	208,268	231,519	(23,251)	225,076
Register of Deeds - Redaction Project	63,993	33,152	30,841 *	30,395
State Land Information	78,274	70,983	7,291 *	127,674
County Land Information	266,946	271,946	(5,000)	215,505
Land Information Education Grant	1,343	740	603 *	740
Land Information - Orthophotography	10,000	-	10,000 *	-
Land Information Base Grant 2015	-	-	-	11,735
Land Information Base Grant 2016	-	-	-	28,600
Land Information Base Grant 2017	26,080	25,835	245 *	-
Land Information - 2016 Strategic Initiative Grant	896	896	-	49,104
Land Information - 2017 Strategic Initiative Grant	50,000	50,000	-	-
Land Services: NR-135 Forfeitures	-	-	-	5,000
Land Services: Zoning Forfeitures	5,000	-	5,000 *	-
Tax Deed Expense	46,598	46,483	115	12,772
Write-off of Tax Deeds	-	-	-	3,392
Uncollectible Taxes	5,000	1,199	3,801	19,880
Additional Expenditures of Prior Years	38	38	-	150
Total General Government	6,709,339	6,175,815	533,524	5,969,010

* Assigned Balance at Year End.

**BARRON COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017		Variance Positive (Negative)	2016 Actual
	Final Budget	Actual		
EXPENDITURES: (CONTINUED)				
Public Safety:				
Sheriff Department	\$ 965,251	\$ 839,728	\$ 125,523	\$ 786,732
Traffic Police	2,344,472	2,283,175	61,297	2,291,575
Drug Investigation Fund	-	-	-	7,500 *
Water and Snow Patrol	90	-	90	2,350
Fire Suppression	500	-	500	330
Police Liaison at Schools	110,000	96,385	13,615	99,527
Emergency Government	28,699	24,188	4,511	-
Communications Center	1,161,845	1,114,781	47,064	1,062,834
eDispatch Donations and Expenses	5,157	4,656	501 *	4,656
Law Enforcement Center	3,170,115	3,170,115	-	3,225,895
Jail Inmate Canteen	141,810	71,560	70,250	63,494
Total Public Safety	<u>7,927,939</u>	<u>7,604,588</u>	<u>323,351</u>	<u>7,544,893</u>
Transportation Facilities:				
CTHS Maintenance and Construction (See Schedule E-2)	4,854,240	4,854,240	-	4,682,012
Health and Human Services:				
Veteran's Service Office	143,651	143,204	447	142,736
Aid to Veterans	29,423	18,433	10,990 *	14,686
Care of Veterans Graves	4,294	3,980	314 *	8,765
West Cap Community Action	4,000	4,000	-	4,000
Food Pantry	9,489	9,489	-	5,693
Total Health and Human Services	<u>190,857</u>	<u>179,106</u>	<u>11,751</u>	<u>175,880</u>

* Assigned Balance at Year End.

SCHEDULE B-3

**BARRON COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017			2016 Actual
	Final Budget	Actual	Variance Positive (Negative)	
EXPENDITURES: (CONTINUED)				
Culture, Recreation and Education:				
Library	\$ 485,602	\$ 485,602	\$ -	\$ 469,522
Library Donation Fund	32,054	32,054	-	29,626
Historical Museum	304,274	88,000	216,274	36,000
County Parks and Recreation	289,734	239,665	50,069	235,190
County Fair Association:	50,780	50,780	-	50,000
UW Branch Campus - Barron County	120,600	120,600	-	103,463
UW Branch Campus - Barron County Carryover	216,916	216,916	-	-
Extension Office	188,589	187,109	1,480	168,413
Extension Postage	4,500	3,806	694	6,399
Agricultural Agent	15,507	2,366	13,141	2,679
Family Living Agent - Home Economist	5,000	5,000	-	3,914
4-H Agent	12,500	7,781	4,719	8,781
4-H Only	9,646	2,449	7,197 *	1,118
Extension Development	1,079	-	1,079	-
Commission on Agriculture:				
Endowment Fund	3,799	-	3,799 *	-
Extension - Agriculture Carryover Funds	7,240	7,042	198	9,958
CNRD, Family Living, 4-H	9,414	4,562	4,852 *	3,434
Pesticide	3,134	1,324	1,810 *	1,346
Farm Books and Bulletins	1,490	276	1,214 *	135
Silver Lake Association	1,987	-	1,987 *	-
Arland Rifle Range - Owen Anderson	1,206	-	1,206 *	-
Shopping Matters	1,183	450	733 *	-
Total Culture, Recreation and Recreation	1,766,234	1,455,782	310,452	1,129,978
Conservation and Development:				
County Forests	59,460	23,898	35,562	19,673
Forestry Tree Planting	3,000	-	3,000	-
Nutrient Management Farmer Education	-	-	-	* (318)
DATCP Watershed	8,293	-	8,293	-
Red Cedar Lake Shore Fund	9,391	-	9,391 *	-
Red Cedar Lake Project	24,000	-	24,000 *	-
Seeds - Resale	1,200	1,750	(550) *	2,000
Land Conservation	670,048	647,396	22,652	609,124
LCD Erosion Control Equipment	8,277	75	8,202 *	50
LCD Erosion Control Grant	13,000	11,936	1,064	7,267
Purple Loosestrife Project	71,000	39,000	32,000	110,744

* Assigned Balance at Year End.

SCHEDULE B-3

**BARRON COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017		Variance Positive (Negative)	2016 Actual
	Final Budget	Actual		
EXPENDITURES: (CONTINUED)				
Conservation and Development: (Continued)				
LCD Tree Program	\$ 15,688	\$ 8,776	\$ 6,912 *	\$ 8,510
Tree Planter Expense	13,482	-	13,482 *	-
Regional Planning Commission	28,589	28,589	-	27,902
Zoning	38,129	10,598	27,531	12,425
Rural Address Numbering	57,504	47,776	9,728 *	4,346
County Housing Authority	2,700	2,399	301	2,300
Economic Development	104,384	91,000	13,384 *	111,000
Total Conservation and Development	<u>1,128,145</u>	<u>913,193</u>	<u>214,952</u>	<u>915,023</u>
Total Expenditures	<u>22,576,754</u>	<u>21,182,724</u>	<u>1,394,030</u>	<u>20,416,796</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,619,840)	(2,056,149)	2,563,691	(2,631,080)
OTHER FINANCING SOURCES (USES):				
Sale of County Property	6,000	6,040	40	-
Transfers In:				
Special Revenue Fund - Human Services	-	979,393	979,393	322,781
Special Revenue Fund - Sales Tax	3,222,022	4,625,000	1,402,978	4,417,599
Special Revenue Fund - Child Support	-	-	-	15,508
Special Revenue Fund - ADRC	-	15,143	15,143	31,703
Special Revenue Fund - State Aid Forestry Fund	-	6,209	6,209	4,007
Special Revenue Fund - Capital Projects	-	-	-	26,055
Special Revenue Fund - Recycling	18,885	18,885	-	14,306
Internal Service Fund - Waste to Energy	56,660	56,660	-	42,920
Transfers Out:				
Special Revenue Fund - Human Services	(137,262)	(214,691)	(77,429)	(284,328)
Special Revenue Fund - ADRC	-	(31,663)	(31,663)	(35,480)
Special Revenue Fund - Aging	-	(45,533)	(45,533)	(32,938)
Special Revenue Fund - State Aid Forestry Fund	-	(852)	(852)	-
Special Revenue Fund - Conservation Officer	-	(9,349)	(9,349)	(10,134)
Special Revenue Fund - Animal Control Deputy	-	(858)	(858)	(1,040)
Special Revenue Fund - Child Support	-	(17,927)	(17,927)	(23,542)
Special Revenue Fund - Maintenance of Dams	-	-	-	(375)
Special Revenue Fund - ATV Bridge Project	-	-	-	(6,000)
Capital Projects Fund	-	(9,500)	(9,500)	(425,000)
Debt Service Fund	(322,000)	(322,000)	-	(163,400)
Internal Service Fund - Highway	(107,556)	(239,569)	(132,013)	(1,301,266)
Internal Service Fund - Waste to Energy	(271,660)	(282,564)	(10,904)	-
Total Other Financing Sources (Uses)	<u>2,465,089</u>	<u>4,532,824</u>	<u>2,067,735</u>	<u>2,591,376</u>
NET CHANGE IN FUND BALANCE	(2,154,751)	2,476,675	4,631,426	(39,704)
Fund Balance, January 1	<u>17,431,609</u>	<u>17,431,609</u>	<u>-</u>	<u>17,471,313</u>
FUND BALANCE, DECEMBER 31	<u>\$ 15,276,858</u>	<u>\$ 19,908,284</u>	<u>\$ 4,631,426</u>	<u>\$ 17,431,609</u>

* Assigned Balance at Year End.

**BARRON COUNTY, WISCONSIN
DEBT SERVICE FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2017
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2016)**

	General Obligation Bonds Dated 12/30/02 Justice Center	General Obligation Bonds Dated 12/1/01 Justice Center	UW Barron County Campus Honeywell HVAC Project	Honeywell HVAC Upgrade Financing	General Obligation Bonds Electrical Generation	Totals	
						2017	2016
ASSETS							
Cash	\$ 2,704	\$ 12,187	\$ 250	\$ 251	\$ -	\$ 15,392	\$ 15,141
Taxes Receivable	854,606	392,220	658,170	491,667	273,470	2,670,133	2,235,664
Total Assets	<u>\$ 857,310</u>	<u>\$ 404,407</u>	<u>\$ 658,420</u>	<u>\$ 491,918</u>	<u>\$ 273,470</u>	<u>\$ 2,685,525</u>	<u>\$ 2,250,805</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE							
Liabilities:							
Vouchers and Accounts Payable	\$ 933	\$ 933	\$ -	\$ -	\$ -	\$ 1,866	\$ -
Deferred Inflows of Resources:							
Succeeding Year Property Taxes	854,606	392,220	658,170	491,667	273,470	2,670,133	2,235,664
Fund Balance:							
Restricted	<u>1,771</u>	<u>11,254</u>	<u>250</u>	<u>251</u>	<u>-</u>	<u>13,526</u>	<u>15,141</u>
Total Liabilities Deferred Inflows of Resources and Fund Balance	<u>\$ 857,310</u>	<u>\$ 404,407</u>	<u>\$ 658,420</u>	<u>\$ 491,918</u>	<u>\$ 273,470</u>	<u>\$ 2,685,525</u>	<u>\$ 2,250,805</u>

**BARRON COUNTY, WISCONSIN
DEBT SERVICE FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2016)**

	General Obligation Bonds Dated 12/30/02 Justice Center	General Obligation Bonds Dated 12/1/01 Justice Center	UW Barron County Campus Honeywell HVAC Project	Honeywell HVAC Upgrade Financing	General Obligation Bonds Electrical Generation	Totals	
						2017	2016
REVENUES:							
Taxes	\$ 723,107	\$ 337,720	\$ 658,170	\$ 491,667	\$ -	\$ 2,210,664	2,382,388
EXPENDITURES:							
Principal of Debt	600,000	625,000	602,090	491,667	-	2,318,757	2,323,615
Interest on Debt	121,906	109,720	56,080	-	-	287,706	295,173
Paying Agent Charges	1,408	1,408	-	-	-	2,816	2,592
Total Expenditures	<u>723,314</u>	<u>736,128</u>	<u>658,170</u>	<u>491,667</u>	<u>-</u>	<u>2,609,279</u>	<u>2,621,380</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(207)	(398,408)	-	-	-	(398,615)	(238,992)
OTHER FINANCING SOURCES (USES):							
Transfers from General Fund	-	322,000	-	-	-	322,000	163,400
Transfer from Special Revenue Funds	-	75,000	-	-	-	75,000	75,000
Total Other Financing Sources (Uses)	<u>-</u>	<u>397,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>397,000</u>	<u>238,400</u>
NET CHANGE IN FUND BALANCES	(207)	(1,408)	-	-	-	(1,615)	(592)
Fund Balances, January 1	<u>1,978</u>	<u>12,662</u>	<u>250</u>	<u>251</u>	<u>-</u>	<u>15,141</u>	<u>15,733</u>
FUND BALANCES, DECEMBER 31	<u>\$ 1,771</u>	<u>\$ 11,254</u>	<u>\$ 250</u>	<u>\$ 251</u>	<u>\$ -</u>	<u>\$ 13,526</u>	<u>\$ 15,141</u>

**BARRON COUNTY, WISCONSIN
WASTE-TO-ENERGY PLANT ENTERPRISE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2017
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2016)**

	<u>2017</u>	<u>2016</u>
ASSETS		
Current Assets:		
Cash and Investments	\$ 631,314	\$ 592,116
Accounts Receivable	365,001	592,323
Prepaid Expenses	1,760	3,520
Total Current Assets	<u>998,075</u>	<u>1,187,959</u>
Noncurrent Assets:		
Capital Assets Not Being Depreciated	30,850	91,406
Capital Assets Being Depreciated	11,546,609	11,429,630
Less Accumulated Depreciation	9,995,366	9,658,970
Net Capital Assets in Service	<u>1,582,093</u>	<u>1,862,066</u>
Total Assets	2,580,168	3,050,025
DEFERRED OUTFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	301,653	-
LIABILITIES		
Current Liabilities:		
Accounts Payable	140,632	680,273
Accrued Payroll	23,218	181
Accrued Interest Payable	4,456	5,138
Current Portion of General Obligation Bonds	220,000	210,000
Current Portion of Accrued Employee Leave	75,833	-
Total Current Liabilities	<u>464,139</u>	<u>895,592</u>
Noncurrent Liabilities:		
General Obligation Bonds	970,000	1,190,000
Advance from the General Fund	373,608	449,608
Wisconsin Retirement System Pension Plan Liability	39,080	-
Total Noncurrent Liabilities	<u>1,382,688</u>	<u>1,639,608</u>
Total Liabilities	1,846,827	2,535,200
DEFERRED INFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	124,645	-
NET POSITION		
Net Investment in Capital Assets	392,093	462,066
Unrestricted	518,256	52,759
Total Net Position	<u>\$ 910,349</u>	<u>\$ 514,825</u>

BARRON COUNTY, WISCONSIN
WASTE-TO-ENERGY PLANT ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)

	<u>2017</u>	<u>2016</u>
OPERATING REVENUES:		
Tipping Fees:		
Contract Haulers:		
In-County Waste	\$ 1,500,621	\$ 1,516,490
Out-of-County Waste	955,209	727,897
Individuals	310,494	220,200
Steam Sales	477,057	396,904
Electricity Sales	301,823	245,205
Heat Sales	7,000	7,000
Metal Sales	77,276	64,926
Scale Rental	2,387	3,000
Insurance Recoveries	67,757	369,574
Total Operating Revenues	<u>3,699,624</u>	<u>3,551,196</u>
OPERATING EXPENSES:		
(Detailed in Schedule D-4)	<u>3,482,342</u>	<u>3,920,293</u>
OPERATING INCOME (LOSS)	217,282	(369,097)
NONOPERATING REVENUES (EXPENSES):		
Gain (Loss) on Disposal of Capital Assets	13,970	-
Interest Income	7,296	3,492
Interest Expense	(68,928)	(76,190)
Total Nonoperating Revenues (Expenses)	<u>(47,662)</u>	<u>(72,698)</u>
OTHER FINANCING SOURCES (USES):		
Transfer from the General Fund	282,564	-
Transfer to the General Fund	(56,660)	(42,920)
Total Transfers	<u>225,904</u>	<u>(42,920)</u>
CHANGE IN NET POSITION	395,524	(484,715)
Net Position, January 1	<u>514,825</u>	<u>999,540</u>
NET POSITION, DECEMBER 31	<u>\$ 910,349</u>	<u>\$ 514,825</u>

**BARRON COUNTY, WISCONSIN
WASTE-TO-ENERGY PLANT ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Third Parties	\$ 3,926,946	\$ 3,232,777
Cash Payments for Goods and Services	(2,358,307)	(1,587,931)
Cash Payments for Employee Services	<u>(1,274,278)</u>	<u>(1,187,690)</u>
Net Cash Provided by Operating Activities	294,361	457,156
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfer from (to) the General Fund for Indirect Costs	(56,660)	(42,920)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Repayment on Advance from General Fund	(76,000)	(76,000)
Cash Receipts from Sale of Capital Assets	23,970	-
Cash Payments for Capital Assets	(156,723)	(168,618)
Transfer from the General Fund	282,564	-
Payment of Principal on Debt	(210,000)	(205,000)
Payment of Interest on Debt	<u>(69,610)</u>	<u>(76,805)</u>
Net Cash Used for Capital Financing Activities	(205,799)	(526,423)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on Investments	<u>7,296</u>	<u>3,492</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	39,198	(108,695)
CASH AND CASH EQUIVALENTS, JANUARY 1	<u>592,116</u>	<u>700,811</u>
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u>\$ 631,314</u>	<u>\$ 592,116</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
Operating Income (Loss)	\$ 217,282	\$ (369,097)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Depreciation	426,696	515,278
Change in Pension Asset and Pension Related Deferred Outflow and Inflow	(137,928)	137,021
(Increase) Decrease in Assets:		
Accounts Receivable	227,322	(318,419)
Other Noncurrent Assets	1,760	(3,520)
Increase (Decrease) in Liabilities:		
Accounts Payable	(539,641)	496,120
Accrued Payroll	<u>98,870</u>	<u>(227)</u>
Net Cash Provided by Operating Activities	<u>\$ 294,361</u>	<u>\$ 457,156</u>

BARRON COUNTY, WISCONSIN
WASTE-TO-ENERGY PLANT ENTERPRISE FUND
SCHEDULE OF OPERATING EXPENSES
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)

	2017	2016
Salaries - Regular	\$ 903,341	\$ 749,502
Salaries - Overtime	56,710	49,559
Committee Expense	4,227	5,361
Social Security and Medicare	66,638	60,256
Retirement	(84,945)	185,190
Health Insurance	280,404	248,636
Worker's Compensation	3,517	21,270
Employee Education and Training	89	788
Unemployment Compensation	5,239	3,922
Contract Services - IT	8,525	5,139
Legal Fees	-	1,700
Accounting and Auditing	4,761	4,812
Engineering	19,414	35,390
Inspection Fees	1,297	-
Environmental Fees	20,367	27,844
Water and Sewer	17,306	13,199
Electricity	12,047	14,167
Gas (Heat)	2,372	2,577
Telephone	6,777	4,110
Repair and Maintenance - Equipment	249,894	519,911
Repair and Maintenance - Loaders	81,796	59,212
Repair and Maintenance - Vehicles	29,887	49,080
Repair and Maintenance - Buildings	22,325	12,721
Waste By-Pass	97,609	101,163
Contractual and Engineering Services - Feasibility Study	14,372	57,942
Management Fees	162,270	216,360
Ash Disposal	645,720	533,092
Ash Hauling	-	9,283
Ash Analysis	1,785	1,785
Fly Ash Disposal	97,234	62,145
Office Supplies	3,650	7,788
Freight Postage	608	1,041
Safety Equipment	14,206	7,827
Advertising	164	491
Travel	3,729	9,610
Uniforms	7,827	5,531
Tools	9,733	2,311
Repair and Maintenance Supplies	45,812	28,539
Fuel for Loaders	34,005	18,799
Fuel for Trucks	18,980	15,940
Water Treatment	72,052	67,849
Employee Physicals	3,246	3,835
Property Insurance	10,727	8,304
Liability Insurance	3,487	20,022
Boiler Insurance	28,267	2,270
E-Waste	33,229	-
Publications	189	-
Depreciation	426,696	515,278
Extraordinary Repair and Maintenance	26,022	142,969
Miscellaneous	8,735	5,773
Total Operating Expenses	\$ 3,482,342	\$ 3,920,293

**BARRON COUNTY, WISCONSIN
HIGHWAY DEPARTMENT INTERNAL SERVICE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2017
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017	2016
ASSETS		
Current Assets:		
Treasurer's Cash:		
Operations	\$ 6,920,071	\$ 6,424,720
Petty Cash	200	200
Accounts Receivable	882,640	396,344
Due from Other Governmental Units	1,221,591	2,115,897
Due from Other Funds	195,755	173,533
Prepaid Expenditures	10,952	14,692
Inventories	1,967,227	1,961,596
Total Current Assets	11,198,436	11,086,982
Restricted Assets:		
Cash - Road Agreements	1,030,787	1,068,279
Noncurrent Assets:		
Capital Assets Not Being Depreciated	144,616	93,108
Capital Assets Being Depreciated	22,170,486	21,592,261
Less Accumulated Depreciation	(10,911,092)	(10,210,946)
Net Capital Assets	11,404,010	11,474,423
Total Assets	23,633,233	23,629,684
DEFERRED OUTFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	990,780	1,390,516

BARRON COUNTY, WISCONSIN
HIGHWAY DEPARTMENT INTERNAL SERVICE FUND
STATEMENT OF NET POSITION (CONTINUED)
DECEMBER 31, 2017
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)

	2017	2016
LIABILITIES		
Current Liabilities:		
Vouchers and Accounts Payable	\$ 130,605	\$ 1,151,795
Accrued Payroll	60,659	65,743
Special Deposits	550	550
Unearned Revenues:		
Small Field Tools	15,532	61,710
Other Unearned Revenues	108,960	125,935
Road Agreements	1,030,787	1,068,279
Current Portion of Long-Term Liabilities:		
Accrued Employee Leave	221,448	224,281
Total Current Liabilities	1,568,541	2,698,293
Long-Term Liabilities (Less Current Portion):		
Advance from General Fund	876,200	1,026,200
Advance from General Fund - Gravel Pit	701,647	707,697
Wisconsin Retirement System Pension Plan Liability	128,358	437,338
Accrued Employee Leave	367,598	396,539
Total Long-Term Liabilities	2,073,803	2,567,774
Total Liabilities	3,642,344	5,266,067
DEFERRED INFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	409,396	592,790
NET POSITION		
Net Investment in Capital Assets	11,404,010	11,474,423
Unrestricted	9,168,263	7,686,920
Total Net Position	\$ 20,572,273	\$ 19,161,343

**BARRON COUNTY, WISCONSIN
HIGHWAY DEPARTMENT INTERNAL SERVICE FUND
DETAILED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017	2016
OPERATING REVENUES:		
Charges For Services:		
County Highway Maintenance and Construction [1]	\$ 4,842,684	\$ 4,666,124
State Highway Maintenance and Construction	1,942,406	2,064,592
Local Districts	2,849,411	4,814,172
Other Governmental Units	629,763	460,826
County Aid Bridges	33,826	156,614
Frac Sand Road Agreement Payments/Maintenance	1,355,917	1,506,104
Miscellaneous:		
Other Revenue from State:		
Records, Reports, Supervision and Equipment Storage	236,944	228,123
Sale of Materials and Supplies	404	-
Other	2,004	1,692
Total Operating Revenues	11,893,359	13,898,247
OPERATING EXPENSES:		
Administration and General:		
Administration	324,939	320,569
Patrol Superintendent	127,195	127,687
Radio Expense	2,122	5,127
Public Liability Insurance	32,060	27,792
Transportation Cost Pools:		
Machinery Operations	169,293	(319,608)
Gravel Pits and Quarries	78,613	(161,597)
Bituminous Operations	(801,134)	(720,340)
Services Provided:		
County:		
General Maintenance	2,281,550	2,369,454
Reconstruction and Betterments	2,763,798	1,596,408
Federal Aid - Secondary	465,441	1,163,838
State:		
Highway Maintenance and Construction	1,702,763	1,720,517
Equipment and Salt Storage Costs	65,321	53,689
County Aid Bridge Construction - Districts	143,920	338,305
Local Districts	2,849,411	4,814,172
Other Governmental Units	587,835	478,023
Non-Governmental Customers		
Other:		
Indirect Costs Paid to General Fund	205,193	210,536
Net Change in Accrued Employee Leave Liability	-	17,639
Amortization of State Contributions Included Above	5,102	10,510
Total Operating Expenses	11,003,422	12,052,721
OPERATING INCOME (LOSS)	889,937	1,845,526

**BARRON COUNTY, WISCONSIN
HIGHWAY DEPARTMENT INTERNAL SERVICE FUND
DETAILED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION (CONTINUED)
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	<u>2017</u>	<u>2016</u>
CONTRIBUTIONS		
Contributions from State	\$ 281,424	\$ 448,196
OTHER FINANCING SOURCES (USES):		
Transfer from General Fund	<u>239,569</u>	<u>1,301,266</u>
CHANGE IN NET POSITION	1,410,930	3,594,988
Net Position, January 1	<u>19,161,343</u>	<u>15,566,355</u>
NET POSITION, DECEMBER 31	<u>\$ 20,572,273</u>	<u>\$ 19,161,343</u>
 [1] Charges to the General Fund for Highway Maintenance and Construction Consist of the Following:		
County Appropriations and Transfers	\$ 3,899,600	\$ 3,700,019
State Transportation Aids	954,640	981,993
Other Federal and State Aids	<u>269,868</u>	<u>432,308</u>
	<u>\$ 5,124,108</u>	<u>\$ 5,114,320</u>

**BARRON COUNTY, WISCONSIN
HIGHWAY DEPARTMENT INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2017
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2016)**

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received for Goods and Services:		
County	\$ 3,838,091	\$ 4,818,595
Third Parties	8,340,411	8,340,411
Cash Payments for Goods and Services	(7,268,343)	(7,026,725)
Cash Payments for Employee Services	(3,734,556)	(3,432,671)
Net Cash Provided by (Used for) Operating Activities	1,175,603	2,699,610
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash Repayment on Advance from General Fund	(156,050)	(201,576)
Cash Received as Transfer from General Fund	239,569	1,301,266
Net Cash Paid for Noncapital Financing Activities	83,519	1,099,690
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Cash Received for Capital Contributions	281,424	448,196
Cash Received from Sale of Capital Assets	95,918	119,251
Cash Payments for Acquisition of Capital Assets	(1,178,605)	(1,510,719)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(801,263)	(943,272)
NET CHANGE IN CASH AND CASH EQUIVALENTS	457,859	2,856,028
CASH AND CASH EQUIVALENTS, JANUARY 1	7,493,199	4,637,171
CASH AND CASH EQUIVALENTS, DECEMBER 31	\$ 7,951,058	\$ 7,493,199
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Income (Loss)	\$ 889,937	\$ 1,845,526
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Depreciation and Depletion	1,153,100	1,156,309
Change in Pension Asset and Pension Related Deferred Outflow and Inflow	(92,638)	142,600
(Increase) Decrease in Assets:		
Accounts Receivable	(486,296)	316,391
Due From Other Governments	894,306	(1,145,068)
Due From Other Funds	(22,222)	(166,297)
Materials and Supplies Inventory	(5,631)	73,791
Other Noncurrent Assets	3,740	(7,951)
Increase (Decrease) in Liabilities:		
Accounts Payable	(1,021,190)	198,787
Unearned Cost Pool Revenues	(63,153)	60,518
Other Unearned Revenues	(37,492)	195,215
Accrued Payroll	(5,084)	12,149
Accrued Employee Leave	(31,774)	17,640
Net Cash Provided by (Used for) Operating Activities	\$ 1,175,603	\$ 2,699,610

**BARRON COUNTY, WISCONSIN
AGENCY FUNDS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2017**

	Tax Agency	Payroll Withholdings	Treasurer	Clerk of Court	Juvenile Restitution	Unclaimed Trust Funds	Timber Sale Performance Bonds	Cell Tower Financial Assurance	Sheriff	NR-135 Financial Assurance	Totals
ASSETS											
Treasurer's Cash and Investments	\$ 582,990	\$ 982,978	\$ 73,438	\$ -	\$ -	\$ 29,684	\$ 12,165	\$ 23,906	\$ -	\$ 431,596	\$ 2,136,757
Departmental Cash and Investments	-	-	-	293,581	-	-	-	-	23,314	-	316,895
Taxes Receivable:											
Accounts Receivable	-	471	-	-	-	-	-	-	-	-	471
Due from Other Governmental Units:											
Districts	-	-	-	29	-	-	-	-	-	-	29
Due from Agency Funds	-	-	70,933	-	-	-	-	-	-	-	70,933
Total Assets	\$ 582,990	\$ 983,449	\$ 144,371	\$ 293,610	\$ -	\$ 29,684	\$ 12,165	\$ 23,906	\$ 23,314	\$ 431,596	\$ 2,525,085
LIABILITIES											
Accounts Payable	\$ 426	\$ 610,847	\$ 81,151	\$ 33,760	\$ -	\$ 1,131	\$ -	\$ -	\$ -	\$ -	\$ 727,315
Due to Other Governmental Units:											
Federal	-	168,774	-	-	-	-	-	-	-	-	168,774
State	-	203,828	63,220	-	-	-	-	-	-	-	267,048
Districts											
Property Taxes	532,285	-	-	-	-	-	-	-	-	-	532,285
Delinquent Special Assessments	50,279	-	-	-	-	-	-	-	-	-	50,279
Special Deposits	-	-	-	196,373	-	28,553	12,165	23,906	11,047	431,596	703,640
Due to Agency Funds	-	-	-	63,477	-	-	-	-	12,267	-	75,744
Total Liabilities	\$ 582,990	\$ 983,449	\$ 144,371	\$ 293,610	\$ -	\$ 29,684	\$ 12,165	\$ 23,906	\$ 23,314	\$ 431,596	\$ 2,525,085