

CHIPPEWA COUNTY, WISCONSIN
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2015

**CHIPPEWA COUNTY, WISCONSIN
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INDEPENDENT AUDITORS' REPORT

The County Board
Chippewa County, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Chippewa County, (the County) as of and for the year ended December 31, 2015, 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 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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Chippewa County, Wisconsin, as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

Change in Accounting Principle

During the year ended December 31, 2015, the County adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and the related GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. As a result of the implementation of GASB Statement No. 68, the County reported a restatement for the change in accounting principle (see Note 3.F). Our auditors' opinion was not modified with respect to the restatement.

Prior Period Adjustment

As discussed in Note 3.H. to the financial statements, the County restated beginning net position of the business-type activities and the Farm Land Development Enterprise Fund to reflect the correction of prior year recording of property held for resale. Our opinion is not modified as a result of this matter.

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The individual and combining fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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 individual and combining fund statements have 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, 2014 which are not presented with the accompanying financial statements. In our report dated July 24, 2015, we expressed unmodified opinions on the respective financial statements of the governmental 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 2014 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 2014 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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, except for the correction of property held for resale in the Farm Land Development Enterprise Fund as explained in the "Prior Period Adjustment" paragraph, the 2014 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 18, 2016 on our consideration of County's internal control over financial reporting and on our tests on its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
July 18, 2016

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

As management of Chippewa County, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Chippewa County for the year ended December 31, 2015. 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, 2015 include the following:

- The assets and deferred outflows of resources of Chippewa County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$161,867,871 (net position). Of this amount, \$113,026,328 represented the County's investment in capital assets, net of related debt, \$8,522,044 was held for restricted purposes, and \$40,319,499 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 \$1,800,430. Net position related to the governmental activities of the County increased \$1,758,117 and net position related to business-type activities increased \$42,313.
- At the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$31,627,969, a decrease of \$18,179 over the previous year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$9,892,304 or 34.8% of total general fund expenditures.
- The County's outstanding general obligation debt decreased by \$1,395,000 during the current fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

The *Statement of Net Position* presents information on all of Chippewa County's assets, liabilities and deferred inflows/outflows 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.

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

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

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

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. Chippewa 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.

Chippewa County maintains fifteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the human services special revenue fund, the CDBG grant fund, the county sales tax fund, and the debt service fund, all of which are considered to be major funds. Data from the other ten 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.

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

Proprietary Funds. Chippewa 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 development of its farm property. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. Chippewa County uses internal service funds to account for its highway department operations, self-funded workers compensation, self-funded liability insurance, and Section 125 flexible benefits plan. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information relating to the farm land development, which is considered a major fund. Conversely, the four internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found beginning on page 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 26 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 27 of this report.

Supplementary Information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the general fund and major special revenue fund budgets. Required supplementary information can be found beginning on page 60 of this report. The combining statements referred to earlier in connection with nonmajor governmental and internal service funds are presented immediately following the required supplementary information on the general fund budget. Combining and individual fund statements and schedules can be found beginning on page 67 of this report.

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

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 Chippewa County, assets and deferred outflows exceeded liabilities and deferred inflows by \$161,867,871 at the close of the most recent fiscal year. The largest portion of Chippewa County's net position (69.8%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The following is a summary of the County's statement of net position:

**Condensed Statement of Net Position
December 31, 2015 and 2014**

	Governmental Activities		Business-Type Activities		Totals	
	2015	2014	2015	2014	2015	2014
Current and Other Assets	\$ 70,561,901	\$ 64,959,228	\$ 2,332,672	\$ 2,290,359	\$ 72,894,573	\$ 67,249,587
Capital Assets	121,394,917	122,546,735	22,653	22,653	121,417,570	122,569,388
Total Assets	191,956,818	187,505,963	2,355,325	2,313,012	194,312,143	189,818,975
Deferred Outflows of Resources	3,401,265	-	-	-	3,401,265	-
Long-Term Debt	8,600,000	9,995,000	-	-	8,600,000	9,995,000
Other Long-Term Obligations	2,705,800	2,746,533	-	-	2,705,800	2,746,533
Other Liabilities	7,020,702	6,519,451	4,589	4,589	7,025,291	6,524,040
Total Liabilities	18,326,502	19,260,984	4,589	4,589	18,331,091	19,265,573
Deferred Inflows of Resources	17,514,446	17,213,226	-	-	17,514,446	17,213,226
Net Position:						
Net Investment in Capital Assets	113,003,675	114,810,404	22,653	22,653	113,026,328	114,833,057
Restricted	8,522,044	4,110,833	-	-	8,522,044	4,110,833
Unrestricted	37,991,416	32,110,516	2,328,083	2,285,770	40,319,499	34,396,286
Total Net Position	<u>\$ 159,517,135</u>	<u>\$ 151,031,753</u>	<u>\$ 2,350,736</u>	<u>\$ 2,308,423</u>	<u>\$ 161,867,871</u>	<u>\$ 153,340,176</u>

An additional portion of Chippewa County's net position (5.3%) represents resources that are subject to other restrictions on how they may be used. The remaining \$40,319,499 of total net position (24.9%) may be used to meet the County's ongoing obligations to citizens and creditors. It is important to note that \$2,328,083 of this unrestricted net position is related to the County's business-type activities. Consequently, they generally may not be used to fund governmental activities.

At the end of 2015, Chippewa County is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The County's net position increased by \$1,800,430 during the current fiscal year. The increase consisted of an increase in net position related to governmental activities in the amount of \$1,758,117 and an increase in net position related to business-type activities in the amount of \$42,313.

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

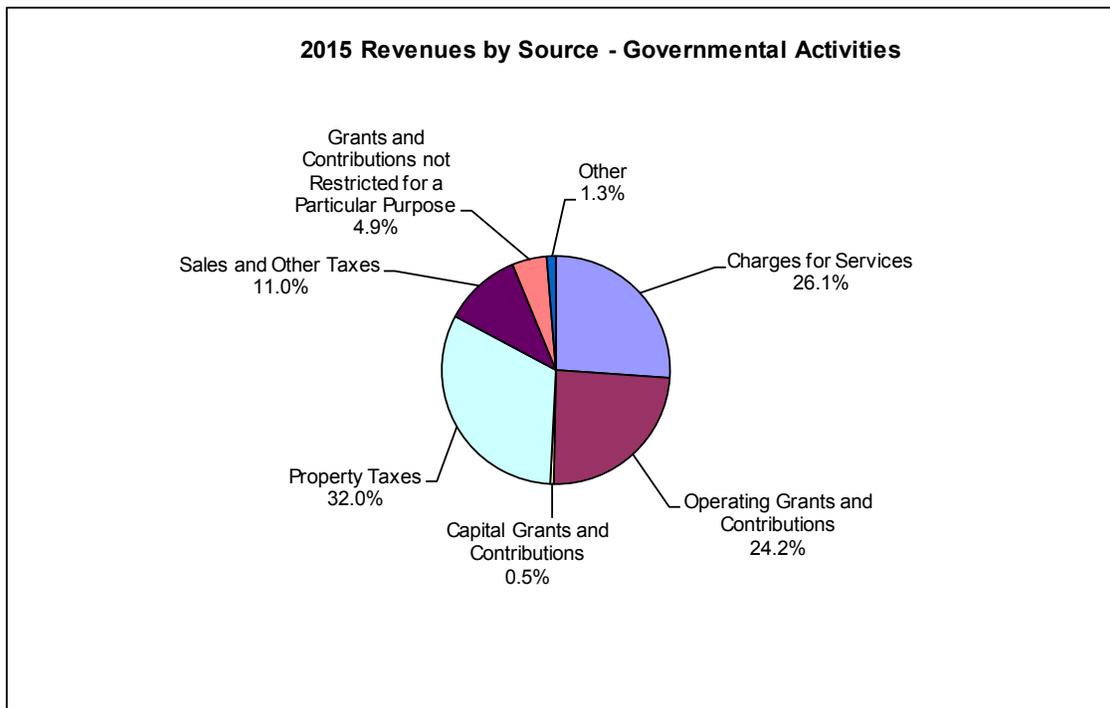
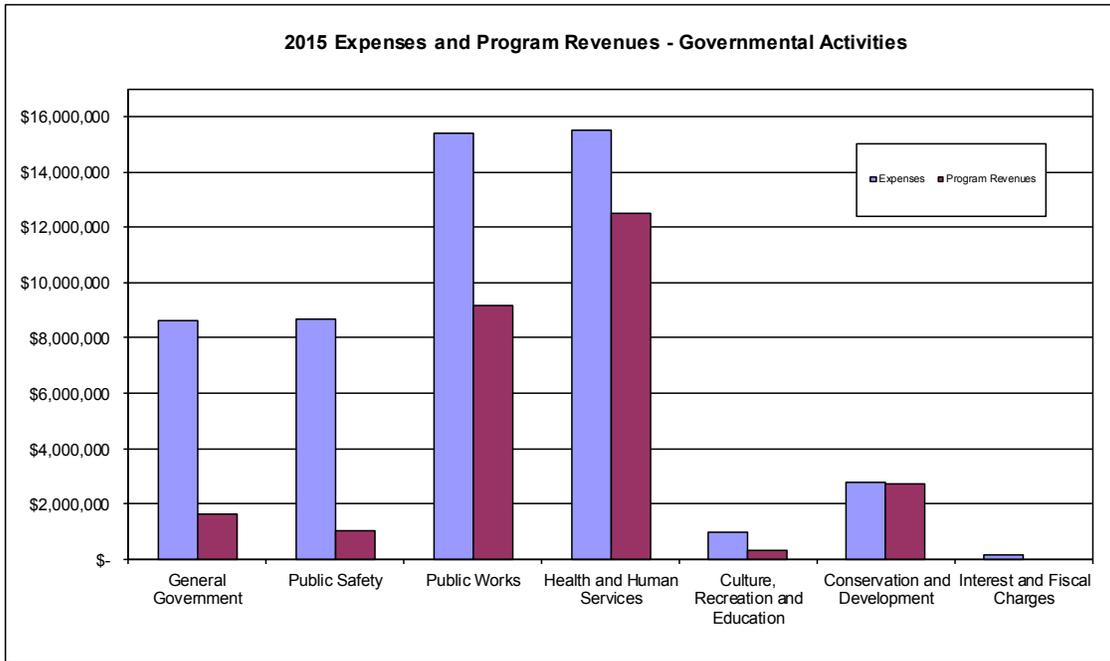
The following is a summary of the changes in the County's net position for the years ended December 31, 2015 and 2014:

**Condensed Statement of Changes in Net Position
Years Ended December 31, 2015 and 2014**

	Governmental Activities		Business-Type Activities		Totals	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program Revenues:						
Charges for Services	\$ 14,076,578	\$ 12,758,167	\$ 60,340	\$ 55,557	\$ 14,136,918	\$ 12,813,724
Operating Grants and Contributions	13,040,715	13,099,633	-	-	13,040,715	13,099,633
Capital Grants and Contributions	251,297	1,103,509	-	-	251,297	1,103,509
General Revenues:						
Property Taxes	17,213,226	16,809,429	-	-	17,213,226	16,809,429
Sales/Other Taxes	5,934,369	5,477,611	-	-	5,934,369	5,477,611
State and Federal Aids Not Restricted to Specific Programs	2,630,498	2,621,756	-	-	2,630,498	2,621,756
Other	720,928	486,288	218	5,137	721,146	491,425
Total Revenues	53,867,611	52,356,393	60,558	60,694	53,928,169	52,417,087
Expenses:						
General Government	8,641,656	8,043,530	-	-	8,641,656	8,043,530
Public Safety	8,699,660	8,358,264	-	-	8,699,660	8,358,264
Public Works	15,389,328	16,476,330	-	-	15,389,328	16,476,330
Health and Human Services	15,478,246	14,516,660	-	-	15,478,246	14,516,660
Culture, Recreation and Education	949,544	1,201,451	-	-	949,544	1,201,451
Conservation and Development	2,771,111	2,525,201	-	-	2,771,111	2,525,201
Interest and Fiscal Charges	179,949	208,141	-	-	179,949	208,141
Farm Land Development	-	-	18,245	25,394	18,245	25,394
Total Expenses	52,109,494	51,329,577	18,245	25,394	52,127,739	51,354,971
Change in Net Position	\$ 1,758,117	\$ 1,026,816	\$ 42,313	\$ 35,300	\$ 1,800,430	\$ 1,062,116

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

A review of the statement of activities can provide a concise picture of how the various functions/programs of Chippewa 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 (32.0%), operating grants/contributions (24.2%), and charges for services (26.1%).



**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS

As noted earlier, Chippewa 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 Chippewa County's financing requirements. In particular, the level of unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2015, the County's governmental funds reported combined ending fund balances of \$31,627,969, a decrease of \$18,179 over the previous year. The governmental funds comprising this balance are shown below:

	Fund Balances at: December 31, 2015					Total	Current Year Change
	Nonspendable	Restricted	Committed	Assigned	Unassigned		
Major Funds:							
General Fund	\$ 1,271,431	\$ -	\$ -	\$ 9,089,853	\$ 9,892,304	\$ 20,253,588	\$ 1,492,400
Human Services Fund	-	-	1,005,822	-	-	1,005,822	(62,871)
CDBG Grant Fund	-	535,489	-	-	-	535,489	162,030
County Sales Tax Fund	-	-	7,690,703	-	-	7,690,703	526,169
Debt Service Fund	-	-	613,281	-	-	613,281	527
Nonmajor Funds:							
Special Revenue Funds	-	204,363	1,324,486	-	-	1,528,849	(83,791)
Capital Projects Funds	-	237	-	-	-	237	(2,052,643)
	<u>\$ 1,271,431</u>	<u>\$ 740,089</u>	<u>\$ 10,634,292</u>	<u>\$ 9,089,853</u>	<u>\$ 9,892,304</u>	<u>\$ 31,627,969</u>	<u>\$ (18,179)</u>

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

The general fund is the primary operating fund used to account for the governmental operations of Chippewa 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 71.2% of total general fund expenditures reported on the statement of revenues, expenditures and changes in fund balances while the unassigned balance represented 34.8% of the same amount.

The general fund's total fund balance increased \$1,492,400 during the year; while the unassigned portion of the fund increased \$204,503. The primary factor in the increase in fund balance was unexpended continuing appropriations.

The County's human services fund decreased \$62,871 during the year and had a balance of \$1,005,822 at year end. This balance was committed by the County for financing future human services program expenditures.

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

The CDBG grant fund balance increased \$162,030 during the year and had a balance of \$535,489 at year end. This balance, together with the outstanding receivables totaling \$4,430,138 at that date, are restricted for financing future housing rehabilitation loans in accordance with the original grant agreements.

The County sales tax fund balance increased \$526,169 during the year and had a balance of \$7,690,703 at year end. The increase was due to sales tax revenues exceeding budgeted transfers to other funds for debt retirement and capital improvement projects.

The debt service fund balance increased \$527 during the year and had a balance of \$613,281 at year end. This balance is committed for financing future principal and interest requirements on outstanding debt issues.

The aggregated other governmental funds include various special revenue funds and capital projects funds. The accumulated fund balances of these funds decreased \$2,136,434 during 2015. These funds are individually detailed in the supplementary information section of this report.

Proprietary Funds

Chippewa County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. As shown below, the net position of the enterprise fund type proprietary funds at the end of 2015 totaled \$2,350,736.

**Condensed Statement of Changes in Net Position for Enterprise Funds
Years Ended December 31, 2015 and 2014**

	Farm Land Development	
	2015	2014
Operating Revenues	\$ 60,340	\$ 55,557
Operating Expenses	18,245	25,394
Operating Income (Loss)	42,095	30,163
Nonoperating Revenues	218	5,137
Changes in Net Position	42,313	35,300
Net Position - Beginning of Year	2,244,422	2,209,122
Prior Period Adjustment	64,001	-
Net Position - Beginning of Year, Restated	2,308,423	2,209,122
Net Position - End of Year	<u>\$ 2,350,736</u>	<u>\$ 2,244,422</u>

As of December 31, 2015, the County's farm land development fund reported net position of \$2,350,736, an increase of \$42,313 from the previous year, after application of a beginning of year restatement. Of the net position balance, \$22,653 consisted of the amount invested in capital assets net of related debt (exclusive of capital assets held for resale). During 1995 the County discontinued operations of its county farm and subsequently disposed of all the non-land farm capital assets. Proceeds from the disposition of the assets and the remaining fund equity of the farm enterprise fund were used to establish the farm land development fund.

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

The County had four internal service funds during 2015. Net position of the funds at year end and changes thereto during the year were as follows:

<u>Fund</u>	<u>Net Position at Year End</u>			<u>Change During Year</u>	
	<u>Total</u>	<u>Net Investment in Capital Assets</u>	<u>Restricted</u>		<u>Unrestricted</u>
Highway Department	\$ 17,234,200	\$ 11,013,396	\$ 699,605	\$ 5,521,199	\$ (41,749)
Self-funded Insurance Funds:					
Workers Compensation	581,964	-	-	581,964	62,602
Liability Insurance	627,159	-	-	627,159	(341,611)
Flexible Benefits	78,716	-	-	78,716	(2,336)
Totals	\$ 18,522,039	\$ 11,013,396	\$ 699,605	\$ 6,809,038	\$ (323,094)

The County uses the highway department fund to account for road maintenance and construction and related services provided to the County and to the State of Wisconsin and local governmental units. Annual appropriations for services for the County and related state and federal aids received are initially recorded in the general fund and paid to the highway fund.

The self-funded insurance funds shown above are further discussed in Note 3.D.

GENERAL FUND BUDGETARY HIGHLIGHTS

As shown in the *Budgetary Comparison Schedule* for the general fund (in required supplementary information), the final 2015 general fund budget was different than the original budget adopted by the County Board, primarily due to the appropriation of unbudgeted grant funds and their inclusion of continuing appropriations from 2014 not included in the original budget. Although the final budget reflects a decrease in the general fund balance during 2015, the County ended the year with a positive budget variance for expenditures primarily due to unexpended continuing appropriations.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of December 31, 2015 and 2014 was \$121,417,570 and \$122,569,388, respectively, (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, vehicles, and highway infrastructure. The net decrease in the governmental activities capital assets was \$1,151,818.

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

**Capital Assets (Net of Accumulated Depreciation)
December 31, 2015 and 2014**

	Governmental Activities		Business-Type Activities		Totals	
	2015	2014	2015	2014	2015	2014
Land and Land Rights	\$ 5,011,130	\$ 4,943,130	\$ 22,653	\$ 22,653	\$ 5,033,783	\$ 4,965,783
Construction Work in Progress	589,128	1,333,363	-	-	589,128	1,333,363
Gravel Pits and Quarries	105,181	1,897	-	-	105,181	1,897
Land Improvements	3,773,318	3,982,678	-	-	3,773,318	3,982,678
Buildings and Improvements	18,177,633	19,006,475	-	-	18,177,633	19,006,475
Equipment and Vehicles	9,790,795	10,887,461	-	-	9,790,795	10,887,461
Highway Infrastructure	83,947,732	82,391,731	-	-	83,947,732	82,391,731
Total	<u>\$ 121,394,917</u>	<u>\$ 122,546,735</u>	<u>\$ 22,653</u>	<u>\$ 22,653</u>	<u>\$ 121,417,570</u>	<u>\$ 122,569,388</u>

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

Long-Term Obligations

At December 31, 2015, Chippewa County had outstanding \$11,473,999 of long-term debt and other long-term liabilities. A summary detail of this amount, together with the percent change from the previous year, is shown below:

**Outstanding Long-Term Obligations
December 31, 2015 and 2014**

	Governmental Activities		Business-Type Activities		Totals Outstanding		% Change
	2015	2014	2015	2014	2015	2014	
General Obligation Debt:							
Bonds	\$ 3,195,000	\$ 3,930,000	\$ -	\$ -	\$ 3,195,000	\$ 3,930,000	-18.7%
Notes	5,405,000	6,065,000	-	-	5,405,000	6,065,000	-10.9
Subtotal	8,600,000	9,995,000	-	-	8,600,000	9,995,000	-14.0
Other Long-Term Obligations:							
Bond Premiums	168,199	237,571	-	-	168,199	237,571	-29.2
Estimated Employee Leave	2,317,014	2,458,174	-	-	2,317,014	2,458,174	-5.7
Other Postemployment Benefits	388,786	288,359	-	-	388,786	288,359	34.8
Total	<u>\$ 11,473,999</u>	<u>\$ 12,979,104</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,473,999</u>	<u>\$ 12,979,104</u>	-11.6

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 Chippewa County outstanding at December 31, 2015 totaled \$8,600,000, approximately 3.5% of the maximum legal limit of \$248,582,710. Additional information on Chippewa County's long-term debt is reported in Note 2.E following the financial statements.

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

CURRENTLY KNOWN FACTS

Tax Levies, Rates and Collections

In November of each year, the County Board adopts an annual budget for the ensuing calendar year. At that time levies on real estate and personal property for county taxes are set which, when collected in the ensuing year, will be sufficient to cover budgeted operating expenses, debt service, contingency fund and other expenditures of the County. Taxes on real estate and personal property become due on January 1 of each year and become delinquent after the first day of February of each year. A taxpayer may elect, as is his right, to pay his annual real estate property taxes in two installments. The first installment becomes delinquent after January 31, and the last installment becomes delinquent after July 31 of each year. Special assessment taxes must be paid in full by January 31 of each year.

Set forth below are tax levies for County purposes and the tax rate per \$1,000 equalized valuation on all taxable property in the County for collection years 2012-2016:

<u>Levy Year</u>	<u>Collection Year</u>	<u>County Tax Rate</u>	<u>County Levy</u>	<u>Uncollected Taxes as of December 31</u>	<u>Percent of County Levy Collected</u>
2015	2016	3.69	\$ 17,514,446	--In Process of Collection--	
2014	2015	3.77	17,213,226	1,227,108	92.80%
2013	2014	3.78	16,809,429	1,359,644	91.91
2012	2013	3.75	16,412,252	1,530,522	90.67
2011	2012	3.55	15,650,600	1,586,245	89.86

Equalized Valuations

All equalized valuations of property in the State of Wisconsin are determined by the State of Wisconsin, Department of Revenue, Supervisor of Assessments Office. Equalized valuations are the State's estimate of full market value. The State determines assessed valuations of all manufacturing property in the State. Assessed valuations of residential and commercial property are determined by local assessors.

Set forth in the table below are equalized valuations of property located within the County for the years 2011 through 2015. The County's Equalized Valuation outside of Tax Incentive Districts (TID) and once TID valuations are included have both increased the last four years.

<u>Year</u>	<u>Equalized Valuation (TID-IN)</u>	<u>Equalized Valuation (TID-OUT)</u>
2015	\$ 4,971,654,200	\$ 4,742,695,200
2014	4,776,638,200	4,567,918,100
2013	4,653,303,700	4,448,218,700
2012	4,572,364,300	4,376,600,400
2011	4,551,285,800	4,406,283,400

**CHIPPEWA COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2015**

Economic Factors and Next Year's Budget and Rates

The overall tax rate for the 2016 budget year decreased from a rate of \$3.77/\$1000 of assessed value to a rate of \$3.69/\$1000, an overall decrease of 2.12%. The resultant overall tax levy increased from a dollar amount of \$17,213,226 to \$17,514,446 - an overall increase of 1.75%.

Chippewa County has implemented and receives a 0.5% County wide sales tax on an annual basis. Sales tax revenues received in one year are utilized in the following budget year. During 2015, a total of \$4,371,080 was transferred from the sales tax fund as follows:

Property Tax Credit	\$ 1,389,274
Debt Service Fund	1,661,050
Airport Debt Contribution	127,704
Courthouse Security Projects	264,000
Highways and Bridges	400,000
IT Equipment Data Center	175,000
Radio System Replacement	100,000
Real Estate/Property Listing Software	79,052
Vehicle Fleet Pool Purchases	175,000
Total	<u>\$ 4,371,080</u>

The sales tax fund generated \$4,897,249 in sales tax revenues and interest earnings during 2015. In the Budget year of 2016 the County approved the use of sales tax dollars as follows:

Property Tax Credit	\$ 1,400,389
Debt Service Fund	1,661,675
Airport Debt Contribution	128,981
Highways and Bridges	1,500,000
IT Equipment Data Center	275,000
911 Phone System	300,000
Vehicle Fleet Pool Purchases	175,000
Total	<u>\$ 5,441,045</u>

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Chippewa 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 Chippewa County Finance Director, 711 North Bridge Street, Chippewa Falls, Wisconsin, 54729.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2015**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 33,960,959	\$ 454,290	\$ 34,415,249
Departmental Cash and Investments	100,502	-	100,502
Cash and Investments Held by Fiscal Agent	804,443	-	804,443
Investment in Wisconsin Municipal Insurance Company	750,327	-	750,327
Taxes Receivable	18,779,599	-	18,779,599
Accounts Receivable	1,945,595	40,000	1,985,595
Due from Other Governments	3,964,371	-	3,964,371
Due from Fiduciary Funds	90,758	-	90,758
Long-Term Receivables	4,578,097	-	4,578,097
Inventory and Prepaid Items	2,235,196	-	2,235,196
Restricted Assets:			
Wisconsin Retirement System Pension Asset	3,352,054	-	3,352,054
Noncurrent Assets:			
Property Held for Resale	-	1,838,382	1,838,382
Capital Assets:			
Capital Assets Not Being Depreciated	5,600,258	22,653	5,622,911
Capital Assets Being Depreciated	207,076,968	-	207,076,968
Accumulated Depreciation	(91,282,309)	-	(91,282,309)
Total Assets	191,956,818	2,355,325	194,312,143
DEFERRED OUTFLOWS OF RESOURCES			
Wisconsin Retirement System Pension Related	3,401,265	-	3,401,265
LIABILITIES			
Vouchers and Accounts Payable	2,430,912	-	2,430,912
Accrued Payables	1,814,764	-	1,814,764
Accrued Interest Payable	102,490	-	102,490
Payroll Taxes and Withholdings	644,918	-	644,918
Due to Other Governments	520,273	-	520,273
Unearned Revenues	1,263,579	-	1,263,579
Special Deposits	75,567	4,589	80,156
Long-Term Liabilities:			
Amounts Due Within One Year	3,197,467	-	3,197,467
Amounts Due in More Than One Year	8,276,532	-	8,276,532
Total Liabilities	18,326,502	4,589	18,331,091
DEFERRED INFLOWS OF RESOURCES			
Subsequent Year's Property Taxes	17,514,446	-	17,514,446
NET POSITION			
Net Investment in Capital Assets	113,003,675	22,653	113,026,328
Restricted for:			
Housing/Business Loan Programs	4,965,627	-	4,965,627
Pension Plan	3,352,054	-	3,352,054
Other	204,363	-	204,363
Unrestricted	37,991,416	2,328,083	40,319,499
Total Net Position	\$ 159,517,135	\$ 2,350,736	\$ 161,867,871

See accompanying Notes to Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2015**

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:							
Governmental Activities:							
General Government	\$ 8,641,656	\$ 1,102,848	\$ 538,307	\$ -	\$ (7,000,501)	\$ -	\$ (7,000,501)
Public Safety	8,699,660	856,166	147,288	-	(7,696,206)	-	(7,696,206)
Public Works	15,389,328	7,387,261	1,545,617	251,297	(6,205,153)	-	(6,205,153)
Health and Human Services	15,478,246	3,656,822	8,855,484	-	(2,965,940)	-	(2,965,940)
Culture, Recreation and Education	949,544	166,547	152,269	-	(630,728)	-	(630,728)
Conservation and Development	2,771,111	906,934	1,801,750	-	(62,427)	-	(62,427)
Interest and Fiscal Charges	179,949	-	-	-	(179,949)	-	(179,949)
Total Governmental Activities	52,109,494	14,076,578	13,040,715	251,297	(24,740,904)	-	(24,740,904)
Business-Type Activities:							
Farm Land Development	18,245	60,340	-	-	-	42,095	42,095
Total Primary Government	\$ 52,127,739	\$ 14,136,918	\$ 13,040,715	\$ 251,297	(24,740,904)	42,095	(24,698,809)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes					17,213,226	-	17,213,226
County Sales Taxes					4,891,042	-	4,891,042
Other Taxes					1,043,327	-	1,043,327
State and Federal Aids not Restricted to Specific Function					2,630,498	-	2,630,498
Interest and Investment Earnings					260,778	218	260,996
Miscellaneous					460,150	-	460,150
Total General Revenues					26,499,021	218	26,499,239
CHANGE IN NET POSITION					1,758,117	42,313	1,800,430
Net Position - Beginning of Year					151,031,753	2,244,422	153,276,175
Change in Accounting Principle					6,727,265	-	6,727,265
Prior Period Adjustment					-	64,001	64,001
Net Position - Beginning of Year, Restated					157,759,018	2,308,423	160,067,441
NET POSITION - END OF YEAR					\$ 159,517,135	\$ 2,350,736	\$ 161,867,871

See accompanying Notes to Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2015**

	General Fund	Human Services Fund	CDBG Grant Fund	County Sales Tax Fund	Debt Service Fund	Other Governmental Funds	Totals
ASSETS							
Treasurer's Cash and Investments	\$ 19,644,211	\$ 668,485	\$ -	\$ 6,966,269	\$ 613,281	\$ 1,168,842	\$ 29,061,088
Departmental Cash and Investments	2,425	75,567	-	-	-	22,260	100,252
Cash and Investments Held by Fiscal Agent	-	-	557,505	-	-	-	557,505
Taxes Receivable	16,353,287	2,130,378	-	-	-	295,934	18,779,599
Accounts Receivable	727,453	353,593	-	724,434	-	13,258	1,818,738
Due from Other Governmental Units	592,622	1,260,411	82,908	-	-	551,439	2,487,380
Due from Other Funds	50,000	-	-	-	-	-	50,000
Due from Fiduciary Funds	71,354	3,271	-	-	-	16,133	90,758
Prepaid Items	6,278	-	-	-	-	-	6,278
Long-Term Receivables	-	-	4,430,138	-	-	147,959	4,578,097
Total Assets	\$ 37,447,630	\$ 4,491,705	\$ 5,070,551	\$ 7,690,703	\$ 613,281	\$ 2,215,825	\$ 57,529,695
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Vouchers and Accounts Payable	\$ 863,863	\$ 1,264,557	\$ 54,924	\$ -	\$ -	\$ 156,245	\$ 2,339,589
Payroll Deductions	644,918	-	-	-	-	-	644,918
Due to Other Governmental Units	519,152	-	-	-	-	1,121	520,273
Due to Other Funds	-	-	50,000	-	-	-	50,000
Unearned Revenues	47,975	15,381	-	-	-	85,480	148,836
Client and Patient Trust Funds	-	75,567	-	-	-	-	75,567
Total Liabilities	2,075,908	1,355,505	104,924	-	-	242,846	3,779,183
Deferred Inflows of Resources:							
Subsequent Year's Property Taxes	15,088,134	2,130,378	-	-	-	295,934	17,514,446
Unavailable Revenue - Long-Term Receivables	-	-	4,430,138	-	-	147,959	4,578,097
Unavailable Revenue - Other	30,000	-	-	-	-	-	30,000
Total Deferred Inflows of Resources	15,118,134	2,130,378	4,430,138	-	-	443,893	22,122,543
Fund Balances:							
Nonspendable	1,271,431	-	-	-	-	-	1,271,431
Restricted	-	-	535,489	-	-	204,600	740,089
Committed	-	1,005,822	-	7,690,703	613,281	1,324,486	10,634,292
Assigned	9,089,853	-	-	-	-	-	9,089,853
Unassigned	9,892,304	-	-	-	-	-	9,892,304
Total Fund Balances	20,253,588	1,005,822	535,489	7,690,703	613,281	1,529,086	31,627,969
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 37,447,630	\$ 4,491,705	\$ 5,070,551	\$ 7,690,703	\$ 613,281	\$ 2,215,825	\$ 57,529,695

See accompanying Notes to Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2015**

TOTAL FUND BALANCES - GOVERNMENTAL FUNDS \$ 31,627,969

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

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

Land	\$ 4,090,926	
Land Improvements	6,470,528	
Buildings	28,535,359	
Machinery/Equipment	7,573,289	
Vehicles	256,135	
Infrastructure	137,038,040	
Construction Work in Progress	589,128	
Accumulated Depreciation	<u>(74,171,884)</u>	110,381,521

Some receivables are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements. 4,608,097

Net Wisconsin Retirement System pension plan asset and related deferred outflows and inflows are not reported in the funds. These funds. These amounts are:

Net Pension Plan Asset	2,652,449	
Deferred Outflows of Resources	<u>2,691,389</u>	5,343,838

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	(3,195,000)	
Notes Payable	(5,405,000)	
Accrued Interest Payable	(102,490)	
Vacation, Compensatory and Sick Leave Liability	(1,789,304)	
Other Postemployment Benefits Payable	<u>(306,336)</u>	(10,798,130)

Debt discounts and premiums are amortized in the statement of net position over the lives of the related debt. In the governmental funds these costs are considered expenditures/other financing uses when incurred.

Unamortized Debt Premiums		(168,199)
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The highway department internal service fund is used by County's management to account for services provided the County and other governmental units. The assets and liabilities of the highway department internal service fund are reported in governmental activities. 17,234,200

Other internal service funds are used by County management to charge the costs of various self-funded insurance programs to departments/expenditure functions. The assets and liabilities of the self-funded insurance programs are also reported in governmental activities. 1,287,839

NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 159,517,135

See accompanying Notes to Basic Financial Statements.

CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2015

	General Fund	Human Services Fund	CDBG Grant Fund	County Sales Tax Fund	Debt Service Fund	Other Governmental Funds	Totals
REVENUES							
Taxes	\$ 15,794,036	\$ 2,194,066	\$ -	\$ 4,891,042	\$ -	\$ 268,451	\$ 23,147,595
Intergovernmental	6,305,185	5,832,100	1,263,418	-	-	2,327,694	15,728,397
Licenses and Permits	690,065	-	-	-	-	47,581	737,646
Fines and Forfeits	168,473	-	-	-	-	53,899	222,372
Public Charges for Services	3,435,964	1,584,594	-	-	-	278,623	5,299,181
Intergovernmental Charges for Services	250,423	498,892	-	-	-	-	749,315
Miscellaneous:							
Investment Income	191,471	-	1,316	6,207	527	3,389	202,910
Increase (Decrease) in Fair Value of Investments	(34,817)	-	-	-	-	-	(34,817)
Rent	25,913	-	-	-	-	-	25,913
Sale of Property	1,836	-	-	-	-	-	1,836
Other	557,153	-	326,435	-	-	218,147	1,101,735
Total Revenues	<u>27,385,702</u>	<u>10,109,652</u>	<u>1,591,169</u>	<u>4,897,249</u>	<u>527</u>	<u>3,197,784</u>	<u>47,182,083</u>
EXPENDITURES							
General Government	7,770,454	-	-	-	-	-	7,770,454
Public Safety	7,993,761	-	-	-	-	55,959	8,049,720
Public Works	6,187,850	-	-	-	-	-	6,187,850
Health and Human Services	2,903,192	9,424,501	-	-	-	2,859,459	15,187,152
Culture, Recreation and Education	1,026,127	-	-	-	-	-	1,026,127
Conservation and Development	2,584,355	-	1,429,139	-	-	158,372	4,171,866
Debt Service:							
Principal Retirement	-	-	-	-	1,395,000	-	1,395,000
Interest and Fiscal Charges	-	-	-	-	266,050	-	266,050
Total Expenditures	<u>28,465,739</u>	<u>9,424,501</u>	<u>1,429,139</u>	<u>-</u>	<u>1,661,050</u>	<u>3,073,790</u>	<u>44,054,219</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,080,037)	685,151	162,030	4,897,249	(1,660,523)	123,994	3,127,864
OTHER FINANCING SOURCES (USES)							
Transfers In	3,088,437	-	-	-	1,661,050	-	4,749,487
Transfers Out	(516,000)	(748,022)	-	(4,371,080)	-	(2,260,428)	(7,895,530)
Total Other Financing Sources (Uses)	<u>2,572,437</u>	<u>(748,022)</u>	<u>-</u>	<u>(4,371,080)</u>	<u>1,661,050</u>	<u>(2,260,428)</u>	<u>(3,146,043)</u>
NET CHANGE IN FUND BALANCES	1,492,400	(62,871)	162,030	526,169	527	(2,136,434)	(18,179)
Fund Balances, January 1	18,761,188	1,068,693	373,459	7,164,534	612,754	3,665,520	31,646,148
FUND BALANCES, DECEMBER 31	<u>\$ 20,253,588</u>	<u>\$ 1,005,822</u>	<u>\$ 535,489</u>	<u>\$ 7,690,703</u>	<u>\$ 613,281</u>	<u>\$ 1,529,086</u>	<u>\$ 31,627,969</u>

See accompanying Notes to Basic Financial Statements.

**CHIPPEWA 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, 2015**

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS **\$ (18,179)**

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	\$ 4,579,480	
Depreciation Expense Reported in the Statement of Activities	<u>(4,941,999)</u>	(362,519)

In the statement of activities, the gain and loss on the disposal of capital assets is reported, whereas in the governmental funds, the entire proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balances by the net cost of the capital assets sold, traded in, or discarded: (6,958)

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. 942,344

Pension expenditures in the governmental funds are measured by current year employee contributions. Pension expenditures on the statement of activities are measured by the change in net pension asset and related deferred outflows and inflows of resources. 20,616

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In the current year, these amounts consist of:

General Obligation Debt Principal Retirement		1,395,000
--	--	-----------

The internal service funds are used by the County's management to charge the cost of the self-funded insurance program to functions and to account for highway department operations. The change in net position of the internal service funds are reported in governmental activities.

Highway Department Fund	(41,749)	
Insurance Funds	<u>(281,345)</u>	(323,094)

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:

Amortization of Debt Premium	69,372	
Net Change in Accrued Interest Payable	16,729	
Net Change in Compensated Absences Liability	103,517	
Net Change in Other Postemployment Benefits Payable	<u>(78,711)</u>	<u>110,907</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 1,758,117**

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2015**

	<u>Business-Type Activities - Farm Land Development Enterprise Fund</u>	<u>Governmental Activities - Internal Service Funds</u>
ASSETS		
Current Assets:		
Treasurer's Cash and Investments	\$ 454,290	\$ 4,899,871
Departmental Cash and Investments	-	250
Cash and Investments Held by Fiscal Agent	-	246,938
Accounts Receivable	40,000	126,857
Due from Other Governmental Units	-	1,476,991
Inventories	-	2,228,918
Total Current Assets	494,290	8,979,825
Restricted Assets:		
Wisconsin Retirement System Pension Asset	-	699,605
Noncurrent Assets:		
Property Held for Resale:		
Land	129,434	-
Land Improvements	1,708,948	-
Capital Assets:		
Not Being Depreciated	22,653	92,696
Depreciable Assets	-	28,031,125
Accumulated Depreciation	-	(17,110,425)
Deposit with Public Entity Risk Pool	-	750,327
Total Noncurrent Assets	1,861,035	11,763,723
Total Assets	2,355,325	21,443,153
DEFERRED OUTFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	-	709,876
LIABILITIES		
Current Liabilities:		
Accounts Payable	-	91,323
Special Deposits	4,589	-
Present Value of Unpaid Losses	-	1,814,764
Unearned Revenue - Cost Pools	-	86,155
Unearned Revenue - Advance for Highway Construction	-	1,028,588
Current Portion of Long-Term Liabilities:		
Estimated Employee Leave Liability	-	368,858
Total Current Liabilities	4,589	3,389,688
Long-Term Liabilities (Net of Current Portion):		
Other Postemployment Benefits Payable	-	82,450
Estimated Employee Leave Liability	-	158,852
Total Long-Term Liabilities	-	241,302
Total Liabilities	4,589	3,630,990
NET POSITION		
Net Investment in Capital Assets	22,653	11,013,396
Restricted	-	699,605
Unrestricted	2,328,083	6,809,038
Total Net Position	\$ 2,350,736	\$ 18,522,039

See accompanying Notes to Basic Financial Statements.

CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2015

	Business-Type Activities - Farm Land Development Enterprise Fund	Governmental Activities - Internal Service Funds
	<u> </u>	<u> </u>
OPERATING REVENUES	\$ 60,340	\$ 14,092,812
OPERATING EXPENSES	<u>18,245</u>	<u>17,640,515</u>
OPERATING INCOME (LOSS)	42,095	(3,547,703)
NONOPERATING REVENUES (EXPENSES):		
Interest Revenue	218	7,863
Dividend Revenue	-	84,822
Gain on Disposal of Property	-	6,325
Nonoperating Depreciation	<u>-</u>	<u>(20,444)</u>
Total Nonoperating Revenues (Expenses)	<u>218</u>	<u>78,566</u>
INCOME (LOSS) BEFORE TRANSFERS	42,313	(3,469,137)
TRANSFERS:		
Transfers from General Fund	-	516,000
Transfers from Sales Tax Fund	-	575,000
Transfers from Capital Projects Fund	<u>-</u>	<u>2,055,043</u>
Total Transfers	<u>-</u>	<u>3,146,043</u>
CHANGE IN NET POSITION	42,313	(323,094)
Net Position - Beginning of Year	2,244,422	17,441,090
Change in Accounting Principle	-	1,404,043
Prior Period Adjustment	64,001	-
Net Position - Beginning of Year, Restated	<u>2,308,423</u>	<u>18,845,133</u>
NET POSITION, DECEMBER 31	<u>\$ 2,350,736</u>	<u>\$ 18,522,039</u>

See accompanying Notes to Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2015**

	Business-Type Activities - Farm Land Development Enterprise Fund	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received for Goods and Services:		
County/Departments	\$ -	\$ 6,729,138
Third Parties	-	7,014,917
Cash Received from Employees	-	348,644
Cash Received from the Sale of Property	71,900	-
Cash Paid to Suppliers for Goods and Services	(18,244)	(6,012,076)
Cash Paid for Employee Services	-	(8,901,284)
Cash Paid for Insurance Claims	-	(1,130,109)
Cash Paid for Insurance Premiums	-	(177,965)
Net Cash Provided by (Used for) Operating Activities	53,656	(2,128,735)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfers from Sales Tax Special Revenue Fund	-	575,000
Transfer from General Fund	-	516,000
Transfer from Capital Projects Fund	-	2,055,043
Net Cash Provided by (Used for) Noncapital Financing Activities	-	3,146,043
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Cash Received from Salvage of Capital Assets	-	87,718
Cash Payments for Acquisition of Capital Assets	-	(650,808)
Net Cash Provided by (Used for) Capital and Related Financing Activities	-	(563,090)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on Investments	218	80,438
NET CHANGE IN CASH AND CASH EQUIVALENTS	53,874	534,656
Cash and Cash Equivalents, January 1	400,416	4,612,403
CASH AND CASH EQUIVALENTS, DECEMBER 31	\$ 454,290	\$ 5,147,059

See accompanying Notes to Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2015**

	Business-Type Activities - Farm Land Development Enterprise Fund	Governmental Activities - Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
Operating Income (Loss)	\$ 42,095	\$ (3,547,703)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Cost Basis of Property Sold	11,561	-
Depreciation	-	1,331,312
Net Change in Wisconsin Pension System Related Items	-	(5,438)
(Increase) Decrease in Assets:		
Accounts Receivable	-	16,337
Due from Other Governmental Units	-	490,577
Inventory	-	(168,660)
Increase (Decrease) in Liabilities:		
Accounts Payable	-	(316,168)
Accrued Liabilities	-	512,391
Deferred Inflows	-	85,121
Advance for Highway Construction	-	(510,577)
Other Postemployment Benefits	-	21,716
Accrued Benefits	-	(37,643)
	<u>\$ 53,656</u>	<u>\$ (2,128,735)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 53,656</u>	<u>\$ (2,128,735)</u>
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS:		
Cash and Investments per Statement of Net Position:		
Treasurer's Cash and Investments	\$ 454,290	\$ 4,899,871
Departmental Cash and Investments	-	250
Cash and Investments Held by Fiscal Agents	-	246,938
Total Cash and Investments	<u>\$ 454,290</u>	<u>\$ 5,147,059</u>

See accompanying Notes to Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2015**

	Agency Funds
ASSETS	
Treasurer's Cash and Investments	\$ 117,269
Departmental Cash and Investments	567,889
Taxes Receivable	843,720
 Total Assets	 \$ 1,528,878
LIABILITIES	
Due to Other Governmental Units	\$ 1,094,785
Due to Other Funds	90,758
Special Deposits	343,335
 Total Liabilities	 \$ 1,528,878

See accompanying Notes to Basic Financial Statements.

CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Chippewa 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

Chippewa County is governed by a board of supervisors consisting of fifteen 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 basic financial statements of the County consist solely of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the County.

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 non-fiduciary 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.

CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

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.

Human Services Fund – The Human Services Fund, a special revenue fund, is used to account for various County human services programs funded by restricted and committed funding 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.

CDBG Grant Fund – The CDBG Grant Fund, a special revenue fund, is used by the County to account for its federal housing rehabilitation grants received for the purpose of financing housing rehabilitation loans. Repayments received on these loans are a restricted revenue source which is used to finance similar housing rehabilitation loans.

County Sales Tax Fund – The County Sales Tax Fund, a special revenue fund, is used by the County to account for its sales tax collections which the County Board has committed by ordinance to be used for specific purposes.

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.

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

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements (Continued)

The County reports the following major enterprise fund:

Farm Land Development Fund – The County uses the Farm Land Development Fund to account for transactions relating to the development of its farm property. During 1995 the County discontinued operations of its county farm and subsequently disposed of all of the non-land farm capital assets. Proceeds from the disposition of the assets and the remaining fund equity of the farm enterprise fund were used to establish the farm land development fund.

Additionally, the County reports the following fund types:

Internal Service Fund – The internal service funds (proprietary funds) are used to account for the operations of the County's highway department and transactions of its various self-funded insurance programs.

Agency Funds – The agency funds (fiduciary 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 financial statements and the proprietary funds financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Nonexchange transactions, in which the County gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Agency funds do not have a measurement focus.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (Continued)

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

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

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.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows 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 an original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

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

- a. Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less.
- b. Bonds or securities issued or guaranteed by the federal government.
- c. Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, 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.

Investments of the County are stated at fair value.

2. Receivables and Payables

Property Taxes. Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach an enforceable lien as of January 1. In addition to property taxes for the County, taxes are also collected for and remitted to the State. Taxes billed for the State are recorded as receivables and due other governmental units in the agency fund balance sheet. Since County property taxes are not considered revenue until January 1 of the year following the levy, they are recorded as deferred inflows of resources in the funds budgeted therefore.

CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

2. Receivables and Payables (Continued)

Property Taxes (Continued). The County is also responsible for the collection of all delinquent and postponed property taxes levied by the local taxing districts within its boundaries, except delinquent personal property taxes which are retained by the local municipal district. Real property taxes are payable in full to the local districts on or before January 31 or, alternatively, if over \$100, can be paid in two equal installments with the first installment payable on or before January 31 and the second installment payable on or before July 31. Personal property taxes and special assessments, special charges (including delinquent utility billings) and special taxes placed on the tax roll are payable in full on or before January 31. All uncollected items on the current tax roll, except delinquent personal property taxes, are turned over to the County Treasurer for collection in February. The County subsequently settles in full with the local districts in August of the same year, except for delinquent special assessments and other special charges. All uncollected taxes returned to the County for collection are financed through the general fund, except for delinquent special assessments of the districts. A portion of the general fund's equity balance is classified as nonspendable for the County's investment in delinquent taxes.

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

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

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows 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 nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

3. Inventories and Prepaid Items

All inventories are valued at production cost using the first in first out (FIFO) costing method. 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 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 estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows 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	15-40 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

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

6. Deferred Outflows of Resources

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

CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows 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 does not have deferred inflows of resources to report in its proprietary fund financial statements 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. Other Postemployment Benefits Payable

Under the various employee and union contracts the County allows retired employees to enroll in the County's health insurance plan. The retired employees pay 100% of the premiums. The payable was actuarially determined. GASB 45 was implemented prospectively, meaning that the net OPEB obligation was zero at transition.

CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

11. 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.

12. Equity Classifications

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

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

Fund Financial Statements. In the fund financial statements, governmental funds report components of fund balance to provide information about fund balance availability for appropriation. Nonspendable fund balance represents amounts that are inherently nonspendable or assets that are legally or contractually required to be maintained intact. Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level formal action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the Board. Unassigned fund balance is the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications. 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.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

12. Equity Classifications (Continued)

Fund Financial Statements (Continued). 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, 2015 as shown in the financial statements are as follows:

Governmental Funds	\$ 29,718,845
Proprietary Funds	6,351,676
Fiduciary Funds	685,158
	<u>\$ 36,755,679</u>

The above cash and investments balances consisted of the following:

Treasurer's Cash and Investments:		
Deposits at Financial Institutions	\$ 4,386,120	
Deposits in State Local Government		
Pooled-Investment Fund	15,852,432	
Investments in Federal Agency Securities	<u>14,226,035</u>	\$ 34,464,587
Departmental Cash and Investments:		
Deposits at Financial Institutions	665,916	
Petty Cash Funds	<u>2,475</u>	668,391
Cash and Investments Held by Fiscal Agents:		
Funds Held by WMMIC	1,065,196	
Funds Held by Chippewa County Housing Authority	<u>557,505</u>	<u>1,622,701</u>
Total Cash and Investments at December 31, 2015		<u>\$ 36,755,679</u>

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Deposits at Financial Institutions

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

Custodial credit risk for deposits is the risk that in the event of bank failure, the County's deposits may not be returned. At December 31, 2015, the County's deposits were not exposed to custodial credit risk.

Investments

The County's investments at December 31, 2015 consisted of deposits in the State of Wisconsin Local Government Investment Pool (an external investment pool) and U.S. government agencies and instrumentalities obligations.

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 2015 was 76 days.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments (Continued)

U.S. Government Agencies and Instrumentalities Obligations. The County's investments in these obligations at December 31, 2015 are summarized as follows:

Description	Totals	Investment Maturities				S & P Rating
		12 Months or Less	13 to 24 Months	25 to 60 Months	More than 60 Months	
Government Agency Loan/Mortgage Pools:						
SBA	\$ 130,931	\$ -	\$ -	\$ -	\$ 130,931	AA+
GNMA	150,340	-	-	-	150,340	AA+
FNMA	816,811	-	2,621	13,711	800,479	AA+
FHLMC	824,812	-	-	2,919	821,893	AA+
Government Agency Debt Instruments:						
FHLB	2,665,916	498,740	-	2,167,176	-	AA+
FFCB	1,124,635	-	-	1,124,635	-	AA+
FHLMC	1,000,749	1,000,749	-	-	-	AA+
US Treasuries	7,359,885	1,005,316	2,249,500	4,105,069	-	AA+
Other	151,956	151,956	-	-	-	
	<u>\$ 14,226,035</u>	<u>\$ 2,656,761</u>	<u>\$ 2,252,121</u>	<u>\$ 7,413,510</u>	<u>\$ 1,903,643</u>	

Generally, the above obligations are subject to call prior to the stated maturity date. It is the County's general policy to hold the obligations until maturity or call. Obligations of the SBA and GNMA are directly guaranteed by the federal government. The other listed obligations are guaranteed by the issuing agency/instrumentality.

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

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

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investments in a single issuer. At December 31, 2015, the investment portfolio was concentrated as follows (investment holdings individually greater than 5% of the total investment portfolio):

Type	Amount	Percentage
LGIP	\$ 15,852,432	52.7%
US Treasuries	7,359,885	24.5%
FHLB	2,665,916	8.9%
FHLMC	1,825,561	6.1%
	<u>\$ 27,703,794</u>	

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables

Economic Development Loans. During 1994 the County Board of Supervisors adopted a resolution establishing an economic development revolving loan fund. The County set aside \$500,000 for the purpose of financing loans for economic development. At December 31, 2015 the County had outstanding one installment loan totaling \$147,959. These loans are subject to repayment to the County under terms established by the various loan agreements. Receivables have been recorded in a special revenue fund in the amount of the outstanding balances on these loans and were offset by deferred inflows of resources recorded in that fund. Revenue is recognized as collections are received on these loans.

Housing Rehabilitation Loans. The County has been awarded federal Community Development Block Grant (CDBG) Program grants through the Wisconsin Department of Administration for the purpose of financing housing rehabilitation loans. Repayments received on the original loans are to be recorded in a separate housing revolving loan fund and are to be used to finance similar loans eligible under the program. At December 31, 2015 the County had three hundred ninety-four (394) loans outstanding totaling \$4,430,138 under two revolving loan programs as follows. Two hundred eighty-four (284) loans totaling \$2,887,051 were outstanding under a loan program for Chippewa County residents which was funded by grants received in previous years. The County also had one hundred ten (110) loans outstanding totaling \$1,543,087 under a regional loan program funded by a Community Development Block Grant which was awarded to Chippewa County in 2013. The regional loan program is for the purpose of providing housing rehabilitation loans to eligible residents in a ten county area including Barron, Buffalo, Chippewa, Clark, Dunn, Eau Claire, Pepin, Pierce, Polk and St. Croix counties. Chippewa County is the administrator of the grant and all loan repayments are received by Chippewa County to be used to finance similar housing rehabilitation loans in the ten county area.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital asset activity for the year ended December 31, 2015 was as follows:

Governmental Activities

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
General County Assets:					
Capital Assets Not Being Depreciated:					
Land	\$ 4,022,926	\$ 68,000	\$ -	\$ -	\$ 4,090,926
Highway Right-of-Ways	827,508	-	-	-	827,508
Construction Work in Progress	1,333,363	368,733	(1,112,968)	-	589,128
Total Capital Assets Not Being Depreciated	6,183,797	436,733	(1,112,968)	-	5,507,562
Capital Assets Being Depreciated:					
Land Improvements	6,308,233	162,295	-	-	6,470,528
Buildings and Improvements	28,535,359	-	-	-	28,535,359
Machinery and Equipment	7,517,185	242,659	6,260	192,815	7,573,289
Vehicles	287,113	-	-	30,978	256,135
Highway Infrastructure:					
Roadways	109,516,172	3,737,793	1,106,708	549,700	113,810,973
Bridges	22,111,056	-	-	-	22,111,056
Structures	288,503	-	-	-	288,503
Total Capital Assets Being Depreciated	174,563,621	4,142,747	1,112,968	773,493	179,045,843
Total Capital Assets	180,747,418	4,579,480	-	773,493	184,553,405
Accumulated Depreciation:					
Land Improvements	2,517,638	358,990	-	-	2,876,628
Buildings and Improvements	12,613,302	544,333	-	-	13,157,635
Machinery and Equipment	5,212,449	717,126	-	185,857	5,743,718
Vehicles	129,031	33,050	-	30,978	131,103
Highway Infrastructure	49,524,000	3,288,500	-	549,700	52,262,800
Total Accumulated Depreciation	69,996,420	4,941,999	-	766,535	74,171,884
Net Capital Assets - General County	\$ 110,750,998	\$ (362,519)	\$ -	\$ 6,958	\$ 110,381,521

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Governmental Activities (Continued)

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Highway Department:					
Capital Assets Not Being Depreciated:					
Land	\$ 92,696	\$ -	\$ -	\$ -	\$ 92,696
Capital Assets Being Depreciated:					
Land Improvements	437,622	-	-	-	437,622
Gravel Pits and Quarries*	1,897	103,284	-	-	105,181
Buildings and Improvements	7,522,200	-	-	-	7,522,200
Vehicles Non Highway Fleet	1,529,449	126,654	-	81,393	1,574,710
Machinery and Equipment	18,251,010	361,192	-	220,790	18,391,412
Total Capital Assets Being Depreciated	<u>27,742,178</u>	<u>591,130</u>	<u>-</u>	<u>302,183</u>	<u>28,031,125</u>
Total Capital Assets	27,834,874	591,130	-	302,183	28,123,821
Accumulated Depreciation:					
Land Improvements	245,539	12,665	-	-	258,204
Buildings and Improvements	4,437,782	284,509	-	-	4,722,291
Vehicles Non Highway Fleet	809,860	158,533	-	59,679	908,714
Machinery and Equipment	10,545,956	896,049	-	220,789	11,221,216
Total Accumulated Depreciation	<u>16,039,137</u>	<u>1,351,756</u>	<u>-</u>	<u>280,468</u>	<u>17,110,425</u>
Net Capital Assets - Highway Department	<u>\$ 11,795,737</u>	<u>\$ (760,626)</u>	<u>\$ -</u>	<u>\$ 21,715</u>	<u>\$ 11,013,396</u>
Capital Assets Not Being Depreciated	\$ 6,276,493	\$ 436,733	\$ (1,112,968)	\$ -	\$ 5,600,258
Capital Assets Being Depreciated	202,305,799	4,733,877	1,112,968	1,075,676	207,076,968
Total Capital Assets	<u>208,582,292</u>	<u>5,170,610</u>	<u>-</u>	<u>1,075,676</u>	<u>212,677,226</u>
Accumulated Depreciation	86,035,557	6,293,755	-	1,047,003	91,282,309
Net Capital Assets - Governmental Activities	<u>\$ 122,546,735</u>	<u>\$ (1,123,145)</u>	<u>\$ -</u>	<u>\$ 28,673</u>	<u>\$ 121,394,917</u>

*Highway department gravel pits and quarries are subject to depletion.

Depreciation was charged to governmental functions as follows:

General County:	
General Government	\$ 863,553
Public Safety	606,024
Public Works	3,288,500
Health and Human Services	78,623
Culture, Recreation and Education	57,814
Conservation and Development	47,485
	<u>4,941,999</u>
Highway Department:	
Transportation	1,351,756
	<u>\$ 6,293,755</u>

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Farm Land Development Fund:				
Capital Assets Not Being Depreciated:				
Land	\$ 22,653	\$ -	\$ -	\$ 22,653

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of December 31, 2015 was as follows:

Due to/from Other Funds

Receivable Fund	Payable Fund	Amount
General Fund	CDBG Grant Fund	\$ 50,000

The above interfund balance was for temporary financing of operating expenditures and is expected to be repaid in 2016. Interfund balances owed within the governmental activities are eliminated in the statement of net position.

Interfund Transfers

Fund Transferred To	Fund Transferred From	Amount
General Fund	County Sales Tax Fund	\$ 2,135,030
General Fund	Human Services Fund	748,022
General Fund	Land Management Fund	128,813
General Fund	Public Health Fund	76,572
Debt Service Fund	County Sales Tax Fund	1,661,050
Highway Department Fund	General Fund	10,000
Highway Department Fund	County Sales Tax Fund	575,000
Highway Department Fund	2013 Capital Projects Fund	2,055,043
Workers' Compensation Fund	General Fund	500,000
Flexible Benefits Fund	General Fund	6,000
		<u>\$ 7,895,530</u>

The transfers from the County sales tax fund consisted of the amount of county sales tax collections applied to the 2015 budget. The transfer from the human services fund to the general fund was per the County's fund balance policy. The remaining items were budgeted transfers for construction and working capital.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the County for the year ended December 31, 2015 were as follows:

	Balances 1/1/15	Additions	Reductions	Balances 12/31/15	Amounts Due Within One Year
Long-Term Debt:					
Governmental Activities:					
General Obligation Bonds	\$ 3,930,000	\$ -	\$ 735,000	\$ 3,195,000	\$ 765,000
General Obligation Notes	6,065,000	-	660,000	5,405,000	670,000
Unamortized Debt Premium	237,571	-	69,372	168,199	57,393
Total Long-Term Debt	<u>\$ 10,232,571</u>	<u>\$ -</u>	<u>\$ 1,464,372</u>	<u>\$ 8,768,199</u>	<u>\$ 1,492,393</u>
Other Long-Term Obligations (Governmental Activities):					
Governmental Funds:					
Employee Leave Liability	\$ 1,892,821	\$ -	\$ 103,517	\$ 1,789,304	\$ 1,336,216
Other Postemployment Benefits Payable	227,625	145,749	67,038	306,336	-
Highway Internal Service Fund:					
Employee Leave Liability	565,353	-	37,643	527,710	368,858
Other Postemployment Benefits Payable	60,734	40,210	18,494	82,450	-
Total Other Long-Term Obligations	<u>\$ 2,746,533</u>	<u>\$ 185,959</u>	<u>\$ 226,692</u>	<u>\$ 2,705,800</u>	<u>\$ 1,705,074</u>

The County's estimated liability for employee leave and other postemployment benefits are discussed in Note 3.A. and Note 3.C., respectively.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Debt

Annual Requirements for Retirement. Long-term debt issues outstanding at December 31, 2015 and annual requirements for their retirement were as follows:

<u>Description</u>	<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Obligation Refunding Bonds, \$6,010,000, issued 11/3/11, due 8/1/19, interest at 3.00%	2016	\$ 765,000	\$ 84,375	\$ 849,375
	2017	785,000	61,125	846,125
	2018	810,000	37,200	847,200
	2019	835,000	12,525	847,525
			<u>3,195,000</u>	<u>195,225</u>
Promissory Notes, \$3,000,000, issued 10/29/13, due 8/1/21, interest at 2.00%-2.50%	2016	445,000	52,675	497,675
	2017	455,000	43,675	498,675
	2018	420,000	34,925	454,925
	2019	430,000	26,425	456,425
	2020	435,000	16,688	451,688
	2021	450,000	5,625	455,625
		<u>2,635,000</u>	<u>180,013</u>	<u>2,815,013</u>
Promissory Notes, \$3,980,000, issued 7/6/11, due 2/1/21, interest at 2.00%-3.50%	2016	225,000	89,625	314,625
	2017	230,000	82,800	312,800
	2018	165,000	76,875	241,875
	2019	170,000	71,850	241,850
	2020	970,000	52,325	1,022,325
	2021	1,010,000	17,675	1,027,675
		<u>2,770,000</u>	<u>391,150</u>	<u>3,161,150</u>
Total General Obligation Debt		<u>\$ 8,600,000</u>	<u>\$ 766,388</u>	<u>\$ 9,366,388</u>

The above annual debt service requirements are summarized as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 1,435,000	\$ 226,675	\$ 1,661,675
2017	1,470,000	187,600	1,657,600
2018	1,395,000	149,000	1,544,000
2019	1,435,000	110,800	1,545,800
2020	1,405,000	69,013	1,474,013
2021	1,460,000	23,300	1,483,300
	<u>\$ 8,600,000</u>	<u>\$ 766,388</u>	<u>\$ 9,366,388</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, 2015, the County's debt limit amounted to \$248,582,710 and indebtedness subject to the limitation totaled \$8,600,000.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

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, 2015 consisted of the following:

	Total	Nondspendable	Restricted	Committed	Assigned	Unassigned
Major Funds:						
General Fund						
Delinquent Taxes	\$ 1,265,153	\$ 1,265,153	\$ -	\$ -	\$ -	\$ -
Prepaid Items	6,278	6,278	-	-	-	-
Environmental Site Assessment	121,554	-	-	-	121,554	-
Environmental Impact Fee	34,313	-	-	-	34,313	-
Economic Development	199,838	-	-	-	199,838	-
County Administrator	275,617	-	-	-	275,617	-
Computer Equipment Outlay	129,264	-	-	-	129,264	-
Finance	18,355	-	-	-	18,355	-
Courthouse	279,339	-	-	-	279,339	-
Facilities Improvement	495,847	-	-	-	495,847	-
Rifle Range	14,971	-	-	-	14,971	-
Radio Towers	12,754	-	-	-	12,754	-
Security Plan	909,171	-	-	-	909,171	-
Property and Liability Insurance	153,554	-	-	-	153,554	-
Employee Health Program	179,206	-	-	-	179,206	-
Copy Machine	21,014	-	-	-	21,014	-
Register of Deeds	45,339	-	-	-	45,339	-
Register of Deeds Redaction Expense	58,581	-	-	-	58,581	-
Youth Court Programs	3,003	-	-	-	3,003	-
Snowmobile Patrol	70,264	-	-	-	70,264	-
Water Safety Patrol	63,399	-	-	-	63,399	-
All Terrain Vehicle Patrol	18,653	-	-	-	18,653	-
Sheriff's Department Equipment & Tower	2,036,776	-	-	-	2,036,776	-
Sheriff's Department Training	88,368	-	-	-	88,368	-
Jail Canteen	98,053	-	-	-	98,053	-
UW-Extension	1,925	-	-	-	1,925	-
Extension Education Programs	37,712	-	-	-	37,712	-
State Forestry Programs	423,267	-	-	-	423,267	-
Wildlife Habitat Management	9,829	-	-	-	9,829	-
Special Conservation Projects	27,340	-	-	-	27,340	-
Snowmobile Trails	17,148	-	-	-	17,148	-
All Terrain Vehicle Trails	46,326	-	-	-	46,326	-
Old Abe Trail Project	67,834	-	-	-	67,834	-
Forest & Trails Tax Deed Projects	1,185	-	-	-	1,185	-
Quality Of Life Programs	39,250	-	-	-	39,250	-
County Parks Capital Improvements	169,114	-	-	-	169,114	-
Recycling Programs	233,274	-	-	-	233,274	-
Recycling Revenue Sharing Program	50,000	-	-	-	50,000	-
Soil and Water Resource Management	30,114	-	-	-	30,114	-
Non-Metallic Mining	105,601	-	-	-	105,601	-
Urban Stormwater Program	4,792	-	-	-	4,792	-
Conservation Reserve Enhancement Programs	35,914	-	-	-	35,914	-
Lake Protection Program	2,681	-	-	-	2,681	-
Targeted Runoff Management	7,863	-	-	-	7,863	-
Little Lake Wissota TMDL	23,270	-	-	-	23,270	-
Groundwater Sampling	115,187	-	-	-	115,187	-
Land Conservation Stewardship Programs	135,600	-	-	-	135,600	-
Groundwater Study	158,945	-	-	-	158,945	-
Building Inspection	90,097	-	-	-	90,097	-
Comprehensive Planning Project	184,966	-	-	-	184,966	-
Platbook/Roadmap Publishing	59,287	-	-	-	59,287	-
Tax Deeds	284,126	-	-	-	284,126	-
Veterans' Relief	9,867	-	-	-	9,867	-
Health Clinics	4,482	-	-	-	4,482	-
Unfunded Benefit Liabilities	1,385,624	-	-	-	1,385,624	-
Unassigned	9,892,304	-	-	-	-	9,892,304
Subtotal General Fund	20,253,588	1,271,431	-	-	9,089,853	9,892,304
Human Services Fund						
Committed for Human Services Programs	1,005,822	-	-	1,005,822	-	-
CDBG Grant Fund	535,489	-	535,489	-	-	-
County Sales Tax Funded Programs	7,690,703	-	-	7,690,703	-	-
Debt Service Fund	613,281	-	-	613,281	-	-

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Governmental Fund Balances (Continued)

	Total	Nonspendable	Restricted	Committed	Assigned	Unassigned
Nonmajor Funds:						
Special Revenue Funds:						
Public Health Programs	\$ 102,284	\$ -	\$ 102,284	\$ -	\$ -	\$ -
Shelter Care Program	25,712	-	25,712	-	-	-
Dog License Fund Committed for Animal Control	1,000	-	-	1,000	-	-
Aging and Disability Resource Center Programs	646,449	-	-	646,449	-	-
Land Management Program	214,506	-	-	214,506	-	-
Jail Assessments Fees Funded Projects	76,367	-	76,367	-	-	-
County Economic Development Loan Program	462,531	-	-	462,531	-	-
Capital Projects Funds:						
2013 Capital Projects Fund	237	-	237	-	-	-
Total Governmental Funds Balances at December 31, 2014	<u>\$ 31,627,969</u>	<u>\$ 1,271,431</u>	<u>\$ 740,089</u>	<u>\$ 10,634,292</u>	<u>\$ 9,089,853</u>	<u>\$ 9,892,304</u>

G. Internal Service Funds Net Position

The net position of the County's internal service funds at December 31, 2015 consisted of the following:

Fund	Net Position at Year End				Change During Year
	Total	Invested in Capital Assets	Restricted	Unrestricted	
Highway Department Fund	\$ 17,234,200	\$ 11,013,396	\$ 699,605	\$ 5,521,199	\$ (41,749)
Self-Funded Insurance Funds:					
Workers Compensation	581,964	-	-	581,964	62,602
Liability Insurance	627,159	-	-	627,159	(341,611)
Flexible Benefits Fund	78,716	-	-	78,716	(2,336)
Totals	<u>\$ 18,522,039</u>	<u>\$ 11,013,396</u>	<u>\$ 699,605</u>	<u>\$ 6,809,038</u>	<u>\$ (323,094)</u>

NOTE 3 OTHER INFORMATION

A. Employee Leave Liability

The County's estimated liability for employee leave at December 31, 2015 totaled \$2,317,014 and consisted of \$1,789,304 payable from its governmental funds and \$527,710 payable from its highway department internal service fund. These liabilities are further discussed below:

The County implemented a *Paid Time Off* (PTO) plan for its non-represented employees effective January 1, 2013. All non-represented employees are granted time off based on the number of hours paid in a pay period and length of service. Earned time off is placed into a personal "PTO" account which may be used for any purpose. Amounts credited to the PTO account are subject to maximum accumulations of 480 hours for full time employees and 360 hours for part time. The County's estimated liability for employee leave under this plan at December 31, 2015 totaled \$2,102,208 and consisted of \$1,589,781 payable from its governmental funds and \$512,427 payable from the highway department internal service fund.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

A. Employee Leave Liability (Continued)

Employees can earn compensatory time for hours worked in excess of the normal work week. Compensatory time is paid at a regular rate of pay when used. The estimated value of compensatory time at December 31, 2015 was \$105,088 in the governmental funds and \$15,283 in the highway department internal service fund.

Represented employees earn vacation in varying amounts depending upon length of service. All employees can accrue up to 200 hours of vacation which is paid out upon separation of service. The estimated value of unused vacation leave at December 31, 2015 was \$54,690 in the governmental funds.

Represented employees earn sick leave on a pay period basis. Up to 720 hours may accrue which is paid out upon termination or retirement. At December 31, 2015, vested sick leave earned and not taken was approximately \$39,745 in the governmental funds determined on the basis of current wage and salary rates.

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.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (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, 2015 through December 31, 2015, the WRS recognized \$1,280,680 in contributions from the employer.

Contribution rates as of December 31, 2015 are:

	<u>Employee</u>	<u>Employer</u>
General (including Teachers)	6.80%	6.80%
Executives & Elected Officials	7.70%	7.70%
Protective with Social Security	6.80%	9.50%
Protective without Social Security	6.80%	13.10%

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:

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2005	2.6%	7.0%
2006	0.8	3.0
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

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

At December 31, 2015, the County reported an asset of \$3,352,054 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2014, and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2013 rolled forward to December 31, 2014. The County's proportion of the net pension asset 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, 2014, the County's proportion was 0.13646909 percent, which was a decrease of 0.00041801 from its proportion measured as of December 31, 2013.

For the year ended December 31, 2015, the County recognized pension expense of \$1,323,845. At December 31, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

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

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 485,944	\$ -
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,623,227	-
Changes in Proportion and Differences Between County Contributions and Proportionate Share of Contributions	11,414	-
County Contributions Subsequent to the Measurement Date	1,280,680	-
Total	<u>\$ 3,401,265</u>	<u>\$ -</u>

\$1,280,680 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an addition to the net pension asset in the year ended December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31:</u>	Pension Expense Amount
2015	\$ 416,985
2016	416,985
2017	416,985
2018	416,985
2019	416,985
Thereafter	35,660

Actuarial assumptions. The total pension asset in the December 31, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

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

Actuarial Valuation Date:	December 31, 2013
Measurement Date of Net Pension Liability (Asset):	December 31, 2014
Actuarial Cost Method:	Frozen Entry Age
Asset Valuation Method:	5-Year Smoothed Value
Long-Term Expected Rate of Return:	7.2%
Discount Rate:	7.2%
Inflation:	2.0% to 2.7% - approximate
Salary Increases:	3.2% to 8.8% including inflation
Mortality:	WRS experience projected to 2017 with scale BB
Post-retirement Adjustments*:	5.0%

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

Actuarial assumptions are based upon an experience study conducted in 2012 using experience from 2009 – 2011. The total pension liability for December 31, 2014 is based upon a roll-forward of the liability calculated from the December 31, 2013 actuarial valuation.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

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	21%	5.3%	70%	5.3%
International Equity	23%	5.7%	30%	5.7%
Fixed Income	36%	1.7%	N/A	N/A
Inflation Sensitive Assets	20%	2.3%	N/A	N/A
Real Estate	7%	4.2%	N/A	N/A
Private Equity/Debt	7%	6.9%	N/A	N/A
Multi-Asset	6%	3.9%	N/A	N/A
Cash	-20%	0.9%	N/A	N/A
Totals	100%		100%	

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

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

Discount rate. A single discount rate of 7.20 percent was used to measure the total pension asset. 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 asset.

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

	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
County's Proportionate Share of the Net Pension Liability (Asset)	\$ 9,456,722	\$ (3,352,054)	\$ (13,467,908)

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 15-11.

C. Other Postemployment Benefit Plan

The County adopted Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions (OPEB)*. The County engaged an actuary to determine the County's liability for postemployment healthcare benefits other than pensions.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefit Plan (Continued)

Single-Employer Plan Description

All employees who retire through the Wisconsin Retirement System are eligible to participate in the retiree single employer medical plan if they pay 100% of the retiree premium. As of January 1, 2014, the most recent actuarial valuation date, there were approximately 322 active participants and 13 retired participants receiving benefits from the County's health plans. A stand-alone financial report is not issued for this County Board authorized OPEB plan.

Funding Policy

The County funds its OPEB obligation on a pay as you go basis. For fiscal year 2015, the County contributed an estimated \$85,532 to the plan.

The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually paid from the plan, and changes in the County's net OPEB obligation.

Annual Required Contribution	\$ 185,886
Interest on Net OPEB Obligation	11,534
Adjustment to Annual Required Contribution	<u>(11,461)</u>
Annual OPEB Cost (Expense)	185,959
Contributions Made	<u>(85,532)</u>
Change in Net OPEB Obligation	100,427
Net OPEB Obligation- Beginning of Year	<u>288,359</u>
Net OPEB Obligation- End of Year	<u><u>\$ 388,786</u></u>

The County's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation is as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2015	\$ 185,959	46.0%	\$ 388,786
12/31/2014	185,934	45.3%	288,359
12/31/2013	177,459	74.3%	186,588

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefit Plan (Continued)

Funded Status and Funding Progress

As of January 1, 2014, the most recent actuarial valuation date, the County's unfunded actuarial accrued liability (UAAL) was \$1,633,665 and there were no plan assets. Annual covered payroll for fiscal year 2014 was \$18,481,479 for a ratio of UAAL to covered payroll of 8.8%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2014 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0% interest discount rate of return (net of administrative expenses). The initial healthcare trend rate was 7.5%, reduced by 0.5% per year to 6.5%, then by 0.1% per year to an ultimate rate of 5.0%. The UAAL is being amortized as a level percentage of projected payrolls on an open basis. The remaining amortization period at December 31, 2015 was 28 years.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

D. 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 a combination of commercial insurance coverage and self-insurance programs to cover each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County.

Worker's Compensation Fund. The County is self-insured for workers compensation coverage. This program is funded through "premiums" charged to all County departments based on three percent (3.0%) of payroll. Claims are paid directly by the County. Stop-loss insurance is carried and covers individual claims in excess of \$550,000 for each accident and each employee for disease to a maximum statutory limit. In addition to in-house legal and administrative staff, the County retains outside legal and medical expertise for assistance in settling claims. The fund had a net position at December 31, 2015 of \$581,964.

Changes in claims liability for 2015 and 2014 were as follows:

	2015	2014
Estimated Claims Outstanding January 1	\$ 1,067,094	\$ 936,570
Current Year Claims and Changes in Estimates	906,207	517,888
Claim Payments	(738,935)	(387,364)
Estimated Claims Outstanding December 31	\$ 1,234,366	\$ 1,067,094

Liability Insurance Fund. The County has established an internal service fund to account for transactions associated with its insurance coverage through WMMIC (see below) and to account for funds set aside for financing other liability insurance claims against the County.

Wisconsin Municipal Mutual Insurance Company (WMMIC) is a mutual company operating solely within the property and liability insurance industry. WMMIC was formed pursuant to an intergovernmental charter-contract in 1987 by municipal members. WMMIC was organized to provide property and liability insurance and risk management services to participant municipalities. As of December 31, 2015, WMMIC was owned by seventeen municipalities. Responsibility for the operation and management of WMMIC is vested in its board of directors which is comprised of various municipal officials.

WMMIC issued tax exempt revenue bonds totaling \$13,935,000 in 1987 to provide capital for its operations. Each member, in turn, severally issued general obligation promissory notes at an aggregate amount equal to the revenue bonds and invested the proceeds in WMMIC. The County's initial investment in WMMIC was \$750,327 which is reflected in the internal service fund's statement of net position. The debt issued by the County to finance this investment was fully retired in 1997. The County's allocated share of WMMIC's member equity at December 31, 2015 and 2014 was \$1,222,167 and \$1,311,202, respectively, and represented 3.23% and 3.25%, respectively, of the total member equity at those dates.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

D. Risk Management (Continued)

Liability Insurance Fund (Continued). Liability insurance provided the members through WMMIC is to provide coverage in excess of prescribed self-insured amounts. WMMIC has contracted with a reinsurance company to cover losses (in excess of the self-insured retention of each member) which exceed \$1,000,000 per occurrence up to a maximum loss of \$10,000,000 per occurrence. WMMIC retains the first \$1,000,000 of the excess over the self-insurance retention. The members incur all losses greater than \$10,000,000 per occurrence or greater than \$30,000,000 of aggregate losses in a policy year. Losses paid by WMMIC plus administrative costs are to be recovered through premiums of the participating pool of municipalities. The County's share of such losses was 3.66% for 2015. A list of other members and their share of participation is in WMMIC's financial report which is available from: Wisconsin Municipal Mutual Insurance Company, 4785 Hayes Road, Madison, WI 53704-7364.

The County's annual self-insured limit has been established at \$100,000 per occurrence with an annual aggregate self-insured retention (SIR) for all losses of \$300,000 for the 2015 policy year. Each member is required to maintain a segregated fund on deposit with WMMIC. This fund is used by WMMIC to pay claims charged to the member and is subject to replenishment by the member on a quarterly basis (or more frequently, if necessary). The amount of the deposit has been currently set at \$250,000 for the County. WMMIC has also set a policy that each member should maintain, in a segregated fund, cash reserves equal to one year's SIR plus incurred but not reported claims (IBNRs) less SIR funds on deposit with WMMIC.

The self-funded liability insurance fund had a net position of \$627,159 and \$968,770 at December 31, 2015 and 2014, respectively, and consisted of the following components:

	2015	2014
Accounts Receivable	\$ 84,822	\$ 72,575
Investment in WMMIC	750,327	750,327
Cash and Investments Held by County	133,922	137,959
Deposits with WMMIC	246,938	243,188
Accounts Payable	(8,452)	-
Accrued Unpaid Losses	(580,398)	(235,279)
Net Position December 31	\$ 627,159	\$ 968,770

The liability recorded for unpaid losses at December 31, 2015 was determined by actuaries contracted by WMMIC based on claim adjusters evaluations and other estimates. The liability includes those for incurred but not reported (IBNRs) losses. The liability represents the present value of the expected level of unpaid losses for the years of operations under WMMIC. Chippewa County's policy is to set its liability at the 90% confidence level.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

D. Risk Management (Continued)

Liability Insurance Fund (Continued).

Changes in claims liability for 2015 and 2014 were as follows:

	2015	2014
Estimated Claims Outstanding January 1	\$ 235,279	\$ 326,734
Current Year Claims and Changes in Estimates	364,684	(63,353)
Claim Payments	(19,565)	(28,102)
Estimated Claims Outstanding December 31	\$ 580,398	\$ 235,279

E. Contingencies

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

F. Change in Accounting Principle

During the year ended December 31, 2015, the County adopted GASB Statement No. 68 *Accounting and Financial Reporting for Pensions* and the related GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68*. These pronouncements require the restatement of the December 31, 2014, net position of the governmental activities and internal service funds as follows:

	Governmental Activities	Governmental Activities - Internal Service Funds	Highway Internal Service Fund
Net Position, December 31, 2014, as Previously Reported	\$ 151,031,753	\$ 17,441,090	\$ 15,871,906
Cumulative Affect of Application of GASB 68, Net Pension Liability (Asset)	5,396,771	1,126,357	1,126,357
Cumulative Affect of Application of GASB 71, Deferred Outflow of Resources for County Contributions Made to the Plan During Fiscal Year Ending December 31, 2014	1,330,494	277,686	277,686
Net Position, December 31, 2014, as Restated	\$ 157,759,018	\$ 18,845,133	\$ 17,275,949

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015**

NOTE 3 OTHER INFORMATION (CONTINUED)

G. Stewardship and Accountability

Actual expenditures exceeded budgeted amounts in the General Fund health and human services budget by \$30,501, and in the Human Services Fund by \$411,187. These overages were determined to be necessary and authorized by the Board.

H. Prior Period Adjustment

The beginning net position of the business-type activities and the Farm Land Development Enterprise Fund were restated to correct the recording of property held for resale in prior years. The adjustment resulted in an increase to beginning net position of \$64,001.

REQUIRED SUPPLEMENTARY INFORMATION

**CHIPPEWA COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2015**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 15,751,553	\$ 15,751,553	\$ 15,794,036	\$ 42,483
Intergovernmental	7,344,170	7,344,170	6,305,185	(1,038,985)
Licenses and Permits	477,715	477,715	690,065	212,350
Fines and Forfeits	205,000	205,000	168,473	(36,527)
Public Charges for Services	3,332,510	3,332,510	3,435,964	103,454
Intergovernmental Charges for Services	227,249	227,249	250,423	23,174
Miscellaneous:				
Investment Income	184,530	184,530	191,471	6,941
Increase (Decrease) in Fair Value of Investments	-	-	(34,817)	(34,817)
Rent	24,996	24,996	25,913	917
Sale of Property	1,800	1,800	1,836	36
Profit on Tax Deed Sales	70,000	70,000	249,672	179,672
Other	323,499	323,499	307,481	(16,018)
Total Revenues	<u>27,943,022</u>	<u>27,943,022</u>	<u>27,385,702</u>	<u>(557,320)</u>
EXPENDITURES				
General Government	9,091,294	9,247,389	7,770,454	1,476,935
Public Safety	8,243,576	8,507,565	7,993,761	513,804
Public Works	6,207,463	6,207,463	6,187,850	19,613
Health and Human Services	2,872,691	2,872,691	2,903,192	(30,501)
Culture, Recreation and Education	1,238,457	1,246,057	1,026,127	219,930
Conservation and Development	3,542,446	3,648,816	2,584,355	1,064,461
Total Expenditures	<u>31,195,927</u>	<u>31,729,981</u>	<u>28,465,739</u>	<u>3,264,242</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,252,905)	(3,786,959)	(1,080,037)	2,706,922
OTHER FINANCING SOURCES (USES)				
Transfers In	2,356,955	2,356,955	3,088,437	731,482
Transfers Out	(6,000)	(6,000)	(516,000)	(510,000)
Total Other Financing Sources (Uses)	<u>2,350,955</u>	<u>2,350,955</u>	<u>2,572,437</u>	<u>221,482</u>
NET CHANGE IN FUND BALANCE	(901,950)	(1,436,004)	1,492,400	2,928,404
Fund Balance, January 1	18,761,188	18,761,188	18,761,188	-
FUND BALANCE, DECEMBER 31	<u>\$ 17,859,238</u>	<u>\$ 17,325,184</u>	<u>\$ 20,253,588</u>	<u>\$ 2,928,404</u>

See Notes to Required Supplementary Information

**CHIPPEWA COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
HUMAN SERVICES FUND
YEAR ENDED DECEMBER 31, 2015**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 2,194,066	\$ 2,194,066	\$ 2,194,066	\$ -
Intergovernmental	6,147,709	6,147,709	5,832,100	(315,609)
Public Charges for Services	671,539	671,539	1,584,594	913,055
Intergovernmental Charges for Services	-	-	498,892	498,892
Total Revenues	<u>9,013,314</u>	<u>9,013,314</u>	<u>10,109,652</u>	<u>1,096,338</u>
EXPENDITURES				
Health and Human Services	<u>9,013,314</u>	<u>9,013,314</u>	<u>9,424,501</u>	<u>(411,187)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	685,151	685,151
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>-</u>	<u>-</u>	<u>(748,022)</u>	<u>(748,022)</u>
NET CHANGE IN FUND BALANCE	-	-	(62,871)	(62,871)
Fund Balance, January 1	<u>1,068,693</u>	<u>1,068,693</u>	<u>1,068,693</u>	<u>-</u>
FUND BALANCE, DECEMBER 31	<u><u>\$ 1,068,693</u></u>	<u><u>\$ 1,068,693</u></u>	<u><u>\$ 1,005,822</u></u>	<u><u>\$ (62,871)</u></u>

CHIPPEWA COUNTY, WISCONSIN
 BUDGETARY COMPARISON SCHEDULE
 COUNTY SALES TAX FUND
 YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 4,391,028	\$ 4,391,028	\$ 4,891,042	\$ 500,014
Miscellaneous:				
Interest	4,000	4,000	6,207	2,207
Total Revenues	4,395,028	4,395,028	4,897,249	502,221
EXPENDITURES	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	4,395,028	4,395,028	4,897,249	502,221
OTHER FINANCING SOURCES (USES)				
Transfers Out	(4,395,028)	(4,395,028)	(4,371,080)	(23,948)
NET CHANGE IN FUND BALANCE	-	-	526,169	478,273
Fund Balance, January 1	7,164,534	7,164,534	7,164,534	-
FUND BALANCE, DECEMBER 31	<u>\$ 7,164,534</u>	<u>\$ 7,164,534</u>	<u>\$ 7,690,703</u>	<u>\$ 478,273</u>

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF FUNDING PROGRESS**

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2014	1/1/2014	\$ -	\$ 1,633,665	\$ 1,633,665	- %	\$ 18,481,479	8.8 %
12/31/2012	1/1/2012	-	1,795,073	1,795,073	- %	16,862,841	10.6 %
12/31/2010	1/1/2010	-	2,794,252	2,794,252	- %	16,450,641	17.0 %

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF PROPORTIONATE SHARE OF
WISCONSIN RETIREMENT SYSTEM NET PENSION PLAN ASSET
LAST TEN FISCAL YEARS***

	2015
County's proportion of the net pension liability (asset)	0.13646909%
County's proportionate share of the net pension liability (asset)	\$ (3,352,054)
County's covered-employee payroll	\$ 18,214,274
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	-18.40%
Plan fiduciary net position as a percentage of the total pension liability (asset)	102.74%

*Amounts are shown prospectively from implementation.

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

	2015
Contractually Required Contribution	\$ 1,280,680
Contributions in Relation to the Contractually Required Contributions	(1,280,680)
Contribution Deficiency (Excess)	\$ -
 County's Covered-Employee Payroll	 \$ 18,109,202
 Contributions as a Percentage of Covered Employee Payroll	 7.07%

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.

*Amounts are shown prospectively from implementation.

CHIPPEWA COUNTY, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2015

BUDGETARY INFORMATION

GASB 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, human services fund and county sales tax fund is derived from the County's annual operating budget. The CDBG grant program is administered by the housing authority and is not included in the County's annual budget. Accordingly, a budgetary comparison schedule has not been presented for the CDBG grant 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.

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS

**CHIPPEWA COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2015**

	Special Revenue Funds					
	Public Health	Shelter Care	Dog Licenses	State Septic System Grants	Aging and Disability Resource Center	Land Management
ASSETS						
Treasurer's Cash and Investments	\$ 66,786	\$ 25,712	\$ 48,448	\$ -	\$ 283,165	\$ 207,682
Departmental Cash and Investments	-	-	300	-	21,960	-
Taxes Receivable	140,629	-	-	-	155,305	-
Accounts Receivable	7,812	-	-	-	5,196	-
Due from Other Governmental Units	49,001	-	-	-	502,438	-
Due from Fiduciary Funds	-	-	-	-	-	12,795
Installment Loans Receivable	-	-	-	-	-	-
Total Assets	<u>\$ 264,228</u>	<u>\$ 25,712</u>	<u>\$ 48,748</u>	<u>\$ -</u>	<u>\$ 968,064</u>	<u>\$ 220,477</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities:						
Vouchers Payable	\$ 6,099	\$ -	\$ 46,627	\$ -	\$ 96,046	\$ 5,971
Due to Other Governmental Units	-	-	1,121	-	-	-
Unearned Revenues	15,216	-	-	-	70,264	-
Total Liabilities	<u>21,315</u>	<u>-</u>	<u>47,748</u>	<u>-</u>	<u>166,310</u>	<u>5,971</u>
Deferred Inflows of Resources:						
Subsequent Year's Property Taxes	140,629	-	-	-	155,305	-
Unavailable Revenue - Long-Term Receivables	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>140,629</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>155,305</u>	<u>-</u>
Fund Balances:						
Restricted	102,284	25,712	-	-	-	-
Committed	-	-	1,000	-	646,449	214,506
Total Fund Balances	<u>102,284</u>	<u>25,712</u>	<u>1,000</u>	<u>-</u>	<u>646,449</u>	<u>214,506</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 264,228</u>	<u>\$ 25,712</u>	<u>\$ 48,748</u>	<u>\$ -</u>	<u>\$ 968,064</u>	<u>\$ 220,477</u>

**CHIPPEWA COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2015**

	Special Revenue Funds (Continued)			Capital Projects Fund		Total Nonmajor Governmental Funds
	Jail Assessment Fees	Economic Development	Total Special Revenue Funds	2013 Capital Projects Fund	Total Capital Projects Funds	
ASSETS						
Treasurer's Cash and Investments	\$ 74,281	\$ 462,531	\$ 1,168,605	\$ 237	\$ 237	\$ 1,168,842
Departmental Cash and Investments	-	-	22,260	-	-	22,260
Taxes Receivable	-	-	295,934	-	-	295,934
Accounts Receivable	250	-	13,258	-	-	13,258
Due from Other Governmental Units	-	-	551,439	-	-	551,439
Due from Fiduciary Funds	3,338	-	16,133	-	-	16,133
Installment Loans Receivable	-	147,959	147,959	-	-	147,959
Total Assets	\$ 77,869	\$ 610,490	\$ 2,215,588	\$ 237	\$ 237	\$ 2,215,825
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities:						
Vouchers Payable	\$ 1,502	\$ -	\$ 156,245	\$ -	\$ -	\$ 156,245
Due to Other Governmental Units	-	-	1,121	-	-	1,121
Unearned Revenues	-	-	85,480	-	-	85,480
Total Liabilities	1,502	-	242,846	-	-	242,846
Deferred Inflows of Resources:						
Subsequent Year's Property Taxes	-	-	295,934	-	-	295,934
Unavailable Revenue - Long-Term Receivables	-	147,959	147,959	-	-	147,959
Total Deferred Inflows of Resources	-	147,959	443,893	-	-	443,893
Fund Balances:						
Restricted	76,367	-	204,363	237	237	204,600
Committed	-	462,531	1,324,486	-	-	1,324,486
Total Fund Balances	76,367	462,531	1,528,849	237	237	1,529,086
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 77,869	\$ 610,490	\$ 2,215,588	\$ 237	\$ 237	\$ 2,215,825

**CHIPPEWA COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDING DECEMBER 31, 2015**

	Special Revenue Funds					
	Public Health	Shelter Care	Dog Licenses	State Septic System Grants	Aging and Disability Resource Center	Land Management
REVENUES						
Taxes	\$ 159,748	\$ -	\$ -	\$ -	\$ 108,703	\$ -
Intergovernmental	841,599	-	-	8,372	1,457,371	20,352
Licenses and Permits	-	-	47,581	-	-	-
Jail Assessment Fees	-	-	-	-	-	-
Public Charges for Services	36,122	-	-	-	155,213	87,288
Interest	-	-	-	-	190	-
Other	1,930	-	-	-	159,467	-
Total Revenues	<u>1,039,399</u>	<u>-</u>	<u>47,581</u>	<u>8,372</u>	<u>1,880,944</u>	<u>107,640</u>
EXPENDITURES						
Public Safety	-	-	-	-	-	-
Health and Human Services	943,434	-	47,581	-	1,868,444	-
Conservation and Development	-	-	-	8,372	-	-
Total Expenditures	<u>943,434</u>	<u>-</u>	<u>47,581</u>	<u>8,372</u>	<u>1,868,444</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	95,965	-	-	-	12,500	107,640
OTHER FINANCING SOURCES (USES)						
Transfers Out:						
General Fund	(76,572)	-	-	-	-	(128,813)
Highway Department Fund	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>(76,572)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(128,813)</u>
NET CHANGE IN FUND BALANCES	19,393	-	-	-	12,500	(21,173)
Fund Balances, January 1	<u>82,891</u>	<u>25,712</u>	<u>1,000</u>	<u>-</u>	<u>633,949</u>	<u>235,679</u>
FUND BALANCES, DECEMBER 31	<u>\$ 102,284</u>	<u>\$ 25,712</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 646,449</u>	<u>\$ 214,506</u>

**CHIPPEWA COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDING DECEMBER 31, 2015**

	<u>Special Revenue Funds (Continued)</u>			<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
	Jail Assessment Fees	Economic Development	Total Special Revenue Funds	2013 Capital Projects Fund	
REVENUES					
Taxes	\$ -	\$ -	\$ 268,451	\$ -	\$ 268,451
Intergovernmental	-	-	2,327,694	-	2,327,694
Licenses and Permits	-	-	47,581	-	47,581
Jail Assessment Fees	53,899	-	53,899	-	53,899
Public Charges for Services	-	-	278,623	-	278,623
Interest	-	799	989	2,400	3,389
Other	-	56,750	218,147	-	218,147
Total Revenues	<u>53,899</u>	<u>57,549</u>	<u>3,195,384</u>	<u>2,400</u>	<u>3,197,784</u>
EXPENDITURES					
Public Safety	55,959	-	55,959	-	55,959
Health and Human Services	-	-	2,859,459	-	2,859,459
Conservation and Development	-	150,000	158,372	-	158,372
Total Expenditures	<u>55,959</u>	<u>150,000</u>	<u>3,073,790</u>	<u>-</u>	<u>3,073,790</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,060)	(92,451)	121,594	2,400	123,994
OTHER FINANCING SOURCES (USES)					
Transfers Out:					
General Fund	-	-	(205,385)	-	(205,385)
Highway Department Fund	-	-	-	(2,055,043)	(2,055,043)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(205,385)</u>	<u>(2,055,043)</u>	<u>(2,260,428)</u>
NET CHANGE IN FUND BALANCES	(2,060)	(92,451)	(83,791)	(2,052,643)	(2,136,434)
Fund Balances, January 1	<u>78,427</u>	<u>554,982</u>	<u>1,612,640</u>	<u>2,052,880</u>	<u>3,665,520</u>
FUND BALANCES, DECEMBER 31	<u>\$ 76,367</u>	<u>\$ 462,531</u>	<u>\$ 1,528,849</u>	<u>\$ 237</u>	<u>\$ 1,529,086</u>

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2015
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2014)**

	2015	2014
ASSETS		
Treasurer's Cash and Investments	\$ 19,644,211	\$ 18,349,513
Departmental Cash	2,425	3,352
Taxes Receivable:		
Current Taxes Receivable	15,088,134	14,750,709
Delinquent Taxes Receivable	1,227,099	1,359,644
Tax Deeds Owned by County	38,054	131,573
Accounts Receivable	727,453	742,566
Due from Other Governments	592,622	-
Due from Other Funds:		
Public Health Fund	-	12,946
Highway Internal Service Fund	50,000	-
Due from Fiduciary Funds	71,354	62,977
Prepaid Items	6,278	4,639
	<u>\$ 37,447,630</u>	<u>\$ 35,417,919</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
Liabilities:		
Vouchers and Accounts Payable	\$ 863,863	\$ 749,997
Payroll Deductions	644,918	656,137
Due to Other Governmental Units	519,152	375,362
Unearned Revenues	47,975	54,526
Total Liabilities	<u>2,075,908</u>	<u>1,836,022</u>
Deferred Inflows of Resources:		
Subsequent Year's Property Taxes	15,088,134	14,750,709
Unavailable Revenue - Other	30,000	70,000
Total Deferred Inflows of Resources	<u>15,118,134</u>	<u>14,820,709</u>
Fund Balance:		
Nonspendable:		
Delinquent Taxes	1,265,153	1,491,217
Prepaid Items	6,278	4,639
Assigned	9,089,853	7,577,531
Unassigned	9,892,304	9,687,801
Total Fund Balance	<u>20,253,588</u>	<u>18,761,188</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 37,447,630</u>	<u>\$ 35,417,919</u>

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)**

	2015		Variance - Positive (Negative)	2014 Actual
	Final Budget	Actual		
REVENUES:				
Taxes:				
General Property Taxes	\$ 14,750,709	\$ 14,750,709	\$ -	\$ 14,506,658
Payment in Lieu of Taxes	24,000	42,176	18,176	39,838
Forest Crop Taxes	13,000	36,673	23,673	14,908
Sales Taxes	120	133	13	132
Vehicle Registration Fees	540,724	540,724	-	-
Real Estate Transfer Fees - County Share	100,000	141,569	41,569	134,337
Interest on Taxes	320,000	280,937	(39,063)	313,927
Agricultural Land Conversion Penalty	3,000	1,115	(1,885)	14,275
Total Taxes	15,751,553	15,794,036	42,483	15,024,075
Intergovernmental:				
Shared Taxes from State	2,512,962	2,542,107	29,145	2,529,377
Tax Exempt Computer Aid	88,475	88,391	(84)	92,379
Guardian Ad Litem	48,381	55,478	7,097	48,381
Victim/Witness Program	73,676	83,349	9,673	80,057
Court Grant	210,212	221,560	11,348	198,829
Criminal Justice Coordinator	165,650	167,236	1,586	54,414
Drug Abuse Program	-	5,748	5,748	6,183
Snowmobile Enforcement Patrol	19,339	6,080	(13,259)	14,881
Responsible Unit Grant	111,465	111,465	-	111,465
Recycling Grant	106,716	106,772	56	106,716
Clean Sweep Grant	7,250	7,365	115	8,070
Water Safety Patrol	26,548	18,091	(8,457)	21,735
All Terrain Vehicle Patrol	18,939	8,887	(10,052)	7,381
SARA Program	14,000	15,863	1,863	17,919
Emergency Government - Special Grants	10,000	13,640	3,640	-
Targeted Runoff Management Grants	50,000	-	(50,000)	-
Conservation Reserve Enhancement Program	61,750	3,117	(58,633)	561
Planning and Zoning Aids	3,750	4,287	537	-
District Attorney	16,818	10,434	(6,384)	13,564
SARA HAZMAT Equipment Grant	9,500	8,160	(1,340)	8,960
Lake Protection Grant	524,000	29,648	(494,352)	34,065
Lakes Management Grant	-	-	-	15,000
Police Training	9,280	9,659	379	24,315
Sheriff Department Grants	34,250	1,348	(32,902)	25,461

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)**

	2015		Variance - Positive (Negative)	2014 Actual
	Final Budget	Actual		
REVENUES (CONTINUED)				
Intergovernmental: (Continued)				
County Trunk Highways	\$ 1,320,015	\$ 1,320,015	\$ -	\$ 1,328,996
Federal Aid Secondary Projects	199,550	199,550	-	758,240
Local Road Improvement Program	51,747	51,747	-	345,269
Child Support	731,139	711,717	(19,422)	673,727
Veterans Service Officer	11,500	12,697	1,197	11,500
Snowmobile Trail Advances	90,400	90,512	112	181,847
All Terrain Vehicle Trails	210,500	23,271	(187,229)	15,741
Wildlife Habitat Management	1,720	1,631	(89)	1,629
Forest Administration	37,494	55,089	17,595	35,715
Forest Roads	6,048	5,687	(361)	5,687
State Aid - SWIRM	239,181	196,338	(42,843)	203,850
DNR Land Acquisition Grants	250,000	34,729	(215,271)	-
County Forest Trails	7,461	3,757	(3,704)	4,656
Wildlife Damage Abatement	19,454	19,948	494	14,476
Emergency Government	45,000	59,812	14,812	60,794
Total Intergovernmental	7,344,170	6,305,185	(1,038,985)	7,061,840
Licenses and Permits:				
Large Assembly Licenses	1,000	1,000	-	1,000
Marriage License Fees	12,000	12,600	600	10,690
Marriage License Fees for Social Services	7,500	8,080	580	8,080
Conservation License Fees	600	357	(243)	361
Environmental Impact Fees	-	4,807	4,807	4,957
Zoning Permits	154,115	193,990	39,875	153,786
Building Inspection Fees	82,000	142,137	60,137	97,714
Gravel Pit Permits	220,000	327,034	107,034	224,405
Occupational Driver's Licenses	500	60	(440)	260
Total Licenses and Permits	477,715	690,065	212,350	501,253
Fines and Forfeits:				
County Ordinance Forfeitures	115,000	99,003	(15,997)	108,337
County Share of State Fines and Forfeitures	90,000	69,470	(20,530)	75,211
Total Fines and Forfeits	205,000	168,473	(36,527)	183,548

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)**

	2015		Variance - Positive (Negative)	2014 Actual
	Final Budget	Actual		
REVENUES (CONTINUED)				
Public Charges for Services:				
County Clerk Fees	\$ 15,870	\$ 11,956	\$ (3,914)	\$ 12,454
Anniversary Book Revenues	50	-	(50)	-
Treasurer Fees	3,300	2,756	(544)	2,757
Register of Deeds Fees	252,000	306,508	54,508	322,180
Uniform Address Fees	4,000	3,675	(325)	7,365
Surveyor Fees	3,600	6,067	2,467	5,847
Sign Replacement Revenues	5,775	5,775	-	560
Passport Revenues	32,000	43,394	11,394	26,803
Circuit Court Fees and Costs	178,859	173,336	(5,523)	171,512
Mediation Fees	7,100	6,855	(245)	7,265
Bond Forfeiture Revenues	14,000	12,346	(1,654)	11,715
Attorney Fee Reimbursements	30,000	25,246	(4,754)	27,430
Juvenile Legal Fees	600	1,123	523	633
Register in Probate Fees	20,000	23,268	3,268	19,022
Guardian Ad Litem Revenue	46,000	56,429	10,429	50,706
Guardianship Revenue	3,000	17,865	14,865	4,459
Probate Attorney Fees	700	952	252	1,659
Youth Court Program Fees	2,000	1,232	(768)	740
Restitution Surcharge Fees	17,000	25,275	8,275	17,579
Ignition Interlock Surcharge Fees	8,000	3,911	(4,089)	5,503
Chapter 51/55 Legal Fees	200	483	283	438
Prosecution Revenues	1,000	980	(20)	1,160
Sale of Maps and Plats	6,000	14,933	8,933	26,738
Sheriff Fees	58,000	46,844	(11,156)	51,331
Reserve Officers Revenues	121,000	135,255	14,255	132,750
Board of Prisoners - Huber	193,000	146,025	(46,975)	191,728
Jail Revenues	20,200	26,344	6,144	22,432
Jail Canteen Fund	149,000	105,207	(43,793)	133,685
Electronic Monitoring Revenue	42,000	60,197	18,197	35,639
Range Usage Fees	9,000	11,395	2,395	20,293
DNA Testing Fee	200	980	780	1,200
Coroner Fees	45,000	60,000	15,000	54,050
All Terrain Vehicle Class Fees	-	5	5	95
Water Patrol Class Fees	-	85	85	305
Snowmobile Training Class Fees	-	185	185	205
Health Clinic Revenue	57,769	39,856	(17,913)	38,610
Home Nursing Revenue	1,355,101	1,277,505	(77,596)	1,196,641
Child Support Collections	20,500	17,059	(3,441)	18,924
County Parks Revenue	151,698	149,034	(2,664)	140,756

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)**

	2015		Variance - Positive (Negative)	2014 Actual
	Final Budget	Actual		
REVENUES (CONTINUED)				
Public Charges for Services: (Continued)				
Trail Fee Revenues	\$ 7,500	\$ 12,888	\$ 5,388	\$ 11,149
Tree Planter Rental Fees	500	200	(300)	310
University Extension Revenue	15,690	9,955	(5,735)	9,870
CREP Landowner Application Fees	300	-	(300)	-
CREP Easement Application Fees	780	5,712	4,932	-
Land Conservation - Engineering Services	1,100	2,200	1,100	3,300
Land Conservation - Technical Services	775	477	(298)	-
Land Conservation - Municipal Service Fee	8,000	1,400	(6,600)	2,600
District Attorney Revenues	9,000	11,048	2,048	7,935
County Forest Revenues	361,000	525,945	164,945	526,182
Solid Waste Disposal	800	601	(199)	1,028
Solid Waste Tire Facility	16,000	13,631	(2,369)	15,023
Gravel Pit Mapping Fees	-	200	200	200
Community Well Water Fee	23,920	17,745	(6,175)	26,755
Recycling Revenues - Other	13,623	13,621	(2)	13,631
Total Public Charges for Services	3,332,510	3,435,964	103,454	3,381,152
Intergovernmental Charges for Services:				
Board of Prisoners from Other Governments	173,550	123,623	(49,927)	247,448
Information System Revenues	47,351	47,728	377	48,645
Elections	6,000	12,081	6,081	4,413
Interdepartmental HRA Charges	-	66,991	66,991	50,098
Transportation of Juveniles	348	-	(348)	-
Total Intergovernmental Charges for Services	227,249	250,423	23,174	350,604
Miscellaneous:				
Investment Income	184,530	191,471	6,941	137,672
Increase (Decrease) in Fair Value of Investments	-	(34,817)	(34,817)	165,588
Rent of County Offices and Buildings	-	3,113	3,113	23,479
Radio Tower Lease Revenue	24,996	22,800	(2,196)	-
Copy Machine/Offset Revenue	25,600	17,753	(7,847)	22,389
Clerk of Court Copy Machine Revenue	500	341	(159)	397
CRI Note Repayment	98,199	-	(98,199)	967,619
Sale of County Property	1,000	1,346	346	1,493
Sale of Sheriff Property	800	490	(310)	2,673
Profit on Tax Deed Sales	70,000	249,672	179,672	53,898
Insurance Recoveries	5,000	2,397	(2,603)	3,180
Insurance Dividends	44,000	51,126	7,126	30,613
Refund of Prior Years Expenses	-	1,697	1,697	972
Youth Court Program Donations	6,000	5,114	(886)	5,068
Land Conservation Private Grants and Donations	100,800	153,863	53,063	97,600
Sheriff Donations	-	250	250	1,000
Groundwater Study Donations	40,000	40,000	-	50,000
Sundry Departmental Revenues	500	22,368	21,868	13,433
Land Conservation Revenue	1,500	7,011	5,511	3,422
Maintenance Miscellaneous Revenue	-	686	686	16
Emergency Government Miscellaneous Revenue	1,200	250	(950)	1,450
Forest and Parks Miscellaneous Revenue	200	4,625	4,425	9,469
Total Miscellaneous	604,825	741,556	136,731	1,591,431
Total Revenues	27,943,022	27,385,702	(557,320)	28,093,903

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)**

	2015		Variance - Positive (Negative)	2014 Actual
	Final Budget	Actual		
EXPENDITURES				
General Government:				
County Board	\$ 161,993	\$ 129,631	\$ 32,362	\$ 128,061
Circuit Court	1,506,863	1,412,002	94,861	1,328,907
Mediation Program	25,000	25,000	-	25,000
Register in Probate	101,634	109,722	(8,088)	99,871
Juvenile Court	179,359	198,088	(18,729)	175,811
Youth Court Program	8,000	8,375	(375)	6,580
Family Court Commissioner	25,580	26,382	(802)	24,787
Coroner	112,590	128,530	(15,940)	74,405
County Clerk	187,986	188,596	(610)	180,967
County Risk Management	52,243	8,833	43,410	64,972
County Administrator	341,100	301,382	39,718	278,901
Elections	39,496	23,988	15,508	37,282
Personnel	277,902	306,467	(28,565)	242,920
Information Systems	700,962	694,625	6,337	698,049
Copy Machine/Offset	51,600	28,065	23,535	18,352
Finance	306,566	263,594	42,972	295,733
Finance Carryover	15,000	4,703	10,297	30,949
Personal Property Chargeback Expenses	500	(148)	648	332
Assessments	425	-	425	29
County Treasurer	594,011	504,614	89,397	360,006
Independent Auditing	29,061	26,348	2,713	23,185
Special Accounting	8,000	7,611	389	7,611
District Attorney	388,721	383,823	4,898	360,764
Crime Victim/Witness Program	195,521	206,516	(10,995)	189,563
Corporate Counsel	322,259	278,660	43,599	327,356
Register of Deeds	310,975	314,256	(3,281)	310,575
Register of Deeds Redaction Expenses	39,000	39,000	-	39,000
Register of Deeds Carryover	-	-	-	33,028
Land Records Program Local	230,327	215,518	14,809	315,006
Tax Deed Expense	65,000	21,203	43,797	3,760
Courthouse	1,518,185	1,309,045	209,140	1,479,769
Radio Towers	69,394	54,444	14,950	-
Facilities Improvements	221,460	47,001	174,459	5,635
Security Plan	491,885	95,214	396,671	52,115

CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015		Variance - Positive (Negative)	2014 Actual
	Final Budget	Actual		
EXPENDITURES (CONTINUED)				
General Government: (Continued)				
Property and Liability Insurance	\$ 184,140	\$ 188,741	\$ (4,601)	\$ 163,225
Health Program Expenses	77,500	98,562	(21,062)	20,000
Maps and Plat Books	6,000	-	6,000	10,693
Sundry Department Expenses	3,300	322	2,978	6,626
Contingency	205,500	-	205,500	-
Computer Outlay	192,351	121,741	70,610	187,216
Total General Government	9,247,389	7,770,454	1,476,935	7,607,041
Public Safety:				
Sheriff	588,460	732,037	(143,577)	610,036
Investigations	600,584	405,631	194,953	575,874
Patrol	1,859,730	1,830,439	29,291	1,892,748
Sheriff's Department Training and Equipment	333,769	150,803	182,966	34,541
Reserve Officers	121,000	155,351	(34,351)	133,712
Snowmobile Patrol	24,174	3,688	20,486	18,587
Rifle Range	26,275	19,230	7,045	31,549
Water Safety Patrol	40,843	15,353	25,490	35,518
All Terrain Vehicle Trail Patrol	23,674	5,415	18,259	7,104
Police Radio	49,114	49,844	(730)	47,027
Fire Suppression	5,000	3,168	1,832	68
Building Inspection Fund	82,000	76,045	5,955	88,700
Emergency Government	118,373	117,879	494	115,352
SARA Program (Hazardous Materials)	41,136	35,208	5,928	39,000
Special Grants - Emergency Government	10,000	13,640	(3,640)	-
County Jail	3,102,111	2,956,568	145,543	3,063,315
Jail Canteen Fund	193,000	113,377	79,623	116,924
Telecommunications	1,188,750	1,209,375	(20,625)	1,199,869
Uniform Addressing	99,572	100,710	(1,138)	94,615
Total Public Safety	8,507,565	7,993,761	513,804	8,104,539

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)**

	2015			2014 Actual
	Final Budget	Actual	Variance - Positive (Negative)	
EXPENDITURES (CONTINUED)				
Public Works:				
County Trunk Highway System (see Schedule E-4)	\$ 5,779,969	\$ 5,779,969	\$ -	\$ 6,012,312
Recycling	299,790	280,177	19,613	273,022
Airport	127,704	127,704	-	127,704
Total Public Works	6,207,463	6,187,850	19,613	6,413,038
Health and Human Services:				
Public Health Nurse	398,881	437,956	(39,075)	691,533
Home Nursing Program	1,459,239	1,501,678	(42,439)	1,322,030
Health Clinics	58,752	41,202	17,550	55,959
Child Support	760,935	728,673	32,262	708,317
Veterans' Service Officer	184,194	183,491	703	181,152
Veterans' Relief	9,290	9,497	(207)	7,188
Care of Veterans' Graves	1,400	695	705	1,308
Total Health and Human Services	2,872,691	2,903,192	(30,501)	2,967,487
Culture, Recreation and Education:				
Grants to Public Libraries	628,195	628,195	-	613,261
Snowmobile Trails	90,400	91,125	(725)	181,851
All Terrain Vehicle Trails	210,500	4,569	205,931	17,429
University Extension	230,707	207,150	23,557	271,277
Old Abe Trail	15,100	33,141	(18,041)	8,253
Hickory Ridge/River Road Trail	4,655	2,525	2,130	5,426
Extension Education Programs	66,500	59,422	7,078	73,227
Total Culture, Recreation and Education	1,246,057	1,026,127	219,930	1,170,724
Conservation and Development:				
County Forestry Department	262,249	257,731	4,518	209,198
County Parks	528,298	438,776	89,522	328,526
Forest Roads	6,048	21,452	(15,404)	5,698
Forest and Parks Quality of Life	300,000	68,264	231,736	-
State Forestry Fund	112,367	61,241	51,126	63,846
Roads and Wildlife Flowages	-	-	-	11,250
Comprehensive Planning Project	30,000	-	30,000	-
Land Conservation Stewardship	50,000	50,000	-	36,267
Conservation Committee	700	671	29	700
Land Conservation	394,668	324,158	70,510	335,179

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)**

	2015			2014 Actual
	Final Budget	Actual	Variance - Positive (Negative)	
EXPENDITURES (CONTINUED)				
Conservation and Development: (Continued)				
SWIRM Grant Expenditures	\$ 194,464	\$ 157,688	\$ 36,776	\$ 178,142
Groundwater Study	67,016	27,644	39,372	98,720
Targeted Runoff Management	50,000	-	50,000	-
Stormwater Planning Grant	8,000	2,500	5,500	2,500
Special Conservation Projects	15,000	-	15,000	-
Wildlife Habitat Management	1,720	-	1,720	-
Wildlife Damage - Abatement Project	19,454	31,511	(12,057)	13,812
TMDL - Little Lake Wissota	624,800	149,529	475,271	120,289
Gravel Pits	232,234	233,646	(1,412)	196,105
Conservation Reserve Enhancement Program	71,036	9,197	61,839	8,970
Housing Authority	896	853	43	1,115
Zoning	468,696	463,924	4,772	455,383
Economic Development	183,900	258,300	(74,400)	163,800
Tourism Development	27,270	27,270	-	27,270
Total Conservation and Development	<u>3,648,816</u>	<u>2,584,355</u>	<u>1,064,461</u>	<u>2,256,770</u>
Total Expenditures	<u>31,729,981</u>	<u>28,465,739</u>	<u>3,264,242</u>	<u>28,519,599</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,786,959)	(1,080,037)	2,706,922	(425,696)
OTHER FINANCING SOURCES (USES)				
Transfers In:				
County Sales Tax Fund	2,158,978	2,135,030	(23,948)	2,148,447
Human Services Fund	-	748,022	748,022	654,638
Land Management Fund	197,977	128,813	(69,164)	100,427
Public Health Fund	-	76,572	76,572	-
Transfers Out:				
Highway Department Fund	-	(10,000)	(10,000)	(30,000)
Sales Tax Fund	-	-	-	(158,989)
Self-Funded Workers Compensation Fund	-	(500,000)	(500,000)	-
Flexible Benefits Fund	(6,000)	(6,000)	-	(6,000)
Total Other Financing Sources (Uses)	<u>2,350,955</u>	<u>2,572,437</u>	<u>221,482</u>	<u>2,708,523</u>
NET CHANGE IN FUND BALANCE	(1,436,004)	1,492,400	2,928,404	2,282,827
Fund Balance, January 1	<u>18,761,188</u>	<u>18,761,188</u>	<u>-</u>	<u>16,478,361</u>
FUND BALANCE, DECEMBER 31	<u>\$ 17,325,184</u>	<u>\$ 20,253,588</u>	<u>\$ 2,928,404</u>	<u>\$ 18,761,188</u>

**CHIPPEWA COUNTY, WISCONSIN
DEBT SERVICE FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)**

	2011/2012 Capital Projects Debt	2011 Refunding Bonds	2013 Capital Projects Debt	Totals	
				2015	2014
ASSETS					
Treasurer's Cash and Investments	\$ 812	\$ 607,668	\$ 4,801	\$ 613,281	\$ 612,754
LIABILITIES, DEFERRED INFLOWS OF OF RESOURCES, AND FUND BALANCE					
Fund Balance:					
Restricted	\$ -	\$ -	\$ -	\$ -	\$ 812
Committed	812	607,668	4,801	613,281	611,942
Total Fund Balance	812	607,668	4,801	613,281	612,754
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 812	\$ 607,668	\$ 4,801	\$ 613,281	\$ 612,754

**CHIPPEWA COUNTY, WISCONSIN
DEBT SERVICE FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)**

	2011/2012	2011	2013	Totals	
	Capital Projects Debt	Refunding Bonds	Capital Projects Debt	2015	2014
REVENUES					
Investment Income	\$ -	\$ 527	\$ -	\$ 527	\$ 341
EXPENDITURES					
Principal Retirement	490,000	735,000	170,000	1,395,000	1,385,000
Interest and Fiscal Charges	100,350	106,875	58,825	266,050	290,177
Total Expenditures	<u>590,350</u>	<u>841,875</u>	<u>228,825</u>	<u>1,661,050</u>	<u>1,675,177</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(590,350)	(841,348)	(228,825)	(1,660,523)	(1,674,836)
OTHER FINANCING SOURCES (USES)					
Transfer In from Sales Tax Fund	590,350	841,875	228,825	1,661,050	1,662,233
Transfer In from Capital Projects Fund	-	-	-	-	812
Total Other Financing Sources (Uses)	<u>590,350</u>	<u>841,875</u>	<u>228,825</u>	<u>1,661,050</u>	<u>1,663,045</u>
NET CHANGE IN FUND BALANCE	-	527	-	527	(11,791)
Fund Balance, January 1	<u>812</u>	<u>607,141</u>	<u>4,801</u>	<u>612,754</u>	<u>624,545</u>
FUND BALANCE, DECEMBER 31	<u>\$ 812</u>	<u>\$ 607,668</u>	<u>\$ 4,801</u>	<u>\$ 613,281</u>	<u>\$ 612,754</u>

**CHIPPEWA COUNTY, WISCONSIN
FARM LAND DEVELOPMENT ENTERPRISE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2015
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2014)**

	2015	2014
ASSETS		
Current Assets:		
Treasurer's Cash	\$ 294,666	\$ 241,003
Investment of Land Sales Proceeds	159,624	159,413
Accounts Receivable	40,000	40,000
Total Current Assets	494,290	440,416
Noncurrent Assets:		
Property Held for Resale:		
Land	129,434	127,749
Land Improvements	1,708,948	1,658,193
Capital Assets:		
Land	22,653	22,653
Total Noncurrent Assets	1,861,035	1,808,595
Total Assets	2,355,325	2,249,011
LIABILITIES		
Current Liabilities:		
Special Deposits	4,589	4,589
NET POSITION		
Net Investment in Capital Assets	22,653	22,653
Unrestricted	2,328,083	2,221,769
Total Net Position	\$ 2,350,736	\$ 2,244,422

**CHIPPEWA COUNTY, WISCONSIN
FARM LAND DEVELOPMENT ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)**

	<u>2015</u>	<u>2014</u>
OPERATING REVENUES:		
Gain on Sale of Property	\$ 60,340	\$ 55,557
OPERATING EXPENSES	<u>18,245</u>	<u>25,394</u>
OPERATING INCOME	42,095	30,163
NONOPERATING REVENUES:		
Interest Revenue	218	137
Sale of Hay	-	5,000
Total Nonoperating Revenues	<u>218</u>	<u>5,137</u>
CHANGE IN NET POSITION	42,313	35,300
Net Position - Beginning of Year	2,244,422	2,209,122
Prior Period Adjustment	64,001	-
Net Position - Beginning of Year, Restated	<u>2,308,423</u>	<u>2,209,122</u>
NET POSITION, DECEMBER 31	<u>\$ 2,350,736</u>	<u>\$ 2,244,422</u>

**CHIPPEWA COUNTY, WISCONSIN
FARM LAND DEVELOPMENT ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)**

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from the Sale of County Property and Deposits	\$ 71,900	\$ 100,000
Cash Paid for Goods and Services	(18,244)	(25,395)
Net Cash Provided by (Used for) Operating Activities	53,656	74,605
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash Received from the Sale of Hay	-	5,000
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest Received on Investments	218	137
NET CHANGE IN CASH AND CASH EQUIVALENTS	53,874	79,742
CASH AND CASH EQUIVALENTS, JANUARY 1	400,416	320,674
CASH AND CASH EQUIVALENTS, DECEMBER 31	\$ 454,290	\$ 400,416
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
Operating Income (Loss)	\$ 42,095	\$ 30,163
Adjustment to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Cost Basis of Land and Land Improvements Sold	11,561	44,442
Net Cash Provided by (Used for) Operating Activities	\$ 53,656	\$ 74,605
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS:		
Cash and Investments per Schedule D-1:		
Treasurer's Cash	\$ 294,666	\$ 241,003
Investment of Land Sales Proceeds	159,624	159,413
Cash and Cash Equivalents per Schedule D-3	\$ 454,290	\$ 400,416

**CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)**

	Highway Department	Self-Funded Workers Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2015	2014
ASSETS						
Current Assets:						
Treasurer's Cash and Investments	\$ 2,873,694	\$ 1,814,973	\$ 133,922	\$ 77,282	\$ 4,899,871	\$ 4,368,965
Departmental Cash - Petty Cash	250	-	-	-	250	250
Cash and Investments Held by Fiscal Agent	-	-	246,938	-	246,938	243,188
Accounts Receivable	38,285	2,316	84,822	1,434	126,857	130,947
Due from Other Governmental Units	1,476,991	-	-	-	1,476,991	1,967,568
Inventories	2,228,918	-	-	-	2,228,918	2,060,258
Total Current Assets	6,618,138	1,817,289	465,682	78,716	8,979,825	8,771,176
Restricted Assets:						
Wisconsin Retirement System Pension Asset	699,605	-	-	-	699,605	-
Noncurrent Assets:						
Capital Assets:						
Not Being Depreciated	92,696	-	-	-	92,696	92,696
Being Depreciated	28,031,125	-	-	-	28,031,125	27,742,178
Accumulated Depreciation	(17,110,425)	-	-	-	(17,110,425)	(16,039,137)
Deposit with Public-Entity Risk Pool (WMMIC)	-	-	750,327	-	750,327	750,327
Total Noncurrent Assets	11,013,396	-	750,327	-	11,763,723	12,546,064
Total Assets	18,331,139	1,817,289	1,216,009	78,716	21,443,153	21,317,240
DEFERRED OUTFLOWS OF RESOURCES						
Wisconsin Retirement System Pension Related	709,876	-	-	-	709,876	-

**CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION (CONTINUED)
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)**

	Highway Department	Self-Funded Workers' Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2015	2014
LIABILITIES:						
Current Liabilities:						
Accounts Payable	\$ 81,912	\$ 959	\$ 8,452	\$ -	\$ 91,323	\$ 407,491
Present Value of Unpaid Losses	-	1,234,366	580,398	-	1,814,764	1,302,373
Unearned Cost Pool Revenues	86,155	-	-	-	86,155	1,034
Highway Construction Advance Payment	1,028,588	-	-	-	1,028,588	1,539,165
Current Portion of Employee Leave Liability	368,858	-	-	-	368,858	371,375
Total Current Liabilities	<u>1,565,513</u>	<u>1,235,325</u>	<u>588,850</u>	<u>-</u>	<u>3,389,688</u>	<u>3,621,438</u>
Long-Term Liabilities (Net of Current Portion):						
Other Postemployment Benefits Payable	82,450	-	-	-	82,450	60,734
Estimated Employee Leave Liability	158,852	-	-	-	158,852	193,978
Total Long-Term Liabilities	<u>241,302</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>241,302</u>	<u>254,712</u>
Total Liabilities	<u>1,806,815</u>	<u>1,235,325</u>	<u>588,850</u>	<u>-</u>	<u>3,630,990</u>	<u>3,876,150</u>
NET POSITION:						
Net Investment in Capital Assets	11,013,396	-	-	-	11,013,396	11,795,737
Restricted for Pension Plan	699,605	-	-	-	699,605	-
Unrestricted	5,521,199	581,964	627,159	78,716	6,809,038	5,645,353
Total Net Position	<u>\$ 17,234,200</u>	<u>\$ 581,964</u>	<u>\$ 627,159</u>	<u>\$ 78,716</u>	<u>\$ 18,522,039</u>	<u>\$ 17,441,090</u>

CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	Highway Department	Self-Funded Workers' Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2015	2014
OPERATING REVENUES	\$ 13,016,438	\$ 571,358	\$ 156,372	\$ 348,644	\$ 14,092,812	\$ 14,751,409
OPERATING EXPENSES	15,684,380	1,009,427	589,728	356,980	17,640,515	18,191,810
OPERATING INCOME (LOSS)	(2,667,942)	(438,069)	(433,356)	(8,336)	(3,547,703)	(3,440,401)
NONOPERATING REVENUES (EXPENSES):						
Interest Revenue	269	671	6,923	-	7,863	4,940
Dividend Revenue	-	-	84,822	-	84,822	72,576
Disposition of Assets	6,325	-	-	-	6,325	13,730
Nonoperating Depreciation	(20,444)	-	-	-	(20,444)	(20,444)
Total Nonoperating Revenues (Expenses)	(13,850)	671	91,745	-	78,566	70,802
INCOME (LOSS) BEFORE TRANSFERS	(2,681,792)	(437,398)	(341,611)	(8,336)	(3,469,137)	(3,369,599)
TRANSFERS:						
Transfers from General Fund	10,000	500,000	-	6,000	516,000	36,000
Transfer from Sales Tax Fund	575,000	-	-	-	575,000	1,675,000
Transfer from Capital Projects Fund	2,055,043	-	-	-	2,055,043	950,000
Total Transfers	2,640,043	500,000	-	6,000	3,146,043	2,661,000
CHANGE IN NET POSITION	(41,749)	62,602	(341,611)	(2,336)	(323,094)	(708,599)
Net Position - Beginning of Year	15,871,906	519,362	968,770	81,052	17,441,090	18,149,689
Change in Accounting Principle	1,404,043	-	-	-	1,404,043	-
Net Position - Beginning of Year, Restated	17,275,949	519,362	968,770	81,052	18,845,133	18,149,689
NET POSITION, DECEMBER 31	\$ 17,234,200	\$ 581,964	\$ 627,159	\$ 78,716	\$ 18,522,039	\$ 17,441,090

**CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)**

	Highway Department	Self-Funded Workers' Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash Received for Goods and Services:						
County/Departments	\$ 6,001,408	\$ 571,358	\$ 156,372	\$ -	\$ 6,729,138	\$ 6,946,300
Third Parties	7,014,917	-	-	-	7,014,917	6,884,079
Cash Received from Employees	-	-	-	348,644	348,644	327,501
Cash Payments for Goods and Services	(5,917,912)	(44,383)	(43,035)	(6,746)	(6,012,076)	(7,201,034)
Cash Payments for Employee Services	(8,841,943)	(27,414)	(31,927)	-	(8,901,284)	(9,133,202)
Cash Payments for Insurance Claims	-	(746,778)	(14,653)	(368,678)	(1,130,109)	(743,217)
Cash Payments for Insurance Premiums	-	(31,423)	(146,542)	-	(177,965)	(177,645)
Net Cash Provided by (Used for) Operating Activities	(1,743,530)	(278,640)	(79,785)	(26,780)	(2,128,735)	(3,097,218)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Transfer from General Fund	10,000	500,000	-	6,000	516,000	36,000
Transfer from Sales Tax Fund	575,000	-	-	-	575,000	1,675,000
Transfer from Capital Projects Fund	2,055,043	-	-	-	2,055,043	950,000
Net Cash Provided by (Used for) Noncapital Financing Activities	2,640,043	500,000	-	6,000	3,146,043	2,661,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Cash Received from Salvage of Capital Assets	87,718	-	-	-	87,718	71,984
Cash Payments for Acquisition and Major Repairs of Capital Assets	(650,808)	-	-	-	(650,808)	(1,485,429)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(563,090)	-	-	-	(563,090)	(1,413,445)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest and Dividends Received on Investments	269	671	79,498	-	80,438	80,982
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	333,692	222,031	(287)	(20,780)	534,656	(1,768,681)
CASH AND CASH EQUIVALENTS, JANUARY 1	2,540,252	1,592,942	381,147	98,062	4,612,403	6,381,084
CASH AND CASH EQUIVALENTS, DECEMBER 31	\$ 2,873,944	\$ 1,814,973	\$ 380,860	\$ 77,282	\$ 5,147,059	\$ 4,612,403

**CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)**

	Highway Department	Self-Funded Workers Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2015	2014
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:						
Operating Income (Loss)	\$ (2,667,942)	\$ (438,069)	\$ (433,356)	\$ (8,336)	\$ (3,547,703)	\$ (3,440,401)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Operating Depreciation	1,331,312	-	-	-	1,331,312	1,331,374
Net Change in Wisconsin Pension System Related Items	(5,438)	-	-	-	(5,438)	-
(Increase) Decrease in Assets:						
Accounts Receivable	19,887	(2,116)	-	(1,434)	16,337	635,822
Due from Other Governments	490,577	-	-	-	490,577	(344,224)
Materials and Supplies	(168,660)	-	-	-	(168,660)	(244,350)
Increase (Decrease) in Liabilities:						
Accounts Payable	(301,883)	(5,727)	8,452	(17,010)	(316,168)	295,577
Present Value of Unpaid Losses	-	167,272	345,119	-	512,391	39,069
Due to Other Funds	-	-	-	-	-	(475,491)
Unearned Cost Pool Revenues	85,121	-	-	-	85,121	(22,226)
Advance for Highway Construction	(510,577)	-	-	-	(510,577)	(884,721)
Other Postemployment Benefits	21,716	-	-	-	21,716	21,991
Unused Vested Employee Benefits	(37,643)	-	-	-	(37,643)	(9,638)
Net Cash Provided by (Used for) Operating Activities	\$ (1,743,530)	\$ (278,640)	\$ (79,785)	\$ (26,780)	\$ (2,128,735)	\$ (3,097,218)

CHIPPEWA COUNTY, WISCONSIN
HIGHWAY DEPARTMENT INTERNAL SERVICE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015	2014
OPERATING REVENUES:		
Charges for Services:		
County Highway Maintenance and Construction [1]	\$ 5,779,969	\$ 6,012,312
State Highway Maintenance and Construction	2,819,229	2,762,765
Local Districts	1,248,104	1,329,595
County Departments	118,224	136,236
Non-Governmental Customers	2,420,676	2,813,924
Non-Highway Fleet	103,215	101,777
Miscellaneous:		
Other Revenue from State:		
Records, Reports and Supervision	374,439	329,130
Equipment Storage	104,674	144,868
Gravel Pit Sales	-	67,000
Miscellaneous Highway Revenues	47,908	8,783
Total Operating Revenues	13,016,438	13,706,390
OPERATING EXPENSES:		
Administration and General:		
Administration	414,225	451,668
Patrol Superintendent	126,845	115,339
Engineering Technician	73,036	60,418
Radio Expense	8,303	1,696
Public Liability Insurance	35,268	11,500
Transportation Cost Pools:		
Machinery Operations	(160,769)	72,835
Gravel Pits and Quarries	218,782	140,073
Bituminous Operations	(63,746)	(241,683)
Services Provided:		
County:		
General Maintenance	2,229,988	1,293,900
Reconstruction and Betterments	5,159,135	6,013,677
Winter Maintenance	1,087,883	2,023,052
Bridge Construction	180,972	179,712
Land Acquisition	11,436	110,411
State:		
Highway Maintenance and Betterments	2,574,257	2,532,451
Equipment Storage	144,868	144,868
Damage Claims	159,616	159,616
Salt Storage	8,311	8,311
County Aid Bridge Construction	6,233	52,451
Local Districts	1,248,104	1,329,761
Local Departments	118,224	136,234
Non-Governmental Customers	1,546,877	1,874,920
Amortization of State Contributions Included Above	27,681	28,130
Net Change in Accrued Employee Leave Liability	37,501	(685)
Net Change in Other Postemployment Benefits Liability	21,716	21,991
Net Wisconsin Retirement System Pension Expense	(5,438)	-
Non-Highway Fleet	475,072	520,810
Total Operating Expenses	15,684,380	17,041,456
OPERATING LOSS	(2,667,942)	(3,335,066)

CHIPPEWA COUNTY, WISCONSIN
HIGHWAY DEPARTMENT INTERNAL SERVICE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (CONTINUED)
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015	2014
NONOPERATING REVENUES (EXPENSES):		
Interest Income	\$ 269	\$ 335
Gain (Loss) on Disposition of Assets - Non-Highway Fleet	6,325	13,730
Depreciation on Building Space Occupied by Other County Departments	(20,444)	(20,444)
Total Nonoperating Revenues (Expenses)	(13,850)	(6,379)
LOSS BEFORE TRANSFERS	(2,681,792)	(3,341,445)
TRANSFERS:		
Transfer from General Fund	10,000	30,000
Transfer from Capital Projects Fund	2,055,043	950,000
Transfer from Sales Tax Fund	575,000	1,675,000
Total Interfund Transfers	2,640,043	2,655,000
CHANGE IN NET POSITION	(41,749)	(686,445)
Net Position - Beginning of Year	15,871,906	16,558,351
Change in Accounting Principle	1,404,043	-
Net Position - Beginning of Year, Restated	17,275,949	16,558,351
NET POSITION, DECEMBER 31	\$ 17,234,200	\$ 15,871,906
 [1] Charges for County Maintenance and Construction Consists of the Following Payments from the General Fund:		
County Appropriations	\$ 3,667,933	\$ 3,579,807
Vehicle Registration Fee	540,724	-
State Transportation Aids	1,320,015	1,328,996
State Local Road Improvement Program Aid	51,747	345,269
Federal Aid Secondary Revenues	199,550	758,240
	\$ 5,779,969	\$ 6,012,312

CHIPPEWA COUNTY, WISCONSIN
SELF-FUNDED LIABILITY INSURANCE INTERNAL SERVICE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015	2014
REVENUES:		
Charges to County	\$ 143,527	\$ 145,612
Insurance Recoveries	12,845	18
Interest Earnings on Funds Held by WMMIC	6,923	4,171
Dividend from WMMIC	84,822	72,576
Total Revenues	248,117	222,377
 EXPENSES:		
Insurance Premiums Paid WMMIC	146,542	157,251
Claims Expenses	23,105	28,632
Net Increase (Decrease) in Year-end Present Value of Unpaid Claims - WMMIC	345,119	(91,455)
Administrative and Other Expenses	74,962	68,534
Total Expenses	589,728	162,962
 CHANGE IN NET POSITION	(341,611)	59,415
Net Position, January 1	968,770	909,355
 NET POSITION, DECEMBER 31	\$ 627,159	\$ 968,770

**CHIPPEWA COUNTY, WISCONSIN
AGENCY FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)**

	Tax Agency	Treasurer	Clerk of Courts	Human Services	Sheriff	Register of Deeds	Performance Deposits	Totals	
								2015	2014
ASSETS									
Treasurer's Cash and Investments	\$ -	\$ 100,928	\$ -	\$ -	\$ -	\$ -	\$ 16,341	\$ 117,269	\$ 264,100
Departmental Cash and Investments	-	-	377,326	4,309	54,204	132,050	-	567,889	441,653
Taxes Receivable:									
Current Apportionment	843,720	-	-	-	-	-	-	843,720	810,813
Due from Departmental Agency Funds	-	172,510	-	-	-	-	-	172,510	135,009
Total Assets	\$ 843,720	\$ 273,438	\$ 377,326	\$ 4,309	\$ 54,204	\$ 132,050	\$ 16,341	\$ 1,701,388	\$ 1,651,575
LIABILITIES									
Due to Other Governmental Units:									
State	\$ 843,720	\$ 251,065	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,094,785	\$ 1,106,244
Districts	-	-	-	-	-	-	-	-	81,678
Due to Other Funds	-	-	43,480	-	-	47,278	-	90,758	79,480
Due Treasurer's Agency Fund	-	-	97,135	-	-	75,375	-	172,510	135,009
Special Deposits	-	22,373	236,711	4,309	54,204	9,397	16,341	343,335	249,164
Total Liabilities	\$ 843,720	\$ 273,438	\$ 377,326	\$ 4,309	\$ 54,204	\$ 132,050	\$ 16,341	\$ 1,701,388	\$ 1,651,575