

Village of Bayside, Wisconsin

Comprehensive Annual Financial Report



For the Fiscal Year ending December 31, 2012

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To: President Samuel Dickman
Village Board of Trustees
Citizens of the Village of Bayside, Wisconsin:

The Comprehensive Annual Financial Report (CAFR) for the Village of Bayside, Wisconsin, for the fiscal year ended December 31, 2012, is hereby submitted. The responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Village. This report consists of management's representations concerning the finances of the Village. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report.

To provide a reasonable basis for making these representations, management of the Village of Bayside has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Village of Bayside's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the Village of Bayside's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Baker Tilly Virchow Krause, LLP, a firm of certified public accountants and consultants, have audited the Village's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Village of Bayside for the fiscal year ended December 31, 2012, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Village of Bayside's financial statements for the fiscal year ending December 31, 2012, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in a form of the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

This report includes all funds of the Village. It includes all governmental organizations activities for which the Village Board of Trustees is financially accountable. The Village provides the full range of municipal services normally associated with a municipality including general administration, police and fire protection, sanitary sewer services, the construction and maintenance of streets and related infrastructure, recreational activities and community events.

COMMUNITY PROFILE

Located along the shores of beautiful Lake Michigan, and only minutes from major transportation routes and downtown Milwaukee, Bayside offers spectacular views, accessibility, and small town atmosphere without giving up the perks of the city. The Village of Bayside is predominately residential, with 4,389 citizens spread out over 2.39 square miles in both Milwaukee and Ozaukee Counties.

Included as one of seven communities making up the "North Shore," Bayside boasts strong school districts, a safe environment for residents, and service delivery that is second to none. Situated along I-43, Bayside brings access which makes some of the premier Wisconsin destinations just a short drive away.

Bayside is infused with great history that dates back to the Potawatomi Native Indian tribes that lived, hunted, and fished the area until the mid 1800's. The area features four historically designated structures, including the Lion's Gates which were built in 1911 from stones pulled from Lake Michigan. The gates reflect the Usinger and Donges estates, two representatives of the agricultural residents who inhabited the area at the turn of the century. In the summer of 2008, the historic gates were rebuilt to help ensure another 100 years of stability.

While mainly residential, Bayside's location gives it a rural, nature feel. The Schiitz-Audubon Nature Center, positioned in the Southeast corner of the Village, offers an environmental haven for wildlife to live and visitors to view. In addition, the natural layout of the area provides spectacular foliage along with many beautiful ravines.



Figure 1 - Lion's Gate, located at Lake Drive and Fairy Chasm Road



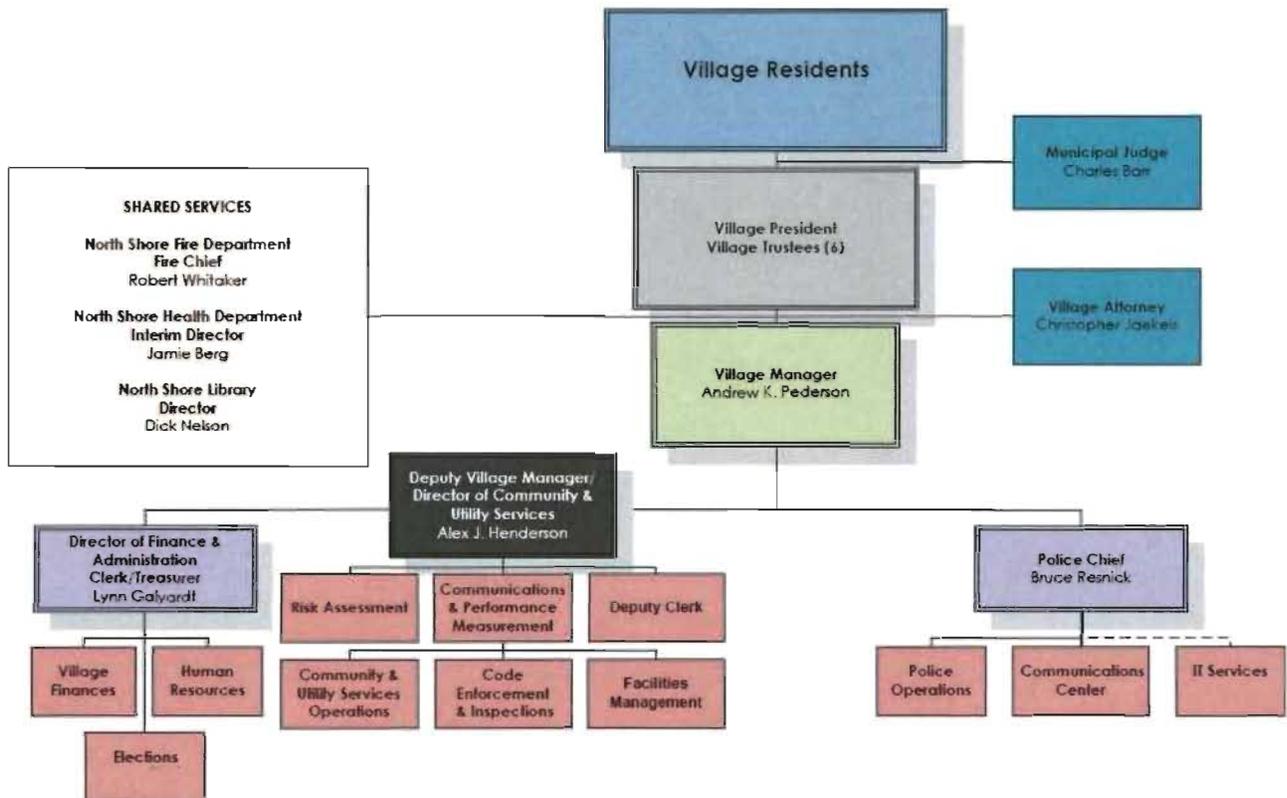
Figure 2 – Village Municipal Building, Regent Road

The first village office was located in the original wing of Bayside School. In 1955 the first municipal building, usually called the Village Hall, was constructed. It was torn down in 1998 and a new Village Hall and Police Department was built in 1999. You will find this building at 9075 North Regent Road, just north of the railroad crossing. In 2011 the Communication Center was added to the building.

GOVERNMENT PROFILE

The Village Manager form of government was adopted in 1956, and recognized by the International City/County Management Association (ICMA) in 2007. The Village Manager, an appointed position, oversees the daily operation of the various Village departments. The Village Board, consisting of the Village President and six Trustees elected at-large to three-year part time terms.

The table below illustrates the organizational chart:



The Police Department consists of 14 full-time sworn officers who provide around the clock police protection. Bayside also has a 24 hour dispatch center, providing service to Bayside, Fox Point, Brown Deer, Glendale, Shorewood, Whitefish Bay, North Shore Fire Department and River Hills. The Municipal Court also provides service to the Village of River Hills. The Village is served by the 107 full-time and two part-time members North Shore Fire Department, which serves the seven North Shore communities, to which Bayside is home to Station # 5.

The Department of Community & Utility Services is responsible for rubbish and recycling, street maintenance, snow removal, park maintenance, and overall Village maintenance needs.

Health related services for Village residents are available at the North Shore Health Department. The closest library is the North Shore Library located at 6800 N. Port Washington Road in Glendale. Bayside and Fox Point have a joint LX Club for senior citizens at the Dunwood School, 215 W. Dunwood Road, Fox Point.

The Village's sewer system is connected to the Milwaukee Metropolitan Sewerage District. Water service in the Pelham Heath area, west of Port Washington Road from Brown Deer Road to Laramie Lane, and the North Shore East Subdivision is provided by the City of Mequon. There are four water trusts in Bayside: Vista Del Mar, Northway # 1, Northway # 2 and Santa Monica Blvd. The majority of the homes in Bayside have private wells.

The Village has adopted five Long-term Strategic Values for Outcomes that serve as the foundation for service to the residents of Bayside. They include:

Fiscal Integrity:

- Provide strong current and future financial stability.

Civic Commitment

- Provide inviting public spaces, promote aesthetic appeal and support community values.

Service Excellence:

- Provide solution-based innovative services.

Citizen Engagement:

- Provide practical, timely and effective communications.

Sustainability:

- Provide solutions to promote the Village’s natural resources.



All five areas of emphasis are naturally linked; quality services must also be delivered in a cost-effective manner, and services often can’t be delivered satisfactorily without significant, sustained communications efforts, all of which are sought to be done in an environmentally friendly manner.

ECONOMIC CONDITION AND OUTLOOK

The Village is ideally situated in the northeast corner of Milwaukee County with a small portion of the Village falling in Ozaukee County along the shores of Lake Michigan, only minutes from major transportation routes and ten miles from downtown Milwaukee.

The Village’s property base is approximately 89% residential and 11% commercial with no industrial properties. The Village is nearly fully developed. The opportunity for future commercial redevelopment is limited to isolated areas in the Village.

Recent unemployment rates have gone down in the Milwaukee metropolitan area from 8.8% at the end of December 2011 to 6.9% at the end of 2012. The Ozaukee County unemployment rate is at 5.1%. The Village’s western corridor currently serves as the main area for business and office space however; the majority of the Village’s tax base is generated from the residential base. The Audubon Shopping Center is home to thirteen businesses, ranging from restaurants to clothing. The Village has attracted new commercial and residential development over the last decade. Resourceful planning for the future is needed to continue attracting high quality private investment.

ACCOUNTING AND FINANCIAL POLICIES

The Village has adopted formal financial policies related to general fund balance, capital budgets, debt administration, and overall budget development to provide guidance for financial management of the Village. The investment policy directs staff to invest funds which are not immediately needed for payment of obligation in investment activities which provide for safety, liquidity, and yield in accordance with applicable State Statutes. These funds are invested in U.S. Treasury Obligations and Government Agency Securities, Certificates of Deposit, Local Government Investment Pool, Corporate Bonds, Operating Bank Account and Money Market Funds. The Village maintains a credit rating of Aa2 from Moody’s Investor Service.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Bayside for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2010 and 2011. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Village of Bayside also participates in the Government Finance Officers Association of the United States and Canada (GFOA) Distinguished Budget Presentation Award Program and received the award for the annual budget for the fiscal year beginning January 1, 2008. This is the fifth year in a row the Village has received the award.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the administrative services department, Deputy Village Manager Henderson, and the valued assistance from our auditors. We would like to thank the Village President and the Village Board for their leadership and support in planning and conducting the financial operations of the Village in a responsible, forward thinking manner.

Respectfully submitted,

Andrew Pederson

Andrew Pederson
Village Manager

Lynn Galyardt

Lynn Galyardt
Director of Finance and Administration

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INDEPENDENT AUDITORS' REPORT

To the Village Board
Village of Bayside
Bayside, 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 the Village of Bayside, Wisconsin, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the Village of Bayside'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 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 Village of Bayside'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 Village of Bayside'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 the Village of Bayside, Wisconsin, as of December 31, 2012 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

To the Village Board
Village of Bayside

Emphasis of Matter

As discussed in Note I, the Village of Bayside adopted the provisions of GASB Statement No. 63, *Financial Reporting for Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, effective January 1, 2012. Our opinions are not modified with respect to this matter.

Other Matters

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and the schedule of funding progress as listed 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Bayside's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects, in relation to the basic financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Bayside's basic financial statements. The introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



Milwaukee, Wisconsin
June 24, 2013



MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2012 (Unaudited)

As management of the Village of Bayside, we offer readers of the Village of Bayside financial statements this narrative overview and analysis of the financial activities of the Village of Bayside for the fiscal year ended December 31, 2012. We encourage readers to consider the information presented here in conjunction with the basic financial statements and supplementary information contained elsewhere in this report.

FINANCIAL HIGHLIGHTS

When revenues exceed expenses, the result is an increase in net position. When expenses exceed revenues, the result is a decrease in net position. You can think of this relationship between revenues and expenses as the Village's operating results. One can think of the Village's net position, as measured in the Statement of Net Position, as one way to measure the Village's financial health, or financial position. Over time, increases and decreases in the Village's net position, as measured in the Statement of Activities, are one indicator of whether its financial health is improving or deteriorating. However, the Village's goal is to provide services that improve the quality of life for our residents, not to generate profits as companies do. For this reason, you will need to consider many other non-financial factors, such as the condition of our infrastructure, in assessing the overall health of our Village.

- The assets of the Village of Bayside exceeded its liabilities as of December 31, 2012, by \$10,576,020 (*net position*).
- As of December 31, 2012, the Village of Bayside's governmental funds reported combined ending fund balances of \$1,850,245, a decrease of \$1,438,048 in comparison with the prior year's balance of \$3,288,293. \$649,063 is *available for spending* at the government's discretion (*unassigned fund balance*.)
- As of December 31, 2012, assigned fund balance for the general fund was \$266,294, of which \$13,460 was assigned for subsequent year budget appropriations, \$26,060 for health reimbursement accounts, \$206,315 for future retirement costs and 20,459 for MDC infrastructure.
- The Village of Bayside refunded \$1.625 million in old General Obligation Fire Department Bonds for \$1.605 million of new General Obligation Fire Department Bonds and paid off \$707,597 in outstanding general obligation long-term debt.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Village of Bayside's basic financial statements. The Village of Bayside's basic financial statements comprise of three components: 1) government-wide financial statement, 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 *government-wide financial statements* are designed to provide readers with a broad overview of the Village of Bayside's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Village of Bayside's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the Village of Bayside is improving or deteriorating.

The *statement of activities* presents information showing how the government'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 the government-wide financial statements distinguish functions of the Village of Bayside 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 Village of Bayside 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 Village of Bayside include the Bayside Sewer Utility.

The government-wide financial statements can be found on pages 21 - 23 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. The Village of Bayside, 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 Village of Bayside 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. The basic governmental fund financial statements can be found on pages 24 - 29 of this report.

Because the focus of the 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. The governmental fund balance sheet and reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Village of Bayside maintains seven 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, north shore fire department, debt service, and capital projects funds, all of which are major funds and combined for the remaining non-major funds of the Village. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Proprietary Funds

The Village of Bayside maintains the sewer utility as a proprietary fund. Enterprise Funds are used to report the same functions presented as *business-type activities* in the government-wide financial statement.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 30 – 34 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 Village of Bayside's own programs. Fiduciary funds maintained by the Village of Bayside are: the Tax Collection Fund which records the tax roll and tax collection for other taxing jurisdictions within the Village of Bayside. The basic fiduciary fund financial statements can be found on page 35 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 on pages 36 – 72 of this report.

Other Information

The required supplementary information is reported on pages 73 – 76. The combining statements referred to earlier in connection with the non-major governmental funds are presented immediately following the notes to the financial statements. Combining statements can be found on pages 77 – 78 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

For the governmental activities, all infrastructure assets are included within this report. The capital assets (e.g., land, buildings, machinery, infrastructure, and equipment, net of accumulated depreciation) of the governmental activities of the Village of Bayside less outstanding debt (net of unspent proceeds) equals \$8,756,546. The majority of the outstanding debt of the governmental activities funds was incurred for the installation of infrastructure. 82 percent of the Village's total net position consist of the Village's net position that are invested in capital assets, net of related debt.

The Village of Bayside uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Village of Bayside'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.

VILLAGE OF BAYSIDE'S NET POSITION

	Governmental Activities		Business-type Activities		Totals	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 9,816,266	\$ 10,838,179	\$ 1,176,295	\$ 1,382,249	\$ 10,992,561	\$ 12,220,428
Capital assets	13,872,590	11,387,327	4,109,497	4,037,507	17,982,087	15,424,834
Total assets	<u>23,688,856</u>	<u>22,225,506</u>	<u>5,285,792</u>	<u>5,419,756</u>	<u>28,974,648</u>	<u>27,645,262</u>
Long-term debt outstanding	9,371,304	9,492,896	2,510,974	2,705,881	11,882,278	12,198,777
Other liabilities	5,689,245	5,265,676	827,105	664,268	6,516,350	5,929,944
Total liabilities	<u>15,060,549</u>	<u>14,758,572</u>	<u>3,338,079</u>	<u>3,370,149</u>	<u>18,398,628</u>	<u>18,128,721</u>
Net position:						
Net investment in capital assets	7,129,327	5,457,005	1,627,219	1,774,382	8,756,546	7,231,387
Restricted	58,574	61,651	44,683	43,650	103,257	105,301
Unrestricted	1,440,406	1,948,278	275,811	231,575	1,716,217	2,179,853
Total net position	<u>\$ 8,628,307</u>	<u>\$ 7,466,934</u>	<u>\$ 1,947,713</u>	<u>\$ 2,049,607</u>	<u>\$ 10,576,020</u>	<u>\$ 9,516,541</u>

A portion of the Village of Bayside's net position (1 percent) represents resources that are subject to external restrictions on how they may be used.

Governmental activities

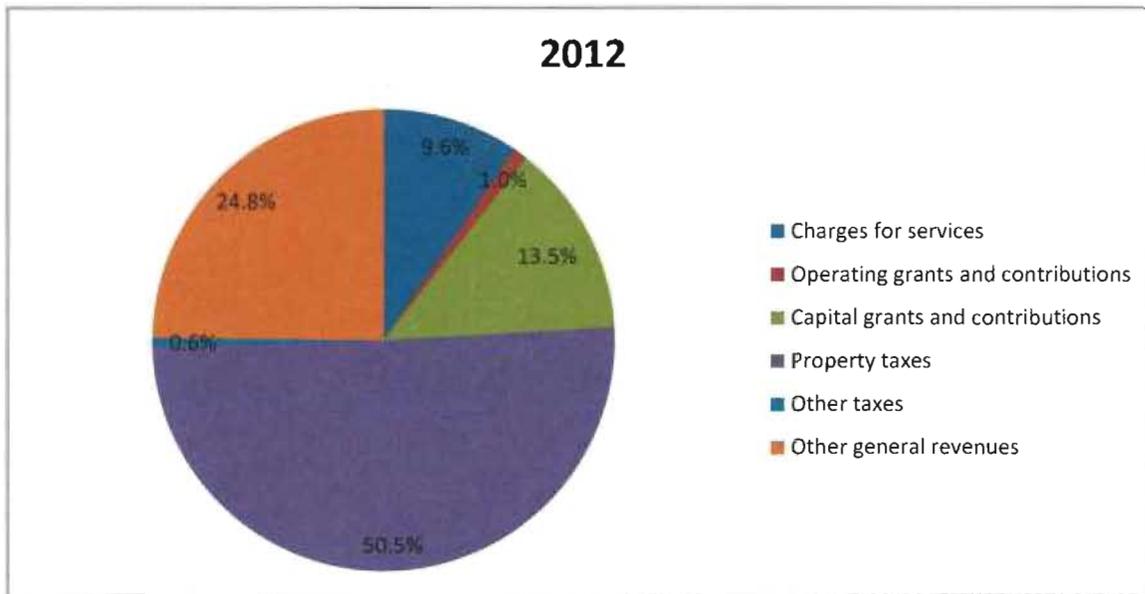
Governmental activities increased the Village of Bayside's net position by \$1,161,373 and Business-type activities decreased the Village of Bayside's net position by \$101,894.

VILLAGE OF BAYSIDE'S CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Totals	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Revenues						
Program revenues:						
Charges for services	\$ 828,103	\$ 924,534	\$ 905,741	\$ 778,973	\$ 1,733,844	\$ 1,703,507
Operating grants and contributions	86,016	156,804	-	8,883	86,016	165,687
Capital grants and contributions	1,173,727	1,712,367	-	-	1,173,727	1,712,367
General revenues:						
Property taxes	4,372,787	4,372,788	-	-	4,372,787	4,372,788
Other taxes	54,947	48,507	-	-	54,947	48,507
Other general revenues	2,149,837	522,559	2,126	1,136	2,151,963	523,695
Total revenues	<u>8,665,417</u>	<u>7,737,559</u>	<u>907,867</u>	<u>788,992</u>	<u>9,573,284</u>	<u>8,526,551</u>
Expenses						
General government	693,125	711,358	-	-	693,125	711,358
Public safety	5,005,803	3,492,057	-	-	5,005,803	3,492,057
Public works	1,253,156	1,024,659	-	-	1,253,156	1,024,659
Leisure activities	175,234	209,055	-	-	175,234	209,055
Conservation and development	81,448	100,961	-	-	81,448	100,961
Interest and fiscal charges	295,278	307,047	-	-	295,278	307,047
Sewer	-	-	1,009,761	701,639	1,009,761	701,639
Total expenses	<u>7,504,044</u>	<u>5,845,137</u>	<u>1,009,761</u>	<u>701,639</u>	<u>8,513,805</u>	<u>6,546,776</u>
Change in net position	1,161,373	1,892,422	(101,894)	87,353	1,059,479	1,979,775
Net position - beginning of year	7,466,934	5,574,512	2,049,607	1,962,254	9,516,541	7,536,766
Net position - end of year	<u>\$ 8,628,307</u>	<u>\$ 7,466,934</u>	<u>\$ 1,947,713</u>	<u>\$ 2,049,607</u>	<u>\$ 10,576,020</u>	<u>\$ 9,516,541</u>

Public safety activities accounts for approximately 66.5 percent of the total expenses within the governmental funds of the Village of Bayside. Public works and general government services account for approximately 16.8 and 9.2 percent, respectively, of the total expenses for 2012.

As identified above and on the chart on the next page, property taxes are the largest revenue source for governmental activities accounting for approximately 50.5 percent of total revenues. Charges for services, operating grants and contributions, capital grants and contributions, other taxes, and general revenues provided approximately 9.6 percent, 1 percent, 13.5 percent, .6 percent, and 24.8 percent respectively.



Business-type activities

The current Sewer rate includes user charges passed on from the Milwaukee Metropolitan Sewerage District for plant operations; and Village charges to meet operations and debt coverage requirements.

FINANCIAL ANALYSIS OF THE OF THE GOVERNMENT’S FUNDS

As noted earlier, the Village of Bayside uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Village of Bayside’s *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Village of Bayside’s financing requirements. In particular, *unreserved fund balance* 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, 2012, the Village of Bayside’s governmental funds reported combined ending fund balances of \$1,850,245, a decrease of \$1,438,048 in comparison with the prior year. Approximately 45 percent of this total amount, \$649,063, constitutes *unassigned fund balance*, which is available for spending at the government’s discretion. The remainder of fund balance of \$788,985 is not available for new spending because it is either non-spendable (prepaid items and non-current receivables) or has been restricted, committed, or assigned for specific purpose.

General Fund

The General Fund is the chief operating fund of the Village of Bayside. As of December 31, 2012, the total fund balance of the general fund was \$978,988 of which \$672,667 was unassigned. This unassigned fund balance represents approximately 19 percent of total general fund expenditures. Total fund balance decreased by \$23,805.

Consolidated Services

The Consolidated Services Fund accounts for resources legally restricted to supporting expenditures for the North Shore Fire Department and North Shore Library. During 2012 fund balance decreased by \$2,860.

Consolidated Dispatch

The Consolidated Dispatch Fund accounts for resources legally restricted to supporting expenditures for jointly operated dispatch services. During 2012 fund balance decreased by \$2,618.

Debt Service

The Debt Service Fund accounts for resources (primarily tax and intergovernmental revenue) used to make payments on long-term debt. During 2012 the refunded \$1.625 million in old General Obligation Fire Department Bonds for \$1.605 million of new General Obligation Fire Department Bonds and paid off \$707,597 in outstanding long-term debt.

Dispatch Capital Projects

The Dispatch Capital Projects Fund accounts for financial resources that are restricted, committed, or assigned to acquisition of dispatch equipment and/or construction of capital facilities. As of December 31, 2012, fund balance of this fund was \$352,976, all of which is committed to acquisition of dispatch equipment and/or construction of capital facilities.

GENERAL FUND BUDGETARY HIGHLIGHTS

Fund balance of the General Fund decreased by \$23,805 in fiscal year 2012. Actual expenditures were more than the final budgeted expenditures by \$4,328. Actual revenues exceeded budgeted revenues in the General Fund by \$173,536.

The increase in revenues was primarily associated with an increase in licenses and permits and investment income.

The total budget for the General Fund was changed during the year. An amendment was made to decrease general government and public safety and increase transfers out, as well as to increase licenses and permits.

Proprietary funds

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

Total net position of the Sewer utility at the end of the year amounted to \$1,947,713. Unrestricted net position was \$275,811 at year-end. Other factors concerning the finances of this fund have already been addressed in the discussion of the Village of Bayside's business-type activities.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets

The Village of Bayside's investment in capital assets for its governmental and business-type activities as of December 31, 2012, amounts to \$ 17,982,087 net of accumulated depreciation. This investment in capital assets includes land, buildings and building improvements, improvements other than buildings, equipment, and infrastructure. The village implemented the infrastructure component of Governmental Accounting Standards Board (GASB) Statement No. 34 for the year ended December 31, 2004.

Additional information on the Village of Bayside's capital assets can be found in Note III D. on pages 54 and 55.

Long-term debt

At the end of the current fiscal year, the Village of Bayside has total general obligation debt outstanding of \$ 10,027,925 entirely backed by the full faith and credit of the government.

State statutes limit the amount of general obligation debt a governmental entity may issue to 5 percent of its total equalized valuation. The current debt limitation for the Village of Bayside is \$29,235,865, which significantly exceeds the Village of Bayside's current outstanding general obligation debt.

Village of Bayside's Outstanding Debt

	Governmental		Business-type		Totals	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
General obligation bonds and notes						
Village	\$ 6,711,621	\$ 7,419,218	\$ 1,586,304	\$ 1,714,921	\$ 8,297,925	\$ 9,134,139
North Shore Fire Dept.	1,730,000	1,750,000	-	-	1,730,000	1,750,000
Other Liabilities	175,563	230,094	-	-	175,563	230,094
Capital Lease	725,112	56,856	-	-	725,112	56,856
Net OPEB obligation	85,314	56,829	-	-	85,314	56,829
Revenue Bonds	-	-	917,609	983,085	917,609	983,085
Total	<u>\$ 9,427,610</u>	<u>\$ 9,512,997</u>	<u>\$ 2,503,913</u>	<u>\$ 2,698,006</u>	<u>\$ 11,931,523</u>	<u>\$ 12,211,003</u>

As noted above, \$1,730,000 of the Village's outstanding debt at December 31, 2012, relates to North Shore Fire Department. Additional information of the Village of Bayside's long-term debt can be found in Note III F. on pages 58 through 62.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The unemployment rate as of December 31, 2012, for the Milwaukee metropolitan area, which includes the Village of Bayside was 6.9 percent. This compares with an unemployment rate of 6.7 percent for the State of Wisconsin and a national unemployment rate of 7.8 percent.
- During 2006, the Village Board implemented a revised set of Financial Policies and Procedures to establish additional financial oversight and protocol as well as guidelines for tax rate stabilization and long term Village expenditures.
 - Specifically, the Village created a levy stabilization fund, whereby all cell tower revenue would be deposit into this designated account. 90 percent of the amount over 20 percent fund balance would be divided between Public Works capital reserve, road reserve, Police capital reserve and Administrative Services Capital reserve accounts and the remaining 10 percent would stay in the general fund.
- The Village, in 2007, implemented a long term Capital Improvements Program to allow for better planning of large and long term expenditures on equipment and infrastructure.
- The Village of Bayside's budget once again qualified for the State Expenditure Restraint Shared Revenue payment.
- 2009 marked the implementation of the Stormwater Management Utility to continue to manage and strengthen the Village's effort on stormwater management and runoff mitigation.
- Work continues on the integration of employee benefits for non-represented employees with soon to be non-union employees as a result of State law changes.
- The 2012 housing market was up 25.7% from 2011 which was reflected in the number of residential code compliances processed. Revenue generated from code compliances was at \$22,442.95 at the end of 2012 compared to only \$12,482.70 at the end of 2011.
- The Village's long term GASB OPEB liability was addressed with the implementation of a paid time off system in 2012.
- Bayside has received the Government Finance Officers Association of the United States and Canada (GFOA) Distinguished Budget Presentation Award since 2008.
- The GFOA has also awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Bayside for its Comprehensive Annual Financial Report (CAFR) starting in 2010. The CAFR further enhances our financial accountability and transparency, providing a concise report of the last ten fiscal years.
- The Village maintains a credit rating of Aa2 from Moody's Investor Service.
- The consolidated Dispatch Communication Center, serving to Bayside, Fox Point, Brown Deer, Glendale, Shorewood, Whitefish Bay, North Shore Fire Department and River Hills opened in May of 2012. This operations increases both revenues and expenditures, provides diversity to our revenue base from our overall expenditure outlay.
- The Public Safety Records Management System for Bayside, Fox Point, Brown Deer, Glendale, Shorewood, Whitefish Bay, and River Hills is currently being consolidated and will be completed in 2013.
- In 2005 over 70% of the Villages revenues were derived from taxes compared to 2012 where only 50.96% of the overall revenues come from taxes.
- In future years the Village will continue to see a reduction in State of Wisconsin shared revenues and tax levy limits as the State legislature tries to balance the State budget and answer constituents concerns about high property taxes.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of Bayside'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 information should be addressed to the Village of Bayside, Attn.: Clerk/Treasurer, 9075 N. Regent Road, Bayside, WI 53217.

General information relating to the Village of Bayside, Wisconsin, can be found at the Village's website, <http://www.bayside-wi.gov>.

BASIC FINANCIAL STATEMENTS

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VILLAGE OF BAYSIDE

STATEMENT OF NET POSITION

As of December 31, 2012

	Governmental Activities	Business Type Activities	Totals
ASSETS			
Cash and investments	\$ 2,683,400	\$ 305,349	\$ 2,988,749
Receivables (net)			
Taxes receivable	4,610,792	658,050	5,268,842
Delinquent personal property taxes	55	-	55
Accounts receivable	79,072	29,746	108,818
Due from other governments	2,257,799	104,252	2,362,051
Prepaid expenses	68,991	1,902	70,893
Restricted assets			
Cash and investments	-	48,300	48,300
Unamortized debt issue costs	116,157	28,696	144,853
Capital assets (net of accumulated depreciation)			
Land	3,561,528	-	3,561,528
Construction in Progress	-	10,440	10,440
Other capital assets, net of depreciation	<u>10,311,062</u>	<u>4,099,057</u>	<u>14,410,119</u>
Total Assets	<u>23,688,856</u>	<u>5,285,792</u>	<u>28,974,648</u>
LIABILITIES			
Accounts payable and accrued expenses	1,029,912	169,055	1,198,967
Unearned revenue	4,659,333	658,050	5,317,383
Noncurrent liabilities			
Due within one year	1,033,841	205,269	1,239,110
Due in more than one year	<u>8,337,463</u>	<u>2,305,705</u>	<u>10,643,168</u>
Total Liabilities	<u>15,060,549</u>	<u>3,338,079</u>	<u>18,398,628</u>
NET POSITION			
Net investment in capital assets	7,129,327	1,627,219	8,756,546
Restricted for			
Debt service	58,574	44,683	103,257
Unrestricted	<u>1,440,406</u>	<u>275,811</u>	<u>1,716,217</u>
TOTAL NET POSITION	<u>\$ 8,628,307</u>	<u>\$ 1,947,713</u>	<u>\$ 10,576,020</u>

See accompanying notes to financial statements.

VILLAGE OF BAYSIDE

STATEMENT OF ACTIVITIES For the Year Ended December 31, 2012

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 693,125	\$ 102,692	\$ 3,854	\$ -
Public safety	5,005,803	367,632	31,080	841,925
Public works	1,253,156	343,112	51,082	331,802
Culture, education and recreation	175,234	14,667	-	-
Conservation and development	81,448	-	-	-
Interest and fiscal charges	295,278	-	-	-
Total Governmental Activities	7,504,044	828,103	86,016	1,173,727
Business-type Activities				
Sewer	1,009,761	905,741	-	-
Total Business-type Activities	1,009,761	905,741	-	-
Total	\$ 8,513,805	\$ 1,733,844	\$ 86,016	\$ 1,173,727

General Revenues

Taxes

Property taxes, levied for general purposes

Property taxes, levied for debt service

Other taxes

Intergovernmental revenues not restricted to specific programs

Investment income

Miscellaneous

Total General Revenues

Change in net position

NET POSITION - Beginning of Year

NET POSITION - END OF YEAR

Net (Expenses) Revenues and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
\$ (586,579)	\$ -	\$ (586,579)
(3,765,166)	-	(3,765,166)
(527,160)	-	(527,160)
(160,567)	-	(160,567)
(81,448)	-	(81,448)
<u>(295,278)</u>	<u>-</u>	<u>(295,278)</u>
<u>(5,416,198)</u>	<u>-</u>	<u>(5,416,198)</u>
<u>-</u>	<u>(104,020)</u>	<u>(104,020)</u>
<u>-</u>	<u>(104,020)</u>	<u>(104,020)</u>
<u>(5,416,198)</u>	<u>(104,020)</u>	<u>(5,520,218)</u>
3,802,088	-	3,802,088
570,699	-	570,699
54,947	-	54,947
1,875,554	-	1,875,554
86,884	2,126	89,010
<u>187,399</u>	<u>-</u>	<u>187,399</u>
<u>6,577,571</u>	<u>2,126</u>	<u>6,579,697</u>
1,161,373	(101,894)	1,059,479
<u>7,466,934</u>	<u>2,049,607</u>	<u>9,516,541</u>
<u>\$ 8,628,307</u>	<u>\$ 1,947,713</u>	<u>\$ 10,576,020</u>

See accompanying notes to financial statements.

VILLAGE OF BAYSIDE

BALANCE SHEET GOVERNMENTAL FUNDS As of December 31, 2012

	General	Special Revenue Fund	Special Revenue Fund	Debt Service
		Consolidated Services	Consolidated Dispatch	
ASSETS				
Cash and investments	\$ 1,192,594	\$ 70,534	\$ 77,672	\$ 156,384
Receivables				
Taxes receivable	2,527,002	949,068	246,846	570,699
Accounts receivable	50	-	50,605	-
Due from other governments	-	-	-	2,257,799
Prepaid expenditures	39,972	-	14,574	-
Due from other funds	<u>33,173</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 3,792,791</u>	<u>\$ 1,019,602</u>	<u>\$ 389,697</u>	<u>\$ 2,984,882</u>
LIABILITIES AND FUND BALANCE				
Liabilities				
Accounts payable	\$ 69,015	\$ 15,806	\$ 5,298	\$ -
Accrued liabilities	217,841	-	86,964	-
Due to other funds	-	-	-	-
Deferred revenue	<u>2,526,947</u>	<u>949,068</u>	<u>295,388</u>	<u>2,825,699</u>
Total Liabilities	<u>2,813,803</u>	<u>964,874</u>	<u>387,650</u>	<u>2,825,699</u>
Fund Balances				
Nonspendable	40,027	-	14,574	-
Restricted	-	-	-	159,183
Committed	-	54,728	-	-
Assigned	266,294	-	-	-
Unassigned	<u>672,667</u>	<u>-</u>	<u>(12,527)</u>	<u>-</u>
Total Fund Balances	<u>978,988</u>	<u>54,728</u>	<u>2,047</u>	<u>159,183</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,792,791</u>	<u>\$ 1,019,602</u>	<u>\$ 389,697</u>	<u>\$ 2,984,882</u>

Dispatch Capital Projects	Nonmajor Governmental Funds	Totals
\$ 359,568	\$ 826,648	\$ 2,683,400
-	317,232	4,610,847
6,240	28,417	85,312
-	-	2,257,799
-	14,445	68,991
<u>-</u>	<u>-</u>	<u>33,173</u>
<u>\$ 365,808</u>	<u>\$ 1,186,742</u>	<u>\$ 9,739,522</u>
\$ 12,832	\$ 527,786	\$ 630,737
-	-	304,805
-	33,173	33,173
<u>-</u>	<u>323,460</u>	<u>6,920,562</u>
<u>12,832</u>	<u>884,419</u>	<u>7,889,277</u>
-	14,445	69,046
-	-	159,183
352,976	298,955	706,659
-	-	266,294
<u>-</u>	<u>(11,077)</u>	<u>649,063</u>
<u>352,976</u>	<u>302,323</u>	<u>1,850,245</u>
<u>\$ 365,808</u>	<u>\$ 1,186,742</u>	<u>\$ 9,739,522</u>

See accompanying notes to financial statements.

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VILLAGE OF BAYSIDE

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION As of December 31, 2012

Total Fund Balances - Governmental Funds	\$ 1,850,245
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds. See Note III D.	13,872,590
Some receivables that are not currently available are reported as deferred revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements.	2,261,229
Some liabilities, including long-term debt, are not due and payable in the current period and therefore, are not reported in the funds.	
Bonds and notes payable	(8,441,621)
Compensated absences	(175,563)
Accrued interest	(100,610)
Unamortized debt discount and issue costs	(50,014)
Unamortized loss on refunding	106,320
Unamortized debt issue costs	116,157
Capital leases	(725,112)
Net OPEB obligation	<u>(85,314)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 8,628,307</u>

VILLAGE OF BAYSIDE

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2012

	Special Revenue Fund		Special Revenue Fund	
	General	Consolidated Services	Consolidated Dispatch	Debt Service
REVENUES				
Taxes	\$ 2,648,710	\$ 940,638	\$ 246,486	\$ 570,699
Intergovernmental	566,858	18,787	19,758	-
Licenses and permits	226,852	-	-	-
Fines, forfeitures and penalties	73,355	-	-	-
Public charges for services	57,478	-	-	-
Intergovernmental charges for services	46,384	8,796	1,648,622	234,634
Investment income	85,391	-	-	1,495
Miscellaneous	20,339	-	-	85,459
Total Revenues	<u>3,725,367</u>	<u>968,221</u>	<u>1,914,866</u>	<u>892,287</u>
EXPENDITURES				
Current				
General government	633,991	-	-	-
Public safety	1,909,980	787,165	2,048,697	-
Public works	664,841	-	-	-
Health and human services	-	26,245	-	-
Culture, recreation and education	23,667	143,491	-	-
Capital Outlay	224,342	-	-	-
Debt Service				
Principal	19,228	-	87,516	802,935
Interest and fiscal charges	3,059	-	-	334,899
Total Expenditures	<u>3,479,108</u>	<u>956,901</u>	<u>2,136,213</u>	<u>1,137,834</u>
Excess (deficiency) of revenues over expenditures	<u>246,259</u>	<u>11,320</u>	<u>(221,347)</u>	<u>(245,547)</u>
OTHER FINANCING SOURCES (USES)				
General obligation debt issued	-	-	-	1,605,000
Debt payments to escrow agent	-	-	-	(1,587,681)
Sale of capital assets	12,240	-	-	-
Transfers in	-	-	150,971	208,603
Transfers out	(282,304)	(14,180)	-	-
Capital lease obligation	-	-	67,758	-
Total Other Financing Sources (Uses)	<u>(270,064)</u>	<u>(14,180)</u>	<u>218,729</u>	<u>225,922</u>
Net Change in Fund Balances	(23,805)	(2,860)	(2,618)	(19,625)
FUND BALANCES - Beginning of Year	<u>1,002,793</u>	<u>57,588</u>	<u>4,665</u>	<u>178,808</u>
FUND BALANCES - END OF YEAR	<u>\$ 978,988</u>	<u>\$ 54,728</u>	<u>\$ 2,047</u>	<u>\$ 159,183</u>

See accompanying notes to financial statements.

Dispatch Capital Projects	Nonmajor Governmental Funds	Totals
\$ -	\$ 21,201	\$ 4,427,734
-	8,825	614,228
-	-	226,852
-	-	73,355
-	315,088	372,566
841,925	-	2,780,361
-	-	86,886
-	26	105,824
<u>841,925</u>	<u>345,140</u>	<u>8,687,806</u>
-	-	633,991
-	-	4,745,842
-	111,334	776,175
-	-	26,245
-	-	167,158
2,346,169	762,854	3,333,365
-	-	909,679
-	-	337,958
<u>2,346,169</u>	<u>874,188</u>	<u>10,930,413</u>
<u>(1,504,244)</u>	<u>(529,048)</u>	<u>(2,242,607)</u>
-	-	1,605,000
-	-	(1,587,681)
-	-	12,240
-	146,563	506,137
-	(209,653)	(506,137)
<u>707,242</u>	<u>-</u>	<u>775,000</u>
<u>707,242</u>	<u>(63,090)</u>	<u>804,559</u>
(797,002)	(592,138)	(1,438,048)
<u>1,149,978</u>	<u>894,461</u>	<u>3,288,293</u>
<u>\$ 352,976</u>	<u>\$ 302,323</u>	<u>\$ 1,850,245</u>

See accompanying notes to financial statements.

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VILLAGE OF BAYSIDE

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended December 31, 2012

Net change in fund balances - total governmental funds \$ (1,438,048)

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

Governmental funds report capital outlays as expenditures. However, in the statement of net position the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities.

Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements	3,333,365
Some items reported as capital outlay were not capitalized	(190,791)
Depreciation is reported in the government-wide financial statements	(661,549)
Net book value of assets retired	(12,362)

Contributed capital assets are reported as revenues in the government-wide financial statements.	16,603
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Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.	
Dispatch service receivable	(6,227)
Payment on loan receivable	(45,000)

Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Debt issued	(1,605,000)
Principal repaid	2,439,341
Capital leases issued	(775,000)

Governmental funds report debt premiums, discounts and issuance costs as other financing sources (uses) or expenditures. However, in the statement of net position, these are deferred and reported as other assets or deductions from long-term debt. These are allocated over the period the debt is outstanding in the statement of activities and are reported as interest expense.	
Debt discount and issuance costs	27,244
Debt premium	11,432
Amortization of loss on refunding	24,773

Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
Compensated absences	54,531
Net OPEB obligation	(28,487)
Accrued interest on debt	16,548

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 1,161,373

See accompanying notes to financial statements.

VILLAGE OF BAYSIDE

STATEMENT OF NET POSITION PROPRIETARY FUND As of December 31, 2012

	<u>Sewer Fund</u>
ASSETS	
Current Assets	
Cash and investments	\$ 305,349
Receivables	
Taxes receivable	658,050
Accounts receivable	29,746
Due from other governments	104,252
Prepaid items	1,902
Restricted Assets	
Cash and investments	<u>48,300</u>
Total Current Assets	<u>1,147,599</u>
Noncurrent Assets	
Capital Assets	
Construction in progress	10,440
Property and equipment	7,478,087
Less: Accumulated depreciation	(3,379,030)
Other Assets	
Unamortized debt issuance expenses	<u>28,696</u>
Total Noncurrent Assets	<u>4,138,193</u>
Total Assets	<u>5,285,792</u>

See accompanying notes to financial statements.

VILLAGE OF BAYSIDE

STATEMENT OF NET POSITION PROPRIETARY FUND As of December 31, 2012

	<u>Sewer Fund</u>
LIABILITIES	
Current Liabilities	
Accounts payable	\$ 146,011
Accrued liabilities	3,773
Accrued interest	15,654
Unearned revenue	658,050
Current portion of general obligation debt	138,245
Current portion of revenue bonds	67,024
Liabilities Payable from Restricted Assets	
Accrued interest	<u>3,617</u>
Total Current Liabilities	<u>1,032,374</u>
Noncurrent Liabilities	
Long-Term Debt	
General obligation debt	1,448,058
Unamortized loss on advanced refunding	(4,217)
Unamortized premium	11,278
Revenue bonds	<u>850,586</u>
Total Noncurrent Liabilities	<u>2,305,705</u>
Total Liabilities	3,338,079
NET POSITION	
Net investment in capital assets	1,627,219
Restricted for:	
Restricted for debt service	44,683
Unrestricted	<u>275,811</u>
TOTAL NET POSITION	<u>\$ 1,947,713</u>

See accompanying notes to financial statements.

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VILLAGE OF BAYSIDE

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION PROPRIETARY FUND

For the Year Ended December 31, 2012

	<u>Sewer Fund</u>
OPERATING REVENUES	
Public charges for services	\$ 785,141
Other	<u>120,600</u>
Total Operating Revenues	<u>905,741</u>
OPERATING EXPENSES	
Sewage service	557,498
Depreciation	<u>372,726</u>
Total Operating Expenses	<u>930,224</u>
Operating Income (Loss)	<u>(24,483)</u>
NONOPERATING REVENUES (EXPENSES)	
Investment income	2,126
Interest expense	(77,550)
Amortization of issuance costs and discount	<u>(1,987)</u>
Total Nonoperating Revenues (Expenses)	<u>(77,411)</u>
Change in Net Position	(101,894)
NET POSITION - Beginning of Year	<u>2,049,607</u>
NET POSITION - END OF YEAR	<u>\$ 1,947,713</u>

See accompanying notes to financial statements.

VILLAGE OF BAYSIDE

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS For the Year Ended December 31, 2012

	<u>Sewer Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Received from customers	\$ 809,433
Paid to suppliers for goods and services	(307,944)
Paid to employees for services	(110,687)
Net Cash Flows From Operating Activities	<u>390,802</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment income	<u>2,126</u>
Net Cash Flows From Investing Activities	<u>2,126</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Debt retired	(194,093)
Interest paid	(77,550)
Acquisition and construction of capital assets	<u>(446,621)</u>
Net Cash Flows From Capital and Related Financing Activities	<u>(718,264)</u>
Net Change in Cash and Cash Equivalents	(325,336)
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>678,985</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 353,649</u>

See accompanying notes to financial statements.

VILLAGE OF BAYSIDE

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS For the Year Ended December 31, 2012

	<u>Sewer Fund</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating loss	\$ (24,483)
Adjustments to Reconcile Operating Loss to Net Cash Flows From Operating Activities	
Depreciation	372,726
Changes in assets and liabilities	
Accounts receivable	(121,529)
Prepaid items	(654)
Accounts payable	141,293
Accrued liabilities	133
Unearned revenue	<u>23,316</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ 390,802</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION - PROPRIETARY FUNDS	
Cash and investments - statement of net position	\$ 305,349
Restricted cash and investments - statement of net position	<u>48,300</u>
CASH AND CASH EQUIVALENTS	<u>\$ 353,649</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES	
None	

See accompanying notes to financial statements.

VILLAGE OF BAYSIDE

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
As of December 31, 2012

	<u>Agency Fund</u> <u>Tax Collection</u> <u>Fund</u>
ASSETS	
Cash and investments	\$ 9,040,032
Receivables	
Taxes receivable	<u>3,430,168</u>
TOTAL ASSETS	<u>\$ 12,470,200</u>
LIABILITIES	
Due to other governments	\$ 12,467,615
Accounts payable	<u>2,585</u>
TOTAL LIABILITIES	<u>\$ 12,470,200</u>

VILLAGE OF BAYSIDE

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VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Bayside, Wisconsin conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. REPORTING ENTITY

This report includes all of the funds of the Village of Bayside. The reporting entity for the village consists 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 their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable for the organization. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) The primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government.

Discretely Presented Component Unit

Community Development Authority

The government-wide financial statements include the Community Development Authority ("CDA") as a component unit. The CDA is a legally separate organization. The board of the CDA is appointed by the village board. Wisconsin Statutes provide for circumstances whereby the village can impose its will on the CDA, and also create a potential financial benefit to or burden on the village. The Community Development Authority is part of the reporting entity of the Village of Bayside. However, the CDA had no financial transactions during 2012 which are material to these financial statements. Also, the CDA does not own any assets nor is it liable for any debt. Therefore, no financial statements are presented in this report. The CDA does not issue separate financial statements.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

In June 2011, the GASB issued statement No. 63 - *Financial Reporting of Deferred Outflows of Revenues, Deferred Inflows of Resources, and Net Position*. This statement provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Previous financial reporting standards did not include guidance for these elements, which are distinct from assets and liabilities.

The village made the decision to implement this standard effective January 1, 2012.

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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 with a specific function or segment. The village does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

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

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the village or meets the following criteria:

- a. Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the village believes is particularly important to financial statement users may be reported as a major fund.

Separate financial statements are provided for governmental funds and 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 village reports the following major governmental funds:

- General Fund - accounts for the village's primary operating activities. It is used to account for and report all financial resources except those accounted for and reported in another fund.
- Special Revenue Fund - Consolidated Services Fund - used to account for and report grants and local revenues committed to supporting expenditures for the program.
- Special Revenue Fund - Consolidated Dispatch - used to account for and report grants and local revenues legally restricted or committed to supporting expenditures for the program.
- Debt Service Fund - used to account for and report financial resources that are restricted, committed, or assigned to expenditure for the payment of general long-term debt principal, interest, and related costs, other than TID or enterprise debt.
- Capital Projects Fund - Dispatch Capital Projects Fund - used to account for and report financial resources that are restricted, committed, or assigned to acquisition of dispatch equipment and/or construction capital facilities.

The village reports the following major enterprise funds:

- Sewer Utility - accounts for operations of the sewer system.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

The village reports the following nonmajor governmental funds:

Special Revenue Funds - used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

Stormwater

Capital Projects Funds - used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Capital Projects Fund

In addition, the village reports the following fund types:

Agency funds are used to account for and report assets held by the village in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

Tax collection fund

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. 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 unearned revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred revenues. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the village is entitled the resources and the amounts are available. Amounts owed to the village which are not available are recorded as receivables and deferred revenues. Amounts received prior to the entitlement period are also recorded as deferred revenues.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

The village reports deferred revenues on its governmental funds balance sheet. Deferred revenues arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received before the village has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the village has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Proprietary and fiduciary fund financial statements (other than agency funds) are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting, and do not have a measurement focus.

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

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

All Financial Statements

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

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY

1. Deposits and Investments

For purposes of the statement of cash flows, the village considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

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

The village has adopted an investment policy. That policy follows the state statute for allowable investments. In addition the village's policy states that the village will minimize both credit and interest rate risk. Credit risk is the risk of loss due to the failure of the security issuer or backer whereas interest rate risk is the risk that market value of securities in the portfolio will fall due to changes in market interest rates.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

1. Deposits and Investments (cont.)

No policy exists for the following risks:

Investments highly sensitive to interest rate changes

The village's investment policy regarding custodial credit risk requires the village to maintain collateral agreements for 105% of the balance that exceeds the FDIC and State Deposit Guarantee Insurance, however, there are times during the year when the village is not in compliance with this policy. The village's investment policy does not address credit risk, interest rate risk, or concentration of credit risk.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank statement balance and carrying value is due to outstanding checks and/or deposits in transit.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2012, the fair value of the village's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

See Note III. A. for further information.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

2. Receivables

Property taxes are levied in December on the assessed value as of the prior January 1. In addition to property taxes for the Village, taxes are collected for and remitted to the state and county governments as well as the local school district and technical college district. Taxes for all state and local governmental units billed in the current year for the succeeding year are reflected as receivables and due to other taxing units on the accompanying agency fund statement of fiduciary net position.

Property tax calendar - 2012 tax roll:

Lien date and levy date	December 2012
Tax bills mailed	December 2012
Payment in full, or	January 31, 2013
First installment due	January 31, 2013
Second installment due	March 31, 2013
Third installment due	May 31, 2013
Personal property taxes in full	January 31, 2013
Tax sale - 2012 delinquent real estate taxes	October 2015

Delinquent real estate taxes as of July 31 are paid in full by the county, which assumes the collection thereof. No provision for uncollectible accounts receivable has been made for the sewer utility because they have the right by law to place substantially all delinquent bills on the tax roll, and other delinquent bills are generally not significant.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as internal balances.

3. Prepaid Items

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 and accounted for using the purchase method.

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net position.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

5. Capital Assets

Government-Wide Statements

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$5,000 for general capital assets and \$5,000 for infrastructure assets, and an estimated useful life in excess of 1 year. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair value at the date of donation.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. No interest was capitalized during the current year. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Depreciation and amortization of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation and amortization reflected in the statement of net position. Depreciation and amortization is provided over the assets' estimated useful lives using the straight-line method. The range of estimated useful lives by type of asset is as follows:

Buildings	20-50 Years
Land Improvements	15-40 Years
Machinery and Equipment	5-20 Years
Utility System	15-40 Years
Infrastructure	15-40 Years
Intangible - Software	5-10 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 the same way as in the government-wide statements.

6. Other Assets

In governmental funds, debt issuance costs are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized over the term of the debt issue.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

7. Compensated Absences

It is the village's policy to permit employees to accumulate earned but unused sick leave benefits in accordance with bargaining unit agreements. All sick leave is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds in the fund financial statements only if they have matured, for example, as a result of employee resignations and retirements.

The village provides postemployment health insurance benefits for all eligible employees. Eligibility is based on years of service and Wisconsin Retirement System participation. The benefits are based on contractual agreements with the employee groups, local ordinances, or employee benefit policies. Employees may convert 40% of accumulated sick leave to pay for health care premiums. The cost of those premiums is recognized as an expenditure as the premiums are paid. The entire cost is paid by the village. Funding for these costs is provided out of the current operating budget of the general fund. The contributions are financed on a pay as you go basis. Total expenditures for such premiums during the year were \$-0-. The number of participants currently eligible to receive benefits is 42. The total amount outstanding at year end to be paid in the future is \$175,563 and is included in the government-wide statement of net assets.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2012 are determined on the basis of current salary rates and include salary related payments.

8. Long-Term Obligations/Conduit Debt

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the issue using the straight-line method. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for both premiums/discounts and gains/losses, as applicable, is shown as an increase or decrease in the liability section of the statement of net position.

The village may approve the issuance of industrial revenue bonds (IRB) for the benefit of private business enterprises. IRB's are secured by mortgages or revenue agreements on the associated projects, and do not constitute indebtedness of the village. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. There were no IRB's outstanding at year end.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

9. Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred. Refer to Note IV. C. on commitments and contingencies.

10. Equity Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net positions that do not meet the definitions of "restricted" or "net investment in capital assets."

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

Fund Statements

Governmental fund equity is classified as fund balance. In accordance with Governmental Accounting Standards Board Statement No. 54 - *Fund Balance Reporting and Governmental Fund Type Definitions*, the village classifies governmental fund balance as follows:

- a. Nonspendable - Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. Restricted - Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

10. Equity Classifications (cont.)

Fund Statements (cont.)

- c. Committed - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the village. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the village that originally created the commitment.
- d. Assigned - Includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. Fund balance may be assigned through the following; 1) The village has adopted a financial policy authorizing the Finance Committee to assign amounts for a specific purpose. 2) All remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed. Assignments may take place after the end of the reporting period.
- e. Unassigned - Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those purposes.

Propriety fund equity is classified the same as in the government-wide statements.

The village considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the village would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

See Note III. H. for further information.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note I. C.

The budgeted amounts presented include any amendments made. The village may authorize transfers of budgeted amounts within departments. Transfers between departments and changes to the overall budget must be approved by a two-thirds board action.

Appropriations lapse at year end unless specifically carried over. There were no carryovers to the following year. Budgets are adopted at the function level of expenditure.

B. EXCESS EXPENDITURES OVER APPROPRIATIONS

Funds	Budgeted Expenditures	Actual Expenditures	Excess Expenditures Over Budget
General	\$ 3,757,084	\$ 3,761,412	\$ 4,328
Debt Service	926,973	2,725,515	1,798,542
Special Revenue Fund - Consolidated Services	958,138	971,081	12,943
Special Revenue Fund - Consolidated Dispatch	1,903,291	2,136,213	232,922
Dispatch Capital Projects	1,500,000	2,346,169	846,169
Special Revenue Fund - Stormwater	406,394	416,205	9,811

The village controls expenditures at the function level. Some individual departments experienced expenditures which exceeded appropriations. The detail of those items can be found in the village's year-end budget to actual reports.

C. LIMITATIONS ON THE VILLAGE'S TAX LEVY

As part of Wisconsin's Act 32 (2011), legislation was passed that limits the village's future tax levies. Generally the village is limited to its prior tax levy dollar amount (excluding TIF Districts), increased by the greater of the percentage change in the village's equalized value due to new construction or zero percent for the 2011 levy collected in 2012 and thereafter. Changes in debt service from one year to the next are generally exempt from this limit with certain exceptions.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

The village's deposits and investments at year end were comprised of the following:

	Carrying Value	Statement Balances	Associated Risks
Deposits	\$ 2,159,412	\$ 2,112,275	Custodial Credit Risk
LGIP	14	14	Credit Risk
US agencies - implicity guaranteed	795,989	795,989	Custodial Credit Risk, Credit and Interest Rate Risk
US treasuries	487,192	487,192	Custodial Credit Risk, Interest Rate Risk
Corporate Bonds	1,704,204	1,704,204	Custodial Credit Risk, Credit and Interest Rate Risk
Municipal Bonds	183,454	183,454	Custodial Credit Risk, Credit and Interest Rate Risk
Money Market Mutual Fund	6,746,316	6,246,316	Credit and Interest Rate Risk
Petty cash	500	-	N/A
 Total Deposits and Investments	 \$ 12,077,081	 \$ 11,529,444	
 Reconciliation to financial statements			
Per statement of net position			
Unrestricted cash and investments	\$ 2,988,749		
Restricted cash and investments	48,300		
Per statement of net position- fiduciary funds			
Agency Fund	9,040,032		
 Total Deposits and Investments	 \$ 12,077,081		

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts), \$250,000 for interest-bearing demand deposit accounts, and unlimited amounts for noninterest-bearing transaction accounts through December 31, 2012. On January 1, 2013, the temporary unlimited coverage for noninterest bearing transaction accounts expired. Therefore, demand deposit accounts (interest-bearing and noninterest-bearing) are insured for a total of \$250,000 beginning January 1, 2013. In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of \$250,000 for the combined amount of all deposit accounts.

Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may not be significant to individual municipalities. This coverage has not been considered in computing custodial credit risk.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Custodial Credit Risk

Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the village's deposits may not be returned to the village.

As of December 31, 2012, \$2,102 of the village's total bank balances were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ <u>2,102</u>
Total	\$ <u><u>2,102</u></u>

Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

As of December 31, 2012, the village's investments were exposed to custodial credit risk as follows:

<u>US Agencies - implicitly guaranteed</u>	
Neither insured nor registered and held by counterparty	\$ <u>795,989</u>
<u>US & Foreign Corporate Bonds</u>	
Neither insured nor registered and held by counterparty	\$ <u>1,704,204</u>
<u>Municipal Bonds</u>	
Neither insured nor registered and held by counterparty	\$ <u>183,454</u>

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

As of December 31, 2012, the village's investments were rated as follows:

Investment Type	Moody's Investors Services
Money Market Mutual Funds	AAA
Corporate Bonds	BAA1 to AAA
US agencies - implicitly guaranteed	AAA
Municipal Bonds	AA2

The village also held investments in the following external pools which are not rated:

Wisconsin Local Government Investment Pool

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

As of December 31, 2012, the village's investments were as follows:

Investment Type	Fair Value	Maturity (In Months)			
		Less than 1 year	1 - 5 years	5 - 10 years	More than 10 years
US agencies (implicitly guaranteed)	\$ 795,989	\$ -	\$ 795,989	\$ -	\$ -
US treasuries	487,192	-	487,192	-	-
Corporate Bonds	1,704,204	377,226	1,326,978	-	-
Municipal Bonds	183,454	45,056	138,398	-	-
Totals	\$ 3,170,839	\$ 422,282	\$ 2,748,557	\$ -	\$ -

Investment Type	Fair Value	Weighted Average Maturity (Days)
Money Market Mutual Fund	\$ 6,246,316	60

See Note I.D.1. for further information on deposit and investment policies.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

B. RECEIVABLES

All receivables on the balance sheet are expected to be collected within one year, except for delinquent personal property taxes of \$55, the North Shore Fire Department receivable, of which \$1,590,000 is not expected to be collected within one year, the Village of River Hills receivable, of which \$275,000 is not expected to be collected within one year, and Village of Fox Point receivable, of which \$225,000 is not expected to be collected within one year.

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable	Unearned	Totals
Property taxes receivable for subsequent year	\$ -	\$ 4,372,787	\$ 4,372,787
North Shore Fire Department	1,730,000	-	1,730,000
Village of River Hills	290,000	-	290,000
Village of Fox Point	235,000	-	235,000
Dispatch service receivable	6,229	-	6,229
Stormwater User Fees	-	238,005	238,005
Capital Leases	-	48,541	48,541
Total Deferred/Unearned Revenue for Governmental Funds	\$ 2,261,229	\$ 4,659,333	\$ 6,920,562

C. RESTRICTED ASSETS

The following represent the balances of the restricted assets:

Following is a list of restricted assets at December 31, 2012:

	Restricted Assets	Liabilities Payable from Restricted Assets	Restricted Net Position
Bond redemption account	\$ 48,300	\$ 3,617	\$ 44,683
Total	\$ 48,300	\$ 3,617	\$ 44,683

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2012, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 3,544,063	\$ 17,465	\$ -	\$ 3,561,528
Construction in progress	827,617	-	827,617	-
Total Capital Assets Not Being Depreciated	4,371,680	17,465	827,617	3,561,528
Capital assets being depreciated				
Land improvements	434,844	-	9,482	425,362
Building and improvements	3,774,746	1,821,349	15,404	5,580,691
Machinery and equipment	2,828,035	778,773	20,129	3,586,679
Infrastructure	7,443,615	974,078	324,853	8,092,840
Software	317,686	395,126	-	712,812
Total Capital Assets Being Depreciated	14,798,926	3,969,326	369,868	18,398,384
Total Capital Assets	19,170,606	3,986,791	1,197,485	21,959,912
Less: Accumulated depreciation for				
Land improvements	(271,891)	(16,919)	-	(288,810)
Building and improvements	(1,136,606)	(88,252)	15,404	(1,209,454)
Machinery and equipment	(1,528,919)	(224,670)	17,249	(1,736,340)
Infrastructure	(4,622,870)	(323,306)	324,853	(4,621,323)
Software	(222,993)	(8,402)	-	(231,395)
Total Accumulated Depreciation	(7,783,279)	(661,549)	357,506	(8,087,322)
Net Capital Assets Being Depreciated	7,015,647	3,307,777	12,362	10,311,062
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 11,387,327	\$ 3,325,242	\$ 839,979	\$ 13,872,590

Depreciation expense was charged to functions as follows:

Governmental Activities	
General government	\$ 117,140
Public safety	198,827
Public works, which includes the depreciation of roads, sidewalks and storm sewers	337,506
Leisure activities	8,076
Total Governmental Activities Depreciation Expense	\$ 661,549

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities				
Capital assets not being depreciation				
Construction in progress	\$ -	\$ 10,440	\$ -	\$ 10,440
Total Capital Assets Not Being Depreciated	-	10,440	-	10,440
Capital assets being depreciated				
Infrastructure	6,872,813	379,701	-	7,252,514
Equipment	176,239	56,481	7,147	225,573
Total Capital Assets Being Depreciated	7,049,052	436,182	7,147	7,478,087
Total Capital Assets	7,049,052	446,622	7,147	7,488,527
Less: Accumulated depreciation for				
Infrastructure	(2,945,003)	(360,541)	-	(3,305,544)
Equipment	(66,542)	(12,185)	5,241	(73,486)
Total Accumulated Depreciation	(3,011,545)	(372,726)	5,241	(3,379,030)
Net Capital Assets Being Depreciated	4,037,507	63,456	1,906	4,099,057
Business-type Capital Assets, Net of Accumulated Depreciation	\$ 4,037,507	\$ 73,896	\$ 1,906	\$ 4,109,497

Depreciation expense was charged to functions as follows:

Business-type Activities	
Sewer	\$ 372,726
Total Business-type Activities Depreciation Expense	\$ 372,726

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND TRANSFERS

Interfund Receivables/Payables

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Stormwater Fund - Special Revenue Fund	<u>\$ 33,173</u>
Subtotal - Fund Financial Statements		33,173
Less: Fund eliminations		<u>(33,173)</u>
Total Internal Balances - Government-Wide Statement of Net Position		<u>\$ -</u>

All amounts are due within one year.

All balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

For the statement of net position, interfund balances which are owed within the governmental activities or business-type activities are netted and eliminated.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND TRANSFERS (cont.)

Transfers

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount	Principal Purpose
Capital Projects	General Fund	\$ 130,513	To cover expenses for road construction and water system project.
Debt Service Fund	General Fund	15,000	To fund debt service payments
Stormwater - Special Revenue Fund	Capital Projects	16,050	To fund equipment replacement
Debt Service	Stormwater - Special Revenue Fund	193,603	To cover debt service payments.
Consolidated Dispatch - Special Revenue Fund	General Fund	136,791	To fund capital lease payments
Consolidated Dispatch - Special Revenue Fund	Consolidated Services - Special Revenue Fund	14,180	To fund certain shared expenditures
Total - Fund Financial Statements		506,137	
Less: Fund eliminations		(506,137)	
Total Transfers - Government-Wide Statement of Activities		\$ -	

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

For the statement of activities, interfund transfers within the governmental activities or business-type activities are netted and eliminated.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2012, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General obligation debt - Village debt	\$ 7,419,218	\$ -	\$ 707,597	\$ 6,711,621	\$ 771,446
General obligation debt - NSFD debt	1,750,000	1,605,000	1,625,000	1,730,000	140,000
Add/(Subtract) Deferred Amounts For (Discounts)/Premiums	61,446	-	11,432	50,014	-
Refundings - Gains/(Losses)	<u>(81,547)</u>	<u>(37,319)</u>	<u>(12,546)</u>	<u>(106,320)</u>	<u>-</u>
Sub-totals	<u>9,149,117</u>	<u>1,567,681</u>	<u>2,331,483</u>	<u>8,385,315</u>	<u>911,446</u>
Other Liabilities					
Vested compensated absences	230,094	10,465	64,996	175,563	42,261
Capital leases	56,856	775,000	106,744	725,112	80,134
Net OPEB obligation	<u>56,829</u>	<u>30,346</u>	<u>1,861</u>	<u>85,314</u>	<u>-</u>
Total Other Liabilities	<u>343,779</u>	<u>815,811</u>	<u>173,601</u>	<u>985,989</u>	<u>122,395</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 9,492,896</u>	<u>\$ 2,383,492</u>	<u>\$ 2,505,084</u>	<u>\$ 9,371,304</u>	<u>\$ 1,033,841</u>
Business-type Activities					
Bonds and Notes Payable					
General obligation debt	\$ 1,714,921	\$ -	\$ 128,617	\$ 1,586,304	\$ 138,245
Revenue bonds	983,085	-	65,476	917,609	67,024
Add/(Subtract) Deferred Amounts For (Discounts)/Premiums	12,859	-	1,581	11,278	-
Refundings - Gains/(Losses)	<u>(4,984)</u>	<u>-</u>	<u>(767)</u>	<u>(4,217)</u>	<u>-</u>
Sub-totals	<u>2,705,881</u>	<u>-</u>	<u>194,907</u>	<u>2,510,974</u>	<u>205,269</u>
Total Business-type Activities Long-Term Liabilities	<u>\$ 2,705,881</u>	<u>\$ -</u>	<u>\$ 194,907</u>	<u>\$ 2,510,974</u>	<u>\$ 205,269</u>

In accordance with Wisconsin Statutes, total general obligation indebtedness of the village may not exceed 5% of the equalized value of taxable property within the village's jurisdiction. The debt limit as of December 31, 2012, was \$29,235,865. Total general obligation debt outstanding at year end was \$10,027,925.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the village. Notes and bonds in the governmental funds will be retired by future property tax levies accumulated by the debt service fund. Business-type activities debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

Governmental Activities

General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2012
Corp. Purpose - NSFD	8/1/2003	8/1/2013	2.5-4.2%	\$ 2,530,000	\$ 125,000
Corp. Purpose - NSFD	4/26/2012	8/1/2013	2.5-3.5%	1,605,000	1,605,000
Refunding	4/1/2005	3/1/2018	3.0-4.0%	5,291,381	3,683,132
State Trust Fund Loan	8/13/2003	3/15/2023	5.25%	266,558	225,058
State Trust Fund Loan	9/17/2004	3/15/2014	4.0%	828,507	257,883
State Trust Fund Loan	10/6/2006	3/15/2016	4.75%	87,000	44,036
North Shore Fire	11/1/2010	4/1/2022	0.51-2.91%	199,368	194,178
North Shore Fire	8/1/2003	8/1/2023	2.5-4.2%	162,173	101,771
Refunding	12/4/2007	3/01/2018	3.5-4.0%	716,224	499,472
Corporate Purpose Bonds	11/14/11	11/01/31	2.0-3.4%	1,758,741	<u>1,706,091</u>
Total Governmental Activities - General Obligation Debt					<u>\$ 8,441,621</u>

Business-type Activities

General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2012
Refunding	4/1/2005	3/1/2018	3.0-4.0%	\$ 1,058,619	\$ 736,868
State Trust Fund Loan	11/02/2010	03/01/2026	1.0-3.6%	475,000	420,000
Refunding	12/04/2007	3/1/2018	3.5-4.0%	43,776	30,527
Corporate Purpose Bonds	11/14/11	11/01/31	2.0-3.4%	411,259	<u>398,909</u>
Total Business-type Activities - General Obligation Debt					<u>\$ 1,586,304</u>

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt (cont.)

Debt service requirements to maturity are as follows:

Years	Governmental Activities General Obligation Debt		Business-type Activities General Obligation Debt	
	Principal	Interest	Principal	Interest
2013	\$ 911,446	\$ 269,435	\$ 138,245	\$ 51,470
2014	994,125	228,598	149,084	46,587
2015	963,330	194,509	166,140	41,235
2016	1,006,860	161,539	174,586	35,233
2017	1,045,499	126,321	186,597	28,754
2018-2022	2,365,953	310,934	410,393	82,840
2023-2027	711,922	126,162	261,600	38,550
2028-2031	<u>442,486</u>	<u>38,240</u>	<u>99,659</u>	<u>8,970</u>
Totals	<u>\$ 8,441,621</u>	<u>\$ 1,455,738</u>	<u>\$ 1,586,304</u>	<u>\$ 333,639</u>

Revenue Debt

Business-type activities revenue bonds are payable only from revenues derived from the operation of the Sewer.

The village has pledged future revenues, net of specified operating expenses, to repay \$1.0 million in revenue bonds issued in 2004. Proceeds from the bonds provided financing for the village's Sewer System. The bonds are payable solely from revenues and are payable through 2024. Annual principal and interest payments on the bonds are expected to require 23% of net revenues. The total principal and interest remaining to be paid on the bonds is \$1,053,856. Principal and interest paid for the current year and total customer net revenues were \$87,952 and \$356,078, respectively.

Revenue debt payable at December 31, 2012, consists of the following:

Business-type Activities Revenue Debt

Sewer Utility	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2012
Revenue Bond	8/25/2004	5/1/2024	2.365%	\$ 1,342,169	\$ 917,609
Total Business-type Activities Revenue Debt					<u>\$ 917,609</u>

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

Revenue Debt (cont.)

Debt service requirements to maturity are as follows:

<u>Years</u>	Business-type Activities Revenue Debt	
	Principal	Interest
2013	\$ 67,024	\$ 20,909
2014	68,609	19,305
2015	70,232	17,663
2016	71,892	15,983
2017	73,593	14,262
2018-2022	394,910	44,048
2023-2024	171,349	4,077
Totals	\$ 917,609	\$ 136,247

Capital Leases

Refer to Note III. G.

Advance Refunding

On April 26, 2012, the village issued \$1,605,000 in general obligation bonds with an average interest rate of 1.76% to advance refund \$1,505,000 of outstanding bonds with an average interest rate of 3.67%. The net proceeds of \$1,587,681 (after payment of \$43,470 in underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded bonds. As a result, the bonds are considered to be defeased and the liability for those bonds has been removed from these financial statements.

The cash flow requirements on the refunded bonds and notes prior to the advance refunding was \$1,722,473 from 2012 through 2023. The cash flow requirements on the 2012 refunding bonds are \$1,792,929 from 2012 through 2023. The advance refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$86,000.

Other Debt Information

Estimated payments of compensated absences are not included in the debt service requirement schedules. The compensated absences liability attributable to governmental activities will be liquidated primarily by the general fund.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

A statutory mortgage lien upon the sewer fund's system and any additions, improvements, and extensions thereto is created by Section 66.066 of the Wisconsin Statutes as provided for in the ordinances creating the revenue bond issue. The sewer fund's system and the earnings of the system remain subject to the lien until payment in full of principal and interest on the bonds.

G. LEASE DISCLOSURES

Lessee - Capital Leases

In 2009, 2010, 2011, and 2012 the Village acquired capital assets through a lease/purchase agreement. The gross amount of these assets under capital leases is \$775,000, which are included in capital assets in the governmental activities. The future minimum lease obligations and the net present value on these minimum lease payments as of December 31, 2012, are as follows:

<u>Years</u>	Governmental Activities		
	Principal	Interest	Totals
2013	\$ 80,134	\$ 21,200	\$ 101,334
2014	82,647	18,687	101,334
2015	85,244	16,090	101,334
2016	74,109	13,406	87,515
2017	76,192	11,323	87,515
2018-2022	326,786	23,275	350,061
Totals	\$ 725,112	\$ 103,981	\$ 829,093

H. NET POSITION/FUND BALANCES

Net position reported on the government wide statement of net position at December 31, 2012, includes the following:

Governmental Activities

Net Investment in Capital Assets	
Land	\$ 3,561,528
Other capital assets, net of accumulated depreciation	10,311,062
Less: Long-term debt outstanding	(9,110,427)
Plus: Noncapital debt proceeds	2,251,007
Plus: Debt issuance costs	116,157
Total Net Investment in Capital Assets	7,129,327

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (cont.)
Governmental Activities (cont.)

Restricted	
Debt Service	58,574
Total Restricted	58,574
Unrestricted	1,440,406
Total Governmental Activities Net Position	\$ 8,628,307

Governmental Funds

Governmental fund balances reported on the fund financial statements at December 31, 2012, include the following:

Nonspendable

Major Funds

General Fund	
Delinquent personal property taxes	\$ 55
Prepaid expenditures	39,972
Total	\$ 40,027

Special Revenue Funds

Consolidated Dispatch - prepaid expenditures	\$ 14,574
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Total	\$ 14,574
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Nonmajor Fund

Special Revenue Funds	
Stormwater - prepaid expenditures	\$ 14,445

Total Nonmajor Funds	\$ 14,445
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Restricted

Major Funds

Debt Service Fund	
Restricted for debt service	\$ 159,183

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (cont.)

Governmental Funds (cont.)

Committed

Major Funds	
Special Revenue Funds	
Consolidated Services	\$ 54,728
Dispatch Capital Projects	\$ 352,976
Total	\$ 407,704

Nonmajor Funds

Special Revenue Fund	
Capital Projects Fund	\$ 298,955

Assigned

Major Funds	
General Fund	
Subsequent year budget appropriations	\$ 13,460
Health reimbursement accounts	26,060
Future retirement costs	206,315
MDC infrastructure	20,459
Sub-Total	266,294

Unassigned

Major Fund	
General Fund	\$ 672,667
Consolidated dispatch	(12,527)
Total	\$ 660,140

Nonmajor Funds

Special Revenue Funds	
Stormwater	\$ (11,077)

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (cont.)

Business-type Activities

Net Investment in Capital Assets	
Construction in progress	\$ 10,440
Other capital assets, net of accumulated depreciation	4,099,057
Less: Long-term debt outstanding	(2,510,974)
Plus: Unamortized debt issue costs	28,696
Total Net Investment in Capital Assets	<u>1,627,219</u>
Restricted	
Restricted for debt service	<u>44,683</u>
Total Restricted	<u>44,683</u>
Unrestricted	<u>275,811</u>
Total Business-type Activities Net Position	<u>\$ 1,947,713</u>

NOTE IV - OTHER INFORMATION

A. EMPLOYEES' RETIREMENT SYSTEM

All eligible village employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work over 600 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. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1,200 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.

Prior to June 29, 2011, covered employees in the General category were required by statute to contribute 6.5% of their salary (3.9% for Executives and Elected Officials, 5.8% for Protective Occupations with Social Security, and 4.8% for Protective Occupations without Social Security) to the plan. Employers could make these contributions to the plan on behalf of employees. Employers were required to contribute an actuarially determined amount necessary to the fund the remaining projected cost of future benefits.

Effective the first day of the first pay period on or after June 29, 2011 the employee required contribution was change to one-half of the actuarially determined contribution rate for General category employees, and Executives and Elected Officials. Required contributions for protective contributions are the same 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. Contribution rates for December 31, 2012 are:

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

	<u>Employee</u>	<u>Employer</u>
General	5.9%	5.9%
Executives and Elected Officials	7.05%	7.05%
Protective with Social Security	5.9%	9.0%
Protective without Social Security	5.9%	11.3%

The payroll for village employees covered by the WRS for the year ended December 31, 2012 was \$2,650,672; the employer's total payroll was \$2,829,723. The total required contribution for the year ended December 31, 2012 was \$363,505 or 14.0% of covered payroll. Of this amount, 100% was contributed for the current year. Total contributions for the years ending December 31, 2011 and 2010 were \$285,502 and \$262,636, respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. Final average earnings is the average of the employee's three highest years earnings. Employees terminating covered employment and submitting application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. 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.

The System also provides death and disability benefits for employees. Eligibility for and the amount of all benefits is determined under Chapter 40 of Wisconsin Statutes. The System 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.

As of December 31, 2012 there was no pension related debt for the village.

B. RISK MANAGEMENT

The village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE IV - OTHER INFORMATION (cont.)

C. COMMITMENTS AND CONTINGENCIES

From time to time, the village is party to 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 village attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the village's financial position or results of operations.

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

Funding for the operating budget of the village comes from many sources, including property taxes, grants and aids from other units of government, user fees, fines and permits, and other miscellaneous revenues. The State of Wisconsin provides a variety of aid and grant programs which benefit the village. Those aid and grant programs are dependent on continued approval and funding by the Wisconsin governor and legislature, through their budget processes. The State of Wisconsin is currently experiencing budget problems, and is considering numerous alternatives including reducing aid to local governments. Any changes made by the State to funding or eligibility of local aid programs could have a significant impact on the future operating results of the village.

The village has active construction projects as of December 31, 2012. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures. The balance of contract amounts plus open purchase order is \$38,663 at year end.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE IV - OTHER INFORMATION (cont.)

D. JOINT VENTURES

North Shore Fire Department

By agreement dated December 30, 1994, the North Shore Fire Department (NSFD) was created. The NSFD, which provides a unified integrated fire and emergency medical service, began operations on January 1, 1996. The NSFD was created pursuant to the provisions of Wisconsin Statutes 61.65 and 66.30. Participants are the City of Glendale, Village of Fox Point, Village of Shorewood, Village of Brown Deer, Village of River Hills, Village Whitefish Bay and Village of Bayside. The NSFD is operated by a Board of Directors consisting of seven members, which includes the mayor and village presidents of each participating municipality. The affirmative vote of majority of the members of the Board of Directors is required on most matters. Also established by the agreement is a Joint Fire Commission that has the powers related to appointments, promotions, suspensions, removals, dismissals, reemployment, compensation, rest days, etc.

The powers of the Board of Directors include authorizing repair, maintenance, and renewal of physical assets and recommending adoptions of the department's budget. The capital and operating budget of the department must receive approval of at least five of seven participating municipalities.

Each participating municipality's annual financial contribution to the NSFD's operations and capital budget shall be based on its prorated share of population, equalized valuation and usage of all the municipalities. The village accounts for its share of the operations of the NSFD in the Consolidated Services fund. The village made a payment totaling \$787,127 to NSFD for 2012. The village believes that the fire department will continue to provide services in the future at similar rates. Complete 2012 financial information is available from NSFD at 4401 West River Lane, Brown Deer, WI 53223. The village does not report an equity interest in this joint venture.

North Shore Library System

The City of Glendale and the Villages of Fox Point, River Hills, and Bayside operate the North Shore Library under a Joint Library Agreement dated January 1, 1985. Under the joint agreement, a Joint Library Board is created to operate the North Shore Library. The Joint Board is composed of ten members: five members from Glendale, two members each from Fox Point and Bayside, one member from River Hills, and the Superintendent of Schools for Nicolet School District. The Joint Library Board has the powers to repair, maintain, and renew physical assets for the library and to prepare and adopt a budget for the library's operating expenses and a budget for the library's capital improvement expenses. The operating budget must be approved by at least three of the four municipalities. In addition, the Joint Library Board has the power to appoint the Library Director and such other assistants and employees as it deems necessary. Operating and capital expenses are shared proportionately based upon population estimates published in October.

The village made payments totaling \$143,491 to the Library in 2012. The village accounts for its share of the operations of the North Shore Library in the Library special revenue fund. The village believes that the library will continue to provide services in the future at similar rates. Complete 2012 financial information is available from the Village of Fox Point. The village does not report an equity interest in this joint venture.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE IV - OTHER INFORMATION (cont.)

D. JOINT VENTURES (cont.)

Dispatch Services

The Village of Fox Point, River Hills, and Bayside jointly operate a dispatch service under a joint service agreement. Under the joint agreement, the Village of Bayside provides dispatch services to the municipalities. The cost of these services is shared between the communities as agreed upon in the individual agreements. A separate board has not been established to govern the dispatch service activities. Changes to the agreements and to the services provided require the approval of all three Village boards. Complete 2012 financial information is provided in these statements and accompanying footnotes. The village does not report an equity interest in this joint venture.

During 2011, Village of Brown Deer and North Shore Public Safety Communications Commission ("Commission") also entered into an intergovernmental cooperation agreement with the Village of Bayside. Effective January 1, 2012, joint operating costs of the dispatch services are shared between Village of Fox Point, River Hills, Bayside, Brown Deer, and the Commission as agreed upon in the individual agreements. During 2012, the village received approximately \$246,000 from Fox Point, \$978,236 from the Commission, \$344,306 from Brown Deer, and \$88,263 from River Hills. The village's contribution was approximately \$246,846 and was funded through tax levy.

To accommodate expansion of the dispatch operation, Bayside began construction of the Bayside Communications Center. Capital costs of the expansion are financed by each municipality as agreed upon in the individual agreements. During 2012, the village received the remaining fifty percent of the capital contributions from Village of Brown Deer and the Commission in the amount of \$188,543 and \$588,956, respectively. In 2011 to finance Fox Point, River Hills, and Bayside contributions, the Village of Bayside issued general obligation corporate purpose bonds and loaned \$245,000 of the proceeds to the Village of Fox Point and \$305,000 to the Village of River Hills. On December 31, 2012 the village has reported a \$525,000 contract receivable (and deferred revenue in the fund statements) representing amounts due from Fox Point and River Hills.

E. OTHER POSTEMPLOYMENT BENEFITS

The village administers a single-employer defined benefit healthcare plan. The plan provides for eligible retirees and their spouses through the village's which covers both active and retired members. Benefit provisions are established through collective bargaining agreements and state that eligible retirees and their spouses at established contribution rates.

Contribution requirements are established through collective bargaining agreements and may be amended only through negotiations between the village and the union. Administrative costs of the plan are financed through investment earnings.

The village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC). 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 (or funding excess) over a period not to exceed thirty years. The following table shows the components of the village's annual OPEB cost for the year, the amount actually contributed to plan, and changes in the village's net OPEB obligation to the Retiree Health Plan:

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE IV - OTHER INFORMATION (cont.)

E. OTHER POSTEMPLOYMENT BENEFITS (cont.)

Annual required contribution	\$	27,789
Interest on net OPEB obligation		2,555
Adjustment to annual required contribution		<u>(1,859)</u>
Annual OPEB cost		28,485
Contributions made		<u>-</u>
Increase in net OPEB obligation		28,485
Net OPEB Obligation - Beginning of Year		<u>56,829</u>
Net OPEB Obligation (Asset) - End of Year	\$	<u><u>85,314</u></u>

The village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2012 were as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
December 31, 2010	\$ 27,789	-%	\$ 27,789
December 31, 2011	29,040	-%	56,829
December 31, 2012	28,485	-%	85,314

The funded status of the plan as of January 1, 2009, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$	271,906
Actuarial value of plan assets		<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	\$	<u><u>271,906</u></u>
Funded ratio (actuarial value of plan assets/AAL)		-%
Covered payroll (active plan members)	\$	1,875,046
UAAL as a percentage of covered payroll		15%

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2012

NOTE IV - OTHER INFORMATION (cont.)

E. OTHER POSTEMPLOYMENT BENEFITS (cont.)

Actuarial valuations of an ongoing plan involve estimates for 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 the healthcare cost trend. Amounts determined regarding the funded status of the plan and 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 that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan is understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce 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, 2009 actuarial valuation, the frozen attained age actuarial cost method was used. The actuarial assumptions include a 5% investment rate of return and an annual healthcare cost trend rate of 10% initially, reduced by decrements to an ultimate rate of 5% after 10 years. Both rates include a 3% inflation assumption. The actuarial value of Retiree Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at December 31, 2012, was 30 years.

F. SUBSEQUENT EVENTS

On May 16, 2013, the Village issued special assessment bonds in the amount of \$1,015,000 bearing interest at a rate of 1.5 - 4.1% maturing May 1, 2033. The bonds were issued in order to finance water main installation and replacement. The bonds of this offering are not general obligations of the village but are payable solely from a pledge of special assessments levied against specifically benefitted properties.

G. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*; Statement No. 65, *Items Previously Reported as Assets and Liabilities*; Statement No. 66, *Technical Corrections - 2012 - an amendment of GASB Statements No. 10 and No. 62*; Statement No. 67, *Financial Reporting for Pension Plans - an amendment of GASB Statement No. 25*; and Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*. Application of these standards may restate portions of these financial statements.

VILLAGE OF BAYSIDE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2012

NOTE IV - OTHER INFORMATION (cont.)

H. CONTRACTS RECEIVABLE

In 2003 the village issued \$2.53 million General Obligation Fire Department Bonds and loaned the proceeds to the North Shore Fire Department. Each of the municipalities that participate in North Shore Fire Department, including the village, have formally pledged to finance the debt service payments on these bonds in accordance with cost sharing arrangements. Terms of the contract receivable are identical to the underlying bonds outstanding (See Note III.F.). In 2012 the Village refunded \$1.625 million of this debt with \$1.605 million of new General Obligation Fire Department Debt. On December 31, 2012 the village has reported a \$1,730,000 contract receivable (and deferred revenue in the fund statements) representing amounts due from the other participating municipalities.

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REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF BAYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended December 31, 2012

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 2,650,205	\$ 2,650,205	\$ 2,648,710	\$ (1,495)
Intergovernmental	559,032	559,032	566,858	7,826
Licenses and permits	153,140	160,140	226,852	66,712
Fines, forfeitures and penalties	65,400	65,400	73,355	7,955
Public charges for services	39,510	39,510	57,478	17,968
Intergovernmental charges for services	35,704	35,704	46,384	10,680
Investment income	34,000	34,000	85,391	51,391
Miscellaneous	7,840	7,840	20,339	12,499
Total Revenues	<u>3,544,831</u>	<u>3,551,831</u>	<u>3,725,367</u>	<u>173,536</u>
EXPENDITURES				
Current				
General government	809,192	761,942	633,991	127,951
Public safety	1,863,373	1,810,711	1,909,980	(99,269)
Public works	646,888	646,288	664,841	(18,553)
Culture, recreation and education	27,098	27,098	23,667	3,431
Capital outlay	228,741	228,741	224,342	4,399
Debt Services				
Principal	-	-	19,228	(19,228)
Interest and fiscal charges	-	-	3,059	(3,059)
Total Expenditures	<u>3,575,292</u>	<u>3,474,780</u>	<u>3,479,108</u>	<u>(4,328)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(30,461)</u>	<u>77,051</u>	<u>246,259</u>	<u>169,208</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	5,000	5,000	12,240	7,240
Transfers out	-	(282,304)	(282,304)	-
Total Other Financing Sources (Uses)	<u>5,000</u>	<u>(277,304)</u>	<u>(270,064)</u>	<u>7,240</u>
Net Change in Fund Balance	<u>\$ (25,461)</u>	<u>\$ (200,253)</u>	<u>(23,805)</u>	<u>\$ 176,448</u>
FUND BALANCE - Beginning of Year			<u>1,002,793</u>	
FUND BALANCE - END OF YEAR			<u>\$ 978,988</u>	

See independent auditors' report and accompanying notes to required supplementary information.

VILLAGE OF BAYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CONSOLIDATED SERVICES FUND
For the Year Ended December 31, 2012

	Original and Final Budgeted Amounts	Actual	Variance with Final Budget
REVENUES			
Taxes	\$ 940,638	\$ 940,638	\$ -
Intergovernmental	17,500	18,787	1,287
Intergovernmental charges for services	<u>-</u>	<u>8,796</u>	<u>8,796</u>
Total Revenues	<u>958,138</u>	<u>968,221</u>	<u>10,083</u>
EXPENDITURES			
Current			
Public safety	785,840	787,165	(1,325)
Health and human services	28,807	26,245	2,562
Culture, recreation, and education	<u>143,491</u>	<u>143,491</u>	<u>-</u>
Total Expenditures	<u>958,138</u>	<u>956,901</u>	<u>1,237</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>11,320</u>	<u>11,320</u>
OTHER FINANCING USES			
Transfers out	<u>-</u>	<u>(14,180)</u>	<u>(14,180)</u>
Total Other Financing Uses	<u>-</u>	<u>(14,180)</u>	<u>(14,180)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>(2,860)</u>	<u>\$ (2,860)</u>
FUND BALANCE - Beginning of Year		<u>57,588</u>	
FUND BALANCE - END OF YEAR		<u>\$ 54,728</u>	

See independent auditors' report and accompanying notes to required supplementary information.

VILLAGE OF BAYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CONSOLIDATED DISPATCH
SPECIAL REVENUE FUND
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 246,486	\$ 246,486	\$ 246,486	\$ -
Intergovernmental	-	-	19,758	19,758
Intergovernmental charges for service	<u>1,656,805</u>	<u>1,656,805</u>	<u>1,648,622</u>	<u>(8,183)</u>
Total Revenues	<u>1,903,291.00</u>	<u>1,903,291</u>	<u>1,914,866</u>	<u>11,575</u>
EXPENDITURES				
Current				
Public Safety	1,903,291	1,903,291	2,048,697	(145,406)
Debt Service - Principal	<u>-</u>	<u>-</u>	<u>87,516</u>	<u>(87,516)</u>
Total Expenditures	<u>1,903,291</u>	<u>1,903,291</u>	<u>2,136,213</u>	<u>(232,922)</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(221,347)</u>	<u>(221,347)</u>
OTHER FINANCING SOURCES				
Proceeds of capital leases	-	-	67,758	67,758
Transfers in	<u>-</u>	<u>136,791</u>	<u>150,971</u>	<u>14,180</u>
Total Other Financing Sources	<u>-</u>	<u>136,791</u>	<u>218,729</u>	<u>81,938</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 136,791</u>	<u>(2,618)</u>	<u>\$ (139,409)</u>
FUND BALANCE - Beginning of Year			<u>4,665</u>	
FUND BALANCE - END OF YEAR			<u>\$ 2,047</u>	

VILLAGE OF BAYSIDE

OPEB SCHEDULE OF FUNDING PROGRESS For the Year Ended December 31, 2012

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Projected Unit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
01/01/06	\$ -	\$ 2,202,400	\$ 2,202,400	0%	\$ 1,725,947	128%
01/01/09	-	271,906	271,906	0%	1,875,046	15%

The village is required to present the above information for the three most recent actuarial studies. The study completed as of January 1, 2009 was the second study performed for the village.

In 2009 the village switched health insurance plans resulting in elimination of the implicit rate subsidy.

VILLAGE OF BAYSIDE

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION As of and for the Year Ended December 31, 2012

BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using generally accepted accounting principles and the modified accrual basis of accounting.

Excess expenditures over appropriations are as follows:

	<u>Final Budget</u>	<u>Expenditures</u>	<u>Excess</u>
<u>General Fund</u>			
Public safety	\$ 1,810,711	\$ 1,909,980	\$ 99,269
Public works	646,288	664,841	18,553
Principal	-	19,228	19,228
Interest and fiscal charges	-	3,059	3,059
<u>Special Revenue Fund - Consolidated Services</u>			
Public safety	\$ 785,840	\$ 787,165	\$ 1,325
<u>Special Revenue Fund - Consolidated Dispatch</u>			
Public Safety	\$ 1,903,291	\$ 2,048,697	\$ 145,406
Debt Service - Principal	-	87,516	87,516

See independent auditors' report.

SUPPLEMENTARY INFORMATION

VILLAGE OF BAYSIDE

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS As of December 31, 2012

	Special Revenue	Capital Projects	
	Stormwater Fund	Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS			
Cash and investments	\$ -	\$ 826,648	\$ 826,648
Receivables			
Taxes receivable	238,005	79,227	317,232
Accounts receivable	22,189	6,228	28,417
Prepaid expenditures	14,445	-	14,445
TOTAL ASSETS	274,639	912,103	1,186,742
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 93	\$ 527,693	\$ 527,786
Due to other funds	33,173	-	33,173
Deferred revenue	238,005	85,455	323,460
Total Liabilities	271,271	613,148	884,419
Fund Balances			
Nonspendable	14,445	-	14,445
Committed	-	298,955	298,955
Unassigned	(11,077)	-	(11,077)
Total Fund Balances	3,368	298,955	302,323
TOTAL LIABILITIES AND FUND BALANCES	\$ 274,639	\$ 912,103	\$ 1,186,742

VILLAGE OF BAYSIDE

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2012

	Special Revenue	Capital Projects	
	Stormwater Fund	Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES			
Taxes	\$ -	\$ 21,201	\$ 21,201
Intergovernmental	8,825	-	8,825
Public charges for services	308,193	6,895	315,088
Miscellaneous	-	26	26
Total Revenues	317,018	28,122	345,140
EXPENDITURES			
Current			
Public works	111,334	-	111,334
Capital outlay	111,268	651,586	762,854
Total Expenditures	222,602	651,586	874,188
Excess (deficiency) of revenues over expenditures	94,416	(623,464)	(529,048)
OTHER FINANCING SOURCES (USES)			
Transfers in	16,050	130,513	146,563
Transfers out	(193,603)	(16,050)	(209,653)
Total Other Financing Sources (Uses)	(177,553)	114,463	(63,090)
Net Change in Fund Balances	(83,137)	(509,001)	(592,138)
FUND BALANCES - Beginning of Year	86,505	807,956	894,461
FUND BALANCES - END OF YEAR	\$ 3,368	\$ 298,955	\$ 302,323

VILLAGE OF BAYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL - CONSOLIDATED DISPATCH CAPITAL PROJECTS FUND
 For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 841,925	\$ 841,925
Total Revenues	<u>-</u>	<u>-</u>	<u>841,925</u>	<u>841,925</u>
EXPENDITURES				
Capital outlay	-	1,500,000	2,346,169	(846,169)
Total Expenditures	<u>-</u>	<u>1,500,000</u>	<u>2,346,169</u>	<u>(846,169)</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(1,500,000)</u>	<u>(1,504,244)</u>	<u>(4,244)</u>
OTHER FINANCING SOURCES				
Proceeds of capital leases	-	-	707,242	707,242
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>707,242</u>	<u>707,242</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (1,500,000)</u>	<u>(797,002)</u>	<u>\$ 702,998</u>
FUND BALANCE - Beginning of Year			<u>1,149,978</u>	
FUND BALANCE - END OF YEAR			<u>\$ 352,976</u>	

VILLAGE OF BAYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - DEBT SERVICE FUND
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 570,699	\$ 570,699	\$ 570,699	\$ -
Intergovernmental charges for service	232,097	232,097	234,634	2,537
Investment income	-	-	1,495	1,495
Miscellaneous	<u>67,293</u>	<u>67,293</u>	<u>85,459</u>	<u>18,166</u>
Total Revenues	<u>870,089</u>	<u>870,089</u>	<u>892,287</u>	<u>22,198</u>
EXPENDITURES				
Debt Service				
Principal	733,677	733,677	802,935	(69,258)
Interest and fiscal charges	<u>193,296</u>	<u>193,296</u>	<u>334,899</u>	<u>(141,603)</u>
Total Expenditures	<u>926,973</u>	<u>926,973</u>	<u>1,137,834</u>	<u>(210,861)</u>
Excess (deficiency) of revenues over expenditures	<u>(56,884)</u>	<u>(56,884)</u>	<u>(245,547)</u>	<u>(188,663)</u>
OTHER FINANCING SOURCES (USES)				
General obligation debt issued	-	-	1,605,000	1,605,000
Payments to escrow accounts	-	-	(1,587,681)	(1,587,681)
Transfers in	<u>-</u>	<u>15,000</u>	<u>208,603</u>	<u>193,603</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>15,000</u>	<u>225,922</u>	<u>210,922</u>
Net Change in Fund Balance	<u>\$ (56,884)</u>	<u>\$ (41,884)</u>	<u>(19,625)</u>	<u>\$ 22,259</u>
FUND BALANCE - Beginning of Year			<u>178,808</u>	
FUND BALANCE - END OF YEAR			<u>\$ 159,183</u>	

VILLAGE OF BAYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CAPITAL PROJECTS FUND For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 21,201	\$ 21,201	\$ 21,201	\$ -
Public charges for service	8,000	8,000	6,895	(1,105)
Miscellaneous	-	-	26	26
Total Revenues	<u>29,201</u>	<u>29,201</u>	<u>28,122</u>	<u>(1,079)</u>
EXPENDITURES				
Capital outlay	720,000	720,000	651,586	68,414
Debt service				
Principal - Capital lease	<u>30,149</u>	<u>30,149</u>	-	<u>30,149</u>
Total Expenditures	<u>750,149</u>	<u>750,149</u>	<u>651,586</u>	<u>98,563</u>
Excess (deficiency) of revenues over expenditures	<u>(720,948)</u>	<u>(720,948)</u>	<u>(623,464)</u>	<u>97,484</u>
OTHER FINANCING SOURCES				
Transfers out	-	-	(16,050)	(16,050)
Transfers in	<u>-</u>	<u>130,513</u>	<u>130,513</u>	<u>-</u>
Total Other Financing Sources	<u>-</u>	<u>130,513</u>	<u>114,463</u>	<u>(16,050)</u>
Net Change in Fund Balance	<u>\$ (720,948)</u>	<u>\$ (590,435)</u>	(509,001)	<u>\$ 81,434</u>
FUND BALANCE - Beginning of Year			<u>807,956</u>	
FUND BALANCE - END OF YEAR			<u>\$ 298,955</u>	

VILLAGE OF BAYSIDE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - STORMWATER FUND
SPECIAL REVENUE FUND

For the Year Ended December 31, 2012

	Original and Final Budgeted Amounts	Actual	Variance with Final Budget
REVENUES			
Intergovernmental	\$ -	\$ 8,825	\$ 8,825
Public charges for service	<u>301,394</u>	<u>308,193</u>	<u>6,799</u>
Total Revenues	<u>301,394</u>	<u>317,018</u>	<u>15,624</u>
EXPENDITURES			
Current			
Public works	107,879	111,334	(3,455)
Capital Outlay	<u>105,000</u>	<u>111,268</u>	<u>(6,268)</u>
Total Expenditures	<u>212,879</u>	<u>222,602</u>	<u>(9,723)</u>
Excess (deficiency) of revenues over expenditures	<u>88,515</u>	<u>94,416</u>	<u>5,901</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	16,050	16,050
Transfers out	<u>(193,515)</u>	<u>(193,603)</u>	<u>(88)</u>
Total Other Financing Sources (Uses)	<u>(193,515)</u>	<u>(177,553)</u>	<u>15,962</u>
Net Change in Fund Balance	<u>\$ (105,000)</u>	<u>(83,137)</u>	<u>\$ 21,863</u>
FUND BALANCE - Beginning of Year		<u>86,505</u>	
FUND BALANCE - END OF YEAR		<u>\$ 3,368</u>	

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STATISTICAL SECTION

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STATISTICAL SECTION

This section of the Village of Bayside's comprehensive annual financial report presents detailed information as context for understanding the information in the financial statements, note disclosures and required supplementary information says about the Village's overall financial health

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performances and well-being have changed over time.	84
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	96
Debt These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the ability to issue additional debt in the future.	100
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	102
Operating Information These schedules contain services and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities performed. The Village of Bayside implemented GASB 34 in 2004; schedules presenting government-wide information include information beginning in 2004.	104
Sources Unless otherwise noted, the information in these schedules is derived from the audited comprehensive annual financial reports for the relevant year	

**Village of Bayside, Wisconsin
NET POSITION BY COMPONENT
LAST NINE FISCAL YEARS (1)**

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Government activities				
Invested in capital assets, net of related debt	\$1,546,750	\$3,115,236	\$3,523,243	\$2,788,225
Restricted		\$25,779	\$46,830	\$681,215
Unrestricted	<u>\$1,386,614</u>	<u>\$423,186</u>	<u>\$200,795</u>	<u>\$505,818</u>
 Total governmental activities net position	 <u>\$2,933,364</u>	 <u>\$3,564,201</u>	 <u>\$3,770,868</u>	 <u>\$3,975,258</u>
 Business-type activities				
Invested in capital assets, net of related debt		\$1,254,154	\$1,387,133	\$1,606,787
Restricted		\$37,938	\$38,835	\$39,754
Unrestricted		<u>\$332,469</u>	<u>\$243,474</u>	<u>\$118,143</u>
 Total business-type activities net position	 <u>\$0</u>	 <u>\$1,624,561</u>	 <u>\$1,669,442</u>	 <u>\$1,764,684</u>
 Total Primary Government				
Invested in capital assets, net of related debt	\$1,546,750	\$4,369,390	\$4,910,376	\$4,395,012
Restricted	\$0	\$63,717	\$85,665	\$720,969
Unrestricted	<u>\$1,386,614</u>	<u>\$755,655</u>	<u>\$444,269</u>	<u>\$623,961</u>
 Total primary government net position	 <u>\$2,933,364</u>	 <u>\$5,188,762</u>	 <u>\$5,440,310</u>	 <u>\$5,739,942</u>

(1) Information for 2003 not available

**Village of Bayside, Wisconsin
NET POSITION BY COMPONENT
LAST NINE FISCAL YEARS (1)**

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$3,927,962	\$4,146,891	\$4,983,227	\$5,457,005	\$7,129,327
\$10,842	\$4,337	\$1,969,375	\$61,651	\$58,574
\$526,918	\$289,362	(\$1,378,090)	\$1,948,278	\$1,440,406
<hr/>				
\$4,465,722	\$4,440,590	\$5,574,512	\$7,466,934	\$8,628,307
<hr/>				
\$1,623,881	\$1,683,446	\$1,745,643	\$1,774,382	\$1,627,219
\$40,694	\$41,657	\$43,651	\$43,650	\$44,683
\$226,509	\$225,789	\$172,960	\$231,575	\$275,811
<hr/>				
\$1,891,084	\$1,950,892	\$1,962,254	\$2,049,607	\$1,947,713
<hr/>				
\$5,551,843	\$5,830,337	\$6,728,870	\$7,231,387	\$8,756,546
\$51,536	\$45,994	\$2,013,026	\$105,301	\$103,257
\$753,427	\$515,151	(\$1,205,130)	\$2,179,853	\$1,716,217
<hr/>				
\$6,356,806	\$6,391,482	\$7,536,766	\$9,516,541	\$10,576,020
<hr/>				

Village of Bayside, Wisconsin
CHANGES IN NET POSITION
LAST NINE FISCAL YEARS (1)

Expenses	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Government activities				
General government	\$794,217	\$973,780	\$754,357	\$908,881
Public safety	\$2,830,237	\$3,028,212	\$2,945,131	\$2,942,396
Public works	\$669,866	\$1,247,580	\$1,159,858	\$1,146,186
Leisure activities	\$152,196	\$153,637	\$144,499	\$149,429
Conservation and development	\$58,177	\$10,608	\$3,221	\$6,067
Interest and fiscal changes	\$537,214	\$420,653	\$421,744	\$419,070
Total Governmental Activities	<u>\$5,041,907</u>	<u>\$5,834,470</u>	<u>\$5,428,810</u>	<u>\$5,572,029</u>
Business-type activities-Sewer Utility	\$308,599	\$435,903	\$497,973	\$489,502
Total primary government expenses	<u>\$5,350,506</u>	<u>\$6,270,373</u>	<u>\$5,926,783</u>	<u>\$6,061,531</u>
Revenues	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Governmental Activities				
Charges for services				
General government	\$92,156	\$35,651	\$45,513	\$58,613
Public safety	\$658,063	\$566,998	\$545,073	\$499,087
Public works	\$23,643	\$24,502	\$13,229	\$18,632
All other charges	\$41,080	\$29,845	\$18,737	\$21,319
Operating grants and contributions				
General government				\$5,038
Public safety	\$39,760	\$17,429	\$24,324	\$97,819
Public works	\$397,200	\$33,245	\$33,237	\$33,202
Culture, education and recreation	\$27,239			\$1,250
Capital grants and contributions				
Public safety		\$150,000		
Public works		\$366,461	\$354,529	\$367,890
Other			\$55,000	
Total governmental activities program revenue	<u>\$1,279,141</u>	<u>\$1,224,131</u>	<u>\$1,089,642</u>	<u>\$1,102,850</u>
Business-type activities				
Charges for service				
Sewer	\$352,780	\$406,744	\$490,792	\$572,646
Operating grants and contributions				
Total business-type activities program revenue	<u>\$352,780</u>	<u>\$406,744</u>	<u>\$490,792</u>	<u>\$572,646</u>
Total primary government program revenues	<u>\$1,631,921</u>	<u>\$1,630,875</u>	<u>\$1,580,434</u>	<u>\$1,675,496</u>
Net (Expense) Revenue				
Governmental Activities	(\$3,762,766)	(\$4,610,339)	(\$4,339,168)	(\$4,469,179)
Business-type activities	\$44,181	(\$29,159)	(\$7,181)	\$83,144
Total primary government net revenue	<u>(\$3,718,585)</u>	<u>(\$4,639,498)</u>	<u>(\$4,346,349)</u>	<u>(\$4,386,035)</u>
General Revenue and Other Changes in Net Assets				
Governmental Activities				
Taxes				
Property taxes, levied for general purposes	\$3,222,366	\$3,350,866	\$3,420,196	\$3,461,595
Property taxes, levied for debt services	\$495,424	\$519,992	\$596,156	\$653,059
Other taxes	\$75,306	\$54,906	\$47,377	\$44,852
Intergovernmental revenues not restricted to specific	\$246,945	\$221,453	\$224,793	\$230,041
Investment income	\$109,323	\$83,033	\$199,062	\$203,203
Gain/loss on disposal of assets	(\$148,169)			
Special Item Actuarial gain				
Miscellaneous		\$62,577	\$63,274	\$80,819
Total governmental activities revenue	<u>\$4,001,195</u>	<u>\$4,292,827</u>	<u>\$4,550,858</u>	<u>\$4,673,569</u>
Business-type activities				
Investment income		\$41,961	\$47,039	\$12,098
Total business-type activities	<u>\$0</u>	<u>\$41,961</u>	<u>\$47,039</u>	<u>\$12,098</u>
Total primary government	<u>\$4,001,195</u>	<u>\$4,334,788</u>	<u>\$4,597,897</u>	<u>\$4,685,667</u>
Changes in Net Position				
Governmental activities	\$238,429	(\$317,512)	\$211,690	\$204,390
Business-type activities	\$44,181	\$12,802	\$39,858	\$95,242
Total primary government	<u>\$282,610</u>	<u>(\$304,710)</u>	<u>\$251,548</u>	<u>\$299,632</u>

(1) Information for 2003 not available

**Village of Bayside, Wisconsin
CHANGES IN NET POSITION
LAST NINE FISCAL YEARS (1)**

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$892,230	\$1,048,448	\$666,163	\$711,358	\$693,125
\$3,060,670	\$3,137,739	\$3,342,449	\$3,492,057	\$5,005,803
\$1,158,728	\$1,444,265	\$1,125,507	\$1,024,659	\$1,253,156
\$147,827	\$165,315	\$168,974	\$209,055	\$175,234
\$5,298	\$16,865	\$88,254	\$100,961	\$81,448
\$378,120	\$350,601	\$332,307	\$307,047	\$295,278
<u>\$5,642,873</u>	<u>\$6,163,233</u>	<u>\$5,723,654</u>	<u>\$5,845,137</u>	<u>\$7,504,044</u>
\$593,314	\$647,662	\$742,965	\$701,639	\$1,009,761
<u>\$6,236,187</u>	<u>\$6,810,895</u>	<u>\$6,466,619</u>	<u>\$6,546,776</u>	<u>\$8,513,805</u>
<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$54,636	\$52,612	\$69,325	\$74,091	\$102,692
\$588,606	\$557,859	\$662,777	\$522,801	\$367,632
\$23,339	\$8,711	\$260,880	\$318,560	\$343,112
\$18,101	\$12,380		\$9,082	\$14,667
		\$1,389	\$2,893	\$3,854
\$209,460	\$196,158	\$43,951	\$68,439	\$31,080
\$41,983	\$54,614	\$123,838	\$85,472	\$51,082
\$78,997		\$10,142		
		\$50,197	\$1,343,698	\$841,925
\$360,134	\$369,787	\$433,362	\$368,669	\$331,802
<u>\$1,375,256</u>	<u>\$1,252,121</u>	<u>\$1,655,861</u>	<u>\$2,793,705</u>	<u>\$2,087,846</u>
\$703,127	\$697,491	\$735,564	\$778,973	\$905,741
\$13,635	\$9,582	\$18,241	\$8,883	
\$716,762	\$707,073	\$753,805	\$787,856	\$905,741
<u>\$2,092,018</u>	<u>\$1,959,194</u>	<u>\$2,409,666</u>	<u>\$3,581,561</u>	<u>\$2,993,587</u>
(\$4,267,617)	(\$4,911,112)	(\$4,067,793)	(\$3,051,432)	(\$5,416,198)
\$123,448	\$59,411	\$10,840	\$86,217	(\$104,020)
<u>(\$4,144,169)</u>	<u>(\$4,851,701)</u>	<u>(\$4,056,953)</u>	<u>(\$2,965,215)</u>	<u>(\$5,520,218)</u>
\$3,585,444	\$3,620,670	\$3,782,021	\$3,825,947	\$3,802,088
\$659,034	\$703,584	\$542,232	\$546,841	\$570,699
\$50,025	\$41,603	\$45,850	\$48,507	\$54,947
\$228,396	\$233,276	\$217,427	\$293,224	\$1,875,554
\$133,126	\$108,921	\$73,464	\$40,335	\$86,884
\$8,225				
		\$393,105		
\$93,831	\$177,926	\$147,616	\$189,000	\$187,399
<u>\$4,758,081</u>	<u>\$4,885,980</u>	<u>\$5,201,715</u>	<u>\$4,943,854</u>	<u>\$6,577,571</u>
\$2,952	\$397	\$522	\$1,136	\$2,126
<u>\$2,952</u>	<u>\$397</u>	<u>\$522</u>	<u>\$1,136</u>	<u>\$2,126</u>
<u>\$4,761,033</u>	<u>\$4,886,377</u>	<u>\$5,202,237</u>	<u>\$4,944,990</u>	<u>\$6,579,697</u>
\$490,464	(\$25,132)	\$1,133,922	\$1,892,422	\$1,161,373
\$126,400	\$59,808	\$11,362	\$87,353	-\$101,894
<u>\$616,864</u>	<u>\$34,676</u>	<u>\$1,145,284</u>	<u>\$1,979,775</u>	<u>\$1,059,479</u>

**Village of Bayside, Wisconsin
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General Fund					
Nonspendable					
Restricted					
Committed					
Assigned					
Unassigned					
Reserved	\$31,776	\$34,078	\$42,097	\$38,362	\$136,784
Unreserved	\$777,547	\$799,457	\$750,557	\$860,545	\$749,556
Total General Fund	<u>\$809,323</u>	<u>\$833,535</u>	<u>\$792,654</u>	<u>\$898,907</u>	<u>\$886,340</u>
Other Governmental Funds					
Nonspendable					
Restricted					
Committed					
Assigned					
Unassigned					
Reserved	\$899,759	\$4,509	\$14,471	\$13,307	\$821,615
Unreserved					
Special Revenue Funds	\$463,765	\$477,820	\$59,193	\$57,047	\$63,432
Capital Project Funds	\$1,011,398	\$695,862	\$591,657	\$230,074	\$302,554
Total Other Funds	<u>\$2,374,922</u>	<u>\$1,178,191</u>	<u>\$665,321</u>	<u>\$300,428</u>	<u>\$1,187,601</u>
All Governmental Funds					
Nonspendable					
Restricted					
Committed					
Assigned					
Unassigned					
Reserved	\$2,406,698	\$38,587	\$50,517	\$108,716	\$822,212
Unreserved	\$777,547	\$1,973,139	\$1,407,458	\$1,090,619	\$1,251,729
Total All Governmental Funds	<u>\$3,184,245</u>	<u>\$2,011,726</u>	<u>\$1,457,975</u>	<u>\$1,199,335</u>	<u>\$2,073,941</u>

**Village of Bayside, Wisconsin
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
			\$28,928	\$40,027
			\$233,074	\$266,294
			\$740,791	\$672,667
\$176,129	\$239,357	\$94,869		
\$727,170	\$866,828	\$1,043,750		
<u>\$903,299</u>	<u>\$1,106,185</u>	<u>\$1,138,619</u>	<u>\$1,002,793</u>	<u>\$978,988</u>
			\$13,606	\$29,019
			\$1,059,879	\$159,183
			\$1,212,015	\$706,659
				-\$23,604
\$124,424	\$341,328	\$187,767		
\$38,074	\$73,432	\$17,795		
\$413,132	\$89,026	\$173,034		
<u>\$575,630</u>	<u>\$503,786</u>	<u>\$378,596</u>	<u>\$2,285,500</u>	<u>\$871,257</u>
			\$42,534	\$69,046
			\$1,059,879	\$159,183
			\$1,212,015	\$706,659
			\$233,074	\$266,294
			\$740,791	\$649,063
\$431,789	\$388,490	\$282,636		
\$1,047,140	\$1,221,481	\$1,234,579		
<u>\$1,478,929</u>	<u>\$1,609,971</u>	<u>\$1,517,215</u>	<u>\$3,288,293</u>	<u>\$1,850,245</u>

Village of Bayside, Wisconsin
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Revenues					
Taxes	\$3,756,907	\$3,757,546	\$3,925,763	\$4,063,729	\$4,159,506
Intergovernmental	\$764,656	\$1,030,417	\$1,101,977	\$867,938	\$926,050
Licenses and Permits	\$75,501	\$85,101	\$130,238	\$135,886	\$161,603
Fines, forfeitures and penalties			\$57,001	\$66,440	\$61,874
Public charges for services	\$525,909	\$162,559	\$140,948	\$118,979	\$107,878
Intergovernmental charges for services			\$10,081	\$269,778	\$240,621
Investment income			\$83,033	\$199,062	\$203,203
Miscellaneous	\$579,313	\$387,345	\$9,145	\$8,013	\$17,700
Total Revenues	\$5,702,286	\$5,422,968	\$5,458,186	\$5,729,825	\$5,878,435
Expenditures					
General Government	\$856,443	\$708,507	\$731,120	\$694,610	\$809,924
Public safety	\$2,776,178	\$2,789,059	\$2,952,057	\$2,957,360	\$2,871,269
Public works	\$919,957	\$818,603	\$872,091	\$860,905	\$875,225
Culture, recreation and education	\$147,267	\$146,881	\$148,630	\$139,492	\$144,422
Health and Human Services	\$50,956	\$58,177	\$8,336	\$3,221	\$6,067
Capital Outlays	\$3,295,157	\$1,479,356	\$258,520	\$633,799	\$185,304
Debt Service					.
Principal	\$195,520	\$3,841,740	\$673,480	\$372,553	\$436,392
Interest and fiscal charges	\$437,751	\$515,726	\$490,242	\$423,496	\$408,732
Total Expenditures	\$8,679,229	\$10,358,049	\$6,134,476	\$6,085,436	\$5,737,335
Excess (deficiency) of revenues over expenditures	-\$2,976,943	-\$4,935,081	-\$676,290	-\$355,611	\$141,100
Other Financing Sources (uses)					
Capital lease					
Proceed of long term debt	\$4,416,558	\$3,070,676	\$388,859	\$87,000	\$716,224
Retirement of unfunded pension liability	-\$266,027				
Debt payments to escrow agent					
Premium on debt issued					
Sale of capital assets		\$642,168	\$171,169	\$14,994	\$17,282
Transfers in	\$134,866	\$962,782	\$172,551	\$68,974	\$192,679
Transfers out	-\$134,866	-\$962,782	-\$172,551	-\$73,997	-\$192,679
Capital lease obligation					
Total Other Financing Sources (uses)	\$4,150,531	\$3,712,844	\$560,028	\$96,971	\$733,506
Net Change in Fund Balances	\$1,173,588	-\$1,222,237	-\$116,262	-\$258,640	\$874,606
Debt Services as a percentage of non-capital outlay expenditures	11.76%	49.08%	19.80%	14.60%	15.22%

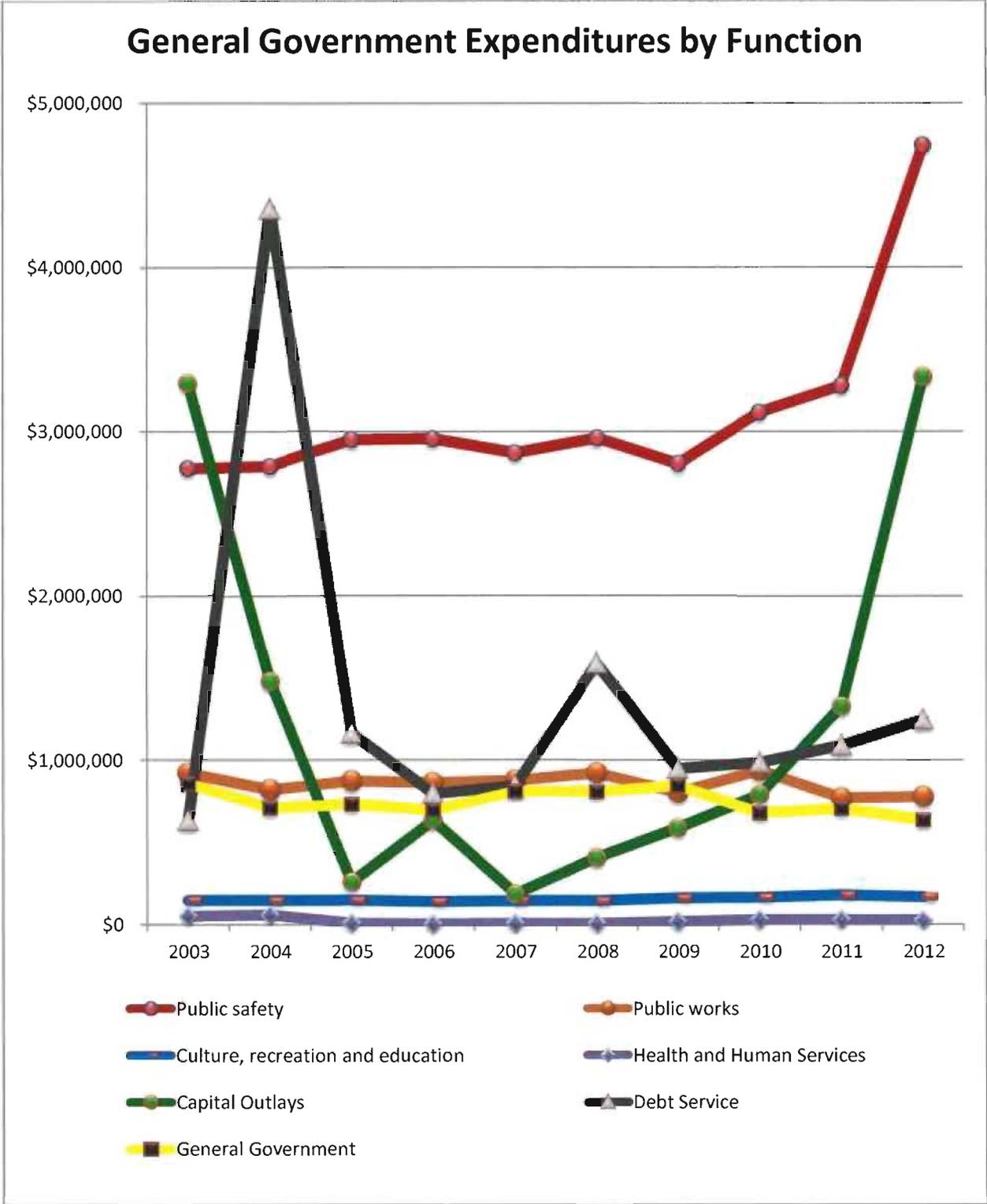
Village of Bayside, Wisconsin
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$4,294,503	\$4,365,857	\$4,370,103	\$4,421,295	\$4,427,734
\$1,105,703	\$1,042,318	\$1,153,405	\$1,717,164	\$614,228
\$158,969	\$158,308	\$174,981	\$188,418	\$226,852
\$44,153	\$66,358	\$56,240	\$65,623	\$73,355
\$164,540	\$115,888	\$315,220	\$344,475	\$372,566
\$296,937	\$285,151	\$333,332	\$416,428	\$2,780,361
\$133,126	\$108,921	\$73,464	\$40,335	\$86,886
\$32,633	\$93,546	\$68,558	\$103,790	\$105,824
<u>\$6,230,564</u>	<u>\$6,236,347</u>	<u>\$6,545,303</u>	<u>\$7,297,528</u>	<u>\$8,687,806</u>
\$807,709	\$843,809	\$677,300	\$704,716	\$633,991
\$2,961,293	\$2,806,510	\$3,116,555	\$3,278,101	\$4,745,842
\$921,190	\$802,314	\$936,106	\$769,510	\$776,175
\$144,009	\$160,510	\$164,210	\$179,034	\$167,158
\$5,298	\$16,865	\$28,104	\$28,522	\$26,245
\$406,668	\$586,800	\$789,601	\$1,327,258	\$3,333,365
\$1,207,342	\$600,429	\$657,628	\$737,009	\$909,679
\$382,343	\$347,875	\$327,576	\$352,779	\$337,958
<u>\$6,835,852</u>	<u>\$6,165,112</u>	<u>\$6,697,080</u>	<u>\$7,376,929</u>	<u>\$10,930,413</u>
<u>-\$605,288</u>	<u>\$71,235</u>	<u>-\$151,777</u>	<u>-\$79,401</u>	<u>-\$2,242,607</u>
	\$46,825	\$23,625	\$1,758,741	\$1,605,000
				-\$1,587,681
			\$17,666	
\$10,276	\$12,982	\$35,396	\$11,258	\$12,240
\$80,077	\$152,747	\$446,473	\$343,836	\$506,137
-\$80,077	-\$152,747	-\$446,473	-\$343,836	-\$506,137
			\$62,814	\$775,000
<u>\$10,276</u>	<u>\$59,807</u>	<u>\$59,021</u>	<u>\$1,850,479</u>	<u>\$804,559</u>
<u>-\$595,012</u>	<u>\$131,042</u>	<u>-\$92,756</u>	<u>\$1,771,078</u>	<u>-\$1,438,048</u>
24.73%	17.00%	16.68%	18.01%	16.42%

**Village of Bayside, Wisconsin
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS**

Fiscal Year	General Government		Public safety		Public works		Culture, recreation and education	
2003	\$856,443	9.90%	\$2,776,178	32.00%	\$919,957	10.60%	\$147,267	1.70%
2004	\$708,507	6.80%	\$2,789,059	26.90%	\$818,603	7.90%	\$146,881	1.40%
2005	\$731,120	11.90%	\$2,952,057	48.10%	\$872,091	14.20%	\$148,630	2.40%
2006	\$694,610	11.40%	\$2,957,360	48.60%	\$860,905	14.10%	\$139,492	2.30%
2007	\$809,924	14.10%	\$2,871,269	50.00%	\$875,225	15.30%	\$144,422	2.50%
2008	\$807,709	11.80%	\$2,961,293	43.30%	\$921,190	13.50%	\$144,009	2.10%
2009	\$843,809	13.70%	\$2,806,510	45.50%	\$802,314	13.00%	\$160,510	2.60%
2010	\$677,300	10.11%	\$3,116,555	46.54%	\$936,106	13.98%	\$164,210	2.45%
2011	\$704,716	9.55%	\$3,278,101	44.44%	\$769,510	10.43%	\$179,034	2.43%
2012	\$633,991	5.80%	\$4,745,842	43.42%	\$776,175	7.10%	\$167,158	1.53%

Fiscal Year	Health and Human Services		Capital Outlays		Debt Service		Total Expenditures
2003	\$50,956	0.60%	\$3,295,157	38.00%	\$633,271	7.30%	\$8,679,229
2004	\$58,177	0.60%	\$1,479,356	14.30%	\$4,357,466	42.10%	\$10,358,049
2005	\$8,336	0.10%	\$258,520	4.20%	\$1,163,722	19.00%	\$6,134,476
2006	\$3,221	0.10%	\$633,799	10.40%	\$796,049	13.10%	\$6,085,436
2007	\$6,067	0.10%	\$185,304	3.20%	\$845,124	14.70%	\$5,737,335
2008	\$5,298	0.10%	\$406,668	5.90%	\$1,589,685	23.30%	\$6,835,852
2009	\$16,865	0.30%	\$586,800	9.50%	\$948,304	15.40%	\$6,165,112
2010	\$28,104	0.42%	\$789,601	11.8%	\$985,204	14.71%	\$6,697,080
2011	\$28,522	0.39%	\$1,327,258	18.0%	\$1,089,788	14.77%	\$7,376,929
2012	\$26,245	0.24%	\$3,333,365	30.5%	\$1,247,637	11.41%	\$10,930,413



**Village of Bayside, Wisconsin
GENERAL GOVERNMENTAL REVENUES BY FUNCTION
LAST TEN FISCAL YEARS**

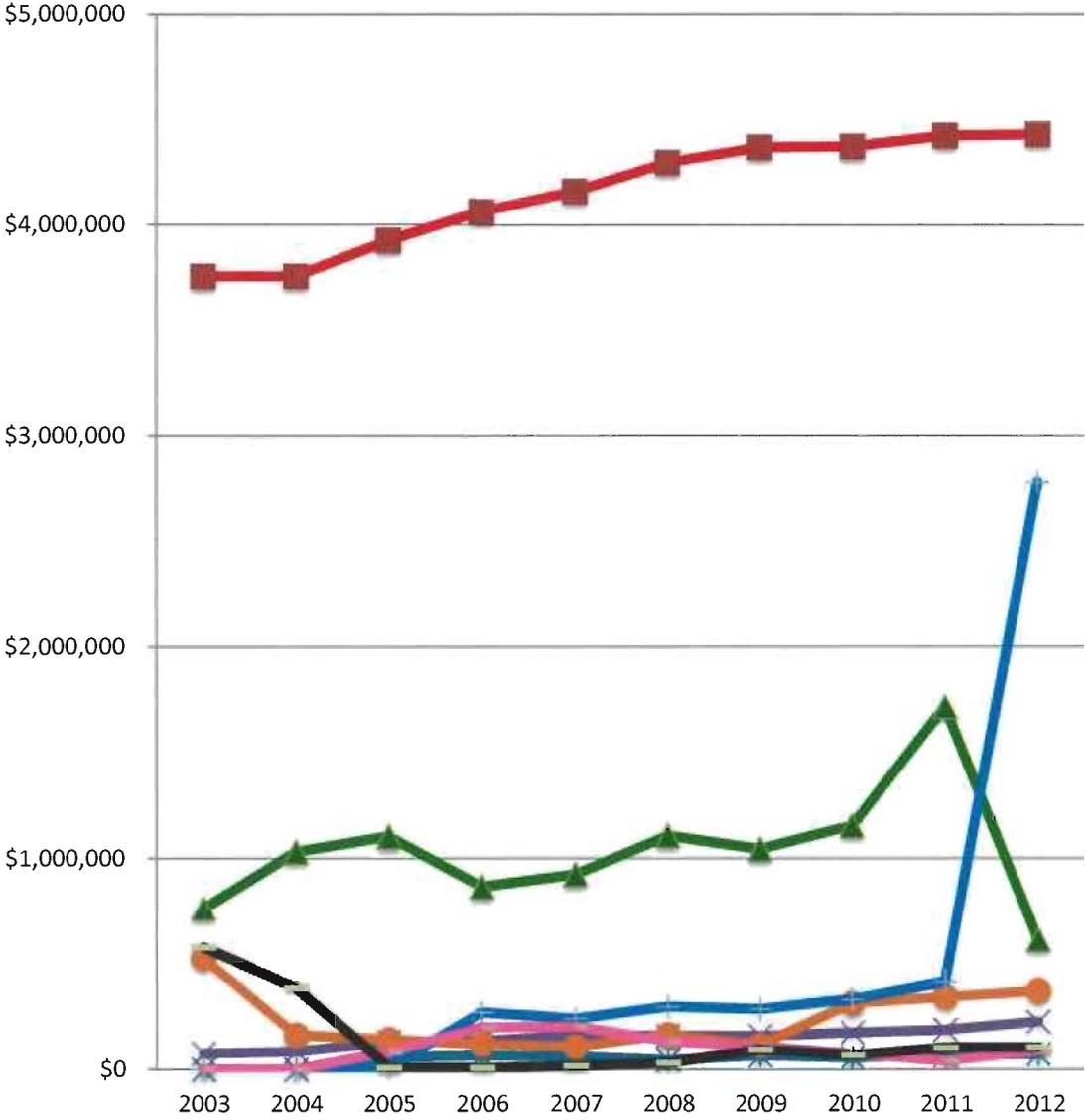
Year	Taxes		Intergovernmental		Licenses and Permits		Fines, forfeitures and penalties	
2003	\$3,756,907	65.88%	\$764,656	13.41%	\$75,501	1.32%		0.00%
2004	\$3,757,546	69.29%	\$1,030,417	19.00%	\$85,101	1.57%		0.00%
2005	\$3,925,763	71.92%	\$1,101,977	20.19%	\$130,238	2.39%	\$57,001	1.04%
2006	\$4,063,729	70.92%	\$867,938	15.15%	\$135,886	2.37%	\$66,440	1.16%
2007	\$4,159,506	70.76%	\$926,050	15.75%	\$161,603	2.75%	\$61,874	1.05%
2008	\$4,294,503	68.93%	\$1,105,703	17.75%	\$158,969	2.55%	\$44,153	0.71%
2009	\$4,365,857	70.01%	\$1,042,318	16.71%	\$158,308	2.54%	\$66,358	1.06%
2010	\$4,370,103	66.77%	\$1,153,405	17.62%	\$174,981	2.67%	\$56,240	0.86%
2011	\$4,421,295	60.59%	\$1,717,164	23.53%	\$188,418	2.58%	\$65,623	0.90%
2012	\$4,427,734	50.96%	\$614,228	7.07%	\$226,852	2.61%	\$73,355	0.84%

Year	Public charges for services		Intergovernmental charges for services		Investment income		Miscellaneous		Total Revenues
2003	\$525,909	9.22%		0.00%		0.00%	\$579,313	10.16%	\$5,702,286
2004	\$162,559	3.00%		0.00%		0.00%	\$387,345	7.14%	\$5,422,968
2005	\$140,948	2.58%	\$10,081	0.18%	\$83,033	1.52%	\$9,145	0.17%	\$5,458,186
2006	\$118,979	2.08%	\$269,778	4.71%	\$199,062	3.47%	\$8,013	0.14%	\$5,729,825
2007	\$107,878	1.84%	\$240,621	4.09%	\$203,203	3.46%	\$17,700	0.30%	\$5,878,435
2008	\$164,540	2.64%	\$296,937	4.77%	\$133,126	2.14%	\$32,633	0.52%	\$6,230,564
2009	\$115,888	1.86%	\$285,151	4.57%	\$108,921	1.75%	\$93,546	1.50%	\$6,236,347
2010	\$315,220	4.82%	\$333,332	5.09%	\$73,464	1.12%	\$68,558	1.05%	\$6,545,303
2011	\$344,475	4.72%	\$416,428	5.71%	\$40,335	0.55%	\$103,790	1.42%	\$7,297,528
2012	\$372,566	4.29%	\$2,780,361	32.00%	\$86,886	1.00%	\$105,824	1.22%	\$8,687,806

**UNASSIGNED FUND BALANCE AS A PERCENTAGE OF OPERATING REVENUE
LAST TEN FISCAL YEARS
Village of Bayside, Wisconsin**

Year	Unassigned Fund Balances	Net Operating Revenues	Unassigned Fund Balances as a % of Net Operating Revenues
2001	\$1,072,530	\$3,121,710	34.36%
2002	\$898,113	\$3,114,978	28.83%
2003	\$809,314	\$3,202,691	25.27%
2004	\$833,535	\$3,308,919	25.19%
2005	\$792,654	\$3,345,227	23.70%
2006	\$860,981	\$3,510,111	24.53%
2007	\$814,708	\$3,590,785	22.69%
2008	\$727,503	\$3,550,277	20.49%
2009	\$1,221,481	\$3,572,629	34.19%
2010	\$1,234,579	\$3,638,124	33.93%
2011	\$740,791	\$3,511,250	21.10%
2012	\$672,667	\$3,725,367	18.06%

General Government Revenues by Function



- Taxes
- ◆ Licenses and Permits
- Public charges for services
- Investment income
- ▲ Intergovernmental
- ★ Fines, forfeitures and penalties
- ★ Intergovernmental charges for services
- Miscellaneous

Village of Bayside, Wisconsin
ASSESSED AND EQUALIZED VALUATIONS OF TAXABLE PROPERTY
BY COUNTY
LAST TEN FISCAL YEARS

	Milwaukee County Residential	Milwaukee County Commercial & Manufacturing	Milwaukee County Personal Property	Total Assessed Valuation	Total Equalized Valuation	Ratio of Assessed to Equalized
2003	\$470,350,000	\$59,837,700	\$4,372,740	\$534,560,440	\$528,770,404	101.10%
2004	\$471,774,900	\$58,521,500	\$4,004,570	\$534,300,970	\$551,621,898	96.86%
2005	\$523,070,800	\$63,007,300	\$3,346,830	\$589,424,930	\$585,589,320	100.66%
2006	\$530,928,500	\$63,007,300	\$2,710,100	\$596,645,900	\$622,680,157	95.82%
2007	\$559,724,450	\$74,106,700	\$3,171,100	\$637,002,250	\$640,010,298	99.53%
2008	\$553,654,500	\$71,928,100	\$2,909,600	\$628,492,200	\$639,101,281	98.34%
2009	\$550,959,500	\$70,131,900	\$2,802,700	\$623,894,100	\$639,695,300	97.53%
2010	\$549,202,500	\$71,607,100	\$2,663,800	\$623,473,400	\$615,319,000	101.33%
2011	\$522,115,700	\$68,630,200	\$3,662,900	\$594,408,800	\$604,307,300	98.36%
2012	\$478,863,800	\$61,468,000	\$3,399,700	\$543,731,500	\$561,263,900	96.88%

	Ozaukee County Residential	Ozaukee County Commercial & Manufacturing	Ozaukee County Personal Property	Total Assessed Valuation	Total Equalized Valuation	Ratio of Assessed to Equalized
2003	\$23,148,900	\$0	\$0	\$23,148,900	\$21,247,464	108.95%
2004	\$22,017,500	\$0	\$0	\$22,017,500	\$22,456,754	98.04%
2005	\$25,194,600	\$0	\$0	\$25,194,600	\$23,504,837	107.19%
2006	\$25,254,500	\$0	\$0	\$25,254,500	\$24,744,758	102.06%
2007	\$25,673,700	\$0	\$0	\$25,673,700	\$25,238,091	101.73%
2008	\$25,312,000	\$0	\$0	\$25,312,000	\$24,913,386	101.60%
2009	\$25,219,200	\$0	\$0	\$25,219,200	\$25,660,201	98.28%
2010	\$25,342,600	\$0	\$0	\$25,342,600	\$24,848,900	101.99%
2011	\$24,522,200	\$0	\$0	\$24,522,200	\$24,787,400	98.93%
2012	\$23,439,900	\$0	\$0	\$23,439,900	\$23,463,400	99.90%

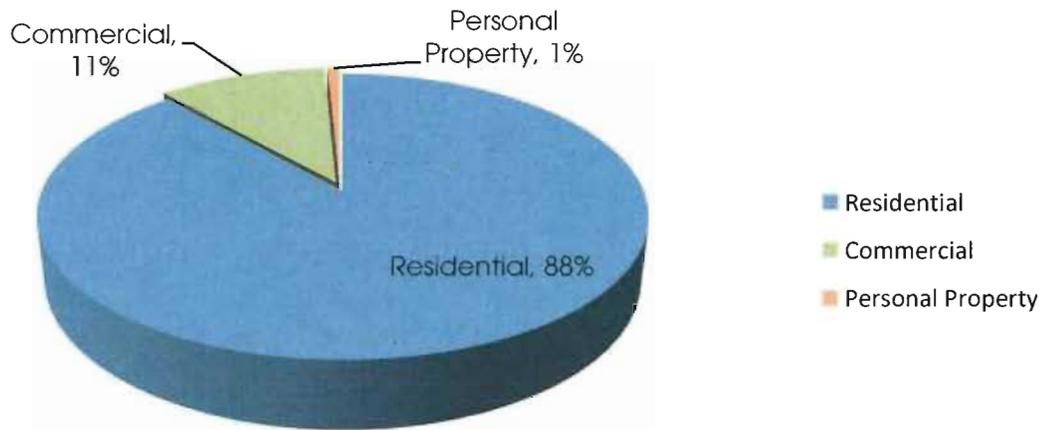
	Total Combined Assessed Value	Total Combined Equalized Value	Total Direct Tax Rate
2003	\$557,709,340	\$550,017,868	\$7.76
2004	\$556,318,470	\$574,078,652	\$6.67
2005	\$614,619,530	\$609,094,157	\$6.93
2006	\$621,900,400	\$647,424,915	\$6.53
2007	\$662,675,950	\$665,248,389	\$6.61
2008	\$653,804,200	\$664,014,667	\$6.40
2009	\$649,113,300	\$665,355,501	\$6.66
2010	\$648,816,000	\$663,068,300	\$6.74
2011	\$618,931,000	\$629,094,700	\$7.07
2012	\$567,171,400	\$584,727,300	\$7.71

Source: Equalized value rates were derived from the State of Wisconsin Department of Revenue.

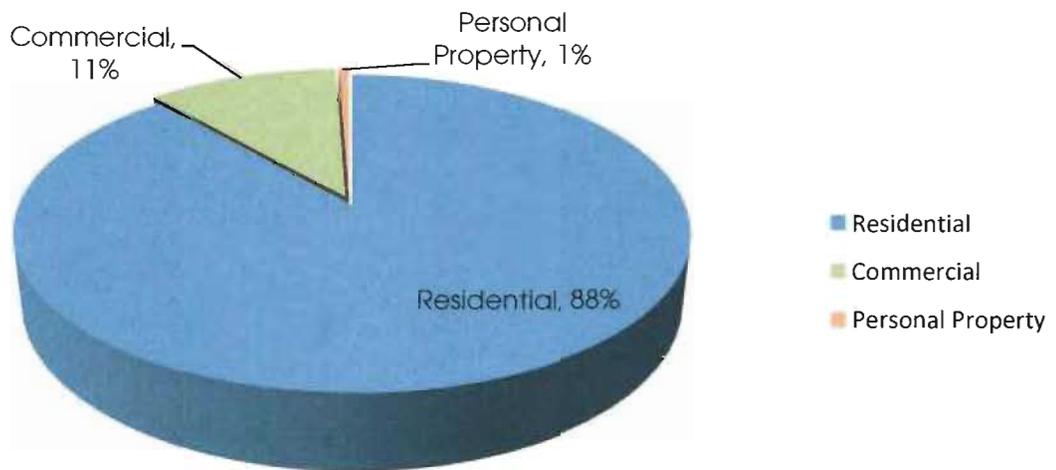
Note: The Total Direct Tax Rate is per \$1,000 of assessed value. Assessed and equalized value rates were as of January 1 of the year listed.

Village of Bayside, Wisconsin

2003 Assessed Value by Classification



2012 Assessed Value by Classification



Village of Bayside, Wisconsin
RATIO OF NET GENERAL OBLIGATION DEBT TO EQUALIZED VALUE
LAST TEN FISCAL YEARS

As of December 31,	Total (Gov. + Business- Like)	Governmental	Business-Like (G.O.)	Less: Funds Available for Debt Service	Net Outstanding GO Debt	Debt Limit	Legal Margin for New Debt
2003	\$10,921,946	\$11,328,298		-\$406,352	\$10,921,946	\$27,451,835	\$16,529,889
2004	\$10,992,110	\$10,992,110			\$10,992,110	\$27,580,250	\$16,588,140
2005	\$11,812,383	\$10,663,908	\$1,148,475		\$11,812,383	\$29,363,890	\$17,614,841
2006	\$13,411,478	\$10,511,414	\$2,900,064		\$13,411,478	\$32,370,975	\$20,471,944
2007	\$12,833,635	\$10,787,024	\$2,865,579	-\$818,968	\$12,833,635	\$33,260,180	\$21,017,149
2008	\$12,194,786	\$9,580,818	\$2,731,978	-\$118,010	\$12,194,786	\$33,067,895	\$22,125,220
2009	\$10,252,801	\$8,777,791	\$1,475,010	-\$76,815	\$10,175,986	\$33,267,775	\$23,368,052
2010	\$9,645,996	\$7,790,177	\$1,855,819	-\$175,068	\$9,470,928	\$32,008,395	\$22,362,399
2011	\$10,884,139	\$9,169,218	\$1,714,921	-\$105,301	\$10,778,838	\$31,454,735	\$20,675,897
2012	\$10,027,925	\$8,441,621	\$1,586,304	-\$103,257	\$9,924,668	\$29,235,865	\$19,311,197

As of December 31,	Ratio of Debt to Debt Limit	Equalized Assessed Value	Ratio of Debt to Equalized Assessed Value	Net General Obligation Debt per Capita
2000	36.20%	\$437,396,502	1.74%	\$1,688
2001	33.60%	\$467,862,758	1.66%	\$1,796
2002	34.10%	\$509,169,057	1.71%	\$2,011
2003	39.80%	\$550,017,868	1.99%	\$2,540
2004	39.90%	\$574,078,652	1.91%	\$2,565
2005	40.20%	\$609,094,157	1.94%	\$2,771
2006	41.40%	\$647,424,915	2.07%	\$3,188
2007	38.60%	\$665,248,389	1.93%	\$3,070
2008	36.90%	\$664,014,667	1.84%	\$2,923
2009	34.60%	\$665,355,501	1.73%	\$2,757
2010	29.59%	\$663,068,300	1.43%	\$2,270
2011	34.27%	\$629,094,700	1.71%	\$2,459
2012	33.95%	\$584,727,300	1.70%	\$2,266

	2012 Equalized Value	% in Village	Total G.O. Debt	Village's Proportionate Share
Milwaukee County	\$57,782,302,300	0.01032%	\$745,865,000	\$76,973
Ozaukee County	\$10,345,569,700	0.23000%	\$20,085,000	\$46,196
Nicolet UHS School Dist	\$3,995,404,300	13.89030%	\$2,785,000	\$386,845
Fox Point Joint School Dist	\$1,127,357,696	28.42120%	\$6,405,000	\$1,820,378
Maple Dale-Indian Hill School Dist	\$929,202,217	30.19720%	\$3,180,800	\$960,513
Milwaukee Area Tech College Dist	\$71,045,921,328	0.79600%	\$118,560,000	\$943,738
Milwaukee Metro Sewerage Dist	\$56,637,438,900	0.97900%	\$1,009,013,839	\$9,878,245
Village of Bayside	\$584,727,300	100.000%	\$10,027,925	\$10,027,925
				<u>\$24,140,813</u>

**Village of Bayside, Wisconsin
TOP TEN TAX PAYERS 2012**

Name of Taxpayer	Nature of Business	Assessed Value	Net Taxes Paid	Percent of Taxes Levied
White Oaks Apartments	Apartments	\$19,001,400	\$518,131	3.31%
J.Coury, R, Swanson, J.Coury, G.Coury, Mchapapata-Marsh	Apartments	\$7,766,400	\$211,728	1.35%
Bayside and S-L Company	Office Building	\$4,821,700	\$131,419	0.84%
500 Brown Deer LLC	Office Building	\$4,245,700	\$115,710	0.74%
La Macchia Real Estate LLC	Office Building	\$3,889,800	\$106,004	0.68%
Bayside Woods Company	Office Building	\$3,669,000	\$99,983	0.64%
La Macchia Real Estate VI LLC	Office Building	\$2,997,600	\$81,672	0.52%
Point Bay Company	Apartments	\$2,522,900	\$68,726	0.44%
North Shore Centers	Retail	\$2,229,000	\$60,552	0.39%
Daniel J Katz	Private Residence	\$2,064,700	\$57,987	0.37%

**Village of Bayside, Wisconsin
TOP TEN TAX PAYERS 2003**

Name of Taxpayer	Nature of Business	Assessed Value	Net Taxes Paid	Percent of Taxes Levied
Bayside Woods Apartments	Apartments	\$13,545,300	\$339,519	2.59%
Bayside Senior Housing	Senior Housing	\$7,708,400	\$193,364	1.47%
LaMacchia Real Estate	Office Building	\$6,529,600	\$174,054	1.33%
Bayside S-L Company	Office Building	\$5,612,500	\$140,702	1.07%
Frank & Dominic Guiffre Partnership	Office Building	\$4,153,300	\$104,170	0.79%
Towne Realty Inc	Apartments/Office Building	\$3,894,600	\$97,904	0.75%
BJ Miller & HA Rand	Apartments	\$3,050,100	\$76,551	0.58%
Holiday Funjets	Office Building	\$2,985,200	\$74,926	0.57%
Gregory & Kira Kleynerman	Private Residence	\$2,040,500	\$52,709	0.40%
Polly Van Dyke	Private Residence	\$2,017,400	\$52,115	0.40%

Village of Bayside, Wisconsin
COMPARATIVE TAX LEVIES FOR ALL DIRECT AND OVERLAPPING GOVERNMENTS AND TOTAL COLLECTIONS
LAST TEN FISCAL YEARS

Levy Year	Collection Year	State Taxes			County Taxes			Milwaukee Metro Sewer District		
		Milwaukee County	Ozaukee County	Total State	Milwaukee County	Ozaukee County	Total County	Milwaukee County	Ozaukee County	Total Sewerage District
2003	2004	\$105,558	\$4,249	\$109,807	\$2,521,796	\$41,193	\$2,562,990	\$835,350	\$36,174	\$871,524
2004	2005	\$110,321	\$4,491	\$114,812	\$2,515,648	\$41,131	\$2,556,778	\$845,477	\$36,840	\$882,317
2005	2006	\$110,162	\$4,409	\$114,571	\$2,497,756	\$41,777	\$2,539,533	\$831,703	\$35,551	\$867,254
2006	2007	\$109,349	\$4,345	\$113,694	\$2,443,999	\$41,818	\$2,485,818	\$807,846	\$34,194	\$842,040
2007	2008	\$108,606	\$4,283	\$112,889	\$2,488,855	\$40,692	\$2,529,547	\$819,394	\$33,025	\$852,419
2008	2009	\$108,132	\$4,173	\$112,304	\$2,523,571	\$40,097	\$2,563,669	\$821,312	\$33,078	\$854,390
2009	2010	\$108,560	\$4,355	\$112,915	\$2,653,527	\$43,101	\$2,696,629	\$846,863	\$34,232	\$881,095
2010	2011	\$104,423	\$4,217	\$108,640	\$2,740,037	\$43,292	\$2,783,329	\$887,513	\$36,075	\$923,588
2011	2012	\$102,555	\$4,207	\$106,761	\$2,850,964	\$43,867	\$2,894,831	\$913,142	\$37,671	\$950,813
2012	2013	\$95,250	\$3,980	\$99,230	\$2,831,654	\$43,332	\$2,874,987	\$913,327	\$39,373	\$952,700

Levy Year	Collection Year	Village of Bayside			School Dist of Fox Point J 2			Maple Dale-Indian Hill School District
		Milwaukee County	Ozaukee County	Total Village of Bayside	Milwaukee County	Ozaukee County	Total Fox Point J 2	
2003	2004	\$3,563,475	\$154,315	\$3,717,790	\$2,084,306	\$168,513	\$2,252,819	\$1,889,993
2004	2005	\$3,701,675	\$161,294	\$3,862,969	\$2,096,820	\$170,194	\$2,267,014	\$1,811,724
2005	2006	\$3,851,713	\$164,639	\$4,016,352	\$2,232,044	\$176,116	\$2,408,160	\$1,745,899
2006	2007	\$3,943,552	\$166,918	\$4,110,470	\$2,235,612	\$176,494	\$2,412,107	\$1,741,036
2007	2008	\$4,080,036	\$164,442	\$4,244,477	\$2,233,588	\$176,688	\$2,410,276	\$1,760,652
2008	2009	\$4,156,841	\$167,413	\$4,324,254	\$2,328,454	\$179,497	\$2,507,950	\$1,781,598
2009	2010	\$4,156,248	\$168,005	\$4,324,253	\$2,452,933	\$195,270	\$2,648,203	\$2,051,562
2010	2011	\$4,201,987	\$170,800	\$4,372,787	\$2,525,558	\$202,706	\$2,728,264	\$2,129,621
2011	2012	\$4,199,536	\$173,251	\$4,372,787	\$2,354,787	\$192,989	\$2,547,775	\$2,020,620
2012	2013	\$4,192,070	\$180,717	\$4,372,787	\$2,326,762	\$192,931	\$2,519,694	\$2,044,478

Levy Year	Collection Year	Nicolet Union High			Milwaukee Area Technical College			Taxes Levied
		Milwaukee County	Ozaukee County	Total Nicolet Union High	Milwaukee County	Ozaukee County	Total Milw Area Tech College	
2003	2004	\$2,421,433	\$97,480	\$2,518,913	\$1,042,193	\$41,956	\$1,084,149	\$13,117,992
2004	2005	\$2,428,012	\$98,848	\$2,526,860	\$1,069,561	\$43,543	\$1,113,104	\$13,323,854
2005	2006	\$2,466,850	\$98,731	\$2,565,581	\$1,105,430	\$44,243	\$1,149,673	\$13,661,123
2006	2007	\$2,453,378	\$97,489	\$2,550,867	\$1,102,362	\$43,805	\$1,146,167	\$13,661,162
2007	2008	\$2,539,701	\$100,156	\$2,639,857	\$1,134,063	\$44,723	\$1,178,786	\$13,968,251
2008	2009	\$2,450,960	\$94,580	\$2,545,540	\$1,169,426	\$45,127	\$1,214,553	\$14,122,660
2009	2010	\$2,545,371	\$102,103	\$2,647,474	\$1,222,264	\$49,029	\$1,271,293	\$14,587,477
2010	2011	\$2,419,449	\$97,706	\$2,517,155	\$1,180,760	\$47,684	\$1,228,444	\$15,577,299
2011	2012	\$2,603,719	\$106,799	\$2,710,518	\$1,175,922	\$48,234	\$1,224,156	\$15,638,694
2012	2013	\$2,619,895	\$109,477	\$2,729,372	\$1,188,869	\$49,679	\$1,238,548	\$15,649,749

**Village of Bayside, Wisconsin
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Year	Municipal Property Taxes Levied	Collected within the Fiscal Year of the Levy		Subsequent Years Collections	Total Collections to Date	
		Amount	% of Levy		Amount	% of Levy
2003	\$3,717,790	\$3,576,415	96.20%	\$141,375	\$3,717,790	100%
2004	\$3,862,969	\$3,729,749	96.55%	\$133,220	\$3,862,969	100%
2005	\$4,016,352	\$3,898,505	97.07%	\$117,847	\$4,016,352	100%
2006	\$4,110,470	\$3,951,902	96.14%	\$158,568	\$4,110,470	100%
2007	\$4,244,477	\$4,106,201	96.74%	\$138,276	\$4,244,477	100%
2008	\$4,324,254	\$4,175,010	96.55%	\$149,244	\$4,324,254	100%
2009	\$4,324,253	\$4,156,248	96.11%	\$168,005	\$4,324,253	100%
2010	\$4,372,787	\$4,212,019	96.32%	\$160,768	\$4,372,787	100%
2011	\$4,372,787	\$4,197,944	96.00%	\$174,843	\$4,372,787	100%
2012	\$4,372,787	*			\$2,593,763	59%

* Collections are in process

**Village of Bayside, Wisconsin
DEMOGRAPHIC STATISTICS**

**VILLAGE GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

Function	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government-Full Time	5	5	3	3	3	3	2	4	4	4
General Government-Part time			2	2	2	2	2	0	0	0
Public Safety	16	14	14	14	14	14	12	13	13	14
Police Administrative Assistant	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0	0	0
Dispatch	7	5	5	6	6	6	6	6	6	16
Municipal Court	0.75	0.75	0.75	0.75	0.75	0.75	0.75	1	1	1
Dept of Community & Utility Services (DCUS)	9	9	9	8.5	8.5	8.5	8	4	4	4
DCUS-Seasonal	3	4	3	3	2	2	0	2	1	0
Sanitary Sewer Utility				0.5	0.5	0.5	0.5	0.5	1	1
Stormwater Utility							0.5	0.5	1	1
Total	41	38	37	38	37	37	32	31	30	41

**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	7	7	7	8	8	8	8	8	8	8
Fire										
Stations	n/a	1	1	1	1	1	1	1	1	1
Fire Suppression Units	n/a	2	2	2	2	2	2	2	2	2
Department of Community and Utility Services										
Miles of Streets	46.3	46.3	46.3	46.3	46.3	46.3	46.3	46.3	46.3	46.3
Refuse Packers	3	3	3	3	3	3	3	3	3	3
Other heavy vehicles	1	1	1	1	1	1	1	1	1	2
Parks and Recreation										
Parks	1	1	1	1	1	1	1	1	1	1
Acreage	7.1	7.1	7.1	7.1	7.1	7.1	7.1	7.1	7.1	7.1
Wastewater										
Miles of Mains	25.58	25.58	25.58	25.58	25.58	25.58	25.58	25.58	25.58	25.58

**Village of Bayside, Wisconsin
AREA DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

Year	Population	Milwaukee- Waukesha- West Allis, WI Metropolitan Per Capita Personal Income	Unemployment Rate	Average Employed	Average Unemployed	Total Personal Income in thousands of dollars
2003	4,300	\$35,480	7.00%	744,303	32,496	\$173,247,922
2004	4,286	\$36,677	6.30%	743,732	28,792	\$180,303,031
2005	4,263	\$37,917	5.80%	747,150	26,399	\$186,545,156
2006	4,207	\$40,724	5.60%	758,722	25,724	\$198,556,011
2007	4,181	\$41,926	5.60%	767,486	26,438	\$206,647,824
2008	4,172	\$42,824	5.60%	763,882	25,992	\$215,329,861
2009	4,170	\$42,303	9.30%	728,273	43,364	\$209,595,406
2010	4,389	\$42,853	7.30%	731,200	57,500	\$217,562,455
2011	4,383	\$44,610	6.90%	733,700	54,700	\$228,887,665
2012	4,380	**	6.90%	734,900	54,800	**

** Information for 2012 not available

Source: Wisconsin Department of Workforce Development and the Bureau of Labor Statistics

**Village of Bayside, Wisconsin
MAJOR EMPLOYERS**

<u>Business Name</u>	<u># of Employees</u>	<u>% of County Employment</u>
Mark Travel	550	0.067%
Elisabeth Residence	80	0.010%
Schlitz Audubon Nature Center	53	0.006%
Bayside Middle School	53	0.006%
Village of Bayside	47	0.006%
Sendik's Bayside Market	30	0.004%
Maxfields	16	0.002%
Community Bark	13	0.002%
Bayside Garden Center	12	0.001%
Starbucks	10	0.001%
U.S. Bank	10	0.001%
Homestead Assisted Living Center	10	0.001%

Total Nonfarm employment Milwaukee-Waukesha-West Allis MSA, annual average 821,400

**Village of Bayside, Wisconsin
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Police										
Citations issued	1,462	1,467	1,292	1,458	1,039	1,017	1,624	1,235	1,501	1,806
Warnings issued	899	873	735	739	1,200	950	1,412	1,098	1,077	1,466
Calls for service	2,703	2,799	4,291	19,651	4,518	7,545	7,558	n/a	n/a	8,479
Total crimes	37	47	49	36	26	32	34	28	22	n/a
Inspections										
Total permits issued	686	861	727	586	965	804	696	625	683	860
Community & Utility Services										
Rubbish collected (tons)	1,224	1,327	1,455	1,497	1,427	1,344	1,187	1,178	1,115	1,033
Recycling collected (tons)	480	491	572	515	425	416	410	547	582	588.5
Municipal Court										
Court Cases Processed	1,275	1,436	1,100	1,291	1,307	913	1,458	942	1,462	1,709
Dispatch										
Number of Calls	n/a	25,180	45,450	40,381	35,472	46,533	33,858	n/a	34,000	24,489

Village of Bayside, Wisconsin
DIRECT AND OVERLAPPING PROPERTY TAX RATES
PER \$1,000 ASSESSED VALUE
LAST TEN FISCAL YEARS

Milwaukee County - Fox Point / Bayside School District

Fiscal Year	State of Wisconsin	Milwaukee County	Village of Bayside	Fox Point / Bayside School District	Nicolet High School	Milwaukee Area Technical College	Milwaukee Metro Sewerage District	Milwaukee County Sales Tax Credit	State School Credit	Net Tax Rate	Assessed Value
2003	\$0.1975	\$4.7175	\$6.6661	\$7.7856	\$4.5298	\$1.9496	\$1.5620	\$1.2700	\$1.6703	\$24.4677	\$267,712,400
2004	\$0.2065	\$4.7082	\$6.9280	\$7.7672	\$4.5442	\$2.0017	\$1.5823	\$1.2962	\$1.6597	\$24.7822	\$269,955,570
2005	\$0.1869	\$5.4116	\$6.5346	\$7.4654	\$4.1851	\$1.8753	\$1.4110	\$1.1739	\$1.4631	\$24.4329	\$298,982,010
2006	\$0.1833	\$5.2123	\$6.6095	\$7.4443	\$4.1119	\$1.8476	\$1.3540	\$1.1161	\$1.7962	\$23.8506	\$300,313,100
2007	\$0.1705	\$4.9231	\$6.4051	\$7.0335	\$3.9870	\$1.7803	\$1.2863	\$1.0159	\$1.8384	\$22.7314	\$317,565,850
2008	\$0.1720	\$5.0627	\$6.6140	\$7.4011	\$3.8998	\$1.8607	\$1.3068	\$1.0160	\$1.8384	\$23.4627	\$314,601,900
2009	\$0.1740	\$5.3056	\$6.6618	\$7.8026	\$4.0798	\$1.9591	\$1.3574	\$1.0524	\$1.9221	\$24.3657	\$314,374,700
2010	\$0.1675	\$5.4418	\$6.7396	\$8.0508	\$3.8806	\$1.8938	\$1.4235	\$1.0470	\$1.8693	\$24.6814	\$313,701,100
2011	\$0.1725	\$5.9076	\$7.0650	\$7.9154	\$4.3803	\$1.9783	\$1.5362	\$1.1112	\$1.9203	\$25.9238	\$297,494,000
2012	\$0.1752	\$6.3378	\$7.7098	\$8.4910	\$4.8183	\$2.1865	\$1.6797	\$1.1300	\$2.0853	\$28.1830	\$274,014,100

DIRECT AND OVERLAPPING PROPERTY TAX RATES
PER \$1,000 ASSESSED VALUE
LAST TEN FISCAL YEARS

Milwaukee County - Maple Dale / Indian Hill School District

Fiscal Year	State of Wisconsin	Milwaukee County	Village of Bayside	Maple Dale / Indian Hill School District	Nicolet High School	Milwaukee Area Technical College	Milwaukee Metro Sewerage District	Milwaukee County Sales Tax Credit	State School Credit	Net Tax Rate	Assessed Value
2003	\$0.1975	\$4.7175	\$6.6661	\$7.0826	\$4.5298	\$1.9496	\$1.5627	\$1.2700	\$1.6703	\$23.7654	\$266,848,040
2004	\$0.2065	\$4.7082	\$6.9281	\$6.8536	\$4.5442	\$2.0017	\$1.5823	\$1.2961	\$1.6597	\$23.8687	\$264,345,400
2005	\$0.1869	\$5.4116	\$6.5347	\$6.0112	\$4.1852	\$1.8753	\$1.4110	\$1.1740	\$1.4632	\$22.9787	\$290,442,920
2006	\$0.1833	\$5.2123	\$6.6095	\$5.8753	\$4.1119	\$1.8476	\$1.3540	\$1.1161	\$1.7962	\$22.2817	\$296,332,900
2007	\$0.1705	\$4.9231	\$6.4051	\$7.0335	\$3.9870	\$1.7803	\$1.2863	\$1.0160	\$1.8384	\$22.7314	\$319,436,400
2008	\$0.1720	\$5.0627	\$6.6140	\$5.6760	\$3.8998	\$1.8607	\$1.3068	\$1.0160	\$1.8384	\$21.7376	\$313,881,300
2009	\$0.1740	\$5.3056	\$6.6618	\$6.6282	\$4.0798	\$1.9591	\$1.3574	\$1.0524	\$1.9221	\$23.1913	\$309,519,400
2010	\$0.1675	\$5.4418	\$6.7396	\$6.8748	\$3.8806	\$1.8938	\$1.4235	\$1.0470	\$1.8693	\$23.5054	\$309,772,300
2011	\$0.1725	\$5.9076	\$7.0650	\$6.8054	\$4.3803	\$1.9783	\$1.5362	\$1.1112	\$1.9203	\$24.8138	\$296,914,800
2012	\$0.1752	\$6.3378	\$7.7098	\$7.5800	\$4.8183	\$2.1865	\$1.6797	\$1.1300	\$2.0852	\$27.2721	\$269,717,400

DIRECT AND OVERLAPPING PROPERTY TAX RATES
PER \$1,000 ASSESSED VALUE
LAST TEN FISCAL YEARS

Ozaukee County - Fox Point / Bayside School District

Fiscal Year	State of Wisconsin	Ozaukee County	Village of Bayside	Fox Point / Bayside School District	Nicolet High School	Milwaukee Area Technical College	Milwaukee Metro Sewerage District	State School Credit	Net Tax Rate	Assessed Value
2003	\$0.1836	\$1.7795	\$6.6662	\$7.2795	\$4.2110	\$1.8124	\$1.5627	\$1.5284	\$21.9665	\$23,148,900
2004	\$0.1929	\$1.7666	\$6.9281	\$7.3103	\$4.2458	\$1.8703	\$1.5824	\$1.5391	\$22.3573	\$23,281,300
2005	\$0.1750	\$1.6581	\$6.5347	\$6.9902	\$3.9187	\$1.7560	\$1.4110	\$1.1414	\$21.3023	\$25,194,600
2006	\$0.1721	\$1.6558	\$6.6095	\$6.9886	\$3.8603	\$1.7345	\$1.3540	\$1.7921	\$20.5826	\$25,254,500
2007	\$0.1668	\$1.5850	\$6.4051	\$6.8821	\$3.9011	\$1.7420	\$1.2863	\$1.9419	\$20.0265	\$25,673,700
2008	\$0.1649	\$1.5841	\$6.6140	\$7.0914	\$3.7366	\$1.7828	\$1.3068	\$1.9419	\$20.3387	\$25,312,000
2009	\$0.1727	\$1.7091	\$6.6617	\$7.7429	\$4.0486	\$1.9441	\$1.3574	\$2.0090	\$21.6275	\$25,219,200
2010	\$0.1664	\$1.7083	\$6.7396	\$7.9986	\$3.8554	\$1.8816	\$1.4235	\$1.9365	\$21.8369	\$25,342,600
2011	\$0.1714	\$1.7889	\$7.0651	\$7.8700	\$4.3552	\$1.9669	\$1.5362	\$1.9619	\$22.7917	\$24,522,200
2012	\$0.1698	\$1.8486	\$7.7098	\$8.2308	\$4.6705	\$2.1194	\$1.6797	\$2.0573	\$24.3713	\$23,439,900

**Village of Bayside, Wisconsin
SCHEDULE OF OUTSTANDING DEBT BY TYPE**

Fiscal Year	G O Bonds & Notes- Village	Governmental				Capital Lease	Net OPEB obligation
		North Shore Fire Dept 1	North Shore Fire Dept 2	Other Liabilities			
2003	\$12,948,298						
2004	\$10,835,065		\$157,045	\$21,622			
2005	\$10,150,658		\$442,317	\$173,981			
2006	\$9,936,037		\$409,656	\$165,721			
2007	\$10,215,869		\$391,789	\$179,366			
2008	\$6,928,526	\$2,080,000	\$372,746	\$199,546			
2009	\$6,449,713	\$1,975,000	\$353,078	\$182,095	\$30,209	\$420,894	
2010	\$5,925,177	\$1,865,000		\$201,457	\$30,742	\$27,789	
2011	\$7,419,218	\$1,750,000		\$230,094	\$56,856	\$56,829	
2012	\$6,711,621	\$1,730,000		\$175,563	\$725,112	\$85,314	

Fiscal Year	Business-type		Totals
	G O Bonds & Notes- Village	Revenue Bonds	
2003			\$12,950,301
2004		\$1,342,169	\$12,357,905
2005	\$1,156,074	\$1,345,367	\$13,270,402
2006	\$1,611,605	\$1,288,459	\$13,413,484
2007	\$1,635,373	\$1,230,206	\$13,654,610
2008	\$1,561,403	\$1,170,575	\$12,314,804
2009	\$1,475,010	\$1,109,534	\$11,997,542
2010	\$1,855,819	\$1,047,047	\$10,955,041
2011	\$1,714,921	\$983,085	\$12,213,014
2012	\$1,586,304	\$917,609	\$11,933,535