



# City of Fitchburg

## Financial highlights

June 28, 2022

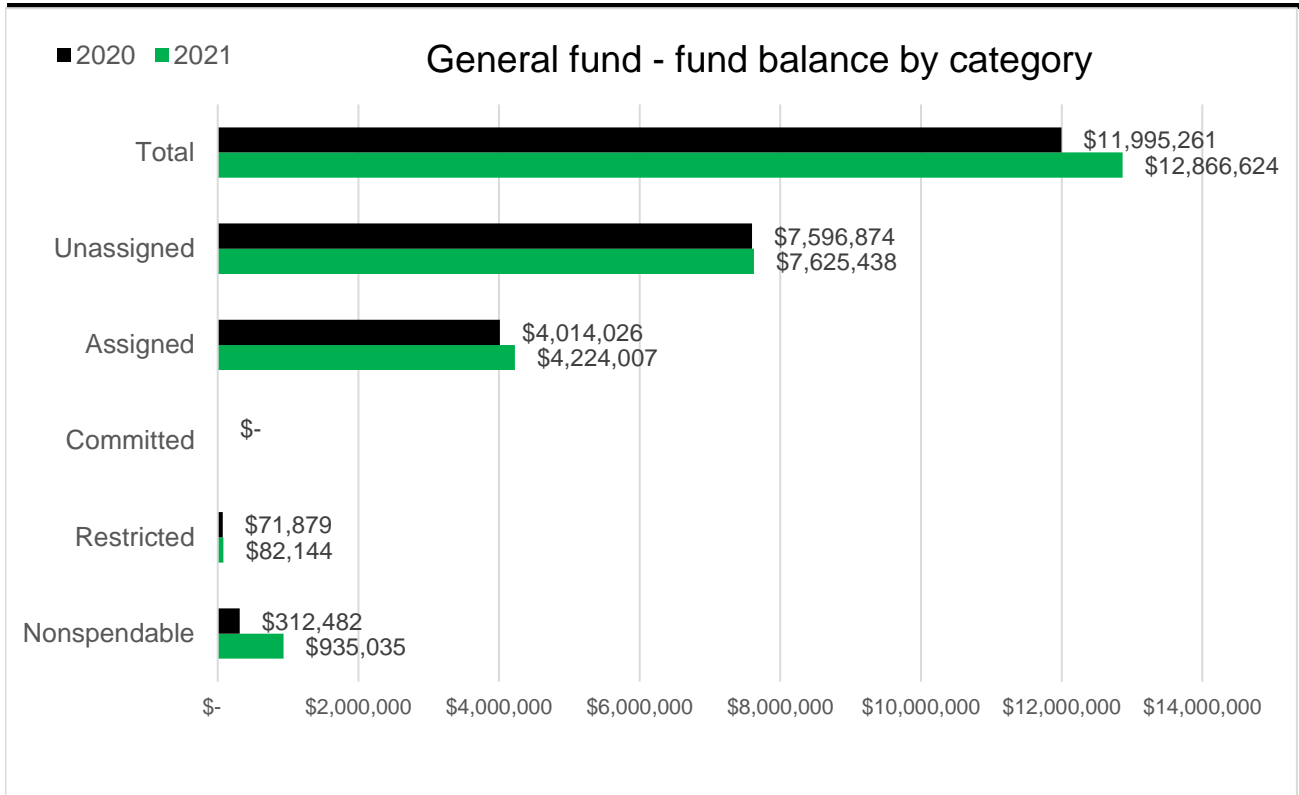
### Client service team

Andrea Jansen, CPA, CFE, Partner  
Vasvi Joshi, CPA, Senior Manager  
Casandra Chase, CPA, Manager  
Ryan Shavlik, Senior Associate



# City of Fitchburg

## General fund results



### Summarized income statement

	Actual	Final budget	Variance
Revenues and other financing sources	\$ 22,198,875	\$ 22,058,290	\$ 140,585
Expenditures and other financing uses	21,327,512	23,014,429	1,686,917
Net change in fund balance	\$ 871,363	\$ (956,139)	\$ 1,827,502

### Fund balance category definitions

Nonspendable - amounts cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained in tact.

Restricted - amounts that can be spent only for the specific purposes stipulated by an external source.

Committed - amounts constrained for specific purposes that are internally imposed through formal action of the governing body.

Assigned - spendable amounts that are intended to be used for specific purposes that are not considered restricted or committed.

Unassigned - residual amounts that have not been classified within other categories above.

# City of Fitchburg

## General fund - fund balance trends

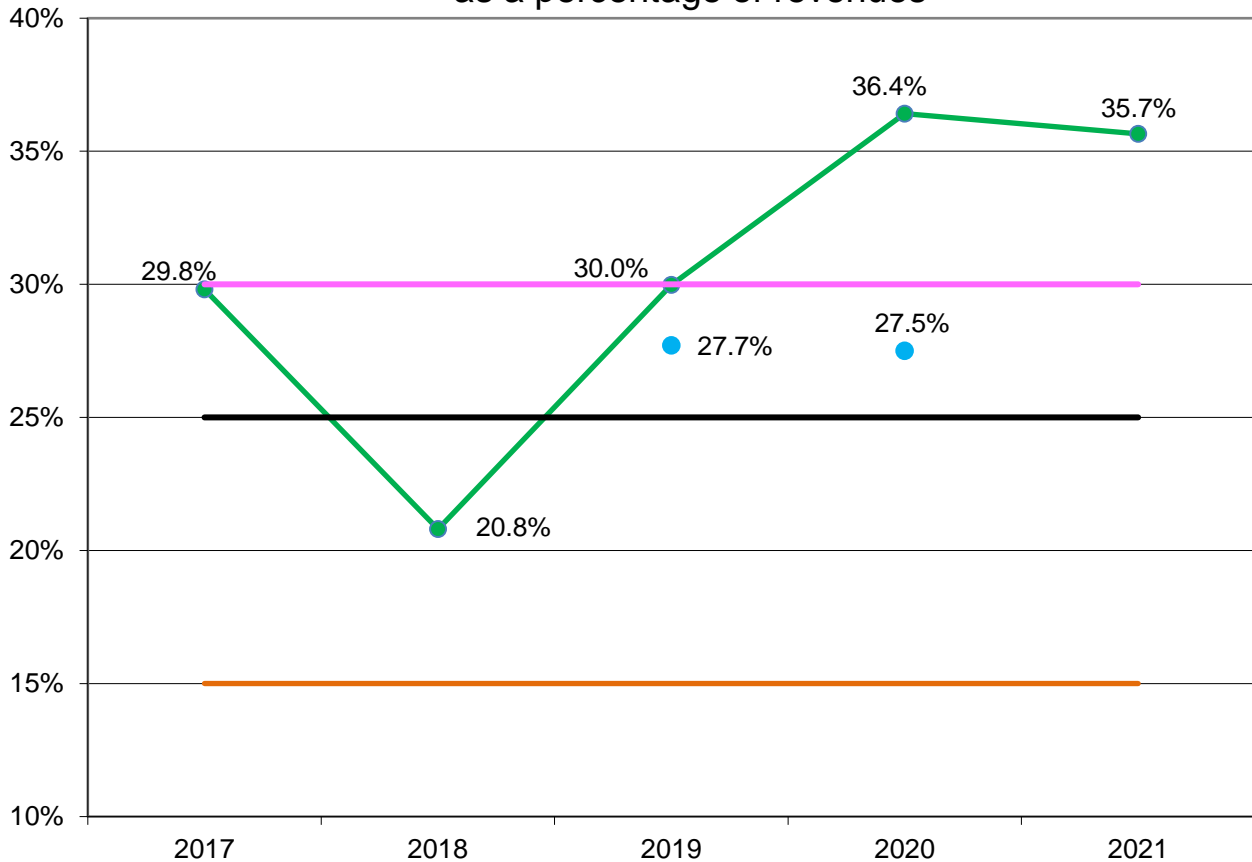


### Fund balance policy:

Unassigned general fund balance within a range of 15-25% of general fund revenues

- General Fund Actual
- Policy minimum
- Policy maximum
- Reference - Median
- Moody's Target

Unassigned general fund - fund balance as a percentage of revenues



### Other reference values

GFOA recommends a minimum of no less than 2 months (16.7%) of general fund expenditures.

Bond agency target value is based on Moody's AAA target rate of 30%

Median reference value generated from 2019 - 2020 Baker Tilly municipal client data for population ranges from 30,000 to 150,000

# City of Fitchburg

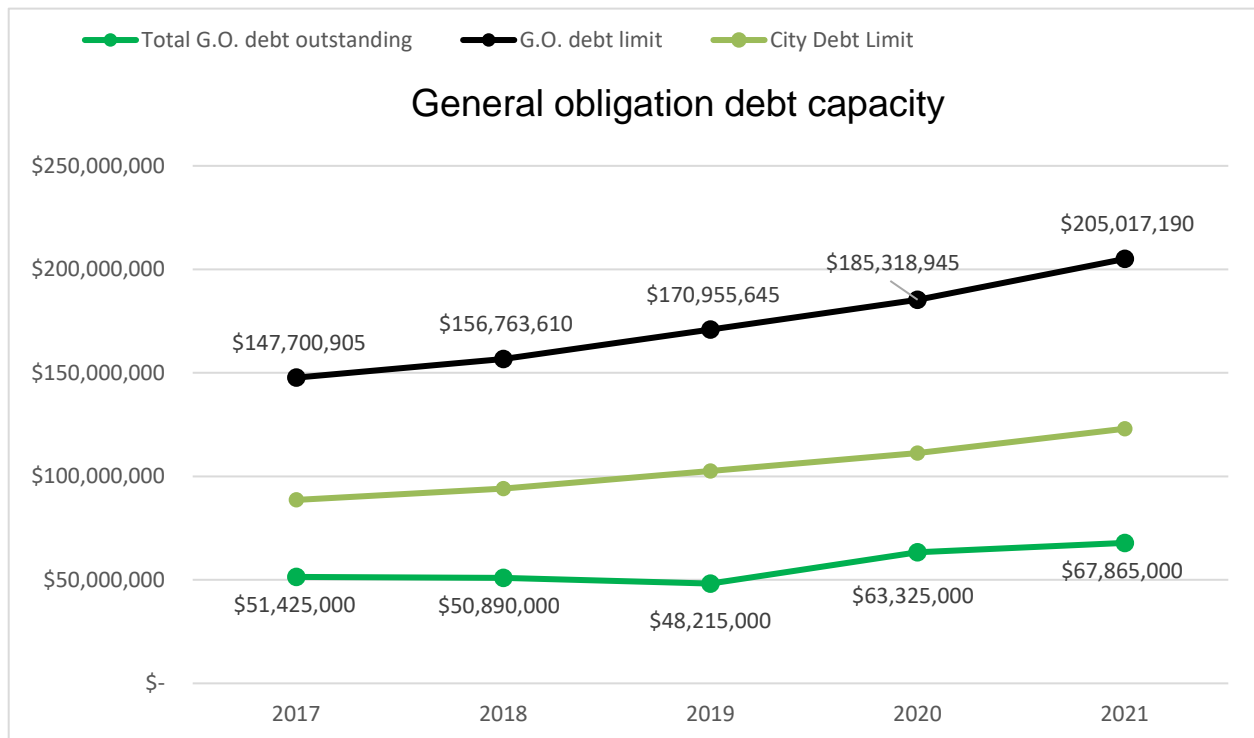
## General obligation debt



### Debt management policy:

City policy is not to exceed 3% of the city's total equalized value legal debt margin capacity (5% of the city's total equalized value).

Actual percentage of debt limit at 12/31/21: **33%**



### Total debt outstanding by type at 12/31/2021

	General obligation	Total
City	\$ 67,865,000	\$ 67,865,000
Utility	-	-
<b>Total</b>	<b>\$ 67,865,000</b>	<b>\$ 67,865,000</b>

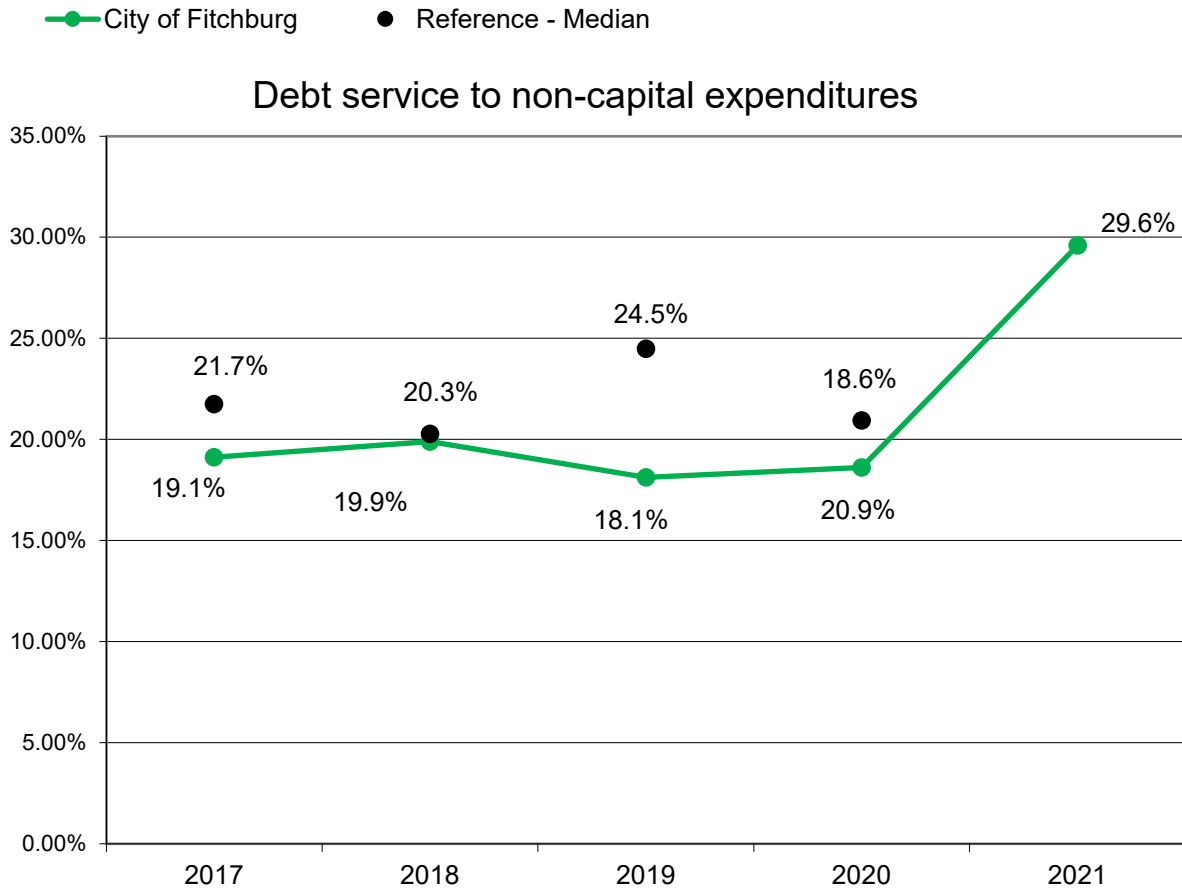
Comparative metrics available online through the Wisconsin Policy Forum.

<https://wispolicyforum.org/research/municipal-datatool-examining-and-comparing-wisconsin-cities-and-villages/>

Select "Debt" -- options for custom comparisons or comparisons by county

# City of Fitchburg

## Governmental funds - debt service



### Current and prior year data

	<u>2021</u>	<u>2020</u>
Principal*	\$ 10,965,000	\$ 4,180,000
Interest	1,517,202	1,414,660
Total	<u>\$ 12,482,202</u>	<u>\$ 5,594,660</u>
Non-capital expenditures	<u>\$ 42,184,206</u>	<u>\$ 30,075,327</u>

\*includes \$2,985,000 in principal paid in 2021 related to the crossover refunding from 2020.

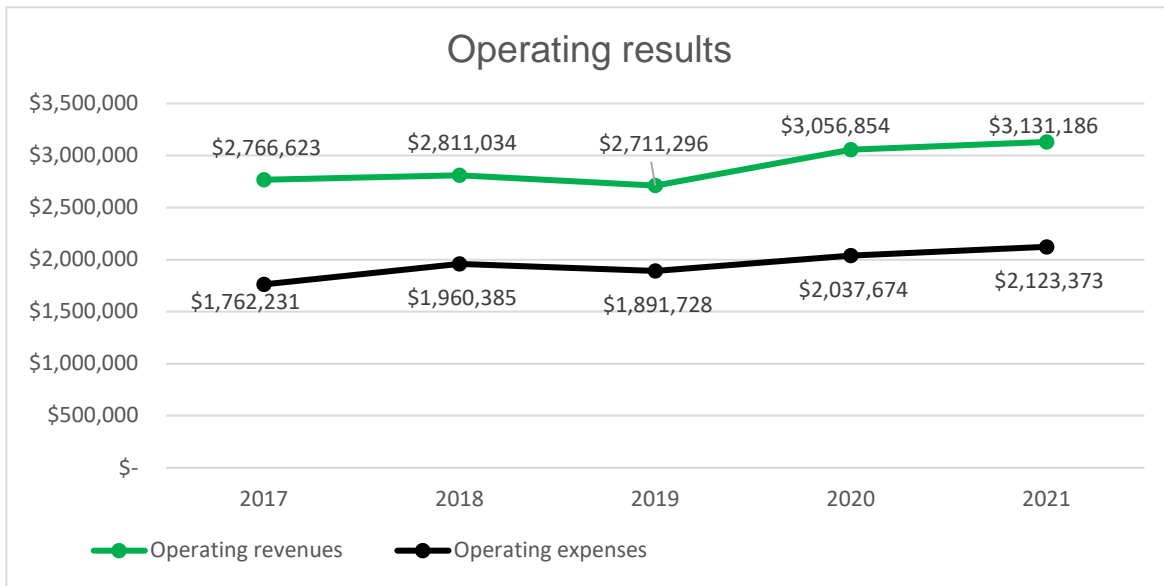
### Other reference values

Median reference value generated from 2017 - 2020 Baker Tilly municipal client data for population ranges from 30,000 to 150,000



# City of Fitchburg Water Utility Results

	<u>Current Year</u>	<u>Prior Year</u>
Actual Rate of Return	<b>4.56%</b>	<b>6.03%</b>
Authorized Rate of Return	<b>5.25%</b>	<b>5.25%</b>

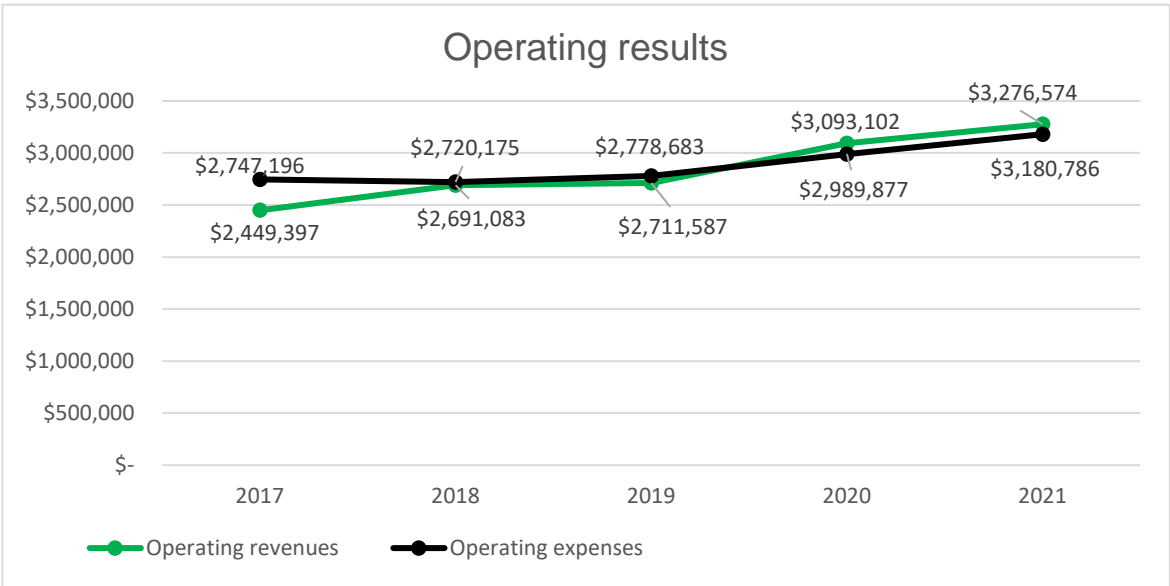


## Unrestricted Reserves

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Year end balance	\$ 4,007,149	\$ 4,648,023	\$ 4,648,023	\$ 6,188,851	\$ 4,018,475
Months on hand	<b>7.27</b>	<b>17.11</b>	<b>20.57</b>	<b>24.29</b>	<b>15.40</b>



# City of Fitchburg Sewer Utility Results

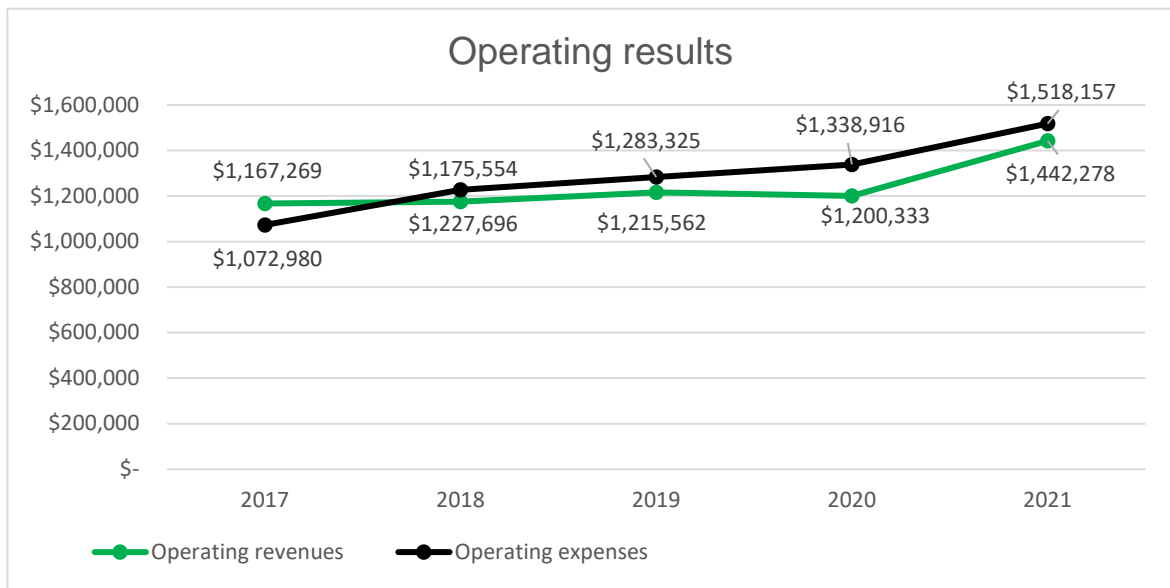


## Unrestricted Reserves

	2017	2018	2019	2020	2021
Year end balance	\$ -	\$ 1,534,708	\$ 704,824	\$ 921,023	\$ 1,740,804
Months on hand	0.00	6.84	3.12	3.57	6.38



# City of Fitchburg Stormwater Utility Results



## Unrestricted Reserves

	2017	2018	2019	2020	2021
Year end balance	\$ 1,779,995	\$ 2,272,958	\$ 2,602,867	\$ 1,293,485	\$ 1,341,582
Months on hand	<b>18.30</b>	<b>23.20</b>	<b>25.70</b>	<b>12.93</b>	<b>11.16</b>