

City of Sun Prairie, Wisconsin

2024 Annual Comprehensive Financial Report

As of and for the end Year Ended December 31, 2024



City of Sun Prairie, Wisconsin

Annual Comprehensive Financial Report

Year Ended December 31, 2024

Prepared By:

Department of Finance
Renee Schwass, Finance Director

City of Sun Prairie

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INTRODUCTORY SECTION



June 27, 2025

Dear Mayor Stocker, Members of the Common Council, and Citizens of the City of Sun Prairie:

The City of Sun Prairie's (the City) 2024 Annual Comprehensive Financial Report, including the Independent Auditor's Report is submitted. This report consists of management's representations concerning the finances of the City of Sun Prairie. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The City maintains strong budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated operating and capital improvements budget adopted by the Common Council. Annual budgets are adopted for all funds, including the activities of the General Fund, Special Revenue Funds, Debt Service Funds, Capital Project Funds, Internal Service Funds and Enterprise Funds. Budgetary control is maintained through expenditure limitation at the cost center level (a cost center can be a fund, major program, department or specific activity for which control of expenditures is considered appropriate). Proposed expenditures for which monies were not previously appropriated, or which result in an overrun of budget control balances, may not take place without additional appropriations made available through Common Council approval.

The accounting firm of Baker Tilly US, LLP, an independent certified public accounting firm, has audited the City's financial statements. Baker Tilly US, LLP concluded, based upon its audit procedures, that the City's annual financial report for the fiscal year ended December 31, 2024, was fairly presented in accordance with Generally Accepted Accounting Principles (GAAP). The auditor's opinion is included in the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a 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 MD&A can be found immediately following the Independent Auditors' Report.

CITY OF SUN PRAIRIE PROFILE

History – Sun Prairie’s history dates to 1837 when President Van Buren commissioned a party of 45 men, including August Bird, to build a state capitol in Madison. The group of men left Milwaukee on May 26, 1837, and traveled for days in the rain. On June 9, the group emerged at the edge of the prairie and with the sun shining, carved the words Sun Prairie into a tree. Charles Bird returned to the area 2 years later and became the first settler. The Town of Sun Prairie was created on February 2, 1846, and the City of Sun Prairie, which grew from the town, was incorporated in 1958.

Current Profile –

- The boundaries of Sun Prairie encompass an area approximately 13.1 square miles with an estimated population of 39,419.
- The City of Sun Prairie has historically been one of the fastest growing cities in Wisconsin; a trend that continues today as 700 new residents are welcomed each year. This is also reflected in the fact that the Sun Prairie Area School District is the fastest growing school district in Wisconsin.
- The City is located in Dane County, immediately northeast of the City of Madison, which is home to the capital of the State of Wisconsin and the campus of the University of Wisconsin.
- The City’s location provides residents and businesses fast, easy access to the I-39/90 and I-94 corridors, as well as the Dane County Regional Airport.
- Sun Prairie is the birthplace of Georgia O’Keeffe. She has been described as one of the most significant and intriguing artists of the twentieth century, known internationally for her boldly innovative art and her original contributions to American Modernism.
- Sun Prairie’s Downtown area is home to Cannery Square, a successful redevelopment area in the city which hosts many popular events, including but not limited to the annual Groundhog Day Prognostication, Streets of Sun Prairie, Outdoor Farmers Market, and the Fall Festival.
- The Sun Prairie Business Park, located on U.S. 151 in the northeast corner of the City is one of the oldest and most successful employment centers in Dane County with over 430 acres of development and 1,600 employees.
- The Grand Avenue Interchange on U.S. 151 is one of the fastest growing retail centers in Wisconsin.
- The City’s largest employer is the Sun Prairie Area School District employing approximately 1,501 people.
- Several major employers have their headquarters here in Sun Prairie, including Colony Brands, Costco, QBE Insurance, Prairie Athletic Club, Wisconsin Distributors, Axim Geospatial, Target and Trachte Building Systems, Inc.

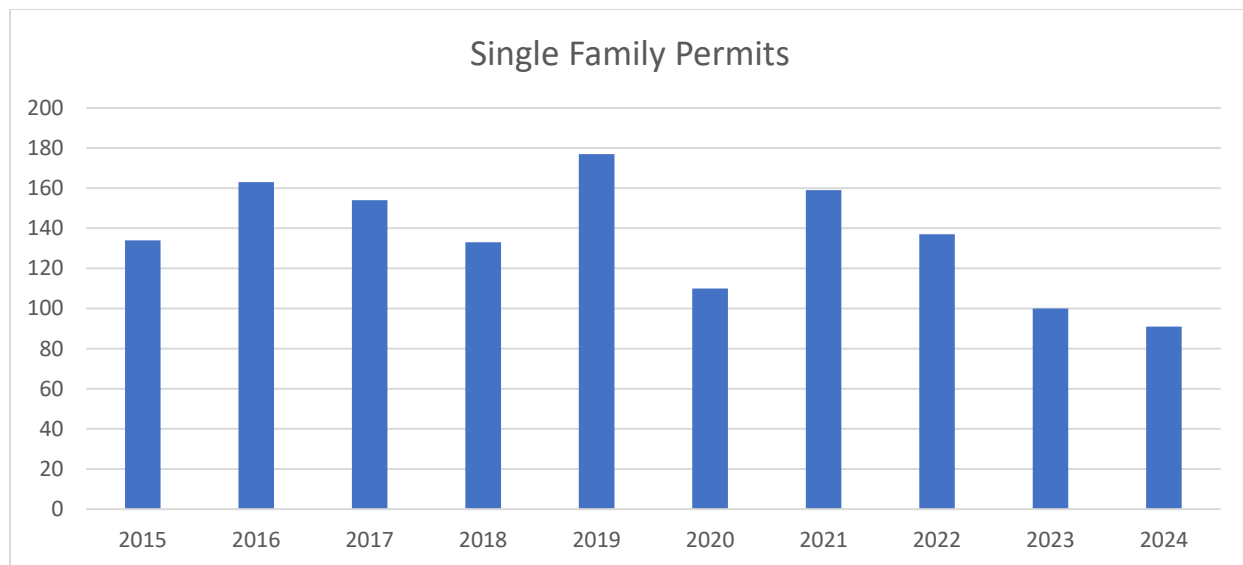
- Sun Prairie's Angell Park Speedway is one of nation's oldest clay oval racetracks, hosting midget auto racing events throughout the summertime. In 2023, Angell Park celebrated being the home to Sun Prairie's annual Sweet Corn Festival for 70 years.

Government and Organization – The City operates under a Mayor-Council form of government. The Mayor is elected at large for two years and eight council members representing four districts are elected for staggered two-year terms. The mayor and council are elected on a non-partisan basis. The City Council appoints the City Administrator who has the responsibility for carrying out Council policies and administering City operations. The City Council appoints the City department heads as specified in the City's ordinances. The City operates its own electric, water, wastewater and stormwater utility.

LOCAL ECONOMY

The City has experienced significant residential and commercial growth including a thriving retail center in the southwest region of the City. Notable projects for 2024 include:

- 551 multi-family units were brought to market
- Over \$10 million in new retail construction occurred in 2024 with another \$5.5 million opening in 2025
- A \$14 million medical facility opened in 2024 with a \$50 million medical facility set to open in 2025
- Approximately \$44 million in municipal projects are set to be completed or nearing completion in 2025
- The citizens passed a \$25 million-dollar operating referendum in November 2024 for the Sun Prairie School District. The referendum was passed to stabilize the school district budget, remain competitive with wages across employee groups and to provide educational programming to an increasing complex student population.
- The City received approximately \$1.8 million of the allocated \$3.6 million in American Rescue Plan Act (ARPA) funds in 2021 and the remaining \$1.8 million in 2022. City Council approved using these funds to construct a shelter at Wetmore Park, assistance to small businesses, and provide mental health support services. The City Council approved a plan for the execution of the second tranche of ARPA funds in 2022, which included funding to non-profit organizations as well as internal City department requests. As of December 31, 2024, all funds received under the American Rescue Plan Act have been obligated to eligible expenses. Funds continue to be expended as allowed under the law until December 31, 2026.



Overall property valuation increased by 1.89%, which continues the annual increases the City has seen over the last several years. With these continued increases, the City has regained the losses sustained during the great recession. Over the long-term the City is likely to continue to experience residential and commercial growth due to its proximity to the City of Madison. In 2024, the City had net new construction growth of 3.33% or \$182.7 million.

As a public power community, the City can provide its residential customers with electric rates averaging approximately 18% lower than the rates charged by the large investor-owned utilities servicing the surrounding communities.

Unemployment rates remain historically low with extremely high levels of labor force participation. The annual average unemployment rate for Sun Prairie was 2.6% with the labor force participation at 97.4%. This is reflective of the entire Dane County averages and just below the state values with an unemployment rate of 2.9% and the labor force participation at 96.1%. The per capita and median income of the City is above the state average. We expect the City to continue these trends in the future.

LONG-TERM FINANCIAL PLANNING

The City of Sun Prairie is committed to planning for the future to ensure that both private development and public investment in new infrastructure are coordinated and aimed at a common vision for the community. The City adopted a new Comprehensive Plan in 2019 with several chapters being updated in 2024 to align with the changing economic climate. This plan replaces the existing comprehensive plan that has been guiding development and infrastructure decisions since 2009. The Common Council also endorsed a Strategic Plan in 2019. This plan provides guidance on the priorities of the Council and their long-term vision for the City. The Parks and Open Space Plan was adopted in 2017 and updated again in 2024. In addition, a community-driven redevelopment plan which provides an implementation strategy for the properties that were destroyed by the gas explosion in July 2018 was finalized in 2019 and approved in 2020. Annually the City prepares a ten-year Capital Improvement Plan to plan and updates its five-year Financial Management Plan. Both plans aid policy makers in long-term decision-making goals. City officials use these plans to guide community development decisions, to assist with community facility budgeting, as well as focus and stimulate private housing, business, and industrial development decisions. Additionally, over the summer of 2024, the Common Council created a Fiscal Roadmap. The Roadmap outlines the City's plan to balance the budget over the next five years as the City reaches state-imposed levy limit restrictions.

The Common Council approved the creation of the TIF No. 8 district in 2001 to finance the Downtown Revitalization Plan (Phase I and Phase II). This plan provides the framework for the redevelopment and enhancement of the historic Main Street corridor and the South Bristol and Market Street corridors. TID No. 8 will close in 2025 and capture its final increment in 2026, which will be transferred to the Affordable Housing Fund.

The Common Council approved the creation of TIF No. 9 district in 2007 and expanded the TID in 2013. This mixed-use TID has developed into a thriving retail center including the completion of the Hilton Garden Inn. TID No. 9 will close in 2025 and capture its final increment in 2026, which will be transferred to the Affordable Housing Fund.

The Common Council approved the creation of TIF No. 11 district in 2014 to facilitate the implementation of the West Main Street Corridor Plan and to encourage the general redevelopment of the central Main Street area of the City.

The Common Council created TIF No. 12 district in 2016 and expanded the TID in 2017 and 2021. This industrial TID is in the northeast area of the City aimed to expand the current Business Park. The Common Council approved the creation of TIF No. 13 district in 2017 to facilitate a light industrial park in

the southwest area of the City. This TID takes advantage of the close proximity of State Hwy 151. Full buildout was completed in 2023, which will likely allow the TID to close early.

The Common Council approved the creation of TIF No. 14 district in 2020. This district is an overlay of TID No. 8 and was created to implement the objectives of the Sun Prairie Stronger Plan.

The Common Council created TIF No. 15 district in 2021 to facilitate the affordable multi-family development and redevelopment of far West Main Street.

The Common Council created TIF No. 16 district in 2023 to facilitate affordable age-restricted and multi-family developments in partnership with Habitat for Humanity and Northpointe Development.

COMMUNITY SERVICES

The City provides services for its citizens including public safety (police, fire, emergency medical services and building inspection), streets, water, electric, wastewater, recreational programming and general administration. On January 1, 2024, the Sun Prairie Fire and Rescue Company became a department of the City. The citizens of Sun Prairie enjoy the 411.6 acres of parks and 49 miles of trails within the City including Sheehan Park which is the City's 147-acre community park. This park includes a skateboard park, shelters, volleyball courts, softball fields, youth baseball complex, basketball courts, soccer field, playgrounds and a forested trail system. Some of the City's more unique services include an aquatic center, a Historical Museum, and a newly expanded and renovated 60,600 square foot library that serves the City as well as the surrounding area.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Sun Prairie for its annual comprehensive financial report for the fiscal year ended December 31, 2023. This was the ninth consecutive year that the City has received this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive 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 annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

ACKNOWLEDGEMENTS

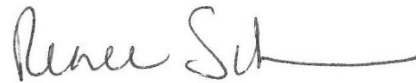
The preparation of this Annual Comprehensive Financial Report on a timely basis was made possible by the dedicated service and commitment of each member of the Finance Department staff. They have our sincere appreciation for their individual contribution in preparation of the report. We express our appreciation to all the City staff that assisted and contributed to the preparation of this report.

We also want to recognize Baker Tilly US, LLP audit management team for their dedication and expertise, which contributed significantly to the report quality and adherence to professional accounting standards. Credit also must be given to the Mayor and City Council members for their continued support for maintaining the highest standards of professionalism in the management of the City of Sun Prairie's finances. For all those involved, we express our sincerest appreciation.

Respectfully Submitted,



Aaron O Oppenheimer
City Administrator



Renee Schwass
Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

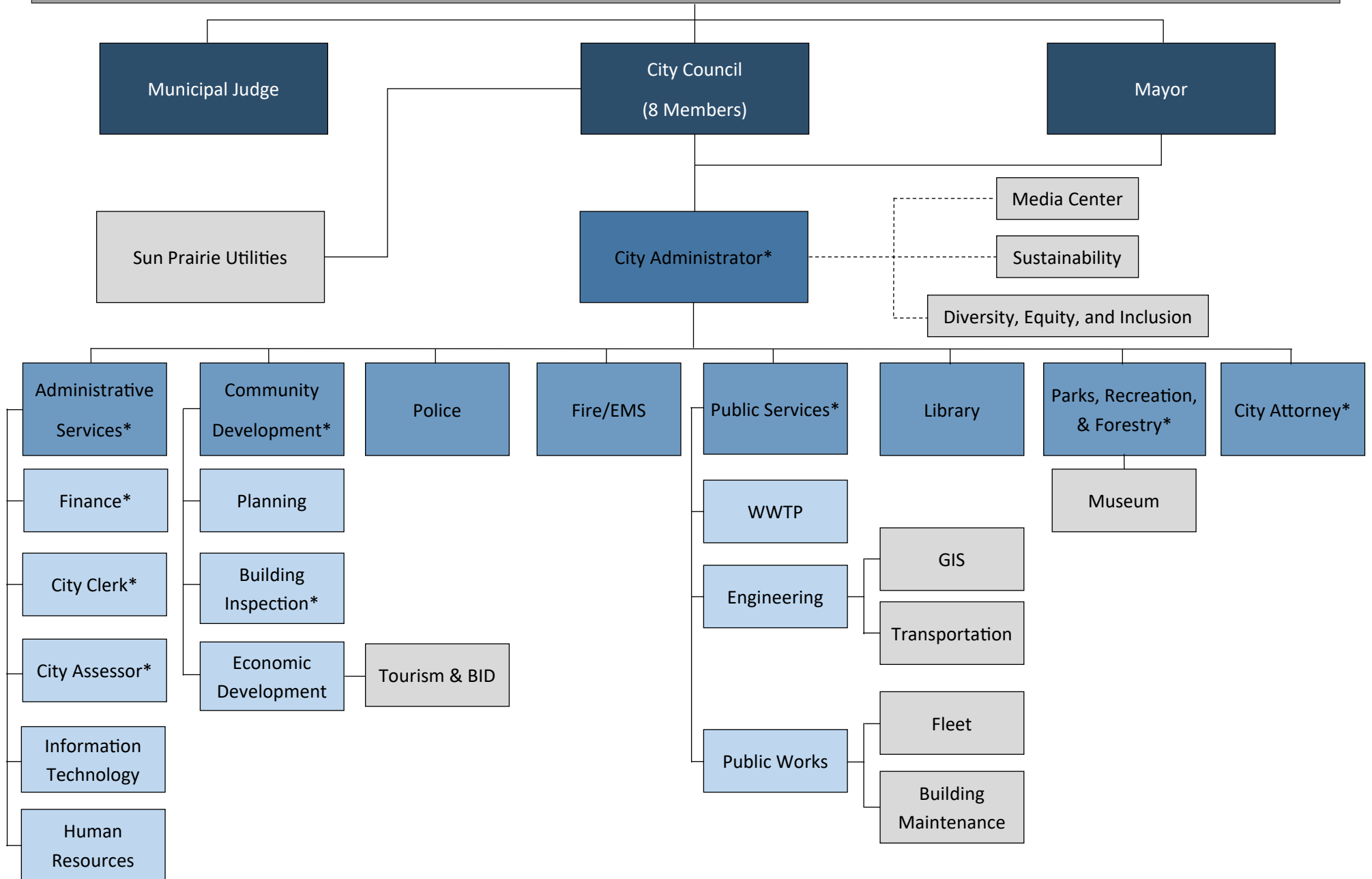
**City of Sun Prairie
Wisconsin**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Executive Director/CEO

Citizens of Sun Prairie
Population: 39,419



*Positions appointed by the Common Council

CITY OF SUN PRAIRIE
DIRECTORY OF OFFICIALS
December 31, 2024

MAYOR

Paul T. Esser

COUNCIL PRESIDENT

Bob Jokisch

COUNCIL MEMBERS

District 1 – Theresa McIlroy
District 1 – Steve Stocker
District 2 – Bob Jokisch
District 2 – Santiago Rosas

District 3 – Michael Jacobs
District 3 – Maureen Crombie
District 4 – Cassi Benedict
District 4 – David Virgell

ADMINISTRATION

City Administrator
Director of Administrative Services
Finance Director/City Treasurer
City Attorney
City Assessor
City Clerk
Director of Public Services/City Engineer
Engineering Director
Director of Community Development
Planning Director
Sun Prairie Media Center Director
Building Inspection Director
Public Works Operations Director
Economic Development Director
Fire/EMS Chief
Human Resources Director
Information Technology Director
Library Director
Director of Parks, Recreation, and Forestry
Police Chief
Wastewater Conveyance & Treatment Director
Sun Prairie Utilities Manager

Aaron Oppenheimer
Caitlin Stene
Kristin Vander Kooi
Kathleen McDaniel
Peter Krystowiak
Elena Hilby
Adam Schleicher
Tom Veith
Scott Kugler
Joshua Clements
Rachel Packard
Brian Flannery
Benjamin John
Taylor Brown
Christopher Garrison
Brenda Sukenik
Donald McDermott
Svetha Hetzler
Kristin Grissom
Michael Steffes
Jeremy Cramer
Rick Wicklund

FINANCIAL SECTION

Independent Auditors' Report

To the City Council of the
City of Sun Prairie

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Sun Prairie, Wisconsin (the City), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City as of December 31, 2024 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is 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 supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the Introductory and Statistical Sections included in the annual comprehensive financial report but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Baker Tilly US, LLP

Madison, Wisconsin
June 27, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

**CITY OF SUN PRAIRIE
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
DECEMBER 31, 2024**

The following discussion and analysis is intended to provide readers an overview of the financial activities of the City of Sun Prairie (the City) for the fiscal year ended December 31, 2024. The information should be read in conjunction with the City's financial statements, which begin with the following section.

FINANCIAL HIGHLIGHTS

- The combined net position increased by 5.7% in 2024 to \$398.1 million. The City's net investment in capital assets was \$309.0 million at the end of 2024. An additional \$20.5 million was held for restricted purposes with \$68.6 million in unrestricted net position.
- At the end of 2024, the City's governmental activities reported a positive balance in unrestricted net position of \$22.8 million. This is an increase of \$3.3 million from the previous year due primarily to increases in cash and investments, and taxes receivable.
- The City's general fund had an increase in fund balance of \$182,468 for 2024. The general fund's unassigned fund balance at the end of 2024 increased by \$537,000 to \$6.4 million. The unassigned fund balance amount at the end of 2024 is at 19.9% of the prior year's general fund revenue budget. This is within the City's goal for unassigned fund balance of 16.0% to 20.0% of the prior year general fund revenue budget. The primary decrease in non-spendable fund balance is due to a reduction in advances to tax increment financing districts, namely 13, as well as a decrease in prepaids. These districts are anticipated to repay the general fund in whole in future years.
- The City continues to experience an increase of property values in 2024. Equalized value increased by 10.9% for 2024 following an increase of 15.0% for 2023. The total property tax levy for the 2023-24 tax year was \$40,031,823 an increase of 16.6% compared to the prior year.
- The City issued \$30.0 million in General Obligation Notes. The General Obligation Notes were issued for street improvements, fleet replacement, building improvements, and park improvements.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: (1) Government-wide financial statements, (2) Fund financial statements, and (3) Notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Management's Discussion and Analysis (Unaudited)

Government-Wide Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business.

The statement of net position presents information on all of the City's assets, liabilities and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating. Evaluation of the overall health of the City should extend to other non-financial factors such as the diversification of the tax base or the condition of City infrastructure, in addition to the financial information provided in this report.

The statement of activities presents information showing how the City's net position changed during the current 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. An important purpose of the design of the Statement of Activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers.

Both of the government-wide financial statements distinguish governmental activities of the City that are principally supported by taxes and intergovernmental revenues, from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the City include general government, public safety, public works, health and human services, culture, recreation and education, and conservation and development. Business-type activities include the City's electric, water, wastewater, and storm water utilities. Fiduciary activities, such as tax collection and the Multijurisdictional Public Safety Information System Commission (MPSISC) and the Utilities Pension Trust, are not included in the government-wide statements since these assets are not available to fund City programs.

The government-wide financial statements include the Community Development Authority (CDA). The CDA is a legally separate organization (component unit) that is presented as a discrete column separate from the primary government.

In addition to this City financial report, separate financial reports have been issued for Sun Prairie Utilities and the Sun Prairie Water Pollution Control Facility. These reports provide additional detail on the operation of the City's electric, water, and wastewater utilities.

Fund Financial Statements

The fund financial statements are designed to report information about groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The City, 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 City of Sun Prairie can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Management's Discussion and Analysis (Unaudited)

Governmental Funds – are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Most of the City's basic services are reported in governmental funds. These statements, however, focus on near-term inflows and outflows and spendable resources available at the end of the fiscal year. Such information may be useful in determining what financial resources are available in the near future to finance the City's programs. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Other than the General Fund, the City maintains several individual governmental funds organized according to their type (special revenue, debt service, capital projects, and permanent funds). Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund, General Debt Service Fund, and General Capital Projects Fund, which are considered major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds – are generally used to account for services provided to customers to whom the City charges user fees that are designed to fully recover the cost of providing the service. Proprietary fund statements provide the same type of information shown in the government-wide financial statements, only in more detail. The City maintains two types of proprietary funds – enterprise and internal service. The City uses enterprise funds to account for its electric and water, wastewater, and storm water utilities. All enterprise funds are considered to be major funds of the City. The City uses an internal service fund for its fleet and healthcare. These distribute charges of fleet and healthcare activities to the City departments.

Fiduciary Funds – are used to account for resources held for the benefit of parties outside the City. These funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The City is the trustee, or fiduciary agent, for collection of property taxes for the City and for all taxing jurisdictions, including the Sun Prairie and Deforest School Districts, Dane County, State of Wisconsin, and Madison College and they are also the fiduciary agent for MPSISC and the Utilities Pension Trust Fund.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Management's Discussion and Analysis (Unaudited)

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Statement of Net Position

The City of Sun Prairie's statement of net position at December 31, 2024 and 2023 are summarized in the table below.

The City's net position increased by \$21.4 million or 5.7% during the current fiscal year primarily due to an increase in investments in capital assets such as land, buildings, building improvements, machinery and equipment, infrastructure, and construction in progress capitalized for both the governmental and business-type activities during the year. Net position also increased due to the increase in restricted net position for both economic development and transportation improvement initiatives, as well as an increase in unrestricted net position.

The net investment in capital assets accounts for 77.6% of the City's total net position. This represents the City's investment in capital assets less any related debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City'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 liquidated for these liabilities.

The following table provides a summary of the City's net position for 2024 and 2023:

CITY OF SUN PRAIRIE NET POSITION						
	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 111,449,033	\$ 85,761,112	\$ 80,874,754	\$ 58,848,541	\$ 192,323,787	\$ 144,609,653
Capital assets	<u>192,670,609</u>	<u>179,215,725</u>	<u>231,121,487</u>	<u>220,583,576</u>	<u>423,792,096</u>	<u>399,799,301</u>
Total assets	304,119,642	264,976,837	311,996,241	279,432,117	616,115,883	544,408,954
Deferred outflows	15,115,359	20,176,673	3,052,282	2,684,287	18,167,641	22,860,960
Non-current liabilities	73,332,709	51,305,189	74,213,870	50,865,900	147,546,579	102,171,089
Current liabilities	11,569,127	11,494,484	4,416,873	4,499,860	15,986,000	15,994,344
Other liabilities	<u>7,676,443</u>	<u>10,403,586</u>	<u>5,387,812</u>	<u>4,203,256</u>	<u>13,064,255</u>	<u>14,606,842</u>
Total Liabilities	92,578,279	73,203,259	84,018,555	59,569,016	176,596,834	132,772,275
Deferred inflows	56,263,337	54,040,658	3,320,284	3,802,376	59,583,621	57,843,034
Net position:						
Net investments in capital						
assets	133,565,355	127,505,574	175,385,857	171,120,446	308,951,212	298,626,020
Restricted	14,021,345	10,876,366	6,488,877	6,190,020	20,510,222	17,066,386
Unrestricted	<u>22,806,685</u>	<u>19,527,653</u>	<u>45,834,950</u>	<u>41,434,546</u>	<u>68,641,635</u>	<u>60,962,199</u>
Total net position	<u>\$ 170,393,385</u>	<u>\$ 157,909,593</u>	<u>\$ 227,709,684</u>	<u>\$ 218,745,012</u>	<u>\$ 398,103,069</u>	<u>\$ 376,654,605</u>

Management's Discussion and Analysis (Unaudited)

An additional portion of the City's net position represents resources that are subject to external restriction on their usage. The net position subject to external restrictions was \$20.5 million as of December 31, 2024. Restricted net position for governmental activities increased \$3.1 million primarily due to the strong performance of the City's TIF districts and increased transportation revenues.

The remaining balance of net position is unrestricted and may be used to meet the government's ongoing obligation to citizens and creditors. The unrestricted portion of the net position was \$68.6 million at the end of the year. It is important to note that \$45.8 million of the unrestricted net position is related to the City's business-type activities. Consequently, they generally may not be used to fund governmental activities.

Change in Net Position

The City's combined net position increased by \$21.4 million from fiscal year 2023 to 2024, an increase of 5.7%. Of this increase, the net position of the City's governmental activities increased by 7.9%, or \$12.5 million. The net position of the business-type activities increased 4.1%, or \$9.0 million.

Management's Discussion and Analysis **(Unaudited)**

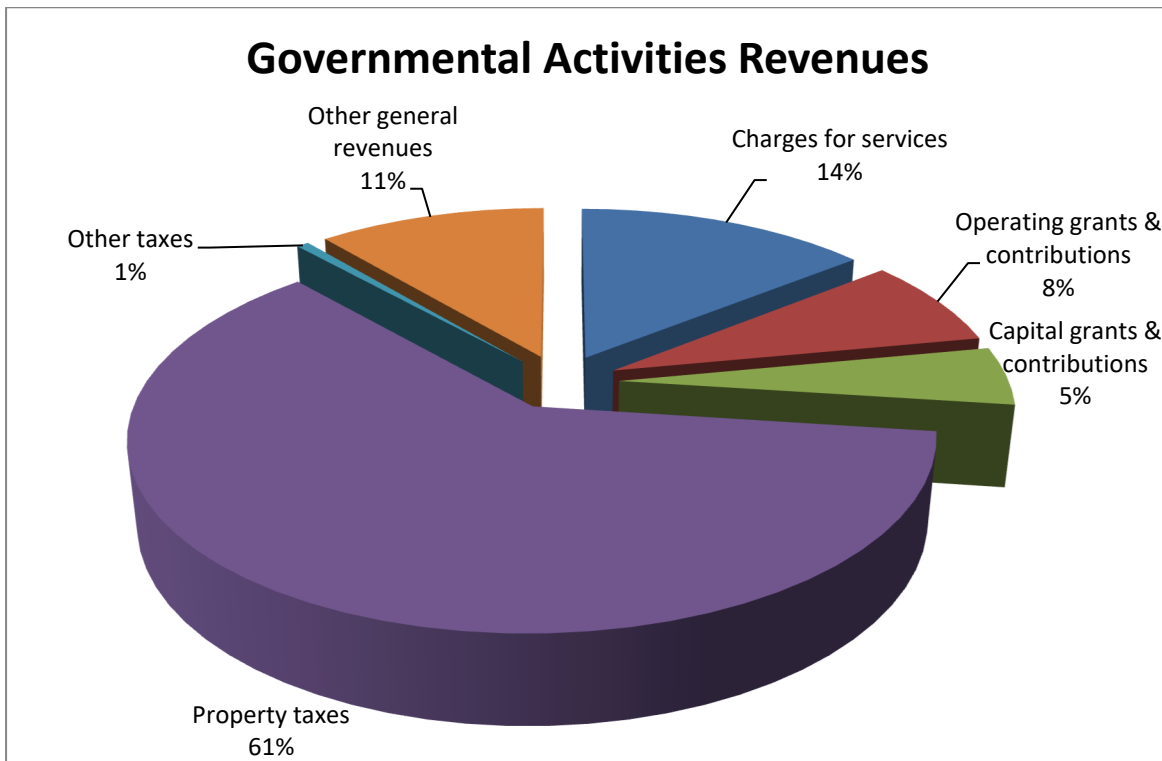
The following table provides a more detailed analysis of the City's change in net position:

	Governmental		Business-Type		Total	
	Activities		Activities			
	2024	2023	2024	2023	2024	2023
Revenues						
Program revenues						
Charges for services	\$ 9,329,994	\$ 7,966,138	\$ 46,863,428	\$ 45,343,339	\$ 56,193,422	\$ 53,309,477
Operating grants & contributions	5,047,346	6,039,989	-	-	5,047,346	6,039,989
Capital grants & contributions	3,306,260	3,421,009	3,492,964	3,527,955	6,799,224	6,948,964
General revenues					-	-
Property taxes	40,031,823	34,346,004	-	-	40,031,823	34,346,004
Other taxes	392,823	463,021	-	-	392,823	463,021
Other general revenues	7,256,619	5,341,831	4,013,504	3,093,181	11,270,123	8,435,012
Total revenues	65,364,865	57,577,992	54,369,896	51,964,475	119,734,761	109,542,467
Expenses						
General government	6,752,568	6,821,238	-	-	6,752,568	6,821,238
Public safety	19,665,320	18,739,288	-	-	19,665,320	18,739,288
Public works	13,469,355	13,594,637	-	-	13,469,355	13,594,637
Health and human services	581,720	772,592	-	-	581,720	772,592
Culture, recreation, and education	7,103,877	8,161,419	-	-	7,103,877	8,161,419
Conservation and development	5,405,930	4,145,963	-	-	5,405,930	4,145,963
Interest and fiscal charges	1,951,469	1,562,932	-	-	1,951,469	1,562,932
Electric Utility	-	-	29,098,855	29,247,919	29,098,855	29,247,919
Water Utility	-	-	4,442,089	3,868,645	4,442,089	3,868,645
Wastewater Utility	-	-	6,453,676	6,290,362	6,453,676	6,290,362
Stormwater Utility	-	-	3,361,438	3,176,353	3,361,438	3,176,353
Total expenses	54,930,239	53,798,069	43,356,058	42,583,279	98,286,297	96,381,348
Increase in net position	10,434,626	3,779,923	11,013,838	9,381,196	21,448,464	13,161,119
Transfers	2,049,166	1,939,406	(2,049,166)	(1,939,406)	-	-
Change in net position	12,483,792	5,719,329	8,964,672	7,441,790	21,448,464	13,161,119
Net position - beginning of the year	157,909,593	152,190,264	218,745,012	211,303,222	376,654,605	363,493,486
Net position - end of the year	\$ 170,393,385	\$ 157,909,593	\$ 227,709,684	\$ 218,745,012	\$ 398,103,069	\$ 376,654,605

Management's Discussion and Analysis (Unaudited)

Governmental Activities

An examination of the statement of activities can provide a concise picture of how the various activities of the City are funded. The following charts draw data from the statement of activities. The City received \$65.4 million in governmental activities revenues in 2024. This was an increase of \$7.8 million from the prior year. The City is highly dependent upon property taxes for funding, and they remain the largest source of governmental activities revenues representing 61.2% of the total in 2024. Property tax revenue is used to finance the City's general fund, debt service, and TIF districts. Intergovernmental revenues and other operating and capital grants comprise 12.8%, while charges for services and all other sources account for 26.0% of total governmental activity resources.

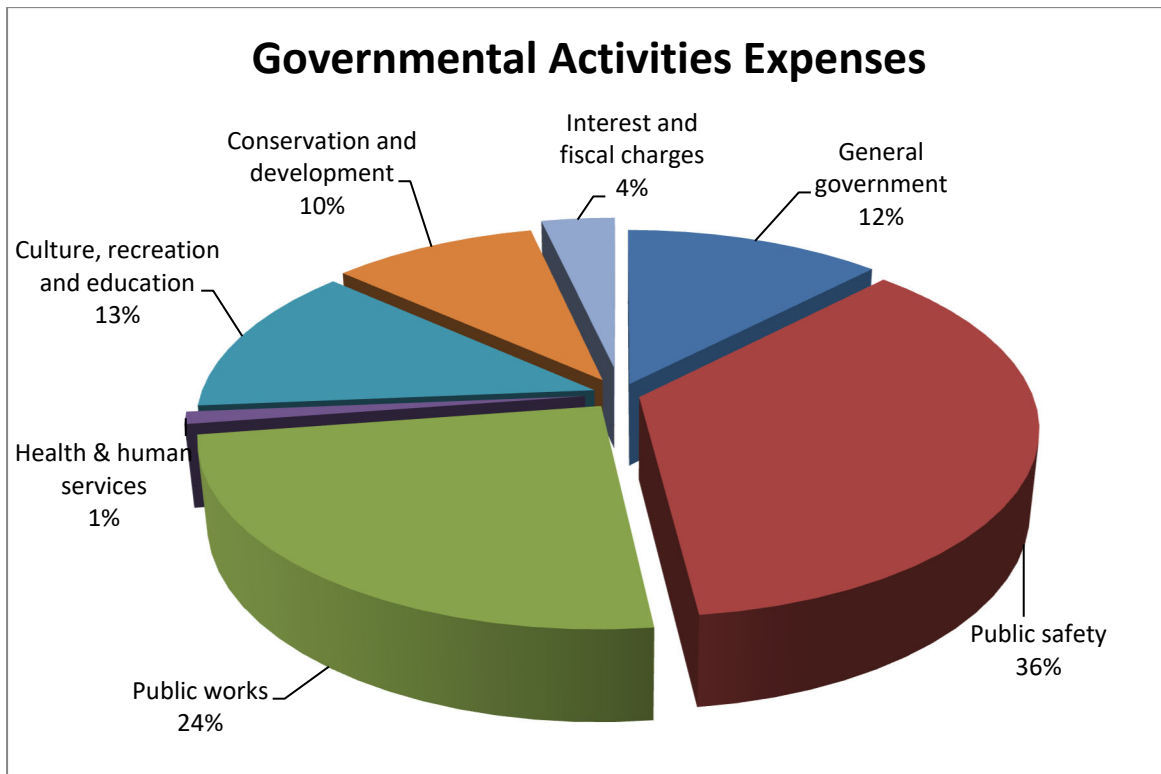


The City experienced a 13.5% increase in revenues from 2023 to 2024. The primary changes are as follows:

- The council approved an increase in the property tax levy (\$5.7 million) largely corresponding to the additional equalized value resulting from increased development in 2023.
- Other general revenues increased 35.8% (\$1.9 million) due to an increase in state shared revenues along with increased investment income.
- Charges for services increased 17.1% (\$1.36 million) primarily due to the Sun Prairie Fire and Rescue Company becoming a department of the City as of January 1, 2024 and the related charges to the Towns of Sun Prairie and Bristol for fire services provided.

Management's Discussion and Analysis (Unaudited)

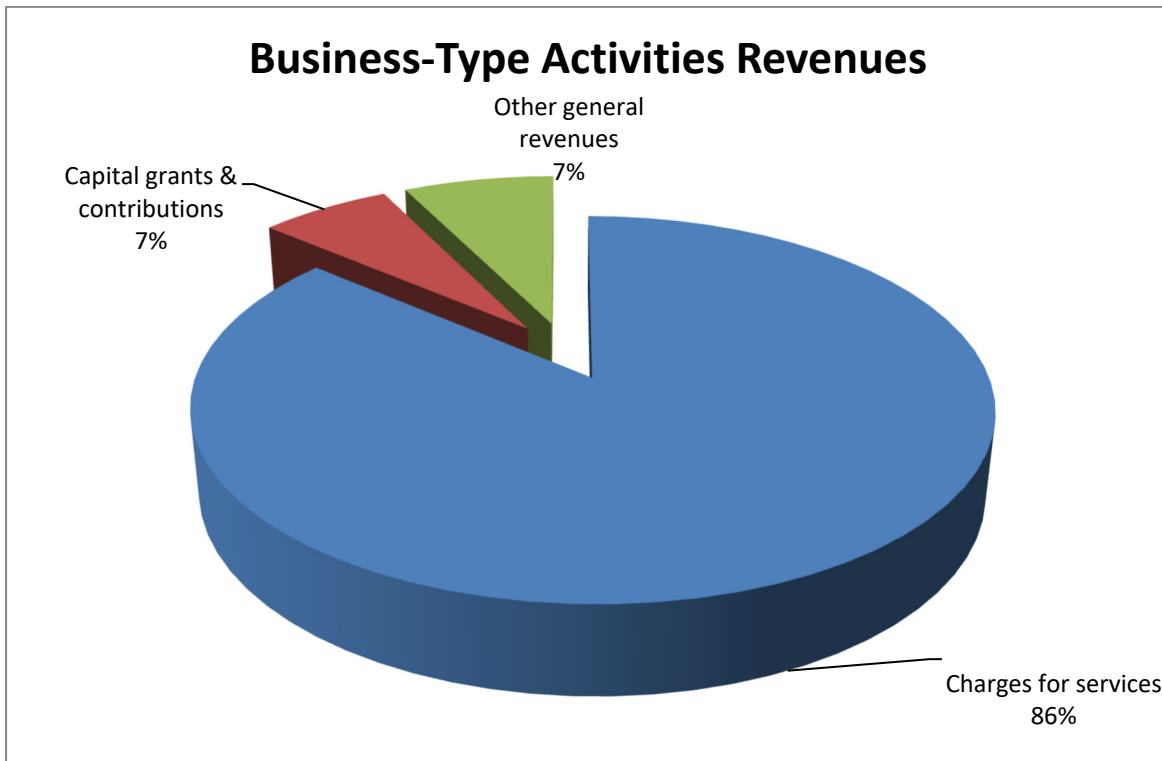
Total governmental activities expenses were \$54.9 million in 2024. Public safety (including police, emergency medical services, building inspection, and fire services) accounts for the largest share of City expenses at 35.8%. This is followed by public works with 24.5%, culture, recreation, and education with 12.9%, general government with 12.3%, conservation and development with 9.8%, and health and human services with 1.1%. Interest & fiscal charges make up the remaining 3.6%.



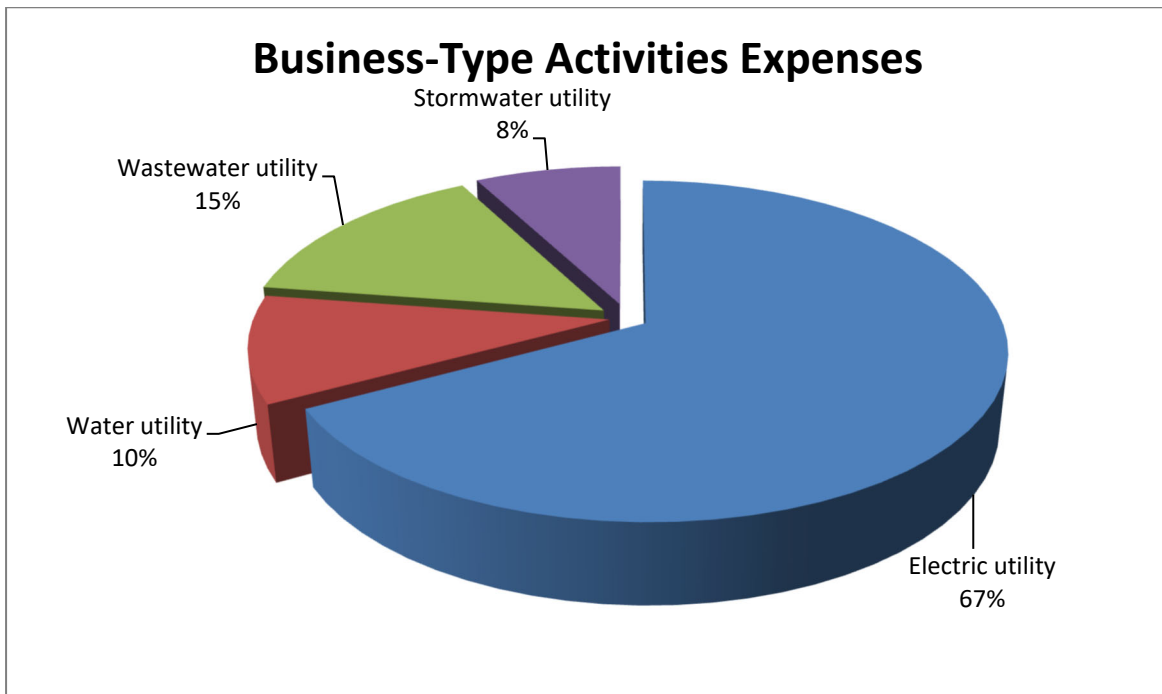
Management's Discussion and Analysis (Unaudited)

Business-Type Activities

Business-type activities include the City's water and electric, wastewater, and storm water utilities. In 2024, revenue for business-type activities totaled \$54.4 million. Charges for services were the largest revenue source for these operations, representing 86.2% of business-type activity revenues. Capital grants and contributions accounted for 6.4% of revenues with other general revenues representing 7.4%.



**Management's Discussion and Analysis
(Unaudited)**



The net position of Sun Prairie Utilities increased by \$5.9 million, which represents a 6.1% increase over 2023. Combined operating revenues for the utility increased by 3.0%, or \$1.1 million. Operating expenses for the utility decreased by \$411,500, or -1.3% from 2023.

The net position of the wastewater utility increased by \$2.0 million, which represents a 3.1% increase from 2023. Wastewater utility operating revenues increased by \$263,500 or 4.3% from 2023. Operating expenses of the utility increased by \$206,500 or 3.5%, from 2023.

The net position of the storm water utility increased by \$1.1 million during 2024, an increase of 1.9%. Storm water utility operating revenues increased by \$183,000 or 6.2%. Operating expenses increased by \$206,000, or 7.2%.

The increase in net position for the enterprise funds is primarily due to development in the City during 2024 and the resulting contributed assets as an outcome of that development.

The last approved rate increases for the electric, water, wastewater, and storm water utilities were effective as follows:

- Electric rates were effective as of December 2, 2023
- Water rates were effective as of January 1, 2024
- Wastewater rates were effective as of January 1, 2024
- Storm water rates were effective as of January 1, 2024

Management's Discussion and Analysis (Unaudited)

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental Funds

The focus of the City's governmental funds is to provide information regarding near-term inflows, outflows, and spendable resources. Such information can be useful in addressing the City's financing requirements. In particular, the level of unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. At the end of 2024, the combined fund balances for the City's governmental funds were \$48.9 million, as detailed below:

	<u>2024</u>	<u>2023</u>
Nonspendable, reported in:		
General Fund	\$ 1,159,577	\$ 1,843,923
Special revenue funds	21,552	10,902
Debt service funds	-	851
Permanent Funds	1,000	1,000
Restricted, reported in:		
General Fund	956,799	1,015,142
Special revenue funds	7,349,237	6,862,625
Debt service funds	2,184,354	552,866
Capital project funds	24,415,352	6,339,376
Committed to:		
Special revenue funds	798,504	531,378
Assigned, reported in:		
General Fund	4,278,600	3,890,737
Capital project funds	2,082,878	2,803,767
Unassigned, reported in:		
General Fund	6,358,452	5,821,158
Capital project funds	<u>(702,781)</u>	<u>(1,448,072)</u>
Total Fund Balance	<u>\$ 48,903,524</u>	<u>\$ 28,225,653</u>

Fund balance is reported in classifications that comprise a hierarchy based on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The classifications of fund balance are *Non-spendable*, *Restricted*, *Committed*, *Assigned*, and *Unassigned*. The amount that represents available resources for spending is the total of Committed, Assigned, and

Unassigned. The unrestricted fund balance, less the non-spendable portion, may serve as a useful measure of a government's net resources available for spending at each fiscal year end.

Management's Discussion and Analysis (Unaudited)

General Fund: The general fund is the primary operating fund of the City. Total fund balance as of December 31, 2024, was \$12.8 million, of which \$1.2 million was non-spendable. Included in this amount is \$703,500 representing advances to TIF District funds, which is a decrease of \$408,000 from 2023. The decrease is primarily due to TID 13 repaying the full advance from the general fund. Assigned fund balance comprised another \$4.3 million of the total fund balance. The 2024 payment in lieu of taxes due to the general fund from the electric and water utility represents \$2.0 million of the assigned fund balance. The increase in the general fund assigned fund balance is primarily due to an increase in carryovers. Unassigned fund balance in the general fund at the end of 2024 was \$6.4 million, which represents 19.9% of the total prior year general fund revenue budget. The City modified the fund balance policy in 2018 moving the target range of general fund balance from 12% to 18% in prior years to 16% to 20% in 2018. This was done to provide sufficient cash flow, stabilization, and emergency reserves for the City. The fund balance in the general fund remained relatively constant from 2023 to 2024.

General Debt Service Fund: The general debt service fund accounts for the accumulation of funds for the payment of long-term debt principal, interest, and related costs. The annual revenue budget for the debt service fund is set to meet the current year obligations. As such, the City is not required to maintain a large ongoing fund balance. In 2024, the net increase in fund balance of \$1,630,637 was largely due to the transfer in of bond premium associated with the 2024 general obligation debt to be used for future principal and interest payments.

General Capital Projects Fund: The general capital projects fund is used to account for major capital improvement projects relating to City-owned capital assets. The restricted fund balance at the end of 2024 was \$20.0 million, which will be used to pay for current and future capital projects. This is an increase of \$16.5 million over 2023. The increase in fund balance is due to 2023 budgeted capital projects being carried over into 2024 for completion while the funds borrowed to complete these projects were received in 2023. The library expansion project was largely completed in 2024.

Proprietary Funds

Sun Prairie Utilities (SPU) (Electric and Water): The SPU's operating income was \$5.1 million in 2024, with net income before transfers and contributions of \$6.4 million. This is an increase of \$1.4 million (28.8%) over 2023.

Water Pollution Control Facility (WPCF): The WPCF's operating income was \$337,000 in 2024, with net income before transfers and contributions of \$806,500. This is an increase of \$188,000 or 30.5% over 2023.

Storm Water Utility: The Storm Water Utility had operating income of \$98,000 in 2024, with a net income before contributions and transfers of \$284,000 and an increase in net position of \$1.1 million. The Storm Water Utility continues to require significant infrastructure improvements. Future rate increases will be implemented as needed to fund the infrastructure improvements.

Management's Discussion and Analysis (Unaudited)

GENERAL FUND BUDGETARY ANALYSIS

The general fund budget is adopted at the function level of expenditure. In 2024, the general fund experienced a net increase in fund balance of \$182,468. The general fund had an unassigned fund balance increase from 2023 of \$537,294. Statements highlighting budget versus actual variances can be found on pages 62 through 65.

The City's 2024 General Fund original adopted expenditure budget including other financing uses totaled \$41,442,174. The Common Council approved departmental 2024 carryover requests of 2024 unspent operating funds of \$754,656.

Total general fund revenues were greater than budget by \$351,865. Significant revenue variances for 2024 are noted below:

- **Intergovernmental: Surplus \$626,478**

General fund intergovernmental revenues include shared taxes, grants and other allocations made to support specific projects, programs, or activities. The surplus is largely due to state shared revenues received.

- **Licenses and Permits: Deficit \$355,807**

General fund licenses and permits include fees for licenses and permits from our City Clerk and Building Inspection division. These licenses and permits allow others to sell, operate, and build within city limits. This significant variance is a result of several large development projects being delayed in 2024, resulting in lower than anticipated applications being submitted.

- **Public Charges for Services: Surplus \$166,255**

Public charges for services represent fees charged for various city services including ambulance calls, miscellaneous park fees, inspections, and fees from the Family Aquatic Center. Much of the surplus was due to increased ambulance calls from prior year.

- **Fines, Forfeitures, and Penalties: Deficit \$36,750**

Revenue from parking violations and court penalties were less than budgeted due to lower than average citations in 2024.

- **Investment Income: Surplus \$232,279**

Investment income was greater than budgeted by \$232,279 due to increasing interest rates during the year.

- **Miscellaneous Revenues: Deficit \$175,226**

The deficit of miscellaneous revenues is due to lower-than-expected miscellaneous revenues and chargebacks to other departments.

Management's Discussion and Analysis (Unaudited)

Total general fund expenditures and other financing uses were \$1,840,004 under budget in 2024. Areas that experienced significant variances from the budget are noted below:

- **General Government Operations: Surplus \$566,397**

The 2024 budget also included allocations for large professional service projects that span multiple years, which represent a surplus of approximately \$311,000. The balance of the savings was from approximately \$156,000 for the vacancy in the finance department as well as other minor savings across departments.

- **Police Department: Surplus \$510,853**

The Police Department experienced savings due to significant vacancies throughout the year. These vacancies were due to retirement and change of career.

- **Public Works: Surplus \$109,989**

Multiple departments within the public works functional area experienced minor surpluses due to operating expenses like supplies and meetings and training coming in below budget.

- **Culture, Recreation, and Education: Surplus \$258,515**

The Library experienced a savings of \$144,332 primarily due to lower-than-expected professional services and replacement of machinery and equipment. Parks and Recreation experienced a savings of \$80,745 due to staff vacancies and lower than expected youth programming. The remaining savings are due to minor operating savings in the Historical Museum and Family Aquatic Center.

- **Conservation and Development: Surplus \$279,158**

The Planning division experienced savings due to a delayed start to their zoning code update while the Economic Development division saw savings in marketing and the delayed implementation of the City's new branding program. The remaining savings are due to minor operational savings in the other divisions.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2024, the City of Sun Prairie had investments in capital assets of \$423.8 million, net of accumulated depreciation, for all governmental and business-type activities of the City. This represents an increase of 6.0% from the end of 2023.

Major capital asset improvements within the City's governmental activities included \$2.1 million in building additions for the reconstruction of Wetmore Park shelter, and renovations at city hall and the fire station. \$3.7 million was spent for street additions and reconstruction. This includes new streets dedicated to the City from developers and the reconstruction of existing streets. \$1.5 million for the addition and reconstruction of bike paths, sidewalks and signals. The City purchased \$2.0 million in machinery and equipment assets. The purchases included a fire engine and an ambulance.

Management's Discussion and Analysis (Unaudited)

In the City's business-type activities, major capital additions (prior to depreciation) include \$5.4 million for electric distribution plant, \$2.8 million for water infrastructure, \$4.5 million for wastewater infrastructure, and \$1.4 million for the storm water infrastructure. These additions include dedications in new developments as well as finalization of the wastewater plant expansion project. The following table provides a summary of the City's changes in capital assets:

CITY OF SUN PRAIRIE CAPITAL ASSETS

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land/right-of-ways	\$ 51,160,696	\$ 50,613,394	\$ 19,840,029	\$ 19,835,609	\$ 71,000,725	\$ 70,449,003
Land improvements	8,667,872	7,854,230	-	-	8,667,872	7,854,230
Buildings	38,465,141	36,376,529	-	-	38,465,141	36,376,529
Equipment	24,648,361	22,631,063	-	-	24,648,361	22,631,063
Infrastructure	146,509,295	141,339,546	-	-	146,509,295	141,339,546
Electric system	-	-	63,265,919	57,843,302	63,265,919	57,843,302
Water system	-	-	71,467,264	68,656,651	71,467,264	68,656,651
Wastewater system	-	-	97,889,713	93,346,755	97,889,713	93,346,755
Stormwater system	-	-	63,609,218	62,201,141	63,609,218	62,201,141
Construction in progress	<u>9,705,740</u>	<u>2,348,630</u>	<u>6,706,451</u>	<u>4,262,890</u>	<u>16,412,191</u>	<u>6,611,520</u>
Total capital assets	279,157,105	261,163,392	322,778,594	306,146,348	601,935,699	567,309,740
Less: Accumulated depreciation	<u>(86,486,496)</u>	<u>(81,947,667)</u>	<u>(91,657,107)</u>	<u>(85,562,872)</u>	<u>(178,143,603)</u>	<u>(167,510,539)</u>
Capital assets net of depreciation	<u>\$ 192,670,609</u>	<u>\$ 179,215,725</u>	<u>\$ 231,121,487</u>	<u>\$ 220,583,476</u>	<u>\$ 423,792,096</u>	<u>\$ 399,799,201</u>

Additional detail about the changes in capital assets can be found in Note 3 on pages 34 through 35 of the financial statements.

Long Term Debt

The City's outstanding general obligation debt as of December 31, 2024, totaled \$104.4 million. In addition, the City had revenue debt outstanding of \$49.1 million that is guaranteed by revenues generated from the City's electric, water, and wastewater utilities.

The City issued \$25,755,000 in revenue bonds for improvements to the water system and the electric system as well as construction of a new operations facility.

The City also issued \$30.0 million of long-term debt in 2024 in the form of general obligation notes to finance 2024 capital project expenditures.

City Capital Projects	\$29,485,000
Fleet Purchases	<u>495,000</u>
Total	\$29,980,000

Management's Discussion and Analysis (Unaudited)

The City's outstanding general obligation bonds are rated Aa2 by Moody's Investors Service. Moody's defines an Aa2 rating as representing "high quality and very low credit risk." In its July 12, 2024 rating analysis, Moody's stated that factors contributing to the City's high rating include "growing tax base favorably located within proximity to the City of Madison (Aaa stable), above median resident income, strong available fund balance and liquidity, and consistently strong debt service coverage (utility revenue bonds)". Revenue bonds of the City's water and electric utility are rated A1. Debt issued by the Sun Prairie Community Development Authority carries an A1 bond rating.

Wisconsin state statutes limit the amount of general obligation debt that a governmental entity may issue to 5.0% of its total equalized valuation. Based on the City's 2024 equalized valuation of \$6.1 billion, the City's statutory debt limit is \$303,859,685. The City was at 34.4% of its legal debt limit as of December 31, 2024.

The following table provides a summary of all outstanding debt and other long-term obligations:

CITY OF SUN PRAIRIE OUTSTANDING DEBT

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
General obligation bonds and notes	\$ 79,079,551	\$ 58,557,381	\$ 25,345,000	\$ 27,120,000	\$ 104,424,551	\$ 85,677,381
Revenue bonds	-	-	49,057,217	25,449,814	49,057,217	25,449,814
Other long-term debt	-	-	304,167	354,167	304,167	354,167
Financed purchases	-	17,485	-	-	-	17,485
Total	\$ 79,079,551	\$ 58,574,866	\$ 74,706,384	\$ 52,923,981	\$ 153,785,935	\$ 111,498,847

More detail regarding the City's outstanding debt can be found in Note 3 on Pages 39 through 43 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The City of Sun Prairie is an economically stable community located in northeastern Dane County and shares a border with the City of Madison, which is the state capital. This location has contributed to the City's rapid growth and strong economic position. As of January 1, 2024, the population is estimated at 39,419. This is an increase of 8,209 since 2015. During this period, the City's population has grown by 25.8% making it one of the fastest growing municipalities in the State of Wisconsin.

New development continued in the western districts of the city with a new day care in the Providence neighborhood and a retail strip center. The central city saw a conversion of an old church property to retail, a new large mixed-use property, as well as other new retail structures. 2024 saw progress and completion of two significant medical facilities. Finally, six new apartment complexes either completed construction or are near completion.

From 2000 to 2008, Sun Prairie's tax base experienced average growth of 12.8% per year. From 2008 to 2014, the growth in Sun Prairie leveled off. Since 2014, the City has experienced a 152% increase in equalized property valuation (\$3.66 billion). 2024 saw an increase of 10.9% or \$595.1 million.

Management's Discussion and Analysis (Unaudited)

The local economy remains strong compared to state and national averages. Unemployment in the Madison area is consistently below the state average and national average, while Sun Prairie's adjusted gross income per return continues to average above the state as a whole. The Dane County unemployment rate is 2.7% in 2024, below the state and federal rates of 2.9% and 4.1% respectively.

The Sun Prairie City Council approved the 2025 budget, which authorized general fund expenditures of \$43,586,875. The combined property tax levy was \$44,578,076, which is an increase of 11.4%. The City's portion of the mill rate increased by .5%. The current mill rate is \$6.7808 per \$1,000 of assessed value.

Beginning with the 2006 budget, the City has been subject to state-imposed property tax limits which restrict the growth of the tax levy to the greater of the percentage of net new construction growth plus the increase in debt service or a state valuation factor.

Locally assessed real estate value increased by approximately 1.9% in 2024 due to market increases. Commercial property increased by 7.3% and residential property increased by 1.5%. New construction increased from \$147.3 million in 2023 to \$182.7 million in 2024.

In December 2019, a novel strain of coronavirus was reported in Wuhan, Hubei province, of China. In the first several months of 2020, the virus, SARS-CoV-2, and resulting disease, COVID-19, spread to the United States, including to areas impacting the City. In March 2021, the Federal Government passed the American Rescue Plan Act in response to the COVID-19 pandemic. This act will provide funds to units of local government to mitigate the fiscal effects stemming from the public health emergency. The City of Sun Prairie's award was \$3,627,917, and received 50% of the funds in 2021, and the remaining 50% in 2022. The City has contracted with a grant administrator to assist with the use and disbursement of these funds to enable the City and community to respond to the COVID-19 public health emergency and its negative impacts. As of December 31, 2024, all funds received under the American Rescue Plan Act had been obligated to eligible expenses. Funds continue to be expended as allowed under the law until December 31, 2026.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is intended to provide a general overview of the City's finances and to demonstrate the City's accountability for the funds it receives. Requests for additional information regarding the City's finances or questions concerning any of the information found in this report should be addressed to the City of Sun Prairie Finance Director at 300 E Main Street, Sun Prairie, Wisconsin 53590. Other information related to the City can be found on the City's website at www.cityofsunprairie.com.

City of Sun Prairie

Statement of Net Position

December 31, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	CDA
Assets and Deferred Outflows of Resources				
Assets				
Cash and investments	\$ 51,526,729	\$ 31,977,643	\$ 83,504,372	\$ -
Receivables (net):				
Taxes	46,692,779	-	46,692,779	-
Delinquent personal property taxes	35,887	-	35,887	-
Accounts	3,566,145	3,813,986	7,380,131	-
Special assessments	17,467	-	17,467	-
Delinquent special assessments	9,044	-	9,044	-
Accrued interest	-	46,983	46,983	-
Other	-	1,059,827	1,059,827	-
Leases	869,642	2,238,834	3,108,476	-
Internal balances	2,525,085	(2,525,085)	-	-
Inventories and prepaid items	406,475	1,164,236	1,570,711	-
Land held for resale	5,199,050	-	5,199,050	-
Investment in mutual insurance company	34,374	-	34,374	-
Restricted cash and investments:				
Cash and investments	566,356	28,964,124	29,530,480	-
Other assets	-	14,134,206	14,134,206	-
Capital assets:				
Land	49,494,516	19,840,029	69,334,545	-
Construction in progress	9,705,740	6,706,451	16,412,191	-
Easements	1,666,180	-	1,666,180	-
Other capital assets, net of depreciation	131,804,173	204,575,007	336,379,180	-
Total assets	304,119,642	311,996,241	616,115,883	-
Deferred Outflows of Resources				
Pension related amounts	15,115,359	3,052,282	18,167,641	-
Liabilities, Deferred inflows of Resources and Net Position				
Liabilities				
Accounts payable and accrued expenses	4,425,409	4,368,977	8,794,386	-
Deposits	73,836	2,608	76,444	-
Due to other governments	426,295	-	426,295	-
Unearned revenue	1,157,670	-	1,157,670	-
Noncurrent liabilities:				
Due within one year	11,569,127	4,416,873	15,986,000	-
Due in more than one year	73,332,709	74,213,870	147,546,579	-
Net pension liability, due in more than one year	1,593,233	1,016,227	2,609,460	-
Total liabilities	92,578,279	84,018,555	176,596,834	-
Deferred Inflows of Resources				
Property taxes levied for next period and other deferred revenues	46,519,201	-	46,519,201	-
Pension related amounts	8,874,494	1,081,450	9,955,944	-
Lease related amounts	869,642	2,238,834	3,108,476	-
Total deferred inflows of resources	56,263,337	3,320,284	59,583,621	-

See notes to financial statements

City of Sun Prairie

Statement of Net Position

December 31, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	CDA
Net Position				
Net investment in capital assets	\$ 133,565,355	\$ 175,385,857	\$308,951,212	\$ -
Restricted for:				
Park improvement	1,972,197	-	1,972,197	-
Economic development	4,271,990	-	4,271,990	-
Transportation improvement	4,761,647	-	4,761,647	-
Grants	244,768	-	244,768	-
Library	379,280	-	379,280	-
Tourism	346,957	-	346,957	-
Housing	137,259	-	137,259	-
Trusts	1,000	-	1,000	-
Equipment replacement	-	4,868,286	4,868,286	-
Debt service	1,906,247	1,620,591	3,526,838	-
Unrestricted	22,806,685	45,834,950	68,641,635	-
 Total net position	<u>\$ 170,393,385</u>	<u>\$ 227,709,684</u>	<u>\$398,103,069</u>	<u>\$ -</u>

See notes to financial statements

City of Sun Prairie

Statement of Activities

Year Ended December 31, 2024

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit
					Governmental Activities	Business-Type Activities	Total	CDA
Primary Government								
Governmental activities:								
General government	\$ 6,752,568	\$ 226,345	\$ 87,471	\$ -	\$ (6,438,752)	\$ -	\$ (6,438,752)	\$ -
Public safety	19,665,320	5,297,517	444,380	-	(13,923,423)	-	(13,923,423)	-
Public works	13,469,355	2,460,837	3,582,458	3,216,213	(4,209,847)	-	(4,209,847)	-
Health and human services	581,720	-	-	-	(581,720)	-	(581,720)	-
Culture, recreation and education	7,103,877	1,278,505	933,037	90,047	(4,802,288)	-	(4,802,288)	-
Conservation and development	5,405,930	66,790	-	-	(5,339,140)	-	(5,339,140)	-
Interest and fiscal charges	1,951,469	-	-	-	(1,951,469)	-	(1,951,469)	-
Total governmental activities	54,930,239	9,329,994	5,047,346	3,306,260	(37,246,639)	-	(37,246,639)	-
Business-type activities:								
Electric	29,098,855	31,716,377	-	299,107	-	2,916,629	2,916,629	-
Water	4,442,089	5,568,463	-	1,191,894	-	2,318,268	2,318,268	-
Wastewater	6,453,676	6,431,545	-	1,195,042	-	1,172,911	1,172,911	-
Stormwater	3,361,438	3,147,043	-	806,921	-	592,526	592,526	-
Total business-type activities	43,356,058	46,863,428	-	3,492,964	-	7,000,334	7,000,334	-
Total primary government	\$ 98,286,297	\$ 56,193,422	\$ 5,047,346	\$ 6,799,224	(37,246,639)	7,000,334	(30,246,305)	-
Component Unit								
Community development authority	\$ 21,210	\$ -	\$ -	\$ -	-	-	-	(21,210)
General Revenues								
Taxes:								
Property taxes, levied for general purposes					24,958,013	-	24,958,013	-
Property taxes, levied for debt service					7,275,474	-	7,275,474	-
Property taxes, levied for TIF districts					7,798,336	-	7,798,336	-
Other taxes					392,823	-	392,823	-
Intergovernmental revenues not restricted to specific programs					3,315,770	61,815	3,377,585	-
Gain on sale of capital assets					134,779	-	134,779	-
Investment income (loss)					2,778,937	3,906,225	6,685,162	(19,670)
Miscellaneous					1,027,133	45,464	1,072,597	-
Total general revenues					47,681,265	4,013,504	51,694,769	(19,670)
Transfers					2,049,166	(2,049,166)	-	-
Total general revenues and transfers					49,730,431	1,964,338	51,694,769	(19,670)
Change in net position					12,483,792	8,964,672	21,448,464	(40,880)
Net Position, Beginning					157,909,593	218,745,012	376,654,605	40,880
Net Position, Ending					\$ 170,393,385	\$ 227,709,684	\$ 398,103,069	\$ -

See notes to financial statements

City of Sun Prairie

Balance Sheet -
Governmental Funds
December 31, 2024

	<u>General Fund</u>	<u>General Debt Service Fund</u>	<u>General Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Assets					
Cash and investments	\$ 21,712,543	\$ 2,884,614	\$ 20,572,579	\$ 6,163,188	\$ 51,332,924
Receivables (net):					
Taxes	27,073,898	7,823,245	-	11,795,636	46,692,779
Delinquent personal property taxes	35,887	-	-	-	35,887
Accounts	2,229,852	778	569,267	484,075	3,283,972
Special assessments	-	17,467	-	-	17,467
Delinquent special assessments	758	-	-	8,286	9,044
Accrued interest	6,142	-	-	16,199	22,341
Leases	-	869,642	-	-	869,642
Due from other funds	3,695,206	-	3,136,443	7,863,747	14,695,396
Prepaid items and inventories	384,923	-	-	21,552	406,475
Investment in mutual insurance company	34,374	-	-	-	34,374
Advances to other funds	703,635	-	-	-	703,635
Restricted cash and investments	<u>86,852</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>86,852</u>
Total assets	<u>\$ 55,964,070</u>	<u>\$ 11,595,746</u>	<u>\$ 24,278,289</u>	<u>\$ 26,352,683</u>	<u>\$ 118,190,788</u>

See notes to financial statements

City of Sun Prairie

Balance Sheet -
Governmental Funds
December 31, 2024

	<u>General Fund</u>	<u>General Debt Service Fund</u>	<u>General Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	\$ 635,876	\$ -	\$ 1,635,243	\$ 21,808	\$ 2,292,927
Accrued liabilities	1,083,379	-	-	16,951	1,100,330
Deposits	14,733	-	1,833	57,270	73,836
Unearned revenues	-	-	-	1,157,670	1,157,670
Due to other governments	426,295	-	-	-	426,295
Due to other funds	12,568,363	701,038	-	360,445	13,629,846
Advances from other funds	-	-	-	817,635	817,635
Total liabilities	<u>14,728,646</u>	<u>701,038</u>	<u>1,637,076</u>	<u>2,431,779</u>	<u>19,498,539</u>
Deferred Inflows of Resources					
Property taxes levied for next period and other deferred revenues	26,900,052	7,823,245	-	11,795,904	46,519,201
Unavailable revenues	1,581,944	17,467	564,758	235,713	2,399,882
Lease related amounts	-	869,642	-	-	869,642
Total deferred inflows of resources	<u>28,481,996</u>	<u>8,710,354</u>	<u>564,758</u>	<u>12,031,617</u>	<u>49,788,725</u>
Fund Balances					
Nonspendable	1,159,577	-	-	22,552	1,182,129
Restricted	956,799	2,184,354	20,019,937	11,744,652	34,905,742
Committed	-	-	-	798,504	798,504
Assigned	4,278,600	-	2,056,518	26,360	6,361,478
Unassigned (deficit)	6,358,452	-	-	(702,781)	5,655,671
Total fund balances	<u>12,753,428</u>	<u>2,184,354</u>	<u>22,076,455</u>	<u>11,889,287</u>	<u>48,903,524</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 55,964,070</u>	<u>\$ 11,595,746</u>	<u>\$ 24,278,289</u>	<u>\$ 26,352,683</u>	<u>\$ 118,190,788</u>

See notes to financial statements

City of Sun Prairie

Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2024

Total Fund Balances, Governmental Funds \$ 48,903,524

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 3. 184,087,513

Special assessments that are not currently available are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements. See Note 3. 17,467

Some receivables that are not currently available are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements. See Note 3. 2,382,415

The net pension asset (liability) does not relate to current financial resources and is not reported in the governmental funds. (1,579,136)

Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds. 15,004,054

Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds. (8,801,055)

Land held for resale used in governmental funds are not financial resources and, therefore, are not reported in the funds. 5,199,050

Internal service funds are reported in the Statement of Net Position as governmental activities. 6,821,442

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	(75,124,551)
Compensated absences	(2,426,339)
Accrued interest	(950,425)
Unamortized debt premium	(3,140,574)

Net Position of Governmental Activities \$ 170,393,385

City of Sun Prairie

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds Year Ended December 31, 2024

	<u>General Fund</u>	<u>General Debt Service Fund</u>	<u>General Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Revenues					
Taxes	\$ 25,016,625	\$ 7,275,474	\$ -	\$ 8,147,333	\$ 40,439,432
Intergovernmental	5,640,753	-	30,227	2,309,888	7,980,868
Licenses and permits	890,461	-	11,995	298,016	1,200,472
Fines, forfeitures and penalties	172,750	-	-	-	172,750
Public charges for services	4,375,344	-	-	2,993,511	7,368,855
Special assessments	55	-	46,028	2,792	48,875
Investment income	1,293,279	114,461	706,567	552,760	2,667,067
Miscellaneous	686,306	32,818	21,496	318,615	1,059,235
Total revenues	<u>38,075,573</u>	<u>7,422,753</u>	<u>816,313</u>	<u>14,622,915</u>	<u>60,937,554</u>
Expenditures					
Current:					
General government	7,392,403	-	-	12,940	7,405,343
Public safety	20,277,915	-	-	35,654	20,313,569
Public works	4,206,592	-	-	3,438,675	7,645,267
Health and human services	440,216	-	-	141,504	581,720
Culture, recreation and education	5,969,399	-	-	1,868,287	7,837,686
Conservation and development	1,529,246	-	-	2,914,417	4,443,663
Capital outlay	-	-	14,807,494	831,371	15,638,865
Debt service:					
Principal	-	6,557,485	-	2,292,830	8,850,315
Interest and fiscal charges	-	1,300,576	265,278	506,961	2,072,815
Total expenditures	<u>39,815,771</u>	<u>7,858,061</u>	<u>15,072,772</u>	<u>12,042,639</u>	<u>74,789,243</u>
Excess (deficiency) of revenues over expenditures	<u>(1,740,198)</u>	<u>(435,308)</u>	<u>(14,256,459)</u>	<u>2,580,276</u>	<u>(13,851,689)</u>
Other Financing Sources (Uses)					
Debt issued	-	-	28,985,000	500,000	29,485,000
Premium on debt issued	-	-	2,073,632	-	2,073,632
Transfers in	2,907,568	2,065,945	947,650	496,195	6,417,358
Transfers out	(984,902)	-	(2,007,078)	(454,450)	(3,446,430)
Total other financing sources (uses)	<u>1,922,666</u>	<u>2,065,945</u>	<u>29,999,204</u>	<u>541,745</u>	<u>34,529,560</u>
Net change in fund balances	182,468	1,630,637	15,742,745	3,122,021	20,677,871
Fund Balances, Beginning	<u>12,570,960</u>	<u>553,717</u>	<u>6,333,710</u>	<u>8,767,266</u>	<u>28,225,653</u>
Fund Balances, Ending	<u>\$ 12,753,428</u>	<u>\$ 2,184,354</u>	<u>\$ 22,076,455</u>	<u>\$ 11,889,287</u>	<u>\$ 48,903,524</u>

See notes to financial statements

City of Sun Prairie

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended December 31, 2024

Net Change in Fund Balances, Total Governmental Funds	\$ 20,677,871
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Amounts reported for governmental activities in the Statement of Activities 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.	15,638,865
Some items reported as operating expenses in the fund financial statements, are capitalized in the government-wide statements.	205,962
Depreciation is reported in the government-wide financial statements	(6,266,956)
Net book value of assets retired.	(17,249)

Contributed capital assets are reported as revenues in the government-wide financial statements.	2,638,851
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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.	1,112,823
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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	(29,485,000)
Principal repaid	8,850,315

Governmental funds report debt premiums and discounts as other financing sources (uses) or financing sources or uses. However, in the Statement of Net Position, these are reported as additions to 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.

Amortization of premium on debt	548,628
Current year premium	(2,073,632)

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	(49,509)
Accrued interest on debt	(329,664)
Net pension asset/liability	3,610,759
Deferred outflows of resources related to pensions	2,400,061
Deferred inflows of resources related to pensions	(5,013,731)

Internal service funds are used by management to charge fleet and health insurance costs to individual funds. The change in net position of the internal service fund reported with governmental activities.	35,398
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Change in Net Position of Governmental Activities	<u>\$ 12,483,792</u>
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City of Sun Prairie

Statement of Net Position -
Proprietary Funds
December 31, 2024

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sun Prairie Utilities	Wastewater Utility	Stormwater Utility	Total	
Assets					
Current assets:					
Cash and investments	\$ 18,349,977	\$ 588,854	\$ 6,503,594	\$ 25,442,425	\$ 193,805
Receivables:					
Accounts	2,914,279	612,318	287,389	3,813,986	259,832
Accrued interest	46,983	-	-	46,983	-
Other	1,016,388	22,778	20,661	1,059,827	-
Lease receivable	206,126	-	-	206,126	-
Due from other funds	203,737	35,785	568,452	807,974	1,573,535
Prepaid items	64,540	-	2,369	66,909	-
Inventories	1,097,327	-	-	1,097,327	-
Restricted assets:					
Cash and investments	904,174	1,217,562	1,772,567	3,894,303	479,504
Total current assets	<u>24,803,531</u>	<u>2,477,297</u>	<u>9,155,032</u>	<u>36,435,860</u>	<u>2,506,676</u>
Noncurrent assets:					
Restricted assets:					
Cash and investments	19,547,456	5,522,365	-	25,069,821	-
Capital assets:					
Land	1,782,854	1,415,016	16,642,159	19,840,029	-
Construction in progress	6,635,889	61,432	9,130	6,706,451	403,033
Other capital assets	134,733,183	97,889,713	63,609,218	296,232,114	14,794,364
Less accumulated depreciation	(46,679,477)	(27,462,939)	(17,514,691)	(91,657,107)	(6,614,301)
Other assets:					
Cash and investments	-	6,535,218	-	6,535,218	-
Lease receivable	2,032,708	-	-	2,032,708	-
Preliminary survey and investigation	16,854	-	-	16,854	-
Lift station fees receivable	-	79,984	-	79,984	-
Advances to other funds	-	114,000	-	114,000	-
Nonutility property	45,090	-	-	45,090	-
Investment in ATC	13,992,278	-	-	13,992,278	-
Total noncurrent assets	<u>132,106,835</u>	<u>84,154,789</u>	<u>62,745,816</u>	<u>279,007,440</u>	<u>8,583,096</u>
Total assets	<u>156,910,366</u>	<u>86,632,086</u>	<u>71,900,848</u>	<u>315,443,300</u>	<u>11,089,772</u>
Deferred Outflows of Resources					
Pension related amounts	<u>2,070,232</u>	<u>582,332</u>	<u>399,718</u>	<u>3,052,282</u>	<u>111,305</u>

See notes to financial statements

City of Sun Prairie

Statement of Net Position -
Proprietary Funds
December 31, 2024

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sun Prairie Utilities	Wastewater Utility	Stormwater Utility	Total	
Liabilities					
Current liabilities:					
Accounts payable	\$ 3,074,599	\$ 100,807	\$ 12,725	\$ 3,188,131	\$ 19,964
Other accrued liabilities	356,287	117,410	131,471	605,168	61,763
Deposits	2,608	-	-	2,608	-
Due to other funds	3,029,734	417,325	-	3,447,059	-
General obligation debt	450,000	425,000	775,000	1,650,000	655,000
Other long-term debt	50,000	-	-	50,000	-
Compensated absences	241,260	86,096	18,568	345,924	-
Liabilities payable from restricted assets:					
Revenue bonds payable	590,000	1,780,949	-	2,370,949	-
Accrued interest	538,013	37,665	-	575,678	-
Total current liabilities	<u>8,332,501</u>	<u>2,965,252</u>	<u>937,764</u>	<u>12,235,517</u>	<u>736,727</u>
Noncurrent liabilities:					
Revenue bonds payable	35,887,741	12,831,268	-	48,719,009	-
General obligation debt (including unamortized premium)	7,432,711	5,402,973	11,755,390	24,591,074	3,478,372
Other long-term debt	254,167	-	-	254,167	-
Compensated absences	572,918	62,947	13,755	649,620	77,000
Net pension liability	886,123	79,089	51,015	1,016,227	14,097
Total noncurrent liabilities	<u>45,033,660</u>	<u>18,376,277</u>	<u>11,820,160</u>	<u>75,230,097</u>	<u>3,569,469</u>
Total liabilities	<u>53,366,161</u>	<u>21,341,529</u>	<u>12,757,924</u>	<u>87,465,614</u>	<u>4,306,196</u>
Deferred Inflows of Resources					
Pension related amounts	535,117	297,035	249,298	1,081,450	73,439
Lease related amounts	2,238,834	-	-	2,238,834	-
Total deferred inflows of resources	<u>2,773,951</u>	<u>297,035</u>	<u>249,298</u>	<u>3,320,284</u>	<u>73,439</u>
Net Position					
Net investment in capital assets	71,280,753	52,117,111	51,987,993	175,385,857	4,929,198
Restricted for:					
Debt service	440,694	1,179,897	-	1,620,591	-
Equipment replacement	-	4,868,286	-	4,868,286	-
Unrestricted	<u>31,119,039</u>	<u>7,410,560</u>	<u>7,305,351</u>	<u>45,834,950</u>	<u>1,892,244</u>
Total net position	<u>\$102,840,486</u>	<u>\$ 65,575,854</u>	<u>\$ 59,293,344</u>	<u>\$227,709,684</u>	<u>\$ 6,821,442</u>

See notes to financial statements

City of Sun Prairie

Statement of Revenues, Expenses and Changes in Net Position -
Proprietary Funds
Year Ended December 31, 2024

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sun Prairie Utilities	Wastewater Utility	Stormwater Utility	Total	
Operating Revenues	<u>\$ 37,284,840</u>	<u>\$ 6,431,545</u>	<u>\$ 3,147,043</u>	<u>\$ 46,863,428</u>	<u>\$ 6,927,347</u>
Operating Expenses					
Operation and maintenance	28,822,495	3,634,528	1,686,408	34,143,431	5,706,997
Depreciation	<u>3,383,824</u>	<u>2,459,895</u>	<u>1,362,615</u>	<u>7,206,334</u>	<u>841,209</u>
Total operating expenses	<u>32,206,319</u>	<u>6,094,423</u>	<u>3,049,023</u>	<u>41,349,765</u>	<u>6,548,206</u>
Operating income	<u>5,078,521</u>	<u>337,122</u>	<u>98,020</u>	<u>5,513,663</u>	<u>379,141</u>
Nonoperating Revenues (Expenses)					
Investment income	2,686,077	764,170	455,978	3,906,225	111,815
Intergovernmental grants	-	61,815	-	61,815	-
Gain on sale of capital assets	-	-	-	-	134,779
Interest, amortization expense and debt issuance costs	(1,326,126)	(359,253)	(312,415)	(1,997,794)	(97,618)
Miscellaneous revenues (expenses)	<u>(8,499)</u>	<u>2,653</u>	<u>42,811</u>	<u>36,965</u>	<u>429,043</u>
Total nonoperating revenues (expenses)	<u>1,351,452</u>	<u>469,385</u>	<u>186,374</u>	<u>2,007,211</u>	<u>578,019</u>
Income before contributions and transfers	<u>6,429,973</u>	<u>806,507</u>	<u>284,394</u>	<u>7,520,874</u>	<u>957,160</u>
Contributions and Transfers					
Capital contributions	1,491,001	1,195,042	806,921	3,492,964	-
Transfers in (out)	<u>(2,049,166)</u>	<u>-</u>	<u>-</u>	<u>(2,049,166)</u>	<u>(921,762)</u>
Total contributions and transfers	<u>(558,165)</u>	<u>1,195,042</u>	<u>806,921</u>	<u>1,443,798</u>	<u>(921,762)</u>
Change in net position	5,871,808	2,001,549	1,091,315	8,964,672	35,398
Net Position, Beginning	<u>96,968,678</u>	<u>63,574,305</u>	<u>58,202,029</u>	<u>218,745,012</u>	<u>6,786,044</u>
Net Position, Ending	<u><u>\$102,840,486</u></u>	<u><u>\$ 65,575,854</u></u>	<u><u>\$ 59,293,344</u></u>	<u><u>\$227,709,684</u></u>	<u><u>\$ 6,821,442</u></u>

See notes to financial statements

City of Sun Prairie

Statement of Cash Flows -
Proprietary Funds
Year Ended December 31, 2024

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sun Prairie Utilities	Wastewater Utility	Stormwater Utility	Total	
Cash Flows From Operating Activities					
Received from customers	\$ 36,379,942	\$ 6,355,365	\$ 2,782,864	\$ 45,518,171	\$ 8,431,778
Received from municipality for services	460,287	-	-	460,287	-
Paid to suppliers for goods and services	(25,674,473)	(2,254,065)	(881,987)	(28,810,525)	(5,277,914)
Paid to employees for services	(2,659,424)	(1,481,553)	(855,123)	(4,996,100)	(449,355)
Net cash flows from operating activities	8,506,332	2,619,747	1,045,754	12,171,833	2,704,509
Cash Flows From Investing Activities					
Investment income	2,300,634	764,170	460,389	3,525,193	111,815
Investment in ATC	(399,859)	-	-	(399,859)	-
Investments purchased	(15,487,079)	-	-	(15,487,079)	-
Investments sold and matured	27,909	-	-	27,909	-
Net cash flows from investing activities	(13,558,395)	764,170	460,389	(12,333,836)	111,815
Cash Flows From Noncapital Financing Activities					
Paid to municipality for tax equivalent	(1,934,406)	-	-	(1,934,406)	-
Interfund activity	-	2,001,881	3,856	2,005,737	-
Repayment of advances from other funds	-	19,000	-	19,000	-
Transfers	-	-	-	-	(921,762)
Net cash flows from noncapital financing activities	(1,934,406)	2,020,881	3,856	90,331	(921,762)
Cash Flows From Capital and Related Financing Activities					
Debt issued	25,755,000	169,317	-	25,924,317	495,000
Debt retired	(1,065,000)	(2,186,914)	(890,000)	(4,141,914)	(625,000)
Interest paid	(519,168)	(409,387)	(378,450)	(1,307,005)	(135,119)
Debt premium net of debt issue costs	1,301,080	-	-	1,301,080	39,980
Acquisition and construction of capital assets	(10,934,427)	(3,222,873)	(474,035)	(14,631,335)	(1,961,841)
Capital contribution received	299,107	512,431	-	811,538	-
Special assessments received	-	-	11,263	11,263	-
Net cash flows from capital and related financing activities	14,836,592	(5,137,426)	(1,731,222)	7,967,944	(2,186,980)
Net change in cash and cash equivalents	7,850,123	267,372	(221,223)	7,896,272	(292,418)
Cash and Cash Equivalents, Beginning	15,464,405	13,596,627	8,497,384	37,558,416	965,727
Cash and Cash Equivalents, Ending	<u>\$ 23,314,528</u>	<u>\$ 13,863,999</u>	<u>\$ 8,276,161</u>	<u>\$ 45,454,688</u>	<u>\$ 673,309</u>

See notes to financial statements

City of Sun Prairie

Statement of Cash Flows -
Proprietary Funds
Year Ended December 31, 2024

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sun Prairie Utilities	Wastewater Utility	Stormwater Utility	Total	
Reconciliation of Operating Income to Net Cash Flows From Operating Activities					
Operating income	\$ 5,078,521	\$ 337,122	\$ 98,020	\$ 5,513,663	\$ 379,141
Nonoperating revenue (expense)	(8,499)	61,815	763	54,079	429,043
Adjustments to reconcile operating income to net cash flows from operating activities:					
Depreciation	3,383,824	2,459,895	1,362,615	7,206,334	841,209
Depreciation charged to clearing and other funds	309,811	-	-	309,811	-
Changes in assets, liabilities and deferred outflows/inflows of resources:					
Accounts receivable	(54,972)	(94,656)	(65,260)	(214,888)	-
Other accounts receivable	(107,293)	(7,554)	(4,959)	(119,806)	(253,993)
Due to (from) other funds	(144,370)	(54,841)	(294,723)	(493,934)	1,329,381
Accounts payable	(227,992)	(82,459)	(16,461)	(326,912)	(27,548)
Other current liabilities	(38,246)	6,615	3,823	(27,808)	(5,095)
Compensated absences	-	12,804	(10,968)	1,836	20,486
Prepaid items	10,511	560	(56)	11,015	-
Inventories	428,062	-	-	428,062	-
Pension related amounts	53,796	(19,554)	(27,040)	7,202	(8,115)
Lease deferrals	(176,821)	-	-	(176,821)	-
Net cash flows from operating activities	<u>\$ 8,506,332</u>	<u>\$ 2,619,747</u>	<u>\$ 1,045,754</u>	<u>\$ 12,171,833</u>	<u>\$ 2,704,509</u>
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position, Proprietary Funds					
Cash and investments	\$ 18,349,977	\$ 588,854	\$ 6,503,594	\$ 25,442,425	\$ 193,805
Redemption account	904,174	1,217,562	-	2,121,736	-
Replacement account	-	4,868,286	-	4,868,286	-
Reserve account	2,934,337	-	-	2,934,337	-
Construction account	16,613,119	654,079	1,772,567	19,039,765	479,504
Other assets, cash and investments	-	6,535,218	-	6,535,218	-
Less noncash equivalents	(15,487,079)	-	-	(15,487,079)	-
Cash and cash equivalents	<u>\$ 23,314,528</u>	<u>\$ 13,863,999</u>	<u>\$ 8,276,161</u>	<u>\$ 45,454,688</u>	<u>\$ 673,309</u>
Noncash Capital and Related Financing Activities					
Amortization	<u>\$ 84,669</u>	<u>\$ 38,530</u>	<u>\$ 58,978</u>		<u>\$ 43,366</u>
Capital contributions	<u>\$ 1,191,894</u>	<u>\$ 682,611</u>	<u>\$ 795,658</u>		<u>\$ -</u>
Dividends reinvested in ATC	<u>\$ 351,225</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>

See notes to financial statements

City of Sun Prairie

Statement of Fiduciary Net Position -

Fiduciary Funds

December 31, 2024

	Utilities Pension Trust Fund	Custodial Funds
Assets		
Cash and investments	\$ -	\$ 28,986,512
Taxes receivable	-	45,719,121
Due from other governments	-	426,283
Prepaid items	-	10,500
Restricted assets:		
Cash	104,234	-
Corporate stock	646,777	-
Exchange trade funds	2,127,652	-
Mutual funds	476,780	-
Total assets	3,355,443	75,142,416
Liabilities		
Due to other governments	-	74,698,162
Other accounts payable	-	73,802
Total liabilities	-	74,771,964
Net Position		
Restricted for:		
Pensions	3,355,443	-
Individuals, organizations, and other governments	-	370,452
Total net position	\$ 3,355,443	\$ 370,452

See notes to financial statements

City of Sun Prairie

Statement of Changes in Fiduciary Net Position -

Fiduciary Funds

Year Ended December 31, 2024

	Utilities Pension Trust Fund	Custodial Funds
Additions		
Contributions:		
Employer	\$ 125,000	\$ -
Member	-	732,179
Investment income	328,645	23,507
Investment management fees and other taxes	(23,844)	-
Property taxes collected for other governments	-	48,682,887
Total additions	429,801	49,438,573
Deductions		
Public safety expense	-	747,088
Property taxes distributed to other governments	-	48,682,887
Total deductions	-	49,429,975
Change in net position	429,801	8,598
Net Position, Beginning	2,925,642	361,854
Net Position, Ending	\$ 3,355,443	\$ 370,452

See notes to financial statements

City of Sun Prairie

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December 31, 2024

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1. Summary of Significant Accounting Policies

The accounting policies of the City of Sun Prairie, Wisconsin (the City) 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).

Reporting Entity

This report includes all of the funds of the City. The reporting entity for the City consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or 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. The primary government is financially accountable if (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. Certain legally separate, tax exempt organizations should also be reported as a component unit 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 or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

Component units are reported using one of three methods, discrete presentation, blended or fiduciary. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blending method if it meets any one of the following criteria: (1) the primary government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the primary government.

Discretely Presented Component Units

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 mayor and confirmed by the city council. Wisconsin Statutes provide for circumstances whereby the City can impose its will on the CDA, and also create a potential financial benefit to or burden on the City. See Note 3. As a component unit, the CDA's financial statements have been presented as a discrete column in the financial statements. The information presented is for the fiscal year ended December 31, 2024. The CDA does not issue separate financial statements.

Business Improvement District (BID)

The government-wide financial statements include the Business Improvement District (BID) as a component unit. The BID is a legally separate organization. The board of the BID is appointed by the mayor and confirmed by city council. Wisconsin Statutes provide for circumstances whereby the City can impose its will on the BID, and also create a potential financial benefit to or burden on the City. The Business Improvement District (BID) is part of the reporting entity of the City of Sun Prairie. However, the BID had no financial transactions during 2024 which are material to these financial statements. Also, the BID does not own any assets nor is it liable for any debt. Therefore, no financial statements are presented in this report. The BID issues separate financial statements that are available through the City of Sun Prairie.

Government-Wide and Fund Financial Statements

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized in financial statements prepared using the economic resources measurement focus for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This standard was implemented January 1, 2024.

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 City 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 City are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues and expenditures/expenses.

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 City 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 City believes is particularly important to financial statement users may be reported as a major fund.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

General Fund

General Fund accounts for the City's primary operating activities. It is used to account for and report all financial resources except those accounted for and reported in another fund.

Debt Service Fund

General Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for the payment of general long-term debt principal, interest and related costs, other than TID or enterprise debt.

Capital Projects Fund

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

Enterprise Funds

The City reports the following major enterprise funds:

Sun Prairie Utilities accounts for operations of the electric and water system

Wastewater Utilities accounts for operations of the wastewater system

Stormwater Utility accounts for operations of the stormwater system

The City reports the following nonmajor governmental funds:

Special Revenue Funds

Special Revenue Funds are 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).

Park Improvement Fund	Transportation Impact Fee Fund
Grant Funds	Library
Sun Prairie Media Center	Refuse and Recycling
Street Trees	Tourism
Transportation	Housing Fund

Capital Projects Funds

Capital Projects Funds are 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.

Tax Incremental District (TID) No. 8	Tax Incremental District (TID) No. 13
Tax Incremental District (TID) No. 9	Tax Incremental District (TID) No. 14
Tax Incremental District (TID) No. 11	Tax Incremental District (TID) No. 15
Tax Incremental District (TID) No. 12	Tax Incremental District (TID) No. 16
Development Projects	

Permanent Fund

Permanent Fund is used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs, that is, for the benefit of the government or its citizenry.

Ashley Trust Fund

In addition, the City reports the following fund types:

Internal Service Funds

Internal Service Funds are used to account for and report the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis.

Fleet	Health Insurance
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Pension Trust Fund

Pension Trust Fund is used to account for and report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other postemployment benefit plans or other employee benefit plans.

Utilities Pension Trust Fund

Custodial Funds

Custodial Funds are used to account for and report assets controlled by the City and the assets are for the benefit of individuals, private organizations and/or other governmental units.

Tax Collection Fund

Multijurisdictional Public Safety
Information System Commission
(MPSISC)

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 deferred inflows. 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. Exceptions to this general rule are charges between the City's utility funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 City 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 inflows. 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 City is entitled to the resources and the amounts are available. Amounts owed to the City which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Special assessments are recorded as revenues when they become measurable and available as current assets. Annual installments due in future years are reflected as receivables and unavailable revenues. Delinquent special assessments being held by the County are reported as receivables and unavailable 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.

Proprietary and Fiduciary Funds

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

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 Sun Prairie Utilities, wastewater utility and stormwater 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.

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, deferred outflows of resources, liabilities and deferred inflows of resources 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.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity**Deposits and Investments**

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

Investment of City 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.
- 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.

Investment of most trust funds including cemetery perpetual care funds, is regulated by Chapter 881 of the Wisconsin Statutes. Investment of library trust funds is regulated by Chapter 112. Those sections give broad authority to use such funds to acquire various kinds of investments including stocks, bonds and debentures.

The City has adopted an investment policy. That policy contains the following guidelines for allowable investments: obligations of the U.S. Government; obligations of U.S. Government agencies; time deposits (defined as savings accounts or certificates of deposit); and overnight repurchase agreements, whereby the seller will agree to purchase U.S. Government securities, commercial paper with satisfactory or superior rating, LGIP and MBIA through institutions federally insured through FDIC.

Custodial Credit Risk

The City's investment policy states that all deposits and investments of the City shall be secured by pledged collateral in an amount equal to at least 100%, but not more than 105%, of the total investment less the amount covered by FDIC or the State Deposit Guarantee Fund. The City is in compliance with this policy per Note 3. The policy also states that the City shall not invest more than 50% of its funds in any one institution unless the investments are in U.S. Government securities, obligation of U.S. Government agencies and LGIP and limits the term on investments to no more than three years.

Credit Risk

The City's investment policy states that the City will minimize credit risk, which is the risk of loss due to the failure of the security issuer or backer, by: limiting investments to the types of securities governed by Wisconsin state statute 66.0603, pre-qualifying the financial institutions, broker/dealers, intermediaries and advisors with which the City will do business and by diversifying the investment portfolio so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized.

Interest Rate Risk

The City's investment policy states that the City will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market value interest rates, by: structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily short-term securities, money market mutual funds or similar investment pools and limiting the average maturity of the portfolio in accordance with policy.

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 methods and inputs as outlined in Note 3. 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, 2024, the fair value of the City's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

See Note 3 for further information.

Receivables

Property taxes are levied in December on the assessed value as of the prior January 1. In addition to property taxes for the City, taxes are collected for and remitted to the county government 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 statement of fiduciary net position.

Property tax calendar - 2024 tax roll:

Lien date and levy date	December 2024
Tax bills mailed	December 2024
Payment in full, or	January 31, 2025
First installment due	January 31, 2025
Second installment due	July 31, 2025
Tax sale - 2024 delinquent real estate taxes	October 2027

Accounts receivable have been shown net of an allowance for uncollectible accounts in the amount of \$1,421,151. 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 Sun Prairie Utilities, wastewater utility and stormwater 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.

In the governmental fund financial statements, advances to other funds are offset equally by a nonspendable fund balance account which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation or by a restricted fund balance account, if the funds will ultimately be restricted when the advance is repaid.

Inventories and Prepaid Items

Governmental fund inventories, if material, are recorded at cost based on the average cost method using the consumption method of accounting. Proprietary fund inventories are generally used for construction and/or for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average and charged to construction and/or operation and maintenance expense when used.

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. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

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.

Capital Assets**Government-Wide Financial 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 general capital assets and \$50,000 for infrastructure assets, and an estimated useful life in excess of one 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 acquisition 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 and overhead. 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 of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation 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	10-40 Years
Land improvements	20 Years
Machinery and equipment	3-20 Years
Utility system	5-100 Years
Infrastructure	30-50 Years

Fund Financial Statements

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

Other Assets

The Sun Prairie Utilities is a member of the American Transmission Company (ATC). ATC was formed by approximately 25 utilities to plan, construct, maintain, monitor and own electric transmission facilities in Wisconsin. The utility owns less than 1% of ATC. The investment earns dividends quarterly, some of which is paid in cash and some of which is required to be reinvested. From time to time, the utility has the option to contribute additional funds to maintain their proportionate share of ownership. The asset is valued as original cost plus additional contributions and reinvested dividends.

Nonutility property in the Sun Prairie Utilities consists of a house and the land with a balance (net of depreciation) of \$45,090 at December 31, 2024.

Property held for future use in the Sun Prairie Utilities has a balance of \$16,854 at year-end and is land to be used for a possible future substation. It is owned by the utility but not currently used during the course of operations.

The plant expansion account of the wastewater utility are fees collected from customers for connection to the system that have been designated by council for future plant expansion. The balance of this account at December 31, 2024 was \$5,283,586.

The interceptor account in the wastewater utility is designated for future construction and debt service of wastewater collection interceptors. The balance of this account as of December 31, 2024, was \$1,251,632.

The lift station fees receivable are costs expected to be recovered in future periods from other developments using the wastewater utility lift station. Initially, the wastewater utility paid developers of the Hickory Grove lift station for capital costs to serve other areas.

Land held for resale in the governmental activities is valued at the lower of historical cost or market.

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts.

Vacation and sick leave pay is accrued in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and are payable with expendable resources.

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, 2024, are determined on the basis of current salary rates and include salary related payments.

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 amortized over the life of the issue using the effective interest method. The balance at year end is shown as an increase or decrease in the liability section of the statement of net position.

The City has approved 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 City. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The total amount of IRB's outstanding at the end of the year is \$14,338,117, made up of three issues.

Leases

The City is a lessor because it leases capital assets to other entities. As a lessor, the City reports a lease receivable and corresponding deferred inflow of resources in both the fund financial statements and government-wide financial statements. The City continues to report and depreciate the capital assets being leased as capital assets of the primary government. The lease activity is not considered to be a principal ongoing operation of the city.

Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net assets that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

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 City's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Statements

Governmental fund balances are displayed 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.
- 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 City Council. 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 City Council that originally created the commitment.
- d. **Assigned** - Includes spendable fund balance amounts that are intended to be used for specific purposes that do not meet the criteria to be classified as restricted or committed. The Council may take official action to assign amounts. 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.

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

The City 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 City would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The Council has formally established stabilization and emergency reserve funds. The stabilization and emergency reserve funds are contained as unassigned fund balances within the general fund. The stabilization fund shall not be used except to maintain current service levels or to help transition slower expenditure growth in response to a decrease in general fund nonproperty tax revenues. The emergency reserve fund shall be used to respond to one-time unforeseen emergencies. Additions to the stabilization and emergency reserve funds are required when the fund balance for each declines below 6% of the prior year's budgeted general fund revenues.

The City has a formal minimum fund balance policy. That policy is to maintain a working capital fund of 16-20% of the prior year's budgeted general fund revenues. The balance at year-end was \$6,358,452 or 20% and is reported as unassigned general fund balance.

See Note 3 for further information.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Pension

The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net Pension Liability (Asset);
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions; and
- Pension Expense (Revenue).

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Basis for Existing Rates

Sun Prairie Utilities

Current electric rates were approved by the PSCW on November 30, 2023, effective as of December 2, 2023.

Current water rates were approved by the PSCW on October 12, 2023 and effective as of January 1, 2024.

Wastewater Utility

Current wastewater rates were approved by the City council effective January 1, 2024.

Stormwater Utility

Current stormwater rates were approved by the City council effective January 1, 2024.

2. Stewardship, Compliance and Accountability

Excess Expenditures and Other Financing Uses Over Budget

<u>Funds</u>	<u>Budgeted Expenditures and Other Financing Uses</u>	<u>Actual Expenditures and Other Financing Uses</u>	<u>Excess Expenditures and Other Financing Uses Over Budget</u>
Grant fund, special revenue	\$ 850,587	\$ 868,386	\$ 17,799

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

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

As of December 31, 2024, the following individual funds held a deficit balance:

<u>Fund</u>	<u>Amount</u>	<u>Reason</u>
TID No. 12, capital project	\$ 426,184	Excess expenditures over revenues
TID No. 14, capital project	217,915	Excess expenditures over revenues
TID No. 15, capital project	54,632	Excess expenditures over revenues
TID No. 16, capital project	4,050	Excess expenditures over revenues

TIF district deficits are anticipated to be funded with future incremental taxes levied over the life of the districts, which is 27 years for the districts created before October 1, 1995, and 23 years for districts created thereafter through September 30, 2004. Beginning October 1, 2004, the life of new districts varies by type of district (20-27 years) and may be extended in some cases.

Limitations on the City's Tax Levy

Wisconsin law limits the City's future tax levies. Generally the City is limited to its prior tax levy dollar amount (excluding TIF Districts), increased by the greater of the percentage change in the City's equalized value due to net new construction or zero percent. Changes in debt service from one year to the next are generally exempt from this limit with certain exceptions. The City is required to reduce its allowable levy by the estimated amount of fee revenue it collects for certain services, if those services were funded in 2013 by the property tax levy. Levies can be increased above the allowable limits if the amount is approved by referendum.

3. Detailed Notes on All Funds

Deposits and Investments

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the statement of net position and balance sheet as cash and investments. In addition, investments are separately held by several of the city's funds. The deposits and investments of trust funds are held separately from those of other funds.

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

	<u>Carrying Value</u>	<u>Statement Balances</u>	<u>Associated Risks</u>
Demand deposits	\$101,995,618	\$103,985,815	Custodial credit
U.S. treasuries	15,518,131	15,518,131	Custodial credit and interest rate
Certificates of deposit, negotiable	3,164,435	3,164,435	Credit, custodial credit, interest rate
Mutual funds, other than bond funds	5,028,375	5,031,660	N/A
LGIP	19,658,958	19,658,958	Credit risk
Petty cash	11,290	-	N/A
Total deposits and investments	<u>\$145,376,807</u>	<u>\$147,358,999</u>	

City of Sun Prairie

Notes to Financial Statements

December 31, 2024

Reconciliation to financial statements

Per statement of net position:

Unrestricted cash and investments	\$ 83,504,372
Restricted cash and investments	29,530,480

Per statement of fiduciary net position, fiduciary funds:

Custodial Funds	28,986,512
Utilities Pension Trust Fund	<u>3,355,443</u>

Total deposits and investments \$145,376,807

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) and \$250,000 for demand deposit accounts (interest-bearing and non-interest-bearing). 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 \$1,000,000. However, due to the nature of this fund, recovery of material principal losses may not be significant to individual municipalities. This coverage has been considered in computing custodial credit risk.

The City maintains collateral agreements with its banks. At December 31, 2024, the banks had pledged various government securities in the amount of \$4,485,000 to secure the City's deposits.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Investment Type	December 31, 2024			
	Level 1	Level 2	Level 3	Total
Certificates of deposit, negotiable	\$ -	\$ 3,164,435	\$ -	\$ 3,164,435
Mutual funds, other than bond funds	5,028,375	-	-	5,028,375
U.S. treasuries	<u>15,518,131</u>	<u>-</u>	<u>-</u>	<u>15,518,131</u>
Total	<u>\$ 20,546,506</u>	<u>\$ 3,164,435</u>	<u>\$ -</u>	<u>\$ 23,710,941</u>

Investment Type	Valuation Method
Mutual funds, other than bond funds	Quoted market pricing for identical assets or yield scales and bond evaluation models for similar assets that have recently traded.
Certificates of deposit, negotiable	Quoted market pricing for similar assets, valuation model or matrix formula.
U.S. treasuries	Quoted market pricing for identical assets.

Custodial Credit Risk

Deposits

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

The City does not have any deposits exposed to custodial credit risk.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Investments

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

The City does not have any investments exposed to custodial credit risk.

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, 2024, the City's investments were rated as follows:

<u>Investment Type</u>	<u>Not Rated</u>
Certificates of deposit, negotiable	X

The City also held investments in the following external pool which is not rated:

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, 2024, the City's investments were as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 1 Year</u>	<u>1-5 Years</u>
Certificates of deposit, negotiable	\$ 3,164,435	\$ 1,948,482	\$ 1,215,953
U.S. treasuries	15,518,131	15,487,078	31,053
Total	<u>\$ 18,682,566</u>	<u>\$ 17,435,560</u>	<u>\$ 1,247,006</u>

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

Receivables

All of the receivables on the balance sheet are expected to be collected within one year except for delinquent items in the general fund in the amount of \$36,645, special assessments of \$17,467 in the general debt service fund, and leases receivable of \$841,636 in general debt service fund.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Governmental funds report *unavailable* or *unearned 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 *unavailable revenue* and *unearned revenue* reported in the governmental funds were as follows:

	<u>Unearned</u>	<u>Unavailable</u>
Property taxes receivable for subsequent year	\$ 46,519,201	\$ -
Special assessments not yet received	-	17,467
Ambulance receivables	-	1,421,151
Other accounts receivable	-	961,264
Unspent grant funds	1,157,670	-
Leases not yet due	869,642	-
	<u> </u>	<u> </u>
Total unearned/unavailable revenue for governmental funds	<u>\$ 48,546,513</u>	<u>\$ 2,399,882</u>
Unearned revenue included in liabilities	\$ 1,157,670	
Unearned revenue included in deferred inflows	<u>47,388,843</u>	
	<u> </u>	
Total unearned revenue for governmental funds	<u>\$ 48,546,513</u>	

Restricted Assets

The following represent the balances of the restricted assets:

Long-Term Debt Accounts

Redemption - Used to segregate resources accumulated for debt service payments over the next twelve months.

Reserve - Used to report resources set aside to make up potential future deficiencies in the redemption account.

Construction - Used to report proceeds of revenue bond issuances that are restricted for use in construction.

Equipment Replacement Account

The wastewater utility established an equipment replacement account to be used for significant mechanical equipment replacement as required by the Wisconsin Department of Natural Resources.

Following is a list of restricted assets at December 31, 2024:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Reserve account	\$ 86,852	\$ 2,934,337
Replacement account	-	4,868,286
Construction account	479,504	19,039,765
Redemption account	-	2,121,736
	<u> </u>	<u> </u>
Total	<u>\$ 566,356</u>	<u>\$ 28,964,124</u>

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Capital Assets

Capital asset activity for the year ended December 31, 2024, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated:				
Land and nondepreciable improvements	\$ 48,947,214	\$ 547,302	\$ -	\$ 49,494,516
Construction in progress	1,638,920	8,391,815	728,028	9,302,707
Construction in progress, internal service	709,710	336,056	642,733	403,033
Easements	1,666,180	-	-	1,666,180
Total capital assets not being depreciated	52,962,024	9,275,173	1,370,761	60,866,436
Capital assets being depreciated:				
Land improvements	7,688,999	839,041	25,399	8,502,641
Land improvements, internal service	165,231	-	-	165,231
Buildings	34,044,155	2,147,437	77,800	36,113,792
Buildings, internal service	2,332,374	18,975	-	2,351,349
Machinery and equipment	11,706,586	706,674	42,683	12,370,577
Machinery and equipment, internal service	10,924,477	2,581,684	1,228,377	12,277,784
Streets	111,392,524	4,561,557	881,842	115,072,239
Sidewalks	20,096,737	504,251	-	20,600,988
Signals	2,181,267	1,117,708	492,119	2,806,856
Bike paths	7,669,018	395,921	35,727	8,029,212
Total capital assets being depreciated	208,201,368	12,873,248	2,783,947	218,290,669
Total capital assets	261,163,392	22,148,421	4,154,708	279,157,105
Less accumulated depreciation for:				
Land improvements	(3,450,608)	(261,264)	24,692	(3,687,180)
Land improvements, internal service	(34,699)	(6,609)	-	(41,308)
Buildings	(15,928,878)	(979,627)	61,855	(16,846,650)
Buildings, internal service	(1,167,674)	(49,477)	-	(1,217,151)
Machinery and equipment	(7,490,927)	(616,765)	42,086	(8,065,606)
Machinery and equipment, internal service	(5,601,734)	(785,123)	1,031,015	(5,355,842)
Streets	(39,653,836)	(3,455,476)	881,842	(42,227,470)
Sidewalks	(3,864,061)	(412,020)	-	(4,276,081)
Signals	(1,153,148)	(140,343)	492,119	(801,372)
Bike paths	(3,602,102)	(401,461)	35,727	(3,967,836)
Total accumulated depreciation	(81,947,667)	(7,108,165)	2,569,336	(86,486,496)
Net capital assets being depreciated	126,253,701	5,765,083	214,611	131,804,173
Total governmental activities capital assets, net as reported in the statement of net position	<u>\$ 179,215,725</u>	<u>\$ 15,040,256</u>	<u>\$ 1,585,372</u>	<u>\$ 192,670,609</u>

Depreciation expense was charged to functions as follows:

Governmental Activities

General government	\$ 467,611
Public safety	868,741
Public works	4,755,667
Culture, recreation and education	789,085
Conservation and development	227,061
Total governmental activities depreciation expense	<u>\$ 7,108,165</u>

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

	Beginning Balance	Additions	Deletions	Ending Balance
Business-Type Activities				
Capital assets not being depreciated:				
Construction in progress, electric	\$ 2,749,567	\$ 9,688,690	\$ 6,305,573	\$ 6,132,684
Construction in progress, water	487,998	3,177,990	3,162,783	503,205
Construction in progress, wastewater	759,070	52,587	750,225	61,432
Construction in progress, stormwater	266,255	-	257,125	9,130
Land, electric	1,717,767	-	-	1,717,767
Land, water	65,087	-	-	65,087
Land, wastewater	1,415,016	-	-	1,415,016
Land, stormwater	16,637,739	4,420	-	16,642,159
Total capital assets not being depreciated	24,098,499	12,923,687	10,475,706	26,546,480
Capital assets being depreciated:				
Electric system	57,843,302	6,319,438	896,821	63,265,919
Water system	68,656,651	3,139,213	328,600	71,467,264
Wastewater system	93,346,755	4,616,927	73,969	97,889,713
Stormwater	62,201,141	1,569,878	161,801	63,609,218
Total capital assets being depreciated	282,047,849	15,645,456	1,461,191	296,232,114
Total capital assets	306,146,348	28,569,143	11,936,897	322,778,594
Less accumulated depreciation for:				
Electric system	(27,488,474)	(2,442,155)	932,180	(28,998,449)
Water system	(16,688,943)	(1,369,243)	377,158	(17,681,028)
Wastewater system	(25,077,010)	(2,459,895)	73,966	(27,462,939)
Stormwater	(16,308,445)	(1,362,615)	156,369	(17,514,691)
Total accumulated depreciation	(85,562,872)	(7,633,908)	1,539,673	(91,657,107)
Net capital assets being depreciated	196,484,977	8,011,548	(78,482)	204,575,007
Business-type activities capital assets, net as reported in the statement of net position	<u>\$ 220,583,476</u>	<u>\$ 20,935,235</u>	<u>\$ 10,397,224</u>	<u>\$ 231,121,487</u>

Depreciation expense was charged to functions as follows:

Business-Type Activities

Electric	\$ 2,128,216
Water	1,255,608
Wastewater	2,459,895
Stormwater	1,362,615
Total business-type activities depreciation expense	<u>\$ 7,206,334</u>

Depreciation expense is different from accumulated depreciation additions and capital asset deletions are different from accumulated depreciation deletions because of joint metering, salvage cost of removal, internal allocations and cost associated with the disposal of assets.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Interfund Receivables/Payables, Advances and Transfers

Interfund Receivables/Payables

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

Receivable Fund	Payable Fund	Amount
Sun Prairie Utilities	General	\$ 203,737
General	Sun Prairie Utilities	2,216,398
Wastewater utility	Sun Prairie Utilities	35,785
General	Grant	66,769
Sun Prairie Media Center	General	53,835
General	Park Improvement	270,724
Housing	General	137,259
General capital projects	Sun Prairie Utilities	777,551
Fleet	General	742,245
General capital projects	General	2,358,892
General	General debt service	701,038
Refuse and recycling	General	385,145
Stormwater utility	General	568,452
Street trees	General	304,892
TID No. 8	General	586,335
Tourism	General	269,916
Transportation	General	1,938,898
Health insurance	General	831,290
TID No. 9	General	1,855,997
General	Wastewater utility	417,325
General	Development projects	22,952
TID No. 11	General	1,809,018
Transportation impact fee fund	General	516,318
TID No. 13	General	6,134
Total, fund financial statements		17,076,905
Less fund eliminations		(11,319,907)
Add interfund receivables created with internal service fund eliminations		(3,117,913)
Less interfund advances		(114,000)
Total internal balances, government-wide statement of net position		<u>\$ 2,525,085</u>

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Governmental activities	Business-type activities	\$ 3,411,274
Business-type activities	Governmental activities	<u>(886,189)</u>
Total government-wide financial statements		<u>\$ 2,525,085</u>

All amounts are due within one year.

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.

Advances

The general fund is advancing funds to TID No. 12, TID No. 14, TID No. 15, and TID No. 16. The amount advanced is the deficiency of revenues over expenditures and other financing uses since the district's inception. No repayment schedules have been established. The wastewater utility advanced \$114,000 to TID No. 14, with a flat rate of 2.13% interest charged on the outstanding balance. The balance is to be repaid by TID No. 14 over the next 10 years.

The following is a schedule of interfund advances:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Amount Not Due Within One Year</u>
General	TID No. 12, capital project	\$ 522,889	\$ 522,889
General	TID No. 14, capital project	122,064	122,064
General	TID No. 15, capital project	54,632	54,632
General	TID No. 16, capital project	4,050	4,050
Wastewater utility	TID No. 14, capital project	<u>114,000</u>	114,000
Total, fund financial statements		817,635	
Less fund eliminations		<u>(703,635)</u>	
Total, interfund advances		<u>\$ 114,000</u>	

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Transfers

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
General	Grants	\$ 425,255	Social worker, housing planner, ARPA grant administration, equity audit
General	Health Insurance	398,762	Jan-June Steps
General	General capital projects	34,385	Grants/Contracts coordinator
General capital projects	General	100,000	Restructure library fund
General capital projects	Health Insurance	565,000	Jan-June Steps
			CVMIC Grant, Neighborhood Navigators, EMS Outreach Grant
Grants	General	7,000	Class and comp implementation
Sun Prairie Media Center	General	50,000	Metro Bus and Share-Ride Taxi
Transportation	General	400,000	2024A Note Premium
General debt service	General capital projects	1,972,693	IT financed purchases
General debt service	General	93,252	Replacement plans
General capital projects	General	282,650	Crash Attenuator (ERP)
Fleet	General	42,000	Downtown maintenance
Refuse and recycling	TID No. 8	29,195	Annual contribution
Housing	General	10,000	Payment in lieu of taxes
General	Sun Prairie Utilities	<u>2,049,166</u>	
Total, fund financial statements		6,459,358	
Less fund eliminations		(3,404,430)	
Less government-wide eliminations		<u>(1,005,762)</u>	
Total transfers, government-wide statement of activities		<u>\$ 2,049,166</u>	

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.

City of Sun Prairie

Notes to Financial Statements

December 31, 2024

Long-Term Obligations

Long-term obligations activity for the year ended December 31, 2024, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities					
Bonds and notes payable:					
General obligation debt	\$ 51,285,000	\$ 25,585,000	\$ 8,555,000	\$ 68,315,000	\$ 8,735,000
General obligation notes from direct borrowings and direct placements	3,187,381	3,900,000	277,830	6,809,551	306,523
General obligation debt, internal service	4,085,000	495,000	625,000	3,955,000	655,000
Premiums	1,615,570	2,073,632	548,628	3,140,574	524,630
Premiums, internal service	175,893	45,845	43,366	178,372	-
Subtotal	<u>60,348,844</u>	<u>32,099,477</u>	<u>10,049,824</u>	<u>82,398,497</u>	<u>10,221,153</u>
Other liabilities:					
Compensated absences	2,376,830	1,609,428	1,559,919	2,426,339	1,347,974
Compensated absences, internal service	56,514	20,486	-	77,000	-
Financed purchases	17,485	-	17,485	-	-
Total other liabilities	<u>2,450,829</u>	<u>1,629,914</u>	<u>1,577,404</u>	<u>2,503,339</u>	<u>1,347,974</u>
Total governmental activities long-term liabilities	<u>\$ 62,799,673</u>	<u>\$ 33,729,391</u>	<u>\$ 11,627,228</u>	<u>\$ 84,901,836</u>	<u>\$ 11,569,127</u>
Business-Type Activities					
Bonds and notes payable:					
General obligation debt	\$ 27,120,000	\$ -	\$ 1,775,000	\$ 25,345,000	\$ 1,650,000
Revenue bonds	9,270,000	25,755,000	580,000	34,445,000	590,000
Revenue bonds from direct borrowings/placements	16,179,814	169,317	1,736,914	14,612,217	1,780,949
Other long-term debt	354,167	-	50,000	304,167	50,000
Premiums	1,387,157	1,723,835	182,177	2,928,815	-
Total bonds and notes payable	<u>54,311,138</u>	<u>27,648,152</u>	<u>4,324,091</u>	<u>77,635,199</u>	<u>4,070,949</u>
Other liabilities:					
Compensated absences	1,054,622	400,413	459,491	995,544	345,924
Total other liabilities	<u>1,054,622</u>	<u>400,413</u>	<u>459,491</u>	<u>995,544</u>	<u>345,924</u>
Total business-type activities long-term liabilities	<u>\$ 55,365,760</u>	<u>\$ 28,048,565</u>	<u>\$ 4,783,582</u>	<u>\$ 78,630,743</u>	<u>\$ 4,416,873</u>

In accordance with Wisconsin Statutes, total general obligation indebtedness of the City may not exceed 5% of the equalized value of taxable property within the City's jurisdiction. The debt limit as of December 31, 2024, was \$303,859,685. Total general obligation debt outstanding at year end was \$104,424,551.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

General Obligation Debt

All general obligation debt payable is backed by the full faith and credit of the City. Debt in the governmental funds will be retired by future property tax levies or tax increments 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

<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2024</u>
Taxable refunding notes	07/08/14	02/01/27	1.2-3.7%	\$ 4,315,000	\$ 1,610,000
Notes	07/07/15	02/01/25	2.0-2.25	2,970,000	305,000
Notes	10/26/16	04/01/26	2.0-3.0	10,690,000	1,345,000
Notes	06/28/17	04/01/27	2.0-3.0	4,920,000	1,570,000
Notes	10/11/18	04/01/28	3.0-4.0	7,825,000	3,235,000
Bonds	02/07/19	04/01/37	2.7-4.0	9,255,000	5,445,000
Refunding bonds	02/07/19	04/01/32	3.0-4.0	2,555,000	2,275,000
Bonds	07/17/19	04/01/39	3.0-5.0	3,895,000	3,035,000
Notes	07/17/19	04/01/29	2.0-4.0	9,605,000	5,240,000
State trust fund loan, Direct placement	12/20/19	03/15/29	3.25	650,000	386,911
Notes	08/13/20	04/01/30	1.0-3.0	6,050,000	3,295,000
State trust fund loan, Direct placement	12/21/20	03/15/30	3.00	1,150,000	805,450
Notes	08/12/21	04/01/31	1.5-2.0	7,810,000	4,510,000
Notes	08/09/22	04/01/32	3.0-4.0	6,755,000	5,060,000
State trust fund loan, Direct placement	12/27/22	03/15/36	4.75	1,804,000	1,717,190
Notes	08/10/23	04/01/33	4.0-5.0	10,625,000	9,265,000
Notes	08/08/24	04/01/44	4.0-5.0	26,080,000	26,080,000
State trust fund loan, Direct placement	12/16/24	03/15/29	5.00	500,000	500,000
State trust fund loan, Direct placement	12/16/24	03/15/29	5.00	3,400,000	3,400,000
Total governmental activities, general obligation debt					<u>\$ 79,079,551</u>

Business-Type Activities

<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2024</u>
Notes	07/07/15	02/01/25	2.0-2.25%	\$ 835,000	\$ 90,000
Notes	10/26/16	04/01/26	2.0-3.0	475,000	85,000
Bonds	10/26/16	04/01/36	2.0-3.0	5,820,000	3,750,000
Bonds	10/26/16	04/01/36	2.0-3.0	3,435,000	2,215,000
Bonds	11/30/17	04/01/37	2.0-3.0	4,900,000	3,385,000
Bonds	10/11/18	04/01/38	3.0-5.0	7,125,000	5,395,000
Bonds	07/17/19	04/01/39	3.0-5.0	7,080,000	5,520,000
Notes	08/13/20	04/01/30	1.0-3.0	715,000	440,000
Bonds	08/12/21	04/01/41	2.0-3.0	4,860,000	4,105,000
Notes	08/10/23	04/01/33	4.0-5.0	405,000	360,000
Total business-type activities, general obligation debt					<u>\$ 25,345,000</u>

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Debt service requirements to maturity are as follows:

<u>Years</u>	Governmental Activities General Obligation Debt		Business-Type Activities General Obligation Debt	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 9,390,000	\$ 2,812,394	\$ 1,650,000	\$ 759,375
2026	8,355,000	2,310,711	1,610,000	699,688
2027	8,135,000	2,009,110	1,625,000	640,688
2028	6,700,000	1,731,692	1,680,000	582,675
2029	6,065,000	1,500,170	1,740,000	524,913
2030-2034	19,180,000	4,866,550	9,155,000	1,824,988
2035-2039	7,920,000	2,276,473	7,320,000	496,581
2040-2044	6,525,000	659,025	565,000	11,350
Total	<u>\$ 72,270,000</u>	<u>\$ 18,166,125</u>	<u>\$ 25,345,000</u>	<u>\$ 5,540,258</u>

<u>Years</u>	Governmental Activities Notes From Direct Borrowings and Direct Placements	
	<u>Principal</u>	<u>Interest</u>
2025	\$ 306,523	\$ 118,305
2026	1,187,954	349,560
2027	1,290,737	246,776
2028	1,350,467	187,046
2029	1,414,070	123,443
2030-2034	903,326	200,598
2035-2036	356,474	25,617
Total	<u>\$ 6,809,551</u>	<u>\$ 1,251,345</u>

Revenue Debt

Business-type activities revenue bonds are payable only from revenues derived from the operation of the electric, water and wastewater utilities.

The Sun Prairie Utilities has pledged future sales revenues, net of specified operating expenses, to repay revenue bonds issued in between 2012-2024. Proceeds from the bonds provided financing for the electric and water systems. The bonds are payable solely from sales revenues and are payable through 2044. Annual principal and interest payments on the bonds are expected to require 22% of net revenues. The total principal and interest remaining to be paid on the bonds is \$49,875,722. Principal and interest paid for the current year and total customer net revenues were \$823,560 and \$11,139,923, respectively.

The wastewater utility has pledged future sales revenues, net of specified operating expenses, to repay revenue bonds issued between 2005-2021. Proceeds from the bonds provided financing for the wastewater system. The bonds are payable solely from sales revenues and are payable through 2040. Annual principal and interest payments on the bonds are expected to require 15% of gross revenues. The total principal and interest remaining to be paid on the bonds is \$16,301,954. Principal and interest paid for the current year and total customer gross revenues were \$1,989,214 and \$7,679,404, respectively.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Revenue debt payable at December 31, 2024, consists of the following:

Business-Type Activities Revenue Debt

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2024</u>
<u>Sun Prairie Utilities</u>					
Revenue bonds	11/15/12	04/01/32	1.50-3.20%	\$ 2,800,000	\$ 1,345,000
Revenue bonds	06/16/14	04/01/34	3.25-4.30	3,200,000	1,775,000
Revenue bonds	02/10/21	04/01/41	1.0-4.0	6,300,000	5,570,000
Revenue bonds	08/08/24	04/01/44	4.0-5.0	25,755,000	<u>25,755,000</u>
				Total Sun Prairie Utilities	<u>34,445,000</u>
<u>Wastewater Utilities</u>					
Revenue bonds, direct placement	06/08/05	05/01/25	2.365	15,844,256	1,022,226
Revenue bonds, direct placement	03/24/21	05/01/40	1.49	15,603,340	<u>13,589,991</u> (1)
				Total Wastewater Utilities	<u>14,612,217</u>
				Total business-type activities, revenue debt	<u>\$ 49,057,217</u>

(1) - During 2021 the utility was authorized to issue \$17,382,165 of sewerage system Clean Water Fund revenue bonds. The original amount reported above has been issued as of December 31, 2024. The repayment schedule is for the amount issued.

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Business-Type Activities Revenue Debt</u>		<u>Business-Type Activities Revenue Debt From Direct Borrowings and Direct Placements</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 590,000	\$ 1,595,914	\$ 1,780,949	\$ 208,266
2026	1,450,000	1,378,210	769,990	184,827
2027	1,500,000	1,313,695	781,424	173,308
2028	1,565,000	1,246,207	793,028	161,618
2029	1,630,000	1,175,338	804,805	149,754
2030-2034	8,749,999	4,821,008	4,206,884	564,551
2035-2039	9,060,001	2,942,050	4,528,659	240,385
2040-2044	<u>9,900,000</u>	<u>958,300</u>	<u>946,478</u>	<u>7,028</u>
Total	<u>\$ 34,445,000</u>	<u>\$ 15,430,722</u>	<u>\$ 14,612,217</u>	<u>\$ 1,689,737</u>

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Other Long-Term Debt

Other long-term debt at December 31, 2024 consists of the following:

<u>Business-Type Activities</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2024</u>
Other Long-Term Debt					
2021 WPPI Loan, direct placement	1/11/2021	1/28/2031	N/A	\$ 500,000	\$ 304,167
Total business-type activities other long-term debt					<u>\$ 304,167</u>

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Business-Type Activities Other Long-Term Debt Principal</u>
2025	\$ 50,000
2026	50,000
2027	50,000
2028	50,000
2029	50,000
2030-2031	<u>54,167</u>
Total	<u>\$ 304,167</u>

Other Debt Information

Estimated payments of compensated absences are not included in the debt service requirement schedules.

Under terms of the resolutions providing for the issuance of utility revenue bonds, revenues less operating expenses excluding depreciation (defined net earnings) must exceed 1.10 times the highest annual debt service of the bonds. The coverage only includes revenue debt and does not include general obligation or other debt. The coverage requirement was met in 2024 for Sun Prairie Utilities as well as the wastewater utility.

A statutory mortgage lien upon the utility's system and any additions, improvements and extensions thereto is created by Section 66.0621 of the Wisconsin Statutes as provided for in the ordinances creating the revenue bond issue. The utility's system and the earnings of the system remain subject to the lien until payment in full of the principal and interest on the bonds.

The City's outstanding State Trust Fund Loans from direct borrowings related to governmental activities contain clauses that any delinquent payments are subject to a penalty of 1% per month and shall be deducted from any state payments that are due to the City.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Lease Disclosures

Lessor - Lease Receivables

<u>Governmental Activities</u>				Receivable Balance December 31, 2024
<u>Lease Receivables Description</u>	<u>Date of Inception</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	
Heartland Affordable Housing	01/01/22	12/31/41	2.00%	\$ 869,642
Total governmental activities				<u>\$ 869,642</u>
<u>Business-Type Activities</u>				Receivable Balance December 31, 2024
<u>Lease Receivables Description</u>	<u>Date of Inception</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	
Tower Space (Verizon, Bird St.)	01/01/22	12/31/46	2.00%	\$ 721,179
Tower Space (Sprint, Business Park)	01/01/22	12/31/30	2.00	267,948
Tower Space (AT&T, Business Park)	01/01/22	12/31/26	2.00	110,716
Tower Space (AT&T, Linnerud Dr.)	01/01/22	12/31/25	2.00	52,044
Tower Space (T-Mobile, Linnerud Dr.)	01/01/23	12/31/47	2.00	<u>1,086,947</u>
Total business-type activities				<u>\$ 2,238,834</u>

The City recognized \$202,419 of lease revenue during the fiscal year.

The City recognized \$70,859 of interest revenue during the fiscal year.

Net Position/Fund Balances

Net position reported on the government-wide statement of net position at December 31, 2024, includes the following:

Governmental Activities

Net investment in capital assets:

Land	\$ 49,494,516
Construction in progress	9,705,740
Easements	1,666,180
Other capital assets, net of accumulated depreciation	131,804,173
Less long-term debt outstanding	(79,079,551)
Plus unspent capital related debt proceeds	20,683,817
Less capital related accounts payable	(1,368,967)
Less premium on debt	(3,318,946)
Plus noncapital debt outstanding	<u>3,978,393</u>

Total net investment in capital assets \$ 133,565,355

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Governmental Funds

Governmental fund balances reported on the fund financial statements at December 31, 2024, include the following:

	General Fund	General Debt Service Fund	General Capital Projects Fund	Nonmajor Funds	Total
Fund Balances					
Nonspendable:					
Advances	\$ 703,635	\$ -	\$ -	\$ -	\$ 703,635
Delinquent items	36,645	-	-	-	36,645
Prepaid items and inventories	384,923	-	-	21,552	406,475
Investment in mutual insurance company	34,374	-	-	-	34,374
Permanent fund principal	-	-	-	1,000	1,000
Subtotal	<u>1,159,577</u>	<u>-</u>	<u>-</u>	<u>22,552</u>	<u>1,182,129</u>
Restricted for:					
Debt service	-	2,184,354	-	-	2,184,354
Future capital projects (unspent debt)	-	-	20,019,937	-	20,019,937
Park improvements	-	-	-	1,781,273	1,781,273
Transportation improvements	-	-	-	2,824,368	2,824,368
Grants	-	-	-	244,768	244,768
Library	301,947	-	-	77,333	379,280
Transit	-	-	-	1,937,279	1,937,279
Tourism	-	-	-	346,957	346,957
Housing	-	-	-	137,259	137,259
TIF related projects	-	-	-	4,395,415	4,395,415
Sun Prairie Ice, Inc	654,852	-	-	-	654,852
Subtotal	<u>956,799</u>	<u>2,184,354</u>	<u>20,019,937</u>	<u>11,744,652</u>	<u>34,905,742</u>
Committed to:					
Sun Prairie media center	-	-	-	116,132	116,132
Street trees	-	-	-	304,892	304,892
Refuse and recycling	-	-	-	377,480	377,480
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>798,504</u>	<u>798,504</u>
Assigned to:					
Subsequent years' budget	694,008	-	-	-	694,008
Signs	7,474	-	-	-	7,474
Replacement funds	52,518	-	-	-	52,518
Tax equivalent	2,049,166	-	-	-	2,049,166
Self insurance	200,000	-	-	-	200,000
Carryovers	754,656	-	-	-	754,656
Youth and family	5,545	-	-	-	5,545
Sick benefits	389,731	-	-	-	389,731
Recreation	125,502	-	-	-	125,502
Future capital projects	-	-	2,056,518	26,360	2,082,878
Subtotal	<u>4,278,600</u>	<u>-</u>	<u>2,056,518</u>	<u>26,360</u>	<u>6,361,478</u>
Unassigned (Deficit)	<u>6,358,452</u>	<u>-</u>	<u>-</u>	<u>(702,781)</u>	<u>5,655,671</u>
Total fund balances	<u>\$ 12,753,428</u>	<u>\$ 2,184,354</u>	<u>\$ 22,076,455</u>	<u>\$ 11,889,287</u>	<u>\$ 48,903,524</u>

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Business-Type Activities

Net investment in capital assets:

Land	\$ 19,840,029
Construction in progress	6,706,451
Other capital assets, net of accumulated depreciation	204,575,007
Less long-term debt outstanding	(74,706,384)
Plus unspent capital related debt proceeds	21,899,569
Less unamortized debt premium	<u>(2,928,815)</u>

Total net investment in capital assets	<u><u>\$ 175,385,857</u></u>
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Component Unit

Community Development Authority

This report contains the Community Development Authority (CDA), which is included as a component unit.

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

a. Basis of Accounting/Masurement Focus

The CDA follows the full accrual basis of accounting and the flow of economic resources measurement focus.

b. Deposits and Investments

At year end, the carrying amount of the CDA's deposits was \$0.

c. Employee Retirement System

The CDA has no employees.

4. Other Information

Single Employer Public Employee Retirement Plan, Sun Prairie Utilities

Plan Description

The Utility contributes to the Sun Prairie Utilities' Employees' Pension Plan (Plan), a fiduciary fund, which is a Single Employer public employee defined benefit retirement plan. The Utility established the Plan to provide retirement benefits for employees of the Utility. The Plan is governed by the utility commission, which has the right at any time and from time to time to amend the Plan. The Plan does not issue a standalone financial report and is not included in the report of another entity.

As of January 1, 2013, the Plan stopped allowing new entrants. Instead, the Utility established a Defined Contribution Plan.

Funding Policy

Employer contributions to the Plan are recognized on the accrual basis and are actuarially determined each year. The Plan does not permit employees to make contributions.

All full-time employees hired prior to January 1, 2013, over the age of 18 and having one year of service, are eligible to participate in the Plan. The normal retirement date is the first day of the month coincident with or following age 65. Employees are eligible for benefits after age 55 with a minimum service of 15 years. Benefits vest fully after five years of service after the age of 18 based on the Plan year periods. Eligible employees are entitled to an annual retirement benefit in the form of single life annuity with ten years certain in an amount equal to 1.5% of future service times average monthly compensation plus 1% per year of past service times average monthly compensation. The maximum total number of years of service is 47. The past service amount is calculated on the years prior to January 1, 1989. The IRC 415 maximum annual benefit is \$275,000 and benefits are limited to 100% of compensation. Compensation is defined as the highest consecutive three year average salary over all service years up to a maximum annual salary of \$345,000.

Annual Money-Weighted Rate of Return

For the year ended December 31, 2024, the annual money-weighted rate of return on the Plan's investments was 10.11%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Plan Membership

Membership of the Plan at December 31, 2024, the date of the latest actuarial valuation, consisted of:

Retirees and beneficiaries receiving benefits:

Terminated plan members entitled to, but not yet receiving benefits	6
Active plan members	9
Total	<u>15</u>

Net Pension Liability (Asset)

Components of the Plan's net pension liability (asset), the total pension liability less the fiduciary net position, were as follows at December 31, 2024:

Total pension liability	\$ 4,163,758
Fiduciary net position	<u>3,355,443</u>
Net pension liability (asset)	<u>\$ 808,315</u>
Fiduciary net position as percentage of total pension liability	<u>80.59 %</u>

The schedule of changes in the employer's net pension liability and related ratios, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information related to the funded status of the Pension Fund.

Actuarial Assumptions

The total pension liability is based on the results of the actuarial valuation as of December 31, 2024 using the aggregate cost method. The actuarial assumptions included (a) 5% investment rate of return (net of administrative expenses) and (b) projected salary increases of 2.5% per year. The assumptions did not include postretirement benefit increases. The actuarial value of assets was determined using the fair value of investments. The aggregate cost method does not identify or separately amortize unfunded actuarial liabilities. Information about funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose and that the information presented is intended to approximate the funding progress of the plan. Mortality rates were based on the Applicable Mortality Table for 417(e) (unisex).

Discount Rate

The discount rate used to measure the total pension liability for the Plan was 5%. The projection of cash flows used to determine the discount rate assumed that utility contributions will be made at rates equal to actuarially determined contribution rates. Based on those assumptions, the Pension Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the pension liability (asset) of the Plan calculated using the discount rate of 5% as well as what the net pension liability (asset) would be if it were to be calculated using a discount rate that is 1-percentage-point lower (4%) or 1-percentage-point higher (6%) than the current rate:

	1% Decrease (4%)	Current Discount Rate	1% Increase (6%)
Net pension liability	\$ 1,519,179	\$ 808,315	\$ 216,202

Long-Term Expected Rate of Return

The long-term expected rate of return was determined using a conservative approach. The expected median return for the following asset allocation strategy the Plan has been using is 6.32%. The actuarial expected rate of return is 5% in order to be more confident that there will not be a short fall of funding in future years.

Asset Class	Target	Long-Term Expected Real Rate of Return
Equities	40-65%	7.5%
Bonds	30-45	5.0
Alternatives	5-15	4.0
Preferreds	0-5	4.0
Cash and Cash Equivalents	0-3	0.5

Employees' Retirement System

The City and Utility are currently offering two retirement plans during 2024. The one plan currently available to both City and Utility personnel is the Wisconsin Retirement System (WRS), a cost sharing multiple-employer defined benefit pension plan. The other plan currently available to Utility personnel, is the Sun Prairie Utilities Employees' Pension Plan, a single-employer public employee defined benefit retirement plan. The table below shows both pensions as reported in the basic financial statements for the year ended December 31, 2024.

	WRS	SPU Employees' Pension Plan	Total
Deferred outflows of resources	\$ 16,638,028	\$ 1,529,613	\$ 18,167,641
Deferred inflows of resources	9,726,675	229,269	9,955,944
Net pension liability (asset)	1,801,145	808,315	2,609,460
Pension expense	702,551	210,602	909,156

1. Wisconsin Retirement System (WRS)

Plan Description

The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

Vesting

For employees beginning participation on or after January 1, 1990 and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998 and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

Benefits Provided

Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and executive service retirement participants, if hired on or before 12/31/2016) are entitled to retirement benefit based on a formula factor, their average earnings and creditable service.

Final average earnings is the average of the participant's three highest annual earnings period. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at age 55 (50 for protective occupations) and receive an actuarially reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

Postretirement Adjustments

The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the Floor) set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

Year	Core Fund Adjustment %	Variable Fund Adjustment %
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0
2023	1.6	(21.0)

Contributions

Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for General category employees, including Teachers, Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category merged into the General Employee category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the WRS recognized \$1,784,733 in contributions from the City.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Contribution rates for the plan year reported as of December 31, 2024 are:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (Executives and Elected Officials)	6.80 %	6.80 %
Protective with Social Security	6.80	13.20
Protective without Social Security	6.80	18.10

Pension Liability (Asset), Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2024, the City reported a liability (asset) of \$1,801,145 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2023 and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2022 rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net pension liability (asset) was based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2024, the City's proportion was 0.12114192%, which was an increase of 0.00981796% from its proportion reported as of December 31, 2023.

For the year ended December 31, 2024, the City recognized pension expense of \$702,551.

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 7,262,200	\$ 9,618,828
Changes in assumptions	785,067	-
Net differences between projected and actual earnings on pension plan investments	6,276,698	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	9,762	107,847
Employer contributions subsequent to the measurement date	<u>2,304,301</u>	<u>-</u>
Total	<u>\$ 16,638,028</u>	<u>\$ 9,726,675</u>

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

\$2,304,301 reported as deferred outflows of resources related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Years Ending December 31:	Deferred Outflows of Resources and Deferred Inflows of Resources (Net)
2025	\$ 929,781
2026	970,977
2027	3,918,076
2028	(1,211,782)

Actuarial Assumptions

The total pension asset in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2022
Measurement Date of Net Pension Liability (Asset):	December 31, 2023
Experience Study:	January 1, 2018 - December 31, 2020 Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	
Wage Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table
Postretirement Adjustments*:	1.7%

* *No postretirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.7% is the assumed annual adjustment based on the investment return assumption and the postretirement discount rate.*

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The Total Pension Liability for December 31, 2023 is based upon a roll-forward of the liability calculated from the December 31, 2022 actuarial valuation.

Long-Term Expected Return on Plan Assets

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

Asset Allocation Targets and Expected Returns* as of December 31, 2023			
Core Fund Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %**
Public Equity	40	7.3	4.5
Public Fixed Income	27	5.8	3.0
Inflation Sensitive	19	4.4	1.7
Real Estate	8	5.8	3.0
Private Equity/Debt	18	9.6	6.7
Leverage***	(12)	3.7	1.0
Total Core Fund***	100	7.4	4.6
Variable Fund Asset			
U.S. Equities	70	6.8	4.0
International Equities	30	7.6	4.8
Total Variable Fund	100	7.3	4.5

* *Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations*

** *New England Pension Consultants' Long-Term U.S. CPI (Inflation) Forecast: 2.7%*

*** *The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used subject to an allowable range of up to 20%.*

Single Discount Rate

A single discount rate of 6.8% was used to measure the total pension liability, for the current prior year. This discount rate was based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 3.77%. (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's 20-year Municipal GO AA Index as of December 31, 2023. In describing this index, Fidelity notes that the Municipal Curves are constructed using option adjusted analytics of a diverse population of over 10,000 tax-exempt securities.) Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the City's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80%, as well as what the BID's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.80%) or 1-percentage-point higher (7.80%) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
City's proportionate share of the net pension liability (asset)	\$ 17,408,939	\$ 1,801,145	\$ (9,120,288)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

At December 31, 2024, the City reported a payable to the pension plan which represents contractually required contributions outstanding as of the end of the year.

2. Sun Prairie Utilities Employees' Pension Plan

The Sun Prairie Utilities contributes to the Sun Prairie Utility Pension plan as described in Note 4. The utilities' total contribution during 2024 was \$125,000, which is equal to the annual required contribution. The annual required contribution for the current year was determined as part of the December 31, 2024 actuarial valuation using the aggregate cost method. The 2024 contribution as calculated by the actuary was made as of December 31, 2024. The actuarial assumptions included (a) 5% investment rate of return (net of administrative expenses) and (b) projected salary increases of 2.5% per year. The assumptions did not include postretirement benefit increases. The actuarial value of assets was determined using the fair value of investments. The aggregate cost method does not identify or separately amortize unfunded actuarial liabilities.

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

At December 31, 2024, the utilities reported a pension liability (asset) of \$808,315. The net pension liability (asset) was measured as of December 31, 2024 and the total pension liability (asset) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2024. The entry age actuarial cost method is used to calculate the total pension liability.

For the year ended December 31, 2024, the utilities recognized pension expense of \$210,602.

Total pension liability:	
Service cost	\$ 100,731
Interest	135,139
Differences between expected and actual experience	256,877
Changes of assumptions	1,068,959
Benefit payments, including refunds of member contributions	<u>-</u>
Net change in total pension liability	1,561,706
Total Pension Liability, Beginning	<u>2,602,052</u>
Total Pension Liability, Ending (a)	<u><u>\$ 4,163,758</u></u>
Plan fiduciary net position:	
Employer contributions	\$ 125,000
Net investment income (loss)	328,645
Benefit payments, including refunds of member contributions	-
Administration	<u>(23,844)</u>
Net change in plan fiduciary net position	429,801
Plan Fiduciary Net Position, Beginning	<u>2,925,642</u>
Plan Fiduciary Net Position, Ending (b)	<u><u>\$ 3,355,443</u></u>
Net Pension Liability (Asset), Ending (a) - (b)	<u><u>\$ 808,315</u></u>
Plan fiduciary net position as a percentage of the total pension liability	80.59%
Covered payroll	\$ 1,227,199
Net pension liability (asset) as a percentage of covered payroll	65.87%

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

Additional information as of the latest actuarial valuation follows:

Actuarial cost method:	
Annual pension contribution	Individual aggregate
Actuarial accrued liability	Entry age normal
Amortization method	Level percentage of payroll
Remaining amortization period	1 year
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return	5.0%
Projected salary increases	2.5%
Mortality	Applicable Mortality Table for 417(e) (unisex)

At December 31, 2024, the utility reported deferred outflows of resources and deferred inflows of resources related to the Employees' Pension Plan from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 542,883	\$ 193,579
Change in assumptions	986,730	-
Net difference between projected and actual earnings on pension plan	-	35,690
Total	<u>\$ 1,529,613</u>	<u>\$ 229,269</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Years Ending December 31:	Deferred Outflows of Resources and Deferred Inflows of Resources (Net)
2025	\$ 119,355
2026	159,749
2027	33,375
2028	72,187
2029	106,663
Thereafter	809,015

3. Defined Contribution Plan

Beginning in January 1, 2014, in addition to the defined benefit pension plan, the Sun Prairie Utilities established the Sun Prairie Utilities Employees Retirement Plan which is a defined contribution plan. All employees hired on or after January 1, 2013 join the Sun Prairie Utilities Employees Retirement Plan (Defined Contribution Plan) which is administered by Coe Administrators, LLC after they have met the eligibility requirements. In addition to employees starting on or after January 1, 2013, all existing employees had the option of leaving the defined benefit pension plan and joining the Defined Contribution Plan. Participants become fully vested in the Defined Contribution Plan after five years of employment. The employer contributions are currently 8.5% of employee compensation. Contributions of \$62,733 and \$65,320 for 2024 and 2023 compensation, respectively, were made in the subsequent year.

City of Sun Prairie

Notes to Financial Statements

December 31, 2024

All employees hired on or after January 1, 2017 will be required to participate in the Wisconsin Retirement System, and all existing retirement plans will be closed to new participants.

Risk Management

The City 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. The City participates in a public entity risk pool called to provide coverage for losses from general liability and auto risks. However, other risks, such as torts; theft of, damage to or destruction of assets; errors and omission; workers compensation; and health care of its employees are accounted for and financed by the City in the general fund.

Public Entity Risk Pool

Wisconsin Municipal Insurance Commission (WMIC) Cities and Villages Mutual Insurance Company (CVMIC)

The WMIC is an intergovernmental cooperation commission created by contract under Section 66.30 of the Wisconsin Statutes. It was created in August, 1987 for the purpose of facilitating the organization, establishment and capitalization of the CVMIC, and has numerous cities and villages as members.

The CVMIC is a municipal mutual insurance company established on September 14, 1987 under Section 611.23 of the Wisconsin Statutes. The CVMIC provides liability insurance coverage to the cities and villages which make up the membership of the WMIC.

The CVMIC is self-insured up to a maximum of \$2,000,000 of each insurance risk. Losses paid by CVMIC plus administrative expenses will be recovered through premiums to the participating pool of municipalities. The City's share of such losses is less than 1%.

Management of each organization consists of a board of directors or officers comprised of representatives elected by each of three classes of participants based on population. The City does not exercise any control over the activities of the agencies beyond the election of the officers and board.

Financial statements of WMIC and CVMIC can be obtained directly from CVMIC's offices.

The initial investment in WMIC is refundable upon withdrawal from the commission and has been reported at an amortized amount of \$34,374 in the general fund

The City pays an annual premium to CVMIC for its general liability insurance, which provides coverage up to \$5,000,000 per occurrence, less the City's retained liability. The City's retained liability is limited to \$50,000 per occurrence and an annual aggregate limit of \$200,000. An actuarially determined estimate has been recorded for this liability, as well as for claims incurred but not reported at December 31, 2024, has been determined not to be a significant and is not recorded. Changes in the fund's claims loss liability follow:

	<u>Beginning Balance</u>	<u>Incurred Claims</u>	<u>Claims Paid/ Settled</u>	<u>Ending Balance</u>
2023	\$ -	\$ 522,995	\$ 522,995	\$ -
2024	-	541,965	464,138	77,827

Commitments and Contingencies

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.

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

The City 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.

The City has active construction projects as of December 31, 2024. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures.

The City has the following encumbrances outstanding at year end expected to be honored upon performance by the vendor:

General Capital Projects Fund	\$ 23,500,039
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Long-Term Contracts - WPPI Energy

The electric utility is one of 51 WPPI Energy member municipalities located throughout the States of Wisconsin, Michigan and Iowa. On December 1, 1989, each initial WPPI Energy member commenced purchasing electric service from WPPI Energy under a long-term Power Supply Contract for Participating Members (long-term contract). Under the long-term contract, WPPI Energy is obligated to provide and sell, and each member is obligated to take and pay for, the electric power and energy required for the operation of each member's electric utility.

The long-term contract requires all WPPI Energy members to pay for power and energy requirements supplied or made available by WPPI Energy at rates sufficient to cover WPPI Energy's revenue requirement including power supply costs, administrative expenses and debt service. WPPI Energy's subsequent year's operating budget and rates are approved annually by its Board of Directors, consisting of representatives from each member. The members have agreed to charge rates to retail customers sufficient to meet their WPPI Energy obligations. The long-term contract provides that all payments to WPPI Energy constitute operating expenses of the utility payable from any operating and maintenance fund established for that system.

Fifty members, representing approximately 99.8% of WPPI Energy's existing load, have long-term contracts through December 31, 2055. The remaining member has a long-term contract through December 31, 2037.

WPPI Energy's outstanding debt service obligation to be paid by its members through their wholesale power charges through the remainder of the long-term contract was \$237 million as of December 31, 2024.

TIF Districts

In 2024, the City issued a municipal revenue obligation as part of a development agreement. The amount of the obligation was \$2,100,000, and is payable to the developer solely from tax increments collected from a specific portion of the development in TID No. 11.

Payments are scheduled through the year 2035, and carry an interest rate of 0%. The obligation does not constitute a charge upon any funds of the City. In the event that future tax increments are not sufficient to pay off the obligation, the obligation terminates with no further liability to the City. Since the amount of future payments is contingent on the collection of future TID increments, the obligation is not reported as a liability in the accompanying financial statements. The balance of the commitment outstanding at year end was \$1,912,648.

In 2023, the City issued a municipal revenue obligation as part of a development agreement. The amount of the obligation was \$1,000,000, and is payable to the developer solely from tax increments collected from a specific portion of the development in TID No. 13.

Payments are scheduled through the year 2035, and carry an interest rate of 0%. The obligation does not constitute a charge upon any funds of the City. In the event that future tax increments are not sufficient to pay off the obligation, the obligation terminates with no further liability to the City. Since the amount of future payments is contingent on the collection of future TID increments, the obligation is not reported as a liability in the accompanying financial statements. The balance of the commitment outstanding at year end was \$706,907.

In 2020, the City issued a municipal revenue obligation as part of a development agreement. The amount of the obligation was \$94,500, and is payable to the developer solely from tax increments collected from a specific portion of the development in TID No. 14.

Payments are scheduled through the year 2041, and carry an interest rate of 0%. The obligation does not constitute a charge upon any funds of the City. In the event that future tax increments are not sufficient to pay off the obligation, the obligation terminates with no further liability to the City. Since the amount of future payments is contingent on the collection of future TID increments, the obligation is not reported as a liability in the accompanying financial statements. The balance of the commitment outstanding at year end was \$85,440.

In 2023, the City issued a municipal revenue obligation as part of a development agreement. The amount of the obligation was \$2,828,033, and is payable to the developer solely from tax increments collected from a specific portion of the development in TID No. 15.

Payments are scheduled through the year 2039, and carry an interest rate of 0%. The obligation does not constitute a charge upon any funds of the City. In the event that future tax increments are not sufficient to pay off the obligation, the obligation terminates with no further liability to the City. Since the amount of future payments is contingent on the collection of future TID increments, the obligation is not reported as a liability in the accompanying financial statements. The balance of the commitment outstanding at year end was \$2,651,967.

Joint Ventures

Multijurisdictional Public Safety Information System Commission (MPSISC)

The City of Sun Prairie, City of Fitchburg, City of Middleton, City of Verona and the City of Monona jointly operate the Multijurisdictional Public Safety Information System Commission. On March 20, 2003, the City of Sun Prairie, City of Fitchburg and the City of Middleton executed an intergovernmental agreement under authority of Section 66.0301 of the Wisconsin Statutes. The City of Verona and City of Monona joined the joint venture in 2009. The commission adopts its own budget. Net operating costs including debt service are shared by the communities. The department is governed by the Intermunicipal Commission. The commission consists of one representative from each community. The transactions of the commission are not reflected in these financial statements. The City is the fiscal agent for MPSISC and therefore, includes MPSISC as a custodial fund in these financial statements. Financial information for MPSISC can be obtained from the City of Sun Prairie.

The City does not have an equity interest in this joint venture.

Cooperative Boundary Plan

On January 17, 2007, the City of Sun Prairie, the Town of Burke, the Village of DeForest and the City of Madison executed an intergovernmental agreement under authority of Section 66.0307 of the Wisconsin Statutes.

The term and implementation phases within the plan recognize and attempt to balance the competing desires of the cities, the village and the town and the existing town, village and city property owners and residents. The plan provides for the eventual dissolution of the town after a protected period of up to 29 years, but allows early annexations within several areas to address near-term problems and opportunities.

The plan shall terminate on October 26, 2036 or at such earlier time as the town may cease to exist as a separate entity in accordance with the terms of this plan. A complete copy of the plan can be obtained from the City of Sun Prairie.

Subsequent Event

On February 4, 2025 the City issued sewerage system revenue bonds in the amount of \$3,203,395 with an interest rate of 2.20%. This amount will be used for wastewater projects.

Tax Abatement

Tax abatements are a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

The City is disclosing all abatement agreements individually.

City of Sun Prairie

Notes to Financial Statements
December 31, 2024

The City through its TIDs has entered into tax abatement agreements with developers in the form of tax incremental financing incentive payments to stimulate economic development. The abatements are authorized through the TID project plans. The developers pay property taxes as they become due, and after meeting the criteria established in the development agreements, are entitled to future incentive payments that directly correlate to the taxes paid.

Agreement Description	Calculation Method	2024 Payments
11/009 Downtown Phase III - New Perspective Senior Living	Excess property taxes over assessed value from 2014-2025	\$ 227,426
16/041 - Jennings and Woldt Remodeling, Inc.	90% of tax increment up to \$181,500 over 12 years assessed value	12,122
16/212 - Iowa Machine Shed Co	Additional incentive payment not to exceed \$850,000 based on assessed value	831,680
16/247 - TMA Lands, Inc.	\$225,000 for 12 years not to exceed \$2.5 million based on assessed value	183,832
17/182 - Park 151, LLC	One-time payment of \$500,000 based on assessed value	-
17/215 - SP Main Street Apartments LLC	\$83,333 for 15 years not to exceed \$1,250,000	75,924
17/253 - Patio Pleasures, LLC	80% of tax increment up to \$92,556	4,768
18/070 - Catalyst Development LLC	85.5% of tax increment up to \$5 million based on assessed value from 2020-2037	379,653
19/2017 - Imperial Blades	100% of tax increment up to \$536,338 from 2021-2027	-
23/070 - J&A Commercial Properties, LLC	90% of tax increment up to \$289,027	-
23/179 - Sky Ridge LLC	90% of tax increment not to exceed \$2,697,739 from 2026-2042	-

Effect of New Accounting Standards on Current-Period Financial Statements

The Governmental Accounting Standards Board (GASB) has approved the following:

- Statement No. 102, *Certain Risk Disclosures*
- Statement No. 103, *Financial Reporting Model Improvements*
- Statement No. 104, *Disclosure of Certain Capital Assets*

When they become effective, application of these standards may restate portions of these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

City of Sun Prairie

Detailed Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - General Fund
Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Taxes				
General property taxes	\$ 24,963,514	\$ 24,963,514	\$ 24,839,096	\$ (124,418)
Room taxes	134,830	134,830	149,570	14,740
Payments in lieu of taxes	12,200	12,200	11,968	(232)
Interest and penalties on taxes	1,500	1,500	1,205	(295)
Other taxes	10,000	10,000	14,786	4,786
Total taxes	25,122,044	25,122,044	25,016,625	(105,419)
Intergovernmental				
Federal grants	76,190	76,190	-	(76,190)
Police school liaison	192,064	192,064	194,745	2,681
State shared revenues	1,029,271	1,029,271	1,685,403	656,132
Fire insurance tax (2% fire dues)	200,000	200,000	220,443	20,443
State expenditure restraint	457,261	457,261	457,261	-
State aid, general transportation aids	1,891,562	1,891,562	1,891,842	280
State aid, connecting streets	76,159	76,159	89,171	13,012
Other state shared taxes	291,690	291,690	291,690	-
State grants	25,000	25,000	25,000	-
State aid, police	13,000	13,000	13,820	820
State aid, EMS	-	4,426	14,426	10,000
County aid, libraries	757,652	757,652	756,952	(700)
Total intergovernmental	5,009,849	5,014,275	5,640,753	626,478
Licenses and Permits				
Liquor and malt beverage licenses	75,000	75,000	44,218	(30,782)
Operators' license	25,000	25,000	15,660	(9,340)
Cigarette licenses	3,500	3,500	3,950	450
Dog and cat licenses	9,000	9,000	8,957	(43)
Building permits	332,690	332,690	224,340	(108,350)
Occupancy permits	27,000	27,000	12,900	(14,100)
Plumbing permits	223,837	223,837	180,616	(43,221)
Electrical permits	199,323	199,323	103,480	(95,843)
Heating and air conditioning permits	214,123	214,123	147,563	(66,560)
Street opening permits	21,000	21,000	28,860	7,860
Zoning permits and fees	36,000	36,000	28,565	(7,435)
Other business and occupational licenses	10,000	10,000	13,368	3,368
Other permits	69,750	69,750	77,844	8,094
Other nonbusiness licenses	45	45	140	95
Total licenses and permits	1,246,268	1,246,268	890,461	(355,807)
Fines, Forfeitures and Penalties				
Court penalties and costs	140,000	140,000	127,448	(12,552)
Parking violations	65,000	65,000	38,691	(26,309)
Library fines	4,500	4,500	6,611	2,111
Total fines, forfeitures and penalties	209,500	209,500	172,750	(36,750)

See notes to required supplementary information

City of Sun Prairie

Detailed Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - General Fund
Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Public Charges for Services				
Clerk's fees	\$ 50,000	\$ 50,000	\$ 33,050	\$ (16,950)
Police department fees	18,000	18,000	31,982	13,982
Township EMS fees	1,193,586	1,193,586	1,170,335	(23,251)
Miscellaneous park fees	79,400	79,400	66,410	(12,990)
Miscellaneous building inspection	10,000	10,000	11,900	1,900
Miscellaneous public works	35,000	35,000	7,701	(27,299)
Ambulance fees	2,102,545	2,102,545	2,301,797	199,252
Sewage inspection	7,000	7,000	2,820	(4,180)
Recreation programs	330,525	374,475	431,450	56,975
Library	9,000	9,000	10,728	1,728
Plan review fees	81,133	81,133	82,903	1,770
Engineer review fees	30,450	30,450	30,434	(16)
Family aquatic center	214,500	214,500	192,656	(21,844)
Museum	4,000	4,000	1,178	(2,822)
Total public charges for services	4,165,139	4,209,089	4,375,344	166,255
Special Assessments				
Interest on special assessments	-	-	55	55
Investment Income				
Investment income	1,061,000	1,061,000	1,293,279	232,279
Miscellaneous				
Sale of materials and equipment	41,000	41,000	40,657	(343)
Insurance dividends	57,179	57,179	46,697	(10,482)
Human resources chargebacks	38,904	38,904	38,904	-
Engineering chargebacks	258,000	258,000	246,000	(12,000)
Donations	5,000	5,000	4,201	(799)
Other miscellaneous	446,449	461,449	309,847	(151,602)
Total miscellaneous	846,532	861,532	686,306	(175,226)
Total revenues	37,660,332	37,723,708	38,075,573	351,865
Expenditures				
General Government				
Mayor	46,169	46,169	45,666	503
Council	77,837	99,137	100,324	(1,187)
Municipal court	155,811	179,467	174,524	4,943
City attorney	417,604	432,604	425,315	7,289
Clerk	574,241	595,651	552,131	43,520
Elections	290,037	268,667	263,855	4,812
Administrator	898,556	1,308,872	997,686	311,186
Human resources	603,789	603,789	544,675	59,114
Finance	1,388,979	951,979	795,863	156,116
Building maintenance	831,323	902,357	886,938	15,419
Information technology	1,621,310	1,788,655	1,777,078	11,577
Risk management	216,934	216,934	277,235	(60,301)
Assessment of property	564,519	564,519	551,113	13,406
Total general government	7,687,109	7,958,800	7,392,403	566,397

See notes to required supplementary information

City of Sun Prairie

Detailed Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - General Fund
Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Public Safety				
Building inspection	\$ 1,037,484	\$ 1,052,484	\$ 1,037,233	\$ 15,251
Police	11,480,877	11,715,855	11,205,002	510,853
Crossing guards	187,642	187,642	199,468	(11,826)
Emergency medical services	4,215,198	4,485,198	4,482,005	3,193
Fire protection	3,452,088	3,452,088	3,352,698	99,390
Emergency government	10,000	10,000	1,509	8,491
Total public safety	20,383,289	20,903,267	20,277,915	625,352
Public Works				
Public works	3,367,811	3,369,411	3,329,681	39,730
Engineering	607,061	607,061	591,701	15,360
Transportation cost pools	151,603	159,155	115,216	43,939
Graphic information systems	170,954	180,954	169,994	10,960
Total public works	4,297,429	4,316,581	4,206,592	109,989
Health and Human Services				
Social services	130,000	130,000	130,000	-
Cemetery	10,000	10,000	10,000	-
Senior services	250,000	250,000	250,000	-
Youth and family commission	15,505	19,931	19,338	593
Other health and human services	30,878	30,878	30,878	-
Total health and human services	436,383	440,809	440,216	593
Culture, Recreation and Education				
Library	2,866,357	2,908,914	2,764,582	144,332
Museum administration	200,714	210,381	192,027	18,354
Parks and recreation	2,625,119	2,721,256	2,640,511	80,745
Family aquatic center	387,363	387,363	372,279	15,084
Total culture, recreation and education	6,079,553	6,227,914	5,969,399	258,515
Conservation and Development				
Planning	646,169	840,714	671,521	169,193
Forestry	319,632	316,652	275,074	41,578
Economic development	406,566	448,396	388,738	59,658
Other conservation and development	201,142	202,642	193,913	8,729
Total conservation and development	1,573,509	1,808,404	1,529,246	279,158
Total expenditures	40,457,272	41,655,775	39,815,771	1,840,004
Excess (deficiency) of revenues over (under) expenditures	(2,796,940)	(3,932,067)	(1,740,198)	2,191,869

See notes to required supplementary information

City of Sun Prairie

Detailed Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - General Fund
Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Other Financing Sources (Uses)				
Transfer in, tax equivalent	\$ 2,413,076	\$ 2,413,076	\$ 2,049,166	\$ (363,910)
Transfers in	653,892	750,892	858,402	107,510
Transfers out	<u>(984,902)</u>	<u>(984,902)</u>	<u>(984,902)</u>	<u>-</u>
Total other financing sources (uses)	<u>2,082,066</u>	<u>2,179,066</u>	<u>1,922,666</u>	<u>(256,400)</u>
Net change in fund balance	(714,874)	(1,753,001)	182,468	1,935,469
Fund Balance, Beginning	<u>12,570,960</u>	<u>12,570,960</u>	<u>12,570,960</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 11,856,086</u></u>	<u><u>\$ 10,817,959</u></u>	<u><u>\$ 12,753,428</u></u>	<u><u>\$ 1,935,469</u></u>

See notes to required supplementary information

City of Sun Prairie
Schedule of Proportionate Share of the Net Pension Liability (Asset) -

Wisconsin Retirement System

Year Ended December 31, 2024

Fiscal Year Ended	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/24	0.12114192%	\$ 1,801,145	\$ 19,574,469	9.20 %	98.85 %
12/31/23	0.11132396%	5,897,613	16,155,213	36.51 %	95.72 %
12/31/22	0.10544371%	(8,498,957)	14,414,979	58.96 %	106.02 %
12/31/21	0.10094520%	(6,302,148)	13,818,277	45.61 %	105.26 %
12/31/20	0.09434080%	(3,041,978)	12,787,029	23.79 %	102.96 %
12/31/19	0.07419457%	2,639,610	11,584,830	22.79 %	96.45 %
12/31/18	0.05473764%	(1,625,225)	10,367,655	15.68 %	102.93 %
12/31/17	0.03712016%	305,959	3,811,012	8.03 %	99.12 %
12/31/16	0.03675468%	597,256	3,791,999	15.75 %	98.20 %
12/31/15	0.03648441%	(896,157)	3,544,279	25.28 %	102.74 %

Schedule of Employer Contributions - Wisconsin Retirement System

Year Ended December 31, 2024

Fiscal Year Ended	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/24	\$ 2,304,301	\$ 2,304,301	\$ -	\$ 23,189,581	9.94 %
12/31/23	1,786,155	1,786,155	-	19,574,469	9.12 %
12/31/22	1,394,133	1,394,133	-	15,247,319	9.14 %
12/31/21	1,269,639	1,269,639	-	14,414,979	8.81 %
12/31/20	1,256,880	1,256,880	-	13,818,277	9.10 %
12/31/19	1,057,886	1,057,886	-	12,787,015	8.27 %
12/31/18	990,744	990,744	-	11,586,230	8.55 %
12/31/17	898,256	898,256	-	10,367,652	8.66 %
12/31/16	361,666	361,666	-	3,811,012	9.49 %
12/31/15	360,240	360,240	-	3,791,999	9.50 %

See notes to required supplementary information

City of Sun Prairie

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
Pension Trust Fund
Year Ended December 31, 2024 and Prior Nine Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 100,731	\$ 127,938	\$ 113,859	\$ 128,740	\$ 117,033	\$ 117,882	\$ 82,103	\$ 90,483	\$ 99,255	\$ 112,240
Interest	135,139	146,282	129,827	165,468	172,733	154,581	122,802	139,143	150,912	165,812
Differences between expected and actual experience	256,877	31,621	141,787	195,427	(325,270)	(244,628)	31,946	(82,473)	21,145	(56,342)
Benefit payments, including refunds of member contributions	-	(93,897)	(366,623)	(624,377)	(26,874)	-	(129,686)	(749,802)	(284,856)	(694,422)
Change in assumptions	1,068,959	-	-	-	-	-	-	-	-	-
Net change in total pension liability	1,561,706	211,944	18,850	(134,742)	(62,378)	27,835	107,165	(602,649)	(13,544)	(472,712)
Total Pension Liability, Beginning	<u>2,602,052</u>	<u>2,390,108</u>	<u>2,371,258</u>	<u>2,506,000</u>	<u>2,568,378</u>	<u>2,540,543</u>	<u>2,433,378</u>	<u>3,036,027</u>	<u>3,049,571</u>	<u>3,522,283</u>
Total Pension Liability, Ending (a)	<u>\$ 4,163,758</u>	<u>\$ 2,602,052</u>	<u>\$ 2,390,108</u>	<u>\$ 2,371,258</u>	<u>\$ 2,506,000</u>	<u>\$ 2,568,378</u>	<u>\$ 2,540,543</u>	<u>\$ 2,433,378</u>	<u>\$ 3,036,027</u>	<u>\$ 3,049,571</u>
Plan Fiduciary Net Position										
Employer contributions	\$ 125,000	\$ 110,000	\$ 140,000	\$ 108,000	\$ 108,000	\$ 169,679	\$ 121,818	\$ 144,493	\$ 201,596	\$ 285,586
Net investment income (loss)	328,645	343,112	(451,496)	406,743	308,008	499,616	(206,350)	370,447	223,358	(115,100)
Benefit payments, including refunds of member contributions	-	(93,897)	(366,623)	(624,377)	(26,874)	-	(129,686)	(749,802)	(284,856)	(694,422)
Administration	(23,844)	(30,121)	(34,687)	(35,677)	(26,086)	(23,042)	(20,204)	(20,452)	(22,084)	(26,118)
Net change in plan fiduciary net position	429,801	329,094	(712,806)	(145,311)	363,048	646,253	(234,422)	(255,314)	118,014	(550,054)
Plan Fiduciary Net Position, Beginning	<u>2,925,642</u>	<u>2,596,548</u>	<u>3,309,354</u>	<u>3,454,665</u>	<u>3,091,617</u>	<u>2,445,364</u>	<u>2,679,786</u>	<u>2,935,100</u>	<u>2,817,086</u>	<u>3,367,140</u>
Plan Fiduciary Net Position, Ending (b)	<u>\$ 3,355,443</u>	<u>\$ 2,925,642</u>	<u>\$ 2,596,548</u>	<u>\$ 3,309,354</u>	<u>\$ 3,454,665</u>	<u>\$ 3,091,617</u>	<u>\$ 2,445,364</u>	<u>\$ 2,679,786</u>	<u>\$ 2,935,100</u>	<u>\$ 2,817,086</u>
Net Pension Liability (Asset) - Ending (a) - (b)	<u>\$ 808,315</u>	<u>\$ (323,590)</u>	<u>\$ (206,440)</u>	<u>\$ (938,096)</u>	<u>\$ (948,665)</u>	<u>\$ (523,239)</u>	<u>\$ 95,179</u>	<u>\$ (246,408)</u>	<u>\$ 100,927</u>	<u>\$ 232,485</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	80.59%	112.44%	108.64%	139.56%	137.86%	120.37%	96.25%	110.13%	96.68%	92.38%
Covered Payroll	\$ 1,227,199	\$ 1,316,496	\$ 1,432,614	\$ 1,424,774	\$ 1,495,199	\$ 1,434,573	\$ 1,306,010	\$ 1,325,082	\$ 1,398,380	\$ 1,488,604
Net Pension Liability (Asset) as a Percentage of Covered Payroll	65.87%	-24.58%	-14.41%	-65.84%	-63.45%	-36.47%	7.29%	-18.60%	7.22%	15.62%

Changes in benefit terms: There were no changes of benefit terms.

See notes to required supplementary information

City of Sun Prairie

Schedule of Employer Contributions

Pension Trust Fund

Year Ended December 31, 2024 and Prior Nine Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 125,000	\$ 110,000	\$ 140,000	\$ 108,000	\$ 108,000	\$ 169,679	\$ 121,818	\$ 144,493	\$ 201,596	\$ 285,586
Contributions in relation to the actuarially determined contribution	<u>125,000</u>	<u>110,000</u>	<u>140,000</u>	<u>108,000</u>	<u>108,000</u>	<u>169,679</u>	<u>121,818</u>	<u>144,493</u>	<u>201,596</u>	<u>285,586</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 1,227,199	\$ 1,316,496	\$ 1,432,614	\$ 1,424,774	\$ 1,495,199	\$ 1,434,573	\$ 1,306,010	\$ 1,325,082	\$ 1,398,380	\$ 1,488,604
Contributions as a percentage of covered payroll	10.19%	8.36%	9.77%	7.58%	7.22%	11.83%	9.33%	10.90%	14.42%	19.18%

Notes to Schedule:

Valuation date: Actuarially determined contributions are calculated as of December 31, 2024

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of payroll
Remaining amortization period	1 year
Asset valuation method	Market Value
Inflation	2.50%
Salary increases	2.50%
Investment rate of return	5.00%
Retirement age	See Note 8 in the Notes to Financial Statements
Mortality	417(e) Applicable Mortality Table

See notes to required supplementary information

City of Sun Prairie

Schedule of Investment Returns
Pension Trust Fund
Year Ended December 31, 2024 and Prior Nine Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual money-weighted rate of return, net of investment expense	10.11%	12.10%	-14.57%	11.32%	9.78%	18.53%	-8.33%	15.10%	7.42%	-4.78%

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 1.

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

Appropriations lapse at year end unless specifically carried over. Carryovers to the following year were \$754,656. Budgets are adopted at the department level of expenditure.

Wisconsin Retirement System

The amounts determined for each fiscal year were determined as of the calendar year-end and occurred within the fiscal year.

Changes in benefit terms. There were no changes of benefit terms for any participating employer in the Wisconsin Retirement System.

Changes in assumptions. Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the postretirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-ended December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the postretirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table

SUPPLEMENTARY INFORMATION

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - General Debt Service Fund (Major Fund)
Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Taxes	\$ 7,275,747	\$ 7,275,747	\$ 7,275,474	\$ (273)
Investment income	20,000	20,000	114,461	94,461
Miscellaneous	53,677	53,677	32,818	(20,859)
Total revenues	7,349,424	7,349,424	7,422,753	73,329
Expenditures				
Debt service:				
Principal	6,540,000	6,540,000	6,557,485	(17,485)
Interest and fiscal charges	1,363,189	1,363,189	1,300,576	62,613
Total expenditures	7,903,189	7,903,189	7,858,061	45,128
Excess (deficiency) of revenues over (under) expenditures	(553,765)	(553,765)	(435,308)	118,457
Other Financing Sources				
Transfers in	93,252	93,252	2,065,945	1,972,693
Net change in fund balance	(460,513)	(460,513)	1,630,637	2,091,150
Fund Balance, Beginning	553,717	553,717	553,717	-
Fund Balance, Ending	<u>\$ 93,204</u>	<u>\$ 93,204</u>	<u>\$ 2,184,354</u>	<u>\$ 2,091,150</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - General Capital Projects Fund (Major Fund)
Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental	\$ 765,194	\$ 765,194	\$ 30,227	\$ (734,967)
Licenses and permits	-	-	11,995	11,995
Special assessments	-	-	46,028	46,028
Investment income	81,000	81,000	706,567	625,567
Miscellaneous	1,397,600	1,397,600	21,496	(1,376,104)
Total revenues	2,243,794	2,243,794	816,313	(1,427,481)
Expenditures				
Capital outlay	31,652,441	40,661,704	14,807,494	25,854,210
Debt service:				
Interest and fiscal charges	506,340	506,340	265,278	241,062
Total expenditures	32,158,781	41,168,044	15,072,772	26,095,272
Excess (deficiency) of revenues over (under) expenditures	(29,914,987)	(38,924,250)	(14,256,459)	24,667,791
Other Financing Sources (Uses)				
Debt issued	29,047,722	31,660,185	28,985,000	(2,675,185)
Premium on debt issued	-	-	2,073,632	2,073,632
Transfers in	947,650	947,650	947,650	-
Transfers out	(24,385)	(34,385)	(2,007,078)	(1,972,693)
Total other financing sources (uses)	29,970,987	32,573,450	29,999,204	(2,574,246)
Net change in fund balance	56,000	(6,350,800)	15,742,745	22,093,545
Fund Balance, Beginning	6,333,710	6,333,710	6,333,710	-
Fund Balance (Deficit), Ending	\$ 6,389,710	\$ (17,090)	\$ 22,076,455	\$ 22,093,545

City of Sun Prairie

Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2024

	Special Revenue Funds				
	Park Improvement Fund	Transportation Impact Fee Fund	Grant Funds	Library	Sun Prairie Media Center
Assets					
Cash and investments	\$ 2,056,997	\$ 2,308,050	\$ 1,462,904	\$ 77,333	\$ -
Receivables:					
Taxes	-	-	-	-	-
Accounts	189,730	-	10,009	-	76,007
Delinquent special assessments	-	-	-	-	-
Accrued interest	6,750	9,449	-	-	-
Due from other funds	-	516,318	-	-	53,835
Prepaid items	-	-	11,021	-	10,531
Total assets	<u>\$ 2,253,477</u>	<u>\$ 2,833,817</u>	<u>\$ 1,483,934</u>	<u>\$ 77,333</u>	<u>\$ 140,373</u>
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 637
Accrued liabilities	-	-	3,596	-	13,073
Deposits	5,000	-	110	-	-
Unearned revenues	-	-	1,157,670	-	-
Due to other funds	270,724	-	66,769	-	-
Advances from other funds	-	-	-	-	-
Total liabilities	<u>275,724</u>	<u>-</u>	<u>1,228,145</u>	<u>-</u>	<u>13,710</u>
Deferred Inflows of Resources					
Unearned revenues	-	-	-	-	-
Unavailable revenues	<u>196,480</u>	<u>9,449</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>196,480</u>	<u>9,449</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficit)					
Nonspendable	-	-	11,021	-	10,531
Restricted	1,781,273	2,824,368	244,768	77,333	-
Committed	-	-	-	-	116,132
Assigned	-	-	-	-	-
Unassigned (deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances (deficit)	<u>1,781,273</u>	<u>2,824,368</u>	<u>255,789</u>	<u>77,333</u>	<u>126,663</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,253,477</u>	<u>\$ 2,833,817</u>	<u>\$ 1,483,934</u>	<u>\$ 77,333</u>	<u>\$ 140,373</u>

Special Revenue Funds					Capital Projects Funds	
Refuse and Recycling	Street Trees	Tourism	Transportation	Housing Fund	TID No. 8	TID No. 9
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 137,932	\$ -
1,935,424	-	-	-	-	2,263,405	3,187,162
9,938	-	77,041	-	-	525	-
8,286	-	-	-	-	-	-
-	-	-	-	-	-	-
385,145	304,892	269,916	1,938,898	137,259	586,335	1,855,997
-	-	-	-	-	-	-
<u>\$ 2,338,793</u>	<u>\$ 304,892</u>	<u>\$ 346,957</u>	<u>\$ 1,938,898</u>	<u>\$ 137,259</u>	<u>\$ 2,988,197</u>	<u>\$ 5,043,159</u>
\$ 17,053	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
282	-	-	-	-	-	-
-	-	-	1,619	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
17,335	-	-	1,619	-	-	-
1,935,692	-	-	-	-	2,263,405	3,187,162
8,286	-	-	-	-	526	-
<u>1,943,978</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,263,931</u>	<u>3,187,162</u>
-	-	-	-	-	-	-
-	-	346,957	1,937,279	137,259	724,266	1,855,997
377,480	304,892	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>377,480</u>	<u>304,892</u>	<u>346,957</u>	<u>1,937,279</u>	<u>137,259</u>	<u>724,266</u>	<u>1,855,997</u>
<u>\$ 2,338,793</u>	<u>\$ 304,892</u>	<u>\$ 346,957</u>	<u>\$ 1,938,898</u>	<u>\$ 137,259</u>	<u>\$ 2,988,197</u>	<u>\$ 5,043,159</u>

City of Sun Prairie

Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2024

	Capital Projects Funds				
	TID No. 11	TID No. 12	TID No. 13	TID No. 14	TID No. 15
Assets					
Cash and investments	\$ -	\$ 96,705	\$ -	\$ 22,267	\$ -
Receivables:					
Taxes	1,743,183	556,423	1,322,133	235,563	524,430
Accounts	-	-	-	-	-
Delinquent special assessments	-	-	-	-	-
Accrued interest	-	-	-	-	-
Due from other funds	1,809,018	-	6,134	-	-
Prepaid items	-	-	-	-	-
Total assets	<u>\$ 3,552,201</u>	<u>\$ 653,128</u>	<u>\$ 1,328,267</u>	<u>\$ 257,830</u>	<u>\$ 524,430</u>
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ 4,118	\$ -
Accrued liabilities	-	-	-	-	-
Deposits	-	-	-	-	-
Unearned revenues	-	-	-	-	-
Due to other funds	-	-	-	-	-
Advances from other funds	-	522,889	-	236,064	54,632
Total liabilities	<u>-</u>	<u>522,889</u>	<u>-</u>	<u>240,182</u>	<u>54,632</u>
Deferred Inflows of Resources					
Unearned revenues	1,743,183	556,423	1,322,133	235,563	524,430
Unavailable revenues	-	-	-	-	-
Total deferred inflows of resources	<u>1,743,183</u>	<u>556,423</u>	<u>1,322,133</u>	<u>235,563</u>	<u>524,430</u>
Fund Balances (Deficit)					
Nonspendable	-	-	-	-	-
Restricted	1,809,018	-	6,134	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	-	(426,184)	-	(217,915)	(54,632)
Total fund balances (deficit)	<u>1,809,018</u>	<u>(426,184)</u>	<u>6,134</u>	<u>(217,915)</u>	<u>(54,632)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 3,552,201</u>	<u>\$ 653,128</u>	<u>\$ 1,328,267</u>	<u>\$ 257,830</u>	<u>\$ 524,430</u>

<u>Capital Projects Funds</u>		<u>Permanent Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<u>TID No. 16</u>	<u>Development Projects</u>	<u>Ashley Trust Fund</u>	
\$ -	\$ -	\$ 1,000	\$ 6,163,188
27,913	-	-	11,795,636
-	120,825	-	484,075
-	-	-	8,286
-	-	-	16,199
-	-	-	7,863,747
-	-	-	21,552
<u>\$ 27,913</u>	<u>\$ 120,825</u>	<u>\$ 1,000</u>	<u>\$ 26,352,683</u>

\$ -	\$ -	\$ -	\$ 21,808
-	-	-	16,951
-	50,541	-	57,270
-	-	-	1,157,670
-	22,952	-	360,445
<u>4,050</u>	<u>-</u>	<u>-</u>	<u>817,635</u>
<u>4,050</u>	<u>73,493</u>	<u>-</u>	<u>2,431,779</u>

27,913	-	-	11,795,904
<u>-</u>	<u>20,972</u>	<u>-</u>	<u>235,713</u>

<u>27,913</u>	<u>20,972</u>	<u>-</u>	<u>12,031,617</u>
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-	-	1,000	22,552
-	-	-	11,744,652
-	-	-	798,504
-	26,360	-	26,360
<u>(4,050)</u>	<u>-</u>	<u>-</u>	<u>(702,781)</u>

<u>(4,050)</u>	<u>26,360</u>	<u>1,000</u>	<u>11,889,287</u>
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<u>\$ 27,913</u>	<u>\$ 120,825</u>	<u>\$ 1,000</u>	<u>\$ 26,352,683</u>
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City of Sun Prairie

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
Nonmajor Governmental Funds
Year Ended December 31, 2024

	Special Revenue Funds				
	Park Improvement Fund	Transportation Impact Fee Fund	Grant Funds	Library	Sun Prairie Media Center
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	600,960	-	76,429
Licenses and permits	-	-	-	-	298,016
Public charges for services	204,116	302,022	33,094	-	25,054
Special assessments	-	-	-	-	-
Investment income	110,448	117,756	10,035	-	903
Miscellaneous	84,648	-	50,065	32,256	32,491
Total revenues	399,212	419,778	694,154	32,256	432,893
Expenditures					
Current:					
General government	-	-	12,940	-	-
Public safety	-	-	35,654	-	-
Public works	-	-	-	-	-
Health and human services	-	-	141,504	-	-
Culture, recreation and education	729,745	-	204,695	27,573	484,872
Conservation and development	-	-	48,338	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	729,745	-	443,131	27,573	484,872
Excess (deficiency) of revenues over expenditures	(330,533)	419,778	251,023	4,683	(51,979)
Other Financing Sources (Uses)					
Debt issued	-	-	-	-	-
Transfers in	-	-	7,000	-	50,000
Transfers out	-	-	(425,255)	-	-
Total other financing sources (uses)	-	-	(418,255)	-	50,000
Net change in fund balances	(330,533)	419,778	(167,232)	4,683	(1,979)
Fund Balances (Deficit), Beginning	2,111,806	2,404,590	423,021	72,650	128,642
Fund Balances (Deficit), Ending	\$ 1,781,273	\$ 2,824,368	\$ 255,789	\$ 77,333	\$ 126,663

Special Revenue Funds					Capital Projects Funds	
Refuse and Recycling	Street Trees	Tourism	Transportation	Housing Fund	TID No. 8	TID No. 9
\$ -	\$ -	\$ 348,997	\$ -	\$ -	\$ 2,436,621	\$ 2,292,419
48,642	-	-	1,265,523	-	234,882	69,415
-	-	-	-	-	-	-
1,828,116	38,025	-	131,616	-	1,334	-
2,792	-	-	-	-	-	-
42,941	11,198	-	55,719	5,405	29,365	83,290
45,716	-	-	67,237	8	201	-
<u>1,968,207</u>	<u>49,223</u>	<u>348,997</u>	<u>1,520,095</u>	<u>5,413</u>	<u>2,702,403</u>	<u>2,445,124</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,739,441	-	-	1,283,839	-	381	-
-	-	-	-	-	-	-
-	-	421,402	-	-	-	-
-	27,745	-	-	19,032	-	831,680
-	-	-	-	-	798,434	15,171
-	-	-	-	-	521,020	1,150,000
-	-	-	-	-	51,820	126,720
<u>1,739,441</u>	<u>27,745</u>	<u>421,402</u>	<u>1,283,839</u>	<u>19,032</u>	<u>1,371,655</u>	<u>2,123,571</u>
<u>228,766</u>	<u>21,478</u>	<u>(72,405)</u>	<u>236,256</u>	<u>(13,619)</u>	<u>1,330,748</u>	<u>321,553</u>
-	-	-	-	-	-	-
29,195	-	-	400,000	10,000	-	-
-	-	-	-	-	(29,195)	-
<u>29,195</u>	<u>-</u>	<u>-</u>	<u>400,000</u>	<u>10,000</u>	<u>(29,195)</u>	<u>-</u>
257,961	21,478	(72,405)	636,256	(3,619)	1,301,553	321,553
<u>119,519</u>	<u>283,414</u>	<u>419,362</u>	<u>1,301,023</u>	<u>140,878</u>	<u>(577,287)</u>	<u>1,534,444</u>
<u>\$ 377,480</u>	<u>\$ 304,892</u>	<u>\$ 346,957</u>	<u>\$ 1,937,279</u>	<u>\$ 137,259</u>	<u>\$ 724,266</u>	<u>\$ 1,855,997</u>

City of Sun Prairie

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
Nonmajor Governmental Funds
Year Ended December 31, 2024

	Capital Projects Funds				
	TID No. 11	TID No. 12	TID No. 13	TID No. 14	TID No. 15
Revenues					
Taxes	\$ 1,382,763	\$ 323,500	\$ 1,132,345	\$ 88,951	\$ 141,737
Intergovernmental	14,037	-	-	-	-
Licenses and permits	-	-	-	-	-
Public charges for services	-	-	-	-	-
Special assessments	-	-	-	-	-
Investment income	66,140	5,568	7,310	1,616	2,577
Miscellaneous	-	-	-	-	-
Total revenues	<u>1,462,940</u>	<u>329,068</u>	<u>1,139,655</u>	<u>90,567</u>	<u>144,314</u>
Expenditures					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Health and human services	-	-	-	-	-
Culture, recreation and education	-	-	-	-	-
Conservation and development	843,652	28,572	386,558	549,988	178,852
Capital outlay	17,216	-	-	-	-
Debt service:					
Principal	55,000	310,651	246,159	10,000	-
Interest and fiscal charges	10,285	224,418	90,196	3,522	-
Total expenditures	<u>926,153</u>	<u>563,641</u>	<u>722,913</u>	<u>563,510</u>	<u>178,852</u>
Excess (deficiency) of revenues over expenditures	<u>536,787</u>	<u>(234,573)</u>	<u>416,742</u>	<u>(472,943)</u>	<u>(34,538)</u>
Other Financing Sources (Uses)					
Debt issued	-	-	-	500,000	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>-</u>
Net change in fund balances	536,787	(234,573)	416,742	27,057	(34,538)
Fund Balances (Deficit), Beginning	<u>1,272,231</u>	<u>(191,611)</u>	<u>(410,608)</u>	<u>(244,972)</u>	<u>(20,094)</u>
Fund Balances (Deficit), Ending	<u>\$ 1,809,018</u>	<u>\$ (426,184)</u>	<u>\$ 6,134</u>	<u>\$ (217,915)</u>	<u>\$ (54,632)</u>

<u>Capital Projects Funds</u>		<u>Permanent Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<u>TID No. 16</u>	<u>Development Projects</u>	<u>Ashley Trust Fund</u>	
\$ -	\$ -	\$ -	\$ 8,147,333
-	-	-	2,309,888
-	-	-	298,016
-	430,134	-	2,993,511
-	-	-	2,792
-	2,489	-	552,760
-	5,993	-	318,615
-	438,616	-	14,622,915
-	-	-	12,940
-	-	-	35,654
-	415,014	-	3,438,675
-	-	-	141,504
-	-	-	1,868,287
-	-	-	2,914,417
550	-	-	831,371
-	-	-	2,292,830
-	-	-	506,961
550	415,014	-	12,042,639
(550)	23,602	-	2,580,276
-	-	-	500,000
-	-	-	496,195
-	-	-	(454,450)
-	-	-	541,745
(550)	23,602	-	3,122,021
(3,500)	2,758	1,000	8,767,266
<u>\$ (4,050)</u>	<u>\$ 26,360</u>	<u>\$ 1,000</u>	<u>\$ 11,889,287</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Park Improvement Fund

Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Public charges for services	\$ 360,000	\$ 360,000	\$ 204,116	\$ (155,884)
Investment income	50,000	50,000	110,448	60,448
Miscellaneous	7,000	83,881	84,648	767
Total revenues	417,000	493,881	399,212	(94,669)
Expenditures				
Current:				
Culture, recreation and education	220,839	1,098,650	729,745	368,905
Total expenditures	220,839	1,098,650	729,745	368,905
Net change in fund balance	196,161	(604,769)	(330,533)	274,236
Fund Balance, Beginning	2,111,806	2,111,806	2,111,806	-
Fund Balance, Ending	<u>\$ 2,307,967</u>	<u>\$ 1,507,037</u>	<u>\$ 1,781,273</u>	<u>\$ 274,236</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Transportation Impact Fee Fund

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Public charges for services	\$ 250,000	\$ 250,000	\$ 302,022	\$ 52,022
Investment income	50,000	50,000	117,756	67,756
Total revenues	300,000	300,000	419,778	119,778
Expenditures	-	-	-	-
Net change in fund balance	300,000	300,000	419,778	119,778
Fund Balance, Beginning	2,404,590	2,404,590	2,404,590	-
Fund Balance, Ending	<u>\$ 2,704,590</u>	<u>\$ 2,704,590</u>	<u>\$ 2,824,368</u>	<u>\$ 119,778</u>

City of Sun Prairie**Schedule of Revenues, Expenditures and Changes in Fund Balance**

Budget and Actual - Grant Funds

Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental	\$ 210,835	\$ 233,335	\$ 600,960	\$ 367,625
Public charges for services	28,124	28,124	33,094	4,970
Investment income	-	-	10,035	10,035
Miscellaneous	50,800	50,800	50,065	(735)
Total revenues	289,759	312,259	694,154	381,895
Expenditures				
Current:				
General government	28,500	28,500	12,940	15,560
Public safety	30,500	30,500	35,654	(5,154)
Health and human services	-	173,157	141,504	31,653
Culture, recreation and education	224,811	247,311	204,695	42,616
Conservation and development	24,474	53,374	48,338	5,036
Total expenditures	308,285	532,842	443,131	89,711
Excess (deficiency) of revenues over (under) expenditures	(18,526)	(220,583)	251,023	471,606
Other Financing Sources (Uses)				
Transfers in	7,000	7,000	7,000	-
Transfers out	(230,745)	(317,745)	(425,255)	(107,510)
Total other financing sources (uses)	(223,745)	(310,745)	(418,255)	(107,510)
Net change in fund balance	(242,271)	(531,328)	(167,232)	364,096
Fund Balance, Beginning	423,021	423,021	423,021	-
Fund Balance (Deficit), Ending	\$ 180,750	\$ (108,307)	\$ 255,789	\$ 364,096

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Library Fund

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Miscellaneous	\$ 37,550	\$ 37,550	\$ 32,256	\$ (5,294)
Total revenues	37,550	37,550	32,256	(5,294)
Expenditures				
Current:				
Culture, recreation and education	49,887	49,887	27,573	22,314
Total expenditures	49,887	49,887	27,573	22,314
Net change in fund balance	(12,337)	(12,337)	4,683	17,020
Fund Balance, Beginning	72,650	72,650	72,650	-
Fund Balance, Ending	<u>\$ 60,313</u>	<u>\$ 60,313</u>	<u>\$ 77,333</u>	<u>\$ 17,020</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Sun Prairie Media Center

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 76,429	\$ 76,429	\$ 76,429	\$ -
Licenses and permits	323,931	323,931	298,016	(25,915)
Public charges for services	21,000	21,000	25,054	4,054
Investment income	1,000	1,000	903	(97)
Miscellaneous	62,139	62,139	32,491	(29,648)
Total revenues	484,499	484,499	432,893	(51,606)
Expenditures				
Current:				
Culture, recreation and education	606,907	616,636	484,872	131,764
Total expenditures	606,907	616,636	484,872	131,764
Excess (deficiency) of revenues over (under) expenditures	(122,408)	(132,137)	(51,979)	80,158
Other Financing Sources				
Transfers in	50,000	50,000	50,000	-
Net change in fund balance	(72,408)	(82,137)	(1,979)	80,158
Fund Balance, Beginning	128,642	128,642	128,642	-
Fund Balance, Ending	\$ 56,234	\$ 46,505	\$ 126,663	\$ 80,158

City of Sun Prairie**Schedule of Revenues, Expenditures and Changes in Fund Balance**

Budget and Actual - Refuse and Recycling

Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental	\$ 48,000	\$ 48,000	\$ 48,642	\$ 642
Public charges for services	1,810,265	1,810,265	1,828,116	17,851
Special assessments	3,000	3,000	2,792	(208)
Investment income	10,800	10,800	42,941	32,141
Miscellaneous	<u>27,000</u>	<u>27,000</u>	<u>45,716</u>	<u>18,716</u>
Total revenues	<u>1,899,065</u>	<u>1,899,065</u>	<u>1,968,207</u>	<u>69,142</u>
Expenditures				
Current:				
Public works	<u>1,813,027</u>	<u>1,815,027</u>	<u>1,739,441</u>	<u>75,586</u>
Total expenditures	<u>1,813,027</u>	<u>1,815,027</u>	<u>1,739,441</u>	<u>75,586</u>
Excess of revenues over expenditures	<u>86,038</u>	<u>84,038</u>	<u>228,766</u>	<u>144,728</u>
Other Financing Sources				
Transfers in	<u>29,195</u>	<u>29,195</u>	<u>29,195</u>	<u>-</u>
Net change in fund balance	115,233	113,233	257,961	144,728
Fund Balance, Beginning	<u>119,519</u>	<u>119,519</u>	<u>119,519</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 234,752</u>	<u>\$ 232,752</u>	<u>\$ 377,480</u>	<u>\$ 144,728</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Street Trees

Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Public charges for services	\$ 96,900	\$ 96,900	\$ 38,025	\$ (58,875)
Investment income	5,000	5,000	11,198	6,198
Total revenues	101,900	101,900	49,223	(52,677)
Expenditures				
Current:				
Conservation and development	101,900	101,900	27,745	74,155
Total expenditures	101,900	101,900	27,745	74,155
Net change in fund balance	-	-	21,478	21,478
Fund Balance, Beginning	283,414	283,414	283,414	-
Fund Balance, Ending	<u>\$ 283,414</u>	<u>\$ 283,414</u>	<u>\$ 304,892</u>	<u>\$ 21,478</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Tourism Fund

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Taxes	\$ 314,602	\$ 314,602	\$ 348,997	\$ 34,395
Investment income	5,000	5,000	-	(5,000)
Total revenues	319,602	319,602	348,997	29,395
Expenditures				
Current:				
Culture, recreation and education	459,909	459,909	421,402	38,507
Total expenditures	459,909	459,909	421,402	38,507
Net change in fund balance	(140,307)	(140,307)	(72,405)	67,902
Fund Balance, Beginning	419,362	419,362	419,362	-
Fund Balance, Ending	\$ 279,055	\$ 279,055	\$ 346,957	\$ 67,902

City of Sun Prairie**Schedule of Revenues, Expenditures and Changes in Fund Balance****Budget and Actual - Transportation Fund**

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 1,134,467	\$ 1,134,467	\$ 1,265,523	\$ 131,056
Public charges for services	238,154	238,154	131,616	(106,538)
Investment income	20,000	20,000	55,719	35,719
Miscellaneous	159,464	159,464	67,237	(92,227)
Total revenues	1,552,085	1,552,085	1,520,095	(31,990)
Expenditures				
Current:				
Public works	2,126,810	2,215,848	1,283,839	932,009
Total expenditures	2,126,810	2,215,848	1,283,839	932,009
Excess (deficiency) of revenues over (under) expenditures	(574,725)	(663,763)	236,256	900,019
Other Financing Sources				
Transfers in	400,000	400,000	400,000	-
Net change in fund balance	(174,725)	(263,763)	636,256	900,019
Fund Balance, Beginning	1,301,023	1,301,023	1,301,023	-
Fund Balance, Ending	<u>\$ 1,126,298</u>	<u>\$ 1,037,260</u>	<u>\$ 1,937,279</u>	<u>\$ 900,019</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Housing Fund

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Investment income	\$ 3,000	\$ 3,000	\$ 5,405	\$ 2,405
Miscellaneous	-	-	8	8
Total revenues	3,000	3,000	5,413	2,413
Expenditures				
Current:				
Conservation and development	52,500	52,500	19,032	33,468
Total expenditures	52,500	52,500	19,032	33,468
Excess (deficiency) of revenues over (under) expenditures	(49,500)	(49,500)	(13,619)	35,881
Other Financing Sources				
Transfers in	10,000	10,000	10,000	-
Net change in fund balance	(39,500)	(39,500)	(3,619)	35,881
Fund Balance, Beginning	140,878	140,878	140,878	-
Fund Balance, Ending	<u>\$ 101,378</u>	<u>\$ 101,378</u>	<u>\$ 137,259</u>	<u>\$ 35,881</u>

City of Sun Prairie**Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)**

Budget and Actual - TID No. 8

Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Taxes	\$ 2,517,627	\$ 2,517,627	\$ 2,436,621	\$ (81,006)
Intergovernmental	28,582	234,882	234,882	-
Public charges for services	-	-	1,334	1,334
Investment income	15,000	15,000	29,365	14,365
Miscellaneous	-	-	201	201
Total revenues	<u>2,561,209</u>	<u>2,767,509</u>	<u>2,702,403</u>	<u>(65,106)</u>
Expenditures				
Current:				
Public works	1,500	3,150	381	2,769
Capital outlay	358,262	923,391	798,434	124,957
Debt service:				
Principal	2,036,019	2,036,019	521,020	1,514,999
Interest and fiscal charges	<u>88,181</u>	<u>88,181</u>	<u>51,820</u>	<u>36,361</u>
Total expenditures	<u>2,483,962</u>	<u>3,050,741</u>	<u>1,371,655</u>	<u>1,679,086</u>
Excess (deficiency) of revenues over (under) expenditures	<u>77,247</u>	<u>(283,232)</u>	<u>1,330,748</u>	<u>1,613,980</u>
Other Financing Uses				
Transfers out	<u>(29,195)</u>	<u>(29,195)</u>	<u>(29,195)</u>	<u>-</u>
Net change in fund balance	48,052	(312,427)	1,301,553	1,613,980
Fund Balance (Deficit), Beginning	<u>(577,287)</u>	<u>(577,287)</u>	<u>(577,287)</u>	<u>-</u>
Fund Balance (Deficit), Ending	<u>\$ (529,235)</u>	<u>\$ (889,714)</u>	<u>\$ 724,266</u>	<u>\$ 1,613,980</u>

City of Sun Prairie**Schedule of Revenues, Expenditures and Changes in Fund Balance**

Budget and Actual - TID No. 9

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Taxes	\$ 2,368,631	\$ 2,368,631	\$ 2,292,419	\$ (76,212)
Intergovernmental	69,415	69,415	69,415	-
Investment income	-	-	83,290	83,290
Total revenues	<u>2,438,046</u>	<u>2,438,046</u>	<u>2,445,124</u>	<u>7,078</u>
Expenditures				
Current:				
Conservation and development	-	831,680	831,680	-
Capital outlay	15,226	15,226	15,171	55
Debt service:				
Principal	1,150,000	1,150,000	1,150,000	-
Interest and fiscal charges	<u>126,720</u>	<u>126,720</u>	<u>126,720</u>	-
Total expenditures	<u>1,291,946</u>	<u>2,123,626</u>	<u>2,123,571</u>	<u>55</u>
Net change in fund balance	1,146,100	314,420	321,553	7,133
Fund Balance, Beginning	<u>1,534,444</u>	<u>1,534,444</u>	<u>1,534,444</u>	-
Fund Balance, Ending	<u>\$ 2,680,544</u>	<u>\$ 1,848,864</u>	<u>\$ 1,855,997</u>	<u>\$ 7,133</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - TID No. 11

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Taxes	\$ 1,428,733	\$ 1,428,733	\$ 1,382,763	\$ (45,970)
Intergovernmental	14,037	14,037	14,037	-
Investment income	20,000	20,000	66,140	46,140
Total revenues	1,462,770	1,462,770	1,462,940	170
Expenditures				
Current:				
Conservation and development	957,431	957,431	843,652	113,779
Capital outlay	33,374	33,374	17,216	16,158
Debt service:				
Principal	55,000	55,000	55,000	-
Interest and fiscal charges	10,285	10,285	10,285	-
Total expenditures	1,056,090	1,056,090	926,153	129,937
Excess (deficiency) of revenues over (under) expenditures	406,680	406,680	536,787	130,107
Other Financing Uses				
Transfers out	(20,000)	(20,000)	-	20,000
Net change in fund balance	386,680	386,680	536,787	150,107
Fund Balance, Beginning	1,272,231	1,272,231	1,272,231	-
Fund Balance, Ending	\$ 1,658,911	\$ 1,658,911	\$ 1,809,018	\$ 150,107

City of Sun Prairie**Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)**

Budget and Actual - TID No. 12

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Taxes	\$ 334,254	\$ 334,254	\$ 323,500	\$ (10,754)
Investment income	32,000	32,000	5,568	(26,432)
Total revenues	366,254	366,254	329,068	(37,186)
Expenditures				
Current:				
Conservation and development	64,936	64,936	28,572	36,364
Debt service:				
Principal	310,651	310,651	310,651	-
Interest and fiscal charges	224,419	224,419	224,418	1
Total expenditures	600,006	600,006	563,641	36,365
Net change in fund balance	(233,752)	(233,752)	(234,573)	(821)
Fund Balance (Deficit), Beginning	(191,611)	(191,611)	(191,611)	-
Fund Balance (Deficit), Ending	<u>\$ (425,363)</u>	<u>\$ (425,363)</u>	<u>\$ (426,184)</u>	<u>\$ (821)</u>

City of Sun Prairie**Schedule of Revenues, Expenditures and Changes in Fund Balance**

Budget and Actual - TID No. 13

Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Taxes	\$ 1,169,990	\$ 1,169,990	\$ 1,132,345	\$ (37,645)
Investment income	-	-	7,310	7,310
Total revenues	<u>1,169,990</u>	<u>1,169,990</u>	<u>1,139,655</u>	<u>(30,335)</u>
Expenditures				
Current:				
Conservation and development	752,557	752,557	386,558	365,999
Debt service:				
Principal	246,160	246,160	246,159	1
Interest and fiscal charges	<u>90,196</u>	<u>90,196</u>	<u>90,196</u>	<u>-</u>
Total expenditures	<u>1,088,913</u>	<u>1,088,913</u>	<u>722,913</u>	<u>366,000</u>
Net change in fund balance	81,077	81,077	416,742	335,665
Fund Balance (Deficit), Beginning	<u>(410,608)</u>	<u>(410,608)</u>	<u>(410,608)</u>	<u>-</u>
Fund Balance (Deficit), Ending	<u>\$ (329,531)</u>	<u>\$ (329,531)</u>	<u>\$ 6,134</u>	<u>\$ 335,665</u>

City of Sun Prairie**Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)**

Budget and Actual - TID No. 14

Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Taxes	\$ 91,908	\$ 91,908	\$ 88,951	\$ (2,957)
Investment income	-	-	1,616	1,616
Total revenues	91,908	91,908	90,567	(1,341)
Expenditures				
Current:				
Conservation and development	61,885	561,885	549,988	11,897
Capital outlay	500,000	500,000	-	500,000
Debt service:				
Principal	10,000	10,000	10,000	-
Interest and fiscal charges	13,523	13,523	3,522	10,001
Total expenditures	585,408	1,085,408	563,510	521,898
Excess (deficiency) of revenues over expenditures	(493,500)	(993,500)	(472,943)	520,557
Other Financing Sources (Uses)				
Debt issued	510,000	510,000	500,000	(10,000)
Transfers out	(10,000)	(10,000)	-	10,000
Total other financing sources (uses)	500,000	500,000	500,000	-
Net change in fund balance	6,500	(493,500)	27,057	520,557
Fund Balance (Deficit), Beginning	(244,972)	(244,972)	(244,972)	-
Fund Balance (Deficit), Ending	\$ (238,472)	\$ (738,472)	\$ (217,915)	\$ 520,557

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)

Budget and Actual - TID No. 15

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Taxes	\$ 146,449	\$ 146,449	\$ 141,737	\$ (4,712)
Investment income	-	-	2,577	2,577
Total revenues	146,449	146,449	144,314	(2,135)
Expenditures				
Current:				
Conservation and development	199,543	199,543	178,852	(20,691)
Total expenditures	199,543	199,543	178,852	(20,691)
Excess (deficiency) of revenues over (under) expenditures	(53,094)	(53,094)	(34,538)	(22,826)
Other Financing Uses				
Transfers out	(10,000)	(10,000)	-	10,000
Net change in fund balance	(63,094)	(63,094)	(34,538)	(12,826)
Fund Balance (Deficit), Beginning	(20,094)	(20,094)	(20,094)	-
Fund Balance (Deficit), Ending	<u>\$ (83,188)</u>	<u>\$ (83,188)</u>	<u>\$ (54,632)</u>	<u>\$ (12,826)</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)

Budget and Actual - TID No. 16

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Expenditures				
Capital outlay	\$ 7,775	\$ 7,775	\$ 550	\$ 7,225
Total expenditures	7,775	7,775	550	7,225
Net change in fund balance	(7,775)	(7,775)	(550)	7,225
Fund Balance (Deficit), Beginning	(3,500)	(3,500)	(3,500)	-
Fund Balance (Deficit), Ending	<u>\$ (11,275)</u>	<u>\$ (11,275)</u>	<u>\$ (4,050)</u>	<u>\$ 7,225</u>

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Development Projects

Year Ended December 31, 2024

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Public charges for services	\$ 600,000	\$ 600,000	\$ 430,134	\$ (169,866)
Investment income	-	-	2,489	2,489
Miscellaneous	-	-	5,993	5,993
Total revenues	600,000	600,000	438,616	(161,384)
Expenditures				
Current:				
Public works	600,000	600,000	415,014	184,986
Total expenditures	600,000	600,000	415,014	184,986
Net change in fund balance	-	-	23,602	23,602
Fund Balance, Beginning	2,758	2,758	2,758	-
Fund Balance, Ending	\$ 2,758	\$ 2,758	\$ 26,360	\$ 23,602

City of Sun Prairie

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Ashley Trust Fund

Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures	-	-	-	-
Net change in fund balance	-	-	-	-
Fund Balance, Beginning	1,000	1,000	1,000	-
Fund Balance, Ending	\$ 1,000	\$ 1,000	\$ 1,000	\$ -

City of Sun Prairie

Combining Statement of Net Position -
Internal Service Funds
December 31, 2024

	Fleet	Health Insurance	Total
Assets and Deferred Outflows of Resources			
Assets			
Current assets:			
Cash and investments	\$ 193,805	\$ -	\$ 193,805
Restricted cash and investments	479,504	-	479,504
Accounts receivable	259,832	-	259,832
Due from other funds	742,245	831,290	1,573,535
Total current assets	1,675,386	831,290	2,506,676
Noncurrent assets:			
Capital assets:			
Construction in progress	403,033	-	403,033
Other capital assets	14,794,364	-	14,794,364
Less accumulated depreciation	(6,614,301)	-	(6,614,301)
Total noncurrent assets	8,583,096	-	8,583,096
Total assets	10,258,482	831,290	11,089,772
Deferred Outflows of Resources			
Pension related amounts	111,305	-	111,305
Total deferred outflows of resources	111,305	-	111,305
Liabilities, Deferred Inflows of Resources and Net Position			
Liabilities			
Current liabilities:			
Accounts payable	10,564	9,400	19,964
Accrued liabilities	53,966	7,797	61,763
General obligation debt	655,000	-	655,000
Total current liabilities	719,530	17,197	736,727
Noncurrent liabilities:			
General obligation debt (including unamortized premium)	3,478,372	-	3,478,372
Compensated absences	77,000	-	77,000
Net pension liability	14,097	-	14,097
Total noncurrent liabilities	3,569,469	-	3,569,469
Total liabilities	4,288,999	17,197	4,306,196
Deferred Inflows of Resources			
Pension related amounts	73,439	-	73,439
Net Position			
Net investment in capital assets	4,929,198	-	4,929,198
Unrestricted	1,078,151	814,093	1,892,244
Total net position	\$ 6,007,349	\$ 814,093	\$ 6,821,442

City of Sun Prairie

Combining Statement of Revenues, Expenses and Changes in Net Position -
Internal Service Funds
Year Ended December 31, 2024

	<u>Fleet</u>	<u>Health Insurance</u>	<u>Total</u>
Operating Revenues			
Public charges for services	\$ 2,139,047	\$ 4,788,300	\$ 6,927,347
Total operating revenues	<u>2,139,047</u>	<u>4,788,300</u>	<u>6,927,347</u>
Operating Expenses			
Operation and maintenance	1,356,066	4,350,931	5,706,997
Depreciation expense	<u>841,209</u>	<u>-</u>	<u>841,209</u>
Total operating expenses	<u>2,197,275</u>	<u>4,350,931</u>	<u>6,548,206</u>
Operating income (loss)	<u>(58,228)</u>	<u>437,369</u>	<u>379,141</u>
Nonoperating Revenues (Expenses)			
Investment income	77,363	34,452	111,815
Gain on sale of capital assets	134,779	-	134,779
Interest and fiscal charges	(97,618)	-	(97,618)
Miscellaneous revenues	<u>429,043</u>	<u>-</u>	<u>429,043</u>
Total nonoperating revenues (expenses)	<u>543,567</u>	<u>34,452</u>	<u>578,019</u>
Income before transfers	<u>485,339</u>	<u>471,821</u>	<u>957,160</u>
Transfers			
Transfers in	42,000	-	42,000
Transfers out	<u>-</u>	<u>(963,762)</u>	<u>(963,762)</u>
Total transfers	<u>42,000</u>	<u>(963,762)</u>	<u>(921,762)</u>
Change in net position	527,339	(491,941)	35,398
Net Position, Beginning	<u>5,480,010</u>	<u>1,306,034</u>	<u>6,786,044</u>
Net Position, Ending	<u>\$ 6,007,349</u>	<u>\$ 814,093</u>	<u>\$ 6,821,442</u>

City of Sun Prairie

Combining Statement of Cash Flows -
Internal Service Funds
Year Ended December 31, 2024

	Fleet	Health Insurance	Total
Cash Flows From Operating Activities			
Received from customers	\$ 3,149,429	\$ 5,282,349	\$ 8,431,778
Paid to suppliers for goods and services	(924,875)	(4,353,039)	(5,277,914)
Paid to employees for services	(449,355)	-	(449,355)
Net cash flows from operating activities	<u>1,775,199</u>	<u>929,310</u>	<u>2,704,509</u>
Cash Flows From Investing Activities			
Investment income	<u>77,363</u>	<u>34,452</u>	<u>111,815</u>
Net cash flows from investing activities	<u>77,363</u>	<u>34,452</u>	<u>111,815</u>
Cash Flows From Noncapital Financing Activities			
Transfers	<u>42,000</u>	<u>(963,762)</u>	<u>(921,762)</u>
Net cash flows from noncapital financing activities	<u>42,000</u>	<u>(963,762)</u>	<u>(921,762)</u>
Cash Flows From Capital and Related Financing Activities			
Debt issued	495,000	-	495,000
Debt retired	(625,000)	-	(625,000)
Interest paid	(135,119)	-	(135,119)
Acquisition and construction of capital assets	(1,961,841)	-	(1,961,841)
Debt issuance costs (net of premium received)	<u>39,980</u>	<u>-</u>	<u>39,980</u>
Net cash flows from capital and related financing activities	<u>(2,186,980)</u>	<u>-</u>	<u>(2,186,980)</u>
Net change in cash and cash equivalents	(292,418)	-	(292,418)
Cash and Cash Equivalents, Beginning	<u>965,727</u>	<u>-</u>	<u>965,727</u>
Cash and Cash Equivalents, Ending	<u><u>\$ 673,309</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 673,309</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Flows From Operating Activities			
Operating income (loss)	\$ (58,228)	\$ 437,369	\$ 379,141
Nonoperating revenue	429,043	-	429,043
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:			
Depreciation	841,209	-	841,209
Changes in assets, liabilities and deferred outflows/inflows of resources:			
Other accounts receivable	(253,993)	-	(253,993)
Due to/from other funds	835,332	494,049	1,329,381
Compensated absences	20,486	-	20,486
Accounts payable	(26,474)	(1,074)	(27,548)
Other current liabilities	(4,061)	(1,034)	(5,095)
Pension related amounts	<u>(8,115)</u>	<u>-</u>	<u>(8,115)</u>
Net cash flows from operating activities	<u><u>\$ 1,775,199</u></u>	<u><u>\$ 929,310</u></u>	<u><u>\$ 2,704,509</u></u>
Noncash Capital and Related Financing Activities			
Amortization of bond premium	<u><u>\$ 43,366</u></u>	<u><u>\$ -</u></u>	

City of Sun Prairie**Combining Statement of Fiduciary Net Position -****Custodial Funds**

December 31, 2024

	Tax Collection Fund	MPSISC	Total Custodial Funds
Current Assets			
Cash and investments	\$ 28,986,512	\$ -	\$ 28,986,512
Taxes receivable	45,719,121	-	45,719,121
Due from other governments	-	426,283	426,283
Prepaid items	-	10,500	10,500
Total assets	74,705,633	436,783	75,142,416
Liabilities			
Due to other governments	74,631,831	66,331	74,698,162
Other accounts payable	73,802	-	73,802
Total liabilities	74,705,633	66,331	74,771,964
Net Position			
Restricted for individuals, organization and other governments	\$ -	\$ 370,452	\$ 370,452

City of Sun Prairie**Combining Statement of Changes in Fiduciary Net Position -****Custodial Funds**

Year Ended December 31, 2024

	Tax Collection Fund	MPSISC	Total Custodial Funds
Additions			
Contributions:			
Member	\$ -	\$ 732,179	\$ 732,179
Investment income	-	23,507	23,507
Property taxes collected for other governments	48,682,887	-	48,682,887
Total additions	48,682,887	755,686	49,438,573
Deductions			
Public safety expense	-	747,088	747,088
Property taxes distributed to other governments	48,682,887	-	48,682,887
Total deductions	48,682,887	747,088	49,429,975
Change in net position	-	8,598	8,598
Net Position, Beginning	-	361,854	361,854
Net Position, Ending	\$ -	\$ 370,452	\$ 370,452

City of Sun Prairie

Statement of Cash Flows -
Component Unit
Year Ended December 31, 2024

	Community Development Authority
Cash Flows From Operating Activities	
Paid to suppliers for goods and services	\$ (22,616)
Cash Flows From Capital and Related Financing Activities	
Debt retired	(1,515,000)
Interest paid	<u>(18,180)</u>
Net cash flows from capital and related financing activities	<u>(1,533,180)</u>
Cash Flows From Investing Activities	
Investment income (loss)	<u>(37,850)</u>
Net change in cash and cash equivalents	(1,593,646)
Cash and Cash Equivalents, Beginning	<u>1,593,646</u>
Cash and Cash Equivalents, Ending	<u><u>\$ -</u></u>

STATISTICAL SECTION

CITY OF SUN PRAIRIE, WISCONSIN
Introduction to the Statistical Section
December 31, 2024

STATISTICAL SECTION

This part of the City's Annual Comprehensive Finance Report presents detailed information as a context for understanding what the information in the financial statements, notes to financial statements, and required supplementary information indicate about the City's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends – Schedules 1 - 4 These schedules contain trends information to help the reader understand how the City's financial performance and wellbeing have changed over time.	108 - 113
Revenue Capacity – Schedules 5 - 8 These schedules contain information to help the reader assess the factors affecting the City's ability to generate the City's most significant one-source revenue, property taxes.	114 - 117
Debt Capacity – Schedules 9 - 14 These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	118 - 123
Demographic and Economic Information – Schedules 15 - 16 These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	124 - 125
Operating Information – Schedules 17 - 19 These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	126 - 128

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

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Schedule 1
City of Sun Prairie, Wisconsin
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Governmental Activities										
Net investment in capital assets	\$ 133,565,355	\$ 127,505,574	\$ 125,420,724	\$ 114,346,855	\$ 100,980,766	\$ 96,950,125	\$ 91,668,381	\$ 92,056,269	\$ 81,638,011	\$ 82,157,158
Restricted	14,021,345	10,876,366	15,625,765	11,427,142	13,497,756	5,926,657	7,463,027	5,836,997	7,346,609	7,325,552
Unrestricted (deficit)	<u>22,806,685</u>	<u>19,527,653</u>	<u>11,143,775</u>	<u>11,248,148</u>	<u>8,828,029</u>	<u>10,934,889</u>	<u>10,552,537</u>	<u>5,049,968</u>	<u>1,815,833</u>	<u>(5,401,666)</u>
Total governmental activities net position	170,393,385	157,909,593	152,190,264	137,022,145	123,306,551	113,811,671	109,683,945	102,943,234	90,800,453	\$ 84,081,044
Business-Type Activities										
Net investment in capital assets	175,385,857	171,120,446	165,464,842	160,136,666	156,727,731	145,728,006	139,352,187	131,184,254	125,335,883	124,869,023
Restricted	6,488,877	6,190,020	6,203,051	6,328,892	5,797,376	4,849,510	4,365,726	4,490,512	3,983,396	3,846,256
Unrestricted (deficit)	<u>45,834,950</u>	<u>41,434,546</u>	<u>39,635,329</u>	<u>36,185,742</u>	<u>30,790,724</u>	<u>31,471,824</u>	<u>28,890,534</u>	<u>26,682,513</u>	<u>22,949,218</u>	<u>19,261,881</u>
Total business-type activities net position	227,709,684	218,745,012	211,303,222	202,651,300	193,315,831	182,049,340	172,608,447	162,357,279	152,268,497	\$ 147,977,160
Primary Government										
Net investment in capital assets	308,951,212	298,626,020	290,885,566	274,483,521	257,708,497	242,678,131	231,020,568	223,240,523	206,973,894	207,026,181
Restricted	20,510,222	17,066,386	21,828,816	17,756,034	19,295,132	10,776,167	11,828,753	10,327,509	11,330,005	11,171,808
Unrestricted (deficit)	<u>68,641,635</u>	<u>60,962,199</u>	<u>50,779,104</u>	<u>47,433,890</u>	<u>39,618,753</u>	<u>42,406,713</u>	<u>39,443,071</u>	<u>31,732,481</u>	<u>24,765,051</u>	<u>13,860,215</u>
Total primary government activities net position	<u>\$ 398,103,069</u>	<u>\$ 376,654,605</u>	<u>\$ 363,493,486</u>	<u>\$ 339,673,445</u>	<u>\$ 316,622,382</u>	<u>\$ 295,861,011</u>	<u>\$ 282,292,392</u>	<u>\$ 265,300,513</u>	<u>\$ 243,068,950</u>	<u>\$ 232,058,204</u>

Schedule 2
City of Sun Prairie, Wisconsin
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

<u>PRIMARY GOVERNMENT</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
EXPENSES										
Governmental activities										
General government	\$ 6,752,568	\$ 6,821,238	\$ 6,297,943	\$ 4,709,432	\$ 4,297,214	\$ 4,754,741	\$ 4,882,014	\$ 4,550,418	\$ 4,403,914	\$ 3,767,680
Public safety	19,665,320	18,739,288	14,149,050	13,518,198	15,168,394	13,613,011	12,397,125	11,509,960	11,119,610	8,463,874
Public works	13,469,355	13,594,637	10,336,380	10,283,472	9,696,626	6,665,610	6,666,674	7,780,380	8,290,581	7,404,845
Health and human services	581,720	772,592	973,729	787,822	413,468	115,550	54,500	84,500	54,500	23,500
Culture, recreation, and education	7,103,877	8,161,419	6,010,443	4,634,883	3,925,075	5,357,998	4,439,250	4,805,082	4,121,380	4,034,270
Conservation and development	5,405,930	4,145,963	3,023,458	3,975,473	3,779,871	7,462,982	2,825,225	2,624,698	1,120,518	1,052,201
Interest and fiscal charges	<u>1,951,469</u>	<u>1,562,932</u>	<u>1,358,653</u>	<u>1,432,641</u>	<u>1,764,227</u>	<u>1,725,371</u>	<u>1,369,108</u>	<u>1,014,225</u>	<u>1,553,363</u>	<u>930,621</u>
Total governmental activities expenses	54,930,239	53,798,069	42,149,656	39,341,921	39,044,875	39,695,263	32,633,896	32,369,263	30,663,866	25,676,991
Business-type activities										
Electric	29,098,855	29,247,919	30,769,633	28,068,928	25,565,275	25,572,370	26,379,948	26,230,091	25,644,447	25,129,204
Water	4,442,089	3,868,645	3,849,585	3,505,085	3,210,503	3,094,137	3,137,098	2,448,396	2,295,240	2,345,040
Telecommunications	-	-	-	-	-	-	-	178,809	451,698	374,325
Wastewater	6,453,676	6,290,362	5,524,158	4,783,388	4,016,976	3,929,728	3,784,864	3,614,247	3,657,592	3,457,368
Stormwater	<u>3,361,438</u>	<u>3,176,353</u>	<u>2,841,097</u>	<u>3,032,515</u>	<u>2,581,547</u>	<u>2,594,629</u>	<u>2,259,576</u>	<u>2,061,123</u>	<u>2,086,266</u>	<u>1,652,579</u>
Total business-type activities expenses	43,356,058	42,583,279	42,984,473	39,389,916	35,374,301	35,190,864	35,561,486	34,532,666	34,135,243	32,958,516
Total primary government expenses	<u>\$ 98,286,297</u>	<u>\$ 96,381,348</u>	<u>\$ 85,134,129</u>	<u>\$ 78,731,837</u>	<u>\$ 74,419,176</u>	<u>\$ 74,886,127</u>	<u>\$ 68,195,382</u>	<u>\$ 66,901,929</u>	<u>\$ 64,799,109</u>	<u>\$ 58,635,507</u>
PROGRAM REVENUES										
Governmental activities										
Charges for services										
General government	\$ 226,345	\$ 288,773	\$ 380,613	\$ 307,643	\$ 239,996	\$ 311,826	\$ 310,051	\$ 183,983	\$ 157,680	\$ 124,009
Public safety	5,297,517	3,760,086	2,927,225	2,630,277	2,652,123	2,499,997	2,189,314	2,031,787	1,549,065	1,584,080
Public works	2,460,837	2,538,649	2,386,247	2,057,746	2,394,853	2,215,142	1,979,335	2,079,582	1,907,877	1,770,128
Culture, recreation, and education	1,278,505	1,257,488	1,658,111	1,360,582	609,037	1,199,525	1,195,259	1,638,801	933,945	888,192
Conservation and development	66,790	121,142	106,050	125,200	125,545	142,050	154,845	163,235	109,763	93,076
Operating grants and contributions	5,047,346	6,039,989	4,427,753	4,888,991	4,509,898	3,757,657	3,259,208	3,029,758	3,093,256	3,309,096
Capital grants and contributions	<u>3,306,260</u>	<u>3,421,009</u>	<u>6,015,390</u>	<u>5,589,036</u>	<u>2,794,146</u>	<u>2,504,207</u>	<u>787,142</u>	<u>5,973,701</u>	<u>1,847,780</u>	<u>3,376,106</u>
Total governmental activities program revenues	17,683,600	17,427,136	17,901,389	16,959,475	13,325,598	12,630,404	9,875,154	15,100,847	9,599,366	11,144,687
Business-type activities										
Charges for services										
Electric	31,716,377	31,026,387	32,675,767	30,048,101	27,781,165	27,186,116	27,934,255	27,856,646	27,390,414	26,741,334
Water	5,568,463	5,185,206	4,890,034	4,042,804	3,968,482	3,712,882	3,687,699	3,600,488	3,495,738	3,259,410
Telecommunications	-	-	-	-	-	-	-	202,653	609,350	512,036
Wastewater	6,431,545	6,167,888	5,755,412	5,453,196	5,353,221	4,621,775	4,296,400	3,972,177	3,891,120	3,771,488
Stormwater	<u>3,147,043</u>	<u>2,963,858</u>	<u>3,000,859</u>	<u>2,983,473</u>	<u>3,024,005</u>	<u>2,450,728</u>	<u>2,533,236</u>	<u>2,398,670</u>	<u>1,808,596</u>	<u>1,680,540</u>
Capital grants and contributions	<u>3,492,964</u>	<u>3,527,955</u>	<u>5,448,568</u>	<u>6,945,779</u>	<u>6,957,172</u>	<u>5,421,986</u>	<u>7,483,835</u>	<u>6,942,761</u>	<u>2,088,199</u>	<u>2,947,172</u>
Total business-type activities program revenues	50,356,392	48,871,294	51,770,640	49,473,353	47,084,045	43,393,487	45,935,425	44,973,395	39,283,417	\$ 38,911,980
Total primary government program revenues	<u>\$ 68,039,992</u>	<u>\$ 66,298,430</u>	<u>\$ 69,672,029</u>	<u>\$ 66,432,828</u>	<u>\$ 60,409,643</u>	<u>\$ 56,023,891</u>	<u>\$ 55,810,579</u>	<u>\$ 60,074,242</u>	<u>\$ 48,882,783</u>	<u>\$ 50,056,667</u>

Schedule 2
City of Sun Prairie, Wisconsin
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

<u>PRIMARY GOVERNMENT</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
NET (EXPENSE)/REVENUE										
Governmental activities	\$ (37,246,639)	\$ (36,370,933)	\$ (24,248,267)	\$ (22,382,446)	(25,719,277)	(27,064,859)	(22,758,742)	(17,268,416)	(21,064,500)	(14,532,304)
Business-type activities	7,000,334	6,288,015	8,786,167	10,083,437	11,709,744	8,202,623	10,373,939	10,440,729	5,148,174	5,953,464
Total primary government net (expense)/revenue	<u>\$ (30,246,305)</u>	<u>\$ (30,082,918)</u>	<u>\$ (15,462,100)</u>	<u>\$ (12,299,009)</u>	<u>\$ (14,009,533)</u>	<u>\$ (18,862,236)</u>	<u>\$ (12,384,803)</u>	<u>\$ (6,827,687)</u>	<u>\$ (15,916,326)</u>	<u>\$ (8,578,840)</u>
GENERAL REVENUES										
Governmental activities										
Taxes										
Property taxes, levied for general purposes	\$ 24,958,013	\$ 21,405,139	\$ 20,106,530	\$ 18,638,111	\$ 17,979,980	\$ 16,911,464	\$ 15,715,346	\$ 14,299,795	\$ 13,546,267	\$ 13,008,194
Property taxes, levied for debt service	7,275,474	6,796,436	6,469,805	6,618,831	6,567,043	6,449,889	6,460,924	6,619,638	6,648,847	6,574,270
Property taxes, levied for TIF districts	7,798,336	6,144,429	6,197,934	5,950,023	5,522,096	4,148,322	3,240,567	3,902,118	3,196,475	2,699,069
Other taxes	392,823	463,021	480,647	282,197	247,239	344,454	257,499	215,972	172,708	62,636
Intergovernmental revenues not restricted	3,315,770	2,245,948	3,111,961	1,910,193	1,743,866	1,222,907	1,599,388	1,622,912	1,694,011	1,722,939
Public gifts and grants	-	-	-	-	-	-	-	-	9,966	-
Investment income	2,778,937	1,959,626	315,307	24,825	254,942	693,438	405,872	216,797	123,106	51,176
Miscellaneous	1,161,912	1,136,257	813,099	825,232	994,039	868,839	355,844	782,270	604,457	252,350
Transfers, internal	2,049,166	1,939,406	1,921,103	1,848,628	1,904,952	553,272	1,464,013	1,751,695	1,788,072	1,716,270
Total governmental activities general revenues	<u>49,730,431</u>	<u>42,090,262</u>	<u>39,416,386</u>	<u>36,098,040</u>	<u>35,214,157</u>	<u>31,192,585</u>	<u>29,499,453</u>	<u>29,411,197</u>	<u>27,783,909</u>	<u>26,086,904</u>
Business-type activities										
Intergovernmental revenues not restricted	61,815	-	229,164	24,902	-	-	-	-	50,000	-
Investment income	3,906,225	3,066,340	1,480,245	1,061,498	1,297,815	1,731,341	1,321,631	1,026,191	859,735	674,625
Miscellaneous	45,464	26,841	77,449	14,260	163,884	60,201	19,611	89,644	21,497	92,040
Gain on disposal of telecommunications operations	-	-	-	-	-	-	-	283,913	-	-
Transfers, internal	(2,049,166)	(1,939,406)	(1,921,103)	(1,848,628)	(1,904,952)	(553,272)	(1,464,013)	(1,751,695)	(1,788,072)	(1,716,270)
Total business-type activities general revenues	<u>1,964,338</u>	<u>1,153,775</u>	<u>(134,245)</u>	<u>(747,968)</u>	<u>(443,253)</u>	<u>1,238,270</u>	<u>(122,771)</u>	<u>(351,947)</u>	<u>(856,840)</u>	<u>(949,605)</u>
Total primary government general revenue	<u>\$ 51,694,769</u>	<u>\$ 43,244,037</u>	<u>\$ 39,282,141</u>	<u>\$ 35,350,072</u>	<u>\$ 34,770,904</u>	<u>\$ 32,430,855</u>	<u>\$ 29,376,682</u>	<u>\$ 29,059,250</u>	<u>\$ 26,927,069</u>	<u>\$ 25,137,299</u>
CHANGE IN NET POSITION										
Governmental activities	\$ 12,483,792	\$ 5,719,329	\$ 15,168,119	\$ 13,715,594	\$ 9,494,880	\$ 4,127,726	\$ 6,740,711	\$ 12,142,781	\$ 6,719,409	\$ 11,554,600
Business-type activities	8,964,672	7,441,790	8,651,922	9,335,469	11,266,491	9,440,893	10,251,168	10,088,782	4,291,334	5,003,859
Total primary government change in net position	<u>\$ 21,448,464</u>	<u>\$ 13,161,119</u>	<u>\$ 23,820,041</u>	<u>\$ 23,051,063</u>	<u>\$ 20,761,371</u>	<u>\$ 13,568,619</u>	<u>\$ 16,991,879</u>	<u>\$ 22,231,563</u>	<u>\$ 11,010,743</u>	<u>\$ 16,558,459</u>

Schedule 3
City of Sun Prairie, Wisconsin
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
General fund										
Nonspendable	\$ 1,159,577	\$ 1,843,923	\$ 3,209,903	\$ 3,371,428	\$ 4,597,811	\$ 3,776,543	\$ 3,743,664	\$ 2,763,109	\$ 2,936,357	\$ 2,968,901
Restricted	956,799	1,015,142	1,313,028	707,536	791,130	663,665	587,226	510,786	434,645	142,000
Assigned	4,278,600	3,890,737	5,209,279	3,728,286	3,882,327	3,775,937	4,167,316	3,602,423	3,513,829	3,066,431
Unassigned	<u>6,358,452</u>	<u>5,821,158</u>	<u>4,548,323</u>	<u>5,847,384</u>	<u>4,232,570</u>	<u>3,933,818</u>	<u>3,078,057</u>	<u>4,599,141</u>	<u>4,292,708</u>	<u>4,352,338</u>
Total general fund	<u>\$ 12,753,428</u>	<u>\$ 12,570,960</u>	<u>\$ 14,280,533</u>	<u>\$ 13,654,634</u>	<u>\$ 13,503,838</u>	<u>\$ 12,149,963</u>	<u>\$ 11,576,263</u>	<u>\$ 11,475,459</u>	<u>\$ 11,177,539</u>	<u>\$ 10,529,670</u>
All other governmental funds										
Nonspendable	22,552	12,753	11,240	22,969	27,418	411,354	365,318	2,502	1,250	-
Restricted	33,948,943	13,754,867	10,433,509	8,537,927	14,846,235	10,583,573	6,808,782	6,775,091	8,215,808	6,531,919
Committed	798,504	531,378	623,493	676,377	758,844	934,190	1,082,428	909,372	738,189	585,008
Assigned	2,082,878	2,803,767	2,199,267	2,945,987	803,651	2,988,584	5,036,191	679,096	-	300,290
Unassigned (deficit)	<u>(702,781)</u>	<u>(1,448,072)</u>	<u>(1,587,001)</u>	<u>(2,193,895)</u>	<u>(2,407,178)</u>	<u>(2,664,915)</u>	<u>(3,145,753)</u>	<u>(2,526,725)</u>	<u>(2,384,328)</u>	<u>(2,512,466)</u>
Total all other governmental funds	<u>\$ 36,150,096</u>	<u>\$ 15,654,693</u>	<u>\$ 11,680,508</u>	<u>\$ 9,989,365</u>	<u>\$ 14,028,970</u>	<u>\$ 12,252,786</u>	<u>\$ 10,146,966</u>	<u>\$ 5,839,336</u>	<u>\$ 6,570,919</u>	<u>\$ 4,904,751</u>

Schedule 4
City of Sun Prairie, Wisconsin
Change in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(accrual basis of accounting)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Revenues					
Taxes	\$ 40,439,432	\$ 34,806,837	\$ 33,282,991	\$ 31,513,831	\$ 30,344,698
Intergovernmental	7,980,868	8,221,929	8,495,391	6,336,438	5,775,867
Licenses and permits	1,200,472	1,372,812	1,383,107	1,639,115	1,393,169
Fines, forfeitures, and penalties	172,750	158,030	162,194	203,934	194,162
Public charges for services	7,368,855	6,534,136	6,277,152	5,381,474	4,778,449
Special assessments	48,875	3,546	4,920	4,267	7,445
Investment income	2,667,067	1,847,419	269,717	24,346	248,407
Miscellaneous	<u>1,059,235</u>	<u>1,493,483</u>	<u>1,053,671</u>	<u>1,387,079</u>	<u>1,161,696</u>
Total Revenues	<u>60,937,554</u>	<u>54,438,192</u>	<u>50,929,143</u>	<u>46,490,484</u>	<u>43,903,893</u>
Expenditures					
Current					
General government	7,405,343	6,374,341	6,053,168	4,943,082	5,371,831
Public safety	20,313,569	17,801,140	15,270,796	14,142,858	13,590,511
Public works	7,645,267	7,930,607	6,639,621	6,702,131	6,537,819
Health and human services	581,720	772,592	973,729	787,822	413,468
Culture, recreation, and education	7,837,686	7,106,841	6,124,773	6,627,098	5,334,169
Conservation and development	4,443,663	3,508,681	2,662,044	2,618,776	2,983,282
Capital outlay	15,638,865	9,143,993	9,508,268	7,045,018	6,394,952
Debt service					
Principal	8,850,315	9,520,472	9,251,643	15,119,535	8,796,272
Interest and fiscal charges	<u>2,072,815</u>	<u>1,684,081</u>	<u>1,744,669</u>	<u>1,941,198</u>	<u>2,086,346</u>
Total expenditures	<u>74,789,243</u>	<u>63,842,748</u>	<u>58,228,711</u>	<u>59,927,518</u>	<u>51,508,650</u>
Excess(deficiency) of revenues over expenditures	<u>(13,851,689)</u>	<u>(9,404,556)</u>	<u>(7,299,568)</u>	<u>(13,437,034)</u>	<u>(7,604,757)</u>
Other financing sources					
Sale of property	-	-	-	-	1,366,383
Long-term debt issued	29,485,000	9,285,000	7,544,000	5,860,000	7,005,000
Refunding Debt Issued	-	-	-	1,535,000	-
Capital leases issued	-	-	-	-	83,455
Payments to escrow agent	-	-	-	-	-
Premium on debt issued	2,073,632	644,391	239,342	325,097	366,718
Transfers in	6,417,358	3,713,156	4,339,421	4,991,344	10,002,541
Transfers out	<u>(3,446,430)</u>	<u>(1,973,379)</u>	<u>(2,506,153)</u>	<u>(3,163,216)</u>	<u>(8,089,281)</u>
Total other financing sources (uses)	<u>34,529,560</u>	<u>11,669,168</u>	<u>9,616,610</u>	<u>9,548,225</u>	<u>10,734,816</u>
Net change in fund balances	20,677,871	2,264,612	2,317,042	(3,888,809)	3,130,059
Ratio of total debt service expenditures to total noncapital expenditures*	18.53%	19.96%	22.91%	37.24%	24.12%

* Total noncapital expenditures includes reconciling items found on page 8 of Annual Comprehensive Financial Report.

Schedule 4
City of Sun Prairie, Wisconsin
Change in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(accrual basis of accounting)

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 27,887,072	\$ 25,682,992	\$ 25,053,436	\$ 23,582,959	\$ 22,365,360
4,287,227	4,465,539	4,356,485	4,462,003	4,954,446
1,358,048	1,484,314	1,425,461	982,893	995,345
232,799	174,635	171,172	191,014	192,788
5,159,295	4,474,267	5,559,842	3,483,334	3,556,437
81,557	381,443	167,470	48,518	29,443
679,647	396,457	211,613	121,991	50,301
<u>1,531,753</u>	<u>978,424</u>	<u>779,169</u>	<u>1,002,421</u>	<u>1,394,910</u>
<u>41,217,398</u>	<u>38,038,071</u>	<u>37,724,648</u>	<u>33,875,133</u>	<u>33,539,030</u>
4,679,576	5,070,753	4,218,868	4,299,408	3,610,525
12,962,327	11,895,893	10,876,119	10,300,366	9,800,779
6,229,636	5,532,837	5,594,354	4,870,425	5,454,197
115,550	54,500	84,500	54,500	23,500
5,426,767	4,604,107	4,437,151	3,817,338	3,766,523
6,166,957	1,471,993	6,440,647	962,655	889,837
14,298,527	12,592,102	5,870,406	4,882,661	3,442,178
14,838,927	8,183,060	10,421,524	8,041,540	8,147,175
<u>2,060,956</u>	<u>1,214,770</u>	<u>1,136,798</u>	<u>1,334,654</u>	<u>1,464,947</u>
<u>66,779,223</u>	<u>50,620,015</u>	<u>49,080,367</u>	<u>38,563,547</u>	<u>36,599,661</u>
<u>(25,561,825)</u>	<u>(12,581,944)</u>	<u>(11,355,719)</u>	<u>(4,688,414)</u>	<u>(3,060,631)</u>
-	3,250	300,000	201,325	-
18,055,000	14,979,000	8,871,000	4,395,000	2,815,000
7,100,000	-	-	5,110,000	-
168,172	-	-	-	-
-	-	-	(5,059,923)	-
980,390	413,748	141,354	567,977	35,530
5,740,346	5,727,145	5,151,766	2,606,731	3,015,099
<u>(3,802,563)</u>	<u>(4,132,765)</u>	<u>(3,542,064)</u>	<u>(818,659)</u>	<u>(1,523,061)</u>
<u>28,241,345</u>	<u>16,990,378</u>	<u>10,922,056</u>	<u>7,002,451</u>	<u>4,342,568</u>
2,679,520	4,408,434	(433,663)	2,314,037	1,281,937
32.20%	21.00%	26.15%	26.70%	29.50%

Schedule 5
City of Sun Prairie
Assessed and Equalized Value of Taxable Property
Last Ten Fiscal Years
(dollars in thousands)

Levy Year	Fiscal Year	Real Property					Personal Property ⁴	Total Assessed Value ¹	Total Equalized Value ²	Total Direct Tax Rate	Ratio of Assessed to Equalized ³
		Residential	Commercial	Manufacturing	Agricultural	Other					
2024	2025	\$ 3,749,190	\$ 1,751,853	\$ 82,021	\$ 149	\$ 507	\$ -	\$ 5,583,720	\$ 6,077,194	6.7807	91.87%
2023	2024	3,694,901	1,633,062	92,457	138	506	59,057	5,480,121	5,481,682	6.3418	99.99%
2022	2023	2,786,552	1,108,576	69,275	118	501	44,799	4,009,822	4,767,507	7.5101	84.08%
2021	2022	2,708,137	1,064,894	71,791	126	442	44,657	3,890,047	4,176,131	7.3229	93.82%
2020	2021	2,643,213	1,028,578	74,067	132	442	46,467	3,792,898	3,864,129	7.1270	98.06%
2019	2020	2,237,894	903,959	57,170	99	163	41,148	3,240,432	3,634,094	8.0860	89.06%
2018	2019	2,168,954	839,489	55,892	130	381	41,727	3,106,573	3,310,112	7.9455	94.28%
2017	2018	2,102,247	782,143	62,174	196	-	62,907	3,009,667	2,984,708	7.7717	100.84%
2016	2017	1,821,842	679,317	56,148	202	-	61,298	2,618,807	2,772,246	8.4779	94.47%
2015	2016	1,772,455	660,085	53,479	222	240	60,348	2,546,829	2,566,184	8.3437	99.23%

Source: Statement of Assessment for the City of Sun Prairie

1 - Total assessed values do not include exempt properties. The City of Sun Prairie Assessor's Office does not assess property classified as exempt. Assessed values are established by City Assessor on all property except manufacturing property as of January 1 of each year. The Wisconsin Department of Revenue determines manufacturing property assessed values as of January 1 of each year. A revaluation of all property was completed in 2006, 2008, 2010, 2012 and 2014.

2 - Equalized values are determined by the Wisconsin Department of Revenue.

3 - Assessment ratio is calculated by the State of Wisconsin Equalization Board

4 - The State of Wisconsin passed legislation exempting class 2 personal property (machinery, tools and patterns) beginning January 1, 2018. Beginning January 1, 2024, exempt personal property will not have an assessed value.

Schedule 6
City of Sun Prairie
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$1,000 of assessed value)

Levy Year	Budget Year	City Direct Rates						Overlapping Rates					Net Tax Rate
		General Fund	Debt Service Fund	Capital Projects Fund	TIF Districts	County Specials	Total Direct	Sun Prairie School District ¹	Dane County	State of Wisconsin	Madison College	State School Credit	
2024	2025	\$ 4.8184	\$ 1.4016	-	\$ 0.5608	-	6.7808	\$ 11.0575	\$ 2.8300	-	\$ 0.6901	\$ (1.9491)	19.4093
2023	2024	4.4714	1.3035	-	0.4515	-	6.2264	9.8620	2.7565	-	0.6620	(1.8508)	17.6561
2022	2023	5.3377	1.6949	-	0.4775	-	7.5101	12.5043	3.2300	-	0.8579	(1.9867)	22.1156
2021	2022	5.2330	1.6135	-	0.4764	-	7.3229	12.4661	3.1058	-	0.8661	(1.9865)	21.7744
2020	2021	4.9145	1.7451	-	0.4675	-	7.1270	12.9863	2.9208	-	0.8803	(1.9084)	22.0060
2019	2020	5.5486	2.0266	-	0.5108	-	8.0860	14.6512	3.2504	-	0.9906	(2.0525)	24.9258
2018	2019	5.4438	2.0762	-	0.4255	-	7.9455	12.8591	3.1608	-	0.9692	(2.0217)	22.9129
2017	2018	5.2213	2.1466	-	0.3492	-	7.7170	12.0274	3.1166	-	0.9339	(2.0057)	21.7892
2016	2017	5.4641	2.5275	-	0.4863	-	8.4779	13.1711	3.3054	0.1796	1.0222	(2.0531)	24.1031
2015	2016	5.3189	2.6106	-	0.4141	-	8.3436	12.8377	3.1710	0.1710	0.9344	(2.0901)	23.3676

Source: Annual City of Sun Prairie Adopted Operating Budget

1 - This rate is only for the Sun Prairie School District

Schedule 7
City of Sun Prairie
Principal Property Taxpayers
2024 and Nine Years Ago

Taxpayer	2024			2015		
	Taxable Assessed Value ¹	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value ¹	Rank	Percentage of Total City Taxable Assessed Value
Fedler Connery Apartments	\$ 155,763,100	1	2.79%	\$ 42,941,700	1	1.69%
Weidner Apartments	63,391,600	2	1.14%			
Prairie Lakes Retail/Land	54,688,700	3	0.98%			
Park 151	53,685,300	4	0.96%			
Continental 345 Fund LLC	42,998,700	5	0.77%			
Cr Creekside LLC (Hey Day)	33,772,100	6	0.60%			
Ryan Great Lakes Sun Prairie LLC	33,761,100	7	0.60%			
General Casualty Co of WI	29,526,400	8	0.53%	30,995,200	2	1.22%
Gebhardt Properties	28,730,400	9	0.51%			
Menards	28,550,300	10	0.51%			
Woodman's Food Market Inc				20,002,800	3	0.79%
Costco Wholesale Corp				14,790,100	4	0.58%
WalMart Realty Co.				14,570,400	5	0.57%
SP Real Estate LLC				13,431,000	6	0.53%
Sodarock Properties LLC				13,374,900	7	0.53%
Revere Apartments				12,594,800	8	0.49%
Stag IV Sun Prairie LLC				9,712,400	9	0.38%
Target Corporation				9,303,800	10	0.37%
Total	<u>\$ 524,867,700</u>		<u>9.40%</u>	<u>\$ 181,717,100</u>		<u>7.14%</u>

Source: City of Sun Prairie Assessor's Office

1 - Assessed values include real and personal property.

Schedule 8
City of Sun Prairie
Property Tax Levies and Collections
Last Ten Fiscal Years

Levy Year	Budget Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections of the Levy in Subsequent Years	Total Collections to Date ¹	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2023	2024	\$ 40,031,826	\$ 40,016,037	99.96%	-	\$ 40,016,037	99.96%
2022	2023	34,344,073	34,332,409	99.97%	325	34,332,409	99.97%
2021	2022	32,774,269	32,758,085	99.95%	10,293	32,770,221	99.99%
2020	2021	31,208,899	31,188,695	99.94%	13,693	31,207,400	100.00%
2019	2020	30,069,119	30,050,513	99.94%	10,519	30,064,798	99.99%
2018	2019	27,509,672	27,494,597	99.95%	3,875	27,503,811	99.98%
2017	2018	25,416,838	25,414,354	99.99%	312	25,415,585	100.00%
2016	2017	24,832,640	24,817,778	99.94%	12,550	24,820,089	99.95%
2015	2016	23,391,590	23,382,328	99.96%	7,753	23,383,837	99.97%
2014	2015	20,485,969	20,460,372	99.88%	24,088	20,420,053	99.68%

Source: City of Sun Prairie Finance Department

1 - All delinquent real estate taxes are purchased 100% by Dane County.

2 - Wisconsin state law requires counties to pay 100% of real property taxes levied to Cities. Personal property taxes remain the responsibility of the City for collections.

Schedule 9
City of Sun Prairie
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	General	Financed	General	Sun Prairie Utility	Wastewater	Other			
	Obligation Bonds/Notes ¹	Purchases ¹	Obligation Bonds/Notes ¹	Revenue Bonds/Notes ¹	Revenue Bonds	Long-Term Debt			
2024	\$ 82,398,497	\$ -	\$ 28,273,815	\$ 34,445,000	\$ 14,612,217	\$ 304,167	\$ 160,033,696	9.52%	4,060
2023	60,348,844	17,485	28,507,157	9,270,000	16,179,814	354,167	114,677,467	6.98%	2,987
2022	57,935,582	1,507,553	30,059,524	9,830,000	17,882,854	404,167	117,619,680	7.48%	3,153
2021	57,654,929	2,996,969	31,595,057	10,806,891	19,552,709	454,167	123,060,722	8.30%	3,381
2020	63,902,954	4,454,075	28,205,059	5,335,000	4,880,350	-	106,777,438	7.75%	2,975
2019	64,329,518	5,809,506	29,141,139	5,925,000	5,789,822	-	110,994,985	8.40%	3,178
2018	51,461,176	7,048,229	23,122,980	6,594,213	6,678,282	-	94,904,880	7.70%	2,794
2017	43,144,827	8,398,229	16,992,478	7,554,646	7,546,215	-	83,636,395	7.18%	2,540
2016	40,019,095	12,361,797	14,565,024	8,390,000	8,394,096	-	83,730,012	7.44%	2,567
2015	39,790,945	14,223,562	4,366,777	9,325,000	9,222,387	-	76,928,671	7.14%	2,418

Source: City of Sun Prairie Finance Department

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

1 - Presented net of premiums on long-term debt.

Schedule 10
City of Sun Prairie
Ratios of Outstanding Debt To Equalized Value
Last Ten Fiscal Years

Fiscal Year	General Outstanding Debt ²	Restricted Debt Service	Net General Obligation Debt	Equalized Valuation ¹	Percent of Debt to Equalization	Estimated Population	Debt Per Capita
2024	\$ 110,672,312	\$ 1,906,247	\$ 108,766,065	\$ 6,077,193,700	1.79%	39,419	\$ 2,808
2023	88,856,001	654,590	88,201,411	5,481,682,200	1.61%	38,387	2,315
2022	87,995,106	310,425	87,684,681	4,767,506,600	1.84%	37,304	2,359
2021	89,249,986	296,713	88,953,273	4,176,130,900	2.13%	36,394	2,452
2020	92,108,013	4,989,077	87,118,936	3,864,128,900	2.25%	35,895	2,566
2019	93,470,657	849,582	92,621,075	3,634,094,300	2.55%	34,926	2,676
2018	74,584,156	43,412	74,540,744	3,310,111,700	2.25%	33,966	2,196
2017	60,137,305	133,729	60,003,576	2,984,707,700	2.01%	32,933	1,826
2016	54,584,119	10,723	54,573,396	2,772,245,800	1.97%	32,613	1,674
2015	44,157,722	10,332	44,147,390	2,566,183,900	1.72%	31,810	1,388

Source: City of Sun Prairie Finance Department

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

1 - Wisconsin uses equalized value for calculating legal debt limit. Equalized value is set at January 1 of the calendar year.

2 - Presented net of premiums on long-term debt.

Schedule 11
City of Sun Prairie
Computation of Direct and Overlapping Debt
December 31, 2024

Jurisdiction	Debt ¹ Outstanding	Percent Applicable to City of Sun Prairie ²	Amount Applicable to City of Sun Prairie
Direct Debt			
City of Sun Prairie	\$ 82,398,497	100%	\$ 82,398,497
Overlapping Debt			
Sun Prairie School District	302,225,000	67.20%	203,095,200
DeForest School District	120,604,000	0.10%	120,604
Madison College	192,490,000	4.14%	7,969,086
Dane County	<u>763,690,000</u>	5.65%	<u>43,170,995</u>
Total Overlapping Debt			<u>254,355,885</u>
Total Direct and Overlapping Debt			<u><u>\$ 336,754,382</u></u>

¹ Does not include assets in Debt Service Funds.

² The percent applicable to the city is calculated by dividing the City's equalized value into the total equalized value of the indirect debt entity.

Schedule 12
City of Sun Prairie
Computation of Legal Debt Margin
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Equalized Value ¹	\$ 6,077,193,700	\$ 5,481,682,200	\$ 4,767,506,600	\$ 4,176,130,900	\$ 3,864,128,900	\$ 3,634,094,300	\$ 3,310,111,700	\$ 2,984,707,700	\$ 2,772,245,800	\$ 2,566,183,900
Debt Limit ²	303,859,685	274,084,110	238,375,330	208,806,545	193,206,445	181,704,715	165,505,585	149,235,385	138,612,290	128,309,195
Total General Obligation Debt	104,424,551	85,677,381	85,022,785	86,396,012	89,293,441	90,620,827	72,772,859	58,836,919	53,112,875	43,012,649
Amount of Debt Applicable to Debt Limitation										
Total Debt Applicable to Debt Limit	104,424,551	85,677,381	85,022,785	86,396,012	89,293,441	90,620,827	72,772,859	58,836,919	53,112,875	43,012,649
Less: Assets in Debt Service Fund Available for Payment of Principal	2,184,354	552,866	310,425	296,713	4,989,077	849,582	43,412	133,729	10,723	-
Net Debt Applicable to Debt Limit	102,240,197	85,124,515	84,712,360	86,099,299	84,304,364	89,771,245	72,729,447	58,703,190	53,102,152	43,012,649
Remaining Legal Debt Margin	201,619,488	188,959,595	153,662,970	122,707,246	108,902,081	91,933,470	92,776,138	90,532,195	85,510,138	85,296,546
Total Debt Applicable to the Limit as a Percentage of Debt Limit	33.65%	31.06%	35.54%	41.23%	43.63%	49.41%	43.94%	39.34%	38.31%	33.52%

1 - Source - Department of Revenue

2 - In accordance with Wisconsin Statutes, total general obligation indebtedness of the City may not exceed five percent of the equalized value of the taxable property within the City's jurisdiction.

Schedule 13
City of Sun Prairie
Sun Prairie Utility Revenue Bond Coverage
Last Ten Fiscal Years

Fiscal Year	Direct Operating Revenues	Direct Operating Expenses ¹	Net Revenue Available for Debt Service	Principal	Interest	Total	Coverage
2024	\$ 37,284,840	\$ 28,822,495	\$ 8,462,345	\$ 590,000	\$ 1,595,914	\$ 2,185,914	3.87
2023	36,211,593	29,401,491	6,810,102	580,000	243,560	823,560	8.27
2022	37,565,801	30,965,465	6,600,336	560,000	263,416	823,416	8.02
2021	34,090,905	27,889,639	6,201,266	550,000	282,860	832,860	7.45
2020	31,749,647	25,357,546	6,392,101	615,000	176,392	791,392	8.08
2019	30,898,998	25,360,468	5,538,530	590,000	199,184	789,184	7.02
2018	31,621,954	26,396,577	5,225,377	570,000	222,145	792,145	6.60
2017	31,659,787	25,917,588	5,742,199	945,000	247,825	1,192,825	4.81
2016	31,495,502	25,496,910	5,998,592	950,000	274,777	1,224,777	4.90
2015	30,512,780	25,277,906	5,234,874	920,000	325,970	1,245,970	4.20

Source: City of Sun Prairie Finance Department

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

Sun Prairie Utility Revenue Bonds are backed by electric and water rates.

¹ - Includes total operating expenses less depreciation.

Schedule 14
City of Sun Prairie
Sun Prairie Water Pollution Control Facility Revenue Bond Coverage
Last Ten Fiscal Years

Fiscal Year	Direct Operating Revenues	Direct Operating Expenses ¹	Net Revenue Available for Debt Service	Principal	Interest	Total	Coverage
2024	\$ 6,431,545	\$ 3,634,528	\$ 2,797,017	\$ 1,780,949	\$ 208,266	\$ 1,989,215	1.41
2023	6,167,888	3,540,543	2,627,345	1,736,914	240,763	1,977,677	1.33
2022	5,755,412	2,852,129	2,903,283	1,703,039	274,991	1,978,030	1.47
2021	5,453,196	2,510,511	2,942,685	1,669,856	308,520	1,978,376	1.49
2020	5,353,221	2,339,458	3,013,763	930,981	104,411	1,035,392	2.91
2019	4,621,775	2,261,557	2,360,218	909,472	126,175	1,035,647	2.28
2018	4,296,400	2,164,119	2,132,281	888,460	147,435	1,035,895	2.06
2017	3,972,177	1,996,839	1,975,338	867,933	168,205	1,036,138	1.91
2016	3,891,120	1,969,646	1,921,474	847,881	188,494	1,036,375	1.85
2015	3,771,488	1,851,183	1,920,305	809,155	227,678	1,036,833	1.85

Source: City of Sun Prairie Finance Department

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.
Water Pollution Control Facility Revenue Bonds are backed by wastewater rates.

¹ - Includes total operating expenses less depreciation.

Schedule 15
City of Sun Prairie
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Sun Prairie		Per Capita Personal Income			Unemployment Rates ³		
	Population ¹	Personal Income ²	City of Sun Prairie	Dane County	State of Wisconsin	City of Sun Prairie	Dane County	State of Wisconsin
2024	39,419	\$ 1,680,527,399	\$ 42,632	\$ 47,487	\$ 39,152	2.60%	2.70%	2.90%
2023	38,387	1,641,952,712	42,774	47,645	39,244	2.30%	2.30%	3.00%
2022	37,304	1,573,202,626	42,172	46,443	38,062	2.20%	2.20%	2.90%
2021	36,394	1,482,459,759	40,734	45,615	35,440	3.30%	2.80%	3.80%
2020	35,895	1,377,870,500	38,386	43,482	33,967	5.00%	4.80%	6.30%
2019	34,926	1,321,347,804	37,833	42,952	33,258	2.50%	2.40%	3.30%
2018	33,966	1,233,243,129	36,308	40,153	31,962	2.30%	2.20%	3.00%
2017	32,933	1,164,737,156	35,367	38,542	30,182	2.40%	2.40%	3.30%
2016	32,613	1,125,874,149	34,522	37,523	29,711	3.00%	2.90%	4.10%
2015	31,810	1,077,214,189	33,864	36,614	29,145	3.20%	3.20%	4.60%

¹ Wisconsin Department of Administration

² Wisconsin Department of Revenue; Wisconsin Municipal Income Per Return Report (AGI)

³ Wisconsin Department of Workforce Development

Schedule 16
City of Sun Prairie
Principal Employers
2024 and Nine Years Ago

Taxpayer	2024			2015		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Sun Prairie School District	1,501	1	6.82%	1,050	1	5.48%
City of Sun Prairie	758	2	3.44%	213	6	1.11%
Colony Brands	505	3	2.29%			
QBE Insurance (formerly General Casualty)	500	4	2.27%	700	2	3.65%
Costco	419	5	1.90%	150	10	0.78%
Wisconsin Distributors	337	6	1.53%	225	5	1.17%
Axim Geospatial	286	7	1.30%			
Prairie Athletic Club	280	8	1.27%	295	3	1.54%
Target	274	9	1.24%			
Trachte Building Systems Inc.	270	10	1.23%			
Veyance Technologies				252	4	1.32%
Walmart				210	7	
Kobussen Buses Ltd				210	8	1.10%
Royle Printing				190	9	0.99%
Total	5,130		23.31%	3,495		17.15%

Source: City Economic Development Division

Schedule 17
City of Sun Prairie
Full-time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/ program	Full Time Equivalent Employees									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Public Safety										
*Fire	23.5	27.0	26.0	26.0	26.0	14.0	14.0	14.0	9.0	7.0
Police	84.0	81.0	80.0	78.0	77.0	76.0	76.0	73.4	73.4	72.4
EMS	29.5	23.5	15.0	15.0	14.0	14.0	14.0	13.0	13.5	14.5
Elected officials										
Common council	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0
Mayor	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Municipal court	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
General government										
Administration	6.0	5.0	4.0	4.0	3.0	3.0	3.0	2.0	2.0	2.0
Attorney	2.8	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Assessor	4.0	4.0	4.0	4.0	2.0	4.0	4.0	5.0	4.8	4.3
Clerk	4.0	3.0	3.0	4.6	4.6	4.6	4.6	3.3	3.3	3.0
Finance	7.6	7.6	6.6	5.6	6.6	6.0	5.1	4.6	4.6	4.5
Information technology	6.0	6.0	6.0	5.0	5.0	5.0	7.0	5.7	5.5	4.6
Human resources	4.0	4.0	4.0	4.0	4.0	3.5	3.5	3.5	2.8	2.5
Building maintenance	4.6	3.5	3.0	3.0	3.0	3.0	2.5	2.0	2.0	2.0
Planning/ Community Dev.	6.0	6.0	6.0	5.0	5.0	4.8	4.8	3.8	3.8	3.8
Economic development	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	2.0	2.0
Building inspection	8.0	8.0	7.0	6.0	6.0	6.0	5.6	5.3	4.0	3.9
Public works										
Public works	11.2	15.0	13.0	13.0	11.4	10.1	9.1	10.0	10.0	10.0
Refuse & recycling	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Fleet inservice fund	4.0	3.6	3.6	3.6	3.6	3.6	3.6	3.6	4.0	4.0
Parks and forestry	13.1	10.0	9.0	9.0	9.0	9.0	7.0	7.5	7.0	6.5
Stormwater utility	5.4	5.0	5.0	5.0	5.0	6.3	6.3	6.3	4.3	4.3
Engineering	6.0	10.0	9.0	9.0	6.0	7.3	7.3	6.3	6.3	6.3
WWTP	14.4	15.0	14.0	12.0	12.0	10.0	10.0	10.0	10.0	10.0
Sun prairie utilities	34.0	35.0	34.9	33.9	32.9	31.9	32.3	30.3	30.3	30.8
Recreation programs	5.1	4.0	4.0	3.7	3.7	3.5	3.0	3.0	3.0	3.0
Historical museum	2.0	2.0	1.0	1.0	1.0	1.0	1.0	-	-	-
Library	24.2		23.4	23.4	23.4	24.1	23.5	23.0	22.6	23.0
Media center	4.0	4.0	4.0	3.9	3.9	3.9	3.9	5.2	4.7	4.7
Total	326.8	297.7	301.0	293.2	283.6	270.1	266.4	256.1	245.2	241.4

*The Fire Department was a separate 501c3 volunteer fire department through 2023 and the schedule only shows the full-time employee hours and does not include the volunteer hours.
As of 1/1/2024, the Fire Department is now a department of the City.

Schedule 18
City of Sun Prairie
Operating Indicators by Function/Program
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Public Safety										
Police										
Arrests	1,223	1,136	1,012	1,057	848	792	1,121	645	641	509
Citations ²	2,774	2,409	2,499	2,153	2,869	3,282	2,707	2,914	2,680	2,385
Warnings	4,263	4,024	2,739	2,150	1,607	2,671	2,788	3,042	3,420	2,863
Fire Department										
Total Calls	3,036	2,679	2,354	2071	1,966	1,970	1,917	1,373	1,120	1,020
Fire Calls	81	106	758	791	828	1,018	945	652	59	64
Fire Stations	2	2	2	2	2	2	2	2	2	2
Fire Apparatus	12	9	11	11	11	11	12	12	11	11
EMS										
Calls	4,973	4,424	3,876	3,368	3,213	3,165	2,839	2,828	2,467	2,391
En route Time (minutes)	2.26	1.49	1.46	1.38	1.93	6.38	1.87	1.45	1.25	1.22
To Scene (minutes)	7.47	5.34	6.51	6.52	7.07	6.5	6.27	6.12	4.21	4.20
Public Works										
Refuse/ Recycling ¹										
Units Collected	10,986	10,877	10,777	10,726	10,440	10,326	10,163	9,917	9,743/9,820	9,627
Recycle Cost per Unit	\$ 3.95	\$ 3.80	\$ 3.65	\$ 2.25	\$ 2.70	\$ 2.55	\$ 2.40	\$ 2.25	\$3.32/\$2.10	\$ 3.32
Recycling Tonnage	2,876	2,876	2,627	2,785	2,999	2,815	2,726	2,578	2,737	2,763
Refuse Tonnage	8,491	8,339	8,738	8,293	8,621	7,677	7,327	7,494	7,255	7,250
Refuse Cost per Unit	\$ 7.45	\$ 7.30	\$ 7.15	\$ 7.00	\$ 7.40	\$ 7.25	\$ 7.10	\$ 6.95	\$8.13/\$6.80	\$ 8.13
Recreation										
Shelter/ Gazebo Reservations	416	355	332	388	90	302	372	168	363	401
Athletic Field Reservations	868	1,399	1,440	1,832	969	426	429	500	572	593
Program Enrollments ³	4,677	4,036	4,205	2,791	2,712	3,111	4,661	4,898	7,906	7,400
Open Swim Attendance	23,110	21,998	20,241	16,037	0	18,840	22,426	26,353	31,316	30,051
Library										
Circulation	676,349	663,668	646,979	418,635	385,823	684,407	635,368	648,172	643,423	634,628
Visits	221,887	189,475	173,614	104,397	77,107	225,660	232,931	231,554	236,526	219,893
Registered Borrowers	26,607	23,553	22,688	23,618	22,450	23,616	23,156	23,830	23,455	22,921
Internet/ Computer Use	18,102	15,129	12,729	639,762	154,576	19,671	304, 737	286,763	261,504	218,385
Volumes	140,339	144,255	148,684	145,665	144,785	141,755	138, 464	134,186	133,955	130,286
WWTP										
Wastewater Treatment (thousands of gallons)	1,452,457	1,234,765	1,146,952	1,148,975	1,439,960	1,532,270	1,431,837	1,485,512	1,394,968	1,093,819
Sun Prairie Utilities										
Water Main Breaks	4	7	12	4	11	5	16.0	19.0	12.0	12
Water Mains Added (miles)	1.26	0.46	3.10	4.17	2.94	9.78	3.8	4.1	0.7	2.9
Water Mains Replaced (miles)	0.61	0.68	0.70	1.27	1.57	2.29	2.4	1.5	0.9	1.3
Pumpage (Gallons) (thousands)	1,085,273	1,111,628	1,023,342	997,159	950,617	915,696	976,463	987,169	970,006	923,654
Electric Customers	18,497	18,262	17,382	17,189	16,734	16,400	15,951	15,351	14,955	14,660
Electric Meters	18,496	18,261	17,382	17,125	16,734	16,399	16,103	16,555	15,505	15,014
Electric Meters Added	374	880	257	455	334	296	749	1,050	491	146
Current Distribution (miles)	314	309	316	312	306	299	287	280	286	282
Miles Added	5	2	4	7	3	12	7	-	4	7
Miles Retired	0	9	0	1	1	-	-	6	-	1
Energy Used (kWh)	299,201,840	299,237,645	303,465,789	304,663,161	291,319,505	294,093,056	299,902,450	283,216,940	282,102,714	269,676,644
Peak Demand (kW)	72,496	74,755	68,953	68,330	68,137	66,783	65,160	60,742	62,481	57,530

Source: Department annual reports

1 - The City changed contractors for residential refuse and recycle collection on May 1, 2016. The City was able to receive a substantially lower rate.

2 - The Citations issued do not include parking citations.

3 - Program Enrollments for 2019 do not include the Winter/Spring session due to changes in registration software

Schedule 19
City of Sun Prairie
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Public Safety										
Police Stations	2	2	2	2	2	2	2	2	2	2
Police Vehicles	31	31	30	30	28	27	27	27	27	27
Police Squads	19	19	19	19	19	19	19	19	19	19
Police Speed Trailers	2	2	2	2	1	1	1	1	1	1
Police Cargo Trailers	1	-	-	-	-	-	-	-	-	-
Fire Stations	2	2	2	2	2	2	2	2	1	1
Fire Vehicles	8	8	8	8	8	7	6	6	5	4
Fire UTV and Trailers	4	4	4	2	2	1	1	-	-	-
EMS Vehicles (ambulances)	6	6	4	4	4	4	4	4	4	4
Support Vehicles	2	2	2	2	2	2	2	-	-	-
Public Works										
Streets (miles)	149	148	146	143	142	141	138	134	133	131
Traffic Signals (intersections)	21	20	20	19	19	19	19	19	19	19
Parks and Recreation										
Number of Parks	45	45	44	43	42	41	40	40	40	40
Acreage of Parkland	377	456	450	449	446	445	403	403	403	403
Number of Swimming Pools	1	1	1	1	1	1	1	1	1	1
Library										
Library Facilities	1	1	1	1	1	1	1	1	1	1
Wastewater Utility										
Number of Treatment Plants	1	1	1	1	1	1	1	1	1	1
Number of Pumping/Lift Stations	10	10	10	10	10	10	10	10	10	10
Miles of Sanitary Sewer	146	144	140	140	140	140	130	130	130	130
Treatment Capacity (million gallons/day)	6	6	6	6	6	6	6	6	6	6
Stormwater Utility										
Miles of Storm Sewer	120	119	118	117	114	111	108	106	102	99
Number of Retention Ponds	168	168	165	159	146	144	142	131	127	123
Water Utility										
Number of Wells	7	7	7	7	7	7	7	7	7	7
Number of Reservoirs	3	3	3	3	3	3	3	3	3	3
Number of Towers	3	3	3	3	3	3	3	3	3	3
Miles of Water Main	167	166	166	163	158	154	154	150	146	145
Number of Hydrants	1,868	1,860	1,849	1,803	1,759	1,815	1,815	1,749	1,689	1,680
Storage Capacity (million gallons)	3	3	3	3	3	3	3	3	3	3
Production Capacity (million gallons/day)	12	12	12	12	12	12	12	12	12	12
Electric Utility										
Distribution Plants/Substations	7	7	7	7	7	7	7	7	7	7
Street lights - (city owned)	2,844	2,817	2,783	2,703	2,663	2,665	2,615	2,564	2,564	2,348

Source: City Departments