

PRELIMINARY OFFICIAL STATEMENT DATED APRIL 14, 2025

In the opinion of Quarles & Brady LLP, Bond Counsel, assuming continued compliance with the requirements of the Internal Revenue Code of 1986, as amended, under existing law interest on the Bonds is excludable from gross income and is not an item of tax preference for federal income tax purposes; however, interest on the Bonds is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). See "TAX EXEMPTION" herein for a more detailed discussion of some of the federal income tax consequences of owning the Bonds. The interest on the Bonds is not exempt from present Wisconsin income or franchise taxes.

The Bonds shall not be "qualified tax-exempt obligations".

New Issue

Non-Rated

VILLAGE OF SLINGER, WISCONSIN (Washington County)

\$1,305,000* SEWERAGE SYSTEM REVENUE BONDS, SERIES 2025B

BID OPENING: April 22, 2025, 09:30 A.M., C.T.

CONSIDERATION: Not later than 11:59 P.M., C.T. on April 22, 2025 (PARAMETERS RESOLUTION)

PURPOSE/AUTHORITY/SECURITY: The \$1,305,000* Sewerage System Revenue Bonds, Series 2025B (the "Bonds") are being issued pursuant to Section 66.0621, Wisconsin Statutes, by the Village of Slinger, Wisconsin (the "Village"), to provide funds for the public purpose of financing additions, improvements and extensions to the Village's Sewerage System (the "Sewerage System") related to Phase 3 of the STH 175 project. The Bonds are not general obligations of the Village but are payable only from and secured by a pledge of Net Revenues (defined herein) of the Sewerage System. The Bonds are being issued on a parity as to the pledge of Net Revenues with the Village's outstanding Sewerage System Revenue Bonds, Series 2008, dated February 13, 2008 and the Sewerage System Revenue Bonds, Series 2022B, dated December 29, 2022. Delivery is subject to receipt of an approving legal opinion of Quarles & Brady LLP, Milwaukee, Wisconsin.

DATE OF BONDS: May 14, 2025

MATURITY: May 1 as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2027	\$50,000	2034	\$60,000	2041	\$80,000
2028	50,000	2035	65,000	2042	85,000
2029	50,000	2036	65,000	2043	90,000
2030	50,000	2037	70,000	2044	95,000
2031	55,000	2038	70,000	2045	100,000
2032	55,000	2039	75,000		
2033	60,000	2040	80,000		

***MATURITY ADJUSTMENTS:** The Village reserves the right to increase or decrease the principal amount of the Bonds on the day of sale, in increments of \$5,000 each, up to a maximum of \$40,000 per maturity or mandatory redemption amount. Increases or decreases may be made in any maturity or mandatory redemption amount. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

TERM BONDS: See "Term Bond Option" herein.

INTEREST: May 1, 2026 and semiannually thereafter.

OPTIONAL REDEMPTION: Bonds maturing on May 1, 2035 and thereafter are subject to call for prior optional redemption on May 1, 2034 or any date thereafter, at a price of par plus accrued interest to the date of optional redemption.

MINIMUM BID: \$1,288,687.50.

MAXIMUM BID: \$1,435,500.

GOOD FAITH DEPOSIT: A good faith deposit in the amount of \$26,100 shall be made by the winning bidder by wire transfer of funds.

PAYING AGENT: Bond Trust Services Corporation.

BOND COUNSEL AND

DISCLOSURE COUNSEL: Quarles & Brady LLP.

MUNICIPAL ADVISOR: Ehlers and Associates, Inc.

BOOK-ENTRY-ONLY: See "Book-Entry-Only System" herein (unless otherwise specified by the purchaser).

This Preliminary Official Statement and the information contained herein are subject to completion and amendment. These securities may not be sold nor may offers to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. This Preliminary Official Statement is in a form deemed final as of its date for purposes of SEC Rule 15c2-12(b) (1), but is subject to revision, amendment and completion in a Final Official Statement.



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REPRESENTATIONS

No dealer, broker, salesperson or other person has been authorized by the Village to give any information or to make any representation other than those contained in this Official Statement and, if given or made, such other information or representations must not be relied upon as having been authorized by the Village. *This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy any of the Bonds in any jurisdiction to any person to whom it is unlawful to make such an offer or solicitation in such jurisdiction.*

This Official Statement is not to be construed as a contract with the underwriter (Syndicate Manager). Statements contained herein which involve estimates or matters of opinion are intended solely as such and are not to be construed as representations of fact. Ehlers and Associates, Inc. prepared this Official Statement and any addenda thereto relying on information of the Village and other sources for which there is reasonable basis for believing the information is accurate and complete. Quarles & Brady LLP will serve as Disclosure Counsel to the Village with respect to the Bonds. Compensation of Ehlers and Associates, Inc., payable entirely by the Village, is contingent upon the delivery of the Bonds.

COMPLIANCE WITH S.E.C. RULE 15c2-12

Certain municipal obligations (issued in an aggregate amount over \$1,000,000) are subject to Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934, as amended (the "Rule").

Preliminary Official Statement: This Official Statement was prepared for the Village for dissemination to potential investors. Its primary purpose is to disclose information regarding the Bonds to prospective underwriters in the interest of receiving competitive proposals in accordance with the sale notice contained herein. Unless an addendum is posted prior to the sale, this Official Statement shall be deemed nearly final for purposes of the Rule subject to completion, revision and amendment in a Final Official Statement as defined below.

Review Period: This Official Statement has been distributed to prospective bidders for review. Comments or requests for the correction of omissions or inaccuracies must be submitted to Ehlers and Associates, Inc. at least two business days prior to the sale. Requests for additional information or corrections in the Official Statement received on or before this date will not be considered a qualification of a proposal received from an underwriter. If there are any changes, corrections or additions to the Official Statement, interested bidders will be informed by an addendum prior to the sale.

Final Official Statement: Copies of the Final Official Statement will be delivered to the underwriter (Syndicate Manager) within seven business days following the proposal acceptance.

Continuing Disclosure: Subject to certain exemptions, issues in an aggregate amount over \$1,000,000 may be required to comply with provisions of the Rule which require that underwriters obtain from the issuers of municipal securities (or other obligated party) an agreement for the benefit of the owners of the securities to provide continuing disclosure with respect to those securities. This Official Statement describes the conditions under which the Village is required to comply with the Rule.

CLOSING CERTIFICATES

Upon delivery of the Bonds, the underwriter (Syndicate Manager) will be furnished with the following items: (1) a certificate of the appropriate officials to the effect that at the time of the sale of the Bonds and all times subsequent thereto up to and including the time of the delivery of the Bonds, this Official Statement did not and does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading; (2) a receipt signed by the appropriate officer evidencing payment for the Bonds; (3) a certificate evidencing the due execution of the Bonds, including statements that (a) no litigation of any nature is pending, or to the knowledge of signers, threatened, restraining or enjoining the issuance and delivery of the Bonds, (b) neither the corporate existence or boundaries of the Village nor the title of the signers to their respective offices is being contested, and (c) no authority or proceedings for the issuance of the Bonds have been repealed, revoked or rescinded; and (4) a certificate setting forth facts and expectations of the Village which indicates that the Village does not expect to use the proceeds of the Bonds in a manner that would cause them to be arbitrage bonds within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended, or within the meaning of applicable Treasury Regulations.

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VILLAGE OF SLINGER VILLAGE BOARD

		<u>Term Expires</u>
Scott Stortz	Village President	April 2027
Jeff Behrend	Village Trustee	April 2026
Jake Bergum	Village Trustee	April 2027
Lee Fredericks	Village Trustee	April 2026
Robert Neidinger	Village Trustee	April 2027
Dean Otte	Village Trustee	April 2027
Marlyss Thiel	Village Trustee	April 2026

ADMINISTRATION

Margaret Wilber, Village Administrator
Michelle Schoof, Village Treasurer/Deputy Clerk
Tammy Tennes, Village Clerk
Greg Moser, Utility Superintendent
Jim Haggerty, Village Engineer/Director of Public Works

PROFESSIONAL SERVICES

Eric Larson, Municipal Law and Litigation Group, Village Attorney, Waukesha, Wisconsin

Quarles & Brady LLP, Bond Counsel and Disclosure Counsel, Milwaukee, Wisconsin

Ehlers and Associates, Inc., Municipal Advisors, Waukesha, Wisconsin
(Other office located in Roseville, Minnesota)

INTRODUCTORY STATEMENT

This Official Statement contains certain information regarding the Village of Slinger, Wisconsin (the "Village") and the issuance of its \$1,305,000* Sewerage System Revenue Bonds, Series 2025B (the "Bonds"). **The Village adopted a resolution on March 17, 2025 (the "Parameters Resolution"), which authorized either the Village President or the Village Administrator to accept a bid for the Bonds if the parameters and conditions set forth in the Parameters Resolution are satisfied. If the parameters and conditions set forth in the Parameters Resolution are not met, neither the Village President nor the Village Administrator will have the authority to award the sale of the Bonds, and the proposal will be rejected. The form of the Parameters Resolution is attached as Appendix E hereto.**

Inquiries may be directed to Ehlers and Associates, Inc. ("Ehlers" or the "Municipal Advisor"), Waukesha, Wisconsin, (262) 785-1520, the Village's municipal advisor. A copy of this Official Statement may be downloaded from Ehlers' web site at www.ehlers-inc.com by connecting to the Bond Sales link and following the directions at the top of the site.

THE BONDS

GENERAL

The Bonds will be issued in fully registered form as to both principal and interest in denominations of \$5,000 each or any integral multiple thereof, and will be dated, as originally issued, as of May 14, 2025. The Bonds will mature on May 1 in the years and amounts set forth on the cover of this Official Statement. Interest will be payable on May 1 and November 1 of each year, commencing May 1, 2026, to the registered owners of the Bonds appearing of record in the bond register as of the close of business on the 15th day (whether or not a business day) of the immediately preceding month. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the Municipal Securities Rulemaking Board ("MSRB"). All Bonds of the same maturity must bear interest from the date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

Unless otherwise specified by the purchaser, the Bonds will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). (See "Book-Entry-Only System" herein.) As long as the Bonds are held under the book-entry system, beneficial ownership interests in the Bonds may be acquired in book-entry form only, and all payments of principal of, premium, if any, and interest on the Bonds shall be made through the facilities of DTC and its participants. If the book-entry system is terminated, principal of, premium, if any, and interest on the Bonds shall be payable as provided in the Parameters Resolution.

The Village has selected Bond Trust Services Corporation, Roseville, Minnesota ("BTSC"), to act as paying agent (the "Paying Agent"). BTSC and Ehlers are affiliate companies. The Village will pay the charges for Paying Agent services. The Village reserves the right to remove the Paying Agent and to appoint a successor.

OPTIONAL REDEMPTION

At the option of the Village, the Bonds maturing on or after May 1, 2035 shall be subject to optional redemption prior to maturity on May 1, 2034 or any date thereafter, at a price of par plus accrued interest to the date of optional redemption.

*Preliminary, subject to change.

Redemption may be in whole or in part of the Bonds subject to prepayment. If redemption is in part, the selection of the amounts and maturities of the Bonds to be redeemed shall be at the discretion of the Village. If only part of the Bonds having a common maturity date are called for redemption, then the Village or Paying Agent, if any, will notify DTC of the particular amount of such maturity to be redeemed. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed.

Notice of such call shall be given by sending a notice by registered or certified mail, facsimile or electronic transmission, overnight delivery service or in any other manner required by DTC, not less than 30 days nor more than 60 days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books.

AUTHORITY; PURPOSE

The Bonds are being issued pursuant to Section 66.0621, Wisconsin Statutes, by the Village, to provide funds for the public purpose of financing additions, improvements and extensions to the Village's Sewerage System (the "Sewerage System") related to Phase 3 of the STH 175 project.

ESTIMATED SOURCES AND USES*

Sources		
Par Amount of Bonds	\$1,305,000	
Transfers from Prior Issue Debt Service Reserve Funds	185,485	
Estimated Interest Earnings	<u>7,504</u>	
Total Sources		\$1,497,989
Uses		
Estimated Underwriter's Discount	\$16,312	
Costs of Issuance	61,650	
Deposit to Debt Service Reserve Fund	292,303	
Deposit to Project Construction Fund	1,125,667	
Rounding Amount	<u>2,057</u>	
Total Uses		\$1,497,989

*Preliminary, subject to change.

SECURITY

This section is a summary of security provisions. A detailed explanation of the security provisions is contained in the Parameters Resolution, the form of which is attached as Appendix E hereto.

Source of Payment: THE BONDS ARE NOT GENERAL OBLIGATIONS of the Village but are payable only out of "Net Revenues" of the Sewerage System that are pledged to the Debt Service Fund provided for in the Parameters Resolution (the "Special Redemption Fund"). Net Revenues are defined as all revenues of the Sewerage System derived from any source less current expenses, excluding depreciation, debt service, tax equivalents, and capital expenditures. In the Parameters Resolution, the Village covenanted to deposit Net Revenues in the Special Redemption Fund in an amount sufficient to pay principal of and interest on the Sewerage System Revenue Bonds, Series 2008, dated February 13, 2008 (the "2008 Bonds"), the Sewerage System Revenue Bonds, Series 2022B, dated

December 29, 2022 (the "2022 Bonds") (collectively, the "Prior Bonds"), and the Bonds and to use the funds in the Special Redemption Fund only for the purpose of paying principal of and interest on the Bonds and the Prior Bonds.

The claim of the owners of the Bonds with respect to the Special Redemption Fund is on a parity with the claim granted to the owners of the Prior Bonds.

Rate Covenant: In the Parameters Resolution, the Village covenanted to maintain the Sewerage System in reasonably good condition and operate the Sewerage System, and to establish, charge and collect such lawfully established rates and charges for the service rendered by the Sewerage System, so that in each fiscal year Net Revenues shall not be less than 125% of the debt service due on all outstanding bonds payable from the Net Revenues of the Sewerage System, including the Bonds and the Prior Bonds.

Additional Bonds Test: The Village reserves the right and privilege to issue additional revenue bonds, from time to time, payable from Sewerage System revenues and ranking on a parity with any outstanding Sewerage System Revenue Bonds upon compliance with the below test.

While the Bonds are outstanding, the Village must demonstrate either: (1) the Net Revenues of the Sewerage System for the fiscal year immediately preceding the issuance of such additional bonds must have been equal to at least 1.25 times the average combined annual interest and principal requirements on all bonds outstanding payable from Revenues of the Sewerage System and on the bonds then to be issued. Should an increase in permanent rates and charges, including those made to the Village, be properly ordered and made effective during the fiscal year immediately prior to the issuance of such additional bonds or during that part of the fiscal year of issuance prior to such issuance, then Net Revenues for purposes of such computation shall include such additional Net Revenues as an independent certified public accountant, registered municipal advisor, or consulting professional engineer may calculate would have accrued during the prior fiscal year had the new rates been in effect during that entire immediately prior fiscal year; or (2) an independent certified public accountant, registered municipal advisor or consulting professional engineer provides a calculation setting forth for each of the three fiscal years commencing with the fiscal year following that in which the projects financed by such additional bonds are to be completed, the projected Net Revenues and the maximum annual interest and principal requirements on all bonds outstanding payable from the Net Revenues of the Sewerage System and on the bonds then to be issued (the "Maximum Annual Debt Service Requirement"); and demonstrating that for each such fiscal year the projected Net Revenues will be in an amount not less than 125% of such Maximum Annual Debt Service Requirement. While the Prior Bonds are outstanding, unless waived by the owners of the Prior Bonds, the Village must also meet the conditions set forth in the resolutions authorizing the Prior Bonds, before issuing additional parity bonds.

Service to Village: The Village is to pay the reasonable cost and value of any services rendered to the Village by the Sewerage System equal to the lesser of the maximum annual debt service amount or such part thereof as may be necessary from year to year to produce net revenues equivalent to not less than 1.25 times the annual debt service requirements on the Bonds and any other outstanding parity bonds. Such payment by the Village is subject to annual appropriation by the Village Board and other conditions set forth in the Parameters Resolution.

Bond Reserve Account: In the Parameters Resolution, the Village covenanted to establish and maintain a Reserve Account in an amount equal to the least of (a) the amount currently on deposit in the reserve fund plus 10% of the par amount of the Bonds to the extent permitted by Section 148(d)(1) of the Code and Regulations; (b) maximum annual debt service on the Bonds and the 2022 Bonds in any bond year; or (c) 125% of average annual debt service on the Bonds and the 2022 Bonds; provided, however, that on an ongoing basis it shall never exceed the remaining maximum annual principal and interest due on the Bonds and the 2022 Bonds in any bond year. If parity bonds which are to be secured by the Reserve Account are issued, the Reserve Requirement shall mean an amount, determined as of the date of issuance of the parity bonds, equal to the least of (a) the amount required to be on deposit in the Reserve Account prior to the issuance of such parity bonds, plus the amount permitted to be deposited therein from proceeds of the parity bonds pursuant to Section 148(d)(1) of the Code and Regulations; (b) the maximum annual debt service on outstanding obligations secured by the Reserve Account and the parity bonds to be issued in any bond year; and (c) 125% of average annual debt service on the outstanding obligations secured by the Reserve Account and the parity

bonds to be issued; provided, however, that on an ongoing basis it shall never exceed the remaining maximum annual principal and interest due on the outstanding obligations secured by the Reserve Account and parity bonds in any bond year. Upon issuance of the Bonds, an amount necessary to make the amount on deposit in the Reserve Account equal to the reserve requirement will be deposited in the Reserve Account. The 2008 Bonds are not secured by the Reserve Account.

SEWERAGE SYSTEM REVENUE DEBT OUTSTANDING

All outstanding Sewerage System revenue debt of the Village is listed on the following page. The debt service ratio included on this page are calculated using 2024 unaudited Net Revenues. No guarantee can be given that the Net Revenues in future years will be the same as the Net Revenues in 2024, and future Net Revenues may be materially different.

HISTORIC SEWERAGE SYSTEM DEBT SERVICE COVERAGES

The exhibit on the Page 6 presents the four-year historic debt service coverages of the Sewerage System.

Village of Slinger, Wisconsin
 Schedule of Bonded Indebtedness
 Revenue Debt Secured by Sewerage Revenues
 (As of 05/14/2025)

Sewerage System Revenue Bonds							Sewerage System Revenue Bonds			Sewerage System Revenue Bonds			2024 Unaudited		
(CWFL)							Series 2022B			Series 2025B			Net Revenue		
Series 2008													Available		
Dated	02/13/2008		12/29/2022		05/14/2025								for Debt		
Amount	\$4,284,394		\$2,200,000		\$1,305,000*								Service**		
Maturity	05/01		05/01		05/01								\$ 1,033,444.00		
Calendar	Principal		Interest		Principal		Interest		Estimated		Principal		Calendar Year		
Year Ending									Total Principal	Total Interest	Total P & I	Outstanding	% Paid	Ending	Coverage
2025	0	6,831	0	45,243	0	0	0	52,074	52,074	3,975,920	.00%	2025	0		
2026	282,085	10,287	50,000	89,235	0	86,212	332,085	185,734	517,819	3,643,835	8.35%	2026	2.00		
2027	288,835	3,456	50,000	86,735	50,000	57,855	388,835	148,046	536,881	3,255,000	18.13%	2027	1.92		
2028			100,000	82,985	50,000	55,820	150,000	138,805	288,805	3,105,000	21.90%	2028	3.58		
2029			100,000	77,985	50,000	53,820	150,000	131,805	281,805	2,955,000	25.68%	2029	3.67		
2030			105,000	72,860	50,000	51,813	155,000	124,673	279,673	2,800,000	29.58%	2030	3.70		
2031			110,000	67,485	55,000	49,691	165,000	117,176	282,176	2,635,000	33.73%	2031	3.66		
2032			115,000	62,435	55,000	47,455	170,000	109,890	279,890	2,465,000	38.00%	2032	3.69		
2033			120,000	57,735	60,000	45,103	180,000	102,838	282,838	2,285,000	42.53%	2033	3.65		
2034			125,000	52,835	60,000	42,610	185,000	95,445	280,445	2,100,000	47.18%	2034	3.69		
2035			130,000	47,735	65,000	39,969	195,000	87,704	282,704	1,905,000	52.09%	2035	3.66		
2036			140,000	42,335	65,000	37,180	205,000	79,515	284,515	1,700,000	57.24%	2036	3.63		
2037			145,000	36,635	70,000	34,244	215,000	70,879	285,879	1,485,000	62.65%	2037	3.61		
2038			150,000	30,735	70,000	31,171	220,000	61,906	281,906	1,265,000	68.18%	2038	3.67		
2039			155,000	24,519	75,000	27,947	230,000	52,466	282,466	1,035,000	73.97%	2039	3.66		
2040			160,000	17,983	80,000	24,359	240,000	42,342	282,342	795,000	80.00%	2040	3.66		
2041			170,000	11,050	80,000	20,503	250,000	31,553	281,553	545,000	86.29%	2041	3.67		
2042			175,000	3,719	85,000	16,451	260,000	20,170	280,170	285,000	92.83%	2042	3.69		
2043					90,000	12,093	90,000	12,093	102,093	195,000	95.10%	2043	10.12		
2044					95,000	7,449	95,000	7,449	102,449	100,000	97.48%	2044	10.09		
2045					100,000	2,530	100,000	2,530	102,530	0	100.00%	2045	10.08		
	570,920	20,574	2,100,000	910,243	1,305,000	744,274	3,975,920	1,675,091	5,651,011						

* Preliminary, subject to change.

**The debt service coverage ratios included on this page are calculated using 2024 unaudited Net Revenues. No guarantee can be given that the Net Revenues in future years will be the same as the Net Revenues in 2024 and future Net Revenues may be materially different.

VILLAGE OF SLINGER

HISTORIC STATEMENT OF REVENUES AND EXPENSES

The following table shows the historic comparison of Net Revenues and debt service secured by revenues of the Sewerage System for the four-year period, with audited figures for the fiscal years ended December 31, 2021 through December 31, 2023 and unaudited figures for the fiscal year ended December 31, 2024.

	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>Unaudited 2024</u>
Operating Revenues				
Charges for service	\$1,614,489	\$1,553,919	\$1,775,654	\$1,920,599
Forfeited discounts	3,461	2,950	2,827	2,780
Other	1,827	1,999	721	0
Total Operating Revenues	<u>\$1,619,777</u>	<u>\$1,558,868</u>	<u>\$1,779,202</u>	<u>\$1,923,379</u>
Operating Expenses				
Operation and Maintenance	\$1,063,742	\$1,001,570	\$987,831	\$919,656
Depreciation and Amortization	601,131	623,730	629,500	662,800
Taxes	14,907	14,664	14,563	16,702
Total Operating Expenses	<u>\$1,679,780</u>	<u>\$1,639,964</u>	<u>\$1,631,894</u>	<u>\$1,599,159</u>
Operating Income	(\$60,003)	(\$81,096)	\$147,308	\$324,220
Plus:				
Depreciation and amortization	\$601,131	\$623,730	\$629,500	\$662,800
Interest Income	27,176	26,070	38,778	46,424
Net Revenues Available for Debt Service	<u>\$568,304</u>	<u>\$568,704</u>	<u>\$815,586</u>	<u>\$1,033,444</u>
Debt Service				
2004 CWF Loan	\$121,233	\$121,190	\$0	\$0
2008 CWF Loan	292,748	292,677	292,603	292,528
2022B Sewerage System Rev Bonds	0	0	80,101	144,235
Total Debt Service	<u>\$413,981</u>	<u>\$413,867</u>	<u>\$372,704</u>	<u>\$436,763</u>
Debt Service Coverage	1.37	1.37	2.19	2.37

DESCRIPTION OF THE SEWERAGE SYSTEM

The Village owns, operates, and maintains the municipal Sewerage System and related appurtenances, serving customers located entirely within the Village and partially in the Township of Hartford. The wastewater treatment plant, constructed in 1993 and upgraded in 2009, is operated by the Village Board. The Village Board serves as the Utility Commission and is the policy making body of the Sewerage System, overseeing all projects and programs, reviewing and approving budget, and determining Sewerage System projects. Sewerage System operations are directed by the Village Engineer/Director of Public Works and the Utilities Superintendent.

The wastewater treatment facility consists of the treatment facility and 30 miles of various-sized sewer lines. The treatment facility has an average daily flow capacity of 1,500,000 gallons per day (1,042 gallons per minute) and a current usage of 750,000 gallons per day. The treatment facility has a current projected design life to handle current and future development to at least the year 2040.

History of Usage and Total Billings

Year	Total Usage in Gallons (in 000's)	Total Billings
2020	128,059	\$1,390,697
2021	134,306	1,407,688
2022	119,500	1,413,878
2023	134,106	1,701,446
2024	121,486	1,674,418

History of Sewerage Connections by Customer Type

Year	Residential	Commercial	Industrial	Public Authority ¹	Total
2020	1,855	227	23	24	2,129
2021	1,901	227	23	24	2,175
2022	2,048	256	31	46	2,381
2023	2,098	269	28	48	2,443
2024	2,177	293	28	49	2,547

¹ Includes other sales to public authorities, sales to irrigation customers, sales for resale, and interdepartmental sale, etc. but not private or public fire protection services.

2024 Larger Sewerage Customers

Total 2024 Sewerage Billings \$1,674,418

Customer	2024 Usage in Gallons	2024 Total Billings	Percent of Total Sewerage Billings
Hilldale Sanitary District	11,188,750	\$173,488	10.36%
School District of Slinger	2,499,090	45,949	2.74%
Kwik Trip	2,863,933	31,474	1.88%
Wheel Estates	2,655,748	28,545	1.70%
Fresenius	2,182,660	23,607	1.41%
Pavilion at Glacier Valley	1,468,352	19,039	1.14%
Scenic View Slinger, LLC	791,594	12,473	0.74%
Karnali Investment LLC	925,085	11,320	0.68%
Fox Brothers Piggly Wiggly	826,120	11,113	0.66%
SFP Slinger, LLC	742,369	9,996	0.60%

Sewerage Rates

The Village Board establishes rates and charges for the Sewerage System. Sewerage rates are not subject to approval by the Wisconsin Public Service Commission. The Village annually reviews rates as required under Village sewer ordinances to determine if adjustments are required. The sewer service charge for any lot, parcel of land, building or premise is based on the quantity and quality of wastewater generated, on debt service related to the Sewerage System, and operation, maintenance and replacement costs of the Sewerage System. The following sewerage rates were approved on November 20, 2023 and became effective January 1, 2024:

General Service - Metered

Sewerage Rates:

Customer Charge: \$8.28 per REC (Residential Equivalency Charge)
 Flow Charge: \$10.90 per 1,000 gallons

Sewerage Rates- Extra Territorial:

Customer Charge: \$10.37 per REC (Residential Equivalency Charge)
 Flow Charge: \$13.61 per 1,000 gallons

Average Bill for Residential Service in 2024

Avg. Monthly Usage in Gallons	Avg. Monthly Bill
3,048	\$40.82

RATING

None of the outstanding sewerage system debt of the Village is currently rated, other than credit enhanced issues, and the Village has not requested a rating on the Bonds. A rating for the Bonds may not be requested without contacting Ehlers and receiving the permission of the Village.

CONTINUING DISCLOSURE

In order to assist brokers, dealers, and municipal securities dealers, in connection with their participation in the offering of the Bonds, to comply with Rule 15c2-12 promulgated by the Securities and Exchange Commission, pursuant to the Securities and Exchange Act of 1934, as amended (the "Rule"), the Village shall agree to provide certain information to the Municipal Securities Rulemaking Board ("MSRB") through its Electronic Municipal Market Access ("EMMA") system, or any system that may be prescribed in the future. The Rule was last amended, effective February 27, 2019, to include an expanded list of material events. The Disclosure Undertaking includes the two new material events effective February 27, 2019 under the Rule.

On the date of issue and delivery of the Bonds, the Village shall execute and deliver a Continuing Disclosure Certificate, under which the Village will covenant for the benefit of holders including beneficial holders, to provide electronically, or in a manner otherwise prescribed, certain financial information annually and to provide notices of the occurrence of certain events enumerated in the Rule (the "Disclosure Undertaking"). The details and terms of the Disclosure Undertaking for the Village are set forth in Appendix D. Such Disclosure Undertaking will be in substantially the form attached hereto.

A failure by the Village to comply with the Disclosure Undertaking will not constitute an event of default on the Bonds. However, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

The Village failed to timely file notice of the incurrence of a financial obligation incurred in August 2022. Except to the extent that the preceding is deemed to be material, the Village believes it has not failed to comply in the previous five years in all material respects with its prior undertakings under the Rule. The Village has reviewed its continuing disclosure responsibilities, including the two new material events, to help ensure compliance in the future. Ehlers is currently engaged as dissemination agent for the Village.

LEGAL MATTERS

An opinion as to the validity of the Bonds and the exemption from federal taxation of the interest thereon will be furnished by Quarles & Brady LLP, Bond Counsel to the Village ("Bond Counsel"), and will be available at the time of delivery of the Bonds. The legal opinion will be issued on the basis of existing law and will state that the Bonds are valid and binding special obligations of the Village; provided that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights and by equitable principles (which may be applied in either a legal or equitable proceeding).(See "FORM OF LEGAL OPINION" found in Appendix B).

Quarles & Brady LLP has also been retained by the Village to serve as Disclosure Counsel to the Village with respect to the Bonds. Although, as Disclosure Counsel to the Village, Quarles & Brady LLP has assisted the Village with certain disclosure matters, Quarles & Brady LLP has not undertaken to independently verify the accuracy, completeness or sufficiency of the Official Statement or other offering material relating to the Bonds and assumes no responsibility whatsoever nor shall have any liability to any other party for the statements or information contained or incorporated by reference in the Official Statement. Further, Quarles & Brady LLP makes no representation as to the suitability of the Bonds for any investor.

TAX EXEMPTION

Quarles & Brady LLP, Milwaukee, Wisconsin, Bond Counsel, will deliver a legal opinion with respect to the federal income tax exemption applicable to the interest on the Bonds under existing law substantially in the following form:

"The interest on the Bonds is excludable for federal income tax purposes from the gross income of the owners of the Bonds. The interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on individuals; however, interest on the Bonds is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). The Code contains requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds. The Village has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the Village comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Bonds."

The interest on the Bonds is not exempt from present Wisconsin income or franchise taxes.

Prospective purchasers of the Bonds should be aware that ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers. Bond Counsel will not express any opinion as to such collateral tax consequences. Prospective purchasers of the Bonds should consult their tax advisors as to collateral federal income tax consequences.

From time to time legislation is proposed, and there are or may be legislative proposals pending in the Congress of the United States that, if enacted, could alter or amend the federal tax matters referred to above or adversely affect the market value of the Bonds. It cannot be predicted whether, or in what form, any proposal that could alter one or more of the federal tax matters referred to above or adversely affect the market value of the Bonds may be enacted. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

ORIGINAL ISSUE DISCOUNT

To the extent that the initial public offering price of certain of the Bonds is less than the principal amount payable at maturity, such Bonds ("Discounted Bonds") will be considered to be issued with original issue discount. The original issue discount is the excess of the stated redemption price at maturity of a Discounted Bond over the initial offering price to the public, excluding underwriters or other intermediaries, at which price a substantial amount of such Discounted Bonds were sold (issue price). With respect to a taxpayer who purchases a Discounted Bond in the initial public offering at the issue price and who holds such Discounted Bond to maturity, the full amount of original issue discount will constitute interest that is not includible in the gross income of the owner of such Discounted Bond for federal income tax purposes and such owner will not, subject to the caveats and provisions herein described, realize taxable capital gain upon payment of such Discounted Bond upon maturity.

Original issue discount is treated as compounding semiannually, at a rate determined by reference to the yield to maturity of each individual Discounted Bond, on days that are determined by reference to the maturity date of such Discounted Bond. The amount treated as original issue discount on a Discounted Bond for a particular semiannual accrual period is generally equal to (a) the product of (i) the yield to maturity for such Discounted Bond (determined by compounding at the close of each accrual period) and (ii) the amount that would have been the tax basis of such Discounted Bond at the beginning of the particular accrual period if held by the original purchaser; and less (b) the amount of any interest payable for such Discounted Bond during the accrual period. The tax basis is determined by adding to the initial public offering price on such Discounted Bond the sum of the amounts that have been treated as

original issue discount for such purposes during all prior periods. If a Discounted Bond is sold or exchanged between semiannual compounding dates, original issue discount that would have been accrued for that semiannual compounding period for federal income tax purposes is to be apportioned in equal amounts among the days in such compounding period.

For federal income tax purposes, the amount of original issue discount that is treated as having accrued with respect to such Discounted Bond is added to the cost basis of the owner in determining gain or loss upon disposition of a Discounted Bond (including its sale, exchange, redemption, or payment at maturity). Amounts received upon disposition of a Discounted Bond that are attributable to accrued original issue discount will be treated as tax-exempt interest, rather than as taxable gain.

The accrual or receipt of original issue discount on the Discounted Bonds may result in certain collateral federal income tax consequences for the owners of such Discounted Bonds. The extent of these collateral tax consequences will depend upon the owner's particular tax status and other items of income or deduction.

The Code contains additional provisions relating to the accrual of original issue discount. Owners who purchase Discounted Bonds at a price other than the issue price or who purchase such Discounted Bonds in the secondary market should consult their own tax advisors with respect to the tax consequences of owning the Discounted Bonds. Under the applicable provisions governing the determination of state and local taxes, accrued interest on the Discounted Bonds may be deemed to be received in the year of accrual even though there will not be a corresponding cash payment until a later year. Owners of Discounted Bonds should consult their own tax advisors with respect to the state and local tax consequences of owning the Discounted Bonds.

BOND PREMIUM

To the extent that the initial offering price of certain of the Bonds is more than the principal amount payable at maturity, such Bonds ("Premium Bonds") will be considered to have bond premium.

Any Premium Bond purchased in the initial offering at the issue price will have "amortizable bond premium" within the meaning of Section 171 of the Code. The amortizable bond premium of each Premium Bond is calculated on a daily basis from the issue date of such Premium Bond until its stated maturity date (or call date, if any) on the basis of a constant interest rate compounded at each accrual period (with straight line interpolation between the compounding dates). An owner of a Premium Bond that has amortizable bond premium is not allowed any deduction for the amortizable bond premium; rather the amortizable bond premium attributable to a taxable year is applied against (and operates to reduce) the amount of tax-exempt interest payments on the Premium Bonds. During each taxable year, such an owner must reduce his or her tax basis in such Premium Bond by the amount of the amortizable bond premium that is allocable to the portion of such taxable year during which the holder held such Premium Bond. The adjusted tax basis in a Premium Bond will be used to determine taxable gain or loss upon a disposition (including the sale, exchange, redemption, or payment at maturity) of such Premium Bond.

Owners of Premium Bonds who did not purchase such Premium Bonds in the initial offering at the issue price should consult their own tax advisors with respect to the tax consequences of owning such Premium Bonds. Owners of Premium Bonds should consult their own tax advisors with respect to the state and local tax consequences of owning the Premium Bonds.

NOT QUALIFIED TAX-EXEMPT OBLIGATIONS

The Bonds shall not be "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.

MUNICIPAL ADVISOR

Ehlers has served as municipal advisor to the Village in connection with the issuance of the Bonds. The Municipal Advisor cannot participate in the underwriting of the Bonds. The financial information included in this Official Statement has been compiled by the Municipal Advisor. Such information does not purport to be a review, audit or certified forecast of future events and may not conform with accounting principles applicable to compilations of financial information. Ehlers is not a firm of certified public accountants. Ehlers is registered with the Securities and Exchange Commission and the MSRB as a municipal advisor.

MUNICIPAL ADVISOR AFFILIATED COMPANIES

BTSC and Ehlers Investment Partners, LLC ("EIP") are affiliate companies of Ehlers. BTSC is chartered by the State of Minnesota and authorized in Minnesota, Wisconsin, Colorado, and Illinois to transact the business of a limited purpose trust company. BTSC provides paying agent services to debt issuers. EIP is a Registered Investment Advisor with the Securities and Exchange Commission. EIP assists issuers with the investment of bond proceeds or investing other issuer funds. This includes escrow bidding agent services. Issuers, such as the Village, have retained or may retain BTSC and/or EIP to provide these services. If hired, BTSC and/or EIP would be retained by the Village under an agreement separate from Ehlers.

INDEPENDENT AUDITORS

The basic financial statements of the Village for the fiscal year ended December 31, 2023 have been audited by Reilly, Penner & Benton LLP, Milwaukee, Wisconsin, independent auditors (the "Auditor"). The report of the Auditor, together with the basic financial statements, component units financial statements, and notes to the financial statements are attached hereto as "APPENDIX A – FINANCIAL STATEMENTS". The Auditor has not been engaged to perform and has not performed, since the date of its report included herein, any procedures on the financial statements addressed in that report. The Auditor also has not performed any procedures relating to this Official Statement.

RISK FACTORS

The following is a description of possible risks to holders of the Bonds without weighting as to probability. This description of risks is not intended to be all-inclusive, and there may be other risks not now perceived or listed here. Potential investors should read this Official Statement, including the appendices, in its entirety.

System Revenues: Should rates set be inadequate to cover expenses, an unusual number of delinquencies occur, or a major breakdown or other disaster cause the Sewerage System to be inoperable, a shortfall of revenues could result in a delay of debt payments.

Larger Users: Should larger users increase or decrease usage of the sewer service currently provided, the revenues of the Sewerage System will be affected proportionately.

Interest Rates: In the future, interest rates for this type of obligation may rise generally, possibly resulting in a reduction in the value of the Bonds for resale prior to maturity.

Tax Exemption: If the federal government taxes all or a portion of the interest on municipal bonds or notes or if the State government increases its tax on interest on bonds and notes, directly or indirectly, or if there is a change in federal or state tax policy, then the value of these Bonds may fall for purposes of resale. Noncompliance by the Village with the covenants in the Parameters Resolution relating to certain continuing requirements of the Code may result in inclusion of interest to be paid on the Bonds in gross income of the recipient for United States income tax purposes, retroactive to the date of issuance.

Continuing Disclosure: A failure by the Village to comply with the Disclosure Undertaking for continuing disclosure (see "CONTINUING DISCLOSURE") will not constitute an event of default on the Bonds. Any such failure must be reported in accordance with the Rule and must be considered by any broker, dealer, or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

Book-Entry-Only System: The timely credit of payments for principal and interest on the Bonds to the accounts of the Beneficial Owners of the Bonds may be delayed due to the customary practices, standing instructions or for other unknown reasons by DTC participants or indirect participants. Since the notice of redemption or other notices to holders of these obligations will be delivered by the Village to DTC only, there may be a delay or failure by DTC, DTC participants or indirect participants to notify the Beneficial Owners of the Bonds.

Depository Risk: Wisconsin Statutes direct the local treasurer to immediately deposit upon receipt thereof, the funds of the municipality in a public depository designated by the governing body. A public depository means a federal or state credit union, federal or state savings and loan association, state bank, savings and trust company, mutual savings bank or national bank in Wisconsin or the local government pooled investment fund operated by the State Investment Board. It is not uncommon for a municipality to have deposits exceeding limits of federal and state insurance programs. Failure of a depository could result in loss of public funds or a delay in obtaining them. Such a loss or delay could interrupt a timely payment of municipal debt.

Economy: A combination of economic, climatic, political or civil disruptions or terrorist actions outside of the control of the Village, including loss of major taxpayers or major employers, could affect the local economy and result in reduced tax collections and/or increased demands upon local government. Real or perceived threats to the financial stability of the Village may have an adverse effect on the value of the Bonds in the secondary market.

Secondary Market for the Bonds: No assurance can be given that a secondary market will develop for the purchase and sale of the Bonds or, if a secondary market exists, that such Bonds can be sold for any particular price. The underwriters are not obligated to engage in secondary market trading or to repurchase any of the Bonds at the request of the owners thereof. Prices of the Bonds as traded in the secondary market are subject to adjustment upward and downward in response to changes in the credit markets and other prevailing circumstances. No guarantee exists as to the future market value of the Bonds. Such market value could be substantially different from the original purchase price.

Bankruptcy: The rights and remedies of the holders may be limited by and are subject to the provisions of federal bankruptcy laws, to other laws, or equitable principles that may affect the enforcement of creditors' rights, to the exercise of judicial discretion in appropriate cases and to limitations on legal remedies against local governments. The opinion of Bond Counsel to be delivered with respect to the Bonds will be similarly qualified. See "MUNICIPAL BANKRUPTCY" herein.

Cybersecurity: The Village is dependent on electronic information technology systems to deliver services. These systems may contain sensitive information or support critical operational functions which may have value for unauthorized purposes. As a result, the electronic systems and networks may be targets of cyberattack. There can be no assurance that the Village will not experience an information technology breach or attack with financial consequences that could have a material adverse impact.

VALUATIONS

WISCONSIN PROPERTY VALUATIONS; PROPERTY TAXES

Equalized Value

Section 70.57, Wisconsin Statutes, requires the Department of Revenue to annually determine the equalized value (also referred to as full equalized value or aggregate full value) of all taxable property in each county and taxation district. The equalized value is an independent estimate of value used to equate individual local assessment policies so that property taxes are uniform throughout the various subdivisions in the State. Equalized value is calculated based on the history of comparable sales and information about value changes or taxing status provided by the local assessor. A comparison of the State-determined equalized value and the local assessed value, expressed as a percentage, is known as the assessment ratio or level of assessment. The Department of Revenue notifies each county and taxing jurisdiction of its equalized value on August 15; school districts are notified on October 1. The equalized value of each county is the sum of the valuations of all cities, villages, and towns within its boundaries. Taxing jurisdictions lying in more than one municipality, such as counties, school districts, or special taxing districts, use the equalized value of the underlying units in calculating and levying their respective levies. Equalized values are also used to apportion state aids and calculate municipal general obligation debt limits.

Assessed Value

The "assessed value" of taxable property in a municipality is determined by the local assessor, except for manufacturing properties which are valued by the State. Each city, village or town retains its own local assessor, who must be certified by the State Department of Revenue. Assessed value is used by these municipalities to determine tax levy mill rates and to apportion levies among individual property owners. Each taxing district must assess property at full value at least once in every five-year period. The State requires that the assessed values must be within 10% of State equalized values at least once every four years. The local assessor values property as of January 1 each year and submits those values to each municipality by the second Monday in June. The assessor also reports any value changes taking place since the previous year, to the Department of Revenue, by the second Monday in June.

CURRENT PROPERTY VALUATIONS

2024 Equalized Value	\$1,054,890,500
2024 Equalized Value Reduced by Tax Increment Valuation	\$1,015,023,900
2024 Assessed Value	\$1,045,141,400

2024 EQUALIZED VALUE BY CLASSIFICATION

	2024 Equalized Value¹	Percent of Total Equalized Value
Residential	\$836,573,000	79.304%
Commercial	205,801,200	19.509%
Manufacturing	11,478,100	1.088%
Agricultural	95,900	0.009%
Undeveloped	334,200	0.032%
Ag Forest	135,000	0.013%
Forest	72,000	0.007%
Other	401,100	0.038%
Personal Property ²	<u>0</u>	<u>0.000%</u>
Total	<u><u>\$1,054,890,500</u></u>	<u><u>100.000%</u></u>

TREND OF VALUATIONS

Year	Assessed Value	Equalized Value ¹	Percent Increase/Decrease in Equalized Value
2020	\$615,104,690	\$681,506,400	8.76%
2021	725,008,671	750,678,700	10.15%
2022	755,079,237	871,809,200	16.14%
2023	791,403,940	987,056,300	13.22%
2024	1,045,141,400	1,054,890,500	6.87%

Source: Wisconsin Department of Revenue, Bureau of Equalization and Local Government Services Bureau.

¹ Includes tax increment valuation.

² Personal property has been exempted from taxation as of January 1, 2024 (see "TAX LEVIES AND COLLECTIONS" herein).

LARGER TAXPAYERS

Taxpayer	Type of Business/Property	2024 Equalized Value¹	Percent of Village's Total Equalized Value
LTC Properties Inc.	Assisted Living Facility	\$15,405,531	1.46%
Stonefield Terrace LLC	Apartments	11,555,107	1.10%
Serenity RE LLC	Assisted Living Facility	11,539,469	1.09%
Tempus CS Slinger	Specialty Tire Distributor	9,251,511	0.88%
Cedar Creek Estates Village LLC	Residential Homes	9,241,624	0.88%
Aurora Medical Group Inc.	Health Care Facility	8,704,592	0.83%
Denco Properties LLC	Residential Real Estate	6,638,791	0.63%
Pentler Properties	Vehicle Sales	5,494,308	0.52%
PJR Properties LLC	Grocery Store	5,195,172	0.49%
Gen3 Distributions LLC	Building Supplies	<u>4,368,388</u>	<u>0.41%</u>
Total		\$87,394,493	8.28%
Village's Total 2024 Equalized Value ²		\$1,054,890,500	

Source: The Village.

DEBT

DIRECT DEBT³

General Obligation Debt (see schedules following)

Total General Obligation Debt	<u><u>\$24,651,524</u></u>
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¹ Calculated by dividing the 2024 Assessed Values by the 2024 Aggregate Ratio of assessment for the Village.

² Includes tax increment valuation.

³ Outstanding debt is as of the dated date of the Bonds.

Revenue Debt (see schedules following)

Total revenue debt secured by electric revenues	<u>\$1,570,833</u>
Total revenue debt secured by sewer revenues* (includes the Bonds) See schedule on page 5)	<u>\$3,975,920</u>
Total revenue debt secured by storm water revenues	<u>\$1,875,000</u>
Total revenue debt secured by water revenues	<u>\$1,635,000</u>

*Preliminary, subject to change.

Authority Lease Revenue Debt (see schedules following)

Total authority lease revenue debt secured by annual appropriations by the Village	<u>\$15,015,000</u>
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Other Debt

Issue Date	Original Amount	Purpose	Final Maturity	Principal Outstanding
6/15/2021	\$108,518	John Deere	6/15/2026	\$41,659
4/27/2022	212,380	Wheeled Excavator	4/27/2026	43,994

DEBT PAYMENT HISTORY

The Village has no record of default in the payment of principal and interest on its debt.

FUTURE FINANCING

The Village plans to issue approximately \$1,500,000 of general obligation promissory notes in mid-2025 for capital projects. Aside from the preceding, the Village has no current plans for additional financing in the next 12 months.

DEBT LIMIT

The constitutional and statutory general obligation debt limit for Wisconsin municipalities, including towns, cities, villages, and counties (Article XI, Section 3 of the Wisconsin Constitution and Section 67.03, Wisconsin Statutes) is 5% of the current equalized value.

Equalized Value	\$1,054,890,500
Multiply by 5%	<u>0.05</u>
Statutory Debt Limit	\$52,744,525
Less: General Obligation Debt	<u>(24,651,524)</u>
Unused Debt Limit	<u><u>\$28,093,001</u></u>

Village of Slinger, Wisconsin
Schedule of Bonded Indebtedness
General Obligation Debt Secured by Taxes
(As of 05/14/2025)

	Refunding Bonds Series 2011A		Corporate Purpose Bonds Series 2019A		Corporate Purpose Bonds Series 2020A		Parks and Public Grounds Bonds Series 2022A		State Trust Fund Loan		State Trust Fund Loan	
Dated	11/02/2011		07/11/2019		07/09/2020		06/08/2022		08/16/2022		12/29/2023	
Amount	\$4,560,000		\$5,470,000		\$2,290,000		\$5,675,000		\$620,000		\$1,000,000	
Maturity	11/01		03/01		03/01		03/01		03/15		03/15	
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2025	300,000	8,550	0	62,850	0	18,450	0	106,894	0	0	0	0
2026	300,000	8,700	250,000	121,950	100,000	35,900	200,000	208,788	126,991	11,686	244,994	48,864
2027			255,000	114,375	105,000	33,850	220,000	198,288	132,706	5,972	260,306	33,552
2028			265,000	106,575	110,000	31,700	245,000	186,663			276,528	17,330
2029			265,000	98,625	110,000	29,500	255,000	174,163				
2030			270,000	90,600	110,000	27,300	260,000	161,288				
2031			275,000	82,425	115,000	25,050	270,000	148,038				
2032			290,000	73,950	115,000	22,750	280,000	134,288				
2033			300,000	65,100	120,000	20,400	285,000	121,588				
2034			310,000	55,950	125,000	17,950	295,000	109,988				
2035			320,000	46,500	125,000	15,450	305,000	99,131				
2036			330,000	36,750	125,000	12,950	315,000	89,056				
2037			345,000	26,625	135,000	10,350	330,000	78,369				
2038			350,000	16,200	145,000	7,550	340,000	66,000				
2039			365,000	5,475	150,000	4,600	350,000	52,200				
2040					155,000	1,550	365,000	37,900				
2041							375,000	23,100				
2042							390,000	7,800				
2043												
2044												
	600,000	17,250	4,190,000	1,003,950	1,845,000	315,300	5,080,000	2,003,538	259,697	17,658	781,827	99,747

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Village of Slinger, Wisconsin
Schedule of Bonded Indebtedness continued
General Obligation Debt Secured by Taxes
(As of 05/14/2025)

	Community Development Bonds Series 2024A		State Trust Fund Loan		State Trust Fund Loan		Promissory Notes Series 2024C								
Dated Amount	02/07/2024 \$8,065,000		09/06/2024 \$400,000		09/06/2024 \$350,000		11/20/2024 \$3,080,000								
Maturity	10/01		03/15		03/15		03/01								
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending	
2025	0	185,450	0	0	0	0	0	68,100	300,000	450,294	750,294	24,351,524	1.22%	2025	
2026	0	370,900	82,353	36,493	72,059	31,932	100,000	133,700	1,476,398	1,008,913	2,485,310	22,875,126	7.21%	2026	
2027	0	370,900	99,788	19,059	87,314	16,676	110,000	128,450	1,270,114	921,122	2,191,235	21,605,013	12.36%	2027	
2028	0	370,900	105,739	13,107	92,522	11,469	115,000	122,825	1,209,789	860,569	2,070,358	20,395,224	17.27%	2028	
2029	115,000	370,900	112,119	6,727	98,105	5,886	120,000	116,950	1,075,224	802,751	1,877,975	19,320,000	21.63%	2029	
2030	190,000	365,150					125,000	110,825	955,000	755,163	1,710,163	18,365,000	25.50%	2030	
2031	300,000	355,650					130,000	104,450	1,090,000	715,613	1,805,613	17,275,000	29.92%	2031	
2032	345,000	340,650					140,000	97,700	1,170,000	669,338	1,839,338	16,105,000	34.67%	2032	
2033	395,000	323,400					145,000	90,575	1,245,000	621,063	1,866,063	14,860,000	39.72%	2033	
2034	445,000	303,650					155,000	83,075	1,330,000	570,613	1,900,613	13,530,000	45.11%	2034	
2035	495,000	281,400					160,000	75,200	1,405,000	517,681	1,922,681	12,125,000	50.81%	2035	
2036	550,000	256,650					170,000	67,800	1,490,000	463,206	1,953,206	10,635,000	56.86%	2036	
2037	610,000	229,150					175,000	60,900	1,595,000	405,394	2,000,394	9,040,000	63.33%	2037	
2038	675,000	198,650					180,000	53,800	1,690,000	342,200	2,032,200	7,350,000	70.18%	2038	
2039	710,000	164,900					190,000	46,400	1,765,000	273,575	2,038,575	5,585,000	77.34%	2039	
2040	755,000	129,400					195,000	38,700	1,470,000	207,550	1,677,550	4,115,000	83.31%	2040	
2041	790,000	99,200					205,000	30,700	1,370,000	153,000	1,523,000	2,745,000	88.86%	2041	
2042	825,000	67,600					215,000	22,300	1,430,000	97,700	1,527,700	1,315,000	94.67%	2042	
2043	865,000	34,600					220,000	13,600	1,085,000	48,200	1,133,200	230,000	99.07%	2043	
2044							230,000	4,600	230,000	4,600	234,600	0	100.00%	2044	
	8,065,000	4,819,100	400,000	75,386	350,000	65,963	3,080,000	1,470,650	24,651,524	9,888,542	34,540,066				

Village of Slinger, Wisconsin
Schedule of Bonded Indebtedness
Revenue Debt Secured by Electric Revenues
(As of 05/14/2025)

	Electric System Revenue Bonds Series 2018A		Electric System Revenue Bonds Series 2018B (AMT)		Promissory Note							
Dated	08/09/2018		08/09/2018		3/4/2025							
Amount	\$645,000		\$1,095,000		\$500,000							
Maturity	06/01		06/01		Monthly							
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2025	60,000	6,850	50,000	32,763	33,333	0	143,333	39,613	182,946	1,427,500	9.12%	2025
2026	55,000	4,988	50,000	30,763	50,000	0	155,000	35,750	190,750	1,272,500	18.99%	2026
2027	55,000	3,063	50,000	28,763	50,000	0	155,000	31,825	186,825	1,117,500	28.86%	2027
2028	60,000	1,050	55,000	26,731	50,000	0	165,000	27,781	192,781	952,500	39.36%	2028
2029			55,000	24,669	50,000	0	105,000	24,669	129,669	847,500	46.05%	2029
2030			55,000	22,606	50,000	0	105,000	22,606	127,606	742,500	52.73%	2030
2031			60,000	20,450	50,000	0	110,000	20,450	130,450	632,500	59.73%	2031
2032			60,000	18,125	50,000	0	110,000	18,125	128,125	522,500	66.74%	2032
2033			65,000	15,625	50,000	0	115,000	15,625	130,625	407,500	74.06%	2033
2034			65,000	13,025	50,000	0	115,000	13,025	128,025	292,500	81.38%	2034
2035			70,000	10,325	12,500	0	82,500	10,325	92,825	210,000	86.63%	2035
2036			65,000	7,544			65,000	7,544	72,544	145,000	90.77%	2036
2037			70,000	4,675			70,000	4,675	74,675	75,000	95.23%	2037
2038			75,000	1,594			75,000	1,594	76,594	0	100.00%	2038
	230,000	15,950	845,000	257,656	495,833	0	1,570,833	273,606	1,844,440			

Village of Slinger, Wisconsin
Schedule of Bonded Indebtedness
Revenue Debt Secured by Stormwater Revenues
(As of 05/14/2025)

Stormwater System Revenue Bonds
Series 2024B

Dated Amount	07/10/2024 \$1,875,000							
Maturity	05/01							
Calendar Year Ending	Principal	Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2025	0	46,200	0	46,200	46,200	1,875,000	.00%	2025
2026	40,000	91,200	40,000	91,200	131,200	1,835,000	2.13%	2026
2027	45,000	88,650	45,000	88,650	133,650	1,790,000	4.53%	2027
2028	45,000	85,950	45,000	85,950	130,950	1,745,000	6.93%	2028
2029	50,000	83,100	50,000	83,100	133,100	1,695,000	9.60%	2029
2030	55,000	79,950	55,000	79,950	134,950	1,640,000	12.53%	2030
2031	55,000	76,650	55,000	76,650	131,650	1,585,000	15.47%	2031
2032	60,000	73,200	60,000	73,200	133,200	1,525,000	18.67%	2032
2033	65,000	69,450	65,000	69,450	134,450	1,460,000	22.13%	2033
2034	70,000	65,400	70,000	65,400	135,400	1,390,000	25.87%	2034
2035	70,000	61,550	70,000	61,550	131,550	1,320,000	29.60%	2035
2036	75,000	57,925	75,000	57,925	132,925	1,245,000	33.60%	2036
2037	80,000	54,050	80,000	54,050	134,050	1,165,000	37.87%	2037
2038	85,000	49,925	85,000	49,925	134,925	1,080,000	42.40%	2038
2039	90,000	45,550	90,000	45,550	135,550	990,000	47.20%	2039
2040	90,000	41,388	90,000	41,388	131,388	900,000	52.00%	2040
2041	95,000	37,456	95,000	37,456	132,456	805,000	57.07%	2041
2042	100,000	33,313	100,000	33,313	133,313	705,000	62.40%	2042
2043	105,000	28,956	105,000	28,956	133,956	600,000	68.00%	2043
2044	110,000	24,388	110,000	24,388	134,388	490,000	73.87%	2044
2045	115,000	19,463	115,000	19,463	134,463	375,000	80.00%	2045
2046	120,000	14,175	120,000	14,175	134,175	255,000	86.40%	2046
2047	125,000	8,663	125,000	8,663	133,663	130,000	93.07%	2047
2048	130,000	2,925	130,000	2,925	132,925	0	100.00%	2048
	1,875,000	1,239,475	1,875,000	1,239,475	3,114,475			

Village of Slinger, Wisconsin
Schedule of Bonded Indebtedness
Revenue Debt Secured by Water Revenues
(As of 05/14/2025)

Water System Revenue Bonds
Series 2019B

Dated Amount	07/11/2019 \$2,130,000
Maturity	05/01

Calendar Year Ending	Principal	Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2025	0	24,525	0	24,525	24,525	1,635,000	.00%	2025
2026	95,000	47,625	95,000	47,625	142,625	1,540,000	5.81%	2026
2027	95,000	44,775	95,000	44,775	139,775	1,445,000	11.62%	2027
2028	105,000	41,775	105,000	41,775	146,775	1,340,000	18.04%	2028
2029	105,000	38,625	105,000	38,625	143,625	1,235,000	24.46%	2029
2030	110,000	35,400	110,000	35,400	145,400	1,125,000	31.19%	2030
2031	110,000	32,100	110,000	32,100	142,100	1,015,000	37.92%	2031
2032	115,000	28,725	115,000	28,725	143,725	900,000	44.95%	2032
2033	115,000	25,275	115,000	25,275	140,275	785,000	51.99%	2033
2034	120,000	21,750	120,000	21,750	141,750	665,000	59.33%	2034
2035	125,000	18,075	125,000	18,075	143,075	540,000	66.97%	2035
2036	135,000	14,175	135,000	14,175	149,175	405,000	75.23%	2036
2037	130,000	10,200	130,000	10,200	140,200	275,000	83.18%	2037
2038	135,000	6,225	135,000	6,225	141,225	140,000	91.44%	2038
2039	140,000	2,100	140,000	2,100	142,100	0	100.00%	2039
	1,635,000	391,350	1,635,000	391,350	2,026,350			

Slinger Redevelopment Authority, Wisconsin
Schedule of Bonded Indebtedness
Lease Revenue Debt
(As of 05/07/2025)

Redevelopment Lease Revenue
Bonds (Police Station Project)
Series 2025A

Dated Amount	05/07/2025 \$15,015,000*	
Maturity	03/01	

Calendar Year Ending	Principal	Estimated Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2025	0	224,635	0	224,635	224,635	15,015,000	.00%	2025
2026	0	709,375	0	709,375	709,375	15,015,000	.00%	2026
2027	150,000	705,625	150,000	705,625	855,625	14,865,000	1.00%	2027
2028	160,000	697,875	160,000	697,875	857,875	14,705,000	2.06%	2028
2029	165,000	689,750	165,000	689,750	854,750	14,540,000	3.16%	2029
2030	175,000	681,250	175,000	681,250	856,250	14,365,000	4.33%	2030
2031	185,000	672,250	185,000	672,250	857,250	14,180,000	5.56%	2031
2032	195,000	662,750	195,000	662,750	857,750	13,985,000	6.86%	2032
2033	200,000	652,875	200,000	652,875	852,875	13,785,000	8.19%	2033
2034	215,000	642,500	215,000	642,500	857,500	13,570,000	9.62%	2034
2035	225,000	632,344	225,000	632,344	857,344	13,345,000	11.12%	2035
2036	230,000	622,675	230,000	622,675	852,675	13,115,000	12.65%	2036
2037	240,000	612,688	240,000	612,688	852,688	12,875,000	14.25%	2037
2038	255,000	602,169	255,000	602,169	857,169	12,620,000	15.95%	2038
2039	265,000	591,119	265,000	591,119	856,119	12,355,000	17.72%	2039
2040	275,000	579,644	275,000	579,644	854,644	12,080,000	19.55%	2040
2041	290,000	566,913	290,000	566,913	856,913	11,790,000	21.48%	2041
2042	300,000	552,900	300,000	552,900	852,900	11,490,000	23.48%	2042
2043	315,000	538,294	315,000	538,294	853,294	11,175,000	25.57%	2043
2044	335,000	522,856	335,000	522,856	857,856	10,840,000	27.81%	2044
2045	9,840,000	281,200	9,840,000	281,200	10,121,200	1,000,000	93.34%	2045
2046	200,000	42,750	200,000	42,750	242,750	800,000	94.67%	2046
2047	200,000	33,250	200,000	33,250	233,250	600,000	96.00%	2047
2048	200,000	23,750	200,000	23,750	223,750	400,000	97.34%	2048
2049	200,000	14,250	200,000	14,250	214,250	200,000	98.67%	2049
2050	200,000	4,750	200,000	4,750	204,750	0	100.00%	2050
	15,015,000	12,560,435	15,015,000	12,560,435	27,575,435			

* Preliminary, subject to change.

OVERLAPPING DEBT¹

Taxing District	Equalized Value²	% In Village	Total G.O. Debt³	Village's Proportionate Share
Washington County	\$24,913,232,000	4.2343%	\$34,365,000	\$1,455,117
Slinger School District	3,556,188,399	29.6635%	19,340,000	5,736,921
Moraine Park Technical College District ⁴	44,738,181,521	2.3579%	61,055,000	1,439,616
				\$8,631,654
Village's Share of Total Overlapping Debt				

DEBT RATIOS

	G.O. Debt	Debt/Equalized Value \$1,054,890,500	Debt/ Per Capita 6,575⁵
Total General Obligation Debt	\$24,651,524	2.34%	\$3,749.28
Village's Share of Total Overlapping Debt	8,631,654	0.82%	1,312.80
Total	\$33,283,178	3.16%	\$5,062.08

¹ Overlapping debt is as of the dated date of the Bonds. Only those taxing jurisdictions with general obligation debt outstanding are included in this section.

² Includes tax increment valuation.

³ Outstanding debt based on information obtained on EMMA and the Municipal Advisor's records.

⁴ Moraine Park Technical College District anticipates borrowing approximately \$2,650,000 in July 2025 for the public purpose of financing building remodeling and equipment and borrowing the remaining \$16,880,000 of referendum approved authority in the fall of 2025. These amounts are preliminary and subject to change; they are not included in the figure above.

⁵ Estimated 2024 population.

TAX LEVIES AND COLLECTIONS

TAX LEVIES AND COLLECTIONS

Tax Year	Levy for Village Purposes Only	% Collected	Levy/Equalized Value Reduced by Tax Increment Valuation in Dollars per \$1,000
2020/21	\$3,293,000	100%	\$4.96
2021/22	3,522,744	100%	4.82
2022/23	4,102,032	100%	4.88
2023/24	4,307,134	100%	4.55
2024/25	5,307,134	In Progress	5.23

Property tax statements are distributed to taxpayers by the town, village, and city treasurers in December of the levy year. Current state law requires counties to pay 100% of the real property taxes levied to cities, villages, towns, school districts and other taxing entities on or about August 20 of the collection year.

Special assessments, special charges and special taxes must be paid to the town, city or village treasurer in full by January 31, unless the municipality, by ordinance, permits special assessments to be paid in installments. Real property taxes must be paid in full by January 31 or in two equal installments by January 31 and July 31. Alternatively, municipalities may adopt a payment plan which permits real property taxes to be paid in three or more equal installments, provided that the first installment is paid by January 31, one-half of the taxes are paid by April 30 and the remainder is paid by July 31. Amounts paid on or before January 31 are paid to the town, city or village treasurer. Amounts paid after January 31, are paid to the county treasurer unless the municipality has authorized payment in three or more installments in which case payment is made to the town, city or village treasurer. On or before January 15 and February 20 the town, city or village treasurer settles with other taxing jurisdictions for all collections through December and January, respectively. In municipalities which have authorized the payment of real property taxes in three or more installments, the town, city or village treasurer settles with the other taxing jurisdictions on January 15, February 20 and on the fifteenth day of each month following the month in which an installment payment is required. On or before August 20, the county treasurer must settle in full with the underlying taxing districts for all real property taxes and special taxes. Any county board may authorize its county treasurer to also settle in full with the underlying taxing districts for all special assessments and special charges. The county may then recover any tax delinquencies by enforcing the lien on the property and retain any penalties or interest on the delinquencies for which it has settled. Previously, personal property taxes were required to be paid to the town, city or village treasurer in full by January 31. Uncollected personal property taxes owed by an entity that had ceased operations or filed a petition for bankruptcy, or were due on personal property that had been removed from the next assessment roll were formerly collected from each taxing entity in the year following the levy year. The personal property tax has been repealed, starting with the property tax assessments as of January 1, 2024. Beginning in 2025, the personal property tax has been replaced with a payment from the State intended to replace the amount of property taxes imposed on personal property for the property tax assessments as of January 1, 2023.

PROPERTY TAX RATES

Full value rates for property taxes expressed in dollars per \$1,000 of equalized value (excluding tax increment valuation) that have been collected in recent years have been as follows:

Year Levied/ Year Collected	Schools¹	County	Local	Total
2020/21	\$7.99	\$2.24	\$4.96	\$15.19
2021/22	7.50	2.06	4.82	14.38
2022/23	6.70	1.79	4.88	13.37
2023/24	6.23	1.58	4.55	12.36
2024/25	6.03	1.51	5.23	12.77

Source: Property Tax Rates were extracted from Statement of Taxes prepared by the Wisconsin Department of Revenue, Division of State and Local Finance.

LEVY LIMITS

Section 66.0602 of the Wisconsin Statutes, imposes a limit on property tax levies by cities, villages, towns and counties. No city, village, town or county is permitted to increase its tax levy by a percentage that exceeds its valuation factor (which is defined as a percentage equal to the greater of either the percentage change in the political subdivision's January 1 equalized value due to new construction less improvements removed between the previous year and the current or zero percent; for a tax incremental district created after December 31, 2024, the valuation factor includes 90% of the equalized value increase due to new construction that is located in a tax incremental district, but does not include any improvements removed in a tax incremental district). The base amount in any year to which the levy limit applies is the actual levy for the immediately preceding year. In 2018, and in each year thereafter, the base amount is the actual levy for the immediately preceding year plus the amount of the payment from the State under Section 79.096 of the Wisconsin Statutes (an amount equal to the property taxes formerly levied on certain items of personal property), and the levy limit is the base amount multiplied by the valuation factor, minus the amount of the payment from the State under Section 79.096 of the Wisconsin Statutes. This levy limitation is an overall limit, applying to levies for operations as well as for other purposes.

A political subdivision that did not levy its full allowable levy in the prior year can carry forward the difference between the allowable levy and the actual levy, up to a maximum of 1.5% of the prior year's actual levy. The use of the carry forward levy adjustment needs to be approved by a majority vote of the political subdivision's governing body (except in the case of towns) if the amount of carry forward levy adjustment is less than or equal to 0.5% and by a super majority vote of the political subdivision's governing body (three-quarters vote if the governing body is comprised of five or more members, two-thirds vote if the governing body is comprised of fewer than five members) (except in the case of towns) if the amount of the carry forward levy adjustment is greater than 0.5% up to the maximum increase of 1.5%. For towns, the use of the carry forward levy adjustment needs to be approved by a majority vote of the annual town meeting or special town meeting after the town board has adopted a resolution in favor of the adjustment by a majority vote if the amount of carry forward levy adjustment is less than or equal to 0.5% or by two-thirds vote or more if the amount of carry forward levy adjustment is greater than 0.5% up to the maximum of 1.5%.

¹ The Schools tax rate reflects the composite rate of all local school districts and technical college district.

Beginning with levies imposed in 2015, if a political subdivision does not make an adjustment in its levy as described in the above paragraph in the current year, the political subdivision may increase its levy by the aggregate amount of the differences between the political subdivision's valuation factor in the previous year and the actual percent increase in a political subdivision's levy attributable to the political subdivision's valuation factor in the previous year, for the five years before the current year, less any amount of such aggregate amount already claimed as an adjustment in any of the previous five years. The calculation of the aggregate amount available for such adjustment may not include any year before 2014, and the maximum adjustment allowed may not exceed 5%. The use of the adjustment described in this paragraph requires approval by a two-thirds vote of the political subdivision's governing body, and the adjustment may only be used if the political subdivision's level of outstanding general obligation debt in the current year is less than or equal to the political subdivision's level of outstanding general obligation debt in the previous year.

Special provisions are made with respect to property taxes levied to pay general obligation debt service. Those are described below. In addition, the statute provides for certain other adjustments to and exclusions from the tax levy limit. Among the exclusions, Section 66.0602(3)(e)5. of the Wisconsin Statutes provides that the levy limit does not apply to "the amount that a political subdivision levies in that year to make up any revenue shortfall for the debt service on a revenue bond issued under Section 66.0621 by that political subdivision." Recent positions taken by the Wisconsin Department of Revenue ("DOR") call into question the availability of this exception if the revenue shortfall is planned or ongoing. To date, such DOR positions have not been expressed formally in a declaratory ruling under Section 227.41(5)(a) of the Wisconsin Statutes, nor have they been the subject of any court challenge or resulting court ruling.

With respect to general obligation debt service, the following provisions are made:

(a) If a political subdivision's levy for the payment of general obligation debt service, including debt service on debt issued or reissued to fund or refund outstanding obligations of the political subdivision and interest on outstanding obligations of the political subdivision, on debt originally issued before July 1, 2005, is less in the current year than in the previous year, the political subdivision is required to reduce its levy limit in the current year by the amount of the difference between the previous year's levy and the current year's levy.

(b) For obligations authorized before July 1, 2005, if the amount of debt service in the preceding year is less than the amount of debt service needed in the current year, the levy limit is increased by the difference between the two amounts. This adjustment is based on scheduled debt service rather than the amount actually levied for debt service (after taking into account offsetting revenues such as sales tax revenues, special assessments, utility revenues, tax increment revenues or surplus funds). Therefore, the levy limit could negatively impact political subdivisions that experience a reduction in offsetting revenues.

(c) The levy limits do not apply to property taxes levied to pay debt service on general obligation debt authorized on or after July 1, 2005.

The Bonds were authorized pursuant to Section 66.0621 of the Wisconsin Statutes and may be subject to the special provisions described above.

REVENUE FROM THE STATE

In addition to local property taxes described above, a number of state programs exist which provide revenue to the Village. One such program is commonly known as shared revenue which, pursuant to sec. 79.036, Wis. Stats., provides funding to the Village that can be used for any public purpose. Chapter 79, Wis. Stats. includes other revenue sharing programs, which each have their own requirements. 2023 Wisconsin Act 12 ("Act 12") created a supplement to shared revenue, with payments to the Village beginning in 2024. This supplemental shared revenue may be used only for the purposes specified in section 79.037, Wis. Stats. In 2024, the Village received approximately \$258,000 in shared revenue under Chapter 79, Wis. Stats., an increase from the approximately \$88,000 received in 2023. The

Village is expected to receive approximately \$264,000 in shared revenue under Chapter 79, Wis. Stats. in 2025. In future years, the amount of supplemental shared revenue could grow if State sales tax collections grow.

THE ISSUER

VILLAGE GOVERNMENT

The Village was incorporated in 1869 and is governed by a Village President and six other Village Board members. The Village President is a voting member. All are elected to two-year terms. The appointed Village Administrator, Village Treasurer/Deputy Clerk and Village Clerk are responsible for administrative details and financial records.

EMPLOYEES; PENSIONS

The Village employs a staff of 34 full-time, 11 part-time, and 60 seasonal employees. All eligible employees in the Village are covered under the Wisconsin Retirement System ("WRS") established under Chapter 40 of the Wisconsin Statutes ("Chapter 40"). The WRS is a cost-sharing multiple-employer defined benefit pension plan. The Department of Employee Trust Funds ("ETF") administers the WRS. Required contributions to the WRS are determined by the ETF Board pursuant to an annual actuarial valuation in accordance with Chapter 40 and the ETF's funding policies. The ETF Board has stated that its funding policy is to (i) ensure funds are adequate to pay benefits; (ii) maintain stable and predictable contribution rates for employers and employees; and (iii) maintain inter-generational equity to ensure the cost of the benefits is paid for by the generation that receives the benefits.

Village employees are generally required to contribute half of the actuarially determined contributions, and the Village generally may not pay the employees' required contribution. During the fiscal year ended December 31, 2021, the fiscal year ended December 31, 2022 and the fiscal year ended December 31, 2023 ("Fiscal Year 2023"), the Village's portion of contributions to WRS (not including any employee contributions) totaled \$198,372, \$219,145 and \$246,910, respectively.

Governmental Accounting Standards Board Statement No. 68 ("GASB 68") requires calculation of a net pension liability for the pension plan. The net pension liability is calculated as the difference between the pension plan's total pension liability and the pension plan's fiduciary net position. The pension plan's total pension liability is the present value of the amounts needed to pay pension benefits earned by each participant in the pension plan based on the service provided as of the date of the actuarial valuation. In other words, it is a measure of the present value of benefits owed as of a particular date based on what has been earned only up to that date, without taking into account any benefits earned after that date. The pension plan's fiduciary net position is the market value of plan assets formally set aside in a trust and restricted to paying pension plan benefits. If the pension plan's total pension liability exceeds the pension plan's fiduciary net position, then a net pension liability results. If the pension plan's fiduciary net position exceeds the pension plan's total pension liability, then a net pension asset results.

As of December 31, 2022, the total pension liability of the WRS was calculated as \$123.7 billion and the fiduciary net position of the WRS was calculated as \$118.4 billion, resulting in a net pension liability of \$5.3 billion. As of December 31, 2023, the total pension liability of the WRS was calculated as \$129.2 billion and the fiduciary net position of the WRS was calculated as \$127.7 billion, resulting in a net pension liability of \$1.5 billion. Accordingly, the Village will continue to report a liability for its proportionate share of the net pension liability of the WRS in its audited financial statements for the year ended December 31, 2024.

Under GASB 68, each participating employer in a cost-sharing pension plan must report the employer's proportionate share of the net pension liability or net pension asset of the pension plan. Accordingly, for Fiscal Year 2023, the Village reported a liability of \$924,489 for its proportionate share of the net pension liability of the WRS. The net pension liability was measured as of December 31, 2022 based on the Village's share of contributions to the pension plan relative to the contributions of all participating employers. The Village's proportion was 0.0175% of the aggregate WRS net pension liability as of December 31, 2022.

The calculation of the total pension liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. Such changes may have a significant impact on the calculation of net pension liability of the WRS, which may also cause the ETF Board to change the contribution requirements for employers and employees. For more detailed information regarding the WRS and such actuarial assumptions, see Note 12 in "APPENDIX A - FINANCIAL STATEMENTS" attached hereto.

Recognized and Certified Bargaining Units

All eligible Village personnel are covered by the Municipal Employment Relations Act ("MERA") of the Wisconsin Statutes. Pursuant to that law, employees have rights to organize and collectively bargain with municipal employers. MERA was amended by 2011 Wisconsin Act 10 (the "Act") and by 2011 Wisconsin Act 32, which altered the collective bargaining rights of public employees in Wisconsin.

As a result of the 2011 amendments to MERA, the Village is prohibited from bargaining collectively with municipal employees, other than public safety and transit employees, with respect to any factor or condition of employment except total base wages. Even then, the Village is limited to increasing total base wages beyond any increase in the consumer price index since 180 days before the expiration of the previous collective bargaining agreement (unless Village were to seek approval for a higher increase through a referendum). Ultimately, the Village can unilaterally implement the wages for a collective bargaining unit.¹

Under the changes to MERA, impasse resolution procedures were removed from the law for municipal employees of the type employed by the Village, including binding interest arbitration. Strikes by any municipal employee or labor organization are expressly prohibited. Furthermore, if strikes do occur, they may be enjoined by the courts. Additionally, because the only legal subject of bargaining is total base wages, all bargaining over items such as just cause, benefits, and terms of conditions of employment are prohibited and cannot be included in a collective bargaining agreement. Impasse resolution for public safety employees and transit employees is subject to final and binding arbitration procedures, which do not include a right to strike. Interest arbitration is available for transit employees if certain conditions are met.

¹ On July 3, 2024, a Wisconsin circuit court judge issued a decision in the case *Abbotsford Education Association vs. Wisconsin Employment Relations Commission, Case No. 2023CV3152*, denying the Wisconsin State Legislature's intervening motion to dismiss the plaintiffs' challenge to the different classifications the Act created regarding collective bargaining rights. The court's order denying the motion to dismiss stated that the Act violates the equal protection clause of the Wisconsin Constitution and declared those provisions of the Act relating to collective bargaining modifications unconstitutional and void. The decision further instructed the parties to make additional filings to the court as to whether the court should issue judgment on the pleadings in light of the court's order or take some other action to bring the case to a final judgment. On December 2, 2024, the court issued an order granting the plaintiffs' motion for judgment on the pleadings and striking down substantial portions of the Act. The court's decision has been appealed to the Wisconsin Court of Appeals. On January 23, 2025, the court granted a motion to stay the decision pending outcome of the appeal. No guarantee can be made regarding the outcome of the matter.

The following bargaining unit represents employees of the Village:

Bargaining Unit

Wisconsin Professional Police Association

**Expiration Date of
Current Contract**

December 31, 2026

OTHER POST EMPLOYMENT BENEFITS

The Village provides "other post-employment benefits" ("OPEB") (i.e., post-employment benefits, other than pension benefits, owed to its employees and former employees) through a single-employer defined benefit plan to employees who have terminated their employment with the Village and have satisfied specified eligibility standards. Retirees may choose to remain on the Village's group health plan but are responsible for paying all required premiums, resulting in an implicit rate subsidy. Membership in the plan consisted of one retiree receiving benefits and 29 active eligible plan members as of December 31, 2023, the date of the latest actuarial valuation.

OPEB calculations are required to be updated every two years and be prepared in accordance with Statement No. 74 and Statement No. 75 of the Governmental Accounting Standards Board ("GASB 74/75"). The Village had an actuarial study for the plan prepared in accordance with GASB 74/75 by Foster & Foster Consulting Actuaries Inc., in February 2025, with an actuarial valuation date of December 31, 2023.

For Fiscal Year 2023, there were no Village contributions to the plan. The Village's current funding practice is to make annual contributions to the plan in amounts at least equal to the benefits paid to retirees in a particular year on a "pay- as-you-go" basis.

Under GASB 74/75, a net OPEB liability (or asset) is calculated as the difference between the plan's total OPEB liability and the plan's fiduciary net position, which terms have similar meanings as under GASB 68 for pension plans.

As of December 31, 2023, the plan's total OPEB liability was \$105,061 and the plan fiduciary net position was \$0, resulting in a net OPEB liability of \$105,061.

The calculation of the total OPEB liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. For more detailed information regarding such actuarial assumptions. See Note 14 in "APPENDIX A-FINANCIAL STATEMENTS."

The Village also participates in the Local Retiree Life Insurance Fund ("LRLIF"), which is a cost-sharing multiple-employer defined benefit plan established by Chapter 40. The ETF and the Group Insurance Board have statutory authority for program administration and oversight, including establishing contribution requirements for employers.

For Fiscal Year 2023, the Village's portion of contributions to the LRLIF totaled \$849. For Fiscal Year 2023, the Village reported a liability of \$161,293 for its proportionate share of the net OPEB liability of the LRLIF. The net OPEB liability was measured as of December 31, 2022 based on the Village's share of contributions to the LRLIF relative to the contributions of all participating employers. The Village's proportion was 0.042336% of the aggregate LRLIF net OPEB liability as of December 31, 2022.

The calculation of the total OPEB liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. Such changes may have a significant impact on the calculation of the net OPEB liability of the LRLIF, which may also cause ETF to change the contribution requirements for employers and employees. For more detailed information, see Note 13 in "APPENDIX A - FINANCIAL STATEMENTS" attached hereto.

LITIGATION

There is no litigation threatened or pending questioning the organization or boundaries of the Village or the right of any of its officers to their respective offices or in any manner questioning their rights and power to execute and deliver the Bonds or otherwise questioning the validity of the Bonds.

MUNICIPAL BANKRUPTCY

Municipalities are prohibited from filing for bankruptcy under Chapter 11 (reorganization) or Chapter 7 (liquidation) of the U.S. Bankruptcy Code (11 U.S.C. §§ 101-1532) (the "Bankruptcy Code"). Instead, the Bankruptcy Code permits municipalities to file a petition under Chapter 9 of the Bankruptcy Code, but only if certain requirements are met. These requirements include that the municipality must be "specifically authorized" under State law to file for relief under Chapter 9. For these purposes, "State law" may include, without limitation, statutes of general applicability enacted by the State legislature, special legislation applicable to a particular municipality, and/or executive orders issued by an appropriate officer of the State's executive branch.

As of the date hereof, Wisconsin law contains no express authority for municipalities to file for bankruptcy relief under Chapter 9 of the Bankruptcy Code.

Nevertheless, there can be no assurance (a) that State law will not change in the future, while the Bonds are outstanding, in a way that would allow the Village to file for bankruptcy relief under Chapter 9 of the Bankruptcy Code; or (b) even absent such a change in State law, that an executive order or other executive action could not effectively authorize the Village to file for relief under Chapter 9. If, in the future, the Village were to file a bankruptcy case under Chapter 9, the relevant bankruptcy court would need to consider whether the Village could properly do so, which would involve questions regarding State law authority as well as other questions such as whether the Village is a municipality for bankruptcy purposes. If the relevant bankruptcy court concluded that the Village could properly file a bankruptcy case, and that determination was not reversed, vacated, or otherwise substantially altered on appeal, then the rights of holders of the Bonds could be modified in bankruptcy proceedings. Such modifications could be adverse to holders of the Bonds, and there could ultimately be no assurance that holders of the Bonds would be paid in full or in part on the Bonds. Further, under such circumstances, there could be no assurance that the Bonds would not be treated as general, unsecured debt by a bankruptcy court, meaning that claims of holders of the Bonds could be viewed as having no priority (a) over claims of other creditors of the Village; (b) to any particular assets of the Village, or (c) to revenues otherwise designated for payment to holders of the Bonds.

Moreover, if the Village were determined not to be a "municipality" for the purposes of the Bankruptcy Code, no representations can be made regarding whether it would still be eligible for voluntary or involuntary relief under Chapters of the Bankruptcy Code other than Chapter 9 or under similar federal or state law or equitable proceeding regarding insolvency or providing for protection from creditors. In any such case, there can be no assurance that the consequences described above for the holders of the Bonds would not occur.

FUNDS ON HAND (as of February 28, 2025)

Fund	Total Cash and Investments
General	\$2,141,550
Parks & Recreation	152,689
Library	205,806
Library Building & Offset Revenues	553,000
Library Reserve Fund	28,095
Veteran's Memorial Fund	1,149
Debt Service	895,333
Capital Projects	263,053
Arthur Road Bridge Funds	335,242
TIF #4	414,186
TIF #5	143,394
TIF #6	64,212
TIF #7	36,512
TID #8 Bond Reserve	2,861,754
RDA	47,977
Capital Equipment Fund	77,230
Central Equipment & Central Services	47,261
Electric Utility	78,591
Electric Debt Reserve	199,445
Water Utility	687,354
Water Debt Reserve	151,755
Sewer Utility	179,675
Sewer Debt Reserve	342,331
Storm Water Utility	141,098
Parks Facilities Impact Fee Fund	98,509
Administrative Services Facilities Impact Fee Fund	149,165
DPW Facilities Impact Fee Fund	186,673
Libraries Facilities Impact Fee Fund	106,256
Police Facilities Impact Fee Fund	13,426
2024C Borrowed Money	1,876,055
Stormwater Reserve	137,914
Total Funds on Hand	<u><u>\$12,616,692</u></u>

ENTERPRISE FUNDS

Revenues available for debt service for the Village's enterprise funds have been as follows as of December 31 each year:

	2022 Audited	2023 Audited	2024 Unaudited
Electric			
Total Operating Revenues	\$5,326,135	\$5,171,498	\$5,064,938
Less: Operating Expenses	<u>(5,018,494)</u>	<u>(5,010,029)</u>	<u>(5,110,454)</u>
Operating Income	\$307,641	\$161,469	(\$45,516)
Plus: Depreciation	579,896	599,156	593,372
Interest Income	<u>7,258</u>	<u>22,013</u>	<u>36,470</u>
Revenues Available for Debt Service	<u><u>\$894,795</u></u>	<u><u>\$782,638</u></u>	<u><u>\$584,326</u></u>
Water			
Total Operating Revenues	\$1,170,493	\$1,229,449	\$1,279,504
Less: Operating Expenses	<u>(984,388)</u>	<u>(1,218,967)</u>	<u>(1,442,066)</u>
Operating Income	\$186,105	\$10,482	(\$162,562)
Plus: Depreciation	293,409	298,108	306,720
Interest Income	28,717	36,504	44,402
Rent Income	<u>32,408</u>	<u>39,961</u>	<u>45,880</u>
Revenues Available for Debt Service	<u><u>\$540,639</u></u>	<u><u>\$385,055</u></u>	<u><u>\$234,440</u></u>
Sewer			
Total Operating Revenues	\$1,558,868	\$1,779,202	\$1,923,379
Less: Operating Expenses	<u>(1,639,964)</u>	<u>(1,631,894)</u>	<u>(1,599,159)</u>
Operating Income	(\$81,096)	\$147,308	\$324,220
Plus: Depreciation	623,730	629,500	662,800
Interest Income	<u>26,070</u>	<u>38,778</u>	<u>46,424</u>
Revenues Available for Debt Service	<u><u>\$568,704</u></u>	<u><u>\$815,586</u></u>	<u><u>\$1,033,444</u></u>
Stormwater			
Total Operating Revenues	\$519,956	\$487,172	\$583,471
Less: Operating Expenses	<u>(595,454)</u>	<u>(722,106)</u>	<u>(712,481)</u>
Operating Income	(\$75,498)	(\$234,934)	(\$129,010)
Plus: Depreciation	225,415	253,095	253,095
Interest Income	<u>2,749</u>	<u>3,113</u>	<u>6,014</u>
Revenues Available for Debt Service	<u><u>\$152,666</u></u>	<u><u>\$21,274</u></u>	<u><u>\$130,099</u></u>

SUMMARY GENERAL FUND INFORMATION

The following are summaries of the revenues and expenditures and fund balances for the Village's General Fund. These summaries are not purported to be the complete audited financial statements of the Village, and potential purchasers should read the included financial statements in their entirety for more complete information concerning the Village. Copies of the complete statements are available upon request. Appendix A includes the 2023 audited financial statements.

FISCAL YEAR ENDING DECEMBER 31					
COMBINED STATEMENT	2021	2022	2023	2024	2025
	Audited	Audited	Audited	Unaudited	Budget¹
Revenues					
Taxes	\$2,394,208	\$2,602,704	\$2,923,389	\$3,000,583	\$3,533,767
Intergovernmental	529,813	944,961	545,822	821,996	733,043
Licenses and permits	344,687	269,630	234,462	263,750	261,400
Fines, forfeitures and penalties	60,033	52,123	68,828	55,194	61,000
Public charges for services	149,627	121,472	113,625	170,694	188,013
Intergovernmental charges for services	11,357	22,356	40,817	15,563	12,000
Miscellaneous	172,508	50,670	116,256	75,643	65,000
Total Revenues	\$3,662,233	\$4,063,916	\$4,043,199	\$4,403,423	\$4,854,223
Expenditures					
Current:					
General government	\$299,926	\$912,698	\$327,121	\$373,801	\$394,840
Public safety	2,314,174	2,605,239	2,712,313	2,761,896	2,875,467
Public works	929,565	1,023,688	1,079,857	1,148,571	1,237,099
Health and human services	1,102	684	631	798	798
Culture, recreation and education	158,998	249,876	238,420	242,511	277,627
Conservation and development	103,405	96,342	83,983	66,612	40,000
Capital outlay	28,485	51,322	0	0	0
Total Expenditures	\$3,835,655	\$4,939,849	\$4,442,325	\$4,594,189	\$4,825,831
Excess of revenues over (under) expenditures	(\$173,422)	(\$875,933)	(\$399,126)	(\$190,766)	\$28,392
Other Financing Sources (Uses)					
Face value of bonds issued	\$0	\$620,000	\$0	\$0	\$0
Operating transfers in	0	0	0	101,886	0
Transfers from proprietary funds - pilot	346,886	341,520	316,831	301,332	326,849
Operating transfers (to) from enterprise funds	524,575	4,991	15,952	2,808	29,481
Operating Transfers out	(1,222,402)	0	0	0	0
Total Other Financing Sources (Uses)	(350,941)	966,511	332,783	406,026	356,330
Net changes in Fund Balances	(\$524,363)	\$90,578	(\$66,343)	\$215,260	\$384,722
General Fund Balance January 1	\$1,670,252	\$1,145,889	\$1,236,467	\$1,170,124	\$1,385,384
General Fund Balance December 31	\$1,145,889	\$1,236,467	\$1,170,124	\$1,385,384	\$1,770,106
DETAILS OF DECEMBER 31 FUND BALANCE					
Nonspendable	\$562,291	\$629,819	\$798,755	\$996,725	
Unassigned	583,598	606,648	371,369	388,659	
Total	\$1,145,889	\$1,236,467	\$1,170,124	\$1,385,384	

¹ The 2025 budget was adopted on November 18, 2024.

GENERAL INFORMATION

LOCATION

The Village, with a 2020 U.S. Census population of 5,992 and a current estimated population of 6,575 comprises an area of 2.5 square miles and is located approximately 35 miles northwest of Milwaukee, Wisconsin.

LARGER EMPLOYERS¹

Larger employers in the Village include the following:

Firm	Type of Business/Product	Estimated No. of Employees
Slinger School District	Elementary and secondary education	347
Weldall Manufacturing	Metal fabrication and welding shop	250
Piggly Wiggly	Grocery Store	120
Serenity Village Assisted Living	Residential care homes	113
The Village	Municipal government	105
The Pavilion of Glacier Valley	Residential care homes	95
Uptown Motors and Company	Car dealership and service	80
Weld Fab Manufacturing	Steel manufacturing	60
Riteway Bus Service	Buses/Charter/Rental	60
MBW Inc.	Compaction & concrete equipment manufacturer	55

Source: The Village, Data Axle Reference Solutions, written and telephone survey, Wisconsin Manufacturers Register, and the Wisconsin Department of Workforce Development.

¹ This does not purport to be a comprehensive list and is based on available data obtained through a survey of individual employers, as well as the sources identified above.

BUILDING PERMITS

	2021	2022	2023	2024	2025 ¹
<u>New Single Family Homes</u>					
No. of building permits	63	31	9	15	3
Valuation	\$17,014,162	\$8,498,269	\$3,178,060	\$5,629,760	\$1,292,595
<u>New Multiple Family Buildings</u>					
No. of building permits	6	5	9	12	3
Valuation	\$3,989,912	\$3,800,000	\$9,000,000	\$6,940,000	\$1,350,000
<u>New Commercial/Industrial</u>					
No. of building permits	7	1	5	3	0
Valuation	\$2,643,736	\$450,000	\$3,215,932	\$5,010,000	\$0
<u>All Building Permits</u> <i>(including additions and remodelings)</i>					
No. of building permits	781	711	733	664	97
Valuation	\$27,829,648	\$21,100,091	\$20,383,468	\$28,655,625	\$3,343,871

Source: The Village.

¹ As of February 28, 2025.

U.S. CENSUS DATA

Population Trend: The Village

2010 U.S. Census Population	5,068
2020 U.S. Census Population	5,992
Percent of Change 2010 - 2020	18.23%
2024 Estimated Population	6,575

Income and Age Statistics

	The Village	Washington County	State of Wisconsin	United States
2023 per capita income	\$50,375	\$48,255	\$42,019	\$43,289
2023 median household income	\$99,457	\$95,851	\$75,670	\$78,538
2023 median family income	\$102,028	\$112,723	\$97,261	\$96,922
2023 median gross rent	\$1,083	\$1,126	\$1,045	\$1,348
2023 median value owner occupied units	\$337,700	\$316,200	\$247,400	\$303,400
2023 median age	39.5 yrs.	43.5 yrs.	40.1 yrs.	38.7 yrs.

	State of Wisconsin	United States
Village % of 2023 per capita income	119.89%	116.37%
Village % of 2023 median family income	104.90%	105.27%

Housing Statistics

	<u>The Village</u>		
	2020	2023	Percent of Change
All Housing Units	2,453	2,690	9.66%

Source: 2010 and 2020 Census of Population and Housing, Wisconsin Demographic Services Center (https://doa.wi.gov/Pages/LocalGovtsGrants/Population_Estimates.aspx) and 2023 American Community Survey (Based on a five-year estimate), U.S. Census Bureau (<https://data.census.gov/cedsci>).

EMPLOYMENT/UNEMPLOYMENT DATA

Rates are not compiled for individual communities with populations under 25,000.

Year	<u>Average Employment</u>		<u>Average Unemployment</u>	
	Washington County	Washington County	State of Wisconsin	
2021	74,193	3.1%	3.8%	
2022	74,906	2.4%	2.8%	
2023	75,531 ¹	2.6% ¹	2.8%	
2024	N/A	N/A	3.0% ¹	
2025, January ¹	74,868	2.9%	3.6%	

Source: Wisconsin Department of Workforce Development.

¹ Preliminary.

FINANCIAL STATEMENTS

Potential purchasers should read the included financial statements in their entirety for more complete information concerning the Village's financial position. Such financial statements have been audited by the Auditor, to the extent and for the periods indicated thereon. The Village has not requested or engaged the Auditor to perform, and the Auditor has not performed, any additional examination, assessments, procedures or evaluation with respect to such financial statements since the date thereof or with respect to this Official Statement, nor has the Village requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the Village since the date of the financial statements, in connection with the issuance of the Bonds, the Village represents that there have been no material adverse changes in the financial position or results of operations of the Village, nor has the Village incurred any material liabilities, which would make such financial statements misleading.

Copies of the complete audited financial statements for the past three years and the current budget are available upon request from Ehlers.

VILLAGE OF SLINGER
Slinger, Wisconsin

**BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

Year Ended December 31, 2023

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VILLAGE OF SLINGER

Slinger, Wisconsin

**BASIC FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION**

Year Ended December 31, 2023

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Independent Auditors' Report

To the Village Board
Village of Slinger
Slinger, Wisconsin

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Slinger ("Village") as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village as of December 31, 2023, 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. 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 Village, 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 these 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 Village'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 generally accepted auditing standards 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.

Auditors' Responsibilities for the Audit of the Financial Statements (Continued)

In performing an audit in accordance with generally accepted auditing standards, 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 Village'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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village'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 management's discussion and analysis, budgetary comparison schedule – general fund and schedule of changes in total OPEB – health and related ratios, schedule of proportionate share of the net pension asset (liability) and employer contributions, and schedules of proportionate share of the net OPEB asset (liability) and employer contributions on pages 5 through 15 and pages 72 through 80 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing 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 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 Village of Slinger's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Reilly, Penner & Benton LLP

May 7, 2024
Milwaukee, Wisconsin

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

As management of the Village of Slinger, we offer readers of the Village of Slinger financial statements this narrative overview and analysis of the financial activities of the Village of Slinger for the fiscal year ended December 31, 2024. We encourage readers to consider the information presented here in conjunction with additional information that is contained in the audit report.

Financial Highlights

- The assets of the Village of Slinger exceeded its liabilities at the close of the most recent fiscal year by \$54,715,055 (net position). This represents a decrease of \$335,308 or 0.6% less than the net position at the end of 2022. Of this amount, \$1,894,208 is in unrestricted net position, which can be used to meet the government's ongoing obligations. This represents a decrease of \$3,761,312 from 2022 unrestricted net position. It goes without saying that this is not the direction we would like to see in unrestricted net position, however this trend is the culmination of the Village's practice of funding our many capital projects as much as possible with cash on hand.
- As of the close of 2023, the Village of Slinger governmental funds reported combined ending fund balances of \$2,785,034, a decrease of \$3,160,536 from the fund balance at the end of 2022. This still leaves the fund balance over \$700,000 higher than its level in 2021, so the Village was able to maintain some progress in this area. The unassigned fund balance in the general fund alone is \$371,369, which is a decrease of \$235,279 from the level at the end of 2022.
- Another indication that the Village has relied heavily on cash funding for our capital projects is the flat level of long-term debt. The Village's level of general obligation debt subject to the statutory debt limit at the end of 2023 was \$14,597,451, an increase of only \$92,451 over the debt level in 2022 or 0.06% in spite of adding a new \$1,000,000 State Trust Fund loan at the end of the year. The Village's debt limit also rose in 2023 to \$49,352,815, which is an increase of \$5,792,355 or 14%. With this increase in debt limit, the Village is using 29.6% of its borrowing capacity.
- The Village's equalized value increased by \$115,247,100 to reach \$987,056,300 in 2023. This represents a 13% increase. \$41,798,500 of this was due to net new construction, which at 4.79% was another strong performance factor for the Village. The remaining increase can be attributed to the strong real estate values in the Village. New construction activity resumed a brisk pace towards the end of 2023.
- In 2023 the Village created Tax Increment Finance District (TID) #8, which will create a 129-acre mixed use district at the southwest quadrant of the I-41 and STH 60 interchange. This project has been several years in development and will be an impressive gateway to the Village. Improvements planned for the district will bring commercial activity and services to Village residents and visitors.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village of Slinger's basic financial statements. These 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. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 34 implementation, comparative data is provided. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

Government-wide financial statements

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

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

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

The government-wide financial statements distinguish functions of the Village of Slinger that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village of Slinger include general government, public safety, health and human services, engineering and public works, library, parks and recreation, and capital projects. The business-type activities of the Village of Slinger include the Electric Utility, Water Utility, Sewer Utility and Stormwater Utility.

The government-wide financial statements can be found on pages 16- 17 of this report.

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

Overview of the Financial Statements (Continued)

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Slinger, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village of Slinger can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds

Most of the Village's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. GASB 54 created detailed fund balance classifications in an effort to provide more accurate information regarding the availability of funds.

The governmental fund statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Village'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 fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The basic governmental fund financial statements can be found on pages 18 and 20 of this report, and the related reconciliations are located on pages 19 and 21.

The Village of Slinger maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Capital Projects and Equipment Fund, with data from the remaining fourteen governmental funds combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements later in this report, pages 82 - 83.

The Village of Slinger adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. This can be found in the Required Supplementary Information section of this report on pages 72 - 73.

Proprietary funds

Enterprise funds, also called proprietary funds, are used to report the same functions presented as business-type activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Electric, Water, Sewer and Stormwater utilities, and the Internal Service Funds, Central Equipment and Central Services, which are considered major funds of the Village of Slinger.

The basic proprietary fund financial statements can be found on pages 22 - 25 of this report.

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

Overview of the Financial Statements (Continued)

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village of Slinger's programs.

The basic fiduciary fund financial statement can be found on page 26.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. This includes a discussion of the major accounting policies used by the Village, a description of the Village's cash and investment holdings, and a breakdown of the changes in long-term obligations among many other items.

The notes to the financial statements can be found on pages 27 - 70 of this report.

Other information

The combining statements referred to earlier in connection with non-major governmental funds and other information related to the individual funds are presented immediately following the required supplementary information. Individual fund statements and schedules can be found on pages 82 - 83.

This discussion and analysis are intended to serve as an introduction to the Village of Slinger's finances. The Village of Slinger's basic financial statements and accounting are divided into the following activity classifications: General Fund, Special Revenue Funds, Debt Service, Capital Projects, Enterprise Funds and Internal Service Funds. Each of these will be discussed independently here. This analysis will include comparisons with the prior year's performance to provide more context for evaluating the past year.

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

Government-Wide Financial Analysis

Village of Slinger's Net Position

	<u>Governmental</u> <u>Activities</u>		<u>Business-Type</u> <u>Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Current & other assets	\$12,693,880	\$16,496,265	\$5,457,793	\$6,358,486	\$18,151,673	\$22,854,751
Capital assets	29,236,296	26,457,614	41,932,052	41,294,459	71,168,348	67,752,073
Total assets	\$41,930,176	\$42,953,879	\$47,389,845	\$47,652,945	\$89,320,021	\$90,606,824
Deferred outflows of resources	\$2,709,393	\$1,989,440	\$873,221	\$763,816	\$3,582,614	\$2,753,256
Long-term debt outstanding	\$14,860,784	\$14,049,391	\$6,933,384	\$7,555,747	\$21,794,168	\$21,605,138
Other liabilities	5,476,143	5,872,208	3,394,059	2,482,499	8,870,202	8,354,707
Total liabilities	\$20,336,927	\$19,921,599	\$10,327,443	\$10,038,246	\$30,664,370	\$29,959,845
Deferred inflows of resources	\$6,470,733	\$6,896,606	\$1,052,477	\$1,453,266	\$7,523,210	\$8,349,872
Net investment in capital assets	\$14,460,341	\$11,999,472	\$34,561,075	\$32,204,191	\$49,021,416	\$45,203,663
Restricted	3,559,747	3,492,659	239,684	698,521	3,799,431	4,191,180
Unrestricted	(188,179)	2,632,983	2,082,387	3,022,537	1,894,208	5,655,520
Total net position	\$17,831,909	\$18,125,114	\$36,883,146	\$36,925,249	\$54,715,055	\$55,050,363

For 2023, the Village's net position decreased by \$335,308 during the year, or approximately 0.6%. Business-type activities decreased in net position by \$42,103 while governmental activities' net position decreased by \$293,205. Business-type assets decreased by \$263,100 and liabilities increased by \$289,197. The decrease in assets is again related to an effort to fund improvements with cash on hand. Most of the increase in liabilities can be found in special deposits that are held to fund public improvements for privately-developed projects. Note that long-term business-type debt decreased by over \$600,000. Governmental activities saw a decrease of \$1,023,703 in assets and an increase of \$413,328 in liabilities. After the increase in deferred outflows of resources and the decrease in deferred inflows of resources are taken into consideration, the decrease in total net position of governmental activities was limited to \$293,205.

The following chart, "Village of Slinger's Changes in Net Position", provides a breakdown of asset and expense categories for a more detailed explanation of the increase in total net position. A review of these categories shows that for governmental activities, expenses increased by \$691,464 and revenues increased by only \$71,259. After transfers, governmental activities decreased in net position by \$293,205. This resulted in a net position for governmental activities of \$17,831,909 at the end of 2023.

Business-type activities experienced an increase in revenues of \$25,887 and expenses of \$413,996. After transfers, business-type activities decreased net position by \$42,103. The Sewer and Stormwater Utilities implemented rate increases for 2024 to help recover more of their costs. The Electric and Water Utilities are exploring the possibility of rate increases which could take effect in late 2024 or early 2025.

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

Village of Slinger's Changes in Net Position

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Revenues:						
Program Revenues:						
Charges for services	\$757,790	\$949,616	\$8,645,215	\$8,484,047	\$9,403,005	\$9,433,663
Operating grants & contributions	632,541	1,083,365	---	45,116	632,541	1,128,481
Capital grants & contributions	142,584	384,926	321,796	558,861	464,380	943,787
General Revenues:						
Property taxes	4,518,623	3,809,143	---	---	4,518,623	3,809,143
Other taxes	26,627	12,315	---	---	26,627	12,315
Grants & contributions not restricted to specific programs	162,641	157,917	---	---	162,641	157,917
Other	206,066	(21,669)	195,226	48,326	401,292	26,657
Total revenues	<u>\$6,446,872</u>	<u>\$6,375,613</u>	<u>\$9,162,237</u>	<u>\$9,136,350</u>	<u>\$15,609,109</u>	<u>\$15,511,963</u>
Expenses:						
General government	584,119	565,627	---	---	584,119	565,627
Public safety	2,830,450	2,415,189	---	---	2,830,450	2,415,189
Public works	1,481,797	1,507,024	---	---	1,481,797	1,507,024
Health & human services	631	684	---	---	631	684
Culture, recreation & education	977,984	938,038	---	---	977,984	938,038
Conservation & development	87,506	96,342	---	---	87,506	96,342
Interest & fiscal charges	768,628	523,823	---	---	768,628	523,823
Unallocated depreciation	382,661	375,585	---	---	382,661	375,585
Electric	---	---	5,054,111	5,066,275	5,054,111	5,066,275
Water	---	---	1,271,206	1,039,178	1,271,206	1,039,178
Sewer	---	---	1,783,218	1,715,739	1,783,218	1,715,739
Stormwater	---	---	722,106	595,453	722,106	595,453
Total expenses	<u>\$7,113,776</u>	<u>\$6,422,312</u>	<u>\$8,830,641</u>	<u>\$8,416,645</u>	<u>\$15,944,417</u>	<u>\$14,838,957</u>
Increase in net position before transfers	(666,904)	(46,699)	331,596	719,705	(335,308)	673,006
Transfers	373,699	346,511	(373,699)	(346,511)	---	---
Increase in net position	(293,205)	299,812	(42,103)	373,194	(335,308)	673,006
Net position, January 1	18,125,144	17,454,230	36,925,249	36,403,543	55,050,363	53,857,773
Prior period and other adjustments	---	371,072	---	148,512	---	519,584
Net position, January 1, adjusted	18,125,144	17,825,302	36,925,249	36,552,055	55,050,363	54,377,357
Net position, December 31	<u>\$17,831,909</u>	<u>\$18,125,114</u>	<u>\$36,883,146</u>	<u>\$36,925,249</u>	<u>\$54,715,055</u>	<u>\$55,050,363</u>

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

General Fund

The General Fund consists of the following components: General Government Activities, Police, Other Public Safety, and Parks, Public Works, & Forestry.

In 2023 General Fund Revenues fell short of budget projections by \$19,510 while General Government expenditures exceeded budget by \$966. Public Safety expenses came in over budget by \$117,858; much of the overage was due to overtime costs that were generated during new officer training periods. Public Works was under budget by \$14,804. Parks and Forestry activity came in under budget by \$25,896 while Conservation and Development accounts came in under budget by \$31,017. Overall, General Fund Expenditures exceeded budget by \$47,106.

Revenues for the General Fund in 2023 totaled \$4,043,199 while expenditures equaled \$4,442,325 for a deficiency of \$399,126. This deficiency was partially offset with transfers equaling \$332,783. This reduced the decrease in fund balance to \$66,343 resulting in fund balance of \$1,170,124 at the end of 2023.

Capital Projects and Equipment Fund

This fund is used to levy taxes and borrow funds for capital improvement projects such as road reconstruction and public facilities construction. In 2023, the Capital Projects Fund had revenues of \$383,870 and expenditures of \$3,336,572, for a deficiency of \$2,952,701. The large amount in expenditures was primarily the result of work performed on the future Breuer Park and the reconstruction of Info Highway Court. The Breuer Park project is funded through General Obligation bonds issued in 2022. The Info Highway Court work is partially funded with a borrowing planned for 2024. The Capital Projects Fund returned to a negative balance in 2023 with a year-end deficit balance of (\$713,581).

Special Revenue Funds

The Special Revenue Funds consist of the following: Debt Service, Parks & Recreation Fund, Library Fund, Municipal Building Expansion Fund and other minor special funds.

Parks, Recreation Department Fund - This fund is responsible for operating the Village parks and recreation programs. For 2023, this fund had revenues of \$342,095 and of expenses of \$325,351 for an excess of revenues over expenditures of \$16,744. This reduced the fund's deficit balance from (\$19,459) at the end of 2022 to a deficit balance of (\$2,715).

Library Fund - This fund operates the Village library and is controlled by the Library Board in accordance with State statute. In 2023 the fund had revenues of \$440,640 and expenditures of \$386,581 for an excess of revenues over expenditures of \$54,059. This increased the fund balance to \$675,353.

Debt Service Fund – This fund was established to collect and disburse funds associated with general obligation debt service and supports various funds like the Capital Projects and Equipment Fund. For 2023 it had revenues of \$681,855 with expenditures of \$887,328 for a decrease of (\$205,473). After Operating Transfers In of \$185,916, the net decrease for the year was (\$19,557). This reduced the fund's final balance to \$1,972,028.

Minor Special Revenue Funds - These funds were established for special purpose revenues and expenses and consist of the following: Veteran's Memorial Fund, Public Celebration Fund, and a consolidation of all 5 Facilities Impact Fees Funds. In 2023 the Veteran's Memorial Fund had no activity and the fund balance remained at \$1,149. The Public Celebration Fund had revenues of \$9 in 2023, which increased its fund balance to \$6,837. The combined Facilities Impact Fees Funds had revenues of \$144,611 and expenditures of \$3,624 in 2023. After Transfers Out of \$145,000, the funds' net decrease was \$4,013. This left the total balance for Impact Fees at \$541,393.

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

Capital Projects Funds

The Capital Projects Funds consist of the following categories: Capital Projects and Equipment Funds, the Redevelopment Authority (RDA), and TIF Districts (TID) #4, #5, #6, and #7. TID #4 was created in 2015, TID #5 was created in 2016, TID #6 was created in 2021 TID #7 was created in 2022, and TID #8 was created in 2023. The Capital Projects and Equipment Fund was discussed previously since it is considered to be a major fund.

Redevelopment Authority (RDA) – The RDA was created to promote economic development in the Village and went dormant when the TID #3 was terminated. In 2020, the Village re-established the RDA to help with the upcoming creation of TID #6 and the downtown redevelopment. The RDA will continue being reimbursed for the funds provided to finance a couple of projects in TID #4. This fund had revenues of \$2,666 and expenditures of \$12,386, primarily for interest costs on advances for property purchased in TID #6. This decreased the fund balance to (\$40,232).

Tax Increment District (TID) #4 – TID #4 was created in 2015 to assist with development in the area of the I-41 and STH 60 interchange. In 2022 the district had revenues of \$312,856 and expenditures of \$168,296 which reduced its negative fund balance to (\$225,326). This district was able to pay off three of its advances from other funds and made regularly scheduled payments on the remaining advance balances.

Tax Increment District (TID) #5 – TID #5 was created in 2016 as a rehabilitation/conservation district to assist in the development of an older manufacturing section of the Village. The district had revenue of \$74,861 and expenditures of \$39,535. This increased the district's fund balance to \$37,723 at the end of 2023.

Tax Increment District (TID) #6 – TID #6 was created in 2021 as a rehabilitation district to assist in infrastructure and other improvements in the Village's downtown area. In 2023 the district had revenues of \$30,347 and expenditures of \$209,453 for a net deficit of \$179,106. This decreased the fund balance to (\$410,122). A negative fund balance is not unusual for newer TIF Districts, which are typically funded through advances from other funds until the district is able to generate increment on its own.

Tax Increment District (TID) #7 – TID #7 was created in 2022 as a stand-alone industrial district to assist in the expansion of a major manufacturer in the Village. 2023 was too early for the district to generate any revenues, so it is still funded through advances from other funds. In 2023 the district had expenditures of \$3,321 which increased its negative balance to (\$26,513).

Tax Increment District (TID) #8 – TID #8 was created in 2023 as a mixed-use district that is planned for multiple commercial and industrial uses, in addition to one multi-family residential project. In 2023 the district had expenditures of \$201,084 which also created a negative fund balance of (\$201,084).

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

Enterprise Funds

The Enterprise Funds consist of the following units: Electric Utility, Water Utility, Sewer Utility and Stormwater Utility.

Electric Utility - This fund was established to account for the operations and capital improvements for the Village owned electric utility and is regulated by the Wisconsin Public Service Commission (PSC). In 2023 the electric utility had operating revenues of \$5,171,498 and operating expenses of \$5,010,029 which gave the utility an operating income of \$161,469. All 2023 activity for the utility resulted in a decrease in net position of (\$23,839) ending the year with a net position of \$7,358,118.

Water Utility - This fund was established to account for the operations and capital improvements for the Village owned water utility and is regulated by the Wisconsin Public Service Commission (PSC). In 2023 the water utility had operating revenues of \$1,229,449 and operating expenses of \$1,218,967 which gave the utility an operating income of \$10,482. After non-operating revenues and expenses and other activities, the utility ended the year with a net deficit of (\$108,598) which decreased its net position to \$10,509,461.

Sewer Utility - This fund was established to account for the operations and capital improvements for the Village owned sewer utility and is regulated by the Wisconsin Department of Natural Resources. In 2023 the sewer utility had operating revenues of \$1,779,202 and operating expenditures of \$1,631,894 which gave the utility a net operating income of \$147,308. After non-operating revenues and expenses and capital contributions, the utility saw a net increase of \$93,980. This increased the utility's net position to \$14,143,401 at the end of 2023.

Stormwater Utility - This fund was established to account for the operations and capital improvements for the Village owned stormwater utility and is regulated by the Village Board of the Village of Slinger. In 2023 the stormwater utility had operating revenues of \$487,172 and operating expenditures of \$722,106 which gave the utility a net operating loss of (\$234,934). Non-operating and other activity reduced this to a net loss of (\$3,646). This decreased the utility's net position to \$4,872,166 at the end of 2023.

Internal Service Funds

The Internal Service Funds consist of the following: Central Equipment Fund and Central Services Fund.

Central Equipment Fund - This fund was established to account for the operations and capital purchases for the trucks and maintenance equipment owned by the Village. The source of revenue is rent charged for use by various governmental departments and the utilities. In 2023 the Central Equipment fund had operating revenues of \$532,247 and operating expenditures of \$474,173 which gave the fund an operating income of \$58,074. Non-operating revenues and expenses resulted in a loss of (\$86,875). The fund ended the year with a net position of \$673,704.

Central Services Fund - This fund was established to account for the operations and capital purchases associated with the general offices and municipal buildings located at 218, 220, & 300 Slinger Road. The source of revenue is rent and charges for administrative services for various governmental departments and the utilities. In 2023 the office overhead fund had operating revenues of \$645,117 and operating expenditures of \$852,855 which gave the fund a net operating loss of (\$207,738). Non-operating revenue and expenses increased this loss to (\$281,807). The fund ended the year with a net position of \$1,827,423.

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

Economic Factors and Growth

- Net new construction in the Village continued at a strong pace, achieving an increase of 4.79% in 2023. Construction activity picked back up this year, and a couple of larger projects began construction towards the end of the year.
- The Village's equalized value experienced very healthy growth again in 2023, adding \$115,247,100 for an equalized value of \$987,056,300. This represents a 13% increase.
- The Village continues to make productive use of the Tax Increment Finance mechanism for promoting and assisting with economic development. A major commercial service operation began construction in TID #4 in 2023. TID #5 and TID #7, which were created for stand-alone industrial projects, are both performing as originally planned. TID #6 was already generating increment without any major project, based on the strength of property values in the district. In 2023, this district also had two redevelopment projects make major progress which will create a noticeable increase in increment. The big news for 2023 in TID activity was the creation of TID #8 at the southwest quadrant of the I-41 and STH 60 interchange. This district is expected to establish much-needed commercial and service businesses for Village residents and visitors.
- In 2023 the Village created a Tourism Commission and adopted a room tax ordinance in preparation for hospitality businesses that are anticipated in the new TID #8. The Commission will hold its first meeting some time in 2024 to establish guidelines and procedures.

Capital Asset and Debt Administration

Capital assets

The Village of Slinger's investment in capital assets for its governmental and business-type activities as of December 31, 2023 amounts to \$71,168,348 net of accumulated depreciation. This is an increase of \$3,416,275 over the 2022 level, with the bulk of it being in Construction in Progress associated with the Breuer Park and the Info Highway Court reconstruction projects. Investment in capital assets includes land, buildings and improvements, infrastructure, machinery and equipment, and construction in progress.

A summary of the Village's fixed assets is as follows:

VILLAGE OF SLINGER'S CAPITAL ASSETS

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$6,487,534	\$5,998,836	\$926,652	\$769,790	\$7,414,186	\$6,768,626
Buildings & Improvements	12,695,457	11,624,144	17,610,955	16,091,993	30,306,412	27,845,229
Infrastructure	13,829,476	13,829,476	---	---	13,829,476	13,829,476
Vehicles	1,734,950	1,698,672	---	---	1,734,950	1,698,672
Machinery & Equipment	1,914,802	2,014,917	44,283,341	43,284,677	46,198,143	45,170,502
Construction in progress	5,161,656	3,119,629	3,013,028	3,507,257	8,174,684	6,626,886
Accumulated depreciation	(12,587,579)	(11,828,060)	(23,901,924)	(22,359,258)	(36,489,503)	(34,187,318)
Total Capital Assets	\$29,236,296	\$26,457,614	\$41,932,052	\$41,294,459	\$71,168,348	\$67,752,073

VILLAGE OF SLINGER
Slinger, Wisconsin

MANAGEMENT DISCUSSION AND ANALYSIS
December 31, 2023

Capital Asset and Debt Administration

Long-term Debt

At the end of the current fiscal year, the Village of Slinger had a total general obligation debt outstanding of \$14,597,451 entirely backed by the full faith, credit and resources of the Village. Most of this amount is listed under Governmental Activities.

The Village initiated a \$27,900 promissory note to finance a portion of the software conversion that took place in 2015. This is a long-term debt but not included as part of the Village's general obligation debt. The balance of this note at the end of 2023 was \$465. At the end of 2023, the Village initiated a State Trust Fund loan in the amount of \$1,000,000 to finance the purchase of land that will be used to construct a new Police Department facility and to supplement a 2021 donation that was used to purchase the Slinger Historic Museum property.

The Village was able to reduce the balances on its equipment loans increased in 2023 by nearly \$100,000.

State statutes limit the amount of general obligation debt a governmental entity may issue to 5 percent of its total equalized valuation. With a total equalized value of \$987,056,300, the Village's general obligation debt limit is \$49,352,815 at this time. This means that the Village's current general obligation level is 29.6% of the permitted limit.

VILLAGE OF SLINGER'S OUTSTANDING DEBT

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
G.O. and STFL Debt	\$13,712,451	\$13,345,000	\$885,000	\$1,160,000	\$14,597,451	\$14,505,000
Promissory Note	465	3,255	---	---	465	3,255
Revenue Bonds	---	---	6,310,467	6,758,233	6,310,467	6,758,233
Equipment loans	272,939	371,863	---	---	272,939	371,863
Total	\$13,985,855	\$13,720,118	\$7,195,467	\$7,918,233	\$21,181,322	\$21,638,351

Requests for Information

The financial report is designed to provide a general overview of the Village of Slinger's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Village of Slinger Treasurer, 300 Slinger Road, Slinger WI 53086.

VILLAGE OF SLINGER
Slinger, Wisconsin

Statement of Net Position
December 31, 2023

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
Assets:			
Cash and investments	\$ 6,503,221	\$ 3,621,992	\$ 10,125,213
Taxes receivable	2,855,129	---	2,855,129
Accounts receivable	131,021	817,560	948,581
Delinquent taxes receivable	9,437	---	9,437
Other receivables	---	70,352	70,352
Impact fees receivable	463,840	190,944	654,784
Interest receivable	18,470	19,013	37,483
Lease receivable	---	18,527	18,527
Interfund balances	587,014	(587,014)	---
Materials and supplies inventory	---	17,596	17,596
Restricted cash and investments	2,125,748	791,481	2,917,229
Noncurrent lease receivable	---	497,342	497,342
Capital Assets			
Land and construction in progress	11,649,190	3,939,680	15,588,870
Other capital assets, net of accumulated depreciation	17,587,106	37,992,372	55,579,478
Net capital assets	<u>29,236,296</u>	<u>41,932,052</u>	<u>71,168,348</u>
Total assets	41,930,176	47,389,845	89,320,021
Deferred outflows of resources:			
Deferred outflows related to pensions	2,629,356	844,034	3,473,390
Deferred outflows related to OPEB - life insurance	64,362	20,660	85,022
Deferred outflows related to OPEB - health	15,675	8,527	24,202
Total deferred outflows of resources	<u>2,709,393</u>	<u>873,221</u>	<u>3,582,614</u>
Liabilities:			
Accounts payable	1,141,685	1,993,629	3,135,314
Accrued liabilities	61,226	---	61,226
Special deposits	3,142,555	559,500	3,702,055
Unearned ARPA grant funds	2,065	---	2,065
Accrued interest payable due from restricted assets	---	33,210	33,210
Accrued interest payable	168,765	4,133	172,898
Deposits payable from restricted assets	143,031	---	143,031
Current portion of long-term debt - net	816,816	285,000	1,101,816
Current maturities due from restricted assets	---	518,587	518,587
Long-term liabilities:			
Noncurrent portion of long-term debt - net	13,790,374	6,530,047	20,320,421
Net pension liability	699,839	224,650	924,489
Net OPEB liability - life insurance	122,098	39,195	161,293
Accrued vacation and sick leave	160,226	111,163	271,389
Net OPEB liability - health	88,247	28,329	116,576
Total liabilities	<u>20,336,927</u>	<u>10,327,443</u>	<u>30,664,370</u>
Deferred inflows of resources:			
Tax roll	4,813,305	---	4,813,305
Deferred inflows related to pensions	1,475,369	473,600	1,948,969
Deferred inflows related to OPEB - life insurance	84,760	27,208	111,968
Deferred inflows related to OPEB - health	97,299	37,561	134,860
Deferred inflows related to leases	---	514,108	514,108
Total deferred inflows of resources	<u>6,470,733</u>	<u>1,052,477</u>	<u>7,523,210</u>
Net Position (Deficits):			
Net investment in capital assets	14,460,341	34,561,075	49,021,416
Restricted for:			
Debt service	1,972,028	---	1,972,028
Other purposes	1,587,719	239,684	1,827,403
Unrestricted	(188,179)	2,082,387	1,894,208
Total net position	<u>\$ 17,831,909</u>	<u>\$ 36,883,146</u>	<u>\$ 54,715,055</u>

The accompanying notes to financial statements
are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin

Statement of Activities

For the Year Ended December 31, 2023

	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental:						
General government	\$ 584,119	\$ 291,187	\$ 9,144	\$ (281,288)	\$ ---	\$ (281,288)
Public safety	2,830,450	179,618	2,080	(2,648,752)	---	(2,648,752)
Public works	1,481,797	50,624	381,101	(909,988)	---	(909,988)
Health and human services	631	---	---	(631)	---	(631)
Culture, recreation and education	977,984	236,361	240,216	(501,407)	---	(501,407)
Conservation and development	87,506	---	---	(87,506)	---	(87,506)
Interest and fiscal charges	768,628	---	---	(768,628)	---	(768,628)
Unallocated depreciation*	382,661	---	---	(382,661)	---	(382,661)
Total governmental activities	7,113,776	757,790	632,541	(5,580,861)	---	(5,580,861)
Business-type:						
Electric	5,054,111	5,156,317	---	---	102,206	102,206
Water	1,271,206	1,227,096	---	---	(44,110)	(44,110)
Sewer	1,783,218	1,775,654	---	---	53,432	53,432
Stormwater	722,106	486,148	---	---	24,842	24,842
Total business-type activities	8,830,641	8,645,215	---	---	136,370	136,370
Total Village of Slinger	\$ 15,944,417	\$ 9,403,005	\$ 632,541	\$ (5,580,861)	\$ 136,370	\$ (5,444,491)

General revenues and transfers:

Taxes:						
Property taxes, levied for general purposes				2,896,762	---	2,896,762
Property taxes, levied for debt service				623,029	---	623,029
Property taxes, levied for library				186,630	---	186,630
Property taxes, levied for recreation				132,573	---	132,573
Property taxes, levied for capital projects				263,038	---	263,038
Property taxes, levied for TIF district				416,591	---	416,591
Other taxes				26,627	---	26,627
Grants and contributions not restricted to specific programs				162,641	---	162,641
Earnings on investments				207,541	133,159	340,700
Loss on disposal of capital assets				(72,474)	---	(72,474)
Miscellaneous				70,999	---	70,999
Transfers				56,868	---	56,868
Transfers - pilot				316,831	(316,831)	---
Total general revenues and transfers				5,287,656	(178,473)	5,109,183
Change in net position				(293,205)	(42,103)	(335,308)
Net position - beginning				18,125,114	36,925,249	55,050,363
Net position - ending				\$ 17,831,909	\$ 36,883,146	\$ 54,715,055

* This amount excludes the depreciation that is included in the direct expenses of the various programs

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin

Balance Sheet
Governmental Funds
December 31, 2023

	<u>General Fund</u>	<u>Capital Projects and Equipment Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:				
Cash and investments	\$ 2,436,725	\$ ---	\$ 3,267,570	\$ 5,704,295
Receivables:				
Taxes	1,771,772	160,966	922,391	2,855,129
Accounts	131,021	---	---	131,021
Delinquent taxes	9,437	---	---	9,437
Impact fees receivable	---	---	463,840	463,840
Interest	9,083	---	5,889	14,972
Due from other funds	720,835	400,000	696,705	1,817,540
Restricted assets:				
Cash and investments	1,800,484	325,264	---	2,125,748
Advances to other funds	789,318	---	85,936	875,254
Total assets	7,668,675	886,230	5,442,331	13,997,236
Liabilities:				
Accounts payable	176,357	892,932	32,478	1,101,767
Accrued liabilities	47,610	---	13,616	61,226
Deposits	3,142,555	---	---	3,142,555
Unearned ARPA grant funds	2,065	---	---	2,065
Due to other funds - other	---	435,515	26,470	461,985
Advances from other funds	---	---	1,022,428	1,022,428
Payable from restricted assets:				
Deposits	143,031	---	---	143,031
Total liabilities	3,511,618	1,328,447	1,094,992	5,935,057
Deferred Inflows of Resources:				
Tax roll	2,986,933	271,364	1,555,008	4,813,305
Unavailable impact fees receivable	---	---	463,840	463,840
	2,986,933	271,364	2,018,848	5,277,145
Fund Balances (Deficits):				
Nonspendable	798,755	---	85,936	884,691
Restricted	---	325,264	3,234,483	3,559,747
Unassigned	371,369	(1,038,845)	(991,928)	(1,659,404)
Total fund balances (deficits)	\$ 1,170,124	\$ (713,581)	\$ 2,328,491	\$ 2,785,034

The accompanying notes to financial statements
are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin

**Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position**
December 31, 2023

Total fund balances for governmental funds	\$ 2,785,034
Total net position reported for governmental activities in the statement of net position is different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental fund statements.	
Land and construction in progress	11,364,810
Other capital assets, net of accumulated depreciation	11,069,209
The Village's impact fees receivable will not be available to pay for the current period's expenditures, and therefore are reported as deferred inflows of resources in the fund statements.	
	463,840
The Village's proportionate share of the net pension liability at the WRS is reported on the statement of net position, but is not reported in the governmental funds.	
	(645,757)
The Village's proportionate share of the net OPEB liability for the Local Retiree Life Insurance Fund ("LRLIF") administered by the Wisconsin Department of Employee Trust Funds ("ETF") is reported on the statement of net position, but is not reported in the governmental funds.	
	(112,663)
Deferred outflows and inflows of resources related to pensions, OPEB - life insurance and OPEB - health are applicable to future periods, and therefore, are not reported in the governmental funds.	
Deferred outflows related to pensions	2,426,163
Deferred inflows related to pensions	(1,361,354)
Deferred outflows related to OPEB - health	14,450
Deferred inflows related to OPEB - health	(89,656)
Deferred outflows related to OPEB - life insurance	59,388
Deferred inflows related to OPEB - life insurance	(78,210)
Long-term liabilities applicable to the Village's governmental activities are not due and payable in the current period and accordingly are not reported as governmental fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net position.	
Accrued interest on bonds	(135,116)
Compensated absences	(151,001)
Other post-employment benefits	(81,426)
Long-term debt	(9,698,901)
Unamortized bond premiums	(498,028)
Internal service funds are used by the Village to charge overhead to individual funds. The assets, liabilities, deferred inflows and deferred outflows of the internal service funds are included in governmental activities in the statement of net position; but are reported as proprietary funds, not governmental funds in the fund financial statements.	
	<u>2,501,127</u>
Total net position of governmental activities	<u>\$ 17,831,909</u>

The accompanying notes to financial statements
are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2023

	<u>General Fund</u>	<u>Capital Projects and Equipment Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenue:				
Taxes	\$ 2,923,389	\$ 263,038	\$ 1,358,823	\$ 4,545,250
Intergovernmental	545,822	52,067	148,927	746,816
Licenses and permits	234,462	---	---	234,462
Fines, forfeits and penalties	68,828	14,859	7,406	91,093
Public charges for services	113,625	---	315,767	429,392
Intergovernmental charges for services	40,817	---	---	40,817
Miscellaneous	116,256	53,906	199,017	369,179
Total revenues	<u>4,043,199</u>	<u>383,870</u>	<u>2,029,940</u>	<u>6,457,009</u>
Expenditures:				
Current:				
General government	327,121	23,889	118,368	469,378
Public safety	2,712,313	33,575	---	2,745,888
Public works	1,079,857	---	---	1,079,857
Health and human services	631	---	---	631
Culture, recreation and education	238,420	---	682,703	921,123
Conservation and development	83,983	---	219,846	303,829
Capital outlay	---	3,279,107	291,605	3,570,712
Debt service:				
Principal	---	---	480,904	480,904
Interest and fiscal charges	---	---	443,533	443,533
Total expenditures	<u>4,442,325</u>	<u>3,336,571</u>	<u>2,236,959</u>	<u>10,015,855</u>
Excess (deficiency) of revenues over (under) expenditures	(399,126)	(2,952,701)	(207,019)	(3,558,846)
Other Financing Sources (Uses):				
Proceeds on the sale of capital assets	---	24,611	---	24,611
Operating transfers in	---	---	145,000	145,000
Transfers from proprietary funds - pilot	316,831	---	---	316,831
Operating transfers (to) from enterprise funds	15,952	---	40,916	56,868
Operating transfers out	---	---	(145,000)	(145,000)
Net other financing sources (uses)	<u>332,783</u>	<u>24,611</u>	<u>40,916</u>	<u>398,310</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(66,343)	(2,928,090)	(166,103)	(3,160,536)
Fund Balances (Deficits), January 1	<u>1,236,467</u>	<u>2,214,509</u>	<u>2,494,594</u>	<u>5,945,570</u>
Fund Balances (Deficits), December 31	<u>\$ 1,170,124</u>	<u>\$ (713,581)</u>	<u>\$ 2,328,491</u>	<u>\$ 2,785,034</u>

The accompanying notes to financial statements
are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin

**Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances
to the Statement of Activities**

For the Year Ended December 31, 2023

Net change in fund balances - total governmental funds	\$(3,160,536)
The change in net position reported for governmental activities in the statement of activities is different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Governmental capital outlays in the governmental fund financial statements	3,570,712
Depreciation expense	(597,701)
Certain capital assets were contributed by outside parties. As no current financial resources were used as a result of these contributions, they are not recorded in the governmental fund statements.	
	88,017
Capital assets are not reported in the governmental funds, therefore governmental funds do not report gains or losses on their disposal like the statement of activities does.	
	(95,649)
Repayment of debt principal is an expenditure in the governmental funds, but reduces liability in the statement of net position.	
	480,904
Amortization reduces the balance of the respective liabilities. The amortization is a reduction of expenditure on the statement of activities, but it is not shown in the governmental funds.	
Amortization of debt premium	29,201
Net OPEB - life insurance obligations are recognized as paid in the governmental funds but recognized as the expense is incurred in the statement of activities.	
OPEB - life insurance expense	(19,995)
Village OPEB - life insurance contributions	593
In the Statement of Activities the cost of pension benefits earned net of employee contributions is reported as pension revenue (expense). In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used.	
Pension expense	(279,996)
Village pension contributions	153,073
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources; revenues are not recognized until available. In the statement of activities, however, which is presented on the accrual basis, expenses, revenues and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. Also, revenues are recognized when they are available under the modified accrual basis, rather than when they are earned. The following adjustments are created by these differences in accounting methods:	
Compensated absences	8,324
Other post-employment benefits	(8,449)
Accrued interest on bonds	(93,021)
Internal service funds are used by the Village to charge overhead to individual funds. The net increase (decrease) in net position of internal service funds is reported with governmental activities on the Statement of Activities; but are reported as proprietary funds, not governmental funds in the fund financial statements.	
	<u>(368,682)</u>
Net change in net position	<u>\$ (293,205)</u>

The accompanying notes to financial statements
are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin
Statement of Net Position
Proprietary Funds
December 31, 2023

	Enterprise Funds				Internal Service Funds	
	Electric Utility	Water Utility	Sewer Utility	Stormwater Utility	Central Equipment Fund	Central Services Fund
Assets:						
Current Assets:						
Cash and equivalents	1,269,047	613,304	512,710	55,844	2,450,905	55,631
Investments	504,434	500,307	166,346	---	1,171,087	---
Receivables:						
Customer accounts	498,792	104,222	150,626	63,920	817,560	---
Other	38,746	12,431	19,175	---	70,352	---
Interest	1,974	12,020	5,019	---	19,013	3,498
Impact fees	---	---	190,944	---	190,944	---
Lease	11,764	18,527	---	---	18,527	---
Inventories	2,324,757	1,286,643	1,044,820	119,764	4,755,984	746,793
Total current assets						
Noncurrent Assets:						
Restricted assets:						
Cash and equivalents	192,317	146,331	452,833	---	791,481	---
Lease receivable (net of current portion)	---	497,342	---	---	497,342	---
Advances to other funds	---	109,488	513,288	61,932	684,708	---
Land and construction in progress	250,275	1,387,041	2,054,681	247,683	3,939,680	284,380
Other capital assets, net of accumulated depreciation	7,655,246	10,164,716	14,766,763	5,405,647	37,992,372	1,442,666
Total noncurrent assets	8,097,838	12,304,918	17,787,565	5,715,262	43,905,583	5,359,611
Total assets	10,422,595	13,571,561	18,832,385	5,835,026	48,661,567	6,106,404
Deferred Outflows of Resources						
Deferred outflows related to pensions	199,720	353,591	232,370	58,353	844,034	38,207
Deferred outflows related to OPEB - life insurance	4,889	8,655	5,688	1,428	20,660	935
Deferred outflows related OPEB - health	4,460	2,218	1,486	363	8,527	131
Total deferred outflows of resources	209,069	364,464	239,544	60,144	873,221	40,236
Liabilities:						
Current Liabilities:						
Accounts payable	1,129,067	468,788	375,574	20,200	1,993,629	3,083
Accrued vacation and sick	28,871	35,817	27,432	19,043	111,163	1,271
Deposits	569,500	---	---	---	569,500	---
Due to other funds	157,825	187,192	---	926,705	1,271,722	83,833
Current maturities of long-term debt	---	---	285,000	---	285,000	102,215
Accrued interest	---	---	4,133	---	4,133	3,513
Payable from restricted assets:						
Current maturities of long-term debt	102,318	93,211	323,058	---	518,587	---
Accrued interest	3,747	9,100	20,363	---	33,210	---
Total current liabilities	1,981,328	794,108	1,035,560	965,948	4,776,944	110,082
Noncurrent Liabilities:						
Advances from other funds	---	---	---	---	---	537,534
Net pension liability	53,158	94,113	61,848	15,531	224,650	10,169
Net OPEB - life insurance liability	9,274	16,420	10,791	2,710	39,195	1,774
Net OPEB - health liability	6,703	11,868	7,799	1,959	28,329	5,538
State trust fund loans	---	---	---	---	---	1,283
Bonds payable	1,091,421	1,772,811	3,665,815	---	6,530,047	1,000,000
Noncurrent portion of long-term debt	---	---	---	---	---	---
Total liabilities	3,141,884	2,689,320	4,781,813	986,148	11,599,165	835,822
Deferred Inflows of Resources						
Deferred inflows related to pensions	112,066	198,405	130,386	32,743	473,600	21,439
Deferred inflows related to OPEB - life insurance	6,438	11,398	7,491	1,881	27,208	1,232
Deferred inflows related to OPEB - health	13,158	13,333	8,838	2,232	37,561	6,336
Deferred inflows related to Leases	---	514,108	---	---	514,108	---
Total deferred inflows of resources	131,662	737,244	146,715	36,856	1,052,477	29,007
Net Position:						
Net investment in capital assets	6,708,035	9,676,635	12,523,075	5,653,330	34,561,075	1,166,213
Restricted	86,252	44,020	109,412	---	239,684	---
Unrestricted	563,631	788,606	1,510,914	1,781,164	2,082,367	(492,509)
Total net position	7,358,118	10,509,461	14,143,401	7,434,494	36,883,146	673,704

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin

Statement of Revenues, Expenditures and Changes in Net Position
Proprietary Funds

For the Year Ended December 31, 2023

	Enterprise Funds				Internal Service Funds	
	Electric Utility	Water Utility	Sewer Utility	Stormwater Utility	Central Equipment Fund	Central Services Fund
Operating Revenues:						
Charges for service	\$ 5,156,317	\$ 1,227,096	\$ 1,775,654	\$ 486,148	\$ ---	\$ ---
Forfeited discounts	7,039	1,994	2,827	1,019	---	---
Interfund charges for services	---	---	---	---	531,158	644,200
Other	8,142	359	721	5	1,089	917
Total operating revenues	5,171,498	1,229,449	1,779,202	487,172	532,247	645,117
Operating Expenses:						
Operation and maintenance	4,402,767	910,083	987,831	469,011	297,135	647,232
Depreciation and amortization	599,156	298,108	629,500	253,095	177,038	205,623
Taxes	8,106	10,776	14,563	---	---	---
Total operating expenses	5,010,029	1,218,967	1,631,894	722,106	474,173	852,855
Net operating income (expense)	161,469	10,482	147,308	(234,934)	58,074	(207,738)
Nonoperating Revenues (Expenses):						
Interest income	22,013	36,504	38,778	3,113	371	4,361
Rent income	---	39,961	---	---	---	---
Loss on disposal of assets	---	---	---	---	(121,431)	---
Interest and fees on long-term debt	(44,082)	(52,239)	(151,324)	---	(23,889)	(82,461)
Gain on investments	10,979	15,259	6,513	---	---	4,031
Net nonoperating revenue (expense)	(11,090)	39,485	(106,033)	3,113	(144,949)	(74,069)
Net income (loss) before contributions	150,379	49,967	41,275	(231,821)	(86,875)	(281,807)
Operating transfers (to) from governmental funds	(12,157)	(3,795)	(8,291)	(32,625)	---	---
Transfers to governmental funds - pilot	(162,061)	(154,770)	---	---	---	---
Capital contributions	---	---	60,996	260,800	---	---
Net increase (decrease) in net position	(23,839)	(108,598)	93,980	(3,646)	(86,875)	(281,807)
Net Position, January 1	7,381,957	10,618,059	14,049,421	4,875,812	760,579	2,109,230
Net Position, December 31	\$ 7,358,118	\$ 10,509,461	\$ 14,143,401	\$ 4,872,166	\$ 673,704	\$ 1,827,423

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin

**Statement of Cash Flows
Proprietary Funds**

For the Year Ended December 31, 2023

	Enterprise Funds					Internal Service Funds		
	Electric Utility	Water Utility	Sewer Utility	Stormwater Utility	Totals	Central Equipment Fund	Central Services Fund	
Cash Flows from Operating Activities:								
Receipts from customers	\$ 5,490,577	\$ 1,278,349	\$ 1,846,216	\$ 498,515	\$ 9,113,657	\$ ---	\$ ---	
Payments to suppliers	(3,868,593)	(426,194)	(780,082)	(299,938)	(5,374,807)	(308,331)	(436,853)	
Payments to and on behalf of employees	(429,321)	(306,763)	(199,900)	(171,892)	(1,107,876)	(31,611)	(194,437)	
Internal activity - payments from (to) other funds	(16,973)	92,434	(43,195)	551,390	583,656	531,158	728,033	
Other receipts	8,142	40,320	721	5	49,188	1,089	917	
Net cash provided by operating activities	1,183,832	678,146	823,760	578,080	3,263,818	192,305	97,660	
Cash Flows from Noncapital Financing Activities:								
Transfers	(174,218)	(158,565)	(8,291)	(32,625)	(373,699)	---	---	
Cash Flows from Capital and Related Financing Activities:								
Capital expenditures	(75,624)	(384,346)	(486,996)	(603,043)	(1,550,009)	(152,080)	(165,314)	
Proceeds received on advances from other funds	---	---	---	---	---	137,985	---	
Proceeds on long-term debt	---	---	---	---	---	---	1,000,000	
Principal paid on long-term debt	(100,000)	(85,000)	(537,766)	(722,766)	(1,345,532)	(98,924)	(154,436)	
Interest paid on long-term debt	(44,369)	(52,664)	(137,603)	(234,636)	(469,272)	(25,414)	(92,681)	
Net cash provided (used) by for capital and related financing activities:	(219,993)	(522,010)	(1,101,369)	(603,043)	(2,446,415)	(138,433)	587,569	
Cash Flows from Investing Activities:								
Interest received	22,013	36,778	38,778	3,113	100,682	371	4,361	
Purchases of investments	(253,190)	(11,314)	(3,762)	(268,266)	(536,532)	---	(185,831)	
Proceeds on sale of investments	154,085	363,204	368,977	886,266	1,772,472	---	56,048	
Net cash provided (used) by investing activities	(77,092)	388,668	403,993	3,113	718,682	371	(125,422)	
Increase (decrease) in cash and equivalents	712,529	386,239	118,093	(54,475)	1,162,386	54,243	559,807	
Cash and Equivalents, January 1	748,835	373,396	847,450	110,319	2,080,000	1,388	---	
Cash and Equivalents, December 31	\$ 1,461,364	\$ 759,635	\$ 965,543	\$ 55,844	\$ 3,242,386	\$ 55,631	\$ 559,807	
Reconciliation of Cash and Equivalents to Statement of Net Position:								
Cash and equivalents	\$ 1,269,047	\$ 613,304	\$ 512,710	\$ 55,844	\$ 2,450,905	\$ 55,631	\$ 559,807	
Restricted cash and equivalents	192,317	146,331	452,833	---	791,481	---	---	
Total cash and equivalents	\$ 1,461,364	\$ 759,635	\$ 965,543	\$ 55,844	\$ 3,242,386	\$ 55,631	\$ 559,807	

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin

**Statement of Cash Flows
Proprietary Funds**

For the Year Ended December 31, 2023

	Enterprise Funds				Internal Service Funds		
	Electric Utility	Water Utility	Sewer Utility	Stormwater Utility	Central Equipment Fund	Central Services Fund	
\$	161,469	\$ 10,482	\$ 147,308	\$ (234,934)	\$ 58,074	\$ (207,738)	
	---	39,961	---	---	---	---	
	---	122,037	---	---	---	---	
	---	31,325	---	---	---	---	
	599,156	312,170	615,438	253,095	177,038	205,623	
	327,221	49,259	67,736	11,348	---	---	
	1,549	50,852	(43,195)	24,685	---	---	
	44,109	19,909	13,552	3,527	1,434	10,273	
	(5,314)	2,538	1,572	370	422	981	
	(4,535)	1,012	592	130	319	221	
	60,177	38,601	20,757	519,859	(44,982)	88,300	
\$	1,183,832	\$ 678,146	\$ 823,760	\$ 578,080	\$ 192,305	\$ 97,660	

Reconciliation of operating income (loss) to net cash provided (used) by operating activities:

Operating income (expense)	
Adjustments to Reconcile Operating Income to Net Cash Provided (used) by Operating Activities:	
Rents received	39,961
Write off of construction in progress	122,037
Transfer of construction in progress	31,325
Depreciation and amortization	1,779,859
Changes in Assets and Liabilities:	
Receivables	455,564
Advances to other funds	33,891
WRS pension accrual	81,097
OPEB - life insurance accrual	(834)
OPEB - health accrual	(2,801)
Payables	639,394

Net cash provided by operating activities

Noncash Capital and Related Financing Activities:

Capital asset contributions	
Construction in progress accrued at year end	

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF SLINGER

Slinger, Wisconsin

Statement of Fiduciary Net Position

December 31, 2023

	<u>Custodial Fund</u>
	<u>Tax Collection Fund</u>
Assets:	
Cash and equivalents	\$ 3,017,794
Taxes receivable	4,379,357
Total assets	<u>\$ 7,397,151</u>
Liabilities:	
Accounts payable	\$ 9,577
Due to other governmental units	7,387,574
Total liabilities	<u>\$ 7,397,151</u>

Statement of Changes in Fiduciary Net Position

December 31, 2023

	<u>Custodial Fund</u>
	<u>Tax Collection Fund</u>
Additions:	
Collection of property taxes	\$ 7,141,095
Deductions:	
Distributions to other governmental units	7,141,095
Net change in fiduciary net position	---
Net position, January 1	---
Net position, December 31	<u>\$ ---</u>

The accompanying notes to financial statements
are an integral part of these statements.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023

1. Summary of Significant Accounting Policies

The Village of Slinger, Wisconsin (“Village”) was incorporated in 1869. The Village’s major operations include police and fire protection, parks, library and recreation, public works and general administrative services. In addition, the Village owns and operates electric, water, sewer and stormwater utilities.

The Village’s financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”). The Governmental Accounting Standards Board (“GASB”) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies used by the Village are discussed below.

A. Scope of Reporting Entity

This report includes all of the funds of the Village of Slinger. The reporting entity for the Village is based upon criteria established by the Governmental Accounting Standards Board. All functions of the Village of Slinger for which it exercises financial accountability are generally evidenced by an appointment of a voting majority of the other organization’s governing board and either (a) an ability of the Village to impose its will on the other organization or (b) the existence of a potential for the component unit to provide specific financial benefits to or impose financial burdens on the Village. This report includes the Redevelopment Authority of the Village of Slinger, which is considered a component unit. It is reported as a blended component unit of the Village. The combined financial statements exclude the School District of Slinger and the Slinger Housing Authority because the Village does not have operational responsibility over these entities.

B. Basic Financial Statements – Government-Wide Statements

The Village’s basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village’s major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village’s police and fire protection, parks, library and recreation, public works, and general administrative services are classified as governmental activities. The Village’s electric, water, sewer and stormwater services are classified as business-type activities.

In the government-wide statement of net position, both the government and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. Eliminations have been made to minimize the double-counting of internal activities. The Village’s net position is reported in three parts – net investment in capital asset; restricted net position; and unrestricted net position. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide statement of activities reports both the gross and net cost of each of the Village’s functions and business-type activities (police, fire, public works, etc.). The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The statement of activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (police, public works, etc.) or business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. The Village does not allocate indirect costs. The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, intergovernmental revenues, interest income, etc.).

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village’s net position resulting from the current year’s activities.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

1. Summary of Significant Accounting Policies (continued)

C. Basic Financial Statements – Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the major governmental funds of the Village:

1. **General Fund** - The general fund is the general operating fund of the Village. It is used to account for all financial resources except those to be accounted for in another fund.
2. **Capital Projects and Equipment Fund** – These funds are used to levy taxes and borrow funds for capital improvements and purchases such as squad cars and squad equipment, street reconstruction projects and other capital projects not covered under individual department budgets.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The accounting principles applicable are those similar to those used for business in the private sector. The following is a description of the proprietary funds of the Village, all of which the Village considers to be major proprietary funds:

1. **Enterprise Funds** - Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. All of the Village's enterprise funds are considered to be major funds.
2. **Internal Service Funds** - Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Village or to other governments, on a cost-reimbursement basis. All of the Village's internal service funds are considered to be major funds.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

1. Summary of Significant Accounting Policies (continued)

C. Basic Financial Statements – Fund Financial Statements (continued)

Proprietary Funds (continued)

The Village's internal service funds are presented in the proprietary funds financial statements. Because the only users of the internal services are the Village's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity (police, fire, public works, etc.).

Fiduciary Funds

Fiduciary Funds are used to report assets held in a trustee or custodial capacity for others and therefore are not available to support Village programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds. The Village's fiduciary funds are presented in the fiduciary fund financial statements. Since, by definition, these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

D. 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 or 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 of resources. 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 Village's sewer 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 funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Village considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures in governmental funds when paid. Payments for capital acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

1. Summary of Significant Accounting Policies (continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Fund Financial Statements (continued)

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

Intergovernmental aids and grants are recognized as revenues in the period the Village is entitled to the resources and the amounts are available. Amounts owed to the Village which are not available are recorded as receivables and deferred inflows of resources. Amounts received prior to meeting eligibility requirements are recorded as unearned revenue.

Permits, licenses, penalties, fines, fees, etc. (except cable television fees), public charges for services, public improvement revenues and commercial revenues (except investment earnings) are recorded as revenues when received because they are generally not measurable until actually received. Cable television fees, intergovernmental charges for services, and investment earnings are considered susceptible to accrual and are recorded as earned since they are measurable and available. Impact fees receivable are not available at year end and therefore are recorded as deferred inflows of resources.

The proceeds from assessments levied for benefits to property owners for installation of sidewalks, roads, and other improvements are recorded as deferred inflows of resources with revenue recognition being the time the assessment becomes both measurable and available (generally at the time of collection).

No allowances for uncollectible accounts have been reflected in the financial statements. Delinquent real estate taxes of the Village are paid in full by the county, which assumes the responsibility for collection. In addition, delinquent user charges are placed on the tax roll if not collected.

The Village reports deferred inflows of resources on its governmental funds balance sheet. Deferred inflows arise from taxes levied in the current year which are for subsequent years' operations. For governmental fund financial statements, deferred inflows of resources arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred inflows of resources is removed from the balance sheet and revenue is recognized.

Long-term advances between funds are recorded as receivable and as nonspendable fund balance by the advancing fund.

During the course of normal operations, the Village has numerous transactions between funds including expenditures and transfers of resources to provide services, construct assets, service debt, etc. The accompanying financial statements generally reflect such transactions as operating transfers or as capital contributions.

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

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

1. Summary of Significant Accounting Policies (continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Fund Financial Statements (continued)

The Village of Slinger Sewer and Stormwater utilities user charges are regulated and established by the Village Board. The Village of Slinger Electric and Water Utilities operate under service rules which are established by the Public Service Commission of the State of Wisconsin. Customers are billed monthly for utility services.

The Village of Slinger Utilities are municipal utilities. Municipal utilities are exempt from income taxes and, therefore, no income tax liability is recorded.

The proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the Utility's ongoing operations. The principal operating revenues of the Utility are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on Utility/Municipal financed capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

E. Cash and Equivalents and Investments

The Village has defined cash and equivalents to include cash on hand, and all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased.

Investments are measured at fair value on a recurring basis. *Recurring* fair value measurements are those that GASB Statements require or permit in the statement of net position at the end of each reporting period.

As discussed in Footnote 2, the Village categorizes the fair value measurements of its investments based on the hierarchy established by GAAP. The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Government Bonds, Government Agency Bonds, Municipal Bonds: Valued at the present value of future cash flows

The preceding method described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Village believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Interest income is recorded on the accrual basis. Interest income on commingled investments of Village accounting funds is allocated based on average investment balances. Purchases and sales of investments are recorded on a trade-date basis. Realized and unrealized gains and losses of the Village's assets are reported in the statement of revenues, expenditures and changes in fund balances/net position.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

1. Summary of Significant Accounting Policies (continued)

F. Receivables

In the government-wide statements, receivables consist of all revenues earned or to which the Village is otherwise entitled and has not yet received.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as intergovernmental grants and aids and other similar revenues since they are usually both measurable and available. Receivables collectible, but not available, are deferred in the fund financial statements in accordance with the modified accrual basis of accounting, but not deferred in the government-wide financial statements in accordance with the accrual basis of accounting. Interest earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available.

Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Management has determined that no allowance is necessary at December 31, 2023. No provision for uncollectible accounts receivable has been made for the enterprise funds 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.

The impact fees receivable are fees that the developer has chosen to defer payment on. The funds are currently held in letters of credit to be turned over to the Village as they expire. The Village will receive \$519,584 during 2024 and \$135,200 during 2025.

The Village's lease receivable is measured at the present value of lease payments expected to be received during the lease term. A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

Property taxes are recorded in the year levied as receivables and deferred inflows of resources. They are recognized as revenues in the succeeding year when services financed by the levy are provided. In addition to property taxes for the municipality, taxes are collected for and remitted to the state and county governments as well as the local and vocational school districts. Taxes for all state and other local governmental units billed in the current year for the succeeding year are recorded as a receivable and reflected as due to other taxing units on the accompanying Statement of Fiduciary Assets and Liabilities. Taxes are levied in December on the assessed value as of the prior January 1.

Property Tax Calendar - 2023 Tax Roll:

Levy date	December 2023
Tax bills mailed	December 2023
Payment in full, or	January 31, 2024
First installment due	January 31, 2024
Second installment due to County	July 31, 2024
Personal property taxes due in full	January 31, 2024
Tax Settlement with County and other taxing units:	
First settlement	January 15, 2024
Second settlement	February 20, 2024
Final settlement	August 20, 2024
Tax sale by County - 2023 delinquent real estate taxes	October 2027

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

1. Summary of Significant Accounting Policies (continued)

G. Inventories

Inventories in the proprietary funds are generally used for construction, operation and maintenance work, not for resale. They are valued at the lower of cost or market utilizing the average cost method and are charged to construction and expense when used.

H. 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.

I. Capital Assets

Government-Wide Statements

Capital assets, which include property, plant and equipment and intangible assets, are reported in the government-wide financial statements. Capital assets purchased or constructed with an original cost of \$5,000 or more are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of donation. General infrastructure assets acquired prior to January 1, 2003 are reported at estimated historical cost using deflated replacement cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Capital assets in the governmental activities are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful lives (years)</u>
Land improvements	10 - 40
Buildings	10 - 40
Infrastructure (except traffic signals - 15)	30
Vehicles	4 - 10
Computer equipment	5 - 10
Equipment	7 - 15

Governmental Funds

In the fund financial statements, capital assets acquired in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund.

Proprietary Funds

Fixed assets used in proprietary fund operations are accounted for in the same manner as in the government-wide statements. The purchases of fixed assets in proprietary funds are capitalized in the accounts. Fixed assets are recorded at cost. Donated fixed assets are recorded at their estimated fair value at the time received. The provision for depreciation is computed at straight-line rates applied to average plant balances. The rates used were approved by the public service commission. The depreciation lives are as follows:

	<u>Years</u>		<u>Years</u>
Water Plant in Service:		Electric Plant in Service:	
Source of supply	33	Distribution	22 - 34
Pumping	20 - 45	General	7 - 40
Water treatment	15		
Transmission and distribution	20 - 135	Sewer Plant in Service	36
General	7 - 20	Stormwater Plant in Service	30

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

1. Summary of Significant Accounting Policies (continued)

I. Capital Assets (continued)

Proprietary Funds (continued)

Additions to and replacements of Utility plant 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.

Internal Service Fund

The purchases of fixed assets in the internal service fund are capitalized in the accounts. Fixed assets are recorded at cost. The provision for depreciation is computed at straight-line rates applied to average plant balances. The lives are between three and forty years.

J. Compensated Absences

The liability for accumulated sick leave reported in the government-wide and proprietary fund statements and consists of unpaid, accumulated annual sick leave balances. Employees may accrue up to a maximum of 480 hours, and will be paid out at a maximum of 50%. The liability has been calculated using the vested method. Due to the long-term nature of the accumulated benefits, the governmental fund statements do not report this liability. Compensated absences are generally liquidated by the general fund.

K. Long-term Obligations

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 the debt and premiums on issuance are reported as other financing sources. Payments of principal and interest, losses on debt refunding, as well as costs of issuance are reported as expenditures.

For the government-wide statements, bond premiums are deferred and amortized over the life of the issue using the effective interest method. Gains or losses on prior refunding are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for premiums is shown as a liability on the statement of net position. The balance at year end for gains/losses, is shown as a deferred outflow of resources or deferred inflow of resources on the statement of net position. The accounting for proprietary fund obligations is the same in the fund financial statements as it is in the government-wide financial statements.

L. Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

1. Summary of Significant Accounting Policies (continued)

M. Net Position 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 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 the 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 position that does not meet the definition of “restricted” or “net investment in capital assets.”

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

Fund Statements

Governmental fund equity is classified as fund balance. GASB establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The initial distinction that is made is identifying amounts that are considered nonspendable. Fund balance is further classified as restricted, committed, assigned and unassigned. The Village’s fund balance classification policies and procedures are as follows:

- a. **Nonspendable** – Amounts that cannot be spent because they are either not in spendable form (i.e. convertible into cash) or legally required to be maintained intact.
- b. **Restricted** – Either externally imposed or imposed by law through constitutional provisions or enabling legislation.
- c. **Committed** – Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village’s Board of Trustees.
- d. **Assigned** – Amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes.
- e. **Unassigned** – The residual classification for the General Fund (fund balance that has not been restricted, committed, or assigned to specific purposes within the General Fund), and deficit fund balances within other funds.

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

1. Summary of Significant Accounting Policies (continued)

M. Net Position Classifications (continued)

Fund Statements (continued)

Currently, the Village does not have an official policy regarding the fund balance classifications. The Village applies resources in the following order when expense is incurred for purposes for which multiple fund balances are available: restricted, committed, assigned, unassigned. The Village's does not have a minimum fund balance policy.

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

N. Deferred Outflows and Inflows of Resources

The separate financial statement elements, deferred inflows and deferred outflows of resources, represents an increase or decrease in net position or fund balance that applies to a future period(s) and thus, will not be recognized as an inflow of resources (revenue) or outflow of resources (expenditure) until then.

O. 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
- 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 refund of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Pensions are generally liquidated by the general fund.

P. Other Post-Employment Benefits (OPEB) – Life Insurance

The fiduciary net position of the Local Retiree Life Insurance Fund ("LRLIF") has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring:

- Net OPEB Liability
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Other Post-Employment Benefits, and
- OPEB Expense (Revenue)

Information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIF's fiduciary net position have been determined on the same basis as they are reported by LRLIF. 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. OPEB benefits are generally liquidated by the general fund.

Q. Subsequent Events

Management has evaluated all subsequent events for possible recognition or disclosure through the date the financial statements were available to be distributed, May 7, 2024. See footnote 6, 9 and 20.F for subsequent events. There were no other subsequent events that required recognition or disclosure.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

2. Summary of Significant Accounting Policies (continued)

R. Lease Receivable

The Village's lease receivable is measured at the present value of lease payments expected to be received during the lease term.

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

2. Cash and Equivalents and Investments

Cash and equivalents and investments as shown on the Village's statement of net position are subject to the following risks:

	<u>Cash</u>	<u>Investments</u>	<u>Total</u>
Petty Cash	\$ 100	\$ ---	\$ 100
Custodial Risk:			
Demand deposits	11,429,943	382,173	11,812,116
Money market	791,481	---	791,481
Local Government Investment Pool (LGIP)	---	99,376	99,376
Interest Rate and Credit Risk:			
Government bonds	---	692,694	692,694
Government agency bonds	---	1,217,582	1,217,582
Municipal bonds		354,428	354,428
Custodial and Interest Rate			
Certificates of deposit	---	1,092,459	1,092,459
Total	<u>\$ 12,221,524</u>	<u>\$ 3,838,712</u>	<u>\$ 16,060,236</u>

The Village's cash and investments are reported in the financial statements as follows:

Statement of net position:	
Cash and investments	\$ 10,125,213
Restricted cash and investments	2,917,229
Statement of fiduciary net position:	
Cash and equivalents	3,017,794
Total	<u>\$ 16,060,236</u>

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000. Deposits in each local and area bank and in the Wisconsin Local Government Investment Pool ("LGIP") are also insured by the State Deposit Guarantee Fund ("SDGF") in the amount of \$400,000 per financial institution. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may not be significant to individual governmental entities. Investments in the local government investment pool are covered under a surety bond issued by Financial Security Assurance, Inc. The bond insures against losses arising from principal defaults on substantially all types of securities acquired by the pool. The bond provides unlimited coverage on principal losses, reduced by any FDIC, SDGF insurance, and income on the investment during the calendar quarter a loss occurs.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

2. Cash and Equivalents and Investments (continued)

The LGIP does not have a credit quality rating and is also not subject to credit risk disclosure because investments are not issued in securities form. It is part of the SIF and is managed by the State of Wisconsin Investment Board. The LGIP 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 and carries investments at amortized cost for purposes of calculating income to participants. At December 31, 2023, the fair value of the Village's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

Participants in LGIP have the right to withdraw their funds in total on one day's notice. The LGIP does not include any involuntary participants.

A separate financial report for SIF is prepared in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Copies of the report can be obtained from <https://doa.wi.gov/Pages/StateFinances/LGIP.aspx>.

Custodial Risk: Is the risk that, in the event of a financial institution failure, the Village's deposits may not be returned to the Village. The Village's carrying value for demand deposits and other investments subject to custodial risk were \$13,795,432 at December 31, 2023 and the bank's carrying value was \$12,718,118 of which \$2,176,294 was fully insured, \$7,111,607 was collateralized and \$3,430,217 was uninsured and uncollateralized. The Village does not have a policy on custodial risk.

Fluctuating cash flows during the year due to the timing of receipt of tax collections, other revenues, and financing sources may have resulted in temporary uninsured balances significantly exceeding the amounts reported under custodial risk.

Interest Rate Risk: Is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the Village's investment policy limits the maturity of any security to no more than seven years from the date of purchase or in accordance with state statutes. Information regarding the exposure of the Village's investments to this risk, using the segmented time distribution model is as follows:

Type of Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1 Year	1-5 Years	6-10 Years	Over 10 Years
Certificates of deposit	\$ 1,092,459	\$ 781,073	\$ 311,386	\$ ---	\$ ---
Government bonds	692,694	628,028	64,666	---	---
Government agency bonds	1,217,582	---	1,217,582	---	---
Municipal bonds	354,428	354,428	---	---	---
Total	\$ 3,357,163	\$ 1,763,529	\$ 1,593,634	\$ ---	\$ ---

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. Government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. The Village's investment policy minimized credit risk by limiting investments to the safest type of securities. All of the Village's rated investments are rated Aa3 or higher.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

2. Cash and Equivalents and Investments (continued)

The Village invests its funds in accordance with the provisions of the Wisconsin Statutes 66.04(2) and 67.11(2), which are as follows:

1. Time deposits in any credit union, bank, savings bank, trust company or savings and loan association.
2. Bonds or securities of any county, city, drainage district, technical college districts, village, town, or school district of the state.
3. Bonds or securities issued or guaranteed by the federal government.
4. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
5. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
6. Repurchase agreements secured by federal bonds or securities with public depositories.
7. Bonds issued by local exposition districts.
8. Bonds issued by local professional baseball park districts and professional football stadium districts.
9. Bonds issued by the University of Wisconsin Hospitals and Clinic Authority.
10. The Local Government Investment Pool Fund.

Additional restrictions may arise from local charters, ordinances, resolutions, and grant regulations. There were no significant violations during the year of legal or contractual provisions of investments or deposits.

The Village categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: 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. The Village does not have any investments that are measured using Level 3 inputs.

Investments' fair value measurements are as follows at December 31, 2023:

Type of Investment	Fair Value			Exempt from Disclosure	Total
	Level 1	Level 2	Level 3		
Demand deposits	\$ ---	\$ ---	\$ ---	\$ 382,173	\$ 382,173
Certificates of deposit	---	---	---	1,092,459	1,092,459
Local Government Investment Pool (LGIP)	---	---	---	99,376	99,376
Government bonds	---	692,694	---	---	692,694
Government agency bonds	---	1,217,582	---	---	1,217,582
Municipal bonds	---	354,428	---	---	354,428
Total	\$ ---	\$ 2,264,704	\$ ---	\$ 1,574,008	\$ 3,838,712

Demand deposits are not subject to fair value measurement. LGIP is exempt from fair value disclosure due to investments being valued at amortized cost. Certificates of deposit are exempt from fair value disclosures due to investments being valued at cost plus accrued interest earned.

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

3. Restricted Cash and Equivalents and Investments

The Village has restricted cash and equivalents and investments as detailed below as of December 31, 2023:

General Fund:		
Deposit from developer for payment of development costs	\$	<u>1,800,484</u>
Capital Projects and Equipment Fund:		
Arthur Rd. bridge funds	\$	<u>325,264</u>
Electric Utility:		
Special Redemption Fund for payment of principal and interest on debt	\$	<u>192,317</u>
Water Utility:		
Special Redemption Fund for payment of principal and interest on debt	\$	<u>146,331</u>
Sewer Utility:		
Special Redemption Fund for payment of principal and interest on debt	\$	157,388
Sewerage System Depreciation Fund		<u>295,445</u>
	\$	<u>452,833</u>

4. Interfund Transfers

Interfund transfers arise in the ordinary course of operations. Interfund transfers for the year ended December 31, 2023, consisted of the following:

<u>Transfer To</u>	<u>Transfer From</u>	<u>Amount</u>	<u>Purpose</u>
General	Electric	\$ 162,061	Tax equivalent - pilot
General	Water	154,770	Tax equivalent - pilot
		<u>\$ 316,831</u>	
General	Electric	\$ 12,157	Residual equity transfer
General	Water	3,795	Residual equity transfer
		<u>\$ 15,952</u>	
Debt Service	Facility Impact Fee fund	\$ 145,000	Future debt payments
Debt Service	Sewer	8,291	Residual equity transfer
Debt Service	Stormwater	32,625	Residual equity transfer
		<u>185,916</u>	

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

5. Interfund Receivables and Payables

Interfund receivables and payables arise in the ordinary course of operations; they are settled monthly. The following is a schedule of interfund receivables and payables at December 31, 2023:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General	Electric	\$ 157,825	Pilot
General	Water	187,192	Pilot
General	Central Services	83,833	Cover expenses until funding received
General	Capital Projects and Equipment	265,515	Cover expenses until funding received
General	TIF District #8	<u>26,470</u>	Cover expenses until funding received
		\$ <u>720,835</u>	
Capital Projects and Equipment	Stormwater	\$ <u>400,000</u>	Cover expenses until funding received
Debt Service	Capital Projects and Equipment	\$ 170,000	Temporary advance
Debt Service	Stormwater	<u>526,705</u>	Temporary advance
		\$ <u>696,705</u>	

6. Advances Between Funds

Advances between funds represent interfund long-term loans.

The General Fund has advanced funds to the TIF District #4, TIF District #5, TIF District #6, TIF District #7, TIF District #8, Central Equipment fund and RDA fund. Interest on outstanding balances is being charged at the board approved rate of 3.25%. In June of 2022, the interest rate was increased to 4.75% for any new advances after that date.

The RDA Fund has advanced funds to TIF District #4 and TIF District #6. The TIF Districts are being charged interest at the board approved rate of 3.25%. In June of 2022, the interest rate was increased to 4.75% for any new advances after that date.

The Water Utility and Electric Utility have advanced funds to TIF District #4 and the Water Utility advanced funds to TIF District #5. Interest on outstanding balances is being charged at the board approved rate of 3.25%. In June of 2022, the interest rate was increased to 4.75% for any new advances after that date.

The Sewer Utility and Stormwater Utility have advanced funds to TIF District #4, the Sewer Utility has also advanced funds to TIF District #8 and the Central Equipment fund. Interest on outstanding balances is being charged at the board approved rate of 3.25%. In June of 2022, the interest rate was increased to 4.75% for any new advances after that date.

On February 19, 2024, the Village Board approved a policy tying the interest of future interfund borrowings to the rate level of the Board of Commissioners of Public Lands ("BCPL") State Trust Fund Loan program rate as of June 30th of each year. This will convert all interfund advances as flexible-rate loans going forward.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

6. Advances Between Funds (Continued)

Advances to Central Equipment Fund:

<u>Advancing Fund</u>	<u>January 1, 2023</u>	<u>Additions</u>	<u>Repayments</u>	<u>December 31, 2023</u>
General fund	\$ 43,984	\$ 126,429	\$ ---	\$ 170,413
Sewer Utility	355,565	11,556	---	367,121
	<u>\$ 399,549</u>	<u>\$ 137,985</u>	<u>\$ ---</u>	<u>\$ 537,534</u>

Advances to RDA Fund:

<u>Advancing Fund</u>	<u>January 1, 2023</u>	<u>Additions</u>	<u>Repayments</u>	<u>December 31, 2023</u>
General fund	\$ 263,188	\$ 8,553	\$ 93,492	\$ 178,249

Advances to TIF District #4:

<u>Advancing Fund</u>	<u>January 1, 2023</u>	<u>Additions</u>	<u>Repayments</u>	<u>December 31, 2023</u>
General fund	\$ 34,003	\$ 1,105	\$ 35,108	\$ ---
RDA	15,567	506	16,073	---
Electric Utility	1,549	50	1,599	---
Water Utility	154,468	5,020	50,000	109,488
Sewer Utility	114,528	3,722	36,250	82,000
Stormwater Utility	86,617	2,815	27,500	61,932
	<u>\$ 406,732</u>	<u>\$ 13,218</u>	<u>\$ 166,530</u>	<u>\$ 253,420</u>

Advances to TIF District #5

<u>Advancing Fund</u>	<u>January 1, 2023</u>	<u>Additions</u>	<u>Repayments</u>	<u>December 31, 2023</u>
General fund	\$ 19,514	\$ 634	\$ 20,148	\$ ---
Water Utility	5,872	191	6,063	---
	<u>\$ 25,386</u>	<u>\$ 825</u>	<u>\$ 26,211</u>	<u>\$ ---</u>

Advances to TIF District #6:

<u>Advancing Fund</u>	<u>January 1, 2023</u>	<u>Additions</u>	<u>Repayments</u>	<u>December 31, 2023</u>
General fund	\$ 221,242	\$ 83,128	\$ ---	\$ 304,370
RDA	7,500	78,436	---	85,936
	<u>\$ 228,742</u>	<u>\$ 161,564</u>	<u>\$ ---</u>	<u>\$ 390,306</u>

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

6. Advances Between Funds (Continued)

Advances to TIF District #7:

Advancing Fund	January 1, 2023	Additions	Repayments	December 31, 2023
General fund	\$ <u>22,102</u>	\$ <u>4,411</u>	\$ <u>---</u>	\$ <u>26,513</u>

Advances to TIF District #8:

Advancing Fund	January 1, 2023	Additions	Repayments	December 31, 2023
General fund	\$ <u>---</u>	\$ <u>109,773</u>	\$ <u>---</u>	\$ <u>109,773</u>
Sewer Utility	\$ <u>---</u>	\$ <u>64,167</u>	\$ <u>---</u>	\$ <u>64,167</u>
	\$ <u>---</u>	\$ <u>161,564</u>	\$ <u>---</u>	\$ <u>173,940</u>

7. Lease Receivable

In March 2022, the Water utility entered into an amendment to a lease from March of 1997 to lease out an area of land that is used for communication towers. The amended term began on April 30, 2022 and extends the lease for four (4) five-year extensions that management believes will all be exercised. The current annual base rent is \$30,254 starting on April 30, 2022 and will increase by 10% for each five-year extension. For the year ended December 31, 2023, the Water utility recognized \$28,042 in lease revenue and \$11,866 in lease interest revenues (calculated at an annual rate of 2.25%). Future payments due to the Water utility are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 18,527	\$ 11,727	\$ 30,254
2025	18,948	11,306	30,254
2026	19,379	10,875	30,254
2027	22,845	10,435	33,280
2028	23,364	9,916	33,280
2029-2033	131,765	41,290	173,055
2034-2038	165,526	24,834	190,360
2039-2043	115,515	5,291	120,806
Totals	\$ <u>515,869</u>	\$ <u>125,674</u>	\$ <u>641,543</u>

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

8. Capital Assets

Capital asset activity for the year ended December 31, 2023 was as follows:

	<u>12/31/22</u>	<u>Increase</u>	<u>Decrease</u>	<u>Reclassifications</u>	<u>12/31/23</u>
Governmental Activities:					
Capital assets not being depreciated:					
Land	\$ 5,998,836	\$ 161,296	\$ ---	\$ 327,402	\$ 6,487,534
Construction in progress	<u>3,119,629</u>	<u>3,494,691</u>	<u>1,452,664</u>	---	<u>5,161,656</u>
Total capital assets not being depreciated	9,118,465	3,655,987	1,452,664	327,402	11,649,190
Capital assets being depreciated:					
Buildings and improvements	11,624,144	1,420,542	---	(349,229)	12,695,457
Infrastructure	13,829,476	---	---	---	13,829,476
Vehicles	1,698,672	109,943	73,665	---	1,734,950
Machinery and equipment	<u>2,014,917</u>	<u>154,667</u>	<u>254,782</u>	---	<u>1,914,802</u>
Total capital assets being depreciated	29,167,209	1,685,152	328,447	(349,229)	30,174,685
Less accumulated depreciation	<u>11,828,060</u>	<u>980,362</u>	<u>199,016</u>	<u>(21,827)</u>	<u>12,587,579</u>
Total capital assets being depreciated, net	<u>17,339,149</u>	<u>704,790</u>	<u>129,431</u>	<u>(327,402)</u>	<u>17,587,106</u>
Governmental activity capital assets, net	<u>\$ 26,457,614</u>	<u>\$ 4,360,777</u>	<u>\$ 1,582,095</u>	<u>\$ ---</u>	<u>\$ 29,236,296</u>
	<u>12/31/22</u>	<u>Increase</u>	<u>Decrease</u>	<u>Reclassifications</u>	<u>12/31/23</u>
Business-type activities:					
Capital assets not being depreciated:					
Land	\$ 769,790	\$ 156,862	\$ ---	\$ ---	\$ 926,652
Construction in progress	<u>3,507,257</u>	<u>1,791,269</u>	<u>2,285,498</u>	---	<u>3,013,028</u>
Total capital assets not being depreciated	4,277,047	1,948,131	2,285,498	---	3,939,680
Capital assets being depreciated:					
Buildings and improvements	16,091,993	1,533,647	14,685	---	17,610,955
Machinery and equipment	<u>43,284,677</u>	<u>1,221,172</u>	<u>222,508</u>	---	<u>44,283,341</u>
Total capital assets being depreciated	59,376,670	2,754,819	237,193	---	61,894,296
Less accumulated depreciation	<u>22,359,258</u>	<u>1,779,859</u>	<u>237,193</u>	---	<u>23,901,924</u>
Total capital assets being depreciated, net	<u>37,017,412</u>	<u>974,960</u>	<u>---</u>	<u>---</u>	<u>37,992,372</u>
Business-type activities capital assets, net	<u>\$ 41,294,459</u>	<u>\$ 2,923,091</u>	<u>\$ 2,285,498</u>	<u>\$ ---</u>	<u>\$ 41,932,052</u>

Depreciation expense for governmental activities was charged to functions as follows:

Public safety	\$ 63,271
Public works	417,565
Parks and recreation	115,737
Library	1,128
Unallocated	<u>382,661</u>
	<u>\$ 980,362</u>

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

9. Long-term Debt

The following is a summary of long-term debt obligations of the Village for the year ended December 31, 2023:

	Balance 12/31/22	Increase	Decrease	Balance 12/31/23	Amounts Due Within One Year
Governmental activities:					
Long-term debt					
General obligation debt	\$ 12,725,000	\$ ---	\$ 510,000	\$ 12,215,000	\$ 560,000
Unamortized debt premiums	659,239	---	37,904	621,335	37,905
Direct Borrowing:					
State trust fund loan	620,000	1,000,000	122,549	1,497,451	116,231
Equipment loans	371,863	---	98,924	272,939	102,215
Promissory notes	3,255	---	2,790	465	465
Total long-term obligations	\$ 14,379,357	\$ 1,000,000	\$ 772,167	\$ 14,607,190	\$ 816,816
Business-type activities:					
Long-term debt					
General obligation debt	\$ 1,160,000	\$ ---	\$ 275,000	\$ 885,000	\$ 285,000
Unamortized debt premiums	147,701	---	9,534	138,167	9,533
Revenue bonds	6,758,233	---	447,766	6,310,467	509,054
Total long-term obligations	\$ 8,065,934	\$ ---	\$ 732,300	\$ 7,333,634	\$ 803,587

Long-term debt payable at December 31, 2023 is comprised of the following individual issues:

Description	Issue Dates	Interest Rates	Date of Maturity	Issued Amount	Balance 12/31/23
Governmental activities:					
G.O. bonds	07/11/19	3.00%	03/01/39	\$ 5,470,000	\$ 4,670,000
G.O. bonds	07/09/20	2.00%	03/01/40	2,290,000	2,045,000
G.O. bonds	09/08/22	3.25 - 5.00%	03/01/42	5,675,000	5,500,000
Direct Borrowing:					
Promissory notes	02/28/14	0.00%	02/28/24	27,900	465
Equipment loan	01/15/21	3.15%	01/15/25	206,837	83,979
Equipment loan	06/15/21	2.75%	06/15/26	100,009	61,645
Equipment loan	03/15/22	3.71%	04/27/26	212,380	127,315
State trust fund loan (STFL)	03/15/22	4.50%	03/15/27	620,000	497,451
State trust fund loan (STFL)	12/19/23	6.25%	03/15/28	1,000,000	1,000,000
				\$ 15,602,126	\$ 13,985,855
Business-type activities:					
Electric Utility:					
Revenue bonds	08/09/18	3.00 – 3.50%	06/01/28	\$ 645,000	\$ 285,000
Revenue bonds	08/09/18	3.75 – 4.25%	06/01/38	1,095,000	890,000
Water Utility:					
Revenue bonds	07/11/19	3.00%	05/01/39	2,130,000	1,820,000
Sewer Utility:					
Revenue bonds	12/29/22	4.00 – 5.00%	05/01/42	2,200,000	2,200,000
Revenue bonds	05/01/08	2.39%	05/01/27	4,146,535	1,115,467
G.O. bonds	11/02/11	0.5 – 2.90%	11/01/26	4,560,000	885,000
				\$ 14,776,535	\$ 7,195,467

The annual requirements to amortize all long-term debt outstanding as of December 31, 2023, including interest payments of \$5,569,113, are shown below on the following page.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

9. Long-term Debt (Continued)

Year Ended Dec. 31,	Direct Borrowing										
	G.O. Debt Principal	G.O. Debt Interest	Debt Premiums	Rev. Bonds Principal	Rev. Bonds Interest	STFL Principal	STFL Interest	Promissory Notes Principal	Equip. Loans Principal	Equip. Loans Interest	Total
2024	\$ 845,000	\$ 390,583	\$ 47,438	\$ 509,054	\$ 214,196	\$ 116,231	\$ 22,447	\$ 465	\$ 102,215	\$ 9,138	\$ 2,256,767
2025	840,000	365,188	47,438	530,492	198,781	339,696	17,155	---	105,616	5,736	2,450,102
2026	850,000	339,438	47,438	532,085	182,897	371,985	11,686	---	65,108	2,221	2,402,858
2027	580,000	312,663	47,438	538,836	166,791	393,012	5,972	---	---	---	2,044,712
2028	620,000	293,238	46,581	320,000	152,541	276,527	---	---	---	---	1,708,887
2029-2033	3,320,000	1,150,065	229,846	1,400,000	600,100	---	---	---	---	---	6,700,011
2034-2038	3,895,000	624,571	215,970	1,680,000	317,863	---	---	---	---	---	6,733,404
2039-2043	2,150,000	126,474	77,353	800,000	59,369	---	---	---	---	---	3,213,196
	<u>\$ 13,100,000</u>	<u>\$ 3,602,220</u>	<u>\$ 759,502</u>	<u>\$ 6,310,467</u>	<u>\$ 1,892,538</u>	<u>\$ 1,497,451</u>	<u>\$ 57,260</u>	<u>\$ 465</u>	<u>\$ 272,939</u>	<u>\$ 17,095</u>	<u>\$ 27,509,937</u>

In accordance with Wisconsin Statutes, total general obligation indebtedness of the Village may not exceed five percent of the equalized value of the taxable property within the Village. The debt limit, as of December 31, 2023, was \$49,352,815. General obligation debt subject to the limit totaled \$14,597,451 as of December 31, 2023.

The borrowing resolutions for the Water, Electric and Sewerage System Revenue Bonds contained a number of conditions and restrictions. The system revenue bonds are secured by a pledge of revenues of the respective utility. They require that the following funds be created:

Clean Water Fund

The clean water fund borrowings require a special redemption fund for the payment of principal and interest. The amount to be deposited shall be not less than one-sixth of the interest next coming due, plus one-twelfth of the principal next maturing. The amount required to be deposited at December 31, 2023 was \$25,170. The balance of the fund at December 31, 2023 was \$157,388.

Sewer Utility Revenue Bonds

The sewer utility revenue bonds require a special redemption fund for the payment of principal and interest. The amount to be deposited shall be not less than the lesser of (a) 10% of the stated principal amount of the bonds and the concurrent obligations; (b) 1.25 times the average annual balance remaining to be paid; or (c) the maximum annual debt service on the outstanding bonds. The amount required to be deposited at December 31, 2023 was \$144,235. The balance of the fund at December 31, 2023 was \$321,696.

The Village is required to establish, charge and collect rates and charges for sewer services so that net revenues will be at least 1.25 times the amount of principal and interest coming due on all outstanding bonds payable from the income and revenues of the sewer utility each year. The amount of required net revenues at December 31, 2023 was \$545,954. The amount of the net revenues for the year ended December 31, 2023 was \$790,649.

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

9. Long-term Debt (Continued)

Water Utility Revenue Bonds

The water utility revenue bonds require a special redemption fund for the payment of principal and interest. The amount to be deposited shall be not less than the lesser of (a) 10% of the stated principal amount of the bonds and the concurrent obligations; (b) 1.25 times the average annual balance remaining to be paid; or (c) the maximum annual debt service on the outstanding bonds. The amount required to be deposited at December 31, 2023 was \$143,250. The balance of the fund at December 31, 2023 was \$146,331.

The Village is required to establish, charge and collect rates and charges for water services so that net revenues will be at least 1.25 times the amount of principal and interest coming due on all outstanding bonds payable from the income and revenues of the water utility each year. The amount of required net revenues at December 31, 2023 was \$179,063. The amount of the net revenues for the year ended December 31, 2023 was \$199,945.

Electric Utility Revenue Bonds

The electric utility revenue bonds require a special redemption fund for the payment of principal and interest. The amount to be deposited shall be not less than the lesser of (a) 10% of the stated principal amount of the bonds and the concurrent obligations; (b) 1.25 times the average annual balance remaining to be paid; or (c) the maximum annual debt service on the outstanding bonds. The amount required to be deposited at December 31, 2023 was \$109,694. The balance of the fund at December 31, 2023 was \$192,317.

The Village is required to establish, charge and collect rates and charges for electrical services so that net revenues will be at least 1.25 times the amount of principal and interest coming due on all outstanding bonds payable from the income and revenues of the electric utility each year. The amount of required net revenues at December 31, 2023 was \$179,047. The amount of the net revenues for the year ended December 31, 2023 was \$760,588.

Equipment Replacement Fund

Annual deposits are required in amounts sufficient to meet equipment replacement needs. The funds are to be used for replacement and major repair of equipment necessary for the operation of the sewerage system. The balance of the fund at December 31, 2023 was \$295,445.

Subsequent Borrowing

After the year ending December 31, 2023, the Village issued general obligation community development bonds dated February 7, 2024, with a par amount of \$8,065,000. The bonds were issued at a premium of \$701,260, bear interest at rates ranging from 4.00% to 5.00% and have a maturity date of 10/1/2043. The bonds are callable on October 1, 2033, or any date thereafter. The bonds were issued to fund development projects in Tax Incremental District No. 8

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

10. Fund Balances (Deficits)

As of December 31, 2023, governmental fund balances (deficits) are composed of the following:

	<u>General Fund</u>	<u>Capital Projects and Equipment Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable:				
Long-term advance	\$ 789,318	\$ ---	\$ 85,936	\$ 875,254
Delinquent taxes	9,437	---	---	9,437
Restricted:				
Arthur Rd bridge	---	325,264	---	325,264
Debt service	---	---	1,972,028	1,972,028
Library	---	---	675,353	675,353
Veteran memorial	---	---	1,149	1,149
Public celebration	---	---	6,837	6,837
Facility impact fees	---	---	541,393	541,393
TIF District #5	---	---	37,723	37,723
Unassigned	<u>371,369</u>	<u>(1,038,845)</u>	<u>(991,928)</u>	<u>(1,659,404)</u>
Total fund balances (deficits)	<u>\$ 1,170,124</u>	<u>\$ (713,581)</u>	<u>\$ 2,328,491</u>	<u>\$ 2,785,034</u>

11. Net Position

Net Position at December 31, 2023 consisted of the following:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Net investment in capital assets:		
Land and construction in progress	\$ 11,649,190	\$ 3,939,680
Other capital assets net of accumulated depreciation	17,587,106	37,986,809
Less: related long-term debt and unamortized debt premium	(14,607,190)	(7,333,634)
Less: accrued interest	<u>(168,765)</u>	<u>(37,343)</u>
Total net investment in capital assets	14,460,341	34,555,512
Restricted:		
Debt Service	1,972,028	---
Replacement fund	---	239,684
Library	675,353	---
Impact fees	541,393	---
Other	370,973	---
Unrestricted	<u>(188,179)</u>	<u>2,082,386</u>
Total net position	<u>\$ 17,831,909</u>	<u>\$ 36,877,582</u>

12. Defined Benefit Pension Plan

Plan Description

The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds ("ETF"). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 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.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

12. Defined Benefit Pension Plan (Continued)

Plan Description (Continued)

ETF issued 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 plan participants; if hired on or before 12/31/16) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Final average earnings is the average of the participant's three highest annual earnings periods. Creditable service includes current service and prior service for which a participant received earning 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 or after 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.

Post-Retirement Adjustments

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

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

12. Defined Benefit Pension Plan (Continued)

Post-Retirement Adjustments (Continued)

The Core and Variable annuity adjustments granted during recent years are as follows:

Year	Core Fund Adjustment	Variable Fund Adjustment
2013	(9.6) %	9.0 %
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

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 was 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 (calendar year 2022), the WRS recognized \$219,145 in contributions from the employer.

Contribution rates as of December 31, 2023 are:

Employee Category	Employee	Employer
General (including teachers, executives and elected officials)	6.80%	6.80%
Protective with Social Security	6.80%	13.20%
Protective without Social Security	6.80%	18.10%

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

12. Defined Benefit Pension Plan (Continued)

Pension Liability, Pension Revenue and Deferred Outflows and Deferred Inflows of Resources

At December 31, 2023, the Village reported a liability of \$924,489 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021 rolled forward to December 31, 2022. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net pension liability was based on the Village's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2022, the Village's proportion was 0.0175%, which was an increase of 0.0010% from its proportion measured as of December 31, 2021.

For the year ended December 31, 2023, the Village recognized pension expense of \$438,873.

At December 31, 2023, the Village reported Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,472,428	\$ 1,934,440
Changes in assumptions	181,793	---
Net difference between projected and actual earnings on pension plan investments	1,570,499	---
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,760	14,529
Employer contributions subsequent to the measurement date	246,910	---
Total	\$ 3,473,390	\$ 1,948,969

The amount of \$246,910 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, 2024. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension (revenue) expense as follows:

Year Ended December 31,	
2024	\$ 50,298
2025	263,658
2026	269,901
2027	693,654

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

12. Defined Benefit Pension Plan (Continued)

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, 2021
Measurement Date of Net Pension Liability (Asset):	December 31, 2022
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:	
Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table
Post-retirement Adjustments*:	1.7%

** No post-retirement 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 post-retirement 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, 2022 is based upon a roll-forward of the liability calculated from the December 31, 2021 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.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

12. Defined Benefit Pension Plan (Continued)

Actuarial Assumptions (Continued)

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Allocation Targets and Expected Returns¹
As of December 31, 2022

Core Fund Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return % ²
Public Equity	48%	7.6%	5%
Public Fixed Income	25	5.3	2.7
Inflation Sensitive	19	3.6	1.1
Real Estate	8	5.2	2.6
Private Equity/Debt	15	9.6	6.9
Total Core Fund	<u>115%</u>	7.4	4.8
Variable Fund Asset Class			
U.S. Equities	70%	7.2%	4.6%
International Equities	30	8.1	5.5
Total Variable Fund	<u>100%</u>	7.7	5.1

¹Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

²New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%

The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. This results in an asset allocation beyond 100%. Currently, an asset allocation target of 15% policy leverage is used, subject to an allowable range of up to 20%.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

12. Defined Benefit Pension Plan (Continued)

Actuarial Assumptions (Continued)

Single Discount rate. A single discount rate of 6.80% was used to measure the total pension liability for the current and prior year. This single discount rate is based on the expected rate of return on pension plan investments of 6.80% and a municipal bond rate of 4.05% (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, 2022. 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 6.80% expected rate of return implies that a dividend of approximately 1.70% 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 Village’s proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the Village’s proportionate share of the net pension liability (asset) calculated using the discount rate of 6.8 percent, as well as what the Village’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 (5.8 percent) or 1-percentage-point higher (7.8 percent) than the current rate:

	1% Decrease to Discount Rate (5.8%)	Current Discount Rate (6.8%)	1% Increase To Discount Rate (7.8%)
Village’s proportionate share of the net pension (asset) liability	\$ 3,068,357	\$ 924,489	\$ (550,304)

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

Payables to the Pension Plan

Payables to the pension plan at December 31, 2023 were \$34,360. This represents contributions earned as of December 31, 2023, but for which payment was not remitted to the pension plan until subsequent to year-end.

13. Other Post-Employment Benefits (OPEB) – Life Insurance

Plan Description

The Local Retiree Life Insurance Fund (“LRLIF”) is a multiple-employer defined benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (“ETF”) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides post-employment life insurance benefits for all eligible employees.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

13. Other Post-Employment Benefits (OPEB) – Life Insurance (Continued)

OPEB Plan Fiduciary Net Position

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 Retiree Life Insurance Financial Report, which can also be found using the link above.

Benefits Provided

The LRLIF plan provides fully paid up life insurance benefits for post-age 64 retired employees and pre-65 retirees who pay for their coverage.

Contributions

The Group Insurance Board approves contribution rates annually, based on recommendations from the insurance carrier. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions. A portion of employer contributions made during a member’s working lifetime funds a post-retirement benefit.

Employers are required to pay the following contributions based on employee contributions for active members to provide them with Basic Coverage after age 65. There are no employer contributions required for pre-age 65 annuitant coverage. If a member retires prior to age 65, they must continue paying the employee premiums until age 65 in order to be eligible for the benefit after age 65.

Contribution rates as of December 31, 2023 are:

<u>Coverage Type</u>	<u>Employer Contribution</u>
25% Post Retirement Coverage	20% of employee contribution
50% Post Retirement Coverage	40% of employee contribution

Employee contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating employees must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The employee contribution rates in effect for the year ended December 31, 2022 are as listed below:

Life Insurance Employee Contribution Rates* For the year ended December 31, 2022		
Attained Age	Basic	Supplemental
Under 30	\$0.05	\$0.05
30-34	0.06	0.06
35-39	0.07	0.07
40-44	0.08	0.08
45-49	0.12	0.12
50-54	0.22	0.22
55-59	0.39	0.39
60-64	0.49	0.49
65-69	0.57	0.57

*Disabled members under age 70 receive a waiver-of-premium benefit.

During the reporting period, the LRLIF recognized \$849 in contributions from the employer.

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

13. Other Post-Employment Benefits (OPEB) – Life Insurance (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At December 31 2023, the Village reported a liability of \$161,293 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of December 31, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of January 1, 2022 rolled forward to December 31, 2022. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net OPEB liability was based on the Village's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2022, the Village's proportion was .00423%, which was an increase of .0015% from its proportion measured as of December 31, 2021.

For the year ended December 31, 2023, the Village recognized OPEB expense of \$20,821.

At December 31, 2023, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ ---	\$ 15,785
Net difference between projected and actual earnings on OPEB plan investments	3,027	---
Changes in assumptions	57,949	95,207
Changes in proportion and differences between employer contributions and proportionate share of contributions	23,208	976
Employer contributions subsequent to the measurement date	838	---
Total	\$ 85,022	\$ 111,968

The amount of \$838 reported as deferred outflows related to OPEB resulting from the employers contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (asset) in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (revenue) as follows:

Year Ended December 31,	
2024	\$ 1,371
2025	52
2026	2,936
2027	(5,448)
Thereafter	(26,695)

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

13. Other Post-Employment Benefits (OPEB) – Life Insurance (Continued)

Actuarial assumptions

The total OPEB liability in the January 1, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2022
Measurement Date of Net OPEB Liability (Asset)	December 31, 2022
Experience Study:	January 1, 2018 – December 31, 2020 Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield:	3.72%
Long-Term Expected Rate of Return:	4.25%
Discount Rate:	3.76%
Salary Increases	
Inflation:	3.00%
Seniority/Merit:	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table

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 OPEB Liability for December 31, 2022 is based upon a roll-forward of the liability calculated from the January 1, 2022 actuarial valuation.

Long-term expected Return on Plan Assets

The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Investments for the LRLIF are held with Securian, the insurance carrier. Interest is calculated and credited to the LRLIF based on the rate of return for a segment of the insurance carriers' general fund, specifically 10-year A- Bonds (as a proxy, and not tied to any specific investments). The overall aggregate interest rate is calculated using a tiered approach based on the year the funds were originally invested and the rate of return for that year. Investment interest is credited based on the aggregate rate of return and assets are not adjusted to fair market value. Furthermore, the insurance carrier guarantees the principal amounts of the reserves, including all interest previously credited thereto.

**Local OPEB Life Insurance
Asset Allocation Targets and Expected Returns
As of December 31, 2022**

<u>Asset Class</u>	<u>Index</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
US Intermediate Credit Bonds	Bloomberg US Interm Credit	50%	2.45%
US Mortgages	Bloomberg US MBS	50%	2.83%
Inflation			2.30%
Long-Term Expected Rate of Return			4.25%

The long-term expected rate of return remained unchanged from the prior year at 4.25%. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The expected inflation rate remained unchanged from the prior year at 2.30%.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

13. Other Post-Employment Benefits (OPEB) – Life Insurance (Continued)

Single Discount Rate

A single discount rate of 3.76% was used to measure the total OPEB liability for the current year, as opposed to a discount rate of 2.17% for the prior year. The significant change in the discount rate was primarily caused by the increase in the municipal bond rate from 2.06% as of December 31, 2021 to 3.72% as of December 31, 2022. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan's fiduciary net position is projected to be insufficient. The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2036.

The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made according to the current employer contribution schedule and that contributions are made by plan members retiring prior to age 65.

Sensitivity of the Village's proportionate share of the net OPEB liability to changes in the discount rate

The following presents the Village's proportionate share of the net OPEB liability calculated using the discount rate of 3.76 percent, as well as what the Village's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.76 percent) or 1-percentage-point higher (4.76 percent) than the current rate:

	1% Decrease to Discount Rate (2.76%)	Current Discount Rate (3.76%)	1% Increase To Discount Rate (4.76%)
Village's proportionate share of the net OPEB liability	\$ 219,906	\$ 161,293	\$ 116,373

14. Other Post-Employment Benefits (OPEB) - Health

The Village group health insurance plan provides coverage to active employees and retirees (or other qualified terminated employees) at blended premium rates. This results in an other post-employment benefit (OPEB) commonly referred to as an implicit rate subsidy. Employees participating in the OPEB benefit consisted of the following at December 31, 2021, the date of the latest valuation:

Retirees	0
Active	32
Number of participating employees	32

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

14. Other Post-Employment Benefits (OPEB) – Health (Continued)

Actuarial Assumptions

The major assumptions and methods used in the latest actuarial valuation follows:

Valuation date	12/31/2021
Measurement date	12/31/2022
Reporting date	12/31/2023
Actuarial cost method	Entry Age Normal - Level % of Salary
Actuarial assumptions:	
Health care trend	7.00% decreasing to 6.50%, then decreasing by 0.10% per year down to 4.50%, then level thereafter
Discount rate*	4.25% (based upon all years of projected payments discounted at a municipal bond rate of 4.25%)
Municipal rate source	S&P Municipal Bond 20 Year High Grade Index
Actuarial assumption	Based on an experience study conducted in 2021 using Wisconsin Retirement System (WRS) experience from 2018-20
Mortality assumptions	2020 WRS Experience Tables for Active Employees and Healthy Retirees projected with mortality improvements using the fully generational MP-2021 projection scale from a base year 2010

Actuarial assumptions are based upon an experience study conducted in 2021 using Wisconsin Retirement System (WRS) experience from 2018-2020. The projection of cash flows used to determine the single discount rate assumed that the plan would continue to be funded on a pay-as-you-go basis. Based on these assumptions, the 20-year AA municipal bond rate was applied to all periods of projected benefit payments to determine the total OPEB liability.

**Implicit in this rate is an assumed rate of inflation of 2.50%; this rate has changed from 2.00% at the prior measurement date*

Single Discount rate. A discount rate of 4.25% was used in calculating the Village's OPEB liability (based upon all projected payments discounted at a municipal bond rate of 4.25%). The discount rate is based on the 20-year AA municipal bond rate. This rate has changed from 2.00% at the prior measurement date.

Total OPEB Liability

No assets are accumulated in a trust that meets all the criteria in GASB Statement No. 75, paragraph 4 because the Village's contributions are not irrevocable. Accordingly, the Village's total OPEB liability is not reduced by any assets accumulated in a trust that meets the criteria and the Village must report its total OPEB liability.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

14. Other Post-Employment Benefits (OPEB) - Health (Continued)

Total OPEB Liability (Continued)

The Village's total OPEB liability is based upon the actuarial assumptions and projections described herein as determined by the census, benefit and premium data provided by the Village. The following table shows the components of the Village's change in the net OPEB liability:

	Total OPEB Liability
Balance 12/31/22	\$ 127,356
Service cost	15,121
Interest	2,698
Differences between expected and actual experience	(2,451)
Changes in assumptions or other input	(26,148)
Net changes	(10,780)
Balance 12/31/23	\$ 116,576

Sensitivity of the Village's OPEB liability to changes in the discount rate. The following presents the Village's OPEB liability calculated using the discount rate of 4.25 percent, as well as what the Village's OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.25 percent) or 1-percentage-point higher (5.25 percent) than the current rate:

	1% Decrease to Discount Rate (3.25%)	Current Discount Rate (4.25%)	1% Increase To Discount Rate (5.25%)
Village's OPEB liability	\$ 127,630	\$ 116,576	\$ 106,447

Sensitivity of the Village's OPEB liability to changes in Healthcare Cost Trend Rates. The following presents the Village's OPEB liability calculated using the healthcare cost trend rates of 7.00 percent, as well as what the Village's OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease To Healthcare Cost Trend (6.00% decreasing to 3.50%)	Current Healthcare Cost Trend (7.00% decreasing to 4.50%)	1% Increase To Healthcare Cost Trend (8.00% decreasing to 5.50%)
Village's OPEB liability	\$ 103,624	\$ 116,576	\$ 132,168

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

14. Other Post-Employment Benefits (OPEB) - Health (Continued)

OPEB Expense, Deferred Outflows or Resources, and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2023, the Village recognized OPEB expense of \$6,188. At December 31, 2023, the Village reported deferred inflows and outflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ ---	\$ 77,446
Changes of assumptions or other inputs	24,202	57,414
Total	<u>\$ 24,202</u>	<u>\$ 134,860</u>

Amounts reported as deferred inflows and outflows of resources related to OPEB-Health will be recognized in OPEB expense (revenue) as follows:

<u>Year Ended December 31,</u>	
2023	\$ (11,631)
2024	(11,631)
2025	(11,631)
2026	(11,631)
2027	(11,631)
Thereafter	(52,503)

Payable to the OPEB Plan

At December 31, 2023, there were no payables due to the OPEB Plan.

15. Utility and Sewer Rates

A. Electric Utility

Current electric rates were approved by the Public Service Commission of Wisconsin (PSCW) on December 21, 2006 and placed into effect by the utility on January 5, 2007. These rates were designed to provide a 6.50% return on rate base.

B. Water Utility

Current water rates were approved by the PSCW on November 1, 2022 and placed into effect on January 2, 2023. The rates were designed to provide a 4.90% return on rate base. In addition, the Village bills residents who are not general service customers of the utility for the public fire protection fee in the amount of \$5.64 per month.

C. Sewer Rates

Current sewer rates were put in place on January 1, 2023. The following are the components of the sewer rates.

	<u>Sewer Rates</u>	<u>Sewer Rates – extra territorial</u>
Customer charge per REC	\$ 7.67	\$ 9.60
Flow charge per 1,000 gl.	10.09	12.60

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

15. Utility and Sewer Rates (Continued)

D. Stormwater Utility

Current stormwater utility user fees were put in place on January 1, 2018. The utility charges user fees in the amount of \$100.00 per Equivalent Runoff Unit.

16. Tax Incremental Financing Districts

A. Tax Incremental District No. 4

The Village of Slinger Tax Incremental District No. 4 was created on August 3, 2015 pursuant to the tax increment law contained in Section 66.1105 of the Wisconsin Statutes. The purpose of that section is to allow a municipality to recover development and improvement costs in a designated area from the property taxes generated to the increased value of property after the creation date of the district. The tax on the increased value is called tax increment.

The statutes allow the municipality to collect tax increments until the net project cost has been fully recovered, or until five years after the last project expenditure, whichever occurs first. Project expenditures may not be made later than fifteen years after the district has been created. Accordingly, the maximum statutory life of tax incremental district No. 4 is twenty years.

The following is a summary of net project costs to be recovered for the Village's Tax Incremental District No. 4 at December 31, 2023 (cumulative from the date of creation):

Accumulated project revenues:	
Tax increments	\$ 1,131,288
Interest income	2,411
Total	<u>1,133,699</u>
Accumulated project expenditures:	
Administration	117,268
Development costs	1,191,346
Interest on advance	50,411
Total	<u>1,359,025</u>
Net project costs to be recovered	<u>\$ (225,326)</u>

B. Tax Incremental District No. 5

The Village of Slinger Tax Incremental District No. 5 was created on May 10, 2016 pursuant to the tax increment law contained in Section 66.1105 of the Wisconsin Statutes. The District was created as a rehabilitation or conservation district. The purpose of that section is to allow a municipality to recover development and improvement costs in a designated area from the property taxes generated to the increased value of property after the creation date of the district. The tax on the increased value is called tax increment.

The statutes allow the municipality to collect tax increments until the net project cost has been fully recovered, or until five years after the last project expenditure, whichever occurs first. Project expenditures may not be made later than twenty-two years after the district has been created. Accordingly, the maximum statutory life of tax incremental district No. 5 is twenty-seven years.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

16. Tax Incremental Financing Districts (Continued)

B. Tax Incremental District No. 5 (Continued)

The following is a summary of net project costs to be recovered for the Village's Tax Incremental District No. 5 at December 31, 2023 (cumulative from the date of creation):

Accumulated project revenues:	
Tax increments	\$ 365,017
Interest income	971
Total	<u>365,988</u>
Accumulated project expenditures:	
Administration	33,049
Development costs	288,577
Interest on advance	6,639
Total	<u>328,265</u>
Net project costs recovered	<u>\$ 37,723</u>

C. Tax Incremental District No. 6

The Village of Slinger Tax Incremental District No. 6 was created on June 1, 2021 pursuant to the tax increment law contained in Section 66.1105 of the Wisconsin Statutes. The District was created as a rehabilitation or conservation district. The purpose of that section is to allow a municipality to recover development and improvement costs in a designated area from the property taxes generated to the increased value of property after the creation date of the district. The tax on the increased value is called tax increment.

The statutes allow the municipality to collect tax increments until the net project cost has been fully recovered, or until five years after the last project expenditure, whichever occurs first. Project expenditures may not be made later than twenty-two years after the district has been created. Accordingly, the maximum statutory life of a tax incremental district No. 6 is twenty-seven years.

The following is a summary of net project costs to be recovered for the Village's Tax Incremental District No. 6 at December 31, 2023 (cumulative from the date of creation):

Accumulated project revenues:	
Tax increments	30,325
Interest income	22
Total	<u>\$ 30,347</u>
Accumulated project expenditures:	
Administration	110,851
Development costs	309,049
Interest on advance	20,569
Total	<u>440,469</u>
Net project costs to be recovered	<u>\$ (410,122)</u>

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

16. Tax Incremental Financing Districts (Continued)

D. Tax Incremental District No. 7

The Village of Slinger Tax Incremental District No. 7 was created on June 1, 2022 pursuant to the tax increment law contained in Section 66.1105 of the Wisconsin Statutes. The District was created as an industrial district. The purpose of that section is to allow a municipality to recover development and improvement costs in a designated area from the property taxes generated to the increased value of property after the creation date of the district. The tax on the increased value is called tax increment.

The statutes allow the municipality to collect tax increments until the net project cost has been fully recovered, or until five years after the last project expenditure, whichever occurs first. Project expenditures may not be made later than fifteen years after the district has been created. Accordingly, the maximum statutory life of a tax incremental district No. 7 is twenty years.

The following is a summary of net project costs to be recovered for the Village's Tax Incremental District No. 7 at December 31, 2023 (cumulative from the date of creation):

Accumulated project revenues:	
Total	\$ ---
Accumulated project expenditures:	
Administration	23,357
Interest on advance	1,156
Total	<u>26,513</u>
Net project costs to be recovered	<u>\$ (26,513)</u>

D. Tax Incremental District No. 8

The Village of Slinger Tax Incremental District No. 8 was created on May 15, 2023 pursuant to the tax increment law contained in Section 66.1105 of the Wisconsin Statutes. The District was created as a mixed-use district. The purpose of that section is to allow a municipality to recover development and improvement costs in a designated area from the property taxes generated to the increased value of property after the creation date of the district. The tax on the increased value is called tax increment.

The statutes allow the municipality to collect tax increments until the net project cost has been fully recovered, or until five years after the last project expenditure, whichever occurs first. Project expenditures may not be made later than fifteen years after the district has been created. Accordingly, the maximum statutory life of a tax incremental district No. 8 is twenty years.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

16. Tax Incremental Financing Districts (Continued)

D. Tax Incremental District No. 8 (Continued)

The following is a summary of net project costs to be recovered for the Village's Tax Incremental District No. 8 at December 31, 2023 (cumulative from the date of creation):

Accumulated project revenues:	
Total	\$ ---
Accumulated project expenditures:	
Administration	72,020
Development costs	127,829
Interest on advance	1,235
Total	<u>21,084</u>
Net project costs to be recovered	<u>\$ (201,084)</u>

17. Fund Deficits

The basic financial statements include the following funds with cumulative fund deficits at December 31, 2023. The deficits will be absorbed through future years' revenues as well as tax increments.

Fund	Deficit
Special revenue fund:	
Parks, Recreation Department Fund	\$ 2,715
Capital projects fund:	
Capital Projects and Equipment	\$ 713,581
RDA	40,232
TIF District #4	225,326
TIF District #6	410,122
TIF District #7	26,513
TIF District #8	201,084

18. Redevelopment Authority of the Village of Slinger

In a prior year, the Village created the Redevelopment Authority of the Village of Slinger, Wisconsin (Authority). The Authority was created pursuant to Wisconsin Statutes and is a separate and distinct public body. The purpose of the Authority is to carry out qualified redevelopment projects as allowed by state statutes.

The Village appoints a voting majority of the Redevelopment Authority's governing body, and can remove appointed members of the governing board at will. Therefore, in accordance with the criteria provided by GASB, the Authority is reported as a blended component unit of the Village. The blended method of reporting the financial data of the Authority presents the Authority's balances and transactions in a manner similar to that of the Village.

19. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. There have been no significant reductions in insurance coverage over the past year. The Village maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Village. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

20. Commitments and Contingencies

A. Grants

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

B. Fire Fighting Contract

On July 24, 2020, the Village of Slinger renegotiated a long-standing contract agreement with the Slinger Fire Department, Inc. The agreement specifies that the Village shall pay based on the prior year level multiplied by the Village's rate of net new construction or the levy limit percentage, whichever is greater, plus \$11,000 for 2021 through 2025. Beginning in 2026 and beyond the Village shall pay based on the prior year level multiplied by the Village's rate of net new construction or the levy limit percentage, whichever is greater. The Slinger Fire Department, Inc. is not a component unit of the Village. The Village paid \$322,106 for fire protection in 2023.

C. The Wisconsin Public Power Incorporated System (WPPI) Contract

The Slinger Electric Utility purchases its electric requirements from the Wisconsin Public Power Incorporated System (WPPI). WPPI is a municipal electric company and political subdivision of the State of Wisconsin created by contract by its members on September 5, 1980 pursuant to the Municipal Electric Company Act, Sec. 66.073 of the Wisconsin Statutes (the Act). WPPI's purposes include providing an adequate, economical and reliable supply of electric energy to its members.

The Slinger Electric Utility is one of numerous members of WPPI located throughout the state of Wisconsin, Iowa and Michigan. On December 1, 1989, each of WPPI's members, including Slinger, commenced purchasing electric service from WPPI under a new Long Term Power Supply Contract for Participating Members (the Long Term Contract) under which WPPI has agreed to sell and deliver to each member, and each member has agreed to take and pay for, the electric power and energy requirements of the members for an initial thirty-five (35) year term.

Under the Long-Term Contract, the Slinger Electric Utility and the other members of WPPI are required to pay for all power and energy requirements supplied or made available by WPPI at rates sufficient to cover WPPI's entire revenue requirement which includes power supply costs, administrative expenses and debt service on outstanding bonds. WPPI's subsequent year's rates and operating budget are approved annually by its Board of Directors, which consists of representatives from each member municipality.

On September 9, 2015, the Village signed an amended WPPI contract that established a new forty (40) year term. This amendment extends the original contract through December 31, 2055.

The Slinger Electric Utility has agreed to charge rates to its customers sufficient to meet its obligations to WPPI. The Long-Term Contract provides that all payments to WPPI under the Contract constitute operating expenses of the Slinger Electric Utility.

The Long-Term Contract may be terminated by either party upon five years' prior written notice effective at the end of the thirty-five year term, or at any other time thereafter, provided that no WPPI bonds are outstanding at the time of the proposed termination and certain other contract provisions are met.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

20. Commitments and Contingencies (Continued)

D. Litigation

From time to time, the Village is involved in legal actions, most of which normally occur in governmental operations. Legal actions are generally defended by the Village's various insurance carriers, since most claims brought against the Village are covered by insurance policies. In the opinion of Village management, any legal actions and any other proceedings known to exist at December 31, 2023, are not likely to have a material adverse impact on the Village's financial position.

E. Recapture Agreements

Tax Incremental District No. 4

The Village entered into a development agreement during the period ending December 31, 2015. This agreement established that the Village shall pay, subject to tax increments, up to \$670,000 to the developer. Installment payments will be made on October 31 of each year, beginning on October 31, 2017, ending on October 31, 2031, or when the full amount has been paid, whichever occurs first. The amount of each year's installment shall be up to the available tax increment calculated as of September 30 of that year. If after making the final payment on October 31, 2031 the full \$670,000 has not been paid, this agreement will be considered paid in full. Total payments on the agreement amounted to \$340,529 as of December 31, 2023.

The Village entered into an additional development agreement with the same developer during the period ending December 31, 2016. This agreement established that the Village shall pay, subject to tax increments, up to \$258,000 to the developer. Installment payments will be made on October 31 of each year, beginning on October 31, 2018, ending on October 31, 2033, or when the full amount has been paid, whichever occurs first. The amount of each year's installment shall be up to the available tax increment calculated as of September 30 of that year. If after making the final payment on October 31, 2033 the full \$258,000 has not been paid, this agreement will be considered paid in full. Total payments on the agreement amounted to \$62,862 as of December 31, 2023.

The Village entered into an additional development agreement with the same developer during the period ending December 31, 2017. This agreement established that the Village shall pay, subject to tax increments, up to \$418,000 to the developer. Installment payments will be made on October 31 of each year, beginning on October 31, 2020, ending on October 31, 2033, or when the full amount has been paid, whichever occurs first. The amount of each year's installment shall be up to the available tax increment calculated as of September 30 of that year. If after making the final payment on October 31, 2033 the full \$418,000 has not been paid, this agreement will be considered paid in full. Total payments on the agreement amounted to \$70,485 as of December 31, 2023.

The Village entered into an additional development agreement with the same developer during the period ending December 31, 2020. This agreement established that the Village shall pay, subject to tax increments, up to \$1,402,032 to the developer. Installment payments will be made on October 31 of each year, beginning on October 31, 2022, ending on October 31, 2036, or when the full amount has been paid, whichever occurs first. The amount of each year's installment shall be up to the available tax increment calculated as of September 30 of that year. If after making the final payment on October 31, 2036 the full \$1,402,032 has not been paid, this agreement will be considered paid in full. Total payments on the agreement amounted to \$89,640 as of December 31, 2023.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

20. Commitments and Contingencies (Continued)

E. Recapture Agreement (Continued)

Tax Incremental District No. 5

The Village entered into a development agreement during the period ending December 31, 2016. This agreement established that the Village shall pay, subject to tax increments, up to \$1,018,481 to the developer. Installment payments will be made on October 31 of each year, beginning on October 31, 2018, ending on October 31, 2040, or when the full amount has been paid, whichever occurs first. The amount of each year's installment shall be up to the available tax increment calculated as of September 30 of that year. If after making the final payment on October 31, 2040 the full \$1,018,481 has not been paid, this agreement will be considered paid in full. Total payments amounted to \$192,811 as of December 31, 2023.

Tax Incremental District No. 6

The Village entered into a development agreement during the period ending December 31, 2023. This agreement established that the Village shall pay, subject to tax increments, up to \$207,000 to the developer. Installment payments will be made on October 1 of each year, beginning on October 1, 2026, ending on October 31, 2045, or when the full amount has been paid, whichever occurs first. The amount of each year's installment shall be up to the available tax increment calculated as of September 30 of that year. If after making the final payment on October 1, 2045 the full \$207,000 has not been paid, this agreement will be considered paid in full. Total payments on the agreement amounted to \$0 as of December 31, 2023.

The Village entered into a development agreement with another developer during the period ending December 31, 2023. This agreement established that the Village shall pay, subject to tax increments, up to \$700,000 to the developer. Installment payments will be made on October 31 of each year, beginning on October 31, 2025, ending on October 31, 2045, or when the full amount has been paid, whichever occurs first. The amount of each year's installment shall be up to the available tax increment calculated as of September 30 of that year. If after making the final payment on October 31, 2045 the full \$700,000 has not been paid, this agreement will be considered paid in full. Total payments on the agreement amounted to \$0 as of December 31, 2023.

Tax Incremental District No. 7

The Village entered into a development agreement during the period ending December 31, 2022. This agreement established that the Village shall pay, subject to tax increments, up to \$300,000 to the developer. Installment payments will be made on October 31 of each year, beginning on October 31, 2022, ending on October 31, 2043, or when the full amount has been paid, whichever occurs first. The amount of each year's installment shall be up to the available tax increment calculated as of September 30 of that year. If after making the final payment on October 31, 2043 the full \$300,000 has not been paid, this agreement will be considered paid in full. Total payments amounted to \$0 as of December 31, 2023.

Tax Incremental District No. 8

The Village entered into a development agreement during the period ending December 31, 2023. This agreement established that the Village shall commit to paying a municipal revenue obligation ("MRO") to the developer in the amount of \$9,250,000. Installment payments will be made on October 31 of each year, beginning on October 31, 2025, ending on October 31, 2044, or when the full amount has been paid, whichever occurs first. The amount of each year's installment shall be up to the available tax increment calculated as of September 30 of that year. If after making the final payment on October 31, 2034 the full \$9,250,000 has not been paid, this agreement will be considered paid in full. Total payments on the agreement amounted to \$0 as of December 31, 2023.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Financial Statements
December 31, 2023
(Continued)

20. Commitments and Contingencies (Continued)

F. Other

At the end of 2014, the Village entered into a contract engaging the City of Hartford as an independent contractor to provide operating services to the Village's electric utility. Either party can terminate the contract upon twelve months' prior written notice to the other party.

The Village has entered into two contracts for water tank maintenance. The contracted company will annually inspect and service the tank beginning in 2005 on the first contract, and in 2010 on the second contract. The company will clean and repaint the interior and/or exterior of the tank at such time as complete repainting is needed. The contracts will continue for an indefinite period provided the annual fee is paid in accordance with the terms of payment as follows:

<u>Year ended</u> <u>December 31,</u>	<u>2005</u> <u>Contract</u>	<u>2010</u> <u>Contract</u>
2024	\$ 22,654	\$ 29,490

The annual fee on the 2005 contract, is now a year-to-year contract, and can be adjusted up or down, to reflect the current cost of services. The adjustments shall be limited to a maximum of 5% annually. Starting in 2020 the annual fee on the 2010 contract can be adjusted every three years, up or down, to reflect the current cost of services. The adjustments shall be limited to a maximum of 5% annually.

One August 1, 2023, the Village entered into contract for an independent contractor to inspect and document its findings on the potable water distribution system within the community, which runs through August 30, 2025. The Village will pay a rate of \$815 per month.

The Village entered into a contract for hauling biosolids through December 31, 2027. The Village will pay a rate per gallon of biosolids plus a fuel surcharge if fuel goes above \$4.00 per gallon of \$0.038 in 2024 and \$0.4 in 2025-2027.

On June 1, 2023, the Village entered into contract with a sanitation and recycling company for garbage and recycling collection. The initial contract terms is June 1, 2023 through December 31, 2028 and will automatically renew for another 5.5 year term unless either party notifies the other in writing at least sixty days prior to the end of the initial term. Contract costs for residential curbside trash and recycling service are charged on a per house basis at \$13.60 per house per month.

During 2023, the Village entered into a consulting services contract for the development and implementation of a campaign to raise funds for a new library. The total contract is for \$98,000 and split between three phases: the study phase (\$23,000), campaign planning phase (\$15,000), and campaign implementation phase (\$60,000). During the year ended December 31, 2023, the Village paid \$11,500 towards the campaign planning phase. The agreement runs through 2024.

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Financial Statements

December 31, 2023

(Continued)

20. Commitments and Contingencies (Continued)

F. Other (Continued)

Subsequent to year end, the Village approved contracts for the following for projects to be completed:

- STH 60 improvements project not to exceed \$560,000
- STH 175 Sanitary Sewer and Water Main relay project not to exceed \$1,209,000

Subsequent to year end, the Village purchased real estate along Enterprise Drive for a purchase price of \$749,000. The property will be the future site of a new police department building.

21. Effect of New Accounting Standards on Financial Statements

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

- GASB Statement No. 100, *Accounting changes and error corrections* for periods beginning after June 15, 2023
- GASB Statement No. 101, *Compensated absences* for periods beginning after December 15, 2023
- GASB Statement No. 102, *Certain Risk Disclosures* for periods beginning after June 15, 2024

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

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF SLINGER

Slinger, Wisconsin

**Budgetary Comparison Schedule
General Fund**

For the Year Ended December 31, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenue				
Taxes	\$ 2,909,762	\$ 2,909,762	\$ 2,923,389	\$ 13,627
Intergovernmental	526,723	526,723	545,822	19,099
Licenses and permits	334,150	334,150	234,462	(99,688)
Fines, forfeits and penalties	81,000	81,000	68,828	(12,172)
Public charges for services	134,074	134,074	113,625	(20,449)
Intergovernmental charges for services	27,000	27,000	40,817	13,817
Miscellaneous	50,000	50,000	116,256	66,256
Total revenues	<u>4,062,709</u>	<u>4,062,709</u>	<u>4,043,199</u>	<u>(19,510)</u>
Expenditures				
General Government:				
Village Board	44,661	44,661	40,901	3,760
Committees	6,700	6,700	3,700	3,000
Legal	50,000	50,000	39,429	10,571
Village President	6,759	6,759	6,705	54
Village Administrator	28,076	28,076	31,149	(3,073)
Clerk	54,530	54,530	56,582	(2,052)
Elections	6,000	6,000	4,296	1,704
Treasurer	28,339	28,339	40,007	(11,668)
Assessment of property	18,850	18,850	22,112	(3,262)
Municipal building	82,240	82,240	82,240	---
Total general government	<u>326,155</u>	<u>326,155</u>	<u>327,121</u>	<u>(966)</u>
Public Safety:				
Police administrative	381,020	381,020	380,775	245
Police enforcement	1,520,551	1,520,551	1,641,540	(120,989)
Fire protection	561,843	561,843	566,273	(4,430)
Inspection	130,291	130,291	122,113	8,178
Disaster control	750	750	1,612	(862)
Total public safety	<u>2,594,455</u>	<u>2,594,455</u>	<u>2,712,313</u>	<u>(117,858)</u>

See Independent Auditors' Report and Notes to
Required Supplementary Information

VILLAGE OF SLINGER
Slinger, Wisconsin

Budgetary Comparison Schedule
General Fund

For the Year Ended December 31, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Public Works:				
Administration	\$ 69,265	\$ 69,265	\$ 67,697	\$ 1,568
Transportation cost pools	187,924	187,924	186,783	1,141
Highway and street maintenance and construction	293,073	293,073	254,153	38,920
Road related facilities	8,000	8,000	3,132	4,868
Street lights	80,500	80,500	148,599	(68,099)
Sidewalks	30,000	30,000	12,465	17,535
Refuse and garbage collection	345,000	345,000	292,636	52,364
Recycling collection	80,899	80,899	114,392	(33,493)
Total public works	<u>1,094,661</u>	<u>1,094,661</u>	<u>1,079,857</u>	<u>14,804</u>
Health and Human Services:				
Animal control	632	632	631	1
Total Health and Human Services	<u>632</u>	<u>632</u>	<u>631</u>	<u>1</u>
Culture, Recreation and Education:				
Parks	240,322	240,322	205,605	34,717
Forestry	23,994	23,994	32,815	(8,821)
Total culture, recreation and education	<u>264,316</u>	<u>264,316</u>	<u>238,420</u>	<u>25,896</u>
Conservation and Development:				
Planning	100,000	100,000	68,983	31,017
Village historical program	15,000	15,000	15,000	---
Total conservation and development	<u>115,000</u>	<u>115,000</u>	<u>83,983</u>	<u>31,017</u>
Total expenditures	<u>4,395,219</u>	<u>4,395,219</u>	<u>4,442,325</u>	<u>(47,106)</u>
Excess (deficiency) of revenues over (under) expenditures	(332,510)	(332,510)	(399,126)	(66,616)
Other Financing Sources (Uses):				
Operating transfers in	25,984	25,984	---	(25,984)
Transfers - pilot	341,520	341,520	316,831	(24,689)
Operating transfers from proprietary funds	---	---	15,952	15,952
Net change in fund balances	<u>34,994</u>	<u>34,994</u>	<u>(66,343)</u>	<u>(101,337)</u>
Fund Balances, January 1	<u>1,236,467</u>	<u>1,236,467</u>	<u>1,236,467</u>	<u>---</u>
Fund Balances, December 31	<u>\$ 1,271,461</u>	<u>\$ 1,271,461</u>	<u>\$ 1,170,124</u>	<u>\$ (101,337)</u>

See Independent Auditors' Report and Notes to
Required Supplementary Information

VILLAGE OF SLINGER
Slinger, Wisconsin

Schedule of Changes in Total OPEB - Health Liability and Related Ratios
December 31, 2023
Last 10 Fiscal Years*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability						
Service Cost	\$ 15,121	\$ 17,331	\$ 15,490	\$ 11,955	\$ 13,074	\$ 13,074
Interest	2,698	5,246	5,549	6,586	5,398	4,792
Change of benefit terms	---	---	---	---	---	---
Differences between expected and actual experiences	(2,451)	(83,820)	---	(10,430)	---	---
Changes in assumptions or other input	(26,148)	(35,901)	9,421	27,261	(6,935)	---
Benefit payments	---	---	---	---	(1,098)	---
Net change in total OPEB liability	(10,780)	(97,144)	30,460	35,372	10,439	17,866
Total OPEB liability - beginning	127,356	224,500	194,040	158,668	148,229	130,363
Total OPEB liability - ending	\$ 116,576	\$ 127,356	\$ 224,500	\$ 194,040	\$ 158,668	\$ 148,229
Covered-employee payroll	\$ 2,394,260	\$ 2,394,260	\$ 1,964,784	\$ 1,964,784	\$ 1,829,257	\$ 1,829,257
Total OPEB liability as a percentage of covered-employee payroll	4.87%	5.32%	11.43%	9.88%	8.67%	8.10%

*GASB requires the presentation of the last ten prior fiscal years completed under this pronouncement. The fiscal years completed prior to the enactment of this pronouncement are not required to be presented in this schedule.

See Independent Auditors' Report and Notes to
Required Supplementary Information

VILLAGE OF SLINGER
Slinger, Wisconsin

Schedule of Proportionate Share of the Net Pension Asset (Liability) and Contributions
Year Ended December 31, 2023

Wisconsin Retirement System
Last 10 Fiscal Years*

Village year end	WRS year end	Village's proportion of the net pension asset (liability)	Village's proportionate share of the net pension asset (liability)	Village's covered payroll	Net pension asset (liability) as a percentage of covered payroll	Plan fiduciary net position as a percentage of total pension asset (liability)
2023	2022	0.0175%	\$ (924,489)	\$ 2,479,223	37.29%	95.72%
2022	2021	0.0165%	1,334,668	2,240,309	59.58%	106.02%
2021	2020	0.0162%	1,010,744	2,141,292	47.20%	105.26%
2020	2019	0.0160%	515,498	2,044,105	25.22%	102.96%
2019	2018	0.0158%	(562,439)	1,975,352	28.47%	96.45%
2018	2017	0.0155%	460,165	1,960,674	23.47%	102.93%
2017	2016	0.0150%	(123,287)	1,891,378	6.52%	99.12%
2016	2015	0.0150%	(236,743)	1,838,598	12.88%	98.20%
2015	2014	0.0150%	356,934	1,737,333	20.54%	102.74%

*The amounts presented for each fiscal year were determined as of the prior calendar-year end.

*GASB requires the presentation of the last 10 prior fiscal years completed under this pronouncement. The fiscal years completed prior to the enactment of this pronouncement are not required to be presented in this schedule.

Schedule of Contributions
Year Ended December 31, 2023

Wisconsin Retirement System
Last 10 Fiscal Years*

Village year end	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Village's covered payroll	Contributions as a percentage of covered payroll
2023	\$ 246,910	\$ 246,910	\$ ---	\$ 2,618,887	9.43%
2022	219,145	219,145	---	2,479,223	8.84%
2021	198,372	198,372	---	2,240,309	8.85%
2020	188,016	188,016	---	2,044,105	9.20%
2019	166,737	166,737	---	2,044,105	8.16%
2018	164,246	164,246	---	1,975,352	8.31%
2017	162,786	162,786	---	1,960,674	8.30%
2016	146,286	146,286	---	1,891,378	7.73%
2015	145,029	145,029	---	1,838,598	7.89%
2014	142,445	142,445	---	1,737,333	8.20%

See Independent Auditors' Report and Notes to
Required Supplementary Information

VILLAGE OF SLINGER

Slinger, Wisconsin

Schedule of Proportionate Share of the Net OPEB - Life Insurance Asset (Liability) and Contributions

Year Ended December 31, 2023

Local Retiree Life Insurance
Last 10 Fiscal Years*

Village year end	LRLIF year end	Village's proportion of the net OPEB asset (liability)	Village's proportionate share of the net OPEB asset (liability)	Village's covered-employee payroll	Net OPEB asset (liability) as a percentage of covered-employee payroll	Plan fiduciary net position as a percentage of total OPEB asset (liability)
2023	2022	0.042336%	\$ (161,293)	\$ 2,364,000	6.82%	38.81%
2022	2021	0.040797%	(241,125)	2,174,000	11.09%	29.57%
2021	2020	0.038081%	(209,473)	2,114,000	9.91%	31.36%
2020	2019	0.034525%	(147,013)	1,967,000	7.47%	37.58%
2019	2018	0.032765%	(84,545)	1,800,000	4.70%	48.69%
2018	2017	0.033956%	(102,159)	1,427,947	7.15%	44.81%

*The amounts presented for each fiscal year were determined as of the prior calendar-year end.

GASB requires the presentation of the last 10 prior fiscal years completed under this pronouncement. The fiscal years prior to the enactment of this pronouncement are not required to be presented in this schedule.

Schedule of Employer Contributions

Year Ended December 31, 2023

Local Retiree Life Insurance
Last 10 Fiscal Years*

Village year end	LRLIF year end	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Village's covered-employee payroll	Contributions as a percentage of covered-employee payroll
2023	2022	\$ 849	\$ 849	\$ ---	\$ 2,364,000	0.04%
2022	2021	835	835	---	2,174,000	0.04%
2021	2020	759	759	---	2,114,000	0.04%
2020	2019	624	624	---	1,967,000	0.03%
2019	2018	631	631	---	1,800,000	0.04%
2018	2017	644	644	---	1,427,947	0.05%

*The amounts presented for each fiscal year were determined as of the prior calendar-year end. (Information is not available on the Village's fiscal year basis.)

GASB requires the presentation of the last 10 prior fiscal years completed under this pronouncement. The fiscal years prior to the enactment of this pronouncement are not required to be presented in this schedule.

See Independent Auditors' Report and Notes to
Required Supplementary Information

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Required Supplemental Information

December 31, 2023

1. Budgetary Information

The Village adopts annual budgets for the General, Special Revenue, Debt Service and Capital Projects Funds on a basis consistent with accounting principles generally accepted in the United States of America. The budgets were adopted in compliance with all material State Statutes.

2. Other Postemployment Benefits (OPEB) – Health Plan Information

No assets are accumulated in a trust that meets all of the following criteria of GASBS No. 75, paragraph 4:

- Contributions from the employer and any non-employer contributing entities, and earning thereon, must be irrevocable.
- Plan assets must be dedicated to providing pensions to plan members in accordance with the benefit terms.
- Plan assets must be legally protected from the creditors to the employer, non-employer contributing entities, the plan administrator, and plan members.

There were no changes of benefit terms to the OPEB – Health Plan.

The following changes in actuarial assumption have been made in the years presented:

- Discount rate changed as can be seen in the following table:

Year Ended December 31	Discount Rate	Assumed Rate of Inflation
2018	3.50%	2.50%
2019	4.00%	2.50%
2020	2.75%	2.50%
2021	2.25%	2.00%
2022	2.00%	2.00%
2023	4.25%	2.50%

- Mortality assumption for the years ended December 31, 2018 and December 31, 2019 was from the Wisconsin 2012 Mortality Table adjusted for future mortality improvements using the MP-2015 fully generated improvement scale (multiplied 50%); for the years ending December 31, 2020 to 2022 this changed to Wisconsin 2018 Mortality Table adjusted for future mortality improvements using the MP2018 fully generated improvement scale (multiplied 60%). For the year ending December 31, 2023 this changed to the 2020 WRS Experience Tables for Active Employees and Health Retirees projected with mortality improvements using the fully generational MP-2021 projection scale from a base year 2010.
- Actuarial assumptions used for the years ended December 31, 2018 and 2019 was based on an experience study conducted in 2015 using Wisconsin Retirement System (WRS) experience from 2012-14; for the years ended December 31, 2020 to 2022 this changed to being based on the results of an experience study conducted in 2018 using Wisconsin Retirement System (WRS) experience from 2015-2017. For the year ended December 31, 2023 this changed to being based on an experience study conducted in 2021 using Wisconsin Retirement System (WRS) experience from 2018-2020.

VILLAGE OF SLINGER
Slinger, Wisconsin

Notes to Required Supplemental Information
December 31, 2023

3. Wisconsin Retirement System (WRS)

Changes of benefit terms: There were no changes of benefit terms for any participating employer in WRS.

Changes of 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 post-retirement 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 post-retirement 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.

4. OPEB – Life Insurance Information

Change of benefit terms: There were no recent changes in benefit terms.

Changes of assumptions: In addition to the rate changes detailed in footnote 6, the State of Wisconsin Employee Trust Fund Board adopted economic and demographic assumption changes based on a three year experience study performed for the Wisconsin Retiree System. These assumptions are used in the actual valuations of OPEB liabilities for the retiree life insurance programs and are summarized below.

The assumption changes that were used to measure the December 31, 2021 total OPEB liabilities, including the following:

- Lowering the price inflation rate from 2.5% to 2.4%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

The assumption changes that were used to measure the December 31, 2018 total OPEB liabilities, including the following:

- Lowering the long-term expected rate of return from 5.00% to 4.25%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

VILLAGE OF SLINGER

Slinger, Wisconsin

Notes to Required Supplemental Information

December 31, 2023

5. Excess Expenditures Over Appropriations

Certain departments in the General Fund incurred expenditures in excess of appropriations in the following amounts for the year ended December 31, 2023:

<u>Department</u>	<u>Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Excess Expenditures Over Budget</u>
General Fund:			
General government	\$ 326,155	\$ 327,121	\$ 966
Public Safety	2,594,455	2,712,313	117,858

SUPPLEMENTARY FINANCIAL INFORMATION

VILLAGE OF SLINGER
Slinger, Wisconsin
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2023

	Special Revenue Funds							Capital Projects Funds							Total Nonmajor Governmental Funds						
	Parks, Recreation Department Fund	Library Fund	Veteran Memorial Fund	Public Celebration Fund	Facility Impact Fees	Debt Service	RDA	TIF District #4	TIF District #5	TIF District #6	TIF District #7	TIF District #8									
Assets:																					
Cash and investments	\$ 67,706	\$ 764,539	\$ 1,149	\$ 6,837	\$ 541,393	\$ 1,562,132	\$ 52,081	\$ 131,055	\$ 58,316	\$ 70,007	\$ 12,355	\$ ---	\$ ---	\$ ---	\$ 3,267,570						
Taxes receivable	85,325	118,635			418,183			150,124	30,025	102,084	18,015				922,391						
Impact fees receivable					463,840										463,840						
Interest receivable		5,889													5,889						
Due from other funds					696,705										696,705						
Advances to other funds							85,936								85,936						
Total assets	153,031	889,063	1,149	6,837	1,005,233	2,677,020	138,017	281,179	88,341	172,091	30,370	---	---	---	5,442,331						
Liabilities:																					
Accounts payable	3,264	8,731								19,809					32,478						
Accrued liabilities	8,637	4,979													13,616						
Due to other funds															26,470						
Advances from other funds							178,249	253,420		390,306	26,513	173,940			1,022,428						
Total liabilities	11,901	13,710					178,249	253,420		410,115	26,513	201,084			1,094,992						
Deferred Inflows of Resources:																					
Tax roll	143,845	200,000				704,992		253,085	50,618	172,098	30,370				1,555,008						
Unavailable impact fees receivable					463,840										463,840						
Total deferred inflows of resources	143,845	200,000			463,840	704,992		253,085	50,618	172,098	30,370				2,018,848						
Fund Balance (Deficits):																					
Nonspendable							85,936								85,936						
Restricted	(2,715)	675,353	1,149	6,837	541,393	1,972,028	(126,168)	(225,326)	37,723	(410,122)	(26,513)	(201,084)			3,234,483						
Unassigned	(2,715)	675,353	1,149	6,837	541,393	1,972,028	(40,232)	(225,326)	37,723	(410,122)	(26,513)	(201,084)			(991,928)						
Total fund balances (deficits)	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 2,328,491					

See Independent Auditors' Report

VILLAGE OF SLINGER
Slinger, Wisconsin

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2023

	Special Revenue Funds						Capital Project Funds						Total Nonmajor Governmental Funds	
	Parks, Recreation Department Fund	Library Fund	Veteran Memorial Fund	Public Celebration Fund	Facility Impact Fees Fund		TIF District #4	TIF District #5	TIF District #6	TIF District #7	TIF District #8			
Revenues:														
Taxes	\$ 132,573	\$ 186,630	\$ ---	\$ ---	\$ ---	\$ 623,029	\$ ---	\$ 311,784	\$ 74,482	\$ 30,325	\$ ---	\$ ---	\$ ---	\$ 1,358,823
Intergovernmental	---	148,927	---	---	---	---	---	---	---	---	---	---	---	148,927
Fines, forfeits & penalties	169,085	7,462	---	139,220	5	---	---	---	---	---	---	---	---	7,406
Public charges for services	40,437	90,220	---	9	5,391	58,826	2,861	1,072	379	22	---	---	---	315,767
Miscellaneous	342,095	440,640	---	9	144,611	681,855	2,866	312,856	74,861	30,347	---	---	---	199,017
Total revenues														2,029,940
Expenditures:														
Current:														
General government	292,498	386,581	---	---	3,624	2,140	309	11,807	2,766	27,161	2,165	72,020	---	118,368
Culture, recreation and education	---	---	---	---	---	---	---	---	---	---	---	---	---	682,703
Conservation and development	---	---	---	---	---	---	3,523	143,270	35,944	37,109	---	---	---	219,846
Capital outlay	32,853	---	---	---	---	---	---	---	---	130,923	---	127,829	---	291,605
Debt service:														
Principal	---	---	---	---	---	480,904	---	---	---	---	---	---	---	480,904
Interest and fiscal charges	---	---	---	---	---	404,284	8,554	13,219	825	14,260	1,156	1,235	---	443,533
Total expenditures	325,351	386,581	---	---	3,624	887,328	12,386	168,296	39,535	209,453	3,321	201,084	---	2,236,959
Excess (deficiency) of revenues over (under) expenditures	16,744	54,059	---	9	140,987	(205,473)	(9,720)	144,560	35,326	(179,106)	(3,321)	(201,084)	---	(207,019)
Other financing sources (uses):														
Operating transfers in	---	---	---	---	---	185,916	---	---	---	---	---	---	---	185,916
Operating transfers out	---	---	---	---	---	---	---	---	---	---	---	---	---	(145,000)
Net other financing sources (uses)	---	---	---	---	---	185,916	---	---	---	---	---	---	---	40,916
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	16,744	54,059	---	9	(4,013)	(19,557)	(9,720)	144,560	35,326	(179,106)	(3,321)	(201,084)	---	(166,103)
Fund Balance (Deficits), January 1	(19,459)	621,294	1,149	6,828	545,406	1,991,585	(30,512)	(869,886)	2,397	(231,016)	(23,192)	---	---	2,494,594
Fund Balance (Deficits), December 31	\$ (2,715)	\$ 675,353	\$ 1,149	\$ 6,837	\$ 541,393	\$ 1,972,028	\$ (40,232)	\$ (225,326)	\$ 37,723	\$ (410,122)	\$ (26,513)	\$ (201,084)	\$	2,328,491

FORM OF LEGAL OPINION

(See following pages)

Quarles & Brady LLP
411 East Wisconsin Avenue
Milwaukee, WI 53202

May 14, 2025

Re: Village of Slinger, Wisconsin ("Issuer")
\$1,305,000 Sewerage System Revenue Bonds, Series 2025B,
dated May 14, 2025 ("Bonds")

We have acted as bond counsel to the Issuer in connection with the issuance of the Bonds. In such capacity, we have examined such law and such certified proceedings, certifications, and other documents as we have deemed necessary to render this opinion.

Regarding questions of fact material to our opinion, we have relied on the certified proceedings and other certifications of public officials and others furnished to us without undertaking to verify the same by independent investigation.

The Bonds are issued pursuant to Section 66.0621, Wisconsin Statutes, and a resolution adopted by the Village Board of the Issuer on March 17, 2025, as supplemented by the Approving Certificate, dated April __, 2025 (collectively, the "Bond Resolution"). Pursuant to the Bond Resolution, the Bonds are issued on a parity with the Issuer's outstanding Sewerage System Revenue Bonds, Series 2008, dated February 13, 2008 and Sewerage System Revenue Bonds, Series 2022B, dated December 29, 2022 (collectively, the "Prior Bonds"). The Issuer covenanted in the Bond Resolution that revenues of the Sewerage System (the "System") of the Issuer which are deposited in the Debt Service Fund provided by the Bond Resolution (the "Revenues") shall at all times be sufficient to pay the principal of and interest on the Prior Bonds and the Bonds as the same falls due.

The Bonds are numbered from R-1 and upward; bear interest at the rates set forth below; and mature on May 1 of each year, in the years and principal amounts as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2027	\$50,000	___%
2028	50,000	___
2029	50,000	___
2030	50,000	___
2031	55,000	___
2032	55,000	___
2033	60,000	___
2034	60,000	___
2035	65,000	___
2036	65,000	___
2037	70,000	___
2038	70,000	___
2039	75,000	___
2040	80,000	___
2041	80,000	___

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2042	\$ 85,000	___%
2043	90,000	___
2044	95,000	___
2045	100,000	___

Interest is payable semi-annually on May 1 and November 1 of each year commencing on May 1, 2026.

The Bonds maturing on May 1, 2035 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on May 1, 2034 or on any date thereafter. Said Bonds are redeemable as a whole or in part, and if in part, from maturities selected by the Issuer, and within each maturity by lot, at the principal amount thereof, plus accrued interest to the date of redemption.

[The Bonds maturing in the years _____ are subject to mandatory redemption by lot as provided in the Bonds, at the redemption price of par plus accrued interest to the date of redemption and without premium.]

We further certify that we have examined a sample of the Bonds and find the same to be in proper form.

Based upon and subject to the foregoing, it is our opinion under existing law that:

1. The Issuer is duly created and validly existing under the Constitution and laws of the State of Wisconsin with the power to adopt the Bond Resolution, perform the agreements on its part contained therein and issue the Bonds.
2. The Bond Resolution has been duly adopted by the Issuer and constitutes a valid and binding obligation of the Issuer enforceable upon the Issuer.
3. The Bonds have been lawfully authorized and issued by the Issuer pursuant to the laws of the State of Wisconsin now in force and are valid and binding special obligations of the Issuer in accordance with their terms payable solely from the Revenues of the System. The Bonds, together with interest thereon, do not constitute an indebtedness of the Issuer nor a charge against its general credit or taxing power.
4. The interest on the Bonds is excludable for federal income tax purposes from the gross income of the owners of the Bonds. The interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on individuals; however, interest on the Bonds is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). The Code contains requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Bonds to be included in gross income

retroactively to the date of issuance of the Bonds. The Issuer has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the Issuer comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Bonds.

We express no opinion regarding the accuracy, adequacy, or completeness of the Official Statement or any other offering material relating to the Bonds. Further, we express no opinion regarding tax consequences arising with respect to the Bonds other than as expressly set forth herein.

We express no opinion regarding the creation, perfection or priority of any security interest in the Revenues or other funds created by the Bond Resolution or on the sufficiency of the Revenues.

The rights of the owners of the Bonds and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium and similar laws affecting creditors' rights and may be subject to the exercise of judicial discretion in accordance with general principles of equity, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

QUARLES & BRADY LLP

BOOK-ENTRY-ONLY SYSTEM

1. The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the securities (the "Securities"). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for [each issue of] the Securities, [each] in the aggregate principal amount of such issue, and will be deposited with DTC. [If, however, the aggregate principal amount of [any] issue exceeds \$500 million, one certificate will be issued with respect to each \$500 million of principal amount, and an additional certificate will be issued with respect to any remaining principal amount of such issue.]
2. DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.
3. Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each Security ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.
4. To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

5. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. [Beneficial Owners of Securities may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.]
6. Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.
7. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to Village as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).
8. Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Village or Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, Agent, or the Village, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Village or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.
9. A Beneficial Owner shall give notice to elect to have its Securities purchased or tendered, through its Participant, to [Tender/Remarketing] Agent, and shall effect delivery of such Securities by causing the Direct Participant to transfer the Participant's interest in the Securities, on DTC's records, to [Tender/Remarketing] Agent. The requirement for physical delivery of Securities in connection with an optional tender or a mandatory purchase will be deemed satisfied when the ownership rights in the Securities are transferred by Direct Participants on DTC's records and followed by a book-entry credit of tendered Securities to [Tender/Remarketing] Agent's DTC account.
10. DTC may discontinue providing its services as depository with respect to the Securities at any time by giving reasonable notice to the Village or Agent. Under such circumstances, in the event that a successor depository is not obtained, Security certificates are required to be printed and delivered.
11. The Village may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Security certificates will be printed and delivered to DTC.
12. The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Village believes to be reliable, but the Village takes no responsibility for the accuracy thereof.

FORM OF CONTINUING DISCLOSURE CERTIFICATE

(See following pages)

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the Village of Slinger, Washington County, Wisconsin (the "Issuer") in connection with the issuance of \$1,305,000 Sewerage System Revenue Bonds, Series 2025B, dated May 14, 2025 (the "Securities"). The Securities are being issued pursuant to a resolution adopted on March 17, 2025, as supplemented by an Approving Certificate, dated April __, 2025 (collectively, the "Resolution") and delivered to _____ (the "Purchaser") on the date hereof. Pursuant to the Resolution, the Issuer has covenanted and agreed to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events. In addition, the Issuer hereby specifically covenants and agrees as follows:

Section 1(a). Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the holders of the Securities in order to assist the Participating Underwriters within the meaning of the Rule (defined herein) in complying with SEC Rule 15c2-12(b)(5). References in this Disclosure Certificate to holders of the Securities shall include the beneficial owners of the Securities. This Disclosure Certificate constitutes the written Undertaking required by the Rule.

Section 1(b). Filing Requirements. Any filing under this Disclosure Certificate must be made solely by transmitting such filing to the MSRB (defined herein) through the Electronic Municipal Market Access ("EMMA") System at www.emma.msrb.org in the format prescribed by the MSRB. All documents provided to the MSRB shall be accompanied by the identifying information prescribed by the MSRB.

Section 2. Definitions. In addition to the defined terms set forth in the Resolution, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

"Annual Report" means any annual report provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

"Audited Financial Statements" means the Issuer's annual financial statements, which are currently prepared in accordance with generally accepted accounting principles (GAAP) for governmental units as prescribed by the Governmental Accounting Standards Board (GASB) and which the Issuer intends to continue to prepare in substantially the same form.

"Final Official Statement" means the Final Official Statement dated April __, 2025 delivered in connection with the Securities, which is available from the MSRB.

"Financial Obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term Financial Obligation shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

"Fiscal Year" means the fiscal year of the Issuer.

"Governing Body" means the Village Board of the Issuer or such other body as may hereafter be the chief legislative body of the Issuer.

"Issuer" means the Village of Slinger, Washington County, Wisconsin, which is the obligated person with respect to the Securities.

"Issuer Contact" means the Village Administrator of the Issuer who can be contacted at Village Hall, 300 Slinger Road, Slinger, Wisconsin 53086, phone (262) 644-5265, fax (262) 644-6341.

"Listed Event" means any of the events listed in Section 5(a) of this Disclosure Certificate.

"MSRB" means the Municipal Securities Rulemaking Board.

"Participating Underwriter" means any of the original underwriter(s) of the Securities (including the Purchaser) required to comply with the Rule in connection with the offering of the Securities.

"Rule" means SEC Rule 15c2-12(b)(5) promulgated by the SEC under the Securities Exchange Act of 1934, as the same may be amended from time to time, and official interpretations thereof.

"SEC" means the Securities and Exchange Commission.

Section 3. Provision of Annual Report and Audited Financial Statements.

(a) The Issuer shall, not later than 365 days after the end of the Fiscal Year, commencing with the year ending December 31, 2024, provide the MSRB with an Annual Report filed in accordance with Section 1(b) of this Disclosure Certificate and which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the Audited Financial Statements of the Issuer may be submitted separately from the balance of the Annual Report and that, if Audited Financial Statements are not available within 365 days after the end of the Fiscal Year, unaudited financial information will be provided, and Audited Financial Statements will be submitted to the MSRB when and if available.

(b) If the Issuer is unable or fails to provide to the MSRB an Annual Report by the date required in subsection (a), the Issuer shall send in a timely manner a notice of that fact to the MSRB in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

Section 4. Content of Annual Report. The Issuer's Annual Report shall contain or incorporate by reference the Audited Financial Statements and updates of the following sections of the Final Official Statement to the extent such financial information and operating data are not included in the Audited Financial Statements:

1. DEBT - DIRECT DEBT
2. DEBT - DEBT LIMIT
3. VALUATIONS - CURRENT PROPERTY VALUATIONS
4. THE BONDS - DESCRIPTION OF THE SEWERAGE SYSTEM

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which are available to the public on the MSRB's Internet website or filed with the SEC. The Issuer shall clearly identify each such other document so incorporated by reference.

Section 5. Reporting of Listed Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events with respect to the Securities:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults, if material;
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Securities, or other material events affecting the tax status of the Securities;
7. Modification to rights of holders of the Securities, if material;
8. Securities calls, if material, and tender offers;
9. Defeasances;
10. Release, substitution or sale of property securing repayment of the Securities, if material;
11. Rating changes;

12. Bankruptcy, insolvency, receivership or similar event of the Issuer;
13. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
15. Incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Issuer, any of which affect holders of the Securities, if material; and
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

For the purposes of the event identified in subsection (a)12. above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Issuer in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Issuer.

(b) When a Listed Event occurs, the Issuer shall, in a timely manner not in excess of ten business days after the occurrence of the Listed Event, file a notice of such occurrence with the MSRB. Notwithstanding the foregoing, notice of Listed Events described in subsections (a) (8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Securities pursuant to the Resolution.

(c) Unless otherwise required by law, the Issuer shall submit the information in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

Section 6. Termination of Reporting Obligation. The Issuer's obligations under the Resolution and this Disclosure Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all the Securities.

Section 7. Issuer Contact; Agent. Information may be obtained from the Issuer Contact. Additionally, the Issuer may, from time to time, appoint or engage a dissemination agent to assist it in carrying out its obligations under the Resolution and this Disclosure Certificate, and may discharge any such agent, with or without appointing a successor dissemination agent.

Section 8. Amendment; Waiver. Notwithstanding any other provision of the Resolution or this Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, if the following conditions are met:

(a)(i) The amendment or waiver is made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the Issuer, or the type of business conducted; or

(ii) This Disclosure Certificate, as amended or waived, would have complied with the requirements of the Rule at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(b) The amendment or waiver does not materially impair the interests of beneficial owners of the Securities, as determined and certified to the Issuer by an underwriter, financial advisor, bond counsel or trustee.

In the event this Disclosure Certificate is amended for any reason other than to cure any ambiguities, inconsistencies, or typographical errors that may be contained herein, the Issuer agrees the next Annual Report it submits after such amendment shall include an explanation of the reasons for the amendment and the impact of the change, if any, on the type of financial statements or operating data being provided.

If the amendment concerns the accounting principles to be followed in preparing financial statements, then the Issuer agrees that it will give an event notice and that the next Annual Report it submits after such amendment will include a comparison between financial statements or information prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Section 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

Section 10. Default. (a) Except as described in the Final Official Statement, in the previous five years, the Issuer has not failed to comply in all material respects with any previous undertakings under the Rule to provide annual reports or notices of events.

(b) In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate any holder of the Securities may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under the Resolution and this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default with respect to the Securities and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

Section 11. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Participating Underwriters and holders from time to time of the Securities, and shall create no rights in any other person or entity.

IN WITNESS WHEREOF, we have executed this Certificate in our official capacities effective the 14th day of May, 2025.

(SEAL)

Scott Stortz
President

Tammy Tennes
Village Clerk

FORM OF PARAMETERS RESOLUTION

(See following pages)

RESOLUTION NO. _____

RESOLUTION AUTHORIZING THE ISSUANCE AND
ESTABLISHING PARAMETERS FOR THE SALE OF NOT TO EXCEED
\$1,305,000 SEWERAGE SYSTEM REVENUE BONDS, SERIES 2025B
OF THE VILLAGE OF SLINGER, WASHINGTON COUNTY, WISCONSIN,
AND PROVIDING FOR THE PAYMENT OF THE BONDS
AND OTHER DETAILS WITH RESPECT TO THE BONDS

WHEREAS, the Village of Slinger, Washington County, Wisconsin (the "Village") owns and operates its Sewerage System (the "System") which is operated for a public purpose as a public utility; and

WHEREAS, under the provisions of Section 66.0621, Wisconsin Statutes, any municipality in the State of Wisconsin may, by action of its governing body, provide funds for extending, adding to and improving a public utility from the proceeds of bonds, which bonds are payable only from the income and revenues of such utility and are secured by a pledge of the revenues of the utility; and

WHEREAS, pursuant to a resolution adopted on January 21, 2008 (the "2008 Resolution"), the Village has heretofore issued its Sewerage System Revenue Bonds, Series 2008, dated February 13, 2008 (the "2008 Bonds"); and

WHEREAS, pursuant to a resolution adopted on November 14, 2022 (the "2022 Resolution" and with the 2008 Resolution, the "Prior Resolutions"), the Village has heretofore issued its Sewerage System Revenue Bonds, Series 2022B, dated December 29, 2022 (the "2022 Bonds" and with the 2008 Bonds, the "Prior Bonds"); and

WHEREAS, the Village has determined that certain additions, improvements and extensions to the System including those related to phase 3 of the STH 175 project (collectively, the "Project") are necessary to adequately supply the needs of the Village and the residents thereof; and

WHEREAS, it is necessary, desirable and in the best interests of the Village to authorize and sell revenue bonds for such purpose payable solely from the Revenues of the System, which bonds are to be authorized and issued pursuant to the provisions of Section 66.0621, Wisconsin Statutes; and

WHEREAS, the Prior Resolutions permit the issuance of additional bonds payable from Revenues of the System on a parity with the Prior Bonds upon compliance with certain conditions; and

WHEREAS, to the best of the Village Board's knowledge, information and belief, the Village complies with such conditions; and

WHEREAS, other than the Prior Bonds, the Village has no bonds or obligations outstanding which are payable from the Revenues of the System; and

WHEREAS, it is the finding of the Village Board that it is in the best interest of the Village to direct its financial advisor, Ehlers & Associates, Inc. ("Ehlers"), to take the steps necessary for the Village to offer and sell Sewerage System Revenue Bonds, Series 2025B (the "Bonds") at public sale and to obtain bids for the purchase of the Bonds; and

WHEREAS, the Village Clerk (in consultation with Ehlers) is hereby authorized and directed to cause the sale of the Bonds to be publicized at such times and in such manner as the Village Clerk may determine and to cause copies of a complete Notice of Sale and other pertinent data to be forwarded to interested bidders as the Village Clerk may determine; and

WHEREAS, in order to facilitate the sale of the Bonds in a timely manner, the Village Board hereby finds and determines that it is necessary, desirable and in the best interest of the Village to delegate to either the Village President or the Village Administrator (each, an "Authorized Officer") the authority to accept on behalf of the Village the bid for the Bonds that results in the lowest true interest cost for the Bonds (the "Proposal") and meets the terms and conditions provided for in this Resolution by executing a certificate in substantially the form attached hereto as Exhibit A and incorporated herein by reference (the "Approving Certificate").

NOW, THEREFORE, the Village Board of the Village of Slinger, Washington County, Wisconsin, do resolve that:

Section 1. Authorization and Sale of the Bonds; Parameters. For the purpose of paying the costs of the Project, the Village is authorized to borrow pursuant to Section 66.0621, Wisconsin Statutes, the principal sum of not to exceed ONE MILLION THREE HUNDRED FIVE THOUSAND DOLLARS (\$1,305,000) upon the terms and subject to the conditions set forth in this Resolution. Subject to satisfaction of the condition set forth in Section 19 of this Resolution, the Village President and Village Clerk are hereby authorized, empowered and directed to make, execute, issue and sell to the financial institution that submitted the Proposal (the "Purchaser"), on behalf of and in the name of the Village, the Bonds in a principal amount of not to exceed ONE MILLION THREE HUNDRED FIVE THOUSAND DOLLARS (\$1,305,000). The purchase price to be paid to the Village for the Bonds shall not be less than 98.75% nor more than 110.00% of the principal amount of the Bonds.

Section 2. Terms of the Bonds. The Bonds shall be designated "Sewerage System Revenue Bonds, Series 2025B"; shall be issued in the aggregate principal amount of up to \$1,305,000; shall be dated as of their date of issuance; shall be in the denomination of \$5,000 or any integral multiple thereof; shall be numbered R-1 and upward; and shall mature or be subject to mandatory redemption on the dates and in the principal amounts set forth below, provided that the principal amount of each maturity or mandatory redemption amount may be increased or decreased by up to \$40,000 per maturity or mandatory redemption amount and that the aggregate principal amount of the Bonds shall not exceed \$1,305,000. The schedule below assumes the Bonds are issued in the aggregate principal amount of \$1,305,000.

<u>Date</u>	<u>Amount</u>
05/01/2027	\$50,000
05/01/2028	50,000
05/01/2029	50,000

<u>Date</u>	<u>Amount</u>
05/01/2030	\$ 50,000
05/01/2031	55,000
05/01/2032	55,000
05/01/2033	60,000
05/01/2034	60,000
05/01/2035	65,000
05/01/2036	65,000
05/01/2037	70,000
05/01/2038	70,000
05/01/2039	75,000
05/01/2040	80,000
05/01/2041	80,000
05/01/2042	85,000
05/01/2043	90,000
05/01/2044	95,000
05/01/2045	100,000

Interest shall be payable semi-annually on May 1 and November 1 of each year commencing on May 1, 2026. The true interest cost on the Bonds (computed taking the Purchaser's compensation into account) will not exceed 5.50%. Interest shall be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to the rules of the Municipal Securities Rulemaking Board.

The schedule of maturities or mandatory redemptions is found to be such that the amount of annual debt service payments is reasonable in accordance with prudent municipal utility practices and will be confirmed in the Approving Certificate.

The Bonds, together with interest thereon, shall not constitute an indebtedness of the Village nor a charge against its general credit or taxing power. The Bonds, together with interest thereon, shall be payable only out of the Debt Service Fund hereinafter provided, and shall be a valid claim of the owner thereof only against the Debt Service Fund and the Revenues pledged to such Fund, on a parity with the pledge granted to the owners of the Prior Bonds. Sufficient Revenues are hereby pledged to the Debt Service Fund, and shall be used for no other purpose than to pay the principal of, premium, if any, and interest on the Bonds, the Prior Bonds and any Parity Bonds as the same fall due.

The Bonds shall be subject to optional redemption as set forth in the Approving Certificate. If the Proposal specifies that certain of the Bonds are subject to mandatory redemption, the terms of such mandatory redemption shall be set forth on an attachment to the Approving Certificate. Upon the optional redemption of any of the Bonds subject to mandatory redemption, the principal amount of such Bonds so redeemed shall be credited against the mandatory redemption payments established for such Bonds in such manner as the Village shall direct.

Section 3. Form of the Bonds. The Bonds shall be issued in registered form and shall be executed and delivered in substantially the form attached hereto as Exhibit B and incorporated herein by this reference.

Section 4. Definitions. In addition to the words defined elsewhere in this Resolution, the following words shall have the following meanings unless the context or use indicates another or different meaning or intent:

"Annual Debt Service Requirement" means the total amount of principal and interest due in any Fiscal Year on the Prior Bonds, the Bonds and Parity Bonds.

"Bond Year" means the one-year period ending on a principal payment date or mandatory redemption date for the Bonds.

"Code" means the Internal Revenue Code of 1986, as amended.

"Current Expenses" or "Operation and Maintenance Expenses" means the reasonable and necessary costs of operating, maintaining, administering and repairing the System, including salaries, wages, costs of materials and supplies, insurance and audits, but excluding depreciation, debt service, tax equivalents and capital expenditures.

"DTC" means The Depository Trust Company, New York, New York, or any successor securities depository for the Village with respect to the Bonds.

"Fiscal Year" means the fiscal year adopted by the Village for the System, which is currently the calendar year.

"Gross Earnings" or "Revenues" means all income and revenue derived from operation of the System, including the revenues received from the Village for services rendered to it and all moneys received from any other source, including income derived from investments and any funds appropriated by the Village Board pursuant to Section 6 hereof for services provided to the Village by the System.

"Net Revenues" means the Revenues of the System after deductions of Current Expenses.

"Parity Bonds" means additional bonds or obligations issued on a parity as to pledge and lien with the Bonds in accordance with the provisions of Section 8 of this Resolution.

"Regulations" means the Regulations of the Commissioner of Internal Revenue under the Code.

"Reserve Requirement" means an amount, determined as of the date of issuance of the Bonds, equal to the least of (a) the amount currently on deposit in the reserve fund plus 10% of the par amount of the Bonds (up to the amount permitted to be deposited therein from proceeds of the Bonds pursuant to Section 148(d)(1) of the Code and Regulations); (b) the maximum annual debt service on the Bonds and the 2022 Bonds in any Bond Year; and (c) 125% of average annual debt service on the Bonds and the 2022 Bonds; provided, however, that on an ongoing basis it shall never exceed the remaining maximum annual principal and interest due on

the Bonds in any Bond Year. If Parity Bonds which are to be secured by the Reserve Fund are issued, the Reserve Requirement shall mean an amount, determined as of the date of issuance of the Parity Bonds, equal to the least of (a) the amount required to be on deposit in the Reserve Fund prior to the issuance of such Parity Bonds, plus the amount permitted to be deposited therein from proceeds of the Parity Bonds pursuant to Section 148(d)(1) of the Code and Regulations; (b) the maximum annual debt service on outstanding obligations secured by the Reserve Fund and the Parity Bonds to be issued in any Bond Year; and (c) 125% of average annual debt service on the outstanding obligations secured by the Reserve Fund and the Parity Bonds to be issued; provided, however, that on an ongoing basis it shall never exceed the remaining maximum annual principal and interest due on the outstanding obligations secured by the Reserve Fund and Parity Bonds in any Bond Year.

"System" means the entire sewerage system of the Village specifically including that portion of the Project owned by the Village and including all property of every nature now or hereafter owned by the Village for the collection, transmission, treatment and disposal of domestic and industrial sewerage and waste, including all improvements and extensions thereto made by the Village while any of the Bonds and Parity Bonds remain outstanding, including all real and personal property of every nature comprising part of or used or useful in connection with such sewerage system and including all appurtenances, contracts, leases, franchises, and other intangibles.

Section 5A. Income and Revenue Funds. When the Bonds shall have been delivered in whole or in part, the Revenues shall be set aside into the following separate and special funds, which were created and established by a resolution adopted on June 21, 1993 and continued by the Prior Resolutions and are hereby further continued and shall be used and applied as described below:

- (a) Revenue Fund, into which shall be deposited as received the Revenues of the System, which money shall then be divided among the Operation and Maintenance Fund, the Debt Service Fund (including the Reserve Fund) and the Surplus Fund in the amounts and in the manner set forth in Section 5B hereof and used for the purposes described below.
- (b) Operation and Maintenance Fund, which shall be used for the payment of Current Expenses.
- (c) Debt Service Fund, which shall be used for the payment of the principal of, premium, if any, and interest on the Prior Bonds, the Bonds and Parity Bonds as the same becomes due.
- (d) Reserve Fund, which shall be used for the payment of the principal and interest on the Bonds, the 2022 Bonds and any Parity Bonds secured by the Reserve Fund at any time when there shall be insufficient money in the Debt Service Fund to make principal and interest payments on the Bonds, the 2022 Bonds and any Parity Bonds secured by the Reserve Fund. The Reserve Fund does not secure the principal of or interest on the 2008 Bonds, and the 2008 Bonds are not secured by a separate reserve fund of any kind.

- (e) Surplus Fund, which shall first be used whenever necessary to pay principal of, premium, if any, or interest on the Prior Bonds, the Bonds and Parity Bonds when the Debt Service Fund shall be insufficient for such purpose, and thereafter shall be disbursed as follows: (i) at any time, to remedy any deficiency in any of the Funds provided in this Section 5A hereof; and (ii) money thereafter remaining in the Surplus Fund at the end of any Fiscal Year may be transferred to any of the funds or accounts created herein or to reimburse the general fund of the Village for advances made by the Village to the System.

Section 5B. Application of Revenues. After the delivery of the Bonds, the Revenues of the System shall be deposited as collected in the Revenue Fund and shall be transferred monthly to the funds listed below in the following order of priority and in the manner set forth below:

- (a) to the Operation and Maintenance Fund, in an amount equal to the estimated Current Expenses for such month and for the following month (after giving effect to available amounts in said Fund from prior deposits);
- (b) to the Debt Service Fund, an amount equal to one-sixth (1/6) of the next installment of interest coming due on the Prior Bonds and the Bonds and any Parity Bonds then outstanding and an amount equal to one-twelfth (1/12) of the installment of principal of the Prior Bonds and the Bonds and any Parity Bonds coming due during such Bond Year (after giving effect to available amounts in said Fund from accrued interest, any premium or any other source);
- (c) to the Reserve Fund, only at such times that the amount on deposit is not equal to the Reserve Requirement, an amount equal to one twelfth of the Reserve Requirement until the amount accumulated in the Reserve Fund (after giving effect to amounts deposited in the Reserve Fund from Bond Proceeds pursuant to Section 9 hereof, from any investment earnings or any other source) equals the Reserve Requirement; and
- (d) to the Surplus Fund, any amount remaining in the Revenue Fund after the monthly transfers required above have been completed.

Transfers from the Revenue Fund to the Operation and Maintenance Fund, the Debt Service Fund, the Reserve Fund and the Surplus Fund shall be made monthly not later than the tenth day of each month, and such transfer shall be applicable to monies on deposit in the Revenue Fund as of the last day of the month preceding. Any other transfers and deposits to any fund required or permitted by subsection (a) through (d) of this Section, except transfers or deposits which are required to be made immediately or annually, shall be made on or before the tenth day of the month. Any transfer or deposit required to be made at the end of any Fiscal Year shall be made within sixty (60) days after the close of such Fiscal Year. If the tenth day of any month shall fall on a day other than a business day, such transfer or deposit shall be made on the next succeeding business day.

It is the express intent and determination of the Village Board that the amounts transferred from the Revenue Fund and deposited in the Debt Service Fund shall be sufficient in

any event to pay the interest on the Prior Bonds, the Bonds and any Parity Bonds as the same accrues and the principal thereof as the same matures.

The Debt Service Fund shall be kept apart from monies in the other funds and accounts of the Village. The minimum amounts to be so deposited for debt service on the Bonds, in addition to all amounts to be deposited to pay debt service on the Prior Bonds, will be set forth on a schedule to be attached to the Approving Certificate. The Debt Service Fund shall be used for no purpose other than the prompt payment of principal of and interest on the Prior Bonds, the Bonds and any Parity Bonds.

It is the intent of the Village that at all times the Reserve Fund constitutes a "reasonably required reserve fund" under Section 148 of the Code and any applicable Regulations.

The Operation and Maintenance Fund shall be deposited as received in public depositories to be selected by the Village Board in the manner required by Chapter 34 of the Wisconsin Statutes and may be invested in legal investments subject to the provisions of Section 66.0603(1m), Wis. Stats.

No transfers need be made into the Reserve Fund at such times as the monies in the Reserve Fund are equal to the Reserve Requirement. If at any time the amount on deposit in the Reserve Fund exceeds the Reserve Requirement, the excess shall be transferred to the Debt Service Fund and used to pay principal and interest on the Bonds and the 2022 Bonds. If for any reason there shall be insufficient funds on hand in the Debt Service Fund to meet principal or interest becoming due on the Bonds, the 2022 Bonds or Parity Bonds secured by the Reserve Fund, then all sums then held in the Reserve Fund shall be used to pay the portion of interest or principal on such Bonds, 2022 Bonds or Parity Bonds becoming due as to which there would otherwise be default, and thereupon deposits into the Reserve Fund shall begin as described above until an amount equal to the Reserve Requirement is on deposit in the Reserve Fund.

Section 6. Service to the Village. The reasonable cost and value of any service rendered to the Village by the System by furnishing sewerage services for public purposes, including reasonable health protection charges, shall be charged against the Village and shall be paid by it in monthly installments as the service accrues, out of the current revenues of the Village collected or in the process of collection, exclusive of the Revenues, and out of the tax levy of the Village made by it to raise money to meet its necessary current expenses. It is hereby found and determined that the reasonable cost and value of such service to the Village in each year shall be in an amount which, together with other revenues of the System, will produce Net Revenues equivalent to not less than 1.25 times the Annual Debt Service Requirement. Such compensation for such service rendered to the Village shall, in the manner provided hereinabove, be paid into the separate and special funds described in Section 5 of this Resolution. However, such payment is subject to (a) annual appropriations by the Village Board therefor, and (b) applicable levy limits, if any; and neither this Resolution nor such payment shall be construed as constituting an obligation of the Village to make any such appropriation over and above the reasonable cost and value of services rendered to the Village and its inhabitants or to make any subsequent payment over and above such reasonable cost and value.

Section 7. Operation of System; Village Covenants. It is covenanted and agreed by the Village with the owner or owners of the Bonds, and each of them, that:

(a) The Village will faithfully and punctually perform all duties with reference to the System required by the Constitution and Statutes of the State of Wisconsin, including the making and collecting of reasonable and sufficient rates lawfully established for services rendered by the System, and will collect and segregate the Revenues of the System and apply them to the respective funds and accounts described hereinabove;

(b) The Village will not sell, lease, or in any manner dispose of the System, including any part thereof or any additions, extensions, or improvements that may be made part thereto, except that the Village shall have the right to sell, lease or otherwise dispose of any property of the System found by the Village Board to be neither necessary nor useful in the operation of the System, provided the proceeds received from such sale, lease or disposal shall be paid into the Debt Service Fund or applied to the acquisition or construction of capital facilities for use in the normal operation of the System, and such payment shall not reduce the amounts otherwise required to be paid into the Debt Service Fund;

(c) The Village will cause the Project to be completed as expeditiously as reasonably possible;

(d) The Village will pay or cause to be paid all lawful taxes, assessments, governmental charges, and claims for labor, materials or supplies which if unpaid could become a lien upon the System or its Revenues or could impair the security of the Bonds;

(e) The Village will maintain in reasonably good condition and operate the System, and will establish, charge and collect such lawfully established rates and charges for the service rendered by the System, so that in each Fiscal Year Net Revenues shall not be less than 125% of the Annual Debt Service Requirement, and so that the Revenues of the System herein agreed to be set aside to provide for the payment of the Prior Bonds, the Bonds, and Parity Bonds and the interest thereon as the same becomes due and payable and to meet the Reserve Requirement will be sufficient for those purposes;

(f) The Village will prepare a budget not less than sixty days prior to the end of each Fiscal Year and, in the event such budget indicates that the Net Revenues for each Fiscal Year will not exceed the Annual Debt Service Requirement for each corresponding Fiscal Year by the proportion stated hereunder, will take any and all steps permitted by law to increase rates so that the aforementioned proportion of Net Revenues to the Annual Debt Service Requirement shall be accomplished as promptly as possible;

(g) The Village will keep proper books and accounts relative to the System separate from all other records of the Village and will cause such books and accounts to be audited annually by a recognized independent firm of certified public accountants including a balance sheet and a profit and loss statement of the System as certified by such accountants. Each such audit, in addition to whatever matters may be thought proper by the accountants to be included therein shall include the following: (1) a statement in detail of the income and expenditures of the System for the Fiscal Year; (2) a statement of the Net Revenues of the

System for such Fiscal Year; (3) a balance sheet as of the end of such Fiscal Year; (4) the accountants' comment regarding the manner in which the Village has carried out the requirements of this Resolution and the accountants' recommendations for any changes or improvements in the operation of the System; (5) the number of connections to the System at the end of the Fiscal Year, for each user classification (i.e., residential, commercial, public and industrial); and (6) a list of the insurance policies in force at the end of the Fiscal Year setting out as to each policy the amount of the policy, the risks covered, the name of the insurer, and the expiration date of the policy; and

(h) So long as any of the Bonds are outstanding the Village will carry for the benefit of the owners of the Bonds insurance of the kinds and in the amounts normally carried by private companies or other public bodies engaged in the operation of similar systems. All money received for loss of use and occupancy shall be considered Revenue of the System payable into the separate funds and accounts named in Section 5A of this Resolution. All money received for losses under any casualty policies shall be used in repairing the damage or in replacing the property destroyed provided that if the Village Board shall find it is inadvisable to repair such damage or replace such property and that the operation of the System has not been impaired thereby, such money shall be deposited in the Debt Service Fund, but in that event such payments shall not reduce the amounts otherwise required to be paid into the Debt Service Fund.

Section 8. Prior Bonds; Parity Bonds. The Bonds are issued on a parity with the Prior Bonds as to the pledge of Revenues of the System. No bonds or obligations payable out of the Revenues of the System may be issued in such manner as to enjoy priority over the Bonds. Additional obligations may be issued if their lien and pledge is junior and subordinate to that of the Bonds. Parity Bonds may be issued only if all of the following conditions are met:

a. Either:

(1) The Net Revenues of the System for the Fiscal Year immediately preceding the issuance of such additional bonds must have been equal to at least 1.25 times the average combined annual interest and principal requirements on all bonds outstanding payable from Revenues of the System and on the bonds then to be issued. Should an increase in permanent rates and charges, including those made to the Village, be properly ordered and made effective during the Fiscal Year immediately prior to the issuance of such additional bonds or during that part of the Fiscal Year of issuance prior to such issuance, then Net Revenues for purposes of such computation shall include such additional Net Revenues as an independent certified public accountant, registered municipal advisor, or consulting professional engineer may calculate would have accrued during the prior Fiscal Year had the new rates been in effect during that entire immediately prior Fiscal Year; or

(2) An independent certified public accountant, registered municipal advisor or consulting professional engineer provides a calculation setting forth for each of the three Fiscal Years commencing with the Fiscal Year following that in which the projects financed by such additional bonds are to be completed, the projected Net Revenues and the maximum annual interest and principal

requirements on all bonds outstanding payable from the Net Revenues of the System and on the bonds then to be issued (the "Maximum Annual Debt Service Requirement"); and demonstrating that for each such Fiscal Year the projected Net Revenues will be in an amount not less than 125% of such Maximum Annual Debt Service Requirement.

b. The payments required to be made into the funds enumerated in Section 5A of this Resolution (including the Reserve Fund, but not the Surplus Fund) must have been made in full.

c. The additional bonds must have principal maturing on May 1 of each year and interest falling due on May 1 and November 1 of each year.

d. If the Parity Bonds are to be secured by the Reserve Fund, the amount on deposit in the Reserve Fund must be increased to an amount equal to the Reserve Requirement applicable upon the issuance of Parity Bonds as defined in Section 4 of this Resolution.

e. The proceeds of the additional bonds must be used only for the purpose of providing additions, extensions or improvements to the System, or to refund obligations issued for such purpose.

Section 9. Application of Bond Proceeds. All accrued interest received from the sale of the Bonds shall be deposited into the Debt Service Fund. An amount of proceeds of the Bonds necessary to make the amount on deposit in the Reserve Fund equal to the Reserve Requirement shall be deposited in the Reserve Fund. The balance of the proceeds, less the expenses incurred in authorizing, issuing and delivering the Bonds, shall be deposited in a special fund designated as "Sewerage System Improvement Fund." Said special fund shall be adequately secured and used solely for the purpose of meeting costs of extending, adding to and improving the System, as described in the preamble hereof. The balance remaining in said Sewerage System Improvement Fund after paying said costs shall be transferred to the Debt Service Fund for use in payment of principal of and interest on the Bonds.

Section 10. Amendment to Resolution. After the issuance of any of the Bonds, no change or alteration of any kind in the provisions of this Resolution may be made until all of the Bonds have been paid in full as to both principal and interest, or discharged as herein provided, except:

a. The Village may, from time to time, amend this Resolution without the consent of any of the owners of the Bonds, but only to cure any ambiguity, administrative conflict, formal defect, or omission or procedural inconsistency of this Resolution; and

b. This Resolution may be amended, in any respect, with the written consent of the owners of not less than two-thirds of the principal amount of the Bonds then outstanding, exclusive of Bonds held by the Village; provided, however, that no amendment shall permit any change in the pledge of Revenues derived from the System, or in the maturity of any Bond issued hereunder, or a reduction in the rate of interest on any Bond, or in the amount of the principal obligation thereof, or in the amount of the redemption premium payable in the case of

redemption thereof, or change the terms upon which the Bonds may be redeemed or make any other modification in the terms of the payment of such principal or interest without the written consent of the owner of each such Bond to which the change is applicable.

Section 11. Defeasance. When all Bonds have been discharged, all pledges, liens, covenants and other rights granted to the owners thereof by this Resolution shall cease. The Village may discharge all Bonds due on any date by depositing into a special account on or before that date a sum sufficient to pay the same in full; or if any Bonds should not be paid when due, it may nevertheless be discharged by depositing into a special account a sum sufficient to pay it in full with interest accrued from the due date to the date of such deposit. The Village, at its option, may also discharge all Bonds called for redemption on any date when they are prepayable according to their terms, by depositing into a special account on or before that date a sum sufficient to pay them in full, with the required redemption premium, if any, provided that notice of redemption has been duly given as required by this Resolution. The Village, at its option, may also discharge all Bonds of said issue at any time by irrevocably depositing in escrow with a suitable bank or trust company a sum of cash and/or bonds or securities issued or guaranteed as to principal and interest of the U.S. Government, or of a commission, board or other instrumentality of the U.S. Government, maturing on the dates and bearing interest at the rates required to provide funds sufficient to pay when due the interest to accrue on each of said Bonds to its maturity or, at the Village's option, if said Bond is prepayable to any prior date upon which it may be called for redemption, and to pay and redeem the principal amount of each such Bond at maturity, or at the Village's option, if said Bond is prepayable, at its earliest redemption date, with the premium required for such redemption, if any, provided that notice of the redemption of all prepayable Bonds on such date has been duly given or provided for. Upon such payment or deposit, in the amount and manner provided by this Section, all liability of the Village with respect to the Bonds shall cease, terminate and be completely discharged, and the owners thereof shall be entitled only to payment out of the money so deposited.

Section 12. Investments and Arbitrage. Monies accumulated in any of the funds and accounts referred to in Sections 5A and 9 hereof which are not immediately needed for the respective purposes thereof, may be invested in legal investments subject to the provisions of Sec. 66.0603(1m), Wisconsin Statutes, until needed. All income derived from such investments shall be credited to the fund or account from which the investment was made; provided, however, that at any time that the Reserve Requirement is on deposit in the Reserve Fund, any income derived from investment of the Reserve Fund shall be deposited into the Debt Service Fund and used to pay principal and interest on the Bonds. A separate banking account is not required for each of the funds and accounts established under this Resolution; however, the monies in each fund or account shall be accounted for separately by the Village and used only for the respective purposes thereof. The proceeds of the Bonds shall be used solely for the purposes for which they are issued but may be temporarily invested until needed in legal investments. No such investment shall be made in such a manner as would cause the Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Code or the Regulations.

An officer of the Village, charged with the responsibility for issuing the Bonds, shall, on the basis of the facts, estimates and circumstances in existence on the date of closing, make such certifications as are necessary to permit the conclusion that the Bonds are not "arbitrage bonds" under Section 148 of the Code or the Regulations.

Section 13. Resolution a Contract. The provisions of this Resolution shall constitute a contract between the Village and the owner or owners of the Bonds, and after issuance of any of the Bonds no change or alteration of any kind in the provisions of this Resolution may be made, except as provided in Section 10, until all of the Bonds have been paid in full as to both principal and interest. The owner or owners of any of the Bonds shall have the right in addition to all other rights, by mandamus or other suit or action in any court of competent jurisdiction, to enforce such owner's or owners' rights against the Village, the governing body thereof, and any and all officers and agents thereof including, but without limitation, the right to require the Village, its governing body and any other authorized body, to fix and collect rates and charges fully adequate to carry out all of the provisions and agreements contained in this Resolution.

Section 14. Utilization of The Depository Trust Company Book-Entry-Only System. In order to make the Bonds eligible for the services provided by The Depository Trust Company, New York, New York ("DTC"), the Village agrees to the applicable provisions set forth in the Blanket Issuer Letter of Representations, which the Village Clerk or other authorized representative of the Village is authorized and directed to execute and deliver to DTC on behalf of the Village to the extent an effective Blanket Issuer Letter of Representations is not presently on file in the Village Clerk's office.

Section 15. Payment of the Bonds; Fiscal Agent. The principal of and interest on the Bonds shall be paid by Bond Trust Services Corporation, Roseville, Minnesota, which is hereby appointed as the Village's registrar and fiscal agent pursuant to the provisions of Section 67.10(2), Wisconsin Statutes (the "Fiscal Agent"). The Village hereby authorizes the Village President and Village Clerk or other appropriate officers of the Village to enter a Fiscal Agency Agreement between the Village and the Fiscal Agent. Such contract may provide, among other things, for the performance by the Fiscal Agent of the functions listed in Wis. Stats. Sec. 67.10(2)(a) to (j), where applicable, with respect to the Bonds.

Section 16. Persons Treated as Owners; Transfer of Bonds. The Village shall cause books for the registration and for the transfer of the Bonds to be kept by the Fiscal Agent. The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes and payment of either principal or interest on any Bond shall be made only to the registered owner thereof. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

Any Bond may be transferred by the registered owner thereof by surrender of the Bond at the office of the Fiscal Agent, duly endorsed for the transfer or accompanied by an assignment duly executed by the registered owner or his attorney duly authorized in writing. Upon such transfer, the Village President and Village Clerk shall execute and deliver in the name of the transferee or transferees a new Bond or Bonds of a like aggregate principal amount, series and maturity and the Fiscal Agent shall record the name of each transferee in the registration book. No registration shall be made to bearer. The Fiscal Agent shall cancel any Bond surrendered for transfer.

The Village shall cooperate in any such transfer, and the Village President and Village Clerk are authorized to execute any new Bond or Bonds necessary to effect any such transfer.

Section 17. Record Date. The fifteenth day of each calendar month next preceding each interest payment date shall be the record date for the Bonds (the "Record Date"). Payment of

interest on the Bonds on any interest payment date shall be made to the registered owners of the Bonds as they appear on the registration book of the Village at the close of business on the Record Date.

Section 18. Compliance with Federal Tax Laws. (a) The Village represents and covenants that the projects financed by the Bonds and the ownership, management and use of the projects financed by the Bonds will not cause the Bonds to be "private activity bonds" within the meaning of Section 141 of the Code. The Village further covenants that it shall comply with the provisions of the Code to the extent necessary to maintain the tax-exempt status of the interest on the Bonds including, if applicable, the rebate requirements of Section 148(f) of the Code. The Village further covenants that it will not take any action, omit to take any action or permit the taking or omission of any action within its control (including, without limitation, making or permitting any use of the proceeds of the Bonds) if taking, permitting or omitting to take such action would cause any of the Bonds to be an arbitrage bond or a private activity bond within the meaning of the Code or would otherwise cause interest on the Bonds to be included in the gross income of the recipients thereof for federal income tax purposes. The Village Clerk or other officer of the Village charged with the responsibility of issuing the Bonds shall provide an appropriate certificate of the Village certifying that the Village can and covenanting that it will comply with the provisions of the Code and Regulations.

(b) The Village also covenants to use its best efforts to meet the requirements and restrictions of any different or additional federal legislation which may be made applicable to the Bonds provided that in meeting such requirements the Village will do so only to the extent consistent with the proceedings authorizing the Bonds and the laws of the State of Wisconsin and to the extent that there is a reasonable period of time in which to comply.

The foregoing covenants shall remain in full force and effect, notwithstanding the defeasance of the Bonds, until the date on which all of the Bonds have been paid in full.

Section 19. Condition on Issuance and Sale of the Bonds. The issuance of the Bonds and the sale of the Bonds are subject to approval by an Authorized Officer of the principal amount, definitive maturities, redemption provisions, interest rates and purchase price for the Bonds. Satisfaction of such condition shall be evidenced by execution by an Authorized Officer of the Approving Certificate.

The Bonds shall not be issued, sold or delivered until this condition has been satisfied. Upon satisfaction of this condition, an Authorized Officer is authorized to execute the Proposal providing for the sale of the Bonds to the Purchaser.

Section 20. Payment of Issuance Expenses. The Village authorizes the Purchaser to forward the amount of the proceeds of the Bonds allocable to the payment of issuance expenses to a financial institution selected by Ehlers at Closing for further distribution as directed by Ehlers.

Section 21. Official Statement. The Village Board hereby directs an Authorized Officer to approve the Preliminary Official Statement with respect to the Bonds and deem the Preliminary Official Statement as "final" as of its date for purposes of SEC Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities and

Exchange Act of 1934 (the "Rule"). All actions taken by officers of the Village in connection with the preparation of such Preliminary Official Statement and any addenda to it or Final Official Statement are hereby ratified and approved. In connection with the closing of the Bonds, the appropriate Village official shall certify the Preliminary Official Statement and any addenda or Final Official Statement. The Village Clerk shall cause copies of the Preliminary Official Statement and any addenda or Final Official Statement to be distributed to the Purchaser.

Section 22. Undertaking to Provide Continuing Disclosure. The Village hereby covenants and agrees, for the benefit of the owners of the Bonds, to enter into a written undertaking (the "Undertaking") if required by the Rule to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events in accordance with the Rule. The Undertaking shall be enforceable by the owners of the Bonds or by the Purchaser on behalf of such owners (provided that the rights of the owners and the Purchaser to enforce the Undertaking shall be limited to a right to obtain specific performance of the obligations thereunder and any failure by the Village to comply with the provisions of the Undertaking shall not be an event of default with respect to the Bonds).

To the extent required under the Rule, the Village President and Village Clerk, or other officer of the Village charged with the responsibility for issuing the Bonds, shall provide a Continuing Disclosure Certificate for inclusion in the transcript of proceedings, setting forth the details and terms of the Village's Undertaking.

Section 23. Record Book. The Village Clerk shall provide and keep the transcript of proceedings as a separate record book (the "Record Book") and shall record a full and correct statement of every step or proceeding had or taken in the course of authorizing and issuing the Bonds in the Record Book.

Section 24. Bond Insurance. If the Purchaser determines to obtain municipal bond insurance with respect to the Bonds, the officers of the Village are authorized to take all actions necessary to obtain such municipal bond insurance. The Village President and Village Clerk are authorized to agree to such additional provisions as the bond insurer may reasonably request and which are acceptable to the Village President and Village Clerk including provisions regarding restrictions on investment of Bond proceeds, the payment procedure under the municipal bond insurance policy, the rights of the bond insurer in the event of default and payment of the Bonds by the bond insurer and notices to be given to the bond insurer. In addition, any reference required by the bond insurer to the municipal bond insurance policy shall be made in the form of Bond provided herein.

Section 25. Execution of the Bonds; Closing; Professional Services. The Bonds shall be issued in printed form, executed on behalf of the Village by the manual or facsimile signatures of the Village President and Village Clerk, authenticated, if required, by the Fiscal Agent, sealed with its official or corporate seal, if any, or a facsimile thereof, and delivered to the Purchaser upon payment to the Village of the purchase price thereof, plus accrued interest to the date of delivery (the "Closing"). The facsimile signature of either of the officers executing the Bonds may be imprinted on the Bonds in lieu of the manual signature of the officer but, unless the Village has contracted with a fiscal agent to authenticate the Bonds, at least one of the signatures

appearing on each Bond shall be a manual signature. In the event that either of the officers whose signatures appear on the Bonds shall cease to be such officers before the Closing, such signatures shall, nevertheless, be valid and sufficient for all purposes to the same extent as if they had remained in office until the Closing. The aforesaid officers are hereby authorized and directed to do all acts and execute and deliver the Bonds and all such documents, certificates and acknowledgements as may be necessary and convenient to effectuate the Closing. The Village hereby authorizes the officers and agents of the Village to enter into, on its behalf, agreements and contracts in conjunction with the Bonds, including but not limited to agreements and contracts for legal, trust, fiscal agency, disclosure and continuing disclosure, and rebate calculation services. Any such contract heretofore entered into in conjunction with the issuance of the Bonds is hereby ratified and approved in all respects.

Section 26. Conflicting Ordinances or Resolutions. All prior ordinances, resolutions (other than the Prior Resolutions), rules, or orders, or parts thereof heretofore enacted, adopted or entered, in conflict with the provisions of this Resolution, are hereby repealed and this Resolution shall be in effect from and after its passage. In case of any conflict between this Resolution and the Prior Resolutions, then the Prior Resolutions shall control so long as any bonds authorized by such resolutions are outstanding.

Adopted, approved and recorded March 17, 2025.

Scott Stortz
Village President

ATTEST:

Tammy Tennes
Village Clerk

(SEAL)

EXHIBIT A

APPROVING CERTIFICATE

The undersigned [Village President] [Village Administrator] of the Village of Slinger, Washington County, Wisconsin (the "Village") hereby certifies that:

1. Resolution. On March 17, 2025, the Village Board of the Village adopted a resolution (the "Resolution") authorizing the issuance and establishing parameters for the sale of not to exceed \$1,305,000 Sewerage System Revenue Bonds, Series 2025B of the Village (the "Bonds") and delegating to me the authority to approve the purchase proposal for the Bonds, and to determine the details for the Bonds within the parameters established by the Resolution.

2. Preliminary Official Statement. The Preliminary Official Statement with respect to the Bonds is hereby approved and deemed "final" as of its date for purposes of SEC Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities and Exchange Act of 1934.

3. Proposal; Terms of the Bonds. On the date hereof, the Bonds were offered for public sale and the bids set forth on the Bid Tabulation attached hereto as Schedule I and incorporated herein by this reference were received and the institution listed first on the Bid Tabulation (the "Purchaser") offered to purchase the Bonds in accordance with the terms set forth in the Proposal attached hereto as Schedule II and incorporated herein by this reference (the "Proposal"). Ehlers & Associates, Inc. recommends the Village accept the Proposal. The Proposal meets the parameters and conditions established by the Resolution and is hereby approved and accepted.

The Bonds shall be issued in the aggregate principal amount of \$ _____, which is not more than the \$1,305,000 approved by the Resolution, and shall mature on May 1 of each of the years and in the amounts and shall bear interest at the rates per annum as set forth in the Pricing Summary attached hereto as Schedule III and incorporated herein by this reference. The amount of each annual principal or mandatory redemption payment due on the Bonds is not more than \$40,000 more or less per maturity or mandatory redemption amount than the schedule included in the Resolution as set forth below:

<u>Date</u>	<u>Resolution Schedule</u>	<u>Actual Amount</u>
05/01/2027	\$50,000	\$ _____
05/01/2028	50,000	_____
05/01/2029	50,000	_____
05/01/2030	50,000	_____
05/01/2031	55,000	_____
05/01/2032	55,000	_____
05/01/2033	60,000	_____
05/01/2034	60,000	_____
05/01/2035	65,000	_____
05/01/2036	65,000	_____
05/01/2037	70,000	_____

<u>Date</u>	<u>Resolution Schedule</u>	<u>Actual Amount</u>
05/01/2038	\$ 70,000	\$ _____
05/01/2039	75,000	_____
05/01/2040	80,000	_____
05/01/2041	80,000	_____
05/01/2042	85,000	_____
05/01/2043	90,000	_____
05/01/2044	95,000	_____
05/01/2045	100,000	_____

The true interest cost on the Bonds (computed taking the Purchaser's compensation into account) is _____%, which is not in excess of 5.50%, as required by the Resolution.

4. Purchase Price of the Bonds. The Bonds shall be sold to the Purchaser in accordance with the terms of the Proposal at a price of \$ _____, plus accrued interest, if any, to the date of delivery of the Bonds which is not less than 98.75% nor more than 110.00% of the principal amount of the Bonds as required by the Resolution.

5. Redemption Provisions of the Bonds. The Bonds maturing on May 1, ___ and thereafter shall be subject to redemption prior to maturity, at the option of the Village, on May 1, ___ or on any date thereafter. Said Bonds shall be redeemable as a whole or in part, and if in part, from maturities selected by the Village and within each maturity, by lot (as selected by the Depository), at the principal amount thereof, plus accrued interest to the date of redemption.

[The Proposal specifies that [some of] the Bonds are subject to mandatory redemption. The terms of such mandatory redemption are set forth on an attachment hereto as Schedule MRP and incorporated herein by this reference.]

6. Approval. This Certificate constitutes my approval of the Proposal, and the principal amount, definitive maturities, interest rates, purchase price and redemption provisions for the Bonds and the debt service schedule attached hereto as Schedule IV is found to be such that the amount of annual debt service payments is reasonable in accordance with prudent municipal utility practices, in satisfaction of the parameters set forth in the Resolution.

IN WITNESS WHEREOF, I have executed this Certificate on _____, 2025 pursuant to the authority delegated to me in the Resolution.

Scott Stortz

Village President]

Margaret Wilber

Village Administrator]

SCHEDULE I TO APPROVING CERTIFICATE

Bid Tabulation

To be provided by the Ehlers & Associates, Inc. and incorporated into the Certificate.

(See Attached)

COPY

SCHEDULE II TO APPROVING CERTIFICATE

Proposal

To be provided by Ehlers & Associates, Inc. and incorporated into the Certificate.

(See Attached)

COPY

SCHEDULE III TO APPROVING CERTIFICATE

Pricing Summary

To be provided by Ehlers & Associates, Inc. and incorporated into the Certificate.

(See Attached)

COPY

SCHEDULE IV TO APPROVING CERTIFICATE

Debt Service Schedule

To be provided by Ehlers & Associates, Inc. and incorporated into the Certificate.

(See Attached)

COPY

[SCHEDULE MRP]

Mandatory Redemption Provision

The Bonds due on May 1, ____, ____, ____ and ____ (the "Term Bonds") are subject to mandatory redemption prior to maturity by lot (as selected by the Depository) at a redemption price equal to One Hundred Percent (100%) of the principal amount to be redeemed plus accrued interest to the date of redemption, from special redemption fund deposits which are required to be made in amounts sufficient to redeem on May 1 of each year the respective amount of Term Bonds specified below:

For the Term Bonds Maturing on May 1, ____

<u>Redemption Date</u>	<u>Amount</u>
____	\$ _____
____	_____ (maturity)
____	_____ (maturity)

For the Term Bonds Maturing on May 1, ____

<u>Redemption Date</u>	<u>Amount</u>
____	\$ _____
____	_____ (maturity)
____	_____ (maturity)

For the Term Bonds Maturing on May 1, ____

<u>Redemption Date</u>	<u>Amount</u>
____	\$ _____
____	_____ (maturity)
____	_____ (maturity)

For the Term Bonds Maturing on May 1, ____

<u>Redemption Date</u>	<u>Amount</u>
____	\$ _____
____	_____ (maturity)]
____	_____ (maturity)]

EXHIBIT B

(Form of Bond)

REGISTERED	UNITED STATES OF AMERICA	DOLLARS
	STATE OF WISCONSIN	
	WASHINGTON COUNTY	
NO. R- ____	VILLAGE OF SLINGER	\$ _____
	SEWERAGE SYSTEM REVENUE BOND, SERIES 2025B	

MATURITY DATE:	ORIGINAL DATE OF ISSUE:	INTEREST RATE:	CUSIP:
May 1, _____	_____, 2025	_____ %	_____

DEPOSITORY OR ITS NOMINEE NAME: CEDE & CO.

PRINCIPAL AMOUNT: _____ THOUSAND DOLLARS
(\$ _____)

FOR VALUE RECEIVED, the Village of Slinger, Washington County, Wisconsin (the "Village"), hereby acknowledges itself to owe and promises to pay to the Depository or its Nominee Name (the "Depository") identified above (or to registered assigns), solely from the fund hereinafter specified, on the maturity date identified above, the principal amount identified above, and to pay interest thereon at the rate of interest per annum identified above, all subject to the provisions set forth herein regarding redemption prior to maturity. Interest shall be payable semi-annually on May 1 and November 1 of each year commencing on May 1, 2026 until the aforesaid principal amount is paid in full. Both the principal of and interest on this Bond are payable to the registered owner in lawful money of the United States. Interest payable on any interest payment date shall be paid by wire transfer to the Depository in whose name this Bond is registered on the Bond Register maintained by Bond Trust Services Corporation, Roseville, Minnesota (the "Fiscal Agent") or any successor thereto at the close of business on the 15th day of the calendar month next preceding the semi-annual interest payment date (the "Record Date"). This Bond is payable as to principal upon presentation and surrender hereof at the office of the Fiscal Agent.

The Bonds maturing on May 1, ____ and thereafter are subject to redemption prior to maturity, at the option of the Village, on May 1, ____ or on any date thereafter. Said Bonds are redeemable as a whole or in part, and if in part, from maturities selected by the Village and within each maturity, by lot (as selected by the Depository), at the principal amount thereof, plus accrued interest to the date of redemption.

[The Bonds maturing in the years _____ are subject to mandatory redemption by lot as provided in the Resolution at the redemption price of par plus accrued interest to the date of redemption and without premium.]

In the event the Bonds are redeemed prior to maturity, as long as the Bonds are in book-entry-only form, official notice of the redemption will be given by mailing a notice by registered or certified mail, overnight express delivery, facsimile transmission, electronic transmission or in any other manner required by the Depository, to the Depository not less than thirty (30) days nor more than sixty (60) days prior to the redemption date. If less than all of the Bonds of a maturity are to be called for redemption, the Bonds of such maturity to be redeemed will be selected by lot. Such notice will include but not be limited to the following: the designation, date and maturities of the Bonds called for redemption, CUSIP numbers, and the date of redemption. Any notice provided as described herein shall be conclusively presumed to have been duly given, whether or not the registered owner receives the notice. The Bonds shall cease to bear interest on the specified redemption date provided that federal or other immediately available funds sufficient for such redemption are on deposit at the office of the Depository at that time. Upon such deposit of funds for redemption the Bonds shall no longer be deemed to be outstanding.

This Bond is one of an issue aggregating \$ [_____], issued for the purpose of financing additions, improvements and extensions to the Village's Sewerage System pursuant to Article XI, Section 3, of the Wisconsin Constitution, Section 66.0621, Wisconsin Statutes, acts supplementary thereto and a Resolution adopted March 17, 2025, and entitled: "A Resolution Authorizing the Issuance and Establishing Parameters for the Sale of Not to Exceed \$1,305,000 Sewerage System Revenue Bonds, Series 2025B of the Village of Slinger, Washington County, Wisconsin, and Providing for the Payment of the Bonds and Other Details with Respect to the Bonds", as supplemented by an Approving Certificate, dated _____, 2025 (collectively, the "Resolution") and is payable only from the income and revenues of the Sewerage System. Such revenues have been set aside and pledged as a special fund for that purpose and identified as "Debt Service Fund", created by a resolution adopted by the Village on June 21, 1993 and continued by the Resolution. The Bonds are issued on a parity with the Village's Sewerage System Revenue Bonds, Series 2008, dated February 13, 2008 and the Sewerage System Revenue Bonds, Series 2022B, dated December 29, 2022. This Bond does not constitute an indebtedness of the Village within the meaning of any constitutional or statutory debt limitation or provision.

This Bond is transferable only upon the books of the Village kept for that purpose at the office of the Fiscal Agent, only in the event that the Depository does not continue to act as depository for the Bonds, and the Village appoints another depository, upon surrender of the Bond to the Fiscal Agent, by the registered owner in person or his duly authorized attorney, together with a written instrument of transfer (which may be endorsed hereon) satisfactory to the Fiscal Agent duly executed by the registered owner or his duly authorized attorney. Thereupon a new fully registered Bond in the same aggregate principal amount shall be issued to the new depository in exchange therefor and upon the payment of a charge sufficient to reimburse the Village for any tax, fee or other governmental charge required to be paid with respect to such registration. The Fiscal Agent shall not be obliged to make any transfer of the Bonds (i) after the Record Date, (ii) during the fifteen (15) calendar days preceding the date of any publication of notice of any proposed redemption of the Bonds, or (iii) with respect to any particular Bond, after such Bond has been called for redemption. The Fiscal Agent and Village may treat and consider the Depository in whose name this Bond is registered as the absolute owner hereof for

the purpose of receiving payment of, or on account of, the principal or redemption price hereof and interest due hereon and for all other purposes whatsoever. The Bonds are issuable solely as negotiable, fully-registered Bonds without coupons in the denomination of \$5,000 or any integral multiple thereof.

It is hereby certified, recited and declared that all conditions, things and acts required by law to exist, happen, and be performed precedent to and in the issuance of this Bond have existed, have happened and have been performed in due time, form and manner as required by law; and that sufficient of the income and revenues to be received by said Village from the operation of its Sewerage System has been pledged to and will be set aside into a special fund for the payment of the principal of and interest on this Bond.

This Bond shall not be valid or obligatory for any purpose until the Certificate of Authentication hereon shall have been signed by the Fiscal Agent.

COPY

IN WITNESS WHEREOF, the Village of Slinger, Washington County, Wisconsin, by its governing body, has caused this Bond to be executed for it and in its name by the manual or facsimile signatures of its duly qualified Village President and Village Clerk; and to be sealed with its official or corporate seal, if any, all as of the original date of issue specified above.

VILLAGE OF SLINGER,
WASHINGTON COUNTY, WISCONSIN

By: _____
Scott Stortz
Village President

(SEAL)

By: _____
Tammy Tennes
Village Clerk

COPY

Date of Authentication: _____, 2025

CERTIFICATE OF AUTHENTICATION

This Bond is one of the Bonds of the issue authorized by the within-mentioned Resolution of the Village of Slinger, Washington County, Wisconsin.

BOND TRUST SERVICES CORPORATION,
ROSEVILLE, MINNESOTA

By _____
Authorized Signatory

COPY

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto

(Name and Address of Assignee)

(Social Security or other Identifying Number of Assignee)

the within Bond and all rights thereunder and hereby irrevocably constitutes and appoints _____, Legal Representative, to transfer said Bond on the books kept for registration thereof, with full power of substitution in the premises.

Dated: _____

Signature Guaranteed:

(e.g. Bank, Trust Company
or Securities Firm)

(Depository or Nominee Name)

NOTICE: This signature must correspond with the name of the Depository or Nominee Name as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.

(Authorized Officer)

NOTICE OF SALE

**\$1,305,000* SEWERAGE SYSTEM REVENUE BONDS, SERIES 2025B
VILLAGE OF SLINGER, WISCONSIN**

Bids for the purchase of \$1,305,000* Sewerage System Revenue Bonds, Series 2025B (the "Bonds") of the Village of Slinger, Wisconsin (the "Village") will be received at the offices of Ehlers and Associates, Inc. ("Ehlers"), 3060 Centre Pointe Drive, Roseville, Minnesota 55113-1105, municipal advisors to the Village, until 09:30 A.M., Central Time, and **ELECTRONIC PROPOSALS** will be received via bondsale@ehlers-inc.com or **PARITY**, in the manner described below, until 09:30 A.M., Central Time, on April 22, 2025, at which time they will be opened, read and tabulated. **The Village adopted a resolution on March 17, 2025 (the "Parameters Resolution"), which authorized either the Village President or the Village Administrator to accept a bid for the Bonds if the parameters and conditions set forth in the Parameters Resolution are satisfied. If the parameters and conditions set forth in the Parameters Resolution are not met, neither the Village President nor the Village Administrator will have the authority to award the sale of the Bonds, and the proposal will be rejected. The form of the Parameters Resolution is attached as Appendix E to the Preliminary Official Statement.**

AUTHORITY; PURPOSE; SECURITY

The Bonds are being issued pursuant to Section 66.0621, Wisconsin Statutes, by the Village, to provide funds for the public purpose of financing additions, improvements and extensions to the Village's Sewerage System (the "Sewerage System") related to Phase 3 of the STH 175 project. The Bonds are not general obligations of the Village but are payable only from and secured by a pledge of Net Revenues of the Sewerage System. The Bonds are being issued on a parity as to the pledge of Net Revenues with the Village's outstanding Sewerage System Revenue Bonds, Series 2008, dated February 13, 2008 and the Sewerage System Revenue Bonds, Series 2022B, dated December 29, 2022.

DATES AND MATURITIES

The Bonds will be dated May 14, 2025, will be issued as fully registered Bonds in the denomination of \$5,000 each, or any integral multiple thereof, and will mature on May 1 as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2027	\$50,000	2034	\$60,000	2041	\$80,000
2028	50,000	2035	65,000	2042	85,000
2029	50,000	2036	65,000	2043	90,000
2030	50,000	2037	70,000	2044	95,000
2031	55,000	2038	70,000	2045	100,000
2032	55,000	2039	75,000		
2033	60,000	2040	80,000		

ADJUSTMENT OPTION

The Village reserves the right to increase or decrease the principal amount of the Bonds on the day of sale, in increments of \$5,000 each, up to a maximum of \$40,000 per maturity or mandatory redemption amount. Increases or decreases may be made in any maturity or mandatory redemption amount. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

TERM BOND OPTION

Bids for the Bonds may contain a maturity schedule providing for any combination of serial bonds and term bonds, subject to mandatory redemption, so long as the amount of principal maturing or subject to mandatory redemption in each year conforms to the maturity schedule set forth above. All dates are inclusive.

INTEREST PAYMENT DATES AND RATES

Interest will be payable on May 1 and November 1 of each year, commencing May 1, 2026, to the registered owners of the Bonds appearing of record in the bond register as of the close of business on the 15th day (whether or not a business day) of the immediately preceding month. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the Municipal Securities Rulemaking Board. All Bonds of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

BOOK-ENTRY-ONLY FORMAT

Unless otherwise specified by the purchaser, the Bonds will be designated in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository for the Bonds, and will be responsible for maintaining a book-entry system for recording the interests of its participants and the transfers of interests between its participants. The participants will be responsible for maintaining records regarding the beneficial interests of the individual purchasers of the Bonds. So long as Cede & Co. is the registered owner of the Bonds, all payments of principal and interest will be made to the depository which, in turn, will be obligated to remit such payments to its participants for subsequent disbursement to the beneficial owners of the Bonds.

PAYING AGENT

The Village has selected Bond Trust Services Corporation, Roseville, Minnesota ("BTSC"), to act as paying agent (the "Paying Agent"). BTSC and Ehlers are affiliate companies. The Village will pay the charges for Paying Agent services. The Village reserves the right to remove the Paying Agent and to appoint a successor.

OPTIONAL REDEMPTION

At the option of the Village, the Bonds maturing on or after May 1, 2035 shall be subject to optional redemption prior to maturity on May 1, 2034 or any date thereafter, at a price of par plus accrued interest to the date of optional redemption.

Redemption may be in whole or in part of the Bonds subject to prepayment. If redemption is in part, the selection of the amounts and maturities of the Bonds to be redeemed shall be at the discretion of the Village. If only part of the Bonds having a common maturity date are called for redemption, then the Village or Paying Agent, if any, will notify DTC of the particular amount of such maturity to be redeemed. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed.

Notice of such call shall be given by sending a notice by registered or certified mail, facsimile or electronic transmission, overnight delivery service or in any other manner required by DTC, not less than 30 days nor more than 60 days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books.

DELIVERY

On or about May 14, 2025, the Bonds will be delivered without cost to the winning bidder at DTC. On the day of closing, the Village will furnish to the winning bidder the opinion of bond counsel hereinafter described, an arbitrage certification, and certificates verifying that no litigation in any manner questioning the validity of the Bonds is then pending or, to the best knowledge of officers of the Village, threatened. Payment for the Bonds must be received by the Village at its designated depository on the date of closing in immediately available funds.

LEGAL MATTERS

An opinion as to the validity of the Bonds and the exemption from federal taxation of the interest thereon will be furnished by Quarles & Brady LLP, Bond Counsel to the Village ("Bond Counsel"), and will be available at the time of delivery of the Bonds. The legal opinion will be issued on the basis of existing law and will state that the Bonds are valid and binding special obligations of the Village; provided that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights and by equitable principles (which may be applied in either a legal or equitable proceeding). (See "FORM OF LEGAL OPINION" found in Appendix B of the Preliminary Official Statement).

Quarles & Brady LLP has also been retained by the Village to serve as Disclosure Counsel to the Village with respect to the Bonds. Although, as Disclosure Counsel to the Village, Quarles & Brady LLP has assisted the Village with certain disclosure matters, Quarles & Brady LLP has not undertaken to independently verify the accuracy, completeness or sufficiency of the Official Statement or other offering material relating to the Bonds and assumes no responsibility whatsoever nor shall have any liability to any other party for the statements or information contained or incorporated by reference in the Official Statement. Further, Quarles & Brady LLP makes no representation as to the suitability of the Bonds for any investor.

SUBMISSION OF BIDS

Bids must not be for less than \$1,288,687.50, nor more than \$1,435,500, plus accrued interest on the principal sum of \$1,305,000 from date of original issue of the Bonds to date of delivery. Prior to the time established above for the opening of bids, interested parties may submit a bid as follows:

- 1) Electronically to bondsale@ehlers-inc.com; or
- 2) Electronically via **PARITY** in accordance with this Notice of Sale until 09:30 A.M., Central Time, but no bid will be received after the time for receiving bids specified above. To the extent any instructions or directions set forth in **PARITY** conflict with this Notice of Sale, the terms of this Notice of Sale shall control. For further information about **PARITY**, potential bidders may contact IHS Markit (now part of S&P Global) at <https://ihsmarkit.com/products/municipal-issuance.html> or via telephone (844) 301-7334.

Bids must be submitted to Ehlers via one of the methods described above and must be received prior to the time established above for the opening of bids. Each bid must be unconditional except as to legality. Neither the Village nor Ehlers shall be responsible for any failure to receive a submission.

A good faith deposit ("Deposit") in the amount of \$26,100 shall be made by the winning bidder by wire transfer of funds. Such Deposit shall be received by Ehlers no later than two hours after the bid opening time. Wire transfer instructions will be provided to the winning bidder by Ehlers after the tabulation of bids. The Village reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received by such time. In the event the Deposit is not received as provided above, the Village may award the Bonds to the bidder submitting the next best bid provided such bidder agrees to such award. The Deposit will be retained by the Village as liquidated damages if the bid is accepted and the Purchaser fails to comply therewith.

The Village and the winning bidder who chooses to so wire the Deposit hereby agree irrevocably that Ehlers shall be the escrow holder of the Deposit wired to such account subject only to these conditions and duties: 1) All income earned thereon shall be retained by the escrow holder as payment for its expenses; 2) If the bid is not accepted, Ehlers shall, at its expense, promptly return the Deposit amount to the winning bidder; 3) If the bid is accepted, the Deposit shall be returned to the winning bidder at the closing; 4) Ehlers shall bear all costs of maintaining the escrow account and returning the funds to the winning bidder; 5) Ehlers shall not be an insurer of the Deposit amount and shall have no liability hereunder except if it willfully fails to perform or recklessly disregards, its duties specified herein; and 6) FDIC insurance on deposits within the escrow account shall be limited to \$250,000 per bidder.

No bid can be withdrawn after the time set for receiving bids unless the meeting of the Village scheduled for award of the Bonds is adjourned, recessed, or continued to another date without award of the Bonds having been made.

AWARD

The Bonds will be awarded to the bidder offering the lowest interest rate to be determined on a True Interest Cost (TIC) basis. The Village's computation of the interest rate of each bid, in accordance with customary practice, will be controlling. In the event of a tie, the sale of the Bonds will be awarded by lot. The Village reserves the right to reject any and all bids and to waive any informality in any bid. **The Bonds will not be awarded if the TIC (taking the purchaser's compensation into account) exceeds 5.50% or if the other conditions set forth in the Parameters Resolution are not satisfied.**

BOND INSURANCE

If the Bonds are qualified for any bond insurance policy, the purchase of such policy shall be at the sole option and expense of the winning bidder. Any cost for such insurance policy is to be paid by the winning bidder, except that, if the Village requested and received a rating on the Bonds from a rating agency, the Village will pay that rating fee. Any rating agency fees not requested by the Village are the responsibility of the winning bidder.

Failure of the municipal bond insurer to issue the policy after the Bonds are awarded to the winning bidder shall not constitute cause for failure or refusal by the winning bidder to accept delivery of the Bonds.

CUSIP NUMBERS

The Village will assume no obligation for the assignment or printing of CUSIP numbers on the Bonds or for the correctness of any numbers printed thereon, but will permit such numbers to be printed at the expense of the winning bidder, if the winning bidder waives any delay in delivery occasioned thereby.

NOT QUALIFIED TAX-EXEMPT OBLIGATIONS

The Bonds shall not be "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.

CONTINUING DISCLOSURE

In order to assist the Underwriter (Syndicate Manager) in complying with the provisions of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 the Village will enter into an undertaking for the benefit of the holders of the Bonds. A description of the details and terms of the undertaking is set forth in Appendix D of the Official Statement.

NEW ISSUE PRICING

The winning bidder will be required to provide, in a timely manner, certain information necessary to compute the yield on the Bonds pursuant to the provisions of the Internal Revenue Code of 1986, as amended, and to provide a certificate, the form of which will be provided by Bond Counsel upon request.

(a) The winning bidder shall assist the Village in establishing the issue price of the Bonds and shall execute and deliver to the Village at closing an "issue price" or similar certificate satisfactory to Bond Counsel setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications. All actions to be taken by the Village under this Notice of Sale to establish the issue price of the Bonds may be taken on behalf of the Village by the Village's municipal advisor identified herein and any notice or report to be provided to the Village may be provided to the Village's municipal advisor.

(b) The Village intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "competitive sale requirements") because:

- (1) The Village shall disseminate this Notice of Sale to potential underwriters in a manner that is reasonably designed to reach potential investors;
- (2) all bidders shall have an equal opportunity to bid;
- (3) the Village may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- (4) the Village anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Notice of Sale.

Any bid submitted pursuant to this Notice of Sale shall be considered a firm offer for the purchase of the Bonds, as specified in this bid.

(c) If all of the requirements of a "competitive sale" are not satisfied, the Village shall advise the winning bidder of such fact prior to the time of award of the sale of the Bonds to the winning bidder. In such event, any bid submitted will not be subject to cancellation or withdrawal and the Village agrees to use the rule selected by the winning bidder on its bid form to determine the issue price for the Bonds. On its bid form, each bidder must select one of the following two rules for determining the issue price of the Bonds: (1) the first price at which 10% of a maturity of the Bonds (the "10% test") is sold to the public as the issue price of that maturity or (2) the initial offering price to the public as of the sale date as the issue price of each maturity of the Bonds (the "hold-the-offering-price rule").

(d) If all of the requirements of a "competitive sale" are not satisfied and the winning bidder selects the hold-the-offering-price rule, the winning bidder shall (i) confirm that the underwriters have offered or will offer the Bonds to the public on or before the date of award at the offering price or prices (the "initial offering price"), or at the corresponding yield or yields, set forth in the bid submitted by the winning bidder and (ii) agree, on behalf of the underwriters participating in the purchase of the Bonds, that the underwriters will neither offer nor sell unsold Bonds of any maturity to which the hold-the-offering-price rule shall apply to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date and ending on the earlier of the following:

- (1) the close of the fifth (5th) business day after the sale date; or
- (2) the date on which the underwriters have sold at least 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

The winning bidder will advise the Village promptly after the close of the fifth (5th) business day after the sale whether it has sold 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

The Village acknowledges that in making the representation set forth above, the winning bidder will rely on:

(i) the agreement of each underwriter to comply with requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in an agreement among underwriters and the related pricing wires,

(ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in a selling group agreement and the related pricing wires, and

(iii) in the event that an underwriter or dealer who is a member of the selling group is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of each broker-dealer that is party to such agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in the third-party distribution agreement and the related pricing wires. The Village further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the requirements for establishing issue price rule of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule as applicable to the Bonds.

(e) If all of the requirements of a "competitive sale" are not satisfied and the winning bidder selects the 10% test, the winning bidder agrees to promptly report to the Village, Bond Counsel and Ehlers the prices at which the Bonds have been sold to the public. That reporting obligation shall continue, whether or not the closing date of the Bonds (the "Closing Date") has occurred, until either (i) all Bonds of that maturity have been sold or (ii) the 10% test has been satisfied as to each maturity of the Bonds, provided that, the winning bidder's reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the Village or bond counsel.

(f) By submitting a bid, each bidder confirms that:

(i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is party to such third-party distribution agreement, as applicable, to:

(A) report the prices at which it sells to the public the unsold Bonds of each maturity allocated to it, whether or not the Closing Date has occurred until either all securities of that maturity allocated to it have been sold or it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the Village or bond counsel.

(B) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and

(ii) any agreement among underwriters or selling group agreement relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter,

each dealer who is a member of the selling group and each broker dealer that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such third-party distribution agreement to:

(A) to promptly notify the winning bidder of any sales of Bonds that, to its knowledge, are made to a purchaser who is a related party to an underwriter participating in the initial sale of the Bonds to the public (each such term being used as defined below), and

(B) to acknowledge that, unless otherwise advised by the underwriter, dealer or broker-dealer, the winning bidder shall assume that each order submitted by the underwriter, dealer or broker-dealer is a sale to the public.

(g) Sales of any Bonds to any person that is a related party to an underwriter participating in the initial sale of the Bonds to the public (each term being used as defined below) shall not constitute sales to the public for purposes of this Notice of Sale. Further, for purposes of this Notice of Sale:

- (i) "public" means any person other than an underwriter or a related party,
- (ii) "underwriter" means (A) any person that agrees pursuant to a written contract with the Village (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the public),
- (iii) a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (A) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (B) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (C) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and
- (iv) "sale date" means the date that the Bonds are awarded by the Village to the winning bidder.

PRELIMINARY OFFICIAL STATEMENT

Bidders may obtain a copy of the Official Statement relating to the Bonds prior to the bid opening by request from Ehlers at www.ehlers-inc.com by connecting to the Bond Sales link. The Underwriter (Syndicate Manager) will be provided with an electronic copy of the Final Official Statement within seven business days of the bid acceptance. Up to 10 printed copies of the Final Official Statement will be provided upon request. Additional copies of the Final Official Statement will be available at a cost of \$10.00 per copy.

Information for bidders and bid forms may be obtained from Ehlers at 3060 Centre Pointe Drive, Roseville, Minnesota 55113-1105, Telephone (651) 697-8500.

By Order of the Village Board

Tammy Tennies, Village Clerk
Village of Slinger, Wisconsin

BID FORM

April 22, 2025

Village of Slinger, Wisconsin (the "Village")

RE: \$1,305,000* Sewerage System Revenue Bonds, Series 2025B (the "Bonds")

DATED: May 14, 2025

For all or none of the above Bonds, in accordance with the Notice of Sale and terms of the Global Book-Entry System (unless otherwise specified by the Purchaser) as stated in this Official Statement, we will pay you \$ _____ (not less than \$1,288,687.50, nor more than \$1,435,500) plus accrued interest to date of delivery for fully registered Bonds bearing interest rates and maturing in the stated years as follows:

_____ % due	2027	_____ % due	2034	_____ % due	2041
_____ % due	2028	_____ % due	2035	_____ % due	2042
_____ % due	2029	_____ % due	2036	_____ % due	2043
_____ % due	2030	_____ % due	2037	_____ % due	2044
_____ % due	2031	_____ % due	2038	_____ % due	2045
_____ % due	2032	_____ % due	2039		
_____ % due	2033	_____ % due	2040		

The Village reserves the right to increase or decrease the principal amount of the Bonds on the day of sale, in increments of \$5,000 each, up to a maximum of \$40,000 per maturity or mandatory redemption amount. Increases or decreases may be made in any maturity or mandatory redemption amount. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

A rating for the Bonds may not be requested without contacting Ehlers and receiving the permission of the Village.

All Bonds of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

A good faith deposit ("Deposit") in the amount of \$26,100 shall be made by the winning bidder by wire transfer of funds. Such Deposit shall be received by Ehlers no later than two hours after the bid opening time. Wire transfer instructions will be provided to the winning bidder by Ehlers after the tabulation of bids. The Village reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received by such time. In the event the Deposit is not received as provided above, the Village may award the Bonds to the bidder submitting the next best bid provided such bidder agrees to such award. The Deposit will be retained by the Village as liquidated damages if the bid is accepted and the Purchaser fails to comply therewith. We agree to the conditions and duties of Ehlers and Associates, Inc., as escrow holder of the Deposit, pursuant to the Notice of Sale. This bid is for prompt acceptance and is conditional upon delivery of said Bonds to The Depository Trust Company, New York, New York, in accordance with the Notice of Sale. Delivery is anticipated to be on or about May 14, 2025.

This bid is subject to the Village's agreement to enter into a written undertaking to provide continuing disclosure under Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 as described in the Official Statement for the Bonds.

We have received and reviewed the Official Statement, and any addenda thereto, and have submitted our requests for additional information or corrections to the Final Official Statement. As Underwriter (Syndicate Manager), we agree to provide the Village with the reoffering price of the Bonds within 24 hours of the bid acceptance.

This bid is a firm offer for the purchase of the Bonds identified in the Notice of Sale, on the terms set forth in this bid form and the Notice of Sale, and is not subject to any conditions, except as permitted by the Notice of Sale.

By submitting this bid, we confirm that we are an underwriter and have an established industry reputation for underwriting new issuances of municipal bonds. YES: ____ NO: ____.

If the competitive sale requirements are not met, we elect to use either the: ____ 10% test, or the ____ hold-the-offering-price rule to determine the issue price of the Bonds.

Account Manager: _____ By: _____

Account Members:

Award will be on a true interest cost basis. According to our computations (the correct computation being controlling in the award), the total dollar interest cost (including any discount or less any premium) computed from May 14, 2025 of the above bid is \$ _____ and the true interest cost (TIC) is _____ %.

The foregoing offer is hereby accepted by and on behalf of the Village of Slinger, Wisconsin, on April 22, 2025.

By: _____

Title: _____