

PRELIMINARY OFFICIAL STATEMENT DATED MARCH 5, 2026

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 Notes is excludable from gross income and is not an item of tax preference for federal income tax purposes; however, interest on the Notes 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 Notes. The interest on the Notes is not exempt from present Wisconsin income or franchise taxes.

The Notes shall be designated as "qualified tax-exempt obligations".

New Issue

Non-Rated

VILLAGE OF NEW GLARUS, WISCONSIN (Green County)

\$5,645,000* GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2026A

BID OPENING: March 12, 2026, 10:30 A.M., C.T.

CONSIDERATION: Not later than 11:59 P.M., C.T. on March 12, 2026 (PARAMETERS RESOLUTION)

PURPOSE/AUTHORITY/SECURITY: The \$5,645,000* General Obligation Promissory Notes, Series 2026A (the "Notes") are being issued pursuant to Section 67.12(12), Wisconsin Statutes, by the Village of New Glarus, Wisconsin (the "Village"), for public purposes, including (i) paying the cost of 2026 and 2027 capital improvement projects and (ii) refunding certain outstanding general obligations of the Village as more fully described herein. The Notes are general obligations of the Village, and all the taxable property in the Village is subject to the levy of a tax to pay the principal of and interest on the Notes as they become due which tax may, under current law, be levied without limitation as to rate or amount.

DATE OF NOTES: April 2, 2026

MATURITY: April 1 as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2027	\$125,000	2034	\$285,000	2041	\$305,000
2028	235,000	2035	300,000	2042	320,000
2029	245,000	2036	250,000	2043	330,000
2030	250,000	2037	260,000	2044	345,000
2031	260,000	2038	270,000	2045	365,000
2032	275,000	2039	280,000	2046	375,000
2033	280,000	2040	290,000		

***MATURITY ADJUSTMENTS:** The Village reserves the right to increase or decrease the principal amount of the Notes on the day of sale, in increments of \$5,000 each. Each maturity can be increased by up to \$330,000 per maturity or decreased by not more than \$120,000 per maturity. Increases or decreases may be made in any maturity. 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: April 1, 2027 and semiannually thereafter.

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

MINIMUM BID: \$5,574,437.50.

MAXIMUM BID: \$6,209,500.

GOOD FAITH DEPOSIT: A good faith deposit in the amount of \$112,900 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 nor shall there be any sale of 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.

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 Notes 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 Notes. Compensation of Ehlers and Associates, Inc., payable entirely by the Village, is contingent upon the delivery of the Notes.

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 Notes 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 Notes, 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 Notes and all times subsequent thereto up to and including the time of the delivery of the Notes, 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 Notes; (3) a certificate evidencing the due execution of the Notes, 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 Notes, (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 Notes 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 Notes 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 NEW GLARUS VILLAGE BOARD

		<u>Term Expires</u>
Roger Truttman	Village President	April 2027
Sarah Claus	Village Trustee	April 2026
Jesse Donahue	Village Trustee	April 2026
Jon Hovland	Village Trustee	April 2026
Peggy Kruse	Village Trustee	April 2027
Bekah Stauffacher	Village Trustee	April 2027
Larry Stuessy	Village Trustee	April 2027

ADMINISTRATION

Kelsey Jenson, Village Administrator

Amy Barnes, Village Clerk/Treasurer

PROFESSIONAL SERVICES

William Morgan, Murphy Desmond S.C., Village Attorney, Madison, Wisconsin

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

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

INTRODUCTORY STATEMENT

This Official Statement contains certain information regarding the Village of New Glarus, Wisconsin (the "Village") and the issuance of its \$5,645,000* General Obligation Promissory Notes, Series 2026A (the "Notes"). **The Village Board adopted a resolution on February 18, 2026 (the "Parameters Resolution"), which authorizes the Village Administrator or the Village Clerk/Treasurer to accept a bid for the Notes 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 through the competitive bids received on March 12, 2026, neither the Village Administrator or the Village Clerk/Treasurer will have the authority to accept a bid for the Notes, and all bids for the Notes will be rejected.**

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 NOTES

GENERAL

The Notes 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 April 2, 2026. The Notes will mature on April 1 in the years and amounts set forth on the cover of this Official Statement. Interest will be payable on April 1 and October 1 of each year, commencing April 1, 2027, to the registered owners of the Notes 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 Notes 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 Notes 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 Notes are held under the book-entry system, beneficial ownership interests in the Notes may be acquired in book-entry form only, and all payments of principal of, premium, if any, and interest on the Notes 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 Notes shall be payable as provided in the Parameters Resolution.

The Village has selected Bond Trust Services Corporation, Minneapolis, 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.

*Preliminary, subject to change.

OPTIONAL REDEMPTION

At the option of the Village, the Notes maturing on or after April 1, 2035 shall be subject to optional redemption prior to maturity on April 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 Notes subject to prepayment. If redemption is in part, the selection of the amounts and maturities of the Notes to be redeemed shall be at the discretion of the Village. If only part of the Notes 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 Note to be redeemed at the address shown on the registration books.

AUTHORITY; PURPOSE

The Notes are being issued pursuant to Section 67.12(12), Wisconsin Statutes, by the Village, for public purposes, including financing capital improvement projects within the Village and refunding the Village’s \$300,000 General Obligation Promissory Note, dated March 20, 2025 (“2025A Note”) and \$189,000 General Obligation Promissory Note, dated March 26, 2025 (“2025B Note”) as follows:

Issue Being Refunded	Date of Refunded Issue	Call Date	Call Price	Maturities Being Refunded	Interest Rates	Principal to be Refunded
2025A Note	3/20/25	4/3/26	Par	2026	6.99%	\$19,513
				2027	6.99%	23,342
				2028	6.99%	24,946
				2029	6.99%	26,764
				2030	6.99%	28,661
				2031	6.99%	30,692
				2032	6.99%	32,839
				2033	6.99%	35,195
				2034	6.99%	37,689
				2035	6.99%	<u>40,360</u>
Total 2025A Note Being Refunded						<u>\$300,000</u>

Issue Being Refunded	Date of Refunded Issue	Call Date	Call Price	Maturities Being Refunded	Interest Rates	Principal to be Refunded
2025B Note	3/26/25	4/3/26	Par	2026	5.44%	\$13,774
				2027	5.44%	15,562
				2028	5.44%	16,396
				2029	5.44%	17,324
				2030	5.44%	18,280
				2031	5.44%	19,288
				2032	5.44%	20,338
				2033	5.44%	21,474
				2034	5.44%	22,658
				2035	5.44%	<u>23,908</u>
Total 2025B Note Being Refunded						<u>\$189,002</u>

A portion of the proceeds of the Notes will be used to call and prepay the maturities described above. Pursuant to the Parameters Resolution, if the net present value debt service savings achieved by the 2025A Note is not more than 3% of the principal amount of the 2025A Note refunded, the refunding of the 2025A Note will be excluded from this borrowing. If the net present value debt service savings achieved by the 2025B Note is not more than 3% of the principal amount of the 2025B Note refunded, the refunding of the 2025B Note will be excluded from this borrowing.

ESTIMATED SOURCES AND USES*

Sources

Par Amount of Notes	\$5,645,000	
Transfers from Prior Issue Debt Service Funds	68,529	
Estimated Interest Earnings	<u>63,757</u>	
Total Sources		\$5,777,286

Uses

Estimated Underwriter's Discount	\$70,563	
Costs of Issuance	82,300	
Deposit to Project Construction Fund	5,100,524	
Deposit to Current Refunding Fund	522,387	
Rounding Amount	<u>1,512</u>	
Total Uses		\$5,777,286

*Preliminary, subject to change.

SECURITY

For the prompt payment of the Notes with interest thereon and for the levy of taxes sufficient for this purpose, the full faith, credit and resources of the Village will be irrevocably pledged. The Village will levy a direct, annual, irrepealable tax on all taxable property in the Village sufficient to pay the interest on the Notes when it becomes due and also to pay and discharge the principal on the Notes at maturity, in compliance with Article XI, Section 3 of the Wisconsin Constitution. Such tax may, under current law, be levied without limitation as to rate or amount.

RATING

None of the outstanding indebtedness of the Village is currently rated, other than credit enhanced issues, and the Village has not requested a rating on the Notes. A rating for the Notes 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 Notes, 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 Notes, 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 Notes. However, such a failure may adversely affect the transferability and liquidity of the Notes and their market price.

The Village did not timely file notice of the incurrence of a financial obligation incurred in December 2025. Except to the extent the preceding is deemed to be material, in the previous five years, the Village believes it has not failed to comply in all material respects with its prior undertakings under the Rule. The Village has reviewed its continuing disclosure responsibilities 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 Notes 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 Notes. The legal opinion will be issued on the basis of existing law and will state that the Notes are valid and binding general obligations of the Village; provided that the rights of the owners of the Notes and the enforceability of the Notes 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 Notes. 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 Notes 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 Notes 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 Notes under existing law substantially in the following form:

"The interest on the Notes is excludable for federal income tax purposes from the gross income of the owners of the Notes. The interest on the Notes 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 Notes 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 Notes in order for interest on the Notes 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 Notes to be included in gross income retroactively to the date of issuance of the Notes. 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 Notes."

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

Prospective purchasers of the Notes should be aware that ownership of the Notes 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 Notes 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 Notes. 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 Notes may be enacted. Prospective purchasers of the Notes 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 Notes is less than the principal amount payable at maturity, such Notes ("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 Notes is more than the principal amount payable at maturity, such Notes ("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.

QUALIFIED TAX-EXEMPT OBLIGATIONS

The Notes shall be designated as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Code relating to the ability of financial institutions to deduct from income for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations.

MUNICIPAL ADVISOR

Ehlers has served as municipal advisor to the Village in connection with the issuance of the Notes. The Municipal Advisor cannot participate in the underwriting of the Notes. 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, 2024 have been audited by CliftonLarsonAllen LLP, Wauwatosa, 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 Notes 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.

Taxes: The Notes are general obligations of the Village, the ultimate payment of which rests in the Village's ability to levy and collect sufficient taxes to pay debt service. In the event of delayed billing, collection or distribution of property taxes, sufficient funds may not be available to the Village in time to pay debt service when due.

State Actions: Many elements of local government finance, including the issuance of debt and the levy of property taxes, are controlled by state government. Future actions of the State of Wisconsin (the "State") may affect the overall financial condition of the Village, the taxable value of property within the Village, and the ability of the Village to levy and collect property taxes.

Future Changes in Law: Various State and federal laws, regulations and constitutional provisions apply to the Village and to the Notes. The Village can give no assurance that there will not be a change in or interpretation of any such applicable laws, regulations and provisions which would have a material effect on the Village or the taxing authority of the Village.

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 Notes 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 Notes 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 Notes 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 Notes. 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 Notes in the secondary market. Such a failure may adversely affect the transferability and liquidity of the Notes and their market price.

Book-Entry-Only System: The timely credit of payments for principal and interest on the Notes to the accounts of the Beneficial Owners of the Notes 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 Notes.

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 Notes in the secondary market.

Secondary Market for the Notes: No assurance can be given that a secondary market will develop for the purchase and sale of the Notes or, if a secondary market exists, that such Notes can be sold for any particular price. The underwriters are not obligated to engage in secondary market trading or to repurchase any of the Notes at the request of the owners thereof. Prices of the Notes 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 Notes. 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 Notes 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

2025 Equalized Value	\$334,674,500
2025 Equalized Value Reduced by Tax Increment Valuation	\$303,856,900
2025 Assessed Value	\$305,817,200

2025 EQUALIZED VALUE BY CLASSIFICATION

	2025 Equalized Value¹	Percent of Total Equalized Value
Residential	\$247,150,900	73.848%
Commercial	66,403,300	19.841%
Manufacturing	20,645,400	6.169%
Agricultural	107,900	0.032%
Undeveloped	34,600	0.010%
Ag Forest	150,800	0.045%
Forest	133,400	0.040%
Other	<u>48,200</u>	<u>0.014%</u>
 Total	 <u><u>\$334,674,500</u></u>	 <u><u>100.000%</u></u>

TREND OF VALUATIONS

Year	Assessed Value	Equalized Value ¹	Percent Increase/Decrease in Equalized Value
2021	\$190,757,700	\$228,181,800	5.37%
2022	189,831,200	256,689,200	12.49%
2023	307,162,500	305,075,100	18.85%
2024	305,024,100	318,077,500	4.26%
2025	305,817,200	334,674,500	5.22%

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

¹ Includes tax increment valuation.

LARGER TAXPAYERS

Taxpayer	Type of Business/Property	2025 Equalized Value ¹	Percent of Village's Total Equalized Value
New Glarus Brewing Company	Specialty Beer Brewery	\$19,259,400	5.75%
Chalet Landhaus LLC	Hotel and Restaurant	4,702,600	1.41%
LSI Inc. New Glarus	Food Processor	4,006,900	1.20%
Caseys Marketing Company	Service Station Convenience Store	2,946,100	0.88%
The Monroe Clinic Inc	Medical Facility	2,731,300	0.82%
Blanchardville Coop Oil Association	Service Station Convenience Store	2,619,000	0.78%
Bank of New Glarus	Financial Institution	2,237,000	0.67%
WHPC-New Glarus LLC	Multi-Family Apartments	1,905,900	0.57%
Consortium Properties, LLC	Multi-Family Apartments	1,652,800	0.49%
DBS Real Estate LLC	Retail	<u>1,631,200</u>	<u>0.49%</u>
Total		\$43,692,200	13.06%
Village's Total 2025 Equalized Value ²		\$334,674,500	

Source: The Village.

DEBT

DIRECT DEBT³

General Obligation Debt (see schedules following)

Total General Obligation Debt (includes the Notes)* \$10,952,934

Revenue Debt (see schedules following)

Total revenue debt secured by water and electric revenues \$6,163,000

Total revenue debt secured by sewerage revenues \$5,744,883

*Preliminary, subject to change.

¹ Calculated by dividing the 2025 Assessed Values by the 2025 Aggregate Ratio of assessment for the Village.

² Includes tax increment valuation.

³ Outstanding debt is as of the dated date of the Notes and excludes the obligations to be refunded by the Notes.

Community Development Authority Obligations (see schedule following)

Total community development authority obligations paid by annual appropriations¹ \$125,000

DEBT PAYMENT HISTORY

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

FUTURE FINANCING

The Village expects to issue approximately \$1,000,000 taxable general obligation debt to finance TID incentives within the next 12 months. Other than 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	\$334,674,500
Multiply by 5%	<u>0.05</u>
Statutory Debt Limit ²	\$16,733,725
Less: General Obligation Debt*	<u>(10,952,934)</u>
Unused Debt Limit*	<u><u>\$5,780,791</u></u>

*Preliminary, subject to change.

¹ Limited obligation of the Community Development Authority of the Village of New Glarus (the “Authority”), payable solely from payments made to the Authority by the Village subject to and conditioned upon annual appropriations by the Village Board.

² The Village Board has adopted a resolution stating that the Village shall strive to maintain a level of general obligation debt equivalent to not more than 75% of its legal debt limit.

Village of New Glarus, Wisconsin
Schedule of Bonded Indebtedness
General Obligation Debt Secured by Taxes
(As of 04/02/2026)

	Refunding Bonds		Corporate Purpose Bonds Series 2014A		Corporate Purpose Bonds Series 2015A		State Trust Fund Loan		Promissory Note ¹	
Dated	07/06/2010		04/09/2014		05/20/2015		02/09/2016		05/25/2016	
Amount	\$935,000		\$1,000,000		\$3,315,000		\$240,000		\$430,000	
Maturity	06/01		02/01		02/01		03/15		08/15	
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	85,000	1,806	0	7,570	0	9,563	0	0	48,813	1,361
2027			60,000	14,090	75,000	18,000	12,890	5,063		
2028			60,000	11,990	75,000	15,750	13,361	4,592		
2029			65,000	9,705	75,000	13,500	13,875	4,078		
2030			65,000	7,235	75,000	11,250	14,395	3,558		
2031			75,000	4,500	75,000	8,859	14,935	3,018		
2032			75,000	1,500	75,000	6,328	15,488	2,465		
2033					50,000	4,219	16,075	1,877		
2034					50,000	2,531	16,678	1,274		
2035					50,000	844	17,304	649		
2036										
2037										
2038										
2039										
2040										
2041										
2042										
2043										
2044										
2045										
2046										
	85,000	1,806	400,000	56,590	600,000	90,844	135,000	26,573	48,813	1,361

¹ This note provides that upon the occurrence of any one or more of the following events of default: (a) the Village fails to pay any amount when due under the note or under any other instrument evidencing indebtedness of the Village to the lender; (b) any representation or warranty made under the note or information provided by the Village to the lender in connection with the note is or was false or fraudulent in any material respect; (c) a material adverse change occurs in the Village's financial condition; (d) the Village fails to timely observe or perform any of the covenants or duties in the note; (e) any guarantee of the Village's obligations under the note is revoked or becomes unenforceable for any reason; or (f) the lender at any time believes in good faith that the prospect of payment or performance under the note or any other instrument evidencing any indebtedness of the Village to lender is impaired, then the unpaid balance shall, at the option of the lender, without notice, mature and become immediately payable.

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Village of New Glarus, Wisconsin
Schedule of Bonded Indebtedness continued
General Obligation Debt Secured by Taxes
(As of 04/02/2026)

	Corporate Purpose Bonds Series 2019A		Promissory Bank Note		Promissory Note ¹		Promissory Note ¹		Promissory Note	
Dated	05/07/2019		10/18/2019		09/24/2020		04/22/2021		03/24/2022	
Amount	\$1,550,000		\$175,472		\$563,000		\$300,000		\$35,000	
Maturity	05/01		10/01		09/24		04/22		03/24	
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	105,000	28,725	18,124	1,806	56,688	6,640	29,780	3,451	0	0
2027	135,000	25,125	18,559	1,370	57,969	5,359	30,346	2,885	3,462	415
2028	145,000	20,925	19,002	927	59,268	4,060	30,917	2,313	3,527	350
2029	155,000	16,425	19,462	468	60,619	2,709	31,512	1,719	3,595	282
2030	135,000	12,075			59,270	1,339	32,112	1,119	3,664	213
2031	115,000	8,325					26,685	508	3,734	143
2032	120,000	4,800							3,804	73
2033	100,000	1,500								
2034										
2035										
2036										
2037										
2038										
2039										
2040										
2041										
2042										
2043										
2044										
2045										
2046										
	1,010,000	117,900	75,147	4,570	293,814	20,108	181,352	11,995	21,786	1,476

¹ This note provides that upon the occurrence of any one or more of the following events of default: (a) the Village fails to pay any amount when due under the note or under any other instrument evidencing indebtedness of the Village to the lender; (b) any representation or warranty made under the note or information provided by the Village to the lender in connection with the note is or was false or fraudulent in any material respect; (c) a material adverse change occurs in the Village's financial condition; (d) the Village fails to timely observe or perform any of the covenants or duties in the note; (e) an event of default occurs under any agreement securing the note; or (f) the lender deems itself insecure, then the unpaid balance shall, at the option of the lender, without notice, mature and become immediately payable. --Continued on next page

Village of New Glarus, Wisconsin
Schedule of Bonded Indebtedness continued
General Obligation Debt Secured by Taxes
(As of 04/02/2026)

	Corporate Purpose Bonds Series 2022A		Promissory Note ¹		Promissory Note		Promissory Notes Series 2026A							Calendar Year Ending
Dated	05/25/2022		06/07/2023		05/29/2024		04/02/2026							
Amount	\$1,600,000		\$1,269,280		\$153,879		\$5,645,000*							
Maturity	05/01		06/01		05/29		04/01							
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Estimated Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2026	100,000	41,678	126,928	39,519	12,875	6,991	0	0	583,207	149,109	732,316	10,369,727	5.32%	2026
2027	145,000	36,778	126,928	34,579	13,511	6,355	125,000	328,470	803,665	478,488	1,282,154	9,566,061	12.66%	2027
2028	130,000	31,278	126,928	29,720	14,169	5,704	235,000	212,661	912,173	340,269	1,252,442	8,653,889	20.99%	2028
2029	105,000	27,103	126,928	24,699	14,886	4,989	245,000	204,621	915,875	310,297	1,226,173	7,738,013	29.35%	2029
2030	100,000	24,028	126,928	19,759	15,612	4,254	250,000	196,330	876,981	281,160	1,158,141	6,861,032	37.36%	2030
2031	105,000	20,953	126,928	14,820	16,383	3,483	260,000	187,788	818,665	252,396	1,071,060	6,042,368	44.83%	2031
2032	100,000	17,853	126,928	9,907	17,188	2,681	275,000	178,758	808,407	224,364	1,032,771	5,233,960	52.21%	2032
2033	105,000	14,726	126,928	4,940	18,043	1,825	280,000	169,253	696,047	198,340	894,387	4,537,913	58.57%	2033
2034	100,000	11,600			18,931	935	285,000	159,364	470,609	175,704	646,313	4,067,304	62.87%	2034
2035	105,000	8,369					300,000	148,755	472,304	158,616	630,920	3,595,000	67.18%	2035
2036	105,000	4,956					250,000	138,518	355,000	143,474	498,474	3,240,000	70.42%	2036
2037	100,000	1,625					260,000	128,760	360,000	130,385	490,385	2,880,000	73.71%	2037
2038							270,000	118,290	270,000	118,290	388,290	2,610,000	76.17%	2038
2039							280,000	107,150	280,000	107,150	387,150	2,330,000	78.73%	2039
2040							290,000	95,393	290,000	95,393	385,393	2,040,000	81.37%	2040
2041							305,000	82,894	305,000	82,894	387,894	1,735,000	84.16%	2041
2042							320,000	69,533	320,000	69,533	389,533	1,415,000	87.08%	2042
2043							330,000	55,475	330,000	55,475	385,475	1,085,000	90.09%	2043
2044							345,000	40,708	345,000	40,708	385,708	740,000	93.24%	2044
2045							365,000	24,996	365,000	24,996	389,996	375,000	96.58%	2045
2046							375,000	8,438	375,000	8,438	383,438	0	100.00%	2046
	1,300,000	240,944	1,015,424	177,943	141,598	37,216	5,645,000	2,656,152	10,952,934	3,445,477	14,398,411			

* Preliminary, subject to change.

¹ This note provides that upon the occurrence of any one or more of the following events of default: (a) the Village fails to pay any amount when due under the note or under any other instrument evidencing indebtedness of the Village to the lender; (b) any representation or warranty made under the note or information provided by the Village to the lender in connection with the note is or was false or fraudulent in any material respect; (c) a material adverse change occurs in the Village's financial condition; (d) the Village fails to timely observe or perform any of the covenants or duties in the note; (e) an event of default occurs under any agreement securing the note; or (f) the lender deems itself insecure, then the unpaid balance shall, at the option of the lender, without notice, mature and become immediately payable.

Village of New Glarus, Wisconsin
Schedule of Bonded Indebtedness
Revenue Debt Secured by Water and Electric Revenues
(As of 04/02/2026)

	Water & Electric System Revenue Bonds Series 2015B		Water and Electric System Revenue Bonds Series 2019B		Water and Electric System Revenue Bonds Series 2021A		Water and Electric System Mortgage Revenue Bonds							Calendar Year Ending
	Dated Amount	Maturity	Dated Amount	Maturity	Dated Amount	Maturity	Dated Amount	Maturity	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2026	50,000	6,650	70,000	29,356	165,000	59,779	28,800	53,429	313,800	149,214	463,014	5,849,200	5.09%	2026
2027	50,000	5,250	70,000	27,256	165,000	57,923	21,400	60,848	306,400	151,276	457,676	5,542,800	10.06%	2027
2028	50,000	3,750	75,000	25,081	165,000	55,860	22,100	60,086	312,100	144,778	456,878	5,230,700	15.13%	2028
2029	50,000	2,250	75,000	22,831	170,000	53,598	22,900	59,299	317,900	137,978	455,878	4,912,800	20.29%	2029
2030	50,000	750	75,000	20,816	170,000	51,133	23,700	58,483	318,700	131,181	449,881	4,594,100	25.46%	2030
2031			80,000	18,975	175,000	48,414	24,600	57,638	279,600	125,027	404,627	4,314,500	29.99%	2031
2032			80,000	17,075	180,000	45,170	25,500	56,761	285,500	119,006	404,506	4,029,000	34.63%	2032
2033			80,000	15,175	180,000	41,570	26,400	55,853	286,400	112,598	398,998	3,742,600	39.27%	2033
2034			85,000	13,216	185,000	37,920	27,300	54,913	297,300	106,049	403,349	3,445,300	44.10%	2034
2035			85,000	11,091	190,000	34,170	28,300	53,940	303,300	99,201	402,501	3,142,000	49.02%	2035
2036			90,000	8,794	195,000	30,223	29,300	52,932	314,300	91,949	406,249	2,827,700	54.12%	2036
2037			95,000	6,366	195,000	25,738	30,300	51,889	320,300	83,992	404,292	2,507,400	59.32%	2037
2038			95,000	3,872	200,000	20,800	31,400	50,810	326,400	75,481	401,881	2,181,000	64.61%	2038
2039			100,000	1,313	210,000	15,675	32,500	49,691	342,500	66,679	409,179	1,838,500	70.17%	2039
2040					215,000	9,825	33,700	48,533	248,700	58,358	307,058	1,589,800	74.20%	2040
2041					220,000	3,300	34,900	47,332	254,900	50,632	305,532	1,334,900	78.34%	2041
2042							36,100	46,090	36,100	46,090	82,190	1,298,800	78.93%	2042
2043							37,400	44,804	37,400	44,804	82,204	1,261,400	79.53%	2043
2044							38,700	43,472	38,700	43,472	82,172	1,222,700	80.16%	2044
2045							40,100	42,093	40,100	42,093	82,193	1,182,600	80.81%	2045
2046							41,600	40,663	41,600	40,663	82,263	1,141,000	81.49%	2046
2047							43,000	39,183	43,000	39,183	82,183	1,098,000	82.18%	2047
2048							44,600	37,650	44,600	37,650	82,250	1,053,400	82.91%	2048
2049							46,200	36,061	46,200	36,061	82,261	1,007,200	83.66%	2049
2050							47,800	34,416	47,800	34,416	82,216	959,400	84.43%	2050
2051							49,500	32,713	49,500	32,713	82,213	909,900	85.24%	2051
2052							51,300	30,949	51,300	30,949	82,249	858,600	86.07%	2052
2053							53,100	29,122	53,100	29,122	82,222	805,500	86.93%	2053
2054							55,000	27,230	55,000	27,230	82,230	750,500	87.82%	2054
2055							56,900	25,272	56,900	25,272	82,172	693,600	88.75%	2055
2056							59,000	23,244	59,000	23,244	82,244	634,600	89.70%	2056
2057							61,100	21,142	61,100	21,142	82,242	573,500	90.69%	2057
2058							63,200	18,967	63,200	18,967	82,167	510,300	91.72%	2058
2059							65,500	16,714	65,500	16,714	82,214	444,800	92.78%	2059
2060							67,800	14,382	67,800	14,382	82,182	377,000	93.88%	2060
2061							70,200	11,967	70,200	11,967	82,167	306,800	95.02%	2061
2062							72,700	9,466	72,700	9,466	82,166	234,100	96.20%	2062
2063							75,300	6,876	75,300	6,876	82,176	158,800	97.42%	2063
2064							78,000	4,193	78,000	4,193	82,193	80,800	98.69%	2064
2065							80,800	1,414	80,800	1,414	82,214	0	100.00%	2065
	250,000	18,650	1,155,000	221,216	2,980,000	591,095	1,778,000	1,510,514	6,163,000	2,341,474	8,504,474			

Village of New Glarus, Wisconsin
Schedule of Bonded Indebtedness
Revenue Debt Secured by Sewerage Revenues
(As of 04/02/2026)

Dated Amount	Sewerage System Revenue Bonds (CWFL) Series 2008		Sewerage System Revenue Bonds (CWFL) Series 2023		Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
	07/23/2008 \$7,105,839	03/08/2023 \$4,785,887	05/01	05/01						
Calendar Year Ending	Principal	Interest	Principal	Interest						
2026	432,344	24,366	218,177	92,451	650,521	116,817	767,338	5,094,362	11.32%	2026
2027	441,838	14,767	222,857	87,721	664,695	102,488	767,183	4,429,667	22.89%	2027
2028	451,541	4,958	227,637	82,889	679,178	87,847	767,026	3,750,489	34.72%	2028
2029			232,520	77,954	232,520	77,954	310,474	3,517,969	38.76%	2029
2030			237,508	72,913	237,508	72,913	310,421	3,280,461	42.90%	2030
2031			242,602	67,764	242,602	67,764	310,366	3,037,859	47.12%	2031
2032			247,806	62,504	247,806	62,504	310,310	2,790,053	51.43%	2032
2033			253,121	57,132	253,121	57,132	310,253	2,536,932	55.84%	2033
2034			258,551	51,644	258,551	51,644	310,195	2,278,381	60.34%	2034
2035			264,097	46,039	264,097	46,039	310,136	2,014,284	64.94%	2035
2036			269,762	40,313	269,762	40,313	310,075	1,744,522	69.63%	2036
2037			275,548	34,465	275,548	34,465	310,013	1,468,974	74.43%	2037
2038			281,459	28,491	281,459	28,491	309,949	1,187,516	79.33%	2038
2039			287,496	22,389	287,496	22,389	309,885	900,020	84.33%	2039
2040			293,663	16,156	293,663	16,156	309,818	606,357	89.45%	2040
2041			299,962	9,789	299,962	9,789	309,751	306,396	94.67%	2041
2042			306,396	3,286	306,396	3,286	309,682	0	100.00%	2042
	1,325,724	44,091	4,419,160	853,901	5,744,883	897,992	6,642,875			

**Community Development Authority of the Village of New Glarus, Wisconsin
Schedule of Bonded Indebtedness
Community Development Authority Debt Secured by Annual Appropriations
(As of 04/02/2026)**

Community Development Refunding Revenue Bonds Series 2010								
Dated	07/06/2010							
Amount	\$1,520,000							
Maturity	12/01							
Calendar Year Ending	Principal	Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2026	125,000	5,375	125,000	5,375	130,375	0	100.00%	2026
	125,000	5,375	125,000	5,375	130,375			

OVERLAPPING DEBT¹

Taxing District	2025 Equalized Value²	% In Village	Total G.O. Debt³	Village's Proportionate Share
Green County	\$5,641,011,600	5.9329%	\$34,235,000	\$2,031,128
New Glarus School District	961,623,887	34.8031%	20,850,000	7,256,446
Madison Area Technical College District	159,919,721,111	0.2093%	168,740,000	<u>353,173</u>
Village's Share of Total Overlapping Debt				<u><u>\$9,640,747</u></u>

DEBT RATIOS

	G.O. Debt	Debt/Equalized Value \$334,674,500	Debt/ Per Capita 2,361⁴
Total General Obligation Debt*	\$10,952,934	3.27%	\$4,639.11
Village's Share of Total Overlapping Debt	<u>9,640,747</u>	<u>2.88%</u>	<u>\$4,083.33</u>
Total*	\$20,593,681	6.15%	\$8,722.44

*Preliminary, subject to change.

¹ Overlapping debt is as of the dated date of the Notes. 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, Wisconsin Department of Revenue, Wisconsin Department of Public Instruction and the Municipal Advisor's records.

⁴ Estimated 2025 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
2021/22	\$1,622,073	100%	\$7.77
2022/23	1,699,522	100%	7.25
2023/24	1,772,042	100%	6.22
2024/25	1,773,280	100%	6.29
2025/26	1,837,864	In Process of Collection	6.05

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 was repealed, starting with the property tax assessments as of January 1, 2024. Beginning in 2025, the personal property tax was 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
2021/22	\$12.44	\$4.91	\$7.77	\$25.12
2022/23	12.10	4.37	7.25	23.72
2023/24	11.14	3.93	6.22	21.29
2024/25	10.61	3.60	6.29	20.50
2025/26	10.32	3.45	6.05	19.82

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.

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. 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.

The Notes were authorized after July 1, 2005 and therefore the levy limits do not apply to taxes levied to pay debt service on the Notes.

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 2025, the Village received approximately \$326,600 in shared revenue under Chapter 79, Wis. Stats., an increase from the approximately \$321,200 received in 2024. The Village is expected to receive approximately \$328,600 in shared revenue under Chapter 79, Wis. Stats. in 2026. 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 1901 and is governed by a Village President and six other Village Board members. The Village President is voting member. All are elected to two-year terms. The appointed Village Administrator and Village Clerk/Treasurer are responsible for administrative details and financial records.

EMPLOYEES; PENSIONS

The Village employs a staff of 19 full-time, 11 part-time, and 33 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, 2022, the fiscal year ended December 31, 2023 and the fiscal year ended December 31, 2024 ("Fiscal Year 2024"), the Village's portion of contributions to WRS (not including any employee contributions) totaled \$93,276, \$101,148 and \$115,754, 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, 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. As of December 31, 2024, the total pension liability of the WRS was calculated as \$136.18 billion and the fiduciary net position of the WRS was calculated as \$134.54 billion, resulting in a net pension liability of \$1.64 billion. Accordingly, the Village will continue to report a liability for its proportionate share of the net pension liability in its audited financial statements for the year ended December 31, 2025.

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 2024, the Village reported a liability of \$115,701 for its proportionate share of the net pension liability of the WRS. The net pension liability was measured as of December 31, 2023 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 0.00778198% of the aggregate WRS net pension liability as of December 31, 2023.

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 3.F. in "APPENDIX A - FINANCIAL STATEMENTS" attached hereto.

The Village also contributes to the Service Award Program, a defined contribution pension plan, for its volunteer firefighters, first responders and emergency medical technicians. The Village determines annually the amount it will contribute on behalf of each individual in the program. For Fiscal Year 2024, the Village contributed \$13,418 to the plan. For more information, see Note 3.F. 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.

The following bargaining unit represents employees of the Village:

Bargaining Unit	Expiration Date of Current Contract
Wisconsin Professional Police Association (WPPA)	December 31, 2028

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.

OTHER POST EMPLOYMENT BENEFITS

The Village 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 2024, the Village's portion of contributions to the LRLIF totaled \$441. For Fiscal Year 2024, the Village reported a liability of \$101,482 for its proportionate share of the net OPEB liability of the LRLIF. The net OPEB liability was measured as of December 31, 2023 based on the Village's share of contributions to the LRLIF relative to the contributions of all participating employers. The Village's proportion was 0.02205800% of the aggregate LRLIF net OPEB liability/asset as of December 31, 2023.

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 3.G. 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 Notes or otherwise questioning the validity of the Notes.

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 Notes 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 Notes could be modified in bankruptcy proceedings. Such modifications could be adverse to holders of the Notes, and there could ultimately be no assurance that holders of the Notes would be paid in full or in part on the Notes. Further, under such circumstances, there could be no assurance that the Notes would not be treated as general, unsecured debt by a bankruptcy court, meaning that claims of holders of the Notes 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 Notes. 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 Notes would not occur.

FUNDS ON HAND (as of January 31, 2026)

Fund	Total Cash and Investments
Checking	\$3,437,526
Water Reserve	3,710
Other Village Investments	1,987,882
Library	565,403
TIF #3	199,009
Revolving Loan	17,669
WWTP Investments	2,463,480
Storm Water	518,805
L&W Investments	<u>1,255,845</u>
 Total Funds on Hand	 <u><u>\$10,449,329</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 Audited
Light and Water			
Total Operating Revenues	\$3,497,924	\$3,441,265	\$3,440,307
Less: Operating Expenses	<u>(3,131,665)</u>	<u>(3,318,311)</u>	<u>(3,070,617)</u>
Operating Income	\$366,259	\$122,954	\$369,690
Plus: Depreciation	322,901	268,553	428,671
Interest Income	<u>22,717</u>	<u>59,074</u>	<u>58,539</u>
Revenues Available for Debt Service	<u><u>\$711,877</u></u>	<u><u>\$450,581</u></u>	<u><u>\$856,900</u></u>
Wastewater			
Total Operating Revenues	\$1,266,718	\$1,466,409	\$1,642,927
Less: Operating Expenses	<u>(850,293)</u>	<u>(806,767)</u>	<u>(912,583)</u>
Operating Income	\$416,425	\$659,642	\$730,344
Plus: Depreciation	380,982	375,970	380,104
Interest Income	<u>18,663</u>	<u>86,184</u>	<u>124,630</u>
Revenues Available for Debt Service	<u><u>\$816,070</u></u>	<u><u>\$1,121,796</u></u>	<u><u>\$1,235,078</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 2024 audited financial statements.

FISCAL YEAR ENDING DECEMBER 31					
COMBINED STATEMENT					
	2021	2022	2023	2024	2025 Unaudited
	Audited	Audited	Audited	Audited	
Revenues					
Taxes & special assessments	\$707,436	\$732,411	\$770,008	\$784,109	\$1,001,971
Intergovernmental	444,039	429,076	510,192	555,937	639,758
Licenses and permits	69,002	46,993	82,032	59,459	92,282
Fines and forfeits	18,433	18,090	17,757	27,819	45,580
Public charges for services	68,763	81,599	137,247	122,881	127,554
Miscellaneous	27,100	56,947	195,327	234,221	220,319
Total Revenues	<u>\$1,334,773</u>	<u>\$1,365,116</u>	<u>\$1,712,563</u>	<u>\$1,784,426</u>	<u>\$2,127,464</u>
Expenditures					
Current:					
General government	\$364,013	\$428,512	\$400,289	\$452,861	\$396,449
Public safety	682,347	715,175	815,515	919,261	895,004
Public works	271,464	306,692	342,410	284,386	239,053
Culture and recreation	146,213	148,268	196,507	206,336	201,073
Conservation and development	34,758	31,965	40,445	54,166	64,660
Total Expenditures	<u>\$1,498,795</u>	<u>\$1,630,612</u>	<u>\$1,795,166</u>	<u>\$1,917,010</u>	<u>\$1,796,239</u>
Excess of revenues over (under) expenditures	(\$164,022)	(\$265,496)	(\$82,603)	(\$132,584)	\$331,225
Other Financing Sources (Uses)					
Proceeds from Disposal of Capital Assets	\$2,521	\$1,188	\$1,029	\$1,573	\$0
Transfers in	219,828	255,665	179,796	243,424	0
Transfers (out)	(35,000)	0	(13,583)	0	0
Total Other Financing Sources (Uses)	<u>187,349</u>	<u>256,853</u>	<u>167,242</u>	<u>244,997</u>	<u>0</u>
Net changes in Fund Balances	\$23,327	(\$8,643)	\$84,639	\$112,413	\$331,225
General Fund Balance January 1	<u>\$1,096,877</u>	<u>\$1,120,204</u>	<u>\$1,111,561</u>	<u>\$1,196,200</u>	
General Fund Balance December 31	\$1,120,204	\$1,111,561	\$1,196,200	\$1,308,613	
DETAILS OF DECEMBER 31 FUND BALANCE					
Nonspendable	\$13,632	\$15,103	\$187,774	\$14,542	
Committed	15,187	10,474	0	0	
Unassigned	1,091,385	1,085,984	1,008,426	1,294,071	
Total	<u>\$1,120,204</u>	<u>\$1,111,561</u>	<u>\$1,196,200</u>	<u>\$1,308,613</u>	

GENERAL FUND BUDGET SUMMARY

FISCAL YEAR ENDING DECEMBER 31

COMBINED STATEMENT

	2026 Adopted Budget¹
Revenues	
Taxes & special assessments	\$1,057,595
Intergovernmental	567,877
Licenses and permits	58,400
Fine and forfeits	33,000
Public charges for services	118,000
Miscellaneous	156,155
Total Revenues	<u>\$1,991,027</u>
Expenditures	
Current:	
General government	\$414,591
Public safety	1,034,917
Public Works	293,604
Culture and recreation	203,851
Conservation and development	44,064
Debt service:	
Principal	0
Interest and fiscal charges	0
Capital outlay	0
Total Expenditures	<u>\$1,991,027</u>
Excess of revenues over (under) expenditures	\$0
Other Financing Sources (Uses)	
Long-term debt issued	\$2,330,524
Proceeds from Disposal of Capital Assets	0
Transfers in	42,655
Transfers (out)	0
Total Other Financing Sources (Uses)	<u>2,373,179</u>
Net changes in Fund Balances	<u><u>\$2,373,179</u></u>

¹ The 2026 budget was adopted on December 3, 2025.

GENERAL INFORMATION

LOCATION

The Village, with a 2020 U.S. Census population of 2,266 and a current estimated population of 2,361 comprises an area of 2.2 square miles and is located in the rolling hills of Green County in south central Wisconsin, approximately 25 miles south of Madison, at the intersection of Highways 39 and 69.

LARGER EMPLOYERS¹

Larger employers in the Village include the following:

Firm	Type of Business/Product	Estimated No. of Employees
SSM Health The Monroe Clinic	Medical facility	1,200 ²
Jack Links Beef Jerky	Food Processing	365
New Glarus Home	Retirement community, skilled nursing facility	132
School District of New Glarus	Elementary and secondary education	122
New Glarus Brewing Company	Specialty beer brewing	113
Bailey's Run Vineyard	Winery	80
The Village	Municipal government and services	63
Bank of New Glarus	Financial institution	55
New Glarus Hotel Restaurant/Chalet Landhaus	Hotel & restaurant	50 ³
Blanchardville Co-op/Culvers	Service station/convenience store/restaurant	40

Source: 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.

² Company-wide. The Monroe clinic has 10 locations all within 30 miles of Monroe, WI. New Glarus is located 16 miles north of Monroe.

³ 40 to 50 employees between the Hotel and restaurant total. Chalet Landhaus has 23 employees during the slow season and 30 employees during the busy season.

BUILDING PERMITS¹

	2022	2023	2024	2025	2026
<u>New Single Family Homes</u>					
No. of building permits	0	0	0	1	0
Valuation	\$0	\$0	\$0	\$250,000	\$0
<u>New Commercial/Industrial</u>					
No. of building permits	0	2	1	1	1
Valuation	\$0	\$20,373,000	\$5,000,000	\$35,000,000	\$2,730,000
<u>All Building Permits</u> <i>(including additions and remodelings)</i>					
No. of building permits	105	99	98	124	4
Valuation	\$4,619,050	\$28,772,776	\$7,049,537	\$42,524,599	\$2,799,996

Source: The Village.

¹ As of February 10, 2026.

U.S. CENSUS DATA

Population Trend: The Village

2010 U.S. Census Population	2,172
2020 U.S. Census Population	2,266
Percent of Change 2010 - 2020	4.33%
2025 Estimated Population	2,361

Income and Age Statistics

	The Village	Green County	State of Wisconsin	United States
2024 per capita income	\$42,951	\$43,951	\$43,373	\$44,673
2024 median household income	\$101,098	\$82,852	\$77,485	\$80,734
2024 median family income	\$109,784	\$104,334	\$100,141	\$99,999
2024 median gross rent	\$983	\$867	\$1,087	\$1,413
2024 median value owner occupied units	\$282,700	\$250,200	\$266,500	\$332,700
2024 median age	43.0 yrs.	43.6 yrs.	40.2 yrs.	38.9 yrs.

	State of Wisconsin	United States
Village % of 2024 per capita income	99.03%	96.15%
Village % of 2024 median family income	109.63%	109.79%

Housing Statistics

	<u>The Village</u>		
	2020	2024	Percent of Change
All Housing Units	1,014	961	-5.23%

Source: 2010 and 2020 Census of Population and Housing, Wisconsin Demographic Services Center (https://doa.wi.gov/Pages/LocalGovtsGrants/Population_Estimates.aspx) and 2024 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>	
	Green County	Green County	State of Wisconsin
2021	19,912	3.1%	3.8%
2022	19,905	2.4%	2.8%
2023	20,162	2.3%	2.8%
2024, ¹	20,470	2.3%	3.0%
2025, December ¹	20,200	2.5%	3.0%

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 Notes, the Village represents that there have been no material adverse change 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 NEW GLARUS, WISCONSIN

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2024



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INDEPENDENT AUDITORS' REPORT

Village Board
Village of New Glarus, Wisconsin

Report on the Audit of the Financial Statements

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 New Glarus, Wisconsin (the Village) as of and for the year ended December 31, 2024, 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, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and Library Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 of New Glarus, Wisconsin and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government 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.

In performing an audit in accordance with GAAS and *Government 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 Village of New Glarus, Wisconsin's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Village of New Glarus, Wisconsin'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 and the schedules relating to pensions and other postemployment benefits be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit for the year ended December 31, 2024 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual statements and schedules for the year ended December 31, 2024 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 for the year ended December 31, 2024 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 GAAS. In our opinion, the combining and individual statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended December 31, 2024.

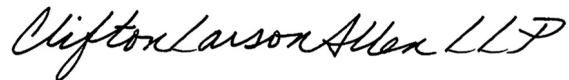
We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Village as of and for the year ended December 31, 2023 (not presented herein), and have issued our report thereon dated April 25, 2024, which contained unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. The Schedule of Light Utility Operating Revenues and Expenses and Schedule of Water Utility Operating Revenues and Expenses for the year end December 31, 2023 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 2023 financial statements. The information was subjected to the audit procedures applied in the audit of the 2023 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, The Schedule of Light Utility Operating Revenues and Expenses and Schedule of Water Utility Operating Revenues and Expenses for the year end December 31, are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended December 31, 2023.

Report on Summarized Prior-Year Comparative Information

We have previously audited the Village's 2023 financial statements, and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information in our report dated April 25, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 30, 2025 on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Wauwatosa, Wisconsin
April 30, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

Village of New Glarus, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS DECEMBER 31, 2024

The management of the Village of New Glarus, Wisconsin (the "Village") offers readers of the Village's financial statements this narrative and analysis of the financial activities of the Village for the fiscal year ended December 31, 2024.

Financial Highlights

- As of the December 31, 2024, the assets and deferred outflows of resources of the Village of New Glarus exceeded its liabilities and deferred inflows of resources by \$27,413,137. This represents a 15.5% increase over the 2023 net position balance of \$23,740,895.
- The general fund balance at the end of 2024 was \$1,308,613, an increase of \$112,413 from the prior year.
Of the general fund balance, \$14,542 is nonspendable for other assets and prepaid items and \$1,294,071 is currently unassigned. Of this balance, the Village has established an emergency reserve and working capital reserve of \$455,828.
- The outstanding general obligation debt as of December 31, 2024 is \$5,928,260. This compares to \$6,579,673 at the end of 2023.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village of New Glarus basic financial statements. The basic financial statements comprise three components: 1) Government-wide Financial Statements, 2) Fund Financial Statements and 3) Notes to the Basic Financial Statements.

Government-wide Financial Statements

The Government-wide Financial Statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. Financial information in the government-wide financial statements is reported as either governmental activities or business-type activities. Governmental activities are principally supported by taxes and intergovernmental revenues. Examples of governmental activities are: village hall operations, police, public works, debt service, swimming pool/ recreation, library, tax incremental finance district no. 3, tax incremental district no. 4, and general capital projects.

Business-type (Enterprise) activities recover all or a significant portion of their costs through user fees and charges. These activities include the Village's water, light, wastewater and stormwater utilities.

Statement of Net Position - presents information on all Village of New Glarus, Wisconsin's assets, liabilities, and deferred outflows/inflows of resources with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or decreasing. (See page 14 of this report).

Statement of Activities - presents information showing how the Village's net position changed during the 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., earned but unused vacation leave.) (See pages 15 - 16 of this report.)

Village of New Glarus, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024

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. The Village of New Glarus, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the Village's funds can be divided into three categories: government funds, proprietary funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the Village's near-term financing requirements.

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 Village'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 Village has identified three major governmental funds: General, Library, and Debt Service.

- General Fund: Accounts for the Village's primary operating activities.
- Library fund: Accounts for the Village's library operations.
- Debt Service Fund: Accounts for financial resources and payments made on long-term general obligation debt.

The net change in fund balances for the year is \$337,127. The total fund balance for all governmental funds is \$3,534,811 (See pages 17 - 26.)

Proprietary/Enterprise Funds

Enterprise 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 Village has identified two major enterprise funds:

- Light and Water Utility: Accounts for revenues and expenses for operations of the municipal light and water distribution system.
- Wastewater Utility: accounts for operations of the sanitary sewer collection system and wastewater treatment plant.

The net change in position for the Light and Water Utility is an increase of \$1,198,793 and the Wastewater Utility had an increase of \$1,394,345. The Stormwater Utility had an increase in net position of \$117,514 for a combined change in proprietary / enterprise net position of \$2,710,652. Light and Water Utility net position totals \$7,044,882. Wastewater Utility net position totals \$8,352,304 and Stormwater Utility net position totals \$1,534,427, for a proprietary / enterprise fund total of \$16,931,613. (See pages 27 - 31.)

Village of New Glarus, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024

Government-wide Financial Analysis

Net position - As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$27,413,137 at the close of 2024.

Village of New Glarus, Wisconsin's Net Position (in thousands of dollars)						
	Governmental Activities		Business-type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 6,261	\$ 5,736	\$ 5,801	\$ 4,812	\$ 12,062	\$ 10,548
Capital assets	11,454	11,529	25,745	23,031	37,199	34,560
Total Assets	17,715	17,265	31,546	27,843	49,261	45,108
Deferred Outflows of Resources	730	1,096	370	581	1,100	1,677
Long-term liabilities outstanding	4,783	5,681	13,922	12,067	18,705	17,748
Other liabilities	197	300	826	1,790	1,023	2,090
Total Liabilities	4,980	5,981	14,748	13,857	19,728	19,838
Deferred Inflows of Resources	2,984	2,860	237	346	3,220	3,206
Net Position						
Net investment in capital assets	6,869	6,328	11,915	10,173	18,784	16,501
Restricted	1,709	1,550	2,279	2,232	3,988	3,782
Unrestricted	1,904	1,642	2,737	1,816	4,641	3,458
Total Net Position	\$ 10,482	\$ 9,520	\$ 16,932	\$ 14,221	\$ 27,413	\$ 23,741

By far the largest portion of the Village's net position (69%) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment, infrastructure, etc.); less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although, the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Village's net position (15%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$4,532,090) may be used to meet the Village's ongoing obligations to citizens and creditors.

Village of New Glarus, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS DECEMBER 31, 2024

Change in net position. Governmental activities increased the Village's net position by \$961,590 and business-type activities increased the Village's net position by \$2,710,652 during the current fiscal year. Key elements of these changes are as follows:

Village of New Glarus, Wisconsin's Change in Net Position (In thousands of dollars)						
	Governmental Activities		Business-type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Revenues						
Program Revenues						
Charges for services	\$ 253	\$ 318	\$ 5,329	\$ 5,111	\$ 5,582	\$ 5,429
Operating grants and contributions	259	248	-	166	259	414
Capital grants and contributions	87	213	1,722	692	1,809	905
General Revenues						
Property taxes	1,772	1,699	-	-	1,772	1,699
Property tax increments	434	530	-	-	434	530
Other taxes	136	122	-	-	136	122
Grants and contributions not restricted to specific programs	352	274	-	-	352	274
Other	373	363	229	211	602	574
Total Revenues	3,667	3,767	7,280	6,180	10,947	9,947
Expenses						
General government	160	447	-	-	160	447
Public safety	916	1,039	-	-	916	1,039
Public works	702	714	-	-	702	714
Culture and recreation	864	434	-	-	864	434
Conservation and development	147	160	-	-	147	160
Interest on long-term debt	160	188	-	-	160	188
Light utility	-	-	2,659	2,841	2,659	2,841
Water utility	-	-	446	591	446	591
Wastewater collection	-	-	1,065	903	1,065	903
Stormwater	-	-	155	149	155	149
Total Expenses	2,949	2,982	4,326	4,484	7,274	7,466
Increase (Decrease) in Net Position						
Before Transfers	718	785	2,954	1,696	3,672	2,481
Transfers	243	180	(243)	(180)	-	-
Change in Net Position	962	965	2,711	1,516	3,672	2,481
Net Position - January 1	9,520	8,555	14,221	12,705	23,741	21,260
Net Position - December 31	\$ 10,482	\$ 9,520	\$ 16,932	\$ 14,221	\$ 27,413	\$ 23,741

Village of New Glarus, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024

Financial Analysis of the Village's Funds

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. An analysis of the Village's general fund follows:

Governmental Funds

General Fund Budget Comparison: Budgeted versus Actual Revenue/Expenditures

(See pages 23 - 25 of this report.)

General Fund Revenues	
Budget	\$ 1,483,278
Actual	1,784,426
Variance	\$ 301,148

General Fund Expenditures	
Budget	\$ 1,823,312
Actual	1,917,010
Variance	\$ (93,698)

The functions with significant budget variances are listed below:

Intergovernmental Revenues	\$ 60,173
Public Charges for Services	17,086
Miscellaneous Revenues	214,021
General Government	(23,326)
Public safety	(58,784)
Conservation and Development	(15,358)

General Fund Balance	
Beginning of year	\$ 1,196,200
End of the year	1,308,613
Change in Fund Balance	\$ 112,413

Proprietary funds. (See pages 27 - 31.) The Village's proprietary funds provide the same type of information found in the Village's government-wide financial statements, but in more detail. Also, a separation of the financial activities of the light and water utilities can be found on pages 88-92 of this report.

Net position of the light and water utility fund at the end of the year amounted to \$7,044,882, an increase of \$1,198,793 from the prior year. Operating income for the light and water utility fund totaled \$369,690, with an income of \$84,631 due to the light utility operations and an income of \$285,059 due to the water utility operations.

Net position of the wastewater utility at the end of the year totaled \$8,352,304, an increase of \$1,394,345 from the prior year.

Net position of the stormwater utility at the end of the year totaled \$1,534,427, an increase of \$117,514 from the prior year.

Village of New Glarus, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS DECEMBER 31, 2024

Other factors concerning the finances of these funds have already been addressed in the discussion of the Village's business-type activities.

Capital Asset and Debt Administration

Capital assets - The Village's investment in capital assets for its governmental and business-type activities as of December 31, 2024 amounts to \$37,198,735 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, machinery and equipment, vehicles, infrastructure (streets and bridges), and construction in progress.

Village of New Glarus, Wisconsin's Capital Assets (in thousands of dollars)						
	Governmental Activities		Business-type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Land	\$ 1,984	\$ 1,963	\$ 191	\$ 186	\$ 2,175	\$ 2,149
Collection	25	25	-	-	25	25
Construction in progress	130	626	7,591	5,056	7,721	5,682
Land improvements	299	299	-	-	299	299
Buildings	2,254	2,254	5,757	5,757	8,011	8,011
Machinery and equipment	2,045	2,045	8,807	8,733	10,852	10,778
Infrastructure	12,253	11,450	15,759	14,789	28,011	26,239
Accumulated depreciation	(7,535)	(7,133)	(12,361)	(11,490)	(19,896)	(18,623)
Total	\$ 11,454	\$ 11,529	\$ 25,745	\$ 23,031	\$ 37,199	\$ 34,560

Long-term debt - At the end of the current fiscal year, the Village had general obligation debt outstanding of \$5,928,260. The remainder of the Village's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

Village of New Glarus, Wisconsin's Outstanding Debt General Obligation Debt and Revenue Bonds (in thousands of dollars)						
	Governmental Activities		Business-type Activities		Totals	
	2024	2023	2024	2023	2024	2023
General Obligation Debt						
Bonds	\$ 2,692	\$ 3,116	\$ 1,618	\$ 1,784	\$ 4,310	\$ 4,900
Notes	1,459	1,509	-	-	1,459	1,509
State Trust Fund Notes	159	171	-	-	159	171
Total General Obligation Debt	4,310	4,796	1,618	1,784	5,928	6,580
WPPI note payable	-	-	-	19	-	19
Revenue bond anticipation note	-	-	737	-	737	-
Revenue bonds	250	375	11,327	9,894	11,577	10,269
Total	\$ 4,560	\$ 5,171	\$ 13,682	\$ 11,697	\$ 18,242	\$ 16,868

Village of New Glarus, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024

Debt Service - Governmental Activities: All general obligation notes and bonds are backed by the full faith and credit of the Village. Notes and bonds in the governmental funds will be retired by future property tax levies or tax increments. In accordance with Wisconsin Statutes, total general obligation debt of Village may not exceed five percent (5%) of the equalized value of taxable property of the village. The debt limit as of December 31, 2024 was \$15,903,875. Total general obligation debt outstanding at year-end was \$5,928,260. The outstanding debt applicable to debt limit of \$5,746,590 represents 36.1% of the Village debt capacity. The Village Board has adopted a policy to limit outstanding debt to a maximum of seventy-five (75%) of debt capacity.

Debt Service - Business-Type Activities: Revenue bonds are payable only from revenues derived from the operation of the Light, Water and Wastewater Utilities. Total revenue debt at the end of 2024 totaled \$12,313,663.

Economic Factors and Next Year's Budgets and Rates

- The economic condition and outlook of the Village has remained fairly stable.

This factor was considered in preparing the Village's budget for the 2025 fiscal year. Additionally, the Village is undergoing multiple utility rate cases in 2024 while also constructing an additional water reservoir.

Contacting the Village's Financial Management

The administrative staff hopes the Management Discussion and Analysis is informative. We encourage you to read the 2024 audit in detail. If you would like additional information regarding the audit report, please contact Village Administrator Lauren Freeman or Village Clerk/Treasurer Kelsey Jenson (608-527-5973) with your questions.

BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2023)

	Governmental Activities	Business-Type Activities	Totals	
			2024	2023
ASSETS				
Cash and Investments	\$ 3,818,124	\$ 2,315,021	\$ 6,133,145	\$ 5,518,215
Receivables:				
Property Taxes	2,095,738	-	2,095,738	1,488,460
Delinquent Taxes	841	-	841	601
Accounts	35,105	522,520	557,625	472,213
Special Assessments	34,499	-	34,499	49,877
Loans	18,447	-	18,447	19,098
Due from Other Governments	-	304,542	304,542	-
Internal Balances	237,239	(237,239)	-	-
Other Assets and Prepaid Items	20,928	369,776	390,704	548,682
Restricted Assets:				
Cash and Investments	-	2,526,700	2,526,700	2,451,499
Capital Assets, Nondepreciable	2,138,897	7,782,213	9,921,110	7,856,556
Capital Assets, Depreciable	9,315,322	17,962,303	27,277,625	26,703,030
Total Assets	17,715,140	31,545,836	49,260,976	45,108,231
DEFERRED OUTFLOWS OF RESOURCES				
Loss on Advance Refunding	9,885	-	9,885	19,009
Pension Related Amounts	687,067	352,929	1,039,996	1,600,123
Other Postemployment Related Amounts	33,354	17,195	50,549	57,684
Total Deferred Outflows of Resources	730,306	370,124	1,100,430	1,676,816
LIABILITIES				
Accounts Payable	106,024	702,602	808,626	1,895,329
Accrued and Other Current Liabilities	42,561	4,869	47,430	67,511
Accrued Interest Payable	48,816	118,141	166,957	100,189
Unearned Revenue	-	-	-	26,763
Long-Term Obligations:				
Due Within One Year	805,835	1,891,250	2,697,085	1,846,307
Due in More Than One Year	3,833,685	11,956,908	15,790,593	15,380,798
Net Pension Liability	76,342	39,359	115,701	429,090
Net Other Postemployment Liability	66,960	34,522	101,482	91,924
Total Liabilities	4,980,223	14,747,651	19,727,874	19,837,911
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Levied for Subsequent Year	2,524,579	-	2,524,579	2,218,671
Pension Related Amounts	411,697	212,248	623,945	906,656
Other Postemployment Related Amounts	47,423	24,448	71,871	80,914
Total Deferred Inflows of Resources	2,983,699	236,696	3,220,395	3,206,241
NET POSITION				
Net Investment in Capital Assets	6,868,962	11,915,453	18,784,415	16,401,212
Restricted for Capital Projects	1,575,700	1,128,188	2,703,888	2,473,869
Restricted for Debt Service	132,854	1,150,790	1,283,644	1,308,287
Unrestricted	1,904,008	2,737,182	4,641,190	3,557,527
Total Net Position	\$ 10,481,524	\$ 16,931,613	\$ 27,413,137	\$ 23,740,895

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
General Government	\$ 159,589	\$ 62,449	\$ -	\$ -
Public Safety	915,564	45,340	12,723	22,632
Public Works	702,493	51,672	153,379	15,856
Culture and Recreation	863,504	93,356	92,887	48,344
Conservation and Development	147,219	651	-	-
Interest and Fiscal Charges	160,162	-	-	-
Total Governmental Activities	<u>2,948,531</u>	<u>253,468</u>	<u>258,989</u>	<u>86,832</u>
BUSINESS-TYPE ACTIVITIES				
Light Utility	2,659,598	2,739,661	-	98,827
Water Utility	445,811	700,646	-	1,623,576
Wastewater Utility	1,064,912	1,642,927	-	-
Stormwater Utility	155,480	245,584	-	-
Total Business-Type Activities	<u>4,325,801</u>	<u>5,328,818</u>	<u>-</u>	<u>1,722,403</u>
Total	<u>\$ 7,274,332</u>	<u>\$ 5,582,286</u>	<u>\$ 258,989</u>	<u>\$ 1,809,235</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

Functions/Programs	Net (Expense) Revenue and Changes in Net Position			
	Governmental Activities	Business-Type Activities	Totals	
			2024	2023
GOVERNMENTAL ACTIVITIES				
General Government	\$ (97,140)	\$ -	\$ (97,140)	\$ (389,877)
Public Safety	(834,869)	-	(834,869)	(987,619)
Public Works	(481,586)	-	(481,586)	(327,859)
Culture and Recreation	(628,917)	-	(628,917)	(151,847)
Conservation and Development	(146,568)	-	(146,568)	(157,457)
Interest and Fiscal Charges	(160,162)	-	(160,162)	(187,933)
Total Governmental Activities	<u>(2,349,242)</u>	-	<u>(2,349,242)</u>	<u>(2,202,592)</u>
BUSINESS-TYPE ACTIVITIES				
Light Utility	-	178,890	178,890	(61,821)
Water Utility	-	1,878,411	1,878,411	918,759
Wastewater Utility	-	578,015	578,015	563,017
Stormwater Utility	-	90,104	90,104	64,095
Total Business-Type Activities	<u>-</u>	<u>2,725,420</u>	<u>2,725,420</u>	<u>1,484,050</u>
Total	(2,349,242)	2,725,420	376,178	(718,542)
GENERAL REVENUES AND TRANSFERS				
Taxes:				
Property Taxes	1,772,129	-	1,772,129	1,699,262
Tax Increments	433,552	-	433,552	529,549
Other Taxes	136,072	-	136,072	122,216
Federal and State Grants and Other				
Contributions Not Restricted to				
Specific Functions	352,449	-	352,449	325,850
Interest and Investment Earnings	252,168	206,757	458,925	381,847
Loss (Gain) on Sale of Asset	10,832	9,334	20,166	12,791
Miscellaneous	110,309	12,462	122,771	128,039
Transfers	243,321	(243,321)	-	-
Total General Revenues and Transfers	<u>3,310,832</u>	<u>(14,768)</u>	<u>3,296,064</u>	<u>3,199,554</u>
CHANGE IN NET POSITION	961,590	2,710,652	3,672,242	2,481,012
Net Position - Beginning of Year	<u>9,519,934</u>	<u>14,220,961</u>	<u>23,740,895</u>	<u>21,259,883</u>
NET POSITION - END OF YEAR	<u>\$ 10,481,524</u>	<u>\$ 16,931,613</u>	<u>\$ 27,413,137</u>	<u>\$ 23,740,895</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2023)

	General	Library	Debt Service	General Capital Projects
ASSETS				
Cash and Investments	\$ 1,239,384	\$ 357,841	\$ 300,582	\$ -
Receivables:				
Property Taxes	583,050	181,417	589,773	-
Delinquent Taxes	841	-	-	-
Accounts	19,411	-	-	-
Special Assessments	-	-	34,499	-
Loans	-	-	-	-
Due from Other Funds	246,177	-	-	-
Prepaid Items	14,542	6,038	-	-
	<u>\$ 2,103,405</u>	<u>\$ 545,296</u>	<u>\$ 924,854</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 54,574	\$ 25,060	\$ -	\$ -
Accrued and Other Current Liabilities	37,176	5,385	-	-
Due to Other Funds	-	-	-	-
Unearned Revenue	-	-	-	-
Total Liabilities	<u>91,750</u>	<u>30,445</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Levied for				
Subsequent Year	703,042	218,753	708,685	-
Loans Receivable	-	-	-	-
Special Assessments	-	-	34,499	-
Total Deferred Inflows of Resources	<u>703,042</u>	<u>218,753</u>	<u>743,184</u>	<u>-</u>
FUND BALANCES				
Nonspendable	14,542	6,038	-	-
Restricted	-	-	181,670	-
Committed	-	-	-	-
Assigned	-	290,060	-	-
Unassigned	1,294,071	-	-	-
Total Fund Balances	<u>1,308,613</u>	<u>296,098</u>	<u>181,670</u>	<u>-</u>
	<u>\$ 2,103,405</u>	<u>\$ 545,296</u>	<u>\$ 924,854</u>	<u>\$ -</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,103,405</u>	<u>\$ 545,296</u>	<u>\$ 924,854</u>	<u>\$ -</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF NEW GLARUS, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2023)**

	Other Governmental Funds	<u>Totals</u>	
		<u>2024</u>	<u>2023</u>
ASSETS			
Cash and Investments	\$ 1,920,317	\$ 3,818,124	\$ 3,767,754
Receivables:			
Property Taxes	741,498	2,095,738	1,488,460
Delinquent Taxes	-	841	601
Accounts	15,694	35,105	5,482
Special Assessments	-	34,499	49,877
Loans	18,447	18,447	19,098
Due from Other Funds	-	246,177	212,645
Prepaid Items	348	20,928	193,576
	<u>348</u>	<u>20,928</u>	<u>193,576</u>
Total Assets	<u>\$ 2,696,304</u>	<u>\$ 6,269,859</u>	<u>\$ 5,737,493</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 26,390	\$ 106,024	\$ 165,972
Accrued and Other Current Liabilities	-	42,561	58,540
Due to Other Funds	8,938	8,938	1,257
Unearned Revenue	-	-	26,763
Total Liabilities	<u>35,328</u>	<u>157,523</u>	<u>252,163</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes Levied for			
Subsequent Year	894,099	2,524,579	2,218,671
Loans Receivable	18,447	18,447	19,098
Special Assessments	-	34,499	49,877
Total Deferred Inflows of Resources	<u>912,546</u>	<u>2,577,525</u>	<u>2,287,646</u>
FUND BALANCES			
Nonspendable	348	20,928	193,576
Restricted	1,575,700	1,757,370	1,598,634
Committed	186,485	186,485	134,745
Assigned	41,146	331,206	366,981
Unassigned	(55,249)	1,238,822	903,748
Total Fund Balances	<u>1,748,430</u>	<u>3,534,811</u>	<u>3,197,684</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,696,304</u>	<u>\$ 6,269,859</u>	<u>\$ 5,737,493</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF NEW GLARUS, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2023)**

	<u>2024</u>	<u>2023</u>
RECONCILIATION TO THE STATEMENT OF NET POSITION		
Total Fund Balances as Shown on Previous Page	\$ 3,534,811	\$ 3,197,684
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.	11,454,219	11,528,343
Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.		
Special Assessments	34,499	49,877
Long-Term Loan Receivable	18,447	19,098
Some deferred outflows and inflows of resources reflect changes in long-term liabilities and are not reported in the funds.		
Loss on Advance Refunding	9,885	19,009
Deferred Outflows Related to Pensions	687,067	1,039,138
Deferred Inflows Related to Pensions	(411,697)	(588,751)
Deferred Outflows Related to Other Postemployment Benefits	33,354	37,458
Deferred Inflows Related to Other Postemployment Benefits	(47,423)	(52,543)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Bonds and Notes Payable	(4,560,121)	(5,170,470)
Debt Premium	(35,021)	(48,620)
Compensated Absences	(44,378)	(123,266)
Net Pension Liability	(76,342)	(278,636)
Other Postemployment Benefit	(66,960)	(59,692)
Accrued Interest on Long-Term Obligations	(48,816)	(48,695)
Net Position of Governmental Activities as Reported on the Statement of Net Position (See Page 14)	<u>\$ 10,481,524</u>	<u>\$ 9,519,934</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

	General	Library	Debt Service	General Capital Projects
REVENUES				
Taxes	\$ 784,109	\$ 195,896	\$ 702,796	\$ -
Special Assessments	-	-	15,856	-
Intergovernmental	555,937	92,888	-	-
Licenses and Permits	59,459	-	-	-
Fines and Forfeits	27,819	-	-	-
Public Charges for Services	122,881	739	-	-
Miscellaneous	234,221	64,820	3,323	-
Total Revenues	<u>1,784,426</u>	<u>354,343</u>	<u>721,975</u>	<u>-</u>
EXPENDITURES				
Current:				
General Government	452,861	-	-	-
Public Safety	919,261	-	-	-
Public Works	284,386	-	-	-
Culture and Recreation	206,336	298,401	-	-
Conservation and Development	54,166	-	-	-
Debt Service:				
Principal	-	-	579,066	-
Interest and Fiscal Charges	-	-	132,534	-
Capital Outlay	-	92,278	-	-
Total Expenditures	<u>1,917,010</u>	<u>390,679</u>	<u>711,600</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(132,584)	(36,336)	10,375	-
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	-	-	-
Proceeds from Disposal of Capital Assets	1,573	-	-	-
Transfers In	243,424	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>244,997</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	112,413	(36,336)	10,375	-
Fund Balances - Beginning of Year, as Originally Reported	1,196,200	332,434	171,295	(75,625)
Adjustment	-	-	-	75,625
Fund Balances - Beginning of Year, As Adjusted	<u>1,196,200</u>	<u>332,434</u>	<u>171,295</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,308,613</u>	<u>\$ 296,098</u>	<u>\$ 181,670</u>	<u>\$ -</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

	Other Governmental Funds	Totals	
		2024	2023
REVENUES			
Taxes	\$ 659,105	\$ 2,341,906	\$ 2,351,166
Special Assessments	-	15,856	64,458
Intergovernmental	20,836	669,661	677,014
Licenses and Permits	-	59,459	82,032
Fines and Forfeits	-	27,819	17,757
Public Charges for Services	52,644	176,264	170,515
Miscellaneous	78,017	380,381	342,866
Total Revenues	810,602	3,671,346	3,705,808
EXPENDITURES			
Current:			
General Government	17,713	470,574	408,760
Public Safety	5,618	924,879	820,996
Public Works	262,136	546,522	1,417,882
Culture and Recreation	16,229	520,966	482,585
Conservation and Development	91,743	145,909	151,910
Debt Service:			
Principal	211,525	790,591	735,917
Interest and Fiscal Charges	31,331	163,865	186,281
Capital Outlay	228,325	320,603	72,361
Total Expenditures	864,620	3,883,909	4,276,692
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(54,018)	(212,563)	(570,884)
OTHER FINANCING SOURCES (USES)			
Long-Term Debt Issued	180,242	180,242	582,237
Proceeds from Sale of Capital Assets	124,554	126,127	12,791
Transfers In	240,000	483,424	639,886
Transfers Out	(240,103)	(240,103)	(460,090)
Total Other Financing Sources (Uses)	304,693	549,690	774,824
NET CHANGE IN FUND BALANCES	250,675	337,127	203,940
Fund Balances - Beginning of Year	1,573,380	3,197,684	2,993,744
Fund Balances - Beginning of Year	(75,625)	-	-
Fund Balances - Beginning of Year	1,497,755	3,197,684	2,993,744
FUND BALANCES - END OF YEAR	<u>\$ 1,748,430</u>	<u>\$ 3,534,811</u>	<u>\$ 3,197,684</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

	2024	2023
RECONCILIATION TO THE STATEMENT OF ACTIVITIES		
Net Change in Fund Balances as Shown on Previous Page	\$ 337,127	\$ 203,940
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital Assets Reported as Capital Outlay in Governmental Fund Statements	451,981	1,077,579
Depreciation Expense Reported in the Statement of Activities	(410,809)	(401,873)
Loss (Gain) on Disposals	(115,295)	-
Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the Statement of Activities when earned.	(16,029)	38,834
Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		
Long-Term Debt Issued	(180,242)	(582,237)
Principal Repaid	790,591	735,917
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Accrued Interest on Long-Term Debt	(121)	3,736
Amortization of Premiums and Loss on Advance Refunding	4,475	4,475
Compensated Absences	78,887	(30,649)
Net Pension Asset/(Liability)	202,294	(693,523)
Deferred Outflows of Resources Related to Pensions	(352,071)	225,790
Deferred Inflows of Resources Related to Pensions	177,054	390,437
Net OPEB Liability	(7,268)	47,729
Deferred Outflows of Resources Related to Other Postemployment Benefits	(4,104)	(14,781)
Deferred Inflows of Resources Related to Other Postemployment Benefits	5,120	(40,053)
Change in Net Position of Governmental Activities as Reported in the Statement of Activities (See Pages 15 - 16)	\$ 961,590	\$ 965,321

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – GENERAL FUND
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2023)

	Budget		Actual	Variance	2023
	Original	Final		Final Budget - Positive (Negative)	
REVENUES					
Taxes:					
General Property	\$ 738,538	\$ 738,538	\$ 738,625	\$ 87	\$ 728,690
Mobile Home Parking Fees	9,500	9,500	7,700	(1,800)	8,813
Payment in Lieu of Taxes	37,631	37,631	37,631	-	32,366
Interest on Taxes	-	-	153	153	139
Total Taxes	785,669	785,669	784,109	(1,560)	770,008
Intergovernmental:					
Federal:					
Federal Grants	-	-	26,763	26,763	86,261
State:					
State Shared Taxes	303,591	303,591	321,179	17,588	235,835
Fire Insurance Dues	10,133	10,133	12,108	1,975	10,133
Tax Exempt Computer Aid	17,556	17,556	17,556	-	17,556
Law Enforcement	3,120	3,120	437	(2,683)	9,765
Highway Safety Grant	4,000	4,000	21,328	17,328	7,155
Highway Aids	154,629	154,629	154,651	22	140,773
Payment for Municipal Services	435	435	433	(2)	467
Health Grants	-	-	-	-	-
Other	300	300	1,482	1,182	247
County:					
Highways and Bridges	2,000	2,000	-	(2,000)	2,000
Total Intergovernmental	495,764	495,764	555,937	60,173	510,192
Licenses and Permits:					
Licenses:					
Liquor and Malt Beverage Operators, Cigarette, and Other Licenses	13,050	13,050	13,920	870	8,681
Cable Television Fees	10,250	10,250	6,661	(3,589)	3,737
	21,000	21,000	21,538	538	22,761
Permits:					
Building	10,000	10,000	12,690	2,690	44,083
Other Permits and Fees	2,750	2,750	4,650	1,900	2,770
Total Licenses and Permits	57,050	57,050	59,459	2,409	82,032
Fines and Forfeits:					
Court Fines and Penalties	18,800	18,800	27,819	9,019	17,757
Public Charges for Services:					
Clerk's Fees	13,200	13,200	17,330	4,130	18,729
Law Enforcement Fees	7,000	7,000	17,521	10,521	11,972
Public Works	1,500	1,500	279	(1,221)	1,518
Parks	9,000	9,000	17,845	8,845	42,881
Recreation Programs	9,065	9,065	8,488	(577)	8,984
Swimming	66,030	66,030	61,418	(4,612)	53,163
Total Public Charges for Services	105,795	105,795	122,881	17,086	137,247

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – GENERAL FUND (CONTINUED)
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2023)

	Budget		Actual	Variance	2023 Actual
	Original	Final		Final Budget - Positive (Negative)	
REVENUES (CONTINUED)					
Miscellaneous:					
Interest on Investments	\$ 15,000	\$ 15,000	\$ 208,293	\$ 193,293	\$ 177,947
Rent	3,000	3,000	3,000	-	3,000
Donations	2,200	2,200	17,864	15,664	10,270
Other	-	-	5,064	5,064	4,110
Total Miscellaneous	20,200	20,200	234,221	214,021	195,327
Total Revenues	1,483,278	1,483,278	1,784,426	301,148	1,712,563
EXPENDITURES					
General Government:					
Legislative	14,724	14,724	18,878	(4,154)	10,948
Committee/Commission	3,120	3,120	378	2,742	649
Elections	13,960	13,960	8,907	5,053	5,644
Legal	24,800	24,800	17,747	7,053	25,871
Village Administrator	52,119	52,119	57,420	(5,301)	65,474
Clerk	90,865	90,865	92,986	(2,121)	85,546
Administrative Support	15,000	15,000	13,529	1,471	14,657
General Office	49,360	49,360	43,979	5,381	51,751
Accounting and Auditing	20,000	20,000	27,535	(7,535)	14,479
Treasury	77,729	77,729	106,712	(28,983)	72,770
Assessment of Property	18,450	18,450	19,515	(1,065)	19,626
Insurance and Bonds	49,408	49,408	45,275	4,133	32,874
Total General Government	429,535	429,535	452,861	(23,326)	400,289
Public Safety:					
Police Department	706,112	706,112	731,348	(25,236)	643,227
Fire Department	93,397	93,397	126,764	(33,367)	84,422
Ambulance	49,418	49,418	49,418	-	45,621
Inspection	9,000	9,000	11,058	(2,058)	40,180
Emergency Government	300	300	276	24	190
Other Public Safety	2,250	2,250	397	1,853	1,875
Total Public Safety	860,477	860,477	919,261	(58,784)	815,515
Public Works:					
Street Administration	44,639	44,639	39,007	5,632	42,552
Highway and Street Maintenance	210,968	210,968	207,001	3,967	261,382
Street Lighting	38,000	38,000	37,788	212	37,793
Sanitation	2,938	2,938	590	2,348	683
Total Public Works	296,545	296,545	284,386	12,159	342,410

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – GENERAL FUND (CONTINUED)
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2023)

	Budget		Actual	Variance	2023 Actual
	Original	Final		Final Budget - Positive (Negative)	
EXPENDITURES (CONTINUED)					
Culture and Recreation:					
Parks - General	\$ 49,731	\$ 49,731	\$ 60,423	\$ (10,692)	\$ 71,692
Recreation Programs	27,809	27,809	31,934	(4,125)	7,198
Swimming Pool	120,407	120,407	113,979	6,428	117,617
Total Culture and Recreation	<u>197,947</u>	<u>197,947</u>	<u>206,336</u>	<u>(8,389)</u>	<u>196,507</u>
Conservation and Development:					
Forestry	34,808	34,808	34,794	14	36,854
Economic Development	4,000	4,000	19,372	(15,372)	3,591
Total Conservation and Development	<u>38,808</u>	<u>38,808</u>	<u>54,166</u>	<u>(15,358)</u>	<u>40,445</u>
Total Expenditures	<u>1,823,312</u>	<u>1,823,312</u>	<u>1,917,010</u>	<u>(93,698)</u>	<u>1,795,166</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(340,034)	(340,034)	(132,584)	207,450	(82,603)
OTHER FINANCING SOURCES (USES)					
Proceeds from Sale of Capital Assets	1,000	1,000	1,573	573	1,029
Transfers In	277,849	277,849	243,424	(34,425)	179,796
Transfers Out	-	-	-	-	(13,583)
Total Other Financing Sources (Uses)	<u>278,849</u>	<u>278,849</u>	<u>244,997</u>	<u>(33,852)</u>	<u>167,242</u>
NET CHANGE TO FUND BALANCE	(61,185)	(61,185)	112,413	173,598	84,639
Fund Balance - Beginning of Year	<u>1,196,200</u>	<u>1,196,200</u>	<u>1,196,200</u>	<u>-</u>	<u>1,111,561</u>
FUND BALANCE - END OF YEAR	<u>\$ 1,135,015</u>	<u>\$ 1,135,015</u>	<u>\$ 1,308,613</u>	<u>\$ 173,598</u>	<u>1,196,200</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – LIBRARY SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2023)

	Budget		Actual	Variance	2023
	Original	Final		Final Budget - Positive (Negative)	
REVENUES					
Taxes	\$ 195,896	\$ 195,896	\$ 195,896	\$ -	\$ 194,230
Intergovernmental	91,140	91,140	92,888	1,748	94,417
Public Charges for Services	500	500	739	239	548
Miscellaneous	9,871	9,871	64,820	54,949	22,230
Total Revenues	<u>297,407</u>	<u>297,407</u>	<u>354,343</u>	<u>56,936</u>	<u>311,425</u>
EXPENDITURES					
Current:					
Culture and Recreation	296,407	296,407	298,401	(1,994)	262,098
Capital Outlay	1,000	1,000	92,278	(91,278)	726
Total Expenditures	<u>297,407</u>	<u>297,407</u>	<u>390,679</u>	<u>(93,272)</u>	<u>262,824</u>
EXCESS OF REVENUES OVER (UNDER)					
EXPENDITURES	-	-	(36,336)	(36,336)	48,601
NET CHANGE IN FUND BALANCE	-	-	(36,336)	(36,336)	62,184
Fund Balance - Beginning of Year	<u>332,434</u>	<u>332,434</u>	<u>332,434</u>	-	<u>270,250</u>
FUND BALANCE - END OF YEAR	<u>\$ 332,434</u>	<u>\$ 332,434</u>	<u>\$ 296,098</u>	<u>\$ (36,336)</u>	<u>\$ 332,434</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2023)

	Light and Water Utility	Wastewater Utility	Nonmajor Stormwater Utility	Totals	
				2024	2023
ASSETS					
Current Assets:					
Cash and Investments	\$ -	\$ 1,810,245	\$ 504,776	\$ 2,315,021	\$ 1,750,461
Receivables:					
Accounts	329,829	169,584	23,107	522,520	466,731
Due from Other Governments	304,542	-	-	304,542	-
Due from Other Funds	-	-	-	-	1,257
Other Assets and Prepaid Items	364,337	3,945	1,494	369,776	355,106
Total Current Assets	<u>998,708</u>	<u>1,983,774</u>	<u>529,377</u>	<u>3,511,859</u>	<u>2,573,555</u>
Noncurrent Assets:					
Restricted Assets:					
Cash and Investments	1,007,975	1,518,725	-	2,526,700	2,451,499
Capital Assets:					
Nondepreciable	2,316,753	5,465,460	-	7,782,213	5,242,771
Depreciable	<u>9,583,957</u>	<u>6,192,395</u>	<u>2,185,951</u>	<u>17,962,303</u>	<u>17,788,472</u>
Total Capital Assets	<u>11,900,710</u>	<u>11,657,855</u>	<u>2,185,951</u>	<u>25,744,516</u>	<u>23,031,243</u>
Total Assets	13,907,393	15,160,354	2,715,328	31,783,075	28,056,297
DEFERRED OUTFLOWS OF RESOURCES					
Pension Related Amounts	255,192	77,956	19,781	352,929	560,985
Other Postemployment Related Amounts	<u>12,433</u>	<u>3,799</u>	<u>963</u>	<u>17,195</u>	<u>20,226</u>
Total Deferred Outflows of Resources	267,625	81,755	20,744	370,124	581,211

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS (CONTINUED)
DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2023)

	Light and Water Utility	Wastewater Utility	Nonmajor Stormwater Utility	Totals	
				2024	2023
LIABILITIES					
Current Liabilities:					
Accounts Payable	\$ 681,045	\$ 11,906	\$ 9,651	\$ 702,602	\$ 1,729,726
Accrued and Other Current Liabilities	4,869	-	-	4,869	8,971
Due to Other Funds	237,239	-	-	237,239	212,645
Accrued Interest Payable	6,383	5,430	11,876	23,689	16,029
Current Portion of Long-Term Debt	53,249	73,440	98,316	225,005	190,133
Payable from Restricted Assets:					
Current Portion of Long-Term Debt	1,019,117	620,380	26,748	1,666,245	862,795
Accrued Interest Payable	71,061	20,574	2,817	94,452	35,465
Total Current Liabilities	<u>2,072,963</u>	<u>731,730</u>	<u>149,408</u>	<u>2,954,101</u>	<u>3,055,764</u>
Long-Term Obligations, Less					
Current Portion:					
General Obligation Debt	95,958	561,248	702,309	1,359,515	1,529,102
Revenue Bonds	4,592,075	5,514,802	324,160	10,431,037	9,096,198
WPPI Energy Notes Payable	-	-	-	-	18,776
Debt Premium	59,849	5,645	7,650	73,144	78,436
Compensated Absences	84,735	7,755	722	93,212	109,309
Net Pension Liability	28,457	8,697	2,205	39,359	150,454
Other Postemployment Benefits	24,960	7,628	1,934	34,522	32,232
Total Long-Term Liabilities	<u>4,886,034</u>	<u>6,105,775</u>	<u>1,038,980</u>	<u>12,030,789</u>	<u>11,014,507</u>
Total Liabilities	6,958,997	6,837,505	1,188,388	14,984,890	14,070,271
DEFERRED INFLOWS OF RESOURCES					
Pension Related Amounts	153,462	46,898	11,888	212,248	317,905
Other Postemployment Related Amounts	17,677	5,402	1,369	24,448	28,371
Total Deferred Inflows of Resources	<u>171,139</u>	<u>52,300</u>	<u>13,257</u>	<u>236,696</u>	<u>346,276</u>
NET POSITION					
Net Investment in Capital Assets	6,006,345	4,882,340	1,026,768	11,915,453	10,173,121
Restricted for Capital Projects	14,429	1,113,759	-	1,128,188	1,046,530
Restricted for Debt Service	766,398	384,392	-	1,150,790	1,185,687
Unrestricted	257,710	1,971,813	507,659	2,737,182	1,815,623
Total Net Position	<u>\$ 7,044,882</u>	<u>\$ 8,352,304</u>	<u>\$ 1,534,427</u>	<u>\$ 16,931,613</u>	<u>\$ 14,220,961</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

	Light and Water Utility	Wastewater Utility	Nonmajor Stormwater Utility	Totals	
				2024	2023
OPERATING REVENUES					
Charges for Services	\$ 3,411,241	\$ 1,636,437	\$ 245,551	\$ 5,293,229	\$ 5,054,897
Other	29,066	6,490	-	35,556	65,699
Total Operating Revenues	3,440,307	1,642,927	245,551	5,328,785	5,120,596
OPERATING EXPENSES					
Operation and Maintenance	2,607,658	532,479	77,266	3,217,403	3,421,733
Depreciation	428,671	380,104	43,876	852,651	782,493
Taxes	34,288	-	-	34,288	30,212
Total Operating Expenses	3,070,617	912,583	121,142	4,104,342	4,234,438
OPERATING INCOME	369,690	730,344	124,409	1,224,443	886,158
NONOPERATING REVENUES (EXPENSES)					
Interest Income	58,539	124,630	23,588	206,757	155,915
Gain on Disposal of Assets	9,334	-	-	9,334	-
Interest and Fiscal Charges	(172,223)	(152,763)	(34,926)	(359,912)	(255,643)
Intergovernmental grants	1,062,933	-	-	1,062,933	165,500
Amortization of Debt Discount/Premium	4,270	434	588	5,292	5,292
Other Nonoperating Revenues (Expenses)	8,640	-	3,855	12,495	47,093
Total Nonoperating Revenues (Expenses)	971,493	(27,699)	(6,895)	936,899	118,157
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	1,341,183	702,645	117,514	2,161,342	1,004,315
Capital Contributions	98,827	693,804	-	792,631	691,172
Transfers Out	(241,217)	(2,104)	-	(243,321)	(179,796)
CHANGE IN NET POSITION	1,198,793	1,394,345	117,514	2,710,652	1,515,691
Net Position - Beginning of Year	5,846,089	6,957,959	1,416,913	14,220,961	12,705,270
NET POSITION - END OF YEAR	<u>\$ 7,044,882</u>	<u>\$ 8,352,304</u>	<u>\$ 1,534,427</u>	<u>\$ 16,931,613</u>	<u>\$ 14,220,961</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

	Light and Water Utility	Wastewater Utility	Nonmajor Stormwater Utility	Totals	
				2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customers	\$ 3,416,153	\$ 1,613,543	\$ 243,300	\$ 5,272,996	\$ 5,105,299
Cash Paid for Services Provided	-	(31,321)	(4,434)	(35,755)	(33,336)
Cash Paid for Employee Wages and Benefits	(406,538)	(185,586)	(44,232)	(636,356)	(517,547)
Cash Paid to Suppliers	(1,940,730)	(2,688,868)	(145,732)	(4,775,330)	(3,076,276)
Net Cash Provided (Used) by Operating Activities	1,068,885	(1,292,232)	48,902	(174,445)	1,478,140
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Intergovernmental Revenues	-	-	3,855	3,855	48,257
Intergovernmental Grants	-	-	-	-	165,500
Transfer Out	(216,623)	(2,104)	-	(218,727)	(234,456)
Net Cash Provided (Used) by Noncapital Financing Activities	(216,623)	(2,104)	3,855	(214,872)	(20,699)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of Capital Assets	(2,118,147)	(211,262)	(20,769)	(2,350,178)	(3,904,126)
Disposal of Capital Assets	9,334	-	-	9,334	9,277
Impact Fees Received	767,031	-	-	767,031	860
Capital Grant Received	-	693,804	-	693,804	690,531
Proceeds for Long-Term Debt	808,198	2,243,940	63,265	3,115,403	2,738,695
Principal Paid on Long-Term Debt	(362,392)	(659,866)	(108,336)	(1,130,594)	(910,670)
Interest Paid on Long-Term Debt	(94,790)	(152,763)	(34,926)	(282,479)	(235,496)
Net Cash Provided (Used) by Capital and Related Financing Activities	(990,766)	1,913,853	(100,766)	822,321	(1,610,929)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest Received	58,539	124,630	23,588	206,757	155,915
CHANGE IN CASH AND CASH EQUIVALENTS	(79,965)	744,147	(24,421)	639,761	2,427
Cash and Cash Equivalents - Beginning of Year	1,087,940	2,584,823	529,197	4,201,960	4,199,533
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,007,975</u>	<u>\$ 3,328,970</u>	<u>\$ 504,776</u>	<u>\$ 4,841,721</u>	<u>\$ 4,201,960</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2023)

	Light and Water Utility	Wastewater Utility	Nonmajor Stormwater Utility	Totals	
				2024	2023
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating Income	\$ 369,690	\$ 730,344	\$ 124,409	\$ 1,224,443	\$ 886,158
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:					
Depreciation	428,671	380,104	43,876	852,651	782,493
Depreciation Charged to Sewer Utility	18,637	-	-	18,637	6,016
Change in Net Pension Liability (Asset)	(79,535)	(24,850)	(6,710)	(111,095)	376,840
Change in Deferred Outflow of Resources - Pension Related Amounts	147,341	47,347	13,368	208,056	(120,245)
Change in Deferred Inflow of Resources - Pension Related Amounts	(74,722)	(23,987)	(6,948)	(105,657)	(216,396)
Change in Net Other Postemployment Benefits Liability (Asset)	1,825	441	24	2,290	(26,418)
Change in Deferred Outflow of Resources - Other Postemployment Related Amounts	2,085	711	235	3,031	8,296
Change in Deferred Inflow of Resources - Other Postemployment Related Amounts	(2,687)	(924)	(312)	(3,923)	21,552
Change in Operating Assets and Liabilities:					
Accounts Receivables	(24,154)	(29,384)	(2,251)	(55,789)	(15,297)
Due from Other Funds	1,257	-	-	1,257	1,255
Other Assets and Prepaid Items	(13,344)	(551)	(775)	(14,670)	(65,323)
Accounts Payable	337,691	(2,381,668)	(118,703)	(2,162,680)	(156,842)
Accrued and Other Current Liabilities	(24,249)	6,355	2,995	(14,899)	(11,247)
Compensated Absences	(19,621)	3,830	(306)	(16,097)	7,298
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,068,885</u>	<u>\$ (1,292,232)</u>	<u>\$ 48,902</u>	<u>\$ (174,445)</u>	<u>\$ 1,478,140</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION					
Cash and Cash Equivalents in Current Assets	\$ -	\$ 1,810,245	\$ 504,776	\$ 2,315,021	\$ 1,750,461
Cash and Cash Equivalents in Restricted Assets	1,007,975	1,518,725	-	2,526,700	2,451,499
Total Cash and Investments	<u>\$ 1,007,975</u>	<u>\$ 3,328,970</u>	<u>\$ 504,776</u>	<u>\$ 4,841,721</u>	<u>\$ 4,201,960</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES					
Capital Assets in Accounts Payable and Retainages	<u>\$ 230,204</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 230,204</u>	<u>\$ 1,269,316</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
DECEMBER 31, 2024**

	Custodial Fund
ASSETS	
Cash and Investments	\$ 684,009
Taxes Receivable	3,323,671
Total Assets	4,007,680
DEFERRED INFLOW OF RESOURCES	
Property Tax Levied for Subsequent Years	4,007,680
NET POSITION - END OF YEAR	\$ -

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF NEW GLARUS, WISCONSIN
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
YEAR ENDED DECEMBER 31, 2024**

	<u>Custodial Fund</u>
ADDITIONS	
Tax Collections	\$ 4,289,255
DEDUCTIONS	
Payments to Other Governments	<u>4,289,255</u>
CHANGE IN FIDUCIARY NET POSITION	-
Net Position - Beginning of Year	<u>-</u>
NET POSITION - END OF YEAR	<u><u>\$ -</u></u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Village of New Glarus, Wisconsin (the Village), have been prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the Village are described below:

A. Reporting Entity

The Village is a municipal corporation governed by an elected seven member board. In accordance with GAAP, the basic financial statements are required to include the Village and any separate component units that have a significant operational or financial relationship with the Village. The Village has identified the following component unit that is required to be included in the basic financial statements.

Village of New Glarus Community Development Authority (CDA)

The Authority is organized as a legally separate organization under Section 66.431 of the State of Wisconsin Statutes for the purpose of blight elimination, urban renewal programs and projects, and housing projects. The board of the Authority consists of two Village trustees and five community members who are appointed by the Village President. Wisconsin statutes provide for circumstances whereby the Village can impose its will on the Authority, and also create a potential financial benefit to or burden on the Village. All Authority activity is approved by the Village. As a component unit, the CDA's financial activity is presented as a blended component unit in the basic financial statements.

B. Joint Venture

The Village and the Townships of Primrose, Perry, York, and New Glarus jointly operate the local fire district, which is called the New Glarus Fire District (the District). The communities share in the annual operation of the District based upon equalized value of property served by the District.

The governing body is made up of citizens for each community. The governing body has authority to adopt its own budget and control the financial affairs of the District. The Village believes that the District will continue to provide services in the future at similar rates.

Financial information of the District as of December 31, 2024, is available directly from the District's office. Payments for the year to the District totaled \$126,764 and are recorded as expenditures in the Village's basic financial statements. Transactions of the District are not reported in the Village's basic financial statements.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which are primarily supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for services.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary fund. Governmental funds include general, special revenue, debt service and capital projects funds. Proprietary funds include enterprise funds. The Village has no internal service funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

General Fund

This is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

Library Fund

This fund accounts for the operation of the Library. Significant revenues of the fund are property taxes and donations.

Debt Service Fund

This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of government funds, except for general obligation debt of the Village's Tax Incremental District Nos. 3 and 4.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The Village reports the following major enterprise funds:

Light and Water Utility

The light and water utility accounts for the financing of the construction, operation, and maintenance of the Village owned light and water facilities.

Wastewater Utility

The wastewater utility accounts for financing of the construction, operation, and maintenance of the Village owned sewage facilities.

Additionally, the Village accounts for property taxes collected on behalf of other governments in a custodial fund.

D. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues susceptible to accrual include intergovernmental grants, intergovernmental charges for services, public charges for services and interest. Other revenues such as licenses and permits, fines and forfeits and miscellaneous revenues are recognized when received in cash or when measurable and available.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting (Continued)

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the Village's light, water, wastewater and stormwater functions and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's proprietary funds are charges to customers for services. Operating expenses for proprietary funds include the costs of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance

1. Cash and Investments

Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. For purposes of the statement of cash flows, all cash deposits and highly liquid investments (including restricted assets) with a maturity of three months or less are considered to be cash equivalents.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

2. Property Taxes Receivable

Property taxes consist of taxes on real estate and personal property assessed against Village properties. They are levied during December of the prior year and become an enforceable lien on property the following January 1. Property taxes are payable in various options depending on the type and amount. Personal property taxes and special assessments are payable on or before January 31 in full. Real estate taxes are payable in full by January 31 or in two equal installments on or before January 31 and July 31. Real estate taxes not paid by January 31 are purchased by the County as part of the February tax settlement. Delinquent personal property taxes remain the collection responsibility of the Village. Special assessments placed on the tax roll not paid by January 31 are held in trust by the County and remitted to the Village, including interest, when collected by the County.

In addition to its levy, the Village also levies and collects taxes for the School District of New Glarus, Green County and Madison Area Technical College. The Village has contracted with Green County to collect property taxes on behalf of the Village. Collections and remittances of taxes for other entities are accounted for in the Village's custodial fund.

3. Accounts Receivable

Accounts receivable are recorded at gross amounts with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements.

4. Special Assessments

Assessments against property owners for public improvements are generally not subject to full settlement in the year levied. Special assessments are placed on tax rolls on an installment basis. Revenue from special assessments recorded in governmental funds is recognized as collections are made or as current installments are placed on tax rolls. (Installments placed on the 2024 tax roll are recognized as revenue in 2025).

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

5. Loans Receivable

The Village started a revolving loan fund from the proceeds received from the closure of TID No. 2 for economic development and housing rehabilitation loan programs and has passed the funds to various businesses and individuals in the form of loans. The Village records a loan receivable and expenditure when the loan has been made and the funds disbursed. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements. In the governmental funds, the Village records a deferred inflow of resources for the net amount of the receivable. As the loans are repaid, revenue is recognized. Any unspent loan proceeds are presented as committed fund balance in the fund financial statements.

6. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” and “due to other funds” in the fund financial statements.

The amount reported on the statement of net position for internal balances represents the residual balance outstanding between the governmental and business-type activities.

7. Other Assets

Other assets consist of expendable supplies held for consumption. Other assets are recorded at cost, which approximates market, using the weighted method. The cost is recorded as an expenditure at the time individual other asset items are consumed rather than when purchased.

Other assets of governmental funds in the fund financial statements are offset by nonspendable fund balance to indicate that they do not represent spendable available financial resources.

8. Prepaid Items

Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items and are accounted for on the consumption method.

Prepaid items of governmental funds in the fund financial statements are offset by nonspendable fund balance to indicate that they do not represent spendable available financial resources.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

9. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of \$5,000 for general capital assets and \$20,000 for infrastructure and an estimated useful life in excess of a year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the Village are depreciated using the straight-line method over the following estimated useful lives:

Assets	Governmental Activities <u>Years</u>	Business-Type Activities <u>Years</u>
Land Improvements	15 - 30	-
Buildings and Improvements	20 - 60	50 - 60
Machinery and Equipment	5 - 50	5 - 25
Infrastructure	30 - 100	30 - 100

10. Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave. It is the Village's policy to permit employees to accumulate earned but unused vacation and sick leave benefits in accordance with employee handbook policies and/or bargaining unit agreements.

VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

11. Deferred Outflows/Inflows of Resources

Deferred outflows of resources are a consumption of net position by the government that is applicable to a future reporting period. Deferred inflows of resources are an acquisition of net position by the government that is applicable to a future reporting period. The recognition of those outflows and inflows as expenses or expenditures and revenues are deferred until the future periods to which the outflows and inflows are applicable.

Governmental funds may report deferred inflows of resources for unavailable revenues. The Village reports unavailable revenues for special assessments and loan receivables. These inflows are recognized as revenues in the government-wide financial statements.

12. Long-Term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

13. Pensions

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 refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

14. Other Postemployment Benefits Other than Pensions (OPEB)

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 following:

- Net OPEB Liability (Asset),
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs, 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 member contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

15. Fund Equity

Governmental Fund Financial Statements

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- **Nonspendable Fund Balance.** Amounts that are not in spendable form (such as other asset, prepaid items, or long-term receivables) or are legally or contractually required to remain intact.
- **Restricted Fund Balance.** Amounts that are constrained for specific purposes by external parties (such as grantor or bondholders), through constitutional provisions, or by enabling legislation.
- **Committed Fund Balance.** Amounts that are constrained for specific purposes by action of the Village Board. These constraints can only be removed or changed by the Village Board using the same action that was used to create them.
- **Assigned Fund Balance.** Amounts that are constrained for specific purposes by action of Village management. The Village Board has authorized the Administrator and Clerk-Treasurer to jointly assign fund balance. Residual amounts in any governmental fund, other than the General Fund, are also reported as assigned.
- **Unassigned Fund Balance.** Amounts that are available for any purpose. Positive unassigned amounts are only reported in the General Fund.

The Village has adopted a fund balance spend-down policy regarding the order in which fund balance will be utilized. Where applicable, the policy requires restricted funds to be spent first, followed by committed funds, and then assigned funds. Unassigned funds would be spent last.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

15. Fund Equity (Continued)

Government-Wide and Proprietary Fund Statements

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

- **Net Investment in Capital Assets.** Amount of capital assets, net of accumulated depreciation, and capital related deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and any capital related deferred inflows of resources.
- **Restricted Net Position.** Amount of net position that is subject to restrictions that are imposed 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.
- **Unrestricted Net Position.** Net position that is neither classified as restricted nor as net investment in capital assets.

F. Sales Tax

The Village collects sales tax from certain customers and remits the entire amount to the appropriate governmental entities. The Village's accounting policy is to exclude the tax collected and remitted from revenues and cost of sales.

G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

H. Prior Year Information

Comparative amounts for the prior year have been presented in the basic financial statements to provide an understanding of changes in the Village's financial position and operations. The comparative amounts may be summarized in total and not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended December 31, 2023, from which the summarized information was derived.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 2 STEWARDSHIP AND COMPLIANCE

A. Budgets and Budgetary Accounting

The Village follows these procedures in establishing the budgetary data reflected in the basic financial statements:

1. During October, Village management submits to the Village Board a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them. After submission to the governing body, public hearings are held to obtain taxpayer comments. Following the public hearings, the proposed budget, including authorized additions and deletions, is legally enacted by Village Board action.
2. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds. Budget is defined as the originally approved budget plus or minus approved amendments. Individual amendments throughout the year were not material in relation to the original budget. Budget appropriations not expended during the year are closed to fund balance unless authorized by the governing body to be forwarded into the succeeding year's budget.
3. During the year, formal budgetary integration is employed as a management control device for the governmental funds adopting a budget.
4. Expenditures may not exceed appropriations provided in detailed budget accounts maintained for each activity or department of the Village. Amendments to the budget during the year require initial approval by management and are subsequently authorized by the Village Board.
5. Encumbrance accounting is not used by the Village to record commitments related to unperformed contracts for goods or services.

The Village did not have any material violation of legal or contractual provisions for the fiscal year ended December 31, 2024.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 2 STEWARDSHIP AND COMPLIANCE (CONTINUED)

B. Excess Expenditures Over Appropriations

The Village had the following excess expenditures over appropriations for the fiscal year ended December 31, 2024:

Funds	Excess Expenditures
General Fund	\$ 93,698
Room Tax	15,983
Employee Payout	5,618
TID No. 3	10
Library	93,272
Chalet Museum	4,260
Capital Project	210,136
Garbage/ Recycling	23,899

C. Deficit Fund Equity

The following fund had deficit fund balance or net position as of December 31, 2024:

Fund	Deficit Fund Balance
Waste Management	\$ 45,038
General Capital Projects	10,054

The Village anticipates future tax levy will finance the deficit of the waste management fund and future borrowings will fund the deficit in general capital projects. The Village anticipates future borrowings will finance the deficit of the capital projects fund.

D. Property Tax Levy Limit

Wisconsin state statutes provide for a limit on the property tax levies for all Wisconsin cities, villages, towns, and counties. For the 2024 and 2025 budget years, Wisconsin Statutes limit the increase in the maximum allowable tax levy to the change in the Village's January 1 equalized value as a result of net new construction. The actual limit for the Village for the 2024 budget was 1.01%. The actual limit for the Village for the 2025 budget was 1.78%. Debt service for debt authorized after July 1, 2005 is exempt from the levy limit. In addition, Wisconsin statutes allow the limit to be adjusted for the increase in debt service authorized prior to July 1, 2005 and in certain other situations.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

The Village maintains various cash and investment accounts, including pooled funds that are available for use by all funds. Each fund’s portion of these accounts is displayed on the financial statements as “Cash and Investments”.

Invested cash consists of deposits and investments that are restricted by Wisconsin Statutes to the following:

Time deposits; repurchase agreements; securities issued by federal, state, and local governmental entities; statutorily authorized commercial paper and corporate securities; and the Wisconsin local government investment pool.

The carrying amount of the Village’s cash and investments totaled \$9,343,854 on December 31, 2024 as summarized below:

Petty Cash and Cash on Hand	\$ 625
Deposits With Financial Institutions	9,343,229
Total	\$ 9,343,854

Reconciliation to the Basic Financial Statements:

Government-Wide Statement of Net Position:

Cash and Investments	\$ 6,133,145
Restricted Cash and Investments	2,526,700

Fiduciary Fund Statement of Net Position:

Custodial Fund	684,009
Total	\$ 9,343,854

Fair Value Measurements

The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs. The Village currently has no investments that are subject to fair value measurement.

Deposits and investments of the Village are subject to various risks. Presented below is a discussion of the Village’s deposits and investments and the related risks.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Wisconsin statutes require repurchase agreements to be fully collateralized by bonds or securities issued or guaranteed by the federal government or its instrumentalities. The Village does not have an additional custodial credit policy.

Deposits with financial institutions within the State of Wisconsin are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$250,000 for the combined amount of all time and savings deposits and \$250,000 for interest-bearing and noninterest-bearing demand deposits per official custodian per insured depository institution. Deposits with financial institutions located outside the State of Wisconsin are insured by the FDIC in the amount of \$250,000 for the combined amount of all deposit accounts per official custodian per depository institution. Deposits with credit unions are insured by the National Credit Union Share Insurance Fund (NCUSIF) in the amount of \$250,000 per credit union member. Also, the State of Wisconsin has a State Guarantee Fund which provides a maximum of \$400,000 per public depository above the amount provided by an agency of the U.S. Government. However, due to the relatively small size of the State Guarantee Fund in relation to the Fund's total coverage, total recovery of insured losses may not be available. This coverage has been considered in determining custodial credit risk.

As of December 31, 2024, none of the Village's deposits with financial institutions were in excess of federal and state depository insurance limits or uncollateralized.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Restricted Assets

Restricted assets on December 31, 2024 totaled \$2,526,700 and consisted of cash and investments held for the following purposes:

Funds	Amount	Purpose
Enterprise Funds:		
Light and Water Utility:		
Capital Projects	\$ 156,087	Used to segregate resources for future capital projects in accordance with bond requirements
Debt Retirement	324,936	Used to segregate resources accumulated for debt service payments
Debt Reserve	512,523	Used to segregate resources set aside to comply with bond covenants
Impact Fees	14,429	To account for impact fees collected and held by the Village to finance system improvements
Total Light and Water Utility	<u>1,007,975</u>	
Wastewater Utility:		
Debt Retirement	334,550	Used to segregate resources accumulated for debt service payments
Debt Reserve	70,416	Used to segregate resources set aside to comply with bond covenants
Replacement Account	1,090,019	Used to segregate resources accumulated for plant repairs and replacement
Sewer Connection Account	23,740	Used to account for fees collected for new sewer services, set aside for costs of upgrading system
Total Wastewater Utility	<u>1,518,725</u>	
Total	<u><u>\$ 2,526,700</u></u>	

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Nondepreciable:				
Land	\$ 1,963,232	\$ 20,543	\$ -	\$ 1,983,775
Collection	25,263	-	-	25,263
Construction in Progress	625,290	50,150	545,581	129,859
Total Capital Assets, Nondepreciable	2,613,785	70,693	545,581	2,138,897
Capital Assets, Depreciable:				
Land Improvements	298,706	-	-	298,706
Buildings and Improvements	2,254,207	-	-	2,254,207
Machinery and Equipment	2,044,858	123,709	123,530	2,045,037
Infrastructure	11,449,516	803,159	-	12,252,675
Subtotals	16,047,287	926,868	123,530	16,850,625
Less Accumulated Depreciation for:				
Land Improvements	77,167	10,359	-	87,526
Buildings and Improvements	1,007,280	67,416	-	1,074,696
Machinery and Equipment	1,245,024	124,558	8,235	1,361,347
Infrastructure	4,803,258	208,476	-	5,011,734
Subtotals	7,132,729	410,809	8,235	7,535,303
Total Capital Assets, Depreciable, Net	8,914,558	516,059	115,295	9,315,322
Governmental Activities Capital Assets, Net	<u>\$ 11,528,343</u>	<u>\$ 586,752</u>	<u>\$ 660,876</u>	11,454,219
Less: Capital Related Debt				(4,560,121)
Less: Debt Premium				(35,021)
Add: Deferred Charge on Refunding				<u>9,885</u>
Net Investment in Capital Assets				<u>\$ 6,868,962</u>

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital Assets, Nondepreciable:				
Land	\$ 186,291	\$ 5,045	\$ -	\$ 191,336
Construction in Progress	5,056,480	3,408,694	874,297	7,590,877
Total Capital Assets, Nondepreciable	5,242,771	3,413,739	874,297	7,782,213
Capital Assets, Depreciable:				
Buildings and Improvements	5,756,998	-	-	5,756,998
Machinery and Equipment	8,733,300	74,901	790	8,807,411
Infrastructure	14,788,539	970,218	-	15,758,757
Subtotals	29,278,837	1,045,119	790	30,323,166
Less Accumulated Depreciation for:				
Buildings and Improvements	2,480,606	191,595	-	2,672,201
Machinery and Equipment	3,868,232	375,897	790	4,243,339
Infrastructure	5,141,527	303,796	-	5,445,323
Subtotals	11,490,365	871,288	790	12,360,863
Total Capital Assets, Depreciable, Net	17,788,472	173,831	-	17,962,303
Business-Type Activities Capital Assets, Net	<u>\$ 23,031,243</u>	<u>\$ 3,587,570</u>	<u>\$ 874,297</u>	25,744,516
Less: Capital Related Borrowing				(13,912,006)
Less: Debt Premium				(73,144)
Add: Unspent Bond Proceeds				<u>156,087</u>
Net Investment in Capital Assets				<u>\$ 11,915,453</u>

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Depreciation expense was charged to functions of the Village as follows:

Governmental Activities:	
General Government	\$ 24,887
Public Safety	68,704
Public Works	282,371
Culture and Recreation	34,847
Total Depreciation Expense - Governmental Activities	<u>\$ 410,809</u>
Business-Type Activities:	
Light Utility	\$ 338,917
Water Utility	89,754
Salvage Costs	18,637
Sewer Utility	380,104
Stormwater Management	43,876
Total Depreciation Expense - Business-Type Activities	<u>\$ 871,288</u>

D. Interfund Receivable, Payables, and Transfers

Interfund receivables and payables between individual funds of the Village, as reported in the fund financial statements, as of December 31, 2024 represent amounts due for payments in lieu of taxes and amounts for allocated shared expenses and are detailed below:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Operating Activity Between Funds:		
Governmental Funds:		
General	\$ 246,177	\$ -
Nonmajor Governmental Funds	-	8,938
Enterprise Fund:		
Light and Water Utility	-	237,239
Totals	<u>\$ 246,177</u>	<u>\$ 246,177</u>

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivable, Payables, and Transfers (Continued)

Interfund transfers for the year ended December 31, 2024 were as follows:

Transferred To	Transferred From	Amount
Governmental Funds:		
General Fund	Light and Water Utility	\$ 241,217
General Fund	Wastewater Utility	2,104
General Fund	General Capital Projects	103
Revolving Loan Fund	Tax Incremental District #4	40,000
Tax Incremental District #4	Tax Incremental District #3	200,000
Total Interfund Transfers		\$ 483,424
Reconciliation of Transfers In (Out):		
		\$ 483,424
		(240,103)
		\$ 243,321
Tax Equivalent Payment Made by Light and Water Utility to General Fund		\$ 241,217
Tax Equivalent Payment Made by Wastewater Utility to General Fund		2,104
Transfer by General Capital Project Fund to General Fund for Operating Expenditures		103
Transfer by Tax Increment District #4 to Revolving Loan Fund for Revolving Loan Funding		40,000
Transfer by Tax Increment District #3 to Tax Increment District #4 for Project Funding		200,000
Total		\$ 483,424

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations

The following is a summary of changes in long-term obligations of the Village for the year ended December 31, 2024:

	Beginning Balance	Issued	Retired	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Debt:					
Bonds	\$ 3,115,797	\$ -	\$ 423,624	\$ 2,692,173	\$ 428,937
Notes from Direct Borrowings and Placements	1,508,749	180,242	230,442	1,458,549	226,324
State Trust Fund Loans from Direct Borrowings and Placements	170,924	-	11,525	159,399	11,975
Total General Obligation Debt	4,795,470	180,242	665,591	4,310,121	667,236
Revenue Bonds	375,000	-	125,000	250,000	125,000
Debt Premium	48,620	-	13,599	35,021	13,599
Compensated Absences	123,266	-	78,888	44,378	-
Governmental Activities Long-Term Obligations	<u>\$ 5,342,356</u>	<u>\$ 180,242</u>	<u>\$ 883,078</u>	<u>\$ 4,639,520</u>	<u>\$ 805,835</u>
Business-Type Activities:					
General Obligation Debt:					
Bonds	\$ 1,784,203	\$ -	\$ 166,064	\$ 1,618,139	\$ 161,064
Revenue Bonds					
Revenue Bond Anticipation Notes from Direct Borrowings and Placements	-	736,839	-	736,839	736,839
Revenue Bonds	4,940,000	-	275,000	4,665,000	280,000
Revenue Bonds from Direct Borrowings and Placements	4,954,025	2,378,564	670,765	6,661,824	708,055
WPPI Energy Notes Payable from Direct Borrowings and Placements	18,776	-	18,776	-	-
Debt Premium	78,436	-	5,292	73,144	5,292
Compensated Absences	109,309	3,830	19,927	93,212	-
Business-Type Activities Long-Term Obligations	<u>\$ 11,884,749</u>	<u>\$ 3,119,233</u>	<u>\$ 1,155,824</u>	<u>\$ 13,848,158</u>	<u>\$ 1,891,250</u>

Total interest paid during the year on long-term debt totaled \$512,832.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Debt

General obligation debt currently outstanding is detailed as follows:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2024
State Trust Fund Loan	2/9/16	3/15/35	0.0375	\$ 240,000	\$ 159,399
General Obligation Note	5/25/16	8/15/26	0.028	430,000	96,301
General Obligation Note	6/30/18	6/30/24	0.0275	125,000	-
General Obligation Promissory Note	10/18/19	10/1/29	0.0237	175,472	92,844
General Obligation Promissory Note	9/24/20	9/24/30	1.877 - 2.229%	431,970	349,250
Bank of New Glarus Note	4/22/21	4/22/31	0.0188	295,000	210,575
Bank of New Glarus Note	3/24/22	3/24/32	0.0188	35,000	28,010
General Obligation Note	6/7/23	6/1/33	0.039	574,945	592,319
Lake Ridge Bank Note	5/29/24	5/29/34	0.0494	89,250	89,250
Total Outstanding General Obligation Debt from Direct Borrowing and Direct Placement					<u>\$ 1,617,948</u>
	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2024
General Obligation Refunding Bond	7/6/10	6/1/26	2.70 - 4.25%	\$ 935,000	\$ 160,000
General Obligation Corporate Purpose Bond	4/9/14	2/1/32	2.00 - 3.95%	1,000,000	500,000
General Obligation Corporate Purpose Bond	5/18/15	2/1/35	3.00 - 3.38%	3,315,000	1,140,000
General Obligation Corporate Purpose Bond	5/7/19	5/1/27	3.00 - 4.00%	1,550,000	1,105,000
General Obligation Corporate Purpose Bond	5/25/22	5/1/37	3.00 - 4.00%	1,600,000	1,405,312
Total Outstanding General Obligation Debt					<u>\$ 4,310,312</u>

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Debt (Continued)

Annual principal and interest maturities of the outstanding general obligation debt of \$5,928,260 on December 31, 2024 are detailed below:

Year Ended December 31.	Governmental Activities					
	Bonded Debt		Direct Borrowings		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 428,937	\$ 81,766	\$ 238,300	\$ 50,954	\$ 667,237	\$ 132,720
2026	439,174	67,166	242,706	43,903	681,880	111,069
2027	227,953	55,874	197,076	36,785	425,029	92,659
2028	225,406	48,182	200,307	30,980	425,713	79,162
2029	217,828	40,926	203,708	25,004	421,536	65,930
2030-2034	941,594	100,226	518,546	48,935	1,460,140	149,161
2035-2039	211,282	8,365	17,305	649	228,587	9,014
Total	<u>\$ 2,692,173</u>	<u>\$ 402,505</u>	<u>\$ 1,617,948</u>	<u>\$ 237,210</u>	<u>\$ 4,310,121</u>	<u>\$ 639,715</u>

Year Ended December 31.	Business-Type Activities			
	Bonded Debt		Totals	
	Principal	Interest	Principal	Interest
2025	\$ 161,064	\$ 49,696	\$ 828,300	\$ 182,416
2026	170,827	44,171	852,706	155,240
2027	187,047	38,119	612,076	130,778
2028	184,594	31,761	610,307	110,923
2029	182,172	25,807	603,708	91,737
2030-2034	578,406	62,056	2,038,546	211,218
2035-2039	154,030	7,428	382,617	16,443
Total	<u>\$ 1,618,139</u>	<u>\$ 259,039</u>	<u>\$ 5,928,260</u>	<u>\$ 898,754</u>

The Village's outstanding notes from direct borrowings and direct placements related to governmental activities of \$1,617,948 contain a provision that in an event of default, outstanding amounts become immediately due if the Village is unable to make payment.

The Village's outstanding notes from direct borrowings related to governmental activities of \$159,399 are subject to a statutory provision that in an event of late or nonpayment, a 1% per month penalty will be charged and the payment will be collected through a reduction in payments from the State of Wisconsin.

For governmental activities, the other long-term liabilities are generally funded by the general fund.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Legal Margin for New Debt

The Village's legal margin for creation of additional general obligation debt on December 31, 2024 was \$10,157,285 as follows:

Equalized Valuation of the Village	\$ 318,077,500
Statutory Limitation Percentage	<u>(x) 5%</u>
General Obligation Debt Limitation, Per Section 67.03 of the Wisconsin Statutes	15,903,875
Total Outstanding General Obligation Debt Applicable to Debt Limitation	5,928,260
Less: Amounts Available for Financing General Obligation Debt - Debt Service Fund	<u>181,670</u>
Net Outstanding General Obligation Debt Applicable to Debt Limitation	<u>5,746,590</u>
Legal Margin for New Debt	<u><u>\$ 10,157,285</u></u>

The Village intends that its general obligation debt will not exceed 75% of the above limitation or \$11,927,906. As of December 31, 2024, general obligation debt is \$6,181,316 below the Village limitation.

Revenue Bonds

Revenue bonds outstanding on December 31, 2024 totaled \$10,269,025 and were comprised of the following issues:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2024
Clean Water Revenue Bond	07/23/08	05/01/28	2.200%	\$ 7,382,420	\$ 1,748,777
Revenue Obligation Trust Fund Loan	06/09/15	03/15/25	3.500%	232,053	26,748
Clean Water Revenue Bond	03/08/23	05/01/42	2.150%	4,279,886	4,279,886
Revenue Obligation Trust Fund Loan	06/07/23	06/01/33	3.900%	523,047	541,784
Candy Cane & Water Truck Loan	05/29/24	05/29/34	4.940%	153,879	<u>64,629</u>
Total Outstanding Revenue Bonds From Direct Borrowing and Direct Placements					<u><u>\$ 6,661,824</u></u>
	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2024
Community Development Revenue Refunding Bonds	07/06/10	12/01/26	2.70 - 4.30%	\$ 1,520,000	\$ 250,000
Water and Electric Revenue Bonds	04/21/15	05/01/30	2.50 - 3.00%	565,000	300,000
Water and Electric System Revenue Refunding Bonds	12/19/19	05/01/39	2.38 - 3.00%	1,540,000	1,225,000
Water and Electric System Revenue Bonds	11/18/21	05/01/41	1.00 - 3.00%	3,620,000	<u>3,140,000</u>
Total Outstanding Revenue Bonds					<u><u>\$ 4,915,000</u></u>

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Revenue Bonds (Continued)

Annual principal and interest maturities of the outstanding revenue bonds of \$11,505,785 on December 31, 2024 are detailed below:

Year Ended December 31.	Business-Type Activities					
	Bonded Debt		Direct Borrowings		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 280,000	\$ 100,851	\$ 713,212	\$ 149,008	\$ 993,212	\$ 249,859
2026	285,000	95,785	700,236	131,720	985,236	227,505
2027	285,000	90,429	714,321	115,108	999,321	205,537
2028	290,000	84,691	728,716	98,183	1,018,716	182,874
2029	295,000	78,679	281,987	85,989	576,987	164,668
2030-2034	1,340,000	310,213	1,426,763	317,489	2,766,763	627,702
2035-2039	1,455,000	158,039	1,273,373	158,619	2,728,373	316,658
2040-2044	435,000	13,125	823,216	27,005	1,258,216	40,130
Total	<u>\$ 4,665,000</u>	<u>\$ 931,812</u>	<u>\$ 6,661,824</u>	<u>\$ 1,083,121</u>	<u>\$ 11,326,824</u>	<u>\$ 2,014,933</u>

Year Ended December 31.	Governmental Activities			
	Bonded Debt		Totals	
	Principal	Interest	Principal	Interest
2025	\$ 125,000	\$ 10,688	\$ 1,118,212	\$ 260,547
2026	125,000	5,375	1,110,236	232,880
2027	-	-	999,321	205,537
2028	-	-	1,018,716	182,874
2029	-	-	576,987	164,668
2030-2034	-	-	2,766,763	627,702
2035-2039	-	-	2,728,373	316,658
2040-2044	-	-	1,258,216	40,130
Total	<u>\$ 250,000</u>	<u>\$ 16,063</u>	<u>\$ 11,576,824</u>	<u>\$ 2,030,996</u>

The Villages' outstanding notes from direct borrowings related to business type activities of \$5,279,662 contain the following provisions in the event of a default: 1) Wisconsin Department of Administration can deduct amounts due from any state payments due to the Village or add the amounts due as a special charge to the property taxes apportioned; 2) may appoint a receiver for the Program's benefit; 3) may declare the principal amount immediately due and payable; 4) may enforce any right or obligation under the financing agreement including the right to seek specific performance or mandamus; and 5) may increase the interest rate set forth in the financing agreement to the market interest rate.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Utility Revenues Pledged

The Village has pledged future water, electric, stormwater and wastewater customer revenues, net of specified operating expenses, to repay water and electric system revenue bonds, stormwater revenue bonds, and clean water fund revenue bond (wastewater system). Proceeds from the bonds provided financing for the construction or acquisition of capital assets used with the systems. The bonds are payable solely from water, electric, stormwater and wastewater customer net revenues and are payable through 2041. The total principal and interest remaining to be paid on the bonds is \$12,609,557. Principal and interest paid for the current year and total customer net revenues were as follows:

	Water and Electric	Wastewater	Stormwater
Customer Net Revenues	\$ 1,866,516	\$ 1,110,448	\$ 168,285
Principal and Interest Payments	444,918	804,776	163,408
Remaining Payments	5,596,812	6,985,061	27,684

Revenue Bond Anticipation Note

The Village has entered into a \$2,321,900 revenue bond anticipation note with The Bank of New Glarus. The note was dated June 12, 2024 and bears interest rate of 6.50% due. The note matures December 31, 2025 as detailed below:

	Business-Type Activities
Year Ended December 31,	Principal
2025	\$ 736,839
Total	\$ 736,839

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Pension Plans

Wisconsin Retirement System

1. Plan Description

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

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at [https:// etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements](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 occupations and 62 for elected officials and executive service retirement plan participants, if hired on or before December 31, 2016) 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 earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Pension Plans (Continued)

Wisconsin Retirement System (Continued)

1. Plan Description (Continued)

Benefits Provided (Continued). 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.

2. Postretirement Adjustments

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

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

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Pension Plans (Continued)

Wisconsin Retirement System (Continued)

3. 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 year ended December 31, 2024, the WRS recognized \$115,754 in contributions from the Village.

Contribution rates for the reporting period are:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
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

4. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2024, the Village reported a liability of \$115,701 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022 rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The 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, 2023, the Village's proportion was .00778198%, which was an increase of .00031760% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the Village recognized pension expense of \$79,892.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Pension Plans (Continued)

Wisconsin Retirement System (Continued)

4. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

At December 31, 2024, 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	\$ 466,513	\$ 617,899
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	403,206	-
Changes in Assumptions	50,431	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	4,092	6,046
Employer Contributions Subsequent to the Measurement Date	115,754	-
Total	\$ 1,039,996	\$ 623,945

\$115,754 reported as deferred outflows related to pension resulting from the Village'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 of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31,	Expense
2025	\$ 61,255
2026	63,382
2027	252,929
2028	(77,269)
Total	\$ 300,297

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Pension Plans (Continued)

Wisconsin Retirement System (Continued)

5. Actuarial Assumptions

The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Pension Plans (Continued)

Wisconsin Retirement System (Continued)

5. Actuarial Assumptions (Continued)

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

	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
Core Fund Asset Class:			
Public Equity	40.0%	7.3%	4.5%
Public Fixed Income	27.0	5.8	3.0
Inflation Sensitive	19.0	4.4	1.7
Real Estate	8.0	5.8	3.0
Private Equity/Debt	18.0	9.6	6.7
Leverage	(12.0)	3.7	1.0
Total Core Fund	100.0%	7.4	4.6
Variable Fund Asset:			
U.S. Equities	70.0%	6.8%	4.0%
International Equities	30.0	7.6	4.8
Total Variable Fund	100.0%	7.3	4.5

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

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

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

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Pension Plans (Continued)

Wisconsin Retirement System (Continued)

5. Actuarial Assumptions (Continued)

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

Sensitivity of the 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%, 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 (5.80%) or 1-percentage-point higher (7.80%) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
Village's Proportionate Share of the Net Pension Liability (Asset)	\$ 1,118,324	\$ 115,701	\$ (585,874)

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Pension Plans (Continued)

Wisconsin Retirement System (Continued)

5. Actuarial Assumptions (Continued)

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

6. Payables to the Pension Plan

At December 31, 2023, the Village reported a payable of \$18,740 for the outstanding amount of contributions to the pension plan for the year ended December 31, 2024.

Defined Contribution Pension Plan

The Village contributes to the Service Award Program (SAP), a defined contribution pension plan, for its volunteer firefighters, first responders and emergency medical technicians. SAP is administered by PENFLEX INC.

The Village determines annually the amount it will contribute on behalf of each individual in the program. Participants are fully vested to receive a service award once he or she attains 15 years of service for a municipality and paid a service award upon reaching age of 60. A participant who has discontinued providing eligible service after performing a minimum 10 years of service shall be partially vested and may elect to receive a partial service award at any time after reaching age 53. Nonvested accounts are forfeited if the individual ceases to perform creditable service for a period of 12 months or more and distributed equally among all other open accounts sponsored by the participating municipality at the time of the forfeiture.

For the year ended December 31, 2024, the Village contributed \$13,418 to the plan, and the Village recognized pension expense of \$13,418.

G. Other Postemployment Benefits

Plan Description

The 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 postemployment life insurance benefits for all eligible members.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Other Postemployment Benefits (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>.

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 postretirement benefit.

Employers are required to pay the following contributions based on member 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 member premiums until age 65 in order to be eligible for the benefit after age 65.

Contribution rates as of December 31, 2024 are:

<u>Coverage Type</u>	<u>Employer Contribution</u>
50% Postretirement Coverage	40% of Employee Contribution
25% Postretirement Coverage	20% of Employee Contribution

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Other Postemployment Benefits (Continued)

Contributions (Continued)

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating members must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The member contribution rates in effect for the year ended December 31, 2024 are as listed below:

Life Insurance Employee Contribution Rates Year Ended December 31, 2023		
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

During the reporting period, the LRLIF recognized \$441 in contributions from the employer.

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

At December 31, 2024, the Village reported a liability of \$101,482 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of December 31, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of January 1, 2023 rolled forward to December 31, 2023. No material changes in assumptions or benefits 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, 2023, the Village's proportion was 0.02205800%, which was a decrease of 0.00207000% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the Village recognized OPEB expense of \$8,095.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Other Postemployment Benefits (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

At December 31, 2024, 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	\$ -	\$ 8,981
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	1,370	-
Changes in Assumptions	31,743	39,961
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	17,436	22,929
Total	\$ 50,549	\$ 71,871

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31,	Expense
2025	\$ (245)
2026	836
2027	(3,016)
2028	(8,561)
2029	(10,209)
Thereafter	(127)
Total	\$ (21,322)

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Other Postemployment Benefits (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions. The total OPEB liability in the January 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Valuation Date:	January 1, 2023
Measurement Date of Net OPEB Liability (Asset):	December 31, 2023
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:	3.26%
Long-Term Expected Rate of Return:	4.25%
Discount Rate:	3.32%
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, 2023 is based upon a roll-forward of the liability calculated from the January 1, 2023 actuarial valuation.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Other Postemployment Benefits (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

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..

<u>Asset Class</u>	<u>Index</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return %</u>
U.S. Intermediate Credit Bonds	Bloomberg U.S. Interim Credit	40.00%	2.32%
U.S. Mortgages	Bloomberg U.S. MBS	60.00	2.52
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 NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Other Postemployment Benefits (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Single Discount Rate. A single discount rate of 3.32% was used to measure the Total OPEB Liability for the current year, as opposed to a discount rate of 3.76% for the prior year. The change in the discount rate was primarily caused by the decrease in the municipal bond rate from 3.72% as of December 31, 2022 to 3.26% as of December 31, 2023. 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 net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the Village's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 3.32%, as well as what the Village's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2.32%) or 1-percentage-point higher (4.32%) than the current rate:

	1% Decrease to Discount Rate (2.32%)	Current Discount Rate (3.32%)	1% Increase to Discount Rate (4.32%)
Village's Proportionate Share of the Net OPEB Liability (Asset)	\$ 136,354	\$ 101,482	\$ 74,862

Payable to the OPEB Plan

At December 31, 2024, the Village reported a payable of \$-0- for the outstanding amount of contribution to the plan required for the year ended December 31, 2024.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Fund Equity

Nonspendable Fund Balance

In the fund financial statements, portions of the governmental fund balances are amounts that cannot be spent because they are either 1) not in spendable form or 2) legally or contractually required to be maintained intact. At December 31, 2024, nonspendable fund balance was as follows:

General Fund:	
Nonspendable:	
Prepaid Items	\$ 14,542
Special Revenue Funds:	
Nonspendable:	
Library	6,038
Waste Management	157
Capital Projects Funds:	
Nonspendable:	
Tax Incremental District No. 4	<u>191</u>
Total Nonspendable Fund Balance	<u><u>\$ 20,928</u></u>

Restricted Fund Balance

In the fund financial statements, portions of governmental fund balances are not available for appropriation or are legally restricted for use for a specific purpose. At December 31, 2024, restricted fund balance was as follows:

Debt Service Fund:	
Restricted for:	
Retirement of Long-Term Debt	\$ 181,670
Capital Projects Fund:	
Restricted for:	
Tax Incremental District No. 3	405,121
Tax Incremental District No. 4	<u>1,170,579</u>
Total Restricted Fund Balance	<u><u>\$ 1,757,370</u></u>

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Fund Equity (Continued)

Committed Fund Balance

In the fund financial statements, portions of government fund balances are committed by Village Board action. At December 31, 2024, General Fund balance was committed as follows:

Special Revenue Funds:	
Committed for:	
Room Tax	\$ 16,589
Revolving Loan Fund	<u>169,896</u>
Subtotal	<u>186,485</u>
Total Committed Fund Balance	<u><u>\$ 186,485</u></u>

Assigned Fund Balance

Portions of governmental fund balances have been assigned to represent tentative management plans that are subject to change. At December 31, 2024, fund balance was assigned as follows:

Special Revenue Funds:	
Assigned for:	
Library	\$ 290,060
Chalet Museum	6,587
Employee Payout	<u>14,182</u>
Subtotal	<u>310,829</u>
Capital Projects Funds:	
Assigned for:	
Sidewalk Maintenance	<u>20,377</u>
Total Assigned Fund Balance	<u><u>\$ 331,206</u></u>

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Fund Equity (Continued)

Minimum General Fund Balance Policy

The Village Board has adopted a policy that requires the Village to retain a minimum general fund balance for operating purposes to be 10% of the total current year budgeted expenditures. General Fund operating expenditures as well as a minimum general fund balance for capital purposes to be 15% of the total current year budgeted General Fund operating expenditures:

General Fund:	
Operating Reserve	\$ 182,331
Working Capital Reserve	273,497
Total	<u>\$ 455,828</u>

The Village's unassigned general fund balance of \$1,294,071 is above the minimum fund balance amount.

Net Position

The Village reports restricted net position at December 31, 2024 as follows:

Governmental Activities:	
Restricted for:	
Tax Incremental District Projects	\$ 1,575,700
Debt Service	132,854
Total Governmental Activities	<u>1,708,554</u>
Restricted Net Position	1,708,554
Business-Type Activities:	
Restricted for:	
Debt Service	1,150,790
Capital Projects	1,128,188
Total Business-Type Activities	<u>2,278,978</u>
Restricted Net Position	<u>2,278,978</u>
Total Restricted Net Position	<u>\$ 3,987,532</u>

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Fund Equity (Continued)

Net Position (Continued)

Restricted assets is offset by certain liabilities payable from restricted resources.

Business-Type Activities:

Restricted Cash and Investments	\$ 2,526,700
Less: Debt Portion Related to Unspent Proceeds	(156,087)
Less: Accrued interest	(91,635)
Total Restricted Net Position	<u>\$ 2,278,978</u>

NOTE 4 OTHER INFORMATION

A. Tax Incremental Financing Districts

The Village has established separate capital projects funds for Tax Incremental District (TID) No. 3 and No. 4 which were created by the Village in accordance with Section 66.1105 of the Wisconsin Statutes. At the time the District was created, the property tax base within the District was “frozen” and increment taxes resulting from increases to the property tax base are used to finance District improvements, including principal and interest on long-term debt issued by the Village to finance such improvements. The Statutes allow eligible project costs to be incurred up to five years prior to the maximum termination date. The Village’s Districts are still eligible to incur project costs.

Since creation of the above Districts, the Village has provided various financing sources to the TID. The foregoing amounts are not recorded as liabilities in the TID capital project fund but can be recovered by the Village from any future excess tax increment revenues. As of December 31, 2024, the Village has recovered all expenditures to date. Amounts collected in excess of expenditures are subject to use in accordance with State Law or return to the overlying jurisdiction.

	Recoverable Costs
TID No. 3	\$ (67,755)
TID No. 4	(1,051,372)

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Tax Incremental Financing Districts (Continued)

The intent of the Village is to recover the above amounts from future TID surplus funds, if any, prior to termination of the respective Districts. Unless terminated by the Village prior thereto, each TID has a statutory termination year as follows:

	Termination Year
TID No. 3	2026
TID No. 4	2042

B. 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; and natural disasters for which the government carries commercial insurance. The Village completes an annual review of its insurance coverage to ensure adequate coverage. Insurance settlements have not exceeded insurance coverage in any of the past three years nor has there been any significant reduction in insurance coverage compared to the prior year.

C. Contingencies

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

D. Enterprise Funds – Significant Customers

The wastewater utility has two significant customers who were responsible for 25.38% and 10.88% of operating revenues in 2024, respectively. The electric utility has one significant customer who is responsible for 17.64% of operating revenues in 2024.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

E. Changes to or within Financial Reporting Entity

Change in Fund Presentation from Major to Nonmajor

General Capital Projects Fund previously met the criteria to be reported as a major governmental fund. However, effective January 1, 2024, the fund no longer met the criteria to be reported as a major fund and is reported as a nonmajor governmental fund for the fiscal year ended December 31, 2024. The effect of that change to or within the financial reporting entity resulted in adjustments to beginning fund net position, as follows:

	December 31, 2023 As Previously Reported	Change to or Within the Financial Reporting Entity	December 31, 2024 As Adjusted or Restated
Governmental Funds:			
Major Funds:			
General Capital Projects Fund	\$ (75,625)	\$ 75,625	\$ -
Nonmajor Funds	1,573,380	(75,625)	1,497,755
Total Governmental Funds	\$ 1,497,755	\$ -	\$ 1,497,755

REQUIRED SUPPLEMENTARY INFORMATION

**VILLAGE OF NEW GLARUS, WISCONSIN
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
WISCONSIN RETIREMENT SYSTEM
LAST 10 FISCAL YEARS**

Plan Year Ended	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll (Plan Year)	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
12/31/14	0.00783528%	\$ (192,457)	\$ 952,140	20.21%	102.74%
12/31/15	0.00762865	123,963	946,576	13.10	98.20
12/31/16	0.00750925	61,894	1,009,364	6.13	99.12
12/31/17	0.00758774	(225,289)	1,018,289	22.12	102.93
12/31/18	0.00752409	267,683	980,446	27.30	96.45
12/31/19	0.00740743	(238,848)	1,021,198	23.39	102.96
12/31/20	0.00768677	(479,895)	1,193,785	40.20	105.26
12/31/21	0.00795607	(641,273)	1,149,509	55.79	106.02
12/31/22	0.00809958	429,090	1,142,414	37.56	95.72
12/31/23	0.00778198	115,701	1,177,370	9.83	98.85

**SCHEDULE OF CONTRIBUTIONS
WISCONSIN RETIREMENT SYSTEM
LAST 10 FISCAL YEARS**

Fiscal Year Ended	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll (Fiscal Year)	Contributions as a Percentage of Covered Payroll
12/31/15	\$ 73,784	\$ 73,784	\$ -	\$ 946,576	7.79%
12/31/16	73,566	73,566	-	1,009,364	7.29
12/31/17	78,822	78,822	-	1,018,289	7.74
12/31/18	73,800	73,800	-	980,446	7.53
12/31/19	77,626	77,626	-	1,021,198	7.60
12/31/20	96,262	96,262	-	1,193,785	8.06
12/31/21	93,171	93,171	-	1,149,509	8.11
12/31/22	93,276	93,276	-	1,142,414	8.16
12/31/23	101,148	101,148	-	1,177,370	8.59
12/31/24	115,754	115,754	-	1,289,524	8.98

See accompanying Notes to Required Supplementary Information.

**VILLAGE OF NEW GLARUS, WISCONSIN
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)
LOCAL RETIREE LIFE INSURANCE FUND
LAST 10 FISCAL YEARS**

Plan Fiscal Year Ended	Proportion of the Net OPEB Liability (Asset)	Proportionate Share of the Net OPEB Liability (Asset)	Covered- Employee Payroll	OPEB Liability (Asset) as a Percentage of Covered- Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
12/31/17	0.01758800%	\$ 52,915	\$ 739,626	7.15%	44.81%
12/31/18	0.01948500	50,278	906,000	5.55	48.69
12/31/19	0.01865900	79,454	913,088	8.70	37.58
12/31/20	0.02410300	132,584	1,061,000	12.50	31.36
12/31/21	0.02809800	166,070	1,113,000	14.92	29.57
12/31/22	0.02412800	91,924	1,065,000	8.63	38.81
12/31/23	0.02205800	101,482	1,195,000	8.49	33.90

**SCHEDULE OF CONTRIBUTIONS
LOCAL RETIREE LIFE INSURANCE FUND
LAST 10 FISCAL YEARS**

District Fiscal Year Ended	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered- Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
12/31/18	\$ 375	\$ 375	\$ -	\$ 906,000	0.04%
12/31/19	337	337	-	913,088	0.04
12/31/20	498	498	-	1,061,000	0.05
12/31/21	480	480	-	1,113,000	0.04
12/31/22	482	482	-	1,065,000	0.05
12/31/23	452	452	-	1,195,000	0.04
12/31/24	441	441	-	1,077,226	0.04

See accompanying Notes to Required Supplementary Information.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2024**

NOTE 1 WISCONSIN RETIREMENT SYSTEM

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.

The Village is required to present the last ten fiscal years of data; however accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

NOTE 2 WISCONSIN LOCAL RETIREE LIFE INSURANCE

Benefit Terms: There were no recent changes in benefit terms.

Assumptions: In addition to the rate changes detailed in the tables above, 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 Retirement System. These assumptions are used in the actuarial valuations of OPEB liabilities (assets) for the retiree life insurance programs and are summarized below.

**VILLAGE OF NEW GLARUS, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2024**

NOTE 2 WISCONSIN LOCAL RETIREE LIFE INSURANCE (CONTINUED)

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.

The Village is required to present the last ten fiscal years of data; however accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

SUPPLEMENTARY INFORMATION

**VILLAGE OF NEW GLARUS, WISCONSIN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2024**

	Special Revenue				
	Chalet Museum	Room Tax	Revolving Loan	Employee Payout	Waste Management
ASSETS					
Cash and Investments	\$ 7,588	\$ 5,536	\$ 169,896	\$ 15,035	\$ -
Receivables:					
Property Taxes	7,733	-	-	4,147	116,483
Other	864	11,053	-	-	3,777
Loans	-	-	18,447	-	-
Prepaid Items	-	-	-	-	157
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>157</u>
Total Assets	<u>\$ 16,185</u>	<u>\$ 16,589</u>	<u>\$ 188,343</u>	<u>\$ 19,182</u>	<u>\$ 120,417</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 274	\$ -	\$ -	\$ -	\$ 16,337
Due to Other Funds	-	-	-	-	8,663
Total Liabilities	<u>274</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,000</u>
Deferred Inflows of Resources:					
Property Taxes Levied for Subsequent Year	9,324	-	-	5,000	140,455
Loans Receivable	-	-	18,447	-	-
Total Deferred Inflows of Resources	<u>9,324</u>	<u>-</u>	<u>18,447</u>	<u>5,000</u>	<u>140,455</u>
Fund Balances:					
Nonspendable	-	-	-	-	157
Restricted	-	-	-	-	-
Committed	-	16,589	169,896	-	-
Assigned	6,587	-	-	14,182	-
Unassigned	-	-	-	-	(45,195)
Total Fund Balances	<u>6,587</u>	<u>16,589</u>	<u>169,896</u>	<u>14,182</u>	<u>(45,038)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 16,185</u>	<u>\$ 16,589</u>	<u>\$ 188,343</u>	<u>\$ 19,182</u>	<u>\$ 120,417</u>

**VILLAGE OF NEW GLARUS, WISCONSIN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024**

	Capital Projects		Capital Projects		Total
	General Capital Projects	Sidewalk Maintenance	Tax Incremental District No. 3	Tax Incremental District No. 4	
ASSETS					
Cash and Investments	\$ -	\$ 20,377	\$ 453,359	\$ 1,248,526	\$ 1,920,317
Receivables:					
Property Taxes	-	-	234,390	378,745	741,498
Other	-	-	-	-	15,694
Loans	-	-	-	-	18,447
Prepaid Items	-	-	-	191	348
Total Assets	<u>\$ -</u>	<u>\$ 20,377</u>	<u>\$ 687,749</u>	<u>\$ 1,627,462</u>	<u>\$ 2,696,304</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 9,779	\$ -	\$ -	\$ -	\$ 26,390
Due to Other Funds	275	-	-	-	8,938
Total Liabilities	<u>10,054</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,328</u>
Deferred Inflows of Resources:					
Property Taxes Levied for Subsequent Year	-	-	282,628	456,692	894,099
Loans Receivable	-	-	-	-	18,447
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>282,628</u>	<u>456,692</u>	<u>912,546</u>
Fund Balances:					
Nonspendable	-	-	-	191	348
Restricted	-	-	405,121	1,170,579	1,575,700
Committed	-	-	-	-	186,485
Assigned	-	20,377	-	-	41,146
Unassigned	(10,054)	-	-	-	(55,249)
Total Fund Balances	<u>(10,054)</u>	<u>20,377</u>	<u>405,121</u>	<u>1,170,770</u>	<u>1,748,430</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ -</u>	<u>\$ 20,377</u>	<u>\$ 687,749</u>	<u>\$ 1,627,462</u>	<u>\$ 2,696,304</u>

**VILLAGE OF NEW GLARUS, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024**

	Special Revenue				
	Chalet Museum	Room Tax	Revolving Loan	Employee Payout	Waste Management
REVENUES					
Taxes	\$ 9,369	\$ 90,741	\$ -	\$ -	\$ 125,443
Intergovernmental	8,827	-	-	-	3,978
Public Charges for Services	4,866	-	-	-	47,778
Miscellaneous	199	-	6,982	-	-
Total Revenues	<u>23,261</u>	<u>90,741</u>	<u>6,982</u>	<u>-</u>	<u>177,199</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	5,618	-
Public Works	-	-	-	-	193,679
Culture and Recreation	16,229	-	-	-	-
Conservation and Development	-	85,983	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>16,229</u>	<u>85,983</u>	<u>-</u>	<u>5,618</u>	<u>193,679</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	7,032	4,758	6,982	(5,618)	(16,480)
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	-	-	-
Proceeds from the sale of assets	-	-	-	-	-
Transfers In	-	-	40,000	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>40,000</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	7,032	4,758	46,982	(5,618)	(16,480)
Fund Balances - Beginning of Year, as Originally Reported	(445)	11,831	122,914	19,800	(28,558)
Adjustment	-	-	-	-	-
Fund Balances - Beginning of Year, As Adjusted	<u>(445)</u>	<u>11,831</u>	<u>122,914</u>	<u>19,800</u>	<u>(28,558)</u>
FUND BALANCES - END OF YEAR	<u>\$ 6,587</u>	<u>\$ 16,589</u>	<u>\$ 169,896</u>	<u>\$ 14,182</u>	<u>\$ (45,038)</u>

**VILLAGE OF NEW GLARUS, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

	Capital Projects				Total
	General Capital Projects	Sidewalk Maintenance	Tax Incremental District No. 3	Tax Incremental District No. 4	
REVENUES					
Taxes	\$ -	\$ -	\$ 290,819	\$ 142,733	\$ 659,105
Intergovernmental	-	-	7,310	721	20,836
Public Charges for Services	-	-	-	-	52,644
Miscellaneous	60,911	-	9,925	-	78,017
Total Revenues	<u>60,911</u>	<u>-</u>	<u>308,054</u>	<u>143,454</u>	<u>810,602</u>
EXPENDITURES					
Current:					
General Government	4,333	-	149	13,231	17,713
Public Safety	-	-	-	-	5,618
Public Works	68,457	-	-	-	262,136
Culture and Recreation	-	-	-	-	16,229
Conservation and Development	-	-	2,760	3,000	91,743
Debt Service:					
Principal	-	-	200,000	11,525	211,525
Interest and Fiscal Charges	228	-	24,676	6,427	31,331
Capital Outlay	227,015	-	410	900	228,325
Total Expenditures	<u>300,033</u>	<u>-</u>	<u>227,995</u>	<u>35,083</u>	<u>864,620</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(239,122)	-	80,059	108,371	(54,018)
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	180,242	-	-	-	180,242
Proceeds from the sale of assets	124,554	-	-	-	124,554
Transfers In	-	-	-	200,000	240,000
Transfers Out	(103)	-	(200,000)	(40,000)	(240,103)
Total Other Financing Sources (Uses)	<u>304,693</u>	<u>-</u>	<u>(200,000)</u>	<u>160,000</u>	<u>304,693</u>
NET CHANGE IN FUND BALANCES	65,571	-	(119,941)	268,371	250,675
Fund Balances - Beginning of Year, as Originally Reported	-	20,377	525,062	902,399	1,573,380
Adjustment	<u>(75,625)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(75,625)</u>
Fund Balances - Beginning of Year, As Adjusted	<u>(75,625)</u>	<u>20,377</u>	<u>525,062</u>	<u>902,399</u>	<u>1,497,755</u>
FUND BALANCES - END OF YEAR	<u>\$ (10,054)</u>	<u>\$ 20,377</u>	<u>\$ 405,121</u>	<u>\$ 1,170,770</u>	<u>\$ 1,748,430</u>

**VILLAGE OF NEW GLARUS, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
LIGHT AND WATER UTILITY
YEAR ENDED DECEMBER 31, 2024**

	Light Utility	Water Utility	Total
OPERATING REVENUES			
Charges for Services	\$ 2,720,056	\$ 691,185	\$ 3,411,241
Other	19,605	9,461	29,066
Total Operating Revenues	2,739,661	700,646	3,440,307
OPERATING EXPENSES			
Operation and Maintenance	2,292,288	315,370	2,607,658
Depreciation	338,917	89,754	428,671
Taxes	23,825	10,463	34,288
Total Operating Expenses	2,655,030	415,587	3,070,617
OPERATING INCOME	\$ 84,631	\$ 285,059	369,690
NONOPERATING REVENUES (EXPENSES)			
General Property Taxes			-
Interest Income			58,539
Gain on Disposal of Assets			9,334
Intergovernmental grants			1,062,933
Interest and Fiscal Charges			(172,223)
Amortization of Debt Discount/Premium			4,270
Other Nonoperating Revenues (Expenses)			8,640
Total Nonoperating Revenues (Expenses)			971,493
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS			1,341,183
Capital Contributions			98,827
Transfers Out			(241,217)
CHANGE IN NET POSITION			1,198,793
Net Position - Beginning of Year			5,846,089
NET POSITION - END OF YEAR			\$ 7,044,882

VILLAGE OF NEW GLARUS, WISCONSIN
SCHEDULE OF LIGHT UTILITY
OPERATING REVENUES AND EXPENSES
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2023)

	2024	2023
OPERATING REVENUES		
Charges for Services:		
Sales of Electricity:		
Residential	\$ 1,035,931	\$ 1,057,067
Rural	42,198	41,793
Small Commercial and Industrial	725,211	467,194
Large Commercial and Industrial	722,904	1,139,047
Public Street and Highway Lighting	39,388	40,185
Public Authority	126,926	-
Interdepartmental	27,498	7,236
Total Charges for Services	2,720,056	2,752,522
Other Operating Revenues:		
Forfeited Discounts	5,284	9,498
Miscellaneous Service Revenues	948	1,633
Rent from Electric Property	10,845	10,845
Other	2,528	2,698
Total Other Operating Revenues	19,605	24,674
 Total Operating Revenues	 2,739,661	 2,777,196
OPERATING EXPENSES		
Operation and Maintenance:		
Other Power Supply Expenses:		
Purchased Power	1,841,544	1,919,849
Distribution Expenses:		
Operation Supervision	14,341	19,735
Line and Station Labor	(639)	2,399
Line and Station Supplies	13,028	22,075
Meter	3,470	6,843
Customer Installations	114	501
Miscellaneous Distribution	11,380	1,459
Maintenance of Structures and Equipment	7,532	6,455
Maintenance of Lines	79,203	75,665
Maintenance of Line Transformers	4,211	545
Maintenance of Street Lighting and Signal Systems	4,196	6,327
Maintenance of Meters	1,147	1,678
Total Distribution Expenses	137,983	143,682
Customer Accounts Expenses:		
Meter Reading Labor	1,373	1,991
Accounting and Collecting Labor	28,952	26,556
Supplies and Expenses	12,382	66,493
Uncollectible Accounts	(212)	(688)
Total Customer Accounts Expenses	42,495	94,352

VILLAGE OF NEW GLARUS, WISCONSIN
SCHEDULE OF LIGHT UTILITY
OPERATING REVENUES AND EXPENSES (CONTINUED)
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2023)

	2024	2023
OPERATING EXPENSES (CONTINUED)		
Operation and Maintenance (Continued):		
Administrative and General Expenses:		
Administrative and General Salaries	\$ 34,490	\$ 36,367
Office Supplies	3,327	3,587
Outside Services Employed	33,271	33,376
Property Insurance	12,186	6,667
Injuries and Damages	16,969	20,566
Employee Pensions and Benefits	93,290	141,435
Regulatory Commission	15,020	485
Miscellaneous General Expenses	36,437	21,760
Transportation Expenses	20,132	18,790
Maintenance of General Plant	4,427	14,098
Appropriations of Income to Village	717	918
Total Administrative and General Expenses	270,266	298,049
Total Operation and Maintenance	2,292,288	2,455,932
Depreciation	338,917	280,617
Taxes	23,825	19,962
 Total Operating Expenses	 2,655,030	 2,756,511
 OPERATING INCOME	 \$ 84,631	 \$ 20,685
 RECONCILIATION OF OPERATING INCOME TO PSC OPERATING INCOME		
Operating Income (as Reported Above)	\$ 84,631	\$ 20,685
Add: Depreciation on Contributed Plant	15,418	12,612
Add: Appropriations on Income to Village	717	918
Less: GASB 68 Conversion	4,733	20,675
Less: GASB 75 Conversion	(837)	1,615
Less: Property Tax Equivalent	(159,415)	(118,895)
Add: Rounding	(1)	-
PSC Operating Loss	\$ (54,754)	\$ (62,390)
 Rate of Return	 -0.88%	 -1.37%

VILLAGE OF NEW GLARUS, WISCONSIN
SCHEDULE OF WATER UTILITY
OPERATING REVENUES AND EXPENSES
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2023)

	2024	2023
OPERATING REVENUES		
Charges for Services:		
Unmetered	\$ 19,037	\$ 1,184
Residential	287,614	277,801
Commercial	80,982	79,099
Industrial	113,237	97,938
Public Authority	19,081	14,634
Private Fire Protection	5,815	5,463
Public Fire Protection	165,419	155,349
Total Charges for Services	691,185	631,468
Other Revenues:		
Forfeited Discounts	1,493	2,087
Other	7,968	30,514
Total Other Revenues	9,461	32,601
 Total Operating Revenues	 700,646	 664,069
OPERATING EXPENSES		
Operation and Maintenance:		
Source of Supply Expenses:		
Operation Labor	1,035	-
Operation Supplies	376	338
Maintenance of Water Source Plant	24,705	8,602
Total Source of Supply Expenses	26,116	8,940
Pumping Expenses:		
Operation Labor	15,771	25,610
Fuel or Power Purchased for Pumping	20,953	20,522
Operation Supplies	769	766
Maintenance of Pumping Plant	1,245	5,930
Total Pumping Expenses	38,738	52,828
Water Treatment Expenses:		
Operation Labor	10,482	12,800
Chemicals	16,409	20,110
Operation Supplies and Expenses	2,836	3,351
Maintenance of Water Treatment Plant	1,444	1,442
Total Water Treatment Expenses	31,171	37,703
Transmission and Distribution Expenses:		
Operation Labor	12,570	17,517
Operation Supplies and Expenses	85	511
Maintenance of Distribution Reservoirs and Standpipes	34	191
Maintenance of Mains	489	4,610
Maintenance of Services	14,380	16,392
Maintenance of Meters	622	615
Maintenance of Hydrants	207	101
Maintenance of Other Plant	172	241
Total Transmission and Distribution Expenses	28,559	40,178

VILLAGE OF NEW GLARUS, WISCONSIN
SCHEDULE OF WATER UTILITY
OPERATING REVENUES AND EXPENSES (CONTINUED)
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2023)

	2024	2023
OPERATING EXPENSES (CONTINUED)		
Operation and Maintenance (Continued):		
Customer Accounts Expenses:		
Meter Reading Labor	\$ 672	\$ 1,007
Accounting and Collecting Labor	7,167	6,883
Supplies	8,979	7,208
Uncollectible Accounts	120	-
Total Customer Accounts Expenses	16,938	15,098
Administrative and General Expenses:		
Administrative and General Salaries	15,972	16,101
Office Supplies and Expenses	1,662	1,618
Outside Services Employed	32,782	188,080
Property Insurance	9,973	2,667
Injuries and Damages	5,670	5,117
Employee Pensions and Benefits	81,011	68,869
Regulatory Commission	258	252
Miscellaneous General	13,859	12,669
Transportation	10,884	7,378
Maintenance of General Plant	1,630	5,924
Appropriations of Income to Village	147	192
Total Administrative and General Expenses	173,848	308,867
Total Operation And Maintenance	315,370	463,614
Depreciation	89,754	87,936
Taxes	10,463	10,250
	415,587	561,800
OPERATING INCOME	\$ 285,059	\$ 102,269
RECONCILIATION OF OPERATING INCOME TO PSC OPERATING INCOME		
Operating Income (as Reported Above)	\$ 285,059	\$ 102,269
Add: Depreciation on Contributed Plant	6,016	6,016
Add: Appropriations on Income to Village	147	192
Less: GASB 68 Conversion	2,183	9,729
Less: GASB 75 Conversion	(386)	760
Less: Property Tax Equivalent	(81,802)	(59,400)
Less: Rounding	(1)	-
PSC Operating Income	\$ 211,216	\$ 59,566
Rate of Return	6.30%	1.77%

**ADDITIONAL INDEPENDENT AUDITORS' REPORT
FOR BASIC FINANCIAL STATEMENTS**



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Village Board
Village of New Glarus, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of New Glarus, Wisconsin (the Village), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements, and have issued our report thereon dated April 30, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and responses we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis.

We consider the deficiencies described in the accompanying schedule of findings and responses as item 2024-002 to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and responses as item 2024-001 to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Village of New Glarus, Wisconsin's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Village's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The Village's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Wauwatosa, Wisconsin
April 30, 2025

**VILLAGE OF NEW GLARUS, WISCONSIN
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED DECEMBER 31, 2024**

Section I – Internal Control Over Financial Reporting

2024-001

Control Deficiencies

Segregation of Duties

Repeat of Finding 2023-001

Type of Finding

Significant Deficiency in Internal Control over Financial Reporting

Condition

While performing audit procedures, it was noted that the Village does not have adequate segregation of duties for internal control purposes. Essentially one employee performs the majority of the accounting functions for the general Village and the Village's light and water utility.

Criteria

Segregation of duties is an internal control intended to prevent or decrease the occurrence of errors or intentional fraud. Segregation of duties ensures that no single employee has control over all phases of a transaction.

Cause

The lack of segregation of duties is due to the limited number of employees and the size of the Village's operations. In addition, the Village has not completed a formal risk assessment and review of internal controls to identify additional mitigating and compensating controls which could be implemented to reduce the risk of errors or intentional fraud.

Effect

Errors or intentional fraud could occur and not be detected timely by other employees in the normal course of their responsibilities as a result of the lack of segregation of duties.

Recommendation

We recommend the Village Board continue to monitor the transactions and the financial records of the Village. We recommend the Village perform a risk assessment of its operations and current procedures to identify and implement mitigating controls to reduce the risk of errors and intentional fraud.

View of Responsible Officials and Planned Corrective Action

Management believes that the cost of segregating cash receipts and cash disbursement duties from the related recording functions outweigh the benefits to be received.

Contact for Corrective Action Plan

Kelsey Jenson, Clerk-Treasurer

**VILLAGE OF NEW GLARUS, WISCONSIN
SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

Section I – Internal Control Over Financial Reporting (Continued)

2024-002

**Preparation of Annual Financial Report
Repeat of Finding 2023-002**

Type of Finding

Material Weakness in Internal Control over Financial Reporting

Condition

The Village engages CliftonLarsonAllen, LLP (CLA) to assist in preparing its financial statements and compilation of the Wisconsin Municipal Report Form C and the Public Service Commission Report and accompanying disclosures, including proposing material adjustments to accounts including accounts payable, capital asset, construction in progress, revenues, expenses and pension and OEPB liabilities, deferred inflows and outflows. However, as independent auditors, CLA cannot be considered part of the Village's internal control system. As part of its internal control over the preparation of its financial statements, including disclosures, and compilation of Wisconsin Municipal Report Form C and the Public Service Commission Report, the Village has implemented a comprehensive review procedure to ensure that the financial statements, including disclosures, and the Wisconsin Municipal Report Form C and the Public Service Commission Report are complete and accurate. Such review procedures should be performed by an individual possessing a thorough understanding of accounting principles generally accepted in the United States of America and knowledge of the Village's activities and operations.

Criteria

Internal controls should be in place to provide reasonable assurance that financial statements and are prepared in accordance with U.S. GAAP and that the Wisconsin Municipal Report Form C and the Public Service Commission Report are prepared in accordance with the regulatory basis.

Cause

Village management has determined that the additional costs associated with training staff to become experienced in applicable accounting principles and note disclosures outweigh the derived benefits.

Effect

Without our involvement, the Village may not be able to completely prepare an annual financial report in accordance with accounting principles generally accepted in the United States of America.

Recommendation

We recommend the Village continue reviewing the annual financial report. While it may not be cost beneficial to train additional staff to completely prepare the report, a thorough review of this information by appropriate staff of the Village is necessary to obtain a complete and adequate understanding of the Village's annual financial report, Municipal Financial Report and Public Service Commission Report.

**VILLAGE OF NEW GLARUS, WISCONSIN
SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

Section I – Internal Control Over Financial Reporting (Continued)

2024-002 (Continued)

View of Responsible Officials and Planned Corrective Action

Management believes the cost for additional staff time and training to prepare year-end closing entries and reports outweigh the benefits to be received. Management has reviewed and approved the annual financial report, Wisconsin Municipal Financial Report Form C and the Public Service Commission Report prior to issuance.

Contact for Corrective Action Plan

Kelsey Jenson, Clerk-Treasurer

Section II – Compliance and Other Matters

There are no findings related to compliance and other matters that are required to be reported under governmental auditing standards generally accepted in the United States of America for the year ended December 31, 2024.



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAGlobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.

FORM OF LEGAL OPINION

(See following pages)

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

April 2, 2026

Re: Village of New Glarus, Wisconsin ("Issuer")
\$5,645,000 General Obligation Promissory Notes, Series 2026A,
dated April 2, 2026 ("Notes")

We have acted as bond counsel to the Issuer in connection with the issuance of the Notes. 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 Notes are numbered from R-1 and upward; bear interest at the rates set forth below; and mature on April 1 of each year, in the years and principal amounts as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2027	\$125,000	___%
2028	235,000	___
2029	245,000	___
2030	250,000	___
2031	260,000	___
2032	275,000	___
2033	280,000	___
2034	285,000	___
2035	300,000	___
2036	250,000	___
2037	260,000	___
2038	270,000	___
2039	280,000	___
2040	290,000	___
2041	305,000	___
2042	320,000	___
2043	330,000	___
2044	345,000	___
2045	365,000	___
2046	375,000	___

Interest is payable semi-annually on April 1 and October 1 of each year commencing on April 1, 2027.

The Notes maturing on April 1, 2035 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on April 1, 2034 or on any date thereafter. Said Notes 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 Notes maturing in the years _____ are subject to mandatory redemption by lot as provided in the Notes, 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 Notes 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 Notes have been duly authorized and executed by the Issuer and are valid and binding general obligations of the Issuer.

2. All the taxable property in the territory of the Issuer is subject to the levy of ad valorem taxes to pay principal of, and interest on, the Notes, without limitation as to rate or amount. The Issuer is required by law to include in its annual tax levy the principal and interest coming due on the Notes except to the extent that necessary funds have been irrevocably deposited into the debt service fund account established for the payment of the principal of and interest on the Notes.

3. The interest on the Notes is excludable for federal income tax purposes from the gross income of the owners of the Notes. The interest on the Notes 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 Notes 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 Notes in order for interest on the Notes 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 Notes to be included in gross income retroactively to the date of issuance of the Notes. 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 Notes.

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

The rights of the owners of the Notes 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 New Glarus, Green County, Wisconsin (the "Issuer") in connection with the issuance of \$5,645,000 General Obligation Promissory Notes, Series 2026A, dated April 2, 2026 (the "Securities"). The Securities are being issued pursuant to a resolution adopted on February 18, 2026, as supplemented by an Approving Certificate, dated _____, 2026 (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 _____, 2026 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 New Glarus, Green 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 319 2nd Street, P.O. Box 399, New Glarus, Wisconsin 53574, phone (608) 527-2510, fax (608) 527-6630.

"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, 2025, 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. TAX LEVIES AND COLLECTIONS - Tax Levies and Collections

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 2nd day of April, 2026.

(SEAL)

Roger J. Truttman
President

Amy M. Barnes
Village Clerk

NOTICE OF SALE

**\$5,645,000* GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2026A
VILLAGE OF NEW GLARUS, WISCONSIN**

Bids for the purchase of \$5,645,000* General Obligation Promissory Notes, Series 2026A (the "Notes") of the Village of New Glarus, Wisconsin (the "Village") will be received at the offices of Ehlers and Associates, Inc. ("Ehlers"), 3001 Broadway Street, Suite 320, Minneapolis, Minnesota 55413, municipal advisors to the Village, until 10:30 A.M., Central Time, and **ELECTRONIC PROPOSALS** will be received via **PARITY**, in the manner described below, until 10:30 A.M., Central Time, on March 12, 2026, at which time they will be opened, read and tabulated. **The Village Board adopted a resolution on February 18, 2026 (the "Parameters Resolution"), which authorizes the Village Administrator or the Village Clerk/Treasurer to accept a bid for the Notes 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 through the competitive bids received on March 12, 2026, neither the Village Administrator or the Village Clerk/Treasurer will have the authority to accept a bid for the Notes, and all bids for the Notes will be rejected.**

AUTHORITY; PURPOSE; SECURITY

The Notes are being issued pursuant to Section 67.12(12), Wisconsin Statutes, by the Village, for public purposes, including (i) paying the cost of 2026 and 2027 capital improvement projects and (ii) refunding certain obligations of the Village. The Notes are general obligations of the Village, and all the taxable property in the Village is subject to the levy of a tax to pay the principal of and interest on the Notes as they become due which tax may, under current law, be levied without limitation as to rate or amount.

DATES AND MATURITIES

The Notes will be dated April 2, 2026, will be issued as fully registered Notes in the denomination of \$5,000 each, or any integral multiple thereof, and will mature on April 1 as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2027	\$125,000	2034	\$285,000	2041	\$305,000
2028	235,000	2035	300,000	2042	320,000
2029	245,000	2036	250,000	2043	330,000
2030	250,000	2037	260,000	2044	345,000
2031	260,000	2038	270,000	2045	365,000
2032	275,000	2039	280,000	2046	375,000
2033	280,000	2040	290,000		

ADJUSTMENT OPTION

The Village reserves the right to increase or decrease the principal amount of the Notes on the day of sale, in increments of \$5,000 each. Each maturity can be increased by up to \$330,000 per maturity or decreased by not more than \$120,000 per maturity. Increases or decreases may be made in any maturity. 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 Notes 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 April 1 and October 1 of each year, commencing April 1, 2027, to the registered owners of the Notes 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 Notes 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 Notes 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 Notes, 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 Notes. So long as Cede & Co. is the registered owner of the Notes, 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 Notes.

PAYING AGENT

The Village has selected Bond Trust Services Corporation, Minneapolis, 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 Notes maturing on or after April 1, 2035 shall be subject to optional redemption prior to maturity on April 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 Notes subject to prepayment. If redemption is in part, the selection of the amounts and maturities of the Notes to be redeemed shall be at the discretion of the Village. If only part of the Notes 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 Note to be redeemed at the address shown on the registration books.

DELIVERY

On or about April 2, 2026, the Notes 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 Notes is then pending or, to the best knowledge of officers of the Village, threatened. Payment for the Notes 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 Notes 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 Notes. The legal opinion will be issued on the basis of existing law and will state that the Notes are valid and binding general obligations of the Village; provided that the rights of the owners of the Notes and the enforceability of the Notes 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 Notes. 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 Notes 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 Notes for any investor.

SUBMISSION OF BIDS

Bids must not be for less than \$5,574,437.50, nor more than \$6,209,500, plus accrued interest on the principal sum of \$5,645,000 from date of original issue of the Notes 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 10:30 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 facsimile submission.

A good faith deposit ("Deposit") in the amount of \$112,900 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 Notes 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 Notes 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 Notes is adjourned, recessed, or continued to another date without award of the Notes having been made.

AWARD

The Notes 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 Notes 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 Notes will not be awarded if the TIC (taking the purchaser's compensation into account) exceeds 4.50% or if the other conditions set forth in the Parameters Resolution are not satisfied.**

BOND INSURANCE

If the Notes 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 Notes 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 Notes are awarded to the winning bidder shall not constitute cause for failure or refusal by the winning bidder to accept delivery of the Notes.

CUSIP NUMBERS

The Village will assume no obligation for the assignment or printing of CUSIP numbers on the Notes 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.

QUALIFIED TAX-EXEMPT OBLIGATIONS

The Notes shall be designated as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

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 Notes. 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 Notes pursuant to the provisions of the Internal Revenue Code of 1986, as amended, and to provide a certificate which will be provided by Bond Counsel upon request.

(a) The winning bidder shall assist the Village in establishing the issue price of the Notes 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 Notes, 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 Notes 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 Notes) will apply to the initial sale of the Notes (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 Notes to the bidder who submits a firm offer to purchase the Notes 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 Notes, 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 Notes 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 Notes. On its bid form, each bidder must select one of the following two rules for determining the issue price of the Notes: (1) the first price at which 10% of a maturity of the Notes (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 Notes (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 Notes 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 Notes, that the underwriters will neither offer nor sell unsold Notes 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 Notes 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 Notes 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 Notes, including, but not limited to, its agreement to comply with the hold-the-price rule, if applicable to the Notes, 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 Notes 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 Notes, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Notes, 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 Notes 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 Notes, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Notes, 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 Notes, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Notes, 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 Notes, including, but not limited to, its agreement to comply with the hold-the-offering-price rule as applicable to the Notes.

(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 Notes have been sold to the public. That reporting obligation shall continue, whether or not the closing date has occurred, until either (i) all Notes of that maturity have been sold or (ii) the 10% test has been satisfied as to each maturity of the Notes, 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 Notes 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 Notes 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 Notes 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 Notes 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 Notes 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 Notes that, to its knowledge, are made to a purchaser who is a related party to an underwriter participating in the initial sale of the Notes 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 Notes to any person that is a related party to an underwriter participating in the initial sale of the Notes 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 Notes 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 Notes 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 Notes to the public),
- (iii) a purchaser of any of the Notes 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 Notes are awarded by the Village to the winning bidder.

PRELIMINARY OFFICIAL STATEMENT

Bidders may obtain a copy of the Preliminary Official Statement relating to the Notes 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 3001 Broadway Street, Suite 320, Minneapolis, Minnesota 55413, Telephone (651) 697-8500.

By Order of the Village Board

Amy Barnes, Village Clerk/Treasurer
Village of New Glarus, Wisconsin

BID FORM

Village of New Glarus, Wisconsin (the "Village")

March 12, 2026

RE: \$5,645,000* General Obligation Promissory Notes, Series 2026A (the "Notes")

DATED: April 2, 2026

For all or none of the above Notes, 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 \$5,574,437.50, nor more than \$6,209,500) plus accrued interest to date of delivery for fully registered Notes 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	2046
_____ % due	2033	_____ % due	2040		

The Village reserves the right to increase or decrease the principal amount of the Notes on the day of sale, in increments of \$5,000 each. Each maturity can be increased by up to \$330,000 per maturity or decreased by not more than \$120,000 per maturity. Increases or decreases may be made in any maturity. 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 Notes may not be requested without contacting Ehlers and receiving the permission of the Village.

All Notes 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 \$112,900 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 Notes 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 Notes 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 Notes to The Depository Trust Company, New York, New York, in accordance with the Notice of Sale. Delivery is anticipated to be on or about April 2, 2026.

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 Notes.

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 Notes within 24 hours of the bid acceptance.

This bid is a firm offer for the purchase of the Notes 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 Notes.

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 April 2, 2026 of the above bid is \$_____ and the true interest cost (TIC) is _____%.

The foregoing offer is hereby accepted on behalf of the Village of New Glarus, Wisconsin, on March 12, 2026.

By: _____

Title: _____