

**VILLAGE OF LUCK, WISCONSIN**  
**FINANCIAL STATEMENTS**  
**AND SUPPLEMENTARY INFORMATION**  
**YEAR ENDED DECEMBER 31, 2020**



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## INDEPENDENT AUDITORS' REPORT

To The Village Board  
Village of Luck  
Luck, Wisconsin

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Luck, Wisconsin (Village) as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our unmodified and qualified audit opinions.

***Basis for Qualified Opinions on the Governmental Activities, Business-Type Activities, and Proprietary Funds***

The Village has not adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* as required by accounting principles generally accepted in the United States of America. The amount by which the departure would affect the assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, and expenses has not been determined.

***Qualified Opinions***

In our opinion, except for the effects of the matter described in the “Basis for Qualified Opinions on the Governmental Activities, Business-Type Activities, and Proprietary Funds” paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, and proprietary funds of the Village of Luck as of December 31, 2020, and the respective changes in financial position and, where applicable, the cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Unmodified Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major governmental fund and the aggregate remaining fund information of the Village of Luck as of December 31, 2020, and the respective changes in the financial position, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

***Other Matters***

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, as referenced in the table of contents, be presented to supplement the basic financial statements. Such information, 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.

Management has omitted a management’s discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village’s basic financial statements as a whole. The combining and individual fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Village Board  
Village of Luck

The supplementary information as referenced above 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 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the effects on the supplementary information of the qualified opinions on the Proprietary Funds as explained in the “Basis for Qualified Opinions on the Governmental Activities, Business-Type Activities, and Proprietary Funds” paragraph, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the Village’s basic financial statements for the year ended December 31, 2019 which are not presented with the accompanying financial statements. In our report dated May 19, 2020, we expressed unmodified opinions on the respective financial statements of each major fund, and the aggregate remaining fund information, and qualified opinions on the Governmental Activities, Business-Type Activities, and Proprietary Funds. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village’s financial statements as a whole. The 2019 individual fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the effects on the 2019 individual fund financial statements presented for the Water Utility Enterprise Fund, the Sewer Utility Enterprise Fund and Golf Course Fund of the qualified opinions described above, the 2019 individual fund statements are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.



**CliftonLarsonAllen LLP**

Eau Claire, Wisconsin  
May 6, 2021

**VILLAGE OF LUCK, WISCONSIN  
STATEMENT OF NET POSITION  
DECEMBER 31, 2020**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and Investments	\$ 872,043	\$ 868,112	\$ 1,740,155
Taxes Receivable	574,849	1,235	576,084
Accounts Receivable	5,526	134,964	140,490
Internal Balances	104,000	(104,000)	-
Inventories	-	13,529	13,529
Due From Other Governments	30,000	-	30,000
Long-Term Receivables	389,487	-	389,487
Restricted Assets:			
Cash and Investments	-	190,559	190,559
Capital Assets:			
Capital Assets Not Being Depreciated	478,122	496,911	975,033
Capital Assets Being Depreciated	4,588,049	10,431,016	15,019,065
Accumulated Depreciation	<u>(1,262,017)</u>	<u>(3,293,364)</u>	<u>(4,555,381)</u>
Total Assets	<u>5,780,059</u>	<u>8,738,962</u>	<u>14,519,021</u>
<b>LIABILITIES</b>			
Vouchers and Accounts Payable	51,556	20,054	71,610
Accrued Interest Payable	5,604	10,233	15,837
Due to Other Governments	3,969	-	3,969
Unearned Revenues	-	161,629	161,629
Noncurrent Liabilities:			
Due Within One Year	82,718	71,712	154,430
Due in More than One Year	<u>1,370,024</u>	<u>2,138,110</u>	<u>3,508,134</u>
Total Liabilities	<u>1,513,871</u>	<u>2,401,738</u>	<u>3,915,609</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Succeeding Year's Property Taxes	<u>673,529</u>	<u>-</u>	<u>673,529</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	2,792,621	5,443,977	8,236,598
Restricted for:			
Plant Replacement	-	190,559	190,559
Housing Loan Program	367,564	-	367,564
Tax Incremental District	205,474	-	205,474
Debt Service	58,415	-	58,415
Unrestricted	<u>168,585</u>	<u>702,688</u>	<u>871,273</u>
Total Net Position	<u>\$ 3,592,659</u>	<u>\$ 6,337,224</u>	<u>\$ 9,929,883</u>

See accompanying Notes to Basic Financial Statements

**VILLAGE OF LUCK, WISCONSIN  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2020**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>GOVERNMENTAL ACTIVITIES</b>							
General Government	\$ 154,795	\$ 7,762	\$ 50,373	\$ -	\$ (96,660)	\$ -	\$ (96,660)
Public Safety	364,760	12,919	8,223	-	(343,618)	-	(343,618)
Transportation	342,502	-	88,141	-	(254,361)	-	(254,361)
Sanitation	5,593	1,833	-	-	(3,760)	-	(3,760)
Health and Human Services	560	-	-	-	(560)	-	(560)
Culture, Recreation and Education	165,630	6,697	73,452	-	(85,481)	-	(85,481)
Conservation and Development	70,067	-	50,901	-	(19,166)	-	(19,166)
Interest and Fiscal Charges	50,111	-	-	-	(50,111)	-	(50,111)
Total Governmental Activities	1,154,018	29,211	271,090	-	(853,717)	-	(853,717)
<b>BUSINESS-TYPE ACTIVITIES</b>							
Water	183,002	182,760	-	4,000	-	3,758	3,758
Sewer	419,530	334,779	-	-	-	(84,751)	(84,751)
Golf	546,184	644,702	-	21,476	-	119,994	119,994
Total Business-Type Activities	1,148,716	1,162,241	-	25,476	-	39,001	39,001
Total Primary Government	\$ 2,302,734	\$ 1,191,452	\$ 271,090	\$ 25,476	(853,717)	39,001	(814,716)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes					492,664	-	492,664
Property Taxes, Levied for Debt Purposes					89,819	-	89,819
Property Taxes, Levied for TIF Districts					179,061	-	179,061
Other Taxes					33,831	-	33,831
State/Federal Aids not Restricted to Specific Functions					186,543	3,104	189,647
Interest and Investment Earnings					3,451	1,746	5,197
Gain on Sale of Equipment					2,498	950	3,448
Miscellaneous					33,460	2,501	35,961
Transfers					33,591	(33,591)	-
Total General Revenues and Transfers					1,054,918	(25,290)	1,029,628
<b>CHANGE IN NET POSITION</b>					201,201	13,711	214,912
Net Position - Beginning of Year					3,391,458	6,323,513	9,714,971
<b>NET POSITION - END OF YEAR</b>					<u>\$ 3,592,659</u>	<u>\$ 6,337,224</u>	<u>\$ 9,929,883</u>

See accompanying Notes to Basic Financial Statements



**VILLAGE OF LUCK, WISCONSIN  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2020**

	General Fund	Debt Service Fund	CDBG Revolving Loan Fund	Machinery Outlay Fund	Library Fund	Other Governmental Funds	Totals
<b>ASSETS</b>							
Treasurer's Cash and Investments	\$ 184,803	\$ 64,019	\$ 130,517	\$ 157,833	\$ 94,399	\$ 240,472	\$ 872,043
Taxes Receivable	293,408	89,819	-	15,000	57,794	118,828	574,849
Accounts Receivable	5,262	-	-	-	264	-	5,526
Long-Term Receivable - Northland Ambulance	150,840	-	-	-	-	-	150,840
Due from Other Governments	30,000	-	-	-	-	-	30,000
Due from Other Funds	1,600	-	-	-	-	-	1,600
Advances to Other Funds	104,000	-	-	-	-	-	104,000
Long-Term Loans Receivable	-	-	238,647	-	-	-	238,647
Total Assets	<u>\$ 769,913</u>	<u>\$ 153,838</u>	<u>\$ 369,164</u>	<u>\$ 172,833</u>	<u>\$ 152,457</u>	<u>\$ 359,300</u>	<u>\$ 1,977,505</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Vouchers and Accounts Payable	\$ 47,612	\$ -	\$ -	\$ -	\$ 3,944	\$ -	\$ 51,556
Due to Other Governmental Units	3,969	-	-	-	-	-	3,969
Due to Other Funds	-	-	1,600	-	-	-	1,600
Total Liabilities	51,581	-	1,600	-	3,944	-	57,125
<b>Deferred Inflows of Resources:</b>							
Succeeding Year's Property Taxes	392,088	89,819	-	15,000	57,794	118,828	673,529
Unavailable Revenue - Other	-	-	238,647	-	-	-	238,647
Total Deferred Inflows of Resources	392,088	89,819	238,647	15,000	57,794	118,828	912,176
<b>Fund Balances:</b>							
Nonspendable	254,840	-	-	-	-	-	254,840
Restricted	-	64,019	128,917	-	-	205,474	398,410
Committed	-	-	-	-	90,719	5,016	95,735
Assigned	71,404	-	-	157,833	-	29,982	259,219
Total Fund Balances	<u>326,244</u>	<u>64,019</u>	<u>128,917</u>	<u>157,833</u>	<u>90,719</u>	<u>240,472</u>	<u>1,008,204</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 769,913</u>	<u>\$ 153,838</u>	<u>\$ 369,164</u>	<u>\$ 172,833</u>	<u>\$ 152,457</u>	<u>\$ 359,300</u>	<u>\$ 1,977,505</u>

See accompanying Notes to Basic Financial Statements

**VILLAGE OF LUCK, WISCONSIN  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES  
TO NET POSITION OF GOVERNMENTAL ACTIVITIES  
DECEMBER 31, 2020**

**TOTAL FUND BALANCES FOR GOVERNMENTAL FUNDS** \$ 1,008,204

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	\$ 478,122	
Buildings	1,336,741	
Equipment and Vehicles	742,008	
Infrastructure	2,509,300	
Accumulated Depreciation	<u>(1,262,017)</u>	3,804,154

Some receivables, including special assessments, are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements.

238,647

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:

Notes Payable	1,389,312	
Accrued Interest on Notes Payable	5,604	
Vacation and Sick Leave Liability	46,101	
Unfunded WRS Liability	<u>17,329</u>	<u>(1,458,346)</u>

**TOTAL NET POSITION OF GOVERNMENTAL ACTIVITIES** **\$ 3,592,659**

**VILLAGE OF LUCK, WISCONSIN  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGE IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED DECEMBER 31, 2020**

	General Fund	Debt Service Fund	CDBG Revolving Loan Fund	Machinery Outlay Fund	Library Fund	Other Governmental Funds	Totals
<b>REVENUES</b>							
Taxes	\$ 441,701	\$ 89,819	\$ -	\$ 15,000	\$ 57,794	\$ 191,061	\$ 795,375
Intergovernmental	383,833	-	-	-	73,452	348	457,633
Licenses and Permits	18,146	-	-	-	-	-	18,146
Fines and Forfeits	1,448	-	-	-	-	-	1,448
Public Charges for Services	2,932	-	-	-	-	-	2,932
Intergovernmental Charges for Services	6,685	-	-	-	-	-	6,685
Miscellaneous:							
Interest	1,269	-	10	674	1,325	173	3,451
Rent	8,739	-	-	-	-	-	8,739
Donations	5,250	-	-	-	-	-	5,250
Loan Repayments	-	-	47,657	-	-	-	47,657
Sale of Village Property	2,498	-	-	-	-	9,000	11,498
Other	10,321	-	-	-	-	150	10,471
Total Revenues	<u>882,822</u>	<u>89,819</u>	<u>47,667</u>	<u>15,674</u>	<u>132,571</u>	<u>200,732</u>	<u>1,369,285</u>
<b>EXPENDITURES</b>							
General Government	296,267	-	-	-	-	-	296,267
Public Safety	327,703	-	-	-	-	31,179	358,882
Transportation	312,967	-	-	33,500	-	-	346,467
Sanitation	5,593	-	-	-	-	-	5,593
Health and Human Services	-	-	-	-	-	560	560
Culture, Recreation and Education	21,436	-	-	-	120,136	-	141,572
Conservation and Development	65,208	-	960	-	-	3,899	70,067
Debt Service:							
Principal Retirement	-	73,948	-	-	-	-	73,948
Interest and Fiscal Charges	-	50,489	-	-	-	-	50,489
Total Expenditures	<u>1,029,174</u>	<u>124,437</u>	<u>960</u>	<u>33,500</u>	<u>120,136</u>	<u>35,638</u>	<u>1,343,845</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(146,352)	(34,618)	46,707	(17,826)	12,435	165,094	25,440
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In	33,591	22,063	-	-	-	-	55,654
Transfers Out	(22,063)	-	-	-	-	-	(22,063)
Total Other Financing Sources (Uses)	<u>11,528</u>	<u>22,063</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,591</u>
<b>NET CHANGE IN FUND BALANCES</b>	(134,824)	(12,555)	46,707	(17,826)	12,435	165,094	59,031
Fund Balances, January 1	<u>461,068</u>	<u>76,574</u>	<u>82,210</u>	<u>175,659</u>	<u>78,284</u>	<u>75,378</u>	<u>949,173</u>
<b>FUND BALANCES, DECEMBER 31</b>	<u>\$ 326,244</u>	<u>\$ 64,019</u>	<u>\$ 128,917</u>	<u>\$ 157,833</u>	<u>\$ 90,719</u>	<u>\$ 240,472</u>	<u>\$ 1,008,204</u>

See accompanying Notes to Basic Financial Statements

**VILLAGE OF LUCK, WISCONSIN  
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2020**

**NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS** \$ 59,031

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

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Outlays Reported in Governmental Fund Statements	\$ 250,275	
Depreciation Expense Reported in the Statement of Activities	<u>(146,107)</u>	104,168

Receivables not currently available are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements.		(47,657)
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Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net Position. In the current year, these amounts consist of:

Note Principal Retirement		73,948
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Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Net Change in Accrued Interest Payable	378	
Net Change in Vacation and Sick Leave Liability	7,533	
Net Change in Pension Related Debt	<u>3,800</u>	<u>11,711</u>

**CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES** \$ 201,201

**VILLAGE OF LUCK, WISCONSIN**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**DECEMBER 31, 2020**

	Business-Type Activities - Enterprise Funds			
	Water Utility	Sewer Utility	Golf Course	Totals
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and Investments	\$ 200,144	\$ 294,054	\$ 373,914	\$ 868,112
Customer Accounts Receivable	45,618	86,255	-	131,873
Accounts Receivable on Tax Roll	1,235	-	-	1,235
Other Accounts Receivable	-	-	3,091	3,091
Inventories	8,507	3,399	1,623	13,529
Total Current Assets	<u>255,504</u>	<u>383,708</u>	<u>378,628</u>	<u>1,017,840</u>
<b>Restricted Assets:</b>				
Cash and Investments:				
Replacement Fund Cash and Investments	-	190,559	-	190,559
<b>Capital Assets:</b>				
Utility Plant in Service	1,805,199	6,826,744	2,295,984	10,927,927
Less Accumulated Depreciation	759,125	1,611,662	922,577	3,293,364
Total Capital Assets	<u>1,046,074</u>	<u>5,215,082</u>	<u>1,373,407</u>	<u>7,634,563</u>
Total Assets	<u>\$ 1,301,578</u>	<u>\$ 5,789,349</u>	<u>\$ 1,752,035</u>	<u>\$ 8,842,962</u>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts Payable	\$ 1,828	\$ 15,189	\$ 3,037	\$ 20,054
Accrued Interest Payable	286	8,751	1,196	10,233
Unearned Revenues	-	-	161,629	161,629
Accrued Employee Benefits	575	575	478	1,628
Current Portion of Long-Term Debt:				
Golf Cart Lease Purchase Agreement	-	-	28,236	28,236
Mortgage Revenue Bonds	10,648	31,200	-	41,848
Total Current Liabilities	<u>13,337</u>	<u>55,715</u>	<u>194,576</u>	<u>263,628</u>
<b>Long-Term Liabilities (Net of Current Portion):</b>				
Advance from General Fund	-	-	104,000	104,000
Golf Cart lease Purchase Agreement	-	-	125,309	125,309
Mortgage Revenue Note	137,793	1,857,400	-	1,995,193
Accrued Employee Benefits	6,219	6,218	5,171	17,608
Total Long-Term Liabilities	<u>144,012</u>	<u>1,863,618</u>	<u>234,480</u>	<u>2,242,110</u>
Total Liabilities	157,349	1,919,333	429,056	2,505,738
<b>NET POSITION</b>				
Net Investment in Capital Assets	897,633	3,326,482	1,219,862	5,443,977
Restricted for Asset Replacement	-	190,559	-	190,559
Unrestricted	246,596	352,975	103,117	702,688
Total Net Position	<u>1,144,229</u>	<u>3,870,016</u>	<u>1,322,979</u>	<u>6,337,224</u>
Total Liabilities and Net Position	<u>\$ 1,301,578</u>	<u>\$ 5,789,349</u>	<u>\$ 1,752,035</u>	<u>\$ 8,842,962</u>

See accompanying Notes to Basic Financial Statements

**VILLAGE OF LUCK, WISCONSIN**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**YEAR ENDED DECEMBER 31, 2020**

	Business-Type Activities - Enterprise Funds			
	Water Utility	Sewer Utility	Golf Course	Totals
<b>OPERATING REVENUES:</b>				
Charges for Services	\$ 174,616	\$ 331,858	\$ 644,702	\$ 1,151,176
Other Operating Revenues	8,144	2,921	-	11,065
Total Operating Revenues	<u>182,760</u>	<u>334,779</u>	<u>644,702</u>	<u>1,162,241</u>
<b>OPERATING EXPENSES:</b>				
Cost of Goods Sold	-	-	59,673	59,673
Operation and Maintenance	140,283	170,471	404,967	715,721
Depreciation	40,964	196,847	81,188	318,999
Total Operating Expenses	<u>181,247</u>	<u>367,318</u>	<u>545,828</u>	<u>1,094,393</u>
<b>OPERATING INCOME (LOSS)</b>	1,513	(32,539)	98,874	67,848
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Interest Income	512	1,204	30	1,746
Gain from Sale of Equipment	-	-	950	950
Refund of Prior Years Expenses	-	-	75	75
State Aids for Emergency Disaster Aid	-	-	3,104	3,104
Insurance Compensation for Property Damages	-	2,501	-	2,501
Loss on Removal of Equipment	-	-	765	765
Interest Expense	(1,755)	(52,212)	(1,196)	(55,163)
Total Nonoperating Revenues (Expenses)	<u>(1,243)</u>	<u>(48,507)</u>	<u>3,728</u>	<u>(46,022)</u>
<b>INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS</b>	270	(81,046)	102,602	21,826
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS</b>				
Intergovernmental Grants	4,000	-	-	4,000
Contributions from Individuals	-	-	21,476	21,476
Transfers - Utility Tax Equivalent	(33,591)	-	-	(33,591)
Total Capital Contributions and Transfers	<u>(29,591)</u>	<u>-</u>	<u>21,476</u>	<u>(8,115)</u>
<b>CHANGE IN NET POSITION</b>	(29,321)	(81,046)	124,078	13,711
Net Position, January 1	<u>1,173,550</u>	<u>3,951,062</u>	<u>1,198,901</u>	<u>6,323,513</u>
<b>NET POSITION, DECEMBER 31</b>	<u>\$ 1,144,229</u>	<u>\$ 3,870,016</u>	<u>\$ 1,322,979</u>	<u>\$ 6,337,224</u>

See accompanying Notes to Basic Financial Statements

**VILLAGE OF LUCK, WISCONSIN  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
YEAR ENDED DECEMBER 31, 2020**

	Business-Type Activities - Enterprise Funds			
	Water Utility	Sewer Utility	Golf Course	Totals
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash Received from Customers	\$ 111,503	\$ 334,507	\$ 644,726	\$ 1,090,736
Cash Received from Public Fire Protection	62,926	-	-	62,926
Cash Received (Paid) for Meter Related Charges	7,388	(7,388)	-	-
Cash Paid to Suppliers for Goods and Services	(57,129)	(75,805)	(193,355)	(326,289)
Cash Paid for Employee Services	(83,156)	(75,679)	(190,777)	(349,612)
Net Cash Provided (Used) by Operating Activities	41,532	175,635	260,594	477,761
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Cash Paid to General Fund to Reduce Advance from General Fund	-	-	(4,000)	(4,000)
Cash Received from Insurance Reimbursements	-	2,501	-	2,501
Cash Received from Refunds of Prior Year Expenses	-	-	75	75
Cash Payments from State for Emergency Disaster Aid	-	-	3,104	3,104
Transfers to General Fund - Payments of Tax Equivalents	(33,591)	-	-	(33,591)
Net Cash Provided (Used) by Noncapital Financing Activities	(33,591)	2,501	(821)	(31,911)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Cash Paid for Acquisition of Capital Assets	-	-	(73,080)	(73,080)
Cash Received from Sale of Equipment/Property	-	-	950	950
Cash Received as Capital Contributions	-	-	21,476	21,476
Principal Paid on Long-Term Debt	(10,527)	(30,200)	-	(40,727)
Interest Paid on Long-Term Debt	(1,775)	(52,352)	-	(54,127)
Net Cash Provided (Used) by Capital and Related Financing Activities	(12,302)	(82,552)	(50,654)	(145,508)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest on Investments	512	1,204	30	1,746
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(3,849)	96,788	209,149	302,088
Cash and Cash Equivalents, January 1	203,993	387,825	164,765	756,583
<b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	<u>\$ 200,144</u>	<u>\$ 484,613</u>	<u>\$ 373,914</u>	<u>\$ 1,058,671</u>

See accompanying Notes to Basic Financial Statements

**VILLAGE OF LUCK, WISCONSIN  
STATEMENT OF CASH FLOWS (CONTINUED)  
PROPRIETARY FUNDS  
YEAR ENDED DECEMBER 31, 2020**

	Business-Type Activities - Enterprise Funds			
	Water Utility	Sewer Utility	Golf Course	Totals
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating Income (Loss)	\$ 1,513	\$ (32,539)	\$ 98,874	\$ 67,848
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	40,964	196,847	81,188	318,999
(Increase) Decrease in Assets:				
Customer Accounts Receivable	(1,193)	(272)	-	(1,465)
Other Accounts Receivable	-	-	24	24
Accounts Receivable on Tax Roll	250	-	-	250
Prepaid Items	-	-	8,490	8,490
Inventory	(312)	(70)	2,844	2,462
Increase (Decrease) in Liabilities:				
Accounts Payable	487	11,847	(2,711)	9,623
Unearned Revenues	-	-	71,196	71,196
Accrued Benefits Payable	(177)	(178)	689	334
	<u>\$ 41,532</u>	<u>\$ 175,635</u>	<u>\$ 260,594</u>	<u>\$ 477,761</u>
Net Cash Provided (Used) by Operating Activities				
	<u>\$ 41,532</u>	<u>\$ 175,635</u>	<u>\$ 260,594</u>	<u>\$ 477,761</u>
<b>RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS:</b>				
Cash and Investments per Statement of Net Position:				
Cash and Investments	\$ 200,144	\$ 294,054	\$ 373,914	\$ 868,112
Cash and Investments - Restricted	-	190,559	-	190,559
	<u>\$ 200,144</u>	<u>\$ 484,613</u>	<u>\$ 373,914</u>	<u>\$ 1,058,671</u>
Total Cash and Cash Equivalents				
	<u>\$ 200,144</u>	<u>\$ 484,613</u>	<u>\$ 373,914</u>	<u>\$ 1,058,671</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>				
Golf Cart Lease Purchase Agreement	\$ -	\$ -	\$ 153,545	\$ 153,545

See accompanying Notes to Basic Financial Statements



**VILLAGE OF LUCK, WISCONSIN  
STATEMENT OF NET POSITION  
FIDUCIARY FUNDS  
DECEMBER 31, 2020**

	Custodial Fund
<b>ASSETS</b>	
Cash and Investments	\$ 199,717
Taxes Receivable	753,283
Total Assets	953,000
 <b>LIABILITIES</b>	
	-
 <b>DEFERRED INFLOWS OF RESOURCES</b>	
Succeeding Year's Property Taxes	953,000
 <b>NET POSITION</b>	 \$ -

*See accompanying Notes to Basic Financial Statements*

**VILLAGE OF LUCK, WISCONSIN  
 STATEMENT OF CHANGES IN NET POSITION  
 FIDUCIARY FUNDS  
 YEAR ENDED DECEMBER 31, 2020**

	<u>Custodial Fund</u>
<b>ADDITIONS</b>	
Property Tax Collections	\$ 657,381
<b>LIABILITIES</b>	
Payments to Taxing Jurisdictions	<u>657,381</u>
<b>CHANGE IN NET POSITION</b>	-
Net Position, January 1	<u>-</u>
<b>NET POSITION, DECEMBER 31</b>	<u><u>\$ -</u></u>

*See accompanying Notes to Basic Financial Statements*

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Village of Luck (the "Village") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental 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 of Luck is governed by a seven-member elected board consisting of the Village President and six trustees elected at large.

The financial reporting entity of the Village is defined by the GASB to consist of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the Village consist of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the Village.

**Discretely Presented Component Unit**

The Village established a redevelopment authority during 2010. The redevelopment authority is a legally separate organization. The board of the redevelopment authority is appointed by the Village president. Wisconsin Statutes provide for circumstances whereby the Village can impose its will on the redevelopment authority and also create a potential financial benefit to or burden on the Village. As a component unit, the redevelopment authority's financial statements will be presented as a discrete column to emphasize that it is legally separate from the Village. The redevelopment authority is a separate legal entity established to assist in planning and funding future economic development projects. No financial activity has been incurred by the redevelopment authority through December 31, 2020.

**B. Government-Wide and Fund Financial Statements**

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds) as described below:

**Government-Wide Statements**

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

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Government-Wide and Fund Financial Statements (Continued)**

**Government-Wide Statements (Continued)**

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

**Fund Financial Statements**

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

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

The Village reports the following major governmental funds:

**General Fund** – The General Fund is the operating fund of the Village. It is used to account for all financial resources of the Village, except those required to be accounted for in another fund.

**Debt Service Fund** – Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs of governmental funds.

**Community Development Block Grant Revolving Loan Fund** – The CDBG Revolving Loan Fund is used to account for the transactions of the housing rehabilitation program. The major revenue sources for this fund are restricted grants and loan repayments.

**Machinery Outlay Fund** – The Machinery Outlay Fund, a capital projects fund, is used to account for equipment replacement. The major revenue sources for this fund are assigned local appropriations and interest earnings.

**Library Fund** – The Library Fund is used to account for operations of the Village's library. The major revenue sources for this fund are local appropriations, restricted grants and restricted donations.

All remaining governmental funds are aggregated and reported as nonmajor funds.

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Government-Wide and Fund Financial Statements (Continued)**

**Fund Financial Statements (Continued)**

The Village reports the following major enterprise funds:

**Water Utility** – This fund accounts for the operations of the water system. Utility operations are subject to regulation by the Wisconsin Public Service Commission.

**Sewer Utility** – This fund accounts for the operations of the sewer collection system and treatment facilities.

**Golf Course** – This fund accounts for the operations of the municipally owned golf course.

The Village had no other enterprise funds to report as nonmajor funds.

Additionally, the Village reports the following fiduciary fund:

**Custodial Fund** – The custodial fund transactions principally consist of property taxes and other collections received for and disbursed to other taxing districts.

**C. Measurement Focus and Basis of Accounting**

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows or resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Non-exchange transactions, in which the Village gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables, if any, are recorded as revenues when services are provided.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's utility functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Measurement Focus and Basis of Accounting (Continued)**

Governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. Revenues are deemed 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 reported in the governmental funds to be available if they are collected within sixty days after the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, miscellaneous taxes, public charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/  
Fund Balance**

**1. Deposits and Investments**

The Village's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

Investment of Village funds is restricted by state statutes. Available investments are limited to:

1. Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less.
2. Bonds or securities issued or guaranteed by the federal government.
3. Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, or by the University of Wisconsin Hospitals and Clinics Authority.
4. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
5. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
6. Bonds or securities issued under the authority of the municipality.
7. The local government investment pool.
8. Repurchase agreements with public depositories, with certain conditions.

Additional restrictions may arise from local charters, ordinances, resolutions and grant resolutions.

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

Investments of the Village are stated at fair value.

**2. Receivables and Payables**

**Property Taxes.** Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach an enforceable lien as of January 1. The resulting tax roll for which amounts have been collected for other taxing jurisdictions by December 31 is recorded in the Village's custodial fund as amounts due to those other governmental units. Since Village property taxes are not considered available until January 1 of the year following the levy, they are recorded as deferred inflows of resources in the funds budgeted therefore.

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**2. Receivables and Payables (Continued)**

**Property Taxes (Continued).** Real property taxes are payable in full on or before January 31 or, alternatively, if over \$100, can be paid in two equal installments with the first installment payable on or before January 31 and the second installment payable on or before July 31. Personal property taxes and special assessments, special charges (including delinquent utility billings) and special taxes placed on the tax roll are payable in full on or before January 31. All uncollected items on the current tax roll, except delinquent personal property taxes, are turned over to the Polk County Treasurer for collection in February. Polk County subsequently settles in full with the Village in August of the same year, including settlement for uncollected delinquent special assessments and special charges. (The County has the option to settle in full for delinquent special assessments and special charges or to remit them to the Village as collections are received.) Delinquent personal property taxes are retained by the Village for collection. A portion of the general fund balance is classified as nonspendable for the Village's investment in delinquent taxes.

**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 2020 tax roll are recognized as revenue in 2021.) Special assessments recorded in proprietary funds are recorded as revenue at the time the assessments are subject to collection procedures.

**Accounts Receivable.** All accounts receivable are shown at gross amounts. No allowance for uncollectible accounts has been provided since such allowance would not be material.

**Loans Receivable.** The Village has received federal and state grant funds for housing rehabilitation loan programs to various businesses and individuals. The Village records a loan receivable when the loan has been made and funds have been disbursed. The amounts recorded as housing rehabilitation loans receivable have not been reduced by an allowance for uncollectible accounts since the Village does not expect such amounts to be material to the financial statements. It is the Village's policy to record deferred inflows of resources for the net amount of the receivable balance. As loans are repaid, revenue is recognized. When new loans are made from the repayments, expenditures are recorded. Interest received from loan repayments is recognized as revenue when received in cash. Any unspent loan repayments at year end are presented as restricted fund balance in the fund financial statements.



**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**2. Receivables and Payables (Continued)**

**Interfund Balances.** Activity between funds are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statement as “internal balances”. Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

**3. Inventories and Prepaid Items**

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds, if material, are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**4. Restricted Assets**

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

**5. Capital Assets**

**Government-Wide Statements.** Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary funds financial statements. Capital assets are defined by the Village as assets with initial, individual costs as shown below and an estimated useful life of two years or greater. 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 assets lives are not capitalized.

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**5. Capital Assets (Continued)**

**Government-Wide Statements (Continued).** Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if material, is included as part of the capitalized value of the assets constructed. The Village's policy is to prospectively report infrastructure acquired after adoption of GASB Statement No. 34.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

Assets	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land	\$ 5,000	N/A	N/A
Buildings	5,000	Straight-line	40-50 Years
Machinery and Equipment	5,000	Straight-line	4-30 Years
Utility Systems	5,000	Straight-line	30-50 Years
Infrastructure	5,000	Straight-line	30-50 Years

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

**6. Deferred Outflows of Resources**

The Village would report decreases in net position or fund equity that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statements of net position or governmental fund balance sheets. No deferred outflows of resources are reported in these financial statements in the current year.

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**7. Deferred Inflows of Resources**

The Village's governmental activities and governmental fund financial statements report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The Village will not recognize the related revenue until a future event occurs. The Village has two types of items which occur related to revenue recognition. The first occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year. The second type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the Village's year) under the modified accrual basis of accounting. The Village does not have deferred inflows of resources to report in its proprietary fund financial statements in the current year.

**8. Compensated Absences**

It is the Village's policy to permit employees to accumulate vacation and sick leave benefits. Liabilities for accumulated vacation and sick leave are not accrued in the Village's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned.

**9. Long-Term Obligations**

In the government-wide financial statements and proprietary 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 type statement of net position. In the governmental fund financial statements, 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 LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**10. Defining Operating Revenues and Expenses**

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 water utility and sewer utility are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**11. Use of Restricted Resources**

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.

**12. Equity Classifications**

Fund equity, representing assets and deferred outflows of resources less liabilities and deferred inflows of resources, is classified as follows in the Village's financial statements:

**Government-Wide and Proprietary Fund Statements.** Fund equity is classified as net position in the government-wide and proprietary fund financial statements and is displayed in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement for those assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. At year end December 31, 2020, none of the restrictions disclosed in the financial statements were due to enabling legislation. All other net position is displayed as unrestricted.

**Governmental Fund Financial Statements.** In the fund financial statements, governmental funds report components of fund balance to provide information about fund balance availability for appropriation. Nonspendable fund balance represents amounts that are inherently nonspendable or assets that are legally or contractually required to be maintained intact. Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level formal action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the board.

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**12. Equity Classifications (Continued)**

**Governmental Fund Financial Statements (Continued).** Unassigned fund balance is the residual classification for the Village's general fund and includes all spendable amounts not contained in the other classifications. It is the Village's policy that at the end of each fiscal year, the Village will maintain unassigned portion of fund balance of at least 25% of annual general fund expenditures.

Committed fund balance is required to be established, modified, or rescinded by resolution of the Village Board prior to each year end. Based on resolution of the Village Board, the Village Administrator will have the authority to establish or modify assigned fund balance. When restricted and unrestricted fund balance is available for expenditure, it is the Village's policy to first use restricted fund balance. When committed, assigned, and unassigned fund balance is available for expenditure, it is the Village's policy to use committed, assigned and finally unassigned fund balance.

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

Generally accepted accounting principles require the disclosure of individual funds that have deficit balances at year end. The Tax Incremental District #4 Fund had a deficit balance of \$8,880 as of December 31, 2020 and the Village anticipates this deficit will be funded through future budgets and savings in operations.

In the general fund, at December 31, 2020, the expenditures exceeded the budgeted amount for expenditures as shown below:

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>EXPENDITURES:</b>				
General Government	\$ 156,349	\$ 156,349	\$ 296,267	\$ (139,918)
Public Safety	280,356	280,356	327,703	(47,347)
Sanitation	5,000	5,000	5,593	(593)
Culture, Recreation and Education	14,500	14,500	21,436	(6,936)
Conservation and Development	4,269	4,269	65,208	(60,939)

These overages were determined necessary and it was authorized by the Village Board.

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

The Village's cash and investments balances at December 31, 2020 as shown in the financial statements are as follows:

Governmental Funds	\$ 872,043
Proprietary Funds	1,058,671
Fiduciary Funds	199,717
	<u>\$ 2,130,431</u>

The above cash and investments balances consisted of the following:

Deposits in Financial Institutions	\$ 1,624,033
Deposits in Local Government Investment Pool	505,148
Petty Cash	1,250
	<u>\$ 2,130,431</u>

**Deposits at Financial Institutions**

The Village's balances at individual financial institutions were subject to coverage under federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the Wisconsin Statutes (State Guarantee Fund). Federal depository insurance provides for coverage of up to \$250,000 for time and savings deposits and coverage of up to an additional \$250,000 for demand deposit accounts. In addition, funds held for others (such as trust funds) are subject to coverage under the name of the party for whom the funds are held. Coverage under the State Guarantee Fund may not exceed \$400,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) Also, Section 34.07 of the Wisconsin Statutes authorizes the Village to collateralize its deposits that exceed the amount of coverage provided by federal depository insurance and the State Guarantee Fund.

Custodial credit risk for deposits is the risk that in the event of bank failure, the Village's deposits may not be returned. At December 31, 2020, the Village's deposits were not exposed to custodial credit risk.

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Deposits and Investments (Continued)**

**Investments**

The Village's investments at December 31, 2020 consisted of deposits in the following external investment pool:

**Deposits in State Local Government Pooled-Investment Fund.** The State of Wisconsin offers a Local Government Investment Pool (LGIP) to local government units to enable them to voluntarily invest idle funds in State Investment Fund. Local funds are pooled with state funds and invested by the State Investment Board. There is no minimum or maximum amount that can be invested by a local governmental unit. Interest is earned on a daily basis and withdrawals are generally available on the day of request. Deposits in the LGIP are not covered by federal depository insurance but are subject to coverage under the State Guarantee Fund. Also, the State of Wisconsin Investment Board has obtained a surety bond to protect deposits in the LGIP against defaults in principal payments on the LGIP's investments (subject to certain limitations). The average monthly weighted average maturity of the State Investment Fund's investments for 2020 was 30 days.

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the holder of the investment. The Village's policy is to invest its funds in accordance with provisions of the Wisconsin Statutes previously discussed in Note 1.D.1.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with maturity dates farther into the future are more sensitive to changes in market interest rates. The short weighted average maturities of the investments in the above external investment pool mitigates this risk to the Village.

The Village's investments in the Local Government Investment Pool are measured at amortized cost.

**Fair Value Measurements**

The Village uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures.

The Village follows GASB Statement No. 72 that defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and requires expanded disclosures about fair value measurements. In accordance with this standard, the Village has categorized its investments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Deposits and Investments (Continued)**

**Fair Value Measurements (Continued)**

Financial assets and liabilities recorded on the combined statements of financial position are categorized based on the inputs to the valuation techniques as follows:

*Level 1* – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities.

*Level 2* – Financial assets and liabilities are valued based on quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data.

*Level 3* – Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset, inputs that reflect the reporting entity's own assumptions about the assumptions market participants and would use in pricing the asset.

**B. Long-Term Receivables/Deferred Inflows**

**Housing Rehabilitation Loans Receivable.** The Village has participated in the Small Cities Community Development Block Grant (CDBG) program which was used to finance housing rehabilitation as specified within the contracts signed with the State of Wisconsin.

At December 31, 2020 the Village had outstanding thirty-five (35) deferred mortgage loans totaling \$238,647, these notes become due and payable in the event that the maker:

- a. no longer continues to occupy the premises securing this note as a full-time residence, or
- b. transfers any legal or equitable interest in the mortgaged premises to anyone for any reason.

These loans are recorded as long-term receivables and deferred inflows of resources in the special revenue fund. Collections on these loans are recognized as revenue in the special revenue fund at the time of their receipt. Proceeds from the collection of the above loans are restricted for financing similar rehabilitation projects.

**Northland Ambulance Service Receivable.** The Village borrowed \$250,000 in 2013 to provide financing to the local ambulance district for the purchase of a building that will house the ambulance district. The amount is to be repaid to the Village as payments become due on the loan (see Note 3.E). The Village has recorded a receivable equal to the outstanding balance of the loan (\$150,840) at December 31, 2020.



**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets**

Capital assets activity for the year ended December 31, 2020 is as follows:

**Governmental Activities**

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Not Being Depreciated:				
Land	\$ 478,122	\$ -	\$ -	\$ 478,122
Construction Work In Progress	32,897	120,363	153,260	-
Total Capital Assets Not Being Depreciated	511,019	120,363	153,260	478,122
Capital Assets Being Depreciated:				
Buildings and Improvements	1,336,741	-	-	1,336,741
Equipment and Vehicles	554,103	217,939	30,034	742,008
Infrastructure	2,444,067	65,233	-	2,509,300
Total Capital Assets Being Depreciated	4,334,911	283,172	30,034	4,588,049
Total Capital Assets	4,845,930	403,535	183,294	5,066,171
Accumulated Depreciation:				
Buildings and Improvements	481,773	37,903	-	519,676
Equipment and Vehicles	363,489	30,726	30,034	364,181
Infrastructure	300,682	77,478	-	378,160
Total Accumulated Depreciation	1,145,944	146,107	30,034	1,262,017
Net Capital Assets - Governmental Activities	<u>\$ 3,699,986</u>	<u>\$ 257,428</u>	<u>\$ 153,260</u>	<u>\$ 3,804,154</u>

Depreciation was charged to governmental functions as follows:

General Government	\$ 10,889
Public Safety	8,376
Transportation	103,305
Culture, Recreation and Education	23,537
	<u>\$ 146,107</u>

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets (Continued)**

**Business-Type Activities**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Water Utility:</b>				
Capital Assets Not Being Depreciated:				
Land and Land Rights	\$ 1,838	\$ -	\$ -	\$ 1,838
Capital Assets Being Depreciated:				
Source of Supply	23,845	-	-	23,845
Pumping Plant	99,651	-	-	99,651
Water Treatment	1,581	-	-	1,581
Transmission and Distribution	1,617,961	4,000	-	1,621,961
Administration and General Assets	56,323	-	-	56,323
Total Capital Assets Being Depreciated	<u>1,799,361</u>	<u>4,000</u>	<u>-</u>	<u>1,803,361</u>
 Total Capital Assets	1,801,199	4,000	-	1,805,199
Less Accumulated Depreciation	718,161	40,964	-	759,125
Net Capital Assets - Water Utility	<u>1,083,038</u>	<u>(36,964)</u>	<u>-</u>	<u>1,046,074</u>
 <b>Sewer Utility:</b>				
Capital Assets Not Being Depreciated:				
Land and Land Rights	33,883	-	-	33,883
Capital Assets Being Depreciated:				
Collection System	2,905,192	-	-	2,905,192
Treatment and Disposal Plant	3,739,581	-	-	3,739,581
Administration and General Assets	148,088	-	-	148,088
Total Capital Assets Being Depreciated	<u>6,792,861</u>	<u>-</u>	<u>-</u>	<u>6,792,861</u>
 Total Capital Assets	6,826,744	-	-	6,826,744
Less Accumulated Depreciation	1,414,815	196,847	-	1,611,662
Net Capital Assets - Sewer Utility	<u>5,411,929</u>	<u>(196,847)</u>	<u>-</u>	<u>5,215,082</u>
 <b>Golf Course:</b>				
Capital Assets Not Being Depreciated:				
Land and Land Rights	461,190	-	-	461,190
Capital Assets Being Depreciated:				
Land Improvements	183,083	22,444	-	205,527
Buildings	693,234	-	-	693,234
Equipment and Vehicles	427,612	204,946	3,025	629,533
Infrastructure	306,500	-	-	306,500
Total Capital Assets Being Depreciated	<u>1,610,429</u>	<u>227,390</u>	<u>3,025</u>	<u>1,834,794</u>
 Total Capital Assets	2,071,619	227,390	3,025	2,295,984
Less Accumulated Depreciation	844,414	81,188	3,025	922,577
Net Capital Assets - Golf Course	<u>1,227,205</u>	<u>146,202</u>	<u>-</u>	<u>1,373,407</u>
 Net Capital Assets - Business-Type Activities	<u>\$ 7,722,172</u>	<u>\$ (87,609)</u>	<u>\$ -</u>	<u>\$ 7,634,563</u>

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets (Continued)**

**Business-Type Activities (Continued)**

Depreciation was charged to business-type activities as follows:

Water	\$ 40,964
Sewer	196,847
Golf	81,188
	<u>\$ 318,999</u>

**D. Interfund Receivables, Payables and Transfers**

**Due to/from Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	CDBG Revolving Loan Fund	\$ 1,600

The above interfund balances were for temporary financing of operating expenditures and are expected to be repaid in 2020.

**Advances from/to Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Golf Course Proprietary Fund	\$ 104,000

The general fund advanced the golf course proprietary fund \$30,000 in 2014, in addition to the beginning January 1, 2014 balance of \$95,000, all of which was used to cover golf course operating expenses. During 2020, \$4,000 was repaid to the General Fund. The remaining balance of \$104,000 due to the general fund at December 31, 2020, is expected to be settled as the golf course is financially able.

Interfund balances that are owed within the governmental activities and business-type activities are eliminated in the statement of net position.

**Interfund Transfers**

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>
General Fund	Water Utility	\$ 33,591
Debt Service Fund	General Fund	22,063
		<u>\$ 55,654</u>

The transfer from the water utility fund to the general fund represents the calculated property tax equivalent. The general fund transferred funds to the debt service fund to fund debt requirements related to the Northland Ambulance loan.

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Obligations**

**Changes in Long-Term Obligations**

Changes in long-term obligations of the Village for the year ended December 31, 2020 were as follows:

	Balance 1/1/20	Issued	Retired	Balance 12/31/20	Amounts Due Within One Year
<b>Long-Term Debt:</b>					
<b>Governmental Activities:</b>					
Notes from Direct Borrowings and Direct Placements	\$ 1,463,260	\$ -	\$ 73,948	\$ 1,389,312	\$ 77,563
<b>Business-Type Activities:</b>					
Mortgage Revenue Bonds	2,077,768	-	40,727	2,037,041	41,848
Total Long-Term Debt	<u>\$ 3,541,028</u>	<u>\$ -</u>	<u>\$ 114,675</u>	<u>\$ 3,426,353</u>	<u>\$ 119,411</u>
<b>Other Long-Term Obligations:</b>					
<b>Governmental Activities:</b>					
Personal Time Off Leave	\$ 53,634	\$ -	\$ 7,533	\$ 46,101	\$ 5,155
Unfunded WRS Liability	21,129	-	3,800	17,329	-
	<u>\$ 74,763</u>	<u>\$ -</u>	<u>\$ 11,333</u>	<u>\$ 63,430</u>	<u>\$ 5,155</u>
<b>Business-Type Activities:</b>					
Lease-Purchase Agreements	\$ -	\$ 153,545	\$ -	\$ 153,545	\$ 28,236
Personal Time Off Leave	18,902	2,151	1,817	19,236	1,628
	<u>\$ 18,902</u>	<u>\$ 155,696</u>	<u>\$ 1,817</u>	<u>\$ 172,781</u>	<u>\$ 29,864</u>

The Village's estimated liabilities for employee vacation and sick leave are discussed in Note 4.B.

**General Obligation Long-Term Debt**

All general obligation bonds, notes and other long-term obligations are backed by the full faith and credit of the Village. General obligation long-term debt will be retired by future tax levies accumulated by the debt service fund. The Village's outstanding notes from direct borrowings and direct placements related to governmental activities of \$1,463,260 contain provisions that in the event of default, outstanding amounts become immediately due if the Village is unable to make payment.

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Obligations (Continued)**

**General Obligation Long-Term Debt (Continued)**

**Annual Requirements for Retirement.** Individual general obligation long-term debt issues outstanding at December 31, 2020 and annual requirements for their retirement were as follows:

<b>General Obligation Notes:</b>	<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Promissory note dated 8/15/13, issued \$250,000, final installment 8/15/23, interest at 3.75% (Northland Ambulance)	2021	\$ 16,485	\$ 5,578	\$ 22,063
	2022	17,118	4,945	22,063
	2023	117,236	4,096	121,332
		<u>150,839</u>	<u>14,619</u>	<u>165,458</u>
Promissory note dated 12/10/14, issued \$340,000, final installment 11/30/24 interest at 3.70% (paid off golf course debt)	2021	21,550	8,269	29,819
	2022	22,366	7,453	29,819
	2023	23,213	6,606	29,819
	2024	158,809	5,774	164,583
		<u>225,938</u>	<u>28,102</u>	<u>254,040</u>
Promissory note dated 11/27/19, issued \$1,050,000, final installment 11/27/29 interest at 3.20% (Main Street and Culvert project)	2021	39,528	32,377	71,905
	2022	40,792	31,113	71,905
	2023	42,098	29,807	71,905
	2024	43,367	28,538	71,905
	2025	44,833	27,072	71,905
	2026-2029	801,917	93,539	895,456
		<u>1,012,535</u>	<u>242,446</u>	<u>1,254,981</u>
Total General Obligation Notes		<u>\$ 1,389,312</u>	<u>\$ 285,167</u>	<u>\$ 1,674,479</u>

Minimum annual principal and interest payments required to retire long-term debt as follows:

<u>Year</u>	<u>Governmental Activities</u>		
	<u>Notes from Direct Borrowings and Direct Placements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 77,563	\$ 46,224	\$ 123,787
2022	80,276	43,511	123,787
2023	182,547	40,509	223,056
2024	202,176	34,312	236,488
2025	44,833	27,072	71,905
2026-2029	801,917	93,539	895,456
	<u>\$ 1,389,312</u>	<u>\$ 285,167</u>	<u>\$ 1,674,479</u>

**Debt Limitation.** Section 67.03 of the Wisconsin Statutes restricts Village general obligation debt to 5% of the equalized value of all property in the Village. At December 31, 2020 the Village's debt limitation amounted to \$4,193,310 and indebtedness subject to the limitation totaled \$1,389,312.

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Obligations (Continued)**

**Capital Lease.** On November 4, 2020 the Village entered into a lease-purchase agreement with Wells Fargo Financial Leasing, Inc. for the use of 56 gas golf cars. Monthly payments of \$5,619 is due each May, June, July, August, September and October. No payments are due for November, December, January, February, March and April. No lease payments have been made during 2020.

The assets acquired through the capital lease is as follows:

Equipment	\$ 153,545
Less: Accumulated Depreciation	<u>7,677</u>
	<u>\$ 145,868</u>

Minimum lease payments over the term of the lease are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 28,236	\$ 5,480	\$ 33,716
2022	29,705	4,012	33,717
2023	30,761	2,955	33,716
2024	31,855	1,861	33,716
2025	32,988	728	33,716
	<u>\$ 153,545</u>	<u>\$ 15,036</u>	<u>\$ 168,581</u>

**Mortgage Revenue Bonds**

On June 26, 2013, the Village authorized the issuance of \$217,955 of municipal water system mortgage revenue bonds to the State of Wisconsin under the Safe Drinking Loan Program Financial Assistance Agreement with Principal Forgiveness for the water looping and street project. The bonds bear an interest rate of 1.1550 percent and have a final maturity date of May 1, 2033. The Village's outstanding bonds from direct borrowings related to business-type activities of \$148,441 contain the following provisions in the event of default: 1) Wisconsin Department of Administration can deduct amounts due from any state payments due to the Village or add the amounts 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.

On March 1, 2017, the Village issued sewerage system mortgage revenue bonds, Series 2017, in the amount of \$2,023,000 to replace temporary borrowing which financed costs of rehabilitation of the Village's sewer system. The bonds bear an interest rate of 2.75 percent and have a final maturity date of May 1, 2056. The owners of the revenue bonds hold a mortgage lien on the Village's sewer utility system for the life of the bonds.

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Obligations (Continued)**

**Mortgage Revenue Bonds (Continued)**

Annual requirements for repayment of the revenue bonds at December 31, 2020 are shown below:

	<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Water system revenue bonds dated 6/26/13, issued \$217,955, final installment 5/1/33, interest at 1.16% (water looping and streets project)	2021	\$ 10,648	\$ 1,653	\$ 12,301
	2022	10,771	1,530	12,301
	2023	10,896	1,404	12,300
	2024	11,022	1,404	12,426
	2025	11,149	1,150	12,299
	2026-2030	57,707	3,153	60,860
	2031-2033	36,248	631	36,879
			<u>148,441</u>	<u>10,925</u>
Sewerage system mortgage revenue bonds, Series 2017, dated 3/1/17, \$2,023,000, final installment 5/1/56, interest at 2.75% (sewer utility upgrades)	2021	31,200	51,504	82,704
	2022	32,000	50,635	82,635
	2023	32,900	49,742	82,642
	2024	33,700	48,961	82,661
	2025	34,800	47,885	82,685
	2026-2030	188,700	224,468	413,168
	2031-2035	216,600	196,634	413,234
	2036-2040	248,600	164,757	413,357
	2041-2045	285,400	127,984	413,384
	2046-2050	327,500	84,893	412,393
	2051-2055	375,700	37,590	413,290
2056	81,500	1,118	82,618	
		<u>1,888,600</u>	<u>1,086,171</u>	<u>2,974,771</u>
Total Mortgage Revenue Notes		<u>\$ 2,037,041</u>	<u>\$ 1,097,096</u>	<u>\$ 3,134,137</u>

Minimum annual principal and interest payments required to retire long-term debt as follows:

<u>Year</u>	<u>Business-Type Activities</u>		
	<u>Bonded Debt</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 41,848	\$ 53,157	\$ 95,005
2022	42,771	52,165	94,936
2023	43,796	51,146	94,942
2024	44,722	50,365	95,087
2025	45,949	49,035	94,984
2026-2030	246,407	227,621	474,028
2031-2035	252,848	197,265	450,113
2036-2040	248,600	164,757	413,357
2041-2045	285,400	127,984	413,384
2046-2050	327,500	84,893	412,393
2051-2055	375,700	37,590	413,290
2056	81,500	1,118	82,618
	<u>\$ 2,037,041</u>	<u>\$ 1,097,096</u>	<u>\$ 3,134,137</u>

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Obligations (Continued)**

**Mortgage Revenue Bonds (Continued)**

The Village's full faith and credit do not back these bonds which are backed only by the assets and revenues of the water and sewer utility enterprise funds. The bonds are payable from a pledge of revenues of the water and sewer utility system. Principal and interest paid for the current year and total customer net revenues were \$12,302 and \$42,477 for the water utility enterprise fund. Principal and interest paid for the current year and total customer net revenues were \$82,552 and \$164,308 for the sewer utility enterprise fund.

**Conduit Debt**

The Village was a party to a "joint powers and parity agreement" in 2011 among the Village, City of Amery, the Village of Clear Lake, the Town of Black Brook and the Town of Lincoln (collectively referred to as the Municipalities), Amery Regional Medical Center, Inc. (the Obligor) and Bremer Bank, a national banking association (the Lender) for the purpose of the issuance of \$37.8 million of health care facilities revenue bonds by the Municipalities to the Lender in March 2011 with the proceeds therefrom to be used by the Obligor for capital improvements and debt refinancing. Bonds issued by the Village totaled \$9.8 million. The bonds are subject to repayment solely from payments received by the Lender from the Obligor in accordance with underlying mortgage assignments and related agreements. The bonds are special limited obligations of the Municipalities and do not constitute a moral or general obligation of the Municipalities. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The outstanding balance of the collective debt was \$22,336,000 at December 31, 2020 per audited financial statements of the Obligor.



**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**F. Governmental Fund Balances**

The governmental fund balances reported on the fund financial statements at December 31, 2020 consisted of the following:

	Total	Nonspendable	Restricted	Committed	Assigned	Unassigned
<b>Major Funds:</b>						
General Fund:						
Nonspendable Advances to Other Funds	\$ 104,000	\$ 104,000	\$ -	\$ -	\$ -	\$ -
Nonspendable - Long-Term Receivable	150,840	150,840	-	-	-	-
Assigned (supplementary Schedule B-2)	71,404	-	-	-	71,404	-
Total General Fund	326,244	254,840	-	-	71,404	-
CDBG Revolving Loan Fund	128,917	-	128,917	-	-	-
Machinery Outlay Fund	157,833	-	-	-	157,833	-
Library Fund	90,719	-	-	90,719	-	-
Debt Services Fund:						
Village General Obligation Long-Term Debt	64,019	-	64,019	-	-	-
<b>Nonmajor Funds:</b>						
Special Revenue Funds:						
Cemetery Fund	5,016	-	-	5,016	-	-
Capital Projects Funds:						
Tax Incremental District #2	126,891	-	126,891	-	-	-
Tax Incremental District #3	50,429	-	50,429	-	-	-
Tax Incremental District #4	28,154	-	28,154	-	-	-
Police Squad Fund	29,982	-	-	-	29,982	-
Total Governmental Fund Balances at December 31, 2020	<u>\$ 1,008,204</u>	<u>\$ 254,840</u>	<u>\$ 398,410</u>	<u>\$ 95,735</u>	<u>\$ 259,219</u>	<u>\$ -</u>

**G. Tax Incremental Financing Districts**

The Village has created four tax incremental financing districts (TIF districts or TIDs) in accordance with Section 66.1105 of the Wisconsin Statutes. The purpose of that section is to allow a municipality to recover development and improvement costs in a designated area from the property taxes generated on the increased value of the property after creation of the district. The tax on the increased value is called a tax increment.

TID #1 was closed out in prior years. The resolution creating TID #2 was dated September 4, 2002, the resolution creating TID #3 was dated October 6, 2004 and the resolution creating TID #4 was dated September 10, 2018. At the creation of TID #2, the statutes provided that no project costs could be expended later than seven years after the creation date of the district. The statutes further allowed the municipality to collect tax increments for sixteen years after the last project expenditure is made or until the net project cost of the district had been recovered, whichever occurred first. The State enacted several changes relating to tax incremental districts in 2004 (with amending legislation in 2005). One of these changes extends the expenditure period for all current and future districts, effective October 1, 2004, to five years prior to the termination of the district's unextended maximum life. For those districts that have reached the end of its expenditure period prior to October 1, 2004, it allows a municipality to expend additional project costs included in the project plan (subject to certain conditions). The unextended maximum life of TID #3 and TID #4 is twenty years.

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**G. Tax Incremental Financing Districts (Continued)**

The project plans for the districts, on file in the office of the Village Clerk, detail the proposed projects, the estimated years of construction or site acquisition and the estimated costs of the individual project components of the districts. Project costs uncollected at the dissolution date are absorbed by the municipality.

Accumulated project costs and revenues of TID #2, TID #3 and TID #4 through December 31, 2020 are summarized below:

	<u>TID #2</u>	<u>TID #3</u>	<u>TID #4</u>
<b>Accumulated Project Costs:</b>			
Capital Expenditures	\$ 7,660	\$ -	\$ -
Administration	29,323	21,009	9,030
Developers Agreements	25,000	-	-
Total Project Costs	<u>61,983</u>	<u>21,009</u>	<u>9,030</u>
<b>Accumulated Project Revenues:</b>			
Tax Increments	151,109	71,438	37,184
Minimum Tax Agreements	29,269	-	-
Intergovernmental	8,496	-	-
Total Project Revenues	<u>188,874</u>	<u>71,438</u>	<u>37,184</u>
Future Project Revenues Necessary to Recover Net Costs to Date	<u>\$ (126,891)</u>	<u>\$ (50,429)</u>	<u>\$ (28,154)</u>

**NOTE 4 OTHER INFORMATION**

**A. Wisconsin Retirement System Pension Plan Benefits**

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

*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.

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**A. Wisconsin Retirement System Pension Plan Benefits (Continued)**

*Benefits Provided.* Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and executive service retirement plan participants, if hired on or before December 31, 2016) are entitled to a retirement benefit based on a formula factor, their final average earning 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.

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.

*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, and 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 fiscal reporting period January 1, 2020 through December 31, 2020, the WRS recognized \$49,313 in contributions from the employer.

Contribution rates for 2020 are:

	<u>Employee</u>	<u>Employer</u>
General (including Teachers)	6.75%	7.55%
Executives and Elected Officials	6.75%	7.65%
Protective with Social Security	6.75%	12.44%
Protective without Social Security	6.75%	16.34%

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**B. Wisconsin Retirement System Pension Plan Benefits (Continued)**

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

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2010	(1.3)	22.0
2011	(1.2)	11.0
2012	(7.0)	(7.0)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)

**B. Vacation and Sick Leave Liabilities**

During 2012, the Village eliminated vacation and sick leave accruals and now allows employees to accrue an all-inclusive paid time off (PTO) leave program. PTO leave is granted to employees in varying amounts based on length of service and terms of employment. Employees may carry over a maximum of five PTO leave days at the end of the year. Upon retirement, employees shall be paid for all accrued but unused PTO leave. To be eligible for the maximum benefit, an employee must be a full-time employee and have 15 years of service to the Village.

Liabilities for accumulated PTO leave are not accrued in the Village's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The estimated liabilities for unused vacation and sick leave payable from governmental funds at December 31, 2020 was \$46,101. The estimated liabilities in the proprietary funds at that date was \$19,236.

**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**C. Joint Ventures**

**Ambulance Service.** The Villages of Luck and Frederic and the Townships of Bone Lake, Laketown, Georgetown, Luck, Clam Falls, Lorain, McKinley, Trade Lake and West Sweden jointly operate the local ambulance called the Northland Municipal Ambulance, Inc., which provides ambulance service. The communities share in the operation of the ambulance service through per capita levies.

The governing body is made up of citizens from each community. Local representatives are appointed by the president of the community. The governing body has authority to adopt its own budget and control the financial affairs of the ambulance service.

Summary financial information of the ambulance service as of December 31, 2020 is as follows:

Total assets	\$931,073
Total liabilities	171,102
Total equity	759,971
Net Income (Loss)	118,109
Outstanding debt	150,711

Debt is being repaid with resources of the ambulance service and is secured by the taxing power of the participants. Separately issued audited financial statements are not prepared for the ambulance association. The transactions of the ambulance service are not reflected in the Village's financial statements.

**Fire Association.** The Village of Luck and Townships of Luck, Bone Lake and McKinley jointly operate the local fire department called the Luck Rural Fire Association Inc., which provides fire service. The communities share in the operation of the association through annual tax levies.

The governing body is made up of citizens from each community. Local representative are appointed by the president of the community. The governing body has authority to adopt its own budget and control the financial affairs of the association.

Summary financial information of the association as of December 31, 2020 is as follows:

Total assets	\$1,160,293
Total liabilities	114,990
Total equity	1,045,303
Net Income	(95,590)

Separately issued audited financial statements are not prepared for the fire association. The transactions of the association are not reflected in the Village's financial statements.

**VILLAGE OF LUCK, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**D. Risk Management**

The Village is exposed to various risks of loss related to torts; theft of, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Village. Settled claims have not exceeded this commercial coverage in any of the last three years.

**E. Subsequent Events**

As of December 31, 2020, the Village was committed under an MSA contract for the Siren Southeast Sidewalk Design and Construction project, totaling \$558,092. Phase 1 of the project was completed during 2020 and Phase 2 is currently in the design stages and it is anticipated that the project will be completed during 2021. This project is being financed with proceeds of long-term debt and CDBG grant funding. As of December 31, 2020 \$64,646 remains to be completed and paid.

**F. Contingencies**

During the year, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses, and communities. The full impact of COVID-19 is unknown and cannot be reasonably estimated.

**REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE 1**

**VILLAGE OF LUCK, WISCONSIN  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 432,170	\$ 432,170	\$ 441,701	\$ 9,531
Intergovernmental	294,732	294,732	383,833	89,101
Licenses and Permits	7,100	7,100	18,146	11,046
Fines and Forfeits	2,500	2,500	1,448	(1,052)
Public Charges for Services	1,400	1,400	2,932	1,532
Intergovernmental Charges for Services	-	-	6,685	6,685
Miscellaneous:				
Interest	300	300	1,269	969
Sale of Property	-	-	2,498	2,498
Rent	8,765	8,765	8,739	(26)
Donations	-	-	5,250	5,250
Other	-	-	10,321	10,321
Total Revenues	<u>746,967</u>	<u>746,967</u>	<u>882,822</u>	<u>135,855</u>
<b>EXPENDITURES:</b>				
General Government	156,349	156,349	296,267	(139,918)
Public Safety	280,356	280,356	327,703	(47,347)
Transportation	315,243	315,243	312,967	2,276
Sanitation	5,000	5,000	5,593	(593)
Health and Human Services	250	250	-	250
Culture, Recreation and Education	14,500	14,500	21,436	(6,936)
Conservation and Development	4,269	4,269	65,208	(60,939)
Total Expenditures	<u>775,967</u>	<u>775,967</u>	<u>1,029,174</u>	<u>(253,207)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(29,000)	(29,000)	(146,352)	(117,352)
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers In	29,000	29,000	33,591	4,591
Transfers Out	-	-	(22,063)	(22,063)
Total Other Financing Sources (Uses)	<u>29,000</u>	<u>29,000</u>	<u>11,528</u>	<u>(17,472)</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	-	(134,824)	(134,824)
Fund Balance, January 1	<u>461,068</u>	<u>461,068</u>	<u>461,068</u>	<u>-</u>
<b>FUND BALANCE, DECEMBER 31</b>	<u>\$ 461,068</u>	<u>\$ 461,068</u>	<u>\$ 326,244</u>	<u>\$ (134,824)</u>

See Notes to Required Supplementary Information



**VILLAGE OF LUCK, WISCONSIN**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**DECEMBER 31, 2020**

**BUDGETARY INFORMATION**

GASB Statement No. 34 requires the presentation of budgetary comparison schedules for the general fund and for each major special revenue fund. Budgetary information is derived from the Village's annual operating budget. The Village did not formally adopt a budget for its CDBG revolving loan fund, machinery outlay fund or the Library fund.

The Village's budget is adopted in accordance with Chapter 65 of the Wisconsin Statutes and on a basis consistent with generally accepted accounting principles. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. The Village's legal budget is adopted at the major function level in the general fund (i.e., general government) and at the fund level in all other funds. The Village exercises budgetary expenditure control at the department level.

Budget amounts in the financial statements include both original adopted budget and the final budget. Changes to the budget during the year, if any, generally include amendments authorized by the governing body, additions of approved carryover amounts and appropriations of revenues and other sources for specified expenditures/uses. Appropriated budget amounts in the general fund lapse at the end of the year unless specifically carried over for financing subsequent year expenditures.

**EXCESS OF EXPENDITURES OVER BUDGET**

Comparisons of actual revenues and expenditures to budgeted amounts for the Village's general fund are presented as required supplementary information following the notes to the basic financial statements. Expenditures in excess of budgeted amounts at the legally adopted levels for each of these funds are shown in those schedules.

## **SUPPLEMENTARY INFORMATION**

**COMBINING AND INDIVIDUAL FUND STATEMENTS**

VILLAGE OF LUCK, WISCONSIN  
 NONMAJOR GOVERNMENTAL FUNDS  
 COMBINING BALANCE SHEET  
 DECEMBER 31, 2020

	Capital Projects Funds						Total Nonmajor Governmental Funds
	Special Revenue Fund - Cemetery Fund	Tax Incremental District #2	Tax Incremental District #3	Tax Incremental District #4	Police Squad Fund	Total Capital Projects Funds	
<b>ASSETS</b>							
Cash and Investments	\$ 5,016	\$ 126,891	\$ 50,429	\$ 28,154	\$ 29,982	\$ 235,456	\$ 240,472
Taxes Receivable	-	58,742	18,599	29,487	12,000	118,828	118,828
<b>Total Assets</b>	<u>\$ 5,016</u>	<u>\$ 185,633</u>	<u>\$ 69,028</u>	<u>\$ 57,641</u>	<u>\$ 41,982</u>	<u>\$ 354,284</u>	<u>\$ 359,300</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
<b>Deferred Inflows of Resources:</b>							
Subsequent Year's Property Taxes	\$ -	\$ 58,742	\$ 18,599	\$ 29,487	\$ 12,000	\$ 118,828	\$ 118,828
<b>Fund Balances:</b>							
Restricted	-	126,891	50,429	28,154	-	205,474	205,474
Committed	5,016	-	-	-	-	-	5,016
Assigned	-	-	-	-	29,982	29,982	29,982
<b>Total Fund Balances</b>	<u>5,016</u>	<u>126,891</u>	<u>50,429</u>	<u>28,154</u>	<u>29,982</u>	<u>235,456</u>	<u>240,472</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 5,016</u>	<u>\$ 185,633</u>	<u>\$ 69,028</u>	<u>\$ 57,641</u>	<u>\$ 41,982</u>	<u>\$ 354,284</u>	<u>\$ 359,300</u>

**VILLAGE OF LUCK, WISCONSIN  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
YEAR ENDED DECEMBER 31, 2020**

	Special Revenue Fund - Cemetery Fund	Capital Projects Funds				Total Capital Projects Funds	Total Nonmajor Governmental Funds
		Tax Incremental District #2	Tax Incremental District #3	Tax Incremental District #4	Police Squad Fund		
<b>REVENUES:</b>							
Taxes	\$ -	\$ 125,466	\$ 16,411	\$ 37,184	\$ 12,000	\$ 191,061	\$ 191,061
Intergovernmental	-	348	-	-	-	348	348
Miscellaneous:							
Interest on Investments	9	-	-	-	164	164	173
Sale of Property	-	-	-	-	9,000	9,000	9,000
Other	150	-	-	-	-	-	150
Total Revenues	<u>159</u>	<u>125,814</u>	<u>16,411</u>	<u>37,184</u>	<u>21,164</u>	<u>200,573</u>	<u>200,732</u>
<b>EXPENDITURES:</b>							
Public Safety	-	-	-	-	31,179	31,179	31,179
Health and Human Services	560	-	-	-	-	-	560
Conservation and Development	-	1,875	1,874	150	-	3,899	3,899
Total Expenditures	<u>560</u>	<u>1,875</u>	<u>1,874</u>	<u>150</u>	<u>31,179</u>	<u>35,078</u>	<u>35,638</u>
<b>NET CHANGE IN FUND BALANCES</b>	(401)	123,939	14,537	37,034	(10,015)	165,495	165,094
Fund Balances (Deficits), January 1	<u>5,417</u>	<u>2,952</u>	<u>35,892</u>	<u>(8,880)</u>	<u>39,997</u>	<u>69,961</u>	<u>75,378</u>
<b>FUND BALANCES (DEFICITS), DECEMBER 31</b>	<u>\$ 5,016</u>	<u>\$ 126,891</u>	<u>\$ 50,429</u>	<u>\$ 28,154</u>	<u>\$ 29,982</u>	<u>\$ 235,456</u>	<u>\$ 240,472</u>

**VILLAGE OF LUCK, WISCONSIN  
GENERAL FUND  
DETAILED BALANCE SHEET  
DECEMBER 31, 2020  
(WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2019)**

	2020	2019
<b>ASSETS</b>		
Treasurer's Cash and Investments	\$ 184,803	\$ 324,393
Taxes Receivable:		
Current Tax Roll	291,096	285,870
Delinquent Personal Property Taxes	2,312	1,627
Other Accounts Receivable	5,262	7,570
Long-Term Receivable from Northland Ambulance	150,840	166,690
Due from Other Governments	30,000	16,573
Advance to Golf Course Fund	104,000	108,000
Due from Other Funds	1,600	1,600
Advance to Tax Incremental District #4	-	8,880
	<b>\$ 769,913</b>	<b>\$ 921,203</b>
Total Assets	<b>\$ 769,913</b>	<b>\$ 921,203</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>		
<b>Liabilities:</b>		
Vouchers Payable	\$ 44,364	\$ 28,991
Payroll Liabilities	3,248	19,396
Mobile Home Fees Due School	3,969	3,879
Total Liabilities	51,581	52,266
<b>Deferred Inflows of Resources:</b>		
Tax Roll Items:		
General Property Taxes	392,088	407,869
<b>Fund Balance:</b>		
Nonspendable:		
For Advance to TID Fund	-	8,880
For Long-Term Receivable - Northland Ambulance	150,840	166,690
Committed:		
For Advance to Golf Course	104,000	108,000
Assigned:		
For Ordinances	-	7,578
For Computers	-	1,334
For Retirement Severance	496	38,746
For Office Outlay	-	18,236
For Street Outlay	4,846	1,824
For Room Tax - Tourism	30,003	25,890
For Room Tax - Village	8,667	6,904
For Playground Equipment	16,510	13,444
For ATV Park	2,469	2,457
For Skating Rink	4,628	4,628
For Cemetery Outlay	3,785	3,776
For Mapping	-	2,250
Unassigned	-	50,431
Total Fund Balance	326,244	461,068
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<b>\$ 769,913</b>	<b>\$ 921,203</b>

**VILLAGE OF LUCK, WISCONSIN  
GENERAL FUND  
STATEMENT OF CHANGES IN FUND BALANCE  
YEAR ENDED DECEMBER 31, 2020**

	Balance (Overdraft) 1/1/20	Village Property Taxes	Other Revenues/ Sources	Transfers				Total Available	Expenditures/ Other Uses	Balance (Overdraft) 12/31/20
				General Fund		Other Funds				
				In	Out	In	Out			
<b>Nonspendable:</b>										
For Advance to Other Funds	\$ 116,880	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 116,880	\$ 12,880	\$ 104,000
For Long-Term Receivable - Northland Ambulance	166,690	-	-	-	15,850	-	-	150,840	-	150,840
Total Nonspendable	<u>283,570</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,850</u>	<u>-</u>	<u>-</u>	<u>267,720</u>	<u>12,880</u>	<u>254,840</u>
<b>Assigned:</b>										
Carryover Funds:										
For Ordinances	7,578	-	-	-	5,834	-	-	1,744	1,744	-
For Computer	1,334	-	6	-	1,340	-	-	-	-	-
For Retirement Severance	38,746	-	142	-	38,392	-	-	496	-	496
For Office Outlay	18,236	6,000	-	96,185	-	-	-	120,421	120,421	-
For Street Outlay	1,824	82,500	-	-	-	-	-	84,324	79,478	4,846
For Room Tax - Tourism	25,890	-	6,851	-	-	-	-	32,741	2,738	30,003
For Room Tax - Village	6,904	-	2,936	-	-	-	-	9,840	1,173	8,667
For Playground Equipment	13,444	3,000	66	-	-	-	-	16,510	-	16,510
For ATV Park	2,457	-	12	-	-	-	-	2,469	-	2,469
For Skating Rink	4,628	-	-	-	-	-	-	4,628	-	4,628
For Cemetery Outlay	3,776	-	9	-	-	-	-	3,785	-	3,785
For Mapping	2,250	750	-	-	3,000	-	-	-	-	-
Less: Overdrafts in Above Designated Accounts	-	-	-	-	-	-	-	-	-	-
Total Assigned	<u>127,067</u>	<u>92,250</u>	<u>10,022</u>	<u>96,185</u>	<u>48,566</u>	<u>-</u>	<u>-</u>	<u>276,958</u>	<u>205,554</u>	<u>71,404</u>
<b>Unassigned:</b>										
General Village	50,431	315,620	464,930	64,416	96,185	33,591	22,063	810,740	810,740	-
Total Unassigned	<u>50,431</u>	<u>315,620</u>	<u>464,930</u>	<u>64,416</u>	<u>96,185</u>	<u>33,591</u>	<u>22,063</u>	<u>810,740</u>	<u>810,740</u>	<u>-</u>
Total General Fund	<u>\$ 461,068</u>	<u>\$ 407,870</u>	<u>\$ 474,952</u>	<u>\$ 160,601</u>	<u>\$ 160,601</u>	<u>\$ 33,591</u>	<u>\$ 22,063</u>	<u>\$ 1,355,418</u>	<u>\$ 1,029,174</u>	<u>\$ 326,244</u>

**VILLAGE OF LUCK, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES – BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2020  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020			Variance - Positive (Negative)	2019 Actual
	Adopted Budget	Final Budget	Actual		
<b>REVENUES:</b>					
<b>Taxes:</b>					
General Property Taxes	\$ 407,870	\$ 407,870	\$ 407,870	\$ -	\$ 383,835
Mobile Home Parking Permit Fees	8,500	8,500	4,857	(3,643)	4,020
Room Tax	-	-	9,787	9,787	11,911
Payments in Lieu of Taxes:					
Housing Authority	2,500	2,500	2,500	-	2,500
United Pioneer Apartments	2,000	2,000	4,000	2,000	2,000
United Pioneer Nursing Home	11,300	11,300	12,686	1,386	11,459
Interest on Delinquent Taxes	-	-	1	1	5
Total Taxes	432,170	432,170	441,701	9,531	415,730
<b>Intergovernmental:</b>					
Federal Aid - Routes to Recovery	-	-	30,373	30,373	-
Federal Aid - Emergency Disaster Aid	-	-	274	274	-
Federal Aid - Election Aid	-	-	20,000	20,000	-
Federal Aid - CDBG	-	-	50,000	50,000	-
State Shared Taxes	186,219	186,219	168,749	(17,470)	186,237
State Shared Taxes-Expenditure Restraint	14,694	14,694	14,694	-	15,272
Personal Property Aid	2,239	2,239	2,239	-	2,235
State Transportation Aids	87,767	87,767	87,867	100	76,406
State LRIP Aids	-	-	-	-	10,793
Fire Insurance Taxes	2,500	2,500	3,423	923	3,216
Exempt Computer Aid	505	505	505	-	505
Law Enforcement Aids	800	800	4,800	4,000	2,154
Comprehensive Planning Grant	-	-	901	901	-
In Lieu of Taxes on State					
Conservation Land	8	8	8	-	8
Total Intergovernmental	294,732	294,732	383,833	89,101	296,826
<b>Licenses and Permits:</b>					
<b>Licenses:</b>					
Liquor and Malt Beverage	2,975	2,975	2,925	(50)	3,005
Operators	1,700	1,700	1,520	(180)	1,590
Cigarette	200	200	300	100	300
Dog	300	300	277	(23)	473
Cable TV Franchise	-	-	6,697	6,697	6,785
Mobile Home Park	100	100	100	-	100
Sundry	500	500	390	(110)	285
<b>Permits:</b>					
Construction	525	525	5,937	5,412	4,616
Variance	800	800	-	(800)	400
Total Licenses and Permits	7,100	7,100	18,146	11,046	17,554
<b>Fines and Forfeits:</b>					
Court Penalties	2,500	2,500	1,448	(1,052)	1,762



**VILLAGE OF LUCK, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2020  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020		Actual	Variance - Positive (Negative)	2019 Actual
	Adopted Budget	Final Budget			
<b>REVENUES: (CONTINUED)</b>					
<b>Public Charges for Services:</b>					
License Publication Fees	\$ -	\$ -	\$ 64	\$ 64	\$ 54
Street Department	100	100	-	(100)	4,343
Animal Control	100	100	20	(80)	25
Spring Cleanup Fees	500	500	1,833	1,333	939
Search Fees	700	700	1,015	315	945
Total Public Charges for Services	1,400	1,400	2,932	1,532	6,306
<b>Intergovernmental Charges for Services:</b>					
School Liason Program	-	-	6,685	6,685	-
<b>Miscellaneous:</b>					
Interest on Investments	300	300	1,269	969	4,147
Sale of Property	-	-	2,498	2,498	120
Rent of Village Property:					
Tower Space	8,765	8,765	8,739	(26)	9,468
Other:					
Donations	-	-	5,250	5,250	16,000
Insurance Recoveries	-	-	-	-	3,248
Insurance Dividends	-	-	4,089	4,089	-
Miscellaneous	-	-	6,232	6,232	6,967
Total Miscellaneous	9,065	9,065	28,077	19,012	39,950
<b>Total Revenues</b>	<b>746,967</b>	<b>746,967</b>	<b>882,822</b>	<b>135,855</b>	<b>778,128</b>
<b>EXPENDITURES:</b>					
<b>General Government:</b>					
Village Board Per Diems/Fringe Benefits	9,689	9,689	9,689	-	9,689
Village Board - Other	150	150	571	(421)	-
Legislative Support	588	588	553	35	540
Village Attorney	3,000	3,000	425	2,575	520
Codification of Ordinances	-	-	1,744	(1,744)	1,918
Village President Office	3,730	3,730	3,222	508	3,488
Village Administration Wages/Fringe Benefits	68,117	68,117	70,457	(2,340)	66,096
Village Administration - Other	2,000	2,000	339	1,661	2,921
Village Hall/Shop Technology Support	2,000	2,000	1,500	500	3,225
Office Supplies	3,700	3,700	4,418	(718)	5,072
Elections	6,500	6,500	15,176	(8,676)	3,107
Special Accounting and Auditing	7,500	7,500	7,531	(31)	7,400
Assessment of Property	4,375	4,375	5,119	(744)	5,560
Municipal Building	12,000	12,000	27,011	(15,011)	12,853
Municipal Building Outlay (Carryover)	6,000	6,000	120,421	(114,421)	22,584
Property, Liability and Workers Compensation Insurance	27,000	27,000	28,020	(1,020)	24,978
Miscellaneous	-	-	30	(30)	357
Illegal Taxes and Tax Refunds	-	-	41	(41)	895
Total General Government	156,349	156,349	296,267	(139,918)	171,203

**VILLAGE OF LUCK, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2020  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020			Variance - Positive (Negative)	2019 Actual
	Adopted Budget	Final Budget	Actual		
<b>EXPENDITURES: (CONTINUED)</b>					
<b>Public Safety:</b>					
Police Department Wages/Fringe Benefits	\$ 211,000	\$ 211,000	\$ 228,231	\$ (17,231)	\$ 208,366
Police Department - Other	24,400	24,400	28,500	(4,100)	23,247
Police Legal Counsel	1,200	1,200	1,310	(110)	150
Fire Department Administration	27,736	27,736	36,360	(8,624)	32,742
State 2% Fire Aid to Fire Department	2,500	2,500	3,423	(923)	3,216
Ambulance Assessment	13,020	13,020	13,020	-	13,020
Ambulance - State Funding	-	-	16,573	(16,573)	-
Civil Defense Siren	500	500	286	214	1,284
Total Public Safety	<u>280,356</u>	<u>280,356</u>	<u>327,703</u>	<u>(47,347)</u>	<u>282,025</u>
<b>Transportation:</b>					
Garages and Sheds	11,700	11,700	10,025	1,675	10,525
Machinery and Equipment	4,000	4,000	5,217	(1,217)	20,165
Street Repair and Maintenance - Other	21,500	21,500	15,928	5,572	43,416
Public Works Wages/Fringe Benefits	154,243	154,243	168,934	(14,691)	165,229
Street Outlay (Carryover)	82,500	82,500	79,478	3,022	105,055
Downtown Beautification	1,100	1,100	-	1,100	255,456
Uniforms	1,000	1,000	1,246	(246)	939
Street Cleaning - Other	1,400	1,400	1,934	(534)	1,037
Snow and Ice Control - Other	14,500	14,500	9,296	5,204	14,183
Street Signage	800	800	537	263	85
Street Lighting	22,500	22,500	20,372	2,128	20,485
Total Transportation	<u>315,243</u>	<u>315,243</u>	<u>312,967</u>	<u>2,276</u>	<u>636,575</u>
<b>Sanitation:</b>					
Refuse Collection	5,000	5,000	5,593	(593)	5,187
<b>Health and Human Services:</b>					
Women's Shelter	200	200	-	200	-
Dog Pound	50	50	-	50	-
Total Health and Human Services	<u>250</u>	<u>250</u>	<u>-</u>	<u>250</u>	<u>-</u>
<b>Culture, Recreation and Education:</b>					
Celebrations and Entertainment	1,500	1,500	525	975	1,205
Parks Wages/Fringe Benefits	-	-	-	-	33
Parks - Other	12,000	12,000	19,522	(7,522)	8,116
Cable TV	-	-	1,389	(1,389)	1,842
Cemetery Outlay (Carryover)	1,000	1,000	-	1,000	-
Total Culture, Recreation and Education	<u>14,500</u>	<u>14,500</u>	<u>21,436</u>	<u>(6,936)</u>	<u>11,196</u>

**VILLAGE OF LUCK, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2020  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020			Variance - Positive (Negative)	2019 Actual
	Adopted Budget	Final Budget	Actual		
<b>EXPENDITURES: (CONTINUED)</b>					
<b>Conservation and Development:</b>					
Advertising and Promotion	\$ -	\$ -	\$ 4,816	\$ (4,816)	\$ 8,466
Economic Development	1,119	1,119	1,119	-	1,119
Mapping (Carryover)	750	750	-	750	-
CDBG Housing Study	-	-	51,359	(51,359)	1,820
Zoning Expenditures	2,400	2,400	7,914	(5,514)	6,569
Total Conservation and Development	<u>4,269</u>	<u>4,269</u>	<u>65,208</u>	<u>(60,939)</u>	<u>17,974</u>
<b>Total Expenditures</b>	<u>775,967</u>	<u>775,967</u>	<u>1,029,174</u>	<u>(253,207)</u>	<u>1,124,160</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(29,000)	(29,000)	(146,352)	(117,352)	(346,032)
<b>OTHER FINANCING SOURCES:</b>					
Long-Term Debt Issued	-	-	-	-	450,000
Transfers In-Water Utility Tax Equivalents	29,000	29,000	33,591	4,591	29,410
Transfers Out - Debt Service Fund	-	-	(22,063)	(22,063)	(48,117)
<b>Total Other Financing Sources</b>	<u>29,000</u>	<u>29,000</u>	<u>11,528</u>	<u>(17,472)</u>	<u>431,293</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	-	(134,824)	(134,824)	85,261
Fund Balance, January 1	<u>461,068</u>	<u>461,068</u>	<u>461,068</u>	-	<u>375,807</u>
<b>FUND BALANCE, DECEMBER 31</b>	<u>\$ 461,068</u>	<u>\$ 461,068</u>	<u>\$ 326,244</u>	<u>\$ (134,824)</u>	<u>\$ 461,068</u>

**VILLAGE OF LUCK, WISCONSIN**  
**WATER UTILITY ENTERPRISE FUND**  
**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2020**  
(WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2019)

	2020	2019
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and Investments:		
General Accounts	\$ 117,466	\$ 129,682
Segregated Account:		
Water Plant Replacement	82,628	74,261
Petty Cash	50	50
Customer Accounts Receivable	45,618	44,425
Accounts Receivable on Tax Roll	1,235	1,485
Materials and Supplies	8,507	8,195
Total Current Assets	255,504	258,098
<b>Capital Assets:</b>		
Utility Plant in Service	1,805,199	1,801,199
Less Accumulated Depreciation	759,125	718,161
Total Capital Assets	1,046,074	1,083,038
 Total Assets	 \$ 1,301,578	 \$ 1,341,136
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ 1,828	\$ 1,341
Accrued Interest	286	306
Accrued Employee Benefits - Current Portion	575	670
Current Portion of Long-Term Debt	10,648	10,527
Total Current Liabilities	13,337	12,844
<b>Long-Term Liabilities:</b>		
Accrued Employee Benefits	6,219	6,301
Water System Revenue Bonds	137,793	148,441
Total Long-Term Liabilities	144,012	154,742
 Total Liabilities	 157,349	 167,586
<b>NET POSITION</b>		
Net Investment in Capital Assets	897,633	924,070
Unrestricted	246,596	249,480
Total Net Position	1,144,229	1,173,550
 Total Liabilities and Net Position	 \$ 1,301,578	 \$ 1,341,136

**VILLAGE OF LUCK, WISCONSIN  
WATER UTILITY ENTERPRISE FUND  
STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN NET POSITION  
YEAR ENDED DECEMBER 31, 2020  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	<u>2020</u>	<u>2019</u>
<b>OPERATING REVENUES:</b>		
Sales of Water:		
Residential	\$ 70,098	\$ 68,957
Commercial	20,507	22,311
Industrial	5,317	6,634
Public Authorities	3,607	3,907
Public Fire Protection	62,926	62,959
Private Fire Protection	2,952	2,952
Multi-Family Residential	9,209	9,796
Total Sales of Water	<u>174,616</u>	<u>177,516</u>
Other Operating Revenues:		
Forfeited Discounts	174	875
Meter Use Charge to Sewer Utility	7,388	7,277
Miscellaneous Operating Revenues	<u>582</u>	<u>1,482</u>
Total Other Operating Revenues	<u>8,144</u>	<u>9,634</u>
 Total Operating Revenues	 182,760	 187,150
<b>OPERATING EXPENSES:</b>		
Operation and Maintenance	140,283	119,565
Depreciation	<u>40,964</u>	<u>40,887</u>
Total Operating Expenses	<u>181,247</u>	<u>160,452</u>
 <b>OPERATING INCOME</b>	 1,513	 26,698
<b>NONOPERATING REVENUES (EXPENSES):</b>		
Interest Revenue	512	1,923
Interest Expense on Long-Term Debt	<u>(1,755)</u>	<u>(1,876)</u>
Total Nonoperating Revenues (Expenses)	<u>(1,243)</u>	<u>47</u>
 <b>INCOME BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS</b>	 270	 26,745
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS:</b>		
Capital Assets Financed by Customers and Grants	4,000	-
Transfer to General Fund - Property Tax Equivalent	<u>(33,591)</u>	<u>(29,410)</u>
Total Capital Contributions and Transfers	<u>(29,591)</u>	<u>(29,410)</u>
 <b>CHANGE IN NET POSITION</b>	 (29,321)	 (2,665)
Net Position, January 1	<u>1,173,550</u>	<u>1,176,215</u>
 <b>NET POSITION, DECEMBER 31</b>	 <u>\$ 1,144,229</u>	 <u>\$ 1,173,550</u>

**SCHEDULE C-3**

**VILLAGE OF LUCK, WISCONSIN  
WATER UTILITY ENTERPRISE FUND  
STATEMENT OF CASH FLOWS  
YEAR ENDED DECEMBER 31, 2020  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	<u>2020</u>	<u>2019</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received from Utility Customers	\$ 111,503	\$ 116,562
Cash Received from Public Fire Protection	62,926	62,959
Cash Received from Sewer Share of Meter Related Expenses	7,388	7,277
Cash Payments to Suppliers for Goods and Services	(57,129)	(42,707)
Cash Payments for Employee Services	<u>(83,156)</u>	<u>(79,037)</u>
Net Cash Provided by Operating Activities	41,532	65,054
 <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Transfers to General Fund - Payments of Tax Equivalents	(33,591)	(29,410)
 <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Cash Payments for Capital Assets	-	(1,156)
Cash Paid for Principal on Long-Term Debt	(10,527)	(10,407)
Cash Paid for Interest on Long-Term Debt	<u>(1,775)</u>	<u>(1,896)</u>
Net Cash Used by Capital and Related Financing Activities	(12,302)	(13,459)
 <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on Investments	<u>512</u>	<u>1,923</u>
 <b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(3,849)	24,108
 <b>CASH AND CASH EQUIVALENTS, JANUARY 1</b>	<u>203,993</u>	<u>179,885</u>
 <b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	<u><u>\$ 200,144</u></u>	<u><u>\$ 203,993</u></u>
 <b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Operating Income	\$ 1,513	\$ 26,698
Adjustments to Reconcile Operating Income to Net Cash		
Provided by Operating Activities:		
Depreciation	40,964	40,887
(Increase) Decrease in Assets:		
Customer Accounts Receivable	(1,193)	310
Inventories	(312)	(315)
Accounts Receivable on Tax Roll	250	(662)
Increase (Decrease) in Liabilities:		
Accounts Payable	487	66
Accrued Employee Benefits	<u>(177)</u>	<u>(1,930)</u>
Net Cash Provided by Operating Activities	<u><u>\$ 41,532</u></u>	<u><u>\$ 65,054</u></u>

**VILLAGE OF LUCK, WISCONSIN**  
**WATER UTILITY ENTERPRISE FUND**  
**SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES**  
**YEAR ENDED DECEMBER 31, 2020**  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)

	<u>2020</u>	<u>2019</u>
<b>Operation:</b>		
Salaries and Wages	\$ 13,750	\$ 12,570
Fuel or Power Purchased for Pumping	6,906	6,653
Chemicals	5,450	2,667
Operating Supplies and Expenses	5,045	5,217
Transportation Expense	444	818
Total Operation	<u>31,595</u>	<u>27,925</u>
<b>Maintenance:</b>		
Repairs to Plant	24,392	14,097
<b>Administrative and General:</b>		
Administrative and General Salaries	41,220	40,088
Office Supplies and Expenses	3,757	3,682
Outside Services Employed	4,600	4,500
Insurance Expense	3,633	3,367
Employees Pensions and Benefits	23,768	20,396
FICA Taxes	4,241	4,053
Miscellaneous General	3,077	1,457
Total Administrative and General	<u>84,296</u>	<u>77,543</u>
<b>Total Operation and Maintenance Expenses</b>	<u><u>\$ 140,283</u></u>	<u><u>\$ 119,565</u></u>

**VILLAGE OF LUCK, WISCONSIN**  
**SEWER UTILITY ENTERPRISE FUND**  
**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2020**  
(WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2019)

	<u>2020</u>	<u>2019</u>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and Investments:		
General Accounts	\$ 171,644	\$ 120,330
Segregated Accounts:		
Sewer Main Replacement and Repair	41,138	32,975
Sludge Removal Account	81,272	80,873
Customer Accounts Receivable	86,255	85,983
Materials and Supply Inventories	3,399	3,329
Total Current Assets	<u>383,708</u>	<u>323,490</u>
<b>Restricted Assets:</b>		
Equipment Replacement Fund	190,559	153,647
<b>Capital Assets:</b>		
Utility Plant in Service	6,826,744	6,826,744
Less Accumulated Depreciation	<u>1,611,662</u>	<u>1,414,815</u>
Total Capital Assets	<u>5,215,082</u>	<u>5,411,929</u>
 Total Assets	 <u><u>\$ 5,789,349</u></u>	 <u><u>\$ 5,889,066</u></u>
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ 15,189	\$ 3,342
Accrued Employee Benefits - Current Portion	575	670
Accrued Interest Payable	8,751	8,891
Current Portion of Sewerage System Mortgage Revenue Bonds	<u>31,200</u>	<u>30,200</u>
Total Current Liabilities	55,715	43,103
<b>Long-Term Liabilities:</b>		
Accrued Employee Benefits	6,218	6,301
Sewerage System Mortgage Revenue Bonds	<u>1,857,400</u>	<u>1,888,600</u>
Total Long-Term Liabilities	<u>1,863,618</u>	<u>1,894,901</u>
 Total Liabilities	 1,919,333	 1,938,004
<b>NET POSITION</b>		
Net Investment in Capital Assets	3,326,482	3,493,129
Restricted for Equipment Replacement	190,559	153,647
Unrestricted	<u>352,975</u>	<u>304,286</u>
Total Net Position	<u>3,870,016</u>	<u>3,951,062</u>
 Total Liabilities and Net Position	 <u><u>\$ 5,789,349</u></u>	 <u><u>\$ 5,889,066</u></u>



**VILLAGE OF LUCK, WISCONSIN**  
**SEWER UTILITY ENTERPRISE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION**  
**YEAR ENDED DECEMBER 31, 2020**  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)

	<u>2020</u>	<u>2019</u>
<b>OPERATING REVENUES:</b>		
Sewerage Revenues:		
Residential	\$ 203,145	\$ 202,189
Commercial	70,727	78,825
Industrial	9,497	11,984
Public Authorities	13,866	15,284
Multi-Family Residential	34,623	36,726
Total Sewerage Revenues	<u>331,858</u>	<u>345,008</u>
Other Operating Revenues:		
Forfeited Discounts	182	1,365
Miscellaneous	2,739	210
Total Other Operating Revenues	<u>2,921</u>	<u>1,575</u>
 Total Operating Revenues	 334,779	 346,583
 <b>OPERATING EXPENSES:</b>		
Operation and Maintenance	170,471	192,434
Depreciation	196,847	196,848
Total Operating Expenses	<u>367,318</u>	<u>389,282</u>
 <b>OPERATING LOSS</b>	 (32,539)	 (42,699)
 <b>NONOPERATING REVENUES (EXPENSES)</b>		
Interest Revenue	1,204	4,567
Insurance Recovery for Property Damages	2,501	-
Interest Expense	(52,212)	(53,036)
Total Nonoperating Revenues (Expenses)	<u>(48,507)</u>	<u>(48,469)</u>
 <b>CHANGE IN NET POSITION</b>	 (81,046)	 (91,168)
 <b>NET POSITION, JANUARY 1</b>	 <u>3,951,062</u>	 <u>4,042,230</u>
 <b>NET POSITION, DECEMBER 31</b>	 <u>\$ 3,870,016</u>	 <u>\$ 3,951,062</u>

**VILLAGE OF LUCK, WISCONSIN**  
**SEWER UTILITY ENTERPRISE FUND**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2020**  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)

	<u>2020</u>	<u>2019</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received from Utility Customers	\$ 334,507	\$ 344,981
Cash Paid for Sewer Share of Meter Related Expense	(7,388)	(7,277)
Cash Payments to Suppliers for Goods and Services	(75,805)	(109,238)
Cash Payments for Employee Services	(75,679)	(78,533)
Net Cash Provided by Operating Activities	<u>175,635</u>	<u>149,933</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Cash Received from Insurance Recoveries	2,501	-
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Cash Paid for Retirement of Long-Term Debt	(30,200)	(29,500)
Cash Paid for Interest on Long-Term Debt	(52,352)	(53,173)
Net Cash Used by Capital and Related Financing Activities	<u>(82,552)</u>	<u>(82,673)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on Investments	<u>1,204</u>	<u>4,567</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	96,788	71,827
<b>CASH AND CASH EQUIVALENTS, JANUARY 1</b>	<u>387,825</u>	<u>315,998</u>
<b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	<u><u>\$ 484,613</u></u>	<u><u>\$ 387,825</u></u>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Operating Loss	\$ (32,539)	\$ (42,699)
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:		
Depreciation	196,847	196,848
(Increase) Decrease in Assets:		
Customer Accounts Receivable	(272)	(1,602)
Inventories	(70)	87
Increase (Decrease) in Liabilities:		
Accounts Payable	11,847	(772)
Accrued Employee Benefits	(178)	(1,929)
Net Cash Provided by Operating Activities	<u><u>\$ 175,635</u></u>	<u><u>\$ 149,933</u></u>
<b>RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS:</b>		
Cash and Investments per Statement of Net Position:		
Cash and Investments	\$ 294,054	\$ 234,178
Cash and Investments - Restricted	190,559	153,647
Cash and Cash Equivalents	<u><u>\$ 484,613</u></u>	<u><u>\$ 387,825</u></u>

**VILLAGE OF LUCK, WISCONSIN  
SEWER UTILITY ENTERPRISE FUND  
SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES  
YEAR ENDED DECEMBER 31, 2020  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	<u>2020</u>	<u>2019</u>
<b>Operation:</b>		
Supervision and Labor	\$ 8,817	\$ 12,314
Power and Fuel for Pumping	25,740	26,196
Outside Testing Service	15,060	12,361
Operating Supplies and Expenses	2,742	3,073
Transportation Expenses	1,390	1,876
Total Operation of Plant	<u>53,749</u>	<u>55,820</u>
<b>Maintenance:</b>		
Sewage Collection System	13,920	27,499
General Plant	9,602	18,066
Total Maintenance of Plant	<u>23,522</u>	<u>45,565</u>
<b>Administrative and General:</b>		
Administrative and General Salaries	41,221	40,088
Meter Use Charge	7,388	7,277
Office Supplies and Expenses	4,761	4,733
Outside Services Employed	4,200	4,100
Insurance Expenses	7,845	5,306
Employees Pensions and Benefits	21,778	20,342
FICA Taxes	3,685	3,860
Miscellaneous General Expenses	2,322	5,343
Total Administrative and General	<u>93,200</u>	<u>91,049</u>
 <b>Total Operation and Maintenance Expenses</b>	 <u><u>\$ 170,471</u></u>	 <u><u>\$ 192,434</u></u>

**VILLAGE OF LUCK, WISCONSIN  
GOLF COURSE ENTERPRISE FUND  
STATEMENT OF NET POSITION  
DECEMBER 31, 2020  
(WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2019)**

	<u>2020</u>	<u>2019</u>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and Investments:		
General Accounts	\$ 371,699	\$ 160,011
Segregated Investments:		
Donations Account	2,215	4,754
Accounts Receivable	3,091	3,115
Prepayments	-	8,490
Inventories	1,623	4,467
Total Current Assets	<u>378,628</u>	<u>180,837</u>
<b>Capital Assets:</b>		
Plant in Service:		
Property and Plant in Service	2,295,984	2,071,619
Less Accumulated Depreciation	922,577	844,414
Total Capital Assets	<u>1,373,407</u>	<u>1,227,205</u>
Total Assets	<u>\$ 1,752,035</u>	<u>\$ 1,408,042</u>
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ 3,037	\$ 5,748
Accrued Interest Payable	1,196	-
Due to General Fund	-	-
Accrued Employee Benefits	478	477
Unearned Revenues:		
Advance Memberships and Fees	161,629	90,433
Current Portion of Long-Term Debt:		
Golf Cart Lease Purchase Agreement	28,236	-
Total Current Liabilities	<u>194,576</u>	<u>96,658</u>
<b>Long-Term Liabilities (Net of Current Portion):</b>		
Advance from General Fund	104,000	108,000
Golf Cart Lease Purchase Agreement	125,309	-
Accrued Employee Benefits	5,171	4,483
Total Long-Term Liabilities	<u>234,480</u>	<u>112,483</u>
Total Liabilities	429,056	209,141
<b>NET POSITION</b>		
Net Investment in Capital Assets	1,219,862	1,227,205
Unrestricted	103,117	(28,304)
Total Net Position	<u>1,322,979</u>	<u>1,198,901</u>
Total Liabilities and Net Position	<u>\$ 1,752,035</u>	<u>\$ 1,408,042</u>

**VILLAGE OF LUCK, WISCONSIN  
GOLF COURSE ENTERPRISE FUND  
STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN NET POSITION  
YEAR ENDED DECEMBER 31, 2020  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020	2019
<b>OPERATING REVENUES:</b>		
Season Tickets	\$ 164,798	\$ 100,050
Green Fees	149,650	102,026
Trail Fees	363	1,388
Power Cart Rentals	193,718	153,693
Gift Certificates	(63)	(729)
Advertising	210	3,360
Miscellaneous Rentals	2,000	1,218
Driving Range	8,714	8,008
Camping Fees	7,548	5,109
Golf Shop Sale of Golf Supplies	17,053	17,311
Cost of Golf Supplies Sold	(11,642)	(13,809)
Clubhouse Food and Beverage Sales	116,336	102,812
Cost of Food/Beverage Supplies Sold	(48,031)	(52,682)
W.S.G.A. Handicapped Fees	240	480
Credit Card Fees	(15,865)	(8,548)
Total Operating Revenues	585,029	419,687
<b>OPERATING EXPENSES:</b>		
Club House/Golf Course Wages	49,495	66,563
Grounds/Equipment Wages	96,314	89,596
FICA Expense Paid	10,970	11,832
Employee Fringe Benefits	26,212	26,002
Operation and Maintenance of Equipment	36,969	42,470
Golf Cart Rental	29,228	30,428
Course Grounds Maintenance	14,531	12,289
Seed	-	470
Fertilizer	8,838	6,159
Chemicals	12,313	11,357
Building Maintenance and Repairs	26,937	14,072
Other Operating Supplies and Expenses	30,259	30,904
Utilities	24,740	23,252
Signs and Fixtures	3,287	1,092
Minor Equipment and Small Tools	5,191	-
Driving Range Supplies	-	892

**VILLAGE OF LUCK, WISCONSIN  
GOLF COURSE ENTERPRISE FUND  
STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN NET POSITION (CONTINUED)  
YEAR ENDED DECEMBER 31, 2020  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020	2019
<b>OPERATING EXPENSES: (CONTINUED)</b>		
Trophies and Tournaments	\$ 778	\$ -
Property and Liability Insurance	6,577	6,984
Membership Dues and Subscriptions	2,484	2,849
Professional Fees-Attorney and Accounting	2,024	1,850
Operating Licenses	1,118	1,056
Advertising and Promotions	3,036	4,593
Wages Clerk's Office	5,379	5,251
FICA Expense Paid	391	383
Employee Fringe Benefits	2,705	2,579
Office Supplies	3,658	2,878
Unemployment Claims	70	-
Training, Education and Travel Costs	1,463	1,648
Depreciation Expense	81,188	70,527
Net Operating Expenses	486,155	467,976
 <b>OPERATING INCOME (LOSS)</b>	 98,874	 (48,289)
 <b>NONOPERATING REVENUES (EXPENSES):</b>		
Interest on Investments	30	35
Gain from Sale of Golf Carts	950	7,415
Insurance Compensation for Property Damages	-	29,792
Adjustments to Prior Years Expenses	75	1,417
State Aids for Emergency Disaster Aid	3,104	-
Loss on Disposal of Equipment	765	-
Interest Expense on Long-Term Debt	(1,196)	(60)
Total Nonoperating Revenues (Expenses)	3,728	38,599
 <b>INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS</b>	 102,602	 (9,690)
 <b>CONTRIBUTIONS AND TRANSFERS</b>		
Contributions from Private Parties	21,476	45,916
 <b>CHANGE IN NET POSITION</b>	 124,078	 36,226
Net Position, January 1	1,198,901	1,162,675
 <b>NET POSITION, DECEMBER 31</b>	 \$ 1,322,979	 \$ 1,198,901

**VILLAGE OF LUCK, WISCONSIN  
GOLF COURSE ENTERPRISE FUND  
STATEMENT OF CASH FLOWS  
YEAR ENDED DECEMBER 31, 2020**

(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)

	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received from Customers	\$ 644,726	\$ 486,178
Cash Payments to Suppliers for Goods and Services	(193,355)	(354,456)
Cash Payments for Employee Services	(190,777)	(202,474)
Net Cash Provided (Used) by Operating Activities	260,594	(70,752)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Cash Paid to General Fund to Reduce Advance from General Fund	(4,000)	(4,000)
Cash Payments for Prior Year Expenses	75	1,417
Cash Payments from State for Emergency Disaster Aid	3,104	-
Net Cash Used by Noncapital Financing Activities	(821)	(2,583)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Cash Payments for Capital Assets	(73,080)	(42,264)
Cash Received from Sale of Equipment/Property	950	7,415
Cash Received from Insurance Reimbursements	-	29,792
Capital Contributions by Private Parties	21,476	45,916
Cash Paid for Retirement of Revenue Bonds	-	(6,438)
Interest Paid on Long-Term Debt	-	(289)
Net Cash Provided (Used) by Capital and Related Financing Activities	(50,654)	34,132
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on Investments	30	35
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	209,149	(39,168)
<b>CASH AND CASH EQUIVALENTS, JANUARY 1</b>	164,765	203,933
<b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	\$ 373,914	\$ 164,765
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating Income (Loss)	\$ 98,874	\$ (48,289)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation Expense	81,188	70,527
(Increase) Decrease in Assets:		
Prepayments	8,490	(8,490)
Inventories	2,844	(2,564)
Increase (Decrease) in Liabilities:		
Accounts Payable	(2,711)	4,626
Accrued Employee Benefits	689	(268)
Unearned Revenues	71,196	(86,294)
Net Cash Provided (Used) by Operating Activities	\$ 260,594	\$ (70,752)