

VILLAGE OF TREMPÉALEAU, WISCONSIN

**FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITORS' REPORT**

Year Ended December 31, 2008

VILLAGE OF TREMPLEAU, WISCONSIN

Contents

	<u>Page</u>
Independent Auditors' Report	1 - 2
Basic Financial Statements:	
Exhibit I: Government-Wide Statement of Net Assets.....	3 - 4
Exhibit II: Government-Wide Statement of Activities	5
Exhibit III: Balance Sheet – Governmental Funds	6 - 7
Exhibit IV: Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds and Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities.....	8 - 9
Exhibit V: Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund.....	10
Exhibit VI: Statement of Net Assets – Enterprise Funds.....	11 - 12
Exhibit VII: Statement of Revenues, Expenses and Change in Net Assets – Enterprise Funds	13
Exhibit VIII: Statement of Cash Flows – Enterprise Funds	14 - 15
Exhibit IX: Statement of Fiduciary Net Assets	16
Exhibit X: Statement of Changes in Fiduciary Net Assets.....	17
Index to Notes to Financial Statements	18
Notes to Financial Statements.....	19 - 48

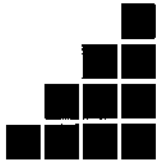
VILLAGE OF TREMPPEALEAU, WISCONSIN

Contents (Continued)

Page

Supplemental Information:

Statement of Revenues – Budget and Actual – General Fund.....	49 - 50
Statement of Expenditures – Budget and Actual – General Fund	51 - 52
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Capital Projects Fund	53
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Library Fund	54
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Debt Service Fund.....	55
Detailed Statement of Selected Operating Revenues and Expenses – Electric Utility	56
Detailed Statement of Selected Operating Revenues and Expenses – Water Utility	57
Detailed Statement of Selected Operating Revenues and Expenses – Sewer Fund	58



Vig & Associates, LLC
Certified Public Accountants and Business Advisors

INDEPENDENT AUDITORS' REPORT

President and Board of Trustees
Village of Trempealeau
Trempealeau, Wisconsin

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 Trempealeau, Wisconsin, as of and for the year ended December 31, 2008, which collectively comprise the Village of Trempealeau, Wisconsin's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village of Trempealeau, Wisconsin's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Village of Trempealeau, Wisconsin, as of December 31, 2008, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.



Governmental
Audit Quality Center

P.O. Box 271 | 1315 Bad Axe Court | Viroqua, WI 54665-0271
Phone (608) 637-2082 | Fax (608) 637-3021 | www.vigassociates.com
Member AICPA Private Companies Practice Section

The Village of Trempealeau, Wisconsin has not presented a management's discussion and analysis that accounting principles generally accepted in the United States of America have determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Trempealeau, Wisconsin's basic financial statements. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as whole.

Vig & Associates LLC

May 7, 2009

BASIC FINANCIAL STATEMENTS

VILLAGE OF TREMPPEALEAU, WISCONSIN
GOVERNMENT-WIDE STATEMENT OF NET ASSETS
As of December 31, 2008

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Current assets:			
Cash and investments	\$ 565,004	\$ 374,030	\$ 939,034
Receivables:			
Taxes	486,330	-	486,330
Customer	99,511	226,284	325,795
Special assessments	701	-	701
Other	1,239	65,444	66,683
Internal balances	271,541	(271,541)	-
Inventories and prepaid items	1,027	65,411	66,438
Restricted cash and investments	28,584	787,575	816,159
Total current assets	1,453,937	1,247,203	2,701,140
Noncurrent assets:			
Land	134,426	-	134,426
Infrastructure	646,954	-	646,954
Buildings	2,705,054	-	2,705,054
Vehicles and equipment	350,917	-	350,917
Land improvements	40,387	-	40,387
Utility system	-	7,898,352	7,898,352
Less: Accumulated depreciation	(608,955)	(3,664,288)	(4,273,243)
Economic development loans	135,048	-	135,048
Unamortized debt issuance expense	-	32,310	32,310
Total noncurrent assets	3,403,831	4,266,374	7,670,205
Total assets	\$ 4,857,768	\$ 5,513,577	\$ 10,371,345

See accompanying notes to financial statements.

VILLAGE OF TREMPLEAU, WISCONSIN
GOVERNMENT-WIDE STATEMENT OF NET ASSETS
As of December 31, 2008

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current liabilities:			
Accounts payable	\$ 7,601	\$ 118,949	\$ 126,550
Accrued liabilities:			
Payroll, payroll taxes, insurance	13,093	58,843	71,936
Interest	22,114	12,145	34,259
Customer deposits	-	5,071	5,071
Deferred revenue	570,130	-	570,130
Current portion of long-term obligations	104,976	132,136	237,112
Total current liabilities	<u>717,914</u>	<u>327,144</u>	<u>1,045,058</u>
Noncurrent liabilities:			
Long-term obligations, net of current portion	1,317,547	1,701,663	3,019,210
Vested compensated absences, net of current portion	18,690	16,931	35,621
Total noncurrent liabilities	<u>1,336,237</u>	<u>1,718,594</u>	<u>3,054,831</u>
Total liabilities	<u>2,054,151</u>	<u>2,045,738</u>	<u>4,099,889</u>
Net Assets			
Invested in capital assets, net of related debt	1,948,694	2,445,126	4,393,820
Restricted for:			
Debt service and equipment replacement	27,150	739,809	766,959
Impact fees	28,584	-	28,584
Housing loans	130,241	-	130,241
Unrestricted	668,948	282,904	951,852
Total net assets	<u>2,803,617</u>	<u>3,467,839</u>	<u>6,271,456</u>
Total liabilities and net assets	<u>\$ 4,857,768</u>	<u>\$ 5,513,577</u>	<u>\$ 10,371,345</u>

See accompanying notes to financial statements.

VILLAGE OF TREMPLEAU, WISCONSIN
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2008

Functions/Programs	Expenses	Charges for Services	Capital Grants and Contributions	Primary Government		
				Government Activities	Business-Type Activities	Total
Governmental activities:						
General government	\$ 159,480	\$ 20,884	\$ 3,363	\$ (135,233)	\$ -	\$ (135,233)
Public safety	317,055	-	1,600	(315,455)	-	(315,455)
Public works	207,018	2,843	56,011	(148,164)	-	(148,164)
Health and human services	2,580	-	-	(2,580)	-	(2,580)
Leisure activities	258,511	53,124	45,275	(160,112)	-	(160,112)
Conservation and development	10,532	(648)	-	(11,180)	-	(11,180)
Interest and fiscal charges	79,071	-	-	(79,071)	-	(79,071)
Total governmental activities	1,034,247	76,203	106,249	(851,795)	-	(851,795)
Business-type activities:						
Electric	1,261,109	1,292,369	73,987	-	105,247	105,247
Water	159,505	166,083	8,520	-	15,098	15,098
Sewer	287,219	239,049	7,700	-	(40,470)	(40,470)
Interest and fiscal charges	76,135	-	-	-	(76,135)	(76,135)
Total business-type activities	1,783,968	1,697,501	90,207	-	3,740	3,740
Total	\$ 2,818,215	\$ 1,773,704	\$ 196,456	(851,795)	3,740	(848,055)
General revenues:						
Property taxes:						
General purpose				173,563	-	173,563
Debt service				93,610	-	93,610
Library				52,000	-	52,000
Capital projects				83,375	-	83,375
Tax incremental financing districts				45,325	-	45,325
Other taxes				45,526	-	45,526
State and federal aids not restricted to specific functions:						
State shared taxes				248,539	-	248,539
Interest and investment earnings				38,517	14,117	52,634
Miscellaneous				6,603	-	6,603
Transfers:						
Property tax equivalent				66,712	(66,712)	-
Total general revenues and transfers				853,770	(52,595)	801,175
Change in net assets				1,975	(48,855)	(46,880)
Net assets - beginning of year				2,801,640	3,516,694	6,318,334
Net assets - end of year				\$ 2,803,615	\$ 3,467,839	\$ 6,271,454

See accompanying notes to financial statements.

VILLAGE OF TREMPLEAU, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
As of December 31, 2008
With Comparative Totals for December 31, 2007

	Major						2008	2007
	General	Tax	Capital	Library	Block	Debt	2008	2007
	Fund	Incremental	Projects	Fund	Grant	Service	Total	Totals
		Financing	Fund		Fund	Fund	Gov't	(Memorandum
		District					Funds	Only)
ASSETS								
Cash and investments	\$ 310,034	\$ -	\$ 2,083	\$ 225,365	\$ 372	\$ 27,150	\$ 565,004	\$ 665,710
Receivables:								
Taxes	183,312	48,835	85,000	52,000	-	117,183	486,330	450,323
Delinquent personal property taxes	1,239	-	-	-	-	-	1,239	927
Customer accounts	99,511	-	-	-	-	-	99,511	101,740
Notes	5,179	-	-	-	129,869	-	135,048	147,511
Special assessments	701	-	-	-	-	-	701	1,349
Due from other governments	-	-	-	-	-	-	-	8,269
Advances to other funds	509,110	-	-	-	-	-	509,110	433,351
Prepaid expenses	1,027	-	-	-	-	-	1,027	-
Restricted cash and investments	28,584	-	-	-	-	-	28,584	24,410
Total assets	\$ 1,138,697	\$ 48,835	\$ 87,083	\$ 277,365	\$ 130,241	\$ 144,333	\$ 1,826,554	\$ 1,833,590
LIABILITIES								
Accounts payable	\$ 4,634	\$ -	\$ 2,083	\$ 884	\$ -	\$ -	\$ 7,601	\$ 11,753
Accrued liabilities and expenses	13,093	-	-	-	-	-	13,093	14,024
Deferred revenues	343,986	48,835	85,000	52,000	129,869	117,183	776,873	731,200
Advances from other funds	-	237,569	-	-	-	-	237,569	240,769
Total liabilities	361,713	286,404	87,083	52,884	129,869	117,183	1,035,136	997,746
FUND EQUITY								
Fund balance:								
Reserved	515,528	-	-	-	372	27,150	543,050	486,978
Unreserved								
Designated:								
General fund	28,584	-	-	-	-	-	28,584	24,410
Undesignated:								
General fund	232,872	-	-	-	-	-	232,872	340,549
Special revenue funds	-	-	-	224,481	-	-	224,481	224,676
Capital project funds	-	(237,569)	-	-	-	-	(237,569)	(240,769)
Total fund equity	776,984	(237,569)	-	224,481	372	27,150	791,418	835,844
Total liabilities and fund equity	\$ 1,138,697	\$ 48,835	\$ 87,083	\$ 277,365	\$ 130,241	\$ 144,333	\$ 1,826,554	\$ 1,833,590

See accompanying notes to financial statements.

VILLAGE OF TREMPPEALEAU, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
As of December 31, 2008
With Comparative Totals for December 31, 2007

	2008	2007
	Total	Totals
	Gov't	(Memorandum
	Funds	Only)
<i>Total net assets reported for governmental activities in the statement of net assets are different from the amount reported above as total governmental funds fund balance because:</i>		
Total fund balances from previous page	\$ 791,418	\$ 835,844
Capital assets used in government activities are not financial resources and therefore are not reported in the fund statements. Amounts reported for governmental activities in the statement of net assets are:		
Governmental capital assets	\$ 3,877,738	
Governmental accumulated depreciation	<u>(608,955)</u>	3,268,783 3,225,091
Special assessments, loans receivable and interest on TIF advance are reported as deferred revenue in the fund financial statements but recognized as revenue when earned in the government-wide financial statements. These types of deferred revenues at year end consist of:		
Special assessments	701	
Interest on TIF advance	76,173	
Loan receivable	<u>129,869</u>	206,743 193,078
Long-term liabilities, including bonds and notes payable, are not due in the current period and therefore are not reported in the fund statements. Long-term liabilities reported in the statement of net assets that are not reported in the funds' balance sheet are:		
General obligation debt	(1,320,089)	
Due to Town of Trempealeau	(42,996)	
Landfill liability	(50,143)	
Accrued interest on general obligation debt	(22,114)	
Vested employee benefits	<u>(27,985)</u>	(1,463,327) (1,452,373)
Total net assets - governmental activities	\$ 2,803,617	\$ 2,801,640

See accompanying notes to financial statements.

VILLAGE OF TREMPLEAU, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	Major						2008	2007
	Tax		Capital	Library Fund	Block	Debt	Total	Totals
	General	Incremental Financing District	Projects Fund		Grant Fund	Service Fund	Gov't Funds	(Memorandum Only)
Revenues:								
Taxes and special assessments	\$ 219,738	\$ 45,325	\$ 83,375	\$ 52,000	\$ -	\$ 93,610	\$ 494,048	\$ 478,947
Intergovernmental	309,755	-	-	45,033	-	-	354,788	349,536
Licenses and permits	11,990	-	-	-	-	-	11,990	11,841
Fines, forfeitures, and penalties	3,316	-	-	-	-	-	3,316	4,111
Public charges for services	45,285	-	-	-	-	-	45,285	45,002
Interest income	17,066	-	468	6,649	21	-	24,204	35,280
Miscellaneous general revenues	10,903	-	-	11,311	-	-	22,214	157,119
Total revenues	618,053	45,325	83,843	114,993	21	93,610	955,845	1,081,836
Expenditures:								
Current:								
General government	159,535	-	-	-	-	-	159,535	156,007
Public safety	273,273	-	-	-	-	-	273,273	252,537
Public works	146,715	-	-	-	-	-	146,715	137,274
Health and human services	2,580	-	-	-	-	-	2,580	2,649
Leisure activities	101,318	-	-	115,188	-	-	216,506	217,447
Conservation and development	1,376	1,600	-	-	7,556	-	10,532	2,901
Capital outlay:								
General government	-	-	10,068	-	-	-	10,068	2,905
Public safety	-	-	10,977	-	-	-	10,977	13,069
Public works	-	-	161,589	-	-	-	161,589	61,181
Leisure activities	-	-	31,639	-	-	-	31,639	18,167
Debt service:								
Principal retirement	-	16,142	-	-	-	54,016	70,158	66,775
Interest and fiscal charges	-	24,383	-	-	-	53,208	77,591	81,823
Total expenditures	684,797	42,125	214,273	115,188	7,556	107,224	1,171,163	1,012,735
Excess (deficiency) of revenues over expenditures	(66,744)	3,200	(130,430)	(195)	(7,535)	(13,614)	(215,318)	69,101
Other financing sources (uses):								
Operating transfers in	66,712	-	26,250	-	-	13,613	106,575	88,086
Operating transfers out	(39,863)	-	-	-	-	-	(39,863)	(41,733)
Long-term debt issued	-	-	104,180	-	-	-	104,180	4,114
Total other financing sources (uses)	26,849	-	130,430	-	-	13,613	170,892	50,467
Excess (deficiency) of revenues over expenditures and other sources (uses)	(39,895)	3,200	-	(195)	(7,535)	(1)	(44,426)	119,568
Fund balance (deficit), January 1	816,879	(240,769)	-	224,676	7,907	27,151	835,844	716,276
Fund balance (deficit), December 31	\$ 776,984	\$ (237,569)	\$ -	\$ 224,481	\$ 372	\$ 27,150	\$ 791,418	\$ 835,844

See accompanying notes to financial statements.

VILLAGE OF TREMPPEALEAU, WISCONSIN
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2008

Net change in fund balances - total governmental funds \$ (44,426)

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

The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.

Capital outlay reported in governmental fund statements	\$	214,273	
Capital assets not included in capital outlay amounts on governmental fund statements		(39,217)	
Depreciation expense reported in the statement of activities		(117,540)	
Amount by which capital outlays are greater (less) than depreciation in the current period:			57,516

Special assessments and long-term receivables are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.

Current year special assessments are deferred in fund statements			(648)
Interest income on TIF advance is deferred on fund statements and recognized in the government-wide statement.			14,313

The Village disposed of assets resulting in a reduction of capital assets and recapture of prior year depreciation expense reported on the statement of net assets as a net loss and has no effect on the governmental fund balance sheet.

The value of capital assets disposed of during the year	(23,400)		
The amount of depreciation recapture for the year		9,576	
The difference in the value of assets net of recaptured depreciation creates a gain (loss) of:			(13,824)

Debt incurred in governmental funds is reported as an other financing source, but is reported as an increase in outstanding long-term debt in the statement of net assets, and does not affect the statement of activities.

The amount of debt incurred in the current year is:			(104,180)
---	--	--	-----------

Vested employee benefits are reported in the governmental funds when amounts are paid. The statement of activities reports the value of benefits earned during the year.

Amounts paid for special termination benefits are greater (less) than amounts earned by:			(1,049)
--	--	--	---------

Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net assets and does not affect the statement of activities.

The amount of long-term debt principal payments in the current year is:			
Principal payments paid			70,158
Landfill liability			4,099
Due to Town of Trempealeau for annexed property			21,498

In governmental funds, interest payments on outstanding long-term debt are reported as an expenditure when paid. In the statement of activities, interest is reported as incurred.

The amount of interest paid during the current period	77,591		
The amount of interest accrued during the current period		(79,071)	
Interest paid is greater (less) than interest accrued by:			(1,480)

Change in net assets - governmental activities	\$	1,977	
--	----	-------	--

See accompanying notes to financial statements.

VILLAGE OF TREMPLEAU, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2008
With Comparative Actual Totals for Year Ended December 31, 2007

	2008			Variance with	2007
	Budgeted Amounts			Final Budget	Actual Totals
	Original	Final	Actual	Favorable	(Memorandum
				(Unfavorable)	Only)
Revenues:					
Taxes and special assessments	\$ 219,562	\$ 219,562	\$ 219,738	\$ 176	\$ 218,252
Intergovernmental	317,289	317,289	309,755	(7,534)	317,605
Licenses and permits	10,330	10,330	11,990	1,660	11,841
Fines, forfeitures, and penalties	4,100	4,100	3,316	(784)	4,111
Public charges for services	43,550	43,550	45,285	1,735	45,002
Miscellaneous general revenues	43,150	43,150	27,969	(15,181)	48,451
Total revenues	<u>637,981</u>	<u>637,981</u>	<u>618,053</u>	<u>(19,928)</u>	<u>645,262</u>
Expenditures:					
Current:					
General government	179,855	179,855	159,535	20,320	156,007
Public safety	244,472	244,472	273,273	(28,801)	252,537
Public works	131,210	131,210	146,715	(15,505)	137,274
Health and human services	2,742	2,742	2,580	162	2,649
Leisure activities	101,089	101,089	101,318	(229)	105,151
Conservation and development	2,000	2,000	1,376	624	2,901
Total expenditures	<u>661,368</u>	<u>661,368</u>	<u>684,797</u>	<u>(23,429)</u>	<u>656,519</u>
Excess (deficiency) of revenues over expenditures	<u>(23,387)</u>	<u>(23,387)</u>	<u>(66,744)</u>	<u>(43,357)</u>	<u>(11,257)</u>
Other financing sources (uses):					
Operating transfers in	37,000	37,000	66,712	29,712	46,353
Operating transfers out	(13,613)	(13,613)	(39,863)	(26,250)	(41,733)
Total other financing sources (uses)	<u>23,387</u>	<u>23,387</u>	<u>26,849</u>	<u>3,462</u>	<u>4,620</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>-</u>	<u>-</u>	<u>(39,895)</u>	<u>(39,895)</u>	<u>(6,637)</u>
Fund balance, January 1	<u>816,879</u>	<u>816,879</u>	<u>816,879</u>	<u>-</u>	<u>823,516</u>
Fund balance, December 31	<u>\$ 816,879</u>	<u>\$ 816,879</u>	<u>\$ 776,984</u>	<u>\$ (39,895)</u>	<u>\$ 816,879</u>

See accompanying notes to financial statements.

VILLAGE OF TREMPLEAU, WISCONSIN
STATEMENT OF NET ASSETS
ENTERPRISE FUNDS
As of December 31, 2008
With Comparative Totals for December 31, 2007

	Electric Utility	Water Utility	Sewer Fund	2008 Totals	2007 Totals (Memorandum Only)
<u>ASSETS</u>					
Current assets:					
Cash and cash equivalents	\$ 86,415	\$ 287,499	\$ 116	\$ 374,030	\$ 439,517
Customer accounts receivable	189,743	12,212	24,329	226,284	236,660
Other receivables	64,154	1,065	225	65,444	20,849
Inventories	65,411	-	-	65,411	59,967
Total current assets	405,723	300,776	24,670	731,169	756,993
Restricted assets					
(cash and cash equivalents):					
Redemption account	-	-	80,949	80,949	84,491
Substation construction account	35,621	-	-	35,621	189,542
Bond reserve account	103,468	-	-	103,468	100,962
Replacement account	-	-	567,537	567,537	518,406
Total restricted assets					
(cash and cash equivalents):	139,089	-	648,486	787,575	893,401
Property, plant and equipment:					
Utility plant	3,018,321	1,591,838	3,228,544	7,838,703	6,620,951
Construction work in progress	-	59,649	-	59,649	1,054,496
Accumulated depreciation	(969,519)	(552,799)	(2,141,970)	(3,664,288)	(3,419,782)
Net property, plant and equipment	2,048,802	1,098,688	1,086,574	4,234,064	4,255,665
Other assets and debits:					
Unamortized bond discount and expenses	32,310	-	-	32,310	34,157
Total other assets and debits	32,310	-	-	32,310	34,157
 Total assets	 \$ 2,625,924	 \$ 1,399,464	 \$ 1,759,730	 \$ 5,785,118	 \$ 5,940,216

See accompanying notes to financial statements.

VILLAGE OF TREMPPEALEAU, WISCONSIN
STATEMENT OF NET ASSETS
ENTERPRISE FUNDS
As of December 31, 2008
With Comparative Totals for December 31, 2007

	Electric Utility	Water Utility	Sewer Fund	2008 Totals	2007 Totals (Memorandum Only)
LIABILITIES AND NET ASSETS					
Current liabilities					
(payable from current assets):					
Accounts payable	\$ 89,240	\$ 29,506	\$ 203	\$ 118,949	\$ 168,389
Accrued liabilities and expenses	58,843	-	-	58,843	76,163
Customer deposits	5,071	-	-	5,071	4,455
Current portion of compensated absences	5,647	1,386	2,207	9,240	9,732
Total current liabilities					
(payable from current assets)	158,801	30,892	2,410	192,103	258,739
Current liabilities					
(payable from restricted assets):					
Current portion of mortgage revenue bonds	40,000	-	82,896	122,896	120,262
Accrued interest payable	8,072	-	4,073	12,145	12,837
Total current liabilities					
(payable from restricted assets)	48,072	-	86,969	135,041	133,099
Long-term liabilities:					
Advances from other funds	-	-	271,541	271,541	192,582
Mortgage revenue bonds, net of current portion	1,040,000	-	661,663	1,701,663	1,824,559
Vested compensated absences, net of current portion	6,554	3,512	6,865	16,931	14,543
Total long-term liabilities	1,046,554	3,512	940,069	1,990,135	2,031,684
Total liabilities	1,253,427	34,404	1,029,448	2,317,279	2,423,522
Net assets:					
Invested in capital assets, net of related debt	1,004,423	1,098,688	342,015	2,445,126	2,500,386
Restricted for debt service and equipment replacement	95,396	-	644,413	739,809	691,022
Unrestricted	272,678	266,372	(256,146)	282,904	325,286
Total net assets	1,372,497	1,365,060	730,282	3,467,839	3,516,694
Total liabilities and net assets	\$ 2,625,924	\$ 1,399,464	\$ 1,759,730	\$ 5,785,118	\$ 5,940,216

See accompanying notes to financial statements.

VILLAGE OF TREMPPEALEAU, WISCONSIN
STATEMENT OF REVENUES, EXPENSES, AND
CHANGE IN NET ASSETS - ENTERPRISE FUNDS
For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	Electric Utility	Water Utility	Sewer Fund	2008 Totals	2007 Totals (Memorandum Only)
Operating revenues:					
Sales of electricity	\$ 1,292,369	\$ -	\$ -	\$ 1,292,369	\$ 1,290,747
Sales of water	-	166,083	-	166,083	192,051
Sewerage service fees	-	-	239,049	239,049	242,891
Total operating revenues	<u>1,292,369</u>	<u>166,083</u>	<u>239,049</u>	<u>1,697,501</u>	<u>1,725,689</u>
Operating expenses:					
Operation and maintenance	1,140,990	112,158	164,911	1,418,059	1,395,373
Depreciation	105,371	44,113	117,048	266,532	238,740
Taxes	14,748	3,234	5,260	23,242	21,314
Total operating expenses	<u>1,261,109</u>	<u>159,505</u>	<u>287,219</u>	<u>1,707,833</u>	<u>1,655,427</u>
Operating income (loss)	<u>31,260</u>	<u>6,578</u>	<u>(48,170)</u>	<u>(10,332)</u>	<u>70,262</u>
Nonoperating revenues (expenses):					
Interest income	6,904	626	6,587	14,117	56,061
Interest on long-term debt	(48,974)	-	(25,315)	(74,289)	(78,351)
Amortization expense	(1,846)	-	-	(1,846)	(1,846)
Total nonoperating revenues (expenses)	<u>(43,916)</u>	<u>626</u>	<u>(18,728)</u>	<u>(62,018)</u>	<u>(24,136)</u>
Net income (loss) before contributions and transfers	<u>(12,656)</u>	<u>7,204</u>	<u>(66,898)</u>	<u>(72,350)</u>	<u>46,126</u>
Transfers - property tax equivalent	(42,812)	(23,900)	-	(66,712)	(46,353)
Contributed capital	73,987	8,520	7,700	90,207	571,003
Change in net assets	<u>18,519</u>	<u>(8,176)</u>	<u>(59,198)</u>	<u>(48,855)</u>	<u>570,776</u>
Net assets, January 1	<u>1,353,978</u>	<u>1,373,236</u>	<u>789,480</u>	<u>3,516,694</u>	<u>2,945,918</u>
Net assets, December 31	<u>\$ 1,372,497</u>	<u>\$ 1,365,060</u>	<u>\$ 730,282</u>	<u>\$ 3,467,839</u>	<u>\$ 3,516,694</u>

See accompanying notes to financial statements.

VILLAGE OF TREMPLEAU, WISCONSIN
STATEMENT OF CASH FLOWS - ENTERPRISE FUNDS
For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	Electric Utility	Water Utility	Sewer Fund	2008 Totals	2007 Totals (Memorandum Only)
Cash flows from operating activities:					
Cash received from customers	\$ 1,295,178	\$ 167,195	\$ 242,919	\$ 1,705,292	\$ 1,705,579
Cash received from (paid to) other funds for services	-	2,113	(2,113)	-	-
Cash paid to suppliers for goods and services	(1,118,282)	(66,639)	(112,397)	(1,297,318)	(1,186,689)
Cash payments to employees for services	(115,883)	(47,436)	(61,576)	(224,895)	(211,855)
Net cash provided (used) by operating activities	<u>61,013</u>	<u>55,233</u>	<u>66,833</u>	<u>183,079</u>	<u>307,035</u>
Cash flows from noncapital financing activities:					
Cash paid for tax equivalent	(42,812)	(23,900)	-	(66,712)	(46,353)
Net cash provided (used) by noncapital financing activities	<u>(42,812)</u>	<u>(23,900)</u>	<u>-</u>	<u>(66,712)</u>	<u>(46,353)</u>
Cash flows from investing activities:					
Interest income	6,904	626	6,587	14,117	56,061
Net cash provided (used) by investing activities	<u>6,904</u>	<u>626</u>	<u>6,587</u>	<u>14,117</u>	<u>56,061</u>
Cash flows from capital and related financing activities:					
Principal paid on mortgage revenue bonds	(40,000)	-	(80,262)	(120,262)	(112,712)
Interest paid on long-term debt	(48,974)	-	(25,315)	(74,289)	(78,351)
Advances received	-	-	78,959	78,959	32,722
Contributed capital	15,273	2,520	2,900	20,693	24,307
Acquisition and construction of capital assets	(173,770)	(28,310)	(4,110)	(206,190)	(905,130)
Salvage (net of cost of removal) on disposal of capital assets	(708)	-	-	(708)	14,161
Net cash provided (used) by capital and related financing activities	<u>(248,179)</u>	<u>(25,790)</u>	<u>(27,828)</u>	<u>(301,797)</u>	<u>(1,025,003)</u>
Net increase (decrease) in cash and cash equivalents	<u>(223,074)</u>	<u>6,169</u>	<u>45,592</u>	<u>(171,313)</u>	<u>(708,260)</u>
Cash and cash equivalents, January 1	<u>448,578</u>	<u>281,330</u>	<u>603,010</u>	<u>1,332,918</u>	<u>2,041,178</u>
Cash and cash equivalents, December 31	<u>\$ 225,504</u>	<u>\$ 287,499</u>	<u>\$ 648,602</u>	<u>\$ 1,161,605</u>	<u>\$ 1,332,918</u>

See accompanying notes to financial statements.

**VILLAGE OF TREMPLEAU, WISCONSIN
STATEMENT OF CASH FLOWS - ENTERPRISE FUNDS
For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007**

	Electric Utility	Water Utility	Sewer Fund	2008 Totals	2007 Totals (Memorandum Only)
Reconciliation of operating income (loss) to net cash flows from operating activities:					
Operating income (loss)	\$ 31,260	\$ 6,578	\$ (48,170)	\$ (10,332)	\$ 70,262
Depreciation	105,371	44,113	117,048	266,532	238,740
Meter reading allocation	-	2,113	(2,113)	-	-
(Increase) decrease in current assets:					
Customer accounts receivable	5,897	955	3,524	10,376	(56,603)
Other receivables	13,616	157	346	14,119	35,722
Due from other governments	-	-	-	-	808
Inventories	(5,443)	-	-	(5,443)	(20,587)
Increase (decrease) in current liabilities:					
Accounts payable	(74,227)	1,150	(3,596)	(76,673)	35,170
Accrued liabilities and expenses	1,243	167	(206)	1,204	3,560
Customer deposits	616	-	-	616	521
Deferred revenues	(17,320)	-	-	(17,320)	(558)
Net cash flows from operating activities	\$ 61,013	\$ 55,233	\$ 66,833	\$ 183,079	\$ 307,035
Supplementary schedule:					
Noncash capital and related financing transactions:					
Contributed capital	\$ 58,714	\$ 6,000	\$ 4,800	\$ 69,514	\$ (546,696)
Accounts payable	-	27,233	-	27,233	-
Other receivables	(58,714)	-	-	(58,714)	-
Plant additions	-	(33,233)	(4,800)	(38,033)	546,696
	\$ -	\$ -	\$ -	\$ -	\$ -

See accompanying notes to financial statements.

VILLAGE OF TREMPPEALEAU, WISCONSIN
STATEMENT OF FIDUCIARY NET ASSETS
As of December 31, 2008
With Comparative Totals for December 31, 2007

	2008 Private Purpose Trust Fund Trempealeau Trust Fund	2008 Agency Tax Collection Fund	2008 Total Fiduciary	2007 Totals (Memorandum Only)
Assets				
Cash and investments	\$ 16,577	\$ 479,517	\$ 496,094	\$ 458,499
Taxes receivable	-	1,095,453	1,095,453	1,059,502
Total assets	<u>\$ 16,577</u>	<u>\$ 1,574,970</u>	<u>\$ 1,591,547</u>	<u>\$ 1,518,001</u>
Liabilities				
Due to other governments	\$ -	\$ 1,574,970	\$ 1,574,970	\$ 1,501,807
Total liabilities	<u>-</u>	<u>1,574,970</u>	<u>1,574,970</u>	<u>1,501,807</u>
Net Assets	<u>16,577</u>	<u>-</u>	<u>16,577</u>	<u>16,194</u>
Total liabilities and net assets	<u>\$ 16,577</u>	<u>\$ 1,574,970</u>	<u>\$ 1,591,547</u>	<u>\$ 1,518,001</u>

See accompanying notes to financial statements.

**VILLAGE OF TREMPÉALEAU, WISCONSIN
STATEMENT OF CHANGES IN NET ASSETS -
FIDUCIARY FUND**

**For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007**

	2008 Private Purpose Trust Fund <hr/> Trempealeau Trust Fund	2007 Totals (Memorandum Only) <hr/>
Additions		
Investment income	\$ 383	\$ 343
Change in net assets	383	343
Net assets, January 1	<hr/> 16,194	<hr/> 15,851
Net assets, December 31	<hr/> <u>\$ 16,577</u>	<hr/> <u>\$ 16,194</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

VILLAGE OF TREMPLEAU, WISCONSIN
INDEX TO NOTES TO FINANCIAL STATEMENTS
December 31, 2008

	<u>PAGE</u>
Note 1. <u>Summary of Significant Accounting Policies</u>	19
A. Reporting Entity	19
B. Basis of Financial Statement Presentation	19 - 21
C. Basis of Accounting	21 - 23
D. Measurement Focus	23
E. Cash and Investments	24
F. Inventories and Prepaid Items	24
G. Capital Assets	24 - 25
H. Interfund Receivables and Payables	25
I. Budgets	26
J. Compensated Absences and Other Employee Benefit Amounts	26
K. Long-Term Obligations	26
L. Other Assets	27
M. Claims and Judgments	27
N. Interfund Transactions	27
O. Equity Classifications	27 - 28
P. Basis for Existing Rates – Proprietary Funds	28
 Note 2. <u>Stewardship, Compliance, and Accountability</u>	 28
A. Budgetary Information	28 - 29
B. Excess Expenditures Over Appropriations	29
C. Deficit Balances	30
D. Bond Covenant Disclosure	30 - 32
 Note 3. <u>Detailed Notes on All Funds</u>	 32
A. Cash and Investments	32 - 34
B. Receivables	35
C. Restricted Assets	35 - 36
D. Capital Assets	36 - 38
E. Interfund Advances and Transfers	39
F. Deferred Revenues	39
G. Long-Term Obligations	40 - 42
H. Governmental Activities Net Assets	43
I. Governmental Fund Balances	43 - 44
J. Employees Retirement System	44 - 45
K. Status of Tax Increment District	45 - 46
 Note 4. <u>Other Information</u>	 47
A. Joint Venture	47
B. Commitments and Contingencies	47 - 48
C. Subsequent Events	48

VILLAGE OF TREMPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Trempealeau conform to generally accepted accounting principles as applicable to governmental units.

A. REPORTING ENTITY

This report includes all of the funds of the Village of Trempealeau. The reporting entity for the Village consists 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 their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government. This report does not contain any component units.

B. BASIS OF FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. The effect of interfund activity, within the governmental and business-type activities columns, has been removed from these statements. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

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

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds each of which are considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, fund equity, revenues, and expenditures.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. BASIS OF FINANCIAL STATEMENT PRESENTATION (Continued)

Fund Financial Statements (Continued)

Funds are organized as major funds or nonmajor funds within the governmental and fiduciary statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. Total assets, liabilities, revenues or expenditures of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.
- c. In addition, any other governmental fund that the Village believes is particularly important to financial statement users may be reported as a major fund.

Governmental Funds

Governmental funds are those funds through which most governmental functions are typically financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The Village has presented the following governmental funds:

General Fund – The General Fund is the general operating fund of the Village and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditures for specified purposes.

Debt Service Funds – Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds – Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

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

The Village reports the following major governmental funds:

General Fund	TIF Capital Projects Fund
Library Fund	Block Grant Fund
Capital Projects Fund	Debt Service Fund

VILLAGE OF TREMPPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. BASIS OF FINANCIAL STATEMENT PRESENTATION (Continued)

Proprietary Funds

Proprietary Funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determinations of net income, financial position and cash flow.

The Village reports the following business-type activities:

Major Enterprise Funds

Electric Utility – Accounts for providing electric service.

Water Utility – Accounts for providing water service.

Sewer Fund – Accounts for providing sewer service.

Fiduciary Funds (Not included in Government-Wide Statements)

Agency Funds – Used to account for assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. The Village's agency fund accounts for the transactions pertaining to the Village's tax appropriation.

Private-Purpose Trust Fund – Used to report any trust arrangement not properly reported in a pension trust fund under which principal and income benefit individuals, private organizations, or other governments. The Village reports the Trempealeau Trust Fund as a private-purpose trust fund.

C. BASIS OF ACCOUNTING

The Government-Wide financial statements and fund financial statements for the proprietary funds are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recognized at the time the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Unbilled receivables are recorded as revenues when services are provided.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. BASIS OF ACCOUNTING (Continued)

The proprietary funds follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board pronouncements issued before November 30, 1989. The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Electric Utility, Water Utility, and Sewer Fund, are charges to customers for providing service to the Village's residents and businesses. Operating expenses for proprietary funds include the cost of providing these services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

The Village's property taxes are levied on or before December 31 on the equalized valuation as of the prior January 1 for all general property located in the Village. The taxes are due and payable in the following year. Property taxes are recorded in the year levied as taxes receivable and deferred revenues.

Property taxes are recognized in the appropriate fund as revenues in the succeeding year when they are collected and available to finance services. If not collected by July 31, the delinquent property taxes are recorded as delinquent taxes receivable and deferred revenue in the general fund. Delinquent property taxes are recognized as revenue when collected. Delinquent taxes collected by February 28 of the subsequent year are also recognized as revenue in the current year. Interest on delinquent property taxes is recognized as revenue when received.

The aggregate amount of property taxes to be levied for Village purposes is determined according to provisions of Chapter 120 of the Wisconsin Statutes. Property taxes levied by the Village are certified to local taxing districts for collection. Property taxes attach as an enforceable lien as of January 1. Taxes are levied in December on the assessed value as of the prior January 1.

Property tax calendar – 2008 tax roll:

Lien date and levy date	December, 2008
Tax bills mailed	December, 2008
Payment in full or first installment due	January 31, 2009
Second installment due	July 31, 2009

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. BASIS OF ACCOUNTING (Continued)

Intergovernmental aids and grants are recognized as revenues in the period the Village is entitled to the resources and the amounts are available. Amounts owed to the Village which are not available are recorded as receivables and deferred revenues. Amounts received prior to the entitlement period are also recorded as deferred revenues.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

For governmental fund financial statements, deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received before the Village has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

D. MEASUREMENT FOCUS

On the Government-Wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the economic resources measurement focus. Under this concept, revenues and expenses are matched using the accrual basis of accounting.

The measurement focus of all governmental funds is the flow of current financial resources concept. Under this concept, sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions which will not be currently liquidated using expendable available financial resources are included as liabilities in the Government-Wide financial statements but are excluded from the governmental fund financial statements. The related expenditures are recognized in the governmental fund financial statements when the liabilities are liquidated.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. CASH 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.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Fair value of investments in the local government investment pool (LGIP) is based on information provided by the State of Wisconsin Investment Board.

The Village has adopted an investment policy. That policy follows the state statute for allowable investments. This policy does not address custodial credit risk, credit risk or interest rate risk.

Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net assets.

F. INVENTORIES AND PREPAID ITEMS

Governmental fund inventory items are charged to expenditure accounts when purchased. Year-end inventory was not significant. Enterprise funds inventories are generally used for construction and for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average, and charged to construction, operation and maintenance expense when used.

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

G. CAPITAL ASSETS

Government-Wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. Capital assets are defined by the government as assets with an initial cost of more than \$5,000 for general capital assets and \$15,000 for infrastructure assets, and an estimated useful life in excess of two years. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated fixed assets are recorded at their estimated fair value at the date of donation.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. CAPITAL ASSETS (Continued)

Government-Wide Statements (Continued)

As allowed by the Governmental Accounting Standards Board, the Village has chosen not to retroactively capitalize its infrastructure assets. Therefore, infrastructure assets have been capitalized starting January 1, 2004.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest used capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. There was no interest capitalized during the current year. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	15 - 75 years
Land improvements	15 - 30 years
Vehicles and equipment	3 - 15 years
Infrastructure	20 - 60 years
Utility system	5 - 100 years

Fund Financial Statements

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

H. INTERFUND RECEIVABLES AND PAYABLES

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds". Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets.

VILLAGE OF TREMPPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. BUDGETS

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note 1.C.

J. COMPENSATED ABSENCES AND OTHER EMPLOYEE BENEFIT AMOUNTS

Under terms of employment, employees are granted sick leave, vacation and compensatory time in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation, sick leave pay, and compensatory time is accrued when incurred in the government-wide, enterprise, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and are payable with expendable available resources.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2008 are determined on the basis of current salary rates and include salary related payments.

K. LONG-TERM OBLIGATIONS

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of notes and bonds payable, accrued compensated absences, due to Town of Trempealeau and landfill liability.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the issue using the straight-line method. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for both premiums/discounts and gains/losses, as applicable, is shown as an increase or decrease in the liability section of the balance sheet. The Village does not engage in conduit debt transactions.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. OTHER ASSETS

In governmental funds, debt issuance costs are recognized in the current period. For the government-wide financial statements, governmental activity debt issuance costs are amortized over the life of the debt issue.

M. CLAIMS AND JUDGMENTS

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statement. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the Government-Wide financial statements as expense when the related liabilities are incurred. There were no significant claims or judgments at year end.

N. INTERFUND TRANSACTIONS

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

O. EQUITY CLASSIFICATIONS

Government-Wide Statements

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

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of invested in capital assets, net of related debt.
- b. Restricted net assets – Consists of new assets with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. EQUITY CLASSIFICATIONS (Continued)

Government-Wide Statements (Continued)

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

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is classified as reserved and unreserved, with unreserved further split between designated and undesignated. Reserved fund balances represent amounts not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designated fund balances represent tentative management plans that are subject to change. Undesignated fund balance amounts represent amounts available for use in future periods.

P. BASIS FOR EXISTING RATES – PROPRIETARY FUNDS

Electric Utility

Current electric rates were approved by the PSCW on October 27, 2005 and placed into effect by the electric utility on February 22, 2006. The rates are designed to provide a 6.5% return on rate base.

Water Utility

Current water rates were approved by the PSCW on June 19, 2002 and placed into effect by the water utility on June 25, 2002. The rates are designed to provide a 6.0% return on rate base.

Sewer Fund

Current sewer rates were approved by the Village Board on December 6, 2004.

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

A budget has been adopted for the general fund, certain special revenue funds, the debt service fund, and capital projects funds. Wisconsin statute 65.90 requires that an annual budget be adopted for all funds.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

A. BUDGETARY INFORMATION (Continued)

The budgeted amounts presented include any amendments made during the year. The Village Board may authorize transfers of budgeted amounts within departments. Transfers between departments and changes to the overall budget must be approved by two-thirds of the Village Board. There were no supplemental appropriations during the year. Appropriations lapse at year end unless specifically carried over. There were no carryovers to the following year. Budgets are adopted at the department level of expenditure.

B. EXCESS EXPENDITURES OVER APPROPRIATIONS

The Village controls expenditures at the department level. Some individual funds experienced expenditures which exceeded appropriations as follows:

	Budgeted Expenditures	Actual Expenditures	Excess of Expenditures Over Appropriations
General Fund:			
Current:			
Public safety	\$ 244,472	\$ 273,273	\$ (28,801)
Public works	131,210	146,715	(15,505)
Leisure activities	101,089	101,318	(229)
Capital Projects Fund:			
Capital outlay:			
Leisure activities	30,000	31,639	(1,639)
Debt Service Fund:			
Debt service			
Principal retirement	50,638	54,016	(3,378)

Excess expenditures over budgeted amounts were financed by revenues received exceeding the budgeted amounts and fund balance.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

C. DEFICIT BALANCES

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

As of December 31, 2008, the following funds held a deficit balance:

	Amount	Reason
Tax Incremental Financing District	\$ 237,569	Unrecovered costs

D. BOND COVENANT DISCLOSURE

As part of the 1996 and 2006 Sewer and Electric Revenue Bond resolutions, certain information is required to be disclosed.

Compliance with Funding Requirements

The utilities are substantially in compliance with combined bond funding requirements.

Number of Customers

The utilities served the following number of customers at December 31, 2008:

	Electric	Water	Sewer
Residential	968	680	790
Commercial	150	51	52
Public authority	2	13	-
Fire protection	-	2	-
Totals	1,120	746	842

Insurance Coverage

The utilities were covered under the following insurance at December 31, 2008:

Company/Type	Expires	Coverage
<u>Local Government Property Insurance</u>		
Buildings, Personal Property, Inland Marine		
Floater and Property in the Open	1/1/2010	\$ 12,575,048
Contractors Equipment	1/1/2010	\$ 440,456
<u>League of Wisconsin Municipalities</u>		
Worker's Compensation	1/1/2010	\$ 100,000 bodily injury by accident and disease \$ 500,000 policy limit

VILLAGE OF TREMPPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

D. BOND COVENANT DISCLOSURE (Continued)

Insurance Coverage (Continued)

Company/Type	Expires	Coverage
<u>League of Wisconsin Municipalities (continued)</u>		
General liability	1/1/2010	
Bodily Injury and Property Damage		\$ 3,000,000 each occurrence
Personal and Advertising Injury and Law Enforcement		\$ 3,000,000 each occurrence
Damages to Rented Premises		\$ 250,000 limit
Premises Medical Payments		\$ 10,000 limit
Public Officials Errors and Omissions		\$ 3,000,000 each occurrence
Automobile Liability - Any Auto		\$ 3,000,000 each occurrence
Automobile Physical Damage		\$ 506,589 limit
Automobile Medical Payments - Owned Autos		\$ 10,000 limit
Uninsured Motorists		\$ 25,000 per person
		\$ 50,000 per occurrence
Underinsured Motorists		\$ 25,000 per person
		\$ 50,000 per occurrence
Worker Compensation Increase Limits		\$ 2,000,000 limit
Sewer Backup Extended Coverage		\$ 100,000 per occurrence
		\$ 300,000 annual aggregate
Boiler/Mechanical Breakdown	1/1/2010	\$ 30,000,000

Debt Coverage

2008 required and actual coverage factors are as follows:

	Electric	Sewer
Change in net assets	\$ 18,519	\$ (59,198)
Plus:		
Interest expense	48,974	25,315
Depreciation	105,371	117,048
Amortization	1,846	-
Tax equivalent	42,812	-
Less:		
Capital contributed	73,987	7,700
Income available for debt service	<u>\$ 143,535</u>	<u>\$ 75,465</u>

VILLAGE OF TREMPPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

D. BOND COVENANT DISCLOSURE (Continued)

Debt Coverage (Continued)

	Electric	Sewer
Annual debt service	\$ 87,670	\$ 105,834
2008 calculated coverage ratio	1.66	.71
Required coverage ratio	1.25	1.10

NOTE 3. DETAILED NOTES ON ALL FUNDS

A. CASH AND INVESTMENTS

Investment of Village funds is restricted by State Statutes. Available investments are limited to:

1. Time deposits in any credit union, bank, savings bank, trust company or savings and loan association which is authorized to transact business in the State of Wisconsin, if the time deposits mature in not more than three years.
2. 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, local cultural arts district, or by the University of Wisconsin Hospitals and Clinics Authority.
3. Bonds or securities issued or guaranteed by the federal government.
4. The local government investment pool.
5. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
6. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
7. Repurchase agreements with public depositories, with certain conditions.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

A. CASH AND INVESTMENTS (Continued)

The carrying amount of the Village's cash and investments totaled \$2,251,287 on December 31, 2008 and is summarized below:

Petty cash funds	\$ 200
Deposits with financial institutions	1,661,754
Investments:	
LGIP	523,743
AG Edwards	65,590
	<u>\$ 2,251,287</u>

Reconciliation to the basic financial statements:

Government-wide statement of net assets:

Cash and investments	\$ 939,034
Restricted cash and investments	816,159

Fiduciary funds:

Private-Purpose Trust Fund	16,577
Agency Fund	479,517
	<u>\$ 2,251,287</u>

Deposits and investments of the Village are subject to various risks. Following is a discussion of the specific risks and the Village's policy related to the risk.

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure the Village's deposits may not be returned to it. The Village evaluates custodial credit risk through periodic monitoring of the financial condition of financial institutions where deposits are held. Formal written custodial risk policies have not been adopted by the District. As of December 31, 2008, \$1,516,490 of the Village's deposits with financial institutions totaling \$2,357,100 was in excess of federal depository insurance limits and exposed to custodial credit risk as follows. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

Uninsured and uncollateralized	\$ 963,263
Uninsured and collateralized with securities held by pledging financial institutions	553,227
Total	<u>\$ 1,516,490</u>

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

A. CASH AND INVESTMENTS (Continued)

Deposits and the Local Government Investment Pool are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may not be significant to individual organizations. This coverage has not been considered in computing the above amounts.

Interest Rate Risk – Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Wisconsin State Statute limits the maturity of commercial paper and corporate bonds to not more than seven years. As of December 31, 2008, the Local Government Investment Pool had an average maturity of 80 days and a fair value of \$523,743.

Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Wisconsin Statute limits investments in securities to the top two ratings assigned by nationally recognized statistical rating organizations.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. Investments in the LGIP are covered under a surety bond issued by Financial Security Assurance, Inc. The bond insures against losses arising from principal defaults on substantially all types of securities acquired by the Pool except U.S. Government and agency securities. The bond provides unlimited coverage on principal losses, reduced by any FDIC and State of Wisconsin Guarantee Fund insurance. The Local Government Investment Pool (LGIP) was not rated as of December 31, 2008.

Concentration of Credit Risk – The investment policy of the Village contains no limitations on the amount that can be invested in any one issuer. The Village had no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total Village investments.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

B. RECEIVABLES

Receivables as of year end for the governmental funds' individual major funds and fiduciary funds in the aggregate are as follows:

Fund	Total Receivables	Amounts not expected to be collected within one year
General Fund	\$ 289,942	\$ 7,119
TIF District	48,835	-
Capital Projects Fund	85,000	-
Library Fund	52,000	-
Block Grant Fund	129,869	129,869
Debt Service Fund	117,183	-
Tax Collection Fund	1,095,453	-
Totals	<u>\$ 1,818,282</u>	<u>\$ 136,988</u>

Special assessments, economic development loan receivables and delinquent personal property taxes are not expected to be collected within one year.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	Unavailable	Unearned	Total
Property taxes receivable	\$ -	\$ 570,130	\$ 570,130
Special assessments not yet due	701	-	701
Housing loans	129,869	-	129,869
Interest receivable on advance to TIF	76,173	-	76,173
Total deferred revenue for governmental funds	<u>\$ 206,743</u>	<u>\$ 570,130</u>	<u>\$ 776,873</u>

C. RESTRICTED ASSETS

Governmental funds have restricted cash in the amount of \$28,584 which consists of:

Park land impact fees	\$ 28,584
	<u>\$ 28,584</u>

VILLAGE OF TREMPPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

C. RESTRICTED ASSETS (Continued)

In the electric, water and sewer enterprise funds, restricted assets represent cash reserved in accordance with utility revenue bond ordinances and can only be used in the following ways:

Bond Principal and Interest Accounts – Payments from these accounts can be made only for interest and principal and paying agent's fees as such become due.

Bond Reserve Accounts – Payments from the accounts may be made only to prevent default in the event the monies in the bond principal and interest accounts are insufficient to make payments when due.

Bond Depreciation and Replacement Account – Payments from the account may be made for making emergency replacements, repairs and additions to the Village's utility systems if other funds are not available.

At December 31, 2008, enterprise fund restricted cash consisted of the following:

	Electric	Sewer	Total
Bond reserve accounts	\$ 103,468	\$ 80,949	\$ 184,417
Unspent bond proceeds	35,621	-	35,621
Equipment replacement fund	-	567,537	567,537
Total restricted cash	<u>\$ 139,089</u>	<u>\$ 648,486</u>	<u>\$ 787,575</u>

D. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2008 was as follows:

	Balance 1/1/2008	Additions	Deletions	Balance 12/31/2008
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 134,426	\$ -	\$ -	\$ 134,426
Total capital assets not being depreciated	<u>134,426</u>	<u>-</u>	<u>-</u>	<u>134,426</u>

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

D. CAPITAL ASSETS (Continued)

	Balance 1/1/2008	Additions	Deletions	Balance 12/31/2008
Governmental activities (continued)				
Capital assets being depreciated:				
Buildings	\$ 2,690,423	\$ 14,631	\$ -	\$ 2,705,054
Land improvements	35,247	5,140	-	40,387
Infrastructure	604,893	42,061	-	646,954
Vehicles and equipment	261,093	113,224	23,400	350,917
Total capital assets being depreciated	3,591,656	175,056	23,400	3,743,312
Less: Accumulated depreciation:				
Buildings	(255,052)	(57,533)	-	(312,585)
Land improvements	(3,715)	(1,419)	-	(5,134)
Infrastructure	(99,160)	(36,547)	-	(135,707)
Vehicles and equipment	(143,064)	(22,041)	(9,576)	(155,529)
Total accumulated depreciation	(500,991)	(117,540)	(9,576)	(608,955)
Net capital assets - governmental activities	<u>\$ 3,225,091</u>	<u>\$ 57,516</u>	<u>\$ 13,824</u>	<u>\$ 3,268,783</u>

Depreciation expense was charged to functions as follows:

Governmental activities	
General government	\$ 10,555
Public safety	11,309
Public works	54,390
Leisure activities	41,286
Total governmental activities depreciation	<u>\$ 117,540</u>

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

D. CAPITAL ASSETS (Continued)

<u>Proprietary Funds</u>	Balance 1/1/2008	Additions	Retirements	Balance 12/31/2008
Electric Utility:				
Land and land rights	\$ 698	\$ -	\$ -	\$ 698
Transmission and distribution plant	1,526,627	1,216,968	19,219	2,724,376
General plant	291,143	2,104	-	293,247
Construction work in progress	1,045,302	68,833	1,114,135	-
Total electric plant	<u>\$ 2,863,770</u>	<u>\$ 1,287,905</u>	<u>\$ 1,133,354</u>	<u>\$ 3,018,321</u>
Water Utility:				
Land and land rights	\$ 2,821	\$ -	\$ -	\$ 2,821
Source of supply plant	39,148	-	-	39,148
Pumping plant	7,275	-	-	7,275
Transmission and distribution plant	1,322,706	10,818	2,099	1,331,425
Water treatment plant	183,142	-	-	183,142
General plant	27,757	270	-	28,027
Construction work in progress	9,194	50,455	-	59,649
Total water plant	<u>\$ 1,592,043</u>	<u>\$ 61,543</u>	<u>\$ 2,099</u>	<u>\$ 1,651,487</u>
Sewer Fund:				
Land and land rights	\$ 3,100	\$ -	\$ -	\$ 3,100
Collection system plant	1,092,497	4,800	-	1,097,297
Pumping equipment	252,615	-	-	252,615
Treatment and disposal plant	1,806,379	3,840	-	1,810,219
General plant	65,043	270	-	65,313
Total sewer plant	<u>\$ 3,219,634</u>	<u>\$ 8,910</u>	<u>\$ -</u>	<u>\$ 3,228,544</u>

A summary of accumulated depreciation for the utilities follows:

Fund	Balance 1/1/2008	2008 Depreciation Expense	2008 Meter Reading Allocation	2008 Retirements and Removals (Net of Salvage)	Balance 12/31/2008
Electric	\$ 884,075	\$ 105,371	\$ -	\$ 19,927	\$ 969,519
Water	508,672	44,113	2,113	2,099	552,799
Sewer	2,027,035	117,048	(2,113)	-	2,141,970

VILLAGE OF TREMPPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

E. INTERFUND ADVANCES AND TRANSFERS

The following is a schedule of interfund advances:

	Advances To Other Funds	Advances From Other Funds
General Fund	\$ 509,110	\$ -
Tax Incremental Financing District	-	237,569
Enterprise Funds:		
Sewer Fund	-	271,541
Totals	<u>\$ 509,110</u>	<u>\$ 509,110</u>

The following is a schedule of interfund transfers:

Transfer from:	Transfer to:	Amount	Purpose
Water Utility	General Fund	\$ 23,900	Tax equivalent
Electric Utility	General Fund	\$ 42,812	Tax equivalent
General Fund	Debt Service Fund	\$ 13,613	Debt service
General Fund	Capital Projects Fund	\$ 26,250	Cover deficit

F. DEFERRED REVENUES

Deferred revenues of \$776,873 at December 31, 2008, consist of the following:

	2008 Tax Apportionment	Special Assessments	Housing Loans	Interest Receivable on Advance to TIF
General Fund	\$ 267,112	\$ 701	\$ -	\$ 76,173
Tax Incremental Fund	48,835	-	-	-
Capital Projects Fund	85,000	-	-	-
Library Fund	52,000	-	-	-
Block Grant Fund	-	-	129,869	-
Debt Service Fund	117,183	-	-	-
Totals	<u>\$ 570,130</u>	<u>\$ 701</u>	<u>\$ 129,869</u>	<u>\$ 76,173</u>

VILLAGE OF TREMPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

G. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2008 was as follows:

	1/1/2008 Balance	Increases	Decreases	12/31/2008 Balance	Amounts Due Within One Year
Governmental Activities					
Bonds and notes payable:					
General obligation debt	\$ 1,286,067	\$ 104,180	\$ 70,158	\$ 1,320,089	\$ 70,084
Total	<u>1,286,067</u>	<u>104,180</u>	<u>70,158</u>	<u>1,320,089</u>	<u>70,084</u>
Other liabilities:					
Landfill liability	54,242	-	4,099	50,143	4,099
Due to Town of Trempealeau	64,494	-	21,498	42,996	21,498
Vested compensated absences	26,936	19,837	18,788	27,985	9,295
Total other liabilities	<u>145,672</u>	<u>19,837</u>	<u>44,385</u>	<u>121,124</u>	<u>34,892</u>
Total governmental activities - long-term liabilities	<u>\$ 1,431,739</u>	<u>\$ 124,017</u>	<u>\$ 114,543</u>	<u>\$ 1,441,213</u>	<u>\$ 104,976</u>
Business-Type Activities					
Bonds and notes payable:					
Revenue bonds	\$ 1,944,821	\$ -	\$ 120,262	\$ 1,824,559	\$ 122,896
Other liabilities:					
Vested compensated absences	24,275	22,166	20,270	26,171	9,240
Total business-type activities - long-term liabilities	<u>\$ 1,969,096</u>	<u>\$ 22,166</u>	<u>\$ 140,532</u>	<u>\$ 1,850,730</u>	<u>\$ 132,136</u>

All general obligation notes and bonds payable are backed by the full faith and credit of the Village. Notes and bonds in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund. Enterprise funds general obligation debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the Village may not exceed five percent of the equalized value of taxable property within the Village's jurisdiction. The debt limit as of December 31, 2008 was \$4,706,025. Total general obligation debt outstanding at year end was \$1,320,089.

VILLAGE OF TREMPPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

G. LONG-TERM OBLIGATIONS (Continued)

Governmental activities long-term debt at December 31, 2008 consisted of the following issues:

	Date of Issue	Final Maturity	Interest Rate	Original Indebtedness	Balance 12/31/2008
General Obligation Debt					
State trust fund loan	5/12/1989	3/15/2009	6.50%	\$ 20,000	\$ 1,084
State trust fund loan	6/22/1989	3/15/2009	6.50%	130,000	4,095
Promissory note	12/1/2003	1/15/2009	5.75%	368,792	305,989
Promissory note	7/3/2000	7/28/2011	4.50%	305,000	202,657
Promissory note	11/18/2005	11/18/2010	5.60%	795,826	702,084
Promissory note	4/25/2008	4/25/2013	4.20%	104,180	104,180
Total governmental activities - general obligation debt					<u>\$ 1,320,089</u>

Debt service requirements to maturity are as follows:

Years	Governmental Activities General Obligation Debt	
	Principal	Interest
2009	\$ 70,084	\$ 64,958
2010	370,930	60,977
2011	834,783	47,988
2012	21,682	1,891
2013	22,610	963
Totals	<u>\$ 1,320,089</u>	<u>\$ 176,777</u>

Business-type activities debt at December 31, 2008 consisted of the following issues:

	Date of Issue	Final Maturity	Interest Rate	Original Indebtedness	Balance 12/31/2008
Enterprise Funds					
Clean water fund loan - sewer	5/22/1996	5/1/2016	3.282%	\$ 1,433,595	\$ 744,559
Electric revenue bond	3/6/2006	5/1/2026	3.80% - 5.00%	1,155,000	1,080,000
Total business-type activities - long-term debt					<u>\$ 1,824,559</u>

VILLAGE OF TREMPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

G. LONG-TERM OBLIGATIONS (Continued)

Debt service requirements to maturity are as follows:

Years	Business-Type Activities	
	Principal	Interest
2009	\$ 122,896	\$ 70,746
2010	130,616	66,321
2011	133,427	61,665
2012	136,330	56,915
2013	144,326	51,943
2014 - 2018	571,964	185,229
2019 - 2023	340,000	102,865
2024 - 2026	245,000	18,585
Totals	<u>\$ 1,824,559</u>	<u>\$ 614,269</u>

There are a number of limitations and restrictions contained in the various bond indentures and loan agreements.

Estimated payments of compensated absences, landfill liability and amount due to Town of Trempealeau are not included in the debt service requirement schedules. The compensated absences liability attributable to governmental activities will be liquidated primarily by the general fund.

The Village of Trempealeau is required by statute to pay the Town of Trempealeau annual installments of \$21,498 relating to the annexation of property. The amount to be repaid fluctuates as the Village annexes additional property.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

H. GOVERNMENTAL ACTIVITIES NET ASSETS

Governmental activities net assets reported on the government-wide statement of net assets at December 31, 2008 includes the following:

Invested in capital assets, net of related debt	
Land	\$ 134,426
Other capital assets, net of accumulated depreciation	3,134,357
Less: related long-term debt outstanding	<u>(1,320,089)</u>
Total invested in capital assets	<u>1,948,694</u>
Restricted	
Debt service and equipment replacement	27,150
Park land impact fees	28,584
Housing loans	<u>130,241</u>
Total restricted	<u>185,975</u>
Unrestricted	<u>668,948</u>
Total governmental activities net assets	<u><u>\$ 2,803,617</u></u>

I. GOVERNMENTAL FUND BALANCES

Governmental fund balances reported on the fund financial statements at December 31, 2008 include the following:

Reserved

Major funds:

 General Fund:

Reserved for advances	\$ 509,110
Notes receivable	5,179
Delinquent personal property taxes	1,239

 Block Grant Fund:

Reserved for housing loans	372
----------------------------	-----

 Debt Service Fund

27,150

 Total

543,050

VILLAGE OF TREMPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

I. GOVERNMENTAL FUND BALANCES (Continued)

Unreserved (designated)

Major funds:

General Fund:

Impact fees for park land	\$ 28,584
---------------------------	-----------

Unreserved (undesignated)

Major funds:

Undesignated (deficit)

General Fund	232,872
--------------	---------

Library Fund	224,481
--------------	---------

Tax Increment Financing District	(237,569)
----------------------------------	-----------

Total	219,784
-------	---------

Total fund equity	\$ 791,418
-------------------	------------

J. EMPLOYEES RETIREMENT SYSTEM

All eligible Village of Trempealeau employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All permanent employees expected to work at least 600 hours a year are eligible to participate in the WRS. Covered employees are required by statute to contribute 6.0% of their salary (5.1% for protective occupations with Social Security) to the plan. Employers may make these contributions to the plan on behalf of employees. Employers are required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits.

The payroll for employees covered by the WRS for the year ended December 31, 2008 was \$425,818 the employer's total payroll was \$506,296. The total required contribution for the year ended December 31, 2008 was \$48,819, or 11.5%. Total contributions for the years ending December 31, 2007 and 2006 were \$45,641 and \$39,905, respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. Final average earnings is the average of the employee's three highest years earnings. Employees terminating covered employment and submitting application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. 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 are immediately vested.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

J. EMPLOYEES RETIREMENT SYSTEM (Continued)

The WRS also provides death and disability benefits for employees. Eligibility and the amount of all benefits are determined under Chapter 40 of Wisconsin Statutes. The WRS issues an annual financial report that may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

K. STATUS OF TAX INCREMENT DISTRICT

Summary Description

The Village has created a tax incremental financing district (TIF District or TID) in accordance with Section 66.1105 of the Wisconsin Statutes. The purpose of that section is to allow a municipality to recover development and improvements 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.

Generally, the statutes provide that no project costs may be expended later than seven years after the creation date of the district. The statutes further allow 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 has been recovered, whichever occurs first. The 1995-97 state budget act changed these timeframes for districts created prior to October 1, 1995. The budget act extended the project expenditure period for these districts from seven years to ten years. Also, the budget act established a maximum life of twenty-seven years on these districts. Project costs uncollected at the dissolution date are absorbed by the municipality.

The State enacted several changes relating to tax incremental districts in 2004. 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 beginning October 1, 2004.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 3. DETAILED NOTES ON ALL FUNDS (Continued)

K. STATUS OF TAX INCREMENT DISTRICT (Continued)

Summary Description (Continued)

In 1997, the Village created Tax Increment District No. 1. A summary of cumulative status is as follows:

	2008 Year Ended	From Date of Creation
Project Costs		
Capital expenditures	\$ 1,600	\$ 594,347
Interest and fiscal charges	24,383	186,687
Total costs	<u>25,983</u>	<u>781,034</u>
Project Revenues		
Tax increments	45,325	230,442
Special assessments	-	6,561
Miscellaneous	-	66,995
Sale of property	-	36,810
Total revenues	<u>45,325</u>	<u>340,808</u>
Net cost recoverable through TIF Increments - December 31, 2008	<u>\$ (19,342)</u>	<u>\$ 440,226</u>
Reconciliation of Recoverable Costs:		
General obligation debt		\$ 202,657
Plus: Fund balance deficit		<u>237,569</u>
Net cost recoverable through TIF Increments - December 31, 2008		<u>\$ 440,226</u>

Current valuations of the District are as follows:

Current value	\$ 4,251,800
Base	<u>2,003,400</u>
Increment	<u>\$ 2,248,400</u>

The intent of the Village is to recover the above amounts from future TID surplus funds, if any, prior to termination of the TID. Unless terminated by the Village prior thereto, the TID has a statutory termination year of 2024.

VILLAGE OF TREMPEALEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 4. OTHER INFORMATION

A. JOINT VENTURE

The Village of Trempealeau and the Townships of Trempealeau and Caledonia jointly operate the local fire department, which is called the Trempealeau-Caledonia Fire Board.

The governing body is made up of citizens from each community. Local representatives are appointed by the boards. The governing body has authority to adopt its own budget and control the financial affairs of the department. The Village made a payment totaling \$38,591 to the department for 2008. The Village believes that the department will continue to provide services in the future at similar rates.

Financial information of the department as of December 31, 2008 is available directly from the Village of Trempealeau and Townships of Trempealeau and Caledonia.

Debt is being repaid with resources of the department and is secured by the taxing power of the participants. The transactions of the department are not reflected in these financial statements.

The Village does not have an equity interest in the fire board.

B. COMMITMENTS AND CONTINGENCIES

Lawsuits

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

Grants

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

State Funding

Funding for the operating budget of the Village comes from many sources, including property taxes, grants and aids from other units of government, user fees, fines and permits, and other miscellaneous revenues. The State of Wisconsin provides a variety of aid and grant programs which benefit the Village. Those aid and grant programs are dependent on continued approval and funding by the Wisconsin governor and legislature, through their budget processes. The State of Wisconsin is currently experiencing budget problems, and is considering numerous alternatives including reducing aid to local governments. Any changes made by the State to funding or eligibility of local aid programs could have a significant impact on the future operating results of the Village.

VILLAGE OF TREMPLEAU, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
December 31, 2008

NOTE 4. OTHER INFORMATION (Continued)

B. COMMITMENTS AND CONTINGENCIES (Continued)

Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

C. SUBSEQUENT EVENTS

The Village's Municipal Water Utility is in the early stages of designing two new water wells and water treatment plant. It is anticipated the project will cost approximately \$3.8 million. The Village has applied for grants and participation in the State of Wisconsin's Safe Drinking Water Loan Program to finance the project.

On April 29, 2009 a public hearing was held on the Electric Utility's application to increase rates. The overall increase of 9.05% will be implemented on May 1, 2009.

SUPPLEMENTAL INFORMATION

VILLAGE OF TREMPLEAU, WISCONSIN
STATEMENT OF REVENUES - BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2008
With Comparative Actual Totals for Year Ended December 31, 2007

	2008			Variance with Final Budget Favorable (Unfavorable)	2007 Actual Totals (Memorandum Only)
	Budgeted Amounts				
	Original	Final	Actual		
Taxes and special assessments:					
General property taxes	\$ 173,562	\$ 173,562	\$ 173,563	\$ 1	\$ 165,105
Mobile home taxes	37,000	37,000	31,501	(5,499)	34,564
Room taxes	5,000	5,000	7,315	2,315	8,386
Payment in lieu of taxes	4,000	4,000	6,710	2,710	6,268
Special assessments	-	-	649	649	3,929
Total taxes and special assessments	219,562	219,562	219,738	176	218,252
Intergovernmental:					
State aid:					
Shared taxes	248,539	248,539	248,539	-	248,539
Fire insurance tax from state	2,600	2,600	2,776	176	2,608
Connecting streets	56,000	56,000	56,011	11	58,959
Local road improvement aid	8,000	8,000	-	(8,000)	-
Law enforcement improvement	1,400	1,400	1,600	200	6,395
Computer exemption	1,000	1,000	587	(413)	882
Aid in lieu of taxes	(250)	(250)	242	492	222
Total intergovernmental	317,289	317,289	309,755	(7,534)	317,605
Licenses and permits:					
Liquor and malt beverage license	3,000	3,000	3,200	200	3,045
Operators' licenses	300	300	410	110	455
Cigarette licenses	30	30	10	(20)	20
Dog licenses	300	300	70	(230)	101
Soft drink licenses	50	50	50	-	45
Building permits	6,000	6,000	6,650	650	7,425
Street closing permits	200	200	125	(75)	200
Sign permits	100	100	75	(25)	200
Concert permits	100	100	100	-	100
Zoning permits and fees	250	250	1,300	1,050	250
Total licenses and permits	10,330	10,330	11,990	1,660	11,841

VILLAGE OF TREMPPEALEAU, WISCONSIN
STATEMENT OF REVENUES - BUDGET AND ACTUAL - GENERAL FUND
(CONTINUED)

For the Year Ended December 31, 2008
With Comparative Actual Totals for Year Ended December 31, 2007

	2008			Variance with	2007
	Budgeted Amounts			Final Budget	Actual Totals
	Original	Final	Actual	Favorable	(Memorandum
				(Unfavorable)	Only)
Fines, forfeitures, and penalties:					
Court penalties and costs	\$ 4,000	\$ 4,000	\$ 3,031	\$ (969)	\$ 3,886
Animal pound fines	-	-	75	75	175
Parking violations	100	100	210	110	50
Total fines, forfeitures,					
and penalties	4,100	4,100	3,316	(784)	4,111
Public charges for services:					
Clerk fees	5,500	5,500	5,008	(492)	5,090
License publication fees	50	50	70	20	85
Landfill	2,500	2,500	2,194	(306)	2,615
Swimming pool	29,000	29,000	32,118	3,118	32,308
Parkland development	5,000	5,000	4,400	(600)	3,175
Recreation program	1,500	1,500	1,495	(5)	1,729
Total public charges					
for services	43,550	43,550	45,285	1,735	45,002
Miscellaneous general revenues:					
Investment income	25,000	25,000	15,916	(9,084)	27,796
Interest on advance - Marina	1,150	1,150	1,150	-	1,908
Property sales	-	-	-	-	700
Donations	1,000	1,000	3,800	2,800	150
Rent	1,000	1,000	500	(500)	675
Miscellaneous	15,000	15,000	6,603	(8,397)	17,222
Total miscellaneous					
general revenues	43,150	43,150	27,969	(15,181)	48,451
Total revenues	<u>\$ 637,981</u>	<u>\$ 637,981</u>	<u>\$ 618,053</u>	<u>\$ (19,928)</u>	<u>\$ 645,262</u>

VILLAGE OF TREMPLEAU, WISCONSIN
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended December 31, 2008
With Comparative Actual Totals for Year Ended December 31, 2007

	2008			Variance with	2007
	Budgeted Amounts			Final Budget	Actual Totals
	Original	Final	Actual	Favorable	(Memorandum
				(Unfavorable)	Only)
General government:					
Board	\$ 4,580	\$ 4,580	\$ 4,139	\$ 441	\$ 3,966
Attorney	6,000	6,000	1,338	4,662	1,987
Administrator	23,840	23,840	23,560	280	24,124
Village clerk	18,574	18,574	17,692	882	17,518
Clerk - elections	3,400	3,400	3,283	117	1,936
Accounting	10,000	10,000	5,630	4,370	6,172
Treasurer	12,913	12,913	12,497	416	9,570
Assessment of property	7,700	7,700	7,825	(125)	7,618
Village hall	25,250	25,250	31,122	(5,872)	31,398
Property and liability insurance	35,000	35,000	18,438	16,562	16,319
Other general government	32,598	32,598	34,011	(1,413)	35,399
Total general government	179,855	179,855	159,535	20,320	156,007
Public safety:					
Police	158,872	158,872	177,396	(18,524)	158,532
Fire protection	79,500	79,500	87,055	(7,555)	85,272
EMT	4,500	4,500	4,356	144	-
Building inspection	1,600	1,600	4,466	(2,866)	8,733
Total public safety	244,472	244,472	273,273	(28,801)	252,537
Public works:					
Shop	69,510	69,510	14,712	54,798	10,489
Machinery and equipment	6,000	6,000	14,338	(8,338)	12,740
Street maintenance	12,000	12,000	40,541	(28,541)	41,723
Tree and brush control	-	-	4,425	(4,425)	6,633
Snow and ice control	1,600	1,600	27,452	(25,852)	19,216
Traffic control	-	-	797	(797)	-
Sidewalks	1,500	1,500	-	1,500	1,380
Street lighting	21,500	21,500	25,115	(3,615)	24,926
Refuse and garbage collection	-	-	84	(84)	80
Recycling	15,000	15,000	13,304	1,696	13,322
Sanitary landfill	4,000	4,000	4,099	(99)	5,230
Weed control	100	100	1,848	(1,748)	1,535
Total public works	131,210	131,210	146,715	(15,505)	137,274

VILLAGE OF TREMPPEALEAU, WISCONSIN
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - GENERAL FUND
(CONTINUED)
For the Year Ended December 31, 2008
With Comparative Actual Totals for Year Ended December 31, 2007

	2008			Variance with	2007
	Budgeted Amounts			Final Budget	Actual Totals
	Original	Final	Actual	Favorable	(Memorandum
				(Unfavorable)	Only)
Health and human services:					
Cemetery	\$ 600	\$ 600	\$ 600	\$ -	\$ 600
Senior activity	2,142	2,142	1,980	162	2,049
Total health and human services	<u>2,742</u>	<u>2,742</u>	<u>2,580</u>	<u>162</u>	<u>2,649</u>
Leisure activities:					
Parks	6,772	6,772	4,407	2,365	7,036
Recreation	14,200	14,200	8,897	5,303	9,451
Celebrations and entertainment	500	500	2,370	(1,870)	1,921
Swimming pool	79,617	79,617	85,644	(6,027)	86,743
Total leisure activities	<u>101,089</u>	<u>101,089</u>	<u>101,318</u>	<u>(229)</u>	<u>105,151</u>
Conservation and development:					
Planning	2,000	2,000	1,376	624	2,901
Total conservation and development	<u>2,000</u>	<u>2,000</u>	<u>1,376</u>	<u>624</u>	<u>2,901</u>
Total expenditures	<u>\$ 661,368</u>	<u>\$ 661,368</u>	<u>\$ 684,797</u>	<u>\$ (23,429)</u>	<u>\$ 656,519</u>

VILLAGE OF TREMPLEAU, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	2008			2007
	Final Budget	Actual	Variance - Favorable (Unfavorable)	Actual Totals (Memorandum Only)
Revenues:				
Property taxes	\$ 83,375	\$ 83,375	\$ -	\$ 80,000
Special assessments	-	-	-	272
Investment income	-	468	468	921
Total revenues	<u>83,375</u>	<u>83,843</u>	<u>468</u>	<u>81,193</u>
Expenditures:				
Capital outlay:				
General government	23,000	10,068	12,932	2,905
Public safety	13,200	10,977	2,223	13,069
Public works	161,825	161,589	236	61,181
Leisure activities	30,000	31,639	(1,639)	18,167
Total expenditures	<u>228,025</u>	<u>214,273</u>	<u>13,752</u>	<u>95,322</u>
Excess (deficiency) of revenues over expenditures	<u>(144,650)</u>	<u>(130,430)</u>	<u>14,220</u>	<u>(14,129)</u>
Other financing sources (uses):				
Long-term debt issued	104,180	104,180	-	4,114
Operating transfers in	37,000	26,250	(10,750)	28,120
Total other financing sources (uses)	<u>141,180</u>	<u>130,430</u>	<u>(10,750)</u>	<u>32,234</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(3,470)</u>	<u>-</u>	<u>3,470</u>	<u>18,105</u>
Fund balance - beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,105)</u>
Fund balance - end of year	<u>\$ (3,470)</u>	<u>\$ -</u>	<u>\$ 3,470</u>	<u>\$ -</u>

VILLAGE OF TREMPPEALEAU, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - LIBRARY FUND
For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	2008			2007
	Final Budget	Actual	Variance - Favorable (Unfavorable)	Actual Totals (Memorandum Only)
Revenues:				
Property taxes	\$ 52,000	\$ 52,000	\$ -	\$ 50,000
Intergovernmental	44,133	45,033	900	31,931
Investment income	-	6,649	6,649	4,610
Miscellaneous	6,000	11,311	5,311	136,056
Total revenues	<u>102,133</u>	<u>114,993</u>	<u>12,860</u>	<u>222,597</u>
Expenditures:				
Current:				
Leisure activities	122,726	115,188	7,538	112,296
Total expenditures	<u>122,726</u>	<u>115,188</u>	<u>7,538</u>	<u>112,296</u>
Excess (deficiency) of revenues over expenditures	(20,593)	(195)	20,398	110,301
Fund balance - January 1	224,676	224,676	-	114,375
Fund balance - December 31	<u>\$ 204,083</u>	<u>\$ 224,481</u>	<u>\$ 20,398</u>	<u>\$ 224,676</u>

VILLAGE OF TREMPLEAU, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUND
For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	2008			2007
	Final Budget	Actual	Variance - Favorable (Unfavorable)	Actual Totals (Memorandum Only)
Revenues:				
Property taxes	\$ 93,610	\$ 93,610	\$ -	\$ 93,610
Total revenues	<u>93,610</u>	<u>93,610</u>	<u>-</u>	<u>93,610</u>
Expenditures:				
Debt service:				
Principal retirement	50,638	54,016	(3,378)	51,203
Interest and fiscal charges	56,586	53,208	3,378	56,021
Total debt service	<u>107,224</u>	<u>107,224</u>	<u>-</u>	<u>107,224</u>
Total expenditures	<u>107,224</u>	<u>107,224</u>	<u>-</u>	<u>107,224</u>
Excess (deficiency) of revenues over expenditures	<u>(13,614)</u>	<u>(13,614)</u>	<u>-</u>	<u>(13,614)</u>
Other financing sources (uses):				
Operating transfers in	13,614	13,613	(1)	13,613
Total other financing sources (uses)	<u>13,614</u>	<u>13,613</u>	<u>(1)</u>	<u>13,613</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	(1)	(1)	(1)
Fund balance - January 1	<u>27,151</u>	<u>27,151</u>	<u>-</u>	<u>27,152</u>
Fund balance - December 31	<u>\$ 27,151</u>	<u>\$ 27,150</u>	<u>\$ (1)</u>	<u>\$ 27,151</u>

VILLAGE OF TREMPLEAU, WISCONSIN
ELECTRIC UTILITY
DETAILED STATEMENT OF SELECTED OPERATING REVENUES
AND EXPENSES
For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	2008	2007 Totals (Memorandum Only)
Sales of electricity:		
Residential sales	\$ 726,870	\$ 734,901
Small commercial sales	250,611	240,536
Large power sales	281,765	282,693
Street lighting sales	25,729	25,167
Other operating revenues	7,394	7,450
Total sales of electricity	<u>\$ 1,292,369</u>	<u>\$ 1,290,747</u>
Operation and maintenance expenses:		
Purchased power	\$ 910,267	\$ 895,188
Operation supervision and labor	33,241	35,981
Line and station supplies and expense	8,385	8,173
Maintenance of structures	7,394	5,843
Maintenance of lines	20,090	17,567
Maintenance of line transformers	1,961	683
Maintenance of street lighting	3,792	1,996
Maintenance of meters	431	1,366
Miscellaneous distribution expenses	306	72
Meter reading labor	4,217	3,737
Accounting and collecting labor	42,099	36,694
Supplies and expenses	1,178	1,189
Uncollectible accounts	5,608	1,393
Administrative and general salaries	3,112	2,920
Office supplies and expenses	5,078	3,169
Outside services employed	14,650	14,320
Property insurance	6,012	5,321
Employee pensions and benefits	37,397	34,333
Miscellaneous general expenses	22,471	9,494
Transportation expenses	10,463	14,752
Maintenance of general plant	2,838	3,810
Total operation and maintenance expenses	<u>\$ 1,140,990</u>	<u>\$ 1,098,001</u>

VILLAGE OF TREMPLEAU, WISCONSIN
WATER UTILITY
DETAILED STATEMENT OF SELECTED OPERATING REVENUES
AND EXPENSES
For the Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	2008	2007 Totals (Memorandum Only)
Sales of water:		
Metered sales - residential	\$ 95,436	\$ 98,306
Metered sales - commercial	12,776	12,275
Public fire protection	48,464	47,524
Other sales to public authorities	6,288	7,023
Other operating revenues	3,119	26,923
Total sales of water	\$ 166,083	\$ 192,051
Operation and maintenance expenses:		
Fuel or power purchased for pumping	\$ 8,439	\$ 11,326
Operation supplies and expenses	3,978	8,012
Maintenance of pumping plant	22,137	66,300
Water treatment supplies and expenses	5,702	1,310
Maintenance of mains	-	2,526
Maintenance of services	-	103
Maintenance of meters	68	2,526
Maintenance of hydrants	105	529
Meter reading labor	2,625	2,289
Accounting and collecting labor	28,317	24,668
Office supplies and expenses	6,409	1,351
Uncollectible accounts	520	299
Administrative and general salaries	1,945	1,825
Outside services employed	5,299	6,437
Property insurance expense	4,008	3,548
Employee pensions and benefits	17,704	18,292
Miscellaneous general expense	3,190	6,917
Transportation expense	1,712	2,108
Total operation and maintenance expenses	\$ 112,158	\$ 160,366

VILLAGE OF TREMPLEAU, WISCONSIN
SEWER FUND
DETAILED STATEMENT OF SELECTED OPERATING REVENUES
AND EXPENSES
Year Ended December 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	2008	2007 Totals (Memorandum Only)
Sewer charges for services:		
Metered sales - residential	\$ 209,718	\$ 208,681
Metered sales - commercial	28,247	32,504
Other operating revenues	1,084	1,706
Total sewer charges for services	\$ 239,049	\$ 242,891
Operation and maintenance expenses:		
Supervision and labor	\$ 217	\$ 225
Power for pumping	25,276	26,948
Operation supplies and expenses	4,382	7,212
Maintenance of pumping equipment	10,972	4,623
Maintenance of collection system	35,659	32,795
Meter reading	2,977	2,922
Accounting and collecting labor	32,541	28,475
Administrative and general salaries	2,237	2,099
Office supplies and expenses	2,944	1,793
Outside services employed	14,321	2,906
Property insurance	6,012	5,321
Employee pensions and benefits	19,169	17,303
Miscellaneous general expenses	5,103	748
Transportation expenses	1,439	1,997
Rent	1,662	1,639
Total operation and maintenance expenses	\$ 164,911	\$ 137,006