FINAL OFFICIAL STATEMENT DATED OCTOBER 24, 2023

NEW ISSUES Moody's Rated "Aaa"
Not Bank Qualified See "RATING" herein

In the opinion of Quarles & Brady LLP, Bond Counsel, assuming continued compliance with the requirements of the Internal Revenue Code of 1986, as amended (the "Code") under existing law interest on the Securities is excludable from gross income and is not an item of tax preference for federal income tax purposes; however, interest on the Securities is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code) for taxable years beginning after December 31, 2022. See "TAX EXEMPTION" herein for a more detailed discussion of some of the federal income tax consequences of owning the Securities. The interest on the Securities is not exempt from present Wisconsin income or franchise taxes. The Securities shall NOT be "Qualified Tax-Exempt Obligations" for purposes of Section 265(b)(3) of the Code.

CITY OF WAUWATOSA
MILWAUKEE COUNTY, WISCONSIN

Dated: December 4, 2023 Due: As shown herein

$12,440,000 General Obligation Corporate Purpose Bonds, Series 2023A

The General Obligation Corporate Purpose Bonds, Series 2023A (the "2023A Bonds") will be dated December 4, 2023, and will be in the denomination of $5,000 each or any multiple thereof. The 2023A Bonds mature serially on December 1 of the years 2024 through 2038, and term bonds will mature on December 1, 2041 and December 1, 2043 (together, the "Term Bonds"). Interest on the 2023A Bonds shall be payable commencing on June 1, 2024 and semi-annually thereafter on December 1 and June 1 of each year. Associated Trust Company, National Association, Green Bay, Wisconsin will serve as redemption agent for the Term Bonds.

The 2023A Bonds are being issued pursuant to Chapter 67 of the Wisconsin Statutes. The 2023A Bonds will be general obligations of the City for which its full faith and credit and taxing powers are pledged which taxes may, under current law, be levied without limitation as to rate or amount. The 2023A Bonds will be issued for the public purposes of paying the cost of street improvement projects, water system projects, parks and public grounds projects, equipment for the fire department, construction of engine houses and construction of police facilities.

The 2023A Bonds maturing on December 1, 2031 and thereafter are subject to call and prior redemption, at the option of the City, on December 1, 2030 or on any date thereafter, in whole or in part, and if in part, from maturities selected by the City and by lot within each maturity at a price of par plus accrued interest to the date of redemption. The Term Bonds are also subject to mandatory redemption as described herein. (See "REDEMPTION PROVISIONS" herein.)

$3,935,000 General Obligation Promissory Notes, Series 2023B

The General Obligation Promissory Notes, Series 2023B (the "2023B Notes") will be dated December 4, 2023, and will be in the denomination of $5,000 each or any multiple thereof. The 2023B Notes mature serially on December 1 of the years 2024 through 2033. Interest on the 2023B Notes shall be payable commencing on June 1, 2024 and semi-annually thereafter on December 1 and June 1 of each year.

The 2023B Notes are being issued pursuant to Section 67.12(12) of the Wisconsin Statutes. The 2023B Notes will be general obligations of the City for which its full faith and credit and taxing powers are pledged which taxes may, under current law, be levied without limitation as to rate or amount. The 2023B Notes will be issued for public purposes, including paying the cost of storm sewer improvements, acquisition of equipment for the police department and other capital improvement projects.

The 2023B Notes maturing on December 1, 2031 and thereafter are subject to call and prior redemption, at the option of the City, on December 1, 2030 or on any date thereafter, in whole or in part, and if in part, from maturities selected by the City and by lot within each maturity at a price of par plus accrued interest to the date of redemption. (See "REDEMPTION PROVISIONS" herein.)

The Financial Advisor to the City is: BAIRD

The 2023A Bonds and the 2023B Notes (collectively, the "Securities") will be issued only as fully registered obligations in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC"). DTC will act as securities depository of the Securities. Individual purchases may be made in book entry form only in denominations of $5,000 principal amount or any integral multiple thereof. Purchasers will not receive certificates representing their interest in the Securities purchased. (See "BOOK-ENTRY-ONLY SYSTEM" herein.)

The Securities are offered when, as and if issued, subject to the receipt of the approving opinions of Quarles & Brady LLP, Milwaukee, Wisconsin, Bond Counsel. Quarles & Brady LLP will also serve as Disclosure Counsel to the City. The anticipated settlement date for the Securities is on or about December 4, 2023.

KeyBanc Capital Markets
2023A Bonds

Fidelity Capital Markets
2023B Notes

MATURITY SCHEDULES

$12,440,000 General Obligation Corporate Purpose Bonds, Series 2023A

Dated: December 4, 2023 Due: As shown below Callable: December 1, 2030

(December 1)	Amount	Rate	Yield	CUSIP No. 943505[1]	(December 1)	Amount	Rate	Yield	CUSIP No. 943505[1]
2024	$570,000	5.000%	3.880%	GP6	2032	$ 730,000	5.000%	3.820%	GX9
2025	505,000	5.000	3.780	GQ4	2033	775,000	5.000	3.850	GY7
2026	530,000	5.000	3.700	GR2	2034	815,000	5.000	3.930	GZ4
2027	560,000	5.000	3.670	GS0	2035	860,000	5.000	4.040	HA8
2028	590,000	5.000	3.660	GT8	2036	910,000	5.000	4.170	HB6
2029	625,000	5.000	3.710	GU5	2037	955,000	5.000	4.280	HC4
2030	655,000	5.000	3.740	GV3	2038	1,005,000	5.000	4.390	HD2
2031	695,000	5.000	3.780	GW1					

$950,000 Term Bonds due December 1, 2041 Rate: 4.75% Yield: 4.80% CUSIP 943505 HG5
$710,000 Term Bonds due December 1, 2043 Rate: 4.75% Yield: 4.90% CUSIP 943505 HJ9

$3,935,000 General Obligation Promissory Notes, Series 2023B

Dated: December 4, 2023 Due: As shown below Callable: December 1, 2030

(December 1)	Amount	Rate	Yield	CUSIP No. 943505[1]	(December 1)	Amount	Rate	Yield	CUSIP No. 943505[1]
2024	$785,000	5.000%	4.100%	HK6	2029	$345,000	5.000%	3.900%	HQ3
2025	285,000	5.000	4.000	HL4	2030	365,000	5.000	3.920	HR1
2026	300,000	5.000	3.910	HM2	2031	380,000	5.000	3.940	HS9
2027	315,000	5.000	3.880	HN0	2032	405,000	5.000	3.970	HT7
2028	325,000	5.000	3.870	HP5	2033	430,000	4.000	4.000	HU4

[1] CUSIP® is a registered trademark of the American Bankers Association. CUSIP Global Services (CGS) is managed on behalf of the American Bankers Association by FactSet Research Systems Inc. CUSIP® data herein is provided by CUSIP Global Services. This data is not intended to create a database and does not serve in any way as a substitute for services provided by CGS. CUSIP® numbers are provided for convenience of reference only. None of the City, the Financial Advisor, the Underwriters or their agents or counsel assume responsibility for the accuracy of such numbers.

CITY OF WAUWATOSA
(Milwaukee County, Wisconsin)

MAYOR

Dennis McBride

COMMON COUNCIL

Meagan O'Reilly, President
Margaret Arney, Alderperson
Robin Brannin, Alderperson
Melissa Dolan, Alderperson
John J. Dubinski, Alderperson
Ernst Franzen, Alderperson
Amanda Fuerst, Alderperson
David R. Lewis, Alderperson
Sean Lowe, Alderperson
Joseph Makhlouf II, Alderperson
Andrew Meindl, Alderperson
James Moldenhauer, Alderperson
Mike Morgan, Alderperson
Joe Phillips, Alderperson
Joel Tilleson, Alderperson
Jason G. Wilke, Alderperson

ADMINISTRATIVE STAFF

James Archambo, City Administrator
John Ruggini, Finance Director
Steven Braatz, City Clerk
Alan R. Kesner, City Attorney

PROFESSIONAL SERVICES

Financial Advisor:	Robert W. Baird & Co. Incorporated, Milwaukee, Wisconsin
Bond Counsel:	Quarles & Brady LLP, Milwaukee, Wisconsin
Disclosure Counsel:	Quarles & Brady LLP, Milwaukee, Wisconsin
Paying Agent:	Officers of the City *
Redemption Agent (2023A Bonds):	Associated Trust Company, National Association, Green Bay, Wisconsin

* The contact person for fiscal agent matters is John Ruggini, Finance Director.

REGARDING USE OF THIS OFFICIAL STATEMENT

This Official Statement is being distributed in connection with the sale of the Securities referred to in this Official Statement and may not be used, in whole or in part, for any other purpose. No dealer, broker, salesman or other person is authorized to make any representations concerning the Securities other than those contained in this Official Statement, and if given or made, such other information or representations may not be relied upon as statements of the City of Wauwatosa, Wisconsin (the "City"). This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Securities by any person in any jurisdiction in which it is unlawful to make such an offer, solicitation or sale.

Unless otherwise indicated, the City is the source of the information contained in this Official Statement. Certain information in this Official Statement has been obtained by the City or on its behalf from The Depository Trust Company and other non-City sources that the City believes to be reliable. No representation or warranty is made, however, as to the accuracy or completeness of such information. Nothing contained in this Official Statement is a promise of or representation by Robert W. Baird & Co. Incorporated (the "Financial Advisor"). The Financial Advisor has provided the following sentence for inclusion in this Official Statement. The Financial Advisor and the Underwriters have reviewed the information in this Official Statement in accordance with, and as part of, their responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Financial Advisor and the Underwriters do not guarantee the accuracy or completeness of such information. The information and opinions expressed in this Official Statement are subject to change without notice. Neither the delivery of this Official Statement nor any sale made under this Official Statement shall, under any circumstances, create any implication that there has been no change in the financial condition or operations of the City or other information in this Official Statement, since the date of this Official Statement.

This Official Statement contains statements that are “forward-looking statements” as that term is defined in Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. When used in this Official Statement, the words “estimate,” “intend,” “project” or “projection,” “expect” and similar expressions are intended to identify forward-looking statements. Forward-looking statements are subject to risks and uncertainties, some of which are discussed herein, that could cause actual results to differ materially from those contemplated in such forward-looking statements. Investors and prospective investors are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date of this Official Statement.

This Official Statement should be considered in its entirety. No one factor should be considered more or less important than any other by reason of its position in this Official Statement. Where statutes, ordinances, reports or other documents are referred to in this Official Statement, reference should be made to those documents for more complete information regarding their subject matter.

The Securities will not be registered under the Securities Act of 1933, as amended, or the securities laws of any state of the United States, and will not be listed on any stock or other securities exchange. Neither the Securities and Exchange Commission nor any other federal, state, municipal or other governmental entity shall have passed upon the accuracy or adequacy of this Official Statement.

IN CONNECTION WITH THE OFFERING OF THE SECURITIES, THE UNDERWRITERS MAY OR MAY NOT OVERALLOT OR EFFECT TRANSACTIONS THAT STABILIZE OR MAINTAIN THE MARKET PRICES OF THE SECURITIES AT LEVELS ABOVE THOSE WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME WITHOUT NOTICE. THE PRICES AND OTHER TERMS RESPECTING THE OFFERING AND SALE OF THE SECURITIES MAY BE CHANGED FROM TIME TO TIME BY THE UNDERWRITERS AFTER THE SECURITIES ARE RELEASED FOR SALE AND THE SECURITIES MAY BE OFFERED AND SOLD AT PRICES OTHER THAN THE INITIAL OFFERING PRICES, INCLUDING SALES TO DEALERS WHO MAY SELL THE SECURITIES INTO INVESTMENT ACCOUNTS.

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SUMMARY - 2023A BONDS

Issuer:	City of Wauwatosa, Milwaukee County, Wisconsin (the "City").
Issue:	$12,440,000 General Obligation Corporate Purpose Bonds, Series 2023A (the "2023A Bonds")
Dated Date:	December 4, 2023
Interest Due:	Commencing June 1, 2024 and on each December 1 and June 1 thereafter. Interest on the 2023A Bonds shall be computed on the basis of a 30-day month and a 360-day year.
Principal Due:	December 1, 2024 through 2038. Term Bonds due December 1, 2041 and December 1, 2043.
Redemption Provision:	The 2023A Bonds maturing on and after December 1, 2031 shall be subject to call and prior payment, at the option of the City, on December 1, 2030 or on any date thereafter at a price of par plus accrued interest. The amounts and maturities of the 2023A Bonds to be redeemed shall be selected by the City. If less than the entire principal amount of any maturity is to be redeemed, the 2023A Bonds of that maturity which are to be redeemed shall be selected by lot. Notice of such call shall be given by sending a notice thereof by registered or certified mail, facsimile or electronic transmission, overnight express delivery, or in any other manner required by DTC not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for redemption to the registered owner of each 2023A Bond to be redeemed at the address shown on the registration books. The Term Bonds are also subject to mandatory redemption as described herein. (See "REDEMPTION PROVISIONS" herein.)
Security:	The full faith, credit and resources of the City are pledged to the payment of the principal of and the interest on the 2023A Bonds as the same become due and, for said purposes, there are levied on all the taxable property in the City, direct, annual irrepealable taxes in each year and in such amounts which will be sufficient to meet such principal and interest payments when due. Under current law, such taxes may be levied without limitation as to rate or amount.
Purpose:	The 2023A Bonds will be issued for the public purposes of paying the cost of street improvement projects, water system projects, parks and public grounds projects, equipment for the fire department, construction of engine houses and construction of police facilities.
Tax Exemption:	Interest on the 2023A Bonds is excludable from gross income for present Federal income tax purposes. (See "TAX EXEMPTION" herein.)
Not Bank Qualified:	The 2023A Bonds shall NOT be "qualified tax-exempt obligations".
Credit Rating:	The 2023A Bonds have been assigned a "Aaa" rating by Moody's Investors Service, Inc. (See "RATINGS" herein.)
Bond Years:	126,061.33 years.
Average Life:	10.134 years.
Record Date:	The 15th day of the calendar month next preceding each interest payment date.

Information set forth on this page is qualified by the entire Official Statement. A full review of the entire Official Statement should be made by potential investors.

SUMMARY - 2023B NOTES

Issuer:	City of Wauwatosa, Milwaukee County, Wisconsin.
Issue:	$3,935,000 General Obligation Promissory Notes, Series 2023B (the "2023B Notes")
Dated Date:	December 4, 2023
Interest Due:	Commencing June 1, 2024 and on each December 1 and June 1 thereafter. Interest on the 2023B Notes shall be computed upon the basis of a 360-day year of twelve 30-day months.
Principal Due:	December 1, 2024 through 2033.
Redemption Provision:	The 2023B Notes maturing on and after December 1, 2031 shall be subject to call and prior payment, at the option of the City, on December 1, 2030 or on any date thereafter at a price of par plus accrued interest. The amounts and maturities of the 2023B Notes to be redeemed shall be selected by the City. If less than the entire principal amount of any maturity is to be redeemed, the 2023B Notes of that maturity which are to be redeemed shall be selected by lot. Notice of such call shall be given by sending a notice thereof by registered or certified mail, facsimile or electronic transmission, overnight express delivery, or in any other manner required by DTC not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for redemption to the registered owner of each 2023B Note to be redeemed at the address shown on the registration books. (See “REDEMPTION PROVISIONS” herein.)
Security:	The full faith, credit and resources of the City are pledged to the payment of the principal of and the interest on the 2023B Notes as the same become due and, for said purposes, there are levied on all the taxable property in the City, direct, annual irrepealable taxes in each year and in such amounts which will be sufficient to meet such principal and interest payments when due. Under current law, such taxes may be levied without limitation as to rate or amount.
Purpose:	The 2023B Notes will be issued for public purposes, including paying the cost of storm sewer improvements, acquisition of equipment for the police department and other capital improvement projects.
Tax Exemption:	Interest on the 2023B Notes is excludable from gross income for present Federal income tax purposes. (See “TAX EXEMPTION” herein.)
Not Bank Qualified:	The 2023B Notes shall NOT be “qualified tax-exempt obligations”.
Credit Rating:	The 2023B Notes have been assigned a "Aaa" rating by Moody’s Investors Service, Inc. (See "RATINGS" herein.)
Bond Years:	20,717.21 years.
Average Life:	5.265 years.
Record Date:	The 15th day of the calendar month next preceding each interest payment date.

Information set forth on this page is qualified by the entire Official Statement. A full review of the entire Official Statement should be made by potential investors.

INTRODUCTORY STATEMENT

This Official Statement presents certain information relating to the City of Wauwatosa, Wisconsin (the "City" and the "State," respectively) in connection with the sale of the City's $12,440,000 General Obligation Corporate Purpose Bonds, Series 2023A (the "2023A Bonds") and $3,935,000 General Obligation Promissory Notes, Series 2023B (the "2023B Notes" and together with the 2023A Bonds, the "Securities"). The Securities are issued pursuant to the Constitution and laws of the State and the resolutions (the "Resolutions") adopted by the Common Council and other proceedings and determinations related thereto.

All summaries of statutes, documents and resolutions contained in this Official Statement are subject to all the provisions of, and are qualified in their entirety by reference to such statutes, documents and resolutions, and references herein to the Securities are qualified in their entirety by reference to the form thereof included in the Parameters Resolutions (defined herein). Copies of the Resolutions may be obtained from the Financial Advisor (defined herein) upon request.

THE FINANCING PLAN

The 2023A Bonds

The 2023A Bonds will be issued for the public purposes of paying the cost of street improvement projects, water system projects, parks and public grounds projects, equipment for the fire department, construction of engine houses and construction of police facilities.

The 2023B Notes

The 2023B Notes will be issued for public purposes, including paying the cost of storm sewer improvements, acquisition of equipment for the police department and other capital improvement projects.

REDEMPTION PROVISIONS

Optional Redemption - 2023A Bonds

At the option of the City, the 2023A Bonds maturing on December 1, 2031 and thereafter shall be subject to redemption prior to maturity on December 1, 2030 or on any date thereafter. Said 2023A Bonds shall be redeemable as a whole or in part, and if in part, from maturities selected by the City and within each maturity, by lot, at the principal amount thereof, plus accrued interest to the date of redemption. If less than all of the 2023A Bonds of a maturity are to be redeemed, selection of the 2023A Bonds to be so redeemed shall be by lot conducted by DTC in accordance with its rules and practices (see "BOOK-ENTRY-ONLY SYSTEM" herein).

Mandatory Redemption – 2023A Bonds

The 2023A Bonds maturing December 1, 2041 and December 1, 2043 (together, the "Term Bonds") are also subject to mandatory sinking fund redemption on December 1 of each of the years and in the amounts set forth below at a redemption price equal to 100% of the principal amount thereof plus accrued interest to the redemption date. As and for a sinking fund for the redemption of the Term Bonds, the City shall cause to be deposited in the Debt Service Fund Account a sum which is sufficient to redeem the following principal amounts of such Term Bonds plus accrued interest to the redemption date:

2041 Term Bonds

Year	Amount
2039	$ 305,000
2040	315,000
2041 (maturity)	330,000

2043 Term Bonds

Year	Amount
2042	$345,000
2043 (maturity)	365,000

The City will call the Term Bonds for redemption on the dates and in the amounts set forth above and directs its officers and agents to take the necessary steps to select the Term Bonds to be redeemed on the dates and amounts set forth above and give appropriate notice of said redemption to the registered holders of the Term Bonds so redeemed. Upon the optional redemption of any of the Term Bonds, the principal amount of such Term Bonds so redeemed shall be credited against the mandatory redemption payments shown above for such Term Bonds in such manner as the City shall direct.

Associated Trust Company, National Association, Green Bay, Wisconsin will serve as redemption agent for the Term Bonds.

Optional Redemption - 2023B Notes

At the option of the City, the 2023B Notes maturing on December 1, 2031 and thereafter shall be subject to redemption prior to maturity on December 1, 2030 or on any date thereafter. Said 2023B Notes shall be redeemable as a whole or in part, and if in part, from maturities selected by the City and within each maturity, by lot, at the principal amount thereof, plus accrued interest to the date of redemption. If less than all of the 2023B Notes of a maturity are to be redeemed, selection of the 2023B Notes to be so redeemed shall be by lot conducted by DTC in accordance with its rules and practices (see "BOOK-ENTRY-ONLY SYSTEM" herein).

ESTIMATED SOURCES AND USES

The 2023A Bonds

Sources of Funds	
Par Amount of 2023A Bonds	$12,440,000
Net Reoffering Premium	558,582
Total Sources of Funds:	$12,998,582
Uses of Funds	
Deposit to 2023A Project Fund	$12,440,000
Deposit to Debt Service Fund (Capitalized Interest)	483,942
Underwriter's Discount	74,640
Total Uses of Funds:	$12,998,582

The 2023B Notes

Sources of Funds	
Par Amount of 2023B Notes	$3,935,000
Reoffering Premium	144,440
Total Sources of Funds:	$4,079,440
Uses of Funds	
Deposit to 2023B Project Fund	$3,935,000
Deposit to Debt Service Fund (Capitalized Interest)	117,067
Underwriter's Discount	27,373
Total Uses of Funds:	$4,079,440

CONSTITUTIONAL AND STATUTORY CONSIDERATIONS AND LIMITATIONS CONCERNING THE CITY'S POWER TO INCUR INDEBTEDNESS

The Constitution and laws of the State limit the power of the City (and other municipalities of the State) to issue obligations and to contract indebtedness. Such constitutional and legislative limitations include the following, in summary form and as generally applicable to the City.

Purpose

The City may not borrow money or issue notes or bonds therefore for any purpose except those specified by statute, which include among others the purposes for which the Securities are being issued.

General Obligation Bonds

The principal amount of every sum borrowed by the City and secured by an issue of bonds may be payable at one time in a single payment or at several times in two or more installments; however, no installment may be made payable later than the termination of twenty years immediately following the date of the bonds. The Common Council of the City is required to levy a direct, annual, irrepealable tax sufficient in amount to pay the interest on such bonds as it falls due and also to pay and discharge the principal thereof at maturity. Bonds issued by the City to refinance or refund outstanding notes or bonds issued by the City may be payable no later than twenty years following the original date of such notes or bonds.

Refunding Bonds

In addition to being authorized to issue bonds, the City is authorized to borrow money using refunding bonds for refunding existing debt. To evidence such indebtedness, the City must issue its refunding bonds (with interest) payable within a period not exceeding twenty years following the initial date of the debt to be refunded. Such refunding bonds constitute a general obligation of the City. Refunding bonds are not subject to referendum.

Bond or Note Anticipation Notes

In anticipation of issuing general obligation bonds or notes, the City is authorized to borrow money using bond or note anticipation notes. The bond or note anticipation notes shall in no event be general obligations of the City, and do not constitute an indebtedness of the City, nor a charge against its general credit or taxing power. The bond or note anticipation notes are payable only from (a) proceeds of the bond or note anticipation notes set aside for payment of interest on the bond or note anticipation notes as they become due, and, (b) proceeds to be derived from the issuance and sale of general obligation bonds or notes which proceeds are pledged for the payment of the principal of and interest on the bond or note anticipation notes. The maximum term of any bond or note anticipation notes (including any refunding) is five years.

Promissory Notes

In addition to being authorized to issue bonds, the City is authorized to borrow money using notes for any public purpose. To evidence such indebtedness, the City must issue to the lender its promissory notes (with interest) payable within a period not exceeding ten years following the date of said notes. Such notes constitute a general obligation of the City. Notes may be issued to refinance or refund outstanding notes. However, such notes may be payable not later than twenty years following the original date of such notes.

Debt Limit

The City has the power to contract indebtedness for purposes specified by statute so long as the principal amount thereof does not exceed five percent of the equalized value of taxable property within the City. For information with respect to the City's percent of legal debt incurred, see the caption "Debt Limit," herein.

THE RESOLUTIONS

The following is a summary of the Resolutions adopted by the Common Council pursuant to the procedures prescribed by Wisconsin Statutes. Reference is made to the Resolutions for a complete recital of their terms.

2023A Initial Resolutions

By way of the initial resolutions adopted on September 19, 2023 in connection with the 2023A Bonds (the "2023A Initial Resolutions"), the Common Council authorized the issuance of general obligation bonds for the following public purposes and in the following not to exceed amounts:

- $10,810,000 for street improvement projects;
- $180,000 for water system projects;
- $320,000 for parks and public grounds projects;
- $720,000 for equipment of the fire department;
- $380,000 for construction of engine houses; and
- $30,000 for construction of police facilities

The 2023A Initial Resolutions are subject to referendum if within 30 days after the adoption of the 2023A Initial Resolutions, a sufficient petition requesting a referendum is filed by the electors of the City. The petition period expired on October 19, 2023.

Parameters Resolutions

By way of a resolution adopted on September 19, 2023 (the "Parameters Resolution for the 2023A Bonds"), the Common Council delegated authority to its Finance Director and City Attorney (collectively, the "Authorized Officers") to accept the bid for the 2023A Bonds that results in the lowest true interest cost for the 2023A Bonds (the "2023A Bonds Proposal"), provided the 2023A Bonds Proposal met the parameters set forth in the Parameters Resolution for the 2023A Bonds, by executing an Approving Certificate (the "Approving Certificate for the 2023A Bonds"). The Common Council pledged the full faith, credit and resources of the City to the payment of the principal of and interest on the 2023A Bonds pursuant to the Parameters Resolution for the 2023A Bonds. Pursuant to the Parameters Resolution for the 2023A Bonds, a direct annual irrepealable tax has been levied for collection in the years 2024 through 2043 in the amount which will be sufficient to meet the principal and interest payments on the 2023A Bonds when due (or monies to pay such debt service will otherwise be appropriated). The Parameters Resolution for the 2023A Bonds establishes separate and distinct from all other funds of the City a separate debt service fund with respect to payment of principal and interest on the 2023A Bonds.

By way of a resolution adopted on September 19, 2023 (the "Parameters Resolution for the 2023B Notes"), the Common Council delegated authority to the Authorized Officers to accept the bid for the 2023B Notes that results in the lowest true interest cost for the 2023B Notes (the "2023B Notes Proposal"), provided the 2023B Notes Proposal met the parameters set forth in the Parameters Resolution for the 2023B Notes, by executing an Approving Certificate (the "Approving Certificate for the 2023B Notes"). The Common Council pledged the full faith, credit and resources of the City to the payment of the principal of and interest on the 2023B Notes pursuant to the Parameters Resolution for the 2023B Notes. Pursuant to the Parameters Resolution for the 2023B Notes, a direct annual irrepealable tax has been levied for collection in the years 2024 through 2033 in the amount which will be sufficient to meet the principal and interest payments on the 2023B Notes when due (or monies to pay such debt service will otherwise be appropriated). The Parameters Resolution for the 2023B Notes establishes separate and distinct from all other funds of the City a separate debt service fund with respect to payment of principal and interest on the 2023B Notes.

Approving Certificates

On October 24, 2023, the Authorized Officers executed the Approving Certificate for the 2023A Bonds, approving the Preliminary Official Statement, accepting the 2023A Bonds Proposal, setting forth the details of the 2023A Bonds, and specifying the amount of the direct annual irrepealable tax levied to pay the principal of and interest on the 2023A Bonds.

On October 24, 2023, the Authorized Officers executed the Approving Certificate for the 2023B Notes, approving the Preliminary Official Statement, accepting the 2023B Notes Proposal, setting forth the details of the 2023B Notes, and specifying the amount of the direct annual irrepealable tax levied to pay the principal of and interest on the 2023B Notes.

THE CITY

The Common Council

The City has a mayor/alderman form of government with the 16 members of the Common Council elected to serve alternating four-year terms. In April 2022, voters approved a referendum that will reduce the size of the Common Council to 12 members beginning in 2026. In addition, term limits will be put into place so that no person can serve more than two consecutive four-year terms. The Council President is elected to that position by the Council members. The Mayor is also elected for a four-year term and is responsible for conducting the Council meetings.

Dennis McBride, Mayor
(Term Expires April 2024)

Name	Aldermanic District	Term Expiration
James Moldenhauer	1	April, 2024
Andrew Meindl	1	April, 2026
Margaret Arney	2	April, 2026
John J. Dubinski	2	April, 2024
Joseph Makhlouf II	3	April, 2026
Robin Brannin	3	April, 2024
Ernst Franzen	4	April, 2024
David R. Lewis	4	April, 2026
Sean Lowe	5	April, 2024
Joel Tilleson	5	April, 2024
Joe Phillips	6	April, 2026
Meagan O'Reilly, President	6	April, 2024
Mike Morgan	7	April, 2024
Amanda Fuerst	7	April, 2026
Jason G. Wilke	8	April, 2024
Melissa Dolan	8	April, 2026

Source: The City.

Board of Public Debt Commissioners

The City created a Board of Public Debt Commissioners (the "Board") in May 1938. The Board consists of three resident citizens, the City Finance Director and Assistant Finance Director, three of whom shall constitute a quorum. The Mayor appoints, subject to the approval of a majority of the Common Council, three members for rotating three-year terms. The members receive no compensation, and the Board maintains its own records of proceedings, makes its own rules and provides for its own meetings, except when ordered by the Mayor. The Board oversees the issuance and retirement of municipal bonds issued by the City.

The current Board members are:

John Ruggini, Finance Director
Derik Summerfield, Assistant Finance Director
Laura Hyland
Steve Kreklow
Vacant

Source: The City.

Administration

The City Administrator has the responsibility of administering the day-to-day operations of the City and executing the policy decisions of the Common Council. The Finance Director is responsible for the financial operations of the City and has responsibility for the formulation and enforcement of the budget for all departments. The present members of the administration and their years of service are listed below.

Name	Position	Years of Service
James Archambo	City Administrator	18
John Ruggini	Finance Director	13
Steven Braatz	City Clerk	4
Alan R. Kesner	City Attorney	24

Source: The City.

Employment Relations

Department	Number of Employees*
Administrative Services	14.29
Assessor	5.60
City Clerk/Elections	4.50
Development	15.00
Engineering	24.33
Finance	9.82
Fire	103.58
Fleet Maintenance	10.00
Health	18.30
Information Systems	7.00
Library	26.83
Mayor	1.00
Municipal Complex	4.00
Municipal Court	1.89
Police	138.08
Public Works	61.48
Traffic Electrical Maintenance	6.29
Tourism	1.00
Water	19.38
Total	472.37

*Full-time equivalent ("FTE").

Source: The City. 2023 Adopted Budget

The following two bargaining units represent the respective number of City employees:

Union/Association	Contract Term	Number of Members
Wauwatosa Professional Firefighter's Association	1/1/21 – 12/31/23*	91
Wauwatosa Peace Officers Association	1/1/22 – 12/31/24**	86

*A new contract is currently being negotiated.

** The City and the union reached a temporary agreement that is being followed by the parties, but a final agreement is still pending resolution of a matter with respect to where certain language with respect to retiree health insurance will be memorialized. The resolution of that question is not expected to have any financial impact with respect to the agreement.

Source: The City.

According to the City, relations between the City and the bargaining units are termed satisfactory.

All eligible City personnel are covered by the Municipal Employment Relations Act ("MERA") of the Wisconsin Statutes. Pursuant to that law, employees have rights to organize and, after significant changes were made to the law in 2011, very limited rights to collectively bargain with municipal employers. MERA was amended by 2011 Wisconsin Act 10 (the "Act") and by 2011 Wisconsin Act 32.

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

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

Pension Plan

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

City employees are generally required to contribute half of the actuarially determined contributions, and the City may not pay the employees' required contribution. During the fiscal year ended December 31, 2020 ("Fiscal Year 2020"), the fiscal year ended December 31, 2021 ("Fiscal Year 2021"), and the fiscal year ended December 31, 2022 ("Fiscal Year 2022"), the City's portion of contributions to WRS (not including any employee contributions) totaled $3,125,502, $3,519,819 and $3,778,369, respectively.

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

As of December 31, 2021, the total pension liability of the WRS was calculated as $133.79 billion and the fiduciary net position of the WRS was calculated as $141.85 billion, resulting in a net pension asset of $8.06 billion.

Under GASB 68, each participating employer in a cost-sharing pension plan must report the employer's proportionate share of the net pension liability or net pension asset of the pension plan. Accordingly, for Fiscal Year 2022, the City reported an asset of $25,069,142 for its proportionate share of the net pension asset of the WRS. The net pension asset was measured as of December 31, 2021 based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. The City's proportion was 0.31102445% of the aggregate WRS net pension liability as of December 31, 2021.

The calculation of the total pension liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. Such changes may have a significant impact on the calculation of the net pension liability of the WRS, which may also cause the ETF Board to change the contribution requirements for employers and employees. For more detailed information regarding the WRS and such actuarial assumptions, see Note 5. A. in “Appendix A - Annual Comprehensive Financial Report for the year ended December 31, 2022” attached hereto.

Other Post-Employment Benefits

The City provides "other post-employment benefits" ("OPEB") (i.e., post-employment benefits, other than pension benefits, owed to its employees and former employees) to employees who have terminated their employment with the City and have satisfied specified eligibility standards through a single-employer defined benefit plan. Membership of the plan consisted of 109 retirees receiving benefits and 283 active eligible plan members as of December 31, 2022, the date of the latest actuarial valuation. Such benefits are no longer offered to employees hired on or after January 1, 2015, other than public safety employees. Under the latest police union contract, new employees will receive a defined contribution benefit instead of the defined benefit OPEB.

OPEB calculations are required to be updated every two years and be prepared in accordance with Statements No. 74 and 75 of the Governmental Accounting Standards Board ("GASB 74/75"). An actuarial study for the plan was most recently completed pursuant to GASB 74/75 by Milliman, Inc. in April 2023 with an actuarial valuation date of December 31, 2022.

For Fiscal Year 2022, benefit payments to the plan totaled $2,635,545. The City's current funding practice is to make annual contributions to the plan in the amounts at least equal to the benefits paid to retirees in a particular year on a "pay-as-you-go" basis.

Under GASB 74/75, a net OPEB liability (or asset) is calculated as the difference between the plan's total OPEB liability and the plan's fiduciary net position, which terms have similar meanings as under GASB 68 and GASB 73 for pension plans.

As of December 31, 2022, the total OPEB liability was $41,184,603 and the plan fiduciary net position was $0, resulting in a net OPEB liability of $41,184,603.

The calculation of the total OPEB liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. For more detailed information regarding such actuarial assumptions, see Note 5.C. in “Appendix A - Annual Comprehensive Financial Report for the year ended December 31, 2022” attached hereto.

GENERAL INFORMATION

Location

The City is adjacent to the City of Milwaukee in Milwaukee County (the "County"). The City has been a municipal corporation since 1897. It encompasses 13.07 square miles and has a 2023 population estimate of 48,836.

Transportation

The City is located along two interstate highways, three U.S. highways, and several state highways. The City is also served by passenger and freight railroads and Milwaukee Mitchell International Airport in the City of Milwaukee.

Services

The City provides the full range of municipal services, including police and fire protection, parks, public works operations, parking, water and sewer utilities, community development, health services and general administrative services.

Public Safety

The City has a police force of 138.08 FTE positions providing public safety and protection for the City's residents and a fire department of 103.58 FTEs providing fire protection and ambulance service.

Education

The Wauwatosa School District serves the City and offers a comprehensive program for students in prekindergarten through the twelfth grade. The District currently has eleven elementary schools (including one STEM school and one Montessori school), two middle schools and two high schools. The District serves approximately 7,010 students and the District has 865.27 FTE employees.

Opportunities for post-secondary education may be obtained at the University of Wisconsin – Milwaukee, and various other colleges located within the Milwaukee metropolitan area. Milwaukee Area Technical College District, a two-year technical college, Wisconsin Lutheran College, which campus lies partially within the corporate boundaries of the City, and many others are within commuting distance, including Marquette University, Concordia University Wisconsin, Mount Mary University, Alverno College and Carroll University.

DEMOGRAPHIC AND ECONOMIC INFORMATION

Population

	Milwaukee County	City of Wauwatosa
Estimate, 2023	937,259	48,836
Estimate, 2022	939,487	48,638
Estimate, 2021	947,241	48,604
Census, 2020	939,489	48,387
Estimate, 2019	946,296	48,314

Source: Wisconsin Department of Administration, Demographic Services Center

Per Return Adjusted Gross Income

Year	State of Wisconsin	Milwaukee County	City of Wauwatosa
2022	$70,548	$63,901	$98,829
2021	66,369	57,444	95,512
2020	61,518	52,751	87,379
2019	61,003	54,920	87,132
2018	59,423	53,380	85,410

Source: Wisconsin Department of Revenue, Division of Research & Policy

Unemployment Rate

	State of Wisconsin	Milwaukee County	City of Wauwatosa
August, 2023	3.7%	4.7%(1)	3.1%(1)
August, 2022	3.2	4.2	2.6
Average, 2022	2.9(1)	3.7	2.5
Average, 2021(2)	3.8	5.4	3.2
Average, 2020(2)	6.4	8.4	6.0
Average, 2019	3.2	3.8	2.6
Average, 2018	3.0	3.6	2.7

(1) Preliminary.
(2) Figures reflect employment impact as a result of COVID-19 (see "GLOBAL HEALTH EMERGENCY RISK" herein).

Source: Wisconsin Department of Workforce Development.

Building Permits

Year	Construction Value of Building Permits
2023 (1)	$ 42,035,184
2022	164,484,932
2021	100,478,928
2020	158,138,733
2019	164,487,307
2018	117,682,712

(1) Through June, 2023.

Source: City of Wauwatosa Energov Permitting and Licensing System.

Largest Employers

Listed below are the largest employers in the City.

Employer	Product/Business	Approximate Employment
Milwaukee Regional Medical Center	Medical facilities	19,000
Briggs & Stratton Corporation	Small engine manufacturer	917(1)
Wauwatosa School District	Education	865.27(2)
Harley-Davidson Inc.	Motorcycle manufacturer	650(3)
GE Healthcare Global Parts Co., Inc.	Medical equipment and supplies	552
Lutheran Home	Nursing home; assisted living	475
The City	Municipal government	472.37(2)
UnitedHealth Care	Insurance	365
St. Camillus Health System	Nursing homes, assisted living	363
Zyware	Custom software programming	282

(1) Includes locations in the Milwaukee metropolitan area. Briggs & Stratton Corporation previously announced plans to cease its production lines in the City, which phase-out has now begun, including the sale of the plant to a third party. The company's planned layoffs announced in 2020 were for approximately 200 employees, but the company stated its intent was to match impacted employees to other open positions. In fall 2022, the company ceased lawn tractor and snow thrower production in the City. The shutdown affected 90 jobs, but most of those employees were retained in other positions. In January 2023, the company announced it will shut down two production lines and lay off 160 employees by early 2024.

(2) FTE.

(3) Harley-Davidson Inc. local employee count is 2,280 at its Milwaukee-area locations.

Source: D&B Credit, Industry Select-MNI, Milwaukee Business Journal "Milwaukee-Area Private Sector Employers" (August 11, 2023), and “Milwaukee-Area Software Product Companies” (June 30, 2023), Wisconsin Department of Public Instruction, employer websites and the City, August, 2023.

Largest Taxpayers

Listed below are the largest taxpayers in the City:

Taxpayer	Type of Business	2023(1) Assessed Valuation	2023(2) Equalized Valuation
Froedtert Memorial Lutheran Hospital (3)	Hospital, Clinics & Medical Office Buildings	$426,688,000	$565,074,825
Mayfair Mall LLC (4)	Mayfair Shopping Center	368,428,800	487,920,540
Children's Hospital Wisconsin (3)	Hospital, Clinics & Medical Office Buildings	205,226,200	271,786,783
Irgens Development Partners	Office buildings	167,985,000	222,467,223
HSA Commercial Real Estate	Mayfair Collection Shopping Center	127,212,400	168,470,931
H S I	State Street Station, Apartment Complexes	79,840,700	105,735,267
Wheaton Franciscan Healthcare(3)	Medical Office Buildings & Clinics	78,819,400	104,382,731
Wangard Partners LLC	Office and Residential Apartment Complexes	58,924,300	78,035,095
Bel Marquette I LLC (GE)(5)	GE Healthcare Headquarters	54,139,200	71,698,053
Gateway Tosa HC LLC	Medical Office Building	53,805,000	71,255,463
		$1,621,069,000	$2,146,826,910

The above taxpayers represent 22.32% of the City's 2023 Equalized Value (TID IN) ($9,618,350,900).

(1)The level of assessment is only estimated and has not been finalized by the Wisconsin Department of Revenue.

(2)Fair Market Values are only estimates--no finalized level of assessment from the Wisconsin Department of Revenue.

(3)Significant property value for certain medical campus taxpayers became taxable upon the sale of land from Milwaukee County to the individual taxpayers in April 2020. These taxpayers are disputing the taxability of all, or significant portions, of their taxable value. See "LITIGATION" herein.

(4)Assessment under appeal by taxpayer. The City is involved in litigation with General Growth Properties, the owner of Mayfair Mall, involving a dispute over the taxable value of Mayfair Mall of approximately $100,000,000 over several years. See "LITIGATION" herein.

(5)Manufacturing properties estimated against preliminary level of assessment.

Source: City of Wauwatosa.

TAX LEVIES AND COLLECTIONS

Personal property taxes, special assessments, special charges and special taxes must be paid to the town, city or village treasurer in full by January 31. Real property taxes may be paid in full by January 31 or in two equal installments payable by January 31 and July 31. Municipalities also have the option of adopting payment plans which allow taxpayers to pay their real property taxes and special assessments in three or more installments, provided that the first installment is paid by January 31, one-half of the taxes are paid by April 30 and the remainder is paid by July 31. Amounts paid on or before January 31 are paid to the town, city or village treasurer. Amounts paid after January 31 are paid to the county treasurer unless the municipality has authorized payment in three or more installments in which case payment is made to the town, city or village treasurer. Any amounts paid after July 31 are paid to the county treasurer. For municipalities which have not adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15 and February 20. For municipalities which have adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15, February 15 and the 15th day of each month following a month in which an installment payment is due. On or before August 20, the county treasurer must settle in full with the underlying taxing districts for all real property taxes and special taxes. The County Board may authorize its County Treasurer to also settle in full with the underlying taxing districts for all special assessments and special charges. The county may then recover any tax delinquencies by enforcing the lien on the property and retain any penalties or interest on the delinquencies for which it has settled. Uncollected personal property taxes owed by an entity that has ceased operations or filed a petition for bankruptcy, or are due on personal property that has been removed from the next assessment role are collected from each taxing entity in the year following the levy year. The personal property tax has been repealed, starting with the property tax assessments as of January 1, 2024. Beginning in 2025, the personal property tax has been replaced with a payment from the State intended to replace the amount of property taxes imposed on personal property for the property tax assessments as of January 1, 2023. Since, in practice, all delinquent real property taxes are withheld from the county's share of taxes, the City receives 100 percent of the real property taxes it levies for real property taxes. See "Levy Limits" herein for information on additional limitations on City tax levies.

Set forth below are tax levies for City purposes and the tax rate per $1,000 assessed valuation on all taxable property in the City for collection years 2019 through 2023:

Levy/Collection Year	City Tax Rate	City Levy	Uncollected Personal Property Taxes as of May 31* of Each Year	Percent of Levy Collected
2022/2023	$7.19	$49,978,616	$142,143	99.72%
2021/2022	7.00	48,693,938	98,211	99.80
2020/2021	7.17	45,461,749	84,388	99.81
2019/2020	7.05	44,137,620	111,773**	99.75
2018/2019	7.97	42,852,058	131,771***	99.69

* *Due to accounting changes, beginning in 2020/2021, the uncollected personal property taxes are shown as of May 31 of the collection year and are not updated in subsequent years despite collections being on-going. As of May 31, 2023, $130,763 in prior year delinquent property taxes remained uncollected and not written off.*

** *Due to COVID-19 pandemic, extra collection efforts such as denying business licenses for unpaid taxes were suspended.*

****The amount is higher than prior years due to the bankruptcy of a large department store.*

Source: The City.

REVENUE FROM THE STATE

In addition to local property taxes described above, a number of state programs exist which provide revenue to the City. One such program is commonly known as shared revenue which, pursuant to sec. 79.036, Wis. Stats., provides funding to the City that can be used for any public purpose. 2023 Wisconsin Act 12 (“Act 12”) created a supplement to shared revenue, with payments to the City to begin in 2024. This supplemental shared revenue may be used only for the purposes specified in section 79.037, Wis. Stats. In 2024, the City is expected to receive approximately $1,848,000 in shared revenue and supplemental shared revenue from the State, an increase from the approximately $704,000 received in 2023. In future years, the amount of supplemental shared revenue could grow if State sales tax collections grow.

ASSESSED TAX RATES

The following are the mill rates per $1,000 of assessed value for the City for the last five collection years.

	2023	2022	2021	2020	2019
County	$ 6.00	$ 5.50	$ 5.77	$ 5.82	$ 6.68
Sewer District	1.67	1.53	1.63	1.62	1.89
Technical College District	1.10	1.04	1.18	1.17	1.37
School District	8.48	8.20	8.69	9.20	8.62
City	7.19	7.00	7.17	7.05	7.97
School and County Tax Credits	(2.64)	(2.40)	(2.43)	(2.45)	(2.76)
Net Tax Rate	$21.79	$20.87	$22.01	$22.41	$23.77
Ratio of Assessed to Equalized Value	84.38%	97.43%	97.37%	101.54%	89.33%

Source: The City.

LEVY LIMITS

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

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

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

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

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

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

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

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

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

ASSESSED AND EQUALIZED VALUATIONS

All equalized valuations of property in the State of Wisconsin are determined by the State of Wisconsin, Department of Revenue, Supervisor of Assessments Office. Equalized valuations are the State's estimate of full market value. The State determines assessed valuations of all manufacturing property in the State. Assessed valuations of residential and commercial property are determined by local assessors.

Set forth in the table below are the assessed and equalized valuations of property located within the City for the years 2019 through 2023. The City’s equalized valuation (TID IN) has increased by 47.00 percent since 2019 with an average annual increase of 10.11 percent.

Year	Assessed Valuation	Equalized Valuation (TID IN)	Equalized Valuation (TID OUT)
2023	$7,251,911,000	$9,618,350,900	$9,058,010,700
2022	7,351,154,700	9,006,577,400	8,519,107,200
2021	7,354,644,800	7,545,981,900	7,139,586,600
2020	6,674,200,700	6,863,838,600	6,520,258,300
2019	6,643,656,600	6,543,192,600	6,166,167,500

Source: Wisconsin Department of Revenue.

The equalized valuation by class in the City for 2023 (TID IN) is as follows:

	2023 Equalized Value	Percent of Total
Real Estate		
Residential	$5,335,503,300	55.47%
Commercial	3,887,202,500	40.41
Manufacturing	142,153,000	1.48
Total Real Estate	9,364,858,800	97.36
Total Personal Property	253,492,100	2.64
Total	$9,618,350,900	100.00%

Source: Wisconsin Department of Revenue.

Tax Incremental Districts

The City has Tax Incremental Districts ("TIDs") created under Wisconsin Statutes Section 66.1105. TID valuations totaling $560,340,200 have been excluded from the City's tax base for 2023.

TID #	TID Creation Date	Base Value	2023 Current Value	Increment
006	2010	$26,768,400	$189,895,100	$163,126,700
007	2013	20,815,000	215,802,000	194,987,000
008	2014	21,723,600	73,765,800	52,042,200
009	2015	5,128,200	21,235,100	16,106,900
010	2015	3,970,400	47,372,500	43,402,100
011	2015	11,163,400	54,590,000	43,426,600
012	2018	35,541,200	71,668,400	36,127,200
013	2020	3,129,400	13,978,800	10,849,400
014	2022	2,967,600	3,239,700	272,100
			Total	$560,340,200

Source: Wisconsin Department of Revenue.

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CITY DEBT STRUCTURE

Total Outstanding General Obligation Debt Summary (As of December 4, 2023)

Type of Obligation	Date of Issue	Original Amount Issued	Final Maturity Dates	Current Amount Outstanding
General Obligation Promissory Notes, Series 2014A	12/02/14	$ 16,370,000	12/01/24	$ 1,975,000
Taxable General Obligation Promissory Notes, Series 2014B	12/02/14	5,240,000	12/01/24	1,200,000
General Obligation Community Development Bonds, Series 2015A	4/01/15	6,200,000	4/01/35	4,875,000
General Obligation Corporate Purpose Bonds, Series 2015B	12/01/15	26,375,000	12/01/30	10,075,000
Taxable General Obligation Community Development Bonds, Series 2015C	12/01/15	7,400,000	12/01/30	3,000,000
General Obligation Corporate Purpose Bonds, Series 2016B	12/20/16	15,190,000	12/01/36	9,410,000
General Obligation Corporate Purpose Bonds, Series 2017A	11/03/17	14,280,000	11/01/32	8,890,000
Taxable General Obligation Community Development Bonds, Series 2018A	11/20/18	3,690,000	11/01/34	2,775,000
General Obligation Corporate Purpose Bonds, Series 2018B	11/20/18	10,020,000	11/01/33	6,270,000
General Obligation Promissory Notes, Series 2018C	11/20/18	6,350,000	11/01/28	4,000,000
General Obligation Corporate Purpose Bonds, Series 2019A	12/02/19	12,765,000	12/01/39	9,960,000
Taxable General Obligation Community Development Bonds, Series 2019B	12/02/19	1,260,000	12/01/34	975,000
General Obligation Corporate Purpose Bonds, Series 2020A	12/01/20	8,600,000	12/01/40	7,150,000
General Obligation Promissory Notes, Series 2020B	12/01/20	5,335,000	12/01/30	3,605,000
General Obligation Corporate Purpose Bonds, Series 2021A	12/01/21	8,300,000	12/01/41	7,105,000
General Obligation Promissory Notes, Series 2021B	12/01/21	2,970,000	12/01/31	2,430,000
Taxable General Obligation Refunding Bonds, Series 2021C	12/01/21	12,235,000	11/01/34	10,485,000
Taxable General Obligation Community Development Bonds, Series 2022A	04/28/22	12,030,000	12/01/38	12,030,000
General Obligation Corporate Purpose Bonds, Series 2022B	12/01/22	3,660,000	12/01/37	3,410,000
General Obligation Promissory Notes, Series 2022C	12/01/22	4,270,000	12/01/32	3,495,000
Taxable General Obligation Community Development Bonds, Series 2022D	12/01/22	5,520,000	12/01/37	5,520,000
General Obligation Corporate Purpose Bonds, Series 2023A	12/04/23	12,440,000	12/01/43	12,440,000 [1]
General Obligation Promissory Notes, Series 2023B	12/04/23	3,935,000	12/01/33	3,935,000 [1]
Total General Obligation Debt				$135,010,000
Less Remaining 2023 Principal Payments				(0)
Net General Obligation Debt				$135,010,000

[1] *New issue.*

Direct Indebtedness

Set forth below is the direct general obligation indebtedness of the City, including principal and interest payments due on existing debt, as well as debt service on the Securities. Interest on the 2023A Bonds has been calculated using an average rate of 4.94 percent. The bond years for the 2023A Bonds are 126,061.33, and the average life is 10.134 years. Interest on the 2023B Notes has been calculated using an average rate of 4.79 percent. The bond years for the 2023B Notes are 20,717.21 and the average life is 5.265 years.

	Outstanding Bonds & Notes		The 2023A Bonds		The 2023B Notes			Less: Projected Offsetting Revenues*			Total Projected Net Debt Service
Year	Principal	Interest	Principal	Interest	Principal	Interest	Total	Enterprise	TID	MADACC	Requirements
2023	$ 15,735,000	$ 4,039,145					$ 19,774,145	($ 7,833,726)	($ 3,810,121)	($ 199,031)	$ 7,931,266
2024	14,845,000	3,596,323	$ 570,000	$ 612,701	$ 785,000	$ 190,846	20,599,870	(7,742,769)	(4,513,771)	(194,531)	8,148,799
2025	12,405,000	3,173,160	505,000	589,350	285,000	153,200	17,110,710	(6,036,239)	(3,213,909)	(215,031)	7,645,531
2026	11,340,000	2,792,030	530,000	564,100	300,000	138,950	15,665,080	(5,992,646)	(2,954,646)	(208,031)	6,509,756
2027	10,490,000	2,451,610	560,000	537,600	315,000	123,950	14,478,160	(5,551,876)	(3,505,746)	(202,781)	5,217,756
2028	10,470,000	2,122,860	590,000	509,600	325,000	108,200	14,125,660	(4,836,526)	(3,870,521)	(197,531)	5,221,081
2029	9,790,000	1,821,603	625,000	480,100	345,000	91,950	13,153,653	(3,973,759)	(3,868,106)	(192,281)	5,119,506
2030	9,415,000	1,538,704	655,000	448,850	365,000	74,700	12,497,254	(3,276,851)	(3,862,696)	(186,813)	5,170,894
2031	7,490,000	1,277,981	695,000	416,100	380,000	56,450	10,315,531	(2,870,995)	(2,969,949)	(181,125)	4,293,463
2032	7,400,000	1,056,411	730,000	381,350	405,000	37,450	10,010,211	(2,806,874)	(3,100,906)	-	4,102,431
2033	6,690,000	829,625	775,000	344,850	430,000	17,200	9,086,675	(2,460,336)	(3,252,776)	-	3,373,563
2034	5,200,000	621,731	815,000	306,100			6,942,831	(1,455,290)	(3,223,847)	-	2,263,694
2035	4,280,000	452,638	860,000	265,350			5,857,988	(1,159,475)	(2,844,213)	-	1,854,300
2036	3,550,000	315,884	910,000	222,350			4,998,234	(1,153,106)	(2,321,915)	-	1,523,213
2037	2,595,000	186,824	955,000	176,850			3,913,674	(975,369)	(1,912,955)	-	1,025,350
2038	1,725,000	83,305	1,005,000	129,100			2,942,405	(902,675)	(1,288,980)	-	750,750
2039	500,000	22,650	305,000	78,850			906,500	(906,500)	-	-	-
2040	335,000	10,125	315,000	64,363			724,488	(724,488)	-	-	-
2041	115,000	2,588	330,000	49,400			496,988	(496,988)	-	-	-
2042			345,000	33,725			378,725	(378,725)	-	-	-
2043			365,000	17,338			382,338	(382,338)	-	-	-
	134,370,000	26,395,194	12,440,000	6,228,026	3,935,000	992,896	184,361,117	(61,917,550)	(50,515,058)	(1,777,156)	70,151,353
Less 2023 Sinking Funds	(15,735,000)	(4,039,145)	0	0	0	0	19,774,145	7,833,726	3,810,121	199,031	(7,931,266)
TOTAL	$118,635,000	$22,356,049	$12,440,000	$6,228,026	$3,935,000	$992,896	$164,586,972	($54,083,824)	($46,704,937)	($1,578,125)	$62,220,086

** Offsetting revenues includes water, storm sewer, sanitary sewer and TID revenues and payments received from the Milwaukee Area Domestic Animal Control Commission. The actual amount of these offsetting revenues is not guaranteed. Under State law, the City is required to levy an amount sufficient to meet the debt service on its outstanding general obligation debt, but such levy may be abated by the use of such offsetting revenues, if and to the extent available.*

Total Outstanding Revenue Debt Summary (as of December 4, 2023)

Waterworks System

Type of Obligation	Date of Issue	Original Amount	Final Maturity Dates	Current Amount Outstanding
Revenue Bonds, Series 2013	11/19/13	$ 4,575,000	1/01/24	$ 200,000
Revenue Bonds, Series 2016A	6/21/16	4,225,000	1/01/36	2,925,000
Revenue Bonds, Series 2017B	11/03/17	3,000,000	1/01/37	2,475,000
Revenue Bonds, Series 2018D	11/20/18	3,620,000	1/01/38	2,870,000
	Total Waterworks System Revenue Debt			$ 8,470,000

No Default on City Indebtedness

The City has no record of default on any prior debt repayment obligations.

The City was responsible for the interest due on July 1, 2022 for the unrefunded portion of its Waterworks System Revenue Bonds, Series 2013, dated November 19 2013 (the "2013 Bonds"). The City made the correct payment to DTC on time. Associated Trust Company, National Association, the escrow agent for the refunded portion of the 2013 Bonds (the "Escrow Agent"), was responsible for making payment to DTC for the interest due on July 1, 2022 for the refunded portion of the 2013 Bonds, but it failed to make timely payment. The Escrow Agent does not receive payment notifications from DTC because it does not serve as paying agent for the 2013 Bonds. The missed payment was caught in the Escrow Agent's manual end-of-day process, but payment was not made. Once the Escrow Agent became aware of the missed payment, payment was made to DTC on July 6, 2022. The Escrow Agent has amended its process to add a second check for its end-of-day process to prevent missed payments going forward.

Future Financings

The City borrows annually for its capital projects. The City expects to issue approximately $22.4 million in general obligation debt in 2024 but this amount could be impacted by pending applications for federal infrastructure funding. The City also is in the process of applying for a State Trust Fund Loan in the amount of $935,000 expected to close in late 2023 to avoid a negative levy limit consequence and increase cash financing in lieu of debt financing. (See "LEVY LIMITS" above). The City is currently in the process of negotiating development at the site of the former Boston Store at Mayfair Mall, and if the project moves forward, the City expects it would include a general obligation debt issuance as well as a loan to a developer. However, there are a number of steps required to occur related to the project, including real estate use negotiations, property transfer negotiations and the developer securing financing. Any borrowings by the City related to the project are not expected to occur prior to late 2024. Other than the preceding, the City currently anticipates issuing no additional debt in the next 12 months.

Debt Ratios

Outstanding general obligation direct debt as a percentage of equalized value and on a per capita basis for the current year as of December 4, 2023, and for the past five years ended December 31 follows:

Ratios of General Obligation Debt to
Equalized Valuation and Population

Year	Outstanding General Obligation Debt	Equalized Valuation	Percent of Equalized Value	Population [1]	Per Capita
2023	$ 135,010,000 [2]	$ 9,618,350,900	1.40%	48,836	$ 2,764.56
2022	135,305,000	9,006,577,400	1.50	48,638	2,781.89
2021	124,675,000	7,545,981,900	1.65	48,604	2,565.12
2020	124,330,000	6,863,838,600	1.81	48,387	2,569.49
2019	123,624,544	6,543,192,600	1.89	48,314	2,558.77
2018	121,874,985	6,342,128,700	1.92	47,781	2,550.70

[1] Estimated by the Wisconsin Department of Administration.
[2] Includes the Securities. Unaudited.

Overlapping Indebtedness

Set forth below is information relating to the outstanding overlapping and underlying indebtedness of the City.

Name of Entity	Amount of Debt (Net of 2023 Principal Payments)	Percent Chargeable to City	Outstanding Debt Chargeable to City
Wauwatosa School District	$ 93,990,000	100.00%	$ 93,990,000
Milwaukee County (1)	392,670,453	10.35	40,641,392
Milwaukee Metropolitan Sewerage District (2)	730,018,592	10.55	77,016,961
Milwaukee Area Technical College (3)	95,820,000	8.36	8,010,552
TOTAL	$1,312,499,045		$219,658,905

[1] Milwaukee County anticipates the issuance of approximately $25.6 million of general obligation debt in November 2023. Such amount is not included in the above table.

[2] The Milwaukee Metropolitan Sewerage District anticipates the issuance of $32.5 million of general obligation debt through December 31, 2023. This amount is preliminary and subject to change. The amount included in the table above includes Clean Water Fund Program Loans totaling $337,858,592 as of August 22, 2023.

[3] The Milwaukee Area Technical College District anticipates the issuance of $44 million of general obligation debt in fiscal year 2023-24. This amount is preliminary and subject to change.

NOTE: This summary may not reflect all of the City's outstanding overlapping and underlying indebtedness.

Source: Wisconsin Department of Revenue. Information provided by each municipal entity through publicly available disclosure documents available on EMMA.msrb.org and direct inquiries.

Statistical Summary

The table below reflects direct, overlapping and underlying bonded indebtedness net of all 2023 principal payments.

Equalized Valuation (2023) as certified by Wisconsin Department of Revenue	$9,618,350,900
Direct Bonded Indebtedness Including the Securities	$135,010,000
Direct, Overlapping and Underlying Bonded Indebtedness Including the Securities	$354,668,905
Direct Bonded Indebtedness as a Percentage of Equalized Valuation	1.40%
Direct, Overlapping and Underlying Bonded Indebtedness as a Percentage of Equalized Valuation	3.69%
Population of City (2023 Estimate)*	48,836
Direct Bonded Indebtedness Per Capita	$2,764.56
Direct, Overlapping and Underlying Bonded Indebtedness Per Capita	$7,262.45

**Source: Wisconsin Department of Administration, Demographic Services Center*

Debt Limit

As described under the caption "CONSTITUTIONAL AND STATUTORY CONSIDERATIONS AND LIMITATIONS CONCERNING THE CITY'S POWER TO INCUR INDEBTEDNESS—*Debt Limit*," the total indebtedness of the City may not exceed five percent of the equalized value of property in the City. Set forth in the table below is a comparison of the outstanding indebtedness of the City, as of the closing of the Securities, as a percentage of the applicable debt limit.

Equalized Valuation (2023) as certified by Wisconsin Department of Revenue	$9,618,350,900
Legal Debt Percentage Allowed[(1)]	5.00%
Legal Debt Limit	$480,917,545
General Obligation Debt Outstanding Including the Securities	$135,010,000
Unused Margin of Indebtedness	$345,907,545
Percent of Legal Debt Incurred	28.07%
Percentage of Legal Debt Available	71.93%

(1) The City has established a Debt Management Policy that sets a guideline of limiting general obligation debt to no more than 4% of the equalized valuation of property in the City.

FINANCIAL INFORMATION

The financial operations of the City are accounted for primarily through its general fund. Most taxes and non-tax revenues (such as license fees, fines and costs and user's fees) are paid into the general fund and current operating expenditures are made from the general fund pursuant to appropriations made by the Common Council.

Budgeting Process

The City is required by State law to annually formulate a budget and to hold public hearings thereon prior to the determination of the amounts to be financed, in whole or in part, by general property taxes, funds on hand or estimated revenues from other sources. The budget must list all existing indebtedness of the City and include anticipated revenues from all sources during the ensuing year, and must list all proposed appropriations for each department, activity and reserve account during the ensuing year. The budget must show actual revenues and expenditures for the preceding year, actual revenues and expenditures for not less than the first six months of the current year and estimated revenues and expenditures for the balance of the current year.

As part of the budgeting process, public hearings are held on the proposed budget, at which time any resident or taxpayer in the City may be heard. At an annual budget meeting in November or December of each year the Common Council adopts the final budget for the succeeding year and levies taxes based on assessed valuations of property less any increment attributable to Tax Increment Districts. The amounts of taxes so levied and the amounts of the various appropriations in the final budget (after any alterations made pursuant to public hearings) may not be changed unless authorized by a vote of two-thirds of the entire membership of the Common Council. Failure to publish notice of any such alteration within ten days thereafter shall preclude any change in the budget.

GENERAL FUND SUMMARY
FOR THE YEARS ENDED DECEMBER 31

	2023 Amended Budget [1]	2022 Audit[1]	2021 Actual	2020 Actual	2019 Actual
Revenues:					
Taxes	$52,260,951	$51,141,135	$47,762,111	$45,699,617	$45,079,599
Intergovernmental revenues	7,203,138	6,944,401	7,006,006	6,891,759	5,746,537
Licenses and permits	1,617,385	2,484,896	1,767,638	1,611,120	2,034,338
Penalties and forfeitures	1,037,500	692,853	812,623	838,535	1,185,793
Public improvement revenues	0	11,695	23,360	12,694	17,398
Public charges for services	3,168,470	3,076,279	3,154,704	2,710,614	3,188,453
Intergovernmental charges for services	1,571,147	1,841,675	1,766,190	1,749,411	1,677,556
Commercial revenues	2,175,262	(3,032,976)	346,371	2,237,889	2,515,593
Total Revenues	69,033,853	63,159,958	62,639,003	61,751,639	61,445,267
Expenditures:					
Current:					
General government	7,082,541	6,710,934	5,773,970	6,335,581	6,054,720
Protection of persons and property (*Public Safety*)	36,695,106	35,069,839	33,492,900	33,801,282	33,048,909
Health and sanitation (*Health and Human Services*)	2,139,927	2,068,452	1,994,383	4,475,507	3,706,173
Highway and transportation (*Public Works*)	8,087,789	7,299,695	7,048,021	5,008,029	4,941,416
Conservation and development	2,801,062	2,412,736	2,362,921	1,828,476	1,731,787
Unclassified	0	0	0	333,949	71,408
Capital outlay	0	117,631	516,426	518	152,618
Total Expenditures	56,806,425	53,679,287	51,188,621	51,783,342	49,707,031
Excess of Revenues Over (Under) Expenditures	12,227,428	9,480,671	11,450,382	9,968,297	11,738,236
Other Financing Sources (Uses)					
Proceeds from sale of land	0	0	0	5,000	1,980
Insurance Recoveries	0	15,551	0	0	0
Proceeds from sale of assets	0	1,174	150	0	0
Operating transfers in	5,741,793	1,843,782	1,573,317	1,104,917	1,155,806
Operating transfers out	(17,969,221)	(14,261,840)	(12,898,086)	(10,988,863)	(11,261,324)
Net change in fund balances	0	(2,920,662)	125,763	89,351	1,634,698
Fund Balances – Beginning of Year	22,244,531	25,165,193	25,039,430	24,950,079	23,315,381
Fund Balances - End of Year	$22,244,531	$22,244,531	$25,165,193	$25,039,430	$24,950,079

[1] Expenditure categories for 2022 have been reclassified (shown in parentheses and italics) but prior years have not been restated. The City anticipates that due to the rising interest rate environment, the mark to market accounting rules will result in a negative adjustment to the value of its investments, but it has been the City's practice to hold its investments to maturity.

The amounts shown for the years ended December 31, 2019 through 2022 are excerpts from the audit reports which have been examined by CliftonLarsonAllen LLP, Certified Public Accountants, Wauwatosa, Wisconsin (the "Auditor"). The amounts shown for the year ended December 31, 2023 are shown on a budgetary basis as provided by the City. The comparative statement of revenues and expenditures should be read in conjunction with other financial statements and notes thereto appearing in Appendix A to this Official Statement.

Financial Information

A copy of the City's Annual Comprehensive Financial Report for the fiscal year ended December 31, 2022, including the accompanying independent auditor’s report, is included as Appendix A to this Official Statement. Potential purchasers should read such financial statements in their entirety for more complete information concerning the City's financial position. Such financial statements have been audited by the Auditor, to the extent and for the periods indicated thereon. The City has not requested or engaged the Auditor to perform, and the Auditor has not performed, any additional examination, assessment, procedures or evaluation with respect to such financial statements since the date thereof, or relating to this Official Statement, nor has the City requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the City since the date of the financial statements, in connection with the issuance of the Securities, the City represents that there has been no material adverse change in the financial position or results of operations of the City, nor has the City incurred any material liabilities, which would make such financial statements misleading.

UNDERWRITING

The 2023A Bonds have been purchased at a public sale by KeyBanc Capital Markets, Cleveland, Ohio (the "2023A Underwriter"). The 2023B Notes have been purchased at a public sale by a group of Underwriters for whom Fidelity Capital Markets, Boston, Massachusetts, is acting as Managing Underwriter (the "2023B Underwriter" and together with the 2023A Underwriter, the “Underwriters”). The Underwriters intend to offer the Securities to the public initially at the prices which produce the yields set forth on the inside cover of this Official Statement plus accrued interest from December 4, 2023, if any, which prices may subsequently change without any requirement of prior notice. The Underwriters reserve the right to join with dealers and other underwriters in offering the Securities to the public. The Underwriters may offer and sell the Securities to certain dealers (including dealers depositing the Securities into investment trusts) at prices lower than the public offering prices. In connection with these offerings, the Underwriters may over allocate or effect transactions which stabilize or maintain the market price of the Securities at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time.

The reoffering yields shown on the inside cover page of the Official Statement have been provided by the Underwriters and not by the City.

RATING

The Securities have been assigned a "Aaa" rating by Moody’s Investors Service, Inc. (“Moody’s”). Such rating reflects only the view of Moody's, and an explanation of the significance of such rating may be obtained therefrom. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. There is no assurance that the rating will remain in effect for any given period of time or that it will not be revised, either upward or downward, or withdrawn entirely, by Moody's if, in their judgment, circumstances so warrant. Any such downward revision or withdrawal of such rating may have an adverse effect on the market price of the Securities.

Such rating is not to be construed as a recommendation of the rating agency to buy, sell or hold the Securities, and the rating assigned by the rating agency should be evaluated independently. Except as may be required by the Undertakings described under the heading “CONTINUING DISCLOSURE” neither the City nor the Underwriters undertake responsibility to bring to the attention of the owners of the Securities any proposed change in or withdrawal of such rating or to oppose any such revision or withdrawal.

TAX EXEMPTION

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

> "The interest on the Securities is excludable for federal income tax purposes from the gross income of the owners of the Securities. The interest on the Securities is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on individuals; however, interest on the Securities is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code) for taxable years beginning after December 31, 2022. The Code contains requirements that must be satisfied subsequent to the issuance of the Securities in order for interest on the Securities to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Securities to be included in gross income retroactively to the date of issuance of the Securities. The City has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the City comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Securities."

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

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

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

See Appendix B “Forms of Legal Opinions for the Securities".

Original Issue Discount – 2023A Bonds

To the extent that the initial public offering price of certain of the 2023A Bonds is less than the principal amount payable at maturity, such 2023A Bonds (collectively, "Discounted Bonds") will be considered to be issued with original issue discount. The original issue discount is the excess of the stated redemption price at maturity of a Discounted Bond over the initial offering price to the public, excluding underwriters or other intermediaries, at which price a substantial amount of such Discounted Bonds were sold (issue price). With respect to a taxpayer who purchases a Discounted Bond in the initial public offering at the issue price and who holds such Discounted Bond to maturity, the full amount of original issue discount will constitute interest that is not includible in the gross income of the owner of such Discounted Bond for federal income tax purposes and such owner will not, subject to the caveats and provisions herein described, realize taxable capital gain upon payment of such Discounted Bond upon maturity.

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

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

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

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

Bond Premium

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

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

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

Not Qualified Tax-Exempt Obligations

The Securities shall NOT be "qualified tax-exempt obligations" for purposes of Section 265 of the Code relating to the ability of financial institutions to deduct from income for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations.

CONTINUING DISCLOSURE

In order to assist the Underwriters, which will reoffer the Securities, in complying with Rule 15c2-12 promulgated by the Securities and Exchange Commission, pursuant to the Securities Exchange Act of 1934 (the "Rule"), the City shall covenant pursuant to the Parameters Resolutions adopted by the Common Council to enter into undertakings (the "Undertakings") for the benefit of holders including beneficial holders of the Securities to provide certain financial information and operating data relating to the City annually to the Municipal Securities Rulemaking Board (the "MSRB"), and to provide notices of the occurrence of certain events enumerated in the Rule electronically or in the manner otherwise prescribed by the MSRB to the MSRB. **The Undertakings provide that the annual report will be filed not later than 270 days after the end of each fiscal year. The City's fiscal year ends December 31st.**

The details and terms of the Undertakings, as well as the information to be contained in the annual report or the notices of material events, are set forth in the Continuing Disclosure Certificates to be executed and delivered by the City at the time the Securities are delivered. Such Certificates will be in substantially the forms attached hereto as Appendix C. A failure by the City to comply with the Undertakings will not constitute an event of default on the Securities (although holders will have the right to obtain specific performance of the obligations under the Undertakings). Nevertheless, such a failure must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Securities in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Securities and their market price.

The City's audited financial statements and operating data for the year ended December 31, 2019 were timely filed but were inadvertently not associated with the CUSIP numbers of bonds issued in 2019 that had new base CUSIP numbers. The City has since made corrective filings. Except to the extent the preceding is deemed to be material, in the previous five years the City has not failed to comply in all material respects with any previous undertakings under the Rule.

The City will file its continuing disclosure information using the Electronic Municipal Market Access ("EMMA") system. Investors will be able to access continuing disclosure information filed with the MSRB at www.emma.msrb.org.

BOOK-ENTRY-ONLY SYSTEM

The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the Securities. The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for each maturity of the Securities, each in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each Security ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Securities may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of the notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the City as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the City or Agent on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, Agent, or the City, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the City or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

A Beneficial Owner shall give notice to elect to have its Securities purchased or tendered, through its Participant, to Agent, and shall effect delivery of such Securities by causing the Direct Participant to transfer the Participant's interest in the Securities, on DTC's records, to Agent. The requirement for physical delivery of Securities in connection with an optional tender or a mandatory purchase will be deemed satisfied when the ownership rights in the Securities are transferred by Direct Participants on DTC's records and followed by a book-entry credit of tendered Securities to Agent's DTC account.

DTC may discontinue providing its services as depository with respect to the Securities at any time by giving reasonable notice to the City or Registrar. Under such circumstances, in the event that a successor depository is not obtained, Security certificates are required to be printed and delivered.

The City may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Security certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the City believes to be reliable, but City takes no responsibility for the accuracy thereof.

LITIGATION

There is no controversy or litigation of any nature now pending or, to the knowledge of the City, threatened, restraining or enjoining the issuance, sale, execution or delivery of the Securities, or in any way contesting or affecting the validity of the Securities or any proceedings of the City taken with respect to the issuance or sale thereof.

The City is involved in property tax litigation with the owner of Mayfair Mall. The matter is titled as Mayfair Mall LLC v. City of Wauwatosa. The case involves a dispute in the taxable value of one of the City's largest taxpayers, Mayfair Mall, and involves a difference of opinion approximating $100,000,000 per year over several years. Following a trial and a reconsideration of certain issues, the matter involving the years 2013 to 2015 recently concluded with a finding in favor of the City, but it is expected that the property owners will appeal. While the City believes there is a likelihood of success on appeal, the outcome of the matter cannot be predicted. Similar disputes regarding the taxable value of Mayfair Mall for the years 2016, 2017, 2018, 2019, 2020, 2021 and 2022 have been stayed pending the outcome of the appeal.

Significant property value for certain medical campus taxpayers became taxable upon the sale of land from Milwaukee County to the individual taxpayers in April 2020. These taxpayers are disputing the taxability of all, or significant portions of, that new taxable value, but the litigation is only in the discovery phases. All of the parties have dismissed their challenges to the value of the taxable property, so are currently only challenging the tax exemption-related issues. The City has been contingency-planning for any possible negative outcomes in these tax exemption challenges, in a manner which should alleviate material or significant negative fiscal impacts in the future.

Wauwatosa police officer Joseph Mensah fatally shot three people in separate incidents during 2015, 2016 and 2020, while on active duty. Officer Mensah was not charged criminally in connection with any of these shootings (Officer Mensah no longer works for the City). The City experienced civil unrest and protests periodically after July 2020, including an emergency period following the October 7, 2020 announcement of the prosecutor's declining to bring charges in one of those cases. The City faced civil litigation from each of the three shootings as well as litigation resulting from the City's response to the civil unrest. The shooting-related cases are proceeding through the judicial process in the federal district court. The protest-related cases have largely been resolved in the City's favor, following a federal court jury trial in 2023, but the plaintiffs in those cases have indicated they will appeal. In addition, the City prevailed in a federal jury trial in 2023 related to the 2018 handcuffing of a wrongly accused suspect. That matter is also awaiting appeal. The City expects that its insurance coverage will apply in all such matters to significantly reduce its risk.

GLOBAL HEALTH EMERGENCY RISK

Impact of the Spread of COVID-19

In response to the spread of COVID-19, the United States government, state governments, local governments and private industries have taken measures to limit social interactions in an effort to limit the spread of COVID-19 affecting business activities and impacting global, state and local commerce and financial markets.

The effects of the spread of COVID-19 and the government and private responses to the spread continue to evolve. COVID-19 has caused significant disruptions to the global, national and State economy. The extent to which the coronavirus continues to impact the City and its financial condition will depend on future developments, which are uncertain and cannot be predicted by the City, including the duration of the outbreak and future measures taken to address the outbreak.

The Coronavirus Aid, Relief, and Economic Security Act (the "CARES Act") provides for federal payments from the Coronavirus Relief Fund to the State for the discrete purpose of covering expenses directly incurred as a result of COVID-19 between March 1 and December 30, 2020. On May 27, 2020, Governor Tony Evers announced a program titled, "Routes to Recovery: Local Government Aid Grants," which distributed $190 million of the State's Coronavirus Relief Fund monies to all counties, cities, villages and towns across Wisconsin for unbudgeted eligible expenditures incurred due to COVID-19 between March 1 and October 31, 2020. The State allocated funds based on population with a guaranteed minimum allocation of $5,000. The City's allocation was $785,467. These funds were disbursed up to the amount of the allocation after eligible expenditures were reported through the State's cost tracker application. On March 11, 2021, President Biden signed the American Rescue Plan Act of 2021 ("ARPA"), which provides local governments an additional $130.2 billion, including $45.6 billion for cities, through the Coronavirus Local Fiscal Recovery Fund. These funds can be used to mitigate increased expenditures, lost revenue, and economic hardship related to the COVID-19 pandemic, with half received in 2021 and half to be received in 2022. The City's allocation is $24,663,875, and the City has received certain other funding from the State under ARPA for City health services.

LEGAL MATTERS

Legal matters incident to the authorization and issuance of the Securities are subject to the unqualified approving legal opinions of Quarles & Brady LLP, Bond Counsel. Such opinions will be issued on the basis of the law existing at the time of the issuance of the Securities. Copies of such opinions will be available at the time of the delivery of the Securities.

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

Quarles & Brady LLP from time to time serves as counsel to the Financial Advisor with respect to issuers other than the City and transactions other than the issuance of the Securities.

MUNICIPAL BANKRUPTCY

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

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

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

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

FINANCIAL ADVISOR

Robert W. Baird & Co. Incorporated, Milwaukee, Wisconsin, has been retained as financial advisor (the “Financial Advisor” or “Baird”) in connection with the issuance of the Securities. To the best of the Financial Advisor’s knowledge, the information contained in this Official Statement is true and accurate. However, the Financial Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy of such information.

The Financial Advisor's duties, responsibilities, and fees in connection with this issuance arise solely from the services for which it is engaged to perform as financial advisor on the Securities. Baird's compensation for serving as financial advisor on the Securities is conditional on the successful closing of the Securities.

MISCELLANEOUS

Any statement made in this Official Statement involving matters of opinion or of estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates will be realized.

The execution and delivery of this Official Statement by its City Clerk has been duly authorized by the City.

AUTHORIZATION

This Official Statement has been approved for distribution to prospective purchasers and the Underwriters of the Securities. The City, acting through its Mayor and City Clerk will provide to the Underwriters of the Securities at the time of delivery of the Securities, certificates confirming that, to the best of its knowledge and belief, the Official Statement with respect to the Securities, together with any supplements thereto, at the time of execution of the Approving Certificates and at the time of delivery of the Securities, was true and correct in all material respect and did not at any time contain an untrue statement of a material fact or omit to state a material fact required to be stated, where necessary to make the statements in light of the circumstances under which they were made, not misleading.

CITY OF WAUWATOSA

By /s/ Steven Braatz
City Clerk

APPENDIX A

ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2022

CITY OF WAUWATOSA
MILWAUKEE COUNTY, WISCONSIN

CLIFTONLARSONALLEN LLP
WAUWATOSA, WISCONSIN

A copy of the City's Annual Comprehensive Financial Report for the fiscal year ended December 31, 2022, including the accompanying independent auditor's report, is included as Appendix A to this Official Statement. Potential purchasers should read such financial statements in their entirety for more complete information concerning the City's financial position. Such financial statements have been audited by the Auditor, to the extent and for the periods indicated thereon. The City has not requested or engaged the Auditor to perform, and the Auditor has not performed, any additional examination, assessment, procedures or evaluation with respect to such financial statements since the date thereof, or relating to this Official Statement, nor has the City requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the City since the date of the financial statements, in connection with the issuance of the Securities, the City represents that there has been no material adverse change in the financial position or results of operations of the City, nor has the City incurred any material liabilities, which would make such financial statements misleading.

CITY OF WAUWATOSA, WISCONSIN

Annual Comprehensive Financial Report

For the Year Ended December 31, 2022

CITY OF WAUWATOSA, WISCONSIN
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INTRODUCTORY SECTION

CITY OF WAUWATOSA
Finance Department
7725 W. North Avenue
Wauwatosa, WI 53213

August 31, 2023

Citizens, Honorable Mayor and Common Council of the City of Wauwatosa:

Wisconsin Statutes and the Wisconsin Administrative Code require that cities with a population greater than 25,000 publish at the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to those requirements, the Annual Comprehensive Financial Report of the City of Wauwatosa for the fiscal year ended December 31, 2022 is hereby submitted.

This report was prepared by the City's Finance Department and contains representations concerning the finances of the City. Responsibility for the accuracy of the data presented, and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. To provide a reasonable basis for these representations, management has established and maintained an internal control structure designed to ensure that City assets are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled to allow the accurate preparation of financial statements in conformity with GAAP in the United States of America. The system of internal control has been designed to provide reasonable assurance that the financial statements will be free from material misstatement. The concept of reasonable assurance recognizes that the cost of internal controls should not exceed the benefit derived. To the best of our knowledge and belief, the presented data is complete and reliable in all material aspects and is reported in a manner that presents fairly the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included in this report.

As indicated above, state law requires that the City's financial records be audited annually by independent certified public accountants. Based upon the recommendation of the Budget and Finance Committee and the approval of the Common Council, the City retained the services of CliftonLarsonAllen, LLP to perform its audit. CliftonLarsonAllen, LLP concluded based upon its audit procedures that the City's financial statements for the year ended December 31, 2022 are fairly presented in accordance with GAAP. The auditor's opinion is included as the first item in the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE CITY OF WAUWATOSA

The City of Wauwatosa is located in Milwaukee County, approximately five miles from downtown Milwaukee, in the southeast corner of Wisconsin. Incorporated in 1892, the City of Wauwatosa covers thirteen square miles and has a population of 48,604 (per state Department of Administration). Wauwatosa has high interstate visibility; is central to the Metro-Milwaukee region; is a destination retail and office development center; and has excellent access from major regional thoroughfares. Home to a talented and skilled workforce, Wauwatosa is pivotal to jobs and innovation in medical research, information technology, and advanced manufacturing.

The City operates under the Council-Administrator form of government. The sixteen aldermen represent eight districts, serving four-year staggered terms, with one alderman per district elected every two years. The Mayor is elected to serve a four-year term while the City Administrator is appointed by the Common Council to manage the day-to-day operations of the City. Wauwatosa provides a full range of services typical of municipal governments, including police, fire and emergency medical protection; public works activities such as highway and street maintenance, engineering, refuse and recycling collection, water utility and sewer services; public health; public library; parks and recreation activities; community development activities including planning and zoning enforcement, economic development, housing, building inspection and code enforcement; and general and financial administration.

The City of Wauwatosa is second only to downtown Milwaukee as regional employment center in southeast Wisconsin with an estimated 55,455 people commuting here for work each day. Over 17,000 people are employed by the Milwaukee Regional Medical Campus, a level-one trauma center that is also home to the Medical College of Wisconsin. The City's equalized property valuation has increased from $4.9 billion in 2013 to $9.0 billion in 2022 and commercial property makes up 41% of the tax base. While manufacturing constitutes just two percent of the tax base, several large manufactures are major employers in the city including Briggs and Stratton, a small engine manufacturer, General Electric Medical Systems and Harley Davidson. The City is also home to the largest regional shopping center in Wisconsin, Mayfair Mall, which includes destination stores such as Nordstrom's, Crate and Barrel, the Container Store and the Apple Store.

The City maintains a charming downtown area and several neighborhood commercial districts with thriving restaurants and boutique stores. There are 9 hotels in the City that provide over 1200 rooms to host tourists to the City and to regional events and conventions, visits to the medical complex and business travelers. The room tax revenue from these hotels helps support general fund services and provide a dedicated funding stream for the Tourism Commission. Although completely land-locked, the City continues to experience a high-level of redevelopment. City of Wauwatosa residents tend to stay here with nearly 50% moving in more than 10 years ago. The City has an established and diverse housing stock with 32% built prior to 1940. Residents work in many industries as shown below[1].

[1] Source: U.S. Census Bureau 2019 American community 5-Year Estimate

The unemployment rate for the City of Wauwatosa was 2.5% for 2022. This compares favorably to the state's average of 2.9% and Milwaukee County's average rate of 3.7% and is down from 3.2% in 2021. Personal income per tax return was $95,512 in 2021 compared to $66,369 for the State of Wisconsin.

The annual budget process serves as the City's basis for financial planning and control. Departmental budgets are prepared on an annual basis by department heads and are submitted for examination in August of each year. The initial review of these budgets is conducted by the Mayor, City Administrator, and the Finance Department. After review of the department requests, the Mayor submits his recommendations to the Financial Affairs Committee for its review and approval. Public meetings are held starting in October by the Financial Affairs Committee whereby the budget is submitted to the Common Council for final approval. A public hearing on the proposed budget is held prior to approval by the Common Council, which usually occurs on the third Tuesday in November. Budget to actual comparisons are provided in this report for each individual governmental fund for which an annual budget has been adopted.

ACKNOWLEDGEMENTS

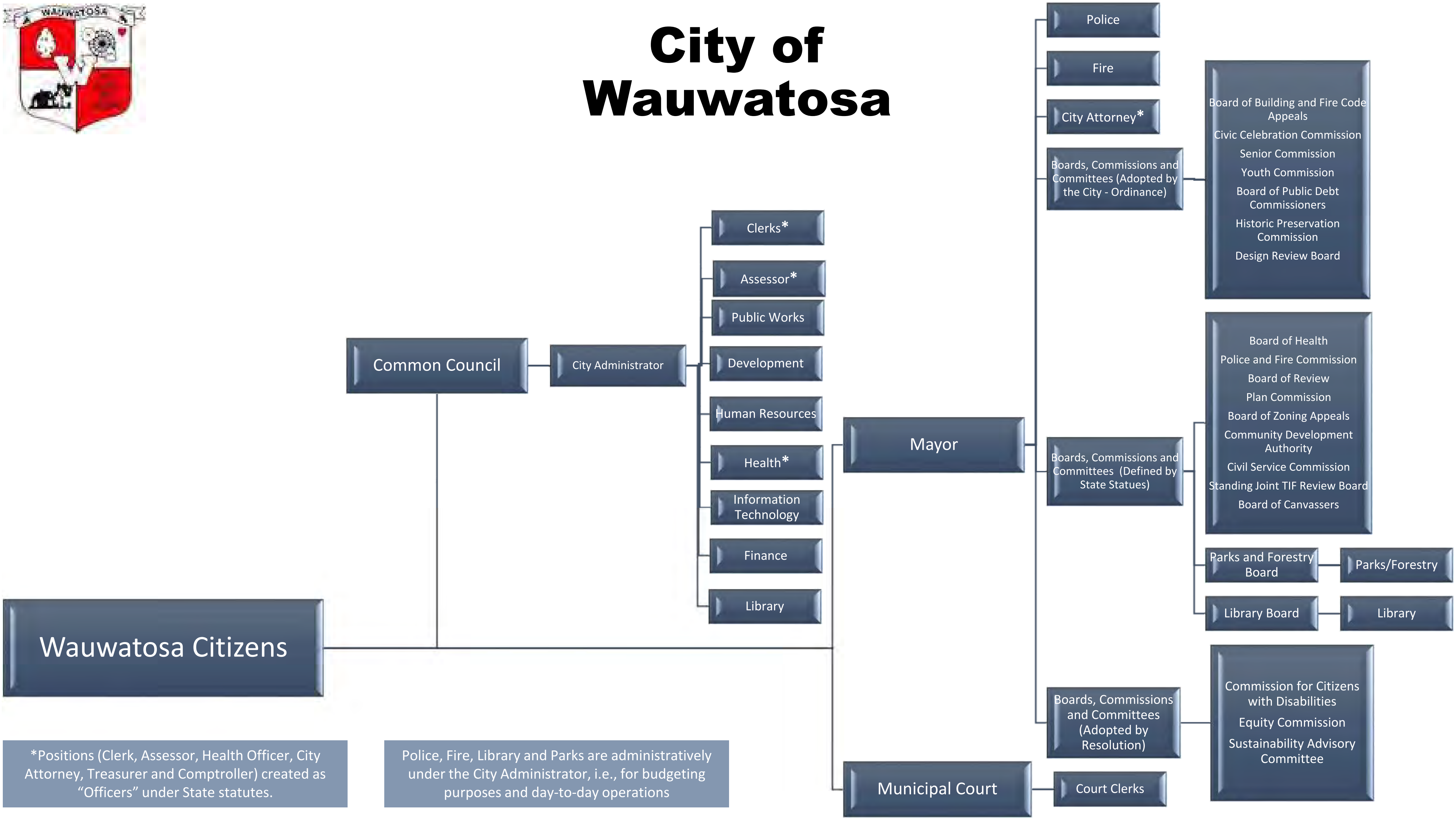
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Wauwatosa for its comprehensive annual financial report for the fiscal year ended December 31, 2021. This was the ninth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

The preparation of this report was made possible by the efficient and dedicated services of the entire staff of the Finance Department along with the advice of the independent auditors, CliftonLarsonAllen, LLP. We would also like to thank the Common Council for their continued interest and support of the financial operations of the City.

Respectfully submitted,

John Ruggini
Director of Finance

City of Wauwatosa



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Fiscal Year Ended December 31, 2022

THE CITY OF WAUWATOSA, WISCONSIN

7725 W North Avenue
WAUWATOSA, WISCONSIN 53213

Dennis McBride, Mayor
Meagan O'Reilly, Common Council President

MEMBERS OF THE COMMON COUNCIL

Andrew Meindl	Alderman, District # 1	Sean Lowe	Alderman, District # 5
Jim Moldenhauer	Alderman, District # 1	Joel Tilleson	Alderman, District # 5
Margaret Arney	Alderman, District # 2	Joe Phillips	Alderman, District # 6
John Dubinski	Alderman, District # 2	Meagan O'Reilly	Alderman, District # 6
Robin Brannin	Alderman, District # 3	Amanda Fuerst	Alderman, District # 7
Joseph Makhlouf	Alderman, District # 3	Melissa Dolan	Alderman, District # 7
David R. Lewis	Alderman, District # 4	Craig Wilson	Alderman, District # 8
Ernst Franzen	Alderman, District # 4	Jason G Wilke	Alderman, District # 8

ADMINISTRATORS

James Archambo	City Administrator
Beth Mbow	Human Resources Director
Krista G. LaFave	Municipal Judge
Paulette Enders	Development Director
Alan Kesner	City Attorney
Laura Stephens	Health Officer
Steven Braatz	City Clerk
Sarah Tyrrell	City Assessor
Peter Loeffel `	Library Director
Jalal Ali	Information Systems Director
David Simpson	Public Works Director
John Ruggini	Finance Director
James Case	Fire Chief
James Mc Gillis	Police Chief

OFFICIALS ISSUING REPORT

John Ruggini	Finance Director
Kelly Heilert	Accounting Manager

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Wauwatosa
Wisconsin

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2021

Christopher P. Morrill

Executive Director/CEO

INDEPENDENT AUDITORS' REPORT

Common Council
City of Wauwatosa, Wisconsin
Milwaukee County, Wisconsin

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wauwatosa, Wisconsin, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City of Wauwatosa, Wisconsin's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wauwatosa, Wisconsin, as of December 31, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparisons for the General Fund, Special Revenue Fund Tax Incremental District Fund, and American Rescue Plan ACT (ARPA) Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis-of-Matter – Implementation of New Standard

As discussed in Note 1 to the financial statements, effective January 1, 2022, the City adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 87, Leases. The guidance requires lessors to recognize a lease receivable and a corresponding deferred inflow of resources for all leases with noncancellable lease terms greater than twelve months. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of City of Wauwatosa, Wisconsin's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Wauwatosa, Wisconsin's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the Schedule of Changes in the City's Total Other Postemployment Benefits Liability and Related Ratios, Schedule of the City's Proportionate Share of the Net Pension Liability (Asset), and the Schedule of the City's Pension Contributions, as referenced in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wauwatosa, Wisconsin's basic financial statements. The combining and individual fund financial statements and schedules listed as other supplementary information in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements and schedules listed as other supplementary information in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 26, 2023, on our consideration of the City of Wauwatosa, Wisconsin's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Wauwatosa, Wisconsin's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Wauwatosa, Wisconsin's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Milwaukee, Wisconsin
August 31, 2023

Management Discussion and Analysis

This section of the City of Wauwatosa's (the City) comprehensive annual financial report provides the reader with management's narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2022. This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the City's financial activity, (3) identify changes in the City's financial position, and (4) identify any changes in the City's financial plan (approved budget). The financial discussion and analysis presented in the section is intended to be used in conjunction with the accompanying financial statements. Additional information is provided in the transmittal letter, which can be found on pages i -iv of this report.

Financial Highlights

- The assets and deferred outflows of resources of the City of Wauwatosa exceeded its liabilities and deferred inflows of resources by $212,857,468 (net position) as of December 31, 2022.
- As of December 31, 2022, the City of Wauwatosa's governmental funds reported combined ending fund balances of $51,956,587. Of this balance, $18,416,514 is available for spending at the government's discretion (unassigned fund balance)
- At the end of the current fiscal year, $18,423,450 of unassigned fund balance for the general fund is equal to 27% of general fund expenditures and transfers out.
- The City's net Other Postemployment Benefit (OPEB) liability increased by $4,739,318 to $41,184,603 as of December 31, 2022.
- Total governmental activities long term liabilities increased $12,874,742 to $124,239,645 while business-type long term liabilities decreased $3,521,260 to $54,957,270. Governmental activities long term liabilities increased due borrowing for the construction of a $12,000,000 parking structure to support economic development at the Innovation Campus. Business-type debt decreased due to a greater amount of bond principal being retired than added related to replacing end-of-life infrastructure.
- The City maintained an Aaa rating from Moody's.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Wauwatosa's basic financial statements. The City of Wauwatosa's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements.

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

The *Statement of Net Position* presents information on all of the City of Wauwatosa's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as *net position.* Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Wauwatosa is improving or deteriorating.

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

Both of the government–wide financial statements distinguish functions of the City of Wauwatosa that are principally supported by taxes and intergovernmental revenues *(governmental activities)* from other functions that are intended to recover all or a significant portion of their costs through user fees and charges *(business-type activities)*. The governmental activities of the City of Wauwatosa include general government, public safety, public works, health and human services, recreation and education, conservation and development, culture, and interest and fiscal charges. The business-type activities of the City of Wauwatosa include the Water Utility, Sanitary Sewer Reserve and Storm Water Management.

The government-wide financial statements include the activities of the City of Wauwatosa itself (known as the *primary government*). The Government-wide financial statements can be found on pages 1 – 2.

Fund Financial Statements.

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

Governmental Funds.

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

Because the focus of governmental funds is narrower than that of government-wide financial statements, it is useful to compare information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Wauwatosa maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, Capital Projects General Obligation Debt Issue Fund, the Tax Incremental Fund and the American Rescue Plan Act (ARPA) Fund, which are considered to be major funds. Data from the other twelve funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City has also presented budgetary comparison information for the General Fund and major Special Revenue Funds in the basic financial statements.

The basic governmental fund financial statements can be found on pages 3-8.

Proprietary funds.

The City of Wauwatosa maintains eleven proprietary funds. *Enterprise funds* are used to report the same function presented as *business-type activities* in the government-wide financial statements. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Wauwatosa's various functions. The City of Wauwatosa uses enterprise funds to account for its Water Utility, Storm Water Management and Sanitary Sewer Funds. The City of Wauwatosa uses internal service funds to account for its fleet of vehicles, rental of space in the Municipal Complex, information systems, rental of occupied space in the public works garage, and four self-insured insurance programs (health, dental, general liability, workers compensation). In the government-wide financial statements, these services have been allocated between the *governmental activities* and *business-type activities* based on cost drivers associated with the services provided.

The basic proprietary fund financial statements can be found on pages 9-13.

Fiduciary Funds.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City of Wauwatosa's programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 14-15.

Notes to the financial statements.

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 16-72.

Other information.

In addition to the basic financial statements and accompanying notes, this report also presents certain additional supplementary information. The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the notes to the financial statements. A detailed budgetary comparison schedule for the General Fund is presented to demonstrate compliance with the budget. The City has also presented cumulative information related to its Tax Increment Districts and included a statistical section with 10 years of comparative financial, demographic and operational data.

The supplementary information can be found on pages 75-98. The statistical section can be found on pages 99-119.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Wauwatosa assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $212,857,468 at the close of 2022 as shown below in Figure 1.

The largest portion of the City of Wauwatosa's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment, less any related debt used to acquire those assets that is still outstanding). Although the City of Wauwatosa's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since most of the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City of Wauwatosa's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the city's ongoing obligations to citizens and creditors.

Figure 1
CITY OF WAUWATOSA NET POSITION
December 31, 2022

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
ASSETS						
Other Assets	$ 184,121,118	$ 160,632,260	$ 39,563,363	$ 30,608,742	$ 223,684,481	$ 191,241,002
Capital Assets	139,591,570	140,645,214	173,505,868	169,540,762	313,097,438	310,185,976
Total Assets	323,712,688	301,277,474	213,069,231	200,149,504	536,781,919	501,426,978
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Outflows of Resources	58,647,032	38,463,362	2,070,098	1,501,622	60,717,130	39,964,984
LIABILITIES						
Current Liabilities	28,718,837	21,888,519	3,614,424	4,373,213	32,333,261	26,261,732
Noncurrent Liabilities	168,860,115	150,708,570	54,287,270	57,563,530	223,147,385	208,272,100
Total Liabilities	197,578,952	172,597,089	57,901,694	61,936,743	255,480,646	234,533,832
DEFERRED INFLOWS OF RESOURCES						
Deferred Inflows of Resources	120,240,868	100,289,489	8,920,067	1,099,568	129,160,935	101,389,057
NET POSITION						
Net Investment in Capital Assets	81,468,864	84,083,817	122,510,909	115,382,146	203,979,773	199,465,963
Restricted	31,902,016	24,386,320	2,536,950	2,470,502	34,438,966	26,856,822
Unrestricted	(48,830,980)	(41,615,879)	23,269,709	20,762,167	(25,561,271)	(20,853,712)
Total Net Position	$ 64,539,900	$ 66,854,258	$ 148,317,568	$ 138,614,815	$ 212,857,468	$ 205,469,073

Change in Net Position

Net position of the City of Wauwatosa increased by $7,388,395 (3.6%) in 2022 with decreases in the Governmental-Type Activities and increases in the Business-Type Activities. Net position of the City's governmental activities totaled $64,539,900 as of December 31, 2022, a decrease of $2,314,358 (-3.5%). The City's unrestricted net position for governmental activities is negative due development incentives associated with Tax Increment Districts that result in a liability without an associated asset. As the debt is repaid and when the TIF closes, this negative amount will be reduced. The net position of business-type activities totaled $148,317,568, an increase of $9,702,753 (7.0%). Following is a summary of the changes in net position for the City of Wauwatosa.

Governmental Activities

Governmental activities for 2022 decreased the City's net position by $2,314,358 as detailed below.

- **Revenues increased by $4.0 million over the prior year:**
  - The $1.3 million increase in Charges for Services was driven largely by surplus building permit revenue of $473,656 due to increased building activity over the prior year; and $625,702 increase in fees for policing services resulting from the first full-year of the hospital campus policing contract.
  - Operating and capital grants increased $1.7 million as increased American Rescue Plan spending, resulting in increased revenue recognition of $2.1 million offset a decrease in Community Development Block Grant spending of $723,258. In addition, the City benefited from approximately $1.0 million in public infrastructure constructed by private development.
  - Property taxes grew 7.5% due to a 7.1% increase in the property tax levy that was made possible by approximately $600,000,000 in previously tax-exempt property value determined to be taxable due to a land sale from Milwaukee County to the Milwaukee Regional Medical Campus.
  - Other taxes grew by 21.5% to $2,256,530 driven largely by a $409,250 increase in Hotel/Motel taxes as occupancy grew 9% and daily rates rose 15%.
  - The $3.1 million decrease in investments was largely due to the loss of investment portfolio value. While interest earnings exceeded the original budget by $679,449 and were 937% of the prior year actuals, these positive gains were completely offset by a negative $4.4 million mark-to-market adjustment. This paper loss on the value of the City's investments was due to rapidly rising interest rates which drive down bond prices.

- **Expenses increased by 29.2% over the prior year:**
  - The largest increase of $12.9 million in Conservation and Development was largely the result of the City financing the construction of an approximately $12.0 million parking structure that was privately owned (so not depreciated) to support economic development at Innovation campus.
  - This was offset by a $5.6 million decrease in expenses related to pension activity that is attributed to each activity.
  - General government spending increased by 14.9% largely due to an increase in the litigation reserve based on an assessment of potential liability associated with pending cases.

- Public Safety spending increased $2.6 million. This was driven by police vacancies for which overtime costs exceeded salary savings by approximately $130,000. Costs for providing services to the hospitals increased $633,149 due to 2022 being the first full year of the contract. Fire expenses including wages and overtime increasing over 2021 by $521,660 due to vacation payouts and overtime to cover staffing shortages. In addition, benefit costs increased $416,170 driven by payroll increases as well as a more accurate allocation method for health insurance costs.
- Public Works increased over $1.5 million largely due to repair costs that were not eligible for capitalization and were part of the overall cost of the work done on the Public Works building
- Fiscal charges increased $1.2 million due largely in year-over-year differences in the interest accrual.

Figure 2

CHANGE IN NET POSITION- GOVERNMENTAL ACTIVITIES
For The Years Ended December 31, 2022 and 2021

	2022	2021	Variance
REVENUES			
Program Revenues:			
Charges for Services	$ 12,308,710	$ 11,043,806	$ 1,264,904
Operating Grants	8,646,028	7,976,625	669,403
Capital Grants/Contributions	1,008,762	-	1,008,762
General Revenues:			
Property Taxes	57,751,070	53,726,456	4,024,614
Other Taxes	2,256,530	1,856,514	400,016
Grants not Restricted to Specific Programs	3,051,734	3,134,957	(83,223)
Investments	(2,946,092)	135,734	(3,081,826)
Gain (loss) -sales/disposal of capital assets	79,658	248,681	(169,023)
Total Revenues	82,156,400	78,122,773	4,033,627
EXPENSES			
General Government	6,531,057	5,685,130	845,927
Public Safety	34,117,902	31,540,033	2,577,869
Public Works	12,727,159	11,222,071	1,505,088
Health and Human Services	2,131,298	1,925,529	205,769
Education and Recreation	4,417,116	4,866,207	(449,091)
Conservation and Development	20,807,753	7,888,323	12,919,430
Culture	739,012	525,739	213,273
Interest and Fiscal Charges	2,626,021	1,418,233	1,207,788
Loss on Sale of Capital Assets	-	-	
Total Government Activities Expense	84,097,318	65,071,265	19,026,053
INCREASE (DECREASE) IN NET ASSETS BEFORE TRANSFERS	(1,940,918)	13,051,508	(14,992,426)
NET TRANSFERS	(373,440)	1,033,488	(1,406,928)
Change in Net Position	(2,314,358)	14,084,996	(16,399,354)
Net Position - Beginning	66,854,258	52,769,262	14,084,996
NET POSITION - ENDING	$ 64,539,900	$ 66,854,258	$ (2,314,358)

Business Activities

Business activities for 2022 increased the City's net position by $9,702,753 as detailed below. Some of the significant changes in revenues and expenses as shown in Figure 3 that contributed to that change were as follows:

Revenues

- Charges for service remained largely flat as Storm Sewer decreases of $513,422 offset water and sanitary increases driven by consumption. The decrease in Storm was the result of 2021 including an extra billing period that previously would have been accounted for in 2020 as a result of a change in billing accrual procedures related to the new financial system.
- Capital Grants and contributions increased 325% due to largely to contributed capital from the American Rescue Plan funds for the reconstruction of the 68th Street Water Main.
- Investment income increased $535,867 due to increasing short-term interest rates which increased earnings on the City's investment portfolio. The mark-to-market losses were recorded in the general fund.

Expenses

- Water expenses increased 2.0% due largely to a 7.6% increase in wholesale water expenses as a result of increased pumpage.
- Sanitary expenses increased 2.5% due largely to a $483,440 increase in repairs largely associated with the lateral grouting program.
- Storm utility expenses increased 12.9% due largely to a $250,378 increase in professional services largely the result of increased sewer televising to assist in capital planning and consulting services for the Citywide Storm water Management Plan.

Figure 3
CHANGE IN NET POSITION- BUSINESS ACTIVITIES
For The Years Ended December 31, 2022 and 2021

	2022	2021	Variance
REVENUES			
Program Revenues:			
Charges for Services	$ 26,288,944	$ 26,369,281	$ (80,337)
Grants/Contributions	999,146	235,078	764,068
General Revenues:			
Investments	551,207	15,340	535,867
Total Revenues	27,839,297	26,619,699	1,219,598
EXPENSES			
Water Utility	8,180,509	8,022,389	158,120
Sanitary Sewer	7,544,096	7,361,283	182,813
Storm Water Management	3,237,719	2,868,537	369,182
Total Business Activities Expense	18,962,324	18,252,209	710,115
INCREASE (DECREASE) IN NET ASSETS BEFORE TRANSFERS	8,876,973	8,367,490	509,483
NET TRANSFERS	(373,440)	(1,033,488)	660,048
Change in Net Position	8,503,533	7,334,002	1,169,531
Net Position - Beginning	138,614,815	131,280,813	7,334,002
NET POSITION - ENDING	$ 147,118,348	$ 138,614,815	$ 8,503,533

Fund Financial Analysis

As noted earlier, the City of Wauwatosa uses fund accounting to ensure and demonstrate compliance with finance-related laws and regulations. Fund financial reporting focuses on short-term spendable resources and balances of spendable resources available at year-end.

Governmental Funds

As of December 31, 2022, the City of Wauwatosa's governmental funds reported combined ending balances of $51,956,587 an increase of $6,412,253 from the prior year. This increase is due to several factors described below and presented in Figure 4.

- The General Fund balance decreased $2,920,662 to $22,244,531 due to the investment portfolio mark-to-market losses described above.
- The $2,361,629 increase in the Capital Projects fund was largely a result of the amount of unspent bond proceeds, which increased from $6,063,603 to $7,879,679. This was largely the result of the 2022 paving project extending into 2023 and the Hart Park Playground project and Tennis Court Bathroom Remodel project being delayed. These prior year bond proceeds will be spent down over the course of 2023 and 2024 as capital projects are completed.
- The Parks Reserve fund balance increased $121,055 despite being originally budgeted for a $229,425 loss. This was due to $82,254 budget surplus in facilities rentals as post-Covid rental activity increased more than anticipated. Wage and benefit savings due to vacancies also contributed. The Parks Reserve is budgeted to surplus $100,000 for future improvements to the stadium as well.
- The Community Development Fund increased $4,920,272 due to the purchase of the vacant Boston Store at auction resulting in a $3,976,804 asset being held for sale. As this was purchased with bond proceeds, overall fund balance increases because the bond proceeds are recorded as a revenue and the acquisition as an asset since it is being held for sale. This results in a fund balance increase but no corresponding cash increase.
- The Tourism Commission balance increased $800,145 as hotel/motel tax revenue increased as occupancy grew 9% and daily rates rose 15%.
- Information Systems Equipment fund increased by $248,289 as there were no planned expenditures.
- Fleet Equipment reserve increased $602,232 as the depreciation transfer to pre-fund future vehicle acquisition exceeded capital expenditures.

Figure 4
CHANGE IN GOVERNMENTAL FUND BALANCES

	General Fund	TIF	American Rescue Plan	Debt Service	CP - General Obligation Debt Issue Fund	Special Assessments	Community Development Block Grant	Revolving Funds	Park	Library
Begining of Year Balance	$ 25,165,193	$ 2,455,904		$ 2,030,945	$ 10,994,015	$ (1)	$ (5,559)	$ 72,620	$ 1,182,797	$ -
Current Year Activity	(2,920,662)	(127,635)		212,135	2,361,629	-	(1,376)	77,414	121,055	1,000
End of Year Balance	$ 22,244,531	$ 2,328,269	$ -	$ 2,243,080	$ 13,355,644	$ (1)	$ (6,935)	$ 150,034	$ 1,303,852	$ 1,000
Nonspendable	$ 1,423,769	$ -		$ -	$ 1,184,365	$ -	$ -	$ -	$ -	$ -
Restricted	-	2,328,269		2,243,080	7,879,679	-	-	150,034	-	-
Assigned	2,397,312	-		-	4,291,600	-	-	-	1,303,852	1,000
Unassigned	18,423,450	-		-	-	(1)	(6,935)	-	-	-

	Redevelopment Authority Reserve Fund	Community Development Fund	Hospital Policing Fund	Tourism Commission Fund	Information Systems Equipment	Fleet Equipment	Public Works Building Improvement Reserve Fund
Begginig of Year Balance	$ 1,043,630	$ 829,824	$ 36,406	$ 602,958	$ 968,061	$ 12,824	$ 154,717
Current Year Activity	(388)	4,920,272	36,498	800,145	248,289	602,232	81,645
End of Year Balance	$ 1,043,242	$ 5,750,096	$ 72,904	$ 1,403,103	$ 1,216,350	$ 615,056	$ 236,362
Nonspendable	$ -	$ -	$ -	$ 5,000	$ -		$ -
Restricted	-	1,775,489	-	1,398,103	-		-
Assigned	1,043,242	3,974,607	72,904		1,216,350	615,056	236,362
Unassigned	-	-	-	-	-		

Proprietary Funds

Revenue and Expense highlights related to Water, Sanitary, and Storm water funds are discussed above. Internal Service Funds showed a decrease in net position of $222,256. The following funds contributed to his change:

- The Fleet Maintenance fund net position decreased $897,298 largely due to higher than budgeted fuel prices resulting in a $330,514 deficit compared to the original budget; and the depreciation transfer to the Fleet Equipment Reserve exceeding the value of the annual vehicles purchased and contributed from the Equipment Reserve.
- The Public Works Building net position increased $617,283 due entirely to the value of the contributed capital from the Building Capital Fund netted against the depreciation transfer. The capital contribution was the result of the floor drain project.
- The General Liability Fund had a $972,815 increase in net position based on annual contributions related to the Common Council's fund balance policy requirements for this fund.
- The Workers Compensation Insurance fund had a $395,480 decrease due to increases in prior year claims greater than what had been accrued.
- The Employee Health Insurance Fund decreased its net position by $795,524 due entirely to a $796,776 OPEB expense which offset positive claims experience. The City's net Other Postemployment Benefit (OPEB) liability was increased by $4,739,318 to $41,184,603 as of December 31, 2022.

General Fund Budgetary Highlights

Differences between actual revenues and expenses and the final amended budget resulted in a negative revenue variance of $4,020,555 (6.0% of the final budget) and a positive expenditure variance of $1,319,633 (2.4% of the final budget). The following explains these variances:

Revenues

- Tax revenue posted a $348,716 surplus due to hotel/motel tax exceeding revenue projections as described above.
- Intergovernmental Revenues posted a $706,672 deficit due to health grants that are on a reimbursable basis and cover multiple years but were budgeted in single year.
- Licenses and Permits posted a $328,776 surplus due to building permits being greater than the amended budget anticipated as residential and commercial construction continued to experience strong demand. In addition Street Occupancy revenue posted a $144,884 surplus as a new software system provides more timely revenue recognition.
- Fines, Penalties and Forfeitures posted a $294,647 deficit compared to budget largely due to parking citation revenue which was $255,046 below budget due to vacancies in the police department.
- Intergovernmental charges posted a $321,887 surplus over budget due to delays in assumed decreases in the fee Milwaukee County pays for fire service to serve tax-exempt buildings on county owned land.
- Commercial revenues posted a $4,088,259 variance to budget due to a policy of not budgeting for the mark-to-market adjustment for the investment portfolio. This adjustment exceeded $4.3 million as described above. However, since it is a paper loss that will be recovered as bond investments mature, it is not budgeted

Expenditures

- General Government expenditures were $480,606 less than budgeted. This was largely due to due to vacancy savings in the City Clerk, Human Resources and City Assessor departments as well as poll worker savings as more City employees were utilized. Operating expense savings of $151,164 also contributed. Human Resources carried over approximately $73,000 for a compensation study that will take place in 2023 and the City Clerk carried over approximately $60,000 for a new agenda management system to be implemented in 2023 as well.
- Public Safety had a $575,200 negative budget variance largely due to overtime expenses in the Police and Fire Department that were driven by vacancies. In the Police Department, this was largely due to staffing shortages that approached 9.8 Police Officers and 1.1 Detectives. In the Fire Department, this was driven by a variety of reasons including:
    - Offtime including parental leave, sick leave and Family Medical Leave.
    - Staffing a 3rd paramedic unit the first quarter of 2022 as part of the 1 paramedic trial
    - Three vacancies requiring regular OT staffing
- Public Works had a $693,406 surplus largely due vacancy savings, recycling revenue which was higher than anticipated and offset the disposal expense and Engineering external design services for projects that were postponed to 2023.
- Health and Human Services had a positive budget to actual variance of $605,873 due to expenditures budgeted for multi-year reimbursable grants that have not been spent. This was offset by a revenue shortfall described above.

Capital Assets and Debt Administration

Capital Assets

The City of Wauwatosa investments in capital assets for its governmental and business-type activities as of December 31, 2022 increased $2,911,462 to $313,097,438 net of accumulated depreciation. This investment in capital assets includes land, buildings, sewer and water main improvements, machinery and equipment, parks facilities, roads, and bridges. The increase in the City of Wauwatosa's investment in capital assets for the current fiscal year was -0.7% for governmental and 2.3% for business-type functions. The increase for business type functions reflects the continuation of the City's enhanced capital improvement plan to replace infrastructure (largely roads, bridges and sewer mains) that are past-their useful life or of insufficient capacity.

Major capital assets improvements during 2022 included the following:

- 4,300 linear feet of reconstructed and resurfaced streets.
- 4,172 linear feet of replaced or relined sanitary sewer mains
- 3,001 linear feet of replaced or relined storm sewer mains
- 8,706 linear feet of replaced water mains
- $2,105,349 in updates to buildings including the Police Station lower level renovation, Fire Station 52 and Police Station roof replacements, the Fire Station 52 & 53 bunk house renovation design and updating police station access controls.
- $981,246 in machinery and equipment updates including 8 police vehicles, one ambulance, 4 public works vehicles, a drone, an upgrade to the Hart Park outdoor warning system and upgrades to the police department and City Hall camera servers..

Additional information on the City of Wauwatosa's capital assets can be found on pages 42-43.

Debt Administration

At the end of the current fiscal year, the City of Wauwatosa had total net general bonded debt outstanding of $133,720,011 which equaled 1.48% of equalized value. This includes all General Obligation Debt, Bond Premium, Municipal Revenue Obligations and is net of net position restricted for debt service. Please see the statistical section for annual comparisons. During 2022, the City of Wauwatosa issued $26,415,000 in General Obligation bonds for street and sewer improvements, equipment purchases including an ambulance replacement, rehabilitating the Public Works building floor drains, demolishing the decommissioned solid waste transfer station, replacing the police department roof and reconstructing the tennis court bathrooms at Hard Part. Included in this total was $12,000,000 for financing the construction of a private parking structure to facilitate commercial building construction at Innovation Campus. The City maintains an "Aaa" rating from Moody's for its general obligation debt.

State Statutes limit the amount of general obligation debt a government entity may issue to 5% of its total equalized valuation. The current debt limitation for the City of Wauwatosa is $450,328,870 of which the City has utilized 30% for its current outstanding general obligation debt.

The remainder of the City of Wauwatosa's debt represents bonds secured solely by specific revenue sources. The Wauwatosa Water Utility has outstanding debt of $23,950,000 of which $9,140,000 are revenue bonds. The Water Utility maintains an Aa2 rating from Moody's.

Additional information on the City of Wauwatosa's long-term debt can be found in note 4.G on pages 45-51 of this report.

Economic Factors and Next Year's Budget and Rates

The City of Wauwatosa is an inner ring suburban community located in Milwaukee County. Wauwatosa is strategically located at the center of the Milwaukee metropolitan area with excellent transportation access. It is the home of a number of regionally significant institutions and companies – including the Milwaukee County Grounds, the County Medical Center, Research Park, Harley-Davidson, GE Health Care and Briggs and Stratton – and is second only to downtown Milwaukee as a regional employment center. The City of Wauwatosa features walkable and bike-friendly neighborhoods, an excellent variety of housing stock, a thriving Village business district, and a key regional shopping center; the City is noted for its level of municipal services, excellent schools, the civic engagement of its citizens, and its high quality of life.

Other key economic factors include:

- The City's equalized property valuation (including tax increment district value) has increased 81% since 2012 to $9.0 billion in 2022.
- The unemployment rate for the City of Wauwatosa decreased from 3.2% in 2021 to 2.5% annually for 2022. This compares favorably to the state's average of 2.9% and Milwaukee County's average rate of 3.7% during that same time period.
- The City maintains an Aaa bond rating from Moody's Investors Service, based in part on the relatively strong economic climate of the City.

The City adopts operating budgets for its governmental funds (General, Special Revenue, Debt Service, Capital Projects) and enterprise funds (Water and Sewer Utilities). The 2023 fiscal year operating budget for the General Fund includes $73.2 million in projected revenues and expenditures. The budget does not include the use of unassigned fund balance.

Funding for the operating budget of the City is provided from many sources, including property taxes, room taxes, grants and aids from the State and County, user fees, permits and licenses, fines, and other miscellaneous revenues. Several revenue sources are more sensitive to economic factors, in particular building permits, room taxes and investment earnings.

Revenues in the 2023 Budget have largely recovered from the COVID-19 pandemic. The property tax levy increased by 2.6%, with 2.0% dedicated to operating cost increases and 0.6% towards debt service increases associated with the capital improvement program. Interest income was budgeted to increase $1.6 million due to the increase in short term interest rates. Hotel/Motel Tax Revenue increases 28% as occupancy and daily rates are assumed to continue their post-COVD recovery, although all of these additional funds must be transferred to the Tourism Commission. At the time the budget was adopted, it was assumed that ambulance revenue would increase 19% due changes at the state level that would allow the City to receive higher Medicaid and Medicare reimbursements although the initial forecasts appear to have over-estimated the revenue totals.

These revenue increases help cover additional operating expenses. These include a 5.1% increase in regular pay which includes a 3.0% cost of living adjustment, the re-instatement of performance pay and several departmental staffing changes. Benefit costs increase 5.5% a result of wage increases and an increase in the pension contribution rate. Full-time equivalent positions increased 11.37 to

488.37 in the 2023 budget. Of this total, 3.0 FTE were providing an additional reimbursed police post at the Children's Hospital Emergency Room at the Regional Medical Campus

Property tax limitations put in place by the State of Wisconsin and flat or declining state and federal revenues (outside of one-time stimulus and pandemic funds) will continue to put pressure on the City's operating budget. These pressures will cause the City to continue to pursue tax base expansion, expenditure efficiencies and new revenue sources.

A mid-year conventional water rate is planned which will have an estimated 30% impact on rates. This had been postponed several years due to the recession. Due to this large increase, no local sanitary or storm rate increases were planned. The conventional rate increase is due largely to increases in debt service associated with enhanced capital spending as well as inflationary increases since the last conventional rate increase that occurred in 2017. The increases in capital spending are predominately related to replacing infrastructure at the end of its useful life as well as expanding capacity of the storm and sanitary sewer system to address surface and basement flooding that has been experienced in recent years.

BASIC FINANCIAL STATEMENTS

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2022

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	$ 106,210,372	$ 21,287,248	$ 127,497,620
Receivables (Net of Allowance for Uncollectible Accounts)	45,189,504	13,777,510	58,967,014
Internal Balances	1,805,775	(1,805,775)	-
Prepaid Items	1,438,518	130,507	1,569,025
Deposit in Cities and Villages Mutual Insurance Company	1,184,453	-	1,184,453
Restricted Assets:			
Cash and Investments	-	1,924,880	1,924,880
Designated Assets - Cash and Cash Equivalents	-	3,300,262	3,300,262
Unamortized Maintenance Costs	-	192,598	192,598
Assets held for sale	3,976,804	-	3,976,804
Net Pension Asset	24,315,692	753,449	25,069,141
Nonutility Property	-	2,684	2,684
Capital Assets, not Being Depreciated	28,879,023	6,835,477	35,714,500
Capital Assets, Being Depreciated, Net of Accumulated Depreciation	110,712,547	166,670,391	277,382,938
Total Assets	323,712,688	213,069,231	536,781,919
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts Related to Refunding of Debt	17,615	567,285	584,900
Deferred Amounts Related to the Pension	47,573,728	1,502,813	49,076,541
Deferred Amounts Related to the OPEB	11,055,689	-	11,055,689
Total Deferred Outflows of Resources	58,647,032	2,070,098	60,717,130
LIABILITIES			
Accounts Payable and Other Current Liabilities	7,328,342	2,677,117	10,005,459
Accrued Interest Payable	313,651	125,928	439,579
Deposits and Unearned Revenue	20,994,930	-	20,994,930
Due to Other Governments	81,914	-	81,914
Liabilities Payable from Restricted Assets	-	811,379	811,379
Noncurrent Liabilities:			
Due Within One Year	15,730,399	6,660,000	22,390,399
Due in More than One Year	115,258,829	47,627,270	162,886,099
OPEB Liability-Due in More than One Year	37,870,887	-	37,870,887
Total Liabilities	197,578,952	57,901,694	255,480,646
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts Related to Leases	1,131,785	7,144,320	8,276,105
Deferred Amounts Related to the Pension	57,307,763	1,775,747	59,083,510
Deferred Amounts Related to the OPEB	616,414	-	616,414
Subsequent Year Tax Levy	61,184,906	-	61,184,906
Total Deferred Inflows of Resources	120,240,868	8,920,067	129,160,935
NET POSITION			
Net Investment in Capital Assets	81,468,864	122,510,909	203,979,773
Restricted for Debt Service	4,257,698	1,783,501	6,041,199
Restricted for Pension Obligations	24,315,692	753,449	25,069,141
Restricted for Other	3,328,626	-	3,328,626
Unrestricted (Deficit)	(48,830,980)	23,269,709	(25,561,271)
Total Net Position	$ 64,539,900	$ 148,317,568	$ 212,857,468

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2022

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position: Governmental Activities	Net (Expenses) Revenues and Changes in Net Position: Business-Type Activities	Net (Expenses) Revenues and Changes in Net Position: Totals
Governmental Activities:							
General Government	$ 6,531,057	$ 1,346,660	$ 2,988,916	$ -	$ (2,195,481)	$ -	$ (2,195,481)
Public Safety	34,117,902	8,381,774	372,508	-	(25,363,620)	-	(25,363,620)
Public Works	12,727,159	203,293	637,042	392,600	(11,494,224)	-	(11,494,224)
Health and Human Services	2,131,298	1,587,694	3,215,126	616,162	3,287,684	-	3,287,684
Recreation and Education	4,417,116	662,321	2,530	-	(3,752,265)	-	(3,752,265)
Conservation and Development	20,807,753	126,968	1,251,025	-	(19,429,760)	-	(19,429,760)
Culture	739,012	-	178,881	-	(560,131)	-	(560,131)
Interest and Fiscal Charges	2,626,021	-	-	-	(2,626,021)	-	(2,626,021)
Loss on Sale of Capital Assets	-	-	-	-	-	-	-
Total Governmental Activities	84,097,318	12,308,710	8,646,028	1,008,762	(62,133,818)	-	(62,133,818)
Business-Type Activities:							
Water Utility	8,180,509	9,593,548	-	999,146	-	2,412,185	2,412,185
Sanitary Sewer	7,544,096	10,681,735	452,340	-	-	3,589,979	3,589,979
Storm Water Management	3,237,719	6,013,661	-	-	-	2,775,942	2,775,942
Total Business-Type Activities	18,962,324	26,288,944	452,340	999,146	-	8,778,106	8,778,106
Total	$ 103,059,642	$ 38,597,654	$ 9,098,368	$ 2,007,908	(62,133,818)	8,778,106	(53,355,712)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes and Debt Service					48,884,605	-	48,884,605
Property Taxes, Levied for TIF					8,866,465	-	8,866,465
Other Taxes					2,256,530	-	2,256,530
Intergovernmental Revenues not Restricted to Specific Programs					3,051,734	-	3,051,734
Gain on Sale of Capital Assets					79,658	-	79,658
Investment Income					(2,946,092)	551,207	(2,394,885)
Total General Revenues					60,192,900	551,207	60,744,107
Transfers					(373,440)	373,440	-
CHANGE IN NET POSITION					(2,314,358)	9,702,753	7,388,395
Net Position - Beginning of Year					66,854,258	138,614,815	205,469,073
NET POSITION - END OF YEAR					$ 64,539,900	$ 148,317,568	$ 212,857,468

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
BALANCE SHEET – GOVERNMENTAL FUNDS
DECEMBER 31, 2022

		Special Revenue			Capital Projects		
	General Fund	Special Revenue Fund Tax Incremental District Fund	American Rescue Plan Act (ARPA) Fund	Debt Service Fund	General Obligation Debt Issue Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and Investments	$ 41,797,264	$ 7,870,639	$ 21,003,729	$ 737,665	$ 12,965,799	$ 7,370,037	$ 91,745,133
Taxes Receivable	30,073,279	5,398,393	-	-	-	152,971	35,624,643
Delinquent Personal Property Taxes	190,884	-	-	-	-	-	190,884
Special Assessments Receivable:							
Due in Installments	-	-	-	-	-	752,748	752,748
Leases Receivable	640,918	-	-	-	-	469,483	1,110,401
Accounts Receivable, Net	1,933,087	1,530,000	-	1,525,000	484,670	-	5,472,757
Accrued Investment Income Receivable	268,200	-	-	-	-	-	268,200
Other Accrued Receivables	398,155	-	-	-	-	1,161,746	1,559,901
Due from Other Funds	1,649,078	-	-	-	-	-	1,649,078
Assets Held for Sale	-	-	-	-	-	3,976,804	3,976,804
Prepayments	10,402	-	-	-	1,184,365	5,000	1,199,767
Advance to Other Funds	1,222,483	-	-	-	-	300,000	1,522,483
Total Assets	$ 78,183,750	$ 14,799,032	$ 21,003,729	$ 2,262,665	$ 14,634,834	$ 14,188,789	$ 145,072,799
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts Payable	$ 1,513,453	$ 208,635	$ 108,300	$ 19,585	$ 841,336	$ 427,980	$ 3,119,289
Accrued Payroll	2,551,827	-	-	-	-	-	2,551,827
Unearned Revenues	-	-	20,895,429	-	-	99,501	20,994,930
Due to Other Governments	81,914	-	-	-	-	-	81,914
Due to Other Funds	948,238	-	-	-	-	640,296	1,588,534
Advance from Other Funds	-	1,522,483	-	-	-	-	1,522,483
Total Liabilities	5,095,432	1,731,118	21,003,729	19,585	841,336	1,167,777	29,858,977
DEFERRED INFLOWS OF RESOURCES							
Subsequent Year Tax Levy	50,007,407	10,739,645	-	-	437,854	-	61,184,906
Special Assessments	-	-	-	-	-	752,748	752,748
Leases	648,584	-	-	-	-	483,201	1,131,785
Other Accounts Receivable	187,796	-	-	-	-	-	187,796
Total Deferred Inflows of Resources	50,843,787	10,739,645	-	-	437,854	1,235,949	63,257,235
FUND BALANCES							
Nonspendable	1,423,769	-	-	-	1,184,365	5,000	2,613,134
Restricted	-	2,328,269	-	2,243,080	7,879,679	3,323,626	15,774,654
Assigned	2,397,312	-	-	-	4,291,600	8,463,373	15,152,285
Unassigned	18,423,450	-	-	-	-	(6,936)	18,416,514
Total Fund Balances	22,244,531	2,328,269	-	2,243,080	13,355,644	11,785,063	51,956,587
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 78,183,750	$ 14,799,032	$ 21,003,729	$ 2,262,665	$ 14,634,834	$ 14,188,789	

Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.	131,959,382
Long-term pension related asset, deferred outflows, and deferred inflows are not related to the current period and, therefore, are not reported in the funds.	14,581,657
Internal service funds net position.	(7,075,249)
Other long-term assets that are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	
Special assessments	752,748
Other accounts receivable	187,796
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds.	(127,823,021)
Total	$ 64,539,900

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2022

		Special Revenue			Capital Projects		
	General Fund	Special Revenue Fund Tax Incremental District Fund	American Rescue Plan Act (ARPA) Fund	Debt Service Fund	General Obligation Debt Issue Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	$ 51,141,135	$ 8,866,465	$ -	$ -	$ -	$ -	$ 60,007,600
Intergovernmental Revenues	6,944,401	101,930	2,955,383	-	363,160	1,426,541	11,791,415
Licenses and Permits	2,484,896	-	-	-	-	1,500	2,486,396
Penalties and Forfeitures	692,853	-	-	-	-	-	692,853
Public Improvement Revenues	11,695	-	-	-	-	780,263	791,958
Public Charges for Services	3,076,279	30,000	-	-	-	2,582,781	5,689,060
Intergovernmental Charges for Services	1,841,675	-	-	-	-	-	1,841,675
Commercial Revenues	(3,032,976)	117,649	-	57,305	304,952	180,399	(2,372,671)
Total Revenues	63,159,958	9,116,044	2,955,383	57,305	668,112	4,971,484	80,928,286
EXPENDITURES							
Current:							
General Government	6,710,934	-	36,718	-	1,476	-	6,749,128
Public Safety	35,069,839	-	-	-	-	1,920,998	36,990,837
Public Works	7,299,695	-	-	-	-	-	7,299,695
Health and Human Services	2,068,452	-	156,362	-	-	-	2,224,814
Recreation and Education	-	-	32,008	-	-	3,852,293	3,884,301
Conservation and Development	2,412,736	4,329,317	788,269	-	57,217	1,515,086	9,102,625
Culture	-	-	136,804	-	-	614,080	750,884
Debt Service:							
Principal	-	2,603,565	-	8,730,001	-	-	11,333,566
Interest and Other Fiscal Charges	-	165,969	-	2,569,605	6,282	48,465	2,790,321
Capital Outlay	117,631	12,146,797	1,105,222	-	6,420,753	439,228	20,229,631
Total Expenditures	53,679,287	19,245,648	2,255,383	11,299,606	6,485,728	8,390,150	101,355,802
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	9,480,671	(10,129,604)	700,000	(11,242,301)	(5,817,616)	(3,418,666)	(20,427,516)
OTHER FINANCING SOURCES (USES)							
Long-Term Debt Issued	-	13,565,957	-	520,000	5,185,000	5,000,000	24,270,957
Premium on Long-Term Debt	-	-	-	158,271	-	-	158,271
Proceeds from the Sale of Assets	1,174	-	-	-	22,100	155,111	178,385
Transfers In	1,843,782	-	-	10,776,165	3,072,145	6,305,970	21,998,062
Transfers Out	(14,261,840)	(3,563,988)	(700,000)	-	(100,000)	(1,155,629)	(19,781,457)
Insurance Recoveries	15,551	-	-	-	-	-	15,551
Total Other Financing Sources (Uses)	(12,401,333)	10,001,969	(700,000)	11,454,436	8,179,245	10,305,452	26,839,769
NET CHANGE IN FUND BALANCES	(2,920,662)	(127,635)	-	212,135	2,361,629	6,886,786	6,412,253
Fund Balances - Beginning of Year	25,165,193	2,455,904	-	2,030,945	10,994,015	4,898,277	45,544,334
FUND BALANCES - END OF YEAR	$ 22,244,531	$ 2,328,269	$ -	$ 2,243,080	$ 13,355,644	$ 11,785,063	$ 51,956,587

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2022

Net Change in Fund Balances - Total Governmental Funds	$ 6,412,253
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of net position, the cost of these assets are capitalized and they are depreciated over their useful lives and reported estimated useful lives and reported as depreciation expense in the statement of activities.	
Capital outlay is reported as capital outlay expenditure in the fund financial statements, but is capitalized in the government-wide financial statements.	20,229,631
Some items reported as capital outlay were not capitalized.	(13,086,097)
Capital assets purchased in the current year by the governmental funds on behalf of the internal service funds are reported as capital outlay on the fund financial statements and capital contributions on the internal service fund statements, but are eliminated on the government-wide statements	(727,282)
Capital assets previously purchased by the governmental funds and contributed to the enterprise funds are recognized as capital contributions on the enterprise fund statements	(1,323,812)
Contributed assets are reported in the government-wide financial statements	616,162
Depreciation is reported in the government-wide financial statements	(6,577,454)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which proceeds ($24,270,957) were less than the repayments ($11,333,566).	(12,937,391)
Governmental funds report debt premiums, discounts, as other financing sources (uses) or expenditures. However, in the statement of net position, these are deferred and reported as other assets or adjustments to long-term debt. They are amortized over the period the debt is outstanding in the statement of activities and are reported as interest expense.	
Premium on debt issued	(158,271)
Amortization of debt premium, discount and deferred amount on refunding	212,113
Revenues in the statement of activities are recognized when earned, whereas revenues that do not provide current financial resources are not reported as revenues in the funds.	125,461
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. This amount represents the decrease in accrued interest payable ($846,263), the increase in accrued vacation payable ($68,487), and an decrease in expenses related to pension activity ($5,557,804).	5,169,183
Some expenses in the governmental funds are recorded as a reduction in long-term liabilities in the statement of net position. This amount represents payments on landfill closure obligation.	7,983
The net revenue (expense) of internal service funds is reported with governmental activities.	(176,792)
Change in Net Position of Governmental Activities	$ (2,314,358)

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – GENERAL FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	$ 50,511,419	$ 50,792,419	$ 51,141,135	$ 348,716
Intergovernmental Revenues	7,132,789	7,651,073	6,944,401	(706,672)
Licenses and Permits	1,532,035	2,156,120	2,484,896	328,776
Fines, Penalties, and Forfeitures	1,062,500	987,500	692,853	(294,647)
Public Improvement Revenues	10,000	16,534	11,695	(4,839)
Public Charges for Services	2,899,894	3,001,786	3,076,279	74,493
Intergovernmental Charges for Services	1,522,788	1,519,788	1,841,675	321,887
Commercial Revenues	532,024	1,055,293	(3,032,976)	(4,088,269)
Total Revenues	65,203,449	67,180,513	63,159,958	(4,020,555)
EXPENDITURES				
General Government	6,534,312	7,191,540	6,710,934	480,606
Public Safety	34,379,597	34,494,639	35,069,839	(575,200)
Public Works	7,769,567	7,993,101	7,299,695	693,406
Health and Human Services	2,402,818	2,674,325	2,068,452	605,873
Conservation and Development	2,349,584	2,491,301	2,412,736	78,565
Capital Outlay	-	154,014	117,631	36,383
Total Expenditures	53,435,878	54,998,920	53,679,287	1,319,633
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	11,767,571	12,181,593	9,480,671	(2,700,922)
OTHER FINANCING SOURCES (USES)				
Proceeds from the Sale of Land	-	1,150	1,174	24
Transfers In	4,287,200	1,987,201	1,843,782	(143,419)
Transfers Out	(16,054,771)	(14,169,944)	(14,261,840)	(91,896)
Insurance Recoveries	-	-	15,551	15,551
Total Other Financing Sources (Uses)	(11,767,571)	(12,181,593)	(12,401,333)	(219,740)
NET CHANGE IN FUND BALANCES	$ -	$ -	(2,920,662)	$ (2,920,662)
Fund Balances - Beginning of Year			25,165,193	
FUND BALANCES - END OF YEAR			$ 22,244,531	

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – SPECIAL REVENUE FUND TAX INCREMENTAL DISTRICT FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	$ 8,788,171	$ 8,788,171	$ 8,866,465	$ 78,294
Intergovernmental Revenues	145,668	103,852	101,930	(1,922)
Public Charges for Services	-	-	30,000	30,000
Commercial Revenues	13,600	40,200	117,649	77,449
Total Revenues	8,947,439	8,932,223	9,116,044	183,821
EXPENDITURES				
General Government	36,044	1,965,093	4,329,317	(2,364,224)
Debt Service				
Principal	2,870,220	2,731,509	2,603,565	127,944
Interest and Other Fiscal Charges	71,140	121,140	165,969	(44,829)
Capital Outlay	-	12,945,325	12,146,797	798,528
Total Expenditures	2,977,404	17,763,067	19,245,648	(2,281,109)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	5,970,035	(8,830,844)	(10,129,604)	(1,298,760)
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	12,013,226	13,565,957	1,552,731
Transfers Out	(3,846,465)	(3,331,200)	(3,563,988)	(232,788)
Total Other Financing Sources (Uses)	(3,846,465)	8,682,026	10,001,969	1,319,943
NET CHANGE IN FUND BALANCES	$ 2,123,570	$ (148,818)	(127,635)	$ 21,183
Fund Balance - Beginning of Year			2,455,904	
FUND BALANCE - END OF YEAR			$ 2,328,269	

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – AMERICAN RESCUE PLAN ACT (ARPA) FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	$ 700,000	$ 12,331,938	$ 2,955,383	$ (9,376,555)
Total Revenues	700,000	12,331,938	2,955,383	(9,376,555)
EXPENDITURES				
General Government	-	14,589,715	36,718	14,552,997
Health and Human Services	-	2,458,480	156,362	2,302,118
Recreation and Education	-	272,000	32,008	239,992
Conservation and Development	-	2,815,812	788,269	2,027,543
Culture	-	136,804	136,804	-
Capital Outlay	-	1,928,000	1,105,222	822,778
Total Expenditures	-	22,200,811	2,255,383	19,945,428
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	700,000	(9,868,873)	700,000	10,568,873
OTHER FINANCING SOURCES (USES)				
Transfers Out	(700,000)	(1,650,000)	(700,000)	950,000
Total Other Financing Sources (Uses)	(700,000)	(1,650,000)	(700,000)	950,000
NET CHANGE IN FUND BALANCES	$ -	$ (11,518,873)	-	$ 11,518,873
Fund Balance - Beginning of Year			-	
FUND BALANCE - END OF YEAR			$ -	

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF NET POSITION – PROPRIETARY FUNDS
DECEMBER 31, 2022

	Business-Type Activities Enterprise Funds				Governmental Activities
	Water	Sanitary Sewer	Storm Water Management	Total Enterprise Funds	Internal Service Funds
ASSETS					
Current Assets:					
Cash, Cash Equivalents, and Temporary Investments	$ 6,188,165	$ 13,108,951	$ 1,990,132	$ 21,287,248	$ 14,465,239
Receivables, Net	2,400,059	3,022,746	1,228,911	6,651,716	209,970
Lease Receivable, Current Portion	247,177	-	-	247,177	-
Due from Other Funds	377,908	402,476	167,854	948,238	-
Restricted Assets - Special Redemption Fund - Bond Principal and Interest Fund	939,265	-	-	939,265	-
Prepayments	130,507	-	-	130,507	238,751
Total Current Assets	10,283,081	16,534,173	3,386,897	30,204,151	14,913,960
Noncurrent Assets:					
Restricted Assets:					
Special Redemption Fund - Reserve Fund	985,615	-	-	985,615	-
Designated Cash - System Improvement	1,884,207	-	1,416,055	3,300,262	-
Lease Receivable, Long-term Portion	6,878,617	-	-	6,878,617	-
Unamortized Maintenance Costs	192,598	-	-	192,598	-
Nonutility Property	2,684	-	-	2,684	-
Net Pension Asset	482,807	103,154	167,488	753,449	-
Deposit in Cities and Villages Mutual Insurance Company	-	-	-	-	1,184,453
Capital Assets:					
Land	81,405	-	-	81,405	22,617
Buildings	1,291,000	96,527	161,181	1,548,708	3,644,299
Improvements Other than Buildings	70,854,503	83,617,347	71,425,671	225,897,521	-
Machinery and Equipment	3,148,408	1,380,636	-	4,529,044	17,529,362
Construction in Progress	2,539,471	2,049,960	2,164,641	6,754,072	797,729
Less: Accumulated Depreciation	(20,816,637)	(28,990,292)	(15,497,953)	(65,304,882)	(14,361,819)
Total Capital Assets, Net	57,098,150	58,154,178	58,253,540	173,505,868	7,632,188
Total Noncurrent Assets	67,524,678	58,257,332	59,837,083	185,619,093	8,816,641
Total Assets	77,807,759	74,791,505	63,223,980	215,823,244	23,730,601
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Amounts Related to Debt Refundings	203,758	316,333	47,194	567,285	-
Deferred Amounts Related to the Pension	966,998	204,786	331,029	1,502,813	-
Deferred Amounts Related to Other Postemployment Benefits Obligation	-	-	-	-	11,055,689
Total Deferred Outflows of Resources	1,170,756	521,119	378,223	2,070,098	11,055,689

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF NET POSITION – PROPRIETARY FUNDS (CONTINUED)
DECEMBER 31, 2022

	Business-Type Activities Enterprise Funds				Governmental Activities
	Water	Sanitary Sewer	Storm Water Management	Total Enterprise Funds	Internal Service Funds
LIABILITIES					
Current Liabilities:					
Accounts Payable	$ 1,278,561	$ 1,158,293	$ 147,320	$ 2,584,174	$ 1,657,226
Accrued Payroll	92,943	-	-	92,943	-
Due to Other Funds	1,008,782	-	-	1,008,782	-
Current Portion of Long-Term Debt	950,000	2,575,000	3,135,000	6,660,000	-
Current Portion of OPEB Obligation	-	-	-	-	3,313,716
Accrued Interest Payable	42,146	34,923	48,859	125,928	-
Other Accrued Liabilities	-	-	-	-	148,527
Liabilities Payable from Restricted Assets:					
Current Portion of Long-Term Debt	670,000	-	-	670,000	-
Accrued Interest Payable	141,379	-	-	141,379	-
Total Current Liabilities	4,183,811	3,768,216	3,331,179	11,283,206	5,119,469
Noncurrent Liabilities:					
Long-Term Debt	22,965,476	11,909,926	12,751,868	47,627,270	-
Net OPEB Obligation	-	-	-	-	37,870,887
Total Noncurrent Liabilities	22,965,476	11,909,926	12,751,868	47,627,270	37,870,887
Total Liabilities	27,149,287	15,678,142	16,083,047	58,910,476	42,990,356
DEFERRED INFLOWS OF RESOURCES					
Deferred Amounts Related to Leases	7,144,320	-	-	7,144,320	-
Deferred Amounts Related to the Pension	1,137,891	243,116	394,740	1,775,747	-
Deferred Amounts Related to Other Postemployment Benefits Obligation	-	-	-	-	616,414
Total Deferred Inflows of Resources	8,282,211	243,116	394,740	8,920,067	616,414
NET POSITION					
Net Investment in Capital Assets	34,666,740	43,996,483	43,847,686	122,510,909	7,632,188
Restricted for Debt Service	1,783,501	-	-	1,783,501	-
Restricted for Pension	482,807	103,154	167,488	753,449	-
Unrestricted	6,613,969	15,291,729	3,109,242	25,014,940	(16,452,668)
Total Net Position	$ 43,547,017	$ 59,391,366	$ 47,124,416	150,062,799	$ (8,820,480)
Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.				(1,745,231)	
Net Position of Business-Type Activities				$ 148,317,568	

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION – PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2022

	Business-Type Activities Enterprise Funds				Governmental Activities
	Water	Sanitary Sewer	Storm Water Management	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES					
Charges for Services and Sales	$ 9,259,596	$ 10,672,235	$ 5,982,145	$ 25,913,976	$ 7,135,889
Other Operating Revenues	330,062	-	-	330,062	12,157,213
Total Operating Revenues	9,589,658	10,672,235	5,982,145	26,244,038	19,293,102
OPERATING EXPENSES					
Operation and Maintenance	6,191,047	6,063,509	1,903,156	14,157,712	18,029,330
Depreciation	1,266,523	1,111,186	932,671	3,310,380	1,368,192
Taxes	108,426	-	-	108,426	-
Total Operating Expenses	7,565,996	7,174,695	2,835,827	17,576,518	19,397,522
OPERATING INCOME (LOSS)	2,023,662	3,497,540	3,146,318	8,667,520	(104,420)
NONOPERATING REVENUES (EXPENSES)					
Dividend Income	-	-	-	-	38,412
Investment Income (Loss)	270,216	232,100	48,891	551,207	-
Intergovernmental Income	-	452,340		452,340	-
Gain (Loss) on Sale or Trade of Assets	-	-	-	-	(9,897)
Interest on Long-Term Debt	(595,555)	(349,227)	(395,560)	(1,340,342)	-
Other Nonoperating income	3,890	9,500	31,516	44,906	-
Total Nonoperating Revenues (Expenses)	(321,449)	344,713	(315,153)	(291,889)	28,515
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	1,702,213	3,842,253	2,831,165	8,375,631	(75,905)
Capital Contributions	2,322,958	-	-	2,322,958	1,119,882
Transfers In	-	56,704	1,706	58,410	202,500
Transfers Out	(1,008,782)	-	-	(1,008,782)	(1,468,733)
CHANGE IN NET POSITION	3,016,389	3,898,957	2,832,871	9,748,217	(222,256)
Net Position - Beginning of Year	40,530,628	55,492,409	44,291,545		(8,598,224)
NET POSITION - END OF YEAR	$ 43,547,017	$ 59,391,366	$ 47,124,416		$ (8,820,480)

Some amounts reported for business-type activities in the statement of activities are different because the net revenue (expense) of certain internal service funds is reported with business-type activities.	(45,464)
Change in Net Position of Business-Type Activities	$ 9,702,753

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2022

	Business-Type Activities Enterprise Funds				Governmental Activities
	Water	Sanitary Sewer	Storm Water Management	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers and Users	$ 9,426,178	$ 11,301,482	$ 5,976,505	$ 26,704,165	$ 12,157,213
Payments from Other Funds	-	-	-	-	7,246,925
Payments to Suppliers	(4,490,882)	(5,946,975)	(1,377,973)	(11,815,830)	(15,244,632)
Payments to Employees	(1,973,448)	(420,662)	(604,103)	(2,998,213)	(2,286,820)
Net Cash Provided by Operating Activities	2,961,848	4,933,845	3,994,429	11,890,122	1,872,686
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Principal Paid on Noncapital Debt	(30,705)	(5,062)	(8,251)	(44,018)	-
Interest Paid on Noncapital Debt	-	(180)	(319)	(498)	-
Payments from Other Funds	34,096	56,704	1,706	92,506	202,500
Payments from (to) Other Funds	(1,095,181)	14,274	25,370	(1,055,537)	(1,468,733)
Net Cash Used by Noncapital Financing Activities	(1,091,790)	65,736	18,506	(1,007,547)	(1,266,233)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from Long-Term Debt	680,000	-	3,000,000	3,680,000	-
Premium from Issuance of Long-Term Debt	11,652	-	36,791	48,443	-
Acquisition and Construction of Capital Assets	(1,148,151)	(1,767,474)	(2,142,462)	(5,058,087)	(174,063)
Proceeds from the Sale of Property, Plant, and Equipment	1,660	-	-	1,660	603
Grant Funds Received	-	452,340	-	452,340	-
Principal Paid on Capital Debt	(1,439,295)	(2,464,938)	(3,086,749)	(6,990,982)	-
Interest Paid on Capital Debt	(717,544)	(363,968)	(510,485)	(1,591,998)	-
Net Cash Used by Capital and Related Financing Activities	(2,611,678)	(4,144,040)	(2,702,905)	(9,458,624)	(173,460)
CASH FLOWS FROM INVESTING ACTIVITIES					
Lease Payments Received	167,210	-	-	167,210	-
Interest and Dividends Received	270,216	232,100	48,891	551,207	38,412
Net Cash Provided by Investing Activities	437,426	232,100	48,891	718,417	38,412
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(304,194)	1,087,641	1,358,921	2,142,368	471,405
Cash and Cash Equivalents - Beginning of Year	10,301,446	12,021,310	2,047,266	24,370,022	13,993,834
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 9,997,252	$ 13,108,951	$ 3,406,187	$ 26,512,390	$ 14,465,239

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022

	Business-Type Activities Enterprise Funds				Governmental Activities
	Water	Sanitary Sewer	Storm Water Management	Total Enterprise Funds	Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating Income (Loss)	$ 2,023,662	$ 3,497,540	$ 3,146,318	$ 8,667,520	$ (104,420)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:					
Depreciation Expense	1,266,523	1,111,186	932,671	3,310,380	1,368,192
Other nonoperating income	107,789	9,500	31,516	148,805	-
Amortization of Maintenance Costs	96,299	-	-	96,299	-
(Increase) Decrease In:					
Accounts Receivable	(167,370)	619,747	(37,156)	415,221	111,036
Other Assets	151,194	-	-	151,194	1,795
Prepaid Items	(130,507)	-	-	(130,507)	-
Net Pension Asset	(172,013)	(31,813)	(47,645)	(251,471)	-
Deferred Outflows	(385,985)	(85,607)	(78,448)	-	(3,723,955)
Increase (Decrease) In:					
Accounts Payable	(138,460)	(273,554)	(85,054)	(497,068)	(306,587)
Accrued Payroll	2,294	-	-	2,294	-
Other Accrued Liabilities	-	-	-	-	5,894
Net OPEB Liability	-	-	-	-	4,739,318
Deferred Inflows Related to leases	457,106	-	-	457,106	-
Deferred Inflows Related to the Pension	(148,684)	86,846	132,227	70,389	(218,587)
Total Adjustments	938,186	1,436,305	848,111	3,772,642	1,977,106
Net Cash Provided by Operating Activities	$ 2,961,848	$ 4,933,845	$ 3,994,429	$ 11,890,122	$ 1,872,686
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES					
Capital Additions Contributed:					
City of Wauwatosa	$ 1,323,812	$ -	$ -	$ 1,323,812	$ 1,119,882
Developers	999,146	-	-	999,146	-
Total	$ 2,322,958	$ -	$ -	$ 2,322,958	$ 1,119,882
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS - PROPRIETARY FUNDS					
Unrestricted Cash and Cash Equivalents	$ 6,188,165	$ 13,108,951	$ 1,990,132	$ 21,287,248	$ 14,465,239
Restricted Cash and Cash Equivalents:					
Special Redemption Funds:					
Bond Reserve Fund	985,615	-	-	985,615	-
Bond Principal and Interest Fund	939,265	-	-	939,265	-
Designated Cash - System Improvement	1,884,207	-	1,416,055	3,300,262	-
Cash and Cash Equivalents - End of Year	$ 9,997,252	$ 13,108,951	$ 3,406,187	$ 26,512,390	$ 14,465,239

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS
DECEMBER 31, 2022

	Private Purpose Trust Funds	Custodial Funds
ASSETS		
Cash and Investments	$ 597,209	$ 45,922,324
Taxes Receivable	-	65,047,228
Total Assets	$ 597,209	$ 110,969,552
LIABILITIES		
Special Deposits	$ -	$ -
Due to Other Taxing Units	-	45,922,324
Total Liabilities	-	45,922,324
DEFERRED INFLOWS		
Tax Levy	-	65,047,228
NET POSITION - RESTRICTED	$ 597,209	$ -

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2022

	Private Purpose Trust Funds	Custodial Funds
ADDITIONS		
Contributions	$ 47,099	$ -
Investment Income	5,147	-
Deposit Receipts	-	-
Tax Collections	-	82,918,669
Total Additions	52,246	82,918,669
DEDUCTIONS		
Trust Distributions	103,124	-
Remittance to Other Taxing Jurisdictions	-	82,918,669
Total Additions	103,124	82,918,669
CHANGES IN NET ASSETS	(50,878)	-
Net Position - Beginning of Year	648,087	-
NET POSITION - END OF YEAR	$ 597,209	$ -

See accompanying Notes to Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Wauwatosa, Wisconsin (the City) conform to generally accepted accounting principles as applicable to governmental units.

A. Reporting Entity

This report includes all of the funds of the City of Wauwatosa, Wisconsin. The reporting entity for the City 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. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable to the organization. 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. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: 1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; 2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; 3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. The Community Development Authority (the Authority) is reported as a blended component unit. The Authority serves the City and is governed by a seven-member board appointed by the Mayor and approved by the Common Council, and provides services entirely to the primary government by redeveloping blighted private properties and underutilized public properties, approving the creation of Tax Increment Districts, overseeing distribution of City funds to support small businesses and serves as the City's Housing Authority for the benefit of the City. The Authority does not issue separate financial statements.

B. Government-Wide and Fund Financial Statements

<u>Government-Wide Financial Statements</u>

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Government-Wide Financial Statements (Continued)

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

Fund Financial Statements

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

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

A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

a. Total assets and deferred outflows, liabilities and deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type (that is; total governmental funds or total enterprise funds), and

b. The same element of the individual governmental fund or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.

c. In addition, any other governmental or enterprise fund that the City believes is particularly important to financial statement users may be reported as a major fund.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements (Continued)

The City reports the following major governmental funds:

General Fund

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

Special Revenue Fund Tax Incremental District Fund

The Special Revenue Fund Tax Incremental District Fund accounts for the City's nine Tax Incremental Districts.

Special Revenue Fund American Rescue Plan Act Fund

The Special Revenue Fund American Rescue Plan Act Fund accounts for the City's administration of American Rescue Plan Act awards.

Debt Service Fund

The 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.

Capital Projects Fund General Obligation Debt Issue Fund

The Capital Projects Fund General Obligation Debt Issue Fund accounts for proceeds from long-term borrowing and other resources to be used for capital improvement projects.

The City reports the following major enterprise funds:

Water Utility Fund

The Water Utility Fund accounts for operations of the water system.

Sanitary Sewer Fund

The Sanitary Sewer Fund accounts for operations of the sewer system.

Storm Water Management Fund

The Storm Water Management Fund accounts for operations of the storm water management system.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements (Continued)

The City reports the following nonmajor governmental:

Special Revenue Fund

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

- Special Assessments
- Community Development Block Grant
- Revolving Fund for Designated Revenues
- Public Library
- Parks
- Redevelopment Reserve Fund
- Community Development Fund
- Hospital Policing Fund
- Tourism Commission Fund

Capital Projects Fund

Capital Projects Fund is used to account for resources to be used for capital improvement projects.

- Fleet Equipment
- Information Systems Equipment
- Public Works Building Improvement Reserve Fund

In addition, the City reports the following fund types:

Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis. Funds included are *Fleet Maintenance*, *Public Works Building, General Liability, Workers Compensation Insurance, Employee Dental Insurance, Employee Health Insurance, Information Systems,* and *Municipal Building Complex*.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements (Continued)

Private-Purpose Trust Funds

Private-purpose trust funds are 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. Funds included are the *Firemen's Special Endowment, Bachman Flag Account, Land Conservation Account, Hart Park Senior Center, Automated License Plate Reader Association Fund*, *Cemetery Perpetual Care Fund, and Library Trust*.

Custodial Funds

Custodial funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. The *Subsequent Year's Tax Roll Collections* is reported as a custodial fund.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, deferred outflows, liabilities, and deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, other postemployment benefits and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

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

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

Special assessments are recorded as revenues when they become measurable and available as current assets. Annual installments due in future years are reflected as receivables and deferred inflows.

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

The City reports deferred inflows on its governmental funds balance sheet. Deferred inflows arise from taxes levied in the current year which are for subsequent year's operations. Deferred inflows also arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues are recognized when resources are received before the City has a legal claim to them, as when grant monies are received prior to meeting all eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability or deferred inflow is removed from the balance sheet and revenue is recognized.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Fund Financial Statements (Continued)

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

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Nonoperating revenues are reported for grants and contributions that are received and intended for general operational purposes. Grants received that are restricted to capital purchases are reported as capital contributions.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities, deferred inflows, 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. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity

1. Deposits and Investments

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

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

1. Time deposits in any credit union, bank, savings bank, trust company, or savings and loan association authorized to transact business in the state.
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, a local cultural arts district, the University of Wisconsin Hospitals and Clinics Authority, or by the Wisconsin Aerospace Authority.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

1. Deposits and Investments (Continued)

   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.

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

   Investments, other than the Local Government Investment Pool, 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. Investment income on commingled investments of municipal accounting funds is allocated to the General Fund and the TIF Fund based on average fund balance. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

   The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2022, the fair value of the City's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

2. Receivables

   Property taxes are levied in December on the assessed value as of the prior January 1. In addition to property taxes for the City, taxes are collected for and remitted to the state and county governments as well as the local school district and technical college district. Taxes for all state and local governmental units billed in the current year for the succeeding year are reflected as receivables and due to other taxing units in the accompanying custodial fund statement of net position.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

2. Receivables (Continued)

Property taxes are levied in December on the assessed value as of the prior January 1. In addition to property taxes for the City, taxes are collected for and remitted to the state and county governments as well as the local school district and technical college district. Taxes for all state and local governmental units billed in the current year for the succeeding year are reflected as receivables and due to other taxing units in the accompanying custodial fund statement of net position.

Property tax calendar – 2022 tax roll:

Lien date and levy date	December 2022
Tax bills mailed	December 2022
Payment in full, or	January 31, 2023
First installment due	January 31, 2023
Second installment due	March 31, 2023
Third installment due	May 31, 2023
Personal property taxes in full	January 31, 2023
Tax deed – 2022 delinquent real estate taxes	October 2025

Accounts receivable have been shown net of an allowance for doubtful accounts. Delinquent real estate taxes as of July 31, are paid in full by the County, which assumes the collection thereof. No provision for uncollectible accounts receivable has been made in the accompanying enterprise fund financial statements because the utilities have the right by law to place delinquent bills on the tax roll.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

In the general fund, advances to other funds are classified as nonspendable fund balance to demonstrate that a portion of fund balance is not available for appropriation.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

3. Lease Receivable

The City is a lessor to an outside party for the right to use certain assets. Under the lease agreements, the City recognizes a lease receivable and deferred inflow of resources based on the criteria dictated by GASB Statement No. 87, Leases. The City measurers the lease receivable at the present value of payments expected to be received during the lease term. During the lease term, the lease receivable is reduced by the principal portion of the lease payments received.

Deferred inflows of resources related to leases are initially measured as the amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Lease revenue is recognized on a straight-line basis over the term of the lease.

4. Prepaid Items

Governmental fund prepaid supplies are charged to expenditure accounts when purchased. Year-end inventory was not significant. Proprietary fund prepaid supplies 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 or operation and maintenance expense when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are reported on the purchases method in the governmental funds.

5. 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. Restricted net position represents cash and investments restricted for debt service and amount restricted for Pension obligations.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

6. Capital Assets

Government-Wide Statements

In the government-wide financial statements, capital assets are defined by the government as assets with an initial cost of more than $5,000 for general capital assets and $10,000 for infrastructure assets, and an estimated useful life in excess of two years. Capital assets are valued at historical cost, less accumulated depreciation. Donated capital assets, donated works of art and similar items are reported at acquisition value. The costs of maintenance and repairs are charged to operations as incurred.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, and overhead. The cost of renewals and betterments relating to retirement units is added to capital assets. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are valued at their acquisition value. The cost of property replaced, retired, or otherwise disposed of, is deducted from capital assets and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	20 to 40 Years
Land Improvements Other than Buildings	20 to 30 Years
Machinery and Equipment	2 to 23 Years
Utility System (Improvements Other than Buildings)	18 to 77 Years
Infrastructure	15 to 40 Years

Fund Financial Statements

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

7. Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense (benefit), information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the basis as they are reported by WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

8. Other Postemployment Benefits (OPEB) Retiree Health Insurance

The City will pay a portion of health insurance premiums for employees retiring under certain conditions until the employee reaches age 65. Eligibility and benefit provisions are based on contractual agreements with employee union contracts or employee benefit policies.

The City funds these benefits on a pay-as-you-go basis and funding is expected to come primarily from the City's General Fund. The City has obtained an actuarial evaluation to determine the cost of these benefits. The net OPEB liability (asset), deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense are reported on the government-wide financial statements as a governmental activities liability and on the fund financial statements as an internal service fund liability.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

9. Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only vacation benefits considered to be vested are disclosed in these statements. All vested vacation pay is accrued when incurred in the government-wide and proprietary 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, or are payable with expendable available resources. Payments for vacation will be made at rates in effect when the benefits are used. Historically, the balance of the compensated absences has been used in the subsequent year through use by active employees. As such, the ending balance has been classified as due within one year.

Accumulated vacation liabilities at December 31, 2022, are determined on the basis of current salary rates and include salary related payments. Employees, except police and fire employees, hired after January 1, 2008, but prior to January 1, 2015, that meet certain length of service or age requirements upon retirement, will receive their accumulated sick days, up to a maximum 156 days, paid into a retiree health savings plan at the rate of pay in effect upon retirement. Police and fire employees, hired after January 1, 2008, that meet certain length of service or age requirements upon retirement, will receive their accumulated sick days paid into a retiree health savings plan at the rate of pay in effect upon retirement. The liability for the accrued sick leave is recorded in the government-wide and proprietary financial statements to the extent that it is probable that the City will compensate the employees for the benefits through cash payments at the time of the employees' retirement rather than be taken as absences. The City has not estimated the probability of cash payments on accumulated sick leave, as the total accumulated sick leave earned by employees hired after January 1, 2008, is immaterial to the financial statements. Based on historical trends all compensated absences accrued at the end of the year are anticipated to be used within the next fiscal year. As such all absences are reported as current liabilities.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

10. Long-Term Obligations/Conduit Debt

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable, and accrued compensated absences.

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

The City has approved the issuance of industrial revenue bonds (IRB) for the benefit of private business enterprises. IRB's are secured by mortgages or revenue agreements on the associated projects, and do not constitute indebtedness of the City. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The total amount of IRB's outstanding at the end of the year is approximately $5.0 million, made up of one issue.

11. Claims and Judgments

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

12. Net Position and Fund Balance Classifications

Government-Wide Statements

Net position is classified in three components:

a. The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
b. The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability or deferred inflow relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or deferred inflows or if the liability will be liquidated with the restricted assets reported.
c. The unrestricted component of net position is the amount of the assets and deferred outflows, net of the liabilities and deferred inflows that are not included in the determination of net investment in capital assets or the restricted components of net position.

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

Fund Statements

In the governmental fund financial statements, governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either:

a. not in spendable form; or
b. legally or contractually required to be maintained intact.

Restricted fund balance is reported when constraints placed on the use of resources are either:

a. externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or
b. imposed by law through constitutional provisions or enabling legislation.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

12. Net Position and Fund Balance Classifications (Continued)

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to constraints imposed by adopted resolution of the Common Council.

Assigned fund balance is reported for amounts that are constrained by the City management's intent to be used for specific purposes, but is neither restricted nor committed. Assignments are made by the City's Finance Director.

Unassigned fund balance is the residual classification for the General Fund or deficit balances in other funds.

When restricted, committed, assigned and unassigned resources are available for use for the same purposes it is the City's policy to use the restricted resources first, then committed, assigned, and unassigned resources as they are needed.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Other Policies – Tax Incremental Districts

1. In 2010, the City adopted the Resolution #10-73 creating "City of Wauwatosa Tax Incremental District No. 6" to encourage development of the city tax base, efficient use of land, buildings and public improvements, and private investment. The Tax Incremental District has been created in compliance with the Wisconsin Statutes. Project costs are estimated at $12 million. The costs are to be paid by future debt issues and other available funds. Property taxes to be generated in future years, measured by the increment in value of the property in the District over the base year, are to be used to retire the interest and principal of the debt issue. The City has amended Tax Incremental District No. 6 through adoption of Resolutions #R-15-198 and #13-32.

2. In 2012, the City adopted the Resolution #12-211 creating "City of Wauwatosa Tax Incremental District No. 7" to encourage development of the city tax base, efficient use of land, buildings and public improvements, and private investment. The Tax Incremental District has been created in compliance with the Wisconsin Statutes. Project costs are estimated at $10.8 million. The costs are to be paid by future debt issues and other available funds. Property taxes to be generated in future years, measured by the increment in value of the property in the District over the base year, are to be used to retire the interest and principal of the debt issue. The City has amended Tax Incremental District No. 7 through adoption of Resolution #R16-21.

3. In 2014, the City adopted the Resolution #14-63 creating "City of Wauwatosa Tax Incremental District #8" to encourage development of the city tax base, efficient use of land, buildings and public improvements and private investment. The Tax Incremental District has been created in compliance with the Wisconsin Statutes. Project costs are estimated at $13.1 million. The costs are to be paid by futures debt issues and other available funds. Property taxes generated in future years, measured by the increment in value of the property in the District over the base year, are to be used to retire the interest and principal of the debt issue.

4. In 2015, the City adopted the Resolution #15-84 creating "City of Wauwatosa Tax Incremental District #9" to promote development and redevelopment within the City. The Tax Incremental District has been created in compliance with the Wisconsin Statutes. Project costs are estimated at $2.87 million. The costs are to be paid by the developer. Property taxes to be generated in future years, measured by the increment in value of the property in the District over the base year, are to reimburse the developer for the costs incurred in accordance with the project plan.

5. In 2015, the City adopted the Resolution #15-145 creating "City of Wauwatosa Tax Incremental District #10" to promote development and redevelopment within the City. The Tax Incremental District has been created in compliance with the Wisconsin Statutes. Project costs are estimated at $4.9 million. The costs are to be paid by the developer. Property taxes to be generated in future years, measured by the increment in value of the property in the District over the base year, are to reimburse the developer for the costs incurred in accordance with the project plan.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Other Policies – Tax Incremental Districts (Continued)

6. In 2015, the City adopted the Resolution #15-217 creating "City of Wauwatosa Tax Incremental District #11" to promote development and redevelopment within the City. The Tax Incremental District has been created in compliance with the Wisconsin Statutes. Project costs are estimated at $14.79 million. The costs are to be paid by future debt issues and other available funds. Property taxes generated in future years, measured by the increment in value of the property in the District over the base year, are to be used to retire the interest and principal of the debt issue.

7. In 2018, the City adopted the Resolution #18-15 creating "City of Wauwatosa Tax Incremental District #12" to promote development and redevelopment within the City. The Tax Incremental District has been created in compliance with Wisconsin Statutes. Project costs are estimated at $19.6 million. The costs are to be paid by the future debt issues and other available funds. Property taxes generated in future years, measured by the increment in value of the property in the District over the base year, are to be used to retire interest and principal of the debt issue.

8. In 2020, the City adopted the Resolution #20-114 creating "City of Wauwatosa Tax Incremental District #13" to promote development and redevelopment within the City. The Tax Incremental District has been created in compliance with Wisconsin Statutes. Project costs are estimated at $10.2 million. The costs are to be paid by the future debt issues and other available funds. Property taxes generated in future years, measured by the increment in value of the property in the District over the base year, are to be used to retire interest and principal of the debt issue.

F. Other Policies – New Accounting Pronouncements

The following Government Accounting Standards Board (GASB) Statements have been implemented in the current year:

1. Statement No. 87 – *Leases* – was adopted as part of the City's financial statements as of December 31, 2022.

2. Statement No. 92 – *Omnibus 2020* – was adopted as part of the City's financial statements as of December 31, 2022.

3. Statement No. 93 – *Replacement of Interbank Offered Rates* – was adopted as part of the City's financial statements as of December 31, 2022.

4. Statement No. 97 – *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84 , and a supersession of GASB Statement No. 32* – was adopted as part of the City's financial statements as of December 31, 2022.

The GASB has adopted the following standards to be adopted in future financial statements of the City:

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Other Policies – New Accounting Pronouncements (Continued)

1. Statement No. 94 – *Public-Private and Public-Public Partnerships and Availability Payment Arrangements* – will be adopted as part of the City's financial statements as of December 31, 2023.

2. Statement No. 96 – *Subscription-Based Information Technology Arrangements* – will be adopted as part of the City's financial statements as of December 31, 2023.

3. Statement No. 99 – *GASB Statement No. 99, Omnibus 2022* – certain aspects will be adopted as part of the City's financial statements as of December 31, 2023 and remaining aspects as of December 31, 2024 as permitted within the Statement.

4. Statement No. 100 – *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62* – will be adopted as part of the City's financial statements as of December 31, 2024.

5. Statement No. 101 – *Compensated Absences* – will be adopted as part of the City's financial statements as of December 31, 2024.

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Explanation of Certain Differences between the Governmental Fund Balance Sheet and the Statement of Net Position

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net position.

Bonds and Notes Payable	$ 121,963,391
Bond Premium	2,276,254
Compensated Absences	3,185,173
Accrued Interest Payable	313,651
Deferred Amount on Refunding	(17,615)
Landfill Postclosure Liability	102,167
Combined Adjustment for Long-Term Liabilities	$ 127,823,021

NOTE 3 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note 1. A budget has been adopted for the General Fund and all Special Revenue Funds, except the Revolving Fund for Designated Revenues, the Redevelopment Reserve Fund, and the Community Development Fund, as well as the Debt Service Fund and all Capital Project Funds in accordance with Wisconsin Statute Section 65.90. The capital projects fund adopts a five-year capital improvement plan annually rather than an annual budget. No annual appropriated budget is adopted for the major capital project fund, General Obligation Debt Issue Fund.

The budgeted amounts presented include any amendments made. Management may authorize transfers of budgeted amounts within departments. Certain transfers between departments and changes to the overall budget must be approved by a two-thirds council action. Appropriations lapse at year-end unless specifically carried over. Carryovers to the following year were $701,211. Expenditures are monitored by management at the department level for all funds.

Deficit Fund Equity

As of December 31, 2022, the following individual funds had deficit fund equity:

Nonmajor Governmental Funds:		
Special Revenue Funds:		
Special Assessments	$	1
Community Development Block Grant	$	6,935
Internal Service Funds:		
Employee Health Insurance Fund	$	24,166,495

The governmental fund deficits are anticipated to be funded with charges for services, future contributions, general tax revenue, or long-term borrowing.

The Employee Health Insurance Fund deficit is the result of the long-term OPEB liability as described in Notes 5.B and 5.C. The City pays the related health and dental claims of retirees in the year they are billed. The City plans to continue pursuing efforts to manage this liability, including active management of the plan, continued negotiations through the collective bargaining process, and other cost management strategies.

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

	Carrying Value	Bank Balance
Petty Cash	$ 45,775	$ -
Deposits:		
Demand Deposits	52,750,966	52,965,925
Certificates of Deposit	19,367,055	19,380,982
Total Deposits	72,118,021	72,346,907
Investments:		
U.S. Agency Securities	22,855,071	22,855,071
Commercial Paper	988,206	988,206
Municipal Securities	22,704,126	23,695,897
Investment Pools:		
WISC - Investment Class Fund	663,071	663,071
WISC - Limited Term Duration Fund	7,649,348	7,649,348
Local Government Investment Pool (LGIP)	52,218,677	52,218,677
Total Investments	107,078,499	108,070,270
Total Cash and Investments	$ 179,242,295	$ 180,417,177

Reconciliation to the Statement of Net Position:	
Unrestricted Cash and Investments	$ 127,497,620
Restricted Cash and Investments	1,924,880
Designated Cash and Investments	3,300,262
Fiduciary Funds:	
Private Purpose Trust Funds	597,209
Custodial Funds	45,922,324
Total Cash and Investments	$ 179,242,295

Deposits in each local and area bank are insured by the FDIC in the amount of $250,000 for time and savings accounts and $250,000 for demand deposit accounts.

Any losses caused by failure of public depositories are also covered by the State Deposit Guarantee Fund. The fund provides coverage of $400,000 in each financial institution above the applicable insurance coverage provided by the FDIC. However, although the fund had reserves available at December 31, 2022, the future availability of resources to cover the losses cannot be projected because provisions of the 1985 Wisconsin Act 25 provided that the amount in the fund will be used to repay public depositors for losses until the appropriation is exhausted, at which time the fund is abolished. This coverage has not been considered in computing custodial credit risk. Certificates of deposit held in the LGIP are covered by FDIC insurance, which applies to the proportionate public unit share of accounts.

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

The Securities Investor Protection Corporation (SIPC), created by the Securities Investor Protection Act of 1970, is an independent government-sponsored corporation (not an agency of the U.S. government). Wells Fargo, Bank of Oklahoma, and BMO Harris Bank's SIPC membership provides account protection up to a maximum of $500,000 per customer, of which $250,000 may be in cash. Additionally, Wells Fargo, through Lexington Insurance Company, has additional securities coverage of $1 billion per customer, subject to a $1 billion aggregate limit and $1.9 million limit on cash.

The City also maintains collateral agreements with certain depository banks to cover uninsured balances.

Custodial Credit Risk

Deposits – Custodial risk is the risk that in the event of a financial institution failure, the City's deposits may not be returned to the City. The City's investment policy does not address custodial credit risk for deposits.

As of December 31, 2022, $15,846,270 of the City's bank balance of $72,346,907 was exposed to custodial credit risk as uninsured and uncollateralized.

Investments – For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The City investment policy does not address custodial credit risk for investments.

As of December 31, 2022, $54,869,821 of the City's investment balance of $107,078,498 was exposed to custodial credit risk as uninsured and uncollateralized.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's investment policy does not address credit risk for investments.

Wisconsin Statutes limit investments in commercial paper and corporate bonds to securities which bear a rating in the top two rating categories issued by recognized statistical rating organizations. As of December 31, 2022, the City is exposed to credit risk with investments in the following:

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investment Type	Fair Value	Moody's Rating
Local Government Investment Pool	$ 52,218,677	Unrated
WISC - Investment Class Fund	663,071	Unrated
WISC - Limited Term Duration Fund	7,649,348	Unrated
Commercial Paper	988,206	A2
U.S. Agency Securities	22,855,071	AAA
Municipal Securities	5,874,714	AAA
Municipal Securities	15,556,673	AA
Municipal Securities	1,272,739	A
Total Fair Value of Investments Subject to Credit Risk	$ 107,078,499	

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy does not address interest rate risk. As of December 31, 2022, the City's investments were as follows:

Investment Type	Fair Value	Weighted Average Maturity (Months)
U.S. Agency Securities	$ 22,855,071	32.4
Municipal Securities	22,704,126	77.7
Commercial Paper	988,206	1.0
WISC - Investment Class Fund	663,071	0.0
WISC - Limited Term Duration Fund	7,649,348	1.6
Local Government Investment Pool	52,218,677	1.9
Total Fair Value of Investments Subject to Credit Risk	$ 107,078,499	

Concentration of Credit Risk

As of December 31, 2022, the City's investment portfolio did not hold investments from individual issuers which comprised over 5% of their investment balances.

Fair Value Measurement

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

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Fair Value Measurement (Continued)

The City follows an accounting standard that defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and requires expanded disclosures about fair value measurements. In accordance with this standard, the City has categorized its investments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

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

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

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

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

The City has the following assets that are subject to fair value measurements as of:

	Fair Value	Level 1	Level 2	Level 3
U.S. Agency Securities	$ 22,855,071	$ -	$ 22,855,071	$ -
Municipal Securities	22,704,126	-	22,704,126	-
WISC - Investment Class Fund	663,071	-	663,071	-
Local Government Investment Pool	7,649,348	-	7,649,348	-
Total Fair Value of Investments	$ 53,871,616	$ -	$ 53,871,616	$ -

B. Receivables

Receivables as of year-end for the government's individual major funds and nonmajor and fiduciary funds detailed according to source are displayed on the face of the fund financial statements. As of December 31, 2022, an allowance for uncollectible accounts has been established for ambulance billings of $1,119,522.

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables (Continued)

On December 20, 2016, the City entered into a promissory note agreement with the Milwaukee Area Domestic Animal Control Commission (MADACC) to refinance $1,925,000 of the promissory note executed July 1, 2015. The note has stated annual interest rate ranging from 3.0% – 4.0%. Principal and interest are to be repaid through December 1, 2031. As of December 31, 2022, the outstanding principal on the note is $1,525,000.

C. Deferred Inflows

Governmental funds report deferred inflows in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes receivable for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also report unearned 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 inflows reported in the governmental funds were as follows:

	Unavailable	Tax Levy / Leases	Total
Property Taxes Receivable	$ -	$ 61,184,906	$ 61,184,906
Special Assessments	752,748	-	752,748
Leases Receivable	-	1,131,785	1,131,785
Other Accounts Receivable	187,796	-	187,796
Total	$ 940,544	$ 62,316,691	$ 63,257,235

D. Restricted Assets

Following is a list of restricted assets at December 31, 2022:

Business-Type Activities:	
Cash and Investments:	
Special Redemption Funds:	
Bond Reserve Fund	$ 985,615
Bond Principal and Interest Fund	939,265
Total Business-Type Activities	$ 1,924,880

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Capital Assets

Capital asset activity for the year ended December 31, 2022, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	$ 24,590,639	$ 203,600	$ -	$ 24,794,239
Construction in Progress	2,371,782	4,237,867	2,524,865	4,084,784
Total Capital Assets not Being Depreciated	26,962,421	4,441,467	2,524,865	28,879,023
Capital Assets Being Depreciated:				
Buildings	30,332,886	2,105,349	-	32,438,235
Improvements	13,677,749	-	-	13,677,749
Machinery and Equipment	28,976,369	951,736	1,515,269	28,412,836
Infrastructure	128,177,881	2,028,860	1,503,834	128,702,907
Total Capital Assets Being Depreciated	201,164,885	5,085,945	3,019,103	203,231,727
Less: Accumulated Depreciation for:				
Buildings	15,402,399	757,203	-	16,159,602
Improvements	5,249,548	707,436	-	5,956,984
Machinery and Equipment	18,347,190	2,001,935	1,409,814	18,939,311
Infrastructure	48,482,955	4,479,072	1,498,744	51,463,283
Total Accumulated Depreciation	87,482,092	7,945,646	2,908,558	92,519,180
Capital Assets Being Depreciated, Net of Depreciation	113,682,793	(2,859,701)	110,545	110,712,547
Total Capital Assets, Net of Depreciation	$ 140,645,214	$ 1,581,766	$ 2,635,410	$ 139,591,570

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General Government	$ 123,283
Public Safety	1,157,261
Public Works, which includes the Depreciation of Infrastructure	4,487,753
Health and Human Services	547
Recreation and Education	808,610
Depreciation Expense-Allocated with Internal Service Fund	1,368,192
Total Governmental Activities Depreciation Expense	$ 7,945,646

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Capital Assets (Continued)

	Beginning Balance	Additions	Deletions	Ending Balance
Business-Type Activities:				
Capital Assets not Being Depreciated:				
Land	$ 81,405	$ -	$ -	$ 81,405
Construction in Progress	3,514,356	5,802,541	2,562,825	6,754,072
Total Capital Assets not Being Depreciated	3,595,761	5,802,541	2,562,825	6,835,477
Capital Assets Being Depreciated:				
Buildings	1,548,708	-	-	1,548,708
Machinery and Equipment	4,519,085	29,510	19,551	4,529,044
Improvements Other Than Buildings	222,134,974	4,111,360	348,813	225,897,521
Total Capital Assets Being Depreciated	228,202,767	4,140,870	368,364	231,975,273
Less: Accumulated Depreciation for:				
Buildings	652,959	33,194	-	686,153
Machinery and Equipment	2,167,327	141,898	17,891	2,291,334
Improvements Other Than Buildings	59,437,480	3,239,184	349,269	62,327,395
Total Accumulated Depreciation	62,257,766	3,414,276	367,160	65,304,882
Capital Assets Being Depreciated, Net of Depreciation	165,945,001	726,594	1,204	166,670,391
Total Capital Assets, Net of Depreciation	$ 169,540,762	$ 6,529,135	$ 2,564,029	$ 173,505,868

Depreciation expense was charged to functions as follows:

Business-Type Activities:	
Water Utility:	
Depreciation	$ 1,266,523
Depreciation Charged to Sanitary Sewer	77,194
Depreciation Charged to Water Utility Operation and Maintenance Expenses	26,702
Total	1,370,419
Sanitary Sewer	1,111,186
Storm Water Management	932,671
Total Business-Type Activities Depreciation Expense	$ 3,414,276

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Interfund Receivables/Payables and Transfers

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

Receivable Fund	Payable Fund	Amount
Governmental Funds:		
General Fund	Water Utility	$ 1,008,782
General Fund	Nonmajor governmental funds	640,296
		1,649,078
Proprietary Funds:		
Sanitary Sewer	General Fund	402,476
Storm Water Management	General Fund	167,854
Water Utility	General Fund	377,908
		948,238
Total Interfund Receivables		$ 2,597,316

The principal purpose of these interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

The General Fund advanced $2,000,000 to the Special Revenue Fund – Tax Incremental Fund. The General Fund advanced $2,000,000 to the Special Revenue Fund – Tax Incremental District No. 7 in 2015. This advance earns interest at 5.25%. The advance was issued to provide long-term financing. The remaining outstanding balance as of December 31, 2022, was $1,222,483.

The Redevelopment Reserve Fund advance $300,000 to the Special Revenue Fund – Tax Incremental District No. 7 in 2020. The advance was issued to provide long-term financing. The remaining outstanding balance as of December 31, 2022, was $300,000.

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Interfund Receivables/Payables and Transfers (Continued)

The following is a schedule of interfund transfers:

Transferred To	Transferred From	Amount
General Fund	Water Utility	$ 1,008,782
	Tax Increment Districts	35,000
	ARPA Grant Fund	700,000
	Internal Service Funds	100,000
		1,843,782
Debt Service Fund	General Fund	7,185,822
	Tax Increment Districts	3,404,977
	Nonmajor Governmental	185,366
		10,776,165
Capital Projects Fund -	General Fund	1,936,282
General Obligation Debt Issued	Tax Increment Districts	65,600
	Nonmajor Governmental	970,263
	Internal Service Funds	100,000
		3,072,145
Nonmajor Governmental Funds	General Fund	5,037,237
	Internal Service Funds	1,268,733
		6,305,970
Total Interfund Transfers		$ 21,998,062

Reconciliation of Transfers In (Out):	
Governmental Funds Transfers In	$ 21,998,062
Governmental Funds Transfers Out	(19,781,457)
Capital outlay reported as transfers to Business-Type Activites	(1,323,812)
Net Governmental transfers from internal service funds	(1,266,233)
Business-Type Activities	$ (373,440)

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Interfund Receivables/Payables and Transfers (Continued)

Generally, transfers are used to (1) move revenue from the funds that collect them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund and (3) use unrestricted revenue collected in the General Fund to finance various program accounted for in other funds in accordance with budgetary authorizations (4) transfer assets purchased in one fund that relate to other funds.

G. Long-Term Obligations

Long-term obligations activity for the year ended December 31, 2022, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds and Notes Payable:					
General Obligation Debt:					
Promissory Notes and Bonds	$ 76,460,000	$ 22,735,000	$ 8,730,000	$ 90,465,000	$ 9,075,000
Bond Premium	2,338,903	158,271	220,920	2,276,254	-
Total General Obligation Debt	78,798,903	22,893,271	8,950,920	92,741,254	9,075,000
Municipal Revenue Obligation	32,566,000	1,535,957	2,603,566	31,498,391	-
Total Bonds and Notes Payable	111,364,903	24,429,228	11,554,486	124,239,645	9,075,000
Other Liabilities:					
Accrued Unused Vacation	2,788,232	2,850,339	2,304,871	3,333,700	3,333,700
Landfill Postclosure Liability	110,150	-	7,983	102,167	7,983
Total Other Liabilities	2,898,382	2,850,339	2,312,854	3,435,867	3,341,683
Total Governmental Activities Long-Term Liabilities	$ 114,263,285	$ 27,279,567	$ 13,867,340	$ 127,675,512	$ 12,416,683
Business-Type Activities:					
Bonds and Notes Payable:					
General Obligation Debt	$ 47,280,000	$ 3,680,000	$ 6,120,000	$ 44,840,000	$ 6,660,000
Revenue Bonds	10,055,000	-	915,000	9,140,000	670,000
Unamortized Bond Premium	1,143,530	48,443	214,703	977,270	-
Total Business-Type Activities Long-Term Liabilities	$ 58,478,530	$ 3,728,443	$ 7,249,703	$ 54,957,270	$ 7,330,000

The City does not have any outstanding notes from direct borrowings and direct placements related to governmental or business-type activities.

Accrued unused vacation accumulated from governmental activities are typically liquidated from the governmental fund that the employees related pay is charged to, primarily the general fund.

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Long-Term Obligations (Continued)

Governmental Activities Debt

General Obligation Debt

General obligation debt of the governmental activities is shown below:

	Date of Issue	Final Maturity	Interest Rates	Original Amount	Balance 12/31/22
Promissory Notes	08/20/13	06/01/23	2.000 - 3.000	$ 3,440,000	$ 200,000
	12/02/14	12/01/24	1.000 - 3.000	7,430,000	2,140,000
	12/02/14	12/01/24	2.000 - 3.000	5,240,000	1,725,000
	04/01/15	10/01/35	3.000 - 5.000	6,200,000	5,075,000
	12/01/15	12/01/30	2.000 - 4.000	20,525,000	10,800,000
	12/01/15	12/01/30	2.250 - 3.650	7,400,000	3,700,000
	12/01/16	12/01/36	3.000 - 4.000	7,495,000	5,065,000
	12/06/16	12/01/31	3.000 - 4.000	1,925,000	1,525,000
	11/03/17	11/01/32	2.000 - 3.000	10,180,000	7,215,000
	11/20/18	11/01/34	3.750 - 4.500	3,690,000	2,970,000
	11/20/18	11/01/33	3.000 - 4.000	10,020,000	7,120,000
	11/20/18	11/01/28	3.000 - 4.000	6,500,000	760,000
	12/02/19	12/01/39	2.375 - 4.000	4,540,000	3,745,000
	12/02/19	12/01/29	2.500 - 3.000	1,260,000	1,050,000
	12/01/20	12/01/30	0.050 - 4.000	4,890,000	4,145,000
	12/01/20	12/01/30	0.050 - 4.000	1,405,000	1,140,000
	12/01/21	11/01/34	1.750 - 5.000	6,490,000	5,780,000
	12/01/21	11/01/31	2.000 - 2.000	2,340,000	2,130,000
	04/28/22	12/01/38	3.000 - 3.950	12,030,000	12,030,000
	12/01/22	12/01/37	4.000 - 5.000	3,660,000	2,980,000
	12/01/22	12/01/32	4.000	4,270,000	1,270,000
	12/01/22	12/01/37	4.950 - 5.550	5,520,000	5,520,000
	12/09/22	03/15/24	5.25	935,000	935,000
					89,020,000
Refunding Bonds	12/01/21	03/01/24	0.250 - 2.200	2,165,000	1,445,000
Total General Obligation Debt					$ 90,465,000

Municipal Revenue Obligation

On July 30, 2015, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 6 project costs, as described in the project plan. The Developer completed eligible costs in 2015 of $4,500,000 and became eligible for repayment beginning in 2016. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 6. The outstanding balance as of December 31, 2022, was $1,942,842.

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Long-Term Obligations (Continued)

Governmental Activities Debt (Continued)

Municipal Revenue Obligation (Continued)

On December 15, 2015, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 9 project costs, as described in the project plan. The Developer completed eligible costs in 2015 of $1,994,000 and became eligible for repayment beginning in 2017. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 9. The outstanding balance as of December 31, 2022, was $1,254,539.

On January 20, 2015, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 10 project costs, as described in the project plan. The Developer completed eligible costs in 2015 of $4,500,000 and became eligible for repayment beginning in 2017. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 10. The outstanding balance as of December 31, 2022, was $1,443,516.

On December 18, 2015, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 11 project costs, as described in the project plan. The Developer completed eligible costs in 2015 of $3,926,500 and became eligible for repayment beginning in 2017. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 11. The outstanding balance as of December 31, 2022, was $2,616,620.

On September 27, 2016, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 11 project costs, as described in the project plan. The Developer completed eligible costs in 2016 of $1,438,269 and will become eligible for repayment beginning in 2019. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 11. The outstanding balance as of December 31, 2022, was $1,037,758.

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Long-Term Obligations (Continued)

Governmental Activities Debt (Continued)

Municipal Revenue Obligation (Continued)

On November 7, 2017, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 7 project costs, as described in the project plan. The Developer completed eligible costs in 2017 of $6,979,218 and will become eligible for repayment beginning in 2019. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 17. The outstanding balance as of December 31, 2022, was $5,137,074.

On October 25, 2018, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 12 project costs, as described in the project plan. The Developer completed eligible costs in 2018 of $13,843,674 and will become eligible for repayment beginning in 2021. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 12. The outstanding balance as of December 31, 2022, was $12,961,355.

During 2020, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 8 project costs, as described in the project plan. The Developer completed eligible costs in 2020 of $1,646,814 and will become eligible for repayment beginning in 2021. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 8. The outstanding balance as of December 31, 2022, was $1,570,142.

During 2021, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 13 project costs, as described in the project plan. The Developer completed eligible costs in 2021 of $1,998,589 and will become eligible for repayment beginning in 2022. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 13. The outstanding balance as of December 31, 2022, was $1,998,589.

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Long-Term Obligations (Continued)

Governmental Activities Debt (Continued)

Municipal Revenue Obligation (Continued)

During 2022, the City entered into a developer agreement including a municipal revenue obligation payable to the Developer to reimburse actual costs expended by the Developer relating to approved TIF No. 8 project costs, as described in the project plan. The Developer completed eligible costs in 2022 of $1,535,957 and will become eligible for repayment beginning in 2023. The municipal revenue obligation is not a general obligation of the City, and is payable solely from the revenues and income derived by the tax increment of TIF No. 8. The outstanding balance as of December 31, 2022, was $1,535,956.

Business-Type Activities Debt

Debt of the business-type activities is shown below:

Type	Date of Loan	Interest Rate	Principal Payable	Interest Payable	Original Amount	Balance 12/31/22
WATER						
Waterworks System						
Revenue Bonds:						
Series 2013	11/19/13	1.750 - 4.125	1/1/15-34	1/1&7/1	4,575,000	400,000
Series 2016	06/21/16	2.000 - 3.500	1/1/17-36	1/1&7/1	4,225,000	3,125,000
Series 2017	11/03/17	3.000	1/1/19-37	1/1&7/1	3,000,000	2,600,000
Series 2018	11/20/18	4.000 - 3.750	1/1/19 -38	1/1&7/1	3,620,000	3,015,000
						9,140,000
General Obligation						
Refunding Bonds	12/01/21	0.250 - 2.200	11/1/22-34	5/1&11/1	2,555,000	2,515,000
Corporate Purpose Bonds	12/02/19	2.500 - 4.000	12/1/20-39	6/1&12/1	7,225,000	6,465,000
Corporate Purpose Bonds	12/01/20	0.050 - 4.000	12/1/21-30	6/1&12/1	3,710,000	3,410,000
Corporate Purpose Bonds	12/01/21	1.750 - 5.000	12/1/22-41	6/1&12/1	1,810,000	1,740,000
Corporate Purpose Bonds						680,000
Total Water Utility						23,950,000
SANITARY SEWER						
Promissory Notes:						
Series 2013	08/20/13	2.000 - 3.000	6/1/14-23	6/1&12/1	2,250,000	250,000
Series 2013	11/19/13	2.500 - 4.250	11/1/14-33	5/1&11/1	7,700,000	325,000
Series 2014	12/02/14	1.000 - 3.000	12/1/15-24	6/1&12/1	2,750,000	700,000
Series 2015	12/01/15	2.000 - 4.000	12/1/16-30	6/1&12/1	4,075,000	1,825,000
Series 2016	12/01/16	3.000 - 4.000	12/1/17-35	6/1&12/1	1,770,000	1,100,000
Series 2017	11/03/17	2.000 - 3.000	11/1/17-32	5/1&11/1	2,990,000	2,075,000
Series 2018	11/20/18	3.000 - 4.000	11/1/19-28	5/1&11/1	1,590,000	1,040,000
Series 2020	12/01/20	0.050 - 4.000	12/1/21-30	6/1&12/1	1,180,000	710,000
						8,025,000
General Obligation						
Refunding Bonds	12/01/21	0.250 - 2.200	11/1/22-34	5/1&11/1	6,470,000	6,375,000
Total Sanitary Sewer						14,400,000

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Long-Term Obligations (Continued)

Business-Type Activities Debt (Continued)

Type	Date of Loan	Interest Rate	Principal Payable	Interest Payable	Original Amount	Balance 12/31/22
STORM WATER MAINTENANCE						
Promissory Notes:						
Series 2012	08/21/12	0.350 - 2.250	6/1/13-22	6/1&12/1	$ 3,900,000	$ -
Series 2013	08/20/13	2.000 - 3.000	6/1/14-23	6/1&12/1	560,000	75,000
Series 2013	11/19/13	2.500 - 4.250	11/1/14-33	5/1&11/1	1,775,000	25,000
Series 2014	12/02/14	1.000 - 3.000	12/1/15-24	6/1&12/1	6,190,000	1,335,000
Series 2015	12/01/15	2.000 - 4.000	12/1/16-30	6/1&12/1	1,775,000	925,000
Series 2016	12/01/16	3.000 - 4.000	12/1/17-35	6/1&12/1	4,000,000	2,650,000
Series 2017	11/03/17	2.000 - 3.000	11/1/17-32	5/1&11/1	1,110,000	500,000
Series 2018	11/20/18	3.000 - 4.000	11/1/19-28	5/1&11/1	3,545,000	2,750,000
Series 2019	12/02/19	2.500 - 4.000	12/1/20-39	6/1&12/1	1,000,000	570,000
Series 2020	12/01/20	0.050 - 4.000	12/1/21-30	6/1&12/1	2,750,000	2,205,000
Series 2021	12/01/21	2.000	12/1/22-31	6/1&12/1	630,000	575,000
Series 2022	12/01/22	4.000	12/1/22-32	6/1&12/1	3,000,000	3,000,000
						14,610,000
General Obligation Refunding Bonds	12/01/21	0.250 - 2.200	11/1/22-34	5/1&11/1	1,045,000	1,020,000
Total Storm Water Maintenance						15,630,000
Total Business-Type Activities Debt						$ 53,980,000

The Water Utility has $9,140,000 in Waterworks System Revenue Bonds related to Water Utility capital projects outstanding at December 31, 2022. The bonds are not general obligations of the City of Wauwatosa and are payable from income and revenues derived from the operations of the system in accordance with the resolution adopted in conjunction with the issuance of the debt. The resolution creates a statutory mortgage lien upon the system and its revenues in accordance with Section 66 of Wisconsin Statutes. The Utility has established certain funds, as described in the resolution, to account for the allocation of the Utility’s gross revenue and has deposited funds in compliance with the bond covenants. The Water system and the earnings of the system remain subject to the lien until payment in full of the principal and interest on the bonds. The revenues subject to the lien were $9,527,669. Net revenue available for debt service was $2,119,961, which represents a coverage ratio of 1.89 of debt service for the year ended December 31, 2022.

There are a number of limitations and restrictions contained in the bond indentures. The City believes it is in compliance with all significant limitations and restrictions.

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Long-Term Obligations (Continued)

Annual Maturities of General Obligation Debt, Redevelopment Lease Revenue Bonds, and Water System Revenue Bonds

Debt service requirements to maturity (exclusive of the municipal revenue obligation) are as follows:

	Governmental Long-Term Debt		Business-Type Long-Term Debt	
Year Ending December 31,	Principal	Interest	Principal	Interest
2023	$ 9,075,000	$ 2,212,851	$ 6,660,000	$ 1,173,727
2024	10,075,000	1,959,861	5,705,000	982,852
2025	7,845,000	1,717,163	4,560,000	828,340
2026	6,700,000	1,460,114	4,640,000	700,997
2027	6,165,000	1,218,626	4,325,000	577,477
2028-2032	31,600,000	3,669,912	12,965,000	1,546,255
2033-2037	17,765,000	782,534	4,550,000	462,026
2038-2042	1,240,000	-	1,435,000	69,690
Totals	$ 90,465,000	$ 13,021,061	$ 44,840,000	$ 6,341,362

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

Margin of Indebtedness

In accordance with Wisconsin Statutes, total general obligation indebtedness of the City may not exceed 5% of the equalized value of taxable property within the City's jurisdiction. The debt limit as of December 31, 2022, was $450,328,870. Total general obligation debt outstanding at year-end was $134,370,000.

Landfill Postclosure Liability

State and federal laws and regulations require the City to place a final cover on its landfill site and to perform certain maintenance and monitoring functions at the site after closure. Future landfill maintenance and monitoring costs are estimated to be a total of $102,167 over the next 20 years. The liability for landfill closure and postclosure care is an estimate subject to changes resulting from inflation, deflation, technology, or changes in applicable laws or regulations.

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Net Position/Fund Balances

Net position reported on the government wide statement of net position at December 31, 2022 includes the following:

Governmental Activities

Net Investment in Capital Assets:	
Nondepreciated	$ 28,879,023
Depreciated	110,712,547
Less: Related Debt Excluding Unspent Bond Proceeds	(58,122,706)
Total Net Investment in Capital Assets	81,468,864
Restricted for Debt Service	4,257,698
Restricted for Pension	24,315,692
Restricted for Other	3,328,626
Unrestricted	(48,830,980)
Total Governmental Activities Net Position	$ 64,539,900

Business-Type Activities

Net Investment in Capital Assets:	
Land	$ 81,405
Construction in Progress	6,754,072
Other Capital Assets, Net of Accumulated Depreciation	166,670,391
Less: Related Long-Term Debt Outstanding (Net of Unspent Proceeds of Debt)	(50,994,959)
Total Net Investment in Capital Assets	122,510,909
Restricted for Debt Service	1,783,501
Restricted for Pension	753,449
Unrestricted	23,269,709
Total Business-Type Activities Net Position	$ 148,317,568

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Net Position/Fund Balances (Continued)

Governmental Fund Balances

Governmental fund balances reported on the fund financial statements at December 31, 2022, include the following:

Nonspendable:	
Major Funds:	
General Fund:	
Prepayments and Inventories	$ 10,402
Noncurrent Receivables	1,413,367
Capital Projects Fund - General Obligation Debt Issue Fund	1,184,365
Nonmajor Funds:	
Tourism Commision Fund	5,000
Total Nonspendable	2,613,134
Restricted:	
Major Funds:	
Special Revenue Fund - Tax Incremental District - Debt Service	2,328,269
Debt Service Fund	2,243,080
Capital Projects Fund - General Obligation Debt Issue Fund	7,879,679
Nonmajor Funds:	
State Grants	150,034
Tourism Commission Fund	1,398,103
Community Development Fund	1,775,489
Total Restricted Fund Balance	15,774,654
Assigned:	
Major Funds:	
General Fund:	
Capital Improvements	1,218,486
Encumbrances	1,175,384
Parks	3,442
Total General Fund	2,397,312
Capital Projects Fund - General Obligation Debt Issue Fund	4,291,600

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Net Position/Fund Balances (Continued)

Governmental Fund Balances (Continued)

Assigned (Continued):	
Nonmajor Funds:	
Special Revenue Fund - Parks Fund	$ 1,303,852
Special Revenue Fund - Library Fund	1,000
Special Revenue Fund - Redevelopment Authority Reserve Fund	1,043,242
Special Revenue Fund - Community Development Fund	3,974,607
Special Revenue Fund - Hospital Policing Fund	72,904
Capital Projects Fund - Information Systems Equipment	1,216,350
Capital Projects Fund - Fleet Equipment	615,056
Capital Projects Fund - Public Works Building Improvement Reserve Fund	236,362
Total Assigned Fund Balance	15,152,285
Unassigned:	
Major Funds - General Fund	18,423,450
Nonmajor Funds - Community Development Block Grant	(6,935)
Nonmajor Funds - Special Assessments	(1)
Total Unassigned Fund Balance	18,416,514
Total Governmental Fund Balance	$ 51,956,587

The City also maintains an amortization fund balance governed by Section 3.04 of the Wauwatosa Municipal Code, which provides that the balance may be used to pay principal and interest on the outstanding debt upon the direction of the City's Common Council. The ordinance further provides that the Board of Public Debt Commissioners may, with the approval of the Common Council, apply all or any part of the fund for any purpose for which municipal bonds may be legally issued. This balance is a portion of the General Fund unassigned fund balance.

NOTE 5 OTHER INFORMATION

A. Defined Benefit Pension Plan

General Information about the Plan

Plan Description

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

Vesting

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

Benefits Provided

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

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

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Defined Benefit Pension Plan (Continued)

General Information about the Plan (Continued)

Benefits Provided (Continued)

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

The WRS also provides death and disability benefits for employees.

Postretirement Adjustments

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

Year	Core Fund Adjustment	Variable Fund Adjustment
2012	(7.0)	(7.0)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	-	(10.0)
2020	1.7	21.0
2021	5.1	13.0

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Defined Benefit Pension Plan (Continued)

General Information about the Plan (Continued)

Contributions

Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, and Executives and Elected Officials. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement. During the reporting period, the WRS recognized $3,519,819 in contributions from the employer.

Contribution rates as of December 31, 2022, are:

Employee Category	Employee	Employer
General (Including Teachers, Executives, and Elected Officials)	6.75 %	6.75 %
Protective With Social Security	6.75	11.75
Protective Without Social Security	6.75	16.35

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

At December 31, 2022, the City reported a liability (asset) of ($25,069,142) for its proportional share of the net pension liability (asset). The net pension liability was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2020, rolled forward to December 31, 2021. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net pension liability (asset) was based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2021, the City's proportion was .31102445%, which was an increase of .00320847% from its proportion measured as of December 31, 2020.

For the year ended December 31, 2022, the City recognized pension expense (credit) of ($2,156,768).

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Defined Benefit Pension Plan (Continued)

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

At December 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	$ 40,497,931	$ 2,920,338
Changes in Assumptions	4,677,044	-
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	-	56,081,756
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	123,197	81,416
Employer Contributions Subsequent to the Measurement Date	3,778,369	-
Total	$ 49,076,541	$ 59,083,510

$3,778,369 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized as increases and decreases in pension expense, respectively, and are as follows:

Year Ended December 31,	Net Deferred Outflows (Inflows) of Resources
2023	$ (1,150,591)
2024	(6,772,275)
2025	(2,981,559)
2026	(2,880,913)
2027	-
Total	$ (13,785,338)

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Defined Benefit Pension Plan (Continued)

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

Actuarial assumptions – The total pension liability (asset) in the December 31, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. Based on this experience study, actuarial assumptions used to measure the Total Pension Liability changed from prior year, including the discount rate, long-term expected rate of return, post-retirement adjustment, price inflation, mortality and separation rates. The Total Pension Liability for December 31, 2021, is based upon a roll-forward of the liability calculated from the December 31, 2020, actuarial valuation.

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Defined Benefit Pension Plan (Continued)

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

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

	Current Asset Allocation Percent	Long-Term Expected Nominal Rate of Return Percent	Long-Term Expected Real Rate of of Return Percent
Core Fund Asset Class:			
Global Equities	52.00 %	6.80 %	4.20 %
Fixed Income	25.00	4.30	1.80
Inflation Sensitive Assets	19.00	2.70	0.20
Real Estate	7.00	5.60	3.00
Private Equity/Debt	12.00	9.70	7.00
Multi-Asset			
Total Core Fund	115.00 %	6.60 %	4.10 %
Variable Fund Asset Class:			
U.S. Equities	70.00 %	6.30 %	3.70 %
International Equities	30.00	7.20	4.60
Total Variable Fund	100.00 %	6.80 %	4.20 %

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

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

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

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Defined Benefit Pension Plan (Continued)

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

Single discount rate – A single discount rate of 6.8% was used to measure the Total Pension Liability, as opposed to a discount rate of 7.0% for the prior year. This single discount rate is based on the expected rate of return on pension plan investments of 6.80% and a municipal bond rate of 1.84% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2021. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability (asset) to changes in the discount rate – The following presents the City's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.8%, as well as what the City's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.8%) or 1-percentage-point higher (7.8%) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
The City's Proportionate Share of the Net Pension Liability (Asset)	$ 17,788,334	$ (25,069,142)	$ (55,918,552)

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

NOTE 5 OTHER INFORMATION (CONTINUED)

B. Risk Management

The City is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets; errors and omissions; natural disasters, and worker's compensation. The City is self-insured for medical coverage for certain employees at December 31, 2022. The City purchases general and automobile liability insurance from the Cities and Villages Mutual Insurance Company. The City purchases commercial insurance for all other risks. There have been no significant reductions in insurance coverage for any risk of loss in the past year and settled claims have not exceeded the commercial coverage in any of the past three fiscal years.

Self-Insured General and Auto Liability

In 1988, the City invested $1,184,453 for participation in the Wisconsin Municipal Insurance Commission (WMIC). The WMIC is an intergovernmental cooperative commission formed to facilitate the formation of the Cities and Villages Mutual Insurance Company (CVMIC). In 1987, the WMIC issued $28.645 million of revenue bonds to provide for the capitalization of the CVMIC. The CVMIC is a separate and distinct entity independent of the WMIC and is owned by the participating cities and villages of the WMIC. The CVMIC was formed to provide liability insurance to Wisconsin municipalities as of January 1, 1988. The CVMIC has an A.M. Best rating of A-.

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

In prior years, the CVMIC paid dividends to the City based on a schedule designed to enable the City to partially or totally finance the City's debt service requirements on its related general obligation issue. As of December 31, 2007, the City's debt and the WMIC's debt were paid in full. The WMIC has no assets, liabilities, or financial activity for the year ended December 31, 2022. CVMIC continues to pay dividends that are used to pay the City's insurance premiums.

Complete financial statements for the CVMIC can be obtained from the CVMIC administrative office at 9898 W. Bluemound Road, Wauwatosa, WI 53226-4319.

There have been no significant reductions in insurance for any risk of loss in the past year and settled claims have not exceeded the commercial coverage in any of the past three fiscal years.

The CVMIC provides the City with $5,000,000 of liability coverage for losses over its self-insured retention level of $125,000 per occurrence with a $500,000 aggregate stop loss. The City's annual cost is the sum of its annual premium, claims incurred and applicable to the self-insured retention, and other operating expenses. An annual premium is charged to cover expected claims and administrative costs. The claims component of the premium is determined by independent actuaries and allocated among participating municipalities based on payroll and loss history. The City and other participating cities and villages are subject to cover loss experiences, which exceed predictions through retrospective assessments.

NOTE 5 OTHER INFORMATION (CONTINUED)

B. Risk Management (Continued)

Self-Insured General and Auto Liability (Continued)

At December 31, 2022, the Risk Management General Liability Fund had net position of $4,794,660 which includes the City's deposit in CVMIC of $1,184,453.

Changes in the claim liability amounts for the years ended December 31, were as follows:

	2022	2021
Unpaid Claims - Beginning of Year	$ 568,212	$ 720,441
Current Year Claims and Changes in Estimates	108,813	194,196
Claim Payments Net of Recoveries	320,960	346,425
Unpaid Claims - End of Year	$ 356,065	$ 568,212

Self-Insured Medical Care Coverage Plan

The City maintains a self-insured medical care coverage, dental, and worker's compensation plan for its employees which are accounted for in an Internal Service Fund. The plan provides coverage up to a maximum of $75,000 per contract and approximately $7,900,000 for the aggregate of contracts. The City purchases commercial insurance for claims in excess of coverage provided by the fund. This fund also accounts for the City's other postemployment benefits.

All funds of the City participate in the plan. The City does not maintain a reserve for the coverage of catastrophic losses. The claims liability of $1,301,161 reported in the employee insurance internal service funds at December 31, 2022, is based on the requirements of the Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated. Changes in the claims liability amount for the years ended December 31, 2022 and 2021 were as follows:

	Beginning Balance	Current Year Claims and Changes in Estimates	Claim Payments	Ending Balance
2021	$ 1,490,215	$ 7,615,039	$ 7,800,644	$ 1,304,610
2022	1,304,610	8,985,111	9,052,013	1,237,708

NOTE 5 OTHER INFORMATION (CONTINUED)

B. Risk Management (Continued)

Self-Insured Medical Care Coverage Plan (Continued)

The net position (deficit) of the Employee Health Insurance Fund is reported as unrestricted and is comprised of the following components:

Employee Health Insurance	$ 6,578,833
Other Postemployment Obligation	(41,184,603)
Other Postemployment Net Deferred Inflows and Outflows	10,439,275
Total	$ (24,166,495)

C. Other Postemployment Benefits

The City provides other postemployment benefits (OPEB) to its retirees for health insurance.

Plan Description

The City provides a single-employer defined benefit healthcare plan administered by United Health Care. The City provides medical and life insurance benefits for substantially all retirees in accordance with terms set forth in labor contracts. The State of Wisconsin Administrative Code grants the authority to establish and amend the benefit terms and financing requirements to the City Common Council. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Benefits Provided

The plan provides full health insurance coverage until age 65 to City employees hired prior to January 1, 2008, who reach normal retirement age as specified by the labor contracts. The plan provides up to 50% health coverage until age 65 to City employees hired after January 1, 2008, but before January 1, 2015, who reach normal retirement age and reach a specified number of years of service. Police and fire retirees hired after January 1, 2008, receive 50% of health coverage upon reaching age 50, and having 15 years of service. General and Department of Public Works employees receive health coverage based on their years of service such that retirees with 15, 20, 25, and 30 years of service receive annual health coverage premium contributions of 15, 30, 40, and 50%, respectively.

The plan does not issue stand-alone financial statements.

NOTE 5 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits (Continued)

Employees Covered by Benefit Terms

At December 31, 2022, the following employees were covered by the benefits terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefit Payments	109
Active Plan Members	283
Total	392

Total OPEB Liability

The City's total OPEB liability of $41,184,603 was measured as of December 31, 2022, and was determined by an actuarial valuation as of that date.

Actuarial assumptions and other inputs. The total OPEB liability in the December 31, 2022, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date:	December 31, 2022
Measurement Date:	December 31, 2021
Salary Increases:	3.5%
Inflation:	3.0%
Assumed Rate of Return on Plan Assets:	2.06%
Plan Participation of Future Retirees:	95.0%
Discount Rate:	2.06%
Healthcare Cost Trend Rates:	6.2% Decreasing to 3.7%

The discount rate was based on the 20-year Bond Buyer GO Index.

Mortality rates were based on the following criteria:

Pre-Retirement

This assumption applies to death while in service. Rates are based on the Wisconsin 2018 Mortality table (multiplied by 50% for males and females) as the base table and project future improvements with 2018 generational improvement scale (multiplied by 50%), as adopted by the Board in connection with the 2015-2017 Experience Study performed by the actuary for the Wisconsin Retirement System.

NOTE 5 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits (Continued)

Postretirement

This assumption applies to death of participants after retirement. Rates are based on the Wisconsin 2018 Mortality table (multiplied by 50% for males and females) as the base table and project future improvements with 2018 generational improvement scale (multiplied by 50%), as adopted by the Board in connection with the 2015-2017 Experience Study performed by the actuary for the Wisconsin Retirement System.

Post-Disability

This assumption applies to death after disablement. Rates are based on the Wisconsin 2018 Mortality table (multiplied by 50% for males and females) as the base table and project future improvements with 2018 generational improvement scale (multiplied by 50%), as adopted by the Board in connection with the 2015-2017 Experience Study performed by the actuary for the Wisconsin Retirement System.

The actuarial assumptions used in the December 31, 2022, valuation were based on the results of an actuarial experience study for the period 2015 – 2017 for the Wisconsin Retirement System (WRS).

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance - December 31, 2021	$ 36,445,285
Changes for the Year:	
Service Cost	1,628,862
Interest on Total OPEB Liability	779,382
Effect of Plan Changes	-
Effect of Liability Gains or Losses	2,236,595
Effect of Assumptions Changes or Inputs	2,730,024
Benefit Payments	(2,635,545)
Net Changes	4,739,318
Balance - December 31, 2022	$ 41,184,603

The City utilized the Employee Health Insurance Internal Service Fund to liquidate OPEB liabilities as they become due.

NOTE 5 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits (Continued)

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower (1.06%) or one percentage-point higher (3.06%) than the current discount rate:

	Discount Rate		
	1% Decrease (1.06%)	Current Discount Rate (2.06%)	1% Increase (3.06%)
Total OPEB Liability	$ 43,436,787	$ 41,184,603	$ 37,869,422

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rate:

	Health Care Trend		
	1% Decrease (5.2% Decreasing to 2.7%)	Healthcare Cost Trend Rates (6.2% Decreasing to 3.7%)	1% Increase (7.2% Decreasing to 4.7%)
Total OPEB Liability	$ 38,096,433	$ 41,184,603	$ 44,722,792

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

For the year ended December 31, 2022, the City recognized OPEB expense of $796,776. At December 31, 2022, the City reported net deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	$ 3,415,951	$ -
Changes of Assumptions or Other Input	4,326,022	616,414
Contributions made Subsequent to the Measurement Date	3,313,716	-
Total	$ 11,055,689	$ 616,414

NOTE 5 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits (Continued)

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

$3,313,716 reported as deferred outflows related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of net OPEB liability in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year Ending December 31,	Deferred Outflows (Inflows) of Resources
2023	$ 1,501,436
2024	1,480,739
2025	1,408,371
2026	1,403,291
2027	999,581
Thereafter	332,141
Total	$ 7,125,559

D. Leases

The City, acting as lessor, leases tower space, non-cancelable lease agreements. The lease expire at various dates through 2052. The City will receive annual installments ranging from $410,000 to $2.8 million for such leases. The City used the incremental borrowing rate as the interest rate for lease receivables.

NOTE 5 OTHER INFORMATION (CONTINUED)

D. Leases (continued)

During the year ended December 31, 2022, the City recognized $186,505 and $159,552 in lease revenue and interest revenue, respectively, pursuant to these contracts. As of December 31, 2022, the City's receivable for lease payments was $8,236,195. Also, the City has a deferred inflow of resources associated with these leases that will be recognized as revenue over the lease term. As of December 31, 2022, the balance of the deferred inflows of resources was $8,276,105. The future minimum lease receivables for these arrangements are as follows:

Leases Receivable		
Year Ended	Totals	
December 31,	Principal	Interest
2023	47,918	363,775
2024	65,826	361,409
2025	85,235	358,224
2026	106,244	354,154
2027	128,956	349,124
2028-2032	1,129,573	1,622,286
2033-2037	1,665,278	1,322,442
2038-2042	2,485,285	859,708
2043-2047	1,835,019	361,315
2048-2052	686,861	48,049
Totals	8,236,195	6,000,486

E. Commitments and Contingencies

The City self-insures its general liability, medical, dental, and worker's compensation insurance up to specified limits. City's management and legal counsel do not anticipate any material losses from known occurrences.

The City participates in a number of state and federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives. The audits of these programs for or including the year ended December 31, 2022, have not been conducted. Accordingly, the City's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

F. Tax Abatements

The City enters into property tax abatement agreements with developers under the provisions of Wisconsin Statutes 66.1105(3)(e) "Tax Increment Act." Under the provision, localities may grant property tax abatements of up to 50% of a business' property tax bill for the purpose of attracting or retaining businesses within their jurisdictions. The abatements may be granted to any business located within or promising to relocate to the City.

NOTE 5 OTHER INFORMATION (CONTINUED)

F. Tax Abatements (continued)

In 2015, the City provided a developer a loan as part of the Tax Incremental District No. 7 Mayfair Collection project. The loan was made by the General Fund and so long as the developer meets certain performance measures, the Tax Increment Fund repays the loan on behalf of the developer using property tax increments generated by the development. The original loan was $2,000,000. In 2022, $128,860 was repaid on this borrowing. The remaining balance outstanding as of December 31, 2022, is $1,222,483. This amount is included in the General Fund as an advance to other funds.

NOTE 6 TAX INCREMENTAL DISTRICTS 6, 7, 8, 9, 10, 11, 12, AND 13

A. Plan Summaries

The City has eight active Tax Incremental Districts. Tax Incremental District No. 6 was created on October 4, 2010, was amended on August 4, 2015, and has a dissolution date of October 4, 2037. Tax Incremental District No. 7 was created on January 1, 2013, amended on January 2, 2016, and has a dissolution date of January 1, 2040. Tax Incremental District No. 8 was created on January 1, 2014, and has a dissolution date of January 1, 2041. Tax Incremental District No. 9 was created on April 4, 2015, and has a dissolution date of January 1, 2042. Tax Incremental District No. 10 was created on June 2, 2015 and has a dissolution date of January 1, 2042. Tax Incremental District No. 11 was created on September 1, 2015, and has a dissolution date of January 1, 2042. Tax Incremental District No. 12 was created on February 6, 2018, and has a dissolution date of January 1, 2045. Tax Incremental District No. 13 was created on September 15, 2020, and has a dissolution date of January 1, 2047.

B. Cash and Investments

The Tax Incremental Districts invest funds in accordance with the provisions of the Wisconsin Statutes Section 66.0603 and 67.11(2). The Tax Incremental Districts maintain common cash and investment accounts with the City of Wauwatosa. Disclosures related to cash and investments can be found in Note 4 of the financial statements.

C. Interfund Advances

The General fund advanced $2,000,000 to the Special Revenue Fund – Tax Incremental District No. 7 in 2015. This advance earns interest at 5.25%. The advance was issued to provide long-term financing. The remaining outstanding balance as of December 31, 2022, was $1,222,483.

The Redevelopment Reserve Fund advance $300,000 to the Special Revenue Fund – Tax Incremental District No. 7 in 2020. The advance was issued to provide long-term financing. The remaining outstanding balance as of December 31, 2022, was $300,000.

NOTE 6 TAX INCREMENTAL DISTRICTS 6, 7, 8, 9, 10, 11, 12, AND 13 (CONTINUED)

D. Long-Term Debt

Aggregate maturities of all long-term debt relating to Tax Incremental District No. 6 are as follows:

Calendar Year	Principal	Interest	Total
2023	$ 675,000	$ 688,956	$ 1,363,956
2024	700,000	666,431	1,366,431
2025	650,000	640,244	1,290,244
2026	675,000	616,994	1,291,994
2027	1,155,000	592,194	1,747,194
2028 - 2032	7,740,000	2,234,754	9,974,754
2033 - 2037	7,070,000	967,536	8,037,536
2038	1,240,000	48,980	1,288,980
Total	$ 19,905,000	$ 6,456,088	$ 26,361,088

Aggregate maturities of all long-term debt relating to Tax Incremental District No. 7 are as follows:

Calendar Year	Principal	Interest	Total
2023	$ 1,620,000	$ 346,145	$ 1,966,145
2024	2,345,000	300,095	2,645,095
2025	1,195,000	229,945	1,424,945
2026	700,000	193,195	893,195
2027	815,000	169,995	984,995
2028 - 2032	3,310,000	447,506	3,757,506
2033 - 2036	800,000	46,715	846,715
Total	$ 10,785,000	$ 1,733,596	$ 12,518,596

Aggregate maturities of all long-term debt relating to Tax Incremental District No. 9 are as follows:

Calendar Year	Principal	Interest	Total
2023	$ 50,000	$ 5,063	$ 55,063
2024	75,000	3,938	78,938
2025	75,000	2,063	77,063
2026	-	-	-
2027	-	-	-
Total	$ 200,000	$ 11,063	$ 211,063

NOTE 6 TAX INCREMENTAL DISTRICTS 5, 6, 7, 8, 9, 10, 11, 12, AND 13 (CONTINUED)

D. Long-Term Debt (continued)

Aggregate maturities of all long-term debt relating to Tax Incremental District No. 11 are as follows:

Calendar Year	Principal	Interest	Total
2023	$ 55,000	$ 76,063	$ 131,063
2024	55,000	74,413	129,413
2025	55,000	72,763	127,763
2026	55,000	70,563	125,563
2027	60,000	68,913	128,913
2028 - 2032	435,000	316,238	751,238
2033 - 2036	1,425,000	134,450	1,559,450
Total	$ 2,140,000	$ 813,400	$ 2,953,400

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF CHANGES IN THE CITY'S TOTAL OTHER POSTEMPLOYMENT BENEFIT LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS*

	2022	2021	2020	2019	2018
Total OPEB Liability					
Service Cost	$ 1,628,862	$ 1,422,667	$ 1,192,606	$ 1,298,153	$ 1,173,046
Interest on Total OPEB Liability	779,382	964,967	1,349,656	1,192,376	1,310,873
Effect of Plan Changes	-	-	17,448	-	-
Effect of Economic/Demographic (Gains) or Losses	2,236,595	634,893	1,450,482	661,100	-
Effect of Assumption Changes or Inputs	2,730,024	1,385,687	1,502,330	(1,490,762)	784,072
Benefit Payments	(2,635,545)	(3,492,400)	(3,383,691)	(3,221,014)	(3,593,299)
Net Change in Total OPEB Liability	4,739,318	915,814	2,128,831	(1,560,147)	(325,308)
Total OPEB Liability - Beginning	36,445,325	35,529,511	33,400,680	34,960,827	35,286,135
Total OPEB Liability - Ending	$ 41,184,643	$ 36,445,325	$ 35,529,511	$ 33,400,680	$ 34,960,827
Covered - Employee Payroll*	$ 34,556,000	$ 28,267,000	$ 32,373,184	$ 29,943,000	$ 29,094,000
City's total OPEB Liability as a Percentage of Covered Employee Payroll*	119.18%	128.93%	109.75%	111.55%	120.17%

* Additional years' information will be displayed as it becomes available.

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
WISCONSIN RETIREMENT SYSTEM
LAST 10 MEASUREMENT PERIODS*

	Year Ended December 31,							
	2021	2020	2019	2018	2017	2016	2015	2014
City's Proportion of the Net Pension Liability (Asset)	0.31102445%	0.30781598%	0.29746258%	0.29335784%	0.28785707%	0.28100006%	0.28040302%	0.28327583%
City's Proportionate Share of the Net Pension Liability (Asset)	$ (25,069,142)	$ (19,217,378)	$ (9,591,551)	$ 10,436,752	$ (8,546,816)	$ 2,316,111	$ 4,556,496	$ (6,958,029)
City's Covered Payroll	$ 33,426,919	$ 34,378,930	$ 31,471,798	$ 30,496,633	$ 29,777,290	$ 29,711,934	$ 29,108,607	$ 28,350,192
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	106.02 %	105.26 %	96.45 %	96.45 %	102.93 %	99.12 %	98.20 %	102.74 %

* Additional years' information will be displayed as it becomes available.

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF THE CITY'S PENSION CONTRIBUTIONS
WISCONSIN RETIREMENT SYSTEM
LAST 10 FISCAL YEARS*

	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contributions	$ 3,778,369	$ 3,519,819	$ 3,125,502	$ 3,057,444	$ 3,146,087	$ 3,004,354	$ 2,721,212	$ 2,708,618
Contributions in Relation to the Contractually Required Contributions	$ 3,778,369	$ 3,519,819	$ 3,125,502	$ 3,057,444	$ 3,146,087	$ 3,004,354	$ 2,721,212	$ 2,708,618
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
City's Covered Payroll	$ 34,971,305	$ 33,426,919	$ 34,378,930	$ 31,471,798	$ 30,496,633	$ 29,777,290	$ 29,711,934	$ 29,108,607
Contributions as a Percentage of Covered Payroll	10.80 %	10.53 %	9.09 %	9.71 %	10.32 %	10.09 %	9.16 %	9.31 %

* Additional years' information will be displayed as it becomes available

OTHER POSTEMPLOYMENT BENEFIT PLAN

No assets are accumulated in a trust that meets the criteria of paragraph 4 of that GASB Statement No. 75.

WISCONSIN RETIREMENT SYSTEM

Changes of Benefit Terms – There were no changes of benefit terms for any participating employer in WRS.

Changes of Assumptions – There were no changes in the assumptions.

OTHER SUPPLEMENTARY INFORMATION

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES – ACTUAL AND BUDGET – GENERAL FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
TAXES				
General Property Taxes	$ 48,693,938	$ 48,693,938	$ 48,693,938	$ -
Prior Year's Omitted Taxes	-	(154,399)	(120,451)	33,948
Hotel and Motel Room Tax	1,247,000	1,500,000	1,782,839	282,839
Payments in Lieu of Taxes	480,481	473,300	473,691	391
Interest on Taxes	90,000	90,000	91,813	1,813
Property Tax Chargebacks	-	189,580	219,305	29,725
Total Taxes	50,511,419	50,792,419	51,141,135	348,716
INTERGOVERNMENTAL				
State Shared Taxes	5,790,941	5,816,419	5,817,705	1,286
Federal Grants	157,188	145,008	147,892	2,884
State Grants	1,184,660	1,689,646	978,804	(710,842)
Total Intergovernmental	7,132,789	7,651,073	6,944,401	(706,672)
LICENSES AND PERMITS				
Licenses	279,900	319,900	370,097	50,197
Permits	1,252,135	1,836,220	2,114,799	278,579
Total Licenses and Permits	1,532,035	2,156,120	2,484,896	328,776
FINES, PENALTIES, AND FORFEITURES				
Court Penalties and Costs	415,000	350,000	316,974	(33,026)
Parking Violations	542,500	542,500	287,454	(255,046)
Other Penalties and Fees	105,000	95,000	88,425	(6,575)
Total Fines, Penalties, and Forfeitures	1,062,500	987,500	692,853	(294,647)
PUBLIC IMPROVEMENT REVENUES				
Special Assessments	10,000	16,534	11,695	(4,839)
PUBLIC CHARGES FOR SERVICES				
General Government	440,890	455,862	458,735	2,873
Public Safety	2,165,299	2,180,344	2,234,985	54,641
Health and Social Services	13,055	13,055	14,683	1,628
Streets and Related Facilities	71,000	77,125	88,918	11,793
Sanitation	209,650	275,400	278,958	3,558
Total Public Charges for Services	2,899,894	3,001,786	3,076,279	74,493
INTERGOVERNMENTAL CHARGES FOR SERVICES				
County:				
Paramedics	97,500	97,500	108,360	10,860
Fire Protection Service	1,250,437	1,250,437	1,558,464	308,027
Local Departments	174,851	171,851	174,851	3,000
Total Intergovernmental Charges for Services	1,522,788	1,519,788	1,841,675	321,887
COMMERCIAL REVENUES				
Interest	399,000	1,181,502	(3,235,869)	(4,417,371)
Rentals	41,274	41,374	20,923	(20,451)
Other Miscellaneous Revenue	91,750	(167,583)	181,970	349,553
Total Commercial Revenues	532,024	1,055,293	(3,032,976)	(4,088,269)
Total Revenues	$ 65,203,449	$ 67,180,513	$ 63,159,958	$ (4,020,555)

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF EXPENDITURES – ACTUAL AND BUDGET – GENERAL FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
GENERAL GOVERNMENT				
Mayor	$ 78,290	$ 78,290	$ 62,414	$ 15,876
Common Council	212,105	213,418	198,228	15,190
Youth Commission	2,700	13,832	1,406	12,426
Historical Preservation Commission	2,500	25,873	1,834	24,039
Senior Commission	3,195	15,659	-	15,659
Municipal Court	233,114	233,065	214,034	19,031
City Attorney	458,795	460,722	453,524	7,198
Litigation Reserve	1,250,000	1,406,185	1,399,512	6,673
City Administration	623,471	695,960	729,733	(33,773)
City Clerk	429,588	490,377	352,526	137,851
Elections	262,182	360,980	282,060	78,920
Human Resources	846,454	885,443	772,126	113,317
City Assessor	723,420	742,288	613,313	128,975
Finance	1,230,687	1,205,214	1,273,783	(68,569)
Remission of Taxes	-	282,835	305,225	(22,390)
Bike and Pedestrian Committee	42,840	54,840	37,850	16,990
Nondepartmental	134,971	26,559	13,366	13,193
Total General Government	6,534,312	7,191,540	6,710,934	480,606
PUBLIC SAFETY				
Milwaukee Area Domestic Animal	59,216	59,216	59,217	(1)
Police	17,247,051	17,032,123	17,001,626	30,497
Police Reserves	9,547	9,547	8,358	1,189
Fire	14,831,525	15,106,367	15,774,505	(668,138)
Crossing Guards	284,906	274,371	166,393	107,978
Traffic Control and Regulation	597,454	638,114	551,254	86,860
Police Station	339,342	339,643	322,508	17,135
Building and Code Enforcement	1,010,556	1,035,258	1,185,978	(150,720)
Total Public Safety	34,379,597	34,494,639	35,069,839	(575,200)
PUBLIC WORKS				
Public Works Operations	317,157	350,510	299,441	51,069
Roadway Maintenance	2,638,186	2,652,510	2,708,282	(55,772)
Electrical Services	1,026,431	1,027,956	967,910	60,046
Solid Waste Management	2,733,129	2,742,466	2,378,556	363,910
Engineering	1,054,664	1,219,659	945,506	274,153
Total Public Works	7,769,567	7,993,101	7,299,695	693,406
HEALTH AND HUMAN SERVICES				
Health	2,402,818	2,674,325	2,068,452	605,873
CONSERVATION AND DEVELOPMENT				
Forestry	1,663,872	1,749,966	1,692,769	57,197
Planning and Zoning	444,230	495,587	447,904	47,683
Economic Development	241,482	245,748	272,063	(26,315)
Total Highway and Transportation	2,349,584	2,491,301	2,412,736	78,565
CAPITAL OUTLAY	-	154,014	117,631	36,383
Total Expenditures	$ 53,435,878	$ 54,998,920	$ 53,679,287	$ 1,319,633

CITY OF WAUWATOSA, WISCONSIN
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2022

	Special Revenue Funds						
	Special Assessments	Community Development Block Grant	Revolving Fund for Designated Revenues	Parks	Public Library	Redevelopment Reserve Fund	Community Development Fund
ASSETS							
Cash and Cash Equivalents	$ -	$ -	$ 150,353	$ 1,279,413	$ 24,488	$ 743,258	$ 1,704,232
Taxes Receivable	152,971	-	-	-	-	-	-
Special Assessments Receivable:							
Due in Installments	752,748	-	-	-	-	-	-
Leases receivable	-	-	-	469,483	-	-	-
Due from Other Funds	-	-	-	-	-	-	-
Other Accrued Receivables	-	300,196	-	43,088	-	-	286,653
Prepayments	-	-	-	-	-	-	-
Assets Held for Sale	-	-	-	-	-	-	3,976,804
Advance to Special Revenue Fund	-	-	-	-	-	300,000	-
Total Assets	$ 905,719	$ 300,196	$ 150,353	$ 1,791,984	$ 24,488	$ 1,043,258	$ 5,967,689
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts Payable	$ 23,031	$ 242,130	$ 319	$ 499	$ 23,488	$ 16	$ 131,643
Due to Other Funds	129,941	51,450	-	-	-	-	-
Customer Deposits	-	-	-	4,432	-	-	-
Unearned Revenue	-	13,551	-	-	-	-	85,950
Total Liabilities	152,972	307,131	319	4,931	23,488	16	217,593
DEFERRED INFLOWS OF RESOURCES							
Special Assessments	752,748	-	-	-	-	-	-
Leases	-	-	-	483,201	-	-	-
Total Deferred Inflows	752,748	-	-	483,201	-	-	-
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	150,034	-	-	-	1,775,489
Assigned	-	-	-	1,303,852	1,000	1,043,242	3,974,607
Unassigned	(1)	(6,935)	-	-	-	-	-
Total Fund Balances	(1)	(6,935)	150,034	1,303,852	1,000	1,043,242	5,750,096

CITY OF WAUWATOSA, WISCONSIN
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2022

	Special Revenue Funds		Capital Projects			
	Hospital Policing Fund	Tourism Commission Fund	Information Systems Equipment	Fleet Equipment	Public Works Building Improvement Reserve Fund	Total
ASSETS						
Cash and Cash Equivalents	$ -	$ 1,399,949	$ 1,216,350	$ 615,632	$ 236,362	$ 7,370,037
Taxes Receivable	-	-	-	-	-	152,971
Special Assessments Receivable:						
Due in Installments	-	-	-	-	-	752,748
	-	-	-	-	-	469,483
Due from Other Funds	-	-	-	-	-	-
Other Accrued Receivables	531,809	-	-	-	-	1,161,746
Prepayments	-	5,000	-	-	-	5,000
Assets Held for Sale	-	-	-	-	-	3,976,804
Advance to Special Revenue Fund	-	-	-	-	-	300,000
Total Assets	$ 531,809	$ 1,404,949	$ 1,216,350	$ 615,632	$ 236,362	$ 14,188,789
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts Payable	$ -	$ 1,846	$ -	$ 576	$ -	$ 423,548
Due to Other Funds	458,905	-	-	-	-	640,296
Customer Deposits	-	-	-	-	-	4,432
Unearned Revenue	-	-	-	-	-	99,501
Total Liabilities	458,905	1,846	-	576	-	1,167,777
DEFERRED INFLOWS OF RESOURCES						
Special Assessments	-	-	-	-	-	752,748
	-	-	-	-	-	483,201
Total Deferred Inflows	-	-	-	-	-	1,235,949
FUND BALANCES						
Nonspendable	-	5,000	-	-	-	5,000
Restricted	-	1,398,103	-	-	-	3,323,626
Assigned	72,904	-	1,216,350	615,056	236,362	8,463,373
Unassigned	-	-	-	-	-	(6,936)
Total Fund Balances	72,904	1,403,103	1,216,350	615,056	236,362	11,785,063

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2022

	Special Revenue Funds						
	Special Assessments	Community Development Block Grant	Revolving Fund for Designated Revenues	Parks	Public Library	Redevelopment Reserve Fund	Community Development Fund
REVENUES							
Intergovernmental Revenues	$ -	$ 1,251,025	$ 29,505	$ -	$ -	$ -	$ -
Licenses and Permits	-	-	-	1,500	-	-	-
Public Improvement Revenues	780,263	-	-	-	-	-	-
Public Charges for Services	-	22,109	-	361,289	279,730	-	-
Commercial Revenues	-	-	85,752	32,172	-	-	29,605
Total Revenues	780,263	1,273,134	115,257	394,961	279,730	-	29,605
EXPENDITURES							
Current:							
Public Safety	-	-	37,843	-	-	-	-
Recreation and Education	-	-	-	761,326	3,090,967	-	-
Conservation and Development	-	1,274,510	-	-	-	388	240,188
Culture	-	-	-	-	-	-	-
Debt Service:							
Interest and Other Fiscal Charges	-	-	-	-	-	-	48,465
Capital Outlay	-	-	-	23,394	-	-	-
Total Expenditures	-	1,274,510	37,843	784,720	3,090,967	388	288,653
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	780,263	(1,376)	77,414	(389,759)	(2,811,237)	(388)	(259,048)
OTHER FINANCING SOURCES (USES)							
Long-Term Debt Issued	-	-	-	-	-	-	5,000,000
Proceeds from the Sale of Assets	-	-	-	-	-	-	-
Transfers In	-	-	-	810,336	2,812,237	-	179,320
Transfers Out	(780,263)	-	-	(299,522)	-	-	-
Total Other Financing Sources (Uses)	(780,263)	-	-	510,814	2,812,237	-	5,179,320
NET CHANGE IN FUND BALANCES	-	(1,376)	77,414	121,055	1,000	(388)	4,920,272
Fund Balances - Beginning of Year	(1)	(5,559)	72,620	1,182,797	-	1,043,630	829,824
FUND BALANCES - END OF YEAR	$ (1)	$ (6,935)	$ 150,034	$ 1,303,852	$ 1,000	$ 1,043,242	$ 5,750,096

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022

	Special Revenue Funds		Capital Projects			
	Hospital Policing Fund	Tourism Commission Fund	Information Systems Equipment	Fleet Equipment	Public Works Building Improvement Reserve Fund	Totals
REVENUES						
Intergovernmental Revenues	$ -	$ 146,011	$ -	$ -	$ -	$ 1,426,541
Licenses and Permits	-	-	-	-	-	1,500
Public Improvement Revenues	-	-	-	-	-	780,263
Public Charges for Services	1,919,653	-	-	-	-	2,582,781
Commercial Revenues	-	32,870	-	-	-	180,399
Total Revenues	1,919,653	178,881	-	-	-	4,971,484
EXPENDITURES						
Current:						
Public Safety	1,883,155	-	-	-	-	1,920,998
Recreation and Education	-	-	-	-	-	3,852,293
Conservation and Development	-	-	-	-	-	1,515,086
Culture	-	614,080	-	-	-	614,080
Debt Service:						
Interest and Other Fiscal Charges	-	-	-	-	-	48,465
Capital Outlay	-	-	-	402,321	13,513	439,228
Total Expenditures	1,883,155	614,080	-	402,321	13,513	8,390,150
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	36,498	(435,199)	-	(402,321)	(13,513)	(3,418,666)
OTHER FINANCING SOURCES (USES)						
Long-Term Debt Issued	-	-	-	-	-	5,000,000
Proceeds from the Sale of Assets	-	-	-	155,111	-	155,111
Transfers In	-	1,235,344	248,289	925,286	95,158	6,305,970
Transfers Out	-	-	-	(75,844)	-	(1,155,629)
Total Other Financing Sources (Uses)	-	1,235,344	248,289	1,004,553	95,158	10,305,452
NET CHANGE IN FUND BALANCES	36,498	800,145	248,289	602,232	81,645	6,886,786
Fund Balances - Beginning of Year	36,406	602,958	968,061	12,824	154,717	4,898,277
FUND BALANCES - END OF YEAR	$ 72,904	$ 1,403,103	$ 1,216,350	$ 615,056	$ 236,362	$ 11,785,063

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – SPECIAL REVENUE FUND SPECIAL ASSESSMENT FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Public Improvement Revenues	$ 1,218,307	$ 1,218,307	$ 780,263	$ (438,044)
Total Revenues	1,218,307	1,218,307	780,263	(438,044)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,218,307)	(1,218,307)	(780,263)	438,044
NET CHANGE IN FUND BALANCE	$ -	$ -	-	$ -
Fund Balance - Beginning of Year			-	
FUND BALANCE - END OF YEAR			$ -	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – SPECIAL REVENUE FUND COMMUNITY DEVELOPMENT BLOCK GRANT FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	$ 1,200,000	$ 2,059,507	$ 1,251,025	$ (808,482)
Commercial Revenues	-	-	-	-
Total Revenues	1,200,000	2,059,507	1,251,025	(808,482)
EXPENDITURES				
Conservation and Development	1,200,000	2,059,507	1,274,510	784,997
Total Expenditures	1,200,000	2,059,507	1,274,510	784,997
NET CHANGE IN FUND BALANCE	$ -	$ -	(23,485)	$ (23,485)
Fund Balance - Beginning of Year			(5,559)	
FUND BALANCE - END OF YEAR			$ (29,044)	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – SPECIAL REVENUE FUND REVOLVING FUND FOR DESIGNATED REVENUES FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	$ 10,000	$ 30,000	$ 29,505	$ (495)
Commercial Revenues	56,000	59,250	85,752	26,502
Total Revenues	66,000	89,250	115,257	26,007
EXPENDITURES				
Education and Recreation	-	123,661	37,843	85,818
Total Expenditures	-	123,661	37,843	85,818
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	66,000	(34,411)	77,414	111,825
OTHER FINANCING SOURCES (USES)				
Transfers In	6,000	6,000	-	(6,000)
NET CHANGE IN FUND BALANCE	$ 72,000	$ (28,411)	77,414	$ 105,825
Fund Balance - Beginning of Year			72,620	
FUND BALANCE - END OF YEAR			$ 150,034	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – SPECIAL REVENUE FUND PARKS FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Licenses and Permits	$ -	$ -	$ 1,500	$ 1,500
Public Charges for Services	276,000	278,765	361,289	82,524
Commercial Revenues	43,361	45,891	32,172	(13,719)
Total Revenues	319,361	324,656	394,961	70,305
EXPENDITURES				
Education and Recreation	1,034,615	1,075,881	761,326	314,555
Capital Outlay	25,000	25,000	23,394	1,606
Total Expenditures	1,059,615	1,100,881	784,720	316,161
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(740,254)	(776,225)	(389,759)	386,466
OTHER FINANCING SOURCES (USES)				
Transfers In	810,336	810,336	810,336	-
Transfers Out	(299,517)	(299,517)	(299,522)	(5)
Total Other Financing Sources (Uses)	510,819	510,819	510,814	(5)
NET CHANGE IN FUND BALANCE	$ (229,435)	$ (265,406)	121,055	$ 386,461
Fund Balance - Beginning of Year			1,182,797	
FUND BALANCE - END OF YEAR			$ 1,303,852	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – SPECIAL REVENUE FUND PUBLIC LIBRARY FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Public Charges for Services	$ 264,000	$ 268,399	$ 279,730	$ 11,331
EXPENDITURES				
Education and Recreation	3,076,238	3,080,637	3,090,967	(10,330)
Total Expenditures	3,076,238	3,080,637	3,090,967	(10,330)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(264,000)	(268,399)	(278,730)	(10,331)
OTHER FINANCING SOURCES (USES)				
Transfers In	2,812,238	2,812,238	2,812,237	(1)
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	2,812,238	2,812,238	2,812,237	(1)
NET CHANGE IN FUND BALANCE	$ -	$ -	$ 1,000	$ 1,000
Fund Balance - Beginning of Year			-	
FUND BALANCE - END OF YEAR			$ 1,000	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – HOSPITAL POLICING FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Public Charges for Services	$ 2,075,213	$ 2,075,213	$ 1,919,653	$ (155,560)
Commercial Revenues	-	-	-	-
Total Revenues	2,075,213	2,075,213	1,919,653	(155,560)
EXPENDITURES				
Public Safety	2,025,219	2,025,219	1,883,155	142,064
Capital Outlay	50,000	50,000	-	50,000
Total Expenditures	2,075,219	2,075,219	1,883,155	192,064
NET CHANGE IN FUND BALANCE	$ (6)	$ (6)	36,498	$ 36,504
Fund Balance - Beginning of Year			36,406	
FUND BALANCE - END OF YEAR			$ 72,904	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – SPECIAL REVENUE FUND TOURISM COMMISSION FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	$ -	$ -	$ 146,011	$ 146,011
Commercial Revenues	25,000	32,695	32,870	175
Total Revenues	25,000	32,695	178,881	146,186
EXPENDITURES				
Culture	728,930	750,056	614,080	135,976
Total Expenditures	728,930	750,056	614,080	135,976
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(703,930)	(717,361)	(581,210)	136,151
OTHER FINANCING SOURCES (USES)				
Transfers In	703,930	703,930	1,235,344	531,414
NET CHANGE IN FUND BALANCE	$ -	$ (13,431)	800,145	$ 813,576
Fund Balance - Beginning of Year			602,958	
FUND BALANCE - END OF YEAR			$ 1,403,103	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – CAPITAL PROJECS GENERAL OBLIGATION DEBT ISSUE FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	$ 348,059	$ 348,059	$ 363,160	$ 15,101
Commercial Revenues	140,000	105,000	304,952	199,952
Total Revenues	488,059	453,059	668,112	215,053
EXPENDITURES				
General Government	40,000	156,842	1,476	155,366
Conservation and Development	-	34,430	57,217	(22,787)
Capital Outlay	13,218,444	15,547,310	6,420,753	9,126,557
Debt Service:				
Interest and Other Fiscal	-	-	6,282	(6,282)
Total Expenditures	13,258,444	15,738,582	6,485,728	9,252,854
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(12,770,385)	(15,285,523)	(5,817,616)	9,467,907
OTHER FINANCING SOURCES (USES)				
Long-term Debt Issued	10,123,274	5,177,483	5,185,000	7,517
Proceeds from the Sale of Assets	-	-	22,100	22,100
Transfers In	2,555,807	2,568,907	3,072,145	503,238
Transfers Out	(100,000)	(100,000)	(100,000)	-
Total Other Financing Sources (Uses)	12,579,081	7,646,390	8,179,245	532,855
NET CHANGE IN FUND BALANCE	$ (191,304)	$ (7,639,133)	2,361,629	$ 10,000,762
Fund Balance - Beginning of Year			10,994,015	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – CAPITAL PROJECTS FUND INFORMATION SYSTEMS EQUIPMENT
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenue	$ -	$ -	$ -	$ -
Total Revenues	-	-	-	-
EXPENDITURES				
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	244,733	244,733	248,289	3,556
NET CHANGE IN FUND BALANCE	$ 244,733	$ 244,733	248,289	$ 3,556
Fund Balance - Beginning of Year			968,061	
FUND BALANCE - END OF YEAR			$ 1,216,350	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – CAPITAL PROJECTS FUND FLEET EQUIPMENT
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Commercial Revenues	$ -	$ -	$ -	$ -
Total Revenues	-	-	-	-
EXPENDITURES				
Capital Outlay	644,500	677,803	402,321	275,482
Total Expenditures	644,500	677,803	402,321	275,482
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(644,500)	(677,803)	(402,321)	275,482
OTHER FINANCING SOURCES (USES)				
Proceeds from the Sale of Land	54,500	54,500	155,111	100,611
Transfers In	985,400	985,400	925,286	(60,114)
Transfers Out	(75,844)	(75,844)	(75,844)	-
Total Other Financing Sources	964,056	964,056	1,004,553	40,497
NET CHANGE IN FUND BALANCE	$ 319,556	$ 286,253	602,232	$ 315,979
Fund Balance - Beginning of Year			12,824	
FUND BALANCE - END OF YEAR			$ 615,056	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – CAPITAL PROJECTS FUND PUBLIC WORKS BUILDING IMPROVEMENT RESERVE FUNDS
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
EXPENDITURES				
Capital Outlay	$ -	$ 12,126	$ 13,513	$ (1,387)
Total Expenditures	-	12,126	13,513	(1,387)
OTHER FINANCING SOURCES (USES)				
Transfers In	95,158	95,158	95,158	-
NET CHANGE IN FUND BALANCE	$ 95,158	$ 83,032	81,645	$ (1,387)
Fund Balance - Beginning of Year			154,717	
FUND BALANCE - END OF YEAR			$ 236,362	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Commercial Revenues	$ 53,531	$ 53,531	$ 53,531	$ -
Interest Income	-	-	3,774	3,774
Total Revenues	53,531	53,531	57,305	3,774
EXPENDITURES				
Debt Service				
Principal	9,640,981	8,640,841	8,730,001	(89,160)
Interest and Other Fiscal Charges	2,285,641	2,266,279	2,569,605	(303,326)
Total Expenditures	11,926,622	10,907,120	11,299,606	(392,486)
EXCESS OF REVENUES OVER EXPENDITURES	(11,873,091)	(10,853,589)	(11,242,301)	(388,712)
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	-	520,000	520,000
Premium on Long-Term Debt	-	-	158,271	158,271
Transfers In	11,723,092	10,702,090	10,776,165	74,075
Payments to Escrow	-	-	-	-
Total Other Financing Sources	11,723,092	10,702,090	11,454,436	752,346
NET CHANGE IN FUND BALANCE	$ (149,999)	$ (151,499)	212,135	$ 363,634
Fund Balance - Beginning of Year			2,030,945	
FUND BALANCE - END OF YEAR			$ 2,243,080	

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF NET POSITION – PROPRIETARY FUND – INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2022

			Risk Management						
	Fleet Maintenance	Public Works Building	General Liability	Workers Compensation Insurance	Employee Dental Insurance	Employee Health Insurance	Information Systems	Municipal Building Complex	Total Internal Service Funds
CURRENT ASSETS									
Cash and Cash Equivalents	$ 366,513	$ 235,324	$ 3,966,272	$ 606,937	$ 249,448	$ 7,184,353	$ 1,016,353	$ 840,039	$ 14,465,239
Receivables, Net	17,614	-	-	40,000	-	152,356	-	-	209,970
Prepaids and Other Current Assets	238,751	-	-	-	-	-	-	-	238,751
Total Current Assets	622,878	235,324	3,966,272	646,937	249,448	7,336,709	1,016,353	840,039	14,913,960
NONCURRENT ASSETS									
Deposit in Cities and Villages Mutual Insurance Company	-	-	1,184,453	-	-	-	-	-	1,184,453
Capital Assets:									
Land	-	22,617	-	-	-	-	-	-	22,617
Buildings	-	3,644,299	-	-	-	-	-	-	3,644,299
Machinery and Equipment	15,489,183	18,507	-	-	-	-	2,021,672	-	17,529,362
Construction in Progress	-	731,966	-	-	-	-	65,763	-	797,729
Less: Accumulated Depreciation	(11,524,390)	(1,626,530)	-	-	-	-	(1,210,899)	-	(14,361,819)
Total Capital Assets, Net	3,964,793	2,790,859	-	-	-	-	876,536	-	7,632,188
Total Assets	4,587,671	3,026,183	5,150,725	646,937	249,448	7,336,709	1,892,889	840,039	23,730,601
DEFERRED OUTFLOWS OF RESOURCES									
Deferred Amounts Related to Other Postemployment Benefits Obligation	-	-	-	-	-	11,055,689	-	-	11,055,689
CURRENT LIABILITIES									
Accounts Payable	19,646	8,370	356,065	480,344	13	757,351	23,608	11,829	1,657,226
Accrued Liabilities	67,105	-	-	-	-	525	55,430	25,467	148,527
Current Portion of Capital Lease	-	-	-	-	-	-	-	-	-
Current Portion of OPEB Obligation	-	-	-	-	-	3,313,716	-	-	3,313,716
Total Current Liabilities	86,751	8,370	356,065	480,344	13	4,071,592	79,038	37,296	5,119,469
NONCURRENT LIABILITIES									
Net OPEB Obligation	-	-	-	-	-	37,870,887	-	-	37,870,887
Capital Lease	-	-	-	-	-	-	-	-	-
Total Noncurrent Liabilities	-	-	-	-	-	37,870,887	-	-	37,870,887
Total Liabilities	86,751	8,370	356,065	480,344	13	41,942,479	79,038	37,296	42,990,356
DEFERRED INFLOWS OF RESOURCES									
Deferred Amounts Related to Other Postemployment Benefits Obligation	-	-	-	-	-	616,414	-	-	616,414
NET POSITION									
Net Investment in Capital Assets	3,964,793	2,790,859	-	-	-	-	876,536	-	7,632,188
Unrestricted	536,127	226,954	4,794,660	166,593	249,435	(24,166,495)	937,315	802,743	(16,452,668)
Total Net Position	$ 4,500,920	$ 3,017,813	$ 4,794,660	$ 166,593	$ 249,435	$ (24,166,495)	$ 1,813,851	$ 802,743	$ (8,820,480)

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION – PROPRIETARY FUND – INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2022

			Risk Management						
	Fleet Maintenance	Public Works Building	General Liability	Workers Compensation Insurance	Employee Dental Insurance	Employee Health Insurance	Information Systems	Municipal Building Complex	Total Internal Service Funds
OPERATING REVENUES									
Charges for Services and Sales	$ 3,488,638	$ 506,425	$ -	$ -	$ -	$ -	$ 2,275,073	$ 865,753	$ 7,135,889
Intergovernmental Revenues	1	-	-	-	-	-	-	-	1
Other Miscellaneous Revenue	25	2,690	-	-	-	-	-	-	2,715
Other Operating Revenues	-	-	1,368,128	-	10,694	10,770,146	5,529	-	12,154,497
Total Operating Revenues	3,488,664	509,115	1,368,128	-	10,694	10,770,146	2,280,602	865,753	19,293,102
OPERATING EXPENSES									
Operation and Maintenance	2,923,293	425,098	333,725	395,480	1,266	11,565,670	1,713,171	671,627	18,029,330
Depreciation	1,006,572	96,867	-	-	-	-	264,753	-	1,368,192
Total Operating Expenses	3,929,865	521,965	333,725	395,480	1,266	11,565,670	1,977,924	671,627	19,397,522
OPERATING INCOME (LOSS)	(441,201)	(12,850)	1,034,403	(395,480)	9,428	(795,524)	302,678	194,126	(104,420)
NONOPERATING REVENUES (EXPENSES)									
Dividend Income	-	-	38,412	-	-	-	-	-	38,412
Investment Income	-	-	-	-	-	-	-	-	-
Gain (Loss) on Sale or Trade of Assets	(9,897)	-	-	-	-	-	-	-	(9,897)
Other Nonoperating Income	-	-	-	-	-	-	-	-	-
Total Nonoperating Revenues (Expenses)	(9,897)	-	38,412	-	-	-	-	-	28,515
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	(451,098)	(12,850)	1,072,815	(395,480)	9,428	(795,524)	302,678	194,126	(75,905)
Capital Contributions	379,086	722,792	-	-	-	-	18,004	-	1,119,882
Transfers In	100,000	2,500	-	-	-	-	100,000	-	202,500
Transfers Out	(925,286)	(95,159)	(100,000)	-	-	-	(248,288)	(100,000)	(1,468,733)
CHANGES IN NET POSITION	(897,298)	617,283	972,815	(395,480)	9,428	(795,524)	172,394	94,126	(222,256)
Net Position - Beginning of Year	5,398,218	2,400,530	3,821,845	562,073	240,007	(23,370,971)	1,641,457	708,617	(8,598,224)
NET POSITION - END OF YEAR	$ 4,500,920	$ 3,017,813	$ 4,794,660	$ 166,593	$ 249,435	$ (24,166,495)	$ 1,813,851	$ 802,743	$ (8,820,480)

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS – PROPRIETARY FUND – INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2022

			Risk Management						
	Fleet Maintenance	Public Works Building	General Liability	Workers Compensation Insurance	Employee Dental Insurance	Employee Health Insurance	Information Systems	Municipal Building Complex	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES									
Receipts from Customers and Users	$ 26	$ 2,690	$ 1,368,128	$ -	$ 10,694	$ 10,770,146	$ 5,529	$ -	$ 12,157,213
Receipts from Other Funds	3,471,024	510,388	-	-	-	124,687	2,275,073	865,753	7,246,925
Payments to Suppliers	(1,852,477)	(273,033)	(501,427)	(369,683)	(1,253)	(10,581,821)	(1,152,346)	(512,592)	(15,244,632)
Payments to Employees	(1,058,660)	(166,792)	(44,445)	(35,953)	-	(161,964)	(630,694)	(188,312)	(2,286,820)
Net Cash Provided (Used) by Operating Activities	559,913	73,253	822,256	(405,636)	9,441	151,048	497,562	164,849	1,872,686
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES									
Transfers from Other Funds	100,000	2,500	-	-	-	-	100,000	-	202,500
Transfers to Other Funds	(925,286)	(95,159)	(100,000)	-	-	-	(248,288)	(100,000)	(1,468,733)
Net Cash Provided (Used) by Noncapital Financing Activities	(825,286)	(92,659)	(100,000)	-	-	-	(148,288)	(100,000)	(1,266,233)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Acquisition and Construction of Capital Assets	-	-	-	-	-	-	(174,063)	-	(174,063)
Proceeds from Sale of Property, Plant, and Equipment	603	-	-	-	-	-	-	-	603
Net Cash Used by Capital and Related Financing Activities	603	-	-	-	-	-	(174,063)	-	(173,460)
CASH FLOWS FROM INVESTING ACTIVITIES									
Interest and Dividends Received	-	-	38,412	-	-	-	-	-	38,412
Net Cash Provided by Investing Activities	-	-	38,412	-	-	-	-	-	38,412
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(264,770)	(19,406)	760,668	(405,636)	9,441	151,048	175,211	64,849	471,405
Cash and Cash Equivalents - Beginning of Year	631,283	254,730	3,205,604	1,012,573	240,007	7,033,305	841,142	775,190	13,993,834
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 366,513	$ 235,324	$ 3,966,272	$ 606,937	$ 249,448	$ 7,184,353	$ 1,016,353	$ 840,039	$ 14,465,239

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS – PROPRIETARY FUND – INTERNAL SERVICE FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022

			Risk Management						
	Fleet Maintenance	Public Works Building	General Liability	Workers Compensation Insurance	Employee Dental Insurance	Employee Health Insurance	Information Systems	Municipal Building Complex	Total Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES									
Operating Income (Loss)	$ (441,201)	$ (12,850)	$ 1,034,403	$ (395,480)	$ 9,428	$ (795,524)	$ 302,678	$ 194,126	$ (104,420)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:									
Depreciation Expense	1,006,572	96,868	-	-	-	-	264,752	-	1,368,192
(Increase) Decrease:									
Accounts Receivable - Other	(17,614)	3,963	-	-	-	124,687	-	-	111,036
Inventories	1,795	-	-	-	-	-	-	-	1,795
Accounts Payable	4,660	(14,728)	(212,147)	(10,156)	13	24,672	(70,297)	(28,604)	(306,587)
Accrued Liabilities	5,701	-	-	-	-	437	429	(673)	5,894
Net OPEB Liability	-	-	-	-	-	4,739,318	-	-	4,739,318
Deferred Outflows Related to OPEB	-	-	-	-	-	(3,723,955)			(3,723,955)
Deferred Inflows Related to OPEB	-	-	-	-	-	(218,587)	-	-	(218,587)
Total Adjustments	1,001,114	86,103	(212,147)	(10,156)	13	946,572	194,884	(29,277)	1,977,106
Net Cash Provided (Used) by Operating Activities	$ 559,913	$ 73,253	$ 822,256	$ (405,636)	$ 9,441	$ 151,048	$ 497,562	$ 164,849	$ 1,872,686
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES									
Capital Assets Contributed by City of Wauwatosa	$ 379,086	$ 722,792	$ -	$ -	$ -	$ -	$ 18,004	$ -	$ 1,119,882

CITY OF WAUWATOSA, WISCONSIN
COMBINING SCHEDULE OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS
DECEMBER 31, 2022

	Private Purpose Trust Funds								Custodial Fund	
	Firemen's Special Endowment Fund	Hart Park Senior Center	Bachman Flag Account	Land Conservation Account	Automated License Plate Reader	Cemetery Perpetual Care Trust Account	Library Trust	Total	Subsequent Year's Tax Roll Collections	Total
ASSETS										
Cash and Investments	$ 11,487	$ 44,635	$ 691	$ 187,770	$ 8,951	$ 16,764	$ 326,911	$ 597,209	$ 45,922,324	$ 45,922,324
Taxes Receivable	-	-	-	-	-	-	-	-	65,047,228	65,047,228
Total Assets	11,487	44,635	691	187,770	8,951	16,764	326,911	597,209	110,969,552	110,969,552
LIABILITIES										
Special Deposits	-	-	-	-	-	-	-	-	-	-
Due to Other Taxing Units	-	-	-	-	-	-	-	-	45,922,324	45,922,324
Total Liabilities	-	-	-	-	-	-	-	-	45,922,324	45,922,324
DEFERRED INFLOWS										
Tax Levy	-	-	-	-	-	-	-	-	65,047,228	65,047,228
NET POSITION - RESTRICTED	$ 11,487	$ 44,635	$ 691	$ 187,770	$ 8,951	$ 16,764	$ 326,911	$ 597,209	$ -	$ -

CITY OF WAUWATOSA, WISCONSIN
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION – FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2022

	Private Purpose Trust Funds								Custodial Fund	
	Firemen's Special Endowment Fund	Hart Park Senior Center	Bachman Flag Account	Land Conservation Account	Automated License Plate Reader	Cemetery Perpetual Care Trust Account	Library Trust	Total	Subsequent Year's Tax Roll Collections	Total
ADDITIONS										
Contributions	$ 44	$ -	$ 466	$ -	$ 12,000	$ 3,600	$ 30,989	$ 47,099	$ -	$ -
Deposit receipts	-	-	-	-	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	5,147	5,147	-	-
Tax Collections	-	-	-	-	-	-	-	-	82,918,669	82,918,669
Total Additions	44	-	466	-	12,000	3,600	36,136	52,246	82,918,669	82,918,669
DEDUCTIONS										
Endowment Payments	-	-	466	25	18,753	20,000	63,880	103,124	-	-
Deposit returns	-	-	-	-	-	-	-	-	-	-
Payments to Other Governments	-	-	-	-	-	-	-	-	82,918,669	82,918,669
Total Deductions	-	-	466	25	18,753	20,000	63,880	103,124	82,918,669	82,918,669
CHANGES IN NET POSITION	44	-	-	(25)	(6,753)	(16,400)	(27,744)	(50,878)	-	-
Net Position - Beginning of Year	11,443	44,635	691	187,795	15,704	33,164	354,655	648,087	-	-
NET POSITION - END OF YEAR	$ 11,487	$ 44,635	$ 691	$ 187,770	$ 8,951	$ 16,764	$ 326,911	$ 597,209	$ -	$ -

CITY OF WAUWATOSA, WISCONSIN
COMBINING SCHEDULE OF TAX INCREMENTAL DISTRICTS SUMMARY OF PROJECT COSTS, PROJECT REVENUES, AND NET COST TO BE RECOVERED THROUGH TAX INCREMENTS
YEAR ENDED DECEMBER 31, 2022

	TID NO. 6	TID NO. 7	TID NO. 8	TID NO. 9	TID NO. 10	TID NO. 11	TID NO. 12	TID NO. 13	TID NO. 14	Total
PROJECT COSTS										
Capital Expenditures	$ (5,090)	$ 15,167	$ 1,124	$ -	$ 234,391	$ -	$ 234,391	$ -	$ -	$ 479,983
Administration	19,144	15,350	86,490	5,645	2,846	15,104	5,645	2,650	1,196	152,874
Interest and Fiscal Charges	534,857	466,485	-	7,063	-	77,713	-	-	-	1,086,118
Professional Services	5,258	1,000	57,794	-	23,190	190,756	-	7,296	68,999	285,294
Debt Issuance Costs	94,829	-	-	-	-	-	-	-	-	94,829
Housing and Community Development	-	-	-	-	-	-	-	-	-	-
Developers Grants and Incentive	11,790,824	171,569	-	-	-	-	-	-	-	11,962,393
Economic Development Incentive	1,392,428	-	2,291,957	-	-	-	-	-	-	3,684,385
Distribution to Other Taxing Jurisdictions	-	-	-	-	-	-	-	-	-	-
Total Project Costs	13,832,250	669,571	2,437,365	12,708	260,427	283,573	240,036	9,946	70,195	17,816,071
PROJECT REVENUES										
Tax Increments	2,548,164	3,162,956	768,626	267,782	758,027	752,267	514,867	3,630	-	8,776,319
Omitted Taxes	71,775	13,649	881	-	-	3,192	649	-	-	90,146
Investment Income	54,827	22,655	30,463	1,143	5,417	3,133	11	-	-	117,649
Premium on Long-Term Debt	-	-	-	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-	-	-	-
Exempt Computer Aid	4,097	14,461	1,305	249	-	2,383	-	-	-	22,495
Personal Property Aid	-	66,917	5,301	-	-	7,217	-	-	-	79,435
Developer Fees	-	-	-	-	-	-	-	-	-	-
Sale of Land	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenue	-	10,000	-	-	-	-	-	10,000	10,000	30,000
Total Project Revenues	2,678,863	3,290,638	806,576	269,174	763,444	768,192	515,527	13,630	10,000	9,116,044
NET COST RECOVERABLE THROUGH TIF INCREMENTS - DECEMBER 31, 2021	$(11,153,387)	$ 2,621,067	$ (1,630,789)	$ 256,466	$ 503,017	$ 484,619	$ 275,491	$ 3,684	$ (60,195)	$ (8,639,832)

This schedule was prepared from data recorded in the following funds of the City:

- Tax Incremental District Special Revenue Fund
- Redevelopment Authority Lease Revenue Bond Capital Projects Fund
- Debt Service Fund
- General Obligation Debt Issue Capital Projects Fund

The data was consolidated for purposes of this schedule and, therefore, amounts shown will not directly correlate with the amounts shown in the financial statements.

CITY OF WAUWATOSA, WISCONSIN
COMBINING SCHEDULE OF TAX INCREMENTAL DISTRICTS HISTORICAL SUMMARY OF PROJECT COSTS, PROJECT REVENUES, AND NET COST TO BE RECOVERED THROUGH TAX INCREMENTS FROM DATE OF CREATION THROUGH DECEMBER 31, 2022

	TID NO. 6	TID NO. 7	TID NO. 8	TID NO. 9	TID NO. 10	TID NO. 11	TID NO. 12	TID NO. 13	TID NO. 14	Total
PROJECT COSTS										
Capital Expenditures	$ 20,356,720	$ 16,739,749	$ 2,197,167	$ 415,759	$ 322,587	$ 2,765,768	$ 234,391	$ -	$ -	$ 43,032,141
Administration	209,865	149,774	134,709	31,204	33,118	128,217	42,027	5,300	1,196	735,410
Interest and Fiscal Charges	3,165,654	3,609,670	-	65,939	-	479,964	-	-	-	7,321,227
Housing and Community Development	-	-	-	-	-	-	11,836	-	-	11,836
Professional Services	103,153	33,722	83,523	6,981	29,469	223,163	37,577	23,996	68,999	610,583
Debt Issuance Costs	94,829	73,836	-	-	-	-	-	-	-	168,665
Developers Grants and Incentive	16,290,824	17,163,302	3,146,814	1,994,000	4,500,000	5,364,769	14,239,846	1,998,589	-	64,698,144
Economic Development Incentive	1,392,428	-	2,291,957	-	-	-	-	-	-	3,684,385
Distribution to Other Taxing Jurisdictions	-	-	-	-	-	-	-	-	-	-
Total Project Costs	41,613,473	37,770,053	7,854,170	2,513,883	4,885,174	8,961,881	14,565,677	2,027,885	70,195	120,262,391
PROJECT REVENUES										
Tax Increments	16,238,424	19,044,897	3,681,910	1,058,689	3,720,769	2,988,706	810,312	3,630	-	47,547,337
Omitted Taxes	71,775	13,649	881	-	-	3,192	649	-	-	90,146
Investment Income	221,313	273,249	145,758	4,447	25,801	11,714	11	-	-	682,293
Premium on Long-Term Debt	263,126	244,216	-	10,147	-	68,532	-	-	-	586,021
Grants	5,408,646	395,169	-	-	-	-	-	-	-	5,803,815
Exempt Computer Aid	29,686	96,702	9,218	1,479	-	14,152	-	-	-	151,237
Personal Property Aid	14,233	183,749	15,903	-	2,770	21,651	-	-	-	238,306
Developer Fees	68,903	27,880	28,845	10,621	20,318	20,000	10,000	-	-	186,567
Sale of Land	-	-	-	-	-	-	-	-	-	-
Distribution from Terminated TID	-	-	2,725,777	-	-	-	-	-	-	2,725,777
Miscellaneous Revenue	10,000	10,769	10,000	-	-	-	-	10,000	10,000	50,769
Total Project Revenues	22,326,106	20,290,280	6,618,292	1,085,383	3,769,658	3,127,947	820,972	13,630	10,000	58,062,268
NET COST RECOVERABLE THROUGH TIF INCREMENTS - DECEMBER 31, 2021	$ (19,287,367)	$ (17,479,773)	$ (1,235,878)	$ (1,428,500)	#########	$ (5,833,934)	$ (13,744,705)	$ (2,014,255)	$ (60,195)	$ (62,200,123)

This schedule was prepared from data recorded in the following funds of the City:

- Tax Incremental District Special Revenue Fund
- Redevelopment Authority Lease Revenue Bond Capital Projects Fund
- Debt Service Fund
- General Obligation Debt Issue Capital Projects Fund

The data was consolidated for purposes of this schedule and, therefore, amounts shown will not directly correlate with the amounts shown in the financial statements.

CITY OF WAUWATOSA, WISCONSIN
COMBINING SCHEDULE OF TAX INCREMENTAL DISTRICTS SUMMARY OF SOURCES, USES, AND STATUS OF FUNDS
YEAR ENDED DECEMBER 31, 2022

	TID NO. 6	TID NO. 7	TID NO. 8	TID NO. 9	TID NO. 10	TID NO. 11	TID NO. 12	TID NO. 13	TID NO. 14	Total
SOURCES OF FUNDS										
Tax Increments	$ 2,548,164	$ 3,162,956	$ 768,626	$ 267,782	$ 758,027	$ 752,267	$ 514,867	$ 3,630	$ -	$ 8,776,319
Omitted Taxes	71,775	13,649	881	-	-	3,192	649	-	-	90,146
Investment Income	54,827	22,655	30,463	1,143	5,417	3,133	11	-	-	117,649
Long-Term Debt Issued	12,030,000	-	-	-	-	-	-	-	-	12,030,000
Premium on Long-Term Debt	-	-	-	-	-	-	-	-	-	-
Municipal Revenue Obligations	-	-	1,535,957	-	-	-	-	-	-	1,535,957
Grants	-	-	-	-	-	-	-	-	-	-
Exempt Computer Aid	4,097	14,461	1,305	249	-	2,383	-	-	-	22,495
Personal Property Aid	-	66,917	5,301	-	-	7,217	-	-	-	79,435
Developer Fees	-	-	-	-	-	-	-	-	-	-
Sale of Land	-	-	-	-	-	-	-	-	-	-
Distribution from Terminated TID	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	10,000	-	-	-	-	-	10,000	10,000	30,000
Internal Transfers	-	-	-	-	-	-	-	-	-	-
Total Sources of Funds	14,708,863	3,290,638	2,342,533	269,174	763,444	768,192	515,527	13,630	10,000	22,682,001
USES OF FUNDS										
Capital Expenditures	(5,090)	15,167	1,124	-	234,391	-	234,391	-	-	479,983
Administration	19,144	15,350	86,490	5,645	2,846	15,104	5,645	2,650	1,196	154,070
Interest on Long-Term Debt	534,857	466,485	-	7,063	-	77,713	-	-	-	1,086,118
Principal on Long-Term Debt	675,000	1,610,000	-	50,000	-	55,000	-	-	-	2,390,000
Principal on Municipal Revenue Obligation	399,524	502,622	76,672	178,271	610,872	408,352	427,252	-	-	2,603,565
Housing and Community Development	-	-	-	-	-	-	-	-	-	-
Developers Grants and Incentive	11,790,824	171,569	-	-	-	-	-	-	-	11,962,393
Economic Develpoment Incentive	1,392,428	-	2,291,957	-	-	-	-	-	-	3,684,385
Professional Services	5,258	1,000	57,794	-	23,190	190,756	-	7,296	68,999	354,293
Debt Issuance Costs	94,829	-	-	-	-	-	-	-	-	94,829
Distribution to Other Taxing Jurisdictions	-	-	-	-	-	-	-	-	-	-
Total Uses of Funds	14,906,774	2,782,193	2,514,037	240,979	871,299	746,925	667,288	9,946	70,195	22,809,636
NET CHANGE IN FUND BALANCE	(197,911)	508,445	(171,504)	28,195	(107,855)	21,267	(151,761)	3,684	(60,195)	(127,635)
Beginning Fund Balance	2,758,386	(2,066,144)	2,041,725	(2,156)	435,855	(60,823)	(631,589)	(19,350)	-	2,455,904
ENDING FUND BALANCE	$ 2,560,475	$ (1,557,699)	$ 1,870,221	$ 26,039	$ 328,000	$ (39,556)	$ (783,350)	$ (15,666)	$ (60,195)	$ 2,328,269

This schedule was prepared from data recorded in the following funds of the City:
- Tax Incremental District Special Revenue Fund
- Redevelopment Authority Lease Revenue Bond Capital Projects Fund
- Debt Service Fund
- General Obligation Debt Issue Capital Projects Fund

COMBINING SCHEDULE OF TAX INCREMENTAL DISTRICTS HISTORICAL SUMMARY OF SOURCES, USES, AND STATUS OF FUNDS
FROM DATE OF CREATION THROUGH DECEMBER 31, 2022

	TID NO. 6	TID NO. 7	TID NO. 8	TID NO. 9	TID NO. 10	TID NO. 11	TID NO. 12	TID NO. 13	TID NO. 14	Total
SOURCES OF FUNDS										
Tax Increments	$ 16,238,424	$ 19,044,897	$ 3,681,910	$ 1,058,689	$ 3,720,769	$ 2,988,706	$ 810,312	$ 3,630	$ -	$ 47,547,337
Omitted Taxes	71,775	13,649	881	-	-	3,192	649	-	-	90,146
Investment Income	221,313	273,249	145,758	4,447	25,801	11,714	11	-	-	682,293
Long-Term Debt Issued	24,033,815	19,630,000	-	425,000	-	2,295,000	-	-	-	46,383,815
Municipal Revenue Obligations Issued	4,500,000	6,979,218	4,682,771	1,994,000	4,500,000	6,289,096	13,843,674	1,998,589	-	44,787,348
Premium on Long-Term Debt	263,126	244,216	-	10,147	-	68,532	-	-	-	586,021
Grants	5,408,646	395,169	-	-	-	-	-	-	-	5,803,815
Exempt Computer Aid	29,686	96,702	9,218	1,479	-	14,152	-	-	-	151,237
Personal Property Aid	14,233	183,749	15,903	-	2,770	21,651	-	-	-	238,306
Developer Fees	68,903	27,880	28,845	10,621	20,318	20,000	10,000	-	-	186,567
Sale of Land	-	-	-	-	-	-	-	-	-	-
Distribution from Terminated TID	-	-	2,725,777	-	-	-	-	-	-	2,725,777
Miscellaneous Revenues	10,000	10,769	10,000	-	-	-	-	10,000	10,000	50,769
Total Sources of Funds	50,859,921	46,899,498	11,301,063	3,504,383	8,269,658	11,712,043	14,664,646	2,012,219	10,000	149,233,431
USES OF FUNDS										
Capital Expenditures	20,356,720	16,739,749	2,197,167	415,759	322,587	2,765,768	234,391	-	-	43,032,141
Administration	209,865	149,774	134,709	31,204	33,118	128,217	42,027	5,300	1,196	735,410
Interest on Long-Term Debt	3,165,654	3,609,670	-	65,939	-	479,964	-	-	-	7,321,227
Principal on Long-Term Debt	4,128,815	8,845,000	-	225,000	-	155,000	-	-	-	13,353,815
Principal on Municipal Revenue Obligation	2,557,158	1,842,144	1,576,672	739,461	3,056,484	2,634,718	882,319	-	-	13,288,956
Housing and Community Development	-	-	-	-	-	-	11,836	-	-	11,836
Developers Grants and Incentive	16,290,824	17,163,302	3,146,814	1,994,000	4,500,000	5,364,769	14,239,846	1,998,589	-	64,698,144
Economic Development Incentive	1,392,428	-	2,291,957	-	-	-	-	-	-	3,684,385
Professional Services	103,153	33,722	83,523	6,981	29,469	223,163	37,577	23,996	68,999	610,583
Debt Issuance Costs	94,829	73,836	-	-	-	-	-	-	-	168,665
Distribution to Other Taxing Jurisdictions	-	-	-	-	-	-	-	-	-	-
Total Uses of Funds	48,299,446	48,457,197	9,430,842	3,478,344	7,941,658	11,751,599	15,447,996	2,027,885	70,195	146,905,162
NET CHANGE IN FUND BALANCE	2,560,475	(1,557,699)	1,870,221	26,039	328,000	(39,556)	(783,350)	(15,666)	(60,195)	2,328,269
Beginning Fund Balance	-	-	-	-	-	-	-	-	-	-
ENDING FUND BALANCE	$ 2,560,475	$ (1,557,699)	$ 1,870,221	$ 26,039	$ 328,000	$ (39,556)	$ (783,350)	$ (15,666)	$ (60,195)	$ 2,328,269
RECONCILIATION OF RECOVERABLE COSTS										
Fund Balance	$ 2,560,475	$ (1,557,699)	$ 1,870,221	$ 26,039	$ 328,000	$ (39,556)	$ (783,350)	$ (15,666)	$ (60,195)	$ 2,328,269
Principal Balance of Outstanding Long-Term Debt	(19,905,000)	(10,785,000)	-	(200,000)	-	(2,140,000)	-	-	-	(33,030,000)
Principal Balance of Municipal Revenue Obligation	(1,942,842)	(5,137,074)	(3,106,099)	(1,254,539)	(1,443,516)	(3,654,378)	(12,961,355)	(1,998,589)	-	(31,498,392)
NET COST RECOVERABLE THROUGH TIF INCREMENTS - DECEMBER 31, 2022	$ (19,287,367)	$ (17,479,773)	$ (1,235,878)	$ (1,428,500)	$ (1,115,516)	$ (5,833,934)	$ (13,744,705)	$ (2,014,255)	$ (60,195)	$ (62,200,123)

This schedule was prepared from data recorded in the following funds of the City:

Tax Incremental District Special Revenue Fund
Redevelopment Authority Lease Revenue Bond Capital Projects Fund
Debt Service Fund
General Obligation Debt Issue Capital Projects Fund

The data was consolidated for purposes of this schedule and, therefore, amounts shown will not directly correlate with the amounts shown in the financial statements.

STATISTICAL SECTION

STATISTICAL SECTION

This part of City of Wauwatosa, Wisconsin's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

FINANCIAL TRENDS – TABLES 1-4

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

REVENUE CAPACITY – TABLES 5-8

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

DEBT CAPACITY – TABLES 9-13

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt as well as the City's ability to issue additional debt in the future.

DEMOGRAPHIC AND ECONOMIC INFORMATION – TABLES 14-15

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

OPERATING INFORMATION – TABLES 16-18

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides.

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City of Wauwatosa

Table 1

Net Position By Component

For the fiscal years ended December 31, 2013 through 2022

	Fiscal Year									
	2022	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**
Governmental activities:										
Net investment in capital assets (1)	$ 81,468,864	$ 84,083,817	$ 80,430,351	$ 78,068,460	75,671,459	71,678,472	63,495,055	66,023,354	57,512,246	64,419,399
Restricted for Debt service	4,257,698	4,221,011	2,774,989	3,345,777	2,802,181	1,322,268	1,830,471	2,884,861	27,481,090	17,395,491
Restricted for Pension Obligations	24,315,692	18,715,400	9,342,193	-	-	-	-	-	-	-
Restricted for Other	3,328,626	1,449,909	1,290,585	1,880,155	9,747,280			6,695,015		
Unrestricted	(48,830,980)	(41,615,879)	(41,068,856)	(35,363,243)	(43,703,643)	(14,739,725)	(8,131,737)	(18,138,426)	(19,136,845)	(23,244,368)
Total governmental activities net position	64,539,900	66,854,258	52,769,262	47,931,149	44,517,277	58,261,015	57,193,789	57,464,804	65,856,491	58,570,522
Business-type activities:										
Net investment in capital assets	$ 122,510,909	$ 115,382,146	$ 107,678,583	$ 103,980,785	98,721,747	95,399,607	87,065,505	87,876,117	79,309,166	71,559,243
Restricted	2,536,950	2,470,502	2,682,822	2,439,771	3,250,121	2,344,924	2,242,818	2,007,667	621,020	440,543
Unrestricted	23,269,709	20,762,167	20,919,408	18,581,015	16,496,939	14,130,373	11,193,033	3,149,870	7,680,686	12,854,297
Total business-type activities net position	148,317,568	138,614,815	131,280,813	125,001,571	118,468,807	111,874,904	100,501,356	93,033,654	87,610,872	84,854,083
Primary government:										
Net investment in capital assets	$ 203,979,773	$ 199,465,963	$ 188,108,934	$ 182,049,245	174,393,206	167,078,079	150,560,560	153,899,471	136,821,412	135,978,642
Restricted	34,438,966	26,856,822	16,090,589	7,665,703	15,799,582	3,667,192	4,073,289	11,587,543	28,102,110	17,836,034
Unrestricted	(25,561,271)	(20,853,712)	(20,149,448)	(16,782,228)	(27,206,704)	(609,352)	3,061,296	(14,988,556)	(11,456,159)	(10,390,071)
Total primary government net position	212,857,468	205,469,073	184,050,075	172,932,720	162,986,084	170,135,919	157,695,145	150,498,458	153,467,363	143,424,605

Notes **(1)** The governmental activities net investment in capital assets noted above may exclude long-term debt that was used to purchase capital assets of the business-type activities. The total government-wide net investment in capital assets, net of related debt include this amount as capital related debt.

City of Wauwatosa Table 2

Changes In Net Position

For the fiscal years ended December 31, 2013 through 2022

(accrual basis of accounting)

	Fiscal Year									
	2022	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**
Expenses:										
Governmental activities:										
General government	6,531,057	$ 5,685,130	7,164,893	6,272,588	6,139,403	7,005,559	6,197,443	5,598,808	6,859,099	5,232,823
Public Safety[2]	34,117,902	31,540,033	35,427,795	35,575,170	32,518,369	33,938,926	32,359,435	30,656,837	29,206,942	32,035,870
Public Works[1]	12,727,159	11,222,071	-	-	-	-	-	-	-	-
Health and sanitation[1,3]	-	-	4,450,891	3,721,988	3,587,126	3,671,541	3,342,039	3,410,386	3,631,064	3,919,856
Health and Human Services[3]	2,131,298	1,925,529	-	-	-	-	-	-	-	-
Highway and transportation[1]	-	-	8,946,980	9,407,174	8,546,258	8,697,116	7,864,442	8,265,216	7,504,667	8,679,402
Education and recreation[4]	4,417,116	4,866,207	5,483,835	5,410,011	5,114,314	5,064,666	4,577,202	4,213,631	4,237,835	4,816,367
Conservation and development	20,807,753	7,888,323	6,901,640	7,679,792	18,152,760	10,014,449	12,192,824	34,709,930	6,641,624	8,915,617
Culture[4]	739,012	525,739	-	-	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	-	-	-	392,257
Interest and Fiscal Charges	2,626,021	1,418,233	2,881,250	2,410,723	2,204,069	1,909,106	1,971,394	1,614,875	1,979,079	1,891,502
Loss on Sale of Capital Assets	-	-	-	61,014	-	-	-	-	-	-
Total gov't activities expenses	84,097,318	65,071,265	71,257,284	70,538,460	76,262,299	70,301,363	68,504,779	88,469,683	60,060,310	65,883,694
Business-type activities:										
Water utility	8,180,509	$ 8,022,389	7,491,489	7,483,395	7,521,107	7,122,106	7,134,052	6,731,221	7,075,139	6,262,927
Redevelopment Authority	-	-	-	-	-	-	-	-	-	-
Sanitary Sewer	7,544,096	7,361,283	7,573,712	7,203,239	6,799,993	6,467,574	6,245,363	6,899,271	6,040,772	5,412,934
Storm Water Management	3,237,719	2,868,537	2,738,888	2,733,658	2,648,156	2,437,468	2,223,770	2,234,739	2,121,690	2,111,893
	18,962,324	18,252,209	17,804,089	17,420,292	16,969,256	16,027,148	15,603,185	15,865,231	15,237,601	13,787,754
Total primary government expenses	103,059,642	$ 83,323,474	89,061,373	87,958,752	93,231,555	86,328,511	84,107,964	104,334,914	75,297,911	79,671,448
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	1,346,660	$ 1,291,206	1,300,498	1,253,033	1,254,496	1,172,285	1,269,331	1,242,819	1,220,034	1,216,109
Public Safety[2]	8,381,774	7,053,368	6,276,285	4,913,925	4,537,538	4,631,603	4,997,841	4,809,301	4,150,664	4,261,916
Public Works[1]	203,293	157,456	-	-	-	-	-	-	-	-
Health and sanitation[1,3]	-	-	140,173	201,625	191,648	171,028	153,304	144,120	191,998	191,010
Health and Human Services[3]	1,587,694	1,586,335	-	-	-	-	-	-	-	-
Highway and transportation	-	-	565,168	102,344	298,666	148,409	435,494	213,159	249,716	256,095
Education and recreation	662,321	733,724	444,993	758,690	745,415	565,162	523,777	468,652	520,639	500,162
Conservation and development	126,968	221,717	1,800	69,848	16,998	70,968	86,305	84,084	47,144	40,593
Operating grants and contributions	8,646,028	7,976,625	6,344,704	3,589,291	3,207,335	3,075,840	4,275,608	3,521,416	3,503,698	4,122,070
Capital grants and contributions	1,008,762	-	-	3,651,075	3,649,928	10,456,801	9,056,914	4,802,639	4,528,057	4,552,526
Total governmental activities	21,963,500	19,020,431	15,073,621	14,539,831	13,902,024	20,292,096	20,798,574	15,286,190	14,411,950	15,140,481

[1] *"Public Works" reclassified from "Health and Sanitation" and "Highway and transportation"*

[2] *Renamed "Public Safety" from "Protections of Persons and Property"*

[3] *"Health and Sanitation" split into "Health and Human Services" and "Public Works"*

[4] *"Culture" previously part of "Education and Recreation"*

All above changes made to conform with required state reporting categories

City of Wauwatosa

Table 2

Changes In Net Position

For the fiscal years ended December 31, 2013 through 2022

(accrual basis of accounting)

	Fiscal Year										
	2022		**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**
Business-type activities:											
Charges for services:											
Water utility	9,593,548	$	9,543,550	9,184,878	8,916,055	9,157,995	9,155,224	7,913,767	7,629,639	7,232,570	7,078,366
Redevelopment Authority	-		-	-	-	-	-	-	-	-	-
Sanitary Sewer	10,681,735		10,326,966	9,573,553	10,045,501	10,194,937	9,010,959	9,305,133	8,039,368	8,001,660	7,146,181
Storm Water Management	6,013,661		6,498,765	5,674,462	5,418,166	5,144,892	4,825,984	4,367,646	3,911,945	3,372,699	2,879,393
Operating Grants and Contributions	452,340		-	499,787	-	-	-	-	-	-	-
Capital grants and contributions	999,146		235,078	87,880	103,752	641,190	4,313,708	1,115,691	1,151,631	216,219	225,813
Total business-type activities	27,740,430		26,604,359	25,020,560	24,483,474	25,139,014	27,305,875	22,702,237	20,732,583	18,823,148	17,329,753
Total primary government	49,703,930	$	45,624,790	40,094,181	39,023,305	39,041,038	47,597,971	43,500,811	36,018,773	33,235,098	32,470,234
Net (Expense)/Revenue											
Governmental activities	(62,133,818)	$	(46,050,834)	(56,183,663)	(55,998,629)	(62,360,275)	(50,009,267)	(47,706,205)	(73,183,493)	(45,648,360)	(50,743,213)
Business-type activities	8,778,106		8,352,150	7,216,471	7,063,182	8,169,758	11,278,727	7,099,052	4,867,352	3,585,547	3,541,999
Total primary Government net (expense)/revenue	(53,355,712)	$	(37,698,684)	(48,967,192)	(48,935,447)	(54,190,517)	(38,730,540)	(40,607,153)	(68,316,141)	(42,062,813)	(47,201,214)
General Revenues and Other Changes in Net Assets:											
Governmental activities											
Taxes:											
Property taxes, levied for general purposes	48,884,605	$	45,905,597	44,547,725	42,856,709	42,064,888	41,314,399	36,285,018	35,328,571	34,522,989	34,255,378
Property taxes, levied for debt service (1)	-		-	-	-	-	-	3,867,876	3,882,321	3,493,931	2,776,684
Property taxes, levied for TIF	8,866,465		7,820,859	9,091,431	7,584,818	6,512,214	4,343,206	2,563,673	6,269,468	7,736,036	6,678,903
Other taxes	2,256,530		1,856,514	1,151,892	2,231,350	2,073,728	1,966,144	1,514,953	1,552,948	1,875,735	1,474,509
Intergovernmental revenues not restricted to specific programs	3,051,734		3,134,957	2,950,584	2,864,581	2,672,403	2,631,583	2,925,602	3,569,706	3,392,712	2,617,256
Investment Income	(2,946,092)		135,734	2,197,727	2,748,815	1,415,384	692,056	603,777	558,497	1,047,731	104,428
Miscellaneous	-		-	-	-	-	-	-	-	-	-
Gain on sale of capital assets	79,658		248,681	-	-	(17,863)	88,579	-	-	26,572	-
Transfers	(373,440)		1,033,488	1,082,417	1,126,228	977,827	40,526	(325,709)	(7,593)	838,623	(3,282,005)
Total governmental activities	59,819,460		60,135,830	61,021,776	59,412,501	55,698,581	51,076,493	47,435,190	51,153,918	52,934,329	44,625,153

Notes **(1)** Starting in fiscal year 2017, property taxes levied for debt service and general purpose were reported combined.

City of Wauwatosa

Table 2

Changes In Net Position

For the fiscal years ended December 31, 2013 through 2022

(accrual basis of accounting)

	Fiscal Year										
	2022		2021	2020	2019	2018	2017	2016	2015	2014	2013
General Revenues and Other Changes in Net Assets:											
Business-type activities											
Investment Income	551,207	$	15,340	145,188	595,810	362,293	135,347	42,941	12,068	9,865	25,137
Miscellaneous	-		-	-	-	-	-	-	-	-	-
Transfers	373,440		(1,033,488)	(1,082,417)	(1,126,228)	(977,827)	(40,526)	325,709	7,593	(838,623)	3,282,005
Total business-type activities	924,647		(1,018,148)	(937,229)	(530,418)	(615,534)	94,821	368,650	19,661	(828,758)	3,307,142
Total primary government	60,744,107	$	59,117,682	60,084,547	58,882,083	55,083,047	51,171,314	47,803,840	51,173,579	52,105,571	47,932,295
Change in Net Position											
Governmental activities	(2,314,358)	$	14,084,996	4,838,113	3,413,872	(6,661,694)	1,067,226	(271,015)	(22,029,575)	7,285,969	(6,118,060)
Business-type activities	9,702,753		7,334,002	6,279,242	6,532,764	7,554,224	11,373,548	7,467,702	4,887,013	2,756,789	6,849,141
Total primary government	7,388,395	$	21,418,998	11,117,355	9,946,636	892,530	12,440,774	7,196,687	(17,142,562)	10,042,758	731,081

City of Wauwatosa

Table 3

Fund Balances, Governmental Funds

For the fiscal years ended December 31, 2013 through 2022

(modified accrual basis of accounting)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Fund:										
Nonspendable	1,423,769	1,524,940	1,759,065	2,013,983	2,196,675	2,338,243	2,521,308	2,071,864	5,608,760	5,621,848
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	242,849
Assigned	2,397,312	2,280,409	1,221,928	2,278,848	1,954,342	2,160,016	2,346,541	1,978,281	2,284,846	2,302,959
Unassigned	18,423,450	21,359,844	22,058,437	20,657,248	19,164,364	18,262,288	17,567,603	16,571,597	12,032,385	10,898,577
Total general fund	22,244,531	25,165,193	25,039,430	24,950,079	23,315,381	22,760,547	22,435,452	20,621,742	19,925,991	19,066,233
All Other Governmental Funds:										
Nonspendable	1,189,365	57,178	1,125,800	-	-	-	499,985	1,053,294	1,800	59,629
Restricted	15,774,654	11,976,486	9,945,158	11,130,802	13,159,357	6,874,203	5,595,822	12,617,348	27,811,038	17,596,944
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	12,754,973	8,351,037	6,111,812	9,218,862	9,655,464	9,558,658	8,787,327	5,177,695	1,140,435	997,713
Unassigned	(6,936)	(5,560)	(107,728)	(15,313)	(7,948)	(2,422)	-	-	-	-
Total all other governmental funds	29,712,056	20,379,141	17,075,042	20,334,351	22,806,873	16,430,439	14,883,134	18,848,337	28,953,273	18,654,286
Total all governmental funds	51,956,587 $	45,544,334	42,114,472	45,284,430	46,122,254	39,190,986	37,318,586	39,470,079	48,879,264	37,720,519

City of Wauwatosa

Table 4

Change in Fund Balances, Governmental Funds

For the fiscal years ended December 31, 2013 through 2022

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenues:										
Taxes	60,007,600	$ 55,582,970	54,791,048	52,664,418	50,631,278	47,358,607	44,237,021	47,003,285	47,232,813	45,185,474
Intergovernmental revenues	11,791,415	10,875,201	9,412,509	7,517,086	6,753,492	6,647,919	7,971,623	8,326,309	8,879,865	9,137,594
Licenses & permits	2,486,396	1,768,838	1,611,120	2,034,338	1,579,421	1,923,852	2,185,359	2,178,435	2,068,477	1,719,500
Penalties and forfeitures	692,853	812,623	838,535	1,185,793	1,194,649	1,064,340	1,086,121	1,031,435	994,421	1,080,323
Public improvement revenues	791,958	940,599	660,490	814,622	918,509	751,516	1,149,039	505,954	687,535	405,240
Public charges for services	5,605,642	5,137,400	3,599,938	3,898,546	3,872,816	3,771,347	3,923,831	3,715,345	3,263,154	3,790,087
Intergovernmental charges for services	1,841,675	1,766,190	1,749,411	1,677,556	1,663,509	1,595,442	1,553,480	1,581,449	1,596,756	1,568,660
Commercial revenues	(2,289,253)	696,701	2,619,542	3,222,181	1,801,643	1,115,087	1,608,196	2,058,879	1,362,185	527,909
Total revenues	80,928,286	77,580,522	75,282,593	73,014,540	68,415,317	64,228,110	63,714,670	66,401,091	66,085,206	63,414,787
Expenditures:										
Current										
General government	6,749,128	$ 5,904,139	6,337,936	6,054,720	6,353,838	6,700,779	6,086,548	5,624,297	5,823,484	4,785,158
Public Safety[2]	36,990,837	34,737,094	34,270,255	33,048,909	32,136,484	30,957,890	30,275,241	28,998,448	28,361,225	29,143,209
Public Works[1]	7,299,695	7,060,021	-	-	-	-	-	-	-	-
Health and sanitation[1,3]			4,475,507	3,706,173	3,689,989	3,599,464	3,352,250	3,413,231	3,627,241	3,741,837
Health and Human Services[3]	2,224,814	2,011,763	-	-	-	-	-	-	-	-
Highway and transportation[1]			5,008,029	4,941,416	4,414,178	4,285,759	4,505,666	4,562,105	4,920,058	5,383,042
Education and recreation	3,884,301	4,008,455	4,782,962	4,600,308	4,483,213	4,276,162	3,986,714	3,748,216	3,746,824	4,166,067
Conservation and development	9,102,625	8,037,795	6,897,112	7,545,503	17,846,035	9,487,886	11,446,539	34,275,579	6,322,366	7,556,660
Culture[4]	750,884	656,893	-	-	-	-	-	-	-	-
Unclassified			333,949	71,408	148,437	185,860	419,956	407,231	383,261	392,257
Debt service										
Principal	11,333,566	11,173,305	11,579,268	9,422,616	7,975,397	6,785,990	5,544,897	26,504,637	8,137,991	8,054,402
Interest	2,790,321	2,482,224	2,507,444	2,491,715	2,297,611	2,077,545	2,053,450	1,852,409	2,014,970	2,230,080
Debt issuance expense	-	-	-	-	-	-	-	-	-	-
Capital Outlay	20,229,631	11,500,241	12,412,739	10,128,721	13,475,323	13,452,406	12,345,157	19,150,370	7,896,609	17,318,171
Total Governmental Fund Expenditures	101,355,802	87,571,930	88,605,201	82,011,489	92,820,505	81,809,741	80,016,418	128,536,523	71,234,029	82,770,883

[1] *"Public Works" reclassified from "Health and Sanitation" and "Highway and transportation"*

[2] *Renamed "Public Safety" from "Protections of Persons and Property"*

[3] *"Health and Sanitation" split into "Health and Human Services" and "Public Works"*

[4] *"Culture" previously part of "Education and Recreation"*

All above changes made to conform with required state reporting categories

City of Wauwatosa

Table 4

Change in Fund Balances, Governmental Funds

For the fiscal years ended December 31, 2013 through 2022

	Fiscal Year									
	2022	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**
Excess of Revenues over (under) Expenditures	(20,427,516) $	(9,991,408)	(13,322,608)	(8,996,949)	(24,405,188)	(17,581,631) $	(16,301,748)	(62,135,432)	(5,148,823)	(19,356,096)
Other financing sources (uses)										
Long-term debt issued	24,270,957 $	12,993,589	7,941,814	5,800,000	28,768,674	17,159,218 $	11,782,596	49,045,500	14,170,000	7,446,280
Premium on long-term debt	158,271	381,960	276,570	222,844	366,434	335,342	362,534	960,273	149,888	308,530
Current refunding of long term debt	-	-	-	-	-	-	-	-	-	(2,707,520)
Proceeds from sale of capital assets	178,385	243,016	5,000	1,980		100,030	-	-	26,572	-
Transfers in	21,998,062	20,043,149	17,750,931	20,135,565	19,485,280	16,413,049	15,665,368	35,159,856	9,536,964	20,182,405
Payments to escrow	-	(2,157,641)								
Transfers out	(19,781,457)	(18,082,803)	(15,821,665)	(18,001,264)	(17,283,932)	(14,553,608)	(13,660,243)	(32,439,382)	(7,575,856)	(18,302,131)
Insurance Recoveries	15,551									
Total other financing sources (uses)	26,839,769	13,421,270	10,152,650	8,159,125	31,336,456	19,454,031	14,150,255	52,726,247	16,307,568	6,927,564
Net change in fund balance	6,412,253 $	3,429,862		(837,824)	6,931,268	1,872,400 $	(2,151,493)	(9,409,185)	11,158,745	(12,428,532)
Capitalized expenditures	7,143,534 $	11,297,527	12,035,030	9,785,663	12,888,397	12,235,397 $	10,526,555	15,855,043	6,775,678	9,753,817
Debt Service as a % of non-capital expenditures	14.99%	17.90%	18.40%	16.50%	12.85%	12.74%	10.93%	25.17%	15.75%	14.09%

City of Wauwatosa

Table 5

Assessed Value and Equalized Value of Taxable Property

For the fiscal years ended December 31, 2013 through 2022

Tax Year	Budget Year	Residential	Commercial	Manufacturing	Personal Property	Total Taxable Assessed Value Including TID	TID Assessed Value	Total Taxable Assessed Value Excluding TID	Assessed Tax Rate
2022	2023	4,013,295,200	3,012,753,700	122,893,000	202,212,800	7,351,154,700	411,338,194	6,939,816,506	$7.19
2021	2022	3,988,647,500	2,987,284,100	138,924,100	239,789,100	7,354,644,800	395,953,680	6,958,691,120	$7.00
2020	2021	3,965,028,900	2,353,227,500	133,555,900	222,388,400	6,674,200,700	334,536,009	6,339,664,691	$7.17
2019	2020	3,950,564,600	2,312,391,700	139,642,900	241,057,400	6,643,656,600	382,814,168	6,260,842,432	$7.05
2018	2019	3,297,603,900	2,044,110,300	117,544,600	214,851,400	5,674,110,200	298,846,034	5,375,264,166	$7.97
2017	2018	3,277,466,300	2,018,477,400	120,685,000	238,816,800	5,655,445,500	259,183,063	5,396,262,437	$7.77
2016	2017	3,257,800,100	1,912,473,300	127,268,600	230,857,100	5,528,399,100	174,123,183	5,354,275,917	$7.68
2015	2016	3,244,068,000	1,782,642,900	129,851,900	202,611,400	5,359,174,200	104,763,774	5,254,410,426	$7.62
2014	2015	3,231,530,000	1,700,414,000	132,990,100	203,486,800	5,268,420,900	255,792,621	5,012,628,279	$7.79
2013	2014	3,225,257,800	1,660,469,500	142,537,700	219,465,500	5,247,730,500	310,545,381	4,937,185,119	$7.69

Tax Year	Budget Year	Total Taxable Equalized Value Including TID	TID Equalized Value	Total Taxable Equalized Value Excluding TID	Ratio of Assessed To Equalized Value	Equalized Tax Rate
2022	**2023**	9,006,577,400	487,470,200	8,519,107,200	84.38%	$5.87
2021	2022	7,545,981,900	406,395,300	7,139,586,600	97.43%	$6.82
2020	2021	6,863,838,600	343,580,300	6,520,258,300	97.37%	$6.97
2019	2020	6,543,192,600	377,025,100	6,166,167,500	101.54%	$7.16
2018	2019	6,342,128,700	334,543,500	6,007,585,200	89.33%	$7.13
2017	2018	6,155,392,800	282,246,200	5,873,146,600	91.83%	$7.14
2016	2017	5,699,272,300	179,572,900	5,519,699,400	96.97%	$7.45
2015	2016	5,543,348,500	107,658,000	5,435,690,500	96.69%	$7.37
2014	2015	5,350,627,100	259,371,200	5,091,255,900	98.62%	$7.67
2013	2014	4,932,992,500	291,872,700	4,641,119,800	106.40%	$8.18

City of Wauwatosa

Table 6

Direct and Overlapping Property Tax Rates

For the fiscal years ended December 31, 2013 through 2022

(Per $1,000 of Assessed Valuation)

	City Direct Rates					Overlapping Rates				
Tax Year	Base Rate	Debt Service	Library	Parks (1)	Total	Sewer District	County	School District	Technical College District	State of Wisconsin
2022	5.33	1.25	0.42	0.19	7.19	1.67	4.71	7.12	1.1	
2021	5.35	1.13	0.40	0.12	7.00	1.53	4.4	6.89	1.03	
2020	5.64	0.9	0.44	0.19	7.17	1.63	4.74	7.29	1.18	0
2019	5.68	0.77	0.44	0.16	7.05	1.62	4.71	7.86	1.17	0
2018	6.43	0.86	0.49	0.19	7.97	1.90	5.48	7.05	1.37	0
2017	6.22	0.89	0.47	0.20	7.78	1.88	5.5	7.03	1.37	0
2016	6.12	0.87	0.48	0.21	7.68	1.81	5.25	7.48	1.30	0.17
2015	6.14	0.80	0.47	0.21	7.62	1.80	5.31	7.11	1.30	0.18
2014	6.32	0.79	0.47	0.21	7.79	1.74	5.18	7.22	1.29	0.17
2013	6.31	0.71	0.48	0.19	7.69	1.60	4.82	7.47	2.00	0.16

Notes **(1)** Parks tax rate was included in the base rate prior to 2009

City of Wauwatosa

Table 7

Principal Property Tax Payers

Current Year and Ten Years Ago

	2022			2013			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
Froedtert Memorial Lutheran Hospital	415,669,600	1	5.65%				
Mayfair Mall LLC (Mayfair Shopping Center)	402,184,400	2	5.47%	400,728,500	1	7.33%	
Childrens Hospital Wisconsin	175,686,400	3	2.39%				
Irgens Development Partners (Office Buildings)	151,794,200	4	2.06%				
Burleigh Mayfair LLC (Mayfair Collection Retail Stores)	126,596,300	5	1.72%				
HSI (State Street Station, Apartment Complexes)	79,840,700	6	1.09%				
Wheaton Franciscan Healthcare	78,796,000	7	1.07%				
Bell Marquette I LLC (formerly, GE Healthcare)	54,139,200	8	0.74%	61,620,900	2	1.13%	
Gateway Tosa HC LLC (Medical Office Building)	53,805,000	9	0.73%				
The Medical College of Wisconsin	48,372,600	10	0.66%				
H-D Capitol Drive LLC (Harley Davidson)				52,548,400	3	0.96%	
Innovation Partners LLC (Office Building)				26,238,800	8	0.48%	*1*
North Mayfair 8				24,117,500	9	0.44%	
Bonstores Realty One LLC				28,179,500	7	0.52%	
Covenant Healthcare System inc.				38,579,300	4	0.71%	
Briggs & Stratton				29,267,100	6	0.54%	
JC Penny Properties Inc.				30,067,100	5	0.55%	
Mayfair Woods LLC				23,474,800	10	0.43%	*1*
Total	1,586,884,400		21.58%	714,821,900		13.07%	

(1) Both of these properties were owned by Irgens Development Partners and have been consolidated in 2022

City of Wauwatosa

Table 8

Property Tax Levies and Collections

Current Year and Ten Years Ago

Tax Levy Year	Total Tax Levy	Collected Within the Fiscal Year of the Levy: Amount	Collected Within the Fiscal Year of the Levy: Percentage of Levy	Collections In Subsequent Years	Total Collection as 5/31 of subsequent year: Amount	Total Collection as 5/31 of subsequent year: Percentage of Levy (1)
2022	49,978,616	20,682,785	41.38%	29,153,687	49,836,472	99.72%
2021	48,693,938	18,674,125	38.35%	29,908,768	48,582,893	99.77%
2020	45,461,749	18,996,898	41.79%	26,379,748	45,376,645	99.81%
2019	44,137,620	19,323,332	43.78%	24,657,473	43,980,805	99.64%
2018	42,852,058	19,588,350	45.71%	23,092,436	42,680,786	99.60%
2017	41,946,785	19,599,502	46.72%	22,198,010	41,797,512	99.64%
2016	41,106,546	17,392,872	42.31%	23,642,734	41,035,607	99.83%
2015	40,058,445	18,477,349	46.13%	21,550,248	40,027,597	99.92%
2014	39,050,136	17,838,102	45.68%	21,197,536	39,035,638	99.96%
2013	37,949,568	16,887,558	44.50%	21,035,815	37,923,373	99.93%

Notes (1) In addition to property taxes for the municipality, the City collects and remits taxes for the state and county governments, as well as for the local school and technical college districts. Taxes are levied in December of each year based upon the assessed value as of January 1st of that year. These funds are budgeted as part of the subsequent year's budget. Real estate taxes can be paid in three installments due January 31st, March 31st, and May 31st. Personal property taxes are due by January 31st. Tax settlements to the other taxing authorities are made following each settlement date. All unpaid real estate taxes as of July 31st are turned over to the County Treasurer for collection. All personal property taxes are retained for collection by the City. The final settlement for real estate taxes is made by the county to each of the other taxing authorities for the balance of their tax levies; therefore, the only uncollected balance included above is for personal property.

City of Wauwatosa

Table 9

Ratios of Net General Bonded Debt Outstanding

For the fiscal years ended December 31, 2013 through 2022

Fiscal Year	Net General Bonded Debt (1)	Ratio of Net General Bonded Debt to Equalized Value	Net General Bonded Debt Per Capita
2022	133,720,011	1.48%	$ 2,749.29
2021	122,420,607	1.62%	2,518.74
2020	123,082,795	1.79%	2,538.94
2019	124,253,128	1.90%	2,571.78
2018	120,607,994	1.90%	2,524.18
2017	112,378,665	1.83%	2,371.41
2016	110,142,392	1.93%	2,335.50
2015	105,533,579	1.90%	2,247.93
2014	85,407,506	1.60%	1,826.27
2013	70,392,918	1.43%	1,507.02

Notes (1) Includes General Obligation Debt, net of Net Position Restricted for Debt Service

(2) Includes Bond Anticipation Notes

City of Wauwatosa Table 10

Ratios of Outstanding Debt by Type

For the fiscal years ended December 31, 2013 through 2022

	Governmental Activities					Business-Type Activities						
Fiscal Year	General Obligation Debt (3)	Bond Premium	Redevelopment Lease Revenue Bond Debt	Municipal Revenue Obligations	Capital Leases	Water Debt	Sanitary Sewer Debt	Storm Water Maintenance Debt	Bond Premium	Total Primary Government	Percentage of Personal Income (1)	Per Capita
2022	90,465,000	2,276,254	-	31,498,391	-	23,950,000	14,400,000	15,630,000	977,270	179,196,915	N/A	$ 3,684.30
2021	76,460,000	2,338,903	-	32,566,000	-	24,740,000	16,870,000	15,725,000	1,143,530	169,843,433	3.66% (2)	$ 3,494.43
2020	75,886,534	2,176,082	-	33,448,990	27,016	24,471,019	19,024,152	18,527,900	1,378,934	174,940,627	4.13%	3,608.66
2019	77,460,345	2,103,122	-	35,512,633	40,524	22,083,738	19,818,322	18,967,149	1,300,441	177,286,274	4.21%	3,669.46
2018	78,835,684	2,078,786	-	37,759,860		21,450,752	21,907,318	20,951,231	845,632	183,829,263	4.50%	3,847.33
2017	70,478,195	1,910,861	-	25,324,035		18,705,980	22,346,194	20,239,616	796,315	159,801,196	4.12%	3,372.12
2016	66,432,581	1,754,675	-	18,996,421		16,630,502	21,260,828	21,786,074	709,090	147,570,171	3.86%	3,129.14
2015	62,229,659	1,563,555	-	16,961,637		13,078,957	21,297,629	20,188,779	468,190	135,788,406	3.83%	2,892.38
2014	44,772,476	722,485	9,550,000	2,327,957		13,726,559	18,911,959	20,724,027	398,768	111,134,231	3.26%	2,376.39
2013	35,583,870	677,939	12,050,000	2,984,556		14,173,522	17,503,268	16,329,319	241,489	99,543,963	2.99%	2,131.11

Notes **(1)** Calculated from per capita income times the estimated population for each relative date

(2) Estimated per capita income not yet available from Wisconsin Department of Revenue

(3) Includes State Trust Fund debt where applicable

City of Wauwatosa **Table 11**

Legal Debt Margin Information

For the fiscal years ended December 31, 2013 through 2022

Legalized Debt Margin Calculation for Fiscal Year 2022

Equalized valuation

Legal debt limit (5% of equalized valuation)

Less: Long-term debt

Legal debt margin

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Debt limit	450,328,870	$ 377,299,095	343,191,930	$ 327,159,630	317,106,435	307,769,640	284,963,615	277,167,425	267,531,355	246,649,625
Total net debt applicable to limit	134,370,000	124,675,000	124,330,000	123,624,554	121,874,985	113,269,985	109,709,985	105,533,579	85,407,506	70,392,918
Legal Debt Margin	315,958,870	252,624,095	218,861,930	203,535,076	195,231,450	194,499,655	175,253,630	171,633,846	182,123,849	176,256,707
Total net debt applicable to limit as a percentage of debt limit	29.84%	33.04%	36.23%	37.79%	38.43%	36.80%	38.50%	38.08%	31.92%	28.54%

City of Wauwatosa

Table 12

Direct and Overlapping Governmental Activities Debt

As of December 31, 2022

Governmental Unit		Governmental Debt Outstanding		Percentage Applicable to City		Amount Applicable to City
City of Wauwatosa	$	127,675,512	1	100.00%	$	127,675,512
Milwaukee County		401,265,453		9.76%		39,163,508
Wauwatosa School District		101,410,000		100.00%		101,410,000
Milwaukee Metro Sewerage District		709,119,914		9.94%		70,486,519
Milwaukee Area Technical College District		93,090,000		7.88%		7,335,492
Total Overlapping		1,304,885,367				218,395,520
Total Direct and Overlapping Debt	$	1,432,560,879			$	346,071,032

Overlapping debt is allocated based on the City of Wauwatosa's equalized property value, excluding Tax Incremental Districts, as a percentage of the total County's equalized property value.

1) Includes all governmental debt including General Obligation, Bond Premium, Municipal Revenue Obligations and Capital Leases

City of Wauwatosa

Table 13

Revenue Bond Coverage - Water Utility

For the fiscal years ended December 31, 2013 through 2022

Fiscal Year	Operating Revenues	Operating Expenses	Net Income Available for Debt Service	Debt Service Requirements: Principal	Interest		Total	Coverage
2022	9,589,658	7,565,996	2,023,662	670,000	282,759		952,759	2.1240
2021	9,525,114	7,237,019	2,288,095	875,000	436,496		1,311,496	1.7446
2020	9,477,865	6,604,311	2,873,554	1,125,000	564,715		1,689,715	1.7006
2019	8,947,256	5,611,003	3,336,253	1,190,000	645,865		1,835,865	1.8173
2018	9,273,165	5,815,250	3,457,915	850,000	561,581		1,411,581	2.4497
2017	9,191,038	5,448,043	3,742,995	900,000	528,678	*	1,428,678	2.6199
2016	7,923,520	5,531,971	2,391,549	650,000	431,675	*	1,081,675	2.2110
2015	7,633,949	5,467,058	2,166,891	625,000	448,550	*	1,073,550	2.0184
2014	7,239,382	5,832,749	1,406,633	425,000	400,347	*	825,347	1.7043
2013	7,084,066	5,033,490	2,050,576	425,000	313,938	*	738,938	2.7750

City of Wauwatosa

Table 14

Demographic and Economic Statistics

For the fiscal years ended December 31, 2013 through 2022

Fiscal Year	Population	Total Personal Income (in millions)	Per Return Personal Income (1) City of Wauwatosa	Per Return Personal Income (1) Milwaukee County	Per Return Personal Income (1) State of Wisconsin	Unemployment Rates City of Wauwatosa	Unemployment Rates Milwaukee County	Unemployment Rates State of Wisconsin
2022	48,638	NA	NA	NA	NA	2.5%	3.7%	2.9%
2021	48,604	4,642	95,512	57,444	66,369	3.2%	6.5%	5.4%
2020	48,478	4,236	87,379	52,751	61,518	5.8%	8.2%	6.3%
2019	48,314	4,210	87,132	54,920	61,003	2.7%	3.9%	3.5%
2018	47,781	4,081	85,410	53,380	59,423	2.7%	3.6%	3.0%
2017	47,389	3,877	81,811	50,516	56,698	3.0%	4.6%	3.4%
2016	47,160	3,824	81,077	49,692	55,267	3.5%	5.1%	4.1%
2015	46,947	3,548	75,583	48,533	54,227	3.7%	5.8%	4.6%
2014	46,766	3,410	72,920	45,980	52,050	4.2%	6.9%	5.4%
2013	46,710	3,326	71,210	45,620	50,670	5.2%	8.4%	6.7%

Notes **(1)** Per Return Personal Income Data from Wisconsin Department of Revenue, Wisconsin Municipal Income Per Return Report.

(2) 2022 estimated per return income not yet available from Wisconsin Department of Revenue

City of Wauwatosa

Table 15

Principal Employers

Current Year and Nine Years Ago

	2022			2013 (1)		
Employer	Number of Employees	Rank	Percentage (1) of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
Milwaukee Regional Medical Center	17,000	1	N/A	15,000	1	34.47%
Briggs & Stratton Corp.	1,000	2	N/A	1,100	3	2.53%
Wauwatosa Unified School District	825	3	N/A	828	5	1.90%
Harley Davidson Inc.	650	4	N/A	1,400	2	3.22%
Bell Marquette I LLC, (formerly, GE Medical Systems, Inc.)	552	5	N/A	830	4	1.91%
Lutheran Home of the Aging, Inc.	475	6	N/A	500	8	1.15%
City of Wauwatosa	461	7	N/A	454	10	1.04%
UnitedHealth Care	365	8	N/A	465	9	1.07%
St. Camillus Health System	363	9	N/A	500	7	1.15%
Zywave	350	10	N/A			
J.C. Penny Company			N/A	532	6	1.22%
Grede Foundries Liberty Div.			N/A			
Total	22,041		0.00%	21,609		49.65%

(1) Total Employment is not available at the City level from the United States Census Bureau.

City of Wauwatosa

Table 16

City Government Employees by Function/Program (1)

For the fiscal years ended December 31, 2013 through 2022

(full time equivalents)

	Fiscal Year									
Function/Program	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014 (2)**	**2013**
General Government										
Courts/City Clerk/Elections	6.89	6.89	7.89	7.89	8.16	8.34	8.18	8.25	8.77	8.32
Mayor/Administration	14.66	13.66	8.16	8.16	7.16	7.51	6.50	5.15	5.32	5.32
Human Resources			4.00	4.00	4.50	4.50	4.50	4.50	4.50	4.50
Information Systems	7.00	7.00	7.00	6.00	6.00	6.00	6.00	6.00	6.00	5.60
Finance	10.07	9.57	9.56	9.56	9.38	9.88	9.88	9.88	9.88	9.56
Assessor	5.60	6.00	6.00	6.00	6.00	6.00	5.80	5.57	5.57	5.57
Attorney			2.50	2.50	2.60	3.00	3.00	3.00	3.00	3.00
Tourism	1.00	1.00	1.00							
Public Safety										
Police Department	135.02	128.33	128.52	120.68	120.68	119.54	119.04	118.54	119.54	119.39
Fire Department	102.56	102.56	102.57	103.57	103.57	103.70	103.00	103.00	105.00	106.00
Public Works										
Operations	61.48	62.23	59.79	59.79	46.22	38.41	38.41	39.41	41.00	42.44
Traffic Electrical Maint.	6.29	6.28	6.28	6.28	6.28	6.28	6.28	6.28	6.28	6.37
Parks/Forestry					13.55	23.66	21.22	19.30	19.14	19.14
Fleet Maintenance	10.00	10.00	10.00	10.00	9.50	9.00	9.00	9.00	9.00	9.44
Municipal Complex	4.00	4.00	4.00	4.00	4.00	3.00	3.00	3.00	3.00 (4)	3.00
Development	35.74	35.74	35.74	32.92	13.00	13.50	13.50	12.50	12.60 (3)	12.50
Planning										
Building										
Economic Development										
Engineering					19.92	20.92	19.92	20.42	18.92	16.92
Health	14.30	12.80	12.80	12.80	12.80	12.86	13.36	12.63	12.86	13.75
Library	27.00	26.58	26.58	26.58	26.69	26.55	26.55	26.55	26.55	26.55
Water	19.38	19.38	19.38	18.88	21.38	21.38	21.38	20.38	20.38	20.38
TOTAL	460.99	452.02	451.77	439.61	441.39	444.03	438.52	433.36	437.31	437.75

Notes

Elected Officials other than Mayor are not included.

Public Works Operations and Parks/Forestry consolidated in 2019

Planning, Building, and Economic Development were consolidated in 2012. Engineering added in 2019

Municipal Complex previously included in Building.

Human Resources and Attorney consolidated with Admin/Mayor in 2021

City of Wauwatosa

Table 17

Operating Indicators by Function/Program

For the fiscal years ended December 31, 2013 through 2022

				Fiscal Year							
Function/Program	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**		**2015**	**2014**	**2013**
Public Safety:											
Police:											
Calls for service	30,065	27,114	23,118	32,224	32,515	34,123	37,715		36,012	35,945	31,807
Arrests	2,919	2,280	1,447	2,058	1,744	1,908	2,307		2,123	2,371	2,164
Index Crimes	741	559	1,845	2,167	2,113	1,849	1,990		1,768	1,686	1,776
Fire:											
EMS responses	5,614	4,849	3,849	4,226	4,202	4,618	4,290		4,607	4,481	4,470
Fire inspections **(1)**	3,616	3,229	3,220	3,160	3,770	2,637	2,972		2,972	3,846	5,148
Public Works:											
Solid waste (tons)	23,220	22,514	23,925	26,343	23,921	23,790	30,626		29,326	28,113	29,762
Recycling - single stream (tons)	3,998	4,379	4,816	4,619	5,327	4,125	5,184		4,820	4,625	5,669
Sewers cleaned (feet)	315,987	165,149	253,755	169,368	119,736	320,490	332,001		243,915	307,944	302,524
Asphalt patched (tons)	1,004	798	708	809	456	958	698		1,104	861	830
Crack filler used (gallons)	6,200	6,896	5,331	11,650	3,782	9,912	N/A		N/A	N/A	4,180
Trees Pruned	2,671	2,832	2,958	2,628	2,534	2,329	2,638		1,812	2,338	1,882
Library											
Circulation	704,855	781,413	635,865	859,963	827,941	813,304	813,169	**(2)**	810,671	799,300	837,105
User Visits	281,218	217,195	157,641	369,789	340,910	344,744	381,932	**(3)**	360,810	385,627	406,315
Water Utility											
Number of customers	15,527	15,530	15,513	15,512	15,507	15,507	15,507		15,514	15,515	15,513
Gallons sold (thousands)	1,430,166	12,962,631	1,270,592	1,283,578	1,338,182	1,317,475	1,372,928		1,372,700	1,325,223	1,390,683
Hydrants flushed	270	1,572	1,610	1,548	1,557	1,678	1,545		628	492	1,230
Health:											
Births	N/A	N / A	557	576	614	651	608		633	627	599
Health Referrals	7,716	5,454	6,205	1,361	1,258	1,147	1,089		1,391	1,459	1,059
Engineering:											
Paving (feet)	4,300	10,222	14,710	10,300	12,878	20,777	6,272		9,860	15,344	19,610
Storm Sewers (feet)	3,001	3,041	10,834	5,062	9,929	8,618	6,116		10,974	9,053	24,922
Sanitary Sewers (feet)	4,172	8,790	29,981	29,531	24,675	29,334	28,619		58,064	41,591	26,194
Water Main (feet)	8,706	1,579	9,098	2,463	4,478	7,515	3,030		14,309		13,409

(1) Methodology for counting fire inspections changed in 2012 to include on-site inspections as well

(2) Starting in 2015 Library started providing electronic checkouts

(3) In 2015 library gate was out of service for 8 weeks, so actual number is higher, this number was reported to the state

City of Wauwatosa

Table 18

Capital Asset Statistics by Function/Program

For the fiscal years ended December 31, 2013 through 2022

Function/Program	Fiscal Year 2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Public Safety										
Fire stations	3	3	3	3	3	3	3	3	3	3
Fire apparatus	5	5	5	7	7	6	6	6	6	6
Ambulances	3	3	3	4	4	4	4	4	4	4
Public Works										
Streets (miles) **(1)**			159.48	159.46	159.46	159.46	159.39	159.39	159.46	159.59
Street signs	11,800	11,800	11,800	11,800	11,800	11,800	11,800	11,800	11,800	11,800
Street lights	6,050	6,050	6,050	6,050	6,050	6,050	6,050	6,050	6,050	6,050
Traffic signals (intersections) **(2)**	41	41	41	41	41	41	41	41	40	39
Parks and Recreation										
Number of parks	4	4		4	4	2	2	2	2	2
Acreage of parks	58.61	58.61	58.61	58.61	58.61	57.69	57.69	57.69	57.69	57.69
Water Utility										
Miles of water main	207.05	203.86	203.84	203.75	204.04	203.85	203.53	203.37	202.69	202.51
Number of hydrants	2228	2336	2236	2236	2236	2235	2197	2192	2166.00	2163
Storage capacity (millions of gallons)	10.7	10.7	10.7	10.7	10.2	10.2	10.2	10.2	10.20	10.2

Notes **(1)** Miles do not include: US 45, US 18, Sth 100, Sth 181, Sth 190, or County Parkways and Roadways in Medical Complex

APPENDIX B

FORMS OF LEGAL OPINIONS
FOR THE SECURITIES

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

December 4, 2023

Re: City of Wauwatosa, Wisconsin ("Issuer")
$12,440,000 General Obligation Corporate Purpose Bonds, Series 2023A, dated December 4, 2023 ("Bonds")

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

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

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

Year	Principal Amount	Interest Rate
2024	$ 570,000	5.00%
2025	505,000	5.00
2026	530,000	5.00
2027	560,000	5.00
2028	590,000	5.00
2029	625,000	5.00
2030	655,000	5.00
2031	695,000	5.00
2032	730,000	5.00
2033	775,000	5.00
2034	815,000	5.00
2035	860,000	5.00
2036	910,000	5.00
2037	955,000	5.00
2038	1,005,000	5.00
2041	950,000	4.75
2043	710,000	4.75

Interest is payable semi-annually on June 1 and December 1 of each year commencing on June 1, 2024.

The Bonds maturing on December 1, 2031 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on December 1, 2030 or on any date thereafter. Said Bonds are redeemable as a whole or in part, and if in part, from maturities selected by the Issuer, and within each maturity by lot, at the principal amount thereof, plus accrued interest to the date of redemption.

The Bonds maturing in the years 2041 and 2043 are subject to mandatory redemption by lot as provided in the Bonds, at the redemption price of par plus accrued interest to the date of redemption and without premium.

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

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

1. The Bonds have been duly authorized and executed by the Issuer and are valid and binding general obligations of the Issuer.

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

3. The interest on the Bonds is excludable for federal income tax purposes from the gross income of the owners of the Bonds. The interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on individuals; however, interest on the Bonds is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code) for taxable years beginning after December 31, 2022. The Code contains requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds. The Issuer has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the Issuer comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Bonds.

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

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

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

QUARLES & BRADY LLP

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

December 4, 2023

Re: City of Wauwatosa, Wisconsin ("Issuer")
$3,935,000 General Obligation Promissory Notes, Series 2023B,
dated December 4, 2023 ("Notes")

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

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

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

Year	Principal Amount	Interest Rate
2024	$785,000	5.00%
2025	285,000	5.00
2026	300,000	5.00
2027	315,000	5.00
2028	325,000	5.00
2029	345,000	5.00
2030	365,000	5.00
2031	380,000	5.00
2032	405,000	5.00
2033	430,000	4.00

Interest is payable semi-annually on June 1 and December 1 of each year commencing on June 1, 2024.

The Notes maturing on December 1, 2031 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on December 1, 2030 or on any date thereafter. Said Notes are redeemable as a whole or in part, and if in part, from maturities selected by the Issuer, and within each maturity by lot, at the principal amount thereof, plus accrued interest to the date of redemption.

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

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

1. The Notes have been duly authorized and executed by the Issuer and are valid and binding general obligations of the Issuer.

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

3. The interest on the Notes is excludable for federal income tax purposes from the gross income of the owners of the Notes. The interest on the Notes is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on individuals; however, interest on the Notes is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code) for taxable years beginning after December 31, 2022. The Code contains requirements that must be satisfied subsequent to the issuance of the Notes in order for interest on the Notes to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Notes to be included in gross income retroactively to the date of issuance of the Notes. The Issuer has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the Issuer comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Notes.

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

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

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

QUARLES & BRADY LLP

APPENDIX C

FORMS OF
CONTINUING DISCLOSURE CERTIFICATES
FOR THE SECURITIES

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the City of Wauwatosa, Milwaukee County, Wisconsin (the "Issuer") in connection with the issuance of $12,440,000 General Obligation Corporate Purpose Bonds, Series 2023A, dated December 4, 2023 (the "Securities"). The Securities are being issued pursuant to resolutions adopted on September 19, 2023, as supplemented by an Approving Certificate, dated October 24, 2023 (collectively, the "Resolution") and delivered to KeyBanc Capital Markets (the "Purchaser") on the date hereof. Pursuant to the Resolution, the Issuer has covenanted and agreed to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events. In addition, the Issuer hereby specifically covenants and agrees as follows:

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

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

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

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

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

"Final Official Statement" means the Final Official Statement dated October 24, 2023 delivered in connection with the Securities, which is available from the MSRB.

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

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

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

"Issuer" means the City of Wauwatosa, Milwaukee County, Wisconsin, which is the obligated person with respect to the Securities.

"Issuer Contact" means the Finance Director of the Issuer who can be contacted at 7725 West North Avenue, Wauwatosa, Wisconsin 53213, phone (414) 479-8962, fax (414) 479-8989.

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

"MSRB" means the Municipal Securities Rulemaking Board.

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

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

"SEC" means the Securities and Exchange Commission.

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

(a) The Issuer shall, not later than 270 days after the end of the Fiscal Year, commencing with the year ending December 31, 2023, provide the MSRB with an Annual Report filed in accordance with Section 1(b) of this Disclosure Certificate and which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the Audited Financial Statements of the Issuer may be submitted separately from the balance of the Annual Report and that, if Audited Financial Statements are not available within 270 days after the end of the Fiscal Year, unaudited financial information will be provided, and Audited Financial Statements will be submitted to the MSRB when and if available.

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

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

1. TAX LEVIES, RATES AND COLLECTIONS
2. ASSESSED AND EQUALIZED VALUATIONS
3. CITY DEBT STRUCTURE - Direct Indebtedness

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

Section 5. Reporting of Listed Events.

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

1. Principal and interest payment delinquencies;

2. Non-payment related defaults, if material;

3. Unscheduled draws on debt service reserves reflecting financial difficulties;

4. Unscheduled draws on credit enhancements reflecting financial difficulties;

5. Substitution of credit or liquidity providers, or their failure to perform;

6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Securities, or other material events affecting the tax status of the Securities;

7. Modification to rights of holders of the Securities, if material;

8. Securities calls, if material, and tender offers;

9. Defeasances;

10. Release, substitution or sale of property securing repayment of the Securities, if material;

11. Rating changes;

12. Bankruptcy, insolvency, receivership or similar event of the Issuer;

13. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

14. Appointment of a successor or additional trustee or the change of name of a trustee, if material;

15. Incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Issuer, any of which affect holders of the Securities, if material; and

16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

IN WITNESS WHEREOF, we have executed this Certificate in our official capacities effective the 4th day of December, 2023.

____
Dennis McBride
Mayor

(SEAL)

____
Steven Braatz, Jr.
City Clerk

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the City of Wauwatosa, Milwaukee County, Wisconsin (the "Issuer") in connection with the issuance of $3,935,000 General Obligation Promissory Notes, Series 2023B, dated December 4, 2023 (the "Securities"). The Securities are being issued pursuant to a resolution adopted on September 19, 2023, as supplemented by an Approving Certificate, dated October 24, 2023 (collectively, the "Resolution") and delivered to Fidelity Capital Markets (the "Purchaser") on the date hereof. Pursuant to the Resolution, the Issuer has covenanted and agreed to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events. In addition, the Issuer hereby specifically covenants and agrees as follows:

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

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

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

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

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

"Final Official Statement" means the Final Official Statement dated October 24, 2023 delivered in connection with the Securities, which is available from the MSRB.

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

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

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

"Issuer" means the City of Wauwatosa, Milwaukee County, Wisconsin, which is the obligated person with respect to the Securities.

"Issuer Contact" means the Finance Director of the Issuer who can be contacted at 7725 West North Avenue, Wauwatosa, Wisconsin 53213, phone (414) 479-8962, fax (414) 479-8989.

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

"MSRB" means the Municipal Securities Rulemaking Board.

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

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

"SEC" means the Securities and Exchange Commission.

<u>Section 3. Provision of Annual Report and Audited Financial Statements</u>.

(a) The Issuer shall, not later than 270 days after the end of the Fiscal Year, commencing with the year ending December 31, 2023, provide the MSRB with an Annual Report filed in accordance with Section 1(b) of this Disclosure Certificate and which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; <u>provided</u> that the Audited Financial Statements of the Issuer may be submitted separately from the balance of the Annual Report and that, if Audited Financial Statements are not available within 270 days after the end of the Fiscal Year, unaudited financial information will be provided, and Audited Financial Statements will be submitted to the MSRB when and if available.

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

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

1. TAX LEVIES, RATES AND COLLECTIONS
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3. CITY DEBT STRUCTURE - Direct Indebtedness

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

Section 5. Reporting of Listed Events.

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

1. Principal and interest payment delinquencies;

2. Non-payment related defaults, if material;

3. Unscheduled draws on debt service reserves reflecting financial difficulties;

4. Unscheduled draws on credit enhancements reflecting financial difficulties;

5. Substitution of credit or liquidity providers, or their failure to perform;

6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Securities, or other material events affecting the tax status of the Securities;

7. Modification to rights of holders of the Securities, if material;

8. Securities calls, if material, and tender offers;

9. Defeasances;

10. Release, substitution or sale of property securing repayment of the Securities, if material;

11. Rating changes;

12. Bankruptcy, insolvency, receivership or similar event of the Issuer;

13. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

14. Appointment of a successor or additional trustee or the change of name of a trustee, if material;

15. Incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Issuer, any of which affect holders of the Securities, if material; and

16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

IN WITNESS WHEREOF, we have executed this Certificate in our official capacities effective the 4th day of December, 2023.

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Dennis McBride
Mayor

(SEAL)

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Steven Braatz, Jr.
City Clerk