

NEW ISSUE

Not Bank Qualified

Moody's Rated "Aaa"

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 Notes is excludable from gross income and is not an item of tax preference for federal income tax purposes; however, interest on the Notes is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). See "TAX EXEMPTION" herein for a more detailed discussion of some of the federal income tax consequences of owning the Notes. The interest on the Notes is not exempt from present Wisconsin income or franchise taxes. The Notes shall NOT be "Qualified Tax-Exempt Obligations" for purposes of Section 265(b)(3) of the Code.

\$26,635,000
CITY OF WAUWATOSA
MILWAUKEE COUNTY, WISCONSIN
General Obligation Promissory Notes, Series 2025A

Dated: November 3, 2025

Due: November 1, 2026-2045

The General Obligation Promissory Notes, Series 2025A (the "Notes") will be dated November 3, 2025, and will be in the denomination of \$5,000 each or any multiple thereof. The Notes mature serially on November 1 of the years 2026 through 2045. Interest on the Notes shall be payable commencing on May 1, 2026 and semi-annually thereafter on November 1 and May 1 of each year.

(November 1)	Amount*	Rate	Yield	CUSIP No. 943505 ⁽¹⁾	(November 1)	Amount*	Rate	Yield	CUSIP No. 943505 ⁽¹⁾
2026	\$2,270,000				2036	\$1,405,000			
2027	1,260,000				2037	1,475,000			
2028	1,315,000				2038	1,550,000			
2029	1,390,000				2039	1,625,000			
2030	1,455,000				2040	1,715,000			
2031	1,230,000				2041	790,000			
2032	1,295,000				2042	830,000			
2033	1,360,000				2043	870,000			
2034	1,425,000				2044	915,000			
2035	1,500,000				2045	960,000			

The Notes are being issued pursuant to Section 67.12(12) of the Wisconsin Statutes. The 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 Notes will be issued for public purposes, including paying the cost of projects included in the City's Capital Improvement Plan.

The Notes maturing on November 1, 2034 and thereafter are subject to call and prior redemption, at the option of the City, on November 1, 2033 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. All or a portion of the Notes may be issued as one or more term bonds, upon election by the successful bidder of the Notes. (See "REDEMPTION PROVISIONS" herein.)

The Financial Advisor to the City is:



The Notes 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 Notes. 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 Notes purchased. (See "BOOK-ENTRY-ONLY SYSTEM" herein.)

The Notes are offered when, as and if issued, subject to the receipt of the approving opinion 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 Notes is on or about November 3, 2025.

SALE DATE: OCTOBER 7, 2025**SALE TIME: 10:00 A.M. (CT)**

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*Preliminary, subject to change.

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

**CITY OF WAUWATOSA
(Milwaukee County, Wisconsin)**

MAYOR

Dennis McBride

COMMON COUNCIL

Jason G. Wilke, President
Margaret Arney, Alderperson
Robin Brannin, Alderperson
Aletha Champine, Alderperson
Melissa Dolan, Alderperson
Brad Foley, Alderperson
Ernst Franzen, Alderperson
Amanda Fuerst, Alderperson
Rob Gustafson, Alderperson
David R. Lewis, Alderperson
Sean Lowe, Alderperson
Joseph Makhlouf II, Alderperson
Andrew Meindl, Alderperson
James Moldenhauer, Alderperson
Mike Morgan, Alderperson
Joe Phillips, Alderperson

ADMINISTRATIVE STAFF

James Archambo, City Administrator
John Ruggini, Finance Director
Zachary Kessler, Interim City Clerk*
Jennifer Tate, 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 **

*The hiring process is underway for a new City Clerk, and the City anticipates having the position filled by fall 2025.

**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 Notes 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 Notes 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 Notes by any person in any jurisdiction in which it is unlawful to make such an offer, solicitation or sale.

For purposes of compliance with Rule 15c2-12 of the Securities and Exchange Commission, this document, as the same may be supplemented or amended by the City, from time to time (collectively, the "Official Statement"), may be treated as a final Official Statement with respect to the Notes described herein that is deemed final by the City as of the date hereof (or of any such supplement or amendment).

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 has reviewed and the Underwriter will review 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 Underwriter 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 Notes 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.

THE PRICES AND OTHER TERMS RESPECTING THE OFFERING AND SALE OF THE NOTES MAY BE CHANGED FROM TIME TO TIME BY THE UNDERWRITER AFTER THE NOTES ARE RELEASED FOR SALE AND THE NOTES MAY BE OFFERED AND SOLD AT PRICES OTHER THAN THE INITIAL OFFERING PRICES, INCLUDING SALES TO DEALERS WHO MAY SELL THE NOTES INTO INVESTMENT ACCOUNTS.

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SUMMARY

Issuer:	City of Wauwatosa, Milwaukee County, Wisconsin (the "City").
Issue:	\$26,635,000 General Obligation Promissory Notes, Series 2025A (the "Notes")
Dated Date:	November 3, 2025
Interest Due:	Commencing May 1, 2026 and on each November 1 and May 1 thereafter. Interest on the Notes shall be computed upon the basis of a 360-day year of twelve 30-day months.
Principal Due:	November 1, 2026 through 2045.
Redemption Provision:	<p>The Notes maturing on and after November 1, 2034 shall be subject to call and prior payment, at the option of the City, on November 1, 2033 or on any date thereafter at a price of par plus accrued interest. The amounts and maturities of the 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 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 Note to be redeemed at the address shown on the registration books.</p> <p>All or a portion of the Notes may be issued as one or more term bonds, upon election by the successful bidder of the Notes. (See "REDEMPTION PROVISIONS" herein.)</p>
Security:	The full faith, credit and resources of the City are pledged to the payment of the principal of and the interest on the 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 Notes will be issued for public purposes, including paying the cost of projects included in the City's Capital Improvement Plan.
Tax Exemption:	Interest on the Notes is excludable from gross income for present Federal income tax purposes. (See "TAX EXEMPTION" herein.)
Not Bank Qualified:	The Notes shall NOT be "qualified tax-exempt obligations".
Credit Rating:	The Notes have been assigned a "Aaa" rating by Moody's Investors Service, Inc. (See "RATINGS" herein.)
Bond Years:	257,347.03 years.
Average Life:	9.662 years.
Record Date:	The 15 th 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 \$26,635,000 General Obligation Promissory Notes, Series 2025A (the "Notes"). The Notes are issued pursuant to the Constitution and laws of the State and the parameters resolution (the "Parameters Resolution") adopted by the Common Council and other proceedings and determinations related thereto.

All summaries of statutes, documents and the Parameters Resolution 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 the Parameters Resolution, and references herein to the Notes are qualified in their entirety by reference to the form thereof included in the Parameters Resolution. Copies of the Parameters Resolution may be obtained from the Financial Advisor (defined herein) upon request.

THE FINANCING PLAN

The Notes will be issued for public purposes, including paying the cost of projects included in the City's Capital Improvement Plan.

REDEMPTION PROVISIONS

Optional Redemption

At the option of the City, the Notes maturing on November 1, 2034 and thereafter shall be subject to redemption prior to maturity on November 1, 2033 or on any date thereafter. Said 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 Notes of a maturity are to be redeemed, selection of the 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).

Mandatory Redemption

All or a portion of the Notes may be issued as one or more term bonds, upon election by the successful bidders as provided in the Official Notice of Sale.

Such term bonds shall be subject to mandatory sinking fund redemption. Such term bonds shall have a stated maturity or maturities of November 1 for the Notes, in such years as determined by the successful bidders. The term bonds shall be subject to mandatory sinking fund redemption and final payment(s) at maturity of 100% of the principal amount thereof, plus accrued interest to the redemption date or dates and in amounts consistent with the maturity schedule on the cover of this Official Statement.

ESTIMATED SOURCES AND USES*

The Notes

Sources of Funds

Par Amount of Notes	\$
Reoffering Premium	
Total Sources of Funds:	<u>\$</u>

Uses of Funds

Deposit to Project Fund	\$
Deposit to Debt Service Fund (Capitalized Interest)	
Underwriter's Discount	
Total Uses of Funds:	<u>\$</u>

**Preliminary, subject to change.*

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 Notes 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, irrevocable 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 promissory 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 twenty 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 must be payable within 10 years and 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 PARAMETERS RESOLUTION

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

The Parameters Resolution

By way of the Parameters Resolution to be adopted on September 30, 2025, the Common Council will delegate authority to its Finance Director and City Attorney (collectively, the "Authorized Officers") to accept the bid for the Notes that results in the lowest true interest cost for the Notes (the "Proposal"), provided the Proposal meets the parameters set forth in the Parameters Resolution, by executing an Approving Certificate (the "Approving Certificate"). The Common Council will pledge the full faith, credit and resources of the City to the payment of the principal of and interest on the Notes pursuant to the Parameters Resolution. Pursuant to the Parameters Resolution, a direct annual irrevocable tax will be levied for collection in the years 2026 through 2045 in the amount which will be sufficient to meet the principal and interest payments on the Notes when due (or monies to pay such debt service will otherwise be appropriated). The Parameters Resolution 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 Notes.

Approving Certificate

On _____, 2025, the Authorized Officers executed the Approving Certificate, approving the Preliminary Official Statement, accepting the Proposal, setting forth the details of the Notes, and specifying the amount of the direct annual irrevocable tax levied to pay the principal of and interest on the Notes.

[REMAINDER OF PAGE INTENTIONALLY BLANK]

THE CITY

The Common Council

The City has a mayor/alderpersons 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. Therefore, the terms of all current members end in 2026, but alternating four-year terms will begin again thereafter. 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 2028)

<u>Name</u>	<u>Aldermanic District</u>	<u>Term Expiration</u>
James Moldenhauer	1	April 2026
Andrew Meindl	1	April 2026
Margaret Arney	2	April 2026
Brad Foley	2	April 2026
Joseph Makhlouf II	3	April 2026
Robin Brannin	3	April 2026
Ernst Franzen	4	April 2026
David R. Lewis	4	April 2026
Sean Lowe	5	April 2026
Rob Gustafson	5	April 2026
Joe Phillips	6	April 2026
Aletha Champine	6	April 2026
Mike Morgan	7	April 2026
Amanda Fuerst	7	April 2026
Jason G. Wilke (President)	8	April 2026
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 obligations issued by the City.

The current Board members are:

John Ruggini, Finance Director
Derik Summerfield, Assistant Finance Director
Laura Hyland
Steven Kreklow
Steven Mares

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.

<u>Name</u>	<u>Position</u>	<u>Years of Service</u>
James Archambo	City Administrator	20
John Ruggini	Finance Director	15
Zachary Kessler	Interim City Clerk	*
Jennifer Tate	City Attorney	**

* Zachary Kessler was appointed Interim City Clerk on July 24, 2025. Mr. Kessler has served as the City's Deputy Clerk for one

year. The hiring process is underway for a new City Clerk, and the City anticipates having the position filled by fall 2025.

**Jennifer Tate was appointed City Attorney, effective June 9, 2025, and previously worked as a criminal attorney, in both defense and prosecution, for the past nine years.

Source: The City.

Employment Relations

<u>Department</u>	<u>Number of Employees*</u>
Administrative Services	14.03
Assessor	5.60
City Clerk/Elections	4.82
Development	14.00
Engineering	24.74
Finance	10.05
Fire	105.58
Fleet Maintenance	10.00
Health	19.50
Information Systems	7.00
Library	26.98
Mayor	1.00
Municipal Complex	4.00
Municipal Court	1.89
Police	132.82
Public Works	63.98
Traffic Electrical Maintenance	6.29
Tourism	1.55
Water	19.38
Total	<u>473.21</u>

*Full-time equivalent ("FTE").

Source: The City. 2025 Adopted Budget

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

<u>Union/Association</u>	<u>Contract Term</u>	<u>Number of Members</u>
Wauwatosa Professional Firefighter's Association	1/1/21 – 12/31/23*	93
Wauwatosa Peace Officers Association	1/1/22 – 12/31/25	78

*Having reached an impasse with the union in the mediation phase, a new agreement is currently proceeding to binding arbitration.

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.

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

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 years ended December 31, 2022, December 31, 2023, and the fiscal year ended December 31, 2024 ("Fiscal Year 2024"), the City's portion of contributions to WRS (not including any employee contributions) totaled \$3,778,369, \$4,310,763 and \$4,789,427, respectively.

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

value of plan assets formally set aside in a trust and restricted to paying pension plan benefits. If the pension plan's total pension liability exceeds the pension plan's fiduciary net position, then a net pension liability results. If the pension plan's fiduciary net position exceeds the pension plan's total pension liability, then a net pension asset results.

As of December 31, 2023, the total pension liability of the WRS was calculated as \$129.2 billion and the fiduciary net position of the WRS was calculated as \$127.7 billion, resulting in a net pension liability of \$1.5 billion.

Under GASB 68, each participating employer in a cost-sharing pension plan must report the employer's proportionate share of the net pension liability or net pension asset of the pension plan. Accordingly, for Fiscal Year 2024, the City reported a liability of \$4,734,657 for its proportionate share of the net pension liability of the WRS. The net pension liability was measured as of December 31, 2023 based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. The City's proportion was 0.31844486% of the aggregate WRS net pension liability as of December 31, 2023.

The calculation of the total pension liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. Such changes may have a significant impact on the calculation of 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, 2024" 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 91 retirees receiving benefits and 286 active eligible plan members as of December 31, 2024, 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. Police represented employees and police supervisors hired after March 1, 2024 must have 15 years of service to be eligible. Under both the latest police union contract and firefighters union contract, certain eligible 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 March 2025 with an actuarial valuation date of December 31, 2024.

For Fiscal Year 2024, benefit payments to the plan totaled \$3,352,787. 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, 2024, the total OPEB liability was \$39,361,560 and the plan fiduciary net position was \$0, resulting in a net OPEB liability of \$39,361,560.

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, 2024" 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 2025 preliminary population estimate of 49,589.

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 132.82 FTE positions providing public safety and protection for the City's residents and a fire department of 105.58 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, two high schools and the Wauwatosa Virtual Academy. The District enrollment is approximately 6,700 students, and the District has 953.75 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, Milwaukee School of Engineering, Concordia University Wisconsin, Mount Mary University, Alverno College and Carroll University.

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DEMOGRAPHIC AND ECONOMIC INFORMATION

Population

	<u>Milwaukee County</u>	<u>City of Wauwatosa</u>
Preliminary Estimate, 2025	945,292	49,589
Estimate, 2024	941,139	49,363
Estimate, 2023	937,259	48,836
Estimate, 2022	939,487	48,638
Census, 2020	939,489	48,387

Source: Wisconsin Department of Administration, Demographic Services Center

Per Return Adjusted Gross Income

<u>Year</u>	<u>State of Wisconsin</u>	<u>Milwaukee County</u>	<u>City of Wauwatosa</u>
2024	\$76,638	\$68,473	\$109,649
2023	73,001	65,614	104,600
2022	70,548	63,901	98,829
2021	66,369	57,444	95,512
2020	61,518	52,751	87,379

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

Unemployment Rate

	<u>State of Wisconsin</u>	<u>Milwaukee County</u>	<u>City of Wauwatosa</u>
August, 2025 ⁽¹⁾	3.2%	4.3%	2.9%
August, 2024	2.9	4.0	2.6
Average, 2024 ⁽¹⁾	3.0%	3.7%	2.7%
Average, 2023	2.8	3.5	2.5
Average, 2022	2.8	3.5	2.5
Average, 2021	3.8	5.3	3.3
Average, 2020	6.4	8.3	6.2

⁽¹⁾ Preliminary.

Source: Wisconsin Department of Workforce Development.

Building Permits

<u>Year</u>	<u>Construction Value of Building Permits</u>
2025 ⁽¹⁾	\$ 71,479,822
2024	169,059,266
2023	89,947,295
2022	164,484,932
2021	100,478,928
2020	158,138,733

⁽¹⁾Through July 31, 2025.

Source: City of Wauwatosa Energov Permitting and Licensing System.

Largest Employers

Listed below are the largest employers in the City.

<u>Employer</u>	<u>Product/Business</u>	<u>Approximate Employment</u>
Milwaukee Regional Medical Center	Medical facilities, education and research	19,000
Wauwatosa School District	Education	953.75 ⁽¹⁾
Briggs & Stratton Corporation	Small engine manufacturer	800 ⁽²⁾
Harley-Davidson Inc. ("Harley")	Motorcycle manufacturer	650 ⁽³⁾
St. Camillus	Nursing homes, assisted living	555
The City	Municipal government	473.21 ⁽¹⁾
Luther Manor, A Life Plan Community	Nursing home; assisted living	350
Bostik, Inc.	Adhesives manufacturer/company headquarters	270
Zywave	Custom software programming	204
Grede, Inc.	Foundry – ductile iron castings	200

⁽¹⁾ FTE.

⁽²⁾ 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. In fall 2022, the company ceased lawn tractor and snow thrower production in the City. In January 2023, the company announced it would shut down two production lines at the plant in the City and lay off 160 employees by early 2024. In March 2024, the company confirmed additional workforce reductions but did not specify the number of employees, functions or locations. It is unknown how many employees remain in the location in the City.

⁽³⁾ Harley-Davidson Inc. local employee count is 2,280 at its Milwaukee-area locations. In March 2024, it was announced that employees in Harley's location in the City's product development center would move to Milwaukee. R&D employees remain in the location in the City, but it is unknown how many employees remain in Harley's location in the City.

Source: *D&B Finance Analytics, Industry Select-MNI, Milwaukee Business Journal "Largest Manufacturers in the Milwaukee Seven-County Area" (April 18, 2025), "Largest Milwaukee-Area Retirement Communities" (July 11, 2025), and "Milwaukee-Area Software Product Companies" (June 27, 2025), Wisconsin Department of Public Instruction, employer websites and the City, August, 2025.*

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Largest Taxpayers

Listed below are the largest taxpayers in the City:

<u>Taxpayer</u>	<u>Type of Business</u>	2024 ⁽¹⁾ <u>Assessed</u> <u>Valuation</u>	2024 ⁽²⁾ <u>Equalized</u> <u>Valuation</u>
Froedtert Memorial Lutheran Hospital ⁽³⁾	Hospital, Clinics & Medical Office Buildings	\$ 356,203,100	\$ 509,662,470
Mayfair Mall LLC ⁽⁴⁾	Mayfair Shopping Center	345,418,800	494,232,079
Children's Hospital Wisconsin ⁽³⁾	Hospital, Clinics & Medical Office Buildings	191,668,700	274,243,382
Irgens Development Partners	Office buildings	156,372,800	223,741,308
HSA Commercial Real Estate	Mayfair Collection Shopping Center	122,462,100	175,221,205
H S I	State Street Station, Apartment Complexes	79,840,700	114,237,659
Wheaton Franciscan Healthcare ⁽³⁾	Medical Office Buildings & Clinics	78,127,200	111,785,949
Gateway Tosa HC LLC	Medical Office Building	53,805,000	76,985,263
Phoenix Wauwatosa Investors	Industrial Buildings	53,683,600	76,811,561
Wangard Partners LLC	Office Buildings	51,330,100	73,444,126
		<u>\$1,488,912,100</u>	<u>\$2,130,365,002</u>

The above taxpayers represent 20.71% of the City's 2024 Equalized Value (TID IN) (\$10,284,774,700).

⁽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 the County to the individual taxpayers in April 2020. These taxpayers disputed the taxability of all, or significant portions, of their taxable value. See "LITIGATION" herein. The City and Froedtert reached a settlement in June 2025, and the City will refund Froedtert \$10 million related to property taxes for the years 2021 through 2024. The City expects to recoup approximately 70% of such amount from other taxing jurisdictions in 2026.

⁽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.

Source: City of Wauwatosa. Taxpayer valuations for 2025 are not yet available.

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 had ceased operations or filed a petition for bankruptcy, or were due on personal property that had 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 2021 through 2025:

<u>Levy/Collection Year</u>	<u>City Tax Rate</u>	<u>City Levy</u>	<u>Uncollected Personal Property Taxes as of May 31* of Each Year</u>	<u>Percent of Levy Collected</u>
2024/2025	\$7.82	\$52,081,627	\$ 0	100.00%
2023/2024	7.39	51,475,377	146,813	99.71
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

* 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, 2025, \$86,889 in prior year delinquent property taxes remained uncollected and not written off. The personal property tax has been repealed, starting with the property tax assessments as of January 1, 2024.

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. Chapter 79, Wis. Stats. includes other revenue sharing programs, which each have their own requirements. 2023 Wisconsin Act 12 ("Act 12") created a supplement to shared revenue, with payments to the City beginning in 2024. This supplemental shared revenue may be used only for the purposes specified in section 79.037, Wis. Stats. In 2024, the City received approximately \$2,518,000 in shared revenue under Chapter 79, Wis. Stats., an increase from the approximately \$1,770,000 received in 2023. The City is currently estimated to receive approximately \$2,556,000 in shared revenue under Chapter 79, Wis. Stats., in 2025. In future years, the amount of supplemental shared revenue could grow if State sales tax collections grow.

ASSESSED TAX RATES

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

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
County	\$6.07	\$ 5.70	\$ 6.00	\$ 5.50	\$ 5.77
Sewer District	1.80	1.67	1.67	1.53	1.63
Technical College District	1.16	1.09	1.10	1.04	1.18
School District	9.08	8.69	8.48	8.20	8.69
City	7.82	7.39	7.19	7.00	7.17
School and County Tax Credits	<u>(3.41)</u>	<u>(3.14)</u>	<u>(2.64)</u>	<u>(2.40)</u>	<u>(2.43)</u>
Net Tax Rate	\$22.52	\$21.40	\$21.79	\$20.87	\$22.01
Ratio of Assessed to Equalized Value	68.71%	76.62%	84.38%	97.43%	97.37%

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

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 2021 through 2025. The City's equalized valuation (TID IN) has increased by 34.14 percent since 2021 with an average annual increase of 7.62 percent.

Year	Assessed Valuation	Equalized Valuation (TID IN)	Equalized Valuation (TID OUT)
2025	Not Available	\$ 10,122,294,400	\$9,492,444,900
2024	\$7,072,729,800	10,284,774,700	9,689,981,800
2023	7,393,482,500	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

⁽¹⁾The City believes that its equalized valuation in 2025 is understated due to the ongoing City-wide assessment, which understated net new construction by approximately \$600 million. The City has been in contact with the Wisconsin Department of Revenue (the "Department") to address the understatement, which is expected to be corrected in 2026 per Department procedures.

Source: Wisconsin Department of Revenue.

The equalized valuation by class in the City for 2025 (TID IN) is as follows:

	2025 Equalized Value	Percent of Total
Real Estate		
Residential	\$ 6,206,169,900	61.31%
Commercial	3,856,549,700	38.10
Manufacturing	59,574,800	0.59
Total	<u>\$10,122,294,400</u>	<u>100.00%</u>

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 \$629,849,500 have been excluded from the City's tax base for 2025.

TID #	TID Creation Date	Base Value	2025 Current Value	Increment
006	2010	\$26,768,400	\$137,375,400	\$110,607,000
007	2013	20,811,900	214,740,400	193,928,500
008	2014	21,009,000	122,248,900	101,239,900
009	2015	4,878,000	30,808,800	25,930,800
010	2015	3,911,600	55,005,400	51,093,800
011	2015	10,779,000	81,773,400	70,994,400
012	2018	31,990,100	70,356,000	38,365,900
013	2020	2,985,200	40,035,700	37,050,500
014	2022	2,932,500	3,035,100	102,600
015	2023	16,950,900	17,487,000	536,100
Total				<u>\$629,849,500</u>

Source: Wisconsin Department of Revenue.

CITY DEBT STRUCTURE

Total Outstanding General Obligation Debt Summary (As of November 3, 2025)

<u>Type of Obligation</u>	<u>Date of Issue</u>	<u>Original Amount Issued</u>	<u>Final Maturity Dates</u>	<u>Current Amount Outstanding</u>
General Obligation Community Development Bonds, Series 2015A	4/01/15	\$ 6,200,000	4/01/35	\$ 4,325,000
General Obligation Corporate Purpose Bonds, Series 2015B	12/01/15	26,375,000	12/01/30	7,650,000
Taxable General Obligation Community Development Bonds, Series 2015C	12/01/15	7,400,000	12/01/30	2,275,000
General Obligation Corporate Purpose Bonds, Series 2016B	12/20/16	15,190,000	12/01/36	8,230,000
General Obligation Corporate Purpose Bonds, Series 2017A	11/03/17	14,280,000	11/01/32	6,640,000
Taxable General Obligation Community Development Bonds, Series 2018A	11/20/18	3,690,000	11/01/34	2,355,000
General Obligation Corporate Purpose Bonds, Series 2018B	11/20/18	10,020,000	11/01/33	4,820,000
General Obligation Promissory Notes, Series 2018C	11/20/18	6,350,000	11/01/28	2,700,000
General Obligation Corporate Purpose Bonds, Series 2019A	12/02/19	12,765,000	12/01/39	9,060,000
Taxable General Obligation Community Development Bonds, Series 2019B	12/02/19	1,260,000	12/01/34	900,000
General Obligation Corporate Purpose Bonds, Series 2020A	12/01/20	8,600,000	12/01/40	6,695,000
General Obligation Promissory Notes, Series 2020B	12/01/20	5,335,000	12/01/30	3,115,000
General Obligation Corporate Purpose Bonds, Series 2021A	12/01/21	8,300,000	12/01/41	6,680,000
General Obligation Promissory Notes, Series 2021B	12/01/21	2,970,000	12/01/31	2,150,000
Taxable General Obligation Refunding Bonds, Series 2021C	12/01/21	12,235,000	11/01/34	8,080,000
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	3,240,000
General Obligation Promissory Notes, Series 2022C	12/01/22	4,270,000	12/01/32	3,180,000
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	11,870,000
General Obligation Promissory Notes, Series 2023B	12/04/23	3,935,000	12/01/33	3,150,000
General Obligation Promissory Notes, Series 2024A	11/04/24	17,440,000	11/01/44	15,400,000
General Obligation Promissory Notes, Series 2025A	11/03/25	26,635,000	11/01/45	<u>26,635,000</u> ¹
Total General Obligation Debt				\$156,700,000
Less Remaining 2025 Principal Payments				(9,050,000)
Net General Obligation Debt				<u>\$147,650,000</u>

¹ New issue. Preliminary, subject to change.

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 Notes. Interest on the Notes has been estimated using an average rate of 5.00 percent. The bond years for the Notes are 257,347.03, and the average life is 9.662 years.

Year	Outstanding Bonds & Notes		The Notes*		Total*	Less: Projected Offsetting Revenues**			Total Projected Net Debt Service Requirements*
	Principal	Interest	Principal*	Interest*		Enterprise	TID	MADACC	
2025	\$ 15,900,000	\$ 4,680,079			\$ 20,580,079	(\$ 8,078,223)	(\$ 3,213,909)	(\$ 215,031)	\$ 9,072,917
2026	13,235,000	4,136,418	\$ 2,270,000	\$ 1,324,351	20,965,769	(9,184,210)	(2,954,646)	(208,031)	8,618,881
2027	12,490,000	3,711,898	1,260,000	1,218,250	18,680,148	(8,175,539)	(3,505,746)	(202,781)	6,796,081
2028	12,565,000	3,294,398	1,315,000	1,155,250	18,329,648	(7,462,739)	(3,870,521)	(197,531)	6,798,856
2029	12,005,000	2,888,390	1,390,000	1,089,500	17,372,890	(6,610,221)	(3,868,106)	(192,281)	6,702,281
2030	11,760,000	2,494,741	1,455,000	1,020,000	16,729,741	(5,924,064)	(3,862,696)	(186,813)	6,756,169
2031	9,955,000	2,116,769	1,230,000	947,250	14,249,019	(5,224,208)	(2,969,949)	(181,125)	5,873,738
2032	9,995,000	1,771,949	1,295,000	885,750	13,947,699	(5,161,336)	(3,100,906)	-	5,685,456
2033	9,430,000	1,415,413	1,360,000	821,000	13,026,413	(4,812,049)	(3,252,776)	-	4,961,588
2034	7,625,000	1,105,518	1,425,000	753,000	10,908,518	(3,829,253)	(3,223,847)	-	3,855,419
2035	5,585,000	847,375	1,500,000	681,750	8,614,125	(2,387,638)	(2,844,213)	-	3,382,275
2036	4,925,000	654,271	1,405,000	606,750	7,591,021	(2,377,269)	(2,321,915)	-	2,891,838
2037	4,040,000	464,599	1,475,000	536,500	6,516,099	(2,208,744)	(1,912,955)	-	2,394,400
2038	3,240,000	293,730	1,550,000	462,750	5,546,480	(2,131,950)	(1,288,980)	-	2,125,550
2039	1,340,000	162,425	1,625,000	385,250	3,512,675	(2,139,975)	-	-	1,372,700
2040	835,000	114,013	1,715,000	304,000	2,968,013	(1,960,013)	-	-	1,008,000
2041	640,000	84,344	790,000	218,250	1,732,594	(1,732,594)	-	-	-
2042	550,000	58,525	830,000	178,750	1,617,275	(1,617,275)	-	-	-
2043	580,000	34,194	870,000	137,250	1,621,444	(1,621,444)	-	-	-
2044	220,000	8,525	915,000	93,750	1,237,275	(1,237,275)	-	-	-
2045	-	-	960,000	48,000	1,008,000	(1,008,000)	-	-	-
	136,915,000	30,337,571	26,635,000	12,867,351	206,754,923	(84,884,015)	(42,191,166)	(1,383,594)	78,296,148
Less 2025 Payments	(15,900,000)	(4,680,079)	-	-	(20,580,079)	8,078,223	3,213,909	215,031	(9,072,917)
TOTAL	\$121,015,000	\$25,657,492	\$26,635,000	\$12,867,351	\$186,174,843	(\$76,805,793)	(\$38,977,257)	(\$1,168,563)	\$69,223,231

*Preliminary, subject to change.

**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 November 3, 2025)**Waterworks System**

Type of Obligation	Date of Issue	Original Amount	Final Maturity Dates	Current Amount Outstanding
Revenue Bonds, Series 2016A	6/21/16	\$ 4,225,000	1/01/36	\$ 2,525,000
Revenue Bonds, Series 2017B	11/03/17	3,000,000	1/01/37	2,225,000
Revenue Bonds, Series 2018D	11/20/18	3,620,000	1/01/38	<u>2,565,000</u>
Total Waterworks System Revenue Debt				<u>\$ 7,315,000</u>

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 \$10.6 million in general obligation debt in 2026 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 \$665,000 expected to close in late 2025 to avoid a negative levy limit consequence and increase cash financing in lieu of debt financing. (See "LEVY LIMITS" above). The City currently has tentative agreements with the owner of the Mayfair Mall, Brookfield Properties, and a residential developer for the redevelopment at and in the vicinity of the site of the former Boston Store at Mayfair Mall. A closing and property transfer between all three parties is anticipated by the end of 2025. If the project moves forward, the City expects it would include a general obligation debt issuance in the amount of approximately \$27 million in 2026 contingent upon the developer receiving United States Housing and Urban Development financing. The residential developer has met the conditions for a predevelopment loan of \$2.5 million from the City. Partial disbursement began in September 2024 using fund balance. The City also expects to make a \$500,000 loan to the Wauwatosa Curling Club by the end of 2025, which may be financed either through fund balance or through borrowing a State Trust Fund Loan. 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 November 3, 2025, 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
2025	\$ 156,700,000 ⁽²⁾	\$ 10,122,294,400	1.55%	49,589	\$ 3,159.97
2024	137,580,000	10,284,774,700	1.34	49,363	2,787.11
2023	135,675,000	9,618,350,900	1.41	48,836	2,778.18
2022	135,305,000	9,006,577,400	1.50	48,638	2,781.88
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

¹ Estimated by the Wisconsin Department of Administration. The figure for 2025 is a preliminary estimate.

² Includes the Notes. Preliminary, subject to change. Unaudited.

Overlapping Indebtedness

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

<u>Name of Entity</u>	<u>Amount of Debt (Net of 2025 Principal Payments)</u>	<u>Percent Chargeable to City</u>	<u>Outstanding Debt Chargeable to City</u>
Wauwatosa School District ⁽¹⁾	\$ 97,020,000	100.00%	\$ 97,020,000
Milwaukee County ⁽²⁾	327,850,000	10.10	33,112,850
Milwaukee Metropolitan Sewerage District ⁽³⁾	877,487,564	10.29	90,293,470
Milwaukee Area Technical College ⁽⁴⁾	99,225,000	8.15	8,086,838
TOTAL	\$1,401,582,564		\$228,513,158

¹ In November 2024, voters in the Wauwatosa School District (the "District") approved a \$60,000,000 capital referendum for school building and facilities projects. The District issued \$15,000,000 general obligation promissory notes in April 2025 and expects to issue the remaining \$45 million of referendum-approved debt in early 2026.

² Milwaukee County anticipates the issuance of approximately \$93.4 million of general obligation debt in November 2025. Such amount is preliminary, subject to change and is not included in the above table.

³ The Milwaukee Metropolitan Sewerage District anticipates the issuance of an additional approximately \$23.0 million of general obligation debt through December 31, 2025. This amount is preliminary and subject to change. The amount included in the table above includes Clean Water Fund Program Loans totaling \$343,524,062 as of August 25, 2025.

⁴ The Milwaukee Area Technical College District anticipates the issuance of an additional \$13.5 million of general obligation debt in fiscal year 2025-26. 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 2025 principal payments.

Equalized Valuation (2025) as certified by Wisconsin Department of Revenue	\$10,122,294,400
Direct Bonded Indebtedness Including the Notes ⁽¹⁾	\$147,650,000
Direct, Overlapping and Underlying Bonded Indebtedness Including the Notes ⁽¹⁾	\$376,163,158
Direct Bonded Indebtedness as a Percentage of Equalized Valuation ⁽¹⁾	1.46%
Direct, Overlapping and Underlying Bonded Indebtedness as a Percentage of Equalized Valuation ⁽¹⁾	3.72%
Population of City (2025 Preliminary Estimate)*	49,589
Direct Bonded Indebtedness Per Capita ⁽¹⁾	\$2,977.47
Direct, Overlapping and Underlying Bonded Indebtedness Per Capita ⁽¹⁾	\$7,585.62

⁽¹⁾ Preliminary, subject to change.

*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 Notes, as a percentage of the applicable debt limit.

Equalized Valuation (2025) as certified by Wisconsin Department of Revenue	\$10,122,294,400
Legal Debt Percentage Allowed ⁽¹⁾	<u>5.00%</u>
Legal Debt Limit	\$506,114,720
General Obligation Debt Outstanding Including the Notes ⁽²⁾	<u>\$156,700,000</u>
Unused Margin of Indebtedness	\$349,414,720
Percent of Legal Debt Incurred ⁽²⁾	30.96%
Percentage of Legal Debt Available ⁽²⁾	69.04%

⁽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.

⁽²⁾ Preliminary, subject to change.

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**

	2025 <u>Budget</u> ⁽¹⁾	2024 <u>Audit</u> ⁽¹⁾	2023 <u>Audit</u> ⁽¹⁾	2022 <u>Audit</u> ⁽¹⁾	2021 <u>Actual</u>
Revenues:					
Taxes	\$54,805,923	\$54,383,030	\$53,023,155	\$51,141,135	\$47,762,111
Intergovernmental revenues	8,407,450	7,825,278	7,125,630	6,944,401	7,006,006
Licenses and permits	1,777,950	2,212,093	1,807,748	2,484,896	1,767,638
Penalties and forfeitures	1,051,500	953,307	758,662	692,853	812,623
Public improvement revenues	20,000	32,105	16,043	11,695	23,360
Public charges for services	3,700,919	3,164,048	2,997,144	3,076,279	3,154,704
Intergovernmental charges for services	1,560,551	1,590,673	1,697,069	1,841,675	1,766,190
Commercial revenues	<u>2,573,824</u>	<u>5,733,853</u>	<u>5,318,592</u>	<u>(3,032,976)</u> ⁽²⁾	<u>346,371</u>
Total Revenues	\$73,898,117	\$75,894,387	\$72,744,043	63,159,958	62,639,003
Expenditures:					
Current:					
General government	7,667,628	7,290,545	7,760,221	6,710,934	5,773,970
Protection of persons and property <i>(Public Safety)</i>	37,921,878	38,269,551	36,949,103	35,069,839	33,492,900
Health and sanitation <i>(Health and Human Services)</i>	1,859,743	1,985,776	1,772,973	2,068,452	1,994,383
Highway and transportation <i>(Public Works)</i>	9,190,005	7,226,380	7,955,353	7,299,695	7,048,021
Conservation and development	2,705,881	2,858,036	2,895,953	2,412,736	2,362,921
Unclassified	0	0	0	0	0
Debt service	0	0	157,632	0	0
Capital outlay	<u>0</u>	<u>201,305</u>	<u>92,370</u>	<u>117,631</u>	<u>516,426</u>
Total Expenditures	<u>59,345,135</u>	<u>57,831,593</u>	<u>57,583,605</u>	<u>53,679,287</u>	<u>51,188,621</u>
Excess of Revenues Over (Under) Expenditures	<u>14,552,982</u>	<u>18,062,794</u>	<u>15,160,438</u>	<u>9,480,671</u>	<u>11,450,382</u>
Other Financing Sources (Uses)					
Subscription proceeds	0	99,715	0	0	0
Insurance Recoveries	0	0	17,144	15,551	0
Proceeds from sale of assets	0	3,714	347	1,174	150
Operating transfers in	5,755,520	1,046,115	1,326,252	1,843,782	1,573,317
Operating transfers out	<u>(20,308,502)</u>	<u>(16,001,777)</u>	<u>(15,407,683)</u>	<u>(14,261,840)</u>	<u>(12,898,086)</u>
Net change in fund balances	0	3,210,561	1,096,498	(2,920,662)	125,763
Fund Balances – Beginning of Year	<u>26,551,590</u>	<u>23,341,029</u>	<u>22,244,531</u>	<u>25,165,193</u>	<u>25,039,430</u>
Fund Balances - End of Year	<u>\$26,551,590</u>	<u>\$26,551,590</u>	<u>\$23,341,029</u>	<u>\$22,244,531</u>	<u>\$25,165,193</u>

⁽¹⁾ Expenditure categories starting in 2022 have been reclassified (shown in parentheses and italics) but prior years have not been restated. Southeastern Wisconsin experienced significant flooding in August 2025, including the City, which caused significant damage. The City expects to have uninsured expenses of approximately \$5,000,000 to \$7,000,000. The State of Wisconsin submitted a request for a damage assessment to FEMA, which process is ongoing. The City does not yet know whether or how much aid it may receive for such expenses. The City expects to use available fund balance for such expenses in the meantime, and the City may consider the need for future borrowing, if necessary.

⁽²⁾ In 2022, the City had to record a large negative mark-to-market adjustment due to the rising interest rate environment resulting in a large commercial revenue deficit. It is the City's practice to hold its investments to maturity so no resulting cash reduction is anticipated. The City experienced in 2023, and anticipates for the next several years, positive mark-to-market adjustments to offset the 2022 loss.

The amounts shown for the years ended December 31, 2021 through 2024 are excerpts from the audit reports which have been examined by CliftonLarsonAllen LLP, Certified Public Accountants, Milwaukee, Wisconsin (the "Auditor"). The amounts shown for the year ending December 31, 2025 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, 2024, 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 Notes, 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 Notes have been purchased at a public sale by a group of Underwriters for whom _____ is acting as Managing Underwriter (the "Underwriter"). The Underwriter intends to offer the Notes to the public initially at the prices which produce the yields set forth on the cover of this Official Statement plus accrued interest from November 3, 2025, if any, which prices may subsequently change without any requirement of prior notice. The Underwriter reserves the right to join with dealers and other underwriters in offering the Notes to the public. The Underwriter may offer and sell the Notes to certain dealers (including dealers depositing the Notes into investment trusts) at prices lower than the public offering prices.

RATING

The Notes 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 Notes.

Such rating is not to be construed as a recommendation of the rating agency to buy, sell or hold the Notes, 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 Underwriter undertake responsibility to bring to the attention of the owners of the Notes 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 a legal opinion with respect to the federal income tax exemption applicable to the interest on the Notes under existing law substantially in the following form:

"The interest on the Notes is excludable for federal income tax purposes from the gross income of the owners of the Notes. The interest on the Notes is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on individuals; however, interest on the Notes is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). The Code contains requirements that must be satisfied subsequent to the issuance of the Notes in order for interest on the Notes to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Notes to be included in gross income retroactively to the date of issuance of the Notes. The 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 Notes."

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

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

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

See Appendix B "Form of Legal Opinion for the Notes".

Original Issue Discount

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

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

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

Not Qualified Tax-Exempt Obligations

The Notes 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 Underwriter, which will reoffer the Notes, 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 Resolution adopted by the Common Council to enter into an undertaking (the "Undertaking") for the benefit of holders including beneficial holders of the Notes 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 Undertaking provides 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 Undertaking, 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 Certificate to be executed and delivered by the City at the time the Notes are delivered. Such Certificate will be in substantially the form attached hereto as Appendix C. A failure by the City to comply with the Undertaking will not constitute an event of default on the Notes (although holders will have the right to obtain specific performance of the obligations under the Undertaking). 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 Notes in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Notes 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 Notes. The Notes 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 Note certificate will be issued for each maturity of the Notes, 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 Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Notes on DTC’s records. The ownership interest of each actual purchaser of each Note (“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 Notes 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 Notes, except in the event that use of the book-entry system for the Notes is discontinued.

To facilitate subsequent transfers, all Notes 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 Notes 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 Notes; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Notes 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 Notes may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Notes, such as redemptions, tenders, defaults, and proposed amendments to the Note documents. For example, Beneficial Owners of Notes may wish to ascertain that the nominee holding the Notes 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 Notes 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 Notes 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 Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

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

DTC may discontinue providing its services as depository with respect to the Notes 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, Note 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, Note 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 Notes, or in any way contesting or affecting the validity of the Notes or any proceedings of the City taken with respect to the issuance or sale thereof.

The City is in the midst of 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 potential exposure of up to \$7.1 million of a tax refund. 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, and the appeal window is closed. Similar disputes regarding the taxable value of Mayfair Mall for the years 2016 through 2024 have been stayed pending the outcome of the appeal and are currently being addressed by the courts. The City is currently in discussion in which Mayfair Mall may voluntarily dismiss their claims for refund for some of the earlier tax years and litigation will likely ultimately focus on claims for the later tax years, 2020 to 2024.

A significant property value for certain medical campus taxpayers became taxable upon the sale of land from the County to individual taxpayers in April 2020. These taxpayers are disputing the taxability of all, or significant portions, of that new taxable value. The City has ongoing litigation with Froedtert, Medical College of Wisconsin, and Children's Hospital in which the medical entities are questioning the exempt status of some of their properties. The City recently entered into a settlement with Froedtert resolving litigation for the 2021 through 2024 tax years (see "DEMOGRAPHIC AND ECONOMIC INFORMATION – Largest Taxpayers" above). The City is also involved in litigation with the Ascension property on Mayfair Road in which they also claim exempt status.

Under Wisconsin Statutes, a disagreement regarding assessment cannot be made unless a property holder pays the assessment that is levied against them. As a result, the amounts have been assessed against Mayfair Mall and the medical campus taxpayers and have been paid by the property owners. The taxes have been paid and disputed since 2016 for Mayfair Mall and since 2021 for the medical campus entities. The claim for refund in taxes is approximately \$7.1 million for Mayfair Mall and \$7.1 million for the medical campus. The City cannot predict the outcome of these matters but is vigorously defending the assessments. If the property owner is successful, the taxing jurisdictions will have to reimburse the taxpayer for the excessive assessments that have been paid in prior years.

The City experienced significant civil unrest and protests periodically from July through October 2020, related to announcement of the District Attorney's decision declining to bring charges against a former Wauwatosa Police Officer who fatally shot three people in 2015, 2016 and 2020, respectively, during active duty. The officer was not charged in connection with any of these shootings, but that decision resulted in civil unrest and protests in the City. The officer has been sued civilly by the family of the individual shot in 2020, and that case is going to be re-tried beginning on September 8, 2025, in federal court. The case was previously tried, and the jury could not reach a decision, but the City's trial attorney learned that but for one hold out juror, the Verdict would have been in favor of the officer. The City believes it has a strong defense in each of these litigation matters and also expects that its insurance coverage will apply in all such matters to significantly reduce financial risk. The City has been fairly successful in addressing most of the outstanding issues being litigated in this regard, although some questions remain on appeal, and the City can never fully predict the outcome of any litigation.

LEGAL MATTERS

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

Quarles & Brady LLP has also been retained by the City to serve as Disclosure Counsel to the City with respect to the Notes. 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 Notes and assumes no responsibility whatsoever nor shall have any liability to any other party for the statements or information contained or incorporated by reference in this Official Statement. Further, Quarles & Brady LLP makes no representation as to the suitability of the Notes 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 Notes.

MUNICIPAL BANKRUPTCY

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

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

Nevertheless, there can be no assurance (a) that State law will not change in the future, while the Notes are outstanding, in a way that would allow the 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 Notes could be modified in bankruptcy proceedings. Such modifications could be adverse to holders of the Notes, and there could ultimately be no assurance that holders of the Notes would be paid in full or in part on the Notes. Further, under such circumstances, there could be no assurance that the Notes would not be treated as general, unsecured debt by a bankruptcy court, meaning that claims of holders of the Notes could be viewed as having no priority (a) over claims of other creditors of the City; (b) to any particular assets of the City, or (c) to revenues otherwise designated for payment to holders of the Notes.

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 Notes 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 Notes. 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 Notes. Baird’s compensation for serving as financial advisor on the Notes is conditional on the successful closing of the Notes.

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 Interim City Clerk has been duly authorized by the City.

In accordance with the Rule, the Preliminary Official Statement is deemed final except for the omission of certain information described in the Rule.

AUTHORIZATION

This Official Statement has been approved for distribution to prospective purchasers and the Underwriter of the Notes. The City, acting through its Mayor and Interim City Clerk will provide to the Underwriter of the Notes at the time of delivery of the Notes, a certificate confirming that, to the best of its knowledge and belief, the Official Statement with respect to the Notes, together with any supplements thereto, at the time of execution of the Approving Certificate and at the time of delivery of the Notes, 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 _____
Interim City Clerk

APPENDIX A

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2024

**CITY OF WAUWATOSA
MILWAUKEE COUNTY, WISCONSIN**

**CLIFTON LARSON ALLEN LLP
MILWAUKEE, WISCONSIN**

A copy of the City's Annual Comprehensive Financial Report for the fiscal year ended December 31, 2024, 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 Notes, 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, 2024

**Prepared by:
City of Wauwatosa, Wisconsin
Finance Department
John Ruggini, Finance Director**

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INTRODUCTORY SECTION



CITY OF WAUWATOSA

Finance Department
7725 W. North Avenue
Wauwatosa, WI 53213

July 28, 2025

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, 2024 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, 2024 are fairly presented in accordance with GAAP. The auditor's opinion is included as the first item in the financial section of this report.

The City maintains budgetary controls at the fund level and any budgetary change greater than \$25,000; or that which increases the total fund expenditures requires Common Council approval.

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

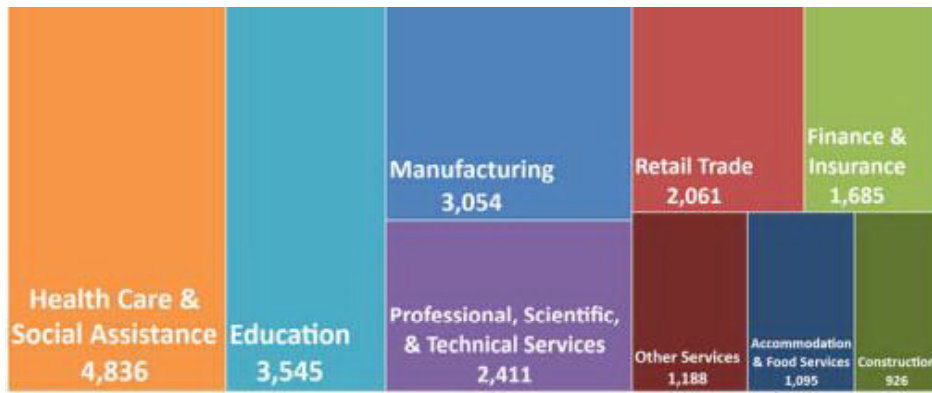
The City of Wauwatosa is located in Milwaukee County, approximately five miles from downtown Milwaukee, in the southeast corner of Wisconsin. Incorporated in 1892, the City of Wauwatosa covers thirteen square miles and has a population of 48,604 (per state Department of Administration). Wauwatosa has 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 \$5.4 billion in 2013 to \$9.6 billion in 2023 and commercial property makes up 41% of the tax base. 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 below¹.

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



The unemployment rate for the City of Wauwatosa was 2.6% for 2023. This compares favorably to the state's average of 3.0% and Milwaukee County's average rate of 3.8% and is slightly up from 2.4% in 2022. Personal income per tax return was \$98,829 in 2022 compared to \$70,548 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, 2023. This was the tenth 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.

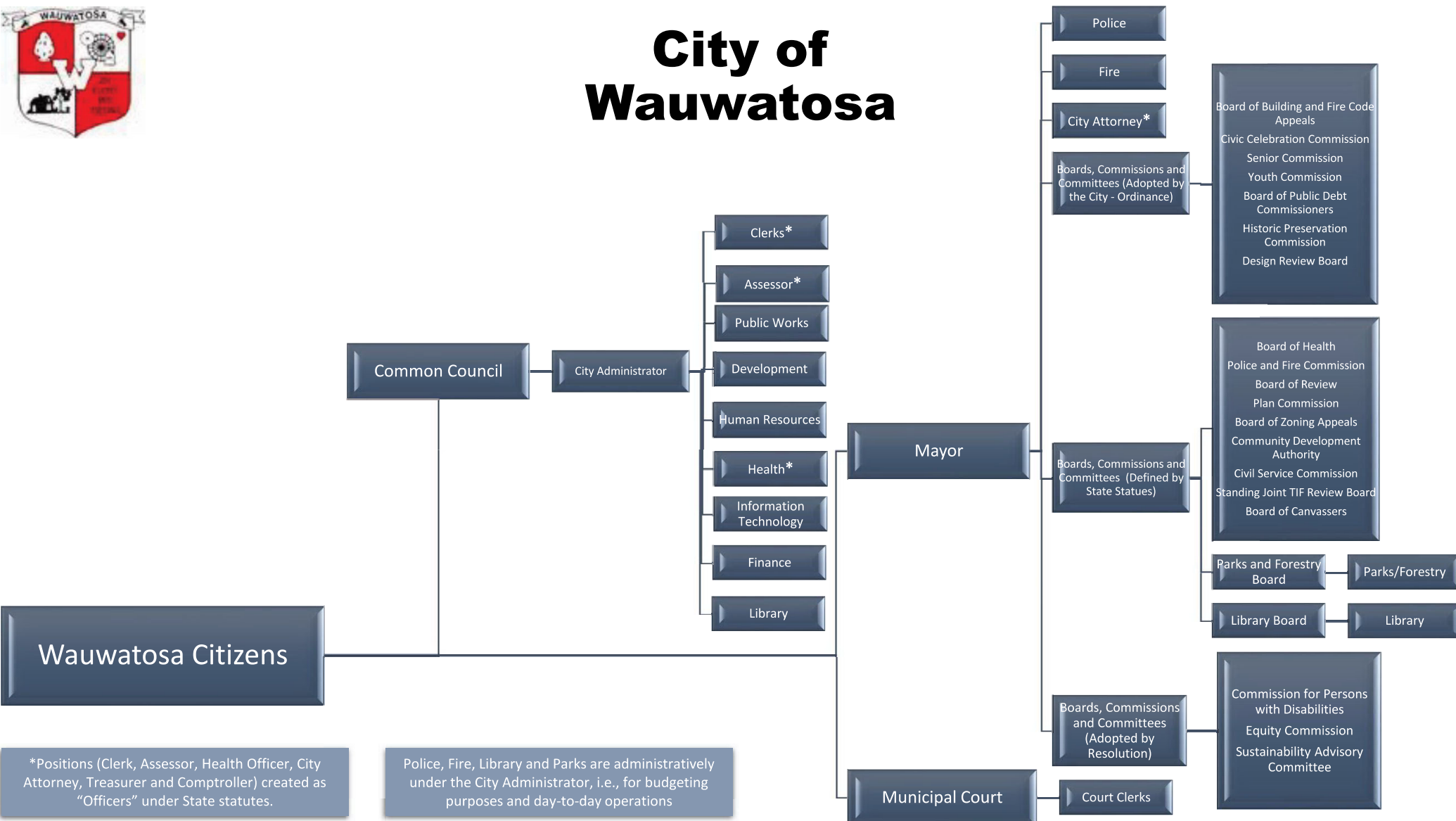
The preparation of this report was made possible by the efficient and dedicated services of the entire staff of the Finance Department along with the advice of the independent auditors, CliftonLarsonAllen, LLP. We would also like to thank the Common Council for their continued interest and support of 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, 2024

THE CITY OF WAUWATOSA, WISCONSIN

7725 W North Avenue
WAUWATOSA, WISCONSIN 53213

Dennis McBride, Mayor
Jason Wilke, Common Council President

MEMBERS OF THE COMMON COUNCIL

Andrew Meindl	Alderman, District # 1	Sean Lowe	Alderman, District # 5
Jim Moldenhauer	Alderman, District # 1	Rob Gustafson	Alderman, District # 5
Margaret Arney	Alderman, District # 2	Joe Phillips	Alderman, District # 6
Brad Foley	Alderman, District # 2	Aletha Champine	Alderman, District # 6
Robin Brannin	Alderman, District # 3	Amanda Fuerst	Alderman, District # 7
Joseph Makhoul	Alderman, District # 3	Mike Morgan	Alderman, District # 7
David R. Lewis	Alderman, District # 4	Jason Wilke	Alderman, District # 8
Ernst Franzen	Alderman, District # 4	Melissa Dolan	Alderman, District # 8

ADMINISTRATORS

James Archambo	City Administrator
Beth Mbow	Human Resources Director
Krista G. LaFave	Municipal Judge
Mark Hammond	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
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Reporting

Presented to

**City of Wauwatosa
Wisconsin**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morrell

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, 2024, 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, 2024, 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, 2024, the City adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. The City adopted the requirements of the guidance effective January 1, 2024 and has applied the provisions of this standard to the beginning of the period of adoption. 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.

Common Council
City of Wauwatosa, Wisconsin

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 28, 2025, 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.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Milwaukee, Wisconsin
July 28, 2025

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, 2024. 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 1-2 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 \$258,523,818 (net position) as of December 31, 2024.
- ◆ As of December 31, 2024, the City of Wauwatosa's governmental funds reported combined ending fund balances of \$62,387,714. Of this balance, \$23,263,105 is available for spending at the government's discretion (unassigned fund balance)
- ◆ At the end of the current fiscal year, \$23,263,105 of unassigned fund balance for the general fund is equal to 32% of general fund expenditures and transfers out.
- ◆ The City's net Other Postemployment Benefit (OPEB) liability increased by \$2,743,130 to \$39,361,560 as of December 31, 2024.
- ◆ Total governmental activities long term liabilities decreased \$5,386,988 to \$172,284,765 due largely to a \$11.7 million decrease in the Net Pension Liability. A \$4.4 million decrease in General Obligation Debt was largely offset by a \$2.7 million increase in the OPEB liability. There is also accumulated sick leave totaling \$8.3 million now reported due to implementation of GASB 101, *Compensated Absences*.
- ◆ Business-type long term liabilities increased \$6,626,897 to \$61,978,228 due almost entirely to increases in General Obligation Debt for infrastructure improvements.
- ◆ 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 31-83.

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 73-104. The statistical section can be found on pages 105-125.

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 \$258,523,818 at the close of 2024 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, 2024

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
ASSETS						
Other Assets	\$ 169,670,186	\$ 167,419,356	\$ 49,956,622	\$ 44,509,803	\$ 219,626,808	\$ 211,929,159
Capital Assets	150,455,603	141,160,184	194,930,472	181,489,897	345,386,075	322,650,081
Total Assets	<u>320,125,789</u>	<u>308,579,540</u>	<u>244,887,094</u>	<u>225,999,700</u>	<u>565,012,883</u>	<u>534,579,240</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Outflows of Resources	<u>51,198,551</u>	<u>70,931,613</u>	<u>1,940,278</u>	<u>2,570,298</u>	<u>53,138,829</u>	<u>73,501,911</u>
LIABILITIES						
Current Liabilities	23,721,749	26,515,976	4,380,053	7,831,990	28,101,802	34,347,966
Noncurrent Liabilities	172,284,765	177,671,753	61,978,228	55,351,331	234,262,993	233,023,084
Total Liabilities	<u>196,006,514</u>	<u>204,187,729</u>	<u>66,358,281</u>	<u>63,183,321</u>	<u>262,364,795</u>	<u>267,371,050</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Inflows of Resources	<u>91,317,513</u>	<u>101,705,232</u>	<u>5,945,586</u>	<u>7,591,804</u>	<u>97,263,099</u>	<u>109,297,036</u>
NET POSITION						
Net Investment in Capital Assets	94,814,987	84,628,128	139,469,121	125,633,103	234,284,108	210,261,231
Restricted	14,534,166	8,817,469	1,609,973	1,856,805	16,144,139	10,674,274
Unrestricted	(25,348,840)	(19,827,405)	33,444,411	30,304,965	8,095,571	10,477,560
Total net position, as restated	<u>\$ 84,000,313</u>	<u>\$ 73,618,192</u>	<u>\$ 174,523,505</u>	<u>\$ 157,794,873</u>	<u>\$ 258,523,818</u>	<u>\$ 231,413,065</u>

Change in Net Position

Net position of the City of Wauwatosa increased by \$27,110,753 (11.7%) in 2024 with increases in the Governmental-Type Activities and the Business-Type Activities. Net position of the City's governmental activities totaled \$84,000,313 as of December 31, 2024, an increase of \$10,382,121 (14.1%). 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 \$174,523,505, an increase of \$16,728,632 (10.6%). Following is a summary of the changes in net position for the City of Wauwatosa.

Governmental Activities

Governmental activities for 2024 increased the City's net position by \$17,799,919 as detailed below.

◆ **Revenues increased by \$10.9 million over the prior year:**

- The \$1,192,738 increase in Charges for Services was driven largely by a pick-up in building construction due to several large construction projects and associated permit revenue as well as improved parking citation collections due to filled vacancies and operational changes.
- The \$1,287,247 increase in operating grants was almost entirely due to an increase in state shared revenue due to legislative changes associated with the state budget.
- The capital grants increase of \$4.6 million can be attributed to American Rescue Plan Act spending on capital in 2024 as compared to 2023.
- Property taxes grew 3.3% due to a 2.6% increase in the property tax levy and 8.0% in Tax Increment District revenue. Tax Increment District revenue grew as District 6 – Innovation Campus value grew by 16% due to the build-out of a commercial building. Property Tax increment in District 8 – East State Street grew 13.7% with the completion of a 50-unit apartment and townhome affordable housing development. In addition, District 12 – Mayfair Hotel revenue grew \$177,951 due to property appreciation.
- Other taxes grew by 6.0% to \$2,631,586 driven largely by a \$297,546 increase in special assessments due to an increase in projects.
- The \$1.0 million increase in investments was driven by increases in the average cash balance as well as a 17.0% increase in the managed portfolio rate of return from 2.84% to 3.32% and a 4.1% increase in the liquid portfolio from 5.02% to 5.22%.

◆ **Expenses increased by \$1.0 million over the prior year:**

- General government spending increased by 11.0% partially due to a \$238,003 increase in wages. \$75,354 of this increase was in poll-worker pay due to the presidential election.
- Public Safety expenses decreased \$2.9 million largely a result of a decrease in pension expense. This was offset by a \$691,220 increase in wages due mostly to cost of living and union contract increases.
- The \$416,628 decrease in Public Works was driven by a \$156,390 decrease in roadway maintenance as the annual crack-filling contract was not awarded. In addition, net recycling processing costs decreased 18% due to increases in the amount earned for the sale of materials in the second half of the year.
- Health and Human services costs increased 11.6% due to an increase in wages resulting from filling Public Health Specialist and Environmental Health Specialist vacancies as well as a \$136,686 increase in program expenditures for American Rescue Plan projects.
- Conservation and Development costs increased 27.0% due to an increase in economic incentives related to a new municipal revenue obligation issuance of \$2,269,064.
- A \$213,946 increase in marketing services contributed to the 25.1% increase in Culture spending.
- A \$160,333 increase in debt service interest resulted in a 5.3% increase in Interest and Fiscal Charges. This was driven higher interest rates on recently borrowed funds.

- In addition, a \$1.1 million increase in expenses related to compensated absences was offset by a \$1.5 million decrease in expenses related to pension activity.

Figure 2

CHANGE IN NET POSITION- GOVERNMENTAL ACTIVITIES
For The Years Ended December 31, 2024 and 2023

	Governmental Activities		
	2024	2023	Variance
REVENUES			
Program Revenues:			
Charges for Services	\$ 12,976,383	\$ 11,783,645	\$ 1,192,738
Operating Grants	7,767,018	6,479,771	1,287,247
Capital Grants/Contributions	6,429,316	1,844,022	4,585,294
General Revenues:			
Property Taxes	61,702,257	59,750,440	1,951,817
Other Taxes	2,631,586	2,482,357	149,229
Grants not Restricted to Specific Programs	3,894,483	3,147,178	747,305
Investments	6,750,314	5,725,737	1,024,577
Gain (loss) -sales/disposal of capital assets	89,189	87,145	2,044
Total Revenues	102,240,546	91,300,295	10,940,251
EXPENSES			
General Government	9,104,720	8,205,597	899,123
Public Safety	40,501,580	43,418,355	(2,916,775)
Public Works	12,534,358	12,950,986	(416,628)
Health and Human Services	2,508,179	2,247,690	260,489
Education and Recreation	5,211,187	5,198,985	12,202
Conservation and Development	8,818,452	6,946,300	1,872,152
Culture	1,182,057	945,106	236,951
Interest and Fiscal Charges	2,939,286	2,791,427	147,859
Total Government Activities Expense	82,799,819	82,704,446	95,373
INCREASE (DECREASE) IN NET ASSETS BEFORE TRANSFERS	19,440,727	8,595,849	10,844,878
NET TRANSFERS	(1,640,808)	482,443	(2,123,251)
Change in Net Position	17,799,919	9,078,292	8,721,627
Net Position - Beginning, as Previously Reported	73,618,192	64,539,900	9,078,292
Change in Accounting Principle - GASB 101	(7,417,798)		
Net Position - Beginning, as Restated	66,200,394		
NET POSITION - ENDING	<u>\$ 84,000,313</u>	<u>\$ 73,618,192</u>	<u>\$ 10,382,121</u>

Business Activities

Business activities for 2024 increased the City's net position by \$16,847,508 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 services increased 4.6% largely due to 2024 being the first full year following a conventional rate increase of nearly 30% for the water utility.
- ◆ Capital Grants and contributions increased \$4.6 million largely due to a one-time revenue of contributed capital from the American Rescue Plan funds for the reconstruction of the Potter

Road Water Main and the extension of water main to Elm Grove funded by a private development.

- ◆ Investment income increased 11.2% due to increasing short-term interest rates which increased earnings on the City's investment portfolio as described above.

Expenses

- ◆ Sanitary expenses increased 10.2% due largely to increased wastewater treatment service charges from the Milwaukee Metropolitan Sewerage District.

Figure 3
CHANGE IN NET POSITION- BUSINESS ACTIVITIES
For The Years Ended December 31, 2024 and 2023

	2024	Business Activities 2023	Variance
REVENUES			
Program Revenues:			
Charges for Services	\$ 29,367,046	\$ 28,088,004	\$ 1,279,042
Grants/Contributions	5,452,625	855,905	4,596,720
General Revenues:			
Investments	1,571,092	1,412,377	158,715
Total Revenues	36,390,763	30,356,286	6,034,477
EXPENSES			
Water Utility	9,155,933	9,091,024	64,909
Sanitary Sewer	8,803,905	7,989,661	814,244
Storm Water Management	3,224,225	3,315,853	(91,628)
Total Business Activities Expense	21,184,063	20,396,538	787,525
INCREASE (DECREASE) IN NET ASSETS BEFORE TRANSFERS	15,206,700	9,959,748	5,246,952
NET TRANSFERS	1,640,808	(482,443)	2,123,251
Change in Net Position	16,847,508	9,477,305	7,370,203
Net Position - Beginning, as Previously Reported	157,794,873	148,317,568	9,477,305
Change in Accounting Principle - GASB 101	(118,876)		
Net Position - Beginning, as Restated	157,675,997		
NET POSITION - ENDING	\$ 174,523,505	\$ 157,794,873	\$ 16,728,632

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, 2024, the City of Wauwatosa's governmental funds reported combined ending balances of \$62,387,714, an increase of \$1,996,234 from the prior year. This increase is due to several factors described below and presented in Figure 4.

- ◆ The General Fund balance increased \$3,210,561 to \$26,551,590 as revenue growth of 3.9% exceeded 1.0% expenditure increases. Year over year revenue increases were driven largely by a \$1.3 million increase in property taxes, due to a 2.5% levy increase and a \$778,655 increase in State Shared Revenue resulting from the dedication of \$0.01 of the state sales tax to local governments. A \$704,606 increase in investment earnings, a 15% year over year change, due largely to rising interest rates also contributed to the revenue surplus. A 4.0% increase in wages was almost entirely offset by savings in multiple other areas.
- ◆ The \$1.1 million increase in the Tax Increment District fund was driven by a \$741,169 increase in property tax increment due to a 15% rise in equalized value within the Tax Increment Districts as well as a 38% year over year increase in interest earnings.
- ◆ The \$2,329,959 decrease in the Capital Projects fund was largely the result of using \$896,295 in prior year bond proceeds which were in restricted fund balance for projects that spanned multiple years. In addition, \$401,246 less special assessment revenue was received than budgeted.
- ◆ The Parks Reserve fund balance increased \$443,523 largely due to lower than budgeted compensation costs due to a combination of vacancies and less time being charged to the Parks than budgeted. This resulted in \$258,679 in savings. Fund balance was budgeted to increase \$105,000 to build surplus for the future replacement of the stadium track and turf. Lastly, rental revenue exceeded budget by \$72,863 as closure of the Muellner building for remodeling had less of an impact on revenue than expected.
- ◆ The Community Development Fund decreased \$133,758 due spending down bond proceeds from fund balance for the costs of maintaining the vacant Boston Store as negotiations continue to transfer ownership.
- ◆ The Tourism Commission balance decreased \$664,284 due to the planned use of \$623,287 of the capital reserve for the Muellner Building remodel and the construction of the Firefly Grove park.
- ◆ Information Systems Equipment fund increased by \$245,225 as there were no planned expenditures.
- ◆ The Fleet Equipment reserve increased \$93,303. It was budgeted to surplus by \$288,391 to build up cash reserves for future purchases; however, the main reason this level was not realized was that the depreciation transfer was \$149,992 less than budget.

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
End of Year Balance	\$ 23,341,029	\$ 3,728,279	\$ 1,899	\$ 2,052,832	\$ 18,512,112	\$ (1)	\$ (6,934)	\$ 216,191	\$ 1,852,163	\$ 999
Current Year Activity	3,210,561	1,076,165	32,128	68,391	(2,329,959)	-	45	(8,963)	443,523	-
End of Year Balance	\$ 26,551,590	\$ 4,804,444	\$ 34,027	\$ 2,121,223	\$ 16,182,153	\$ (1)	\$ (6,889)	\$ 207,228	\$ 2,295,686	\$ 999
Nonspendable	\$ 1,011,369	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 347
Restricted	-	4,804,444	34,027	2,121,223	7,516,749	-	-	207,228	-	-
Assigned	2,277,116	-	-	-	8,665,404	-	-	-	2,295,686	652
Unassigned	23,263,105	-	-	-	-	(1)	(6,889)	-	-	-

	Redevelopment Authority Reserve Fund	Community Development Fund	Hospital Policing Fund	Tourism Commission Fund	Information Systems Equipment	Fleet Equipment	Public Works Building Improvement Reserve Fund	Total
End of Year Balance	\$ 1,006,006	\$ 5,266,863	\$ 69,413	\$ 1,864,137	\$ 1,481,104	\$ 675,772	\$ 329,616	60,391,480
Current Year Activity	9,049	(133,758)	(28,704)	(664,284)	245,225	93,303	(16,488)	1,996,234
End of Year Balance	\$ 1,015,055	\$ 5,133,105	\$ 40,709	\$ 1,199,853	\$ 1,726,329	\$ 769,075	\$ 313,128	\$ 62,387,714
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 43,789	\$ -	\$ 1,055,505
Restricted	-	1,192,846	-	1,199,853	-	-	-	17,076,370
Assigned	1,015,055	3,940,259	40,709	-	1,726,329	725,286	313,128	20,999,624
Unassigned	-	-	-	-	-	-	-	23,256,215

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 \$1,695,279. The following funds contributed to this change:

- Fleet Maintenance increased its net position by \$790,055 due to a \$143,919 in operating income and capital contributions from the Fleet Equipment Reserve exceeding the depreciation transfer to that fund by \$667,136
- The Public Works Building Reserve net position decreased \$91,856 due to the \$108,512 depreciation transfer to the capital reserve.
- The General Liability Fund had a \$1,139,727 increase in net position based on annual contributions related to the Common Council's fund balance policy requirements for this fund based on litigation and settlement risk.
- Workers Compensation net position increased \$460,268 as claims decreased 59% year over year and were \$373,071 below budget. This was due mainly to prior year claims being less expensive than previously estimated.
- The Employee Health Insurance Fund decreased its net position by \$609,538 due to the \$1,651,762 OPEB expense (which is not budgeted) exceeding claims savings of \$691,044
- Information Systems net position increased \$126,648. This was mostly due to vacancy savings and deferred equipment replacement that was budgeted for in 2024 but will occur in 2025.
- Municipal Complex net position decreased by \$130,255 as \$250,000 of fund balance was transferred to the Capital Projects Fund for the Municipal Complex and Library Renovation project. This was offset by rate revenue generated to fund a \$180,000 surplus for future capital projects.

General Fund Budgetary Highlights

Differences between actual revenues and expenses and the final amended budget resulted in a negative revenue variance of \$1,007,165 (1.3% of the final budget) and a positive expenditure variance of \$2,854,093 (4.7% of the final budget). Other Financing Sources had a \$229,339 variance from budget. The following explains these variances:

Revenues

- ◆ Intergovernmental revenues fell short of budget by \$604,583 due to unrealized grant revenue of \$824,109 from the State Departments of Health Services and Administration (will be realized in 2025) which was offset by \$221,274 of reimbursement revenue from the Federal Drug Enforcement Agency related to police support during the Republican National Convention that was not budgeted.
- ◆ Licenses and Permits posted a \$325,637 surplus. This was nearly entirely due to building permits exceeding the budget. 2024 construction value, which drives building permit revenue grew 88% over 2023 and ended 21% over average.
- ◆ Public Charges for Services ended \$158,595 under budget as Ambulance Fees fell \$146,203 short. This was due to an assumed increase in Medicare reimbursement that is dependent on federal approval of a state law change. That approval did not occur until December.
- ◆ Commercial Revenues were \$616,962 short of budget due to mark-to-market gains being short of estimates.

Expenditures

- ◆ General Government expenditures posted a \$528,348 surplus due largely to wage savings attributed to vacancies in multiple departments.
- ◆ Public Safety had a \$573,398 budgetary savings due to ongoing vacancies in the police department caused by recruitment challenges.
- ◆ Health and Human Services had a positive budget to actual variance of \$593,800 due to expenditures budgeted for multi-year reimbursable grants that have not been spent. This was offset by a revenue shortfall described above.
- ◆ The \$152,105 budget shortfall in capital outlay is due to a capital outlay purchase budgeted as a Health and Human Services operating expense but accounted for as capital outlay.

Other Financing Sources

- ◆ Transfers In and Out included a \$3.0 million budget only expense and revenue used for the State of Wisconsin Expenditure Restraint program. The remainder of budget variance for Transfers Out was mainly due to a \$420,584 reduction in the transfer to the Debt Service Fund due to the availability bond premium for debt service interest payments. The remainder of the budget variance for Transfers In was largely due to a budget-only revenue of \$1,095,234 for the Appropriated Surplus Applied.

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, 2024 increased \$22.7 million to \$345,386,075 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 6.6% for governmental and 7.4% 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 2024 included the following:

- ◆ 2,665 linear feet of reconstructed and resurfaced streets.
- ◆ 5,146 linear feet of replaced or relined storm sewer mains
- ◆ 1,966 linear feet of replaced or relined sanitary sewer mains
- ◆ 7,7252 linear feet of replaced water mains
- ◆ 1,760,747 in governmental and \$49,380 in business-type activates updates to buildings and improvements including Muellner building remodel and solar array installation, construction of the Firefly Grover Park, air handler upgrades at the Police Station Library and City Hall restroom renovations, City Hall Fitness Center upgrades, Hart Park Locker
- ◆ \$3,324,809 in governmental and \$1,725,435 in business-type machinery and equipment updates including 8 police vehicles, a Fire Ladder Truck, 8 public works vehicles and 2 attachments, a lift, high-speed ballot counter, a library automated materials handler and a solar array for the Potter Water Pumping Station.

Additional information on the City of Wauwatosa's capital assets can be found on pages 41-42.

Debt Administration

At the end of the current fiscal year, the City of Wauwatosa had total net general bonded debt outstanding of \$134,839,492 which equaled 1.31% 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 2024, the City of Wauwatosa issued \$18,105,000 in General Obligation bonds for street, sewer and water main improvements. 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 \$514,238,735 of which the City has utilized 26% 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 \$28,215,000 of which \$7,795,000 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 and Harley-Davidson – 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 86% since 2015 to \$10.3 billion in 2024.
- ◆ The unemployment rate for the City of Wauwatosa increased from 2.5% in 2023 to 2.7% annually for 2024. This compares favorably to the state's average of 3.0% 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 2025 fiscal year operating budget for the General Fund includes \$79.7 million in projected revenues and expenditures. The budget includes the use of approximately \$260,000 of 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 2025 Budget increase 3.6% over 2024. This is largely driven by a 1.2% increase in the property tax levy an additional \$1.2 million received in state revenue to offset the elimination of personal property taxes. A new \$10 vehicle registration fee is also implemented with an estimated \$395,985 in additional revenue. This is offset by an assumed reduction in interest earnings of \$601,076 due to lower cash balances as American Rescue Plan funds are spent down. The 2025 Budget continues to assume a higher level of Medicaid and Medicare as enabling authority was approved at the Federal government level in December 2024.

These revenue increases help cover additional operating expenses. These include a 2.8% increase in regular pay which includes a 3.0% cost of living adjustment for non-represented employees and several departmental staffing changes. Full-time equivalent positions decreased 7.41 to 489.21 in the 2025 budget. Of this total, 6.0 FTE were providing an additional reimbursed police post at the Froedtert Hospital Emergency Room at the Regional Medical Campus but the start of this contract was delayed.

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.

Revenue from water charges are budgeted to decrease due to reduced water consumption estimates over the 2024 budget due to loss of commercial customers. This loss of revenue is offset by a reduction of Wholesale water costs by 5%. The 2025 Budget assumes a 4.0% simplified rate increase implemented by July 1, 2025. This is offset by the reduced water consumption and results in a 1.55% increase in total public charge revenue from \$12,150,200 to \$12,338,500.

Sanitary public charge revenue is budgeted to increase 9.6% from \$10,251,220 to \$11,231,100. This is the result of an expected increase in residential winter quarter and residential multi-family sewer usage as well as an assumed Milwaukee Metropolitan Sewer District rate increase that is passed on to the rate payer. The budget includes a 0% increase in the local sanitary flow charge which would remain at 3.3115 per CCF for the first 50 CCF utilized based on the winter quarter average.

Storm Sewer public charge revenue increases as additional impervious surface has been added to the City resulting in Equivalent Residential Unit revenue increasing by 2.7% from \$5,820,341 to \$5,976,116. The budget includes a 0% increase in the storm sewer rate which would remain at 32.63 per ERU.

BASIC FINANCIAL STATEMENTS

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2024

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Cash and Investments	\$120,806,475	\$ 25,050,920	\$145,857,395
Receivables (Net of Allowance for Uncollectible Accounts)	41,862,438	16,155,932	58,018,370
Internal Balances	1,282,471	(1,282,471)	-
Prepaid Items	557,545	241,815	799,360
Deposit in Cities and Villages Mutual Insurance Company	1,184,453	-	1,184,453
Restricted Assets:			
Cash and Investments	-	1,731,602	1,731,602
Designated Assets - Cash and Cash Equivalents	-	7,247,180	7,247,180
Unamortized Maintenance Costs	-	808,960	808,960
Assets held for sale	3,976,804	-	3,976,804
Nonutility Property	-	2,684	2,684
Capital Assets, not Being Depreciated	37,645,608	16,562,138	54,207,746
Capital Assets, Being Depreciated, Net of Accumulated Depreciation	112,809,995	178,368,334	291,178,329
Total Assets	320,125,789	244,887,094	565,012,883
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts Related to Refunding of Debt	-	467,229	467,229
Deferred Amounts Related to the Pension	41,075,846	1,473,049	42,548,895
Deferred Amounts Related to the OPEB	10,122,705	-	10,122,705
Total Deferred Outflows of Resources	51,198,551	1,940,278	53,138,829
LIABILITIES			
Accounts Payable and Other Current Liabilities	7,692,003	4,105,569	11,797,572
Accrued Interest Payable	325,549	152,855	478,404
Deposits and Unearned Revenue	15,619,749	-	15,619,749
Due to Other Governments	84,448	-	84,448
Liabilities Payable from Restricted Assets	-	121,629	121,629
Noncurrent Liabilities:			
Due Within One Year	18,341,657	7,032,674	25,374,331
Due in More than One Year	113,705,822	54,780,960	168,486,782
Pension Liability-Due in More than One Year	4,570,063	164,594	4,734,657
OPEB Liability-Due in More than One Year	35,667,223	-	35,667,223
Total Liabilities	196,006,514	66,358,281	262,364,795
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts Related to Leases	-	5,061,401	5,061,401
Deferred Amounts Related to the Pension	24,550,053	884,185	25,434,238
Deferred Amounts Related to the OPEB	3,199,883	-	3,199,883
Subsequent Year Tax Levy	63,567,577	-	63,567,577
Total Deferred Inflows of Resources	91,317,513	5,945,586	97,263,099
NET POSITION			
Net Investment in Capital Assets	94,814,987	139,469,121	234,284,108
Restricted for:			
Debt Service	6,600,118	1,609,973	8,210,091
Other	7,934,048	-	7,934,048
Unrestricted (Deficit)	(25,348,840)	33,444,411	8,095,571
Total Net Position	\$ 84,000,313	\$174,523,505	\$258,523,818

See accompanying Notes to Financial Statements.

**CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals
Governmental Activities:							
General Government	\$ 9,104,720	\$ 1,906,263	\$ 2,839,177	\$ -	\$ (4,359,280)	\$ -	\$ (4,359,280)
Public Safety	40,501,580	9,000,687	362,370	36,672	(31,101,851)	-	(31,101,851)
Public Works	12,534,358	236,792	405,450	48,899	(11,843,217)	-	(11,843,217)
Health and Human Services	2,508,179	1,149,368	3,137,185	35,085	1,813,459	-	1,813,459
Recreation and Education	5,211,187	636,751	-	6,308,660	1,734,224	-	1,734,224
Conservation and Development	8,818,452	46,522	970,477	-	(7,801,453)	-	(7,801,453)
Culture	1,182,057	-	52,359	-	(1,129,698)	-	(1,129,698)
Interest	2,939,286	-	-	-	(2,939,286)	-	(2,939,286)
Total Governmental Activities	82,799,819	12,976,383	7,767,018	6,429,316	(55,627,102)	-	(55,627,102)
Business-Type Activities:							
Water Utility	9,155,933	11,981,633	-	3,561,487	-	6,387,187	6,387,187
Sanitary Sewer	8,803,905	11,496,270	-	1,117,930	-	3,810,295	3,810,295
Storm Water Management	3,224,225	5,889,143	-	773,208	-	3,438,126	3,438,126
Total Business-Type Activities	21,184,063	29,367,046	-	5,452,625	-	13,635,608	13,635,608
Total	\$ 103,983,882	\$ 42,343,429	\$ 7,767,018	\$ 11,881,941	(55,627,102)	13,635,608	(41,991,494)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes and Debt Service					51,751,444	-	51,751,444
Property Taxes, Levied for TIF					9,950,813	-	9,950,813
Other Taxes					2,631,586	-	2,631,586
Intergovernmental Revenues not Restricted to Specific Programs					3,894,483	-	3,894,483
Gain on Sale of Capital Assets					89,189	-	89,189
Investment Income					6,750,314	1,571,092	8,321,406
Total General Revenues					75,067,829	1,571,092	76,638,921
Transfers					(1,640,808)	1,640,808	-
CHANGE IN NET POSITION					17,799,919	16,847,508	34,647,427
Net Position - Beginning of Year, as Previously Reported					73,618,192	157,794,873	231,413,065
Change in Accounting Principle - GASB 101					(7,417,798)	(118,876)	(7,536,674)
Net Position - Beginning of Year, as Restated					66,200,394	157,675,997	223,876,391
NET POSITION - END OF YEAR					\$ 84,000,313	\$ 174,523,505	\$ 258,523,818

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
BALANCE SHEET – GOVERNMENTAL FUNDS
DECEMBER 31, 2024

	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	\$ 55,144,122	\$ 11,072,431	\$ 9,441,552	\$ 896,223	\$ 18,420,285	\$ 8,258,001	\$ 103,232,614
Taxes Receivable	28,221,656	5,264,830	-	-	-	124,165	33,610,651
Delinquent Personal Property Taxes	65,504	-	-	-	-	-	65,504
Special Assessments Receivable:							
Due in Installments	-	-	-	-	-	564,575	564,575
Accounts Receivable, Net	1,980,073	1,465,000	-	1,225,000	369,484	-	5,039,557
Accrued Investment Income Receivable	554,742	-	-	-	-	-	554,742
Other Accrued Receivables	875,329	-	-	-	-	867,117	1,742,446
Due from Other Funds	1,428,232	-	-	-	-	128,586	1,556,818
Assets Held for Sale	-	-	-	-	-	3,976,804	3,976,804
Prepayments	1,654	-	-	-	-	44,136	45,790
Advance to Other Funds	944,211	-	-	-	-	300,000	1,244,211
Total Assets	\$ 89,215,523	\$ 17,802,261	\$ 9,441,552	\$ 2,121,223	\$ 18,789,769	\$ 14,263,384	\$ 151,633,712
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts Payable	2,098,280	\$ 297,322	\$ 396,260	\$ -	\$ 2,291,677	\$ 306,277	\$ 5,389,816
Accrued Payroll	803,597	-	-	-	-	-	803,597
Unearned Revenues	6,508,983	-	9,011,265	-	-	99,501	15,619,749
Due to Other Governments	84,448	-	-	-	-	-	84,448
Due to Other Funds	1,057,332	-	-	-	-	598,429	1,655,761
Advance from Other Funds	-	1,244,211	-	-	-	-	1,244,211
Total Liabilities	10,552,640	1,541,533	9,407,525	-	2,291,677	1,004,207	24,797,582
DEFERRED INFLOWS OF RESOURCES							
Subsequent Year Tax Levy	52,111,293	11,456,284	-	-	-	-	63,567,577
Special Assessments	-	-	-	-	-	564,900	564,900
Other Accounts Receivable	-	-	-	-	315,939	-	315,939
Total Deferred Inflows of Resources	52,111,293	11,456,284	-	-	315,939	564,900	64,448,416
FUND BALANCES							
Nonspendable	1,011,369	-	-	-	-	44,136	1,055,505
Restricted	-	4,804,444	34,027	2,121,223	7,516,749	2,599,927	17,076,370
Assigned	2,277,116	-	-	-	8,665,404	10,057,104	20,999,624
Unassigned	23,263,105	-	-	-	-	(6,890)	23,256,215
Total Fund Balances	26,551,590	4,804,444	34,027	2,121,223	16,182,153	12,694,277	62,387,714
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 89,215,523	\$ 17,802,261	\$ 9,441,552	\$ 2,121,223	\$ 18,789,769	\$ 14,263,384	

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.	142,540,846
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.	11,955,730
Internal service funds net position.	(5,690,488)
Other long-term assets that are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	
Special assessments	564,900
Other accounts receivable	315,939
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds.	(128,074,328)
Total	\$ 84,000,313

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, 2024

		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	\$ 54,383,030	\$ 9,950,813	\$ -	\$ -	\$ -	\$ -	\$ 64,333,843
Intergovernmental Revenues	7,825,278	101,930	9,173,111	-	-	900,358	18,000,677
Licenses and Permits	2,212,093	-	-	-	-	2,587	2,214,680
Penalties and Forfeitures	953,307	-	-	-	-	-	953,307
Public Improvement Revenues	32,105	-	-	-	-	841,778	873,883
Public Charges for Services	3,164,048	-	-	-	-	2,767,527	5,931,575
Intergovernmental Charges for Services	1,590,673	-	-	-	-	-	1,590,673
Commercial Revenues	5,733,853	534,614	-	56,484	1,738,705	228,319	8,291,975
Total Revenues	75,894,387	10,587,357	9,173,111	56,484	1,738,705	4,740,569	102,190,613
EXPENDITURES							
Current:							
General Government	7,290,545	-	61,685	-	92,555	-	7,444,785
Public Safety	38,269,551	-	-	-	-	2,255,988	40,525,539
Public Works	7,226,380	-	472,000	-	-	-	7,698,380
Health and Human Services	1,985,776	-	670,368	-	-	-	2,656,144
Recreation and Education	-	-	55,857	-	-	4,459,843	4,515,700
Conservation and Development	2,858,036	3,965,485	440,986	-	53,426	1,176,740	8,494,673
Culture	-	-	-	-	-	1,201,377	1,201,377
Debt Service:							
Principal	-	2,871,875	-	9,795,000	-	-	12,666,875
Interest and Other Fiscal Charges	-	57,372	-	3,124,493	-	-	3,181,865
Capital Outlay	201,305	552,023	7,371,082	-	13,311,349	1,091,761	22,527,520
Total Expenditures	57,831,593	7,446,755	9,071,978	12,919,493	13,457,330	10,185,709	110,912,858
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	18,062,794	3,140,602	101,133	(12,863,009)	(11,718,625)	(5,445,140)	(8,722,245)
OTHER FINANCING SOURCES (USES)							
Long-Term Debt Issued	-	2,269,064	-	-	5,400,000	-	7,669,064
Premium on Long-Term Debt		-	-	220,884	-	-	220,884
Subscription proceeds	99,715	-	68,995	-	-	-	168,710
Proceeds from the Sale of Assets	3,714	-	-	-	-	85,159	88,873
Transfers In	1,046,115	-	-	12,710,516	4,029,458	7,365,786	25,151,875
Transfers Out	(16,001,777)	(4,333,501)	(138,000)	-	(40,792)	(2,066,857)	(22,580,927)
Total Other Financing Sources (Uses)	(14,852,233)	(2,064,437)	(69,005)	12,931,400	9,388,666	5,384,088	10,718,479
NET CHANGE IN FUND BALANCES	3,210,561	1,076,165	32,128	68,391	(2,329,959)	(61,052)	1,996,234
Fund Balances - Beginning of Year	23,341,029	3,728,279	1,899	2,052,832	18,512,112	12,755,329	60,391,480
FUND BALANCES - END OF YEAR	<u>\$ 26,551,590</u>	<u>\$ 4,804,444</u>	<u>\$ 34,027</u>	<u>\$ 2,121,223</u>	<u>\$ 16,182,153</u>	<u>\$ 12,694,277</u>	<u>\$ 62,387,714</u>

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, 2024

Net Change in Fund Balances - Total Governmental Funds \$ 1,996,234

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.	22,527,520
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Some items reported as capital outlay were not capitalized.	(2,480,526)
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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	(1,638,958)
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Capital assets previously purchased by the governmental funds and contributed to the enterprise funds are recognized as capital contributions on the enterprise fund statements	(2,599,197)
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Depreciation is reported in the government-wide financial statements	(6,857,131)
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Debt proceeds and subscription proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt and subscription 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 (\$7,837,774) were less than the repayments of debt (\$12,666,875) and subscriptions (\$265,433).	5,094,534
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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	(220,884)
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Amortization of debt premium, discount and deferred amount on refunding	243,359
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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.	(38,940)
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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 increase in accrued interest payable \$780, the increase in compensated absences \$1,134,022, and the increase in expenses related to pension activity (\$1,488,828).	354,026
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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.	9,943
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The net revenue (expense) of internal service funds is reported with governmental activities.	1,409,939
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Change in Net Position of Governmental Activities	<u><u>\$ 17,799,919</u></u>
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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, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 54,150,272	\$ 54,303,921	\$ 54,383,030	\$ 79,109
Intergovernmental Revenues	7,827,686	8,429,861	7,825,278	(604,583)
Licenses and Permits	1,770,600	1,886,456	2,212,093	325,637
Fines, Penalties, and Forfeitures	1,051,500	983,000	953,307	(29,693)
Public Improvement Revenues	10,000	21,000	32,105	11,105
Public Charges for Services	3,337,934	3,322,643	3,164,048	(158,595)
Intergovernmental Charges for Services	1,605,856	1,603,856	1,590,673	(13,183)
Commercial Revenues	3,166,900	6,350,815	5,733,853	(616,962)
Total Revenues	72,920,748	76,901,552	75,894,387	(1,007,165)
EXPENDITURES				
General Government	7,222,810	7,818,893	7,290,545	528,348
Public Safety	36,787,736	38,842,949	38,269,551	573,398
Public Works	8,366,958	8,475,035	7,226,380	1,248,655
Health and Human Services	2,448,842	2,579,576	1,985,776	593,800
Conservation and Development	2,743,595	2,920,033	2,858,036	61,997
Capital Outlay	39,200	49,200	201,305	(152,105)
Total Expenditures	57,609,141	60,685,686	57,831,593	2,854,093
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	15,311,607	16,215,866	18,062,794	1,846,928
OTHER FINANCING SOURCES (USES)				
Subscription proceeds	-	-	99,715	99,715
Proceeds from the Sale of Land	5,000	8,366	3,714	(4,652)
Transfers In	3,986,800	4,248,970	1,046,115	(3,202,855)
Transfers Out	(19,314,207)	(19,338,908)	(16,001,777)	3,337,131
Insurance Recoveries	-	-	-	-
Total Other Financing Sources (Uses)	(15,322,407)	(15,081,572)	(14,852,233)	229,339
NET CHANGE IN FUND BALANCES	<u>\$ (10,800)</u>	<u>\$ 1,134,294</u>	3,210,561	<u>\$ 2,076,267</u>
Fund Balances - Beginning of Year			23,341,029	
FUND BALANCES - END OF YEAR			<u>\$ 26,551,590</u>	

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, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 10,586,346	\$ 9,950,814	\$ 9,950,813	\$ (1)
Intergovernmental Revenues	101,930	101,930	101,930	-
Commercial Revenues	459,250	579,273	534,614	(44,659)
Total Revenues	11,147,526	10,632,017	10,587,357	(44,660)
EXPENDITURES				
Conservation and Development	1,883,761	1,717,263	3,965,485	(2,248,222)
Debt Service				
Principal	3,110,771	3,014,573	2,871,875	142,698
Interest and Other Fiscal Charges	57,372	57,372	57,372	-
Capital Outlay	1,150,000	307,908	552,023	(244,115)
Total Expenditures	6,201,904	5,097,116	7,446,755	(2,105,524)
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	4,945,622	5,534,901	3,140,602	(2,394,299)
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	-	2,269,064	2,269,064
Premium on Long-Term Debt	-	-		
Transfers Out	(4,294,877)	(4,294,877)	(4,333,501)	(38,624)
Total Other Financing Sources (Uses)	(4,294,877)	(4,294,877)	(2,064,437)	2,230,440
NET CHANGE IN FUND BALANCES	<u>\$ 650,745</u>	<u>\$ 1,240,024</u>	1,076,165	<u>\$ (163,859)</u>
Fund Balance - Beginning of Year			3,728,279	
FUND BALANCE - END OF YEAR			<u>\$ 4,804,444</u>	

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, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	\$ -	\$ -	\$ 9,173,111	\$ 9,173,111
Total Revenues	-	-	9,173,111	9,173,111
EXPENDITURES				
General Government	-	83,393	61,685	21,708
Public Works	-	-	472,000	(472,000)
Health and Human Services	-	1,874,127	670,368	1,203,759
Recreation and Education	-	185,822	55,857	129,965
Conservation and Development	-	1,650,799	440,986	1,209,813
Culture	-	-	-	-
Capital Outlay	-	13,830,825	7,371,082	6,459,743
Total Expenditures	-	17,624,966	9,071,978	8,552,988
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	(17,624,966)	101,133	17,726,099
OTHER FINANCING SOURCES (USES)				
Subscription Proceeds	-	-	68,995	(68,995)
Transfers Out	-	(610,000)	(138,000)	472,000
Total Other Financing Sources (Uses)	-	(610,000)	(69,005)	403,005
NET CHANGE IN FUND BALANCES	\$ -	\$ (18,234,966)	32,128	\$ 18,129,104
Fund Balance - Beginning of Year			1,899	
FUND BALANCE - END OF YEAR			\$ 34,027	

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF NET POSITION – PROPRIETARY FUNDS
DECEMBER 31, 2024

	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	\$ 7,670,019	\$ 15,094,112	\$ 2,286,789	\$ 25,050,920	\$ 17,573,861
Receivables, Net	3,493,407	4,884,967	2,055,537	10,433,911	284,963
Lease Receivable, Current Portion	34,218	-	-	34,218	-
Due from Other Funds	474,573	395,460	187,299	1,057,332	-
Restricted Assets - Special Redemption Fund - Bond Principal and Interest Fund					
	803,672	-	-	803,672	-
Prepayments	241,815	-	-	241,815	511,755
Total Current Assets	12,717,704	20,374,539	4,529,625	37,621,868	18,370,579
Noncurrent Assets:					
Restricted Assets:					
Special Redemption Fund - Reserve Fund	927,930	-	-	927,930	-
Designated Cash - System Improvement	3,383,801	1,660,932	2,202,447	7,247,180	-
Lease Receivable, Long-term Portion	5,687,803	-	-	5,687,803	-
Unamortized Maintenance Costs	808,960	-	-	808,960	-
Nonutility Property	2,684	-	-	2,684	-
Deposit in Cities and Villages Mutual Insurance Company	-	-	-	-	1,184,453
Capital Assets:					
Land	81,405	-	-	81,405	22,617
Buildings	1,340,380	96,527	161,181	1,598,088	4,405,460
Improvements Other than Buildings	78,749,149	85,893,803	77,106,475	241,749,427	-
Machinery and Equipment	4,217,026	1,763,123	-	5,980,149	19,405,979
Subscription Asset	-	-	-	-	153,310
Construction in Progress	6,172,996	2,180,726	8,127,011	16,480,733	-
Less: Accumulated Depreciation	(22,685,917)	(31,165,817)	(17,107,596)	(70,959,330)	(16,072,609)
Total Capital Assets, Net	67,875,039	58,768,362	68,287,071	194,930,472	7,914,757
Total Noncurrent Assets	78,686,217	60,429,294	70,489,518	209,605,029	9,099,210
Total Assets	91,403,921	80,803,833	75,019,143	247,226,897	27,469,789
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Amounts Related to Debt					
Refundings	169,798	258,818	38,613	467,229	-
Deferred Amounts Related to the Pension	942,620	215,446	314,983	1,473,049	-
Deferred Amounts Related to OPEB	-	-	-	-	10,122,705
Total Deferred Outflows of Resources	1,112,418	474,264	353,596	1,940,278	10,122,705

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF NET POSITION – PROPRIETARY FUNDS (CONTINUED)
DECEMBER 31, 2024

	Business-Type Activities Enterprise Funds				Governmental Activities
	Water	Sanitary Sewer	Storm Water Management	Total Enterprise Funds	Internal Service Funds
LIABILITIES					
Current Liabilities:					
Accounts Payable	\$ 1,719,371	\$ 2,107,053	\$ 279,145	\$ 4,105,569	\$ 1,498,590
Due to Other Funds	958,389	-	-	958,389	-
Current Portion of Long-Term Debt	1,290,000	2,295,000	2,815,000	6,400,000	-
Current Portion of Compensated Absences	151,772	902	-	152,674	215,203
Current Portion of Subscription Liability	-	-	-	-	44,596
Current Portion of OPEB Liability	-	-	-	-	3,694,337
Accrued Interest Payable	71,540	41,331	39,984	152,855	-
Liabilities Payable from Restricted Assets:					
Current Portion of Long-Term Debt	480,000	-	-	480,000	-
Accrued Interest Payable	121,629	-	-	121,629	-
Total Current Liabilities	4,792,701	4,444,286	3,134,129	12,371,116	5,452,726
Noncurrent Liabilities:					
Long-Term Debt	27,382,319	9,138,282	18,230,346	54,750,947	-
Compensated Absences	30,013	-	-	30,013	296,455
Net Pension Liability	105,713	23,901	34,980	164,594	-
OPEB Liability	-	-	-	-	35,667,223
Subscription Liability	-	-	-	-	48,109
Total Noncurrent Liabilities	27,518,045	9,162,183	18,265,326	54,945,554	36,011,787
Total Liabilities	32,310,746	13,606,469	21,399,455	67,316,670	41,464,513
DEFERRED INFLOWS OF RESOURCES					
Deferred Amounts Related to Leases	5,061,401	-	-	5,061,401	-
Deferred Amounts Related to the Pension	567,882	128,396	187,907	884,185	-
Deferred Amounts Related to OPEB	-	-	-	-	3,199,883
Total Deferred Inflows of Resources	5,629,283	128,396	187,907	5,945,586	3,199,883
NET POSITION					
Net Investment in Capital Assets	41,131,325	49,229,219	49,108,577	139,469,121	7,822,052
Restricted for Debt Service	1,609,973	-	-	1,609,973	-
Unrestricted	11,835,012	18,314,013	4,676,800	34,825,825	(14,893,954)
Total Net Position	\$ 54,576,310	\$ 67,543,232	\$ 53,785,377	175,904,919	\$ (7,071,902)

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.

Net Position of Business-Type Activities

(1,381,414)
\$ 174,523,505

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, 2024

	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	\$ 11,962,465	\$ 11,489,440	\$ 5,882,313	\$ 29,334,218	\$ 8,023,527
Other Operating Revenues	18,608	-	-	18,608	14,034,969
Total Operating Revenues	11,981,073	11,489,440	5,882,313	29,352,826	22,058,496
OPERATING EXPENSES					
Operation and Maintenance	7,007,802	7,514,847	1,783,777	16,306,426	18,962,182
Depreciation	1,311,778	1,159,904	1,006,521	3,478,203	1,427,559
Taxes	111,788	-	-	111,788	-
Total Operating Expenses	8,431,368	8,674,751	2,790,298	19,896,417	20,389,741
OPERATING INCOME	3,549,705	2,814,689	3,092,015	9,456,409	1,668,755
NONOPERATING REVENUES (EXPENSES)					
Dividend Income	-	-	-	-	24,486
Investment Income (Loss)	802,023	625,897	143,172	1,571,092	-
Intergovernmental Income	-	1,117,930	773,208	1,891,138	-
Gain (Loss) on Sale or Trade of Assets	-	-	-	-	(21,000)
Interest on Long-Term Debt	(847,767)	(260,189)	(465,030)	(1,572,986)	(3,361)
Other Nonoperating income	560	6,830	6,830	14,220	-
Total Nonoperating Revenues (Expenses)	(45,184)	1,490,468	458,180	1,903,464	125
INCOME BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS					
	3,504,521	4,305,157	3,550,195	11,359,873	1,668,880
Capital Contributions	6,160,684	-	-	6,160,684	1,638,958
Transfers In	-	-	-	-	48,000
Transfers Out	(958,389)	-	-	(958,389)	(1,660,559)
CHANGE IN NET POSITION	8,706,816	4,305,157	3,550,195	16,562,168	1,695,279
Net Position - Beginning of Year, as Previously Reported	45,940,829	63,238,075	50,235,182		(8,455,627)
Change in Accounting Principle - GASB 101	(71,335)	-	-		(311,554)
Net Position - Beginning of Year, as Restated	45,869,494	63,238,075	50,235,182		(8,767,181)
NET POSITION - END OF YEAR	\$ 54,576,310	\$ 67,543,232	\$ 53,785,377		\$ (7,071,902)

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.

Change in Net Position of Business-Type Activities	285,340
	<u>\$ 16,847,508</u>

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2024

	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	\$ 11,547,906	\$ 10,932,449	\$ 5,815,865	\$ 28,296,220	\$ 14,034,969
Payments from Other Funds	-	-	-	-	7,974,770
Payments to Suppliers	(7,415,770)	(6,733,139)	(1,375,071)	(15,523,980)	(15,596,573)
Payments to Employees	(1,626,640)	(394,635)	(533,115)	(2,554,390)	(2,352,756)
Net Cash Provided by Operating Activities	2,505,496	3,804,675	3,907,679	10,217,850	4,060,410
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Payments from Other Funds	(115,617)	-	-	(115,617)	48,000
Payments from (to) Other Funds	(951,252)	(33,171)	(37,498)	(1,021,921)	(1,660,559)
Net Cash Used by Noncapital Financing Activities	(1,066,869)	(33,171)	(37,498)	(1,137,538)	(1,612,559)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from Long-Term Debt	2,905,000	1,760,000	8,040,000	12,705,000	-
Premium from Issuance of Long-Term Debt	74,729	88,409	553,590	716,728	-
Acquisition and Construction of Capital Assets	(2,735,091)	(2,370,772)	(8,810,238)	(13,916,101)	(153,312)
Grant Funds Received	-	102,566	10,295	112,861	-
Principal Paid on Capital Debt	(1,650,000)	(2,340,000)	(3,090,000)	(7,080,000)	-
Interest Paid on Capital Debt	(900,088)	(271,799)	(597,777)	(1,769,664)	-
Interest Paid on Subscription Liability	-	-	-	-	(3,361)
Net Cash Used by Capital and Related Financing Activities	(2,305,450)	(3,031,596)	(3,894,130)	(9,231,176)	(156,673)
CASH FLOWS FROM INVESTING ACTIVITIES					
Lease Payments Received	1,406,680	-	-	1,406,680	-
Interest and Dividends Received	802,023	625,897	143,172	1,571,092	24,486
Net Cash Provided by Investing Activities	2,208,703	625,897	143,172	2,977,772	24,486
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,341,880	1,365,805	119,223	2,826,908	2,315,664
Cash and Cash Equivalents - Beginning of Year	11,443,542	15,389,239	4,370,013	31,202,794	15,258,197
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 12,785,422	\$ 16,755,044	\$ 4,489,236	\$ 34,029,702	\$ 17,573,861

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024

	Business-Type Activities				Governmental
	Enterprise Funds				Activities
	Water	Sanitary Sewer	Storm Water Management	Total Enterprise Funds	Internal Service Funds
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating Income	\$ 3,549,705	\$ 2,814,689	\$ 3,092,015	\$ 9,456,409	\$ 1,668,755
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:					
Depreciation Expense	1,311,778	1,159,904	1,006,521	3,478,203	1,427,559
Other nonoperating income	76,615	6,830	6,830	90,275	-
Amortization of Maintenance Costs	(712,661)	-	-	(712,661)	-
(Increase) Decrease In:					
Accounts Receivable	(433,727)	(563,821)	(73,278)	(1,070,826)	(48,757)
Other Assets	-	-	-	-	(19,056)
Prepaid Items	(47,879)	-	-	(47,879)	(207,806)
Net Pension Liability	(247,320)	(52,841)	(81,911)	(382,072)	-
Deferred Outflows	399,370	74,055	166,451	-	(170,096)
Increase (Decrease) In:					
Accounts Payable	157,813	399,023	(150,772)	406,064	(532,910)
Accrued Payroll	-	-	-	-	-
Compensated absences	6,679	-	-	6,679	45,700
Subscription Liability	-	-	-	-	54,339
OPEB Liability	-	-	-	-	2,743,130
Deferred Inflows Related to leases	(175,343)	-	-	(175,343)	-
Deferred Inflows Related to the Pension	(1,379,534)	(33,164)	(58,177)	(1,470,875)	(900,448)
Total Adjustments	(1,044,209)	989,986	815,664	121,565	2,391,655
Net Cash Provided by Operating Activities	<u>\$ 2,505,496</u>	<u>\$ 3,804,675</u>	<u>\$ 3,907,679</u>	<u>\$ 10,217,850</u>	<u>\$ 4,060,410</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES					
Capital Additions Contributed:					
City of Wauwatosa	\$ 2,599,197	\$ -	\$ -	\$ 2,599,197	\$ 1,638,958
Developers	3,561,487	-	-	3,561,487	-
Total	<u>\$ 6,160,684</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,160,684</u>	<u>\$ 1,638,958</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION - PROPRIETARY FUNDS					
Unrestricted Cash and Cash Equivalents	\$ 7,670,019	\$ 15,094,112	\$ 2,286,789	\$ 25,050,920	\$ 17,573,861
Restricted Cash and Cash Equivalents:					
Special Redemption Funds:					
Bond Reserve Fund	927,930	-	-	927,930	-
Bond Principal and Interest Fund	803,672	-	-	803,672	-
Designated Cash - System Improvement	3,383,801	1,660,932	2,202,447	7,247,180	-
Cash and Cash Equivalents - End of Year	<u>\$ 12,785,422</u>	<u>\$ 16,755,044</u>	<u>\$ 4,489,236</u>	<u>\$ 34,029,702</u>	<u>\$ 17,573,861</u>

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS
DECEMBER 31, 2024

	Private Purpose Trust Funds	Custodial Funds
ASSETS		
Cash and Investments	\$ 712,555	\$ 52,362,654
Taxes Receivable	-	58,327,114
	<hr/>	<hr/>
Total Assets	<u>\$ 712,555</u>	<u>\$ 110,689,768</u>
LIABILITIES		
Special Deposits	\$ -	\$ -
Due to Other Taxing Units	-	52,362,654
	<hr/>	<hr/>
Total Liabilities	-	52,362,654
DEFERRED INFLOWS		
Tax Levy	-	58,327,114
	<hr/>	<hr/>
NET POSITION - RESTRICTED	<u>\$ 712,555</u>	<u>\$ -</u>

See accompanying Notes to Financial Statements.

CITY OF WAUWATOSA, WISCONSIN
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2024

	Private Purpose Trust Funds	Custodial Funds
ADDITIONS		
Contributions	\$ 68,212	\$ -
Investment Income	13,650	-
Deposit Receipts	-	-
Tax Collections	-	84,539,715
Total Additions	<u>81,862</u>	<u>84,539,715</u>
DEDUCTIONS		
Trust Distributions	54,674	-
Remittance to Other Taxing Jurisdictions	-	84,539,715
Total Deductions	<u>54,674</u>	<u>84,539,715</u>
CHANGES IN NET POSITION	27,188	-
Net Position - Beginning of Year	<u>685,367</u>	<u>-</u>
NET POSITION - END OF YEAR	<u><u>\$ 712,555</u></u>	<u><u>\$ -</u></u>

See accompanying Notes to Financial Statements.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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

Government-Wide Financial Statements

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.

CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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 ten 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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.*

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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. The City considers grant revenues to be available if they are collected within 120 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2024, 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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 – 2024 tax roll:

Lien date and levy date	December 2024
Tax bills mailed	December 2024
Payment in full, or	January 31, 2025
First installment due	January 31, 2025
Second installment due	March 31, 2025
Third installment due	May 31, 2025
Personal property taxes in full	January 31, 2025

Tax deed – 2024 delinquent real estate taxes	October 2027
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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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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 measures 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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.

CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

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.

9. Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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 \$3.9 million, made up of one issue.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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)

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.

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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

12. Net Position and Fund Balance Classifications (Continued)

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.
- c. 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.
- d. 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.
- e. Unassigned fund balance is the residual classification for the General Fund or deficit balances in other funds.
- f. 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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.
9. In 2022, the City adopted the Resolution #22-172 creating “City of Wauwatosa Tax Incremental District #14” 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 \$8.5 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.
10. In 2023, the City adopted the Resolution #23-180 creating “City of Wauwatosa Tax Incremental District #15” 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 \$57.9 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Other Policies – New Accounting Pronouncements

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

1. GASB Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*

In June 2022, the GASB issued GASB Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*. This Statement defines accounting changes, prescribes the accounting and financial reporting for each type of accounting changes, and error corrections, required disclosures in notes to the financial statements of descriptive information about accounting changes and error corrections.

The City adopted the requirements of the guidance effective January 1, 2024 and has applied the provisions of this standard to the beginning of the period of adoption.

2. GASB Statement No. 101, *Compensated Absences*

In June 2022, the GASB issued GASB Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means.

The City adopted the requirements of the guidance effective January 1, 2024 and has applied the provisions of this standard to the beginning of the period of adoption. The implementation of this standard resulted in restatements of beginning net position and fund balances, as follows:

	<u>Government-Wide Net Position</u>		<u>Fund Balance</u>			
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Water Fund</u>	<u>Fleet Maintenance</u>	<u>Information Systems</u>	<u>Municipal Building Complex</u>
December 31, 2023, as previously reported	\$ 73,618,192	\$ 157,794,873	\$ 45,940,829	\$ 4,375,802	\$ 1,795,889	\$ 555,781
Change in Accounting Principle - GASB 101	(7,417,798)	(118,876)	(71,335)	(187,852)	(68,640)	(55,062)
June 30, 2023, as restated	<u>\$ 66,200,394</u>	<u>\$ 157,675,997</u>	<u>\$ 45,869,494</u>	<u>\$ 4,187,950</u>	<u>\$ 1,727,249</u>	<u>\$ 500,719</u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Other Policies – New Accounting Pronouncements (Continued)

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

1. 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.
2. 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	\$ 113,786,680
Bond Premium	2,380,303
Compensated Absences	11,428,451
Subscription Liability	79,564
Accrued Interest Payable	325,549
Deferred Amount on Refunding	-
Landfill Postclosure Liability	73,781
Combined Adjustment for Long-Term Liabilities	<u>\$ 128,074,328</u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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 Redevelopment Reserve in accordance with Wisconsin Statute Section 65.90. The capital projects fund adopts a five-year capital improvement plan annually.

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 \$884,542. Expenditures are monitored by management at the department level for all funds.

Deficit Fund Equity

As of December 31, 2024, the following individual funds had deficit fund equity:

Nonmajor Governmental Funds:

Special Revenue Funds:

Special Assessments	\$	1
Community Development Block Grant	\$	6,889

Internal Service Funds:

Employee Health Insurance Fund	\$	24,909,475
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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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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	\$ 15,475	\$ -
Deposits:		
Demand Deposits	34,507,526	36,793,232
Certificates of Deposit	12,000,886	12,000,887
Total Deposits	<u>46,508,412</u>	<u>48,794,119</u>
Investments:		
U.S. Agency Securities	41,545,270	41,545,270
Commercial Paper	5,984,975	5,984,975
Bankers Acceptances	989,112	989,112
Municipal Securities	26,498,665	26,498,665
Investment Pools:		
WISC - Investment Class Fund	733,599	733,599
WISC - Limited Term Duration Fund	8,261,777	8,262,045
Local Government Investment Pool (LGIP)	77,374,101	77,374,101
Total Investments	<u>161,387,499</u>	<u>161,387,767</u>
 Total Cash and Investments	 <u>\$ 207,911,386</u>	 <u>\$ 210,181,886</u>
Reconciliation to the Statement of Net Position:		
Unrestricted Cash and Investments	\$ 145,857,395	
Restricted Cash and Investments	1,731,602	
Designated Cash and Investments	7,247,180	
Fiduciary Funds:		
Private Purpose Trust Funds	712,555	
Custodial Funds	52,362,654	
Total Cash and Investments	<u>\$ 207,911,386</u>	

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, 2024, 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2024, \$12,944,395 of the City's bank balance of \$48,794,119 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, 2024, \$82,513,666 of the City's investment balance of \$161,387,767 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, 2024, the City is exposed to credit risk with investments in the following:

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investment Type	Fair Value	Moody's Rating
Local Government Investment Pool	\$ 77,374,101	Unrated
WISC - Investment Class Fund	733,599	Unrated
WISC - Limited Term Duration Fund	8,261,777	Unrated
Bankers Acceptances	989,112	Unrated
Commercial Paper	5,984,975	A2
U.S. Agency Securities	41,545,270	AAA
Municipal Securities	8,143,250	AAA
Municipal Securities	17,792,003	AA
Municipal Securities	563,412	A
Total Fair Value of Investments Subject to Credit Risk	<u>\$ 161,387,499</u>	

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, 2024, the City's investments were as follows:

Investment Type	Fair Value	Weighted Average Maturity (Months)
U.S. Agency Securities	\$ 41,545,270	25.9
Municipal Securities	26,498,665	11.8
Bankers Acceptances	989,112	1.0
Commercial Paper	5,984,975	1.0
WISC - Investment Class Fund	733,599	0.0
WISC - Limited Term Duration Fund	8,261,777	0.5
Local Government Investment Pool	77,374,101	15.0
Total Fair Value of Investments Subject to Credit Risk	<u>\$ 161,387,499</u>	

Concentration of Credit Risk

As of December 31, 2024, 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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	\$ 41,545,270	\$ -	\$ 41,545,270	\$ -
Municipal Securities	26,498,665	-	26,498,665	-
WISC - Investment Class Fund	733,599	-	733,599	-
WISC - Limited Term Duration Fund	8,261,777	-	8,261,777	-
Bankers Acceptances	989,112	-	989,112	-
Commercial Paper	5,984,975	-	5,984,975	-
Total Fair Value of Investments	<u>\$ 84,013,398</u>	<u>\$ -</u>	<u>\$ 84,013,398</u>	<u>\$ -</u>

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, 2024, an allowance for uncollectible accounts has been established for ambulance billings of \$2,056,211.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2024, the outstanding principal on the note is \$1,225,000.

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	\$ -	\$ 63,567,577	\$ 63,567,577
Special Assessments	564,900	-	564,900
Other Accounts Receivable	315,939	-	315,939
Total	<u>\$ 880,839</u>	<u>\$ 63,567,577</u>	<u>\$ 64,448,416</u>

D. Restricted Assets

Following is a list of restricted assets at December 31, 2024:

Business-Type Activities:

Cash and Investments:

Special Redemption Funds:

Bond Reserve Fund	\$ 927,930
Bond Principal and Interest Fund	803,672
Total Business-Type Activities	<u>\$ 1,731,602</u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Capital Assets

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

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	\$ 24,794,239	\$ -	\$ -	\$ 24,794,239
Construction in Progress	4,295,393	10,283,116	1,727,140	12,851,369
Total Capital Assets not Being Depreciated	29,089,632	10,283,116	1,727,140	37,645,608
Capital Assets Being Depreciated:				
Buildings	34,606,957	1,547,111	-	36,154,068
Improvements	14,559,799	213,635	-	14,773,434
Machinery and Equipment	28,362,922	3,324,809	417,000	31,270,731
Infrastructure	131,596,674	3,637,556	2,147,297	133,086,933
Subscription Asset	395,651	322,020	75,160	642,511
Total Capital Assets Being Depreciated	209,522,003	9,045,131	2,639,457	215,927,677
Less: Accumulated Depreciation and Amortization for:				
Buildings	16,838,474	846,158	-	17,684,632
Improvements	6,693,392	791,905	-	7,485,297
Machinery and Equipment	19,676,607	1,917,120	396,002	21,197,725
Infrastructure	54,098,568	4,504,513	2,147,297	56,455,784
Subscription Asset	144,410	224,994	75,160	294,244
Total Accumulated Depreciation and Amortization	97,451,451	8,284,690	2,618,459	103,117,682
Capital Assets Being Depreciated, Net of Depreciation and Amortization	112,070,552	760,441	20,998	112,809,995
Total Capital Assets, Net of Depreciation and Amortization	<u>\$ 141,160,184</u>	<u>\$ 11,043,557</u>	<u>\$ 1,748,138</u>	<u>\$ 150,455,603</u>

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General Government	\$ 97,961
Public Safety	1,328,491
Public Works, which includes the Depreciation of Infrastructure	4,557,924
Health and Human Services	812
Recreation and Education	871,431
Conservation and Development	512
Depreciation Expense-Allocated with Internal Service Fund	1,427,559
Total Governmental Activities Depreciation Expense	<u>\$ 8,284,690</u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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	8,620,660	9,768,832	1,908,759	16,480,733
Total Capital Assets not Being Depreciated	8,702,065	9,768,832	1,908,759	16,562,138
Capital Assets Being Depreciated:				
Buildings	1,548,708	49,380	-	1,598,088
Machinery and Equipment	4,547,005	1,725,435	292,291	5,980,149
Improvements Other Than Buildings	234,757,789	7,416,678	425,040	241,749,427
Total Capital Assets Being Depreciated	240,853,502	9,191,493	717,331	249,327,664
Less: Accumulated Depreciation for:				
Buildings	720,638	30,938	-	751,576
Machinery and Equipment	2,417,432	166,389	368,306	2,215,515
Improvements Other Than Buildings	64,927,600	3,356,930	292,291	67,992,239
Total Accumulated Depreciation	68,065,670	3,554,257	660,597	70,959,330
Capital Assets Being Depreciated, Net of Depreciation	172,787,832	5,637,236	56,734	178,368,334
Total Capital Assets, Net of Depreciation	<u>\$ 181,489,897</u>	<u>\$ 15,406,068</u>	<u>\$ 1,965,493</u>	<u>\$ 194,930,472</u>

Depreciation expense was charged to functions as follows:

Business-Type Activities:	
Water Utility:	
Depreciation	\$ 1,311,778
Depreciation Charged to Sanitary Sewer	76,054
Total	1,387,832
Sanitary Sewer	1,159,904
Storm Water Management	1,006,521
Total Business-Type Activities Depreciation Expense	<u>\$ 3,554,257</u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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	\$ 958,389
General Fund	Nonmajor governmental funds	469,843
		<u>1,428,232</u>
Proprietary Funds:		
Sanitary Sewer	General Fund	395,460
Storm Water Management	General Fund	187,299
Water Utility	General Fund	474,573
		<u>1,057,332</u>
Total Interfund Receivables		<u><u>\$ 2,485,564</u></u>

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, 2024, was \$944,211.

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, 2024, was \$300,000.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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	\$ 958,389
	Tax Increment Districts	80,000
	Capital Projects Fund	7,726
		1,046,115
Debt Service Fund	General Fund	8,337,921
	Tax Increment Districts	4,244,452
	Nonmajor Governmental	128,143
		12,710,516
Capital Projects Fund - General Obligation Debt Issued	General Fund	1,755,744
	Nonmajor Governmental	1,938,714
	Internal Service Funds	335,000
		4,029,458
Nonmajor Governmental Funds	General Fund	5,860,112
	Capital Projects Fund	33,066
	Tax Increment Districts	9,049
	ARPA	138,000
	Internal Service Funds	1,325,559
		7,365,786
Internal Service Funds	General Fund	48,000
		48,000
Total Interfund Transfers		\$ 25,199,875
Reconciliation of Transfers In (Out):		
Governmental Funds Transfers In		\$ 25,151,875
Governmental Funds Transfers Out		(22,580,927)
Capital outlay reported as transfers to Business-Type Activities		(2,599,197)
Net Governmental transfers from internal service funds		(1,612,559)
Business-Type Activities		\$ (1,640,808)

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2024, 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	\$ 90,200,000	\$ 5,400,000	\$ 9,795,000	\$ 85,805,000	\$ 9,500,000
Bond Premium	2,411,586	220,884	252,167	2,380,303	-
Total General Obligation Debt	92,611,586	5,620,884	10,047,167	88,185,303	9,500,000
Municipal Revenue Obligation	28,584,491	2,269,064	2,871,875	27,981,680	-
Total Bonds and Notes Payable	121,196,077	7,889,948	12,919,042	116,166,983	9,500,000
Other Liabilities:					
Accrued Unused Vacation	3,295,048	3,304,429	2,965,914	3,633,563	3,633,563
Accrued Unused Sick Leave	7,465,339	2,141,123	1,299,916	8,306,546	1,406,890
Subscription Liability	214,653	322,019	364,403	172,269	96,924
Net Pension Liability	16,263,821	-	11,693,758	4,570,063	-
OPEB Liability	36,618,430	6,095,917	3,352,787	39,361,560	3,694,337
Landfill Postclosure Liability	83,724	-	9,943	73,781	9,943
Total Other Liabilities	63,941,015	11,863,488	19,686,721	56,117,782	8,841,657
Total Governmental Activities Long-Term Liabilities	<u>\$ 185,137,092</u>	<u>\$ 19,753,436</u>	<u>\$ 32,605,763</u>	<u>\$ 172,284,765</u>	<u>\$ 18,341,657</u>
Business-Type Activities:					
Bonds and Notes Payable:					
General Obligation Debt	\$ 45,475,000	\$ 12,705,000	\$ 6,405,000	\$ 51,775,000	\$ 6,400,000
Revenue Bonds	8,470,000	-	675,000	7,795,000	480,000
Unamortized Bond Premium	1,534,665	716,728	190,446	2,060,947	-
Total Bonds and Notes Payable	55,479,665	13,421,728	7,270,446	61,630,947	6,880,000
Other Liabilities:					
Accrued Unused Vacation	103,770	106,056	105,154	104,672	104,672
Accrued Unused Sick Leave	71,335	38,342	31,662	78,015	48,002
Net Pension Liability	546,666	-	382,072	164,594	-
Total Other Liabilities	721,771	144,398	518,888	347,281	152,674
Total Business-Type Activities Long-Term Liabilities	<u>\$ 56,201,436</u>	<u>\$ 13,566,126</u>	<u>\$ 7,789,334</u>	<u>\$ 61,978,228</u>	<u>\$ 7,032,674</u>

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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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 12/31/24
Promissory Notes	04/01/15	10/01/35	3.000 - 5.000	6,200,000	4,675,000
	12/01/15	12/01/30	2.000 - 4.000	20,525,000	7,225,000
	12/01/15	12/01/30	2.250 - 3.650	7,400,000	2,275,000
	12/01/16	12/01/36	3.000 - 4.000	7,495,000	4,255,000
	12/06/16	12/01/31	3.000 - 4.000	1,925,000	1,225,000
	11/03/17	11/01/32	2.000 - 3.000	10,180,000	5,915,000
	11/20/18	11/01/34	3.750 - 4.500	3,690,000	2,570,000
	11/20/18	11/01/33	3.000 - 4.000	10,020,000	5,720,000
	11/20/18	11/01/28	3.000 - 4.000	1,215,000	500,000
	12/02/19	12/01/39	2.375 - 4.000	4,540,000	3,445,000
	12/02/19	12/01/29	2.500 - 3.000	1,260,000	900,000
	12/01/20	12/01/30	0.050 - 4.000	4,890,000	3,600,000
	12/01/20	12/01/30	0.050 - 4.000	1,405,000	870,000
	12/01/21	11/01/34	1.750 - 5.000	6,490,000	5,085,000
	12/01/21	11/01/31	2.000 - 2.000	2,340,000	1,695,000
	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	2,655,000
	12/01/22	12/01/32	4.000	4,270,000	1,155,000
	12/01/22	12/01/37	4.950 - 5.550	5,520,000	5,520,000
	12/18/23	03/15/25	5.750	665,000	665,000
	12/04/23	12/01/38	5.000	7,810,000	7,260,000
	12/04/23	12/01/33	4.000 - 5.000	1,270,000	1,165,000
	12/27/24	03/15/26	5.000	665,000	665,000
	11/08/24	11/01/39	3.00 - 5.00	4,735,000	4,735,000
					<u>85,805,000</u>
Total General Obligation Debt					<u>\$ 85,805,000</u>

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, 2024, was \$1,115,554.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2024, was \$886,733.

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, 2024, was \$182,495.

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, 2024, was \$2,013,553.

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 became 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, 2024, was \$809,023.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Long-Term Obligations (Continued)

Governmental Activities Debt (Continued)

Municipal Revenue Obligation (Continued)

During 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 became 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, 2024, was \$4,098,321.

During 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 became 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, 2024, was \$12,078,423.

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 became 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, 2024, was \$1,274,702.

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 became 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, 2024, was \$1,770,338.

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 became 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, 2024, was \$1,483,474.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Long-Term Obligations (Continued)

Governmental Activities Debt (Continued)

Municipal Revenue Obligation (Continued)

During 2024, 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 2024 of \$2,269,064 and became eligible for repayment beginning in 2025. 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. 7. The outstanding balance as of December 31, 2024, was \$2,269,064.

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 12/31/24
WATER						
Waterworks System						
Revenue Bonds:						
Series 2016	06/21/16	2.000 - 3.500	1/1/17-36	1/1 & 7/1	4,225,000	2,725,000
Series 2017	11/03/17	3.000	1/1/19-37	1/1 & 7/1	3,000,000	2,350,000
Series 2018	11/20/18	4.000 - 3.750	1/1/19 -38	1/1 & 7/1	3,620,000	2,720,000
						<u>7,795,000</u>
General Obligation						
Refunding Bonds	12/01/21	0.250 - 2.200	11/1/22-34	5/1 & 11/1	2,555,000	2,435,000
Corporate Purpose Bonds	12/02/19	2.500 - 4.000	12/1/20-39	6/1 & 12/1	7,225,000	5,195,000
Corporate Purpose Bonds	12/01/20	0.050 - 4.000	12/1/21-30	6/1 & 12/1	3,710,000	3,095,000
Corporate Purpose Bonds	12/01/21	1.750 - 5.000	12/1/22-41	6/1 & 12/1	1,810,000	1,595,000
Corporate Purpose Bonds	12/01/22	4.000 - 5.000	12/1/22-37	6/1 & 12/1	3,660,000	585,000
Corporate Purpose Bonds	12/01/23	5.000	12/1/23-38	6/1 & 12/1	4,630,000	4,610,000
Series 2024	11/08/24	3.000-5.000	11/1/25-44	5/1 & 11/1	2,905,000	2,905,000
Total Water Utility						<u>28,215,000</u>
SANITARY SEWER						
Promissory Notes:						
Series 2015	12/01/15	2.000 - 4.000	12/1/16-30	6/1 & 12/1	4,075,000	200,000
Series 2016	12/01/16	3.000 - 4.000	12/1/17-35	6/1 & 12/1	1,770,000	650,000
Series 2017	11/03/17	2.000 - 3.000	11/1/17-32	5/1 & 11/1	2,990,000	1,600,000
Series 2018	11/20/18	3.000 - 4.000	11/1/19-28	5/1 & 11/1	1,590,000	850,000
Series 2020	12/01/20	0.050 - 4.000	12/1/21-30	6/1 & 12/1	1,180,000	540,000
Series 2024	11/08/24	3.000-5.000	11/1/25-34	5/1 & 11/1	1,760,000	1,760,000
						<u>5,600,000</u>
General Obligation						
Refunding Bonds	12/01/21	0.250 - 2.200	11/1/22-34	5/1 & 11/1	6,470,000	5,645,000
Total Sanitary Sewer						<u>11,245,000</u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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 12/31/24
STORM WATER MAINTENANCE						
Promissory Notes:						
Series 2015	12/01/15	2.000 - 4.000	12/1/16-30	6/1 & 12/1	1,775,000	225,000
Series 2016	12/01/16	3.000 - 4.000	12/1/17-35	6/1 & 12/1	4,000,000	2,100,000
Series 2017	11/03/17	2.000 - 3.000	11/1/17-32	5/1 & 11/1	1,110,000	250,000
Series 2018	11/20/18	3.000 - 4.000	11/1/19-28	5/1 & 11/1	3,545,000	2,000,000
Series 2019	12/02/19	2.500 - 4.000	12/1/20-39	6/1 & 12/1	1,000,000	420,000
Series 2020	12/01/20	0.050 - 4.000	12/1/21-30	6/1 & 12/1	2,750,000	1,705,000
Series 2021	12/01/21	2.000	12/1/22-31	6/1 & 12/1	630,000	455,000
Series 2022	12/01/22	4.000	12/1/22-32	6/1 & 12/1	3,000,000	2,025,000
Series 2023	12/01/23	4.000 - 5.000	12/1/23-33	6/1 & 12/1	2,665,000	1,985,000
Series 2024	11/08/24	3.000 - 5.000	11/1/25-34	5/1 & 11/1	8,040,000	8,040,000
						<u>19,205,000</u>
General Obligation						
Refunding Bonds	12/01/21	0.250 - 2.200	11/1/22-34	5/1 & 11/1	1,045,000	<u>905,000</u>
Total Storm Water Maintenance						<u>20,110,000</u>
Total Business-Type Activities Debt						<u><u>\$ 59,570,000</u></u>

The Water Utility has \$7,795,000 in Waterworks System Revenue Bonds related to Water Utility capital projects outstanding at December 31, 2024. 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 \$11,981,073. Net revenue available for debt service was \$3,549,705, which represents a coverage ratio of 1.42 of debt service for the year ended December 31, 2024.

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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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:

Year Ending December 31,	Governmental Long-Term Debt		Business-Type Long-Term Debt	
	Principal	Interest	Principal	Interest
2025	\$ 9,500,000	\$ 3,001,856	\$ 6,400,000	\$ 1,678,224
2026	8,080,000	2,698,293	5,820,000	1,478,460
2027	6,925,000	2,407,609	5,565,000	1,304,289
2028	7,530,000	2,165,659	5,035,000	1,128,739
2029	7,670,000	1,918,670	4,335,000	969,721
2030-2034	32,095,000	5,554,981	16,670,000	2,949,409
2035-2039	14,005,000	1,335,076	5,125,000	1,087,325
2040-2044	-	-	2,825,000	299,602
Totals	<u>\$85,805,000</u>	<u>\$ 19,082,144</u>	<u>\$51,775,000</u>	<u>\$ 10,895,769</u>

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, 2024, was \$514,238,735. Total general obligation debt outstanding at year-end was \$137,580,000.

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 \$73,781 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2024 includes the following:

Governmental Activities

Net Investment in Capital Assets:	
Nondepreciated	\$ 37,645,608
Depreciated	112,809,995
Less: Related Debt Excluding Unspent Bond Proceeds	(55,640,616)
Total Net Investment in Capital Assets	<u>94,814,987</u>
Restricted for Debt Service	6,600,118
Restricted for Federal and State Grants	241,255
Restricted for Parks	2,265,724
Restricted for Redevelopment Reserve	1,015,055
Restricted for Community Development	1,192,846
Restricted for Hospital Policing	40,709
Restricted for Tourism	1,139,002
Restricted for Information Systems	1,726,329
Restricted for Public Works Building	313,128
Unrestricted	(25,348,840)
Total Governmental Activities Net Position	<u><u>\$ 84,000,313</u></u>

Business-Type Activities

Net Investment in Capital Assets:	
Land	\$ 81,405
Construction in Progress	16,480,733
Other Capital Assets, Net of Accumulated Depreciation	178,368,334
Less: Related Long-Term Debt Outstanding (Net of Unspent Proceeds of Debt)	(55,461,351)
Total Net Investment in Capital Assets	<u>139,469,121</u>
Restricted for Debt Service	1,609,973
Restricted for Pension	-
Unrestricted	33,444,411
Total Business-Type Activities Net Position	<u><u>\$ 174,523,505</u></u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2024, include the following:

Nonspendable:

Major Funds:

General Fund:

Prepayments and Inventories	\$ 1,654
Noncurrent Receivables	1,009,715
Debt Service Fund	1,225,000

Nonmajor Funds:

Public Library Fund	347
Fleet Equipment Fund	43,789
Total Nonspendable	<u>2,280,505</u>

Restricted:

Major Funds:

Special Revenue Fund - Tax Incremental	
District - Debt Service	4,804,444
American Rescue Plan Act (ARPA) Fund	34,027
Debt Service Fund	896,223
Capital Projects Fund - General Obligation	
Debt Issue Fund	9,409,776

Nonmajor Funds:

State Grants	207,228
Parks	2,265,724
Redevelopment Reserve Fund	1,015,055
Community Development Fund	1,192,846
Hospital Policing Fund	40,709
Tourism Commission Fund	1,139,002
Information Systems Equipment Fund	1,726,329
Public Works Building Improvement	
Reserve Fund	313,128
Total Restricted Fund Balance	<u>23,044,491</u>

Assigned:

Major Funds:

General Fund:

Capital Improvements	1,202,572
Encumbrances	1,071,102
Parks	3,442
Total General Fund	<u>2,277,116</u>

Capital Projects Fund - General Obligation	
Debt Issue Fund	6,772,377

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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	\$ 29,962
Special Revenue Fund - Library Fund	652
Special Revenue Fund - Community Development Fund	3,940,259
Special Revenue Fund - Tourism Commission Fund	60,851
Capital Projects Fund - Fleet Equipment	725,286
Total Assigned Fund Balance	<u>13,806,503</u>

Unassigned:

Major Funds - General Fund	23,263,105
Nonmajor Funds - Community Development Block Grant	(6,889)
Nonmajor Funds - Special Assessments	(1)
Total Unassigned Fund Balance	<u>23,256,215</u>

Total Governmental Fund Balance	<u><u>\$ 62,387,714</u></u>
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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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 OTHER INFORMATION

A. Defined Benefit Pension Plan

General Information about the Plan

Plan Description

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

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

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

Vesting

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

Benefits Provided

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

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

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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:

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

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the WRS recognized \$4,310,763 in contributions from the employer.

Contribution rates as of December 31, 2024, are:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (Including Teachers, Executives, and Elected Officials)	6.80 %	6.80 %
Protective With Social Security	6.80	13.20
Protective Without Social Security	6.80	18.10

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

At December 31, 2024, the City reported a liability (asset) of \$4,734,657 for its proportional share of the net pension liability (asset). The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2022, rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The 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, 2023, the City's proportion was .31844486%, which was an increase of .00112838% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the City recognized pension expense (credit) of \$3,271,209. The City typically uses the General Fund to liquidate pension liabilities.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2024, 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	\$ 19,090,091	\$ 25,284,943
Changes in Assumptions	2,063,701	-
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	16,499,512	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	106,164	149,295
Employer Contributions Subsequent to the Measurement Date	4,789,427	-
Total	<u>\$ 42,548,895</u>	<u>\$ 25,434,238</u>

\$4,789,427 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, 2025. 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:

<u>Year Ended December 31,</u>	Net Deferred Outflows (Inflows) of Resources
2025	\$ 2,517,961
2026	2,621,539
2027	10,352,865
2028	(3,167,135)
2029	-
Total	<u>\$ 12,325,230</u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

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	Long-Term Expected Nominal Rate of Return	Long-Term Expected Real Rate of Return
	Percent	Percent	Percent
Core Fund Asset Class:			
Global Equities	40.00 %	7.30 %	4.50 %
Fixed Income	27.00	5.80	3.00
Inflation Sensitive Assets	19.00	4.40	1.70
Real Estate	8.00	5.80	3.00
Private Equity/Debt	18.00	9.60	6.70
Leverage	(12.00)	3.70	1.00
Total Core Fund	<u>100.00 %</u>	<u>7.40 %</u>	<u>4.60 %</u>
Variable Fund Asset Class:			
U.S. Equities	70.00 %	6.80 %	4.00 %
International Equities	30.00	7.60	4.80
Total Variable Fund	<u>100.00 %</u>	<u>7.30 %</u>	<u>4.50 %</u>

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: 2.7%

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 12% policy leverage is used, subject to an allowable range of up to 20%.

CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

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 for the current and prior year. The discount rate is based on the expected rate of return on pension plan investments of 6.80% and a municipal bond rate of 3.77% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index’s “20-year Municipal GO AA Index” as of December 31, 2023. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the 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 6.80%, 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 (5.80%) or 1-percentage-point higher (7.80%) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
The City’s Proportionate Share of the Net Pension Liability (Asset)	<u>\$ 45,762,749</u>	<u>\$ 4,734,657</u>	<u>\$(23,974,434)</u>

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>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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, 2024. 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, 2024. 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.

CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 5 OTHER INFORMATION (CONTINUED)

B. Risk Management (Continued)

Self-Insured General and Auto Liability (Continued)

At December 31, 2024, the Risk Management General Liability Fund had net position of \$6,970,462 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:

	2024	2023
Unpaid Claims - Beginning of Year	\$ 298,028	\$ 356,065
Current Year Claims and Changes in Estimates	(22,952)	182,571
Claim Payments Net of Recoveries	195,803	240,608
Unpaid Claims - End of Year	<u>\$ 79,273</u>	<u>\$ 298,028</u>

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 \$1,300,618 reported in the employee insurance internal service funds at December 31, 2024, 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, 2024 and 2023 were as follows:

	Beginning Balance	Current Year Claims and Changes in Estimates	Claim Payments	Ending Balance
2023	\$ 1,237,708	\$ 9,725,211	\$ 9,302,431	\$ 1,660,488
2024	1,660,488	7,645,244	8,005,114	1,300,618

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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	\$ 7,529,263
Other Postemployment Obligation	(39,361,560)
Other Postemployment Net Deferred Inflows and Outflows	6,922,822
Total	<u><u>\$ (24,909,475)</u></u>

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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits (Continued)

Employees Covered by Benefit Terms

At December 31, 2024, the following employees were covered by the benefits terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefit Payments	91
Active Plan Members	286
Total	<u>377</u>

Total OPEB Liability

The City's total OPEB liability of \$39,361,560 was measured as of December 31, 2024, and was determined by an actuarial valuation as of that date.

Actuarial assumptions and other inputs. The total OPEB liability in the December 31, 2024, 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, 2024
Measurement Date:	December 31, 2023
Salary Increases:	3.6%
Inflation:	3.0%
Assumed Rate of Return on Plan Assets:	3.26%
Plan Participation of Future Retirees:	95.0%
Discount Rate:	3.26%
Healthcare Cost Trend Rates:	6.4% 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 2020 WRS Experience Table for Active Employees as the base table and projected with mortality improvements using 100% of the fully generational MP-2021 projection scale from a base year of 2010.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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 2020 WRS Experience Table for Healthy Retirees as the base table and projected with mortality improvements using 100% of the fully generational MP-2021 projection scale from a base year of 2010.

Post-Disability

This assumption applies to death after disablement. Rates are based on the 2020 WRS Experience Table for Disabled Retirees as the base table and projected with mortality improvements using 100% of the fully generational MP-2021 projection scale from a base year of 2010.

The actuarial assumptions used in the December 31, 2024, valuation were based on the results of an actuarial experience study for the period 2021 – 2023 for the Wisconsin Retirement System (WRS).

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance - December 31, 2023	\$ 36,618,430
Changes for the Year:	
Service Cost	1,321,853
Interest on Total OPEB Liability	1,349,587
Effect of Plan Changes	-
Effect of Liability Gains or Losses	1,964,431
Effect of Assumptions Changes or Inputs	1,460,046
Benefit Payments	(3,352,787)
Net Changes	<u>2,743,130</u>
Balance - December 31, 2024	<u>\$ 39,361,560</u>

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

CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

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 (2.26%) or one percentage-point higher (4.26%) than the current discount rate:

	Discount Rate		
		Current	
	1% Decrease (2.26%)	Discount Rate (3.26%)	1% Increase (4.26%)
Total OPEB Liability	<u>\$ 42,297,701</u>	<u>\$ 39,361,560</u>	<u>\$ 36,693,413</u>

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		
		Healthcare Cost	
	1% Decrease (5.4% Decreasing to 2.7%)	Trend Rates (6.4% Decreasing to 3.7%)	1% Increase (7.4% Decreasing to 4.7%)
Total OPEB Liability	<u>\$ 36,458,049</u>	<u>\$ 39,361,560</u>	<u>\$ 42,704,189</u>

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

For the year ended December 31, 2024, the City recognized OPEB expense of \$1,672,586. At December 31, 2024, 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	\$ 3,768,118	\$ -
Changes of Assumptions or Other Input	3,651,346	3,199,883
Contributions made Subsequent to the Measurement Date	2,703,241	-
Total	<u>\$ 10,122,705</u>	<u>\$ 3,199,883</u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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)

\$2,703,241 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, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

<u>Year Ending December 31,</u>	<u>Deferred Outflows (Inflows) of Resources</u>
2025	\$ 1,290,469
2026	1,285,389
2027	881,679
2028	214,239
2029	245,950
Thereafter	301,855
Total	<u>\$ 4,219,581</u>

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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 OTHER INFORMATION (CONTINUED)

D. Leases (continued)

During the year ended December 31, 2024, the City recognized \$344,941 and \$353,194 in lease revenue and interest revenue, respectively, pursuant to these contracts. As of December 31, 2024, the City's receivable for lease payments was \$5,722,021. 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, 2024, the balance of the deferred inflows of resources was \$5,061,401. The future minimum lease receivables for these arrangements are as follows:

Year Ended December 31,	Leases Receivable	
	Totals	
	Principal	Interest
2025	34,217	255,590
2026	48,633	253,966
2027	64,269	251,688
2028	81,206	248,699
2029	99,529	244,942
2030-2034	827,620	1,136,793
2035-2039	1,552,218	886,106
2040-2044	1,511,620	520,094
2045-2049	1,502,709	220,095
Totals	5,722,021	4,017,973

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, 2024, 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.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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 2024, \$142,628 was repaid on this borrowing. The remaining balance outstanding as of December 31, 2024, is \$944,211. 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 ten 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. Tax Incremental District No. 14 was created on September 20, 2022, and has a dissolution date of January 1, 2049. Tax Incremental District No. 15 was created on September 19, 2023, and has a dissolution date of January 1, 2050.

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, 2024, was \$944,211.

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, 2024, was \$300,000.

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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:

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 650,000	# \$ 640,244	\$ 1,930,488
2026	675,000	616,994	1,291,994
2027	1,155,000	592,194	1,747,194
2028	1,580,000	552,794	2,132,794
2029	1,620,000	499,994	2,119,994
2030 - 2034	7,590,000	1,722,684	9,312,684
2035 - 2039	5,260,000	475,798	5,735,798
Total	<u>\$ 18,530,000</u>	<u>\$ 5,100,702</u>	<u>\$ 24,270,946</u>

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

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,195,000	\$ 229,945	\$ 1,424,945
2026	700,000	193,195	893,195
2027	815,000	169,995	984,995
2028	825,000	141,320	966,320
2029	865,000	114,955	979,955
2030 - 2034	2,420,000	237,946	2,657,946
Total	<u>\$ 6,820,000</u>	<u>\$ 1,087,356</u>	<u>\$ 7,907,356</u>

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

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 75,000	\$ 2,063	\$ 77,063
Total	<u>\$ 75,000</u>	<u>\$ 2,063</u>	<u>\$ 77,063</u>

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

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:

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 55,000	\$ 72,763	\$ 127,763
2026	55,000	70,563	125,563
2027	60,000	68,913	128,913
2028	60,000	67,113	127,113
2029	60,000	65,313	125,313
2030 - 2034	1,005,000	276,638	1,281,638
2035 - 2039	735,000	41,625	776,625
Total	<u>\$ 2,030,000</u>	<u>\$ 662,928</u>	<u>\$ 2,692,928</u>

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*

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability							
Service Cost	\$ 1,321,853	\$ 1,752,565	\$ 1,628,862	\$ 1,422,667	\$ 1,192,606	\$ 1,298,153	\$ 1,173,046
Interest on Total OPEB Liability	1,349,587	853,074	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	1,964,431	279,844	2,236,595	634,893	1,450,482	661,100	-
Effect of Assumption Changes or Inputs	1,460,046	(4,384,365)	2,730,024	1,385,687	1,502,330	(1,490,762)	784,072
Benefit Payments	(3,352,787)	(3,067,291)	(2,635,545)	(3,492,400)	(3,383,691)	(3,221,014)	(3,593,299)
Net Change in Total OPEB Liability	2,743,130	(4,566,173)	4,739,318	915,814	2,128,831	(1,560,147)	(325,308)
Total OPEB Liability - Beginning	36,618,470	41,184,643	36,445,325	35,529,511	33,400,680	34,960,827	35,286,135
Total OPEB Liability - Ending	<u>\$ 39,361,600</u>	<u>\$ 36,618,470</u>	<u>\$ 41,184,643</u>	<u>\$ 36,445,325</u>	<u>\$ 35,529,511</u>	<u>\$ 33,400,680</u>	<u>\$ 34,960,827</u>
Covered - Employee Payroll*	<u>\$ 38,733,565</u>	<u>\$ 36,059,000</u>	<u>\$ 34,556,000</u>	<u>\$ 28,267,000</u>	<u>\$ 32,373,184</u>	<u>\$ 29,943,000</u>	<u>\$ 29,094,000</u>
City's total OPEB Liability as a Percentage of Covered Employee Payroll*	101.62%	101.55%	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**

	2023	2022	2021	2020	Year Ended December 31,		2017	2016	2015	2014
					2019	2018				
City's Proportion of the Net Pension Liability (Asset)	0.31844486%	0.31731648%	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)	<u>\$ 4,734,657</u>	<u>\$ 16,810,487</u>	<u>\$ (25,069,142)</u>	<u>\$ (19,217,378)</u>	<u>\$ (9,591,551)</u>	<u>\$ 10,436,752</u>	<u>\$ (8,546,816)</u>	<u>\$ 2,316,111</u>	<u>\$ 4,556,496</u>	<u>\$ (6,958,029)</u>
City's Covered Payroll	<u>\$ 37,588,110</u>	<u>\$ 34,994,353</u>	<u>\$ 33,426,919</u>	<u>\$ 34,378,930</u>	<u>\$ 31,471,798</u>	<u>\$ 30,496,633</u>	<u>\$ 29,777,290</u>	<u>\$ 29,711,934</u>	<u>\$ 29,108,607</u>	<u>\$ 28,350,192</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	98.85 %	95.72 %	106.02 %	105.26 %	96.45 %	96.45 %	102.93 %	99.12 %	98.20 %	102.74 %

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

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contributions	<u>\$ 4,789,427</u>	<u>\$ 4,310,763</u>	<u>\$ 3,778,369</u>	<u>\$ 3,519,819</u>	<u>\$ 3,125,502</u>	<u>\$ 3,057,444</u>	<u>\$ 3,146,087</u>	<u>\$ 3,004,354</u>	<u>\$ 2,721,212</u>	<u>\$ 2,708,618</u>
Contributions in Relation to the INCREMENTS - DECEMBER 31, 2024	<u>\$ 4,789,427</u>	<u>\$ 4,310,763</u>	<u>\$ 3,778,369</u>	<u>\$ 3,519,819</u>	<u>\$ 3,125,502</u>	<u>\$ 3,057,444</u>	<u>\$ 3,146,087</u>	<u>\$ 3,004,354</u>	<u>\$ 2,721,212</u>	<u>\$ 2,708,618</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll	<u>\$ 39,413,435</u>	<u>\$ 34,994,343</u>	<u>\$ 34,971,305</u>	<u>\$ 33,426,919</u>	<u>\$ 34,378,930</u>	<u>\$ 31,471,798</u>	<u>\$ 30,496,633</u>	<u>\$ 29,777,290</u>	<u>\$ 29,711,934</u>	<u>\$ 29,108,607</u>
Contributions as a Percentage of Covered Payroll	12.15 %	12.32 %	10.80 %	10.53 %	9.09 %	9.71 %	10.32 %	10.09 %	9.16 %	9.31 %

**CITY OF WAUWATOSA, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2024**

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, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
TAXES				
General Property Taxes	\$ 51,475,377	\$ 51,475,377	\$ 51,475,377	\$ -
Prior Year's Omitted Taxes	-	-	-	-
Hotel and Motel Room Tax	1,960,000	1,980,000	2,052,571	72,571
Payments in Lieu of Taxes	594,895	594,895	579,015	(15,880)
Interest on Taxes	120,000	135,000	148,846	13,846
Property Tax Chargebacks	-	118,649	127,221	8,572
Total Taxes	54,150,272	54,303,921	54,383,030	79,109
INTERGOVERNMENTAL				
State Shared Taxes	5,533,163	5,557,163	5,579,289	22,126
Federal Grants	1,224,651	1,224,651	1,410,295	185,644
State Grants	1,069,872	1,648,047	835,694	(812,353)
Total Intergovernmental	7,827,686	8,429,861	7,825,278	(604,583)
LICENSES AND PERMITS				
Licenses	301,800	330,300	353,552	23,252
Permits	1,468,800	1,556,156	1,858,541	302,385
Total Licenses and Permits	1,770,600	1,886,456	2,212,093	325,637
FINES, PENALTIES, AND FORFEITURES				
Court Penalties and Costs	404,000	388,000	284,954	(103,046)
Parking Violations	542,500	490,000	560,152	70,152
Other Penalties and Fees	105,000	105,000	108,201	3,201
Total Fines, Penalties, and Forfeitures	1,051,500	983,000	953,307	(29,693)
PUBLIC IMPROVEMENT REVENUES				
Special Assessments	10,000	21,000	32,105	11,105
INCREMENTS - DECEMBER 31, 2023				
General Government	400,750	369,865	391,725	21,860
Public Safety	2,592,229	2,602,373	2,402,125	(200,248)
Health and Social Services	67,555	67,555	33,393	(34,162)
Streets and Related Facilities	67,000	67,000	81,345	14,345
Sanitation	210,400	215,850	255,460	39,610
Total Public Charges for Services	3,337,934	3,322,643	3,164,048	(158,595)
INTERGOVERNMENTAL CHARGES FOR SERVICES				
County:				
Paramedics	152,685	152,685	139,502	(13,183)
Fire Protection Service	1,275,000	1,275,000	1,275,000	-
Local Departments	178,171	176,171	176,171	-
Total Intergovernmental Charges for Services	1,605,856	1,603,856	1,590,673	(13,183)
COMMERCIAL REVENUES				
Interest	3,019,000	6,054,135	5,546,395	(507,740)
Rentals	38,650	48,850	11,948	(36,902)
Other Miscellaneous Revenue	109,250	247,830	175,510	(72,320)
Total Commercial Revenues	3,166,900	6,350,815	5,733,853	(616,962)
Total Revenues	\$ 72,920,748	\$ 76,901,552	\$ 75,894,387	\$ (1,007,165)

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF EXPENDITURES – ACTUAL AND BUDGET – GENERAL FUND
YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
GENERAL GOVERNMENT				
Mayor	\$ 67,961	\$ 67,961	\$ 51,896	\$ 16,065
Common Council	209,187	211,687	199,975	11,712
Youth Commission	-	-	-	-
Historical Preservation Commission	2,500	27,050	24,684	2,366
Senior Commission	-	10,055	3,068	6,987
Municipal Court	248,798	245,298	196,360	48,938
City Attorney	487,378	462,875	443,264	19,611
Litigation Reserve	1,290,000	1,524,912	1,551,556	(26,644)
City Administration	806,923	803,874	771,620	32,254
City Clerk	409,097	416,664	422,563	(5,899)
Elections	267,089	335,089	313,393	21,696
Human Resources	980,459	989,939	961,985	27,954
City Assessor	723,747	729,127	715,260	13,867
Finance	1,364,746	1,338,069	1,339,394	(1,325)
Remission of Taxes	-	169,498	160,000	9,498
Bike and Pedestrian Committee	50,691	50,691	47,279	3,412
Nondepartmental	314,234	436,104	88,248	347,856
Total General Government	7,222,810	7,818,893	7,290,545	528,348
PUBLIC SAFETY				
Milwaukee Area Domestic Animal	64,186	64,186	64,028	158
Police	18,037,175	19,419,794	18,757,587	662,207
Police Reserves	10,629	13,259	10,670	2,589
Fire	16,257,535	16,839,058	16,961,514	(122,456)
Crossing Guards	249,906	274,969	274,625	344
Traffic Control and Regulation	642,943	666,481	653,850	12,631
Police Station	324,029	330,824	276,424	54,400
Building and Code Enforcement	1,201,333	1,234,378	1,270,853	(36,475)
Total Public Safety	36,787,736	38,842,949	38,269,551	573,398
PUBLIC WORKS				
Public Works Operations	271,548	311,238	306,489	4,749
Roadway Maintenance	3,109,608	3,115,422	2,372,914	742,508
Electrical Services	1,107,032	1,103,862	956,458	147,404
Solid Waste Management	2,668,232	2,687,920	2,613,096	74,824
Engineering	1,210,538	1,256,593	977,423	279,170
Total Public Works	8,366,958	8,475,035	7,226,380	1,248,655
HEALTH AND HUMAN SERVICES				
Health	2,448,842	2,579,576	1,985,776	593,800
CONSERVATION AND DEVELOPMENT				
Forestry	1,873,925	1,960,226	1,886,547	73,679
Planning and Zoning	577,630	649,403	509,272	140,131
Economic Development	292,040	310,404	462,217	(151,813)
Total Highway and Transportation	2,743,595	2,920,033	2,858,036	61,997
CAPITAL OUTLAY	39,200	49,200	201,305	(152,105)
Total Expenditures	<u>\$ 57,609,141</u>	<u>\$ 60,685,686</u>	<u>\$ 57,831,593</u>	<u>\$ 2,854,093</u>

CITY OF WAUWATOSA, WISCONSIN
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2024

	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	\$ -	\$ -	\$ 212,249	\$ 2,312,834	\$ 33,425	\$ 715,055	\$ 958,312
Taxes Receivable	124,165	-	-	-	-	-	-
Special Assessments Receivable:							
Due in Installments	564,575	-	-	-	-	-	-
Due from Other Funds	-	128,586	-	-	-	-	-
Other Accrued Receivables	-	-	4,860	-	-	-	289,051
Prepayments	-	-	-	-	347	-	-
Assets Held for Sale	-	-	-	-	-	-	3,976,804
Advance to Special Revenue Fund	-	-	-	-	-	300,000	-
Total Assets	<u>\$ 688,740</u>	<u>\$ 128,586</u>	<u>\$ 217,109</u>	<u>\$ 2,312,834</u>	<u>\$ 33,772</u>	<u>\$ 1,015,055</u>	<u>\$ 5,224,167</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts Payable	\$ 36,940	\$ 121,924	\$ 9,881	\$ 16,087	\$ 32,773	\$ -	\$ 5,112
Due to Other Funds	86,901	-	-	-	-	-	-
Customer Deposits	-	-	-	1,061	-	-	-
Unearned Revenue	-	13,551	-	-	-	-	85,950
Total Liabilities	<u>123,841</u>	<u>135,475</u>	<u>9,881</u>	<u>17,148</u>	<u>32,773</u>	<u>-</u>	<u>91,062</u>
DEFERRED INFLOWS OF RESOURCES							
Special Assessments	<u>564,900</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows	<u>564,900</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES							
Nonspendable	-	-	-	-	347	-	-
Restricted	-	-	207,228	-	-	-	1,192,846
Assigned	-	-	-	2,295,686	652	1,015,055	3,940,259
Unassigned	(1)	(6,889)	-	-	-	-	-
Total Fund Balances	<u>(1)</u>	<u>(6,889)</u>	<u>207,228</u>	<u>2,295,686</u>	<u>999</u>	<u>1,015,055</u>	<u>5,133,105</u>

CITY OF WAUWATOSA, WISCONSIN
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024

	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	\$ -	\$ 1,216,862	\$ 1,726,329	\$ 769,807	\$ 313,128	\$ 8,258,001
Taxes Receivable	-	-	-	-	-	124,165
Special Assessments Receivable:						
Due in Installments	-	-	-	-	-	564,575
Due from Other Funds	-	-	-	-	-	128,586
Other Accrued Receivables	555,212	17,994	-	-	-	867,117
Prepayments	-	-	-	43,789	-	44,136
Assets Held for Sale	-	-	-	-	-	3,976,804
Advance to Special Revenue Fund	-	-	-	-	-	300,000
Total Assets	<u>\$ 555,212</u>	<u>\$ 1,234,856</u>	<u>\$ 1,726,329</u>	<u>\$ 813,596</u>	<u>\$ 313,128</u>	<u>\$ 14,263,384</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ 2,975	\$ 35,003	\$ -	\$ 44,521	\$ -	\$ 305,216
Due to Other Funds	511,528	-	-	-	-	598,429
Customer Deposits	-	-	-	-	-	1,061
Unearned Revenue	-	-	-	-	-	99,501
Total Liabilities	<u>514,503</u>	<u>35,003</u>	<u>-</u>	<u>44,521</u>	<u>-</u>	<u>1,004,207</u>
DEFERRED INFLOWS OF RESOURCES						
Special Assessments	-	-	-	-	-	564,900
Total Deferred Inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>564,900</u>
FUND BALANCES						
Nonspendable	-	-	-	43,789	-	44,136
Restricted	-	1,199,853	-	-	-	2,599,927
Assigned	40,709	-	1,726,329	725,286	313,128	10,057,104
Unassigned	-	-	-	-	-	(6,890)
Total Fund Balances	<u>40,709</u>	<u>1,199,853</u>	<u>1,726,329</u>	<u>769,075</u>	<u>313,128</u>	<u>12,694,277</u>

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024

	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	\$ -	\$ 855,152	\$ 9,218	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	2,587	-	-	-
Public Improvement Revenues	841,778	-	-	-	-	-	-
Public Charges for Services	-	-	-	238,863	356,927	-	-
Commercial Revenues	-	-	98,617	38,374	-	-	6,293
Total Revenues	841,778	855,152	107,835	279,824	356,927	-	6,293
EXPENDITURES							
Current:							
Public Safety	-	-	116,798	-	-	-	-
Recreation and Education	-	-	-	999,229	3,460,614	-	-
Conservation and Development	-	855,107	-	-	-	-	321,633
Culture	-	-	-	-	-	-	-
Debt Service:							
Interest and Other Fiscal Charges	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	-	855,107	116,798	999,229	3,460,614	-	321,633
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	841,778	45	(8,963)	(719,405)	(3,103,687)	-	(315,340)
OTHER FINANCING SOURCES (USES)							
Long-Term Debt Issued	-	-	-	-	-	-	-
Proceeds from the Sale of Assets	-	-	-	-	-	-	16,582
Transfers In	-	-	-	1,306,071	3,103,687	9,049	165,000
Transfers Out	(841,778)	-	-	(143,143)	-	-	-
Total Other Financing Sources (Uses)	(841,778)	-	-	1,162,928	3,103,687	9,049	181,582
NET CHANGE IN FUND BALANCES	-	45	(8,963)	443,523	-	9,049	(133,758)
Fund Balances - Beginning of Year	(1)	(6,934)	216,191	1,852,163	999	1,006,006	5,266,863
FUND BALANCES - END OF YEAR	<u>\$ (1)</u>	<u>\$ (6,889)</u>	<u>\$ 207,228</u>	<u>\$ 2,295,686</u>	<u>\$ 999</u>	<u>\$ 1,015,055</u>	<u>\$ 5,133,105</u>

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024

	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	\$ -	\$ 35,988	\$ -	\$ -	\$ -	\$ 900,358
Licenses and Permits	-	-	-	-	-	2,587
Public Improvement Revenues	-	-	-	-	-	841,778
Public Charges for Services	2,171,737	-	-	-	-	2,767,527
Commercial Revenues	-	25,418	-	59,617	-	228,319
Total Revenues	2,171,737	61,406	-	59,617	-	4,740,569
EXPENDITURES						
Current:						
Public Safety	2,139,190	-	-	-	-	2,255,988
Recreation and Education	-	-	-	-	-	4,459,843
Conservation and Development	-	-	-	-	-	1,176,740
Culture	-	1,201,377	-	-	-	1,201,377
Debt Service:						
Interest and Other Fiscal Charges	-	-	-	-	-	-
Capital Outlay	11,251	73,797	-	1,006,713	-	1,091,761
Total Expenditures	2,150,441	1,275,174	-	1,006,713	-	10,185,709
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	21,296	(1,213,768)	-	(947,096)	-	(5,445,140)
OTHER FINANCING SOURCES (USES)						
Long-Term Debt Issued	-	-	-	-	-	-
Proceeds from the Sale of Assets	-	-	-	68,577	-	85,159
Transfers In	-	1,456,420	245,225	971,822	108,512	7,365,786
Transfers Out	(50,000)	(906,936)	-	-	(125,000)	(2,066,857)
Total Other Financing Sources (Uses)	(50,000)	549,484	245,225	1,040,399	(16,488)	5,384,088
NET CHANGE IN FUND BALANCES	(28,704)	(664,284)	245,225	93,303	(16,488)	(61,052)
Fund Balances - Beginning of Year	69,413	1,864,137	1,481,104	675,772	329,616	12,755,329
FUND BALANCES - END OF YEAR	<u>\$ 40,709</u>	<u>\$ 1,199,853</u>	<u>\$ 1,726,329</u>	<u>\$ 769,075</u>	<u>\$ 313,128</u>	<u>\$ 12,694,277</u>

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, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Public Improvement Revenues	\$ 1,243,024	\$ 1,243,024	\$ 841,778	\$ (401,246)
Total Revenues	1,243,024	1,243,024	841,778	(401,246)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,243,024)	(1,243,024)	(841,778)	401,246
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance - Beginning of Year			(1)	
FUND BALANCE - END OF YEAR			<u>\$ (1)</u>	

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, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	\$ 1,000,000	\$ 1,654,925	\$ 855,152	\$ (799,773)
Commercial Revenues	-	-	-	-
Total Revenues	<u>1,000,000</u>	<u>1,654,925</u>	<u>855,152</u>	<u>(799,773)</u>
EXPENDITURES				
Conservation and Development	<u>1,000,000</u>	<u>1,779,001</u>	<u>855,107</u>	<u>923,894</u>
Total Expenditures	<u>1,000,000</u>	<u>1,779,001</u>	<u>855,107</u>	<u>923,894</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (124,076)</u>	45	<u>\$ 124,121</u>
Fund Balance - Beginning of Year			<u>(6,934)</u>	
FUND BALANCE - END OF YEAR			<u>\$ (6,889)</u>	

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, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	\$ 12,500	\$ 12,500	\$ 9,218	\$ (3,282)
Commercial Revenues	84,480	84,480	98,617	14,137
Total Revenues	<u>96,980</u>	<u>96,980</u>	<u>107,835</u>	<u>10,855</u>
EXPENDITURES				
Education and Recreation	60,000	248,254	116,798	131,456
Total Expenditures	<u>60,000</u>	<u>248,254</u>	<u>116,798</u>	<u>131,456</u>
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	36,980	(151,274)	(8,963)	142,311
OTHER FINANCING SOURCES (USES)				
Proceeds from the Sale of Assets	-	-	-	-
Transfers In	6,000	6,000	-	(6,000)
Transfers Out	-	(111,669)	-	111,669
Total Other Financing Sources (Uses)	<u>6,000</u>	<u>(105,669)</u>	<u>-</u>	<u>105,669</u>
NET CHANGE IN FUND BALANCE	<u>\$ 42,980</u>	<u>\$ (256,943)</u>	<u>(8,963)</u>	<u>\$ 247,980</u>
Fund Balance - Beginning of Year			<u>216,191</u>	
FUND BALANCE - END OF YEAR			<u><u>\$ 207,228</u></u>	

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, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Licenses and Permits	\$ -	\$ -	\$ 2,587	\$ 2,587
Public Charges for Services	166,000	166,000	238,863	72,863
Commercial Revenues	54,201	54,201	38,374	(15,827)
Total Revenues	<u>220,201</u>	<u>220,201</u>	<u>279,824</u>	<u>59,623</u>
EXPENDITURES				
Education and Recreation	1,470,763	1,512,677	999,229	513,448
Capital Outlay	65,000	-	-	-
Total Expenditures	<u>1,535,763</u>	<u>1,512,677</u>	<u>999,229</u>	<u>513,448</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,315,562)	(1,292,476)	(719,405)	573,071
OTHER FINANCING SOURCES (USES)				
Transfers In	1,243,705	1,278,071	1,306,071	28,000
Transfers Out	(78,143)	(143,143)	(143,143)	-
Total Other Financing Sources (Uses)	<u>1,165,562</u>	<u>1,134,928</u>	<u>1,162,928</u>	<u>28,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ (150,000)</u>	<u>\$ (157,548)</u>	443,523	<u>\$ 601,071</u>
Fund Balance - Beginning of Year			<u>1,852,163</u>	
FUND BALANCE - END OF YEAR			<u>\$ 2,295,686</u>	

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, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Public Charges for Services	\$ 333,009	\$ 349,160	\$ 356,927	\$ 7,767
EXPENDITURES				
Education and Recreation	3,358,662	3,368,313	3,460,614	(92,301)
Total Expenditures	<u>3,358,662</u>	<u>3,368,313</u>	<u>3,460,614</u>	<u>(92,301)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(333,009)	(349,161)	(356,927)	(7,766)
OTHER FINANCING SOURCES (USES)				
Transfers In	3,025,653	3,019,152	3,103,687	84,535
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>3,025,653</u>	<u>3,019,152</u>	<u>3,103,687</u>	<u>84,535</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ 1</u>
Fund Balance - Beginning of Year			999	
FUND BALANCE - END OF YEAR			<u>\$ 999</u>	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL – HOSPITAL POLICING FUND
YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Public Charges for Services	\$ 3,336,647	\$ 3,336,647	\$ 2,171,737	\$ (1,164,910)
Commercial Revenues	-	-	-	-
Total Revenues	<u>3,336,647</u>	<u>3,336,647</u>	<u>2,171,737</u>	<u>(1,164,910)</u>
EXPENDITURES				
Public Safety	3,262,347	3,262,347	2,139,190	1,123,157
Capital Outlay	50,000	50,000	11,251	38,749
Total Expenditures	<u>3,312,347</u>	<u>3,312,347</u>	<u>2,150,441</u>	<u>1,161,906</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (25,700)</u>	<u>\$ (25,700)</u>	<u>(28,704)</u>	<u>\$ (3,004)</u>
Fund Balance - Beginning of Year			<u>69,413</u>	
FUND BALANCE - END OF YEAR			<u>\$ 40,709</u>	

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, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	\$ -	\$ 17,994	\$ 35,988	\$ 17,994
Commercial Revenues	25,000	25,000	25,418	418
Total Revenues	<u>25,000</u>	<u>42,994</u>	<u>61,406</u>	<u>18,412</u>
EXPENDITURES				
Culture	1,396,814	1,462,808	1,201,377	261,431
Capital Outlay	-	97,147	73,797	23,350
Total Expenditures	<u>1,396,814</u>	<u>1,559,955</u>	<u>1,275,174</u>	<u>284,781</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,371,814)	(1,534,955)	(1,249,756)	285,199
OTHER FINANCING SOURCES (USES)				
Transfers In	1,372,000	1,372,000	1,456,420	84,420
Transfers Out	-	(906,936)	(906,936)	-
Total Other Financing Sources (Uses)	<u>1,372,000</u>	<u>465,064</u>	<u>549,484</u>	<u>84,420</u>
NET CHANGE IN FUND BALANCE	<u>\$ 186</u>	<u>\$ (1,051,897)</u>	<u>(664,284)</u>	<u>\$ 387,613</u>
Fund Balance - Beginning of Year			<u>1,864,137</u>	
FUND BALANCE - END OF YEAR			<u>\$ 1,199,853</u>	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL – CAPITAL PROJES GENERAL OBLIGATION DEBT ISSUE FUND
YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental Revenues	\$ -	\$ 1,433,868	\$ -	\$ (1,433,868)
Commercial Revenues	2,025,000	1,725,000	1,738,705	13,705
Total Revenues	2,025,000	3,158,868	1,738,705	(1,420,163)
EXPENDITURES				
General Government	40,000	230,853	92,555	138,298
Conservation and Development	-	75,694	53,426	22,268
Capital Outlay	12,625,007	25,443,069	13,311,349	12,131,720
Debt Service:				
Interest and Other Fiscal	-	-	-	-
Total Expenditures	12,665,007	25,749,616	13,457,330	12,292,286
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(10,640,007)	(22,590,748)	(11,718,625)	10,872,123
OTHER FINANCING SOURCES (USES)				
Long-term Debt Issued	7,255,309	5,393,398	5,400,000	6,602
Proceeds from the Sale of Assets	-	-	-	-
Transfers In	3,677,198	4,509,134	4,029,458	(479,676)
Transfers Out	-	(40,816)	(40,792)	24
Total Other Financing Sources (Uses)	10,932,507	9,861,716	9,388,666	(473,050)
NET CHANGE IN FUND BALANCE	<u>\$ 292,500</u>	<u>\$ (12,729,032)</u>	<u>(2,329,959)</u>	<u>\$ 10,399,073</u>
Fund Balance - Beginning of Year			18,512,112	
INCREMENTS - DECEMBER 31, 2023			<u>\$ 16,182,153</u>	

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, 2024

	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	273,137	273,137	245,225	(27,912)
NET CHANGE IN FUND BALANCE	<u>\$ 273,137</u>	<u>\$ 273,137</u>	245,225	<u>\$ (27,912)</u>
Fund Balance - Beginning of Year			<u>1,481,104</u>	
FUND BALANCE - END OF YEAR			<u>\$ 1,726,329</u>	

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, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Commercial Revenues	\$ -	\$ -	\$ 59,617	\$ 59,617
Total Revenues	-	-	59,617	59,617
EXPENDITURES				
Capital Outlay	903,000	1,069,531	1,006,713	62,818
Total Expenditures	903,000	1,069,531	1,006,713	62,818
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(903,000)	(1,069,531)	(947,096)	122,435
OTHER FINANCING SOURCES (USES)				
Proceeds from the Sale of Land	32,500	32,500	68,577	36,077
Transfers In	1,158,891	1,158,891	971,822	(187,069)
Transfers Out	-	-	-	-
Total Other Financing Sources	1,191,391	1,191,391	1,040,399	(150,992)
NET CHANGE IN FUND BALANCE	<u>\$ 288,391</u>	<u>\$ 121,860</u>	93,303	<u>\$ (28,557)</u>
Fund Balance - Beginning of Year			<u>675,772</u>	
FUND BALANCE - END OF YEAR			<u>\$ 769,075</u>	

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, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
EXPENDITURES				
Capital Outlay	\$ -	\$ -	\$ -	\$ -
Total Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	111,923	111,923	108,512	(3,411)
Transfers Out	(125,000)	(125,000)	(125,000)	-
Total Other Financing Sources (Uses)	(13,077)	(13,077)	(16,488)	(3,411)
NET CHANGE IN FUND BALANCE	<u>\$ (13,077)</u>	<u>\$ (13,077)</u>	(16,488)	<u>\$ (3,411)</u>
Fund Balance - Beginning of Year			329,616	
FUND BALANCE - END OF YEAR			<u>\$ 313,128</u>	

CITY OF WAUWATOSA, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES – BUDGET AND ACTUAL – DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Commercial Revenues	\$ 44,531	\$ 44,531	\$ 44,531	\$ -
Interest Income	-	-	11,953	11,953
Total Revenues	44,531	44,531	56,484	11,953
EXPENDITURES				
Debt Service				
Principal	10,470,000	10,470,000	9,795,000	675,000
Interest and Other Fiscal Charges	3,157,049	3,118,981	3,124,493	(5,512)
Total Expenditures	13,627,049	13,588,981	12,919,493	669,488
EXCESS OF REVENUES OVER EXPENDITURES	(13,582,518)	(13,544,450)	(12,863,009)	681,441
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	-	-	-
Premium on Long-Term Debt	-	-	220,884	220,884
Transfers In	13,138,622	13,106,524	12,710,516	(396,008)
Payments to Escrow	-	-	-	-
Total Other Financing Sources	13,138,622	13,106,524	12,931,400	(175,124)
NET CHANGE IN FUND BALANCE	<u>\$ (443,896)</u>	<u>\$ (437,926)</u>	68,391	<u>\$ 506,317</u>
Fund Balance - Beginning of Year			2,052,832	
FUND BALANCE - END OF YEAR			<u>\$ 2,121,223</u>	

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF NET POSITION – PROPRIETARY FUND – INTERNAL SERVICE FUNDS
DECEMBER 31, 2024

			Risk Management						Total
	Fleet Maintenance	Public Works Building	General Liability	Workers Compensation Insurance	Employee Dental Insurance	Employee Health Insurance	Information Systems	Municipal Building Complex	Internal Service Funds
CURRENT ASSETS									
Cash and Cash Equivalents	\$ 265,646	\$ 288,695	\$ 5,865,282	\$ 1,006,809	\$ 230,466	\$ 7,915,865	\$ 1,517,562	\$ 483,536	\$ 17,573,861
Receivables, Net	7,996	3,963	-	40,000	-	233,004	-	-	284,963
Prepays and Other Current Assets	303,949	-	-	-	15,458	192,348	-	-	511,755
Total Current Assets	577,591	292,658	5,865,282	1,046,809	245,924	8,341,217	1,517,562	483,536	18,370,579
NONCURRENT ASSETS									
Deposit in Cities and Villages Mutual Insurance Company	-	-	1,184,453	-	-	-	-	-	1,184,453
Capital Assets:									
Land	-	22,617	-	-	-	-	-	-	22,617
Buildings	-	4,405,460	-	-	-	-	-	-	4,405,460
Machinery and Equipment	17,307,244	18,507	-	-	-	-	2,080,228	-	19,405,979
Subscription Asset	-	-	-	-	-	-	153,310	-	153,310
Less: Accumulated Depreciation and Amortization	(12,621,899)	(1,864,064)	-	-	-	-	(1,586,646)	-	(16,072,609)
Total Capital Assets, Net	4,685,345	2,582,520	-	-	-	-	646,892	-	7,914,757
Total Assets	5,262,936	2,875,178	7,049,735	1,046,809	245,924	8,341,217	2,164,454	483,536	27,469,789
DEFERRED OUTFLOWS OF RESOURCES									
Deferred Amounts Related to Other Postemployment Benefits Obligation	-	-	-	-	-	10,122,705	-	-	10,122,705
CURRENT LIABILITIES									
Accounts Payable	-	14,502	79,273	488,664	-	811,954	83,863	20,334	1,498,590
Current Portion of Compensated Absences	106,207	-	-	-	-	-	69,898	39,098	215,203
Current Portion of Subscription Liability	-	-	-	-	-	-	44,596	-	44,596
Current Portion of OPEB Obligation	-	-	-	-	-	3,694,337	-	-	3,694,337
Total Current Liabilities	106,207	14,502	79,273	488,664	-	4,506,291	198,357	59,432	5,452,726
NONCURRENT LIABILITIES									
Compensated Absences	178,724	-	-	-	-	-	64,091	53,640	296,455
Net OPEB Obligation	-	-	-	-	-	35,667,223	-	-	35,667,223
Subscription Liability	-	-	-	-	-	-	48,109	-	48,109
Total Noncurrent Liabilities	178,724	-	-	-	-	35,667,223	112,200	53,640	36,011,787
Total Liabilities	284,931	14,502	79,273	488,664	-	40,173,514	310,557	113,072	41,464,513
DEFERRED INFLOWS OF RESOURCES									
Deferred Amounts Related to Other Postemployment Benefits Obligation	-	-	-	-	-	3,199,883	-	-	3,199,883
NET POSITION									
Net Investment in Capital Assets	4,685,345	2,582,520	-	-	-	-	554,187	-	7,822,052
Unrestricted	292,660	278,156	6,970,462	558,145	245,924	(24,909,475)	1,299,710	370,464	(14,893,954)
Total Net Position	\$ 4,978,005	\$ 2,860,676	\$ 6,970,462	\$ 558,145	\$ 245,924	\$ (24,909,475)	\$ 1,853,897	\$ 370,464	\$ (7,071,902)

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND
NET POSITION – PROPRIETARY FUND – INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2024

	Fleet Maintenance	Public Works Building	Risk Management				Information Systems	Municipal Building Complex	Total Internal Service Funds
			General Liability	Workers Compensation Insurance	Employee Dental Insurance	Employee Health Insurance			
OPERATING REVENUES									
Charges for Services and Sales	\$ 4,185,033	\$ 559,360	\$ -	\$ -	\$ -	\$ -	\$ 2,374,079	\$ 905,055	\$ 8,023,527
Other Miscellaneous Revenue	85	-	-	-	-	-	-	-	85
Other Operating Revenues	-	-	1,267,608	974,076	425,370	11,362,115	5,715	-	14,034,884
Total Operating Revenues	4,185,118	559,360	1,267,608	974,076	425,370	11,362,115	2,379,794	905,055	22,058,496
OPERATING EXPENSES									
Operation and Maintenance	2,984,412	416,325	152,367	513,808	415,140	11,886,653	1,808,167	785,310	18,962,182
Depreciation	1,056,787	126,379	-	-	-	-	244,393	-	1,427,559
Total Operating Expenses	4,041,199	542,704	152,367	513,808	415,140	11,886,653	2,052,560	785,310	20,389,741
OPERATING INCOME (LOSS)	143,919	16,656	1,115,241	460,268	10,230	(524,538)	327,234	119,745	1,668,755
NONOPERATING REVENUES (EXPENSES)									
Dividend Income	-	-	24,486	-	-	-	-	-	24,486
Gain (Loss) on Sale or Trade of Assets	(21,000)	-	-	-	-	-	-	-	(21,000)
Interest Expense	-	-	-	-	-	-	(3,361)	-	(3,361)
Total Nonoperating Revenues (Expenses)	(21,000)	-	24,486	-	-	-	(3,361)	-	125
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	122,919	16,656	1,139,727	460,268	10,230	(524,538)	323,873	119,745	1,668,880
Capital Contributions	1,638,958	-	-	-	-	-	-	-	1,638,958
Transfers In	-	-	-	-	-	-	48,000	-	48,000
Transfers Out	(971,822)	(108,512)	-	-	-	(85,000)	(245,225)	(250,000)	(1,660,559)
CHANGES IN NET POSITION	790,055	(91,856)	1,139,727	460,268	10,230	(609,538)	126,648	(130,255)	1,695,279
Net Position - Beginning of Year, as Previously Reported	4,375,802	2,952,532	5,830,735	97,877	235,694	(24,299,937)	1,795,889	555,781	(8,455,627)
Change in Accounting Principle - GASB 101	(187,852)	-	-	-	-	-	(68,640)	(55,062)	(311,554)
Net Position - Beginning of Year, as Restated	4,187,950	2,952,532	5,830,735	97,877	235,694	(24,299,937)	1,727,249	500,719	(8,767,181)
NET POSITION - END OF YEAR	<u>\$ 4,978,005</u>	<u>\$ 2,860,676</u>	<u>\$ 6,970,462</u>	<u>\$ 558,145</u>	<u>\$ 245,924</u>	<u>\$ (24,909,475)</u>	<u>\$ 1,853,897</u>	<u>\$ 370,464</u>	<u>\$ (7,071,902)</u>

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS – PROPRIETARY FUND – INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2024

	Fleet Maintenance	Public Works Building	Risk Management				Information Systems	Municipal Building Complex	Total Internal Service Funds
			General Liability	Workers Compensation Insurance	Employee Dental Insurance	Employee Health Insurance			
CASH FLOWS FROM OPERATING ACTIVITIES									
Receipts from Customers and Users	\$ 85	\$ -	\$ 1,267,608	\$ 974,076	\$ 425,370	\$ 11,362,115	\$ 5,715	\$ -	\$ 14,034,969
Receipts from Other Funds	4,184,809	563,323	-	-	-	(52,496)	2,374,079	905,055	7,974,770
Payments to Suppliers	(1,918,034)	(237,625)	(334,241)	(540,876)	(430,598)	(10,534,440)	(1,038,694)	(562,065)	(15,596,573)
Payments to Employees	(1,083,274)	(166,975)	(36,881)	(35,217)	-	(169,560)	(663,357)	(197,492)	(2,352,756)
Net Cash Provided (Used) by Operating Activities	1,183,586	158,723	896,486	397,983	(5,228)	605,619	677,743	145,498	4,060,410
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES									
Transfers from Other Funds	-	-	-	-	-	-	48,000	-	48,000
Transfers to Other Funds	(971,822)	(108,512)	-	-	-	(85,000)	(245,225)	(250,000)	(1,660,559)
Net Cash Provided (Used) by Noncapital Financing Activities	(971,822)	(108,512)	-	-	-	(85,000)	(197,225)	(250,000)	(1,612,559)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Acquisition and Construction of Capital Assets	(1)	-	-	-	-	-	(153,311)	-	(153,312)
Interest Paid on Subscription Liability	-	-	-	-	-	-	(3,361)	-	(3,361)
Net Cash Provided (Used) by Capital and Related Financing Activities	(1)	-	-	-	-	-	(156,672)	-	(156,673)
CASH FLOWS FROM INVESTING ACTIVITIES									
Interest and Dividends Received	-	-	24,486	-	-	-	-	-	24,486
Net Cash Provided by Investing Activities	-	-	24,486	-	-	-	-	-	24,486
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	211,763	50,211	920,972	397,983	(5,228)	520,619	323,846	(104,502)	2,315,664
Cash and Cash Equivalents - Beginning of Year	53,883	238,484	4,944,310	608,826	235,694	7,395,246	1,193,716	588,038	15,258,197
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 265,646</u>	<u>\$ 288,695</u>	<u>\$ 5,865,282</u>	<u>\$ 1,006,809</u>	<u>\$ 230,466</u>	<u>\$ 7,915,865</u>	<u>\$ 1,517,562</u>	<u>\$ 483,536</u>	<u>\$ 17,573,861</u>

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS – PROPRIETARY FUND – INTERNAL SERVICE FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024

	Fleet Maintenance	Public Works Building	Risk Management				Information Systems	Municipal Building Complex	Total Internal Service Funds
			General Liability	Workers Compensation Insurance	Employee Dental Insurance	Employee Health Insurance			
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES									
Operating Income (Loss)	\$ 143,919	\$ 16,656	\$ 1,115,241	\$ 460,268	\$ 10,230	\$ (524,538)	\$ 327,234	\$ 119,745	\$ 1,668,755
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:									
Depreciation Expense	1,056,787	126,379	-	-	-	-	244,393	-	1,427,559
(Increase) Decrease:									
Accounts Receivable - Other	(224)	3,963	-	-	-	(52,496)	-	-	(48,757)
Inventories	(19,056)	-	-	-	-	-	-	-	(19,056)
Prepays	-	-	-	-	(15,458)	(192,348)	-	-	(207,806)
Accounts Payable	(12,952)	11,725	(218,755)	(62,285)	-	(297,585)	32,928	14,014	(532,910)
Compensated absences	15,112	-	-	-	-	-	18,849	11,739	45,700
Subscription Liability	-	-	-	-	-	-	54,339	-	54,339
Net OPEB Liability	-	-	-	-	-	2,743,130	-	-	2,743,130
Deferred Outflows Related to OPEB	-	-	-	-	-	(170,096)	-	-	(170,096)
Deferred Inflows Related to OPEB	-	-	-	-	-	(900,448)	-	-	(900,448)
Total Adjustments	<u>1,039,667</u>	<u>142,067</u>	<u>(218,755)</u>	<u>(62,285)</u>	<u>(15,458)</u>	<u>1,130,157</u>	<u>350,509</u>	<u>25,753</u>	<u>2,391,655</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,183,586</u>	<u>\$ 158,723</u>	<u>\$ 896,486</u>	<u>\$ 397,983</u>	<u>\$ (5,228)</u>	<u>\$ 605,619</u>	<u>\$ 677,743</u>	<u>\$ 145,498</u>	<u>\$ 4,060,410</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES									
Capital Assets Contributed by City of Wauwatosa	<u>\$ 1,638,958</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,638,958</u>

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF FIDUCIARY NET POSITION – PRIVATE PURPOSE TRUST FUNDS
DECEMBER 31, 2024

	Private Purpose Trust Funds							
	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
ASSETS								
Cash and Investments	\$ 10,411	\$ 92,736	\$ 1,661	\$ 187,770	\$ 30,851	\$ 37,488	\$ 351,638	\$ 712,555
Taxes Receivable	-	-	-	-	-	-	-	-
Total Assets	10,411	92,736	1,661	187,770	30,851	37,488	351,638	712,555
LIABILITIES								
Special Deposits	-	-	-	-	-	-	-	-
Due to Other Taxing Units	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-	-	-
DEFERRED INFLOWS								
Tax Levy	-	-	-	-	-	-	-	-
NET POSITION - RESTRICTED	<u>\$ 10,411</u>	<u>\$ 92,736</u>	<u>\$ 1,661</u>	<u>\$ 187,770</u>	<u>\$ 30,851</u>	<u>\$ 37,488</u>	<u>\$ 351,638</u>	<u>\$ 712,555</u>

CITY OF WAUWATOSA, WISCONSIN
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – PRIVATE PURPOSE TRUST FUNDS
YEAR ENDED DECEMBER 31, 2024

	Private Purpose Trust Funds							
	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
ADDITIONS								
Contributions	\$ 62	\$ -	\$ 194	\$ -	\$ 9,600	\$ 11,074	\$ 47,282	\$ 68,212
Deposit receipts	-	-	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	13,650	13,650
Tax Collections	-	-	-	-	-	-	-	-
Total Additions	62	-	194	-	9,600	11,074	60,932	81,862
DEDUCTIONS								
Endowment Payments	-	-	-	-	-	-	54,674	54,674
Deposit returns	-	-	-	-	-	-	-	-
Payments to Other Governments	-	-	-	-	-	-	-	-
Total Deductions	-	-	-	-	-	-	54,674	54,674
CHANGES IN NET POSITION	62	-	194	-	9,600	11,074	6,258	27,188
Net Position - Beginning of Year	10,349	92,736	1,467	187,770	21,251	26,414	345,380	685,367
NET POSITION - END OF YEAR	<u>\$ 10,411</u>	<u>\$ 92,736</u>	<u>\$ 1,661</u>	<u>\$ 187,770</u>	<u>\$ 30,851</u>	<u>\$ 37,488</u>	<u>\$ 351,638</u>	<u>\$ 712,555</u>

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, 2024

	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	TID NO. 15	Total
PROJECT COSTS											
Capital Expenditures	\$ 21,550	\$ 1,086	\$ -	\$ -	\$ 45,958	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 68,594
Administration	10,987	15,603	10,300	4,050	15,190	20,526	13,099	4,050	4,050	150	93,805
Interest and Fiscal Charges	666,431	357,467	-	3,938	24,576	74,412	-	-	-	-	1,126,824
Professional Services	9,174	72,327	5,305	5,305	5,305	48,480	5,305	5,305	5,305	2,698	156,506
Debt Issuance Costs	-	-	-	-	-	-	-	-	-	-	-
Housing and Community Development	-	-	-	-	-	-	-	-	-	-	-
Developers Grants and Incentive	-	483,429	-	-	-	-	-	-	-	-	483,429
Economic Development Incentive	-	3,384,870	-	-	-	-	-	-	-	-	3,384,870
Environmental Costs	-	-	243,600	-	-	-	-	-	-	-	243,600
Other Expenditures	-	-	-	-	168,706	-	-	-	-	-	168,706
Distribution to Other Taxing Jurisdictions	-	-	-	-	-	-	-	-	-	-	-
Total Project Costs	708,142	4,314,782	259,205	13,293	259,735	143,418	18,404	9,355	9,355	2,848	5,738,537
PROJECT REVENUES											
Tax Increments	2,896,889	3,462,681	924,192	286,035	770,757	771,192	641,566	192,669	4,832	-	9,950,813
Omitted Taxes	-	-	-	-	-	-	-	-	-	-	-
Investment Income	248,179	84,205	121,135	7,659	34,944	27,780	2,235	8,477	-	-	534,614
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	-	-	-	-	-	-	-	-	-	-	-
Total Project Revenues	3,149,165	3,628,264	1,051,933	293,943	805,701	808,572	643,801	201,146	4,832	-	10,587,357
NET COST RECOVERABLE THROUGH TIF											
INCREMENTS - DECEMBER 31, 2024	<u>\$ 2,441,023</u>	<u>\$ (686,518)</u>	<u>\$ 792,728</u>	<u>\$ 280,650</u>	<u>\$ 545,966</u>	<u>\$ 665,154</u>	<u>\$ 625,397</u>	<u>\$ 191,791</u>	<u>\$ (4,523)</u>	<u>\$ (2,848)</u>	<u>\$ 4,856,191</u>

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

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, 2024

	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	TID NO. 15	Total
PROJECT COSTS											
Capital Expenditures	\$ 20,378,270	\$ 16,740,835	\$ 2,199,053	\$ 415,759	\$ 368,545	\$ 2,765,768	\$ 234,391	\$ -	\$ -	\$ -	\$ 43,102,621
Administration	234,020	185,920	258,494	41,471	52,258	171,361	79,392	13,100	15,246	150	1,051,412
Interest and Fiscal Charges	4,521,040	4,377,638	-	74,940	24,576	630,439	-	-	-	-	9,628,633
Housing and Community Development	-	-	-	-	-	-	11,836	-	-	-	11,836
Professional Services	160,536	244,433	128,347	12,286	37,241	297,293	42,882	31,768	51,018	19,698	1,025,502
Debt Issuance Costs	94,829	73,836	-	-	-	-	-	-	-	-	168,665
Developers Grants and Incentive	16,307,608	18,440,162	3,146,814	1,994,000	4,500,000	5,364,769	14,239,846	1,998,589	-	-	65,991,788
Economic Development Incentive	1,350,000	3,519,953	2,726,957	-	-	-	-	-	-	-	7,596,910
Environmental Costs	-	-	243,600	-	-	-	-	-	-	-	243,600
Other Expenditures	-	-	-	-	168,706	-	-	-	-	-	168,706
Distribution to Other Taxing Jurisdictions	-	-	-	-	-	-	-	-	-	-	-
Total Project Costs	43,046,303	43,582,777	8,703,265	2,538,456	5,151,326	9,229,630	14,608,347	2,043,457	66,264	19,848	128,989,673
PROJECT REVENUES											
Tax Increments	21,633,310	25,959,635	5,418,650	1,612,177	5,227,974	4,528,932	1,915,492	406,790	4,832	-	66,707,792
Omitted Taxes	71,775	13,649	881	-	-	3,192	649	-	-	-	90,146
Investment Income	635,945	434,111	357,875	16,985	86,712	56,862	2,246	8,477	-	-	1,599,213
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	37,880	125,624	11,828	1,977	-	18,918	-	-	-	-	196,227
Personal Property Aid	14,233	317,583	26,505	-	2,770	36,085	-	-	-	-	397,176
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	20,769	10,000	-	-	-	-	13,934	10,000	-	64,703
Total Project Revenues	28,143,818	27,538,636	8,580,361	1,651,907	5,337,774	4,732,521	1,928,387	429,201	14,832	-	78,357,437
NET COST RECOVERABLE THROUGH TIF											
INCREMENTS - DECEMBER 31, 2024	<u>\$ (14,902,485)</u>	<u>\$ (16,044,141)</u>	<u>\$ (122,904)</u>	<u>\$ (886,549)</u>	<u>\$ 186,448</u>	<u>\$ (4,497,109)</u>	<u>\$ (12,679,960)</u>	<u>\$ (1,614,256)</u>	<u>\$ (51,432)</u>	<u>\$ (19,848)</u>	<u>\$ (50,632,236)</u>

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, 2024

	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	TID NO. 15	Total
SOURCES OF FUNDS											
Tax Increments	\$ 2,896,889	\$ 3,462,681	\$ 924,192	\$ 286,035	\$ 770,757	\$ 771,192	\$ 641,566	\$ 192,669	\$ 4,832	\$ -	\$ 9,950,813
Omitted Taxes	-	-	-	-	-	-	-	-	-	-	-
Investment Income	248,179	84,205	121,135	7,659	34,944	27,780	2,235	8,477	-	-	534,614
Long-Term Debt Issued	-	-	-	-	-	-	-	-	-	-	-
Premium on Long-Term Debt	-	-	-	-	-	-	-	-	-	-	-
Municipal Revenue Obligations	-	2,269,064	-	-	-	-	-	-	-	-	2,269,064
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	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-	-	-	-
Internal Transfers	-	-	-	-	-	-	-	-	-	-	-
Total Sources of Funds	3,149,165	5,897,328	1,051,933	293,943	805,701	808,572	643,801	201,146	4,832	-	12,856,421
USES OF FUNDS											
Capital Expenditures	21,550	1,086	-	-	45,958	-	-	-	-	-	68,594
Administration	10,987	15,603	10,300	4,050	15,190	20,526	13,099	4,050	4,050	150	98,005
Interest on Long-Term Debt	666,431	357,467	-	3,938	24,576	74,412	-	-	-	-	1,126,824
Principal on Long-Term Debt	700,000	2,345,000	-	75,000	-	55,000	-	-	-	-	3,175,000
Principal on Municipal Revenue Obligation	409,324	513,617	197,816	181,616	624,454	406,660	437,818	95,414	-	-	2,866,719
Housing and Community Development	-	-	-	-	-	-	-	-	-	-	-
Developers Grants and Incentive	-	483,429	-	-	-	-	-	-	-	-	483,429
Economic Development Incentive	-	3,384,870	-	-	-	-	-	-	-	-	3,384,870
Environmental Costs	-	-	243,600	-	-	-	-	-	-	-	243,600
Other Expenditures	-	-	-	-	168,706	-	-	-	-	-	168,706
Professional Services	9,174	72,327	5,305	5,305	5,305	48,480	5,305	5,305	5,305	2,698	164,509
Debt Issuance Costs	-	-	-	-	-	-	-	-	-	-	-
Total Uses of Funds	1,817,466	7,173,399	457,021	269,909	884,189	605,078	456,222	104,769	9,355	2,848	11,780,256
NET CHANGE IN FUND BALANCE	1,331,699	(1,276,071)	594,912	24,034	(78,488)	203,494	187,579	96,377	(4,523)	(2,848)	1,076,165
Beginning Fund Balance	3,411,370	(1,580,685)	2,040,360	51,150	447,431	151,973	(789,116)	59,705	(46,909)	(17,000)	3,728,279
ENDING FUND BALANCE	<u>\$ 4,743,069</u>	<u>\$ (2,856,756)</u>	<u>\$ 2,635,272</u>	<u>\$ 75,184</u>	<u>\$ 368,943</u>	<u>\$ 355,467</u>	<u>\$ (601,537)</u>	<u>\$ 156,082</u>	<u>\$ (51,432)</u>	<u>\$ (19,848)</u>	<u>\$ 4,804,444</u>

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, 2024**

	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	TID NO. 15	Total
SOURCES OF FUNDS											
Tax Increments	\$ 21,633,310	\$ 25,959,635	\$ 5,418,650	\$ 1,612,177	\$ 5,227,974	\$ 4,528,932	\$ 1,915,492	\$ 406,790	\$ 4,832	\$ -	\$ 66,707,792
Omitted Taxes	71,775	13,649	881	-	-	3,192	649	-	-	-	90,146
Investment Income	635,945	434,111	357,875	16,985	86,712	56,862	2,246	8,477	-	-	1,599,213
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	9,248,282	4,682,771	1,994,000	4,500,000	6,289,096	13,843,674	1,998,589	-	-	47,056,412
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	37,880	125,624	11,828	1,977	-	18,918	-	-	-	-	196,227
Personal Property Aid	14,233	317,583	26,505	-	2,770	36,085	-	-	-	-	397,176
Developer Fees	68,903	27,880	28,845	10,621	20,318	20,000	10,000	-	-	-	186,567
Distribution from Terminated TID	-	-	2,725,777	-	-	-	-	-	-	-	2,725,777
Miscellaneous Revenues	10,000	20,769	10,000	-	-	-	-	13,934	10,000	-	64,703
Total Sources of Funds	56,677,633	56,416,918	13,263,132	4,070,907	9,837,774	13,316,617	15,772,061	2,427,790	14,832	-	171,797,664
USES OF FUNDS											
Capital Expenditures	20,378,270	16,740,835	2,199,053	415,759	368,545	2,765,768	234,391	-	-	-	43,102,621
Administration	234,020	185,920	258,494	41,471	52,258	171,361	79,392	13,100	15,246	150	1,051,412
Interest on Long-Term Debt	4,521,040	4,377,638	-	74,940	24,576	630,439	-	-	-	-	9,628,633
Principal on Long-Term Debt	5,503,815	12,810,000	-	350,000	-	265,000	-	-	-	-	18,928,815
Principal on Municipal Revenue Obligation	3,384,446	2,880,897	1,924,595	1,107,267	4,317,505	3,466,520	1,765,251	228,251	-	-	19,074,732
Housing and Community Development	-	-	-	-	-	-	11,836	-	-	-	11,836
Developers Grants and Incentive	16,307,608	18,440,162	3,146,814	1,994,000	4,500,000	5,364,769	14,239,846	1,998,589	-	-	65,991,788
Economic Development Incentive	1,350,000	3,519,953	2,726,957	-	-	-	-	-	-	-	7,596,910
Environmental Costs	-	-	243,600	-	-	-	-	-	-	-	243,600
Other Expenditures	-	-	-	-	168,706	-	-	-	-	-	168,706
Professional Services	160,536	244,433	128,347	12,286	37,241	297,293	42,882	31,768	51,018	19,698	1,025,502
Debt Issuance Costs	94,829	73,836	-	-	-	-	-	-	-	-	168,665
Total Uses of Funds	51,934,564	59,273,674	10,627,860	3,995,723	9,468,831	12,961,150	16,373,598	2,271,708	66,264	19,848	166,993,220
NET CHANGE IN FUND BALANCE	4,743,069	(2,856,756)	2,635,272	75,184	368,943	355,467	(601,537)	156,082	(51,432)	(19,848)	4,804,444
Beginning Fund Balance	-	-	-	-	-	-	-	-	-	-	-
ENDING FUND BALANCE	<u>\$ 4,743,069</u>	<u>\$ (2,856,756)</u>	<u>\$ 2,635,272</u>	<u>\$ 75,184</u>	<u>\$ 368,943</u>	<u>\$ 355,467</u>	<u>\$ (601,537)</u>	<u>\$ 156,082</u>	<u>\$ (51,432)</u>	<u>\$ (19,848)</u>	<u>\$ 4,804,444</u>
RECONCILIATION OF RECOVERABLE COSTS											
Fund Balance	\$ 4,743,069	\$ (2,856,756)	\$ 2,635,272	\$ 75,184	\$ 368,943	\$ 355,467	\$ (601,537)	\$ 156,082	\$ (51,432)	\$ (19,848)	\$ 4,804,444
Principal Balance of Outstanding Long-Term Debt	(18,530,000)	(6,820,000)	-	(75,000)	-	(2,030,000)	-	-	-	-	(27,455,000)
Principal Balance of Municipal Revenue Obligation	(1,115,554)	(6,367,385)	(2,758,176)	(886,733)	(182,495)	(2,822,576)	(12,078,423)	(1,770,338)	-	-	(27,981,680)
NET COST RECOVERABLE THROUGH TIF INCREMENTS - DECEMBER 31, 2024	<u>\$ (14,902,485)</u>	<u>\$ (16,044,141)</u>	<u>\$ (122,904)</u>	<u>\$ (886,549)</u>	<u>\$ 186,448</u>	<u>\$ (4,497,109)</u>	<u>\$ (12,679,960)</u>	<u>\$ (1,614,256)</u>	<u>\$ (51,432)</u>	<u>\$ (19,848)</u>	<u>\$ (50,632,236)</u>

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 Annual Comprehensive 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, 2015 through 2024

		Fiscal Year									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental activities:											
Net investment in capital assets (1)	\$	94,814,987	84,628,128	81,468,864	84,083,817	80,430,351	78,068,460	75,671,459	71,678,472	63,495,055	66,023,354
Restricted for Debt service		6,600,118	5,456,342	4,257,698	4,221,011	2,774,989	3,345,777	2,802,181	1,322,268	1,830,471	2,884,861
Restricted for Pension Obligations		-	-	24,315,692	18,715,400	9,342,193	-	-	-	-	-
Restricted for Other		7,934,048	3,361,127	3,328,626	1,449,909	1,290,585	1,880,155	9,747,280			6,695,015
Unrestricted		(25,348,840)	(19,827,405)	(48,830,980)	(41,615,879)	(41,068,856)	(35,363,243)	(43,703,643)	(14,739,725)	(8,131,737)	(18,138,426)
Total governmental activities net position		84,000,313	73,618,192	64,539,900	66,854,258	52,769,262	47,931,149	44,517,277	58,261,015	57,193,789	57,464,804
Business-type activities:											
Net investment in capital assets	\$	139,469,121	125,633,103	122,510,909	115,382,146	107,678,583	103,980,785	98,721,747	95,399,607	87,065,505	87,876,117
Restricted		1,609,973	1,856,805	2,536,950	2,470,502	2,682,822	2,439,771	3,250,121	2,344,924	2,242,818	2,007,667
Unrestricted		33,444,411	30,304,965	23,269,709	20,762,167	20,919,408	18,581,015	16,496,939	14,130,373	11,193,033	3,149,870
Total business-type activities net position		174,523,505	157,794,873	148,317,568	138,614,815	131,280,813	125,001,571	118,468,807	111,874,904	100,501,356	93,033,654
Primary government:											
Net investment in capital assets	\$	234,284,108	210,261,231	203,979,773	199,465,963	188,108,934	182,049,245	174,393,206	167,078,079	150,560,560	153,899,471
Restricted		16,144,139	10,674,274	34,438,966	26,856,822	16,090,589	7,665,703	15,799,582	3,667,192	4,073,289	11,587,543
Unrestricted		8,095,571	10,477,560	(25,561,271)	(20,853,712)	(20,149,448)	(16,782,228)	(27,206,704)	(609,352)	3,061,296	(14,988,556)
Total primary government net position		258,523,818	231,413,065	212,857,468	205,469,073	184,050,075	172,932,720	162,986,084	170,135,919	157,695,145	150,498,458

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
Changes In Net Position

Table 2

For the fiscal years ended December 31, 2015 through 2024

(accrual basis of accounting)

		Fiscal Year									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Expenses:											
Governmental activities:											
General government	\$	9,104,720	8,205,597	6,531,057	5,685,130	7,164,893	6,272,588	6,139,403	7,005,559	6,197,443	5,598,808
Public Safety ²		40,501,580	43,418,355	34,117,902	31,540,033	35,427,795	35,575,170	32,518,369	33,938,926	32,359,435	30,656,837
Public Works ¹		12,534,358	12,950,986	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
Health and Human Services ³		2,508,179	2,247,690	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
Education and recreation ⁴		5,211,187	5,198,985	4,417,116	4,866,207	5,483,835	5,410,011	5,114,314	5,064,666	4,577,202	4,213,631
Conservation and development		8,818,452	6,946,300	20,807,753	7,888,323	6,901,640	7,679,792	18,152,760	10,014,449	12,192,824	34,709,930
Culture ⁴		1,182,057	945,106	739,012	525,739	-	-	-	-	-	-
Unclassified		-	-	-	-	-	-	-	-	-	-
Interest and Fiscal Charges		2,939,286	2,791,427	2,626,021	1,418,233	2,881,250	2,410,723	2,204,069	1,909,106	1,971,394	1,614,875
Loss on Sale of Capital Assets		-	-	-	-	-	61,014	-	-	-	-
Total gov't activities expenses		82,799,819	82,704,446	84,097,318	65,071,265	71,257,284	70,538,460	76,262,299	70,301,363	68,504,779	88,469,683
Business-type activities:											
Water utility	\$	9,155,933	9,091,024	8,180,509	8,022,389	7,491,489	7,483,395	7,521,107	7,122,106	7,134,052	6,731,221
Redevelopment Authority		-	-	-	-	-	-	-	-	-	-
Sanitary Sewer		8,803,905	7,989,661	7,544,096	7,361,283	7,573,712	7,203,239	6,799,993	6,467,574	6,245,363	6,899,271
Storm Water Management		3,224,225	3,315,853	3,237,719	2,868,537	2,738,888	2,733,658	2,648,156	2,437,468	2,223,770	2,234,739
		21,184,063	20,396,538	18,962,324	18,252,209	17,804,089	17,420,292	16,969,256	16,027,148	15,603,185	15,865,231
Total primary government expenses	\$	103,983,882	103,100,984	103,059,642	83,323,474	89,061,373	87,958,752	93,231,555	86,328,511	84,107,964	104,334,914
Program Revenues:											
Governmental activities:											
Charges for services:											
General government	\$	1,906,263	1,140,525	1,346,660	1,291,206	1,300,498	1,253,033	1,254,496	1,172,285	1,269,331	1,242,819
Public Safety ²		9,000,687	8,370,031	8,381,774	7,053,368	6,276,285	4,913,925	4,537,538	4,631,603	4,997,841	4,809,301
Public Works ¹		236,792	256,244	203,293	157,456	-	-	-	-	-	-
Health and sanitation ^{1,3}		-	-	-	-	140,173	201,625	191,648	171,028	153,304	144,120
Health and Human Services ³		1,149,368	1,236,924	1,587,694	1,586,335	-	-	-	-	-	-
Highway and transportation		-	-	-	-	565,168	102,344	298,666	148,409	435,494	213,159
Education and recreation		636,751	683,062	662,321	733,724	444,993	758,690	745,415	565,162	523,777	468,652
Conservation and development		46,522	96,859	126,968	221,717	1,800	69,848	16,998	70,968	86,305	84,084
Operating grants and contributions		7,767,018	6,479,771	8,646,028	7,976,625	6,344,704	3,589,291	3,207,335	3,075,840	4,275,608	3,521,416
Capital grants and contributions		6,429,316	1,844,022	1,008,762	-	-	3,651,075	3,649,928	10,456,801	9,056,914	4,802,639
Total governmental activities		27,172,717	20,107,438	21,963,500	19,020,431	15,073,621	14,539,831	13,902,024	20,292,096	20,798,574	15,286,190

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
Changes In Net Position

Table 2

For the fiscal years ended December 31, 2015 through 2024

(accrual basis of accounting)

	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Business-type activities:										
Charges for services:										
Water utility	\$ 11,981,633	11,365,303	9,593,548	9,543,550	9,184,878	8,916,055	9,157,995	9,155,224	7,913,767	7,629,639
Redevelopment Authority	-	-	-	-	-	-	-	-	-	-
Sanitary Sewer	11,496,270	10,869,410	10,681,735	10,326,966	9,573,553	10,045,501	10,194,937	9,010,959	9,305,133	8,039,368
Storm Water Management	5,889,143	5,853,291	6,013,661	6,498,765	5,674,462	5,418,166	5,144,892	4,825,984	4,367,646	3,911,945
Operating Grants and Contributions	-	-	452,340	-	499,787	-	-	-	-	-
Capital grants and contributions	5,452,625	855,905	999,146	235,078	87,880	103,752	641,190	4,313,708	1,115,691	1,151,631
Total business-type activities	34,819,671	28,943,909	27,740,430	26,604,359	25,020,560	24,483,474	25,139,014	27,305,875	22,702,237	20,732,583
Total primary government	\$ 61,992,388	49,051,347	49,703,930	45,624,790	40,094,181	39,023,305	39,041,038	47,597,971	43,500,811	36,018,773
Net (Expense)/Revenue										
Governmental activities	\$ (55,627,102)	(62,597,008)	(62,133,818)	(46,050,834)	(56,183,663)	(55,998,629)	(62,360,275)	(50,009,267)	(47,706,205)	(73,183,493)
Business-type activities	13,635,608	8,547,371	8,778,106	8,352,150	7,216,471	7,063,182	8,169,758	11,278,727	7,099,052	4,867,352
Total primary Government net (expense)/revenue	\$ (41,991,494)	(54,049,637)	(53,355,712)	(37,698,684)	(48,967,192)	(48,935,447)	(54,190,517)	(38,730,540)	(40,607,153)	(68,316,141)
General Revenues and Other Changes in Net Assets:										
Governmental activities										
Taxes:										
Property taxes, levied for general purposes	\$ 51,751,444	50,540,798	48,884,605	45,905,597	44,547,725	42,856,709	42,064,888	41,314,399	36,285,018	35,328,571
Property taxes, levied for debt service (1)	-	-	-	-	-	-	-	-	3,867,876	3,882,321
Property taxes, levied for TIF	9,950,813	9,209,642	8,866,465	7,820,859	9,091,431	7,584,818	6,512,214	4,343,206	2,563,673	6,269,468
Other taxes	2,631,586	2,482,357	2,256,530	1,856,514	1,151,892	2,231,350	2,073,728	1,966,144	1,514,953	1,552,948
Intergovernmental revenues not restricted to specific programs	3,894,483	3,147,178	3,051,734	3,134,957	2,950,584	2,864,581	2,672,403	2,631,583	2,925,602	3,569,706
Investment Income	6,750,314	5,725,737	(2,946,092)	135,734	2,197,727	2,748,815	1,415,384	692,056	603,777	558,497
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Gain on sale of capital assets	89,189	87,145	79,658	248,681	-	-	(17,863)	88,579	-	-
Transfers	(1,640,808)	482,443	(373,440)	1,033,488	1,082,417	1,126,228	977,827	40,526	(325,709)	(7,593)
Total governmental activities	73,427,021	71,675,300	59,819,460	60,135,830	61,021,776	59,412,501	55,698,581	51,076,493	47,435,190	51,153,918

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, 2015 through 2024

(accrual basis of accounting)

	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Revenues and Other										
Changes in Net Assets:										
Business-type activities										
Investment Income	\$ 1,571,092	1,412,377	551,207	15,340	145,188	595,810	362,293	135,347	42,941	12,068
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Transfers	1,640,808	(482,443)	373,440	(1,033,488)	(1,082,417)	(1,126,228)	(977,827)	(40,526)	325,709	7,593
Total business-type activities	3,211,900	929,934	924,647	(1,018,148)	(937,229)	(530,418)	(615,534)	94,821	368,650	19,661
Total primary government	\$ 76,638,921	72,605,234	60,744,107	59,117,682	60,084,547	58,882,083	55,083,047	51,171,314	47,803,840	51,173,579
Change in Net Position										
Governmental activities	\$ 17,799,919	9,078,292	(2,314,358)	14,084,996	4,838,113	3,413,872	(6,661,694)	1,067,226	(271,015)	(22,029,575)
Business-type activities	16,847,508	9,477,305	9,702,753	7,334,002	6,279,242	6,532,764	7,554,224	11,373,548	7,467,702	4,887,013
Total primary government	34,647,427	18,555,597	7,388,395	21,418,998	11,117,355	9,946,636	892,530	12,440,774	7,196,687	(17,142,562)

City of Wauwatosa
Table 3
Fund Balances, Governmental Funds
For the fiscal years ended December 31, 2015 through 2024

(modified accrual basis of accounting)

		Fiscal Year									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Fund:											
Nond spendable	\$	1,011,369	1,290,747	1,423,769	1,524,940	1,759,065	2,013,983	2,196,675	2,338,243	2,521,308	2,071,864
Restricted		-	-	-	-	-	-	-	-	-	-
Committed		-	-	-	-	-	-	-	-	-	-
Assigned		2,277,116	2,361,757	2,397,312	2,280,409	1,221,928	2,278,848	1,954,342	2,160,016	2,346,541	1,978,281
Unassigned		23,263,105	19,688,525	18,423,450	21,359,844	22,058,437	20,657,248	19,164,364	18,262,288	17,567,603	16,571,597
Total general fund		26,551,590	23,341,029	22,244,531	25,165,193	25,039,430	24,950,079	23,315,381	22,760,547	22,435,452	20,621,742
All Other Governmental Funds:											
Nond spendable	\$	1,269,136	1,184,712	1,189,365	57,178	1,125,800	-	-	-	499,985	1,053,294
Restricted		23,044,491	17,554,936	15,774,654	11,976,486	9,945,158	11,130,802	13,159,357	6,874,203	5,595,822	12,617,348
Committed		-	-	-	-	-	-	-	-	-	-
Assigned		11,529,387	18,317,738	12,754,973	8,351,037	6,111,812	9,218,862	9,655,464	9,558,658	8,787,327	5,177,695
Unassigned		(6,890)	(6,935)	(6,936)	(5,560)	(107,728)	(15,313)	(7,948)	(2,422)	-	-
Total all other governmental funds		35,836,124	37,050,451	29,712,056	20,379,141	17,075,042	20,334,351	22,806,873	16,430,439	14,883,134	18,848,337
Total all governmental funds	\$	62,387,714	60,391,480	51,956,587	45,544,334	42,114,472	45,284,430	46,122,254	39,190,986	37,318,586	39,470,079

City of Wauwatosa

Table 4

Change in Fund Balances, Governmental Funds

For the fiscal years ended December 31, 2015 through 2024

		Fiscal Year									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Revenues:											
Taxes	\$	64,333,843	62,232,797	60,007,600	55,582,970	54,791,048	52,664,418	50,631,278	47,358,607	44,237,021	47,003,285
Intergovernmental revenues		18,000,677	11,526,421	11,791,415	10,875,201	9,412,509	7,517,086	6,753,492	6,647,919	7,971,623	8,326,309
Licenses & permits		2,214,680	1,810,343	2,486,396	1,768,838	1,611,120	2,034,338	1,579,421	1,923,852	2,185,359	2,178,435
Penalties and forfeitures		953,307	758,662	692,853	812,623	838,535	1,185,793	1,194,649	1,064,340	1,086,121	1,031,435
Public improvement revenues		873,883	576,338	791,958	940,599	660,490	814,622	918,509	751,516	1,149,039	505,954
Public charges for services		5,931,575	5,876,988	5,689,060	5,137,400	3,599,938	3,898,546	3,872,816	3,771,347	3,923,831	3,715,345
Intergovernmental charges for services		1,590,673	1,697,069	1,841,675	1,766,190	1,749,411	1,677,556	1,663,509	1,595,442	1,553,480	1,581,449
Commercial revenues		8,291,975	6,739,575	(2,372,671)	696,701	2,619,542	3,222,181	1,801,643	1,115,087	1,608,196	2,058,879
Total revenues		102,190,613	91,218,193	80,928,286	77,580,522	75,282,593	73,014,540	68,415,317	64,228,110	63,714,670	66,401,091
Expenditures:											
Current											
General government	\$	7,444,785	7,778,891	6,749,128	5,904,139	6,337,936	6,054,720	6,353,838	6,700,779	6,086,548	5,624,297
Public Safety ²		40,525,539	39,283,585	36,990,837	34,737,094	34,270,255	33,048,909	32,136,484	30,957,890	30,275,241	28,998,448
Public Works ¹		7,698,380	7,955,353	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
Health and Human Services ³		2,656,144	2,178,182	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
Education and recreation		4,515,700	4,270,257	3,884,301	4,008,455	4,782,962	4,600,308	4,483,213	4,276,162	3,986,714	3,748,216
Conservation and development		6,225,609	6,096,906	9,102,625	8,037,795	6,897,112	7,545,503	17,846,035	9,487,886	11,446,539	34,275,579
Culture ⁴		1,201,377	951,625	750,884	656,893	-	-	-	-	-	-
Unclassified		-				333,949	71,408	148,437	185,860	419,956	407,231
Debt service											
Principal		12,666,875	13,073,261	11,333,566	11,173,305	11,579,268	9,422,616	7,975,397	6,785,990	5,544,897	26,504,637
Interest		3,181,865	3,100,377	2,790,321	2,482,224	2,507,444	2,491,715	2,297,611	2,077,545	2,053,450	1,852,409
Debt issuance expense		-	-	-	-	-	-	-	-	-	-
Capital Outlay		22,527,520	11,291,994	20,229,631	11,500,241	12,412,739	10,128,721	13,475,323	13,452,406	12,345,157	19,150,370
Total Governmental Fund Expenditures		108,643,794	95,980,431	101,355,802	87,571,930	88,605,201	82,011,489	92,820,505	81,809,741	80,016,418	128,536,523

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, 2015 through 2024

	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Excess of Revenues over (under) Expenditures	\$ (6,453,181)	(4,762,238)	(20,427,516)	(9,991,408)	(13,322,608)	(8,996,949)	(24,405,188)	(17,581,631)	(16,301,748)	(62,135,432)
Other financing sources (uses)										
Long-term debt issued	\$ 5,400,000	9,745,000	24,270,957	12,993,589	7,941,814	5,800,000	28,768,674	17,159,218	11,782,596	49,045,500
Premium on long-term debt	220,884	464,207	158,271	381,960	276,570	222,844	366,434	335,342	362,534	960,273
Current refunding of long term debt	-	-	-	-	-	-	-	-	-	-
Subscription proceeds	168,710									
Proceeds from sale of capital assets	88,873	212,381	178,385	243,016	5,000	1,980		100,030	-	-
Transfers in	25,151,875	23,114,328	21,998,062	20,043,149	17,750,931	20,135,565	19,485,280	16,413,049	15,665,368	35,159,856
Payments to escrow	-	-	-	(2,157,641)						
Transfers out	(22,580,927)	(20,355,929)	(19,781,457)	(18,082,803)	(15,821,665)	(18,001,264)	(17,283,932)	(14,553,608)	(13,660,243)	(32,439,382)
Insurance Recoveries	-	17,144	15,551							
Total other financing sources (uses)	8,449,415	13,197,131	26,839,769	13,421,270	10,152,650	8,159,125	31,336,456	19,454,031	14,150,255	52,726,247
Net change in fund balance	\$ 1,996,234	8,434,893	6,412,253	3,429,862		(837,824)	6,931,268	1,872,400	(2,151,493)	(9,409,185)
Capitalized expenditures	\$ 20,046,994	9,818,752	7,143,534	11,297,527	12,035,030	9,785,663	12,888,397	12,235,397	10,526,555	15,855,043
Debt Service as a % of non-capital expenditures	17.89%	18.77%	14.99%	17.90%	18.40%	16.50%	12.85%	12.74%	10.93%	25.17%

City of Wauwatosa

Table 5

Assessed Value and Equalized Value of Taxable Property

For the fiscal years ended December 31, 2015 through 2024

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
2024	2025	\$	4,051,724,100	2,964,138,500	56,867,200	-	7,072,729,800	408,711,812	6,664,017,988	\$7.82
2023	2024		4,035,023,800	3,055,160,800	108,911,800	194,386,100	7,393,482,500	429,308,613	6,964,173,887	\$7.39
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

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
2024	2025	\$	10,284,774,700	594,792,900	9,689,981,800	68.71%	\$5.37
2023	2024		9,618,350,900	560,340,200	9,058,010,700	76.62%	\$5.68
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

City of Wauwatosa

Table 6

Direct and Overlapping Property Tax Rates

For the fiscal years ended December 31, 2015 through 2024

(Per \$1,000 of Assessed Valuation)

Tax Year	City Direct Rates					Overlapping Rates				
	Base Rate	Debt Service	Library	Parks	Total	Sewer District	County	School District	Technical College District	State of Wisconsin
2024	5.80	1.37	0.47	0.18	7.82	1.8	4.56	7.17	1.16	0
2023	5.52	1.27	0.44	0.16	7.39	1.67	4.26	6.99	1.09	0
2022	5.33	1.25	0.42	0.19	7.19	1.67	4.71	7.12	1.1	0
2021	5.35	1.13	0.40	0.12	7.00	1.53	4.4	6.89	1.03	0
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

City of Wauwatosa
Principal Property Tax Payers
Current Year and Ten Years Ago

Table 7

Taxpayer	2024			2015		
	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	356,203,100	1	5.04%			-
Mayfair Mall LLC (Mayfair Shopping Center)	345,418,800	2	4.88%	422,104,200	1	7.88%
Childrens Hospital Wisconsin	191,668,700	3	2.71%			-
Irgens Development Partners (Office Buildings)	156,372,800	4	2.21%			-
Burleigh Mayfair LLC (Mayfair Collection Retail Stores)	122,462,100	5	1.73%	59,435,400	2	1.11%
HSI (State Street Station, Apartment Complexes)	79,840,700	6	1.13%			-
Wheaton Franciscan Healthcare	78,127,200	7	1.10%	38,432,700	4	0.72%
Wangard Partners LLC	51,330,100	10	0.73%			-
Phoenix Wauwatosa Investors (Industrial Buildings)	53,683,600	9	0.76%			-
Gateway Tosa HC LLC (Medical Office Building)	53,805,000	8	0.76%			-
Bell Marquette I LLC (formerly, GE Healthcare)			0.00%	55,951,600	3	1.04%
The Medical College of Wisconsin						-
H-D Capitol Drive LLC (Harley Davidson)				36,579,900	5	0.68%
Innovation Partners LLC (Office Building) (1)				26,979,000	8	0.50%
North Mayfair 8				24,360,000	10	0.45%
Bonstores Realty One LLC				28,147,300	7	0.53%
Covenant Healthcare System inc.						-
Briggs & Stratton				25,899,100	9	0.48%
JC Penny Properties Inc.				28,265,900	6	0.53%
Mayfair Woods LLC (1)						-
Total	\$ 1,488,912,100		21.05%	\$ 746,155,100		14%

(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		Collected Within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collection as 5/31 of subsequent year	
Levy Year	Total Tax Levy	Amount	Percentage of Levy		Amount	Percentage of Levy (1)
2024	\$ 52,081,627	24,637,734	47.31%	27,357,003	51,994,737	99.83%
2023	51,475,377	21,449,790	41.67%	29,878,774	51,328,564	99.71%
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%

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

Ratios of Net General Bonded Debt Outstanding

For the fiscal years ended December 31, 2015 through 2024

Table 9

Fiscal Year		Net General Bonded Debt (1)	Ratio of Net General Bonded Debt to Equalized Value	Net General Bonded Debt Per Capita
2024	\$	134,839,492	1.31%	\$ 2,731.59
2023		133,513,038	1.39%	\$ 2,733.91
2022		133,720,011	1.48%	\$ 2,749.29
2021		122,316,547	1.62%	\$ 2,516.59
2020		124,622,857	1.82%	\$ 2,570.71
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

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

City of Wauwatosa

Ratios of Outstanding Debt by Type

For the fiscal years ended December 31, 2015 through 2024

Table 10

	Governmental Activities					Business-Type Activities							
	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
2024	\$ 85,805,000		2,380,303	-	27,981,680	-	28,215,000	11,245,000	20,110,000	2,060,947	177,797,930	N/A (2)	\$ 3,601.85
2023	90,200,000		2,411,586	-	28,584,491	-	26,960,000	11,825,000	15,160,000	1,534,665	176,675,742	3.46%	\$ 3,617.74
2022	90,465,000		2,276,254	-	31,498,391	-	23,950,000	14,400,000	15,630,000	977,270	179,196,915	3.73%	\$ 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%	\$ 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

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
Legal Debt Margin Information

Table 11

For the fiscal years ended December 31, 2015 through 2024

Legalized Debt Margin Calculation for Fiscal Year 2024										
Equalized valuation										10,284,774,700
Legal debt limit (5% of equalized valuation)										514,238,735
Less: Long-term debt										137,580,000
Legal debt margin										376,658,735
Fiscal Year										
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Debt limit	\$ 514,238,735	480,917,545	450,328,870	377,299,095	343,191,930	327,159,630	317,106,435	307,769,640	284,963,615	277,167,425
Total net debt applicable to limit	137,580,000	118,635,000	134,370,000	124,675,000	124,330,000	123,624,554	121,874,985	113,269,985	109,709,985	105,533,579
Legal Debt Margin	376,658,735	362,282,545	315,958,870	252,624,095	218,861,930	203,535,076	195,231,450	194,499,655	175,253,630	171,633,846
Total net debt applicable to limit as a percentage of debt limit	26.75%	24.67%	29.84%	33.04%	36.23%	37.79%	38.43%	36.80%	38.50%	38.08%

City of Wauwatosa

Table 12

Direct and Overlapping Governmental Activities Debt

As of December 31, 2024

Governmental Unit	Governmental Debt Outstanding	Percentage Applicable to City	Amount Applicable to City
City of Wauwatosa	\$ 116,166,983 ¹	100.00%	\$ 116,166,983
Milwaukee County	313,650,000	10.10%	31,678,650
Wauwatosa School District	87,570,000	100.00%	87,570,000
Milwaukee Metro Sewerage District	769,625,771	10.29%	79,194,492
Milwaukee Area Technical College District	98,315,000	8.15%	8,012,673
Total Overlapping	1,269,160,771		206,455,814
Total Direct and Overlapping Debt	\$ 1,385,327,754		\$ 322,622,797

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 and Municipal Revenue Obligations

City of Wauwatosa

Table 13

Revenue Bond Coverage - Water Utility

For the fiscal years ended December 31, 2015 through 2024

Fiscal Year			Net Income	Debt Service Requirements			Coverage
	Operating Revenues	Operating Expenses	Available for Debt Service	Principal	Interest	Total	
2024	\$ 11,981,073	8,431,368	3,549,705	675,000	261,109	936,109	3.7920
2023	11,362,790	9,243,099	2,119,691	670,000	282,759	952,759	2.2248
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

* Corrected from a prior version

City of Wauwatosa

Table 14

Demographic and Economic Statistics

For the fiscal years ended December 31, 2015 through 2024

Fiscal Year	Population	Total Personal Income (in millions)	Per Return Personal Income (1)			Unemployment Rates		
			City of Wauwatosa	Milwaukee County	State of Wisconsin	City of Wauwatosa	Milwaukee County	State of Wisconsin
2024	49,363	N/A	N/A	N/A	N/A	2.7%	3.7%	3.0%
2023	48,836	5,108	104,600	65,614	73,001	2.5%	3.5%	2.8%
2022	48,638	4,807	98,829	63,901	70,548	2.5%	3.5%	2.8%
2021	48,604	4,642	95,512	57,444	66,369	3.3%	5.3%	3.8%
2020	48,478	4,236	87,379	52,751	61,518	6.2%	8.3%	6.4%
2019	48,314	4,210	87,132	54,920	61,003	2.7%	3.8%	3.2%
2018	47,781	4,081	85,410	53,380	59,423	2.8%	3.6%	3.0%
2017	47,389	3,877	81,811	50,516	56,698	2.9%	4.0%	3.3%
2016	47,160	3,824	81,077	49,692	55,267	3.4%	4.8%	3.9%
2015	46,947	3,548	75,583	48,533	54,227	3.5%	5.6%	4.4%

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

City of Wauwatosa
Principal Employers
Current Year and Nine Years Ago

Table 15

	2024			2015		
	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage (1) of Total City Employment
Employer						
Milwaukee Regional Medical Center	19,000	1	38.91%	16,000	1	34.08%
Wauwatosa Unified School District	922	2	1.89%	850	4	1.81%
Briggs & Stratton Corp.	900	3	1.84%	1,625	3	3.46%
Harley Davidson Inc.	650	4	1.33%	800	5	1.70%
St. Camillus Health System	618	5	1.27%	550	7	1.17%
Bell Marquette I LLC, (formerly, GE Medical Systems, Inc.)	552	6	1.13%	1,400	2	2.98%
City of Wauwatosa	479	7	0.98%	438	10	0.93%
Lutheran Home of the Aging, Inc.	330	8	0.68%	500	8	1.07%
Bostik	270	9	0.55%	NA	NA	NA
Dematic Corporation	234	10	0.48%	NA	NA	
J.C. Penny Company				630	6	1.34%
UnitedHealth Care				465	9	0.99%
Total	23,955		49.05%	22,793		49.54%

(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, 2015 through 2024

(full time equivalents)

Function/Program	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Government										
Courts/City Clerk/Elections	6.39	6.39	6.89	6.89	7.89	7.89	8.16	8.34	8.18	8.25
Mayor/Administration	15.29	15.29	13.66	13.66	8.16	8.16	7.16	7.51	6.50	5.15
Human Resources					4.00	4.00	4.50	4.50	4.50	4.50
Information Systems	7.00	7.00	7.00	7.00	7.00	6.00	6.00	6.00	6.00	6.00
Finance	9.82	9.82	10.07	9.57	9.56	9.56	9.38	9.88	9.88	9.88
Assessor	5.60	5.60	5.60	6.00	6.00	6.00	6.00	6.00	5.80	5.57
Attorney					2.50	2.50	2.60	3.00	3.00	3.00
Tourism	1.00	1.00	1.00	1.00	1.00					
Public Safety										
Police Department	141.32	138.08	135.02	128.33	128.52	120.68	120.68	119.54	119.04	118.54
Fire Department	105.58	103.58	102.56	102.56	102.57	103.57	103.57	103.70	103.00	103.00
Public Works										
Operations	63.48	61.48	61.48	62.23	59.79	59.79	46.22	38.41	38.41	39.41
Traffic Electrical Maint.	6.29	6.29	6.29	6.28	6.28	6.28	6.28	6.28	6.28	6.28
Parks/Forestry							13.55	23.66	21.22	19.30
Fleet Maintenance	10.00	10.00	10.00	10.00	10.00	10.00	9.50	9.00	9.00	9.00
Municipal Complex	4.00	4.00	4.00	4.00	4.00	4.00	4.00	3.00	3.00	3.00
Engineering	24.24	24.33	22.74				19.92	20.92	19.92	20.42
Development	15.00	15.00	13.00	35.74	35.74	32.92	13.00	13.50	13.50	12.50
Health	18.40	18.30	14.30	12.80	12.80	12.80	12.80	12.86	13.36	12.63
Library	26.73	26.83	27.00	26.58	26.58	26.58	26.69	26.55	26.55	26.55
Water	19.38	19.38	19.38	19.38	19.38	18.88	21.38	21.38	21.38	20.38
TOTAL	479.52	472.37	459.99	452.02	451.77	439.61	441.39	444.03	438.52	433.36

Notes Elected Officials other than Mayor are not included.
Public Works Operations and Parks/Forestry consolidated in 2019
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, 2015 through 2024

Function/Program	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Public Safety:										
Police:										
Calls for service	39,476	34,944	30,065	27,114	23,118	32,224	32,515	34,123	37,715	36,012
Arrests	925	908	899	722	1,447	2,059	1,722	1,908	2,307	2,123
Index Crimes	2,190	2,176	2,164	2,270	1,845	2,167	2,113	1,849	1,990	1,768
Fire:										
EMS responses	6,252	6,130	5,614	4,849	3,849	4,226	4,202	4,618	4,290	4,607
Fire inspections	3,412	3,801	3,616	3,229	3,220	3,160	3,770	2,637	2,972	2,972
Public Works:										
Solid waste (tons)	22,338	22,260	23,220	22,514	23,925	26,343	23,921	23,790	30,626	29,326
Recycling - single stream (tons)	3,713	3,848	3,998	4,379	4,816	4,619	5,327	4,125	5,184	4,820
Sewers cleaned (feet)	285,496	171,211	315,987	165,149	253,755	169,368	119,736	320,490	332,001	243,915
Asphalt patched (tons)	1,199	881	1,004	798	708	809	456	958	698	1,104
Crack filler used (gallons)	0	9,735	6,200	6,896	5,331	11,650	3,782	9,912	N/A	N/A
Trees Pruned	1,462	2,548	2,671	2,832	2,958	2,628	2,534	2,329	2,638	1,812
Library										
Circulation ⁽¹⁾	871,541	830,512	806,773	781,413	635,865	859,963	827,941	813,304	813,169	810,671
User Visits ⁽²⁾	338,734	308,327	281,218	217,195	157,641	369,789	340,910	344,744	381,932	360,810
Water Utility										
Number of customers	15,528	15,543	15,527	15,530	15,513	15,512	15,507	15,507	15,507	15,514
Gallons sold (thousands)	1,472,941	1,507,729	1,426,007	1,296,631	1,270,592	1,283,578	1,338,182	1,317,475	1,372,928	1,372,700
Hydrants flushed	1,136	1,157	1,214	1,572	1,610	1,548	1,557	1,678	1,545	628
Health:										
Births	N/A	N/A	N/A	N / A	557	576	614	651	608	633
Health Referrals	517	815	7,716	5,454	6,205	1,361	1,258	1,147	1,089	1,391
Engineering:										
Paving (feet)	2,665	5,280	4,300	10,222	14,710	10,300	12,878	20,777	6,272	9,860
Storm Sewers (feet)	5,146	10,021	3,001	3,041	10,834	5,062	9,929	8,618	6,116	10,974
Sanitary Sewers (feet)	1,966	2,534	4,172	8,790	29,981	29,531	24,675	29,334	28,619	58,064
Water Main (feet)	7,725	13,692	8,706	1,579	9,098	2,463	4,478	7,515	3,030	14,309

(1) Starting in 2015 Library started providing electronic checkouts

(2) 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, 2015 through 2024

Function/Program	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Public Safety										
Fire stations	3	3	3	3	3	3	3	3	3	3
Fire apparatus	5	5	5	5	5	7	7	6	6	6
Ambulances	2	3	3	3	3	4	4	4	4	4
Public Works										
Streets (miles) ⁽¹⁾	159.17	159.17	159.34		159.48	159.46	159.46	159.46	159.39	159.39
Street signs ⁽²⁾	14,152	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) ⁽³⁾	-	41	41	41	41	41	41	41	41	41
Traffic signals ⁽³⁾	458									
Parks and Recreation										
Number of parks	6	6	6	6	6	6	6	5	5	5
Acreage of parks	59.85	59.85	59.85	59.85	59.85	59.85	59.85	59.68	59.68	59.68
Water Utility										
Miles of water main	208.50	206.85	207.45	203.86	203.84	203.75	204.04	203.85	203.53	203.37
Number of hydrants	2225	2225	2228	2336	2236	2236	2236	2235	2197	2192
Storage capacity (millions of gallons)	10.7	10.7	10.7	10.7	10.7	10.7	10.2	10.2	10.2	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

(2) Field inventory completed in 2024 utilizing GIS

(3) Easier and more accurate to report number of traffic signals instead of signalized intersections

APPENDIX B

FORM OF LEGAL OPINION FOR THE NOTES

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

November 3, 2025

Re: City of Wauwatosa, Wisconsin ("Issuer")
\$26,635,000 General Obligation Promissory Notes, Series 2025A,
dated November 3, 2025 ("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 November 1 of each year, in the years and principal amounts as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2026	\$2,270,000	____%
2027	1,260,000	____
2028	1,315,000	____
2029	1,390,000	____
2030	1,455,000	____
2031	1,230,000	____
2032	1,295,000	____
2033	1,360,000	____
2034	1,425,000	____
2035	1,500,000	____
2036	1,405,000	____
2037	1,475,000	____
2038	1,550,000	____
2039	1,625,000	____
2040	1,715,000	____
2041	790,000	____
2042	830,000	____
2043	870,000	____
2044	915,000	____
2045	960,000	____

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

The Notes maturing on November 1, 2034 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on November 1, 2033 or on any date thereafter. Said Notes are redeemable as a whole or in part, and if in part, from maturities selected by the Issuer, and within each maturity by lot, at the principal amount thereof, plus accrued interest to the date of redemption.

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

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

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

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

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

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

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

The rights of the owners of the Notes and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium and similar laws affecting creditors' rights

and may be subject to the exercise of judicial discretion in accordance with general principles of equity, whether considered at law or in equity.

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

QUARLES & BRADY LLP

APPENDIX C

FORM OF CONTINUING DISCLOSURE CERTIFICATE FOR THE NOTES

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 \$26,635,000 General Obligation Promissory Notes, Series 2025A, dated November 3, 2025 (the "Securities"). The Securities are being issued pursuant to a resolution adopted on September 30, 2025, as supplemented by an Approving Certificate, dated _____, 2025 (collectively, the "Resolution") and delivered to _____ (the "Purchaser") on the date hereof. Pursuant to the Resolution, the Issuer has covenanted and agreed to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events. In addition, the Issuer hereby specifically covenants and agrees as follows:

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

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

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

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

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

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

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

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

"Governing Body" means the 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, 2025, provide the MSRB with an Annual Report filed in accordance with Section 1(b) of this Disclosure Certificate and which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the Audited Financial Statements of the Issuer may be submitted separately from the balance of the Annual Report and that, if Audited Financial Statements are not available within 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. INDEBTEDNESS OF THE CITY - 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.

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

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

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

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

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

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

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

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

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

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

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

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

IN WITNESS WHEREOF, we have executed this Certificate in our official capacities effective the 3rd day of November, 2025.

(SEAL)

Dennis McBride
Mayor

Zachary Kessler
Interim City Clerk

APPENDIX D

**OFFICIAL NOTICE OF SALE
FOR
CITY OF WAUWATOSA
Milwaukee County, Wisconsin**

\$26,635,000 General Obligation Promissory Notes, Series 2025A

Sale Data:

DATE AND TIME:

Tuesday, October 7, 2025
10:00 a.m. (Central Time)

PLACE:

Robert W. Baird & Co.
Public Finance Department
777 East Wisconsin Avenue, 25th Floor
Milwaukee, Wisconsin 53202

Attention: Kathy Voss
Phone: (414) 765-3827
Fax: (414) 298-7354

Bids will also be accepted electronically via PARITY.

OFFICIAL NOTICE OF SALE

\$26,635,000
CITY OF WAUWATOSA
MILWAUKEE COUNTY, WISCONSIN
GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2025A
DATED NOVEMBER 3, 2025 (THE "NOTES")

NOTICE IS HEREBY GIVEN that bids will be received by the City of Wauwatosa, Milwaukee County, Wisconsin (the "City") for the purchase of all but no part of its Notes electronically via PARITY (as described below) or at the offices of the City's financial advisor, Robert W. Baird & Co. Incorporated, Public Finance Department, 25th Floor, 777 East Wisconsin Avenue, Milwaukee, Wisconsin 53202 ("Baird"), Attention: Ms. Katherine Voss, (414) 298-7702, until 10:00 a.m. (Central Time) on:

October 7, 2025

at which time the bids will be publicly opened and read. Bids may be mailed or delivered to Baird at the address set forth above or submitted electronically via PARITY, as described below. Bid forms are available from Baird upon request. Signed bids, without final price or coupons, may be submitted to Baird prior to the time of sale. The bidder shall be responsible for submitting to Baird the final bid price and coupons, by telephone (414) 765-3827 for inclusion in the submitted bid. Bids which are mailed or delivered should be plainly marked "Bid for City of Wauwatosa General Obligation Promissory Notes, Series 2025A". An Approving Certificate will be executed on said date for the purpose of taking action on such bids as may be received. Bids will only be considered if the required good faith deposit has been received in accordance with the requirements set forth below.

Dates and Maturities: The Notes will be dated November 3, 2025 and will mature on November 1 of each year, in the years and principal amounts as follows:

<u>Year</u>	<u>Principal Amount</u> *
2026	\$2,270,000
2027	1,260,000
2028	1,315,000
2029	1,390,000
2030	1,455,000
2031	1,230,000
2032	1,295,000

* Preliminary, subject to change. The City reserves the right, after bids are opened and prior to the award, to increase or reduce the principal amount of the individual serial maturities of the Notes by up to \$1,500,000. Any such increase or reduction will be made in multiples of \$5,000 within any of the maturities. A maturity or mandatory redemption amount may be eliminated if the amount of such maturity or mandatory redemption amount is less than or equal to \$1,500,000. The aggregate principal amount of the Notes will remain the same.

<u>Year</u>	<u>Principal Amount*</u>
2033	\$1,360,000
2034	1,425,000
2035	1,500,000
2036	1,405,000
2037	1,475,000
2038	1,550,000
2039	1,625,000
2040	1,715,000
2041	790,000
2042	830,000
2043	870,000
2044	915,000
2045	960,000

Interest: Interest on the Notes will be payable semi-annually on May 1 and November 1 of each year, commencing on May 1, 2026 to the registered owners of the Notes appearing of record in the bond register as of the close of business on the 15th day of the calendar month next preceding each interest payment date. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the MSRB.

Optional Redemption: The Notes maturing on November 1, 2034 and thereafter will be subject to redemption prior to maturity, at the option of the City, on November 1, 2033 or on any date thereafter. Said Notes will 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.

Term Bonds at Bidder's Option: Bids for the Notes may contain a maturity schedule providing for any combination of serial bonds and term bonds, subject to mandatory redemption, so long as the amount of principal maturing or subject to mandatory redemption in each year conforms to the maturity schedule set forth above.

Mandatory Redemption: Any term bonds specified shall be subject to mandatory sinking fund redemption in part prior to their scheduled maturity dates on November 1 of certain years, as more fully described in the Dates and Maturities section herein, at a price of par plus accrued interest to the date of redemption.

* Preliminary, subject to change. The City reserves the right, after bids are opened and prior to the award, to increase or reduce the principal amount of the individual serial maturities of the Notes by up to \$1,500,000. Any such increase or reduction will be made in multiples of \$5,000 within any of the maturities. A maturity or mandatory redemption amount may be eliminated if the amount of such maturity or mandatory redemption amount is less than or equal to \$1,500,000. The aggregate principal amount of the Notes will remain the same.

Security and Purpose: The Notes are general obligations of the City. The principal of and interest on the Notes will be payable from ad valorem taxes, which may be levied without limitation as to rate or amount upon all of the taxable property located in the City. The Notes will be issued for the public purposes, including paying the cost of projects included in the City's Capital Improvement Plan.

Registration: The Notes will be issued as fully-registered Notes without coupons and, when issued, will be registered only in the name of CEDE & CO., as nominee for The Depository Trust Company, New York, New York ("DTC").

DTC Book Entry Only System: UTILIZATION OF DTC IS REQUIRED. BIDS FOR THE NOTES MAY NOT PROVIDE FOR THE NOTES TO BE ISSUED ON A NON-DTC BASIS. DTC will act as securities depository of the Notes. A single Note certificate for each maturity will be issued to DTC and immobilized in its custody. Individual purchases may be made in book-entry form only pursuant to the rules and procedures established between DTC and its participants, in the denomination of \$5,000 or any integral multiple thereof. Individual purchasers will not receive certificates evidencing their ownership of the Notes purchased. The successful bidder shall be required to deposit the Note certificates with DTC as a condition to delivery of the Notes. The City will make payments of principal and interest on the Notes to DTC or its nominee as registered owner of the Notes in same-day funds. Transfer of those payments to participants of DTC will be the responsibility of DTC; transfer of the payments to beneficial owners by DTC participants will be the responsibility of such participants and other nominees of beneficial owners all as required by DTC rules and procedures. No assurance can be given by the City that DTC, its participants and other nominees of beneficial owners will make prompt transfer of the payments as required by DTC rules and procedures. The City assumes no liability for failures of DTC, its participants or other nominees to promptly transfer payments to beneficial owners of the Notes.

Depository: In the event that the securities depository relationship with DTC for the Notes is terminated and the City does not appoint a successor depository, the City will prepare, authenticate and deliver, at its expense, fully-registered certificated Notes in the denomination of \$5,000 or any integral multiple thereof in the aggregate principal amount of Notes of the same maturities and with the same interest rate or rates then outstanding to the beneficial owners of the Notes.

Fiscal Agent: The Notes shall be distributed to the owners in fully-registered form in the denomination of \$5,000 or any integral multiple thereof by the fiscal agent for the City (the "Fiscal Agent"). Such Fiscal Agent may be the Finance Director and will be designated by the City at the time of the sale of the Notes. The Notes shall be payable as to interest by check or draft of the Fiscal Agent mailed to the registered owners whose names appear on the books of the Fiscal Agent at the close of business on the 15th day of the calendar month next preceding each interest payment date and as to principal by presentation of the Notes at the office of the Fiscal Agent. The City will pay all costs relating to the registration of the Notes.

Not Qualified Tax-Exempt Obligations: The Notes shall not be "qualified tax-exempt obligations" pursuant to the provisions of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

Bid Specifications: Bids will be received on an interest rate basis in integral multiples of One-Twentieth (1/20) or One-Eighth (1/8) of One Percent (1%). All Notes of the same maturity shall bear the same interest rate. No bid for less than One Hundred Percent (100%) of the principal amount of the Notes (\$26,635,000) nor more than One Hundred Six Percent (106%) of the principal amount of the Notes (\$28,233,100) plus accrued interest to the date of delivery will be considered. The Notes will be awarded to a responsible bidder whose proposal results in the lowest true interest cost to the City, as calculated prior to any adjustments as described above. The true interest cost on the Notes (computed by taking Purchaser's compensation into account) shall not exceed 5.00%.

The underwriter shall be responsible for paying all costs of issuance on behalf of the City. These costs include the financial advisor fee, attorney fees, rating agency fee, and other miscellaneous expenses of the City incurred in connection with the offering and delivery of the Notes. The total of these costs is \$157,135.

Type of Bid: Bids must be submitted either: (1) to Baird as set forth herein; or (2) electronically via PARITY, in accordance with this Official Notice of Sale, within a one hour period prior to the time of sale, but no bids will be received after the time established above for the opening of bids. If any provisions in this Notice are conflicting with any instructions or directions set forth in PARITY, this Official Notice of Sale shall control. The normal fee for use of PARITY may be obtained from PARITY, and such fee shall be the responsibility of the bidder. For further information about PARITY, potential bidders may contact Baird, 25th Floor, 777 East Wisconsin Avenue, Milwaukee, Wisconsin 53202 or PARITY, c/o i-Deal LLC, 1359 Broadway, 2nd Floor, New York, New York 10018, telephone (212) 849-5021. The City and Baird assume no responsibility or liability for bids submitted through PARITY. Each bidder shall be solely responsible for making necessary arrangements to access PARITY for purposes of submitting its electronic bid in a timely manner and in compliance with the requirements of the Official Notice of Sale. Neither the City, its agents nor PARITY shall have any duty or obligation to undertake registration to bid for any prospective bidder or to provide or ensure electronic access to any qualified prospective bidder, and neither the City, its agents nor PARITY shall be responsible for a bidder's failure to register to bid or for any failure in the proper operation of, or have any liability for any delays or interruptions of or any damages caused by the services of PARITY. The City is using the services of PARITY solely as a communication mechanism to conduct the electronic bidding for the Notes, and PARITY is not an agent of the City.

The City may regard the electronic transmission of the bid via the electronic service (including information about the purchase price for the Notes and interest rate or rates to be borne by the Notes and any other information included in such transmission) as though the same information were submitted and executed on behalf of the bidder by a duly authorized signatory. If the bid is accepted by the City, the terms of the bid, this Official Notice of Sale, and the

information transmitted through the electronic service shall form a contract, and the bidder shall be bound by the terms of such contract.

For information purposes only, bidders are requested to state in their electronic bids the true interest cost to the City, as described in this Official Notice of Sale and in the written form of bid form (if any). All electronic bids shall be deemed to incorporate the provisions of this Official Notice of Sale and the form of bid form (if any).

Good Faith Deposit: A cashier's check in the amount of \$532,700 may be submitted contemporaneously with the bid or, in the alternative, a deposit in the amount of \$532,700 shall be made by the winning bidder by federal wire transfer as directed by the Finance Director to be received by the City no later than 1:00 p.m. prevailing Central Time on the day of the bid opening (October 7, 2025) as a guarantee of good faith on the part of the bidder to be forfeited as liquidated damages if such bid be accepted and the bidder fails to take up and pay for the Notes. The good faith deposit will be applied to the purchase price of the Notes. In the event the successful bidder fails to honor its accepted bid, the good faith deposit will be retained by the City. No interest shall be allowed on the good faith deposit. Payment for the balance of the purchase price of the Notes shall be made at the closing. Good faith checks of unsuccessful bidders will be returned by overnight delivery for next day receipt sent not later than the first business day following the sale.

Bond Insurance at Bidder's Option: If the Notes qualify for issuance of any policy of municipal bond insurance or commitment therefor at the option of the bidder, the purchase of any such insurance policy or the issuance of any such commitment shall be at the sole option and expense of the successful bidder. Each bidder shall indicate if it is obtaining bond insurance and shall list the name of the bond insurer on the bidder's electronic transmission of the bid or the bid form (if any). Any increased costs of issuance of the Notes resulting from such purchase of insurance shall be paid by the successful bidder. Any other rating agency fees shall be the responsibility of the successful bidder. Failure of the municipal bond insurer to issue the policy after the Notes have been awarded to the successful bidder shall not constitute cause for failure or refusal by the successful bidder to accept delivery on the Notes.

Delivery: The Notes will be delivered in printed form, one Note per maturity, registered in the name of CEDE & CO., as nominee of DTC, securities depository of the Notes for the establishment of book-entry accounts at the direction of the successful bidder, within approximately forty-five (45) days after the award. Payment at the time of delivery must be made in federal or other immediately available funds. In the event delivery is not made within forty-five (45) days after the date of the sale of the Notes, the successful bidder may, prior to tender of the Notes, at its option, be relieved of its obligation under the contract to purchase the Notes and its good faith deposit shall be returned, but no interest shall be allowed thereon.

Legality: The successful bidder will be furnished without cost, the unqualified approving legal opinion of Quarles & Brady LLP of Milwaukee, Wisconsin. A transcript of the proceedings relative to the issuance of the Notes (including an arbitrage certificate and a no-litigation certificate) will be furnished to the successful bidder without cost. A Continuing Disclosure Certificate will be delivered at closing setting forth the details and terms of the City's undertaking and such Certificate is a condition of closing.

CUSIP Numbers: The City will assume no obligation for the assignment of CUSIP numbers on the Notes or for the correctness of any numbers printed thereon. The City will permit such numbers to be assigned and printed at the expense of the successful bidder, but neither the failure to print such numbers on any Notes nor any error with respect thereto will constitute cause for failure or refusal by the successful bidder to accept delivery of the Notes.

Establishment of Issue Price: (a) The winning bidder shall assist the City in establishing the issue price of the Notes and shall execute and deliver to the City at closing an Underwriter's Certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Notes, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as Exhibit A, with such modifications as may be appropriate or necessary, in the reasonable judgment of the winning bidder, the City and Bond Counsel. All actions to be taken by the City under this Official Notice of Sale to establish the issue price of the Notes may be taken on behalf of the City by the City's municipal advisor identified herein and any notice or report to be provided to the City may be provided to the City's municipal advisor.

(b) The City intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Notes) will apply to the initial sale of the Notes (the "competitive sale requirements") because:

- (1) the City shall disseminate this Official Notice of Sale to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
- (2) all bidders shall have an equal opportunity to bid;
- (3) the City may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- (4) the City anticipates awarding the sale of the Notes to the bidder who submits a firm offer to purchase the Notes at the highest price (or lowest interest cost), as set forth in this Official Notice of Sale.

Any bid submitted pursuant to this Official Notice of Sale shall be considered a firm offer for the purchase of the Notes, as specified in the bid.

(c) If all of the requirements of a "competitive sale" are not satisfied, the City shall advise the winning bidder of such fact prior to the time of award of the sale of the Notes to the underwriter. In such event, any proposal submitted will not be subject to cancellation or withdrawal and the City agrees to use the rule selected by the underwriter on its bid form to determine the issue price for the Notes. On its bid form, each underwriter must specify one of the following two rules for determining the issue price of the Notes: (1) the first price at which 10% of a maturity of the Notes (the "10% test") is sold to the public as the issue price of that maturity or (2) the initial offering price to the public as of the sale date as the issue price of each maturity of the Notes (the "hold-the-offering-price rule"). The form of the Underwriter's Certificate will be modified to reflect compliance with the requirements of the rule selected by the underwriter.

(d) If all of the requirements of a "competitive sale" are not satisfied and the underwriter selects the hold-the-offering-price rule, the winning bidder shall (i) confirm that the underwriter has offered or will offer the Notes to the public on or before the date of award at the offering price or prices (the "initial offering price"), or at the corresponding yield or yields, set forth in the bid submitted by the winning bidder and (ii) agree, on behalf of the underwriter participating in the purchase of the Notes, that the underwriter will neither offer nor sell unsold Notes of any maturity to which the hold-the-offering-price rule shall apply to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date and ending on the earlier of the following:

- (1) the close of the fifth (5th) business day after the sale date; or
- (2) the date on which the underwriter has sold at least 10% of that maturity of the Notes to the public at a price that is no higher than the initial offering price to the public.

The winning bidder shall promptly advise the City when the underwriter has sold 10% of that maturity of the Notes to the public at a price that is no higher than the initial offering price to the public, if that occurs prior to the close of the fifth (5th) business day after the sale date.

The City acknowledges that, in making the representation set forth above, the winning bidder will rely on (i) the agreement of each underwriter to comply with the hold-the-price rule, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Notes to the public, the agreement of each dealer who is a member of the selling group to comply with the hold-the-offering-price rule, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter is a party to a retail distribution agreement that was employed in connection with the initial sale of the Notes to the public, the agreement of each broker-dealer that is a party to such agreement to comply with the hold-the-offering price rule, as set forth in the retail distribution agreement and the related pricing wires. The City further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the hold-the-offering-price rule and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a retail distribution agreement to comply with its corresponding agreement regarding the hold-the-offering-price rule as applicable to the Notes.

(e) If all of the requirements of a "competitive sale" are not satisfied and the underwriter selects the 10% test, the underwriter agrees to promptly report to the City, Bond Counsel and Baird the prices at which the Notes have been sold to the public. That reporting obligation shall continue, whether or not the closing date has occurred, until the 10% test has been satisfied as to each maturity of the Notes or until all of the Notes of a certain maturity have been sold.

(f) By submitting a bid, each bidder confirms that (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Notes to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such retail distribution agreement, as applicable, to (A) report the prices at which it sells to the public the unsold Notes of each maturity allotted to it until it is notified by the winning bidder that either the 10% test has been satisfied as to the Notes of that maturity or all Notes of that maturity have been sold to the public, and (B) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Notes to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Notes to the public to require each broker-dealer that is a party to such retail distribution agreement to (A) report the prices at which it sells to the public the unsold Notes of each maturity allotted to it until it is notified by the winning bidder or such underwriter that either the 10% test has been satisfied as to the Notes of that maturity or all Notes of that maturity have been sold to the public, and (B) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder or such underwriter and as set forth in the related pricing wires.

(g) Sales of any Notes to any person that is a related party to an underwriter shall not constitute sales to the public for purposes of this Official Notice of Sale. Further, for purposes of this Official Notice of Sale:

(i) "public" means any person other than an underwriter or a related party,

(ii) "underwriter" means (A) any person that agrees pursuant to a written contract with the City (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Notes to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Notes to the public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Notes to the public),

(iii) a purchaser of any of the Notes is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) at least 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of

another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and

(iv) "sale date" means the date that the Notes are awarded by the City to the winning bidder.

Official Statement: Bidders may obtain a copy of the Preliminary Official Statement by request to the City's financial advisor prior to the bid opening. By submitting a bid, the successful bidder agrees to supply to the City within 24 hours after the award of the Notes all necessary pricing information and any underwriter identification necessary to complete the Preliminary Official Statement. Within seven business days of the award of the Notes, the successful bidder will be provided with an electronic copy of the Official Statement in pdf format. If the successful bidder is the manager of an underwriting syndicate, the successful bidder shall be responsible for distributing copies of the Official Statement and any addenda to syndicate members.

Certification Regarding Official Statement: The City will deliver, at closing, a certificate, executed by appropriate officers of the City acting in their official capacities, to the effect that the facts contained in the Official Statement relating to the City and the Notes are true and correct in all material respects, and that the Official Statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading. The City also agrees to notify the successful bidder of any material developments impacting the City or the Notes of which the City becomes aware within 60 days after the delivery of the Notes.

Undertaking to Provide Continuing Disclosure: In order to assist bidders in complying with SEC Rule 15c2-12, as amended, the City will covenant to undertake (pursuant to a Resolution to be adopted by the Common Council), to provide annual reports and timely notice of certain events for the benefit of holders of the Notes. The details and terms of the undertaking are set forth in a Continuing Disclosure Certificate to be executed and delivered by the City, a form of which is included in the Preliminary Official Statement and in the Final Official Statement.

Irregularities: The City reserves the right to reject any and all bids and to waive any and all irregularities.

Information: Copies of the Preliminary Official Statement and additional information may be obtained by addressing inquiries to: Robert W. Baird & Co. Incorporated; Attention: Ms. Katherine Voss, Financial Analyst, 414-298-7702 or the undersigned.

John Ruggini
Finance Director
City of Wauwatosa
7725 West North Avenue
Wauwatosa, Wisconsin 53213
Phone: (414) 479-8962

Exhibit A
(to Official Notice of Sale)

City of Wauwatosa, Wisconsin ("City")
\$26,635,000
General Obligation Promissory Notes, Series 2025A,
dated November 3, 2025

UNDERWRITER'S CERTIFICATE

The undersigned, on behalf of _____ (the "Underwriter"), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the "Notes").

1. ***Reasonably Expected Initial Offering Price.***

(a) As of the Sale Date, the reasonably expected initial offering prices of the Notes to the Public by the Underwriter are the prices listed in Schedule A (the "Expected Offering Prices"). The Expected Offering Prices are the prices for the Maturities of the Notes used by the Underwriter in formulating its bid to purchase the Notes. Attached as Schedule B is a true and correct copy of the bid provided by the Underwriter to purchase the Notes.

(b) The Underwriter was not given the opportunity to review other bids prior to submitting its bid.

(c) The bid submitted by the Underwriter constituted a firm offer to purchase the Notes.

[2. *Bond Insurance.*

(a) The Municipal Bond Insurance Policy (the "Bond Insurance Policy") issued by _____ (the "Bond Insurer") was essential in marketing the Notes at the rates and prices at which they were marketed and the absence of the Bond Insurance Policy would have had a material adverse effect on the interest rates at which the Notes were sold.

(b) In our opinion, the Bond Insurance Premium paid to the Bond Insurer for its Bond Insurance Policy is a reasonable arm's-length charge for the transfer of credit risk which the Bond Insurance Policy represents.

(c) In our opinion, the present value of the Bond Insurance Premium is less than the present value of the interest on the Notes reasonably expected to be saved as a result of the Bond Insurance Policy. In making this determination present values were computed by using the yield on the Notes (determined with regard to the Bond Insurance Premium) as the discount rate.]

3. ***Defined Terms.***

(a) "Maturity" means Notes with the same credit and payment terms. Notes with different maturity dates, or Notes with the same maturity date but different stated interest rates, are treated as separate Maturities.

(b) "Public" means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

(c) "Sale Date" means the first day on which there is a binding contract in writing for the sale of a Maturity of the Notes. The Sale Date of the Notes is October 7, 2025.

(d) "Underwriter" means (i) any person that agrees pursuant to a written contract with the City (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Notes to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Notes to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Notes to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents the Underwriter's interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the City with respect to certain of the representations set forth in the Tax Exemption Certificate and with respect to compliance with the federal income tax rules affecting the Notes, and by Quarles & Brady LLP, Bond Counsel, in connection with rendering its opinion that the interest on the Notes is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G and other federal income tax advice that it may give to the City from time to time relating to the Notes.

[UNDERWRITER]

By: _____

Name: _____

Dated: November 3, 2025

SCHEDULE A
TO
UNDERWRITER'S CERTIFICATE

EXPECTED OFFERING PRICES

(See Attached)

SCHEDULE B
TO
UNDERWRITER'S CERTIFICATE

COPY OF UNDERWRITER'S BID

(See Attached)