Town of Greenville
Outagamie County, Wisconsin

ANNUAL FINANCIAL REPORT

December 31, 2018

Town of Greenville
Outagamie County, Wisconsin

DECEMBER 31, 2018

Table of Contents

INDEPENDENT AUDITORS' REPORT	1
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements	
Statement of Net Position	4
Statement of Activities	5
Fund Financial Statements	
Balance Sheet - Governmental Funds	7
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	10
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	13
Statement of Net Position - Proprietary Funds	14
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	15
Statement of Cash Flows - Proprietary Funds	16
Notes to Basic Financial Statements	17
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Proportionate Share of Net Pension Liability (Asset) - Wisconsin Retirement System	43
Schedule of Contributions - Wisconsin Retirement System	43
Schedule of Proportionate Share of Net Pension Liability (Asset) - Local Retiree Life Insurance Fund	44
Schedule of Contributions - Local Retiree Life Insurance Fund	44
Notes to Required Supplementary Information	45
SUPPLEMENTARY INFORMATION	
General Fund	
Detailed Comparison of Budgeted and Actual Revenues	46
Detailed Comparison of Budgeted and Actual Expenditures	47
Combining Balance Sheet - Nonmajor Governmental Funds	49
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	50

Town of Greenville
Outagamie County, Wisconsin

DECEMBER 31, 2018

ADDITIONAL INDEPENDENT AUDITORS' REPORT FOR BASIC FINANCIAL STATEMENTS

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* 51

Schedule of Findings and Responses 53

CliftonLarsonAllen LLP
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Independent auditors' report

To the Town Board
Town of Greenville
Outagamie County, Wisconsin

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Greenville, Outagamie County, Wisconsin (the "Town") as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITORS' RESPONSIBILITY

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

OPINIONS

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 Town as of December 31, 2018, and the respective changes in financial position thereof and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

CHANGE IN REPORTING ENTITY

As discussed in Note 4.D to the financial statements, the Town changed its reporting entity to include Greenville Sanitary District No. 1 and Greenville Sanitary District No. 2 as blended component units of the Town. Our opinions are not modified with respect to this matter.

CHANGE IN ACCOUNTING PRINCIPLE

As discussed in Note 3.I to the financial statements, the Town adopted new accounting guidance, Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.* Our opinions are not modified with respect to this matter.

PRIOR YEAR SUMMARIZED FINANCIAL INFORMATION

The 2017 financial statements were audited by Schenck SC, whose practice became part of CliftonLarsonAllen LLP as of January 1, 2019, and whose report dated April 30, 2018, expressed unmodified opinions on those respective financial statements of the governmental activities, each major governmental fund and the aggregate remaining fund information from which the prior year financial information was derived.

OTHER MATTERS

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the schedules relating to pensions and other postemployment benefits on pages 43 and 44 be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The financial information listed in the table of contents as supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary 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. Such 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 auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Schenck SC previously audited, in accordance with auditing standards generally accepted in the United States of America, the Town of Greenville, Wisconsin's basic financial statements for the year ended December 31, 2017, which are not presented with the accompanying financial statements and expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Greenville, Wisconsin's basic financial statements as a whole. The 2017 actual amounts in the general fund budgetary comparison information and the combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare used to prepare the 2017 basic financial statements. The report of Schenck SC stated that the information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In their opinion, the 2017 actual amounts in the general fund budgetary comparison information and combining nonmajor fund financial statements were fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 7, 2019, on our consideration of the Town'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 Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Green Bay, Wisconsin
May 7, 2019

BASIC FINANCIAL STATEMENTS

Town of Greenville
Outagamie County, Wisconsin

STATEMENT OF NET POSITION
DECEMBER 31, 2018

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Cash and investments	$ 13,319,766	$ 3,694,392	$ 17,014,158
Receivables			
Taxes and special charges	11,555,968	-	11,555,968
Delinquent taxes	22,681	-	22,681
Accounts	8,320	226,314	234,634
Special assessments	-	1,583,089	1,583,089
Loan	200,000	-	200,000
Other	-	206,800	206,800
Due from other governments	-	832,050	832,050
Prepaid items	-	-	-
Restricted assets			
Cash and investments	2,086,484	935,092	3,021,576
Net pension asset	194,319	124,898	319,217
Capital assets, nondepreciable	1,764,603	2,228,277	3,992,880
Capital assets, depreciable	7,898,475	31,930,041	39,828,516
Total assets	37,050,616	41,760,953	78,811,569
DEFERRED OUTFLOWS OF RESOURCES			
Pension related amounts	363,281	232,701	595,982
Other postemployment related amounts	7,738	4,743	12,481
Total deferred outflows of resources	371,019	237,444	608,463
LIABILITIES			
Accounts payable	267,794	697,322	965,116
Due to other governments	19,686,622	-	19,686,622
Accrued interest payable	35,810	10,537	46,347
Special deposits	48,496	31,543	80,039
Long-term obligations			
Due within one year	626,790	365,744	992,534
Due in more than one year	4,505,104	2,287,645	6,792,749
Net pension liability	-	-	-
Other postemployment benefits	60,236	36,920	97,156
Total liabilities	25,230,852	3,429,711	28,660,563
DEFERRED INFLOWS OF RESOURCES			
Property taxes levied for subsequent year	3,392,351	802,081	4,194,432
Pension related amounts	393,465	252,898	646,363
Other postemployment related amounts	849	521	1,370
Total deferred inflows of resources	3,786,665	1,055,500	4,842,165
NET POSITION			
Net investment in capital assets	6,330,425	31,504,929	37,835,354
Restricted	377,876	1,059,990	1,437,866
Unrestricted	1,695,817	4,948,267	6,644,084
Total net position	$ 8,404,118	$ 37,513,186	$ 45,917,304

The notes to the basic financial statements are an integral part of this statement.

Town of Greenville
Outagamie County, Wisconsin

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2018

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
General government	$ 820,102	$ 216,065	$ -	$ -
Public safety	843,823	213,391	54,677	-
Public works	1,607,296	537,482	250,821	674,643
Culture and recreation	494,846	62,697	1,787	-
Conservation and development	166,827	30,165	25,616	-
Interest and fiscal charges	153,769	-	-	-
Total governmental activities	4,086,663	1,059,800	332,901	674,643
BUSINESS-TYPE ACTIVITIES				
Water utility	1,367,693	1,245,745	-	499,731
Sewer utility	1,978,756	1,379,568	-	1,096,226
Stormwater utility	573,152	775,913	-	852,710
Total business-type activities	3,919,601	3,401,226	-	2,448,667
Total	$ 8,006,264	$ 4,461,026	$ 332,901	$ 3,123,310

General revenues
- Taxes
  - Property taxes
  - Other taxes
- Federal and state grants and other contributions not restricted to specific functions
- Interest and investment earnings
- Miscellaneous

Total general revenues

Change in net position

Net position - January 1, as restated

Cumulative effect for change in accounting principle

Net position - January 1, as adjusted

Net position - December 31

The notes to the basic financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-type Activities	Totals
$ (604,037)	$ -	$ (604,037)
(575,755)	-	(575,755)
(144,350)	-	(144,350)
(430,362)	-	(430,362)
(111,046)	-	(111,046)
(153,769)	-	(153,769)
(2,019,319)	-	(2,019,319)
-	377,783	377,783
-	497,038	497,038
-	1,055,471	1,055,471
-	1,930,292	1,930,292
(2,019,319)	1,930,292	(89,027)
2,861,196	-	2,861,196
12,814	-	12,814
118,341	-	118,341
22,300	23,266	45,566
5,275	-	5,275
3,019,926	23,266	3,043,192
1,000,607	1,953,558	2,954,165
7,450,711	35,588,557	43,039,268
(47,200)	(28,929)	(76,129)
7,403,511	35,559,628	42,963,139
$ 8,404,118	$ 37,513,186	$ 45,917,304

Town of Greenville
Outagamie County, Wisconsin

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2018
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2017

	General	Capital Projects	Debt Service	Other Governmental Funds
ASSETS				
Cash and investments	$ 13,187,046	$ -	$ -	$ 132,720
Restricted cash and investments	71,501	1,902,927	112,056	-
Receivables				
Taxes and special charges	10,856,799	-	699,169	-
Delinquent taxes	22,681	-	-	-
Accounts	8,320	-	-	-
Special assessments	-	-	-	-
Loan	-	200,000	-	-
Advance to other funds	68,402	-	-	-
Prepaid items	-	-	-	-
Total assets	$ 24,214,749	$ 2,102,927	$ 811,225	$ 132,720
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	$ 120,103	$ 103,686	$ -	$ 44,005
Advance from other funds	-	-	-	68,402
Due to other governments	19,686,622	-	-	-
Special deposits	47,928	-	-	568
Total liabilities	19,854,653	103,686	-	112,975
Deferred inflows of resources				
Property taxes levied for subsequent year	2,693,182	-	699,169	-
Special assessments	-	-	-	-
Total deferred inflows of resources	2,693,182	-	699,169	-
Fund balances				
Nonspendable	91,083	200,000	-	-
Restricted	71,501	1,799,241	112,056	-
Committed	-	-	-	131,872
Assigned	468,151	-	-	-
Unassigned	1,036,179	-	-	(112,127)
Total fund balances	1,666,914	1,999,241	112,056	19,745
Total liabilities, deferred inflows of resources, and fund balances	$ 24,214,749	$ 2,102,927	$ 811,225	$ 132,720

The notes to the basic financial statements are an integral part of this statement.

Totals	
2018	2017
$ 13,319,766	$ 11,905,299
2,086,484	1,232,665
11,555,968	12,869,971
22,681	8,063
8,320	18,747
-	91,929
200,000	-
68,402	50,374
-	18,536
$ 27,261,621	$ 26,195,584
$ 267,794	$ 222,155
68,402	50,374
19,686,622	19,765,962
48,496	42,825
20,071,314	20,081,316
3,392,351	3,451,624
-	91,929
3,392,351	3,543,553
291,083	26,599
1,982,798	1,181,623
131,872	114,451
468,151	199,791
924,052	1,048,251
3,797,956	2,570,715
$ 27,261,621	$ 26,195,584

Town of Greenville
Outagamie County, Wisconsin

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2018
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2017

RECONCILIATION TO THE STATEMENT OF NET POSITION	2018	2017
Total fund balances as shown on previous page	$ 3,797,956	$ 2,570,715
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.	9,663,078	8,439,236
Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.		
Special assessments	-	91,929
Long-term assets are not considered available; therefore, are not reported in the funds:		
Net pension asset	194,319	-
Some deferred outflows and inflows of resources reflect changes in long-term liabilities and are not reported in the funds.		
Deferred outflows related to pensions	363,281	382,218
Deferred inflows related to pensions	(393,465)	(164,752)
Deferred outflows related to other postemployment benefits	7,738	-
Deferred inflows related to other postemployment benefits	(849)	-
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Bonds and notes payable	(5,051,486)	(3,714,999)
Premium on debt	(80,408)	(90,252)
Net pension liability	-	(48,110)
Other postemployment benefit	(60,236)	-
Accrued interest on long-term obligations	(35,810)	(15,274)
Net position of governmental activities as reported on the Statement of Net Position (see page 4)	$ 8,404,118	$ 7,450,711

The notes to the basic financial statements are an integral part of this statement.

Town of Greenville
Outagamie County, Wisconsin

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2017

	General	Capital Projects	Debt Service	Other Governmental Funds
REVENUES				
Taxes	$ 2,245,212	$ -	$ 650,095	$ -
Special assessments	590	-	135,398	-
Intergovernmental	430,904	-	-	-
Regulation and compliance	148,162	-	-	201,220
Public charges for services	561,524	-	-	-
Miscellaneous	197,758	-	-	-
Total revenues	3,584,150	-	785,493	201,220
EXPENDITURES				
Current				
General government	786,633	-	-	-
Public safety	560,215	-	-	183,799
Public works	1,367,419	-	-	-
Culture and recreation	418,834	-	-	-
Conservation and development	168,250	-	-	1,703
Debt service				
Principal	-	-	723,513	-
Interest and fiscal charges	-	58,400	84,677	-
Capital outlay	-	996,520	-	53,659
Total expenditures	3,301,351	1,054,920	808,190	239,161
Excess of revenues over (under) expenditures	282,799	(1,054,920)	(22,697)	(37,941)
OTHER FINANCING SOURCES (USES)				
Long-term debt issued	-	2,060,000	-	-
Premium on debt issued	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	2,060,000	-	-
Net change in fund balances	282,799	1,005,080	(22,697)	(37,941)
Fund balances - January 1	1,384,115	994,161	134,753	57,686
Fund balances - December 31	$ 1,666,914	$ 1,999,241	$ 112,056	$ 19,745

The notes to the basic financial statements are an integral part of this statement.

Totals	
2018	2017
$ 2,895,307	$ 2,479,902
135,988	342,916
430,904	407,565
349,382	300,457
561,524	567,874
197,758	252,809
4,570,863	4,351,523
786,633	725,655
744,014	694,775
1,367,419	1,927,432
418,834	455,088
169,953	134,425
723,513	623,872
143,077	138,134
1,050,179	536,047
5,403,622	5,235,428
(832,759)	(883,905)
2,060,000	1,545,000
-	61,985
-	217,394
-	(217,394)
2,060,000	1,606,985
1,227,241	723,080
2,570,715	1,847,635
$ 3,797,956	$ 2,570,715

Town of Greenville
Outagamie County, Wisconsin

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2017

RECONCILIATION TO THE STATEMENT OF ACTIVITIES	2018	2017
Net change in fund balances as shown on previous page	$ 1,227,241	$ 723,080
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Amounts reported as capital outlay in governmental fund statements	1,050,179	536,047
Items reported as capital outlay, but not capitalized	(17,770)	(66,148)
Contributed capital assets	630,586	714,820
Depreciation expense reported in the statement of activities	(403,045)	(344,369)
Net book value of disposals	(36,108)	(79,803)
Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the statement of activities when earned.	(91,929)	91,929
Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Long-term debt issued	(2,060,000)	(1,545,000)
Premium on debt issued	-	(61,985)
Principal repaid	723,513	596,952
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:		
Accrued interest on long-term debt	(20,536)	7,441
Amortization of premiums	9,844	3,645
Net pension asset	194,319	-
Net pension liability	48,110	45,586
Deferred outflows of resources related to pensions	(18,937)	(143,357)
Deferred inflows of resources related to pensions	(228,713)	44,834
Other postemployment benefits	(13,036)	-
Deferred outflows of resources related to other postemployment benefits	7,738	-
Deferred inflows of resources related to other postemployment benefits	(849)	-
Change in net position of governmental activities as reported in the statement of activities (see pages 5 - 6)	$ 1,000,607	$ 523,672

The notes to the basic financial statements are an integral part of this statement.

Town of Greenville
Outagamie County, Wisconsin

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2017

	Budget			Variance Final Budget - Positive	2017
	Original	Final	Actual	(Negative)	Actual
REVENUES					
Taxes	$ 2,222,967	$ 2,222,967	$ 2,245,212	$ 22,245	$ 2,056,115
Special assessments	10,000	10,000	590	(9,410)	3,783
Intergovernmental	421,604	421,604	430,904	9,300	407,565
Regulation and compliance	115,300	115,300	148,162	32,862	123,613
Public charges for services	518,233	518,233	561,524	43,291	563,712
Miscellaneous	178,600	178,600	197,758	19,158	223,191
Total revenues	3,466,704	3,466,704	3,584,150	117,446	3,377,979
EXPENDITURES					
Current					
General government	660,556	660,556	786,633	(126,077)	668,664
Public safety	558,292	558,292	560,215	(1,923)	565,476
Public works	1,612,943	1,612,943	1,367,419	245,524	1,722,167
Culture and recreation	414,309	414,309	418,834	(4,525)	419,835
Conservation and development	220,604	220,604	168,250	52,354	114,564
Capital outlay	-	-	-	-	15,328
Total expenditures	3,466,704	3,466,704	3,301,351	165,353	3,506,034
Excess of revenues over (under) expenditures	-	-	282,799	282,799	(128,055)
OTHER FINANCING USES					
Transfers out	-	-	-	-	(217,394)
Net change in fund balance	-	-	282,799	282,799	(345,449)
Fund balance - January 1	1,384,115	1,384,115	1,384,115	-	1,729,564
Fund balance - December 31	$ 1,384,115	$ 1,384,115	$ 1,666,914	$ 282,799	$ 1,384,115

The notes to the basic financial statements are an integral part of this statement.

Town of Greenville
Outagamie County, Wisconsin

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2018

	Water Utility	Sewer Utility	Stormwater Utility	Totals
ASSETS				
Current assets				
Cash and investments	$ 362,276	$ 1,663,236	$ 1,668,880	$ 3,694,392
Receivables				
Customer accounts	82,640	143,674	-	226,314
Special assessments	592,752	990,337	-	1,583,089
Other	-	56,800	150,000	206,800
Due from other governments	13,441	16,528	802,081	832,050
Prepaid items	-	-	-	-
Total current assets	1,051,109	2,870,575	2,620,961	6,542,645
Noncurrent assets				
Restricted assets				
Cash and investments	935,092	-	-	935,092
Other assets				
Net pension asset	54,284	32,684	37,930	124,898
Capital assets				
Nondepreciable	1,065,736	20,744	1,141,797	2,228,277
Depreciable	17,249,372	10,593,879	4,086,790	31,930,041
Total capital assets	18,315,108	10,614,623	5,228,587	34,158,318
Total assets	20,355,593	13,517,882	7,887,478	41,760,953
DEFERRED OUTFLOWS OF RESOURCES				
Pension related amounts	100,034	61,715	70,952	232,701
Other postemployment related amounts	2,122	1,248	1,373	4,743
Total deferred outflows of resources	102,156	62,963	72,325	237,444
LIABILITIES				
Current liabilities				
Accounts payable	48,504	212,262	436,556	697,322
Accrued interest	5,891	4,646	-	10,537
Special deposits	-	-	31,543	31,543
Current portion of long-term debt	164,397	154,237	47,110	365,744
Total current liabilities	218,792	371,145	515,209	1,105,146
Long-term obligations, less current portion				
General obligation debt	1,234,076	1,005,113	48,456	2,287,645
Net pension liability	-	-	-	-
Other postemployment benefits	16,517	9,716	10,687	36,920
Total long-term liabilities	1,250,593	1,014,829	59,143	2,324,565
Total liabilities	1,469,385	1,385,974	574,352	3,429,711
Deferred inflows of resources				
Property taxes levied for subsequent	-	-	802,081	802,081
Pension related amounts	109,916	66,180	76,802	252,898
Other postemployment related amounts	233	137	151	521
Total deferred inflows of resources	110,149	66,317	879,034	1,055,500
NET POSITION				
Net investment in capital assets	16,916,635	9,455,273	5,133,021	31,504,929
Restricted	989,376	32,684	37,930	1,059,990
Unrestricted	972,204	2,640,597	1,335,466	4,948,267
Total net position	$ 18,878,215	$ 12,128,554	$ 6,506,417	$ 37,513,186

The notes to the financial statements are an integral part of this statement.

Town of Greenville
Outagamie County, Wisconsin

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2018

	Water Utility	Sewer Utility	Stormwater Utility	Totals
OPERATING REVENUES				
Charges for services	$ 1,150,199	$ 1,356,103	$ 767,180	$ 3,273,482
Other	95,546	14,564	8,733	118,843
Total operating revenues	1,245,745	1,370,667	775,913	3,392,325
OPERATING EXPENSES				
Operation and maintenance	754,782	1,173,164	485,287	2,413,233
Depreciation	549,491	472,430	68,050	1,089,971
Taxes	26,755	16,063	17,634	60,452
Total operating expenses	1,331,028	1,661,657	570,971	3,563,656
Operating income (loss)	(85,283)	(290,990)	204,942	(171,331)
NONOPERATING REVENUES (EXPENSES)				
Interest income	20,213	1,834	1,219	23,266
Service availability charge	-	8,901	-	8,901
Nonoperating grants	-	-	225,950	225,950
Interest and fiscal charges	(36,665)	(28,596)	(2,181)	(67,442)
Lin Stream restoration	-	(288,503)	-	(288,503)
Total nonoperating revenues (expenses)	(16,452)	(306,364)	224,988	(97,828)
Income (loss) before contributions	(101,735)	(597,354)	429,930	(269,159)
Capital contributions	499,731	1,096,226	626,760	2,222,717
Change in net position	397,996	498,872	1,056,690	1,953,558
Net position - January 1, as restated	18,493,161	11,637,295	5,458,101	35,588,557
Cumulative effect for change in accounting principle	(12,942)	(7,613)	(8,374)	(28,929)
Net position - January 1, as adjusted	18,480,219	11,629,682	5,449,727	35,559,628
Net position - December 31	$ 18,878,215	$ 12,128,554	$ 6,506,417	$ 37,513,186

The notes to the basic financial statements are an integral part of this statement.

Town of Greenville
Outagamie County, Wisconsin

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Water Utility	Sewer Utility	Stormwater Utility	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	$ 1,235,672	$ 1,348,573	$ 759,756	$ 3,344,001
Cash received from other	22,037	(16,528)	-	5,509
Cash paid for employee wages and benefits	(355,256)	(278,456)	(300,505)	(934,217)
Cash paid to suppliers	(420,703)	(787,091)	(126,546)	(1,334,340)
Net cash provided by operating activities	481,750	266,498	332,705	1,080,953
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Lin Stream restoration	-	(345,303)	-	(345,303)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(973,877)	(48,104)	(28,636)	(1,050,617)
Capital grants	-	-	75,950	75,950
Capital contributions	178,734	193,618	-	372,352
Principal paid on long-term debt	(160,428)	(150,673)	(26,920)	(338,021)
Interest paid on long-term debt	(37,326)	(29,200)	(2,181)	(68,707)
Net cash provided (used) by capital and related financing activities	(992,897)	(34,359)	18,213	(1,009,043)
CASH FLOWS FROM INVESTING ACTIVITIES				
Service availability charge	-	8,901	-	8,901
Interest received	20,213	1,834	1,219	23,266
Net cash provided by investing activities	20,213	10,735	1,219	32,167
Change in cash and cash equivalents	(490,934)	(102,429)	352,137	(241,226)
Cash and cash equivalents - January 1	1,788,302	1,765,665	1,316,743	4,870,710
Cash and cash equivalents - December 31	$ 1,297,368	$ 1,663,236	$ 1,668,880	$ 4,629,484
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income (loss)	$ (85,283)	$ (290,990)	$ 204,942	$ (171,331)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	549,491	472,430	68,050	1,089,971
Depreciation charged to sewer utility	22,037	(22,037)	-	-
Change in liability (asset) and deferred outflows and inflows of resources				
Pension	4,604	2,234	2,475	9,313
Other postemployment benefits	1,686	992	1,091	3,769
Change in operating assets and liabilities				
Accounts receivables	3,368	(22,094)	-	(18,726)
Taxes and special charges receivable	(13,441)	(16,528)	-	(29,969)
Due from other governments	-	-	(61,801)	(61,801)
Prepaid items	3,707	2,471	-	6,178
Accounts payable	(4,419)	140,020	72,304	207,905
Special deposits	-	-	(16,157)	(16,157)
Unearned revenue	-	-	61,801	61,801
Net cash provided by operating activities	$ 481,750	$ 266,498	$ 332,705	$ 1,080,953
Reconciliation of cash and cash equivalents to the statement of net position				
Cash and cash equivalents in current assets	$ 362,276	$ 1,663,236	$ 1,668,880	$ 3,694,392
Cash and cash equivalents in restricted assets	935,092	-	-	935,092
Total cash and cash equivalents	$ 1,297,368	$ 1,663,236	$ 1,668,880	$ 4,629,484
Noncash capital and related financing activities				
Acquisition of capital assets	$ 332,639	$ 396,013	$ 662,760	$ 1,391,412

The notes to the financial statements are an integral part of this statement.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. REPORTING ENTITY

The Town is a municipal corporation governed by an elected five member board. In accordance with GAAP, the basic financial statements are required to include the Town (the primary government) and any separate component units that have a significant operational or financial relationship with the Town. The Town has identified the following component units that are required to be included in the basic financial statements in accordance with standards established by GASB Statement No. 61.

Blended Component Units

The following component units are blended or included in the financial statements of the Town:

The Town of Greenville Sanitary District No. 1 and the Town of Greenville Sanitary District No. 2 (the "Districts") are governed by the five member Town Board of Greenville. Although they are legally separate from the Town, the Districts are reported as if they were part of the primary government because the Town Board is serving as the governing body of the component units. The Town of Greenville Sanitary District No. 1 provides water and sewage treatment services to a portion of the Town and the Town of Greenville Sanitary District No. 2 provides stormwater services to a portion of the Town.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

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

Separate financial statements are provided for governmental funds and proprietary funds. Governmental funds include the general fund. Proprietary funds include an enterprise fund. The Town has no internal service funds. The major individual governmental fund and the major individual enterprise fund are reported as separate columns in the fund financial statements.

The Town reports the following major governmental funds:

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

Debt Service Fund
This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Capital Projects Fund
The capital projects fund accounts for financial resources accumulated for the acquisition or construction of major capital improvements.

The Town reports the following major enterprise funds:

Town of Greenville Sanitary District No. 1
Water Utility Fund
This fund accounts for the operations of the District's water utility.

Sewer Utility Fund
This fund accounts for the operations of the District's sewer utility.

Town of Greenville Sanitary District No. 2
Stormwater Utility Fund
This fund accounts for the operations of the District's stormwater utility.

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

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

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, and fees and fines, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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 Town's proprietary funds are charges to customers for services. Operating expenses for proprietary funds include the costs of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

D. ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION OR FUND BALANCE

1. **Cash and Investments**

   Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date.

2. **Property Taxes and Special Charges/Receivable**

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

   In addition to its levy, the Town also levies and collects taxes for the New London School District, Hortonville School District, Outagamie County and Fox Valley Technical College.

3. **Accounts Receivable**

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

4. **Loan Receivable**

   The Town borrowed funds to the Greenville Lions Project Vision, Inc. to grade and install infrastructure for phase I expansion at the Greenville Lions Park. The Town recorded a loan receivable when the loan funds were disbursed. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements. In the governmental funds, the Town presented the balance due as nonspendable fund balance in the fund financial statements.

5. **Special Assessments**
Assessments against property owners for public improvements are generally not subject to full settlement in the year levied. Special assessments are placed on tax rolls on an installment basis. Revenue from special assessments recorded in governmental funds is recognized as collections are made or as current installments are placed on tax rolls. (Installments placed on the 2018 tax roll are recognized as revenue in 2019.) Special assessments are subject to collection procedures.

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

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

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

8. **Capital Assets**
Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of $5,000 or higher and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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

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

	Governmental Activities	Business-Type Activities
Assets	Years	Years
Buildings	25 - 50	25 - 50
Machinery and equipment	10 - 25	3 - 10
Vehicles	10 - 25	10 - 25
Infrastructure	50	25 - 100

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

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

10. Long-term Obligations

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

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

11. 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, 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 same 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.

12. Other Postemployment Benefits Other Than Pensions (OPEB)

Local Retiree Life Insurance Fund

The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other postemployment benefits, OPEB expenses, and information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIF's fiduciary net position have been determined on the same basis as they are reported by LRLIF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

13. Fund Equity

Governmental Fund Financial Statements

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

- **Nonspendable fund balance.** Amounts that are not in spendable form (such as inventory, prepaid items, or long-term receivables) or are legally or contractually required to remain intact.
- **Restricted fund balance.** Amounts that are constrained for specific purposes by external parties (such as grantor or bondholders), through constitutional provisions, or by enabling legislation.
- **Committed fund balance.** Amounts that are constrained for specific purposes by action of the Town Board. These constraints can only be removed or changed by the Town Board using the same action that was used to create them.

- **Assigned fund balance.** Amounts that are constrained for specific purposes by action of Town management. The Town Board has not authorized a specific employee to assign fund balance. Residual amounts in any governmental fund, other than the General Fund, are also reported as assigned.
- **Unassigned fund balance.** Amounts that are available for any purpose. Positive unassigned amounts are only reported in the General Fund.

The Town has not adopted a fund balance spend-down policy regarding the order in which fund balance will be utilized. When a policy does not specify the spend-down policy, GASB Statement No. 54 indicates that restricted funds would be spent first, followed by committed funds, and then assigned funds. Unassigned funds would be spent last.

Government-Wide and Proprietary Fund Statements
Equity is classified as net position and displayed in three components:

- **Net investment in capital assets.** Amount of capital assets, net of accumulated depreciation, and capital related deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and any capital related deferred inflows of resources.
- **Restricted net position.** Amount of net position that is subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- **Unrestricted net position.** Net position that is neither classified as restricted nor as net investment in capital assets.

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

F. PRIOR YEAR INFORMATION
Comparative amounts for the prior year have been presented in the basic financial statements to provide an understanding of changes in the Town's financial position and operations. The comparative amounts may be summarized in total and not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended December 31, 2017, from which the summarized information was derived.

G. RECLASSIFICATIONS
Certain amounts in the prior year financial statements have been reclassified to conform with the presentation in the current year financial statements with no change in previously reported net position, changes in net position, fund balance or changes in fund balance.

NOTE 2: STEWARDSHIP AND COMPLIANCE

A. BUDGETS AND BUDGETARY ACCOUNTING

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

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

The Town did not have any material violation of legal or contractual provisions for the fiscal year ended December 31, 2018.

B. DEFICIT FUND EQUITY

The following fund had a deficit fund balance as of December 31, 2018:

Fund	Deficit Fund Balance
TIF District No. 1	$ 112,127

The Town anticipates future tax increments will finance the deficit of TIF District No. 1.

C. PROPERTY TAX LEVY LIMIT

Wisconsin state statutes provide for a limit on the property tax levies for all Wisconsin cities, villages, towns and counties. For the 2017 and 2018 budget years, Wisconsin Statutes limit the increase in the maximum allowable tax levy to the change in the Town's January 1 equalized value as a result of net new construction. The actual limit for the Town for the 2018 budget was 2.06%. The actual limit for the Town for the 2019 budget was 0.742%. Debt service for debt authorized after July 1, 2005 is exempt from the levy limit. In addition, Wisconsin statutes allow the limit to be adjusted for the increase in debt service authorized prior to July 1, 2005 and in certain other situations.

NOTE 3: DETAILED NOTES ON ALL FUNDS

A. CASH AND INVESTMENTS

The Town maintains various cash and investment accounts, including pooled funds that are available for use by all funds. Each fund's portion of these accounts is displayed on the financial statements as "Cash and investments".

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

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

The carrying amount of the Town's cash and investments totaled $20,035,734 on December 31, 2018, as summarized below:

Deposits with financial institutions	$ 19,907,770
Investments	127,964
	$ 20,035,734

Reconciliation to the basic financial statements:

Government-wide Statement of Net Position	
Cash and investments	$ 17,014,158
Restricted cash and investments	3,021,576
	$ 20,035,734

Fair Value Measurements

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs. The Town has the following fair value measurements as of December 31, 2018:

	Fair Value Measurements Using:		
	Level 1	Level 2	Level 3
Investments			
Negotiable certificates of deposit	$ -	$ 2,050,136	$ -
Money market mutual funds	27,622	-	-
Federal National Mortgage Association	-	100,342	-
	$ 27,622	$ 2,150,478	$ -

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

Custodial Credit Risk

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

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

As of December 31, 2018, $15,604,445 of the Town's deposits with financial institutions were in excess of federal and state depository insurance limits. No amounts were collateralized.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Wisconsin statutes limit investment in securities to the top two ratings assigned by nationally recognized statistical rating organizations. Presented below is the actual rating as of the year-end for each investment type.

Investment Type	Amount	Exempt from Disclosure	AAA	AA+	Not Rated
Federal National Mortgage Association	$ 100,342	$ -	$ -	$ 100,342	$ -
Money market mutual funds	27,622	-	-	-	27,622
Negotiable certificates of deposit	2,050,136	-	-	-	2,050,136
Totals	$ 2,178,100	$ -	$ -	$ 100,342	$ 2,077,758

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Information about the sensitivity o f the fair values of the Town's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the Town's investments by maturity:

		Remaining Maturity (in Months)			
Investment Type	Amount	12 Months or Less	13 to 24 Months	25 to 60 Months	More Than 60 Months
Federal National Mortgage Association	$ 100,342	$ 100,342	$ -	$ -	$ -
Money market mutual funds	27,622	27,622	-	-	-
Negotiable certificates of deposit	2,050,136	762,309	1,287,827	-	-
Totals	$ 2,178,100	$ 890,273	$ 1,287,827	$ -	$ -

B. RECEIVABLES

The Town of Greenville Sanitary District No. 1 reported a total of $1,583,089 of special assessments receivable at December 31, 2018. Of this amount, $1,551,736 is deferred and collectible upon development or sale of the property. The balance of $31,353 represents installment special assessments receivable due over the next nine years with varying interest.

C. RESTRICTED ASSETS

Restricted assets on December 31, 2018 totaled $3,021,576 and consisted of cash and investments held for the following purposes:

Funds	Amount	Purpose
General		
Urban forestry grant	$ 49,440	To account for grant funds to be used for tree planting
Street trees	22,061	To account for impact fees collected to be used for the purchase of street trees
Capital Projects		
Capital expenditures	1,902,927	To account for unused debt proceeds to fund future capital expenditures
Debt Service		
Debt retirement	112,056	To account for tax levy and special assessments to be used for debt retirement
Enterprise Fund		
Water utility - impact fees	935,092	To account for impact fees collected and held by the Water Utility to finance system improvements
Total	$ 3,021,576	

D. LOAN RECEIVABLE

The Town entered into an agreement in March 9, 2018 with the Greenville Lions Project Vision, Inc. to grade and install infrastructure for phase I expansion at the Greenville Lions Park. Greenville Lions Project Vision, Inc. plans to fund all improvements for the project, which are estimated at $370,000. Greenville Lions Project Vision requested a $200,000 advance from the Town to begin construction on the project. The advance is to be paid in five equal installments of $40,000 on January 31 each year at the same interest rate charged to the Town for any borrowed funds for the advance or 1% interest if cash on hand is used. On December 31, 2018, the balance of the loan receivable was $200,000.

E. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2018 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, nondepreciable:				
Land	$ 1,240,580	$ -	$ -	$ 1,240,580
Construction in progress	92,007	432,016	-	524,023
Total capital assets, nondepreciable	1,332,587	432,016	-	1,764,603
Capital assets, depreciable:				
Buildings	2,896,351	-	-	2,896,351
Machinery and equipment	959,073	290,868	-	1,249,941
Vehicles	1,647,863	242,633	100,300	1,790,196
Infrastructure	4,905,019	697,478	-	5,602,497
Subtotals	10,408,306	1,230,979	100,300	11,538,985
Less accumulated depreciation for:				
Buildings	1,297,461	59,537	-	1,356,998
Machinery and equipment	460,390	84,087	-	544,477
Vehicles	855,720	85,754	64,192	877,282
Infrastructure	688,086	173,667	-	861,753
Subtotals	3,301,657	403,045	64,192	3,640,510
Total capital assets, depreciable, net	7,106,649	827,934	36,108	7,898,475
Governmental activities capital assets, net	$ 8,439,236	$ 1,259,950	$ 36,108	9,663,078
Less: Capital related debt				3,252,245
Less: Debt premium				80,408
Net investment in capital assets				$ 6,330,425

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type activities:				
Capital assets, nondepreciable:				
Land	$ 785,165	$ -	$ -	$ 785,165
Construction in progress	120,368	1,322,744	-	1,443,112
Total capital assets, nondepreciable	905,533	1,322,744	-	2,228,277
Capital assets, depreciable:				
Buildings	2,456,531	-	-	2,456,531
Machinery and equipment	6,156,915	87,466	19,913	6,224,468
Infrastructure	38,426,626	1,390,134	-	39,816,760
Subtotals	47,040,072	1,477,600	19,913	48,497,759
Less accumulated depreciation for:				
Water utility	7,192,166	571,528	16,000	7,747,694
Sewer utility	7,707,459	450,393	-	8,157,852
Stormwater utility	598,035	68,050	3,913	662,172
Subtotals	15,497,660	1,089,971	19,913	16,567,718
Total capital assets, depreciable, net	31,542,412	387,629	-	31,930,041
Governmental activities capital assets, net	$ 32,447,945	$ 1,710,373	$ -	34,158,318
Less: Capital related debt				2,653,389
Net investment in capital assets				$ 31,504,929

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

Governmental activities	
General government	$ 14,600
Public safety	94,340
Public works	228,571
Culture and recreation	65,534
Total depreciation expense - governmental activities	$ 403,045
Business-type activities	
Water utility	$ 549,491
Sewer utility	472,430
Stormwater utility	68,050
Total depreciation expense - business-type activities	$ 1,089,971

F. INTERFUND RECEIVABLE, PAYABLES, AND TRANSFERS

Interfund receivables and payables between individual funds of the Town, as reported in the fund financial statements, as of December 31, 2018 are detailed below:

	Interfund Receivables	Interfund Payables
Long term advances to finance operating cash deficits		
Governmental Funds		
General	$ 68,402	$ -
TIF District No. 1	-	68,402
Totals	$ 68,402	$ 68,402

TIF District No. 1 plans to repay the general fund with future tax increments. TIF District No. 1 was created in December 2016 and has not generated any increments as of December 31, 2018.

G. LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term obligations of the Town for the year ended December 31, 2018:

	Beginning Balance	Issued	Retired	Ending Balance	Due Within One Year
Governmental activities:					
General obligation debt					
Notes	$3,714,999	$2,060,000	$ 723,513	$5,051,486	$ 626,790
Debt premium	90,252	-	9,844	80,408	-
Governmental activities Long-term obligations	$3,805,251	$2,060,000	$ 733,357	$5,131,894	$ 626,790
Business-type activities:					
General obligation debt					
Notes	$2,991,410	$ -	$ 338,021	$2,653,389	$ 365,744

Total interest paid during the year on long-term debt totaled $154,590.

General Obligation Debt

General obligation debt currently outstanding is detailed as follows:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/17
General obligation notes	1/28/05	5/1/23	2.37%	$ 274,503	$ 84,432
General obligation notes	4/27/05	5/1/24	2.37%	1,550,200	565,668
General obligation notes	3/22/06	5/1/25	2.37%	2,739,721	1,159,351
General obligation notes	1/27/10	5/1/29	2.67%	1,167,939	748,372
General obligation notes	2/8/12	2/1/20	2.00%	1,170,000	355,000
General obligation notes	1/18/13	1/18/23	2.70%	338,804	127,052
General obligation notes	2/2/16	4/1/25	2.00%	1,425,000	1,225,000
General obligation notes	4/6/17	4/1/27	2.25%-3.00%	1,545,000	1,380,000
General obligation notes	9/6/18	4/1/28	1.85%-2.85%	2,060,000	2,060,000
Total outstanding general obligation debt					$ 7,704,875

Annual principal and interest maturities of the outstanding general obligation debt of $7,704,875 on December 31, 2018 are detailed below:

Year Ended	Governmental Activities		Business-type Activities		Totals	
December 31,	Principal	Interest	Principal	Interest	Principal	Interest
2019	$ 626,790	$ 116,619	$ 365,744	$ 60,342	$ 992,534	$ 176,961
2020	645,444	100,076	374,806	51,578	1,020,250	151,654
2021	538,900	87,404	334,253	43,094	873,153	130,498
2022	545,352	75,200	342,348	34,900	887,700	110,100
2023	525,000	62,620	350,639	26,508	875,639	89,128
2024	575,000	49,749	341,030	18,127	916,030	67,876
2025 - 2029	1,595,000	74,519	544,569	26,068	2,139,569	100,587
	$ 5,051,486	$ 566,187	$ 2,653,389	$ 260,617	$ 7,704,875	$ 826,804

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

Legal Margin for New Debt

The Town's legal margin for creation of additional general obligation debt on December 31, 2018 was $61,215,300 as follows:

Equalized valuation of the Town		$1,323,094,600
Statutory limitation percentage		(x) 5%
General obligation debt limitation, per Section 67.03 of the Wisconsin Statutes		66,154,730
Total outstanding general obligation debt applicable to debt limitation	$ 5,051,486	
Less: Amounts available for financing general obligation debt		
Debt service fund	112,056	
Net outstanding general obligation debt applicable to debt limitation		4,939,430
Legal margin for new debt		$ 61,215,300

In addition, in accordance with Wisconsin Statutes, the Town of Greenville Sanitary District No. 1 has a 5% of equalized valuation statutory debt limitation. On December 31, 2018, the legal margin for creation of additional general obligation debt for the Town of Greenville Sanitary District No. 1 was $30,262,581 as follows:

Equalized valuation of Sanitary District No. 1	$ 656,408,074
Statutory limitation percentage	(x) 5%
General obligation debt limitation, per Section 67.03 of the Wisconsin Statutes	32,820,404
Net outstanding general obligation debt applicable to debt limitation	2,653,389
Legal margin for new debt	$ 30,167,015

H. PENSION PLAN

1. Plan Description

The WRS is a cost-sharing, multiple-employer, defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 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 Comprehensive Annual Financial Report (CAFR), which can be found at http://etf.wi.gov/publications/cafr.htm.

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.

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

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

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

The WRS also provides death and disability benefits for employees.

2. Post-Retirement Adjustments

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

Year	Core Fund Adjustment	Variable Fund Adjustment
2007	3%	10%
2008	6.6	0
2009	(2.1)	(42)
2010	(1.3)	22
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5)
2017	2.0	4

3. Contributions

Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, 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 year ending December 31, 2018, the WRS recognized $127,338 in contributions from the Town.

Contribution rates for the reporting period are:

Employee Category	Employee	Employer
General (including teachers, executives and elected officials)	6.8%	6.8%
Protective with Social Security	6.8%	10.6%
Protective without Social Security	6.8%	14.9%

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

At December 31, 2018, the Town reported an asset of $319,217 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2017, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2016 rolled forward to December 31, 2017. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Town's proportion of the net pension asset was based on the Town's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2017, the Town's proportion was .01075127%, which was an increase of .00067225% from its proportion measured as of December 31, 2016.

For the year ended December 31, 2018, the Town recognized pension expense of $130,153.

At December 31, 2018, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 405,573	$ 189,714
Net differences between projected and actual earnings on pension plan investments	-	438,735
Changes in assumptions	63,071	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	17,914
Employer contributions subsequent to the measurement date	127,338	-
Total	$ 595,982	$ 646,363

$127,338 reported as deferred outflows related to pension resulting from the Town's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31,	Expense
2019	$ 26,224
2020	(8,796)
2021	(112,385)
2022	(83,522)
2023	760
Total	$ (177,719)

5. Actuarial Assumptions

The total pension liability in the December 31, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date:	December 31, 2016
Measurement date of net pension liability (asset):	December 31, 2017
Actuarial cost method:	Entry Age
Asset valuation method:	Fair Market Value
Long-term expected rate of return:	7.2%
Discount rate:	7.2%
Salary increases:	
Inflation	3.2%
Seniority/Merit	0.2% - 5.6%
Mortality	Wisconsin 2012 Mortality Table
Post-retirement adjustments*	2.1%

* *No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 2.1% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.*

Actuarial assumptions are based upon an experience study conducted in 2016 using experience from 2012 - 2014. The total pension liability for December 31, 2017 is based upon a roll-forward of the liability calculated from the December 31, 2016 actuarial valuation.

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 %
Core Fund Asset Class			
Global equities	50%	8.2%	5.3%
Fixed income	24.5%	4.2%	1.4%
Inflation sensitive assets	15.5%	3.8%	1.0%
Real estate	8%	6.5%	3.6%
Private equity/debt	8%	9.4%	6.5%
Multi-asset	4%	6.5%	3.6%
Total Core Fund	110%	7.3%	4.4%
Variable Fund Asset Class			
U.S. equities	70%	7.5%	4.6%
International equities	30%	7.8%	4.9%
Total Variable Fund	100%	7.9%	5.0%

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.75%

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

Single Discount Rate. A single discount rate of 7.20% was used to measure the total pension asset. This single discount rate was based on the expected rate of return on pension plan investments of 7.20% and a long-term bond rate of 3.31%. Because of the unique structure of WRS, the 7.20% expected rate of return implies that a dividend of approximately 2.1% 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 members 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 long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset.

Sensitivity of the Town's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the Town's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.2 percent, as well as what the Town'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 (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate:

	1% Decrease to Discount Rate (6.20%)	Current Discount Rate (7.20%)	1% Increase to Discount Rate (8.20%)
Town's proportionate share of the net pension liability (asset)	$ 825,925	$ (319,217)	$ (1,189,562)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at http://etf.wi.gov/publications/cafr.htm.

6. Payables to the Pension Plan

At December 31, 2018, the Town reported a payable of $0 for the outstanding amount of contributions to the pension plan for the year ended December 31, 2018.

I. OTHER POSTEMPLOYMENT BENEFITS

The Town has adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* for the year ended December 31, 2018. This statement revised and established new financial reporting requirements for governments that provide their employees with postemployment benefits. Financial statements for the year ended December 31, 2017 have not been restated.

The cumulative effect of this change was to decrease the December 31, 2017 net position by $76,129 for the actuarially determined balance.

Plan Description

The LRLIF is a cost-sharing, multiple-employer defined benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides postemployment life insurance benefits for all eligible employees.

OPEB Plan Fiduciary Net Positon

ETF issues a standalone Comprehensive Annual Financial Report (CAFR), which can be found at http://etf.wi.gov/publications/cafr.htm.

Benefits Provided

The LRLIF plan provides fully paid up life insurance benefits for post-age 64 retired employees and pre-65 retirees who pay for their coverage.

Contributions

The Group Insurance Board approves contribution rates annually, based on recommendations from the insurance carrier. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions. A portion of employer contributions made during a member's working lifetime funds a post-retirement benefit.

Employers are required to pay the following contributions based on employee contributions for active members to provide them with Basic Coverage after age 65. There are no employer contributions required for pre-age 65 annuitant coverage. If a member retires prior to age 65, they must continue paying the employee premiums until age 65 in order to be eligible for the benefit after age 65.

Contribution rates as of December 31, 2018 are:

Coverage Type	Employer Contribution
50% Post-retirement coverage	40% of employee contribution
25% Post-retirement coverage	20% of employee contribution

Employee contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating employees must pay monthly contribution rates per $1,000 of coverage until the age of 65 (age 70 if active). The employee contribution rates in effect for the year ended December 31, 2017 are listed below:

Life Insurance
Employee Contribution Rates
For the Year Ended December 31, 2017

Attained Age	Basic
Under 30	$0.05
30 - 34	0.06
35 - 39	0.07
40 - 44	0.08
45 - 49	0.12
50 - 54	0.22
55 - 59	0.39
60 - 64	0.49
65 - 69	0.57

During the reporting period, the LRLIF recognized $592 in contributions from the employer.

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

At December 31, 2018, the Town reported a liability of $97,156 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of December 31, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2016 rolled forward to December 31, 2017. No material changes in assumptions or benefits terms occurred between the actuarial valuation date and the measurement date. The Town's proportion of the net OPEB liability was based on the Town's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2017, the Village's proportion was .032293%, which was an increase of .000937% from its proportion measured as of December 31, 2016.

For the year ended December 31, 2018, the Town recognized OPEB expense of $10,582.

At December 31, 2018, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 1,370
Net differences between projected and actual earnings on OPEB plan investments	1,120	-
Changes in assumptions	9,388	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,973	-
Employer contributions subsequent to the measurement date	-	-
Total	$ 12,481	$ 1,370

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

Year Ended December 30,	Expense
2019	$ 1,810
2020	1,810
2021	1,810
2022	1,808
2023	1,530
Thereafter	2,343
Total	$ 11,111

Actuarial assumptions. The total OPEB liability in the January 1, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial valuation date:	January 1, 2017
Measurement date of net OPEB liability (asset):	December 31, 2017
Actuarial cost method:	Entry age normal
20 year tax-exempt municipal bond yield:	3.44%
Long-term expected rate of return:	5.00%
Discount rate:	3.63%
Salary increases:	
Inflation	3.20%
Seniority/Merit	0.2% - 5.6%
Mortality:	Wisconsin 2012 Mortality Table

Long-term expected return on plan assets. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Investments for the LRLIF are held with Securian, the insurance carrier. Interest is calculated and credited to the LRLIF based on the rate of return for a segment of the insurance carriers' general fund, specifically 10-year A- Bonds (as a proxy, and not tied to any specific investments). The overall aggregate interest rate is calculated using a tiered approach based on the year the funds were originally invested and the rate of return for that year. Investment interest is credited based on the aggregate rate of return and assets are not adjusted to fair market value. Furthermore, the insurance carrier guarantees the principal amounts of the reserves, including all interest previously credited thereto.

Asset Class	Index	Target Allocation	Long-term Expected Geometric Real Rate of Return %
U.S. Government Bonds	Barclays Government	1%	1.13%
U.S. Credit Bonds	Barclays Credit	65%	2.61%
U.S. Long Credit Bonds	Barclays Long Credit	3%	3.08%
U.S. Mortgages	Barclays MBS	31%	2.19%
Inflation			2.30%
Long-term expected rate of return			5.00%

Single discount rate. A single discount rate of 3.63% was used to measure the total OPEB liability. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan's fiduciary net position is projected to be insufficient.

Sensitivity of the Town's proportionate share of net OPEB liability (asset) to changes in the discount rate. The following presents the Town's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 3.63%, as well as what the Town's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2.63%) or 1-percentage-point higher (4.63%) than the current rate:

	1% Decrease to Discount Rate (2.63%)	Current Discount Rate (3.63%)	1% Increase to Discount Rate (4.63%)
Town's proportionate share of the net OPEB liability	$ 137,318	$ 97,156	$ 66,336

OPEB plan fiduciary net position. Detailed information about the OPEB plan's fiduciary net position is available in separately issued financial statements available at http://etf.wi.gov/publications/cafr.htm.

Payable to the OPEB Plan

At December 31, 2018, the Town reported a payable of $0 for the outstanding amount of contribution to the Plan required for the year ended December 31, 2018.

J. FUND EQUITY

Nonspendable Fund Balance

In the fund financial statements, portions of the governmental fund balances are amounts that cannot be spent because they are either 1) not in spendable form or 2) legally or contractually required to be maintained intact. At December 31, 2018, nonspendable fund balance was as follows:

General Fund	
Nonspendable	
Delinquent taxes	$ 22,681
Advance to other funds	68,402
Total General Fund Nonspendable Fund Balance	91,083
Capital Project Funds	
Nonspendable	
Loans receivable	200,000
Total nonspendable fund balance	$ 291,083

Restricted Fund Balance

In the fund financial statements, portions of governmental fund balances are not available for appropriation or are legally restricted for use for a specific purpose. At December 31, 2018, restricted fund balance was as follows:

General Fund	
Restricted for	
Street trees	$ 22,061
Urban forestry grant	49,440
Total General Fund Restricted Fund Balance	71,501
Debt Service Fund	
Restricted for	
Debt retirement	112,056
Capital Improvements Fund	
Restricted for	
Capital expenditures	1,799,241
Total restricted fund balance	$ 1,982,798

Committed Fund Balance

In the fund financial statements, portions of government fund balances are committed by Town Board action. At December 31, 2018, General Fund balance was committed as follows:

Special Revenue Funds	
Committed for	
Building inspection expenditures	$ 131,845
Park expenditures	27
Total committed fund balance	$ 131,872

Assigned Fund Balance

Portions of governmental fund balances have been assigned to represent tentative management plans that are subject to change. At December 31, 2018, fund balance was assigned as follows:

General Fund	
Assigned for fire department expenditures	$ 10,761
Assigned for public works equipment	71,445
Assigned for town hall improvements	15,008
Assigned for snow plowing	128,632
Assigned for park improvements	2,305
Assigned for subsequent year's budget	240,000
Total	$ 468,151

Minimum General Fund Balance Policy

The Town has also adopted a minimum fund balance policy of 25% of the current year total budget, less capital outlay and debt service. The minimum fund balance is maintained for cash flow and working capital purposes. The minimum fund balance amount is calculated as follows:

2018 General fund budgeted operating expenditures	$ 3,466,704
Minimum Fund Balance %	(x) 25%
Minimum Fund Balance Amount	$ 866,676

The Town's unassigned general fund balance of $1,036,179 is above the minimum fund balance amount.

Net Position

The Town reports restricted net position at December 31, 2018 as follows:

Governmental Activities	
Restricted for	
Street trees	$ 22,061
Urban forestry grant	49,440
Debt retirement	112,056
Net pension asset	194,319
Total Governmental Activities Restricted Net Position	377,876
Business-type Activities	
Restricted for	
Net pension asset	124,898
Impact fees	935,092
Total Business-type Activities Restricted Net Position	1,059,990
Total restricted net position	$ 1,437,866

NOTE 4: OTHER INFORMATION

A. TAX INCREMENTAL FINANCING DISTRICTS

The Town has established a separate capital projects fund for Tax Incremental District (TID) No. 1 which was created by the Town in accordance with Section 66.1105 of the Wisconsin Statutes. At the time the District was created, the property tax base within the District was "frozen" and increment taxes resulting from increases to the property tax base are used to finance District improvements, including principal and interest on long-term debt issued by the Town to finance such improvements. The Statutes allow eligible project costs to be incurred up to five years prior to the maximum termination date. The Town's District is still eligible to incur project costs. The District had $112,127 of unreimbursed project costs at December 31, 2018. The intent of the Town is to recover the unreimbursed amounts from future TID future increments. Unless terminated by the Town prior thereto, the TID has a statutory termination year of 2037.

B. RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the government carries commercial insurance. The Town completes an annual review of its insurance coverage to ensure adequate coverage.

C. CONTINGENCIES

The Town is involved in an enforcement action brought by the Wisconsin Department of Natural Resources and Outagamie County for illegal dredging work performed by the Town. The Town is likely to pay forfeitures for its alleged participation in this project. The matter is not currently, or likely to be litigated. The amount of the forfeiture, if any, cannot be determined at this time.

D. CHANGE IN REPORTING ENTITY

The Town has changed its reporting entity to include Greenville Sanitary District No. 1 and Greenville Sanitary District No.2 as blended component units of the Town. The change was made as, although the Districts are legally separate from the Town, the Town Board is serving as the governing body of the Districts. The effect of the change was to increase the net position of the business-type activities by $35,588,577 as of January 1, 2018.

E. SUBSEQUENT EVENTS

1. On February 5, 2019, the Town Board approved the submittal in support of the incorporation of the Village of Greenville, Wisconsin and approved the Town file the proper fee to the Incorporation Review Board.
2. On April 8, 2019, the Town approved Resolution 2019-001 authorizing the issuance of $6,750,000 State Trust Fund loans for the purpose of financing a public safety building. The loan is to be repaid in two years with interest at 4.0%.

F. UPCOMING ACCOUNTING PRONOUNCEMENTS

In January 2017, the GASB issued Statement No. 84, Fiduciary Activities. The statement establishes criteria for identifying fiduciary activities and addresses financial reporting for these activities. This statement is effective for reporting periods beginning after December 15, 2018. The Town is currently evaluating the impact this standard will have on the financial statements when adopted.

REQUIRED SUPPLEMENTARY INFORMATION

Town of Greenville
Outagamie County, Wisconsin

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
WISCONSIN RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

Plan Year Ending	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll (plan year)	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
12/31/14	0.00924390%	$ (227,055)	$ 1,273,897	17.82%	102.74%
12/31/15	0.00952669%	154,807	1,288,194	12.02%	98.20%
12/31/16	0.01007902%	83,076	1,447,232	5.74%	99.12%
12/31/17	0.01075127%	(319,217)	1,597,813	19.98%	102.93%

SCHEDULE OF CONTRIBUTIONS
WISCONSIN RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

Fiscal Year Ending	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll (fiscal year)	Contributions as a Percentage of Covered Payroll
12/31/15	$ 93,971	$ 93,971	$ -	$ 1,288,194	7.29%
12/31/16	102,408	102,408	-	1,447,232	7.08%
12/31/17	118,632	118,632	-	1,597,813	7.42%
12/31/18	127,338	127,338		1,740,316	7.32%

See notes to required supplementary information.

Town of Greenville
Outagamie County, Wisconsin

SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)
LOCAL RETIREE LIFE INSURANCE FUND
LAST 10 FISCAL YEARS

Plan Fiscal Year Ending	Proportion of the Net OPEB Liability (Asset)	Proportionate Share of the Net OPEB Liability (Asset)	Covered-Employee Payroll (plan year)	Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of Covered-Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
12/31/17	0.03229300%	$ 97,156	$ 1,597,813	6.08%	44.81%

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

Fiscal Year Ending	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
12/31/18	$ 592	$ 592	$ -	$ 1,740,316	0.03%

See notes to required supplementary information.

Town of Greenville
Outagamie County, Wisconsin

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2018

A. GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENT NO. 75

The Town implemented GASB Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the fiscal year ended December 31, 2018. Information for prior years is not available.

B. WISCONSIN RETIREMENT SYSTEM

There were no changes of benefit terms for any participating employer in the WRS.

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

SUPPLEMENTARY INFORMATION

Town of Greenville
Outagamie County, Wisconsin

GENERAL FUND
DETAILED COMPARISON OF BUDGETED AND ACTUAL REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2017

	Budget			Variance Final Budget - Positive (Negative)	2017
	Original	Final	Actual		Actual
Taxes					
General property	$ 2,211,567	$ 2,211,567	$ 2,211,101	$ (466)	$ 2,035,076
Forest crop taxes	400	400	1,555	1,155	438
Use value penalty	1,000	1,000	19,586	18,586	10,715
Mobile home fees	10,000	10,000	11,259	1,259	9,886
Interest on taxes	-	-	1,711	1,711	-
Total taxes	2,222,967	2,222,967	2,245,212	22,245	2,056,115
Special assessments	10,000	10,000	590	(9,410)	3,783
Intergovernmental					
State					
State shared taxes	83,283	83,283	83,439	156	83,609
Fire insurance dues	52,500	52,500	54,677	2,177	52,971
Transportation	250,821	250,821	250,821	-	230,615
Exempt computer aid	35,000	35,000	34,698	(302)	34,195
Forest crop	-	-	96	96	1,294
Severance yield withdrawal	-	-	-	-	4,592
Payment in lieu of taxes	-	-	108	108	289
Other grants	-	-	7,065	7,065	-
Total intergovernmental	421,604	421,604	430,904	9,300	407,565
Regulation and Compliance					
Liquor and operators license	7,000	7,000	27,705	20,705	7,346
Zoning	10,000	10,000	30,165	20,165	12,660
Dog license	8,500	8,500	5,633	(2,867)	7,617
Cable TV franchise fees	77,000	77,000	72,801	(4,199)	76,320
Utility service permits	5,000	5,000	6,807	1,807	7,504
Miscellaneous licenses and permits	2,100	2,100	2,125	25	8,004
Parking violations and court fines	5,700	5,700	2,926	(2,774)	4,162
Total regulation and compliance	115,300	115,300	148,162	32,862	123,613
Public charges for services					
Garbage collection	436,500	436,500	442,500	6,000	438,886
Real estate inquiries	9,000	9,000	9,625	625	10,460
Street lighting	51,183	51,183	59,644	8,461	51,952
Tree collections	-	-	18,551	18,551	17,500
Recycling	2,500	2,500	8,449	5,949	6,906
Other	19,050	19,050	22,755	3,705	38,008
Total public charges for services	518,233	518,233	561,524	43,291	563,712
Miscellaneous					
Interest on investments	12,000	12,000	22,298	10,298	15,681
Rent of town property	85,100	85,100	85,343	243	82,376
Donations	1,500	1,500	5,777	4,277	29,048
Sale of town property	5,000	5,000	22,250	17,250	29,704
Miscellaneous	75,000	75,000	62,090	(12,910)	66,382
Total miscellaneous	178,600	178,600	197,758	19,158	223,191
Total revenues	$ 3,466,704	$ 3,466,704	$ 3,584,150	$ 117,446	$ 3,377,979

Town of Greenville
Outagamie County, Wisconsin

GENERAL FUND
DETAILED COMPARISON OF BUDGETED AND ACTUAL EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2017

	Budget			Variance Final Budget - Positive (Negative)	2017
	Original	Final	Actual		Actual
General Government					
Town board	$ 46,007	$ 46,007	$ 50,058	$ (4,051)	$ 45,007
Administrator	75,713	75,713	81,253	(5,540)	80,460
Clerk/Treasurer	242,886	242,886	253,455	(10,569)	254,226
Legal	38,000	38,000	84,922	(46,922)	41,605
Assessor	90,000	90,000	135,933	(45,933)	58,144
Receptionist	2,950	2,950	29,934	(26,984)	28,606
Uncollected taxes	-	-	374	(374)	-
Elections	40,000	40,000	27,411	12,589	33,949
Accounting/audit	7,500	7,500	10,452	(2,952)	9,300
Town hall maintenance	38,500	38,500	36,732	1,768	38,861
Workers compensation	35,000	35,000	26,843	8,157	31,269
Liability insurance	40,000	40,000	43,213	(3,213)	39,745
Other employee benefits	4,000	4,000	6,053	(2,053)	7,492
Total general government	660,556	660,556	786,633	(126,077)	668,664
Public Safety					
Constable	22,410	22,410	24,342	(1,932)	21,455
Community officer	37,815	37,815	37,680	135	49,446
Safety building maintenance	12,000	12,000	13,815	(1,815)	13,271
Safety building utilities	23,530	23,530	20,450	3,080	20,720
Fire department	403,079	403,079	377,674	25,405	364,036
First responders	59,458	59,458	43,864	15,594	39,557
Building inspection	-	-	42,390	(42,390)	56,991
Total public safety	558,292	558,292	560,215	(1,923)	565,476
Public Works					
Highway maintenance administration	130,043	130,043	120,060	9,983	110,612
Highway maintenance	455,392	455,392	198,872	256,520	615,052
Highway signs and markings	12,000	12,000	9,954	2,046	8,723
Maintenance building shop operations	174,151	174,151	125,835	48,316	128,800
Snow and ice removal	180,244	180,244	167,420	12,824	126,024
Vehicle and equipment maintenance	146,370	146,370	138,377	7,993	148,268
Street lighting	70,000	70,000	130,129	(60,129)	127,414
Storm water utility assessments	10,000	10,000	7,460	2,540	7,460
Yard waste	34,743	34,743	25,696	9,047	16,214
Recycling	-	-	-	-	150
Refuse removal	400,000	400,000	441,077	(41,077)	433,450
Mass transit	-	-	2,539	(2,539)	-
Total public works	1,612,943	1,612,943	1,367,419	245,524	1,722,167

Town of Greenville
Outagamie County, Wisconsin

GENERAL FUND
DETAILED COMPARISON OF BUDGETED AND ACTUAL EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2017

	Budget			Variance Final Budget - Positive	2017
	Original	Final	Actual	(Negative)	Actual
Culture and recreation					
Park commission	3,122	3,122	1,168	1,954	1,658
Park maintenance	359,740	359,740	370,070	(10,330)	339,749
Park equipment	40,271	40,271	37,115	3,156	31,507
Recreation programs	11,176	11,176	10,481	695	46,921
Total culture and recreation	414,309	414,309	418,834	(4,525)	419,835
Conservation and Development					
Planning and zoning	24,615	24,615	29,922	(5,307)	2,217
Economic development	133,914	133,914	65,373	68,541	42,947
Urban forestry	62,075	62,075	52,117	9,958	35,253
Street trees	-	-	20,838	(20,838)	34,147
Total conservation and development	220,604	220,604	168,250	52,354	114,564
Capital Outlay					
Park outlay	-	-	-	-	15,328
Total expenditures	$ 3,466,704	$ 3,466,704	$ 3,301,351	$ 165,353	$ 3,506,034

Town of Greenville
Outagamie County, Wisconsin

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2018
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2017

	Special Revenue		Capital Projects	Totals	
	Inspection	Parks	TIF District No. 1	2018	2017
ASSETS					
Cash and investments	$ 132,693	$ 27	$ -	$ 132,720	$ 114,621
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	$ 280	$ -	$ 43,725	$ 44,005	$ 6,561
Advance from other funds	-	-	68,402	68,402	50,374
Special deposits	568	-	-	568	-
Total liabilities	848	-	112,127	112,975	56,935
Fund balances					
Committed	131,845	27	-	131,872	114,451
Unassigned	-	-	(112,127)	(112,127)	(56,765)
Total fund balances	131,845	27	(112,127)	19,745	57,686
Total liabilities and fund balances	$ 132,693	$ 27	$ -	$ 132,720	$ 114,621

Town of Greenville
Outagamie County, Wisconsin

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2017

	Special Revenue		Capital Projects	Totals	
	Inspection	Parks	TIF District No. 1	2018	2017
REVENUES					
Regulation and compliance	$ 201,220	$ -	$ -	$ 201,220	$ 181,006
Miscellaneous	-	-	-	-	13
Total revenues	201,220	-	-	201,220	181,019
EXPENDITURES					
Current					
Public safety	183,799	-	-	183,799	186,290
Conservation and development	-	-	1,703	1,703	55,114
Capital outlay	-	-	53,659	53,659	-
Total expenditures	183,799	-	55,362	239,161	241,404
Net change in fund balances	17,421	-	(55,362)	(37,941)	(60,385)
Fund balances - January 1	114,424	27	(56,765)	57,686	118,071
Fund balances - December 31	$ 131,845	$ 27	$ (112,127)	$ 19,745	$ 57,686

ADDITIONAL INDEPENDENT AUDITORS' REPORT FOR BASIC FINANCIAL STATEMENTS

CliftonLarsonAllen LLP
CLAconnect.com

Independent auditors' report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with *Government Auditing Standards*

To the Town Board
Town of Greenville
Outagamie County, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Greenville, Outagamie County, Wisconsin, (the "Town") as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Town's financial statements, and have issued our report thereon which included an emphasis of matter paragraph as indicated on page 2 dated May 7, 2019.

INTERNAL CONTROL OVER FINANCIAL REPORTING

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Town's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and responses as item 2018-001 to be a material weakness.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and responses as items 2018-002 and 2018-003 to be significant deficiencies.

COMPLIANCE AND OTHER MATTERS

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

TOWN OF GREENVILLE, WISCONSIN'S RESPONSE TO FINDINGS

The Town's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. The Town's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

PURPOSE OF THIS REPORT

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

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Green Bay, Wisconsin
May 7, 2019

Town of Greenville
Outagamie County, Wisconsin

SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2018

SECTION I. INTERNAL CONTROL OVER FINANCIAL REPORTING

FINDING NO.	CONTROL DEFICIENCIES
2018-001	**Segregation of Duties** Repeat of Finding 2017-001
Condition:	The Town has a limited number of employees to essentially complete all financial and recordkeeping duties of the Town. Accordingly, this does not allow for a proper segregation of duties for internal control purposes.
Criteria:	Segregation of duties is an internal control intended to prevent or decrease the occurrence of errors or intentional fraud. Segregation of duties ensures that no single employee has control over all phases of a transaction.
Cause:	The lack of segregation of duties is due to the limited number of employees and the size of the Town's operations.
Effect:	Errors or intentional fraud could occur and not be detected timely by other employees in the normal course of their responsibilities as a result of the lack of segregation of duties.
Recommendation:	We recommend the Town Board continue to monitor the transactions and the financial records of the Town.
Management Response:	The Town has further segregated duties between the Town Treasurer, Accounting Clerk II/Deputy Treasurer and Accounting Clerk I/Utility Billing. The Treasurer will be primarily responsible for deposits, account reconciliation and investments. The Accounting Clerk II/Deputy Treasurer will be responsible for accounts receivables, accounts payables and payroll. The Accounting Clerk I / Utility Billing will be responsible for utility billing and utility cash receipting. The Deputy Clerk / Administrative Assistant will also perform limited cash receipting. Job descriptions were updated accordingly.

Town of Greenville
Outagamie County, Wisconsin

SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2018

FINDING NO.	CONTROL DEFICIENCIES
2018-002	**Preparation of Annual Financial Report** Repeat of Finding 2017-002
Condition:	Current Town staff maintain accounting records which reflect the Town's financial transactions; however, preparing the Town's annual financial report, including note disclosures, involves the selection and application of specific accounting principles which would require additional experience and knowledge. The Town contracts with us and our knowledge of applicable accounting principles, financial statement format, and note disclosures to assist in the preparation of the annual financial report in an efficient manner. For the same reasons, the Town contracts with us to compile the Wisconsin Municipal Report Form C.
Criteria:	The preparation and review of the annual financial report and the Municipal Financial Report by staff with expertise in financial reporting is an internal control intended to prevent, detect and correct a potential omission or misstatement in the financial statements or notes or other required State Financial reports.
Cause:	Town management has determined that the additional costs associated with training staff to become experienced in applicable accounting principles and note disclosures outweigh the derived benefits.
Effect:	Without our involvement, the Town may not be able to completely prepare an annual financial report in accordance with accounting principles generally accepted in the United States of America.
Recommendation:	We recommend the Town continue reviewing the annual financial report. While it may not be cost beneficial to train additional staff to completely prepare the report, a thorough review of this information by appropriate staff of the Town is necessary to obtain a complete and adequate understanding of the Town's annual financial report and, Municipal Financial Report.
Management Response:	The Town Treasurer has the background necessary to work with the auditors in preparing for the annual audit and will also be responsible for reviewing and understanding all annual financial reports.

Town of Greenville
Outagamie County, Wisconsin

SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2018

FINDING NO.	CONTROL DEFICIENCIES
2018-003	**Adjustments to the Town's Financial Records** Repeat of Finding 2017-003
Condition:	As part of our audit, we proposed adjusting journal entries that were material to the Town's financial statements.
Criteria:	Material adjusting journal entries proposed by the auditors are considered to be an internal control deficiency.
Cause:	While Town staff maintain financial records which accurately report revenues and expenditures throughout the year, preparing year-end adjusting and closing entries requires additional expertise that would entail additional training and staff time to develop.
Effect:	Year-end financial records prepared by the Town may contain material misstatements.
Recommendation:	We recommend the Town Treasurer continue to obtain additional training in order to prepare the adjusting and closing entries. We are available to assist the individual in obtaining the understanding to prepare these entries.
Management Response:	The Town Treasurer will continue to receive training to prepare the material journal entries.

SECTION II. COMPLIANCE AND OTHER MATTERS

There are no findings related to compliance and other matters that are required to be reported under governmental auditing standards generally accepted in the United States of America for the year ended December 31, 2018.