



City of Watertown

2024 Financial highlights

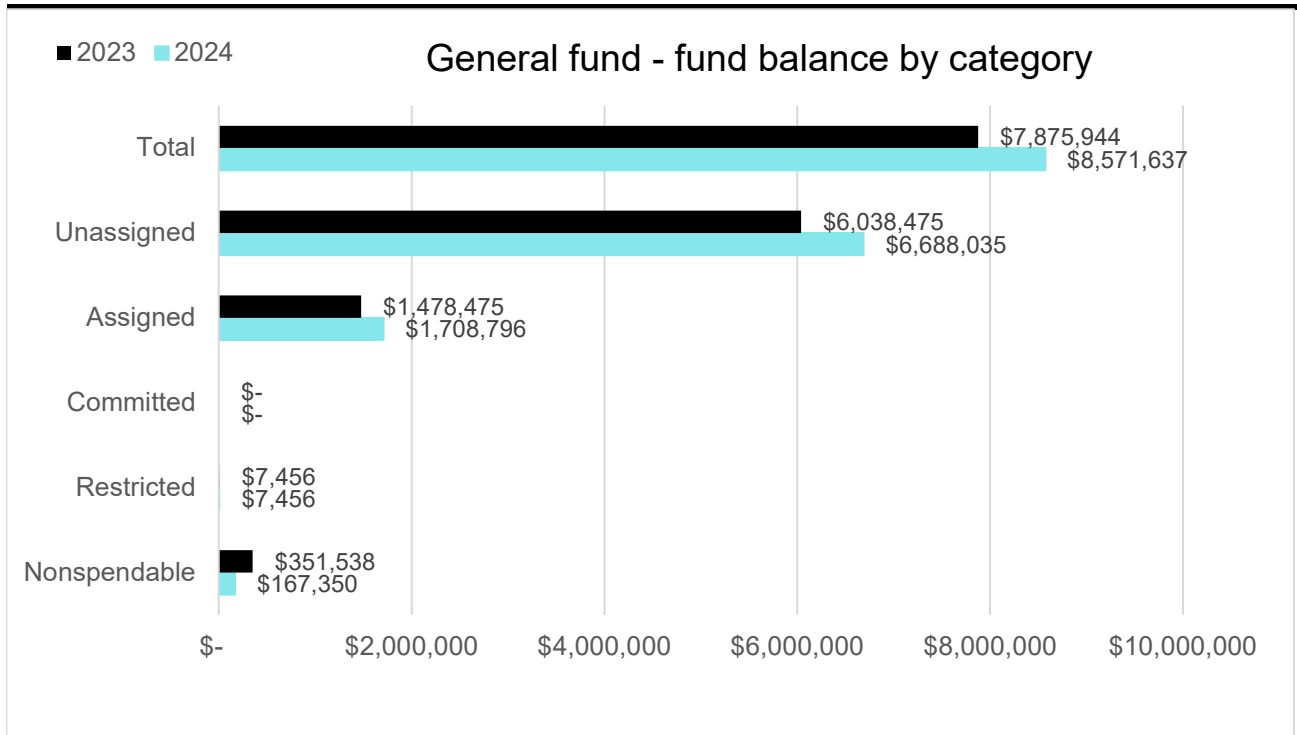
Presented
July 15, 2025

Client service team

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City of Watertown

General fund results



Summarized income statement

	Actual	Final budget	Variance
Revenues and other financing sources	\$ 20,389,786	\$ 19,656,202	\$ 733,584
Expenditures and other financing uses	19,694,093	20,402,933	708,840
Net change in fund balance	<u>\$ 695,693</u>	<u>\$ (746,731)</u>	<u>\$ 1,442,424</u>

Fund balance category definitions

Nonspendable - amounts cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained in tact.

Restricted - amounts that can be spent only for the specific purposes stipulated by an external source.

Committed - amounts constrained for specific purposes that are internally imposed through formal action of the governing body.

Assigned - spendable amounts that are intended to be used for specific purposes that are not considered restricted or committed.

Unassigned - residual amounts that have not been classified within other categories above.

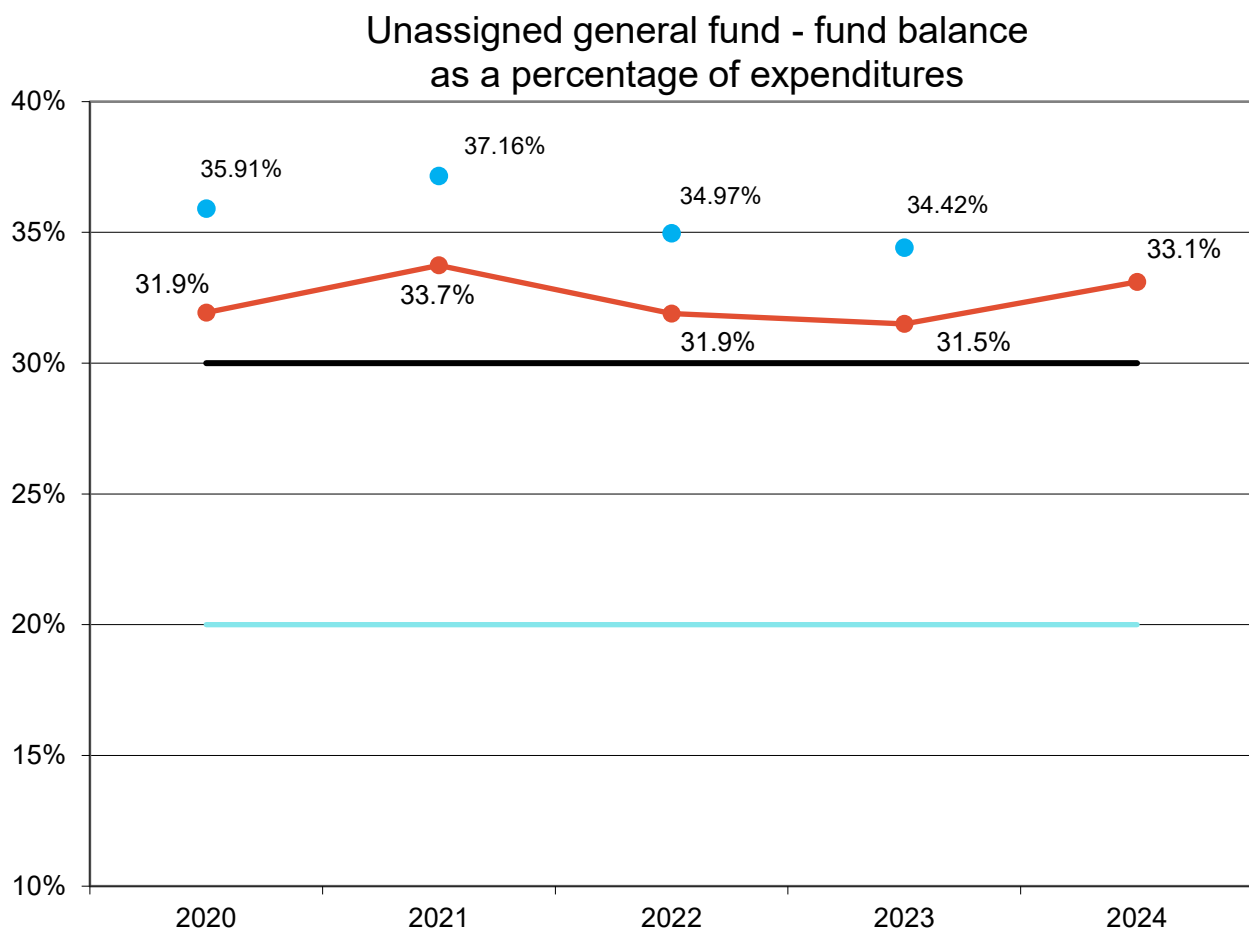
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General fund - fund balance trends

Fund balance policy:

To maintain a unassigned balance within a range of 20% to 30% of annual budgeted expenditures, with a targeted goal of 25%.

—●— General Fund Actual — Policy minimum — Policy maximum ● Reference - Median



Other reference values

GFOA recommends a minimum of no less than 2 months (16.7%) of general fund expenditures.

Median reference value generated from 2020 - 2023 Baker Tilly municipal client data for population range 17,500 to 30,000.

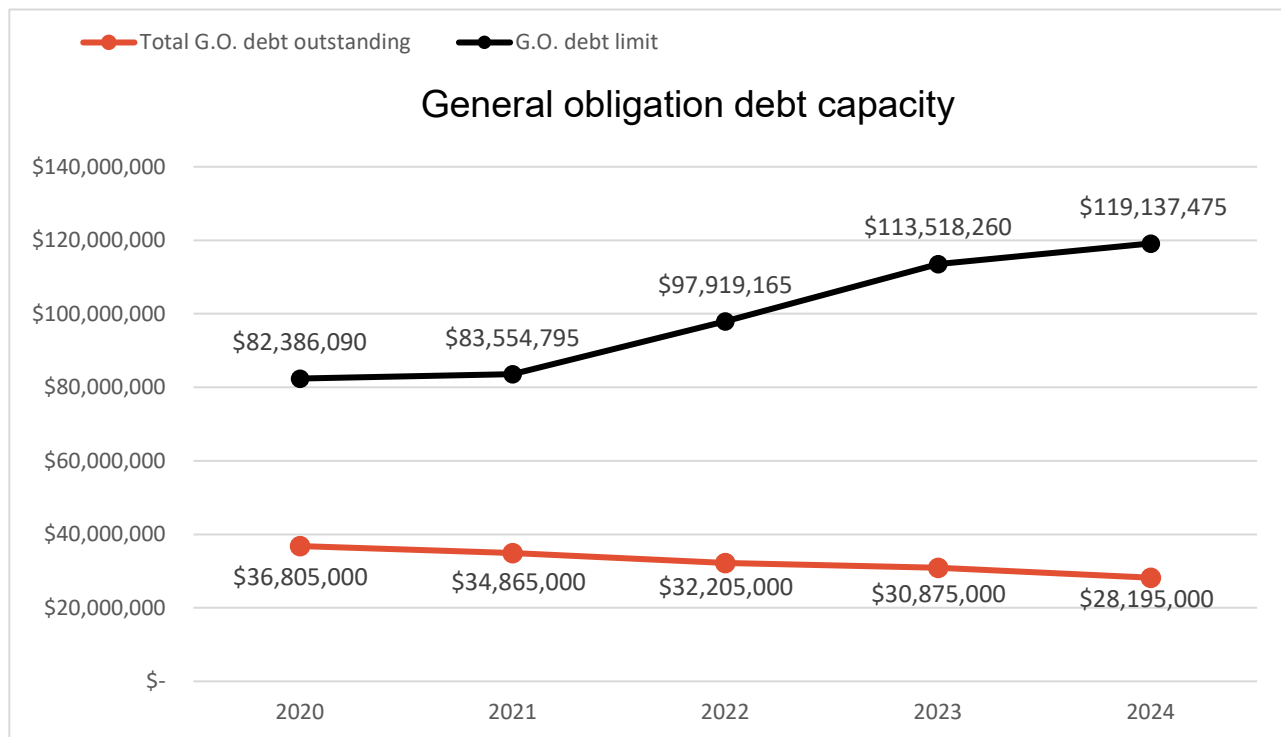
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General obligation debt

Debt management policy:

The City does not currently have a debt management policy.

Actual percentage of debt limit at 12/31/24: **24%**



Total debt outstanding by type at 12/31/2024

	General obligation	Revenue debt	Other (NANs)	Total
City	\$ 28,195,000	\$ -	\$ 14,630,000	\$ 42,825,000
Utility	-	8,539,261	-	8,539,261
Total	\$ 28,195,000	\$ 8,539,261	\$ 14,630,000	\$ 51,364,261

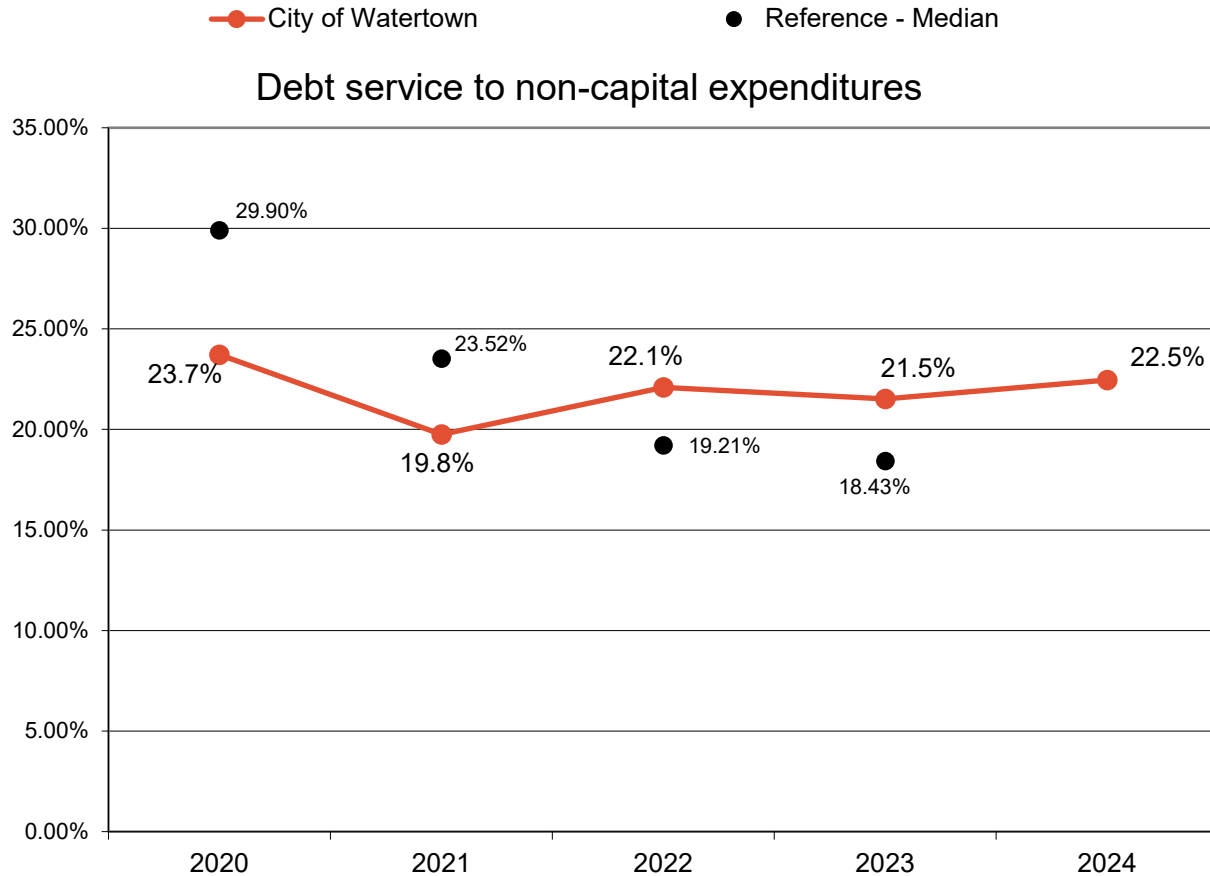
Comparative metrics available online through the Wisconsin Policy Forum.

<https://wispolicyforum.org/research/municipal-datatool-examining-and-comparing-wisconsin-cities-and-villages/>

Select "Debt" -- options for custom comparisons or comparisons by county

City of Watertown

Governmental funds - debt service



Current and prior year data

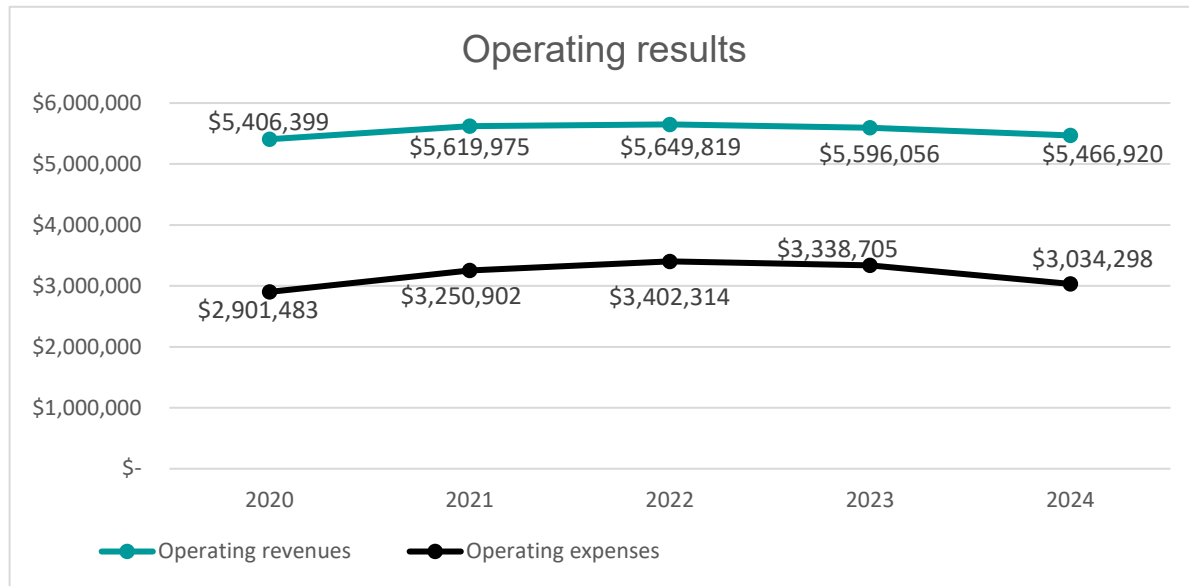
	2024	2023
Principal	\$ 5,800,000	\$ 5,180,000
Interest	1,077,542	1,008,688
Total	<u>\$ 6,877,542</u>	<u>\$ 6,188,688</u>
Non-capital expenditures	<u>\$ 30,631,409</u>	<u>\$ 28,766,048</u>

Other reference values

Median reference value generated from 2020 - 2023 Baker Tilly municipal client data for population range of 17,500 to 30,000.

Watertown Water Utility Operating Results

	<u>Current Year</u>	<u>Prior Year</u>
Actual Rate of Return	5.83%	5.62%
Authorized Rate of Return	5.75%	5.75%



Unrestricted Reserves

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Year end balance	\$ 4,745,529	\$ 5,111,977	\$ 5,280,841	\$ 5,751,246	\$ 6,050,474
Months on hand	10.53	10.92	11.22	12.33	13.28

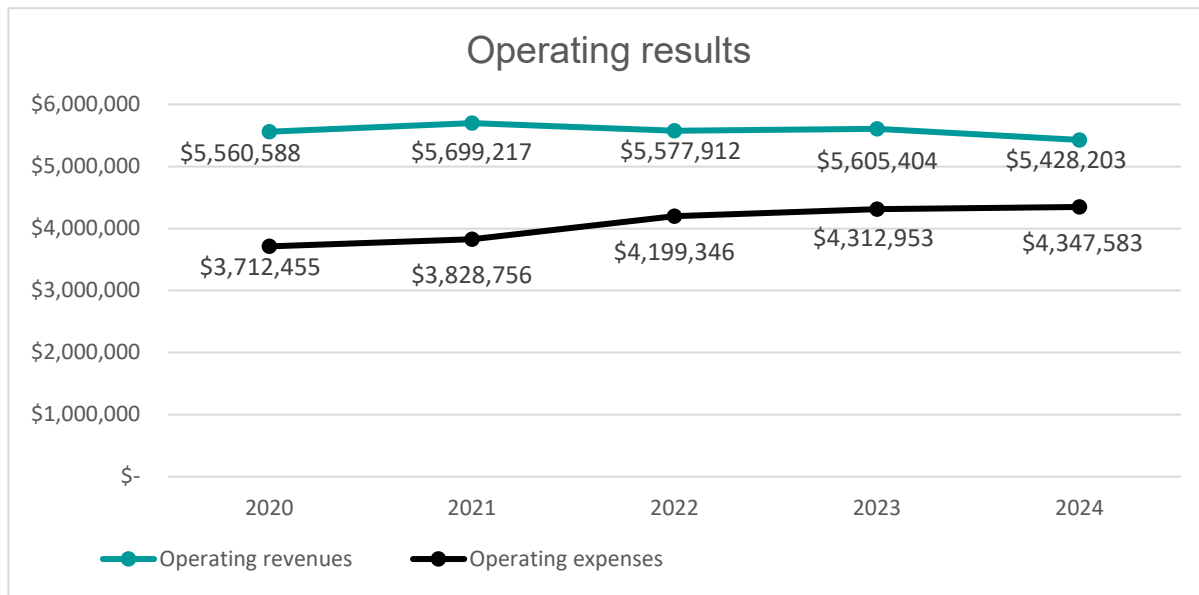
Debt Coverage

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Actual	2.94	2.80	9.04	4.31	4.64
Required	1.25	1.25	1.25	1.25	1.25

Investment in Capital



Watertown Sewer Utility Operating Results



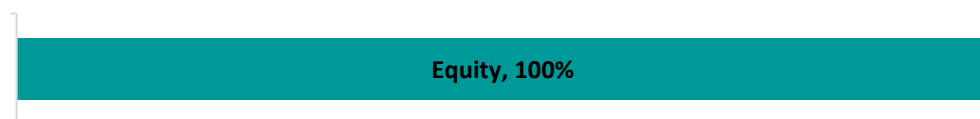
Unrestricted Reserves

	2020	2021	2022	2023	2024
Year end balance	\$ 3,581,462	\$ 3,899,159	\$ 5,147,039	\$ 7,148,607	\$ 8,749,581
Months on hand	7.73	8.21	11.07	15.30	19.34

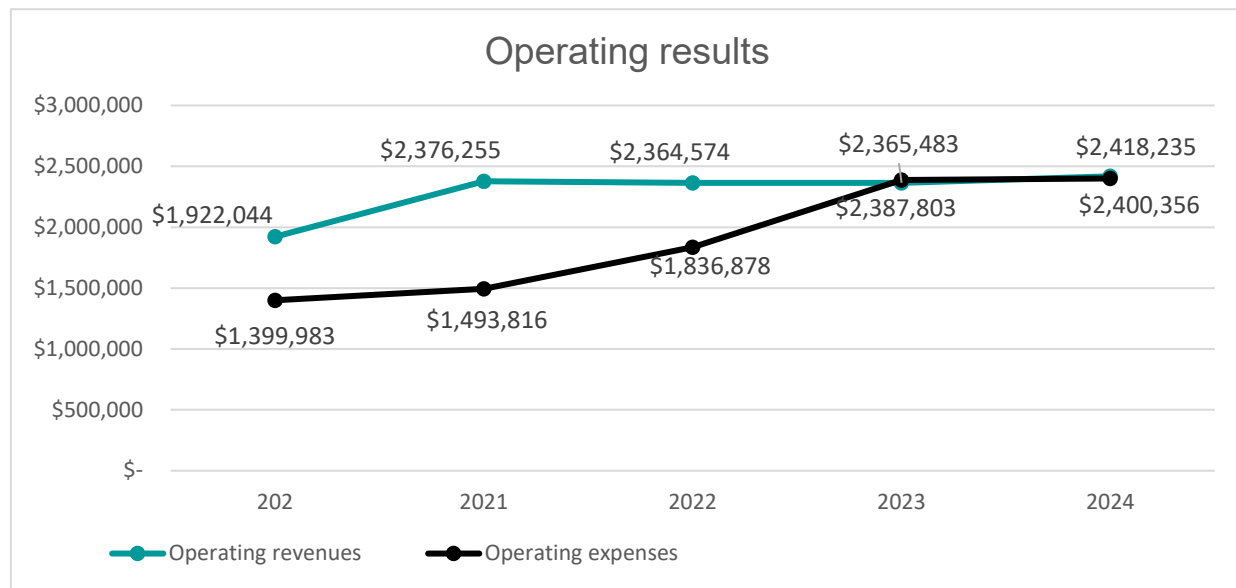
Debt Coverage

	2020	2021	2022	2023	2024
Actual	1.92	1.91	N/A	N/A	N/A
Required	1.10	1.10	N/A	N/A	N/A

Investment in Capital



Watertown Stormwater Utility Operating Results



Unrestricted Reserves

		2020		2021		2022		2023		2024
Year end balance	\$	2,643,602	\$	3,093,905	\$	3,739,925	\$	3,448,632	\$	3,188,684
Months on hand		16.50		15.62		18.98		17.49		15.82

Investment in Capital

