

CITY OF WHITEWATER
FINANCIAL STATEMENT OVERVIEW
For the Year Ended December 31, 2024

Presented By:
Johnson Block & Co., Inc.
Certified Public Accountants
9701 Brader Way, Suite 202
Middleton, Wisconsin
(608) 274-2002
www.johnsonblock.com

2024 AUDIT OVERVIEW

Content of Audit Report

- Independent Auditor's Report – our report is unmodified
- Management Discussion and Analysis (MD&A) – summary of significant transactions throughout the year
- Fund Financial Statements
 - Contains financial statements on individual funds
 - Difference in fund types
 - Governmental Funds – measure resources available for current use. Funds include General Fund, Capital Projects Fund, Fire and EMS Fund, and other non-major funds
 - Business-Type Funds – accounted for similar to businesses. Includes Water, Wastewater, and Stormwater funds.
 - Major differences in accounting
 - Debt (Proceed and Expenditure in governmental funds)
 - Capital Assets (Long-term Asset vs. Expenditure) Depreciation on utilities.
- Government-Wide Financial Statements
 - Report Governmental and Business-Type Activities
 - Full-accrual basis of accounting.
 - Governmental Fund Financial Statements identified above are converted
- Notes to the Financial statements
 - Contains Summary of Significant Accounting Policies
 - Footnotes related to Significant Financial Statement Accounts (Cash, Capital Assets, Debt, Defined Benefit Pension Plan, Other Postemployment Benefit Plan)

Required Audit Communications to the City Council

- Audit Matters Requiring Communication to the Governing Body
 - Standard communication that includes the list of audit adjustments proposed
- Communication of Material Weaknesses
 - Material Audit Adjustments
- Other Comments
 - Aquatic Center Revenue Projections
 - Uninsured Cash Balances

Key Financial Results

- General Fund (Fund 100) fund balance increased by \$288,621, Unassigned fund balance is 31.9% of expenditures.
- Water utility rate of return was 5.00% versus authorized rate of return of 6.60%. Most recent water rates were put into effect on April 28, 2023.
 - Water utility had an operating income of \$944,713
 - Sewer utility had an operating income of \$1,245,282
- Water utility cash flows decreased by \$904,151 and Sewer utility cash flows decreased by \$1,361,476.
 - Mostly due to significant cash payments for capital-related costs and projects and the use of unspent debt proceeds.
- \$203,800 in American Rescue Plan Act money remaining
 - Currently in the Sewer utility.