

COUNTY OF LA CROSSE, WISCONSIN

Comprehensive Annual Financial Report

For the Year Ended December 31, 2012

County Administrator
Steve O'Malley



Prepared by
Finance Department
Gary Ingvalson
County Auditor/Finance Director

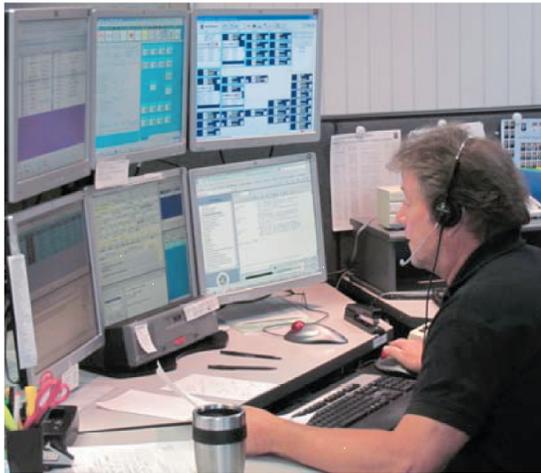




Hillview Health Care Center has provided resident care since 1888.



The Highway Department maintains 287 miles of County roads, 143 miles of State roads and 21 miles of Interstate Highway.



In 2012, there were more than 277,000 telephone calls made to the Dispatch Center. On 1/5/2013 the Center marked 30 years of public service.

**Servant Leadership
is our business.**

La Crosse County employees

Serving Others First



The Sheriff's Department is dispatched more than 1,000 times a year to assist motorists with disabled vehicles and more than 750 times for accidents.



In 2012, the average daily population of the Jail was 195 inmates.

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INTRODUCTORY SECTION



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Office of County Administrator

County of La Crosse, Wisconsin

County Administrative Center

400 4th Street North • Room 3300-3301 • La Crosse, Wisconsin 54601-3200

(608) 785-9700 • Fax (608) 789-4821

www.co.la-crosse.wi.us

June 26, 2013

County Board of Supervisors
Citizens of La Crosse County

State Statute and Administrative Rule Tax 16 require counties with populations of 25,000 or more to submit audited financial statements by July 31, 2013. Debt issuance covenants also require the County to prepare financial statements in accordance with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The audited financial statements must be submitted to any nationally recognized municipal securities information repository prior to 270 days after the end of the fiscal year. Major federal and state programs impose additional audit requirements. Pursuant to the above requirements, we hereby issue the comprehensive annual financial report of La Crosse County for the fiscal year ended December 31, 2012.

Management assumes full responsibility for the completeness and reliability of the information presented in this report, based upon a comprehensive framework of internal control that is established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatement.

CliftonLarsonAllen LLP has issued an unqualified opinion on La Crosse County's financial statements for the fiscal year ended December 31, 2012. The independent auditors' report is located at the front of the financial section of this report.

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

Profile of the Government

La Crosse County, organized in 1851, is located in southwest Wisconsin, along the Mississippi River on the west, and beautiful bluffs and farmland to the east. The area is known for providing excellent year-round recreational opportunities including river recreation, hunting, fishing, downhill skiing and bike trails. The City of La Crosse is the county seat of La Crosse County, which includes two cities, four villages, and twelve townships. The County occupies a land area of 481 square miles and serves a population of 116,461 (2012 estimate).

The County's legislative body is the 29-member Board of Supervisors, each elected to a two-year term of office. The Board delegates responsibility to its membership by using the Standing Committee form of government. The six committees are Executive, Aging and Long Term Care, Health and Human Services, Judiciary and Law, Planning Resources and Development, and Public Works and Infrastructure. The Board appoints an Administrator to carry out its policies and ordinances. The Administrator is also responsible for preparing the annual budget, appointing department heads and overseeing the day-to-day operations of the County. The basic financial statements of the County include all government activities, organizations and functions for which the County is financially accountable as defined by the GASB. Based on these criteria, the Mississippi Valley Health Services Commission is included in this report.

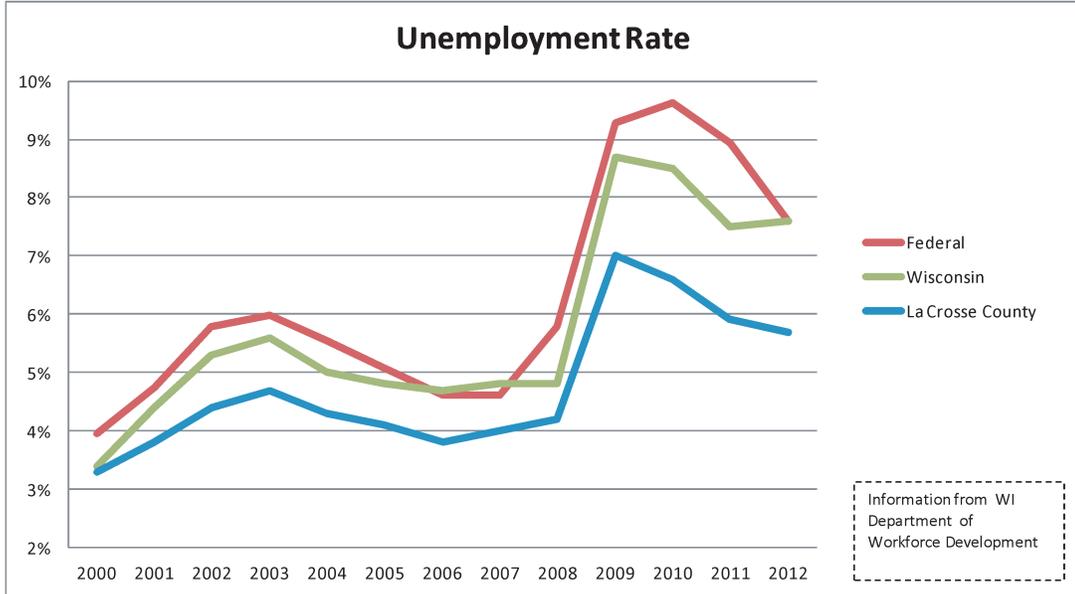
The County of La Crosse provides many services to its citizens, some of which are required by state statute. Those services include maintenance of public records, a five-branch circuit court system, public safety and law enforcement, highway maintenance and construction, public health, human services, aging programs, solid waste, zoning and conservation, library services, parks, veteran's affairs, nursing homes, and UW extension service. Internal services of the County, accounted for on a cost reimbursement basis, are the self-health insurance, self-insurance for liability, self-insurance for worker's compensation, and highway. The CAFR includes all the funds of La Crosse County, Wisconsin.

The annual budget serves as the foundation for financial planning and control. All departments and agencies are required to submit requests to the County Administrator in July, which the Administrator uses as the starting point for developing a proposed budget. The Administrator's Budget is presented to the County Board in mid October. The County Administrator's Budget is reviewed by each of the standing committees, and a legally required public hearing is conducted in early November. The proposed budget is finalized at the November County Board meeting.

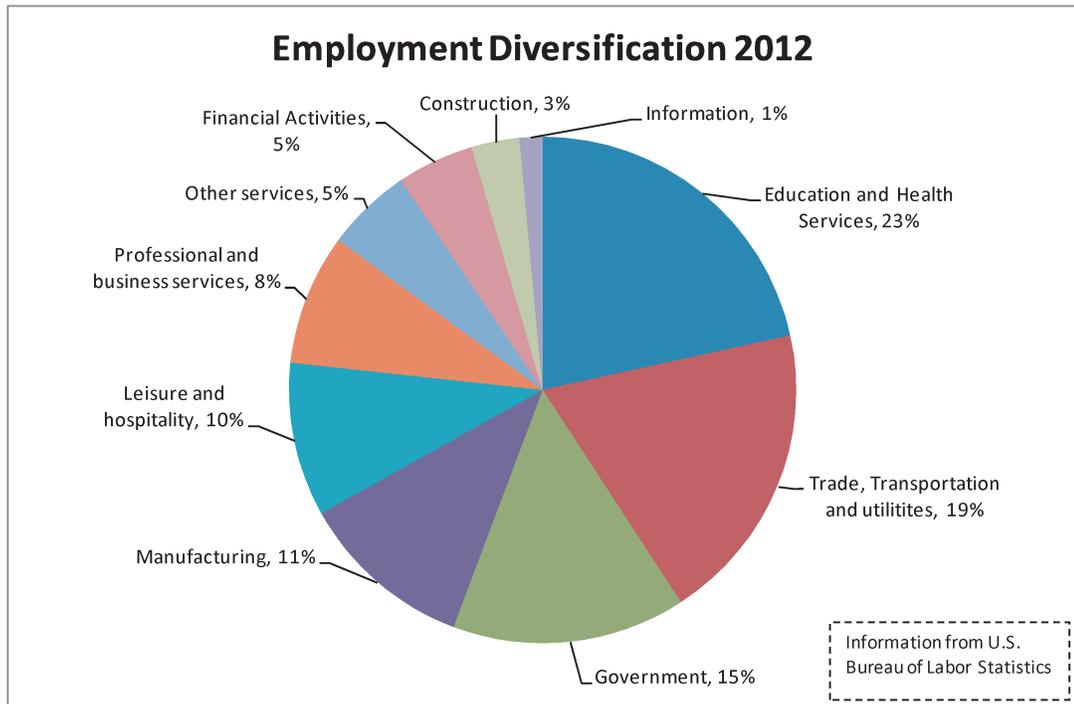
Local Economy

Due in large part to its excellent transportation connections, solid workforce, and well diversified economy, La Crosse County has continued its growth as an employment center for the Coulee Region – serving a regional population of over 400,000. The area also boasts significant natural resources and growing cultural amenities that contribute to the continued success of the tourism industry, as well as the attraction of employers to the area.

The attributes discussed above have allowed La Crosse County to keep pace with the State of Wisconsin and the Nation as a whole on most economic indicators. In fact, La Crosse County again had the 2nd lowest unemployment rate in the State as of March 2013 at 5.7%. As the chart below shows, the County unemployment rate has remained consistently lower than the State of Wisconsin and the national rate.



The following chart shows the employment diversification within La Crosse County for 2012.



La Crosse County also continues to be recognized for its high quality of life by nationally recognized ratings organizations. Recently, the restoration project of Grandad Bluff Scenic Overlook in La Crosse received “Project of the Year” by the American Public Works Association for the stabilization of the bluff against erosion and for restoring the park to the 1930s era. The County also received national recognition by the Federal Environmental Protection Agency for the efforts to turn methane gas from the county landfill into electricity and heat for a local medical center. The project, along with the County’s many other waste diversion projects, allowed the County to be the first landfill and the first municipal entity to be accepted into the Wisconsin DNR’s Green Tier Program in 2011.

In 2012, La Crosse ranked 8th in the Nation for high credit scores by Experian Credit Services. In 2011, Forbes.com ranked La Crosse in the top 40 for “Best Places for Business and Careers”. In 2009, U.S. News and World Report magazine listed La Crosse as one of the ten “Best Places to Live.” This ranking is based on the economy, population, cost of living, crime rate, and access to educational, cultural and recreational opportunities. In 2008, County Home Magazine ranked the City of La Crosse 12th nationally as “Best Green City in the United States” (4th among cities under 150,000 in population). In 2007, Relocate-America.com ranked the Village of West Salem in the list of “America’s Top 100 Places to Live”; and the League of American Bicyclists designated the City of La Crosse as a “Silver Level Bicycle Friendly Community” in 2011.

In 2012, State Highway 35 that stretches through La Crosse County, following the Mississippi River, was named the “most scenic drive” in the U.S. by Huffington Post.

These national recognitions continue to show how La Crosse County is progressive in its work to maintain healthy growth in the local economy.

Long-Term Financial Planning

As part of long range planning, the County employs a five-year comprehensive capital improvement plan. This process ensures that capital project needs are reviewed and evaluated on an annual basis to ensure that all projects are identified, priorities established and the possible ways to finance them are discussed.

Relevant Financial Policies

The annual budgets are prepared with the following principles in mind: Limiting the use of reserves to fund ongoing operating expenses, examining service delivery systems to ensure we are maximizing revenue sources, and making internal organizational changes to increase efficiencies and service. In addition to those principles, La Crosse County prepares the annual budgets in conformance with the following policies: funding for services must be adequate to maintain public confidence in County government and at the same time

recognize taxpayer's ability to pay, budgets shall provide for the responsible replacement and maintenance of buildings, equipment and infrastructure, and the budgets are prepared to be responsive to the County's operating environment.

Major Initiatives

Lakeview Campus study

A market study has been completed for the Lakeview nursing home campus in regard to replacing buildings and/or consolidation and elimination of one or more programs that are operated by the County nursing homes. The study found in order to maximize Federal and State reimbursement amounts the following should be built: one-8 bed CBRF (community based residential facility) which would serve the current facility for the developmentally disabled; two-16 bed CBRF for special needs clients, one-10 bed State-only nursing home for behavioral health, and one-50 bed nursing home to serve primarily La Crosse County residents. Still to be evaluated is building an additional 40-bed nursing home to serve the MVHS member counties' clients. Continued focus and energy will be spent during 2013 on selecting an architectural firm, developing building plans, and finding efficiencies between Lakeview and Hillview nursing home campuses.

Western Region Economic Assistance (WREA) Consortium

Effective January 1, 2012, counties were required by the Wisconsin Department of Health Services (DHS) to operate their income maintenance (IM) programs under a consortium model. Ten consortia were formed statewide based on size and performance criteria. The State decreased overall IM funding by 17% and changed the funding allocation formulas to be strictly based on caseload, effectively ignoring geographical challenges or economies of scale of the various consortia.

The County joined Buffalo, Clark, Jackson, Monroe, Pepin, Trempealeau and Vernon counties to form the Western Regional Economic Assistance (WREA) Consortium. Under this model, La Crosse is the lead fiscal county holding the income maintenance contract and is responsible for submitting all expenditures to DHS. Programmatically, WREA has also implemented centralized case pooling as well as centralized administration of the program through a single manager and five supervisors overseeing the eight counties. For reporting purposes, WREA is combined with the Human Services Fund and a corresponding restriction of fund balance has been recognized.

Highway Project County Road OA

County Road OA, a major route thru the County, has experienced fatalities and several accidents in past years. In 2008, work started on redesigning the road to remove the "S" curves and widen the road. Reconstruction work began in 2013 with a completion goal of late 2013. A safety grant of approximately \$600,000 was awarded and the County plans to issue a bond of approximately \$5 million later this year. The project will be completed with a joint effort of private contractors and County highway employees.

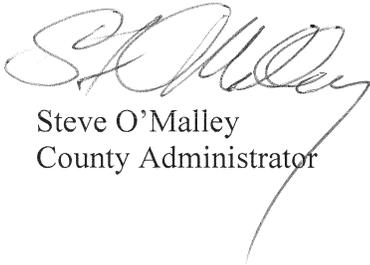
Awards & Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of La Crosse for its comprehensive annual financial report for the fiscal year ended December 31, 2011. This was the seventh consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

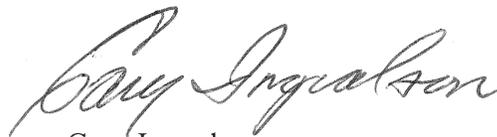
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the dedicated efforts of the Finance Department staff, specifically Sharon Davidson, Frank Baures and Jonathan Edwards. We would also like to show recognition for the hard work and excellent assistance received from our independent auditors, CliftonLarsonAllen LLP.

Respectfully submitted,



Steve O'Malley
County Administrator



Gary Ingvalson
County Auditor/Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of La Crosse
Wisconsin

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



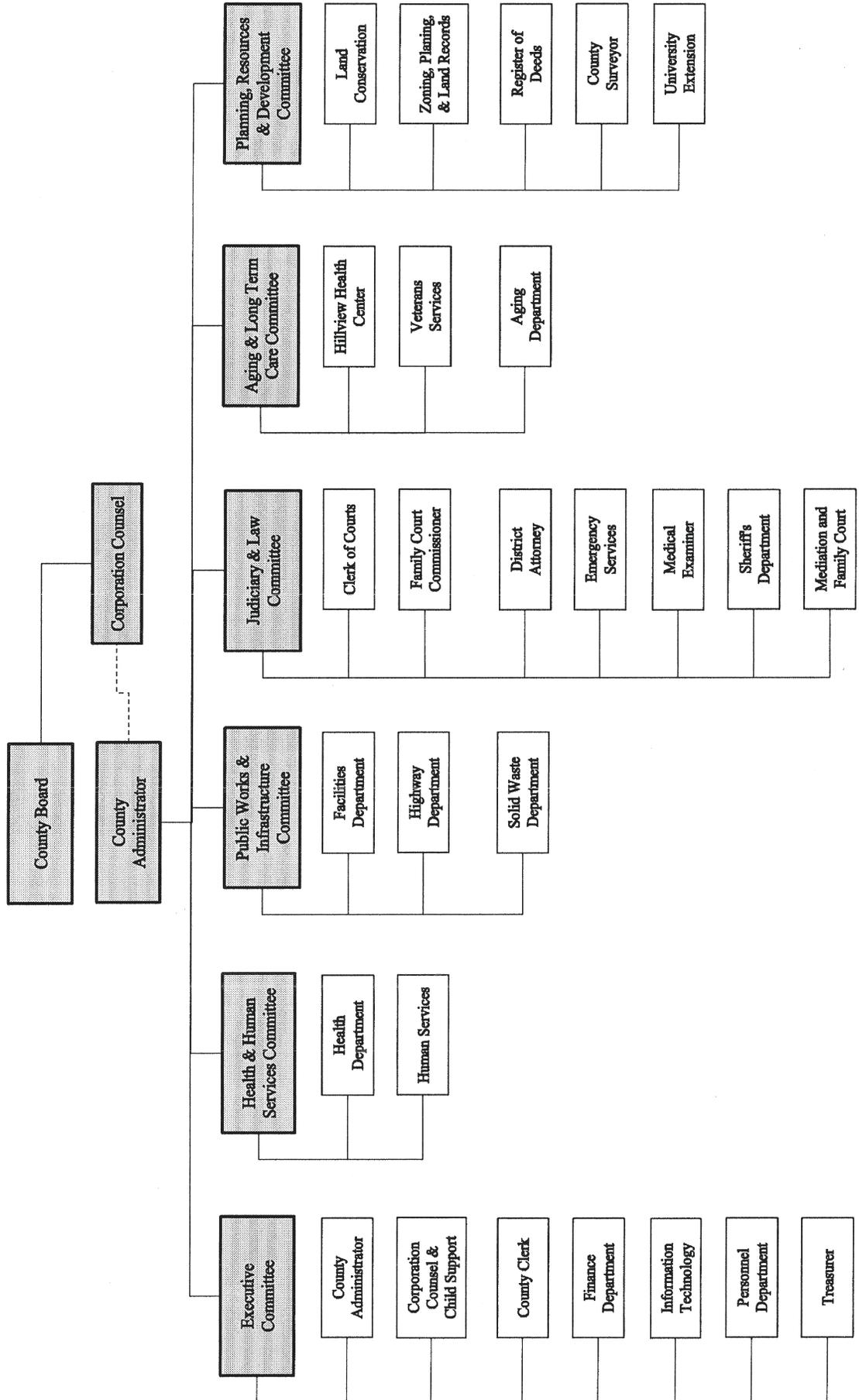
Christopher P. Morrell

President

Jeffrey R. Emer

Executive Director

**La Crosse County
Standing Committees and Boards**



**COUNTY OF LA CROSSE, WISCONSIN
BOARD OF SUPERVISORS**

(As of December 31, 2012)

County Board Chairwoman – Tara J. Johnson – District 29

District 1	Andrea Richmond	District 15	Monica Kruse
District 2	Ralph E. Geary Jr.	District 16	Dan Ferries
District 3	Joe Veenstra	District 17	Jim Berns
District 4	Maureen Freedland	District 18	Laurence Berg
District 5	Karin L. Johnson	District 19	Thomas Downer
District 6	Roger J. Plesha	District 20	Steve Doyle
District 7	Sharon Hampson	District 21	Vicki Burke
District 8	Peg A. Jerome	District 22	Charles A. Spiker
District 9	Andrew Londre	District 23	Marilyn Pedretti
District 10	Richard P. Becker	District 24	Leon Pfaff
District 11	Bill Schultz, Jr.	District 25	Ray Ebert
District 12	Dave Holtze	District 26	Tammy Gamroth
District 13	Donald F. Meyer	District 27	Tina Hundt Wehrs
District 14	Jeffrey Schroeder	District 28	Robert F. Keil

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FINANCIAL SECTION



Independent Auditors' Report

County Board of Supervisors
La Crosse County
La Crosse, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of La Crosse County, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the entity'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 from 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 auditor considers internal control relevant to the entity'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 entity'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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of La Crosse County as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information and the schedule of funding progress - OPEB on pages 99 - 101 and 103 be presented to supplement the basic financial statements. Such 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. 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise La Crosse County's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

MANAGEMENT'S DISCUSSION & ANALYSIS



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LA CROSSE COUNTY, WISCONSIN

Management's Discussion and Analysis

December 31, 2012

As management of the County of La Crosse, we offer readers of the County of La Crosse's financial statements this narrative overview and analysis of the financial activities of the County of La Crosse for the year ended December 31, 2012. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

FINANCIAL HIGHLIGHTS

- The assets of the County of La Crosse exceeded its liabilities at the close of the current year by \$156,134,303 (net position). Of this amount, \$56,470,754 (unrestricted net position) may be used to meet ongoing obligations to citizens and creditors, \$5,332,845 is restricted for specific purposes (restricted net position), and \$94,330,704 is the net investment in capital assets.
- The County's total net position increased by \$1,997,675. Governmental activities increased the County's net position by \$77,865, while business-type activities increased by \$1,919,810.
- As of the close of the current year, the County of La Crosse's governmental funds reported a combined ending fund balances of \$39,758,968, a decrease of \$2,028,411 from 2011. Approximately 37% of the combined fund balances, or \$14,722,638 is available for spending at the County's discretion (unassigned fund balance).
- At the close of the current year, unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the general fund was \$19,022,769 or 62% of the total general fund expenditures.
- The business-type activities enterprise funds reported combined net position of \$20,508,510 at December 31, an increase of \$1,886,898 from the prior year. Internal service funds reported net position of \$78,481,476 at year end, a decrease of \$1,292,100 in comparison with the prior year. Of the total proprietary fund net position of \$98,989,986; \$72,580,140 is invested in capital assets and \$26,409,846 is unrestricted.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide financial statements are designed to provide readers with a broad overview of the County's financial statements, in a manner similar to a private-sector business.

- The statement of net position presents information of all County assets, liabilities, and deferred inflows/outflows of resources with the difference reported as net position. Over time, increases or

LA CROSSE COUNTY, WISCONSIN Management's Discussion and Analysis

December 31, 2012

decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include justice and law enforcement; health and human services; conservation and development; parks and education; public works; and general government. The business type activities of the County include: Carroll Heights Apartments, Hillview Health Care Center, Hillview Terrace, Household Hazardous Materials, Solid Waste, Regent Manor, MacIntosh Manor (both adult family homes), Ravenwood (nursing home), Maplewood (a certified based residential facility), and Lakeview Nursing Home Facility Fund.

The government-wide financial statements include not only the County of La Crosse itself (known as the primary government), but also the Mississippi Valley Health Services Commission which is a separate legal entity for which the County of La Crosse is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 43-45 of this report.

Fund financial statements are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term

LA CROSSE COUNTY, WISCONSIN
Management's Discussion and Analysis

December 31, 2012

financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 12 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General, Human Services, Debt Service, and Business Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 46-49 of this report.

- Proprietary funds are maintained two ways. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the nursing homes, elderly apartments and assisted living facility, adult family homes, solid waste, and household hazardous waste facilities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for highway operations, health insurance, liability insurance, and workers compensation insurance. Because these services benefit both governmental and business-type functions, they have been split between governmental activities and business-type activities in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. Hillview Health Care Center and Solid Waste are considered to be major enterprise funds of the County. The County's four internal service funds are combined into a single aggregated presentation in the proprietary funds financial statements. Individual fund data for the nonmajor enterprise funds and the internal service funds is provided in the form of combining statements elsewhere in this report.

The proprietary funds financial statements can be found on page 50-55 of this report.

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

The fiduciary fund financial statement can be found on page 56 of this report.

Notes to the Basic Financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found on pages 59-96 of this report.

LA CROSSE COUNTY, WISCONSIN
Management's Discussion and Analysis

December 31, 2012

Required Supplementary Information is presented for the budgetary schedules of the general fund, the major special revenue funds, and the OPEB funding schedule. This information can be found on pages 99-103 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the County, assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$156,134,303 at the close of the most recent fiscal year. A comparative Statement of Net Position for 2012 and 2011 is below with the total percentage change.

Statement of Net Position

	Governmental activities		Business-type activities		Total		Total % Change
	2012	2011	2012	2011	2012	2011	
Current and other assets	\$ 97,600,778	\$ 101,651,624	\$ 30,551,553	\$ 36,839,672	\$ 128,152,331	\$ 138,491,296	-7.47%
Capital assets	119,880,424	120,277,514	23,146,011	23,802,845	143,026,435	144,080,359	-0.73%
Total Assets	217,481,202	221,929,138	53,697,564	60,642,517	271,178,766	282,571,655	-4.03%
Deferred outflows of resources	-	-	5,758,681	6,294,372	5,758,681	6,294,372	-8.51%
Current and other liabilities	15,433,435	48,152,826	5,034,265	5,925,483	20,467,700	54,078,309	-62.15%
Long-term liabilities	40,482,079	42,012,698	30,014,156	32,344,020	70,496,235	74,356,718	-5.19%
Total Liabilities	55,915,514	90,165,524	35,048,421	38,269,503	90,963,935	128,435,027	-29.18%
Deferred inflows of resources	29,724,209	29,306,432	115,000	182,913	29,839,209	29,489,345	1.19%
Net position:							
Net investment in capital assets	85,608,357	81,746,390	8,722,347	8,804,778	94,330,704	90,551,168	4.17%
Restricted net position	5,332,845	7,453,460	-	-	5,332,845	7,453,460	-28.45%
Unrestricted net position	40,900,277	42,563,764	15,570,477	13,568,236	56,470,754	56,132,000	0.60%
Total Net Position	<u>\$ 131,841,479</u>	<u>\$ 131,763,614</u>	<u>\$ 24,292,824</u>	<u>\$ 22,373,014</u>	<u>\$ 156,134,303</u>	<u>\$ 154,136,628</u>	1.30%

The largest portion of the County's net position (60.4%) reflects its investment in capital assets (e.g. land and easements, structures and improvements, infrastructure, and equipment); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

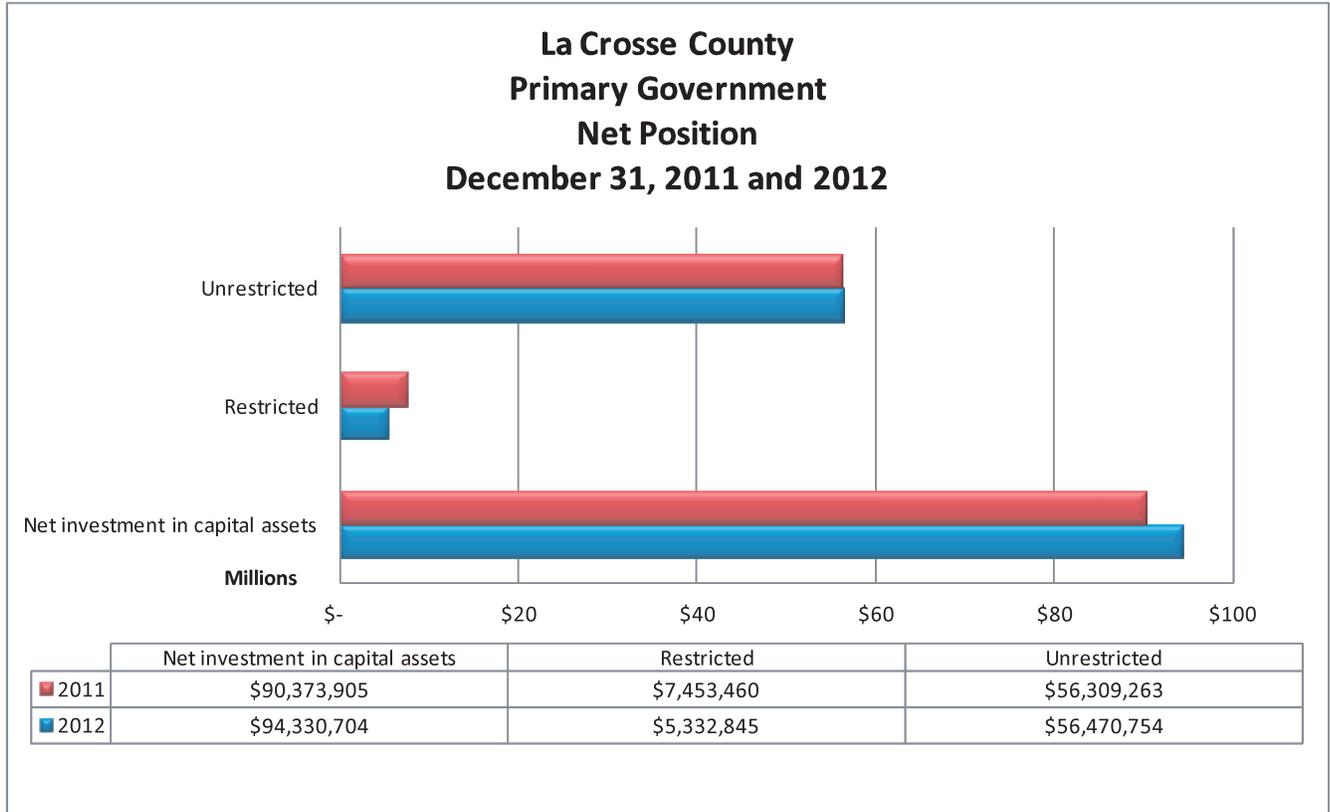
Unrestricted net position comprises 36.2% of the County's net position. These items may be used to meet the County's ongoing obligations to citizens and creditors.

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The remaining balance of the County's net position, 3.4%, represents resources that are subject to external restrictions on how they may be used.

At the end of the current fiscal year, the County reported positive balances in all three categories of net position, both for the County as a whole, as well as for its separate governmental activities.



The County's net position increased \$1,997,675 during the current year. This results from total revenues of \$115,949,709 and expenses of \$113,952,034. Overall, revenues decreased by \$4,341,677 from the prior year, while expenses increased by \$2,660,553. The table and the narrative that follow consider the operations of governmental and business-type activities separately.

Governmental Activities

There were no significant changes in the governmental activities during 2012, as net position increased by \$77,865. The following table compares 2012 and 2011.

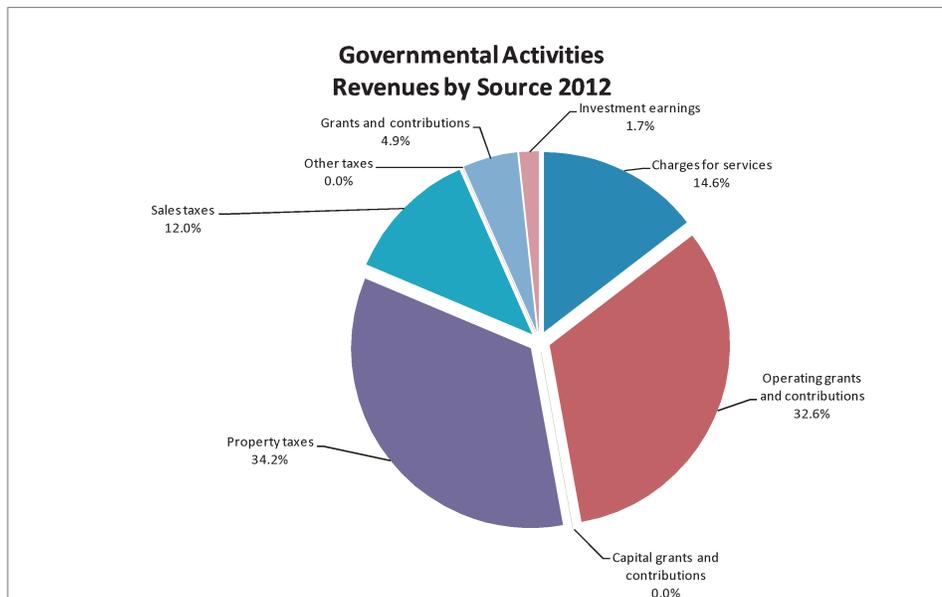
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Statement of Activities

	Governmental activities		Business-type activities		Total		Total % Change
	2012	2011	2012	2011	2012	2011	
Revenues:							
Program revenues:							
Charges for services	\$ 12,475,078	\$ 13,503,072	\$ 28,556,283	\$ 27,599,016	\$ 41,031,361	\$ 41,102,088	-0.17%
Operating grants and contributions	27,916,727	31,121,706	1,451,128	1,215,249	29,367,855	32,336,955	-9.18%
Capital grants and contributions	-	-	-	5,873	-	5,873	-100.00%
General revenues:							
Property taxes	29,306,432	29,304,986	182,913	181,593	29,489,345	29,486,579	0.01%
Sales taxes	10,292,560	10,201,912	-	-	10,292,560	10,201,912	0.89%
Other taxes	5,780	6,522	-	-	5,780	6,522	-11.38%
Nonexchange grants and contributions	4,202,354	5,218,824	-	-	4,202,354	5,218,824	-19.48%
Investment earnings	1,463,930	1,423,356	96,524	215,054	1,560,454	1,638,410	-4.76%
Gain on disposal of property and equipment	-	-	-	294,223	-	294,223	-
Total revenues	85,662,861	90,780,378	30,286,848	29,511,008	115,949,709	120,291,386	-3.61%
Expenses:							
General government	9,651,740	9,974,387	-	-	9,651,740	9,974,387	-3.23%
Public safety	16,669,785	17,186,169	-	-	16,669,785	17,186,169	-3.00%
Public works	10,449,803	9,723,839	-	-	10,449,803	9,723,839	7.47%
Health and human services	41,763,281	39,496,164	-	-	41,763,281	39,496,164	5.74%
Conservation and development	2,928,389	2,465,608	-	-	2,928,389	2,465,608	18.77%
Culture, recreation and education	2,804,398	3,047,468	-	-	2,804,398	3,047,468	-7.98%
Interest on long-term debt	1,410,577	1,660,047	-	-	1,410,577	1,660,047	-15.03%
Hillview Health Care Center	-	-	15,642,746	15,438,076	15,642,746	15,438,076	1.33%
Solid Waste	-	-	8,855,268	9,513,211	8,855,268	9,513,211	-6.92%
Apartments and assisted living facilities	-	-	3,355,336	2,361,692	3,355,336	2,361,692	42.07%
Household hazardous waste disposal services	-	-	420,711	424,820	420,711	424,820	-0.97%
Total expenses	85,677,973	83,553,682	28,274,061	27,737,799	113,952,034	111,291,481	2.39%
Increase (decrease) in net position before transfers	(15,112)	7,226,696	2,012,787	1,773,209	1,997,675	8,999,905	-77.80%
Transfers	92,977	122,250	(92,977)	(122,250)	-	-	-
Increase in net position	77,865	7,348,946	1,919,810	1,650,959	1,997,675	8,999,905	-77.80%
Net position, beginning of year (as restated)	131,763,614	124,414,668	22,373,014	20,722,055	154,136,628	145,136,723	6.20%
Net position, end of year	\$ 131,841,479	\$ 131,763,614	\$ 24,292,824	\$ 22,373,014	\$ 156,134,303	\$ 154,136,628	1.30%

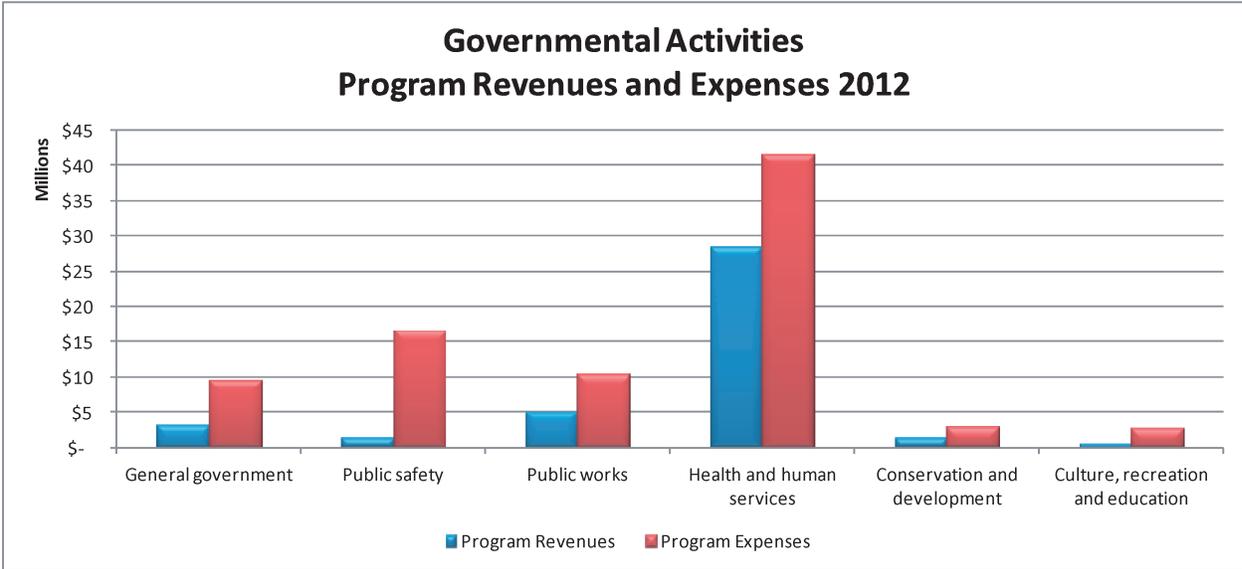
Revenues for the County's governmental activities total \$85,662,861, with property taxes and operating grants and contributions accounting for 67% of total revenues.



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Governmental activities expenses total \$85,677,973, exceeding program revenue by \$45,286,168, as the following graph displays. When general revenues, (which include such items as property tax, investment earnings, sales tax and grants and contributions not restricted to specific programs) are included, total expenses exceed revenues by \$15,112 prior to transfers.



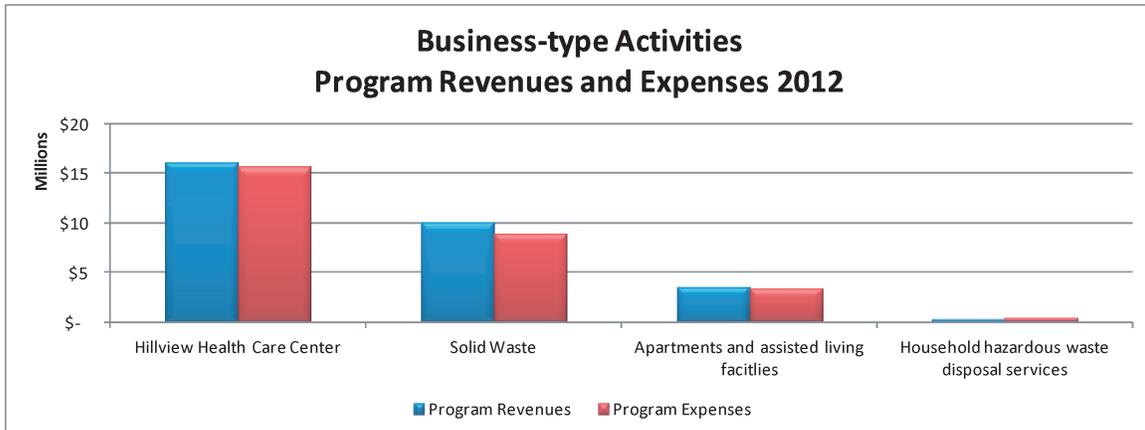
Business-Type Activities

Business-type activities for the current year increased net position by \$1,919,810. Hillview Health Care Center had a positive year and increased by \$429,881 before internal service fund allocations.

The Solid Waste Fund increased by \$1,210,118 before internal service fund allocations. Long-term care cost estimates for the sanitary and ash landfills were updated in 2012, resulting in a positive adjustment of \$629,544 to the landfill postclosure cost liability.

Hillview Terrace completed the first full year of operations, resulting in an increase in net position of \$132,021, while Maplewood CBRF finished the year with an increase in net position of \$107,135.

The business-type activities net position was also increased by the allocation of the internal service funds. The self-health insurance fund increased business-type net position by \$67,535 and the liability self insurance fund decreased net position by \$34,623.



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FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

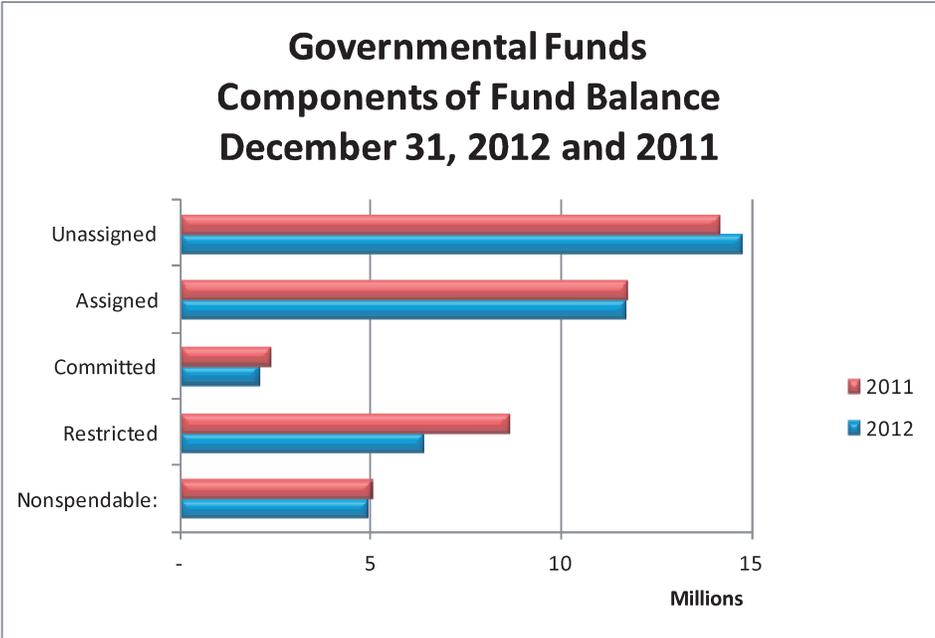
Governmental Funds: The general government functions are contained in the General, Special Revenue, Debt Service, and Capital Project funds (when applicable). The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the County Board itself, or the Executive Committee, who has the authority to assign resources for use for particular purposes.

At December 31, the County's governmental funds reported combined fund balances of \$39,758,968, a decrease of \$2,028,411 in comparison with the prior year. Unassigned fund balance of \$14,722,638 is available for spending at the County's discretion. The remainder of fund balance is either nonspendable, restricted, committed, or assigned. The nonspendable fund balance of \$4,924,005, consists of amounts set aside for inventories and prepaids, advances to other funds, and delinquent property taxes. Restricted fund balance of \$6,394,367 consists of amounts legally required to be maintained intact. Committed fund balance of \$2,054,432, consists of amounts the County Board committed for particular purposes; including: Human Services economic support reserve, and General Fund reserves for park plat, farmland development, Lake Neshonic improvements, Lakeview improvements, parks and interest stabilization. Assigned fund balance of \$11,663,526, consists of purchase orders, carryforwards, amounts appropriated from fund balance as part of the budget process, and unspent fund balances of the special revenue funds.

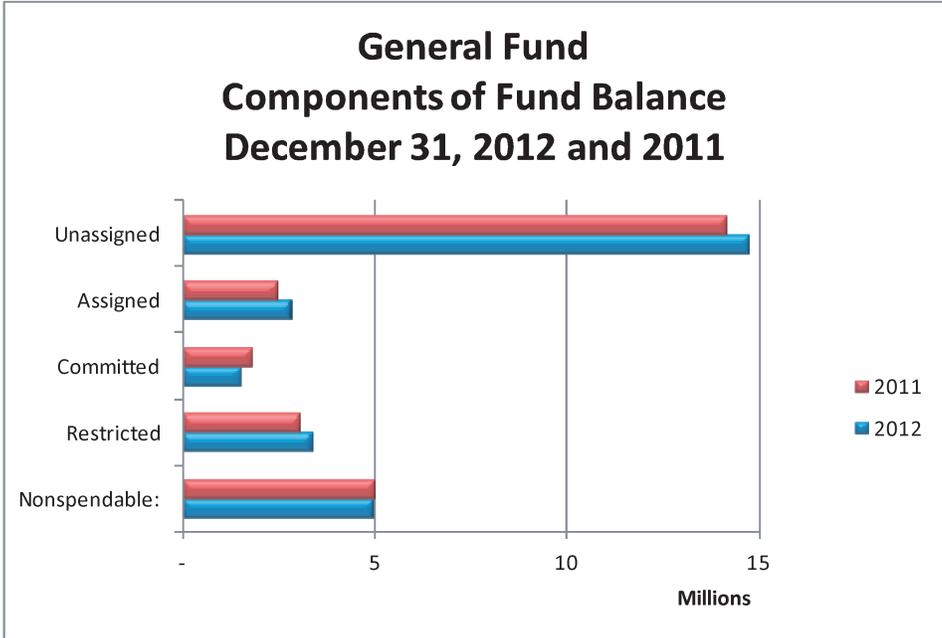
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The following chart compares the components of fund balance for the governmental funds for 2012 and 2011.



The following chart compares the components of fund balance for the general fund for 2012 and 2011.



The general fund is the main operating fund of the County. As a measure of the general fund's ability to pay off short-term debt obligations, known as liquidity; it may be useful to compare unassigned fund balance and total fund balance to total fund expenditures. As of December 31, unassigned fund balance

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of the general fund was \$14,722,638 while total fund balance was \$27,288,368. Unassigned fund balance represents 47.8% of total general fund expenditures, while total fund balance represents 88.6% of total general fund expenditures. In relation to general fund revenues, unassigned fund balance represents 47% of total general fund revenues. Combining the unassigned fund balance with the committed interest stabilization and restricted excess sales tax reserve, the ratio of these totals to total expenditures would be 60%. These ratios show that even in the current economic downturn, the County is in a good position to meet any upcoming obligations.

	2012		
	General Fund	Percentage of Expenditures	Percentage of Revenue
Total revenues	\$31,270,751	101.5%	-
Total expenditures	30,805,201	-	98.5%
Unassigned fund balance	14,722,638	47.8%	47.1%
Total fund balances	27,288,368	88.6%	87.3%

The County has a policy that the ratio of unassigned general fund balance to total operating expenditures shall be maintained between 40-50%. As of December 31 it is at 47.8%. County policy limits the use of unassigned fund balance to fund capital expenditures, prepayment of outstanding debt, start-up costs of new programs, other non-recurring expenditures, or emergencies.

During the fiscal year, the fund balance of the County's general fund increased by \$935,226. Key factors contributing to this increase are as follows:

- The original budget for the general fund projected a deficit of \$1,960,289 after transfers to other funds totaling \$2,116,415. The actual increase for the general fund was \$935,226, which exceeded the original budget by \$2,895,515. These variances are explained in the General Fund Budgetary Highlights.
- Realization of \$2,990,239 in total expenditures under budget. Significant expenditure variances are explained in the General Fund Budgetary Highlights.

The County's human services fund, a major fund, has a total fund balance of \$7,409,102, a decrease of \$39,380 from the prior year. Of this fund balance, \$3,944 was nonspendable for prepayments; \$75,619 was restricted for the Western Region for Economic Assistance (WREA) Consortium; \$574,910 was committed for programs within the economic support section; and \$6,754,629 was assigned. The human services fund's original budget called for use of fund balance in the amount of \$368,912, but closed out the year with an decrease of \$39,380, representing a positive variance of \$367,154 as compared to budget. This variance is mainly due to salary and fringe savings because of attrition and holding vacant positions open as long as possible. The budget originally planned for attrition savings of \$96,301, but the actual savings of salary and fringe was \$428,776.

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The County's debt service fund, a major fund, had a fund balance of \$885,309 at December 31 which was a decrease of \$1,853,370 from the prior year. The decrease was due to the early payoff of the 2001A General Obligation Refunding Bonds, which was planned during the budget process.

The Business Fund, a major fund, had a fund balance of \$337,073, which was an increase of \$37,700 from the prior year. The total fund balance is restricted for economic development programs within the Business Fund.

The following schedules present a summary of general, special revenue, and debt service funds revenues and expenditures for the current year ended and the amount and percentage of increases and decreases in relation to the prior year.

Resources by Source Governmental Funds				
	2012 Amount	Percent of Total	Increase (Decrease) from prior year	
			Amount	Percent
Taxes (property and other)	\$ 38,244,356	48.02%	\$ 386,021	1.02%
Intergovernmental revenues	29,986,312	37.65%	(4,590,338)	-13.28%
Interdepartmental revenues	525,956	0.66%	(16,662)	-3.07%
Licenses and permits	1,043,874	1.31%	(7,965)	-0.76%
Fines, forfeits and penalties	425,593	0.53%	7,128	1.70%
Public charges for services	6,089,808	7.65%	(54,107)	-0.88%
Intergovernmental charges for services	1,325,834	1.66%	114,895	9.49%
Miscellaneous revenues	2,001,333	2.51%	497,254	33.06%
	<u>\$ 79,643,066</u>	100.00%	<u>\$ (3,663,774)</u>	

Governmental property taxes increased by \$209,504 to \$27,050,318 which represents 33.9% of total revenues. Sales tax within the general fund increased by \$90,648 from the previous year, which shows signs of economic recovery from the previous year.

Intergovernmental revenues decreased by \$4,590,338 of which \$4,500,000 was from a 2011 grant from the Wisconsin Department of Commerce for an economic loan that was given to a local business to maintain and create jobs within the La Crosse area.

Miscellaneous revenues increased by \$497,254 of which \$615,000 was a contribution from Mississippi Valley Health Services Commission. \$299,969 of this amount was recorded in the General Fund, while the remaining \$315,031 has been reported within the Human Services Fund.

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Expenditures by Function				
Governmental Funds				
	2012	Percent of	Increase (Decrease)	
			Amount	Total
General Government	\$ 10,941,712	13.23%	\$ 31,770	0.29%
Public Safety	15,302,543	18.51%	(479,270)	-3.04%
Public Works	29,350	0.04%	(6,578)	-18.31%
Health and Human Services	41,491,650	50.18%	2,256,828	5.75%
Culture, Recreation and Education	2,918,195	3.53%	(51,409)	-1.73%
Conservation and Development	2,698,132	3.26%	(4,233,655)	-61.08%
Miscellaneous	79,822	0.10%	(6,643)	-7.68%
Debt Service	8,387,766	10.14%	(4,585,541)	-35.35%
Capital Outlay	837,727	1.01%	(398,539)	-32.24%
	<u>\$ 82,686,897</u>	100.00%	<u>\$ (7,473,037)</u>	

Health and human services expenditures increased due to the formation of the WREA (Western Region for Economic Assistance) Consortium. This partnership with seven other western Wisconsin counties was formed to administer income maintenance programs on a regional basis.

Conservation and development expenditures decreased due to a \$4,500,000 grant from the Wisconsin Department of Commerce in 2011 for an economic development loan that was given to a local business to maintain and create jobs in the La Crosse area.

Debt service expenditures decreased due to the borrowings that were issued in 2010 to pay two State Trust Fund Loans. The payoff of these two loans occurred in 2011, which increased expenditures for 2011 by \$6,765,050. In 2012, the 2001A General Obligation Refunding Bonds were paid off with principal and interest totaling \$3,627,107, which was an increase of \$2,754,044 over the regular payment of \$873,063 for this issue. This early payoff was planned during the budget process.

Proprietary Funds: The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The following table details the net position of the County's enterprise funds at December 31:

	2012	2011
Hillview Health Care Center	\$ 6,376,608	\$ 5,946,727
Solid Waste	7,105,746	5,895,628
Apartments and assisted living facilities	6,042,444	5,769,764
Household hazardous waste disposal services	983,712	1,009,493
Totals	<u>\$ 20,508,510</u>	<u>\$ 18,621,612</u>

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As of December 31, the County's enterprise funds reported combined net position of \$20,508,510. Of that amount, \$8,722,347 or 42.5% represents the net investment in capital assets. The remaining net position, \$11,786,163 is unrestricted and available for spending in accordance with the needs of the County in these funds.

Other factors concerning the finances of these funds have already been addressed in the discussion of the County's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and final amended budget resulted in \$1,996,072 of increases in expenditures due to carryforwards and open purchase orders from fiscal year 2011 to 2012, and adjustments throughout the year because of new grants.

Differences between final amended budget and the actual revenues and expenses resulted in a \$4,065,914 positive variance in the general fund before other financing sources and uses. The major reasons for the variance are as follows:

Revenues:

- Sales tax increased \$90,648 from the previous year due to better economic conditions and was \$592,560 higher than budgeted.
- Property taxes were \$522,194 higher than the previous year.
- State shared taxes were \$1,008,107 less than 2011 due to budget changes by the State of Wisconsin.
- Interest on taxes was higher than budgeted by \$145,698.
- Miscellaneous revenues increased due to the contribution from Mississippi Valley Health Services Commission in the amount of \$299,969.

Expenditures:

- General Government
 - Corporation counsel expenditures were less than the final budget by \$69,049. This was due in part because of a retirement which led to positions being vacant temporarily, resulting in savings of approximately \$39,000. Also, the human services department received a grant for \$32,889 to reimburse corporation counsel salary and fringe expenses for legal work done in termination of parental rights cases.
 - The Personnel department also had a position vacant for an extended period along with a retirement which led to savings of approximately \$42,000.
 - Worker's compensation insurance expense was less than budgeted by \$89,752.
 - Information technology expenditures were less than budgeted by \$174,068. There was a vacant position for most of the year and a limited term position where the hiring was delayed which saved approximately \$120,000. Also, \$52,640 was carried forward for projects to be completed in 2012. The department continues to become more efficient and utilize cost saving measures to keep up with changing technologies.

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- Public Safety
 - Jail and court services were under budget by \$264,355 due to savings of \$108,519 in jail programs for inmates, a State Criminal Alien Assistance Program Grant (SCAAP) that was \$45,294 less than what was budgeted after carryforwards, and \$50,000 for software for the electronic medical records project that was not completed in 2012. All of these amounts were carried forward into 2013.

- Culture, Recreation and Education
 - University Extension was under budget by \$59,818. This was due to two vacant positions that were filled with temporary clerical services, which saved approximately \$10,000; finding efficiencies in printing and postage methods saving \$17,563; and a program for community based training in the amount of \$9,600 was carried forward to be used in 2013. In addition, a grant relating to wildlife damage to farm crops was less in revenues and expenditures than projected for 2012, saving approximately \$9,000.

- Conservation and Development
 - Land conservation expenditures were less than budgeted by \$162,432, and revenues were less than budgeted by \$127,840. This was mainly due to the land and water resources management implementation grant that came in under budget on both revenues and expenditures by \$111,833. These are cost-reimbursement programs that depend on the number and cost of projects that are completed during the year. Also, the environmental fund account (cost sharing projects that use tax levy) was under budget by just over \$25,910 as not enough projects were done by farmers.
 - Zoning expenditures were less than budgeted by \$118,211 due to a position that was eliminated as the department underwent a reorganization during 2012.

- Miscellaneous
 - No salary contingency was budgeted for 2012 as \$879,004 was carried forward from unused 2011 appropriations. \$300,000 of this amount was used for the 2012 budget to fund the retiree insurance account. The remaining amount of \$579,004 will be carried forward to be used in 2013 to moderate the increased costs of salary and fringes in the 2013 budget.

- Capital Outlay
 - Capital outlay expenditures were less than the final budget by \$810,514. Projects that were not completed in 2012 will have funds carried forward to 2013 in the amount of \$713,143.

Actual expenditures for maintenance of the downtown campus buildings, reported under General Government, Public Safety, and Health and Human Services, were less than budgeted by \$154,576. The largest savings of \$121,538 was in utilities, particularly in natural gas. As the budget was prepared for 2012, the estimates were based on the current commodity rates, and during 2012 the rates for natural gas were much lower than expected.

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CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental and business-type activities at December 31 amounted to \$143,026,435 (net of accumulated depreciation). This investment in capital assets includes land and easements, infrastructure, structures and improvements, equipment, and construction in progress. The County's infrastructure assets are recorded at estimated historical cost in the government-wide financial statements. The County has elected to use the straight-line depreciation method of reporting capital assets.

	Governmental activities		Business-type activities		Total	
	2012	2011	2012	2011	2012	2011
Capital Assets						
Land	\$ 5,556,162	\$ 5,163,106	\$ 987,506	\$ 987,506	\$ 6,543,668	\$ 6,150,612
Land Improvements	3,826,932	3,630,146	26,520,515	24,359,744	30,347,447	27,989,890
Buildings	70,834,845	70,195,842	16,986,885	16,974,739	87,821,730	87,170,581
Machinery and equipment	27,213,602	26,177,117	9,455,484	8,983,168	36,669,086	35,160,285
Infrastructure	92,475,033	90,689,161	-	-	92,475,033	90,689,161
Construction in progress	1,092,092	937,915	6,655,702	8,509,034	7,747,794	9,446,949
Total capital assets	200,998,666	196,793,287	60,606,092	59,814,191	261,604,758	256,607,478
Less:						
Accumulated Depreciation	81,118,242	76,515,773	37,460,081	36,011,346	118,578,323	112,527,119
Total net capital assets	\$ 119,880,424	\$ 120,277,514	\$ 23,146,011	\$ 23,802,845	\$ 143,026,435	\$ 144,080,359

The largest increase for 2012 was in land improvements in the business-type activities due to the completion of the gas to energy project within the Solid Waste Department.

Further details of the County's capital assets can be found in Note 5 to the financial statements.

Long-Term Debt

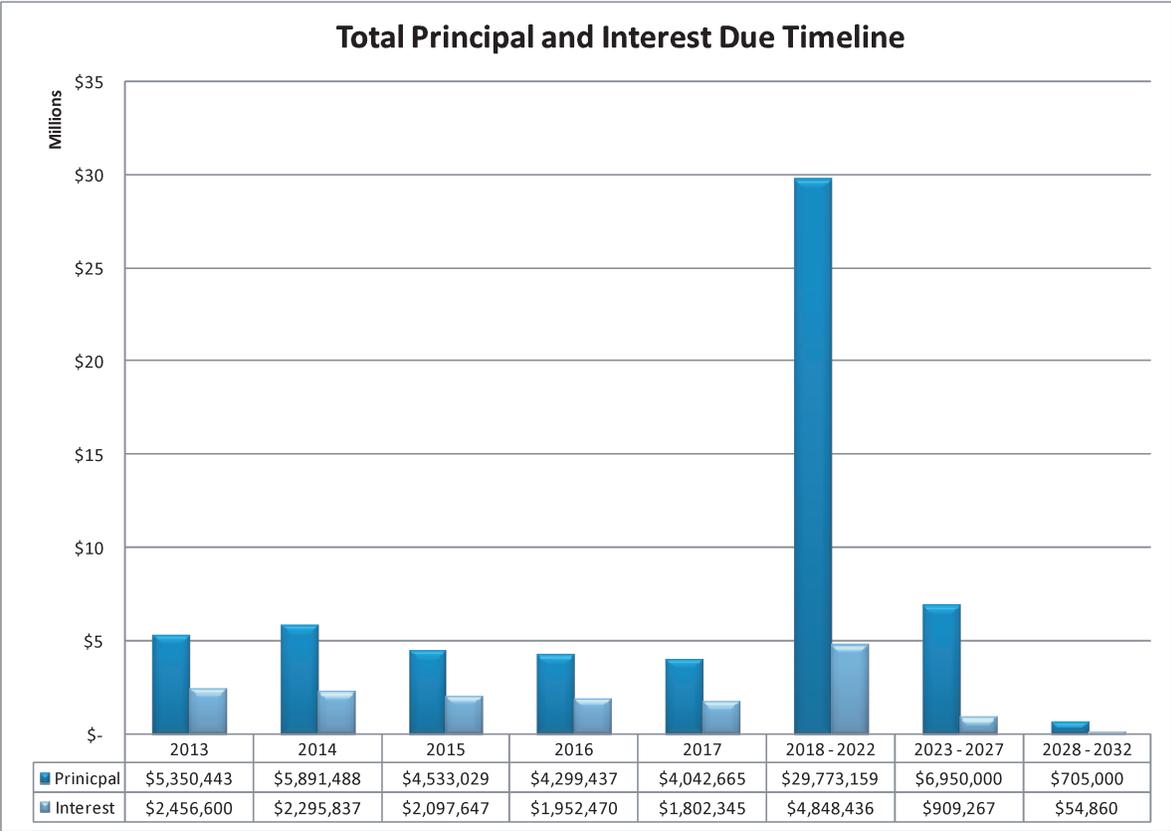
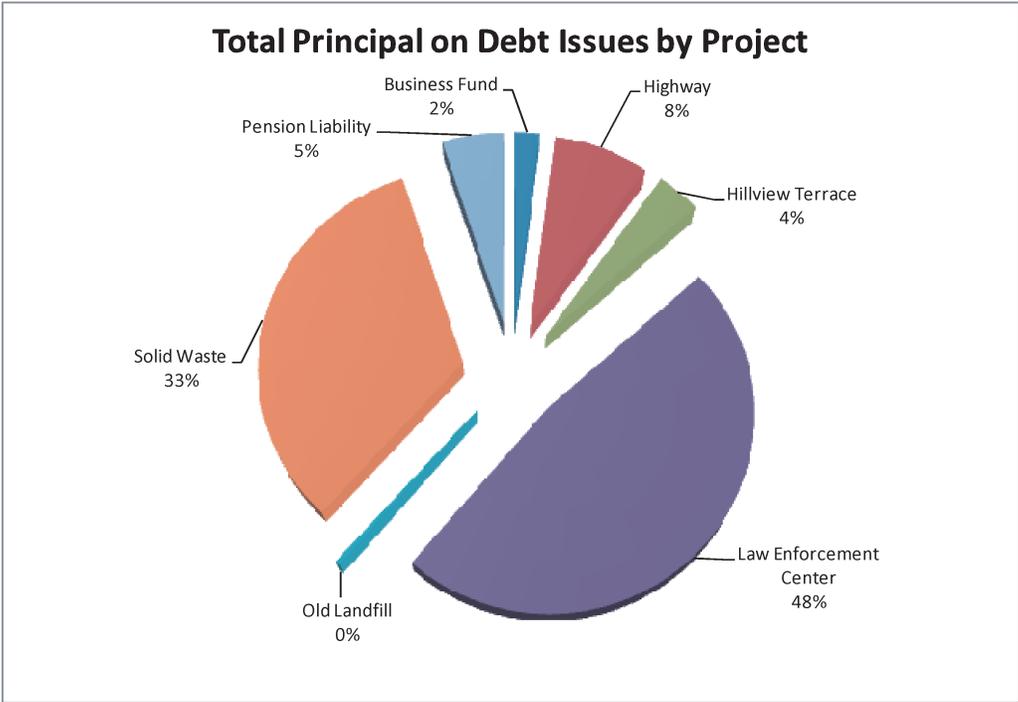
At December 31, the County had \$61,545,221 of general obligation debt outstanding. During the year, the County issued \$2,150,000 of general obligation bonds for highway road construction. Under current state statutes, the County's general obligation debt issuances are subject to a legal limitation, based on five percent of the equalized value of taxable property in the County. At December 31, the County's total amount applicable to debt margin was \$60,659,912 which was well below the legal limit of \$398,871,485. The net debt per capita equaled \$562 at year-end.

In January of 2012, the 2001A General Obligation Refunding Bonds were called and paid off early. As part of the 2012 budget process, the balance of \$3,580,000 was paid using a combination of tax levy, debt service funds, and special jail assessment funds.

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The County maintains an “Aa1” rating from Moody’s Investors Services for general obligation debt. The total principal on debt, by project, is shown in the chart below as well as the principal and interest payments by the year due.



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Further details of the County's long-term debt activity can be found in Note 8 to the financial statements.

Economic Factors

In 2012, Experian Credit Services ranked La Crosse 8th in the Nation for high personal credit scores. Four of the top ten cities were in Wisconsin, indicating that La Crosse and surrounding areas to be the most fiscally responsible areas in the Nation. High credit scores allow easier access to credit, but also affect the interest rate a consumer pays when borrowing.

In 2011, Forbes.com ranked La Crosse in the top 40 for "Best Places for Business and Careers". In 2009, U.S. News and World Report magazine listed La Crosse as one of the ten "Best Places to Live". This ranking is based on economy, population, cost of living, crime rate, and access to educational, cultural, and recreational opportunities.

In February 2012, Kiplinger's Personal Finance magazine has once again nationally recognized the University of Wisconsin-La Crosse for academic quality and affordability. More than 500 public, four-year colleges and universities were evaluated on the quality of students as measured by the academic performance of the incoming freshman class, admission rates, freshman retention rates, student-faculty ratios and graduation rates as well as how much they cost and how much financial aid the school offers. The University also was ranked #2 among Midwest Public Universities by US News & World Report in 2011.

In 2012, the County received national recognition by the Federal Environmental Protection Agency for the efforts to turn methane gas from the county landfill into electricity and heat for a local medical center. The project, along with the County's many other waste diversion projects, allowed the County to be the first landfill and the first municipal entity to be accepted into the Wisconsin DNR's Green Tier Program in 2011.

These accolades are five in a long line of similar rankings that reinforce the quality of life and business viability of the La Crosse area.

Diverse retail manufacturing, medical, educational and governmental operations are located within La Crosse County which has contributed to an unemployment rate that has historically been below the state and national average.

Request for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the La Crosse County Finance Dept, 400 4th Street North Room 2150 La Crosse, WI 54601.

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BASIC FINANCIAL STATEMENTS



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LA CROSSE COUNTY, WISCONSIN
STATEMENT OF NET POSITION

December 31, 2012

	<u>Primary Government</u>			Component Unit
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and investments	\$ 45,442,761	\$ 17,315,486	\$ 62,758,247	\$ 432,383
Receivables (net of allowance for uncollectibles)	48,685,079	3,811,627	52,496,706	1,305,137
Internal balances	602,893	(602,893)	-	-
Inventories and prepayments	1,542,856	127,280	1,670,136	-
Deposit in WMMIC	446,881	252,444	699,325	-
Restricted cash and investments	880,308	9,647,609	10,527,917	31,560
Capital assets not being depreciated:				
Construction in progress	1,092,092	6,655,702	7,747,794	-
Land	5,556,162	987,506	6,543,668	-
Capital assets being depreciated:				
Land improvements	3,826,932	26,520,515	30,347,447	-
Buildings	70,834,845	16,986,885	87,821,730	-
Machinery and equipment	27,213,602	9,455,484	36,669,086	-
Infrastructure	92,475,033	-	92,475,033	-
Accumulated depreciation	(81,118,242)	(37,460,081)	(118,578,323)	-
Total Assets	<u>217,481,202</u>	<u>53,697,564</u>	<u>271,178,766</u>	<u>1,769,080</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred capital cost fees	-	5,758,681	5,758,681	-
Total deferred outflows of resources	<u>-</u>	<u>5,758,681</u>	<u>5,758,681</u>	<u>-</u>
LIABILITIES				
Accounts payable and other current liabilities	6,955,330	2,022,163	8,977,493	87,039
Claims payable	2,002,542	587,773	2,590,315	-
Unearned revenue	57,751	39,150	96,901	-
Accrued interest	469,363	271,857	741,220	-
Long-Term Liabilities:				
Compensated absences - current	2,123,432	497,093	2,620,525	-
Compensated absences - noncurrent	3,807,009	-	3,807,009	-
Post employment benefit obligation - noncurrent	508,412	-	508,412	-
Bonds and notes payable - current	3,810,116	1,602,776	5,412,892	-
Bonds and notes payable - noncurrent	35,581,235	20,925,248	56,506,483	-
Landfill post closure costs - current	14,901	13,453	28,354	-
Landfill post closure costs - noncurrent	585,423	9,088,908	9,674,331	-
Total Liabilities	<u>55,915,514</u>	<u>35,048,421</u>	<u>90,963,935</u>	<u>87,039</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue-property taxes	29,724,209	115,000	29,839,209	-
Total deferred inflows of resources	<u>29,724,209</u>	<u>115,000</u>	<u>29,839,209</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	85,608,357	8,722,347	94,330,704	-
Restricted for:				
Debt service	415,946	-	415,946	-
Excess sales tax	2,933,193	-	2,933,193	-
Elderly programs	396,853	-	396,853	-
Other purposes	1,586,853	-	1,586,853	-
Unrestricted	40,900,277	15,570,477	56,470,754	1,682,041
Total Net Position	<u>\$ 131,841,479</u>	<u>\$ 24,292,824</u>	<u>\$ 156,134,303</u>	<u>\$ 1,682,041</u>

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

**LA CROSSE COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES**

Year Ended December 31, 2012

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
PRIMARY GOVERNMENT				
GOVERNMENTAL ACTIVITIES				
General government	\$ 9,651,740	\$ 2,687,474	\$ 523,013	\$ -
Public safety	16,669,785	1,252,120	301,743	-
Public works	10,449,803	3,548,058	1,517,769	-
Health and human services	41,763,281	3,966,892	24,507,680	-
Culture, recreation and education	2,928,389	442,700	100,748	-
Conservation and development	2,804,398	577,834	965,774	-
Interest on long-term debt	1,410,577	-	-	-
Total governmental activities	<u>85,677,973</u>	<u>12,475,078</u>	<u>27,916,727</u>	<u>-</u>
BUSINESS TYPE ACTIVITIES				
Hillview Health Care Center	15,642,746	14,753,016	1,417,345	-
Solid Waste	8,855,268	10,006,216	-	-
Apartments and assisted living facilities	3,355,336	3,517,333	33,783	-
Household hazardous waste disposal services	420,711	279,718	-	-
Total business type activities	<u>28,274,061</u>	<u>28,556,283</u>	<u>1,451,128</u>	<u>-</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 113,952,034</u>	<u>\$ 41,031,361</u>	<u>\$ 29,367,855</u>	<u>\$ -</u>
COMPONENT UNIT				
Mississippi Valley Health Services	<u>\$ 12,532,808</u>	<u>\$ 10,562,639</u>	<u>\$ 1,579,486</u>	<u>\$ -</u>

GENERAL REVENUES

Property taxes
Sales taxes
Other taxes
Grants and contributions, not restricted to specific programs
Investment earnings

TRANSFERS

Total general revenues and transfers

CHANGE IN NET POSITION

NET POSITION, BEGINNING OF YEAR (as restated)

NET POSITION, END OF YEAR

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

**LA CROSSE COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES**

Year Ended December 31, 2012

**Net (Expenses) Revenues and
Changes in Net Position**

<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>	<u>Component Unit</u>
\$ (6,441,253)	\$ -	\$ (6,441,253)	\$ -
(15,115,922)	-	(15,115,922)	-
(5,383,976)	-	(5,383,976)	-
(13,288,709)	-	(13,288,709)	-
(2,384,941)	-	(2,384,941)	-
(1,260,790)	-	(1,260,790)	-
(1,410,577)	-	(1,410,577)	-
<u>(45,286,168)</u>	<u>-</u>	<u>(45,286,168)</u>	<u>-</u>
-	527,615	527,615	-
-	1,150,948	1,150,948	-
-	195,780	195,780	-
-	(140,993)	(140,993)	-
<u>-</u>	<u>1,733,350</u>	<u>1,733,350</u>	<u>-</u>
(45,286,168)	1,733,350	(43,552,818)	-
-	-	-	(390,683)
29,306,432	182,913	29,489,345	-
10,292,560	-	10,292,560	-
5,780	-	5,780	-
4,202,354	-	4,202,354	-
1,463,930	96,524	1,560,454	38,041
92,977	(92,977)	-	-
<u>45,364,033</u>	<u>186,460</u>	<u>45,550,493</u>	<u>38,041</u>
77,865	1,919,810	1,997,675	(352,642)
<u>131,763,614</u>	<u>22,373,014</u>	<u>154,136,628</u>	<u>2,034,683</u>
<u>\$ 131,841,479</u>	<u>\$ 24,292,824</u>	<u>\$ 156,134,303</u>	<u>\$ 1,682,041</u>

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

**LA CROSSE COUNTY, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS**

December 31, 2012

	General Fund	Human Services Fund	Debt Service Fund	Business Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 22,509,576	\$ 7,281,015	\$ 880,443	\$ 633,524	\$ 2,956,206	\$ 34,260,764
Restricted cash and investments	-	-	-	-	654,105	654,105
Receivables (net of allowance for uncollectibles)	15,083,161	14,051,529	3,977,484	6,890,556	4,729,450	44,732,180
Due from other funds	102,528	-	4,866	-	-	107,394
Advance to other funds	813,706	-	-	-	-	813,706
Inventories and prepayments	197,914	3,944	-	-	9,486	211,344
Other assets	809	-	-	-	-	809
TOTAL ASSETS	\$ 38,707,694	\$ 21,336,488	\$ 4,862,793	\$ 7,524,080	\$ 8,349,247	\$ 80,780,302
LIABILITIES						
Accounts payable and other current liabilities	\$ 3,360,311	\$ 2,367,534	\$ -	\$ 103,549	\$ 468,595	\$ 6,299,989
Due to other funds	70,927	2,025	-	-	-	72,952
Advances from other funds	-	-	-	296,450	-	296,450
Unearned revenues	21,389	12,072	-	-	24,290	57,751
Total liabilities	3,452,627	2,381,631	-	399,999	492,885	6,727,142
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue-property taxes	7,859,032	11,201,913	3,977,484	-	3,983,699	27,022,128
Unavailable revenue-intergovernmental grants	107,667	-	-	-	-	107,667
Unavailable revenue-client services	-	343,842	-	-	-	343,842
Unavailable revenue-loan repayments	-	-	-	6,787,008	33,547	6,820,555
Total deferred inflows of resources	7,966,699	11,545,755	3,977,484	6,787,008	4,017,246	34,294,192
FUND BALANCES						
Nonspendable	4,910,575	3,944	-	-	9,486	4,924,005
Restricted	3,355,024	75,619	885,309	337,073	1,741,342	6,394,367
Committed	1,479,522	574,910	-	-	-	2,054,432
Assigned	2,820,609	6,754,629	-	-	2,088,288	11,663,526
Unassigned	14,722,638	-	-	-	-	14,722,638
Total fund balances	27,288,368	7,409,102	885,309	337,073	3,839,116	39,758,968
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 38,707,694	\$ 21,336,488	\$ 4,862,793	\$ 7,524,080	\$ 8,349,247	\$ 80,780,302

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

LA CROSSE COUNTY, WISCONSIN

**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION**

December 31, 2012

Total Fund Balances - Governmental Funds	\$	39,758,968
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.		56,022,631
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.		(38,852,985)
Bond premium is amortized over the life of the bonds, whereas it is recorded as income when received in the fund statements.		(538,366)
Interest is not accrued at the fund level, but rather is recognized as an expenditure when due.		(469,363)
Internal service funds are used by management to charge the costs of various services to individual funds and functional categories. The assets and liabilities of the internal service funds include items relating to the governmental funds.		74,697,162
Revolving loan funds have unavailable revenue in the fund statements.		5,713,199
Inventories are not reported in the fund statements.		264,729
Receivables that are not available to pay for current period expenditures, and therefore are recorded as deferred inflows in the fund statements.		1,558,865
Liability for post-closure costs for the old landfill are not recorded as a liability on the fund statements.		(600,324)
Compensated absences and other post employment benefits are not due and payable in the current period and therefore are not reported as liabilities in the funds.		<u>(5,713,037)</u>
Total Net Position - Governmental Funds	\$	<u><u>131,841,479</u></u>

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

LA CROSSE COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

Year Ended December 31, 2012

	General Fund	Human Service Fund	Debt Service Fund	Business Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 18,825,626	\$ 11,459,261	\$ 3,977,484	\$ -	\$ 3,981,985	\$ 38,244,356
Intergovernmental revenues	6,465,941	19,967,604	-	544,990	3,007,777	29,986,312
Interdepartmental revenues	-	-	525,202	-	754	525,956
Licenses and permits	473,209	-	-	-	570,665	1,043,874
Fines, forfeits and penalties	293,718	-	-	-	131,875	425,593
Public charges for services	2,757,516	1,975,955	-	-	1,356,337	6,089,808
Intergovernmental charges for services	1,325,834	-	-	-	-	1,325,834
Miscellaneous revenues	1,128,907	338,623	109,297	258,931	165,575	2,001,333
Total revenues	<u>31,270,751</u>	<u>33,741,443</u>	<u>4,611,983</u>	<u>803,921</u>	<u>9,214,968</u>	<u>79,643,066</u>
EXPENDITURES						
Current:						
General government	10,941,712	-	-	-	-	10,941,712
Public safety	14,241,678	923,433	-	-	137,432	15,302,543
Public works	-	-	-	-	29,350	29,350
Health and human services	1,665,627	32,827,185	-	-	6,998,838	41,491,650
Culture, recreation and education	1,162,897	-	-	-	1,755,298	2,918,195
Conservation and development	1,927,472	-	-	594,067	176,593	2,698,132
Miscellaneous	79,822	-	-	-	-	79,822
Debt service:						
Principal	534	-	6,629,057	145,000	117,618	6,892,209
Interest and other charges	4	-	1,409,222	43,569	14,173	1,466,968
Debt issue costs	28,589	-	-	-	-	28,589
Capital outlay	756,866	30,205	-	-	50,656	837,727
Total expenditures	<u>30,805,201</u>	<u>33,780,823</u>	<u>8,038,279</u>	<u>782,636</u>	<u>9,279,958</u>	<u>82,686,897</u>
Excess (deficiency) of revenues over expenditures	<u>465,550</u>	<u>(39,380)</u>	<u>(3,426,296)</u>	<u>21,285</u>	<u>(64,990)</u>	<u>(3,043,831)</u>
OTHER FINANCING SOURCES (USES)						
Long-term debt issued	2,150,000	-	-	-	-	2,150,000
Sale of capital assets	57,937	-	-	-	-	57,937
Bond premium	71,560	-	-	-	-	71,560
Transfers in	400,038	-	1,572,926	16,415	-	1,989,379
Transfers out	<u>(2,209,859)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,043,597)</u>	<u>(3,253,456)</u>
Total other financing sources (uses)	<u>469,676</u>	<u>-</u>	<u>1,572,926</u>	<u>16,415</u>	<u>(1,043,597)</u>	<u>1,015,420</u>
Net change in fund balances	935,226	(39,380)	(1,853,370)	37,700	(1,108,587)	(2,028,411)
FUND BALANCES, BEGINNING	<u>26,353,142</u>	<u>7,448,482</u>	<u>2,738,679</u>	<u>299,373</u>	<u>4,947,703</u>	<u>41,787,379</u>
FUND BALANCES, ENDING	<u>\$ 27,288,368</u>	<u>\$ 7,409,102</u>	<u>\$ 885,309</u>	<u>\$ 337,073</u>	<u>\$ 3,839,116</u>	<u>\$ 39,758,968</u>

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

LA CROSSE COUNTY, WISCONSIN

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

Year Ended December 31, 2012

Net changes in fund balances - total governmental funds	\$	(2,028,411)
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 as depreciation expense. This is the amount by which depreciation expense (\$2,634,391) exceeded capital asset purchases (\$1,170,055).		(1,464,336)
Gain on sale of property is recorded in the statement of activities, while on the governmental fund the gross sales price is reported. The total of the sale prices (\$23,063) of capital assets and the loss on sale (\$24,804) is the net book value of capital assets removed.		(47,867)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long term liabilities in the statement of net position.		6,891,675
The issuance of long term debt is an other financing source in the governmental funds, but the issuance increases long term liabilities in the statement of net position.		(2,150,000)
Bond premium is amortized over the life of the bonds, whereas it is recorded as income when received in the fund statements.		(9,632)
Interest is not accrued at the fund level.		56,391
The repayment of a capital lease is an expenditure in the fund statements.		534
Internal service funds are used by management to charge the costs of various services to individual funds and functional categories. This amount represents the current year change in net position from the internal service funds allocated to the governmental funds.		(1,325,012)
Governmental funds report economic loan repayments as revenues and the issuance of new loans as expenditures. These activities are reported as changes in loans receivable in the government-wide statements.		(69,671)
Inventory items are expensed in the fund statements.		12,629
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the fund statements.		140,501
Long-term closure costs for the old landfill are not recorded as an expense in the fund statements.		13,595
Compensated absences do not require the use of current financial resources and therefore are not reported as an expenditures in the governmental funds.		57,469
Change in Net Position of Governmental Activities	\$	77,865

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

**LA CROSSE COUNTY, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS**

December 31, 2012

	Business-type Activities- Enterprise Funds			Governmental Activities	
	Hillview Health Care Center	Solid Waste	Nonmajor Enterprise Funds	Total	Internal Service Funds
ASSETS					
Current Assets					
Cash and cash equivalents	\$ 3,081,610	\$ 6,955,595	\$ 3,297,052	\$ 13,334,257	\$ 15,163,226
Restricted cash and cash equivalents	41,168	-	664	41,832	-
Restricted investments	-	9,538,151	-	9,538,151	293,829
Receivables (net of allowance for uncollectibles)	2,155,050	809,293	385,660	3,350,003	4,019,151
Due from other funds	-	-	16,891	16,891	75,815
Inventories and prepayments	119,060	1,047	7,173	127,280	1,065,974
Total current assets	<u>5,396,888</u>	<u>17,304,086</u>	<u>3,707,440</u>	<u>26,408,414</u>	<u>20,617,995</u>
Noncurrent assets					
Receivables (net of allowance for uncollectibles)	-	395,372	-	395,372	-
Other assets	-	-	-	-	14,289
Deposit in WMMIC	-	-	-	-	685,036
Capital Assets:					
Land	19,562	920,064	47,880	987,506	2,330,309
Land improvements	250,338	25,837,583	432,594	26,520,515	1,106,723
Buildings	3,721,573	1,117,767	12,147,545	16,986,885	4,917,511
Machinery, equipment, and vehicles	5,058,048	589,607	3,807,829	9,455,484	13,592,776
Infrastructure	-	-	-	-	91,464,239
Construction in progress	-	6,655,702	-	6,655,702	684,084
Less accumulated depreciation	(6,876,021)	(20,662,639)	(9,921,421)	(37,460,081)	(50,237,849)
Total capital assets - net	<u>2,173,500</u>	<u>14,458,084</u>	<u>6,514,427</u>	<u>23,146,011</u>	<u>63,857,793</u>
Total noncurrent assets	<u>2,173,500</u>	<u>14,853,456</u>	<u>6,514,427</u>	<u>23,541,383</u>	<u>64,557,118</u>
Total Assets	<u>7,570,388</u>	<u>32,157,542</u>	<u>10,221,867</u>	<u>49,949,797</u>	<u>85,175,113</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred capital cost fees	-	5,758,681	-	5,758,681	-
Total Deferred Outflows of Resources	<u>-</u>	<u>5,758,681</u>	<u>-</u>	<u>5,758,681</u>	<u>-</u>

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

LA CROSSE COUNTY, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS

December 31, 2012

	Business-type Activities- Enterprise Funds			Governmental Activities	
	Hillview Health Care Center	Solid Waste	Nonmajor Enterprise Funds	Total	Internal Service Funds
LIABILITIES					
Current liabilities					
Accounts payable and other current liabilities	\$ 709,789	\$ 1,057,888	\$ 204,041	\$ 1,971,718	\$ 663,954
Claims payable	-	-	-	-	2,590,315
Other liabilities payable from restricted assets	41,168	-	664	41,832	-
Due to other funds	13,149	-	102,528	115,677	11,471
Unearned revenues	-	39,150	-	39,150	-
Accrued interest	-	248,002	23,855	271,857	-
Current portion of bonds and notes payable	-	1,498,991	103,785	1,602,776	-
Compensated absences	429,674	23,182	44,237	497,093	217,404
Current portion of landfill closure cost liability	-	13,453	-	13,453	-
Total current liabilities	<u>1,193,780</u>	<u>2,880,666</u>	<u>479,110</u>	<u>4,553,556</u>	<u>3,483,144</u>
Noncurrent liabilities					
Advances from other funds	-	-	517,256	517,256	-
General obligation bonds payable	-	18,840,903	2,084,345	20,925,248	-
Post employment benefit obligation	-	-	-	-	508,412
Landfill closure cost liability	-	9,088,908	-	9,088,908	-
Total noncurrent liabilities	<u>-</u>	<u>27,929,811</u>	<u>2,601,601</u>	<u>30,531,412</u>	<u>508,412</u>
Total Liabilities	<u>1,193,780</u>	<u>30,810,477</u>	<u>3,080,711</u>	<u>35,084,968</u>	<u>3,991,556</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue-property taxes	-	-	115,000	115,000	2,702,081
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>115,000</u>	<u>115,000</u>	<u>2,702,081</u>
NET POSITION					
Net investment in capital assets	2,173,500	2,222,550	4,326,297	8,722,347	63,857,793
Unrestricted	4,203,108	4,883,196	2,699,859	11,786,163	14,623,683
Total Net Position	<u>\$ 6,376,608</u>	<u>\$ 7,105,746</u>	<u>\$ 7,026,156</u>	<u>20,508,510</u>	<u>\$ 78,481,476</u>
Adjustment to report the cumulative internal balance for the net effect of the activity between the internal service funds and the enterprise funds over time				<u>3,784,314</u>	
NET POSITION OF BUSINESS - TYPE ACTIVITIES				<u>\$ 24,292,824</u>	

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

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**LA CROSSE COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS**

Year Ended December 31, 2012

	Business-type Activities- Enterprise Funds			Total	Governmental Activities
	Hillview Health Care Center	Solid Waste	Nonmajor Enterprise Funds		Internal Service Funds
OPERATING REVENUES					
Public charges for services	\$ 14,731,409	\$ 9,983,585	\$ 3,279,929	\$ 27,994,923	\$ 5,793,201
Intergovernmental grants and fees	-	-	506,885	506,885	-
Interdepartmental revenues	-	-	-	-	15,360,932
Miscellaneous revenues	21,607	22,631	10,237	54,475	97,162
Total operating revenues	<u>14,753,016</u>	<u>10,006,216</u>	<u>3,797,051</u>	<u>28,556,283</u>	<u>21,251,295</u>
OPERATING EXPENSES					
Personnel services	12,090,766	563,519	2,265,009	14,919,294	-
Contractual services	128,025	3,495,174	169,770	3,792,969	-
Construction and maintenance	-	-	-	-	6,478,989
General and administrative services	1,411,176	20,166	235,182	1,666,524	2,376,474
Post employment benefit expense	-	-	-	-	(121,273)
Claims	-	-	-	-	15,449,507
Materials and supplies	671,238	27,005	205,306	903,549	-
Utilities	187,650	50,542	105,983	344,175	-
Depreciation	239,424	762,221	542,586	1,544,231	3,410,929
Other services and charges	1,028,682	2,878,098	128,078	4,034,858	-
Total operating expenses	<u>15,756,961</u>	<u>7,796,725</u>	<u>3,651,914</u>	<u>27,205,600</u>	<u>27,594,626</u>
Operating income (loss)	<u>(1,003,945)</u>	<u>2,209,491</u>	<u>145,137</u>	<u>1,350,683</u>	<u>(6,343,331)</u>
NONOPERATING REVENUES (EXPENSES)					
Property taxes	-	-	182,913	182,913	2,256,114
Intergovernmental revenues	1,417,345	-	-	1,417,345	1,517,769
Investment earnings	16,481	64,339	11,194	92,014	19,476
Interest expense	-	(1,051,876)	(124,107)	(1,175,983)	-
Amortization of debt discount	-	(11,836)	(1,215)	(13,051)	-
Rebates	-	-	33,783	33,783	-
Loss on disposal of property and equipment	-	-	(806)	(806)	(6,205)
Total nonoperating revenues (expenses)	<u>1,433,826</u>	<u>(999,373)</u>	<u>101,762</u>	<u>536,215</u>	<u>3,787,154</u>
Income (loss) before transfers and capital contributions	<u>429,881</u>	<u>1,210,118</u>	<u>246,899</u>	<u>1,886,898</u>	<u>(2,556,177)</u>
Transfers in	-	-	-	-	2,193,444
Transfers out	-	-	-	-	(929,367)
CHANGE IN NET POSITION	<u>429,881</u>	<u>1,210,118</u>	<u>246,899</u>	<u>1,886,898</u>	<u>(1,292,100)</u>
NET POSITION, BEGINNING (as restated)	<u>5,946,727</u>	<u>5,895,628</u>	<u>6,779,257</u>		<u>79,773,576</u>
NET POSITION, ENDING	<u>\$ 6,376,608</u>	<u>\$ 7,105,746</u>	<u>\$ 7,026,156</u>		<u>\$ 78,481,476</u>
Adjustment for the net effect of the current year activity between internal service funds and enterprise funds				<u>32,912</u>	
CHANGE IN NET POSITION OF BUSINESS -TYPE ACTIVITIES				<u>\$ 1,919,810</u>	

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

**LA CROSSE COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

Year Ended December 31, 2012

	Business-type Activities- Enterprise Funds			Governmental Activities	
	Hillview Health Care Center	Solid Waste	Nonmajor Enterprise Funds	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 14,564,508	\$ 10,125,174	\$ 3,568,676	\$ 28,258,358	\$ 5,371,423
Receipts from interfund services provided	173,431	-	-	173,431	15,324,507
Receipts from cash contributions	16,086	-	-	16,086	-
Receipts from intergovernmental grants and fees	-	-	221,448	221,448	-
Miscellaneous revenue	5,521	22,631	167	28,319	89,817
Payments to suppliers and providers	(3,181,823)	(6,501,677)	(782,025)	(10,465,525)	(20,245,856)
Payments to employees for salaries and benefits	(12,023,710)	(562,095)	(2,172,696)	(14,758,501)	(4,046,406)
Payments for interfund services provided	(281,190)	(134,570)	(134,955)	(550,715)	(195,268)
Net cash flows provided by (used for) operating activities	(727,177)	2,949,463	700,615	2,922,901	(3,701,783)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Transfers to other funds	-	-	-	-	(400,038)
Proceeds from due to other funds	-	-	72,584	72,584	-
Repayment on due to other funds	-	-	(108,217)	(108,217)	-
Federal and state aids	1,432,166	-	-	1,432,166	1,517,769
Receipts from property taxes	-	-	182,913	182,913	2,256,114
Net cash flows provided by non-capital financing activities	1,432,166	-	147,280	1,579,446	3,373,845
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of capital assets	(476,367)	(521,498)	(648,896)	(1,646,761)	(4,703,159)
Proceeds from sales of capital assets	-	-	-	-	150,567
Rebates	-	-	16,891	16,891	-
Transfers out to other funds	-	-	-	-	(529,329)
Transfers from other funds	-	-	-	-	2,193,444
Payment on advance from other funds	-	-	(25,010)	(25,010)	-
Principal paid on long-term debt	-	(1,442,453)	(105,000)	(1,547,453)	-
Interest paid	-	(1,067,348)	(124,383)	(1,191,731)	-
Net cash flows used for capital and related financing activities	(476,367)	(3,031,299)	(886,398)	(4,394,064)	(2,888,477)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest on investments	16,481	64,339	11,194	92,014	19,476
Purchase of investments	-	(21,090)	-	(21,090)	-
Net cash flows provided by investing activities	16,481	43,249	11,194	70,924	19,476
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	245,103	(38,587)	(27,309)	179,207	(3,196,939)
CASH AND CASH EQUIVALENTS, BEGINNING	2,877,675	6,994,182	3,325,025	13,196,882	18,360,165
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 3,122,778</u>	<u>\$ 6,955,595</u>	<u>\$ 3,297,716</u>	<u>\$ 13,376,089</u>	<u>\$ 15,163,226</u>

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

**LA CROSSE COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

Year Ended December 31, 2012

	Business-type Activities- Enterprise Funds			Governmental Activities	
	Hillview Health Care Center	Solid Waste	Nonmajor Enterprise Funds	Total	Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) FROM OPERATING ACTIVITIES					
Operating income (loss)	\$ (1,003,945)	\$ 2,209,491	\$ 145,137	\$ 1,350,683	\$ (6,343,331)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation expense	239,424	762,221	542,586	1,544,231	3,410,929
Amortization	-	535,691	-	535,691	-
(Increase) Decrease receivables	46,992	121,940	(9,799)	159,133	(270,694)
(Increase) Decrease due from other funds	-	-	-	-	(5,405)
(Increase) Decrease inventories and prepayments	(1,957)	4,345	(4,068)	(1,680)	(75,599)
(Increase) Decrease other assets	-	-	-	-	(14,289)
(Increase) Decrease retention deposit	-	-	-	-	(14,352)
Increase (Decrease) claims payable	-	-	-	-	(319,595)
Increase (Decrease) accounts payable and other current liabilities	45,208	26,086	25,884	97,178	93,170
Increase (Decrease) due to other funds	(18,213)	-	(1,297)	(19,510)	3,950
Increase (Decrease) other liabilities	-	-	-	-	(29,144)
Increase (Decrease) compensated absences	13,964	(1,925)	2,172	14,211	(12,828)
Increase (Decrease) other post employment benefit obligation	-	-	-	-	(121,273)
Increase (Decrease) unearned revenue	(48,650)	19,650	-	(29,000)	(3,322)
Increase (Decrease) landfill closure cost liability	-	(728,036)	-	(728,036)	-
Total adjustments	<u>276,768</u>	<u>739,972</u>	<u>555,478</u>	<u>1,572,218</u>	<u>2,641,548</u>
Net cash flows provided by (used for) operating activities	<u>\$ (727,177)</u>	<u>\$ 2,949,463</u>	<u>\$ 700,615</u>	<u>\$ 2,922,901</u>	<u>\$ (3,701,783)</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS PER COMBINED STATEMENT OF CASH FLOWS TO STATEMENT OF NET POSITION					
Unrestricted, January 1, 2012	\$ 2,844,695	\$ 6,994,182	\$ 3,323,412	\$ 13,162,289	\$ 18,360,165
Restricted, January 1, 2012	32,980	-	1,613	34,593	-
Total	<u>2,877,675</u>	<u>6,994,182</u>	<u>3,325,025</u>	<u>13,196,882</u>	<u>18,360,165</u>
Net increase (decrease) in cash and cash equivalents	245,103	(38,587)	(27,309)	179,207	(3,196,939)
Total	<u>\$ 3,122,778</u>	<u>\$ 6,955,595</u>	<u>\$ 3,297,716</u>	<u>\$ 13,376,089</u>	<u>\$ 15,163,226</u>
Unrestricted, December 31, 2012	\$ 3,081,610	\$ 6,955,595	\$ 3,297,052	\$ 13,334,257	\$ 15,163,226
Restricted, December 31, 2012	41,168	-	664	41,832	-
Total	<u>\$ 3,122,778</u>	<u>\$ 6,955,595</u>	<u>\$ 3,297,716</u>	<u>\$ 13,376,089</u>	<u>\$ 15,163,226</u>

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

**LA CROSSE COUNTY, WISCONSIN
STATEMENT OF NET POSITION
FIDUCIARY FUNDS**

DECEMBER 31, 2012

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 702,397
Receivables	78,523
TOTAL ASSETS	<u>\$ 780,920</u>
LIABILITIES	
Accounts payable and other current liabilities	780,920
TOTAL LIABILITIES	<u>\$ 780,920</u>

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

NOTES TO BASIC FINANCIAL STATEMENTS



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**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of La Crosse County conform to generally accepted accounting principles as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. Reporting Entity

This report includes all of the funds of La Crosse County. The reporting entity for the County consists of (a) the primary government, (b) organizations for which the primary government is financially accountable and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable to the organization. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. This report does not contain any blended component units.

Discretely Presented Component Unit

The government-wide financial statements include the Mississippi Valley Health Services (MVHS) as a discretely presented component unit. MVHS is a legally separate governmental organization that was formed in 2009 for the purpose of organizing and establishing a multi-jurisdictional public entity which operates a nursing home facility for the developmentally disabled. MVHS is governed by thirteen counties, including La Crosse County, each who appoint one member by the respective participating counties. In addition, La Crosse County Board exercises its will by appointing two additional members to MVHS who must serve as the president and vice president, respectively. The County contracts with MVHS to provide personnel and human resources related to the administration and management of the nursing home, as well as provide financial resources for the operations, including any incidental costs or services.

Additional information is presented in Note 13. Separately issued financial statements of MVHS may be obtained from the MVHS office.

B. Government-wide and Fund Financial Statements

Government-wide Financial Statements

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

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

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements

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

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

Funds are organized as major funds or nonmajor funds within the governmental and enterprise statements. An emphasis is placed on major funds within the governmental and enterprise categories. A fund is considered major if it is the primary operating fund of the County or meets the following criteria:

- a. Total assets, deferred outflows, liabilities, deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental fund or enterprise fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the County believes is particularly important to financial statement users may be reported as a major fund.

The County reports the following major governmental and enterprise funds:

Major Governmental Funds

General Fund – Accounts for the County’s primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.

Human Services Special Revenue Fund – Accounts for services provided in the areas of mental health, developmental disabilities, alcohol and drug abuse, family and children’s and economic support. Revenues are received through property taxes, Federal and State grants, public charges, and miscellaneous donations.

Debt Service Fund – Accounts for the accumulation of resources for, and the payment of, general obligation debt principal, interest and related costs.

Business Fund – Accounts for loans provided to businesses within the County to promote economic development and the development of the Lakeview Business Park.

Major Enterprise Funds

Hillview Health Care Center Fund – Accounts for the operations of the skilled nursing facilities for aged and disabled residents.

Solid Waste Fund – Accounts for the operations of the solid waste disposal system servicing the County.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The County reports the following nonmajor governmental and enterprise funds:

Special Revenue Funds – used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Computer Revolving Loan Fund – Accounts for loans provided to County employees for purchases of computers.

Land Record Assessment Fund – Accounts for the computerized land information created by the County.

Special Jail Assessment Fund – Accounts for the portion of traffic violations collected by the Clerk of Courts which are designated for law enforcement use.

Library Fund – Accounts for the operations of the County Library System.

Old Landfill Fund – Accounts for the current costs associated with post-closure care of the old landfill.

Aging Fund – Accounts for the services provided to elderly residents of the county.

Estate Donation Fund – Accounts for monies bequeathed to the County Aging Unit to be used for services provided to elderly residents of the county.

Health Fund – Accounts for the costs of health services provided to residents of the county.

Enterprise Funds – may be used to report any activity for which a fee is charged to external users for goods or services, and must be used for activities which meet certain debt or cost recovery criteria.

Robert G. Carroll Heights Apartments – Accounts for the operations of the County-owned apartment complex for the aged.

Hillview Terrace - Accounts for the operations of the County-owned community based residential facility.

MacIntosh Manor – Accounts for the operations of the County-owned adult family home for people with disabilities.

Regent Manor – Accounts for the operations of the County-owned adult family home for people with disabilities.

Maplewood CBRF – Accounts for the operations of the County-owned community based residential facility.

Ravenwood Nursing Home – Accounts for the operations of the County-owned certified nursing home for people with severe behavioral problems.

Lakeview Nursing Home Facility Fund – Accounts for capital assets of Lakeview Nursing Home Facility which is leased to Mississippi Valley Health Services Commission.

Household Hazardous Materials – Accounts for the operations of the facility designed to dispose of hazardous chemicals used in the La Crosse County area.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In addition, the County reports the following fund types:

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, or to other governmental units, on a cost-reimbursement basis.

County Highway Fund – Accounts for the operations of the County Highway Department, which consists primarily of the maintenance and construction of the County trunk highway system, maintenance of state highways within the County, and provision of highway services to other local governments.

Workers Compensation Self-Insurance Fund – Accounts for the accumulation of resources for and workers compensation claims.

Health Self-Insurance Fund – Accounts for the resources for and payment of medical and dental claims.

Liability Self-Insurance Fund – Accounts for the accumulation of resources and payment of claims.

Fiduciary funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

Circuit Court – Accounts for the collection and payment of fines and forfeitures.

Inmate and Representative Payee Agency – Accounts for the various County Departments that are holding money in an agency capacity.

Metro Enforcement Group – Accounts for the activities related to the regional drug enforcement task force working for the Federal government.

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

Government – wide Financial Statements

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments for client care services from various funds within the County that provide services to other funds. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resource measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Certain federal and state funded grant revenues are considered available if they are collected within 180 days of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for principal and unmatured interest on long-term debt, claims, judgments, compensated absences, post employment benefits and landfill postclosure expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

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

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

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

The County reports deferred inflows on its governmental funds balance sheet. Deferred inflows arise from taxes levied in the current year that are for subsequent year's operations. For governmental fund financial statements, deferred inflows also arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received before the County has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred inflows is removed from the balance sheet and revenue is recognized.

Proprietary and fiduciary fund (except agency fund) financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described for the government-wide financial statements. The agency funds do not have a measurement focus and are reported using the accrual basis of accounting.

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's proprietary funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources as they are needed.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

1. Cash and Investments

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

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment earnings. Investment earnings on commingled investments of various County funds are allocated based on average balances, in accordance with adopted policies.

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

2. Receivables

The County's property taxes are levied on or before December 31 on the equalized valuation as of the prior January 1 for all general property located in the County. The taxes are due and payable in the following year. Such amounts are recorded as property taxes receivable and deferred inflows of resources in the accompanying financial statements.

The taxes levied become due as of January 1 of the calendar year. Collections are made through January 31 by each municipal treasurer within the County except the City of La Crosse and directly by the County after that date. The City of La Crosse collects taxes quarterly and settles uncollected taxes with the County on August 15 of each year. Payment dates are full payment by January 31 or partial payments by January 31 and July 31 of each year.

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

In the governmental fund financial statements, advances to other funds are offset equally by nonspendable fund balance, which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

3. Inventories and Prepayments

All inventories are recorded at cost, which approximates market, using the first-in, first-out method. Inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual items are consumed, rather than when purchased. Inventory items are not for re-sale. Inventory quantities at December 31 were determined by physical count.

Inventories of governmental fund types in the fund financial statements are offset by nonspendable fund balance accounts to indicate they do not represent spendable available financial resources.

Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items. Prepaid items of governmental fund types in the fund financial statements are offset by nonspendable fund balance accounts to indicate they do not represent spendable available financial resources.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Restricted Assets

Restricted assets consist of cash and investments held in trust for the residents of Hillview Health Care Center, Ravenwood Nursing Home and the self funded liability retention account (WMMIC). Also included in restricted assets are the deposits required by the Wisconsin Department of Natural Resources for the County's landfill closure and post-closure care costs.

5. Capital Assets

Government – wide Statements

In the government-wide financial statements, property, plant, equipment and infrastructure are accounted for as capital assets. The County defines capital assets as assets with an initial cost of more than \$5,000 for general capital assets and \$100,000 for infrastructure assets, and an estimated useful life in excess of one year. All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair market value at the date of donation.

Prior to January 2003, infrastructure assets of governmental funds were not capitalized. The County has retroactively reported all network infrastructure acquired by its governmental funds since January 1, 1980.

Additions to and replacements of capital assets are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized for proprietary funds equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. No interest expense was capitalized in 2012. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from capital asset accounts.

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

Buildings	30 – 50 Years
Land Improvements	20 – 50 Years
Infrastructure	25 – 50 Years
Machinery and equipment	3 – 20 Years
Furniture and fixtures	5 – 20 Years
Vehicles	3 – 5 Years

Fund Financial Statements

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

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. Compensated Absences

County employees generally earn sick leave and vacation at different rates depending upon years of service.

When an employee retires and meets specified requirements, a percent of the accumulated sick pay up to a maximum of 150 days, is paid out to be used for medical expenses for the employee and or dependents of the employee. The employee may use the foregoing benefit until such time as one of the following occurs:

- a. The employee or dependent is deceased, or
- b. The employee or dependent becomes employed and/or eligible for other comparable hospital and surgical programs from another source.

Compensated absences consist of accrued vacation and accrued sick leave. The general fund is responsible for the accrued sick leave liability for all the funds. Therefore, it is reported as a long-term liability within the governmental activities. Accrued vacation is considered payable within one year, and therefore is reported as a current liability within the applicable governmental activities, business-type activities, or proprietary fund statement of net position.

7. Long-Term Obligations

In the government-wide statements and in the proprietary funds in the fund financial statements, long-term obligations are reported as liabilities in the applicable governmental activities, business type activities, or proprietary fund statement of net position. The long-term obligations consist primarily of notes and bonds payable, landfill post-closure costs, accrued compensated absences, and post-employment benefit obligations. Bond premiums and discounts are deferred and amortized over the life of the bond within the government-wide and proprietary fund statements.

In the fund financial statements, governmental funds recognize bond premium and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as another financing source. Discounts and issuance costs as well as principal and interest payments are reported as debt service expenditures.

8. Claims and Judgments

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

9. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has one type of item that qualifies for reporting in this category in the proprietary funds as well as the government-wide statements of net position. It is the deferred charge on the capital cost fee related to the Xcel Energy contract. Additional information is found in Note 6.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to that time. The county has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported in the governmental and proprietary funds balance sheet. The governmental and proprietary funds report unavailable revenues from three sources: property taxes, intergovernmental grants, and loan repayments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

10. Net Position and Fund Balance Classifications

Government – wide Statements

Net Position is classified in three components:

- a. Net investment in capital assets- Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of amounts with constraints placed on their use either 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.
- c. Unrestricted net position – All other amounts that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance classification is based primarily on the extent to which the County is bound to honor constraints on the use of the resources reported in each governmental fund. Proprietary fund net position is classified the same as in the government-wide statements.

See Note 9 for an explanation of the various fund balance and net position descriptions.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

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

1. In July, the department heads submit budget requests to the Finance Department. The Finance Department totals these requests and compiles a County wide budget.
2. From August through November, various budget meetings take place to review the departmental and County budget.
3. A public hearing is then conducted to obtain taxpayer comments.
4. In November, the budget is legally enacted through passage of a resolution by the County Board of Supervisors. The legal level of budgetary control is the function level in the General Fund and total expenditures in all other funds.
5. Department heads are responsible for monitoring their budgets. In the event of a projected overage, the Department Head works jointly with the County Administrator and the Finance Director to develop a funding strategy.
6. The Executive Committee is authorized to transfer budgeted amounts between and within departments; however, any transfers between funds or amounts that will be spent out of unassigned fund balances must be approved by the County Board of Supervisors.
7. The budgets for the governmental fund types are adopted on a basis consistent with generally accepted accounting principles.
8. In instances where budget appropriations and estimated revenues have been revised during the year, budget data presented in the financial statements and schedules represent the final authorized amounts.

B. LIMITATIONS ON THE COUNTY'S TAX LEVY RATE AND ITS ABILITY TO ISSUE NEW DEBT

Wisconsin legislation was passed in 2011 that limits the County's future tax levy rates. For 2012 and 2013 the County is limited to the prior year tax levy dollar amount (excluding TIF districts), or the percentage change in the County's equalized value due to net new construction. Changes in debt service from one year to the next are generally exempt from this limit. The County is in compliance with the limitation.

The County may exceed the limitation by holding a referendum (according to state statutes) authorizing the County Board to approve a higher rate. The County may also exceed the rate if it increases the services it provides due to a transfer of these services from another governmental unit.

The State also imposes restrictions on the County's ability to issue new debt. Generally, referendum approval is required to issue unlimited general obligation debt, with the following exceptions: (1) refunding debt issues, (2) 75% approval by the County Board, (3) a reasonable expectation that the new debt can be accommodated within the existing tax rate and (4) other exceptions as listed in State Statutes Section 67.045. The County is in compliance with the limitation.

C. DEFICIT FUND BALANCES/NET POSITION

The Regent Manor nonmajor enterprise fund had deficit net assets at December 31, 2012 of \$39,186. This deficit is expected to be funded through future user fees.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 3 – CASH AND INVESTMENTS

OVERVIEW

The County maintains separate and distinct accounts for the following activities: The Health Self-Insurance Fund; Clerk of Court fines, forfeitures, support and alimony and trust accounts; Patient and Client Trust accounts at the Hillview Health Center and Human Services; various accounts for the Aging nutrition programs; Landfill closure cost reserves; Sheriff and ASCS State aids; and various small restitution accounts. All other bank cash and investments are shared (pooled) among various funds. The following is a schedule of cash and investments as of December 31.

Investment Type	Carrying Value	Statement Balances	Associated Risks
Deposits	\$ 19,165,911	\$ 19,947,110	Custodial credit risk
U.S. Treasury Notes	6,426,760	6,426,760	Interest rate risk, custodial credit risk
Treasury Inflation Protected Securities	6,421,113	6,421,113	Interest rate risk, custodial credit
U.S. Agency Securities	19,732,440	19,732,440	Interest rate risk, credit risk, custodial credit risk, concentration of credit risk
State of Wisconsin Local Government Investment Pool	3,387,145	3,387,145	Interest rate risk, credit risk
Certificates of Deposit	12,000,000	12,000,000	Interest rate risk, credit risk, custodial credit risk, concentration of credit risk
Money Market Funds/ Cash Equivalents	7,311,438	7,311,438	Interest rate risk, credit risk
Petty Cash	7,697	-	N/A
Total Deposits and Investments	\$ 74,452,504	\$ 75,226,006	

Reconciliation to the Financial Statements

Per statement of net position

Cash and investments-primary government	\$ 62,758,247
Cash and investments-component unit	432,383
Restricted cash and investments-primary government	10,527,917
Restricted cash and investments-component unit	31,560

Per statement of fiduciary net position

Agency funds - cash and investments	702,397
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Total cash and investments

\$ 74,452,504

La Crosse County has implemented GASB standards which establish disclosure requirements related to deposit risks: custodial credit risk and foreign currency risk and disclosure requirements for investment risk: interest rate risk, custodial credit risk, credit risk and concentrations of credit risk, and foreign currency risk.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

DEPOSITS

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover deposits or will not be able to recover collateral securities that are in possession of an outside party. The County has adopted an investment policy which addresses the collateralization of its funds on deposit. It states that with the passage of Wisconsin Act 25, effective 8/1/85 there is no longer the overall guarantee of public funds by the State. The state will continue to pledge general purpose revenues under Wisconsin Statutes 20.144 for the payment of losses of Public deposits until the balance of the appropriation is exhausted. Public investment of up to \$250,000 is protected by the Federal Government through the FDIC. The State's Public Deposit Guarantee Fund, created under Chapter 34 of Wisconsin State Statutes protects the depositing municipality against any losses of public funds up to \$400,000. Therefore, collateralization of funds over \$650,000 at any one financial institution is required. Funds on deposit must be collateralized by U.S. Treasury Obligations and/or Government Agency Securities. The County's investment policy does not address where the collateralization shall be held or in whose name it shall be held.

The following deposit (which was over and above the \$650,000 deposit insurance) \$29,065,287 in County funds had the necessary collateral held in the County's name at a third party custodian, Wells Fargo Bank Northwest-which is a separate banking charter. The County had on deposit at Coulee State Bank \$13,145 which was over and above the \$650,000 deposit insurance. The County had on deposit at Union State Bank \$27,763 which was over and above the \$650,000 deposit insurance. All other County deposits at other depositories did not exceed the \$650,000 deposit insurance limit at December 31.

INVESTMENTS

The County has adopted an investment policy with the following primary objectives in order of importance:

- preservation of capital and to protect investment principal,
- maintain sufficient liquidity to meet cash flow needs,
- attain maximum yield possible consistent with the first two objectives, and
- full investment of all available funds

The County has authorized and will only allow investment in the following investments subject to restrictions as may be imposed by law (Section 66.0603 (1m) and 67.11(2) of Wisconsin Statutes).

1. U.S. Treasury Obligations and Government Agency Securities: Obligations of the United States of America, its agencies and investments, provided that the payment of the principal and interest is fully guaranteed by the issuer.
2. Certificate of Deposit: Certificates of deposit and other evidences of deposit from the credit unions, banks, savings banks, trust companies or savings and loan associations which are authorized to transact business in the state, which time deposits mature in not more than three years. Any Certificate of Deposit invested over the FDIC and State Deposit Guarantee Fund insured amounts of \$650,000 are to be fully collateralized.
3. General Obligation Bonds or Securities: General Obligation bonds or securities of any county, city, drainage district, technical college district, village, town or school district of the state, if bond or security is rated in one of the two highest rating categories by Standard & Poor's Corporation, Moody's Investors Service, Inc., or other similar nationally recognized rating agency.
4. State of Wisconsin Local Government Investment Pool: Serves as a valuable complementary investment program if it has been designated as a public depository by the local governing body. The Wisconsin Local Government Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Statutes Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds on one day's notice. At December 31, 2012 the County's share of the LGIP's assets are reported at fair value.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

5. Repurchase Agreements: Investment agreements pursuant to which a federal or state credit union, federal or state savings and loan association state bank, savings and trust company, mutual savings bank, or national bank in the State of Wisconsin agrees to repay funds advanced to the issuer, plus interest. Repurchase Agreements are to be secured by investment securities fully guaranteed by the U.S. Government or Agencies.
6. Operating Bank Account: Deposits shall be limited to the lesser of \$650,000 or amounts guaranteed by FDIC and the State Deposit Guarantee Fund unless overnight funds in excess are fully collateralized by U.S. Government Obligations and Agency Securities.

The County was in compliance with its policy and all applicable investment statutes throughout the fiscal year.

As of December 31, the County's investments at Fair Value are:

Investment Type	Fair Value	Maturity Range	Interest Rate Range
U.S. Treasury Notes	\$ 6,426,760	3/2013 - 4/2015	.375-1.75%
Treasury Inflation Protected Securities	6,421,113	4/2013 - 4/2015	.625-2.0%
U.S. Agency Securities			
Federal National Mortgage Association (FNMA)	11,318,793	3/2013 - 8/2039	.375-4.375%
Federal Home Loan Mortgage Corporation (FHLMC)	5,153,857	7/2022 - 5/2036	2.22-5.432%
Government National Mortgage Association (GNMA)	2,346,583	1/2022 - 3/2041	1.625-2.375%
Federal Home Loan Bank Board (FHLB)	913,207	12/2013 - 3/2017	.75-3.04%
State of Wisconsin Local Government			
Investment Pool	3,387,145	73 Days *	.18% **
Certificates of Deposit	12,000,000	2/2013 - 2/2015	.75-1.35%
Money Market Funds/ Cash Equivalents			
JP Morgan US Government Capital Class (OGVXX)	1,143,600	52 Days *	.01% **
Federated Government Obligation Fund (GOIXX)	2,885,512	41 Days *	.01% **
BMO Government MM Fd Y 605 (MGYXX)	3,282,326	17 Days *	.01% **
Total Investments at Fair Value	\$ 55,278,896		

* Weighted average maturity 12/31/2012

** 30 Day average yield 12/31/2012

A. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County's investment policy places no limit on the amount the County may invest in any one maturity except to maintain sufficient liquidity to meet cash flow needs.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

At December 31, the County's investment maturities segmented by time are as follows:

Investment Type	Fair Value	Investment Maturities (In Years)			
		Less Than 1 Year	1 to 5 Years	6 to 10 Years	More Than 10 Years
U.S. Treasury Notes	\$ 6,426,760	2,229,755	4,197,005	-	-
Treasury Inflation Protected Securities	6,421,113	2,456,935	3,964,178	-	-
U.S. Agency Securities					
Federal National Mortgage Association (FNMA)	2,732,380	1,294,922	1,437,458	-	-
Federal National Mortgage Association ARM (FNMA) * (Reset periodically to 1.0 - 2.5% over corresponding index)					
Six Month Treasury Bill	9,652	-	9,652	-	-
Eleventh District Cost of Funds	214,934	-	96,906	-	118,028
National Cost of Funds	22,807	-	-	-	22,807
One Year Constant Maturity Treasury	5,494,752	-	751,750	8,182	4,734,820
12 Month Cumulative Average One Year CMT	1,156,699	-	-	-	1,156,699
Three Year Constant Maturity Treasury	65,936	-	-	11,827	54,109
One Year LIBOR	1,621,633	-	-	-	1,621,633
Federal Home Loan Mortgage Corporation ARM (FHLMC) * (Reset periodically to 1.0 - 2.5% over corresponding index)					
Six Month LIBOR	251,385	-	-	-	251,385
Eleventh District Cost of Funds	24,120	-	-	-	24,120
One Year Constant Maturity Treasury	4,332,187	-	-	-	4,332,187
Three Year Constant Maturity Treasury	13,767	-	-	-	13,767
Five Year Constant Maturity Treasury	6,287	-	-	-	6,287
One Year LIBOR	526,111	-	-	-	526,111
Government National Mortgage Association ARM (GNMA) * (Reset periodically to 1.0 - 2.5% over corresponding index)					
One Year Constant Maturity Treasury	2,346,583	-	-	-	2,346,583
Federal Home Loan Bank Board (FHLB)	913,207	411,769	501,438	-	-
State of Wisconsin Local Government Investment Pool	3,387,145	3,387,145	-	-	-
Certificates of Deposit	12,000,000	4,000,000	8,000,000	-	-
Money Market Funds/ Cash Equivalents					
JP Morgan US Government Capital Class (OGVXX)	1,143,600	1,143,600	-	-	-
Federated Government Obligation Fund (GOIXX)	2,885,512	2,885,512	-	-	-
BMO Government MM Fd Y 605	3,282,326	3,282,326	-	-	-
Total Investments at Fair Value	\$ 55,278,896	\$ 21,091,964	\$ 18,958,387	\$ 20,009	\$ 15,208,536

* There is no single call date for any of these securities, although each loan in each pool is callable by the loan holder. This results in small pieces of principal of almost every bond coming back to the account monthly. The stated maturity of every security is longer than ten years but because of loan refinancing to date (December 31, 2012), the average maturity has been between one to five years.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

B. Credit Risk

Credit risk is the risk of loss due to the failure or credit downgrade of an issuer or backer. Obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk. The County's investment policy does not address credit risk of its investments directly, but indirectly through its policy of following Wisconsin State Statutes regarding Security Investments it is restricted to the highest and 2nd highest security rating by nationally recognized rating agencies. At December 31 the County's investments were rated as follows:

Investment Type	Fair Value	Standard & Poor's Rating
U.S. Agency Securities		
Federal National Mortgage Association (FNMA)	11,318,793	AAA
Federal Home Loan Mortgage Corporation (FHLMC)	5,153,857	AAA
Federal Home Loan Bank Board (FHLB)	913,207	AAA
State of Wisconsin Local Government		
Investment Pool	3,387,145	Not Rated
Money Market Funds/ Cash Equivalents		
JP Morgan US Government Capital Class (OGVXX)	1,143,600	AAAm
Federated Government Obligation Fund (GOIXX)	2,885,512	AAAm
BMO Government MM Fd Y 605	3,282,326	AAAm

C. Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the County will not be able to recover the value of the investment or collateral securities that are in possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, or not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent, but not in the government's name. The County's investment policy does not address custodial credit risk for investments. County investments that are not held in the County's name and therefore subject to custodial risk are as follows:

1. U.S. Agency securities totaling \$411,769 are held at the Federal Reserve Bank in Trustpoint Company's nominee name (La Crosse & Company), although Trustpoint is considered a Trust Bank and therefore, by Statute the assets of their clients are considered Fiduciary Assets and cannot be attached to any creditor of Trustpoint.
2. Money Market funds (Federated Government Obligation Fund-GOIXX) totaling \$33,590 are held at the fund for Trustpoint Company in nominee name (La Crosse & Company).
3. U.S. Treasury Inflation Protected Securities totaling \$6,421,113 and U.S. Agency securities totaling \$16,086,853 are held for Dana Investment Advisors in Street name at JP Morgan Chase for the benefit of La Crosse County.
4. Money Market funds (JP Morgan U.S. Government Money Market) totaling \$1,143,600 are held for Dana Investment Advisors at the fund in Street name at JP Morgan Chase for the benefit of La Crosse County.
5. Money Market funds (Federated Government Obligation Fund -GOIXX) totaling \$2,851,922 are held at the fund for US Bank NA in nominee name (Band & Co).
6. U.S. Treasuries totaling \$6,426,760 and U.S. Agency securities totaling \$3,233,817 are held at Marshall & Ilsley Trust Company NA in the name of La Crosse County.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

7. Money Market funds (BMO Govt MM Fd Y 605) totaling \$3,282,326 are held at the fund for Marshall & Ilsley Trust Company NA in the name of La Crosse County.

D. Concentration of Credit Risk

Concentration of credit risk are investments in any one issuer (other than U. S. Treasury Securities, Money Market Mutual Funds, or external investment pools) that represent 5% or more of the total investments of the County. The County's investment policy places no limit on the amount the County may invest in any one issuer. At December 31, five percent or more of the County's investments excluding amounts issued or explicitly guaranteed by the U.S. Government, mutual funds, and pooled investments, are invested in:

<u>Issuer</u>	<u>Credit Risk</u>	<u>Fair Value</u>
Certificates of Deposit	22%	12,000,000
U.S. Agency Securities		
Federal National Mortgage Association (FNMA)	20%	11,318,793
Federal Home Loan Mortgage Corporation (FHLMC)	9%	5,153,857

E. Concentration of Credit Risk - Enterprise fund

At December 31, the County's Solid Waste Fund held 5% or more of its investments, excluding amounts issued by the U.S. Government and mutual funds, are invested in:

<u>Issuer</u>	<u>Credit Risk</u>	<u>Fair Value</u>
U.S. Agency Securities		
Federal National Mortgage Association (FNMA)	14%	1,365,130

As of December 31 the County's fund, Solid Waste-Old Landfill, holds 5% or more of its investments, excluding amounts issued by the U.S. Government and mutual funds, are invested in:

<u>Issuer</u>	<u>Credit Risk</u>	<u>Fair Value</u>
U.S. Agency Securities		
Federal National Mortgage Association (FNMA)	13%	115,552

F. Foreign Currency Risk

Foreign currency risk is the risk that investments denominated in foreign currency are subject to the potential risk of loss arising from changes in exchange rates which can be significant. The County's investment policy does not specifically address investments denominated in foreign currency, but investments denominated in foreign currency are not on its list of authorized investments. The County did not hold any investments in foreign currency during the year, or at December 31.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 4 – RECEIVABLES

Receivables as of December 31 for the individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, including applicable allowances for uncollectible accounts are as follows:

Fund	Tax Certificates	Current Year Levy	Accounts	Inter- Governmental	Notes	Allowance for Uncollectible	Total
General Fund	\$ 3,948,955	\$ 7,859,032	\$ 512,409	\$ 2,882,871	\$ 554,337	\$ (674,443)	\$ 15,083,161
Debt Service Fund	-	3,977,484	-	-	-	-	3,977,484
Business Fund	-	-	-	1,210,904	5,775,771	(96,119)	6,890,556
Human Services Fund	-	11,201,913	683,973	2,165,643	-	-	14,051,529
Hillview Health Care Center	-	-	2,319,495	67,555	-	(232,000)	2,155,050
Solid Waste Fund	-	-	1,204,665	-	-	-	1,204,665
Nonmajor Governmental Funds	-	3,983,699	243,543	473,661	33,547	(5,000)	4,729,450
Nonmajor Proprietary Funds	-	115,000	177,969	92,691	-	-	385,660
Internal Service Fund	-	2,702,081	319,883	997,187	-	-	4,019,151
Receivables (net of allowance for uncollectible) Statement of Net Position	3,948,955	29,839,209	5,461,937	7,890,512	6,363,655	(1,007,562)	52,496,706
Agency Funds	-	-	-	78,523	-	-	78,523
Total Receivables	<u>\$ 3,948,955</u>	<u>\$ 29,839,209</u>	<u>\$ 5,461,937</u>	<u>\$ 7,969,035</u>	<u>\$ 6,363,655</u>	<u>\$ (1,007,562)</u>	<u>\$ 52,575,229</u>

The receivables not expected to be collected within one year include the revolving loan fund notes of \$5,809,319 and the amount due from the Village of West Salem TIF district of \$1,107,904 held in the Business fund. Also in the general fund the City of La Crosse TIF Note held by the general fund in the amount of \$554,337, and within the Solid Waste Fund \$395,372 of lease container receivables.

Property Taxes

The County's property taxes are levied on or before December 31 on the equalized valuation as of the prior January 1 for all general property located in the County. The taxes are due and payable in the following year. Such amounts are recorded as property taxes receivable and deferred inflows of resources in the accompanying financial statements. The aggregate levy of \$29,839,209 will be recognized during 2013.

Property taxes are recognized in the appropriate fund as revenues in the succeeding year when they are collected and available to finance services. If not collected by July 31st the delinquent property taxes are recorded as receivables and deferred inflows of resources in the general fund. Delinquent property taxes are recognized as revenue when collected.

Simple interest and penalty of 1 ½ percent per month delinquent property taxes are assessed by the County and recognized as revenue when received.

The County purchases uncollected property taxes from other taxing authorities at the unpaid amount to facilitate the collection of the taxes. The purchases are a financing arrangement and are not included in property tax revenue.

At this time, a settlement process between the county treasurer and local treasurers determines the amount due the various taxing districts. Tax collection becomes the responsibility of the County and taxes receivable represent unpaid taxes levied for all taxing entities within the County. The exception to this process is the City of La Crosse, wherein the settlement process does not occur until August of each year. Periodic payments from these taxing districts to the County are made prior to August of each year.

On August 31, the tax lien date, all unpaid taxes are reflected as tax certificates. A \$50,000 allowance for losses on delinquent taxes has been provided.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 4 – RECEIVABLES (CONTINUED)

Delinquent property taxes purchased from other taxing authorities are shown as nonspendable portion of fund balance at year-end. Delinquent property taxes levied by the County are shown as deferred inflows of resources and are excluded from the fund balance until collected. At December 31, delinquent property taxes by year levied consisted of the following:

	<u>Balance</u> <u>January 1</u>	<u>Additions</u>	<u>Collections</u>	<u>Balance</u> <u>December 31</u>
2012	\$ -	\$ 3,159,555	\$ 1,534,926	\$ 1,624,629
2011	2,265,373	-	1,034,559	1,230,814
2010	1,051,323	-	414,036	637,287
2009	499,551	-	257,074	242,477
2008	193,882	-	63,111	130,771
2007	40,177	-	16,480	23,697
2006	39,756	-	8,889	30,867
2005	14,584	-	6,391	8,193
2004	10,888	-	7,055	3,833
2003	37,929	-	34,782	3,147
2002	10,170	-	7,029	3,141
2001	7,312	-	4,173	3,139
2000	1,508	-	-	1,508
1999	1,515	-	-	1,515
1998	1,349	-	-	1,349
1997	1,435	-	-	1,435
1996	1,153	-	-	1,153
	<u>\$ 4,177,905</u>	<u>\$ 3,159,555</u>	<u>\$ 3,388,505</u>	3,948,955
Less allowance for uncollectible				(50,000)
Net delinquent taxes receivable				<u>\$ 3,898,955</u>

The County holds various outstanding notes from various businesses and organizations within the County. At December 31 balances are as follows:

	<u>General</u> <u>Fund</u>	<u>Business</u> <u>Fund</u>	<u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>	<u>Total</u>
City of La Crosse TIF District (Park Plaza)	\$ 554,337	\$ -	\$ -	\$ 554,337
Various revolving loan fund notes	-	5,775,771	33,547	5,809,318
Total notes receivable	554,337	5,775,771	33,547	6,363,655
Less allowance for uncollectible	(554,337)	(96,119)	-	(650,456)
Net Notes Receivable	<u>\$ -</u>	<u>\$ 5,679,652</u>	<u>\$ 33,547</u>	<u>\$ 5,713,199</u>

At this time, management has assessed that the note receivable from the City of La Crosse TIF District to be uncollectible due to the lack of development within the area.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 5 – CAPITAL ASSETS

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

Governmental Activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated:				
Construction in progress	\$ 937,915	\$ 442,300	\$ 288,123	\$ 1,092,092
Land	5,163,106	393,056	-	5,556,162
Total capital assets not being depreciated	<u>6,101,021</u>	<u>835,356</u>	<u>288,123</u>	<u>6,648,254</u>
Capital assets being depreciated:				
Land improvements	3,630,146	196,786	-	3,826,932
Buildings	70,195,842	672,934	33,931	70,834,845
Machinery and equipment	26,177,117	2,582,193	1,545,708	27,213,602
Infrastructure	90,689,161	1,828,572	42,700	92,475,033
Total capital assets being depreciated	<u>190,692,266</u>	<u>5,280,485</u>	<u>1,622,339</u>	<u>194,350,412</u>
Less accumulated depreciation for:				
Land improvements	1,832,721	152,885	-	1,985,606
Buildings	19,229,519	1,805,764	59,081	20,976,202
Machinery and equipment	17,996,481	1,593,334	1,341,070	18,248,745
Infrastructure	37,457,052	2,493,337	42,700	39,907,689
Total accumulated depreciation	<u>76,515,773</u>	<u>6,045,320</u>	<u>1,442,851</u>	<u>81,118,242</u>
Total capital assets being depreciated, net	<u>114,176,493</u>	<u>(764,835)</u>	<u>179,488</u>	<u>113,232,170</u>
Total capital assets, governmental activities, net	<u>\$ 120,277,514</u>	<u>\$ 70,521</u>	<u>\$ 467,611</u>	<u>\$ 119,880,424</u>

Depreciation expense was charged to functions as follows:

General Government	\$ 410,588
Public Safety	1,640,696
Public Works	3,410,929
Health and Human Services	335,541
Culture and Recreation	220,446
Conservation	27,120
Total depreciation expense	<u>\$ 6,045,320</u>

Construction in progress consists of the following projects:

General Fund	
Software development	\$ 374,100
Law enforcement building improvements	33,908
County Highway Fund	
Road work	684,084
Total construction in progress governmental-type activities	<u>\$ 1,092,092</u>

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 5 – CAPITAL ASSETS (CONTINUED)

Business-type Activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated:				
Construction in progress	\$ 8,509,034	\$ 58,307	\$ 1,911,639	\$ 6,655,702
Land	987,506	-	-	987,506
Total capital assets not being depreciated	<u>9,496,540</u>	<u>58,307</u>	<u>1,911,639</u>	<u>7,643,208</u>
Capital assets being depreciated:				
Land improvements	24,359,744	2,160,771	-	26,520,515
Buildings	16,974,739	75,455	63,309	16,986,885
Machinery, equipment, and vehicles	8,983,168	562,985	90,669	9,455,484
Total capital assets being depreciated	<u>50,317,651</u>	<u>2,799,211</u>	<u>153,978</u>	<u>52,962,884</u>
Less accumulated depreciation for:				
Land improvements	19,698,286	719,230	-	20,417,516
Buildings	9,059,935	485,333	5,303	9,539,965
Machinery and equipment	7,253,125	339,668	90,193	7,502,600
Total accumulated depreciation	<u>36,011,346</u>	<u>1,544,231</u>	<u>95,496</u>	<u>37,460,081</u>
Total capital assets being depreciated, net	<u>14,306,305</u>	<u>1,254,980</u>	<u>58,482</u>	<u>15,502,803</u>
Total capital assets, business-type activities, net	<u>\$ 23,802,845</u>	<u>\$ 1,313,287</u>	<u>\$ 1,970,121</u>	<u>\$ 23,146,011</u>

Depreciation expense was charged to functions as follows:

Hillview Health Care Center	\$ 239,424
Solid Waste	762,221
Apartments and assisted living facilities	508,829
Household hazardous waste disposal services	33,757
Total depreciation expense	<u>\$ 1,544,231</u>

Construction in progress consists of the following projects:

Solid Waste Fund	
Gas to energy monitoring system	\$ 58,307
Clay soil for construction	1,625,341
Future landfill cell construction	4,972,054
Total construction in progress business-type activities	<u>\$ 6,655,702</u>

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 6 - DEFERRED OUTFLOW OF RESOURCES

La Crosse County entered into an agreement with Xcel Energy in March of 1986 for the Solid Waste Fund for purposes of helping finance capital costs of the La Crosse County Resource Recovery Facility. This agreement has been amended several times over the years, with the most recent contract extending until June 30, 2023. The Solid Waste Fund had been paying for this cost as part of its operating expenses on a monthly basis. In 2006, the County refinanced this obligation by issuing \$9,355,000 of debt to pay off the liability of \$9,173,714 to Xcel. The original amount was capitalized and is being amortized over the life of the agreement. During 2012, the amortization expense related to this contract was \$535,691 with the balance remaining of \$5,758,681.

NOTE 7 – INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS

Interfund receivables and payables between individual funds of the County, as reported in the fund financial statements as of December 31 were as follows:

	Receivable From Other Funds	Payable To Other Funds
Major Governmental Funds		
General Fund	\$ 102,528	\$ 70,927
Human Services Fund	-	2,025
Debt Service Fund	4,866	-
Major Business-Type Funds		
Hillview Health Center	-	13,149
Nonmajor Business-Type Funds		
Hillview Terrace	16,891	-
McIntosh Manor	-	10,585
Regent Manor	-	82,370
Maplewood CBRF	-	9,573
Internal Service Funds		
County Highway Fund	-	11,471
Workers Compensation Self Insurance	75,815	-
Total	\$ 200,100	\$ 200,100

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

	Advance To Other Funds	Advance From Other Funds
Major Governmental Funds		
General Fund	\$ 813,706	\$ -
Human Services Fund	-	-
Business Fund	-	296,450
Nonmajor Business-Type Funds		
McIntosh Manor	-	113,542
Regent Manor	-	194,916
Maplewood CBRF	-	208,798
Total	\$ 813,706	\$ 813,706

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 7 – INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS (CONTINUED)

Interfund transfers as of December 31 were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Governmental Funds		
General Fund	\$ 400,038	\$ 2,209,859
Debt Service Fund	1,572,926	-
Business Fund	16,415	-
Nonmajor Governmental Funds		
Special Jail Assessment	-	1,043,597
Internal Service Funds		
County Highway Fund	2,193,444	529,329
Health Self Insurance	-	400,038
Total	<u>\$ 4,182,823</u>	<u>\$ 4,182,823</u>

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use restricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 8 – LONG-TERM OBLIGATIONS

The County's long-term obligation activity for the year ended December 31 was as follows:

Governmental Activities	<u>Balance January 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance December 31</u>	<u>Due Within One Year</u>
General Obligation Debt					
(1) 2001A General Obligation Refunding Bonds	\$ 3,580,000	\$ -	\$ 3,580,000	\$ -	\$ -
(5) 2007A General Obligation Bonds	455,000	-	45,000	410,000	45,000
(6) 2008B General Obligation Refunding Bonds	3,710,310	-	1,222,546	2,487,764	1,199,173
(7) 2009A General Obligation Bonds	18,685,000	-	835,000	17,850,000	850,000
(8) 2010 State Trust Fund Loan	6,304,350	-	234,129	6,070,221	245,443
(10) 2010B General Obligation Bonds	1,520,000	-	375,000	1,145,000	380,000
(11) 2010C General Obligation Refunding Bonds	4,240,000	-	320,000	3,920,000	330,000
(12) 2010D General Obligation Refunding Bonds	3,460,000	-	160,000	3,300,000	160,000
(13) 2011A General Obligation Bonds	1,640,000	-	120,000	1,520,000	375,000
(14) 2012A General Obligation Bonds	-	2,150,000	-	2,150,000	150,000
	<u>43,594,660</u>	<u>2,150,000</u>	<u>6,891,675</u>	<u>38,852,985</u>	<u>3,734,616</u>
Bond Premium	528,734	71,560	61,928	538,366	75,500
Total Governmental Activities General Obligation Debt	44,123,394	2,221,560	6,953,603	39,391,351	3,810,116
Capital Leases	534	-	534	-	-
(15) Compensated Absences *	6,000,738	2,672,709	2,743,006	5,930,441	2,123,432
(16) Post Employment Obligations	629,685	268,401	389,674	508,412	-
(17) Landfill Post-closure Care	613,919	-	13,595	600,324	14,901
Total Governmental Activities Long-term Liabilities	<u>\$ 51,368,270</u>	<u>\$ 5,162,670</u>	<u>\$ 10,100,412</u>	<u>\$ 46,430,528</u>	<u>\$ 5,948,449</u>

* Compensated absences includes \$217,404 of Internal Service Funds

Business-type Activities	<u>Balance January 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance December 31</u>	<u>Due Within One Year</u>
General Obligation Debt					
(2) 2005A General Obligation Bonds	\$ 3,385,000	\$ -	\$ 315,000	\$ 3,070,000	\$ 330,000
(3) 2006A General Obligation Bonds	7,455,000	-	460,000	6,995,000	480,000
(4) 2006B General Obligation Bonds	10,560,000	-	500,000	10,060,000	525,000
(6) 2008B General Obligation Refunding Bonds	524,689	-	167,453	357,236	175,827
(9) 2010A General Obligation Promissory Note	2,315,000	-	105,000	2,210,000	105,000
	<u>24,239,689</u>	<u>-</u>	<u>1,547,453</u>	<u>22,692,236</u>	<u>1,615,827</u>
Bond Discount	(177,263)	-	(13,051)	(164,212)	(13,051)
Total Business-type Activities General Obligation Debt	24,062,426	-	1,534,402	22,528,024	1,602,776
(15) Compensated Absences	482,882	497,093	482,882	497,093	497,093
(18) Landfill Post-closure Care	9,830,397	-	728,036	9,102,361	13,453
Total Business-type Activities Long-term Liabilities	<u>\$ 34,375,705</u>	<u>\$ 497,093</u>	<u>\$ 2,745,320</u>	<u>\$ 32,127,478</u>	<u>\$ 2,113,322</u>

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 8- LONG-TERM OBLIGATIONS (CONTINUED)

- (1) - This debt was being serviced through the Debt Service Fund and was paid in full in January 2012.
- (2) 3,070,000 Principal due in annual installments ranging from \$315,000 to \$445,000 with interest rate at 4.50% due semi-annually. Final installment is due October 1, 2020. This debt is being serviced by Sanitary Landfill fees.
- (3) 6,995,000 Principal due in annual installments ranging from \$460,000 to \$825,000; interest due semi-annually at 5.55% to 5.95%. Final installment is due October 1, 2023. This debt is being serviced by Sanitary Landfill fees.
- (4) 10,060,000 Principal due in annual installments ranging from \$500,000 to \$965,000; interest due semi-annually at 3.90% to 4.55%. Final installment is due October 1, 2026. This debt is being serviced by Sanitary Landfill fees.
- (5) 410,000 Principal due in annual installments ranging from \$45,000 to \$60,000; interest due semi-annually at 3.65% to 4.00%. Final installment is due October 1, 2020. This debt is being used to finance infrastructure improvements to property within the County's industrial park. This debt is being serviced by the Business Fund.
- (6) 2,845,000 Principal due in annual installments ranging from \$1,390,000 to \$1,470,000; interest due semi-annually at 3.50% to 4.50%. Final installment is due December 1, 2014. This debt is being serviced by Sanitary Landfill fees, Old Landfill cash, and Debt Service Fund.
- (7) 17,850,000 Principal and interest due in annual installments ranging from \$835,000 to \$980,000 with a final principal payment of \$12,385,000 due October 1, 2019; interest due annually at 2.0% to 4.0%. This debt is being serviced by the Debt Service Fund.
- (8) 6,070,221 Principal and interest due in annual installments of \$518,602 with interest rate of 4.5% with a final principal payment of \$4,422,323 due March 15, 2019. This debt is being serviced by the Debt Service Fund.
- (9) 2,210,000 Principal due in annual installments ranging from \$105,000 to \$150,000; interest due semi-annually at 0.8% to 5.6%. Final installment is due October 1, 2030. This debt is being serviced by the Hillview Terrace Fund.
- (10) 1,145,000 Principal due in annual installments ranging from \$375,000 to \$385,000; interest due semi-annually at 0.85% to 2.45%. Final installment is due October 1, 2015. This debt is being serviced by the Debt Service Fund.
- (11) 3,920,000 Principal due in annual installments ranging from \$235,000 to \$350,000; interest due semi-annually at 0.65% to 5.0%. Final installment is due April 1, 2026. Portions of this debt are being serviced by the Business Fund and an internal charge of 1.1% of WRS eligible earnings by all funds with payments being recorded in the Debt Service Fund.
- (12) 3,300,000 Principal due in annual installments ranging from \$160,000 to \$265,000; interest due semi-annually ranging from 2.0% to 4.0%. Final installment is due April 1, 2028. This debt is being serviced by the Debt Service Fund.
- (13) 1,520,000 Principal due in annual installments ranging from \$120,000 to \$385,000; interest due semi-annually ranging from 0.50% to 1.3%. Final installment is due October 1, 2016. This debt is being serviced by the Debt Service Fund.
- (14) 2,150,000 Principal due in annual installments ranging from \$150,000 to \$505,000; interest due semi-annually ranging from 1% to 2%. Final installment is due October 1, 2017. This debt is being serviced by the Debt Service Fund.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 8- LONG-TERM OBLIGATIONS (CONTINUED)

- (15) 6,427,534 Accrued amount of sick pay, vacation, and compensatory time credits of County employees. The General Fund services compensated absences related to the sick leave liability for all the funds. Accrued vacation is considered payable within one year and is serviced within the applicable governmental activities, business-type activities, or proprietary fund statement of net assets.
- (16) 508,412 Post employment benefit obligation that is applicable to the governmental and business-type funds. See Note 12 for further explanation of the County's liability at December 31.
- (17) 600,324 The old landfill is closed and only post closure care remains. See Note 15 for an explanation of the County's liability at December 31. This debt is being serviced by the Old Landfill Fund.
- (18) 9,102,361 Estimated liability for closure and post closure costs of the ash monofill and the sanitary landfill, and post closure costs for the demolition landfill which has been closed. This liability will be funded through user fees within the Solid Waste Fund.

Principal and interest requirements for the general obligation debt issues (excluding capital lease obligations) are as follows:

	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2013	\$ 3,734,616	\$ 1,359,628	\$ 1,615,827	\$ 1,096,972
2014	4,205,079	1,269,534	1,686,409	1,026,303
2015	2,973,029	1,148,182	1,560,000	949,465
2016	2,654,437	1,075,425	1,645,000	877,045
2017	2,322,665	1,002,430	1,720,000	799,915
2018 - 2022	20,813,159	2,168,953	8,960,000	2,679,483
2023 - 2027	1,885,000	215,127	5,065,000	694,140
2028 - 2032	265,000	5,300	440,000	49,560
	\$ 38,852,985	\$ 8,244,579	\$ 22,692,236	\$ 8,172,883

Pursuant to Section 67.03 Wisconsin Statutes, the total indebtedness of the County for general purposes may not exceed 5% of the value of the taxable property located therein for state purposes.

Equalized Value	\$ 7,977,429,700
Debt Margin Percentage	5%
Legal Debt Limit	398,871,485
Outstanding General Obligation Debt	\$ 61,545,221
Less Amount Available in the Debt Service Fund	885,309
Legal Debt Margin	60,659,912
	\$ 338,211,573

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 9– NET POSITION/FUND BALANCE

Government-wide Statements

Net position is classified into three components:

- a. Net investment in capital assets – Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted – Consists of amounts with constraints placed on their use either 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.
- c. Unrestricted – All other amounts that do not meet the definition of “restricted” or “net investment of capital assets.”

The calculation of net position as of December 31 is as follows:

	Governmental Activities	Business-type Activities
Net investment of capital assets		
Capital Assets, Net of Accumulated Depreciation	\$ 119,880,424	\$ 23,146,011
Less Outstanding Long-term Debt	(38,852,985)	(22,528,024)
Plus Noncapital Related Long-term Debt	4,580,918	8,104,360
Total net investment of capital assets	85,608,357	8,722,347
Restricted		
For debt service	415,946	-
For excess sales tax	2,933,193	-
For elderly programs	396,853	-
For other purposes	1,586,853	-
Total restricted	5,332,845	-
Unrestricted	40,900,277	15,570,477
Total Net Position	\$ 131,841,479	\$ 24,292,824

Fund Statements

Governmental fund balance is reported on the fund financial statements is as follows:

- a. Nonspendable—includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. Restricted—includes fund balance amounts with constraints placed on their use either 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.
- c. Committed—includes fund balance amounts that are constrained for specific purposes that are internally imposed by the County through formal action of the highest level of decision making

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 9— NET POSITION/FUND BALANCE (CONTINUED)

authority. Fund balance amounts are committed through a formal action of resolution by the County Board of Supervisors. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Board of Supervisors that originally created the commitment.

- d. Assigned—includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. Fund balance may be assigned through the following: 1) the Board of Supervisors has adopted a financial policy authorizing the Executive Committee to assign amounts for a specific purpose. 2) All remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed. Assignments may take place after the end of the reporting period.
- e. Unassigned—includes residual positive fund balance within the general fund which has not been classified within the other aforementioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 9— NET POSITION/FUND BALANCE (CONTINUED)

The calculation of fund balance at December 31 is as follows:

	General Fund	Human Services Fund	Debt Service Fund	Business Fund	Nonmajor Governmental Funds	Total Governmental Funds
FUND BALANCES						
Nonspendable:						
Delinquent property taxes	\$ 3,898,955	\$ -	\$ -	\$ -	\$ -	\$ 3,898,955
Advances	813,706	-	-	-	-	813,706
Inventory and prepaids	197,914	3,944	-	-	9,486	211,344
Total Nonspendable:	<u>4,910,575</u>	<u>3,944</u>	<u>-</u>	<u>-</u>	<u>9,486</u>	<u>4,924,005</u>
Restricted for:						
Excess sales tax collections	2,933,193	-	-	-	-	2,933,193
Post-closure costs	-	-	-	-	600,324	600,324
Register of deeds	217,052	-	-	-	-	217,052
Land record assessments	-	-	-	-	415,713	415,713
Special jail assessments	-	-	-	-	51,649	51,649
WREA Consortium	-	75,619	-	-	-	75,619
Health programs	-	-	-	-	1,000	1,000
Economic development loans	-	-	-	337,073	-	337,073
Library	-	-	-	-	240,161	240,161
Library trust donations	-	-	-	-	35,642	35,642
Metropolitan planning	204,779	-	-	-	-	204,779
Elderly programs	-	-	-	-	396,853	396,853
Debt service	-	-	885,309	-	-	885,309
Total Restricted:	<u>3,355,024</u>	<u>75,619</u>	<u>885,309</u>	<u>337,073</u>	<u>1,741,342</u>	<u>6,394,367</u>
Committed for:						
Economic support	-	574,910	-	-	-	574,910
Park plat	5,292	-	-	-	-	5,292
Farm land development	27,420	-	-	-	-	27,420
Neshonoc improvements	127,500	-	-	-	-	127,500
Lakeview capital	471,193	-	-	-	-	471,193
Parks	4,727	-	-	-	-	4,727
Interest stabilization	843,390	-	-	-	-	843,390
Total Committed:	<u>1,479,522</u>	<u>574,910</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,054,432</u>
Assigned for:						
Subsequent year budget items	734,000	859,170	-	-	30,303	1,623,473
Carryforward projects	1,747,885	22,856	-	-	187,659	1,958,400
Purchase orders	38,755	34,220	-	-	-	72,975
Future computer loans	-	-	-	-	81,238	81,238
Old land fill projects	-	-	-	-	486,284	486,284
Elderly programs	-	-	-	-	283,781	283,781
Health programs	-	-	-	-	1,019,023	1,019,023
MVHS contract	299,969	-	-	-	-	299,969
Human service programs	-	5,838,383	-	-	-	5,838,383
Total Assigned:	<u>2,820,609</u>	<u>6,754,629</u>	<u>-</u>	<u>-</u>	<u>2,088,288</u>	<u>11,663,526</u>
Unassigned	<u>14,722,638</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,722,638</u>
Total fund balances	<u>\$ 27,288,368</u>	<u>\$ 7,409,102</u>	<u>\$ 885,309</u>	<u>\$ 337,073</u>	<u>\$ 3,839,116</u>	<u>\$ 39,758,968</u>

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 9– NET POSITION/FUND BALANCE (CONTINUED)

County ordinance requires that the general fund maintain a minimum unassigned fund balance between 40 to 50 percent of the total of the general fund expenditures. Unassigned fund balance falling below this minimum level should be replenished within the succeeding fiscal year per county ordinance. At December 31, this percentage was 47.8 percent.

The County adopted in 2008, a resolution to initiate the interest stabilization. Stabilization amounts may be expended for projected shortfalls in interest earnings. Any excess interest earnings above final budget will be added to this reserve. These resources have been used in the County’s budget process on an annual basis. The balance at December 31 was \$843,390.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the County Board has provided otherwise in its commitment or assignment action.

NOTE 10 – EMPLOYEES’ RETIREMENT SYSTEM

Eligible County employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work at least 600 hours a year and expected to be employed for at least one year from employee’s date of hire are eligible to participate in the WRS. 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 and expected to be employed for at least one year from employee’s date of hire are eligible to participate in the WRS. Note: Employees hired to work nine or ten months per year (e.g. teachers contracts), but expected to return year after year are considered to have met the one-year requirement.

Covered employees are required to contribute one-half of the actuarially determined contribution rate for General category employees, including Teachers, and Executives and Elected Officials. Required contributions for protected contributions 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. Contribution rates for 2012 are:

	<u>Employee</u>	<u>Employer</u>
General (including Teachers)	5.90%	5.90%
Executives & Elected Officials	7.05%	7.05%
Protective with Social Security	5.90%	9.00%
Protective without Social Security	5.90%	11.30%

The last three years of retirement information is summarized below.

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Covered Payroll	\$47,745,484	\$47,963,370	\$47,867,603
Total Payroll	49,452,590	49,249,786	49,016,718
Total Contribution	5,713,339	5,773,404	5,343,044
Employer required contribution	2,893,277	3,129,689	2,399,801
Employer percentage of covered payroll	6.1%	6.5%	5.0%
Employee required contribution	2,820,062	2,643,715	2,943,243
Employee percentage of payroll	5.9%	5.5%	6.1%

All required contributions were made.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 10 – EMPLOYEES’ RETIREMENT SYSTEM (CONTINUED)

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 year of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. A final average earnings is the average of the employee’s three highest years’ earnings. Employees terminating covered employment and submitting application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. 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.

The WRS also provides death and disability benefits for employees. Eligibility and the amount of all benefits are determined under Chapter 40 of Wisconsin Statutes.

The WRS issues an annual financial report that may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS - OPEB

Plan Description

The County provides post-retirement medical care benefits, in accordance with union contracts and the County’s personnel policy, to all retirees who are eligible to receive the benefit. Upon retirement, eligible retirees may remain on the County’s group medical plan provided that the retiree self-pays the full (100%) required medical premium amount. Eligible retirees will also receive 75% of their accumulated unused sick leave as a cash payment at retirement date.

All employees are eligible based on the following criteria: (1) any current retiree who has applied for WRS annuity; (2) retirees who have 30 or more years of service.

Funding Policy

The contribution requirements of plan members are established and may be amended by the County. The County’s current policy provides for contributions to the plan based on a pay as you go method.

Annual OPEB Cost and Net OPEB Obligation

The County’s annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB standards. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the County’s annual OPEB costs for the year, the amount actually contributed to the plan, and changes in the County’s net OPEB obligation.

Annual required contribution	\$ 278,722
Interest on net OPEB obligation	28,336
Adjustment to annual required contribution	<u>(38,657)</u>
Annual OPEB cost	268,401
Contributions Made	<u>(389,674)</u>
Decrease in Net OPEB Obligation	(121,273)
Net OPEB Obligation - Beginning of Year	<u>629,685</u>
Net OPEB Obligation - End of Year	<u>\$ 508,412</u>

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS – OPEB (CONTINUED)

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for December 31 and the two preceding years were as follows:

Calendar Year Ending	Annual OPEB cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2010	\$289,504	44.3%	\$526,518
12/31/2011	321,329	67.9%	629,685
12/31/2012	268,401	145.2%	508,412

Funded Status and Funding Progress

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The funded status of the plan as of December 31 was as follows:

Actuarial Accrued Liability (AAL)	\$ 2,193,640
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 2,193,640</u>
Funded Ratio (Actuarial Value of Plan Assets / AAL)	0%
Covered Payroll	\$49,452,590
UAAL as a Percentage of Covered Payroll	4.44%

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

In the January 1, 2012 actuarial valuation, the projected unit credit cost method was used. The actuarial cost method determines, in a systematic way, the incidence of plan sponsor contributions required to provide plan benefits. It also determines how actuarial gains and losses are recognized in the plan and the experience by the actuarial assumptions.

The cost of the plan is derived by making certain specific assumptions as to rates of interest, mortality, turnover, etc. which are assumed to hold for many years into the future. Since actual experience may differ somewhat from the assumptions, the costs determined by the valuation must be regarded as estimates of the true costs of the plan.

The actuary used the following assumptions. The Wisconsin Retirement System (WRS) assumptions as reported in the December 31, 2011 actuarial valuation report were used for the mortality preretirement, post-retirement and post-disability, employee turnover and withdrawal, disablement, and retirement rates. Sixty percent (60%) of future retirees are expected to participate in the County's retiree medical coverage as of their retirement date for all departments. The market value method was used for asset valuation. The assumed investment rate of return was 4.5% (assuming inflation rate of 4%), the projected payroll increases was 4%, and the medical care trend was 8%, which decreased by 1% per year down to 5%. The amortization method was for 30 year open level percent and level dollar method.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 12 – SELF FUNDED INSURANCE AND RISK MANAGEMENT

The County is exposed to various risks of loss, including general liability, employee health and dental, and worker's compensation claims. The County maintains three internal service funds to account for this activity. The Health and Worker's Compensation Self-Insurance Fund were established to account for and finance losses from employee claims, and the Liability Self-Insurance Fund was established to account for losses associated with general liability claims incurred. The County continues to carry commercial insurance to provide coverage for losses from, theft of, damages to, or destruction of property, including general liability coverage for the nursing homes. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant changes in insurable risks or coverage during the year.

Health Self-Insurance Fund

The Health Self-Insurance Fund provides coverage up to a maximum of \$150,000 plus an additional aggregate retention of \$90,000 per specific loss and \$16,892,027 for the minimum aggregate of contracts for medical claims, and provides partial coverage for dental claims. The County purchases commercial insurance for claims in excess of the coverage provided by the Fund.

All funds of the County participate in the program and make payments to the Health Self-Insurance Fund based upon actuarial estimates of the amounts needed to pay prior and current year claims. The County does not maintain a reserve for the coverage of catastrophic losses. Changes in the Fund's claims liability amounts were as follows:

	<u>Claims Payable January 1</u>	<u>Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Claims Payable December 31</u>
2011	\$ 1,171,000	\$ 14,674,241	\$(13,882,753)	\$ 1,962,488
2012	1,962,488	15,089,984	(15,428,443)	1,624,029

The claims liabilities of \$1,624,029 reported above at December 31, are based upon the requirements of GASB standards, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicate that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Workers Compensation Self-Insurance Fund

The County is fully self-insured for worker's compensation claims liabilities. All funds of the County participate in this program. The County pays premiums for stop loss coverage equal to \$350,000 per occurrence and \$2,830,330 in the aggregate. Each fund is billed based upon actual claims paid to employees and administrative expenses incurred.

	<u>Claims Payable January 1</u>	<u>Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Claims Payable December 31</u>
2011	\$ 229,664	\$ 158,789	\$ (315,271)	\$ 73,182
2012	73,182	122,570	(86,145)	109,607

The claims liabilities of \$109,607 reported above at December 31, are based upon the requirements of GASB standards, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicate that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The County expects that all claims payable will be paid within the next year.

Liability Self-Insurance Fund

The County is one of seventeen municipalities that are members of Wisconsin Municipal Mutual Insurance Company (WMMIC) which has provided risk management and liability insurance services. The County became a member of WMMIC on January 1, 1988, by issuing a general obligation note for and investing the proceeds in WMMIC. Each member municipality appoints one policy holder to serve as a representative to WMMIC. The policy holders elect a seven member board of directors who are responsible for financing and budget control.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 12 – SELF FUNDED INSURANCE AND RISK MANAGEMENT (CONTINUED)

The County pays annual premiums to WMMIC for its general insurance coverage and establishes a self-insured retention deposit for the payment of small claims. The self-insurance retention deposit provides coverage for up to a maximum of \$150,000 for each claim, with an annual aggregate of \$475,000. WMMIC provides the coverage for claims in excess of these amounts up to a maximum of \$10 million per occurrence, \$30 million annual aggregate.

The policy is non-assessable. The County's share of participation is determined on a basis of prior claim history and can be affected by acceptance of new members and their respective shares are shown below:

	Percent Share
Eau Claire County	3.77%
City of Madison	15.93
Waukesha County	10.13
Brown County	7.13
Dane County	9.32
Outagamie County	6.21
Manitowoc County	5.71
Kenosha County	6.14
City of Eau Claire	3.35
Chippewa County	3.31
La Crosse County	3.58
Dodge County	3.85
St. Croix County	4.05
Rock County	4.28
Walworth County	4.84
Jefferson County	2.42
Marathon County	5.97
Total	100.00%

The County utilizes the Liability Self-Insurance Fund to account for this activity, and claims incurred during years when the County did not maintain general liability insurance coverage. The claims liability of \$856,679 in the fund at December 31, is based on the requirements of GASB standards, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicate that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Fund's claims liability amounts were as follows:

	Claims Payable January 1	Claims and Changes in Estimates	Claim Payments	Claims Payable December 31
2011	\$ 940,809	\$ 40,391	\$ (106,960)	\$ 874,240
2012	874,240	236,953	(254,514)	856,679

The County's capital deposit in WMMIC is reported on the Liability Self-Insurance Fund balance sheet in the amount of \$685,036. According to its bylaws, WMMIC allocates equity to members based on a percentage of participation. At December 31 the equity allocated to La Crosse County was \$1,369,947.

The County's equity share is not recorded in these financial statements.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 13 – COMPONENT UNIT – MISSISSIPPI VALLEY HEALTH SERVICES COMMISSION

This report contains the Mississippi Valley Health Services Commission (MVHS), which is included as a component unit of the County of La Crosse, State of Wisconsin. Financial information is presented as a discrete column in the statement of net assets and statement of activities. MVHS is a legally separate governmental organization that was formed in 2009 for the purpose of organizing and establishing a multi-jurisdictional public entity which operates a nursing home facility for the developmentally disabled. MVHS is governed by thirteen counties, each who appoint one member by the respective participating counties. La Crosse County Board, exercises its will by appointing three members to MVHS of which two members must serve as the president and vice president, respectively. The County contracts with MVHS to provide personnel and human resources related to the administration and management of the nursing home, as well as provide financial resources for the operations, including any incidental costs or services.

In addition to the basic financial statements and the preceding notes to financial statements which apply, the following additional disclosures are considered necessary for a fair presentation.

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

The Commission follows the governmental enterprise fund accounting and uses the accrual basis of accounting and the flow of economic resources measurement focus.

B. Receivables

Receivables are recorded at their gross value. Receivables include private pay balances, medical assistance, County assessments, and Title XIX intergovernmental transfer program payments. No amounts are considered uncollectible based on management's analysis of individual receivable balances.

Revenues

Daily patient service revenue includes amounts billed to Medicare, Medical Assistance, and the Veteran's Administration, in addition to private sources. Also, the participating Counties are charged an assessment rate per day for each patient day for residents placed in the facility.

Lease and Administrative Agreement

MVHS has entered into a lease and administrative agreement with the County of La Crosse to provide personnel and human resources related to the administration and operation of Lakeview Health Center, a nursing home and facility for the developmentally disabled. Under the term of the agreement, MVHS purchases personnel, accounting and cash management services. In addition, MVHS pays rent to the County to cover utilities, insurance, repairs to the building and an amount equal to depreciation expense on the equipment and facilities. The agreement commenced on July 1, 2009 and will continue until December 31, 2022 on a calendar fiscal year.

La Crosse County pays MVHS a member assessment based on patient days of care. In addition, the County pays the difference between the sum of the assessments of all members and the actual costs of MVHS's operations, as determined in the MVHS Medicaid cost reports filed with the State of Wisconsin. During the year, the County paid MVHS \$1,781,793 in member assessments and has an outstanding payable to MVHS of \$141,389.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 14 – LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

La Crosse County currently has four landfill sites: The “new” landfill site, the demolition landfill site, the ash monofill landfill and the “old” landfill site which is closed and is being monitored. These sites are being accounted for as follows:

NEW LANDFILL, ASH MONOFILL AND DEMOLITION - SOLID WASTE ENTERPRISE FUND

State and federal laws and regulations require that La Crosse County place a final cover on these landfills when closed and perform certain maintenance and monitoring functions at the new landfill sites only for forty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and postclosure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and postclosure care costs is based on the amount of the landfills used during the year. Presently it is estimated that the new landfill is 84% filled, the demolition landfill was closed in 2008, and the ash monofill landfill is 83% filled. The ash monofill landfill is expected to last until 2017 while the new landfill is currently expected to last until 2015. The estimated liability for landfill closure and postclosure care costs and total future estimated costs as of December 31 is as follows:

Total estimated costs for construction, closure, and postclosure care	\$ 10,823,510
Estimated costs expensed through December 31, 2012	<u>(9,102,361)</u>
Estimated costs of construction, closure, and postclosure care to be recognized in future years	<u>\$ 1,721,149</u>

The estimated total current cost of the landfill construction, closure and postclosure care of \$10,823,510 is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31. However, the actual cost of closure and postclosure care may be different due to inflation, changes in technology, or changes in landfill laws and regulations.

With respect to these landfills, La Crosse County is required by state and federal laws and regulations to make annual contributions to finance closure and postclosure care. The County is in compliance with these requirements, and at December 31 investments of \$9,538,151 are held for these purposes. These investments are held and managed by the County and are presented on the County’s Statement of Net Assets as “Restricted Investments.” It is anticipated that future inflation costs will be financed in part from earnings on investments. The remaining portion of anticipated future inflation costs (including inadequate earnings on investments, if any) and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, tax levy, or both.

OLD LANDFILL – SPECIAL REVENUE FUND

La Crosse County also has an old landfill that is currently no longer accepting waste and is being monitored. The estimated liability for postclosure care costs has a balance of \$600,324 as of December 31. The estimated total current cost of the landfill postclosure care is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31. However, the actual cost of postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

La Crosse County was required by state and federal laws and regulations to make contributions to finance closure and postclosure care. The County is in compliance with these requirements, and at December 31 investments of \$654,105 are held for these purposes. These investments are held and managed by the County and are presented on the County’s balance sheet as “Restricted Investments.” It is anticipated that future inflation costs will be financed in part from earnings on investments held by the trustee. The remaining portion of anticipated future inflation costs (including inadequate earnings on investment, if any) and additional costs that might arise from changes in post closure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by tax levy.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 15 – DEFERRED COMPENSATION PLAN

La Crosse County, Wisconsin offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held solely for the benefit of the employees or their beneficiaries. These funds are held, invested and disbursed in accordance with the plan document by a third party administrator and accordingly, are not recorded in these financial statements.

NOTE 16 – COMMITMENTS, CONTINGENCIES AND SUBSEQUENT EVENTS

Numerous personal injury lawsuits are pending against the County. The outcome and eventual liability to the County, if any, in these cases is not known at this time. The Corporation Counsel and other County officials estimate that the potential claims against the County, not covered by insurance, resulting from such litigation are covered by existing liability reserves.

The County has received federal and state grants for specific purposes that are subject to various audit requirements. As a result of these audit requirements, various costs may be disallowed under terms of the grant. County management believes such disallowances, if any, to be immaterial.

NOTE 17 – RELATED PARTY TRANSACTIONS

La Crosse County has entered into a lease and administrative agreement with Mississippi Valley Health Services Commission (MVHS). Pursuant to this agreement La Crosse County provides to MVHS all management, administrative and personnel resources associated with the operation of a nursing home and facility for the developmentally disabled known as Lakeview Health Center. MVHS pays rent to La Crosse County for the facility in an amount equal to the depreciation expense related to the capital assets of the facility owned by the County. This payment is accounted for in the Lakeview Nursing Home Facility Fund, a nonmajor enterprise fund. In addition MVHS has agreed to pay additional amounts to cover costs related to utilities, insurance, repairs and, if applicable, taxes associated with the building and the property.

During the current year, rents and other consideration received by La Crosse County under this agreement from MVHS were as follows:

Rent of the facility and capital assets	\$ 300,746
Additional rent for utilities, insurance, repairs and other facility related items	457,187
Personnel and related benefits	9,549,786

La Crosse County pays MVHS a member assessment based on patient days of care. In addition, the County pays the difference between the sum of the assessments of all members and the actual costs of MVHS's operations, as determined in the MVHS Medicaid cost reports filed with the State of Wisconsin. During the year, the County paid MVHS \$1,781,793 in member assessments and has an outstanding payable to MVHS of \$141,389.

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 18 – RESTATEMENT

The County adopted GASB Statement No. 65 *Items Previously Recognized as Assets and Liabilities* as of January 1, 2012. This statement eliminates the provision for capitalizing and amortizing debt issue costs. With this adoption, debt issue costs are considered an expense at the time the debt is issued. Net position has been restated as follows:

	Governmental Activities	Business-type Activities	Total
Net Position, January 1, 2012, as Previously Reported	\$ 132,148,846	\$ 22,486,629	\$ 154,635,475
Restatement for cumulative change in accounting principle	(385,232)	(113,615)	(498,847)
Net Position, January 1, 2012 as Restated	<u>\$ 131,763,614</u>	<u>\$ 22,373,014</u>	<u>\$ 154,136,628</u>

	Solid Waste	Total Nonmajor Enterprise Funds (related to Hillview Terrace)
Net Position, January 1, 2012, as Previously Reported	\$ 5,990,691	\$ 6,797,809
Restatement for cumulative change in accounting principle	(95,063)	(18,552)
Net Position, January 1, 2012 as Restated	<u>\$ 5,895,628</u>	<u>\$ 6,779,257</u>

NOTE 19 – CHANGES IN ACCOUNTING PRINCIPLES

During the past several years, the Governmental Accounting Standards Board has issued several statements that affect governmental reporting.

In 2009, the Governmental Accounting Standards Board issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple Employer Plans*. The objective of this Statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurement by employers that participate in agent multiple-employer other postemployment benefit plans. The County implemented the requirements of this standard beginning with the year ending December 31, 2012. This implementation had no significant effect.

In 2010, the Governmental Accounting Standards Board issued Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*. The objective of this Statement is to provide accounting and financial reporting guidance by establishing recognition, measurement, and disclosure requirements for service concession arrangements for both transferors and governmental operators, requiring governments to account for and report service concession arrangements in the same manner. The County implemented the requirements of this standard beginning with the year ending December 31, 2012. This implementation had no significant effect.

In 2010, the Governmental Accounting Standards Board issued Statement No. 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*. The objective of this Statement is to improve guidance for including, presenting, and disclosing information about component units and equity interest transactions of a financial reporting entity. The County implemented the requirements of this standard beginning with the year ending December 31, 2012. This implementation had no significant effect.

In 2010, the Governmental Accounting Standards Board issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The objective of this Statement is to improve financial reporting by contributing to efforts to codify all sources of generally accepted accounting principles for state and local governments so that they derive from a single source. It will result in a more consistent application of applicable guidance in financial statements of state and local

**LA CROSSE COUNTY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS**

December 31, 2012

NOTE 19 – CHANGES IN ACCOUNTING PRINCIPLES (CONTINUED)

governments. The County implemented the requirements of this standard beginning with the year ending December 31, 2012. This implementation had no significant effect.

In 2011, the Governmental Accounting Standards Board issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. The objective of this Statement is to improve the financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government's net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance where none previously existed. The County implemented the requirements of this standard beginning with the year ending December 31, 2012. The impact of adoption of this statement resulted in the changing of terminology from "net assets" to "net position" throughout the financial statements.

In 2011, the Governmental Accounting Standards Board issued Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions—an amendment of GASB No 53*. The objective of this Standard is to enhance comparability and improve financial reporting by clarifying the circumstances in which hedge accounting should continue when swap counterparty, or swap counterparty's credit support provider is replaced. The County implemented the requirements of this standard beginning with the year ending December 31, 2012. This implementation had no significant effect.

In 2012, the Governmental Accounting Standards Board issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*. The objective of this Statement is to establish accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognized, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The County implemented the requirements of this standard beginning with the year ending December 31, 2012. See Note 18 for effect on the financial statements.

In 2012, the Governmental Accounting Standards Board issued Statement No. 66, *Technical Corrections-2012—an amendment of GASB Statements No. 10 and No. 62*. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1090 FASB and AICPA Pronouncements*. The County implemented the requirements of this standard beginning with the year ending December 31, 2012.

In 2012, the Governmental Accounting Standards Board issued Statement No. 67, *Financial Reporting for Pension Plans—an amendment of Statement No. 25*. The objective of this Statement is to improve the financial reporting by state and local governmental pension plans. The County will implement the requirements of this standard beginning with the year ending December 31, 2014.

In 2012, the Governmental Accounting Standards Board issued Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB St No. 27*. The objective of this Statement is to improve the accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. The County will implement the requirements of this standard beginning with the year ending December 31, 2014.

In 2013, the Governmental Accounting Standards Board issued Statement No. 69, *Government Combinations and Disposals of Governmental Operations*. The objective of this Statement is to establish accounting and financial reporting standards related to government combinations and disposals of government operations, including a variety of transactions referred to as mergers, acquisitions, and transfers of operations. The County will implement the requirements of this standard beginning with the year ending December 31, 2014.

In 2013, the Governmental Accounting Standards Board issued Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. The objective of this Statement is to improve accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees. The county will implement the requirements of this standard beginning with the year ending December 31, 2013.

This information is an integral part of the accompanying financial statements.

REQUIRED SUPPLEMENTARY INFORMATION



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LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

Year Ended December 31, 2012

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 18,090,488	\$ 18,090,488	\$ 18,825,626	\$ 735,138
Intergovernmental revenues	6,411,044	6,717,076	6,465,941	(251,135)
Licenses and permits	535,050	535,050	473,209	(61,841)
Fines, forfeits and penalties	282,000	282,000	293,718	11,718
Public charges for services	2,414,413	2,414,413	2,757,516	343,103
Intergovernmental charges for services	1,348,845	1,356,345	1,325,834	(30,511)
Miscellaneous revenues	749,704	799,704	1,128,907	329,203
Total revenues	29,831,544	30,195,076	31,270,751	1,075,675
EXPENDITURES				
General government	11,288,150	11,442,967	10,941,712	501,255
Public safety	14,316,752	14,660,926	14,241,678	419,248
Health and human services	1,760,754	1,760,585	1,665,627	94,958
Culture, recreation and education	1,211,518	1,237,697	1,162,897	74,800
Conservation and development	2,210,582	2,330,654	1,927,472	403,182
Miscellaneous	236,910	766,577	79,822	686,755
Debt service	538	28,654	29,127	(473)
Capital outlay	774,164	1,567,380	756,866	810,514
Total expenditures	31,799,368	33,795,440	30,805,201	2,990,239
Excess (deficiency) of revenues over expenditures	(1,967,824)	(3,600,364)	465,550	4,065,914
OTHER FINANCING SOURCES (USES)				
Long-term debt issued	2,100,000	2,150,000	2,150,000	-
Bond premium	-	71,560	71,560	-
Sale of capital assets	23,950	31,246	57,937	26,691
Capital lease proceeds	-	-	-	-
Transfers in	-	425,916	400,038	25,878
Transfers out	(2,116,415)	(2,209,859)	(2,209,859)	-
Total other financing sources (uses)	7,535	468,863	469,676	813
Net change in fund balance *	\$ (1,960,289)	\$ (3,131,501)	935,226	\$ 4,066,727
FUND BALANCE, BEGINNING			<u>26,353,142</u>	
FUND BALANCE, ENDING			<u>\$ 27,288,368</u>	

* The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

See the notes to the required supplementary information.

**LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
HUMAN SERVICES FUND**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 11,459,261	\$ 11,459,261	\$ 11,459,261	\$ -
Intergovernmental revenues	17,419,018	20,564,178	19,967,604	(596,574)
Public charges for services	2,002,000	2,030,000	1,975,955	(54,045)
Miscellaneous revenues	354,531	354,531	338,623	(15,908)
	<u>31,234,810</u>	<u>34,407,970</u>	<u>33,741,443</u>	<u>(666,527)</u>
EXPENDITURES				
Public safety	971,868	971,248	923,433	47,815
Health and human services	30,568,413	33,771,663	32,827,185	944,478
Capital outlay	63,441	71,593	30,205	41,388
	<u>31,603,722</u>	<u>34,814,504</u>	<u>33,780,823</u>	<u>1,033,681</u>
Net change in fund balance *	<u>\$ (368,912)</u>	<u>\$ (406,534)</u>	(39,380)	<u>\$ 367,154</u>
FUND BALANCE, BEGINNING			<u>7,448,482</u>	
FUND BALANCE, ENDING			<u>\$ 7,409,102</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

**LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
BUSINESS FUND**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental revenues	\$ -	\$ -	\$ 544,990	\$ 544,990
Miscellaneous revenues	257,768	257,768	258,931	1,163
Total revenues	<u>257,768</u>	<u>257,768</u>	<u>803,921</u>	<u>546,153</u>
EXPENDITURES				
Conservation and development	151,095	151,095	594,067	(442,972)
Debt service	188,799	188,799	188,569	230
Total expenditures	<u>339,894</u>	<u>339,894</u>	<u>782,636</u>	<u>(442,742)</u>
Excess (deficiency) of revenues over expenditures	<u>(82,126)</u>	<u>(82,126)</u>	21,285	<u>103,411</u>
OTHER FINANCING SOURCES				
Sale of capital assets	35,000	35,000	-	(35,000)
Transfers in	16,415	16,415	16,415	-
Total other financing sources	<u>51,415</u>	<u>51,415</u>	<u>16,415</u>	<u>(35,000)</u>
Net change in fund balance *	<u>\$ (30,711)</u>	<u>\$ (30,711)</u>	37,700	<u>\$ 68,411</u>
FUND BALANCE, BEGINNING			<u>299,373</u>	
FUND BALANCE, ENDING			<u>\$ 337,073</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

LA CROSSE COUNTY, WISCONSIN
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2012

NOTE 1 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

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

1. In July, the department heads submit budget requests to the Finance Department. The Finance Department totals these requests and compiles a County wide budget.
2. From August through November, various budget meetings take place to review the departmental and County budget.
3. A public hearing is then conducted to obtain taxpayer comments.
4. In November, the budget is legally enacted through passage of a resolution by the County Board of Supervisors. The legal level of budgetary control is the function level in the General Fund and total expenditures in all other funds.
5. Department heads are responsible for monitoring their budgets. In the event of a projected overage, the department head jointly with the County Administrator and Finance Director develop a funding strategy.
6. The Executive Committee is authorized to transfer budgeted amounts between and within departments; however, any transfers between funds or amounts that will be spent out of unassigned fund balances must be approved by the County Board of Supervisors.
7. The budgets for the governmental fund types are adopted on a basis consistent with generally accepted accounting principles.
8. In instances where budget appropriations and estimated revenues have been revised during the year, budget data presented in the financial statements and schedules represent the final authorized amounts.

**LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF FUNDING PROGRESS - OPEB**

December 31, 2012

Year End	Actuarial Valuation Date	Actuarial Value of Assets (a)	Liability (AAL) – Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funding Ratio (a) / (b)	Covered Payroll (c)	Percentage of Covered Payroll ((b-a)/c)
12/31/2008	1/1/2008	\$ -	\$3,557,348	\$3,557,348	0%	\$47,863,687	7.43%
12/31/2010	1/1/2010	-	2,269,994	2,269,994	0%	49,016,718	4.63%
12/31/2012	1/1/2012	-	2,193,640	2,193,640	0%	49,452,590	4.44%

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SUPPLEMENTARY INFORMATION



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MAJOR GOVERNMENTAL FUNDS

General Fund - to account for the primary operating fund of the County. It is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund. Funding is provided through property taxes, state and federal grants, licenses and permits, fines and penalties, and public charges for services.

Human Services Fund - to account for the services provided in the areas of mental health, developmental disabilities, alcohol and drug abuse, and economic support for family and children. Funding is provided through state and federal grants, patient fees, property taxes and donations.

Debt Service Fund - to account for the accumulation of resources for, and the payment of, general obligation debt principal, interest, and related costs. Funding is provided through property taxes, and intergovernmental revenues.

Business Fund- to account for loans provided to businesses within the County to promote economic development and the development of the Lakeview Industrial Park. Funding provided by economic grants and sale of capital assets.

**LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND**

Year Ended December 31, 2012

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
TAXES				
General property taxes	\$ 7,631,588	\$ 7,631,588	\$ 7,631,588	\$ -
Forest crop taxes	8,900	8,900	5,780	(3,120)
Interest on taxes	750,000	750,000	895,698	145,698
County sales tax	9,700,000	9,700,000	10,292,560	592,560
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Total taxes	18,090,488	18,090,488	18,825,626	735,138
INTERGOVERNMENTAL REVENUES				
State shared taxes	3,517,506	3,517,506	3,517,507	1
Utility tax from state	488,760	488,760	481,692	(7,068)
State aid - exempt computer	184,643	184,643	172,399	(12,244)
DNR aid in lieu of tax	13,500	13,500	30,756	17,256
DNR wildlife damage/claims program	17,000	17,000	10,512	(6,488)
Federal aid - law enforcement	14,492	14,492	11,288	(3,204)
State aid - emergency government	95,364	259,533	217,552	(41,981)
State aid - natural resources	1,264	1,264	-	(1,264)
State aid - snowmobile	34,225	43,755	43,755	-
State aid - land conservation	288,885	315,884	186,549	(129,335)
State aid - police training	28,600	70,243	26,860	(43,383)
State aid - law enforcement	59,100	59,952	46,043	(13,909)
State aid - farm preservation	-	6,302	6,302	-
State aid - victim witness	98,119	98,119	93,101	(5,018)
State aid - historical sites	-	3,500	3,500	-
State aid - courts	423,000	423,000	429,912	6,912
State aid - child support	912,897	912,897	947,580	34,683
State and federal aid - veterans	13,500	13,500	13,000	(500)
State and federal aid - MPO	220,189	273,226	227,633	(45,593)
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Total intergovernmental revenues	6,411,044	6,717,076	6,465,941	(251,135)

**LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND**

Year Ended December 31, 2012

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
LICENSES AND PERMITS				
Conservation license fees	\$ 800	\$ 800	\$ 642	\$ (158)
Permit revenue	297,250	297,250	253,793	(43,457)
Construction fees	43,500	43,500	36,800	(6,700)
Stormwater fees	5,500	5,500	1,366	(4,134)
Zoning fees	101,700	101,700	99,528	(2,172)
Other licenses and permits	86,300	86,300	81,080	(5,220)
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Total licenses and permits	535,050	535,050	473,209	(61,841)
FINES, FORFEITS AND PENALTIES				
County ordinance fines	120,000	120,000	103,873	(16,127)
Penal fines for County	152,000	152,000	164,365	12,365
Section 125 cash forfeiture	-	-	10,265	10,265
Dog license penalty	10,000	10,000	15,215	5,215
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Total fines, forfeits and penalties	282,000	282,000	293,718	11,718
PUBLIC CHARGES FOR SERVICES				
General County fees	109,700	109,700	122,178	12,478
Consolidated court cost, fees and charges	439,000	439,000	406,333	(32,667)
Family court counsel fees	13,000	13,000	12,764	(236)
Mediation	35,150	35,150	32,289	(2,861)
Register of deeds fees	675,000	675,000	880,925	205,925
Prisoners board revenue	190,500	190,500	297,954	107,454
Law enforcement fees	268,000	268,000	357,110	89,110
Public health revenue	34,250	34,250	28,224	(6,026)
Park revenue	112,500	112,500	96,413	(16,087)
Parking lot revenue	100,000	100,000	107,255	7,255
UW Extension fees	3,000	3,000	2,302	(698)
County forest revenue	30,000	30,000	52,458	22,458
Non-metallic mining fees	32,777	32,777	32,148	(629)
Printing and duplicating revenue	43,128	43,128	32,464	(10,664)
La Crosse Area Planning Commission	60,842	60,842	60,842	-
Other public charges for services	267,566	267,566	235,857	(31,709)
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Total public charges for services	2,414,413	2,414,413	2,757,516	343,103

**LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND**

Year Ended December 31, 2012

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
INTERGOVERNMENTAL CHARGES FOR SERVICES				
Data processing revenue	\$ 15,664	\$ 23,164	\$ 19,289	\$ (3,875)
Charges to other governments	13,000	13,000	4,889	(8,111)
Indirect cost revenue	1,307,181	1,307,181	1,278,029	(29,152)
Elections revenue	13,000	13,000	23,627	10,627
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Total intergovernmental charges for services	1,348,845	1,356,345	1,325,834	(30,511)
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MISCELLANEOUS REVENUES				
Rental income	232,886	232,886	233,046	160
Investment earnings	481,655	481,655	515,476	33,821
Rebates	-	50,000	51,470	1,470
Insurance claims	1,000	1,000	3,969	2,969
Miscellaneous revenue	25,532	25,532	5,288	(20,244)
Donations	8,631	8,631	319,658	311,027
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Total miscellaneous revenues	749,704	799,704	1,128,907	329,203
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OTHER FINANCING SOURCES				
Proceeds of long-term debt	2,100,000	2,150,000	2,150,000	-
Bond premium	-	71,560	71,560	-
Sale of capital assets	23,950	31,246	57,937	26,691
Transfer in	-	425,916	400,038	(25,878)
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Total other financing sources	2,123,950	2,678,722	2,679,535	813
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TOTAL REVENUES AND OTHER FINANCING SOURCES				
	\$ 31,955,494	\$ 32,873,798	\$ 33,950,286	\$ 1,076,488
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**LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND**

Year Ended December 31, 2012

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
GENERAL GOVERNMENT				
Consolidated courts	\$ 2,416,134	\$ 2,416,134	\$ 2,468,375	\$ (52,241)
Corporation counsel	470,862	480,862	411,813	69,049
County board	313,574	313,573	280,051	33,522
County clerk	219,599	219,599	211,081	8,518
Elections	142,942	149,942	140,055	9,887
Family court commissioner	147,971	147,971	147,043	928
Mediation	205,189	205,189	212,279	(7,090)
Document and graphic services	25,573	24,653	30,751	(6,098)
Register of deeds	429,729	429,729	400,405	29,324
County administrator	284,147	284,147	287,711	(3,564)
Insurance	330,750	330,750	244,699	86,051
Information technology	2,125,326	2,165,211	1,991,143	174,068
Finance	1,011,067	1,012,790	1,000,338	12,452
Personnel	652,932	663,736	605,303	58,433
Retirees insurance	300,000	300,000	353,932	(53,932)
Unemployment compensation	20,000	30,338	63,885	(33,547)
External accounting and auditing	36,335	36,335	30,090	6,245
Historical sites	2,360	6,720	4,592	2,128
Treasurer	241,006	241,467	214,808	26,659
Victim-witness service	210,522	210,522	218,293	(7,771)
Section 125 administrative costs	11,500	11,500	9,800	1,700
District attorney	670,272	670,272	652,130	18,142
Medical examiner	142,808	142,808	145,156	(2,348)
County wellness programs	190,766	196,766	178,884	17,882
Administrative center	443,951	451,951	398,654	53,297
Property management	242,835	300,002	240,441	59,561
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Total general government	11,288,150	11,442,967	10,941,712	501,255
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PUBLIC SAFETY				
Emergency government	100,028	247,702	203,161	44,541
Central dispatch	2,247,138	2,252,138	2,214,165	37,973
Jail and court services	6,359,543	6,546,252	6,281,897	264,355
Law enforcement	4,486,220	4,485,011	4,479,569	5,442
Courthouse and law enforcement center	1,123,823	1,129,823	1,062,886	66,937
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Total public safety	14,316,752	14,660,926	14,241,678	419,248
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**LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND**

Year Ended December 31, 2012

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
HEALTH AND HUMAN SERVICES				
SARA hazardous materials	\$ 96,503	\$ 96,503	\$ 83,565	\$ 12,938
Office building and detention center	471,580	467,980	433,638	34,342
Residential house	2,000	4,481	1,150	3,331
Veterans service officer	242,755	243,705	226,906	16,799
Veterans relief	20,020	20,020	18,429	1,591
Child support	927,896	927,896	901,939	25,957
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Total health and human services	1,760,754	1,760,585	1,665,627	94,958
CULTURE, RECREATION AND EDUCATION				
University extension	469,733	486,382	426,564	59,818
Historical society	25,000	25,000	25,000	-
Winding rivers library system	15,921	15,921	15,921	-
Parks	700,864	710,394	695,412	14,982
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Total culture, recreation, and education	1,211,518	1,237,697	1,162,897	74,800
CONSERVATION AND DEVELOPMENT				
Land conservation	806,253	845,692	683,260	162,432
Economic development	295,643	298,004	264,399	33,605
Metropolitan Planning Organization	281,031	334,068	296,186	37,882
Park Plaza property	10,000	35,235	795	34,440
Harbor Commission Project	17,400	17,400	788	16,612
Zoning	800,255	800,255	682,044	118,211
	<hr/>	<hr/>	<hr/>	<hr/>
Total conservation and development	2,210,582	2,330,654	1,927,472	403,182
MISCELLANEOUS				
Nondepartmental	86,910	66,966	79,822	(12,856)
Contingency	150,000	699,611	-	699,611
	<hr/>	<hr/>	<hr/>	<hr/>
Total miscellaneous	236,910	766,577	79,822	686,755

**LA CROSSE COUNTY, WISCONSIN
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND**

Year Ended December 31, 2012

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
DEBT SERVICE				
Debt service principal	\$ 534	\$ 534	\$ 534	\$ -
Debt service interest	4	4	4	-
Bond issue costs	-	28,116	28,589	(473)
Total debt service	<u>538</u>	<u>28,654</u>	<u>29,127</u>	<u>(473)</u>
CAPITAL OUTLAY				
General government	207,569	353,580	158,987	194,593
Law Enforcement	196,145	394,085	267,342	126,743
Public safety	140,000	208,909	169,159	39,750
Health and human services	20,000	72,840	48,580	24,260
Culture, recreation, and education	185,450	512,406	111,999	400,407
Conservation and development	25,000	25,560	799	24,761
Total capital outlay	<u>774,164</u>	<u>1,567,380</u>	<u>756,866</u>	<u>810,514</u>
OTHER FINANCING USES				
Transfers out:				
Business Fund	16,415	16,415	16,415	-
Highway	2,100,000	2,193,444	2,193,444	-
Total other financing uses	<u>2,116,415</u>	<u>2,209,859</u>	<u>2,209,859</u>	<u>-</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u><u>\$ 33,915,783</u></u>	<u><u>\$ 36,005,299</u></u>	<u><u>\$ 33,015,060</u></u>	<u><u>\$ 2,990,239</u></u>

**LA CROSSE COUNTY, WISCONSIN
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Property taxes	\$ 3,977,484	\$ 3,977,484	\$ 3,977,484	\$ -
Interdepartmental revenues:				
Charges for pension liability	330,950	330,950	525,202	194,252
Miscellaneous revenues:				
Rebate	109,297	109,297	109,297	-
	<u>4,417,731</u>	<u>4,417,731</u>	<u>4,611,983</u>	<u>194,252</u>
Total revenues				
EXPENDITURES				
Debt service:				
Principal	6,629,057	6,629,057	6,629,057	-
Interest and other	1,440,017	1,440,017	1,409,222	30,795
	<u>8,069,074</u>	<u>8,069,074</u>	<u>8,038,279</u>	<u>30,795</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>(3,651,343)</u>	<u>(3,651,343)</u>	<u>(3,426,296)</u>	<u>225,047</u>
OTHER FINANCING SOURCES				
Transfers in	1,569,391	1,569,391	1,572,926	3,535
	<u>1,569,391</u>	<u>1,569,391</u>	<u>1,572,926</u>	<u>3,535</u>
Net change in fund balance *	<u>\$ (2,081,952)</u>	<u>\$ (2,081,952)</u>	<u>(1,853,370)</u>	<u>\$ 228,582</u>
FUND BALANCE, BEGINNING			<u>2,738,679</u>	
FUND BALANCE, ENDING			<u>\$ 885,309</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

**LA CROSSE COUNTY, WISCONSIN
BUSINESS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental revenues:				
CDBG Grant	\$ -	\$ -	\$ 544,990	\$ 544,990
Miscellaneous revenues:				
Loan repayments	229,966	229,966	228,129	(1,837)
Investment earnings	25,302	25,302	30,802	5,500
Donations	2,500	2,500	-	(2,500)
Total revenues	<u>257,768</u>	<u>257,768</u>	<u>803,921</u>	<u>546,153</u>
EXPENDITURES				
Conservation and development:				
Economic development	151,095	151,095	594,067	(442,972)
Debt service:				
Principal	145,000	145,000	145,000	-
Interest and other charges	43,799	43,799	43,569	230
Total expenditures	<u>339,894</u>	<u>339,894</u>	<u>782,636</u>	<u>(442,742)</u>
Excess (deficiency) of revenues over expenditures	(82,126)	(82,126)	21,285	103,411
OTHER FINANCING SOURCES				
Sale of capital assets	35,000	35,000	-	(35,000)
Transfer in	16,415	16,415	16,415	-
Total other financing sources	<u>51,415</u>	<u>51,415</u>	<u>16,415</u>	<u>(35,000)</u>
Net change in fund balance *	<u>\$ (30,711)</u>	<u>\$ (30,711)</u>	37,700	<u>\$ 68,411</u>
FUND BALANCE, BEGINNING			<u>299,373</u>	
FUND BALANCE, ENDING			<u>\$ 337,073</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds:

Computer Revolving Loan Fund - to account for loans provided to County employees for purchases of computers.

Land Records Assessment Fund- to account for the computerized land information system created by the County. Funding is provided through fees charged by the Register of Deeds which are designated for computerization of land records service.

Special Jail Assessment Fund- to account for the portion of the traffic violations collected by the Clerk of Courts which are designated for law enforcement use.

Library Fund- to account for the costs related to providing library services to residents of the County. Funding is provided through dedicated property taxes, grants and user charges.

Old Landfill Fund- to account for the current costs associated with postclosure care of the old landfill. Funding was provided in prior years by dedicated property tax levy.

Aging Fund- to account for the services provided to elderly residents of the County. Funding is provided through federal and state grants, public charges for services and donations and contributions.

Estate Donation Fund- to account for monies bequeath to the County Aging Department designated to be used for services provided to elderly residents of the County.

Health Fund- to account for costs of health services provided to residents of the County. Funding is provided through state and federal grants, patient fees, and property taxes.

LA CROSSE COUNTY, WISCONSIN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

December 31, 2012

	Special Revenue Funds										Total Nonmajor Governmental Funds
	Computer Revolving Loan	Land Record Assessment	Special Jail Assessment	Library	Old Landfill	Aging	Estate Donation	Health			
ASSETS											
Cash and investments	\$ 81,238	\$ 434,657	\$ 42,260	\$ 331,473	\$ 432,507	\$ 279,515	\$ 273,880	\$ 1,080,676	\$	\$ 2,956,206	
Restricted cash and investments	-	-	-	-	654,105	-	-	-	-	654,105	
Receivables (net of allowance for uncollectibles)	33,547	1,056	9,389	1,665,251	-	590,516	-	2,429,691	-	4,729,450	
Inventories and prepayments	-	150	6,920	1,095	-	870	-	451	-	9,486	
TOTAL ASSETS	\$ 114,785	\$ 435,863	\$ 58,569	\$ 1,997,819	\$ 1,086,612	\$ 870,901	\$ 273,880	\$ 3,510,818	\$	\$ 8,349,247	
LIABILITIES											
Accounts payable and other current liabilities	-	20,000	-	55,670	4	108,163	-	284,758	-	468,595	
Unearned revenues	-	-	-	-	-	-	-	24,290	-	24,290	
Total liabilities	-	20,000	-	55,670	4	108,163	-	309,048	-	492,885	
DEFERRED INFLOWS OF RESOURCES											
Unavailable revenue-property taxes	-	-	-	1,665,251	-	280,237	-	2,038,211	-	3,983,699	
Unavailable revenue-loan repayments	33,547	-	-	-	-	-	-	-	-	33,547	
Total deferred inflows of resources	33,547	-	-	1,665,251	-	280,237	-	2,038,211	-	4,017,246	
FUND BALANCE											
Nonspendable	-	150	6,920	1,095	-	870	-	451	-	9,486	
Restricted	-	415,713	51,649	275,803	600,324	122,973	273,880	1,000	-	1,741,342	
Assigned	81,238	-	-	-	486,284	358,658	-	1,162,108	-	2,088,288	
Total fund balances	81,238	415,863	58,569	276,898	1,086,608	482,501	273,880	1,163,559	-	3,839,116	
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 114,785	\$ 435,863	\$ 58,569	\$ 1,997,819	\$ 1,086,612	\$ 870,901	\$ 273,880	\$ 3,510,818	\$	\$ 8,349,247	

LA CROSSE COUNTY, WISCONSIN
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

Year Ended December 31, 2012

	Special Revenue Funds										Total Nonmajor Governmental Funds
	Computer Revolving Loan	Land Record Assessment	Special Jail Assessment	Library	Old Landfill	Aging	Estate Donation	Health			
REVENUES											
Taxes	\$ -	\$ -	\$ -	\$ 1,641,147	\$ -	\$ 280,237	\$ -	\$ 2,060,601			\$ 3,981,985
Intergovernmental revenues	-	300	-	42,981	-	987,170	-	1,977,326			3,007,777
Interdepartmental revenues	-	-	-	-	-	-	-	754			754
Licenses and permits	-	-	-	-	-	-	-	570,665			570,665
Fines, forfeits and penalties	-	-	131,875	-	-	-	-	-			131,875
Public charges for services	-	198,733	-	36,320	-	445,704	-	675,580			1,356,337
Miscellaneous revenues	46,084	-	-	49,427	6,138	7,638	-	56,288			165,575
Total revenues	46,084	199,033	131,875	1,769,875	6,138	1,720,749	-	5,341,214			9,214,968
EXPENDITURES											
Current:											
Public safety	-	-	137,432	-	-	-	-	-			137,432
Public works	-	-	-	-	29,350	-	-	-			29,350
Health and human services	-	-	-	-	-	1,777,273	-	5,221,565			6,998,838
Conservation and development	-	176,593	-	-	-	-	-	-			176,593
Culture, recreation and education	35,489	-	-	1,719,809	-	-	-	-			1,755,298
Debt service:											
Principal	-	-	-	-	117,618	-	-	-			117,618
Interest and other charges	-	-	-	-	14,173	-	-	-			14,173
Capital outlay	-	45,082	-	4,537	-	-	-	1,037			50,656
Total expenditures	35,489	221,675	137,432	1,724,346	161,141	1,777,273	-	5,222,602			9,279,958
Excess (deficiency) of revenues over expenditures	10,595	(22,642)	(5,557)	45,529	(155,003)	(56,524)	-	118,612			(64,990)
OTHER FINANCING SOURCES (USES)											
Transfers out	-	-	(1,043,597)	-	-	-	-	-			(1,043,597)
Total other financing sources (uses)	-	-	(1,043,597)	-	-	-	-	-			(1,043,597)
Net change in fund balances	10,595	(22,642)	(1,049,154)	45,529	(155,003)	(56,524)	-	118,612			(1,108,587)
FUND BALANCE, BEGINNING	70,643	438,505	1,107,723	231,369	1,241,611	539,025	273,880	1,044,947			4,947,703
FUND BALANCE, ENDING	\$ 81,238	\$ 415,863	\$ 58,569	\$ 276,898	\$ 1,086,608	\$ 482,501	\$ 273,880	\$ 1,163,559			\$ 3,839,116

**LA CROSSE COUNTY, WISCONSIN
COMPUTER REVOLVING LOAN FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Miscellaneous revenues:				
Computer loan repayments	\$ 75,000	\$ 75,000	\$ 46,084	\$ (28,916)
Total revenues	<u>75,000</u>	<u>75,000</u>	<u>46,084</u>	<u>(28,916)</u>
EXPENDITURES				
Cultural, recreation and education:				
Employee computer loans	<u>75,000</u>	<u>75,000</u>	<u>35,489</u>	<u>39,511</u>
Total expenditures	<u>75,000</u>	<u>75,000</u>	<u>35,489</u>	<u>39,511</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	10,595	<u>\$ 10,595</u>
FUND BALANCE, BEGINNING			<u>70,643</u>	
FUND BALANCE, ENDING			<u>\$ 81,238</u>	

**LA CROSSE COUNTY, WISCONSIN
LAND RECORD ASSESSMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental revenues:				
Grants and aids	\$ -	\$ -	\$ 300	\$ 300
Public charges for services:				
Land recording assessment	170,000	170,000	198,733	28,733
Total revenues	<u>170,000</u>	<u>170,000</u>	<u>199,033</u>	<u>29,033</u>
EXPENDITURES				
Conservation and development:				
Land record costs	253,854	253,854	176,593	77,261
Capital outlay	-	45,082	45,082	-
Total expenditures	<u>253,854</u>	<u>298,936</u>	<u>221,675</u>	<u>77,261</u>
Net change in fund balance *	<u>\$ (83,854)</u>	<u>\$ (128,936)</u>	<u>(22,642)</u>	<u>\$ 106,294</u>
FUND BALANCE, BEGINNING			<u>438,505</u>	
FUND BALANCE, ENDING			<u>\$ 415,863</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

**LA CROSSE COUNTY, WISCONSIN
SPECIAL JAIL ASSESSMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fines, forfeits and penalties:				
Jail assessment surcharge	\$ 160,000	\$ 160,000	\$ 131,875	\$ (28,125)
Total revenues	<u>160,000</u>	<u>160,000</u>	<u>131,875</u>	<u>(28,125)</u>
EXPENDITURES				
Public safety:				
Jail maintenance	160,000	160,000	137,432	22,568
Total expenditures	<u>160,000</u>	<u>160,000</u>	<u>137,432</u>	<u>22,568</u>
Excess (deficiency) of revenues over expenditures	-	-	(5,557)	(5,557)
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(1,043,597)</u>	<u>(1,043,597)</u>	<u>(1,043,597)</u>	<u>-</u>
Net change in fund balance *	<u>\$ (1,043,597)</u>	<u>\$ (1,043,597)</u>	(1,049,154)	<u>\$ (5,557)</u>
FUND BALANCE, BEGINNING			<u>1,107,723</u>	
FUND BALANCE, ENDING			<u>\$ 58,569</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

**LA CROSSE COUNTY, WISCONSIN
LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Property taxes	\$ 1,641,147	\$ 1,641,147	\$ 1,641,147	\$ -
Intergovernmental revenues:				
Grants and aids	43,981	43,981	42,981	(1,000)
Public charges for services:				
Library fees	37,800	37,800	36,320	(1,480)
Miscellaneous revenues:				
Donations and contributions	2,300	9,741	49,264	39,523
Investment earnings	-	-	163	-
Total revenues	<u>1,725,228</u>	<u>1,732,669</u>	<u>1,769,875</u>	<u>37,206</u>
EXPENDITURES				
Cultural, recreation and education:				
Library	1,724,272	1,740,528	1,719,809	20,719
Capital outlay	7,100	4,537	4,537	-
Total expenditures	<u>1,731,372</u>	<u>1,745,065</u>	<u>1,724,346</u>	<u>20,719</u>
Net change in fund balance *	<u>\$ (6,144)</u>	<u>\$ (12,396)</u>	45,529	<u>\$ 57,925</u>
FUND BALANCE, BEGINNING			<u>231,369</u>	
FUND BALANCE, ENDING			<u>\$ 276,898</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

**LA CROSSE COUNTY, WISCONSIN
 OLD LANDFILL FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Miscellaneous revenues:				
Investment earnings	\$ 20,000	\$ 20,000	\$ 6,138	\$ (13,862)
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>6,138</u>	<u>(13,862)</u>
EXPENDITURES				
Public Works:				
Old landfill monitoring costs	35,550	35,550	29,350	6,200
Debt service:				
Principal	117,618	117,618	117,618	-
Interest and other charges	14,173	14,173	14,173	-
Total expenditures	<u>167,341</u>	<u>167,341</u>	<u>161,141</u>	<u>6,200</u>
Net change in fund balance *	<u>\$ (147,341)</u>	<u>\$ (147,341)</u>	(155,003)	<u>\$ (7,662)</u>
FUND BALANCE, BEGINNING			<u>1,241,611</u>	
FUND BALANCE, ENDING			<u>\$ 1,086,608</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

**LA CROSSE COUNTY, WISCONSIN
AGING FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Property taxes	\$ 280,237	\$ 280,237	\$ 280,237	\$ -
Intergovernmental revenues:				
Grants and aids	916,667	929,867	978,670	48,803
Municipal contribution-bus program	1,500	1,500	8,500	7,000
Public charges for services:				
Commission on Aging program income	504,342	490,842	445,704	(45,138)
Miscellaneous revenues:				
Donations and contributions	1,200	1,500	6,951	5,451
Investment earnings	-	-	687	687
Total revenues	<u>1,703,946</u>	<u>1,703,946</u>	<u>1,720,749</u>	<u>16,803</u>
EXPENDITURES				
Health and human services:				
Elderly services	1,838,104	1,852,813	1,777,273	75,540
Total expenditures	<u>1,838,104</u>	<u>1,852,813</u>	<u>1,777,273</u>	<u>75,540</u>
Net change in fund balance	<u>\$ (134,158)</u>	<u>\$ (148,867)</u>	(56,524)	<u>\$ 92,343</u>
FUND BALANCE, BEGINNING			<u>539,025</u>	
FUND BALANCE, ENDING			<u>\$ 482,501</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

**LA CROSSE COUNTY, WISCONSIN
ESTATE DONATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Miscellaneous revenues:				
Estate donations	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Health and human services:				
Elderly services	14,575	-	-	-
Total expenditures	<u>14,575</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance *	<u>\$ (14,575)</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
FUND BALANCE, BEGINNING			<u>273,880</u>	
FUND BALANCE, ENDING			<u>\$ 273,880</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

**LA CROSSE COUNTY, WISCONSIN
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL**

Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
REVENUES				
Taxes:				
Property taxes	\$ 2,060,601	\$ 2,060,601	\$ 2,060,601	\$ -
Intergovernmental revenues:				
Grants and aids	2,094,712	2,536,894	1,977,326	(559,568)
Interdepartmental revenues:				
Human Services	600	600	754	154
Solid Waste	17,636	17,636	-	(17,636)
Licenses and permits:				
Inspection fees and permits	454,359	454,359	454,335	(24)
Dog licenses	108,794	108,794	116,330	7,536
Public charges for services:				
Health services	691,945	711,975	675,580	(36,395)
Miscellaneous revenues:				
Donations and not-for-profit grants	77,341	128,615	56,288	(72,327)
Total revenues	<u>5,505,988</u>	<u>6,019,474</u>	<u>5,341,214</u>	<u>(678,260)</u>
EXPENDITURES				
Health and human services:				
Administration	350,425	350,425	381,685	(31,260)
Lead poisoning	20,471	17,695	15,580	2,115
Environmental health	643,293	643,293	591,514	51,779
Bio-Terrorism	75,000	150,024	82,611	67,413
Health education	214,905	198,390	211,880	(13,490)
AIDS	49,500	89,645	22,564	67,081
Cardiovascular	8,000	9,122	9,122	-
Tobacco	163,500	196,712	148,655	48,057
Maternal child health	52,110	73,822	64,647	9,175
Home health and personal care	447,018	447,018	464,788	(17,770)
Laboratory	269,334	269,334	229,934	39,400
County public health nursing	885,472	885,472	805,306	80,166
Other health	268,026	399,971	127,979	271,992
Nutrition	1,107,060	1,433,869	1,153,782	280,087
Women, Infants and Children	498,193	490,924	475,285	15,639
Prenatal care	95,300	95,762	68,185	27,577
Vector control	198,878	198,878	174,518	24,360
Animal licensing and control	112,074	112,074	118,053	(5,979)
Women's health	48,906	89,240	75,477	13,763
Capital outlay	5,500	38,935	1,037	37,898
Total expenditures	<u>5,512,965</u>	<u>6,190,605</u>	<u>5,222,602</u>	<u>968,003</u>
Net change in fund balance *	<u>\$ (6,977)</u>	<u>\$ (171,131)</u>	118,612	<u>\$ 289,743</u>
FUND BALANCE, BEGINNING			<u>1,044,947</u>	
FUND BALANCE, ENDING			<u>\$ 1,163,559</u>	

*The net change in fund balances was included in the budget as an appropriation (i.e., spenddown) of fund balance.

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NONMAJOR ENTERPRISE FUNDS

Robert G. Carroll Heights Apartments- to account for the operations of the County-owned apartment complex for the aged. Revenues are provided through rental income.

Hillview Terrace- to account for the operations of the County-owned community based residential facility. Revenues are provided through rental income.

MacIntosh Manor- to account for the operations of the County-owned adult family home for people with disabilities. Revenues are provided through daily service charges.

Regent Manor- to account for the operations of the County-owned adult family home for people with disabilities. Revenues are provided through daily service charges.

Maplewood CBRF- to account for the operations of the County-owned community based residential facility. Revenues are provided through daily service charges.

Ravenwood Nursing Home- to account for the operations of the County-owned certified nursing home for people with severe behavioral problems. Revenues are provided through daily service charges.

Lakeview Nursing Home Facilities Fund- to account for the capital assets owned by the County and leased to Mississippi Valley Health Services Commission, a discretely presented component unit. Revenues are provided through property taxes and lease revenues to MVHS.

Household Hazardous Materials- to account for operations of the facility designed to dispose of hazardous chemicals used in the La Crosse County area. Revenues are provided through property taxes, intergovernmental charges for services, and public charges for services.

LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS

December 31, 2012

	Robert G. Carroll Heights Apartments	Hillview Terrace	MacIntosh Manor	Regent Manor	Maplewood CBRF	Ravenwood Nursing Home	Lakeview Nursing Home Facility	Household Hazardous Materials	Total Nonmajor Enterprise Funds
ASSETS									
Current Assets									
Cash and cash equivalents	\$ 1,343,806	\$ 141,929	\$ 2,000	\$ 2,000	\$ 553,806	\$ 56,151	\$ 890,849	\$ 306,511	\$ 3,297,052
Restricted cash and cash equivalents	-	-	-	-	-	664	-	-	664
Receivables (net of allowance for uncollectibles)	1,490	24,961	28,519	39,089	48,349	30,392	-	212,860	385,660
Due from other funds	-	16,891	-	-	-	-	-	-	16,891
Inventories and prepayments	2,285	3,511	323	591	463	-	-	-	7,173
Total current assets	1,347,581	187,292	30,842	41,680	602,618	87,207	890,849	519,371	3,707,440
Noncurrent assets									
Capital Assets									
Land	-	-	40,206	-	-	-	7,674	-	47,880
Land improvements	123,092	-	7,822	-	3,227	-	250,853	47,600	432,594
Buildings	1,597,021	3,040,305	127,818	256,597	299,604	-	6,087,006	739,194	12,147,545
Machinery, equipment and vehicles	176,739	178,860	24,445	48,917	37,189	-	3,153,221	188,458	3,807,829
Less accumulated depreciation	(1,302,937)	(104,375)	(56,516)	(88,201)	(75,862)	-	(7,923,746)	(369,784)	(9,921,421)
Total capital assets - net	593,915	3,114,790	143,775	217,313	264,158	-	1,575,008	605,468	6,514,427
Total Assets	1,941,496	3,302,082	174,617	258,993	866,776	87,207	2,465,857	1,124,839	10,221,867
LIABILITIES									
Current Liabilities									
Accounts payable and other current liabilities	35,264	34,936	11,571	13,029	13,225	10,531	63,655	21,830	204,041
Other liabilities payable from restricted assets	-	-	-	-	-	664	-	-	664
Due to other funds	-	-	10,585	82,370	9,573	-	-	-	102,528
Accrued interest	-	23,855	-	-	-	-	-	-	23,855
Current portion of bonds and notes payable	-	103,785	-	-	-	-	-	-	103,785
Compensated absences	392	5,807	7,218	7,864	9,201	9,458	-	4,297	44,237
Total current liabilities	35,656	168,383	29,374	103,263	31,999	20,653	63,655	26,127	479,110
Noncurrent liabilities									
Advances from other funds	-	-	113,542	194,916	208,798	-	-	-	517,256
General obligation bonds payable	-	2,084,345	-	-	-	-	-	-	2,084,345
Total Liabilities	35,656	2,252,728	142,916	298,179	240,797	20,653	63,655	26,127	3,080,711
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue-property taxes	-	-	-	-	-	-	-	115,000	115,000
Total Deferred Inflows of Resources	-	-	-	-	-	-	-	115,000	115,000
NET POSITION (DEFICIT)									
Net investment in capital assets	593,915	926,660	143,775	217,313	264,158	-	1,575,008	605,468	4,326,297
Unrestricted (deficit)	1,311,925	122,694	(112,074)	(256,499)	361,821	66,554	827,194	378,244	2,699,859
Total Net Position (deficit)	\$ 1,905,840	\$ 1,049,354	\$ 31,701	\$ (39,186)	\$ 625,979	\$ 66,554	\$ 2,402,202	\$ 983,712	\$ 7,026,156

**LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS**

Year Ended December 31, 2012

	Robert G. Carroll Heights Apartments	Hillview Terrace	MacIntosh Manor	Regent Manor	Maplewood CBRF	Ravenwood Nursing Home	Lakeview Nursing Home Facility	Household Hazardous Materials	Total Nonmajor Enterprise Funds
OPERATING REVENUES									
Public charges for services	\$ 321,648	\$ 817,902	\$ 336,848	\$ 469,053	\$ 715,821	\$ 545,245	\$ -	\$ 73,412	\$ 3,279,929
Intergovernmental grants and fees	-	-	-	-	-	-	300,746	206,139	506,885
Miscellaneous revenues	7,358	2,712	-	-	-	-	-	167	10,237
Total operating revenues	<u>329,006</u>	<u>820,614</u>	<u>336,848</u>	<u>469,053</u>	<u>715,821</u>	<u>545,245</u>	<u>300,746</u>	<u>279,718</u>	<u>3,797,051</u>
OPERATING EXPENSES									
Personnel services	136,817	363,626	282,886	394,637	458,704	414,625	-	213,714	2,265,009
Contractual services	8,996	1,435	22	162	-	4,629	61,100	93,426	169,770
General and administrative services	-	8,855	3,533	7,604	73,533	87,139	-	54,518	235,182
Materials and supplies	39,041	104,516	7,985	8,907	28,417	2,832	-	13,608	205,306
Utilities	33,160	29,329	5,697	4,492	11,883	15,377	-	6,045	105,983
Depreciation	72,789	100,334	7,734	13,643	13,583	-	300,746	33,757	542,586
Other services and charges	37,746	17,666	7,525	4,733	11,404	41,591	-	7,413	128,078
Total operating expenses	<u>328,549</u>	<u>625,761</u>	<u>315,382</u>	<u>434,178</u>	<u>597,524</u>	<u>566,193</u>	<u>361,846</u>	<u>422,481</u>	<u>3,651,914</u>
Operating income (loss)	457	194,853	21,466	34,875	118,297	(20,948)	(61,100)	(142,763)	145,137
NONOPERATING REVENUES (EXPENSES)									
Property taxes	-	-	-	-	-	-	68,275	114,638	182,913
Investment earnings	7,993	847	2	3	5	-	-	2,344	11,194
Interest expense	-	(96,247)	(6,204)	(10,489)	(11,167)	-	-	-	(124,107)
Amortization of debt discount	-	(1,215)	-	-	-	-	-	-	(1,215)
Rebates	-	33,783	-	-	-	-	-	-	33,783
Loss on disposal of property and equipment	(330)	-	(276)	(200)	-	-	-	-	(806)
Total nonoperating revenues (expenses)	<u>7,663</u>	<u>(62,832)</u>	<u>(6,478)</u>	<u>(10,686)</u>	<u>(11,162)</u>	<u>-</u>	<u>68,275</u>	<u>116,982</u>	<u>101,762</u>
CHANGE IN NET POSITION	8,120	132,021	14,988	24,189	107,135	(20,948)	7,175	(25,781)	246,899
NET POSITION (DEFICIT), BEGINNING (as restated)	1,897,720	917,333	16,713	(63,375)	518,844	87,502	2,395,027	1,009,493	6,779,257
NET POSITION (DEFICIT), ENDING	<u>\$ 1,905,840</u>	<u>\$ 1,049,354</u>	<u>\$ 31,701</u>	<u>\$ (39,186)</u>	<u>\$ 625,979</u>	<u>\$ 66,554</u>	<u>\$ 2,402,202</u>	<u>\$ 983,712</u>	<u>\$ 7,026,156</u>

**LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS**

Year Ended December 31, 2012

Robert G.

	Hillview Terrace	MacIntosh Manor	Regent Manor	Maplewood CBRF	Ravenwood Nursing Home	Lakeview Nursing Home Facility	Household Hazardous Materials	Total Nonmajor Enterprise Funds
Robert G. Carroll Heights Apartments	\$ 812,448	\$ 336,594	\$ 469,494	\$ 702,587	\$ 542,464	\$ 301,504	\$ 76,734	\$ 3,568,676
Receipts from customers and users	-	-	-	-	-	-	221,448	221,448
Receipts from intergovernmental grants and fees	-	-	-	-	-	-	167	167
Miscellaneous revenue	(170,084)	(21,738)	(24,440)	(121,460)	(145,104)	(12,200)	(173,549)	(782,025)
Payments to suppliers and providers	(48,163)	(287,080)	(397,397)	(456,927)	(414,696)	-	(214,263)	(2,172,696)
Payments to employees for salaries and benefits	(96,160)	(2,269)	(2,060)	(4,602)	(6,563)	-	(17,057)	(134,955)
Payments for interfund services used	69,078	281,950	45,597	119,598	(23,899)	289,304	(106,520)	700,615
Net cash provided by (used for) operating activities								

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Proceeds from due to other funds	-	-	72,584	-	-	-	-	72,584
Repayment on due to other funds	-	(11,375)	(96,842)	-	-	-	-	(108,217)
Receipts from property taxes	-	-	-	-	68,275	68,275	114,638	182,913
Net cash provided by (used for) non-capital financing activities	-	(11,375)	(24,258)	-	-	68,275	114,638	147,280

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Acquisition and construction of capital assets	(30,331)	(836)	(1,044)	(1,912)	-	(121,784)	(5,390)	(648,896)
Rebates	-	-	-	-	-	-	-	16,891
Payment on advance from other funds	-	(6,594)	(9,309)	(9,107)	-	-	-	(25,010)
Principal paid on long-term debt	-	-	-	-	-	-	-	(105,000)
Interest paid	-	(96,523)	(10,489)	(11,167)	-	-	-	(124,383)
Net cash used for capital and related financing activities	(30,331)	(13,634)	(20,842)	(22,186)	-	(121,784)	(5,390)	(886,398)

CASH FLOWS FROM INVESTING ACTIVITIES

Interest on investments	7,993	847	2	3	-	-	2,344	11,194
Net cash provided by investing activities	7,993	847	2	3	-	-	2,344	11,194

NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

	46,740	(389,434)	500	97,417	(23,899)	235,795	5,072	(27,309)
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CASH AND CASH EQUIVALENTS, BEGINNING

	1,297,066	531,363	1,500	456,389	80,714	655,054	301,439	3,325,025
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CASH AND CASH EQUIVALENTS, ENDING

	\$ 1,343,806	\$ 141,929	\$ 2,000	\$ 553,806	\$ 56,815	\$ 890,849	\$ 306,511	\$ 3,297,716
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**LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS**

Year Ended December 31, 2012

Robert G.

	Hillview Terrace	McIntosh Manor	Regent Manor	Maplewood CBRF	Ravenwood Nursing Home	Lakeview Nursing Home Facility	Household Hazardous Materials	Total Nonmajor Enterprise Funds
\$ 457	\$ 194,853	\$ 21,466	\$ 34,875	\$ 118,297	\$ (20,948)	\$ (61,100)	\$ (142,763)	\$ 145,137
72,789	100,334	7,734	13,643	13,583	-	300,746	33,757	542,586
1,356	(15,666)	(254)	441	(13,234)	(1,832)	758	18,632	(9,799)
(642)	(3,349)	(7)	(244)	(121)	-	-	295	(4,068)
(4,256)	2,444	1,016	(2,154)	(2,804)	(997)	48,900	(16,265)	25,884
-	-	-	-	-	-	-	(1,297)	(1,297)
(626)	3,334	(4,448)	(964)	3,877	(122)	-	1,121	2,172
68,621	87,097	4,041	10,722	1,301	(2,951)	350,404	36,243	555,478
\$ 69,078	\$ 281,950	\$ 25,507	\$ 45,597	\$ 119,598	\$ (23,899)	\$ 289,304	\$ (106,520)	\$ 700,615

**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET
CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES**

Operating income (loss)	
Adjustments to reconcile operating income (loss) to net cash provided (used for) operating activities	
Depreciation expense	
(Increase) Decrease receivables	
(Increase) Decrease inventories and prepayments	
Increase (Decrease) accounts payable and other current liabilities	
Increase (Decrease) due to other funds	
Increase (Decrease) compensated absences	
Total adjustments	

Net cash flows provided by (used for) operating activities

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INTERNAL SERVICE FUNDS

County Highway Fund - to account for the operations of the County Highway Department, which consists primarily of the maintenance and construction of the County trunk highway system, maintenance of state highways within the County, and provision of highway services to other local governments. Resources are provided by state transportation aids, property taxes and user charges.

Workers Compensation Self-Insurance Fund- to account for the accumulation of resources and payment of workers compensation claims. Resources are provided by charges to county departments at rates based on experience.

Health Self-Insurance Fund- to account for the accumulation of resources and payment of medical and dental insurance claims. Resources are provided by charges to County departments at rates based on prior experience.

Liability Self-Insurance Fund- to account for the accumulation of resources and payment of liability insurance claims. Resources are provided by contributions from the General Fund.

**LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS**

December 31, 2012

	<u>County Highway</u>	<u>Workers Compensation Self Insurance</u>	<u>Health Self Insurance</u>	<u>Liability Self Insurance</u>	<u>Total Internal Service Funds</u>
ASSETS					
Current Assets					
Cash and cash equivalents	\$ 1,950,232	\$ 800,366	\$ 12,148,921	\$ 263,707	\$ 15,163,226
Restricted investments:					
Retention deposit in WMMIC	-	-	-	293,829	293,829
Receivables (net of allowance for uncollectibles)	3,699,526	33,792	205,823	80,010	4,019,151
Due from other funds	-	75,815	-	-	75,815
Inventories and prepayments	1,062,714	3,260	-	-	1,065,974
Total current assets	<u>6,712,472</u>	<u>913,233</u>	<u>12,354,744</u>	<u>637,546</u>	<u>20,617,995</u>
Noncurrent Assets					
Other assets	14,289	-	-	-	14,289
Deposit in WMMIC	-	-	-	685,036	685,036
Capital Assets:					
Land	2,330,309	-	-	-	2,330,309
Land improvements	1,106,723	-	-	-	1,106,723
Buildings	4,917,511	-	-	-	4,917,511
Machinery, equipment, and vehicles	13,592,776	-	-	-	13,592,776
Infrastructure	91,464,239	-	-	-	91,464,239
Construction in progress	684,084	-	-	-	684,084
Less accumulated depreciation	(50,237,849)	-	-	-	(50,237,849)
Capital assets - net	<u>63,857,793</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,857,793</u>
Total noncurrent assets	<u>63,872,082</u>	<u>-</u>	<u>-</u>	<u>685,036</u>	<u>64,557,118</u>
Total Assets	<u>70,584,554</u>	<u>913,233</u>	<u>12,354,744</u>	<u>1,322,582</u>	<u>85,175,113</u>
LIABILITIES					
Current liabilities					
Accounts payable and other current liabilities	626,898	-	37,056	-	663,954
Claims payable	-	109,607	1,624,029	856,679	2,590,315
Due to other funds	11,471	-	-	-	11,471
Compensated absences	217,404	-	-	-	217,404
Total current liabilities	<u>855,773</u>	<u>109,607</u>	<u>1,661,085</u>	<u>856,679</u>	<u>3,483,144</u>
Noncurrent liabilities					
Post employment benefit obligations	-	-	508,412	-	508,412
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>508,412</u>	<u>-</u>	<u>508,412</u>
Total Liabilities	<u>855,773</u>	<u>109,607</u>	<u>2,169,497</u>	<u>856,679</u>	<u>3,991,556</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue-property taxes	2,702,081	-	-	-	2,702,081
Total Deferred Inflows of Resources	<u>2,702,081</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,702,081</u>
NET POSITION					
Net investment in capital assets	63,857,793	-	-	-	63,857,793
Unrestricted	3,168,907	803,626	10,185,247	465,903	14,623,683
Total Net Position	<u>\$ 67,026,700</u>	<u>\$ 803,626</u>	<u>\$ 10,185,247</u>	<u>\$ 465,903</u>	<u>\$ 78,481,476</u>

**LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS**

Year Ended December 31, 2012

	County Highway	Workers Compensation Self Insurance	Health Self Insurance	Liability Self Insurance	Total Internal Service Funds
OPERATING REVENUES					
Charges for services	\$ 3,421,609	\$ -	\$ 2,371,592	\$ -	\$ 5,793,201
Interdepartmental revenues	-	280,812	14,883,389	196,731	15,360,932
Miscellaneous revenues	17,152	-	-	80,010	97,162
Total operating revenues	<u>3,438,761</u>	<u>280,812</u>	<u>17,254,981</u>	<u>276,741</u>	<u>21,251,295</u>
OPERATING EXPENSES					
Construction and maintenance	6,478,989	-	-	-	6,478,989
General and administrative services	534,155	158,242	1,486,681	197,396	2,376,474
Post employment benefit	-	-	(121,273)	-	(121,273)
Claims expense	-	122,570	15,089,984	236,953	15,449,507
Depreciation expense	3,410,929	-	-	-	3,410,929
Total operating expenses	<u>10,424,073</u>	<u>280,812</u>	<u>16,455,392</u>	<u>434,349</u>	<u>27,594,626</u>
Operating income (loss)	<u>(6,985,312)</u>	<u>-</u>	<u>799,589</u>	<u>(157,608)</u>	<u>(6,343,331)</u>
NONOPERATING REVENUES					
Property taxes	2,256,114	-	-	-	2,256,114
Intergovernmental revenues	1,517,769	-	-	-	1,517,769
Investment earnings	-	-	12,301	7,175	19,476
Loss on disposal of property and equipment	(6,205)	-	-	-	(6,205)
Total nonoperating revenues	<u>3,767,678</u>	<u>-</u>	<u>12,301</u>	<u>7,175</u>	<u>3,787,154</u>
Income (loss) before transfers	<u>(3,217,634)</u>	<u>-</u>	<u>811,890</u>	<u>(150,433)</u>	<u>(2,556,177)</u>
Transfers in	2,193,444	-	-	-	2,193,444
Transfers out	(529,329)	-	(400,038)	-	(929,367)
CHANGE IN NET POSITION	<u>(1,553,519)</u>	<u>-</u>	<u>411,852</u>	<u>(150,433)</u>	<u>(1,292,100)</u>
NET POSITION, BEGINNING	<u>68,580,219</u>	<u>803,626</u>	<u>9,773,395</u>	<u>616,336</u>	<u>79,773,576</u>
NET POSITION, ENDING	<u>\$ 67,026,700</u>	<u>\$ 803,626</u>	<u>\$ 10,185,247</u>	<u>\$ 465,903</u>	<u>\$ 78,481,476</u>

**LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS**

Year Ended December 31, 2012

	Workers					Total Internal Service Funds
	County Highway	Compensation Self Insurance	Health Self Insurance	Liability Self Insurance		
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers and users	\$ 2,999,831	\$ -	\$ 2,371,592	\$ -	\$ 5,371,423	
Receipts from interfund services provided	-	244,387	14,883,389	196,731	15,324,507	
Miscellaneous revenue	17,152	-	-	72,665	89,817	
Payments to suppliers and providers	(2,820,639)	(226,846)	(16,732,109)	(466,262)	(20,245,856)	
Payments to employees for salaries and benefits	(4,046,406)	-	-	-	(4,046,406)	
Payments for interfund services used	(195,268)	-	-	-	(195,268)	
Net cash provided by (used for) operating activities	(4,045,330)	17,541	522,872	(196,866)	(3,701,783)	
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES						
Transfer out to other funds	-	-	(400,038)	-	(400,038)	
Federal and state aid received	1,517,769	-	-	-	1,517,769	
Receipts from property taxes	2,256,114	-	-	-	2,256,114	
Net cash provided by (used for) non-capital financing activities	3,773,883	-	(400,038)	-	3,373,845	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition and construction of capital assets	(4,703,159)	-	-	-	(4,703,159)	
Proceeds from sales of capital assets	150,567	-	-	-	150,567	
Transfers out to other funds	(529,329)	-	-	-	(529,329)	
Transfers from other funds	2,193,444	-	-	-	2,193,444	
Net cash used for capital and related financing activities	(2,888,477)	-	-	-	(2,888,477)	
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest on investments	-	-	12,301	7,175	19,476	
Net cash provided by investing activities	-	-	12,301	7,175	19,476	
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,159,924)	17,541	135,135	(189,691)	(3,196,939)	
CASH AND CASH EQUIVALENTS, BEGINNING	5,110,156	782,825	12,013,786	453,398	18,360,165	
CASH AND CASH EQUIVALENTS, ENDING	\$ 1,950,232	\$ 800,366	\$ 12,148,921	\$ 263,707	\$ 15,163,226	

LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

Year Ended December 31, 2012

	County Highway		Workers Compensation Self Insurance		Health Self Insurance		Liability Self Insurance		Total Internal Service Funds	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED FOR) OPERATING ACTIVITIES										
Operating income (loss)	\$	(6,985,312)	\$	-	\$	799,589	\$	(157,608)	\$	(6,343,331)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:										
Depreciation expense	3,410,929									3,410,929
(Increase) Decrease receivables	(418,456)			(31,020)		186,127		(7,345)		(270,694)
(Increase) Decrease due from other funds	-			(5,405)		-		-		(5,405)
(Increase) Decrease inventories and prepayments	(93,140)			17,541		-		-		(75,599)
(Increase) Decrease other assets	(14,289)			-		-		-		(14,289)
(Increase) Decrease retention deposit	-			-		-		(14,352)		(14,352)
Increase (Decrease) claims payable	-			36,425		(338,459)		(17,561)		(319,595)
Increase (Decrease) accounts payable and other current liabilities	96,282			-		(3,112)		-		93,170
Increase (Decrease) due to other funds	3,950			-		-		-		3,950
Increase (Decrease) other liabilities	(29,144)			-		-		-		(29,144)
Increase (Decrease) compensated absences	(12,828)			-		-		-		(12,828)
Increase (Decrease) other post employment benefit obligation	-			-		(121,273)		-		(121,273)
Increase (Decrease) unearned revenue	(3,322)			-		-		-		(3,322)
Total adjustments	2,939,982			17,541		(276,717)		(39,258)		2,641,548
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	\$	(4,045,330)	\$	17,541	\$	522,872	\$	(196,866)	\$	(3,701,783)

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FIDUCIARY FUNDS

Circuit Court Fund - to account for the collection and payment of fines and forfeitures.

Inmate and Representative Payee- to account for the various County departments that are holding money in an agency capacity.

Metro Enforcement Group- to account for the activities related to regional drug enforcement task force working for the Federal government.

**LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF NET POSITION
FIDUCIARY FUNDS**

DECEMBER 31, 2012

	<u>Circuit Court</u>	<u>Inmate and Representative Payee</u>	<u>Metro Enforcement Group</u>	<u>Total Fiduciary Funds</u>
ASSETS				
Cash and investments	\$ 629,411	\$ 71,534	\$ 1,452	\$ 702,397
Receivables	-	-	78,523	78,523
TOTAL ASSETS	<u>\$ 629,411</u>	<u>\$ 71,534</u>	<u>\$ 79,975</u>	<u>\$ 780,920</u>
LIABILITIES				
Accounts payable and other current liabilities	<u>\$ 629,411</u>	<u>\$ 71,534</u>	<u>\$ 79,975</u>	<u>\$ 780,920</u>
TOTAL LIABILITIES	<u>\$ 629,411</u>	<u>\$ 71,534</u>	<u>\$ 79,975</u>	<u>\$ 780,920</u>

**LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - FIDUCIARY FUNDS**

YEAR ENDED DECEMBER 31, 2012

	<u>Balance January 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2012</u>
<u>CIRCUIT COURT</u>				
ASSETS				
Cash and investments	\$ 760,329	\$ 4,377,665	\$ 4,508,583	\$ 629,411
Total Assets	<u>\$ 760,329</u>	<u>\$ 4,377,665</u>	<u>\$ 4,508,583</u>	<u>\$ 629,411</u>
LIABILITIES				
Accounts payable and other current liabilities	\$ 760,329	4,377,665	4,508,583	\$ 629,411
Total Liabilities	<u>\$ 760,329</u>	<u>\$ 4,377,665</u>	<u>\$ 4,508,583</u>	<u>\$ 629,411</u>
<u>INMATE & REP PAYEE</u>				
ASSETS				
Cash and investments	\$ 67,266	\$ 1,067,717	\$ 1,063,449	\$ 71,534
Total Assets	<u>\$ 67,266</u>	<u>\$ 1,067,717</u>	<u>\$ 1,063,449</u>	<u>\$ 71,534</u>
LIABILITIES				
Accounts payable and other current liabilities	\$ 67,266	1,067,717	1,063,449	\$ 71,534
Total Liabilities	<u>\$ 67,266</u>	<u>\$ 1,067,717</u>	<u>\$ 1,063,449</u>	<u>\$ 71,534</u>
<u>METRO ENFORCEMENT GROUP</u>				
ASSETS				
Cash and investments	\$ 70,624	\$ 236,579	\$ 305,751	\$ 1,452
Receivables	47,401	78,523	47,401	78,523
Total Assets	<u>\$ 118,025</u>	<u>\$ 315,102</u>	<u>\$ 353,152</u>	<u>\$ 79,975</u>
LIABILITIES				
Accounts payable and other current liabilities	\$ 118,025	315,102	353,152	\$ 79,975
Total Liabilities	<u>\$ 118,025</u>	<u>\$ 315,102</u>	<u>\$ 353,152</u>	<u>\$ 79,975</u>

**LA CROSSE COUNTY, WISCONSIN
COMBINING STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - FIDUCIARY FUNDS**

YEAR ENDED DECEMBER 31, 2012

	<u>Balance January 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2012</u>
<u>TOTAL - ALL FIDUCIARY FUNDS</u>				
ASSETS				
Cash and investments	\$ 898,219	\$ 5,681,961	\$ 5,877,783	\$ 702,397
Receivables	47,401	78,523	47,401	78,523
Total Assets	<u>\$ 945,620</u>	<u>\$ 5,760,484</u>	<u>\$ 5,925,184</u>	<u>\$ 780,920</u>
LIABILITIES				
Accounts payable and other current liabilities	\$ 945,620	\$ 5,760,484	\$ 5,925,184	\$ 780,920
Total Liabilities	<u>\$ 945,620</u>	<u>\$ 5,760,484</u>	<u>\$ 5,925,184</u>	<u>\$ 780,920</u>

STATISTICAL SECTION

This part of La Crosse County’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County’s overall financial health.

	Page
Financial Trends	146
<p>These schedules contain trend information to help the reader understand how the County’s financial performance and well-being have changed over time.</p>	
Revenue Capacity	151
<p>These schedules contain information to help the reader assess the County’s most significant local revenue source, property tax.</p>	
Debt Capacity	155
<p>These schedules present information to help the reader assess the affordability of the County’s current levels of outstanding debt and the County’s ability to issue additional debt in the future.</p>	
Demographic and Economic Information	160
<p>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County’s financial activities take place.</p>	
Operating Information	162
<p>These schedules contain service and infrastructure data to help the reader understand how the information in the County’s financial report relates to the services the County provides and the activities it performs.</p>	

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year. La Crosse County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.*

LA CROSSE COUNTY, WISCONSIN
 Net Position by Component
 Last Ten Fiscal Years
 (accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities										
Net investment in capital assets	\$ 73,029,673	\$ 76,785,722	\$ 77,480,958	\$ 79,146,131	\$ 79,966,929	\$ 81,329,920	\$ 82,938,109	\$ 81,880,676	\$ 81,746,390	\$ 85,608,357
Restricted	167,091	360,619	382,979	1,076,481	1,240,465	1,904,852	1,478,558	1,824,691	7,453,460	5,332,845
Unrestricted	28,455,494	31,555,371	36,085,052	37,468,115	41,192,518	42,104,654	39,938,743	40,709,301	42,563,764	40,900,277
Total governmental activities net position	\$ 101,652,258	\$ 108,701,712	\$ 113,948,989	\$ 117,690,727	\$ 122,399,912	\$ 125,339,426	\$ 124,355,410	\$ 124,414,668	\$ 131,763,614	\$ 131,841,479
Business-type activities										
Net investment in capital assets	\$ 9,944,464	\$ 11,468,772	\$ 9,273,523	\$ 8,377,719	\$ 7,399,348	\$ 2,910,902	\$ 5,179,150	\$ 6,029,685	\$ 8,804,778	\$ 8,722,347
Restricted	1,396,722	986,223	454,144	2,380,640	2,534,136	-	-	-	-	-
Unrestricted	14,561,317	13,584,806	13,602,789	12,580,477	19,875,484	16,836,231	15,122,231	14,692,370	13,568,236	15,570,477
Total business-type activities net position	\$ 25,902,503	\$ 26,039,801	\$ 23,330,456	\$ 23,338,836	\$ 29,808,968	\$ 19,747,133	\$ 20,301,381	\$ 20,722,055	\$ 22,373,014	\$ 24,292,824
Primary government										
Net investment in capital assets	\$ 82,974,137	\$ 88,254,494	\$ 86,754,481	\$ 87,523,850	\$ 87,366,277	\$ 84,240,822	\$ 88,117,259	\$ 87,910,361	\$ 90,551,168	\$ 94,330,704
Restricted	1,563,813	1,346,842	837,123	3,457,121	3,774,601	1,904,852	1,478,558	1,824,691	7,453,460	5,332,845
Unrestricted	43,016,811	45,140,177	49,687,841	50,048,592	61,068,002	58,940,885	55,060,974	55,401,671	56,132,000	56,470,754
Total primary government net position	\$ 127,554,761	\$ 134,741,513	\$ 137,279,445	\$ 141,029,563	\$ 152,208,880	\$ 145,086,559	\$ 144,656,791	\$ 145,136,723	\$ 154,136,628	\$ 156,134,303

Note: On October 1, 2008 the Care Management Organization (CMO), a business-type activity, discontinued operations as part of the County and began operations as a separate Long-Term Care District called Western Wisconsin Cares.

L.A. CROSSE COUNTY, WISCONSIN
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental activities:										
General government	\$ 8,485,517	\$ 9,094,461	\$ 9,295,342	\$ 9,847,113	\$ 9,288,802	\$ 9,508,871	\$ 10,080,995	\$ 9,835,485	\$ 9,974,387	\$ 9,651,740
Public safety	13,089,215	14,095,438	14,992,234	14,554,827	15,365,669	15,179,852	15,739,262	16,642,463	17,186,169	16,669,785
Public works	7,797,967	7,846,603	8,438,031	8,234,234	7,228,936	9,192,194	9,805,916	9,557,992	9,723,839	10,449,803
Health and human services	26,045,457	27,814,697	29,540,183	32,146,040	35,278,979	35,659,714	38,007,144	39,559,603	39,496,164	41,763,281
Culture, recreation and education	2,215,802	2,245,169	2,413,653	2,728,714	2,827,180	2,818,309	3,002,079	2,996,240	3,047,468	2,928,389
Conservation and development	2,160,574	2,163,898	1,670,010	1,997,466	3,503,725	2,973,395	3,664,645	1,976,752	2,465,608	2,804,398
Interest on long-term debt	1,265,875	1,217,818	1,215,827	1,132,271	1,025,322	990,117	1,540,658	1,779,391	1,660,047	1,410,577
Total governmental activities expenses	61,060,407	64,478,084	67,565,280	70,640,665	74,518,613	76,322,452	81,840,699	82,347,926	83,553,682	85,677,973
Business-type activities:										
Hillview Health Care Center	10,939,431	11,708,092	12,138,473	12,733,631	13,060,387	13,179,941	13,982,261	14,483,899	15,438,076	15,642,746
Lakeview Health Center	10,879,539	11,404,229	11,647,800	11,620,152	11,385,682	11,526,615	7,303,223	-	-	-
Solid Waste	7,379,366	7,830,767	11,314,296	11,612,521	8,072,543	16,841,489	7,988,004	10,034,829	9,513,211	8,855,268
Care Management Organization	31,739,590	38,428,341	40,832,590	42,956,749	47,725,774	39,526,902	-	-	-	-
Non-major enterprise funds	380,586	491,212	568,261	849,458	1,730,361	2,421,360	2,885,332	2,986,966	2,786,512	3,776,047
Total business-type activities expenses	61,318,512	69,862,641	76,521,420	79,772,511	81,974,747	83,496,307	32,158,820	27,505,694	27,737,799	28,274,061
Total primary government expenses	\$ 122,378,919	\$ 134,340,725	\$ 144,086,700	\$ 150,413,176	\$ 156,493,360	\$ 159,818,759	\$ 113,999,519	\$ 109,853,620	\$ 111,291,481	\$ 113,952,034
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 3,034,941	\$ 3,544,654	\$ 3,410,474	\$ 3,312,479	\$ 2,376,989	\$ 2,372,526	\$ 2,426,434	\$ 2,755,922	\$ 2,572,829	\$ 2,687,474
Public safety	1,096,737	1,011,965	1,046,865	776,426	712,807	809,763	809,005	779,273	1,191,039	1,252,120
Public works	2,912,807	2,897,458	2,786,135	2,650,087	3,956,423	4,327,620	3,581,374	3,428,881	4,739,044	3,548,058
Health and human services	3,684,351	3,898,673	4,174,102	4,121,971	4,236,640	3,875,644	3,867,646	4,270,618	3,974,552	3,966,892
Conservation and development	298,372	370,313	259,753	272,565	1,186,632	981,254	533,659	380,857	554,089	442,700
Culture, recreation and education	323,250	350,767	408,336	385,300	425,668	459,384	472,592	453,703	471,519	577,834
Operating grants and contributions	20,444,809	20,594,137	22,157,470	21,346,212	23,678,755	23,415,990	25,319,388	24,898,042	31,121,706	27,916,727
Capital grants and contributions	887,597	2,370,836	196,000	974,945	26,480	435,810	120,312	105,669	-	-
Total governmental activities program revenues	32,682,864	35,038,803	34,439,135	34,039,985	36,600,394	36,677,991	37,130,410	37,072,965	44,624,778	40,391,805
Business-type activities:										
Charges for services:										
Hillview Health Care Center	11,256,858	11,996,265	12,063,689	12,445,508	12,982,346	14,346,737	14,602,447	14,742,687	14,443,750	14,753,016
Lakeview Health Center	9,951,387	10,879,019	10,008,163	9,296,034	9,255,959	10,104,700	4,535,435	-	-	-
Solid Waste	8,773,877	9,257,174	8,976,670	9,133,434	9,681,500	9,524,132	8,783,033	9,316,220	10,320,046	10,006,216
Care Management Organization	31,933,001	35,737,072	40,163,200	44,825,833	50,495,558	37,430,082	-	-	-	-
Non-major enterprise funds	326,562	357,350	407,044	769,631	1,423,819	2,338,125	2,830,201	3,081,257	2,835,220	3,797,051
Operating grants and contributions	155,933	175,224	167,318	185,520	267,556	250,703	188,230	-	1,215,249	1,451,128
Capital grants and contributions	568,000	758	-	-	-	-	-	110,070	5,873	-
Total business-type activities program revenues	62,965,618	68,402,862	71,786,084	76,655,960	84,106,738	73,994,479	30,939,346	27,250,234	28,820,138	30,007,411
Total primary government program revenues	\$ 95,648,482	\$ 103,441,665	\$ 106,225,219	\$ 110,695,945	\$ 120,707,132	\$ 110,672,470	\$ 68,069,756	\$ 64,323,199	\$ 73,444,916	\$ 70,399,216
Net (Expense)/Revenue										
Governmental activities	\$ (28,377,543)	\$ (29,439,281)	\$ (33,126,145)	\$ (36,600,680)	\$ (37,918,219)	\$ (39,644,461)	\$ (44,710,289)	\$ (45,274,961)	\$ (38,928,904)	\$ (45,286,168)
Business-type activities	1,647,106	(1,459,779)	(4,735,336)	(3,116,551)	2,131,991	(9,501,828)	(1,219,474)	(255,460)	1,082,339	1,733,350
Total primary government net expense	\$ (26,730,437)	\$ (30,899,060)	\$ (37,861,481)	\$ (39,717,231)	\$ (35,786,228)	\$ (49,146,289)	\$ (45,929,763)	\$ (45,530,421)	\$ (37,846,565)	\$ (43,552,818)

LA CROSSE COUNTY, WISCONSIN
Changes in Net Position (continued)
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Revenues and other changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 19,384,742	\$ 20,267,430	\$ 21,958,929	\$ 22,339,543	\$ 23,491,060	\$ 24,618,243	\$ 26,182,339	\$ 28,439,025	\$ 29,304,986	\$ 29,306,432
Sales taxes	8,694,305	9,276,323	9,220,772	9,492,030	9,705,931	9,804,497	9,272,408	9,749,517	10,201,912	10,292,560
Other taxes	179,634	3,741	6,218	4,697	5,614	17,357	7,277	8,912	6,522	5,780
Unrestricted grants and contributions	5,438,204	5,131,432	5,145,134	5,141,294	5,164,120	5,097,816	5,347,871	5,278,079	5,218,824	4,202,354
Investment earnings	975,201	1,245,763	2,021,997	3,330,383	3,824,033	2,376,938	2,381,590	1,750,332	1,423,356	1,463,930
Gain (loss) on disposal of capital assets	370,000	564,570	21,996	131,372	376,428	669,629	-	-	-	-
Transfers	(85,000)	(524)	(1,624)	(96,901)	60,218	(505)	534,788	108,354	122,250	92,977
Total governmental activities	34,957,086	36,488,735	38,373,422	40,342,418	42,627,404	42,583,975	43,726,273	45,334,219	46,277,850	45,364,033
Business-type activities:										
Property taxes	680,410	1,209,000	1,417,403	1,670,406	2,428,764	2,279,648	2,030,679	507,007	181,593	182,913
Interest income	364,302	381,673	600,450	1,368,729	1,968,906	1,205,726	277,831	277,481	215,054	96,524
Gains (loss) on disposals of capital assets	2,704	5,880	6,514	(11,105)	689	(313)	-	-	294,223	-
Transfers to other governmental entity	-	-	-	-	-	(4,045,573)	-	-	-	-
Transfers	85,000	524	1,624	96,901	(60,218)	505	(534,788)	(108,354)	(122,250)	(92,977)
Total business-type activities	1,132,416	1,597,077	2,025,991	3,124,931	4,338,141	(560,007)	1,773,722	676,134	568,620	186,460
Total primary government	\$ 36,089,502	\$ 38,085,812	\$ 40,399,413	\$ 43,467,349	\$ 46,965,545	\$ 42,023,968	\$ 45,499,995	\$ 46,010,353	\$ 46,846,470	\$ 45,550,493
Change in Net Position										
Governmental activities	\$ 6,579,543	\$ 7,049,454	\$ 5,247,277	\$ 3,741,738	\$ 4,709,185	\$ 2,939,514	\$ (984,016)	\$ 59,258	\$ 7,348,946	\$ 77,865
Business-type activities	2,779,522	137,298	(2,709,345)	8,380	6,470,132	(10,061,835)	554,248	420,674	1,650,959	1,919,810
Total primary government	\$ 9,359,065	\$ 7,186,752	\$ 2,537,932	\$ 3,750,118	\$ 11,179,317	\$ (7,122,321)	\$ (429,768)	\$ 479,932	\$ 8,999,905	\$ 1,997,675

On October 1, 2008 the Care Management Organization (CMO), a business-type activity, discontinued operations as part of the County and began operations as a separate Long-Term Care District called Western Wisconsin Cares.

In 2009 Lakeview Health Center ceased being a fund of La Crosse County, the facility was leased out to Mississippi Valley Health Services.

LA CROSSE COUNTY, WISCONSIN
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	\$ 3,995,968	\$ 4,580,904	\$ 5,621,988	\$ 6,221,551	\$ 6,975,806	\$ 8,421,036	\$ 7,893,865	\$ -	\$ -	\$ -
Unreserved	13,799,717	16,280,989	18,540,496	20,181,897	21,008,551	17,888,306	17,975,983	4,249,241	4,996,385	4,910,575
Nonspendable	-	-	-	-	-	-	-	2,465,632	3,018,186	3,355,024
Restricted	-	-	-	-	-	-	-	2,562,774	1,793,893	1,479,522
Committed	-	-	-	-	-	-	-	2,654,234	2,424,319	2,820,609
Assigned	-	-	-	-	-	-	-	13,870,905	14,120,359	14,722,638
Unassigned	-	-	-	-	-	-	-	25,802,786	26,353,142	27,288,368
Total general fund	\$ 17,795,685	\$ 20,861,893	\$ 24,162,484	\$ 26,403,448	\$ 27,984,357	\$ 26,309,342	\$ 25,869,848	\$ 25,802,786	\$ 26,353,142	\$ 27,288,368

All other Governmental Funds

Reserved	\$ 4,583,048	\$ 4,635,922	\$ 5,097,883	\$ 5,444,656	\$ 3,112,483	\$ 3,692,910	\$ 6,356,770	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue and capital projects fund	10,467,763	10,713,633	11,126,462	10,865,414	11,972,267	13,705,083	10,760,406	-	-	-
Nonspendable	-	-	-	-	-	-	-	6,281	10,297	13,430
Restricted	-	-	-	-	-	-	-	13,295,141	5,574,947	3,039,343
Committed	-	-	-	-	-	-	-	1,263,432	574,910	574,910
Assigned	-	-	-	-	-	-	-	8,087,847	9,274,083	8,842,917
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	\$ 15,050,811	\$ 15,349,555	\$ 16,224,345	\$ 16,310,070	\$ 15,084,750	\$ 17,397,993	\$ 17,117,176	\$ 22,656,701	\$ 15,434,237	\$ 12,470,600

Note: 2003 through 2009 have not been converted to GASB 54 terminology.

LA CROSSE COUNTY, WISCONSIN
Changes in Fund Balances of Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Taxes	\$ 25,241,350	\$ 26,599,487	\$ 28,207,384	\$ 28,814,074	\$ 30,906,909	\$ 32,197,864	\$ 32,569,310	\$ 36,456,786	\$ 37,858,335	\$ 38,244,356
Intergovernmental revenues	24,104,702	24,285,226	25,695,174	24,813,643	27,471,749	27,580,006	28,789,122	28,917,509	34,576,650	29,986,312
Interdepartmental revenues	709,735	779,911	831,776	842,915	831,969	783,258	538,098	544,181	542,618	525,956
Licenses and permits	708,444	811,315	850,637	840,870	875,740	928,506	990,102	1,012,137	1,051,839	1,043,874
Fines, forfeits and penalties	616,694	591,819	544,970	517,343	471,981	445,830	449,981	451,376	418,465	425,593
Public charges for services	6,133,230	5,723,314	5,907,642	5,636,637	5,262,563	5,459,218	5,770,802	6,252,009	6,143,915	6,089,808
Intergovernmental charges for services	725,728	965,365	760,254	878,575	1,153,802	1,245,596	994,475	1,088,445	1,210,939	1,325,834
Miscellaneous revenues	2,253,319	1,235,376	1,978,537	3,325,927	3,911,774	2,459,045	2,480,392	1,476,894	1,504,079	2,001,333
Total revenues	60,493,202	60,991,813	64,776,374	65,669,984	70,892,487	71,099,323	72,582,282	76,199,337	83,306,840	79,643,066
Expenditures										
General government	8,300,236	8,269,062	8,485,536	9,290,588	9,762,737	10,161,273	10,458,897	10,769,516	10,909,942	10,941,712
Public safety	11,966,517	13,304,348	14,029,677	13,436,452	13,628,286	14,281,796	14,876,428	15,611,075	15,781,813	15,302,543
Public works	172,026	148,001	135,085	135,544	52,833	110,243	102,410	45,682	35,928	29,350
Health and human services	25,815,482	27,530,000	29,104,399	31,367,137	34,623,293	35,963,872	37,760,401	39,234,822	39,234,822	41,491,650
Conservation and development	2,472,799	2,650,637	2,493,563	1,887,274	3,717,343	2,827,926	3,793,243	2,985,164	2,969,604	2,918,195
Culture, recreation and education	2,164,961	2,269,565	2,554,153	2,589,478	2,794,255	2,791,918	2,937,251	2,437,518	6,931,787	2,698,132
Miscellaneous	43,814	55,163	37,176	47,909	35,008	65,086	121,297	100,283	86,465	79,822
Debt service:										
Principal	7,757,214	6,617,276	1,792,062	1,877,770	2,007,572	2,114,387	3,086,502	2,181,826	11,009,495	6,892,209
Interest and other charges	1,395,654	1,230,286	983,132	1,253,347	1,020,516	1,074,159	1,215,781	1,584,412	1,937,052	1,466,968
Debt issue costs	-	-	-	-	22,004	42,382	201,446	76,216	26,760	28,589
Capital outlay	1,702,488	1,096,459	1,584,294	1,543,099	2,641,569	4,958,491	18,695,696	9,956,167	1,236,266	837,727
Total expenditures	61,791,191	63,170,797	60,999,077	63,428,598	70,305,416	74,391,533	93,249,352	85,471,460	90,159,934	82,686,897
Excess (deficiency) of revenues over expenditures	(1,297,989)	(2,178,984)	3,777,297	2,241,386	587,071	(3,292,210)	(20,667,070)	(9,272,123)	(6,853,094)	(3,043,831)
Other financing sources (uses)										
Proceeds of long-term debt	5,240,000	4,800,000	216,561	-	555,000	4,260,898	19,500,000	8,115,000	1,640,000	2,150,000
Refunding note issued	-	-	-	344,000	-	6,984,112	-	-	-	-
Payment on refunded note	-	-	-	(344,000)	-	(6,910,276)	-	-	-	-
Bond premium	-	-	-	-	-	-	612,706	80,415	-	71,560
Capital lease	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	17,525	80,471	5,614	31,777	41,607	24,369	112,912	58,824	57,937
Refunding proceeds	-	675,400	102,676	176,590	282,638	731,249	-	-	-	-
Refunding bonds issued	-	-	-	-	-	-	-	-	-	-
Payment to escrow agent	-	-	-	-	-	-	-	8,050,000	-	-
Transfers in	2,239,993	836,200	677,686	505,024	761,716	380,116	843,799	954,512	1,100,363	1,989,379
Transfers out	(2,995,301)	(785,189)	(679,310)	(601,925)	(1,862,613)	(1,557,268)	(1,034,115)	(2,568,253)	(2,618,201)	(3,253,456)
Total other financing sources (uses)	4,484,692	5,543,936	398,084	85,303	(231,482)	3,930,438	19,946,759	14,744,586	180,986	1,015,420
Net change in fund balances	\$ 3,186,703	\$ 3,364,952	\$ 4,175,381	\$ 2,326,689	\$ 355,589	\$ 638,228	\$ (720,311)	\$ (720,311)	\$ (6,672,108)	\$ (2,028,411)
Debt service as a percentage of noncapital expenditures	15.23%	12.64%	4.67%	5.06%	4.48%	4.59%	5.77%	4.99%	14.56%	10.21%

LA CROSSE COUNTY, WISCONSIN
Equalized Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Real Estate					Personal Property	Less: Tax Incremental Districts (TID)	Total (b)	General County Tax Rate (c)
	Residential	Commercial	Manufacturing	Other	Other				
2003	\$ 3,659,125,500	\$ 1,322,669,700	\$ 143,223,300	\$ 263,000,000	\$ 232,699,000	\$ 124,224,300	\$ 5,496,493,200	\$ 3.91	
2004	4,014,665,300	1,459,484,400	138,667,200	277,412,300	222,943,500	136,135,800	5,977,036,900	3.91	
2005	4,333,144,900	1,592,062,300	144,680,400	255,888,400	231,898,600	135,602,200	6,422,072,400	3.74	
2006	4,719,296,700	1,759,378,300	147,279,200	262,155,000	238,607,400	116,379,400	7,010,337,200	3.70	
2007	4,999,581,200	1,938,017,200	149,057,100	291,318,600	264,811,100	164,440,300	7,478,344,900	3.60	
2008	5,107,716,100	1,935,560,200	162,690,500	291,524,600	282,031,900	204,568,200	7,574,955,100	3.73	
2009	5,227,708,400	2,005,229,400	161,900,300	293,347,600	290,085,300	227,334,400	7,750,936,600	3.74	
2010	5,201,512,100	1,979,243,300	163,068,500	297,200,100	294,431,900	253,641,400	7,681,814,500	3.84	
2011	5,194,328,600	1,943,871,400	163,767,400	281,277,000	295,812,700	249,041,400	7,630,015,700	3.87	
2012	5,234,270,000	2,006,764,000	163,133,200	263,097,200	310,165,300	266,666,900	7,710,762,800	3.87	

SOURCE: Wisconsin Department of Revenue, Bureau of Property Tax

(a) Due to varying assessment ratios to full market value used in municipalities, all underlying tax districts such as counties are required to use equalized value for levying property taxes. Equalized value, defined by State Statute, is the legal market value determined by the Wisconsin Department of Revenue Bureau of Property Tax.

(b) Equalized Values are reduced by Tax Increment District value increments for apportioning the County levy.

(c) Per \$1,000 of equalized value

LA CROSSE COUNTY, WISCONSIN
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Rate per \$1,000 of assessed value)

Name of Government	Percentage Applicable to Value in La Crosse County	Fiscal Year									
		2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
La Crosse County:											
Operating Levy	100.00%	\$ 3.24	\$ 3.22	\$ 3.12	\$ 2.97	\$ 2.92	\$ 3.15	\$ 3.08	\$ 3.10	\$ 3.13	\$ 3.14
Library & WRLS	100.00%	0.22	0.23	0.22	0.21	0.20	0.22	0.22	0.22	0.22	0.22
Debt Service	100.00%	0.45	0.46	0.40	0.52	0.48	0.36	0.44	0.52	0.52	0.52
Total Direct County Tax Rate		3.91	3.91	3.74	3.70	3.60	3.73	3.74	3.84	3.87	3.87
City:											
La Crosse	100.00%	28.11	27.09	28.50	27.48	26.54	26.92	27.85	28.57	29.88	28.38
Onalaska	100.00%	22.24	21.66	21.64	20.16	19.54	19.35	19.78	19.95	21.28	20.55
Villages:											
Bangor	100.00%	21.22	21.04	21.19	20.63	20.13	20.00	20.27	21.32	22.30	21.67
Holmen	100.00%	23.05	22.58	21.66	20.39	19.90	19.95	19.89	20.60	21.96	19.63
Rockland	100.00%	18.16	20.30	19.99	19.46	19.10	18.83	18.86	19.64	20.63	19.47
West Salem	100.00%	23.48	21.50	21.49	20.08	19.03	17.90	18.47	18.59	19.55	18.19
Towns:											
Bangor	100.00%	20.38	19.93	18.85	18.27	17.95	17.53	17.67	18.13	19.22	20.06
Barre	100.00%	20.76	18.78	18.33	17.21	16.48	15.41	15.81	16.15	17.05	17.14
Burns	100.00%	19.70	19.32	18.18	18.16	18.03	17.81	17.81	18.21	19.40	19.93
Campbell	100.00%	20.99	20.27	21.26	20.39	19.32	19.56	19.92	20.62	21.79	21.96
Farmington	100.00%	18.12	18.45	18.61	17.66	16.18	16.15	16.46	17.13	17.74	18.62
Greenfield	100.00%	19.59	18.23	18.90	17.89	17.22	16.63	17.12	18.28	19.20	19.82
Hamilton	100.00%	21.47	19.69	19.44	18.24	17.70	16.42	16.77	17.22	18.16	18.21
Holland	100.00%	20.22	19.93	19.21	18.02	17.68	17.75	17.84	18.41	19.49	18.96
Medary	100.00%	17.56	16.75	17.63	16.87	16.06	16.06	16.40	17.05	18.16	18.31
Onalaska	100.00%	19.71	19.48	18.66	17.60	17.25	17.42	17.49	18.00	19.07	18.74
Shelby	100.00%	21.21	20.61	21.92	20.78	19.61	19.77	20.24	20.86	22.16	22.17
Washington	100.00%	20.80	19.87	19.31	19.08	18.03	17.97	18.09	18.78	19.72	19.92
School Districts:											
Holmen	100.00%	11.37	10.98	10.18	10.17	10.55	10.46	10.97	11.84	11.23	11.40
Onalaska	100.00%	8.08	8.48	7.78	7.42	7.64	7.60	7.92	8.86	9.31	9.60
West Salem	100.00%	10.55	10.62	9.69	9.24	8.43	8.73	8.98	9.70	9.67	9.76
La Crosse	98.63%	10.07	11.52	10.90	10.12	10.48	10.66	11.32	12.26	12.18	12.13
Bangor	95.68%	10.03	9.72	9.68	9.68	9.68	9.64	10.08	10.99	11.36	11.99
Melrose-Mindoro	45.29%	10.00	10.50	9.64	8.29	8.48	8.65	9.26	9.61	10.46	10.46
Cashton	6.33%	11.42	10.64	9.81	8.73	9.09	8.78	9.62	10.59	10.49	10.77
Westby	3.77%	11.14	11.51	11.06	9.91	8.94	9.22	10.14	10.58	10.49	10.47
Technical College:											
Western	46.43%	2.36	2.17	2.10	1.98	1.92	1.93	1.99	2.05	2.09	2.13

Source: Town, Village and City Taxes, Wisconsin Department of Revenue

LA CROSSE COUNTY, WISCONSIN
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2012				2003			
	Equalized Value	Rank	Percentage of Total Equalized Value	Rank	Equalized Value	Rank	Percentage of Total Equalized Value	Rank
Gundersen Health System	\$ 196,618,664	1	2.46%	1	\$ 105,979,516	1	1.89%	1
Kwik Trip	65,816,800	2	0.83%	2	33,752,012	4	0.60%	4
Crown American - Valley View Mall	59,602,400	3	0.75%	3	49,104,700	2	0.87%	2
Trane Company	45,552,397	4	0.57%	4	38,688,848	3	0.69%	3
Riverside Center LLC/Logistics Health	40,650,100	5	0.51%	5	-		0.00%	
Mayo Clinic Health System	39,885,001	6	0.50%	6	21,651,669	6	0.39%	6
Walmart/Sam's Club	35,542,612	7	0.45%	7	28,599,532	5	0.51%	5
Menards	27,505,895	8	0.34%	8	15,507,517	9	0.28%	9
JF Brennan Co Inc	19,890,361	9	0.25%	9	-		0.00%	
ACE Hardware	17,804,759	10	0.22%	10	19,012,852	7	0.34%	7
Supervalue Holdings Inc	-		0.00%		15,693,600	8	0.28%	8
Northern Engraving Corp	-		0.00%		13,414,221	10	0.24%	10
Total	\$ 548,868,989		6.88%		\$ 341,404,467		6.07%	
Total County Equalized Value	\$ 7,977,429,700				\$ 5,620,717,500			

Source: La Crosse County Treasurer's Office

LA CROSSE COUNTY, WISCONSIN
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended December 31	Taxes Levied for the Fiscal Year (less special charges)		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years		Total Collections to Date	
	Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy
2003	\$ 21,476,430	93.99%	\$ 20,185,739	93.99%	\$ 1,287,544		\$ 21,473,283	99.99%
2004	23,376,332	96.42%	22,539,029	96.42%	833,470		23,372,499	99.98%
2005	24,009,949	96.31%	23,123,362	96.31%	878,394		24,001,756	99.97%
2006	25,919,824	95.82%	24,835,287	95.82%	1,053,670		25,888,957	99.88%
2007	26,897,891	95.38%	25,655,705	95.38%	1,218,489		26,874,194	99.91%
2008	28,213,018	94.77%	26,736,853	94.77%	1,345,394		28,082,247	99.54%
2009	28,946,032	93.61%	27,095,950	93.61%	1,607,605		28,703,555	99.16%
2010	29,489,345	93.58%	27,595,204	93.58%	1,256,854		28,852,058	97.84%
2011	29,489,345	92.32%	27,223,972	92.32%	1,034,559		28,258,531	95.83%
2012	29,486,579	94.49%	27,861,950	94.49%	N/A		27,861,950	94.49%

Source: La Crosse County Treasurer's Tax Settlement Reports

Note: (a) The County levy is settled (collected) by the County Treasurer in the year it is levied.

(b) The information in this schedule relates to the county's own property tax levies, and does not include those it
behalf of other governments.

LA CROSSE COUNTY, WISCONSIN
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities										Business-type Activities														
	General Obligation and Refunding Bonds		Wisconsin State Trust Fund Loan		Variable Rate Note		Bank Note		Gap Financing-Business Fund Loan		Pension Related Debt		Federal S/B Loan		Capital Leases		Hillview Terrace General Obligation Promissory Note		General Obligation Refunding Solid Waste Bonds		Total Primary Government		Percentage of Personal Income		Per Capita
2003	\$21,938,621				\$4,950,000																	\$30,322,501		0.99%	\$279.64
2004	20,178,842		4,659,914			237,319							177,750									27,642,778		0.87%	254.08
2005	18,522,223		4,550,000			348,765			100,000				115,353									30,461,969		0.93%	277.90
2006	16,843,395		4,743,114						90,000				50,422									50,023,710		1.47%	454.23
2007	15,710,149		4,483,591						70,000													47,459,794		1.31%	428.56
2008	13,989,112		8,476,969						50,000													48,508,905		1.28%	433.92
2009	30,780,403		8,194,788																			63,646,112		1.56%	564.45
2010	38,715,065		14,246,241																			78,719,623		1.95%	694.68
2011	37,290,310		6,304,350																			67,834,883		1.57%	596.31
2012	32,782,764		6,070,221																			61,545,221		1.41%	535.55

Note: (a) 2012 and 2011 percentages calculated using 2011 personal income data, which is the most recent available.

(b) Population and personal income data can be found on page 158.

LA CROSSE COUNTY, WISCONSIN
Ratios of General Bonded Debt to Equalized Valuation and Debt Per Capita
Last Ten Fiscal Years

Year Ending December 31	Governmental/ Business Activities Outstanding Debt	Less: Amount Available	Total	Percent of Debt to Equalized Valuation (1)	Debt Per Capita (2)
2003	\$ 30,322,501	\$ 86,266	\$ 30,236,235	0.54%	\$ 277.92
2004	27,629,983	113,275	27,516,708	0.45%	\$ 251.03
2005	30,389,118	598,572	29,790,546	0.45%	\$ 270.51
2006	49,978,536	617,556	49,360,980	0.69%	\$ 445.73
2007	47,418,591	680,569	46,738,022	0.61%	\$ 418.08
2008	48,456,969	1,942,928	46,514,041	0.60%	\$ 412.51
2009	63,639,788	1,630,742	62,009,046	0.78%	\$ 547.21
2010	78,716,240	10,208,101	68,508,139	0.86%	\$ 602.23
2011	67,834,349	2,212,925	65,621,424	0.83%	\$ 567.80
2012	61,545,221	415,946 *	61,129,275	0.77%	\$ 524.89

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Equalized Value of Taxable Property on page 147 for property value.

(2) Population data can be found in the Schedule of Demographic and Economic Statistics on page 158.

* Note: Amount available for Debt Service is less accrued interest

LA CROSSE COUNTY, WISCONSIN
Ratios of General Bonded Debt to Equalized Valuation and Debt Per Capita
As of December 31, 2012

<u>Governmental Unit</u>	<u>Outstanding Debt</u>	<u>% of Debt Within County (a)</u>	<u>Amount of Debt Within County</u>
DIRECT DEBT			
La Crosse County	\$ 61,545,221	100.00%	61,545,221
			<u>\$ 61,545,221</u>
TOTAL DIRECT DEBT			
OVERLAPPING DEBT			
Cities			
La Crosse	104,227,136	100.00%	104,227,136
Onalaska	38,991,971	100.00%	38,991,971
Total All Cities			<u>\$ 143,219,107</u>
Villages			
Bangor	353,726	100.00%	353,726
Holmen	7,176,629	100.00%	7,176,629
Rockland	781,102	100.00%	781,102
West Salem	59,616	100.00%	59,616
Total All Villages			<u>\$ 8,371,073</u>
Towns			
Bangor	86,950	100.00%	86,950
Barre	-	100.00%	-
Burns	-	100.00%	-
Campbell	855,055	100.00%	855,055
Farmington	-	100.00%	-
Greenfield	783,418	100.00%	783,418
Hamilton	19,994	100.00%	19,994
Holland	243,027	100.00%	243,027
Medary	-	100.00%	-
Onalaska	-	100.00%	-
Shelby	310,732	100.00%	310,732
Washington	-	100.00%	-
Total All Towns			<u>\$ 2,299,176</u>
School Districts			
Holmen	26,977,000	100.00%	26,977,000
Onalaska	13,675,000	100.00%	13,675,000
West Salem	11,920,000	100.00%	11,920,000
La Crosse	13,050,000	98.63%	12,871,215
Bangor	6,590,000	95.68%	6,305,312
Melrose-Mindoro	1,410,112	45.29%	638,640
Cashton	3,085,000	6.33%	195,281
Westby	13,375,194	3.77%	504,245
Total All School Districts			<u>\$ 73,086,692</u>

LA CROSSE COUNTY, WISCONSIN
Ratios of General Bonded Debt to Equalized Valuation and Debt Per Capita (Continued)
As of December 31, 2012

Governmental Unit	Outstanding Debt	% of Debt Within County (a)	Amount of Debt Within County
Sanitary Districts			
Shelby #2	\$ -	100.00%	-
Mindoro #1	151,451	100.00%	151,451
St. Joseph # 1	1,414,657	100.00%	1,414,657
			<u>\$ 1,566,108</u>
Technical College Districts			
Western	65,365,000	46.43%	30,348,970
Total Technical College Districts			<u>\$ 30,348,970</u>
TOTAL OVERLAPPING DEBT			<u>\$ 258,891,126</u>
TOTAL DIRECT AND OVERLAPPING DEBT			<u>\$ 320,436,347</u>

(a) The percentage of overlapping debt is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

LA CROSSE COUNTY, WISCONSIN
 Legal Debt Margin Information
 As of December 31, 2012

	Fiscal Year										
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	
Debt limit	\$ 281,035,875	\$ 305,658,635	\$ 327,883,730	\$ 356,335,830	\$ 382,139,260	\$ 388,976,165	\$ 398,913,550	\$ 396,772,795	\$ 393,952,855	\$ 398,871,485	
Total net debt applicable to limit	29,998,522	27,338,958	29,675,193	49,310,558	46,738,022	46,514,041	62,009,046	68,508,139	65,095,670	60,659,912	
Legal debt margin	\$ 251,037,353	\$ 278,319,677	\$ 298,208,537	\$ 307,025,272	\$ 335,401,238	\$ 342,462,124	\$ 336,904,504	\$ 328,264,656	\$ 328,857,185	\$ 338,211,573	
Total net debt applicable to the limit as a percentage of debt limit	10.7%	8.9%	9.1%	13.8%	12.2%	12.0%	15.5%	17.3%	16.5%	15.2%	

Legal Debt Margin Calculation for Fiscal Year 2012

Equalized value	\$ 7,977,429,700
Debt Limit (5% of equalized value)	
Debt applicable to limit:	\$ 398,871,485
Outstanding general obligation debt	61,545,221
Less: Amount available in debt service fund	(885,309)
Total net debt applicable to limit	<u>60,659,912</u>
Legal debt margin	<u>\$ 338,211,573</u>

Note:
 CHAPTER 67, SECTION 03 OF THE WISCONSIN STATE STATUTES STATES:
 "The aggregate amount of indebtedness, including existing indebtedness, of any municipality shall be five percent of the value of the taxable property located therein as equalized for state purposes".

LA CROSSE COUNTY, WISCONSIN
Demographic and Economic Statistics
Last Ten Calendar Years

Year	(a) Population	(b) Personal Income (thousands of dollars)	(c) Per Capita Personal Income	(d) Public School Enrollment	(e) Private School Enrollment	(f) Unemployment Rate
2003	108,795	3,191,689	29,264	15,643	2,928	4.0%
2004	109,616	3,272,377	29,909	15,513	2,260	3.6%
2005	110,128	3,404,796	30,959	15,707	2,501	3.8%
2006	110,743	3,611,812	32,644	15,740	2,475	3.7%
2007	111,791	3,785,949	33,864	16,020	2,432	3.8%
2008	112,758	4,078,902	36,173	15,977	2,368	4.8%
2009	113,318	4,042,179	35,451	16,022	2,345	6.5%
2010	113,758	4,309,635	37,517	16,098	2,339	5.2%
2011	115,572	4,368,103	37,796	16,069	2,255	5.8%
2012	116,461	(g)	(g)	15,966	2,331	5.7%

(a), (b), (c) Source: U.S. Bureau of Economic Analysis

(d), (e) Source: Wisconsin Department of Public Instruction.

(f) Source: Wisconsin Department of Workforce Development
Not seasonally adjusted.

(g) Data not available.

LA CROSSE COUNTY, WISCONSIN
Principal Employers
Current Year and Nine Years Ago

<u>Employer</u>	<u>Product/Business</u>	<u>2012</u>			<u>2003</u>	
		<u>Approximate Employment</u>	<u>% of Total County Employment</u>	<u>Rank</u>	<u>Approximate Employment</u>	<u>Rank</u>
Gundersen Health System	Clinics/hospital	6,000	9.21%	1	6,000	1
Mayo Clinic Health System	Clinics/hospital	3,375	5.18%	2	3,200	2
Convenience Store Investments/Kwik Trip	Convenience stores	2,213	3.40%	3	-	N/A
The Trane Company	Heating and cooling equip	2,000	3.07%	5	2,550	3
University of Wisconsin - La Crosse	Education	1,250	1.92%	6	1,000	8
County of La Crosse	County government	1,140 *	1.75%	4	1,327 *	5
Western Technical College	Education	1,115 *	1.71%	7	1,159 *	6
School District of La Crosse	Education	990	1.52%	8	1,100	7
CenturyLink	Telephone utility	805	1.24%	9	575	13
Logistics Health Incorporated	Health services	800	1.23%	10	-	N/A
Total		<u>19,688</u>	<u>30.22%</u>		<u>16,911</u>	

Source: Springsted

* Includes part-time individuals

LA CROSSE COUNTY, WISCONSIN
Full-time Equivalent County Government Employees by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	Full-time Equivalent Employees as of December 31									
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
General government	125	129	128	133	133	137	136	137	134	142
Public safety	164	163	153	151	154	155	157	162	156	156
Public works	68	68	66	67	69	66	68	70	68	70
Nursing Homes	398	402	392	380	387	411	432	416	416	413
Health and human services	325	350	366	374	389	289	290	294	281	283
Conservation and development	20	20	22	22	22	22	21	21	21	20
Culture, recreation and education	38	35	39	39	39	38	40	39	40	39
Total	1,138	1,167	1,166	1,166	1,193	1,118	1,144	1,139	1,116	1,123

Source: County of La Crosse Employee Count Report

L.A. CROSSE COUNTY, WISCONSIN
Operating Indicators by Function
Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Clerk of Courts:										
Criminal Felonies	777	803	897	951	779	805	751	694	701	828
Criminal Misdemeanors	1,822	1,753	2,119	2,026	1,921	1,768	2,020	2,173	1,843	2,145
Criminal Traffic	1,010	1,095	1,040	984	902	892	927	657	372	412
Small Claims	3,350	3,394	3,186	2,967	2,178	3,358	3,503	2,824	2,769	2,670
Traffic Citations	8,426	6,737	4,777	3,986	3,301	3,649	4,111	5,642	5,079	5,577
Register of Deeds:										
Documents recorded	45,004	28,685	27,774	25,123	27,221	22,594	27,275	24,657	21,369	25,243
Medical Examiner:										
Cremation Permits Issued	349	347	375	306	447	435	539	544	626	646
Certification Fees	225	274	236	259	248	277	270	295	283	302
County Clerk:										
Number of marriage licenses	773	782	773	749	760	759	716	694	693	700
Number of Domestic Partners licenses	0	0	0	0	0	0	33	10	8	9
Library:										
Number of branches	5	5	5	5	5	5	5	5	5	5
Facilities Department:										
Campground sites at Goose Island	400	400	400	400	400	400	400	400	400	400
Campground sites at Vets Park	100	100	119	119	119	119	120	120	120	120
Mediation & Family Court Services:										
Mediation Cases	209	236	188	199	251	259	242	211	212	242
Emergency Services:										
Emergency calls	27,432	24,914	26,584	25,069	28,444	28,830	27,994	29,131	29,992	27,953
Non-emergency calls	325,072	325,605	327,651	322,379	323,352	318,653	300,439	266,160	260,299	249,290
Sheriff's Department:										
Female Jail Capacity	39	39	39	39	39	39	39	39	0*	0
Secure Jail Capacity	172	172	172	172	172	172	172	235	274	274
Adult Huber Capacity	110	110	110	0	0	0	0	0	0	0
Land Conservation:										
Erosion control permits issued	323	317	308	266	236	166	132	139	130	141
Zoning, Planning & Land Information:										
Total permits issued	644	609	587	505	465	449	412	396	358	356
Veterans Administration:										
In-person contacts for Federal Benefits	2,331	2,366	2,449	2,640	2,540	2,448	2,508	2,566	2,454	2,682
In-person contacts for State Benefits	1,285	826	683	889	811	697	747	743	662	665
Aging Department:										
Number of senior meals served	126,278	133,814	135,188	129,397	126,309	129,258	127,335	134,310	131,193	119,427
Number of people served by benefit specialist	738	944	1,600	5,900	6,000	7,000	5,486	4,032	4,540	5,082

LA CROSSE COUNTY, WISCONSIN
Operating Indicators by Function (Continued)
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Health Department:										
Immunizations	6,447	3,004	5,674	5,601	7,548	8,834	6,529	7,053	4,107	2,958
Home Health Nursing Visits	2,169	2,320	2,737	2,803	2,502	2,290	2,729	2,513	2,347	1,285
Home Health Aide Visits	5,702	5,842	6,660	6,318	6,400	5,512	5,030	4,611	4,239	3,000
Personal Care Hours	9,749	5,037	3,465	3,192	4,531	3,820	4,674	4,409	4,755	3,738
Licenses issued	883	887	912	875	884	923	939	945	914	889
Sanitary permits issued	280	284	267	214	188	175	163	152	145	152
Septic systems inspections	446	460	397	392	319	227	228	227	136	402
WIC clients	2,024	2,037	2,153	2,186	2,289	2,389	2,357	2,336	2,275	2,182
Lead screening	585	693	573	548	697	571	460	648	525	256
Mosquito sites monitored	1,655	1,739	1,685	1,870	2,138	3,296	3,670	7,504	8,120	8,239
Dog licenses issued	12,530	12,663	13,173	13,432	14,219	15,075	15,608	16,351	16,716	16,522
Human Services:										
Intoxicated Driver Program assessment	974	800	755	780	690	704	650	903	607	814
Household energy assistance recipients	2,525	2,648	2,608	3,015	3,151	3,237	3,460	4,143	3,999	3,863
Medicaid benefits provided to individuals	16,380	18,244	19,263	14,871	15,465	16,561	19,205	20,110	20,050	Δ
Abuse and neglect cases w/children reported	3,657	1,172	1,171	4,452	3,516	3,368	3,523	3,262	1,831	1,728
Justice Sanctions Population	58	85	198	476	1,663	1,656	1,536	1,519	1,270	1,505
Care Management Organization:										
Clients served	1,503	1,652	1,680	1,736	1,819	1,840 *	0	0	0	0
Highway Department:										
Number of miles maintained	283	283	283	283	283	283	283	283	283	283
Hillview Health Care Center:										
Number of beds available	199	199	199	199	199	199	199	199	199	199
Number of units at Hillview Terrace	0	0	0	0	0	0	0	0	30	30
Lakeview Health Center:										
Number of beds available	209	209	188	180	0	0	0 *	0	0	0
Number of beds available:										
Lakeview Nursing Home	0	0	0	0	142	142	142	142	142	142
MacIntosh Manor	0	0	4	4	4	4	4	4	4	4
Regent Manor	0	0	0	0	4	4	4	4	4	4
Maplewood CBRF	0	0	0	0	0	14	14	14	14	14
Ravenwood Nursing Home	0	0	0	0	14	14	18	18	18	18
Solid Waste Department:										
Landfill tonnages	108,711	100,325	104,575	112,723	109,623	111,191	111,581	95,239	110,921	89,935
Xcel tonnages	74,106	78,804	73,949	76,285	74,277	73,785	66,922	74,568	73,598	76,123
Household Hazardous Materials:										
Number of household users	902	3,402	2,838	3,564	4,157	5,150	5,471	6,398	6,454	9,915
Number of business users	7	83	119	204	370	552	611	524	391	341

Source: County of La Crosse individual department records.

* Clients served for CMO from January 1 to September 30, 2008.

* In 2009 Lakeview Health Center ceased being a fund of La Crosse County the facility was leased out to Mississippi Valley Health Services.

* In Jan 2011 the separate Female Jail closed and was incorporated into the Secure Jail pods.

Δ Data from the Wisconsin Department of Health Services has not provided this information as of printing date.

LA CROSSE COUNTY, WISCONSIN
Capital Assets by Function/Program
Last Ten Fiscal Years

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
<u>Conservation & Development</u>										
Vehicles	4	4	4	5	5	3	3	3	3	3
<u>Culture & Recreation</u>										
Parks	4	4	4	4	4	4	4	4	4	4
Campgrounds	2	2	2	2	2	2	2	2	2	2
Park Shelters	10	10	10	10	10	10	10	10	10	10
Campground Bathhouse	4	4	4	4	5	5	5	5	5	5
Activity Shelter	1	1	1	1	1	1	1	1	1	1
Picnic Pavilion	2	2	2	2	2	2	2	2	2	2
Campground Store	2	2	2	2	2	2	2	2	2	2
Maintenance/Storage Garages	4	4	4	4	4	4	4	4	4	4
Bike Trail	0	1	1	1	1	1	1	1	1	1
Boat Landing	4	4	4	4	4	3	3	3	3	3
Boat Docks	2	2	2	2	2	2	2	2	2	2
Vehicles and machinery	13	13	13	14	13	13	15	15	15	14
Minature Golf Course	0	0	0	1	1	1	1	1	1	1
<u>General Government</u>										
Office Building	2	2	2	2	2	2	2	2	2	2
Garage/Storage Buildings	6	6	6	6	6	6	7	7	7	7
Utility Building	0	0	0	0	0	0	1	1	1	1
Vehicles and machinery	5	5	7	7	8	8	9	9	9	12
<u>Health & Human Services</u>										
Office Building	1	1	1	1	1	1	1	1	1	1
Nursing Homes	2	2	2	2	2	2	2	2	2	2
Elderly Apartment Complex	1	1	1	1	1	1	1	1	1	1
Assisted Living Facilities	0	0	0	0	0	0	0	0	1	1
Occupational Rehab Building	1	1	1	1	1	1	1	1	1	1
Adult Family Home	0	0	1	2	2	2	2	2	2	2
Women's Residential Treatment Facility	0	0	0	0	0	0	1	1	1	1
Screen House	1	1	1	1	1	1	1	1	0	0
Garage/Storage Building	1	1	1	1	1	1	1	1	1	1
Vehicles and machinery	15	15	15	21	21	24	24	23	22	24
<u>Safety</u>										
Building - Huber Facility	1	1	1	1	1	0	0	0	0	0
Vehicles and machinery	31	31	36	33	35	41	40	40	42	39
Lenco Bearcat	0	0	1	1	1	1	1	1	1	1
Boats	3	3	3	2	2	3	3	3	3	2
Communication Towers	4	4	4	4	4	4	4	4	4	4
911 Mobile Command Center	1	1	1	1	1	1	1	1	1	1
<u>Public Works</u>										
Highway Department Main Building	1	1	1	1	1	1	1	1	1	1
Hghway Garages/Storage Bldgs	10	10	10	10	10	10	11	11	11	11
Salt Storage	8	8	8	8	8	8	9	9	9	9
Landfill Office Building	1	1	1	1	1	1	1	1	1	1
Landfill Scale Building	1	1	1	1	1	1	1	1	1	1
Landfill Garage	1	1	1	1	1	1	1	1	1	1
Household HazMat Building	0	1	1	1	1	1	1	1	1	1
Flammable Storage Units	0	1	2	2	2	2	2	2	2	2
Vehicles and machinery	139	140	140	140	138	137	143	144	140	138

SOURCE: La Crosse County Finance Department Inventory and Insurance records.

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