

PRELIMINARY OFFICIAL STATEMENT DATED NOVEMBER 25, 2025

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

In the opinion of Quarles & Brady LLP, Bond Counsel, assuming continued compliance with the requirements of the Internal Revenue Code of 1986, as amended, under existing law interest on the Bonds is excludable from gross income and is not an item of tax preference for federal income tax purposes; however, interest on the Bonds is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). See "TAX EXEMPTION" herein for a more detailed discussion of some of the federal income tax consequences of owning the Bonds. The interest on the Bonds is not exempt from present Wisconsin income or franchise taxes.

The Bonds shall not be "qualified tax-exempt obligations".

New Issue

Rating: S&P Global Ratings "AA-"/Stable

CITY OF PLATTEVILLE, WISCONSIN (Grant County)

\$1,585,000* WATER AND SEWER SYSTEM REVENUE BONDS, SERIES 2025B

BID OPENING: December 3, 2025, 10:00 A.M., C.T.

CONSIDERATION: Not later than 11:59 P.M., C.T. on December 3, 2025 (PARAMETERS RESOLUTION)

PURPOSE/AUTHORITY/SECURITY: The \$1,585,000* Water and Sewer System Revenue Bonds, Series 2025B (the "Bonds") are being issued pursuant to Section 66.0621, Wisconsin Statutes, by the City of Platteville, Wisconsin (the "City"), to provide funds for the public purpose of financing certain additions, improvements and extensions to and acquisitions for the City's Water System and Sewer System (the "Water and Sewer System"). The Bonds are not general obligations of the City but are payable only from and secured by a pledge of Net Revenues (defined herein) of the City's Water and Sewer System. The Bonds are being issued on parity with the City's outstanding Water and Sewer System Revenue Bonds, Series 2008, dated December 10, 2008 (the "2008 Bonds"), the Water and Sewer System Revenue Bonds, Series 2010, dated May 26, 2010 (the "2010 Bonds"), the Water and Sewer System Revenue Bonds, Series 2015, dated June 24, 2015 (the "2015 Bonds"), the Water and Sewer System Revenue Bonds, Series 2019B, dated December 4, 2019 (the "2019 Bonds"), the Water and Sewer System Revenue Bonds, Series 2020C, dated December 17, 2020 (the "2020 Bonds"), the Water and Sewer System Revenue Bonds, Series 2021B, dated September 16, 2021 (the "2021B Bonds"), the Taxable Water and Sewer System Revenue Refunding Bonds, Series 2021C, dated September 16, 2021 (the "2021C Bonds"), the Water and Sewer System Revenue Bonds, Series 2022B, dated September 1, 2022 (the "2022B Bonds"), the Water and Sewer System Revenue Bonds, Series 2023, dated May 24, 2023 (the "2023 Bonds"), the Water and Sewer System Revenue Bonds, Series 2023C, dated December 28, 2023 (the "2023C Bonds") and the Water and Sewer System Revenue Bonds, Series 2024C, dated December 18, 2024 (the "2024C Bonds") with respect to the pledge of Net Revenues. Delivery is subject to receipt of an approving legal opinion of Quarles & Brady LLP, Milwaukee, Wisconsin.

DATE OF BONDS: December 18, 2025

MATURITY: May 1 as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2026	\$50,000	2031	\$50,000	2036	\$165,000
2027	50,000	2032	50,000	2037	170,000
2028	50,000	2033	115,000	2038	170,000
2029	50,000	2034	120,000	2039	170,000
2030	50,000	2035	155,000	2040	170,000

***MATURITY ADJUSTMENTS:** The City reserves the right to increase or decrease the principal amount of the Bonds on the day of sale, in increments of \$5,000 each, up to a maximum of \$50,000 per maturity. Increases or decreases may be made in any maturity. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

TERM BONDS: See "Term Bond Option" herein.

INTEREST: May 1, 2026 and semiannually thereafter.

OPTIONAL REDEMPTION: Bonds maturing on May 1, 2035 and thereafter are subject to call for prior optional redemption on May 1, 2034 or any date thereafter, at a price of par plus accrued interest to the date of optional redemption.

MINIMUM BID: \$1,565,187.50.

MAXIMUM BID: \$1,743,500.

GOOD FAITH DEPOSIT: A good faith deposit in the amount of \$31,700 shall be made by the winning bidder by wire transfer of funds.

PAYING AGENT: Bond Trust Services Corporation.

BOND COUNSEL: Quarles & Brady LLP.

MUNICIPAL ADVISOR: Ehlers and Associates, Inc.

BOOK-ENTRY-ONLY: See "Book-Entry-Only System" herein (unless otherwise specified by the purchaser).

REPRESENTATIONS

No dealer, broker, salesperson or other person has been authorized by the City to give any information or to make any representation other than those contained in this Official Statement and, if given or made, such other information or representations must not be relied upon as having been authorized by the City. ***This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy any of the Bonds in any jurisdiction to any person to whom it is unlawful to make such an offer or solicitation in such jurisdiction.***

This Official Statement is not to be construed as a contract with the underwriter (Syndicate Manager). Statements contained herein which involve estimates or matters of opinion are intended solely as such and are not to be construed as representations of fact. Ehlers and Associates, Inc. prepared this Official Statement and any addenda thereto relying on information of the City and other sources for which there is reasonable basis for believing the information is accurate and complete. Bond Counsel has not participated in the preparation of this Official Statement and is not expressing any opinion as to the completeness or accuracy of the information contained therein. Compensation of Ehlers and Associates, Inc., payable entirely by the City, is contingent upon the delivery of the Bonds.

COMPLIANCE WITH S.E.C. RULE 15c2-12

Certain municipal obligations (issued in an aggregate amount over \$1,000,000) are subject to Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934, as amended (the "Rule").

Preliminary Official Statement: This Official Statement was prepared for the City for dissemination to potential investors. Its primary purpose is to disclose information regarding the Bonds to prospective underwriters in the interest of receiving competitive proposals in accordance with the sale notice contained herein. Unless an addendum is posted prior to the sale, this Official Statement shall be deemed nearly final for purposes of the Rule subject to completion, revision and amendment in a Final Official Statement as defined below.

Review Period: This Official Statement has been distributed to prospective bidders for review. Comments or requests for the correction of omissions or inaccuracies must be submitted to Ehlers and Associates, Inc. at least two business days prior to the sale. Requests for additional information or corrections in the Official Statement received on or before this date will not be considered a qualification of a proposal received from an underwriter. If there are any changes, corrections or additions to the Official Statement, interested bidders will be informed by an addendum prior to the sale.

Final Official Statement: Copies of the Final Official Statement will be delivered to the underwriter (Syndicate Manager) within seven business days following the proposal acceptance.

Continuing Disclosure: Subject to certain exemptions, issues in an aggregate amount over \$1,000,000 may be required to comply with provisions of the Rule which require that underwriters obtain from the issuers of municipal securities (or other obligated party) an agreement for the benefit of the owners of the securities to provide continuing disclosure with respect to those securities. This Official Statement describes the conditions under which the City is required to comply with the Rule.

CLOSING CERTIFICATES

Upon delivery of the Bonds, the underwriter (Syndicate Manager) will be furnished with the following items: (1) a certificate of the appropriate officials to the effect that at the time of the sale of the Bonds and all times subsequent thereto up to and including the time of the delivery of the Bonds, this Official Statement did not and does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading; (2) a receipt signed by the appropriate officer evidencing payment for the Bonds; (3) a certificate evidencing the due execution of the Bonds, including statements that (a) no litigation of any nature is pending, or to the knowledge of signers, threatened, restraining or enjoining the issuance and delivery of the Bonds, (b) neither the corporate existence or boundaries of the City nor the title of the signers to their respective offices is being contested, and (c) no authority or proceedings for the issuance of the Bonds have been repealed, revoked or rescinded; and (4) a certificate setting forth facts and expectations of the City which indicates that the City does not expect to use the proceeds of the Bonds in a manner that would cause them to be arbitrage bonds within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended, or within the meaning of applicable Treasury Regulations.

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CITY OF PLATTEVILLE COMMON COUNCIL

		<u>Term Expires</u>
Barbara Daus	Council President	April 2026
Steven Badger	Aldersperson	April 2027
Bob Gates	Aldersperson	April 2027
Kathy Kopp	Aldersperson	April 2026
Tony McFall	Aldersperson	April 2028
Lynne Parrott	Aldersperson	April 2028
Vacant	Aldersperson	April 2027

ADMINISTRATION

Clinton Langreck, City Manager¹
Jeffrey Even, Accounting & Finance Manager/Treasurer
Nicola Maurer, Administration Director
Colette Steffen, City Clerk

PROFESSIONAL SERVICES

William Cole, Axley Brynson LLP, City Attorney, Madison, Wisconsin
Quarles & Brady LLP, Bond Counsel, Milwaukee, Wisconsin
Ehlers and Associates, Inc., Municipal Advisors, Waukesha, Wisconsin
(*Other office located in Minneapolis, Minnesota*)

¹The City Manager will be resigning as of December 19, 2025. The City is actively seeking a replacement.

INTRODUCTORY STATEMENT

This Official Statement contains certain information regarding the City of Platteville, Wisconsin (the "City") and the issuance of its \$1,585,000* Water and Sewer System Revenue Bonds, Series 2025B (the "Bonds"). **The Common Council adopted a resolution on November 10, 2025 (the "Parameters Resolution"), which authorizes the Administration Director or the City Manager to accept a bid for the Bonds if the parameters and conditions set forth in the Parameters Resolution are satisfied. If the parameters and conditions set forth in the Parameters Resolution are not met through the competitive bids received on December 3, 2025, neither the Administration Director nor the City Manager will have the authority to accept a bid for the Bonds, and all bids for the Bonds will be rejected.**

Inquiries may be directed to Ehlers and Associates, Inc. ("Ehlers" or the "Municipal Advisor"), Waukesha, Wisconsin, (262) 785-1520, the City's municipal advisor. A copy of this Official Statement may be downloaded from Ehlers' web site at www.ehlers-inc.com by connecting to the Bond Sales link and following the directions at the top of the site.

THE BONDS

GENERAL

The Bonds will be issued in fully registered form as to both principal and interest in denominations of \$5,000 each or any integral multiple thereof, and will be dated, as originally issued, as of December 18, 2025. The Bonds will mature on May 1 in the years and amounts set forth on the cover of this Official Statement. Interest will be payable on May 1 and November 1 of each year, commencing May 1, 2026, to the registered owners of the Bonds appearing of record in the bond register as of the close of business on the 15th day (whether or not a business day) of the immediately preceding month. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the Municipal Securities Rulemaking Board ("MSRB"). All Bonds of the same maturity must bear interest from the date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

Unless otherwise specified by the purchaser, the Bonds will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). (See "Book-Entry-Only System" herein.) As long as the Bonds are held under the book-entry system, beneficial ownership interests in the Bonds may be acquired in book-entry form only, and all payments of principal of, premium, if any, and interest on the Bonds shall be made through the facilities of DTC and its participants. If the book-entry system is terminated, principal of, premium, if any, and interest on the Bonds shall be payable as provided in the Parameters Resolution.

The City has selected Bond Trust Services Corporation, Minneapolis, Minnesota ("BTSC"), to act as paying agent (the "Paying Agent"). BTSC and Ehlers are affiliate companies. The City will pay the charges for Paying Agent services. The City reserves the right to remove the Paying Agent and to appoint a successor.

OPTIONAL REDEMPTION

At the option of the City, the Bonds maturing on or after May 1, 2035 shall be subject to optional redemption prior to maturity on May 1, 2034 or any date thereafter, at a price of par plus accrued interest to the date of optional redemption.

*Preliminary, subject to change.

Redemption may be in whole or in part of the Bonds subject to prepayment. If redemption is in part, the selection of the amounts and maturities of the Bonds to be redeemed shall be at the discretion of the City. If only part of the Bonds having a common maturity date are called for redemption, then the City or Paying Agent, if any, will notify DTC of the particular amount of such maturity to be redeemed. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed.

Notice of such call shall be given by sending a notice by registered or certified mail, facsimile or electronic transmission, overnight delivery service or in any other manner required by DTC, not less than 30 days nor more than 60 days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books.

AUTHORITY; PURPOSE

The Bonds are being issued pursuant to Section 66.0621, Wisconsin Statutes, by the City, to provide funds for the public purpose of financing certain additions, improvements and extensions to and acquisitions for the City's Water System and Sewer System (the "Water and Sewer System" or the "Utility System").

ESTIMATED SOURCES AND USES*

Sources

Par Amount of Bonds	\$1,585,000	
Transfers from Prior Issue DSR Funds	1,650,000	
Available Funds on Hand	<u>432,000</u>	
Total Sources		\$3,667,000

Uses

Estimated Underwriter's Discount	\$19,813	
Costs of Issuance	70,413	
Deposit to Debt Service Reserve Fund	1,614,770	
Deposit to Project Construction Fund	1,961,300	
Rounding Amount	<u>704</u>	
Total Uses		\$3,667,000

*Preliminary, subject to change.

SECURITY

This section is a summary of security provisions. A detailed explanation of the security provisions is contained in the Bond Resolution the form of which is attached hereto as APPENDIX E.

Source of Payment: THE BONDS ARE NOT GENERAL OBLIGATIONS OF THE CITY but are payable only out of Net Revenues of the Water and Sewer System that are pledged to the Special Redemption Fund provided for in the Bond Resolution. Net Revenues are defined as the Gross Earnings of the Water and Sewer System after deduction of Current Expenses. In the Bond Resolution, the City covenants to deposit Net Revenues in an amount sufficient to pay principal of and interest on the City's Water and Sewer System Revenue Bonds, Series 2008, dated December 10, 2008 (the "2008 Bonds"), the Water and Sewer System Revenue Bonds, Series 2010, dated May 26, 2010 (the "2010 Bonds"), the Water and Sewer System Revenue Bonds, Series 2015, dated June 24, 2015 (the "2015

Bonds”), the Water and Sewer System Revenue Bonds, Series 2019B, dated December 4, 2019 (the “2019 Bonds”), the Water and Sewer System Revenue Bonds, Series 2020C, dated December 17, 2020 (the “2020 Bonds”), the Water and Sewer System Revenue Bonds, Series 2021B, dated September 16, 2021 (the “2021B Bonds”), the Taxable Water and Sewer System Revenue Refunding Bonds, Series 2021C, dated September 16, 2021 (the “2021C Bonds”), the Water and Sewer System Revenue Bonds, Series 2022B, dated September 1, 2022 (the “2022B Bonds”), the Water and Sewer System Revenue Bonds, Series 2023, dated May 24, 2023 (the “2023 Bonds”), the Water and Sewer System Revenue Bonds, Series 2023C, dated December 28, 2023 (the “2023C Bonds”) and the Water and Sewer System Revenue Bonds, Series 2024C, dated December 18, 2024 (the “2024C Bonds”) (collectively “the Prior Bonds”) and the Bonds in the Special Redemption Fund and to use the funds in the Special Redemption Fund only for the purpose of paying principal of and interest on the Bonds and the Prior Bonds. The claim of owners of the Bonds with respect to the Special Redemption Fund is on parity with the claim granted to the owners of the Prior Bonds (except as to the Reserve Account referred to below, which is not pledged to the 2008 Bonds, 2010 Bonds and 2023 Bonds (collectively, the “Clean Water Fund Bonds”)).

Rate Covenant: The City covenants to establish, charge and collect such lawfully established rates and charges for the services provided by the Water and Sewer System so that Net Revenues will be at least 1.25 times the amount of principal and interest coming due on all outstanding bonds payable from the Net Revenues of the Water and Sewer System each year.

Additional Bonds Test: The City reserves the right to issue additional bonds payable from the Net Revenues of the Water and Sewer System on a parity with outstanding bonds payable from the Net Revenues of the Water and Sewer System (“Parity Bonds”), including the Bonds and the Prior Bonds. No bonds or obligations payable from the Net Revenues of the Water and Sewer System may be issued in such a manner as to enjoy priority over the Bonds.

While the Bonds and the Prior Bonds other than the Clean Water Fund Bonds are outstanding, the City must meet the following test provided for in the Bond Resolution with respect to Net Revenues of the Water and Sewer System before Parity Bonds may be issued: The Net Revenues of the Water and Sewer System for the most recent Fiscal Year preceding the issuance of such additional obligations must have been equal to at least 1.25 times the highest annual principal and interest requirements on all Prior Bonds, Bonds and Parity Bonds outstanding payable from Revenues of the Water and Sewer System (other than Prior Bonds, Bonds and Parity Bonds being refunded) and on the additional obligations then to be issued in any Fiscal Year. Should an increase in permanent rates and charges, including those made to the City, be properly ordered and made effective during the Fiscal Year immediately prior to the issuance of such additional obligations or during that part of the Fiscal Year of issuance prior to such issuance, then Net Revenues for purposes of such computation shall include such additional revenues as an independent certified public accountant, consulting professional engineer, registered municipal advisor or the Wisconsin Public Service Commission may calculate would have accrued during the prior Fiscal Year had the new rates been in effect during that entire immediately prior Fiscal Year.

In addition, while the Clean Water Fund Bonds are outstanding, before issuing Parity Bonds, the City must also meet the following test provided for in the resolutions authorizing the Clean Water Fund Bonds with respect to Net Revenues of the Water and Sewer System: the Net Revenues of the Water and Sewer System for the fiscal year immediately preceding the issuance of such additional bonds must have been in an amount at least equal to the maximum annual interest and principal requirements on all bonds outstanding payable from the revenues of the Water and Sewer System, and on the bonds then to be issued, times the greater of (i) 1.10 or (ii) the highest debt service coverage ratio to be required with respect to the additional parity bonds to be issued or any other obligations payable from the Net Revenues of the Water and Sewer System then outstanding. Currently, the highest debt service coverage ratio required by any of the Prior Bonds is 1.25. Should an increase in permanent rates and charges, including those made to the City, be properly ordered and made effective during the fiscal year immediately prior to the issuance of such additional bonds or during that part of the fiscal year of issuance prior to such issuance, then Net Revenues for purposes of such computation shall include such additional revenues as a registered municipal advisor, an independent certified public accountant, consulting professional engineer or the Wisconsin Public Service Commission may calculate would have accrued during the prior fiscal year had the new rates been in effect during that entire immediately prior fiscal year.

Service to City: The City is to pay the reasonable cost and value of any services rendered to the City by the Water and Sewer System in an amount as may be necessary from year to year to produce Net Revenues equivalent to not less than 1.25 times the annual debt service requirements on the Prior Bonds, the Bonds and any other outstanding parity bonds. Such payment by the City is subject to annual appropriation by the Common Council and other conditions set forth in the Bond Resolution.

Bond Reserve Account: The City covenants to continue and maintain a Reserve Account in an amount, determined as of the date of issuance of the Bonds, equal to the least of (a) the amount currently required to be on deposit in the Reserve Account prior to the issuance of the Bonds, plus the amount permitted to be deposited therein from proceeds of the Bonds pursuant to Section 148(d)(1) of the Code and the Regulations; (b) the maximum annual debt service on the 2015 Bonds, the 2019 Bonds, the 2020 Bonds, the 2021B Bonds, the 2021C Bonds, the 2022B Bonds, the 2023C Bonds, the 2024C Bonds and the Bonds in any Bond Year; and (c) 125% of average annual debt service on the Prior Bonds secured by the Reserve Account and the Bonds; provided, however that on an ongoing basis it shall never exceed the remaining maximum annual principal and interest due on the outstanding Prior Bonds which are secured by the Reserve Account and the Bonds in any Bond Year. Upon issuance of the Bonds, an amount necessary to make the amount on deposit in the Reserve Account equal to the reserve requirement will be deposited in the Reserve Account. The Reserve Account secures the Bonds, the 2015 Bonds, the 2019 Bonds, the 2020 Bonds, the 2021B Bonds, the 2021C Bonds, the 2022B Bonds, the 2023C Bonds, the 2024C Bonds and the Bonds. The Reserve Account does not secure the Clean Water Fund Bonds.

WATER AND SEWER SYSTEM REVENUE DEBT OUTSTANDING

All outstanding Water and Sewer System Revenue debt of the City is listed on the following pages.

HISTORIC WATER AND SEWER SYSTEM DEBT SERVICE COVERAGES

The exhibit on the Page 8 presents the three-year historic debt service coverages of the Water and Sewer System.

City of Platteville, Wisconsin
Schedule of Bonded Indebtedness
Revenue Debt Secured by Sewer and Water Revenues
(As of 12/18/2025)

	Water and Sewer System Revenue Bonds (CWFL) Series 2008		Water and Sewer System Revenue Bonds (CWFL) Series 2010		Water and Sewer System Revenue Bonds Series 2015		Water and Sewer System Revenue Bonds Series 2019B		Water and Sewer System Revenue Bonds Series 2020C	
Dated	12/10/2008		05/26/2010		06/24/2015		12/04/2019		12/17/2020	
Amount	\$2,473,498		\$3,964,010		\$5,425,000		\$1,625,000		\$1,420,000	
Maturity	05/01		05/01		05/01		05/01		05/01	
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	146,874	8,831	224,006	25,828	270,000	115,775	80,000	26,543	60,000	18,393
2027	150,310	5,356	229,445	20,323	280,000	106,150	80,000	24,943	60,000	17,193
2028	153,825	1,799	235,016	14,684	290,000	96,175	80,000	23,343	60,000	15,993
2029			240,722	8,909	300,000	85,850	85,000	21,608	60,000	14,793
2030			246,567	2,993	310,000	74,400	90,000	19,683	60,000	13,593
2031					320,000	61,800	90,000	17,703	60,000	12,648
2032					330,000	48,800	90,000	15,655	60,000	11,958
2033					345,000	35,300	95,000	13,481	90,000	11,095
2034					355,000	21,300	95,000	11,249	95,000	9,889
2035					355,000	7,100	95,000	8,969	95,000	8,511
2036							100,000	6,580	105,000	7,061
2037							105,000	4,016	105,000	5,250
2038							105,000	1,339	105,000	3,150
2039									105,000	1,050
2040										
2041										
2042										
2043										
2044										
	451,009	15,986	1,175,756	72,738	3,155,000	652,650	1,190,000	195,109	1,120,000	150,574

1) Pursuant to the Wisconsin Capital Finance Office, Project No. 4419-11, the amount of disbursements as of November 1, 2025 is \$1,201,752.96.

--Continued on next page

City of Platteville, Wisconsin
Schedule of Bonded Indebtedness continued
Revenue Debt Secured by Sewer and Water Revenues
(As of 12/18/2025)

	Water and Sewer System Revenue Bonds Series 2021B		Taxable Water and Sewer System Revenue Refunding Bonds Series 2021C		Water and Sewer System Revenue Bonds Series 2022B		Water and Sewer System Revenue Bonds (CWFL 1) Series 2023		Water and Sewer System Revenue Bonds Series 2023C	
Dated	09/16/2021		09/16/2021		09/01/2022		05/24/2023		12/28/2023	
Amount	\$1,890,000		\$4,965,000		\$2,665,000		\$1,330,116		\$1,610,000	
Maturity	05/01		05/01		05/01		05/01		05/01	
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	85,000	30,150	365,000	45,420	90,000	76,930	56,883	23,791	50,000	63,050
2027	90,000	28,400	365,000	41,861	90,000	74,860	58,021	22,642	50,000	60,550
2028	90,000	26,600	370,000	37,725	90,000	72,700	59,182	21,470	60,000	57,800
2029	95,000	24,750	520,000	32,125	90,000	70,360	60,365	20,275	60,000	54,800
2030	100,000	22,800	520,000	25,105	90,000	67,840	61,573	19,055	85,000	51,175
2031	185,000	19,950	695,000	16,253	90,000	65,320	62,804	17,812	85,000	46,925
2032	190,000	16,200	690,000	5,520	90,000	62,710	64,060	16,543	95,000	42,900
2033	380,000	10,500			120,000	59,560	65,341	15,249	120,000	38,600
2034	335,000	3,350			135,000	55,668	66,648	13,929	130,000	33,600
2035					165,000	50,935	67,981	12,583	135,000	28,300
2036					195,000	45,078	69,341	11,210	150,000	22,600
2037					195,000	38,545	70,727	9,809	155,000	16,500
2038					195,000	31,818	72,142	8,380	165,000	10,100
2039					190,000	24,985	73,585	6,923	170,000	3,400
2040					190,000	18,050	75,057	5,437		
2041					190,000	10,925	76,558	3,920		
2042					190,000	3,658	78,089	2,374		
2043							79,651	797		
2044										
	1,550,000	182,700	3,525,000	204,009	2,395,000	829,940	1,218,007	232,198	1,510,000	530,300

--Continued on next page

City of Platteville, Wisconsin
Schedule of Bonded Indebtedness continued
Revenue Debt Secured by Sewer and Water Revenues
(As of 12/18/2025)

Water and Sewer System Revenue Bonds Series 2024C			Water and Sewer System Revenue Bonds Series 2025B			2024 Net Revenue Available for Debt Service** <div>\$3,428,653.00</div>					
Dated Amount	12/18/2024 \$3,025,000		12/18/2025 \$1,585,000*								
Maturity	05/01		05/01								
Calendar Year Ending	Principal	Interest	Principal	Estimated Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending	Coverage
2026	50,000	124,800	50,000	54,780	1,527,763	614,291	2,142,054	20,332,008	6.99%	2026	1.60
2027	50,000	122,300	50,000	61,480	1,552,776	586,057	2,138,834	18,779,232	14.09%	2027	1.60
2028	50,000	119,800	50,000	59,830	1,588,023	547,919	2,135,941	17,191,210	21.36%	2028	1.61
2029	70,000	116,800	50,000	58,175	1,631,087	508,444	2,139,531	15,560,123	28.82%	2029	1.60
2030	65,000	113,425	50,000	56,495	1,678,140	466,564	2,144,703	13,881,983	36.50%	2030	1.60
2031	85,000	109,675	50,000	54,768	1,722,804	422,852	2,145,656	12,159,179	44.38%	2031	1.60
2032	85,000	105,425	50,000	52,990	1,744,060	378,700	2,122,761	10,415,119	52.35%	2032	1.62
2033	105,000	100,675	115,000	49,963	1,435,341	334,423	1,769,764	8,979,778	58.92%	2033	1.94
2034	105,000	95,425	120,000	45,525	1,436,648	289,934	1,726,582	7,543,130	65.49%	2034	1.99
2035	105,000	90,700	155,000	40,076	1,172,981	247,174	1,420,155	6,370,149	70.86%	2035	2.41
2036	220,000	84,200	165,000	33,514	1,004,341	210,242	1,214,583	5,365,808	75.45%	2036	2.82
2037	220,000	75,400	170,000	26,478	1,020,727	175,998	1,196,725	4,345,081	80.12%	2037	2.87
2038	220,000	66,600	170,000	19,168	1,032,142	140,554	1,172,696	3,312,939	84.84%	2038	2.92
2039	265,000	56,900	170,000	11,645	973,585	104,903	1,078,488	2,339,354	89.30%	2039	3.18
2040	265,000	46,300	170,000	3,910	700,057	73,697	773,753	1,639,297	92.50%	2040	4.43
2041	260,000	35,800			526,558	50,645	577,203	1,112,739	94.91%	2041	5.94
2042	260,000	25,400			528,089	31,431	559,520	584,651	97.33%	2042	6.13
2043	260,000	15,000			339,651	15,797	355,447	245,000	98.88%	2043	9.65
2044	245,000	4,900			245,000	4,900	249,900	0	100.00%	2044	13.72
	2,985,000	1,509,525	1,585,000	628,795	21,859,772	5,204,524	27,064,296				

*Preliminary, subject to change

**The debt service coverage ratios included on this page are calculated using 2024 Net Revenues. No guarantee can be given that the Net Revenues in future years will be the same as the Net Revenues in 2024 and future Net Revenues may be materially different.

City of Platteville

HISTORIC STATEMENT OF REVENUES AND EXPENSES

The following table shows the historic comparison of Net Revenues and debt service secured by revenues of the water and sewer systems for the three year period ending December 31, 2024.

	Audited 2022	Audited 2023	Audited 2024
Operating Revenues			
Water & Sewer Service Fees	\$ 5,525,394	\$ 5,540,193	\$ 6,088,711
Total Operating Revenues	5,525,394	5,540,193	6,088,711
Operating Expenses			
Operation and Maintenance	2,240,076	2,568,836	2,593,938
Depreciation and Amortization	1,131,320	1,190,819	1,220,347
Taxes - Payroll & Other	60,222	68,263	66,120
Total Operating Expenses	3,431,618	3,827,918	3,880,405
Operating Income	2,093,776	1,712,275	2,208,306
Plus: Depreciation and Amortization	1,131,320	1,190,819	1,220,347
Less: Adjustment to Operating Revenues	(44,658)	(42,113)	0
Net Revenues Available for Debt Service	\$ 3,180,438	\$ 2,860,981	\$ 3,428,653
Debt Service			
2008 Clean Water Fund Loan	\$ 155,857	\$ 155,821	\$ 155,78
2010 Clean Water Fund Loan	250,083	250,023	3249,961
2015 Water & Sewer Revenue Bonds	376,788	379,738	377,463
2019B Water & Sewer Revenue Bonds	111,443	108,443	105,443
2020C Water & Sewer Revenue Bonds	83,193	81,993	80,793
2021B Water & Sewer Revenue Bonds	126,675	120,250	118,550
2021C Taxable Water & Sewer Revenue Bonds	409,827	412,348	415,804
2022B Water & Sewer Revenue Bonds	0	186,517	170,800
2023 Clean Water Fund Loan	0	11,602	82,380
2023C Water & Sewer Revenue Bonds	0	0	107,078
2024C Water & Sewer Revenue Bonds	0	0	0
Total Debt Service	\$ 1,513,866	\$ 1,706,735	\$ 1,864,055
Debt Service Coverage	2.10	1.68	1.84

DESCRIPTION OF THE WATER SYSTEM

The Water System is operated by the Platteville Water and Sewer Commission (the "Commission"), which consists of seven members appointed by the City of Platteville Common Council President, subject to approval of the Common Council. The Commission is the policymaking body of the Water System, overseeing all projects and programs, reviewing and approving the budget, and determining Water System projects. Water System operations are directed by the Public Works Director.

The Water System consists of three wells, three storage tanks and 55 miles of various-sized water lines. The wells have a maximum capacity of 3.75 million gallons per day and a current usage of 0.8 million gallons per day. The Water System has a current projected design life to handle current and future development to at least the year 2040.

The Water System includes other related appurtenances including 313,381 feet of various types of 4"-16" water mains; 3,117 various types of 5/8"-12" water pipe, 4,417 utility-owned meters; and 713 hydrants.

History of Water Customers¹

Year	Residential	Commercial	Public Authority	Industrial	Multi-Family	Total
2020 ²	3,103	317	73	8	69	3,570
2021	3,127	318	74	8	69	3,596
2022	3,120	319	71	8	69	3,587
2023	3,129	316	73	8	69	3,595
2024	3,136	318	73	8	69	3,604

History of Water Billings by Customer Type¹

Year	Residential	Commercial	Public Authority	Industrial	Multi-family	Total Billings
2020 ²	\$823,022	\$236,550	\$185,273	\$112,447	\$162,859	\$1,520,151
2021	828,946	262,901	223,383	105,220	134,390	1,554,840
2022	860,588	278,229	256,247	133,280	167,401	1,695,745
2023	885,737	296,138	265,914	146,088	169,036	1,762,913
2024	896,130	335,903	274,654	143,556	181,221	1,831,464

¹Does not include other sales to public authorities, sales to irrigation customers, sales for resale, interdepartmental sale, and fire protection services, etc.

²The City's 2020 Public Service Commission Annual Report was amended due to corrections that were identified during a water rate case. Specifically, utility system reports for count of customers included lawn meters as well as regular water supply meters.

History of Gallons of Water Sold (in 000's)

Year	Residential	Commercial	Industrial	Other Services ¹	Multi-Family	Total
2020	109,764	36,797	40,940	40,957	29,156	257,614
2021	112,102	47,602	31,431	67,864	30,802	289,801
2022	109,490	47,382	33,117	78,264	31,039	299,292
2023	111,534	49,538	35,580	69,988	31,526	298,166
2024	110,786	53,430	33,495	56,584	33,564	287,859

History of Water Sales

Year	No. of Customers	Gallons Sold (in 000's)	Total Billings
2020	3,570	257,614	\$1,520,151
2021	3,596	289,801	1,554,840
2022	3,587	299,292	1,695,745
2023	3,595	298,166	1,762,913
2024	3,604	287,859	1,831,464

2024 Larger Water Customers

Total 2024 Gallons Sold: 287,859,000

Total 2024 Billings: \$1,831,464

Customer	Gallons Sold	Billings ²	% of Total Billings
UW Platteville	42,799,565	\$213,551	11.66%
EMMI Roth USA Inc	32,902,111	137,601	7.51%
1540 Vision Dr LLC (Moundview Dairy)	9,535,826	41,004	2.24%
Southwest Health Center	7,263,080	32,378	1.77%
UW-P RE Foundation	4,283,108	19,773	1.08%
Evergreen MHP	2,849,977	12,944	0.71%
WalMart Stores	2,126,377	10,792	0.59%
Platteville Schools	1,645,488	10,679	0.58%
Ripple Management	1,936,886	10,018	0.55%
Holiday Inn Express	2,048,525	9,533	0.52%

¹ Includes all charges, including private fire protection services.

² Does not include charges for private fire protection services.

Water Rates and Charges

Rates and charges for the Water System are subject to approval by the Wisconsin Public Service Commission. The following monthly water rates were adopted on October 2, 2025 and in effect since October 30, 2025.

Monthly Service Charge:

5/8 inch meter	\$10.19	3 inch meter	\$78.27
3/4 inch meter	10.19	4 inch meter	123.31
1 inch meter	17.16	6 inch meter	257.34
1 1/4 inch meter	23.59	8 inch meter	294.87
1 1/2 inch meter	30.02	10 inch meter	455.70
2 inch meter	46.10	12 inch meter	589.73

Plus Volume Charge:

\$3.82 Per 100 cubic feet

Plus Public Fire Protection Service:

5/8 inch meter	\$12.11	3 inch meter	\$181.21
3/4 inch meter	12.11	4 inch meter	303.44
1 inch meter	30.34	6 inch meter	605.82
1 1/4 inch meter	45.03	8 inch meter	969.29
1 1/2 inch meter	61.12	10 inch meter	1,452.88
2 inch meter	96.82	12 inch meter	1,935.38

Bills for water service are rendered monthly and become due and payable upon issuance following the period for which service is rendered. A late payment charge of 3 percent but not less than 50 cents will be added to bills not paid within 20 days of issuance. This ONE-TIME 3 percent late payment charge will be applied only to any unpaid balance for the current billing period's usage. This late payment charge is applicable to all customers. The utility customer may be given a written notice that the bill is overdue no sooner than 20 days after the bill is issued and unless payment or satisfactory arrangement for payment is made within the next 10 days, service may be disconnected pursuant to Wis. Admin. Code ch. PSC 185.

Average Bill for Residential Service in 2024

Avg. Monthly Usage in Gallons

2,944

Avg. Monthly Bill

\$23.81

DESCRIPTION OF THE SEWER SYSTEM

The City owns, operates, and maintains the municipal Sewer System and related appurtenances, serving customers located entirely within the City of Platteville. The wastewater treatment plant, constructed in 1984, is operated by the Platteville Water & Sewer Commission which consists of seven members appointed by the City of Platteville Common Council President, subject to approval of the Common Council. The Commission is the policymaking body of the System, overseeing all projects and programs, reviewing and approving the budget, and determining System projects. System operations are directed by the Public Works Director.

The wastewater treatment facility consists of the treatment facility and 61 miles of various-sized sewer lines. The treatment facility has an average daily flow capacity of 2.05 million gallons per day (1,423.61 gallons per minute) and a current usage of 1 million gallons per day. The treatment facility has a current projected design life to handle current and future development to at least the year 2030.

History of Usage and Total Billings

Year	Total Usage in Gallons (in 000's)	Total Billings
2020	237,399	\$2,291,422
2021	240,493	2,426,387
2022	236,384	2,871,349
2023	251,962	2,703,450
2024	259,132	3,217,295

History of Sewer Connections by Customer Type

Year	Residential	Commercial	Industrial	Public Authority	Total
2020	3,132	407	9	81	3,629
2021	3,141	409	9	81	3,640
2022	3,164	414	9	82	3,669
2023	3,143	442	8	88	3,681
2024	3,149	442	8	90	3,689

History of Gallons Billed (in 000's)

Year	Residential	Commercial	Industrial	Other Services¹	Total
2020	108,113	63,267	40,940	25,079	237,399
2021	109,806	69,115	37,728	23,844	240,493
2022	106,485	68,746	40,328	19,382	236,384
2023	106,253	70,244	43,678	31,787	251,962
2024	106,254	75,173	43,031	34,674	259,132

¹ Includes all charges.

2024 Larger Sewer Customers

Total 2024 Sewer Billings \$3,217,295

Customer	2024 Usage in Gallons	2024 Total Billings	Percent of Total Sewer Billings
EMMI Roth USA Inc.	32,902,111	\$752,416	23.39%
UW Platteville	26,396,479	243,959	7.58%
1540 Vision Dr LLC (Moundview Dairy)	9,535,826	61,619	1.92%
Southwest Health Center	7,263,080	54,872	1.71%
UW-P RE Foundation	4,283,108	32,605	1.01%
Evergreen MHP	2,849,977	21,282	0.66%
Holiday Inn Express	2,048,525	15,376	0.48%
Ripple Management	1,936,886	15,225	0.47%
WalMart Stores	1,898,237	14,580	0.45%
Platteville Schools	1,489,275	14,234	0.44%

Sewer Rates

The Common Council establishes rates and charges for the Sewer System. Sewer rates are subject to approval by the Wisconsin Public Service Commission. The City annually reviews rates as required under City sewer ordinances to determine if adjustments are required. The sewer service charge for any lot, parcel of land, building or premise is based on the quantity and quality of wastewater generated, on debt service related to the Sewer System, and operation, maintenance and replacement costs of the Sewer System. The following sewer rates were adopted on May 27, 2025 and became effective June 15, 2025:

General Service - Metered

<u>Monthly Volume Charge</u>	<u>Monthly Service Charge</u>	
	<u>Meter Size</u>	<u>Charge</u>
Domestic Strength Rates	5/8"	\$17.50
Volume Charge	3/4"	17.50
	1"	23.79
\$5.53 per 100 Cubic Feet	1-1/4"	27.46
	1-1/2"	31.23
	2"	40.64
	3"	64.18
	4"	96.36
	6"	177.23
	8"	273.62
	10"	403.29
	12"	531.77

Average Bill for Residential Service in 2024

Avg. Monthly Usage in Gallons	Avg. Monthly Bill
2,812	\$37.83

RATING

The City received a rating of "AA-"/Stable on the Bonds from S&P Global Ratings ("S&P"), and bidders were notified as to the assigned rating prior to the sale. Such rating, if any, reflects only the views of such organization and explanations of the significance of such rating may be obtained from S&P.

Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. There is no assurance that such rating will continue for any given period of time or that it will not be revised downward or withdrawn entirely by such rating agency, if in the judgment of such rating agency circumstances so warrant. Any such downward revision or withdrawal of such rating may have an adverse effect on the market price of the Bonds.

Such rating is not to be construed as a recommendation of the rating agency to buy, sell or hold the Bonds, and the rating assigned by the rating agency should be evaluated independently. Except as may be required by the Disclosure Undertaking described under the heading "CONTINUING DISCLOSURE" neither the City nor the underwriter undertake responsibility to bring to the attention of the owner of the Bonds any proposed changes in or withdrawal of such rating or to oppose any such revision or withdrawal.

CONTINUING DISCLOSURE

In order to assist brokers, dealers, and municipal securities dealers, in connection with their participation in the offering of the Bonds, to comply with Rule 15c2-12 promulgated by the Securities and Exchange Commission, pursuant to the Securities and Exchange Act of 1934, as amended (the "Rule"), the City shall agree to provide certain information to the Municipal Securities Rulemaking Board ("MSRB") through its Electronic Municipal Market Access ("EMMA") system, or any system that may be prescribed in the future. The Rule was last amended, effective February 27, 2019, to include an expanded list of material events. The Disclosure Undertaking includes the two new material events effective February 27, 2019 under the Rule.

On the date of issue and delivery of the Bonds, the City shall execute and deliver a Continuing Disclosure Certificate, under which the City will covenant for the benefit of holders including beneficial holders, to provide electronically, or in a manner otherwise prescribed, certain financial information annually and to provide notices of the occurrence of certain events enumerated in the Rule (the "Disclosure Undertaking"). The details and terms of the Disclosure Undertaking for the City are set forth in Appendix D. Such Disclosure Undertaking will be in substantially the form attached hereto.

A failure by the City to comply with the Disclosure Undertaking will not constitute an event of default on the Bonds. However, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

In the previous five years, the City believes it has not failed to comply in all material respects with its prior undertakings under the Rule. Ehlers is currently engaged as dissemination agent for the City.

LEGAL OPINION

An opinion as to the validity of the Bonds and the exemption from federal taxation of the interest thereon will be furnished by Quarles & Brady LLP, Bond Counsel to the City ("Bond Counsel"), and will be available at the time of delivery of the Bonds. The legal opinion will be issued on the basis of existing law and will state that the Bonds are valid and binding special obligations of the City; provided that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights and by equitable principles (which may be applied in either a legal or equitable proceeding).

STATEMENT REGARDING COUNSEL PARTICIPATION

Bond Counsel has not assumed responsibility for the Official Statement or participated in its preparation (except with respect to the section entitled "TAX EXEMPTION" in the Official Statement and the "FORM OF LEGAL OPINION" found in Appendix B).

TAX EXEMPTION

Quarles & Brady LLP, Milwaukee, Wisconsin, Bond Counsel, will deliver a legal opinion with respect to the federal income tax exemption applicable to the interest on the Bonds under existing law substantially in the following form:

"The interest on the Bonds is excludable for federal income tax purposes from the gross income of the owners of the Bonds. The interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on individuals; however, interest on the Bonds is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). The Code contains requirements that must be satisfied subsequent

to the issuance of the Bonds in order for interest on the Bonds to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds. The City has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the City comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Bonds."

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

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

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

ORIGINAL ISSUE DISCOUNT

To the extent that the initial public offering price of certain of the Bonds is less than the principal amount payable at maturity, such Bonds ("Discounted Bonds") will be considered to be issued with original issue discount. The original issue discount is the excess of the stated redemption price at maturity of a Discounted Bond over the initial offering price to the public, excluding underwriters or other intermediaries, at which price a substantial amount of such Discounted Bonds were sold (issue price). With respect to a taxpayer who purchases a Discounted Bond in the initial public offering at the issue price and who holds such Discounted Bond to maturity, the full amount of original issue discount will constitute interest that is not includible in the gross income of the owner of such Discounted Bond for federal income tax purposes and such owner will not, subject to the caveats and provisions herein described, realize taxable capital gain upon payment of such Discounted Bond upon maturity.

Original issue discount is treated as compounding semiannually, at a rate determined by reference to the yield to maturity of each individual Discounted Bond, on days that are determined by reference to the maturity date of such Discounted Bond. The amount treated as original issue discount on a Discounted Bond for a particular semiannual accrual period is generally equal to (a) the product of (i) the yield to maturity for such Discounted Bond (determined by compounding at the close of each accrual period) and (ii) the amount that would have been the tax basis of such Discounted Bond at the beginning of the particular accrual period if held by the original purchaser; and less (b) the amount of any interest payable for such Discounted Bond during the accrual period. The tax basis is determined by adding to the initial public offering price on such Discounted Bond the sum of the amounts that have been treated as original issue discount for such purposes during all prior periods. If a Discounted Bond is sold or exchanged between semiannual compounding dates, original issue discount that would have been accrued for that semiannual compounding period for federal income tax purposes is to be apportioned in equal amounts among the days in such compounding period.

For federal income tax purposes, the amount of original issue discount that is treated as having accrued with respect to such Discounted Bond is added to the cost basis of the owner in determining gain or loss upon disposition of a Discounted Bond (including its sale, exchange, redemption, or payment at maturity). Amounts received upon disposition of a Discounted Bond that are attributable to accrued original issue discount will be treated as tax-exempt interest, rather than as taxable gain.

The accrual or receipt of original issue discount on the Discounted Bonds may result in certain collateral federal income tax consequences for the owners of such Discounted Bonds. The extent of these collateral tax consequences will depend upon the owner's particular tax status and other items of income or deduction.

The Code contains additional provisions relating to the accrual of original issue discount. Owners who purchase Discounted Bonds at a price other than the issue price or who purchase such Discounted Bonds in the secondary market should consult their own tax advisors with respect to the tax consequences of owning the Discounted Bonds. Under the applicable provisions governing the determination of state and local taxes, accrued interest on the Discounted Bonds may be deemed to be received in the year of accrual even though there will not be a corresponding cash payment until a later year. Owners of Discounted Bonds should consult their own tax advisors with respect to the state and local tax consequences of owning the Discounted Bonds.

BOND PREMIUM

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

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

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

NOT QUALIFIED TAX-EXEMPT OBLIGATIONS

The Bonds shall not be "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.

MUNICIPAL ADVISOR

Ehlers has served as municipal advisor to the City in connection with the issuance of the Bonds. The Municipal Advisor cannot participate in the underwriting of the Bonds. The financial information included in this Official Statement has been compiled by the Municipal Advisor. Such information does not purport to be a review, audit or certified forecast of future events and may not conform with accounting principles applicable to compilations of financial information. Ehlers is not a firm of certified public accountants. Ehlers is registered with the Securities and Exchange Commission and the MSRB as a municipal advisor. Ehlers makes no representation, warranty or guarantee regarding the accuracy or completeness of the information in this Official Statement, and its assistance in preparing this Official Statement should not be construed as a representation that it has independently verified such information.

MUNICIPAL ADVISOR AFFILIATED COMPANIES

BTSC and Ehlers Investment Partners, LLC ("EIP") are affiliate companies of Ehlers. BTSC is chartered by the State of Minnesota and authorized in Minnesota, Wisconsin, Colorado, and Illinois to transact the business of a limited purpose trust company. BTSC provides paying agent services to debt issuers. EIP is a Registered Investment Advisor with the Securities and Exchange Commission. EIP assists issuers with the investment of bond proceeds or investing other issuer funds. This includes escrow bidding agent services. Issuers, such as the City, have retained or may retain BTSC and/or EIP to provide these services. If hired, BTSC and/or EIP would be retained by the City under an agreement separate from Ehlers.

INDEPENDENT AUDITORS

The basic financial statements of the City for the fiscal year ended December 31, 2024 have been audited by Johnson Block and Company, Inc., Mineral Point, Wisconsin, independent auditors (the "Auditor"). The report of the Auditor, together with the basic financial statements, component units financial statements, and notes to the financial statements are attached hereto as "APPENDIX A – FINANCIAL STATEMENTS". The Auditor has not been engaged to perform and has not performed, since the date of its report included herein, any procedures on the financial statements addressed in that report. The Auditor also has not performed any procedures relating to this Official Statement.

RISK FACTORS

The following is a description of possible risks to holders of the Bonds without weighting as to probability. This description of risks is not intended to be all-inclusive, and there may be other risks not now perceived or listed here.

System Revenues: Should rates set be inadequate to cover expenses, an unusual number of delinquencies occur, or a major breakdown or other disaster cause the Water and Sewer System to be inoperable, a shortfall of revenues could result in a delay of debt payments.

Larger Users: Should larger users increase or decrease usage of the water and sewer service currently provided, the revenues of the Water and Sewer System will be affected proportionately.

Ratings; Interest Rates: In the future, the City's credit rating may be reduced or withdrawn, or interest rates for this type of obligation may rise generally, either possibility resulting in a reduction in the value of the Bonds for resale prior to maturity.

Tax Exemption: If the federal government taxes all or a portion of the interest on municipal bonds or notes or if the State government increases its tax on interest on bonds and notes, directly or indirectly, or if there is a change in federal or state tax policy, then the value of these Bonds may fall for purposes of resale. Noncompliance by the City with the covenants in the Parameters Resolution relating to certain continuing requirements of the Code may result in inclusion of interest to be paid on the Bonds in gross income of the recipient for United States income tax purposes, retroactive to the date of issuance.

Continuing Disclosure: A failure by the City to comply with the Disclosure Undertaking for continuing disclosure (see "CONTINUING DISCLOSURE") will not constitute an event of default on the Bonds. Any such failure must be reported in accordance with the Rule and must be considered by any broker, dealer, or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

Book-Entry-Only System: The timely credit of payments for principal and interest on the Bonds to the accounts of the Beneficial Owners of the Bonds may be delayed due to the customary practices, standing instructions or for other unknown reasons by DTC participants or indirect participants. Since the notice of redemption or other notices to holders of these obligations will be delivered by the City to DTC only, there may be a delay or failure by DTC, DTC participants or indirect participants to notify the Beneficial Owners of the Bonds.

Depository Risk: Wisconsin Statutes direct the local treasurer to immediately deposit upon receipt thereof, the funds of the municipality in a public depository designated by the governing body. A public depository means 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 Wisconsin or the local government pooled investment fund operated by the State Investment Board. It is not uncommon for a municipality to have deposits exceeding limits of federal and state insurance programs. Failure of a depository could result in loss of public funds or a delay in obtaining them. Such a loss or delay could interrupt a timely payment of municipal debt.

Economy: A combination of economic, climatic, political or civil disruptions or terrorist actions outside of the control of the City, including loss of major taxpayers or major employers, could affect the local economy and result in reduced tax collections and/or increased demands upon local government. Real or perceived threats to the financial stability of the City may have an adverse effect on the value of the Bonds in the secondary market.

Secondary Market for the Bonds: No assurance can be given that a secondary market will develop for the purchase and sale of the Bonds or, if a secondary market exists, that such Bonds can be sold for any particular price. The underwriters are not obligated to engage in secondary market trading or to repurchase any of the Bonds at the request of the owners thereof. Prices of the Bonds as traded in the secondary market are subject to adjustment upward and downward in response to changes in the credit markets and other prevailing circumstances. No guarantee exists as to the future market value of the Bonds. Such market value could be substantially different from the original purchase price.

Bankruptcy: The rights and remedies of the holders may be limited by and are subject to the provisions of federal bankruptcy laws, to other laws, or equitable principles that may affect the enforcement of creditors' rights, to the exercise of judicial discretion in appropriate cases and to limitations on legal remedies against local governments. The opinion of Bond Counsel to be delivered with respect to the Bonds will be similarly qualified. See "MUNICIPAL BANKRUPTCY" herein.

Cybersecurity: The City is dependent on electronic information technology systems to deliver services. These systems may contain sensitive information or support critical operational functions which may have value for unauthorized purposes. As a result, the electronic systems and networks may be targets of cyberattack. There can be no assurance that the City will not experience an information technology breach or attack with financial consequences that could have a material adverse impact.

The foregoing is intended only as a summary of certain risk factors attendant to an investment in the Bonds. In order for potential investors to identify risk factors and make an informed investment decision, potential investors should be thoroughly familiar with this entire Official Statement and the Appendices hereto.

VALUATIONS

WISCONSIN PROPERTY VALUATIONS; PROPERTY TAXES

Equalized Value

Section 70.57, Wisconsin Statutes, requires the Department of Revenue to annually determine the equalized value (also referred to as full equalized value or aggregate full value) of all taxable property in each county and taxation district. The equalized value is an independent estimate of value used to equate individual local assessment policies so that property taxes are uniform throughout the various subdivisions in the State. Equalized value is calculated based on the history of comparable sales and information about value changes or taxing status provided by the local assessor. A comparison of the State-determined equalized value and the local assessed value, expressed as a percentage, is known as the assessment ratio or level of assessment. The Department of Revenue notifies each county and taxing jurisdiction of its equalized value on August 15; school districts are notified on October 1. The equalized value of each county is the sum of the valuations of all cities, villages, and towns within its boundaries. Taxing jurisdictions lying in more than one municipality, such as counties, school districts, or special taxing districts, use the equalized value of the underlying units in calculating and levying their respective levies. Equalized values are also used to apportion state aids and calculate municipal general obligation debt limits.

Assessed Value

The "assessed value" of taxable property in a municipality is determined by the local assessor, except for manufacturing properties which are valued by the State. Each city, village or town retains its own local assessor, who must be certified by the State Department of Revenue. Assessed value is used by these municipalities to determine tax levy mill rates and to apportion levies among individual property owners. Each taxing district must assess property at full value at least once in every five-year period. The State requires that the assessed values must be within 10% of State equalized values at least once every four years. The local assessor values property as of January 1 each year and submits those values to each municipality by the second Monday in June. The assessor also reports any value changes taking place since the previous year, to the Department of Revenue, by the second Monday in June.

CURRENT PROPERTY VALUATIONS

2025 Equalized Value	\$1,004,711,500
2025 Equalized Value Reduced by Tax Increment Valuation	\$920,839,100
2025 Assessed Value	\$965,369,900

2025 EQUALIZED VALUE BY CLASSIFICATION

	2025 Equalized Value¹	Percent of Total Equalized Value
Residential	\$575,060,200	57.236%
Commercial	396,961,400	39.510%
Manufacturing	32,020,900	3.187%
Agricultural	241,900	0.024%
Undeveloped	317,100	0.032%
Forest	<u>110,000</u>	<u>0.011%</u>
Total	<u><u>\$1,004,711,500</u></u>	<u><u>100.000%</u></u>

TREND OF VALUATIONS

Year	Assessed Value	Equalized Value¹	Percent Increase/Decrease in Equalized Value
2021	\$674,004,337	\$761,224,200	4.84%
2022	801,240,200	852,503,800	11.99%
2023	805,106,968	978,216,600	14.75%
2024	972,524,700	1,026,514,400	4.94%
2025	965,369,900	1,004,711,500	-2.12%

Source: Wisconsin Department of Revenue, Bureau of Equalization and Local Government Services Bureau.

¹Includes tax increment valuation.

LARGER TAXPAYERS

Taxpayer	Type of Business/Property	2025 Equalized Value¹	Percent of City's Total Equalized Value
Wal-Mart	Retail	\$19,239,136	1.91%
Senior Village of Platteville	Senior Apartments/Assisted Living	18,114,278	1.80%
Emmi Roth USA Inc.	Manufacturing	16,413,640	1.63%
Southwest Health Center	Healthcare	15,114,623	1.50%
Premier Fox Ridge Platteville LLC	Apartments	12,290,384	1.22%
Menards	Retail	10,593,620	1.05%
Miners Development	Hotel and Library	9,425,302	0.94%
Farm & Fleet	Retail	7,880,495	0.78%
Hickory Street Housing LLC	Apartments	7,270,573	0.72%
Arec 33 LLC (U-Haul)	Retail Storage	<u>6,584,411</u>	<u>0.66%</u>
Total		\$122,926,462	12.24%
City's Total 2025 Equalized Value		\$1,004,711,500	

Source: The City.

DEBT

DIRECT DEBT²

General Obligation Debt (see schedules following)

Total General Obligation Debt	<u><u>\$27,988,753</u></u>
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Revenue Debt (see schedules on page 5)

Total revenue debt secured by sewer and water revenues (Includes the Bonds)*	<u><u>\$21,859,772</u></u>
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Total revenue debt secured by loans made by the City to property owners to replace water service lines containing lead	<u><u>\$42,535</u></u>
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*Preliminary, subject to change.

¹Calculated by dividing the 2025 Assessed Values by the 2025 Aggregate Ratio of assessment for the City.

²Outstanding debt is as of the dated date of the Bonds.

Non-General Obligation Debt Secured by Annual Appropriation (see schedule following)

Total lease purchase obligations paid by annual appropriations ¹	<u><u>\$195,652</u></u>
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DEBT PAYMENT HISTORY

The City has no record of default in the payment of principal and interest on its debt.

FUTURE FINANCING

The City plans to issue general obligation notes in the approximate amount of \$2.4 million and utility revenue bonds in the approximate amount of \$3.6 million in 2026, although the timing of such borrowing is yet to be determined. Aside from the preceding, the City has no current plans for additional financing in the next 12 months.

DEBT LIMIT

The constitutional and statutory general obligation debt limit for Wisconsin municipalities, including towns, cities, villages, and counties (Article XI, Section 3 of the Wisconsin Constitution and Section 67.03, Wisconsin Statutes) is 5% of the current equalized value.

Equalized Value	\$1,004,711,500
Multiply by 5%	<u>0.05</u>
Statutory Debt Limit ²	<u>\$50,235,575</u>
Less: General Obligation Debt	<u>(27,988,753)</u>
Unused Debt Limit	<u><u>\$22,246,822</u></u>

¹Non-general obligation debt has not been included in the debt ratios.

²The City has adopted a Debt Management Policy which states, among other things, that the City's general obligation debt will not exceed 3.50% of the City's equalized value, and the City will borrow no more than 75% of annual capital improvements.

City of Platteville, Wisconsin
Schedule of Bonded Indebtedness
General Obligation Debt Secured by Taxes
(As of 12/18/2025)

	Refunding Bonds Series 2013		Taxable Corporate Purpose Bonds Series 2015B		Corporate Purpose Bonds Series 2016A		Street Improvement Bonds Series 2017A		Refunding Bonds Series 2017B	
Dated	03/28/2013		12/29/2015		06/02/2016		06/01/2017		10/04/2017	
Amount	\$3,240,000		\$3,790,000		\$2,520,000		\$1,375,000		\$2,975,000	
Maturity	10/01		03/01		12/01		09/01		10/01	
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	500,000	46,750	200,000	60,825	390,000	7,215	100,000	34,050	365,000	32,850
2027	600,000	33,000	210,000	54,415			100,000	31,050	365,000	25,550
2028	500,000	15,000	220,000	47,425			100,000	28,050	365,000	18,250
2029			230,000	39,885			100,000	25,050	365,000	9,125
2030			235,000	31,863			100,000	22,050		
2031			250,000	23,250			100,000	19,050		
2032			250,000	14,125			100,000	16,050		
2033			250,000	4,750			100,000	13,050		
2034							100,000	10,050		
2035							100,000	6,700		
2036							100,000	3,350		
2037										
2038										
2039										
2040										
2041										
2042										
2043										
2044										
2045										
	1,600,000	94,750	1,845,000	276,538	390,000	7,215	1,100,000	208,500	1,460,000	85,775

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City of Platteville, Wisconsin
Schedule of Bonded Indebtedness continued
General Obligation Debt Secured by Taxes
(As of 12/18/2025)

	Corporate Purpose Bonds Series 2018A		Street Improvement Bonds Series 2019A		Taxable Refunding Bonds Series 2020A		Street Improvement Bonds Series 2020B		Corporate Purpose Bonds Series 2021A	
Dated	05/10/2018		05/30/2019		07/30/2020		09/10/2020		09/16/2021	
Amount	\$1,245,000		\$1,125,000		\$1,265,000		\$1,170,000		\$1,975,000	
Maturity	03/01		03/01		03/01		03/01		03/01	
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	100,000	26,400	100,000	28,250	65,000	17,090	100,000	15,750	110,000	21,260
2027	100,000	23,400	105,000	24,675	65,000	16,343	100,000	14,750	110,000	19,060
2028	100,000	20,400	105,000	21,525	70,000	15,465	100,000	13,250	110,000	16,860
2029	100,000	17,375	110,000	18,300	70,000	14,450	100,000	11,250	110,000	14,660
2030	100,000	14,325	110,000	15,000	70,000	13,330	110,000	9,700	110,000	12,460
2031	100,000	11,275	110,000	11,700	70,000	12,140	115,000	8,575	110,000	10,810
2032	100,000	8,125	110,000	8,400	70,000	10,880	100,000	7,000	135,000	9,518
2033	100,000	4,875	110,000	5,100	75,000	9,500	100,000	5,000	135,000	7,965
2034	100,000	1,625	115,000	1,725	75,000	8,000	100,000	3,000	135,000	6,278
2035					75,000	6,425	100,000	1,000	135,000	4,050
2036					80,000	4,720			135,000	1,350
2037					80,000	2,880				
2038					80,000	960				
2039										
2040										
2041										
2042										
2043										
2044										
2045										
	900,000	127,800	975,000	134,675	945,000	132,183	1,025,000	89,275	1,335,000	124,270

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City of Platteville, Wisconsin
Schedule of Bonded Indebtedness continued
General Obligation Debt Secured by Taxes
(As of 12/18/2025)

	Street Improvement Bonds Series 2022A		Corporate Purpose Bonds Series 2023A		Promissory Note 2023		Promissory Note		Promissory Notes Series 2024B	
Dated	06/15/2022		07/19/2023		10/11/2023		04/08/2024		10/30/2024	
Amount	\$1,325,000		\$1,210,000		\$245,000		\$106,611		\$5,900,000	
Maturity	03/01		06/01		10/01		Monthly		03/01	
Calendar Year Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	100,000	30,638	70,000	47,450	28,750	6,822	97,503	2,500	0	254,750
2027	100,000	27,788	70,000	43,950	28,750	5,848			250,000	248,500
2028	100,000	24,838	70,000	40,450	28,750	4,886			290,000	235,000
2029	100,000	21,813	70,000	36,950	28,750	3,899			330,000	219,500
2030	125,000	18,319	95,000	32,825	28,750	2,924			330,000	203,000
2031	100,000	14,775	95,000	28,075	28,750	1,949			330,000	186,500
2032	100,000	11,575	95,000	23,325	28,750	977			345,000	169,625
2033	100,000	8,325	95,000	18,575					345,000	154,100
2034	100,000	5,025	100,000	14,200					345,000	140,300
2035	100,000	1,675	100,000	10,200					335,000	126,700
2036			100,000	6,200					335,000	113,300
2037			105,000	2,100					335,000	99,900
2038									335,000	86,500
2039									335,000	73,100
2040									335,000	59,700
2041									345,000	46,100
2042									355,000	32,100
2043									360,000	17,800
2044									265,000	5,300
2045										
	1,025,000	164,769	1,065,000	304,300	201,250	27,306	97,503	2,500	5,900,000	2,471,775

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City of Platteville, Wisconsin
Schedule of Bonded Indebtedness continued
General Obligation Debt Secured by Taxes
(As of 12/18/2025)

Promissory Notes Series 2025A								
Dated	11/13/2025							
Amount	\$8,125,000							
Maturity	03/01							
Calendar Year Ending	Principal	Estimated Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2026	0	296,680	2,326,253	929,280	3,255,533	25,662,500	8.31%	2026
2027	50,000	369,600	2,253,750	937,928	3,191,678	23,408,750	16.36%	2027
2028	50,000	367,100	2,208,750	868,499	3,077,249	21,200,000	24.26%	2028
2029	50,000	364,600	1,763,750	796,856	2,560,606	19,436,250	30.56%	2029
2030	345,000	354,725	1,758,750	730,520	2,489,270	17,677,500	36.84%	2030
2031	345,000	337,475	1,753,750	665,574	2,419,324	15,923,750	43.11%	2031
2032	365,000	319,725	1,798,750	599,325	2,398,075	14,125,000	49.53%	2032
2033	370,000	301,350	1,780,000	532,590	2,312,590	12,345,000	55.89%	2033
2034	400,000	282,100	1,570,000	472,303	2,042,303	10,775,000	61.50%	2034
2035	515,000	259,225	1,460,000	415,975	1,875,975	9,315,000	66.72%	2035
2036	615,000	230,975	1,365,000	359,895	1,724,895	7,950,000	71.60%	2036
2037	740,000	197,100	1,260,000	301,980	1,561,980	6,690,000	76.10%	2037
2038	740,000	160,100	1,155,000	247,560	1,402,560	5,535,000	80.22%	2038
2039	675,000	128,100	1,010,000	201,200	1,211,200	4,525,000	83.83%	2039
2040	610,000	102,400	945,000	162,100	1,107,100	3,580,000	87.21%	2040
2041	530,000	79,600	875,000	125,700	1,000,700	2,705,000	90.34%	2041
2042	450,000	60,000	805,000	92,100	897,100	1,900,000	93.21%	2042
2043	375,000	43,500	735,000	61,300	796,300	1,165,000	95.84%	2043
2044	375,000	28,500	640,000	33,800	673,800	525,000	98.12%	2044
2045	525,000	10,500	525,000	10,500	535,500	0	100.00%	2045
	8,125,000	4,293,355	27,988,753	8,544,984	36,533,737			

City of Platteville, Wisconsin
Schedule of Bonded Indebtedness
Revenue Debt Secured by Water Revenues
(As of 12/18/2025)

Taxable Private LSL Replacement (SDWF) 1) Series 2024								
Dated	08/28/2024							
Amount	\$42,535							
Maturity	05/01							
Calendar Year Ending	Principal	Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2026	0	106	0	106	106	42,535	.00%	2026
2027	4,206	101	4,206	101	4,307	38,329	9.89%	2027
2028	4,216	91	4,216	91	4,307	34,113	19.80%	2028
2029	4,227	80	4,227	80	4,307	29,886	29.74%	2029
2030	4,237	69	4,237	69	4,307	25,648	39.70%	2030
2031	4,248	59	4,248	59	4,307	21,400	49.69%	2031
2032	4,259	48	4,259	48	4,307	17,142	59.70%	2032
2033	4,269	38	4,269	38	4,307	12,872	69.74%	2033
2034	4,280	27	4,280	27	4,307	8,592	79.80%	2034
2035	4,291	16	4,291	16	4,307	4,301	89.89%	2035
2036	4,301	5	4,301	5	4,307	0	100.00%	2036
	42,535	640	42,535	640	43,175			

1) Pursuant to the Wisconsin Capital Finance Office, Project No. 4881-10, the amount of disbursements as of October 1, 2025 is \$21,173.85.

City of Platteville, Wisconsin
Schedule of Bonded Indebtedness
Non-General Obligation Debt Secured by Annual Appropriation
(As of 12/18/2025)

Revenue Bond TID 6 Promissory Note Series 2013								
Dated	09/12/2013							
Amount	\$2,000,000							
Maturity	09/12							
Calendar Year Ending	Principal	Interest	Total Principal	Total Interest	Total P & I	Principal Outstanding	% Paid	Calendar Year Ending
2026	195,652	8,419	195,652	8,419	204,071	0	100.00%	2026
	195,652	8,419	195,652	8,419	204,071			

OVERLAPPING DEBT¹

Taxing District	2025 Equalized Value ²	% In City	Total G.O. Debt ³	City's Proportionate Share
Grant County	\$5,708,976,400	17.6000%	\$17,280,000	\$3,041,280
Southwest Tech College	15,833,614,719	6.3500%	16,950,000	1,076,325
Platteville School District	1,508,224,594	66.6200%	38,625,000	<u>25,731,975</u>
City's Share of Total Overlapping Debt				<u><u>\$29,849,580</u></u>

DEBT RATIOS

	G.O. Debt	Debt/Equalized Value \$1,004,711,500 ²	Debt/ Per Capita 11,614 ⁴
Total General Obligation Debt	\$27,988,753	2.79%	\$2,409.92
City's Share of Total Overlapping Debt	<u>29,849,580</u>	<u>2.98%</u>	<u>2,570.14</u>
Total	\$57,838,333	5.77%	\$4,980.06

¹Overlapping debt is as of the dated date of the Bonds. Only those taxing jurisdictions with general obligation debt outstanding are included in this section.

²Includes tax increment valuation.

³Outstanding debt based on information obtained on EMMA, Wisconsin Department of Revenue, Wisconsin Department of Public Instruction and the Municipal Advisor's records.

⁴Estimated 2025 population.

TAX LEVIES AND COLLECTIONS

TAX LEVIES AND COLLECTIONS

Tax Year	Levy for City Purposes Only	% Collected	Levy/Equalized Value Reduced by Tax Increment Valuation in Dollars per \$1,000
2020/21	\$4,733,566	100%	\$7.44
2021/22	4,862,980	100%	7.32
2022/23	5,159,644	100%	6.81
2023/24	5,048,258	100%	5.97
2024/25	5,388,319	100%	6.09

Property tax statements are distributed to taxpayers by the town, village, and city treasurers in December of the levy year. Current state law requires counties to pay 100% of the real property taxes levied to cities, villages, towns, school districts and other taxing entities on or about August 20 of the collection year.

Special assessments, special charges and special taxes must be paid to the town, city or village treasurer in full by January 31, unless the municipality, by ordinance, permits special assessments to be paid in installments. Real property taxes must be paid in full by January 31 or in two equal installments by January 31 and July 31. Alternatively, municipalities may adopt a payment plan which permits real property taxes to be paid in three or more equal installments, provided that the first installment is paid by January 31, one-half of the taxes are paid by April 30 and the remainder is paid by July 31. Amounts paid on or before January 31 are paid to the town, city or village treasurer. Amounts paid after January 31, are paid to the county treasurer unless the municipality has authorized payment in three or more installments in which case payment is made to the town, city or village treasurer. On or before January 15 and February 20 the town, city or village treasurer settles with other taxing jurisdictions for all collections through December and January, respectively. In municipalities which have authorized the payment of real property taxes in three or more installments, the town, city or village treasurer settles with the other taxing jurisdictions on January 15, February 20 and on the fifteenth day of each month following the month in which an installment payment is required. On or before August 20, the county treasurer must settle in full with the underlying taxing districts for all real property taxes and special taxes. Any county board may authorize its county treasurer to also settle in full with the underlying taxing districts for all special assessments and special charges. The county may then recover any tax delinquencies by enforcing the lien on the property and retain any penalties or interest on the delinquencies for which it has settled. Previously, personal property taxes were required to be paid to the town, city or village treasurer in full by January 31. Uncollected personal property taxes owed by an entity that had ceased operations or filed a petition for bankruptcy, or were due on personal property that had been removed from the next assessment roll were formerly collected from each taxing entity in the year following the levy year. The personal property tax has been repealed, starting with the property tax assessments as of January 1, 2024. Beginning in 2025, the personal property tax has been replaced with a payment from the State intended to replace the amount of property taxes imposed on personal property for the property tax assessments as of January 1, 2023.

PROPERTY TAX RATES

Full value rates for property taxes expressed in dollars per \$1,000 of equalized value (excluding tax increment valuation) that have been collected in recent years have been as follows:

Year Levied/ Year Collected	Schools¹	County	Local	Total
2020/21	\$10.25	\$3.44	\$7.44	\$21.13
2021/22	9.18	3.34	7.32	19.84
2022/23	8.64	3.35	6.81	18.80
2023/24	8.51	3.26	5.97	17.74
2024/25	7.90	3.06	6.09	17.05

Source: Property Tax Rates were extracted from Statement of Taxes prepared by the Wisconsin Department of Revenue, Division of State and Local Finance.

LEVY LIMITS

Section 66.0602 of the Wisconsin Statutes, imposes a limit on property tax levies by cities, villages, towns and counties. No city, village, town or county is permitted to increase its tax levy by a percentage that exceeds its valuation factor (which is defined as a percentage equal to the greater of either the percentage change in the political subdivision's January 1 equalized value due to new construction less improvements removed between the previous year and the current or zero percent; for a tax incremental district created after December 31, 2024, the valuation factor includes 90% of the equalized value increase due to new construction that is located in a tax incremental district, but does not include any improvements removed in a tax incremental district). The base amount in any year to which the levy limit applies is the actual levy for the immediately preceding year. In 2018, and in each year thereafter, the base amount is the actual levy for the immediately preceding year plus the amount of the payment from the State under Section 79.096 of the Wisconsin Statutes (an amount equal to the property taxes formerly levied on certain items of personal property), and the levy limit is the base amount multiplied by the valuation factor, minus the amount of the payment from the State under Section 79.096 of the Wisconsin Statutes. This levy limitation is an overall limit, applying to levies for operations as well as for other purposes.

A political subdivision that did not levy its full allowable levy in the prior year can carry forward the difference between the allowable levy and the actual levy, up to a maximum of 1.5% of the prior year's actual levy. The use of the carry forward levy adjustment needs to be approved by a majority vote of the political subdivision's governing body (except in the case of towns) if the amount of carry forward levy adjustment is less than or equal to 0.5% and by a super majority vote of the political subdivision's governing body (three-quarters vote if the governing body is comprised of five or more members, two-thirds vote if the governing body is comprised of fewer than five members) (except in the case of towns) if the amount of the carry forward levy adjustment is greater than 0.5% up to the maximum increase of 1.5%. For towns, the use of the carry forward levy adjustment needs to be approved by a majority vote of the annual town meeting or special town meeting after the town board has adopted a resolution in favor of the adjustment by a majority vote if the amount of carry forward levy adjustment is less than or equal to 0.5% or by two-thirds vote or more if the amount of carry forward levy adjustment is greater than 0.5% up to the maximum of 1.5%.

Beginning with levies imposed in 2015, if a political subdivision does not make an adjustment in its levy as described in the above paragraph in the current year, the political subdivision may increase its levy by the aggregate amount

¹The Schools tax rate reflects the composite rate of all local school districts and technical college district.

of the differences between the political subdivision's valuation factor in the previous year and the actual percent increase in a political subdivision's levy attributable to the political subdivision's valuation factor in the previous year, for the five years before the current year, less any amount of such aggregate amount already claimed as an adjustment in any of the previous five years. The calculation of the aggregate amount available for such adjustment may not include any year before 2014, and the maximum adjustment allowed may not exceed 5%. The use of the adjustment described in this paragraph requires approval by a two-thirds vote of the political subdivision's governing body, and the adjustment may only be used if the political subdivision's level of outstanding general obligation debt in the current year is less than or equal to the political subdivision's level of outstanding general obligation debt in the previous year.

Special provisions are made with respect to property taxes levied to pay general obligation debt service. Those are described below. In addition, the statute provides for certain other adjustments to and exclusions from the tax levy limit. Among the exclusions, Section 66.0602(3)(e)5. of the Wisconsin Statutes provides that the levy limit does not apply to "the amount that a political subdivision levies in that year to make up any revenue shortfall for the debt service on a revenue bond issued under Section 66.0621 by that political subdivision." Recent positions taken by the Wisconsin Department of Revenue ("DOR") call into question the availability of this exception if the revenue shortfall is planned or ongoing. To date, such DOR positions have not been expressed formally in a declaratory ruling under Section 227.41(5)(a) of the Wisconsin Statutes, nor have they been the subject of any court challenge or resulting court ruling.

With respect to general obligation debt service, the following provisions are made:

(a) If a political subdivision's levy for the payment of general obligation debt service, including debt service on debt issued or reissued to fund or refund outstanding obligations of the political subdivision and interest on outstanding obligations of the political subdivision, on debt originally issued before July 1, 2005, is less in the current year than in the previous year, the political subdivision is required to reduce its levy limit in the current year by the amount of the difference between the previous year's levy and the current year's levy.

(b) For obligations authorized before July 1, 2005, if the amount of debt service in the preceding year is less than the amount of debt service needed in the current year, the levy limit is increased by the difference between the two amounts. This adjustment is based on scheduled debt service rather than the amount actually levied for debt service (after taking into account offsetting revenues such as sales tax revenues, special assessments, utility revenues, tax increment revenues or surplus funds). Therefore, the levy limit could negatively impact political subdivisions that experience a reduction in offsetting revenues.

(c) The levy limits do not apply to property taxes levied to pay debt service on general obligation debt authorized on or after July 1, 2005.

The Bonds will be authorized pursuant to Section 66.0621, Wisconsin Statutes, and may be subject to the special provisions described above.

REVENUE FROM THE STATE

In addition to local property taxes described above, a number of state programs exist which provide revenue to the City. One such program is commonly known as shared revenue which, pursuant to sec. 79.036, Wis. Stats., provides funding to the City that can be used for any public purpose. Chapter 79, Wis. Stats. includes other revenue sharing programs, which each have their own requirements. 2023 Wisconsin Act 12 ("Act 12") created a supplement to shared revenue, with payments to the City beginning in 2024. This supplemental shared revenue may be used only for the purposes specified in section 79.037, Wis. Stats. In 2025, the City received approximately \$3,287,100 in shared revenue under Chapter 79, Wis. Stats., an increase from the approximately \$3,199,400 received in 2024. The City is expected to receive approximately \$3,376,600 in shared revenue under Chapter 79, Wis. Stats. in 2026. In future years, the amount of supplemental shared revenue could grow if State sales tax collections grow.

THE ISSUER

CITY GOVERNMENT

The City was incorporated in 1876 and is governed by a City Manager form of government with a Council President and six member Common Council. All Council Members are elected to overlapping three year terms. The appointed City Manager, Administration Director, City Clerk and Accounting & Finance Manager/Treasurer are responsible for administrative details and financial records.

EMPLOYEES; PENSIONS

The City employs a staff of 74 full-time, 19 part-time, and 29 seasonal employees. All eligible employees in the City are covered under the Wisconsin Retirement System ("WRS") established under Chapter 40 of the Wisconsin Statutes ("Chapter 40"). The WRS is a cost-sharing multiple-employer defined benefit pension plan. The Department of Employee Trust Funds ("ETF") administers the WRS. Required contributions to the WRS are determined by the ETF Board pursuant to an annual actuarial valuation in accordance with Chapter 40 and the ETF's funding policies. The ETF Board has stated that its funding policy is to (i) ensure funds are adequate to pay benefits; (ii) maintain stable and predictable contribution rates for employers and employees; and (iii) maintain inter-generational equity to ensure the cost of the benefits is paid for by the generation that receives the benefits.

City employees are generally required to contribute half of the actuarially determined contributions, and the City generally may not pay the employees' required contribution. During the fiscal year ended December 31, 2022, the fiscal year ended December 31, 2023 and the fiscal year ended December 31, 2024 ("Fiscal Year 2024"), the City's portion of contributions to WRS (not including any employee contributions) totaled \$362,189, \$411,211 and \$462,269, respectively.

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

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

Under GASB 68, each participating employer in a cost-sharing pension plan must report the employer's proportionate share of the net pension liability or net pension asset of the pension plan. Accordingly, for Fiscal Year 2024, the City reported a liability of \$456,011 for its proportionate share of the net pension liability of the WRS. The net pension liability was measured as of December 31, 2023 based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. The City's proportion was 0.03067051% of the aggregate WRS net pension liability as of December 31, 2023.

The calculation of the total pension liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. Such changes may have a significant impact on the calculation of net pension liability of the WRS, which may also cause the ETF Board to change the contribution requirements for employers and employees. For more detailed information regarding the WRS and such actuarial assumptions, see Note 10 in "APPENDIX A - FINANCIAL STATEMENTS" attached hereto.

Recognized and Certified Bargaining Units

All eligible City personnel are covered by the Municipal Employment Relations Act ("MERA") of the Wisconsin Statutes. Pursuant to that law, employees have rights to organize and collectively bargain with municipal employers. MERA was amended by 2011 Wisconsin Act 10 (the "Act") and by 2011 Wisconsin Act 32, which altered the collective bargaining rights of public employees in Wisconsin.

As a result of the 2011 amendments to MERA, the City is prohibited from bargaining collectively with municipal employees, other than public safety and transit employees, with respect to any factor or condition of employment except total base wages. Even then, the City is limited to increasing total base wages beyond any increase in the consumer price index since 180 days before the expiration of the previous collective bargaining agreement (unless City were to seek approval for a higher increase through a referendum). Ultimately, the City can unilaterally implement the wages for a collective bargaining unit.¹

Under the changes to MERA, impasse resolution procedures were removed from the law for municipal employees of the type employed by the City, including binding interest arbitration. Strikes by any municipal employee or labor organization are expressly prohibited. Furthermore, if strikes do occur, they may be enjoined by the courts. Additionally, because the only legal subject of bargaining is total base wages, all bargaining over items such as just cause, benefits, and terms of conditions of employment are prohibited and cannot be included in a collective bargaining agreement. Impasse resolution for public safety employees and transit employees is subject to final and binding arbitration procedures, which do not include a right to strike. Interest arbitration is available for transit employees if certain conditions are met.

The following bargaining unit represents employees of the City:

Bargaining Unit	Expiration Date of Current Contract
Wisconsin Professional Police Association	December 31, 2026

OTHER POST EMPLOYMENT BENEFITS

The City provides "other post-employment benefits" ("OPEB") (i.e., post-employment benefits, other than pension benefits, owed to its employees and former employees) to employees who have terminated their employment with the and have satisfied specified eligibility standards through a single-employer defined benefit plan. Membership of the plan consisted of four retirees receiving benefits and 68 active plan members as of December 31, 2021, the date of the latest actuarial valuation.

¹On July 3, 2024, a Wisconsin circuit court judge issued a decision in the case *Abbotsford Education Association vs. Wisconsin Employment Relations Commission*, Case No. 2023CV3152, denying the Wisconsin State Legislature's intervening motion to dismiss the plaintiffs' challenge to the different classifications the Act created regarding collective bargaining rights. The court's order denying the motion to dismiss stated that the Act violates the equal protection clause of the Wisconsin Constitution and declared those provisions of the Act relating to collective bargaining modifications unconstitutional and void. The decision further instructed the parties to make additional filings to the court as to whether the court should issue judgment on the pleadings in light of the court's order or take some other action to bring the case to a final judgment. On December 2, 2024, the court issued an order granting the plaintiffs' motion for judgment on the pleadings and striking down substantial portions of the Act. The court's decision has been appealed to the Wisconsin Court of Appeals. On January 23, 2025, the court granted a motion to stay the decision pending outcome of the appeal. No guarantee can be made regarding the outcome of the matter.

OPEB calculations are required to be updated every two years. Prior to fiscal years beginning after June 15, 2017, OPEB calculations were required to be prepared in accordance with Statement No. 45 of the Governmental Accounting Standards Board ("GASB 45") regarding retiree health and life insurance benefits, and related standards. For fiscal years beginning after June 15, 2017, OPEB calculations are required to be prepared in accordance with Statement No. 75 of the Governmental Accounting Standards Board ("GASB 75").

For Fiscal Year 2024, the City's contributions for the plan totaled \$19,247. The City's current funding practice is to pay the amount of benefits due in a given year on a "pay-as-you-go" basis.

Under GASB 75, a net OPEB liability (or asset) is calculated as the difference between the plan's total OPEB liability and the plan's fiduciary net position, which terms have similar meanings as under GASB 68 for pension plans.

As of December 31, 2024, the plan's total OPEB liability was \$582,608 and the plan fiduciary net position was \$0, resulting in a net OPEB liability of \$582,608.

The calculation of the total OPEB liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. For more detailed information, see "APPENDIX A - FINANCIAL STATEMENTS" attached hereto.

The City also provides OPEB through the Local Retiree Life Insurance Fund ("LRLIF"), which is a cost-sharing multiple-employer defined benefit plan established by Chapter 40. The ETF and the Group Insurance Board have statutory authority for program administration and oversight, including establishing contribution requirements for employers.

For Fiscal Year 2024, the City's portion of contributions to the LRLIF totaled \$1,626. For Fiscal Year 2024, the City reported a liability of \$367,270 for its proportionate share of the net OPEB asset of the LRLIF. The net OPEB liability was measured as of December 31, 2023 based on the City's share of contributions to the LRLIF relative to the contributions of all participating employers. The City's proportion was 0.07983000% of the aggregate LRLIF net OPEB liability as of December 31, 2023.

The calculation of the total OPEB liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. Such changes may have a significant impact on the calculation of the net OPEB liability of the LRLIF, which may also cause ETF to change the contribution requirements for employers and employees. For more detailed information, see Note 8 in "APPENDIX A - FINANCIAL STATEMENTS" attached hereto.

LITIGATION

There is no litigation threatened or pending questioning the organization or boundaries of the City or the right of any of its officers to their respective offices or in any manner questioning their rights and power to execute and deliver the Bonds or otherwise questioning the validity of the Bonds.

MUNICIPAL BANKRUPTCY

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

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

Nevertheless, there can be no assurance (a) that State law will not change in the future, while the Notes are outstanding, in a way that would allow the City to file for bankruptcy relief under Chapter 9 of the Bankruptcy Code; or (b) even absent such a change in State law, that an executive order or other executive action could not effectively authorize the City to file for relief under Chapter 9. If, in the future, the City were to file a bankruptcy case under Chapter 9, the relevant bankruptcy court would need to consider whether the City could properly do so, which would involve questions regarding State law authority as well as other questions such as whether the City is a municipality for bankruptcy purposes. If the relevant bankruptcy court concluded that the City could properly file a bankruptcy case, and that determination was not reversed, vacated, or otherwise substantially altered on appeal, then the rights of holders of the Notes could be modified in bankruptcy proceedings. Such modifications could be adverse to holders of the Notes, and there could ultimately be no assurance that holders of the Notes would be paid in full or in part on the Notes. Further, under such circumstances, there could be no assurance that the Notes would not be treated as general, unsecured debt by a bankruptcy court, meaning that claims of holders of the Notes could be viewed as having no priority (a) over claims of other creditors of the City; (b) to any particular assets of the City, or (c) to revenues otherwise designated for payment to holders of the Notes.

Moreover, if the City were determined not to be a "municipality" for the purposes of the Bankruptcy Code, no representations can be made regarding whether it would still be eligible for voluntary or involuntary relief under Chapters of the Bankruptcy Code other than Chapter 9 or under similar federal or state law or equitable proceeding regarding insolvency or providing for protection from creditors. In any such case, there can be no assurance that the consequences described above for the holders of the Notes would not occur.

FUNDS ON HAND (as of October 31, 2025)

Fund	Total Cash and Investments
City/Library/Cemetery	\$7,450,796
Airport	544,147
WHNCP	14,646
Community Development	240,460
Water and Sewer Utility	9,630,635
Debt Service	<u>578,108</u>
Total Funds on Hand	<u><u>\$7,450,796</u></u>

ENTERPRISE FUNDS

Revenues available for debt service for the City's enterprise funds have been as follows as of December 31 each year:

	2022 Audited	2023 Audited	2024 Audited
Water			
Total Operating Revenues	\$2,601,513	\$2,721,347	\$2,769,594
Less: Operating Expenses	<u>(1,565,167)</u>	<u>(1,713,808)</u>	<u>(1,741,749)</u>
Operating Income	\$1,685,183	\$1,007,539	\$1,027,845
Plus: Depreciation	<u>544,182</u>	<u>560,589</u>	<u>566,205</u>
Revenues Available for Debt Service	<u><u>\$1,685,887</u></u>	<u><u>\$1,568,128</u></u>	<u><u>\$1,594,050</u></u>
Sewer			
Total Operating Revenues	\$2,923,881	\$2,818,846	\$3,319,117
Less: Operating Expenses	<u>(1,866,451)</u>	<u>(2,114,110)</u>	<u>(2,138,656)</u>
Operating Income	\$1,057,430	\$704,736	\$1,180,461
Plus: Depreciation	<u>587,138</u>	<u>630,230</u>	<u>654,142</u>
Revenues Available for Debt Service	<u><u>\$1,644,568</u></u>	<u><u>\$1,334,966</u></u>	<u><u>\$1,834,603</u></u>

SUMMARY GENERAL FUND INFORMATION

The following are summaries of the revenues and expenditures and fund balances for the City's General Fund. These summaries are not purported to be the complete audited financial statements of the City, and potential purchasers should read the included financial statements in their entirety for more complete information concerning the City. Copies of the complete statements are available upon request. Appendix A includes the 2024 audited financial statements.

COMBINED STATEMENT	FISCAL YEAR ENDING DECEMBER 31				2025 Adopted Budget 1)
	2021 Audited	2022 Audited	2023 Audited	2024 Audited	
Revenues					
Taxes & special assessments	\$3,155,114	\$3,359,031	\$3,760,675	\$3,484,993	\$3,960,671
Intergovernmental	3,805,833	3,941,475	3,840,810	4,465,304	4,849,863
Licenses and permits	113,506	116,498	132,744	69,149	91,740
Fines and forfeitures	119,675	109,736	153,477	134,840	147,500
Public charges for services	758,377	898,432	921,780	850,646	665,466
Interest income	13,663	82,614	346,553	495,185	431,710
Loan repayments	12,565	12,565	12,565	12,565	12,565
Miscellaneous	193,409	188,773	259,215	143,054	112,241
Total Revenues	\$8,172,142	\$8,709,124	\$9,427,819	\$9,655,736	\$10,271,756
Expenditures					
Current:					
General government	\$1,369,451	\$1,420,199	\$1,518,046	\$1,622,128	\$1,615,622
Public safety	3,120,230	3,341,761	3,567,823	3,823,453	4,086,403
Public works	1,469,668	1,464,168	1,620,686	1,639,643	1,786,896
Health & social services	108,224	112,887	121,809	137,282	180,762
Leisure activities	1,822,845	1,900,970	2,082,897	2,148,142	2,237,034
Conservation and development	318,962	345,218	342,942	345,493	365,039
Capital outlay	38,242	39,900	0	412,141	0
Total Expenditures	\$8,247,622	\$8,625,103	\$9,254,203	\$10,128,282	\$10,271,756
Excess of revenues over (under) expenditures	(\$75,480)	\$84,021	\$173,616	(\$472,546)	\$0
Other Financing Sources (Uses)					
Proceeds from sale of capital assets	\$43,864	\$4,681	\$74,314	\$23,532	
Transfers to other funds	(326,602)	(558,738)	(572,496)	(580,837)	
Transfers from other funds	0	42,000	12,805	1,034,495	
Transfers from utility-tax equivalent	428,674	408,856	394,520	378,554	
Total Other Financing Sources (Uses)	145,936	(103,201)	(90,857)	855,744	
Net changes in Fund Balances	\$70,456	(\$19,180)	\$82,759	\$383,198	
General Fund Balance January 1	\$4,560,038	\$4,630,494	\$4,611,314	\$4,694,073	
General Fund Balance December 31	\$4,630,494	\$4,611,314	\$4,694,073	\$5,077,271	
DETAILS OF DECEMBER 31 FUND BALANCE					
Nonspendable	\$491,187	\$545,589	\$586,113	\$599,100	
Restricted	458,412	460,718	546,781	551,449	
Assigned	626,081	580,656	1,012,914	1,050,088	
Unassigned	3,054,814	3,024,351	2,548,265	2,876,634	
Total	\$4,630,494	\$4,611,314	\$4,694,073	\$5,077,271	

¹⁾ The 2025 budget was adopted on November 26, 2024.

GENERAL INFORMATION

LOCATION

The City, with a 2020 U.S. Census population of 11,836 and a current estimated population of 11,614 comprises an area of 6.14 square miles in Grant County in southwest Wisconsin.

LARGER EMPLOYERS¹

Larger employers in the City include the following:

Firm	Type of Business/Product	Estimated No. of Employees
University of Wisconsin-Platteville	Education	811
Southwest Health Center Inc.	General Medical/Surgical Hospital	475
Wal-Mart	Retail	330
Heartland Healthcare (Now Edenbrook)	Skilled nursing care	250
School District of Platteville	Elementary and secondary education	217
Belcan	Software services	200
Hypro Inc.	Precision machining and fabrication	155
Menards	Retail home center	128
The City	Municipal government	122
Edenbrook Platteville	Skilled nursing care	120

Source: Data Axle Reference Solutions, written and telephone survey, Wisconsin Manufacturers Register, and the Wisconsin Department of Workforce Development.

¹This does not purport to be a comprehensive list and is based on available data obtained through a survey of individual employers, as well as the sources identified above.

BUILDING PERMITS (as of October 31, 2025)

	2021	2022	2023	2024	2025
<u>New Single Family Homes</u>					
No. of building permits	12	1	12	2	1
Valuation	\$2,494,000	\$744,000	\$2,605,000	\$575,000	\$600,000
<u>New Multiple Family Buildings</u>					
No. of building permits	1	0	7	1	0
Valuation	\$620,000	\$0	\$1,627,500	\$175,000	\$0
<u>New Commercial/Industrial</u>					
No. of building permits	0	5	5	4	2
Valuation	\$0	\$9,219,485	\$7,051,865	\$28,018,718	\$16,634,230
<u>All Building Permits</u> (including additions and remodelings)					
No. of building permits	256	237	240	197	1,757
Valuation	\$11,302,521	\$17,760,486	\$19,201,320	\$32,417,086	\$107,442,904

Source: The City.

U.S. CENSUS DATA

Population Trend: The City

2010 U.S. Census Population	11,224
2020 U.S. Census Population	11,836
Percent of Change 2010 - 2020	5.45%
2025 Estimated Population	11,614

Income and Age Statistics

	The City	Grant County	State of Wisconsin	United States
2023 per capita income	\$24,540	\$33,079	\$42,019	\$43,289
2023 median household income	\$42,667	\$64,349	\$75,670	\$78,538
2023 median family income	\$91,528	\$85,715	\$97,261	\$96,922
2023 median gross rent	\$885	\$812	\$1,045	\$1,348
2023 median value owner occupied units	\$186,900	\$186,300	\$247,400	\$303,400
2023 median age	23.1 yrs.	36.9 yrs.	40.1 yrs.	38.7 yrs.

	State of Wisconsin	United States
City % of 2023 per capita income	58.40%	56.69%
City % of 2023 median family income	94.11%	94.43%

Housing Statistics

	<u>The City</u>		
	2020	2023	Percent of Change
All Housing Units	4,423	4,449	0.59%

Source: 2010 and 2020 Census of Population and Housing, Wisconsin Demographic Services Center (<https://doa.wi.gov/Pages/LocalGovtsGrants/PopulationEstimates.aspx>) and 2023 American Community Survey (Based on a five-year estimate), U.S. Census Bureau (<https://data.census.gov/cedsci>).

EMPLOYMENT/UNEMPLOYMENT DATA

Rates are not compiled for individual communities with populations under 25,000.

	<u>Average Employment</u>	<u>Average Unemployment</u>	
Year	Grant County	Grant County	State of Wisconsin
2021	26,548	3.0%	3.8%
2022	26,438	2.6%	2.8%
2023	26,107	2.7%	2.8%
2024, ¹	26,026	3.0%	3.0%
2025, August ¹	24,696	3.2%	3.2%

Source: Wisconsin Department of Workforce Development.

¹Preliminary.

FINANCIAL STATEMENTS

Potential purchasers should read the included financial statements in their entirety for more complete information concerning the City's financial position. Such financial statements have been audited by the Auditor, to the extent and for the periods indicated thereon. The City has not requested or engaged the Auditor to perform, and the Auditor has not performed, any additional examination, assessments, procedures or evaluation with respect to such financial statements since the date thereof or with respect to this Official Statement, nor has the City requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the City since the date of the financial statements, in connection with the issuance of the Bonds, the City represents that there have been no material adverse change in the financial position or results of operations of the City, nor has the City incurred any material liabilities, which would make such financial statements misleading.

Copies of the complete audited financial statements for the past three years and the current budget are available upon request from Ehlers.



CITY OF PLATTEVILLE, WISCONSIN
FINANCIAL STATEMENTS
Including Independent Auditor's Report
As of and for the year ended December 31, 2024

Johnson Block & Company, Inc.
Certified Public Accountants
2500 Business Park Road
Mineral Point, Wisconsin 53565
(608) 987-2206

CITY OF PLATTEVILLE, WISCONSIN
DECEMBER 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Platteville
Platteville, Wisconsin

Report on the Audit of the Financial Statements

Opinions

We have audited the 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 the City of Platteville, Wisconsin ("City"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements 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 the City, as of December 31, 2024, 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.

Basis of Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to the financial audits contained in *Government Auditing Standards (GAS)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *GAS* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *GAS*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Emphasis of Matter

As discussed in Note 1 to the financial statements, a prior period adjustment was recorded as of January 1, 2024 in the Water and Sewer Utility. Our opinions are not modified with respect to this matter.

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, the Local Retiree Life Insurance Fund schedules, the Schedule of Changes in the City's Total OPEB Liability and Related Ratios, and Wisconsin Retirement System schedules be presented to supplement the basic financial statements. Such information is the responsibility of management, and although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

Supplementary Information

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

The combining nonmajor fund financial statements 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements are fairly stated in all material respects in relation to the financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the schedule of insurance and other utility information, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Report on Summarized Comparative Information

We have previously audited the City's 2023 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information in our report dated June 25, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we will also issue a report on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Johnson Block & Company, Inc.

Johnson Block & Company, Inc.
June 3, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

On behalf of Platteville's management team, I am pleased to offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2024. We encourage readers to consider the information presented here in conjunction with additional information that can be found in our annual audit report issued by Johnson Block and Company, Inc. Copies may be obtained at the Municipal Building at 75 North Bonson St. or the City Web Site at www.platteville.org.

Financial Highlights

- The assets of the City of Platteville exceeded its liabilities as of December 31, 2024. The total net position of the City is categorized by investment in capital assets (i.e. land, buildings, infrastructure, machinery and equipment), net of related debt used to acquire these assets still outstanding, restricted net position (resources subject to external restrictions on how they may be used) and unrestricted net position (may be used to meet the City's ongoing obligations to citizens and creditors). Over the last two years, the following changes have occurred:

<u>Year</u>	<u>Net Position*</u>	<u>\$ Change (+/-)</u>
2024	\$81,586,782	\$ 3,459,562
2023	\$78,127,220	\$ 1,648,252

**see Statement of Net Position, Page 16*

- As of December 31, 2024, the City of Platteville's governmental activities reported total current assets of \$21,796,723 (page 15, Exhibit A-1). This compares to the prior year as follows:

<u>Year</u>	<u>Current Assets</u>	<u>\$ Change (+/-)</u>
2024	\$21,845,043	\$ 5,514,627
2023	\$16,330,416	\$ 710,394

About 70.9 percent of this total, or \$15,489,079 represents cash and investments.

- The City's general fund balance increased by \$383,198 from 2023 to 2024. In the past 2 years, changes have been as follows:

<u>Year</u>	<u>General Fund Bal.</u>	<u>% Change (+/-)</u>
2024	\$5,077,271	8.16%
2023	\$4,694,073	1.79%

**Exhibit A-3, Page 18*

- In 2024, the City's long-term obligations increased by \$3,400,943, as compared to a decrease of \$904,931 during 2023 (page 50). General obligation bonds of \$5,900,000 and revenue bonds of \$4,024,221 were issued in 2024.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an overview of the City of Platteville's basic financial statements. These basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition, this report contains supplementary information.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Platteville's finances, in a manner similar to a private-sector business.

The *statement of net position (Exhibit A-1)* presents information on all of the City of Platteville's assets and liabilities, with the difference between the two reported as *net position (pages 15 - 16)*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Platteville is improving or deteriorating.

The *statement of activities (Exhibit A-2)* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the City of Platteville that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Platteville include general government, public safety, public works, community enrichment services, and conservation and development. The business-type activities of the City of Platteville include the Water and Wastewater Utility.

The government-wide financial statements include not only the City of Platteville itself (known as the *primary government*), but also a legally separate Housing Authority for which the City of Platteville is financially accountable. Financial information for this *component unit* is reported separately from the financial information presented for the primary government itself. A separate audited financial statement report is also issued for the Housing Authority.

The government-wide financial statements can be found on pages 15-17 of this report. Supplementary information is included starting on page 88.

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

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing 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 financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Platteville maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. Major categories include the General Fund, the Capital Projects Fund, and Fire Facility.

The basic governmental fund financial statements can be found on pages 18-22 of this report.

Proprietary funds. Proprietary funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Platteville Water and Sewer Utility, which is considered to be a major fund of the City of Platteville.

The basic proprietary fund financial statements can be found on pages 23-27 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City of Platteville's programs. The fiduciary fund maintained by the City of Platteville is the Tax Collection Fund which records the tax roll and tax collections for other taxing jurisdictions within the City of Platteville.

The basic fiduciary fund financial statements can be found on pages 28-29 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 30-79 of this report.

Other information. In addition to the basic financial statements and accompanying notes, *required supplementary information* presents a detailed budgetary comparison schedule for the General Fund, information on the Wisconsin Retirement System pension plan, and information on the City's OPEB plans for the Local Retiree Insurance Fund and retiree health insurance. The budgetary comparison schedules, Wisconsin Retirement System Schedules, and OPEB Schedules are on pages 80-87. The budgetary comparison schedules demonstrate compliance with the budget and complements the statement included in the basic governmental fund financial statements. The Wisconsin Retirement System, Local Retiree Life Insurance Fund, and retiree health insurance schedules present 10-year plan trend information.

The combining statements referred to earlier in connection with non-major governmental funds and other information related to the individual funds is presented immediately following the required supplementary information. Individual fund statements and schedules can be found on pages 88-91 of this report.

Government-wide Financial Analysis

Changes in net position can serve as a useful indicator of a government's financial position over time. In the case of the City of Platteville, assets and deferred outflows of resources exceeded liabilities and deferred inflow of resources by \$78,127,220 at the close of 2023, which increased to \$81,586,782 at the end of 2024.

TABLE 1: CITY OF PLATTEVILLE'S NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current/other assets	\$ 22,985,408	\$ 18,332,793	\$ 13,171,804	\$ 11,210,359	\$ 36,157,212	\$ 29,543,152
Capital Assets	58,279,228	58,295,938	43,322,069	40,275,846	101,601,297	98,571,784
Total Assets	\$ 81,264,636	\$ 76,628,731	\$ 56,493,873	\$ 51,486,205	\$137,758,509	\$128,114,936
Deferred outflows of resources	\$ 3,770,062	\$ 5,413,727	\$ 720,953	\$ 1,143,957	\$ 4,491,015	\$ 6,557,684
Current Liabilities	\$ 4,264,714	\$ 5,457,885	\$ 2,179,964	\$ 1,701,502	\$ 6,444,678	\$ 7,159,387
Other Liabilities	22,242,734	19,164,395	20,861,286	18,355,184	43,104,020	37,519,579
Total Liabilities	\$ 26,507,448	\$ 24,622,280	\$ 23,041,250	\$ 20,056,686	\$ 49,548,698	\$ 44,678,966
Deferred inflows of resources	\$ 10,569,763	\$ 11,047,046	\$ 544,281	\$ 819,388	\$ 11,114,044	\$ 11,866,434
Net Position:						
Net investment						
In capital assets	\$ 43,105,140	\$ 42,414,447	\$ 22,352,913	\$ 21,373,192	\$ 65,458,053	\$ 63,787,639
Restricted	3,666,370	3,369,031	6,528,065	6,072,330	10,194,435	9,441,361
Unrestricted	1,185,977	589,654	4,748,317	4,308,566	5,934,294	4,898,220
Total Net Position	\$ 47,957,487	\$ 46,373,132	\$ 33,629,295	\$ 31,754,088	\$ 81,586,782	\$ 78,127,220

Source: Rows 1-3 Exhibit A-1 page 15, Rows 4-6 page 16, Rows 7-10 page 16

The largest portion of the City of Platteville's net position reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment) less any related outstanding debt against those assets (approximately 80 percent). The City uses these capital assets to provide services to citizens; subsequently these assets are not available for future spending. Although Platteville'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 come from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City of Platteville's net position (approximately 12.5 percent) represents resources that are subject to external restrictions on how they may be used. Any remaining balance of unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors.

Governmental Activities. Governmental activities have the potential to increase or decrease the City's net position during the course of the year. The following chart establishes baseline numbers for comparison in future years.

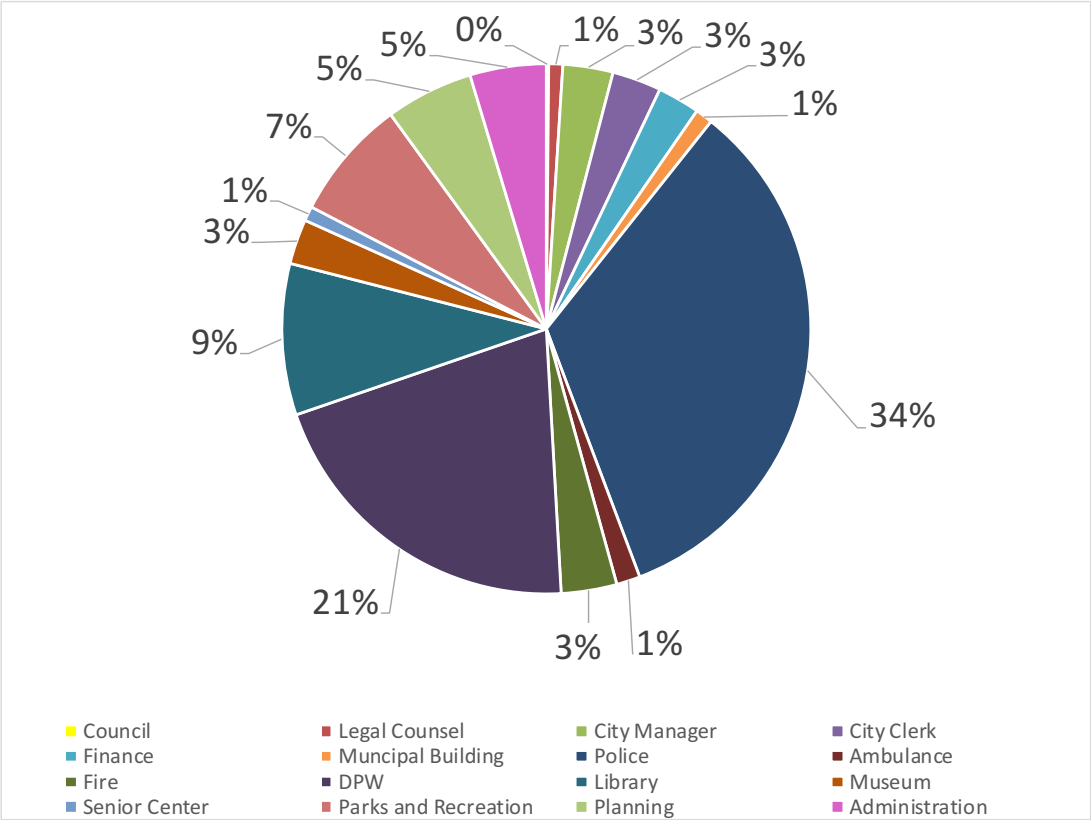
TABLE 2: CITY OF PLATTEVILLE'S PRIMARY GOVERNMENT STATEMENT OF ACTIVITIES

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues						
Program Revenues						
Charges for Service	\$ 2,007,544	\$ 2,036,922	\$ 6,088,711	\$ 5,540,193	\$ 8,096,255	\$ 7,577,115
Operating grants and contributions	2,323,103	2,284,621			2,323,103	2,284,621
Capital grants and contributions	1,730,760	5,239,793	419,163	182,611	2,149,923	5,422,404
Property taxes	7,413,669	6,940,871			7,413,669	6,940,871
Other taxes	356,296	345,721			356,296	345,721
Intergovernmental rev's not restricted to specific programs	3,259,416	2,673,706			3,259,416	2,673,706
Investment income	576,435	409,661	400,299	361,993	976,734	771,654
Other	152,224	50,446	38,141	13,360	190,365	63,806
Total revenues	17,819,447	19,981,741	6,946,314	6,098,157	24,765,761	26,079,898
Expenses						
General Gov't	1,760,070	1,829,176			1,760,070	1,829,176
Public safety	4,196,905	4,103,594			4,196,905	4,103,594
Public works	6,230,076	6,259,969			6,230,076	6,259,969
Hlth & Hum Serv.	148,213	115,441			148,213	115,441
Leisure Activities	2,628,343	2,591,895			2,628,343	2,591,895
Conservation and Development	1,020,530	4,516,593			1,020,530	4,516,593
Interest and Fiscal Charges	619,309	582,168			619,309	582,168
Water and Sewer			4,490,370	4,366,805	4,490,370	4,366,805
Total expenses	16,603,446	19,998,836	4,490,370	4,366,805	21,093,816	24,365,641
Incr.(Decr.) in net position before Transfers	1,216,001	(17,095)	2,455,944	1,731,352	3,671,945	1,714,257
Transfers	368,354	277,549	(368,354)	(277,549)		
Incr.(Decr.) in net position	1,584,355	260,454	2,087,590	1,453,803	3,671,945	1,714,257
Net position – beginning of year	46,373,132	46,112,678	31,754,088	30,300,285	78,127,220	76,412,963
Adjustments to net position			(212,383)		(212,383)	
Adjusted net position	46,373,112	46,112,678	31,541,705	30,300,285	77,914,837	76,412,963
Net position – end of year	\$ 47,957,487	\$ 46,373,132	\$ 33,629,295	\$ 31,754,088	\$ 81,586,782	\$ 78,127,220

Source: Exhibit A-2, Page 17

General Government expenses decreased by \$69,106, or 3.8% from 2023. Public Safety expenses increased by \$93,311, or 2.3% from 2023. Public works expenditures decreased by \$29,893, or 0.5% from 2023. Health and Human Services expenses increased by \$32,772, or 28.4% from 2023. Leisure expenses increased by \$36,448, or 1.4% from 2023. Conservation and development expenses decreased by \$3,496,063, or 77.4% from 2023.

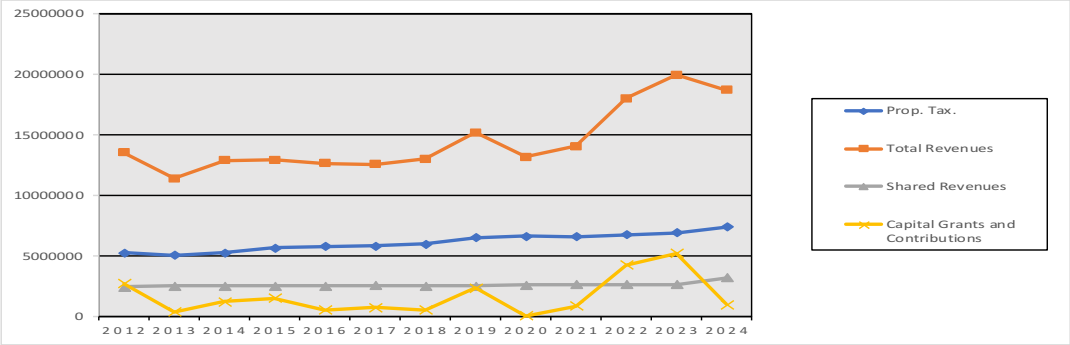
Figure 1: Municipal Expenditures by Major Department as a Percentage Share of Total 2024 Budget



Source: City of Platteville 2024 Budget

In recent years, property taxes have been the largest revenue source for governmental activities, with state shared revenue providing the second largest funding source. However, in 2023, capital grants and contributions provided the second largest funding source mainly due to the City receiving a pass-through grant for approximately \$3,450,000 for construction of a domestic abuse shelter and about \$590,000 in ARPA funding, and other capital grants. Property taxes accounted for approximately 34.7% of total revenues in 2023, and 41.6% in 2024.

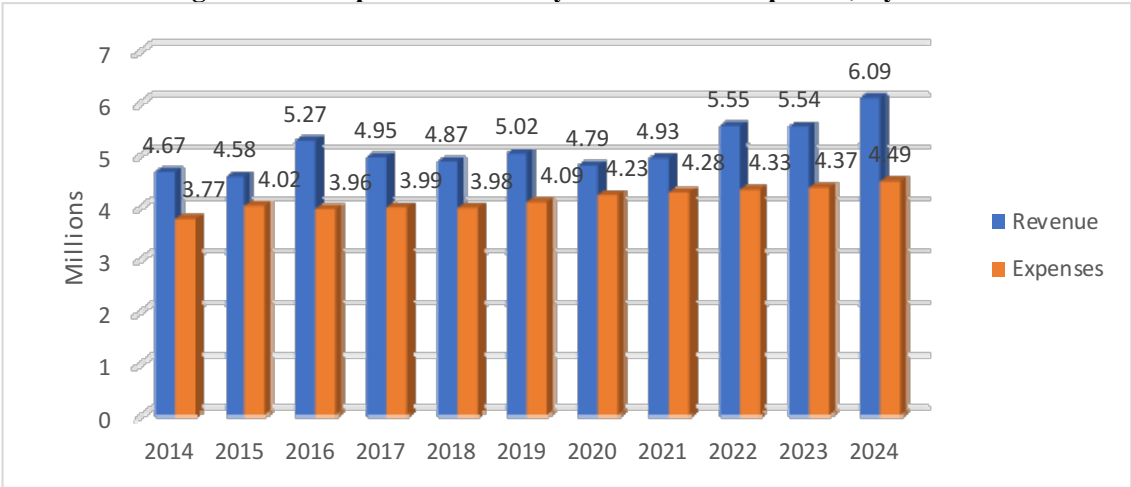
Figure 2: Property Tax Revenue as Compared to Total Revenue



Business-type activities (Proprietary Funds).

In 2024, net position in the proprietary funds increased by \$1,875,207. This compares to a \$1,453,803 increase in 2023. Major water and sewer line replacements and improvements and upgrades to the utility’s facilities increased net position. The Platteville Water and Wastewater Utility is fairly unique in that it is a combined utility. While rates are established separately for water and sewer, revenues and expenses are combined into a single operating unit. Rates are monitored and set according to the policies of the Wisconsin Public Service Commission. In 2020, the PSC approved deregulation of the Wastewater Utility. A sewer rate increase took effect on January 15, 2024. The PSC approved a water rate that took effect on July 15, 2024.

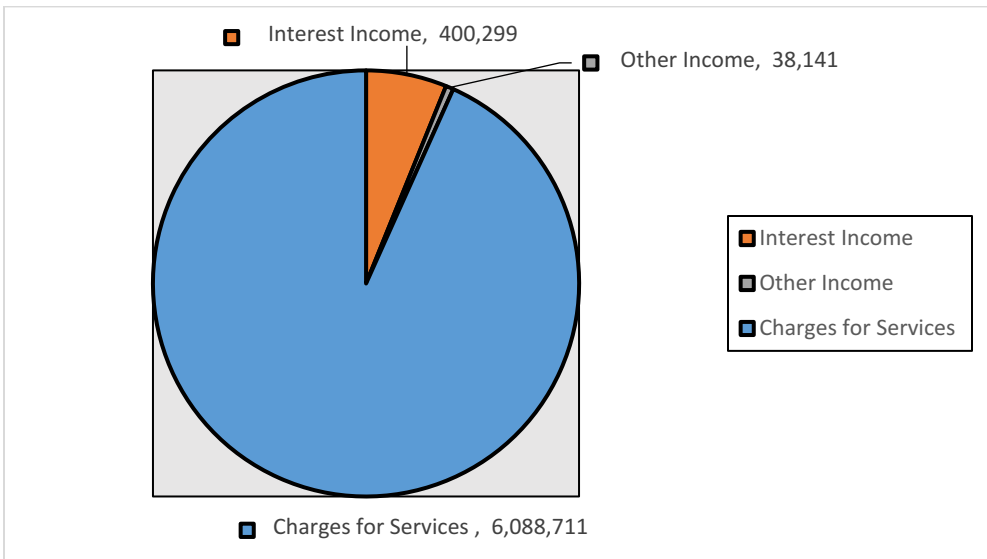
Figure 3: Comparison of Utility Revenues to Expenses, By Year



Source: Exhibit A-2, Page 17

As shown on the following chart, the revenues of the Platteville Water and Wastewater Utility consisted primarily of charges for services (operating revenues). Any investment income and miscellaneous revenues are not identified specifically to an individual program but to the fund as a whole.

Figure 4: Revenues by Source - Business-type Activities



Source: Exhibit A-2, Page 17

Financial Analysis of the Government's Funds

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

Governmental funds. The focus of the City of Platteville's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City of Platteville's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Please note that major funds may change from year to year depending on whether the fund meets the definition of major fund for the year or established by governmental standards.

Over the last 2 years, the governmental funds have reported the following balances (*Exhibit A-5, page 20*):

<u>Year</u>	<u>Governmental Fund Balance as of year-end</u>	<u>\$ Change (+/-)</u>
2024	\$12,182,422	\$ 6,042,375
2023	\$ 6,140,047	\$ (78,614)

The fund balance gives the overall total funds, and includes positive and negative balances in individual allocations. This is a useful tool for examining the fiscal changes in the City’s major funds, which may otherwise be masked by being included in totals.

The *General Fund* is the main operating fund of the City of Platteville. In the past two years this fund has seen the following changes (*Exhibit A-5, page 20*):

<u>Year</u>	<u>General Fund Balance as of year-end</u>	<u>\$ Change (+/-)</u>
2024	\$5,077,271	\$ 383,198
2023	\$4,694,073	\$ 82,759

The balance in the general fund accounts for 42% of the overall governmental funds balance.

The *Capital Projects Fund* provides funding for capital projects of the City of Platteville or other unique expenditures, which are not normal operating or maintenance type expenditures reportable within the general fund or other governmental funds (example-large equipment acquisition). The total fund balance as of December 31, 2024 was \$1,051,993. This is an increase of \$293,561 from 2023 (*Exhibit A-5, page 20*). In 2024, the City issued \$1,300,000 in bonds.

Proprietary fund. The City of Platteville's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The net position of the Water and Wastewater Utility at the end of 2024 amounted to \$33,629,295, up \$1,875,207 from the year before. The financial statements and a statement of cash flows for the enterprise funds can be found on pages 23-27 of this report.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were relatively minor. Actual revenue exceeded budget by \$31,954. Actual expenditures were less than the budget by \$87,681.

Capital Asset and Debt Administration

Capital assets- The City of Platteville's investment in capital assets for its governmental and business type activities is considerable. Recent changes are as follows (*Notes to Financial Statements-Page 48-49*):

<u>Year</u>	<u>Capital Assets</u>	<u>\$ Change (+/-)</u>
2024	\$101,601,297	\$ 3,029,513
2023	\$ 98,571,784	\$ 740,233

Capital assets include land, buildings, improvements other than buildings, machinery and equipment, infrastructure, and construction in progress.

TABLE 3: CITY OF PLATTEVILLE'S GOVERNMENTAL CAPITAL ASSETS

	Governmental Activities		Business Activities		Total	
	2024	2023	2024	2023	2024	2023
Land**	\$ 4,322,089	\$ 3,558,698	\$	\$	\$ 4,322,089	\$ 3,558,698
Land improvements	4,511,464	4,486,503			4,511,464	4,486,503
Buildings and improvements	11,377,890	10,816,669			11,377,890	10,816,669
Machinery and Equipment	9,396,385	6,173,400			9,396,385	6,173,400
Vehicles	4,991,430	5,027,060			4,991,430	5,027,060
Infrastructure	71,116,259	70,528,551			71,116,259	70,528,551
Intangible Plant			8,978	8,978	8,978	8,978
Land & Land Rights			40,438	40,438	40,438	40,438
Const. in Progress	1,350,793	3,243,863	2,196,782	605,409	3,547,574	3,849,272
Water:						
Source of supply			1,349,323	1,349,323	1,349,323	1,349,323
Pumping			2,425,291	2,425,291	2,425,291	2,425,291
Water treatment			1,413,694	1,413,694	1,413,694	1,413,694
Transmis. & Distr.			23,570,950	22,559,854	23,570,950	22,559,854
General plant			915,212	874,588	915,212	874,588
Sewer:						
Collection system			19,924,364	19,182,955	19,924,365	19,182,955
Treatment and disp.			12,214,280	11,821,483	12,214,280	11,821,483
General plant			1,327,114	1,170,134	1,327,114	1,170,134
Total capital assets	107,066,310	103,834,744	65,386,426	61,452,147	172,452,736	165,286,891
Less accumulated depreciation	(48,787,082)	(45,538,806)	(22,064,357)	(21,176,301)	(70,851,439)	(66,715,107)
Capital assets net of depreciation	\$ 58,279,228	\$ 58,295,938	\$ 43,322,069	\$ 40,275,846	\$101,601,297	\$ 98,571,784

Source: Notes to the Basic Financial Statements-Note 4, pages 48-49

**Note that land is not depreciated.

The total decrease in the City of Platteville's governmental-type activities capital assets totals (\$16,710) net of depreciation, or a 0.02% decrease.

In Business Type Activities, the biggest gains have been seen in the investment into the water distribution and sewer collection and treatment systems. The water transmission and distribution plant had additions of \$1,165,876. The sewer collection system and sewer treatment and disposal had additions of \$764,897 and \$424,797, respectively.

Long-term debt. At the end of 2024, the City of Platteville had total bonded debt outstanding of \$22,103,107 entirely backed by the full faith and credit of the government (general obligation bonds).

The City of Platteville issued general obligation debt in 2024, in the amount of \$5,900,000 for a fire facility project, street and storm sewer, and other City improvements. The City issued \$4,003,047 of Utility Revenue Bonds for improvements to water and wastewater infrastructure and \$21,174 of governmental revenue bonds for lead service line replacements.

TABLE 4: CITY OF PLATTEVILLE OUTSTANDING DEBT

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
G.O. debt	\$22,103,107	\$18,723,338	\$	\$	\$22,103,107	\$18,723,338
General Revenue bonds	21,174				21,174	
Revenue Bonds –						
Utility			21,645,733	18,966,435	21,645,733	18,966,435
Tax Increment	389,299	568,499			389,299	568,498
Other Long-term liabilities	750,071	569,202	151,489	107,967	901,560	677,169
Total	\$23,263,651	\$19,861,039	\$21,797,222	\$19,074,402	\$45,060,873	\$38,935,440

Source: Notes to the Basic Financial Statements, Note 5, pages 49-52

The City of Platteville maintains an "AA-" rating from Standards and Poor's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 5 percent of its total equalized valuation. The debt limitation as of 12/31/24 for the City of Platteville was \$51,325,720 which significantly exceeds the City of Platteville's current outstanding general obligation debt. As of December 31, 2024, the City of Platteville's outstanding general obligation debt equaled 43.06 percent of the state authorized debt limit.

The Platteville Water and Wastewater Utility generally have used borrowed funds for capital improvements. A replacement fund that was established as part of the 1982 bond issue will be continued voluntarily, and proceeds from it are used to pay for allowable costs of maintenance and improvement. This allows the utility to undertake larger projects while reducing debt load.

Additional information of the City of Platteville's long-term debt can be found in note 5 beginning on page 50.

Economic Factors and Next Year's Budgets and Rates

- In early 2020, a novel strain of coronavirus (COVID-19) spread throughout the world, including in the United States and Wisconsin. The City proactively monitored changes to revenues and expenditures in 2020 and took measures to restrain spending where possible. In 2021 and 2022 the City received funding support through various programs including the Coronavirus Aid, Relief and Economic Security (CARES) Act and the American Rescue Plan Act (ARPA), which continued to be expended in 2023, 2024, and 2025.
- The unemployment rate as of December 2024, for Grant County, which includes the City of Platteville, was 3.2 percent. This compares to a rate of 3.0 percent for the State of Wisconsin. (Source: Dept of Workforce Development)
- The rate of inflation for 2024 was 2.9 percent before seasonal adjustment. The equalized tax rate for taxes collected for 2025 operations (2024 tax bill) increased from 5.97 to 6.09 per thousand of equalized valuation. The City taxes to be collected increased by 6.7 percent.

Requests for Information. This financial report is designed to provide a general overview of the City of Platteville'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 Office of the Administration Director or the Office of the City Manager, 75 N. Bonson Street, PO Box 780, Platteville, WI 53818. General information relating to the City of Platteville, Wisconsin, can be found at the City's website, <http://www.platteville.org>.

BASIC FINANCIAL STATEMENTS

Exhibit A-1
City of Platteville, Wisconsin
Statement of Net Position
December 31, 2024
(With summarized financial information as of December 31, 2023)

	Governmental Activities	Business-Type Activities	Total Governmental and Business-Type Activities		Component Unit Housing Authority	
			2024	2023	2024	2023
ASSETS						
Current assets:						
Cash and investments	\$ 15,489,079	\$ 4,329,869	\$ 19,818,948	\$ 12,833,808	\$ 71,693	\$ 66,762
Receivables:						
Taxes	5,748,549		5,748,549	5,752,392		
Customer		954,403	954,403	820,565		
Leases		50,374	50,374	47,495		
Due from other governmental units	420,771		420,771	1,172,666		
Other	198,804	27,132	225,936	256,220	20,094	13,751
Special assessments	28,042		28,042	27,473		
Prepaid expenses	140,643	24,719	165,362	148,632	268	115
Internal balances	(207,128)	207,128				
Inventory	26,283	56,129	82,412	85,890		
Total current assets	21,845,043	5,649,754	27,494,797	21,145,141	92,055	80,628
Noncurrent assets:						
Restricted assets:						
Cash and investments		7,451,997	7,451,997	6,321,074	15,719	17,348
Lease receivable		70,053	70,053	120,427		
Other assets:						
Mortgages receivable	637,237		637,237	1,434,041		
Loans receivable	503,128		503,128	522,469		
Capital assets:	107,066,310	65,386,426	172,452,736	165,286,891		
Less: accumulated depreciation	48,787,082	22,064,357	70,851,439	66,715,107		
Net book value of capital assets	58,279,228	43,322,069	101,601,297	98,571,784		
Total noncurrent assets	59,419,593	50,844,119	110,263,712	106,969,795	15,719	17,348
Total assets	81,264,636	56,493,873	137,758,509	128,114,936	107,774	97,976
DEFERRED OUTFLOWS OF RESOURCES						
Deferred pension outflows	3,573,766	525,530	4,099,296	6,150,104		
OPEB - group life insurance plan outflows	114,486	37,715	152,201	128,001		
OPEB - City health insurance plan outflows	81,810	17,958	99,768	75,690		
Unamortized major repairs		63,792	63,792	117,319		
Unamortized deferral on advance refunding		75,958	75,958	86,570		
Total deferred outflows of resources	3,770,062	720,953	4,491,015	6,557,684		
Total assets and deferred outflows of resources	\$ 85,034,698	\$ 57,214,826	\$ 142,249,524	\$ 134,672,620	\$ 107,774	\$ 97,976

Exhibit A-1 (Continued)
City of Platteville, Wisconsin
Statement of Net Position
December 31, 2024
(With summarized financial information as of December 31, 2023)

	Governmental Activities	Business-Type Activities	Total Governmental and Business-Type Activities		Component Unit Housing Authority	
			2024	2023	2024	2023
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 1,024,155	\$ 551,835	\$ 1,575,990	\$ 2,096,721	\$ 670	\$ 610
Accrued wages	172,236	31,323	203,559	158,373	689	2,933
Accrued interest	171,261		171,261	176,307		
Unearned revenue	120,534		120,534	279,583		
Current portion of:						
Long-term debt	2,426,936		2,426,936	2,803,181		
Compensated absences	348,667	74,474	423,141	251,761		
Deposits	925		925	925		
Total current liabilities	4,264,714	657,632	4,922,346	5,766,851	1,359	3,543
Current liabilities payable from restricted assets:						
Accrued interest		83,217	83,217	68,786		
Current portion of revenue bonds		1,439,115	1,439,115	1,323,750		
Total current liabilities payable from restricted assets		1,522,332	1,522,332	1,392,536		
Noncurrent liabilities:						
General obligation debt	22,103,107		22,103,107	18,723,338		
Tax increment revenue bonds	389,299		389,299	568,499		
Revenue bonds	21,174	21,645,733	21,666,907	18,966,435		
Unamortized bond premium	603,137	323,313	926,450	525,589		
Net pension liability	397,550	58,461	456,011	1,644,148		
OPEB - group life insurance plan	276,260	91,010	367,270	289,406		
OPEB - City health insurance plan	477,739	104,869	582,608	503,687		
Compensated absences	750,071	151,489	901,560	677,169		
Less current portion of long-term debt	(2,775,603)	(1,513,589)	(4,289,192)	(4,378,692)		
Total noncurrent liabilities	22,242,734	20,861,286	43,104,020	37,519,579		
Total liabilities	26,507,448	23,041,250	49,548,698	44,678,966	1,359	3,543
DEFERRED INFLOWS OF RESOURCES						
Deferred pension inflows	2,127,440	312,844	2,440,284	3,448,501		
OPEB - group life insurance plan inflows	155,310	51,164	206,474	242,589		
OPEB - City health insurance plan inflows	310,595	68,179	378,774	429,689		
Deferred revenue	7,976,418		7,976,418	7,584,683		
Leases		112,094	112,094	160,972		
Total deferred inflows of resources	10,569,763	544,281	11,114,044	11,866,434		
NET POSITION						
Net investment in capital assets	43,105,140	22,352,913	65,458,053	63,787,639		
Restricted for:						
Redevelopment authority	283,472		283,472	286,279		
Housing conservation	86,099		86,099	85,677		
Donor specified	529,955		529,955	488,997		
Community development receivables	780,750		780,750	1,470,803		
Perpetual care	583,405		583,405	555,517		
Taxi/bus	279,838		279,838	248,437		
TIF expenditures	744,222		744,222	45,867		
Debt service	255,504		255,504	45,480		
Affordable housing	76,649		76,649	70,229		
Other	46,476		46,476	71,745		
Debt service - revenue bond funds		2,586,677	2,586,677	2,323,982		
Equipment replacement		3,941,388	3,941,388	3,748,348		
Housing assistance payments					15,719	17,348
Unrestricted	1,185,977	4,748,317	5,934,294	4,898,220	90,696	77,085
Total net position	47,957,487	33,629,295	81,586,782	78,127,220	106,415	94,433
Total liabilities, deferred inflows of resources, and net position	\$ 85,034,698	\$ 57,214,826	\$ 142,249,524	\$ 134,672,620	\$ 107,774	\$ 97,976

Exhibit A-2
City of Platteville, Wisconsin
Statement of Activities

For the Year Ended December 31, 2024

(With summarized financial information for the year ended December 31, 2023)

Functions/Programs Primary Government:	Program Revenues			Net (Expenses) Revenue and Changes in Net Position				Component Unit	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- Type Activities	Totals	2024	2023
Governmental activities:									
General government	\$ 1,760,070	\$ 38,055	\$ 6,507	\$	\$ (1,715,508)	\$	\$ (1,715,508)	\$	\$
Public safety	4,196,905	622,715	221,377	1,123,597	(2,229,216)		(2,229,216)		(3,208,971)
Public works	6,230,076	840,792	1,425,009	341,018	(3,623,257)		(3,623,257)		(2,637,379)
Health and human services	148,213	55,290	6,640		(86,283)		(86,283)		(64,635)
Leisure activities	2,628,343	190,341	388,070	216,371	(1,833,561)		(1,833,561)		(1,429,379)
Conservation and development	1,020,530	260,351	275,500	49,774	(434,905)		(434,905)		(728,863)
Interest, issuance costs, and fiscal charges	619,309				(619,309)		(619,309)		(582,168)
Total governmental activities	16,603,446	2,007,544	2,323,103	1,730,760	(10,542,039)		(10,542,039)		(10,437,500)
Business-type activities:									
Water and sewer	4,490,370	6,088,711		419,163		2,017,504	2,017,504		1,355,999
Total business-type activities	4,490,370	6,088,711		419,163		2,017,504	2,017,504		1,355,999
Total primary government	\$ 21,093,816	\$ 8,096,255	\$ 2,323,103	\$ 2,149,923	(10,542,039)	2,017,504	(8,524,535)		(9,081,501)
Component Unit:									
Housing Authority	\$ 659,042		\$ 670,859					11,817	13,353
Total component unit	\$ 659,042		\$ 670,859					11,817	13,353
General revenues and transfers:									
Property taxes									
General purposes					3,452,091		3,452,091		3,509,078
Debt service					1,596,168		1,596,168		1,650,566
Tax Increments					2,365,410		2,365,410		1,781,227
Other taxes					356,296		356,296		345,721
Federal and State aid not restricted for specific purposes									
General					3,259,416		3,259,416		2,673,706
Interest and investment earnings					576,435	400,299	976,734	165	771,654
Gain (loss) on sale/disposal of capital assets					21,189	19,454	40,643		(67,755)
Miscellaneous					131,035	18,687	149,722		131,561
Transfers					368,354	(368,354)			
Total general revenues and transfers					12,126,394	70,086	12,196,480	165	185
Changes in net position					1,584,355	2,087,590	3,671,945	11,982	13,538
Net position - beginning, as previously stated					46,373,132	31,754,088	78,127,220	94,433	80,895
Prior period adjustments						(212,383)	(212,383)		
Net position - beginning of year, restated					46,373,132	31,541,705	77,914,837	94,433	80,895
Net position - end of year					\$ 47,957,487	\$ 33,629,295	\$ 81,586,782	\$ 106,415	\$ 94,433

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

Exhibit A-3
City of Platteville, Wisconsin
Balance Sheet
Governmental Funds
December 31, 2024
(With summarized financial information as of December 31, 2023)

	General	Capital Projects	Special Revenue Fire Facility	Other Governmental Funds	Total Governmental Funds	
					2024	2023
ASSETS						
Cash and investments	\$ 6,548,448	\$ 1,061,801	\$ 4,440,750	\$ 3,438,080	\$ 15,489,079	\$ 8,935,710
Receivables:						
Taxes	4,018,891			1,729,658	5,748,549	5,752,392
Other accounts	110,571	49,348		38,885	198,804	245,307
Other governments	126,042	139,706		155,023	420,771	1,172,666
Special assessments	28,042				28,042	27,473
Mortgages				637,237	637,237	1,434,041
Loans	202,633			300,495	503,128	522,469
Prepaid expenses	140,643				140,643	124,175
Inventory				26,283	26,283	29,186
Due from other funds	368,354				368,354	528,686
Advances to other funds	405,155				405,155	391,598
Total assets	\$ 11,948,779	\$ 1,250,855	\$ 4,440,750	\$ 6,325,661	\$ 23,966,045	\$ 19,163,703
LIABILITIES						
Accounts payable	\$ 556,462	\$ 147,045	\$ 42,520	\$ 278,128	\$ 1,024,155	\$ 1,861,540
Accrued payroll	171,755			481	172,236	130,951
Due to other funds	9,929				9,929	174,454
Advances from other funds				970,708	970,708	656,456
Unearned revenue		51,817		68,717	120,534	279,583
Deposits	925				925	925
Total liabilities	739,071	198,862	42,520	1,318,034	2,298,487	3,103,909
DEFERRED INFLOWS OF RESOURCES						
Deferred revenues	6,132,437			3,352,699	9,485,136	9,919,747
FUND BALANCES						
Nonspendable	599,100			26,283	625,383	615,299
Restricted	551,449	1,051,993	4,398,230	2,791,624	8,793,296	2,990,505
Assigned	1,050,088				1,050,088	1,012,914
Unassigned (deficit)	2,876,634			(1,162,979)	1,713,655	1,521,329
Total fund balance	5,077,271	1,051,993	4,398,230	1,654,928	12,182,422	6,140,047
Total liabilities, deferred inflow of resources and fund balance	\$ 11,948,779	\$ 1,250,855	\$ 4,440,750	\$ 6,325,661	\$ 23,966,045	\$ 19,163,703

Exhibit A-4
City of Platteville, Wisconsin
Reconciliation of the Governmental Funds Balance Sheet
with the Statement of Net Position
December 31, 2024
(With summarized financial information as of December 31, 2023)

	2024	2023
Total fund balances-governmental funds:	\$ 12,182,422	\$ 6,140,047
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental funds are not financial resources and therefore are not reported in the fund statements. Amounts reported for governmental activities in the statement of net position:		
Governmental capital asset	107,066,310	103,834,744
Governmental accumulated depreciation	<u>(48,787,082)</u>	<u>(45,538,806)</u>
	58,279,228	58,295,938
Pension and OPEB deferred outflows and inflows of resources are actuarially determined by the plans. These items are reflected in the statement of net position and are being amortized with pension and OPEB expense in the statement of activities. The deferred outflows of resources and deferred inflows of resources are not financial resources or uses and therefore are not reported in the fund statements.		
Deferred outflows of resources	3,770,062	5,413,727
Deferred inflows of resources	<u>(2,593,345)</u>	<u>(3,462,363)</u>
Other long-term assets that are not available to pay for current-period expenditures and therefore are deferred inflows for the fund statements.		
Long-term notes and loans	1,140,364	1,956,510
Subsequent year tax equivalent from utility	368,354	378,554
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds statements. Long-term liabilities reported in the statement of net position that are not reported in the funds balance sheet are:		
Bonds and notes payable	(22,124,281)	(18,723,338)
Tax increment revenue bonds	(389,299)	(568,499)
Bond premium	(603,137)	(299,923)
Accrued interest	(171,261)	(176,307)
Net pension liability	(397,550)	(1,405,582)
OPEB - group life insurance plan	(276,260)	(208,517)
OPEB - City health insurance plan	(477,739)	(397,913)
Compensated absences	<u>(750,071)</u>	<u>(569,202)</u>
Net position of governmental activities	<u>\$ 47,957,487</u>	<u>\$ 46,373,132</u>

Exhibit A-5
City of Platteville, Wisconsin
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2024
(With summarized financial information for the year ended December 31, 2023)

	General	Capital Projects	Special Revenue Fire Facility	Other Governmental Funds	Total Governmental Funds	
					2024	2023
REVENUES						
Taxes	\$ 3,474,093	\$ 300,000	\$	\$ 3,995,873	\$ 7,769,966	\$ 7,286,591
Special assessments	10,900				10,900	5,876
Intergovernmental	4,465,304	597,730	700,833	1,196,348	6,960,215	9,153,300
Licenses and permits	69,149				69,149	132,744
Fines and forfeitures	134,840				134,840	154,879
Public charges for services	850,646	121,256		635,398	1,607,300	1,801,119
Interest income	495,185		37,852	328,750	861,787	409,661
Loan repayments	12,565			851,495	864,060	47,958
Miscellaneous	143,054	197,552	34,000	40,486	415,092	507,977
Total revenues	9,655,736	1,216,538	772,685	7,048,350	18,693,309	19,500,105
EXPENDITURES						
Current:						
General government	1,622,128				1,622,128	1,518,046
Public safety	3,823,453				3,823,453	3,567,823
Public works	1,639,643			1,303,336	2,942,979	2,785,930
Health and social services	137,282				137,282	121,809
Leisure activities	2,148,142			70,290	2,218,432	2,111,097
Conservation and development	345,493			512,997	858,490	985,447
Capital outlay	412,141	2,896,339	768,701	305,469	4,382,650	7,193,738
Debt service:						
Principal retirement				2,699,431	2,699,431	2,810,317
Interest and fiscal charges				554,396	554,396	536,043
Debt issuance costs		14,361	50,814	77,553	142,728	70,138
Total expenditures	10,128,282	2,910,700	819,515	5,523,472	19,381,969	21,700,388
Excess (deficiency) of revenues over expenditures	(472,546)	(1,694,162)	(46,830)	1,524,878	(688,660)	(2,200,283)
OTHER FINANCING SOURCES (USES)						
Long-term debt proceeds		1,300,000	4,600,000	21,174	5,921,174	1,730,000
Debt premium				338,130	338,130	89,295
Proceeds from sale of capital assets	23,532		1,501	68,144	93,177	74,864
Transfer to other funds	(580,837)	(25,000)		(2,218,027)	(2,823,864)	(1,728,260)
Transfer from other funds	1,034,495	712,723		1,076,646	2,823,864	1,627,255
Transfer from utility-tax equivalent	378,554				378,554	394,520
Total other financing sources (uses)	855,744	1,987,723	4,601,501	(713,933)	6,731,035	2,187,674
Net change in fund balances	383,198	293,561	4,554,671	810,945	6,042,375	(12,609)
Fund balance - beginning, as previously stated	4,694,073	758,432		687,542	6,140,047	6,152,656
Change within financial reporting entity (nonmajor to major)			(156,441)	156,441		
Fund balance - beginning of year, restated	4,694,073	758,432	(156,441)	843,983	6,140,047	6,152,656
Fund balance - end of year	\$ 5,077,271	\$ 1,051,993	\$ 4,398,230	\$ 1,654,928	\$ 12,182,422	\$ 6,140,047

Exhibit A-6
City of Platteville, Wisconsin
Reconciliation of Statement of Revenues, Expenditures and Changes
in Fund Balance of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2024
(With summarized financial information for the year ended December 31, 2023)

	2024	2023
Net change in fund balances-total governmental funds	\$ 6,042,375	\$ (12,609)
Amounts reported for governmental activities in the statement of activities are different because:		
The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.		
Capital outlay reported in governmental fund statements	3,935,298	3,356,942
Depreciation expenses reported in the statement of activities	<u>(3,695,020)</u>	<u>(3,468,508)</u>
Amount by which capital outlays are greater (less) than depreciation in the current period	240,278	(111,566)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, donations, and disposals) is to increase/decrease net position:	(256,988)	(142,619)
Compensated absences and OPEB are reported in the governmental funds when amounts are paid. The statement of activities reports the amount earned during the year.		
Change in OPEB - group life insurance plan liability and related deferred outflows and inflows of resources	(26,007)	(18,578)
Change in OPEB - City health insurance plan liability and related deferred outflows and inflows of resources	(32,935)	(11,572)
Change in compensated absences	(180,869)	(116,367)
Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net position and does not affect the statement of activities		
The amount of long-term debt principal payments in the current year is:	2,699,431	2,810,317
The issuance of long-term debt (e.g. bonds, notes) provides current financial resources to governmental funds but does not affect the statement of activities	(5,921,174)	(1,730,000)
Repayments of economic development and lead service line replacement loans receivable are reflected as revenue in governmental funds, but are reported as a reduction of notes receivable in the statement of net position and does not affect the statement of activities	(857,200)	(36,632)
Additional economic development and lead service line replacement loans are reflected as expenditures in governmental funds, but are reported as additions to loans receivable in the statement of net position and does not affect the statement of activities	41,054	80,968

Exhibit A-6 (Continued)
City of Platteville, Wisconsin
Reconciliation of Statement of Revenues, Expenditures and Changes
in Fund Balance of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2024
(With summarized financial information for the year ended December 31, 2023)

	2024	2023
Debt premiums are reported in the governmental funds as revenues when those amounts are received. However, the premium is shown in the statement of net position and allocated over the life of the debt issue as amortization expense in the statement of activities		
Amount of debt premium amortized in the current year	34,916	30,276
Amount of debt premium received in the current year	(338,130)	(89,295)
In governmental funds, the current year utility tax equivalent is deferred and recognized as revenue in the subsequent year. In the statement of activities, this amount is recognized as a transfer in the year accrued.		
Prior year utility tax equivalent recognized as revenue in current year in the governmental funds	(378,554)	(394,520)
Current year utility tax equivalent recognized as a transfer in for the statement of activities	368,354	378,554
	(10,200)	(15,966)
In governmental funds, interest payments on outstanding debt are reported as an expenditure when paid. In the statement of activities, interest is reported as incurred.		
The amount of interest paid during the current period	551,997	534,344
The amount of interest accrued during the current period	(546,951)	(544,298)
Interest paid is greater (less) than interest expensed by	5,046	(9,954)
Pension expense reported in the governmental funds represents current year required contributions into the defined benefit pension plan.		
Pension expense in the statement of activities is actuarially determined by the defined benefit pension plan as the difference between the net pension liability from the prior year to the current year, with some adjustments.		
Difference between the required contributions into the defined benefit plan and the actuarially determined change in net pension liability between years, with adjustments	144,758	(365,949)
Change in net position-governmental activities	\$ 1,584,355	\$ 260,454

Exhibit A-7
City of Platteville, Wisconsin
Statement of Net Position
Proprietary Funds
December 31, 2024

(With summarized financial information as of December 31, 2023)

	Water and Sewer Utility	
	2024	2023
ASSETS		
Current assets:		
Cash	\$ 4,329,669	\$ 3,943,765
Petty cash	200	200
Customer accounts receivable	954,403	820,565
Other accounts receivable	27,132	10,913
Due from other funds	9,929	24,322
Prepaid expenses	24,719	24,457
Current portion of lease receivable	50,374	47,495
Inventories	56,129	56,704
Total current assets	5,452,555	4,928,421
Noncurrent assets:		
Restricted assets:		
Cash and investments:		
Bond proceeds - unspent	923,932	202,877
Replacement fund	3,941,388	3,748,348
Depreciation fund	961,717	912,887
Debt reserve fund	1,624,960	1,411,095
Lease receivable	70,053	120,427
Total restricted assets	7,522,050	6,395,634
Capital assets:		
Property and plant	65,386,426	61,452,147
Less: accumulated provision for depreciation	22,064,357	21,176,301
Net property and plant	43,322,069	40,275,846
Other assets:		
Advances due from other funds	565,553	264,858
Total noncurrent assets	51,409,672	46,936,338
Total assets	56,862,227	51,864,759
DEFERRED OUTFLOWS OF RESOURCES		
Deferred pension outflows	525,530	892,380
OPEB - Group life insurance plan outflows	37,715	35,776
OPEB - City health insurance plan outflows	17,958	11,912
Unamortized major repairs	63,792	117,319
Unamortized deferral on advance refunding	75,958	86,570
Total deferred outflows of resources	720,953	1,143,957
Total assets and deferred outflows of resources	\$ 57,583,180	\$ 53,008,716

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

Exhibit A-7 (Continued)
City of Platteville, Wisconsin
Statement of Net Position
Proprietary Funds
December 31, 2024

(With summarized financial information as of December 31, 2023)

	Water and Sewer Utility	
	2024	2023
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 551,835	\$ 235,181
Accrued payroll	31,323	27,422
Current portion of:		
Compensated absences	74,474	46,363
Due to other funds	368,354	378,554
Total current liabilities	1,025,986	687,520
Current liabilities payable from restricted assets:		
Accrued interest	83,217	68,786
Current portion of revenue bonds	1,439,115	1,323,750
Total current liabilities payable from restricted assets	1,522,332	1,392,536
Non-current liabilities		
Revenue bonds	21,645,733	18,966,435
Unamortized bond premium	323,313	225,666
Net pension liability	58,461	238,566
OPEB - Group life insurance plan	91,010	80,889
OPEB - City health insurance plan	104,869	105,774
Compensated absences	151,489	107,967
Less current portion of long-term debt	(1,513,589)	(1,370,113)
Total non-current liabilities	20,861,286	18,355,184
Total liabilities	23,409,604	20,435,240
DEFERRED INFLOWS OF RESOURCES		
Deferred pension inflows	312,844	500,377
OPEB - Group life insurance plan inflows	51,164	67,804
OPEB - City health insurance plan inflows	68,179	90,235
Leases	112,094	160,972
Total deferred inflows of resources	544,281	819,388
NET POSITION		
Net investment in capital assets	22,352,913	21,373,192
Restricted		
Debt service - revenue bond funds	2,586,677	2,323,982
Equipment replacement	3,941,388	3,748,348
Unrestricted	4,748,317	4,308,566
Total net position	33,629,295	31,754,088
Total liabilities, deferred inflows of resources, and net position	\$ 57,583,180	\$ 53,008,716

Exhibit A-8
City of Platteville, Wisconsin
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2024
(With summarized financial information for the year ended December 31, 2023)

	Water	Sewer	Total	
			2024	2023
OPERATING REVENUES				
Metered sales	\$ 1,556,810	\$	\$ 1,556,810	\$ 1,497,000
Private fire protection	83,161		83,161	88,665
Public fire protection	702,786		702,786	687,499
Public authorities	274,654		274,654	265,914
Measured sewer service		3,244,817	3,244,817	2,726,005
Forfeited discounts	8,867	8,156	17,023	16,448
Miscellaneous	143,316	66,144	209,460	258,662
Total operating revenues	2,769,594	3,319,117	6,088,711	5,540,193
OPERATING EXPENDITURES				
Pumping expenses	270,500		270,500	308,555
Treatment expenses	162,219	626,887	789,106	778,045
Transmission and distribution	321,500		321,500	254,767
Customer accounts expense	64,799	14,570	79,369	73,709
Administrative and general	306,742	507,995	814,737	814,129
Rent	1,080	9,384	10,464	10,496
Transportation expenses	28,642	37,206	65,848	65,872
Maintenance of sewage system		242,414	242,414	263,263
Depreciation	566,205	654,142	1,220,347	1,190,819
Taxes	20,062	46,058	66,120	68,263
Total operating expenses	1,741,749	2,138,656	3,880,405	3,827,918
Operating income	\$ 1,027,845	\$ 1,180,461	2,208,306	1,712,275
NONOPERATING REVENUES (EXPENSES)				
*Interest and dividends on investments			400,299	361,993
*Interest expense			(480,375)	(423,357)
*Contributed capital			419,163	182,611
*Amortization of debt premium			18,687	13,360
*Amortization of debt expense			(10,613)	(10,612)
*Debt issuance costs			(118,977)	(104,918)
*Gain on sale of capital assets			19,454	
*Transfer from other funds				101,005
*Transfer of tax equivalent			(368,354)	(378,554)
Total nonoperating revenues (expenses)			(120,716)	(258,472)
Change in net position			2,087,590	1,453,803
Net position - beginning, as previously stated			31,754,088	30,300,285
Prior period adjustments			(212,383)	
Net position - beginning of year, restated			31,541,705	30,300,285
Net position - end of year			\$ 33,629,295	\$ 31,754,088

* Not allocated

Exhibit A-9
City of Platteville, Wisconsin
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2024
(With summarized financial information for the year ended December 31, 2023)

	2024	2023
CASH FLOWS FROM (USED BY) OPERATING ACTIVITIES		
Received from customers	\$ 5,726,271	\$ 5,539,197
Payments to employees	(628,976)	(712,838)
Payment for employee benefits	(355,973)	(376,676)
Payment to suppliers	(1,452,678)	(1,499,288)
Net cash flows from operating activities	3,288,644	2,950,395
CASH FLOWS FROM (USED BY) NONCAPITAL FINANCING ACTIVITIES		
Repayment of advanced funds from TIF #7	199,306	
Advance to TIF #6	(500,000)	
Paid to municipality for tax equivalent	(368,354)	(378,554)
Net cash flows (used by) noncapital financing activities:	(669,048)	(378,554)
CASH FLOWS FROM (USED BY) CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and construction of capital assets	(4,117,656)	(2,185,237)
Contributed capital received	419,163	182,611
Sale of capital assets	30,582	
Transfer from other funds for capital asset acquisitions		101,005
Debt retired	(1,323,751)	(1,255,484)
Debt issuance costs	(118,977)	(104,918)
Debt proceeds	4,003,047	1,833,706
Premium from debt issue	116,335	79,146
Interest paid	(465,944)	(440,770)
Payment for major repair		(106,322)
Net cash flows (used by) capital and related financing activities	(1,457,201)	(1,896,263)
CASH FLOWS FROM (USED BY) INVESTING ACTIVITIES		
Purchase of investments	(435,782)	(778,708)
Receipt of investments maturing	771,837	762,506
Investment income	400,299	361,993
Net cash flows from investing activities	736,354	345,791
Net change in cash and cash equivalents	1,898,749	1,021,369
Cash and cash equivalents - beginning of year	9,217,165	8,195,796
Cash and cash equivalents - end of year	<u>\$ 11,115,914</u>	<u>\$ 9,217,165</u>
Reconciliation of cash and cash equivalents to statement of net position accounts		
Cash	\$ 4,329,669	\$ 3,943,765
Petty cash	200	200
Restricted cash and investments	7,451,997	6,275,207
Less: long-term investments	(665,952)	(1,002,007)
Total cash and cash equivalents	<u>\$ 11,115,914</u>	<u>\$ 9,217,165</u>

Exhibit A-9 (Continued)
City of Platteville, Wisconsin
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2024
(With summarized financial information for the year ended December 31, 2023)

	2024	2023
Reconciliation of operating income to net cash provided		
by operating activities:		
Operating income	\$ 2,208,306	\$ 1,712,275
Adjustments to reconcile operating income		
to net cash provided by operating activities:		
Depreciation expense	1,220,347	1,190,819
Pension expense	(788)	58,125
Life insurance OPEB expense	(8,458)	(2,924)
Health insurance OPEB expense	(29,007)	(2,626)
Amortization of major repairs	53,527	53,530
Changes in assets and liabilities:		
Customer accounts receivable	(346,221)	1,260
Other accounts receivable	(16,219)	(2,256)
Other prepaid expenses	(262)	(540)
Due from other funds	14,392	(11,035)
Inventories	575	(19,228)
Lease receivable and related deferred inflows of resources	(1,383)	(4,133)
Accounts payable	156,612	(10,228)
Accrued payroll	3,901	11,943
Due to other funds	(10,200)	(15,966)
Compensated absences	43,522	(8,621)
Net cash provided by operating activities	<u>\$ 3,288,644</u>	<u>\$ 2,950,395</u>

Exhibit A-10
City of Platteville, Wisconsin
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2024

(With summarized financial information as of December 31, 2023)

	<u>Custodial Fund</u>		
	Tax Collection	Total	
	Fund	2024	2023
ASSETS			
Cash and investments	\$ 2,751,363	\$ 2,751,363	\$ 2,491,620
Taxes receivable	6,944,175	6,944,175	7,452,388
Total assets	<u>\$ 9,695,538</u>	<u>\$ 9,695,538</u>	<u>\$ 9,944,008</u>
LIABILITIES			
Due to other taxing units	<u>\$ 9,695,538</u>	<u>\$ 9,695,538</u>	<u>\$ 9,944,008</u>
NET POSITION			
Restricted			
Total liabilities and net position	<u>\$ 9,695,538</u>	<u>\$ 9,695,538</u>	<u>\$ 9,944,008</u>

Exhibit A-11
City of Platteville, Wisconsin
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2024
(With summarized financial information for the year ended December 31, 2023)

	Custodial Fund		
	Tax Collection	Total	
	Fund	2024	2023
ADDITIONS			
Property tax collections for other governments	\$ 7,144,532	\$ 7,144,532	\$ 6,396,035
DEDUCTIONS			
Property tax collections paid or owed to other governments	7,144,532	7,144,532	6,396,035
Net increase (decrease) in fiduciary net position			
Net position - beginning of year			
Net position - end of year	\$	\$	\$

NOTES TO THE BASIC FINANCIAL STATEMENTS

City of Platteville, Wisconsin
December 31, 2024
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City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The City is a municipal corporation governed by an elected seven-member council. This report includes all of the funds of the City of Platteville. The reporting entity for the City consists of the (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. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. 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. The City has identified the following component unit that is required to be included in the financial statements in accordance with standards established in GASB standards.

Discretely Presented Component Unit

The Platteville Housing Authority was created by the City of Platteville under the provisions of Section 66.40 to 66.404 of the Wisconsin Statutes. The central purpose of the Platteville Housing Authority is to provide the opportunity for the City of Platteville residents to live in decent, affordable and standard housing. The programs at the Platteville Housing Authority are created to enable Platteville families to improve their housing conditions. Its governing board is appointed by the City Council.

B. Government-Wide and Fund Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from a legally separate component unit for which the primary government is financially accountable.

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

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (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 outflows of resources, liabilities, deferred inflows of resources, net position/fund equity, revenues, and expenditure/expenses.

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

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

- a. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, 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 proprietary fund that the City believes is particularly important to financial statement users may be reported as a major fund.

Major Governmental Funds:

The City reports the following major governmental funds:

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

Capital Projects Fund – Accounts for financial resources to be used for the acquisition or construction of equipment and/or major capital facilities.

Fire Facility – Accounts for the construction of a new fire facility. This fund is accounted for as a special revenue fund.

Major Enterprise Funds:

The City reports the following major enterprise funds:

Water and Sewer Utility – Accounts for operations of the water and sewer system.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

Nonmajor Governmental Funds:

The City reports the following nonmajor governmental funds:

Special Revenue Funds – Accounts for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

- Airport
- Community Development Block Grant
- Redevelopment Authority
- Housing Conservation Program
- Library (Littlefield)
- Zeigert Trust
- Boll Cemetery
- Taxi/Bus
- Affordable Housing
- Broske Center
- Local Fiscal Recovery Fund
- CDI Grant
- Lead Service Lines
- Pool Project
- Trail Acquisition

General Debt Service Fund – Accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs

TIF District No. 5 – Accounts for the activity of tax incremental district No. 5, including the payment of general long-term debt principal, interest and related costs.

TIF District No. 6 – Accounts for the activity of tax incremental district No. 6, including the payment of general long-term debt principal, interest and related costs.

TIF District No. 7 – Accounts for the activity of tax incremental district No. 7, including the payment of general long-term debt principal, interest and related costs.

TIF District No. 9 – Accounts for the activity of tax incremental district No. 9, including the payment of general long-term debt principal, interest and related costs.

Permanent Fund – Accounts for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the City's programs.

-Cemetery perpetual care

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

Fiduciary Funds (Not included in Government-Wide Statements)

Fiduciary funds consist of pension (and other employee benefit) trust funds, private-purpose trust funds, investment trust funds, and custodial funds. Fiduciary funds should be used only to report resources held for individuals, private organizations, or other governments. A fund is presented as a fiduciary fund when all of the following criteria are met: a) the government controls the assets that finance the activity, b) assets are not generated from the government's own-source revenues or from government-mandated or voluntary nonexchange transactions, c) assets are administered through a qualifying trust or the government does not have administrative involvement and the assets are not generated from the government's delivery of goods or services to the beneficiaries, or the assets are for the benefit of entities that are not part of the government's reporting entity.

The City reports the following fiduciary fund:

Custodial Fund - used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. The City accounts for tax collections payable to overlying taxing jurisdictions in the Tax Collection Fund.

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

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, 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 of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water and sewer utility and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Certain government funded grant reimbursable costs 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 unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred inflows 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 City is entitled the resources and the amounts are available. Amounts owed to the City which are not available are recorded as receivables and deferred inflows of resources. Resources (typically cash) received before all eligibility requirements have been met are reported as assets and offset by unearned revenue (a liability) unless only a time requirement has not been met. In that case, deferred inflows of resources are reported rather than a liability.

Special assessments are recorded as revenues when they become measurable and available as current assets. Annual installments due in future years are reflected as receivables and deferred inflows of resources.

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

The City reports deferred inflows of resources on its governmental funds balance sheet. Deferred inflows of resources arise from taxes levied in the current year, which are for subsequent year's operations. For governmental fund financial statements, deferred inflows of resources arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the deferred inflows of resources are removed from the balance sheet and revenue is recognized.

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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 water and sewer utility are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administration expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Revenues and expenditures arising from non-exchange transactions, such as property and sales taxes, fines, and grants are recorded according to the standards in Governmental Accounting Standards.

The preparation of financial statements in conformity with U.S. 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.

D. Cash and Cash Equivalent/Investments

All deposits of the City are made in board designated official depositories and are secured as required by State Statute. The City may designate, as an official depository, any bank or savings association. Also, the City may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

Investments with remaining maturities at the time of purchase of one year or less are stated at amortized cost, which approximates fair value. Investments with a maturity of more than one year at acquisition and non-money market investments are carried at fair value as determined by quoted market prices.

For purposes of the statement of cash flows, all cash deposits and highly liquid investments with an original maturity of three months or less (including restricted assets) are considered to be cash equivalents.

E. Receivables

Property taxes are levied in December on the assessed value as of the prior January 1. In addition to property taxes for the City, taxes are collected for and remitted to the state and county governments as well as the local school district and technical college district. Taxes for all state and local governmental units billed in the current year for the succeeding year are reflected as receivables and due to other taxing units in the accompanying custodial fund statement of net position.

Property tax calendar - 2024 tax roll:

Lien date and levy date	December 2024
Tax bills mailed	December 2024
Payment in full, or	January 31, 2025
First installment due	January 31, 2025
Second installment due	July 31, 2025

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Receivables (Continued)

No provision for uncollectible accounts receivable has been made for customer accounts receivable since the Water and Sewer Utility has the right by law to place delinquent bills on the tax roll.

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

In the 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.

Lease Receivable

The City's lease receivables are measured at the present value of lease payments expected to be received during the lease term.

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

Leases – in the governmental funds, when the year-end receivable balance exceeds the deferred inflow of resources, the difference is presented as nonspendable fund balance.

F. Inventories and Prepaid Items

Inventories of governmental fund types consist of airport fuel and expendable supplies held for consumption. Expendable supplies, which are not material, are considered expenditures when purchased and, accordingly, are not reflected on the Balance Sheet-Governmental Funds.

Inventories of proprietary fund types are valued at cost using the first-in, first-out method and are charged as expenses or are capitalized when used.

G. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net position.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Capital Assets

Government-Wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. Capital assets are defined by the government as assets with an initial cost of more than \$10,000 and an estimated useful life in excess of three years. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated fixed assets are reported at acquisition value.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. 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 plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

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

Buildings	20-50 Years
Machinery and Equipment	3-40 Years
Utility System	10-100 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.

I. Unearned Revenue

The City reports unearned revenue on its governmental funds balance sheet. Unearned revenue arises when resources are received before the City has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the City has legal claim to the resources, the unearned revenue is removed from the balance sheet and revenue is recognized.

J. Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Benefits considered more likely than not to be used or settled at termination are recognized in the financial statements.

Amounts of accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported as liabilities in the Statement of Net Position. A liability is also recorded for accumulating rights to receive sick pay benefits for the portion more likely than not to be used by employees. Additionally, a liability is recognized for that portion of accumulating sick leave benefits that it is estimated will more likely than not be paid upon termination. The City accrues salary-related payments associated with the payments of compensated absences.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Compensated Absences (Continued)

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2024 are determined on the basis of current salary rates and include salary related payments. As of December 31, 2024, the compensated absences consisted of:

Sick leave	\$ 651,299
Vacation	250,261
Total	<u>\$ 901,560</u>

K. Long-Term Obligations/Conduit Debt

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable, and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

In June, 2004, the City authorized the issuance of industrial revenue bonds for TCF Investments Management, Inc. in the amount of \$4,420,000. In July 2013, the City authorized the issuance of industrial revenue bonds for UW-Platteville Real Estate Foundation in the amount of \$24,030,000. TCF Investments and UW-Platteville Real Estate Foundation are responsible for all debt service on the bonds and therefore, the bonds are not reported as liabilities in the accompanying financial statements. The total amount of conduit debt outstanding at the end of the year is approximately \$19,660,000.

L. Claims and Judgments

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

M. Risk Management

The City is exposed to various risks of loss related to tort; theft of, damage to, and destruction of assets; errors and omission; injuries to employees; and natural disasters. The City maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Equity Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets including restricted 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. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets.
- b. Restricted net position - Consists of net position 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 net position that does not meet the definition of "restricted" or "net investment in capital assets."

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

Fund Statements

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable – includes amounts that are not in a spendable form (such as inventory and advances) or are required to be maintained intact.
- Restricted – includes amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government) through constitutional provisions, or by enabling legislation.
- Committed – includes amounts constrained to specific purposes by the City Council, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the City Council takes the same highest level action to remove or change the constraint.
- Assigned – includes amounts the City Council intends to use for a specific purpose; intent can be expressed by the City Council or by an official or body to which the City Council delegates the authority. All remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed may be assigned. Assignments may take place after the end of the reporting period.
- Unassigned – includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those purposes.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Equity Classifications (Continued)

The City's fund balance policy is to strive to maintain an unassigned fund balance equal to 20% of the General Fund budget.

The Council may, from time to time, commit additional amounts of fund balance to a specific purpose. Such action shall be taken in open meeting and require the approval of a majority of the Council. Commitments of fund balance, once made, can be modified only by majority vote of the Council.

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it shall be the policy of the City to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it shall be the policy of the City that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

O. Transfers

Transfers include the payment in lieu of taxes from the water and sewer utility to the general fund.

P. Housing Conservation and Community Development Block Grant

Long-term loans receivable under the Housing Conservation and Community Development Block Program are shown as loans receivable and deferred inflows of resources in the governmental fund statements.

Q. Summarized Comparative Information

The basic financial statements include certain prior year summarized comparative information in total, but not at the level of detail for a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended December 31, 2023, from which the summarized information was derived.

R. Pensions

The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net Pension Liability (Asset),
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions, and
- Pension Expense (Revenue)

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefits terms. Investments are reported at fair value.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

S. Other Postemployment Benefits

Group life insurance plan

The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring the following:

- Net OPEB Liability (Asset)
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs, and
- OPEB Expense (Revenue)

Information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIF's fiduciary net position have been determined on the same basis as they are reported by LRLIF. For this purpose, benefit payments (including refunds of member contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

City health insurance plan

For purposes of measuring the OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information of the City's Other Postemployment Benefit Plan (the Plan) has been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms.

T. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expenditure) until then. The deferred outflows of resources were derived from the OPEB plans, the WRS pension system, deferred amount on refunding revenue bond, and unamortized major repairs as approved by the Public Service Commission.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until then. Deferred inflows of resources related to the OPEB plans are discussed in Note 8 and Note 9, deferred inflows of resources related to the WRS pension system are discussed in Note 10, and the remaining deferred inflows of resources are discussed in Note 15.

The net position of the City is significantly impacted by the combined effect of deferred outflows and inflows of resources from the pension and OPEB plans.

U. Unamortized Major Repairs

The water utility incurred \$106,322 of well rehabilitation costs in 2023, which is being amortized over 5 years. The balance at December 31, 2024 was \$63,792.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

V. Change in Accounting Principles

Effective January 1, 2024, the City adopted GASB Statement No. 100, Accounting Changes and Error Corrections. GASB 100 was issued to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. See note 1W. for error corrections. See note 22 for accounting changes in the reporting entity.

Effective January 1, 2024, the City adopted GASB Statement No. 101, Compensated Absences. GASB 101 was issued to provide guidance on the accounting and financial reporting for compensated absences. The City's calculation of the compensated absences liability did not change significantly as a result of implementing this standard.

W. Prior Period Adjustment

A prior period adjustment was recorded as of January 1, 2024 in the Water and Sewer Utility. Amounts overcharged in the sewer utility were refunded to the customer.

Effective January 1, 2024, a prior period adjustment has been recorded in the fund financial statements as follows:

	Water and Sewer Utility
Net position, as previously stated	\$ 31,754,088
Cumulative effect for adjusting revenue	(212,383)
Net position, as restated	<u>\$ 31,541,705</u>

Effective January 1, 2024, a prior period adjustment has been recorded in the statement of activities as follows:

	Business-Type Activities
Net position, as previously stated	\$ 31,754,088
Cumulative effect for adjusting revenue	(212,383)
Net position, as restated	<u>\$ 31,541,705</u>

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 2 EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS
AND GOVERNMENT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

Explanation of Differences between Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances and the Statement of Activities

Differences between the governmental funds statement of revenues, expenditures and changes in fund balance and the statement of activities fall into one of three broad categories.

- a. Long-term revenue differences arise because governmental funds report revenues only when they are considered “available”, whereas the statement of activities reports revenues when earned. Differences in long-term expenses arise because governmental funds report on a modified accrual basis whereas the accrual basis of accounting is used on the statement of activities.
- b. Capital related differences include (1) the difference between proceeds for the sale of capital assets reported on governmental fund statements and the gain or loss on the sale of assets as reported on the statement of activities, and (2) the difference between recording an expenditure for the purchase of capital items in the governmental fund statements, and capitalization and recording depreciation expense on those items as recorded in the statement of activities.
- c. Long-term debt transaction differences occur because long-term debt proceeds are recorded as revenue and both interest and principal payments are recorded as expenditures in the governmental fund statements. In the statement of activities, long-term debt proceeds are recorded as a liability, interest expense is recorded as incurred, and principal payments are recorded as a reduction of liabilities.

NOTE 3 CASH AND INVESTMENTS

At December 31, 2024, the cash and investments included the following:

Deposits with financial institutions	\$ 9,033,743
Wisconsin Local Government Investment Pool	20,608,215
U.S. Government agency securities	237,698
U.S. Treasury securities	141,222
Petty cash	1,430
Total	<u><u>\$ 30,022,308</u></u>

Cash and investments as of December 31, 2024 are classified in the accompanying financial statements as follows:

Exhibit A-1:

Cash and investments	\$ 19,818,948
Restricted cash and investments	7,451,997

Exhibit A-10:

Cash and investments	2,751,363
Total cash and investments	<u><u>\$ 30,022,308</u></u>

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 3

CASH AND INVESTMENTS (CONTINUED)

Investments Authorized by Wisconsin State Statutes

Investment of City funds is restricted by state statutes. Available investments are limited to:

- Time deposits in any credit union, bank, savings bank, trust company or savings and loan association.
- Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state.
- Bonds or securities issued or guaranteed by the federal government.
- The local government investment pool.
- Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- Repurchase agreements with public depositories, with certain conditions.
- Bond issued by a local football stadium district.
- Bonds issued by a local arts district.
- Bonds issued by the Wisconsin Aerospace Authority.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

The City's investment policy limits investments to securities with maturities of less than five years from the date of purchase.

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

Investment Type	Amount	12 months or less	13 to 24 months
Certificates of deposit	\$ 1,760,540	\$ 1,630,468	\$ 130,072
Local Government Investment Pool	20,608,215	20,608,215	
U.S. Government agency securities	237,698	237,698	
U.S. Treasury securities	141,222	141,222	
Totals	\$ 22,747,675	\$ 22,617,603	\$ 130,072

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 3

CASH AND INVESTMENTS (CONTINUED)

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments in commercial paper, corporate bonds and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The City's investment policy limits investments to those authorized by Wisconsin State Statutes.

Corporate bonds held as part of the City's monies placed under external management were rated Aaa by Moody's Investors Service or in similar categories by Standard & Poor's. Investments in U.S. Treasury securities and U.S. Government agency securities are all issued and guaranteed by government supported enterprises, the Federal National Mortgage Association (Fannie Mae), the Federal Home Loan Mortgage Association (Freddie Mac), and the Government National Mortgage Association (Ginnie Mae). Moody's Investors Service ratings vary for the government issued and guaranteed securities. As of December 31, 2024, the City's investments in the Wisconsin Local Government Investment Pool were not rated.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City would not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial risk for investments is the risk that, in the event of failure of the counterparty (e.g. broker-dealer) to a transaction, the City would not be able to recover the value of its investment of collateral securities that are in possession of another party.

Federal Deposit Insurance Corporation (FDIC) Insurance

The insurance coverage of public unit accounts depends upon the type of deposit and the location of the insured depository institution. All time and savings deposits owned by a public unit and held by the public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. Separately, all demand deposits owned by a public unit and held by the public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. For the purpose of these rules, the term 'time and savings deposits' includes NOW accounts and money market deposit accounts but does not include interest bearing demand deposit accounts. The term 'demand deposits' means both interest-bearing and noninterest-bearing deposits that are payable on demand and for which the depository institution does not reserve the right to require advance notice of an intended withdrawal.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 3

CASH AND INVESTMENTS (CONTINUED)

Collateralization of Public Unit Deposits

Depending on applicable state or federal law, public unit deposits may be secured by collateral or assets of the bank. In the event of the failure of the bank, the FDIC will honor the collateralization agreement if the agreement is valid and enforceable under applicable law. The FDIC does not guarantee, however, that the collateral will be sufficient to cover the amount of the uninsured funds. As such, although it does not increase the insurance coverage of the public unit deposits, collateralization provides an avenue of recovery in the event of the failure of an insured bank.

Bank accounts and the local government investment pool are also insured by the State Deposit Guarantee Fund in the amount of \$1,000,000. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may be significant to individual organizations. Additionally, deposits in each local and area credit union are insured by the NCUA in the amount of \$250,000 for interest bearing accounts and \$250,000 for non-interest bearing accounts.

The City's investment policy requires collateralization on certificate of deposits which exceed the FDIC and State Deposit Guarantee Fund insurance limits and on repurchase agreements. The collateral is limited to securities of the U.S. Treasury and its agencies.

As of December 31, 2024, \$6,050,267 of the City's deposits were insured by the FDIC or NCUA, \$1,474,688 were insured by a federal home loan bank letter of credit, and \$2,000,302 were in excess of federal depository insurance limits, national credit union insurance limits, and pledged collateral. The Wisconsin State Guarantee Fund would provide coverage for \$1,000,000 of this amount, providing funds are available at the time of any potential loss.

Fluctuating cash flows during the year due to tax collections, receipt of state aids and proceeds from borrowing may have resulted in temporary balances during the year significantly exceeding uninsured amounts at the balance sheet date.

Wisconsin Local Government Investment Pool

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 (SWIB). The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. All investments are valued at amortized cost by the SIF for purposes of calculating earnings to each participant. Specifically, the SIF distributes income to pool participants monthly, based on their average daily share balance. Distributions include interest income based on stated rates (both paid and accrued), amortization of discounts and premiums on a straight-line basis, realized investment gains and losses calculated on an amortized cost basis, and investment expenses. This method does not distribute to participants any unrealized gains or losses generated by the pool's investments.

Detailed information about the SIF is available in separately issued financial statements available at <https://doa.wi.gov/Pages/StateFinances/LGIP.aspx>. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2024, the fair value of the City's share of the LGIP's assets was substantially equal to the amount reported above. Information on derivatives was not available to the City.

SWIB may invest in obligations of the U.S. Treasury and its agencies, Commercial Paper, Bank Time Deposits/Certificates of Deposit, Bankers' Acceptances, Asset Backed Securities and Repurchase Agreements secured by the U.S. Government or its agencies and other instruments authorized under State Investment Fund Investment guidelines.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 3

CASH AND INVESTMENTS (CONTINUED)

Investment allocation in the local government investment pool as of December 31, 2024 was: 97.0% in U.S. Government Securities and 3.0% in commercial paper and corporate notes. The Wisconsin State Treasurer updates the investment allocations on a monthly basis.

Concentration of Credit Risk

The City places no limit on the amount the City may invest in any one issuer.

Fair Value Measurement

Financial assets required to be measured on a recurring basis are classified under a three-tier hierarchy for fair value investments. Fair value is the amount that would be received to sell an asset, or paid to settle a liability, in an orderly transaction between market participants at the measurement date.

The City uses the following hierarchical disclosure framework:

Level 1 – Measurement based upon quoted prices for identical assets in an active market as of the reporting date.

Level 2 – Measurement based upon marketplace inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices in active markets for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in inactive markets, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – Measurement based on the City’s assumptions about a hypothetical marketplace because observable market inputs are not available as of the reporting date.

The City uses appropriate valuation techniques based on the available inputs to measure the fair values of its assets and liabilities. When available, the City measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs have the lowest priority.

	Assets at Fair Value as of December 31, 2024		
	Fair Value	Level 1	Level 2
U.S. Government agency securities	\$ 237,698	\$	\$ 237,698
U.S Treasury securities	141,222	141,222	
Total	<u>\$ 378,920</u>	<u>\$ 141,222</u>	<u>\$ 237,698</u>

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 4

CAPITAL ASSETS

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

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Governmental Activities:</u>				
Capital assets not being depreciated:				
Land	\$ 3,558,698	\$ 763,391	\$	\$ 4,322,089
Construction in progress	3,243,863	1,339,440	(3,232,510)	1,350,793
Total capital asset not being depreciated	6,802,561	2,102,831	(3,232,510)	5,672,882
Other capital assets				
Land improvements	4,486,503	24,961		4,511,464
Buildings and improvements	10,816,669	561,221		11,377,890
Machinery and equipment	6,173,400	3,248,585	(25,600)	9,396,385
Vehicles	5,027,060	212,420	(248,050)	4,991,430
Infrastructure	70,528,551	1,017,790	(430,082)	71,116,259
Total other capital assets at historical costs	97,032,183	5,064,977	(703,732)	101,393,428
Less accumulated depreciation for:				
Land improvements	(1,764,022)	(194,442)		(1,958,464)
Buildings and improvements	(5,439,758)	(263,980)		(5,703,738)
Machinery and equipment	(3,648,133)	(448,436)	23,864	(4,072,705)
Vehicles	(3,065,474)	(364,842)	155,013	(3,275,303)
Infrastructure	(31,621,419)	(2,423,320)	267,867	(33,776,872)
Total accumulated depreciation	(45,538,806)	(3,695,020)	446,744	(48,787,082)
Net other capital assets	51,493,377	1,369,957	(256,988)	52,606,346
Total net capital assets	\$ 58,295,938	\$ 3,472,788	\$ (3,489,498)	\$ 58,279,228

Depreciation expense was charged to functions as follows:

Governmental Activities

General government	\$ 108,996
Public safety	284,983
Public works, which includes the depreciation of infrastructure	2,932,126
Leisure activities	361,058
Health and human services	3,938
Conservation and development	3,919
Total governmental activities depreciation expense	<u>\$ 3,695,020</u>

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 4

CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Additions	Salvage	Deletions	Ending Balance
<u>Business-type Activities:</u>					
Capital assets not being depreciated:					
Intangible plant	\$ 8,978	\$	\$	\$	\$ 8,978
Land and land rights	40,438				40,438
Construction in progress	605,409	1,715,749		(124,376)	2,196,782
Total capital assets not being depreciated	654,825	1,715,749		(124,376)	2,246,198
Capital assets being depreciated:					
Water:					
Source of supply	1,349,323				1,349,323
Pumping	2,425,291				2,425,291
Water treatment	1,413,694				1,413,694
Transmission and distribution	22,559,854	1,165,876		(154,780)	23,570,950
General plant	874,588	128,804		(88,180)	915,212
Sewer:					
Collection system	19,182,955	764,897		(23,488)	19,924,364
Treatment and disposal	11,821,483	424,797		(32,000)	12,214,280
General plant	1,170,134	221,405		(64,425)	1,327,114
Total capital assets being depreciated	60,797,322	2,705,779		(362,873)	63,140,228
Less: accumulated depreciation for:					
Water:					
Source of supply	(331,813)	(34,048)			(365,861)
Pumping	(1,381,550)	(79,711)			(1,461,261)
Water treatment	(633,100)	(44,206)			(677,306)
Transmission and distribution	(5,787,267)	(434,143)		154,780	(6,066,630)
General plant	(799,331)	(16,755)	(25,618)	107,634	(734,070)
Sewer:					
Collection system	(2,535,593)	(230,663)		23,488	(2,742,768)
Treatment and disposal	(8,779,259)	(339,063)		32,000	(9,086,322)
General plant	(928,388)	(41,758)	(17,418)	57,425	(930,139)
Total accumulated depreciation	(21,176,301)	(1,220,347)	(43,036)	375,327	(22,064,357)
Net capital assets being depreciated	39,621,021	1,485,432	(43,036)	12,454	41,075,871
Total net capital assets	\$ 40,275,846	\$ 3,201,181	\$ (43,036)	\$ (111,922)	\$ 43,322,069

Depreciation expense consisted of the following:

Business-Type Activities:

Water and sewer depreciation (Per Exhibit A-8) \$ (1,220,347)

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 5

LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due within One Year
<u>Governmental Activities</u>					
General obligation debt-nondirect	\$ 18,095,000	\$ 5,900,000	\$ (2,225,000)	\$ 21,770,000	\$ 2,205,000
Direct borrowings and direct placements:					
General obligation bonds and notes	628,338		(295,231)	333,107	34,355
Revenue bonds		21,174		21,174	
Tax increment revenue bonds-direct borrowings and direct placements	568,499		(179,200)	389,299	187,581
Other liabilities:					
Unamortized debt premium	299,923	338,130	(34,916)	603,137	
Compensated absences	569,202	180,869		750,071	348,667
Total other liabilities	869,125	518,999	(34,916)	1,353,208	348,667
Total governmental activities long-term liabilities	\$ 20,160,962	\$ 6,440,173	\$ (2,734,347)	\$ 23,866,788	\$ 2,775,603
<u>Business-type Activities</u>					
Revenue bonds - nondirect	\$ 16,400,000	\$ 3,025,000	\$ (970,000)	\$ 18,455,000	\$ 1,025,000
Revenue bonds - direct borrowings and direct placements	2,566,435	978,047	(353,749)	3,190,733	414,115
Less: deferred amount on refunding	(86,570)		10,612	(75,958)	
Other liabilities:					
Unamortized debt premium	225,666	116,334	(18,687)	323,313	
Compensated absences	107,967	43,522		151,489	74,474
Total other liabilities	333,633	159,856	(18,687)	474,802	74,474
Total business-type activities long-term liabilities	\$ 19,213,498	\$ 4,162,903	\$ (1,331,824)	\$ 22,044,577	\$ 1,513,589

The change in compensated absences liability is presented as a net change. In addition to the City's governmental debt service fund, debt service payments are also being made by the City's redevelopment authority fund and TIF District funds.

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the City. In accordance with Wisconsin statutes, notes and bonds in the governmental funds will be retired by future property tax levies or tax increments. Business-type activities debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the City may not exceed 5% of the equalized value of taxable property within the City's jurisdiction. The debt limit per Wisconsin Statutes as of December 31, 2024 was \$51,325,720. Total general obligation debt outstanding at year-end was \$22,103,107. City policy limits general obligation indebtedness to 3.5% of the equalized value of taxable property within the City's jurisdiction, or \$35,928,004. As of December 31, 2024, outstanding general obligation debt was within the limits established by Wisconsin Statutes and City policy.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 5

LONG-TERM OBLIGATIONS (CONTINUED)

General Obligation Debt (Continued)

	Date of Issue	Final Maturity	Interest Rates	Original Amount	Balance 12/31/2024
<u>Governmental Activities</u>					
General obligation debt:					
General obligation bonds	3/28/2013	10/1/2028	2.75-3.0%	\$ 3,240,000	\$ 2,100,000
General obligation bonds	12/29/2015	3/1/2033	2.9-3.8	3,790,000	2,170,000
General obligation bonds	6/2/2016	12/1/2025	1.7-1.85	2,520,000	775,000
General obligation bonds	6/1/2017	9/1/2036	3.0-3.35	1,375,000	1,175,000
General obligation bonds	10/4/2017	10/1/2029	2.0-3.0	2,975,000	1,820,000
General obligation bonds	5/10/2018	3/1/2026	3.0-3.25	1,245,000	1,000,000
General obligation bonds	5/30/2019	9/1/2034	3.0-4.0	1,125,000	1,025,000
General obligation bonds	7/30/2020	3/1/2038	1.0-2.4	1,265,000	1,010,000
General obligation bonds	9/10/2020	3/1/2030	1.0-2.0	1,170,000	1,100,000
General obligation bonds	9/16/2021	3/1/2031	1.0-2.0	1,975,000	1,445,000
General obligation bonds	6/15/2022	3/1/2031	2.7-3.35	1,325,000	1,125,000
General obligation bonds	7/19/2023	6/1/2037	4.0-5.0	1,210,000	1,125,000
General obligation notes	10/3/2023	10/1/2032	3.39	245,000	230,000
General obligation notes	4/8/2024	4/8/2026	7.75	106,611	103,107
General obligation notes	10/30/2024	3/1/2044	4.0-5.0	5,900,000	5,900,000
Total governmental activities – general obligation debt					<u>\$ 22,103,107</u>

Debt service requirements to maturity are as follows:

<u>Governmental Activities</u>						
Years	<u>Bonds and Notes - Nondirect</u>			<u>Bonds and Notes from Direct Borrowings and Direct Placements</u>		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 2,205,000	\$ 638,734	\$ 2,843,734	\$ 34,355	\$ 15,592	\$ 49,947
2026	2,200,000	623,278	2,823,278	126,253	9,322	135,575
2027	2,175,000	562,480	2,737,480	28,750	5,848	34,598
2028	2,130,000	496,513	2,626,513	28,750	4,886	33,636
2029	1,685,000	428,358	2,113,358	28,750	3,899	32,649
2030-2034	6,850,000	1,399,086	8,249,086	86,249	5,850	92,099
2035-2039	2,865,000	551,110	3,416,110			
2040-2044	1,660,000	161,000	1,821,000			
Totals	<u>\$ 21,770,000</u>	<u>\$ 4,860,559</u>	<u>\$ 26,630,559</u>	<u>\$ 333,107</u>	<u>\$ 45,397</u>	<u>\$ 378,504</u>

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 5

LONG-TERM OBLIGATIONS (CONTINUED)

Tax Increment Revenue Bonds

Tax increment revenue bonds are not a general obligation of the City and are payable solely from available tax increments. Available tax increments consist of the annual gross tax increment revenue which is generated by the increment value of the property (as noted in the development agreements underlying the bond issues) in the Tax Incremental Districts which said revenue is in excess value of the property plus any supplemental payment as defined in the development agreements.

Tax increment revenue bonds payable at December 31, 2024 consist of the following:

	Date of Issue	Final Maturity	Interest Rates	Original Amount	Balance 12/31/2024
Tax increment revenue bonds	9/12/2013	9/12/2026	4.303%	\$ 2,000,000	\$ 389,299
Total governmental activities – tax increment revenue bonds					<u>\$ 389,299</u>

Debt service requirements to maturity are as follows:

Governmental Activities					
Tax Increment Revenue Debt - Direct					
Borrowing and Direct Placements					
Years	Principal	Interest	Total		
2025	\$ 187,581	\$ 16,491	\$ 204,072		
2026	201,718	8,419	210,137		
Totals	<u>\$ 389,299</u>	<u>\$ 24,910</u>	<u>\$ 414,209</u>		

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 5

LONG-TERM OBLIGATIONS (CONTINUED)

Revenue Debt

Revenue bonds are payable only from revenues derived from operations. Revenue debt payable at December 31, 2024 consists of the following:

	Date of Issue	Final Maturity	Interest Rates	Original Amount	Balance 12/31/2024
<u>Governmental Activities</u>					
Revenue bonds	8/28/2024	5/1/2036	0.250%	\$ 21,174	<u>\$ 21,174</u>
<u>Business-type Activities</u>					
Clean water revenue bonds	12/10/2008	5/1/2028	2.339%	\$ 2,473,498	\$ 594,527
Clean water revenue bonds	11/1/2010	5/1/2030	2.428	3,964,010	1,394,453
Revenue bonds	6/24/2015	5/1/2035	3.0-4.0	5,425,000	3,410,000
Revenue bonds	12/4/2019	5/1/2038	2.0-2.55	1,625,000	1,270,000
Revenue bonds	5/1/2020	5/1/2039	1.15-2.0	1,420,000	1,180,000
Revenue bonds	9/16/2021	5/1/2034	2.0	1,890,000	1,635,000
Taxable refunding revenue bonds	9/16/2021	5/1/2031	.75-1.60	4,965,000	3,890,000
Revenue bonds	9/1/2022	5/1/2042	2.2-3.85	2,665,000	2,485,000
Clean water revenue bonds	5/24/2023	5/1/2043	2.145	1,201,753	1,201,753
Revenue bonds	12/28/2023	5/1/2039	4.0-5.0	1,610,000	1,560,000
Revenue bonds	12/18/2024	5/1/2044	4.0-5.0	3,025,000	3,025,000
Total					<u>\$ 21,645,733</u>

Debt service requirements to maturity are as follows for governmental activities:

Years	Governmental Activities		
	Revenue Bonds		
	Principal	Interest	Total
2025	\$	\$ 45	\$ 45
2026		53	53
2027	2,094	50	2,144
2028	2,099	45	2,144
2029	2,104	40	2,144
2030-2034	10,600	120	10,720
2035-2036	4,277	11	4,288
Totals	\$ 21,174	\$ 364	\$ 21,538

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 5

LONG-TERM OBLIGATIONS (CONTINUED)

Debt service requirements to maturity are as follows for business-type activities:

Business-type Activities						
Years	Revenue Bonds - Nondirect			Revenue Bonds from Direct Borrowings and Direct Placements		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 1,025,000	\$ 507,452	\$ 1,532,452	\$ 414,115	\$ 69,190	\$ 483,305
2026	1,050,000	501,060	1,551,060	423,895	58,755	482,650
2027	1,065,000	476,256	1,541,256	433,907	48,625	482,532
2028	1,090,000	450,135	1,540,135	444,155	38,256	482,411
2029	1,280,000	421,085	1,701,085	297,222	29,482	326,704
2030-2034	7,065,000	1,587,151	8,652,151	547,772	86,951	634,723
2035-2039	4,020,000	699,086	4,719,086	334,926	49,876	384,802
2040-2044	1,860,000	160,034	2,020,034	294,741	12,814	307,555
Totals	\$ 18,455,000	\$ 4,802,259	\$ 23,257,259	\$ 3,190,733	\$ 393,949	\$ 3,584,682

Water and Sewer System Mortgage Revenue Bonds

Under the terms of the bond resolutions, local officials must comply with certain requirements specified therein as discussed below:

Section 4 provides that income and revenues of the water and sewer utility shall be set aside into separate and special funds as follows:

Account	Amount	Purpose
Operation and Maintenance Fund		Paying current expenses in the operation and maintenance of system.
Special Redemption Fund	Amount sufficient to pay principal and interest on all revenue bonds and notes and to meet the reserve requirement.	Paying current interest and principal on bonds and maintaining minimum reserve requirement.
Depreciation Fund	Amount determined by the Governing Body to be sufficient to provide a proper and adequate depreciation account for the system.	New construction, repairs, replacements, extensions, or additions to the system

Section 6 requires that the "net revenues" of the system for each year be not less than 1.25 times the sum of the annual debt service requirement and the annual debt service on all other revenue bonds and notes. For the year ended December 31, 2024, the "net revenues" of the system were \$3,828,952 or 1.90 times the annual debt service requirement.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 6

LEASES

Lease Receivable

The City has entered into two lease arrangements where the City leases cell phone towers for commercial use. In the statement of activities, lease revenue for the year ended December 31, 2024 was as follows:

	Year Ending December 31, 2024
Lease-related revenue	
Lease revenue:	
Cell tower	\$ 48,878
Interest revenue	4,347
Total	<u>\$ 53,225</u>

Aggregate cash flows for the revenue generated by the lease receivable and interest at December 31, 2024 are as follows:

Years Ended December 31,	Principal	Interest	Total
2025	\$ 50,374	\$ 3,022	\$ 53,396
2026	47,101	1,616	48,717
2027	22,952	375	23,327
Totals	<u>\$ 120,427</u>	<u>\$ 5,013</u>	<u>\$ 125,440</u>

NOTE 7

LONG-TERM ADVANCES

The following is a schedule of interfund advances at December 31, 2024:

Receivable Fund	Payable Fund	Amount
General	TIF #6	\$ 378,723
Water and sewer utility	TIF #6	565,553
General	TIF #9	26,432
	Total	<u>\$ 970,708</u>

The City has also advanced funds to the TIF districts to pay for project costs incurred over and above amounts that had been originally borrowed to pay for these project costs. No repayment schedule has been established for these advances. The repayment of these advances is subject to the tax incremental financing districts generating sufficient increments to pay the debt service for funds borrowed and advanced.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS – MULTIPLE EMPLOYER LIFE INSURANCE PLAN

Plan description. The Local Retiree Life Insurance Fund (LRLIF) is a multiple-employer defined benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides post-employment life insurance benefits for all eligible members.

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

Additionally, ETF issued a standalone Retiree Life Insurance Financial Report, which can also be found using the link above.

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

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

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

Contribution rates as of December 31, 2024 are:

Coverage Type	Employer Contribution
25% Post Retirement Coverage	20% of Member Contribution

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS – MULTIPLE EMPLOYER LIFE INSURANCE PLAN (CONTINUED)

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating members must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The member contribution rates in effect for the year ended December 31, 2023 are as listed below:

Life Insurance Member Contribution Rates* For the year ended December 31, 2023		
Attained Age	Basic	Supplemental
Under 30	\$0.05	\$0.05
30-34	0.06	0.06
35-39	0.07	0.07
40-44	0.08	0.08
45-49	0.12	0.12
50-54	0.22	0.22
55-59	0.39	0.39
60-64	0.49	0.49
65-69	0.57	0.57
*Disabled members under age 70 receive a waiver-of-premium benefit.		

During the reporting period, the LRLIF recognized \$1,626 in contributions from the employer.

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

At December 31, 2024, the City reported a liability (asset) of \$367,270 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2023, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2023 rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net OPEB liability (asset) was based on the City's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2023, the City's proportion was 0.07983000%, which was an increase of 0.003867% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the City recognized OPEB expense of \$19,247.

OPEB amounts have been allocated to the proprietary funds and business-type activities. Allocations were based on the proportionate share of current year contributions to the OPEB plan made by the proprietary fund and business-type activities relative to the total contributions made by the City.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS – MULTIPLE EMPLOYER LIFE INSURANCE PLAN (CONTINUED)

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$	\$ (32,505)
Net differences between projected and actual earnings on plan investments	4,962	
Changes in actuarial assumptions	114,885	(144,623)
Changes in proportion and differences between employer contributions and proportionate share of contributions	30,287	(29,346)
Employer contributions subsequent to the measurement date	2,067	
Totals	<u>\$ 152,201</u>	<u>\$ (206,474)</u>

\$2,067 reported as deferred outflows related to OPEB resulting from the City employer's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (asset) in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2025	\$ (11,751)
2026	(728)
2027	(12,346)
2028	(21,031)
2029	(17,134)
Thereafter	6,650
Total	<u>\$ (56,340)</u>

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS – MULTIPLE EMPLOYER LIFE INSURANCE PLAN (CONTINUED)

Actuarial assumptions. The total OPEB liability in the January 1, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2023
Measurement Date of Net OPEB Liability (Asset)	December 31, 2023
Experience Study:	January 1, 2018 - December 31, 2020, Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield*:	3.26%
Long-Term Expected Rate of Return:	4.25%
Discount Rate:	3.32%
Salary Increases	
Wage Inflation:	3.00%
Seniority/Merit:	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table

*Based on the Bond Buyer GO 20-Bond Municipal index.

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

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

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS – MULTIPLE EMPLOYER LIFE INSURANCE PLAN (CONTINUED)

Local OPEB Life Insurance Asset Allocation Targets and Expected Returns As of December 31, 2023			
Asset Class	Index	Target Allocation	Long-Term Expected Geometric Real Rate of Return
US Intermediate Credit Bonds	Bloomberg US Interim Credit	40%	2.32%
US Mortgages	Bloomberg US MBS	60%	2.52%
Inflation			2.30%
Long-Term Expected Rate of Return			4.25%

Single Discount rate. A single discount rate of 3.32% was used to measure the total OPEB liability for the current year, as opposed to a discount rate of 3.76% for the prior year. The significant change in the discount rate was primarily caused by the decrease in the municipal bond rate from 3.72% as of December 31, 2022 to 3.26% as of December 31, 2023. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the total OPEB liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan's fiduciary net position is projected to be insufficient. The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2036.

The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made according to the current employer contribution schedule and that contributions are made by plan members retiring prior to age 65.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS – MULTIPLE EMPLOYER LIFE INSURANCE PLAN (CONTINUED)

Sensitivity of the City's proportionate share of the net OPEB liability (asset) to changes in the discount rate.

The following presents the City's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 3.32 percent, as well as what the City's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2.32 percent) or 1-percentage-point higher (4.32 percent) than the current rate:

	1% Decrease to Discount Rate (2.32%)	Current Discount Rate (3.32%)	1% Increase to Discount Rate (4.32%)
City's proportionate share of the net OPEB liability (asset)	\$ 493,479	\$ 367,270	\$ 270,932

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS – SINGLE EMPLOYER HEALTH INSURANCE PLAN

Plan Description – The City operates a single-employer retiree benefit plan that provides postemployment health insurance benefits to eligible employees. Benefits and eligibility are established and amended by the City Council. The plan does not issue stand-alone financial statements. Current approved benefits are as follows:

Employees Retiring from the City that are also eligible for the Wisconsin Retirement System: Retirees may choose to remain on the City's group medical plan until age 65 provided they self-pay the full (100%) amount of all required premiums. Eligible retirees also receive an HRA benefit for reimbursement of a portion of the high deductible health plan up to \$1,100 for single and \$2,200 for family coverage.

Funding Policy – The City will fund the OPEB with a pay-as-you go basis. There are no assets accumulated in a trust that meet the criteria in Governmental Accounting Standards to pay related benefits.

Employees Covered by Benefit Terms – At December 31, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	3
Inactive employees entitled to but not yet receiving benefit payments	
Active employees	73
	<u>76</u>

Total OPEB Liability – The City's total OPEB liability of \$582,608 was measured at December 31, 2023, and was determined by an actuarial valuation as of December 31, 2023.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS – SINGLE EMPLOYER HEALTH INSURANCE PLAN (CONTINUED)

Actuarial Assumptions and Other Inputs – The total OPEB liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless other specified:

Valuation date	December 31, 2023
Measurement date	December 31, 2023
Actuarial cost method	Entry age normal (level percent of salary)
Inflation	2.5 percent
Salary increases	3.0 percent, average, including inflation
Discount rate	4.00 percent
Healthcare cost trend rates	7.00% decreasing to 6.50%, then decreasing by 0.10% per year down to 4.50%, and level thereafter
Retirees' share of benefit-related costs	Retirees are responsible for the full (100%) amount of premiums.

The discount rate is based on the S&P Municipal Bond 20 Year High Grade Index as of the measurement date. Implicit in this rate is a 2.50% assumed rate of inflation.

Mortality rates were based on the 2020 WRS Experience Tables for Active Employees and Healthy Retirees projected with mortality improvements using the fully generational MP-2021 projection scale from a base year of 2010.

The actuarial assumptions were based on an experience study conducted in 2021 using the Wisconsin Retirement System (WRS) experience from 2018-2020.

Changes in the Total OPEB Liability:

	<u>Total OPEB Liability</u>
Balance at 12/31/2022	<u>\$ 503,687</u>
Changes for the year:	
Service cost	47,020
Interest	22,003
Changes of benefit terms	
Differences between expected and actual experience	(5,622)
Changes in assumptions or other inputs	34,487
Benefit payments	<u>(18,967)</u>
Net Changes	<u>78,921</u>
Balance at 12/31/2023	<u><u>\$ 582,608</u></u>

There were no changes of benefit terms.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS – SINGLE EMPLOYER HEALTH INSURANCE PLAN (CONTINUED)

Changes of assumptions included updated WRS decrement assumptions, assumed discount rate, and assumed health care trend.

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.00 percent) or 1-percentage-point higher (5.00 percent) than the current discount rate:

		1% Decrease 3.00%	Current Discount Rate 4.00%	1% Increase 5.00%
Total OPEB liability	12/31/2023	<u>\$ 636,263</u>	<u>\$ 582,608</u>	<u>\$ 533,544</u>

Sensitivity of the total OPEB liability to changes in healthcare cost trend rates

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.0 percent decreasing to 3.5 percent) or 1-percentage-point higher (8.0 decreasing to 5.5 percent) than the current healthcare cost trend rates:

		1% Decrease (6.0% decreasing to 3.5%)	Healthcare Cost Trend Rates (7.0% decreasing to 4.5%)	1% Increase (8.0% decreasing to 5.5%)
Total OPEB liability	12/31/2023	<u>\$ 512,712</u>	<u>\$ 582,608</u>	<u>\$ 667,412</u>

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

For the year ended December 31, 2024, the City recognized OPEB expense of \$24,889.

OPEB amounts have been allocated to the proprietary funds and business-type activities. Allocations were based on the proportionate share of current year contributions to the OPEB plan made by the proprietary fund and business-type activities relative to the total contributions made by the City.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS – SINGLE EMPLOYER HEALTH INSURANCE PLAN (CONTINUED)

At December 31, 2024 the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$	\$ 273,286
Changes of assumptions or other inputs	78,807	105,488
Contributions after the measurement date	20,961	
Total	<u>\$ 99,768</u>	<u>\$ 378,774</u>

\$20,961 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended December 31, 2024, to be reported for the fiscal year end December 31, 2025. Other amounts reported as deferred outflows and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31:	
2024	\$ (44,134)
2025	(44,134)
2026	(44,134)
2027	(44,130)
2028	(41,687)
Thereafter	(81,748)
Total	<u>\$ (299,967)</u>

NOTE 10

DEFINED BENEFIT PENSION PLAN

Plan description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

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

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

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 10

DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

Benefits provided. Employees who retire at or after age 65 (54 for protective occupations and 62 for elected officials and executive service retirement plan participants, if hired on or before 12/31/2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

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

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

The WRS also provides death and disability benefits for employees.

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

Year	Core Fund Adjustment (%)	Variable Fund Adjustment (%)
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0
2023	1.6	(21.0)

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 10

DEFINED BENEFIT PENSION PLAN (CONTINUED)

Contributions. Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, and executives and elected officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the WRS recognized \$410,605 in contributions from the employer.

Contribution rates as of December 31, 2024 are:

Employee Category	Employee	Employer
General (including teachers, executives and elected officials)	6.90%	6.90%
Protective with Social Security	6.90%	14.30%
Protective without Social Security	6.90%	19.10%

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

At December 31, 2024, the City reported a liability (asset) of \$456,011 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2023, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2022 rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net pension liability (asset) was based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2023, the City's proportion was 0.03067051%, which was a decrease of 0.00036461% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the City recognized pension expense of \$316,561.

Pension amounts have been allocated to the proprietary funds and business-type activities. Allocations were based on the proportionate share of current year contributions to the pension plan made by the proprietary funds and business-type activities relative to the total contributions made by the City.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 10

DEFINED BENEFIT PENSION PLAN (CONTINUED)

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,838,631	\$ (2,435,279)
Net differences between projected and actual earnings on pension plan investments	1,589,125	
Changes in assumptions	198,762	
Changes in proportion and differences between employer contributions and proportionate share of contributions	10,509	(5,005)
Employer contributions subsequent to the measurement date	462,269	
Total	<u>\$ 4,099,296</u>	<u>\$ (2,440,284)</u>

\$462,269 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2025	\$ 245,737
2026	256,641
2027	999,190
2028	(304,825)
Total	<u>\$ 1,196,743</u>

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 10

DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial assumptions. The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

Long-term expected Return on Plan Assets. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 10

DEFINED BENEFIT PENSION PLAN (CONTINUED)

Asset Allocation Targets and Expected Returns ¹ As of December 31, 2023			
Core Fund Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return % ²
Public Equity	40	7.3	4.5
Public Fixed Income	27	5.8	3.0
Inflation Sensitive	19	4.4	1.7
Real Estate	8	5.8	3.0
Private Equity/Debt	18	9.6	6.7
Leverage ³	(12)	3.7	1.0
Total Core Fund	100	7.4	4.4
Variable Fund Asset Class			
U.S. Equities	70	6.8	4.0
International Equities	30	7.6	4.8
Total Variable Fund	100	7.3	4.5
¹ Asset Allocations are managed with established ranges; target percentages may differ from actual monthly allocations			
² New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.7%			
³ The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, as asset allocation target of 15% policy leverage is used, subject to an allowable range up to 20%.			

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

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 10

DEFINED BENEFIT PENSION PLAN (CONTINUED)

Sensitivity of the City of Platteville's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the City's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80 percent, as well as what the City's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.80 percent) or 1-percentage-point higher (7.80 percent) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
City's proportionate share of the net pension liability (asset)	\$ 4,407,566	\$ 456,011	\$ (2,309,059)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

NOTE 11

CONTINGENT LIABILITIES

The City has identified the following items as potential liabilities not recorded on the financial statements:

1. The City participates in a number of federal and state assistance programs. These programs are subject to program compliance audits by the grantors or their representatives. Accordingly, the City's compliance with applicable grant requirements will be established at some future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.
2. From time to time, the City is party to various claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and the City Attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the City's financial position or results of operations.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 12

TAX INCREMENTAL DISTRICTS

Transactions of the tax incremental district to December 31, 2024 are summarized below:

	TIF #5	TIF #6	TIF #7	TIF #9
Project expenditures to 12/31/24	<u>\$ 15,470,767</u>	<u>\$ 10,402,178</u>	<u>\$ 14,200,082</u>	<u>\$ 30,307</u>
Accumulated credits to project expenditures:				
Tax increments collected	15,278,299	6,377,159	3,722,371	
Developer agreement payments		112,247	740,870	
EDA grant		382,667	178,808	
Community development block grant			909,276	
WEDC grants			400,000	
Tax exempt computer aid	141,869	10,510	67,116	
Tax exempt personal property aid	25,722	13,896	38,537	
Interest income		215,010	97,785	
Miscellaneous income	24,877	17,140	107,506	469
Transfer from other funds			4,987,035	
Total accumulated credits	<u>15,470,767</u>	<u>7,128,629</u>	<u>11,249,304</u>	<u>469</u>
Excess of project expenditures over accumulated credits to 12/31/24	<u>\$</u>	<u>\$ 3,273,549</u>	<u>\$ 2,950,778</u>	<u>\$ 29,838</u>
Notes payable				
outstanding 12/31/24	\$	\$ 2,140,408	\$ 3,695,000	\$
Fund balance (positive) 12/31/24	<u></u>	<u>1,133,141</u>	<u>(744,222)</u>	<u>29,838</u>
Project expenditures to be recovered subsequent to 12/31/24	<u>\$</u>	<u>\$ 3,273,549</u>	<u>\$ 2,950,778</u>	<u>\$ 29,838</u>

Tax Incremental Financing Districts were created under the provisions of Wisconsin Statute Section 66.46. The purpose of that section is to allow a municipality to recover development and improvements costs in a designated area from the property taxes generated on the increased value of the property after the creation date of the district. The tax on the increased value is called a tax increment.

In 2017, TIF #5 began increment sharing with TIF #7. The increment sharing is recorded as a TIF #5 project expenditure in the table above and reflected as a transfer in the statement of revenues, expenditures, and changes in fund balances for the governmental funds.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 12

TAX INCREMENTAL DISTRICTS (CONTINUED)

Project costs may be incurred up to five years before the District's mandatory termination date. The statutes allow the municipality to collect tax increments until the net project cost has been fully recovered, or for a maximum of years. Project cost uncollected at the dissolution date are absorbed by the municipality.

	<u>Creation Date</u>	<u>Last Date to Incur Project Costs</u>	<u>Final Dissolution Date</u>
District #5	6/28/05	6/28/20	4/8/25 (actual)
District #6	3/28/06	3/28/21	3/28/32
District #7	3/28/06	3/28/28	3/28/33
District #9	7/25/23	7/25/38	7/25/43

NOTE 13

GOVERNMENTAL ACTIVITIES NET POSITION/FUND BALANCES

Governmental activities net position reported on the government wide statement of net position at December 31, 2024 includes the following:

GOVERNMENTAL ACTIVITIES

Net investment in capital assets	
Land and construction work in progress	\$ 5,672,882
Other capital assets, net of accumulated depreciation	52,606,346
Less: long-term capital debt outstanding	(14,570,951)
Less: unamortized bond premium	(603,137)
Total net investment in capital assets	<u>43,105,140</u>
Restricted for:	
Redevelopment authority	283,472
Housing conservation	86,099
Donor specified	529,955
Impact fees	21,494
Community development grant restricted	780,750
Library endowment	5,974
Perpetual care	583,405
Taxi/Bus	279,838
Affordable housing	76,649
Broske center	15,909
Lead service lines	3,074
Pool project	25
Debt service	255,504
TIF expenditures	744,222
Total restricted	<u>3,666,370</u>
Unrestricted	<u>1,185,977</u>
Total governmental activities net position	<u><u>\$ 47,957,487</u></u>

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 13 GOVERNMENTAL ACTIVITIES NET POSITION/FUND BALANCES (CONTINUED)

GOVERNMENTAL FUND BALANCES

Governmental fund balances reported on the fund financial statements at December 31, 2024 includes the following:

Nonspendable:

Major Funds:

General Fund:

Advances to other funds	\$ 405,155
Prepays	140,643
Delinquent taxes	<u>53,302</u>
Total major funds	<u>599,100</u>

Nonmajor Funds:

Airport:

Fuel inventory	<u>26,283</u>
Total nonmajor funds	<u>26,283</u>
Total nonspendable	<u><u>\$ 625,383</u></u>

NOTE 13 GOVERNMENTAL ACTIVITIES NET POSITION/FUND BALANCES (CONTINUED)

Restricted:

General Fund:

Parking spaces	\$	107,851
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Parks	23,424
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Museum	19,352
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Museum donations	25,065
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New park	20,622
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Skateboard park	603
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Lifeguard incentive	8,575
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Swim team	10,605
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Park camping 325

Tennis association 731

Legion Park Trust	93,535
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Tree	2,452
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Automated external defibrillator 321

Recreation scholarships	16,256
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Frisbee golf maintenance	861
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Family theatre 745

Fireworks	8,223
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Splash playground	2,480
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Police	1,972
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Cyril Clayton Trust	59,854
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Cemetery	5,691
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Senior Center	49,200
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Historic Preservation Commission 984

Sports complex	8,950
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Armory proceeds	61,278
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Park impact fees	21,494
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Total General Fund	551,449
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Capital projects	1,051,993
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Fire Facility	4,398,230
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Total Major Funds	6,001,672
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City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 13 GOVERNMENTAL ACTIVITIES NET POSITION/FUND BALANCES (CONTINUED)

GOVERNMENTAL FUND BALANCES (CONTINUED)

Restricted (Continued):

Nonmajor Funds:

Airport	323,104
Community development block grant	215,326
Redevelopment authority	103,047
Perpetual care	583,405
Housing conservation	14,286
Library	5,974
Taxi/Bus	279,838
Affordable housing	76,649
Broske Center	15,909
Lead service lines	3,074
Pool project	25
TIF District No. 7	744,222
Debt service	426,765
Total Nonmajor Funds	<u>2,791,624</u>
Total restricted	<u><u>\$ 8,793,296</u></u>

Assigned:

Major Funds:

General Fund:

Police funds	\$ 918
Museum funds	38,068
Fire department	6,495
Library building	17,186
Ambulance outlay	11,400
Affordable housing	531,226
Ambulance services	39,450
City clerk conferences and training	1,900
Admin operating supplies	8,304
IT outlay	5,000
Library data processing	2,741
Museum outlay	1,000
Capital outlay	386,400
Total assigned	<u><u>\$ 1,050,088</u></u>

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 13 GOVERNMENTAL ACTIVITIES NET POSITION/FUND BALANCES (CONTINUED)

The following funds had (deficit) unassigned fund balances at December 31, 2024:

Nonmajor Funds:

TIF District No. 6	\$ (1,133,141)
TIF District No. 9	<u>(29,838)</u>
Total (deficit)	<u><u>\$ (1,162,979)</u></u>

TIF District deficits are expected to be eliminated by increment revenues in future years.

NOTE 14 DEFERRED INFLOWS OF RESOURCES

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes receivable for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At December 31, 2024 the various components of deferred inflows of resources reported in the governmental funds were as follows:

Property tax receivable and tax roll special charges	\$ 5,561,450
Tax increment receivable	2,414,967
Tax equivalent	368,354
Loans receivable	503,128
Mortgages receivable	<u>637,237</u>
Total deferred inflows of resources for governmental funds	<u><u>\$ 9,485,136</u></u>

The mortgages receivable of \$637,237 represent loans to local businesses originally financed from economic development grants received by the City from the State of Wisconsin. Repayment of principal and interest on the mortgages is recorded as revenue in the community development block grant and housing conservation program special revenue funds and is used to finance additional development loans.

The loans receivable of \$503,128 represents various economic development and lead service line replacement loans that are being paid to the City, including interest, on an installment basis. Repayment of principal and interest on the loans is recorded as revenue when received in the funds statements.

NOTE 15 RESTRICTED ASSETS

DNR Replacement Account

The Wisconsin Department of Natural Resources required as a condition of the sewer grant that a replacement fund be established and funded on an annual basis. The balance in this account at December 31, 2024 was \$3,941,388.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 16

INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

Receivable Fund	Payable Fund	Amount	Purpose
Governmental Funds:			
General	Water and sewer	\$ 368,354	Tax equivalent
Enterprise Funds:			
Water and sewer	General fund	\$ 9,929	Tax roll items

For the statement of net position, interfund balances which are owned within the governmental activities or business-type activities are netted and eliminated.

The following is a schedule of interfund transfers:

Fund Transfer To	Fund Transfer From	Amount	Purpose
Governmental Funds:			
Capital projects	General	\$ 580,837	Various outlays
Capital projects	Local fiscal recovery fund	116,846	ARPA funded outlays
TIF #7	TIF #5	1,051,646	Tax increment sharing
Airport	Capital projects	15,000	Various outlays
Capital projects	Taxi/bus	15,040	Various outlays
Pool project	Capital projects	10,000	Various outlays
General	Local fiscal recovery fund	91,128	ARPA funded outlays
General	Community development block grant	943,367	Affordable housing outlays
	Total	<u>\$ 2,823,864</u>	
Proprietary Funds:			
General	Water utility	<u>\$ 368,354</u>	Tax equivalent

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) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations and (3) move fund balances whose designated purpose has been removed.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 17

COMMITMENTS/SUBSEQUENT EVENTS

Prior to December 31, 2024, the City received a \$7,000,000 appropriation from the federal budget for a new fire facility. The estimated cost of the new fire facility is \$14,300,000. The City issued debt proceeds of \$4,600,000 in 2024 and has incurred approximately \$1,009,500 of expenses through 2024. Subsequent to December 31, 2024, the City authorized the awarding of construction contracts with a guaranteed maximum price of \$12,657,000.

Prior to December 31, 2024, the City approved sand filter upgrades for approximately \$781,450. The City incurred approximately \$331,625 of expenses through 2024.

Subsequent to December 31, 2024, the City:

- Approved selling a property for \$161,000.
- Approved Seventh Avenue reconstruction for approximately \$1,051,600.
- Approved Pine Street parking lot reconstruction for approximately \$223,000.
- Approved a resolution to terminate Tax Incremental Financing District No. 5.
- Approved thin overlay for approximately \$117,000.
- Approved services of the Construction Manager at Risk, regarding the aquatic center reconstruction, with a base project budget of \$6.9 million. The City intends to finance this project with general obligation notes.

NOTE 18

TAX ABATEMENTS

Tax abatements are a reduction in tax revenues that result from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

The City of Platteville, through its Tax Incremental Financing District No. 6, has entered into a tax abatement agreement with a developer in the form of tax incremental financing incentives to stimulate economic development. The abatements are authorized through the Tax Incremental Financing District No. 6 project plan. The agreement requires the City to make annual repayments of property taxes collected within the TID to the developer based upon the terms of the agreements.

For the year ended December 31, 2024, the City abated property taxes totaling \$41,500 related to a Tax Incremental Financing District No. 6 agreement.

City of Platteville, Wisconsin
Notes to the Basic Financial Statements
December 31, 2024

NOTE 19

TAX LEVY LIMIT

Wisconsin Act 32 imposes a limit on the property tax levies for all Wisconsin cities, villages, towns and counties. Under 2011 Wisconsin Act 32, in 2011 and all future years, a municipality is allowed to increase its levy over the amount it levied in the prior year by the percentage increase in equalized value from net new construction or zero percent. All of the exceptions and modifications to levy limits that existed under previous law continue to apply.

In addition, as part of Wisconsin's Act 20 (2013), legislation was passed that further limits future tax levies. If the City adopts a new fee or a fee increase for covered services (which were partly or wholly funded by property tax levy), the City must reduce its levy limit in the current year by the amount of the new fee or fee increase, less any previous reductions. Covered services include garbage collection, snow plowing, and street sweeping.

The City has the ability to increase tax levies through the debt service adjustment that the City has historically underutilized.

NOTE 20

COMPONENT UNIT – HOUSING AUTHORITY

A. Cash and Investments

At year-end, the carrying amount of the housing authority's deposits was \$87,412 and the bank balance was \$86,181. All the bank balance was covered by federal depository insurance.

B. Line of Credit

The Housing Authority had a \$10,000 line of credit with a local bank that expired June 22, 2024. No draws on the line of credit were made during the year.

NOTE 21 EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has adopted GASB Statement No. 102, *Certain Risk Disclosures*, effective for periods beginning after June 15, 2024, GASB Statement No. 103, *Financial Reporting Model Improvements*, effective for periods beginning after June 15, 2025, and GASB Statement No. 104, *Disclosure of Certain Capital Assets*, effective for periods beginning after June 15, 2025. When these become effective, application of these standards may restate portions of these financial statements.

NOTE 22

CHANGE IN REPORTING ENTITY

Effective January 1, 2024, changes within the financial reporting entity resulted in restatements of beginning fund balance, as follows:

	Fire Facility	Other Governmental Funds
12/31/23, as previously reported	\$	\$ 687,542
Change within financial reporting entity (nonmajor to major fund)	(156,441)	156,441
1/1/24, as restated	<u>\$ (156,441)</u>	<u>\$ 843,983</u>

Required Supplementary Information

Exhibit B-1
Required Supplementary Information
City of Platteville, Wisconsin
Budgetary Comparison Schedule for the General Fund
For the Year Ended December 31, 2024

	Budgeted Amounts			Variances- Positive (Negative)	
	Original	Final	Actual	Original to Actual	Final to Actual
REVENUES					
Taxes	\$ 3,484,334	\$ 3,484,334	\$ 3,474,093	\$ (10,241)	\$ (10,241)
Special assessments	9,400	9,400	10,900	1,500	1,500
Intergovernmental	4,532,358	4,532,358	4,465,304	(67,054)	(67,054)
Licenses and permits	113,825	113,825	69,149	(44,676)	(44,676)
Fines and forfeitures	117,500	117,500	134,840	17,340	17,340
Public charges for services	883,630	883,630	850,646	(32,984)	(32,984)
Interest income	390,850	390,850	495,185	104,335	104,335
Loan repayments	12,565	12,565	12,565		
Miscellaneous	79,320	79,320	143,054	63,734	63,734
Total revenues	9,623,782	9,623,782	9,655,736	31,954	31,954
EXPENDITURES					
General government	1,637,729	1,674,068	1,622,128	15,601	51,940
Public safety	3,765,514	3,856,002	3,823,453	(57,939)	32,549
Public works	1,873,293	1,879,393	1,639,643	233,650	239,750
Health and social services	148,050	152,450	137,282	10,768	15,168
Leisure activities	2,209,719	2,262,099	2,148,142	61,577	113,957
Conservation and development	391,951	391,951	757,634	(365,683)	(365,683)
Total expenditures	10,026,256	10,215,963	10,128,282	(102,026)	87,681
Excess (deficiency) of revenues over over expenditures	(402,474)	(592,181)	(472,546)	(70,072)	119,635
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of capital assets	7,950	7,950	23,532	15,582	15,582
Transfer to other funds	(523,457)	(523,457)	(580,837)	(57,380)	(57,380)
Transfer from other funds			1,034,495	1,034,495	1,034,495
Transfer from utility-tax equivalent	394,524	394,524	378,554	(15,970)	(15,970)
Total other financing sources (uses)	(120,983)	(120,983)	855,744	976,727	976,727
Net change in fund balances	(523,457)	(713,164)	383,198	906,655	1,096,362
Fund balance - beginning of year	4,694,073	4,694,073	4,694,073		
Fund balance - end of year	\$ 4,170,616	\$ 3,980,909	\$ 5,077,271	\$ 906,655	\$ 1,096,362

Exhibit B-2
City of Platteville, Wisconsin
Local Retiree Life Insurance Fund Schedules
December 31, 2024

SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)
Last 10 Calendar Years*

Year ended December 31,	Proportion of the net OPEB liability (asset)	Proportionate share of the net OPEB liability (asset)	Covered- employee payroll	Collective net OPEB liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability (asset)
2023	0.07983000%	\$ 367,270	\$ 4,343,000	8.46%	33.90%
2022	0.07596300%	289,406	4,152,000	6.97%	38.81%
2021	0.07177700%	424,229	4,213,000	10.07%	29.57%
2020	0.07605400%	418,352	4,065,000	10.29%	31.36%
2019	0.08110600%	345,365	3,820,000	9.04%	37.58%
2018	0.08647800%	223,142	3,904,000	5.72%	48.69%
2017	0.10432100%	313,858	4,386,996	7.15%	44.81%

*The proportionate share of the net OPEB liability (asset) and other amounts presented above for each year were determined as of the calendar year-end that occurred 12 months prior to the financial reporting period.

SCHEDULE OF CONTRIBUTIONS
Last 10 Calendar Years**

Year ended December 31,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered- employee payroll	Contributions as a percentage of covered- employee payroll
2024	\$ 2,067	(2,067)		\$ 4,986,528	0.04%
2023	1,996	(1,996)		4,343,000	0.05%
2022	1,715	(1,715)		4,152,000	0.04%
2021	1,715	(1,715)		4,213,000	0.04%
2020	1,803	(1,803)		4,065,000	0.04%
2019	1,466	(1,466)		3,820,000	0.04%
2018	1,666	(1,666)		3,904,000	0.04%

**The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. The tables will be built prospectively as the information becomes available.

Exhibit B-3
City of Platteville, Wisconsin
Schedule of Changes in the City's Total OPEB Liability and Related Ratios
December 31, 2024

	2023	2022	2021	2020
Total OPEB Liability				
Service cost	\$ 47,020	\$ 62,171	\$ 72,780	\$ 65,445
Interest	22,003	12,763	19,219	21,320
Changes in benefit terms				
Differences between expected and actual experience	(5,622)	(2,401)	(308,050)	
Changes of assumptions or other inputs	34,487	(92,550)	(30,971)	30,009
Benefit payments	(18,967)	(24,937)	(44,282)	(38,791)
Net change in total OPEB	\$ 78,921	\$ (44,954)	\$ (291,304)	\$ 77,983
Total OPEB liability- beginning	503,687	548,641	839,945	761,962
Total OPEB liability- ending	<u>\$ 582,608</u>	<u>\$ 503,687</u>	<u>\$ 548,641</u>	<u>\$ 839,945</u>
Covered Employee Payroll	\$ 4,734,668	\$ 4,140,135	\$ 4,140,135	\$ 4,040,655
Total OPEB liability as a percentage of covered-employee payroll	12.31%	12.17%	13.25%	20.79%
	2019	2018	2017	
Total OPEB Liability				
Service cost	\$ 53,091	\$ 57,334	\$ 57,334	
Interest	30,779	26,537	24,773	
Changes in benefit terms				
Differences between expected and actual experience	(101,345)			
Changes of assumptions or other inputs	59,529	(24,426)		
Benefit payments	(46,061)	(46,008)	(17,427)	
Net change in total OPEB	\$ (4,007)	\$ 13,437	\$ 64,680	
Total OPEB liability- beginning	765,969	752,532	687,852	
Total OPEB liability- ending	<u>\$ 761,962</u>	<u>\$ 765,969</u>	<u>\$ 752,532</u>	
Covered Employee Payroll	\$ 4,040,655	\$ 3,718,609	\$ 3,718,609	
Total OPEB liability as a percentage of covered-employee payroll	18.86%	20.60%	20.24%	

This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is only presented for the years for which the required supplementary information is available.

Exhibit B-4
City of Platteville, Wisconsin
Wisconsin Retirement System Schedules
December 31, 2024

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)

Last 10 Calendar Years*

Year ended December 31,	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered-employee payroll	Collective net pension liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability (asset)
2023	0.03067051%	\$ 456,011	\$ 4,664,231	9.78%	98.85%
2022	0.03103512%	1,644,148	4,392,159	37.43%	95.72%
2021	(0.03095443%)	(2,494,484)	4,269,084	(58.43%)	106.02%
2020	(0.03113892%)	(1,944,045)	4,396,225	(44.22%)	105.26%
2019	(0.03111714%)	(1,003,358)	4,122,588	(24.34%)	102.96%
2018	0.03150589%	1,120,880	4,040,929	27.74%	96.45%
2017	(0.03203475%)	(951,149)	4,148,866	(22.93%)	102.93%
2016	0.03215436%	265,028	4,094,108	6.47%	99.12%
2015	0.03277933%	532,658	4,139,057	12.87%	98.20%
2014	(0.03337575%)	(819,574)	4,080,595	(20.08%)	102.74%

*The proportionate share of the net pension liability (asset) and other amounts presented above for each year were determined as of the calendar year-end that occurred 12 months prior to the financial reporting period.

SCHEDULE OF CONTRIBUTIONS

Last 10 Calendar Years**

Year ended December 31,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered-employee payroll	Contributions as a percentage of covered- employee payroll
2024	\$ 462,269	\$ (462,269)		\$ 4,986,528	9.27%
2023	411,211	(411,211)		4,664,231	8.82%
2022	362,189	(362,189)		4,392,159	8.25%
2021	352,050	(352,050)		4,269,084	8.25%
2020	363,395	(363,395)		4,396,225	8.27%
2019	318,551	(318,551)		4,122,588	7.73%
2018	318,909	(318,909)		4,040,929	7.89%
2017	328,551	(328,551)		4,148,866	7.92%
2016	301,725	(301,725)		4,094,108	7.37%
2015	313,084	(313,084)		4,139,057	7.56%

**The contribution and other amounts presented above for each calendar year are based on information that occurred during that calendar year.

City of Platteville, Wisconsin
Notes to the Required Supplementary Information
December 31, 2024

NOTE 1

BUDGET SCHEDULE

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note 1(C).

The City budget is adopted in accordance with state law. Budget amounts in the financial statements include appropriations authorized in the original budget resolution, assigned carryovers from prior years, and subsequent revisions authorized by the City Council. Such revisions are required by a statutory provision which states that no expenditure can be made from an expired appropriation. The statutes also require publication of these budget revisions. Changes to the overall budget must be approved by a two-thirds vote of the Common Council.

Control for the TIF district funds (capital projects funds) are maintained by comparison to the project plan. Budgetary comparisons are not required for proprietary funds. No budget is required for the Fire Facility fund.

Encumbrance accounting is not used by the City to record commitments related to unperformed contracts for goods or services.

For the year ended December 31, 2024, conservation and development expenditures exceeded budgeted amounts by \$365,683.

NOTE 2

WISCONSIN RETIREMENT SYSTEM SCHEDULES

Changes in Benefit Terms and Assumptions related to Pension Liabilities (Assets)

Changes of benefit term: There were no changes of benefit terms for any participating employer in WRS.

Changes of assumptions: Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the post-retirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-ended December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the post-retirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

City of Platteville, Wisconsin
Notes to the Required Supplementary Information
December 31, 2024

NOTE 2

WISCONSIN RETIREMENT SYSTEM SCHEDULES (CONTINUED)

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:

	2023	2022	2021	2020	2019
Valuation Date:	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll- Closed Amortization Period	Level Percent of Payroll- Closed Amortization Period	Level Percent of Payroll- Closed Amortization Period	Level Percent of Payroll- Closed Amortization Period	Level Percent of Payroll- Closed Amortization Period
Amortization Period:	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Actuarial Assumptions					
Net Investment Rate of Return:	5.4%	5.4%	5.4%	5.4%	5.5%
Weighted based on assumed rate for:					
Pre-retirement:	6.8%	7.0%	7.0%	7.0%	7.2%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.0%	3.0%	3.0%	3.0%	3.2%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	1.7%	1.9%	1.9%	1.9%	2.1%
Retirement Age:	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2018-2020.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015 - 2017.	Experience -based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.
Mortality:	2020 WRS Experience Tables. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2021 fully generational improvement scale from a base year of 2010.	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).

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

City of Platteville, Wisconsin
Notes to the Required Supplementary Information
December 31, 2024

NOTE 2

WISCONSIN RETIREMENT SYSTEM SCHEDULES (CONTINUED)

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:

	2018	2017	2016	2015	2014
Valuation Date:	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013	December 31, 2012
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll-	Level Percent of Payroll-	Level Percent of Payroll-	Level Percent of Payroll-	Level Percent of Payroll-
Amortization Period:	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Actuarial Assumptions					
Return:	5.5%	5.5%	5.5%	5.5%	5.5%
Weighted based on assumed rate for:					
			7.2%	7.2%	7.2%
Pre-retirement:	7.2%	7.2%			
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.2%	3.2%	3.2%	3.2%	3.2%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Adjustments*:	2.1%	2.1%	2.1%	2.1%	2.1%
Retirement Age:	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.
Mortality:	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality

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

City of Platteville, Wisconsin
Notes to the Required Supplementary Information
December 31, 2024

NOTE 3

LOCAL RETIREE LIFE INSURANCE SCHEDULES

Changes in Benefit Terms and Assumptions related to LRLIF OPEB Liabilities (Assets)

Benefit Terms: There were no recent changes in benefit terms.

Assumptions: In addition to the rate changes detailed in the tables above, the State of Wisconsin Employee Trust Fund Board adopted economic and demographic assumption changes based on a three year experience study performed for the Wisconsin Retirement System. These assumptions are used in the actuarial valuations of OPEB liabilities (assets) for the retiree life insurance programs and are summarized below.

The assumption changes that were used to measure the December 31, 2021 total OPEB liabilities, including the following:

- Lowering the price inflation rate from 2.5% to 2.4%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

The assumption changes that were used to measure the December 31, 2018 total OPEB liabilities, including the following:

- Lowering the long-term expected rate of return from 5.00% to 4.25%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

NOTE 4

OTHER POSTEMPLOYMENT BENEFITS PLAN – CITY HEALTH INSURANCE PLAN

Governmental Accounting Standards Board Statement No. 75 requirements have been implemented prospectively; therefore, the illustrations do not present similar information for the 3 preceding years.

Changes of benefit terms. There were no changes of benefit terms during the year.

Changes of assumptions. Differences between expected and actual experience resulted in a decrease in the total OPEB liability. Changes of assumptions or other inputs resulted in an increase in the total OPEB liability. These changes included updated WRS decrement assumptions assumed discount rate, and assumed health care trend.

Assets. There are no assets accumulated in a trust that meet the criteria in governmental accounting standards to pay related benefits.

Supplementary Information

Exhibit C-1
City of Platteville, Wisconsin
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2024

Special Revenue Funds										
	Airport	Community Development Block Grant	Redevelopment Authority	Housing Conservation Program	Library (Littlefield)	Zeigert Trust	Boll Cemetery	Taxi/Bus	Affordable Housing	
ASSETS										
Cash and investments	\$ 500,316	\$ 215,326	\$ 103,077	\$ 14,286	\$ 5,974	\$ 181,564	\$ 154,679	\$ 180,361	\$	\$ 76,649
Receivables:										
Taxes										
Other accounts	34,885									
Other governments										
Mortgages		565,424		71,813				155,023		
Loans			283,534							
Inventory	26,283									
Total assets	\$ 561,484	\$ 780,750	\$ 386,611	\$ 86,099	\$ 5,974	\$ 181,564	\$ 154,679	\$ 335,384	\$	\$ 76,649
LIABILITIES										
Accounts payable	\$ 210,460	\$	\$ 30	\$	\$	\$	\$	\$	\$ 55,487	\$ 59
Accrued payroll										
Due to other funds										
Advances from other funds										
Unearned revenue	1,637									
Total liabilities	212,097		30						55,546	
DEFERRED INFLOWS OF RESOURCES										
Deferred revenue		565,424	283,534	71,813						
FUND BALANCES										
Nonspendable	26,283									
Restricted	323,104	215,326	103,047	14,286	5,974	181,564	154,679	279,838		76,649
Unassigned (deficit)										
Total fund balances	349,387	215,326	103,047	14,286	5,974	181,564	154,679	279,838		76,649
Total liabilities, deferred inflows of resources, and fund balances	\$ 561,484	\$ 780,750	\$ 386,611	\$ 86,099	\$ 5,974	\$ 181,564	\$ 154,679	\$ 335,384	\$	\$ 76,649

Exhibit C-1 (Continued)
City of Platteville, Wisconsin
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2024

	Special Revenue Funds					Capital Projects Funds					Permanent Fund		Total Nonmajor Governmental Funds
	Local Fiscal		Lead Service Lines	Pool Project	Trail Acquisition	TIF No. 5	TIF No. 6	TIF No. 7	TIF No. 9	Debt Service	Cemetery Perpetual Care		
ASSETS													
Cash and investments	\$ 28,574	\$ 52,975	\$ 3,074	\$ 10,000	\$	\$ 294,274	\$ 904	\$ 942,120	\$	\$ 426,765	\$ 247,162	\$	3,438,080
Receivables:													
Taxes						742,721	478,863	499,475	8,599				1,729,658
Other accounts	3,000				1,000								38,885
Other governments													155,023
Mortgages													637,237
Loans			16,961										300,495
Inventory													26,283
Total assets	\$ 31,574	\$ 52,975	\$ 20,035	\$ 10,000	\$ 1,000	\$ 1,036,995	\$ 479,767	\$ 1,441,595	\$ 8,599	\$ 426,765	\$ 247,162	\$	6,325,661
LIABILITIES													
Accounts payable	\$ 1,138	\$	\$	\$ 9,975	\$ 1,000	\$	\$ 38	\$	\$	\$	\$	\$	278,128
Accrued payroll	422												481
Due to other funds									26,432				
Advances from other funds							944,276						970,708
Unearned revenue	14,105	52,975											68,717
Total liabilities	15,665	52,975		9,975	1,000		944,314		26,432				1,318,034
DEFERRED INFLOWS OF RESOURCES													
Deferred revenue			16,961			1,036,995	668,594	697,373	12,005				3,352,699
FUND BALANCES													
Nonspendable													26,283
Restricted	15,909		3,074	25				744,222		426,765	247,162		2,791,624
Unassigned (deficit)							(1,133,141)		(29,838)				(1,162,979)
Total fund balances	15,909		3,074	25			(1,133,141)	744,222	(29,838)	426,765	247,162		1,654,928
Total liabilities, deferred inflows of resources, and fund balances	\$ 31,574	\$ 52,975	\$ 20,035	\$ 10,000	\$ 1,000	\$ 1,036,995	\$ 479,767	\$ 1,441,595	\$ 8,599	\$ 426,765	\$ 247,162	\$	6,325,661

Exhibit C-2
City of Platteville, Wisconsin
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2024

	Special Revenue Funds							
	Airport	Community Development Block Grant	Redevelopment Authority	Housing Conservation Program	Library (Littlefield)	Zeigert Trust	Boll Cemetery	Affordable Housing
REVENUES								
Taxes	\$	\$	\$	\$	\$	\$	\$	\$
Intergovernmental								25,000
Fines and forfeitures								
Public charges for services	324,644							206,976
Interest income	15,024	253,314		422	839	14,684	7,679	
Loan repayments		816,304	35,191					
Miscellaneous	4,379							30,514
Total revenues	344,047	1,069,618	35,191	422	839	14,684	7,679	55,514
EXPENDITURES								
Current:								
Public works	363,721							853,400
Leisure activities								
Conservation and development		19,500						49,094
Capital outlay			2,432					
Debt service:								
Principal retirement								
Interest and fiscal charges			5,230					
Debt issuance costs			6,662					
Total expenditures	363,721	19,500	14,324					49,094
Excess (deficiency) of revenues over expenditures	(19,674)	1,050,118	20,867	422	839	14,684	7,679	6,420
OTHER FINANCING SOURCES (USES)								
Long-term debt proceeds								
Debt premium								
Proceeds from sale of capital assets								68,144
Transfer to other funds		(943,367)						(15,040)
Transfer from other funds	15,000							
Total other financing sources (uses)	15,000	(943,367)						53,104
Net change in fund balances	(4,674)	106,751	20,867	422	839	14,684	7,679	31,401
Fund balance - beginning, as previously stated	354,061	108,575	82,180	13,864	5,135	166,880	147,000	248,437
Change within financial reporting entity (nonmajor to major)								70,229
Fund balance - beginning of year, restated	354,061	108,575	82,180	13,864	5,135	166,880	147,000	248,437
Fund balance - end of year	\$ 349,387	\$ 215,326	\$ 103,047	\$ 14,286	\$ 5,974	\$ 181,564	\$ 154,679	\$ 279,838

Exhibit C-2 (Continued)
City of Platteville, Wisconsin
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2024

	Special Revenue Funds					Capital Projects Funds					Permanent Fund		Total Nonmajor Governmental Funds
	Local Fiscal Recovery Fund	Fire Facility	CDI Grant	Lead Service Lines	Pool Project	Trail Acquisition	TIF No. 5	TIF No. 6	TIF No. 7	TIF No. 9	Cemetery Perpetual Care	Debt Service	
REVENUES													
Taxes	\$ 32,203	\$ 207,974	\$ 250,000	\$ 63,522	\$	\$	\$ 1,057,669	\$ 660,696	\$ 648,668	\$ 469	\$	\$ 1,596,168	\$ 3,995,873
Intergovernmental							11,468	3,329	10,334				1,196,348
Fines and forfeitures													
Public charges for services	48,479								49,774		5,525	34,335	635,398
Interest Income									2,453				328,750
Loan repayments													851,495
Miscellaneous				4,593		1,000							40,486
Total revenues	80,682	207,974	250,000	68,115		1,000	1,069,137	664,025	711,229	469	5,525	1,630,503	7,048,350
EXPENDITURES													
Current:													
Public works													1,303,336
Leisure activities	70,290												70,290
Conservation and development							17,491	138,216	271,263	17,433			512,997
Capital outlay	3,309		250,000		9,975	1,000		38,753					305,469
Debt service:													
Principal retirement								854,201	495,000			1,345,000	2,699,431
Interest and fiscal charges								96,313	110,319			341,102	554,396
Debt issuance costs												77,553	77,553
Total expenditures	73,599		250,000	86,215	9,975	1,000	17,491	1,127,483	876,582	17,433		1,763,655	5,523,472
Excess (deficiency) of revenues over expenditures	7,083	207,974		(18,100)	(9,975)		1,051,646	(463,458)	(165,353)	(16,964)	5,525	(133,152)	1,524,878
OTHER FINANCING SOURCES (USES)													
Long-term debt proceeds													21,174
Debt premiums				21,174								338,130	338,130
Proceeds from sale of capital assets													68,144
Transfer to other funds		(207,974)					(1,051,646)						(2,218,027)
Transfer from other funds					10,000				1,051,646				1,076,646
Total other financing sources (uses)		(207,974)		21,174	10,000		(1,051,646)		1,051,646			338,130	(713,933)
Net change in fund balances	7,083			3,074	25			(463,458)	886,293	(16,964)	5,525	204,978	810,945
Fund balance - beginning, as previously stated	8,826	(156,441)						(669,683)	(142,071)	(12,874)		221,787	687,542
Change within financial reporting entity (nonmajor to major)		156,441											156,441
Fund balance - beginning of year, restated	8,826							(669,683)	(142,071)	(12,874)		221,787	843,983
Fund balance - end of year	\$ 15,909	\$	\$	\$ 3,074	\$ 25	\$	\$	\$ (1,133,141)	\$ 744,222	\$ (29,838)	\$	\$ 426,765	\$ 1,654,928

Schedule 1
City of Platteville, Wisconsin
Schedule of Insurance
December 31, 2024

Company	Type	Coverage	Term
Employers	Workers Compensation	\$500,000/Accident 500,000/Disease/Employee 500,000/Disease/Policy Limit	1/1/24-12/31/24
Employers	Inland Marine	\$2,567,960 Contractor's Equipment 893,994 Fine Arts 75,000 Miscellaneous Property	1/1/24-12/31/24
Employers	Linebacker	\$1,000,000/Loss/Aggregate 7,500 Deductible	1/1/24-12/31/24
Employers	Umbrella Liability	\$6,000,000/Occurrence 12,000,000/Aggregate	1/1/24-12/31/24
Employers	General Liability	\$2,000,000 - Aggregate Property Damage and Bodily Injury 1,000,000/Occurrence/Personal/Advertising Injury 300,000/Damage to rented premises	1/1/24-12/31/24
Employers	Automobile	\$1,000,000 - Liability 10,000 - Medical 250,000 - Uninsured Motorists 250,000 - Underinsured Motorists \$1,000 - Comprehensive, Collision- ACV Hired Autos; Non-Ownership Liability	1/1/24-12/31/24
Employers	Multi-Peril	\$52,469,685 Building 19,501,087 Personal Property 57,750 Blanket Personal Property	1/1/24-12/31/24
Employers	Commercial Crime	\$25,000/Theft of money inside 25,000/Outside 250,000 Computer Fraud 250,000 Employee Theft	1/1/24-12/31/24
Liberty Mutual	Fidelity Bond	\$10,000/Chief of Police 10,000/City Clerk 250,000/Comptroller/Treasurer	6/1/23-6/1/25
Employers	Employee Benefits Liability	\$1,000,000/Claim 2,000,000/Aggregate	1/1/24-12/31/24
Employers	Law Enforcement Liability	\$1,000,000/Occurrence 1,000,000/Aggregate	1/1/24-12/31/24
Employers	Cybersolutions	\$250,000/Response Expense 250,000/Defense and Liability 25,000/Identity Recovery 250,000/Computer Attack 250,000/Network Security Defense & Liability 250,000/Electronic Media Liability	1/1/24-12/31/24

Schedule 2
Platteville Water and Sewer Utility
Other Information
December 31, 2024

1. The number of customers at the end of the year was as follows:

	2024	2023
Residential	3,136	3,129
Commercial	318	316
Multifamily residential	69	69
Public authority	73	73
Industrial	8	8
Interdepartmental	3	3
Total	<u>3,607</u>	<u>3,598</u>

2. Volume of water used as a basis for computing the sewer service charge was as follows:

Gallons	
2024	2023
<u>287,859,000</u>	<u>298,166,000</u>

FORM OF LEGAL OPINION

(See following pages)

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

December 18, 2025

Re: City of Platteville, Wisconsin ("Issuer")
\$1,585,000 Water and Sewer System Revenue Bonds, Series 2025B,
dated December 18, 2025 ("Bonds")

We have acted as bond counsel to the Issuer in connection with the issuance of the Bonds. In such capacity, we have examined such law and such certified proceedings, certifications, and other documents as we have deemed necessary to render this opinion.

Regarding questions of fact material to our opinion, we have relied on the certified proceedings and other certifications of public officials and others furnished to us without undertaking to verify the same by independent investigation.

The Bonds are issued pursuant to Section 66.0621, Wisconsin Statutes, and a resolution adopted by the Common Council of the Issuer on November 10, 2025, as supplemented by an Approving Certificate, dated _____, 2025 (collectively, the "Bond Resolution"). Pursuant to the Bond Resolution, the Bonds are issued on a parity with the Issuer's outstanding Water and Sewer System Revenue Bonds, Series 2008, dated December 10, 2008, Water and Sewer System Revenue Bonds, Series 2010, dated May 26, 2010, Water and Sewer System Revenue Bonds, Series 2015, dated June 24, 2015, Water and Sewer System Revenue Bonds, Series 2019B, dated December 4, 2019, Water and Sewer System Revenue Bonds, Series 2020C, dated December 17, 2020, Water and Sewer System Revenue Bonds, Series 2021B, dated September 16, 2021, Taxable Water and Sewer System Revenue Refunding Bonds, Series 2021C, dated September 16, 2021, Water and Sewer System Revenue Bonds, Series 2022B, dated September 1, 2022, Water and Sewer System Revenue Bonds, Series 2023, dated May 24, 2023, Water and Sewer System Revenue Bonds, Series 2023C, dated December 28, 2023 and Water and Sewer System Revenue Bonds, Series 2024C, dated December 18, 2024 (collectively, the "Prior Bonds"). The Issuer covenanted in the Bond Resolution that revenues of the Water System and Sewer System (collectively, the "System") of the Issuer which are deposited in the Special Redemption Fund provided by the Bond Resolution (the "Revenues") shall at all times be sufficient to pay the principal of and interest on the Prior Bonds and the Bonds as the same falls due.

The Bonds are numbered from R-1 and upward; bear interest at the rates set forth below; and mature on May 1 of each year, in the years and principal amounts as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2026	\$50,000	___%
2027	50,000	___
2028	50,000	___
2029	50,000	___
2030	50,000	___
2031	50,000	___

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2032	\$ 50,000	___%
2033	115,000	___
2034	120,000	___
2035	155,000	___
2036	165,000	___
2037	170,000	___
2038	170,000	___
2039	170,000	___
2040	170,000	___

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

The Bonds maturing on May 1, 2035 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on May 1, 2034 or on any date thereafter. Said Bonds are redeemable as a whole or in part, and if in part, from maturities selected by the Issuer, and within each maturity by lot, at the principal amount thereof, plus accrued interest to the date of redemption.

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

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

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

1. The Issuer is duly created and validly existing under the Constitution and laws of the State of Wisconsin with the power to adopt the Bond Resolution, perform the agreements on its part contained therein and issue the Bonds.
2. The Bond Resolution has been duly adopted by the Issuer and constitutes a valid and binding obligation of the Issuer enforceable upon the Issuer.
3. The Bonds have been lawfully authorized and issued by the Issuer pursuant to the laws of the State of Wisconsin now in force and are valid and binding special obligations of the Issuer in accordance with their terms payable solely from the Revenues of the System. The Bonds, together with interest thereon, do not constitute an indebtedness of the Issuer nor a charge against its general credit or taxing power.
4. The interest on the Bonds is excludable for federal income tax purposes from the gross income of the owners of the Bonds. The interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on individuals; however, interest on

the Bonds is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). The Code contains requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds. The Issuer has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the Issuer comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Bonds.

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

We express no opinion regarding the creation, perfection or priority of any security interest in the Revenues or other funds created by the Bond Resolution or on the sufficiency of the Revenues.

The rights of the owners of the Bonds and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium and similar laws affecting creditors' rights and may be subject to the exercise of judicial discretion in accordance with general principles of equity, whether considered at law or in equity.

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

QUARLES & BRADY LLP

BOOK-ENTRY-ONLY SYSTEM

1. The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the securities (the "Securities"). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for [each issue of] the Securities, [each] in the aggregate principal amount of such issue, and will be deposited with DTC. [If, however, the aggregate principal amount of [any] issue exceeds \$500 million, one certificate will be issued with respect to each \$500 million of principal amount, and an additional certificate will be issued with respect to any remaining principal amount of such issue.]
2. DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.
3. Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each Security ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.
4. To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

5. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. [Beneficial Owners of Securities may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.]
6. Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.
7. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to City as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).
8. Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the City or Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, Agent, or the City, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the City or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.
9. A Beneficial Owner shall give notice to elect to have its Securities purchased or tendered, through its Participant, to [Tender/Remarketing] Agent, and shall effect delivery of such Securities by causing the Direct Participant to transfer the Participant's interest in the Securities, on DTC's records, to [Tender/Remarketing] Agent. The requirement for physical delivery of Securities in connection with an optional tender or a mandatory purchase will be deemed satisfied when the ownership rights in the Securities are transferred by Direct Participants on DTC's records and followed by a book-entry credit of tendered Securities to [Tender/Remarketing] Agent's DTC account.
10. DTC may discontinue providing its services as depository with respect to the Securities at any time by giving reasonable notice to the City or Agent. Under such circumstances, in the event that a successor depository is not obtained, Security certificates are required to be printed and delivered.
11. The City may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Security certificates will be printed and delivered to DTC.
12. The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the City believes to be reliable, but the City takes no responsibility for the accuracy thereof.

FORM OF CONTINUING DISCLOSURE CERTIFICATE

(See following pages)

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the City of Platteville, Grant County, Wisconsin (the "Issuer") in connection with the issuance of \$1,585,000 Water and Sewer System Revenue Bonds, Series 2025B, dated December 18, 2025 (the "Securities"). The Securities are being issued pursuant to a resolution adopted on November 10, 2025, as supplemented by an Approving Certificate, dated December 3, 2025 (collectively, the "Resolution") and delivered to

_____ (the "Purchaser") on the date hereof. Pursuant to the Resolution, the Issuer has covenanted and agreed to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events. In addition, the Issuer hereby specifically covenants and agrees as follows:

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

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

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

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

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

"Final Official Statement" means the Final Official Statement dated December 3, 2025 delivered in connection with the Securities, which is available from the MSRB.

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

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

"Governing Body" means the Common Council of the Issuer or such other body as may hereafter be the chief legislative body of the Issuer.

"Issuer" means the City of Platteville, Grant County, Wisconsin, which is the obligated person with respect to the Securities.

"Issuer Contact" means the Administration Director of the Issuer who can be contacted at 75 North Bonson Street, Platteville, Wisconsin 53818, phone (608) 348-9741, fax (608) 348-7812.

"Listed Event" means any of the events listed in Section 5(a) of this Disclosure Certificate.

"MSRB" means the Municipal Securities Rulemaking Board.

"Participating Underwriter" means any of the original underwriter(s) of the Securities (including the Purchaser) required to comply with the Rule in connection with the offering of the Securities.

"Rule" means SEC Rule 15c2-12(b)(5) promulgated by the SEC under the Securities Exchange Act of 1934, as the same may be amended from time to time, and official interpretations thereof.

"SEC" means the Securities and Exchange Commission.

Section 3. Provision of Annual Report and Audited Financial Statements.

(a) The Issuer shall, not later than 365 days after the end of the Fiscal Year, commencing with the year ending December 31, 2025, provide the MSRB with an Annual Report filed in accordance with Section 1(b) of this Disclosure Certificate and which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the Audited Financial Statements of the Issuer may be submitted separately from the balance of the Annual Report and that, if Audited Financial Statements are not available within 365 days after the end of the Fiscal Year, unaudited financial information will be provided, and Audited Financial Statements will be submitted to the MSRB when and if available.

(b) If the Issuer is unable or fails to provide to the MSRB an Annual Report by the date required in subsection (a), the Issuer shall send in a timely manner a notice of that fact to the MSRB in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

Section 4. Content of Annual Report. The Issuer's Annual Report shall contain or incorporate by reference the Audited Financial Statements and updates of the following sections of the Final Official Statement to the extent such financial information and operating data are not included in the Audited Financial Statements:

1. DEBT - Direct Debt
2. DEBT - Debt Limit
3. VALUATIONS - Current Property Valuations
4. THE BONDS - Description of the Water System
5. THE BONDS – Description of the Sewer System

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which are available to the public on the MSRB's Internet website or filed with the SEC. The Issuer shall clearly identify each such other document so incorporated by reference.

Section 5. Reporting of Listed Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events with respect to the Securities:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults, if material;
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Securities, or other material events affecting the tax status of the Securities;
7. Modification to rights of holders of the Securities, if material;
8. Securities calls, if material, and tender offers;
9. Defeasances;
10. Release, substitution or sale of property securing repayment of the Securities, if material;

11. Rating changes;
12. Bankruptcy, insolvency, receivership or similar event of the Issuer;
13. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
15. Incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Issuer, any of which affect holders of the Securities, if material; and
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

For the purposes of the event identified in subsection (a)12. above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Issuer in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Issuer.

(b) When a Listed Event occurs, the Issuer shall, in a timely manner not in excess of ten business days after the occurrence of the Listed Event, file a notice of such occurrence with the MSRB. Notwithstanding the foregoing, notice of Listed Events described in subsections (a) (8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Securities pursuant to the Resolution.

(c) Unless otherwise required by law, the Issuer shall submit the information in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

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

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

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

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

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

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

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

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

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

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

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

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

IN WITNESS WHEREOF, we have executed this Certificate in our official capacities effective the 18th day of December, 2025.

(SEAL)

Clinton Langreck
City Manager

Colette Steffen
City Clerk

FORM OF PARAMETERS RESOLUTION

(See following pages)

RESOLUTION NO. ____

A RESOLUTION AUTHORIZING THE ISSUANCE AND
ESTABLISHING PARAMETERS FOR THE SALE OF NOT TO EXCEED
\$1,585,000 WATER AND SEWER SYSTEM REVENUE BONDS,
SERIES 2025B, OF THE CITY OF PLATTEVILLE, GRANT COUNTY,
WISCONSIN, AND PROVIDING FOR THE PAYMENT
OF THE BONDS AND OTHER DETAILS WITH RESPECT TO THE BONDS

WHEREAS, the City of Platteville, Grant County, Wisconsin (the "City") owns and operates its Water and Sewer System (the "System") which is operated for a public purpose as a public utility; and

WHEREAS, under the provisions of Section 66.0621, Wisconsin Statutes, any municipality in the State of Wisconsin may, by action of its governing body, provide funds for extending, adding to and improving a public utility from the proceeds of bonds, which bonds are payable only from the income and revenues of such utility and are secured by a pledge of the revenues of the utility; and

WHEREAS, pursuant to a resolution adopted on November 25, 2008 (the "2008 Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2008, dated December 10, 2008 (the "2008 Bonds"), which bonds are payable from the Revenues of the System; and

WHEREAS, pursuant to a resolution adopted on May 17, 2010 (the "2010 Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2010, dated May 26, 2010 (the "2010 Bonds"), which bonds are payable from the Revenues of the System on a parity with the 2008 Bonds; and

WHEREAS, pursuant to a resolution adopted on June 9, 2015 (the "2015 Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2015, dated June 24, 2015 (the "2015 Bonds"), which bonds are payable from the Revenues of the System on a parity with the 2008 Bonds and the 2010 Bonds; and

WHEREAS, pursuant to a resolution adopted on November 12, 2019 (the "2019 Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2019B, dated December 4, 2019 (the "2019 Bonds"), which bonds are payable from the Revenues of the System on a parity with the 2008 Bonds, the 2010 Bonds and the 2015 Bonds; and

WHEREAS, pursuant to a resolution adopted on October 27, 2020, as supplemented by an Approving Certificate dated December 2, 2020 (collectively, the "2020 Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2020C, dated December 17, 2020 (the "2020 Bonds"), which bonds are payable from the Revenues of the System on a parity with the 2008 Bonds, the 2010 Bonds, the 2015 Bonds and the 2019 Bonds; and

WHEREAS, pursuant to a resolution adopted on August 24, 2021 (the "2021B Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2021B, dated September 16, 2021 (the "2021B Bonds"), which bonds are payable from the Revenues of the System on a parity with the 2008 Bonds, the 2010 Bonds, the 2015 Bonds, the 2019 Bonds and the 2020 Bonds; and

WHEREAS, pursuant to a resolution adopted on August 24, 2021 (the "2021C Resolution"), the City has heretofore issued its Taxable Water and Sewer System Revenue Refunding Bonds, Series 2021C, dated September 16, 2021 (the "2021C Bonds"), which bonds are payable from the Revenues of the System on a parity with the 2008 Bonds, the 2010 Bonds, the 2015 Bonds, the 2019 Bonds, the 2020 Bonds and the 2021B Bonds; and

WHEREAS, pursuant to a resolution adopted on August 9, 2022 (the "2022 Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2022B, dated September 1, 2022 (the "2022 Bonds"), which bonds are payable from the Revenues of the System on parity with the 2008 Bonds, the 2010 Bonds, the 2015 Bonds, the 2019 Bonds, the 2020 Bonds, the 2021B Bonds and the 2021C Bonds; and

WHEREAS, pursuant to a resolution adopted on May 9, 2023 (the "May 2023 Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2023, dated May 24, 2023 (the "May 2023 Bonds"), which bonds are payable from the Revenues of the System on parity with the 2008 Bonds, the 2010 Bonds, the 2015 Bonds, the 2019 Bonds, the 2020 Bonds, the 2021B Bonds, the 2021C Bonds and the 2022 Bonds; and

WHEREAS, pursuant to a resolution adopted on December 12, 2023 (the "December 2023 Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2023C, dated December 28, 2023 (the "December 2023 Bonds"), which bonds are payable from the Revenues of the System on parity with the 2008 Bonds, the 2010 Bonds, the 2015 Bonds, the 2019 Bonds, the 2020 Bonds, the 2021B Bonds, the 2021C Bonds, the 2022 Bonds and the May 2023 Bonds (hereinafter the 2008 Bonds, the 2010 Bonds and the May 2023 Bonds shall be referred to collectively as the "Clean Water Fund Bonds"); and

WHEREAS, pursuant to a resolution adopted on November 26, 2024 (the "2024 Resolution"), the City has heretofore issued its Water and Sewer System Revenue Bonds, Series 2024C, dated December 18, 2024 (the "2024 Bonds"), which bonds are payable from the Revenues of the System on parity with the Clean Water Fund Bonds, the 2015 Bonds, the 2020 Bonds, the 2021B Bonds, the 2021C Bonds, the 2022 Bonds, the December 2023 Bonds and the 2024 Bonds (hereinafter the Clean Water Fund Bonds, the 2015 Bonds, the 2020 Bonds, the 2021B Bonds, the 2021C Bonds, the 2022 Bonds, the December 2023 Bonds and the 2024 Bonds shall be referred to collectively as the "Prior Issues"); and

WHEREAS, the 2008 Resolution, the 2010 Resolution, the 2015 Resolution, the 2019 Resolution, the 2020 Resolution, the 2021B Resolution, the 2021C Resolution, the 2022 Resolution, the May 2023 Resolution, the December 2023 Resolution and the 2024 Resolution (collectively, the "Prior Resolutions") permit the issuance of additional bonds payable from Revenues of the System on a parity with the Prior Issues upon compliance with certain conditions; and

WHEREAS, to the best of the Common Council's knowledge, information and belief, the City complies with such conditions; and

WHEREAS, the City has determined that certain additions, improvements and extensions to and acquisitions for the System (the "Project") are necessary to adequately supply the needs of the City and the residents thereof; and

WHEREAS, it is necessary, desirable and in the best interests of the City to authorize and sell its water and sewer system revenue bonds (the "Bonds") for the purpose of financing the Project, payable solely from the Revenues of the System, which Bonds are to be authorized and issued pursuant to the provisions of Section 66.0621, Wisconsin Statutes, on a parity with the Prior Issues; and

WHEREAS, other than the Prior Issues, the City has no bonds or obligations outstanding which are payable from the Revenues of the System; and

WHEREAS, it is the finding of the Common Council that it is in the best interest of the City to direct its financial advisor, Ehlers & Associates, Inc. ("Ehlers"), to take the steps necessary for the City to offer and sell the Bonds at public sale and to obtain bids for the purchase of the Bonds; and

WHEREAS, in order to facilitate the sale of the Bonds in a timely manner, the Common Council hereby finds and determines that it is necessary, desirable and in the best interest of the City to delegate to either the Administration Director or the City Manager (each an "Authorized Officer") of the City the authority to accept on behalf of the City the bid for the Bonds that results in the lowest true interest cost for the Bonds (the "Proposal") and meets the terms and conditions provided for in this Resolution by executing a certificate in substantially the form attached hereto as Exhibit A and incorporated herein by reference (the "Approving Certificate").

NOW, THEREFORE, the Common Council of the City of Platteville, Grant County, Wisconsin, do resolve that:

Section 1. Authorization and Sale of the Bonds; Parameters. For the purpose of paying the costs of the Project, the City is authorized to borrow pursuant to Section 66.0621, Wisconsin Statutes, the principal sum of not to exceed ONE MILLION FIVE HUNDRED EIGHTY-FIVE THOUSAND DOLLARS (\$1,585,000) upon the terms and subject to the conditions set forth in this Resolution. Subject to satisfaction of the condition set forth in Section 18 of this Resolution, the City Manager and City Clerk are hereby authorized, empowered and directed to make, execute, issue and sell to the Purchaser, on behalf of and in the name of the City, the Bonds in a principal amount of not to exceed ONE MILLION FIVE HUNDRED EIGHTY-FIVE THOUSAND DOLLARS (\$1,585,000). The purchase price to be paid to the City for the Bonds shall not be less than 98.75% nor more than 110.00% of the principal amount of the Bonds.

Section 2. Terms of the Bonds. The Bonds shall be designated "Water and Sewer System Revenue Bonds, Series 2025B"; shall be issued in the aggregate principal amount of up to \$1,585,000; shall be dated as of their date of issuance; shall be in the denomination of \$5,000 or any integral multiple thereof; shall be numbered R-1 and upward; and shall mature or be subject to mandatory redemption on the dates and in the principal amounts set forth below,

provided that the principal amount of each maturity or mandatory redemption amount may be increased or decreased by up to \$50,000 per maturity or mandatory redemption amount and that the aggregate principal amount of the Bonds shall not exceed \$1,585,000. The schedule below assumes the Bonds are issued in the aggregate principal amount of \$1,585,000.

<u>Date</u>	<u>Amount</u>
05/01/2026	\$ 50,000
05/01/2027	50,000
05/01/2028	50,000
05/01/2029	50,000
05/01/2030	50,000
05/01/2031	50,000
05/01/2032	50,000
05/01/2033	115,000
05/01/2034	120,000
05/01/2035	155,000
05/01/2036	165,000
05/01/2037	170,000
05/01/2038	170,000
05/01/2039	170,000
05/01/2040	170,000

Interest shall be payable semi-annually on May 1 and November 1 of each year commencing on May 1, 2026. The true interest cost on the Bonds (computed taking the Purchaser's compensation into account) will not exceed 5.50%. Interest shall be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to the rules of the Municipal Securities Rulemaking Board.

The Bonds shall be subject to optional redemption as set forth in the Approving Certificate. If the Proposal specifies that certain of the Bonds are subject to mandatory redemption, the terms of such mandatory redemption shall be set forth on an attachment to the Approving Certificate. Upon the optional redemption of any of the Bonds subject to mandatory redemption, the principal amount of such Bonds so redeemed shall be credited against the mandatory redemption payments established for such Bonds in such manner as the City shall direct.

The schedule of maturities or mandatory redemptions is found to be such that the amount of annual debt service payments is reasonable in accordance with prudent municipal utility practices and will be confirmed in the Approving Certificate.

The Bonds, together with interest thereon, shall be payable only out of the Special Redemption Fund hereinafter provided, and shall be a valid claim of the owner thereof only against the Special Redemption Fund and the Revenues of the System pledged to such Fund on a parity with the pledge granted to the owners of the Prior Issues. Sufficient Revenues are pledged to the Special Redemption Fund, and shall be used for no other purpose than to pay the principal of and interest on the Bonds, the Prior Issues and Parity Bonds as the same fall due.

Section 2A. Form of the Bonds. The Bonds shall be issued in registered form and shall be executed and delivered in substantially the form attached hereto as Exhibit B and incorporated herein by this reference.

Section 3. Definitions. In addition to the words defined elsewhere in this Resolution, the following words shall have the following meanings unless the context or use indicates another or different meaning or intent:

"Annual Debt Service Requirement" means the total amount of principal and interest due in any Fiscal Year on the Prior Issues, the Bonds, and Parity Bonds.

"Bond Year" means the one-year period ending on a principal payment date or mandatory redemption date for the Bonds.

"Code" means the Internal Revenue Code of 1986, as amended.

"Current Expenses" means the reasonable and necessary costs of operating, maintaining, administering and repairing the System, including salaries, wages, costs of materials and supplies, insurance and audits, but excluding depreciation, debt service, tax equivalents and capital expenditures.

"DTC" means The Depository Trust Company, New York, New York, or any successor securities depository for the City with respect to the Bonds.

"Fiscal Year" means the fiscal year adopted by the City for the System, which is currently the calendar year.

"Gross Earnings" or "Revenues" means all income and revenue derived from operation of the System, including the revenues received from the City for services rendered to it and all moneys received from any other source, including income derived from investments.

"Net Revenues" means the Gross Earnings of the System after deduction of Current Expenses.

"Parity Bonds" means additional bonds or obligations issued on a parity as to pledge and lien with the Bonds in accordance with the provisions of Section 7 of this Resolution.

"Reserve Requirement" means an amount, determined as of the date of issuance of the Bonds, equal to the least of (a) the amount currently required to be on deposit in the Reserve Account prior to the issuance of the Bonds, plus the amount permitted to be deposited therein from proceeds of the Bonds pursuant to Section 148(d)(1) of the Code and the Regulations; (b) the maximum annual debt service on the Prior Issues which are secured by the Reserve Account and the Bonds in any Bond Year; and (c) 125% of average annual debt service on the Prior Issues which are secured by the Reserve Account and the Bonds; provided, however, that on an ongoing basis it shall never exceed the remaining maximum annual principal and interest due on the outstanding Prior Issues which are secured by the Reserve Account and the Bonds in any Bond Year. The Clean Water Fund Bonds are not secured by the Reserve Account. If Parity Bonds which are to be secured by the Reserve Account are issued, the Reserve Requirement shall mean

an amount, determined as of the date of issuance of the Parity Bonds, equal to the least of (a) the amount required to be on deposit in the Reserve Account prior to the issuance of such Parity Bonds, plus the amount permitted to be deposited therein from proceeds of the Parity Bonds pursuant to Section 148(d)(1) of the Code and the Regulations; (b) the maximum annual debt service on outstanding obligations secured by the Reserve Account and the Parity Bonds to be issued in any Bond Year; and (c) 125% of average annual debt service on the outstanding obligations secured by the Reserve Account and the Parity Bonds to be issued; provided, however, that on an ongoing basis it shall never exceed the remaining maximum annual principal and interest due on the outstanding obligations secured by the Reserve Account in any Bond Year.

"System" means the entire Water and Sewer System of the City specifically including that portion of the Project owned by the City and including all property of every nature now or hereafter owned by the City for the extraction, collection, treatment, storage and distribution of water and the collection, transmission, treatment and disposal of domestic and industrial sewage and waste, including all improvements and extensions thereto made by the City while any of the Bonds and Parity Bonds remain outstanding, including all real and personal property of every nature comprising part of or used or useful in connection with such Water and Sewer System and including all appurtenances, contracts, leases, franchises and other intangibles.

Section 4. Income and Revenue Funds. When the Bonds shall have been delivered in whole or in part, the Revenues shall be set aside into the following separate and special funds, which were created and established by a Resolution adopted on August 28, 2007 and are hereby continued and shall be used and applied as described below:

- Revenues in amounts sufficient to provide for the reasonable and proper operation and maintenance of the System through the payment of Current Expenses shall be set aside into the Water and Sewer System Operation and Maintenance Fund (the "Operation and Maintenance Fund").

- Revenues in amounts sufficient to pay the principal of and interest on the Prior Issues, the Bonds and Parity Bonds and to meet the Reserve Requirement shall be set aside into the Water and Sewer System Revenue Bond and Interest Special Redemption Fund (the "Special Redemption Fund"), to be applied to the payment of the principal of and interest on the Prior Issues, the Bonds and Parity Bonds and to meet the Reserve Requirement. The monies standing in the Special Redemption Fund are irrevocably pledged to the payment of principal of and interest on the Prior Issues, the Bonds and Parity Bonds.

- Revenues in amounts sufficient to provide a proper and adequate depreciation account for the System shall be set aside into the Water and Sewer System Depreciation Fund (the "Depreciation Fund").

The Operation and Maintenance Fund and Depreciation Fund shall be deposited as received in public depositories to be selected by the Common Council in the manner required by Chapter 34, Wisconsin Statutes and may be invested in legal investments subject to the provisions of Section 66.0603(1m), Wisconsin Statutes.

Money in the Operation and Maintenance Fund shall be used to pay Current Expenses as the same come due; money not immediately required for Current Expenses shall be used to accumulate a reserve in the Operation and Maintenance Fund equal to estimated Current Expenses for one month. Any money then available and remaining in the Operation and Maintenance Fund may be transferred to the Surplus Fund, which fund is hereby continued.

Revenues shall be deposited in the Depreciation Fund each month until such amount as the Common Council may from time to time determine to constitute an adequate and reasonable depreciation account for the System (the "Depreciation Requirement") is accumulated therein. Money in the Depreciation Fund shall be available and shall be used, whenever necessary, to restore any deficiency in the Special Redemption Fund and for the maintenance of the Reserve Account therein. When the Special Redemption Fund is sufficient for its purpose, funds in the Depreciation Fund may be expended for repairs, replacements, new construction, extensions or additions to the System. Any money on deposit in the Depreciation Fund in excess of the Depreciation Requirement which is not required during the current Fiscal Year for the purposes of the Depreciation Fund, may be transferred to the Surplus Fund.

It is the express intent and determination of the Common Council that the amount of Revenues to be set aside and paid into the Special Redemption Fund (including the Reserve Account) shall in any event be sufficient to pay principal of and interest on the Prior Issues, the Bonds and Parity Bonds and to meet the Reserve Requirement, and the City Treasurer shall each Fiscal Year deposit at least sufficient Revenues in the Special Redemption Fund to pay promptly all principal and interest falling due on the Prior Issues, the Bonds and Parity Bonds and to meet the Reserve Requirement.

The Revenues so set aside for payment of the principal of and interest on the Prior Issues, the Bonds and Parity Bonds shall be set apart and shall be paid into the Special Redemption Fund not later than the 10th day of each month. The amount deposited each month shall be not less than one-sixth of the interest next coming due, plus one-twelfth of the principal next maturing.

The minimum amounts to be so deposited for debt service on the Bonds, in addition to all amounts to be deposited to pay debt service on the Prior Issues, shall be set forth on a schedule attached to the Approving Certificate.

The Special Redemption Fund shall be used for no purpose other than the payment of interest upon and principal of the Prior Issues, the Bonds and Parity Bonds promptly as the same become due and payable or to pay redemption premiums. All money in the Special Redemption Fund shall be deposited in a special account and invested in legal investments subject to Section 66.0603(1m), Wisconsin Statutes, and the monthly payments required to be made to the Special Redemption Fund shall be made directly to such account.

The Reserve Account established by Section 4 of the resolution adopted February 14, 2012 shall be continued to additionally secure the payment of principal of and interest on the 2015 Bonds, the 2019 Bonds, the 2020 Bonds, the 2021B Bonds, the 2021C Bonds, the 2022 Bonds, the December 2023 Bonds, the 2024 Bonds and the Bonds. The City covenants and agrees that upon the issuance of the Bonds an amount sufficient to make the amount on deposit

in the Reserve Account equal to the Reserve Requirement shall be on deposit in the Reserve Account and shall be maintained therein.

The City covenants and agrees that at any time that the Reserve Account is drawn on and the amount in the Reserve Account shall be less than the Reserve Requirement, an amount equal to one-twelfth of the Reserve Requirement will be paid monthly into the Reserve Account from those funds in the Special Redemption Fund, the Operation and Maintenance Fund, the Depreciation Fund and the Surplus Fund which are in excess of the minimum amounts required by the preceding paragraphs to be paid therein until the Reserve Requirement will again have accumulated in the Reserve Account. No such payments need be made into the Reserve Account at such times as the monies in the Reserve Account are equal to the highest remaining annual debt service requirement on the Prior Issues secured by the Reserve Account, the Bonds and any Parity Bonds secured by the Reserve Account in any Bond Year. If at any time the amount on deposit in the Reserve Account exceeds the Reserve Requirement, the excess shall be transferred to the Special Redemption Fund and used to pay principal and interest on the Bonds. If for any reason there shall be insufficient funds on hand in the Special Redemption Fund to meet principal or interest becoming due on the Prior Issues secured by the Reserve Account, the Bonds or Parity Bonds secured by the Reserve Account, then all sums then held in the Reserve Account shall be used to pay the portion of interest or principal on such Prior Issues, Bonds or Parity Bonds becoming due as to which there would otherwise be default, and thereupon the payments required by this paragraph shall again be made into the Reserve Account until an amount equal to the Reserve Requirement is on deposit in the Reserve Account. The Clean Water Fund Bonds are not secured by the Reserve Account.

Funds in the Special Redemption Fund in excess of the minimum amounts required to be paid therein plus reserve requirements may be transferred to the Surplus Fund.

Money in the Surplus Fund shall first be used when necessary to meet requirements of the Operation and Maintenance Fund including the one month reserve, the Special Redemption Fund including the Reserve Account, and the Depreciation Fund. Any money then remaining in the Surplus Fund at the end of any Fiscal Year may be used only as permitted and in the order specified in Section 66.0811(2), Wisconsin Statutes. Money thereafter remaining in the Surplus Fund may be transferred to any of the funds or accounts created by this section.

Section 5. Service to the City. The reasonable cost and value of any service rendered to the City by the System by furnishing water and sewer services for public purposes shall be charged against the City and shall be paid by it in monthly installments as the service accrues, out of the current revenues of the City collected or in the process of collection, exclusive of the Revenues, and out of the tax levy of the City made by it to raise money to meet its necessary current expenses. It is hereby found and determined that the reasonable cost and value of such service to the City in each year shall be in an amount which, together with Revenues of the System, will produce Net Revenues equivalent to not less than 1.25 times the Annual Debt Service Requirement. Such compensation for such service rendered to the City shall, in the manner provided hereinabove, be paid into the separate and special funds described in Section 4 of this Resolution. However, such payment is subject to (a) annual appropriations by the Common Council therefor, (b) approval of the Wisconsin Public Service Commission, or successors to its function, if necessary, and (c) applicable levy limits, if any; and neither this

Resolution nor such payment shall be construed as constituting an obligation of the City to make any such appropriation over and above the reasonable cost and value of services rendered to the City and its inhabitants or to make any subsequent payment over and above such reasonable cost and value.

Section 6. Operation of System; City Covenants. It is covenanted and agreed by the City with the owner or owners of the Bonds, and each of them, that:

(a) The City will faithfully and punctually perform all duties with reference to the System required by the Constitution and Statutes of the State of Wisconsin, including the making and collecting of reasonable and sufficient rates lawfully established for services rendered by the System, and will collect and segregate the Revenues of the System and apply them to the respective funds and accounts described hereinabove;

(b) The City will not sell, lease, or in any manner dispose of the System, including any part thereof or any additions, extensions, or improvements that may be made part thereto, except that the City shall have the right to sell, lease or otherwise dispose of any property of the System found by the Common Council to be neither necessary nor useful in the operation of the System, provided the proceeds received from such sale, lease or disposal shall be paid into the Special Redemption Fund or applied to the acquisition or construction of capital facilities for use in the normal operation of the System, and such payment shall not reduce the amounts otherwise required to be paid into the Special Redemption Fund;

(c) The City will cause the Project to be completed as expeditiously as reasonably possible;

(d) The City will pay or cause to be paid all lawful taxes, assessments, governmental charges, and claims for labor, materials or supplies which if unpaid could become a lien upon the System or its Revenues or could impair the security of the Bonds;

(e) The City will maintain in reasonably good condition and operate the System, and will establish, charge and collect such lawfully established rates and charges for the service rendered by the System, so that in each Fiscal Year Net Revenues shall not be less than 125% times the Annual Debt Service Requirement, and so that the Revenues of the System herein agreed to be set aside to provide for the payment of the Prior Issues, the Bonds and Parity Bonds and the interest thereon as the same becomes due and payable, and to meet the Reserve Requirement, will be sufficient for those purposes;

(f) The City will prepare a budget not less than sixty days prior to the end of each Fiscal Year and, in the event such budget indicates that the Net Revenues for each Fiscal Year will not exceed the Annual Debt Service Requirement for each corresponding Fiscal Year by the proportion stated hereunder, will take any and all steps permitted by law to increase rates so that the aforementioned proportion of Net Revenues to the Annual Debt Service Requirement shall be accomplished as promptly as possible;

(g) The City will keep proper books and accounts relative to the System separate from all other records of the City and will cause such books and accounts to be audited annually by a recognized independent firm of certified public accountants including a balance sheet and a profit and loss statement of the System as certified by such accountants. Each such audit, in addition to whatever matters may be thought proper by the accountants to be included therein shall include the following: (1) a statement in detail of the income and expenditures of the System for the Fiscal Year; (2) a statement of the Net Revenues of the System for such Fiscal Year; (3) a balance sheet as of the end of such Fiscal Year; (4) the accountants' comment regarding the manner in which the City has carried out the requirements of this Resolution and the accountants' recommendations for any changes or improvements in the operation of the System; (5) the number of connections to the System at the end of the Fiscal Year, for each user classification (i.e., residential, commercial, public and industrial); (6) a list of the insurance policies in force at the end of the Fiscal Year setting out as to each policy the amount of the policy, the risks covered, the name of the insurer, and the expiration date of the policy; and (7) the volume of water used as the basis for computing the service charge. The owners of any of the Bonds shall have at all reasonable times the right to inspect the System and the records, accounts and data of the City relating thereto; and

(h) So long as any of the Bonds are outstanding the City will carry for the benefit of the owners of the Bonds insurance of the kinds and in the amounts normally carried by private companies or other public bodies engaged in the operation of similar systems. All money received for loss of use and occupancy shall be considered Revenue of the System payable into the separate funds and accounts named in Section 4 of this Resolution. All money received for losses under any casualty policies shall be used in repairing the damage or in replacing the property destroyed provided that if the Common Council shall find it is inadvisable to repair such damage or replace such property and that the operation of the System has not been impaired thereby, such money shall be deposited in the Special Redemption Fund, but in that event such payments shall not reduce the amounts otherwise required to be paid into the Special Redemption Fund.

Section 7. Additional Bonds. The Bonds are issued on a parity with the Prior Issues. No bonds or obligations payable out of the Revenues of the System may be issued in such manner as to enjoy priority over the Bonds. Additional obligations may be issued if their lien and pledge is junior and subordinate to that of the Bonds. Additional obligations may be issued on a parity with the Bonds as to the pledge of Revenues of the System ("Parity Bonds") only if all of the following conditions are met:

a. The Net Revenues of the System for the most recent Fiscal Year preceding the issuance of such additional obligations must have been equal to at least 1.25 times the highest annual principal and interest requirements on all Prior Issues, Bonds and Parity Bonds outstanding payable from Revenues of the System (other than Prior Issues, Bonds and Parity Bonds being refunded) and on the additional obligations then to be issued in any Fiscal Year. Should an increase in permanent rates and charges, including those made to the City, be properly ordered and made effective during the Fiscal Year immediately prior to the issuance of such additional obligations or during that part of the Fiscal Year of issuance prior to such issuance, then Net Revenues for purposes of such computation shall include such additional revenues as an independent certified public accountant, consulting

professional engineer, registered municipal advisor or the Wisconsin Public Service Commission may calculate would have accrued during the prior Fiscal Year had the new rates been in effect during that entire immediately prior Fiscal Year.

b. The payments required to be made into the funds and accounts enumerated in Section 4 of this Resolution (including the Reserve Account, but not the Surplus Fund) must have been made in full.

c. The additional obligations must have principal maturing on May 1 of each year in which principal falls due and interest falling due on May 1 and November 1 of each year.

d. If the additional obligations are to be secured by the Reserve Account, the amount on deposit in the Reserve Account must be increased to an amount equal to the Reserve Requirement applicable upon the issuance of Parity Bonds as defined in Section 4 of this Resolution.

e. The proceeds of the additional obligations must be used only for the purpose of providing additions, extensions or improvements to the System, or to refund obligations issued for such purpose.

While the Prior Issues are outstanding, additional obligations may be issued on a parity with the Prior Issues only if the conditions set forth in the Prior Resolutions which authorized the outstanding Prior Issues are met or the owners of said Prior Issues waive such conditions.

Section 8. Application of Bond Proceeds. All accrued interest received from the sale of the Bonds shall be deposited into the Special Redemption Fund. An amount of proceeds of the Bonds sufficient to make the amount currently on deposit in the Reserve Account equal to the Reserve Requirement shall be deposited in the Reserve Account. The balance of the proceeds, less the expenses incurred in authorizing, issuing and delivering the Bonds, shall be deposited in a special fund designated as "Water and Sewer System Improvement Fund." Said special fund shall be adequately secured and used solely for the purpose of meeting costs of extending, adding to and improving the System, as described in the preamble hereof. The balance remaining in said Improvement Fund after paying said costs shall be transferred to the Special Redemption Fund for use in payment of principal of and interest on the Bonds.

Section 9. Amendment to Resolution. After the issuance of any of the Bonds, no change or alteration of any kind in the provisions of this Resolution may be made until all of the Bonds have been paid in full as to both principal and interest, or discharged as herein provided, except:

a. The City may, from time to time, amend this Resolution without the consent of any of the owners of the Bonds, but only to cure any ambiguity, administrative conflict, formal defect, or omission or procedural inconsistency of this Resolution; and

b. This Resolution may be amended, in any respect, with the written consent of the owners of not less than two-thirds of the principal amount of the Bonds then outstanding, exclusive of Bonds held by the City; provided, however, that no amendment shall permit any change in the pledge of Revenues derived from the System, or in the maturity of any Bond issued hereunder, or a reduction in the rate of interest on any Bond, or in the amount of the principal

obligation thereof, or in the amount of the redemption premium payable in the case of redemption thereof, or change the terms upon which the Bonds may be redeemed or make any other modification in the terms of the payment of such principal or interest without the written consent of the owner of each such Bond to which the change is applicable.

Section 10. Defeasance. When all Bonds have been discharged, all pledges, liens, covenants and other rights granted to the owners thereof by this Resolution shall cease. The City may discharge all Bonds due on any date by depositing into a special account on or before that date a sum sufficient to pay the same in full; or if any Bonds should not be paid when due, it may nevertheless be discharged by depositing into a special account a sum sufficient to pay it in full with interest accrued from the due date to the date of such deposit. The City, at its option, may also discharge all Bonds called for redemption on any date when they are prepayable according to their terms, by depositing into a special account on or before that date a sum sufficient to pay them in full, with the required redemption premium, if any, provided that notice of redemption has been duly given as required by this Resolution. The City, at its option, may also discharge all Bonds of said issue at any time by irrevocably depositing in escrow with a suitable bank or trust company a sum of cash and/or bonds or securities issued or guaranteed as to principal and interest of the U.S. Government, or of a commission, board or other instrumentality of the U.S. Government, maturing on the dates and bearing interest at the rates required to provide funds sufficient to pay when due the interest to accrue on each of said Bonds to its maturity or, at the City's option, if said Bond is prepayable to any prior date upon which it may be called for redemption, and to pay and redeem the principal amount of each such Bond at maturity, or at the City's option, if said Bond is prepayable, at its earliest redemption date, with the premium required for such redemption, if any, provided that notice of the redemption of all prepayable Bonds on such date has been duly given or provided for. Upon such payment or deposit, in the amount and manner provided by this Section, all liability of the City with respect to the Bonds shall cease, terminate and be completely discharged, and the owners thereof shall be entitled only to payment out of the money so deposited.

Section 11. Investments and Arbitrage. Monies accumulated in any of the funds and accounts referred to in Sections 4 and 8 hereof which are not immediately needed for the respective purposes thereof, may be invested in legal investments subject to the provisions of Sec. 66.0603(1m), Wisconsin Statutes, until needed. All income derived from such investments shall be credited to the fund or account from which the investment was made; provided, however, that at any time that the Reserve Requirement is on deposit in the Reserve Account, any income derived from investment of the Reserve Account shall be deposited into the Special Redemption Fund and used to pay principal and interest on the Bonds. A separate banking account is not required for each of the funds and accounts established under this Resolution; however, the monies in each fund or account shall be accounted for separately by the City and used only for the respective purposes thereof. The proceeds of the Bonds shall be used solely for the purposes for which they are issued but may be temporarily invested until needed in legal investments. No such investment shall be made in such a manner as would cause the Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Code or the Regulations of the Commissioner of Internal Revenue thereunder (the "Regulations").

An officer of the City, charged with the responsibility for issuing the Bonds, shall, on the basis of the facts, estimates and circumstances in existence on the date of closing, make such certifications as are necessary to permit the conclusion that the Bonds are not "arbitrage bonds" under Section 148 of the Code or the Regulations.

Section 12. Resolution a Contract. The provisions of this Resolution shall constitute a contract between the City and the owner or owners of the Bonds, and after issuance of any of the Bonds no change or alteration of any kind in the provisions of this Resolution may be made, except as provided in Section 10, until all of the Bonds have been paid in full as to both principal and interest. The owner or owners of any of the Bonds shall have the right in addition to all other rights, by mandamus or other suit or action in any court of competent jurisdiction, to enforce such owner's or owners' rights against the City, the governing body thereof, and any and all officers and agents thereof including, but without limitation, the right to require the City, its governing body and any other authorized body, to fix and collect rates and charges fully adequate to carry out all of the provisions and agreements contained in this Resolution.

Section 13. Utilization of The Depository Trust Company Book-Entry-Only System. In order to make the Bonds eligible for the services provided by The Depository Trust Company, New York, New York ("DTC"), the City agrees to the applicable provisions set forth in the Blanket Issuer Letter of Representations which the City Clerk or other authorized representative of the City is authorized and directed to execute and deliver to DTC on behalf of the City to the extent an effective Blanket Issuer Letter of Representations is not presently on file in the City Clerk's office.

Section 14. Payment of the Bonds; Fiscal Agent. The principal of and interest on the Bonds shall be paid by Bond Trust Services Corporation, which is hereby appointed as the City's registrar and fiscal agent pursuant to the provisions of Section 67.10(2), Wisconsin Statutes (the "Fiscal Agent"). The City hereby authorizes the City Manager and City Clerk or other appropriate officers of the City to enter a Fiscal Agency Agreement between the City and the Fiscal Agent. Such contract may provide, among other things, for the performance by the Fiscal Agent of the functions listed in Wis. Stats. Sec. 67.10(2)(a) to (j), where applicable, with respect to the Bonds.

Section 15. Persons Treated as Owners; Transfer of Bonds. The City shall cause books for the registration and for the transfer of the Bonds to be kept by the Fiscal Agent. The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes and payment of either principal or interest on any Bond shall be made only to the registered owner thereof. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

Any Bond may be transferred by the registered owner thereof by surrender of the Bond at the office of the Fiscal Agent, duly endorsed for the transfer or accompanied by an assignment duly executed by the registered owner or his attorney duly authorized in writing. Upon such transfer, the City Manager and City Clerk shall execute and deliver in the name of the transferee or transferees a new Bond or Bonds of a like aggregate principal amount, series and maturity and the Fiscal Agent shall record the name of each transferee in the registration book. No registration shall be made to bearer. The Fiscal Agent shall cancel any Bond surrendered for transfer.

The City shall cooperate in any such transfer, and the City Manager and City Clerk are authorized to execute any new Bond or Bonds necessary to effect any such transfer.

Section 16. Record Date. The fifteenth day of each calendar month next preceding each interest payment date shall be the record date for the Bonds (the "Record Date"). Payment of interest on the Bonds on any interest payment date shall be made to the registered owners of the Bonds as they appear on the registration book of the City at the close of business on the Record Date.

Section 17. Compliance with Federal Tax Laws. (a) The City represents and covenants that the projects financed by the Bonds and the ownership, management and use of the projects will not cause the Bonds to be "private activity bonds" within the meaning of Section 141 of the Code. The City further covenants that it shall comply with the provisions of the Code to the extent necessary to maintain the tax-exempt status of the interest on the Bonds including, if applicable, the rebate requirements of Section 148(f) of the Code. The City further covenants that it will not take any action, omit to take any action or permit the taking or omission of any action within its control (including, without limitation, making or permitting any use of the proceeds of the Bonds) if taking, permitting or omitting to take such action would cause any of the Bonds to be an arbitrage bond or a private activity bond within the meaning of the Code or would otherwise cause interest on the Bonds to be included in the gross income of the recipients thereof for federal income tax purposes. The City Clerk or other officer of the City charged with the responsibility of issuing the Bonds shall provide an appropriate certificate of the City certifying that the City can and covenanting that it will comply with the provisions of the Code and Regulations.

(b) The City also covenants to use its best efforts to meet the requirements and restrictions of any different or additional federal legislation which may be made applicable to the Bonds provided that in meeting such requirements the City will do so only to the extent consistent with the proceedings authorizing the Bonds and the laws of the State of Wisconsin and to the extent that there is a reasonable period of time in which to comply.

The foregoing covenants shall remain in full force and effect, notwithstanding the defeasance of the Bonds, until the date on which all of the Bonds have been paid in full.

Section 18. Condition on Issuance and Sale of the Bonds. The issuance of the Bonds and the sale of the Bonds is subject to approval by an Authorized Officer of the principal amount, definitive maturities, redemption provisions, interest rates and purchase price for the Bonds. Satisfaction of such condition shall be evidenced by execution by an Authorized Officer of the Approving Certificate.

The Bonds shall not be issued, sold or delivered until this condition has been satisfied. Upon satisfaction of the condition, an Authorized Officer is authorized to execute the Proposal with the Purchaser providing for the sale of the Bonds to the Purchaser.

Section 19. Payment of Issuance Expenses. The City authorizes the Purchaser to forward the amount of the proceeds of the Bonds allocable to the payment of issuance expenses to a financial institution selected by Ehlers at Closing for further distribution as directed by Ehlers.

Section 20. Official Statement. The Common Council hereby directs an Authorized Officer to approve the Preliminary Official Statement with respect to the Bonds and deem the Preliminary Official Statement as "final" as of its date for purposes of SEC Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities and Exchange Act of 1934 (the "Rule"). All actions taken by an Authorized Officer or other officers of the City in connection with the preparation of such Preliminary Official Statement and any addenda to it or final Official Statement are hereby ratified and approved. In connection with the closing of the Bonds, the appropriate City official shall certify the Preliminary Official Statement and any addenda or final Official Statement. The City Clerk shall cause copies of the Preliminary Official Statement and any addenda or final Official Statement to be distributed to the Purchaser.

Section 21. Undertaking to Provide Continuing Disclosure. The City hereby covenants and agrees, for the benefit of the owners of the Bonds, to enter into a written undertaking (the "Undertaking") if required by the Rule to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events in accordance with the Rule. The Undertaking shall be enforceable by the owners of the Bonds or by the Purchaser on behalf of such owners (provided that the rights of the owners and the Purchaser to enforce the Undertaking shall be limited to a right to obtain specific performance of the obligations thereunder and any failure by the City to comply with the provisions of the Undertaking shall not be an event of default with respect to the Bonds).

To the extent required under the Rule, the City Clerk, or other officer of the City charged with the responsibility for issuing the Bonds, shall provide a Continuing Disclosure Certificate for inclusion in the transcript of proceedings, setting forth the details and terms of the City's Undertaking.

Section 22. Record Book. The City Clerk shall provide and keep the transcript of proceedings as a separate record book (the "Record Book") and shall record a full and correct statement of every step or proceeding had or taken in the course of authorizing and issuing the Bonds in the Record Book.

Section 23. Bond Insurance. If the Purchaser determines to obtain municipal bond insurance with respect to the Bonds, the officers of the City are authorized to take all actions necessary to obtain such municipal bond insurance. The City Manager and City Clerk are authorized to agree to such additional provisions as the bond insurer may reasonably request and which are acceptable to the City Manager and City Clerk including provisions regarding restrictions on investment of Bond proceeds, the payment procedure under the municipal bond insurance policy, the rights of the bond insurer in the event of default and payment of the Bonds by the bond insurer and notices to be given to the bond insurer. In addition, any reference required by the bond insurer to the municipal bond insurance policy shall be made in the form of Bond provided herein.

Section 24. Execution of the Bonds; Closing; Professional Services. The Bonds shall be issued in printed form, executed on behalf of the City by the manual or facsimile signatures of the City Manager and City Clerk, authenticated, if required, by the Fiscal Agent, sealed with its official or corporate seal, if any, or a facsimile thereof, and delivered to the Purchaser upon

payment to the City of the purchase price thereof, plus accrued interest to the date of delivery (the "Closing"). The facsimile signature of either of the officers executing the Bonds may be imprinted on the Bonds in lieu of the manual signature of the officer but, unless the City has contracted with a fiscal agent to authenticate the Bonds, at least one of the signatures appearing on each Bond shall be a manual signature. In the event that either of the officers whose signatures appear on the Bonds shall cease to be such officers before the Closing, such signatures shall, nevertheless, be valid and sufficient for all purposes to the same extent as if they had remained in office until the Closing. The aforesaid officers are hereby authorized and directed to do all acts and execute and deliver the Bonds and all such documents, certificates and acknowledgements as may be necessary and convenient to effectuate the Closing. The City hereby authorizes the officers and agents of the City to enter into, on its behalf, agreements and contracts in conjunction with the Bonds, including but not limited to agreements and contracts for legal, trust, fiscal agency, disclosure and continuing disclosure, and rebate calculation services. Any such contract heretofore entered into in conjunction with the issuance of the Bonds is hereby ratified and approved in all respects.

Section 25. Conflicting Ordinances or Resolutions. All prior ordinances, resolutions (other than the Prior Resolutions), rules, or orders, or parts thereof heretofore enacted, adopted or entered, in conflict with the provisions of this Resolution, are hereby repealed and this Resolution shall be in effect from and after its passage. In case of any conflict between this Resolution and the Prior Resolutions, the Prior Resolutions shall control so long as any bonds of the Prior Issues authorized by such resolutions are outstanding.

PASSED BY THE COMMON COUNCIL on the 10th day of November, 2025.

THE CITY OF PLATTEVILLE

Barbara M. Daus
Council President

ATTEST:

Colette Steffen
City Clerk

(SEAL)

EXHIBIT A

APPROVING CERTIFICATE

The undersigned [] of the City of Platteville, Grant County, Wisconsin (the "City") hereby certifies that:

1. Resolution. On November 10, 2025, the Common Council of the City adopted a resolution (the "Resolution") authorizing the issuance and establishing parameters for the sale of not to exceed \$1,585,000 Water and Sewer System Revenue Bonds, Series 2025B of the City (the "Bonds") and delegating to me the authority to approve the purchase proposal for the Bonds, and to determine the details for the Bonds within the parameters established by the Resolution.

2. Proposal; Terms of the Bonds. On the date hereof, the Bonds were offered for public sale and the bids set forth on the Bid Tabulation attached hereto as Schedule I and incorporated herein by this reference were received and the institution listed first on the Bid Tabulation (the "Purchaser") offered to purchase the Bonds in accordance with the terms set forth in the Proposal attached hereto as Schedule II and incorporated herein by this reference (the "Proposal"). Ehlers & Associates, Inc. recommends the City accept the Proposal. The Proposal meets the parameters and conditions established by the Resolution and is hereby approved and accepted.

The Bonds shall be issued in the aggregate principal amount of \$_____, which is not more than the \$1,585,000 approved by the Resolution, and shall mature on May 1 of each of the years and in the amounts and shall bear interest at the rates per annum as set forth in the Pricing Summary attached hereto as Schedule III and incorporated herein by this reference. The amount of each annual principal or mandatory redemption payment due on the Bonds is not more than \$50,000 more or less per maturity or mandatory redemption amount than the schedule included in the Resolution as set forth below:

<u>Date</u>	<u>Resolution Schedule</u>	<u>Actual Amount</u>
05/01/2026	\$ 50,000	\$_____
05/01/2027	50,000	_____
05/01/2028	50,000	_____
05/01/2029	50,000	_____
05/01/2030	50,000	_____
05/01/2031	50,000	_____
05/01/2032	50,000	_____
05/01/2033	115,000	_____
05/01/2034	120,000	_____
05/01/2035	155,000	_____
05/01/2036	165,000	_____
05/01/2037	170,000	_____
05/01/2038	170,000	_____
05/01/2039	170,000	_____
05/01/2040	170,000	_____

The true interest cost on the Bonds (computed taking the Purchaser's compensation into account) is _____%, which is not in excess of 5.50%, as required by the Resolution.

4. Purchase Price of the Bonds. The Bonds shall be sold to the Purchaser in accordance with the terms of the Proposal at a price of \$_____, plus accrued interest, if any, to the date of delivery of the Bonds which is not less than 98.75% nor more than 110.00% of the principal amount of the Bonds as required by the Resolution.

5. Redemption Provisions of the Bonds. The Bonds maturing on May 1, _____ and thereafter are subject to redemption prior to maturity, at the option of the City, on May 1, _____ or on any date thereafter. Said Bonds are redeemable as a whole or in part, and if in part, from maturities selected by the City and within each maturity, by lot (as selected by the Depository), at the principal amount thereof, plus accrued interest to the date of redemption. [The Proposal specifies that [some of] the Bonds are subject to mandatory redemption. The terms of such mandatory redemption are set forth on an attachment hereto as Exhibit MRP and incorporated herein by this reference.]

6. Approval. This Certificate constitutes my approval of the Proposal, and the principal amount, definitive maturities, interest rates, purchase price and redemption provisions for the Bonds and the debt service schedule attached hereto as Schedule IV is found to be such that the amount of annual debt service payments is reasonable in accordance with prudent municipal utility practices, in satisfaction of the parameters set forth in the Resolution.

IN WITNESS WHEREOF, I have executed this Certificate on _____, 2025 pursuant to the authority delegated to me in the Resolution.

[S. Nicola Maurer] [Clinton Langreck]
[Administration Director] [City Manager]

SCHEDULE I TO APPROVING CERTIFICATE

Bid Tabulation

To be provided by Ehlers & Associates, Inc. and incorporated into the Certificate.

COPY

SCHEDULE II TO APPROVING CERTIFICATE

Proposal

To be provided by Ehlers & Associates, Inc. and incorporated into the Certificate.

(See Attached)

COPY

SCHEDULE III TO APPROVING CERTIFICATE

Pricing Summary

To be provided by Ehlers & Associates, Inc. and incorporated into the Certificate.

(See Attached)

COPY

SCHEDULE IV TO APPROVING CERTIFICATE

Debt Service Schedule

To be provided by Ehlers & Associates, Inc. and incorporated into the Certificate.

(See Attached)

COPY

[EXHIBIT MRP]

Mandatory Redemption Provision

The Bonds due on May 1, _____, _____, _____ and _____ (the "Term Bonds") are subject to mandatory redemption prior to maturity by lot (as selected by the Depository) at a redemption price equal to One Hundred Percent (100%) of the principal amount to be redeemed plus accrued interest to the date of redemption, from special redemption fund deposits which are required to be made in amounts sufficient to redeem on May 1 of each year the respective amount of Term Bonds specified below:

For the Term Bonds Maturing on May 1, _____

<u>Redemption Date</u>	<u>Amount</u>
_____	\$ _____
_____	_____
_____	_____ (maturity)

For the Term Bonds Maturing on May 1, _____

<u>Redemption Date</u>	<u>Amount</u>
_____	\$ _____
_____	_____
_____	_____ (maturity)

For the Term Bonds Maturing on May 1, _____

<u>Redemption Date</u>	<u>Amount</u>
_____	\$ _____
_____	_____
_____	_____ (maturity)

For the Term Bonds Maturing on May 1, _____

<u>Redemption Date</u>	<u>Amount</u>
_____	\$ _____
_____	_____
_____	_____ (maturity)]

EXHIBIT B

(Form of Bond)

REGISTERED UNITED STATES OF AMERICA DOLLARS
STATE OF WISCONSIN
GRANT COUNTY
NO. R-____ CITY OF PLATTEVILLE \$_____
WATER AND SEWER SYSTEM REVENUE BOND, SERIES 2024C

MATURITY DATE: ORIGINAL DATE OF ISSUE: INTEREST RATE: CUSIP:
May 1, _____ December 18, 2025 _____% _____

DEPOSITORY OR ITS NOMINEE NAME: CEDE & CO.

PRINCIPAL AMOUNT: _____ THOUSAND DOLLARS
(\$ _____)

FOR VALUE RECEIVED, the City of Platteville, Grant County, Wisconsin (the "City"), hereby acknowledges itself to owe and promises to pay to the Depository or its Nominee Name (the "Depository") identified above (or to registered assigns), solely from the fund hereinafter specified, on the maturity date identified above, the principal amount identified above, and to pay interest thereon at the rate of interest per annum identified above, all subject to the provisions set forth herein regarding redemption prior to maturity. Interest is payable semi-annually on May 1 and November 1 of each year commencing on May 1, 2026 until the aforesaid principal amount is paid in full. Both the principal of and interest on this Bond are payable to the registered owner in lawful money of the United States. Interest payable on any interest payment date shall be paid by wire transfer to the Depository in whose name this Bond is registered on the Bond Register maintained by Bond Trust Services Corporation (the "Fiscal Agent") or any successor thereto at the close of business on the 15th day of the calendar month next preceding the semi-annual interest payment date (the "Record Date"). This Bond is payable as to principal upon presentation and surrender hereof at the office of the Fiscal Agent.

The Bonds maturing on May 1, _____ and thereafter are subject to redemption prior to maturity, at the option of the City, on May 1, _____ or on any date thereafter. Said Bonds are redeemable as a whole or in part, and if in part, from maturities selected by the City and within each maturity, by lot (as selected by the Depository), at the principal amount thereof, plus accrued interest to the date of redemption.

In the event the Bonds are redeemed prior to maturity, as long as the Bonds are in book-entry-only form, official notice of the redemption will be given by mailing a notice by registered or certified mail, overnight express delivery, facsimile transmission, electronic transmission or in any other manner required by the Depository, to the Depository not less than thirty (30) days nor more than sixty (60) days prior to the redemption date. If less than all of the Bonds of a maturity are to be called for redemption, the Bonds of such maturity to be redeemed will be selected by lot. Such notice will include but not be limited to the following: the designation, date and maturities of the Bonds called for redemption, CUSIP numbers, and the date of redemption. Any notice provided as described herein shall be conclusively presumed to have been duly given, whether or not the registered owner receives the notice. The Bonds shall cease to bear interest on the specified redemption date provided that federal or other immediately available funds sufficient for such redemption are on deposit at the office of the Depository at that time. Upon such deposit of funds for redemption the Bonds shall no longer be deemed to be outstanding.

This Bond is one of an issue aggregating \$_____, issued for the purpose of paying the cost of additions, improvements and extensions to the Water and Sewer System of the City pursuant to Article XI, Section 3, of the Wisconsin Constitution, Section 66.0621, Wisconsin Statutes, acts supplementary thereto and a Resolution adopted November 10, 2025, and entitled: "A Resolution Authorizing the Issuance and Establishing Parameters for the Sale of Not to Exceed \$1,585,000 Water and Sewer System Revenue Bonds, Series 2025B, of the City of Platteville, Grant County, Wisconsin, and Providing For the Payment of the Bonds and Other Details With Respect to the Bonds", as supplemented by an Approving Certificate dated _____, 2025 (collectively, the "Resolution") and is payable only from the income and revenues of said Water and Sewer System. Such revenues have been set aside and pledged as a special fund for that purpose and identified as "Special Redemption Fund", created by a resolution adopted by the City on August 28, 2007 and continued by the Resolution. The Bonds are issued on a parity with the City's Water and Sewer System Revenue Bonds, Series 2008, dated December 10, 2008, Water and Sewer System Revenue Bonds, Series 2010, dated May 26, 2010, Water and Sewer System Revenue Bonds, Series 2015, dated June 24, 2015, Water and Sewer System Revenue Bonds, Series 2019B, dated December 4, 2019, Water and Sewer System Revenue Bonds, Series 2020C, dated December 17, 2020, Water and Sewer System Revenue Bonds, Series 2021B, dated September 16, 2021, Taxable Water and Sewer System Revenue Refunding Bonds, Series 2021C, dated September 16, 2021, Water and Sewer System Revenue Bonds, Series 2022B, dated September 1, 2022, Water and Sewer System Revenue Bonds, Series 2023, dated May 24, 2023, Water and Sewer System Revenue Bonds, Series 2023C, dated December 28, 2023 and the Water and Sewer System Revenue Bonds, Series 2024C, dated December 18, 2024. This Bond does not constitute an indebtedness of the City within the meaning of any constitutional or statutory debt limitation or provision.

This Bond is transferable only upon the books of the City kept for that purpose at the office of the Fiscal Agent, only in the event that the Depository does not continue to act as depository for the Bonds, and the City appoints another depository, upon surrender of the Bond to the Fiscal Agent, by the registered owner in person or his duly authorized attorney, upon surrender of this Bond together with a written instrument of transfer (which may be endorsed hereon) satisfactory to the Fiscal Agent duly executed by the registered owner or his duly authorized attorney. Thereupon a new fully registered Bond in the same aggregate principal amount shall be issued to the new depository in exchange therefor and upon the payment of a charge sufficient to reimburse the City for any tax, fee or other governmental charge required to

be paid with respect to such registration. The Fiscal Agent shall not be obliged to make any transfer of the Bonds (i) after the Record Date, (ii) during the fifteen (15) calendar days preceding the date of any publication of notice of any proposed redemption of the Bonds, or (iii) with respect to any particular Bond, after such Bond has been called for redemption. The Fiscal Agent and City may treat and consider the Depository in whose name this Bond is registered as the absolute owner hereof for the purpose of receiving payment of, or on account of, the principal or redemption price hereof and interest due hereon and for all other purposes whatsoever. The Bonds are issuable solely as negotiable, fully-registered Bonds without coupons in the denomination of \$5,000 or any integral multiple thereof.

It is hereby certified, recited and declared that all conditions, things and acts required by law to exist, happen, and be performed precedent to and in the issuance of this Bond have existed, have happened and have been performed in due time, form and manner as required by law; and that sufficient of the income and revenue to be received by said City from the operation of its Water and Sewer System has been pledged to and will be set aside into a special fund for the payment of the principal of and interest on this Bond.

This Bond shall not be valid or obligatory for any purpose until the Certificate of Authentication hereon shall have been signed by the Fiscal Agent.

IN WITNESS WHEREOF, the City of Platteville, Grant County, Wisconsin, by its governing body, has caused this Bond to be executed for it and in its name by the manual or facsimile signatures of its duly qualified City Manager and City Clerk; and to be sealed with its official or corporate seal, if any, all as of the original date of issue specified above.

CITY OF PLATTEVILLE,
GRANT COUNTY, WISCONSIN

(SEAL)

By: _____
Clinton Langreck
City Manager

By: _____
Colette Steffen
City Clerk

Date of Authentication: _____, _____

CERTIFICATE OF AUTHENTICATION

This Bond is one of the Bonds of the issue authorized by the within-mentioned Resolution of the City of Platteville, Grant County, Wisconsin.

BOND TRUST SERVICES CORPORATION

By _____
Authorized Signatory

COPY

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto

(Name and Address of Assignee)

(Social Security or other Identifying Number of Assignee)

the within Bond and all rights thereunder and hereby irrevocably constitutes and appoints _____, Legal Representative, to transfer said Bond on the books kept for registration thereof, with full power of substitution in the premises.

Dated: _____

Signature Guaranteed:

(e.g. Bank, Trust Company
or Securities Firm)

(Depository or Nominee Name)

NOTICE: This signature must correspond with the name of the Depository or Nominee Name as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.

(Authorized Officer)

NOTICE OF SALE

\$1,585,000* WATER AND SEWER SYSTEM REVENUE BONDS, SERIES 2025B CITY OF PLATTEVILLE, WISCONSIN

Bids for the purchase of \$1,585,000* Water and Sewer System Revenue Bonds, Series 2025B (the "Bonds") of the City of Platteville, Wisconsin (the "City") will be received at the offices of Ehlers and Associates, Inc. ("Ehlers"), 3001 Broadway Street, Suite 320, Minneapolis, Minnesota 55413, municipal advisors to the City, until 10:00 A.M., Central Time, and **ELECTRONIC PROPOSALS** will be received via **PARITY**, in the manner described below, until 10:00 A.M., Central Time, on December 3, 2025, at which time they will be opened, read and tabulated. **The Common Council adopted a resolution on November 10, 2025 (the "Parameters Resolution"), which authorizes the Administration Director or the City Manager to accept a bid for the Bonds if the parameters and conditions set forth in the Parameters Resolution are satisfied. If the parameters and conditions set forth in the Parameters Resolution are not met through the competitive bids received on December 3, 2025, neither the Administration Director or the City Manager will have the authority to accept a bid for the Bonds, and all bids for the Bonds will be rejected.**

AUTHORITY; PURPOSE; SECURITY

The Bonds are being issued pursuant to Section 66.0621, Wisconsin Statutes, by the City of Platteville, Wisconsin (the "City"), to provide funds for the public purpose of financing certain additions, improvements and extensions to and acquisitions for the City's Water System and Sewer System (the "Water and Sewer System"). The Bonds are not general obligations of the City but are payable only from and secured by a pledge of Net Revenues (defined herein) of the City's Water and Sewer System. The Bonds are being issued on parity with the City's outstanding Water and Sewer System Revenue Bonds, Series 2008, dated December 10, 2008 (the "2008 Bonds"), the Water and Sewer System Revenue Bonds, Series 2010, dated May 26, 2010 (the "2010 Bonds"), the Water and Sewer System Revenue Bonds, Series 2015, dated June 24, 2015 (the "2015 Bonds"), the Water and Sewer System Revenue Bonds, Series 2019B, dated December 4, 2019 (the "2019 Bonds") the Water and Sewer System Revenue Bonds, Series 2020C, dated December 17, 2020 (the "2020 Bonds"), the Water and Sewer System Revenue Bonds, Series 2021B, dated September 16, 2021 (the "2021B Bonds"), the Taxable Water and Sewer System Revenue Refunding Bonds, Series 2021C, dated September 16, 2021 (the "2021C Bonds"), the Water and Sewer System Revenue Bonds, Series 2022B, dated September 1, 2022 (the "2022B Bonds"), the Water and Sewer System Revenue Bonds, Series 2023, dated May 24, 2023 (the "2023 Bonds"), the Water and Sewer System Revenue Bonds, Series 2023C, dated December 28, 2023 (the "2023C Bonds") and the Water and Sewer System Revenue Bonds, Series 2024C, dated December 18, 2024 (the "2024C Bonds") with respect to the pledge of Net Revenues.

DATES AND MATURITIES

The Bonds will be dated December 18, 2025, will be issued as fully registered Bonds in the denomination of \$5,000 each, or any integral multiple thereof, and will mature on May 1 as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2026	\$50,000	2031	\$50,000	2036	\$165,000
2027	50,000	2032	50,000	2037	170,000
2028	50,000	2033	115,000	2038	170,000
2029	50,000	2034	120,000	2039	170,000
2030	50,000	2035	155,000	2040	170,000

ADJUSTMENT OPTION

The City reserves the right to increase or decrease the principal amount of the Bonds on the day of sale, in increments of \$5,000 each, up to a maximum of \$50,000 per maturity. Increases or decreases may be made in any maturity. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

TERM BOND OPTION

Bids for the Bonds may contain a maturity schedule providing for any combination of serial bonds and term bonds, subject to mandatory redemption, so long as the amount of principal maturing or subject to mandatory redemption in each year conforms to the maturity schedule set forth above. All dates are inclusive.

INTEREST PAYMENT DATES AND RATES

Interest will be payable on May 1 and November 1 of each year, commencing May 1, 2026, to the registered owners of the Bonds appearing of record in the bond register as of the close of business on the 15th day (whether or not a business day) of the immediately preceding month. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the Municipal Securities Rulemaking Board. All Bonds of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

BOOK-ENTRY-ONLY FORMAT

Unless otherwise specified by the purchaser, the Bonds will be designated in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository for the Bonds, and will be responsible for maintaining a book-entry system for recording the interests of its participants and the transfers of interests between its participants. The participants will be responsible for maintaining records regarding the beneficial interests of the individual purchasers of the Bonds. So long as Cede & Co. is the registered owner of the Bonds, all payments of principal and interest will be made to the depository which, in turn, will be obligated to remit such payments to its participants for subsequent disbursement to the beneficial owners of the Bonds.

PAYING AGENT

The City has selected Bond Trust Services Corporation, Minneapolis, Minnesota ("BTSC"), to act as paying agent (the "Paying Agent"). BTSC and Ehlers are affiliate companies. The City will pay the charges for Paying Agent services. The City reserves the right to remove the Paying Agent and to appoint a successor.

OPTIONAL REDEMPTION

At the option of the City, the Bonds maturing on or after May 1, 2035 shall be subject to optional redemption prior to maturity on May 1, 2034 or any date thereafter, at a price of par plus accrued interest to the date of optional redemption.

Redemption may be in whole or in part of the Bonds subject to prepayment. If redemption is in part, the selection of the amounts and maturities of the Bonds to be redeemed shall be at the discretion of the City. If only part of the Bonds having a common maturity date are called for redemption, then the City or Paying Agent, if any, will notify DTC of the particular amount of such maturity to be redeemed. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed.

Notice of such call shall be given by sending a notice by registered or certified mail, facsimile or electronic transmission, overnight delivery service or in any other manner required by DTC, not less than 30 days nor more than

60 days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books.

DELIVERY

On or about December 18, 2025, the Bonds will be delivered without cost to the winning bidder at DTC. On the day of closing, the City will furnish to the winning bidder the opinion of bond counsel hereinafter described, an arbitrage certification, and certificates verifying that no litigation in any manner questioning the validity of the Bonds is then pending or, to the best knowledge of officers of the City, threatened. Payment for the Bonds must be received by the City at its designated depository on the date of closing in immediately available funds.

LEGAL OPINION

An opinion as to the validity of the Bonds and the exemption from federal taxation of the interest thereon will be furnished by Quarles & Brady LLP, Bond Counsel to the City ("Bond Counsel"), and will be available at the time of delivery of the Bonds. The legal opinion will be issued on the basis of existing law and will state that the Bonds are valid and binding special obligations of the City; provided that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights and by equitable principles (which may be applied in either a legal or equitable proceeding).

STATEMENT REGARDING COUNSEL PARTICIPATION

Bond Counsel has not assumed responsibility for the Official Statement or participated in its preparation (except with respect to the section entitled "TAX EXEMPTION" in the Official Statement and the "FORM OF LEGAL OPINION" found in Appendix B of the Preliminary Official Statement).

SUBMISSION OF BIDS

Bids must not be for less than \$1,565,187.50, nor more than \$1,743,500, plus accrued interest on the principal sum of \$1,585,000 from date of original issue of the Bonds to date of delivery. Prior to the time established above for the opening of bids, interested parties may submit a bid as follows:

- 1) Electronically to bondsale@ehlers-inc.com; or
- 2) Electronically via **PARITY** in accordance with this Notice of Sale until , Central Time, but no bid will be received after the time for receiving bids specified above. To the extent any instructions or directions set forth in **PARITY** conflict with this Notice of Sale, the terms of this Notice of Sale shall control. For further information about **PARITY**, potential bidders may contact IHS Markit (now part of S&P Global) at <https://ihsmarkit.com/products/municipal-issuance.html> or via telephone (844) 301-7334.

Bids must be submitted to Ehlers via one of the methods described above and must be received prior to the time established above for the opening of bids. Each bid must be unconditional except as to legality. Neither the City nor Ehlers shall be responsible for any failure to receive a submission.

A good faith deposit ("Deposit") in the amount of \$31,700 shall be made by the winning bidder by wire transfer of funds. Such Deposit shall be received by Ehlers no later than two hours after the bid opening time. Wire transfer instructions will be provided to the winning bidder by Ehlers after the tabulation of bids. The City reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received by such time. In the event the Deposit is not received as provided above, the City may award the Bonds to the bidder submitting the next best bid provided such bidder agrees to such award. The Deposit will be retained by the City as liquidated damages if the bid is accepted and the Purchaser fails to comply therewith.

The City and the winning bidder who chooses to so wire the Deposit hereby agree irrevocably that Ehlers shall be the escrow holder of the Deposit wired to such account subject only to these conditions and duties: 1) All income earned thereon shall be retained by the escrow holder as payment for its expenses; 2) If the bid is not accepted, Ehlers shall, at its expense, promptly return the Deposit amount to the winning bidder; 3) If the bid is accepted, the Deposit shall be returned to the winning bidder at the closing; 4) Ehlers shall bear all costs of maintaining the escrow account and returning the funds to the winning bidder; 5) Ehlers shall not be an insurer of the Deposit amount and shall have no liability hereunder except if it willfully fails to perform or recklessly disregards, its duties specified herein; and 6) FDIC insurance on deposits within the escrow account shall be limited to \$250,000 per bidder.

No bid can be withdrawn after the time set for receiving bids unless the meeting of the City scheduled for award of the Bonds is adjourned, recessed, or continued to another date without award of the Bonds having been made.

AWARD

The Bonds will be awarded to the bidder offering the lowest interest rate to be determined on a True Interest Cost (TIC) basis. The City's computation of the interest rate of each bid, in accordance with customary practice, will be controlling. In the event of a tie, the sale of the Bonds will be awarded by lot. The City reserves the right to reject any and all bids and to waive any informality in any bid. **The Bonds will not be awarded if the TIC (taking the purchaser's compensation into account) exceeds 5.50% or if the other conditions set forth in the Parameters Resolution are not satisfied.**

BOND INSURANCE

If the Bonds are qualified for any bond insurance policy, the purchase of such policy shall be at the sole option and expense of the winning bidder. Any cost for such insurance policy is to be paid by the winning bidder, except that, if the City requested and received a rating on the Bonds from a rating agency, the City will pay that rating fee. Any rating agency fees not requested by the City are the responsibility of the winning bidder.

Failure of the municipal bond insurer to issue the policy after the Bonds are awarded to the winning bidder shall not constitute cause for failure or refusal by the winning bidder to accept delivery of the Bonds.

CUSIP NUMBERS

The City will assume no obligation for the assignment or printing of CUSIP numbers on the Bonds or for the correctness of any numbers printed thereon, but will permit such numbers to be printed at the expense of the winning bidder, if the winning bidder waives any delay in delivery occasioned thereby.

NOT QUALIFIED TAX-EXEMPT OBLIGATIONS

The Bonds shall not be "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

CONTINUING DISCLOSURE

In order to assist the Underwriter (Syndicate Manager) in complying with the provisions of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 the City will enter into an undertaking for the benefit of the holders of the Bonds. A description of the details and terms of the undertaking is set forth in Appendix D of the Official Statement.

NEW ISSUE PRICING

The winning bidder will be required to provide, in a timely manner, certain information necessary to compute the yield on the Bonds pursuant to the provisions of the Internal Revenue Code of 1986, as amended, and to provide a certificate which will be provided by Bond Counsel upon request.

(a) The winning bidder shall assist the City in establishing the issue price of the Bonds and shall execute and deliver to the City at closing an "issue price" or similar certificate satisfactory to Bond Counsel setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications. All actions to be taken by the City under this Notice of Sale to establish the issue price of the Bonds may be taken on behalf of the City by the City's municipal advisor identified herein and any notice or report to be provided to the City may be provided to the City's municipal advisor.

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

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

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

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

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

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

The winning bidder will advise the City promptly after the close of the fifth (5th) business day after the sale whether it has sold 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

The City acknowledges that in making the representation set forth above, the winning bidder will rely on:

(i) the agreement of each underwriter to comply with requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-price rule, if applicable to the Bonds, as set forth in an agreement among underwriters and the related pricing wires,

(ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in a selling group agreement and the related pricing wires, and

(iii) in the event that an underwriter or dealer who is a member of the selling group is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of each broker-dealer that is party to such agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in the third-party distribution agreement and the related pricing wires. The City further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the requirements for establishing issue price rule of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule as applicable to the Bonds.

(e) If all of the requirements of a "competitive sale" are not satisfied and the winning bidder selects the 10% test, the winning bidder agrees to promptly report to the City, Bond Counsel and Ehlers the prices at which the Bonds have been sold to the public. That reporting obligation shall continue, whether or not the closing date has occurred, until either (i) all Bonds of that maturity have been sold or (ii) the 10% test has been satisfied as to each maturity of the Bonds, provided that, the winning bidder's reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the City or bond counsel.

(f) By submitting a bid, each bidder confirms that:

(i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is party to such third-party distribution agreement, as applicable, to:

(A) report the prices at which it sells to the public the unsold Bonds of each maturity allocated to it, whether or not the Closing Date has occurred until either all securities of that maturity allocated to it have been sold or it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the City or bond counsel.

(B) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and

(ii) any agreement among underwriters or selling group agreement relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group and each broker dealer that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such third-party distribution agreement to:

(A) to promptly notify the winning bidder of any sales of Bonds that, to its knowledge, are made to a purchaser who is a related party to an underwriter participating in the initial sale of the Bonds to the public (each such term being used as defined below), and

(B) to acknowledge that, unless otherwise advised by the underwriter, dealer or broker-dealer, the winning bidder shall assume that each order submitted by the underwriter, dealer or broker-dealer is a sale to the public.

(g) Sales of any Bonds to any person that is a related party to an underwriter participating in the initial sale of the Bonds to the public (each term being used as defined below) shall not constitute sales to the public for purposes of this Notice of Sale. Further, for purposes of this Notice of Sale:

- (i) "public" means any person other than an underwriter or a related party,
- (ii) "underwriter" means (A) any person that agrees pursuant to a written contract with the City (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the public),
- (iii) a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (A) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (B) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (C) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and
- (iv) "sale date" means the date that the Bonds are awarded by the City to the winning bidder.

PRELIMINARY OFFICIAL STATEMENT

Bidders may obtain a copy of the Official Statement relating to the Bonds prior to the bid opening by request from Ehlers at www.ehlers-inc.com by connecting to the Bond Sales link. The Underwriter (Syndicate Manager) will be provided with an electronic copy of the Final Official Statement within seven business days of the bid acceptance. Up to 10 printed copies of the Final Official Statement will be provided upon request. Additional copies of the Final Official Statement will be available at a cost of \$10.00 per copy.

Information for bidders and bid forms may be obtained from Ehlers at 3001 Broadway Street, Suite 320, Minneapolis, Minnesota 55413, Telephone (651) 697-8500.

By Order of the Common Council

Colette Steffen, City Clerk
City of Platteville, Wisconsin

BID FORM

City of Platteville, Wisconsin (the "City")

December 3, 2025

RE: \$1,585,000* Water and Sewer System Revenue Bonds, Series 2025B (the "Bonds")

DATED: December 18, 2025

For all or none of the above Bonds, in accordance with the Notice of Sale and terms of the Global Book-Entry System (unless otherwise specified by the Purchaser) as stated in this Official Statement, we will pay you \$_____ (not less than \$1,565,187.50, nor more than \$1,743,500) plus accrued interest to date of delivery for fully registered Bonds bearing interest rates and maturing in the stated years as follows:

_____ % due 2026	_____ % due 2031	_____ % due 2036
_____ % due 2027	_____ % due 2032	_____ % due 2037
_____ % due 2028	_____ % due 2033	_____ % due 2038
_____ % due 2029	_____ % due 2034	_____ % due 2039
_____ % due 2030	_____ % due 2035	_____ % due 2040

The City reserves the right to increase or decrease the principal amount of the Bonds on the day of sale, in increments of \$5,000 each, up to a maximum of \$50,000 per maturity. Increases or decreases may be made in any maturity. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

All Bonds of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

A good faith deposit ("Deposit") in the amount of \$31,700 shall be made by the winning bidder by wire transfer of funds. Such Deposit shall be received by Ehlers no later than two hours after the bid opening time. Wire transfer instructions will be provided to the winning bidder by Ehlers after the tabulation of bids. The City reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received by such time. In the event the Deposit is not received as provided above, the City may award the Bonds to the bidder submitting the next best bid provided such bidder agrees to such award. The Deposit will be retained by the City as liquidated damages if the bid is accepted and the Purchaser fails to comply therewith. We agree to the conditions and duties of Ehlers and Associates, Inc., as escrow holder of the Deposit, pursuant to the Notice of Sale. This bid is for prompt acceptance and is conditional upon delivery of said Bonds to The Depository Trust Company, New York, New York, in accordance with the Notice of Sale. Delivery is anticipated to be on or about December 18, 2025.

This bid is subject to the City's agreement to enter into a written undertaking to provide continuing disclosure under Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 as described in the Official Statement for the Bonds.

We have received and reviewed the Official Statement, and any addenda thereto, and have submitted our requests for additional information or corrections to the Final Official Statement. As Underwriter (Syndicate Manager), we agree to provide the City with the reoffering price of the Bonds within 24 hours of the bid acceptance.

This bid is a firm offer for the purchase of the Bonds identified in the Notice of Sale, on the terms set forth in this bid form and the Notice of Sale, and is not subject to any conditions, except as permitted by the Notice of Sale.

By submitting this bid, we confirm that we are an underwriter and have an established industry reputation for underwriting new issuances of municipal bonds. YES: ____ NO: ____.

If the competitive sale requirements are not met, we elect to use either the: ____10% test, or the ____hold-the-offering-price rule to determine the issue price of the Bonds.

Account Manager: _____ By: _____

Account Members:

Award will be on a true interest cost basis. According to our computations (the correct computation being controlling in the award), the total dollar interest cost (including any discount or less any premium) computed from December 18, 2025 of the above bid is \$_____ and the true interest cost (TIC) is _____%.

The foregoing offer is hereby accepted by and on behalf of the City of Platteville, Wisconsin, on December 3, 2025.

By: _____

Title: _____