CITY OF STOUGHTON, 207 S FORREST STREET, STOUGHTON, WISCONSIN

RESOLUTION OF THE COMMON COUNCIL

Resolution to forgive the amounts advanced to the City of Stoughton Redevelopment Authority from the City of Stoughton totaling $66,574

Committee Action: Finance Committee Approved 5-0 on 3/9/21

Fiscal Impact: None

File Number:	R-34-2021	**Date Introduced:**	March 23, 2021

WHEREAS, the City of Stoughton Redevelopment Authority ("RDA") was allowed to accrue a payable to the City of Stoughton of approximately $67,000 in 2015; and

WHEREAS, the costs incurred by the RDA that resulted in this payable related mainly to legal and professional services required for the purchase of the MilFab property; and

WHEREAS, this payable should never have been allowed to accrue as the RDA's only source of funding is through the City and the RDA has no means of paying this amount back; and

WHEREAS, during the City's annual bond rating process, Moody's inquires about the City's interfund advances, including this amount owed by the RDA; and

WHEREAS, the City's 2020 financial results allow for this amount to be written off and eliminate further inquiries by Moody's during the annual rating process going forward; and

WHEREAS, this is a noncash transaction and will not have any impact on the City's Unassigned Fund Balance.

BE IT RESOLVED by the Common Council of the City of Stoughton that the City's Finance Director is hereby authorized to finalize the accounting to forgive the amounts owed by the RDA at December 31, 2020.

Council Action: ☑ **Adopted** ☐ **Failed** **Vote** 12-0

Mayoral Action: ☑ **Accept** ☐ **Veto**

Tim Swadley 3-23-21

Mayor Tim Swadley Date

Council Action: _____ ☐ **Override** **Vote** _____

COMPARATIVE BALANCE SHEET FOR STOUGHTON CITY

Fund 261 REDEVELOPMENT AUTHORITY

GL Number	Description	PERIOD ENDED 12/31/2019	PERIOD ENDED 12/31/2020
*** Assets ***			
Unclassified			
261-00000-11100	PRIMARY CHECKING	0.00	3,301.57
Unclassified		0.00	3,301.57
Total Assets		**0.00**	**3,301.57**
*** Liabilities ***			
Unclassified			
261-00000-21100	ACCOUNTS PAYABLE	341.68	3,301.57
261-00000-25100	ADVANCE FROM GEN FUND	66,574.30	66,574.30
Unclassified		66,915.98	69,875.87
Total Liabilities		**66,915.98**	**69,875.87**
*** Fund Balance ***			
Unclassified			
261-00000-39000	FUND BALANCE	(67,848.81)	(66,915.98)
Unclassified		(67,848.81)	(66,915.98)
Total Fund Balance		**(67,848.81)**	**(66,915.98)**
Beginning Fund Balance		**(67,848.81)**	**(66,915.98)**
Net of Revenues VS Expenditures		**932.83**	**341.68**
Ending Fund Balance		**(66,915.98)**	**(66,574.30)**
Total Liabilities And Fund Balance		**0.00**	**3,301.57**

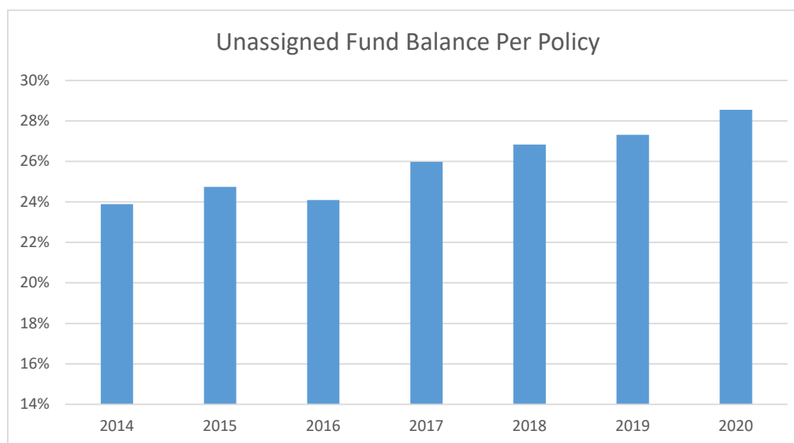
Approved by State Board of Accounts for the Stoughton City, 2014

City of Stoughton
General Fund Unassigned Fund Balance Analysis
As of December 31, 2020 and previously

	Forecasted 2020 After Adjustments	*Forecasted 2020*	2019	2018	2017	2016	2015	2014
General Fund								
Fund Balance								
Nonspendable	$ 1,458,338	$ 1,524,912	$ 1,394,058	$ 1,159,444	$ 1,016,502	$ 991,095	$ 1,052,968	$ 947,919
Restricted	$ -	-	-	-	-	-	-	-
Committed	$ -	-	-	-	-	-	-	-
Assigned	$ 1,090,151	1,160,151	1,160,595	1,206,970	1,119,700	1,069,756	1,038,261	1,017,182
Unassigned	$ 4,482,473	4,412,471	4,248,928	3,884,355	3,743,097	3,364,758	3,231,239	2,930,387
	$ 7,097,534	$ 7,097,534	$ 6,803,581	$ 6,250,769	$ 5,879,299	$ 5,425,609	$ 5,322,468	$ 4,895,488

Adjustments include moving the $70,000 Liability Insurance Loss amount to Unassigned and forgiving the $67,000 advance to the RDA.

Other Governmental Funds								
Unassigned Deficit Fund Balances								
- Potiental funded by General Fund's unassigned category (does not include TIF Deficits the City has already setup Advances between General Fund and TIF's).								
The amount of advances are shown within Nonspendable Fund Balance in the General Fund.								
Opera House (***Note A***)	$ (432,723)	$ (432,723)	$ (361,299)	$ (285,304)	$ (331,496)	$ (247,842)	$ (215,827)	$ (129,534)
	$ (432,723)	$ (432,723)	$ (361,299)	$ (285,304)	$ (331,496)	$ (247,842)	$ (215,827)	$ (129,534)

General Fund								
Available Unassigned Fund Balance	$ 4,049,750	$ 3,979,748	$ 3,887,629	$ 3,599,051	$ 3,411,601	$ 3,116,916	$ 3,015,412	$ 2,800,853
Budgeted Expenditures	$ 13,942,314	$ 13,942,314	$ 13,924,094	$ 13,068,988	$ 12,826,246	$ 12,468,698	$ 12,110,204	$ 11,665,862
Compliance								
with Minimum Fund Balance Policy	**29.0%**	**28.5%**	**27.9%**	**27.5%**	**26.6%**	**25.0%**	**24.9%**	**24.0%**
Availability to 25% with unassigned monies	**$ 564,172**	**$ 494,169**	**$ 406,606**	**$ 331,804**	**$ 205,040**	**$ (259)**	**$ (12,139)**	**$ (115,613)**
Availability to 20% with unassigned monies	**$ 1,261,287**	**$ 1,191,285**	**$ 1,102,810**	**$ 985,253**	**$ 846,352**	**$ 623,176**	**$ 593,371**	**$ 467,681**

Note A **- Actual Unassigned Fund Balance for the Opera House at 12/31/20 was ($228,519); however, for a more conservative approach we have reduced that value by the amount of CARES funding received in 2020.**