

VILLAGE OF HORTONVILLE
3rd AMENDED AGENDA OF THE VILLAGE BOARD
JUNE 18, 2026
6:00 P.M. Regular Board Meeting
Municipal Services Center Board/Court Room
531 N. Nash St., Hortonville, WI



1. Pledge of Allegiance
2. Call to Order by Presiding Officer
3. Roll Call
4. Agenda Changes [to change the position of an item already on the agenda]
5. Consent Agenda
 - A. June 4, 2026 Regular Board meeting minutes
 - B. Presentation of accounts and other claims against the Village
6. Preregistered Citizens to be heard. – LIMIT 5 MINUTES
 - A. State name and address
 - B. Comments to be limited to 5 minutes
 - C. Pursuant to WI Statutes 19.83(2) and 19.84(2), The Board's role is to listen to public comments, and not to ask questions, discuss, or take action regarding pre-registered citizens comments.
7. Committee Reports
 - A. Library Board
8. Unfinished Business from Previous Meetings
9. New Business
 - A. Presentation of 2026 Audit – Hawkins Ash
 - B. Discussion and possible action on Potential Bonus Resolution R-11-26
 - C. Discussion and possible action on Cancellation of July 2 Village Board meeting
 - D. Discussion and possible action on 2026 Sidewalk Replacement Bids
 - E. Discussion and possible action on Monster Mash Program Downtown
 - F. Discussion and possible action on Resolution R-10-26 for CORP
 - G. Discussion and possible action on R-12-26 to approve 2025 Compliance Maintenance Annual Report
 - H. Discussion and possible action on Rezoning Ordinance O-4-26
 - I. *Discussion and possible action on Amending the Downtown Zoning Code to allow for Auto Service as a Conditional Use*
10. Report of Village Officials
 - A. Clerk-Treasurer
 - B. Director of Public Works
 - C. Police Chief
 - D. Library Director
 - E. Attorney
 - F. Administrator
 - G. Building Permit Report
 - H. Any other miscellaneous topics for future discussion
[Topics or questions for future agendas only – no discussion or answers, motion to schedule an item]

11. Communications and Miscellaneous Business
 - A. Black Otter Lake District news
 - B. Hortonville-Hortonia Fire District news
 - C. Gold Cross Ambulance run reports and news
 - D. Hortonville Civic Association
 - E. Senior Activities
12. Comments and suggestions from citizens present
13. Motion to go into Closed Session State Statute 19.85(1)(e) "Deliberating or negotiating the purchasing of public properties, the investing of public funds, or conducting other specified public business, whenever competitive or bargaining reasons require a closed session." Potential purchase agreement for parcel #240002400
14. 5-minute recess to clear meeting room
15. Board to go into Closed Session under State Statute 19.85(1)(e)
16. Board to return to Open Session (roll call vote)
17. Any action on matters discussed in Closed Session
18. Adjournment

NEXT REGULAR VILLAGE BOARD MEETING: JULY 2, 2026 (POSSIBLE CANCELATION) JULY 16, 2026

Requests from persons with disabilities who need assistance to participate in this meeting should be made to the Village Administration Office at 779-6011 with as much advance notice as possible.

**VILLAGE OF HORTONVILLE
VILLAGE BOARD
JUNE 4, 2026 MEETING MINUTES
DRAFT – NOT APPROVED**

President Jeanne Bellile called the meeting to order at 6:00 p.m. in the Community Center at 531 N. Nash St., Hortonville, Wisconsin.

Trustees present: Therese Abitz, Dalton Davis, Carrie Lathrop, Jim Moeller, Jane Olk, and Julie Arendt Vanden Heuvel.

Trustees absent:

Officials/Staff present: Administrator Nathan Treadwell, Clerk-Treasurer Jane Booth, Director of Public Works Aaron Steber, Chief of Police Brian Bahr, Library Director Alexandria Krause, and Attorney Tyler Pluff.

Consent Agenda

Motion [Moeller/Olk] to approve as outlined. Roll call vote, 7 ayes, 0 nays, motion carried.

- A. May 21, 2026 Regular Board meeting minutes
- B. May 21, 2026 COW meeting minutes
- C. Licenses and Permits
- D. Presentation of accounts and other claims against the Village

Agenda Changes

None

Preregistered Citizens to be heard

None

Committee Reports

Library Board – Trustee Lathrop stated that there will be a Library board meeting on Monday, June 15 at 5:00 pm.

Public Safety Committee – Chairperson Moeller said the discussion was to remove a parking stall on Lakeshore, and parking on N Nash St

Unfinished Business from previous meetings

None

New Business

Discussion and possible action on MSA Contract for Downtown Trail and Parking Lot Design Services

DPW Director Steber said that this is the proposal from BP to Miller Park. We had Ayers working on this before and they had given us a cost, half of the survey work is already done.

Trustee Abitz asked about how we are going to deal with the elevation.

DPW Director Steber said that is something the engineers need to figure out. Draft designs will come in before the board for approval.

Motion [Moeller/Olk] to approve the MSA Contract for the Downtown Trail and Parking Lot design services not to exceed \$87,500.00

Roll call vote, 7 ayes, 0 nays, motion carried.

Discussion and possible action on Release of Nature's Haven Easements prior to Replat
Administrator Treadwell said that this removes the old replat and this is a cleanup document.
Motion [Moeller/Arendt Vanden Heuvel] to approve the release of Nature's Haven easements prior to the replat.

Roll call vote, 7 ayes, 0 nays, motion carried.

Discussion and possible action on Concept Plans for Village Property located next to 323 E Main Street

Craig Ihde said that he and Nathan have been working on this for the last couple of months. We are not completely sold if it will be a two plex or four plex. We are limited on space and if we apply for a commercial permit, maybe they will require a retention pond. We did talk to the owners to the east about moving the hill line and they wanted to keep that privacy.

Trustee Davis said that this would also affect the congestion with the school district pickup and drop off.

Trustee Arendt Vanden Heuvel said that for safety reasons, she prefers a south driveway.

No motion was made, discussion only.

Report of Village Officials

Clerk-Treasurer: The report is in the packet.

Director of Public Works: The report is in the packet. The kayak rental at Black Otter Park is open.

Chief of Police: The report is in the packet. I will follow up on the Public Safety decisions on the chronic nuisances, and atv/utv new laws

Library Director: Yesterday I was in Stevens Point and I graduated from the Leadership Development Institute by the Wisconsin Library Association.

We have our Splash into Summer this Saturday at Alonzo Park. We will have popsicles, a dinosaur guest, and a bound house. Monday our registration opens for summer, and we have had over 1,200 in previous years.

Attorney: Nothing too exciting, I will be attending the LWM Attorneys Conference in June and I will not be here for the June 18th board meeting.

Administrator: The report is in the packet. We did receive the timeline for Main Street, we sent it to all the property owners, and hand delivered it to business owners. We had our intern start this week, his name is Cole Hall, and he is helping me with ordinances and the zoning code update.

Any other miscellaneous topics for future discussion

None

Communications and Miscellaneous Business

Black Otter Lake District news: Nothing new

Building permit report: None

Hortonville-Hortonia Fire District news: The quote for the repairs for the parking lot came under budget by about \$500.

Gold Cross Ambulance run reports and news: None

Hortonville Civic Association: Nothing new

Senior Activities Committee: All the upcoming events are in the Village Voice, nice collaboration for the retro event on Monday, June 15.

Comments and suggestions from citizens present

None

Motion to go into Closed Session

Motion [Arendt Vanden Heuvel/Moeller] to go into closed session under State Statute Section 19.85(1)(g) and 19.85(1)(e). Unanimous voice vote, motion carried.

Board to return to Open Session

Motion [Arendt Vanden Heuvel/Olk] to return to open session at 8:17 p.m. Unanimous voice vote, motion carried.

Any action on matters discussed in Closed Session

Motion [Olk/Moeller] Motion to authorize our attorney to begin drafting a complaint for a zoning violation located at 235 s mill st and draft a letter requiring that within the next thirty (30) days the property owner provides proof of documentation to the satisfaction of the Village that the property owner has secured separate and appropriate property to operate their business, and that failure to provide such proof shall result in filing of the complaint in the circuit court. Unanimous voice vote, motion carried.

Adjournment

Motion [Davis/Moeller] to adjourn. Unanimous voice vote, motion carried. The Board adjourned at 8:19 p.m.

Minutes submitted by,

Jane Booth, WCMC
Village Clerk/Treasurer

June 18, 2026 INVOICE LISTING

VILLAGE INVOICES

June 05, 2026- June 18, 2026

05/26	Ahles, Lisa	Alonzo Park Deposit Reimbursement- 5/31/26 Rental	\$ 50.00
4004235380-0626	Assurity	Employee Disability Insurance- June 2026	\$ 949.86
06/26	Bogart-Lutzen, Stephanie	Alonzo Park Deposit Reimbursement- 6/13/26 Rental	\$ 155.50
05-31-26	Brick's Hardware	Supplies- Street/Miller Park	\$ 174.64
05/26	Bush, Rachel	Alonzo Park Deposit Reimbursement- 5/30/26 Rental	\$ 50.00
INV-19939	Caselle LLC	Semi Annual Support Fees- July-December 2026	\$ 11,299.91
171756701052126	Charter Communications	Internet/Email- June 2026- PW/W/S	\$ 119.99
242745601060126	Charter Communications	Internet/Email- June 2026- PW/W/S	\$ 198.30
171759001060126	Charter Communications	Internet/Email- June 2026- Admin/PD/Library/W/S	\$ 153.37
171758901060126	Charter Communications	Internet/Email- June 2026- Admin/PW/Court	\$ 159.99
171758301060126	Charter Communications	Phone/Internet- June 2025- PD	\$ 139.99
3063/6099/3085	Deegal's Repair Shop LLC	Street Supplies- Chainsaw/Sprayer/German Saw	\$ 515.31
ACH	EFTPS	Federal, FICA taxes for 06/04/2026 Payroll	\$ 16,507.65
5449585	Employee Benefits Corporation	Health Reimbursement- June 2026	\$ 369.75
5457669	Employee Benefits Corporation	Health Reimbursement- June 2026	\$ 162.00
INV-67993	Fox Cities Embroidery	Clothing Allowance- Admin/Library/PW	\$ 1,616.29
548876	Fox Valley Truck	Mower Supplies- 72" Gator Blade	\$ 134.94
R10000211593	GFL Environmental	Garbage Pick Up- May 2026	\$ 1,674.19
261423	Graphic Composition	2nd Quarter Village Voice	\$ 2,489.00
1914189	Harter's Fox Valley Disposal	Village Wide Refuse Pickup- May 2026	\$ 15,235.63
060226	Hortonville-Hortonia Fire District	HHFD Patching- 2026 Bond	\$ 29,434.50
3rd-4thQtr2026	Hortonville-Hortonia Fire District	3rd & 4th Quarter Fire Budget Payment- 2026	\$ 49,674.46
P007004875-Jun26	Illinois Mutual	Employee Disability Insurance- June 2026	\$ 167.50
P007004875-July26	Illinois Mutual	Employee Disability Insurance- July 2026	\$ 167.50
06/26	Kiel, Thomas or Amera	Alonzo Park Deposit Reimbursement- 6/7/25 & 6/7/26 Rental	\$ 100.00
8000594-0526	Kwik Trip	Fuel- DPW-May 2026	\$ 103.71
00309835-0526	Kwik Trip	Fuel- PD-May 2026	\$ 1,517.45
390796	MCC Inc	Asphalt for Road Patching	\$ 964.24
15944/16470	McClone	Workers Comp Premium- March 2026/Audit	\$ 2,773.00
15948	McClone	Workers Comp Premium- July 2026	\$ 1,933.00
943331	McMahon	Nature's Haven Tech Review	\$ 487.50
0053598	Merjent Inc	Stormwater Pond Maintenance	\$ 476.00
INV3101893	Metro Sales Inc	Contract Base Charge- May-August 2026	\$ 423.00
INV3100655	Metro Sales Inc	New Village Copier Machine	\$ 8,715.43
029540	MSA Professional Services	GIS Mapping- Zoning App	\$ 529.75
IN327754/M5707	Multi Media Channels	Sidewalk Bid, Liquor License, Rezone	\$ 139.50
0158851-IN	Omni Glass & Paint LLC	Automatic Door- MSC	\$ 2,375.00
1022609	Outagamie County Treasurer	Engineering- Givens Rd/Engineering- CTH JJ	\$ 2,706.43
May 26	Outagamie County Treasurer	Court Fines- May 2026	\$ 664.13
I1066/I1065	Ray's Sanitation	Portable Restroom- 230 Lakeshore Dr/304 E Main St	\$ 480.00
45820156June2026	Reserve Account	Machine Postage- Pitney Bowes	\$ 163.43
05/26	Schiedermayer, Angela	Community Center Reimbursement- 5/13/26 Rental	\$ 150.00
211613	Suburban Enterprises Inc	Annual Fire Systems Testing	\$ 560.00
438774	Superior Chemical	Cleaning Supplies	\$ 484.88
36415	TheDACare	Blood Draw- N. Kohl	\$ 42.50
3165	Town Counsel Law & Litigation LLC	Legal Services- May 2026	\$ 1,220.00
3166	Town Counsel Law & Litigation LLC	Court Services- May 2026	\$ 159.50
208621708	Uline	Baby Changing Liners	\$ 95.07
50896174	Waukesha County Technical College	B. Wulgaert- Patrol Investigator Training	\$ 169.00
5953465403	WE Energies	Water/Sewer Electric/Gas-May 2026	\$ 5,964.15
5947276693	WE Energies	Water/Sewer Electric/Gas-Alonzo Splashpad- May 2026	\$ 13.52
ACH	Wisconsin Deferred Comp	EE contributions 06/04/2026 Payroll	\$ 971.00
May 26	Wisconsin Department of Administration	Court Fines-May 2026	\$ 2,426.65
ACH	Wisconsin, State of	State W/H for 06/04/2026 Payroll	\$ 2,794.21
ACH	Wolf River Community Bank	Principle and Interest- SC Swiderski Loan #2603	\$ 52,493.14
ACH	Wolf River Community Bank	Principle and Interest- SC Swiderski Loan #2117	\$ 56,234.50
ACH	Wolf River Community Bank	Principle and Interest- WRCB Loan #1613790-10001	\$ 1,025.45
ACH	Wolf River Community Bank	Principle and Interest- WRCB Fire Truck Loan	\$ 6,250.00
05/26	Wulgaert, Bryana	WCTC Mileage Training	\$ 131.95
CM15788	YMCA of the Fox Cities	Member Dues- June 2026	\$ 40.00

Invoice Total \$ 287,377.36

06/04/26 Direct Deposit P/R \$ 52,667.79

Grand Total \$ 340,045.15

WATER & SEWER UTILITY INVOICES**June 05, 2026- June 18, 2026**

26-000879	Badger Laboratories	Water Testing- WWTP	\$	1,360.00
26-012335	Badger Laboratories	Total Phosphorous Testing- WWTP	\$	210.00
80239365	Badger Meter	Beacon Network Orion Cellular	\$	945.18
9011828428	Clean Water Testing	Coliform Bacteria Test	\$	57.00
9011858082	Clean Water Testing	Coliform Bacteria Test	\$	57.00
514682-00	Crane Engineering	Influent Pump Repair	\$	1,562.00
0475982	Ferguson Water Works	Hydrant Repair	\$	2,281.30
261486	Graphic Composition LLC	Water Increase Mailings	\$	657.00
CI-13337	Hydrocorp	Cross Connection Program Inspections- May 2026	\$	887.36
21344	Immel Excavating, Robert J	Water Lateral Replacement- Honeysuckle Lane	\$	39,540.00
31603	Martelle Water Treatment	Lab Materials- WWTP	\$	1,730.45
029726	MSA Professional Services	Hortonville GIS 2026	\$	8,273.25
W&S 0526	WE Energies	Water/Sewer Electric & Gas- May 2026	\$	10,803.34
061226	Wisconsin DNR	Advanced Wastewater Plant Operator Certification Application-	\$	100.00
26ESR03156	Wisconsin DNR Environmental Fees	2026 WDNR Environmental Fees	\$	2,086.02
			Grand Total	<u>\$ 70,549.90</u>

VILLAGE OF HORTONVILLE, WISCONSIN

**INDEPENDENT AUDITORS' REPORTS ON COMMUNICATION
WITH THOSE CHARGED WITH GOVERNANCE
AND MANAGEMENT ADVISORY COMMENTS**

DECEMBER 31, 2025

VILLAGE OF HORTONVILLE
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**INDEPENDENT AUDITORS' REPORT ON
COMMUNICATION WITH THOSE CHARGED WITH GOVERNANCE**

To the Village Board
Village of Hortonville, Wisconsin

We have audited the financial statements of the Village of Hortonville as of and for the year ended December 31, 2025 and have issued our report thereon dated April 1, 2026. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated December 23, 2025, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of its respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of the system of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the system of internal control of the Village of Hortonville solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgement, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our findings regarding significant control deficiencies over financial reporting, material weaknesses, and other matters noted during our audit in a separate letter to you dated April 1, 2026.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate and our firm has complied with all relevant ethical requirements regarding independence.

Significant Risks Identified

We have identified the following significant risks:

- Management Override of Controls - professional standards require the auditor to address the risk that management is in a unique position to override controls that otherwise appear to be operating effectively.
- Improper Revenue Recognition - professional standards require the auditor to presume that risks of material misstatements exist in revenue recognition.

We have designed our audit procedures to adequately address the significant risks identified.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use of appropriate accounting policies. A summary of the significant accounting policies adopted by the Village of Hortonville are included in Note 1 to the financial statements. There have been no initial section of accounting policies and no changes in significant accounting policies or their application during 2025. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates and Related Disclosures

Accounting estimates and related disclosures are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements are:

- Management's estimate of the Wisconsin Retirement System pension was calculated by the State of Wisconsin Department of Employee Trust Funds' third-party actuary.
- Management's estimate of the Wisconsin Retirement System local retiree life insurance fund was calculated by the State of Wisconsin Department of Employee Trust Funds' third-party actuary.

We evaluated the factors and assumptions used to develop the estimates listed above and determined that they are reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the Village of Hortonville's financial statements relate to revenue recognition, Wisconsin Retirement System pension, and Wisconsin Retirement System local retiree life insurance fund.

Significant Unusual Transactions

For purposes of this communication, professional standards require us to communicate to you

significant unusual transactions identified during our audit. We have not identified any significant unusual transactions during the audit.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards also require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. Management has corrected all identified misstatements. Uncorrected misstatements or matters underlying those uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even though the uncorrected misstatements are immaterial to the financial statements currently under audit.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. The material misstatements listed under Appendix A that we identified as a result of our audit procedures were brought to the attention of, and corrected by, management.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning financial accounting, reporting, or auditing matters, which could be significant to the Village of Hortonville's financial statements or the auditors' report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the attached letter dated April 1, 2026.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the Village of Hortonville, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatements. None of the matters discussed resulted in a condition to our retention as the Village of Hortonville's auditors.

Noncompliance with Laws and Regulations, Violations of Contract Provisions or Grant Agreements

We have identified the following matter involving noncompliance with laws and regulations, violations of contract provisions or grant agreements that came to our attention during the course of the audit. The Village spent \$111,100 more than their adopted budget. Wisconsin Statute 65.06 prohibits spending more than budgeted expenditures.

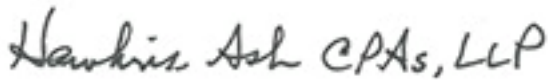
Other Information Included in Annual Reports

Pursuant to professional standards, our responsibility as auditors for other information, whether financial or nonfinancial, included in the Village of Hortonville’s annual reports, does not extend beyond the information identified in the audit report, and we are not required to perform any procedures to obtain assurance about such other information. However, in accordance with such standards, we have read the information and considered whether such information, or the manner of its presentation, was materially inconsistent with its presentation in the financial statements.

Our responsibility also includes communicating to you any information which we believe is a material misstatement of fact. Nothing came to our attention that caused us to believe that such information, or its manner of presentation, is materially inconsistent with the information, or manner of its presentation, appearing in the financial statements.

This report is intended solely for the information and use of the Village Board and management of the Village of Hortonville and is not intended to be and should not be used by anyone other than these specified parties.

HAWKINS ASH CPAS, LLP



Manitowoc, Wisconsin
April 1, 2026



INDEPENDENT AUDITORS' REPORT ON MANAGEMENT ADVISORY COMMENTS

To the Village Board
Village of Hortonville, Wisconsin

We have audited the financial statements of the Village of Hortonville as of and for the year ended December 31, 2025 and have issued our report thereon dated April 1, 2026. We have also issued compliance reports and reports on the internal control structure in accordance with *Government Auditing Standards*. These reports disclosed any material instances of noncompliance, material weaknesses and significant deficiencies that were identified during the audit.

Other matters involving the internal control structure and the Village's operations which came to our attention during the audit are reported on the following pages as management advisory comments.

We would like to take this opportunity to acknowledge the many courtesies extended to us by the Village's personnel during the course of our work. In particular, we would like to note the considerable assistance and cooperation provided to us by Jane Booth and her staff.

We shall be pleased to discuss any of the matters referred to in this letter. Should you desire assistance in implementing any of the following suggestions, we would welcome the opportunity of assisting you in these matters.

HAWKINS ASH CPAS, LLP

A handwritten signature in dark ink that reads "Hawkins Ash CPAs, LLP".

Manitowoc, Wisconsin
April 1, 2026

MANAGEMENT ADVISORY COMMENTS

Current Year Comments

New Standard - GASB Statement No. 103 - Financial Reporting Model Improvements

This statement's objective is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The statement also addresses certain application issues.

The statement establishes new accounting and financial reporting requirements or modifies existing requirements related to the following:

- a. Management discussion and analysis - improve the analysis in this section and discuss the activities that have had a significant impact on the government's balances and results of operations in comparison with the prior year
- b. Unusual or infrequent items - updates reporting and disclosure requirements
- c. Presentation of proprietary fund statement of revenues, expenses, and changes in net position - updates reporting requirements, adds noncapital subsidies section, and updates the definitions of operating revenues and expenses and nonoperating revenues and expenses
- d. Information about major component units in basic financial statements - updates reporting by including each major component unit separately unless it reduces the readability of the statement
- e. Budgetary comparison information - updates reporting by adding an original and final variance column and explaining significant variances in the notes to required supplementary information
- f. Financial trends information in the statistical section - updates reporting requirements for changes in net position.

The requirements of this statement are effective for fiscal years beginning after June 15, 2025. Your December 31, 2026 financial statement will be updated for these new reporting requirements.

Status of Prior Year(s) Comments

Original and Final Budgeted Amounts (12/31/22)

The original and final budgeted amounts entered into the Village's software was not the same as the adopted original and final budgets amounts. We recommend entering the actual original and final budgeted amounts into the software to provide accurate interim financial reports and to accurately monitor the Village's budget.

Status: Unresolved

Library Donation Fund (12/31/22)

During the audit, we noted the library donation fund is spending more than it is bringing in. We recommend the Village implement a process to reconcile these amounts on a monthly basis to avoid overspending. This will help create a positive fund balance in a future year.

Status: Unresolved

Allocating Interest Income (12/31/20)

We noted during the audit there is no interest income recorded in various funds even though they had

MANAGEMENT ADVISORY COMMENTS - Continued

common cash as of year end. We recommend allocating the interest income on a monthly basis according to the month end common cash balance to record it in the proper fund.

Status: Unresolved.

Tax Roll (12/31/20)

During the audit, we noted the journal entries to record the tax roll had not been recorded. We recommend all journal entries be recorded for the property tax roll to provide accurate interim financial reports. The current year activity was recorded with an auditor entry.

Status: Unresolved.

Implement Tax Custodial Fund (12/31/20)

During the audit, we noted a property tax custodial fund is not being used. The Village collects and remits property taxes to other governments and this financial information should be recorded in a custodial fund. We recommend a separate fund be created to properly track property taxes due to other governments and to provide accurate interim financial reports.

Status: Unresolved.

Due From Other Fund and Due To Other Fund Accounts (12/31/20)

During the audit, a considerable amount of time was required to reconcile the due from/to other funds account in each fund. The Village currently tracks receivables and payables in the same account for each fund even though a part of the account balance could be a receivable and a part of the account balance could be a payable. We recommend the Village implement a process to reconcile the due from other fund and due to other fund accounts on a monthly basis. The general ledger accounts for each fund should clearly lay out each fund's receivables and payables from other funds. This will help provide accurate interim financial reports.

Status: Unresolved.

Transfer In and Transfer Out Accounts (12/31/20)

During the audit, a considerable amount of time was required to reconcile the transfer in and transfer out accounts in each fund. We recommend the Village implement a process to reconcile these accounts on a monthly basis. This will help provide accurate interim financial reports. The accounts were reconciled with an auditor entry.

Status: Unresolved.

Water and Sewer Fixed Assets (12/31/20)

Significant journal entries are being recorded during or after fieldwork for the audit. To prevent the need for these adjustments to the fixed asset accounts, we recommend the general ledger fixed asset accounts be reconciled to the detailed records as additions and disposals are completed. This will provide accurate interim financial reports and save the Utility time because additional time will not be needed to accumulate the additions and disposals that occurred throughout the year.

MANAGEMENT ADVISORY COMMENTS - Continued

Status: Unresolved.

Utility Depreciation Expense (12/31/20)

The water and sewer depreciation expense was not recorded. We recommend the Village record monthly depreciation expense to provide accurate interim financial reports. The current year activity was recorded with an auditor entry.

Status: Unresolved.

Written Year End Closing Procedures (12/31/20)

Our audit procedures revealed there is no systematic method of ensuring that timely and complete year end reconciliation and closing procedures take place. 41 (37 entries in 2024) entries were recorded after the Village's financial information was sent to us for the year end audit. We recommend the Village establish written year end closing and reconciliation policies and procedures as a customary part of the accounting process to ensure the year end financial information has been properly completed.

Status: Unresolved.

APPENDIX A

Client: **0201807 - Village of Hortonville**
 Engagement: **25 Audit - Village of Hortonville**
 Period Ending: **12/31/2025**
 Trial Balance: **Database**
 Workpaper: **1501 - Adjusting Journal Entries Report**

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Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries				
Adjusting Journal Entries JE # 21				
		5012		
2025 - To reclassify prior year proprietary WRS contributions made prior to the measurement date (January - December of prior year).				
600-06-68601-170	Allocated WRS - Water expense		11,968.00	
600-07-68601-170	Allocated WRS - Sewer expense		12,116.00	
600-601860	DEF OUTFLOWS related to pensio			11,968.00
600-701860	DEF OUTFLOW-related to pension			12,116.00
Total			<u>24,084.00</u>	<u>24,084.00</u>
Adjusting Journal Entries JE # 22				
		5012		
2025 - To reclassify proprietary current year WRS contributions made after the measurement date (January - December of current year).				
600-601860	DEF OUTFLOWS related to pensio		14,981.00	
600-701860	DEF OUTFLOW-related to pension		12,678.00	
600-06-68601-170	Allocated WRS - Water expense			14,981.00
600-07-68601-170	Allocated WRS - Sewer expense			12,678.00
Total			<u>27,659.00</u>	<u>27,659.00</u>
Adjusting Journal Entries JE # 23				
		5012		
2025 - To record proprietary current year changes in WRS pension accounts.				
600-06-68601-170	Allocated WRS - Water expense		3,475.00	
600-07-68601-170	Allocated WRS - Sewer expense		5,886.00	
600-602532	DEF INFLOW - related to pensio		16,966.00	
600-702532	DEF INFLOWS-OPEB		24,462.00	
600-242006	WRS NET PENSION - WATER LIABIL			3,520.00
600-242007	WRS NET PENSION - SEWER LIABIL			1,103.00
600-601860	DEF OUTFLOWS related to pensio			16,921.00
600-701860	DEF OUTFLOW-related to pension			29,245.00
600-601740	NET PENSION ASSET			
600-602150	Restricted for WRS Pension			
600-602160	RETAINED EARNINGS (W/S)			
600-602160	RETAINED EARNINGS (W/S)			
600-701730	NET PENSION ASSET			
600-702150	Restricted for WRS Pension			
Total			<u>50,789.00</u>	<u>50,789.00</u>
Adjusting Journal Entries JE # 28				
		5016		
2025 - To reclassify prior year proprietary WRS LRLIF contributions made prior to the measurement date (January - December of prior year).				
600-06-686003	Allocated WRS LRLIF - Water		41.00	
600-07-686003	Allocated WRS LRLIF - Sewer		41.00	
600-601868	DEFERRED OUTFLOWS - OPEB			41.00
600-703188	DEFERRED OUTFLOWS - OPEB			41.00
Total			<u>82.00</u>	<u>82.00</u>
Adjusting Journal Entries JE # 29				
		5016		
2025 - To reclassify proprietary current year WRS LRLIF contributions made after the measurement date (January - December of current year).				
600-601868	DEFERRED OUTFLOWS - OPEB		45.00	

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Account	Description	W/P Ref	Debit	Credit
600-703188	DEFERRED OUTFLOWS - OPEB		38.00	
600-06-686003	Allocated WRS LRLIF - Water			45.00
600-07-686003	Allocated WRS LRLIF - Sewer			38.00
Total			83.00	83.00

Adjusting Journal Entries JE # 30 **5016**
 2025 - To record proprietary current year changes in WRS LRLIF accounts.

600-06-686003	Allocated WRS LRLIF - Water		1,793.00	
600-601868	DEFERRED OUTFLOWS - OPEB		187.00	
600-702274	OPEB LIFE INSURANCE		1,015.00	
600-07-686003	Allocated WRS LRLIF - Sewer			162.00
600-602424	OPEB LIFE INSURANCE			396.00
600-602536	DEFERRED INFLOWS - OPEB			1,584.00
600-702275	DEFERRED INFLOWS-OPEB			488.00
600-703188	DEFERRED OUTFLOWS - OPEB			365.00
600-215002.06	Water - Restricted for WRS LRLIF			
600-215002.07	Sewer - Restricted for WRS LRLIF			
600-602160	RETAINED EARNINGS (W/S)			
600-602160	RETAINED EARNINGS (W/S)			
61-174010	Water - WRS LRLIF Asset			
61-174010	Water - WRS LRLIF Asset			
Total			2,995.00	2,995.00

Adjusting Journal Entries JE # 34 **5006.01**
 2025 - To adjust accrued interest to actual.

600-602370	ACCRUED INTEREST PAYABLE (W/S)		1,028.00	
600-07-42700-661	CLEAN WATER FUND INTEREST(E)			1,028.00
Total			1,028.00	1,028.00

Adjusting Journal Entries JE # 37 **2306**
 2025 - To adjust facade loan repayments and deferred revenues to actual.

100-266300	Deferred Facade Loan Revenues		8,000.00	
100-115930	Deferrred Facade Loans Receiv			8,000.00
Total			8,000.00	8,000.00

Adjusting Journal Entries JE # 38 **2404.02**
 2025 - To record tax roll related items in proper revenue accounts.

100-261000	DEFERRED TAX ROLL REVENUES		74,135.00	
100-41-41110-000	GENERAL PROPERTY TAXES(R)			74,135.00
Total			74,135.00	74,135.00

Adjusting Journal Entries JE # 41 **2420**
 2025 - To adjust special assessments to actual.

310-262000	DEFERRED SP. ASSESS. REVENUES		42,419.00	
310-126358	SP ASS- '22 WILDWIND			42,419.00
Total			42,419.00	42,419.00

Adjusting Journal Entries JE # 43 **Account Detail**
 2025 - To record sale of police truck in proper account.

100-48-48340-000	SALE OF VEHICLES(R)		26,750.00	
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Account	Description	W/P Ref	Debit	Credit
100-48-48360-000	SALE OF P.D. EQUIPMENT			26,750.00
Total			26,750.00	26,750.00

Adjusting Journal Entries JE # 44 **2401, 2405.01**

2025 - To adjust tax roll receivables and deferred revenue to actual.

100-261000	DEFERRED TAX ROLL REVENUES		430,244.00	
100-262010	REV. DEFERRED - TAX ROLL, OTHR		39,602.00	
100-41-41140-000	LOTTERY CREDITS(R)		61,985.00	
100-51-51440-390	ELECTIONS - OTHER, MEALS(E)		23,508.00	
310-261000	DEFERRED TAX ROLL REVENUES		2,093.00	
431-261000	DEFERRED TAX ROLL REVENUE		29,148.00	
432-261000	DEFERRED TAX ROLL REVENUE		62,950.00	
433-261000	DEFERRED TAX ROLL REVENUE		154.00	
434-261000	DEFERRED TAX ROLL REVENUE		6,735.00	
443-261000	DEFERRED TAX ROLL REVENUE		5,000.00	
100-138010	ACCT. REC./PERS. PROP. TAX			39,602.00
100-158100	DUE FROM TAX ROLL AGENCY FUND			485,114.00
100-261000	DEFERRED TAX ROLL REVENUES			30,623.00
310-158100	DUE FROM TAX ROLL AGENCY FUND			2,093.00
431-158100	DUE FROM TAX ROLL AGENCY			29,148.00
432-158100	DUE FROM TAX ROLL AGENCY			62,950.00
433-158100	DUE FROM TAX ROLL AGENCY			154.00
434-158100	DUE FROM TAX ROLL AGENCY			6,735.00
443-158100	DUE FROM TAX ROLL AGENCY			5,000.00
100-111000	CASH			
100-123200	DELINQ'T PERSONAL PROPERTY TAX			
100-46-46100-000	PUBLICATION FEES(R)			
100-46-46190-000	MISCELLANEOUS SERVICE CHARGES			
Total			661,419.00	661,419.00

Adjusting Journal Entries JE # 45 **3240**

2025 - To record utility fixed asset additions.

600-603430	TRANSMISSION/DISTRIBUTION MAIN		438,575.00	
600-603450	SERVICES (LATERALS)		36,480.00	
600-603480	HYDRANTS		27,500.00	
600-703130	COLLECTING MAINS		377,287.00	
600-06-47440-000	CAPITAL CONTRIBUTIONS - WATER			221,660.00
600-601070	CONSTRUCTION WORK IN PROGRESS			280,895.00
600-703950	CONSTRUCTION WORK IN PROGRESS			377,287.00
Total			879,842.00	879,842.00

Adjusting Journal Entries JE # 46 **3240**

2025 - To record utility fixed asset disposals.

600-601111	ACCUM.PROVISION FOR DEPREC.		28,750.00	
600-603460	METERS			28,000.00
600-603480	HYDRANTS			750.00
Total			28,750.00	28,750.00

Adjusting Journal Entries JE # 47 **3240**

2025 - To record utility fixed asset depreciation.

600-06-40300-399	DEPRECIATION EXPENSE (W)(E)		151,969.00	
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Account	Description	W/P Ref	Debit	Credit
600-07-40300-399	DEPRECIATION EXPENSE(E)		370,139.00	
600-601111	ACCUM.PROVISION FOR DEPRE.			151,969.00
600-701100	ACCUMULATED DEPRECIATION			370,139.00
Total			<u>522,108.00</u>	<u>522,108.00</u>

Adjusting Journal Entries JE # 48

6103

2025 - To allocate meter expenses to sewer.

600-07-40300-399	DEPRECIATION EXPENSE(E)		8,781.00	
600-07-85600-399	MISCELLANEOUS GENERAL EXPENSE(E)		5,105.00	
600-06-40300-399	DEPRECIATION EXPENSE (W)(E)			8,781.00
600-06-47430-000	RETURN ON METERS(R)			5,105.00
Total			<u>13,886.00</u>	<u>13,886.00</u>

Adjusting Journal Entries JE # 49

2410

2025 - To record tax roll items in proper accounts.

100-240000	DUE TO OTHER GOVERNMENTS		26,582.00	
100-261000	DEFERRED TAX ROLL REVENUES		34,119.00	
100-51-51440-390	ELECTIONS - OTHER, MEALS(E)		26,012.00	
310-111000	CASH		9,412.00	
443-111000	CASH		15,014.00	
100-111000	CASH			24,426.00
100-261000	DEFERRED TAX ROLL REVENUES			26,582.00
100-46-46220-000	AMBULANCE SUBSIDY(R)			33,859.00
100-46-46420-000	REFUSE COLLECTION FEES(R)			260.00
100-46-46900-000	OTHER CHARGES FOR SERVICES			1,586.00
310-42-42514-000	SP ASS -22 WILDWIND(R)			6,130.00
310-42-42515-000	SP ASS -23 Cedar(R)			3,282.00
443-42-42509-000	SP ASS '24 WILDWIND PH 2(R)			4,658.00
443-42-42510-000	SP ASS '24 ALLEY #3(R)			1,233.00
443-42-42511-000	SP ASS '25 MIL ST			9,123.00
100-46-46430-000	RECYCLING CART FEES(R)			
Total			<u>111,139.00</u>	<u>111,139.00</u>

Adjusting Journal Entries JE # 50

2301

2025 - To adjust deferred court revenue to actual.

100-264000	DEFERRED COURT REVENUE		1,870.00	
100-45-45110-000	COURT FINES & FORFEIT-VILLAGE(R)			1,870.00
Total			<u>1,870.00</u>	<u>1,870.00</u>

Adjusting Journal Entries JE # 53

2801

2025 - To net due to's and due from's through common cash.

100-111000	CASH		131,996.00	
100-111000	CASH		3,162.00	
100-111000	CASH		68,592.00	
100-111000	CASH		20,014.00	
100-131000	DUE TO/FROM OTHER FUNDS		40,741.00	
100-131000	DUE TO/FROM OTHER FUNDS		164,392.00	
100-131000	DUE TO/FROM OTHER FUNDS		350,445.00	
100-131000	DUE TO/FROM OTHER FUNDS		56,000.00	
100-131000	DUE TO/FROM OTHER FUNDS		281,497.00	
100-131000	DUE TO/FROM OTHER FUNDS		76,484.00	

Client: **0201807 - Village of Hortonville**
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Account	Description	W/P Ref	Debit	Credit
100-131000	DUE TO/FROM OTHER FUNDS		87,931.00	
100-250230	DUE TO 230		151,877.00	
200-111000	CASH		76,484.00	
210-111000	CASH		40,741.00	
220-111000	CASH		164,392.00	
310-111000	CASH		350,445.00	
431-131000	DUE TO/FROM OTHER FUNDS		68,592.00	
432-131000	DUE TO/FROM OTHER FUNDS		131,996.00	
433-131000	DUE TO/FROM OTHER FUNDS		3,162.00	
434-111000	CASH		87,931.00	
443-131000	DUE TO/FROM OTHER FUNDS		20,014.00	
600-111000	CASH		281,497.00	
840-111000	CASH		56,000.00	
100-111000	CASH			40,741.00
100-111000	CASH			164,392.00
100-111000	CASH			350,445.00
100-111000	CASH			56,000.00
100-111000	CASH			281,497.00
100-111000	CASH			76,484.00
100-111000	CASH			87,931.00
100-131000	DUE TO/FROM OTHER FUNDS			131,996.00
100-131000	DUE TO/FROM OTHER FUNDS			3,162.00
100-131000	DUE TO/FROM OTHER FUNDS			68,592.00
100-131000	DUE TO/FROM OTHER FUNDS			20,014.00
100-131000	DUE TO/FROM OTHER FUNDS			151,877.00
200-131000	DUE TO/FROM OTHER FUNDS			76,484.00
210-131000	DUE TO/FROM OTHER FUNDS			40,741.00
220-131000	DUE TO/FROM OTHER FUNDS			164,392.00
310-131000	DUE TO/FROM OTHER FUNDS			350,445.00
431-111000	CASH			68,592.00
432-111000	CASH			131,996.00
433-111000	CASH			3,162.00
434-131000	DUE TO/FROM OTHER FUNDS			87,931.00
443-111000	CASH			20,014.00
600-131000	DUE TO/FROM OTHER FUNDS			281,497.00
840-131000	DUE TO/FROM OTHER FUNDS			56,000.00
Total			<u>2,714,385.00</u>	<u>2,714,385.00</u>

Adjusting Journal Entries JE # 57

5403.01

2025 - To adjust assigned fund balance to actual.

100-343000	GENERAL FD BALANCE UNASSIGNED		33,238.00	
100-343001	GENERAL FUND BALANCE ASSIGNED			33,238.00
Total			<u>33,238.00</u>	<u>33,238.00</u>

Adjusting Journal Entries JE # 62

2320

2025 - To record current year water tower lease income.

600-06-47200-000	OTHER WATER REVENUES(R)		26,500.00	
600-602537	DEFERRED INFLOW - WATER TOWER		22,927.00	
600-06-42150-000	Interest Income - Water Tower Lease			3,573.00
600-06-42151-000	Rent Revenue - Water Tower Lease			22,927.00
600-603432	LEASE RECEIVABLE- WATER TOWER			22,927.00

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Account	Description	W/P Ref	Debit	Credit
Total			<u>49,427.00</u>	<u>49,427.00</u>
Adjusting Journal Entries JE # 63				
		5050.011		
2025 - To record TID 3 transfer to debt service for principal and interest payments.				
310-111000	CASH		86,395.00	
431-59-59330-999	TRANSFER TO DEBT SERVICE(E)		86,395.00	
310-49-49421-000	Transfer from TIF#3(R)			86,395.00
431-111000	CASH			86,395.00
Total			<u>172,790.00</u>	<u>172,790.00</u>
Adjusting Journal Entries JE # 64				
		5006		
2025 - To record TID 4 and TID 6 transfer to debt service for principal and interest payments.				
310-111000	CASH		163,453.00	
432-59-59330-999	TRANSFER TO DEBT SERVICE(E)		122,283.00	
434-59-59310-999	TRANSFER TO DEBT SERVICE		41,170.00	
310-49-49432-000	TRANSFER FROM TID 4			122,283.00
310-49-49434-000	TRANSFER FROM TID 6			41,170.00
432-111000	CASH			122,283.00
434-111000	CASH			41,170.00
Total			<u>326,906.00</u>	<u>326,906.00</u>
Adjusting Journal Entries JE # 65				
		2801		
2025 - To zero out clearing account.				
600-06-93000-399	MISC. GENERAL EXPENSE(E)		31,892.00	
600-07-85600-399	MISCELLANEOUS GENERAL EXPENSE(E)		31,892.00	
600-999000	DUE TO/FROM CLEARING			63,784.00
Total			<u>63,784.00</u>	<u>63,784.00</u>
Adjusting Journal Entries JE # 66				
		2501		
2025 - To adjust inventory to actual.				
600-06-65050-400	MAINT DISTRIBUTION - MATERIALS(E)		332.00	
600-601540	MATERIALS & SUPPLIES (W/S)			332.00
Total			<u>332.00</u>	<u>332.00</u>
Adjusting Journal Entries JE # 67				
		5006		
2025 - To adjust principle paid to actual.				
310-58-58100-629	PRINCIPLE-CIP LOAN(E)		7.00	
310-58-58100-632	LOAN WILDWIND P1 - PRINCIPLE(E)		575.00	
310-58-58100-633	ENG MAIN ST LOAN - VILLAGE(E)		231.00	
310-58-58100-635	ENGIN MAIN ST LOAN - TID 6(E)		246.00	
310-58-58200-634	INTEREST - MAIN ST TID 4(E)		468.00	
310-58-58200-636	INTEREST- FIRE TRUCK LOAN(E)		3.00	
310-58-58100-634	ENG MAIN ST LOAN - TID 4(E)			468.00
310-58-58200-629	INTEREST CIP LOAN(E)			7.00
310-58-58200-632	INTEREST - WILDWIND P1 LOAN(E)			575.00
310-58-58200-633	INTEREST - MAIN STREET LOAN(E)			231.00
310-58-58200-635	INTEREST - MAIN ST TID 6(E)			246.00
310-58-58201-637	PRINCIPLE-FIRE TRUCK LOAN(E)			3.00
Total			<u>1,530.00</u>	<u>1,530.00</u>

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Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 69				
2025 - To remove expense from transfer out account.				
443-57-57140-800	GEN-PUB BLDG-LAND PURCHASE		14.00	
443-59-59660-399	LAND & BUILDING FUND			14.00
Total			14.00	14.00
Adjusting Journal Entries JE # 70				
2025 - To zero out accounts payable balances.				
431-111000	CASH	4101	23,511.00	
432-211000	VOUCHERS PAYABLE		16,489.00	
434-211000	VOUCHERS PAYABLE		7,022.00	
431-211000	VOUCHERS PAYABLE			23,511.00
432-111000	CASH			16,489.00
434-111000	CASH			7,022.00
Total			47,022.00	47,022.00
Adjusting Journal Entries JE # 71				
2025 - To record in payment in lieu of taxes.				
600-06-40810-000	IN LIEU OF TAXES (W)(E)		32,708.00	
600-07-40810-399	IN LIEU OF TAXES-METER ALLOC.(E)		389.00	
600-999000	DUE TO/FROM CLEARING			33,097.00
Total			33,097.00	33,097.00
Adjusting Journal Entries JE # 72				
2025 - To record the general fund side of the tax roll items client entry.				
100-261000	DEFERRED TAX ROLL REVENUES	Account Detail, 4701	1,178,633.00	
100-111000	CASH			1,178,633.00
Total			1,178,633.00	1,178,633.00
Adjusting Journal Entries JE # 73				
2025 - To reverse accrued payroll and cash client entry and adjust accrued payroll to actual.				
100-112002	ASSOC CHECKING (7885020207)	4303	49,193.00	
100-215200	RETIREMENT DEDUCTIONS PAYABLE		69.00	
100-51-51420-110	CLERK-TREAS. - PAYROLL(E)		951.00	
100-215110	FICA PAYROLL DEDUCTIONS PAYABL			1,020.00
100-217000	ACCRUED PAYROLL PAYABLE			49,193.00
Total			50,213.00	50,213.00
Adjusting Journal Entries JE # 74				
2025 - To record loan repayments in proper accounts.				
100-111000	CASH	6101	8,000.00	
210-46-46890-000	LOAN REPAYMENTS		8,000.00	
100-46-46890-000	Loan Repayments - Facade			8,000.00
210-111000	CASH			8,000.00
Total			16,000.00	16,000.00
Adjusting Journal Entries JE # 75				
2025 - To record error correction for capital assets recorded twice.				
600-602160	RETAINED EARNINGS (W/S)	3240, 3244	73,403.00	
600-601070	CONSTRUCTION WORK IN PROGRESS			73,403.00

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Account	Description	W/P Ref	Debit	Credit
Total			73,403.00	73,403.00
Adjusting Journal Entries JE # 76				
2025 - To record transfer to restricted cash.				
600-701258	PERSHING (T79-002225)	5035.01	2,919.00	
600-601351	CASH-WOLF RIVER SAVINGS (W/S)			2,919.00
Total			2,919.00	2,919.00
Adjusting Journal Entries JE # 77				
2025 - To record park grant in proper account.				
443-43-43550-000	DNR GRANTS(R)	2407	501,246.00	
443-43-43571-000	Culture and recreation			501,246.00
Total			501,246.00	501,246.00
Adjusting Journal Entries JE # 78				
2025 - To remove League of Wisconsin Municipalities donation from state aid account and recored in proper account.				
100-43-43219-000	SAFETY GRANT- LWM(R)	Account Detail	670.00	
100-48-48500-000	Donations - General			670.00
Total			670.00	670.00
Adjusting Journal Entries JE # 79				
2025 - To close American Rescue Grant fund.				
100-111000	CASH	1212	152,397.00	
230-131000	DUE TO/FROM OTHER FUNDS		151,877.00	
230-59-59100-000	TRANSFER TO GENERAL FUND		520.00	
100-250230	DUE TO 230			151,877.00
100-49-49230-000.01	TRANSFER - ARPA FUND			520.00
230-111000	Federal Grants			152,397.00
Total			304,794.00	304,794.00
Adjusting Journal Entries JE # 80				
2025 - To allocate interest income to all funds with common cash.				
100-48-48100-000	INTEREST ON INVESTMENTS(R)	2007	1,507.00	
210-111000	CASH		31.00	
220-111000	CASH		154.00	
310-111000	CASH		1,198.00	
434-111000	CASH		72.00	
840-111000	CASH		52.00	
100-111000	CASH			1,507.00
210-48-48100-000	INTEREST ON INVESTMENTS			31.00
220-48-48100-000	INTEREST ON INVESTMENTS			154.00
310-48-48100-000	INTEREST ON INVESTMENTS			1,198.00
434-48-48100-000	INTEREST ON INVESTMENTS			72.00
840-48-48100-000	INTEREST ON INVESTMENTS			52.00
Total			3,014.00	3,014.00
Adjusting Journal Entries JE # 81				
2025 - To record error correction adjust loans to actual.				
220-266300	DEFERRED LOAN REVENUES	2308	37,213.00	
220-343000	WDF GRANT FD BAL RESTRICTED		37,213.00	

Client: **0201807 - Village of Hortonville**
 Engagement: **25 Audit - Village of Hortonville**
 Period Ending: **12/31/2025**
 Trial Balance: **Database**
 Workpaper: **1501 - Adjusting Journal Entries Report**

4/2/2026
 3:42 PM

Account	Description	W/P Ref	Debit	Credit
220-115930	DEFERRED LOANS RECEIVABLE			37,213.00
220-46-46890-000	LOAN REPAYMENTS RECEIVED			37,213.00
Total			74,426.00	74,426.00

Adjusting Journal Entries JE # 82

Account Detail

2025 - To record error correction second payment of ARPA funds in proper fund.

220-343000	WDF GRANT FD BAL RESTRICTED		152,397.00	
230-111000	Federal Grants		152,397.00	
220-111000	CASH			152,397.00
230-343001	FUND 230 FUND BALANCE UNASSIGNED			152,397.00
Total			304,794.00	304,794.00

Adjusting Journal Entries JE # 83

Account Detail

2025 - To record subdivision park fees portion of Alonzo Park in proper fund.

443-111000	CASH		26,000.00	
840-57-57624-390	ALONZO PARK CAP IMPROVE(E)		26,000.00	
443-57-57624-390	ALONZO PARK CAP IMPROVE(E)			26,000.00
840-111000	CASH			26,000.00
Total			52,000.00	52,000.00

Total Adjusting Journal Entries

8,481,675.00

8,481,675.00

Total All Journal Entries

8,481,675.00

8,481,675.00

APPENDIX B

531 N. Nash St.
P.O. Box 99
Hortonville, WI 54944-0099



Phone: 920-779-6011
Fax: 920-779-6552
www.hortonvillewi.org
920-779-6011

ADMINISTRATION
clerktreas@vohortonville.com

April 1, 2026

Hawkins Ash CPAs, LLP
One East Waldo Blvd., Suite 5
Manitowoc, WI 54220-2912

Dear Hawkins Ash CPAs, LLP,

This representation letter is provided in connection with your audit of the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village of Hortonville which comprise the statement of financial position as of December 31, 2025, and the respective change in financial position and, where applicable, cash flows, and the related notes to the financial statements, for the purpose of expressing opinions on whether the financial statements of the various opinion units are presented fairly, in all material respects, in accordance with accounting principles generally accepted for governments in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, there is a substantial likelihood that, individually or in aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

We confirm that, to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves as of April 1, 2026.

Financial Statements

- 1) We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated December 23, 2025, for the preparation and fair presentation of the financial statements of the various opinion units referred to above in accordance with U.S. GAAP.
- 2) The financial statements referred to above have been fairly presented in accordance with U.S. GAAP and include all properly classified funds, required supplementary information, and notes to the basic financial statements.
- 3) We acknowledge our responsibility for the design, implementation, and maintenance of the system 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.
- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.

- 5) The methods, data, and significant assumptions used by us in making accounting estimates and their related disclosures, are appropriate to achieve recognition, measurement, or disclosure that is reasonable in the context of U.S. GAAP.
 - 6) All related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.
 - 7) All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
 - 8) We have reviewed and approved the adjusting journal entries you have proposed and they have been recorded in our books.
 - 9) We are not aware of any pending or threatened litigation, claims, or assessments, or unasserted claims or assessments that are required to be accrued or disclosed in the financial statements in accordance with GASB Statement No. 62 (GASB-62), *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements* (FASB Accounting Standards Codification 450, *Contingencies*), and we have not consulted a lawyer concerning litigation, claims, or assessments
 - 10) All component units, as well as joint ventures with an equity interest, are included and other joint ventures and related organizations are properly disclosed.
 - 11) All funds and activities are properly classified.
 - 12) All funds that meet the quantitative criteria in Government Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*, GASB Statement No. 37, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments: Omnibus* as amended, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, for presentation as major are identified and presented as such and all other funds that are presented as major are considered important to financial statement users.
 - 13) All net position components and fund balance classifications have been properly reported and, if applicable, approved.
 - 14) All revenues within the statement of activities have been properly classified as program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
 - 15) All expenses have been properly classified in or allocated to functions and programs in the statement of activities, and allocations, if any, have been made on a reasonable basis.
 - 16) All interfund and intra-entity transactions and balances have been properly classified and reported.
 - 17) Special items and extraordinary items have been properly classified and reported.
 - 18) Deposit and investment risks have been properly and fully disclosed.
 - 19) Capital assets, including infrastructure assets and right-to-use assets, are properly capitalized, reported, and if applicable, depreciated or amortized.
 - 20) All required supplementary information is measured and presented within the prescribed guidelines.
 - 21) Nonexchange and exchange financial guarantees, either written or oral, under which it is more likely than not that a liability exists have been properly recorded, or if we are obligated in any manner, are disclosed.
 - 22) We acknowledge our responsibility for compliance with the laws, regulations, and provisions of contracts and grant agreements.
 - 23) We have reviewed, approved, and taken responsibility for the financial statements and related notes.
 - 24) We have a process to track the status of audit findings and recommendations.
 - 25) We have identified and communicated to you all previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
 - 26) With regard to items reported at fair value:
 - a. The underlying assumptions are reasonable and they appropriately reflect management's intent and ability to carry out its stated courses of action.
 - b. The measurement methods and related assumptions used in determining fair value are appropriate in the circumstances and have been consistently applied.
 - c. The disclosures related to fair values are complete, adequate, and in accordance with U.S. GAAP.
 - d. There are no subsequent events that require adjustments to the fair value measurements and disclosures included in the financial statements.
 - 27) With regard to pensions and OPEB:
-

- a. We believe that the actuarial assumptions and methods used to measure pension and OPEB liabilities and costs for financial accounting purposes are appropriate in the circumstances.
 - b. We are unable to determine the possibility of a withdrawal liability from the plan of which we are a sponsor and are not currently contemplating withdrawing from the plan.
 - c. Increases in benefits, elimination of benefits and all similar amendments have been disclosed in accordance with U.S. GAAP and are included in the most recent actuarial valuation, or disclosed as a subsequent event.
- 28) We have conducted a comprehensive risk assessment and disclosed all material concentrations and constraints in accordance with GASB Statement No. 102, Certain Risk Disclosures. These disclosures provide sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact associated with the concentration or constraint, if applicable.
- 29) We have evaluated the concentrations and constraints, including those that occur subsequent to the statement of net position date but before the financial statements are issued and have been properly disclosed in the financial statements as subsequent events, if applicable.
- 30) With respect to the nonattest services provided, we have performed the following:
- a. Made all management decisions and performed all management functions;
 - b. Assigned a competent individual to oversee the services;
 - c. Evaluated the adequacy of the services performed;
 - d. Evaluated and accepted responsibility for the result of the service performed; and
 - e. Established and maintained controls, including a process to monitor the system of internal control.
- 31) With respect to the supplementary information accompanying the financial statements:
- a. We acknowledge our responsibility for the presentation of the supplementary information with U.S. GAAP.
 - b. We believe the supplementary information, including its form and content, is fairly presented in accordance with U.S. GAAP.
 - c. The methods of measurement or presentation have not changed from those used in the prior period.
 - d. We believe the significant assumptions or interpretations underlying the measurement or presentation of the supplementary information, and the basis for our assumptions and interpretations, are reasonable and appropriate in the circumstances.
 - e. When the supplementary information is not presented with the audited financial statements, management will make the audited financial statements readily available to the intended users of the supplementary information no later than the date of issuance by the entity of the supplementary information and the auditor's report thereon.
 - f. We acknowledge our responsibility to include the auditors' report on the supplementary information in any document containing the supplementary information and that indicates the auditor reported on such supplementary information.
 - g. We acknowledge our responsibility to present the supplementary information with the audited financial statements or, if the supplementary information will not be presented with the audited financial statements, to make the audited financial statements readily available to the intended users of the supplementary information no later than the date of issuance by the entity of the supplementary information and the auditors' report thereon.
- 32) With respect to the required supplementary information accompanying the financial statements:
- a. We acknowledge our responsibility for the presentation of the required supplementary information in accordance with U.S. GAAP.
 - b. We believe the required supplementary information, including its form and content, is measured and fairly presented in accordance with U.S. GAAP.
 - c. The methods of measurement or presentation have not changed from those used in the prior period.
 - d. We believe the significant assumptions or interpretations underlying the measurement or presentation of the required supplementary information, and the basis for our assumptions and interpretations, are reasonable and appropriate in the circumstances.

Information Provided

- 33) We have provided you with:

- a. Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statements of the various opinion units referred to above, such as records, documentation, meeting minutes, and other matters;
 - b. Additional information that you have requested from us for the purpose of the audit; and
 - c. Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence;
 - d. A written acknowledgement of all the documents that we expect to issue that will be included in the annual report, if applicable, and the planned timing and method of issuance of that annual report;
 - e. A final version of the annual report, if applicable, (including all the documents that, together, comprise the annual report) in a timely manner prior to the date of the auditor's report.
- 34) The financial statements and any other information included in the annual report, if applicable, are consistent with one another, and the other information does not contain any material misstatements.
- 35) All transactions have been recorded in the accounting records and are reflected in the financial statements.
- 36) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- 37) We have provided to you our analysis of the entity's ability to continue as a going concern, including significant conditions, events present, concentrations and constraints, and we believe that our use of the going concern basis of accounting is appropriate.
- 38) We have no knowledge of any information that we are aware of in relation to fraud or suspected fraud that affects the entity and involves:
- a. Management;
 - b. Employees who have significant roles in internal control; or
 - c. Others where the fraud could have a material effect on the financial statements.
- 39) We have no knowledge of any information in that we are aware of regarding instances, that have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance, whether communicated by employees, former employees, vendors (contactors), analysts, regulators, or others.
- 40) We have no knowledge of any information that we are aware of regarding instances that have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that has a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
- 41) We have no knowledge of any information that we are aware of regarding instances that have occurred or are likely to have occurred of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.
- 42) We have taken timely and appropriate steps to remedy fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, abuse or waste that you have reported to us.
- 43) We have provided views on your reported audit findings, conclusions, and recommendations, as well as our planned corrective actions, for the report.
- 44) We are not aware of any pending or threatened litigation, claims, and assessments whose effects should be considered when preparing the financial statements and we have not consulted legal counsel concerning litigation, claims, or assessments.
- 45) We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware.
- 46) There have been no communications from regulatory agencies concerning noncompliance with or deficiencies in accounting, internal control, or financial reporting practices.
- 47) The entity has no plans or intentions that may materially affect the carrying value or classification of assets, deferred outflows of resources, liabilities, and deferred inflows of resources.
- 48) We have disclosed to you all guarantees, whether written or oral, under which the entity is contingently liable.
- 49) We have disclosed to you all nonexchange financial guarantees, under which we are obligated and have declared liabilities and disclosed properly in accordance with GASB Statement No. 70, *Accounting and*

Financial Reporting for Nonexchange Financial Guarantees, for those guarantees where it is more likely than not that the entity will make a payment on any guarantee.

- 50) For nonexchange financial guarantees where we have declared liabilities, the amount of the liability recognized is the discounted present value of the best estimate of the future outflows expected to be incurred as a result of the guarantee. Where there was no best estimate but a range of estimated future outflows has been established, we have recognized the minimum amount within the range.
- 51) We have disclosed to you all significant estimates and material concentrations known to management that are required to be disclosed in accordance with GASB Statement No. 62 (GASB-62), *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. Significant estimates are estimates at the balance sheet date that could change materially within the next year. Concentrations refer to volumes of business, revenues, available sources of supply, or markets or geographic areas for which events could occur that would significantly disrupt normal finances within the next year.
- 52) We have identified and disclosed to you the laws, regulations, and provisions of contracts and grant agreements that could have a direct and material effect on financial statement amounts, including legal and contractual provisions for reporting specific activities in separate funds.
- 53) There are no:
 - a. Violations or possible violations of laws or regulations, or provisions of contracts or grant agreements whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency, including applicable budget laws and regulations.
 - b. Unasserted claims or assessments that our lawyer has advised are probable of assertion and must be disclosed in accordance with GASB-62.
 - c. Other liabilities or gain or loss contingencies that are required to be accrued or disclosed by GASB-62.
 - d. Continuing disclosure consent decree agreements or filings with the Securities and Exchange Commission and we have filed updates on a timely basis in accordance with the agreements (Rule 240, 15c2-12).
- 54) The entity has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset or future revenue been pledged as collateral, except as disclosed to you.
- 55) We have complied with all aspects of grant agreements and other contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
- 56) We believe that the actuarial assumptions and methods used to measure pension and other postemployment benefit liabilities and costs for financial accounting purposes are appropriate in the circumstances.
- 57) Expenditures of federal awards were below the \$1,000,000 threshold and we were not required to have an audit in accordance with Uniform Guidance.



Clerk-Treasurer



Village Administrator

VILLAGE OF HORTONVILLE, WISCONSIN
FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITORS' REPORT
DECEMBER 31, 2025

VILLAGE OF HORTONVILLE, WISCONSIN
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DECEMBER 31, 2025

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MEMBERS OF THE VILLAGE BOARD

President	Jeanne Bellile
Trustee	Julie Arendt Vanden Heuvel
Trustee	Carrie Lathrop
Trustee	Bob Jewell
Trustee	Jim Moeller
Trustee	Jane Olk
Trustee	Shauna Keel
Village Administrator	Nathan Treadwell
Clerk-Treasurer	Jane Booth



INDEPENDENT AUDITORS' REPORT

To the Village Board
Village of Hortonville, Wisconsin

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Hortonville, Wisconsin, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Village of Hortonville, Wisconsin's basic financial statements as listed in the table of contents.

Unmodified Opinions on the Governmental Activities, Business-Type Activities, Major Funds, and Aggregate Remaining Fund Information

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, each major fund, and the aggregate remaining fund information of the Village of Hortonville, as of December 31, 2025, 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.

Adverse Opinion on the Discretely Presented Component Unit

In our opinion, because of the significance of the matter described in the Basis for Adverse Opinion on Discretely Presented Component Unit section, the discretely presented component unit does not present fairly, in accordance with the accounting principles generally accepted in the United States of America, the financial position of the discretely presented component unit, as of December 31, 2025, and the changes in financial position thereof for the year then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of Hortonville 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.

Basis for Adverse Opinion on Discretely Presented Component Unit

As discussed in Note 1 to the financial statements, the discretely presented component unit has not

recorded all of its capital assets and has not recorded depreciation expense on the assets which were capitalized. Accounting principles generally accepted in the United States of America require capital assets be capitalized and depreciated, which would increase the assets, net position, and expenses of the discretely presented component unit. The amount by which this departure would affect the assets, net position, and expenses of the discretely presented component unit is not reasonably determinable.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; 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 Village of Hortonville's ability to continue as a going concern for twelve months beyond the financial statement issuance date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 auditors' 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, 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 Village of Hortonville'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 Village of Hortonville'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, Wisconsin Retirement System pension schedules, and Wisconsin Retirement System Local Retiree Life Insurance Fund schedules, as listed in the table of contents, 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Hortonville's basic financial statements. The combining and individual nonmajor fund financial statements and comparative schedule of water and wastewater utility - operating revenues and expenses are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and were derived from and relates 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

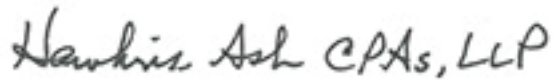
Management is responsible for the other information. The other information comprises the detailed statement of revenue and other financing sources - budget and actual general fund and detailed statement of expenditures and other financing uses - budget and actual general fund but does not include the basic financial statements and our auditors' 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 1, 2026 on our consideration of the Village of Hortonville'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 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 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 Village of Hortonville's internal control over financial reporting and compliance.

HAWKINS ASH CPAS, LLP

A handwritten signature in cursive script that reads "Hawkins Ash CPAs, LLP".

Manitowoc, Wisconsin
April 1, 2026

VILLAGE OF HORTONVILLE, WISCONSIN

**BASIC
FINANCIAL STATEMENTS**

VILLAGE OF HORTONVILLE, WISCONSIN

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS**

VILLAGE OF HORTONVILLE, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2025

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	FIRE DISTRICT
ASSETS				
Cash and investments	\$ 4,044,646	\$ 1,056,588	\$ 5,101,234	\$ 103,693
Receivables				
Taxes	3,165,958	-	3,165,958	-
Accounts and other	185,283	461,283	646,566	-
Special assessments	213,319	-	213,319	-
Loans	101,422	-	101,422	-
Receivable from external parties	24,323	-	24,323	-
Inventories	-	2,389	2,389	-
Lease receivable	-	74,687	74,687	-
Restricted assets				
Cash and investments	-	946,353	946,353	-
Capital assets (net of accumulated depreciation)				
Capital assets not being depreciated	2,299,681	177,874	2,477,555	-
Capital assets being depreciated	12,463,974	9,959,554	22,423,528	1,227,335
TOTAL ASSETS	<u>22,498,606</u>	<u>12,678,728</u>	<u>35,177,334</u>	<u>1,331,028</u>
DEFERRED OUTFLOWS OF RESOURCES				
Wisconsin Retirement System pension	709,671	162,314	871,985	-
Wisconsin Retirement System LRLIF	27,328	6,250	33,578	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>736,999</u>	<u>168,564</u>	<u>905,563</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>23,235,605</u>	<u>12,847,292</u>	<u>36,082,897</u>	<u>1,331,028</u>
LIABILITIES				
Accounts payable	163,622	206,537	370,159	-
Accrued liabilities				
Payroll	49,943	17,584	67,527	-
Interest	10,768	-	10,768	-
Other	153	-	153	-
Due to other governments	3,261,941	-	3,261,941	-
Deposit payable	6,780	-	6,780	-
Current portion of long-term obligations	656,530	-	656,530	-
Payable from restricted assets				
Accrued revenue bond interest	-	5,442	5,442	-
Current portion of long-term obligations	-	300,428	300,428	-
Noncurrent portion of long-term obligations	2,990,114	1,308,760	4,298,874	-
TOTAL LIABILITIES	<u>7,139,851</u>	<u>1,838,751</u>	<u>8,978,602</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Taxes levied for subsequent year	2,431,067	-	2,431,067	-
Wisconsin Retirement System pension	354,031	80,973	435,004	-
Wisconsin Retirement System LRLIF	54,189	12,394	66,583	-
Lease	-	74,687	74,687	-
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>2,839,287</u>	<u>168,054</u>	<u>3,007,341</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	11,702,691	8,571,331	20,274,022	1,227,335
Restricted for				
Special revenue	152,315	-	152,315	-
Debt service	1,281,295	220,643	1,501,938	-
Capital projects	76,614	-	76,614	-
Other activities	-	720,268	720,268	-
Unrestricted	43,552	1,328,245	1,371,797	103,693
TOTAL NET POSITION	<u>13,256,467</u>	<u>10,840,487</u>	<u>24,096,954</u>	<u>1,331,028</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u>\$ 23,235,605</u>	<u>\$ 12,847,292</u>	<u>\$ 36,082,897</u>	<u>\$ 1,331,028</u>

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2025

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSES) REVENUES AND CHANGES IN NET POSITION			COMPONENT UNIT
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS	FIRE DISTRICT
PRIMARY GOVERNMENT								
GOVERNMENTAL ACTIVITIES								
General government	\$ 815,439	\$ 172,721	\$ -	\$ -	\$ (642,718)		\$ (642,718)	
Public safety	1,374,443	163,104	23,844	-	(1,187,495)		(1,187,495)	
Public works	1,710,676	152,105	189,986	31,138	(1,337,447)		(1,337,447)	
Health and human services	13,437	13,075	269	-	(93)		(93)	
Culture, recreation and education	337,509	63,927	736,323	-	462,741		462,741	
Conservation and development	63,181	-	-	-	(63,181)		(63,181)	
Interest and fiscal charges	150,095	-	-	-	(150,095)		(150,095)	
TOTAL GOVERNMENTAL ACTIVITIES	4,464,780	564,932	950,422	31,138	(2,918,288)		(2,918,288)	
BUSINESS-TYPE ACTIVITIES								
Water and Wastewater Utility	1,838,306	1,686,602	-	221,660		\$ 69,956	69,956	
TOTAL PRIMARY GOVERNMENT	6,303,086	2,251,534	950,422	252,798	(2,918,288)	69,956	(2,848,332)	
COMPONENT UNIT								
Fire District	\$ 175,826	\$ 3,600	\$ 186,433	\$ -				\$ 14,207
General revenues								
Taxes								
Property taxes					2,285,922	-	2,285,922	-
Other taxes					7,487	-	7,487	-
Intergovernmental revenues not restricted to specific programs					683,853	-	683,853	-
Interest and investment income					82,893	75,025	157,918	-
Miscellaneous					42,818	-	42,818	794
Transfers in (out) net					33,097	(33,097)	-	-
Total general revenues					3,136,070	41,928	3,177,998	794
CHANGE IN NET POSITION					217,782	111,884	329,666	15,001
NET POSITION - BEGINNING OF YEAR,								
AS PREVIOUSLY REPORTED					13,038,685	10,802,006	23,840,691	1,316,027
ERROR CORRECTION					-	(73,403)	(73,403)	-
NET POSITION - BEGINNING OF YEAR,								
AS RESTATED					13,038,685	10,728,603	23,767,288	1,316,027
NET POSITION - END OF YEAR					\$ 13,256,467	\$ 10,840,487	\$ 24,096,954	\$ 1,331,028

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN

FUND

FINANCIAL STATEMENTS

VILLAGE OF HORTONVILLE, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	GENERAL FUND	DEBT SERVICE FUND	CAPITAL IMPROVEMENTS FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash and investments	\$ 2,509,280	\$ 1,281,295	\$ 26,000	\$ 228,071	\$ 4,044,646
Receivables					
Taxes	2,154,439	668,297	-	343,222	3,165,958
Accounts and other	185,283	-	-	-	185,283
Special assessments	-	213,319	-	-	213,319
Loan	24,080	-	-	77,342	101,422
Due from other funds	636,456	-	-	-	636,456
TOTAL ASSETS	5,509,538	2,162,911	26,000	648,635	8,347,084
LIABILITIES					
Accounts payable	163,622	-	-	-	163,622
Accrued expenses					
Payroll	49,943	-	-	-	49,943
Other	153	-	-	-	153
Due to other funds	-	-	370,392	241,741	612,133
Due to other governments	3,261,941	-	-	-	3,261,941
Deposit payable	6,580	-	-	200	6,780
Unearned revenue - other	141,589	-	-	77,342	218,931
TOTAL LIABILITIES	3,623,828	-	370,392	319,283	4,313,503
DEFERRED INFLOWS OF RESOURCES					
Taxes levied for subsequent year	1,419,548	668,297	-	343,222	2,431,067
Unavailable revenue - special assessments	88,827	213,319	-	-	302,146
TOTAL DEFERRED INFLOWS OF RESOURCES	1,508,375	881,616	-	343,222	2,733,213
FUND BALANCES (DEFICITS)					
Restricted	-	1,281,295	-	151,587	1,432,882
Assigned	508,124	-	-	76,484	584,608
Unassigned	(130,789)	-	(344,392)	(241,941)	(717,122)
TOTAL FUND BALANCES (DEFICITS)	377,335	1,281,295	(344,392)	(13,870)	1,300,368
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 5,509,538	\$ 2,162,911	\$ 26,000	\$ 648,635	

Total net position reported for governmental activities in the statement of net position are different from the amount reported above as total governmental funds fund balance because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund statements. Amounts reported for governmental activities in the statement of net position are:

Governmental capital asset	\$ 25,412,825	
Governmental accumulated depreciation	(10,649,170)	14,763,655

Some revenues are unearned in the funds because they are not available to pay current period's expenditures:

Special assessments to be collected after year end	302,146	
Other unearned revenue to be collected after year end	218,931	521,077

Wisconsin Retirement System asset, deferred outflows of resources, and deferred inflows of resources are not current financial resources and are not reported in fund statements.

328,779

Long term liabilities, including bonds and notes payable, are not due in the current period and therefore are not reported in the fund statements. Long term liabilities reported in the statement of net position that are not reported in the funds balance sheet are:

General obligation debt	(3,330,964)	
Accrued interest	(10,768)	
Compensated absences	(127,277)	
Wisconsin Retirement System liability	(188,403)	(3,657,412)

Total net position - governmental activities **\$ 13,256,467**

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2025

	GENERAL FUND	DEBT SERVICE FUND	CAPITAL IMPROVEMENTS FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES					
Taxes	\$ 1,175,810	\$ 670,390	\$ 5,000	\$ 442,209	\$ 2,293,409
Special assessment	-	19,187	54,370	-	73,557
Intergovernmental	881,402	-	501,246	220,602	1,603,250
Licenses and permits	96,078	-	-	2,000	98,078
Fines, forfeits and penalties	58,809	-	-	-	58,809
Public charges for services	382,589	-	-	40,068	422,657
Intergovernmental charges for services	32,471	-	-	-	32,471
Miscellaneous	113,584	1,198	29	14,825	129,636
TOTAL REVENUES	2,740,743	690,775	560,645	719,704	4,711,867
EXPENDITURES					
Current					
General government	546,886	-	-	3,658	550,544
Public safety	1,277,157	-	-	10,540	1,287,697
Public works	786,629	-	-	127,957	914,586
Health and human services	13,177	-	-	-	13,177
Culture, recreation and education	181,334	-	-	344,354	525,688
Conservation and development	44,953	-	-	17,976	62,929
Debt service					
Principal	-	780,906	-	-	780,906
Interest	-	150,807	-	-	150,807
Capital outlay	-	-	992,037	201,807	1,193,844
TOTAL EXPENDITURES	2,850,136	931,713	992,037	706,292	5,480,178
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(109,393)	(240,938)	(431,392)	13,412	(768,311)
OTHER FINANCING SOURCES (USES)					
Transfers in	33,617	249,848	-	145,284	428,749
Transfers (out)	(145,284)	-	-	(250,368)	(395,652)
Sale of capital assets	27,100	-	-	-	27,100
Issuance of long-term debt	-	-	87,000	286,367	373,367
TOTAL OTHER FINANCING SOURCES (USES)	(84,567)	249,848	87,000	181,283	433,564
NET CHANGE IN FUND BALANCE	(193,960)	8,910	(344,392)	194,695	(334,747)
FUND BALANCE (DEFICIT) - BEGINNING OF YEAR, AS PREVIOUSLY REPORTED	571,295	1,272,385	-	(171,352)	1,672,328
ERROR CORRECTION	-	-	-	(37,213)	(37,213)
FUND BALANCE (DEFICIT) - BEGINNING OF YEAR, AS RESTATED	571,295	1,272,385	-	(208,565)	1,635,115
FUND BALANCE (DEFICIT) - END OF YEAR	\$ 377,335	\$ 1,281,295	\$ (344,392)	\$ (13,870)	\$ 1,300,368

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN
 RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED DECEMBER 31, 2025

Net change in fund balances - total governmental funds \$ (334,747)

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 expense in the statement of activities.

Capital outlay reported in governmental fund statements	\$	1,193,844	
Less noncapitalized outlay		(314,149)	
Depreciation expense reported in the statement of activities		<u>(587,074)</u>	
Amount by which capital outlays are greater than depreciation in the current period:			292,621

The proceeds from long-term obligations are reported in the governmental funds as a source of financing. In the statement of net position however, long-term obligations are not reported as a financing source, but rather constitute a long-term liability. (373,367)

Certain employee benefits are reported in the governmental funds when amounts are paid. The statement of activities reports the value of benefits earned during the year.
 This year the accrual of these benefits increased by: (16,347)

Certain revenues are unavailable in the governmental funds because they are not available to pay current period expenditures. In the statement of activities these are recorded as revenue in the current year: (89,502)

Wisconsin Retirement System pension asset, deferred outflows of resources, liability, and deferred inflows of resources changes: (40,522)

Wisconsin Retirement System LRLIF deferred outflows of resources, liability, and deferred inflows of resources changes: (1,972)

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: 780,906

In governmental funds interest payments and other debt costs on outstanding debt are reported as an expenditure when paid. In the statement of activities it is reported as it accrues.
 The amount of interest and other debt costs paid during the current period \$ 150,807
 The amount of interest and other debt costs accrued during the current period (150,095)
 Interest paid is greater than interest accrued by: 712

Change in net position - governmental activities \$ 217,782

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
DECEMBER 31, 2025

	<u>WATER AND WASTEWATER</u>
ASSETS	
CURRENT ASSETS	
Cash	\$ 1,056,588
Accounts receivable	
Customer	382,628
Other	78,655
Inventories	2,389
Lease receivable	74,687
RESTRICTED ASSETS	
Investments	946,353
TOTAL CURRENT ASSETS	<u>2,541,300</u>
NONCURRENT ASSETS	
OTHER ASSETS	
Capital assets (net of accumulated depreciation)	
Capital assets not being depreciated	177,874
Capital assets being depreciated	9,959,554
NET CAPITAL ASSETS	<u>10,137,428</u>
TOTAL NONCURRENT ASSETS	<u>10,137,428</u>
TOTAL ASSETS	<u>12,678,728</u>
DEFERRED OUTFLOWS OF RESOURCES	
Wisconsin Retirement System pension	162,314
Wisconsin Retirement System LRLIF	6,250
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 168,564</u>

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN
STATEMENT OF NET POSITION - PROPRIETARY FUNDS - Continued
DECEMBER 31, 2025

	<u>WATER AND WASTEWATER</u>
LIABILITIES	
CURRENT LIABILITIES	
Accounts payable	\$ 206,537
Accrued liabilities	
Payroll	17,584
PAYABLE FROM RESTRICTED ASSETS	
Accrued interest	5,442
Current portion of long-term obligations	<u>300,428</u>
TOTAL CURRENT LIABILITIES	<u>529,991</u>
NONCURRENT LIABILITIES	
Long-term obligations	<u>1,308,760</u>
TOTAL LIABILITIES	<u>1,838,751</u>
DEFERRED INFLOWS OF RESOURCES	
Wisconsin Retirement System pension	80,973
Wisconsin Retirement System LRLIF	12,394
Lease	<u>74,687</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>168,054</u>
NET POSITION	
Net investment in capital assets	8,571,331
Restricted for debt service	220,643
Restricted for other	720,268
Unrestricted	<u>1,328,245</u>
TOTAL NET POSITION	<u>\$ 10,840,487</u>

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2025

	WATER AND WASTEWATER
OPERATING REVENUES	
General customers	\$ 1,394,464
Public fire protection	168,554
Other sales to public authorities	59,430
Interdepartmental sales	396
Forfeited discounts	14,168
Other revenues	6,035
TOTAL OPERATING REVENUES	1,643,047
OPERATING EXPENSES	
Plant and maintenance expenses:	
Salaries and wages	139,043
Power	114,826
Chemicals	44,284
Supplies and expenses	55,458
Repairs and maintenance	279,246
TOTAL PLANT AND MAINTENANCE EXPENSES	632,857
General expenses:	
Administrative and general salaries	253,781
Office supplies and other expenses	42,380
Outside services employed	122,615
Insurance expense	43,280
Employee benefits	80,018
Miscellaneous general expenses	103,207
Transportation	2,679
TOTAL GENERAL EXPENSES	647,960
Depreciation	522,108
Taxes	629
TOTAL OPERATING EXPENSES	1,803,554
OPERATING (LOSS)	\$ (160,507)

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS - Continued
YEAR ENDED DECEMBER 31, 2025

	WATER AND WASTEWATER
NONOPERATING REVENUES (EXPENSES)	
Interest income	\$ 78,598
Miscellaneous revenue	39,982
Interest expense	(34,752)
TOTAL NONOPERATING REVENUES (EXPENSES)	83,828
(LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	(76,679)
TRANSFER IN (OUT)	(33,097)
CAPITAL CONTRIBUTIONS	221,660
CHANGE IN NET POSITION	111,884
NET POSITION - BEGINNING OF YEAR, AS PREVIOUSLY REPORTED	10,802,006
ERROR CORRECTION	(73,403)
NET POSITION - BEGINNING OF YEAR, AS RESTATED	10,728,603
NET POSITION - END OF YEAR	\$ 10,840,487

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

YEAR ENDED DECEMBER 31, 2025

	WATER AND WASTEWATER
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 1,491,246
Receipts from municipality	228,380
Payments to suppliers for goods and services	(942,912)
Payments for employees wages and benefits	(468,840)
Net cash provided by operating activities	307,874
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfer from governmental funds	(33,097)
Net cash (used in) noncapital financing activities	(33,097)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of property, plant and equipment	(781,504)
Lease revenue	(22,927)
Retirement of long-term debt	(306,137)
Interest paid	(35,780)
Contributed capital	221,660
Net cash (used in) capital and related financing activities	(924,688)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	78,602
Investments sold	364,471
Other investing activities	(73,403)
Net cash provided by investing activities	369,670
Net change in cash and cash equivalents	(280,241)
Cash and cash equivalents - beginning of year	1,336,829
Cash and cash equivalents - end of year	1,056,588
Reconciliation of operating income to net cash provided	
by operating activities	
Operating (loss) income	(160,507)
Adjustments to reconcile operating income to	
net cash flows from operating activities	
Depreciation	522,108
Changes in assets and liabilities	
(Increase) decrease in receivables - customers	55,301
(Increase) decrease in receivables - other	(1,649)
(Increase) decrease in receivables - leases	22,927
(Increase) decrease in inventories	332
(Increase) decrease in Wisconsin Retirement System	7,416
Increase (decrease) in accounts payable	(134,640)
Increase (decrease) in payroll payable	(3,414)
Total adjustments	468,381
Net cash provided by operating activities	307,874

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN

STATEMENT OF NET POSITION

FIDUCIARY FUND

DECEMBER 31, 2025

	<u>CUSTODIAL FUND</u>
	<u>LIBRARY DONATION</u>
	<u>FUND</u>
ASSETS	
Cash and investments	\$ -
TOTAL ASSETS	<u>-</u>
LIABILITIES	
Due to other funds	24,323
Accounts payable	<u>576</u>
TOTAL LIABILITIES	<u>24,899</u>
NET POSITION (DEFICIT)	
Restricted for other library improvements	<u>(24,899)</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUND
YEAR ENDED DECEMBER 31, 2025

	CUSTODIAL FUND
	LIBRARY DONATION FUND
ADDITIONS	
Miscellaneous	\$ -
DEDUCTIONS	
Disbursements	-
CHANGE IN NET POSITION	-
NET POSITION (DEFICIT) - BEGINNING OF YEAR	(24,899)
NET POSITION (DEFICIT) - END OF YEAR	\$ (24,899)

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN

**NOTES TO THE BASIC
FINANCIAL STATEMENTS**

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 - Summary of Significant Accounting Policies

The financial statements of the Village of Hortonville, Wisconsin (the "Village") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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 Village are described below.

Reporting Entity - The Village of Hortonville, Wisconsin was incorporated under the provisions of Chapter 280, Laws of Wisconsin. The Village operates under a Village Administrator form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, sanitation, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

The Village's basic financial statements include a fire district component unit, as defined in GASB 14 and amended by GASB 39 and GASB 61. The criterion for including a legally separate organization as a component unit is the degree of financial accountability and fiscal dependency the Village has with the organization. A financial benefit or burden relationship needs to be present between the primary government and that organization for it to be included in the reporting entity as a component unit.

The following circumstances set forth the Village's financial accountability for a legally separate organization: The Village 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 impose specific financial burdens on the Village. The Village may be financially accountable if an organization is fiscally dependent on the Village regardless of whether the organization has (1) a separately-elected governing body, (2) a governing body appointed by a higher level of government, or (3) a jointly-appointed governing body. In addition, the primary government may determine, through exercise of management's professional judgment, that the inclusion of an organization that does not meet the financial accountability criteria is necessary in order to prevent the reporting entity's financial statements from being misleading.

The financial statements include the Hortonville/Hortonia Fire District (the "District") as a component unit. The District is a legally separate organization established in December 1997 to provide public fire protection to the two communities. Existing fire equipment of both communities was transferred to the newly formed District. However, the District has elected not to depreciate these assets. Costs of the District are shared based on equalized values. The five member Board of Commissioners consists of two members from each community plus a fifth member selected by the Board. The District is fiscally dependent on the municipalities, which must approve rates charged and debt issued. As a component unit, the District's financial statements have been presented as a discrete column in the financial statements. Separate financial statements for the District are not issued.

Basis of Presentation

Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's proprietary funds. 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.

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 1 - Summary of Significant Accounting Policies - Continued

As discussed earlier, the government has one discretely presented component unit. The Fire Department is considered to be a major component unit and is shown in a separate column in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the government's water and wastewater functions 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.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The Village 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.

Fund Financial Statements

The fund financial statements provide information about the government's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and proprietary funds, each displayed in a separate column. All remaining governmental and proprietary funds are aggregated and reported as nonmajor funds. Major individual governmental and proprietary funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

General Fund - is used for all financial activity that is not required to be accounted for in another fund. This is the Village's primary operating fund.

Debt Service Fund - is used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest payments.

Capital Improvements Fund - is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

The Village reports the following major proprietary fund:

Water and Wastewater Utility - accounts for operations of the water and wastewater system.

In addition, the Village reports the following fund types:

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 1 - Summary of Significant Accounting Policies - Continued

Fiduciary Custodial Fund - Library Donation Fund - is used to account for financial resources to be used for a specific purpose.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in and out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Property taxes are recorded in the year levied as receivables and unavailable revenue. They are recognized as revenue in the succeeding year when services financed by the levy are being provided. Special assessments are recorded as revenue when they become measurable and available as current assets. Sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 1 - Summary of Significant Accounting Policies - Continued

all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Grants are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the government.

The proprietary and fiduciary fund are reported using the economic resources measurement focus and the accrual basis of accounting.

The proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and wastewater utilities are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Cash and Cash Equivalents - Cash and cash equivalents, as classified in the statement of cash flows, consist of all highly liquid investments with an initial maturity of three months or less.

Accounts Receivable - Accounts receivable have been adjusted for all uncollectible accounts. No allowance for uncollectible accounts has been recorded since management believes all accounts are collectible. Delinquent real estate taxes as of July 31 are paid in full by the county, which assumes the collection thereof. No provision for uncollectible accounts receivable has been made in the accompanying proprietary fund financial statements because the water and wastewater utility has the right to place delinquent bills on the tax roll.

Due To/From Advance To/From Other Funds - 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. In the governmental fund financial statements, advances to other funds are offset equally by a nonspendable fund balance amount which indicates it is not expendable available financial resources and, therefore, are not available for appropriation. Eliminations have been made for amounts due to/from and advance to/from within the same fund type on the government-wide statements.

Interfund Transactions - Non-exchange transactions which are not borrowing/lending (will not be repaid) are recorded as transfers, and exchange transactions are recorded as revenues and expenses.

Inventories - Inventories are valued at cost using the first-in/first-out method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

Restricted Cash and Investments - Certain resources set aside for revenue bonds repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. The "revenue bond redemption" account is used to segregate resources accumulated for

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 1 - Summary of Significant Accounting Policies - Continued

debt service payments over the next twelve months. The “revenue bond reserve” account is used to report resources set aside to meet unexpected contingencies.

Other restricted cash and investments include a “DNR Replacement Fund” which is required by the Wisconsin Department of Natural Resources for repairs and maintenance on the wastewater utility plant.

Capital Assets - 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 \$2,500 for general capital assets, and an estimated useful life of two years or more. Individual assets that cost less than \$2,500, but that operate as part of a network system will be capitalized in the aggregate, using the group method. Infrastructure improvements with a cost of \$20,000 or more will be capitalized. All land and buildings will be capitalized. All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated assets are reported at their estimated acquisition value at the date of donation.

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 for governmental activities is as follows:

Land improvements	10 - 20 years
Buildings	20 - 40 years
Equipment	2 - 15 years
Infrastructure	20 - 50 years

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

The range of estimated useful lives by type of asset for business-type activities is as follows:

Buildings	20 - 50 years
Equipment	4 - 100 years

Leases - The Village is a lessor because it leases capital assets to other entities. The lease receivable is measured using the present value of payments to be received during the lease term. The corresponding deferred inflows of resources are recognized as inflows over the lease term.

Compensated Absences - Vacation and sick time off policies provide paid time off in varying amounts. Benefits considered more likely than not to be used or settled at separation are recognized as a liability. The liability is reported in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the government funds only if the liability has matured a result of

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 1 - Summary of Significant Accounting Policies - Continued

employee terminations, resignations or retirements. The liability includes salary related benefits where applicable.

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 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 benefit terms. Investments are reported at fair value.

Other Post Employment Benefits (OPEB) - 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 net OPEB liability (asset), deferred outflows of resources, and deferred inflows of resources related to other post employment benefits, OPEB expense (revenue), and information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIFs fiduciary net position have been determined on the same basis as they are reported by LRLIF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows and Inflows of Resources - In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expenditure) until then. The Village has two items that qualify for reporting in this category. They are the Wisconsin Retirement System pension and Wisconsin Retirement System local retiree life insurance fund (LRLIF) reported in the government-wide statement of net position. The Wisconsin Retirement System pension and Wisconsin Retirement System LRLIF result from changes in their actuarial studies and are amortized over the average of the expected remaining service lives of participants.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position which applies to future periods and so will not be recognized as an inflow of resources (revenue) until then. The Village has four types of items, unavailable revenue, Wisconsin Retirement System pension, Wisconsin Retirement System LRLIF, and leases which qualify for reporting in this category. The unavailable revenue may be from two sources: property taxes levied for subsequent year and special assessments. The unavailable revenue and lease amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The Wisconsin Retirement System pension and Wisconsin Retirement System LRLIF result from changes in their actuarial studies and are amortized over the average of the expected remaining service lives of participants.

Estimates - The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

VILLAGE OF HORTONVILLE, WISCONSIN
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 DECEMBER 31, 2025

NOTE 1 - Summary of Significant Accounting Policies - Continued

Net Position Classifications - Net position represents the difference between the total assets and deferred outflows of resources and the total liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement for those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Fund Balance Classifications - The Village classifies its fund equity as follows:

1) nonspendable fund balance consists of equity that is not in a spendable form or is legally or contractually required to be maintained intact, 2) restricted fund balance consists of equity constrained to specific purposes by their providers, externally imposed by creditors, constitutional provisions or by enabling legislation, 3) committed fund balance consists of equity constrained to specific purposes by the Village itself, using its highest level of decision making authority - Village Board resolutions and policies, 4) assigned fund balance consists of equity the governing body intends to use for a specific purpose, intent can be expressed by the governing body. The Village Board has authorized the Administrator and Clerk-Treasurer to assign fund balances through its fund balance policy and 5) unassigned fund balance consists of equity available for any purpose.

When net losses occur, it is the Village's policy to record the net loss against unassigned fund balance, then assigned fund balance, then committed fund balance and lastly to restricted fund balance. The Village applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

NOTE 2 - Cash and Investments

State statutes permit the Village to invest available cash balances in time deposits of authorized depositories, state obligations, U.S. Treasury obligations, U.S. agency issues, repurchase agreements and other investments secured by federal securities, high grade commercial paper, and the local government pooled-investment fund administered by the state investment board. No significant violations of these restrictions occurred during the year.

As of December 31, 2025, the Village had the following investment:

<u>Investment</u>	<u>Weighted Average Maturities</u>	<u>Fair Value</u>
State of Wisconsin Investment Pool	Less than one year	\$ 493
Fixed Income	More than one Year	<u>1,318,337</u>
		<u>\$1,318,830</u>

Investment Pool Information - Participation in the State of Wisconsin Local Government Investment Pool is voluntary. The Pool's regulatory oversight is provided by state statutes and its investment board. The fair value of the Village's position in the Pool is the same as the value of the Pool shares. At December 31, 2025, the Pool's fair value was 100 percent of book value.

Determining Fair Value - The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets; level 2 inputs are significant other observable inputs; level 3 inputs are significant

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 2 - Cash and Investments - Continued

unobservable inputs. The Village has the following recurring fair value measurements:

- 1) Deposits and investments with stated interest rates (savings account and certificate of deposits) are stated at cost, and
- 2) State of Wisconsin Local Government Investment Pool fair value is determined monthly by the Pool's investment board based on published market quotations (level 2 inputs).
- 3) Fixed income investments are determined based on published market quotations (level 1 inputs).

Income Allocation - Interest income is allocated to the fund which owns the certificate of deposit, savings account and investment.

Interest Rate Risk - State statutes limit investments in commercial paper, corporate bonds, and mutual bond funds to those which mature or may be tendered for purchase at the option of the holder within not more than 7 years of the date acquired. The Village does not have a formal investment policy that would further limit investment maturities as a means of further managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk - State statutes limit investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The Village has no investment policy that would further limit its investment choices. The State of Wisconsin Investment Pool is not rated.

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Village's deposits may not be returned to it. The Village does not have a deposit policy in place for custodial credit risk. The State of Wisconsin's Public Deposit Guarantee Fund created under Chapter 34 of the Wisconsin Statutes protects the municipality's designated public depositories against any losses of public funds up to \$1,000,000 subject to the total amount of the Guarantee Fund available. As of December 31, 2025, \$2,345,447 of the Village's bank balance of \$3,939,511 was uninsured and uncollateralized.

NOTE 3 - Property Taxes

Property taxes attach as an enforceable lien on property in December when the tax roll is certified. Taxes are levied in December and payable in two installments on January 31 and July 31 or payable in full on January 31. Personal property taxes are payable in full on January 31. The Village bills and collects its own property taxes and also taxes for the State, Outagamie County, Fox Valley Technical College, Hortonville Area School District, and Black Otter Lake District until February 1, at which time all uncollected real estate taxes are turned over to the county for collection. Delinquent personal property tax remains the collection responsibility of the Village. Collection of the taxes and remittance of them to the appropriate entities are accounted for in the general fund. Village property tax revenue is recognized in the year they are levied for and available for use. The 2025 tax roll has been set up as a receivable and is offset by the amounts due to other governmental units. Advance tax collections are offset against the receivable.

NOTE 4 - Capital Assets

Capital asset balances and activity for the year ended December 31, 2025 are as follows:

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 4 - Capital Assets - Continued

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,642,899	\$ -	\$ -	\$ 1,642,899
Construction in progress	1,182,128	-	(525,346)	656,782
Total capital assets not being depreciated	<u>2,825,027</u>	<u>-</u>	<u>(525,346)</u>	<u>2,299,681</u>
Capital assets being depreciated:				
Land improvements	823,866	-	-	823,866
Buildings and improvements	4,050,461	-	-	4,050,461
Equipment	1,772,570	1,405,041	-	3,177,611
Infrastructure	15,061,206	-	-	15,061,206
Total capital assets being depreciated	<u>21,708,103</u>	<u>1,405,041</u>	<u>-</u>	<u>23,113,144</u>
Less accumulated depreciation for:				
Land improvements	(347,363)	(30,212)	-	(377,575)
Buildings and improvements	(1,237,171)	(76,578)	-	(1,313,749)
Equipment	(1,104,877)	(130,562)	-	(1,235,439)
Infrastructure	<u>(7,372,685)</u>	<u>(349,722)</u>	<u>-</u>	<u>(7,722,407)</u>
Total accumulated depreciation	<u>(10,062,096)</u>	<u>(587,074)</u>	<u>-</u>	<u>(10,649,170)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>11,646,007</u>	<u>817,967</u>	<u>-</u>	<u>12,463,974</u>
Governmental activities capital assets, net of accumulated depreciation	<u>\$ 14,471,034</u>	<u>\$ 817,967</u>	<u>\$ (525,346)</u>	<u>\$ 14,763,655</u>

Infrastructure information prior to January 1, 2004 is not included in the above amount.

Depreciation expense was charged to governmental functions as follows:

General government	\$ 80,908
Public safety	42,119
Public works	460,627
Culture, recreation and education	3,420
Total	<u>\$ 587,074</u>

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 116,115	\$ -	\$ -	\$ 116,115
Construction in progress	401,904	61,759	(401,904)	61,759
Total capital assets not being depreciated	<u>518,019</u>	<u>61,759</u>	<u>(401,904)</u>	<u>177,874</u>

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 4 - Capital Assets - Continued

Capital assets being depreciated:

Buildings	4,983,176	226,964	-	5,210,140
Equipment and systems	<u>16,113,839</u>	<u>968,088</u>	<u>(28,750)</u>	<u>17,053,177</u>
Total capital assets being depreciated	<u>21,097,015</u>	<u>1,195,052</u>	<u>(28,750)</u>	<u>22,263,317</u>

Less accumulated depreciation for:

Buildings	(3,117,833)	(128,467)	-	(3,246,300)
Equipment and systems	<u>(8,692,572)</u>	<u>(393,641)</u>	<u>28,750</u>	<u>(9,057,463)</u>
Total accumulated depreciation	<u>(11,810,405)</u>	<u>(522,108)</u>	<u>28,750</u>	<u>(12,303,763)</u>

Total capital assets being depreciated, net of accumulated depreciation	<u>9,286,610</u>	<u>672,944</u>	<u>-</u>	<u>9,959,554</u>
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Business-type activities capital assets, net of accumulated depreciation	<u>\$ 9,804,629</u>	<u>\$ 734,703</u>	<u>\$ (401,904)</u>	<u>\$ 10,137,428</u>
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Depreciation expense was charged to business-type activities as follows:

Water utility	\$ 143,188
Wastewater utility	<u>378,920</u>
Total	<u>\$ 522,108</u>

NOTE 5 - Long-Term Obligations

Long-term obligations are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds payable	\$2,235,000	\$ -	\$ (205,000)	\$2,030,000	\$ 215,000
Notes payable - direct borrowing	1,503,503	373,367	(575,906)	1,300,964	314,253
Compensated absences - vacation	43,321	3,966	-	47,287	47,287
Compensated absences - sick	67,609	12,381	-	79,990	79,990
Wisconsin Retirement System					
Net pension liability	105,193	14,425	-	119,618	-
LRLIF	<u>75,653</u>	<u>-</u>	<u>(6,868)</u>	<u>68,785</u>	<u>-</u>
Total	<u>\$4,030,279</u>	<u>\$ 404,139</u>	<u>\$ (787,774)</u>	<u>\$3,646,644</u>	<u>\$ 656,530</u>

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 5 - Long-Term Obligations - Continued

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Business-Type Activities					
Mortgage revenue bonds	\$ 1,860,389	\$ -	\$ (294,292)	\$ 1,566,097	\$ 300,428
Notes payable - direct borrowing	11,845	-	(11,845)	-	-
Wisconsin Retirement System					
Net pension liability - water	11,298	3,520	-	14,818	-
LRLIF - water	8,125	396	-	8,521	-
Net pension liability - sewer	11,438	1,103	-	12,541	-
LRLIF - sewer	8,226	-	(1,015)	7,211	-
Total	<u>\$ 1,911,321</u>	<u>\$ 5,019</u>	<u>\$ (307,152)</u>	<u>\$ 1,609,188</u>	<u>\$ 300,428</u>

Compensated absences are reported as a net change. Interest cost incurred during the year totaled \$150,095 for governmental activities and \$34,752 for business-type activities. Total interest paid during the year aggregated \$150,807 for governmental activities and \$35,780 for business-type activities.

General Obligation Debt - All general obligation debt is secured by the full faith and credit and unlimited taxing powers of the Village. The general obligation debt is expected to be repaid with general property taxes and special assessments. General obligation debt at December 31, 2025 is comprised of the following individual issues:

<u>Issue Description</u>	<u>Issue Dates</u>	<u>Interest Rates (%)</u>	<u>Dates of Maturity</u>	<u>Balance</u>
Bonds	12/30/13	3.35-4.4%	12/1/33	\$ 2,030,000
Note payable - direct borrowing	6/18/21	2.25%	6/1/27	110,000
Note payable - direct borrowing	11/4/22	5%	12/1/26	53,817
Note payable - direct borrowing	3/24/22	3.125%	6/1/28	160,000
Note payable - direct borrowing	9/23/22	4.50%	9/23/27	6,827
Note payable - direct borrowing	8/16/24	5.50%	12/16/33	603,163
Note payable - direct borrowing	7/21/25	5.50%	7/21/32	67,846
Note payable - direct borrowing	10/3/25	5.50%	10/3/35	212,311
Note payable - direct borrowing	11/21/25	5%	11/21/26	87,000
Total				<u>\$ 3,330,964</u>

Default With Finance Related Consequences - The 3/24/22, 9/23/22, 11/4/22, 8/16/24, 7/21/25, 10/3/25, and 11/21/25 note payables - direct borrowing contains a provision that in event of default, outstanding amounts become immediately due if the Village is unable to make the payment.

Subjective Acceleration Clause - The 3/24/22, 9/23/22, 11/4/22, 8/16/24, 7/21/25, 10/3/25, and 11/21/25 note payables - direct borrowing contains a subjective acceleration clause that allows the lender to accelerate payment of the entire principal amount to become immediately due if the lender determines that a material adverse change occurs.

Proprietary fund debt is expected to be repaid with water and wastewater utility revenue. Proprietary fund debt at December 31, 2025, is comprised of the following individual issues:

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 5 - Long-Term Obligations - Continued

<u>Issue Description</u>	<u>Issue Dates</u>	<u>Interest Rates (%)</u>	<u>Dates of Maturity</u>	<u>Balance</u>
Mortgage revenue bonds - wastewater	5/12/10	2.085%	5/1/30	\$ 1,566,097

General Obligation Debt Limit Calculation - The 2025 equalized valuation of the Village as certified by the Wisconsin Department of Revenue is \$387,276,300. The legal debt limit and margin of indebtedness as of December 31, 2025, in accordance with Section 67.03(1) (a) of the Wisconsin Statutes follows:

Debt limit (5% of \$387,276,300)	\$ 19,363,815
Applicable long-term debt	(3,330,964)
Amount available in debt service	<u>1,281,295</u>
Margin of indebtedness	<u>\$ 17,312,948</u>

Maturities of Long-Term Obligations - Aggregate cash flow requirements for the retirement of long-term debt principal and interest are as follows:

Governmental Activities

<u>Year Ending</u>	<u>Bonds</u>		<u>Notes Payable - Direct Borrowing and Placement</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
December 31					
2026	\$ 215,000	\$ 81,725	\$ 314,253	\$ 56,909	\$ 667,887
2027	220,000	74,200	189,123	47,080	530,403
2028	230,000	66,170	131,259	39,906	467,335
2029	255,000	57,430	80,675	34,631	427,736
2030	260,000	47,230	85,226	30,080	422,536
2031-2035	850,000	74,570	500,428	63,626	1,488,624
	<u>\$ 2,030,000</u>	<u>\$ 401,325</u>	<u>\$ 1,300,964</u>	<u>\$ 272,232</u>	<u>\$ 4,004,521</u>

Business-Type Activities

<u>Year Ending</u>	<u>Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
December 31			
2026	\$ 300,428	\$ 29,521	\$ 329,949
2027	306,692	23,192	329,884
2028	313,086	16,731	329,817
2029	319,614	10,135	329,749
2030	326,277	3,401	329,678
	<u>\$ 1,566,097</u>	<u>\$ 82,980</u>	<u>\$ 1,649,077</u>

Bond Compliance Requirements - The 2010 revenue bond ordinance require segregation of the proceeds of the bond issues and creation and continual funding of redemption, depreciation and replacement funds. The Village is in compliance with these ordinances.

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 6 - Wisconsin Retirement System Pension

General Information about the 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.

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 occupation employees 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 earning 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:

VILLAGE OF HORTONVILLE, WISCONSIN
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 DECEMBER 31, 2025

NOTE 6 - Wisconsin Retirement System Pension - Continued

Year	Core Fund Adjustment (%)	Variable Fund Adjustment (%)
2015	2.9	2
2016	.5	(5)
2017	2	4
2018	2.4	17
2019	-	(10)
2020	1.7	21
2021	5.1	13
2022	7.4	15
2023	1.6	(21)
2024	3.6	15

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 \$148,590 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%
Act 4 Protective County Jailers	14.3%	6.90%

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

At December 31, 2025, the Village reported a liability (asset) of \$146,977 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2023 rolled forward to December 31, 2024. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net pension liability (asset) was based on the Village's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2024, the Village's proportion was 0.00894476%, which was an increase of 0.00034043% from its proportion measured as of December 31, 2023.

For the year ended December 31, 2025, the Village recognized pension expense (revenue) of \$194,976.

At December 31, 2025, the Village reported deferred outflows of resources and deferred inflows of

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 6 - Wisconsin Retirement System Pension - Continued

resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 456,445	\$ 428,915
Net differences between projected and actual earnings on pension plan investments	223,340	-
Changes in assumptions	43,610	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	6,089
Employer contributions subsequent to the measurement date	148,590	-
Total	\$ 871,985	\$ 435,004

\$148,590 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, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense (revenue) as follows:

Year Ending December 31	Deferred Outflows and (Inflows) of Resources
2026	\$ 85,989
2027	302,783
2028	(76,583)
2029	(23,798)
Thereafter	-

Actuarial Assumptions - The total pension liability in the December 31, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2023
Measurement Date of Net Pension Liability (Asset)	December 31, 2024
Experience Study:	January 1, 2021 - December 31, 2023 Published November 19, 2024
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:	
Inflation	3%
Seniority/Merit	.1% - 5.7%
Mortality:	2020 WRS Experience Mortality Table
Post-retirement Adjustments*	1.7%

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 6 - Wisconsin Retirement System Pension - Continued

** 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. Includes the impact of known market recognition account deferred gains/losses on the liability for dividend payments.*

Actuarial assumptions are based upon an experience study conducted in 2024 that covered a three-year period from January 1, 2021 to December 31, 2023. Based on this experience study, actuarial assumptions used to measure the total liability changed from prior year, including seniority (merit) and separation rates. The total pension liability for December 31, 2024 is based upon a roll-forward of the liability calculated from the December 31, 2023 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 arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Allocation Targets and Expected Returns
As of December 31, 2024

Core Fund Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
Public Equity	38	7	4.3
Public Fixed Income	27	6.1	3.4
Private Equity/Debt	20	9.5	6.7
Inflation Sensitive Assets	19	4.8	2.1
Real Estate	8	6.5	3.8
Leverage	(12)	3.7	1.1
Total Core Fund	100	7.5	4.8
Variable Fund Asset Class			
U.S. Equities	70	6.5	3.8
International Equities	30	7.4	4.7
Total Variable Fund	100	6.9	4.2

Asset Allocations are managed within established ranges, target percentages may differ from actual monthly allocations. New England Pension Consultants Long-Term US CPI (Inflation) Forecast 2.6%.

The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used, subject to an allowable range of 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. This single discount rate is based on the expected rate of return on pension plan investments of 6.80% and a municipal bond rate of 4.08% (Source: "20-Bond GO Index" is the Bond Buyer Index, general obligation, 20 years to maturity, mixed quality as of December 31, 2024. In describing this index, the Bond Buyer notes that the bonds' average quality is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard and Poor's Corp.'s AA.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately

VILLAGE OF HORTONVILLE, WISCONSIN
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 DECEMBER 31, 2025

NOTE 6 - Wisconsin Retirement System Pension - Continued

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.

Sensitivity of the Village's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate - The following presents the Village's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80 percent, as well as what the Village's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.80 percent) or one percentage point higher (7.80 percent) than the current discount rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
Village's proportionate share of the net pension liability (asset)	\$ 1,378,838	\$ 146,977	\$ (728,224)

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>.

Payables to the Pension Plan - The Village reported a payable of \$5,315 for the outstanding amount of contributions to the pension plan required for the year ended December 31, 2025.

NOTE 7 - Wisconsin Retirement System Local Retiree Life Insurance Fund

General Information about the Other Post Employment Benefits

Plan Description - The 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 employees.

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 life insurance benefits for post age 64 retired employees and pre-65 retirees who pay for coverage.

Contributions - The Group Insurance Board approves contribution rates annually, based on

VILLAGE OF HORTONVILLE, WISCONSIN
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 DECEMBER 31, 2025

NOTE 7 - Wisconsin Retirement System Local Retiree Life Insurance Fund - Continued

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
50% post-retirement coverage	40% of employee contribution
25% post-retirement coverage	20% of employee contribution

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating employees must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The employee contribution rates in effect for the year ended December 31, 2024 are as listed below:

Attained Age	Basic	Supplemental
Under 30	\$.05	\$.05
30-34	.06	.06
35-39	.07	.07
40-44	.08	.08
45-49	.12	.12
50-54	.22	.22
55-59	.39	.39
60-64	.49	.49
65-69	.57	.57
*Disabled members under age 70 receive a waiver-of-premium benefit.		

During the reporting period, the LRLIF recognized \$449 in contributions from the employer.

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

At December 31, 2025, the Village reported a liability (asset) of \$84,517 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2024, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2024 rolled forward to December 31, 2024. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net OPEB liability (asset) was based on the Village's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2024, the Village's proportion was 0.021603%, which was an increase of 0.001605% from its proportion measured as of December 31, 2023.

For the year ended December 31, 2025, the Village recognized OPEB expense (revenue) of \$4,041.

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 7 - Wisconsin Retirement System Local Retiree Life Insurance Fund - Continued

At December 31, 2025, the Village 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	\$ -	\$ 8,793
Net differences between projected and actual earnings on OPEB plan investments	1,160	-
Changes in assumptions	20,738	47,404
Changes in proportion and differences between employer contributions and proportionate share of contributions	11,231	10,386
Employer contributions subsequent to the measurement date	449	-
Total	\$ 33,578	\$ 66,583

\$449 reported as deferred outflows related to OPEB resulting from the LRLIF 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, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (revenue) as follows:

Year Ending December 31	Deferred Outflows and (Inflows) of Resources
2026	\$ (2,233)
2027	(6,290)
2028	(10,223)
2029	(10,387)
Thereafter	(4,321)

Actuarial Assumptions - The total OPEB liability in the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2024
Measurement Date of Net OPEB Liability (Asset)	December 31, 2024
WRS Experience Study:	January 1, 2021 - December 31, 2023, Published November 19, 2024
Actuarial Cost Method:	Entry Age Normal
20 Year Tax Exempt Municipal Bond Yield*:	4.08%
Long-Term Expected Rate of Return:	4.25%
Discount Rate:	4.09%
Salary Increases:	
Inflation	3%
Seniority/Merit	.1% - 5.7%
Mortality:	2020 WRS Experience Mortality Table

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

VILLAGE OF HORTONVILLE, WISCONSIN
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 DECEMBER 31, 2025

NOTE 7 - Wisconsin Retirement System Local Retiree Life Insurance Fund - Continued

Actuarial assumptions are based upon an experience study conducted in 2024 that covered a three-year period from January 1, 2021 to December 31, 2023. The total OPEB liability for December 31, 2024 is based upon a roll-forward of the liability calculated from the January 1, 2024 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.

Local OPEB Life Insurance
 Asset Allocation Targets and Expected Returns
 As of December 31, 2024

Asset Class	Index	Target Allocation %	Long-Term Expected Geometric Real Rate of Return %
Us Intermediate Credit Bonds	Bloomberg US Intern Credit	40	2.41
US Mortgages	Bloomberg US MBS	60	2.71
Inflation			2.3
Long-term Expected Rate of Return			4.25

Single Discount Rate - A single discount rate of 4.09% was used to measure the total OPEB liability for the current year, as opposed to a discount rate of 3.32% for the prior year. The change in the discount rate was primarily caused by the increase in the municipal bond rate from 3.26% as of December 31, 2023 to 4.08% as of December 31, 2024. The plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive employees. 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 payments 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, 2037.

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.

Sensitivity of the Village's Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate - The following presents the Village's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 4.09 percent, as well as what the Village's proportionate

VILLAGE OF HORTONVILLE, WISCONSIN
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 DECEMBER 31, 2025

NOTE 7 - Wisconsin Retirement System Local Retiree Life Insurance Fund - Continued

share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (3.09 percent) or 1-percentage-point higher (5.09 percent) than the current rate:

	1% Decrease to Discount Rate (3.09%)	Current Discount Rate (4.09%)	1% Increase to Discount Rate (5.09%)
Village's proportionate share of the net OPEB liability (asset)	\$ 112,968	\$ 84,517	\$ 62,592

Payables to the OPEB Plan - The Village reported a payable of zero for the outstanding amount of contributions to the OPEB plan required for the year ended December 31, 2025.

NOTE 8 - Interfund Balance and Activity

Interfund receivable and payable balances on December 31, 2025, are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Library Donation Trust	\$ 24,323
General	TID No. 3	156,263
General	TID No. 4	50,838
General	TID No. 5	34,640
General	Capital Improvements	370,392
		<u>\$ 636,456</u>

The above balances resulted from the timing differences between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made. All amounts are due within one year. For the statement of net position, interfund balances which are owed within the governmental and business activities are netted and eliminated.

Interfund transfers at December 31, 2025 were as follows:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>
General	Water and Wastewater Utility	\$ 33,097
General	American Rescue	520
Library	General	145,284
Debt Service	TID No. 3	86,395
Debt Service	TID No. 4	122,283
Debt Service	TID No. 6	41,170
		<u>\$ 428,749</u>

Generally, transfers are used to move revenues from the fund that collects them to the fund that the budget requires to expend them and use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 9 - Fund Balance and Net Position

Portions of fund balances and net position are not available for current appropriation or expenditure as follows:

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2025

NOTE 9 - Fund Balance and Net Position - Continued

<u>Governmental Fund</u>	<u>Purpose</u>	<u>Amount</u>
Restricted		
Debt service	Principal and interest payments	\$ 1,281,295
Housing and neighborhood conservation	Specific purposes	\$ 32,772
Wisconsin development grant	Specific purposes	\$ 12,149
Subdivision park fees	Specific purposes	\$ 30,052
TID No. 6	Capital projects	\$ 76,614
Assigned		
General	General government	\$ 156,430
General	Public safety	\$ 44,985
General	Public works	\$ 130,088
General	Capital projects	\$ 176,621
Library	Library	\$ 76,484
 <u>Net Position</u>		
Governmental Activities		
Restricted		
Special revenue	Housing and neighborhood conservation, Wisconsin development grant, and subdivision park fees	\$ 152,315
Debt service	Principal and interest payments	\$ 1,281,295
Capital projects	Capital projects	\$ 76,614
 Business-Type Activities		
Restricted		
Water and wastewater utility	Wastewater debt retirement	\$ 220,643
Water and wastewater utility	Wastewater replacement	\$ 720,268

Deficits

The following individual funds had deficits at December 31, 2025:

Capital Improvement	\$ 344,392
TID No. 3	\$ 156,463
TID No. 4	\$ 50,838
TID No. 5	\$ 34,640

The deficits will be funded by future revenues.

The Village seeks to maintain its unassigned general fund balance at a minimum of 30% and maximum of 35% of total general fund budgeted operating expenditures, including transfers.

NOTE 10 - Risk Management

The Village is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters. For all risks of loss, the Village's policy is to purchase commercial insurance. Settled claims have not exceeded

VILLAGE OF HORTONVILLE, WISCONSIN
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 DECEMBER 31, 2025

NOTE 10 - Risk Management - Continued

commercial insurance coverage in any of the past three years and there has been no significant reduction in insurance coverage from the prior year.

NOTE 11 - Component Unit

Hortonville Fire District - The Fire District is included as a discretely presented component unit. It is reported as a separate column on the government-wide statements of net position and activities. The rationale for the Fire District as a component unit is that the Village is financially accountable for it because the Fire District is fiscally dependent on the Village. The Fire District's relationship to the primary government is providing fire protection for properties located within the Village of Hortonville and the Town of Hortonia. Significant transactions with the Village of Hortonville are operating grants and contributions including annual operating subsidies and fire insurance dues from the Village of Hortonville. Separate financial statements are not prepared.

Capital assets for the year ended December 31, 2025 are:

	Beginning Balance	Increases	Decreases	Ending Balance
Equipment	\$ 1,227,335	\$ -	\$ -	\$ 1,227,335

The Fire District does not record depreciation on its capital assets.

NOTE 12 - Lease Receivable

The Village is a lessor of space on its water tower. The lessee pays a standard monthly fee to the Village of \$1,917 per month until the end of 2023, and then \$2,208 per month until the end of the contract. The agreement was signed on September 18, 2003 with an initial term of 5 years and allows for 4 additional 5-year terms. The lessee has the option to terminate 180 days prior to each term renewal. The Village recognized \$22,927 of lease revenue and \$3,573 of interest revenue under the lease. The lease receivable and deferred inflows of resources related to the lease are \$74,687 as of December 31, 2025.

NOTE 13 - Error Correction

The error correction in the business-type activities and proprietary fund for \$73,403 is for removing utility fixed assets that were recorded twice. The error correction in the nonmajor governmental funds consists of \$189,610 in the Wisconsin Development Grant for removing a grant and loan payments received, and \$152,397 in the American Rescue Grant for adding a grant.

Reporting Units Affected by Adjustments to and Restatements of Beginning Balance

	Funds				
	Business-Type Activities	Nonmajor Governmental Funds	Wisconsin Development Grant	American Rescue Grant	Proprietary Fund Water and Wastewater
December 31, 2024, as previously reported	\$ 10,802,006	\$ (171,352)	\$ 164,392	\$ (151,877)	\$ 10,802,006
Error correction	(73,403)	(37,213)	(189,610)	152,397	(73,403)
December 31, 2024, as restated	<u>\$ 10,728,603</u>	<u>\$ (208,565)</u>	<u>\$ (25,218)</u>	<u>\$ 520</u>	<u>\$ 10,728,603</u>

VILLAGE OF HORTONVILLE, WISCONSIN

**REQUIRED
SUPPLEMENTARY INFORMATION**

VILLAGE OF HORTONVILLE, WISCONSIN
BUDGETARY COMPARISON SCHEDULE FOR THE GENERAL FUND
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2025

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES				
Taxes	\$ 1,174,120	\$ 1,174,120	\$ 1,175,810	\$ 1,690
Intergovernmental	880,041	880,041	881,402	1,361
Licenses and permits	86,750	86,750	96,078	9,328
Fines, forfeits and penalties	61,400	61,400	58,809	(2,591)
Public charges for services	394,094	394,094	382,589	(11,505)
Intergovernmental charges for services	39,650	39,650	32,471	(7,179)
Miscellaneous	107,004	107,004	113,584	6,580
TOTAL REVENUES	<u>2,743,059</u>	<u>2,743,059</u>	<u>2,740,743</u>	<u>(2,316)</u>
EXPENDITURES				
Current				
General government	478,633	478,633	546,886	(68,253)
Public safety	1,321,625	1,330,287	1,277,157	53,130
Public works	658,529	688,529	786,629	(98,100)
Health and human services	12,010	12,010	13,177	(1,167)
Culture, recreation and education	162,712	172,632	181,334	(8,702)
Conservation and development	50,450	56,945	44,953	11,992
TOTAL EXPENDITURES	<u>2,683,959</u>	<u>2,739,036</u>	<u>2,850,136</u>	<u>(111,100)</u>
EXCESS (DEFICIENCY) OF REVENUES				
OVER EXPENDITURES	<u>59,100</u>	<u>4,023</u>	<u>(109,393)</u>	<u>(113,416)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	33,097	33,097	33,617	520
Transfers (out)	(145,284)	(145,284)	(145,284)	-
Sale of capital assets	7,000	7,000	27,100	20,100
TOTAL OTHER FINANCING SOURCES (USES)	<u>(105,187)</u>	<u>(105,187)</u>	<u>(84,567)</u>	<u>20,620</u>
NET CHANGE IN FUND BALANCE	(46,087)	(101,164)	(193,960)	(92,796)
FUND BALANCE - BEGINNING OF YEAR	571,295	571,295	571,295	-
FUND BALANCE - END OF YEAR	<u>\$ 525,208</u>	<u>\$ 470,131</u>	<u>\$ 377,335</u>	<u>\$ (92,796)</u>

The accompanying notes are an integral part of these statements.

VILLAGE OF HORTONVILLE, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
ON BUDGETARY ACCOUNTING AND CONTROL
DECEMBER 31, 2025

NOTE 1 - Budgetary Information - Budgets are adopted each fiscal year for the general fund in accordance with Section 65.90 of the Wisconsin Statutes. The Village follows these procedures in establishing the budgetary data reflected in the financial statements.

1. In August of each year, all department heads of the Village submit requests for appropriations to the Village Administrator so that a budget may be prepared. The Village Administrator submits to the Village Board a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted for taxpayers to approve the budget. This includes all required public notifications and publications prior to the public hearing.
3. In December, the budget is legally enacted through passage of a Resolution.
4. The department heads are authorized to transfer budget amounts within departmental operating expenses; however, any other revisions that alter the total expenditures of any fund or department must be approved by the Village Board.
5. Formal budgetary integration is employed as a management control device during the year for the general fund.
6. Budgets are adopted on a basis consistent with Generally Accepted Accounting Principles in the United States of America.
7. Budgetary expenditure control is exercised at the department level within the fund.
8. Budgeted amounts are as authorized in the original budget resolution and subsequent revisions authorized by the Village Board.
9. Appropriations lapse at year-end, except those specifically carried forward by Board action.
10. Encumbrance accounting is not used.

NOTE 2 - Excess of Actual Expenditure Over Budget - The following expenditure classifications were in excess of \$1,000 over budget.

General government	\$	68,253
Public works		98,100
Health and human services		1,167
Culture, recreation and education		8,702

VILLAGE OF HORTONVILLE, WISCONSIN
WISCONSIN RETIREMENT SYSTEM PENSION SCHEDULES
YEAR ENDED DECEMBER 31, 2025

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
Last 10 Fiscal Years

Pension Plan Fiscal Year	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
2024	0.00894476%	\$ 146,977	\$ 1,435,874	10.24%	98.79%
2023	0.00860433%	127,929	1,303,599	9.81%	98.85%
2022	0.00817316%	432,989	1,175,150	36.85%	95.72%
2021	-0.00799080%	(644,073)	1,118,412	-57.59%	106.02%
2020	-0.00765112%	(477,670)	1,030,599	-46.35%	105.26%
2019	-0.00752816%	(242,742)	1,065,442	-22.78%	102.96%
2018	0.00734715%	261,388	932,916	28.02%	96.45%
2017	-0.00725599%	(215,440)	931,294	-23.13%	102.93%
2016	0.00708571%	58,403	949,299	6.15%	99.12%
2015	0.00679045%	110,343	875,225	12.61%	98.20%

SCHEDULE OF CONTRIBUTIONS
Last 10 Fiscal Years

Village Fiscal Year End	Contractually Required Contributions	Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2025	\$ 148,590	\$ (148,590)	\$ -	\$ 1,543,279	9.63%
2024	135,417	(135,417)	-	1,435,874	9.43%
2023	118,783	(118,783)	-	1,303,599	9.11%
2022	100,512	(100,512)	-	1,175,150	8.55%
2021	96,094	(96,094)	-	1,118,412	8.59%
2020	87,028	(87,028)	-	1,030,599	8.44%
2019	83,840	(83,840)	-	1,065,442	7.87%
2018	71,134	(71,134)	-	932,916	7.62%
2017	60,202	(60,202)	-	931,294	6.46%
2016	67,105	(67,105)	-	949,299	7.07%

Notes to Required Supplementary Information for the Year Ended December 31, 2025

Changes of benefit terms - 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 ended 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 Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

VILLAGE OF HORTONVILLE
WISCONSIN RETIREMENT SYSTEM PENSION SCHEDULES - Continued
YEAR ENDED DECEMBER 31, 2025

Notes to Required Supplementary Information for the Year Ended December 31, 2025 - Continued

SIGNIFICANT METHODS AND ASSUMPTIONS USED IN CALCULATING WISCONSIN RETIREMENT SYSTEM ACTUARIALLY DETERMINED CONTRIBUTIONS:

	2024	2023	2022	2021	2020
Valuation Date:	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
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%	5.4%
Weighted based on assumed rate for:					
Pre-retirement:	6.8%	6.8%	7.0%	7.0%	7.0%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.0%	3.0%	3.0%	3.0%	3.0%
Seniority/Merit:	0.1% - 5.7%	0.1% - 5.6%	0.1% - 5.6%	0.1% - 5.6%	0.1% - 5.6%
Post Retirement Benefit Adjustments	1.7%	1.7%	1.9%	1.9%	1.9%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2021 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 2021 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.
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.	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%).

* 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.

VILLAGE OF HORTONVILLE
WISCONSIN RETIREMENT SYSTEM PENSION SCHEDULES - Continued
YEAR ENDED DECEMBER 31, 2025

Notes to Required Supplementary Information for the Year Ended December 31, 2025 - Continued

SIGNIFICANT METHODS AND ASSUMPTIONS USED IN CALCULATING WISCONSIN RETIREMENT SYSTEM ACTUARIALLY DETERMINED CONTRIBUTIONS:

	2019	2018	2017	2016	2015
Valuation Date:	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013
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:	5.5%	5.5%	5.5%	5.5%	5.5%
Weighted based on assumed rate for:					
Pre-retirement:	7.2%	7.2%	7.2%	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%
Post Retirement Benefit 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 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.
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 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.

* 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.

VILLAGE OF HORTONVILLE, WISCONSIN
WISCONSIN RETIREMENT SYSTEM LOCAL RETIREE LIFE INSURANCE FUND SCHEDULES
YEAR ENDED DECEMBER 31, 2025

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

OPEB Plan Fiscal Year	Proportion of the Net OPEB Liability (Asset)	Proportionate Share of the Net OPEB Liability (Asset)	Covered Payroll	Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
2024	0.02160300%	\$ 84,517	\$ 1,388,000	6.09%	37.20%
2023	0.01999800%	92,004	1,228,000	7.49%	33.90%
2022	0.02228100%	84,887	1,176,000	7.22%	38.81%
2021	0.02312600%	136,683	1,035,000	13.21%	29.57%
2020	0.02200400%	121,038	959,000	12.62%	31.36%
2019	0.02004600%	85,360	974,000	8.76%	37.58%
2018	0.01958000%	50,523	968,000	5.22%	48.69%
2017	0.02124300%	63,911	893,329	7.15%	44.81%

SCHEDULE OF CONTRIBUTIONS
Last 10 Fiscal Years

Village Fiscal Year End	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2025	\$ 449	\$ (449)	\$ -	\$ 1,543,279	0.03%
2024	454	(454)	-	1,388,000	0.03%
2023	407	(407)	-	1,228,000	0.03%
2022	447	(447)	-	1,176,000	0.04%
2021	473	(473)	-	1,035,000	0.05%
2020	438	(438)	-	959,000	0.05%
2019	362	(362)	-	974,000	0.04%
2018	398	(398)	-	968,000	0.04%

The Village implemented the Government Accounting Standards Board Statement No. 75 for the year ended December 31, 2018. Requirements have been implemented prospectively; therefore, the above illustrations do not reflect similar information for the proceeding years.

Notes to Required Supplementary Information for the Year Ended December 31, 2025

Changes of benefit terms - there were no recent changes of 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.

VILLAGE OF HORTONVILLE, WISCONSIN
SUPPLEMENTARY INFORMATION

VILLAGE OF HORTONVILLE, WISCONSIN
 COMBINING BALANCE SHEETS
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2025

	SPECIAL REVENUE FUNDS					CAPITAL PROJECTS FUNDS				TOTAL NONMAJOR GOVERNMENTAL FUNDS
	LIBRARY	HOUSING AND NEIGHBORHOOD CONSERVATION	WISCONSIN DEVELOPMENT GRANT	AMERICAN RESCUE GRANT	SUBDIVISION PARK FEES	TID NO. 3	TID NO. 4	TID NO. 5	TID NO. 6	
ASSETS										
Cash and investments	\$76,484	\$ 32,772	\$ 12,149	\$ -	\$ 30,052	\$ -	\$ -	\$ -	\$ 76,614	\$ 228,071
Receivable										
Taxes	-	-	-	-	-	102,328	207,818	3,008	30,068	343,222
Loan	-	14,256	63,086	-	-	-	-	-	-	77,342
TOTAL ASSETS	76,484	47,028	75,235	-	30,052	102,328	207,818	3,008	106,682	648,635
LIABILITIES										
Due to other funds	-	-	-	-	-	156,263	50,838	34,640	-	241,741
Deposit payable	-	-	-	-	-	200	-	-	-	200
Unearned revenue - other	-	14,256	63,086	-	-	-	-	-	-	77,342
TOTAL LIABILITES	-	14,256	63,086	-	-	156,463	50,838	34,640	-	319,283
DEFERRED INFLOWS OF RESOURCES										
Taxes levied for subsequent year	-	-	-	-	-	102,328	207,818	3,008	30,068	343,222
FUND BALANCES (DEFICITS)										
Restricted	-	32,772	12,149	-	30,052	-	-	-	76,614	151,587
Assigned	76,484	-	-	-	-	-	-	-	-	76,484
Unassigned	-	-	-	-	-	(156,463)	(50,838)	(34,640)	-	(241,941)
TOTAL FUND BALANCES (DEFICITS)	76,484	32,772	12,149	-	30,052	(156,463)	(50,838)	(34,640)	76,614	(13,870)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	\$76,484	\$ 47,028	\$ 75,235	\$ -	\$ 30,052	\$ 102,328	\$ 207,818	\$ 3,008	\$ 106,682	\$ 648,635

VILLAGE OF HORTONVILLE, WISCONSIN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 YEAR ENDED DECEMBER 31, 2025

	SPECIAL REVENUE FUNDS					CAPITAL PROJECTS FUND				TOTAL NONMAJOR GOVERNMENTAL FUNDS
	LIBRARY	HOUSING AND NEIGHBORHOOD CONSERVATION	WISCONSIN DEVELOPMENT GRANT	AMERICAN RESCUE GRANT	SUBDIVISION PARK FEES	TID NO. 3	TID NO. 4	TID NO. 5	TID NO. 6	
REVENUES										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 131,476	\$ 270,768	\$ 3,162	\$ 36,803	\$ 442,209
Intergovernmental	209,210	-	-	-	-	5,235	1,654	179	4,324	220,602
Licenses and permits	-	-	-	-	2,000	-	-	-	-	2,000
Public charges for services	2,855	-	37,213	-	-	-	-	-	-	40,068
Miscellaneous	14,516	31	154	-	52	-	-	-	72	14,825
TOTAL REVENUES	<u>226,581</u>	<u>31</u>	<u>37,367</u>	<u>-</u>	<u>2,052</u>	<u>136,711</u>	<u>272,422</u>	<u>3,341</u>	<u>41,199</u>	<u>719,704</u>
EXPENDITURES										
Current										
General government	-	-	-	-	-	1,075	861	861	861	3,658
Public safety	-	-	-	-	-	3,475	7,064	1	-	10,540
Public works	-	-	-	-	-	6,658	63,314	15,616	42,369	127,957
Culture, recreation and education	344,354	-	-	-	-	-	-	-	-	344,354
Conservation and development	-	-	-	-	-	-	17,976	-	-	17,976
Capital outlay	-	-	-	-	26,000	71,360	-	-	104,447	201,807
TOTAL EXPENDITURES	<u>344,354</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,000</u>	<u>82,568</u>	<u>89,215</u>	<u>16,478</u>	<u>147,677</u>	<u>706,292</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(117,773)</u>	<u>31</u>	<u>37,367</u>	<u>-</u>	<u>(23,948)</u>	<u>54,143</u>	<u>183,207</u>	<u>(13,137)</u>	<u>(106,478)</u>	<u>13,412</u>
OTHER FINANCING SOURCES (USES)										
Transfers in	145,284	-	-	-	-	-	-	-	-	145,284
Transfers (out)	-	-	-	(520)	-	(86,395)	(122,283)	-	(41,170)	(250,368)
Issuance of long-term debt	-	-	-	-	-	71,360	-	-	215,007	286,367
TOTAL OTHER FINANCING SOURCES (USES)	<u>145,284</u>	<u>-</u>	<u>-</u>	<u>(520)</u>	<u>-</u>	<u>(15,035)</u>	<u>(122,283)</u>	<u>-</u>	<u>173,837</u>	<u>181,283</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>27,511</u>	<u>31</u>	<u>37,367</u>	<u>(520)</u>	<u>(23,948)</u>	<u>39,108</u>	<u>60,924</u>	<u>(13,137)</u>	<u>67,359</u>	<u>194,695</u>
FUND BALANCE (DEFICITS) - BEGINNING OF YEAR										
AS PREVIOUSLY REPORTED	48,973	32,741	164,392	(151,877)	54,000	(195,571)	(111,762)	(21,503)	9,255	(171,352)
ERROR CORRECTION	-	-	(189,610)	152,397	-	-	-	-	-	(37,213)
FUND BALANCE (DEFICITS) - BEGINNING OF YEAR AS RESTATED	<u>48,973</u>	<u>32,741</u>	<u>(25,218)</u>	<u>520</u>	<u>54,000</u>	<u>(195,571)</u>	<u>(111,762)</u>	<u>(21,503)</u>	<u>9,255</u>	<u>(208,565)</u>
FUND BALANCE (DEFICITS) - END OF YEAR	<u>\$ 76,484</u>	<u>\$ 32,772</u>	<u>\$ 12,149</u>	<u>\$ -</u>	<u>\$ 30,052</u>	<u>\$ (156,463)</u>	<u>\$ (50,838)</u>	<u>\$ (34,640)</u>	<u>\$ 76,614</u>	<u>\$ (13,870)</u>

VILLAGE OF HORTONVILLE, WISCONSIN
SCHEDULE OF WATER AND WASTEWATER UTILITY
OPERATING REVENUES AND EXPENSES
YEAR ENDED DECEMBER 31, 2025

	<u>WATER</u>	<u>WASTEWATER</u>	<u>TOTAL</u>
OPERATING REVENUES			
Sales:			
Metered Sales			
Residential	\$ 265,509	\$ 761,288	\$ 1,026,797
Commerical	33,603	208,384	241,987
Industrial	11,364	31,084	42,448
Multifamily	28,590	-	28,590
Other water	54,642	-	54,642
Public authorities	13,872	45,558	59,430
Interdepartmental Sales	396	-	396
TOTAL METERED SALES	407,976	1,046,314	1,454,290
Public fire protection	168,554	-	168,554
TOTAL SALES	576,530	1,046,314	1,622,844
Other operating revenues			
Other forfeited discounts	3,845	10,323	14,168
Miscellaneous	5,105	930	6,035
TOTAL OPERATING REVENUES	585,480	1,057,567	1,643,047
OPERATING EXPENSES			
Plant, maintenance and general expenses			
Plant and maintenance expenses			
Supervision and labor	91,676	47,367	139,043
Maintenance and repairs of water plant	158,448	120,798	279,246
Power purchased for pumping	30,233	84,593	114,826
Chemicals	15,098	29,186	44,284
Operating supplies and expenses	9,249	46,209	55,458
TOTAL PLANT AND MAINTENANCE EXPENSES	304,704	328,153	632,857
General expenses			
Administrative salaries and wages	126,009	127,772	253,781
Office supplies and expenses	21,716	20,664	42,380
Professional services	22,614	100,001	122,615
Property insurance	16,777	26,503	43,280
Employee benefits	38,552	41,466	80,018
Transportation	1,446	1,233	2,679
Miscellaneous	50,710	52,497	103,207
TOTAL GENERAL EXPENSES	277,824	370,136	647,960
TOTAL PLANT, MAINTENANCE AND GENERAL EXPENSES	582,528	698,289	1,280,817
Other operating expenses			
Depreciation	143,188	378,920	522,108
Taxes	629	-	629
TOTAL OTHER OPERATING EXPENSES	143,817	378,920	522,737
TOTAL OPERATING EXPENSES	726,345	1,077,209	1,803,554
OPERATING INCOME (LOSS)	\$(140,865)	\$ (19,642)	\$ (160,507)

VILLAGE OF HORTONVILLE, WISCONSIN
OTHER INFORMATION

VILLAGE OF HORTONVILLE, WISCONSIN
DETAILED STATEMENT OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED DECEMBER 31, 2025

	FINAL BUDGETED AMOUNTS	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES			
Taxes			
Property	\$ 1,094,188	\$ 1,168,323	\$ 74,135
Mobile home	74,135	-	(74,135)
Private forest crop/managed forest land	8	404	396
Other tax exempt entities	5,789	6,124	335
Interest and penalties on delinquent taxes	-	949	949
Other	-	10	10
TOTAL	<u>1,174,120</u>	<u>1,175,810</u>	<u>1,690</u>
Intergovernmental			
Federal grants	670	-	(670)
State shared taxes	641,828	644,070	2,242
State grants - public safety	2,500	2,560	60
State grants - transportation	192,743	188,868	(3,875)
Other state payments	-	4	4
County and other local grants	42,300	45,900	3,600
TOTAL	<u>880,041</u>	<u>881,402</u>	<u>1,361</u>
Licenses and Permits			
Business and occupational licenses	38,250	33,377	(4,873)
Nonbusiness licenses	4,000	3,490	(510)
Building permits and inspection fees	37,000	33,241	(3,759)
Zoning permits and fees	1,500	1,800	300
Other regulatory permits and fees	6,000	24,170	18,170
TOTAL	<u>86,750</u>	<u>96,078</u>	<u>9,328</u>
Fines, Forfeits and Penalties			
Law and ordinance violations	55,100	49,919	(5,181)
Forfeitures	6,300	8,890	2,590
TOTAL	<u>\$ 61,400</u>	<u>\$ 58,809</u>	<u>\$ (2,591)</u>

VILLAGE OF HORTONVILLE, WISCONSIN
DETAILED STATEMENT OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL - GENERAL FUND - Continued
YEAR ENDED DECEMBER 31, 2025

	<u>FINAL BUDGETED AMOUNTS</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
Public Charges for Services			
General government	\$ 3,100	\$ 4,192	\$ 1,092
Public safety	167,474	150,150	(17,324)
Sanitation and utilities	148,220	150,105	1,885
Health	20,000	13,075	(6,925)
Culture, recreation and education	55,300	55,481	181
Conservation and development	-	9,586	9,586
TOTAL	<u>394,094</u>	<u>382,589</u>	<u>(11,505)</u>
Intergovernmental Charges for Service			
Other local governments - public safety	12,970	12,954	(16)
Other local governments - public works	13,864	12,359	(1,505)
Other local governments - other	<u>12,816</u>	<u>7,158</u>	<u>(5,658)</u>
TOTAL	<u>39,650</u>	<u>32,471</u>	<u>(7,179)</u>
Miscellaneous			
Interest	93,504	76,813	(16,691)
Donations	8,000	23,655	15,655
Other miscellaneous	<u>5,500</u>	<u>13,116</u>	<u>7,616</u>
TOTAL	<u>107,004</u>	<u>113,584</u>	<u>6,580</u>
TOTAL REVENUES	<u>2,743,059</u>	<u>2,740,743</u>	<u>(2,316)</u>
OTHER FINANCING SOURCES			
Transfers in	33,097	33,617	520
Sale of capital assets	<u>7,000</u>	<u>27,100</u>	<u>20,100</u>
TOTAL OTHER FINANCING SOURCES	<u>40,097</u>	<u>60,717</u>	<u>20,620</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 2,783,156</u>	<u>\$ 2,801,460</u>	<u>\$ 18,304</u>

VILLAGE OF HORTONVILLE, WISCONSIN
DETAILED STATEMENT OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED DECEMBER 31, 2025

	FINAL BUDGETED AMOUNTS	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
EXPENDITURES			
General Government			
Legislative	\$ 20,648	\$ 23,177	\$ (2,529)
Judicial	43,895	41,805	2,090
Legal	20,000	20,556	(556)
General administration	191,122	242,265	(51,143)
Financial administration	83,592	87,589	(3,997)
General buildings and plant	49,265	57,441	(8,176)
Other insurance	62,091	69,269	(7,178)
Other general government	8,020	4,784	3,236
TOTAL	<u>478,633</u>	<u>546,886</u>	<u>(68,253)</u>
Public Safety			
Law enforcement	933,489	868,371	65,118
Fire protection	321,744	326,845	(5,101)
Ambulance	45,010	45,010	-
Building inspection	24,200	29,238	(5,038)
Other public safety	5,844	7,693	(1,849)
TOTAL	<u>1,330,287</u>	<u>1,277,157</u>	<u>53,130</u>
Public Works			
Administration	63,374	75,855	(12,481)
Street maintenance and construction	353,834	416,645	(62,811)
Road related facilities	110,233	132,798	(22,565)
Sanitation	161,088	161,331	(243)
TOTAL	<u>688,529</u>	<u>786,629</u>	<u>(98,100)</u>
Health and Human Services			
Public health services	3,100	948	2,152
Cemetery	8,910	12,229	(3,319)
TOTAL	<u>\$ 12,010</u>	<u>\$ 13,177</u>	<u>\$ (1,167)</u>

VILLAGE OF HORTONVILLE, WISCONSIN
DETAILED STATEMENT OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL - GENERAL FUND - Continued
YEAR ENDED DECEMBER 31, 2025

	<u>FINAL BUDGETED AMOUNTS</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
Culture, Recreation and Education			
Library	\$ 11,317	\$ 6,812	\$ 4,505
Parks	100,360	99,046	1,314
Recreation programs and events	53,200	64,909	(11,709)
Recreation facilities	<u>7,755</u>	<u>10,567</u>	<u>(2,812)</u>
TOTAL	<u>172,632</u>	<u>181,334</u>	<u>(8,702)</u>
Conservation and Development			
Economic development	<u>56,945</u>	<u>44,953</u>	<u>11,992</u>
TOTAL	<u>56,945</u>	<u>44,953</u>	<u>11,992</u>
TOTAL EXPENDITURES	<u>2,739,036</u>	<u>2,850,136</u>	<u>(111,100)</u>
OTHER FINANCING USES			
Transfers out	<u>145,284</u>	<u>145,284</u>	<u>-</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 2,884,320</u>	<u>\$ 2,995,420</u>	<u>\$ (111,100)</u>

VILLAGE OF HORTONVILLE, WISCONSIN
OTHER REPORTS



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Village Board
Village of Hortonville, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Hortonville, Wisconsin, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Village of Hortonville, Wisconsin's basic financial statements and have issued our report thereon dated April 1, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village of Hortonville, Wisconsin's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Hortonville, Wisconsin's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Hortonville, Wisconsin's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described below as items 2024-001, 2024-002, and 2024-003 that we consider to be material weaknesses.

2025-001 - Management's Responsibility for Preparation of Financial Statements

Program: Government Wide.

Criteria: Adequate internal controls necessitate personnel (management or others) of the Village have adequate training and knowledge that would enable you to prepare financial statements and footnotes in accordance with generally accepted accounting principles (GAAP).

Condition: The training and knowledge of your personnel limits your ability to prepare GAAP basis financial statements.

Questioned Costs: Not applicable.

Context: Personnel have adequate knowledge and experience in governmental accounting and interim reporting requirements; however, their limited knowledge and lack of training limits their ability to prepare GAAP basis financial statements.

Effect: This weakness could result in the possibility of undetected errors and irregularities.

Information: Isolated instance.

Prior Year Finding: This was a prior year audit finding numbered 2024-001.

Recommendation: Obtain adequate training or continue to hire a certified public accounting (CPA) firm to prepare GAAP basis financial statements.

Management's Response: Due to the complexities involved with preparing GAAP basis financial statements, management has weighed the cost-benefit of training personnel or hiring a CPA firm. Management has concluded to hire a CPA firm.

2025-002 - Segregation of Duties

Program: Government Wide.

Criteria: Separation of accounting duties is necessary for adequate internal control.

Condition: Separation of accounting duties for adjusting journal entries, cash receipts, cash disbursements and payroll is currently limited to obtain an adequate internal control system.

Questioned Costs: Not applicable.

Context: The number of personnel limits the separation of accounting duties.

Effect: This weakness could result in the possibility of undetected errors and irregularities.

Information: Systemic problem.

Prior Year Finding: This was a prior year audit finding numbered 2024-002.

Recommendation: Management should monitor the accounting internal controls or hire additional personnel to be able to properly separate accounting duties.

Management's Response: This weakness is impractical to entirely correct due to the limited resources and personnel available to our Village. We will continue to use other controls, where practical, to compensate for this limitation.

2025-003 - Material Audit Adjustments

Program: Government Wide.

Criteria: Generally accepted accounting principles.

Condition: Material audit adjustments were required to prevent the Village's financial statements from being materially misstated.

Questioned Costs: Not applicable.

Context: Internal controls did not identify that an adjustment should be recorded.

Information: Systemic problem.

Prior Year Finding: This was a prior year audit finding numbered 2024-003.

Effect: This weakness could result in undetected errors and irregularities and misstated interim financial reports.

Recommendation: Improve the Village's financial reporting internal controls to prevent these types of adjustments from occurring in the future. Document which accounting procedures are needed to be completed on a monthly basis to detect material adjustments.

Management's Response: The Village will incorporate financial reporting internal controls to detect material adjustments, prevent materially misstated financial statements and increase the accuracy of the interim financial reports used by management.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of Hortonville, Wisconsin's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards*, and which is described below.

2025-004 - Actual Expenditures Over Budget

Program: General Fund.

Criteria: Wisconsin Statute 65.06 prohibits spending more than budgeted expenditures.

Condition: The Village spent \$111,100 more than their adopted budget.

Questioned Costs: Not applicable.

Context: The Village did not monitor actual spending in comparison with budgeted amounts.

Effect: The Village is not in compliance with Wisconsin Statutes.

Information: Isolated instance.

Prior Year Finding: This was a prior year audit finding numbered 2024-004.

Recommendation: The Village should monitor actual expenditures compared to the adopted budget and formally amend the budget to ensure total actual expenditures do not exceed total budgeted expenditures.

Management's Response: The Village typically does not formally amend the original budget. In the future, we will review our budget calculations throughout the year and formally amend the budget if necessary.

Village of Hortonville, Wisconsin's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Village of Hortonville, Wisconsin's response to the findings identified in our audit described above. The Village of Hortonville, Wisconsin's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village of Hortonville's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village of Hortonville's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

HAWKINS ASH CPAS, LLP

A handwritten signature in dark ink that reads "Hawkins Ash CPAs, LLP". The signature is written in a cursive, slightly slanted style.

Manitowoc, Wisconsin
April 1, 2026



VILLAGE OF HORTONVILLE
 VILLAGE BOARD PRESENTATION
 DECEMBER 31, 2025 AUDIT

1. Independent Auditors' Report

- We issued an unmodified opinion. This is the best opinion that can be achieved in an audit.
- The financial statements present fairly in all material respects the financial position of the Village of Hortonville.

2. Adjusting Journal Entries

- We proposed 41 adjusting journal entries. For comparison, there were 37 adjusting journal entries last year.

3. Communications with Those Charged with Governance and Management Advisory Comments

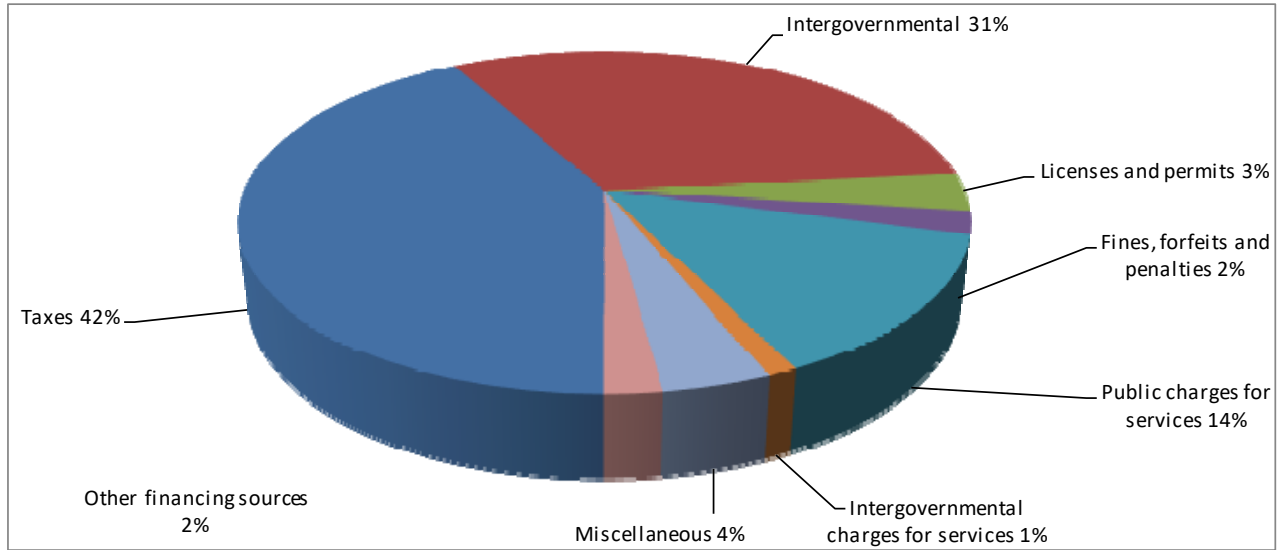
- We discovered 17 material audit adjustments. These adjustments involved property tax roll, special assessments, deferred revenues, capital outlay, depreciation expense, accumulated depreciation, due to's/from's, fund balance, principal and interest expense, accounts payable, closing a fund, grants, and capital outlay expenses.
- We identified 11 items warranting an advisory comment. The comments are listed in the Management Advisory Comment letter.

4. General Fund

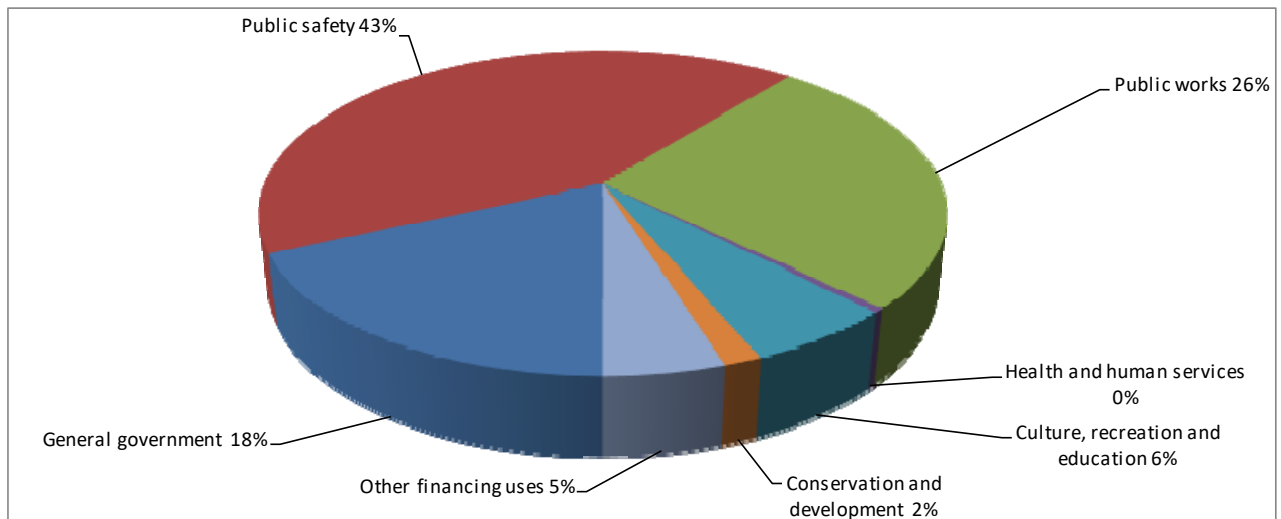
	<u>12/31/25</u>	<u>12/31/24</u>	<u>Change</u>
Assigned	\$ 508,124	\$ 474,886	\$ 33,238
Unassigned	<u>(130,789)</u>	<u>96,412</u>	<u>(227,201)</u>
Total General Fund	<u>\$ 377,335</u>	<u>\$ 571,298</u>	<u>\$ (193,963)</u>
Expenditures	\$ 2,850,136	\$ 2,603,367	\$ 246,769
Unassigned as a percent of expenditures	-5%	4%	-8%

The general fund had net change of \$193,960 for the year.

5. General Fund Revenues



6. General Fund Expenditures



7. Other Fund Balances

	<u>12/31/25</u>	<u>12/31/24</u>	<u>Change</u>
Debt Service Fund			
Restricted for			
Principal and interest payments	\$ 1,281,295	\$ 1,272,384	\$ 8,911

	<u>12/31/25</u>	<u>12/31/24</u>	<u>Change</u>
Special Revenue Funds			
Restricted for			
Housing and Neighborhood Conservation	\$ 32,772	\$ 32,741	\$ 31
Wisconsin Development Fund Grant	12,149	164,392	(152,243)
Subdivision Park Fees	30,052	54,000	(23,948)
Assigned for			
Library	76,484	48,973	27,511
Unassigned for			
American Rescue Grant	-	(151,877)	151,877
Total Special Revenue Funds	<u>\$ 151,457</u>	<u>\$ 148,229</u>	<u>\$ 3,228</u>

	<u>12/31/25</u>	<u>12/31/24</u>	<u>Change</u>
Capital Project Funds			
Restricted for			
TID No. 6	\$ 76,614	\$ 9,255	\$ 67,359
Unassigned for			
Capital improvements	(344,392)	-	(344,392)
TID No. 3	(156,463)	(195,571)	39,108
TID No. 4	(50,838)	(111,762)	60,924
TID No. 5	(34,640)	(21,503)	(13,137)
Total Capital Project Funds	<u>\$ (509,719)</u>	<u>\$ (319,581)</u>	<u>\$ (190,138)</u>

8. Proprietary Fund Balances

	<u>12/31/25</u>	<u>12/31/24</u>	<u>Change</u>
Net investment in capital assets			
Water and Wastewater	\$ 8,571,331	\$ 8,005,798	\$ 565,533
Restricted for			
Water and Wastewater debt retirement	220,643	613,848	(393,205)
Water and Wastewater replacement	720,268	690,511	29,757
Total restricted	<u>940,911</u>	<u>1,304,359</u>	<u>(363,448)</u>
Unrestricted for			
Water and Wastewater	1,328,245	1,491,845	(163,600)
Total proprietary funds	<u>\$ 10,840,487</u>	<u>\$ 10,802,002</u>	<u>\$ 38,485</u>

RESOLUTION NO. R-11-26

A RESOLUTION AUTHORIZING A ONE-TIME EMPLOYEE RECOGNITION BONUS IN CELEBRATION OF THE 250TH ANNIVERSARY OF THE UNITED STATES OF AMERICA

WHEREAS, the year 2026 marks the 250th Anniversary of the signing of the Declaration of Independence and the founding of the United States of America; and

WHEREAS, this historic milestone provides an opportunity to recognize the dedication, service, and contributions of the employees of the Village of Hortonville; and

WHEREAS, the Village Board desires to acknowledge the commitment of its employees who work daily to provide essential services and enhance the quality of life for residents; and

WHEREAS, the Village Board finds that a one-time employee recognition bonus is an appropriate way to commemorate the Nation's 250th Anniversary while recognizing the valuable service of Village employees.

NOW, THEREFORE, BE IT RESOLVED by the Village Board of the Village of Hortonville, Outagamie County, Wisconsin, as follows:

1. **Employee Recognition Bonus Authorized.** A one-time bonus in the amount of **Two Hundred Fifty Dollars (\$250.00)** shall be awarded to each regularly scheduled Village employee in recognition of the United States Semi quinentennial (250th Anniversary).
2. **Eligible Employees.** Employees eligible for the bonus shall include all regularly scheduled full-time and part-time employees employed by the Village on June 29th, 2026.
3. **Payment of Bonus.** The bonus shall be paid on the July 2nd payroll and shall be subject to all applicable federal and state tax withholdings and payroll deductions.

BE IT FURTHER RESOLVED that the Village Board expresses its appreciation to all Village employees for their continued dedication and service to the community during this historic celebration of the Nation's 250th Anniversary.

Adopted this 18 day of June, 2026

BY THE VILLAGE BOARD

Ayes _____

Jeanne Bellile, Village President

Nays _____

Jane Booth, Clerk/Treasurer

Village of Hortonville
CONTRACT BID SUMMARY

BID DUE: June 5, 2026

TIME: 12:00pm

CONTRACT NO: _____

DESCRIPTION: 2026 Hortonville Sidewalk Replacement Project

CONTRACTOR	AMOUNT BID
<u>Capital R Concrete and Coatings</u>	<u>\$12,085.00</u>
<u>P & K Flatwork Inc</u>	<u>\$17,297.50</u>
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

TOTAL BIDS RECEIVED: 2

BIDS OPENED BY: Aaron Steber

TITLE: Director of Public Works



Capital R Coatings, LLC
 P.O. Box 18
 Greenville, WI 54942

Office: (920) 427-5767
 Fax: (920) 779-3029

www.capitalRcoatings.com
 sales@capitalRcoatings.com

Proposal & Contract

To: Village of Hortonville % Aaron Steber
531 North Nash St
Hortonville, WI 54944

Date: 6/2/2026
Phone: 920-779-6011
Email: dpw@vohortonville.com

SCOPE OF WORK

The village of Hortonville has a need to replace multiple sidewalk sections along Mill St, Towne Dr and Warner St. Capital R Coatings, LLC proposes to furnish all labor and materials to complete work by August 28, 2026 as follows:

All sidewalks will be poured 4” thick with no rebar. Openings at street crossings (2) will have poly ADA traction plates for traction on the incline. All concrete will be tool jointed and sealed.

There was no specification for restoring the dirt and grass after the concrete is poured so that is included as an alternate bid below.

Replace all sidewalks designated: \$10,945.00
 Restore black dirt, seed, fertilize and cover: \$1140.00

Notes:

Proposed Cost	\$	_____
Down Payment 30%	\$	_____
Adjustments	\$	_____
Ending Balance Due	\$	_____

Conditions

All Materials are to be as specified. All work is to be completed in a workmanlike manner according to standard practices. Any deviation from above specifications involving extra costs will be executed upon written orders by homeowner and will become an extra charge to the above estimate. All agreements are contingent upon accidents, weather, or delays beyond our control. This proposal is good for 30 days, at which time it may be deemed void by seller. Final payment must be made within 30 days of billing. Any payments received more than thirty (30) days after billing, will accrue interest at the rate of 1.5% per month on said unpaid balance until paid in full. **Capital R does not promise or warrant any crack repairs, or warrant any concrete against future cracking. 20% of the down payment is non-refundable 72 hours after we receive payment.**

Notice By Prime Contractor Pursuant to Section 779.02 (2) (A)

As required by the Wisconsin Construction Lien Law, Builder Hereby notifies owner that persons or companies furnishing labor or materials for the construction on owner’s land may have lien rights on owner’s land and buildings if not paid. Those entitled to lien rights, in addition to the undersigned builder, are those who contract directly with the owner or those who give the owner notice within 60 days after they first furnish labor or materials for the construction. Accordingly, owner probably will receive notices from those who furnish labor or materials for the construction and should give a copy of the each notice received to his mortgage lender, if any. Builder agrees to cooperate with the owner and his lender, if any, to see that all potential lien claimants are duly paid. The Owner(s) hereby waive(s) any and all additional notices required under the laws and statutes of the state of Wisconsin.

Accepted: _____

Name **Date**

The above prices, specifications and conditions are hereby accepted. You are authorized to do work as specified.

Payments will be made as outlined above.

ESTIMATE

P & K Flatwork Inc

W175 Erv Ct

Kaukauna, WI 54130-8878

pkflatworkinc@gmail.com

+1 (920) 470-8375



Bill to

Hortonville Sidewalk Replacement

Ship to

Hortonville Sidewalk Replacement

Estimate details

Estimate no.: 1616

Estimate date: 06/05/2026

#	Date	Product or service	Description	Qty	Rate	Amount
1.		Concrete Sidewalk 4-Inch	Remove and Replace concrete sidewalk, including ADA Tiles	960	\$18.0182292	\$17,297.50

Total

\$17,297.50

Note to customer

permits by others

Terms

Final Payment Upon Receipt

No Retainage of payment after contracted work is completed.

Finance charge or 1.5% per month (APR 18%) will be on charged invoices unpaid 30 days from billing date if an action is necessary to enforce this agreement. The buyer will pay reasonable attorney fees and cost as determined by the courts.

Exclusions:

Permits by others

Hidden discoveries

Not responsible for any pipes, conduit, support structures, utilities, electrical, hvac items, asphalt driveways that may interfere with removal or replacement of project.

Final quantities to be tabulated at time of invoice

Quote valid for 30 days

Thank you for your business.

Accepted date

Accepted by

531 N. Nash St.
P.O. Box 99
Hortonville, WI 54944-0099



Phone: 920-779-6011
Cell: 920-538-6709
www.hortonvillewi.org

Memo: Monster Mash Event

The Fox West Chamber of Commerce, in partnership with several local businesses within the Village of Hortonville, is proposing to host the Monster Mash event on October 30, 2026.

Event organizers plan to begin setup activities at 12:00 p.m., with the event running from 3:00 p.m. to 10:00 p.m. To accommodate setup, event operations, and cleanup, Main Street between Mill Street and Nash Street would need to be closed from 12:00 p.m. until 12:00 a.m.

The Monster Mash is intended to be a family-friendly downtown event featuring a variety of entertainment, including 3-4 musical performances, 3-4 fire performance shows, more than 20 street vendors, face painting, magic shows, belly dancers, drum circles, princess character appearances, and other attractions. Attendance is projected to exceed 1,000 visitors.

Village staff will continue working with the Fox West Chamber to develop the event's operational, safety, and organizational plans. Preliminary discussions include establishing a controlled event area by closing Main Street between Nash Street and Mill Street, as well as Pine Street from Main Street to Alley 1. Current discussions contemplate limiting alcohol sales to businesses located within the Downtown Zoning District; however, the specific rules and operating procedures are still being developed.

At this time, staff is requesting authorization from the Village Board to permit the temporary closure of Main Street for the event. Prior to investing additional staff time and resources into event planning and coordination, staff would like confirmation that the Board is supportive of the proposed street closure and event concept.

O-4-26

**VILLAGE OF HORTONVILLE ORDINANCE TO REZONE
THE VILLAGE OF HORTONVILLE PARCEL 240112700 FROM (R1)
SINGLE FAMILY RESIDENTIAL TO (PI) PUBLIC INSTITUTION.**

WHEREAS, the Village of Hortonville Planning & Zoning Commission has heard and reviewed parcel 240112700 in a public hearing; and

WHEREAS, the Village of Hortonville Plan Commission, after public notice and hearing, has recommended that the Village of Hortonville Tax Parcel 240112700 be rezoned from single family residential use as shown and depicted on Exhibit 1 attached hereto; and

WHEREAS, the Village of Hortonville Plan Commission, after public notice and hearing, has recommended that the Village of Hortonville Zoning District Map be amended to reclassify Tax Parcel 240112700 from (R1) Single Family Residential to (PI) Public Institution as shown and depicted on Exhibit 1 attached; and

WHEREAS, the Village of Hortonville Village Board accepts the recommendations of the Plan Commission and deems the recommendations of the Plan as contributing to the continued growth and development of the Village and promoting the health, safety and general welfare of the Village.

NOW THEREFORE, BE IT ORDAINED AS FOLLOWS:

1. The Village of Hortonville 2045 Comprehensive Plan, and Future Land Use Map is hereby amended to designate Tax Parcel 240023400 for Parks/Open Space use as shown and depicted on Exhibit 2 attached hereto.
2. The Village of Hortonville Zoning District Map is hereby amended to reclassify Tax Parcel 240112700 from (R1) Single Family Residential to (PI) Public Institution as shown and depicted on Exhibit 1.
3. This Ordinance shall take effect upon publication.

Adopted this 18th day of June, 2026.

Ayes _____

Nays _____

Village President

ATTEST:

Village Clerk/Treasurer

Exhibit 1 (Current Zoning Code)

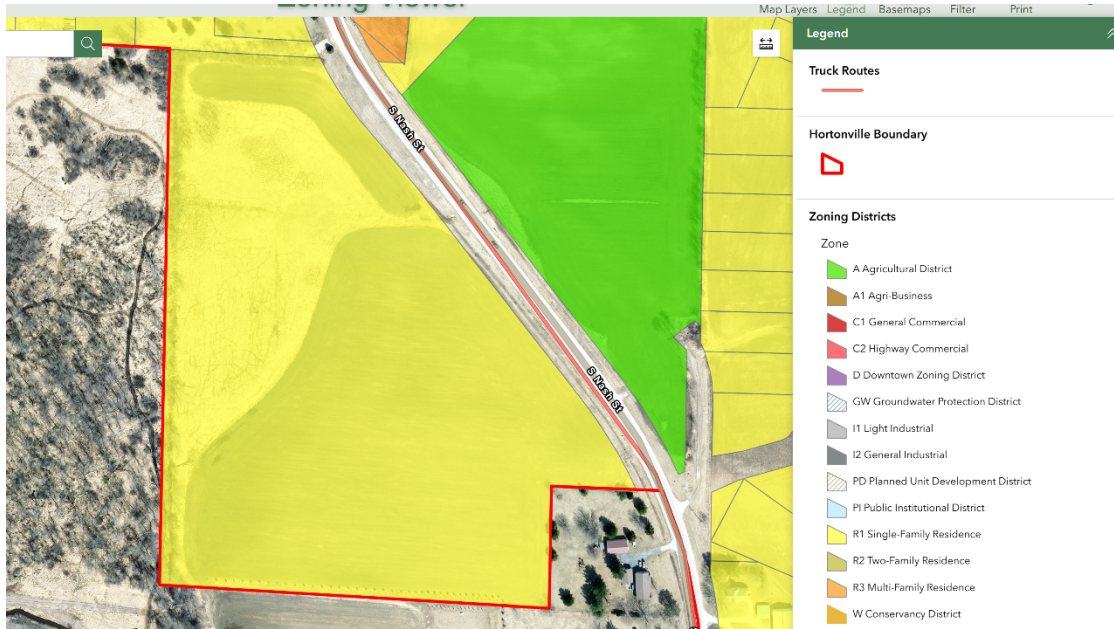


Exhibit 2 (Future Land Use)



531 N. Nash St.
P.O. Box 99
Hortonville, WI 54944-0099



Phone: 920-779-6011
Cell: 920-538-6709
www.hortonvillewi.org

Memo: Football Club property from Planning and Zoning

General Information

- The property is currently zoned R-1 Single-Family Residential.
- The applicant is requesting that the property be rezoned to PI (Public Institutional).
- Wetlands are located on the northern portion of the parcel, which is why the proposed development has been designed outside of the wetland area.
- The proposed development could be constructed under either zoning designation. The primary reasons for the rezoning request relate to accessory buildings and signage. Under the current residential zoning district, only one accessory building is permitted; however, the applicant's site plan includes two small storage structures.
- Signage is more restricted within residential zoning districts. Rezoning the property to PI would provide additional flexibility for signage. Any future accessory buildings, or signage, beyond what is shown on the submitted development plan would require approval through the Conditional Use Permit process.

The Questions that came up from residents at the Planning and Zoning Meeting

- **Concerns Regarding Lighting**
 - The current site plan does not include any exterior lighting. Should lighting be added in the future, Village ordinances require the applicant to submit a lighting plan demonstrating that light will not spill onto or negatively impact neighboring properties.
- **Concerns Regarding Sound Amplification**
 - Under the current ordinance, noise levels are evaluated at the responding officer's discretion, taking into consideration the time of day and the nature of the activity.
- **Concerns Regarding Traffic Safety and Speeding on CTH M**
 - Residents expressed concerns about vehicle speeds along CTH M. It was explained that CTH M is a county roadway, and any decisions regarding speed limits are under the jurisdiction of the county. Typically, the county evaluates traffic conditions and potential speed adjustments after development in the area has been completed.

**VILLAGE OF HORTONVILLE
RESOLUTION NO. R-10-26**

**TO ADOPT THE 2026-2030
VILLAGE OF HORTONVILLE
COMPREHENSIVE OUTDOOR RECREATION PLAN**

WHEREAS, the Village of Hortonville intends to provide its residents and visitors with adequate park and recreational opportunities and protect its unique natural and cultural resources; and

WHEREAS, the Village of Hortonville has been working with East Central Wisconsin Regional Planning Commission in updating its Outdoor Recreation Plan; and

WHEREAS, the Village of Hortonville Public Works Department on June 18, 2026 has recommended to the Village Board adoption of the Village of Hortonville 2026-2030 Comprehensive Outdoor and Recreation Plan; and

WHEREAS, the Village of Hortonville at its regular board meeting on June 18, 2026 has recommended adoption of the Village of Hortonville 2026-2030 Comprehensive Outdoor and Recreation Plan; and

WHEREAS, the Village of Hortonville 2026-2030 Comprehensive Outdoor and Recreation Plan encompasses a general outline and plan for the recreational development of the Village's parks system until the year 2030; and

WHEREAS, adoption of said plan also recommends maintaining fishing piers and docking areas, updating facilities to comply with ADA Title III rules, and trail expansion efforts in its 5 year action plan; and

WHEREAS, the 2026-2030 Village of Hortonville Comprehensive Outdoor Recreation Plan is an update to the 2021 version of the Outdoor Recreation Plan; and

WHEREAS, Village adoption of said plan is required for the Village of Hortonville to become eligible for cost sharing aid programs administered by the State of Wisconsin.

NOW, THEREFORE, BE IT RESOLVED BY THE VILLAGE BOARD OF THE VILLAGE OF HORTONVILLE in session this 18th day of June, 2026, that the Village of Hortonville Comprehensive Outdoor Recreation Plan (2026-2030) be adopted as the approved recreation plan for the Village of Hortonville.

ADOPTED this 18th day of June 2026.

BY THE VILLAGE BOARD

Ayes _____

Jeanne Bellile, Village President

Nays _____

Jane Booth, Clerk/Treasurer

This is to certify that this is a true and exact copy of Resolution R-10-26 adopted by a unanimous vote of the Hortonville Village Board at its regular meeting on June 18th, 2026.

COMPLIANCE MAINTENANCE RESOLUTION

WHEREAS: The Village of Hortonville informs the Department of Natural Resources

WHEREAS: The Village Board reviewed the Compliance Maintenance Annual Report which is attached to this resolution

WHEREAS: The Village Board set forth the following actions necessary to maintain effluent requirements contained in the WPDES Permit:

Continue to monitor the hydraulic and organic loading to the WWTP.

Financial Management Section: Continue to meet or exceed current contributions into the Equipment Replacement Fund.

NOW BE IT SO RESOLVED: The Village Board will approve the Compliance Maintenance Annual Report for 2025.

Passed by a _____ vote of the Village Board on June 18, 2026

BY THE BOARD

Jeanne Bellile, President

Jane Booth, Clerk

Ayes _____

Nays _____

Dear President and Trustees of the Hortonville Village Board,

We are writing to formally request a partnership in securing a viable permanent location for Hortonville Auto within the village. Our business is outgrowing its current space, and after an exhaustive search—including numerous discussions with Nathan and inquiries into multiple properties (both listed and unlisted)—we have identified a solution that aligns the needs of our business with the interests of local commerce and our residents.

We propose 103 E. Main Street (the open lot at the corner of Nash and Main- formerly Tom-Cin Metals, laundromat, spirit shop, photography studio, etc) as our new location. The current owner, who also operates the neighboring BP station, is supportive and eager to facilitate the construction and lease of a purpose-built facility for us. While Wolf River Bank is also supportive of this development, we face a regulatory hurdle where we hope for the Village's assistance.

This property is situated within the Downtown District (Division 4 of Section 44), which currently presents conflicting zoning interpretations between general designations (Section 44, Div 1) and specific downtown allowable uses. For instance, similar businesses in the district, such as the repair shop (old Mike Murphy Ford) at 109 N. Mill Street (General Commercial - C1 '44-68') and the BP station (Highway Commercial - C2 '44-69'), operate successfully as conditional uses. However, the existing downtown code creates ambiguity unless a business is classified under the "Lifestyle" category. (Source: Zoning classifications based on MSA Hortonville Zoning Viewer).

The location for discussion, 103 E. Main Street, is currently designated as Light Industrial (I1) per Ordinance 44-70, a classification that explicitly permits vehicle repair. Our challenge is that despite the underlying industrial zoning, the Downtown District overlay limits the list of allowable businesses unless they meet the broad, yet undefined, "Lifestyle" criteria.

We respectfully ask the Village Board to either determine that our business fits the "Lifestyle" designation or permit it as a conditional use within the Downtown District, as they have other potentially non-conforming businesses. Granting a conditional use permit provides the Village with the mechanism to ensure the property is developed and maintained to the highest standards, which is particularly beneficial given the site's current status as an underutilized eyesore at a primary intersection.

Our vision is to transform this lot into a property that complements the upcoming Memorial Square. We are committed to high-quality aesthetics, including slatted fencing to secure the work area, professional landscaping to enhance curb appeal, and a color palette (red, grey, and white) that honors our Hortonville Polar Bears.

Additionally, through reading the description of the Downtown District's intents and purposes, some of the items include:

- Promotes orderly development and redevelopment of the downtown area
- Recognizes the downtown as a unique and historical space
- Mixes land uses to create a thriving economic development and community gatherings
- Incorporates natural landscape features
- Recognizes walkability as an important feature

As a lifelong resident, I am deeply committed to Hortonville's heritage. Historically, a "Hortonville Auto" once thrived in the heart of downtown—a legacy documented in our local museum. We plan to honor this history by commissioning local talent, such as No Limits Photography, to create a lobby installation that pays homage to our shared name and the town's past. It is also noteworthy that this location has been a launching spot for many successful businesses that have remained locally or within surrounding communities.

Furthermore, our business model actively promotes walkability and economic synergy. Many of our customers wait locally during short-term repairs. We have already begun collaborating with neighboring businesses to offer customer discount coupons, encouraging patrons to visit nearby retail shops, cafes, and entertainment venues while their vehicles are serviced. This creates a mutually beneficial "shop local" ecosystem within our walkable downtown core. Additionally, Hortonville Auto is committed to sourcing many of our supplies locally, when possible.

We believe this partnership will foster growth, revitalize a key property, and honor Hortonville's history. Thank you for your time and for considering our proposal to continue serving our community.

Sincerely,

Shauna Keel and Alex Miller
Hortonville Auto



Sec. 44-155. Uses.

The following uses are allowed as permitted or conditional uses in the downtown zoning district:

Downtown Zoning District Permitted and Conditional Uses

Use	Notes	Permitted	Conditional
Mixed-use residential	First level not allowed	X	
Bed and breakfast			X
Brewery			X
Distilleries			X
Restaurant		X	
Home Occupation			X
Hotel/Motel			X
Lifestyle	Spa, wellness, etc.	X	
Lodging house			X
Off-premises signs			X
Office, government		X	
Office, professional		X	
Retail		X	
Parks		X	
Performing arts, museum		X	

(Code 1989, § 17.30(2); Ord. No. O-07-24, 7-18-2024)

531 N. Nash St.
P.O. Box 99
Hortonville, WI 54944-0099



Phone: 920-779-6011
www.hortonvillewi.org

ADMINISTRATION
clerktreas@hortonville.wi.gov

June 18, 2026

ELECTIONS

- Continue with Registered List Alerts in WisVote – Felon, Death, Duplicate
- Ballots are expected to be delivered on June 24 – deadline to mail the ABS ballots is June 25th for any applications that we have on file – after that we have 24 hours to get any new requests sent out
- Completed the express vote ballot survey with Outagamie County – 17” ballot
- Completed the Type E Notice with City of Appleton

WEBINARS/ZOOM MEETINGS/TRAININGS

- Weekly Department Head Meetings
- Weekly Staff Meetings
- WMCA District 7 Training – Village of Hobart – June 9th
- WEC Webinar – New Election Manual 996 pages (WEC combined eleven stand-alone manuals)

FINANCES

- M, W, F bank deposits
- Balance and reconcile accounts/journal entries/prepare invoices
- Approve payroll, initiated withdrawals
- Prepared EBC/HRA Reimbursement Invoices/other various invoices
- Monthly reconciliation of bank accounts
- Filed the Video Service Provider Report with the DOR
- Filed the TID reports with the DOR (TIDS 3-6)

LICENSES

- Prepared Liquor and Cigarette Licenses

PUBLICATIONS

PUBLIC RECORD REQUESTS

- Copies of all Liquor License Applications
- Parks & Rec Program Fees/Revenue data for 2025

OTHER

- Village Board agendas & packets, committee agendas
- Village Board minutes, committee minutes
- Other Committee/Commission meeting agendas & minutes as needed

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Hortonville, WI 54944-0099



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6/18/2026 Director of Public Works Report

Meetings attended:

- Staff meetings
- Department head meetings
- Meeting with contractor and consultant for Grandview Road Urbanization Project
- Meeting with consultant about help with permitting TDS projects
- Presentation to Senior Committee with Village construction updates
- Meeting with Ehlers on PSC water study
- Pre-construction meeting with contractors, subcontractors, engineers, and county for Main Street Construction Project
- Public meeting with county, engineers and contractors for Main Street Construction Project
- Pre-construction meeting with WE Energies, county and engineers for bridge replacement

Current and past projects include:

- Grandview Road Urbanization starting 6/15
- Crack-filling street maintenance starting 6/15
- Bids for 2026 sidewalk maintenance project in on June 5th at 12pm
- Continued work with County and McMahon on East side construction tentatively scheduled for 2028 as well as West side main street construction scheduled for 2029
- Working with financial consultants on long-term utility cash flows
- Public Works Committee meeting scheduled for 6/18/26 at 5 pm

Sincerely,

A handwritten signature in blue ink, appearing to read "Aaron Steber".

Aaron Steber
Director of Public Works





Hortonville Police Department
531 North Nash Street
Hortonville, WI 54944-0099
Phone: 920-779-6165
Fax: 920-779-6189
www.hortonvillewi.org

6-18-2026 Police Department Report

Meetings

- Village Department Head Meetings

Training

- Officer Ninham, Officer Pagel, Officer Sweeney, Officer Wulgaert, Officer Stephens, Officer Hauser, and I completed DOJ Firearms Qualification on 6/11
- Officer Hauser and Officer McCready attended SRO Conference 6/9 and 6/10
- Officer McCready attended school threat assessment training on 6/11
- Entire department will attend room/building clearing tactics training on 7/8

Ongoing Projects and Miscellaneous

- Reviewing e-bike and chronic nuisance ordinances
- Collecting information regarding parking concerns discussed at public safety to be taken to Village Board on July 16th.
- Finalized agreements with Seymour Police Department and Monticello Police Department for TASERS.
- Continuing to work with Verizon on Mi-Fi issue. We are experiencing network errors in certain locations. We received some other Mi-Fi units that I am testing with the officers. We are continuing to see network issues in some areas and will be exploring options.
- Worked with MSI and VC3 to resolve some issues with new printer/copier (primarily scan to e-mail feature). Resolved
- Continuing my work regarding ordinance violation on Bath Street.
- 2026 Incidents Jan 1st-June 12th (2597 incidents) (2281 incidents in same time frame in 2025)

Upcoming

- Updating ordinances for speed limits (waiting on changes proposed before completion)
- 2026 Annual Update for Sex Offender Ordinance (waiting to discuss further with legal)
- Coordinating training event with Hortonville/Hortonia Fire Department and EMS (Summer 2026)

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Nathan Treadwell - Administrator
Village.Administrator@hortonville.wi.gov

Administrator Weekly Update – 6/15/26

Economic Development

Terrace Manor (Grandview) Subdivision

- Aaron and I met with the contractors for the Villages urbanization for the southside of Grandview and they will be tying our project and this paving of this subdivision into one thing. Paving is scheduled to begin this Wednesday.

Property Near Gilbert's

- Continuing discussions with the developer regarding potential site plan modifications, including additional yard space and increasing the building height to allow for a three-story structure.

Nature's Haven Subdivision

- Held the pre-construction meeting to review project operations and the use of the construction access road.
- Initial infrastructure work began last week.

Projects

Main Street – Downtown Segment

- Conducted the pre-construction meeting last week.
- Held the public hearing, during which Vinton Construction provided an overview of the reconstruction process and project timeline.
- Village staff and I met with WE Energies to coordinate the removal of the light pole near the bridge to accommodate bridge reconstruction scheduled for July.

Columbarium Design and Layout

- Staff met with Matthewson to discuss the changes in scope and plans for this development. We are the same page now for our plan we will be bidding out the site work separate from the Columbarium work.

Zoning Project

- Cole and I have been working on draft documents outlining proposed ordinance changes for review by the Planning and Zoning Commission, as well as developing an implementation strategy.

Comprehensive Outdoor Recreation Plan Update

- Cole prepared the final approval resolution, which is scheduled for consideration at this week's Village Board meeting.

Miscellaneous

- Attended the Wisconsin Economic Development Corporation webinar regarding annual reporting requirements and data collection for the downtown district.
- Met with a prospective buyer of the former BMO Bank property. The individual has been evaluating the property for several months and discussed potential collaboration opportunities with the Village related to parking and other site considerations.
- Participated in a meeting with the Fox West Chamber of Commerce and local business owners to discuss a potential downtown event planned for later this year.

2026

MAY

VILLAGE OF HORTONVILLE BUILDING PERMITS

Permit Number	Name	Address	Project	Estimated Proj. Cost	Permit Fee	Type
26-27	Robert Lindmark	606 Horton Terrace	Basement Remodel	1,000.00	75.00	Res
26-28	Shawn Buelow	209 Howard Dr	Fence Permit	6,125.00	50.00	Res
26-29	Ryan Hansch	307 Greenbrier Dr	Remodel Basement	20,000.00	310.50	Res
26-30	Anthony Clark	708 Giese St	Deck Permit	9,000.00	122.90	Res
26-31	Paula & Jeff Lebeck	232 Brookwvood Dr	Prep Kitchen in Garage	10,000.00	173.70	Res
26-32	Kassi Tews	204 Gabriel Lane	Fence Permit	14,869.66	50.00	Res
26-33	Ron Cohen	305 Greenbrier Dr	16 x 25 Deck	35,000.00	160.00	Res
26-34	Jon Weiss	250 E Main St	Generator Installation	15,724.24	80.00	Res
26-35	Elizabeth Page	217 Emily Way	Fence Permit	14,247.00	50.00	Res
26-36	Roland Patton	511 Nye Street	21 x 27 Detached Garage	7,000.00	160.05	Res
TOTALS				132,965.90		

2025			2026		
Permit Types	Number of Permits	Project Cost	Permit Types	Number of Permits	Project Cost
residential total	6	32,472.32	residential total	10	132,965.90
new residential total	7	2,099,600.00	new residential total		
multi-family total			multi-family total		
comm/ind total			comm/ind total		
municipal, public total			municipal, public total		
Total	13	\$2,132,072.32	Total	10	\$132,965.90

Prepared by Village office staff