

*******NOTE*******

**THE VILLAGE
BOARD MEETING
WILL BE HELD**

**ON TUESDAY,
OCTOBER 13, 2015
AT 7:00 PM IN THE
BOARD ROOM**

**VILLAGE BOARD AGENDA
TUESDAY, OCTOBER 13, 2015
7:00 PM
BOARD ROOM, MUNICIPAL BUILDING, 210 COTTONWOOD AVENUE**

Roll Call

Pledge of Allegiance – Trustee Swenson

Public Comments: (Please be advised the Village Board will receive information from the public for a three minute time period per person, with time extensions per the Village President's discretion. Be it further advised that there may be limited discussion on the information received, however, no action will be taken under public comments.)

1. Consideration of a motion to approve Village Board minutes of September 28, 2015.
2. Consideration of a motion to approve the vouchers for payment.
3. Consideration of actions related to Licenses and Permits
 - a. Consideration of a motion to approve Operator (Bartender) Licenses with terms ending June 30, 2016
 - b. Consideration of a motion to approve a Temporary Class "B" license for St. Charles, Moonlight Trivia
 - c. Consideration of motion to approve a Temporary Operator's license for Moonlight Trivia
 - d. Consideration of a motion to approve a Street Use Permit for Lighthouse events 5K on Campus Drive
4. Consideration of actions related to the issuance of Bonds
 - a. Presentation of information regarding proposals received for the sale of bonds as approved by the Village Board.
 - b. Consideration of Resolution No. 10/13/2015-01, Resolution Awarding The Sale Of \$3,020,000 General Obligation Corporate Purpose Bonds, Series 2015A
5. Announcements: The following individuals will be given an opportunity to make announcements at the meeting in regards to (1) activities taken since the previous meeting on behalf of the community, (2) future municipal activities, and (3) communications received from citizens. It is not contemplated that these matters will be discussed or acted upon. The following individuals may provide announcements: Village President or individual Village Board members or Village Administrator or other Village Staff members.
6. Adjourn.

David E. Cox, Village Administrator

Notice: Please note that upon reasonable notice, efforts will be made to accommodate the needs of disabled individuals through appropriate aids and services. For additional information or to request this service, contact Darlene Igl, Village Clerk, at 262/367-2714. The Municipal Building is handicap accessible.

**VILLAGE BOARD MINUTES
MONDAY, SEPTEMBER 28, 2015
7:00 PM**

BOARD ROOM, MUNICIPAL BUILDING, 210 COTTONWOOD AVENUE

Present: Trustees Stevens, Meyers, Compton, Landwehr, Swenson, Wallschlager and President Lamerand.

Others: Finance Director Bailey, DPW Director Einweck, Police Chief Rosch, Interim Fire Chief Dean. Clerk Igl, Steve Martinez.

Roll Call

Pledge of Allegiance – Trustee Wallschlager

Public Comments: (Please be advised the Village Board will receive information from the public for a three minute time period per person, with time extensions per the Village President's discretion. Be it further advised that there may be limited discussion on the information received, however, no action will be taken under public comments.) None.

1. Motion (Meyers/Swenson) to approve Village Board minutes of September 14, 2015. Carried (7-0).
2. Motion (Landwehr/Swenson) to approve the vouchers for payment in the amount of \$350,545.03. Carried (6-0). Meyers abstained.
3. Consideration of actions related to Licenses and Permits
 - a. Motion (Wallschlager/Swenson) to approve Operator (Bartender) Licenses with terms ending June 30, 2016. Carried (7-0).
 - b. Actions related to the consideration of the issuance of a Class "A" Liquor License (cider only) for the premise located at 101 E. Capitol Dr. (Stop-N-Go of Madison, Inc., Andrew Bowman, Agent)
 - i. **PUBLIC HEARING**
President Lamerand opened the Public Hearing at 7:02 p.m. No comments were received and the Public Hearing was closed at 7:03 p.m.
 - ii. Motion (Swenson/Wallschlager) to approve issuance of a Class "A" Liquor License (cider only) for the premise located at 101 E. Capitol Dr. to Stop-N-Go of Madison, Inc., Andrew Bowman, Agent.

Items referred from the September 21, 2015 Plan Commission meeting

4. Actions related to proposed Zoning Code and general Code amendments to allow the Architectural Board to conditionally eliminate the requirement for review of single family residences in subdivisions with active homeowners associations.

VILLAGE BOARD MINUTES
MONDAY, SEPTEMBER 28, 2015
7:00 PM
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- a. **PUBLIC HEARING** regarding Bill for an Ordinance No. 08/24/2015-01, An Ordinance To Amend Chapter 46 And Chapter 18 Of The Village Of Hartland Municipal Code Pertaining To Architectural Board And Building Permits.

President Lamerand opened the Public Hearing at 7:04 p.m. No comments were received and the Public Hearing was closed at 7:05 p.m.

- b. Consideration of adoption on third reading of Ordinance No. 08/24/2015-01, An Ordinance To Amend Chapter 46 And Chapter 18 Of The Village Of Hartland Municipal Code Pertaining To Architectural Board And Building Permits.

Trustee Wallschlager asked for clarification regarding this proposed ordinance change and how compliance would be addressed. It was discussed that this change only applies to new construction that has been approved by an architectural committee in the development. President Lamerand clarified that this is a limited conditional elimination and that the Building Inspector may still refer to the Architectural Board if he feels it necessary.

Motion (Meyers/Swenson) to adopt Ordinance No. 08/24/2015-01, An Ordinance To Amend Chapter 46 And Chapter 18 Of The Village Of Hartland Municipal Code Pertaining To Architectural Board And Building Permits. Carried (7-0).

5. Motion (Meyers/Wallschlager) to approve an application for a revised site plan and building addition for light manufacturing for Herbsmith at 455 E. Industrial Drive. Carried (7-0).
6. Motion (Compton/Swenson) to approve an Extraterritorial Preliminary Plat for the Hawks Haven Subdivision on Maple Avenue south of North Shore Drive (CTH KE). Carried (7-0).

Other items for consideration

7. Motion (Landwehr/Swenson) to approve the 2015 Crack Sealing Contract with Precision Sealcoating Inc. in the amount of \$45,000. Carried (7-0).
8. Motion (Landwehr/Swenson) to approve a revised traffic control sign plan for the Windrush Subdivision. Carried (7-0).
9. Consideration of a motion to approve a Letter Agreement with Crown Castle regarding cellular sites at the Hill Street water tower site.

It was clarified that the escalator in the contract will be a 3% increase after 2016. DPW Director Einweck stated that the Village will retain the rights to the land so that if another carrier wanted to use the site the Village could work out a contract.

Motion (Swenson/Landwehr) to approve a Letter Agreement with Crown Castle regarding cellular sites at the Hill Street water tower site. Carried (7-0).

10. Consideration of a motion to approve an amended Development Agreement for the Four Winds West Subdivision.

It was stated that the original agreement called for 48 lots in the development but that has been reduced to 47 lots due to the fact that the DNR identified a small wetland on the property which must be protected. The amended agreement includes the reduction in the number of lots and delaying the deadlines for construction of improvement from October 2015 to October 2016.

Motion (Swenson/Meyers) to approve an amended Development Agreement for the Four Winds West Subdivision. Carried (7-0).

11. Consideration of a motion to approve a Mutual Cooperation Agreement under the Housing and Community Development Act and the National Affordable Housing Act with Waukesha County.

President Lamerand stated that the Village originally signed this agreement in 1992. Motion (Compton/Swenson) to approve the Mutual Cooperation Agreement under the Housing and Community Development Act and the National Affordable Housing Act with Waukesha County. Carried (7-0).

12. Announcements: The following individuals will be given an opportunity to make announcements at the meeting in regards to (1) activities taken since the previous meeting on behalf of the community, (2) future municipal activities, and (3) communications received from citizens. It is not contemplated that these matters will be discussed or acted upon. The following individuals may provide announcements: Village President or individual Village Board members or Village Administrator or other Village Staff members.

President Lamerand reminded viewers that there is a special election on Sept. 29 and that the polls are open from 7 a.m. to 8 p.m.

Trustee Wallschlager reminded viewers of the Buddy Walk on Saturday at North Shore Middle School from 10 a.m. to 2:30 p.m.

Fire Chief Dean stated that the annual Pancake Breakfast and Open House is scheduled from 7 a.m. to 1:00 p.m. on Saturday, October 10.

13. Adjourn.

Motion (Stevens/Wallschlager) to adjourn. Carried (7-0). Meeting adjourned at 7:14 p.m.

Respectfully submitted,

Darlene Igl
Village Clerk

TO: Village President & Board of Trustees

FROM: Kinsey Detert, Fiscal Clerk

DATE: October 9, 2015

RE: Voucher List

Attached is the voucher list for the October 13, 2015 Village Board meeting.

October 13, 2015 Checks:	\$140,990.98
September Manual Checks	\$ 51,487.27
September Wires:	<u>\$356,913.79</u>
Total amount to be approved:	<u>\$549,392.04</u>

VILLAGE OF HARTLAND
VOUCHER LIST - OCTOBER 13, 2015

Account Descr	Search Name	Comments	Amount
EXPENSE Descr			
G 101-23000 SPECIAL DEPOSITS	COTTONWOOD INVESTMENTS LLC	REFUND BOND 122 COTTONWOOD	\$6,000.00
G 101-21550 UNION DUES DEDUCTIONS PAYABLE	HARTLAND PROFESSIONAL POLICE	OCTOBER DUES	\$375.00
R 101-46730 RECREATION CLASSES	JUDGE, JAMIE A	BABYSITTING REFUND	\$44.00
G 101-24240 COURT FINES DUE STATE	LAKE CTRY MUNICIPAL COURT	ROBINSON/1157818-3	\$363.00
EXPENSE Descr			\$6,782.00
EXPENSE Descr AMBULANCE			
E 101-52300-800 CAPITAL OUTLAY	5 ALARM FIRE	TURNOUT GEAR/KONEN	\$1,761.95
E 101-52300-300 OPERATING SUPPLIES/EXPENSES	AIRGAS USA LLC	MEDICAL OXYGEN	\$299.29
E 101-52300-300 OPERATING SUPPLIES/EXPENSES	EMERGENCY MEDICAL PRODUCTS	EMS SUPPLIES	\$620.83
E 101-52300-290 OUTSIDE SERVICES/CONTRACTS	REDLIN, KENNETH MD	TESTING/QUINT & SHIMEL	\$355.00
EXPENSE Descr AMBULANCE			\$3,037.07
EXPENSE Descr CABLE TELEVISION			
E 101-55370-300 OPERATING SUPPLIES/EXPENSES	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$30.00
EXPENSE Descr CABLE TELEVISION			\$30.00
EXPENSE Descr CORPORATE RESERVE EXPENSES			
E 402-59900-840 PUBLIC WORKS EXPENSE	CAPITAL AUTOBODY LLC	PAINT TRUCK #26	\$5,035.00
EXPENSE Descr CORPORATE RESERVE EXPENSES			\$5,035.00
EXPENSE Descr ECONOMIC DEVELOPMENT			
E 804-56700-711 FAÇADE PROGRAM	FLOWER GARDEN	FAÇADE GRANT (PAINT)	\$1,300.00
EXPENSE Descr ECONOMIC DEVELOPMENT			\$1,300.00
EXPENSE Descr ELECTIONS			
E 101-51440-300 OPERATING SUPPLIES/EXPENSES	FOX BROS PIGGLY WIGGLY	ELECTION BAKERY	\$12.49
E 101-51440-300 OPERATING SUPPLIES/EXPENSES	FOX BROS PIGGLY WIGGLY	ELECTION BAKERY	\$12.49
E 101-51440-300 OPERATING SUPPLIES/EXPENSES	JOURNAL COMMUNITY PUBL	LEGAL NOTICES	\$218.65
EXPENSE Descr ELECTIONS			\$243.63
EXPENSE Descr FINANCIAL ADMINISTRATION			
E 101-51500-300 OPERATING SUPPLIES/EXPENSES	AT&T	SEPT/OCT SERVICE	\$16.51
E 101-51500-290 OUTSIDE SERVICES/CONTRACTS	BANYON DATA SYSTEMS INC	POS TAX ENTRY SUPPORT	\$440.00
E 101-51500-290 OUTSIDE SERVICES/CONTRACTS	DIVERSIFIED BENEFIT SERVICES	SEPTEMBER FEES	\$110.04
E 101-51500-300 OPERATING SUPPLIES/EXPENSES	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$102.66

Account Descr	Search Name	Comments	Amount
EXPENSE Descr FINANCIAL ADMINISTRATION			\$669.21
EXPENSE Descr FIRE PROTECTION			
E 101-52200-220 UTILITY SERVICES	AT&T	SEPT/OCT SERVICE	\$16.51
E 101-52200-360 VEHICLE MAINT/EXPENSE	AUTOMOTIVE PARTS & EQUIPMENT	BRAKE PADS/BRAKE ROTOR	\$208.35
E 101-52200-360 VEHICLE MAINT/EXPENSE	AUTOMOTIVE PARTS & EQUIPMENT	BRAKE PADS/BRAKE ROTOR	\$105.99
E 101-52200-255 BLDGS/GROUNDS	B & K ELECTRIC, INC.	REPL PHOTO EYES/REPL EXIT LIGHT	\$255.00
E 101-52200-300 OPERATING SUPPLIES/EXPENSES	BATTERY PRODUCTS INC	BATTERIES	\$98.70
E 101-52200-300 OPERATING SUPPLIES/EXPENSES	BENDLIN FIRE EQUIPMENT CO, INC	FEMALE COUPLING/HOSE	\$51.00
E 101-52200-300 OPERATING SUPPLIES/EXPENSES	BENDLIN FIRE EQUIPMENT CO, INC	PSI AIR TANKS HYDROTESTED	\$340.00
E 101-52200-255 BLDGS/GROUNDS	BIEBELS TRUE VALUE	FLOWERS	\$63.00
E 101-52200-360 VEHICLE MAINT/EXPENSE	ELECTRICAL REBUILDERS INC	REPAIR #4371	\$2,981.70
E 101-52200-220 UTILITY SERVICES	HARTLAND WATER & SEWER	3RD QTR WATER & SEWER	\$213.55
E 101-52200-300 OPERATING SUPPLIES/EXPENSES	INTE OFFICE PRODUCTS INC	PAPER/INCCART/MARKER/CASSETTE	\$258.95
E 101-52200-300 OPERATING SUPPLIES/EXPENSES	MUELLERS ELECTRONICS	REPAIR PAGERS/TUNE/PROGRAM	\$564.96
E 101-52200-220 UTILITY SERVICES	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$572.15
E 101-52200-360 VEHICLE MAINT/EXPENSE	PARTS HUT HARTLAND	EXHAUST CLAMP	\$9.18
E 101-52200-300 OPERATING SUPPLIES/EXPENSES	PIONEER SUPPLY LLC	PAPER SUPPLIES	\$198.00
E 101-52200-300 OPERATING SUPPLIES/EXPENSES	PIONEER SUPPLY LLC	LAUNDRY SOAP	\$89.00
EXPENSE Descr FIRE PROTECTION			\$6,026.04
EXPENSE Descr GENERAL ADMINISTRATION			
E 101-51400-300 OPERATING SUPPLIES/EXPENSES	AT&T	SEPT/OCT SERVICE	\$16.51
E 101-51400-300 OPERATING SUPPLIES/EXPENSES	JOURNAL COMMUNITY PUBL	LEGAL NOTICES	\$21.27
E 101-51400-300 OPERATING SUPPLIES/EXPENSES	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$102.66
EXPENSE Descr GENERAL ADMINISTRATION			\$140.44
EXPENSE Descr INSPECTION			
E 101-52400-300 OPERATING SUPPLIES/EXPENSES	AT&T	SEPT/OCT SERVICE	\$16.51
E 101-52400-300 OPERATING SUPPLIES/EXPENSES	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$102.66
EXPENSE Descr INSPECTION			\$119.17
EXPENSE Descr LAW ENFORCEMENT			
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	AT&T	SEPT/OCT SERVICE	\$16.50
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	BIEBELS TRUE VALUE	ADHESIVE/ENAMEL	\$14.52
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	BIEBELS TRUE VALUE	SHEET METAL	\$6.11
E 802-52100-300 OPERATING SUPPLIES/EXPENSES	BLAIRS TRUE VALUE	PAYMENT TO NEW BERLIN ACCOUNT	\$32.47
E 101-52100-290 OUTSIDE SERVICES/CONTRACTS	CHILDS, CRAIG D	JOB COACHING	\$300.00
E 101-52100-290 OUTSIDE SERVICES/CONTRACTS	CUSTOM SERVICE INFORMATION	POLICY/ACCREDITATION SERVICE	\$1,000.00
E 803-52100-300 OPERATING SUPPLIES/EXPENSES	HARTLAND SERVICE INC	LIGHT/AWNING MIU TRAILER	\$275.51
E 101-52100-360 VEHICLE MAINT/EXPENSE	HARTLAND SERVICE INC	BRAKE LAMP	\$15.16

Account Descr	Search Name	Comments	Amount
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	KEN WEBER TRUCK SERVICE	TOW STOLEN VEHICLE	\$135.00
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	KUSTOM SIGNALS INC	REPAIRS TO RADAR UNIT	\$97.80
E 101-52100-290 OUTSIDE SERVICES/CONTRACTS	LEXISNEXIS	SEPTEMBER USE FEE	\$131.00
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	MUELLER, ADAM	REIMBURSE CLOTHING ALLOWANCE	\$234.08
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$102.66
E 101-52100-290 OUTSIDE SERVICES/CONTRACTS	PROHEALTH CARE (LAB BILLING)	LEGAL BLOOD DRAWS	\$140.00
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	PROHEALTH CARE MEDICAL ASSOC	DRUG SCREEN/JEWELL	\$43.00
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	RUNDLE-SPENCE MFG CO	FLUSH VALVE	\$267.75
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	STREICHER S	WEAPON CLEANING SOLUTION	\$82.98
E 101-52100-290 OUTSIDE SERVICES/CONTRACTS	VERIZON WIRELESS	AUG - SEPT CELLPHONE	\$114.95
E 101-52100-290 OUTSIDE SERVICES/CONTRACTS	VERIZON WIRELESS	AUG - SEPT CELLULAR	\$788.73
E 802-52100-300 OPERATING SUPPLIES/EXPENSES	VERIZON WIRELESS	AUG - SEPT CELLPHONE	\$21.33
E 802-52100-300 OPERATING SUPPLIES/EXPENSES	WALMART COMMUNITY	SUPPLIES FOR SCIT TEAM	\$24.81
E 101-52100-300 OPERATING SUPPLIES/EXPENSES	WCTC(BILLING)	TRAINING FEE	\$119.52
EXPENSE Descr LAW ENFORCEMENT			\$3,963.88
EXPENSE Descr LIBRARY			
E 101-55110-220 UTILITY SERVICES	AT&T	SEPT/OCT SERVICE	\$16.51
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (C031146 3)	BOOKS	\$261.60
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L033027 2)	BOOKS	\$14.56
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L033027 2)	BOOKS	\$101.53
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L033027 2)	BOOKS	\$15.68
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L033027 2)	BOOKS	\$187.36
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L033027 2)	BOOKS	\$19.60
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L033027 2)	BOOKS	\$10.70
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L033027 2)	BOOKS	\$30.20
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L539676 2)	BOOKS	\$146.55
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L539676 2)	BOOKS	\$191.00
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L676958 2)	BOOKS	\$73.27
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L676958 2)	BOOKS	\$12.59
E 101-55110-310 BOOKS & MATERIALS	BAKER & TAYLOR (L676958 2)	BOOKS	\$10.07
E 101-55110-255 BLDGS/GROUNDS	BATTERIES PLUS	LIGHTING	\$46.90
E 101-55110-310 BOOKS & MATERIALS	BRILLIANCE AUDIO INC	ADULT AUDIOBOOK	\$47.98
E 101-55110-300 OPERATING SUPPLIES/EXPENSES	FUNN & BALONEY, LTD	COLORAMA KEY TAG	\$428.71
E 101-55110-220 UTILITY SERVICES	HARTLAND WATER & SEWER	3RD QTR WATER & SEWER	\$290.11
E 101-55110-300 OPERATING SUPPLIES/EXPENSES	INTER OFFICE PRODUCTS INC	DUSTER/TAPE DISPENSER	\$187.86
E 101-55110-250 JANITORIAL SERVICE	KLEAN LINE LLC	OCTOBER JANITORIAL SERV	\$685.00
E 101-55110-220 UTILITY SERVICES	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$102.66
E 101-55110-310 BOOKS & MATERIALS	PENGUIN RANDOM HOUSE LLC	ADULT/CHILDREN AUDIOBOOKS	\$33.75
E 101-55110-310 BOOKS & MATERIALS	PENGUIN RANDOM HOUSE LLC	ADULT/CHILDREN AUDIOBOOKS	\$88.50
E 101-55110-310 BOOKS & MATERIALS	PENGUIN RANDOM HOUSE LLC	ADULT/CHILDREN AUDIOBOOKS	\$95.25

Account Descr	Search Name	Comments	Amount
E 101-55110-310 BOOKS & MATERIALS	PENGUIN RANDOM HOUSE LLC	ADULT/CHILDREN AUDIOBOOKS	\$26.25
E 101-55110-310 BOOKS & MATERIALS	RECORDED BOOKS LLC	ADULT AUDIOBOOKS	\$198.00
E 101-55110-220 UTILITY SERVICES	WE ENERGIES	SEPT ELECTRIC	\$71.18
E 101-55110-290 OUTSIDE SERVICES/CONTRACTS	WILS (WT LIBRARY SERVICES)	ANNUAL TITLE SOURCE	\$1,716.75
EXPENSE Descr LIBRARY			\$5,110.12
EXPENSE Descr MUNICIPAL BUILDING			
E 101-51600-290 OUTSIDE SERVICES/CONTRACTS	ALSCO	FLOOR MAT SERVICE	\$93.89
E 101-51600-255 BLDGS/GROUNDS	CA LIGHTING LENSES INC	LED BULBS	\$213.00
E 101-51600-230 HVAC REPAIRS	DILLETT MECHANICAL SERVICE	SERVICE CALL / BLOWER WHEEL	\$221.50
E 101-51600-220 UTILITY SERVICES	HARTLAND WATER & SEWER	3RD QTR WATER & SEWER	\$365.82
E 101-51600-290 OUTSIDE SERVICES/CONTRACTS	KLEAN LINE LLC	OCTOBER JANITORIAL SERVICE	\$705.00
EXPENSE Descr MUNICIPAL BUILDING			\$1,599.21
EXPENSE Descr PARKS			
E 101-55200-365 BLDGS/GROUNDS MAINT EXPENSE	BIEBELS TRUE VALUE	BRUSHES	\$11.69
E 101-55200-365 BLDGS/GROUNDS MAINT EXPENSE	BIEBELS TRUE VALUE	GALLON CLEANER/SPLASH PAD	\$24.18
E 101-55200-370 ATHLETIC FACILITY MAINTENANCE	COMMERCIAL RECREATION SPECIALI	FULL CONE SPRAY	\$138.00
E 101-55200-370 ATHLETIC FACILITY MAINTENANCE	FAULKS BROS/WAUPACA SAND	SURE HOP INFIELD MIX	\$521.31
E 101-55200-370 ATHLETIC FACILITY MAINTENANCE	FAULKS BROS/WAUPACA SAND	SURE HOP INFIELD MIX	\$526.54
E 101-55200-220 UTILITY SERVICES	HARTLAND WATER & SEWER	3RD QTR WATER & SEWER	\$1,779.13
E 101-55200-220 UTILITY SERVICES	WE ENERGIES	AUG/SEPT CENTENNIAL	\$49.20
E 101-55200-365 BLDGS/GROUNDS MAINT EXPENSE	WERNER ELECTRIC SUPPLY	CLIPS FOR BREAKER	\$1.08
E 101-55200-365 BLDGS/GROUNDS MAINT EXPENSE	WOLF PAVING CO INC	ASPHALT	\$89.51
EXPENSE Descr PARKS			\$3,140.64
EXPENSE Descr PUBLIC WORKS			
E 101-53000-220 UTILITY SERVICES	AT&T	SEPT/OCT SERVICE	\$16.50
E 101-53000-220 UTILITY SERVICES	AT&T	AUG/SEPT CELLULAR	\$64.35
E 101-53000-360 VEHICLE MAINT/EXPENSE	AUTOMOTIVE PARTS & EQUIPMENT	CAP SCR/WASHER	\$41.50
E 101-53000-360 VEHICLE MAINT/EXPENSE	AUTOMOTIVE PARTS & EQUIPMENT	FILTER	\$167.29
E 101-53000-300 OPERATING SUPPLIES/EXPENSES	BATTERY PRODUCTS INC	CAMERA BATTERIES	\$8.92
E 101-53000-365 BLDGS/GROUNDS MAINT EXPENSE	BIEBELS TRUE VALUE	CONCRETE ANCHORS	\$14.82
E 101-53000-360 VEHICLE MAINT/EXPENSE	BRUCE MUNICIPAL EQUIPMENT INC	NOZZLE RUBBER RUNNER	\$56.52
E 101-53000-360 VEHICLE MAINT/EXPENSE	BRUCE MUNICIPAL EQUIPMENT INC	GUTTERSHOE	\$187.79
E 101-53000-430 SNOW & ICE REMOVAL	COMPASS MINERALS	ROAD SALT	\$22,795.84
E 101-53000-360 VEHICLE MAINT/EXPENSE	CROSSROADS TRUCK REPAIR	BRAKE VALVE #27/HANGERS	\$643.24
E 101-53000-360 VEHICLE MAINT/EXPENSE	E.H. WOLF	GASOLINE/DIESEL FUEL/OFF ROAD DIESEL FUEL	\$939.04
E 101-53000-360 VEHICLE MAINT/EXPENSE	E.H. WOLF	UNLEADED FUEL	\$1,561.08
E 101-53000-360 VEHICLE MAINT/EXPENSE	E.H. WOLF	DRUM 15W40 OIL	\$687.50
E 101-53000-360 VEHICLE MAINT/EXPENSE	E.H. WOLF	DIESEL FUEL	\$593.93

Account Descr	Search Name	Comments	Amount
E 101-53000-220 UTILITY SERVICES	HARTLAND WATER & SEWER	3RD QTR WATER & SEWER	\$239.03
E 101-53000-360 VEHICLE MAINT/EXPENSE	INTERSTATE BATTERIES	BATTERY #32	\$112.95
E 101-53000-180 OTHER BENEFITS	JUNGBLUTH, LEO	SHOE ALLOWANCE	\$124.99
E 101-53000-410 STREETS GEN MAINT	KAESTNER AUTO ELECTRIC CO	FLAG POLES/ACORNS	\$160.00
E 101-53000-410 STREETS GEN MAINT	LANGE ENTERPRISES INC	NO PARKING/DO NOT BLOCK SIGN	\$129.24
E 101-53000-410 STREETS GEN MAINT	LANGE ENTERPRISES INC	SIGNS	\$39.77
E 101-53000-420 STORM SEWER	OKAUCHEE REDI-MIX INC	CONCRETE	\$76.50
E 101-53000-360 VEHICLE MAINT/EXPENSE	OLD DOMINIUM BRUSH	CENTER / SIDE BROOMS	\$711.10
E 101-53000-300 OPERATING SUPPLIES/EXPENSES	OLSEN SAFETY EQUIPMENT CORP	EARPLUGS/GLOVES/GLASSES	\$217.57
E 101-53000-220 UTILITY SERVICES	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$300.97
E 101-53000-360 VEHICLE MAINT/EXPENSE	POMP S TIRE SERVICE INC	TIRES #36	\$1,564.44
E 101-53000-360 VEHICLE MAINT/EXPENSE	PRICE ENGINEERING	COOLER LINES/FITTINGS	\$308.45
E 101-53000-360 VEHICLE MAINT/EXPENSE	PROVEN POWER INC	MOWER DECK WHEEL	\$96.83
E 101-53000-360 VEHICLE MAINT/EXPENSE	PROVEN POWER INC	MOWER WHEEL	\$143.96
E 101-53000-180 OTHER BENEFITS	SPIC AND SPAN INC	UNIFORMS	\$129.00
E 101-53000-180 OTHER BENEFITS	SPIC AND SPAN INC	UNIFORMS	\$102.00
E 101-53000-180 OTHER BENEFITS	SPIC AND SPAN INC	UNIFORMS	\$102.00
E 101-53000-180 OTHER BENEFITS	SPIC AND SPAN INC	UNIFORMS	\$129.00
E 101-53000-360 VEHICLE MAINT/EXPENSE	TRUCK COUNTRY OF WISCONSIN	RADIATOR/BYPASS HOSE	\$270.69
E 101-53000-360 VEHICLE MAINT/EXPENSE	TRUCK COUNTRY OF WISCONSIN	RADIATOR/BYPASS HOSE	\$67.39
E 101-53000-225 STREET LIGHTING	WE ENERGIES	AUG-SEPT ST LIGHTING	\$8,271.34
EXPENSE Descr PUBLIC WORKS			\$41,075.54
EXPENSE Descr RECREATION PROGRAMS/EVENTS			
E 101-55300-300 OPERATING SUPPLIES/EXPENSES	AT&T	SEPT/OCT SERVICE	\$16.51
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	BULLARD, KELLY	SEPT ZUMBA PUNCH CARD	\$134.40
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	BULLARD, KELLY	AUG-SEPT TUESDAY ZUMBA	\$84.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	DUMA, KERRY	SEPT GENTLE STRETCH YOGA	\$235.20
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	DUMA, KERRY	AUG MODERATE YOGA	\$268.80
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	DUSOLD, CAROL	AUGUST NIA	\$128.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	FARMER-TIEFENTHALER, SUSAN	ART STUDIO- AM SENIOR	\$64.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	FARMER-TIEFENTHALER, SUSAN	ART STUDIO - AM	\$360.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	FARMER-TIEFENTHALER, SUSAN	ART STUDIO-PM SENIOR	\$320.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	FARMER-TIEFENTHALER, SUSAN	ART STUDIO-PM	\$648.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	HAMPE, CHRISTINE	AUG-SEPT PUNCH CARDS	\$109.98
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	HAMPE, CHRISTINE	JULY/AUG/SEPT ZUMBA	\$64.90
E 101-55300-220 UTILITY SERVICES	HARTLAND WATER & SEWER	3RD QTR WATER & SEWER	\$4,839.64
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	KIDS SPORTS LLC	MULTISPORT/SOCCER	\$1,080.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	LAKE COUNTRY FINE ARTS SCHOOL	POTTERY ON POTTERS WHEEL	\$72.00
E 101-55300-295 TRIPS	MEMONEE FALLS SCHOOL DISTRICT	KENOSHA TRIP/LUNCH/BUS	\$436.50
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	NELSON, JOANNE	SEPT WAKE UP WRITER WITHIN	\$33.60

Account Descr	Search Name	Comments	Amount
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	OLSEN, MARJORIE	SEPT CORE FITNESS	\$384.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	OLSEN, MARJORIE	SEPT YOGA FOR ATHLETES	\$96.00
E 101-55300-300 OPERATING SUPPLIES/EXPENSES	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$102.66
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	SCHOLTKA, JENNIFER J	AUG-SEPT ZUMBA	\$64.90
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	SCHOLTKA, JENNIFER J	AUG-SEPT PUNCH CARDS	\$109.98
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	SPRECHER, MARIA	SEPT QIGONG	\$64.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	US COAST GUARD AUXILIARY	BOATER SAFETY CLASS	\$151.00
E 101-55300-290 OUTSIDE SERVICES/CONTRACTS	WEHLAGE, MARY	AUG-SEPT YOGA	\$1,929.60
EXPENSE Descr RECREATION PROGRAMS/EVENTS			\$11,797.67
EXPENSE Descr REFUSE & GARBAGE COLLECTION			
E 201-53620-200 GARBAGE COLLECTION FEES	ADVANCED DISPOSAL SERVICES	SEPTEMBER SERVICES	\$32,839.27
EXPENSE Descr REFUSE & GARBAGE COLLECTION			\$32,839.27
EXPENSE Descr SEWER SERVICE			
E 204-53610-385 MAINTENANCE-COLLECT EQP PUMP	AT&T	SEPT/OCT SERVICE	\$16.50
E 204-53610-220 UTILITY SERVICES	AT&T	AUG/SEPT CELLULAR	\$64.34
E 204-53610-290 OUTSIDE SERVICES/CONTRACTS	DIVERSIFIED BENEFIT SERVICES	SEPTEMBER FEES	\$16.93
E 204-53610-385 MAINTENANCE-COLLECT EQP PUMP	HOLT ELECTRIC INC	UPDATE SCADA	\$2,706.60
E 204-53610-380 MAINTENANCE-SEWAGE SYSTEM COLL	NEENAH FOUNDRY CO	SEWER COVER	\$257.00
E 204-53610-385 MAINTENANCE-COLLECT EQP PUMP	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$300.96
EXPENSE Descr SEWER SERVICE			\$3,362.33
EXPENSE Descr TIF FUND EXPENSES			
E 216-58300-290 OUTSIDE SERVICES/CONTRACTS	SOCIAL LIFE DANCE STUDIO	RELOCATION EXPENSES	\$4,777.50
EXPENSE Descr TIF FUND EXPENSES			\$4,777.50
EXPENSE Descr WATER UTILITY			
E 620-53700-605 MAINTENANCE-WATER SOURCE PLANT	AT&T	AUG/SEPT CELLULAR	\$64.35
E 620-53700-605 MAINTENANCE-WATER SOURCE PLANT	AT&T	SEPT/OCT SERVICE	\$16.50
E 620-53700-923 OUTSIDE SERVICES	DIVERSIFIED BENEFIT SERVICES	SEPTEMBER FEES	\$42.32
E 620-53700-652 MAINTENANCE OF SERVICES	HD SUPPLY WATERWORKS, LTD	CURBSTEP COVERS	\$120.00
E 620-53700-654 MAINTENANCE OF HYDRANTS	HD SUPPLY WATERWORKS, LTD	CROSSARM/VALVE WASHER	\$807.15
E 620-53700-654 MAINTENANCE OF HYDRANTS	HD SUPPLY WATERWORKS, LTD	HYDRANT ROD	\$279.50
E 620-53700-605 MAINTENANCE-WATER SOURCE PLANT	HOLT ELECTRIC INC	UPDATE SCADA	\$2,706.60
E 620-53700-674 METERS	MIDWEST METER INC	3" MTR & ORION W/STRAINERS	\$2,800.78
E 620-53700-923 OUTSIDE SERVICES	NORTHERN LAKE SERVICE INC	CHLORINE	\$72.00
E 620-53700-923 OUTSIDE SERVICES	NORTHERN LAKE SERVICE INC	PHOSPHORUS	\$20.00
E 620-53700-923 OUTSIDE SERVICES	NORTHERN LAKE SERVICE INC	CHLORINE	\$54.00
E 620-53700-923 OUTSIDE SERVICES	NORTHERN LAKE SERVICE INC	CHLORINE	\$54.00
E 620-53700-652 MAINTENANCE OF SERVICES	OKAUCHEE REDI-MIX INC	SLURRY	\$230.00

Account Descr	Search Name	Comments	Amount
E 620-53700-605 MAINTENANCE-WATER SOURCE PLANT	PAETEC (WINDSTREAM)	SEPT/OCT PHONE/INTERNET	\$300.96
E 620-53700-408 TAXES/EQUIVALENTS	PUBLIC SERVICE COMMISSION	REMAINDER / ADVANCE ASSESSMENT	\$1,116.77
E 620-53700-622 POWER FOR PUMPING	WE ENERGIES	AUG-SEPT #3 PUMPHOUSE	\$1,145.65
E 620-53700-923 OUTSIDE SERVICES	WI STATE LABORATORY OF HYGIENE	FLUORIDE SAMPLE	\$20.00
E 620-53700-651 MAINTENANCE OF MAINS	WOLF PAVING CO INC	ASPHALT	\$91.68
EXPENSE Descr WATER UTILITY			\$9,942.26
			\$140,990.98

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Payments

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Batch Name	SEPT15 MC	User Dollar Amt	\$51,487.27		
Payments		Computer Dollar Amt	\$51,487.27		
			\$0.00	In Balance	
Refer	48017 <u>SOCIAL LIFE DANCE STUDIO</u>	Ck# 008384	9/1/2015		
Cash Payment	E 216-58300-290 OUTSIDE SERVICES/C	BUSINESS RELOCATION SUPPORT			\$10,461.81
Invoice					
Transaction Date	10/8/2015	GF Checking	11100	Total	\$10,461.81 ✓
Refer	48018 <u>WE ENERGIES</u>	Ck# 008385	9/3/2015		
Cash Payment	E 620-53700-622 POWER FOR PUMPING	JULY-AUG MANCHESTER			\$1,629.00
Invoice	4254023940				
Cash Payment	E 620-53700-622 POWER FOR PUMPING	JULY-AUG SUNNYSLOPE			\$810.79
Invoice	4254023940				
Cash Payment	E 620-53700-625 MAINTENANCE OF PU	JULY-AUG #3 PUMPHOUSE			\$9.57
Invoice	4254023940				
Cash Payment	E 101-53000-220 UTILITY SERVICES	JULY-AUG GAS			\$25.12
Invoice	4254023940				
Cash Payment	E 620-53700-622 POWER FOR PUMPING	JULY-AUG SUNSHINE			\$1,865.16
Invoice	4254023940				
Cash Payment	E 204-53610-220 UTILITY SERVICES	JULY-AUG HWY 83			\$19.24
Invoice	4254023940				
Cash Payment	E 620-53700-622 POWER FOR PUMPING	JULY-AUG COVENTRY			\$19.36
Invoice	4254023940				
Cash Payment	E 101-51600-220 UTILITY SERVICES	JULY-AUG GAS			\$39.77
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG PENBROOK			\$15.71
Invoice	4254023940				
Cash Payment	E 204-53610-220 UTILITY SERVICES	JULY-AUG BRADFORD			\$34.41
Invoice	4254023940				
Cash Payment	E 620-53700-622 POWER FOR PUMPING	JULY-AUG PENBROOK			\$321.73
Invoice	4254023940				
Cash Payment	E 620-53700-625 MAINTENANCE OF PU	JULY-AUG PENBROOK			\$9.57
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG PENBROOK			\$23.82
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG CENTENNIAL			\$171.14
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG HARTBROOK			\$15.71
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG HARTBROOK			\$34.68
Invoice	4254023940				
Cash Payment	E 101-52200-220 UTILITY SERVICES	JULY-AUG SURVIVE ALIVE/GAS			\$11.46
Invoice	4254023940				
Cash Payment	E 101-52200-220 UTILITY SERVICES	JULY-AUG SURVIVE ALIVE/ELECT			\$102.40
Invoice	4254023940				
Cash Payment	E 101-53000-220 UTILITY SERVICES	JULY-AUG ELECTRIC			\$524.21
Invoice	4254023940				
Cash Payment	E 101-52200-220 UTILITY SERVICES	JULY-AUG ELECTRIC/GAS			\$422.52
Invoice	4254023940				

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Cash Payment	E 620-53700-622 POWER FOR PUMPING	JUNE-JULY HILL ST			\$21.13
Invoice	4254023940				
Cash Payment	E 101-53000-225 STREET LIGHTING	JUNE-JULY CLOCK			\$25.47
Invoice	4254023940				
Cash Payment	E 101-53000-225 STREET LIGHTING	JULY-AUG ST LIGHTING			\$177.04
Invoice	4254023940				
Cash Payment	E 101-53000-225 STREET LIGHTING	JULY-AUG CAMPUS DR			\$396.29
Invoice	4254023940				
Cash Payment	E 204-53610-220 UTILITY SERVICES	JULY-AUG WOODLANDS			\$33.88
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG NIXON			\$29.40
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG NIXON			\$190.23
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG FAC			\$110.06
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG NIXON			\$21.81
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG BARK RIVER			\$171.35
Invoice	4254023940				
Cash Payment	E 101-55200-220 UTILITY SERVICES	JULY-AUG NIXON			\$58.41
Invoice	4254023940				
Cash Payment	E 620-53700-625 MAINTENANCE OF PU	JULY SUNSHINE			\$18.48
Invoice	4254023940				
Cash Payment	E 204-53610-220 UTILITY SERVICES	JUNE-JULY CRYSTAL			\$83.76
Invoice	4254023940				
Cash Payment	E 204-53610-220 UTILITY SERVICES	JUNE-JULY RUSTIC			\$30.89
Invoice	4254023940				
Cash Payment	E 620-53700-622 POWER FOR PUMPING	JUNE-JULY BRISTLECONE			\$23.44
Invoice	4254023940				
Cash Payment	E 204-53610-220 UTILITY SERVICES	JUNE-JULY ARLENE			\$173.79
Invoice	4254023940				
Cash Payment	E 204-53610-220 UTILITY SERVICES	JUNE-JULY SHADOW RIDGE			\$56.24
Invoice	4254023940				
Transaction Date	10/8/2015	GF Checking	11100	Total	\$7,727.04
Refer	48019 AMERICAN LITHO	Ck# 008386	9/4/2015		
Cash Payment	E 101-51400-395 COMMUNITY RELATIO	POSTAGE			\$749.57
Invoice					
Transaction Date	10/8/2015	GF Checking	11100	Total	\$749.57
Refer	48020 NUGENT, HEIDI	Ck# 008387	9/4/2015		
Cash Payment	E 216-58300-290 OUTSIDE SERVICES/C	RELOCATION PLANNING			\$2,000.00
Invoice					
Transaction Date	10/8/2015	GF Checking	11100	Total	\$2,000.00
Refer	48021 WI SUPPORT COLLECTIONS TRUS	Ck# 008388	9/11/2015		
Cash Payment	G 101-21580 GARNISHMENT DEDUCTIO	PP #19			\$1,234.60
Invoice					
Transaction Date	10/8/2015	GF Checking	11100	Total	\$1,234.60
Refer	48022 TD AMERITRADE	Ck# 008389	9/11/2015		

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Cash Payment	G 101-21570 DEFERRED COMP DEDUC	PP #19		\$200.00
Invoice				
Transaction Date	10/8/2015	GF Checking	11100	Total \$200.00
Refer	48023 AFLAC	Ck# 008390 9/15/2015		
Cash Payment	G 101-21592 AFLAC INS PAYABLE	MONTHLY PREMIUM		\$319.86
Invoice 752766				
Transaction Date	10/8/2015	GF Checking	11100	Total \$319.86
Refer	48024 LAKE COUNTRY BED BARN	Ck# 008391 9/18/2015		
Cash Payment	E 216-58300-290 OUTSIDE SERVICES/C	RELOCATION EXPENSE		\$1,654.48
Invoice				
Transaction Date	10/8/2015	GF Checking	11100	Total \$1,654.48
Refer	48025 RESERVE ACCOUNT	Ck# 008392 9/18/2015		
Cash Payment	E 101-51400-300 OPERATING SUPPLIES	POSTAGE REFILL		\$2,500.00
Invoice				
Transaction Date	10/8/2015	GF Checking	11100	Total \$2,500.00
Refer	48026 WI DEPT OF NATURAL RESOURC	Ck# 008393 9/24/2015		
Cash Payment	E 620-53700-930 MISC GENERAL EXPEN	OPERATOR CERT/SCHLAFER		\$75.00
Invoice 34129				
Transaction Date	10/8/2015	GF Checking	11100	Total \$75.00
Refer	48027 JOST, STEVE	Ck# 008394 9/25/2015		
Cash Payment	E 804-56700-711 FAÇADE PROGRAM	FAÇADE GRANT (PAINT/DOOR REPLACEMENT)		\$200.00
Invoice				
Transaction Date	10/8/2015	GF Checking	11100	Total \$200.00
Refer	48028 LAKE COUNTRY BED BARN	Ck# 008395 9/25/2015		
Cash Payment	E 804-56700-713 SIGN/AWNING/PAINTIN	SIGN GRANT		\$50.00
Invoice				
Transaction Date	10/8/2015	GF Checking	11100	Total \$50.00
Refer	48029 LAKE COUNTRY FINE ARTS SCHO	Ck# 008396 9/25/2015		
Cash Payment	E 804-56700-713 SIGN/AWNING/PAINTIN	SIGN GRANT		\$112.50
Invoice				
Transaction Date	10/8/2015	GF Checking	11100	Total \$112.50
Refer	48030 HL SALONS	Ck# 008397 9/25/2015		
Cash Payment	E 804-56700-711 FAÇADE PROGRAM	FAÇADE IMPROVEMENTS		\$7,029.00
Invoice				
Cash Payment	E 804-56700-713 SIGN/AWNING/PAINTIN	SIGN GRANT		\$663.00
Invoice				
Transaction Date	10/8/2015	GF Checking	11100	Total \$7,692.00
Refer	48031 BMO (CREDIT CARD-BID)	Ck# 008398 9/25/2015		
Cash Payment	E 804-56700-746 TELEPHONE	ATT PHONE BILL		\$124.21
Invoice				
Cash Payment	E 804-56700-752 RENT	ATT PHONE BILL		\$90.00
Invoice				
Transaction Date	10/8/2015	GF Checking	11100	Total \$214.21
Refer	48032 LAKE COUNTRY BED BARN	Ck# 008399 9/25/2015		

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Cash Payment E 216-58300-290 OUTSIDE SERVICES/C RELOCATION EXPENSES					\$14,861.60
Invoice					
Transaction Date	10/8/2015	GF Checking	11100	Total	\$14,861.60
Refer	48033 WI SUPPORT COLLECTIONS TRUS Ck# 008400 9/28/2015				
Cash Payment G 101-21580 GARNISHMENT DEDUCTIO PP #20					\$1,234.60
Invoice					
Transaction Date	10/8/2015	GF Checking	11100	Total	\$1,234.60
Refer	48034 TD AMERITRADE Ck# 008401 9/28/2015				
Cash Payment G 101-21570 DEFERRED COMP DEDUC PP #20					\$200.00
Invoice					
Transaction Date	10/8/2015	GF Checking	11100	Total	\$200.00

Fund Summary

	11100 GF Checking	
101 GENERAL FUND	\$9,005.23	
204 SEWER	\$432.21	
216 TIF #6	\$28,977.89	
620 WATER FUND	\$4,803.23	
804 BUSINESS IMPROVEMENT DISTRICT	\$8,268.71	
	\$51,487.27	

Pre-Written Checks	\$51,487.27
Checks to be Generated by the Computer	\$0.00
Total	\$51,487.27

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Current Period: **SEPTEMBER 2015**

Batch Name				Computer Dollar Amt	Posted
SEPT15WIRE	Payment			\$356,913.79	
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Refer	<u>47923 EMPLOYEE TRUST FUNDS</u>		<u>Ck# 2015074E 9/24/2015</u>		
Cash Payment Invoice	E 101-51400-150 HEALTH/DENTAL/LIFE	OCTOBER HEALTH INSURANCE		\$5,124.81	
Cash Payment Invoice	E 101-51500-150 HEALTH/DENTAL/LIFE	OCTOBER HEALTH INSURANCE		\$1,022.33	
Cash Payment Invoice	E 101-55300-150 HEALTH/DENTAL/LIFE	OCTOBER HEALTH INSURANCE		\$685.94	
Cash Payment Invoice	E 101-52100-150 HEALTH/DENTAL/LIFE	OCTOBER HEALTH INSURANCE		\$30,168.98	
Cash Payment Invoice	E 101-53000-150 HEALTH/DENTAL/LIFE	OCTOBER HEALTH INSURANCE		\$22,603.51	
Cash Payment Invoice	E 101-55110-150 HEALTH/DENTAL/LIFE	OCTOBER HEALTH INSURANCE		\$4,730.78	
Cash Payment Invoice	E 101-52200-150 HEALTH/DENTAL/LIFE	OCTOBER HEALTH INSURANCE		\$1,197.11	
Cash Payment Invoice	E 101-52300-150 HEALTH/DENTAL/LIFE	OCTOBER HEALTH INSURANCE		\$1,197.10	
Cash Payment Invoice	G 101-21530 INSURANCE DEDUCTIONS	OCTOBER HEALTH INSURANCE		\$1,324.44	
Cash Payment Invoice	G 101-34140 UNFUNDED EMPLOYEE BE	OCTOBER HEALTH INSURANCE		\$1,967.10	
Transaction Date	9/24/2015	Due 0	GF Checking 11100	Total	\$70,022.10
<hr/>					
Refer	<u>47924 WI RETIREMENT SYSTEM</u>		<u>Ck# 2015075E 9/30/2015</u>		
Cash Payment Invoice	E 101-55300-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$248.15	
Cash Payment Invoice	E 101-51400-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$694.72	
Cash Payment Invoice	E 101-51500-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$295.99	
Cash Payment Invoice	E 101-52100-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$9,698.48	
Cash Payment Invoice	E 101-52100-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$637.70	
Cash Payment Invoice	E 101-52200-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$534.73	
Cash Payment Invoice	E 101-52300-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$553.88	
Cash Payment Invoice	E 101-52200-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$12.21	
Cash Payment Invoice	E 101-53000-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$3,369.92	
Cash Payment Invoice	E 101-55110-140 RETIREMENT BENEFIT	AUGUST WRS CONTRIBUTIONS		\$1,491.59	
Cash Payment Invoice	E 620-53700-926 EMPLOYEE PENSIONS	AUGUST WRS CONTRIBUTIONS		\$1,798.13	

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Payments

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Cash Payment Invoice	E 204-53610-110 SALARIES	AUGUST WRS CONTRIBUTIONS			\$304.75
Cash Payment Invoice	E 204-53610-110 SALARIES	AUGUST WRS CONTRIBUTIONS			\$245.88
Cash Payment Invoice	E 204-53610-390 BILLING/COLLECTION/	AUGUST WRS CONTRIBUTIONS			\$350.85
Cash Payment Invoice	G 101-21520 RETIREMENT DEDUCTION	AUGUST WRS CONTRIBUTIONS			\$9,449.89
Cash Payment Invoice	G 101-21520 RETIREMENT DEDUCTION	AUGUST WRS CONTRIBUTIONS			\$7,617.05
Transaction Date	9/30/2015	Due 0	GF Checking	11100	Total \$37,303.92
Refer	47925 BOND TRUST SERVICES CORP	Ck# 2015076E 9/30/2015			
Cash Payment Invoice	E 620-53700-610 PRINCIPAL REDEMPTI	2012 GO CORP PURPOSE BONDS PRINC & INT			\$90,000.00
Cash Payment Invoice	E 620-53700-427 INTEREST ON LONG T	2012 GO CORP PURPOSE BONDS PRINC & INT			\$22,160.62
Cash Payment Invoice	E 204-53610-610 PRINCIPAL REDEMPTI	2012 GO CORP PURPOSE BONDS PRINC & INT			\$5,000.00
Cash Payment Invoice	E 204-53610-615 DEBT SERVICE - INTE	2012 GO CORP PURPOSE BONDS PRINC & INT			\$802.50
Cash Payment Invoice	E 301-58000-610 PRINCIPAL REDEMPTI	2012 GO CORP PURPOSE BONDS PRINC & INT			\$85,000.00
Cash Payment Invoice	E 301-58000-615 DEBT SERVICE - INTE	2012 GO CORP PURPOSE BONDS PRINC & INT			\$39,216.88
Transaction Date	9/30/2015	Due 0	GF Checking	11100	Total \$242,180.00
Refer	47926 FIRST BANK FINANCIAL CENTRE	Ck# 2015077E 9/30/2015			
Cash Payment Invoice	E 101-51500-300 OPERATING SUPPLIES	EBUSINESS BANKING			\$20.00
Cash Payment Invoice	E 101-51500-300 OPERATING SUPPLIES	POSITIVE PAY			\$30.00
Cash Payment Invoice	E 101-51500-300 OPERATING SUPPLIES	ACH FILTERS/BLOCKS			\$25.00
Transaction Date	9/30/2015	Due 0	GF Checking	11100	Total \$75.00
Refer	47927 PAYROLL DATA SERVICES INC	Ck# 2015078E 9/10/2015			
Cash Payment Invoice	E 804-56700-110 SALARIES	09/11/15 BID PAYROLL			\$993.69
Cash Payment Invoice	E 804-56700-760 PAYROLL SERVICE CH	09/11/15 BID PAYROLL			\$35.00
Transaction Date	9/10/2015	Due 0	GF Checking	11100	Total \$1,028.69
Refer	47928 PAYROLL DATA SERVICES INC	Ck# 2015079E 9/24/2015			
Cash Payment Invoice	E 804-56700-110 SALARIES	09/25/15 BID PAYROLL			\$993.70
Cash Payment Invoice	E 804-56700-760 PAYROLL SERVICE CH	09/25/15 BID PAYROLL			\$35.00

VILLAGE OF HARTLAND
Payments

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Current Period: SEPTEMBER 2015

Transaction Date	9/24/2015	Due 0	GF Checking	11100	Total	\$1,028.70
Refer	47929	JPMORGAN CHASE BANK	Ck# 2015080E	9/18/2015		
Cash Payment	E 101-55110-310	BOOKS & MATERIALS	AMAZON - CD'S/DVD'S			\$117.71
Invoice						
Cash Payment	E 101-55110-290	OUTSIDE SERVICES/C	FARONICS - DEEP FREEZE RENEWAL			\$132.00
Invoice						
Cash Payment	E 101-51440-300	OPERATING SUPPLIES	PIGGLY WIGGLY - ELECTION FOOD/SUPPLIES			\$23.13
Invoice						
Cash Payment	E 101-51500-300	OPERATING SUPPLIES	WATER STREET BREWERY - SARAH'S LUNCH			\$63.95
Invoice						
Cash Payment	E 101-51400-300	OPERATING SUPPLIES	RADISSON HOTEL - LODGING/IGL			\$146.42
Invoice						
Cash Payment	E 101-51440-300	OPERATING SUPPLIES	COUSINS SUBS - ELECTION FOOD			\$94.55
Invoice						
Cash Payment	E 101-51400-300	OPERATING SUPPLIES	PIGGLY WIGGLY - COX			\$4.13
Invoice						
Cash Payment	E 101-52300-300	OPERATING SUPPLIES	SENDIK'S - CAKE/PLATES/FORKS			\$38.12
Invoice						
Cash Payment	E 101-51100-300	OPERATING SUPPLIES	SENDIK'S - COFFEE FOR BOARD MEETINGS			\$11.98
Invoice						
Cash Payment	E 101-52300-300	OPERATING SUPPLIES	HOME DEPOT - TOILET/SUPPLIES			\$106.97
Invoice						
Cash Payment	E 101-52100-300	OPERATING SUPPLIES	WALMART - OFFICE SUPPLIES			\$51.15
Invoice						
Cash Payment	E 101-52100-300	OPERATING SUPPLIES	RED ROBIN - MEALS @ TRAINING			\$27.49
Invoice						
Cash Payment	E 101-52100-300	OPERATING SUPPLIES	1919 BAR & TAP - MEALS @ TRAINING			\$34.00
Invoice						
Cash Payment	E 101-52100-300	OPERATING SUPPLIES	HYATT ON MAIN GB - HOTEL @ TRAINING			\$308.40
Invoice						
Cash Payment	E 101-52100-360	VEHICLE MAINT/EXPE	SHELL OIL - FUEL			\$30.12
Invoice						
Cash Payment	E 101-55300-290	OUTSIDE SERVICES/C	SWANK MOTION PICTURES - MOVIE IN THE PARK			\$301.00
Invoice						
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	OLD WORLD WISCONSIN - REC FIELD TRIP			\$400.00
Invoice						
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	BUDDY SQUIRREL - REC FIELD TRIP			\$174.00
Invoice						
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	BART'Z - SUMMER REC SUPPLIES			\$21.99
Invoice						
Cash Payment	E 101-55300-300	OPERATING SUPPLIES	WALMART - AFTER SCHOOL SUPPLIES			\$136.15
Invoice						
Cash Payment	E 101-55300-300	OPERATING SUPPLIES	VILLAGE GRAPHICS - COPIES			\$117.00
Invoice						
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	OLYMPIA RESORT - REC FIELD TRIP			\$138.04
Invoice						

VILLAGE OF HARTLAND

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Payments

Current Period: SEPTEMBER 2015

Cash Payment	E 101-55300-303	SUMMER REC EXPENS	DOMINO'S - PIZZA	\$25.18
Invoice				
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	SUNSET BOWL - REC FIELD TRIP	\$145.00
Invoice				
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	WILSON RECREATION - REC FIELD TRIP	\$85.20
Invoice				
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	WILSON RECREATION - REC FIELD TRIP	\$198.80
Invoice				
Cash Payment	E 101-52100-300	OPERATING SUPPLIES	CITY OF MADISON/TRAINING/KELSEY	\$295.25
Invoice				
Cash Payment	E 101-51500-300	OPERATING SUPPLIES	PIGGLY WIGGLY - PIE FOR SARAH'S LUNCH	\$17.47
Invoice				
Cash Payment	E 101-51500-300	OPERATING SUPPLIES	CAKES WHILE U WAIT - CAKE FOR SARAH'S LUNCH	\$36.99
Invoice				
Cash Payment	E 101-53000-350	EQUIPMENT PURCHAS	NORTHERN TOOL - GRINDER PADDLE	\$165.67
Invoice				
Cash Payment	E 101-53000-360	VEHICLE MAINT/EXPE	NORTHERN TOOL - GREASE HOSE ASSEMBLY	\$77.10
Invoice				
Cash Payment	E 101-53000-360	VEHICLE MAINT/EXPE	KANO LABS - PENETRATING OIL	\$155.25
Invoice				
Cash Payment	E 101-55300-300	OPERATING SUPPLIES	SHUTTERSTOCK - PROGRAM GUIDE COVERS	\$58.00
Invoice				
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	MAJESTIC THEATER - REC FIELD TRIP	\$114.00
Invoice				
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	COUNTRY SPRINGS HOTEL - REC FIELD TRIP	\$578.50
Invoice				
Cash Payment	E 101-55300-303	SUMMER REC EXPENS	BLUEMOUND BOWL - REC FIELD TRIP	\$274.67
Invoice				
Cash Payment	E 101-52100-300	OPERATING SUPPLIES	FOUNTAIN SQUARE - MEALS @ TRAINING	\$48.00
Invoice				
Cash Payment	E 101-52100-300	OPERATING SUPPLIES	HYATT HOTELS - HOTEL @ TRAINING	\$465.30
Invoice				
Cash Payment	E 101-52100-360	VEHICLE MAINT/EXPE	SHELL OIL - FUEL	\$56.70
Invoice				
Transaction Date	9/18/2015	Due 0	GF Checking 11100	Total \$5,275.38

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Payments

Current Period: SEPTEMBER 2015

Fund Summary

	11100 GF Checking	
804 BUSINESS IMPROVEMENT DISTRICT		\$2,057.39
620 WATER FUND		\$113,958.75
301 DEBT SERVICE FUND		\$124,216.88
204 SEWER		\$6,703.98
101 GENERAL FUND		\$109,976.79
		<hr/>
		\$356,913.79

Pre-Written Checks	\$356,913.79
Checks to be Generated by the Computer	\$0.00
Total	<hr/>
	\$356,913.79

**VILLAGE OF HARTLAND
LICENSES AND PERMITS
October 13, 2015**

BARTENDER (OPERATOR'S) LICENSE - expires June 30, 2016

Amber Lee Sansone

The Police Chief and Village Clerk recommend approval. Applicant has successfully completed the Responsible Beverage Servers Course.

TEMPORARY CLASS B BEER/WINE LICENSE

Applicant: St. Charles School & Parish
Location: St. Charles School, 526 Renson Road
Event: Moonlight Trivia Night
Date: November 7

TEMPORARY BARTENDER (OPERATOR'S) LICENSE

Applicant: Erin Marie Plas
Event: Moonlight Trivia Night

STREET USE PERMIT

Applicant: Lighthouse Events
Event: 5K
Date: March 20, 2016
Time: 8:30 a.m. to 11:00 a.m.

The Police Department will provide traffic control as requested for this event. The Fire Chief and DPW Director recommend approval.

RESOLUTION NO. _____

RESOLUTION AWARDING THE SALE OF
\$3,020,000 GENERAL OBLIGATION CORPORATE PURPOSE BONDS, SERIES 2015A

WHEREAS, on September 14, 2015, the Village Board of the Village of Hartland, Waukesha County, Wisconsin (the "Village") adopted initial resolutions authorizing the issuance of general obligation bonds in the following amounts for the following public purposes: \$2,040,000 for street improvement projects; \$315,000 for sewerage projects, consisting of storm water improvements; \$150,000 for parks and public grounds projects; \$525,000 for water system projects; and \$35,000 for acquiring equipment for the fire department (collectively, the "Initial Resolutions");

WHEREAS, on September 14, 2015, the Village Board of the Village also adopted a resolution providing that the general obligation bond issues authorized by the Initial Resolutions be combined, issued and sold as a single issue of bonds designated as "General Obligation Corporate Purpose Bonds, Series 2015A" (the "Bonds") for the purpose of paying the cost of the projects described in the Initial Resolutions (the "Project");

WHEREAS, the Village has directed Ehlers & Associates, Inc. ("Ehlers") to take the steps necessary to sell the Bonds;

WHEREAS, Ehlers, in consultation with the officials of the Village, prepared a Notice of Sale (a copy of which is attached hereto as Exhibit A and incorporated herein by this reference) setting forth the details of and the bid requirements for the Bonds and indicating that the Bonds would be offered for public sale on October 13, 2015;

WHEREAS, the Village Clerk (in consultation with Ehlers) caused a form of notice of the sale to be published and/or announced and caused the Notice of Sale to be distributed to potential bidders offering the Bonds for public sale on October 13, 2015;

WHEREAS, the Village has duly received bids for the Bonds as described on the Bid Tabulation attached hereto as Exhibit B and incorporated herein by this reference (the "Bid Tabulation");

WHEREAS, it has been determined that the bid proposal (the "Proposal") submitted by the financial institution listed first on the Bid Tabulation fully complies with the bid requirements set forth in the Notice of Sale and is deemed to be the most advantageous to the Village. Ehlers has recommended that the Village accept the Proposal. A copy of said Proposal submitted by such institution (the "Purchaser") is attached hereto as Exhibit C and incorporated herein by this reference; and

[WHEREAS, the Village Board deems it to be necessary, desirable and in the best interest of the Village that the Bonds be issued in the aggregate principal amount of \$3,020,000.]

【WHEREAS, the Village Board now deems it to be necessary, desirable and in the best interest of the Village that the Bonds be issued in the aggregate principal amount of \$ _____ for the following public purposes and in the following principal amounts: \$ _____ for street improvement projects; \$ _____ for sewerage projects, consisting of storm water improvements; \$ _____ for parks and public grounds projects; \$ _____ for water system projects; and \$ _____ for acquiring equipment for the fire department.】

NOW, THEREFORE, BE IT RESOLVED by the Village Board of the Village that:

Section 1A. Ratification of the Notice of Sale and Offering Materials. The Village Board of the Village hereby ratifies and approves the details of the Bonds set forth in Exhibit A attached hereto as and for the details of the Bonds. The Notice of Sale and any other offering materials prepared and circulated by Ehlers are hereby ratified and approved in all respects. All actions taken by officers of the Village and Ehlers in connection with the preparation and distribution of the Notice of Sale, and any other offering materials are hereby ratified and approved in all respects.

Section 1B. Award of the Bonds. The Proposal of the Purchaser offering to purchase the Bonds for the sum set forth on the Proposal, plus accrued interest to the date of delivery, resulting in a true interest cost is hereby accepted. The President and Village Clerk or other appropriate officers of the Village are authorized and directed to execute an acceptance of the Proposal on behalf of the Village. The good faith deposit of the Purchaser shall be retained by the Village Treasurer until the closing of the bond issue, and any good faith deposits submitted by unsuccessful bidders shall be promptly returned. The Bonds shall bear interest at the rates set forth on the Proposal.

Section 2. Terms of the Bonds. The Bonds shall be designated "General Obligation Corporate Purpose Bonds, Series 2015A"; shall be issued in the aggregate principal amount of \$3,020,000; shall be dated November 3, 2015; shall be in the denomination of \$5,000 or any integral multiple thereof; shall be numbered R-1 and upward; and shall bear interest at the rates per annum and mature on October 1 of each year, in the years and principal amounts as set forth on the Pricing Summary attached hereto as Exhibit D-1 and incorporated herein by this reference. Interest shall be payable semi-annually on April 1 and October 1 of each year commencing on April 1, 2016. Interest shall be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to the rules of the Municipal Securities Rulemaking Board. The schedule of principal and interest payments due on the Bonds is set forth on the Debt Service Schedule attached hereto as Exhibit D-2 and incorporated herein by this reference (the "Schedule").

Section 3. Redemption Provisions. The Bonds maturing on October 1, 2025 and thereafter shall be subject to redemption prior to maturity, at the option of the Village, on October 1, 2024 or on any date thereafter. Said Bonds shall be redeemable as a whole or in part, and if in part, from maturities selected by the Village and within each maturity, by lot, at the principal amount thereof, plus accrued interest to the date of redemption. 【If the Proposal specifies that any of the Bonds are subject to mandatory redemption, the terms of such mandatory redemption are set forth on an attachment hereto as Exhibit MRP and incorporated

herein by this reference. Upon the optional redemption of any of the Bonds subject to mandatory redemption, the principal amount of such Bonds so redeemed shall be credited against the mandatory redemption payments established in Exhibit MRP for such Bonds in such manner as the Village shall direct.]

Section 4. Form of the Bonds. The Bonds shall be issued in registered form and shall be executed and delivered in substantially the form attached hereto as Exhibit E and incorporated herein by this reference.

Section 5. Tax Provisions.

(A) Direct Annual Irrepealable Tax Levy. For the purpose of paying the principal of and interest on the Bonds as the same becomes due, the full faith, credit and resources of the Village are hereby irrevocably pledged, and there is hereby levied upon all of the taxable property of the Village a direct annual irrepealable tax in the years 2015 through 2034 for the payments due in the years 2016 through 2035 in the amounts set forth on the Schedule.

(B) Tax Collection. So long as any part of the principal of or interest on the Bonds remains unpaid, the Village shall be and continue without power to repeal such levy or obstruct the collection of said tax until all such payments have been made or provided for. After the issuance of the Bonds, said tax shall be, from year to year, carried onto the tax roll of the Village and collected in addition to all other taxes and in the same manner and at the same time as other taxes of the Village for said years are collected, except that the amount of tax carried onto the tax roll may be reduced in any year by the amount of any surplus money in the Debt Service Fund Account created below.

(C) Additional Funds. If at any time there shall be on hand insufficient funds from the aforesaid tax levy to meet principal and/or interest payments on said Bonds when due, the requisite amounts shall be paid from other funds of the Village then available, which sums shall be replaced upon the collection of the taxes herein levied.

Section 6. Segregated Debt Service Fund Account.

(A) Creation and Deposits. There be and there hereby is established in the treasury of the Village, if one has not already been created, a debt service fund, separate and distinct from every other fund, which shall be maintained in accordance with generally accepted accounting principles. Debt service or sinking funds established for obligations previously issued by the Village may be considered as separate and distinct accounts within the debt service fund.

Within the debt service fund, there hereby is established a separate and distinct account designated as the "Debt Service Fund Account for \$3,020,000 General Obligation Corporate Purpose Bonds, Series 2015A, dated November 3, 2015" (the "Debt Service Fund Account") and such account shall be maintained until the indebtedness evidenced by the Bonds is fully paid or otherwise extinguished. The Village Treasurer shall deposit in the Debt Service Fund Account (i) all accrued interest received by the Village at the time of delivery of and payment for the

Bonds; (ii) any premium which may be received by the Village above the par value of the Bonds and accrued interest thereon; (iii) all money raised by the taxes herein levied and any amounts appropriated for the specific purpose of meeting principal of and interest on the Bonds when due; (iv) such other sums as may be necessary at any time to pay principal of and interest on the Bonds when due; (v) surplus monies in the Borrowed Money Fund as specified below; and (vi) such further deposits as may be required by Section 67.11, Wisconsin Statutes.

(B) Use and Investment. No money shall be withdrawn from the Debt Service Fund Account and appropriated for any purpose other than the payment of principal of and interest on the Bonds until all such principal and interest has been paid in full and the Bonds canceled; provided (i) the funds to provide for each payment of principal of and interest on the Bonds prior to the scheduled receipt of taxes from the next succeeding tax collection may be invested in direct obligations of the United States of America maturing in time to make such payments when they are due or in other investments permitted by law; and (ii) any funds over and above the amount of such principal and interest payments on the Bonds may be used to reduce the next succeeding tax levy, or may, at the option of the Village, be invested by purchasing the Bonds as permitted by and subject to Section 67.11(2)(a), Wisconsin Statutes, or in permitted municipal investments under the pertinent provisions of the Wisconsin Statutes ("Permitted Investments"), which investments shall continue to be a part of the Debt Service Fund Account. Any investment of the Debt Service Fund Account shall at all times conform with the provisions of the Internal Revenue Code of 1986, as amended (the "Code") and any applicable Treasury Regulations (the "Regulations").

(C) Remaining Monies. When all of the Bonds have been paid in full and canceled, and all Permitted Investments disposed of, any money remaining in the Debt Service Fund Account shall be transferred and deposited in the general fund of the Village, unless the Village Board directs otherwise.

Section 7. Proceeds of the Bonds; Segregated Borrowed Money Fund. The proceeds of the Bonds (the "Bond Proceeds") (other than any premium and accrued interest which must be paid at the time of the delivery of the Bonds into the Debt Service Fund Account created above) shall be deposited into a special fund separate and distinct from all other funds of the Village and disbursed solely for the purposes for which borrowed or for the payment of the principal of and the interest on the Bonds. Monies in the Borrowed Money Fund may be temporarily invested in Permitted Investments. Any monies, including any income from Permitted Investments, remaining in the Borrowed Money Fund after the purposes for which the Bonds have been issued have been accomplished, and, at any time, any monies as are not needed and which obviously thereafter cannot be needed for such purposes shall be deposited in the Debt Service Fund Account.

Section 8. No Arbitrage. All investments made pursuant to this Resolution shall be Permitted Investments, but no such investment shall be made in such a manner as would cause the Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Code or the Regulations and an officer of the Village, charged with the responsibility for issuing the Bonds, shall certify as to facts, estimates, circumstances and reasonable expectations in existence on the date of delivery of the Bonds to the Purchaser which will permit the conclusion that the Bonds are not "arbitrage bonds," within the meaning of the Code or Regulations.

Section 9. Compliance with Federal Tax Laws. (a) The Village represents and covenants that the projects financed by the Bonds and the ownership, management and use of the projects will not cause the Bonds to be "private activity bonds" within the meaning of Section 141 of the Code. The Village further covenants that it shall comply with the provisions of the Code to the extent necessary to maintain the tax-exempt status of the interest on the Bonds including, if applicable, the rebate requirements of Section 148(f) of the Code. The Village further covenants that it will not take any action, omit to take any action or permit the taking or omission of any action within its control (including, without limitation, making or permitting any use of the proceeds of the Bonds) if taking, permitting or omitting to take such action would cause any of the Bonds to be an arbitrage bond or a private activity bond within the meaning of the Code or would otherwise cause interest on the Bonds to be included in the gross income of the recipients thereof for federal income tax purposes. The Village Clerk or other officer of the Village charged with the responsibility of issuing the Bonds shall provide an appropriate certificate of the Village certifying that the Village can and covenanting that it will comply with the provisions of the Code and Regulations.

(b) The Village also covenants to use its best efforts to meet the requirements and restrictions of any different or additional federal legislation which may be made applicable to the Bonds provided that in meeting such requirements the Village will do so only to the extent consistent with the proceedings authorizing the Bonds and the laws of the State of Wisconsin and to the extent that there is a reasonable period of time in which to comply.

Section 10. Designation as Qualified Tax-Exempt Obligations. The Bonds are hereby designated as "qualified tax-exempt obligations" for purposes of Section 265 of the Code, relating to the ability of financial institutions to deduct from income for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations.

Section 11. Execution of the Bonds; Closing; Professional Services. The Bonds shall be issued in printed form, executed on behalf of the Village by the manual or facsimile signatures of the President and Village Clerk, authenticated, if required, by the Fiscal Agent (defined below), sealed with its official or corporate seal, if any, or a facsimile thereof, and delivered to the Purchaser upon payment to the Village of the purchase price thereof, plus accrued interest to the date of delivery (the "Closing"). The facsimile signature of either of the officers executing the Bonds may be imprinted on the Bonds in lieu of the manual signature of the officer but, unless the Village has contracted with a fiscal agent to authenticate the Bonds, at least one of the signatures appearing on each Bond shall be a manual signature. In the event that either of the officers whose signatures appear on the Bonds shall cease to be such officers before the Closing, such signatures shall, nevertheless, be valid and sufficient for all purposes to the same extent as if they had remained in office until the Closing. The aforesaid officers are hereby authorized and directed to do all acts and execute and deliver the Bonds and all such documents, certificates and acknowledgements as may be necessary and convenient to effectuate the Closing. The Village hereby authorizes the officers and agents of the Village to enter into, on its behalf, agreements and contracts in conjunction with the Bonds, including but not limited to agreements and contracts for legal, trust, fiscal agency, disclosure and continuing disclosure, and rebate calculation services. Any such contract heretofore entered into in conjunction with the issuance of the Bonds is hereby ratified and approved in all respects.

Section 12. Payment of the Bonds; Fiscal Agent. The principal of and interest on the Bonds shall be paid by [_____, _____, _____, which is hereby appointed as the Village's registrar and fiscal agent pursuant to the provisions of Section 67.10(2), Wisconsin Statutes] **OR** [the Village Clerk or Village Treasurer] (the "Fiscal Agent"). [The Fiscal Agency Agreement between the Village and the Fiscal Agent shall be substantially in the form attached hereto as Exhibit F and incorporated herein by this reference.]

Section 13. Persons Treated as Owners; Transfer of Bonds. The Village shall cause books for the registration and for the transfer of the Bonds to be kept by the Fiscal Agent. The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes and payment of either principal or interest on any Bond shall be made only to the registered owner thereof. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

Any Bond may be transferred by the registered owner thereof by surrender of the Bond at the office of the Fiscal Agent, duly endorsed for the transfer or accompanied by an assignment duly executed by the registered owner or his attorney duly authorized in writing. Upon such transfer, the President and Village Clerk shall execute and deliver in the name of the transferee or transferees a new Bond or Bonds of a like aggregate principal amount, series and maturity and the Fiscal Agent shall record the name of each transferee in the registration book. No registration shall be made to bearer. The Fiscal Agent shall cancel any Bond surrendered for transfer.

The Village shall cooperate in any such transfer, and the President and Village Clerk are authorized to execute any new Bond or Bonds necessary to effect any such transfer.

Section 14. Record Date. The fifteenth day of each calendar month next preceding each interest payment date shall be the record date for the Bonds (the "Record Date"). Payment of interest on the Bonds on any interest payment date shall be made to the registered owners of the Bonds as they appear on the registration book of the Village at the close of business on the Record Date.

Section 15. Utilization of The Depository Trust Company Book-Entry-Only System. In order to make the Bonds eligible for the services provided by The Depository Trust Company, New York, New York ("DTC"), the Village agrees to the applicable provisions set forth in the Blanket Issuer Letter of Representations previously executed on behalf of the Village and on file in the Village Clerk's office.

Section 16. Payment of Issuance Expenses. The Village authorizes the Purchaser to forward the amount of the proceeds of the Bonds allocable to the payment of issuance expenses to KleinBank, Chaska, Minnesota at Closing for further distribution as directed by Ehlers.

Section 17. Official Statement. The Village Board hereby approves the Preliminary Official Statement with respect to the Bonds and deems the Preliminary Official Statement as "final" as of its date for purposes of SEC Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities and Exchange Act of 1934 (the "Rule"). All

actions taken by officers of the Village in connection with the preparation of such Preliminary Official Statement and any addenda to it are hereby ratified and approved. In connection with the Closing, the appropriate Village official shall certify the Preliminary Official Statement and any addenda. The Village Clerk shall cause copies of the Preliminary Official Statement and any addenda to be distributed to the Purchaser.

Section 18. Undertaking to Provide Continuing Disclosure. The Village hereby covenants and agrees, for the benefit of the owners of the Bonds, to enter into a written undertaking (the "Undertaking") if required by the Rule to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events in accordance with the Rule. The Undertaking shall be enforceable by the owners of the Bonds or by the Purchaser on behalf of such owners (provided that the rights of the owners and the Purchaser to enforce the Undertaking shall be limited to a right to obtain specific performance of the obligations thereunder and any failure by the Village to comply with the provisions of the Undertaking shall not be an event of default with respect to the Bonds).

To the extent required under the Rule, the President and Village Clerk, or other officer of the Village charged with the responsibility for issuing the Bonds, shall provide a Continuing Disclosure Certificate for inclusion in the transcript of proceedings, setting forth the details and terms of the Village's Undertaking.

Section 19. Record Book. The Village Clerk shall provide and keep the transcript of proceedings as a separate record book (the "Record Book") and shall record a full and correct statement of every step or proceeding had or taken in the course of authorizing and issuing the Bonds in the Record Book.

Section 20. Bond Insurance. If the Purchaser determines to obtain municipal bond insurance with respect to the Bonds, the officers of the Village are authorized to take all actions necessary to obtain such municipal bond insurance. The President and Village Clerk are authorized to agree to such additional provisions as the bond insurer may reasonably request and which are acceptable to the President and Village Clerk including provisions regarding restrictions on investment of Bond proceeds, the payment procedure under the municipal bond insurance policy, the rights of the bond insurer in the event of default and payment of the Bonds by the bond insurer and notices to be given to the bond insurer. In addition, any reference required by the bond insurer to the municipal bond insurance policy shall be made in the form of Bond provided herein.

Section 21. Conflicting Resolutions; Severability; Effective Date. All prior resolutions, rules or other actions of the Village Board or any parts thereof in conflict with the provisions hereof shall be, and the same are, hereby rescinded insofar as the same may so conflict. In the event that any one or more provisions hereof shall for any reason be held to be illegal or invalid, such illegality or invalidity shall not affect any other provisions hereof. The foregoing shall take effect immediately upon adoption and approval in the manner provided by law.

Adopted, approved and recorded October 13, 2015.

David C. Lamerand
President

ATTEST:

Darlene Igl
Village Clerk

(SEAL)

EXHIBIT A

Notice of Sale

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

DRAFT

EXHIBIT B

Bid Tabulation

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

DRAFT

EXHIBIT C

Winning Bid

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

DRAFT

EXHIBIT D-1

Pricing Summary

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

DRAFT

EXHIBIT D-2

Debt Service Schedule and Irrepealable Tax Levies

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

DRAFT

[EXHIBIT MRP

Mandatory Redemption Provision

The Bonds due on October 1, _____, _____, _____ and _____ (the "Term Bonds") are subject to mandatory redemption prior to maturity by lot (as selected by the Depository) at a redemption price equal to One Hundred Percent (100%) of the principal amount to be redeemed plus accrued interest to the date of redemption, from debt service fund deposits which are required to be made in amounts sufficient to redeem on October 1 of each year the respective amount of Term Bonds specified below:

For the Term Bonds Maturing on October 1, _____

<u>Redemption Date</u>	<u>Amount</u>
_____	\$ _____
_____	_____
_____	_____ (maturity)

For the Term Bonds Maturing on October 1, _____

<u>Redemption Date</u>	<u>Amount</u>
_____	\$ _____
_____	_____
_____	_____ (maturity)

For the Term Bonds Maturing on October 1, _____

<u>Redemption Date</u>	<u>Amount</u>
_____	\$ _____
_____	_____
_____	_____ (maturity)

For the Term Bonds Maturing on October 1, _____

<u>Redemption Date</u>	<u>Amount</u>
_____	\$ _____
_____	_____
_____	_____ (maturity)]

EXHIBIT E

(Form of Bond)

REGISTERED UNITED STATES OF AMERICA DOLLARS
STATE OF WISCONSIN
WAUKESHA COUNTY
NO. R- _____ VILLAGE OF HARTLAND \$ _____
GENERAL OBLIGATION CORPORATE PURPOSE BOND, SERIES 2015A

MATURITY DATE: ORIGINAL DATE OF ISSUE: INTEREST RATE: CUSIP:
October 1, _____ November 3, 2015 _____% _____

DEPOSITORY OR ITS NOMINEE NAME: CEDE & CO.

PRINCIPAL AMOUNT: _____ THOUSAND DOLLARS
(\$ _____)

FOR VALUE RECEIVED, the Village of Hartland, Waukesha County, Wisconsin (the "Village"), hereby acknowledges itself to owe and promises to pay to the Depository or its Nominee Name (the "Depository") identified above (or to registered assigns), on the maturity date identified above, the principal amount identified above, and to pay interest thereon at the rate of interest per annum identified above, all subject to the provisions set forth herein regarding redemption prior to maturity. Interest shall be payable semi-annually on April 1 and October 1 of each year commencing on April 1, 2016 until the aforesaid principal amount is paid in full. Both the principal of and interest on this Bond are payable to the registered owner in lawful money of the United States. Interest payable on any interest payment date shall be paid by wire transfer to the Depository in whose name this Bond is registered on the Bond Register maintained by [_____, _____, _____] **OR** [the Village Clerk or Village Treasurer] (the "Fiscal Agent") or any successor thereto at the close of business on the 15th day of the calendar month next preceding the semi-annual interest payment date (the "Record Date"). This Bond is payable as to principal upon presentation and surrender hereof at the office of the Fiscal Agent.

For the prompt payment of this Bond together with interest hereon as aforesaid and for the levy of taxes sufficient for that purpose, the full faith, credit and resources of the Village are hereby irrevocably pledged.

This Bond is one of an issue of Bonds aggregating the principal amount of \$3,020,000, all of which are of like tenor, except as to denomination, interest rate, maturity date and redemption provision, issued by the Village pursuant to the provisions of Section 67.04, Wisconsin Statutes, for the following public purposes: \$2,040,000 for street improvement projects; \$315,000 for sewerage projects, consisting of storm water improvements; \$150,000 for parks and public grounds projects; \$525,000 for water system projects; and \$35,000 for acquiring equipment for the fire department, all as authorized by resolutions of the Village Board duly adopted by said governing body at meetings held on September 14, 2015 and October 13, 2015. Said resolutions are recorded in the official minutes of the Village Board for said dates.

The Bonds maturing on October 1, 2025 and thereafter are subject to redemption prior to maturity, at the option of the Village, on October 1, 2024 or on any date thereafter. Said Bonds are redeemable as a whole or in part, and if in part, from maturities selected by the Village and within each maturity, by lot (as selected by the Depository), at the principal amount thereof, plus accrued interest to the date of redemption.

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

In the event the Bonds are redeemed prior to maturity, as long as the Bonds are in book-entry-only form, official notice of the redemption will be given by mailing a notice by registered or certified mail, overnight express delivery, facsimile transmission, electronic transmission or in any other manner required by the Depository, to the Depository not less than thirty (30) days nor more than sixty (60) days prior to the redemption date. If less than all of the Bonds of a maturity are to be called for redemption, the Bonds of such maturity to be redeemed will be selected by lot. Such notice will include but not be limited to the following: the designation, date and maturities of the Bonds called for redemption, CUSIP numbers, and the date of redemption. Any notice provided as described herein shall be conclusively presumed to have been duly given, whether or not the registered owner receives the notice. The Bonds shall cease to bear interest on the specified redemption date provided that federal or other immediately available funds sufficient for such redemption are on deposit at the office of the Depository at that time. Upon such deposit of funds for redemption the Bonds shall no longer be deemed to be outstanding.

It is hereby certified and recited that all conditions, things and acts required by law to exist or to be done prior to and in connection with the issuance of this Bond have been done, have existed and have been performed in due form and time; that the aggregate indebtedness of the Village, including this Bond and others issued simultaneously herewith, does not exceed any limitation imposed by law or the Constitution of the State of Wisconsin; and that a direct annual irrevocable tax has been levied sufficient to pay this Bond, together with the interest thereon, when and as payable.

This Bond has been designated by the Village Board as a "qualified tax-exempt obligation" pursuant to the provisions of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

This Bond is transferable only upon the books of the Village kept for that purpose at the office of the Fiscal Agent, only in the event that the Depository does not continue to act as depository for the Bonds, and the Village appoints another depository, upon surrender of the Bond to the Fiscal Agent, by the registered owner in person or his duly authorized attorney, together with a written instrument of transfer (which may be endorsed hereon) satisfactory to the Fiscal Agent duly executed by the registered owner or his duly authorized attorney. Thereupon a new fully registered Bond in the same aggregate principal amount shall be issued to the new depository in exchange therefor and upon the payment of a charge sufficient to reimburse the Village for any tax, fee or other governmental charge required to be paid with respect to such registration. The Fiscal Agent shall not be obliged to make any transfer of the Bonds (i) after the Record Date, (ii) during the fifteen (15) calendar days preceding the date of any publication of notice of any proposed redemption of the Bonds, or (iii) with respect to any particular Bond, after such Bond has been called for redemption. The Fiscal Agent and Village may treat and consider the Depository in whose name this Bond is registered as the absolute owner hereof for the purpose of receiving payment of, or on account of, the principal or redemption price hereof and interest due hereon and for all other purposes whatsoever. The Bonds are issuable solely as negotiable, fully-registered Bonds without coupons in the denomination of \$5,000 or any integral multiple thereof.

【This Bond shall not be valid or obligatory for any purpose until the Certificate of Authentication hereon shall have been signed by the Fiscal Agent.】

No delay or omission on the part of the owner hereof to exercise any right hereunder shall impair such right or be considered as a waiver thereof or as a waiver of or acquiescence in any default hereunder.

IN WITNESS WHEREOF, the Village of Hartland, Waukesha County, Wisconsin, by its governing body, has caused this Bond to be executed for it and in its name by the manual or facsimile signatures of its duly qualified President and Village Clerk; and to be sealed with its official or corporate seal, if any, all as of the original date of issue specified above.

VILLAGE OF HARTLAND,
WAUKESHA COUNTY, WISCONSIN

By: _____
David C. Lamerand
President

(SEAL)

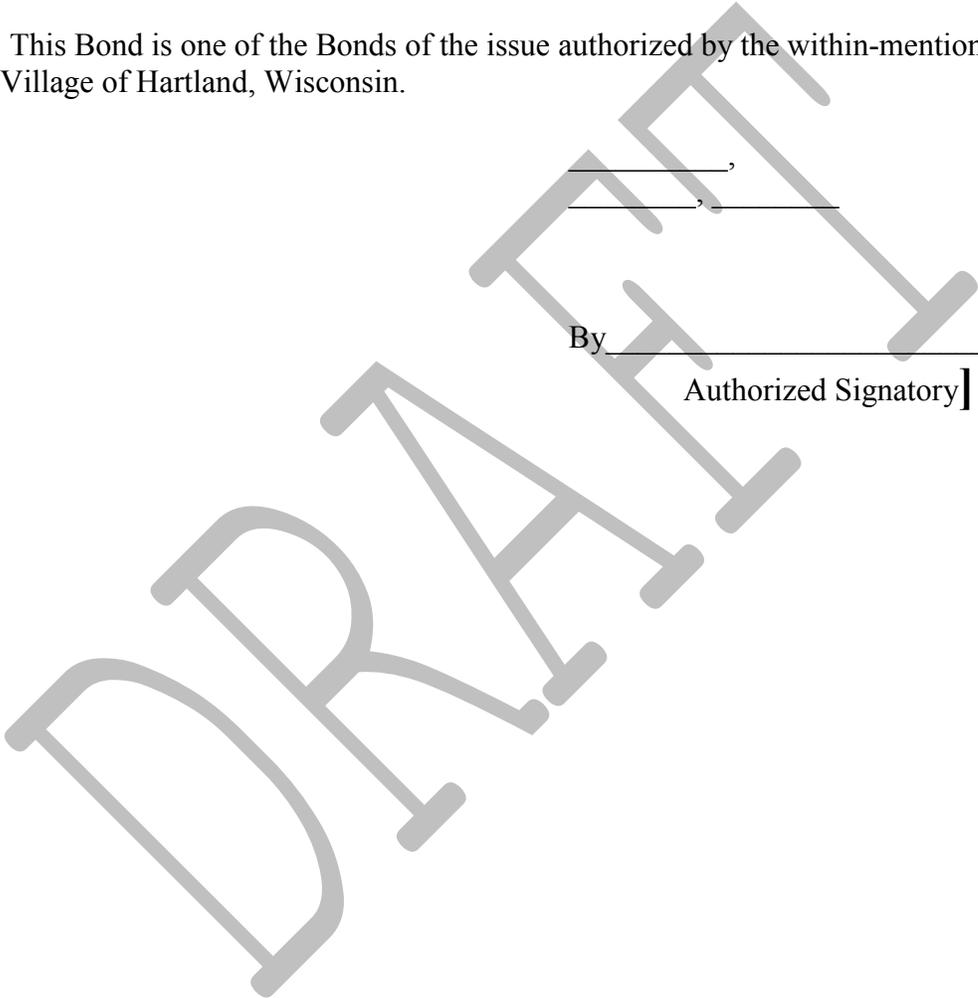
By: _____
Darlene Igl
Village Clerk

[Date of Authentication: _____, 2015

CERTIFICATE OF AUTHENTICATION

This Bond is one of the Bonds of the issue authorized by the within-mentioned resolution of the Village of Hartland, Wisconsin.

By _____
Authorized Signatory]



ASSIGNMENT

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto

(Name and Address of Assignee)

(Social Security or other Identifying Number of Assignee)

the within Bond and all rights thereunder and hereby irrevocably constitutes and appoints _____, Legal Representative, to transfer said Bond on the books kept for registration thereof, with full power of substitution in the premises.

Dated: _____

Signature Guaranteed:

(e.g. Bank, Trust Company
or Securities Firm)

(Depository or Nominee Name)

NOTICE: This signature must correspond with the name of the Depository or Nominee Name as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.

(Authorized Officer)

EXHIBIT F

Fiscal Agency Agreement

(See Attached)

DRAFT

Darlene Igl

From: Tracy Ringwell [TRingwell@ehlers-inc.com]
Sent: Tuesday, October 06, 2015 5:18 PM
Cc: Peter Curtin; Diana Lockard; Missy Breiwick; Casey Merkwan
Subject: Preliminary Official Statement - Village of Hartland, Wisconsin, \$3,020,000.00 General Obligation Corporate Purpose Bonds, Series 2015A

A file has been sent to you via the **YouSendIt** File Delivery Service.

Download the file - [2015A FINAL POS.pdf](#)

Your file will expire after 14 days.

Dear Elected Official:

At your direction, we have prepared the enclosed preliminary Official Statement describing this financial transaction, which must meet the Municipal Market disclosure requirements. This Official Statement is also being distributed to potential bidders who will rely on the contents of this document in assessing the security of this issue before submitting their bid.

The resolution you will consider when you award the sale of this offering to the successful bidder will ask you to approve the contents of this Official Statement by designating it as the "Final Official Statement".

"A Pocket Guide for Elected and Other Public Officials" prepared by the National League of Cities; National Association of Counties; National Association of State Auditors, Comptrollers, and Treasurers; and the Government Finance Officers Association with input from the Securities and Exchange Commission recommends that municipal officials ask the following questions of outside professionals who produce disclosure documents for the sale of municipal obligations.

- 1. What is the nature or scope of the written opinion or certification, if any, that you are giving in this transaction and relating to the disclosure document? Have we given you access to the information you need?*
- 2. Have you explained to us all aspects of the structure or nature of this transaction so that you are confident we fully understand all critical aspects? Does our official statement adequately address any concerns you have about this transaction that a reasonable investor would consider important?*
- 3. Are there any matters regarding your participation in this transaction about which you should make us aware, including potential conflicts of interest?*
- 4. Has your review of the relevant financial documents and other materials, including the official statement, raised any concerns regarding this borrowing? Do these concerns need to be disclosed?*
- 5. Are you aware of any circumstances in which we, our staff, or others have not complied with our procedures so that we can make sure that our official statement adequately and accurately describes this situation?*

On the day of the bond sale, we request that a staff person familiar with the bond project is available by phone for the hour immediately after bids are taken for follow-up discussions.

We hope Ehlers has answered these questions prior to or within this document. If not, please feel free to contact us. Please review the contents of the Preliminary Official Statement, and let us know *within one week* if any changes are necessary before you designate it as the "Final Official Statement".

Yours truly,

EHLERS

Tracy Ringwell | Office Support Specialist
D: (262) 796-6160 | ehlers-inc.com



EHLERS

Do you have our correct contact information?

Ehlers
N21W23350 Ridgeview Parkway West
Suite 100
Waukesha, WI 53188-1015
(262) 785-1520

This e-mail and any attachments may contain information which is privileged or confidential. If you are not the intended recipient, note that any disclosure, copying, distribution or use of the contents of this message is prohibited. If you have received this e-mail in error, please destroy it and notify us immediately by return e-mail or at our telephone number, 800-552-1171. Any views or opinions presented in this e-mail are solely those of the author and may not represent the views or opinions of Ehlers Companies. To view our complete disclaimer, please visit <http://www.ehlers-inc.com/terms/#email>

In the opinion of Quarles & Brady LLP, Bond Counsel, assuming continued compliance with the requirements of the Internal Revenue Code of 1986, as amended, under existing law interest on the Bonds is excludable from gross income and is not an item of tax preference for federal income tax purposes. See "TAX EXEMPTION" herein for a more detailed discussion of some of the federal income tax consequences of owning the Bonds. The interest on the Bonds is not exempt from present Wisconsin income or franchise taxes.

The Village will designate the Bonds as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, relating to the ability of financial institutions to deduct from income for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations.

New Issue

Rating: Moody's Investors Service

PRELIMINARY OFFICIAL STATEMENT DATED OCTOBER 6, 2015

VILLAGE OF HARTLAND, WISCONSIN
(Waukesha County)

\$3,020,000* GENERAL OBLIGATION CORPORATE PURPOSE BONDS, SERIES 2015A

BID OPENING: October 13, 2015, 11:00 A.M., C.T.

CONSIDERATION: October 13, 2015, 7:00 P.M., C.T.

PURPOSE/AUTHORITY/SECURITY: The \$3,020,000* General Obligation Corporate Purpose Bonds, Series 2015A (the "Bonds") of the Village of Hartland, Wisconsin (the "Village") are being issued pursuant to Section 67.04, Wisconsin Statutes, for the public purposes of financing street improvement projects, park improvements, water system projects, storm water improvements and acquisition of fire equipment. The Bonds are valid and binding general obligations of the Village, and all the taxable property in the Village is subject to the levy of a tax to pay the principal of and interest on the Bonds as they become due which tax may, under current law, be levied without limitation as to rate or amount. Delivery is subject to receipt of an approving legal opinion of Quarles & Brady LLP, Milwaukee, Wisconsin.

DATE OF BONDS: November 3, 2015

MATURITY: October 1 as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2017	\$130,000	2024	\$150,000	2031	\$200,000
2018	125,000	2025	150,000	2032	200,000
2019	150,000	2026	150,000	2033	200,000
2020	100,000	2027	150,000	2034	200,000
2021	140,000	2028	150,000	2035	200,000
2022	150,000	2029	150,000		
2023	150,000	2030	175,000		

MATURITY ADJUSTMENTS: * The Village reserves the right to increase or decrease the amount of any individual maturity of the Bonds in increments of \$5,000 on the day of sale. If individual maturities are increased or decreased, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

TERM BONDS: See "Term Bond Option" herein.

INTEREST: April 1, 2016 and semiannually thereafter.

OPTIONAL REDEMPTION: Bonds maturing October 1, 2025 and thereafter are subject to call for prior redemption on October 1, 2024 and any date thereafter, at par.

MINIMUM BID: \$2,982,250.

MAXIMUM BID: \$3,201,200.

GOOD FAITH DEPOSIT: A cashier's check in the amount of \$60,400 may be submitted contemporaneously with the bid or, alternatively, a good faith deposit shall be made by the winning bidder by wire transfer of funds.

PAYING AGENT: To be determined.

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

This Preliminary Official Statement will be further supplemented by an addendum specifying the offering prices, interest rates, aggregate principal amount, principal amount per maturity, anticipated delivery date, and Syndicate Manager and Syndicate Members, together with any other information required by law, and, as supplemented, shall constitute a "Final Official Statement" of the Village with respect to the Bonds, as defined in S.E.C. Rule 15c2-12.

www.ehlers-inc.com



Minnesota
Offices also in Wisconsin and Illinois

phone 651-697-8500
fax 651-697-8555

3060 Centre Pointe Drive
Roseville, MN 55113-1122

REPRESENTATIONS

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

This Preliminary Official Statement is not to be construed as a contract with the Syndicate Manager or Syndicate Members. Statements contained herein which involve estimates or matters of opinion are intended solely as such and are not to be construed as representations of fact. Ehlers & Associates, Inc. ("Ehlers") prepared this Preliminary Official Statement and any addenda thereto relying on information of the Village and other sources for which there is reasonable basis for believing the information is accurate and complete. Bond Counsel has not participated in the preparation of this Preliminary Official Statement except as described herein and is not expressing any opinion as to the completeness or accuracy of the information contained therein. Quarles and Brady LLP will also serve as disclosure counsel to the Village with respect to the Bonds. Compensation of Ehlers, payable entirely by the Village, is contingent upon the sale of the issue.

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

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

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

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

Final Official Statement: Upon award of sale of the Bonds, the Preliminary Official Statement together with any previous addendum of corrections or additions will be further supplemented by an addendum specifying the offering prices, interest rates, aggregate principal amount, principal amount per maturity, anticipated delivery date, and Syndicate Manager and Syndicate Members, together with any other information required by law, and, as supplemented, shall constitute a "Final Official Statement" of the Village with respect to the Bonds, as defined in the Rule. Copies of the Final Official Statement will be delivered to the underwriter (Syndicate Manager) within seven business days following the proposal acceptance.

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

CLOSING

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

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VILLAGE BOARD

		<u>Term Expires</u>
David Lamerand	President	April 2017
Richard Landwehr	Board Member	April 2017
Karen Compton	Board Member	April 2016
Randy Swenson	Board Member	April 2017
Rick Stevens	Board Member	April 2016
Ann Wallschlager	Board Member	April 2017
Michael C. Meyers	Board Member	April 2016

ADMINISTRATION

David E. Cox, Village Administrator
Darlene Igl, Village Clerk
Ryan Bailey, Finance Director/Treasurer

PROFESSIONAL SERVICES

Hector de la Mora, Village Attorney

Quarles & Brady LLP, Bond Counsel/Disclosure Counsel, Milwaukee, Wisconsin

Ehlers & Associates, Inc., Municipal Advisors, Pewaukee, Wisconsin
(Other offices located in Roseville, Minnesota, Chicago, Illinois and Denver, Colorado)

INTRODUCTORY STATEMENT

This Preliminary Official Statement contains certain information regarding the Village of Hartland, Wisconsin (the "Village") and the issuance of its \$3,020,000* General Obligation Corporate Purpose Bonds, Series 2015A (the "Bonds"). Any descriptions or summaries of the Bonds, statutes, or documents included herein are not intended to be complete and are qualified in their entirety by reference to such statutes and documents and the form of the Bonds to be included in the resolution authorizing the sale of the Bonds ("Award Resolution") to be adopted by the Board of Trustees on October 13, 2015.

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

THE BONDS

GENERAL

The Bonds will be issued in fully registered form as to both principal and interest in denominations of \$5,000 each or any integral multiple thereof, and will be dated, as originally issued, as of November 3, 2015. The Bonds will mature on October 1 in the years and amounts set forth on the cover of this Preliminary Official Statement. Interest will be payable on April 1 and October 1 of each year, commencing April 1, 2016, to the registered owners of the Bonds appearing of record in the bond register as of the close of business on the 15th day (whether or not a business day) of the immediately preceding month. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the Municipal Securities Rulemaking Board ("MSRB"). **The rate for any maturity may not be more than 1.00% less than the rate for any preceding maturity. (For example, if a rate of 4.50% is proposed for the 2017 maturity, then the lowest rate that may be proposed for any later maturity is 3.50%.)** All Bonds of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

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

OPTIONAL REDEMPTION

At the option of the Village, Bonds maturing on or after October 1, 2025 shall be subject to redemption prior to maturity on October 1, 2024 and on any date thereafter, at a price of par plus accrued interest.

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

Notice of such call shall be given by sending a notice by registered or certified mail, facsimile or electronic transmission, overnight delivery service or in any other manner required by DTC, not fewer than 30 days but not more than 60 days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books.

AUTHORITY; PURPOSE

The Bonds are being issued pursuant to Section 67.04, Wisconsin Statutes, for the public purposes of financing street improvement projects, park improvements, water system projects, storm water improvements and acquisition of fire equipment.

ESTIMATED SOURCES AND USES

Sources		
Par Amount of Bonds	\$3,020,000	
Interest Earnings	<u>5,485</u>	
Total Sources		\$3,025,485
Uses		
Project Costs	\$2,928,045	
Contingency	2,415	
Discount Allowance	37,750	
Finance Related Expenses	<u>57,275</u>	
Total Uses		\$3,025,485

SECURITY

For the prompt payment of the Bonds with interest thereon and for the levy of taxes sufficient for this purpose, the full faith, credit and resources of the Village will be irrevocably pledged. The Village will levy a direct, annual, irrevocable tax on all taxable property in the Village sufficient to pay the interest on the Bonds when it becomes due and also to pay and discharge the principal on the Bonds at maturity, in compliance with Article XI, Section 3 of the Wisconsin Constitution. Such tax may, under current law, be levied without limitation as to rate or amount.

RATING

General obligation debt of the Village is currently rated "Aa2" by Moody's Investors Service ("Moody's").

The Village has requested a rating on this issue from Moody's, and bidders will be notified as to the assigned rating prior to the sale. Such a rating, if and when received, will reflect only the view of the rating agency and any explanation of the significance of such rating may only be obtained from Moody's.

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

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

CONTINUING DISCLOSURE

In order to assist the underwriters in complying with Rule 15c2-12 promulgated by the Securities and Exchange Commission, pursuant to the Securities Exchange Act of 1934 (the "Rule"), the Village shall covenant to take certain actions pursuant to the Award Resolution adopted by the Board of Trustees by entering into a Continuing Disclosure Undertaking (the "Disclosure Undertaking") for the benefit of holders, including beneficial holders. The Disclosure Undertaking requires the Village to provide electronically or in the manner otherwise prescribed certain financial information annually and to provide notices of the occurrence of certain events enumerated in the Rule. The details and terms of the Disclosure Undertaking for this issue are set forth in Appendix D to be executed and delivered by the Village at the time of delivery of the Bonds. Such Disclosure Undertaking will be in substantially the form attached hereto.

In the previous five years, the Village believes it has not failed to comply in all material respects with its prior undertakings under the Rule. A failure by the Village to comply with any Disclosure Undertaking will not constitute an event of default on this issue or any issue outstanding. However, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price. Ehlers is currently the disclosure dissemination agent for the Village.

The Village will file its continuing disclosure information using the Electronic Municipal Market Access ("EMMA") system or any system that may be prescribed in the future. Investors will be able to access continuing disclosure information filed with the MSRB at www.emma.msrb.org.

LEGAL OPINION

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

STATEMENT REGARDING BOND COUNSEL PARTICIPATION

Bond Counsel has not assumed responsibility for this Official Statement or participated in its preparation (except with respect to the section entitled "Tax Exemption" in the Official Statement and the "Form of Legal Opinion" found in the Appendix B) and has not performed any investigation as to its accuracy, completeness or sufficiency.

Quarles & Brady LLP has also been retained by the Village to serve as Disclosure Counsel to the Village with respect to the Bonds. Although, as Disclosure Counsel to the Village, Quarles & Brady LLP has assisted the Village with certain matters, Quarles & Brady LLP has not undertaken to independently verify the accuracy, completeness or sufficiency of this Official Statement or other offering material relating to the Bonds and assumes no responsibility whatsoever nor shall have any liability to any other party for the statements or information contained or incorporated by reference in this Official Statement. Further, Quarles & Brady LLP makes no representation as to the suitability of the Bonds for any investor.

TAX EXEMPTION

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

"The interest on the Bonds is excludable for federal income tax purposes from the gross income of the owners of the Bonds. The interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on corporations (as that term is defined for federal income tax purposes) and individuals. However, for purposes of computing the alternative minimum tax imposed on corporations, the interest on the Bonds is included in adjusted current earnings. The Code contains requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds. The Village has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the Issuer comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Bonds."

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

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

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

QUALIFIED TAX-EXEMPT OBLIGATIONS

The Village will designate the Bonds as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Code relating to the ability of financial institutions to deduct from income for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations.

MUNICIPAL ADVISOR

Ehlers has served as Municipal Advisor to the Village in connection with the issuance of the Bonds. The Municipal Advisor will not participate in the underwriting of the Bonds. The financial information included in this Preliminary Official Statement has been compiled by the Municipal Advisor. Such information does not purport to be a review, audit or certified forecast of future events and may not conform with accounting principles applicable to compilations of financial information. Ehlers is not a firm of certified public accountants. Ehlers is registered with the Securities and Exchange Commission and the Municipal Securities Rulemaking Board as a Municipal Advisor.

MUNICIPAL ADVISOR AFFILIATED COMPANIES

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

INDEPENDENT AUDITORS

The basic financial statements of the Village as of December 31, 2014, and for the Fiscal Year then ended have been audited by Baker Tilly Virchow Krause LLP, Milwaukee, Wisconsin, independent auditors (the "Auditor"). The report of the Auditor, together with the basic financial statements, component units financial statements, and notes to the financial statements are attached hereto as "APPENDIX A – FINANCIAL STATEMENTS". The Auditor has not been engaged to perform and has not performed, since the date of its report included herein, any procedures on the financial statements addressed in that report. The Auditor also has not performed any procedures relating to the Preliminary Official Statement.

RISK FACTORS

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

Taxes: The Bonds are general obligations of the Village, the ultimate payment of which rests in the Village's ability to levy and collect sufficient taxes to pay debt service. In the event of delayed billing, collection or distribution of property taxes, sufficient funds may not be available to the Village in time to pay debt service when due.

State Actions: Many elements of local government finance, including the issuance of debt and the levy of property taxes, are controlled by State government. Future actions of the State may affect the overall financial condition of the Village, the taxable value of property within the Village, and the ability of the Village to levy and collect property taxes.

Future Changes in Law: Various State and federal laws, regulations and constitutional provisions apply to the Village and to the Bonds. The Village can give no assurance that there will not be a change in or interpretation of any such applicable laws, regulations and provisions which would have a material effect on the Village or the taxing authority of the Village.

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

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

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

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

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

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

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

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

VALUATIONS

WISCONSIN PROPERTY VALUATIONS; PROPERTY TAXES

Equalized Value

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

Assessed Value

The "assessed value" of taxable property in a municipality is determined by the local assessor, except for manufacturing properties which are valued by the State. Each city, village or town retains its own local assessor, who must be certified by the State Department of Revenue. Assessed value is used by these municipalities to determine tax levy mill rates and to apportion levies among individual property owners. Beginning in 1986, the State required that the assessed values must be within 10% of State equalized values at least once every five years. The local assessor values property as of January 1 each year and submits those values to each municipality the second Monday in May. The assessor also reports any value changes taking place since the previous year, to the Department of Revenue, by this same date.

CURRENT PROPERTY VALUATIONS

2015 Equalized Value	\$1,189,880,500
2015 Equalized Value Reduced by Tax Increment Valuation	\$1,187,773,400
2014 Equalized Value	\$1,167,590,600
2014 Equalized Value Reduced by Tax Increment Valuation	\$1,166,239,100
2014 Assessed Value ¹	\$1,165,405,100

2015 EQUALIZED VALUE BY CLASSIFICATION

	2015 Equalized Value	Percent of Total Equalized Value
Residential	\$ 797,397,600	67.01%
Commercial	284,723,200	23.93%
Manufacturing	77,572,400	6.52%
Agricultural	34,300	0.00%
Ag Forest	343,100	0.03%
Other	323,900	0.03%
Personal Property	29,486,000	2.48%
Total	<u><u>\$ 1,189,880,500</u></u>	<u><u>100%</u></u>

TREND OF VALUATIONS

Year	Assessed Value	Equalized Value (TID IN)	Percent Increase/Decrease in Equalized Value
2010	\$1,177,770,800	\$1,182,801,000	-4.53%
2011	1,176,415,000	1,173,978,700	-0.75%
2012	1,119,757,300	1,129,849,800	-3.76%
2013	1,178,545,500	1,129,413,700	-0.04%
2014	1,165,405,100	1,167,590,600	3.38%
2015	Not Available	1,189,880,500	1.91%

Source: Wisconsin Department of Revenue, Bureau of Equalization.

¹ 2015 Assessed Values are not available yet.

LARGER TAXPAYERS

Taxpayer	Type of Business/Property	2014 Estimated Equalized Value¹	Percent of Village's Total Estimated Equalized Value
Thompson Reuters	Commercial	\$ 24,954,132	2.14%
Summit Lakes Apartments	Commercial	14,264,113	1.22%
Medline	Industrial	12,230,003	1.05%
Aurora Medical Group	Commercial	9,205,139	0.79%
Wirtz Beverage	Commercial	9,089,722	0.78%
Merge, LLC	Commercial	8,450,225	0.72%
The Legend of Bristlecone	Golf Course	7,918,930	0.68%
UBIII LLC	Commercial	7,487,121	0.64%
Midwest Composite	Industrial	4,823,132	0.41%
Pine and Whitnall	Commercial	4,720,741	0.40%
Total		\$ 103,143,258	8.83%
Village's Total 2014 Equalized Value (TID IN)		\$1,167,590,600	

¹ Estimated by dividing the 2014 Assessed Values by the ratio of 2014 Assessed Value to 2014 Equalized Value for the Village. The 2015 Assessed Values are not available yet.

DEBT

DIRECT DEBT¹ (includes the Bonds)

General Obligation Debt (see schedules following)

Total General Obligation Debt	<u>\$ 16,933,831</u>
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Revenue Debt (see schedules following)

Total revenue debt secured by sewer revenues	<u>\$ 2,421,929</u>
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¹ Outstanding debt is as of the dated date of the Bonds.

VILLAGE OF HARTLAND, WISCONSIN
Schedule of Bonded Indebtedness
General Obligation Debt
(As of November 3, 2015)

Dated Amount	Refunding Bonds		Refunding Bonds		Refunding Bonds		GO CP Bonds Series 2012A		GO Ref Bonds Series 2013A		GO Prom Notes Series 2014		GO CP Bonds Series 2015A		Total Principal	Total Interest	Principal & Interest	Principal Outstanding	Principal %Paid	Year
	Maturity	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal						
3/1/2006 \$3,350,000	2/1														314,854	80,144	394,998	16,618,977	1.86%	2015
		110,000	7,125												919,854	444,045	1,363,899	15,689,123	7.29%	2016
		135,000	2,531												1,034,854	429,584	1,464,438	14,664,269	13.40%	2017
		150,000	91,038												1,014,854	405,091	1,419,945	13,649,415	19.40%	2018
		175,000	87,381												1,024,854	380,923	1,405,777	12,624,561	25.45%	2019
		175,000	82,100												1,054,854	355,854	1,410,708	11,569,707	31.68%	2020
		175,000	76,106												1,109,854	324,004	1,433,858	10,459,853	38.23%	2021
		175,000	69,806												1,104,853	291,723	1,396,576	9,355,000	44.76%	2022
		175,000	63,375												1,075,000	264,185	1,339,185	8,280,000	51.10%	2023
		175,000	56,813												1,130,000	235,810	1,365,810	7,150,000	57.78%	2024
		225,000	49,031												1,125,000	205,504	1,330,504	6,025,000	64.42%	2025
		225,000	40,031												965,000	173,304	1,138,304	5,060,000	70.12%	2026
		225,000	31,031												965,000	143,879	1,108,879	4,095,000	75.82%	2027
		225,000	22,031												960,000	114,126	1,074,126	3,135,000	81.49%	2028
		225,000	12,891												935,000	84,660	1,019,660	2,200,000	87.01%	2029
		200,000	4,125												800,000	59,438	859,438	1,400,000	91.73%	2030
															450,000	42,900	492,900	950,000	94.39%	2031
															350,000	30,363	380,363	600,000	96.46%	2032
															200,000	20,400	220,400	400,000	97.64%	2033
															200,000	13,800	213,800	200,000	98.82%	2034
															200,000	7,000	207,000	0	100.00%	2035
		245,000	9,656	2,500,000	779,141	975,000	27,335	5,470,000	962,653	4,685,000	1,307,288	38,831	0	3,020,000	1,020,061	16,933,831	4,106,133	21,039,964		

*Preliminary, subject to change

VILLAGE OF HARTLAND, WISCONSIN
Schedule of Bonded Indebtedness
Revenue Debt Secured by Sewer Utility
(As of November 3, 2015)

Sewerage System
Revenue Bonds
CWF Loan 1)

Dated Amount	6/11/2003 \$5,000,000		Maturity	5/1		Fiscal Year Ending	Total Principal	Total Interest	Principal & Interest	Principal Outstanding	Principal %Paid	Year
	Principal	Interest		Principal	Interest							
2015		33,302	0	33,302	33,302	2015	0	33,302	2,421,929	0.00%	2015	
2016	274,787	62,825	274,787	62,825	337,612	2016	274,787	62,825	2,147,142	11.35%	2016	
2017	282,344	55,164	282,344	55,164	337,508	2017	282,344	55,164	1,864,798	23.00%	2017	
2018	290,108	47,293	290,108	47,293	337,401	2018	290,108	47,293	1,574,690	34.98%	2018	
2019	298,086	39,205	298,086	39,205	337,291	2019	298,086	39,205	1,276,604	47.29%	2019	
2020	306,284	30,895	306,284	30,895	337,179	2020	306,284	30,895	970,320	59.94%	2020	
2021	314,706	22,357	314,706	22,357	337,063	2021	314,706	22,357	655,614	72.93%	2021	
2022	323,361	13,583	323,361	13,583	336,944	2022	323,361	13,583	332,253	86.28%	2022	
2023	332,253	4,568	332,253	4,568	336,822	2023	332,253	4,568	0	100.00%	2023	
	2,421,929	309,192	2,421,929	309,192	2,731,121		2,421,929	309,192	2,731,121			

DEBT LIMIT

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

Equalized Value	\$ 1,189,880,500
Multiply by 5%	<u>0.05</u>
Statutory Debt Limit	\$ 59,494,025
Less: General Obligation Debt	<u>(16,933,831)</u>
Unused Debt Limit	<u><u>\$ 42,560,194</u></u>

OVERLAPPING DEBT¹

Taxing District	2015 Equalized Value	% In Village	Total G.O. Debt	Village's Proportionate Share
Waukesha County	\$ 50,187,624,500	2.37%	\$ 79,335,000	\$ 1,880,925
Waukesha County Technical College District	51,347,196,784	2.32%	27,785,000	643,868
Arrowhead Union High School School District	5,429,325,747	21.51%	9,405,000	2,022,570
Hartland/Lakeside J3 School District	1,487,208,451	51.09%	3,465,000	1,770,263
Swallow School District	774,673,889	30.38%	2,735,000	<u>830,867</u>
Village's Share of Total Overlapping Debt				<u><u>\$ 7,148,493</u></u>

¹ Only those taxing jurisdictions with general obligation debt outstanding are included in this section.

DEBT RATIOS

	G.O. Debt	Debt/Equalized Value \$1,189,880,500	Debt/ Per Capita 9,167¹
Total General Obligation Debt	\$ 16,933,831	1.42%	\$ 1,847.26
Village's Share of Total Overlapping Debt	<u>7,148,493</u>	<u>0.60%</u>	<u>779.81</u>
Total	\$ 24,082,324	2.02%	\$ 2,627.07

DEBT PAYMENT HISTORY

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

FUTURE FINANCING

The Village reports no plans for additional financing in the next 12 months.

¹ Estimated 2015 population.

TAX LEVIES AND COLLECTIONS

TAX LEVIES AND COLLECTIONS

Tax Year	Levy for Village Purposes Only	% Collected	Levy/Equalized Value Reduced by Tax Increment Valuation in Dollars per \$1,000
2010/11	\$4,976,827	100%	\$4.21
2011/12	5,009,674	100%	4.27
2012/13	5,143,812	100%	4.55
2013/14	5,195,250	100%	4.60
2014/15	5,221,226	100%	4.48

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

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

PROPERTY TAX RATES

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

Year Levied/ Year Collected	Schools¹	County	Local	Other²	Total Full Value Effective Rate³
2010/11	\$11.69	\$1.97	\$4.21	\$0.17	\$16.36
2011/12	11.63	2.01	4.27	0.17	16.38
2012/13	12.12	2.11	4.55	0.17	17.20
2013/14	12.04	2.14	4.60	0.17	17.22
2014/15	11.07	2.08	4.48	0.17	16.15

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

LEVY LIMITS

Section 66.0602 of the Wisconsin Statutes, imposes a limit on property tax levies by cities, villages, towns and counties. No city, village, town or county is permitted to increase its tax levy by a percentage that exceeds its valuation factor (which is defined as a percentage equal to the greater of the percentage change in the political subdivision's January 1 equalized value due to new construction less improvements removed or zero percent). The base amount in any year to which the levy limit applies is the actual levy for the immediately preceding year. This levy limitation is an overall limit, applying to levies for operations as well as for other purposes.

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

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

² Includes the state reforestation tax which is apportioned to each county on the basis of its full value. Counties, in turn, apportion the tax to the tax districts within their borders on the basis of full value. It also includes taxes levied for special purpose districts such as metropolitan sewerage districts, sanitary districts, and public inland lake protection districts. Tax increment values are not included.

³ Property tax less state property tax credit (not including lottery credit).

Beginning with levies imposed in 2015, if a political subdivision does not make an adjustment in its levy as described in the above paragraph in the current year, the political subdivision may increase its levy by the aggregate amount of the differences between the political subdivision's valuation factor in the previous year and the actual percent increase in a political subdivision's levy attributable to the political subdivision's valuation factor in the previous year, for the five years before the current year, less any amount of such aggregate amount already claimed as an adjustment in any of the previous five years. The calculation of the aggregate amount available for such adjustment may not include any year before 2014, and the maximum adjustment allowed may not exceed 5%. The use of the adjustment described in this paragraph requires approval by a two-thirds vote of the political subdivision's governing body, and the adjustment may only be used if the political subdivision's level of outstanding general obligation debt in the current year is less than or equal to the political subdivision's level of outstanding general obligation debt in the previous year.

Special provisions are made with respect to property taxes levied to pay general obligation debt service. Those are described below. In addition, the statute provides for certain other exclusions from and adjustments to the tax levy limit. Among the items excluded from the limit are amounts levied for any revenue shortfall for debt service on a revenue bond issued under Section 66.0621. Among the adjustments permitted is an adjustment applicable when a tax increment district terminates, which allows an amount equal to the prior year's allowable levy multiplied by 50% of the political subdivision's percentage growth due to the district's termination.

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

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

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

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

The Bonds were authorized after July 1, 2005 and therefore the levy limits do not apply to taxes levied to pay debt service on the Bonds.

THE ISSUER

VILLAGE GOVERNMENT

The Village was incorporated in 1892 and is governed by a seven-member Board of Trustees, of which the Village President is a voting member. All Board Members are elected to two-year terms. The appointed Village Administrator, Clerk, and Treasurer/Finance Director are responsible for administrative details and financial records.

EMPLOYEES; PENSIONS

The Village has 45 full-time, 22 part-time and 14 seasonal employees. All eligible Village employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work at least 600 hours a year and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1,200 hours a year and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

Prior to June 29, 2011, covered employees in the General category were required by statute to contribute 6.5% of their salary (3.9% for Executives and Elected Officials, 5.8% for Protective Occupations with Social Security, and 4.8% for Protective Occupations without Social Security) to the plan. Employers could make these contributions to the plan on behalf of employees. Employers were required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits.

Effective the first day of the first pay period on or after June 29, 2011 the employee required contribution was changed to one-half of the actuarially determined contribution rate for General category employees and Executives and Elected Officials. 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. Contribution rate are as follows:

	<u>2014</u>	
	<u>Employee</u>	<u>Employer</u>
General	7.00%	7.00%
Executives and Elected Officials	7.75%	7.75%
Protective with Social Security	7.00%	10.31%
Protective without Social Security	7.00%	13.91%

The payroll for Village employees covered by the WRS for the year ended December 31, 2014 was \$3,224,004; the employers's total payroll was \$3,476,784. The total required contribution for the year ended December 31, 2014 was \$498,129, or 15.45% of covered payroll. Of this amount \$272,449 or 54.7% was contributed by the employer for the year ended December 31, 2014. Total contributions for the years ending December 31, 2013 and 2012 were \$498,557 and \$437,281, respectively, equal to the required contributions for each year.

Recognized and Certified Bargaining Units

All eligible Village personnel are covered by the Municipal Employment Relations Act ("MERA") of the Wisconsin Statutes. Pursuant to that law, employees have rights to organize and, after significant changes were made to the law in 2011, very limited rights to collectively bargain with municipal employers. MERA was amended by 2011 Wisconsin Act 10 (the "Act") and by 2011 Wisconsin Act 32.

As a result of the 2011 amendments to MERA, the Village is prohibited from bargaining collectively with municipal employees, except for public safety and transit employees, with respect to any factor or condition of employment except total base wages. Even then, the Village is limited to increasing the base wages only by any increase in the previous year's consumer price index (unless the Village were to seek approval for a higher increase through a referendum). Ultimately, the Village can unilaterally implement the wages for a collective bargaining unit.

Under the changes to MERA, impasse resolution procedures were removed from the law for municipal employees of the type employed by the Village, including binding interest arbitration. Strikes by any municipal employee or labor organization are expressly prohibited. As a practical matter, it is anticipated that strikes will be rare. Furthermore, if strikes do occur, they may be enjoined by the courts. Additionally, because the only legal subject of bargaining is the base wage rates, all bargaining over items such as just cause, benefits, and terms of conditions of employment are prohibited and cannot be included in a collective bargaining agreement.

The following bargaining units represent employees of the Village:

Bargaining Unit	Expiration Date of Current Contract
Hartland Professional Police Association	December 31, 2015

OTHER POST EMPLOYMENT BENEFITS

The Village does not provide post employment benefits outside of the WRS.

LITIGATION

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

MUNICIPAL BANKRUPTCY

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

As of the date hereof, Wisconsin law contains no express authority for municipalities to file for bankruptcy relief under Chapter 9 of the Bankruptcy Code. Nevertheless, there can be no assurance (a) that State law will not change in the future, while the Bonds are outstanding, in a way that would allow the Village to file for bankruptcy relief under

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

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

FUNDS ON HAND (as of August 31, 2015)

Fund	Total Cash and Investments
General Fund	\$ 6,429,124
General Fund Petty Cash	550
Garbage Fund	204,380
Sewer Utility	1,178,464
Library Donation Fund	68,744
Impact Fee Fund	83,995
Self-Funded Dental Fund	173,525
Debt Service Fund	657,231
Capital Improvement Fund	1,976,966
Corporate Reserve Fund	1,619,996
Water Utility	1,304,921
Critical Incident Team Fund	24,628
Major Incident Unit Fund	2,301
Business Improvement District	<u>55,819</u>
Total Funds on Hand	<u><u>\$ 13,780,644</u></u>

ENTERPRISE FUNDS

Cash flows for the Village's enterprise funds have been as follows as of December 31 each year:

	2012	2013	2014
Water			
Total Operating Revenues	\$1,345,192	\$ 1,251,796	\$1,266,164
Less: Operating Expenses	<u>(1,184,973)</u>	<u>(1,040,246)</u>	<u>(1,150,452)</u>
Operating Income	\$ 160,219	\$ 211,550	\$ 115,712
Plus: Depreciation	366,773	375,986	388,905
Tax Equivalent	24,007	22,490	25,610
Investment Income	<u>5,530</u>	<u>7,439</u>	<u>4,138</u>
Revenues Available for Debt Service	<u>\$ 556,529</u>	<u>\$ 617,465</u>	<u>\$ 534,365</u>
Sewer			
Total Operating Revenues	\$ 1,225,194	\$ 1,287,077	\$1,381,491
Less: Operating Expenses	<u>(1,479,405)</u>	<u>(1,424,424)</u>	<u>(1,494,909)</u>
Operating Income	\$ (254,211)	\$ (137,347)	\$ (113,418)
Plus: Depreciation	245,968	246,979	248,653
Investment Income	<u>93,668</u>	<u>86,836</u>	<u>79,457</u>
Revenues Available for Debt Service	<u>\$ 85,425</u>	<u>\$ 196,468</u>	<u>\$ 214,692</u>

SUMMARY GENERAL FUND INFORMATION

Following are summaries of the revenues and expenditures and fund balances for the Village's General Fund for the fiscal years shown below. These summaries are not purported to be the complete audited financial statements of the Village. Copies of the complete audited financial statements are available upon request. Appendix A includes the Village's 2014 audited financial statements.

COMBINED STATEMENT	FISCAL YEAR ENDING DECEMBER 31				
	2010	2011	2012	2013	2014
Revenues					
Taxes and special assessments	\$ 3,963,626	\$ 4,036,132	\$ 4,121,610	\$ 4,095,818	\$ 4,147,257
Intergovernmental	1,333,155	1,342,780	1,254,535	1,380,568	1,347,292
Licenses and permits	171,265	226,650	231,075	229,915	301,480
Penalties and forfeitures	81,800	73,964	74,585	82,434	74,865
Public charges for services	487,007	534,591	547,727	576,182	629,560
Interdepartmental revenues	56,930	51,554	54,630	50,305	57,806
Investment income	23,521	18,519	19,461	18,158	14,884
Miscellaneous general revenues	77,257	82,140	90,855	91,149	94,500
Total Revenues	\$ 6,194,561	\$ 6,366,330	\$ 6,394,478	\$ 6,524,529	\$ 6,667,644
Expenditures					
Current:					
General government	\$ 816,677	\$ 797,266	\$ 926,680	\$ 813,403	\$ 891,724
Police	2,127,198	2,165,388	2,157,701	2,253,767	2,267,289
Fire protection	479,910	485,350	524,214	508,912	536,628
Public Works	1,368,711	1,322,657	1,252,712	1,368,192	1,391,227
Health and social services	11,373	16,396	15,581	10,021	13,071
Library	644,510	660,392	665,434	687,186	683,079
Parks	246,014	265,033	282,293	267,552	286,582
Conservation and development	57,959	92,493	94,092	87,112	134,223
Capital outlay	71,965	108,937	83,084	49,351	79,888
Total Expenditures	\$ 5,824,317	\$ 5,913,912	\$ 6,001,791	\$ 6,045,496	\$ 6,283,711
Excess of revenues over (under) expenditures	\$ 370,244	\$ 452,418	\$ 392,687	\$ 479,033	\$ 383,933
Other Financing Sources (Uses)					
Proceeds from capital lease	100	4,351	500	0	6,875
Operating transfers in	210,328	211,728	219,683	234,504	230,844
Operating transfers out	(387,938)	(327,269)	(441,904)	(377,082)	(226,324)
Total Other Financing Sources (Uses)	\$ (177,510)	\$ (111,190)	\$ (221,721)	\$ (142,578)	\$ 11,395
Excess of revenues and other financing sources over (under) expenditures and other financing uses	\$ 192,734	\$ 341,228	\$ 170,966	\$ 336,455	\$ 395,328
General Fund Balance					
General Fund Balance January 1	3,290,272	3,483,006	3,824,234	3,995,200	4,331,655
Residual Equity Transfer in (out)	0	0	0	0	0
General Fund Balance December 31	\$ 3,483,006	\$ 3,824,234	\$ 3,995,200	\$ 4,331,655	\$ 4,726,983
DETAILS OF DECEMBER 31 FUND BALANCE					
Reserved	\$ 727,825	\$ 0	\$ 0	\$ 0	\$ 0
Unreserved:					
Designated	2,755,181	0	0	0	0
Undesignated	0	0	0	0	0
Nonspendable	0	687,925	810,255	801,613	792,138
Restricted	0	73,122	59,649	60,149	4,964
Committed	0	0	0	0	0
Assigned	0	1,132,850	1,253,510	1,331,063	1,521,241
Unassigned	0	1,930,337	1,871,786	2,138,830	2,408,640
Total	\$ 3,483,006	\$ 3,824,234	\$ 3,995,200	\$ 4,331,655	\$ 4,726,983

SUMMARY OF 2015 GENERAL FUND BUDGET

Revenues	
Property Taxes for Operating	\$ 4,184,623
State Shared Revenue	240,000
Transportation Aids	570,000
Licenses, Permits, Fines	202,500
Investments	18,000
Other	1,443,107
Total Revenues	<u>\$ 6,658,230</u>
Expenditures	
Current:	
General government	\$ 867,825
Public Safety	3,106,262
Public Works	1,539,470
Culture and Recreation	1,030,129
Contingency	114,544
Total Expenditures	<u>\$ 6,658,230</u>

Source: Village's Adopted Budget

GENERAL INFORMATION

LOCATION

The Village of Hartland, with a 2010 U.S. Census population of 9,110, and a current estimated population of 9,167, comprises an area of 5.2 square miles and is located in Waukesha County on State Highway 16, approximately 20 miles west of Milwaukee and about 15 miles northwest of Waukesha. For additional information regarding the Village, please visit their website at www.villageofhartland.com.

LARGER EMPLOYERS

Larger employers in the Village include the following:

Firm	Type of Business/Product	Estimated No. of Employees
Merge Healthcare	Healthcare software and systems	215
Hartland-Lakeside Public Schools	Education	210
Avicom Communication Group	Marketing communications agency	201
OneTouchPoint ¹	Marketing programs and services	190
Insurity ²	Insurance software and services	180
Dorner Manufacturing Corp	Belt Type conveyors and systems	175
Eli Lilly & Co	Pharmaceutical products-wholesale	175
Heraeus Electro Nite	Monitoring and control of molten metal processes	160
Piggly Wiggly	Grocery Store	130
IMS Electrol Co	Electric equipment and supplies	120

Source: *ReferenceUSA, written and telephone survey (September 2015), Wisconsin Manufacturers Register, and the Wisconsin Department of Workforce Development.*

¹ Commercial Communications Inc. is part of OneTouchPoint.

² Formerly listed as AQS Solutions. Insurity acquired AQS in 2013.

BUILDING PERMITS

	2011	2012	2013	2014	2015 ¹
<u>New Single Family Homes</u>					
No. of building permits	9	8	8	5	1
Valuation	\$4,773,000	\$2,450,000	\$2,450,000	\$1,712,000	\$340,000
<u>New Multiple Family Buildings</u>					
No. of building permits	0	0	0	1	0
Valuation	\$0	\$0	\$0	\$2,400,000	\$0
<u>New Commercial/Industrial</u>					
No. of building permits	1	0	0	0	2
Valuation	\$1,200,000	\$0	\$0	\$0	\$2,450,000
<u>All Building Permits</u> <i>(including additions and remodelings)</i>					
No. of building permits	157	143	165	215	140
Valuation	\$12,460,990	\$7,794,170	\$10,223,850	\$14,367,400	\$7,948,000

Source: the Village

¹ As of August 31, 2015.

U.S. CENSUS DATA

Population Trend: Village of Hartland

2000 U.S. Census	7,905
2010 U.S. Census	9,110
2015 Estimated Population	9,167
Percent of Change 2000 - 2010	+ 15.24%

Income and Age Statistics

	Village of Hartland	Waukesha County	State of Wisconsin	United States
2013 per capita income	\$37,182	\$37,577	\$27,523	\$28,155
2013 median household income	\$64,638	\$75,850	\$52,413	\$53,046
2013 median family income	\$91,094	\$92,974	\$66,534	\$64,719
2013 median gross rent	\$803	\$908	\$759	\$904
2013 median value owner occupied units	\$248,300	\$253,800	\$167,100	\$176,700
2013 median age	38.0 yrs.	42.4 yrs.	38.7 yrs.	37.3 yrs.

	State of Wisconsin	United States
Village % of 2013 per capita income	135.09%	132.06%
Village % of 2013 median family income	136.91%	140.75%

Housing Statistics

	<u>Village of Hartland</u>		
	2000	2013	Percent of Change
All Housing Units	3,140	3,741	19.14%

Source: 2000 and 2010 Census of Population and Housing, and 2013 American Community Survey (Based on a five-year estimate), U.S. Census Bureau (www.factfinder2.census.gov).

EMPLOYMENT/UNEMPLOYMENT DATA

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

Year	<u>Average Employment</u>		<u>Average Unemployment</u>	
	Waukesha County	Waukesha County	Waukesha County	State of Wisconsin
2011	203,745	6.5%	7.8%	
2012	205,080	5.8%	7.0%	
2013	207,319	5.5%	6.8%	
2014	210,923	4.5%	5.5%	
2015, August	214,532	3.4%	3.9%	

Source: Wisconsin Department of Workforce Development.

FINANCIAL STATEMENTS

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

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

INDEPENDENT AUDITORS' REPORT

To the Village Board
Village of Hartland
Hartland, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Hartland, Wisconsin, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Village of Hartland's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village of Hartland's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Village of Hartland's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

To the Village Board
Village of Hartland

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Hartland, Wisconsin, as of December 31, 2014 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedules as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Hartland's basic financial statements. The combining financial statements, component unit statement of cash flows, summary of long-term debt and comparative schedule of taxes and valuation data as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was 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 combining financial statements, component unit statement of cash flows, summary of long-term debt and comparative schedule of taxes and valuation data are fairly stated in all material respects, in relation to the basic financial statements as a whole.



Milwaukee, Wisconsin
May 18, 2015



2014 Management's Discussion and Analysis (Unaudited)

The management of the Village of Hartland offers this narrative overview and analysis of the Village of Hartland's financial activities for the fiscal year ended December 31, 2014. Readers of these financial statements are encouraged to consider the information presented here in conjunction with the additional information presented on the following pages.

The Village of Hartland is a community of approximately 9,141 residents located in Waukesha County, Wisconsin about 20 miles west of Milwaukee. The Village of Hartland has benefited from this location. There is easy access to major transportation routes and many residents commute to work in Waukesha, Milwaukee, Madison and other surrounding communities. Additionally, the ease of access provides opportunities for local businesses by providing quick and simple transportation for inbound and outbound goods and products.

The Village of Hartland is a progressive community with a commitment to maintaining assets through an aggressive capital projects program.

Overview of the Financial Statements

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

Financial Highlights

- ❖ The assets and deferred outflows of resources of the Village of Hartland exceeded its liabilities and deferred inflows of resources at the close of 2014 by \$36,675,530 (net position). Of this amount, \$9,425,677 (unrestricted net position) may be used to meet the Village's ongoing obligations to citizens and creditors. Nearly all of the remaining balance of the net position (\$27,046,426) represents assets of the Village like roads, utility lines and buildings, net of any related debt. Shown on page 16 of this report.
- ❖ As shown on pages 17 to 18 of this report, the Village of Hartland's total net position decreased by \$138,241 from \$36,813,771 in 2013 to \$36,675,530 in 2014. The funds comprising Governmental Activities realized a \$347,190 decrease in net position. The funds comprising Business-type Activities realized a \$208,949 increase in net position. All governmental funds, major and non-major, except two (TIF and Developers Fund) had a positive fund balance.
- ❖ As of the close of 2014, the Village of Hartland's governmental funds reported combined ending funding balances of \$8,137,082. This is a decrease of \$1,066,319 in comparison with the prior year's balance of \$9,205,401. The decrease was primarily due to budgeted capital projects completed in 2014. Shown on pages 19 to 24 of this report.
- ❖ During 2014, a general obligation note was issued for \$38,831 from Waukesha County for the Trunked Radio program. This note has a zero percent interest rate and is payable in annual installments until 2022. Current capital projects were funded by a borrowing in 2012 to fund the 2013 and 2014 capital projects budgeted.
- ❖ 22% (\$1,758,297) of the Village's governmental fund balance, which includes all activities of the Village except the Water and Sewer Utilities, is available for spending at the Village's discretion (unassigned). The amount available is currently being offset, or reduced, by



2014 Management's Discussion and Analysis (cont.) (Unaudited)

obligations in the TIF Districts and a temporary shortfall in the developers fund. 52% (\$4,278,535) of the fund balance is assigned by the Village for specific purposes. 16% of the fund balance is Restricted or Committed by the Village or statutes to be spent for specific purposes. The remaining 10% of fund balance is considered nonspendable as it relates to non-current receivables and prepayments. Shown on pages 19 and 20 of this report.

- ❖ When considered as a gross figure (not reduced by the TIF or developer escrow fund obligations), the General Fund unassigned fund balance totals \$2,408,640. This is equal to 36% of the operating budget for the general fund revenues. This amount has been allowed to grow so that it may be used to mitigate potential sudden negative impacts that may be experienced from time to time or to address singular unforeseen needs. When considered net of the offset for TIF and the Developers Fund, the \$1,758,297 in unassigned fund balance referenced above is about 26% of the general fund operating revenues. Shown on pages 19 and 20 of this report.
- ❖ The Village of Hartland's total debt related to governmental activities had principal payments of \$800,000 during 2014. Total general obligation debt for the business-type activities had principal payments of \$130,000. Debt is shown on page 22 for Village debt payments and page 26 for Water and Sewer Utility outstanding balances. Long term obligation (debt) payment information is also contained on pages 53 through 56 of this report.

Government-wide Financial Statements

The **government-wide financial statements** are designed to provide a broad overview of the Village of Hartland's finances in a manner similar to private sector business. The government-wide financial statements can be found on pages 16 through 18 of this report.

The **statement of net position** (Page 16) presents information on all of the Village of Hartland's assets and deferred outflows of resources less liabilities and deferred inflows of resources, with the difference between these reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Hartland is improving or deteriorating. In the last several years (2009 – 2014), these figures have remained relatively steady.

The **statement of activities** (Pages 17 and 18) presents information showing how the Village of Hartland's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of the related cash flows*. Therefore, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes, earned but unused vacation leave, and earned but unused comp time).

Both of the government-wide financial statements distinguish functions of the Village of Hartland that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Village of Hartland include general government, public safety, public works, environmental services, cemetery, library, parks and recreation. The governmental activities of the Village also include the Hartland Business Improvement District, which is a component unit of the Village. In 2007, the Hartland Business Improvement District (BID) was created by the Village of Hartland at the request or property and business owners in Village Center to provide focused services and economic assistance in the downtown consistent with state statutes. The Village assists by managing the BID's revenues, expenses and audit process via a separate fund. The business type activities of the Village of Hartland include the Water Utility and the Sewer Utility.

Village of Hartland
2014 Management's Discussion and Analysis (cont.)
(Unaudited)

In the government-wide financial statements the Village of Hartland is known as the **primary government**. The Water Utility and the Sewer Utility are designated as **business activities**. Although legally separate, they function for all practical purposes as departments of the Village of Hartland and have been included as an integral part of this financial statement.

Fund Financial Statements

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

Governmental funds – pages 19 to 24. Governmental funds are used to account for essentially the same functions reported as **governmental activities** in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on **near-term inflows and outflows of spendable resources**, as well as on **balances of spendable resources** available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for **governmental funds** with similar information presented for **governmental activities** in the government-wide financial statements. By doing so the readers may better understand the long term impact of the Village of Hartland's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between **governmental funds** and **governmental activities**.

The Village of Hartland maintains twelve individual governmental funds. These funds include: General Fund, Capital Projects, Corporate Reserve, Debt Service, Refuse, TIF, Special Library, Special Assessment, Impact Fee, CIT, MIU and Developers. The Village of Hartland participates in and manages the accounts for the Critical Incident Team (CIT) Fund and the Major Investigations Unit (MIU) Fund. These two entities are mutual agreement police operations among area police departments pursuant to Wisconsin Statutes §66.30, §66.305 and §66.315. The two units are funded by budgeted transfers from participating jurisdictions and the finances are managed by the Village of Hartland. In each case the expenses are what is necessary to operate the teams and are a function of the number of times they are called and the type of training they need.

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, TIF special revenue fund, debt service fund, Village projects fund and corporate reserve fund. All of these funds are considered to be major funds. Individual fund data for the nonmajor governmental funds is provided in the form of **combining statements** elsewhere in this report.

The Village of Hartland adopts an annual appropriated budget for all major funds and most of the nonmajor funds as required by state statute. Budgetary comparison statements have been provided for the general fund and the TIF special revenue fund as part of the required supplementary information on pages 66 and 67.

There are two funds that are not budgeted: (1) the Library fund that records donations to the Library and expenses the purchases from these donations; (2) the Village reviews and reconciles the Developers fund which comprises development projects that will be reimbursed by developers.

Village of Hartland
2014 Management's Discussion and Analysis (cont.)
(Unaudited)

Proprietary funds – pages 25 to 29. The Village of Hartland maintains three **Proprietary funds**. Proprietary funds are used to report **business-type activities** in the government-wide financial statements. The Village of Hartland uses enterprise funds (a type of proprietary fund) to account for its Water Utility and Sewer Utility.

The Village of Hartland also maintains an internal service fund (a second type of proprietary fund) to account for dental self insurance activities.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information on the Water Utility and the Sewer Utility, both of which are considered to be major funds of the Village of Hartland.

Fiduciary funds – page 30. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are **not** reflected in the government-wide financial statements because the resources of those funds are **not** available to support the Village of Hartland's own programs. The fiduciary fund maintained by the Village of Hartland is the Trust and Agency Fund which records the tax roll and tax collections made by the Village for other taxing jurisdictions within the Village of Hartland. The accounting used for fiduciary funds is much like that used for governmental funds.

Notes to the financial statements – pages 32 to 65. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information – pages 69 to 75. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In recent years, the net position of the Village has increased and decreased annually based on the particulars of a given fiscal year. In the last five years, the total assets/net position of the Village has decreased by 3.42% (\$1.25 million) to \$36,675,530. This is due, primarily, to the intentional and judicial use of funds and reservations on hand to partially mitigate the impact of project costs on the taxpayers.

In the case of the Village of Hartland, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$36,675,530 at the close of 2014. By far, the largest portion of the Village of Hartland's net position (74 percent) is found in net investment of capital assets which is capital assets (e.g., land, buildings, machinery, equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Village of Hartland uses these capital assets to provide services to citizens; consequently, these **assets are not available** for future spending. Although the Village of Hartland's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Following is a chart of the net position of the Village of Hartland. We are presenting the financial statements in this reporting model with a comparison to the prior year.

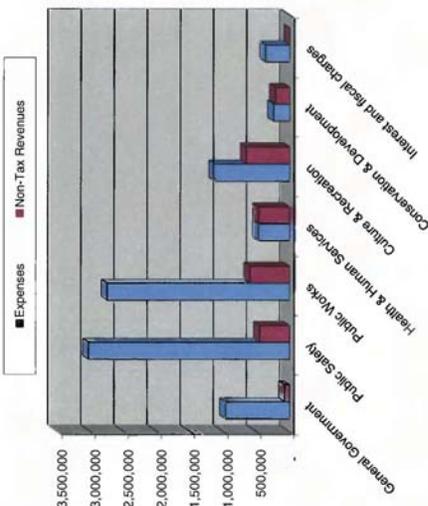
VILLAGE OF HARTLAND NET POSITION				
	Business Type Activities			
	2014	2013	2014	2013
ASSETS				
Current and other assets	\$ 14,843,640	\$ 15,981,320	\$ 6,263,000	\$ 20,485,568
Capital Assets	25,324,818	25,251,539	15,219,968	40,538,986
TOTAL ASSETS	40,168,458	41,232,859	21,482,968	62,024,554
DEFERRED OUTFLOWS OF RESOURCES				
Refunding loss	89,488	84,800	42,848	47,933
TOTAL DEFERRED OUTFLOWS OF RESOURCES	89,488	84,800	42,848	47,933
LIABILITIES				
Long-term liabilities outstanding	12,869,982	13,545,021	4,966,291	5,960,995
Current and other liabilities	626,198	850,638	443,069	723,506
TOTAL LIABILITIES	13,496,180	14,395,659	5,409,360	6,684,501
DEFERRED INFLOWS OF RESOURCES				
Unearned revenue	5,653,918	5,677,904	-	5,653,918
TOTAL DEFERRED INFLOWS OF RESOURCES	5,653,918	5,677,904	-	5,653,918
NET POSITION				
Net investment in capital assets	14,019,464	14,596,076	13,035,662	13,448,379
Restricted	203,427	334,257	-	203,427
Unrestricted	6,923,966	6,613,933	2,447,292	9,425,677
TOTAL NET POSITION	\$ 21,146,857	\$ 21,534,236	\$ 15,482,954	\$ 36,078,030

Following is a chart of the net position of the Village of Hartland. We are presenting the financial statements in this reporting model with a comparison to the prior year.

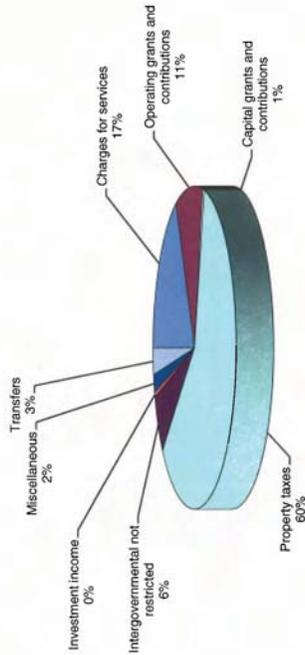
VILLAGE OF HARTLAND'S CHANGES IN NET POSITION				
	For the year ending December 31			
	2014	2013	2014	2013
Revenue				
Program Revenue				
Charges for services	\$ 1,510,310	\$ 1,335,993	\$ 1,299,892	\$ 1,355,824
Other grants and contributions	911,969	877,024	-	-
Capital grants and contributions	51,269	399,230	74,841	481,639
General Revenue				
Property Taxes	5,195,251	5,100,838	-	-
Inter governmental revenues not restricted to specific programs	257,799	636,567	-	-
Investment income	41,176	55,995	4,198	7,439
Miscellaneous	151,343	170,269	-	-
Gain on disposal of assets	3,798	1,493	-	-
Transfers	230,844	234,504	(223,293)	(227,447)
Total Revenues	8,626,759	8,819,103	1,110,357	1,935,336
Expenses				
Primary Government				
General government	966,802	866,203	-	-
Public Safety	3,034,108	3,009,638	-	-
Public Works	2,792,074	2,489,605	-	-
Health & Sanitation	475,145	456,410	-	-
Culture & Recreation	1,132,110	1,106,848	-	-
Conservation & Development	246,651	94,952	-	-
Interest & fiscal charges	367,056	727,241	53,375	67,166
Business Type Activities				
Water Utility	-	-	1,100,452	1,040,246
Sewer Utility	-	-	1,484,908	1,425,424
Total Expenses	8,973,949	8,855,897	1,572,997	1,570,773
Change in Net Position	(347,190)	(33,794)	(183,390)	(143,370)
TOTAL NET POSITION - JAN 1	21,534,236	21,568,030	9,986,264	10,003,619
TOTAL NET POSITION - DEC 31	\$ 21,187,046	\$ 21,034,236	\$ 9,802,874	\$ 9,860,249

Village of Earlland
 2014 Management's Discussion and Analysis (cont.)
 (Unaudited)

Expenses & Program Revenues - Governmental Activities

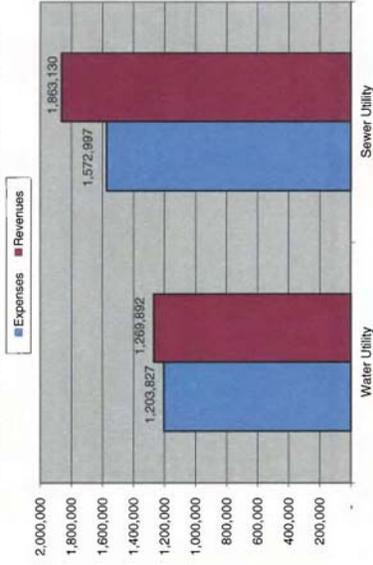


Program & General Revenues by Source - Governmental Activities

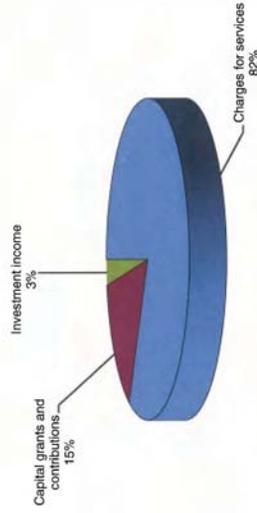


Village of Earlland
 2014 Management's Discussion and Analysis (cont.)
 (Unaudited)

Expenses & Program Revenues - Business-Type Activities



Revenues by Source - Business-type Activities



2014 Management's Discussion and Analysis (cont.)
(Unaudited)

General Budgetary Highlights

The General Fund posted an actual excess of revenues and other financing sources over expenditures and other financing uses of \$395,328. The Village of Hartland's 2014 operating budget received 104.7% of its budgeted revenues and spent 98.5% of its budgeted expenses. Even though our investment interest was under budget \$5,425 and our miscellaneous revenues were under budget \$15,809 there was still a positive balance recorded due to other circumstances on the revenue side:

- Grant revenue was \$88,570 more than budgeted in 2014.
- Permits were \$99,005 more than budgeted in 2014.
- Ambulance billings were \$69,538 more than budgeted in 2014.

On the expenditure side, all departments worked diligently to stay within the annual budget as there was constant monitoring of expenditures throughout the year. There were only three instances where operating expenditures were over budget. The three areas over budget were public works which was \$58,908 over budget due to a significant increase in snow removal costs and an increase in salary and pay grade adjustments; conservation and development, which was over budget \$52,013 due to inspection costs related to the work generated by the additional permits; and capital outlay, which was over budget \$21,224 due mainly to the Village portion of the Chimney Swift Roost Structure. The other operating accounts came in under budget to make our overall expenses approximately 1.5% below budget.

The Village of Hartland's budget for the proprietary funds is not adopted on a full accrual basis but is accounted for on a full accrual basis; therefore, the budgetary comparisons discussed below compare the actual results on a budgetary basis. In regards to the Village of Hartland's proprietary funds:

- Total revenues for the water utility were at 108% while expenses came in at 116% of budget resulting in an anticipated loss. In the past, the use of unrestricted net position had allowed the operation to continue without a rate increase since 1988. A rate increase application was prepared and submitted at the beginning of 2009 as the water utility had a negative rate of return from 2006-2008. Ultimately, a smaller rate increase was implemented and has been followed by incremental annual increases. The rate for 2014 has been in effect since December 16, 2013. During 2014, a simplified rate case was submitted to the Public Service Commission, which approved a 3.0% rate increase effective the first quarter of 2015.
- Total revenues for the Sewer Utility were 145% of budget and the expenses were at 116% of budget, resulting in a gain. The majority of the gain was due to the recognition of revenue on a capital contribution that was previously being held as a liability since the funds were potentially due to certain developers. These funds are no longer obligated and have now been designated for future improvements to the Sewer system for the north and northeast portion of the Village. At the end of 2014, the balance available for these improvements was \$473,141. The Sewer Utility budgets to pay \$17,000 annually into an account that has been designated for lift station rehabilitation and replacement. A maintenance schedule has been put in place. At the end of 2014 the balance available for lift station maintenance was \$243,011.
- Management has been concerned that the Sewer Utility would not be able to meet its operating expenses in future years. Interest rates started slowing down in 2007 and have stagnated through 2014. Therefore a 5% increase per year in the per-thousand-gallon rate to customers was implemented in 2002 through 2008. This practice was re-implemented in 2013 and during the 2015 budget process, the Sewer Utility rate was increased an additional 5% effective December 2015. The financial health of the Sewer Utility will continue to be evaluated on a yearly basis.

2014 Management's Discussion and Analysis (cont.)
(Unaudited)

As previously noted, interest rates started to decline at the end of 2007 and that trend continued through 2014. The Local Government Investment Pool (LGIP) yielded an average annual interest rate of 0.09%. The Village continues to evaluate safe investment options and currently has \$3,666,393 with a local bank as a money market account. They are paying interest at 7 basis points higher than the LGIP is paying (0.16%). A different local bank also has \$17,546,527 of the Village's money that they secure with daily repurchase agreements that are collateralized deposits backed by United States government securities. They are paying interest at 16 basis points higher than the LGIP is paying (0.25%).

Capital Assets

The capital assets of the Village of Hartland are managed through a five year capital improvement plan for both governmental and business-type activities. Projects in the capital improvement plan include the purchase or improvement of land for Village purposes and construction or major improvement to buildings, park facilities, streets, street lighting, tree planting, sidewalks, curb and gutter, storm sewers, sanitary sewer facilities and water facilities. The majority of activities included in the capital improvement plan are generally funded by borrowing for up to three years worth of projects at a time. The Village of Hartland maintains records related to all of its capital facilities in either our award-winning geographical information system (GIS) database or a fixed asset program. The computerization of these records has improved the availability and quality of our records system, which has streamlined the planning process and made it easier to manage these assets.

The Trustees and staff of the Village of Hartland continue to spend a great deal of time working with the Village's financial consultants, Ehlers and Associates, to create a long-term financial management plan that supports our five year capital plan for infrastructure improvements.

The Village of Hartland maintains a Corporate Reserve Fund that funds the purchase of the equipment portion of our capital assets. A vehicle and equipment schedule is maintained showing date purchased, cost, estimated year of replacement, and the estimated replacement cost. A repayment schedule over the life of the item purchased is also charted. Those repayments, which are currently based on the vehicle purchase cost not the future replacement cost, become an expense in the departmental budgets every year and fund the purchase of replacement vehicles and equipment in future years. The general fund does not pay interest on the repayments to the corporate reserve fund. If the utilities borrow from this fund, they are charged an interest rate that is ¼% lower than would be available through a state trust fund loan.

Significant additions in the capital assets of the governmental activities include:

- Bark River shoreline restoration, Nixon Drive and Renson Drive storm sewer and other storm assets at a cost of \$216,532.
- Various street and pathway repaving projects in accordance with our paving schedule. The amount for 2014 was \$902,883 for Hartbrook Drive, Penbrook Way, Crystal Drive, Shelly Lane, Badger Drive, Eagle Pass, Marquette Road, Forseth Drive, Rustic Lane and Glenowen Drive.
- A new police truck was purchased for \$34,073.
- New Fire Department radios were purchased for \$43,526.

2014 Management's Discussion and Analysis (cont.)
(Unaudited)

- New restroom facilities at Centennial Park for \$160,000.
- A new DPW Administration vehicle for \$26,945, a DPW mower for \$20,805 and rehabilitation of several DPW trucks in service for \$14,700.
- New carpeting in the administrative offices for \$7,400.
- A new Fine Arts Center roof for \$6,860.
- The new Chimney Swift Roost contributed by the Village and Chimney Swift group for \$82,784.

In 2014, the Village took into public ownership the former Lutheran Cemetery on W. Capitol Drive adjacent to the existing Village cemetery. While the cemetery does not have significant value as an asset and has not been included in the financial statements as an entry, it will generate future expenses for the Village and its taxpayers.

In the business type activities, the utility replaced the Church Street, Nixon Avenue and Renson Road, water mains, hydrants and services for \$746,255. The utility also purchased meters for \$39,969. The remaining utility assets (\$54,755) were for hydrant, lift station and SCADA upgrades.

The Village of Hartland is proud to be able to continue the aggressive maintenance of our infrastructure. More information is provided on the Village's capital assets activity for the year on pages 49 through 51 of the financial statements.

Long-term Debt

At the end of 2014, the Village bond rating was Aa2, which was in place when the Village executed the most recent borrowing in December of 2013. We are very proud that a community our size is able to attain this rating. This rating recognizes our strong financial position, stable tax base and moderate debt burden.

At the end of 2014, the total amount of general obligation outstanding debt was \$14,423,831. This is equal to less than 1.2% of the Village of Hartland's 2014 equalized value. State statutes limit the amount of general obligation debt a governmental entity may issue to five percent of its total equalized valuation. Based on the Village's 2014 equalized value of \$1,167,590,600 the Village of Hartland's allowable indebtedness is \$58,379,530 (5% of the equalized value). At the end of 2014, the Village has used less than twenty-five percent of its allowable indebtedness. This debt amount is comprised of \$14,423,831 of general obligation bonds. As discussed previously, the only new debt issue for 2014 was general obligation debt in relation to the trunked radio agreement with Waukesha County.

Fifty-five percent of the Village's overall debt is related to governmental activities. The Water Utility owes fourteen percent of the debt and the Sewer Utility owes less than one percent of the debt. The 2012 borrowing was for Pentbrook Way, Maple Avenue, Nixon Avenue, Renson Road and Church Street water improvements and Crystal Dr. sewer improvements.

In 2005, the Sewer Utility also partnered with the City of Delafield Sewer Utility to obtain a Clean Water Fund Loan for the Delafield-Hartland Waste Water Pollution Control Commission (Del-Hart). Del-Hart is the paying agent on this revenue bond because the sewer treatment revenues are funding the principal and interest payments. The balance of revenue bonds outstanding at December 31, 2014 is \$2,691,648.

More information on the Village of Hartland's long-term debt can be found on pages 53 through 56.

2014 Management's Discussion and Analysis (cont.)
(Unaudited)

Economic Factors

The Village of Hartland is not immune to the stresses in the economy. Management remains cognizant of what are likely permanent changes to the "normal" practices. While the Village remains strong, the financial resources of the Village have been impacted by these overall changes in the economy. In the years that lead up to 2008, property values and community growth steadily increased. With the change in the economy, the Village, like many other municipalities, began to see decline, which continued to 2013. Through January of 2013, the Village's equalized value decreased by approximately 11%. However, home prices stabilized and began to rise in the Village. In 2014, the Village's equalized value increased about 3.4% but remains below the pre-2008 figures. The Village approved two residential subdivisions in 2014 and is in the process of considering two other significant developments; one is completely residential in nature while a second is a mixed use development in the downtown. Additionally, the Village continues to see growth in the commercial sector. Several of the Village's industrial businesses have need for growth and are seeking that growth in their existing Hartland locations. Improvements are nearly complete at one of these locations and additional projects are in the approval process. These factors continue to suggest an improving forecast. Despite the difficulties of the last few years, the Village of Hartland weathered the downturn in the way management expected; by taking care of our infrastructure; maintaining a careful and deliberate approach to financial management; and maintaining our healthy reserves. In difficult times, our reserves add strength to our financial position. We expect it to remain strong even with future modest increases or decreases in our tax base growth.

In 2008, the Village of Hartland created a new downtown redevelopment tax incremental financing district or TIF #4. The timing of the new district was challenging and its size was almost immediately reduced (2011) to mitigate the value loss it experienced. While it has recovered some, 2014 was the sixth possible year to calculate an increment, but, despite a significant redevelopment on E. Capitol Drive, other properties have lost value and there was no positive value on which to calculate an increment. Needless to say, this TIF District has grown more slowly than previous TIF districts of the Village due to the overall changes to the economy. The Village is considering options related to downtown development and its downtown TIF District (#4). The Village is considering a further reduction in the size of TIF #4 to improve its economic viability and is considering creation of a new TIF district to support the proposed downtown mixed use development. The reduced TIF #4 is expected to generate positive increment, which will assist in paying down the loans issued to the developer of the district's major building renovation.

The Village's economic development activities in the downtown continue to complement the Business Improvement District which was formed under Wisconsin Statutes section 66.1110 (1)(f)(4) at the end of 2006 by an active group of downtown business people. The Business Improvement District works to enhance the aesthetics and commercial atmosphere in the Village and, consequently, increase business activity. A director is employed by the BID and office space, a web site and newsletter are maintained. The BID continues to operate a number of grant and loan programs and other activities to improve the Downtown including installation of directional signs, support of downtown activities, and provision of educational opportunities for businesses. Through its various loans and grants to downtown businesses and property owners who want to make a better street presence or otherwise improve their buildings, the BID has leveraged significant private investment in the downtown. The Business Improvement District is a public/private partnership in which property and business owners elect to make a collective contribution to the maintenance, development and promotion of their commercial district. The Village of Hartland assists in this effort by making matching grants to eligible property owners.

In 2011, the Village of Hartland created TIF #5 for rehabilitation of a blighted area south of Cardinal Lane near Highway 83. TIF #5 allowed the redevelopment of the property in a manner which provided a higher and better use of the property and to better serve the neighborhood within which TIF #5 is located. The area has been redeveloped with a restaurant with drive through facilities as well as roadway improvements. The 2013 incremental value of \$365,700 netted a tax increment

Village of Hartland

2014 Management's Discussion and Analysis (cont.) (Unaudited)

payment of \$7,026 in the 2014 fiscal year. The 2014 increment value, after final construction and adjustments for previous unrecorded value, is approximately \$1,350,000, which will generate a tax increment payment of more than \$20,000. The final increment value will be approximately \$1 million in 2015. Payments made on the increment are used to help pay down loans made to the developer of the project as an incentive.

Earlier in this Discussion and Analysis, it was noted that one of the budget overruns related to a Village contribution to the construction of the Chimney Swift Tower on the Cottonwood Wayside property. This asset to the Village, which has a full value of more than \$82,000, was constructed primarily through private contributions including significant contribution of time and resources from the companies that constructed the Tower. Additionally, private funds to cover half of the out-of-pocket costs were acquired by the student group from Hartland Lakeside School District that spearheaded the project. They continue to raise funds in support of this project.

Requests for Information

This financial report is designed to provide a general overview of the Village of Hartland's finances. Questions concerning any of the information provided in this report, or requests for additional information should be addressed to the Village of Hartland Finance Director, 210 Cottonwood Avenue, Hartland, WI 53029.

VILLAGE OF HARTLAND

STATEMENT OF NET POSITION As of December 31, 2014

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Totals	Business Improvement District
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Cash and investments	\$ 8,573,089	\$ 2,235,267	\$ 10,808,356	\$ 31,167
Receivables (net)				
Taxes	5,631,128	35,721	5,666,849	70,000
Accounts	131,314	590,042	721,356	-
Special assessments	-	6,267	6,267	-
Delinquent personal property taxes	3,108	-	3,108	-
Loans	350,101	-	350,101	-
Inventories and prepaid items	11,700	16,857	28,557	-
Property held for resale	143,200	-	143,200	-
Restricted assets				
Cash and investments	-	53,789	53,789	-
Accrued interest	-	12,337	12,337	-
Loans	-	2,691,648	2,691,648	-
Capital assets (net of accumulated depreciation)				
Land	612,637	22,291	634,928	-
Construction in progress	16,075	3,713	19,788	-
Other capital assets, net of depreciation	24,695,906	15,187,964	39,883,870	-
Total Assets	<u>40,168,258</u>	<u>20,855,896</u>	<u>61,024,154</u>	<u>101,167</u>
DEFERRED OUTFLOWS OF RESOURCES				
Refunding loss	169,486	42,848	212,334	-
Total Deferred Outflows of Resources	<u>169,486</u>	<u>42,848</u>	<u>212,334</u>	<u>-</u>
LIABILITIES				
Accounts payable and accrued expenses	\$ 429,086	\$ 419,110	\$ 848,196	\$ 712
Accrued interest payable	77,397	24,859	102,256	-
Deposits	121,078	-	121,078	-
Due to other governmental units	637	-	637	-
Noncurrent liabilities				
Due within one year	769,260	392,660	1,161,920	-
Due in more than one year	12,099,322	4,573,631	16,672,953	-
Total Liabilities	<u>13,496,780</u>	<u>5,410,260</u>	<u>18,907,040</u>	<u>712</u>
DEFERRED INFLOWS OF RESOURCES				
Unearned revenue	5,653,918	-	5,653,918	70,000
Total Deferred Inflows of Resources	<u>5,653,918</u>	<u>-</u>	<u>5,653,918</u>	<u>70,000</u>
NET POSITION				
Net investment in capital assets	14,010,464	13,035,962	27,046,426	-
Restricted for				
Library	68,125	-	68,125	-
Impact fees	61,515	-	61,515	-
EMS Act 102	4,964	-	4,964	-
Debt service	68,823	-	68,823	-
Unrestricted	<u>6,973,155</u>	<u>2,452,522</u>	<u>9,425,677</u>	<u>30,455</u>
TOTAL NET POSITION	<u>\$ 21,187,046</u>	<u>\$ 15,488,484</u>	<u>\$ 36,675,530</u>	<u>\$ 30,455</u>

See accompanying notes to financial statements.

VILLAGE OF HARTLAND

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2014

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions/Programs				
Primary Government				
Governmental Activities				
General government	\$ 966,802	\$ 76,556	\$ -	\$ -
Public safety	3,034,108	397,069	57,262	-
Public works	2,752,074	30,855	571,636	-
Health and human services	475,145	469,234	-	-
Culture, education and recreation	1,132,113	321,702	283,071	51,269
Conservation and development	246,651	217,894	-	-
Interest and fiscal charges	367,056	-	-	-
Total Governmental Activities	8,973,949	1,513,310	911,969	51,269
Business-type Activities				
Water Utility	1,203,827	1,269,892	-	-
Sewer Utility	1,572,997	1,381,491	-	481,639
Total Business-type Activities	2,776,824	2,651,383	-	481,639
Total Primary Government	\$ 11,750,773	\$ 4,164,693	\$ 911,969	\$ 532,908
Component Unit				
Business improvement district	\$ 77,726	\$ -	\$ 14,740	\$ -
General Revenues				
Taxes				
Property taxes, levied for general purposes				
Property taxes, levied for debt service				
Other taxes				
Intergovernmental revenues not restricted to specific programs				
Investment income				
Miscellaneous				
Gain on disposal of assets				
Total General Revenues				
Transfers				
Change in net position				
NET POSITION - Beginning of Year				
NET POSITION - END OF YEAR				

See accompanying notes to financial statements.

Net (Expenses) Revenues and Changes in Net Position			
Primary Government			Component Unit
Governmental	Business-type		Business
Activities	Activites	Totals	Improvement
			District
\$ (890,246)	\$ -	\$ (890,246)	\$ -
(2,579,777)	-	(2,579,777)	-
(2,149,583)	-	(2,149,583)	-
(5,911)	-	(5,911)	-
(476,071)	-	(476,071)	-
(28,757)	-	(28,757)	-
<u>(367,056)</u>	<u>-</u>	<u>(367,056)</u>	<u>-</u>
<u>(6,497,401)</u>	<u>-</u>	<u>(6,497,401)</u>	<u>-</u>
-	66,065	66,065	-
-	<u>290,133</u>	<u>290,133</u>	-
-	<u>356,198</u>	<u>356,198</u>	-
<u>(6,497,401)</u>	<u>356,198</u>	<u>(6,141,203)</u>	<u>-</u>
-	-	-	<u>(62,986)</u>
4,147,257	-	4,147,257	-
1,047,994	-	1,047,994	-
-	-	-	70,000
527,799	-	527,799	-
41,176	83,595	124,771	-
151,343	-	151,343	-
<u>3,798</u>	<u>-</u>	<u>3,798</u>	<u>-</u>
5,919,367	83,595	6,002,962	70,000
<u>230,844</u>	<u>(230,844)</u>	<u>-</u>	<u>-</u>
(347,190)	208,949	(138,241)	7,014
<u>21,534,236</u>	<u>15,279,535</u>	<u>36,813,771</u>	<u>23,441</u>
<u>\$ 21,187,046</u>	<u>\$ 15,488,484</u>	<u>\$ 36,675,530</u>	<u>\$ 30,455</u>

VILLAGE OF HARTLAND

BALANCE SHEET
GOVERNMENTAL FUNDS
As of December 31, 2014

	Special Revenue Fund			Capital Projects Fund
	General	TIF	Debt Service	Village Projects
ASSETS				
Assets				
Cash and investments	\$ 4,237,700	\$ -	\$ 146,220	\$ 2,386,589
Receivables				
Taxes	4,184,794	20,261	1,036,603	-
Delinquent personal property tax	3,108	-	-	-
Accounts	131,314	-	-	-
Loans	-	350,101	-	-
Due from other funds	777,330	-	-	-
Inventories and prepayments	11,700	-	-	-
Property held for resale	-	143,200	-	-
Total Assets	<u>\$ 9,345,946</u>	<u>\$ 513,562</u>	<u>\$ 1,182,823</u>	<u>\$ 2,386,589</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 255,164	\$ -	\$ -	\$ 68,641
Accrued liabilities	34,500	-	-	-
Due to other governments	637	-	-	-
Due to other funds	-	759,276	-	-
Deposits	121,078	-	-	-
Total Liabilities	<u>411,379</u>	<u>759,276</u>	<u>-</u>	<u>68,641</u>
 Deferred Inflows of Resources				
Unearned revenues	4,207,584	20,261	1,036,603	-
Unavailable revenues	-	350,101	-	-
Total Deferred Inflows of Resources	<u>4,207,584</u>	<u>370,362</u>	<u>1,036,603</u>	<u>-</u>
 Fund Balances (Deficits)				
Nonspendable	792,138	-	-	-
Restricted	4,964	-	146,220	985,265
Committed	-	-	-	-
Assigned	1,521,241	-	-	1,332,683
Unassigned (Deficits)	2,408,640	(616,076)	-	-
Total Fund Balances (Deficits)	<u>4,726,983</u>	<u>(616,076)</u>	<u>146,220</u>	<u>2,317,948</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
	<u>\$ 9,345,946</u>	<u>\$ 513,562</u>	<u>\$ 1,182,823</u>	<u>\$ 2,386,589</u>

See accompanying notes to financial statements.

<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
\$ 1,428,303	\$ 212,054	\$ 8,410,866
-	389,470	5,631,128
-	-	3,108
-	-	131,314
-	-	350,101
-	-	777,330
-	-	11,700
-	-	143,200
<u>\$ 1,428,303</u>	<u>\$ 601,524</u>	<u>\$ 15,458,747</u>
\$ 3,692	\$ 56,604	\$ 384,101
-	-	34,500
-	-	637
-	18,054	777,330
-	-	121,078
<u>3,692</u>	<u>74,658</u>	<u>1,317,646</u>
-	389,470	5,653,918
-	-	350,101
-	389,470	6,004,019
-	-	792,138
-	129,640	1,266,089
-	42,023	42,023
1,424,611	-	4,278,535
-	(34,267)	1,758,297
<u>1,424,611</u>	<u>137,396</u>	<u>8,137,082</u>
<u>\$ 1,428,303</u>	<u>\$ 601,524</u>	<u>\$ 15,458,747</u>

See accompanying notes to financial statements.

VILLAGE OF HARTLAND

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION For the Year Ended December 31, 2014

Total Fund Balances - Governmental Funds	\$ 8,137,082
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.	
Land	612,637
Construction in progress	16,075
Other capital assets	38,826,998
Less: Accumulated depreciation	(14,131,092)
Special assessments and loans not currently available are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements	350,101
Internal service funds are reported in the statement of net position as governmental activities	151,738
Some deferred outflows of resources and liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds	
Bonds and notes payable (including accounting loss on refunding, debt discount, and premiums)	(12,299,419)
Compensated absences	(399,677)
Accrued interest payable	<u>(77,397)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 21,187,046</u>

VILLAGE OF HARTLAND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended December 31, 2014

	Special Revenue Fund			Capital Projects Fund
	General	TIF	Debt Service	Village Projects
REVENUES				
Taxes	\$ 4,147,257	\$ 6,320	\$ 1,047,994	\$ -
Intergovernmental	1,347,292	1,992	-	-
Licenses and permits	301,480	-	-	-
Fines, forfeitures and penalties	74,865	-	-	-
Public charges for services	629,560	-	-	-
Public improvement revenues	-	8,530	-	-
Interdepartmental revenue	57,806	-	-	-
Investment income	14,884	6,000	1,029	8,515
Miscellaneous revenues	94,500	-	-	-
Total Revenues	<u>6,667,644</u>	<u>22,842</u>	<u>1,049,023</u>	<u>8,515</u>
EXPENDITURES				
Current				
General government	891,724	2,200	-	-
Police	2,267,289	-	-	-
Fire protection	536,628	-	-	-
Public works	1,391,227	-	-	-
Health and human services	13,071	-	-	-
Library	683,079	-	-	-
Parks	286,582	-	-	-
Conservation and development	134,223	449	-	14,740
Capital Outlay	79,888	-	-	1,488,474
Debt Service				
Principal	-	-	800,000	-
Interest and fiscal charges	-	-	361,659	-
Total Expenditures	<u>6,283,711</u>	<u>2,649</u>	<u>1,161,659</u>	<u>1,503,214</u>
Excess (deficiency) of revenues over expenditures	<u>383,933</u>	<u>20,193</u>	<u>(112,636)</u>	<u>(1,494,699)</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	6,875	-	-	-
Debt issued	-	-	-	38,831
Transfers in	230,844	-	52,555	-
Transfers out	(226,324)	-	-	-
Total Other Financing Sources (Uses)	<u>11,395</u>	<u>-</u>	<u>52,555</u>	<u>38,831</u>
Net Change in Fund Balances	395,328	20,193	(60,081)	(1,455,868)
FUND BALANCES (DEFICITS) - Beginning of Year	<u>4,331,655</u>	<u>(636,269)</u>	<u>206,301</u>	<u>3,773,816</u>
FUND BALANCES (DEFICITS) - END OF YEAR	<u>\$ 4,726,983</u>	<u>\$ (616,076)</u>	<u>\$ 146,220</u>	<u>\$ 2,317,948</u>

See accompanying notes to financial statements.

Capital Projects Fund	Nonmajor Governmental	Totals
Corporate Reserve	Funds	
\$ -	\$ -	\$ 5,201,571
-	39,000	1,388,284
-	-	301,480
-	-	74,865
-	549,035	1,178,595
-	6,177	14,707
-	-	57,806
3,507	1,064	34,999
-	-	94,500
<u>3,507</u>	<u>595,276</u>	<u>8,346,807</u>
-	-	893,924
-	43,482	2,310,771
-	-	536,628
-	-	1,391,227
-	465,158	478,229
-	9,565	692,644
-	-	286,582
-	-	149,412
149,695	78,357	1,796,414
-	-	800,000
-	-	361,659
<u>149,695</u>	<u>596,562</u>	<u>9,697,490</u>
<u>(146,188)</u>	<u>(1,286)</u>	<u>(1,350,683)</u>
5,814	-	12,689
-	-	38,831
226,324	-	509,723
-	(52,555)	(278,879)
<u>232,138</u>	<u>(52,555)</u>	<u>282,364</u>
85,950	(53,841)	(1,068,319)
<u>1,338,661</u>	<u>191,237</u>	<u>9,205,401</u>
<u>\$ 1,424,611</u>	<u>\$ 137,396</u>	<u>\$ 8,137,082</u>

VILLAGE OF HARTLAND

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended December 31, 2014

Net change in fund balances - total governmental funds	\$ (1,068,319)
Amounts reported for governmental activities in the statement of activities are different because:	
<p>Governmental funds report capital outlays as expenditures. However, in the statement of net position the cost of these assets are capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the statement of activities.</p>	
Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements	1,796,414
Some items reported as capital outlay were not capitalized	(265,787)
Some items are capitalized from non-capital outlay accounts	9,149
Depreciation is reported in the government-wide statements	(1,358,484)
Net book value of assets retired	(159,482)
Contributed capital assets are reported as revenues in the government-wide financial statements.	51,269
Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.	(14,850)
Debt issued provides current financial resources to governmental funds, but but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Debt issued	(38,831)
Principal repaid	800,000
Governmental funds report debt premiums and discounts as other financing sources (uses) or expenditures. However, in the statement of net position, these are reported as other additions to or deductions from long-term debt. These are allocated over the period the debt is outstanding in the statement of activities and are reported as interest expense.	
Amortization	(9,642)
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
Compensated absences	(99,762)
Accrued interest on debt	4,245
Internal service funds are used by management to charge self insurance costs to individual funds. The increase in net position of the internal service fund reported with governmental activities.	6,890
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (347,190)</u>

VILLAGE OF HARTLAND

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 As of December 31, 2014

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water Utility	Sewer Utility	Totals	Dental Insurance
ASSETS				
Current Assets				
Cash and investments	\$ 1,107,712	\$ 1,127,555	\$ 2,235,267	\$ 162,223
Receivables				
Accounts	281,702	308,340	590,042	-
Special assessments	-	6,267	6,267	-
Taxes	7,775	27,946	35,721	-
Inventories and prepayments	16,857	-	16,857	-
Restricted Assets				
Cash and investments	-	53,789	53,789	-
Accrued interest	-	12,337	12,337	-
Current portion of loan receivable	-	267,660	267,660	-
Total Current Assets	<u>1,414,046</u>	<u>1,803,894</u>	<u>3,217,940</u>	<u>162,223</u>
Noncurrent Assets				
Restricted Assets				
Noncurrent portion of loan receivable	-	2,423,988	2,423,988	-
Capital Assets				
Land	22,291	-	22,291	-
Construction in progress	-	3,713	3,713	-
Property and equipment	16,346,133	8,698,632	25,044,765	-
Accumulated depreciation	(5,673,941)	(4,182,860)	(9,856,801)	-
Total Noncurrent Assets	<u>10,694,483</u>	<u>6,943,473</u>	<u>17,637,956</u>	<u>-</u>
Total Assets	<u>12,108,529</u>	<u>8,747,367</u>	<u>20,855,896</u>	<u>162,223</u>
DEFERRED OUTFLOWS OF RESOURCES				
Refunding loss	42,848	-	42,848	-
Total Deferred Outflows of Resources	<u>42,848</u>	<u>-</u>	<u>42,848</u>	<u>-</u>

See accompanying notes to financial statements.

	Business-type Activities - Enterprise Funds			Governmental
				Activities - Internal
	Water Utility	Sewer Utility	Totals	Service Fund
				Dental Insurance
LIABILITIES				
Current Liabilities				
Accounts payable	\$ 39,397	\$ 283,276	\$ 322,673	\$ 10,485
Accrued liabilities	67,342	29,095	96,437	-
Accrued interest	12,121	401	12,522	-
Current portion of general obligation debt	120,000	5,000	125,000	-
Liabilities Payable from Restricted Assets				
Accrued interest	-	12,337	12,337	-
Current portion of revenue bonds	-	267,660	267,660	-
Total Current Liabilities	<u>238,860</u>	<u>597,769</u>	<u>836,629</u>	<u>10,485</u>
Noncurrent Liabilities				
Long-Term Debt				
General obligation debt	2,079,643	70,000	2,149,643	-
Liabilities Payable from Restricted Assets				
Revenue bonds	-	2,423,988	2,423,988	-
Total Noncurrent Liabilities	<u>2,079,643</u>	<u>2,493,988</u>	<u>4,573,631</u>	<u>-</u>
Total Liabilities	<u>2,318,503</u>	<u>3,091,757</u>	<u>5,410,260</u>	<u>10,485</u>
NET POSITION				
Net investment in capital assets	8,537,688	4,498,274	13,035,962	-
Unrestricted net position	<u>1,295,186</u>	<u>1,157,336</u>	<u>2,452,522</u>	<u>151,738</u>
TOTAL NET POSITION	<u>\$ 9,832,874</u>	<u>\$ 5,655,610</u>	<u>\$ 15,488,484</u>	<u>\$ 151,738</u>

See accompanying notes to financial statements.

VILLAGE OF HARTLAND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 For the Year Ended December 31, 2014

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water Utility	Sewer Utility	Totals	Dental Insurance
OPERATING REVENUES				
Public charges for services	\$ 1,234,621	\$ 1,374,348	\$ 2,608,969	\$ -
Miscellaneous revenues	31,543	7,143	38,686	58,316
Total Operating Revenues	<u>1,266,164</u>	<u>1,381,491</u>	<u>2,647,655</u>	<u>58,316</u>
OPERATING EXPENSES				
Current				
Operation and maintenance	735,937	1,246,256	1,982,193	51,821
Depreciation expense	388,905	248,653	637,558	-
Taxes	25,610	-	25,610	-
Total Operating Expenses	<u>1,150,452</u>	<u>1,494,909</u>	<u>2,645,361</u>	<u>51,821</u>
Operating Income (Loss)	<u>115,712</u>	<u>(113,418)</u>	<u>2,294</u>	<u>6,495</u>
NONOPERATING REVENUES (EXPENSES)				
Investment income	4,138	79,457	83,595	395
Interest expense	(49,090)	(78,088)	(127,178)	-
Amortization	(557)	-	(557)	-
Total Nonoperating Revenues (Expenses)	<u>(45,509)</u>	<u>1,369</u>	<u>(44,140)</u>	<u>395</u>
Income (Loss) Before Transfers and Capital Contributions	<u>70,203</u>	<u>(112,049)</u>	<u>(41,846)</u>	<u>6,890</u>
TRANSFERS AND CONTRIBUTIONS				
Capital contributions	-	481,639	481,639	-
Transfers out	(223,593)	(7,251)	(230,844)	-
Total Transfers and Contributions	<u>(223,593)</u>	<u>474,388</u>	<u>250,795</u>	<u>-</u>
Change in Net Position	(153,390)	362,339	208,949	6,890
NET POSITION - Beginning of Year	<u>9,986,264</u>	<u>5,293,271</u>	<u>15,279,535</u>	<u>144,848</u>
NET POSITION - END OF YEAR	\$ 9,832,874	\$ 5,655,610	\$ 15,488,484	\$ 151,738

See accompanying notes to financial statements.

VILLAGE OF HARTLAND
STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPES
For the Year Ended December 31, 2014

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water Utility	Sewer Utility	Totals	Dental Insurance
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 1,259,589	\$ 1,362,945	\$ 2,622,534	\$ 58,316
Payments to vendors	(369,372)	(1,020,072)	(1,389,444)	-
Payments to employees	(350,393)	(140,867)	(491,260)	(46,862)
Payments to other funds	(39,112)	(18,694)	(57,806)	-
Net Cash Flows From Operating Activities	<u>500,712</u>	<u>183,312</u>	<u>684,024</u>	<u>11,454</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	<u>4,138</u>	<u>3,463</u>	<u>7,601</u>	<u>395</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Paid to municipality for tax equivalent	<u>(223,593)</u>	<u>(7,251)</u>	<u>(230,844)</u>	<u>-</u>
Net Cash Flows From Noncapital Financing Activities	<u>(223,593)</u>	<u>(7,251)</u>	<u>(230,844)</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal paid on long-term debt	(125,000)	(5,000)	(130,000)	-
Interest paid	(50,727)	(1,705)	(52,432)	-
Acquisition and construction of capital assets	(768,732)	(32,134)	(800,866)	-
Disposal of fixed assets	703	-	703	-
Payment of Del-Hart deposits	<u>-</u>	<u>134,509</u>	<u>134,509</u>	<u>-</u>
Net Cash Flows From Capital and Related Financing Activities	<u>(943,756)</u>	<u>95,670</u>	<u>(848,086)</u>	<u>-</u>
Net Change in Cash and Cash Equivalents	(662,499)	275,194	(387,305)	11,849
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>1,770,211</u>	<u>906,150</u>	<u>2,676,361</u>	<u>150,374</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,107,712</u>	<u>\$ 1,181,344</u>	<u>\$ 2,289,056</u>	<u>\$ 162,223</u>

	Business-type Activities - Enterprise Funds			Governmental
				Activities - Internal
	Water Utility	Sewer Utility	Totals	Service Fund
				Dental Insurance
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income (loss)	\$ 115,712	\$ (113,418)	\$ 2,294	\$ 6,495
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	388,905	248,653	637,558	-
Depreciation charged to other funds	23,883	(23,883)	-	-
Amortization	557	-	557	-
Changes in assets and liabilities				
Accounts receivable	(6,575)	(18,546)	(25,121)	-
Inventory	(742)	-	(742)	-
Accounts payable	(40,764)	84,976	44,212	4,959
Accrued liabilities	19,736	5,530	25,266	-
NET CASH FLOWS FROM OPERATING ACTIVITIES	\$ 500,712	\$ 183,312	\$ 684,024	\$ 11,454
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES				
Change in Del-Hart loan payable/receivable	\$ -	\$ 260,496		\$ -
Interest expense on Del-Hart loan payable	\$ -	\$ 77,602		\$ -
Interest earned on Del-Hart loan receivable	\$ -	\$ 77,602		\$ -
Capital contribution	\$ -	\$ 481,639		\$ -

See accompanying notes to financial statements.

VILLAGE OF HARTLAND

**STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUND
As of December 31, 2014**

	<u>Agency Fund</u> <u>Tax Collection</u> <u>Fund</u>
ASSETS	
Cash and investments	\$ 11,016,330
Receivables	
Taxes	<u>4,518,222</u>
TOTAL ASSETS	<u>\$ 15,534,552</u>
LIABILITIES	
Due to other governments	<u>\$ 15,534,552</u>

VILLAGE OF HARTLAND

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As of and for the Year Ended December 31, 2014

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VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Hartland, Wisconsin conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. REPORTING ENTITY

This report includes all of the funds of the Village of Hartland. The reporting entity for the Village consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. Certain legally separate, tax exempt organizations should also be reported as a component unit if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

Component units are reported using one of two methods, discrete presentation or blending. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blending method if it meets any of the following criteria: (1) the primary government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens, or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the primary government.

Discretely Presented Component Unit

Hartland Business Improvement District

The government-wide financial statements include the Hartland Business Improvement District ("BID") as a component unit. The BID is a legally separate organization. The board of the BID is appointed by the Village board. Wisconsin Statutes provide for circumstances whereby the Village can impose its will on the BID, and also create a potential financial benefit to or burden on the Village. See Note III.H. As a component unit, the BID's financial statements have been presented as a discrete column in the financial statements. The information presented is for the fiscal year ended December 31, 2014. The BID does not issue separate financial statements.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Government-Wide Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The 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. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

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

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

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

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

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

The Village reports the following major governmental funds:

General Fund – accounts for the Village's primary operating activities. It is used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Fund – TIF Fund – used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the payment of TIF related costs.

Debt Service Fund – used to account for and report financial resources that are restricted, committed, or assigned to expenditure for the payment of general long-term debt principal, interest and related costs.

Capital Projects Fund – Village Projects Fund – used to account for and report financial resources that are restricted, committed, or assigned to expenditures for long-term borrowing and other resources to be used for capital improvement projects.

Capital Projects Fund – Corporate Reserve Fund – used to account for and report financial resources that are restricted, committed, or assigned to expenditures for major capital equipment.

The Village reports the following major proprietary funds:

Water Utility – accounts for operations of the water system.
Sewer Utility – accounts for operations of the sanitary sewer system.

The Village reports the following non-major governmental funds:

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

Refuse and Garbage Collection
Special Library
Criminal Investigation Task Force
Special Assessment
Impact Fees
Major Incident Task Force

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

Capital Projects Fund – 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.

Developers

In addition, the Village reports the following fund types:

Internal Service Fund - used to account for the financing of goods and services provided by one department to other departments of the Village, or to other governmental units, on a cost-reimbursement basis.

Dental Insurance Fund

Agency Fund - used to account for assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

Tax Collection Fund

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Village's Water and Sewer Utilities and the General Fund. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

Fund Financial Statements

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

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

Intergovernmental aids and grants are recognized as revenues in the period the Village is entitled to the resources and the amounts are available. Amounts owed to the Village which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Special assessments are recorded as revenues when they become measurable and available. Annual installments due in future years are reflected as receivables and unavailable revenues.

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

Proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting, and do not have a measurement focus.

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 Utility and Sewer Utility are charges to customers for sales and operating expenses. Special assessments are recorded as receivables and contribution revenue when levied. Operating expenses for enterprise 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.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

All Financial Statements

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

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR EQUITY

1. Deposits and Investments

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

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

- a. Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less.
- b. Bonds or securities of any county, drainage district, technical college district, city, village, town, or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, the University of Wisconsin Hospitals and Clinics Authority, or by Wisconsin Aerospace Authority.
- c. Bonds or securities issued or guaranteed by the federal government.
- d. The local government investment pool.
- e. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- f. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- g. Repurchase agreements with public depositories, with certain conditions.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

1. Deposits and Investments (cont.)

The Village has adopted an investment policy. The policy addresses credit risk by limiting investments to savings accounts, checking accounts, Wisconsin local government investment pool, certificates of deposit and any other investment authorized by Wisconsin State Statutes and by ensuring funds are insured or fully collateralized. The policy addresses interest rate risk by investing operating funds in shorter term securities, money market mutual funds, repurchase and sweep agreements or similar investment pools and keeping maturities of investments under 5 years and structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations. The policy addresses custodial credit risk by ensuring funds are insured or fully collateralized. The Village is in compliance with their policy.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income, investment income on commingled investments of municipal accounting funds is allocated based on average investment balances. The difference between the bank statement balance and the carrying balance is due to outstanding checks and/or deposits in transit.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2014, the fair value of the Village's share of the LGIP's assets was substantially equal to the amount as reported in these financial statements.

See Note III.A. for further information.

2. Receivables

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

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

2. *Receivables* (cont.)

Property tax calendar – 2014 tax roll:

Lien date and levy date	November 2014
Tax bills mailed	December 2014
Payment in full, or	January 31, 2015
First installment due	January 31, 2015
Second installment due	July 31, 2015
Personal property taxes in full	January 31, 2015
Tax Sale – 2014 delinquent real estate taxes	October 2017

Accounts receivable have been shown net of an allowance for uncollectible accounts of \$84,873 for ambulance billing. 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 of the Water and Sewer Utilities has been made in the accompanying enterprise fund financial statements because those funds have the right by law to place substantially all delinquent bills on the tax roll, and other delinquent bills are generally not significant.

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

In the governmental fund financial statements, advances to other funds are offset equally by a non-spendable fund balance account which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation or by a restricted fund balance account, if the funds will ultimately be restricted when the advance is repaid.

3. *Inventories, Prepaid Items, and Property Held for Resale*

Governmental fund inventory items are charged to expenditure accounts when purchased. Year-end inventory was not significant. Proprietary fund inventories are generally used for operation and maintenance work. They are not for resale. They are valued at cost based on first in – first out method, and charged to construction or operation and maintenance expense when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

The costs of purchasing properties and razing buildings were recorded as property held for resale in the fund financial statements. These properties are intended to be sold with the objective of future redevelopment. The balance of property held for resale represents the lower of cost or the estimated net realizable value.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

4. *Restricted Assets*

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

5. *Capital Assets*

Government-Wide Statements

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements, are defined by the government as assets with an initial cost of more than \$5,000 for general capital assets and \$5,000 for infrastructure assets, and an estimated useful life in excess of one year. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair 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. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. No interest was capitalized during the current year. The cost of renewals and betterments relating to retirement units is added to capital asset accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from capital asset accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

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

Buildings and Building Improvements	20-40 Years
Machinery and Equipment	1-15 Years
Utility System	15-90 Years
Infrastructure	20-50 Years
Intangibles	5-20 Years

Fund Financial Statements

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

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

6. Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position/fund balance that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

A deferred charge on refunding arises from the advance refunding of debt. The difference between the cost of the securities placed in trust for future payments of the refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred outflow of resources in the government-wide and proprietary fund financial statements.

7. Compensated Absences

Vacation time is cumulative from year to year to a maximum of 24 days. Sick leave benefits are cumulative up to a maximum of 150 days. There are no provisions for payment of accumulated sick leave benefit if employment is terminated. At retirement, a percentage of accumulated sick leave will be converted to health insurance benefits based on the employee's classification.

All vested vacation and sick leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. In governmental fund financial statements, the cost of vacation and sick leave is recognized when payments are made to employees and liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2014 are determined on the basis of current salary rates and include salary related payments.

8. Long-Term Obligations/Conduit Debt

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

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

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

8. Long-Term Obligations/Conduit Debt (cont.)

For the government-wide statements and proprietary fund statements, bond premiums and discounts are amortized over the life of the issue using the straight-line method. The balance at year end is shown as an increase or decrease in the liability section of the statement of net position.

The Village has approved the issuance of industrial revenue bonds (IRB) for the benefit of private business enterprises. IRB's are secured by mortgages or revenue agreements on the associated projects, and do not constitute indebtedness of the Village. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The total amount of IRB's outstanding at the end of the year is approximately \$2.65 million, made up of 1 issue.

9. Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position/fund balance that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

10. Equity Classifications

Government-Wide Statements

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

- a. *Net investment in capital assets* – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less any unspent debt proceeds.
- b. *Restricted net position*– Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, (2) law through constitutional provisions or enabling legislation.
- c. *Unrestricted net position*– All other net positions that do not meet the definition of "restricted" or "net investment in capital assets."

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

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

10. Equity Classifications (cont.)

Fund Statements

Governmental fund balance is displayed as follows:

- a. Nonspendable – Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. Restricted – Consists of fund balances with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.
- c. Committed – Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the Village. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Village that originally created the commitment.
- d. Assigned – Includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. Fund balance may be assigned through the following: (1) The Village has adopted a financial policy authorizing the Finance Director and/or Village Administrator to assign amounts for a specific purpose. (2) All remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed. Assignments may take place after the end of the reporting period.
- e. Unassigned – Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceeds amounts restricted, committed or assigned for those purposes.

Proprietary fund equity is classified the same as in the government-wide statements.

The Village considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the Village would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

10. Equity Classifications (cont.)

See Note III.H. for further information.

The Village has a formal minimum fund balance policy. That policy is to maintain a working capital fund of at least 25% of total general fund annual revenues. The balance at year end was \$2,392,427 or 34.6%, and is included in unassigned general fund balance.

11. Basis for Existing Rates – Proprietary Funds

Water Utility

Rates for the water utility were established by the Wisconsin Public Service Commission. The rates for 2014 were effective December 16, 2013. Effective December 16, 2014 the water rates were increased 3.0% due to a simplified rate case increase.

Sewer Utility

The sewer utility revenues are based on rates established by the Village Board. The 2014 rates were effective December 16, 2013. Effective December 16, 2014 the sewer rates were increased 5.0% as part of the annual budget process.

NOTE II – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

A budget has been adopted for the general fund, certain special revenue funds, debt service and certain capital project funds. Budgets have not been formally adopted for the special library and developers funds. Wisconsin Statute 65.90 requires that an annual budget be adopted for all funds.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE II – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont.)

B. EXCESS EXPENDITURES OVER APPROPRIATIONS

Funds	Budgeted Expenditures	Actual Expenditures	Excess Expenditures Over Budget	
			Actual Expenditures	Budget
Special Revenue Funds				
Special Assessment	\$ 52,453	\$ 52,555	\$	102
Criminal Investigation Task Force	32,000	41,721		9,721
Major Incident Task Force	840	1,761		921
Capital Projects Fund				
Village Projects	1,487,336	1,503,214		15,878

The Village controls expenditures at the fund level. Some individual departments experienced expenditures which exceeded appropriations. The detail of those items can be found in the Village's year-end budget to actual report.

C. DEFICIT BALANCES

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

The TIF fund has a deficit balance of \$616,076 at December 31, 2014. This deficit is anticipated to be funded by future tax increment revenues.

The Capital Projects Fund – Developers Fund has a deficit balance of \$34,267 at December 31, 2014. This deficit is anticipated to be funded by future developer payments to the Village.

D. LIMITATIONS ON THE VILLAGE'S TAX LEVY

Wisconsin law limits the Village's future tax levies. Generally, the Village is limited to its prior tax levy dollar amount (excluding TIF districts), increased by the greater of the percentage change in the Village's equalized value due to new construction or zero percent. Changes in debt service from one year to the next are generally exempt from this limit with certain exceptions. The Village is required to reduce its allowable levy by the estimated amount of fee revenue it collects for certain services, if those services were funded in 2014 by the property tax levy. Levies can be increased above the allowable limits if the amount is approved by referendum.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

The Village's cash and investments at year end were comprised of the following:

	Carrying Value	Bank Balance	Associated Risks
Demand deposits	\$ 21,609,735	\$ 21,687,617	Custodial Credit
LGIP	299,357	299,357	Credit
Petty cash	550	-	Not Applicable
Total Cash and Investments	\$ 21,909,642	\$ 21,986,974	
Reconciliation to financial statements:			
Per statement of net position			
Unrestricted cash and investments	\$ 10,808,356		
Restricted cash and investments	53,789		
Component unit cash and investments	31,167		
Per statement of assets and liabilities –			
Fiduciary Funds	11,016,330		
Total Cash and Investments	\$ 21,909,642		

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts), \$250,000 for demand deposit accounts (interest-bearing and noninterest-bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of \$250,000 for the combined amount of all deposit accounts.

Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the nature of this fund, recovery of material principal losses may not be significant to individual municipalities. This coverage has not been considered in computing custodial credit risk.

The Village maintains collateral agreements with its banks. At December 31, 2014, the banks had pledged various government securities in the amount of \$17,546,527 to secure the Village's deposits.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Custodial Credit Risk

Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the Village's deposits may not be returned to the Village.

As of December 31, 2014, \$17,546,527 of the Village's total bank balances were exposed to custodial credit risk as follows:

Uninsured and collateral held
by the pledging financial institution \$ 17,546,527

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

As of December 31, 2014, the Village's investments held in the Local Government Investment Pool were not rated.

See Note I.D.1. for further information on deposit and investment policies.

B. RECEIVABLES

All of the receivables on the balance sheet are expected to be collected within one year, except for delinquent personal property taxes of \$3,108 and loans of \$350,101.

Governmental funds report *unavailable* or *unearned revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *unavailable* and *unearned revenue* reported in the governmental funds were as follows:

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

B. RECEIVABLES (cont.)

	Unearned	Unavailable	Total
Property taxes receivable for subsequent year	\$ 5,241,658	\$ -	\$ 5,241,658
TIF Loans receivable not yet due	-	350,101	350,101
Chimney Swift Loan receivable for subsequent year	22,790	-	22,790
Charges for service - refuse and garbage collection	389,470	-	389,470
Total Unearned/Unavailable Revenue for Governmental Funds	\$ 5,653,918	\$ 350,101	\$ 6,004,019
Unearned revenue included in deferred inflows	\$ 5,653,918	-	\$ 5,653,918
Unavailable revenue included in deferred inflows	-	350,101	350,101
Total Unearned/Unavailable Revenue for Governmental Funds	\$ 5,653,918	\$ 350,101	\$ 6,004,019

The TIF loans receivable of \$350,101 consist of development loans to be payable from future tax increment revenue from the TIF fund. If there is not sufficient tax increment revenue generated in a given year, loan payments are required to be paid by the developers involved.

Currently, the sewer utility has a loan receivable due from the Delafield-Hartland Water Pollution Control Commission (DHW/PCC) in relation to the issuance of Clean Water Fund Revenue Bonds in 2005. The loan receivable balance at December 31, 2014 is \$2,691,648. See Note III.F. for additional information on the corresponding debt.

C. RESTRICTED ASSETS

The following represent the balances of the restricted assets:

	Restricted Assets	
	Sewer Utility	Reason for Restriction
Cash and Investments	\$ 53,789	Restricted for utility projects
Accrued Interest	12,337	Restricted for payment of loan
Loan Receivable	2,691,648	Restricted for payment of loan
Total Restricted Assets	\$ 2,757,774	

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2014 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated/amortized				
Land	\$ 612,637	\$ -	\$ -	\$ 612,637
Construction in progress	37,448	16,075	37,448	16,075
Total Capital Assets Not Being Depreciated/Amortized	650,085	16,075	37,448	628,712
Capital assets being depreciated/amortized				
Buildings	7,270,648	265,989	9,852	7,526,785
Machinery and equipment	5,136,558	140,051	37,063	5,239,546
Intangibles	-	86,963	-	86,963
Roads	14,128,915	792,948	483,725	14,438,138
Other infrastructure	2,755,203	109,935	56,690	2,808,448
Storm sewers	8,172,735	216,532	3,292	8,385,975
Street lighting	341,143	-	-	341,143
Total Capital Assets Being Depreciated/Amortized	37,805,202	1,612,418	590,622	38,826,998
Less: Accumulated depreciation/amortization for				
Buildings	(2,476,274)	(186,983)	(8,610)	(2,654,647)
Machinery and equipment	(2,512,452)	(348,461)	(34,381)	(2,826,532)
Intangibles	-	(9,663)	-	(9,663)
Roads	(4,635,367)	(576,629)	(329,568)	(4,882,428)
Other infrastructure	(1,447,988)	(78,954)	(56,690)	(1,470,252)
Storm sewers	(2,001,190)	(140,737)	(1,891)	(2,140,036)
Street lighting	(130,477)	(17,057)	-	(147,534)
Total Accumulated Depreciation/Amortization	(13,203,748)	(1,358,484)	(431,140)	(14,131,092)
Net Capital Assets Being Depreciated/Amortized	24,601,454	253,934	159,482	24,695,906
Total Governmental Activities Capital Assets, Net of Depreciation/Amortization	\$ 25,251,539	\$ 270,009	\$ 196,930	\$ 25,324,618

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

Depreciation/amortization expense was charged to functions as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
General government	\$ -	\$ -	\$ -	\$ 59,925
Police	61,900	-	-	61,900
Fire and ambulance	92,514	-	-	92,514
Public works, which includes the depreciation of roads, storm sewers and street lighting	992,473	-	-	992,473
Library	98,008	-	-	98,008
Parks and recreation	53,664	-	-	53,664
Total Governmental Activities Depreciation/Amortization Expense	\$ 1,358,484	\$ -	\$ -	\$ 1,358,484
Business-Type Activities				
Capital assets not being depreciated				
Land	\$ 22,291	\$ -	\$ -	\$ 22,291
Construction in progress	40,113	3,713	40,113	3,713
Total Capital Assets Not Being Depreciated	62,404	3,713	40,113	26,004
Capital assets being depreciated				
Buildings and improvements	777,018	-	-	777,018
Machinery and equipment	1,205,598	38,594	-	1,244,192
Water distribution system	13,978,425	786,224	68,316	14,696,333
Sewer collection system	8,321,255	12,448	6,481	8,327,222
Total Capital Assets Being Depreciated	24,282,296	837,266	74,797	25,044,765
Less: Accumulated depreciation for				
Buildings and improvements	(278,502)	(23,462)	-	(301,964)
Machinery and equipment	(1,021,093)	(130,432)	-	(1,151,525)
Water distribution system	(4,203,059)	(279,888)	(67,613)	(4,441,134)
Sewer collection system	(3,790,683)	(203,976)	(6,481)	(3,988,178)
Total Accumulated Depreciation	(9,293,337)	(637,558)	(74,094)	(9,856,801)
Net Capital Assets Being Depreciated	14,988,959	199,708	703	15,187,964
Business-type Activities Capital Assets, Net of Depreciation	\$ 15,051,363	\$ 203,421	\$ 40,816	\$ 15,213,968

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions as follows:

Business-Type Activities	
Water	\$ 388,905
Sewer	<u>248,653</u>
Total Business-Type Activities	
Depreciation Expense	<u>\$ 637,558</u>

E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS

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

Receivable Fund	Payable Fund	Amount	Amount Not Due Within One Year
General Fund	Special Revenue - TIF	\$ 759,276	\$ 759,276
General Fund	Capital Projects Fund - Developers	<u>18,054</u>	<u>18,054</u>
Subtotal - Fund financial statements		777,330	
Less: Fund eliminations		<u>(777,330)</u>	
Total Internal Balances - Government-Wide Statement of Net Position		<u>\$ -</u>	

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

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS (cont.)

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount	Principal Purpose
General Fund	Enterprise Fund - Water Utility	\$ 223,593	Payment of tax equivalent.
General Fund	Enterprise Fund - Sewer Utility	7,251	Payment of tax equivalent.
Debt Service Fund	Special Revenue - Special Assessment	52,555	Provide funding for current debt service.
Capital Projects - Corporate Reserve	General Fund	<u>226,324</u>	Provide financing for the purchase of equipment.
Subtotal - Fund financial statements		509,723	
Less: Fund eliminations		<u>(278,879)</u>	
Total Transfers - Government-Wide Statement of Activities		<u>\$ 230,844</u>	

Entity Transferred To	Entity Transferred From
Governmental Activities	Business-Type Activities
	<u>\$ 230,844</u>

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

For the statement of activities, interfund transfers within governmental or business type activities are netted and eliminated.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2014 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General obligation debt	\$ 12,970,000	\$ 38,831	\$ 800,000	\$ 12,208,831	\$ 699,854
Add/(Subtract) Deferred Amounts For (Discounts)/Premiums	275,106	-	15,032	260,074	-
Sub-total	13,245,106	38,831	815,032	12,468,905	699,854
Other Liabilities					
Compensated absences	299,915	429,930	330,168	399,677	69,406
Total Governmental Activities	\$ 13,545,021	\$ 468,761	\$ 1,145,200	\$ 12,868,582	\$ 769,260
Business-type Activities					
Bonds and Notes Payable					
General obligation debt	\$ 2,345,000	\$ -	\$ 130,000	\$ 2,215,000	\$ 125,000
Revenue Bonds Payable	2,952,144	-	260,496	2,691,648	267,660
Add/(Subtract) Deferred Amounts For (Discounts)/Premiums	63,371	-	3,728	59,643	-
Total Business-type Activities	\$ 5,360,515	\$ -	\$ 394,224	\$ 4,966,291	\$ 392,660

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the Village. Notes and bonds in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the Village may not exceed 5% of the equalized value of taxable property within the Village's jurisdiction. The debt limit as of December 31, 2014, was \$58,379,530. Total general obligation debt outstanding at year end was \$14,423,831.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt (cont.)

Governmental Activities	Type/Series	Date of Issue	Final Maturity	Interest Rates	Original Amount	Balance 12/31/2014
General Obligation Bonds						
2006		3/1/06	2/1/25	3.5-4.1%	\$ 2,700,000	\$ 275,000
2009		2/3/09	2/1/29	2.0-4.12	3,125,000	2,575,000
2010		12/1/10	12/1/17	0.8-2.0	1,840,000	975,000
2012		11/14/12	10/1/32	2.0-3.0	3,780,000	3,535,000
2013		12/05/13	6/1/30	2.5-3.3	4,935,000	4,810,000
2014		11/10/14	2/15/22	0.0	38,831	38,831
Total Governmental Activities - General Obligation Debt					\$ 12,208,831	
Business-type Activities						
General Obligation Bonds						
2006		3/1/06	2/1/25	3.5-4.1%	650,000	100,000
2012		11/14/12	10/1/31	2.0-3.0	2,300,000	2,115,000
Total Business-type Activities - General Obligation Debt					\$ 2,215,000	

Debt service requirements to maturity are as follows:

Years	Governmental Activities		Business-type Activities		Total
	Principal	Interest	Principal	Interest	
2015	\$ 699,854	\$ 344,753	\$ 1,044,607	\$ 125,000	\$ 49,027
2016	784,854	328,677	1,113,531	135,000	46,062
2017	769,854	310,834	1,080,688	135,000	42,682
2018	754,854	290,103	1,044,957	135,000	40,026
2019	739,854	270,071	1,009,925	135,000	37,326
2020 - 2024	4,049,561	1,002,331	5,051,892	735,000	134,481
2025 - 2029	3,615,000	408,703	4,023,703	585,000	60,381
2030 - 2032	795,000	26,258	821,258	230,000	7,993
Totals	\$ 12,208,831	\$ 2,981,730	\$ 15,190,561	\$ 2,215,000	\$ 417,978
					\$ 2,632,978

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

Revenue Bond Debt

The Village has issued Clean Water Fund Revenue Bonds in the amount of \$5,000,000 for expansion and upgrade of the sewerage treatment facility owned and operated by the Delafield-Hartland Water Pollution Control Commission (DHWPC). The proceeds of the bonds have been loaned to the DHWPC. The loan receivable between the Village and DHWPC is equal to the related debt service requirements. The total principal and interest remaining to be paid on the bonds is \$3,038,113. Principal and interest paid on the debt during the year was \$338,099.

Type/Series	Date of Issue	Final Maturity	Interest Rates	Original Amount	Balance 12/31/2014
Revenue Bonds					
2003	6/11/03	5/1/23	2.75%	\$ 5,000,000	\$ 2,691,648

Principal and interest to maturity are as follows:

Years	Business-type Activities Revenue Bond Debt	
	Principal	Interest
2015	\$ 267,660	\$ 70,340
2016	275,021	62,878
2017	282,584	55,211
2018	290,355	47,333
2019	298,338	39,239
2020 - 2023	1,277,690	71,464
Totals	\$ 2,691,648	\$ 346,465
		\$ 3,038,113

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

PRIOR-YEAR DEFEASANCE OF DEBT

In prior years, the Village defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Village's financial statements. At December 31, 2014, \$1,785,000 of bonds outstanding are considered defeased. The bonds are callable on February 1, 2015.

OTHER DEBT INFORMATION

Estimated payments of compensated absences are not included in the debt service requirement schedules. The compensated absences liability attributable to governmental activities will be liquidated primarily by the general fund.

There are a number of limitations and restrictions contained in the various bond indentures and loan agreements. The Village believes it is in compliance with all significant limitations and restrictions, including federal arbitrage regulations.

G. LEASE DISCLOSURES

The Village has no material leases as lessee or lessor.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (DEFICITS)

Net position reported on the government wide statement of net position at December 31, 2014 includes the following:

Governmental Activities

Net Investment in Capital Assets	
Land	\$ 612,637
Construction in progress	16,075
Capital assets, net of accumulated depreciation/amortization	24,695,906
Less: capital related long-term debt outstanding	(12,208,831)
Plus: unspent capital related debt proceeds	985,265
Plus: unamortized deferred amount on refunding	169,486
Less: unamortized premium/discount	(260,074)
Total Net Investment in Capital Assets	<u>14,010,464</u>
Restricted for:	
Library	68,125
Impact fees	61,515
EMS Act 102	4,964
Debt Service	68,823
Total Restricted	<u>203,427</u>
Unrestricted	<u>6,973,155</u>
Total Governmental Activities Net Position	<u>\$ 21,187,046</u>

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (DEFICITS) (cont.)

Governmental Funds

Governmental fund balances reported on the fund financial statements at December 31, 2014, include the following:

Nonspendable	
Major Funds	
General Fund	\$ 11,700
Prepaid items	<u>780,438</u>
Non-current receivables	
Total	<u>\$ 792,138</u>
Restricted	
Major Funds	
General Fund	\$ 4,964
EMS Act 102	
Debt Service Fund	<u>\$ 146,220</u>
Capital Projects Fund - Village Projects - Unspent bond proceeds	<u>\$ 985,265</u>
Non-Major Funds	
Special Revenue Funds	
Special Library Fund	\$ 68,125
Impact Fees Fund	<u>\$ 61,515</u>
Committed	
Non-Major Funds	
Special Revenue Funds	
Refuse and Garbage Collection Fund	\$ 19,176
Criminal Investigation Task Force Fund	<u>\$ 12,734</u>
Major Incident Task Force Fund	<u>\$ 10,113</u>

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (DEFICITS) (cont.)

Governmental Funds (cont.)

Assigned Major Funds	
General Fund	
Future asset purchases	\$ 571,531
Future assessment	166,200
Comprehensive planning	74,622
GIS system	69,821
Employee benefits	486,205
Recreation and celebrations	23,301
Municipal donations	4,861
Fine arts	7,505
Heritage Grant	100
Police armored vest	9,009
Police speed trailer	2,282
Cemetery perpetual care	74,877
Ambulance donations	20,927
Total	\$ 1,521,241

Assigned Major Funds

Capital Projects Funds	
Village Projects	
Boardwalk	\$ 149,031
Future development	955,906
Community center development	50,000
Library development	50,843
Future road projects	70,720
Fees in lieu of dedication	56,183
Total	\$ 1,332,683
Corporate Reserve	\$ 1,424,611

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (cont.)

Governmental Funds (cont.)

Unassigned (Deficit) Major Funds	
General Fund	\$ 2,408,640
Special Revenue Fund - TIF	\$ (616,076)
Non-Major Fund	
Capital Projects Fund - Developers	\$ (34,267)
Total Governmental Fund Balances	\$ 8,137,082

Business-Type Activities

Net Investment in Capital Assets	
Land	\$ 22,291
Construction in progress	3,713
Other Capital assets, net of accumulated depreciation	15,187,964
Less: Capital related long-term debt outstanding	(2,215,000)
Add: unspent debt proceeds	53,789
Add: unamortized amount on refunding	42,848
Less: unamortized premium	(69,643)
Total Net Investment in Capital Assets	13,035,962
Unrestricted	2,452,522
Total Net Position	\$ 15,488,484

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE III – DETAILED NOTES ON ALL FUNDS (cont.)

I. COMPONENT UNIT

This report contains the Hartland Business Improvement District (BID), which is included as a component unit. Financial information is presented as a discrete column in the statement of assets and statement of activities.

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

a. Basis of Accounting/Measurement Focus

The BID follows the full accrual basis of accounting and the flow of economic resources measurement focus.

b. Deposits and Investments

At year end, the carrying amount of the BID's deposits was \$31,167 and is part of the Village's commingled cash. See Note III.A.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE IV – OTHER INFORMATION

A. EMPLOYEES' RETIREMENT SYSTEM

All eligible Village employees participate in the Wisconsin Retirement System (WRS), a cost-sharing multiple-employer, defined benefit, public employee retirement system. All employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work over 600 hours a year and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

Effective the first day of the first pay period on or after June 29, 2011 the employee required contribution was changed to one-half of the actuarially determined contribution rate for General category employees, and Executives and Elected Officials. Required contributions for protective contributions are the same as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement. Contribution rates for December 31, 2014 are:

	Employee	Employer
General	7.00%	7.00%
Executives and Elected Officials	7.75%	7.75%
Protective with Social Security	7.00%	10.31%
Protective without Social Security	7.00%	13.91%

The payroll for Village employees covered by the system for the year ended December 31, 2014 was \$3,224,004; the employer's total payroll was \$3,476,784. The total required contribution for the year ended December 31, 2014 was \$498,129 or 15.45% of covered payroll. Of this amount, \$272,449 or 54.7% was contributed by the employer for the current year. Total contributions for the years ending December 31, 2013 and 2012 were \$498,557 and \$437,281, respectively, equal to the required contributions for each year.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE IV – OTHER INFORMATION

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: 1) final average earnings, 2) years of creditable service, and 3) a formula factor. Final average earnings is the average of the employee's three highest years earnings. Employees terminating covered employment and submitting application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998 creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998 and prior to July 1, 2011 are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011 must have five years of creditable service to be vested.

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

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

As of December 31, 2014 there was no pension related debt for the Village.

B. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. The Village purchases commercial insurance to provide coverage for losses from torts; theft of, damage to, or destruction of assets; errors and omission; workers compensation; and health care of its employees. However, risks related to dental care of its employees are accounted for and financed by the Village in an internal service fund.

Self Insurance

For dental claims, the uninsured risk of loss is \$1,500 per incident and \$1,500 in aggregate for a policy year. All funds of the Village participate in the risk management program. Amounts payable to the internal service fund are based on actuarial estimates of the amounts necessary to pay prior and current year claims and to establish a reserve for catastrophic losses.

All funds of the Village participate in the risk management programs. Amounts payable to the Dental fund are based on actuarial estimates of the amounts necessary to pay prior and current year claims and to establish a reserve for catastrophic losses. \$151,738 was assigned for that reserve at year end, and is included in unreserved net position of the internal service fund.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2014

NOTE IV – OTHER INFORMATION (cont.)

B. RISK MANAGEMENT (cont.)

Self Insurance (cont.)

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported. The Village does not allocate overhead costs or other non-incremental costs to the claims liability.

	Prior Year	Current Year
Unpaid claims – Beginning of Year	\$ 10,566	\$ 5,526
Current year claims and changes in estimates	29,419	49,269
Claim payments	(34,459)	(44,310)
Unpaid Claims – End of Year	\$ 5,526	\$ 10,485

C. COMMITMENTS AND CONTINGENCIES

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

From time to time, the Village is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Village attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Village's financial position or results of operations.

The Village has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

Construction Commitments

As of December 31, 2014, the Village had approximately \$139,000 in outstanding construction commitments. This construction is for the 2014 road paving projects, Centennial Park restrooms, and the Bark River Streambank Stabilization project.

VILLAGE OF HARTLAND

NOTES TO FINANCIAL STATEMENTS

As of and for the Year Ended December 31, 2014

NOTE IV – OTHER INFORMATION (cont.)

D. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved the following:

- Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*
- Statement No. 71, *Pension – Transition for Contributions Made Subsequent to the Measurement Date – an amendment to GASB No. 68*

When they become effective, application of these standards may restate portions of these financial statements.

E. JOINT VENTURES

Delafield-Hartland Water Pollution Control Commission

The Delafield-Hartland Water Pollution Control Commission (Commission) was created for the purpose of providing sewage collection, treatment and distribution services. The Commission was created in 1971 by ordinances adopted by the City of Delafield and the Village of Hartland. Each municipality appoints 4 members to the commission. The Commission issued sewer revenue bonds in September 1978 (refinanced in 1992) for the purpose of constructing wastewater treatment facilities. The Commission issues separate financial statements and copies can be obtained by writing to them.

The Commission has entered into service contracts with the City of Delafield and the Villages of Hartland and Nashotah to treat wastewater. The contract requires monthly user charges based on the number of Domestic User Equivalents (DUE's) connected to the system. The municipalities are also required to pay connection charges for new customers added to the system. The Village of Hartland sewer utility accrued \$822,988 in user charges for the year ended December 31, 2014. As of December 31, 2014, the Village has a liability accrued of \$177,889 for connection fees. See Note III.E. regarding Village debt obligations related to the Commission.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF HARTLAND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL (NON - GAAP)

GENERAL FUND
For the Year Ended December 31, 2014

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Taxes	\$ 4,147,257	\$ 4,147,257	\$ -
Intergovernmental	1,273,798	1,382,368	88,570
Fines, forfeitures and penalties	183,000	301,480	118,480
Public charges for services	74,500	74,865	365
Interdepartmental revenue	483,600	586,159	102,559
Investment income	53,000	57,806	4,806
Miscellaneous revenues	20,000	14,575	(5,425)
Total Revenues	6,344,740	6,638,286	293,546
EXPENDITURES			
Current			
General government	1,022,700	865,978	156,722
Police	2,273,103	2,246,597	26,506
Fire protection	563,678	535,435	28,243
Public works	1,332,319	1,381,227	(58,908)
Health and human services	17,502	13,071	4,431
Library	688,680	683,079	5,601
Parks	285,050	286,582	(1,532)
Conservation and development	82,210	134,223	(52,013)
Capital Outlay	63,964	84,888	(21,224)
Total Expenditure	6,338,916	6,241,070	97,846
Excess of revenues over expenditures	5,824	397,216	391,392
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	500	6,875	6,375
Transfers in	220,000	280,844	10,844
Transfers out	(226,324)	(226,324)	-
Total Other Financing Sources (Uses)	(5,824)	11,395	17,219
Net Change in Fund Balances	\$ -	408,611	408,611
Adjustment to Generally Accepted Accounting Principles Basis			
Appropriations credited to designated funds		17,000	17,000
Revenue credited to designated funds		29,358	29,358
Expenditures charged to designated funds		(59,641)	(59,641)
Net change in fund balances - GAAP		395,328	395,328
FUND BALANCES - Beginning of Year		4,331,655	4,331,655
FUND BALANCES - END OF YEAR		\$ 4,726,983	\$ 4,726,983

VILLAGE OF HARTLAND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL

TIF FUND

For the Year Ended December 31, 2014

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Taxes	\$ 7,000	\$ 6,320	\$ (680)
Intergovernmental	2,000	1,992	(8)
Public improvement revenues	7,850	8,530	680
Investment income	6,000	6,000	-
Total Revenues	22,850	22,842	(8)
EXPENDITURES			
Current			
General government	500	2,200	(1,700)
Conservation and development	2,150	449	1,701
Total Expenditures	2,650	2,649	1
Excess of revenues over expenditures	\$ 20,200	20,193	\$ (7)
FUND BALANCES (DEFICIT) - Beginning of Year		(636,269)	
FUND BALANCES (DEFICIT) - END OF YEAR		\$ (616,076)	

VILLAGE OF HARTLAND

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
As of and for the Year Ended December 31, 2014

BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note 1, C., except actual (non-GAAP) revenues and expenditures do not reflect certain transactions of designated funds.

The budgeted amounts presented are as presented in the original budget and no amendments were adopted during the year. The Village may authorize transfers of budgeted amounts within departments. Transfers between departments and changes to the overall budget must be approved by a two-thirds Village Board action.

Appropriations lapse at year end unless specifically carried over. Budgets are adopted at the function level of expenditure.

S U P P L E M E N T A R Y I N F O R M A T I O N

VILLAGE OF HARTLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
As of December 31, 2014

	Special Revenue Funds			
	Refuse and Garbage Collection	Special Assessment	Special Library	Impact Fees
ASSETS				
Cash and investments	\$ 57,996	\$ -	\$ 68,125	\$ 61,515
Receivables	389,470	-	-	-
Taxes	447,466	-	68,125	61,515
TOTAL ASSETS	\$ 894,932	\$ -	\$ 136,250	\$ 123,030
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 38,820	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-
Deferred inflows of resources	389,470	-	-	-
Unearned revenues	-	-	-	-
Total Liabilities and Deferred Inflows of Resources	428,290	-	-	-
Fund Balances (Deficits)				
Restricted	-	-	68,125	61,515
Committed	19,176	-	-	-
Unassigned (Deficits)	-	-	-	-
Total Fund Balances (Deficits)	19,176	-	68,125	61,515
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 447,466	\$ -	\$ 68,125	\$ 61,515

	Special Revenue Funds				Capital Projects Fund	
	Criminal Task Force	Major Incident Task Force	Developers	Totals	Totals	Totals
	\$ 14,305	\$ 10,113	\$ -	\$ 212,054	-	-
	-	-	-	-	-	-
	\$ 14,305	\$ 10,113	\$ -	\$ 212,054	\$ -	\$ 389,470
	\$ 1,571	\$ -	\$ 16,213	\$ 56,604	-	-
	-	-	-	-	-	-
	\$ 1,571	\$ -	\$ 16,213	\$ 56,604	\$ -	\$ 18,054
	1,571	-	34,267	464,128	-	-
	-	-	-	-	-	-
	12,734	10,113	-	128,640	-	42,023
	-	-	-	-	-	-
	12,734	10,113	(34,267)	137,396	(34,267)	137,396
	\$ 14,305	\$ 10,113	\$ -	\$ 601,524	\$ -	\$ 601,524

VILLAGE OF HARTLAND

NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES

For the Year Ended December 31, 2014

	Special Revenue Funds			
	Refuse and Garbage Collection	Special Assessment	Special Library	Impact Fees
REVENUES	\$ -	\$ -	\$ -	\$ -
Intergovernmental	469,234	-	-	55,162
Public improvement revenues	-	-	6,177	-
Investment income	641	132	181	110
Total Revenues	469,875	132	6,358	55,272
EXPENDITURES				
Current				
Police	-	-	-	-
Health and human services	465,158	-	-	-
Library	-	-	9,565	-
Capital Outlay	-	-	-	1,527
Total Expenditure	465,158	-	9,565	1,527
Excess (deficiency) of revenues over expenditures	4,717	132	(3,207)	53,745
OTHER FINANCING USES				
Transfers out	-	(52,555)	-	-
Net Change in Fund Balances	4,717	(52,423)	(3,207)	53,745
FUND BALANCES - Beginning of Year	14,459	52,423	71,332	7,770
FUND BALANCES (DEFICITS) - END OF YEAR	\$ 19,176	\$ -	\$ 68,125	\$ 61,515

	Special Revenue Funds		Capital Projects Fund		Totals
	Criminal Investigation Task Force	Major Incident Task Force	Developers		
\$ 39,000	\$ -	\$ -	\$ 24,639	\$ -	\$ 39,000
-	-	-	-	-	549,035
-	-	-	-	-	6,177
-	-	-	-	-	1,064
39,000	-	-	24,639	-	595,276
41,721	1,761	-	-	-	43,482
-	-	-	-	-	465,158
-	-	-	-	-	9,565
-	-	-	76,830	-	78,357
41,721	1,761	-	76,830	-	596,562
(2,721)	(1,761)	(52,191)	-	(1,286)	
-	-	-	-	-	(52,555)
(2,721)	(1,761)	(52,191)	-	(53,841)	
15,455	11,874	17,924	-	191,237	
\$ 12,734	\$ 10,113	\$ (34,267)	\$ -	\$ 137,396	

VILLAGE OF HARTLAND

STATEMENT OF CASH FLOWS
COMPONENT UNIT

For the Year Ended December 31, 2014

	Business Improvement District
CASH FLOWS FROM OPERATING ACTIVITIES	
Payments to vendors	\$ (62,677)
Payments to employees	(20,780)
Net Cash Flows From Operating Activities	<u>(83,457)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Taxes levied	70,000
Contribution from municipality	14,740
Net Cash Flows From Noncapital Financing Activities	<u>84,740</u>
Net Change in Cash and Cash Equivalents	1,283
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>29,884</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 31,167</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating loss	\$ (77,726)
Changes in assets and liabilities	
Accounts payable	<u>(5,731)</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ (83,457)</u>

VILLAGE OF HARTLAND

**COMPARATIVE SCHEDULE OF TAXES AND VALUATION DATA
2010- 2014 Tax Rolls**

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
STATE TAXES	\$ 200,728	\$ 199,231	\$ 191,742	\$ 191,668	\$ 198,147
COUNTY TAXES	2,330,397	2,360,690	2,377,621	2,421,651	2,427,115
LOCAL TAXES					
Village property taxes	4,976,827	5,009,674	5,143,812	5,195,250	5,221,227
Omitted taxes	-	-	52,632	-	-
Tax Increment District taxes	-	-	7,026	6,320	20,261
Total Local Taxes	<u>4,976,827</u>	<u>5,009,674</u>	<u>5,203,470</u>	<u>5,201,570</u>	<u>5,241,488</u>
SCHOOL TAXES					
Swallow School District	1,568,581	1,590,299	1,632,530	1,713,700	1,752,457
Merton Community School District	193	191	194	185	190
School District of Hartland - Lakeside School	5,605,762	5,532,095	5,660,834	5,646,939	5,894,352
Lake Country School District	988,624	966,404	790,354	796,067	779,966
Arrowhead Union High School District	4,204,060	4,097,198	4,139,292	3,950,449	4,028,523
Waukesha County Technical College	1,458,996	1,469,086	1,468,955	1,485,500	453,801
Total School Taxes	<u>13,826,216</u>	<u>13,655,273</u>	<u>13,692,159</u>	<u>13,592,840</u>	<u>12,909,289</u>
Total General Property Taxes	<u>21,334,168</u>	<u>21,224,868</u>	<u>21,464,992</u>	<u>21,407,729</u>	<u>20,776,039</u>
SPECIAL ASSESSMENTS AND SPECIAL CHARGES					
Refuse removal	426,650	438,075	453,050	468,125	389,470
BID District	70,000	70,000	70,000	70,000	70,000
Other	5,163	4,006	3,480	1,528	1,644
Total Special Assessments and Special Charges	<u>501,813</u>	<u>512,081</u>	<u>526,530</u>	<u>539,653</u>	<u>461,114</u>
DELINQUENT UTILITY CHARGES					
Water Utility	5,740	12,887	16,171	9,092	7,775
Sewer Fund	6,150	12,103	16,391	8,871	26,472
Total Delinquent Utility Charges	<u>11,890</u>	<u>24,990</u>	<u>32,562</u>	<u>17,963</u>	<u>34,247</u>
TOTAL TAX ROLL	\$ <u>21,847,871</u>	\$ <u>21,761,939</u>	\$ <u>22,024,084</u>	\$ <u>21,965,345</u>	\$ <u>21,271,400</u>
ASSESSED VALUATION	\$ <u>1,177,770,800</u>	\$ <u>1,176,415,000</u>	\$ <u>1,119,757,300</u>	\$ <u>1,178,545,500</u>	\$ <u>1,165,405,100</u>
EQUALIZED VALUATION	\$ <u>1,182,801,000</u>	\$ <u>1,173,978,700</u>	\$ <u>1,129,849,800</u>	\$ <u>1,129,413,700</u>	\$ <u>1,167,590,600</u>
RATIO OF ASSESSMENT	<u>99.57%</u>	<u>100.21%</u>	<u>99.11%</u>	<u>104.35%</u>	<u>99.81%</u>

FORM OF LEGAL OPINION

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

November 3, 2015

Re: Village of Hartland, Wisconsin ("Issuer")
 \$3,020,000 General Obligation Corporate Purpose Bonds, Series 2015A,
 dated November 3, 2015 ("Bonds")

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

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

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

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2017	\$130,000	____%
2018	125,000	_____
2019	150,000	_____
2020	100,000	_____
2021	140,000	_____
2022	150,000	_____
2023	150,000	_____
2024	150,000	_____
2025	150,000	_____
2026	150,000	_____
2027	150,000	_____
2028	150,000	_____

2029	150,000	_____
2030	175,000	_____
2031	200,000	_____
2032	200,000	_____
2033	200,000	_____
2034	200,000	_____
2035	200,000	_____

Interest is payable semi-annually on April 1 and October 1 of each year commencing on April 1, 2016.

The Bonds maturing on October 1, 2025 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on October 1, 2024 or on any date thereafter. Said Bonds are redeemable as a whole or in part, and if in part, from maturities selected by the Issuer and within each maturity, by lot, at the principal amount thereof, plus accrued interest to the date of redemption.

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

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

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

1. The Bonds have been duly authorized and executed by the Issuer and are valid and binding general obligations of the Issuer.

2. All the taxable property in the territory of the Issuer is subject to the levy of ad valorem taxes to pay principal of, and interest on, the Bonds, without limitation as to rate or amount. The Issuer is required by law to include in its annual tax levy the principal and interest coming due on the Bonds except to the extent that necessary funds have been irrevocably deposited into the debt service fund account established for the payment of the principal of and interest on the Bonds.

3. The interest on the Bonds is excludable for federal income tax purposes from the gross income of the owners of the Bonds. The interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on corporations (as that term is defined for federal income tax purposes) and individuals. However, for purposes of computing the alternative minimum tax imposed on corporations, the interest on the Bonds is included in adjusted current earnings. The Code contains requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds. The Issuer has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the Issuer comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Bonds.

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

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

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

QUARLES & BRADY LLP

BOOK-ENTRY-ONLY SYSTEM

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

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

FORM OF CONTINUING DISCLOSURE CERTIFICATE

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the Village of Hartland, Waukesha County, Wisconsin (the "Issuer") in connection with the issuance of \$3,020,000 General Obligation Corporate Purpose Bonds, Series 2015A, dated November 3, 2015 (the "Securities"). The Securities are being issued pursuant to Resolutions adopted by the Governing Body of the Issuer on September 14, 2015 and October 13, 2015 (collectively, the "Resolution") and delivered to _____ (the "Purchaser") on the date hereof. Pursuant to the Resolution, the Issuer has covenanted and agreed to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events. In addition, the Issuer hereby specifically covenants and agrees as follows:

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

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

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

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

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

"Final Official Statement" means the Preliminary Official Statement dated October 6, 2015 (as supplemented by an Addendum dated October 14, 2015) delivered in connection with the Securities, which is available from the MSRB.

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

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

"Issuer" means the Village of Hartland, Wisconsin which is the obligated person with respect to the Securities.

"Issuer Contact" means the Finance Director/Treasurer of the Issuer who can be contacted at 210 Cottonwood Avenue, 2nd Floor, Hartland, Wisconsin 53029, phone (262) 367-2714, fax (262) 367-2430.

"Listed Event" means any of the events listed in Section 5(a) of this Disclosure Certificate.

"MSRB" means the Municipal Securities Rulemaking Board located at 1900 Duke Street, Suite 600, Alexandria, Virginia 22314.

"Participating Underwriter" means any of the original underwriter(s) of the Securities (including the Purchaser) required to comply with the Rule in connection with the offering of the Securities.

"Rule" means SEC Rule 15c2-12(b)(5) promulgated by the SEC under the Securities Exchange Act of 1934, as the same may be amended from time to time, and official interpretations thereof.

"SEC" means the Securities and Exchange Commission.

Section 3. Provision of Annual Report and Audited Financial Statements.

(a) The Issuer shall, not later than 365 days after the end of the Fiscal Year, commencing with the year that ends December 31, 2015, provide the MSRB with an Annual Report filed in accordance with Section 1(b) of this Disclosure Certificate and which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the Audited Financial Statements of the Issuer may be submitted separately from the balance of the Annual Report and that, if Audited Financial Statements are not available within 365 days after the end of the Fiscal Year, unaudited financial information will be provided, and Audited Financial Statements will be submitted to the MSRB when and if available.

(b) If the Issuer is unable or fails to provide to the MSRB an Annual Report by the date required in subsection (a), the Issuer shall send in a timely manner a notice of that fact to the MSRB in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

Section 4. Content of Annual Report. The Issuer's Annual Report shall contain or incorporate by reference the Audited Financial Statements and updates of the following sections of the Final Official Statement to the extent such financial information and operating data are not included in the Audited Financial Statements:

1. Direct Debt
2. Debt Limit
3. Current Property Valuations
4. Tax Levies and Collections

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which are available to the public on the MSRB's Internet website or filed with the SEC. The Issuer shall clearly identify each such other document so incorporated by reference.

Section 5. Reporting of Listed Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events with respect to the Securities:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults, if material;
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;

6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Securities, or other material events affecting the tax status of the Securities;
7. Modification to rights of holders of the Securities, if material;
8. Securities calls, if material, and tender offers;
9. Defeasances;
10. Release, substitution or sale of property securing repayment of the Securities, if material;
11. Rating changes;
12. Bankruptcy, insolvency, receivership or similar event of the Issuer;
13. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; and
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material.

For the purposes of the event identified in subsection (a)12. above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Issuer in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Issuer.

(b) When a Listed Event occurs, the Issuer shall, in a timely manner not in excess of ten business days after the occurrence of the Listed Event, file a notice of such occurrence with the MSRB. Notwithstanding the foregoing, notice of Listed Events described in subsections (a) (8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Securities pursuant to the Resolution.

(c) Unless otherwise required by law, the Issuer shall submit the information in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

Section 6. Termination of Reporting Obligation. The Issuer's obligations under the Resolution and this Disclosure Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all the Securities.

Section 7. Issuer Contact; Agent. Information may be obtained from the Issuer Contact. Additionally, the Issuer may, from time to time, appoint or engage a dissemination agent to assist it in carrying out its obligations under the Resolution and this Disclosure Certificate, and may discharge any such agent, with or without appointing a successor dissemination agent.

Section 8. Amendment; Waiver. Notwithstanding any other provision of the Resolution or this Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, if such amendment or waiver is supported by an opinion of nationally recognized bond counsel to the effect

that such amendment or waiver would not, in and of itself, cause the undertakings to violate the Rule. The provisions of this Disclosure Certificate constituting the Undertaking or any provision hereof, shall be null and void in the event that the Issuer delivers to the MSRB an opinion of nationally recognized bond counsel to the effect that those portions of the Rule which require this Disclosure Certificate are invalid, have been repealed retroactively or otherwise do not apply to the Securities. The provisions of this Disclosure Certificate constituting the Undertaking may be amended without the consent of the holders of the Securities, but only upon the delivery by the Issuer to the MSRB of the proposed amendment and an opinion of nationally recognized bond counsel to the effect that such amendment, and giving effect thereto, will not adversely affect the compliance of this Disclosure Certificate and by the Issuer with the Rule.

Section 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

Section 10. Default. (a) Except as described in the Final Official Statement, in the previous five years, the Issuer has not failed to comply in all material respects with any previous undertakings under the Rule to provide annual reports or notices of events.

(b) In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate any holder of the Securities may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under the Resolution and this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default with respect to the Securities and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

Section 11. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Participating Underwriters and holders from time to time of the Securities, and shall create no rights in any other person or entity.

IN WITNESS WHEREOF, we have executed this Certificate in our official capacities effective the 3rd day of November, 2015.

David C. Lamerand
President

(SEAL)

Darlene Igl
Village Clerk

NOTICE OF SALE

**\$3,020,000* GENERAL OBLIGATION CORPORATE PURPOSE BONDS, SERIES 2015A
VILLAGE OF HARTLAND, WISCONSIN**

Bids for the purchase of \$3,020,000* General Obligation Corporate Purpose Bonds, Series 2015A (the "Bonds") of the Village of Hartland, Wisconsin (the "Village") will be received at the offices of Ehlers & Associates, Inc. ("Ehlers"), 3060 Centre Pointe Drive, Roseville, Minnesota 55113-1105, Municipal Advisors to the Village, until 11:00 a.m., Central Time, and **ELECTRONIC PROPOSALS** will be received via **PARITY**, in the manner described below, until 11:00 A.M. Central Time, on October 13, 2015, at which time they will be opened, read and tabulated. The bids will be presented to the Board of Trustees for consideration for award by resolution at a meeting to be held at 7:00 P.M., Central Time, on the same date. The bid offering to purchase the Bonds upon the terms specified herein and most favorable to the Village will be accepted unless all bids are rejected.

PURPOSE

The Bonds are being issued pursuant to Section 67.04, Wisconsin Statutes, for the public purposes of financing street improvement projects, park improvements, water system projects, storm water improvements and acquisition of fire equipment. The Bonds are valid and binding general obligations of the Village, and all the taxable property in the Village is subject to the levy of a tax to pay the principal of and interest on the Bonds as they become due which tax may, under current law, be levied without limitation as to rate or amount.

DATES AND MATURITIES

The Bonds will be dated November 3, 2015, will be issued as fully registered Bonds in the denomination of \$5,000 each, or any integral multiple thereof, and will mature on October 1 as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2017	\$130,000	2024	\$150,000	2031	\$200,000
2018	125,000	2025	150,000	2032	200,000
2019	150,000	2026	150,000	2033	200,000
2020	100,000	2027	150,000	2034	200,000
2021	140,000	2028	150,000	2035	200,000
2022	150,000	2029	150,000		
2023	150,000	2030	175,000		

ADJUSTMENT OPTION

* The Village reserves the right to increase or decrease the amount of any individual maturity of the Bonds in increments of \$5,000 on the day of sale. If individual maturities are increased or decreased, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

TERM BOND OPTION

Bids for the Bonds may contain a maturity schedule providing for any combination of serial bonds and term bonds, subject to mandatory redemption, so long as the amount of principal maturing or subject to mandatory redemption in each year conforms to the maturity schedule set forth above. All dates are inclusive.

INTEREST PAYMENT DATES AND RATES

Interest will be payable on April 1 and October 1 of each year, commencing April 1, 2016, to the registered owners of the Bonds appearing of record in the bond register as of the close of business on the 15th day (whether or not a business day) of the immediately preceding month. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the MSRB. **The rate for any maturity may not be more than 1.00% less than the rate for any preceding maturity. (For example, if a rate of 4.50% is proposed for the 2017 maturity, then the lowest rate that may be proposed for any later maturity is 3.50%.)** All Bonds of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

BOOK-ENTRY-ONLY FORMAT

Unless otherwise specified by the purchaser, the Bonds will be designated in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository for the Bonds, and will be responsible for maintaining a book-entry system for recording the interests of its participants and the transfers of interests between its participants. The participants will be responsible for maintaining records regarding the beneficial interests of the individual purchasers of the Bonds. So long as Cede & Co. is the registered owner of the Bonds, all payments of principal and interest will be made to the depository which, in turn, will be obligated to remit such payments to its participants for subsequent disbursement to the beneficial owners of the Bonds.

OPTIONAL REDEMPTION

At the option of the Village, Bonds maturing on or after October 1, 2025 shall be subject to redemption prior to maturity on October 1, 2024 and on any date thereafter, at a price of par plus accrued interest.

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

Notice of such call shall be given by sending a notice by registered or certified mail, facsimile or electronic transmission, overnight delivery service or in any other manner required by DTC, to DTC not fewer than 30 days but not more than 60 days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books.

DELIVERY

On or about November 3, 2015, the Bonds will be delivered without cost to the winning bidder at DTC. On the day of closing, the Village will furnish to the winning bidder the opinion of bond counsel hereinafter described, an arbitrage certification, and certificates verifying that no litigation in any manner questioning the validity of the Bonds is then pending or, to the best knowledge of officers of the Village, threatened. Payment for the Bonds must be received by the Village at its designated depository on the date of closing in immediately available funds.

LEGAL OPINION

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

SUBMISSION OF BIDS

Bids must not be for less than \$2,982,250 nor more than \$3,201,200 plus accrued interest on the principal sum of \$3,020,000 from date of original issue of the Bonds to date of delivery. A signed bid form must be submitted to Ehlers prior to the time established above for the opening of bids as follows:

- 1) In a sealed envelope as described herein; or
- 2) A facsimile submission to Ehlers, Facsimile Number (651) 697-8555; or
- 3) Electronically via **PARITY** in accordance with this Notice of Sale until Central Time, but no bid will be received after the time for receiving bids specified above. To the extent any instructions or directions set forth in **PARITY** conflict with this Notice of Sale, the terms of this Notice of Sale shall control. For further information about **PARITY**, potential bidders may contact Ehlers or i-Deal LLC at 1359 Broadway, 2nd Floor, New York, New York 10018, Telephone (212) 849-5021.

Bids must be submitted to Ehlers via one of the methods described above and must be received prior to the time established above for the opening of bids. Each bid must be unconditional except as to legality. Neither the Village nor Ehlers shall be responsible for any failure to receive a facsimile submission.

A cashier's check in the amount of \$60,400 may be submitted contemporaneously with the bid or, alternatively, a good faith deposit in the amount of \$60,400 shall be made by the winning bidder by wire transfer of funds to **KleinBank, 1550 Audubon Road, Chaska, Minnesota, ABA No. 091915654 for credit: Ehlers & Associates Good Faith Account No. 3208138**. Such good faith deposit ("Deposit") shall be received by Ehlers & Associates no later than two hours after the bid opening time. The Village reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received by such time. In the event the Deposit is not received as provided above, the Village may award the Bonds to the bidder submitting the next best bid provided such bidder agrees to such award. The Deposit will be retained by the Village as liquidated damages if the bid is accepted and the Purchaser fails to comply therewith. The Deposit will be returned to the Purchaser at the closing for the Bonds.

The Village and the winning bidder who chooses to so wire the Deposit hereby agree irrevocably that Ehlers shall be the escrow holder of the Deposit wired to such account subject only to these conditions and duties: 1) All income earned thereon shall be retained by the escrow holder as payment for its expenses; 2) If the bid is not accepted, Ehlers shall, at its expense, promptly return the Deposit amount to the winning bidder; 3) If the bid is accepted, the Deposit shall be returned to the winning bidder at the closing; 4) Ehlers shall bear all costs of maintaining the escrow account and returning the funds to the winning bidder; 5) Ehlers shall not be an insurer of the Deposit amount and shall have no liability hereunder except if it willfully fails to perform or recklessly disregards, its duties specified herein; and 6) FDIC insurance on deposits within the escrow account shall be limited to \$250,000 per bidder.

No bid can be withdrawn after the time set for receiving bids unless the meeting of the Village scheduled for award of the Bonds is adjourned, recessed, or continued to another date without award of the Bonds having been made.

AWARD

The Bonds will be awarded to the bidder offering the lowest interest rate to be determined on a True Interest Cost (TIC) basis. The Village's computation of the interest rate of each bid, in accordance with customary practice, will be controlling. In the event of a tie, the sale of the Bonds will be awarded by lot. The Village reserves the right to reject any and all bids and to waive any informality in any bid.

BOND INSURANCE

If the Bonds are qualified for any bond insurance policy, the purchase of such policy shall be at the sole option and expense of the winning bidder. Any cost for such insurance policy is to be paid by the winning bidder, except that, if the Village requested and received a rating on the Bonds from a rating agency, the Village will pay that rating fee. Any rating agency fees not requested by the Village are the responsibility of the winning bidder.

Failure of the municipal bond insurer to issue the policy after the Bonds are awarded to the winning bidder shall not constitute cause for failure or refusal by the winning bidder to accept delivery of the Bonds.

CUSIP NUMBERS

The Village will assume no obligation for the assignment or printing of CUSIP numbers on the Bonds or for the correctness of any numbers printed thereon, but will permit such numbers to be printed at the expense of the winning bidder, if the winning bidder waives any delay in delivery occasioned thereby.

QUALIFIED TAX-EXEMPT OBLIGATIONS

The Village will designate the Bonds as qualified tax-exempt obligations for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

CONTINUING DISCLOSURE

In order to assist the Underwriters in complying with the provisions of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 the Village will enter into an undertaking for the benefit of the holders of the Bonds. A description of the details and terms of the undertaking is set forth in Appendix D of the Preliminary Official Statement.

INFORMATION FROM WINNING BIDDER

The winning bidder will be required to provide, in a timely manner, certain information relating to the initial offering prices of the Bonds necessary to compute the yield on the Bonds pursuant to the provisions of the Internal Revenue Code of 1986, as amended.

PRELIMINARY OFFICIAL STATEMENT

Bidders may obtain a copy of the Preliminary Official Statement relating to the Bonds prior to the bid opening by request from Ehlers at www.ehlers-inc.com by connecting to the link to the Bond Sales. The Syndicate Manager will be provided with an electronic copy and up to 10 printed copies upon request of the Final Official Statement within seven business days of the bid acceptance. Additional copies of the Final Official Statement will be available at a cost of \$10.00 per copy.

Information for bidders and bid forms may be obtained from Ehlers at 3060 Centre Pointe Drive, Roseville, Minnesota 55113-1105, Telephone (651) 697-8500.

By Order of the Board of Trustees

Darlene Igl, Village Clerk
Village of Hartland, Wisconsin

BID FORM

**The Board of Trustees
Village of Hartland, Wisconsin**

October 13, 2015

RE: \$3,020,000* General Obligation Corporate Purpose Bonds, Series 2015A

DATED: November 3, 2015

For all or none of the above Bonds, in accordance with the Notice of Sale and terms of the Global Book-Entry System (unless otherwise specified by the Purchaser) as stated in this Preliminary Official Statement, we will pay you \$_____ (not less than \$2,982,250 nor more than \$3,201,200) plus accrued interest to date of delivery for fully registered Bonds bearing interest rates and maturing in the stated years as follows:

_____	% due	2017	_____	% due	2024	_____	% due	2031
_____	% due	2018	_____	% due	2025	_____	% due	2032
_____	% due	2019	_____	% due	2026	_____	% due	2033
_____	% due	2020	_____	% due	2027	_____	% due	2034
_____	% due	2021	_____	% due	2028	_____	% due	2035
_____	% due	2022	_____	% due	2029	_____		
_____	% due	2023	_____	% due	2030	_____		

* The Village reserves the right to increase or decrease the amount of any individual maturity of the Bonds in increments of \$5,000 on the day of sale. If individual maturities are increased or decreased, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

The rate for any maturity may not be more than 1.00% less than the rate for any preceding maturity. (For example, if a rate of 4.50% is proposed for the 2017 maturity, then the lowest rate that may be proposed for any later maturity is 3.50%.) All Bonds of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

We enclose our good faith deposit in the amount of \$60,400, to be held by you pending delivery and payment. Alternatively, if we are the winning bidder, we will wire our good faith deposit to **KleinBank, 1550 Audubon Road, Chaska, Minnesota, ABA No. 091915654 for credit: Ehlers & Associates Good Faith Account No. 3208138**. Such good faith deposit shall be received by Ehlers & Associates no later than two hours after the bid opening time. The Village reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received. In the event the Deposit is not received as provided above, the Village may award the Bonds to the bidder submitting the next best bid provided such bidder agrees to such award. If our bid is not accepted, said deposit shall be promptly returned to us. If the good faith deposit is wired to such escrow account, we agree to the conditions and duties of Ehlers & Associates, Inc., as escrow holder of the good faith deposit, pursuant to the Notice of Sale. This bid is for prompt acceptance and is conditional upon delivery of said Bonds to The Depository Trust Company, New York, New York, in accordance with the Notice of Sale. Delivery is anticipated to be on or about .

This bid is subject to the Village's agreement to enter into a written undertaking to provide continuing disclosure under Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 as described in the Preliminary Official Statement for this Issue.

We have received and reviewed the Preliminary Official Statement and have submitted our requests for additional information or corrections to the Final Official Statement. As Syndicate Manager, we agree to provide the Village with the reoffering price of the Bonds within 24 hours of the bid acceptance.

Account Manager: By: _____

Account Members:

Award will be on a true interest cost basis. According to our computations (the correct computation being controlling in the award), the total dollar interest cost (including any discount or less any premium) computed from November 3, 2015 of the above bid is \$_____ and the true interest cost (TIC) is _____%.

The foregoing offer is hereby accepted by and on behalf of the Board of Trustees of the Village of Hartland, Wisconsin, on October 13, 2015.

By: _____ By: _____
Title: _____ Title: _____