

**City of Big Lake
Summary Financial Report**

The purpose of this report is to provide a summary of financial information concerning the City of Big Lake to interested citizens. The complete financial statements may be examined at City Hall, 160 Lake Street North. Questions about this report should be directed to Deb Wegeleben, Finance Director at (763) 251-2974

**Statement of Revenues, Expenditures, and Changes in Fund Balance
For General Operations
(Governmental Funds)
For the Year Ended December 31, 2017**

	Total 2017	Total 2016	Percent Increase (Decrease)
REVENUES:			
Property Taxes	\$ 4,026,987	\$ 3,793,686	6.15%
Tax Increments	142,631	126,650	100.00%
Franchise Fees	434,945	442,833	-1.78%
Special Assessments	536,451	610,671	-12.15%
Licenses and Permits	620,877	500,653	24.01%
Intergovernmental	1,778,825	1,976,972	-10.02%
Charges for Services	385,684	365,497	5.52%
Fines and Forfeitures	61,601	54,656	12.71%
Miscellaneous:			
Investment Income and other interest income	77,174	71,836	7.43%
Contributions, Donations and Other	123,289	201,951	-38.95%
Total Revenues	<u>\$ 8,188,464</u>	<u>\$ 8,145,405</u>	<u>0.53%</u>
Per Capita	767	763	0.53%
EXPENDITURES:			
Current:			
General Government	\$ 819,949	\$ 674,191	21.62%
Public Safety	2,152,186	2,029,524	6.04%
Streets and Highways	512,742	549,659	-6.72%
Culture and Recreation	610,022	488,426	24.90%
Economic Development	791,484	311,163	154.36%
Debt Service:			
Principal	2,044,215	9,128,603	-77.61%
Interest and Other Charges	529,834	799,239	-33.71%
Capital Outlay:	1,824,342	1,101,577	65.61%
Total Expenditures	<u>\$ 9,284,774</u>	<u>\$ 15,082,382</u>	<u>-38.44%</u>
Per Capita	870	1,413	-38.44%
Total Long-term Indebtedness	\$ 17,194,671	\$ 19,238,886	-10.63%
Per Capita	1,611	1,803	-10.63%
General Fund Unassigned Fund Balance - December 31	\$ 2,990,373	\$ 2,796,408	6.94%
Per Capita	280	262	6.94%

City of Big Lake
Statement of Net Position - Proprietary Funds
December 31, 2017

	Water (301,399)	Sewer (401,499)	Liquor (501)	Storm Sewer (601)	Total
ASSETS:					
Current Assets:					
Cash and Investments (Including Cash Equivalents)	\$ 478,716	\$ 3,077,988	\$ 928,529	\$ 220,708	\$ 4,705,941
Accounts Receivable	149,512	248,149	382	27,882	425,925
Advances to Other Fund -Within One Year	-	28,510	-	-	28,510
Due from Other Governments	164	205	-	39	408
Special Assessment Receivable:			0		
Delinquent	13,025	5,892	-	914	19,831
Deferred	78,732	107,789	-	1,130	187,651
Inventories	-	-	511,566	-	511,566
Prepaid Expenses	19,734	16,690	8,507	1,204	46,135
Total Current Assets	<u>739,883</u>	<u>3,485,223</u>	<u>1,448,984</u>	<u>251,877</u>	<u>5,925,967</u>
Noncurrent Assets:					
Restricted Cash and Cash Equivalents	-	125,525	-	-	125,525
Advances to Other Fund -After One Year	-	1,515,309	-	-	1,515,309
Capital Assets:					
Land	277,006	1,257,023	-	291	1,534,320
Buildings	9,651,417	15,996,156	1,915,613	84,905	27,648,091
Collection and Distribution Systems	16,750,392	22,811,429	-	6,718,991	46,280,812
Machinery and Equipment	317,158	528,850	199,395	301,727	1,347,130
Leasehold Improvements	166,068	-	57,765	-	223,833
Total Capital Assets	<u>27,162,041</u>	<u>40,593,458</u>	<u>2,172,773</u>	<u>7,105,914</u>	<u>77,034,186</u>
Less Accumulated Depreciation	<u>(9,952,928)</u>	<u>(13,114,918)</u>	<u>(891,801)</u>	<u>(3,588,583)</u>	<u>(27,548,230)</u>
Net Capital Assets	<u>17,209,113</u>	<u>27,478,540</u>	<u>1,280,972</u>	<u>3,517,331</u>	<u>49,485,956</u>
Total Noncurrent Assets	<u>17,209,113</u>	<u>29,119,374</u>	<u>1,280,972</u>	<u>3,517,331</u>	<u>51,126,790</u>
Total Assets	<u>17,948,996</u>	<u>32,604,597</u>	<u>2,729,956</u>	<u>3,769,208</u>	<u>57,052,757</u>
Deferred Outflows of Resources					
Deferred outflows of resources related to city pensions	105,575	105,575	82,052	26,781	319,983
Total Assets and Deferred Outflows of Resources	<u>\$ 18,054,571</u>	<u>\$ 32,710,172</u>	<u>\$ 2,812,008</u>	<u>\$ 3,795,989</u>	<u>\$ 57,372,740</u>
LIABILITIES AND NET ASSETS:					
Current Liabilities:					
Accounts Payable	\$ 37,176	\$ 165,232	\$ 58,817	\$ 1,395	\$ 262,620
Contracts Payable	-	-	-	370	370
Salaries and Benefits Payable	8,239	8,239	7,236	2,109	25,823
Interest Payable	59,510	153,404	5,960	-	218,874
Unearned Revenue	-	22,355	-	-	22,355
Due to Other Governments	621	-	36,511	-	37,132
Current Compensated Absences	39,726	39,726	18,329	11,361	109,142
Amount Due Within One Year	670,204	1,283,796	76,304	-	2,030,304
Total Current Liabilities	<u>815,476</u>	<u>1,672,752</u>	<u>203,157</u>	<u>15,235</u>	<u>2,706,620</u>
Noncurrent Liabilities:					
Advances from Other Funds	453,920	-	-	-	453,920
Revenue Bonds, Net of Unamortized Discount	2,051,943	5,097,487	658,695	-	7,808,125
PFA G.O. Revenue Note	3,677,000	10,113,000	-	-	13,790,000
Net Pension Liability	347,032	347,033	269,711	88,032	1,051,808
Less Amount Due Within One Year	<u>(670,204)</u>	<u>(1,283,796)</u>	<u>(76,304)</u>	<u>-</u>	<u>(2,030,304)</u>
Total Noncurrent Liabilities	<u>5,859,691</u>	<u>14,273,724</u>	<u>852,102</u>	<u>88,032</u>	<u>21,073,549</u>
Total Liabilities	<u>6,675,167</u>	<u>15,946,476</u>	<u>1,055,259</u>	<u>103,267</u>	<u>23,780,169</u>
Deferred inflows of resources					
Deferred inflows of resources related to city pensions	64,579	64,579	50,190	16,382	195,730
Net Position					
Net investment in capital assets	11,480,170	12,268,053	622,277	3,517,331	27,887,831
Unrestricted	<u>(165,345)</u>	<u>4,431,064</u>	<u>1,084,282</u>	<u>159,009</u>	<u>5,509,010</u>
Total Net Position	<u>11,314,825</u>	<u>16,699,117</u>	<u>1,706,559</u>	<u>3,676,340</u>	<u>33,396,841</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 18,054,571</u>	<u>\$ 32,710,172</u>	<u>\$ 2,812,008</u>	<u>\$ 3,795,989</u>	<u>\$ 57,372,740</u>

City of Big Lake
Statement of Revenues, Expenses and Changes
in Net Position - Proprietary Funds
Year Ended December 31, 2017

	Water (301,399)	Sewer (401,499)	Liquor (501)	Storm Sewer (601)	Total
SALES AND COST OF SALES:					
Sales	\$ -	\$ -	\$ 4,161,219	\$ -	\$ 4,161,219
Cost of Sales	-	-	2,995,521	-	2,995,521
Gross Profit	<u>-</u>	<u>-</u>	<u>1,165,698</u>	<u>-</u>	<u>1,165,698</u>
OPERATING REVENUES:					
Charges for Services	1,798,475	2,290,366	-	246,233	4,335,074
OPERATING EXPENSES:					
Wages and Salaries	379,823	379,822	304,722	95,399	1,159,766
Employee Benefits	169,024	170,253	59,204	42,237	440,718
Materials and Supplies	40,255	64,478	8,643	1,040	114,416
Repairs and Maintenance	18,567	31,667	18,838	4,716	73,788
Professional Services	60,950	38,170	76,838	11,783	187,741
Insurance	29,219	25,105	12,639	1,631	68,594
Utilities and Refuse	120,775	199,787	25,180	1,152	346,894
Depreciation	865,229	1,283,931	65,687	269,240	2,484,087
Travel	8,782	8,716	68	1,775	19,341
Bad Debt Expense	394	280	132	59	865
Equipment	75	-	38,342	-	38,417
Advertising	1,462	802	9,037	707	12,008
Dues, Memberships and Training	10,033	7,000	5,609	1,103	23,745
Telephone	3,787	10,004	5,982	493	20,266
Postage	6,705	3,070	225	600	10,600
Water Meters	32,950	-	-	-	32,950
Uniforms	1,195	1,983	306	264	3,748
Miscellaneous	35	30	1,440	-	1,505
Total Operating Expenses	<u>1,749,260</u>	<u>2,225,098</u>	<u>632,892</u>	<u>432,199</u>	<u>5,039,449</u>
Operating Income (Loss)	<u>49,215</u>	<u>65,268</u>	<u>532,806</u>	<u>(185,966)</u>	<u>461,323</u>
NONOPERATING REVENUES (EXPENSES):					
Investment Income (Loss)	2,442	73,757	5,540	1,819	83,558
Gain on sale of asset	500	500	-	-	1,000
Refunds and Reimbursements	19,410	3,744	3,007	1,582	31,487
Trunk and Access Charges	392,280	1,757,326	-	8,500	2,158,106
Interest Expense	(167,302)	(380,832)	(14,549)	-	(562,683)
Amortization Expense	4,826	16,409	2,260	-	23,495
Rent	-	24,341	-	-	24,341
Other Income	4,005	35	694	-	4,734
Total Nonoperating Revenues (Expenses)	<u>256,161</u>	<u>1,495,280</u>	<u>(3,048)</u>	<u>11,901</u>	<u>1,764,038</u>
Income (Loss) before Capital Contributions and Transfers	305,376	1,560,548	529,758	(174,065)	2,225,361
Transfers Out	<u>(138,381)</u>	<u>(49,942)</u>	<u>(350,000)</u>	<u>(39,641)</u>	<u>(577,964)</u>
Change in Net Position	166,995	1,510,606	179,758	(213,706)	1,647,397
Net Position					
Beginning of Year	<u>11,147,830</u>	<u>15,188,511</u>	<u>1,526,801</u>	<u>3,890,046</u>	<u>31,753,188</u>
End of Year	<u>\$ 11,314,825</u>	<u>\$ 16,699,117</u>	<u>\$ 1,706,559</u>	<u>\$ 3,676,340</u>	<u>\$ 33,400,585</u>

City of Big Lake
State of Cash Flow - Proprietary Funds
Year Ended December 31, 2017

	Water (301,399)	Sewer (401,499)	Liquor (501)	Storm Sewer (601)	Total
CASH FLOWS - OPERATING ACTIVITIES:					
Receipts from Customers and Users	\$ 1,796,576	\$ 2,352,692	\$ 4,161,606	\$ 242,971	\$ 8,553,845
Payments to Suppliers	(334,871)	(263,029)	(3,038,410)	(26,552)	(3,662,862)
Payments to Employees	(503,811)	(505,038)	(396,545)	(128,140)	(1,533,534)
Net Cash Flows - Operating Activities	<u>957,894</u>	<u>1,584,625</u>	<u>726,651</u>	<u>88,279</u>	<u>3,357,449</u>
CASH FLOWS - NONCAPITAL FINANCING ACTIVITIES:					
Receipt (Payment) of Advances from/to Other Funds	(100,000)	132,355	-	-	32,355
Refunds and Reimbursements	19,410	3,744	3,007	1,582	27,743
Rent	-	24,341	-	-	24,341
Transfer to Other Funds	(138,381)	(49,942)	(350,000)	(39,641)	(577,964)
Net Cash Flows - Noncapital Financing Activities	<u>(218,971)</u>	<u>110,498</u>	<u>(346,993)</u>	<u>(38,059)</u>	<u>(493,525)</u>
CASH FLOWS - CAPITAL AND RELATED FINANCING ACTIVITIES:					
Trunk and Access Charges	392,280	1,757,326	-	8,500	2,158,106
Principal Paid on Debt	(650,004)	(1,358,996)	(72,670)	-	(2,081,670)
Interest Paid on Debt	(174,080)	(394,353)	(15,002)	-	(583,435)
Proceeds from sale of capital assets	500	500	-	-	1,000
Acquisition of Capital Assets	(14,972)	(59,877)	-	370	(74,479)
Net Cash Flows - Capital and Related Financing Activities	<u>(446,276)</u>	<u>(55,400)</u>	<u>(87,672)</u>	<u>8,870</u>	<u>(580,478)</u>
CASH FLOWS - INVESTING ACTIVITIES:					
Interest and Dividends Received	<u>2,537</u>	<u>73,757</u>	<u>5,540</u>	<u>1,818</u>	<u>83,652</u>
Net Change in Cash and Cash Equivalents	295,184	1,713,480	297,526	60,908	2,367,098
CASH AND CASH EQUIVALENTS:					
As of January 1	<u>183,532</u>	<u>1,490,033</u>	<u>631,003</u>	<u>159,800</u>	<u>2,464,368</u>
As of December 31	<u>\$ 478,716</u>	<u>\$ 3,203,513</u>	<u>\$ 928,529</u>	<u>\$ 220,708</u>	<u>\$ 4,831,466</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS - OPERATING ACTIVITIES:					
Operating Income (Loss)	<u>\$ 49,215</u>	<u>\$ 65,268</u>	<u>\$ 532,806</u>	<u>\$ (185,966)</u>	<u>\$ 461,323</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows - Operating Activities:					
Operating Activities:					
Other Revenues	4,005	35	694	-	4,734
Depreciation Expense	865,229	1,283,931	65,687	269,240	2,484,087
Net pension liability Expense	35,974	35,975	(19,600)	7,822	60,171
Accounts Receivable	(16,965)	26,074	(307)	(3,462)	5,340
Special Assessments Receivable	11,170	21,815	-	230	33,215
Due from Other Governments	(109)	(150)	-	(30)	(289)
Prepaid Items	602	800	52	73	1,527
Inventory	-	-	176,464	-	176,464
Accounts Payable	(249)	127,263	(15,263)	(1,302)	110,449
Due to Other Governmental Units	(40)	-	(863)	-	(903)
Salaries Payable	764	764	(25,745)	202	(24,015)
Unearned Revenue	-	14,552	-	-	14,552
Compensated Absences Payable	8,298	8,298	12,726	1,472	30,794
Total Adjustments	<u>908,679</u>	<u>1,519,357</u>	<u>193,845</u>	<u>274,245</u>	<u>2,896,126</u>
Net Cash Flows - Operating Activities	<u>\$ 957,894</u>	<u>\$ 1,584,625</u>	<u>\$ 726,651</u>	<u>\$ 88,279</u>	<u>\$ 3,357,449</u>
	-	-	-	-	-