

**TO: MAYOR AND CITY COUNCIL**  
**FROM: NEIL JENSEN, City Administrator**  
**SUBJECT: 2021 Cannon Falls City Financial Report**  
**MEETING DATE: June 17, 2022**

**BACKGROUND**

The 2021 city audit was performed by Abdo and Brad Falteysek will be in attendance to give you his review and presentation.

**STAFF RECOMMENDATION**

If the council is satisfied, please make a motion to approve the 2021 Annual Financial Report.

**REQUESTED COUNCIL ACTION**

Please make a motion to approve the 2021 Annual Financial Report.



*Lighting the path forward*

# City of Cannon Falls

2021 Financial Statement Audit

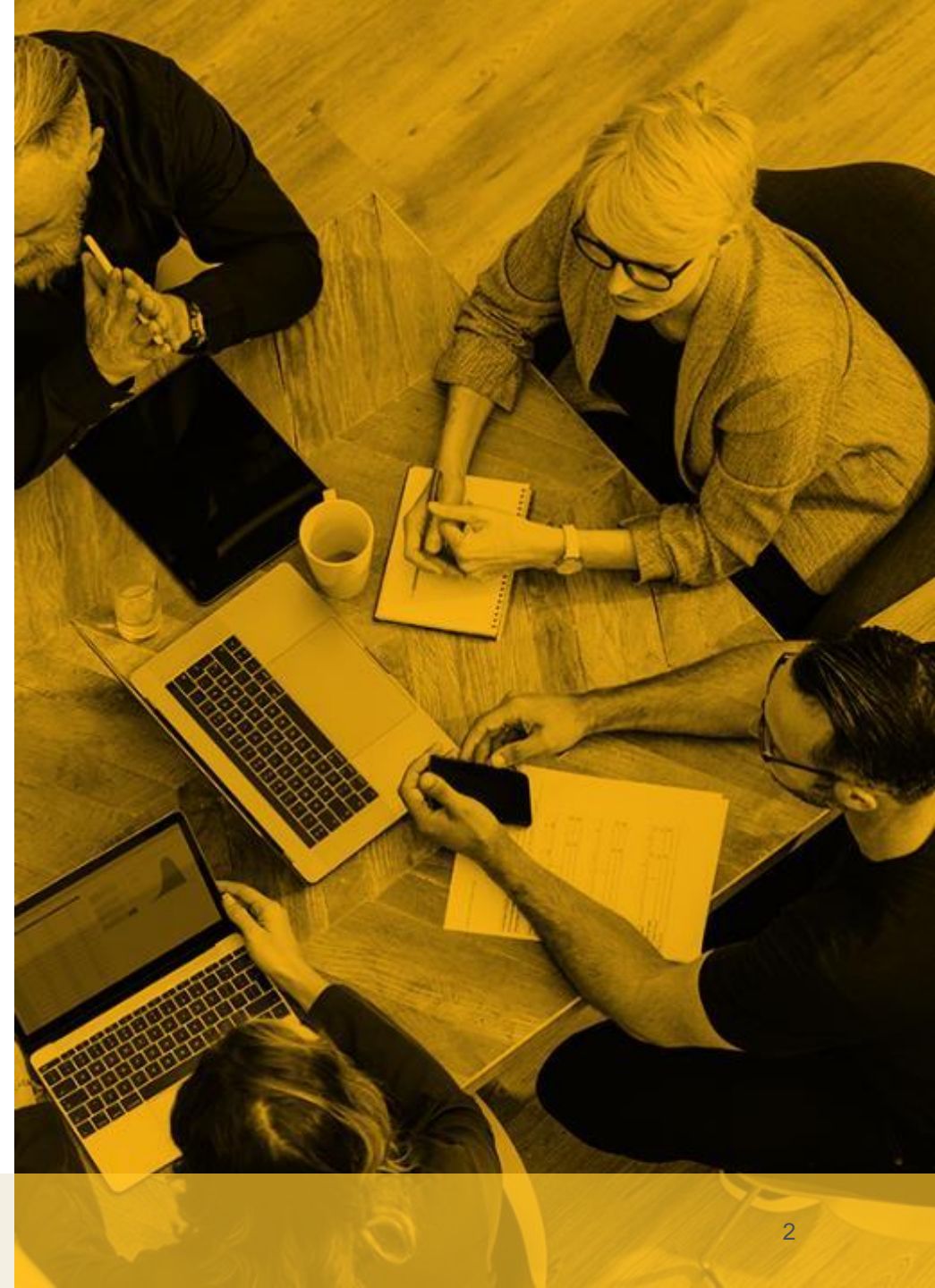
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# Introduction

- Audit Opinion and Responsibility
- General Fund Results
- Other Governmental Funds
- Enterprise Funds
- Key Performance Indicators



# Audit Results

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**Auditor's Opinion**



Unmodified Opinion

**Minnesota Legal  
Compliance**



No instances of  
noncompliance

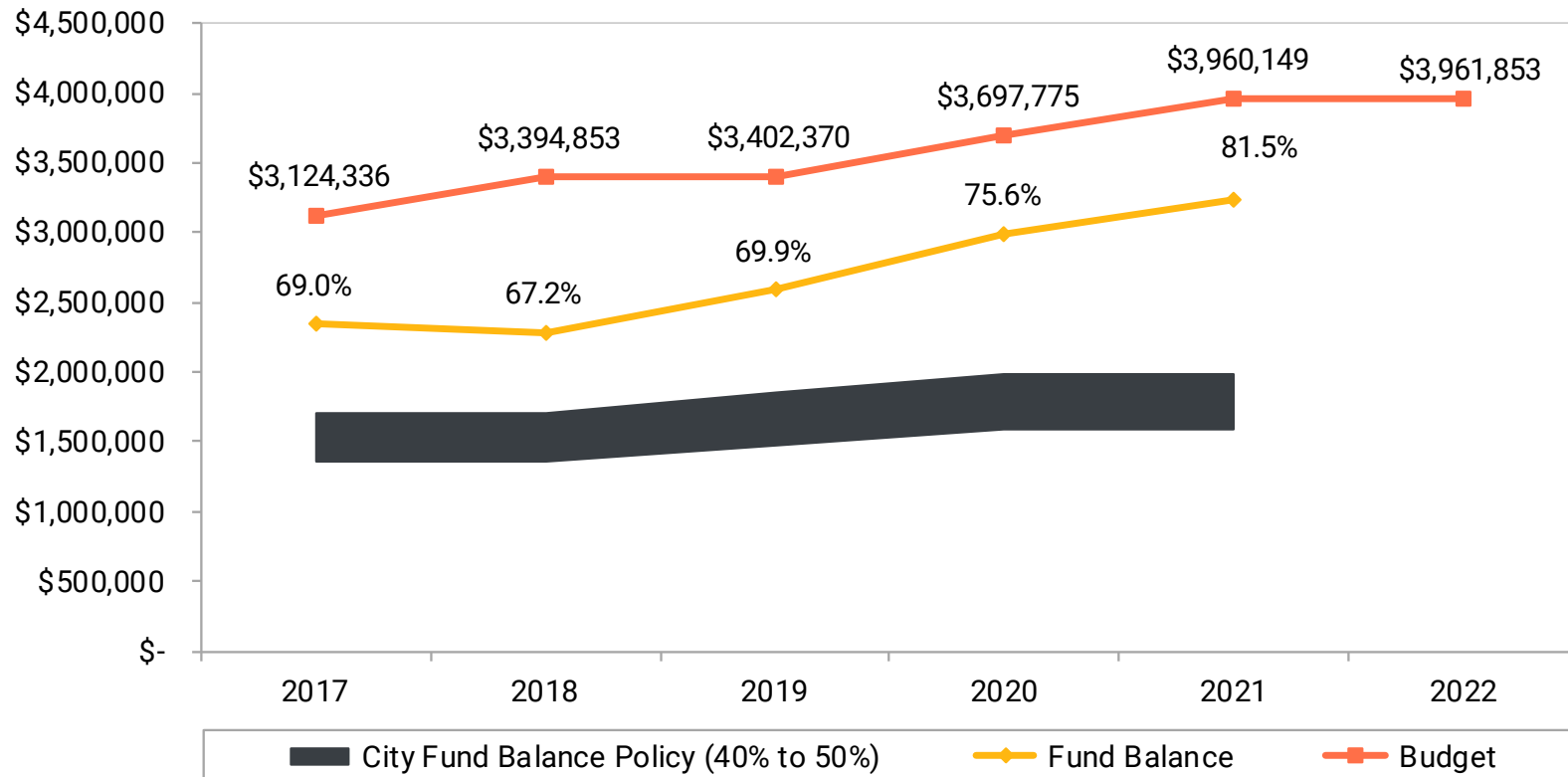
# Audit Results

## 2021 Audit Findings

- Preparation of Financial Statements
  - Internal Control Finding



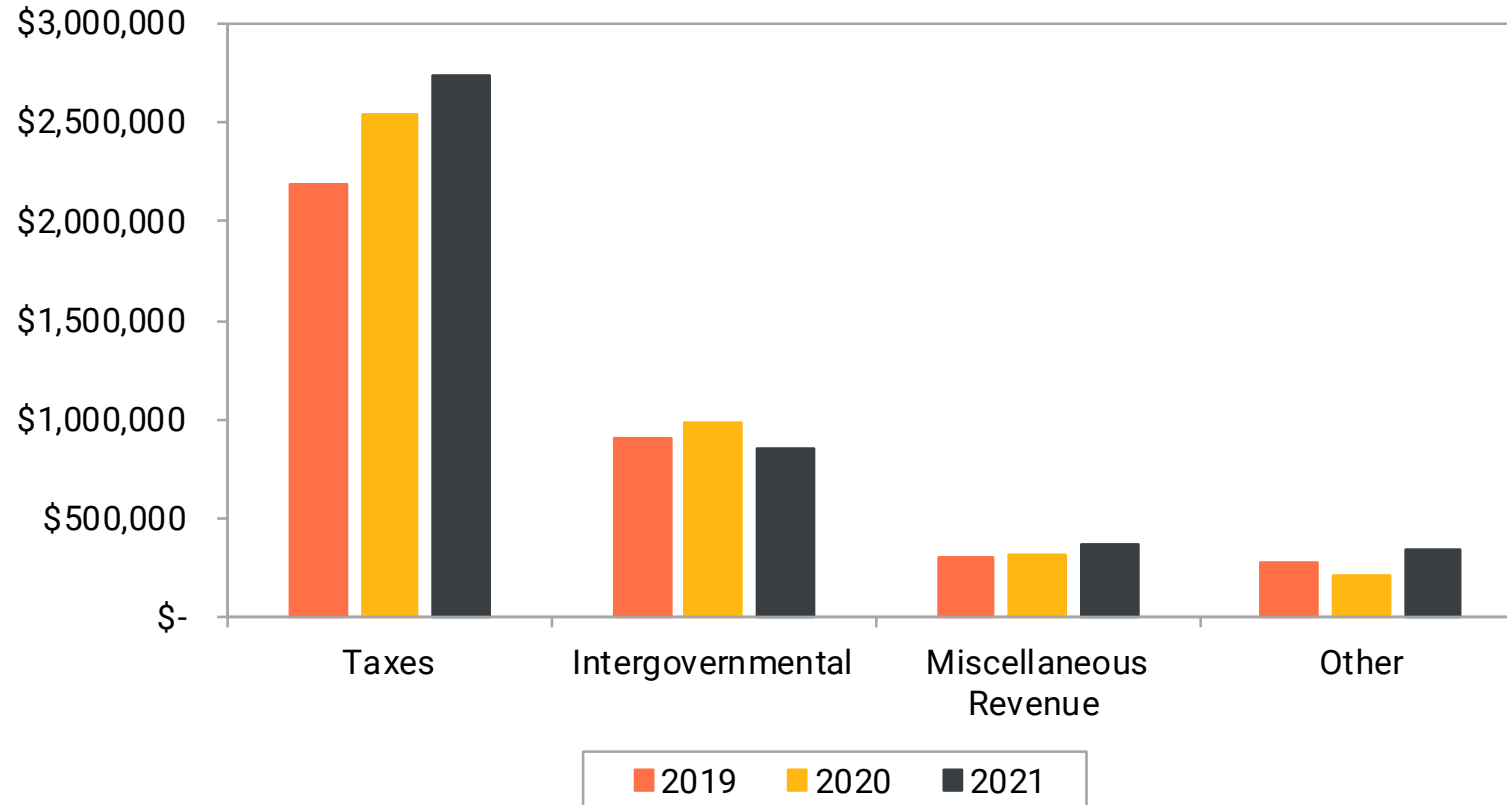
# General Fund Fund Balances



# General Fund Budget to Actual

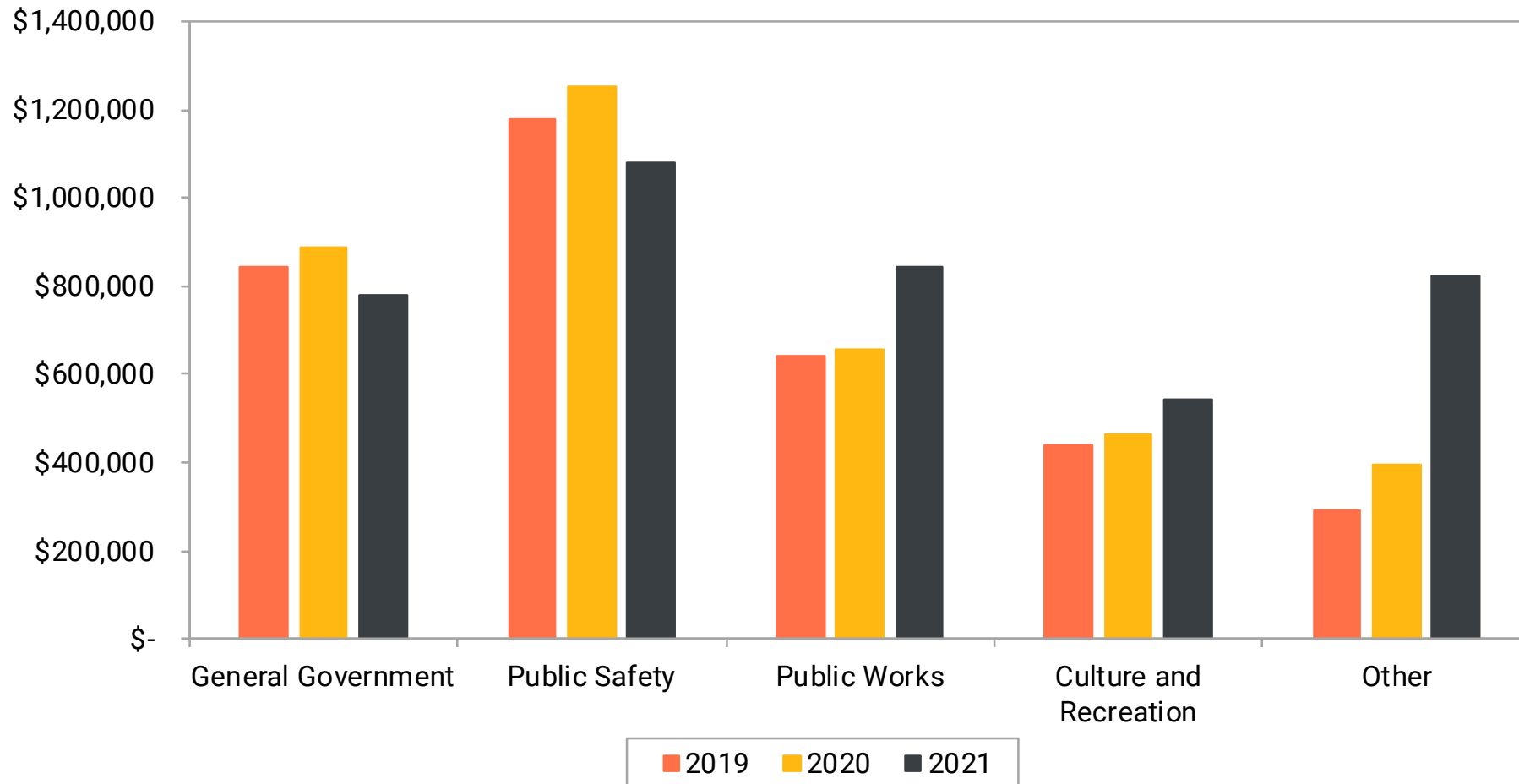
	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
Revenues	\$ 3,960,149	\$ 3,960,149	\$ 4,185,700	\$ 225,551
Expenditures	<u>3,274,343</u>	<u>3,274,343</u>	<u>3,324,727</u>	<u>(50,384)</u>
Excess of Revenues Over Expenditures	<u>685,806</u>	<u>685,806</u>	<u>860,973</u>	<u>175,167</u>
Other Financing Sources (Uses)				
Transfers in	-	-	120,277	120,277
Transfers out	<u>(685,806)</u>	<u>(685,806)</u>	<u>(745,406)</u>	<u>(59,600)</u>
Total Other Financing Sources (Uses)	<u>(685,806)</u>	<u>(685,806)</u>	<u>(625,129)</u>	<u>60,677</u>
Net Change in Fund Balances	-	-	235,844	235,844
Fund Balances, January 1	<u>2,992,330</u>	<u>2,992,330</u>	<u>2,992,330</u>	<u>-</u>
Fund Balances, December 31	<u><u>\$ 2,992,330</u></u>	<u><u>\$ 2,992,330</u></u>	<u><u>\$ 3,228,174</u></u>	<u><u>\$ 235,844</u></u>

# General Fund Revenues by Type

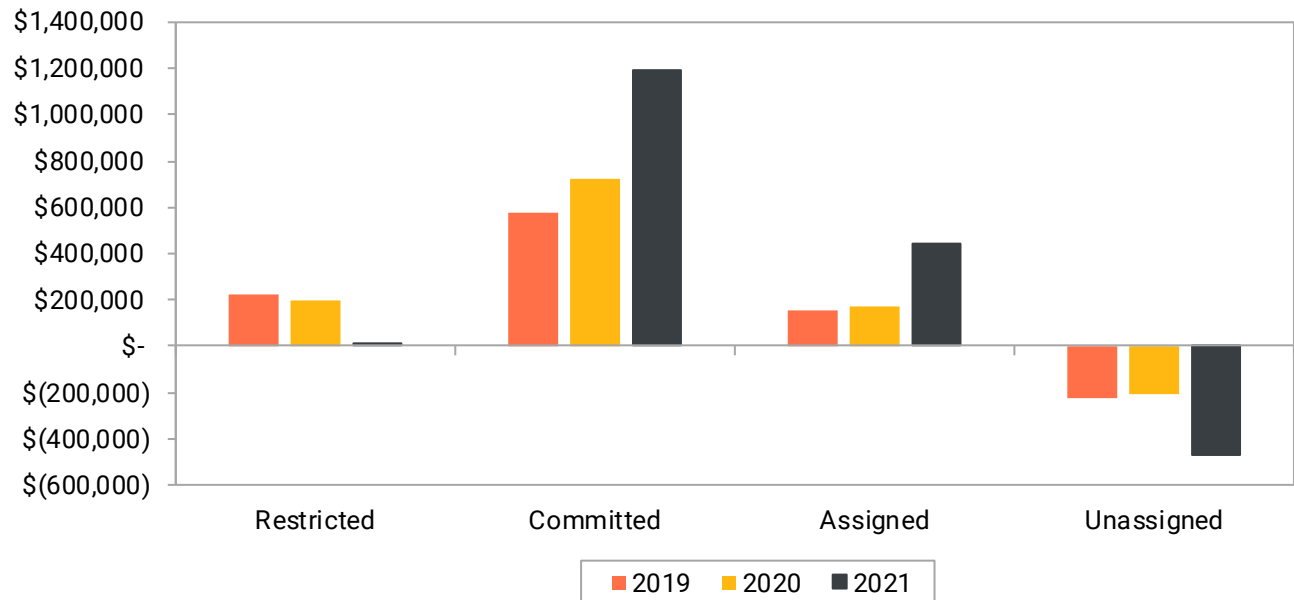




# General Fund Expenditures by Type



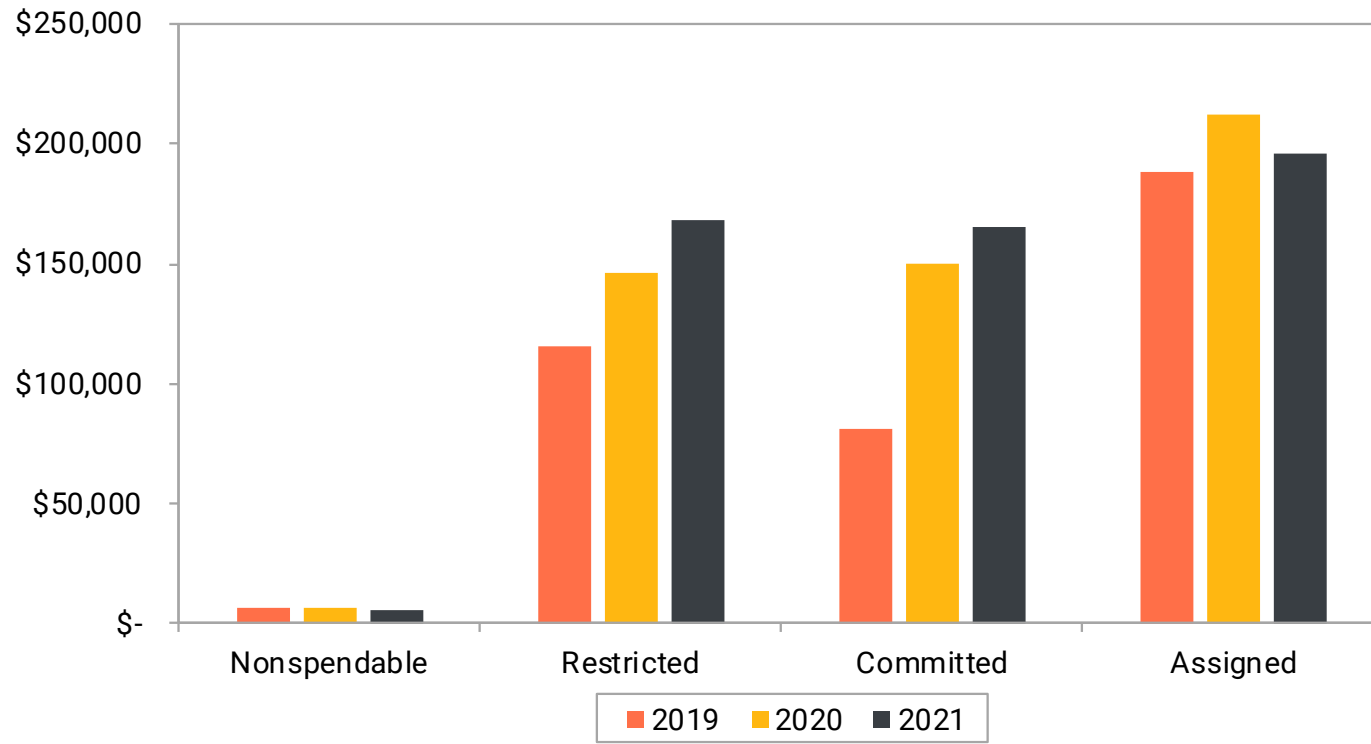
Fund	Fund Balances December 31,		Increase (Decrease)
	2021	2020	
Nonmajor			
Public Improvement Revolving	\$ 138,312	\$ 133,926	\$ 4,386
Street Capital	40,517	44,843	(4,326)
Public Works Capital	351,397	292,450	58,947
Police Capital	47,642	51,257	(3,615)
Fire Capital	(271,042)	131,861	(402,903)
Administration Capital	106,794	92,142	14,652
Park Capital	601,139	62,372	538,767
Library Capital	48,772	51,180	(2,408)
2013 Eastside Improvement Project	-	21,758	(21,758)
Park Board	486	487	(1)
3rd Street Bridge	(102,659)	(20,580)	(82,079)
TIF 2-6.2	635	(145)	780
TIF 2-7	3,928	4,050	(122)
TIF 2-8	(3,980)	(3,880)	(100)
TIF 2-9	(7,900)	-	(7,900)
TIF 2-10	(3,000)	-	(3,000)
2016 Street Improvement - Westside Phase II	-	(20,230)	20,230
Alexander Court	(80,195)	(161,895)	81,700
2018 Street Project	-	205,955	(205,955)
Keith Meyer Abatement	(1,920)	-	(1,920)
Municipal Reserve	307,331	-	307,331
Total Capital Projects Funds	\$ 1,176,257	\$ 885,551	\$ 290,706



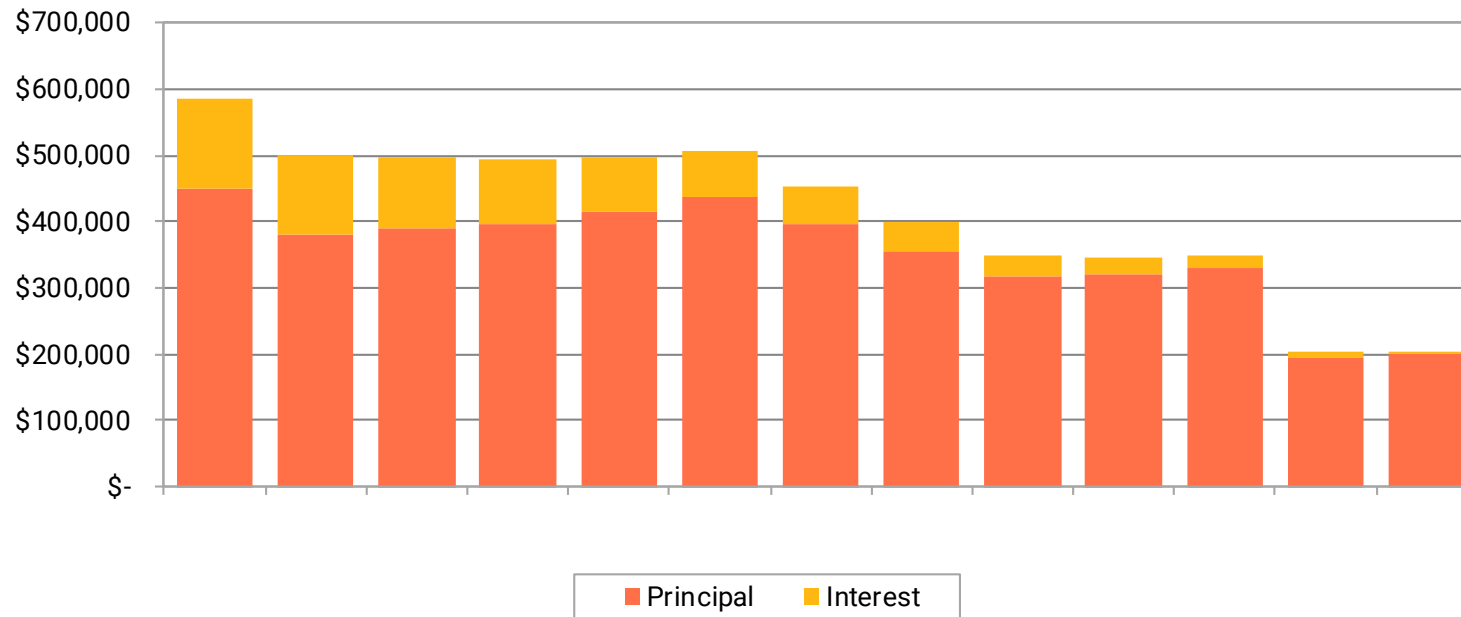
# Capital Project Fund Balances

# Special Revenue Fund Balances

Fund	Fund Balances December 31,		Increase (Decrease)
	2021	2020	
Nonmajor			
Library	\$ 197,574	\$ 214,413	\$ (16,839)
Cable Public Television	168,054	146,276	21,778
Fire Department Operations	168,811	154,115	14,696
<b>Total</b>	<b>\$ 534,439</b>	<b>\$ 514,804</b>	<b>\$ 19,635</b>



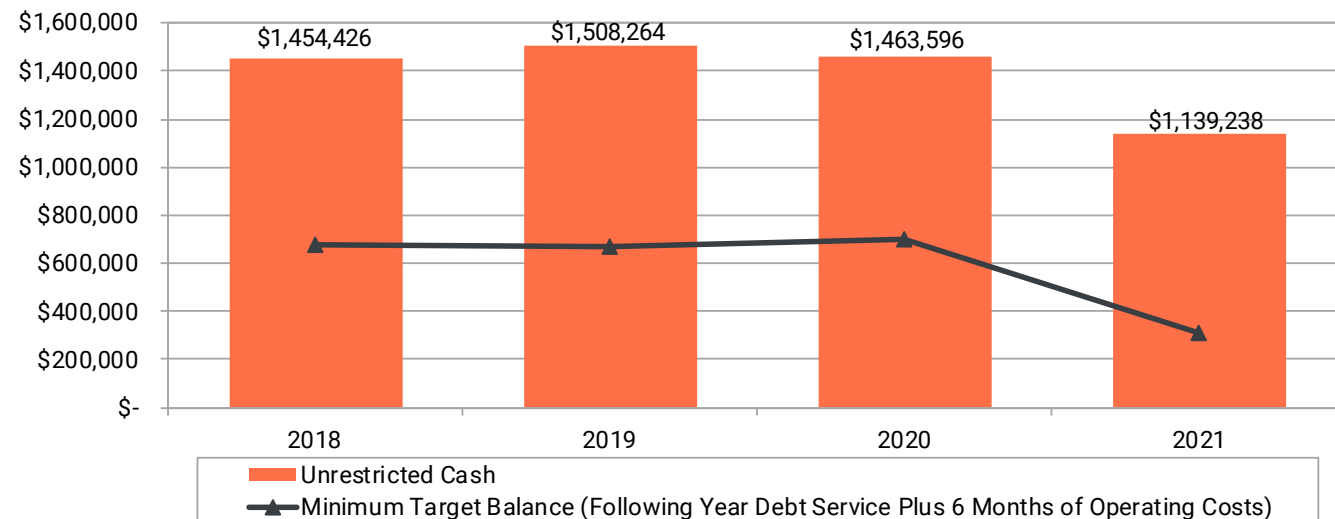
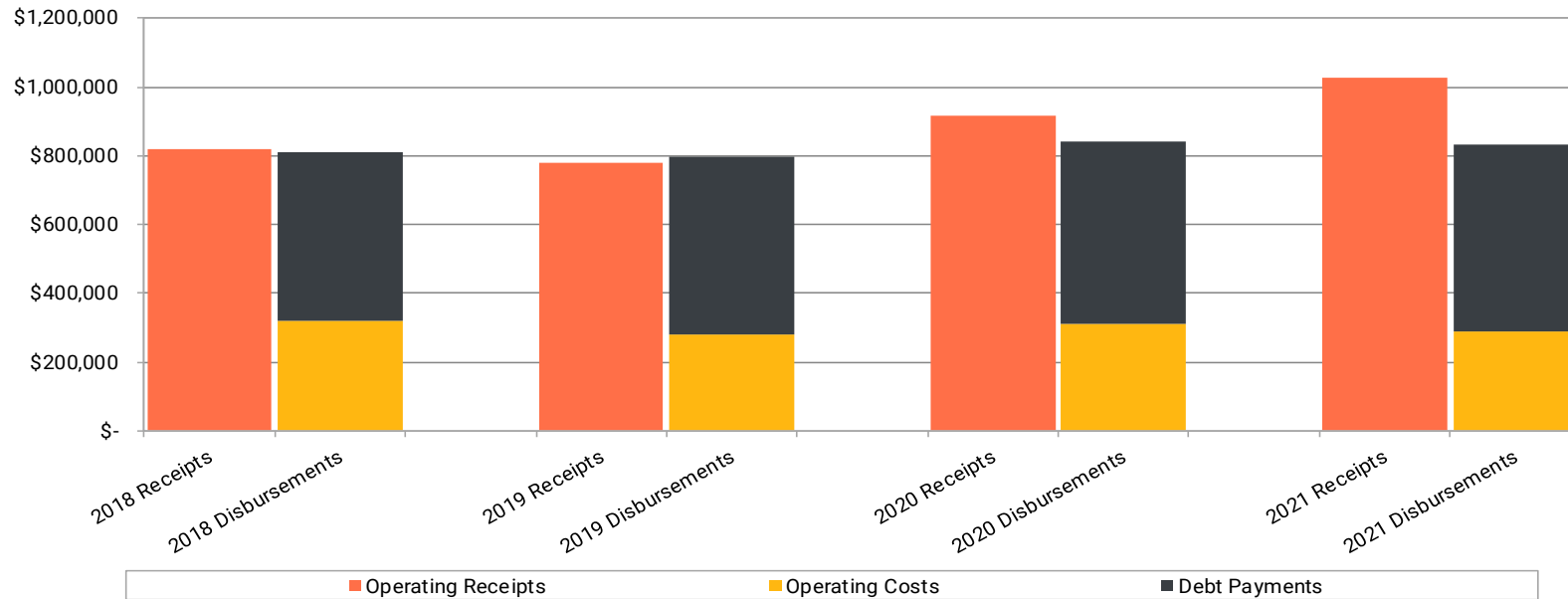
Description	Total Cash	Total Assets	Bonds Outstanding	Maturity Date
2020/2011A G.O. Improvement Bonds	\$ -	\$ -	\$ 640,090	02/01/27
2012A G.O. Improvement Bonds	45,444	45,444	78,000	02/01/22
2012B G.O. Refunding Bonds	(273,788)	(166,189)	-	Prepaid in '21
2020A G.O. Refunding Bonds	1,248,560	1,644,328	777,252	02/01/29
2016A G.O. Improvement Bonds	450,564	652,676	930,000	02/01/32
2018A G.O. Improvement Bonds	804,476	1,165,446	1,870,000	02/01/34
2018B G.O. Equipment Certificates	35,229	35,229	290,000	02/01/28
<b>Total</b>	<b>\$ 2,310,485</b>	<b>\$ 3,376,934</b>	<b>\$ 4,585,342</b>	



# Debt Service

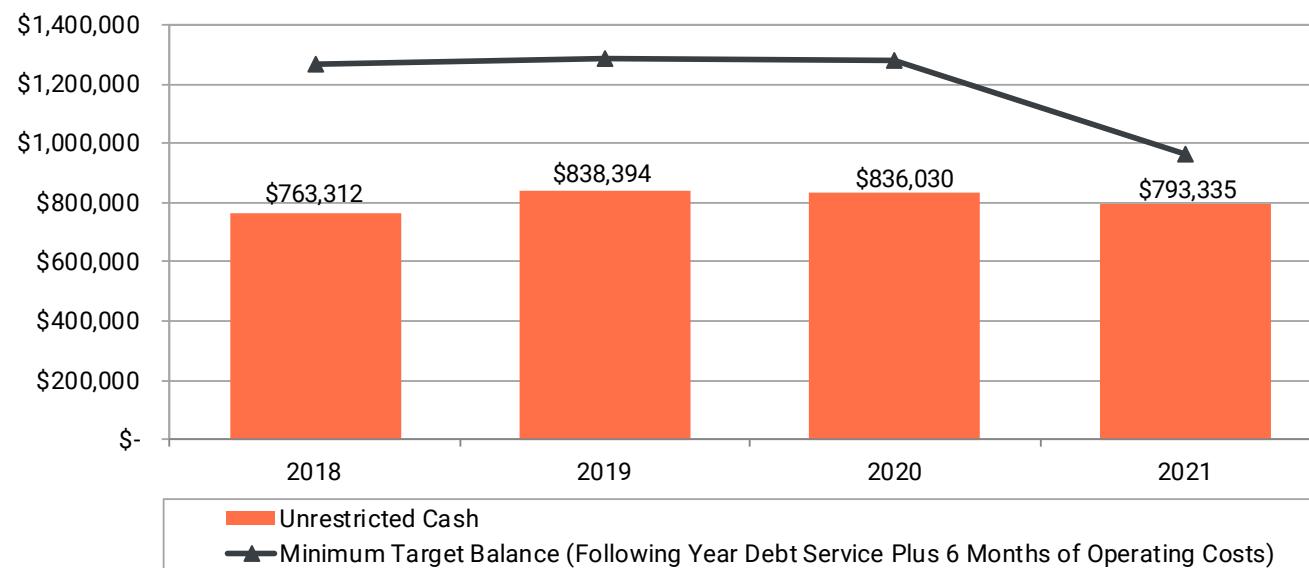
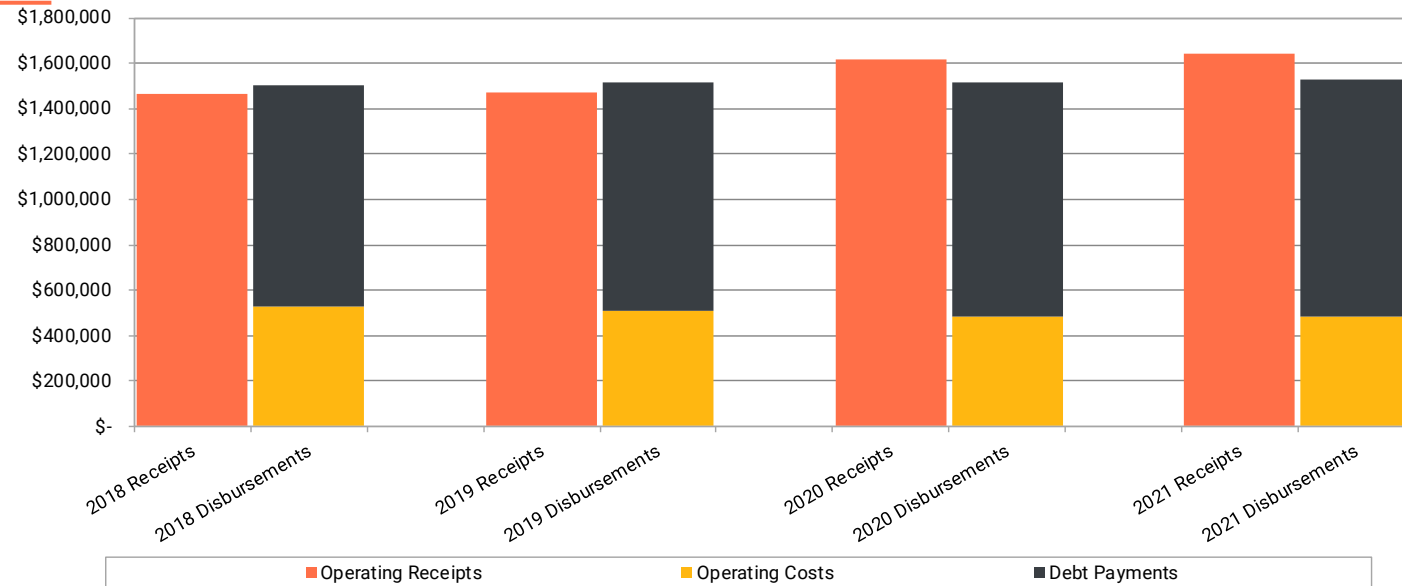
# Water Fund

## Cash Flows from Operations and Cash Balances



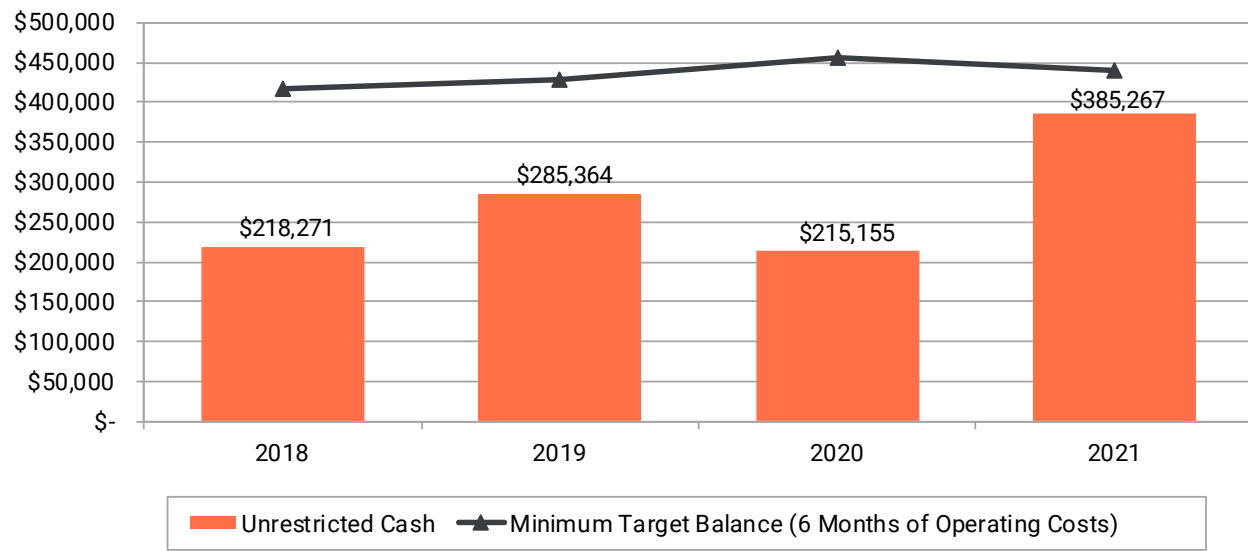
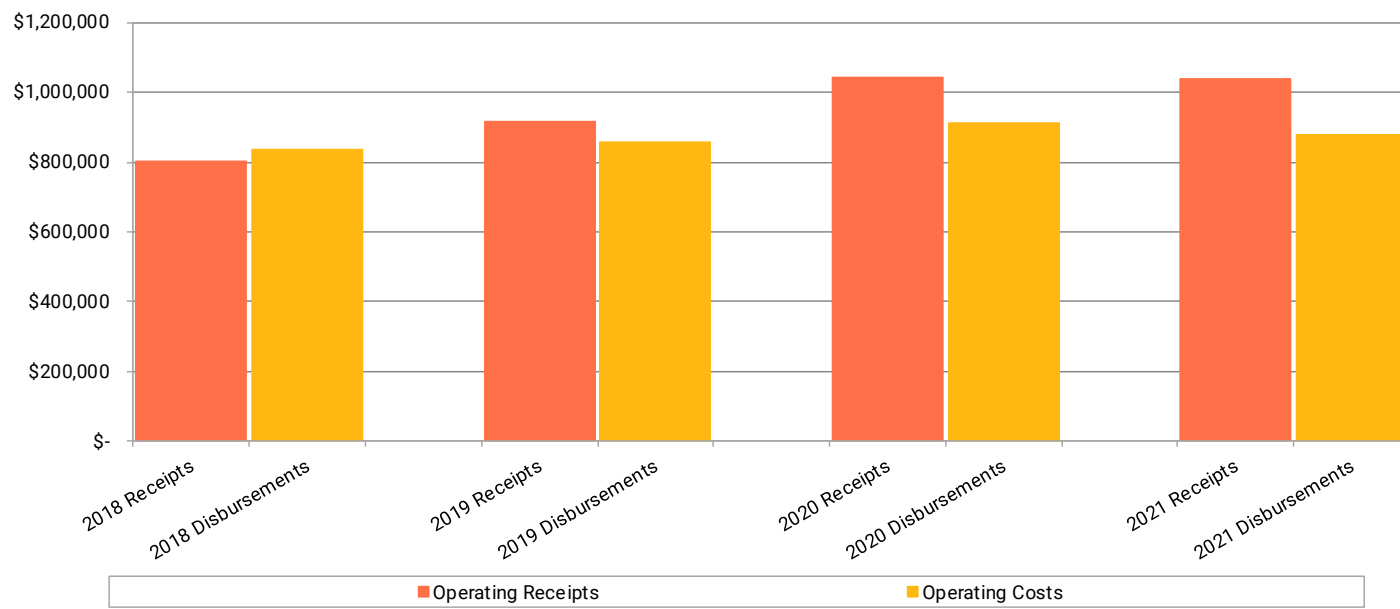
# Disposal Fund

## Cash Flows from Operations and Cash Balances



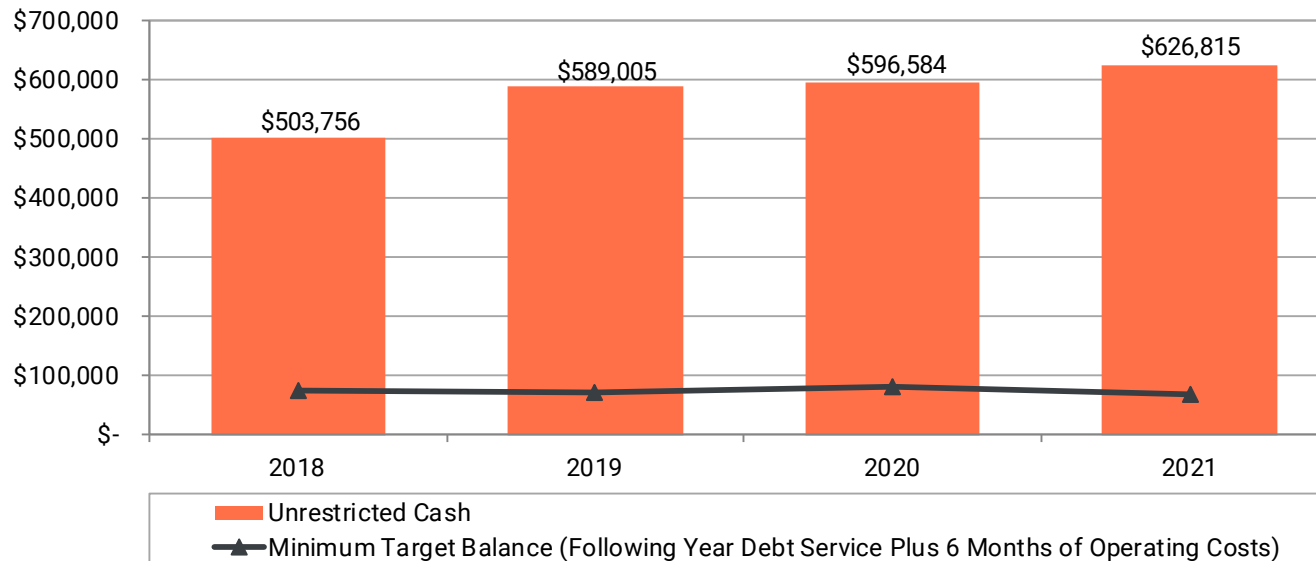
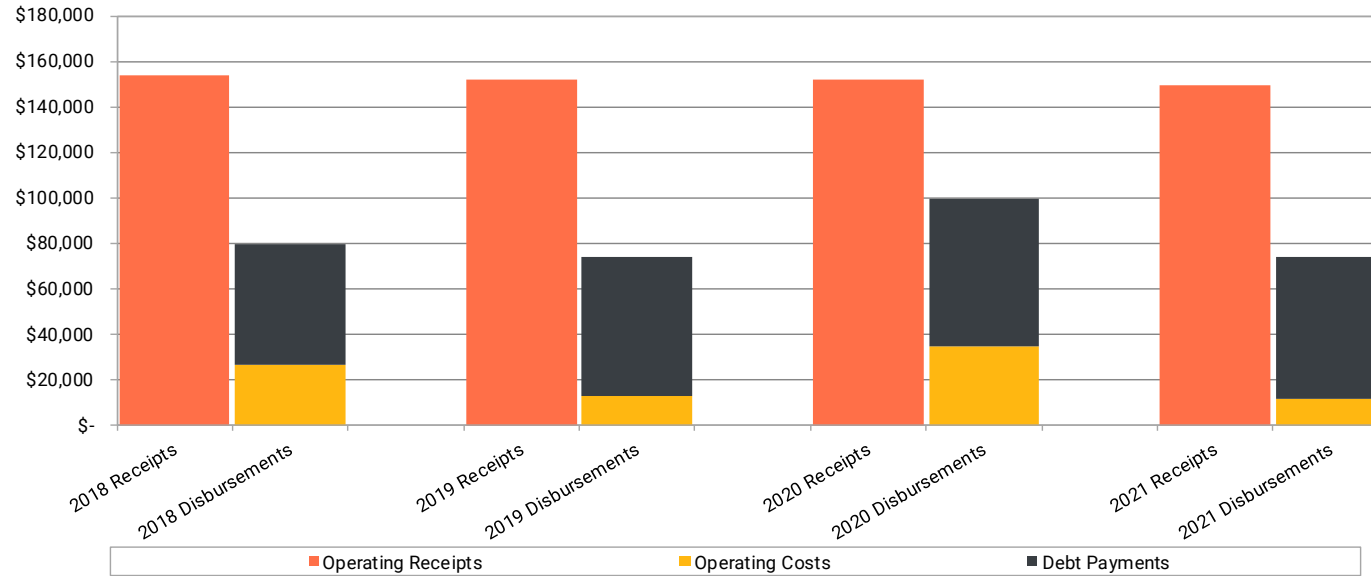
# Ambulance Fund

## Cash Flows from Operations and Cash Balances



# Storm Water Fund

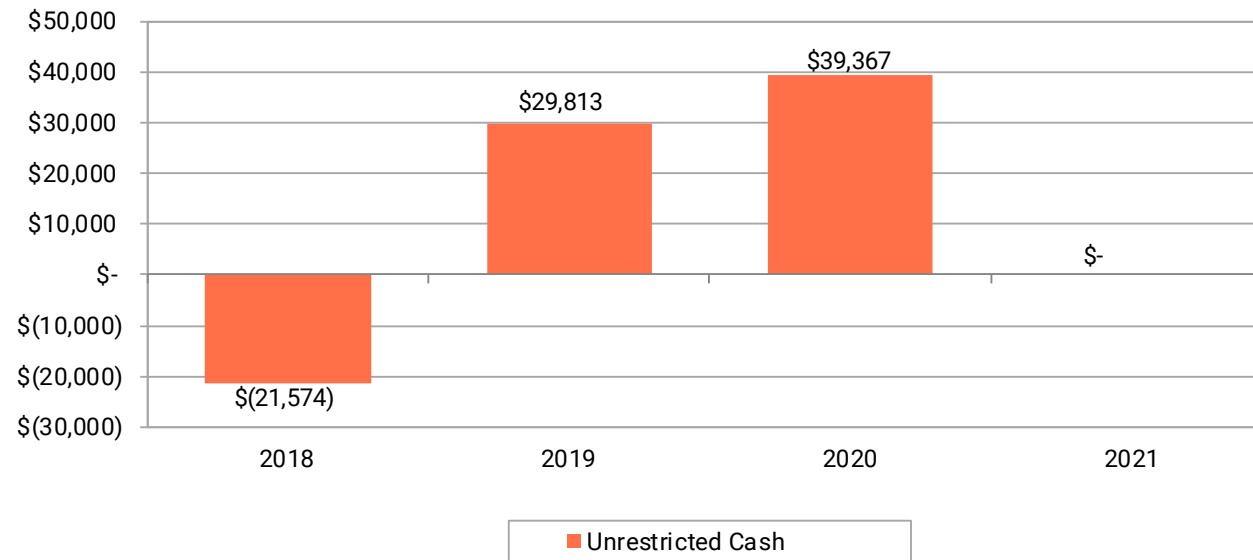
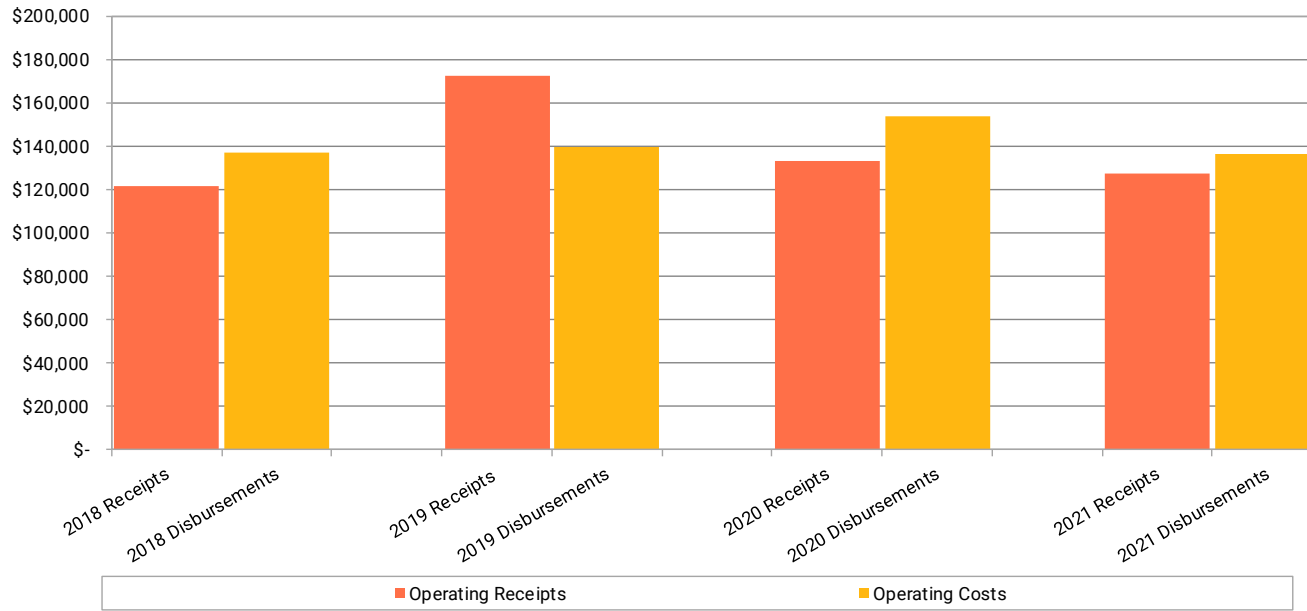
## Cash Flows from Operations and Cash Balances





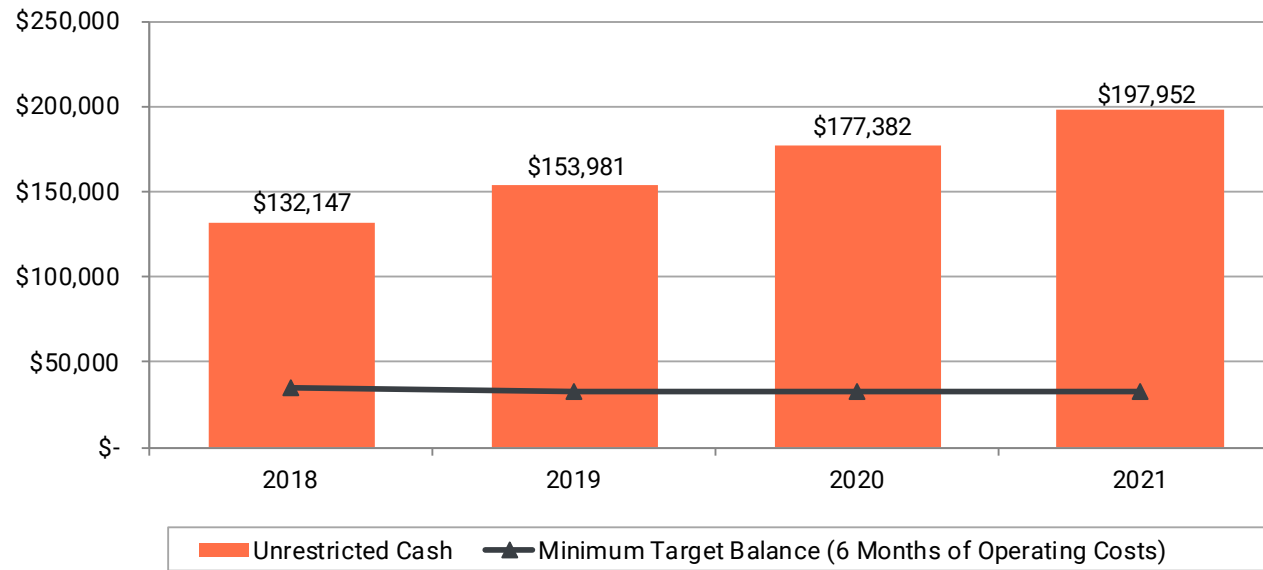
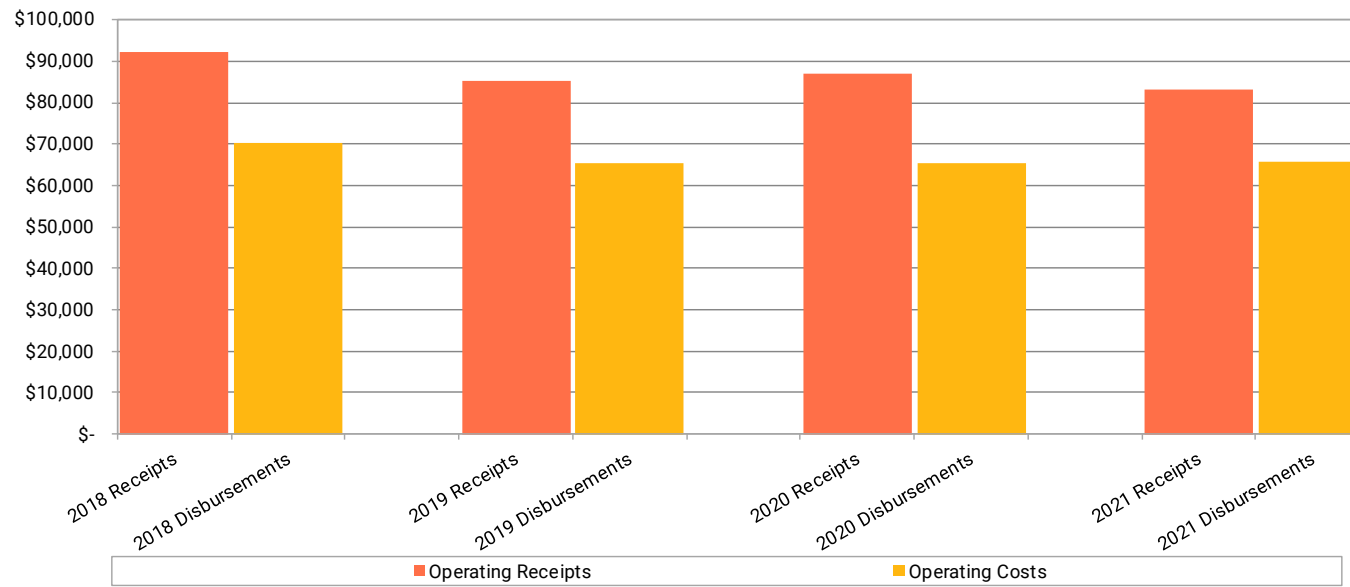
# Deputy Registrar Fund

## Cash Flows from Operations and Cash Balances

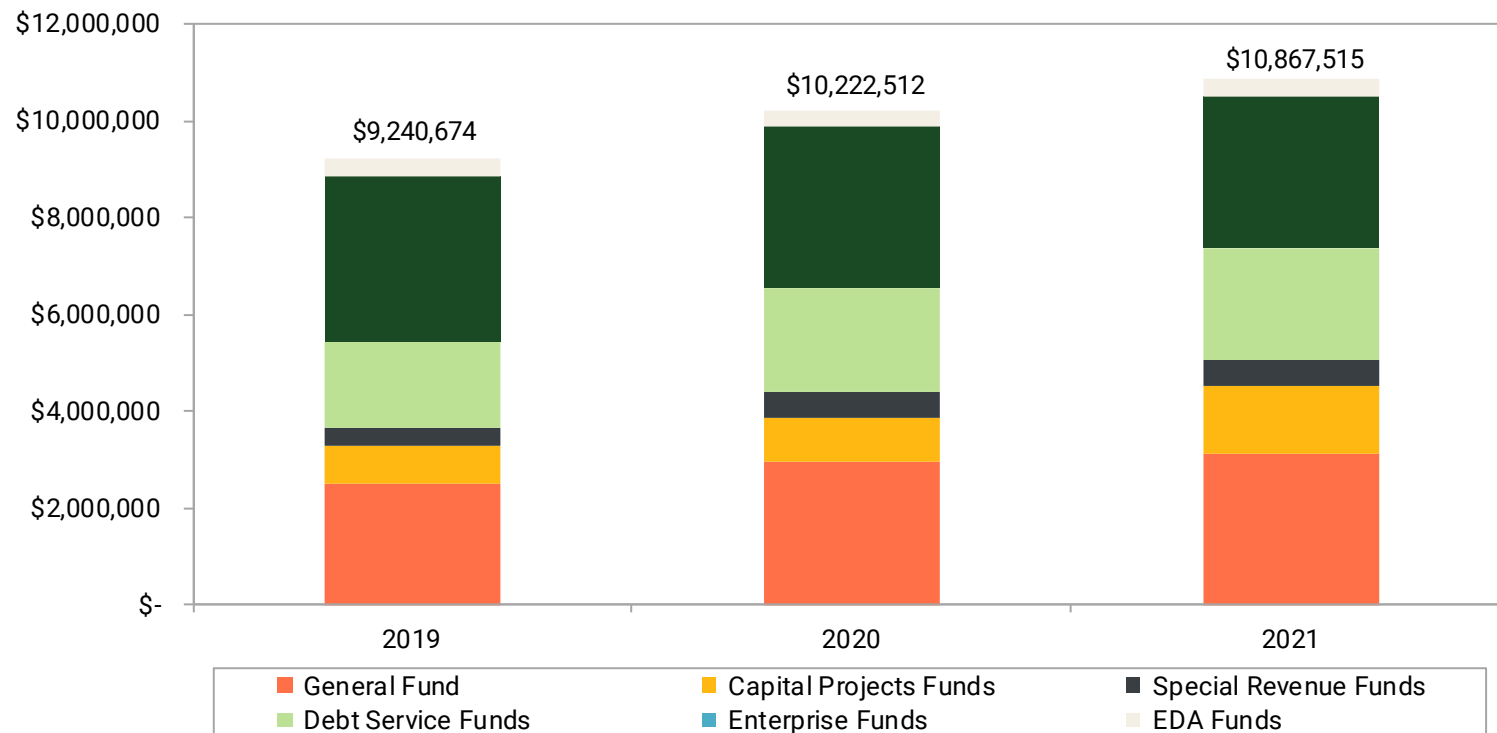


# Recycling Fund

## Cash Flows from Operations and Cash Balances



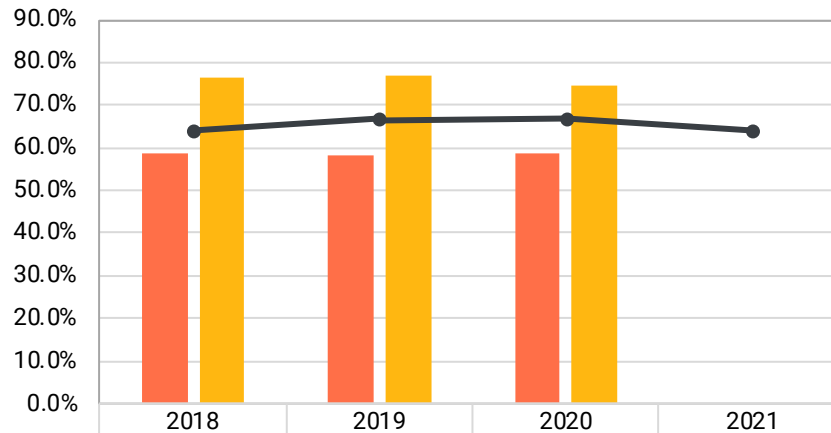
# Cash and Investments Balances by Fund Type



# Taxes

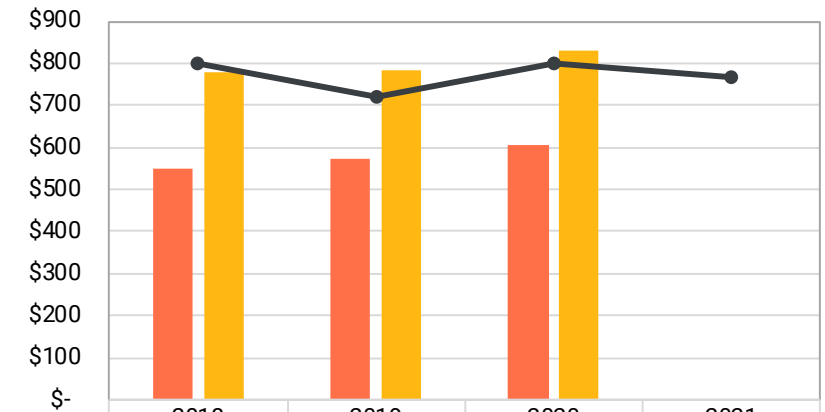
## Key Performance Indicators

Tax Rates



Class 4 Cities	58.5%	58.1%	58.8%	N/A
Cities in Goodhue County	76.7%	77.0%	74.6%	N/A
City of Cannon Falls	64.0%	67.0%	67.1%	64%

Taxes Per Capita

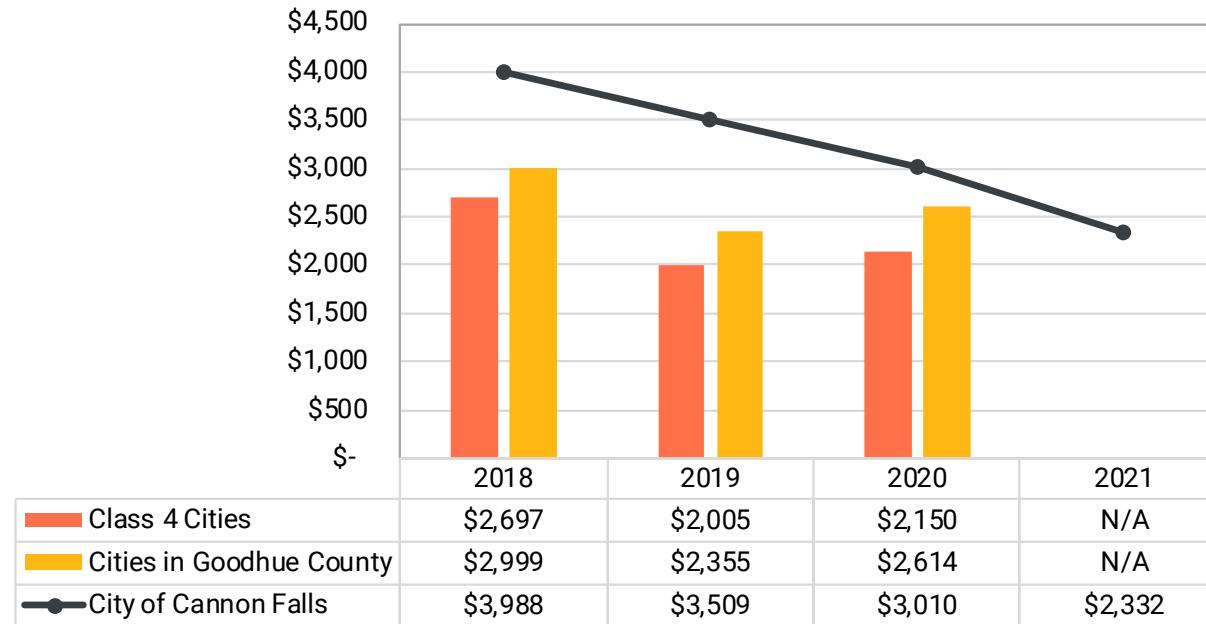


Class 4 Cities	\$549	\$574	\$606	N/A
Cities in Goodhue County	\$777	\$784	\$831	N/A
City of Cannon Falls	\$800	\$722	\$799	\$767

# Debt

## Key Performance Indicators

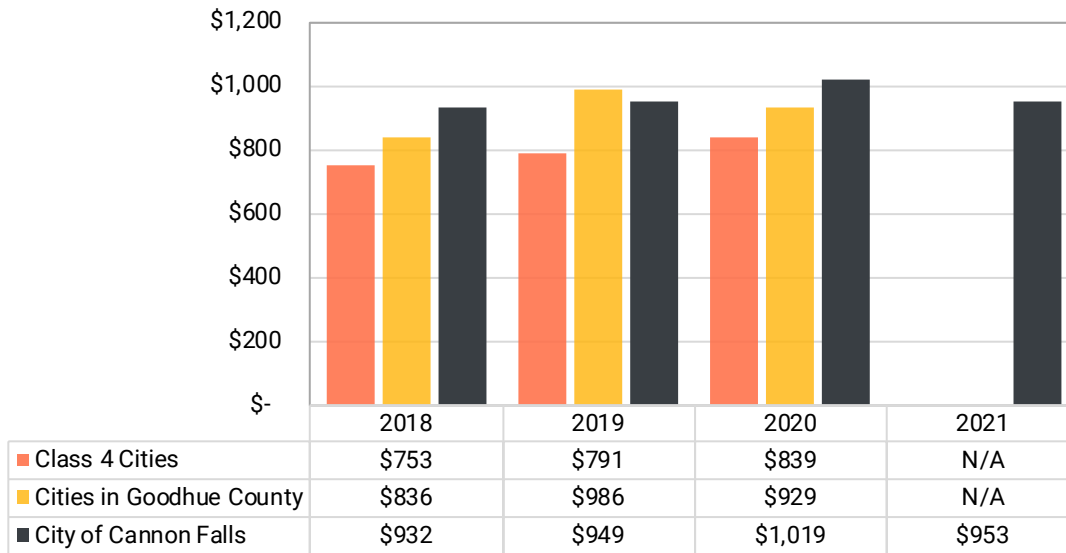
Debt Per Capita



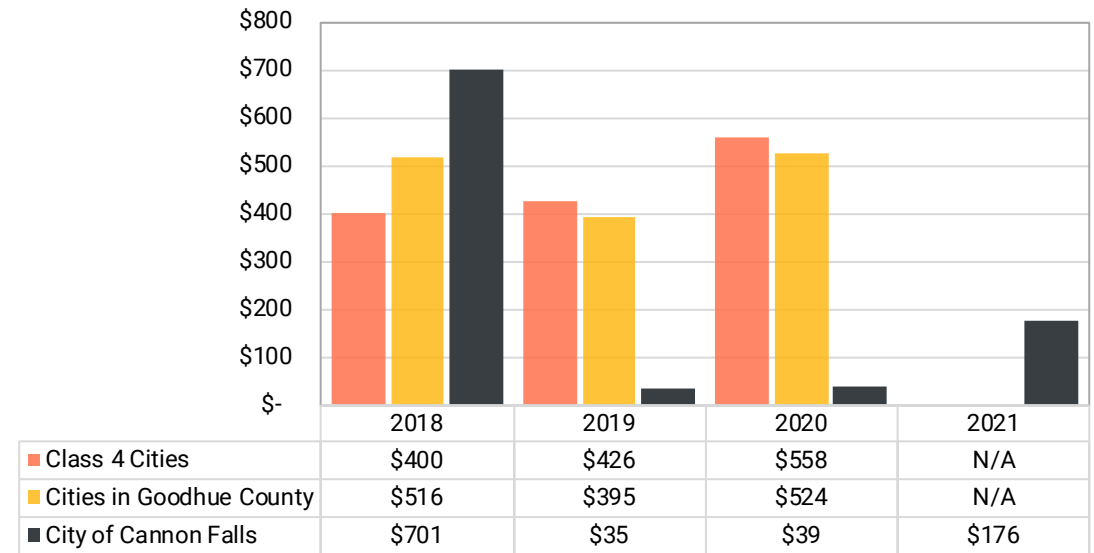
# Expenditures

## Key Performance Indicators

Current Expenditures Per Capita



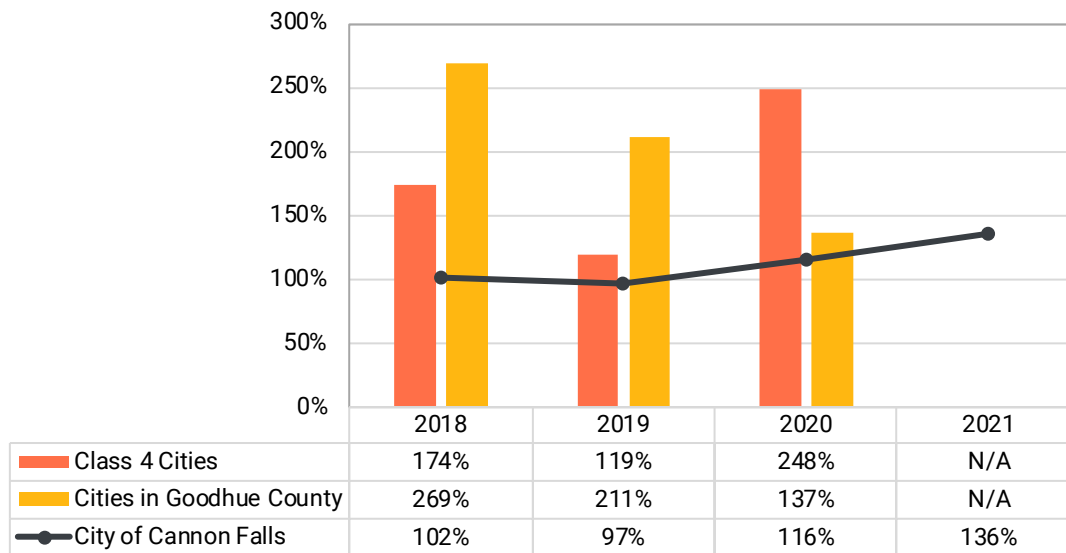
Capital Expenditures Per Capita



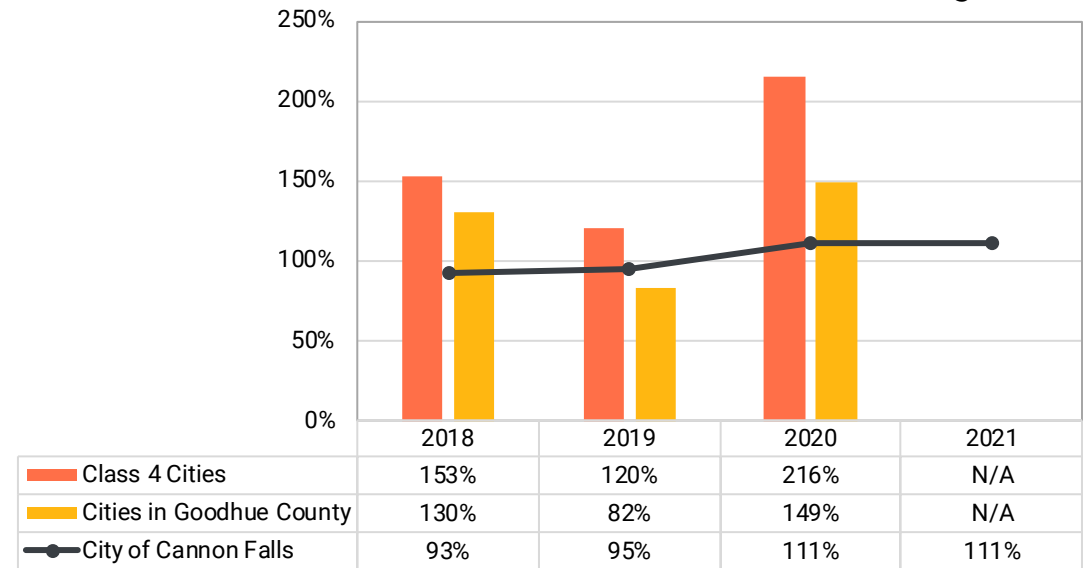
# Enterprise Funds

## Key Performance Indicators

Water Fund Debt Service Coverage



Sewer Fund Debt Service Coverage



# Your Abdo Team



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