



CITY OF LE SUEUR  
REQUEST FOR COUNCIL ACTION

TO: Mayor and City Council  
FROM: Joe Roby, Finance Director  
SUBJECT: Proposed Budget Review  
DATE: For the City Council meeting of November 22, 2021

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**PURPOSE/ACTION REQUESTED**

Informational presentation to give a preliminary view of proposed budgets for 2022. No formal action requested but feedback is strongly encouraged. General Fund levy changes and utility funds will be discussed during this agenda item.

**SUMMARY**

The City Council approved a 17.41% levy increase for the preliminary 2022 budget for. The current proposed tax levy increase remains effectively unchanged at 17.39%.

Utility rate proposals for 2022 are included in this document, as well. Rates for each enterprise fund are projected to increase from 2021 levels, as follows:

- 3.5% for Water
- 7.8% for Sewer
- 10.0% for Stormwater
- 3.0% for Refuse
- *\*\*\*Electric rate changes in 2022 will vary depending upon the rate class and utilization*

The COVID-19 pandemic continues to have deleterious effects on the City's finances, particularly in the Community Center Fund and enterprise funds. This budget reflects conservative revenue projections for 2022, considering decreased Community Center membership revenue and lower than expected commercial utilization of electric, water, and wastewater utilities.

Also included here is a proposal for Construction In Progress (CIP) / Capital Equipment Purchases (CEP) spending for 2022.

Further discussion will take place at the City Council meeting, feedback from which will be taken by staff in preparation for the final budget and levy approval at the December 13, 2021 council meeting.

**RECOMMENDATION**

No requested action currently. Staff are seeking feedback from councilmembers on the items included in this memo.

### Summary of 2022 Proposed Levy

|                                |                                    | 2019 Budget         | 2020 Budget         | 2021 Budget         | 2022 Proposed Budget | Increase (Decrease) | % Change      |
|--------------------------------|------------------------------------|---------------------|---------------------|---------------------|----------------------|---------------------|---------------|
| <b>Base Levy</b>               |                                    |                     |                     |                     |                      |                     |               |
| 101                            | General Fund                       | \$ 737,150          | \$ 770,923          | \$ 772,598          | \$ 688,903           | \$ (83,695)         | -10.83%       |
| 615                            | Community Center                   | 445,283             | 506,043             | 500,550             | 695,721              | 195,171             | 38.99%        |
| 420                            | Capital Improvement Plan           | 743,000             | 697,900             | 341,000             | 700,000              | 359,000             | 105.28%       |
| 477                            | HWY 169 Abatement                  | -                   | -                   | 170,000             | 185,000              | 15,000              | 8.82%         |
| <b>Total Base Levy</b>         |                                    | <b>2,092,433</b>    | <b>2,143,866</b>    | <b>1,828,148</b>    | <b>2,269,624</b>     | <b>441,476</b>      | <b>21.10%</b> |
| <b>Debt Service</b>            |                                    |                     |                     |                     |                      |                     |               |
| 320                            | 2010D GO Capital Improvement       | 57,000              | 55,000              | 53,000              | 56,000               | 3,000               | 5.66%         |
| 510                            | 2013B GO Street Reconstruction     | 77,000              | 76,000              | 75,000              | 79,000               | 4,000               | 5.33%         |
| 309                            | 2014B Go Refunding Bonds - Library | 68,000              | 66,000              | 70,000              | 64,000               | (6,000)             | -8.57%        |
| 314                            | 2017A GO Street Improvement        | 15,000              | 34,000              | 159,000             | 162,000              | 3,000               | 1.89%         |
| 324                            | 2019 Equipment Lease               | -                   | -                   | 240,000             | 260,308              | 20,308              | 8.46%         |
| 326                            | 2021A GO Main St / Water Tower     | -                   | -                   | -                   | 54,704               | 54,704              | 100.00%       |
| 310                            | 2014B GO Refunding bonds - fire    | 87,000              | 86,000              | 95,000              | 94,000               | (1,000)             | -1.05%        |
| <b>Total Debt Service Levy</b> |                                    | <b>429,000</b>      | <b>441,000</b>      | <b>766,000</b>      | <b>770,012</b>       | <b>4,012</b>        | <b>0.94%</b>  |
| <b>Total General Levy</b>      |                                    | <b>\$ 2,521,433</b> | <b>\$ 2,584,866</b> | <b>\$ 2,594,148</b> | <b>\$ 3,039,636</b>  | <b>\$ 445,488</b>   | <b>17.17%</b> |
| <b>EDA</b>                     |                                    |                     |                     |                     |                      |                     |               |
| <b>EDA Levy</b>                |                                    |                     |                     |                     |                      |                     |               |
| 380                            | EDA General Fund                   | 43,100              | 51,700              | 52,000              | 66,800               | 14,800              | 28.46%        |
| <b>Total EDA Levy</b>          |                                    | <b>43,100</b>       | <b>51,700</b>       | <b>52,000</b>       | <b>66,800</b>        | <b>14,800</b>       | <b>28.46%</b> |
| <b>Total City Wide Levy</b>    |                                    | <b>\$ 2,564,533</b> | <b>\$ 2,636,566</b> | <b>\$ 2,646,148</b> | <b>\$ 3,106,436</b>  | <b>\$ 460,288</b>   | <b>17.39%</b> |

**CITY OF LE SUEUR  
IMPACT ON TAX BILL**

| <b>Value of Home</b> | <b>2021<br/>Actual</b> | <b>2022<br/>Proposed</b> | <b>\$ Increase /<br/>(decrease)<br/>Annual</b> | <b>2021<br/>Monthly<br/>Payable</b> | <b>2022<br/>Monthly<br/>Payable</b> | <b>\$ Increase<br/>/ (decrease)<br/>Monthly</b> |
|----------------------|------------------------|--------------------------|--|-------------------------------------|-------------------------------------|---|
| \$ 125,000.00        | \$ 939.00              | \$ 1,073.00              | \$ 134.00                                      | \$ 78.25                            | \$ 89.42                            | \$ 11.17  |
| \$ 150,000.00        | \$ 1,127.00            | \$ 1,288.00              | \$ 161.00                                      | \$ 93.92                            | \$ 107.33                           | \$ 13.42  |
| \$ 200,000.00        | \$ 1,502.00            | \$ 1,717.00              | \$ 215.00                                      | \$ 125.17                           | \$ 143.08                           | \$ 17.92  |
| \$ 206,000.00 *      | \$ 1,547.00            | \$ 1,769.00              | \$ 222.00                                      | \$ 128.92                           | \$ 147.42                           | \$ 18.50  |
| \$ 250,000.00        | \$ 1,878.00            | \$ 2,146.00              | \$ 268.00                                      | \$ 156.50                           | \$ 178.83                           | \$ 22.33  |
| \$ 300,000.00        | \$ 2,253.00            | \$ 2,576.00              | \$ 323.00                                      | \$ 187.75                           | \$ 214.67                           | \$ 26.92  |
| \$ 350,000.00        | \$ 2,629.00            | \$ 3,005.00              | \$ 376.00                                      | \$ 219.08                           | \$ 250.42                           | \$ 31.33  |

PROPOSED

CITY OF LE SUEUR, MINNESOTA  
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - SUMMARY

**GENERAL FUND**

ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019-2020, PERIOD TO DATE JUNE 30, 2021 AND  
BUDGET FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2022

|   | Actual<br>2019   | Actual<br>2020   | YTD<br>Jun-21    | Budget<br>2021   | Budget<br>2022   | Percent<br>Change |     |
|---|------------------|------------------|------------------|------------------|------------------|-------------------|-----|
| <b>REVENUES</b>   |                  |                  |                  |                  |                  |                   |     |
| Taxes   | \$ 760,599       | \$ 768,118       | \$ 700,484       | \$ 772,598       | \$ 688,903       | -11%              | (1) |
| Licenses and permits  | 103,838          | 123,712          | 124,564          | 98,500           | 98,500           | 0%                |     |
| Intergovernmental   | 1,134,211        | 1,898,350        | 74,987           | 1,171,797        | 1,385,719        | 18%               | (2) |
| Charges for services  | 14,669           | 23,876           | 6,862            | 14,250           | 10,250           | -28%              | (3) |
| Fines and forfeits  | 29,761           | 26,061           | 17,828           | 27,500           | 27,500           | 0%                |     |
| Investment earnings   | 30,444           | 7,689            | 8,036            | 1,000            | 1,000            | 0%                |     |
| Miscellaneous   | 130,394          | 162,150          | 346,847          | 105,500          | 105,500          | 0%                |     |
| <b>TOTAL REVENUES</b>   | <b>2,203,916</b> | <b>3,009,956</b> | <b>1,279,607</b> | <b>2,191,145</b> | <b>2,317,372</b> | <b>6%</b>         |     |
| <b>EXPENDITURES</b>   |                  |                  |                  |                  |                  |                   |     |
| Mayor and council   | 32,759           | 28,960           | 14,064           | 34,550           | 34,180           | -1%               |     |
| Administration  | 607,113          | 1,080,930        | 250,166          | 338,075          | 376,852          | 11%               | (4) |
| Accounting  | 102,503          | 60,108           | 29,042           | 51,630           | 51,000           | -1%               |     |
| City attorney   | 10,062           | 22,466           | 14,069           | 15,000           | 25,000           | 67%               | (5) |
| Planning and zoning   | 84,949           | 100,356          | 42,042           | 99,760           | 104,260          | 5%                |     |
| Police  | 1,072,730        | 1,061,350        | 478,609          | 1,086,630        | 1,147,490        | 6%                |     |
| Building inspection   | 112,458          | 119,928          | 54,272           | 124,330          | 130,900          | 5%                |     |
| Public Works  | 1,029,200        | 789,028          | 301,573          | 801,490          | 770,890          | -4%               |     |
| Library utilities   | 31,001           | 19,770           | 9,945            | 29,680           | 26,800           | -10%              | (6) |
| <b>TOTAL EXPENDITURES</b>   | <b>3,082,775</b> | <b>3,282,897</b> | <b>1,193,782</b> | <b>2,581,145</b> | <b>2,667,372</b> | <b>3%</b>         |     |
| <b>EXCESS REVENUES (EXPENDITURES)</b>   | <b>(878,858)</b> | <b>(272,942)</b> | <b>85,825</b>    | <b>(390,000)</b> | <b>(350,000)</b> | <b>-10%</b>       |     |
| <b>OTHER FINANCING SOURCES (USES)</b>   |                  |                  |                  |                  |                  |                   |     |
| Transfers in  | 500,000          | 500,000          | 250,000          | 500,000          | 500,000          | 0%                |     |
| TRANSFER OUT  | -                | (183,999)        | (55,000)         | (110,000)        | (150,000)        | 36%               | (7) |
| <b>TOTAL OTHER FINANCING SOURCES (USES)</b>   | <b>500,000</b>   | <b>316,001</b>   | <b>195,000</b>   | <b>390,000</b>   | <b>350,000</b>   | <b>-10%</b>       |     |
| <b>EXCESS (DEFICIENCY) OF REVENUES AND<br/>OTHER FINANCING SOURCES OVER (UNDER)<br/>EXPENDITURES AND OTHER USES</b> |                  |                  |                  |                  |                  |                   |     |
|   | \$ (378,858)     | \$ 43,059        | \$ 280,825       | \$ -             | \$ -             |                   |     |

**Explanation of Budget Changes in revenue and expenditures over 10%**

- (1) This is a backfilled number based on total revenues and expenditures
- (2) Slight increase in LGA and Highway Grant, plus ARPA funds
- (3) More conservative budget based upon 2021 YTD actuals
- (4) More conservative budget, including increased utility expenses
- (5) Budgeting higher than 2021 due to YTD actuals - planning/zoning + personnel legal services
- (6) Decrease in YtY janitorial services
- (7) Increased IT expenses and Fire Service Assessment YtY

CITY OF LE SUEUR, MINNESOTA  
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - SUMMARY  
**COMMUNITY CENTER - 615**  
 ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019-2020, PERIOD TO DATE JUNE 30, 2021 AND  
 BUDGET FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2022

|   | Actual<br>2019      | Actual<br>2020     | YTD<br>June-21      | Budget<br>2021   | Budget<br>2022   | Percent<br>Change |
|---|---------------------|--------------------|---------------------|------------------|------------------|-------------------|
| <b>REVENUES</b>   |                     |                    |                     |                  |                  |                   |
| Taxes   | \$ 445,283          | \$ 506,043         | \$ -                | \$ 500,550       | \$ 695,721       | 39% (1)           |
| Charges for services  | 634,297             | 318,883            | 152,694             | 424,950          | 311,420          | -27% (2)          |
| Miscellaneous   | 46,006              | 31,702             | 2,380               | 50,000           | 20,000           | -60% (3)          |
| <b>TOTAL REVENUES</b>   | <b>1,125,587</b>    | <b>856,628</b>     | <b>155,074</b>      | <b>975,500</b>   | <b>1,027,141</b> | <b>5%</b>         |
| <b>EXPENDITURES</b>   |                     |                    |                     |                  |                  |                   |
| General Facility  | 1,189,524           | 805,457            | 262,541             | 337,324          | 316,309          | -6%               |
| Fitness Center  | -                   | -                  | 4,595               | 97,526           | 123,848          | 27% (4)           |
| Gym/Raquetball  | 1,035               | -                  | 113                 | 40,855           | 54,213           | 33% (4)           |
| Indoor Pool   | -                   | -                  | -                   | -                | -                | 0%                |
| Outdoor Pool  | 96,531              | 83,062             | 31,888              | 138,875          | 127,103          | -8%               |
| Ice Arena   | -                   | 2                  | 10,295              | 91,378           | 123,833          | 36% (4)           |
| Programs  | -                   | -                  | 2,775               | 78,202           | 96,382           | 23% (4)           |
| <b>TOTAL EXPENDITURES</b>   | <b>1,287,090</b>    | <b>888,520</b>     | <b>312,207</b>      | <b>784,160</b>   | <b>841,688</b>   | <b>7%</b>         |
| <b>EXCESS REVENUES (EXPENDITURES)</b>   | <b>(161,503)</b>    | <b>(31,892)</b>    | <b>(157,133)</b>    | <b>191,340</b>   | <b>185,453</b>   | <b>-3%</b>        |
| <b>OTHER FINANCING SOURCES (USES)</b>   |                     |                    |                     |                  |                  |                   |
| Transfers in  | -                   | 191,302            | -                   | -                | -                | 0%                |
| TRANSFER OUT  | (174,263)           | (175,303)          | (94,227)            | (188,453)        | (185,453)        | -2%               |
| <b>TOTAL OTHER FINANCING SOURCES (USES)</b>   | <b>(174,263)</b>    | <b>15,999</b>      | <b>(94,227)</b>     | <b>(188,453)</b> | <b>(185,453)</b> | <b>-2%</b>        |
| <b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b> |                     |                    |                     |                  |                  |                   |
|   | <b>\$ (335,766)</b> | <b>\$ (15,893)</b> | <b>\$ (251,359)</b> | <b>\$ 2,887</b>  | <b>\$ -</b>      |                   |

- (1) This is a backfilled number based on total revenues and expenditures
- (2) Budgeting decrease in YtY budgeted revenue based upon YTD actual
- (3) More conservative budgeting for miscellaneous revenue
- (4) Increases in utility, liability insurances

CITY OF LE SUEUR, MINNESOTA  
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - SUMMARY  
**FIRE - 225**

ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019-2020, PERIOD TO DATE JUNE 30, 2021 AND  
 BUDGET FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2022

|   | Actual             | Actual            | YTD               | Budget           | Budget           | Percent     |
|---|--------------------|-------------------|-------------------|------------------|------------------|-------------|
|   | 2019               | 2020              | June-21           | 2021             | 2022             | Change      |
| <b>REVENUES</b>   |                    |                   |                   |                  |                  |             |
| Intergovernmental   | \$ 52,421          | \$ 43,971         | \$ -              | \$ 42,000        | \$ 42,000        | 0%          |
| Charges for services  | 129,866            | 169,342           | 95,657            | 150,000          | 140,000          | -7%         |
| Miscellaneous   | 5,823              | 6,117             | 101,891           | 5,000            | 5,000            | 0%          |
| <b>TOTAL REVENUES</b>   | <b>188,109</b>     | <b>219,430</b>    | <b>197,548</b>    | <b>197,000</b>   | <b>187,000</b>   | <b>-5%</b>  |
| <b>EXPENDITURES</b>   |                    |                   |                   |                  |                  |             |
| Public Safety   | 99,956             | 73,933            | 18,839            | 102,170          | 80,570           | -21% (1)    |
| Fire fighting   | 45,975             | 37,016            | 16,629            | 45,400           | 47,900           | 6%          |
| Prevention  | 13,582             | 3,458             | 10,795            | 5,500            | 9,500            | 73% (2)     |
| Training  | 14,833             | 5,275             | -                 | 10,500           | 10,500           | 0%          |
| Communications  | 1,661              | 3,437             | 591               | 6,250            | 6,250            | 0%          |
| Repair services   | 6,656              | 13,504            | 7,659             | 19,500           | 19,500           | 0%          |
| Other services and charges  | 9,598              | 25,176            | 10,168            | 14,500           | 16,500           | 14% (3)     |
| Capital outlay  | 16,131             | 3,383             | 629               | 3,000            | 3,000            | 0%          |
| <b>TOTAL EXPENDITURES</b>   | <b>208,392</b>     | <b>165,181</b>    | <b>65,309</b>     | <b>206,820</b>   | <b>193,720</b>   | <b>-6%</b>  |
| <b>EXCESS REVENUES (EXPENDITURES)</b>   | <b>(20,283)</b>    | <b>54,249</b>     | <b>132,238</b>    | <b>(9,820)</b>   | <b>(6,720)</b>   | <b>-32%</b> |
| <b>OTHER FINANCING SOURCES (USES)</b>   |                    |                   |                   |                  |                  |             |
| Transfers in  | -                  | 54,660            | 10,000            | 20,000           | 21,000           | 5%          |
| TRANSFER OUT  | -                  | -                 | -                 | -                | -                | 0%          |
| <b>TOTAL OTHER FINANCING SOURCES (USES)</b>   | <b>-</b>           | <b>54,660</b>     | <b>10,000</b>     | <b>20,000</b>    | <b>21,000</b>    | <b>5%</b>   |
| <b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b> | <b>\$ (20,283)</b> | <b>\$ 108,909</b> | <b>\$ 142,238</b> | <b>\$ 10,180</b> | <b>\$ 14,280</b> |             |

- (1) Decrease in fire pension contribution
- (2) Conservative expense increase in miscellaneous prevention expense
- (3) Increase in utility expense

CITY OF LE SUEUR, MINNESOTA  
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - SUMMARY  
**AIRPORT - 235**

ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019-2020, PERIOD TO DATE JUNE 30, 2021 AND  
 BUDGET FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2022

|                                       | Actual          | Actual        | YTD           | Budget         | Budget         | Percent     |
|---------------------------------------|-----------------|---------------|---------------|----------------|----------------|-------------|
|                                       | 2019            | 2020          | June-21       | 2021           | 2022           | Change      |
| <b>REVENUES</b>                       |                 |               |               |                |                |             |
| Intergovernmental                     | \$ 15,266       | \$ 25,970     | \$ 27,711     | \$ 20,000      | \$ 20,000      | 0%          |
| Charges for services                  | 55,358          | 43,269        | 11,809        | 44,400         | 46,400         | 5%          |
| Miscellaneous                         | -               | -             | -             | -              | -              | 0%          |
| <b>TOTAL REVENUES</b>                 | <b>70,624</b>   | <b>69,239</b> | <b>39,520</b> | <b>64,400</b>  | <b>66,400</b>  | <b>3%</b>   |
| <b>EXPENDITURES</b>                   |                 |               |               |                |                |             |
| Airport                               | 82,421          | 63,423        | 40,460        | 73,990         | 74,410         | 1%          |
| <b>TOTAL EXPENDITURES</b>             | <b>82,421</b>   | <b>63,423</b> | <b>40,460</b> | <b>73,990</b>  | <b>74,410</b>  | <b>1%</b>   |
| <b>EXCESS REVENUES (EXPENDITURES)</b> | <b>(11,798)</b> | <b>5,816</b>  | <b>(940)</b>  | <b>(9,590)</b> | <b>(8,010)</b> | <b>-16%</b> |

CITY OF LE SUEUR  
**WATER FUND 601**  
 STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019-2020, PERIOD TO DATE JUNE 30, 2021 AND  
 BUDGET FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2022

|   | Actual<br>2019   | Actual<br>2020   | YTD<br>Jun-21    | Budget<br>2021   | Proposed<br>2022 | Percent<br>Change |
|---|------------------|------------------|------------------|------------------|------------------|-------------------|
| <b>Operating Revenues</b>                     |                  |                  |                  |                  |                  |                   |
| Charges for Services                          | \$ 1,826,268     | \$ 1,877,102     | \$ 835,146       | \$ 2,153,000     | \$ 2,108,558     | -2%               |
| <b>Operating Expenses</b>                     |                  |                  |                  |                  |                  |                   |
| Source of power                               | 4,584            | 18,961           | 8,737            | 29,943           | 30,392           | 2%                |
| Power and pumping                             | 142,424          | 135,299          | 57,263           | 151,235          | 153,504          | 2%                |
| Purification                                  | 8,562            | 7,270            | 3,807            | 7,613            | 7,727            | 2%                |
| Distribution                                  | 69,027           | 17,423           | 5,136            | 48,720           | 49,451           | 2%                |
| Administrative and general                    | 495,653          | 765,413          | 365,218          | 806,740          | 868,767          | 8%                |
| Metering                                      | 17,986           | 19,785           | -                | 45,010           | 42,720           | -5%               |
| Bond related                                  | -                | 0                | -                | 72,874           | 105,372          | 45%               |
| Capital Outlay                                | 93,219           | 203,575          | 391,572          | 835,951          | -                | -100%             |
| <b>Total Operating Expenses</b>               | <b>831,455</b>   | <b>1,167,727</b> | <b>831,733</b>   | <b>1,998,086</b> | <b>1,257,933</b> | <b>-37%</b>       |
| <b>Nonoperating Revenues (Expenses)</b>       |                  |                  |                  |                  |                  |                   |
| Investment earnings                           | 5,557            | 1,446            | -                | -                | -                | 0%                |
| Rental income                                 | 6,000            | 6,000            | 3,500            | 6,000            | 6,000            | 0%                |
| Other income                                  | 8,720            | 30,472           | 10,209           | 23,000           | 20,000           | -13%              |
| Interest and related expenses                 | (15,466)         | (15,364)         | (4,900)          | (22,348)         | (48,666)         | 118%              |
| Pension expense                               | (5,726)          | (12,118)         | -                | -                | -                | 0%                |
| Depreciation                                  | (270,059)        | (296,726)        | (140,000)        | (280,000)        | (280,000)        | 0%                |
| Issuance cost                                 | -                | (30,198)         | -                | (1,000)          | -                | -100%             |
| <b>Total Nonoperating Revenues (Expenses)</b> | <b>(270,974)</b> | <b>(316,488)</b> | <b>(131,191)</b> | <b>(274,348)</b> | <b>(302,666)</b> | <b>10%</b>        |
| <b>Capital Contributions and Transfers</b>    |                  |                  |                  |                  |                  |                   |
| Special assessments                           | -                | -                | 1,327            | 5,000            | 5,000            | 0%                |
| Transfer out                                  | (87,450)         | (87,450)         | (58,725)         | (117,450)        | (476,711)        | 306%              |
| Connection fees                               | 37,500           | 54,793           | -                | 30,000           | 18,000           | -40%              |
| <b>Net Income (Loss) w/o Depreciation</b>     | <b>943,948</b>   | <b>656,955</b>   | <b>(45,176)</b>  | <b>78,116</b>    | <b>374,247</b>   | <b>379%</b>       |



CITY OF LE SUEUR  
**SEWER FUND 602**  
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019-2020, PERIOD TO DATE JUNE 30, 2021 AND  
BUDGET FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2022

|   | Actual<br>2019   | Actual<br>2020   | YTD<br>Jun-21    | Budget<br>2021   | Proposed<br>2022 | Percent<br>Change |
|---|------------------|------------------|------------------|------------------|------------------|-------------------|
| <b>Operating Revenues</b>                     |                  |                  |                  |                  |                  |                   |
| Charges for Services                          | \$ 2,595,289     | \$ 2,727,111     | \$ 1,056,007     | \$ 2,913,750     | \$ 2,951,456     | 1%                |
| <b>Operating Expenses</b>                     |                  |                  |                  |                  |                  |                   |
| Administrative and general                    | 1,344,487        | 1,078,290        | 231,156          | 1,310,740        | -                | -100%             |
| Sewer pumping                                 | 2,530            | 221              | -                | -                | -                | 0%                |
| Sewer collections                             | 26,948           | 39,351           | 53,054           | 59,175           | 194,204          | 228%              |
| Sewer treatment plants                        | 51,035           | 35,867           | 198,974          | 5,075            | 982,733          | 19264%            |
| Sewer biosolids                               | 695              | 1,754            | 60,457           | 46,010           | 309,104          | 572%              |
| Bond related                                  | -                | 1                | -                | 1,283,808        | 1,290,070        | 0%                |
| Capital Outlay                                | 161,902          | 159,341          | 62,314           | 502,905          | -                | -100%             |
| <b>Total Operating Expenses</b>               | <b>1,587,596</b> | <b>1,314,824</b> | <b>605,955</b>   | <b>3,207,713</b> | <b>2,776,110</b> | <b>-13%</b>       |
| <b>Nonoperating Revenues (Expenses)</b>       |                  |                  |                  |                  |                  |                   |
| Investment earnings                           | -                | 6                | -                | -                | -                | 0%                |
| Other income                                  | 100,983          | 149,784          | 10,081           | 75,000           | 55,000           | -27%              |
| Pension expense                               | (17,408)         | (23,658)         | -                | -                | -                | 0%                |
| Interest and related expenses                 | (128,129)        | (135,161)        | (54,898)         | (133,012)        | (116,629)        | -12%              |
| Depreciation                                  | (697,346)        | (719,750)        | (350,000)        | (700,000)        | (700,000)        | 0%                |
| Bond premium                                  | 1,837            | 1,837            | -                | -                | -                | 0%                |
| <b>Total Nonoperating Revenues (Expenses)</b> | <b>(740,063)</b> | <b>(726,943)</b> | <b>(394,816)</b> | <b>(758,012)</b> | <b>(761,629)</b> | <b>0%</b>         |
| <b>Capital Contributions and Transfers</b>    |                  |                  |                  |                  |                  |                   |
| Special assessments                           | -                | -                | -                | -                | -                | 0%                |
| Transfers in                                  | -                | -                | -                | 30,000           | -                | -100%             |
| Transfer out                                  | (350,733)        | (183,281)        | (66,775)         | (133,550)        | (59,734)         | -55%              |
| Contributed capital                           | 1,811,558        | -                | -                | -                | -                | 0%                |
| Connection fees                               | 37,500           | 75,671           | -                | 30,000           | 18,000           | -40%              |
| <b>Net Income (Loss) w/o Depreciation</b>     | <b>2,463,301</b> | <b>1,297,484</b> | <b>338,460</b>   | <b>(425,525)</b> | <b>71,984</b>    | <b>-117%</b>      |

CITY OF LE SUEUR  
**ELECTRIC FUND 604**  
 STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019-2020, PERIOD TO DATE JUNE 30, 2021 AND  
 BUDGET FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2022

|   | Actual<br>2019 | Actual<br>2020 | YTD<br>Jun-21 | Budget<br>2021 | Proposed<br>2022 | Percent<br>Change |
|---|----------------|----------------|---------------|----------------|------------------|-------------------|
| <b>Operating Revenues</b>                     |                |                |               |                |                  |                   |
| Charges for Services                          | \$ 9,026,645   | \$ 9,055,546   | \$ 4,084,075  | \$ 9,974,000   | \$ 9,431,387     | -5%               |
| <b>Operating Expenses</b>                     |                |                |               |                |                  |                   |
| Administrative and general                    | 903,025        | 1,034,862      | 468,104       | 1,152,700      | 1,217,134        | 6%                |
| Purchased power                               | 6,471,392      | 6,199,239      | 2,967,574     | 7,160,000      | 6,433,507        | -10%              |
| Transmission and distribution                 | 566,817        | 534,543        | 260,763       | 498,830        | 489,138          | -2%               |
| Customer collection and meter                 | 22,790         | 25,438         | 1,413         | 9,110          | 9,490            | 4%                |
| Bond related                                  | -              | 1              | -             | 164,680        | 190,911          | 16%               |
| Capital Outlay                                | 362,489        | 267,237        | 129,070       | 285,000        | 40,000           | -86%              |
| <b>Total Operating Expenses</b>               | 8,326,513      | 8,061,320      | 3,826,923     | 9,270,320      | 8,380,180        | -10%              |
| <b>Nonoperating Revenues (Expenses)</b>       |                |                |               |                |                  |                   |
| Investment earnings                           | 14,671         | 11,350         | -             | 2,500          | 8,161            | 226%              |
| Other income                                  | 83,320         | 49,078         | 29,065        | 25,000         | 25,000           | 0%                |
| Pension expense                               | (3,045)        | (33,689)       | -             | -              | -                | 0%                |
| Depreciation                                  | (438,747)      | (423,286)      | (225,000)     | (450,000)      | (456,750)        | 2%                |
| Interest and related expenses                 | (17,837)       | (56,902)       | (25,636)      | (20,060)       | (48,333)         | 141%              |
| <b>Total Nonoperating Revenues (Expenses)</b> | (361,638)      | (453,448)      | (221,571)     | (442,560)      | (471,922)        | 7%                |
| <b>Capital Contributions and Transfers</b>    |                |                |               |                |                  |                   |
| Transfer out                                  | (500,000)      | (500,000)      | (250,000)     | (500,000)      | (500,000)        | 0%                |
| <b>Net Income (Loss) w/o Depreciation</b>     | 277,241        | 464,064        | 10,581        | 211,120        | 536,035          | 154%              |

CITY OF LE SUEUR  
**STORM WATER FUND 605**  
 STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019-2020, PERIOD TO DATE JUNE 30, 2021 AND  
 BUDGET FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2022

|   | Actual<br>2019 | Actual<br>2020 | YTD<br>Jun-21 | Budget<br>2021 | Proposed<br>2022 | Percent<br>Change |
|---|----------------|----------------|---------------|----------------|------------------|-------------------|
| <b>Operating Revenues</b>                     |                |                |               |                |                  |                   |
| Charges for Services                          | \$ 117,289     | \$ 144,669     | \$ 73,424     | \$ 153,000     | \$ 174,953       | 14%               |
| <b>Operating Expenses</b>                     |                |                |               |                |                  |                   |
| Administrative and general                    | 6,000          | 6,000          | 3,000         | 6,000          | 20,000           | 233%              |
| Capital Outlay                                | 17,734         | -              | 4,361         | 147,000        | -                | -100%             |
| <b>Total Operating Expenses</b>               | 23,734         | 6,000          | 7,361         | 153,000        | 20,000           | -87%              |
| <b>Nonoperating Revenues (Expenses)</b>       |                |                |               |                |                  |                   |
| Investment earnings                           | -              | 89             | -             | -              | -                | 0%                |
| Other income                                  | -              | 5,000          | -             | -              | -                | 0%                |
| Depreciation                                  | -              | -              | -             | -              | -                | 0%                |
| Interest and related expenses                 | -              | (10,762)       | -             | -              | -                | 0%                |
| <b>Total Nonoperating Revenues (Expenses)</b> | -              | (5,673)        | -             | -              | -                | 0%                |
| <b>Capital Contributions and Transfers</b>    |                |                |               |                |                  |                   |
| Transfers in                                  | -              | -              | -             | -              | -                | 0%                |
| Transfer out                                  | -              | -              | -             | -              | (86,830)         | 0%                |
| <b>Net Income (Loss) w/o Depreciation</b>     | 93,555         | 132,995        | 66,063        | -              | 68,123           | 0%                |

CITY OF LE SUEUR  
**RECYCLING/REFUSE FUND 607**  
 STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2019-2020, PERIOD TO DATE JUNE 30, 2021 AND  
 BUDGET FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2022

|   | Actual<br>2019 | Actual<br>2020 | YTD<br>Jun-21 | Budget<br>2021 | Proposed<br>2022 | Percent<br>Change |
|---|----------------|----------------|---------------|----------------|------------------|-------------------|
| <b>Operating Revenues</b>                     |                |                |               |                |                  |                   |
| Charges for Services                          | \$ 326,024     | \$ 300,814     | \$ 128,577    | \$ 336,300     | \$ 336,300       | 0%                |
| <b>Operating Expenses</b>                     |                |                |               |                |                  |                   |
| Administrative and general                    | 12,000         | 12,000         | 6,000         | 12,000         | 12,000           | 0%                |
| Customer Collection                           | 273,931        | 292,013        | 112,030       | 306,000        | 313,750          | 3%                |
| <b>Total Operating Expenses</b>               | 285,931        | 304,013        | 118,030       | 318,000        | 325,750          | 2%                |
| <b>Nonoperating Revenues (Expenses)</b>       |                |                |               |                |                  |                   |
| Investment earnings                           | -              | -              | -             | -              | -                | 0%                |
| Other income                                  | -              | -              | -             | -              | -                | 0%                |
| Depreciation                                  | -              | -              | -             | -              | -                | 0%                |
| Interest and related expenses                 | -              | -              | -             | -              | -                | 0%                |
| <b>Total Nonoperating Revenues (Expenses)</b> | -              | -              | -             | -              | -                | 0%                |
| <b>Capital Contributions and Transfers</b>    |                |                |               |                |                  |                   |
| Transfer out                                  | -              | -              | (1,250)       | (2,500)        | (2,500)          | 0%                |
| <b>Net Income (Loss) w/o Depreciation</b>     | 40,092         | (3,199)        | 9,297         | 15,800         | 8,050            | -49%              |

| <b>General Fund CEP: Included in 2022 Budget</b> |                   |                           |                   |
|--|-------------------|---------------------------|-------------------|
| <b>Project</b>                                   | <b>Department</b> | <b>Total Project Cost</b> | <b>Local Cost</b> |
| City Hall (Council Chambers) HVAC                | Administration    | \$7,500.00                | \$7,500.00        |
| North Taxilanes Construction                     | Airport           | \$385,810.00              | \$38,581.00       |
| Crack Repair and Seal Coat                       | Airport           | \$213,905.00              | \$22,651.48       |
| Runway Edge Lighting LED Conversion              | Airport           | \$25,000.00               | \$2,500.00        |
| Annual Street Maintenance                        | Public Works      | \$350,000.00              | \$350,000.00      |
| Outdoor Hockey Rink Net                          | Public Works      | \$5,000.00                | \$0.00            |
| PW Facility Maintenance                          | Public Works      | \$25,000.00               | \$25,000.00       |
| Sidewalk Annual Maintenance                      | Public Works      | \$60,000.00               | \$60,000.00       |
| Park Mower Program                               | Public Works      | \$6,500.00                | \$6,500.00        |
| X-Mark 72" Zero Turn Mower                       | Public Works      | \$18,500.00               | \$0.00            |
| Case Skid Loader Replacement                     | Public Works      | \$54,000.00               | \$41,500.00       |
| Backhoe Loader - Rubber Tire                     | Public Works      | \$95,000.00               | \$33,000.00       |
| Pedestrian Crosswalk Signage (Solar)             | Public Works      | \$24,000.00               | \$16,000.00       |
| Pretreatment System - Ice Management - Trails    | Public Works      | \$5,000.00                | \$5,000.00        |
| Olympic Platform Weight Platform                 | Recreation        | \$3,500.00                | \$3,500.00        |
| Ice Arena Accoustic Panels                       | Recreation        | \$17,500.00               | \$5,000.00        |
| Ice Arena Coolant                                | Recreation        | \$10,000.00               | \$10,000.00       |
| Outdoor Pool Calking                             | Recreation        | \$5,000.00                | \$5,000.00        |
| Outdoor Pool Media Filter                        | Recreation        | \$10,000.00               | \$10,000.00       |
| Outdoor Pool Gutter Grates                       | Recreation        | \$11,500.00               | \$11,500.00       |
| Recreation Facilities Master Plan                | Recreation        | \$40,000.00               | \$40,000.00       |
| Axon Squad Cameras/Microphones                   | Police            | \$13,581.00               | \$13,581.00       |
| Police Squad Lease                               | Police            | \$30,000.00               | \$30,000.00       |

**Total Cash Budget \$736,813.48**

## Enterprise Fund CIP / CEP

### 2022 Cash Projects

|              |           |                |
|--------------|-----------|----------------|
| Electric     | \$        | 179,000        |
| Wastewater   | \$        | -              |
| Water        | \$        | -              |
| Stormwater   | \$        | 3,000          |
| <b>Total</b> | <b>\$</b> | <b>182,000</b> |

### 2022 Debt / Bonded Projects

|              |           |                   |
|--------------|-----------|-------------------|
| Electric     | \$        | 4,600,090         |
| Wastewater   | \$        | 2,019,965         |
| Water        | \$        | 4,356,651         |
| Stormwater   | \$        | 50,000            |
| <b>Total</b> | <b>\$</b> | <b>11,026,706</b> |

|                            |           |                   |
|----------------------------|-----------|-------------------|
| <b>TOTAL 2022 Projects</b> | <b>\$</b> | <b>11,208,706</b> |
|----------------------------|-----------|-------------------|

\* CSAH36 Project Only    \$ 3,237,590

\* red font indicates planned debt / bonded project

| Electric   | 2022         |
|--|--------------|
| Maint/Improve Materials (Underground Improvements)           | \$ 115,000   |
| Spill Prevention Plan  | \$ 25,000    |
| GIS Mapping  | \$ 5,000     |
| Confined Space Equipment                                     | \$ 10,000    |
| Backhoe loader - rubber tire                                 | \$ 24,000    |
| Replace aging equip at Main Substation (work begins in 2023) | \$ 2,722,500 |
| CSAH 36 Distribution Improvements                            | \$ 1,437,590 |
| Distribution Improve on County Line/South Loop Feeder        | \$ 55,000    |
| Digger Derrick Replacement - 2006                            | \$ 385,000   |
|  | <hr/>        |
| Electric Cash Projects                                       | \$ 179,000   |
| Electric Debt / Bonded Projects                              | \$ 4,600,090 |
| Electric TOTAL   | \$ 4,779,090 |

\* red font indicates planned debt / bonded project

| Wastewater                                | 2022         |
|---|--------------|
| Roof Maintenance/Repair Building B        | \$ 3,110     |
| Building B Equipment                      | \$ 130,000   |
| Manhole Rehabilitation and Replacement    | \$ 20,000    |
| Sewer Slip Lining/Spot Repairs            | \$ 75,000    |
| Fiber (Henderson Rd, Mayo, LS 4,6,9)      | \$ 100,000   |
| Video Inspection                          | \$ 27,000    |
| Push Camera                               | \$ 12,000    |
| Lift Station 4 Panel                      | \$ 60,000    |
| Lift Station 6 Panel                      | \$ 20,000    |
| Lift Station Henderson Rd Wells           | \$ 25,000    |
| Forest Prairie Sanitary Sewer Relocation  | \$ 400,000   |
| CSAH 36                                   | \$ 800,000   |
| WWTF Fencing and Gate                     | \$ 18,000    |
| Aeration Basins                           | \$ 20,000    |
| Roof Maintenance/Repair Buildings A and C | \$ 4,855     |
| HVAC Units                                | \$ 35,000    |
| Building C Equipment                      | \$ 185,000   |
| Wetland Banking Project                   | \$ 85,000    |
|   | <hr/>        |
| Wastewater Cash Projects                  | \$ -         |
| Wastewater Debt / Bonded Projects         | \$ 2,019,965 |
| Wastewater TOTAL                          | \$ 2,019,965 |

\* red font indicates planned debt / bonded project

| Water   | 2022                        |
|---|-----------------------------|
| Meters: Influent, Lower, Middle                       | \$ 20,000                   |
| Fluoride & Chlorine Systems Maintenance               | \$ 100,000                  |
| Booster Station Pump 1 check valve/motor              | \$ 15,000                   |
| Well Inspections/Rehabilitation                       | \$ 110,000                  |
| Water Valve Replacement Projects                      | \$ 20,000                   |
| Fire Hydrant Repair and Replacement Projects          | \$ 20,000                   |
| Roof Repairs/Maintenance (Overall)                    | \$ 14,651                   |
| 2005 F-150  | \$ 45,000                   |
| High Zone Redundant Water Line & Service Flow Booster | \$ 2,500,000                |
| CSAH 36   | \$ 1,000,000                |
| SCADA Conversion Phase 2/Fiber Conversion             | \$ 500,000                  |
| Middle Water Tower Inspection/Cleaning                | \$ 12,000                   |
|   | <u>                    </u> |
| <b>Water Cash Projects</b>                            | <b>\$ -</b>                 |
| <b>Water Debt / Bonded Projects</b>                   | <b>\$ 4,356,651</b>         |
|   | <u>                    </u> |
| <b>Water TOTAL</b>                                    | <b>\$ 4,356,651</b>         |

\* red font indicates planned debt / bonded project

| Stormwater                               | 2022                        |
|--|-----------------------------|
| Storm Water System Study                 | \$ 50,000                   |
| Backhoe Loader - rubber tire             | \$ 3,000                    |
|  | <u>                    </u> |
| <b>Stormwater Cash Projects</b>          | <b>\$ 3,000</b>             |
| <b>Stormwater Debt / Bonded Projects</b> | <b>\$ 50,000</b>            |
|  | <u>                    </u> |
| <b>Stormwater TOTAL</b>                  | <b>\$ 53,000</b>            |



