

CITY OF OAK PARK HEIGHTS  
SUMMARY FINANCIAL REPORT

The purpose of this report is to provide a summary of financial information concerning the City of Oak Park Heights to interested citizens. The complete financial statements may be examined at the Oak Park Heights Municipal Building, 14168 Oak Park Blvd. N., Oak Park Heights, MN, or at [www.cityofoakparkheights.com](http://www.cityofoakparkheights.com) Questions about this report should be directed to Betty Caruso, Finance Director, (651) 439-4439.

Revenues and Expenditures for General Operations  
(Governmental Funds)

|                                   | Total<br>2017 | Total<br>2016 | Percent<br>Increase<br>(Decrease) |
|-----------------------------------|---------------|---------------|-----------------------------------|
| Revenues                          |               |               |                                   |
| Property Taxes                    | \$5,286,120   | \$5,347,035   | -1.14%                            |
| Tax Increment                     | 215,197       | 185,539       | 15.98%                            |
| Special Assessments               | 142,146       | 220,052       | -35.40%                           |
| Licenses and Permits              | 172,736       | 214,182       | -19.35%                           |
| Intergovernmental Revenue         | 160,252       | 491,141       | -67.37%                           |
| Charges for Services              | 284,159       | 136,653       | 107.94%                           |
| Fines and Forfeits                | 58,083        | 51,739        | 12.26%                            |
| Investment Earnings               | 236,128       | 202,911       | 16.37%                            |
| Miscellaneous                     | 147,192       | 255,939       | -42.49%                           |
| Other Revenues                    |               |               |                                   |
| Transfers from Other Funds        | 683,593       | 651,534       | 4.92%                             |
| Total Revenues                    | \$7,385,606   | \$7,756,725   | -4.78%                            |
| Per Capita                        | \$1,567       | \$1,646       | -4.78%                            |
| Expenditures                      |               |               |                                   |
| Current:                          |               |               |                                   |
| General Government                | \$1,577,002   | \$1,383,243   | 14.01%                            |
| Public Safety                     | 1,748,641     | 1,734,623     | 0.81%                             |
| Streets and Highways              | 861,459       | 582,368       | 47.92%                            |
| Parks and Recreation              | 173,776       | 244,052       | -28.80%                           |
| Capital Outlay                    | 1,040,791     | 661,984       | 57.22%                            |
| Debt Service:                     |               |               |                                   |
| Principal                         | 835,000       | 5,615,000     | -85.13%                           |
| Interest and Other Charges        | 194,252       | 422,650       | -54.04%                           |
| Total Expenditures                | \$6,430,921   | \$10,643,920  | -39.58%                           |
| Per Capita                        | \$1,365       | \$2,258.90    | -39.58%                           |
| Total Long-term Indebtedness      | \$7,935,000   | \$8,770,000   | -9.52%                            |
| Per Capita                        | \$1,684       | \$1,861.21    | -9.52%                            |
| General and Special Revenue Funds |               |               |                                   |
| Unassigned Fund Balance           | \$4,192,676   | \$4,400,555   | -4.72%                            |
| Per Capita                        | \$890         | \$933.90      | -4.72%                            |

City of Oak Park Heights  
Statement of Net Assets  
Proprietary Funds  
December 31, 2017

|                                                   | Enterprise Funds |               |                        | Totals       |
|---------------------------------------------------|------------------|---------------|------------------------|--------------|
|                                                   | Water Utility    | Sewer Utility | Storm Sewer<br>Utility |              |
| Assets:                                           |                  |               |                        |              |
| Current assets:                                   |                  |               |                        |              |
| Cash and cash equivalents                         | \$782,747        | \$640,921     | \$183,254              | \$1,606,922  |
| Accrued interest receivable                       | \$3,556          | \$2,816       | \$700                  | \$7,072      |
| Accounts receivable:                              |                  |               |                        |              |
| Customers                                         | 166,359          | 233,827       | 20,742                 | 420,928      |
| Certified to County                               | 13,213           | 19,158        | 5,102                  | 37,473       |
| Due from other governmental units                 | 701              | -             | -                      | 701          |
| Prepaid items                                     | 8,344            | 53,751        | 12                     | 62,107       |
| Total current assets                              | 974,920          | 950,473       | 209,810                | 2,135,203    |
| Noncurrent assets:                                |                  |               |                        |              |
| Capital assets:                                   |                  |               |                        |              |
| Land                                              | 937,919          | -             | -                      | 937,919      |
| Buildings and structures                          | 2,024,378        | 43,983        | -                      | 2,068,361    |
| Machinery and equipment                           | 549,370          | 15,342        | -                      | 564,712      |
| Distribution and collection system                | 7,388,089        | 5,725,088     | -                      | 13,113,177   |
| Total capital assets                              | 10,899,756       | 5,784,413     | -                      | 16,684,169   |
| Less: Allowance for depreciation                  | (3,052,025)      | (1,890,287)   | -                      | (4,942,312)  |
| Net capital assets                                | 7,847,731        | 3,894,126     | -                      | 11,741,857   |
| Total noncurrent assets                           | 7,847,731        | 3,894,126     | -                      | 11,741,857   |
| Total assets                                      | 8,822,651        | 4,844,599     | 209,810                | 13,877,060   |
| Liabilities:                                      |                  |               |                        |              |
| Current liabilities:                              |                  |               |                        |              |
| Accounts payable                                  | 8,753            | 4,753         | 662                    | 14,168       |
| Salaries payable                                  | 939              | 1,070         | 24                     | 2,033        |
| Due to other governmental units                   | 4,633            | 2,460         | -                      | 7,093        |
| Compensated absences payable - current portion    | 2,505            | 1,580         | 323                    | 4,408        |
| Total current liabilities                         | 16,830           | 9,863         | 1,009                  | 27,702       |
| Noncurrent liabilities:                           |                  |               |                        |              |
| Compensated absences payable - noncurrent portion | 25,866           | 16,312        | 3,340                  | 45,518       |
| Noncurrent liabilities                            | 25,866           | 16,312        | 3,340                  | 45,518       |
| Total liabilities                                 | 42,696           | 26,175        | 4,349                  | 73,220       |
| Net assets:                                       |                  |               |                        |              |
| Invested in capital assets                        | 7,847,731        | 3,894,126     | -                      | 11,741,857   |
| Unrestricted                                      | 932,224          | 924,298       | 205,461                | 2,061,983    |
| Total net assets                                  | \$8,779,955      | \$4,818,424   | \$205,461              | \$13,803,840 |

City of Oak Park Heights  
Statement of Revenues, Expenses and Changes in Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2017

|                                                  | Enterprise Funds |               |                        | Totals       |
|--------------------------------------------------|------------------|---------------|------------------------|--------------|
|                                                  | Water Utility    | Sewer Utility | Storm Sewer<br>Utility |              |
| Operating revenues:                              |                  |               |                        |              |
| Customer billings                                | \$784,520        | \$972,017     | \$82,732               | \$1,839,269  |
| Penalties                                        | 7,754            | 11,990        | 1,085                  | 20,829       |
| Meter charges                                    | 10,022           | -             | -                      | 10,022       |
| Charges for services                             | 1,889            | 70            | 70                     | 2,029        |
| Refunds and reimbursements                       | 1,016            | 23,757        | -                      | 24,773       |
| Total operating revenues                         | 805,201          | 1,007,834     | 83,887                 | 1,896,922    |
| Operating expenses:                              |                  |               |                        |              |
| Personal services                                | 214,297          | 145,960       | 26,409                 | 386,666      |
| Contractual services                             | 105,019          | 74,405        | 21,457                 | 200,881      |
| MCES charges                                     | -                | 498,929       | -                      | 498,929      |
| Materials and supplies                           | 26,413           | 13,854        | 1,754                  | 42,021       |
| Administrative and personnel charges             | -                | -             | 5,350                  | 5,350        |
| Repairs and maintenance                          | -                | -             | -                      | -            |
| Depreciation                                     | 250,270          | 118,661       | -                      | 368,931      |
| Total operating expenses                         | 595,999          | 851,809       | 54,970                 | 1,502,778    |
| Operating income                                 | 209,202          | 156,025       | 28,917                 | 394,144      |
| Nonoperating revenues (expenses):                |                  |               |                        |              |
| Earnings on investments                          | 12,136           | 9,652         | 2,299                  | 24,087       |
| Loss on disposal of capital asset                | (10,225)         | -             | -                      | (10,225)     |
| Total nonoperating revenues (expenses)           | 1,911            | 9,652         | 2,299                  | 13,862       |
| Income (loss) before contributions and transfers | 211,113          | 165,677       | 31,216                 | 408,006      |
| Capital contributions                            | 62,272           | 34,084        | -                      | 96,356       |
| Transfers:                                       |                  |               |                        |              |
| Transfers to other funds                         | (448,715)        | (221,028)     | (13,850)               | (683,593)    |
| Total transfers and contributions                | (386,443)        | (186,944)     | (13,850)               | (587,237)    |
| Change in net position                           | (175,330)        | (21,267)      | 17,366                 | (179,231)    |
| Net assets - January 1                           | 8,955,285        | 4,839,691     | 188,095                | 13,983,071   |
| Net assets - December 31                         | \$8,779,955      | \$4,818,424   | \$205,461              | \$13,803,840 |

City of Oak Park Heights  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2017

|                                                                                        | Business-Type Activities |               |                        | Enterprise Funds<br>Totals |
|----------------------------------------------------------------------------------------|--------------------------|---------------|------------------------|----------------------------|
|                                                                                        | Water Utility            | Sewer Utility | Storm Sewer<br>Utility |                            |
| Cash flows from operating activities:                                                  |                          |               |                        |                            |
| Receipts from customers and users                                                      | \$794,398                | \$984,642     | \$86,106               | \$1,865,146                |
| Payment to suppliers                                                                   | (161,318)                | (673,635)     | (28,273)               | (863,226)                  |
| Payment to employees                                                                   | (211,302)                | (143,289)     | (25,474)               | (380,065)                  |
| Net cash flows provided by (used in) operating activities                              | 421,778                  | 167,718       | 32,359                 | 621,855                    |
| Cash flows from noncapital financing activities:                                       |                          |               |                        |                            |
| Transfer to other funds                                                                | (448,715)                | (221,028)     | (13,850)               | (683,593)                  |
| Cash flows from capital and related financing activities:                              |                          |               |                        |                            |
| Acquisition of capital assets                                                          | (13,908)                 | -             | -                      | (13,908)                   |
|                                                                                        | (13,908)                 | -             | -                      | (13,908)                   |
| Cash flows from investing activities:                                                  |                          |               |                        |                            |
| Investment income                                                                      | 8,580                    | 6,836         | 1,599                  | 17,015                     |
| Net increase (decrease) in cash and cash equivalents                                   | (32,265)                 | (46,474)      | 20,108                 | (58,631)                   |
| Cash and cash equivalents - January 1                                                  | 815,012                  | 687,395       | 163,146                | 1,665,553                  |
| Cash and cash equivalents - December 31                                                | \$782,747                | \$640,921     | \$183,254              | \$1,606,922                |
| Reconciliation of operating income to net cash provided by operating activities:       |                          |               |                        |                            |
| Operating income                                                                       | \$209,202                | \$156,025     | \$28,917               | \$394,144                  |
| Adjustments to reconcile operating income to net cash flows from operating activities: |                          |               |                        |                            |
| Depreciation                                                                           | 250,270                  | 118,661       | -                      | 368,931                    |
| Changes in assets and liabilities:                                                     |                          |               |                        |                            |
| Decrease (increase) in receivables                                                     | (10,803)                 | (23,192)      | 2,219                  | (31,776)                   |
| Decrease (increase) in prepaid expenses                                                | (1,160)                  | (5,428)       | -                      | (6,588)                    |
| Increase (decrease) in payables                                                        | (25,731)                 | (78,348)      | 1,223                  | (102,856)                  |
| Total adjustments                                                                      | 212,576                  | 11,693        | 3,442                  | 227,711                    |
| Net cash provided by operating activities                                              | \$421,778                | \$167,718     | \$32,359               | \$621,855                  |