

CITY OF APPLE VALLEY
SUMMARY FINANCIAL REPORT

The purpose of this report is to provide a summary of financial information concerning the City of Apple Valley to interested citizens. The complete financial statements may be examined at the City Hall – 7100 147th Street South. Questions about this report may be directed to Ronald Hedberg, Finance Director at 953-2540.

The following summaries are from the general-purpose financial statements of the City of Apple Valley for the years ended December 31, 2023 and 2022. The right hand column shows the percentage change in dollars between the two years.

Revenues and Expenditures for General Operations

(All Governmental Funds)

	Total	Total	Percent
	2023	2022	Increase
			(Decrease)
Revenues			
Taxes	\$ 32,614,179	\$31,079,152	4.94%
Special Assessments	717,644	1,119,475	-35.89%
Licenses and Permits	2,291,146	2,966,177	-22.76%
Intergovernmental Revenues	9,726,603	6,461,984	50.52%
Charges for services	5,240,126	4,776,068	9.72%
Franchise Fees	1,229,429	1,277,756	-3.78%
Fines and Forfeitures	213,974	187,077	14.38%
Other	5,127,738	710,072	622.14%
TOTAL	57,160,839	48,577,761	17.67%
Expenditures			
General Government	7,979,915	7,486,584	6.59%
Public Safety	16,238,132	15,159,874	7.11%
Public Works	6,372,582	7,187,423	-11.34%
Park and Recreation	8,334,180	7,939,317	4.97%
Capital Outlay	20,480,095	13,646,076	50.08%
Debt Service - Principal	1,419,154	1,140,000	24.49%
Debt Service - Interest & Other Charges	727,679	596,876	21.91%
TOTAL	61,551,737	53,156,150	15.79%
Excess of Revenues Over (Under) Expenditures	(4,390,898)	(4,578,389)	-4.10%
Other Financing Sources (Uses)			
Bonds Issued	-	7,995,000	-100.00%
Premium on Debt Issued	-	164,138	-100.00%
Net Transfers	2,643,000	(2,119,648)	-224.69%
Sale of Capital Assets	52,919	16,699	216.90%
TOTAL	2,695,919	6,056,189	(1)
Net Change in Fund Balance	(1,694,979)	1,477,800	-214.70%
Fund Balance, Beginning of Year	74,217,072	72,739,272	2.03%
Fund Balance, End of Year	\$ 72,522,093	\$74,217,072	-2.28%

CITY OF APPLE VALLEY
FINANCIAL INDICATORS

	2023	2022	2021
Total taxable assessed value	\$ 85,225,223	\$73,973,648	\$70,797,647
Taxable assessed value per capita	1,515	1,329	1,257
Percent of property tax levy collected	99.38%	99.41%	99.41%
City revenues per capita (all governmental funds)	1016	873	774
City expenditures per capita (all governmental funds)	1094	955	768
Unrestricted Fund Balance per capita-December 31	836	789	915
Ratio of bonded debt to tax capacity	36.35%	44.98%	35.95%
Total long-term bonded indebtedness	30,975,360	33,276,196	25,453,732
Long-term indebtedness per capita	\$ 551	\$ 598	\$ 452
Moodys Bond rating	Aaa	Aaa	Aaa
S & P Bond rating	AAA	AAA	AAA

CITY OF APPLE VALLEY, MINNESOTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For The Year Ended December 31, 2023

Business-Type Activities - Enterprise Funds							Governmental
Municipal Liquor Fund	Sports Arena Fund	Water & Sewer Fund	Storm Drainage Fund	Cemetery Fund	Street Light Utility Fund	Total Enterprise Funds	Activities - Internal Service Funds

Cash flows from operating activities:							
Receipts from customers and users	\$ 10,785,641	\$948,143	\$ 14,185,362	\$ 3,131,626	\$328,023	\$674,927	\$ 30,053,722 \$ 4,467,378
Payments to suppliers	(8,458,180)	(403,236)	(6,535,298)	(992,095)	(84,226)	(649,793)	(17,122,828) (964,115)
Payments to employees	(1,460,652)	(411,776)	(2,146,229)	(233,735)	(2,994)	(6,484)	(4,261,870) (981,662)
Net cash flows from operating activities	866,809	133,131	5,503,835	1,905,796	240,803	18,650	8,669,024 2,521,601
Cash flows from noncapital financing activities:							
Transfers in (out) to other funds	(1,850,000)	-	(793,000)	-	-	-	(2,643,000) -
Cash received (paid to) other funds	-	(225,310)	225,310	-	-	-	- -
Tax, assessments and other aids	-	121,000	-	-	-	-	121,000 -
Net cash flows from noncapital financing activities	(1,850,000)	(104,310)	(567,690)	-	-	-	(2,522,000) -
Cash flows from capital & related financing activities							
Acquisition of capital assets	(97,568)	(18,062)	(2,226,552)	(688,175)	(120,572)	-	(3,150,929) (2,111,742)
Principal payments on debt	(131,427)	-	(948,976)	(238,151)	(8,125)	(15,838)	(1,342,517) (52,929)
Interest & agent fees paid	(12,573)	-	(193,985)	(108,036)	(24)	(21)	(314,639) (6,070)
Capital contributions	-	-	385,938	364,267	-	-	750,205 10,000
Proceeds from sale of capital assets	2,093	-	28,854	-	-	-	30,947 160,147
Net cash flows from capital & financing activities	(239,475)	(18,062)	(2,954,721)	(670,095)	(128,721)	(15,859)	(4,026,933) (2,000,594)
Cash flows from investing activities:							
Investment earnings	41,099	-	713,955	236,495	31,874	16,172	1,039,595 232,608
Net cash flows from investing activities	41,099	-	713,955	236,495	31,874	16,172	1,039,595 232,608
Net increase (decrease) in cash and cash equivalents	(1,181,567)	10,759	2,695,379	1,472,196	143,956	18,963	3,159,686 753,615
Cash and cash equivalents - January 1	3,269,459	-	13,908,249	4,144,648	649,853	369,576	22,341,785 4,971,749
Cash and cash equivalents - December 31	\$ 2,087,892	\$ 10,759	\$ 16,603,628	\$ 5,616,844	\$793,809	\$388,539	\$ 25,501,471 \$ 5,725,364

CITY OF APPLE VALLEY, MINNESOTA
STATEMENT OF NET ASSETS

PROPRIETARY FUNDS

December 31, 2023

Business-Type Activities - Enterprise Funds							
Municipal Liquor Fund	Sports Arena Fund	Water & Sewer Fund	Storm Drainage Fund	Cemetery Fund	Street Light Utility Fund	Total Enterprise Funds	Internal Service Funds
Assets:							
Current assets:							
Cash and cash equivalents	\$ 2,087,892	\$ 10,759	\$ 16,603,658	\$ 5,616,844	\$ 793,809	\$388,539	\$ 25,501,501 \$ 5,725,364
Special assessments receivable	-	-	236,357	994	-	-	237,351 -
Accounts receivable - net	-	169,846	2,844,451	789,717	-	165,232	3,969,246 -
Due from other governments	-	132,066	-	-	-	1,183	133,249 -
Due from other funds	-	-	69,046	-	-	-	69,046 -
Inventory	1,946,326	-	77,184	-	-	-	2,023,510 -
Prepaid items	17,737	-	332,335	-	-	-	350,072 271,144
Total current assets	4,051,955	312,671	20,163,031	6,407,555	793,809	554,954	32,283,975 5,996,508
Noncurrent assets:							
Deferred special assessments	-	-	10,097	18,887	-	-	28,984 -
Capital assets:							
Land	1,177,683	2,000	2,207,431	2,348,680	513,560	-	6,249,354 -
Buildings and structures	3,848,661	6,314,281	11,780,603	-	-	-	21,943,545 -
Other improvements	87,149	109,420	125,087,286	61,400,490	2,499,892	-	189,184,237 -
Furniture and equipment	502,021	392,760	4,476,438	1,110,589	35,000	-	6,516,808 18,598,507
Construction in progress	-	-	1,256,889	379,512	-	-	1,636,401 -
Leased assets	1,298,265	-	-	-	-	-	1,298,265 -
Technology subscriptions	-	-	191,335	25,606	25,524	32,814	275,279 -
Less: Accumulated depreciation	(2,809,443)	(4,134,976)	(69,956,055)	(28,759,782)	(685,480)	(18,317)	(106,364,053) (11,397,965)
Capital assets, net	4,104,336	2,683,485	75,043,927	36,505,095	2,388,496	14,497	120,739,836 7,200,542
Total noncurrent assets	4,104,336	2,683,485	75,054,024	36,523,982	2,388,496	14,497	120,768,820 7,200,542
Total assets	8,156,291	2,996,156	95,217,055	42,931,537	3,182,305	569,451	153,052,795 13,197,050
Deferred outflows of resources							
OPEB plan deferrals	18,740	3,496	49,648	1,678	-	-	73,562 -
Pension plan deferrals	130,629	39,400	297,374	37,289	-	-	504,692 -
Total deferred outflows of resources	149,369	42,896	347,022	38,967	-	-	578,254 -
Total assets and deferred outflows of resources	8,305,660	3,039,052	95,564,077	42,970,504	3,182,305	569,451	153,631,049 13,197,050
Liabilities:							
Current liabilities:							
Accounts payable	\$ 483,683	\$ 10,240	\$ 123,376	\$ 145,566	\$ 947	\$ 21,210	\$ 785,022 \$ 424,216
Contracts payable	3,000	-	56,745	42,879	-	-	102,624 -
Accrued wages payable	63,261	18,777	88,599	9,288	453	-	180,378 -
Accrued interest payable	909	-	7,568	4,100	74	73	12,724 -
Due to other governmental units	123,241	44	48,751	13,829	(14)	-	185,851 (90)
Due to other funds	-	69,046	-	-	-	-	69,046 -
Claims incurred, but not reported	-	-	-	-	-	-	- 4,857
Unearned revenue	-	176,262	-	-	-	-	176,262 -
Compensated absences payable	75,600	14,200	186,700	1,500	-	-	278,000 1,988,900
Lease liability	133,738	-	-	-	-	-	133,738 -
Subscription liabilities	-	-	77,994	12,575	12,535	12,231	115,335 -
Financed purchase	-	-	-	-	-	-	- 83,212
Long term liabilities due within one year	-	-	889,531	240,000	-	-	1,129,531 -
Total current liabilities	883,432	288,569	1,479,264	469,737	13,995	33,514	3,168,511 2,501,095
Noncurrent liabilities:							
Compensated absences payable	46,007	2,243	114,706	114	-	-	163,070 1,375,236
Net Other Post-Employment Benefits Obligati	58,951	10,998	156,175	5,279	-	-	231,403 -
Net Pension Liability	497,726	150,122	1,133,064	142,080	-	-	1,922,992 -
Due to other funds	-	1,020,006	-	-	-	-	1,020,006 -
Lease liability	901,012	-	-	-	-	-	901,012 -
Subscription liabilities	-	-	30,201	4,879	4,864	4,745	44,689 -
Financed purchase	-	-	-	-	-	-	- 2,178
Long term liabilities - noncurrent portion	-	-	6,394,713	2,274,781	-	-	8,669,494 -
Total noncurrent liabilities	1,503,696	1,183,369	7,828,859	2,427,133	4,864	4,745	12,952,666 1,377,414
Total liabilities	2,387,128	1,471,938	9,308,123	2,896,870	18,859	38,259	16,121,177 3,878,509
Deferred Inflows of Resources							
OPEB plan deferrals	57,250	10,681	151,671	5,127	-	-	224,729 -
Pension plan deferrals	159,192	48,015	362,398	45,443	-	-	615,048 -
Total deferred inflows of resources	216,442	58,696	514,069	50,570	-	-	839,777 -
Net assets:							
Invested in capital assets, net of debt	3,069,586	2,683,485	67,651,488	35,955,426	2,371,097	(2,479)	111,728,603 7,115,152
Unrestricted	2,632,504	(1,175,067)	18,090,397	4,067,638	792,349	533,671	24,941,492 2,203,389
Total net assets	5,702,090	1,508,418	85,741,885	40,023,064	3,163,446	531,192	136,670,095 9,318,541
Total Liabilities and Net Assets	\$ 8,305,660	\$ 3,039,052	\$ 95,564,077	\$42,970,504	\$ 3,182,305	\$569,451	\$ 153,631,049 \$ 13,197,050

CITY OF APPLE VALLEY, MINNESOTA
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PROPRIETARY FUNDS

For The Year Ended December 31, 2023

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Cash flows from operating activities:								
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Cash and cash equivalents - January 1	3,269,459	-	13,908,249	4,144,648	649,853	369,576	22,341,785	4,971,749
Cash and cash equivalents - December 31	\$ 2,087,892	\$ 10,759	\$ 16,603,628	\$ 5,616,844	\$793,809	\$388,539	\$ 25,501,471	\$ 5,725,364