(...CONTINUED) CITY OF WACONIA, MINNESOTA
SUMMARY FINANCIAL REPORT - 2017

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For The Year Ended December 31, 2017

	Business-Type Activities Enterprise Funds					
	Water (601)	Sewer (602)	Storm Water (655)	Street Light Utility (668)	Total 2017	Total 2016
Operating revenues:						
Charges for services	$1,497,016	$1,884,971	$656,927	$251,732	$4,290,646	$4,137,165
Operating expenses:						
Wages and salaries	259,924	248,490	204,623	19,257	732,294	694,441
Employee benefits	110,910	104,573	80,719	6,385	302,587	299,183
Materials and supplies	507,249	27,033	31,688	4,611	570,581	741,079
Repairs and maintenance	95,809	84,929	10,936	6,776	198,450	124,991
Professional services	151,588	1,498,601	119,235	7,010	1,776,434	1,804,254
Insurance	17,769	25,717	11,707	5,656	60,849	62,911
Utilities	113,031	38,680	8,495	159,974	320,180	301,449
Depreciation	843,481	504,624	437,546	13,470	1,799,121	1,674,906
Equipment	30,956	3,364	1,097	-	35,417	38,739
Miscellaneous	35,757	22,678	53,324	325	112,084	92,652
Total operating expenses	2,166,474	2,558,689	959,370	223,464	5,907,997	5,834,605
Operating income (loss)	(669,458)	(673,718)	(302,443)	28,268	(1,617,351)	(1,697,440)
Nonoperating revenues (expenses):						
Investment income	6,861	7,360	3,254	1,519	18,994	83,644
Intergovernmental revenue	-	-	-	-	-	63,351
Other income	101,699	25,124	125,700	-	252,523	93,897
Interest and fiscal charges	(126,317)	(90,081)	(43,335)	-	(259,733)	(284,779)
Gain (loss) on disposal of capital assets	(614)	(491)	(614)	-	(1,719)	5,628
Total nonoperating revenues (expenses)	(18,371)	(58,088)	85,005	1,519	10,065	(38,259)
Income (loss) before contributions and transfers	(687,829)	(731,806)	(217,438)	29,787	(1,607,286)	(1,735,699)
Transfers in	638,374	-	565,951	-	1,204,325	2,007,000
Transfers out	(198,851)	(124,986)	(94,129)	(80,000)	(497,966)	(231,000)
Capital contributions:						
Connection charges	628,800	653,250	166,312	-	1,448,362	2,500,700
Contributions of capital assets	46,648	34,720	13,895	-	95,263	333,888
Intergovernmental revenue	-	-	622,684	-	622,684	-
Total contributions and transfers	1,114,971	562,984	1,274,713	(80,000)	2,872,668	4,610,588
Change in net position	427,142	(168,822)	1,057,275	(50,213)	1,265,382	2,874,889
Net position - January 1	13,847,369	9,053,583	10,858,432	372,656	34,132,040	31,257,151
Net position - December 31	$14,274,511	$8,884,761	$11,915,707	$322,443	$35,397,422	$34,132,040

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For The Year Ended December 31, 2017

	Business-Type Activities Enterprise Funds					
	Water (601)	Sewer (602)	Storm Water (655)	Street Light Utility (668)	Total 2017	Total 2016
Cash Flows from operating activities:						
Receipts from customers and users	$1,109,763	$1,838,687	$19,392	$251,646	$3,219,488	$4,264,909
Payment to suppliers	(954,087)	(1,597,431)	(86,294)	(182,433)	(2,820,245)	(3,707,391)
Payment to employees	(340,023)	(322,047)	(270,380)	(25,451)	(957,901)	(923,098)
Miscellaneous revenue	101,699	25,124	125,700	-	252,523	157,248
Net cash flows from operating activities	(82,648)	(55,667)	(211,582)	43,762	(306,135)	(208,332)
Cash flows from noncapital financing activities:						
Transfer from other funds	(88,000)	(88,000)	(50,000)	-	(226,000)	(231,000)
Interfund loan provided to other funds	-	-	-	-	-	(303,000)
Repayment of interfund loan receivable	-	44,232	-	-	44,232	58,907
Net cash flows from noncapital financing activities	(88,000)	(43,768)	(50,000)	0	(181,768)	(475,093)
Cash flows from capital and related financing activities:						
Principal paid on debt	(602,000)	(550,000)	(178,000)	-	(1,330,000)	(4,820,000)
Interest and fiscal charges paid on debt	(148,969)	(100,282)	(54,680)	-	(303,931)	(414,502)
Transfer from other funds	638,374	-	565,951	-	1,204,325	2,007,000
Transfer to other funds	(110,851)	(36,986)	(44,129)	(80,000)	(271,966)	-
Connection charges	816,000	752,310	1,028,833	-	2,597,143	2,026,767
Acquisition of capital assets	(864,176)	(108,904)	(1,135,648)	-	(2,108,728)	(2,849,051)
Proceeds from sale of capital assets	4,000	3,200	4,000	-	11,200	13,750
Intergovernmental revenue	-	-	622,684	-	622,684	-
Net cash flows from capital and related financing activities	(267,622)	(40,662)	809,011	(80,000)	420,727	(4,036,036)
Cash flows from investing activities:						
Investment income	6,861	7,360	3,254	1,519	18,994	83,644
Net increase (decrease) in cash and cash equivalents	(431,409)	(132,737)	550,683	(34,719)	(48,182)	(4,635,817)
Cash and cash equivalents - January 1	1,887,373	1,759,805	623,839	331,888	4,602,905	9,238,722
Cash and cash equivalents - December 31	$1,455,964	$1,627,068	$1,174,522	$297,169	$4,554,723	$4,602,905
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	($669,458)	($673,718)	($302,443)	$28,268	($1,617,351)	($1,697,440)
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:						
Miscellaneous revenue	101,699	25,124	125,700	-	252,523	157,248
Depreciation	843,481	504,624	437,546	13,470	1,799,121	1,674,906
Changes in assets, liabilities, deferred outflows and inflows:						
Decrease (increase) in receivables	(387,253)	(46,284)	(637,535)	(86)	(1,071,158)	127,744
Decrease (increase) in prepaid items	(443)	(214)	(344)	(29)	(1,030)	11,391
Decrease (increase) in deferred outflows of resources	(11,441)	(11,177)	(11,728)	(798)	(35,144)	(237,177)
Increase (decrease) in payables	50,611	130,156	279,017	1,948	461,732	(293,696)
Increase (decrease) in salaries and benefits payable	401	1,767	877	-	3,045	3,964
Increase (decrease) in contracts payable	(52,096)	(26,371)	(128,485)	-	(206,952)	(259,011)
Increase (decrease) in compensated absences	8,830	8,832	(3,915)	(1,467)	12,280	(1,488)
Increase (decrease) in other post employment benefits	2,416	2,256	2,330	147	7,149	8,587
Increase (decrease) in net pension liability	(27,162)	(25,243)	(18,701)	(2,297)	(73,403)	240,387
Increase (decrease) in deferred inflows of resources	57,767	54,581	46,099	4,606	163,053	56,253
Total adjustments	586,810	618,051	90,861	15,494	1,311,216	1,489,108
Net cash provided by operating activities	($82,648)	($55,667)	($211,582)	$43,762	($306,135)	($208,332)

Noncash investing, capital and financing activities:

During 2016, capital assets in the amount of $333,888 were contributed to the Storm Water fund.

The accompanying notes are an integral part of these financial statements.

Published in the Waconia Patriot
June 28, 2018
830125 & 830145