CITY OF HUGO, MINNESOTA
SUMMARY FINANCIAL REPORT

The purpose of this report is to provide a summary of financial information concerning the City of Hugo to interested citizens. The complete financial statements may be examined at City Hall, 14669 Fitzgerald Avenue North and on the city's website. Questions about this report should be directed to Bryan J. Bear, City Administrator at (651) 762-6320.

Met Council Population Estimate	17,354	17,044

Revenues and Expenditures for General Operations (Governmental Funds)

	Total 2024	Total 2023	Percent Increase (Decrease)
REVENUES:			
Property Taxes	$ 12,167,975	$ 10,856,284	12.08%
Special Assessments	418,411	455,379	-8.12%
Licenses and Permits	874,937	665,358	31.50%
Intergovernmental (Grants and Aids)	1,188,313	3,617,294	-67.15%
Charges for Services	662,794	254,713	160.21%
- Developer Infrastructure Charges	617,670	1,708,320	-63.84%
Fines and Forfeits	45,905	42,447	8.15%
Investment Earnings	1,172,150	952,624	23.04%
Net increase (decrease) in the fair value of investments	516,272	437,478	18.01%
Rents	161,721	168,307	-3.91%
Miscellaneous	29,662	83,275	-64.38%
Total Revenues	$ 17,855,810	$ 19,241,479	-7.20%
Per Capita	$ 1,029	$ 1,129	-8.86%
EXPENDITURES:			
Current:			
General Government	$ 1,737,803	$ 1,613,617	7.70%
Public Safety	2,829,095	2,545,484	11.14%
Streets and Highways	1,755,151	1,679,244	4.52%
Urban and Economic Development	75,690	422	17836.02%
Culture and Recreation	662,708	722,834	-8.32%
Miscellaneous	238,032	226,117	5.27%
Debt Service:			
Bond Principal	590,000	500,000	18.00%
Interest and Fiscal Charges	376,348	399,895	-5.89%
Capital Outlay	3,485,086	4,933,863	-29.36%
Total Expenditures	$ 11,749,913	$ 12,621,476	-6.91%
Per Capita	$ 677	$ 741	-8.57%
Total Long-Term Indebtedness	$ 15,188,653	$ 15,735,000	-3.47%
Per Capita	$ 875	$ 923	-5.20%
General Fund and Special Revenue Funds Restricted, Committed, Assigned, and Unassigned Fund Balance - December 31	$ 8,098,621	$ 7,801,552	3.81%
Per Capita	$ 467	$ 458	1.95%

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CITY OF HUGO, MINNESOTA
PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
Operating Revenue		
Water charges	$ 1,634,969	$ 2,092,752
Meter sales	91,042	56,917
Sewer charges	2,039,225	1,876,158
Total Operating Revenues	3,765,236	4,025,827
Operating Expenses		
Personal services	681,312	740,634
Engineering	35,310	33,588
Electricity	130,093	152,084
Repairs and maintenance	284,394	431,660
Sewer charges - MCES	943,318	848,098
Depreciation	1,253,633	1,166,602
Miscellaneous	333,394	370,115
Total Operating Expenses	3,661,454	3,742,781
Operating Income (Loss)	103,782	283,046
Nonoperating Revenue (Expense)		
Future infrastructure charges	875,870	665,773
Rental income	44,889	23,382
Property taxes (for stormwater purposes)	278,604	278,497
Intergovernmental revenue	336	428
Investment earnings	920,626	790,729
Net increase (decrease) in the fair value of investments	409,008	357,410
Miscellaneous	5,770	8,565
Total Nonoperating Revenue	2,535,103	2,124,784
Net Income Before Transfers and Contributions	2,638,885	2,407,830
Capital contributions - special assessments	1,790	1,725
Noncash capital contributions	2,336,596	4,488,813
Capital contributions - intergovernmental	-	215,240
Capital contributions - other	84,859	68,224
Change in net position	5,062,130	7,181,832
Net Position, Beginning of Year	59,693,400	52,511,568
Net Position, End of Year	$ 64,755,530	$ 59,693,400

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CITY OF HUGO, MINNESOTA
PROPRIETARY FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2024 AND 2023

	2024	2023
ASSETS		
Current Assets		
Cash and cash equivalents	$ 29,519,978	$ 26,514,663
Receivables:		
Accounts receivable	850,665	787,713
Accrued interest	146,153	76,489
Special assessments (net of allowance for uncollectibles)	189,443	186,957
Lease	-	45,569
Due from other governmental units	3,370	976
Total Current Assets	30,709,609	27,612,367
Noncurrent Assets		
Property and Equipment:		
Nondepreciable	336,125	953,413
Depreciable	49,476,187	45,950,492
Less: Accumulated depreciation	15,310,040	14,056,407
Total Noncurrent Assets	34,502,272	32,847,498
Total Assets	65,211,881	60,459,865
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows from pension activity	54,495	95,855
LIABILITIES		
Current Liabilities		
Current portion of long-term debt (compensated absences)	42,570	53,603
Accounts payable	38,203	297,379
Contracts payable	14,411	21,778
Due to other governmental units	24,250	22,070
Salaries payable	4,718	23,769
Total Current Liabilities	124,152	418,599
Long-term Liabilities		
Net pension liability	213,915	291,111
Compensated absences, net of current portion	15,306	-
Total Long-Term Liabilities	229,221	291,111
Total Liabilities	353,373	709,710
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows from leasing activity	-	43,243
Deferred inflows from pension activity	157,473	109,367
Total Deferred Inflows of Resources	157,473	152,610
NET POSITION		
Investment in capital assets	34,487,738	32,583,552
Unrestricted	30,267,792	27,109,848
Total Net Position	$ 64,755,530	$ 59,693,400

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CITY OF HUGO, MINNESOTA
PROPRIETARY FUND
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
Cash Flows From Operating Activities		
Cash received from customers	$ 4,575,760	$ 5,091,193
Cash paid to suppliers	(1,741,460)	(1,820,260)
Cash paid to employees	(683,820)	(707,593)
Other income received	7,752	8,389
Net Cash Provided By Operating Activities	2,158,232	2,571,729
Cash Flows from Capital and Related Financing Activities		
Acquisition of capital assets	(690,795)	(375,325)
Special assessments and property taxes received	277,908	265,077
Net Cash Provided By (Used In) Capital and Related Financing Activities	(412,887)	(110,248)
Cash Flows From Investing Activities		
Investment earnings received	850,962	757,424
Net increase (decrease) in the fair value of investments	409,008	357,410
Net Cash Provided By (Used In) Investing Activities	1,259,970	1,114,834
Net Increase (Decrease) in Cash and Cash Equivalents	3,005,315	3,576,315
Cash and Cash Equivalents, Beginning of Year	26,514,663	22,938,348
Cash and Cash Equivalents, End of Year	$ 29,519,978	$ 26,514,663

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2024	2023
Operating income (loss)	$ 103,782	$ 283,046
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Depreciation	1,253,633	1,166,602
Change in net pension liability	12,270	27,776
Future infrastructure charges, included in nonoperating revenues	875,870	665,773
Change in lease receivable and deferred inflows of resources	(43,243)	(23,986)
Other income	50,995	32,375
(Increase) Decrease In:		
Accounts receivable	(62,952)	189,406
Due from other governmental units	(2,394)	209,687
Deposits	-	1,500
Increase (Decrease) In:		
Accounts payable	(9,764)	(7,555)
Contracts payable	(7,367)	21,778
Due to other governmental units	2,180	1,062
Salaries payable	(19,051)	3,116
Unearned revenue	-	(1,000)
Estimated liability for compensated absences	4,273	2,149
Net Cash Provided By Operating Activities	$ 2,158,232	$ 2,571,729
Noncash Investing, Capital and Financing Activities		
Receipt of contributed property	$ 2,336,596	$ 4,488,813
Capital assets in accounts payable at year end	$ 14,534	$ 263,946

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