

**AGENDA**  
**CITY OF LEXINGTON**  
**REGULAR COUNCIL MEETING**  
**JUNE 15, 2023– 7:00 P.M.**  
**9180 LEXINGTON AVENUE**

**1. PLEDGE OF ALLEGIANCE**

**2. CALL TO ORDER:** – Mayor Grote

A. Roll Call - Council Members: DeVries, Harris, Winge and Benson

**3. CITIZENS FORUM**

This is a portion of the Council meeting where individuals will be allowed to address the Council on subjects which are not a part of the meeting agenda. Persons wishing to speak may be required to complete a sign-up sheet and give it to a staff person at the meeting. The Council may take action or reply at the time of the statement or may give direction to staff for future action based on the concerns expressed

**4. APPROVAL OF AGENDA WITH CHANGES AND CORRECTIONS**

**5. 2022 AUDIT REPORT**

- Executive Governance Summary
- 2022 Financial Statement Audit
- Annual Financial Report

**Abdo, Eick & Meyers**

**pp. 1-12**

**pp. 13-32**

**pp. 33-128**

**6. LETTERS AND COMMUNICATIONS:**

- A. Centennial Lakes Police Department Media Reports 5-24 through 6-6, 2023 **pp. 129-137**
- B. City Report – May 2023 **pp. 138-143**
- C. North Metro TV – May 2023 Update **pp. 144-150**
- D. Metropolitan Council – Preliminary Population and Household Estimates **pp. 151-153**

**Consent Agenda:**

The Consent Agenda covers routine administrative matters. These items are not discussed, and are approved in their entirety pursuant to the recommendations on the staff reports. A Council Member or citizen may ask that an item be moved from the Consent Agenda to the end of section 7 of the agenda in order to be discussed and receive separate action.

**2. CONSENT ITEMS:**

- A. Recommendation to Approve Council Minutes:  
Council Meeting – June 1, 2023 **pp.154-156**
- B. Recommendation to Approve Claims and Bills: **pp.157- 169**  
Check #'s 50349 through 50404  
Check #'s 14785 through 14792  
Check #'s 14795 through 14814
- C. Financial Reports **pp. 170**  
• Cash Balances **pp.171-172**  
• Fund Summary – Budget to Actual

### **Action Items:**

These items are intended primarily for Council discussion and action. It is up to the discretion of the Mayor as to what, if any, public comment will be heard on these items. Persons wishing to speak on discussion items must complete a sign-up sheet and give it to a staff person at the meeting.

### **3. ACTION ITEMS:**

- A. Recommendation to approve Change Order #1 for 2023 Street Improvement  
Dunlap Avenue Project in the amount of \$3500.00 **pp.173-177**
- B. Recommendation to approve Business License Renewals **pp. 178**
- C. Recommendation to approve Liquor License Renewals **pp. 179-180**  
• Boulevard Bar & Grille **pp. 181-182**  
• Cowboy's Saloon **pp. 183-184**  
• Carbone's Pizza **pp. 185-186**  
• El Loro Mexican Grill & Cantina (pending successful background)  
• Poncho's Taqueria (Wine & Sunday Sales) **pp.187-190**

### **4. MAYOR AND COUNCIL INPUT**

### **5. ADMINISTRATOR INPUT**

### **6. ADJOURNMENT**

/mv

# **No Workshop**



# Executive Governance Summary

## City of Lexington

Lexington, Minnesota

For the year ended December 31, 2022



### *Edina Office*

5201 Eden Avenue, Ste 250  
Edina, MN 55436  
P 952.835.9090

### *Mankato Office*

100 Warren Street, Ste 600  
Mankato, MN 56001  
P 507.625.2727

### *Scottsdale Office*

14500 N Northsight Blvd, Ste 233  
Scottsdale, AZ 85260  
P 480.864.5579





May 20, 2023

Management, Honorable Mayor and City Council  
City of Lexington, Minnesota

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lexington, Minnesota (the City), for the year ended December 31, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 22, 2022. Professional standards also require that we provide to you the following information related to our audit.

### Significant Audit Findings

In planning and performing our audit of the financial statements, we considered the City's internal control to as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiency in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. As described below, we identified a deficiencies in internal control that we consider to be a significant deficiencies, findings 2022-001 and 2022-002.



<i>Condition:</i>	We were requested to draft the audited financial statements and related footnote disclosures as part of our regular audit services. Ultimately, it is management's responsibility to provide for the preparation of your statements and footnotes, and the responsibility of the auditor to determine the fairness of presentation of those statements. It is our responsibility to inform you that this deficiency could result in a material misstatement to the financial statements that could have been prevented or detected by your management. Essentially, the auditors cannot be part of your internal control process.
<i>Criteria:</i>	Internal controls should be in place to provide reasonable assurance over the reliability of financial records and reporting.
<i>Cause:</i>	From a practical standpoint, we both prepare your statements and determine the fairness of the presentation at the same time in connection with our audit. This is not unusual for us to do with organizations of your size.
<i>Effect:</i>	The effectiveness of the internal control system relies on enforcement by management. The effect of deficiencies in internal controls can result in undetected errors in financial reporting. We have instructed management to review a draft of the auditor prepared financials in detail for accuracy; we have answered any questions that management might have, and have encouraged research of any accounting guidance in connection with the adequacy and appropriateness of classification of disclosures in your statements. We are satisfied that the appropriate steps have been taken to provide you with the completed financial statements.
<i>Recommendation:</i>	Under these circumstances, the most effective controls lie in management's knowledge of the City's financial operations. It is the responsibility of management and those charged with governance to make the decision whether to accept the degree of risk associated with this condition because of cost and other considerations. While the City is reviewing the financial statements, we recommend that 1) a disclosure checklist be utilized to ensure all required disclosures are presented and agree to work papers, and 2) the City should agree its accounting information from Banyon to the amounts reported in the financial statements.
<i>Management Response:</i>	The City accepts the degree of risk associated with this deficiency and thoroughly reviews a draft of the financial statements.



2022-002

### Limited Segregation of Duties

*Condition:* During our audit, we reviewed procedures within each of the City's major transaction cycles and found the City to have limited segregation of duties over accounting duties.

*Criteria:* There are four general categories of duties: authorization, custody, record keeping and reconciliation. In an ideal system, different employees perform each of these four major functions. In other words, no one person has control of two or more of these responsibilities.

*Cause:* The Finance Director performs several duties within each of the categories described above.

*Effect:* The existence of these limited segregations of duties increases the risk of fraud and error.

*Recommendation:* While we recognize the number of staff is not large enough to eliminate this deficiency, we recommend that the City evaluate the current procedures and segregate duties where possible and implement any compensating controls. We are aware some compensating controls are in place; however, it is important that the City Council is aware of this condition and monitor all financial information.

#### Management Response:

Management recognizes that it is not economically feasible to correct this finding, however is aware of the deficiency and is relying on oversight by management and the City Council to monitor this deficiency.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of Minnesota statutes. However, providing an opinion on compliance with those provisions was not an objective of our audit. While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on the City's compliance with those requirements. The results of our tests disclosed no instances of noncompliance that are required to be reported in accordance with Minnesota statutes.





## Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the financial statements. The City changed accounting policies during the year ended June 30, 2022 related to the accounting and financial reporting for lease activities (GASB 87). We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements are included below.

- Management's estimate of depreciation is based on estimated useful lives of the assets. Depreciation is calculated using the straight-line method.
- Allocations of gross wages and payroll benefits are approved by City Council within the City's budget and are derived from each employee's estimated time to be spent servicing the respective functions of the City. These allocations are also used in allocating accrued compensated absences payable.
- Management's estimate of its pension liability is based on several factors including, but not limited to, anticipated investment return rate, retirement age for active employees, life expectancy, salary increases and form of annuity payment upon retirement.
- Management's estimate of its lease receivable is based on the present value of lease payments expected to be received during the lease term.

We evaluated the key factors and assumptions used to develop these accounting estimates in determining that they are reasonable in relation to the financial statements taken as a whole. The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

## Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

## Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

## Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

## Management Representations

We have requested certain representations from management that are included in the management representation letter dated May 20, 2023.





## **Management Consultations with Other Independent Accountants**

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

## **Other Matters**

We applied certain limited procedures to the required supplementary information (RSI) (Management's Discussion and Analysis, the Schedule of Employer's Share of the Net Pension Liability, Schedule of Changes in the Fire Relief Association's Net Pension Liability (Asset) and Related Ratios and the Schedules of Employer's Contributions), which is information that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the supplementary information (combining and individual fund financial statements and schedules), which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the introductory section, which accompany the financial statements but is not RSI. We did not audit or perform other procedures on this other information and we do not express an opinion or provide any assurance on it.

## **Other Audit Findings or Issues**

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.



## **Future Accounting Standard Changes**

The following Governmental Accounting Standards Board (GASB) Statements have been issued and may have an impact on future City financial statements: <sup>(1)</sup>

### **GASB Statement No. 94 - Public-Private and Public-Public Partnerships and Availability Payment Arrangements**

#### **Summary**

The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in this Statement as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement.

This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in this Statement, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction.

#### **Effective Date and Transition**

The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Earlier application is encouraged.

PPPs should be recognized and measured using the facts and circumstances that exist at the beginning of the period of implementation (or if applicable to earlier periods, the beginning of the earliest period restated).

#### **How the Changes in This Statement Will Improve Accounting and Financial Reporting**

The requirements of this Statement will improve financial reporting by establishing the definitions of PPPs and APAs and providing uniform guidance on accounting and financial reporting for transactions that meet those definitions. That uniform guidance will provide more relevant and reliable information for financial statement users and create greater consistency in practice. This Statement will enhance the decision usefulness of a government's financial statements by requiring governments to report assets and liabilities related to PPPs consistently and disclose important information about PPP transactions. The required disclosures will allow users to understand the scale and important aspects of a government's PPPs and evaluate a government's future obligations and assets resulting from PPPs.





## **Future Accounting Standard Changes (Continued)**

### **GASB Statement No. 96 - Subscription-Based Information Technology Arrangements**

#### **Summary**

This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended.

Under this Statement, a government generally should recognize a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability. A government should recognize the subscription liability at the commencement of the subscription term, - which is when the subscription asset is placed into service. The subscription liability should be initially measured at the present value of subscription payments expected to be made during the subscription term. Future subscription payments should be discounted using the interest rate the SBITA vendor charges the government, which may be implicit, or the government's incremental borrowing rate if the interest rate is not readily determinable. A government should recognize amortization of the discount on the subscription liability as an outflow of resources (for example, interest expense) in subsequent financial reporting periods.

This Statement provides an exception for short-term SBITAs. Short-term SBITAs have a maximum possible term under the SBITA contract of 12 months (or less), including any options to extend, regardless of their probability of being exercised. Subscription payments for short-term SBITAs should be recognized as outflows of resources.

This Statement requires a government to disclose descriptive information about its SBITAs other than short-term SBITAs, such as the amount of the subscription asset, accumulated amortization, other payments not included in the measurement of a subscription liability, principal and interest requirements for the subscription liability, and other essential information.

#### **Effective Date and Transition**

The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Earlier application is encouraged. Assets and liabilities resulting from SBITAs should be recognized and measured using the facts and circumstances that existed at the beginning of the fiscal year in which this Statement is implemented. Governments are permitted, but are not required, to include in the measurement of the subscription asset capitalizable outlays associated with the initial implementation stage and the operation and additional implementation stage incurred prior to the implementation of this Statement.

#### **How the Changes in This Statement Will Improve Accounting and Financial Reporting**

The requirements of this Statement will improve financial reporting by establishing a definition for SBITAs and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.





## Future Accounting Standard Changes (Continued)

### GASB Statement No. 98 - *The Annual Comprehensive Financial Report*

#### Summary

This Statement establishes the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments.

This Statement was developed in response to concerns raised by stakeholders that the common pronunciation of the acronym for comprehensive annual financial report sounds like a profoundly objectionable racial slur. This Statement's introduction of the new term is founded on a commitment to promoting inclusiveness.

#### Effective Date and Transition

The requirements of this Statement are effective for fiscal years ending after December 15, 2021. Earlier application is encouraged.

### GASB Statement No. 99 - *Omnibus 2022*

#### Summary

The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The practice issues addressed by this Statement are as follows:

- Classification and reporting of derivative instruments within the scope of Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, that do not meet the definition of either an investment derivative instrument or a hedging derivative instrument
- Clarification of provisions in Statement No. 87, *Leases*, as amended, related to the determination of the lease term, classification of a lease as a short-term lease, recognition and measurement of a lease liability and a lease asset, and identification of lease incentives
- Clarification of provisions in Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, related to (a) the determination of the public-private and public-public partnership (PPP) term and (b) recognition and measurement of installment payments and the transfer of the underlying PPP asset
- Clarification of provisions in Statement No. 96, *Subscription-Based Information Technology Arrangements*, related to the subscription-based information technology arrangement (SBITA) term, classification of a SBITA as a short-term SBITA, and recognition and measurement of a subscription liability
- Extension of the period during which the London Interbank Offered Rate (LIBOR) is considered an appropriate benchmark interest rate for the qualitative evaluation of the effectiveness of an interest rate swap that hedges the interest rate risk of taxable debt
- Accounting for the distribution of benefits as part of the Supplemental Nutrition Assistance Program (SNAP)
- Disclosures related to nonmonetary transactions
- Pledges of future revenues when resources are not received by the pledging government



## Future Accounting Standard Changes (Continued)

- Clarification of provisions in Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, as amended, related to the focus of the government-wide financial statements
- Terminology updates related to certain provisions of Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*
- Terminology used in Statement 53 to refer to resource flows statements.

## Effective Date and Transition

The requirements of this Statement that are effective as follows:

- The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance.
- The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.
- The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

The Board considered the effective dates for the requirements of this Statement in light of the COVID-19 pandemic and in concert with Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*.

## How the Changes in This Statement Will Improve Accounting and Financial Reporting

The requirements of this Statement will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature. Consistent authoritative literature enables governments and other stakeholders to more easily locate and apply the correct accounting and financial reporting provisions, which improves the consistency with which such provisions are applied. The comparability of financial statements also will improve as a result of this Statement. Better consistency and comparability improve the usefulness of information for users of state and local government financial statements.

## **GASB Statement No. 100 - Accounting Changes and Error Corrections - an amendment of GASB Statement No. 62**

### Summary

The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

This Statement defines *accounting changes* as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. As part of those descriptions, for (1) certain changes in accounting principles and (2) certain changes in accounting estimates that result from a change in measurement methodology, a new principle or methodology should be justified on the basis that it is preferable to the principle or methodology used before the change. That preferability should be based on the qualitative characteristics of financial reporting—understandability, reliability, relevance, timeliness, consistency, and comparability. This Statement also addresses corrections of errors in previously issued financial statements.





## **Future Accounting Standard Changes (Continued)**

This Statement prescribes the accounting and financial reporting for (1) each type of accounting change and (2) error corrections. This Statement requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. The requirements of this Statement for changes in accounting principles apply to the implementation of a new pronouncement in absence of specific transition provisions in the new pronouncement. This Statement also requires that the aggregate amount of adjustments to and restatements of beginning net position, fund balance, or fund net position, as applicable, be displayed by reporting unit in the financial statements.

This Statement requires disclosure in notes to financial statements of descriptive information about accounting changes and error corrections, such as their nature. In addition, information about the quantitative effects on beginning balances of each accounting change and error correction should be disclosed by reporting unit in a tabular format to reconcile beginning balances as previously reported to beginning balances as restated.

Furthermore, this Statement addresses how information that is affected by a change in accounting principle or error correction should be presented in required supplementary information (RSI) and supplementary information (SI). For periods that are earlier than those included in the basic financial statements, information presented in RSI or SI should be restated for error corrections, if practicable, but not for changes in accounting principles.

### **Effective Date and Transition**

The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

### **How the Changes in This Statement Will Improve Accounting and Financial Reporting**

The requirements of this Statement will improve the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. In turn, more understandable, reliable, relevant, consistent, and comparable information will be provided to financial statement users for making decisions or assessing accountability. In addition, the display and note disclosure requirements will result in more consistent, decision useful, understandable, and comprehensive information for users about accounting changes and error corrections.

## **GASB Statement No. 101 - *Compensated Absences***

### **Summary**

The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave. Leave that accumulates is carried forward from the reporting period in which it is earned to a future reporting period during which it may be used for time off or otherwise paid or settled. In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences. However, leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in a liability for compensated absences.





## **Future Accounting Standard Changes (Continued)**

This Statement requires that a liability for certain types of compensated absences—including parental leave, military leave, and jury duty leave—not be recognized until the leave commences. This Statement also requires that a liability for specific types of compensated absences not be recognized until the leave is used.

This Statement also establishes guidance for measuring a liability for leave that has not been used, generally using an employee's pay rate as of the date of the financial statements. A liability for leave that has been used but not yet paid or settled should be measured at the amount of the cash payment or noncash settlement to be made. Certain salary-related payments that are directly and incrementally associated with payments for leave also should be included in the measurement of the liabilities.

With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources.

## **Effective Date and Transition**

The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

## **How the Changes in This Statement Will Improve Accounting and Financial Reporting**

The unified recognition and measurement model in this Statement will result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. In addition, the model can be applied consistently to any type of compensated absence and will eliminate potential comparability issues between governments that offer different types of leave.

The model also will result in a more robust estimate of the amount of compensated absences that a government will pay or settle, which will enhance the relevance and reliability of information about the liability for compensated absences

<sup>(1)</sup> Note. From GASB Pronouncements Summaries. Copyright 2022 by the Financial Accounting Foundation, 401 Merritt 7, Norwalk, CT 06856, USA, and is reproduced with permission.

\* \* \* \*

## **Restriction on Use**

This purpose of this communication is solely for the information and use of the City Council and management of the City and is not intended to be, and should not be used by anyone other than those specified parties.

Our audit would not necessarily disclose all weaknesses in the system because it was based on selected tests of the accounting records and related data. The comments and recommendations in the report are purely constructive in nature, and should be read in this context.

If you have any questions or wish to discuss any of the items contained in this letter, please feel free to contact us at your convenience. We wish to thank you for the continued opportunity to be of service and for the courtesy and cooperation extended to us by your staff.



**Abdo**  
Minneapolis, Minnesota  
May 20, 2023



# City of Lexington

## 2022 Financial Statement Audit





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# Introduction

- Audit Opinion and Responsibility
- General Fund Results
- Other Governmental Funds
- Enterprise Funds
- Key Performance Indicators

P14

Abdo





# Audit Results

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Auditor's Opinion



Unmodified/Clean  
Opinion

Minnesota Legal  
Compliance



No noncompliance  
reported

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# Audit Results

## 2022 Audit Findings

- Preparation of Financial Statements
  - Internal Control Finding
- Limited Segregation of Duties
  - Internal Control Finding

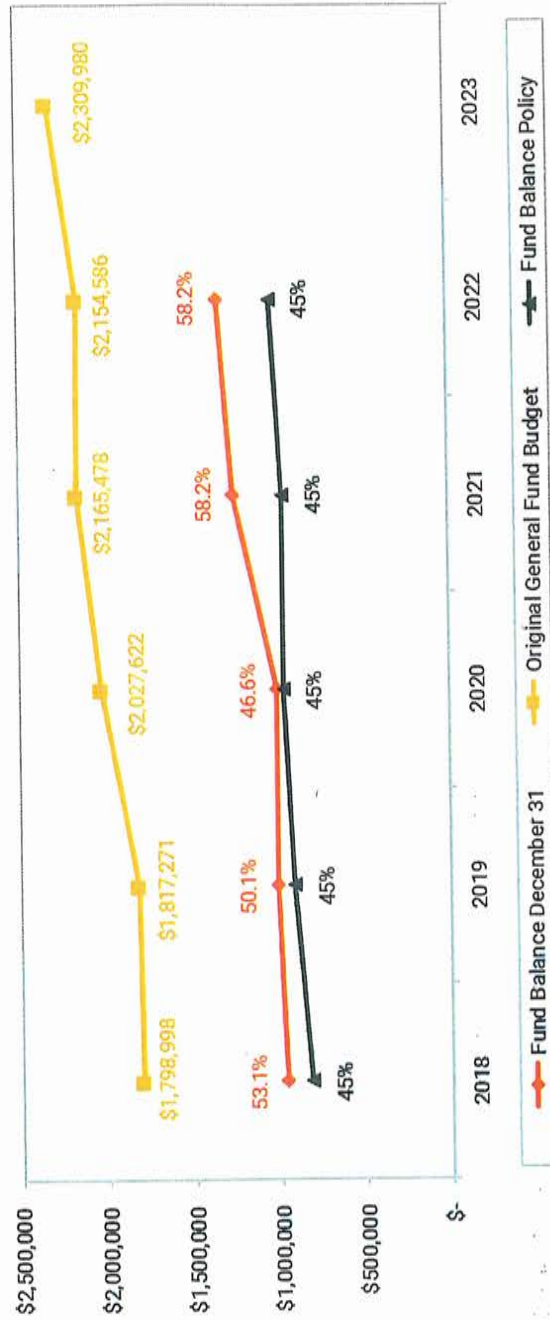
P16

Abdo





# General Fund-Fund Balances

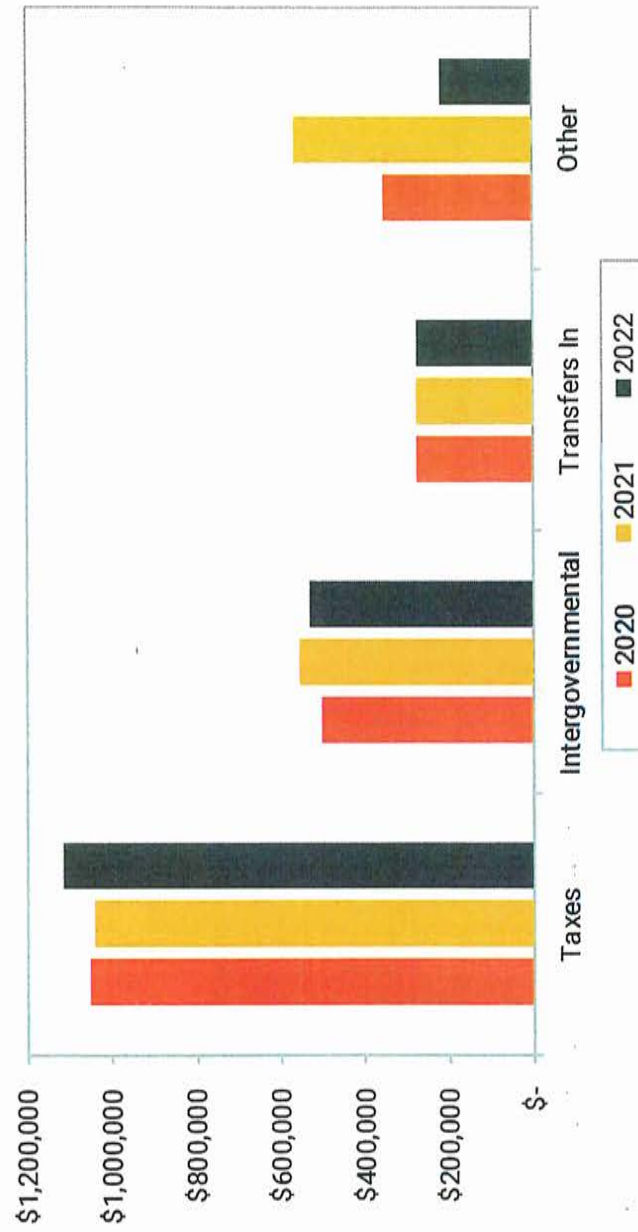


# General Fund Budget to Actual

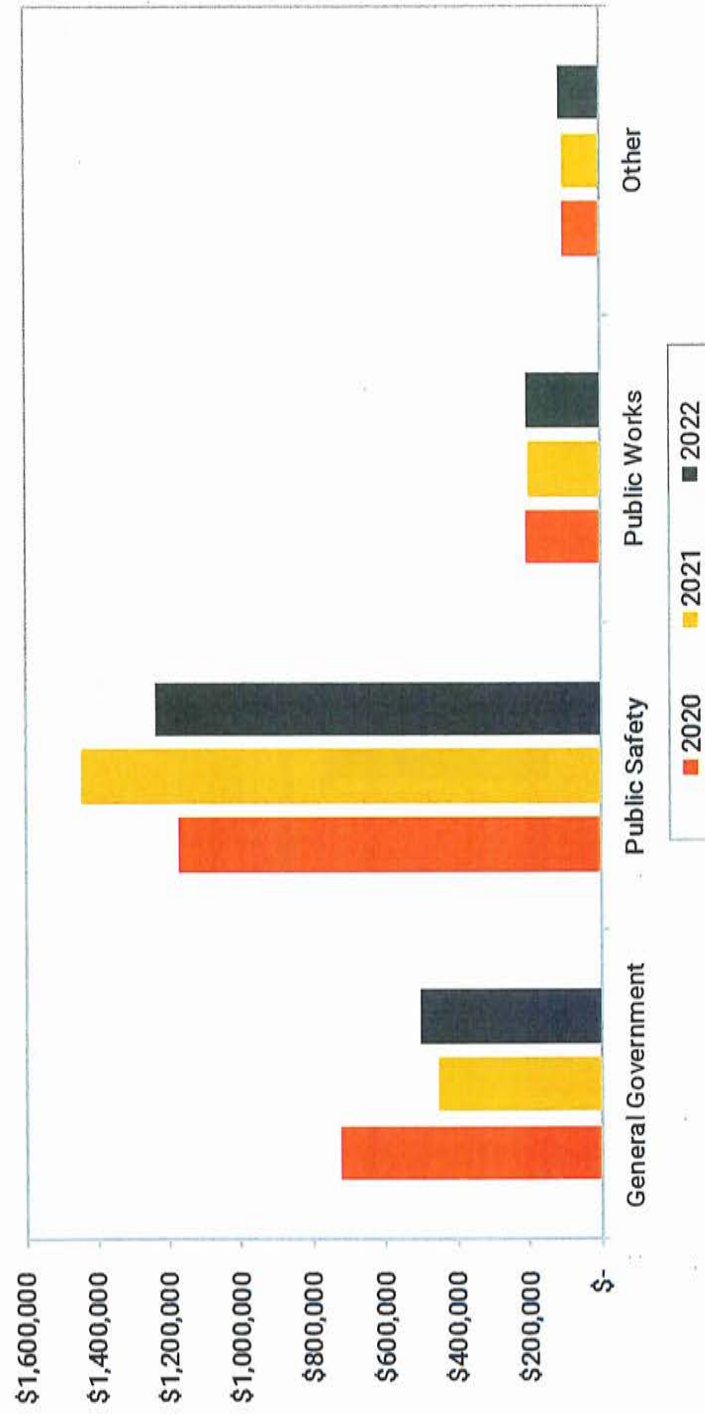
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
Revenues	\$ 1,879,586	\$ 1,862,153	\$ (17,433)
Expenditures	2,154,586	2,047,948	106,638
Deficiency of Revenues Over (Under) Expenditures	(275,000)	(185,795)	89,205
Other Financing Sources (Uses) Transfers in	275,000	275,000	-
Net Change in Fund Balances	-	89,205	89,205
Fund Balances, January 1	1,254,448	1,254,448	-
Fund Balances, December 31	\$ 1,254,448	\$ 1,343,653	\$ 89,205



# General Fund Revenues by Type



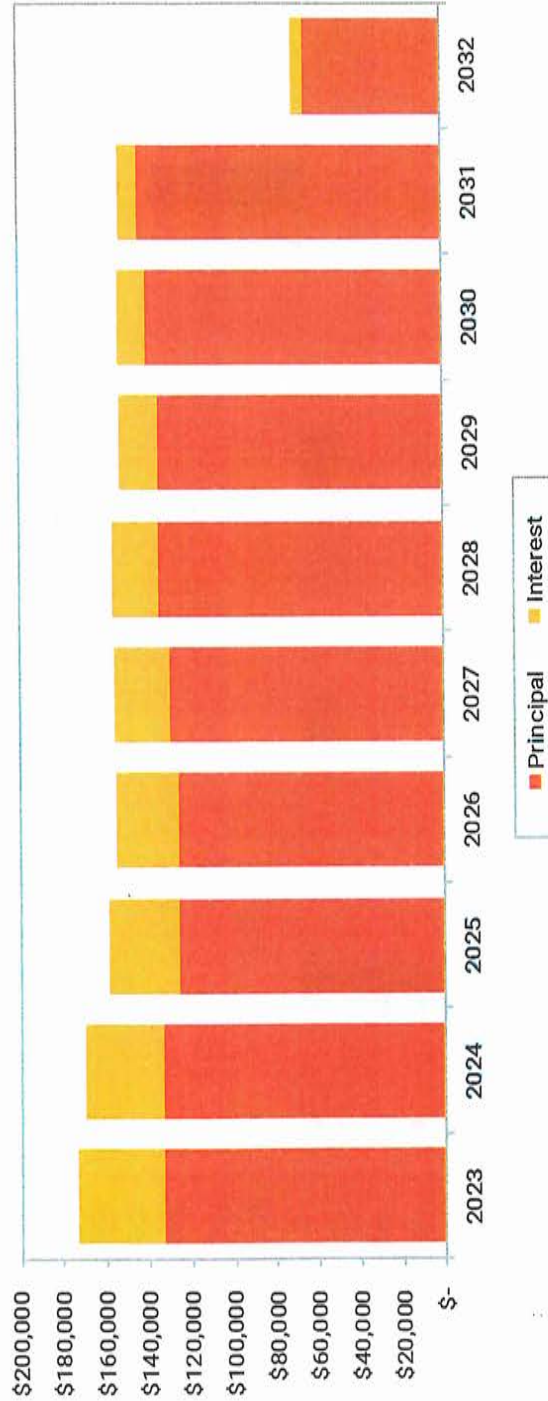
# General Fund Expenditures by Type





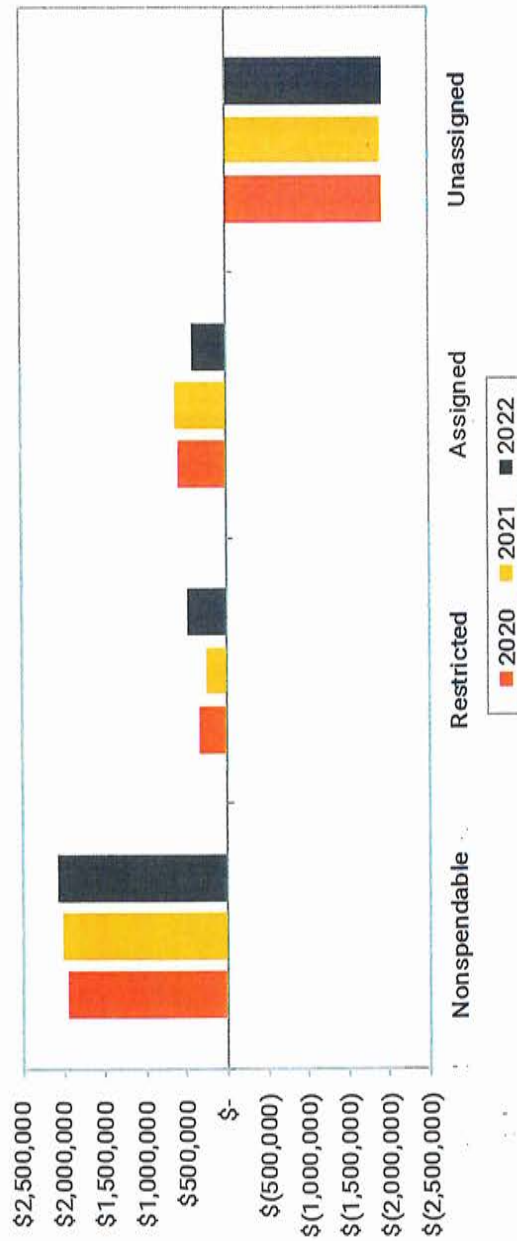
# Debt Service Funds

Description	Cash Balance	Total Assets	Bonds Outstanding	Future Interest Payments	Maturity Date
Improvement Bonds of 2014	\$ 127,501	\$ 137,085	\$ 439,901	\$ 60,563	02/01/31
Improvement Bonds of 2017	291,986	477,326	980,000	183,300	02/01/38
G.O. Capital Notes, Series 2016A	-	-	7,608	-	02/01/24
<b>Total</b>	<b>\$ 419,487</b>	<b>\$ 614,411</b>	<b>\$ 1,427,509</b>	<b>\$ 243,863</b>	



# Capital Projects Fund Balances

Fund	Fund Balances December 31,		Increase (Decrease)
	2022	2021	
Major			
Capital Projects	\$ 2,815,235	\$ 2,762,884	\$ 52,351
TIF District #1-3	(1,936,289)	(1,906,428)	(29,861)
Nonmajor			
Jackson Ave.	-	7,324	(7,324)
2021 Street Improvements	-	30,705	(30,705)
2022 Street Improvements	55,746	-	55,746
2023 Street Improvements	(3,025)	-	(3,025)
Park Dedication Fees	79134	84531	-5397
Total	\$ 1,010,801	\$ 979,016	\$ 31,785

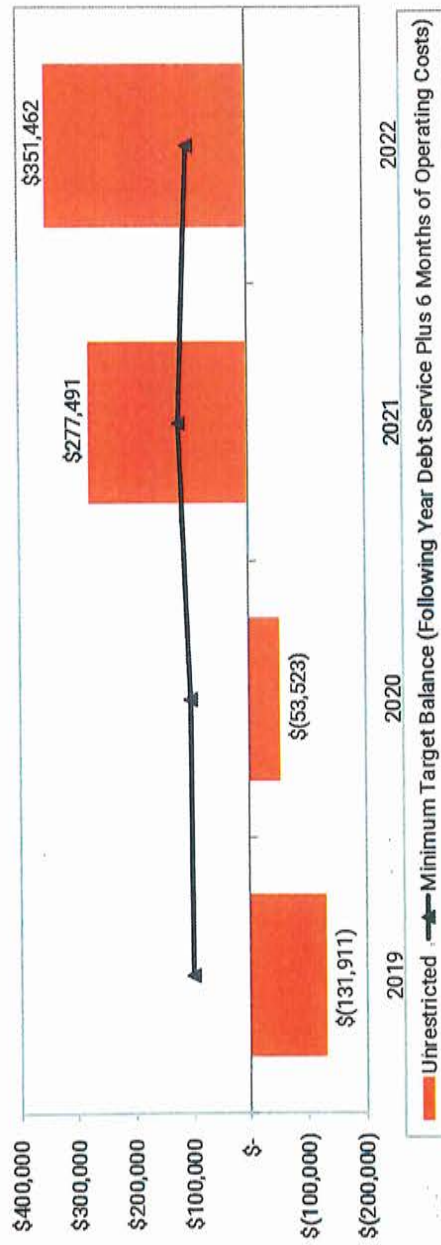
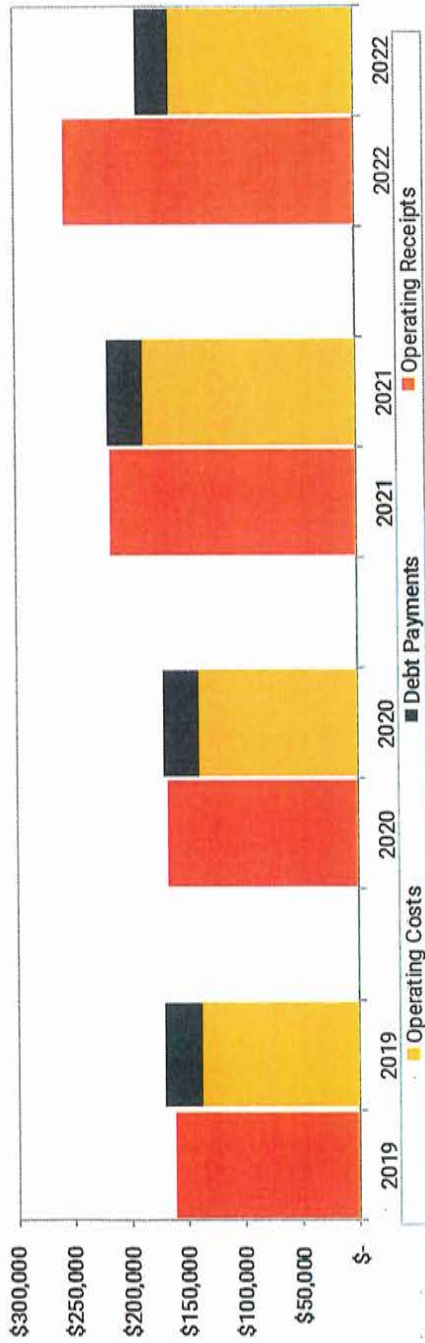




# Water Fund

## Cash Flows from Operations and Cash Balances

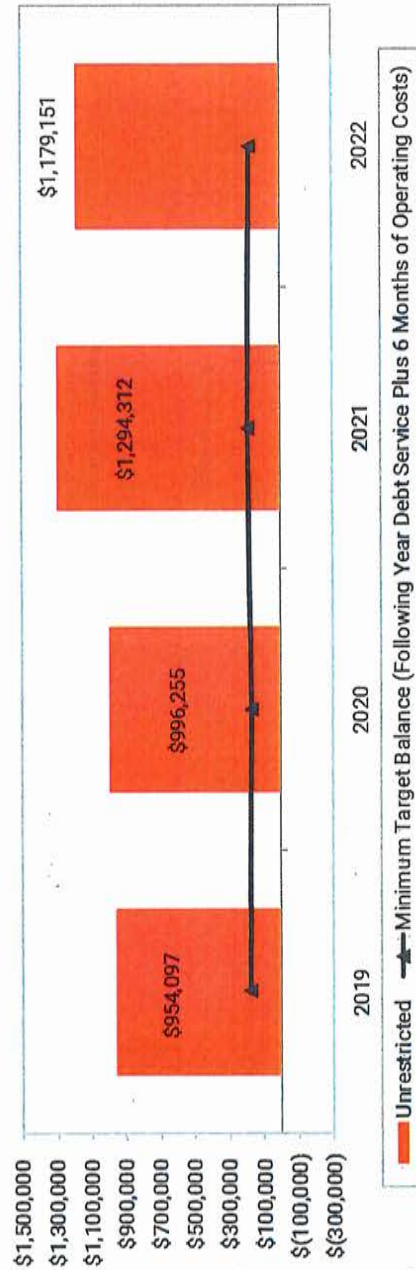
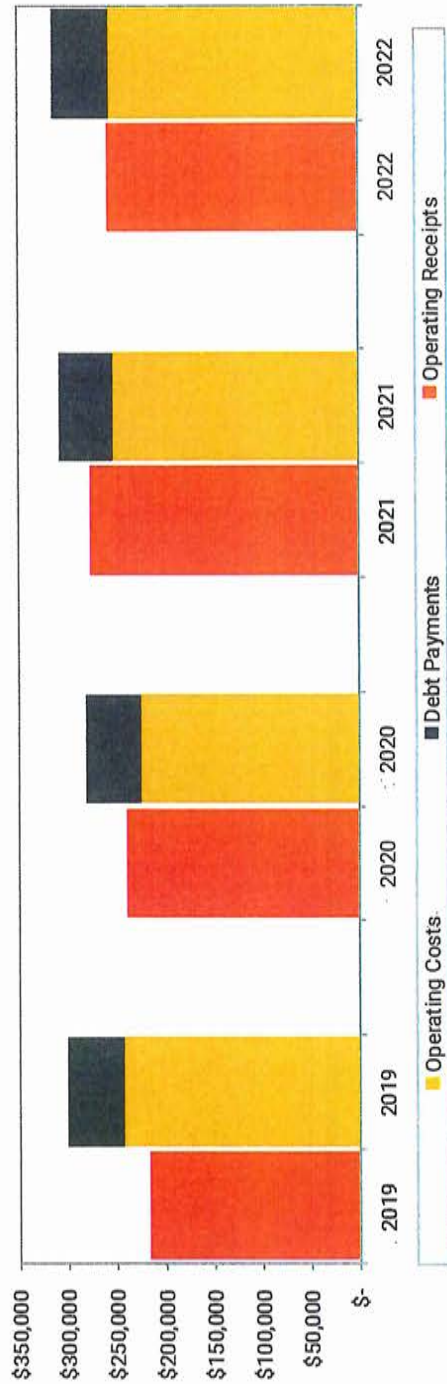
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# Sewer Fund

## Cash Flows from Operations and Cash Balances

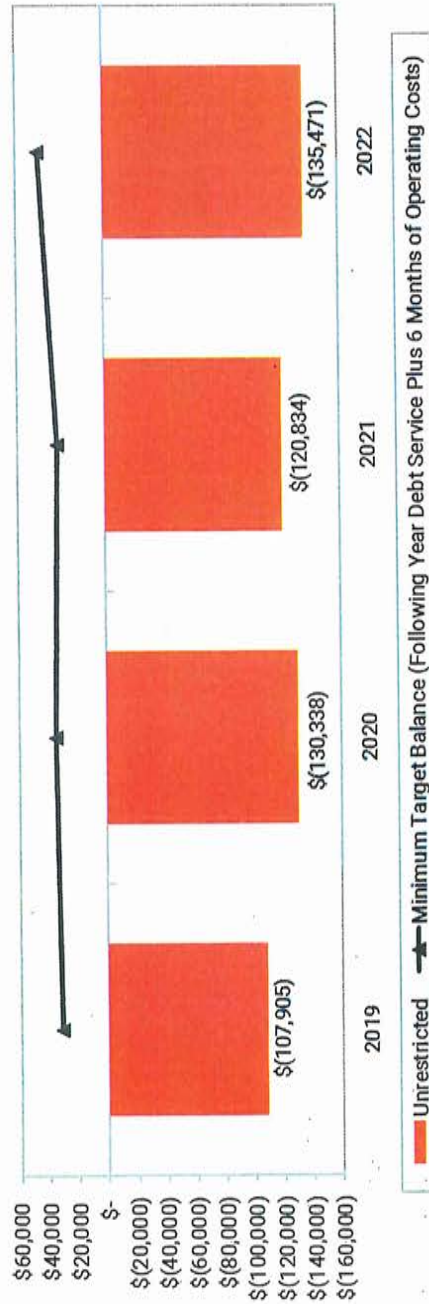
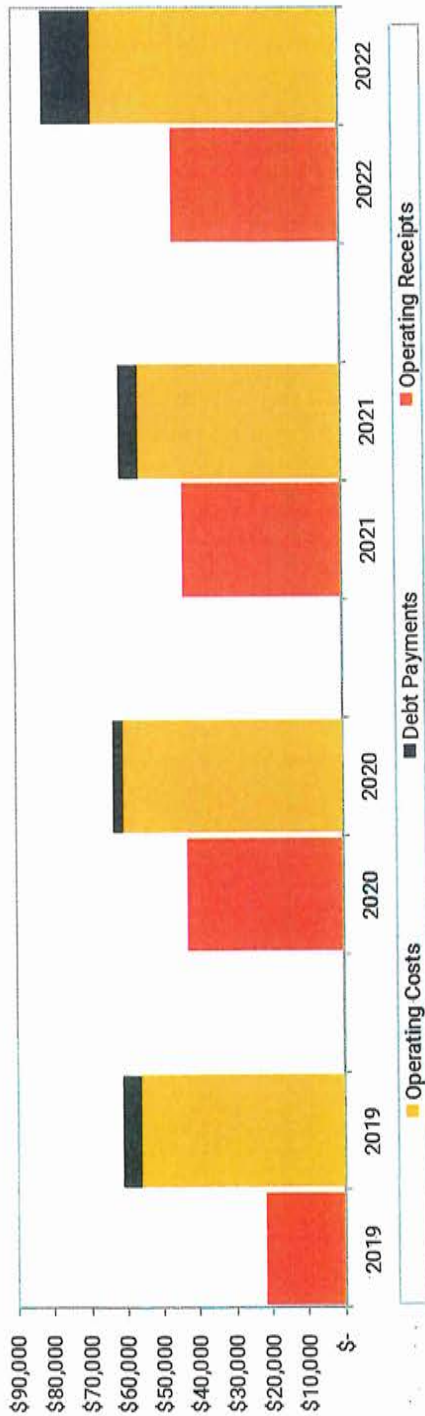
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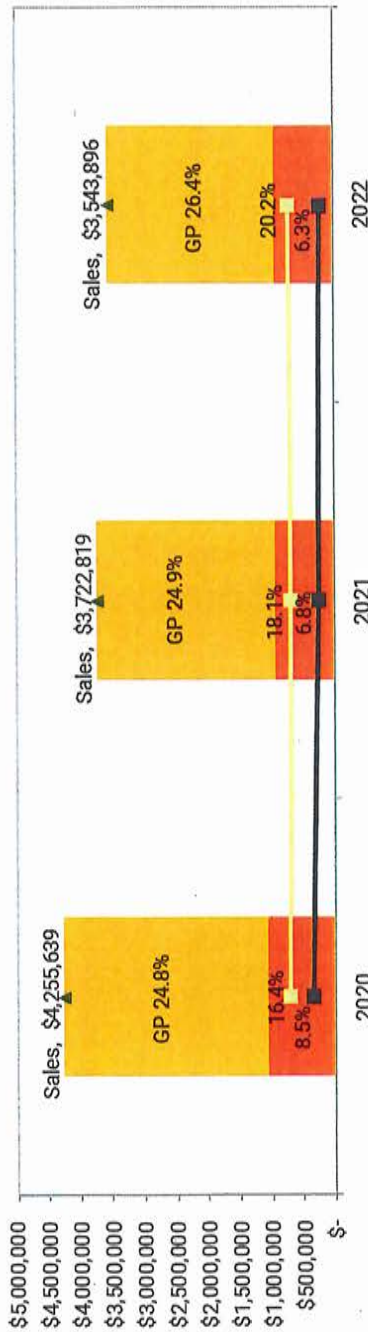
# Storm Fund

## Cash Flows from Operations and Cash Balances

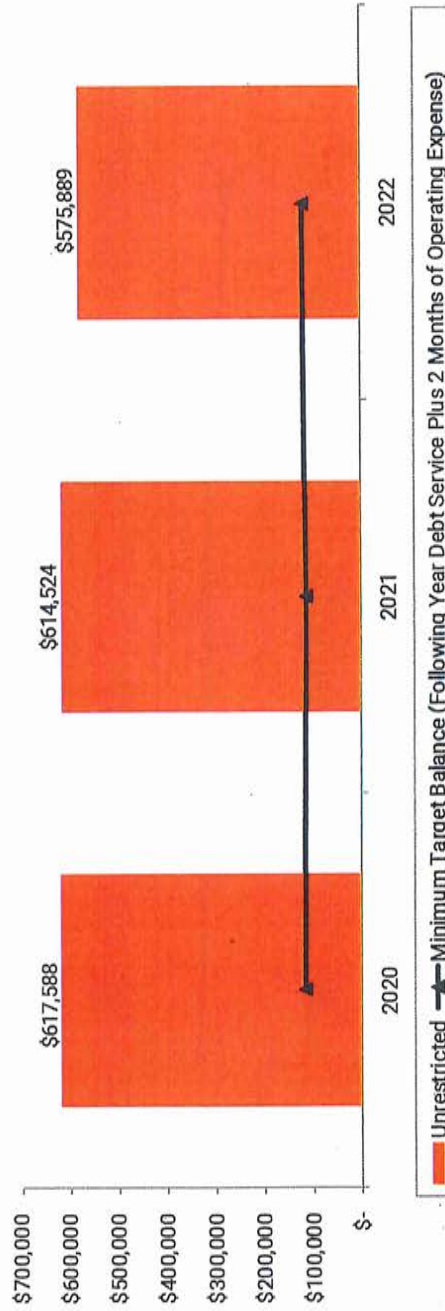


# Liquor Fund

## Cash Flows from Operations and Cash Balances



Legend: Gross Profit (red), Cost of Sales (yellow), Sales (black triangle), Operating Expenses (green), Income before Transfers (blue square)



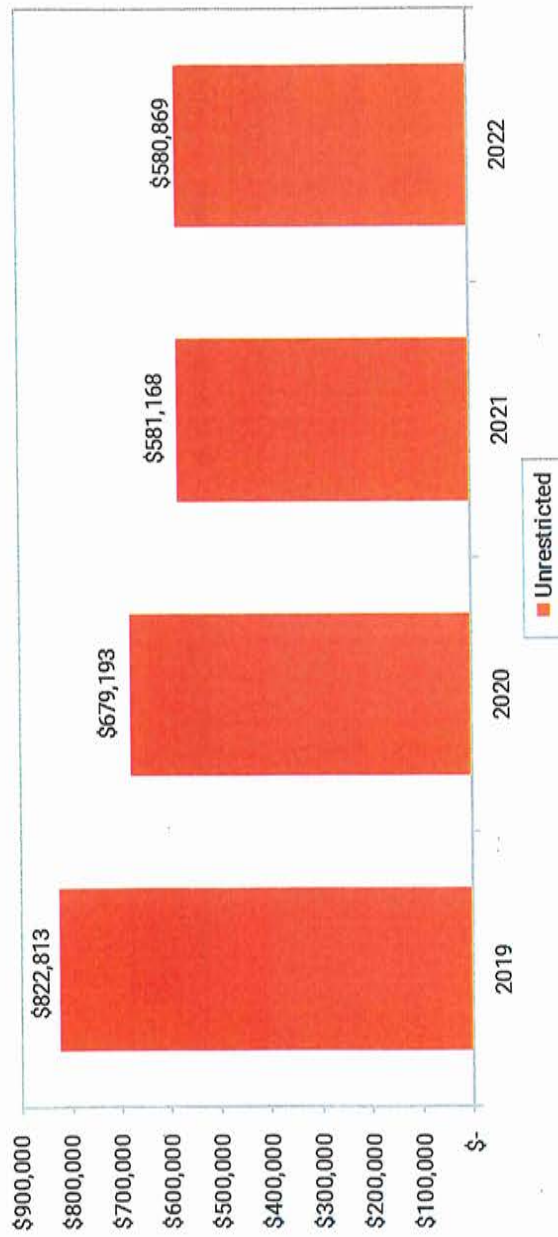
Legend: Unrestricted (red bar), Minimum Target Balance (black line with triangle)

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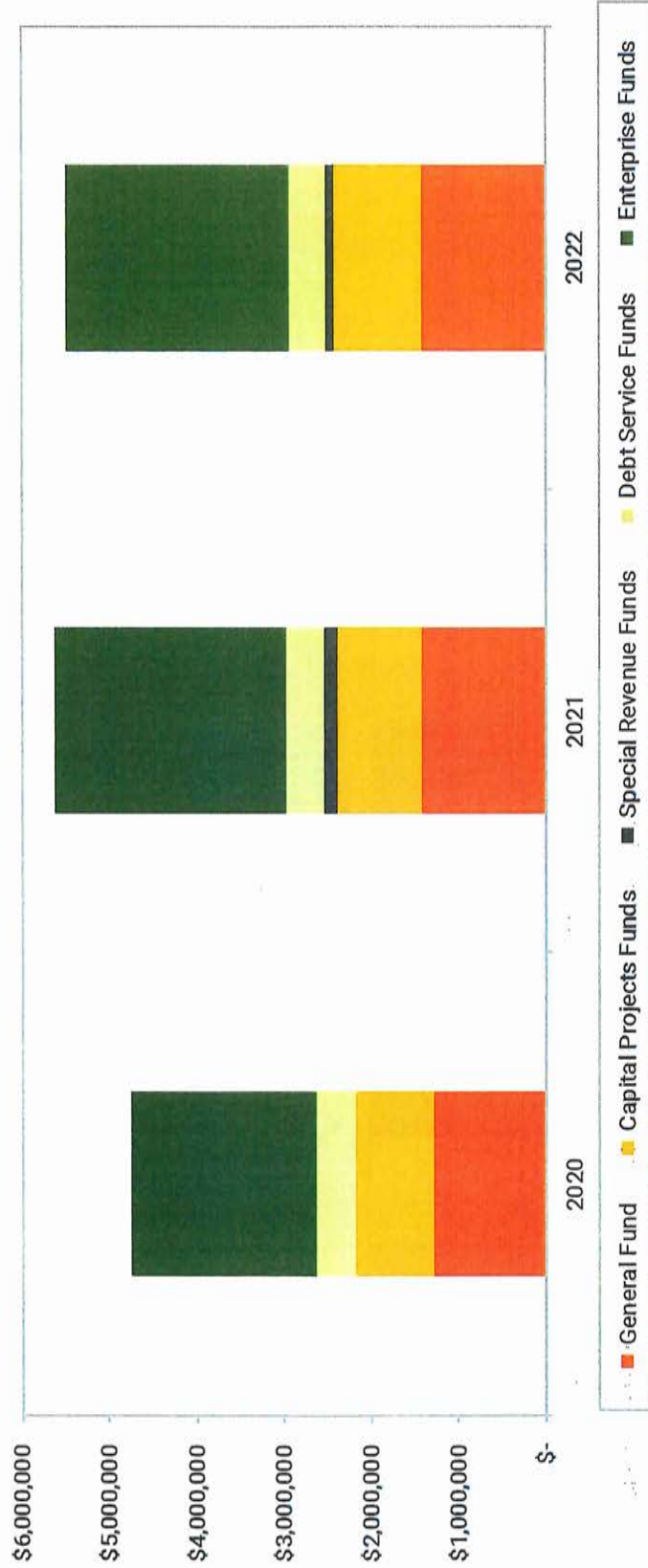


# Lovell Fund

## Cash Balances



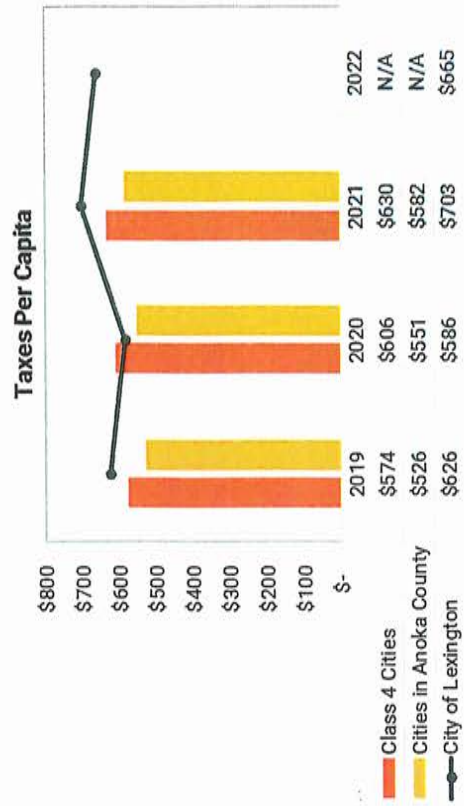
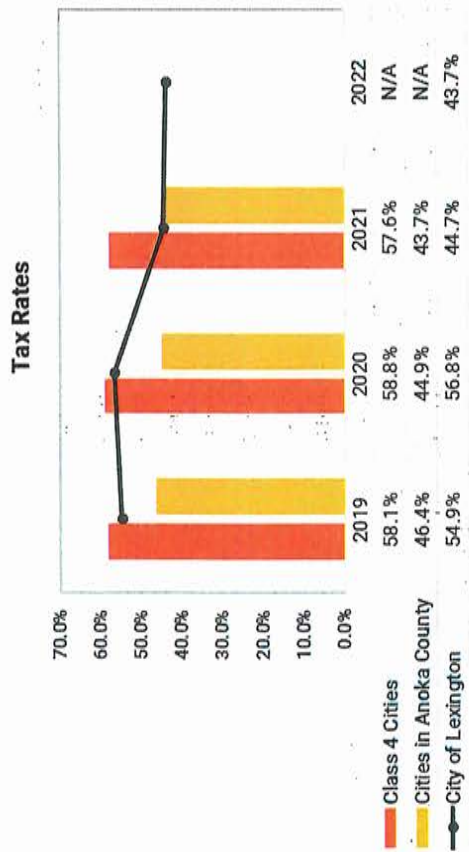
# Cash and Investments Balances by Fund Type





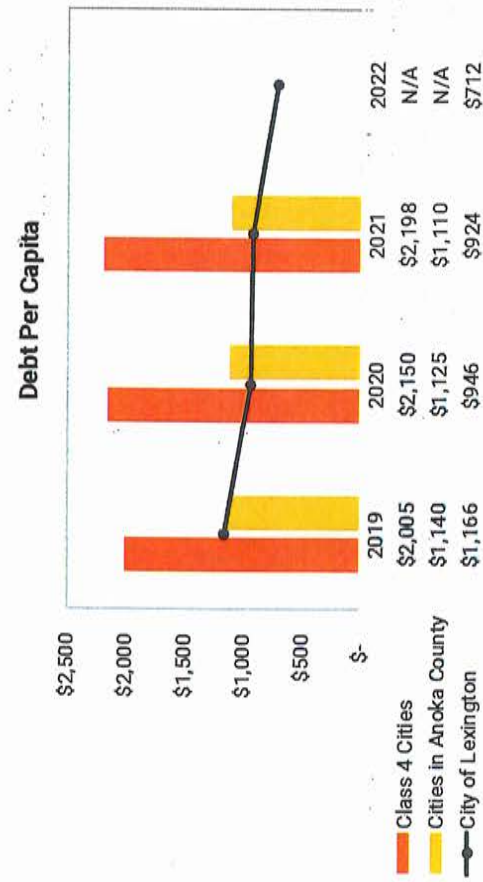
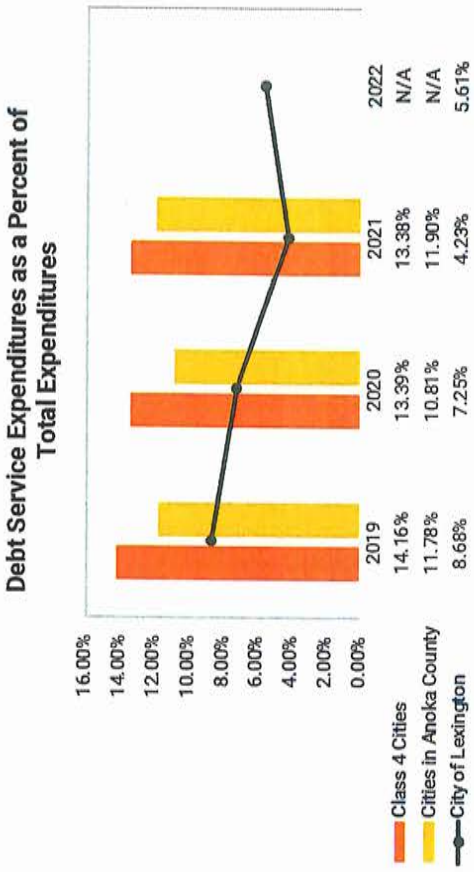
# Taxes

## Key Performance Indicators



# Debt

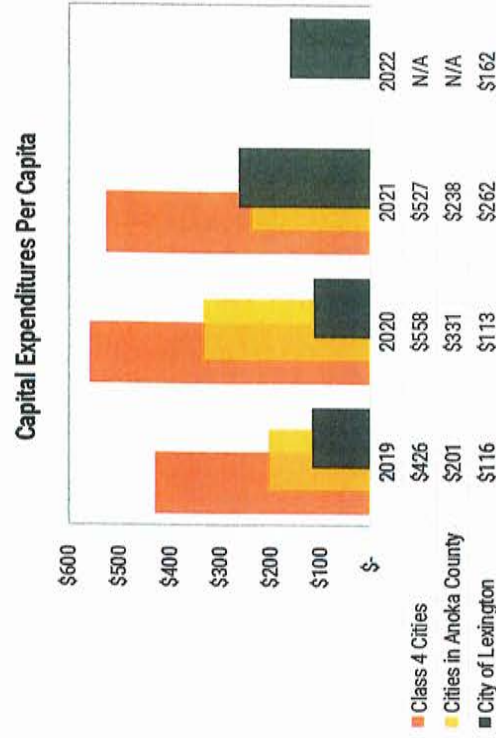
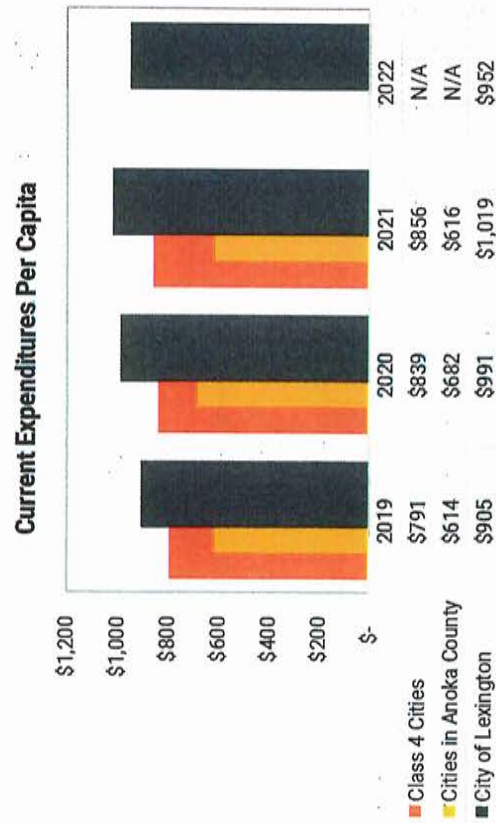
## Key Performance Indicators





# Expenditures

## Key Performance Indicators



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# Your Abdo Team



Andy Berg, CPA  
Partner

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[andrew.berg@abdosolutions.com](mailto:andrew.berg@abdosolutions.com)



John Stachel  
Associate

---

[john.stachel@abdosolutions.com](mailto:john.stachel@abdosolutions.com)



Jason Fagan  
Intern

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[jason.fagan@abdosolutions.com](mailto:jason.fagan@abdosolutions.com)



# Annual Financial Report

## City of Lexington

Lexington, Minnesota

For the year ended December 31, 2022



### *Edina Office*

5201 Eden Avenue, Ste 250  
Edina, MN 55436  
P 952.835.9090

### *Mankato Office*

100 Warren Street, Ste 600  
Mankato, MN 56001  
P 507.625.2727

### *Scottsdale Office*

14500 N Northsight Blvd, Ste 233  
Scottsdale, AZ 85260  
P 480.864.5579



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City of Lexington, Minnesota  
Annual Financial Report  
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For the Year Ended December 31, 2022

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INTRODUCTORY SECTION

CITY OF LEXINGTON  
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2022

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City of Lexington, Minnesota  
Elected and Appointed Officials  
For the Year Ended December 31, 2022

**ELECTED**

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Michael Murphy	Mayor	12/31/22
Kim DeVries	Council Member	12/31/26
Robert Benson	Council Member	12/31/26
Brandon Winge	Council Member	12/31/24
Diane Harris	Council Member	12/31/24

**APPOINTED**

Bill Petracek	City Administrator
---------------	--------------------



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FINANCIAL SECTION  
CITY OF LEXINGTON  
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2022

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## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council  
City of Lexington, Minnesota

### Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lexington, Minnesota (the City), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City as of December 31, 2022, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### *Change in Accounting Principle*

As described in Note 8 to the financial statements, the City adopted the provisions of Governmental Accounting Standard Board (GASB) Statement No. 87, Lease, for the year ended December 31, 2022. Adoption of the provisions of these statements results in significant change to the classifications of the components of the financial statements. Our opinion is not modified with respect to this matter.

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis starting on page 15 and the Schedule of Employer's Share of the Net Pension Liability and the Schedules of Employer's Contributions, the related note disclosures, and the Schedule of Changes in Net Pension Liability (Asset) and Related Ratios, starting on page 76 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.





### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

*Abdo*

Abdo  
Minneapolis, Minnesota  
May 20, 2023





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## Management's Discussion and Analysis

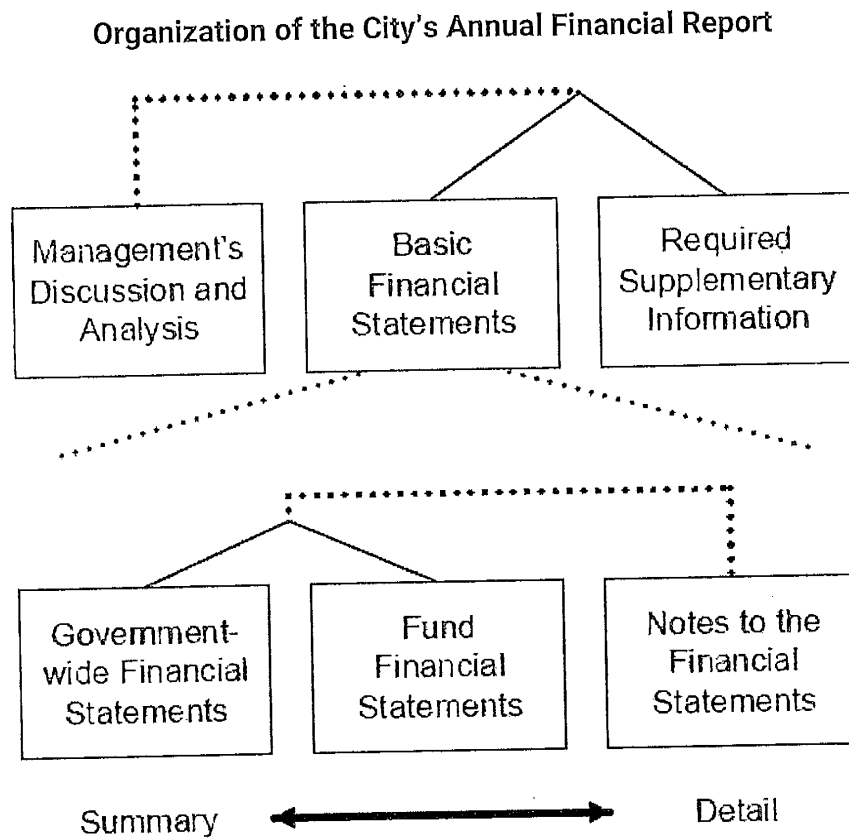
As management of the City of Lexington, Minnesota, (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2022.

### Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year as shown in the summary of net position on the following pages. The unrestricted amount of net position may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased as shown in the summary of changes in net assets table on the following pages. The increase this year was primarily due from a transfer in from the business-type activities.
- At the close of the current fiscal year, the City's governmental funds reported an increase to the combined ending fund balances in comparison with the prior year.
- Unassigned fund balance in the General fund as shown in the financial analysis of the city's funds section increased from prior year.
- The City's total bonded debt decreased during the fiscal year. The decrease was a result of scheduled debt service payments as shown on the outstanding debt table.

## Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplemental information in addition to the basic financial statements themselves. The following chart shows how the required parts of this annual report are arranged and relate to one another.





The following chart summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

### Major Features of the Government-wide and Fund Financial Statements

	Fund Financial Statements		
	Government-wide Statements	Governmental Funds	Proprietary Funds
Scope	Entire City government and the City's component units	The activities of the City that are not proprietary or fiduciary, such as police, fire and parks	Activities the City operates similar to private businesses, such as the water and sewer system
Required financial statements	<ul style="list-style-type: none"> <li>Statement of Net Position</li> <li>Statement of Activities</li> </ul>	<ul style="list-style-type: none"> <li>Balance Sheet</li> <li>Statement of Revenues, Expenditures, and Changes in Fund Balances</li> </ul>	<ul style="list-style-type: none"> <li>Statements of Net Position</li> <li>Statements of Revenues, Expenses and Changes in Net Position</li> <li>Statements of Cash Flows</li> </ul>
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of deferred outflows/inflows of resources information	All deferred outflows/inflows of resources, regardless of when cash is received or paid	Only deferred outflows of resources expected to be used up and deferred inflows of resources that come due during the year or soon thereafter; no capital assets included	All deferred outflows/inflows of resources, regardless of when cash is received or paid
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid

**Government-wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenue (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, public works, culture and recreation, and interest on long-term debt. The business-type activities of the City include water, sewer, municipal liquor, Lovell building, and storm sewer.

The government-wide financial statements start on page 29 of this report.

**Fund Financial Statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local government, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

**Governmental Funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a City's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact by the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General fund, Debt Service fund, Capital Projects fund and TIF District #1-3 fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements or schedules* elsewhere in this report.

The City adopts an annual appropriated budget for the General fund. A budgetary comparison statement has been provided for the General fund to demonstrate compliance with their budget.

The basic governmental fund financial statements start on page 34 of this report.

**Proprietary Funds.** The City maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, municipal liquor, Lovell building, and storm sewer.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water, sewer, municipal liquor, and Lovell building funds, which are considered to be major funds of the City.

The basic proprietary fund financial statements start on page 40 of this report.

**Notes to the Financial Statements.** The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements start on page 51 of this report.

**Required Supplementary Information.** In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on page 76 of this report.

**Other Information.** The combining statements referred to earlier in connection with nonmajor governmental funds are presented following the notes to the financial statements. Combining and individual fund financial statements and schedules start on page 82 of this report.

## Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at the close of the most recent fiscal year.

A large portion of the City's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

### City of Lexington's Summary of Net Position

	Governmental Activities			Business-type Activities		
	2022	2021	Increase (Decrease)	2022	2021	Increase (Decrease)
<b>Assets</b>						
Current and other assets	\$ 3,972,395	\$ 3,604,193	\$ 368,202	\$ 3,306,600	\$ 3,297,957	\$ 8,643
Capital assets, net of depreciation	3,887,223	3,740,991	146,232	1,529,483	1,590,701	(61,218)
Total Assets	<u>7,859,618</u>	<u>7,345,184</u>	<u>514,434</u>	<u>4,836,083</u>	<u>4,888,658</u>	<u>(52,575)</u>
Deferred Outflows of Resources	<u>135,999</u>	<u>186,920</u>	<u>(50,921)</u>	<u>136,613</u>	<u>180,648</u>	<u>(44,035)</u>
<b>Liabilities</b>						
Noncurrent liabilities outstanding	1,864,427	1,807,731	56,696	911,348	791,380	119,968
Other liabilities	286,046	416,804	(130,758)	113,159	91,654	21,505
Total Liabilities	<u>2,150,473</u>	<u>2,224,535</u>	<u>(74,062)</u>	<u>1,024,507</u>	<u>883,034</u>	<u>141,473</u>
Deferred Inflows of Resources	<u>508,046</u>	<u>257,838</u>	<u>250,208</u>	<u>8,984</u>	<u>229,488</u>	<u>(220,504)</u>
<b>Net Position</b>						
Net investment in capital assets	2,459,714	2,180,480	279,234	1,099,384	1,074,934	24,450
Restricted	1,248,825	940,974	307,851	-	-	-
Unrestricted	<u>1,628,559</u>	<u>1,928,277</u>	<u>(299,718)</u>	<u>2,839,821</u>	<u>2,881,850</u>	<u>(42,029)</u>
Total Net Position	<u>\$ 5,337,098</u>	<u>\$ 5,049,731</u>	<u>\$ 287,367</u>	<u>\$ 3,939,205</u>	<u>\$ 3,956,784</u>	<u>\$ (17,579)</u>
<b>Net Position as a Percent of Total</b>						
Net investment in capital assets	46.1 %	43.2 %		27.9 %	27.2 %	
Restricted	23.4	18.6		-	-	
Unrestricted	30.5	38.2		72.1	72.8	
	<u>100.0 %</u>	<u>100.0 %</u>		<u>100.0 %</u>	<u>100.0 %</u>	

An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position, both for the City as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.



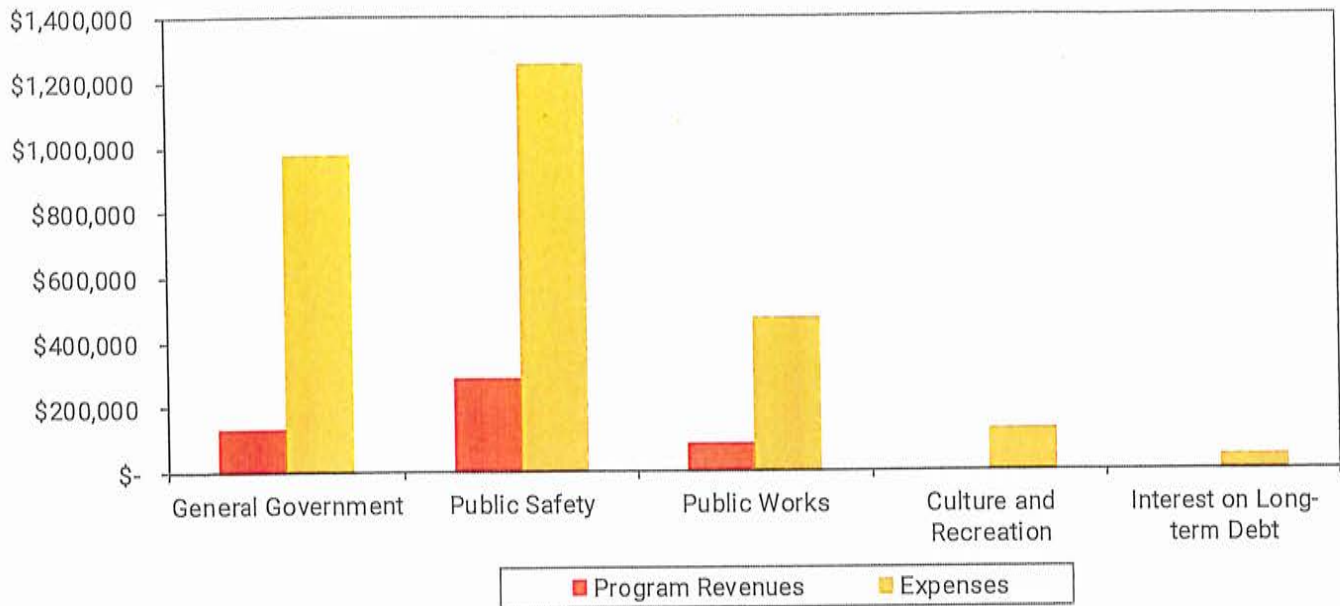
**Governmental Activities.** Governmental activities increased the City's net position, as shown below. This increase was mainly due to a transfer in from business-type activities.

### City of Lexington's Changes in Net Position

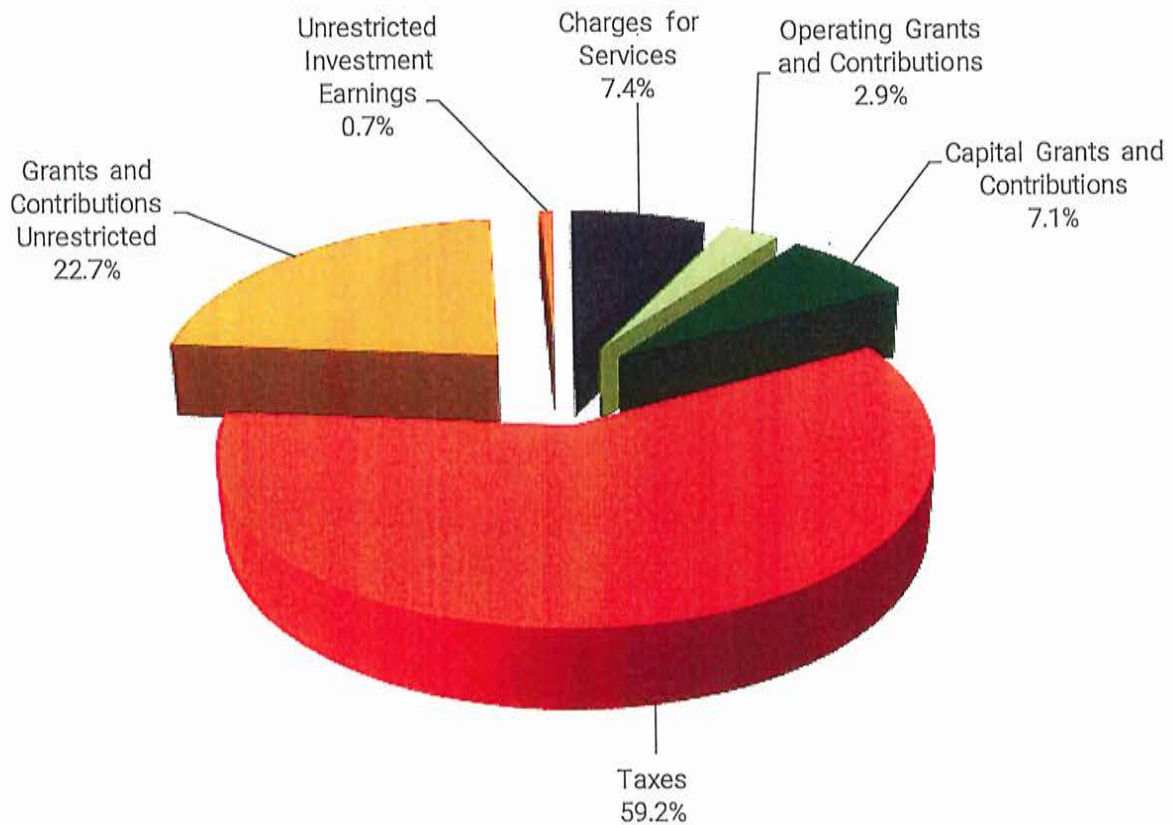
	Governmental Activities			Business-type Activities		
	2022	2021	Increase (Decrease)	2022	2021	Increase (Decrease)
Revenues						
Program Revenues						
Charges for services	\$ 216,201	\$ 615,760	\$ (399,559)	\$ 4,134,353	\$ 4,271,128	\$ (136,775)
Operating grants and contributions	82,650	115,902	(33,252)	30	181	(151)
Capital grants and contributions	206,803	324,324	(117,521)	11,092	677,716	(666,624)
General Revenues						
Taxes						
Property taxes	1,245,922	1,156,050	89,872	21,069	21,069	-
Tax increments	279,475	219,383	60,092	-	-	-
Franchise taxes	188,290	183,523	4,767	-	-	-
Grants and contributions not restricted to specific programs	655,978	440,657	215,321	-	-	-
Unrestricted investment earnings (loss)	19,457	(505)	19,962	14,017	-	14,017
Gain on sale of capital assets	-	-	-	8,100	-	8,100
Total Revenues	<u>2,894,776</u>	<u>3,055,094</u>	<u>(160,318)</u>	<u>4,188,661</u>	<u>4,970,094</u>	<u>(781,433)</u>
Expenses						
General government	978,953	635,737	343,216	-	-	-
Public safety	1,257,162	1,451,294	(194,132)	-	-	-
Public works	473,115	481,878	(8,763)	-	-	-
Culture and recreation	129,925	117,859	12,066	-	-	-
Interest on long-term debt	43,254	48,320	(5,066)	-	-	-
Water	-	-	-	213,102	221,567	(8,465)
Sewer	-	-	-	316,708	300,501	16,207
Municipal liquor	-	-	-	3,326,730	3,470,500	(143,770)
Storm sewer	-	-	-	74,700	59,939	14,761
Total Expenses	<u>2,882,409</u>	<u>2,735,088</u>	<u>147,321</u>	<u>3,931,240</u>	<u>4,052,507</u>	<u>(121,267)</u>
Change in Net Position						
Before Transfers	12,367	320,006	(307,639)	257,421	917,587	(660,166)
Transfers	<u>275,000</u>	<u>275,000</u>	<u>-</u>	<u>(275,000)</u>	<u>(275,000)</u>	<u>-</u>
Change in Net Position	287,367	595,006	(307,639)	(17,579)	642,587	(660,166)
Net Position, January 1	<u>5,049,731</u>	<u>4,454,725</u>	<u>595,006</u>	<u>3,956,784</u>	<u>3,314,197</u>	<u>642,587</u>
Net Position, December 31	<u>\$ 5,337,098</u>	<u>\$ 5,049,731</u>	<u>\$ 287,367</u>	<u>\$ 3,939,205</u>	<u>\$ 3,956,784</u>	<u>\$ (17,579)</u>

The following graph depicts various governmental activities and shows the program revenues and expenses directly related to those activities.

### Expenses and Program Revenues - Governmental Activities



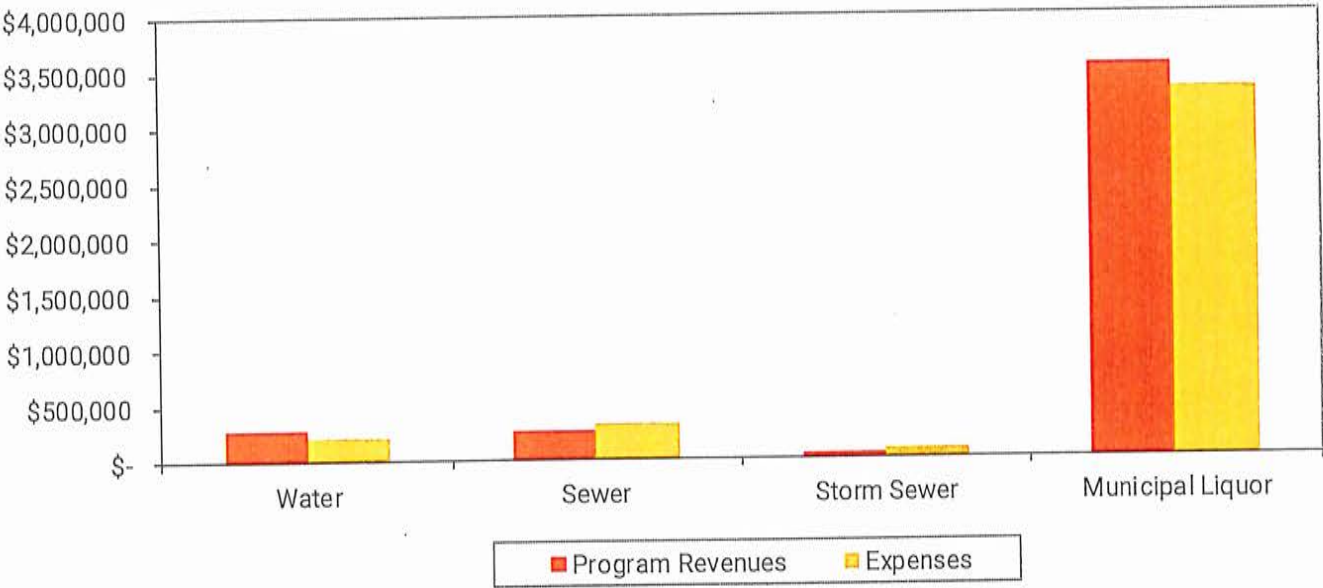
### Revenues by Source - Governmental Activities



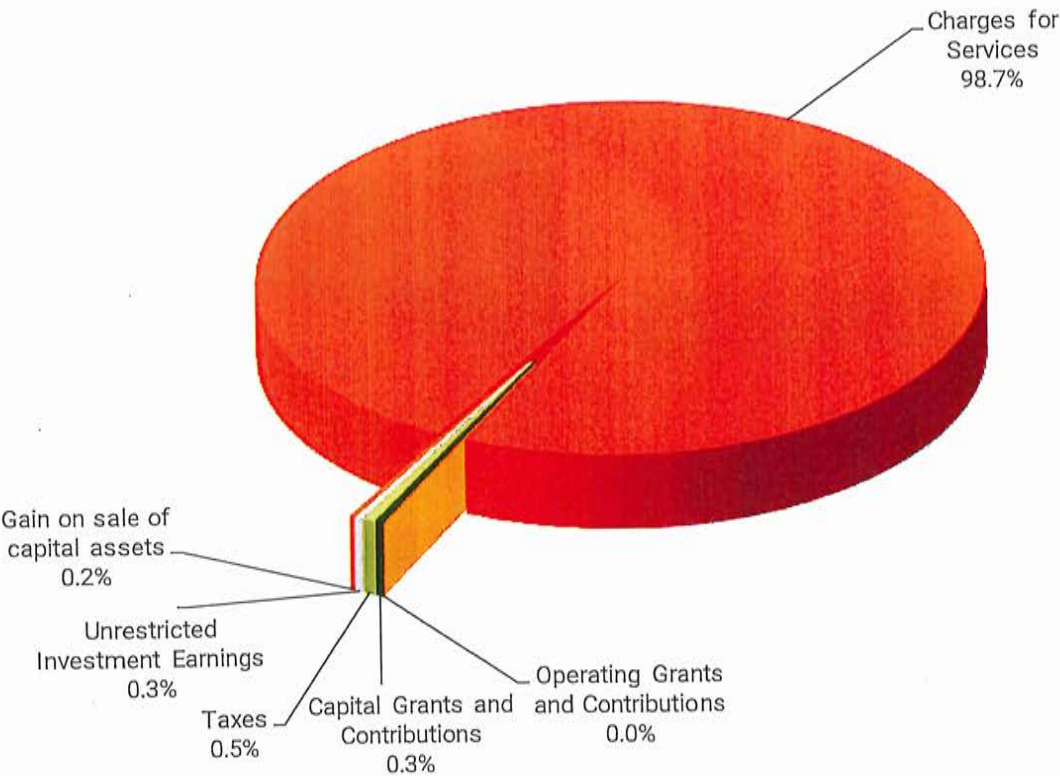
**Business-type Activities.** Business-type activities decreased the City's net position, as shown in the changes in net position table.

Below are the graphs showing the business-type activities revenue and expense comparisons.

**Expenses and Program Revenues - Business-type Activities**



**Revenues by Source - Business-type Activities**



## Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

**Governmental Funds.** The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The table below outlines the governmental fund balances for the year ending December 31, 2022

	General Fund	Debt Service Fund	Capital Projects	TIF District #1-3	Other Governmental Funds	Total	Prior Year Total	Increase/ (Decrease)
Fund Balances								
Nonspendable \$	3,152	\$ -	\$ 2,062,053	\$ -	\$ -	\$ 2,065,205	\$ 2,008,102	\$ 57,103
Restricted for	38,741	422,229	397,881	-	79,134	937,985	742,341	195,644
Assigned for	257,090	-	355,301	-	55,746	668,137	888,929	(220,792)
Unassigned	1,044,670	-	-	(1,936,289)	(3,025)	(894,644)	(950,762)	56,118
	<u>\$ 1,343,653</u>	<u>\$ 422,229</u>	<u>\$ 2,815,235</u>	<u>\$ (1,936,289)</u>	<u>\$ 131,855</u>	<u>\$ 2,776,683</u>	<u>\$ 2,688,610</u>	<u>\$ 88,073</u>

As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances shown above. Additional information on the City's fund balances can be found in Note 1 starting on page 51 of this report.

The *General fund* is the chief operating fund of the City. At the end of the current year, the fund balance of the General fund is shown in the table above. As a measure of the General fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. The total unassigned fund balance as a percent of total fund expenditures is shown in the chart below along with total fund balance as a percent of total expenditures.

	Current Year Ending Balance	Prior Year Ending Balance	Increase/ (Decrease)
General Fund Fund Balances			
Nonspendable	\$ 3,152	\$ 2,951	\$ 201
Restricted for	38,741	38,741	-
Assigned for	257,090	257,090	-
Unassigned	1,044,670	955,666	89,004
	<u>\$ 1,343,653</u>	<u>\$ 1,254,448</u>	<u>\$ 89,205</u>
General Fund expenditures	\$ 2,047,948	\$ 2,187,951	
Unassigned as a percent of expenditures	51.0%	43.7%	
Total Fund Balance as a percent of expenditures	65.6%	57.3%	

The fund balance of the City's General fund increased during the current fiscal year as shown in the table above. The increase in fund balance was due from expenditures under budget and transfers in.



Other major governmental fund analysis is shown below:

Major Funds	Fund Balance December 31,		Increase (Decrease)
	2022	2021	
<b>General</b>	\$ 1,343,653	\$ 1,254,448	\$ 89,205
The City had a balanced budget. The increase can be attributed to expenditures under budget.			
<b>Debt Service</b>	\$ 422,229	\$ 455,146	\$ (32,917)
The fund balance of the Debt Service fund decreased due to a transfer out to closed matured debt issued in 2012.			
<b>Capital Projects</b>	\$ 2,815,235	\$ 2,762,884	\$ 52,351
The increase in the fund balance of the Capital Projects fund was mainly due to franchise taxes, interest on interfund loan and intergovernmental revenue.			
<b>TIF District #1-3</b>	\$ (1,936,289)	\$ (1,906,428)	\$ (29,861)
This is a fund financed with an interfund loan intended to be paid back with future tax increment collections. The decrease is due to interest on the interfund loan.			

**Proprietary Funds.** The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Net position of the City's proprietary funds decreased as follows:

Major Funds	Net Position December 31,		Increase (Decrease)
	2022	2021	
<b>Water</b>	\$ 915,494	\$ 842,601	\$ 72,893
The net position of the water fund increased due to operating revenues exceeding expenses.			
<b>Sewer</b>	\$ 1,379,146	\$ 1,410,017	\$ (30,871)
The net position of the Sewer fund decreased due operating revenues less than expenses.			
<b>Municipal Liquor</b>	\$ 1,212,845	\$ 1,267,588	\$ (54,743)
The decrease is due to transfers out.			
<b>Lovell Building</b>	\$ 584,657	\$ 581,420	\$ 3,237
Net position increase for the Lovell Building can be attributed to investment earnings for the year.			

## General Fund Budgetary Highlights

	Original Budgeted Amounts	Budget Amendments	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
Revenues	\$ 1,879,586	\$ -	\$ 1,879,586	\$ 1,862,153	\$ (17,433)
Expenditures	2,154,586	-	2,154,586	2,047,948	106,638
Excess of Revenues Over Expenditures	(275,000)	-	(275,000)	(185,795)	89,205
Other Financing Sources (Uses)					
Transfers in	275,000	-	275,000	275,000	-
Net Change in Fund Balances	-	-	-	89,205	89,205
Fund Balances, January 1	1,254,448	-	1,254,448	1,254,448	
Fund Balances, December 31	\$ 1,254,448	\$ -	\$ 1,254,448	\$ 1,343,653	\$ 89,205

The City's General fund budget was not amended during the year as shown above. Actual revenues were under the final budget and expenditures were under the final budget amounts as shown above.

## Capital Asset and Debt Administration

**Capital Assets.** The City's investment in capital assets for its governmental and business-type activities as of December 31, 2022, is shown below in the capital asset table (net of accumulated depreciation). This investment in capital assets includes land, structures, improvements, machinery and equipment, park facilities, roads and utility infrastructure.

### City of Lexington's Capital Assets (Net of Depreciation)

	Governmental Activities			Business-type Activities		
	2022	2021	Increase (Decrease)	2022	2021	Increase (Decrease)
Land	\$ 63,403	\$ 63,403	\$ -	\$ 51,950	\$ 51,950	\$ -
Construction in Progress	185,984	-	185,984	6,644	11,640	(4,996)
Buildings and Improvements	1,669,689	1,656,339	13,350	306,608	338,328	(31,720)
Infrastructure	1,393,421	1,463,427	(70,006)	999,974	1,069,249	(69,275)
Machinery and Equipment	574,726	557,822	16,904	164,307	119,534	44,773
Total	\$ 3,887,223	\$ 3,740,991	\$ 146,232	\$ 1,529,483	\$ 1,590,701	\$ (61,218)
Percent increase (decrease)			3.9%			-3.8%

Additional information on the City's capital assets can be found in Note 3C starting on page 61 of this report.

**Long-term Debt.** At the end of the current fiscal year, the City had total bonded debt outstanding consisting of special assessment debt, revenue related debt and general obligation debt as noted in the table below. While all of the City's bonds have revenue streams, they are all backed by the full faith and credit of the City.

	Governmental Activities			Business-type Activities		
	2022	2021	Increase (Decrease)	2022	2021	Increase (Decrease)
G.O. Improvement Bonds	\$ 1,427,509	\$ 1,560,511	\$ (133,002)	\$ 95,099	\$ 105,767	\$ (10,668)
G.O. Utility Revenue Bonds	-	-	-	335,000	410,000	(75,000)
Total	<u>\$ 1,427,509</u>	<u>\$ 1,560,511</u>	<u>\$ (133,002)</u>	<u>\$ 430,099</u>	<u>\$ 515,767</u>	<u>\$ (85,668)</u>
Percent increase (decrease)			-8.5%			-16.6%

The City's total noncurrent liabilities decreased during the current fiscal year, due to regularly scheduled bond payments.

The City maintains an "AA" rating from Standard and Poor's for general obligation debt. In accordance with Minnesota statutes, the City may not incur or be subject to net debt in excess of 3 percent of the market value of taxable property within the City. Net debt is payable solely from ad valorem taxes and therefore, excludes debt financed partially or entirely by special assessments, enterprise fund revenues or tax increments. The City currently has no debt subject to the limit.

Additional information on the City's long-term debt can be found in Note 3E starting on page 63 of this report.

#### **Economic Factors and Next Year's Budgets and Rates**

Economic factors affect the preparation of annual budgets. Properties, and their taxable market value, continued to increase in 2022 and are predicted to increase in 2023. The City adjusts their tax rate for inflation to stay ahead of the cost of providing services to the citizens. As population and police call volumes increase, the City will be taking on a higher percentage of the Centennial Lake Police Department budget obligation.

#### **Requests for Information**

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed by writing to the City of Lexington, 9180 Lexington Avenue, Lexington, Minnesota 55014 or by calling (763) 784-2792.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF LEXINGTON  
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2022



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City of Lexington, Minnesota  
Statement of Net Position  
December 31, 2022

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash and temporary investments	\$ 2,931,904	\$ 2,551,900	\$ 5,483,804
Receivables			
Accounts	63,810	194,555	258,365
Accrued interest	7,315	-	7,315
Taxes	20,985	-	20,985
Special assessments	282,468	32,380	314,848
Lease	421,101	-	421,101
Due from other governments	32,832	-	32,832
Inventories	-	526,395	526,395
Prepaid items	3,152	1,370	4,522
Net pension asset	208,828	-	208,828
Capital assets			
Land and construction in progress	249,387	58,594	307,981
Depreciable assets (net of accumulated depreciation)	3,637,836	1,470,889	5,108,725
Total Assets	<u>7,859,618</u>	<u>4,836,083</u>	<u>12,695,701</u>
<b>Deferred Outflows of Resources</b>			
Deferred pension resources	<u>135,999</u>	<u>136,613</u>	<u>272,612</u>
<b>Liabilities</b>			
Accounts payable	148,245	53,960	202,205
Accrued salaries payable	38,390	14,482	52,872
Due to other governments	-	38,554	38,554
Accrued interest payable	17,334	6,163	23,497
Unearned revenue	82,077	-	82,077
Noncurrent liabilities			
Due within one year			
Long-term liabilities	171,886	106,756	278,642
Due in more than one year			
Long-term liabilities	1,294,418	339,431	1,633,849
Net pension liability	398,123	465,161	863,284
Total Liabilities	<u>2,150,473</u>	<u>1,024,507</u>	<u>3,174,980</u>
<b>Deferred Inflows of Resources</b>			
Deferred pension resources	93,326	8,984	102,310
Deferred lease resources	<u>414,720</u>	<u>-</u>	<u>414,720</u>
Total Deferred Inflows of Resources	<u>508,046</u>	<u>8,984</u>	<u>517,030</u>
<b>Net investment in capital assets</b>	2,459,714	1,099,384	3,559,098
Restricted for			
Debt service	597,077	-	597,077
Fire relief pension	135,992	-	135,992
Fire equipment	365,412	-	365,412
Cable TV equipment	32,469	-	32,469
Parks	79,134	-	79,134
Small cities assistance	38,741	-	38,741
Unrestricted	1,628,559	2,839,821	4,468,380
Total Net Position	<u>\$ 5,337,098</u>	<u>\$ 3,939,205</u>	<u>\$ 9,276,303</u>

The notes to the financial statements are an integral part of this statement.

City of Lexington, Minnesota  
Statement of Activities  
For the Year Ended December 31, 2022

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 978,953	\$ 133,811	\$ -	\$ -
Public safety	1,257,162	82,390	59,204	146,759
Public works	473,115	-	23,446	60,044
Culture and recreation	129,925	-	-	-
Interest on long-term debt	43,254	-	-	-
Total Governmental Activities	<u>2,882,409</u>	<u>216,201</u>	<u>82,650</u>	<u>206,803</u>
Business-type Activities				
Water	213,102	274,737	30	9,592
Sewer	316,708	269,742	-	1,500
Municipal liquor	3,326,730	3,544,338	-	-
Storm sewer	74,700	45,536	-	-
Total Business-type Activities	<u>3,931,240</u>	<u>4,134,353</u>	<u>30</u>	<u>11,092</u>
Total	<u>\$ 6,813,649</u>	<u>\$ 4,350,554</u>	<u>\$ 82,680</u>	<u>\$ 217,895</u>

General Revenues

Taxes

Property taxes, levied for general purposes

Property taxes, levied for debt service

Tax increments

Franchise taxes

Grants and contributions not restricted to specific programs

Unrestricted investment earnings (loss)

Gain on sale of capital assets

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position, January 1

Net Position, December 31

The notes to the financial statements are an integral part of this statement.

Net (Expenses) Revenues and  
Changes in Net Position

Governmental Activities	Business-type Activities	Total
\$ (845,142)	\$ -	\$ (845,142)
(968,809)	-	(968,809)
(389,625)	-	(389,625)
(129,925)	-	(129,925)
(43,254)	-	(43,254)
<u>(2,376,755)</u>	<u>-</u>	<u>(2,376,755)</u>
-	71,257	71,257
-	(45,466)	(45,466)
-	217,608	217,608
-	(29,164)	(29,164)
<u>-</u>	<u>214,235</u>	<u>214,235</u>
<u>(2,376,755)</u>	<u>214,235</u>	<u>(2,162,520)</u>
1,115,986	21,069	1,137,055
129,936	-	129,936
279,475	-	279,475
188,290	-	188,290
655,978	-	655,978
19,457	14,017	33,474
-	8,100	8,100
275,000	(275,000)	-
<u>2,664,122</u>	<u>(231,814)</u>	<u>2,432,308</u>
287,367	(17,579)	269,788
<u>5,049,731</u>	<u>3,956,784</u>	<u>9,006,515</u>
<u>\$ 5,337,098</u>	<u>\$ 3,939,205</u>	<u>\$ 9,276,303</u>

The notes to the financial statements are an integral part of this statement.



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FUND FINANCIAL STATEMENTS

CITY OF LEXINGTON  
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2022

City of Lexington, Minnesota  
Balance Sheet  
Governmental Funds  
December 31, 2022

	101	500's	310	320	Other	Total
	General	Debt Service	Capital Projects	TIF District #1-3	Governmental Funds	Governmental Funds
<b>Assets</b>						
Cash and temporary investments	\$ 1,411,820	\$ 419,487	\$ 689,980	\$ 126,295	\$ 284,322	\$ 2,931,904
Receivables						
Accounts	840	-	62,970	-	-	63,810
Accrued interest	7,315	-	-	-	-	7,315
Taxes	20,985	-	-	-	-	20,985
Special assessments	-	192,183	58,925	-	31,360	282,468
Lease	421,101	-	-	-	-	421,101
Due from other governments	29,859	2,741	232	-	-	32,832
Advance to other funds	-	-	2,062,053	-	-	2,062,053
Prepaid items	3,152	-	-	-	-	3,152
<b>Total Assets</b>	<b>\$ 1,895,072</b>	<b>\$ 614,411</b>	<b>\$ 2,874,160</b>	<b>\$ 126,295</b>	<b>\$ 315,682</b>	<b>\$ 5,825,620</b>
<b>Liabilities</b>						
Accounts payable	\$ 77,324	\$ -	\$ -	\$ 531	\$ 70,390	\$ 148,245
Accrued salaries payable	38,390	-	-	-	-	38,390
Due to other funds	-	-	-	2,062,053	-	2,062,053
Unearned revenue	-	-	-	-	82,077	82,077
<b>Total Liabilities</b>	<b>115,714</b>	<b>-</b>	<b>-</b>	<b>2,062,584</b>	<b>152,467</b>	<b>2,330,765</b>
<b>Deferred Inflows of Resources</b>						
Unavailable revenue - delinquent taxes	20,985	-	-	-	-	20,985
Unavailable revenue - special assessments	-	192,182	58,925	-	31,360	282,467
Deferred lease resources	414,720	-	-	-	-	414,720
<b>Total Deferred Inflows of Resources</b>	<b>435,705</b>	<b>192,182</b>	<b>58,925</b>	<b>-</b>	<b>31,360</b>	<b>718,172</b>
<b>Fund Balances</b>						
Nonspendable						
Advance to other funds	-	-	2,062,053	-	-	2,062,053
Prepaid items	3,152	-	-	-	-	3,152
Restricted for						
Debt service	-	422,229	-	-	-	422,229
Fire equipment	-	-	365,412	-	-	365,412
Cable TV equipment	-	-	32,469	-	-	32,469
Parks	-	-	-	-	79,134	79,134
Small cities assistance	38,741	-	-	-	-	38,741
Assigned to						
Future capital	257,090	-	355,301	-	55,746	668,137
Unassigned	1,044,670	-	-	(1,936,289)	(3,025)	(894,644)
<b>Total Fund Balances</b>	<b>1,343,653</b>	<b>422,229</b>	<b>2,815,235</b>	<b>(1,936,289)</b>	<b>131,855</b>	<b>2,776,683</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 1,895,072</b>	<b>\$ 614,411</b>	<b>\$ 2,874,160</b>	<b>\$ 126,295</b>	<b>\$ 315,682</b>	<b>\$ 5,825,620</b>

The notes to the financial statements are an integral part of this statement.

City of Lexington, Minnesota  
Reconciliation of the Balance Sheet  
to the Statement of Net Position  
Governmental Funds  
December 31, 2022

Amounts reported for the governmental activities in the statement of net position are different because

Total Fund Balances - Governmental Funds	\$ 2,776,683
Capital assets used in governmental activities are not financial resources, and therefore are not reported as assets in governmental funds.	
Cost of capital assets	7,541,962
Less accumulated depreciation	(3,654,739)
Long-term assets from pensions reported in governmental activities are not current financial resources and therefore are not reported as assets in the funds.	
Net pension asset	208,828
Noncurrent liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Noncurrent liabilities at year-end consist of	
Compensated absences payable	(38,795)
Net pension liability	(398,123)
Bonds payable	(1,427,509)
Some receivables are not available soon enough to pay for the current period's expenditures, and therefore are unavailable in the funds.	
Delinquent taxes receivable	20,985
Special assessments receivable	282,467
Governmental funds do not report a liability for accrued interest until due and payable.	(17,334)
Governmental funds do not report long-term amounts related to pensions.	
Deferred outflows of pension resources	135,999
Deferred inflows of pension resources	(93,326)
Total Net Position - Governmental Activities	<u>\$ 5,337,098</u>

The notes to the financial statements are an integral part of this statement.



City of Lexington, Minnesota  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2022

	101	500's	310	320	Other	Total
	General	Debt Service	Capital Projects	TIF District #1-3	Governmental Funds	Governmental Funds
Revenues						
Taxes						
Property taxes	\$ 1,117,540	\$ 129,936	\$ -	\$ -	\$ -	\$ 1,247,476
Tax increments	-	-	-	279,475	-	279,475
Franchise taxes	-	4,090	184,200	-	-	188,290
Licenses and permits	99,711	-	-	-	-	99,711
Intergovernmental	529,099	-	91,800	-	207,739	828,638
Charges for services	75,920	-	3,131	-	-	79,051
Fines and forfeitures	28,429	-	-	-	-	28,429
Special assessments	-	34,549	-	-	30,365	64,914
Investment earnings	2,444	1,952	93,591	152	1,524	99,663
Miscellaneous	9,010	-	54,959	-	-	63,969
Total Revenues	<u>1,862,153</u>	<u>170,527</u>	<u>427,681</u>	<u>279,627</u>	<u>239,628</u>	<u>2,979,616</u>
Expenditures						
Current						
General government	498,880	-	-	229,282	185,984	914,146
Public safety	1,236,006	-	-	-	21,755	1,257,761
Public works	201,232	-	-	-	-	201,232
Culture and recreation	111,830	-	-	-	-	111,830
Capital outlay						
General government	-	-	9,244	-	-	9,244
Public safety	-	-	151,920	-	-	151,920
Public works	-	-	98,599	-	151,362	249,961
Culture and recreation	-	-	6,709	-	5,867	12,576
Debt service						
Principal	-	133,002	-	-	-	133,002
Interest and other	-	44,665	-	80,206	-	124,871
Total Expenditures	<u>2,047,948</u>	<u>177,667</u>	<u>266,472</u>	<u>309,488</u>	<u>364,968</u>	<u>3,166,543</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(185,795)</u>	<u>(7,140)</u>	<u>161,209</u>	<u>(29,861)</u>	<u>(125,340)</u>	<u>(186,927)</u>
Other Financing Sources (Uses)						
Transfers in	275,000	-	75,142	-	184,000	534,142
Transfers out	-	(25,777)	(184,000)	-	(49,365)	(259,142)
Total Other Financing Sources (Uses)	<u>275,000</u>	<u>(25,777)</u>	<u>(108,858)</u>	<u>-</u>	<u>134,635</u>	<u>275,000</u>
Net Change in Fund Balances	89,205	(32,917)	52,351	(29,861)	9,295	88,073
Fund Balances, January 1	<u>1,254,448</u>	<u>455,146</u>	<u>2,762,884</u>	<u>(1,906,428)</u>	<u>122,560</u>	<u>2,688,610</u>
Fund Balances, December 31	<u>\$ 1,343,653</u>	<u>\$ 422,229</u>	<u>\$ 2,815,235</u>	<u>\$ (1,936,289)</u>	<u>\$ 131,855</u>	<u>\$ 2,776,683</u>

The notes to the financial statements are an integral part of this statement.

City of Lexington, Minnesota  
Reconciliation of the Statement of Revenues, Expenditures and  
Changes in Fund Balances to the Statement of Activities  
Governmental Funds  
For the Year Ended December 31, 2022

Amounts reported for governmental activities in the statement of activities are different because

Total Net Change in Fund Balances - Governmental Funds	\$ 88,073
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense.	
Capital outlays	441,808
Depreciation expense	(295,576)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.	
Principal repayments	133,002
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.	1,411
Long-term pension activity is not reported in governmental funds.	(75,558)
Pension expense	1,790
Pension revenue from state contributions	
Certain revenues are recognized as soon as they are earned. Under the modified accrual basis of accounting, certain revenues cannot be recognized until they are available to liquidate liabilities of the current period.	
Special assessments	(4,870)
Property taxes	(1,554)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
Compensated absences	(1,159)
Change in Net Position - Governmental Activities	<u>\$ 287,367</u>

The notes to the financial statements are an integral part of this statement.

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City of Lexington, Minnesota  
Statement of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual  
General Fund  
For the Year Ended December 31, 2022

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues				
Taxes	\$ 1,107,097	\$ 1,107,097	\$ 1,117,540	\$ 10,443
Licenses and permits	133,625	133,625	99,711	(33,914)
Intergovernmental	525,239	525,239	529,099	3,860
Charges for services	78,600	78,600	75,920	(2,680)
Fines and forfeitures	17,000	17,000	28,429	11,429
Interest on investments	14,025	14,025	2,444	(11,581)
Miscellaneous	4,000	4,000	9,010	5,010
Total Revenues	<u>1,879,586</u>	<u>1,879,586</u>	<u>1,862,153</u>	<u>(17,433)</u>
Expenditures				
Current				
General government	562,949	562,949	498,880	64,069
Public safety	1,239,224	1,239,224	1,236,006	3,218
Public works	228,288	228,288	201,232	27,056
Culture and recreation	124,125	124,125	111,830	12,295
Total Expenditures	<u>2,154,586</u>	<u>2,154,586</u>	<u>2,047,948</u>	<u>106,638</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(275,000)	(275,000)	(185,795)	89,205
Other Financing Sources (Uses)				
Transfers in	<u>275,000</u>	<u>275,000</u>	<u>275,000</u>	<u>-</u>
Net Change in Fund Balances	-	-	89,205	89,205
Fund Balances, January 1	<u>1,254,448</u>	<u>1,254,448</u>	<u>1,254,448</u>	<u>-</u>
Fund Balances, December 31	<u>\$ 1,254,448</u>	<u>\$ 1,254,448</u>	<u>\$ 1,343,653</u>	<u>\$ 89,205</u>

The notes to the financial statements are an integral part of this statement.

City of Lexington, Minnesota  
Statement of Net Position (Continued on the Following Pages)  
Proprietary Funds  
December 31, 2022

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Municipal Liquor
Assets			
Current Assets			
Cash and temporary investments	\$ 351,462	\$ 1,179,151	\$ 575,889
Receivables			
Accounts	68,303	70,331	42,997
Special assessments	15,922	12,429	-
Inventories	-	-	526,395
Prepaid items	-	-	1,370
Total Current Assets	<u>435,687</u>	<u>1,261,911</u>	<u>1,146,651</u>
Noncurrent Assets			
Capital assets			
Land	-	-	51,950
Buildings and improvements	-	-	963,691
Infrastructure	1,449,301	1,316,113	-
Machinery and equipment	64,449	151,906	337,292
Construction in progress	-	6,644	-
Less accumulated depreciation	<u>(860,346)</u>	<u>(1,096,532)</u>	<u>(926,664)</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>653,404</u>	<u>378,131</u>	<u>426,269</u>
Total Assets	<u>1,089,091</u>	<u>1,640,042</u>	<u>1,572,920</u>
Deferred Outflows of Resources			
Deferred pension resources	<u>16,602</u>	<u>14,981</u>	<u>101,146</u>
Liabilities			
Current Liabilities			
Accounts payable	6,806	3,825	46,578
Accrued salaries payable	-	-	14,482
Due to other governments	1,325	-	37,229
Accrued interest payable	1,813	3,249	-
Compensated absences payable - current	-	-	16,088
Bonds payable - current	<u>30,000</u>	<u>50,000</u>	<u>-</u>
Total Current Liabilities	<u>39,944</u>	<u>57,074</u>	<u>114,377</u>

The notes to the financial statements are an integral part of this statement.



Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ 580,869	\$ (135,471)	\$ 2,551,900
-	12,924	194,555
-	4,029	32,380
-	-	526,395
-	-	1,370
<u>580,869</u>	<u>(118,518)</u>	<u>3,306,600</u>
-	-	51,950
-	-	963,691
-	98,871	2,864,285
-	-	553,647
-	-	6,644
-	(27,192)	(2,910,734)
<u>-</u>	<u>71,679</u>	<u>1,529,483</u>
<u>580,869</u>	<u>(46,839)</u>	<u>4,836,083</u>
-	3,884	136,613
(3,788)	539	53,960
-	-	14,482
-	-	38,554
-	1,101	6,163
-	-	16,088
-	10,668	90,668
<u>(3,788)</u>	<u>12,308</u>	<u>219,915</u>

The notes to the financial statements are an integral part of this statement.

City of Lexington, Minnesota  
Statement of Net Position (Continued)  
Proprietary Funds  
December 31, 2022

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Municipal Liquor
Noncurrent Liabilities			
Bonds payable	\$ 90,000	\$ 165,000	\$ -
Net pension liability	59,311	53,007	339,848
Total Noncurrent Liabilities	<u>149,311</u>	<u>218,007</u>	<u>339,848</u>
Total Liabilities	<u>189,255</u>	<u>275,081</u>	<u>454,225</u>
Deferred Inflows of Resources			
Deferred pension resources	<u>944</u>	<u>796</u>	<u>6,996</u>
Net Position			
Net investment in capital assets	533,404	163,131	426,269
Unrestricted	<u>382,090</u>	<u>1,216,015</u>	<u>786,576</u>
Total Net Position	<u>\$ 915,494</u>	<u>\$ 1,379,146</u>	<u>\$ 1,212,845</u>

The notes to the financial statements are an integral part of this statement.

Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ -	\$ 84,431	\$ 339,431
-	12,995	465,161
-	97,426	804,592
(3,788)	109,734	1,024,507
-	248	8,984
-	(23,420)	1,099,384
584,657	(129,517)	2,839,821
<u>\$ 584,657</u>	<u>\$ (152,937)</u>	<u>\$ 3,939,205</u>

The notes to the financial statements are an integral part of this statement.

City of Lexington, Minnesota  
Statement of Revenues, Expenses and Changes in Net Position  
Proprietary Funds  
For the Year Ended December 31, 2022

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Municipal Liquor
Operating Revenues			
Sales	\$ -	\$ -	\$ 3,543,896
Cost of sales	-	-	(2,609,098)
Gross Profit	-	-	934,798
Charges for services	274,737	269,718	-
Total Operating Revenues	274,737	269,718	934,798
Operating Expenses			
Personnel services	86,040	77,954	526,817
Supplies	17,404	2,868	4,198
Other services and charges	67,303	179,171	138,922
Depreciation	37,748	48,497	47,695
Total Operating Expenses	208,495	308,490	717,632
Operating Income (Loss)	66,242	(38,772)	217,166
Nonoperating Revenues (Expenses)			
Investment earnings	1,636	6,495	2,649
Miscellaneous revenue	30	24	442
Gain on sale of capital assets	-	8,100	-
Property taxes	-	-	-
Interest expense	(4,607)	(8,218)	-
Total Nonoperating Revenues (Expenses)	(2,941)	6,401	3,091
Income (Loss) Before Contributions and Transfers	63,301	(32,371)	220,257
Capital Contributions	9,592	1,500	-
Transfers Out	-	-	(275,000)
Change in Net Position	72,893	(30,871)	(54,743)
Net Position, January 1	842,601	1,410,017	1,267,588
Net Position, December 31	\$ 915,494	\$ 1,379,146	\$ 1,212,845

The notes to the financial statements are an integral part of this statement.

Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ -	\$ -	\$ 3,543,896
-	-	(2,609,098)
-	-	934,798
-	45,536	589,991
-	45,536	1,524,789
-	19,875	710,686
-	1,048	25,518
-	48,546	433,942
-	2,472	136,412
-	71,941	1,306,558
-	(26,405)	218,231
3,237	-	14,017
-	-	496
-	-	8,100
-	21,069	21,069
-	(2,759)	(15,584)
3,237	18,310	28,098
3,237	(8,095)	246,329
-	-	11,092
-	-	(275,000)
3,237	(8,095)	(17,579)
581,420	(144,842)	3,956,784
<u>\$ 584,657</u>	<u>\$ (152,937)</u>	<u>\$ 3,939,205</u>

The notes to the financial statements are an integral part of this statement.



City of Lexington, Minnesota  
Statement of Cash Flows (Continued on the Following Pages)  
Proprietary Funds  
For the Year Ended December 31, 2022

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Municipal Liquor
Cash Flows from Operating Activities			
Receipts from customers and users	\$ 254,566	\$ 258,271	\$ 3,541,630
Other operating receipts	30	24	442
Payments to suppliers	(79,889)	(181,152)	(2,802,175)
Payments to employees	(82,024)	(74,320)	(506,181)
Net Cash Provided (Used) by Operating Activities	92,683	2,823	233,716
Cash Flows from Noncapital Financing Activities			
Transfers to other funds	-	-	(275,000)
Cash Flows from Capital and Related Financing Activities			
Acquisition of capital assets	-	(75,194)	-
Proceeds from sale of capital assets	-	8,100	-
Property taxes collected	-	-	-
Capital contributions	9,592	1,500	-
Principal paid on long-term debt	(25,000)	(50,000)	-
Interest paid on long-term debt	(4,940)	(8,885)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(20,348)	(124,479)	-
Cash Flows from Investing Activities			
Interest received on investments	1,636	6,495	2,649
Net Increase (Decrease) in Cash and Cash Equivalents	73,971	(115,161)	(38,635)
Cash and Cash Equivalents, January 1	277,491	1,294,312	614,524
Cash and Cash Equivalents, December 31	\$ 351,462	\$ 1,179,151	\$ 575,889

The notes to the financial statements are an integral part of this statement.

Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ -	\$ 46,011	\$ 4,100,478
-	-	496
(3,536)	(49,260)	(3,116,012)
-	(18,941)	(681,466)
<u>(3,536)</u>	<u>(22,190)</u>	<u>303,496</u>
<u>-</u>	<u>-</u>	<u>(275,000)</u>
-	-	(75,194)
-	-	8,100
-	21,069	21,069
-	-	11,092
-	(10,668)	(85,668)
-	(2,848)	(16,673)
<u>-</u>	<u>7,553</u>	<u>(137,274)</u>
<u>3,237</u>	<u>-</u>	<u>14,017</u>
(299)	(14,637)	(94,761)
<u>581,168</u>	<u>(120,834)</u>	<u>2,646,661</u>
<u>\$ 580,869</u>	<u>\$ (135,471)</u>	<u>\$ 2,551,900</u>

The notes to the financial statements are an integral part of this statement.

City of Lexington, Minnesota  
Statement of Cash Flows (Continued)  
Proprietary Funds  
For the Year Ended December 31, 2022

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Municipal Liquor
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	\$ 66,242	\$ (38,772)	\$ 217,166
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Depreciation	37,748	48,497	47,695
Other income	30	24	442
(Increase) decrease in assets			
Accounts receivable	(13,146)	(6,817)	(2,266)
Special assessments receivable	(7,025)	(4,630)	-
Inventories	-	-	(69,996)
Prepaid items	-	-	1
(Increase) decrease in deferred outflows of resources			
Deferred pension resources	5,391	4,880	32,510
Increase (decrease) in liabilities			
Accounts payable	4,631	887	17,175
Due to other governments	187	-	2,863
Accrued salaries payable	-	-	53
Deposits payable	-	-	-
Compensated absences payable	-	-	(3,630)
Net pension liability	25,618	23,188	154,499
Decrease in deferred inflows of resources			
Deferred pension resources	(26,993)	(24,434)	(162,796)
Net Cash Provided (Used) By Operating Activities	<u>\$ 92,683</u>	<u>\$ 2,823</u>	<u>\$ 233,716</u>

The notes to the financial statements are an integral part of this statement.

Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ -	\$ (26,405)	\$ 218,231
-	2,472	136,412
-	-	496
-	(90)	(22,319)
-	565	(11,090)
-	-	(69,996)
-	-	1
-	1,254	44,035
-	334	23,027
-	-	3,050
-	-	53
(3,536)	-	(3,536)
-	-	(3,630)
-	5,961	209,266
-	(6,281)	(220,504)
<u>\$ (3,536)</u>	<u>\$ (22,190)</u>	<u>\$ 303,496</u>

The notes to the financial statements are an integral part of this statement.

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## Note 1: Summary of Significant Accounting Policies

### A. Reporting Entity

The City of Lexington, Minnesota (the City) operates under "Optional Plan A" as defined in the State of Minnesota statutes. The City is governed by an elected Mayor and four-member City Council. The City Council exercises legislative authority and determines all matters of policy. The City Council appoints personnel responsible for the proper administration of all affairs relating to the City.

The City has considered all potential units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the primary government to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the primary government. The City does not have any component units.

### B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the primary government. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

### C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 1: Summary of Significant Accounting Policies (Continued)**

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, grants, entitlement and donations. On an accrual basis, revenue from property taxes is recognized in the year for which the tax is levied. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received before eligibility requirements are met are also recorded as unearned revenue.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

The City reports the following major governmental funds:

The *General fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Debt Service fund* accounts for the servicing of general long-term debt not being financed by proprietary funds.

The *Capital Projects fund* accounts for the financial resources to be used for capital equipment acquisitions of the City's governmental activities.

The *TIF District #1-3 fund* accounts for the activity of the TIF district.

The City reports the following major proprietary funds:

The *Water fund* accounts for the activities of the water distribution system the City maintains.

The *Sewer fund* accounts for the activities of the City's sewage collection operations.

The *Municipal Liquor fund* accounts for the costs associated with the City's off-sale liquor store operation.

The *Lovell Building fund* accounts for the remaining sales proceeds of the building.

As a general rule, the effect of interfund activity has been eliminated from government-wide financial statements.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

## Note 1: Summary of Significant Accounting Policies (Continued)

### D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position/Fund Balance

#### *Deposits and Investments*

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments. The proprietary funds' portion in the government-wide cash and temporary investments pool is considered to be cash and cash equivalents for purposes of the Statement of Cash Flows.

Cash balances from all funds are pooled and invested, to the extent available, in certificates of deposit and other authorized investments. Earnings from such investments are allocated on the basis of applicable participation by each of the funds.

The City may also invest idle funds as authorized by Minnesota statutes, as follows:

1. Direct obligations or obligations guaranteed by the United States or its agencies.
2. Shares of investment companies registered under the Federal Investment Company Act of 1940 and received the highest credit rating, rated in one of the two highest rating categories by a statistical rating agency, and have a final maturity of thirteen months or less.
3. General obligations of a state or local government with taxing powers rated "A" or better; revenue obligations rated "AA" or better.
4. General obligations of the Minnesota Housing Finance Agency rated "A" or better.
5. Obligation of a school district with an original maturity not exceeding 13 months and (i) rated in the highest category by a national bond rating service or (ii) enrolled in the credit enhancement program pursuant to statute section 126C.55.
6. Bankers' acceptances of United States banks eligible for purchase by the Federal Reserve System.
7. Commercial paper issued by United States banks corporations or their Canadian subsidiaries, of highest quality category by at least two nationally recognized rating agencies, and maturing in 270 days or less.
8. Repurchase or reverse repurchase agreements and securities lending agreements with financial institutions qualified as a "depository" by the government entity, with banks that are members of the Federal Reserve System with capitalization exceeding \$10,000,000, a primary reporting dealer in U.S. government securities to the Federal Reserve Bank of New York, or certain Minnesota securities broker-dealers.
9. Guaranteed Investment Contracts (GIC's) issued or guaranteed by a United States commercial bank, a domestic branch of a foreign bank, a United States insurance company, or its Canadian subsidiary, whose similar debt obligations were rated in one of the top two rating categories by a nationally recognized rating agency.

Broker money market funds operate in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the shares.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The City's recurring fair value measurements are listed in detail on page 60 and are valued using quoted market prices (Level 2 inputs).

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 1: Summary of Significant Accounting Policies (Continued)**

The City has the following recurring fair value measurements as of December 31, 2022:

- Negotiable certificates of deposits of \$1,238,847 are valued using a matrix pricing model (Level 2 inputs)

The Minnesota Municipal Money Market Fund is regulated by Minnesota statutes and the Board of Directors of the League of Minnesota Cities and is an external investment pool not registered with the Securities Exchange Commission (SEC) that follows the regulatory rules of the SEC. In accordance with GASB Statement No. 79, the City's investment in this pool is valued at amortized cost, which approximates fair value. There are no restrictions or limitations on withdrawals from the 4M Liquid Asset Fund. Investments in the 4M Plus must be deposited for a minimum of 14 calendar days. Withdrawals prior to the 14-day restriction period will be subject to a penalty equal to seven days interest on the amount withdrawn. Seven days' notice of redemption is required for withdrawals of investments in the 4M Term Series withdrawn prior to the maturity date of that series. A penalty could be assessed as necessary to recoup the Series for any charges, losses, and other costs attributable to the early redemption. Financial statements of the 4M Fund can be obtained by contracting RBC Global Management at 100 South Fifth Street, Suite 2300, Minneapolis, MN 55402-1240.

***Property Taxes***

The City Council annually adopts a tax levy and certifies it to the County in December for collection in the following year. The County is responsible for collecting all property taxes for the City. These taxes attach an enforceable lien on taxable property within the City on January 1 and are payable by the property owners in two installments. The taxes are collected by the County and tax settlements are made to the City during January, June and December each year.

Delinquent taxes receivable include the past six years' uncollected taxes. Delinquent taxes have been offset by a deferred inflow of resources for taxes not received within 60 days after year end in the governmental fund financial statements.

***Accounts Receivable***

Accounts receivable include amounts billed for services provided before year end. Unbilled utility enterprise fund receivables are also included for services provided in 2022. The City annually certifies delinquent water, sewer and storm sewer accounts to the County for collection in the following year. Therefore, there has been no allowance for doubtful accounts established.

***Special Assessments***

Special assessments represent the financing for public improvements paid for by benefiting property owners. These assessments are recorded as receivable upon certification to the County. Special assessments are recognized as revenue when they are received in cash or within 60 days after year end. All governmental special assessments receivable are offset by a deferred inflow of resources in the fund financial statements.

***Inventories and Prepaid Items***

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid items of the City are accounted for using the consumption method.

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 1: Summary of Significant Accounting Policies (Continued)**

***Lease Receivable***

The City's lease receivable is measured at the present value of lease payments expected to be received during the lease term.

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

***Capital Assets***

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are, reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Capital assets are defined by the City as assets with an initial, individual cost of more than the amounts defined below (amount not rounded) and an estimated useful life in excess of one year. For financial statement purposes only, a capitalization threshold is established for each capital asset category as follows:

Land/Land Improvements	\$ 10,000
Other Improvements	25,000
Buildings	25,000
Building Improvements	25,000
Machinery and Equipment	5,000
Vehicles	5,000
Infrastructure	100,000
Other Assets	5,000

In the case of initial capitalization of general infrastructure assets (i.e., those reported by governmental activities) the City has elected not to retroactively capitalize the general infrastructure acquired prior to January 1, 2004. As the City constructs or acquires capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. Capital asset improvement costs are capitalized if the costs exceed the capitalization threshold and either the value of the asset or estimated life is increased by 25 percent of the original cost, or the cost results in an increase in the capacity of the asset, or the efficiency of the asset is increased by more than 10 percent. Donated capital assets are recorded at acquisition value at the date of donation.

Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Useful Lives in Years
Buildings and Improvements	15 to 50
Machinery and Equipment	5 to 10
Infrastructure	20 to 50

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 1: Summary of Significant Accounting Policies (Continued)**

***Deferred Outflows of Resources***

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has only one item that qualifies for reporting in this category. Accordingly, the item, deferred pension resources, is reported only in the statements of net position. This item results from actuarial calculations and current year pension contributions made subsequent to the measurement date.

***Pensions***

For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (PERA) and additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA except that PERA's fiscal year end is June 30. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For purposes of measuring the net pension liability (asset), deferred outflows of resources related to pensions, and pension expense, information about the fiduciary net position of the defined benefit plan administered by PERA through the Statewide Volunteer Firefighter Retirement Plan (SVF) for the Lexington Firefighter's Relief Association and additions to and deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. Investments are reported at fair value. The General fund is typically used to liquidate the governmental net pension liability.

The total pension expense for the General Employees Retirement Plan and the Lexington Fire Relief Association is as follows :

	Public Employees Retirement Association of Minnesota (PERA) GERP	Fire Relief Association	Total All Plans
Pension Expense	\$ 125,622	\$ 44,224	\$ 169,846

***Compensated Absences***

It is the City's policy to permit employees to accumulate earned but unused paid time off benefits to a maximum of 400 hours. All paid time off pay is accrued when incurred in the government-wide and proprietary funds. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Union employees are allowed severance equal to their unused compensatory time. In governmental fund types the cost of these benefits is recognized when payments are made to the employees. The General fund is typically used to liquidate governmental compensated absences.



## **Note 1: Summary of Significant Accounting Policies (Continued)**

### ***Long-term Obligations***

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. The recognition of bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as an expense in the period incurred.

In the fund financial statements, governmental fund types recognized bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

### ***Deferred Inflows of Resources***

In addition to liabilities, the statement of net position and fund financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three types of items, unavailable revenue, deferred lease resources and deferred pension resources.

Unavailable revenue arises only under a modified accrual basis of accounting that qualifies as needing to be reported in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

The item, deferred pension resources, is reported only in the statements of net position and results from actuarial calculations. The item, deferred lease resources is reported in both the statements of net position and balance sheet.

### ***Fund Balance***

In the fund financial statements, fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of resources reported in the governmental funds. These classifications are defined as follows:

*Nonspendable* - Amounts that cannot be spent because they are not in spendable form, such as prepaid items.

*Restricted* - Amounts related to externally imposed constraints established by creditors, grantors or contributors; or constraints imposed by state statutory provisions.

*Committed* - Amounts constrained for specific purposes that are internally imposed by formal action (resolution) of the City Council, which is the City's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the City Council modifies or rescinds the commitment by resolution.

*Assigned* - Amounts constrained for specific purposes that are internally imposed. In governmental funds other than the General fund, assigned fund balance represents all remaining amounts that are not classified as nonspendable and are neither restricted nor committed. In the General fund, assigned amounts represent intended uses established by the City Council itself or by an official to which the governing body delegates the authority. The City Council has adopted a fund balance policy which delegates the authority to assign amounts for specific purposes to the City Administrator.

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

## Note 1: Summary of Significant Accounting Policies (Continued)

*Unassigned* - The residual classification for the General fund and also negative residual amounts in other funds.

The City considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The City has formally adopted a fund balance policy for the General fund. The City's policy is to maintain a minimum unassigned fund balance of 45 percent of budgeted expenditures for cash-flow timing needs.

### Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position is displayed in three components:

- a. Net investment in capital assets - Consists of capital assets, net of accumulated depreciation reduced by any outstanding debt attributable to acquire capital assets.
- b. Restricted net position - Consists of net position restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, laws or regulations of other governments.
- c. Unrestricted net position - All other net position that do not meet the definition of "restricted" or "net investment in capital assets".

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

## Note 2: Stewardship, Compliance and Accountability

### A. Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General fund. All annual appropriations lapse at fiscal year-end. The City does not use encumbrance accounting.

The appropriated budget is prepared by fund, function and department. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the City Council. The legal level of budgetary control is the department level. There were no budget amendments in 2022.

### B. Deficit Fund Equity

The following funds had a net position deficit at December 31, 2022:

Fund	Amount
Major	
TIF District #1-3	\$ 1,936,289
Nonmajor Governmental Fund	
2023 Street Improvements	3,025
Nonmajor Enterprise Fund	
Storm Sewer	152,937

This deficits will be eliminated with future charges for services, tax increment collections, special assessment collections, future bond proceeds or transfers in.

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 3: Detailed Notes on All Funds**

**A. Deposits and Investments**

***Deposits***

Custodial credit risk for deposits and investments is the risk that in the event of a bank failure, the City's deposits and investments may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. In accordance with Minnesota statutes and as authorized by the City Council, the City maintains deposits at those depository banks, all of which are members of the Federal Reserve System.

Minnesota statutes require that all City deposits be protected by insurance, surety bond or collateral. The fair value of collateral pledged must equal 110 percent of the deposits not covered by insurance or bonds, with the exception of irrevocable standby letters of credit issued by Federal Home Loan Banks as this type of collateral only requires collateral pledged equal to 100 percent of the deposits not covered by insurance or bonds.

Authorized collateral in lieu of a corporate surety bond includes:

- United States government Treasury bills, Treasury notes, Treasury bonds;
- Issues of United States government agencies and instrumentalities as quoted by a recognized industry quotation service available to the government entity;
- General obligation securities of any state or local government with taxing powers which is rated "A" or better by a national bond rating service, or revenue obligation securities of any state or local government with taxing powers which is rated "AA" or better by a national bond rating service;
- General obligation securities of a local government with taxing powers may be pledged as collateral against funds deposited by that same local government entity;
- Irrevocable standby letters of credit issued by Federal Home Loan Banks to a municipality accompanied by written evidence that the bank's public debt is rated "AA" or better by Moody's Investors Service, Inc., or Standard & Poor's Corporation; and
- Time deposits that are fully insured by any federal agency.

Minnesota statutes require that all collateral shall be placed in safekeeping in a restricted account at a Federal Reserve Bank, or in an account at a trust department of a commercial bank or other financial institution that is not owned or controlled by the financial institution furnishing the collateral. The selection should be approved by the City.

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 3: Detailed Notes on All Funds (Continued)**

**Investments**

At year end, the City's investment balances were as follows:

Investment Type	Credit Quality/ Ratings (1)	Segmented Time Distribution (2)	Amount	Fair Value Measurement Using	
				Level 1	Level 2
Pooled Investments at Amortized Costs					
4M fund	N/A	less than 6 months	\$ 4,242,157		
Non-pooled Investments at Fair Value					
Negotiable certificates of deposit	N/A	less than 1 year	1,238,847	\$ -	\$ 1,238,847
Total Investments			<u>\$ 5,481,004</u>	<u>\$ -</u>	<u>\$ 1,238,847</u>

(1) Ratings are provided by various rating agencies where applicable to indicate associated credit risk.

(2) Interest rate risk is disclosed using the segmented time distribution method.

N/A Indicates not applicable or available.

The investments of the City are subject to the following risks:

- *Credit Risk* is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Ratings are provided by various credit rating agencies and where applicable, indicate associated credit risk. Minnesota statutes limit the City's investments to the list on page 53 of the notes.
- *Custodial Credit Risk* for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in possession of an outside party. The City's investment policy limits its exposure by obtaining collateral or bond for all uninsured amounts on deposit and by obtaining necessary documentation to show compliance with state law and a perfected security interest under federal law.
- *Interest Rate Risk* is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the City manages its exposure to declines in fair values by disallowing purchases of investments that, at the time of investment, cannot be held to maturity. The City's investment policy states the City's investment portfolio, as much as possible, will contain both short-term and long-term investments. The City attempts to match its investments with anticipated cash flow requirements. Extended maturities may be utilized to take advantage of higher yields.
- *Concentration of Credit Risk* is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City's investment policy does not address concentration of credit risk, placing no limit on the amount that may be invested in any one issuer.

A reconciliation of cash and temporary investments as shown on the statement of net position for the City follows:

Investments	\$ 5,481,004
Cash on Hand	<u>2,800</u>
Total	<u>\$ 5,483,804</u>

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 3: Detailed Notes on All Funds (Continued)**

**B. Lease Receivable**

As of December 31, 2022, the City had the following lease receivable:

Description	Issue Date	Discount Rate		Current Year Inflow of Resources	Balance at Year End
Verizon Cell Tower	05/01/16	1.16	% \$	25,371	\$ 214,984
American Tower Cell Tower	01/01/19	1.16		24,396	206,117
Total					<u>\$ 421,101</u>

**C. Capital Assets**

Capital asset activity for the year ended December 31, 2022 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental Activities</b>				
Capital Assets not Being Depreciated				
Land	\$ 63,403	\$ -	\$ -	\$ 63,403
Construction in progress	-	185,984	-	185,984
Total Capital Assets not Being Depreciated	<u>63,403</u>	<u>185,984</u>	<u>-</u>	<u>249,387</u>
Capital Assets Being Depreciated				
Buildings and improvements	2,880,657	99,650	-	2,980,307
Infrastructure	2,226,338	-	-	2,226,338
Machinery and equipment	1,929,756	156,174	-	2,085,930
Total Capital Assets being depreciated	<u>7,036,751</u>	<u>255,824</u>	<u>-</u>	<u>7,292,575</u>
Less Accumulated Depreciation for				
Buildings and improvements	(1,224,318)	(86,300)	-	(1,310,618)
Infrastructure	(762,911)	(70,006)	-	(832,917)
Machinery and equipment	(1,371,934)	(139,270)	-	(1,511,204)
Total Accumulated Depreciation	<u>(3,359,163)</u>	<u>(295,576)</u>	<u>-</u>	<u>(3,654,739)</u>
Total Capital Assets Being Depreciated, Net	<u>3,677,588</u>	<u>(39,752)</u>	<u>-</u>	<u>3,637,836</u>
Governmental Activities Capital Assets, Net	<u>\$ 3,740,991</u>	<u>\$ 146,232</u>	<u>\$ -</u>	<u>\$ 3,887,223</u>

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 3: Detailed Notes on All Funds (Continued)**

Depreciation expense was charged to functions of the governmental activities as follows:

Function/Program	Amount
<b>Governmental Activities</b>	
General Government	\$ 45,636
Public Safety	125,418
Public Works	108,549
Culture and Recreation	15,973
	<u>295,576</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 295,576</u>

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Business-type Activities</b>				
Capital Assets not Being Depreciated				
Land	\$ 51,950	\$ -	\$ -	\$ 51,950
Construction in progress	11,640	6,644	(11,640)	6,644
Total Capital Assets not Being Depreciated	<u>63,590</u>	<u>6,644</u>	<u>(11,640)</u>	<u>58,594</u>
Capital Assets Being Depreciated				
Buildings and improvements	963,691	-	-	963,691
Infrastructure	2,864,285	-	-	2,864,285
Machinery and equipment	548,711	80,190	(75,254)	553,647
Total Capital Assets Being Depreciated	<u>4,376,687</u>	<u>80,190</u>	<u>(75,254)</u>	<u>4,381,623</u>
Less Accumulated Depreciation for				
Buildings and improvements	(625,363)	(31,720)	-	(657,083)
Infrastructure	(1,795,036)	(69,275)	-	(1,864,311)
Machinery and equipment	(429,177)	(35,417)	75,254	(389,340)
Total Accumulated Depreciation	<u>(2,849,576)</u>	<u>(136,412)</u>	<u>75,254</u>	<u>(2,910,734)</u>
Total Capital Assets Being Depreciated, Net	<u>1,527,111</u>	<u>(56,222)</u>	<u>-</u>	<u>1,470,889</u>
Business-type Activities Capital Assets, Net	<u>\$ 1,590,701</u>	<u>\$ (49,578)</u>	<u>\$ (11,640)</u>	<u>\$ 1,529,483</u>

Depreciation expense was charged to programs of the business-type activities as follows:

<b>Business-type Activities</b>	\$ 37,748
Water	48,497
Sewer	47,695
Municipal Liquor	2,472
Storm Sewer	<u>136,412</u>
Total Depreciation Expense - Business-type Activities	<u>\$ 136,412</u>



City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 3: Detailed Notes on All Funds (Continued)**

**D. Interfund Receivables, Payable and Transfers**

The composition of interfund transfers for the year ended December 31, 2022 is as follows:

Fund	Transfer in			
	General	Capital Projects	Nonmajor Governmental	Total
Transfer Out				
Debt Service	\$ -	\$ 25,777	\$ -	\$ 25,777
Capital Projects	-	-	184,000	184,000
Nonmajor Governmental	-	49,365	-	49,365
Municipal Liquor	275,000	-	-	275,000
Total Transfers In	<u>\$ 275,000</u>	<u>\$ 75,142</u>	<u>\$ 184,000</u>	<u>\$ 534,142</u>

The City annually budgets transfers for specific purposes. Annual transfers include transfers made to cover annual operations and part of capital improvement plans.

An interfund loan was set up between the Capital Projects Fund and TIF District #1-3 for the establishment of the TIF District. The amount of the loan is \$2,062,053 including unpaid interest, expected to be refunded from the future tax increment at a 4 percent interest rate.

**E. Long-term Debt**

General Obligation (G.O.) Bonds

The City issues G.O. bonds to provide funds for the acquisition and construction of major capital facilities. G.O. bonds have been issued for both governmental and business-type activities. These bonds are reported in the proprietary funds if they are expected to be repaid from proprietary fund revenues. In addition, G.O. bonds have been issued to refund bond issues.

G.O. Improvement Bonds

The following bonds were used to finance improvements and buildings. They will be repaid with ad valorem taxes and special assessments levied against the properties. The bonds are backed by the full faith and credit of the City. Each year the combined assessment and tax levy equals 105 percent of the amount required for debt service. The excess of 5 percent is to cover any delinquencies in tax or assessment payments.

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
G.O. Improvement Bonds of 2014A	\$ 655,000	1.3 - 3.25 %	05/28/14	02/01/31	\$ 535,000
G.O. Capital Notes, Series 2016A	31,952	2.00	4/14/16	02/01/24	7,608
G.O. Improvement Bonds, Series 2017A	1,260,000	3.00	08/24/17	02/01/38	980,000
Total G.O. Improvement Bonds					<u>\$ 1,522,608</u>

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 3: Detailed Notes on All Funds (Continued)**

The G.O. Capital Note, Series 2016A were issued by the City of Circle Pines. The 2016A was issued for the purpose to finance capital equipment purchases per the joint powers agreement in Note 7.

Annual debt service requirements to maturity for G.O. improvement bonds are as follows:

Year Ending December 31,	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 133,091	\$ 39,910	\$ 173,001	\$ 10,668	\$ 2,532	\$ 13,200
2024	133,181	36,474	169,655	10,668	2,308	12,976
2025	125,221	33,034	158,255	9,779	2,083	11,862
2026	125,221	29,458	154,679	9,779	1,829	11,608
2027	129,332	25,640	154,972	10,668	1,552	12,220
2028 - 2032	616,439	67,872	684,311	43,561	2,821	46,382
2033 - 2037	145,000	11,175	156,175	-	-	-
2038 - 2039	20,000	300	20,300	-	-	-
Total	<u>\$ 1,427,485</u>	<u>\$ 243,863</u>	<u>\$ 1,671,348</u>	<u>\$ 95,123</u>	<u>\$ 13,125</u>	<u>\$ 108,248</u>

G.O. Utility Revenue Bonds

The following bonds were issued to finance capital improvements in the enterprise funds. They will be repaid from future operating revenues pledged from the Water and Sewer fund and are backed by the taxing power of the City. Annual principal and interest payments on the G.O. utility revenue bonds are expected to require less than 25 and 30 percent of operating revenues from the Water and Sewer funds, respectively.

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
G.O. Utility Revenue Bonds, Series 2010A	\$ 1,040,000	1.85 - 3.75 %	07/14/10	02/01/26	<u>\$ 335,000</u>

Annual debt service requirements to maturity for G.O. utility revenue bonds are as follows:

**Requirement to maturity for utility bonds**

Year Ending December 31,	Business-type Activities		
	Principal	Interest	Total
2023	\$ 80,000	\$ 10,750	\$ 90,750
2024	85,000	7,863	92,863
2025	85,000	4,781	89,781
2026	85,000	1,594	86,594
Total	<u>\$ 335,000</u>	<u>\$ 24,988</u>	<u>\$ 359,988</u>

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 3: Detailed Notes on All Funds (Continued)**

Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2022 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
<b>Governmental Activities</b>					
G.O. Improvement Bonds	\$ 1,560,511	\$ -	\$ (133,002)	\$ 1,427,509	\$ 133,091
Compensated Absences Payable	37,636	62,109	(60,950)	38,795	38,795
Governmental Activities Long-term Liabilities	<u>\$ 1,598,147</u>	<u>\$ 62,109</u>	<u>\$ (193,952)</u>	<u>\$ 1,466,304</u>	<u>\$ 171,886</u>
<b>Business-type Activities</b>					
G.O. Improvement Bonds	\$ 105,767	\$ -	\$ (10,668)	\$ 95,099	\$ 10,668
G.O. Utility Revenue Bonds	410,000		(75,000)	335,000	80,000
Total Bonds Payable	<u>515,767</u>	<u>-</u>	<u>(85,668)</u>	<u>430,099</u>	<u>90,668</u>
Compensated Absences Payable	19,718	28,501	(32,131)	16,088	16,088
Business-type Activities Long-term Liabilities	<u>\$ 535,485</u>	<u>\$ 28,501</u>	<u>\$ (117,799)</u>	<u>\$ 446,187</u>	<u>\$ 106,756</u>

**Note 4: Defined Benefit Pension Plans - Statewide**

**A. Plan Description**

The City participates in the following cost-sharing multiple-employer defined benefit pension plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA's defined benefit pension plans are established and administered in accordance with Minnesota *statutes*, chapters 353 and 356. PERA's defined benefit pension plans are tax qualified plans under Section 401(a) of the Internal Revenue Code.

General Employees Retirement Plan

All full-time and certain part-time employees of the City are covered by the General Employees Plan. General Employees Plan members belong to the Coordinated Plan. Coordinated Plan members are covered by Social Security.

**B. Benefits Provided**

PERA provides retirement, disability and death benefits. Benefit provisions are established by state statute and can only be modified by the state Legislature. Vested, terminated employees who are entitled to benefits but are not receiving them yet are bound by the provisions in effect at the time they last terminated their public service.

#### **Note 4: Defined Benefit Pension Plans - Statewide (Continued)**

##### General Employees Plan Benefits

General Employees Plan benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. Two methods are used to compute benefits for PERA's Coordinated Plan members. Members hired prior to July 1, 1989 receive the higher of Method 1 or Method 2 formulas. Only Method 2 is used for members hired after June 30, 1989. Under Method 1, the accrual rate for Coordinated members is 1.2 percent of average salary for each of the first 10 years of service and 1.7 percent of average salary for each additional year. Under Method 2, the accrual rate for Coordinated members is 1.7 percent for average salary for all years of service. For members hired prior to July 1, 1989 a full annuity is available when age plus years of service equal 90 and normal retirement age is 65. For members hired on or after July 1, 1989 normal retirement age is the age for unreduced Social Security benefits capped at 66.

Benefit increases are provided to benefit recipients each January. The postretirement increase is equal to 50 percent of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1 percent and a maximum of 1.5 percent. Recipients that have been receiving the annuity or benefit for at least a full year as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least one month but less than a full year as of the June 30 before the effective date of the increase will receive a reduced prorated increase. For members retiring on January 1, 2024, or later, the increase will be delayed until normal retirement age (age 65 if hired prior to July 1, 1989, or age 66 for individuals hired on or after July 1, 1989). Members retiring under Rule of 90 are exempt from the delay to normal retirement.

##### **C. Contributions**

*Minnesota statutes* chapter 353 sets the rates for employer and employee contributions. Contribution rates can only be modified by the state Legislature.

##### General Employees Fund Contributions

Plan members were required to contribute 6.50 percent of their annual covered salary in fiscal year 2022 and the City was required to contribute 7.50 percent of pay for Coordinated Plan members. The City's contributions to the General Employees Fund for the years ending December 31, 2022, 2021 and 2020 were \$59,504, \$60,151 and \$57,739, respectively. The City's contributions were equal to the required contributions for each year as set by state statute.

##### **D. Pension Costs**

##### General Employees Fund Pension Costs

At December 31, 2022, the City reported a liability of \$863,284 for its proportionate share of the General Employees Fund's net pension liability. The City's net pension liability reflected a reduction due to the state of Minnesota's contribution of \$16 million to the fund in 2022. The State of Minnesota is considered a non-employer contributing entity and the state's contribution meets the definition of a special funding situation. The State of Minnesota's proportionate share of the net pension liability associated with the City totaled \$25,265. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share of the net pension liability was based on the City's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2021 through June 30, 2022 relative to the total employer contributions received from all of PERA's participating employers. At June 30, 2022, the City's proportion was 0.0109 percent which was the same as its proportion measured as of June 30, 2021.

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 4: Defined Benefit Pension Plans - Statewide (Continued)**

City's Proportionate Share of the Net Pension Liability	\$ 863,284
State of Minnesota's Proportionate Share of the Net Pension Liability Associated with the City	<u>25,265</u>
Total	<u><u>\$ 888,549</u></u>

For the year ended December 31, 2022, the City recognized pension expense of \$121,847 for its proportionate share of the General Employees Plan's pension expense. In addition, the City recognized \$3,775 as pension expense (and grant revenue) for its proportionate share of the State of Minnesota's contribution of \$16 million to the General Employees Fund.

At December 31, 2022, the City reported its proportionate share of the General Employees Plan's deferred outflows of resources and deferred inflows of resources, related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Economic Experience	\$ 7,211	\$ 9,184
Changes in Actuarial Assumptions	195,377	3,350
Net Difference Between Projected and Actual Earnings on Plan Investments	13,454	-
Changes in Proportion	12,147	2,135
Contributions Paid to PERA Subsequent to the Measurement Date	<u>29,618</u>	<u>-</u>
Total	<u><u>\$ 257,807</u></u>	<u><u>\$ 14,669</u></u>

The \$29,618 reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2023. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

2023	\$ 85,936
2024	77,024
2025	(27,511)
2026	78,071
2027	-
Thereafter	-

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 4: Defined Benefit Pension Plans - Statewide (Continued)**

**E. Long-term Expected Return on Investment**

The State Board of Investment, which manages the investments of PERA, prepares an analysis of the reasonableness on a regular basis of the long-term expected rate of return using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce an expected long-term rate of return by weighting the expected future rates of return by the target asset allocation percentages. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	33.50 %	5.10 %
International Equity	16.50	5.30
Fixed Income	25.00	0.75
Private Markets	25.00	5.90
Total	<u>100.00 %</u>	

**F. Actuarial Assumptions**

The total pension liability in the June 30, 2022 actuarial valuation was determined using an individual entry-age normal actuarial cost method. The long-term rate of return on pension plan investments used in the determination of the total liability is 6.5 percent. This assumption is based on a review of inflation and investments return assumptions from a number of national investment consulting firms. The review provided a range of return investment return rates deemed to be reasonable by the actuary. An investment return of 6.5 percent was deemed to be within that range of reasonableness for financial reporting purposes.

Inflation is assumed to be 2.25 percent for the General Employees Plan. Benefit increases after retirement are assumed to be 1.25 percent for the General Employees Plan.

Salary growth assumptions in the General Employees Plan range in annual increments from 10.25 percent after one year of service to 3.0 percent after 27 years of service.

Mortality rates for the General Employees Plan are based on the Pub-2010 General Employee Mortality Table. The tables are adjusted slightly to fit PERA's experience.

Actuarial assumptions used in the June 30, 2022 valuation were based on the results of actuarial experience studies. The most recent four-year experience study in the General Employees Plan was completed in 2019. The assumption changes were adopted by the Board and become effective with the July 1, 2020 actuarial valuation.



City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 4: Defined Benefit Pension Plans - Statewide (Continued)**

The following changes in actuarial assumptions and plan provisions occurred in 2022:

General Employees Fund

Changes in Actuarial Assumptions

- The mortality improvement scale was changed from Scale MP-2020 to Scale MP-2021.

Changes in Plan Provisions

- There were no changes in plan provisions since the previous valuation

**G. Discount Rate**

The discount rate used to measure the total pension liability in 2022 was 6.50 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at rates set in Minnesota Statutes. Based on these assumptions, the fiduciary net position of the General Employees Fund was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**H. Pension Liability Sensitivity**

The following presents the City's proportionate share of the net pension liability for all plans it participates in, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

	City Proportionate Share of NPL		
	1 Percent Decrease (5.50%)	Current (6.50%)	1 Percent Increase (7.50%)
General Employees Fund	\$ 1,363,602	\$ 863,284	\$ 452,946

**H. Pension Plan Fiduciary Net Position**

Detailed information about each pension plan's fiduciary net position is available in a separately-issued PERA financial report that includes financial statements and required supplementary information. That report may be obtained on the Internet at [www.mnpera.org](http://www.mnpera.org).

**Note 5: Public Employees Defined Contribution Plans**

**A. Plan Description**

The Lexington Fire Department participates in the Statewide Volunteer Firefighter Retirement Plan (SVF), an agent multiple-employer lump-sum defined benefit pension plan administered by the Public Employees Retirement Association of Minnesota (PERA). The SVF plan covers volunteer firefighters of municipal fire departments or independent nonprofit firefighting corporations that have elected to join the plan. As of December 31, 2021, the plan covered 18 active firefighters and 9 vested terminated fire fighters whose pension benefits are deferred. The plan is established and administered in accordance with Minnesota statutes, chapter 353 G.

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 5: Defined Benefit Pension Plans - Fire Relief Association (Continued)**

**B. Benefits Provided**

The SVF provides lump-sum retirement, death, and supplemental benefits to covered firefighters and survivors. Benefits are paid based on the number of years of service multiplied by a benefit level per year of service approved by the City. The benefit is selected from 71 possible levels in \$100 increments ranging from \$500 to \$7,500 per year of service. Members are eligible for a lump-sum retirement benefit at 50 years of age with five years of service. Plan provisions include a pro-rated vesting schedule that increases from 5 years at 40 percent through 20 years at 100 percent.

**C. Contributions**

The Volunteer Firefighter Plan is funded by fire state aid, investment earnings and, if necessary, employer contributions as specified in Minnesota statutes and voluntary City contributions. The State of Minnesota contributed \$14,805 in fire state aid to the fund for the year ended December 31, 2022. Required employer contributions are calculated annually based on statutory provisions. The City's statutorily-required contributions to the Volunteer Firefighter Fund for the year ended December 31, 2022 were \$14,805. The City's contributions were equal to the required contributions as set by state statute, if applicable. The City made no voluntary contributions to the plan.

**D. Pension Costs**

At December 31, 2022, the City reported a net pension asset of \$208,828 for the Volunteer Firefighter Fund. The net pension asset was measured as of December 31, 2021. The total pension liability used to calculate the net pension asset in accordance with GASB 68 was determined by PERA applying an actuarial formula to specific census data certified by the Department. The following table presents the changes in net pension asset during the year:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a-b)
Beginning Balance January 1, 2020	\$ 693,600	\$ 901,249	\$ (207,649)
Changes for the Year			
Service cost	29,895	-	29,895
Interest on pension liability (asset)	37,110	-	37,110
Actuarial experience (gains)/losses	(76,809)	-	(76,809)
Projected investment earnings	-	54,075	(54,075)
Changes in benefit level	107,066	-	107,066
Contributions (State)	-	12,575	(12,575)
Asset (gain)/loss	-	32,743	(32,743)
Benefit payouts	(210,000)	(210,000)	-
Administrative costs	-	(952)	952
Total Net Changes	(112,738)	(111,559)	(1,179)
Ending Balance December 31, 2021	\$ 580,862	\$ 789,690	\$ (208,828)

For the year ended December 31, 2022, the City recognized pension expense of \$44,224

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 5: Defined Benefit Pension Plans - Fire Relief Association (Continued)**

At December 31, 2022, the City reported its deferred outflows of resources and deferred inflows of resources, and its contributions subsequent to the measurement date, to the plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ -	\$ 61,447
Asset (Gain)/Loss	-	26,194
Contributions to Plan Subsequent to the Measurement Date	<u>14,805</u>	<u>-</u>
Total	<u>\$ 14,805</u>	<u>\$ 87,641</u>

Deferred outflows of resources totaling \$14,805 related to pensions resulting from the City's contributions to the plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2023. Other amounts reported as deferred outflows of resources related to the plan will be recognized in pension expense as follows:

2023	\$ (55,964)
2024	(45,071)
2025	(53,852)
2026	67,246

**E. Actuarial Assumptions**

The total pension liability at December 31, 2021 was determined using the entry age normal actuarial cost method and the following actuarial assumptions:

Retirement Eligibility at the Later of Age 50 or 20 Years of Service	
Inflation	2.5% per year
Investment Rate of Return	7.50%

There were no changes in actuarial assumptions in 2021.

**F. Discount Rate**

The discount rate used to measure the total pension liability was 6.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions to the SVF plan will be made as specified in statute. Based on that assumption and considering the funding ratio of the plan, the fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 5: Defined Benefit Pension Plans - Fire Relief Association (Continued)**

**G. Pension Liability Sensitivity**

The following presents the City's net pension liability (asset) for the SVF plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate 1 percent lower or 1 percent higher than the current discount rate:

	1 Percent Decrease (5.00%)	Current (6.00%)	1 Percent Increase (7.00%)
SVF	<u>\$ (186,750)</u>	<u>\$ (208,828)</u>	<u>\$ (229,405)</u>

**H. Investment Policy**

The Minnesota State Board of Investment (SBI) is established by Article XI of the Minnesota Constitution to invest all state funds. Its membership as specified in the Constitution is comprised of the Governor (who is designated as chair of the Board), State Auditor, Secretary of State and State Attorney General.

All investments undertaken by the SBI are governed by the prudent person rule and other standards codified in Minnesota statutes, chapter 11A and chapter 353G.

Within the requirements defined by state law, the SBI, with assistance of the SBI staff and the Investment Advisory Council, establishes investment policy for all funds under its control. These investments policies are tailored to the particular needs of each fund and specify investment objectives, risk tolerance, asset allocation, investment management structure and specific performance standards. Studies guide the on-going management of the funds and are updated periodically.

The SBI made no significant changes to their investment policy during fiscal year 2021 for the SVF plan.

**I. Asset Allocation**

The long-term expected rate of return on pension plan investments was set based on the plan's target investment allocation along with long-term return expectations by asset class. All economic assumptions were based on input from various published sources and projected future financial data available.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	33.50 %	5.10 %
International Equity	16.50	5.30
Fixed Income	25.00	5.90
Private Markets	<u>25.00</u>	0.75
Total	<u>100.00 %</u>	

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 5: Defined Benefit Pension Plans - Fire Relief Association (Continued)**

The 6.0 percent long-term expected rate of return on pension plan investments was determined using a building-block method. Best estimates for expected future real rates of return (expected returns, net of inflation) were developed for each asset class using both long-term historical returns and long-term capital market expectations from a number of investment management and consulting organizations. The asset class estimates and the target allocations were then combined to produce a geometric, long-term expected real rate of return for the portfolio. Inflation expectations were applied to derive the nominal rate of return for the portfolio.

The SBI made no significant changes to their investment policy during fiscal year 2022 for the Volunteer Firefighter Fund.

**J. Pension Plan Fiduciary Net Position**

Detailed information about the Volunteer Firefighter Fund's fiduciary net position as of December 31, 2021 is available in a separately-issued PERA financial report that includes financial statements and required supplementary information. That report may be obtained at [www.mnpera.org](http://www.mnpera.org).

**Note 6: Other Information**

**Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the City carries insurance. The City obtains insurance through participation in the League of Minnesota Cities Insurance Trust (LMCIT), which is a risk sharing pool with approximately 800 other governmental units. The City pays an annual premium to LMCIT for its workers compensation and property and casualty insurance. The LMCIT is self-sustaining through member premiums and will reinsure for claims above a prescribed dollar amount for each insurance event. Settled claims have not exceeded the City's coverage in any of the past three fiscal years.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities, if any, include an amount for claims that have been incurred but not reported (IBNRs). The City's management is not aware of any incurred but not reported claims.

**Note 7: Joint Ventures**

**Centennial Lake Police Department**

The Centennial Lakes Police Department (the Department) was formed under the authority of Minnesota statutes 436.06 in 2005 by agreement of the member cities of Centerville, Circle Pines and Lexington. The Department was created to provide police protection services to its member cities. The Department is managed through a three tier system consisting of a Governing Board, an Operations Committee, and a Chief of Police. The Governing Board consists of six members, two elected officials appointed by each member city. The Operations Committee is made up of the City administrators from each member city and the Chief of Police. The Chief of Police is appointed by mutual agreement of the City Councils of all member cities. Annual contributions required by each member city are calculated based on complaint history, population, and staffing formulas. The City's equity interest and its share of the net income (loss) of the Department is not measurable; therefore, no equity interest is reported in the government-wide financial statements. Contributions made by member cities for 2022 were as follows:

City of Circle Pines	\$ 1,101,620	40.83 %
City of Lexington	746,258	27.66
City of Centerville	849,994	31.51
Total	<u>\$ 2,697,872</u>	<u>100.00 %</u>

City of Lexington, Minnesota  
Notes to the Financial Statements  
December 31, 2022

**Note 7: Joint Ventures (Continued)**

The following information is from the financial statements of the Department as of December 31, 2022. The amounts reported for the Department are those presented in its government-wide financial statements. These financial statements are available for viewing at the Lexington City hall.

	Centennial Lakes Police Department
Total Assets and Deferred Outflows of Resources	\$ 4,909,596
Total Liabilities and Deferred Inflows of Resources	5,902,816
Total Net Position	(993,220)
Total Revenue	2,954,289
Total Expenses	2,940,524

**North Metro Telecommunications Commission (the Commission)**

The purpose of the Commission is to monitor the operations and activities of the cable commissions of the member cities. The member cities include the City of Blaine, Centerville, Circle Pines, Ham Lake, Lexington, Lino Lakes, and Spring Lake Park. Each member has a representative on the Commissions Board. The Commission also provides coordination, administration and enforcement of the franchises for the cable communication system. The City's equity interest and its share of the net income (loss) of the Commission are not explicit; therefore, no equity interest is reported in the government-wide financial statements.

Financial statements for the Commission can be obtained by writing to: North Metro Telecommunications Commission at 12520 Polk Street NE, Blaine, Minnesota 55434.

**Anoka County Fire Protection Council (ACFPC)**

The purpose of the ACFPC is to improve the efficiency and effectiveness of fire and emergency services to the public and address the Members' long term needs for fire-fighting and emergency equipment, fire records data systems, fire-fighter and EMS training, fire prevention, fire inspection, fire-related public education, and other fire- and emergency-related essentials. The member cities include the City of Andover, Anoka, Bethel, Blaine, Centerville, Champlin, Circle Pines, Columbia Heights, Coon Rapids, East Bethel, Fridley, Ham Lake, Hilltop, Lexington, Lino Lakes, Mounds View, Nowthen, Oak Grove, Ramsey, Spring Lake Park, St. Francis, and the Township of Linwood. Each member has a representative on the ACFPC Board. The City's equity interest and its share of the net income (loss) of the Commission are not explicit; therefore, no equity interest is reported in the government-wide financial statements.

**Note 8: Change in Accounting Principles**

For fiscal year 2022, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 87, Leases. GASB Statement No. 87 enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. These changes were incorporated in the City's 2022 financial statements. The City's recognition of the beginning balances related to the lease liability and the intangible right to use lease asset were equal balances and had no effect on the beginning net position of the Governmental Activities.



REQUIRED SUPPLEMENTARY INFORMATION

CITY OF LEXINGTON  
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2022

City of Lexington, Minnesota  
Required Supplementary Information  
For the Year Ended December 31, 2022

**Schedule of Employer's Share of PERA Net Pension Liability - General Employees Fund**

Fiscal Year Ending	City's Proportion of the Net Pension Liability	City's Proportionate Share of the Net Pension Liability (a)	State's Proportionate Share of the Net Pension Liability Associated with the City (b)	Total (a+b)	City's Covered Payroll (c)	City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll ((a+b)/c)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
6/30/2022	0.0109 %	\$ 863,284	\$ 25,265	888,549	\$ 803,274	107.5 %	76.7 %
6/30/2021	0.0109	465,479	14,300	479,779	786,037	59.2	87.0
6/30/2020	0.0104	623,528	19,190	642,718	740,027	84.3	79.0
6/30/2019	0.0101	558,406	17,333	575,739	713,371	78.3	80.2
6/30/2018	0.0104	576,949	18,852	595,801	698,367	82.6	79.5
6/30/2017	0.0106	676,697	8,547	685,244	686,204	98.6	75.9
6/30/2016	0.0109	885,026	-	885,026	656,576	134.8	68.9
6/30/2015	0.0117	606,355	-	606,355	673,400	90.0	78.2

*Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.*

**Schedule of Employer's PERA Contributions - General Employees Fund**

Year Ending	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	City's Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
12/31/2022	\$ 59,504	\$ 59,504	\$ -	\$ 793,383	7.50 %
12/31/2021	60,151	60,151	-	802,018	7.50
12/31/2020	57,739	57,739	-	769,853	7.50
12/31/2019	53,272	53,272	-	710,297	7.50
12/31/2018	53,678	53,678	-	715,712	7.50
12/31/2017	51,556	51,556	-	687,409	7.50
12/31/2016	50,089	50,089	-	667,856	7.50
12/31/2015	51,360	51,360	-	684,800	7.50

*Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.*

City of Lexington, Minnesota  
Required Supplementary Information (Continued)  
For the Year Ended December 31, 2022

**Notes to the Required Supplementary Information - General Employees Fund**

Changes in Actuarial Assumptions

2022 - The mortality improvement scale was changed from Scale MP-2020 to Scale MP-2021.

2021 - The investment return and single discount rates were changed from 7.50 percent to 6.50 percent, for financial reporting purposes. The mortality improvement scale was changed from Scale MP-2019 to Scale MP-2020.

2020 - The price inflation assumption was decreased from 2.50% to 2.25%. The payroll growth assumption was decreased from 3.25% to 3.00%. Assumed salary increase rates were changed as recommended in the June 30, 2019 experience study. The net effect is assumed rates that average 0.25% less than previous rates. Assumed rates of retirement were changed as recommended in the June 30, 2019 experience study. The changes result in more unreduced (normal) retirements and slightly fewer Rule of 90 and early retirements. Assumed rates of termination were changed as recommended in the June 30, 2019 experience study. The new rates are based on service and are generally lower than the previous rates for years 2-5 and slightly higher thereafter. Assumed rates of disability were changed as recommended in the June 30, 2019 experience study. The change results in fewer predicted disability retirements for males and females. The base mortality table for healthy annuitants and employees was changed from the RP-2014 table to the Pub-2010 General Mortality table, with adjustments. The base mortality table for disabled annuitants was changed from the RP-2014 disabled annuitant mortality table to the PUB-2010 General/Teacher disabled annuitant mortality table, with adjustments. The mortality improvement scale was changed from Scale MP-2018 to Scale MP-2019. The assumed spouse age difference was changed from two years older for females to one year older. The assumed number of married male new retirees electing the 100% Joint & Survivor option changed from 35% to 45%. The assumed number of married female new retirees electing the 100% Joint & Survivor option changed from 15% to 30%. The corresponding number of married new retirees electing the Life annuity option was adjusted accordingly.

2019 - The mortality projection scale was changed from MP-2017 to MP-2018.

2018 - The mortality projection scale was changed from MP-2015 to MP-2017. The assumed benefit increase was changed from 1.00 percent per year through 2044 and 2.50 percent per year thereafter to 1.25 percent per year.

2017 - The Combined Service Annuity (CSA) loads were changed from 0.8 percent for active members and 60 percent for vested and non-vested deferred members. The revised CSA loads are now 0.0 percent for active member liability, 15.0 percent for vested deferred member liability and 3.0 percent for non-vested deferred member liability. The assumed post-retirement benefit increase rate was changed from 1.0 percent per year for all years to 1.0 percent per year through 2044 and 2.5 percent per year thereafter.

2016 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2035 and 2.5 percent per year thereafter to 1.0 percent per year for all future years. The assumed investment return was changed from 7.9 percent to 7.5 percent. The single discount rate was changed from 7.9 percent to 7.5 percent. Other assumptions were changed pursuant to the experience study dated June 30, 2015. The assumed future salary increases, payroll growth and inflation were decreased by 0.25 percent to 3.25 percent for payroll growth and 2.50 percent for inflation.

2015 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2030 and 2.5 percent per year thereafter to 1.0 percent per year through 2035 and 2.5 percent per year thereafter.

City of Lexington, Minnesota  
Required Supplementary Information (Continued)  
For the Year Ended December 31, 2022

**Notes to the Required Supplementary Information - General Employees Fund (Continued)**

Changes in Plan Provisions

2022 - There were no changes in plan provisions since the previous valuation.

2021 - There were no changes in plan provisions since the previous valuation.

2020 - Augmentation for current privatized members was reduced to 2.0% for the period July 1, 2020 through December 31, 2023 and 0.0% after. Augmentation was eliminated for privatizations occurring after June 30, 2020.

2019 - The employer supplemental contribution was changed prospectively, decreasing from \$31.0 million to \$21.0 million per year. The state's special funding contribution was changed prospectively, requiring \$16.0 million due per year through 2031.

2018 - The augmentation adjustment in early retirement factors is eliminated over a five-year period starting July 1, 2019, resulting in actuarial equivalence after June 30, 2024. Interest credited on member contributions decreased from 4.00 percent to 3.00 percent, beginning July 1, 2018. Deferred augmentation was changed to 0.00 percent, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply. Contribution stabilizer provisions were repealed. Postretirement benefit increases were changed from 1.00 percent per year with a provision to increase to 2.50 percent upon attainment of 90.00 percent funding ratio to 50.00 percent of the Social Security Cost of Living Adjustment, not less than 1.00 percent and not more than 1.50 percent, beginning January 1, 2019. For retirements on or after January 1, 2024, the first benefit increase is delayed until the retiree reaches normal retirement age; does not apply to Rule of 90 retirees, disability benefit recipients, or survivors. Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

2017 - The State's contribution for the Minneapolis Employees Retirement Fund equals \$16,000,000 in 2017 and 2018, and \$6,000,000 thereafter. The Employer Supplemental Contribution for the Minneapolis Employees Retirement Fund changed from \$21,000,000 to \$31,000,000 in calendar years 2019 to 2031. The state's contribution changed from \$16,000,000 to \$6,000,000 in calendar years 2019 to 2031.

2016 - There were no changes in plan provisions since the previous valuation.

2015 - On January 1, 2015, the Minneapolis Employees Retirement Fund was merged into the General Employees Fund, which increased the total pension liability by \$1.1 billion and increased the fiduciary plan net position by \$892 million. Upon consolidation, state and employer contributions were revised.

**Schedule of Employer's Fire Relief Association Contributions**

Year Ending	Required Supplementary Information		
	Actuarial Determined Contribution	Actual Contributions Paid	Contribution Deficiency (Excess)
	(a)	(b)	(a-b)
12/31/22	\$ 14,805	\$ 14,805	\$ -
12/31/21	12,575	12,575	-
12/31/20	11,445	11,445	-
12/31/19	11,095	11,095	-
12/31/18	12,071	12,071	(11,664)
12/31/17	27,487	27,487	(7,241)
12/31/16	18,507	18,507	(7,241)
12/31/15	11,306	22,972	-

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

City of Lexington, Minnesota  
Required Supplementary Information (Continued)  
For the Year Ended December 31, 2022

**Schedule of Changes in the Fire Relief Association's Net Pension Liability (Asset) and Related Ratios**

	2022 (Fire Relief Report Date 2021)	2021 (Fire Relief Report Date 2020)	2020 (Fire Relief Report Date 2019)	2019 (Fire Relief Report Date 2018)	2018 (Fire Relief Report Date 2017)	2017 (Fire Relief Report Date 2016)	2016 (Fire Relief Report Date 2015)	2015 (Fire Relief Report Date 2014)
<b>Total Pension Liability</b>								
Service cost	\$ 29,895	\$ 28,344	\$ 29,396	\$ 28,566	\$ 25,411	\$ 21,664	\$ 24,730	\$ 19,732
Interest on pension liability (asset)	37,110	38,307	36,118	30,743	26,951	27,113	22,496	17,627
Changes of benefit terms	-	-	-	51,173	(11,812)	(55,777)	55,778	-
Differences between expected and actual experience	(76,809)	16,846	(27,980)	(21,726)	60,249	(14,480)	(9,892)	81,469
Changes in benefit level	107,066	-	-	-	-	-	-	-
Benefit payments	(210,000)	-	-	-	(81,500)	-	-	-
<b>Net Change in Total Pension Liability</b>	<b>(112,738)</b>	<b>83,497</b>	<b>37,534</b>	<b>-</b>	<b>19,299</b>	<b>(21,480)</b>	<b>93,112</b>	<b>118,828</b>
<b>Total Pension Liability - January 1</b>	<b>693,600</b>	<b>610,103</b>	<b>572,569</b>	<b>483,813</b>	<b>464,514</b>	<b>485,994</b>	<b>392,882</b>	<b>274,054</b>
<b>Total Pension Liability - December 31</b>	<b>\$ 580,862</b>	<b>\$ 693,600</b>	<b>\$ 610,103</b>	<b>\$ 572,569</b>	<b>\$ 483,813</b>	<b>\$ 464,514</b>	<b>\$ 485,994</b>	<b>\$ 392,882</b>
<b>Plan Fiduciary Net Position</b>								
Contributions - State	10,392	\$ 9,376	\$ 11,095	\$ 12,071	\$ 8,909	\$ 9,066	\$ 9,084	\$ 11,749
Fire supplemental aid	\$ 2,183	2,070	-	-	2,156	2,199	2,223	-
Employer contributions	-	20,646	29,453	-	-	-	11,666	9,151
Net investment income	86,819	112,320	113,020	(23,586)	78,295	37,687	418	30,356
Required municipal contribution	-	-	-	-	16,422	7,241	-	-
Administrative expense	(900)	(900)	(849)	(846)	(810)	(690)	(690)	(750)
Benefit Payments	(210,000)	-	-	-	(81,500)	-	-	-
Other	(52)	(45)	-	-	(37)	(41)	(17)	-
<b>Net Change in Plan Fiduciary Net Position</b>	<b>(111,558)</b>	<b>143,467</b>	<b>152,719</b>	<b>(12,361)</b>	<b>23,435</b>	<b>55,462</b>	<b>22,684</b>	<b>50,506</b>
<b>Plan Fiduciary Net Position - January 1</b>	<b>901,248</b>	<b>757,781</b>	<b>605,062</b>	<b>617,423</b>	<b>593,988</b>	<b>538,526</b>	<b>515,842</b>	<b>465,336</b>
<b>Plan Fiduciary Net Position - December 31</b>	<b>\$ 789,690</b>	<b>\$ 901,248</b>	<b>\$ 757,781</b>	<b>\$ 605,062</b>	<b>\$ 617,423</b>	<b>\$ 593,988</b>	<b>\$ 538,526</b>	<b>\$ 515,842</b>
<b>Fire Relief's Net Pension Liability (Asset) - December 31 (a-b)</b>	<b>\$ (208,828)</b>	<b>\$ (207,648)</b>	<b>\$ (147,678)</b>	<b>\$ (32,493)</b>	<b>\$ (133,610)</b>	<b>\$ (129,474)</b>	<b>\$ (52,532)</b>	<b>\$ (122,960)</b>
<b>Plan fiduciary net position as a percentage of the total pension liability (b/a)</b>	<b>145.44%</b>	<b>109.25%</b>	<b>124.21%</b>	<b>105.67%</b>	<b>127.62%</b>	<b>127.87%</b>	<b>110.81%</b>	<b>131.30%</b>
<b>Covered-employee Payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>Fire Relief's Net Pension Liability (Asset) as a Percentage of Covered-employee Payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

Notes to Schedule:

Note: Schedule is intended to show 10-year trend. Additional years will be reported as the become available.

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COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES

CITY OF LEXINGTON  
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2022



City of Lexington, Minnesota  
Nonmajor Governmental Funds  
Combining Balance Sheet  
December 31, 2022

	229 ARPA Special Revenue	Capital Projects	Total Nonmajor Governmental Funds
Assets			
Cash and temporary investments	\$ 82,077	\$ 202,245	\$ 284,322
Receivables			
Special assessments	-	31,360	31,360
Total Assets	<u>\$ 82,077</u>	<u>\$ 233,605</u>	<u>\$ 315,682</u>
Liabilities			
Accounts payable	\$ -	\$ 70,390	\$ 70,390
Unearned revenue	82,077	-	82,077
Total Liabilities	<u>82,077</u>	<u>70,390</u>	<u>152,467</u>
Deferred Inflows of Resources			
Unavailable revenue - special assessments	-	31,360	31,360
Fund Balances			
Restricted			
Parks	-	79,134	79,134
Assigned for future capital	-	55,746	55,746
Unassigned	-	(3,025)	(3,025)
Total Fund Balances	<u>-</u>	<u>131,855</u>	<u>131,855</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 82,077</u>	<u>\$ 233,605</u>	<u>\$ 315,682</u>

City of Lexington, Minnesota  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
For the Year Ended December 31, 2022

	229 ARPA Special Revenue	Capital Projects	Total Nonmajor Governmental Funds
Revenues			
Intergovernmental	\$ 207,739	\$ -	\$ 207,739
Special assessments	-	30,365	30,365
Investment earnings	-	1,524	1,524
Total Revenues	<u>207,739</u>	<u>31,889</u>	<u>239,628</u>
Expenditures			
Current			
General government	185,984	-	185,984
Public safety	21,755	-	21,755
Capital outlay			
Public works	-	151,362	151,362
Culture and recreation	-	5,867	5,867
Total Expenditures	<u>207,739</u>	<u>157,229</u>	<u>364,968</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>(125,340)</u>	<u>(125,340)</u>
Other Financing Sources (Uses)			
Transfers in	-	184,000	184,000
Transfers out	-	(49,365)	(49,365)
Total Other Financing Sources (Uses)	<u>-</u>	<u>134,635</u>	<u>134,635</u>
Net Change in Fund Balances	-	9,295	9,295
Fund Balances, January 1	<u>-</u>	<u>122,560</u>	<u>122,560</u>
Fund Balances, December 31	<u>\$ -</u>	<u>\$ 131,855</u>	<u>\$ 131,855</u>

City of Lexington, Minnesota  
Nonmajor Capital Projects Funds  
Combining Balance Sheet  
December 31, 2022

	440 2015 Street Improvements	419 Jackson Ave.	421 2021 Street Improvements	422 2022 Street Improvements	423 2023 Street Improvements	405 Park Dedication Fees	Total Capital Projects Funds
<b>Assets</b>							
Cash and temporary investments	\$ 16,500	\$ -	\$ -	\$ 109,636	\$ (3,025)	\$ 79,134	\$ 202,245
Special assessments receivable							
Deferred	-	-	-	31,360	-	-	31,360
<b>Total Assets</b>	<u>\$ 16,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 140,996</u>	<u>\$ (3,025)</u>	<u>\$ 79,134</u>	<u>\$ 233,605</u>
<b>Liabilities</b>							
Accounts payable	\$ 16,500	\$ -	\$ -	\$ 53,890	\$ -	\$ -	\$ 70,390
<b>Deferred Inflows of Resources</b>							
Unavailable revenue - special assessments	-	-	-	31,360	-	-	31,360
<b>Fund Balances</b>							
Restricted for parks	-	-	-	-	-	79,134	79,134
Assigned for future capital projects	-	-	-	55,746	-	-	55,746
Unassigned	-	-	-	-	(3,025)	-	(3,025)
<b>Total Fund Balances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>55,746</u>	<u>(3,025)</u>	<u>79,134</u>	<u>131,855</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 16,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 140,996</u>	<u>\$ (3,025)</u>	<u>\$ 79,134</u>	<u>\$ 233,605</u>

City of Lexington, Minnesota  
Nonmajor Capital Projects Funds  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
For the Year Ended December 31, 2022

	440 2015 Street Improvements	419 Jackson Ave.	421 2021 Street Improvements	422 2022 Street Improvements	423 2023 Street Improvements	405 Park Dedication Fees	Total Capital Projects Funds
Revenues							
Special assessments	\$ -	\$ 2,851	\$ 8,699	\$ 18,815	\$ -	\$ -	\$ 30,365
Investment earnings	-	46	195	813	-	470	1,524
Total Revenues	-	2,897	8,894	19,628	-	470	31,889
Expenditures							
Capital outlay	-	-	455	147,882	3,025	-	151,362
Public works	-	-	-	-	-	5,867	5,867
Culture and recreation	-	-	455	147,882	3,025	5,867	157,229
Total Expenditures	-	-	455	147,882	3,025	5,867	157,229
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	2,897	8,439	(128,254)	(3,025)	(5,397)	(125,340)
Other Financing Sources (Uses)							
Transfers in	-	-	-	184,000	-	-	184,000
Transfers out	-	(10,221)	(39,144)	-	-	-	(49,365)
Total Other Financing Sources (Uses)	-	(10,221)	(39,144)	184,000	-	-	134,635
Net Change in Fund Balances	-	(7,324)	(30,705)	55,746	(3,025)	(5,397)	9,295
Fund Balances, January 1	-	7,324	30,705	-	-	84,531	122,560
Fund Balances, December 31	\$ -	\$ -	\$ -	\$ 55,746	\$ (3,025)	\$ 79,134	\$ 131,855

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City of Lexington, Minnesota  
General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Continued on the Following Pages)  
For the Year Ended December 31, 2022  
(With Comparative Actual Amounts for the Year Ended December 31, 2021)

	2022			2021
	Budgeted Amounts		Actual Amounts	Actual Amounts
	Original	Final		
Revenues				
Taxes				
Property taxes	\$ 1,107,097	\$ 1,107,097	\$ 1,117,540	\$ 1,041,160
Licenses and permits				
Business	41,925	41,925	41,350	(575)
Nonbusiness	91,700	91,700	58,361	(33,339)
Total licenses and permits	133,625	133,625	99,711	(33,914)
Intergovernmental				
State				
Local government aid	448,239	448,239	448,239	-
Fire aid	10,000	10,000	14,931	4,931
Police aid	41,000	41,000	42,483	1,483
Other	-	-	-	-
County				
Recycling grant	26,000	26,000	23,446	(2,554)
Total intergovernmental	525,239	525,239	529,099	3,860
Charges for services				
General government	78,600	78,600	75,920	(2,680)
Fines and forfeitures	17,000	17,000	28,429	11,429
Investment earnings (loss)	14,025	14,025	2,444	(11,581)
Miscellaneous				
Other	4,000	4,000	9,010	5,010
Total Revenues	1,879,586	1,879,586	1,862,153	(17,433)

City of Lexington, Minnesota  
General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Continued)  
For the Year Ended December 31, 2022  
(With Comparative Actual Amounts for the Year Ended December 31, 2021)

	2022				2021
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Actual Amounts
	Original	Final			
Expenditures					
Current					
General government					
Mayor and city council					
Personnel services	\$ 46,936	\$ 46,936	\$ 44,460	\$ 2,476	\$ 45,818
Other services and charges	1,125	1,125	230	895	71
Total mayor and city council	48,061	48,061	44,690	3,371	45,889
Administration					
Personnel services	278,146	278,146	270,663	7,483	250,803
Supplies	4,000	4,000	2,813	1,187	2,803
Other services and charges	219,095	219,095	170,361	48,734	143,824
Total administration	501,241	501,241	443,837	57,404	397,430
Elections					
Personnel services	12,317	12,317	9,485	2,832	6,579
Other services and charges	1,330	1,330	868	462	427
Total elections	13,647	13,647	10,353	3,294	7,006
Total general government	562,949	562,949	498,880	64,069	450,325
Public safety					
Police protection and administration					
Other services and charges	921,390	921,390	915,860	5,530	859,252
Fire fighting and administration					
Personnel services	148,763	148,763	129,794	18,969	151,147
Supplies	18,846	18,846	16,052	2,794	10,292
Other services and charges	72,225	72,225	67,292	4,933	57,815
Total fire fighting and administration	239,834	239,834	213,138	26,696	219,254
Building inspection					
Other services and charges	77,500	77,500	106,839	(29,339)	363,920
Animal control					
Other services and charges	500	500	169	331	-
Total public safety	1,239,224	1,239,224	1,236,006	3,218	1,442,426



City of Lexington, Minnesota  
General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Continued)  
For the Year Ended December 31, 2022  
(With Comparative Actual Amounts for the Year Ended December 31, 2021)

	2022				2021
	Budgeted Amounts		Actual	Variance With	Actual
	Original	Final	Amounts	Final Budget	Amounts
Expenditures (Continued)					
Current (continued)					
Public works					
General public works					
Personnel services	\$ 104,145	\$ 104,145	\$ 94,409	\$ 9,736	\$ 97,257
Supplies	52,754	52,754	39,274	13,480	41,734
Other services and charges	41,622	41,622	40,528	1,094	27,352
Total general public works	198,521	198,521	174,211	24,310	166,343
Recycling					
Personnel services	11,492	11,492	14,572	(3,080)	13,940
Supplies	2,600	2,600	2,640	(40)	2,560
Other services and charges	15,675	15,675	9,809	5,866	13,943
Total recycling	29,767	29,767	27,021	2,746	30,443
Total public works	228,288	228,288	201,232	27,056	196,786
Culture and recreation					
Parks					
Personnel services	67,716	67,716	61,452	6,264	62,505
Supplies	10,904	10,904	9,766	1,138	9,042
Other services and charges	45,505	45,505	40,612	4,893	26,867
Total culture and recreation	124,125	124,125	111,830	12,295	98,414
Total Expenditures	2,154,586	2,154,586	2,047,948	106,638	2,187,951
Excess (Deficiency) of Revenues Over (Under) Expenditures	(275,000)	(275,000)	(185,795)	89,205	(28,615)
Other Financing Sources (Uses)					
Transfers in	275,000	275,000	275,000	-	275,000
Net Change in Fund Balances	-	-	89,205	89,205	246,385
Fund Balances, January 1	1,254,448	1,254,448	1,254,448	-	1,008,063
Fund Balances, December 31	\$ 1,254,448	\$ 1,254,448	\$ 1,343,653	\$ 89,205	\$ 1,254,448

City of Lexington, Minnesota  
Debt Service Funds  
Combining Balance Sheet  
December 31, 2022

	599	591	592	551	
	G.O. Refunding	Improvement	Improvement	Improvement	Total
	Bonds of 2012	Bonds of 2014	Bonds of 2017	Bonds of 2016	
Assets					
Cash and temporary investments	\$ -	\$ 127,501	\$ 291,986	\$ -	\$ 419,487
Receivables					
Special assessments	-	8,243	183,940	-	192,183
Due from other governments	-	1,341	1,400	-	2,741
Total Assets	<u>\$ -</u>	<u>\$ 137,085</u>	<u>\$ 477,326</u>	<u>\$ -</u>	<u>\$ 614,411</u>
Deferred Inflows of Resources					
Unavailable revenue - special assessments	\$ -	\$ 8,242	\$ 183,940	\$ -	\$ 192,182
Fund Balances					
Restricted for debt service	-	128,843	293,386	-	422,229
Total Deferred					
Inflows of Resources					
and Fund Balances	<u>\$ -</u>	<u>\$ 137,085</u>	<u>\$ 477,326</u>	<u>\$ -</u>	<u>\$ 614,411</u>

City of Lexington, Minnesota  
Debt Service Funds  
Combining Schedule of Revenues, Expenditures and  
Changes in Fund Balances  
For the Year Ended December 31, 2022

	599	591	592	551	
	G.O. Refunding	Improvement	Improvement	Improvement	Total
	Bonds of 2012	Bonds of 2014	Bonds of 2017	Bonds of 2016	
Revenues					
Taxes					
Property	\$ -	\$ 46,896	\$ 83,040	\$ -	\$ 129,936
Franchise	-	-	-	4,090	4,090
Special assessments	-	9,986	24,563	-	34,549
Investment earnings	143	555	1,254	-	1,952
Total Revenues	<u>143</u>	<u>57,437</u>	<u>108,857</u>	<u>4,090</u>	<u>170,527</u>
Expenditures					
Debt service					
Principal	-	49,332	80,000	3,670	133,002
Interest and other	-	13,170	31,075	420	44,665
Total Expenditures	<u>-</u>	<u>62,502</u>	<u>111,075</u>	<u>4,090</u>	<u>177,667</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	143	(5,065)	(2,218)	-	(7,140)
Other Financing Sources					
Transfers out	<u>(25,777)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(25,777)</u>
Net Change in Fund Balances	(25,634)	(5,065)	(2,218)	-	(32,917)
Fund Balances, January 1	<u>25,634</u>	<u>133,908</u>	<u>295,604</u>	<u>-</u>	<u>455,146</u>
Fund Balances, December 31	<u>\$ -</u>	<u>\$ 128,843</u>	<u>\$ 293,386</u>	<u>\$ -</u>	<u>\$ 422,229</u>

City of Lexington, Minnesota  
Summary Financial Report  
Revenues and Expenditures For General Operations -  
Governmental Funds  
For the Years Ended December 31, 2022 and 2021

	Total		Percent Increase (Decrease)
	2022	2021	
Revenues			
Taxes			
Property taxes	\$ 1,247,476	\$ 1,171,149	6.52 %
Tax increment	279,475	219,383	27.39
Franchise taxes	188,290	183,523	2.60
Licenses and permits	99,711	314,824	(68.33)
Intergovernmental	828,638	761,015	8.89
Charges for services	79,051	241,360	(67.25)
Fines and forfeitures	28,429	23,551	20.71
Special assessments	64,914	42,155	53.99
Investment earnings	99,663	84,693	17.68
Miscellaneous	63,969	82,375	(22.34)
Total Revenues	<u>\$ 2,979,616</u>	<u>\$ 3,124,028</u>	(4.62) %
Per Capita	<u>\$ 1,142</u>	<u>\$ 1,390</u>	(17.85) %
Expenditures			
Current			
General government	\$ 914,146	\$ 553,376	65.19 %
Public safety	1,257,761	1,442,426	(12.80)
Public works	201,232	196,786	2.26
Culture and recreation	111,830	98,414	13.63
Capital outlay			
General government	9,244	44,377	(79.17)
Public safety	151,920	28,214	438.46
Public works	249,961	324,835	(23.05)
Culture and recreation	12,576	191,053	(93.42)
Debt service			
Principal	133,002	81,802	62.59
Interest and other	124,871	134,352	(7.06)
Total Expenditures	<u>\$ 3,166,543</u>	<u>\$ 3,095,635</u>	2.29 %
Per Capita	<u>\$ 1,213</u>	<u>\$ 1,377</u>	(11.90) %
Total Long-term Indebtedness	\$ 1,427,509	\$ 1,560,511	(8.52) %
Per Capita	547	694	(21.21)
General Fund Balance - December 31	\$ 1,343,653	\$ 1,254,448	7.11 %
Per Capita	515	558	(7.75)

The purpose of this report is to provide a summary of financial information concerning the City of Lexington to interested citizens. The complete financial statements may be examined at City Hall, 9180 Lexington Avenue, Lexington, MN 55014. Questions about this report should be directed to Bill Petracek, City Administrator at (763) 784-2792.

OTHER REQUIRED REPORT

CITY OF LEXINGTON  
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2022

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## INDEPENDENT AUDITOR'S REPORT ON MINNESOTA LEGAL COMPLIANCE

Honorable Mayor and City Council  
City of Lexington, Minnesota

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lexington, Minnesota (the City) as of and for the year ended December 31, 2022, and the related notes to the financial statements which collectively comprise the City's basic financial statements, and have issued our report thereon dated May 20, 2023.

In connection with our audit, nothing came to our attention that caused us to believe that the City failed to comply with the provisions of the contracting and bidding, deposits and investments, conflicts of interest, public indebtedness, claims and disbursements, miscellaneous provisions, and tax increment financing sections of the *Minnesota Legal Compliance Audit Guide for Cities*, promulgated by the State Auditor pursuant to Minn. Stat. § 6.65, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City's noncompliance with the above referenced provisions, insofar as they relate to accounting matters.

This report is intended solely for the information and use those charged with governance and management of the City and the State Auditor and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Abdo".

Abdo  
Minneapolis, Minnesota  
May 20, 2023







# Centennial Lakes Police Department

## Media Report



Case Number	Incident Date	Time	Description	Location	City
23118080	May 24 2023	12:12	FOUND PROPERTY	S PINE DR / OAK LEAF LN	CIRCLE PINES
<b>Summary:</b> OFFICERS FOUND A KEY TAPED TO A STOP SIGN NEAR S PINE DR AND OAK LEAF LN.					
23118313	May 24 2023	16:26	CIVIL DISPUTE	91XX LAKE DR	LEXINGTON
<b>Summary:</b> OFFICERS RECIEVED A PHONE CALL REGARDING A CIVIL DISPUTE.					
CLEAR.					
23118544	May 24 2023	21:28	INFORMATION	92XX SOUTH HIGHWAY DR	LEXINGTON
<b>Summary:</b> INFORMATION					
OFFICERS WERE DISPATCHED TO A PHONE CALL THEFT REPORT IN THE 9200 BLOCK OF SOUTH HIGHWAY DR. OFFICERS TOOK INFORMATION OF A POSSIBLE ATTEMPTED THEFT.					
CLEAR.					
23118441	May 24 2023	18:50	VEHICLE- LOCKOUT	90XX GRIGGS AVE	LEXINGTON
<b>Summary:</b> VEHICLE LOCKOUT.					
OFFICERS WERE DISPATCHED TO THE 9000 BLOCK OF GRIGGS ON A VEHICLE LOCKOUT. OFFICERS UNLOCKED THE VEHICLE WITHOUT DAMAGE.					
CLEAR.					
23118538	May 24 2023	20:59	VEHICLE- LOCKOUT	90XX GRIGGS AVE	LEXINGTON
<b>Summary:</b> VEHICLE LOCKOUT.					
OFFICERS WERE DISPATCHED TO THE 9000 BLOCK OF GRIGGS AVE ON A LOCKOUT. OFFICERS UNLOCKED THE VEHICLE.					
CLEAR.					
23118552	May 24 2023	21:12	MEDICAL	XX W GOLDEN LAKE RD	CIRCLE PINES
<b>Summary:</b> MEDICAL					
OFFICERS WERE DISPATCHED TO THE 20 BLOCK OF WEST GOLDEN LK RD ON A MEDICAL. OFFICERS ASSISTED FIRE IN CONDUCTING A TRAUMA ASSESSMENT. AMBULANCE TRANSPORTED FOR FURTHER EVALUATION AND TREATMENT.					
23118615	May 24 2023	22:45	ASSIST OTHER AGENCY		CIRCLE PINES
23119108	May 25 2023	13:31	THEFT	18XX MAIN ST	CENTERVILLE
<b>Summary:</b> DELAYED THEFT REPORT.					
OFFICERS RECEIVED A DELAYED THEFT REPORT FROM THE 1800 OF MAIN ST.					
NO SUSPECTS AT THIS TIME.					
CASE INACTIVE.					
23119290	May 25 2023	16:15	CHECK WELFARE	73XX PELTIER CIR	CENTERVILLE
<b>Summary:</b> OFFICERS RESPONDED TO THE 7300 BLK OF PELTIER CIR REGARDING A WELFARE CHECK.					
CLEAR.					
23119508	May 25 2023	19:20	INFORMATION	20XX MAIN ST	CENTERVILLE
<b>Summary:</b> INFORMATION					
OFFICERS WERE DISPATCHED TO THE 2000 BLOCK OF MAIN ST REGARDING A 10-11 Y/O ON A BIKE WHO APPEARED LOST. OFFICERS CHECKED THE AREA BUT DID NOT LOCATE THE JUVENILE.					
CLEAR.					
23120117	May 26 2023	11:28	INFORMATION	19XX MAIN ST	CENTERVILLE

Run Date/Time:



# Centennial Lakes Police Department

## Media Report



Case Number	Incident Date	Time	Description	Location	City
<b>Summary:</b> POLICE FIELDED AN INFORMATIONAL REPORT IN CENTERVILLE.					
23120229	May 26 2023	13:25	PROPERTY DAMAGE	92XX LEXINGTON AVE NE	CIRCLE PINES
<b>Summary:</b> PROPERTY DAMAGE. OFFICERS WERE DISPATCHED TO THE 9200 BLOCK OF LEXINGTON AVE ON REPORTS OF DAMAGE TO PROPERTY. ONE PERSON TRESPASSED. CLEAR.					
23120721	May 26 2023	22:09	CHECK WELFARE	69XX PHEASANT LN	CENTERVILLE
<b>Summary:</b> OFFICERS RESPONDED TO 6900 BLOCK OF PHEASANT LN FOR A WELFARE CHECK. CONTACT WAS ULTIMATELY MADE BY PHONE AND THERE WAS NO ISSUE. CLEAR.					
23120824	May 26 2023	23:51	BARKING DOG - DISTURBING	69XX SUMAC CT	CENTERVILLE
<b>Summary:</b> BARKING DOG. OFFICERS RESPONDED TO THE 6900 BLOCK OF SUMAC CT FOR THE REPORT OF A BARKING DOG COMPLAINT. EXCEPTIONAL CLEARANCE.					
23120986	May 27 2023	06:12	SUSPICIOUS ACTIVITY	2XX NORTH STAR LN	CIRCLE PINES
<b>Summary:</b> SUSPICIOUS ACTIVITY WAS REPORTED IN THE 200 BLOCK OF NORTH STAR LN CLEAR					
23121246	May 27 2023	14:01	ANIMAL COMPLAINT	XX W GOLDEN LAKE RD	CIRCLE PINES
<b>Summary:</b> OFFICER WAS DISPATCHED TO THE 50 BLOCK OF W GOLDEN LAKE RD IN REGARDS TO A DOG BITE.					
23121532	May 27 2023	19:18	DISORDERLY CONDUCT	XX W GOLDEN LAKE RD	CIRCLE PINES
<b>Summary:</b> DISORDERLY CONDUCT. OFFICERS WERE DISPATCHED TO GOLDEN LAKE PARK ON REPORTS OF DISORDERLY BEHAVIOR. CLEAR.					
23121603	May 27 2023	20:25	SUSPICIOUS ACTIVITY	XX WEST RD	CIRCLE PINES
<b>Summary:</b> SUSPICIOUS ACTIVITY. OFFICERS WERE DISPATCHED TO THE 60 BLOCK OF WEST RD ON REPORTS OF SUSPICIOUS ACTIVITY. CLEAR.					
23121850	May 27 2023	23:51	DOMESTIC	39XX RESTWOOD RD	LEXINGTON
<b>Summary:</b> DOMESTIC. OFFICERS RESPONDED TO THE 3900 BLOCK OF RESTWOOD RD FOR THE REPORT OF A DOMESTIC IN PROGRESS. EXCEPTIONAL CLEARANCE.					
23120921	May 27 2023	02:21	WARRANT ARREST	LAKE DR / GRIGGS AVE	LEXINGTON
<b>Summary:</b> WARRANT ARREST.					
23121389	May 27 2023	16:56	VEHICLE- LOCKOUT	93XX LEXINGTON AVE	LEXINGTON



# Centennial Lakes Police Department

## Media Report



Case Number	Incident Date	Time	Description	Location	City
23121702	May 27 2023	21:46	MEDICAL	XX EDGE DR	CIRCLE PINES
<b>Summary:</b> MEDICAL.					
OFFICERS WERE DISPATCHED TO THE 10 BLOCK OF EDGE DR ON REPORTS OF A MEDICAL.					
CLEAR.					
23122214	May 28 2023	12:29	DOMESTIC	94XX LEXINGTON AVE	LEXINGTON
<b>Summary:</b> OFFICERS RESPONDED TO A PHONE CALL REQUEST FOR DOMESTIC QUESTIONS IN THE 9400 BLOCK OF LEXINGTON AVE.					
EXCEPTIONAL CLEARANCE.					
23122265	May 28 2023	13:56	ASSIST OTHER AGENCY		LINO LAKES
23122451	May 28 2023	17:15	CHECK WELFARE	38XX MINUTEMAN LN	LEXINGTON
<b>Summary:</b> WELFARE CHECK.					
OFFICERS WERE DISPATCHED TO A WELFARE CHECK IN THE 3800 BLOCK OF MINUTEMAN LN. OFFICERS ASSISTED A MALE IN GETTING A RIDE TO A NEARBY ADDRESS.					
CLEAR.					
23121968	May 28 2023	02:25	DWI-3RD DEGREE	SOUTH HIGHWAY DR / GRIGGS AVE	LEXINGTON
<b>Summary:</b> OFFICER OBSERVED MULTIPLE TRAFFIC VIOLATIONS IN THE AREA OF SOUTH HIGHWAY DRIVE AND GRIGGS AVENUE. THE VEHICLE WAS STOPPED, AND THE MALE DRIVER ULTIMATELY ARRESTED FOR DWI. THE SUSPECT THEN REFUSED TO TAKE A BREATH TEST AND WAS BOOKED FOR DWI REFUSAL.					
CLEAR.					
23122103	May 28 2023	09:41	NARCOTICS INFORMATION	9300-BLK LEXINGTON AVE	LEXINGTON
<b>Summary:</b> POLICE CONDUCTED A TRAFFIC STOP FOR SPEED. TWO ADULTS CITED FOR VARIOUS OFFENSES.					
23123653	May 29 2023	23:20	CHECK WELFARE	XX CIRCLE DR	CIRCLE PINES
<b>Summary:</b> WELFARE CHECK.					
OFFICERS WERE DISPATCHED TO THE 10 BLOCK OF CIRCLE DRIVE ON REPORTS OF A WELFARE CHECK. ONE PERSON TRANSPORTED TO HOSPITAL.					
CLEAR.					
23123280	May 29 2023	16:12	THEFT	95XX GRIGGS AVE	LEXINGTON
<b>Summary:</b> THEFT REPORT					
OFFICERS WERE DISPATCHED TO A THEFT REPORT IN THE 950 BLOCK OF GRIGGS AVE. OFFICERS CALLED THE COMPLAINANT AND TOOK INFORMATION REGARDING A CATALYTIC CONVERTER THEFT. NO KNOWN SUSPECTS.					
CLEAR.					
23123246	May 29 2023	15:26	THEFT	XX VILLAGE PKWY	CIRCLE PINES
<b>Summary:</b> THEFT REPORT.					
OFFICERS WERE DISPATCHED TO A PHONE CALL THEFT REPORT IN THE 30 BLOCK OF VILLAGE PARKWAY. OFFICERS TOOK INFORMATION ON A STOLEN CATALYTIC CONVERTER.					
CLEAR.					
23123117	May 29 2023	13:09	FIRE	88XX GRIGGS AVE	LEXINGTON
<b>Summary:</b> POLICE RESPONDED TO AN APPLIANCE FIRE.					
23122791	May 29 2023	00:35	ASSIST OTHER AGENCY		LINO LAKES
23123012	May 29 2023	10:28	DOMESTIC ESCORT	XX PINE DR	CIRCLE PINES

Run Date/Time:





# Centennial Lakes Police Department

## Media Report



Case Number	Incident Date	Time	Description	Location	City
<b>Summary:</b> POLICE ASSISTED WITH A DOMESTIC ESCORT.					
23122954	May 29 2023	09:18	TRAFFIC	9700 BLOCK OF LEXINGTON AVE	CIRCLE PINES
<b>Summary:</b> OFFICERS CONDUCTED A TRAFFIC STOP IN THE 9700 BLOCK OF LEXINGTON AVE.					
CLEARED BY ARREST.					
23123364	May 29 2023	17:44	MEDICAL	XX NORTH RD	CIRCLE PINES
<b>Summary:</b> MEDICAL					
OFFICERS WERE DISPATCHED TO THE 0 BLOCK OF NORTH RD ON A MEDICAL. OFFICERS CONDUCTED A MEDICAL ASSESSMENT OF THE VICTIM. AMBULANCE TRANSPORTED FOR FURTHER EVALUATION AND TREATMENT.					
CLEAR.					
23123752	May 30 2023	04:06	MEDICAL	XX VILLAGE PKWY	CIRCLE PINES
<b>Summary:</b> MEDICAL.					
OFFICERS RESPONDED TO THE 30 BLOCK OF VILLAGE PKWY FOR THE REPORT OF A MEDICAL.					
EXCEPTIONAL CLEARANCE.					
23123926	May 30 2023	10:16	MEDICAL	90XX GRIGGS AVE	LEXINGTON
<b>Summary:</b> MEDICAL: RESPONDED WITH FIRE/EMS TO THE 9000 BLOCK OF GRIGGS AVE IN LEXINGTON FOR A MEDICAL EMERGENCY. UPON ARRIVAL, RENDERED MEDICAL AIDE AND ASSESMENT TO AN ADULT FEMALE UNTIL PARAMEDICS ARRIVED.					
23124049	May 30 2023	12:17	MEDICAL	94XX LEXINGTON AVE	LEXINGTON
<b>Summary:</b> OFFICERS RESPONDED TO THE 9400 BLK OF LEXINGTON FOR A MEDICAL.					
EXCEPTIONAL CLEARANCE.					
23124555	May 30 2023	20:50	TRESPASSING	WOODLAND RD / HAMLINE AVE NE	LEXINGTON
<b>Summary:</b> POLICE RESPONDED TO A REPORT OF A JUVENILE MALE CLIMBING THE LEXINGTON WATER TOWER.					



# Centennial Lakes Police Department

## Media Report



Case Number	Incident Date	Time	Description	Location	City
23126226	Jun 1 2023	13:25	ACCIDENT-MV PD	93XX LEXINGTON AVE	LEXINGTON
<b>Summary:</b> DELAYED PD: RESPONDED TO WALK IN REPORT AT BASE IN REGARDS TO A DELAYED PD ACCIDENT IN THE 9300 BLOCK OF LEXINGTON AVE. CALLER ADVISED A BLUE SUV CRASHED INTO HIS CAR IN THE PARKING LOT OF A BUSINESS IN LEXINGTON. PARTIES EXCHANGED INFORMATION.					
23125922	Jun 1 2023	08:16	CHECK WELFARE	41XX LOVELL RD	LEXINGTON
<b>Summary:</b> WELFARE CHECK.					
OFFICERS WERE DISPATCHED TO THE 4100 BLK OF LOVELL RD FOR A WELFARE CHECK.					
EXCEPTIONAL CLEARANCE.					
23126203	Jun 1 2023	13:13	PUBLIC ASSIST	93XX LEXINGTON AVE	LEXINGTON
<b>Summary:</b> PUBLIC ASSIST.					
OFFICERS WERE DISPATCHED TO THE 9300 BLK OF LEXINGTON AVE FOR A PUBLIC ASSIST.					
PARTY TRANSPORTED HOME.					
CLEAR.					
23126243	Jun 1 2023	13:52	SUSPICIOUS ACTIVITY	LOVELL RD / SYNDICATE AVE	LEXINGTON
<b>Summary:</b> SUSPICIOUS ACTIVITY.					
OFFICERS WERE DISPATCHED TO THE AREA OF SYNDICATE AVE AND LOVELL RD FOR SUSPICIOUS ACTIVITY.					
OFFICERS MADE CONTACT WITH PARTIES INVOLVED.					
CLEAR.					
23126373	Jun 1 2023	15:52	INFORMATION	90XX JACKSON AVE	LEXINGTON
<b>Summary:</b> INFORMATION					
OFFICERS WERE DISPATCHED TO THE 9000 BLOCK OF JACKSON AVE ON A REPORT OF A TRANSFORMER ON FIRE. OFFICERS DETERMINED THE FIRE WAS ALREADY OUT.					
CLEAR.					
23126410	Jun 1 2023	16:34	MEDICAL	89XX PASCAL AVE	LEXINGTON
<b>Summary:</b> MEDICAL					
OFFICERS WERE DISPATCHED TO THE 8900 BLOCK OF PASCAL AVE ON A MEDICAL. OFFICERS ASSISTED WITH A MEDICAL ASSESSMENT ON THE PATIENT. AMBULANCE TRANSPORTED FOR FURTHER EVALUATION AND TREATMENT.					
CLEAR.					
23126480	Jun 1 2023	17:28	ANIMAL COMPLAINT	XX W GOLDEN LAKE RD	CIRCLE PINES
<b>Summary:</b> ANIMAL					
OFFICERS WERE DISPATCHED TO THE 50 BLOCK OF WEST GOLDEN LAKE RD REGARDING A COCKATIEL IN THE AREA. OFFICERS ATTEMPTED TO CATCH THE BIRD BUT WERE UNSUCCESSFUL.					
CLEAR.					
23126595	Jun 1 2023	19:30	MEDICAL	70XX CENTERVILLE RD	CENTERVILLE



# Centennial Lakes Police Department

## Media Report



Case Number	Incident Date	Time	Description	Location	City
<b>Summary:</b> MEDICAL					
OFFICERS WERE DISPATCHED TO THE 7000 BLOCK OF CENTERVILLE RD ON A MEDICAL. OFFICERS ASSISTED WITH A MEDICAL ASSESSMENT OF THE PATIENT. AMBULANCE TRANSPORTED FOR FURTHER EVALUATION AND TREATMENT.					
CLEAR.					
23126727	Jun 1 2023	22:01	ASSIST OTHER AGENCY		BLAINE
23126775	Jun 1 2023	23:03	ASSIST OTHER AGENCY		LINO LAKES
23126845	Jun 2 2023	00:45	DWI-4TH DEGREE	6700-BLK CENTERVILLE RD	CENTERVILLE
<b>Summary:</b> DRIVER APPROACHED OFFICERS ON THE SCENE OF ANOTHER CALL. THE OFFICER SUSPECTED THE DRIVER WAS SIGNIFICANTLY IMPAIRED. THE DRIVER COOPERATED WITH THE OFFICER'S INVESTIGATION AND WAS ULTIMATELY ARRESTED FOR DWI.					
CLEAR.					
23127150	Jun 2 2023	11:32	TRESPASSING	92XX SOUTH HIGHWAY DR	LEXINGTON
<b>Summary:</b> POLICE RESPONDED TO A TRESPASSING SITUATION.					
23127212	Jun 2 2023	12:18	INFORMATION	91XX SOUTH HIGHWAY DR	LEXINGTON
<b>Summary:</b> INFORMATIONAL REPORT.					
23127217	Jun 2 2023	12:21	MEDICAL	15XX PELTIER LK DR	CENTERVILLE
<b>Summary:</b> MEDICAL: RESPONDED WITH EMS AND CFD TO THE 1500 BLOCK OF PELTIER LAKE DRIVE FOR MEDICAL EMERGENCY. UPON ARRIVAL, ELDERLY FEMALE HAD FALLEN AND WAS TREATED AND TRANSPORTED TO THE HOSPITAL.					
23127475	Jun 2 2023	15:54	MEDICAL	18XX MAIN ST	CENTERVILLE
<b>Summary:</b> MEDICAL					
OFFICERS WERE DISPATCHED TO THE 1800 BLOCK OF MAIN ST ON A MEDICAL. OFFICERS ASSISTED WITH A MEDICAL ASSESSMENT ON THE VICTIM. AMBULANCE TRANSPORTED FOR FURTHER EVALUATION AND TREATMENT.					
CLEAR.					
23127501	Jun 2 2023	16:18	LOST PROPERTY	XX RIDGE RD	CIRCLE PINES
<b>Summary:</b> A THEFT CALL IN THE 10 BLOCK OF RIDGE RD					
CLEAR					
23127532	Jun 2 2023	16:40	CHECK WELFARE	41XX LOVELL RD	LEXINGTON
<b>Summary:</b> DID A WELFARE CHECK IN THE 4100 BLOCK OF LOVELL RD					
CLEAR					
23127562	Jun 2 2023	17:01	INFORMATION	92XX SYNDICATE AVE	LEXINGTON
<b>Summary:</b> INFORMATION					
OFFICERS WERE DISPATCHED TO A PHONE CALL. OFFICERS MADE CONTACT WITH A MALE WHO WANTED OFFICERS TO BE AWARE HE HAD DOSES OF NARCAN IN CASE OFFICERS NEEDED THEM IN AN EMERGENCY.					
CLEAR.					
23127793	Jun 2 2023	20:54	MEDICAL	91XX SOUTH HIGHWAY DR	LEXINGTON





# Centennial Lakes Police Department

## Media Report



Case Number	Incident Date	Time	Description	Location	City
<b>Summary:</b> MEDICAL					
OFFICERS WERE DISPATCHED TO THE 9100 BLOCK OF SOUTH HIGHWAY DR ON A POSSIBLE MEDICAL. OFFICERS ARRIVED AND CONDUCTED A MEDICAL ASSESSMENT OF THE VICTIM. AMBULANCE TRANSPORTED FOR FURTHER EVALUATION AND TREATMENT.					
CLEAR.					
23127817	Jun 2 2023	21:26	MEDICAL	18XX PARTRIDGE PL	CENTERVILLE
<b>Summary:</b> CALLED TO A MEDICAL EMERGENCY IN THE 1800 BLOCK OF PARTRIDGE PL					
CLEAR					
23126895	Jun 2 2023	03:49	ASSIST OTHER AGENCY		BLAINE
23127280	Jun 2 2023	13:21	TRESPASSING	20XX MAIN ST	CENTERVILLE
<b>Summary:</b> TRESPASSING: RESPONDED TO THE 2000 BLOCK OF MAIN STREET ON A POSSIBLE THEFT REPORT AT KWIK TRIP. MANAGER REQUESTED PAYMENT FOR DELAYED THEFT OF \$8.21. SUSPECTS PAID AND THEN WERE ISSUED TRESPASS NOTICES.					
23128037	Jun 3 2023	02:38	TRAFFIC	MAIN ST / DUPRE RD	CENTERVILLE
<b>Summary:</b> TRAFFIC STOP.					
OFFICERS CONDUCTED A TRAFFIC STOP AT MAIN ST & DUPRE RD. VEHICLE SEARCHED.					
CLEAR.					
23128095	Jun 3 2023	07:13	MEDICAL	19XX 72ND ST	CENTERVILLE
<b>Summary:</b> OFFICERS RESPONDED TO THE 1900 BLOCK OF 72ND STREET FOR A MEDICAL.					
EXCEPTIONAL CLEARANCE.					
23128605	Jun 3 2023	17:05	DAMAGE TO PROPERTY	90XX NORTH HIGHWAY DR	LEXINGTON
<b>Summary:</b> RESPONDED TO PROPERTY DAMAGE IN THE 9000 BLOCK OF NORTH HIGHWAY DR					
CLEAR					
23128294	Jun 3 2023	11:38	TRAFFIC	7400-BLK MAIN ST	CENTERVILLE
<b>Summary:</b> OFFICERS INITIATED A TRAFFIC STOP IN THE 7400 BLOCK OF MAIN ST.					
EXCEPTIONAL CLEARANCE.					
23128547	Jun 3 2023	16:06	TRAFFIC	1800-BLK MAIN ST	CENTERVILLE
<b>Summary:</b> CAR GOING VERY FAST; CITATION ISSUED					
23128815	Jun 3 2023	20:56	VEHICLE- LOCKOUT		CIRCLE PINES
23129068	Jun 4 2023	02:20	ASSIST OTHER AGENCY		BLAINE
23129028	Jun 4 2023	01:13	TRAFFIC	MAIN ST / LAKELAND CIR	CENTERVILLE
<b>Summary:</b> OFFICER OBSERVED TRAFFIC VIOLATIONS IN THE AREA OF MAIN ST/LAKELAND CIR. AFTER CONDUCTING SFST's, THE DRIVER WAS NOT PLACED UNDER ARREST BUT WAS PICKED UP BY A SOBER DRIVER.					
CLEAR.					
23129419	Jun 4 2023	15:06	CHECK WELFARE	71XX BRIAN DR	CENTERVILLE
<b>Summary:</b> OFFICERS RESPONDED TO THE 7000 BLOCK OF BRIAN DR FOR A WELFARE CHECK.					
EXCEPTIONAL CLEARANCE.					
	Jun 5 2023	01:17	CHECK WELFARE		CIRCLE PINES



# Centennial Lakes Police Department

## Media Report



Case Number	Incident Date	Time	Description	Location	City
<b>Summary:</b> OFFICERS RESPONDED TO CIRCLE PINES TO CHECK THE WELFARE OF A POSSIBLY SUICIDAL FEMALE. THE FEMALE WAS LOCATED AND WAS NOT A DANGER TO HERSELF OR OTHERS. CLEAR					
23130354	Jun 5 2023	13:53	ASSIST OTHER		LINO LAKES
23130834	Jun 5 2023	21:27	MEDICAL	XX CIRCLE DR	CIRCLE PINES
<b>Summary:</b> OFFICERS RESPONDED TO A MEDICAL WELFARE CHECK IN THE 100 BLOCK OF CIRCLE DR CLEAR					
23130632	Jun 5 2023	18:07	ASSIST OTHER AGENCY		BLAINE
23131027	Jun 6 2023	04:46	NOISE COMPLAINT	93XX GRIGGS AVE	LEXINGTON
<b>Summary:</b> NOISE: RESPONDED TO A NOISE COMPLAINT IN THE 9300 BLOCK OF GRIGGS AVE IN LEXINGTON. MADE CONTACT WITH THE RENTER AND HAD HER TURN DOWN THE MUSIC.					
23130962	Jun 6 2023	00:43	DWI-REFUSAL	RESTWOOD RD / LAKE DR NE	LEXINGTON
<b>Summary:</b> OFFICER OBSERVED A TRAFFIC VIOLATION AT RESTWOOD RD AND LAKE DR. THE VEHICLE THEN ATTEMPTED TO FLEE FROM THE OFFICER AND ULTIMATELY STOPPED IN A PARKING LOT ON THE 4100 BLOCK OF LOVELL RD. THE DRIVER WAS ARRESTED FOR DWI AND FLEEING IN A MOTOR VEHICLE. CLEARED BY ARREST.					
23131104	Jun 6 2023	08:10	MEDICAL	12XX MOUND TRL	CENTERVILLE
<b>Summary:</b> POLICE RESPONDED TO A MEDICAL EMERGENCY IN CENTERVILLE.					
23131745	Jun 6 2023	17:56	MEDICAL	XX WEST RD	CIRCLE PINES
<b>Summary:</b> MEDICAL.  OFFICERS WERE DISPATCHED TO THE 20 BLOCK OF WEST RD ON REPORTS OF A MEDICAL.  CLEAR.					
23124790	May 31 2023	04:23	CIVIL DISPUTE	94XX GRIGGS AVE	LEXINGTON
<b>Summary:</b> CIVIL DISPUTE.  OFFICERS RESPONDED TO THE 9400 BLOCK OF GRIGGS AVE FOR THE REPORT OF A CIVIL DISPUTE.  EXCEPTIONAL CLEARANCE.					
23125698	May 31 2023	22:25	CHECK WELFARE	LAKE DR / POINTCROSS DR	CIRCLE PINES
<b>Summary:</b> OFFICERS RESPONDED TO THE AREA OF LAKE DR AND POINTCROSS RD TO ASSIST IN LOCATING A MALE. THE MALE WAS ULTIMATELY LOCATED AT A NEARBY PARK. CLEAR.					
23125280	May 31 2023	15:04	INFORMATION	XX S PINE DR	CIRCLE PINES
<b>Summary:</b> INFORMATION  OFFICERS WERE DISPATCHED TO THE 0 BLOCK OF SOUTH PINE DR ON A POSSIBLE SIGHTING OF A MISSING JUVENILE. OFFICERS CHECKED THE AREA BUT DID NOT LOCATE ANYONE MATCHING THE DESCRIPTION.  CLEAR.					
23124949	May 31 2023	09:44	MEDICAL	70XX DUPRE RD	CENTERVILLE
<b>Summary:</b> MEDICAL OFFICERS DISPATCHED TO THE 7000 BLOCK OF DUPRE RD FOR A MEDICAL EMERGENCY. CLEAR.					
23125053	May 31 2023	11:27	MEDICAL	1XX SOUTH DR	CIRCLE PINES



# Centennial Lakes Police Department

## Media Report



Case Number	Incident Date	Time	Description	Location	City
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Summary: MEDICAL  
OFFICERS DISPATCHED TO THE 100 BLOCK OF SOUTH DR FOR A MEDICAL EMERGENCY.  
CLEAR.



## Video Production



Municipal Producer, Trevor Scholl, completed six productions in May. Programs include two episodes of the public safety employee profiles, a story on the Spring Lake Park city hall remodel, and a Get Connected episode featuring the Quad Area Chamber of Commerce. Programs were also produced by T.J. Tronson for the city channels. Trevor reaches out to city officials and department contacts, every month, regarding potential programming for the channels. City staff and elected officials are encouraged to contact Trevor with any ideas or requests for programming.

### ▪ May Completed Videos/Playing on City Cable Channels & Streaming

Title	Producer	Runtime
Spring Lake Park City Hall Remodel Open House	Trevor Scholl	00:08:55
Get Connected: Quad Chamber Events 2023	Trevor Scholl	00:04:43
Meet the Staff: CLPD Jake Chamberland	Trevor Scholl	00:04:43
Senior Safety Fair	Trevor Scholl	00:01:50
Meet the Staff: SLPPD Officer Lemke	Trevor Scholl	00:03:25
Rescue Readers	Trevor Scholl	00:04:01
Anoka County Board Meeting (5/9/23)	T.J. Tronson	00:37:04
Anoka County Board Meeting (5/23/23)	T.J. Tronson	01:27:28

Some projects that Trevor is working on or is scheduled to produce include:

- Blaine in house on-boarding videos
- Blaine Police Department community outreach events
- Public safety employee profiles, fire departments
- Summer Mayor's Minutes
- City summer events
- Business profiles
- Blaine Facebook live town halls

## Equipment Consulting/Technical Support



### **Blaine**

- 5.2.23: Trouble sending HDMI signal back to control room. Located problem in back of switcher panel. Re-seated cable. Fixed.

### **Centerville**

- 5.4.23: Provided information to help with set-up of NDI tools on a laptop for remote meeting attendance.
- 5.25.23: Meeting audio is hot and distorted. Unable to reach staff during meeting to fix. Went to city hall to review audio levels with staff.

### **Circle Pines**

- 5.18.23: Record light is very dim. Checked out recording device. Recommend replacing with a Kipro.

### **Ham Lake**

- No assistance required.

### **Lexington**

- 5.5.23: Datavideo recorder causing problems. Found bad power supply. Re-ordered and installed new one. Fixed.
- 5.5.23: Downloaded all the meetings that were missed and gave to them on a hard drive.

### **Lino Lakes**

- 5.9.23: Anne had some issues with meeting recording. Had to go deep into the settings to fix a few settings.
- 5.10.23: Anne reported that cable is not working. Will investigate.
- 5.10.23: Sarah Cotton and Jolleen requested training on system. Scheduled a time for training. Covered basics in an hour. Primarily interested in getting presentations on the chamber monitors. Also reviewed the audio board. Made suggestions for feed to monitors during meetings.

### **Spring Lake Park**

- 5.15.23: Contacted Freddie regarding Spring Lake Park's new system design. A preliminary drawing and equipment list is ready.

## Channel Management



Programming Coordinator, Michele Silvester, along with help from Eric Houston, and Trevor Scholl, is responsible for processing and scheduling the programming on the City channels. There are three categories of programs that are scheduled on the City channels; live and replayed meetings, NMTV staff created video content, and informational graphics pages. All categories of programming must be encoded, scheduled, and entered into the Tightrope playback system or entered into the Carousel video files. As each live meeting is being recorded at City Hall, it is routed to the North Metro TV head-end and then sent out over the cable system live. At the same time it is also encoded on a server for future playbacks. The following meetings were processed in May:

Title	Producer	Runtime
Blaine City Council Meeting (5/1/23)	T.J. Tronson	02:13:32

Blaine Traffic Commission Meeting (5/2/23)	T.J. Tronson	00:09:33
Blaine Planning Commission Meeting (5/9/23)	T.J. Tronson	01:00:09
Blaine City Council Meeting (5/15/23)	Trevor Scholl	00:39:17
Blaine Natural Resources Conservation Board Meeting (5/16/23)	Trevor Scholl	01:06:36
Centerville Planning & Zoning Meeting (5/2/23)	John Murphy	01:00:34
Centerville Park & Rec Meeting (5/3/23)	John Murphy	02:28:16
Centerville City Council Meeting (5/10/23)	Teresa Bender	02:20:25
Centerville EDA Meeting (5/17/23)	John Murphy	01:39:38
Centerville City Council Meeting (5/24/23)	Teresa Bender	02:08:12
Circle Pines City Council Meeting (5/9/23)	Ray Flint	00:53:33
Circle Pines Planning Commission Meeting (5/15/23)	Danika Peterson	00:16:11
Circle Pines Utility Commission Meeting (5/17/23)	Eric Houston	00:09:09
Circle Pines Planning Commission Meeting (5/22/23)	T.J. Tronson	00:13:16
Circle Pines City Council Meeting (5/23/23)	Danika Peterson	00:42:11
Ham Lake City Council Meeting (5/1/23)	David Little/Danika Peterson	00:25:23
Ham Lake Planning Commission Meeting (5/8/23)	David Little	00:51:31
Ham Lake City Council Meeting (5/15/23)	David Little	00:35:37
Ham Lake Planning Commission Meeting (5/22/23)	David Little	01:03:01
Lexington City Council Meeting (5/4/23)	Lexington Staff	00:06:25
Lexington City Council Meeting (5/18/23)	Lexington Staff	00:04:45
Lino Lakes City Council Meeting (5/8/23)	Anne Serwe	00:24:40
Lino Lakes Planning & Zoning Meeting (5/10/23)	Anne Serwe	00:58:17
Lino Lakes City Council Meeting (5/22/23)	Anne Serwe	00:27:32
Spring Lake Park City Council Meeting (5/1/23)	Ray Flint	00:47:21
Spring Lake Park City Council Meeting (5/15/23)	Ray Flint	01:08:57
<b>26 New Programs</b>		<b>23:54:01 New Hours</b>

Meetings are scheduled for replay based on schedules requested by each City. Additional longer-length video programming, produced by NMTV staff, is also scheduled on the channels. With the arrival of the Carousel units, shorter-length videos and promos are loaded onto those devices, rather than being scheduled as separate playbacks. The short videos cycle through, with graphics pages, and play on the channels whenever a



scheduled program is not playing. Depending on whether a City selected the split screen or full screen Carousel option, the shorter videos are cycling 24 hours a day. The table below outlines how many times a longer-length video program was entered into the Tightrope system, and played back on each City channel.

<b>City</b>	<b>Number of Times Programs Played</b>	<b>Hours Programmed on Channel</b>
Blaine	173	197:53:05
Centerville	56	106:12:27
Circle Pines	177	118:39:54
Ham Lake	58	44:20:02
Lexington	93	11:18:24
Lino Lakes	65	29:14:38
Spring Lake Park	87	85:33:47
<b>Totals:</b>	<b>809 Program Playbacks</b>	<b>593:12:17 Hours of Video Programming on Channels</b>

The last category of programming on City channels consists of bulletin board, or graphics pages, that display information about the City or about events and issues of interest to citizens. With the installation of the Carousel units, Eric Houston has assumed responsibility for updating the information on all seven channels. He works closely with each City's representative to ensure that all requested data slides are created and posted to the satisfaction of the City. Even though Eric is doing the work of creating the data pages, the Cities maintain editorial control. In addition to the graphics pages, the Carousel units play video. Trevor Scholl is responsible for encoding any short videos that are displayed. The following work was done for City Carousel units in May:

**Blaine**

- Transcoded and uploaded 2 videos to Carousel.

**Centerville**

- Transcoded and uploaded 3 videos to Carousel.

**Circle Pines**

- Transcoded and uploaded 3 videos to Carousel.

**Ham Lake**

- Transcoded and uploaded 1 video to Carousel.

**Lexington**

- Transcoded and uploaded 3 videos to Carousel.
- Created 5 new Carousel slides.

**Lino Lakes**

- Transcoded and uploaded 2 videos to Carousel.

**Spring Lake Park**

- Transcoded and uploaded 3 videos to Carousel.
- Created 8 new Carousel slides.



## Closed Captioning



Closed captioning is an additional service provided by North Metro TV. Every city meeting is closed captioned during the live presentation via our Tightrope system. That process is assigned a per-minute price. Once the meeting is recorded on our servers, that version of the meeting must be captioned separately. This is accomplished through a system owned by North Metro TV and does not incur an additional cost. The following table tallies the number of minutes of captioning provided each city for the month of May.

City	Minutes of Live Closed Captioning	Minutes of Post Closed Captioning
Blaine	309	309
Centerville	577	577
Circle Pines	135	135
Ham Lake	176	176
Lexington	12	12
Lino Lakes	111	111
Spring Lake Park	117	117
<b>Totals:</b>	<b>1,437 Minutes</b>	<b>1,437 Minutes</b>

## Meetings on Demand



NMTV has created a video on demand service, with line-item bookmarking, for our Cities' meetings. In order to accomplish this, each encoded meeting has to undergo several steps. The meeting must first be transferred and transcoded from the playback server to the video on demand server. Once that is done, a staff member must go through the meeting entering a bookmark at the start of each meeting line-item, and enter the corresponding line-item information. Next, the meeting is linked to the NMTV website's city meeting page for video on demand. The following number of meetings were bookmarked and/or placed on VOD for the Cities in May:

- Blaine**
  - 5 meetings bookmarked and placed on VOD.
- Centerville**
  - 5 meetings bookmarked and placed on VOD.
- Circle Pines**
  - 5 meetings bookmarked and placed on VOD.
- Ham Lake**
  - 4 meetings bookmarked and placed on VOD.
- Lexington**
  - 2 meeting placed on VOD.
- Lino Lakes**
  - 3 meetings bookmarked and placed on VOD.
- Spring Lake Park**

- 2 meetings bookmarked and placed on VOD

## Administrative

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Issues dealt with in May include finalizing the transition to an accounting firm, wrapping up Digital Connection Committee activities, and drafting the proposed 2024 NMTC budget.



### **Transition to Accounting Service**

- Worked through payroll transition.
- Moved all part-timers to automatic deposit.
- Provided two payroll cycles before Rose retirement.
- Divided payment approval, bill processing, receipt processing, and deposit responsibilities between Danika Peterson and Heidi Arnson.
- Met with CEA via zoom to review processes and answer questions.
- Transitioned accounting responsibilities from Rose to CEA.
- Rose retired.

### **Digital Connection Committee Progress**

- Held listening sessions with small business owners, seniors, and general public.
- Distributed surveys electronically and via food banks.
- Compiled data and stories.
- Met with Office of Broadband Development to review progress and next steps.
- Outlined plan to provide internet/device tech workshops to seniors.
- Began researching grant opportunities to fund internet/device tech workshops.

### **2024 NMTC Budget**

- Met with staff to discuss anticipated equipment and building budget needs for 2024.
- Requested anticipated 2024 COLA and benefits values from cities.
- Calculated anticipated fund balances and income for 2024.
- Worked with Danika Peterson and Eric Houston to draft the 2024 budget.
- Incorporated new step matrix into personnel line items.
- Completed reports to support proposed budget.

### **Miscellaneous**

- Integrate new Step Matrix provided by Operations Committee into current NMTC format.
- Received and documented monthly Comcast subscriber reports.
- Read May Legal Report.
- Read industry articles.



# North Metro TV

May 2023 Update

## Program Production

In May, a total of **92 new programs** were produced utilizing the North Metro facilities, funds, and services. This constitutes **85:45:00 hours of new programming**.

- 37 programs were produced by the public
- 51 programs were produced by NMTV staff
- 4 programs were produced by City staff



## Van Shoots

The HD production truck was utilized for 67:30:00 hours of production in May. The following events were produced live and/or recorded for additional playback:

- Softball: Spring Lake Park vs. Blaine
- Boys Tennis: Centennial vs. Blaine
- Baseball: Spring Lake Park vs. Blaine
- Softball: Centennial vs. Spring Lake Park
- Girls Lacrosse: Osseo-Park Center vs. Blaine
- Boys Lacrosse: Spring Lake Park-Coon Rapids vs. Blaine
- Boys Volleyball: Centennial vs. Blaine
- Softball: 7AAAA 1<sup>st</sup> Round: Duluth East vs. Blaine
- Softball: 5AAAA Lower Bracket: Irondale vs. Spring Lake Park
- Softball: 5AAAA Lower Bracket Semi-Final: Champlin Park vs. Spring Lake Park
- Softball: 5AAAA Lower Bracket Final: Spring Lake Park vs. Centennial
- Baseball: 7AAAA 1<sup>st</sup> Round: Forest Lake vs. Centennial



## vMix Live Streaming Shoots

The vMix single camera production system was utilized to record/stream 5 events. The vMix system requires significantly fewer staff members than the production truck. vMix crews are spread out over multiple locations and connected via the internet.

- Adapted Softball: Centennial vs. Anoka-Hennepin
- Boys Lacrosse: Blaine vs. Centennial
- Girls Lacrosse: Centennial vs. Blaine
- Baseball: Centennial vs. Spring Lake Park
- Boys Volleyball: Spring Lake Park vs. Centennial





## Most Viewed YouTube Sporting Event

Boys Lacrosse: Spring Lake Park-Coon Rapids vs. Blaine  
471 Views

## VOD Workshop Views

Workshop	Type	# of Views	Hours Viewed
Batman's Greatest Villains	Mini	153	15.25 hrs
Columbo: One More Thing	Mini	3,493	422 hrs
King of the Cowboys 4 – John Wayne	Mini	55	4.75 hrs
King of the Cowboys 3 – Randolph Scott	Mini	99	5.25 hrs
King of the Cowboys 2 – Autry/Rogers	Mini	371	24.75 hrs
King of the Cowboys 1 – Strong and Silent	Mini	84	5.25 hrs
Great British Game Shows	Mini	71	1.75 hrs
We Love Lucy: The Lucille Ball Story	Full	83	13.5 hrs
The Immortal Ingrid Pitt	Mini	398	18.25 hrs
The Oscars: 90 Years of the Academy Awards	Full	42	7 hrs
Tim Curry Horror Picture Show	Mini	40	1.25 hrs
Back to the Eighties: The Decade's Biggest...	Full	6	.5 hrs
James Bond: 50 Years of 007	Full	17	.25 hrs
Eurovision: A Celebration	Mini	10	.5 hrs
Yabba-Dabba-Do! The Fantastic World of Hanna...	Full	422	31.5 hrs
Superman: The Man of Steel on the Silver Screen	Full	NA	NA
The Fantastic Four on the Silver Screen	Mini	NA	NA
Christmas in Hollywood	Full	NA	NA
TV's Greatest Christmas Specials	Full	NA	NA
Chicago Christmas Classics	Mini	121	5.5 hrs
Let's Go Ghostbusters: Filmation's Haunted Heroes	Mini	7	.25 hrs
Monster Movies of the 40s and 50s	Full	199	13.25 hrs
Monster Movies of the 20s and 30s	Full	11	1 hr
The Presidency on Film JQA to JFK	Full	NA	NA
Monstervision: The Legend of Joe Bob Briggs	Mini	9	18 hrs
The Cult of Caroline Munro	Mini	1576	52.5 hrs
The Marilyn Monroe Story	Full	5	.25 hrs
Nick at Nite: A TV Viewer's Dream	Mini	37	.5 hrs
The Birth of Animation: Mickey, Bugs, and Betty...	Full	NA	NA
Hollywood Goes to War: World War II	Full	81	15.5 hrs
Come on Down: Game Shows of the 70s and 80s	Full	78	17.5 hrs
The Quiz Show Scandals and Other Game Shows...	Full	115	38.25 hrs
The Three Stooges: Comedy's Heavy Hitters	Full	NA	NA
The Marx Brothers: Groucho, Harpo, Chico...	Full	68	5.25 hrs
Mary Pickford: The World's First Movie Star	Full	NA	NA
Hollywood Goes to the Dogs: Lassie, Benji...	Full	15	.25 hrs
<b>36 VOD Workshops</b>		<b>7,666 Total Views</b>	<b>719.75 Hours Viewed</b>





## Most Viewed YouTube Workshop

Columbo: One More Thing  
3,493 Views

## YouTube Stats

Month	Viewers	Videos Viewed	Hours Watched	New Subscribers	Total Impressions
January	26,847	33,656	2,176.25	64	375,076
February	39,350	51,758	5,263	201	1,169,051
March	58,859	74,726	7,070	237	1,833,467
April	53,014	97,942	3,445	58	421,789
May	39,135	61,084	2,771	92	380,115
<b>TOTAL:</b>	<b>217,205</b>	<b>319,166</b>	<b>20,725.25</b>	<b>652</b>	<b>4,179,498</b>

## NMTV Website Stats

Month	Number of Users	Number of Views	Live Stream Views
January	5,568	10,793	1,625
February	5,229	10,091	1,040
March	6,404	11,943	868
April	6,626	11,569	799
May	7,224	8,717	1,564
<b>TOTAL:</b>	<b>31,051</b>	<b>53,113</b>	<b>5,896</b>

## Home Movie Transfers

Home movie transfers have become one of our most popular services. Residents can transfer their family videos themselves for free, or pay NMTV to do it. NMTV can also transfer film, slides, and photos for a fee.

Month	Hours Transferred	Tapes	Film Reels	DVDs	Photos/ Slides	Fees Paid
January	225	51	59	0	0	\$764.92
February	180.75	35	43	0	0	\$234.52
March	284.75	82	62	0	0	\$1,046.56
April	564	149	161	27	236	\$1,871.45
May	514.5	131	69	10	164	\$4,336.45
<b>TOTAL:</b>	<b>1,769</b>	<b>448</b>	<b>394</b>	<b>37</b>	<b>400</b>	<b>\$8,253.90</b>

## Production Highlights

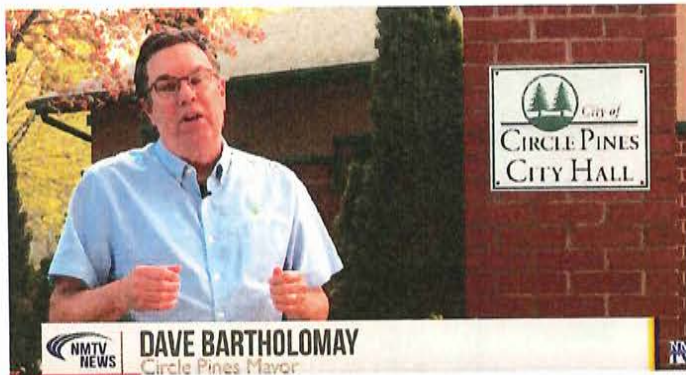
### NMTV News Highlights

Each week Danika Peterson and Eric Nelson create a news program that highlights events, people, issues, and information important to citizens of our Member Cities. Some May highlights include:

- Union Between City of Blaine and Minnesota United Soccer Still Strong
- Anoka County and Metro Transit at Odds over Northstar Commuter Rail Funding
- Spring Lake Park High School Alum Pens First Children's Book
- Golf Season Finally Arrives in the North Metro
- Bunker Hills Regional Park is a Gem
- US 10 Road Construction Continues in Anoka
- Career Fair Highlights Hands-On and Trades Jobs
- Circle Pines Prepared if Marijuana Gets a Pass in Minnesota
- Blaine is Seeing Growth Across All Sectors
- Wallin Scholarships Give North Metro Students a Chance for College Success
- Mosquitoes invade North Metro Area
- Spring Lake Park High School Jubilant Boys Volleyball Becoming a Sanctioned Sport
- Minnesota Makes Major Investment to Fix Highway 65
- SCOTUS Wetland Ruling Not Expected to Impact Anoka County



In addition to daily playbacks of North Metro TV News on the cable systems, there are **1,222 local stories** archived for viewers on the **NMTV YouTube channel**. The channel can be accessed through the [northmetrotv.com](http://northmetrotv.com) website.



### Most Viewed YouTube News Story

Circle Pines Prepared if Marijuana Gets a Pass in Minnesota  
428 Views

### New Program Initiative

Facility Manager, Eric Houston, is working to create a new series of programs for the public channel. He is inviting local continuing education instructors to record their lectures, in studio, for playback on all of our platforms. The recordings would be produced at no cost to the participants, who would be given a copy of their presentation. It would be a great way to provide a service to our community and generate interesting programs for the channel.

### Rose is Retiring

Administrative Assistant and IT Engineer, Rose Valez, is retiring after 24 years of employment with the North Metro Telecommunications Commission. She started her career as the organization's Administrative Assistant, but took advantage of opportunities to expand her role. The Commission paid for her to become a certified Microsoft Engineer, and she subsequently added the title of IT Engineer to her job description. Rose managed our computer and phone networks, built our computers, ordered office supplies, coordinated building maintenance, did all of our accounting, and was a good friend to her fellow employees. We will miss her very much, but are glad she can finally kick back and relax!

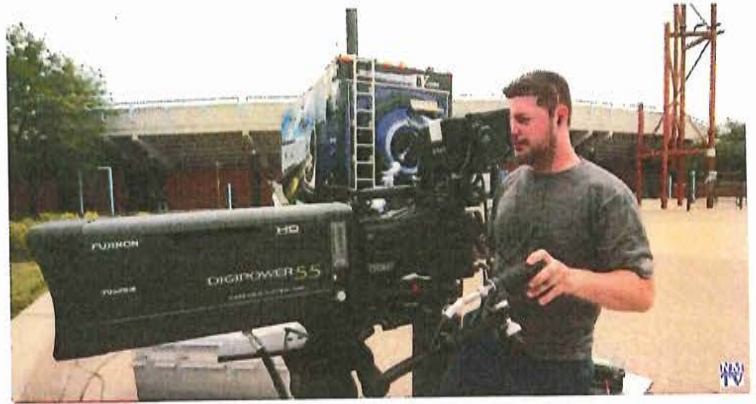




### Commercial Projects

NMTV staff has been working hard to expand our sources of income. Currently we have a variety of projects in the works. They include:

- Producing Arabesque Dance School Recitals
- Recording and streaming 2 Centennial concerts
- Recording and streaming Blaine spring band concert
- Editing 3 Kolbe System videos
- Producing MSMA Foundation video
- Providing drone service for the city of Osseo
- Producing 2 promos for the Thumbs Up non-profit organization for an upcoming event
- Producing a general information video for Thumbs Up
- Providing streaming and production services for the National Sports Center for USA Cup Soccer
- Production services for the City of Columbia Heights, Jamboree Days parade



Staff has also produced a promotional video highlighting the commercial services that NMTV can provide. That promo is currently available on our website and Youtube channel.

### Digital Equity Committee

Work on our digital equity needs assessments is wrapping up. Through listening sessions and survey responses we have gathered information from various groups regarding issues they have accessing and utilizing broadband services and devices. This information will be shared with the MN Office of Broadband Development to assist them in determining best steps forward to bring digital equity to the state of Minnesota. NMTV has also learned a lot from the process. We are currently developing classes geared toward senior citizens and internet/device/apps usage. Staff is also researching grant opportunities to help fund the initiative.

### City Productions

In May, Municipal Producer, Trevor Scholl, completed six productions. They included two public safety employee profiles, a story on the Spring Lake Park city hall remodel, and a Get Connected episode. Completed programs include:

- Public Safety Employee Profile: CLPD Jake Chamberland
- Public Safety Employee Profile: SLPPD Officer Lemke
- Get Connected: Quad Area Chamber Events 2023
- SBM Senior Safety Fair
- AHS Rescue Readers
- Spring Lake Park City Hall Remodel Open House



New and ongoing projects include:

- Blaine on-boarding videos
- Blaine Police Department community outreach events
- Public safety employee profiles, fire departments
- Summer Mayor's Minutes
- City summer events
- Business profiles
- Blaine Facebook live town halls

Trevor touches base with contacts on a regular basis and also encourages Cities to contact him with ideas for new videos.



## Public Access Programs

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Title	Producer	Runtime
Bad Movie Bros (5 episodes)	Eric Houston	02:05:15
Rice Creek Watershed District Meeting (2 episodes)	Theresa Stasica	01:46:33
Christ Lutheran Church Worship (4 episodes)	Chance Amundson	03:38:44
Christ Lutheran Church Worship Message (4 episodes)	Chance Amundson	01:58:06
Lovepower (6 episodes)	Rick Larson	06:00:00
The Power of Love (6 episodes)	Rick Larson	03:00:00
Oak Park Community Church (6 episodes)	David Turnidge	04:08:13
Hope Church On-line (4 episodes)	Parker Payne	02:47:43
<b>37 New Programs</b>		<b>25:24:34 New Hours</b>

## NMTV Staff Programs

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Title	Producer	Runtime
Anoka County Board Meeting (5/9/23)	T.J. Tronson	00:37:04
Anoka County Board Meeting (5/23/23)	T.J. Tronson	01:27:28
NMTV News (2 episodes)	Danika Peterson/Eric Nelson	00:52:56
Spring Lake Park City Hall Remodel Open House	Trevor Scholl	00:08:55
Get Connected: Quad Chamber Events 2023	Trevor Scholl	00:04:43
Meet the Staff: CLPD Jake Chamberland	Trevor Scholl	00:04:43
Senior Safety Fair	Trevor Scholl	00:01:50
Meet the Staff: SLPPD Officer Lemke	Trevor Scholl	00:03:25
Rescue Readers	Trevor Scholl	00:04:01
Softball: Spring Lake Park/Blaine	Kenton Kipp/Ted Leroux	02:09:09
Boys Tennis: Centennial/Blaine	Kenton Kipp/Ted Leroux	01:46:34
Baseball: Spring Lake Park/Blaine	Kenton Kipp/Ted Leroux	01:45:28
Softball: Centennial/Spring Lake Park	Kenton Kipp/Ted Leroux	01:53:44
Girls Lacrosse: Osseo-Park Center/Blaine	Kenton Kipp/Ted Leroux	01:42:36
Boys Lacrosse: Spring Lake Park-Coon Rapids/Blaine	Kenton Kipp/Ted Leroux	01:43:57
Boys Volleyball: Centennial/Blaine	Kenton Kipp/Ted Leroux	01:16:53
Softball 7AAAA 1 <sup>st</sup> Round: Duluth East/Blaine	Kenton Kipp/Ted Leroux	01:49:52
Softball 5AAAA LB: Irondale/Spring Lake Park	Kenton Kipp/Ted Leroux	01:40:09
Softball 5AAAA LB SF: Champlin Park/Spring Lake Park	Kenton Kipp/Ted Leroux	01:42:58
Softball 5AAAA LB Final: Spring Lake Park/Centennial	Kenton Kipp/Ted Leroux	02:01:41
Baseball 7AAAA 1 <sup>st</sup> Round: Forest Lake/Centennial	Kenton Kipp/Ted Leroux	01:05:56
Adapted Softball: Centennial/Anoka-Hennepin	Kenton Kipp/Ted Leroux	01:21:00
Boys Lacrosse: Blaine/Centennial	Kenton Kipp/Ted Leroux	01:38:28
Girls Lacrosse: Centennial/Blaine	Kenton Kipp/Ted Leroux	01:22:26
Baseball: Centennial/Spring Lake Park	Kenton Kipp/Ted Leroux	02:02:58
Boys Volleyball: Spring Lake Park/Centennial	Kenton Kipp/Ted Leroux	01:18:09
Centennial Middle School Choir Concert	Kenton Kipp/Ted Leroux	01:54:44

Centennial High School Choir Concert	Kenton Kipp/Ted Leroux	02:31:30
<b>29 New Programs</b>		<b>36:13:17 New Hours</b>

## City Meetings

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Title	Producer	Runtime
Blaine City Council Meeting (5/1/23)	T.J. Tronson	02:13:32
Blaine Traffic Commission Meeting (5/2/23)	T.J. Tronson	00:09:33
Blaine Planning Commission Meeting (5/9/23)	T.J. Tronson	01:00:09
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Centerville Park & Rec Meeting (5/3/23)	John Murphy	02:28:16
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Circle Pines Planning Commission Meeting (5/15/23)	Danika Peterson	00:16:11
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Ham Lake Planning Commission Meeting (5/8/23)	David Little	00:51:31
Ham Lake City Council Meeting (5/15/23)	David Little	00:35:37
Ham Lake Planning Commission Meeting (5/22/23)	David Little	01:03:01
Lexington City Council Meeting (5/4/23)	Lexington Staff	00:06:25
Lexington City Council Meeting (5/18/23)	Lexington Staff	00:04:45
Lino Lakes City Council Meeting (5/8/23)	Anne Serwe	00:24:40
Lino Lakes Planning & Zoning Meeting (5/10/23)	Anne Serwe	00:58:17
Lino Lakes City Council Meeting (5/22/23)	Anne Serwe	00:27:32
Spring Lake Park City Council Meeting (5/1/23)	Ray Flint	00:47:21
Spring Lake Park City Council Meeting (5/15/23)	Ray Flint	01:08:57
<b>26 New Programs</b>		<b>23:54:01 New Hours</b>

If you have any questions or comments regarding this monthly report please contact Heidi Arnson at 763.231.2801 or [harnson@northmetrotv.com](mailto:harnson@northmetrotv.com).



May 25, 2023

Bill Petracek, City Administrator  
City of Lexington  
9180 Lexington Ave  
Lexington, MN 55014

Dear Mr. Petracek:

The Metropolitan Council has prepared preliminary population and household estimates for your community as of April 1, 2022. This is an annual process governed by *Minnesota Statutes 473.24*.

**As of April 1, 2022, the City of Lexington had 1,293 housing units, 1,141 households, and 2,738 people (of whom 1 lived in group quarters facilities). Household size averaged 2.399 persons per household.**

**How was this estimate calculated?**

We estimate households and population with a housing stock-based method, which involves three questions:

1. *How many housing units did each community have?*
2. *How many households occupied these housing units?*
3. *How many people lived in these occupied housing units?*

This letter includes an overview of our estimation method along with a report showing the data inputs and calculations used to develop the preliminary estimates for your community. For more information, visit <https://www.metrocouncil.org/populationestimates>, or contact me at 651-602-1513.

**How can local governments provide feedback on this estimate?**

We welcome discussion of the preliminary estimates and invite you to review and comment on them. Please send any comments or questions to [Matt.Schroeder@metc.state.mn.us](mailto:Matt.Schroeder@metc.state.mn.us) (preferred) or to Matt Schroeder, Community Development Research, 390 Robert St N, Saint Paul, MN 55101. *Under Minnesota Statutes 473.24, we must receive your comments or specific objections, in writing, by June 24, 2023.*

**What happens after local governments provide feedback?**

The Council will certify final estimates by July 15, 2023 for state government use in allocating certain funds.

**New 2020 Census data**

On a related note, the Census Bureau recently released new data from the 2020 Census, with more detailed information on age, homeownership rates, and household type – all including breakdowns by race. Please visit <https://www.metrocouncil.org/census2020> for more information.

Sincerely,



Matt Schroeder  
Principal Researcher

# Lexington city, Anoka County

## 2022 Annual Population Estimate

Published May 25, 2023 (preliminary; distributed for local government review)



	Housing units	Occupancy rate	Households	Persons per household	Population in households	Population in group quarters	Total population
2022 Estimate	1,293	88.24%	1,141	2.3988	2,737	1	2,738
2020 Census	1,038	88.25%	916	2.4531	2,247	1	2,248

The Metropolitan Council estimates population using the housing unit method, which answers three main questions for each jurisdiction as of April 1, 2022.

First, how many housing units did the community have?

- We start with housing units measured by the 2020 Census. We broke down the total number of housing units in the 2020 Census into different housing types using county parcel data and other data sources.
- We then add units built between April 1, 2020 and April 1, 2022, based on permits reported to us by communities. Permit data is **available on our website**.
  - We assume that 90% of single-family detached units and 85% of townhome/duplex/triplex/quadplex units permitted in 2021 were completed and occupiable by April 1, 2022.
  - Multifamily units permitted in and after 2020 are assumed to be completed if they received a certificate of occupancy by April 1, 2022. Multifamily units permitted before 2020 that were not open at the time of the 2020 Census are also included.
  - Manufactured home data comes from our annual surveys of manufactured home park operators and local governments.
  - Data on other housing (boats, RVs, etc. used as housing) comes from the **most recent American Community Survey data**; this housing is included in the estimates only if occupied.
- We also examine other housing stock changes reported by jurisdictions. These include demolitions, building conversions (units added or lost), boundary changes (units annexed in or out), and other changes.

	Housing stock April 1, 2020	Permitted and built since 2020	Other changes since 2020	Housing stock April 1, 2022
<i>Single-family detached</i>	529	1	-1	529
<i>Townhome (Single-family attached)</i>	3	0	0	3
<i>Duplex/triplex/quadplex</i>	143	0	0	143
<i>Multifamily (5 or more units)</i>	252	90	164	506
<i>Accessory dwelling units (ADUs)</i>	0	0	0	0
<i>Manufactured homes</i>	111			112
<i>Other units</i>	0			0
<b>Total</b>	<b>1,038</b>			<b>1,293</b>



Second, how many of these housing units were occupied by households?

- Each housing type has an estimated occupancy rate. These data come from the most recent American Community Survey estimates for **housing units** and **households, decennial census data** from the U.S. Census Bureau, and the **U.S. Postal Service**. To estimate multifamily occupancy rates, we also use **CoStar**, a proprietary data source covering the apartment market.
- Multiplying the number of housing units of each type by the occupancy rate yields the number of households (occupied housing units).

Third, how many people lived in these occupied housing units?

- Each housing type has an estimated average household size. These data come from the most recent American Community Survey estimates of **households** and **population in households** as well as decennial census data from the U.S. Census Bureau.
- Multiplying the number of households in each housing type by the average household size yields the population in households.

	Housing stock April 1, 2022	Occupancy rate	Households (Occupied housing units)	Persons per household	Population in households
<i>Single-family detached</i>	529	90.59%	479	2.9385	1,408
<i>Townhome (Single-family attached)</i>	3	81.45%	2	2.9385	6
<i>Duplex/triplex/quadplex</i>	143	62.51%	89	2.2074	196
<i>Multifamily (5 or more units)</i>	506	95.03%	481	1.8648	897
<i>Accessory dwelling units (ADUs)</i>	0	95.14%	0	1.4021	0
<i>Manufactured homes</i>	112	80.72%	90	2.5552	230
<i>Other units</i>	0	100.00%	0	1.7588	0
<b>Total</b>	<b>1,293</b>	<b>88.24%</b>	<b>1,141</b>	<b>2.3988</b>	<b>2,737</b>

To obtain the total population, we also add the number of residents in group quarters facilities.

These are residences that are not part of the standard housing market, such as college dormitories, nursing homes, prisons and jails, and group homes. Data come from the Metropolitan Council's annual survey. A list of facilities in each community can be found at <https://www.metrocouncil.org/populationestimates>.

Population in households	Population in group quarters	Total population April 1, 2022
2,737	1	2,738

Due to rounding, not all estimates can be reproduced exactly from the above inputs.

For more information, see our methodology document, available from <https://www.metrocouncil.org/populationestimates>.

**MINUTES**  
**CITY OF LEXINGTON**  
**REGULAR COUNCIL MEETING**  
**June 1, 2023 – 7:00 P.M.**  
**9180 LEXINGTON AVENUE**

**1. PLEDGE OF ALLEGIANCE**

**2. CALL TO ORDER:** – Mayor Grote

- A. Roll Call - Council Members: DeVries, Harris, Winge and Benson

*Mayor Grote called to order the Regular City Council meeting for June 6, 2023 at 7:00 p.m.  
Councilmember's present: Benson, Devries, Harris and Winge. Also Present: Bill Petracek, City  
Administrator; Chris Galiov, Finance Director.*

**3. CITIZENS FORUM**

*No citizens were present to discuss items not on the agenda.*

**4. APPROVAL OF AGENDA WITH CHANGES AND CORRECTIONS**

*Councilmember Devries made a motion to approve the agenda with the removal of both of the  
closed sessions. Councilmember Harris seconded the motion. Motion carried 5-0.*

**5. INFORMATIONAL REPORTS:**

- A. Airport (Councilmember Devries) – *Councilmember Devries stated that there is new  
company training pilots at the airport. The Airport Commission is considering the  
expansion of the airport runway with the extension being sand, and not asphalt, so a  
landing plane would sink in to stop. Discussion ensued. Devries also stated that tours  
of the airport are being offered to Councilmembers and City staff. Next meeting is  
October 14<sup>th</sup>. Discussion ensued.*
- B. Cable Commission (Councilmember Winge) *Quarterly meetings – No meeting to report*
- C. City Administrator (Bill Petracek) – *Petracek stated that Dunlap Ave. asphalt project is  
tentatively set to begin the week of June 8th, weather permitting. He added that the  
contractor for Lexington Lofts will be doing an asphalt overlay on Griggs Ave.  
between Restwood Ave. and the laundromat to begin in and around the same week of  
June 8th. Benson asked how long will the Dunlap Ave. project take. Petracek stated  
2-3 days. Discussion ensued.*

Choose a building block.

**6. LETTERS AND COMMUNICATIONS:**

- A. Centennial Lakes Police Department Media Reports 5-10 through 5-23-2023
- B. Planning & Zoning Meeting Minutes – May 9, 2023



- C. Council Workshop Meeting Synopsis– May 18, 2023

*No discussion on Letters and Communications.*

**7. CONSENT ITEMS:**

- A. Recommendation to Approve Council Minutes:  
Council Meeting – May 18, 2023
- B. Recommendation to Approve Claims and Bills:

Check #'s 50298 through 50347

Check #'s 14765 through 14771

Check #'s 14774 through 14784

*Councilmember Devries made a motion to approve the consent agenda items. Councilmember Harris seconded the motion. Motion carried 5-0.*

**8. ACTION ITEMS:**

- A. Recommendation to approve 2023 Non-Union and Management  
Salary Adjustments effective June 1, 2023

*Councilmember Harris stated she would like to offer a \$10,000/year raise to Chief Edwards. Petracek stated that The Council can amend his recommendation to the wages to reflect a larger wage adjustment for Chief Edwards, but he recommends being budget conscious and maybe planning for next year's budget to give Edwards another wage adjustment. Discussion ensued.*

*Councilmember Devries made a motion to approve the recommended wage adjustments 2023 Non-Union and Management Salary Adjustments effective June 1, 2023. Councilmember Harris seconded the motion. Motion carried 5-0.*

- B. Recommendation to approve Holiday Pay for Full-Time Union and Non-Union  
Employees for the Newly State Mandated Closure of City Hall in Observation of  
“Juneteenth.”

*Councilmember Devries offered his personal thoughts on “Juneteenth” as a holiday. Discussion ensued.*

*Councilmember Benson made a motion to approve Holiday Pay for Full-Time Union and Non-Union Employees for the newly State Mandated Closure of City Hall in Observation of “Juneteenth.” Councilmember Harris seconded the motion. Motion carried 5-0.*

- C. Recommendation to approve Business License Renewals

*Councilmember Devries made a motion to approve Business License Renewals. Councilmember Benson seconded the motion. Motion carried 5-0.*

#### **9. MAYOR AND COUNCIL INPUT**

*Councilmember Benson asked about the availability of closed captioning on our cable channel. Councilmember Winge said it should be available. Discussion ensued.*

*Harris asked to have an update on both lawsuits at one of the next council meetings. Petracek stated it will have to be the July 6th meeting as Attorney Glaser will not be in attendance at the next meeting.*

*Mayor Grote asked if the drop box can be moved closer to the curb so people don't have to get out of the car to put their utility bill in it. Petracek stated he would follow up with public works to see what can be done.*

*Petracek provided some initial insight on some of the newly approved State legislation that will affect the City of Lexington and how it operates. Discussion ensued.*

#### **ADJOURNMENT**

*Councilmember Devries made motion to adjourn the meeting at 7:38 p.m. Councilmember Harris seconded the motion. Motion carried 5-0.*

**CITY OF LEXINGTON**

**RECOMMEND FOR APPROVAL OF CLAIMS AND BILLS**

**The following claims and bills have been presented to the Council for approval at the Council Meeting of June 15, 2023.**

**(1) Payroll**

Vouchers	505478 through	505497	\$	25,262.82
	505499 through	505526		\$9,606.93
Payroll Taxes				
	Federal Tax	\$4,460.18		
	Social Security	\$5,863.22		
	Medicare	\$1,371.22		
				\$11,694.62
	State Tax	\$1,957.53	\$1,957.53	
	Total			\$13,652.15

**(2) General and Liquor Payment Recommendations:**

Checks	50349 through	50404	\$	171,399.09
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**(3) ACH and Credit Card Payments for:**

**MAY 2023**

ACH Payments:	3302E through	3319E	\$	33,542.00
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Total Payments and Withdrawals Approval	\$	<u>253,462.99</u>
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**Centennial Lakes Police Payment Recommendations:**

Checks	14785 through	14792	\$	3,644.21
	14795 through	14814	\$	25,064.13
ACH	2023042 through	2023047	\$	18,593.67
Total Payments			\$	<u>47,302.01</u>

## CITY OF LEXINGTON

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**\*Check Detail Register©**

Batch: 06152023 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
<b>10100 4M FUND</b>					
<b>50349</b>	06/15/23	<b>AMAZON CAPITAL SERVICES</b>			
E 101-41500-400		General Maintenance	\$133.27	1HGQ-K3KP-	OPERATING SUPPLIES
E 101-41500-400		General Maintenance	(\$36.29)	1R1P-HG7Y-	OPERATING SUPPLIES
E 101-41500-400		General Maintenance	\$56.37	1R6F-W9WJ-	OPERATING SUPPLIES
		Total	\$153.35		
<b>50350</b>	06/15/23	<b>ANOKA COUNTY</b>			
E 101-41500-302		Assessor Fees	\$1,000.00		2023 AERIAL IMAGERY
		Total	\$1,000.00		
<b>50351</b>	06/15/23	<b>ANOKA COUNTY TREASURY OFFICE</b>			
E 101-41410-327		Annual Technology Mainte	\$494.63	ELEC053023	2023 JPA - ELECTION EQUIPMENT
		Total	\$494.63		
<b>50352</b>	06/15/23	<b>ANOKA COUNTY TREASURY</b>			
E 101-41300-208		Training and Instruction	\$12.50	AR021032	MEETING MEALS
		Total	\$12.50		
<b>50353</b>	06/15/23	<b>ARTISAN BEER COMPANY</b>			
E 609-00000-252		Beer Purchase	\$1,628.05	3604825	
E 609-00000-252		Beer Purchase	\$471.20	3607605	
E 609-00000-252		Beer Purchase	\$36.90	3607606	
		Total	\$2,136.15		
<b>50354</b>	06/15/23	<b>BELLBOY CORPORATION</b>			
E 609-00000-251		Liquor Purchase	\$1,556.52	0099678100	
E 609-00000-251		Liquor Purchase	\$347.65	0099680600	
E 609-00000-254		Miscellaneous Purchase	\$206.54	0106906800	
		Total	\$2,110.71		
<b>50355</b>	06/15/23	<b>BERNICK'S</b>			
E 609-00000-252		Beer Purchase	\$1,801.05	10083903	
E 609-00000-252		Beer Purchase	\$1,177.90	10086334	
		Total	\$2,978.95		
<b>50356</b>	06/15/23	<b>BLACK STACK BREWING, INC.</b>			
E 609-00000-252		Beer Purchase	\$361.00	22721	
		Total	\$361.00		
<b>50357</b>	06/15/23	<b>BLUE CLOUD DISTRIBUTION, INC.</b>			
E 609-00000-252		Beer Purchase	\$788.10	100941924	
		Total	\$788.10		
<b>50358</b>	06/15/23	<b>BREAKTHRU BEVERAGE MN</b>			
E 609-00000-251		Liquor Purchase	\$3,432.41	110501246	
E 609-00000-251		Liquor Purchase	\$2,743.10	110595537	
E 609-00000-252		Beer Purchase	\$455.00	110614511	
E 609-00000-251		Liquor Purchase	(\$181.45)	410982944	
		Total	\$6,449.06		
<b>50359</b>	06/15/23	<b>CAPITOL BEVERAGE SALES</b>			

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Batch: 06152023 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 609-00000-252		Beer Purchase	(\$15.33)	2839651	
E 609-00000-252		Beer Purchase	\$6,835.99	2839652	
E 609-00000-252		Beer Purchase	(\$17.46)	2842086	
E 609-00000-252		Beer Purchase	\$4,597.49	2842087	
E 609-00000-252		Beer Purchase	(\$442.58)	2845145	
E 609-00000-252		Beer Purchase	\$8,926.30	2845146	
		Total	\$19,884.41		
<b>50360</b>	<b>06/15/23</b>	<b>CITYWIDE WINDOW SERVICES INC.</b>			
E 609-00000-400		General Maintenance	\$32.42	720036	MAY 2023 SERVICES
		Total	\$32.42		
<b>50361</b>	<b>06/15/23</b>	<b>CLEAR RIVER BEVERAGE COMPANY</b>			
E 609-00000-252		Beer Purchase	\$387.00	692014	
E 609-00000-252		Beer Purchase	(\$242.55)	692059	
		Total	\$144.45		
<b>50362</b>	<b>06/15/23</b>	<b>DAHLHEIMER BEVERAGE LLC</b>			
E 609-00000-252		Beer Purchase	\$15,967.80	1915368	
E 609-00000-252		Beer Purchase	\$17,746.15	1919654	
E 609-00000-252		Beer Purchase	\$4,122.60	1924276	
		Total	\$37,836.55		
<b>50363</b>	<b>06/15/23</b>	<b>DANGEROUS MAN BREWING CO</b>			
E 609-00000-252		Beer Purchase	\$296.00	IN-299	
		Total	\$296.00		
<b>50364</b>	<b>06/15/23</b>	<b>ELM CREEK BREWING CO.</b>			
E 609-00000-252		Beer Purchase	\$225.00	E-4537	
		Total	\$225.00		
<b>50365</b>	<b>06/15/23</b>	<b>ENERGY MECHANICAL SERVICES INC</b>			
E 730-00000-401		Repair Buildings	\$165.00	6704	A/C REPAIRS - WELLHOUSE
		Total	\$165.00		
<b>50366</b>	<b>06/15/23</b>	<b>GALLS, LLC</b>			
E 101-42260-214		Fire Uniforms	\$98.54	024370686	UNIFORM BARS - FIRE DEPT
		Total	\$98.54		
<b>50367</b>	<b>06/15/23</b>	<b>GARY CARLSON EQUIPMENT CO.</b>			
E 101-43100-225		General Street Maintenanc	\$443.54	128474-1	ROLLER RENTAL
E 101-43100-225		General Street Maintenanc	\$319.03	128602-1	ROLLER RENTAL
		Total	\$762.57		
<b>50368</b>	<b>06/15/23</b>	<b>GOPHER STATE ONE-CALL INC</b>			
E 730-00000-228		Gopher State One Call	\$20.25	3050542	MAY 2023 LOCATES
E 770-00000-228		Gopher State One Call	\$20.25	3050542	MAY 2023 LOCATES
		Total	\$40.50		
<b>50369</b>	<b>06/15/23</b>	<b>HOHENSTEINS INC</b>			
E 609-00000-252		Beer Purchase	(\$172.00)	29400004	
E 609-00000-252		Beer Purchase	\$1,119.95	611658	
E 609-00000-252		Beer Purchase	\$4,063.75	613815	

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Batch: 06152023 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 609-00000-252		Beer Purchase	(\$189.13)	613817	
		Total	\$4,822.57		
<b>50370</b>	06/15/23	<b>HYDRAULIC SPECIALTY INC</b>			
E 101-43100-404		Repair Machinery/Equipm	\$954.94	09000791157	ROLLER REPAIRS
		Total	\$954.94		
<b>50371</b>	06/15/23	<b>IMAGE PRINTING &amp; GRAPHICS</b>			
E 609-00000-340		Advertising	\$37.41	164087	SALES PRINTS - MLS
		Total	\$37.41		
<b>50372</b>	06/15/23	<b>INBOUND BREWCO</b>			
E 609-00000-252		Beer Purchase	\$248.50	16155	
		Total	\$248.50		
<b>50373</b>	06/15/23	<b>INSTRUMENTAL RESEARCH, INC.</b>			
E 730-00000-306		Water Testing	\$80.00	4861	MAY 2023 WATER TESTING
		Total	\$80.00		
<b>50374</b>	06/15/23	<b>JOHNSON BROTHERS LIQUOR</b>			
E 609-00000-251		Liquor Purchase	\$2,093.88	2302223	
E 609-00000-253		Wine Purchase	\$1,141.44	2302224	
E 609-00000-253		Wine Purchase	\$197.60	2306843	
E 609-00000-251		Liquor Purchase	\$671.30	2306844	
E 609-00000-251		Liquor Purchase	\$1,329.36	2308531	
E 609-00000-253		Wine Purchase	\$5,049.66	2308532	
E 609-00000-251		Liquor Purchase	\$5,738.40	2308533	
E 609-00000-251		Liquor Purchase	\$1,043.90	2310499	
E 609-00000-251		Liquor Purchase	\$1,115.40	2312258	
E 609-00000-254		Miscellaneous Purchase	\$41.40	2312259	
E 609-00000-251		Liquor Purchase	\$1,661.68	2313434	
E 609-00000-253		Wine Purchase	\$593.50	2313435	
E 609-00000-251		Liquor Purchase	\$964.57	2313436	
		Total	\$21,642.09		
<b>50375</b>	06/15/23	<b>LITURGICAL PUBLICATIONS</b>			
E 609-00000-340		Advertising	\$480.00	E-82354	2023 ADVERTISING
		Total	\$480.00		
<b>50376</b>	06/15/23	<b>M. AMUNDSON LLP</b>			
E 609-00000-256		Tobacco Products For Re	\$2,898.86	362304	
E 609-00000-256		Tobacco Products For Re	\$3,261.85	362631	
E 609-00000-256		Tobacco Products For Re	\$2,572.42	363140	
		Total	\$8,733.13		
<b>50377</b>	06/15/23	<b>MARTIN-MARIETA</b>			
E 101-43100-224		Street Maint Materials	\$205.58	39079893	ASPHALT MIX
E 101-43100-224		Street Maint Materials	\$251.94	39092696	ASPHALT MIX
		Total	\$457.52		
<b>50378</b>	06/15/23	<b>MENARDS - BLAINE</b>			
E 770-00000-500		Capital Expenditures	\$1,071.80	52016	LIFT STATIONS PROJECT



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Batch: 06152023 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
Total			\$1,071.80		
<b>50379</b>	06/15/23	<b>METROPOLITAN COUNCIL</b>			
E 770-00000-389		MWCC Charges	\$12,142.13	0001158109	JULY 2023 SEWER CHARGES
Total			\$12,142.13		
<b>50380</b>	06/15/23	<b>METRO-INET</b>			
E 101-41900-230		Contracted Services	\$1,018.15	1283	IT SERVICES
E 101-42260-230		Contracted Services	\$290.90	1283	IT SERVICES
E 101-43100-230		Contracted Services	\$290.90	1283	IT SERVICES
E 101-45200-230		Contracted Services	\$290.90	1283	IT SERVICES
E 609-41900-230		Contracted Services	\$290.90	1283	IT SERVICES
E 651-41900-230		Contracted Services	\$145.45	1283	IT SERVICES
E 730-41900-230		Contracted Services	\$290.90	1283	IT SERVICES
E 770-41900-230		Contracted Services	\$290.90	1283	IT SERVICES
Total			\$2,909.00		
<b>50381</b>	06/15/23	<b>AUL SPECIAL PAY TRUST</b>			
G 101-21716		Other Retirement	\$50.00		JUNE 2023 CONTRIBUTIONS
Total			\$50.00		
<b>50382</b>	06/15/23	<b>MKL, LLC</b>			
E 101-41500-400		General Maintenance	\$100.00	06152023	WEEK ENDING 06/10/2023
Total			\$100.00		
<b>50383</b>	06/15/23	<b>SMALL ENGINE MOBILE REPAIR, LLC</b>			
E 101-45200-404		Repair Machinery/Equipm	\$114.00	1009-10944	MOWER REPAIR
Total			\$114.00		
<b>50384</b>	06/15/23	<b>MOOSE LAKE BREWING CO. LLC</b>			
E 609-00000-252		Beer Purchase	\$72.00	21-009	
Total			\$72.00		
<b>50385</b>	06/15/23	<b>MSA PROFESSIONAL SERVICES INC</b>			
E 730-00000-303		Engineering Fees	\$3,070.00	R10480046.0	WATER SYSTEM FEASIBILITY STUDY
E 101-41500-303		Engineering Fees	\$2,363.52	R10481000.0	GENERAL SERVICES
G 101-22046		O'Reilly Escrow	\$2,280.00	R10481027.0	O'REILLY AUTO PARTS
G 101-22047		Norhart Development	\$6,692.93	R10481036.0	NORHART DEVELOPMENT
E 651-00000-303		Engineering Fees	\$1,260.00	R10481044.0	NPDES PHASE II MS4
E 423-00000-303		Engineering Fees	\$3,980.67	R10481052.0	2023 STREET IMPROVEMENTS
E 730-00000-303		Engineering Fees	\$997.50	R10481053.0	LEXINGTON GIS 2023 UPDATES
E 770-00000-303		Engineering Fees	\$997.50	R10481053.0	LEXINGTON GIS 2023 UPDATES
Total			\$21,642.12		
<b>50386</b>	06/15/23	<b>O'REILLY AUTOMOTIVE STORES</b>			
E 101-42260-404		Repair Machinery/Equipm	\$13.36	3472-266827	PARTS - FIRE DEPT
Total			\$13.36		
<b>50387</b>	06/15/23	<b>OXYGEN SERVICE COMPANY</b>			
E 101-42260-210		Operating Supplies	\$176.61	0003555204	MAY 2023 SERVICE
Total			\$176.61		
<b>50388</b>	06/15/23	<b>PAUSTIS &amp; SONS</b>			

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**\*Check Detail Register©**

Batch: 06152023 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 609-00000-253		Wine Purchase	\$241.25	203035	
E 609-00000-253		Wine Purchase	\$1,364.00	203690	
		Total	\$1,605.25		
<b>50389</b>	<b>06/15/23</b>	<b>PERFORMANCE PLUS</b>			
E 101-42260-207		Physical & Fit Training	\$1,187.00	123493	MEDICAL EVALUATIONS - FIRE DEPT
		Total	\$1,187.00		
<b>50390</b>	<b>06/15/23</b>	<b>PHILLIPS WINE AND SPIRITS INC</b>			
E 609-00000-251		Liquor Purchase	\$754.54	6598735	
E 609-00000-251		Liquor Purchase	\$197.65	6598736	
E 609-00000-251		Liquor Purchase	\$2,260.08	6599663	
E 609-00000-253		Wine Purchase	\$568.06	6599664	
E 609-00000-251		Liquor Purchase	\$598.80	6603392	
E 609-00000-253		Wine Purchase	\$138.00	6603393	
E 609-00000-252		Beer Purchase	\$86.95	6603394	
		Total	\$4,604.08		
<b>50391</b>	<b>06/15/23</b>	<b>POPP COMMUNICATIONS</b>			
E 101-43100-321		Telephone	\$8.02	992787677	JUNE 2023 ANALOG LINES
E 101-45200-321		Telephone	\$8.02	992787677	JUNE 2023 ANALOG LINES
E 651-00000-321		Telephone	\$1.53	992787677	JUNE 2023 ANALOG LINES
E 730-00000-321		Telephone	\$10.31	992787677	JUNE 2023 ANALOG LINES
E 770-00000-321		Telephone	\$10.31	992787677	JUNE 2023 ANALOG LINES
E 101-41500-321		Telephone	\$78.92	992787677	JUNE 2023 ANALOG LINES
E 609-00000-321		Telephone	\$40.77	992787677	JUNE 2023 ANALOG LINES
		Total	\$157.88		
<b>50392</b>	<b>06/15/23</b>	<b>PORTAGE BREWING COMPANY</b>			
E 609-00000-252		Beer Purchase	\$144.00	0032207	
		Total	\$144.00		
<b>50393</b>	<b>06/15/23</b>	<b>PREMIUM WATERS, INC.</b>			
E 609-00000-411		Culligan	\$4.29	319469783	JUNE 2023 SERVICE
E 101-41500-411		Culligan	\$4.32	319469830	JUNE 2023 SERVICE
E 101-42260-411		Culligan	\$4.32	319469830	JUNE 2023 SERVICE
		Total	\$12.93		
<b>50394</b>	<b>06/15/23</b>	<b>PRESS PUBLICATIONS</b>			
E 609-00000-340		Advertising	\$279.00	677657	MAY 2023 DIGITAL ADS
E 101-41500-352		General Notices and Pub l	\$25.00	770240	EMPL. AD - PW PART TIME
		Total	\$304.00		
<b>50395</b>	<b>06/15/23</b>	<b>PRYES BREWING COMPANY, LLC</b>			
E 609-00000-252		Beer Purchase	\$113.59	W55541	
		Total	\$113.59		
<b>50396</b>	<b>06/15/23</b>	<b>RECYCLE TECHNOLOGIES</b>			
E 101-43500-230		Contracted Services	\$731.25	235963	MAY 2023 RECYCLING EVENT
		Total	\$731.25		
<b>50397</b>	<b>06/15/23</b>	<b>SCHAEFFER MFG. COMPANY</b>			

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Batch: 06152023 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 101-43100-212		Gas & Oil	\$548.23	MLH2563-IN	MOTOR OILS AND OTHER FLUIDS
E 101-45200-212		Gas & Oil	\$548.23	MLH2563-IN	MOTOR OILS AND OTHER FLUIDS
E 651-00000-212		Gas & Oil	\$164.47	MLH2563-IN	MOTOR OILS AND OTHER FLUIDS
E 730-00000-212		Gas & Oil	\$740.11	MLH2563-IN	MOTOR OILS AND OTHER FLUIDS
E 730-00000-212		Gas & Oil	\$740.09	MLH2563-IN	MOTOR OILS AND OTHER FLUIDS
Total			\$2,741.13		
<b>50398</b>	06/15/23	<b>SHAMROCK GROUP, INC.</b>			
E 609-00000-257		Ice For Resale	\$297.05	2895058	
E 609-00000-257		Ice For Resale	\$372.00	2896355	
E 609-00000-257		Ice For Resale	\$86.95	2896601	
Total			\$756.00		
<b>50399</b>	06/15/23	<b>SOUTHERN GLAZER'S OF MN</b>			
E 609-00000-251		Liquor Purchase	\$1,667.73	2348623	
E 609-00000-253		Wine Purchase	\$2,090.72	2348624	
E 609-00000-251		Liquor Purchase	\$1,267.51	2351028	
E 609-00000-253		Wine Purchase	\$1,066.11	2351029	
E 609-00000-253		Wine Purchase	\$0.64	5097459	
Total			\$6,092.71		
<b>50400</b>	06/15/23	<b>SP3, LLC</b>			
E 609-00000-252		Beer Purchase	\$489.00	W-190331	
Total			\$489.00		
<b>50401</b>	06/15/23	<b>ST PAUL STAMP WORKS, INC.</b>			
E 101-41500-350		Print/Binding	\$33.80	IV00544301	STAMP
Total			\$33.80		
<b>50402</b>	06/15/23	<b>STARRY EYED BREWING CO., LLC</b>			
E 609-00000-252		Beer Purchase	\$170.00	1752	
Total			\$170.00		
<b>50403</b>	06/15/23	<b>WINE COMPANY</b>			
E 609-00000-253		Wine Purchase	\$330.00	236514	
Total			\$330.00		
<b>50404</b>	06/15/23	<b>WINE MERCHANTS</b>			
E 609-00000-253		Wine Purchase	\$209.40	7429575	
Total			\$209.40		
10100 4M FUND			\$171,399.09		

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**\*Check Detail Register©**

Batch: 06152023 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
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**Fund Summary****10100 4M FUND**

101 GENERAL FUND	\$20,792.43
423 2023 STREET IMPROVEMENTS	\$3,980.67
609 MUNICIPAL LIQUOR FUND	\$124,407.49
651 STORM WATER FUND	\$1,571.45
730 WATER FUND	\$6,114.16
770 SEWER FUND	\$14,532.89
	<hr/>
	\$171,399.09

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Batch: MAY2023 CCPMT,MAY2023 AUTO

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
<b>10100 4M FUND</b>					
<b>3302 e</b>	05/17/23	<b>HOME DEPOT</b>			
E 101-43100-210		Operating Supplies	\$67.94	28280005118	OPERATING SUPPLIES
		Total	\$67.94		
<b>3303 e</b>	05/17/23	<b>FLEET FARM</b>			
E 101-43100-210		Operating Supplies	\$186.94	7240	SHOP SUPPLIES
		Total	\$186.94		
<b>3304 e</b>	05/17/23	<b>INDEED</b>			
E 609-00000-340		Advertising	\$144.63	76842196	ONLINE JOB ADS
		Total	\$144.63		
<b>3305 e</b>	05/17/23	<b>DOLLAR TREE</b>			
E 609-00000-400		General Maintenance	\$5.36		CLEANING SUPPLIES - MLS
		Total	\$5.36		
<b>3306 e</b>	05/17/23	<b>ZOOM VIDEO COMMUNICATIONS</b>			
E 101-41500-300		Professional Srvs	\$15.99	INV19462867	APR 2023 SERVICE
E 101-42260-327		Annual Technology Mainte	\$15.99	INV19462867	APR 2023 SERVICE
		Total	\$31.98		
<b>3307 e</b>	05/17/23	<b>PIZZA MAN</b>			
E 101-43500-430		Miscellaneous	\$79.96		CLEAN-UP DAY SUPPLIES
		Total	\$79.96		
<b>3308 e</b>	05/01/23	<b>CONNEXUS ENERGY</b>			
E 101-45200-381		Electric Utilities	\$84.31		MAR 2023 UTILITIES
E 101-43100-386		Street Lights	\$254.83		MAR 2023 UTILITIES
E 770-00000-381		Electric Utilities	\$100.71		MAR 2023 UTILITIES
E 770-00000-381		Electric Utilities	\$22.44		MAR 2023 UTILITIES
		Total	\$462.29		
<b>3309 e</b>	05/02/23	<b>LINCOLN NATIONAL LIFE</b>			
E 101-41500-134		ST/LT Disability Insurance	\$380.68	4543768067	MAY 2023 PREMIUM
E 101-43100-134		ST/LT Disability Insurance	\$113.24	4543768067	MAY 2023 PREMIUM
E 101-45200-134		ST/LT Disability Insurance	\$75.48	4543768067	MAY 2023 PREMIUM
E 609-00000-134		ST/LT Disability Insurance	\$238.15	4543768067	MAY 2023 PREMIUM
		Total	\$807.55		
<b>3310 e</b>	05/02/23	<b>HEALTHPARTNERS</b>			
E 609-00000-160		Health/Dental Insurance	\$1,209.42	41396105071	MAY 2023 PREMIUM
E 101-43100-160		Health/Dental Insurance	\$679.69	41396105071	MAY 2023 PREMIUM
E 101-45200-160		Health/Dental Insurance	\$453.13	41396105071	MAY 2023 PREMIUM
E 101-41500-160		Health/Dental Insurance	\$1,469.44	41396105071	MAY 2023 PREMIUM
E 609-00000-160		Health/Dental Insurance	\$2,157.59	41396105071	MAY 2023 PREMIUM
E 101-41500-160		Health/Dental Insurance	\$860.70	41396105071	MAY 2023 PREMIUM
E 101-43100-160		Health/Dental Insurance	\$947.20	41396105071	MAY 2023 PREMIUM
E 101-45200-160		Health/Dental Insurance	\$631.48	41396105071	MAY 2023 PREMIUM
E 101-41500-160		Health/Dental Insurance	\$1,158.22	41396105071	MAY 2023 PREMIUM
E 609-00000-160		Health/Dental Insurance	\$1,209.42	41396105071	MAY 2023 PREMIUM
E 101-41500-160		Health/Dental Insurance	\$899.00	41396105071	MAY 2023 PREMIUM

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Batch: MAY2023 CCPMT,MAY2023 AUTO

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
Total			\$11,675.29		
<b>3311 e</b>	05/04/23	<b>AFLAC</b>			
G 101-21725		Supplemental Insurance	\$208.74	618642	APR 2023 PREMIUM
G 101-21725		Supplemental Insurance	\$208.74	963261	MAY 2023 PREMIUM
Total			\$417.48		
<b>3312 e</b>	05/15/23	<b>XCEL ENERGY</b>			
E 101-43100-381		Electric Utilities	\$119.49	824485428	MARCH 2023 UTILITIES
E 101-45200-381		Electric Utilities	\$119.49	824485428	MARCH 2023 UTILITIES
E 651-00000-381		Electric Utilities	\$22.75	824485428	MARCH 2023 UTILITIES
E 730-00000-381		Electric Utilities	\$423.78	824485428	MARCH 2023 UTILITIES
E 770-00000-381		Electric Utilities	\$153.63	824485428	MARCH 2023 UTILITIES
E 609-00000-381		Electric Utilities	\$1,460.31	824485428	MARCH 2023 UTILITIES
E 101-45200-381		Electric Utilities	\$25.62	824485428	MARCH 2023 UTILITIES
E 770-00000-381		Electric Utilities	\$233.60	824485428	MARCH 2023 UTILITIES
E 101-43100-381		Electric Utilities	\$58.61	824485428	MARCH 2023 UTILITIES
E 101-42260-381		Electric Utilities	\$205.20	824485428	MARCH 2023 UTILITIES
E 101-41500-381		Electric Utilities	\$251.25	824485428	MARCH 2023 UTILITIES
E 101-43100-386		Street Lights	\$681.80	824485428	MARCH 2023 UTILITIES
Total			\$3,755.53		
<b>3313 e</b>	05/26/23	<b>CENTER POINT ENERGY</b>			
E 101-42260-383		Gas Utilities	\$272.15		APR 2023 UTILITIES
E 101-43100-383		Gas Utilities	\$115.48		APR 2023 UTILITIES
E 101-45200-383		Gas Utilities	\$115.48		APR 2023 UTILITIES
E 651-00000-383		Gas Utilities	\$22.01		APR 2023 UTILITIES
E 730-00000-383		Gas Utilities	\$148.48		APR 2023 UTILITIES
E 770-00000-383		Gas Utilities	\$226.67		APR 2023 UTILITIES
E 101-41500-383		Gas Utilities	\$267.08		APR 2023 UTILITIES
E 609-00000-383		Gas Utilities	\$417.46		APR 2023 UTILITIES
Total			\$1,584.81		
<b>3314 e</b>	05/10/23	<b>PUBLIC EMPLOYEES RETIREMENT</b>			
G 101-21704		PERA	\$2,015.47		04/22/2023 PAYROLL
G 101-21717		PERA	\$2,325.54		04/22/2023 PAYROLL
G 101-21704		PERA	\$1,907.33		05/10/2023 PAYROLL
G 101-21717		PERA	\$2,200.78		05/10/2023 PAYROLL
G 101-21704		PERA	\$1,915.52		05/24/2023 PAYROLL
G 101-21717		PERA	\$2,210.22		05/24/2023 PAYROLL
Total			\$12,574.86		
<b>3315 e</b>	05/08/23	<b>HSA BANK</b>			
G 101-21726		HSA Additional Withholdin	\$290.24		EMPLOYEE CONTRIBUTIONS
E 101-41500-160		Health/Dental Insurance	\$9.00		HSA SERVICE FEE
Total			\$299.24		
<b>3316 e</b>	05/12/23	<b>PITNEY BOWES GLOBAL FINANCIAL</b>			
E 101-43500-322		Postage	\$125.00		METERED POSTAGE REPLENISHMENT
E 101-41500-322		Postage	\$70.00		METERED POSTAGE REPLENISHMENT
E 101-42260-322		Postage	\$15.00		METERED POSTAGE REPLENISHMENT
E 609-00000-322		Postage	\$75.00		METERED POSTAGE REPLENISHMENT



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Batch: MAY2023 CCPMT,MAY2023 AUTO

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 651-00000-322		Postage	\$15.00		METERED POSTAGE REPLENISHMENT
E 730-00000-322		Postage	\$100.00		METERED POSTAGE REPLENISHMENT
E 770-00000-322		Postage	\$100.00		METERED POSTAGE REPLENISHMENT
Total			\$500.00		
<b>3317 e</b>	05/09/23	<b>KWIK TRIP</b>			
E 101-43100-212		Gas & Oil	\$112.08		MAY 2023 FUEL
E 101-45200-212		Gas & Oil	\$112.08		MAY 2023 FUEL
E 651-00000-212		Gas & Oil	\$44.83		MAY 2023 FUEL
E 730-00000-212		Gas & Oil	\$89.66		MAY 2023 FUEL
E 770-00000-212		Gas & Oil	\$89.65		MAY 2023 FUEL
E 101-42260-212		Gas & Oil	\$243.87		MAY 2023 FUEL
Total			\$692.17		
<b>3318 e</b>	05/02/23	<b>FIDELITY SECURITY LIFE</b>			
E 101-41500-160		Health/Dental Insurance	\$30.06	2981250	MAY 2023 PREMIUM
E 101-43100-160		Health/Dental Insurance	\$11.60	2981250	MAY 2023 PREMIUM
E 101-45200-160		Health/Dental Insurance	\$7.74	2981250	MAY 2023 PREMIUM
E 609-00000-160		Health/Dental Insurance	\$26.70	2981250	MAY 2023 PREMIUM
Total			\$76.10		
<b>3319 e</b>	05/03/23	<b>CAPITAL ONE TRADE CREDIT</b>			
E 101-43100-210		Operating Supplies	\$22.99	H01379/G	SHOP SUPPLIES
E 101-43100-400		General Maintenance	\$5.98	H02144/G	SHOP SUPPLIES
E 730-00000-401		Repair Buildings	\$33.96	H03302/G	BLDG MAINTENANCE - WELL HOUSE
E 730-00000-500		Capital Expenditures	\$28.98	H04224/G	PARK IRRIGATION
E 101-42260-210		Operating Supplies	\$137.95	H05045/G	OPERATINGF SUPPLIES
E 101-42260-210		Operating Supplies	(\$49.99)	H05076/G	SHOP SUPPLIES
Total			\$179.87		
<b>10100 4M FUND</b>			<b>\$33,542.00</b>		

## Fund Summary

**10100 4M FUND**

101 GENERAL FUND	\$24,741.81
609 MUNICIPAL LIQUOR FUND	\$6,944.04
651 STORM WATER FUND	\$104.59
730 WATER FUND	\$824.86
770 SEWER FUND	\$926.70
	<u>\$33,542.00</u>

## Report Criteria:

Report type: Summary

Check Number	Check Issue Date	Payee	Amount
14785	05/25/2023	ANOKA CO TREASURY OFFICE	75.00
14786	05/25/2023	CLIMATE MAKERS, INC.	72.00
14787	05/25/2023	FRATTALLONES HARDWARE & GARDEN	12.78
14788	05/25/2023	GEORGE'S INC	40.00
14789	05/25/2023	IMAGE PRINTING & GRAPHICS, INC	101.57
14790	05/25/2023	LOFFLER COMPANIES	245.12
14791	05/25/2023	MIDWAY FORD INC	2,962.86
14792	05/25/2023	QUILL LLC	134.88
Grand Totals:			3,644.21

M = Manual Check, V = Void Check

Report Criteria:

Report type: Summary

Check Number	Check Issue Date	Payee	Amount
14795	06/08/2023	4IMPRINT, INC	1,234.53
14796	06/08/2023	ASPEN MILLS, INC	3,332.74
14797	06/08/2023	BAYCOM, Inc.	5,764.00
14798	06/08/2023	CENTENNIAL UTILITIES	343.67
14799	06/08/2023	CLIMATE MAKERS, INC.	2,768.00
14800	06/08/2023	COVERALL NORTH AMERICA, INC	820.00
14801	06/08/2023	EMERGENCY CONTRACTORS	815.00
14802	06/08/2023	GEORGE'S INC	145.00
14803	06/08/2023	IMAGE PRINTING & GRAPHICS, INC	63.36
14804	06/08/2023	Language Line Services	2.06
14805	06/08/2023	Marie Ridgeway LICSW, LLC	480.00
14806	06/08/2023	Metro-INET	7,157.00
14807	06/08/2023	O'REILLY AUTOMOTIVE, INC	19.74
14808	06/08/2023	OTTER LAKE ANIMAL CARE	135.00
14809	06/08/2023	POMPS TIRE	231.28
14810	06/08/2023	QUILL LLC	118.97
14811	06/08/2023	SHRED-N-GO, INC	90.89
14812	06/08/2023	TACTICAL SOLUTIONS	355.00
14813	06/08/2023	TRANSUNION RISK & ALTERNATIVE	75.00
14814	06/08/2023	VERIZON WIRELESS	1,112.89
2023042	06/08/2023	CENTURY LINK	124.44
2023043	06/08/2023	HEALTH PARTNERS	12,785.87
2023044	06/08/2023	OPTUM FINANCIAL, INC.	11.25
2023045	06/08/2023	PITNEY BOWES GLOBAL FINANCIAL	61.59
2023046	06/08/2023	U S BANK	1,870.59
2023047	06/08/2023	WEX BANK	3,739.93
Grand Totals:			43,657.80

# CITY OF LEXINGTON

## \*Cash Balances

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Current Period May 2023

Fund	2023 Begin Balance	Receipts	Disbursements	Rec/Disb	Transfers		JE Payroll	Balance
					Journal Entries			
<b>10100 4M FUND</b>								
101 GENERAL FUND	\$1,411,520.49	\$121,198.55	\$783,761.28	\$0.00	\$178,692.11		(\$46,215.61)	\$881,434.26
220 LOVELL BUILDING	\$580,868.86	\$5,017.50	\$1,290.00	\$0.00	\$0.00		\$0.00	\$584,596.36
229 ARPA FUND	\$82,077.02	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$82,077.02
310 CAPITAL PROJEC	\$599,865.73	\$149,849.41	\$14,392.15	\$0.00	(\$104,000.00)		\$0.00	\$631,322.99
320 TIF #3	\$149,599.22	\$0.00	\$127,458.74	\$0.00	\$0.00		\$0.00	\$22,140.48
330 WATER CAPITAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
360 05 STREET-EDGE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
370 SEWER CAPITAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
405 PARK DEDICATIO	\$79,134.45	\$0.00	\$21,478.58	\$0.00	\$0.00		\$0.00	\$57,655.87
417 17 STREET IMPRO	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
418 LAKE DRIVE PROJ	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
419 19 JACKSON AVE	\$10,155.40	\$65.67	\$0.00	\$0.00	\$0.00		\$0.00	\$10,221.07
421 2021 STREET IMP	\$38,977.85	\$2,475.84	\$0.00	\$0.00	\$0.00		\$0.00	\$41,453.69
422 2022 STREET IMP	\$109,636.31	\$2,178.50	\$53,995.35	\$0.00	\$0.00		\$0.00	\$57,819.46
423 2023 STREET IMP	(\$3,025.00)	\$0.00	\$21,810.53	\$0.00	\$104,000.00		\$0.00	\$79,164.47
430 12 HAMLIN AVE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
435 13 STREET IMPRO	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
440 15 STREET IMPRO	\$16,500.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$16,500.00
445 16 STREET IMPRO	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
551 16 NORTH METRO	\$0.00	\$4,106.72	\$0.00	\$0.00	\$0.00		\$0.00	\$4,106.72
585 04 STREET-OAK L	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
591 14 STREET-VARIO	\$148,570.13	\$1,341.45	\$55,824.30	\$0.00	\$0.00		\$0.00	\$94,087.28
592 15 STREET-VARIO	\$291,985.55	\$18,495.84	\$94,700.00	\$0.00	\$0.00		\$0.00	\$215,781.39
599 POLICE BUILDING	\$25,777.38	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$25,777.38
609 MUNICIPAL LIQUO	\$573,389.29	\$1,157.00	\$1,076,693.95	\$0.00	\$1,155,045.66		(\$175,257.82)	\$477,640.18
625 FARMERS MARKE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
650 PROPERTY MAINT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00
651 STORM WATER F	(\$156,540.24)	\$30,318.46	\$21,683.53	\$0.00	\$0.00		(\$8,345.18)	(\$156,250.49)
730 WATER FUND	\$351,462.03	\$105,429.51	\$75,858.73	\$0.00	(\$1,296.00)		(\$36,107.21)	\$343,629.60
770 SEWER FUND	\$1,171,050.53	\$125,086.56	\$211,640.31	\$0.00	\$0.00		(\$32,611.74)	\$1,051,885.04
	\$5,481,005.00	\$566,721.01	\$2,560,587.45	\$0.00	\$1,332,441.77		(\$298,537.56)	\$4,521,042.77

## CITY OF LEXINGTON

06/09/23 10:31 AM

Page 1

\*Fund Summary -  
Budget to Actual©

May 2023

	2023 YTD Budget	May MTD Amount	2023 YTD Amount	2023 YTD Balance	2023 % YTD Budget
<b>FUND 101 GENERAL FUND</b>					
Revenue	\$2,309,980.21	\$31,528.20	\$367,364.26	\$1,942,615.95	15.90%
Expenditure	\$2,309,980.20	\$183,686.91	\$854,037.48	\$1,455,942.72	36.97%
		<u>-\$152,158.71</u>	<u>-\$486,673.22</u>		
<b>FUND 220 LOVELL BUILDING</b>					
Revenue	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		<u>\$0.00</u>	<u>\$0.00</u>		
<b>FUND 229 ARPA FUND</b>					
Revenue	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Expenditure	\$149,503.49	\$0.00	\$67,423.47	\$82,080.02	45.10%
		<u>\$0.00</u>	<u>-\$67,423.47</u>		
<b>FUND 310 CAPITAL PROJECTS</b>					
Revenue	\$337,000.00	\$39,953.98	\$86,878.93	\$250,121.07	25.78%
Expenditure	\$318,000.00	\$0.00	\$118,392.15	\$199,607.85	37.23%
		<u>\$39,953.98</u>	<u>-\$31,513.22</u>		
<b>FUND 320 TIF #3</b>					
Revenue	\$176,381.00	\$0.00	\$0.00	\$176,381.00	0.00%
Expenditure	\$255,535.64	\$700.00	\$126,927.49	\$128,608.15	49.67%
		<u>-\$700.00</u>	<u>-\$126,927.49</u>		
<b>FUND 405 PARK DEDICATION FEE FUND</b>					
Revenue	\$27,000.00	\$0.00	\$0.00	\$27,000.00	0.00%
Expenditure	\$27,000.00	\$0.00	\$21,478.58	\$5,521.42	79.55%
		<u>\$0.00</u>	<u>-\$21,478.58</u>		
<b>FUND 419 19 JACKSON AVE</b>					
Revenue	\$2,056.14	\$0.00	\$0.00	\$2,056.14	0.00%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		<u>\$0.00</u>	<u>\$0.00</u>		
<b>FUND 421 2021 STREET IMPROVEMENTS</b>					
Revenue	\$6,915.15	\$991.20	\$2,309.50	\$4,605.65	33.40%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		<u>\$991.20</u>	<u>\$2,309.50</u>		
<b>FUND 422 2022 STREET IMPROVEMENTS</b>					
Revenue	\$5,100.00	\$0.00	\$2,178.50	\$2,921.50	42.72%
Expenditure	\$5,000.00	\$0.00	\$105.00	\$4,895.00	2.10%
		<u>\$0.00</u>	<u>\$2,073.50</u>		
<b>FUND 423 2023 STREET IMPROVEMENTS</b>					
Revenue	\$104,000.00	\$0.00	\$104,000.00	\$0.00	100.00%
Expenditure	\$104,000.00	\$3,375.00	\$21,810.53	\$82,189.47	20.97%
		<u>-\$3,375.00</u>	<u>\$82,189.47</u>		

## CITY OF LEXINGTON

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\*Fund Summary -  
Budget to Actual©

May 2023

	2023 YTD Budget	May MTD Amount	2023 YTD Amount	2023 YTD Balance	2023 % YTD Budget
<b>FUND 551 16 NORTH METRO GO</b>					
Revenue	\$4,106.72	\$4,106.72	\$4,106.72	\$0.00	100.00%
Expenditure	\$4,106.72	\$0.00	\$0.00	\$4,106.72	0.00%
		\$4,106.72	\$4,106.72		
<b>FUND 591 14 STREET-VARIOUS</b>					
Revenue	\$73,820.74	\$0.00	\$0.00	\$73,820.74	0.00%
Expenditure	\$61,514.95	\$0.00	\$55,824.30	\$5,690.65	90.75%
		\$0.00	-\$55,824.30		
<b>FUND 592 15 STREET-VARIOUS</b>					
Revenue	\$104,377.34	\$0.00	\$17,096.31	\$87,281.03	16.38%
Expenditure	\$108,675.00	\$0.00	\$94,700.00	\$13,975.00	87.14%
		\$0.00	-\$77,603.69		
<b>FUND 609 MUNICIPAL LIQUOR FUND</b>					
Revenue	\$3,898,900.00	\$330,905.79	\$1,345,264.21	\$2,553,635.79	34.50%
Expenditure	\$3,829,794.24	\$307,334.83	\$1,428,057.01	\$2,401,737.23	37.29%
		\$23,570.96	-\$82,792.80		
<b>FUND 651 STORM WATER FUND</b>					
Revenue	\$74,207.56	\$0.00	\$22,716.90	\$51,490.66	30.61%
Expenditure	\$96,348.13	\$3,695.85	\$29,489.42	\$66,858.71	30.61%
		-\$3,695.85	-\$6,772.52		
<b>FUND 730 WATER FUND</b>					
Revenue	\$245,025.00	\$0.00	\$56,856.50	\$188,168.50	23.20%
Expenditure	\$271,721.60	\$13,587.42	\$103,920.62	\$167,800.98	38.25%
		-\$13,587.42	-\$47,064.12		
<b>FUND 770 SEWER FUND</b>					
Revenue	\$291,000.00	\$2,916.94	\$75,779.54	\$215,220.46	26.04%
Expenditure	\$504,093.47	\$22,178.08	\$240,427.04	\$263,666.43	47.69%
		-\$19,261.14	-\$164,647.50		
<b>Report Total</b>		<b>-\$124,155.26</b>	<b>-\$1,078,041.72</b>		



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**To:** Bill Petracek, City Administrator.  
**From:** Steven M. Winter, P.E.  
**Subject:** Change Order #1 for 2023 Street Improvement Project  
**Date:** June 7, 2023

---

Please find the attached Change Order #1 for the 2023 Street Improvements Project. This Change Order adds the replacement of the a storm sewer catch basins on Dunlap Avenue. We reviewed the catch basins on the project with Public Works and recommend replacing 1 of the 2 catch basins at this time.

We recommend the City Council accept the change Order #1 with Park Construction. to the contract for \$ 3,500.00.

We also planned some contingency in the project overhead so the total project cost will not increase from the feasibility study.

If you have any questions, please feel free to contact us at (612) 548-3132. Thank you very much.

SMW

# Change Order

No. 1

Date of Issuance: June 7, 2023 Effective Date: June 15, 2023

Project: <b>2023 Lexington Street Improvements</b>	Owner: <b>City of Lexington</b>	Owner's Contract No.:
Contract:		Date of Contract: <b>April 25, 2023</b>
Contractor: <b>Park Construction Company</b>		Engineer's Project No.: <b>10481052</b>

The Contract Documents are modified as follows upon execution of this Change Order:

Description: **Remove old catch basin and build a new Sump Catch Basin as shown on Sheets 5 and 6 for Dunlap Ave.**

Attachments (list documents supporting change):

**Sheet 5 and Sheet 6**

CHANGE IN CONTRACT PRICE:	CHANGE IN CONTRACT TIMES:
Original Contract Price:  \$ <u>64,357.94</u>	Original Contract Times: <input type="checkbox"/> Working days <input type="checkbox"/> Calendar days Substantial completion (days or date): _____ Ready for final payment (days or date): _____
[Increase] [Decrease] from previously approved Change Orders No. _____ to No. _____  \$ <u>0</u>	[Increase] [Decrease] from previously approved Change Orders No. _____ to No. _____  Substantial completion (days): <u>0</u> Ready for final payment (days): <u>0</u>
Contract Price prior to this Change Order:  \$ <u>64,357.94</u>	Contract Times prior to this Change Order: Substantial completion (days or date): <u>8/18/2023</u> Ready for final payment (days or date): <u>9/01/2023</u>
[Increase] [Decrease] of this Change Order:  \$ <u>3,500.00</u>	[Increase] [Decrease] of this Change Order: Substantial completion (days or date): <u>0</u> Ready for final payment (days or date): <u>0</u>
Contract Price incorporating this Change Order:  \$ <u>67,857.94</u>	Contract Times with all approved Change Orders: Substantial completion (days or date): <u>8/18/2023</u> Ready for final payment (days or date): <u>9/10/2023</u>

RECOMMENDED:

By: Steve McWintor  
Engineer (Authorized Signature)

Date: June 7, 2023

ACCEPTED:

By: \_\_\_\_\_  
Owner (Authorized Signature)

Date: \_\_\_\_\_

ACCEPTED:

By: \_\_\_\_\_  
Contractor (Authorized Signature)

Date: \_\_\_\_\_

# Change Order

## Instructions

---

### A. GENERAL INFORMATION

This document was developed to provide a uniform format for handling contract changes that affect Contract Price or Contract Times. Changes that have been initiated by a Work Change Directive must be incorporated into a subsequent Change Order if they affect Price or Times.

Changes that affect Contract Price or Contract Times should be promptly covered by a Change Order. The practice of accumulating Change Orders to reduce the administrative burden may lead to unnecessary disputes.

If Milestones have been listed in the Agreement, any effect of a Change Order thereon should be addressed.

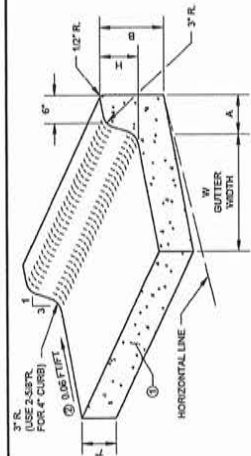
For supplemental instructions and minor changes not involving a change in the Contract Price or Contract Times, a Field Order should be used.

### B. COMPLETING THE CHANGE ORDER FORM

Engineer normally initiates the form, including a description of the changes involved and attachments based upon documents and proposals submitted by Contractor, or requests from Owner, or both.

Once Engineer has completed and signed the form, all copies should be sent to Owner or Contractor for approval, depending on whether the Change Order is a true order to the Contractor or the formalization of a negotiated agreement for a previously performed change. After approval by one contracting party, all copies should be sent to the other party for approval. Engineer should make distribution of executed copies after approval by both parties.

If a change only applies to price or to times, cross out the part of the tabulation that does not apply.



DESIGN B

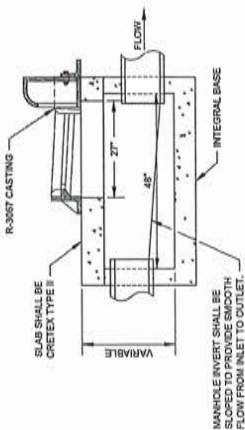
DESIGN NO.	W = 12" CONCRETE			W = 12" CONCRETE			W = 12" CONCRETE			W = 12" CONCRETE		
	DESIGN NO.	CU YOB	FEET LIN	DESIGN NO.	CU YOB	FEET LIN	DESIGN NO.	CU YOB	FEET LIN	DESIGN NO.	CU YOB	FEET LIN
1	101	101	101	101	101	101	101	101	101	101	101	101
2	102	102	102	102	102	102	102	102	102	102	102	102
3	103	103	103	103	103	103	103	103	103	103	103	103
4	104	104	104	104	104	104	104	104	104	104	104	104
5	105	105	105	105	105	105	105	105	105	105	105	105
6	106	106	106	106	106	106	106	106	106	106	106	106
7	107	107	107	107	107	107	107	107	107	107	107	107
8	108	108	108	108	108	108	108	108	108	108	108	108
9	109	109	109	109	109	109	109	109	109	109	109	109
10	110	110	110	110	110	110	110	110	110	110	110	110

NOTES:  
 1. THE CONTRACTOR MUST STAMP AN "S" ON THE CURB DIRECTLY OVER THE LOCATION OF ANY NEW OR EXISTING MANHOLE. THE STAMP SHALL BE 6" SQUARE AND BE LOCATED ON THE FACE OF THE CURB DIRECTLY PERPENDICULAR TO THE LOCATION OF THE CURB STOP.

2. LONGITUDINAL JOINT WHEN ADJACENT TO RIGID PAVEMENT OR BASE.  
 SEE STANDARD PLANS MANUAL FOR JOINT INFORMATION.

3. SLOPE OF 1/4" PER FT. NORMAL, UNLESS OTHERWISE SPECIFIED. IF A DIFFERENT GUTTER SLOPE IS PERMITTED, THE FORM MAY BE TILTED.

CONCRETE CURB DETAIL  
 NO SCALE



NOTE:  
 1. THE MANHOLE SHALL BE USED WHEN SPECIFIED OR WHEN THE MANHOLE DEPTH IS LESS THAN EIGHT FEET.

SLAB TOP MANHOLE  
 NO SCALE



# BUSINESS LICENSE - COUNCIL APPROVAL - June 15, 2023

NAME OF BUSINESS	BUSINESS ADDRESS	CITY	ST.	ZIP	DESCRIPTION OF BUSINESS
H & R Block	9350 Lexington Ave	Lexington	MN	55014	Tax Prep Services
Kelley Animal Hospital	4140 Woodland Road	Lexington	MN	55014	Veterinary Hospital
Lexington Car Wash	9020 North Highway Drive	Lexington	MN	55014	Car Wash
Muffler Doctor	9340 North Highway Drive	Lexington	MN	55014	Auto Repair
Dunn Brothers Coffee	9390 Lexington Avenue	Lexington	MN	55014	Coffee Shop
Lexington Garages	9161 Dunlap Avenue	Lexington	MN	55014	Garage Storage
Circle Pines Sausage Haus	9075 South Highway Drive	Lexington	MN	55014	Meat Processing
Papa Murphy Pizza	9310 Lexington Avenue	Lexington	MN	55014	Take and Bake Pizza
Dollar Tree	9115 South Highway Drive	Lexington	MN	55014	Retail
Beck Northway Collision	3721 Flowerfield Road	Lexington	MN	55014	Autobody Repair
Walter's Recycling & Refuse	2830 101st Avenue	Blaine	MN	55449	Refuse & Recycle Hauler
LePage and Sons	23602 University Avenue	Bethel	MN	55005	Refuse & Recycle Hauler
Lexington Dairy Queen	4131 Woodland Road	Lexington	MN	55014	Food Service
Creative Kids Academy	9100 North Highway Drive	Lexington	MN	55014	Childcare Center
Vaper's Paradise	9330 Lexington Avenue	Lexington	MN	55014	Electronic Cigarette Sales
Walgreens	9237 South Highway Drive	Lexington	MN	55014	Retail Pharmacy
Aspen Waste	2951 Weeks Avenue SE	Minneapolis	MN	55414	Refuse & Recycle Hauler
P & V Auto	3731 Flowerfield Road	Lexington	MN	55014	Automotive Repair





Minnesota Department of Public Safety  
Alcohol & Gambling Enforcement Division  
445 Minnesota Street, 1600  
St Paul, Minnesota 55101  
651-201-7507

RENEWAL OF LIQUOR, WINE, CLUB OR 3.2% LICENSES

No license will be approved or released until the \$20 Retailer ID Card fee is received by Alcohol and Gambling Enforcement.

Licensee: Please verify your license information contained below. Make corrections if necessary and sign. City Clerk/County Auditor should submit this signed renewal with completed license and licensee liquor liability for the new license period. City Clerk/County Auditor are also required by M.S. 340A.404 S.3 to report any license cancellation.

License Code: ONSS License Period Ending: 6/30/2023 Iden: 71705  
Issuing Authority: Lexington  
Licensee Name: Barble Hospitality Inc.  
Trade Name: Boulevard Bar and Grille  
Address: 3800 Restwood Rd  
Lexington, MN 55014  
Business Phone: 763-204-8091  
License Fees: Off Sale: \$0.00 On Sale: \$6,000.00 Sunday: \$200.00

By signing this renewal application, applicant certifies that there has been no change in ownership on the above named licensee. For changes in ownership, the licensee named above, or for new licensees, full applications should be used. See back of this application for further information needed to complete this renewal.

Applicant's signature on this renewal confirms the following: Failure to report any of the following may result in civil penalties.

1. Licensee confirms it has no interest whatsoever, directly or indirectly in any other liquor establishments in Minnesota. If so, give details on back of this application.
2. Licensee confirms that it has never had a liquor license rejected by any city/township/county in the state of Minnesota. If ever rejected, please give details on the back of this renewal, then sign below.
3. Licensee confirms that for the past five years it has not had a liquor license revoked for any liquor law violation (state or local). If a revocation has occurred, please give details on the back of this renewal, then sign below.
4. Licensee confirms that during the past five years it or its employees have not been cited for any civil or criminal liquor law violations. If violations have occurred, please give details on back of this renewal, then sign below.
5. Licensee confirms that during the past license year, a summons has not been issued under the Liquor Liability Law (Dram Shop) MS 340A.802. If yes, attach a copy of the summons, then sign below.
6. Licensee confirms that Workers Compensation insurance will be kept in effect during the license period. Licensee has attached a liquor liability insurance certificate that corresponds with the license period in city/county where license is issued.

Licensee has attached a liquor liability insurance certificate that corresponds with the license period in city/county where license is issued. \$100,000 in cash or securities or \$310,000 surety bond may be submitted in lieu of liquor liability. (3.2 liquor licenses are exempt if sales are less than \$25,000 at on sale, or \$50,000 at off sale).

Licensee Signature 09-25-1981 DOB SSN 5/19/23 Date  
(Signature certifies all above information to be correct and license has been approved by city/county.)

City Clerk/Auditor Signature \_\_\_\_\_ Date \_\_\_\_\_  
(Signature certifies that renewal of a liquor, wine or club license has been approved by the city/county as stated above.)

County Attorney Signature \_\_\_\_\_ Date \_\_\_\_\_  
County Board issued licenses only (Signature certifies licensee is eligible for license).

Police/Sheriff Signature \_\_\_\_\_ Date \_\_\_\_\_  
Signature certifies licensee or associates have been checked for any state/local liquor law violations (criminal/civil) during the past five years. Report violations on back, then sign here.

Indicate below changes of corporate officers, partners, home addresses or telephone numbers:

Amanda Knaeble owns 100% of Barble Hospitality  
as of 2-1-2023

Indicate below any direct or indirect interest in other liquor establishments:

Report below details of liquor law violations (civil or criminal) that have occurred within the last five years. (Dates, offenses fines or other penalties, including alcohol penalties):

Report below details involving any license rejections or revocations:

City/County Comments:



Minnesota Department of Public Safety  
Alcohol & Gambling Enforcement Division  
445 Minnesota Street, 1600  
St Paul, Minnesota 55101  
651-201-7507

**RENEWAL OF LIQUOR, WINE, CLUB OR 3.2% LICENSES**

No license will be approve or released until the \$20 Retailer ID Card fee is received by Alcohol and Gambling Enforcement

Licensee: Please verify your license information contained below. Make corrections if necessary and sign. City Clerk/County Auditor should submit this signed renewal with completed license and licensee liquor liability for the new license period. City Clerk/County Auditor are also required by M.S. 340A.404 S.3 to report any license cancellation.

License Code: ONSS License Period Ending: 6/30/2023 Iden: 59582  
Issuing Authority: Lexington  
Licensee Name: Mr. Arthurs Inc.  
Trade Name: Cowboys Saloon  
Address: 9005 S Hwy Drive  
Lexington, MN 55014  
Business Phone: 763-784-6560  
License Fees: Off Sale: \$0.00 On Sale: \$9,000.00 Sunday: \$200.00

By signing this renewal application, applicant certifies that there has been no change in ownership on the above named licensee. For changes in ownership, the licensee named above, or for new licensees, full applications should be used. See back of this application for further information needed to complete this renewal.

**Applicant's signature on this renewal confirms the following: Failure to report any of the following may result in civil penalties.**

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2. Licensee confirms that it has never had a liquor license rejected by any city/township/county in the state of Minnesota. If ever rejected, please give details on the back of this renewal, then sign below.
3. Licensee confirms that for the past five years it has not had a liquor license revoked for any liquor law violation (state or local). If a revocation has occurred, please give details on the back of this renewal, then sign below.
4. Licensee confirms that during the past five years it or its employees have not been cited for any civil or criminal liquor law violations. If violations have occurred, please give details on back of this renewal, then sign below.
5. Licensee confirms that during the past license year, a summons has not been issued under the Liquor Liability Law (Dram Shop) MS 340A.802. If yes, attach a copy of the summons, then sign below.
6. Licensee confirms that Workers Compensation insurance will be kept in effect during the license period. Licensee has attached a liquor liability insurance certificate that corresponds with the license period in city/county where license is issued.

Licensee has attached a liquor liability insurance certificate that corresponds with the license period in city/county where license is issued. \$100,000 in cash or securities or \$310,000 surety bond may be submitted in lieu of liquor liability. (3.2 liquor licenses are exempt if sales are less than \$25,000 at on sale, or \$50,000 at off sale).

Licensee Signature 12/1/2021 DOB SSN 5-30-23 Date  
(Signature certifies all above information to be correct and license has been approved by city/county.)

City Clerk/Auditor Signature \_\_\_\_\_ Date \_\_\_\_\_  
(Signature certifies that renewal of a liquor, wine or club license has been approved by the city/county as stated above.)

County Attorney Signature \_\_\_\_\_ Date \_\_\_\_\_  
County Board issued licenses only (Signature certifies licensee is eligible for license).

Police/Sheriff Signature \_\_\_\_\_ Date \_\_\_\_\_  
Signature certifies licensee or associates have been checked for any state/local liquor law violations (criminal/civil) during the past five years. Report violations on back, then sign here.

Indicate below changes of corporate officers, partners, home addresses or telephone numbers:

None

Indicate below any direct or indirect interest in other liquor establishments:

Arthur's Riverfront Properties

Arthur's Riverfront Liquors

Report below details of liquor law violations (civil or criminal) that have occurred within the last five years. (Dates, offenses fines or other penalties, including alcohol penalties):

Failed Compliance Check 2017

Report below details involving any license rejections or revocations:

None

City/County Comments:



Minnesota Department of Public Safety  
Alcohol & Gambling Enforcement Division  
445 Minnesota Street, 1600  
St Paul, Minnesota 55101  
651-201-7507

RENEWAL OF LIQUOR, WINE, CLUB OR 3.2% LICENSES

No license will be approve or released until the \$20 Retailer ID Card fee is received by Alcohol and Gambling Enforcement

Licensee: Please verify your license information contained below. Make corrections if necessary and sign. City Clerk/County Auditor should submit this signed renewal with completed license and licensee liquor liability for the new license period. City Clerk/County Auditor are also required by M.S. 340A.404 S.3 to report any license cancellation.

License Code: ONSS License Period Ending: 6/30/2023 Iden: 68050  
Issuing Authority: Lexington  
Licensee Name: Northwoods Pizza 2 Co  
Trade Name: Carbone's  
Address: 9200 Lexington Ave  
Lexington, MN 55014  
Business Phone: 651-398-8921  
License Fees: Off Sale: \$0.00 On Sale: \$6,000.00 Sunday: \$200.00

By signing this renewal application, applicant certifies that there has been no change in ownership on the above named licensee. For changes in ownership, the licensee named above, or for new licensees, full applications should be used. See back of this application for further information needed to complete this renewal.

Applicant's signature on this renewal confirms the following: Failure to report any of the following may result in civil penalties.

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3. Licensee confirms that for the past five years it has not had a liquor license revoked for any liquor law violation (state or local). If a revocation has occurred, please give details on the back of this renewal, then sign below.
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6. Licensee confirms that Workers Compensation insurance will be kept in effect during the license period. Licensee has attached a liquor liability insurance certificate that corresponds with the license period in city/county where license is issued.

Licensee has attached a liquor liability insurance certificate that corresponds with the license period in city/county where license is issued. \$100,000 in cash or securities or \$310,000 surety bond may be submitted in lieu of liquor liability.(3.2 liquor licenses are exempt if sales are less than \$25,000 at on sale, or \$50,000 at off sale).

\_\_\_\_\_  
Licensee Signature      2-17-1967      36      12      5-31-2023  
DOB      SSN      Date  
(Signature certifies all above information to be correct and license has been approved by city/county.)

\_\_\_\_\_  
City Clerk/Auditor Signature      Date  
(Signature certifies that renewal of a liquor, wine or club license has been approved by the city/county as stated above.)

\_\_\_\_\_  
County Attorney Signature      Date  
County Board issued licenses only(Signature certifies licensee is eligible for license).

\_\_\_\_\_  
Police/Sheriff Signature      Date  
Signature certifies licensee or associates have been checked for any state/local liquor law violations (criminal/civil) during the past five years.  
Report violations on back, then sign here.

Indicate below changes of corporate officers, partners, home addresses or telephone numbers:

N/A

Indicate below any direct or indirect interest in other liquor establishments:

Report below details of liquor law violations (civil or criminal) that have occurred within the last five years. (Dates, offenses fines or other penalties, including alcohol penalties):

Report below details involving any license rejections or revocations:

City/County Comments:





Minnesota Department of Public Safety  
Alcohol & Gambling Enforcement Division  
445 Minnesota Street, 1600  
St Paul, Minnesota 55101  
651-201-7507

RENEWAL OF LIQUOR, WINE, CLUB OR 3.2% LICENSES

No license will be approve or released until the \$20 Retailer ID Card fee is received by Alcohol and Gambling Enforcement

Licensee: Please verify your license information contained below. Make corrections if necessary and sign. City Clerk/County Auditor should submit this signed renewal with completed license and licensee liquor liability for the new license period. City Clerk/County Auditor are also required by M.S. 340A.404 S.3 to report any license cancellation.

License Code: ONSS License Period Ending: 6/30/2023 Iden: 43040  
Issuing Authority: Lexington  
Licensee Name: El Loro of Lexington Inc.  
Trade Name: El Loro Mexican Grill & Cantina  
Address: 9141 South Highway Drive  
Lexington, MN 55014  
Business Phone: 7632862837  
License Fees: Off Sale: \$0.00 On Sale: \$6,000.00 Sunday: \$200.00

By signing this renewal application, applicant certifies that there has been no change in ownership on the above named licensee. For changes in ownership, the licensee named above, or for new licensees, full applications should be used. See back of this application for further information needed to complete this renewal.

Applicant's signature on this renewal confirms the following: Failure to report any of the following may result in civil penalties.

1. Licensee confirms it has no interest whatsoever, directly or indirectly in any other liquor establishments in Minnesota. If so, give details on back of this application.
2. Licensee confirms that it has never had a liquor license rejected by any city/township/county in the state of Minnesota. If ever rejected, please give details on the back of this renewal, then sign below.
3. Licensee confirms that for the past five years it has not had a liquor license revoked for any liquor law violation (state or local). If a revocation has occurred, please give details on the back of this renewal, then sign below.
4. Licensee confirms that during the past five years it or its employees have not been cited for any civil or criminal liquor law violations. If violations have occurred, please give details on back of this renewal, then sign below.
5. Licensee confirms that during the past license year, a summons has not been issued under the Liquor Liability Law (Dram Shop) MS 340A.802. If yes, attach a copy of the summons, then sign below.
6. Licensee confirms that Workers Compensation insurance will be kept in effect during the license period. Licensee has attached a liquor liability insurance certificate that corresponds with the license period in city/county where license is issued.

Licensee has attached a liquor liability insurance certificate that corresponds with the license period in city/county where license is issued. \$100,000 in cash or securities or \$310,000 surety bond may be submitted in lieu of liquor liability. (3.2 liquor licenses are exempt if sales are less than \$25,000 at on sale, or \$50,000 at off sale).

\_\_\_\_\_  
Licensee Signature DOB 1-12-1972 SSN 1- Date 6-9-23  
(Signature certifies all above information to be correct and license has been approved by city/county.)

\_\_\_\_\_  
City Clerk/Auditor Signature Date  
(Signature certifies that renewal of a liquor, wine or club license has been approved by the city/county as stated above.)

\_\_\_\_\_  
County Attorney Signature Date  
County Board issued licenses only (Signature certifies licensee is eligible for license).

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Signature certifies licensee or associates have been checked for any state/local liquor law violations (criminal/civil) during the past five years. Report violations on back, then sign here.

Indicate below changes of corporate officers, partners, home addresses or telephone numbers:

NA

Indicate below any direct or indirect interest in other liquor establishments:

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Report below details involving any license rejections or revocations:

City/County Comments:



Minnesota Department of Public Safety  
Alcohol & Gambling Enforcement Division  
445 Minnesota Street, 1600  
St Paul, Minnesota 55101  
651-201-7507

RENEWAL OF LIQUOR, WINE, CLUB OR 3.2% LICENSES

No license will be approve or released until the \$20 Retailer ID Card fee is received by Alcohol and Gambling Enforcement

Licensee: Please verify your license information contained below. Make corrections if necessary and sign. City Clerk/County Auditor should submit this signed renewal with completed license and licensee liquor liability for the new license period. City Clerk/County Auditor are also required by M.S. 340A.404 S.3 to report any license cancellation.

License Code: MWNONSB License Period Ending: 6/30/2023 Iden: 76065  
Issuing Authority: Lexington  
Licensee Name: Skinny Cat Eats LLC  
Trade Name: Poncho's Taqueria & Cafe  
Address: 4115 Woodland Rd  
Lexington, MN 55014  
Business Phone: 763-208-1977  
License Fees: Off Sale: \$0.00 On Sale: \$0.00 Sunday: \$0.00

By signing this renewal application, applicant certifies that there has been no change in ownership on the above named licensee. For changes in ownership, the licensee named above, or for new licensees, full applications should be used. See back of this application for further information needed to complete this renewal.

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3. Licensee confirms that for the past five years it has not had a liquor license revoked for any liquor law violation (state or local). If a revocation has occurred, please give details on the back of this renewal, then sign below.
4. Licensee confirms that during the past five years it or its employees have not been cited for any civil or criminal liquor law violations. If violations have occurred, please give details on back of this renewal, then sign below.
5. Licensee confirms that during the past license year, a summons has not been issued under the Liquor Liability Law (Dram Shop) MS 340A.802. If yes, attach a copy of the summons, then sign below.
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Licensee has attached a liquor liability insurance certificate that corresponds with the license period in city/county where license is issued. \$100,000 in cash or securities or \$310,000 surety bond may be submitted in lieu of liquor liability.(3.2 liquor licenses are exempt if sales are less than \$25,000 at on sale, or \$50,000 at off sale).

Licensee Signature 04/19/1960 SSN  
(Signature certifies all above information to be correct and license has been approved by city/county.)

5-16-2023  
Date

City Clerk/Auditor Signature  
(Signature certifies that renewal of a liquor, wine or club license has been approved by the city/county as stated above.)

Date

County Attorney Signature  
County Board issued licenses only(Signature certifies licensee is eligible for license).

Date

Police/Sheriff Signature  
Signature certifies licensee or associates have been checked for any state/local liquor law violations (criminal/civil) during the past five years. Report violations on back, then sign here.

Date

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Report below details involving any license rejections or revocations:

City/County Comments:



Minnesota Department of Public Safety  
Alcohol & Gambling Enforcement Division  
445 Minnesota Street, 1600  
St Paul, Minnesota 55101  
651-201-7507

RENEWAL OF LIQUOR, WINE, CLUB OR 3.2% LICENSES

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Licensee: Please verify your license information contained below. Make corrections if necessary and sign. City Clerk/County Auditor should submit this signed renewal with completed license and licensee liquor liability for the new license period. City Clerk/County Auditor are also required by M.S. 340A.404 S.3 to report any license cancellation.

License Code: 3.2ONSS License Period Ending: 6/30/2023 Iden: 76066  
Issuing Authority: Lexington  
Licensee Name: Skinny Cat Eats LLC  
Trade Name: Poncho's Taqueria & Cafe  
Address: 4115 Woodland Rd  
Lexington, MN 55014  
Business Phone: 763-208-1977  
License Fees: Off Sale: \$0.00 On Sale: \$0.00 Sunday: \$0.00

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Inolde 04-19-1960 576-23  
Licensee Signature DOB SSN Date  
(Signature certifies all above information to be correct and license has been approved by city/county.)

\_\_\_\_\_  
City Clerk/Auditor Signature Date  
(Signature certifies that renewal of a liquor, wine or club license has been approved by the city/county as stated above.)

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County Attorney Signature Date  
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Report below details involving any license rejections or revocations:

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City/County Comments:

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