

City of White Bear Lake Minnesota

Comprehensive Annual Financial Report
For the Year Ended December 31, 2019



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**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**
For the Fiscal Year Ended December 31, 2019

CITY OF WHITE BEAR LAKE, MINNESOTA

PREPARED BY
FINANCE DEPARTMENT

Kerri Kindsvater
Finance Director

Jessica Saari
Assistant Finance Director

(Member of the Government Finance Officer's Association
of the United States and Canada)

Cover photo features the fishing pier at Veteran's Memorial Park on the shore of White Bear Lake

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**CITY OF WHITE BEAR LAKE, MINNESOTA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 YEAR ENDED DECEMBER 31, 2019**

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INTRODUCTORY SECTION
CITY OF WHITE BEAR LAKE
WHITE BEAR LAKE, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2019

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CITY OF WHITE BEAR LAKE, MINNESOTA

Elected and Administrative Officials

December 31, 2019

ELECTED OFFICIALS

TERMS EXPIRE

Mayor, Jo Emerson

January, 2022

Council Members:

1st Ward, Bill Walsh

January, 2024

2nd Ward, Doug Biehn

January, 2022

3rd Ward, Dan Jones

January, 2024

4th Ward, Kevin Edberg

January, 2022

5th Ward, Steven Engstran

January, 2024

ADMINISTRATIVE OFFICIALS

City Manager, Ellen Hiniker

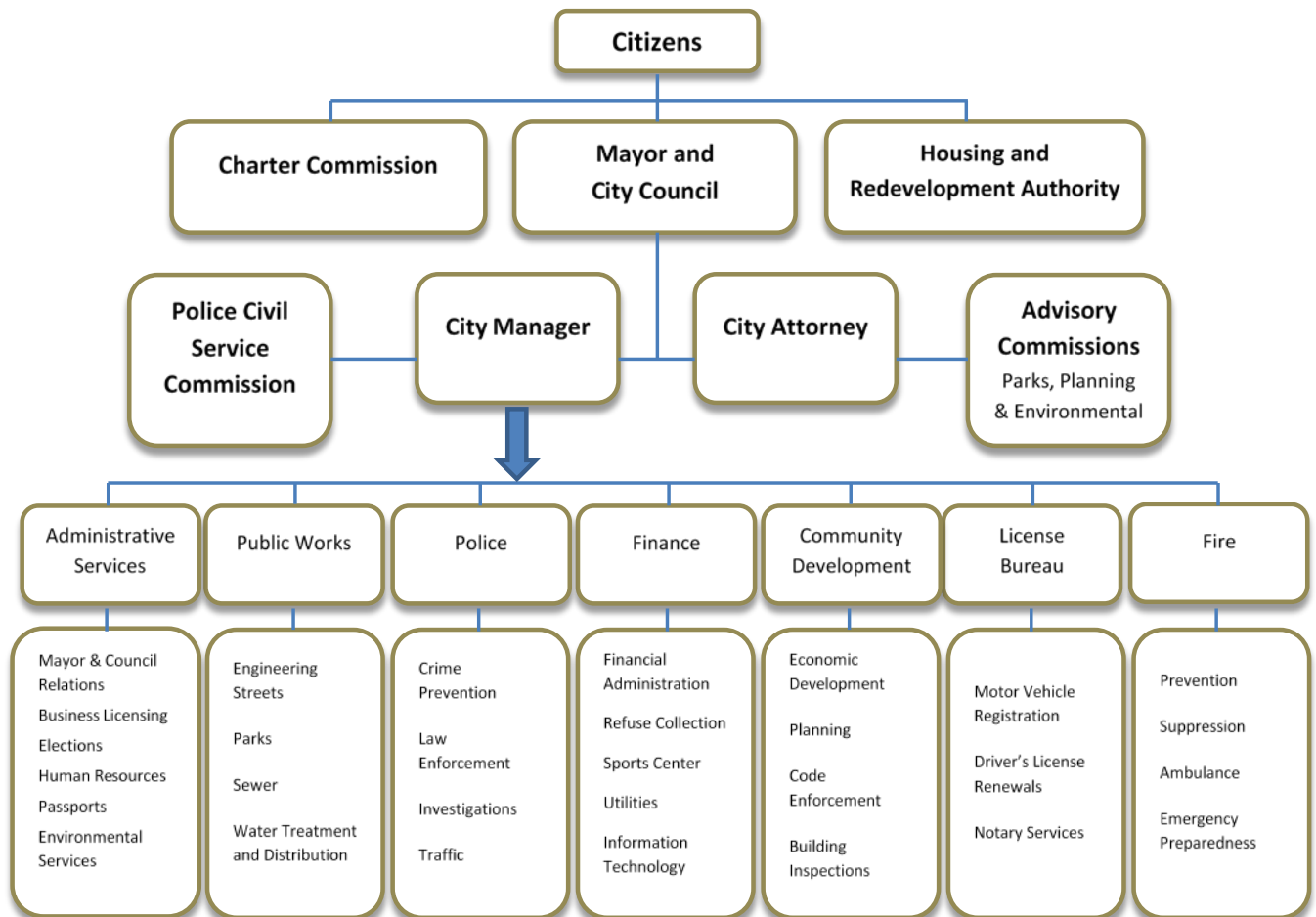
Community Development Director, Anne Kane

City Engineer, Paul Kauppi

Finance Director, Kerri Kindsvater

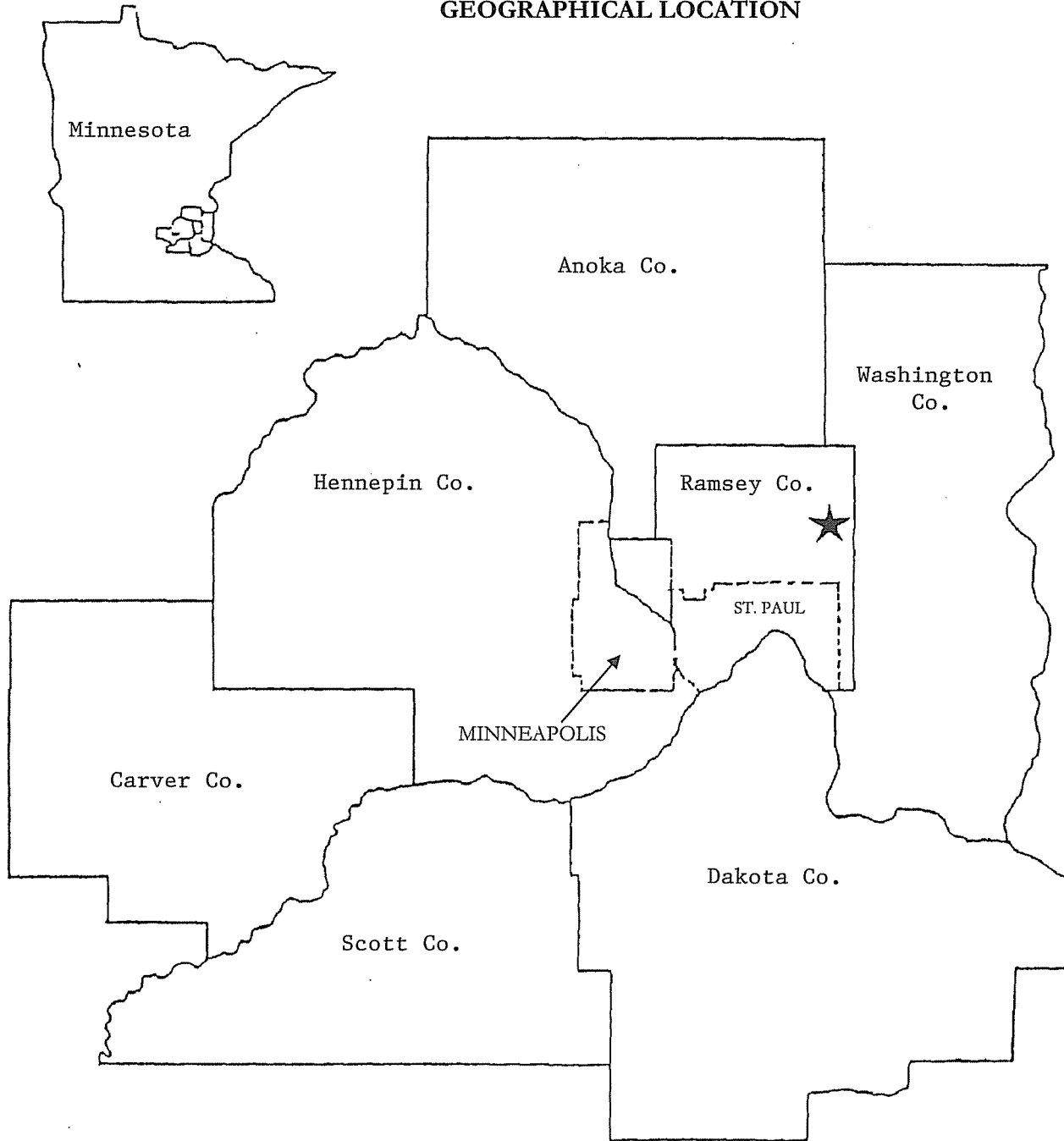
Police Chief, Julie Swanson

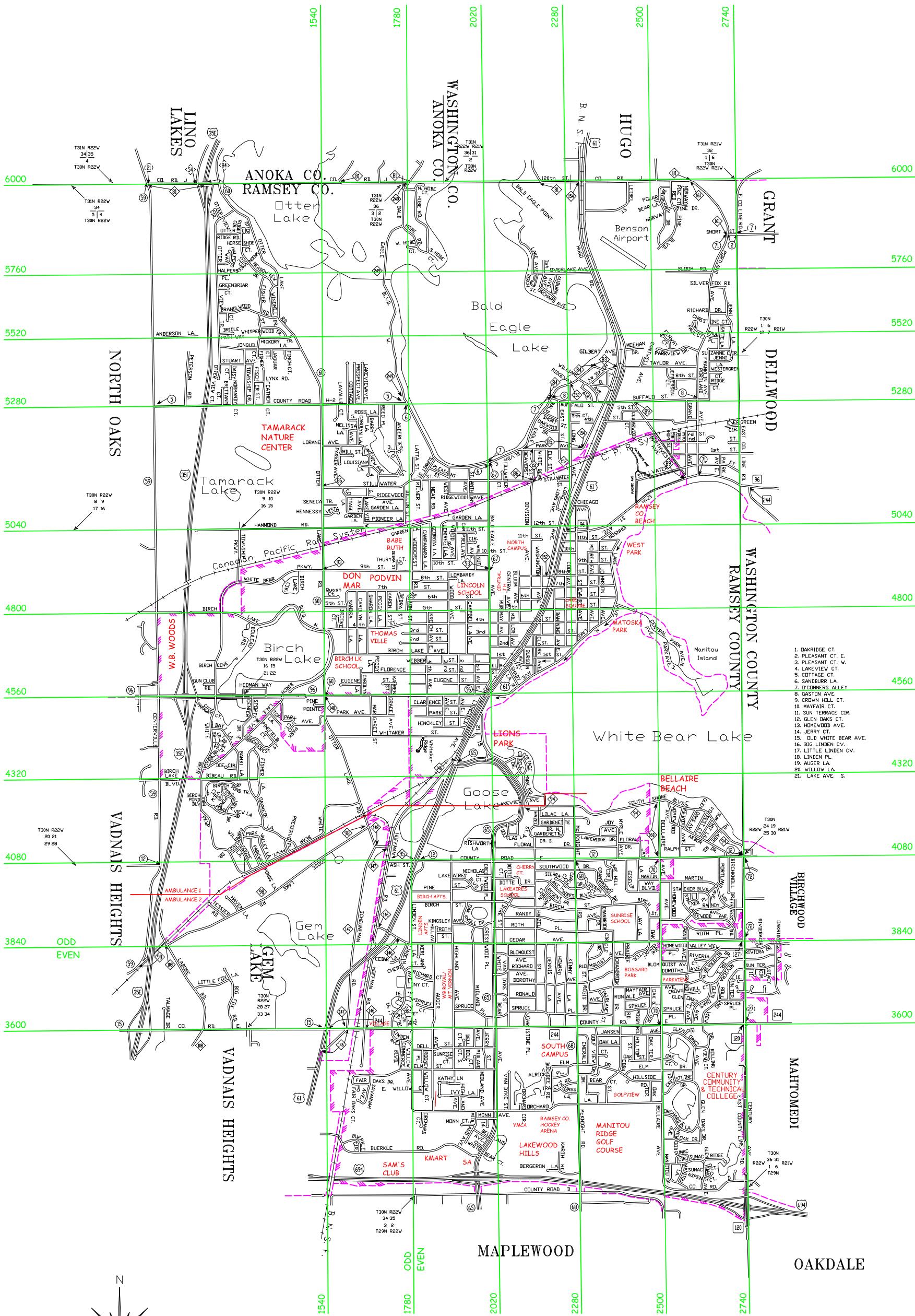
Fire Chief, Greg Peterson



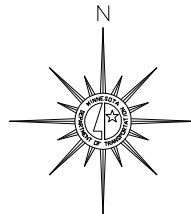
CITY OF WHITE BEAR LAKE

GEOGRAPHICAL LOCATION





1. DAKRIDGE CT.
2. PLEASANT CT. E.
3. PLEASANT CT. W.
4. LAKEVIEW CT.
5. COTTAGE CT.
6. SANDBURG LA.
7. O'CONNERS ALLEY
8. GASTON AVE.
9. CROWN HILL CT.
10. MAYFAIR CT.
11. SUN TERRACE CIR.
12. GLEN DAKS CT.
13. HOMEWOOD AVE.
14. JERRY CT.
15. OLD WHITE BEAR AVE.
16. BIG LINDEN CV.
17. LITTLE LINDEN CV.
18. LINDEN PL.
19. AUGER LA.
20. WILLOW LA.
21. LAKE AVE. S.



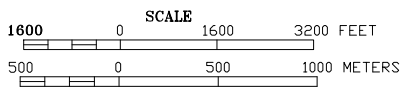
LEGEND

- INTERSTATE TRUNK HIGHWAY.....
- U.S. TRUNK HIGHWAY.....
- STATE TRUNK HIGHWAY.....
- COUNTY STATE AID HIGHWAY.....
- COUNTY ROAD.....
- CORPORATE LIMITS.....
- PUBLIC ROAD
- PRIVATE ROAD

2000 U.S. CENSUS - POP. 25,325
 WHITE BEAR LAKE (RAMSEY & WASHINGTON COUNTIES)

MUNICIPALITY OF
WHITE BEAR LAKE

PREPARED BY THE
 MINNESOTA DEPARTMENT OF TRANSPORTATION
 PROGRAM SUPPORT GROUP
 IN COOPERATION WITH
 U.S. DEPARTMENT OF TRANSPORTATION
 FEDERAL HIGHWAY ADMINISTRATION



2005

White Bear Lake....The City of Lakes and Legends

Historical Beginnings

The earliest inhabitants of the White Bear Lake area were the Dakota and Ojibwa Indians who used it for their migratory hunting and harvesting grounds. The United States government designated the area as Dakota land in an 1825 treaty, but later purchased all Dakota Territory east of the Mississippi to open it for European-American settlement.

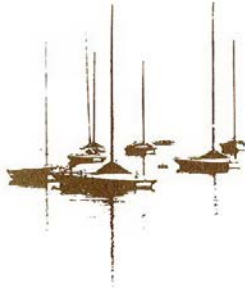
Rich land, abundant game, and scenic lakes attracted the early pioneers to this area. In 1858, the year Minnesota became a state, these first European-American settlers established White Bear Township, which consisted of 36 square miles of land. As word of its scenic landscape spread, the town grew into a popular resort area, attracting visitors from all along the Mississippi River. People would travel up the Mississippi by steamboat and then to White Bear Lake by train. Soon resorts and hotels lined the shores of the lake while restaurants, theaters and stores set up shop in the downtown to accommodate visitors. The extension of the Lake Superior and the Mississippi Railroad to White Bear Lake in 1868 turned what used to be a three-hour buggy ride from S. Paul into a twenty-minute trip. Rail service provided new and exciting opportunities for business and industry in the area, eventually connecting to Duluth in 1871.

As the resort era faded shortly after the turn of the century, other industries, including farming and lumbering, continued to prosper. In keeping pace with this steady growth and development, leaders of the community officially incorporated the City of White Bear Lake in 1921. At that time, the city was 2 ¼ square miles with a population of just over 2,000. The 1950's and 1960's were times of rapid residential expansion. By 1960, the city's area had grown to 7 square miles with a population of about 13,000 people. During the 1970's and 1980's, large parcels of land opened for development through the city's effort to extend roads and utilities. The city's aggressive economic development program led to extensive growth in its tax base and employment levels. Several nationally known companies have moved into the area while downtown redevelopment efforts continue to make great strides in expanding. Over the years, the White Bear Lake area has continued to grow and prosper. Today the city's 24,000 residents enjoy the advantages of being part of a major metropolitan area while residing in a community that has maintained its small hometown appeal.

Legend of White Bear Lake

The legend of White Bear Lake is one of forbidden love and courage. Like all folklore, some parts of the story may be true; however, all of it is interesting and captivating. It seems that every spring, people from the Dakota Indian tribe visited the island in the middle of White Bear Lake to make maple sugar. Tradition says that on the island, now called Manitou Island, an Indian princess and an Indian brave fell in love. They could not marry since the princess' father, the chief, thought the young brave cowardly. One night, the young lovers met secretly and sat among the branches of a large elm tree that hung far over the lake. As they sat there, a large albino bear, thinking perhaps, that polar snows and dismal winter weather extended everywhere, took up his journey southward. He approached the northern shore of the lake, walked down the bank and made his way noiselessly through the deep, heavy snow toward the island. As the princess and the brave were returning to camp in time to avoid suspicion, the bear leaped out and attacked the princess. The princess screamed for help. Bounding toward the young brave, she caught his blanket and fell, bearing the blanket with her into the great arms of the ferocious monster. Upon hearing the screams, every man, woman and child of the tribe ran to the bank to see the commotion, however, all were unarmed and could not save the princess. While the savage beast held the breathless woman in his huge grasp, the brave sprang to his feet, dashed to his wigwam for his knife and returned almost in a single bound. Springing with the fury of a mad panther, he pounced on his prey and killed him. The Indian Chief allowed the brave and the maiden to marry, and for many years their children played upon the skin of the white bear from which the lake derives its name.

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City of White Bear Lake

4701 Highway 61 • White Bear Lake, Minnesota 55110
Phone (651) 429-8526 • Fax (651) 429-8500
www.whitebearlake.org

June 2, 2020

Honorable Mayor and
Members of the City Council
City of White Bear Lake, Minnesota

In accordance with Minnesota State Statutes and White Bear Lake City Charter provisions, we respectfully submit the Comprehensive Annual Financial Report of the City of White Bear Lake as of December 31, 2019 and for the year then ended. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation including all disclosures supporting schedules, and statistical tables rests with the City. Your management staff believes that the information as presented herein is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of City operations as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

The report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, management has established internal controls designed to protect the City's assets from loss, theft, and for the preparation of these financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's internal controls have been designed to provide reasonable rather than absolute assurance that, the financial statements will be free from material misstatements. As management, to the best of our knowledge and belief the financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Abdo, Eick & Meyers, LLP, Certified Public Accountants appointed by the City Council. The independent audit is conducted to provide reasonable assurance that the financial statements of the City for the year ended December 31, 2019 are free of material misstatement.

The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles and significant estimates used by management; and evaluating the overall financial statement presentation. Based upon the audit, the independent auditor rendered an unmodified or "clean" opinion that the City's financial statements, for the year ended December 31, 2019, are presented in conformity with GAAP.

The independent auditor's report is presented as the first component of the financial section of this report.

This transmittal letter is designed to complement the Management's Discussion and Analysis (MD&A) and should be read in conjunction with it. The MD&A can be found immediately following the independent auditor's report.

THE REPORTING ENTITY AND ITS SERVICE

In accordance with GASB pronouncements, the City's financial statement includes all funds and account groups of the City of White Bear Lake, as well as all component units.

The City provides a full range of municipal services to its citizens. These services include, but are not limited to: police and fire protection; ambulance service; parks and recreational facilities; construction and maintenance of streets; water and sanitary sewer utilities; surface water pollution prevention; refuse collection and disposal; economic development, planning and general administrative services.

The White Bear Lake Housing and Redevelopment Authority (HRA) is considered a blended component unit of the City. Although the HRA is a legally separate unit, it was created by the City Council to carry out responsibilities associated with redevelopment within the City's tax increment districts. The HRA governing body is made up of the five council members and the city manager serves as the executive director. The HRA financial statements are prepared in conjunction with the City's annual report and are included as a Capital Project Fund of the city. The HRA does not publish a separate financial statement.

PROFILE OF THE CITY

The City of White Bear Lake is considered a second-tier St. Paul suburban community in northeast Ramsey County. The City incorporates an area of approximately 10 square miles. The City is approximately 12 miles from downtown St. Paul and 20 miles from the Minneapolis/St. Paul International Airport. The 2019 preliminary data from the Metropolitan Council estimates the City's population to be 25,752.

The City operates under the Council-Manager form of government through its home rule charter adopted in 1922. Policy-making and legislative authority are vested in the governing Council consisting of a Mayor and five council members.

The city charter provides that the mayor is the chief executive officer of the City and is responsible for the enforcement of provisions of the city charter and ordinances. The mayor does not have a vote on the council but does have veto authority over council actions.

The council may reconsider any vetoed action at the next regular meeting and override the mayor's veto with a four-fifths vote of all members. The mayor is elected at-large to serve a four-year term. The five council members are elected by wards and serve four-year staggered terms. Wards one, three, and five elections coincide with each other. The elections for mayor, wards two and four coincide with each other. The council is elected on a non-partisan basis.

The council is responsible, among other things, for establishing policy, passing ordinances, adopting the budget, appointing committees, and hiring both the city's manager and attorney. The City's manager is responsible for carrying out the policies of the city council, for overseeing the day-to-day operations of the government, for appointing the heads of the various departments, recommending and enforcing the budget and ordinances and keeping the mayor and city council advised as to the financial needs and condition of the City.

The City utilizes a long-range financial management plan, a capital improvement plan and cash flow projection sheets to create the annual budget. The budget incorporates the City's financial policies related to operations, financial management, debt management, reserves, investments, and amendments into one overall document. Budget preparations begin early each year with departments updating their capital improvement plans. This information flows into the financial management plan for discussion with the City Council each April. City departments submit their operating budget requests to the finance department in July. These requests combine with projected revenue data and the financial management plan to begin development of the budget. The city manager and finance director present a preliminary balanced budget to the council prior to September 15th each year. At that time, the council sets the preliminary tax levy. The adopted budget may utilize a levy lower than what is set; however, the levy may not increase above the set preliminary tax levy. The city council holds budget work sessions and a formal public hearing before adopting the final budget and tax levy before December 20th. The city manager has expenditure discretion within expenditure categories; however, adjustments between departments or funds require a budget amendment adopted by the city council.

FACTORS AFFECTING FINANCIAL CONDITION

This report provides the reader with a clear understanding of the City's financial condition and data needed to conduct their analysis. However, the City's fiscal soundness is influenced by more than the results of its financial operations and balance sheet. The information presented in the financial statements is best understood when it is considered from the broader perspective of the economic environment within which the City of White Bear Lake operates.

LOCAL ECONOMY

As part of the Minneapolis/St. Paul metropolitan area, the City is immersed in an economically diverse urban environment. The metropolitan area has a vibrant business base, including companies involved in manufacturing electronics, leading-edge medical technology, milling, machine and product manufacturing, food processing, banking, higher education and research, graphic arts and performing arts, and professional athletics. These businesses, and others, have helped make the Twin Cities area one of the largest commercial and cultural centers between Chicago and the west coast.

The diverse labor market within the Minneapolis/St. Paul metropolitan area which includes White Bear Lake continues to outperform the nation as a whole. The Minneapolis/St. Paul unemployment rate at December 31, 2019 stood at 3.0%. This rate is 0.4% below the national average.

Employment growth has remained widespread with particular gains in education, health care, retail trade and financial services. Improved construction activity in both homebuilding and commercial areas has pushed the State's unemployment rate to the lowest levels since the early 2000s. This rate represents the lowest rate among states with major metropolitan areas. The City has benefited from being part of the metropolitan area. The economy has benefited from a lower inflationary pattern as measured by the Consumers Price Index. The CPI was measured 2.3% in 2019, slightly more than the Federal Reserve's benchmark goal of 2.0% annual CPI growth.

The robust local economy benefits from the following community assets: a highly educated work force; moderately priced housing; access to high technology; available capital and an excellent transportation system including two major state highways and two federal interstate highways, which allow easy mobility in any direction. This transportation network is a very positive factor in making White Bear Lake an ideal location for commercial/industrial development and redevelopment.

Residential and commercial/industrial construction and redevelopment activity during 2019 was vibrant. The valuation of the 2019 total building permits was \$65.3 million with \$37.5 million related to new construction for commercial, industrial and residential units. The City anticipates 2020 construction activity to remain at this intense level due to planned construction projects, including the \$326 million multi-year improvement plan for additions and renovations to the White Bear Lake Area School District buildings.

The Federal Reserve's 2020 economic forecasting had maintained a relatively favorable outlook for the region's economy based upon its large and diverse economic base. It was projected that GDP would increase from 1.7% in 2019 to 2.3% in 2020. But in March 2020, the outbreak of COVID-19 led to the steepest economic downturn on record. According to the Congressional Budget Office's Director, it is likely that the U.S. economy as a whole will shrink by 12% in the second quarter of 2020 and by 40% if the economic shutdowns persist for the rest of the year. U.S. GDP in 2020 is expected to contract 5.6% from 2019. However, economic activity is expected to recover gradually, and GDP is predicted to grow by 2.8% in 2021.

REDEVELOPMENT ACTIVITIES

While the City recognizes the value of commercial/industrial development and its importance to maintaining the City's tax base, economic stability, and providing employment opportunities, a strong residential housing market is equally important to the City's economic and social vitality. During 2019, the City invested in a comprehensive market assessment to gain an understanding of the opportunities, challenges and demographic trend impacting housing needs. Results show that in the next 10 years, the City will experience population and household growth, but with a decreasing average household size, the household growth will be exponentially higher. A lack of supply and a robust demand in White Bear Lake (and the Twin cities in general) is causing both owner and renter occupied housing costs to increase. Since a post-recession low in 2011, the median home sale price has increased 72% as of September 2019 and from the 2nd Quarter 2018 to the 2nd Quarter 2019 rent prices increased 7%. Information gained through the assessment will assist the council in making decisions that influence housing regulations, ordinances and other homebuyer programs.

In the fall of 2018, the City re-guided 4.6 acres at the northwest corner of County Road E and Linden Avenue from "Commercial" to "High Density Residential", which included five parcels comprised of two vacant lots and three single-family residences. Construction of a 189-unit market-rate apartment complex commenced in the fall of 2019. The City also anticipates an application from the same developer to construct workforce housing immediately west of this site as part of its total 10-acre redevelopment project.

In the summer of 2019, the City purchased four parcels of land located north of the current Public Works facility. The City subsequently sold half of the land in the spring of 2020 to Saputo, Inc., a dairy company located next to the parcels of land. The City's site is providing storage for material and equipment previously stored at the former Public Works facility, with the eventual intent to prepare the former facility for future redevelopment. Saputo has not yet indicated definitive plans for its newly obtained property.

Downtown remains vibrant with nearly 100% year-round occupancy and considerable investment in building façade improvements. Renovation of an historic building on Washington Avenue resulted in a two-story, full-service restaurant which opened in December 2019.

FUTURE DEVELOPMENT

The County Road E Corridor is a primary focus of the White Bear Lake Economic Development Corporation and there are opportunities for redevelopment and intensification of key intersections, vacant or underutilized sites, and infill properties. Staff will seek funding through a new Ramsey County Corridor Improvement Pilot Program to develop a comprehensive plan for revitalization of this corridor and anticipates many of the corridor efforts by the EDC to continue into 2020, along with private investment.

The City's Revolving Loan and Grant Program expanded in 2018 to include County Road E area as an incentive for business improvements. The Housing and Economic Competitiveness components of the 2040 Comprehensive Plan have been incorporated into the City's comprehensive plan. Much of this work is expected to create new investment opportunities for White Bear Lake, generate new resources for homeowners and businesses, and help create an economic development plan to guide the community through 2040.

The future Rush Line transit corridor is already spurring market interest from residential developers along the planned transit area. Station area planning is underway as the process moves toward the Rush Line transit opening in 2025. Staff anticipates continued interest in this Rush Line corridor along Highway 61 and the perimeter of Downtown White Bear Lake.

In November 2019, voters in the White Bear Lake Area School District approved a \$326 million building bond request to address building needs across the district. The multi-year improvement plan will include additions and renovations to current buildings. The plan is both complex and comprehensive as it touches each of the District's buildings in some way.

LONG-TERM FINANCIAL PLANNING

As previously mentioned the City utilizes a Financial Management Plan and a Capital Improvement Program for long-term planning.

The Financial Management Plan allows the City to project expected revenues and expenditures over a 10-year period to help anticipate financial requirements in future years. Updates to the forecast occur to include each year's final audit results and budgeted information for the next year. It only assumes known decisions and does not presume future decisions of the Council.

The Capital Improvement Plan provides 5-year information on major maintenance and replacement needs for all City structures, equipment, parks, and transportation projects. Continuous replacement of the City's infrastructure is scheduled to occur at the rate of approximately two to three percent per year; matching the rate of need. Preliminary estimates anticipate annual street reconstruction and mill overlay costs in the range of \$3.4 - \$4.1 million over the next five-year period.

The City analyzes each capital budget through the Financial Management Plan to determine if sufficient resources are in place to meet future infrastructure improvements. General Fund balances in excess of requirements are allocated to Capital Construction budgets, specifically the Municipal Building and Interim Construction Funds.

FISCAL STEWARDSHIP

The City's Fiscal Policy provides that one-time revenue sources should fund capital improvements or non-recurring expenses rather than operations and that sufficient cash reserves be maintained to provide operational efficiencies, thus avoiding any need for short-term borrowing to meet operational requirements.

The City's General Fund reserve for cash flow totals \$3,860,000 and represents approximately one-half of the City's projected property tax collection, local government aid, and police aid payments; significant operating revenue sources not received until the second half of the fiscal year.

The City's computations of its direct debt and its legal debt margin reports that it has **no** obligation that has general property taxes as its sole source of revenue. The City has 100% of its legal debt limit, or \$87,849,879 available for debt bonding as of December 31, 2019.

The City has \$15,245,000 outstanding in Tax Increment, Special Assessment, and Tax Abatement debt as of December 31, 2019.

The City anticipates incurring debt obligation in 2020 for the financing of the 2020 street improvement projects, water tower improvements in the City, and capital equipment.

PENSION REPORTING

The City's Comprehensive Annual Financial Report dated December 31, 2019 incorporates GASB Statement No. 68 "Accounting and Financial Reporting for Pensions". The Statement requires the City to report a pension liability totaling \$5,366,935. This liability results from the City reporting its share of the Statewide plan (PERA) totaling \$7,033,225 and its share of the local Fire Relief Association credit (over 100% funded) totaling \$1,666,290.

State Statues do not require any local governmental unit to be responsible for any state-wide pension funding deficit. The State legislature has previously utilized its state-wide funding resources to ensure local pensions be made sufficiently funded rather than requiring the local governmental unit to fund its pension deficits.

AWARDS FOR ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of White Bear Lake for its comprehensive annual financial report for the fiscal year ended December 31, 2018. This was the thirty-second consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement in Excellence Reporting, the City must publish an easily readable and effectively organized annual report. This report satisfies both the General Accepted Accounting Principal and legal requirements.

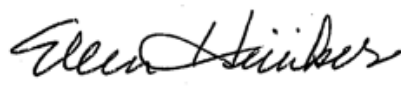
A Certificate of Achievement for Excellence in Financial Report is valid for a period of one year only. The December 31, 2019 financial report will be submitted to the GFOA to determine its eligibility for another certificate.

In addition, the government also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated January 1, 2019, which represents the eighteenth consecutive year the City has received the award. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

ACKNOWLEDGMENTS

We would like to express our appreciation to all members of the finance department who assisted and contributed to the preparation of this report. Special recognition is extended to Jessica Saari, Assistant Finance Director, who diligently prepared the appropriate audit work papers as well as development of the finance report including the entire statistical section. Recognition is also extended to the mayor and city council for their responsible and progressive policies involving the City's financial operations, along with their solidarity in placing long-range and infrastructure needs ahead of popular expenditures and careful consideration of staff recommendations.

Respectfully Submitted,


City Manager


Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of White Bear Lake
Minnesota**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

Christopher P. Morrill

Executive Director/CEO

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FINANCIAL SECTION
CITY OF WHITE BEAR LAKE
WHITE BEAR LAKE, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2019

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of White Bear Lake, Minnesota

Report on the Financial Statements

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 White Bear Lake, Minnesota (the City), as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

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, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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Change in Accounting Standards

As described in Note 8 to the financial statements, the City adopted the provisions of Governmental Accounting Standard Board (GASB) Statement No. 84, Fiduciary Activities, for the year ended December 31, 2019. 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis starting on page 31, the General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual, the Schedules of Employer's Share of the Net Pension Liability, the Schedule of Changes in Net Pension Liability (Asset) and Related Ratios, the Schedules of Employer's Contributions and the Schedule of Funding Progress for Other Post-Employment Benefit Plan starting on page 112 be presented to supplement the basic financial statements. Such information, although not 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.

Other Information

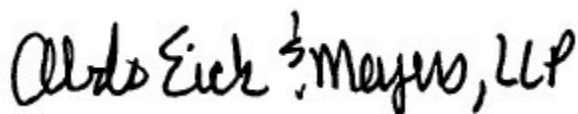
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section and combining and individual fund financial statements, schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements, schedules, and statistical section are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 2, 2020, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



ABDO, EICK & MEYERS, LLP
Minneapolis, Minnesota
June 2, 2020

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CITY OF WHITE BEAR LAKE, MINNESOTA MANAGEMENT'S DISCUSSION AND ANALYSIS

This discussion and analysis presents an overview of the financial activities and financial position for the City of White Bear Lake for the year ended December 31, 2019. The discussion and analysis is intended to be read in conjunction with the transmittal letter in the Introductory Section, and the City's financial statements presented in this report.

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 by \$101,739,751 (net position). Of this amount, \$32,455,388 (unrestricted net position) may be used to meet the government's obligations to citizens and creditors according to City policy.
- At the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$27,782,005, an increase of \$783,722. Although expenditures exceeded revenues by \$2,062,843, the issuance of \$1,925,000 in bonds and transfers in of \$5,119,617 resulted in an increase in fund balance.
- At the end of the current fiscal year, the General Fund's unassigned fund balance totaled \$4,902,116. The General fund balance represents 45.2% of the total General Fund expenditures for the current fiscal year.
- The City's total debt increased by \$1,660,899 during the current fiscal year. The City issued 2019A G.O. Improvement Bonds for the financing of street construction.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to provide 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.

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 position presents information on all of the City's assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference between the two 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 revenues (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, community development, public safety, public works, and parks and recreation. The business-type activities of the City include water, sewer, refuse, ambulance, license bureau, and Pioneer Manor, a senior apartment complex.

The government-wide financial statements include not only the City itself (known as the primary government), but also a legally separate White Bear Lake Housing and Redevelopment Authority (the Authority) for which the City is financially accountable. The Authority, although also legally separate, functions for all practical purposes as a department of the City, and therefore has been included as an integral part of the primary government.

The government-wide financial statements can be found on starting on page 45 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 governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary 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 resource, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial 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 statement. By doing so, readers may better understand the long-term impact of the City's near term financial decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and change in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains seven individual major 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, G.O. Building Debt Fund, Non-Bonded Debt Fund, Interim Construction Fund, Municipal Building Fund, HRA Tax Increment Pool Fund, and Community Reinvestment Fund, which are considered to be major funds.

Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund and six special revenue funds.

A budgetary comparison statement has been provided for those funds to demonstrate compliance with the adopted budget.

The basic governmental fund financial statements can be found on pages 50 through 57 of this report.

PROPRIETARY FUNDS

The City maintains two different types of proprietary funds, enterprise funds, and internal service funds. Enterprise funds are used to report any activity for which a fee is charged to external users for goods or services. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for Insurance and Employment Expense. Because these services predominantly benefit governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

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 Water, Sewer, Refuse, Ambulance, the License Bureau, and Pioneer Manor.

The basic proprietary fund financial statements can be found on pages 58 through 67 of this report.

FIDUCIARY FUNDS

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own program. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on page 68 and 69 of this report.

NOTES TO FINANCIAL STATEMENTS

The notes 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 financial statements can be found on pages 71 through 110 of this report.

OTHER INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension and other postemployment benefits to its employees. Required supplementary information can be found starting on page 112 of this report. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found starting on page 128 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve as a useful indicator of the City's financial position over time. The City's assets exceeded liabilities by \$101,739,751 at the close of the most recent fiscal year.

Statements of Net Position (In Thousands)

	Governmental		Business type		Total	
	2019	2018	2019	2018	2019	2018
Current/Other Asset	\$ 41,228	\$ 41,521	\$ 5,434	\$ 4,322	\$ 46,662	\$ 45,843
Capital Assets	78,030	77,291	4,875	5,071	82,905	82,362
Total Assets	119,258	118,812	10,309	9,393	129,567	128,205
Deferred Outflows of resources	4,852	4,988	1,104	327	5,956	5,315
Long-term liabilities	23,245	20,907	1,681	1,588	24,926	22,495
Other liabilities	1,221	1,524	468	426	1,689	1,950
Total Liabilities	24,466	22,431	2,149	2,014	26,615	24,445
Deferred Inflows of resources	5,739	6,706	1,431	431	7,170	7,137
Net Position						
Net Investment in Capital assets	62,562	63,484	4,875	5,071	67,437	68,555
Restricted	1,847	153	-	-	1,847	153
Unrestricted	29,497	31,026	2,958	2,204	32,455	33,230
Total	\$ 93,906	\$ 94,663	\$ 7,833	\$ 7,275	\$ 101,739	\$ 101,938

By far, the largest portion of the City's net position (66.3 percent) is reflected in its investment in capital assets (e.g. land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to its 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 cannot themselves be utilized to liquidate these liabilities.

Restricted net position comprises 1.8 percent of total net position. These assets are subject to external restrictions on how they may be used. The restrictions are related to legal bond covenants and State Statutes. The remaining balance totals \$32,455,388, which represents 31.9 percent of the net position. 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 government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

Deferred outflows of resources increased \$641,055 over 2018 as a result of changes in actuarial assumptions relating to the pension and OPEB plans. Deferred inflows of resources also increased \$33,373 as a result of changes in actuarial assumptions relating to pension plans.

CHANGES IN NET POSITION

The City's net position totaled \$101,739,751 at December 31, 2019 compared to \$101,938,364 as of December 31, 2018. This represents a decrease of \$198,613 for fiscal year 2019. The majority of the decrease is attributable to an increase in expenses as compared to 2018 amounts.

Governmental activities net investment in capital assets decreased \$922,087. Governmental net capital assets increased by \$738,812 but were significantly offset by the issuance of \$1.925 million in long-term debt, which caused an overall decrease in net investment in capital assets. Another factor impacting governmental activities is the depreciation of streets and storm sewers (30 – 45 years).

Business-type net position increased \$558,514 or approximately 0.1 percent. This increase is mainly due to the increase in charges for services and operating grants and contributions exceeding the increase in expenses.

Statements of Changes in Net position (In Thousands)

	Governmental		Business type		Total	
	2019	2018	2019	2018	2019	2018
Revenues:						
Program Revenues:						
Charges for Services	\$ 5,834	\$ 6,170	\$ 9,721	\$ 9,095	\$ 15,555	\$ 15,265
Operating grants and contributions	1,817	2,530	279	61	2,096	2,591
Capital grants and contributions	235	2,786	2	-	237	2,786
General revenues:						
Property Taxes	6,210	5,671	-	-	6,210	5,671
Other Taxes	543	490	-	-	543	490
Grants and contributions not restricted to specific programs	1,588	1,587	-	-	1,588	1,587
Sale of Capital Assets	51	84	40	17	91	101
Other	976	556	29	-	1,005	556
Total Revenue	17,254	19,874	10,071	9,173	27,325	29,047
Expenses:						
General government	1,780	2,230	-	-	1,780	2,230
Public Safety	8,108	6,938	-	-	8,108	6,938
Public Works	4,982	3,477	-	-	4,982	3,477
Community Development	914	996	-	-	914	996
Parks and Recreation	2,111	2,444	-	-	2,111	2,444
Interest on long-term debt	587	583	-	-	587	583
Water and Sewer	-	-	4,284	4,249	4,284	4,249
Refuse	-	-	1,395	1,292	1,395	1,292
Ambulance	-	-	2,178	1,901	2,178	1,901
Senior Housing	-	-	317	265	317	265
License Bureau	-	-	869	861	869	861
Total Expenses	18,482	16,668	9,043	8,568	27,525	25,236
Excess (deficiency) before transfers	(1,228)	3,206	1,028	605	(200)	3,811
Internal capital transfers	(10)	(1,460)	10	1,460	-	-
Internal transfers	480	1,057	(480)	(1,057)	-	-
Change in net position	(758)	2,803	558	1,008	(200)	3,811
Net position - January 1	94,664	92,737	7,275	6,267	101,939	99,004
Change in Accounting Principle	-	(877)	-	-	-	(877)
Net position - December 31	\$ 93,906	\$ 94,663	\$ 7,833	\$ 7,275	\$ 101,739	\$ 101,938

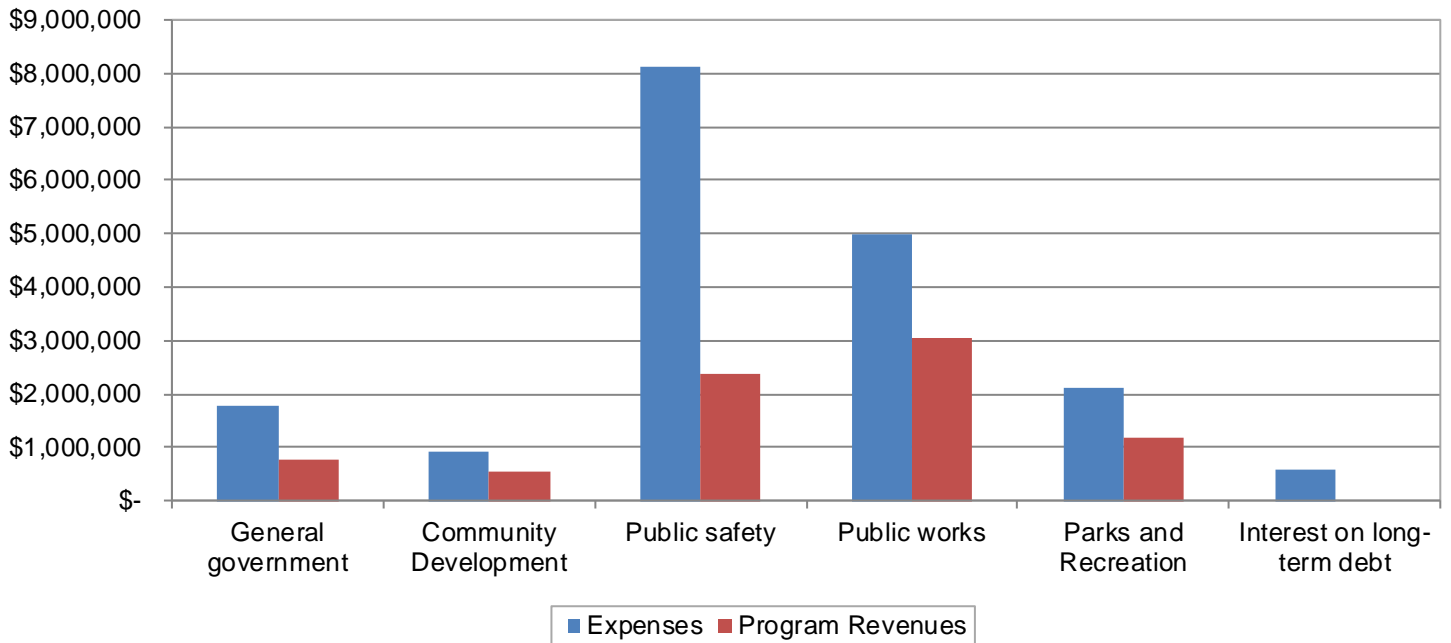
GOVERNMENTAL ACTIVITIES

The governmental activities decreased the City's net position by \$757,127 thereby accounting for decrease in the net position of the City. Key elements of this decrease, as well as other highlights of the governmental activities, are as follows:

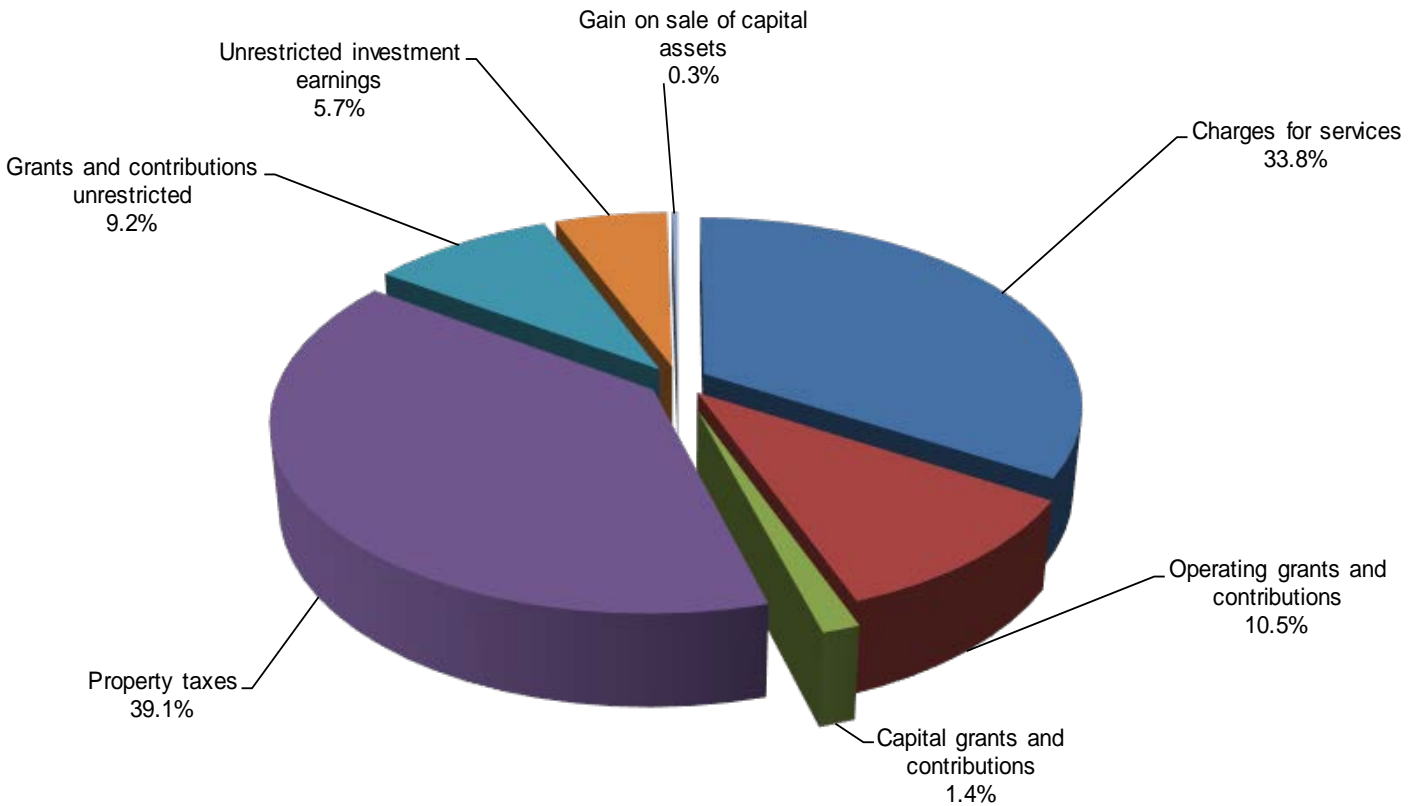
- Charges for services decreased by \$136,000 compared to 2018. The majority of this decrease is attributable to a refund that was received from the county for their portion of the Centerville Road Traffic Signal project in 2018, as well as an decrease in unavailable revenue for special assessments.
- Operating grants and contributions decreased by \$713,000 under 2018 with the receipt of a one-time livable communities grant in 2018. Additionally, the City received decreased intergovernmental revenue in 2019. This was mainly due to the City's Fire Relief switching from their own pension plan to the State's pension plan on January 1, 2019. In the past, the City would receive the State fire aid and pass it on to the Fire Relief. After the switch to the State's pension plan in 2019, the State fire aid went directly to the pension plan with the State.
- Capital grants and contributions decreased by \$2,751,000 in 2019. The decrease was attributable to a one-time \$500,000 contribution and \$2,000,000 note receivable from the White Bear Lake Area Hockey Association for the Sports Center Renovation Project in 2018.
- Governmental expenses increased by \$1,814,000 compared to 2018, which was largely due to an increase in pension expense.

The following graphs depict various governmental activities and shows program revenues and expenses directly related to those activities.

Expenses and Program Revenues - Governmental Activities



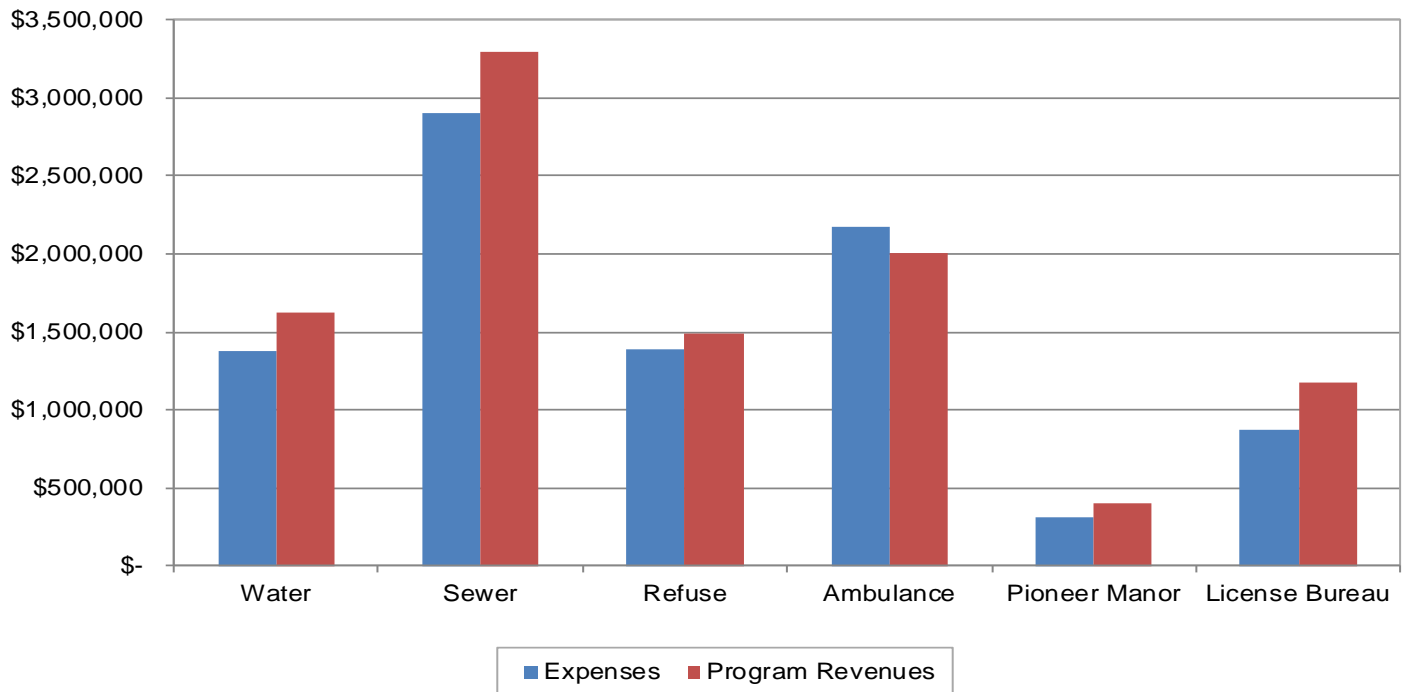
Program Revenues - Governmental Activities



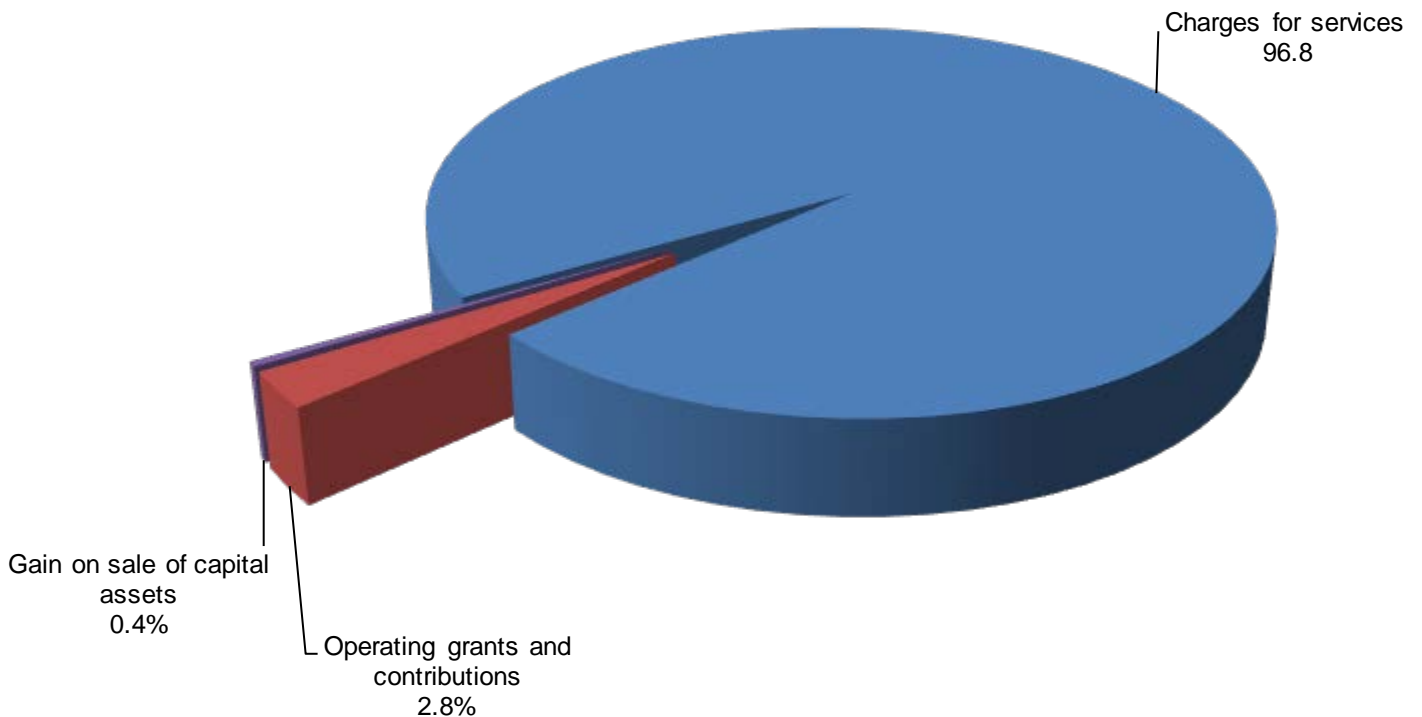
BUSINESS-TYPE ACTIVITIES

Business-type activities increased the City's net position by \$558,514. The majority of the increase in net position can be largely attributed to an increase in charges for services revenue.

Expenses and Program Revenues - Business-type Activities



Program Revenues - 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.

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 City's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$27,782,005, an increase of \$783,722 in comparison with the prior year. Approximately 17.4% of this total amount, \$4,844,308, constitutes unassigned fund balance, which is available for spending at the City's discretion. The remaining fund balance of \$22,937,697 is not available for new spending because it is either 1) nonspendable (\$2,400), 2) restricted (\$1,148,411), 3) committed (\$16,146,533) or 4) assigned (\$5,640,353). For further classification, refer to note 11 on page 104 of this report.

The General Fund expenditures exceeded revenues by \$488,193, but after including the other financing sources and uses, the net increase in fund balance was \$1,128,450. There was an increase in the net change in fund balance due to the transfer of money for administrative overhead expenses related to Business-Type activities, the HRA Tax Increment Pool, Interim Construction, and the Marina to the General Fund as reimbursement for the amounts paid on their behalf. The General Fund had a fund balance of \$4,902,116 at year-end.

The General Obligation Building Debt Service fund balance was closed during 2019 and the remaining fund balance was transferred to the Non-Bonded Debt Fund.

The Non-Bonded Debt Fund had a fund balance of \$404,761 at year-end, a decrease of \$981,330 from 2018. The 2019 revenues collected in this fund are special assessments of \$804,050 used to finance street construction costs, investment income of \$58,616, and a \$200,000 payment on the loan agreement for the Sports Center from the White Bear Lake Area Hockey Association. The decrease in fund balance was mainly due to a large transfer out to write off the interfund loan with the G.O. Building Debt Fund.

The Interim Construction fund balance decreased \$690,830 due to revenues and transfers in exceeding expenditures and transfers out. The fund balance at year-end was \$4,400,538.

The Municipal Building fund balance decreased \$136,131 in 2019 due to capital expenditures. The fund balance at year-end was \$924,875.

HRA Tax Increment Pool fund balance increased \$115,750 as a result of higher tax increment collection in 2019. The ending fund balance deficit at year-end was \$57,808.

In 2019, the Community Reinvestment fund balance increased by \$149,084 to \$7,804,084. In 2019, the City modified how it allocates interest income, which resulted in a higher allocation to this fund.

PROPRIETARY FUNDS

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The total net position in the respective proprietary funds are: Water Fund, \$3,068,211; Sewer Fund, \$1,829,313, Refuse Fund, \$208,822; Ambulance Fund, \$530,765; License Bureau, negative \$102,801; Pioneer Manor, \$1,677,709 .

The change in net position of the Water and Sewer Funds were \$22,861 and \$291,769, respectively. The majority of these increases in both funds were due to rate increases in 2019.

The Ambulance fund balance increased \$153,732. The increase was mainly attributable to a transfer in of \$200,000 from the Non-Bonded Fund to help stabilize the fund balance and a \$235,200 transfer in from the Equipment Acquisition Fund to provided funding for the purchase of capital equipment.

The License Bureau Fund saw an increase in fund balance of \$173,285. This was a direct result of a \$204,171 payment from the State to recognize the financial challenges the State's new Minnesota Licensing and Registration System (MNLARS) implementation caused for the Deputy Registrar offices.

The Pioneer Manor fund balance decreased by \$71,039 in 2019 which was attributable to higher building repair costs.

The Refuse Fund had little change to its fund balance during 2019.

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund revenues came in over budget by \$323,964. The majority of this variance was due to building permits and plan reviews coming in higher than anticipated as there were some large construction permits that were received towards the end of the year. Interest income also came in higher than budgeted due to a modification in how the City allocates it's interest. Expenditures were \$343,332 under budget. This was primarily due to salaries and wages coming in less than budgeted in multiple departments with police and fire having the largest variances as a result of conservative budgeting and a new staffing model for the Fire Department in 2019.

There were amendments to the original budget for the General Fund in 2019. The revenue budget was decreased by \$27,676 to total \$10,039,321, and the expenditure budget was decreased by \$128,194 to total \$11,194,810. Other financing sources (uses) were not amended. Net changes to the budget resulted in a budgeted surplus of \$460,511.

CAPITAL ASSETS

The City's investment in capital assets for its government and business-type activities as of December 31, 2019 totals \$82,905,582 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery, equipment, park facilities, streets, storm sewers, and water and sewer basins.

Major capital asset additions, excluding previously constructed infrastructure, during the current fiscal year include the following:

- Acquisition of land totaling \$863,019
- Acquisition of a fire truck totaling \$539,545

CITY OF WHITE BEAR LAKE'S CAPITAL ASSETS
(Net of Depreciation)

	Governmental Activities			Business-type Activities		
	2019	2018	Increase (Decrease)	2019	2018	Increase (Decrease)
Land and improvements	\$ 10,067,751	\$ 9,190,957	\$ 876,794	\$ 490,275	\$ 490,275	\$ -
Work in process	20,351	27,129	(6,778)	-	-	-
Buildings and improvements	11,984,361	12,877,998	(893,637)	1,173,938	1,258,768	(84,830)
Other improvements	4,663,861	5,166,831	(502,970)	-	-	-
Furniture and equipment	4,544,802	4,468,134	76,668	1,201,166	1,195,084	6,082
Distribution/Collection System	-	-	-	2,009,934	2,126,579	(116,645)
Infrastructure						
Streets	42,073,112	40,809,267	1,263,845	-	-	-
Storm Sewer	4,676,031	4,751,141	(75,110)	-	-	-
Total	\$ 78,030,269	\$ 77,291,457	\$ 738,812	\$ 4,875,313	\$ 5,070,706	\$ (195,393)

Additional information on the City of White Bear Lake's capital assets can be found in the financial statements Note 6 of the report.

LONG-TERM DEBT

At the end of the current fiscal year, the City had total bonded debt outstanding of \$15,468,480. They are all backed by the full faith and credit of the City.

CITY OF WHITE BEAR LAKE'S OUTSTANDING DEBT

	Governmental Activities		
	2019	2018	Increase (Decrease)
Tax Increment Bonds	\$ 2,800,000	\$ 3,035,000	\$ (235,000)
Special Assessment Bonds	9,115,000	7,375,000	1,740,000
Tax Abatement Bonds	3,330,000	3,330,000	-
Premium on bonds	223,480	67,581	155,899
Total	\$ 15,468,480	\$ 13,807,581	\$ 1,660,899

Standard & Poor's Rating Services raised the City's bond rating to AA+ in May 2018 and the rating remains unchanged.

State statutes limit the amount of general obligation debt a Minnesota city may issue up to 3% of total Estimated Market Value. The current debt limitation for the City of White Bear Lake is \$87,849,879. The City had no debt applicable to this limit at year-end. Additional information of the City of White Bear Lake's long-term debt can be found in the financial statement Note 5 of the report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

- Ramsey County had an annual average unemployment rate at the end of 2019 of 2.9%. This compares with unemployment rates of 3.5% for the State of Minnesota and 3.4% for the United States.
- The City's local tax capacity will increase by 6.8% for property taxes payable in 2020.
- City population is expected to remain stable or increase in 2020.

These factors were considered in preparing the City's budget for the 2020 fiscal year. The City's adopted 2020 budget includes a property tax levy of \$6,908,000, which is 8.9% more than the prior year's levy.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department at City of White Bear Lake, 4701 Highway 61 North, White Bear Lake, Minnesota 55110-3227, (651-429-8526).

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF WHITE BEAR LAKE
WHITE BEAR LAKE, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2019

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City of White Bear Lake, Minnesota
Statement of Net Position
December 31, 2019

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and investments	\$ 32,288,401	\$ 1,940,518	\$ 34,228,919
Interest receivable	102,279	-	102,279
Accounts and loans/notes receivable, net	2,279,347	2,482,618	4,761,965
Taxes receivable	168,562	-	168,562
Special assessments receivable	4,947,517	365,689	5,313,206
Intergovernmental receivable	392,060	23,877	415,937
Internal balances	(621,291)	621,291	-
Prepaid expenses	5,010	-	5,010
Net pension asset	1,666,290	-	1,666,290
Capital assets, net of accumulated depreciation:			
Land and improvements	10,067,751	490,275	10,558,026
Buildings and improvements	11,984,361	1,173,938	13,158,299
Other improvements	4,663,861	-	4,663,861
Furniture and equipment	4,544,802	1,201,166	5,745,968
Infrastructure	46,749,143	-	46,749,143
Distribution / Collection system	-	2,009,934	2,009,934
Work in progress	20,351	-	20,351
Total assets	<u>119,258,444</u>	<u>10,309,306</u>	<u>129,567,750</u>
Deferred outflows of resources			
Deferred pension resources	4,499,355	1,104,016	5,603,371
Deferred OPEB resources	352,771	-	352,771
Total deferred outflows of resources	<u>4,852,126</u>	<u>1,104,016</u>	<u>5,956,142</u>
Liabilities			
Interest payable	189,435	-	189,435
Accounts payable	478,872	376,899	855,771
Contracts payable	46,329	-	46,329
Accrued wages payable	278,567	-	278,567
Intergovernmental payable	488	57,306	57,794
Deposits payable	167,826	32,425	200,251
Unearned revenue	59,053	755	59,808
Noncurrent liabilities:			
Due within one year	1,277,001	-	1,277,001
Due in more than one year	15,274,286	-	15,274,286
Net pension liability	5,351,888	1,681,337	7,033,225
Other postemployment benefits liability	1,341,760	-	1,341,760
Total liabilities	<u>24,465,505</u>	<u>2,148,722</u>	<u>26,614,227</u>
Deferred inflows of resources			
Deferred pension resources	5,713,741	1,431,290	7,145,031
Deferred other postemployment benefit resources	24,883	-	24,883
Total deferred inflows of resources	<u>5,738,624</u>	<u>1,431,290</u>	<u>7,169,914</u>
Net Position			
Net investment in capital assets	62,561,789	4,875,313	67,437,102
Restricted for debt service	1,847,261	-	1,847,261
Unrestricted	29,497,391	2,957,997	32,455,388
Total net position	<u>\$ 93,906,441</u>	<u>\$ 7,833,310</u>	<u>\$ 101,739,751</u>

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

City of White Bear Lake, Minnesota
Statement of Activities
For the Year Ended December 31, 2019

Function/Programs:	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 1,780,202	\$ 753,993	\$ -	\$ 3,712
Community development	913,745	549,179	-	-
Public safety	8,107,785	1,669,572	701,135	3,200
Public works	4,982,461	1,741,350	1,107,282	179,420
Parks and recreation	2,110,546	1,119,472	8,245	48,613
Interest on long-term debt	586,792	-	-	-
Total governmental activities (See Note 1)	<u>18,481,531</u>	<u>5,833,566</u>	<u>1,816,662</u>	<u>234,945</u>
Business-type activities:				
Water	1,383,570	1,630,455	-	-
Sewer	2,900,620	3,301,230	-	-
Refuse	1,394,947	1,422,623	66,997	-
Ambulance	2,177,945	1,991,667	8,250	2,453
Pioneer Manor	316,986	402,734	-	-
License Bureau	869,093	972,466	204,171	-
Total business-type activities	<u>9,043,161</u>	<u>9,721,175</u>	<u>279,418</u>	<u>2,453</u>
Total government	<u>\$ 27,524,692</u>	<u>\$ 15,554,741</u>	<u>\$ 2,096,080</u>	<u>\$ 237,398</u>

General revenues:

- Property taxes levied for general purpose
- Property taxes levied for tax increments
- Grants and contributions not restricted to specific programs
- Investment income
- Gain on sale of capital assets
- Internal capital transfers
- Internal transfers
- Total general revenues and internal transfers

Change in net position

Net position - beginning

Net position - ending

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

Net (Expense) Revenue
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (1,022,497)	\$ -	\$ (1,022,497)
(364,566)	-	(364,566)
(5,733,878)	-	(5,733,878)
(1,954,409)	-	(1,954,409)
(934,216)	-	(934,216)
(586,792)	-	(586,792)
<u>(10,596,358)</u>	<u>-</u>	<u>(10,596,358)</u>
-	246,885	246,885
-	400,610	400,610
-	94,673	94,673
-	(175,575)	(175,575)
-	85,748	85,748
-	307,544	307,544
-	<u>959,885</u>	<u>959,885</u>
<u>(10,596,358)</u>	<u>959,885</u>	<u>(9,636,473)</u>
6,210,984	-	6,210,984
542,960	-	542,960
1,588,195	-	1,588,195
975,843	28,826	1,004,669
50,949	40,103	91,052
(9,500)	9,500	-
479,800	(479,800)	-
<u>9,839,231</u>	<u>(401,371)</u>	<u>9,437,860</u>
(757,127)	558,514	(198,613)
<u>94,663,568</u>	<u>7,274,796</u>	<u>101,938,364</u>
<u>\$ 93,906,441</u>	<u>\$ 7,833,310</u>	<u>\$ 101,739,751</u>

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FUND FINANCIAL STATEMENTS

CITY OF WHITE BEAR LAKE
WHITE BEAR LAKE, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2019

City of White Bear Lake, Minnesota
Balance Sheet
Governmental Funds
December 31, 2019

	General	G.O. Building Debt	Non-Bonded Debt	Interim Construction
Assets				
Cash	\$ 4,872,931	\$ -	\$ 743,193	\$ 4,363,745
Receivables:				
Unremitted tax collections	71,288	-	-	-
Delinquent tax collections	85,404	-	-	-
Unremitted special assessments	-	-	61,568	-
Delinquent special assessments	-	-	86,577	-
Unavailable special assessments	-	-	3,449,133	244,863
Other unavailable special assessments	-	-	90,732	-
Loan/Notes receivable	-	-	1,800,000	-
Accounts, net	5,058	-	-	1,906
Interest	-	-	-	-
Intergovernmental	286,904	-	-	84,886
Prepaid items	-	-	-	-
Advances to other funds	-	-	-	-
Total assets	\$ 5,321,585	\$ -	\$ 6,231,203	\$ 4,695,400
Liabilities:				
Accounts payable	\$ 209,789	\$ -	\$ -	\$ 3,290
Contracts payable	-	-	-	46,329
Intergovernmental payable	-	-	-	380
Advances from other funds	-	-	400,000	-
Deposits payable	118,681	-	-	-
Unearned revenue - other	5,595	-	-	-
Total liabilities	334,065	-	400,000	49,999
Deferred Inflows of Resources				
Unavailable revenue -				
Property taxes	85,404	-	-	-
Special assessments	-	-	3,626,442	244,863
Loan/Notes receivable	-	-	1,800,000	-
Total deferred inflows of resources	85,404	-	5,426,442	244,863
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	404,761	4,400,538
Unassigned	4,902,116	-	-	-
Total fund balances	4,902,116	-	404,761	4,400,538
Total liabilities, deferred inflows of resources and fund balances	\$ 5,321,585	\$ -	\$ 6,231,203	\$ 4,695,400

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

Municipal Building	HRA Tax Increment Pool	Community Reinvestment	Non-Major Governmental Funds	Total Governmental Funds
\$ 966,382	\$ 690,205	\$ 7,701,805	\$ 8,449,816	\$ 27,788,077
-	4,016	-	-	75,304
-	7,854	-	-	93,258
-	-	-	10,246	71,814
-	-	-	10,295	96,872
-	-	-	994,103	4,688,099
-	-	-	-	90,732
-	-	-	394,554	2,194,554
684	-	-	77,145	84,793
-	-	102,279	-	102,279
-	-	-	6,874	378,664
-	-	-	2,400	2,400
-	-	-	750,000	750,000
<u>\$ 967,066</u>	<u>\$ 702,075</u>	<u>\$ 7,804,084</u>	<u>\$ 10,695,433</u>	<u>\$ 36,416,846</u>
\$ 42,191	\$ 2,029	\$ -	\$ 184,884	\$ 442,183
-	-	-	-	46,329
-	-	-	108	488
-	750,000	-	-	1,150,000
-	-	-	49,145	167,826
-	-	-	53,459	59,054
<u>42,191</u>	<u>752,029</u>	<u>-</u>	<u>287,596</u>	<u>1,865,880</u>
-	7,854	-	-	93,258
-	-	-	1,004,398	4,875,703
-	-	-	-	1,800,000
<u>-</u>	<u>7,854</u>	<u>-</u>	<u>1,004,398</u>	<u>6,768,961</u>
-	-	-	2,400	2,400
-	-	-	1,148,411	1,148,411
924,875	-	7,804,084	7,417,574	16,146,533
-	-	-	835,054	5,640,353
-	(57,808)	-	-	4,844,308
<u>924,875</u>	<u>(57,808)</u>	<u>7,804,084</u>	<u>9,403,439</u>	<u>27,782,005</u>
<u>\$ 967,066</u>	<u>\$ 702,075</u>	<u>\$ 7,804,084</u>	<u>\$ 10,695,433</u>	<u>\$ 36,416,846</u>

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City of White Bear Lake, Minnesota
 Reconciliation of the Balance Sheet of Governmental Funds
 to the Statement of Net Position
 Governmental Funds
 December 31, 2019

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

Total fund balances - governmental funds	\$ 27,782,005
Capital assets used in governmental activities are not financial resources and, therefore, not reported in the governmental funds.	
Capital assets	119,389,658
Less accumulated depreciation	(41,359,389)
Other long-term assets are not available to pay current period expenditures and, therefore, are reported as unavailable revenue in the funds.	
	6,768,962
Governmental funds do not report long-term amounts related to pensions	
Deferred outflows of pension resources	4,499,355
Net pension asset	1,666,290
Net Pension liability	(5,351,888)
Deferred inflows of pension resources	(5,713,741)
Internal service funds are used by the City to charge the costs of certain activities, such as insurance, employee benefits to individual funds and maintenance of City vehicles. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	
	1,883,104
Governmental funds do not report a liability for accrued interest until due and payable	
	(189,435)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
Bonds payable	(15,245,000)
Bond premiums are reported as a liability within the Statement of Net Position and are reported as an other financing source in the year the debt is issued in governmental funds	
	(223,480)
Net position of governmental activities	\$ 93,906,441

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

City of White Bear Lake, Minnesota
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2019

	General	G. O. Building Debt	Non-Bonded Debt	Interim Construction
Revenues				
General property taxes	\$ 5,863,634	\$ 132,000	\$ -	\$ 25,000
Tax Increment	-	-	-	-
Franchise fees	330,154	-	-	-
Licenses and permits	880,242	-	-	-
Fines and forfeits	87,063	-	-	-
Intergovernmental	2,276,710	-	-	709,885
Charges for services	660,085	-	-	-
Special assessments	-	-	804,050	170,566
Investment income	169,651	2,307	58,616	121,873
Rental and lease income	42,070	-	-	-
Refunds and reimbursements	4,117	-	200,000	91,607
Donations	2,620	-	-	-
Dedicated fees	-	-	-	-
Miscellaneous	46,939	-	-	68,650
Total revenues	<u>10,363,285</u>	<u>134,307</u>	<u>1,062,666</u>	<u>1,187,581</u>
Expenditures				
Current				
General government	1,665,419	-	-	-
Public safety	6,285,623	-	-	-
Public works	1,903,426	-	-	203,127
Parks and recreation	666,214	-	-	-
Community development	330,796	-	-	-
Capital outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	3,105,460
Parks and recreation	-	-	-	-
Community development	-	-	-	-
Debt service				
Principal retired on bonded debt	-	-	-	-
Interest and other expenditures	-	70,000	28,061	-
Total expenditures	<u>10,851,478</u>	<u>70,000</u>	<u>28,061</u>	<u>3,308,587</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(488,193)</u>	<u>64,307</u>	<u>1,034,605</u>	<u>(2,121,006)</u>
Other financing sources (uses)				
Sale of capital assets	1,643	-	-	834
Bonds issued	-	-	-	1,839,782
Premium on bonds issued	-	-	-	157,060
Transfers from other funds	1,640,000	1,555,000	329,341	497,500
Transfers (to) other funds	(25,000)	(204,341)	(2,345,276)	(1,065,000)
Total other financing sources (uses)	<u>1,616,643</u>	<u>1,350,659</u>	<u>(2,015,935)</u>	<u>1,430,176</u>
Net change in fund balance	1,128,450	1,414,966	(981,330)	(690,830)
Fund balance - beginning	<u>3,773,666</u>	<u>(1,414,966)</u>	<u>1,386,091</u>	<u>5,091,368</u>
Fund balance - ending	<u>\$ 4,902,116</u>	<u>\$ -</u>	<u>\$ 404,761</u>	<u>\$ 4,400,538</u>

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

Municipal Building	HRA Tax Increment Pool	Community Reinvestment	Non-Major Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 220,000	\$ 6,240,634
-	542,960	-	46,091	589,051
-	-	-	-	330,154
-	-	-	12,034	892,276
-	-	-	-	87,063
100,000	-	-	307,397	3,393,992
-	-	-	607,597	1,267,682
-	-	-	473,849	1,448,465
31,191	7,299	284,084	180,592	855,613
6,000	-	-	1,304,390	1,352,460
34,612	-	-	312,982	643,318
-	-	-	22,424	25,044
-	-	-	217,054	217,054
-	-	-	32,697	148,286
<u>171,803</u>	<u>550,259</u>	<u>284,084</u>	<u>3,737,107</u>	<u>17,491,092</u>
25,470	-	-	88,791	1,779,680
48,918	-	-	163,461	6,498,002
8,975	-	-	178,754	2,294,282
-	-	-	838,056	1,504,270
-	252,009	-	510,612	1,093,417
69,244	-	-	13,976	83,220
72,242	-	-	687,681	759,923
62,612	-	-	236,022	3,404,094
30,473	-	-	213,860	244,333
-	-	-	865,794	865,794
-	-	-	420,000	420,000
-	22,500	-	486,359	606,920
<u>317,934</u>	<u>274,509</u>	<u>-</u>	<u>4,703,366</u>	<u>19,553,935</u>
<u>(146,131)</u>	<u>275,750</u>	<u>284,084</u>	<u>(966,259)</u>	<u>(2,062,843)</u>
-	-	-	39,953	42,430
-	-	-	85,218	1,925,000
-	-	-	7,275	164,335
10,000	-	-	1,087,776	5,119,617
-	(160,000)	(135,000)	(470,200)	(4,404,817)
<u>10,000</u>	<u>(160,000)</u>	<u>(135,000)</u>	<u>750,022</u>	<u>2,846,565</u>
<u>(136,131)</u>	<u>115,750</u>	<u>149,084</u>	<u>(216,237)</u>	<u>783,722</u>
<u>1,061,006</u>	<u>(173,558)</u>	<u>7,655,000</u>	<u>9,619,676</u>	<u>26,998,283</u>
<u>\$ 924,875</u>	<u>\$ (57,808)</u>	<u>\$ 7,804,084</u>	<u>\$ 9,403,439</u>	<u>\$ 27,782,005</u>

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City of White Bear Lake, Minnesota
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
 For the Year Ended December 31, 2019

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

Net change in fund balances - total governmental funds	\$ 783,722
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays were below depreciation in the current period.</p>	
Capital outlay	4,286,085
Depreciation expense	(3,487,322)
Capital contributions to enterprise funds	(9,500)
<p>The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to increase net position.</p>	
	(50,451)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
Delinquent taxes	(75,741)
Special assessments	(151,930)
Notes receivable	(200,000)
<p>The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction; however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	
Proceeds from long-term debt	(1,925,000)
Debt issuance premium	(164,335)
Principal repayments	420,000
Interest payments	11,692
<p>Long-term pension activity is not reported in governmental funds.</p>	
Pension expense	(44,239)
Pension revenue	40,454
<p>Premiums are recognized when debt is issued in the governmental funds but amortized over the life of the bedt in the Statement of Activities</p>	
	8,436
<p>Equity transfer from internal service fund to governmental activities</p>	
	(431,303)
<p>Internal service funds are used by the City to charge the costs of certain activities, such as insurance, employee benefits to individual funds and maintenance of City vehicles. The net revenue (expense) of the internal service funds is reported in governmental activities.</p>	
	<u>232,305</u>
Changes in net position of governmental activities	<u>\$ (757,127)</u>

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

City of White Bear Lake, Minnesota
Statement of Net Position
Proprietary Funds
December 31, 2019

	Water	Sewer	Refuse
Assets			
Current Assets			
Cash	\$ 212,413	\$ 655,522	\$ 281,171
Receivables:			
Unremitted special assessments	11,310	-	-
Delinquent special assessments	3,921	-	-
Unavailable special assessments	342,795	7,663	-
Accounts, net	1,227,788	289,900	129,100
Intergovernmental	-	1,624	22,253
Advances to other funds	-	-	-
Prepaid expenses	-	-	-
Total current assets	<u>1,798,227</u>	<u>954,709</u>	<u>432,524</u>
Noncurrent Assets			
Advances to other funds	-	-	-
Capital Assets			
Land	79,990	-	-
Buildings	2,092,172	109,501	-
Wells	747,187	-	-
Equipment	1,153,441	830,459	-
Distribution system	4,865,877	-	-
Collection system	-	5,087,041	-
Less accumulated depreciation	(7,276,419)	(4,874,720)	-
Total net capital assets	<u>1,662,248</u>	<u>1,152,281</u>	<u>-</u>
Total noncurrent assets	<u>1,662,248</u>	<u>1,152,281</u>	<u>-</u>
Total assets	<u>3,460,475</u>	<u>2,106,990</u>	<u>432,524</u>
Deferred outflows of resources			
Deferred pension resources	33,540	23,953	259
Deferred other postemployment benefit resources	-	-	-
Total deferred outflows of resources	<u>33,540</u>	<u>23,953</u>	<u>259</u>

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

Ambulance	Non-Major Enterprise Funds	Total Enterprise Funds	Governmental Activities - Internal Service Funds
\$ 311,010	\$ 480,402	\$ 1,940,518	\$ 4,500,324
-	-	11,310	-
-	-	3,921	-
-	-	350,458	-
834,306	1,524	2,482,618	-
-	-	23,877	13,396
-	245,985	245,985	-
-	-	-	2,610
<u>1,145,316</u>	<u>727,911</u>	<u>5,058,687</u>	<u>4,516,330</u>
-	-	-	400,000
-	410,285	490,275	-
-	2,442,894	4,644,567	-
-	-	747,187	-
1,267,167	181,592	3,432,659	-
-	-	4,865,877	-
-	-	5,087,041	-
(671,817)	(1,569,337)	(14,392,293)	-
<u>595,350</u>	<u>1,465,434</u>	<u>4,875,313</u>	-
<u>595,350</u>	<u>1,465,434</u>	<u>4,875,313</u>	<u>400,000</u>
<u>1,740,666</u>	<u>2,193,345</u>	<u>9,934,000</u>	<u>4,916,330</u>
990,595	55,669	1,104,016	-
-	-	-	352,771
<u>990,595</u>	<u>55,669</u>	<u>1,104,016</u>	<u>352,771</u>

(Continued)

City of White Bear Lake, Minnesota
Statement of Net Position
Proprietary Funds
December 31, 2019

	Water	Sewer	Refuse
Liabilities			
Current Liabilities:			
Accounts payable	\$ 73,943	\$ 4,243	\$ 212,934
Accrued wages payable	-	-	-
Intergovernmental payable	1,563	47,215	8,324
Advances from other funds	-	-	-
Deposits payable	-	-	-
Unearned revenue	-	-	-
Compensated absences payable	-	-	-
Total current liabilities	75,506	51,458	221,258
Noncurrent Liabilities			
Pension liability	263,763	188,371	2,035
Compensated absences payable	-	-	-
Net other post employment benefits (OPEB) liability	-	-	-
Total noncurrent liabilities	263,763	188,371	2,035
Total liabilities	339,269	239,829	223,293
Deferred inflows of resources			
Deferred pension resources	86,535	61,801	668
Deferred other postemployment benefit resources	-	-	-
Total deferred inflows of resources	86,535	61,801	668
Net Position			
Investment in capital assets	1,662,248	1,152,281	-
Unrestricted net assets	1,405,963	677,032	208,822
Total net position	\$ 3,068,211	\$ 1,829,313	\$ 208,822

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

Ambulance	Non-Major Enterprise Funds	Total Enterprise Funds	Governmental Activities - Internal Service Funds
\$ 26,474	\$ 59,305	\$ 376,899	\$ 36,689
-	-	-	278,567
-	204	57,306	-
245,985	-	245,985	-
-	32,425	32,425	-
-	755	755	-
-	-	-	490,958
<u>272,459</u>	<u>92,689</u>	<u>713,370</u>	<u>806,214</u>
789,380	437,788	1,681,337	-
-	-	-	591,849
-	-	-	1,341,760
<u>789,380</u>	<u>437,788</u>	<u>1,681,337</u>	<u>1,933,609</u>
1,061,839	530,477	2,394,707	2,739,823
1,138,657	143,629	1,431,290	-
-	-	-	24,883
<u>1,138,657</u>	<u>143,629</u>	<u>1,431,290</u>	<u>24,883</u>
595,350	1,465,434	4,875,313	-
(64,585)	109,474	2,336,706	2,504,395
<u>\$ 530,765</u>	<u>\$ 1,574,908</u>	<u>\$ 7,212,019</u>	<u>\$ 2,504,395</u>

Total net position of enterprise funds \$ 7,212,019

Adjustment to report the cumulative internal balance for the net effect of the activity between the internal service funds and the enterprise funds over time 621,291

Net position of business-type activities \$ 7,833,310

City of White Bear Lake, Minnesota
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2019

	Water	Sewer	Refuse
Operating revenues			
Charges for services	\$ 1,613,129	\$ 3,293,973	\$ 1,402,438
Penalties	4,071	-	-
Rent	-	-	-
Premium reimbursement	-	-	-
Other	7,783	7,257	20,181
Total operating revenues	<u>1,624,983</u>	<u>3,301,230</u>	<u>1,422,619</u>
Operating expenses			
Personal services	478,923	372,499	3,471
Supplies	252,930	24,709	1,073
Other services and charges	458,028	127,128	134,149
Disposal charges	81,530	2,278,929	1,257,510
Depreciation	123,710	103,408	-
Total operating expenses	<u>1,395,121</u>	<u>2,906,673</u>	<u>1,396,203</u>
Operating income (loss)	<u>229,862</u>	<u>394,557</u>	<u>26,416</u>
Nonoperating revenues			
Investment income	-	7,212	10,774
Intergovernmental	-	-	66,997
Miscellaneous revenues	5,472	-	4
Gain on disposal of assets	23,027	-	-
Total nonoperating revenues	<u>28,499</u>	<u>7,212</u>	<u>77,775</u>
Income (loss) before capital contributions and transfers	258,361	401,769	104,191
Capital contributions from other funds	9,500	-	-
Transfer from other funds	-	-	-
Transfers (to) other funds	<u>(245,000)</u>	<u>(110,000)</u>	<u>(110,000)</u>
Change in net position	22,861	291,769	(5,809)
Net position - beginning	<u>3,045,350</u>	<u>1,537,544</u>	<u>214,631</u>
Net position - ending	<u>\$ 3,068,211</u>	<u>\$ 1,829,313</u>	<u>\$ 208,822</u>

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

Ambulance	Non-Major Enterprise Funds	Total Enterprise Funds	Governmental Activities - Internal Service Funds
\$ 1,982,105	\$ 970,729	\$ 9,262,374	\$ 3,497,301
-	-	4,071	-
-	399,896	399,896	-
-	-	-	75,260
9,562	1,069	45,852	-
<u>1,991,667</u>	<u>1,371,694</u>	<u>9,712,193</u>	<u>3,572,561</u>
1,760,618	811,286	3,426,797	3,188,359
100,162	35,430	414,304	507
168,364	250,120	1,137,789	479,143
-	-	3,617,969	-
131,770	81,129	440,017	-
<u>2,160,914</u>	<u>1,177,965</u>	<u>9,036,876</u>	<u>3,668,009</u>
(169,247)	193,729	675,317	(95,448)
-	10,840	28,826	84,149
8,250	204,171	279,418	17,350
2,453	3,506	11,435	20,016
17,076	-	40,103	3,650
<u>27,779</u>	<u>218,517</u>	<u>359,782</u>	<u>125,165</u>
(141,468)	412,246	1,035,099	29,717
-	-	9,500	-
435,200	-	435,200	431,303
<u>(140,000)</u>	<u>(310,000)</u>	<u>(915,000)</u>	<u>(235,000)</u>
153,732	102,246	564,799	226,020
<u>377,033</u>	<u>1,472,662</u>	<u>6,647,220</u>	<u>2,278,375</u>
<u>\$ 530,765</u>	<u>\$ 1,574,908</u>	<u>\$ 7,212,019</u>	<u>\$ 2,504,395</u>

Change in net position from
enterprise funds \$ 564,799

Adjustment for the net effect of the
current year activity between the
internal service funds and the
enterprise funds. (6,285)

Changes in net position of business-
type activities \$ 558,514

City of White Bear Lake, Minnesota
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2019

	Water	Sewer	Refuse
Cash flows from operating activities			
Receipts from customers	\$ 1,472,372	\$ 3,297,310	\$ 1,440,586
Receipts from other funds	-	-	-
Payments to vendors	(691,255)	(154,667)	(1,382,798)
Payments to employees	(478,923)	(372,499)	(3,471)
Payments to other governments	(59,678)	(2,245,246)	808
Other receipts	13,255	7,257	20,185
Net cash provided (used) by operating activities	<u>255,771</u>	<u>532,155</u>	<u>75,310</u>
Cash flows from noncapital financing activities			
Intergovernmental receipts	-	-	66,997
Proceeds from (payments on) advances to other funds	-	-	-
Transfers from other funds	-	-	-
Transfers (to) other funds	(245,000)	(110,000)	(110,000)
Net cash provided (used) by noncapital financing activities	<u>(245,000)</u>	<u>(110,000)</u>	<u>(43,003)</u>
Cash flows from capital financing activities			
Purchase of property and equipment	-	-	-
Proceeds from the sale of capital assets	23,027	-	-
Net cash provided (used) by capital financing activities	<u>23,027</u>	<u>-</u>	<u>-</u>
Cash flows from investing activities			
Investment income received	-	7,212	10,774
Increase (decrease) in cash and cash equivalents	33,798	429,367	43,081
Cash and cash equivalents at beginning of year	178,615	226,155	238,090
Cash and cash equivalents at end of year	<u>\$ 212,413</u>	<u>\$ 655,522</u>	<u>\$ 281,171</u>

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

Ambulance	Non-Major Enterprise Funds	Total Enterprise Funds	Governmental Activities - Internal Service Funds
\$ 1,927,023	\$ 1,377,258	\$ 9,514,549	\$ -
-	-	-	3,501,680
(282,433)	(261,116)	(2,772,269)	(1,521,654)
(1,529,220)	(773,478)	(3,157,591)	(502,345)
-	-	(2,304,116)	(1,492,575)
9,562	1,069	51,328	95,276
124,932	343,733	1,331,901	80,382
8,250	204,171	279,418	17,350
100,675	(100,675)	-	215,000
435,200	-	435,200	-
(140,000)	(310,000)	(915,000)	(235,000)
404,125	(206,504)	(200,382)	(2,650)
(235,123)	-	(235,123)	-
17,076	-	40,103	3,650
(218,047)	-	(195,020)	3,650
-	10,840	28,826	84,149
311,010	148,069	965,325	165,531
-	332,333	975,193	4,334,793
\$ 311,010	\$ 480,402	\$ 1,940,518	\$ 4,500,324

(Continued)

City of White Bear Lake, Minnesota
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2019

	Water	Sewer	Refuse
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 229,862	\$ 394,557	\$ 26,416
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	123,710	103,408	-
Miscellaneous	5,472	-	4
(Increase) decrease in assets/deferred outflows of resources			
Accounts receivable	(115,589)	11,000	(13,000)
Special assessments	(29,239)	(7,663)	-
Due from governments	-	(38,544)	51,148
Prepaid expenses	-	-	-
Deferred outflows in OPEB resources	-	-	-
Deferred outflows in pension resources	23,430	14,928	133
Increase (decrease) in liabilities/deferred inflows of resources			
Accounts payable	19,703	(2,830)	9,934
Wages payable	-	-	-
Due to governments	(91)	47,215	394
Deposits payable	-	-	-
Deferred inflows in pension resources	11,442	10,550	151
Deferred inflows in OPEB resources	-	-	-
Unearned revenue	-	-	-
Pension liability	(12,929)	(466)	130
Post employment health care	-	-	-
Compensated absences	-	-	-
Net cash provided (used) by operating activities	<u>\$ 255,771</u>	<u>\$ 532,155</u>	<u>\$ 75,310</u>
Noncash capital and related financing activities			
Acquisition of capital assets through capital contribution	\$ 9,500	\$ -	\$ -
Equity transfer	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Ambulance	Non-Major Enterprise Funds	Total Enterprise Funds	Governmental Activities - Internal Service Funds
\$ (169,247)	\$ 193,729	\$ 675,317	\$ (95,448)
131,770	81,129	440,017	-
2,453	3,506	11,435	20,016
	-		
(57,535)	3,862	(171,262)	4,379
-	-	(36,902)	-
-	-	12,604	(12,951)
-	-	-	(144)
-	-	-	(352,771)
(854,160)	38,620	(777,049)	-
(13,907)	24,500	37,400	6,152
-	-	-	55,100
-	(66)	47,452	-
-	(800)	(800)	-
958,814	19,341	1,000,298	-
-	-	-	(2,850)
-	65	65	-
126,744	(20,153)	93,326	-
-	-	-	389,976
-	-	-	68,923
<u>\$ 124,932</u>	<u>\$ 343,733</u>	<u>\$ 1,331,901</u>	<u>\$ 80,382</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,500</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 431,303</u>

City of White Bear Lake, Minnesota
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2019

	<u>Custodial Funds</u>
Assets	
Cash	<u>\$ 344,228</u>
Liabilities	
Deposits payable	<u>321,754</u>
Net position	
Restricted for individuals, organizations, and other governments	<u>\$ 22,474</u>

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

City of White Bear Lake, Minnesota
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2019

	<u>Custodial Funds</u>
Additions	
Geographic information system fees collections	\$ 31,493
Fireworks contributions collections	46,250
Manitou Days event contributions collections	10,527
Manitou Days parade fees collections	9,745
Deputy Registrar collections	39,850,755
Total revenues	39,948,770
Deductions	
Geographic information system fee disbursements	26,274
Fireworks disbursements	27,858
Manitou Days events disbursements	7,429
Manitou Days parade disbursements	9,235
Deputy Registrar disbursements	39,992,022
Total expenditures	40,062,818
Net increase (decrease) in fiduciary net position	(114,048)
Net position - beginning	136,522
Net position - ending	\$ 22,474

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

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CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Note 1: Summary of Significant Accounting Policies

A. Description of Government-Wide 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 non-fiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other non-exchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support.

B. Reporting Entity

The City of White Bear Lake (the City) is established as a chartered "home rule" city as permitted under the laws of the State of Minnesota. The charter provides for a council/manager form of government. Within this form, the City is a municipal corporation governed by an elected mayor and five-member council. The City provides the following services: general administration, planning, zoning, public safety, streets, parks, public improvements, water, sewer and refuse utilities, ambulance services, sport center facility, senior housing facility and motor vehicle registration, vehicle licensing, and passport services.

As required by generally accepted accounting principles, these financial statements present the City of White Bear Lake and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations. Therefore, data from these units are combined with data of the primary government.

Blended Component Unit: The White Bear Lake Housing and Redevelopment Authority (the Authority) was created by the City to carry out the responsibilities associated with housing and redevelopment. The Authority provides this assistance through the administration of various programs. The Authority is governed by a five-member council comprised of the White Bear Lake five ward council members and the Authority's Executive Director is the City Manager. Because the City Council ward members also serve as the Authority's governing body, the Authority is reported as a blended component unit of the City and has operational responsibility for the component unit. The Authority does not issue separate financial statements. The Authority's financial activity is reported in a separate fund within the City's Capital Project Funds.

C. Basis of Presentation - Government Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As discussed earlier, the government has one blended component unit. While the White Bear Lake Housing and Redevelopment Authority is not considered a major component unit, it is a blended component shown in a separate column in the governmental fund financial statements. As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements.

Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the inter-fund services provided and the charges between other functions of the government. Elimination of these charges would distort costs and program revenues reported for the various functions.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

D. Basis of Presentation - Fund Financial Statements

The fund financial statements provide information about the government's funds, including its fiduciary funds and blended component units. Separate statements for the fund categories of governmental, proprietary, and fiduciary are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, with each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds. The non-major funds are presented in separate columns in the Combining statements and schedules sections of the report.

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 G.O. Building Debt fund accounts for repayment of bonds and loans related to public improvements which are not assessable against specific properties.

The Non-Bonded Debt fund accounts for street construction costs that will be financed through special assessments not associated with a specific debt issue.

The Interim Construction fund accounts for transactions pertaining to public improvement construction projects.

The Municipal Building fund accounts for capital improvement project costs to municipal facilities.

The HRA Tax Increment Pool fund accounts for tax increment proceeds that are dedicated to fund specific economic development and redevelopment projects within the area wide district.

The Community Reinvestment fund provides constant funding for street and park improvements and is governed by City ordinance.

The City reports the following major proprietary funds:

The Water and Sewer funds account for the activities related to the City's water and sewer services.

The Refuse fund accounts for weekly collection and disposal of residential garbage, yard waste, and recyclable materials.

The Ambulance fund accounts for transactions related to providing ambulance service to the White Bear Lake service area.

Additionally, the City reports the following fund types:

Internal service funds account for the activities provided to other departments of the City on a cost reimbursement basis for insurance, employment expenses, and engineering services.

Custodial funds report fiduciary activities that are not held in a trust or equivalent arrangement. The City's custodial funds account for activities of deputy registrar activities, and miscellaneous funds held for other organizations.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances from/to other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column. However, interfund services provided and used are not eliminated in the process of consolidation.

Furthermore, activities occur during the year which involve transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

Proprietary funds distinguish operating revenues and expenses from non-operating 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's enterprise funds and of the City's internal service funds are charges to customers for sales and services.

Operating expenses for enterprise funds and internal service 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 non-operating revenues and expenses.

E. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

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 government 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, and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, franchise fees, 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is actually received by the government.

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

1. Cash and cash equivalents

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. The proprietary funds' portion in the government-wide cash and temporary investments pool is considered to be cash and cash equivalents for the 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.

Minnesota Statutes authorizes the City to invest in obligations of the U.S. Treasury, agencies, and instrumentalities, shares of investment companies whose only investments are in the aforementioned securities, obligations of the State of Minnesota or its municipalities, certificates of deposit, bankers' acceptances, future contracts, repurchase and reverse repurchase agreements, and commercial paper of the highest quality with a maturity of no longer than 270 days and in the Minnesota Municipal Investment Pool.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Minnesota Statutes also authorize the City to invest in long-term equities. The City must maintain the highest bond rating by a national bond rating agency to qualify for this investment authority. The law limits the equity investment to index mutual funds that are held for long-term capital plans or long-term obligations. The amount invested cannot exceed 15 percent of the sum of unassigned cash, cash equivalents, deposits and investments. Equity Investments are limited to mutual funds indexed to the S & P 500, Dow Jones U.S. Total Stock Market Index or investments with the State Board of Investment.

Certain investments for the City are reported at fair value as disclosed in Note 3. 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 has the following recurring fair value measurements as of December 31, 2019:

- Government Agency securities of \$13,804,358 are valued using quoted market prices (Level 1 inputs)
- Negotiable certificates of deposits of \$16,567,703 are valued using a matrix pricing model (Level 2 inputs)

Brokered certificates of deposit classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

2. Prepaid expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

3. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure (i.e., streets, sidewalks, distribution systems, and similar items), are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost where historical records are available and at an estimated historical cost where no historical records exist.

As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The costs of normal maintenance and repairs that do not increase asset value or materially extend asset lives are not capitalized. Donated capital assets are valued at their acquisition value on the date received.

Land and construction in progress are not depreciated. Buildings, equipment, and infrastructure of the City are depreciated using the straight-line method over the following estimated useful lives:

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Assets	Years
Buildings and improvements	10 - 50 years
Furnitures and fixtures	3 - 15 years
Machinery and equipment	3 - 15 years
Distribution and collection systems	40 years
Streets	50 years
Storm sewers	100 years
Intangibles	5 - 20 years

4. 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 two items that qualify for reporting in this category. Accordingly, the items, deferred pension resources and deferred OPEB resources, are reported only in the statement of net position. This item results from actuarial calculations and current year pension contributions made subsequent to the measurement date.

5. Deferred inflows of resources

In addition to liabilities, the statement of net position and fund financial statements will 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 and so will not be recognized as an inflow of resources (revenue) until that time. The City has four items which qualify for reporting in this category. Delinquent property taxes are reported as deferred inflows of resources of the General Fund and HRA Tax Increment Pool Fund because the date of collection is unknown. Unavailable special assessments are reported in the Non-Bonded Debt Fund, Interim Construction Fund, and Non-Major Governmental Funds as deferred inflows because the actual collection is legally delayed between one and twenty years. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Loan/notes receivable are reported as deferred inflows of resources of the Non-Bonded Debt Fund because the collection is delayed according to the payment schedule in the loan agreement. Deferred pension resources and deferred OPEB resources are reported only in the statements of net position and results from actuarial calculations.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

6. Net position flow assumption

The City on occasion will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the City's position to consider restricted net position to have been depleted before unrestricted net position is applied.

7. Fund balance policies

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:

Non-spendable - 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 (the Council), which is the City's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the 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 non-spendable and are neither restricted nor committed. In the General Fund, assigned amounts represent intended uses established by the Council itself or by an official to which the governing body delegates the authority. The Council has adopted a fund balance policy which delegates the authority to assign amounts for specific purposes to the Finance Director.

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.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

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 one-half of the City's General Fund major revenue sources which are property taxes, local government aid and police state aid. Property taxes and local government payments are not received until July and December each year. Police state aid is not received until November. The reserve funding provides sufficient resources to meet cash flow needs.

G. Revenues and Expenditures / Expenses

1. Program revenues

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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes and other internally dedicated resources, are reported as general revenues rather than as program revenues.

2. Property taxes

Property tax levies are set by the City Council in December each year, and are certified to Ramsey and Washington Counties for collection in the following year. In Minnesota, counties act as collection agents for all property taxes.

The Counties spread all levies over assessable property; the taxes become a lien on January 1st and are recorded as receivables by the City on that date. Property taxes are paid by taxpayers in two equal installments, May 15th and October 15th, without penalty. Personal property taxes are payable in one installment on May 15th.

The Counties remit collections to the City three times a year: January, July and December. Revenues are accrued and recognized in the government-wide financial statements in the current period. In the fund financial statements, taxes that remain unpaid at December 31 are classified as delinquent taxes and fully offset by deferred inflows of resources, because it is not known when they will be available to finance current expenditures.

3. Special assessments

Special assessments are levied against the benefited properties for the assessable costs of improvement projects in accordance with State Statutes. The City generally adopts the assessment rolls when the individual projects are complete or substantially complete. The assessments are collectible over a term of years generally consistent with the term of years of the related or proposed bond issue. Collection of annual installments (including interest) is handled by the County in the same manner as property taxes. Property owners are allowed to prepay total future installments without interest or prepayment penalties.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

The City recognizes special assessment revenue in the government-wide financial statements when the assessment rolls are levied. In the fund financial statements, the City recognizes special assessment revenue when it becomes both measurable and available. Current assessments, which remain unpaid at December 31, are classified as delinquent receivables and, together with deferred assessments, are fully offset by deferred inflows of resources because it is not known when they will be available to finance current expenditures.

4. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation, comp time, and sick pay benefits. The accumulation of unused vacation and comp time is limited based upon employee classification. Upon separation, the City will reimburse the employee for accumulated vacation and comp time not to exceed established maximums. The amount of unused sick leave accumulation is not limited. Upon retirement, or upon separation in good standing for employees, the City reimburses eligible employees a portion of unused sick leave according to the personnel policy and contractual agreements. All compensated absences are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements.

All liabilities for vacation leave and severance, both current and long-term portions, are recorded in the Employment Expense Fund, which is an Internal Service Fund. No liability is recorded for unpaid accumulated sick leave, except for the portion that is payable to employees as severance.

Each year, compensated absence expenditures and expenses are recorded in the governmental and enterprise funds based on the total amount accrued by the employees during the year. These charges are offset by a corresponding transfer of assets from the home departments to the Employment Expense Fund to fund the liability. The personnel policy and union contracts limit the annual accumulation of benefits that can be accumulated from year to year and the amount of severance available. The City estimates \$490,958 will be due within the next fiscal year and \$591,849 will be due in more than one year.

5. Long-term obligations

Long-term obligations are recorded in the City's government-wide statement of net position when they become a liability of the City.

The obligations are recognized as a liability of a governmental fund only when payment is due or when resources have been accumulated in a debt service fund for payment early in the following year. Long-term obligations financed through proprietary funds are accounted for in those funds.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

6. 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. The General Fund is typically used to liquidate the governmental net pension liability.

The total pension expense for the GERP, PEPFP, DCP and the White Bear Lake Fire Department Relief Association is as follows:

	Public Employees Retirement Association of Minnesota (PERA)			Fire Relief Association	Total All Plans
	GERP	PEPFP	DCP		
Pension expense	\$ 403,066	\$ 789,995	\$ 5,198	\$ 487,616	\$ 1,685,875

7. Bond discounts / premiums / issuance costs

In governmental fund types, bond discounts / premiums are recognized in the current period. Bond discounts/premiums for proprietary fund types are deferred and amortized over the term of the bonds using the bonds outstanding method, which approximates the effective interest rate method. Bond discounts are presented as a reduction of the face amount of bonds payable and premiums are presented as an increase of the full amount of bonds payable. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. Inter-fund transactions

Internal services provided and used between the funds are accounted for as revenues and expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. Other inter-fund transactions are reported as transfers.

Inter-fund transactions within the respective categories of governmental activities and business-type activities in the government-wide statement of activities are eliminated. The internal balances caption on the government-wide statement of net position represents inter-fund receivables or payables between the governmental and business-type activities.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Note 2: Stewardship, Compliance and Accountability

A. Budgetary basis of accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles.

The City Charter grants the City Council full authority over the financial affairs of the City. The City Manager is charged with the responsibility of preparing the annual budget estimates and enforcing the financial management provisions specified in the budget. Upon adoption of the annual budget resolution by the Council, the budget becomes the formal appropriation for City operations. Legal compliance is adhered to as budgetary and actual amounts are presented in the Required Supplementary Information according to Generally Accepted Accounting Principles (GAAP). Once the budget resolution is adopted, the Council can increase the budget only if actual receipts exceed the budgeted estimates, or by a four/fifths vote authorizing the transfer of sums from the previous fiscal year's assigned or unassigned fund balances.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments corresponding to unperformed (executor) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. The City has no outstanding encumbrances as of December 31, 2019.

B. Deficit Fund Equity

At December 31, 2019, individual funds with deficit fund balances are as follows:

Fund	Amount
Debt Service	
HRA Tax Increment Pool	\$ (57,808)
Enterprise	
License Bureau	(102,801)

Deficits will be eliminated with future tax increment revenue and charges for services.

Note 3: Cash Deposits and Investments with Financial Institutions

A. Deposits

Cash balances of the City's funds are combined (pooled) and invested to the extent available in various investments authorized by Minnesota Statutes. Each fund's portion of this pool (or pools) is displayed in the financial statements as "cash and cash equivalents" or "investments". For purposes of identifying risk of investing public funds, the balances and related restrictions are summarized below.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Custodial Credit Risk - Deposits: The City addresses custodial credit risk by having the authority from the City Council to maintain deposits with various financial institutions that are members of the Federal Reserve System.

As required by Minnesota Statutes, any of the City's deposits are to be protected by \$250,000 of federal depository insurance and pledged collateral. The market value of pledged collateral must equal 110% of the deposits not covered by insurance or bonds.

As of December 31, 2019, the City was not exposed to custodial credit risk because deposits were fully collateralized. The City had deposits of \$1,586,843 as of December 31, 2019. The City's book balance for cash as of December 31, 2019 was \$1,459,996.

B. Investments

The following chart summarizes the City's deposits and investments using segmented time distribution.

Types of Investments	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	\$ 2,738,440		
Non-pooled investments at fair value					
Government Agency Securities	AAA	Less than 1 year	5,454,385	\$ 5,454,385	\$ -
Government Agency Securities	AAA	1 to 3 years	8,349,973	8,349,973	-
Negotiable certificates of deposits	N/A	Less than 1 year	7,863,224	-	7,863,224
Negotiable certificates of deposits	N/A	1 to 3 years	8,704,479	-	8,704,479
Total investments			<u>\$ 33,110,501</u>	<u>\$ 13,804,358</u>	<u>\$ 16,567,703</u>

Credit Risk: 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 and the City's investment policy limit the City's investments to the list above.

Custodial Credit Risk: 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 the possession of an outside party. The City's investment policy does not address custodial credit risk but typically limits its exposure by purchasing insured or registered investments.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. In accordance with the City's investment policy, the City diversifies its investment portfolio to eliminate the risk of loss resulting from over-concentration of assets in a specific maturity, a specific issuer or a specific class of securities. As of December 31, 2019, the City had invested 5.0 percent or more of its total investment portfolio in the following issuers: FNMA (7.0%), FHL (12%), and FFCB (16%).

Interest Rate Risk: 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 requires at least 5 percent of the City's investment portfolio to be available on a daily basis without loss of principal. Also, no more than 30 percent of the portfolio should have maturities exceeding 5 years.

C. Cash and Investments Summary

A reconciliation of cash and investments as reported on the statement of net position follows:

Bank Deposits	<u>\$ 1,459,996</u>
Investments	
Government Agency Securities	13,804,358
Negotiable Certificates of Deposits	16,567,703
Minnesota Mutual Money Market Fund	<u>2,738,440</u>
	<u>33,110,501</u>
Other	
Petty Cash and Change Fund	<u>2,650</u>
Total Cash and Temporary Investments	<u><u>\$ 34,573,147</u></u>
Classification per financial statements	
Cash and Temporary Investments - Statement of Net Position	\$ 34,228,919
Cash in Fiduciary Net Position	<u>344,228</u>
Total	<u><u>\$ 34,573,147</u></u>

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Note 4: Capital Assets

Capital asset activity for the year ended December 31, 2019 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not depreciated				
Land & improvements	\$ 9,190,957	\$ 876,794	\$ -	\$ 10,067,751
Work in process	27,129	-	6,778	20,351
Total capital assets, not depreciated	<u>9,218,086</u>	<u>876,794</u>	<u>6,778</u>	<u>10,088,102</u>
Capital assets being depreciated				
Buildings & improvements	26,715,682	35,077	-	26,750,759
Other improvements	8,687,943	98,740	-	8,786,683
Furniture & equipment	9,777,747	950,057	450,519	10,277,285
Infrastructure				
Streets	53,765,739	2,322,695	109,760	55,978,674
Storm sewer	7,508,155	-	-	7,508,155
Total capital assets, depreciated	<u>106,455,266</u>	<u>3,406,569</u>	<u>560,279</u>	<u>109,301,556</u>
Less accumulated depreciation				
Buildings & improvements	13,837,684	928,714	-	14,766,398
Other improvements	3,521,112	601,710	-	4,122,822
Furniture & equipment	5,309,613	825,014	402,144	5,732,483
Infrastructure				
Streets	12,956,472	1,056,774	107,684	13,905,562
Storm sewer	2,757,014	75,110	-	2,832,124
Total accumulated depreciation	<u>38,381,895</u>	<u>3,487,322</u>	<u>509,828</u>	<u>41,359,389</u>
Total capital assets, depreciated net	<u>68,073,371</u>	<u>(80,753)</u>	<u>50,451</u>	<u>67,942,167</u>
Governmental activities				
Capital assets, net	<u>\$ 77,291,457</u>	<u>\$ 796,041</u>	<u>\$ 57,229</u>	<u>\$ 78,030,269</u>

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not depreciated				
Land	\$ 490,275	\$ -	\$ -	\$ 490,275
Capital assets being depreciated				
Buildings	4,644,566	-	-	4,644,566
Equipment	3,418,644	244,624	230,609	3,432,659
Distribution / collection system	10,700,106	-	-	10,700,106
Total capital assets	<u>18,763,316</u>	<u>244,624</u>	<u>230,609</u>	<u>18,777,331</u>
Less accumulated depreciation				
Buildings	3,385,798	84,830	-	3,470,628
Equipment	2,223,560	238,542	230,609	2,231,493
Distribution / collection system	8,573,527	116,645	-	8,690,172
Total accumulated depreciation	<u>14,182,885</u>	<u>440,017</u>	<u>230,609</u>	<u>14,392,293</u>
Total capital assets, depreciated net	<u>4,580,431</u>	<u>(195,393)</u>	<u>-</u>	<u>4,385,038</u>
Business-type activities				
Capital assets, net	<u>\$ 5,070,706</u>	<u>\$ (195,393)</u>	<u>\$ -</u>	<u>\$ 4,875,313</u>

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Capital Assets (Continued)

Depreciation expense was charged to City functions as follows:

Governmental activities:

General government	\$ 375,182
Public safety	404,851
Public works	1,945,700
Parks and recreation	761,589
	761,589

Total depreciation expense - governmental activities	\$ 3,487,322
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Business-type activities:

Water	\$ 123,710
Sewer	103,408
Ambulance	131,770
Pioneer manor	80,545
License bureau	584
	584

Total depreciation expense - business-type activities	\$ 440,017
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CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Note 5: Long-Term Debt

A. General Obligation Debt

The City issues general obligation bonds to provide funds for the acquisition and redevelopment of property, construction of streets and utilities, financing acquisition of capital equipment, and the construction of major capital facilities. The entity's long-term debt is segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

As of December 31, 2019, the long-term bonded debt of the financial reporting entity consisted of the following:

	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Original Issue</u>	<u>Principal Outstanding</u>
Governmental activities					
G.O. Tax Increment Bonds					
G.O. Tax Increment Refunding Bonds, Series 2012A	2.00%	4/3/2012	2/1/2023	\$ 2,650,000	\$ 670,000
G.O. Tax Increment Revenue Bonds, Series 2016A	2.00 - 3.00%	3/10/2016	2/1/2037	<u>2,275,000</u>	<u>2,130,000</u>
Total G.O. Tax Increment Bonds				<u>4,925,000</u>	<u>2,800,000</u>
G.O. Special Assessment Bonds					
G.O. Improvement Bonds, Series 2012B	0.40 - 2.00%	12/19/2012	2/1/2028	2,555,000	1,340,000
G.O. Bonds, Series 2018A	3.00 - 4.00%	6/14/2018	2/1/2039	5,850,000	5,850,000
G.O. Improvement Bonds, Series 2019A	3.00 - 4.00%	7/18/2019	2/1/2040	<u>1,925,000</u>	<u>1,925,000</u>
Total G.O. Special Assessment Bonds				<u>10,330,000</u>	<u>9,115,000</u>
G.O. Tax Abatement Bonds					
G.O. Tax Abatement Bonds, Series 2018B	3.00 - 3.36%	6/14/2018	2/1/2039	<u>3,330,000</u>	<u>3,330,000</u>
Bond premium					<u>223,480</u>
Total governmental activities bonds				<u>18,585,000</u>	<u>15,468,480</u>
Compensated absences payable					<u>1,082,807</u>
Total City indebtedness					<u>\$ 16,551,287</u>

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

B. Minimum Debt Payments

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending December 31,	Governmental Activities					
	G.O. Tax Increment Bonds		G.O. Special Assessment Bonds		G.O. Tax Abatement Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 240,000	\$ 65,213	\$ 410,000	\$ 277,717	\$ 125,000	\$ 103,125
2021	255,000	59,438	515,000	264,241	125,000	99,375
2022	260,000	53,413	510,000	249,666	130,000	95,550
2023	260,000	47,313	515,000	233,463	135,000	91,575
2024	95,000	42,838	515,000	216,764	140,000	87,450
2025 - 2029	550,000	176,003	2,395,000	857,175	760,000	370,800
2030 - 2034	675,000	108,460	2,050,000	527,022	880,000	247,428
2035 - 2039	465,000	20,456	2,130,000	192,588	1,035,000	91,578
2040	-	-	75,000	1,125	-	-
	<u>\$ 2,800,000</u>	<u>\$ 573,131</u>	<u>\$ 9,115,000</u>	<u>\$ 2,819,760</u>	<u>\$ 3,330,000</u>	<u>\$ 1,186,881</u>

C. Changes in Long-Term Liabilities

Long-term debt activity for the year ended December 31, 2019 was as follows:

Governmental	Restated Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Tax Increment Bonds	\$ 3,035,000	\$ -	\$ 235,000	\$ 2,800,000	\$ 240,000
Special Assessment Bonds	7,375,000	1,925,000	185,000	9,115,000	410,000
Tax Abatement Bonds	3,330,000	-	-	3,330,000	125,000
Premium	67,581	164,335	8,436	223,480	11,043
Compensated Absences	1,013,884	885,752	816,829	1,082,807	490,958
Total Long Term Liabilities	<u>\$ 14,821,465</u>	<u>\$ 2,975,087</u>	<u>\$ 1,245,265</u>	<u>\$ 16,551,287</u>	<u>\$ 1,277,001</u>

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Note 6: Defined Benefit Pension Plan - 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 (GERP)

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

Public Employees Police and Fire Plan (PEPFP)

The PEPFP, originally established for police officers and firefighters not covered by a local relief association, now covers all police officers and firefighters hired since 1980. Effective July 1, 1999, the PEPFP also covers police officers and firefighters belonging to a local relief association that elected to merge with and transfer assets and administration to PERA.

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.

GERP benefits

GERP 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 of 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.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Annuities, disability benefits, and survivor benefits are increased effective every January 1. Beginning January 1, 2019, the postretirement increase will be 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. For 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.

PEPFP benefits

Benefits for Police and Fire Plan members first hired after June 30, 2010, but before July 1, 2014, vest on a prorated basis from 50 percent after five years up to 100 percent after ten years of credited service. Benefits for Police and Fire Plan members first hired after June 30, 2014, vest on a prorated basis from 50 percent after ten years up to 100 percent after twenty years of credited service. The annuity accrual rate is 3 percent of average salary for each year of service. A full, unreduced pension is earned when members are age 55 and vested, or for members who were first hired prior to July 1, 1989, when age plus years of service equal at least 90.

Annuities, disability benefits, and survivor benefits are increased effective every January 1. Beginning January 1, 2019, the postretirement increase will be fixed at 1 percent. Recipients that have been receiving the annuity or benefit for at least 36 months as of the June 30 before the effective date of the increase will receive the full increase. For recipients receiving the annuity or benefit for at least 25 months but less than 36 months as of the June 30 before the effective date of the increase will receive a reduced prorated increase.

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

Coordinated Plan members were required to contribute 6.50 percent of their annual covered salary in fiscal year 2019 and the City was required to contribute 7.50 percent for Coordinated Plan members. The City contributions to the General Employees Fund for the year ended December 31, 2019, 2018, and 2017 were \$343,333, \$357,270, and \$355,409, respectively. The City's contributions were equal to the required contributions as set by state statute.

Police and Fire Fund contributions

Police and Fire member's contribution rates increased from 10.8 percent of pay to 11.3 percent and employer rates increased from 16.2 percent to 16.95 percent on January 1, 2019. The City's contributions to the Police and Fire Fund for the years ending December 31, 2019, 2018, and 2017 were \$657,326, \$474,595, and \$408,224, respectively.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

D. Pension costs

General Employees Fund pension costs

At December 31, 2019, the City reported a liability of \$3,588,176 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 2019. 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 \$111,495. The net pension liability was measured as of June 30, 2019, 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, 2018 through June 30, 2019 relative to the total employer contributions received from all of PERA's participating employers.

At June 30, 2019, the City's proportionate share was 0.0649 percent, which was a decrease of 0.0074 percent from its proportion measured as of June 30, 2018.

City's proportionate share of the net pension liability	\$ 3,588,176
State of Minnesota's proportionate share of the net pension liability associated with the City	111,495
Total	\$ 3,699,671

For the year ended December 31, 2019, the City recognized pension expense of \$394,716 for its proportionate share of General Employees Plan's pension expense. In addition, the City recognized an additional \$8,350 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.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

At December 31, 2019, the City reported its proportionate share of the General Employees Plan's deferred outflows of resources and deferred inflows of resources, and its contributions subsequent to the measurement date, from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 173,819	\$ 8,015
Changes in Actuarial Assumptions	33,097	339,898
Net Difference Between Projected and Actual Earnings on Plan Investments	-	448,504
Changes in Proportion	76,217	380,789
Contributions to GERP Subsequent to the Measurement Date	173,137	-
Total	\$ 456,270	\$ 1,177,206

The \$173,137 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, 2020. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

2020	\$ (254,319)
2021	(439,885)
2022	(205,651)
2023	5,782
2024	-
Total	\$ (894,073)

Police and Fire fund pension costs

At December 31, 2019, the City reported a liability of \$3,445,049 for its proportionate share of the Police and Fire Fund's net pension liability. The net pension liability was measured as of June 30, 2019, 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, 2018, through June 30, 2019, relative to the total employer contributions received from all of PERA's participating employers. At June 30, 2019, the City's proportionate share was 0.3236 percent, which was an increase of 0.0693 percent from its proportion measured as of June 30, 2018.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
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For the year ended December 31, 2019, the City recognized a pension expense of \$746,309 for its proportionate share of Police and Fire Plan's pension expense. The City also recognized \$43,686 for the year ended December 31, 2019 as pension expense and an offsetting reduction of net pension liability for its proportionate share of the State of Minnesota's on-behalf contributions to the plan. Legislation passed in 2013 required the State of Minnesota to begin contributing \$9 million to the Police and Fire Fund each year until the plan is 90 percent funded or until the State Patrol Plan (administered by the Minnesota State Retirement System) is 90 percent funded, whichever occurs later. In addition, the state will pay \$4.5 million on October 1, 2018 and October 1, 2019 in direct state aid. Thereafter, by October 1 of each year, the state will pay \$9 million until full funding is reached or July 1, 2048, whichever is earlier.

At December 31, 2019, the City reported its proportionate share of Police and Fire Plan's deferred outflows of resources and deferred inflows of resources, and its contributions subsequent to the measurement date, from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 149,718	\$ 691,318
Changes in Actuarial Assumptions	3,014,539	3,922,162
Net Difference Between Projected and Actual Earnings on Plan Investments	-	546,434
Changes in Proportion	1,025,722	13,051
Contributions to PEPFF Subsequent to the Measurement Date	339,241	-
Total	\$ 4,529,220	\$ 5,172,965

The \$339,241 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, 2020. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

2020	\$ (61,337)
2021	(267,401)
2022	(953,561)
2023	106,185
2024	193,128
Total	\$ (982,986)

CITY OF WHITE BEAR LAKE, MINNESOTA
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E. Actuarial assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using an individual entry-age normal actuarial cost method and the following actuarial assumptions:

Inflation	2.50% per year
Active Member Payroll Growth	3.25% per year
Investment Rate of Return	7.50%

Salary increases were based on a service-related table. Mortality rates for active members, retirees, survivors, and disabilitants were based on RP 2014 tables for males or females, as appropriate, with slight adjustments to fit PERA's experience. Cost of living benefit increases after retirement for retirees are assumed to be 1.25 percent per year for the General Employees Plan and 1.0 percent per year for the Police and Fire Plan.

Actuarial assumptions used in the June 30, 2019 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 most recent four-year experience study for Police and Fire Plan was completed in 2016. Economic assumptions were updated in 2018 based on a review of inflation and investment return assumptions.

The following changes in actuarial assumptions occurred in 2019:

General Employees Fund

Changes in Actuarial Assumptions:

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

Changes in Plan Provisions:

- 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.

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Police and Fire Fund

Changes in Actuarial Assumptions:

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

Changes in Plan Provisions:

- There have been no changes since the prior valuation.

CITY OF WHITE BEAR LAKE, MINNESOTA
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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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Domestic Stocks	35.50 %	5.10 %
Private Markets	25.00	5.90
Fixed Income	20.00	0.75
International Equity	17.50	5.90
Cash Equivalents	<u>2.00</u>	-
Total	<u>100.00 %</u>	

F. Discount rate

The discount rate used to measure the total pension liability in 2019 was 7.50 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 and Police and Fire Fund were 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.

G. 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 1 percentage point lower or 1 percentage point higher than the current discount rate:

	<u>City Proportionate Share of NPL</u>		
	<u>1 Percent Decrease (6.50%)</u>	<u>Current (7.50%)</u>	<u>1 Percent Increase (8.50%)</u>
General Employees Fund	\$ 5,898,767	\$ 3,588,176	\$ 1,680,323
Police and Fire Fund	7,530,237	3,445,049	67

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

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.

Note 7: Defined Contribution Plan

Three part-time ambulance personnel of the City of White Bear Lake are covered by the Defined Contribution Plan (DCP), a multiple-employer deferred compensation plan administered by PERA. The DCP is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until time of withdrawal.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses, therefore, there is no future liability to the employer. *Minnesota statutes*, chapter 353d.03, specifies plan provisions, including the employee and employer contribution rates for those qualified personnel who elect to participate. For ambulance service personnel, employer contributions are determined by the employer, and for salaried employees contributions must be a fixed percentage of salary. Employer contributions for volunteer personnel may be a unit value for each call or period of alert duty. Employees who are paid for their services may elect to make member contributions in an amount not to exceed the employer share. Employer and employee contributions are combined and used to purchase shares in one or more of the seven accounts of the Minnesota Supplemental Investment Fund. For administering the plan, PERA receives 2.0 percent of employer contributions and twenty-five hundredths of 1 percent (0.25 percent) of the assets in each member’s account annually.

Pension expense for the year is equal to contributions made. Total contributions made by the City during the fiscal year 2019 were:

Contribution Amount		Percentage of Covered Payroll		Required Rate
Employee	Employer	Employee	Employer	
\$ 50	\$ 5,198	5.00%	5.00%	5.00%

The City and member’s contributions to the DCP plan for the years ending December 31, 2019, 2018 and 2017 were \$5,198, \$12,083 and \$17,919, respectively.

Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the defined benefit plan administered by the City of White Bear Lake 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.

CITY OF WHITE BEAR LAKE, MINNESOTA
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Note 8: Defined Benefit Pension Plan - Fire Relief Association

A. Plan description

All members of the White Bear Lake Fire Department (the Department) are covered by a defined benefit plan administered by the White Bear Lake Fire Department Relief Association (the Association). As of December 31, 2019, the plan covered 34 active firefighters and 56 vested terminated fire fighters whose pension benefits are deferred. The plan is a single employer retirement plan and is established and administered in accordance with Minnesota statute, chapter 69.

The Association maintains a separate Special fund to accumulate assets to fund the retirement benefits earned by the Department's membership. Funding for the Association is derived from an insurance premium tax in accordance with the Volunteer Firefighter's Relief Association Financing Guidelines Act of 1971 (chapter 261 as amended by chapter 509 of Minnesota statutes 1980). Funds are also derived from investment income.

B. Benefits provided

A fire fighter who completes at least 20 years as an active member of the Department is entitled, after age 50, to a full service pension upon retirement.

The bylaws of the Association also provide for an early vested service pension for a retiring member who has completed fewer than 20 years of service. The reduced pension, available to members with 10 years of service, shall be equal to 60 percent of the pension as prescribed by the bylaws. This percentage increases 4 percent per year so that at 20 years of service, the full amount prescribed is paid. Members who retire with less than 20 years of service and have reached the age of 50 years and have completed at least 10 years of active membership are entitled to a reduced service pension not to exceed the amount calculated by multiplying the member's service pension for the completed years of service times the applicable non-forfeitable percentage of pension.

C. Contributions

Minnesota statutes, chapters 424 and 424A authorize pension benefits for volunteer fire relief associations. The plan is funded by fire state aid, investment earnings and, if necessary, employer contributions as specified in Minnesota statutes and voluntary City contributions (if applicable). The State of Minnesota contributed \$248,007 in fire state aid to the plan on behalf of the City Fire Department for the year ended December 31, 2019, which was recorded as a revenue. Required employer contributions are calculated annually based on statutory provisions. The City's statutorily-required contributions to the plan for the year ended December 31, 2019 were \$0. The City's contributions were equal to the required contributions as set by state statute. The City made no voluntary contributions to the plan. Furthermore, the firefighter has no obligation to contribute to the plan.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

D. Pension costs

At December 31, 2018, the City reported a net pension asset of \$1,666,290 for the plan. The net pension liability (asset) was measured as of December 31, 2018. The total pension liability used to calculate the net pension liability (asset) in accordance with GASB 68 was determined by Gabriel Roeder Smith & Company applying an actuarial formula to specific census data certified by the Department as of December 31, 2019. The following table presents the changes in net pension liability (asset) during the year.

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a-b)
Beginning Balance January 1, 2018	<u>\$ 5,096,518</u>	<u>\$ 7,023,488</u>	<u>\$ (1,926,970)</u>
Changes for the Year			
Service cost	156,301	-	156,301
Interest on pension liability (asset)	253,096	-	253,096
Changes of benefit terms	406,243	-	406,243
Difference between expected and actual experience on pension liability (asset)	(466,686)	-	(466,686)
Changes of assumptions	(370,400)	-	(370,400)
Projected investment return	-	(479,034)	479,034
Contributions (employer)	-	241,116	(241,116)
Benefit payments	(381,789)	(381,789)	-
Administrative expenses	-	(45,208)	45,208
Other	-	1,000	(1,000)
Total Net Changes	<u>(403,235)</u>	<u>(663,915)</u>	<u>260,680</u>
Ending Balance December 31, 2018	<u>\$ 4,693,283</u>	<u>\$ 6,359,573</u>	<u>\$ (1,666,290)</u>

For the year ended December 31, 2019, the City recognized pension expense of \$487,616.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

At December 31, 2019, the City reported deferred inflows of resources and deferred outflows of resources, its contributions subsequent to the measurement date, related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 486,193
Changes in Actuarial Assumptions	63,458	308,667
Net Difference Between Projected and Actual Earnings on Plan Investments	306,416	-
Contributions to Plan Subsequent to the Measurement Date	248,007	-
Total	\$ 617,881	\$ 794,860

Deferred outflows of resources totaling \$248,007 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, 2020. Other amounts reported as deferred outflows and inflows of resources related to the plan will be recognized in pension expense as follows:

2020	\$ (25,682)
2021	(147,096)
2022	(138,296)
2023	25,603
2024	(139,515)
Thereafter	-
Total	\$ (424,986)

E. Actuarial assumptions

The total pension liability at December 31, 2018 was determined using the entry age normal actuarial cost method and the following actuarial assumptions:

Active Firefighters are assumed to retire at the later of age 53 and 20 years of service	N/A
Salary increases	5.00%
Investment Rate of Return	3.71%
20-Year Municipal Bond Yield	3.71%

The 20-year municipal bond yield actuarial assumption changed from 3.31% in 2017 to 3.71% in 2018. There were no other changes in actuarial assumptions in 2018.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates for expected future real rates of return (expected returns, net of inflation) were developed for each asset class using the plan's target investment allocation along with long-term return expectations by asset class. Inflation expectations were applied to derive the nominal rate of return for the portfolio.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Domestic Fixed Income	30.00 %	1.10 %
International Fixed Income	5.00	1.40
Domestic Equity	45.00	5.00
International Equity	15.00	5.30
Cash	<u>5.00</u>	0.50
Total	<u><u>100.00 %</u></u>	

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 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.

G. Pension liability sensitivity

The following presents the City's net pension liability (asset) for the 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:

	<u>1 Percent Decrease (5.00%)</u>	<u>Current (6.00%)</u>	<u>1 Percent Increase (7.00%)</u>
Defined benefit plan	\$ (1,207,665)	\$ (1,666,290)	\$ (2,050,979)

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

H. Pension plan fiduciary net position

The Association issues a publicly available financial report. The report may be obtained by writing to the White Bear Lake Fire Department Relief Association, 4701 Highway 61 North, White Bear Lake, MN 55110.

Note 9: Inter-fund Receivables, Payables, and Transfers

A. Due To and Due From Other Funds

The City has one interfund receivable/payable as of December 31, 2019. The loan was established to eliminate cash flow deficiencies. These loans are as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
License Bureau	\$ 245,985	\$ -
Ambulance	-	245,985
	<u>\$ 245,985</u>	<u>\$ 245,985</u>

The internal balances amount on the Statement of Net Position represents the consolidation of internal service fund activities related to governmental and enterprise fund activities. This is a reconciliation adjustment and is not a formal due to and due from fund.

The Non-Bonded Fund and the HRA Tax Increment Pool Fund have internal advances from various funds as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
Insurance Fund	\$ 400,000	\$ -
Non-Bonded Debt Fund	-	400,000
Economic Development Fund	750,000	-
HRA Tax Increment Pool Fund	-	750,000
Total	<u>\$ 1,150,000</u>	<u>\$ 1,150,000</u>

CITY OF WHITE BEAR LAKE, MINNESOTA
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B. Transfers

The composition of inter-fund transfers for the year ended December 31, 2019 is as follows:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Water Fund	\$ 120,000	(1)
	Sewer Fund	110,000	(1)
	Refuse Fund	110,000	(1)
	Ambulance Fund	140,000	(1)
	Interim Construction Fund	1,065,000	(1)
	Non-Major Governmental Funds	70,000	(1)
	HRA Tax Increment Pool	25,000	(1)
		<u>1,640,000</u>	
Non-Bonded Debt Fund	G.O. Building Debt Fund	204,341	(9)
	Water Fund	125,000	(4)
		<u>329,341</u>	
G.O. Building Debt Fund	Non-Bonded Debt Fund	1,400,000	(10)
	Non-Major Governmental Funds	155,000	(8)
		<u>1,555,000</u>	
Interim Construction Fund	Non-Bonded Debt Fund	242,500	(2)
	Community Reinvestment Fund	105,000	(2)
	Non-Major Business-Type Fund	150,000	(2)
		<u>497,500</u>	
Municipal Building	Non-Major Governmental Funds	10,000	(6)
Ambulance Fund	Non-Major Governmental Funds	235,200	(12)
	Non-Bonded Debt Fund	200,000	(3)
		<u>435,200</u>	
Non-Major Governmental Funds	General Fund	25,000	(5)
	Community Reinvestment Fund	30,000	(2)
	HRA Tax Increment Pool	135,000	(7)
	Non-Bonded Debt Service Fund	502,776	(7),(11)
	Insurance Fund	235,000	(7),(12)
	Non-Major Business-Type Fund	160,000	(7)
		<u>1,087,776</u>	
Total Transfers		<u>\$ 5,554,817</u>	

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

- 1) Provide funding for professional and administrative services
- 2) Provide Funding for various capital improvement projects
- 3) Provide funding to stabilize fund balance
- 4) Provide funding to repay a loan to stabilize fund balance
- 5) Provide funding for Armory operations
- 6) Contribute resources to build reserves for future facility improvements
- 7) Provide funding for debt service payment obligations
- 8) Provide funding for the YMCA Bond internal funding payment
- 9) Close out the G.O. Building Debt Fund
- 10) Write off interfund loan with the G.O. Building Debt Fund and transfer the remaining balance of the interfund loan between the G.O. Building Debt Fund and the Insurance Fund to the Non-Bonded Debt Fund
- 11) Move special assessments received by the non-bonded debt service fund in 2018 that were applicable to the debt issue
- 12) Provide funding for the purchase of capital equipment

Note 10: Note Receivable

On December 11, 2017, the City entered into an agreement with the White Bear Lake Area Hockey Association to share the cost of the Sports Center Renovation. The Association agreed to provide up to \$2,500,000 in cost sharing for the project, \$500,000 of which was fronted as an initial contribution to the project. The annual interest rate is 3.27%. Annual principal and interest payments are due December 1 of each year and are summarized below:

<u>Year Ending December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 78,950	\$ 58,860	\$ 137,810
2021	81,531	56,278	137,810
2022	84,197	53,612	137,810
2023	86,950	50,859	137,810
2024	89,794	48,016	137,810
2024 - 2028	494,981	194,067	689,048
2029 - 2033	581,379	107,669	689,048
2034 - 2038	302,218	16,961	319,179
Total	<u>\$ 1,800,000</u>	<u>\$ 586,322</u>	<u>\$ 2,386,322</u>

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
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Note 11: Components of Fund Balance

At December 31, 2019, portions of the City's fund balance are not available for appropriation due either not being in spendable form (Non-spendable); a prepaid item or has legal restrictions (Restricted); and/or being held because of City Council action (Committed). The following is a summary of the components of fund balance:

	General	Non-Bonded Debt	Interim Construct.	Municipal Building	HRA Tax Increment	Comm. Reinvest.	Non-Major	Total
Nonspendable								
Prepaid items	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	2,400	\$ 2,400
Restricted								
Debt Service	-	-	-	-	-	-	1,148,411	1,148,411
Total Restricted	-	-	-	-	-	-	1,148,411	1,148,411
Committed								
Armory	-	-	-	-	-	-	48,160	48,160
Marina	-	-	-	-	-	-	222,160	222,160
Forfeiture	-	-	-	-	-	-	54,045	54,045
Sports Center	-	-	-	-	-	-	264,837	264,837
Advances	-	-	-	-	-	-	750,000	750,000
Capital Improvement	-	-	-	924,875	-	7,804,084	3,569,144	12,298,103
Economic Devevelopment	-	-	-	-	-	-	2,509,228	2,509,228
Total Committed	-	-	-	924,875	-	7,804,084	7,417,574	16,146,533
Assigned								
Capital Improvement	-	-	4,400,538	-	-	-	-	4,400,538
Surface Water	-	-	-	-	-	-	835,054	835,054
Debt Service	-	404,761	-	-	-	-	-	404,761
Total Assigned	-	404,761	4,400,538	-	-	-	835,054	5,640,353
Unassigned	4,902,116	-	-	-	(57,808)	-	-	4,844,308
Total	\$ 4,902,116	\$ 404,761	\$ 4,400,538	\$ 924,875	\$ (57,808)	\$ 7,804,084	\$ 9,403,439	\$ 27,782,005

Note 12: Other Commitments and Contingencies

In connection with the normal conduct of its affairs, the City is involved in various claims, litigation and judgments. It is expected that the final settlement of these matters will not materially affect the financial condition of the City.

The City Attorney has indicated that existing and pending lawsuits, claims and other actions in which the City is a defendant are either covered by insurance; of an immaterial amount; or, in the judgment of the City attorney, remotely recoverable by plaintiffs.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Note 13: Federally Assisted Programs - Compliance Audits

The City receives financial assistance from Federal and State governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the applicable fund.

However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2019.

Note 14: Risk Management

The City established the Insurance Fund to account for losses related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or natural disaster. The Insurance Fund provides for losses up to \$25,000 for each claim (annual aggregate is \$100,000). The City purchases commercial insurance coverage above the deductible amount through the League of Minnesota Insurance Trust with other cities in the State. This is a public entity risk pool currently operating as a common risk management and insurance program. The City pays an annual premium to the League for its insurance coverage. The League of Minnesota Cities Insurance Trust is self-sustaining through member premiums and re-insures through commercial companies for excess claims. The City is covered through the pool for any claims incurred but unreported, but retains risk for the deductible portion of its insurance policies. The amount of the deductibles is considered immaterial to the financial statements.

There were no significant reductions in insurance from the previous year or settlements in excess of insurance coverage for any of the past three fiscal years.

The City's workers compensation insurance policy changed from the retrospectively rated premium to a deductible premium option as of February 1, 2019. Transactions related to workers compensation insurance are reported in the Employment Expense Fund.

The Insurance and Employment Expense Funds are presented as internal service funds. All funds of the City participate in the programs and make payments to the Insurance and Employment Expense fund based on historical cost information. At December 31, 2019, there is no liability reported in the funds based on the requirements of Governmental Accounting Standards Board Statement Number 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

CITY OF WHITE BEAR LAKE, MINNESOTA
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December 31, 2019

Note 15: Other Post-Employment Benefits

A. Plan description

The City's defined benefit OPEB plan provides a single-employer defined benefit health care plan to eligible retirees. The plan offers medical coverage. Medical coverage is administered by Medica. Dental coverage is administered by Health Partners. It is the City's policy to periodically review its medical coverage and to obtain requests for proposals in order to provide the most favorable benefits and premiums for City employees and retirees. No assets are accumulated in a trust.

B. Benefits provided

The plan is required by State Statute to provide healthcare insurance for eligible retirees and their spouses through the City's group health insurance plan, which covers both active and retired members. Retirees reimburse the city of the total cost of their healthcare insurance, plus a two percent administrative fee.

C. Contributions

Retirees contribute to the health care plan at the same rate as City employees. This results in the retirees receiving an implicit rate subsidy. Contribution requirements are established by the City, based on the contract terms with Medica and Health Partners. The required contributions are based on projected pay-as-you-go financing requirements. For the year 2019, the City contributed \$0 to the plan.

D. Members

As of December 31, 2019, the following were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	11
Active employees	<u>75</u>
Total	<u><u>86</u></u>

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

E. Actuarial assumptions

The total OPEB liability was determined by an actuarial valuation as of December 31, 2019, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Key Methods and Assumptions Used in Valuation of Total OPEB Liability

Investment rate of return	3.50%, net of investment expense
Salary increases	3.50% to 11.50% for General Employees; 3.50% to 12.50% for Police and Fire Employees
Inflation	2.50%
Healthcare cost trend increases	9.0% initially, gradually decreasing to an ultimate rate of 3.5% in year 10
Mortality assumption	RP-2014 annuitant generational mortality table, projected with scale MP-2015 from a base year of 2014 (MP-2016 from a base year of 2006 for Police and Fire employees)

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study for the period January 1, 2017 - December 31, 2017.

The discount rate used to measure the total OPEB liability was 2.75% based on the estimated yield of 20-Year-AA-rated municipal bonds.

F. Total OPEB liability

The City's total OPEB liability of \$1,341,760 was measured as of December 31, 2019, and was determined by an actuarial valuation as of that date.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Changes in the total OPEB liability are as follows:

	<u>Total OPEB Liability</u>
Balances at January 1, 2019	<u>\$ 951,784</u>
Changes for the year	
Service cost	46,821
Interest	34,686
Differences between expected and actual economic experience	187,941
Changes of assumptions	201,075
Benefit payments	<u>(80,547)</u>
Net changes	<u>389,976</u>
Balances at December 31, 2019	<u><u>\$ 1,341,760</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.71% in 2018 to 2.75% in 2019.

G. OPEB liability sensitivity

The following presents the City's total OPEB liability calculated using the discount rate of 2.75% as well as the liability measured using 1% lower and 1% higher than the current discount rate.

Total OPEB Liability/(Asset)		
1% decrease (1.75%)	Current (2.75%)	1% increase (3.75%)
\$ 1,463,997	\$ 1,341,760	\$ 1,231,610

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower and 1% higher than the current healthcare cost trend rates.

Total OPEB Liability/(Asset)		
1% decrease	Current	1% increase
(8.0% decreasing to 2.5%)	(9.0% decreasing to 3.5%)	(10.0% decreasing to 4.5%)
\$ 1,210,429	\$ 1,341,760	\$ 1,492,912

H. OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB

For the year ended December 31, 2019, the City recognized OPEB expense of \$34,355. At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 170,430	\$ 2,382
Changes of assumptions	182,341	22,501
Total	\$ 352,771	\$ 24,883

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Financial Statements
December 31, 2019

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending December 31,	Total
2020	\$ 33,395
2021	33,395
2022	33,395
2023	33,395
2024	33,395
2025	33,395
2026	33,395
Thereafter	94,123
Total	\$ 327,888

Note 16: Conduit Debt Obligations

From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial, commercial, and educational facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans.

Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, State, any political subdivision thereof, is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2019, there were twenty-five series of Industrial Revenue Bonds outstanding.

The aggregate principal amount payable for the eighteen series issued after July 1, 1995, was estimated to be \$82,506,579.

The aggregate principal amount payable for the seven series issued prior to July 1, 1995, could not be determined; however, their original amount totaled \$27,105,000.

Note 17: Subsequent Events

On May 12, 2020, the City Council approved the issuance of General Obligation Bonds, Series 2020A in the amount of \$4,880,000 to finance the 2020 Street Improvement Projects, water system improvements, and capital equipment purchases.

In December 2019, a novel strain of coronavirus (COVID-19) surfaced. The spread of COVID-19 around the world in the first quarter of 2020 has caused significant volatility in U.S. and international markets. There is significant uncertainty around the breadth and duration of business disruptions related to COVID-19, as well as its impact on the U.S. and international economies and, as such, the City is unable to determine if it will have a material impact to its operations.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WHITE BEAR LAKE
WHITE BEAR LAKE, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2019

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Required Supplemental Information
December 31, 2019

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
6/30/2019	0.0649 %	\$ 3,588,176	\$ 111,495	3,699,671	\$ 4,708,610	78.6 %	80.2 %
6/30/2018	0.0723	4,010,908	131,615	4,142,523	4,743,584	87.3	79.5
6/30/2017	0.0734	4,685,808	58,907	4,744,715	4,549,458	104.3	75.9
6/30/2016	0.0684	5,553,741	72,541	5,626,282	4,421,512	127.2	68.9
6/30/2015	0.0717	3,715,866	-	3,715,866	4,381,773	84.8	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)
12/31/2019	\$ 343,333	\$ 343,333	-	4,577,773	7.5 %
12/31/2018	357,270	357,270	-	4,763,600	7.5
12/31/2017	355,409	355,409	-	4,738,783	7.5
12/31/2016	328,868	328,868	-	4,384,906	7.5
12/31/2015	327,158	327,158	-	4,362,107	7.5

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

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Required Supplemental Information
December 31, 2019

Notes to the Required Supplementary Information - General Employees Fund

Changes in actuarial assumptions

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 WHITE BEAR LAKE, MINNESOTA
Notes to Required Supplemental Information
December 31, 2019

Changes in plan provisions

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.

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.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Required Supplemental Information
December 31, 2019

Schedule of Employer's Share of PERA Net Pension Liability - Police and Fire 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
6/30/2019	0.2442 %	\$ 3,445,049	-	3,445,049	\$ 3,277,385	105.1 %	89.3 %
6/30/2018	0.2543	2,710,576	-	2,710,576	2,808,744	96.5	88.8
6/30/2017	0.2540	3,429,302	-	3,429,302	2,514,962	136.4	85.4
6/30/2016	0.2500	10,032,935	-	10,032,935	2,503,201	400.8	63.9
6/30/2015	0.2530	2,874,672	-	2,874,672	2,114,755	135.9	86.6

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

Schedule of Employer's PERA Contributions - Police and Fire Fund

Year Ending	Statutorily Required Contribution (a)	Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	City's Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
12/31/2019	\$ 657,326	\$ 657,326	\$ -	3,878,029	17.0 %
12/31/2018	474,595	474,595	-	2,929,599	16.2
12/31/2017	408,224	408,224	-	2,519,899	16.2
12/31/2016	402,054	402,054	-	2,481,816	16.2
12/31/2015	400,740	400,740	-	2,473,704	16.2

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

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Required Supplemental Information
December 31, 2019

Notes to the Required Supplementary Information - Public Employees Police and Fire Fund

Changes in actuarial assumptions

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

2018 - The mortality projection scale was changed from MP-2016 to MP-2017.

2017 - Assumed salary increases were changed as recommended in the June 30, 2016 experience study. The net effect is proposed rates that average 0.34 percent lower than the previous rates. Assumed rates of retirement were changed, resulting in fewer retirements. The Combined Service Annuity (CSA) load was 30 percent for vested and non-vested deferred members. The CSA has been changed to 33 percent for vested members and 2 percent for non-vested members. The base mortality table for healthy annuitants was changed from the RP-2000 fully generational table to the RP-2014 fully generational table (with a base year of 2006), with male rates adjusted by a factor of 0.96. The mortality improvement scale was changed from Scale AA to Scale MP-2016. The base mortality table for disabled annuitants was changed from the RP-2000 disabled mortality table to the mortality tables assumed for healthy retirees. Assumed termination rates were decreased to 3.0 percent for the first three years of service. Rates beyond the select period of three years were adjusted, resulting in more expected terminations overall. Assumed percentage of married female members was decreased from 65 percent to 60 percent. Assumed age difference was changed from separate assumptions for male members (wives assumed to be three years younger) and female members (husbands assumed to be four years older) to the assumption that males are two years older than females. The assumed percentage of female members electing joint and survivor annuities was increased. The assumed post-retirement benefit increase rate was changed from 1.00 percent for all years to 1.00 percent per year through 2064 and 2.50 percent thereafter. The single discount rate was changed from 5.6 percent to 7.5 percent.

2016 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2037 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 5.6 percent. 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 2037 and 2.5 percent per year thereafter.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Required Supplemental Information
December 31, 2019

Changes in plan provisions

2018 - As set by statute, the assumed post-retirement benefit increase was changed from 1.0 percent per year through 2064 and 2.5 percent per year, thereafter, to 1.0 percent for all years, with no trigger. An end date of July 1, 2048 was added to the existing \$9.0 million state contribution. New annual state aid will equal \$4.5 million in fiscal years 2019 and 2020, and \$9.0 million thereafter until the plan reaches 100 percent funding, or July 1, 2048, if earlier. Member contributions were changed from 10.80 percent to 11.30 percent of pay, effective January 1, 2019 and 11.80 percent of pay, effective January 1, 2020. Employer contributions were changed from 16.20 percent to 16.95 percent of pay, effective January 1, 2019 and 17.70 percent of pay, effective January 1, 2020. 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. Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

2017- Assumed salary increases were changed as recommended in the June 30, 2016 experience study. The net effect is proposed rates that average 0.34 percent lower than the previous rates. Assumed rates of retirement were changed, resulting in fewer retirements. The combined service annuity (CSA) load was 30.00 percent for vested and non-vested, deferred members. The CSA has been changed to 33.00 percent for vested members and 2.00 percent for non-vested members. The base mortality table for healthy annuitants was changed from the RP-2000 fully generational table to the RP-2014 fully generational table (with a base year of 2006), with male rates adjusted by a factor of 0.96. The mortality improvement scale was changed from Scale AA to Scale MP-2016. The base mortality table for disabled annuitants was changed from the RP-2000 disabled mortality table to the mortality tables assumed for healthy retirees. Assumed termination rates were decreased to 3.00 percent for the first three years of service. Rates beyond the select period of three years were adjusted, resulting in more expected terminations overall. Assumed percentage of married female members was decreased from 65.00 percent to 60.00 percent. Assumed age difference was changed from separate assumptions for male members (wives assumed to be three years younger) and female members (husbands assumed to be four years older) to the assumption that males are two years older than females. The assumed percentage of female members electing joint and survivor annuities was increased. The assumed postretirement benefit increase rate was changed from 1.00 percent for all years to 1.00 percent per year through 2064 and 2.50 percent thereafter. The single discount rate was changed from 5.60 percent per annum to 7.50 percent per annum.

2015 - The post-retirement benefit increase to be paid after attainment of the 90 percent funding threshold was changed, from inflation up to 2.5 percent, to a fixed rate of 2.5 percent.

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Required Supplemental Information
December 31, 2019

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

	2018	2017	2016	2015	2014
Total pension liability					
Service cost	\$ 156,301	\$ 151,749	\$ 137,576	\$ 133,569	\$ 145,189
Interest	253,096	253,714	261,707	249,002	247,887
Changes of benefit terms	406,243	-	-	-	-
Differences between expected and actual experience	(466,686)	-	(194,578)	-	(14,592)
Changes of assumptions	(370,400)	-	-	190,378	-
Benefit payments, including refunds of employee contributions	(381,789)	(505,020)	(229,516)	(433,174)	(239,818)
Net change in total pension liability	<u>(403,235)</u>	<u>(99,557)</u>	<u>(24,811)</u>	<u>139,775</u>	<u>138,666</u>
Total pension liability - January 1	<u>5,096,518</u>	<u>5,196,075</u>	<u>5,220,886</u>	<u>5,081,111</u>	<u>4,942,445</u>
Total pension liability - December 31, (a)	<u>\$ 4,693,283</u>	<u>\$ 5,096,518</u>	<u>\$ 5,196,075</u>	<u>\$ 5,220,886</u>	<u>\$ 5,081,111</u>
Plan fiduciary net position					
Contributions - employer	241,116	232,194	231,628	229,853	216,807
Net investment income	(479,034)	966,600	495,777	(293,258)	278,508
Benefit payments, including refunds of employee contributions	(381,789)	(505,020)	(229,516)	(433,174)	(239,818)
Administrative expense	(45,208)	(29,980)	(24,898)	(32,395)	(29,243)
Other	1,000	2,000	-	275	137
Net change in plan fiduciary net position	<u>(663,915)</u>	<u>665,794</u>	<u>472,991</u>	<u>(528,699)</u>	<u>226,391</u>
Plan fiduciary net position - January 1	<u>7,023,488</u>	<u>6,357,694</u>	<u>5,884,703</u>	<u>6,413,402</u>	<u>6,187,011</u>
Plan fiduciary net position - December 31 (b)	<u>\$ 6,359,573</u>	<u>\$ 7,023,488</u>	<u>\$ 6,357,694</u>	<u>\$ 5,884,703</u>	<u>\$ 6,413,402</u>
Fire Relief's net pension liability (asset) - December 31 (a-b)	<u>\$ (1,666,290)</u>	<u>\$ (1,926,970)</u>	<u>\$ (1,161,619)</u>	<u>\$ (663,817)</u>	<u>\$ (1,332,291)</u>
Plan fiduciary net position as a percentage of the total pension liability (b/a)	135.50%	137.81%	122.36%	112.71%	126.22%
Covered payroll	N/A	N/A	N/A	N/A	N/A
Fire Relief's net pension liability (asset) as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A

Notes to Schedule:

Benefit changes. There have been no plan changes since the January 1, 2018 valuation.

Changes of assumptions. In 2015, amounts reported as changes of assumptions resulted primarily from adjustments to expected retirement ages of general employees. In 2018, amounts reported as changes of assumptions resulted from an adjustment to the 20-year municipal bond rate. The assumed rate of investment was changed from 5.00 percent to 6.00 percent. The base mortality table for healthy and disabled annuitants was changed from the RP-2000 fully generational table to the RF-2014 fully generational table (with a base year of 2006), with male rates adjusted by a factor of 0.96. The mortality improvement scale was changed from Scale AA to Scale MP-2017.

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

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Required Supplemental Information
December 31, 2019

Schedule of Employer's Fire Relief Association Contributions

Year Ending	Actuarial Determined Contribution (a)	Actual Contributions Paid (b)	Contribution Deficiency (Excess) (a-b)
12/31/18	\$ 87,554	\$ 241,116	(153,562)
12/31/17	83,385	232,194	(148,809)
12/31/16	55,672	231,628	(175,956)
12/31/15	53,021	229,853	(176,832)
12/31/14	130,890	216,807	(85,917)

Schedule of Changes in Total OPEB Liability and Related Ratios

	2019	2018
Total OPEB Liability		
Service cost	\$ 46,821	\$ 48,139
Interest	34,686	31,391
Difference between expected and actual experience	187,941	(2,928)
Changes of assumptions	201,075	(27,655)
Benefit payments	(80,547)	(42,950)
Net change in total OPEB liability	<u>389,976</u>	<u>5,997</u>
Beginning of year	<u>951,784</u>	<u>945,787</u>
End of year	<u>\$ 1,341,760</u>	<u>\$ 951,784</u>
Covered payroll	\$ 6,264,746	\$ 5,796,259
Total OPEB liability as a percentage of covered - employee payroll	21.42%	16.42%

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City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Revenues				
Property taxes	\$ 5,880,000	\$ 5,855,000	\$ 5,863,634	\$ 8,634
Franchise fees	315,000	330,154	330,154	-
License and permits				
Business license and permits	147,400	138,050	141,156	3,106
Non-Business license and permits	603,000	609,100	739,086	129,986
Total license and permits	750,400	747,150	880,242	133,092
Fines	95,000	91,000	87,063	(3,937)
Intergovernmental				
Federal grants	180,000	177,300	198,866	21,566
State grants	1,835,297	1,868,687	1,905,579	36,892
County grants	44,000	34,000	21,265	(12,735)
Local grants	152,000	151,000	151,000	-
Total intergovernmental	2,211,297	2,230,987	2,276,710	45,723
Charges for services				
General government	500	500	445	(55)
Public safety	488,000	484,000	479,580	(4,420)
Public works	1,800	1,800	392	(1,408)
Other	-	-	17,830	17,830
Inspection services	140,000	140,000	161,838	21,838
Total charges for services	630,300	626,300	660,085	33,785
Interest	115,000	115,000	169,651	54,651
Rental Income	65,000	37,315	42,070	4,755
Refunds and reimbursements	3,000	350	4,117	3,767
Donations	2,000	2,000	2,620	620
Miscellaneous	-	4,065	46,939	42,874
Total revenues	10,066,997	10,039,321	10,363,285	323,964
Expenditures				
General government				
Mayor and Council				
Personal services	94,406	96,514	98,205	1,691
Supplies	6,200	6,200	5,806	(394)
Other services and charges	47,919	47,574	46,589	(985)
Total Mayor and Council	148,525	150,288	150,600	312

(Continued)

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
City Manager				
Personal services	\$ 347,416	\$ 357,391	\$ 356,552	\$ (839)
Supplies	1,000	1,000	231	(769)
Other services and charges	21,471	21,471	20,957	(514)
Total city manager	<u>369,887</u>	<u>379,862</u>	<u>377,740</u>	<u>(2,122)</u>
Finance				
Personal services	507,735	501,869	498,262	(3,607)
Supplies	2,450	2,000	958	(1,042)
Other services and charges	103,180	115,285	105,796	(9,489)
Total finance	<u>613,365</u>	<u>619,154</u>	<u>605,016</u>	<u>(14,138)</u>
Legal counselor				
Other services and charges	<u>72,169</u>	<u>58,034</u>	<u>46,039</u>	<u>(11,995)</u>
City hall				
Personal services	170,469	170,354	170,995	641
Supplies	20,450	19,320	16,241	(3,079)
Other services and charges	125,163	127,128	118,221	(8,907)
Total city hall	<u>316,082</u>	<u>316,802</u>	<u>305,457</u>	<u>(11,345)</u>
Elections				
Other services and charges	<u>58,771</u>	<u>59,911</u>	<u>59,409</u>	<u>(502)</u>
Total general government	<u>1,578,799</u>	<u>1,584,051</u>	<u>1,544,261</u>	<u>(39,790)</u>
Community development				
Planning				
Personal services	327,003	310,531	310,765	234
Supplies	2,425	1,825	291	(1,534)
Other services and charges	29,208	25,808	19,740	(6,068)
Total community development	<u>358,636</u>	<u>338,164</u>	<u>330,796</u>	<u>(7,368)</u>

(Continued)

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Public safety				
Police				
Personal services	\$ 4,074,213	\$ 4,153,375	\$ 4,038,141	\$ (115,234)
Supplies	170,755	179,095	176,687	(2,408)
Other services and charges	226,621	230,626	245,992	15,366
Total police	<u>4,471,589</u>	<u>4,563,096</u>	<u>4,460,820</u>	<u>(102,276)</u>
Dispatch				
Personal services	126,943	-	-	-
Other services and charges	200,000	203,000	204,158	1,158
Total dispatch	<u>326,943</u>	<u>203,000</u>	<u>204,158</u>	<u>1,158</u>
Animal control				
Personal services	15,655	14,227	10,760	(3,467)
Supplies	750	750	120	(630)
Other services and charges	7,000	6,050	4,773	(1,277)
Total animal control	<u>23,405</u>	<u>21,027</u>	<u>15,653</u>	<u>(5,374)</u>
Legal prosecution				
Personal services	970	970	258	(712)
Other services and charges	148,000	148,100	148,150	50
Total legal prosecution	<u>148,970</u>	<u>149,070</u>	<u>148,408</u>	<u>(662)</u>
Fire				
Personal services	635,700	662,111	614,936	(47,175)
Supplies	78,170	80,835	63,048	(17,787)
Other services and charges	188,725	187,375	176,395	(10,980)
Total fire	<u>902,595</u>	<u>930,321</u>	<u>854,379</u>	<u>(75,942)</u>
Emergency preparedness				
Supplies	5,550	6,415	3,783	(2,632)
Other services and charges	8,599	9,299	7,311	(1,988)
Total emergency preparedness	<u>14,149</u>	<u>15,714</u>	<u>11,094</u>	<u>(4,620)</u>

(Continued)

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Building and code enforcement				
Personal services	\$ 520,050	\$ 493,201	\$ 486,068	\$ (7,133)
Supplies	12,200	11,200	9,205	(1,995)
Other services and charges	82,223	81,273	95,838	14,565
Total building / code enforcement	<u>614,473</u>	<u>585,674</u>	<u>591,111</u>	<u>5,437</u>
Total public safety	<u>6,502,124</u>	<u>6,467,902</u>	<u>6,285,623</u>	<u>(182,279)</u>
Public works				
Shop				
Personal services	84,633	85,537	89,028	3,491
Supplies	13,000	15,120	15,610	490
Other services and charges	88,200	93,615	87,957	(5,658)
Total shop	<u>185,833</u>	<u>194,272</u>	<u>192,595</u>	<u>(1,677)</u>
Engineering				
Personal services	674,677	569,777	559,832	(9,945)
Supplies	8,450	9,250	5,030	(4,220)
Other services and charges	71,117	65,717	53,569	(12,148)
Total engineering	<u>754,244</u>	<u>644,744</u>	<u>618,431</u>	<u>(26,313)</u>
Garage				
Personal services	86,099	89,026	87,732	(1,294)
Supplies	35,800	28,150	21,614	(6,536)
Other services and charges	23,570	24,320	13,609	(10,711)
Total garage	<u>145,469</u>	<u>141,496</u>	<u>122,955</u>	<u>(18,541)</u>
Streets				
Personal services	312,799	343,882	332,535	(11,347)
Supplies	75,750	83,675	68,195	(15,480)
Other services and charges	142,477	132,677	122,502	(10,175)
Total streets	<u>531,026</u>	<u>560,234</u>	<u>523,232</u>	<u>(37,002)</u>
Snow and ice removal				
Personal services	98,210	68,391	80,063	11,672
Supplies	98,000	98,400	100,128	1,728
Other services and charges	37,718	78,818	85,156	6,338
Total snow and ice removal	<u>233,928</u>	<u>245,609</u>	<u>265,347</u>	<u>19,738</u>
Street lighting				
Personal services	10,000	10,001	10,251	250
Supplies	13,100	13,100	10,735	(2,365)
Other services and charges	168,000	168,000	159,880	(8,120)
Total street lighting	<u>191,100</u>	<u>191,101</u>	<u>180,866</u>	<u>(10,235)</u>
Total public works	<u>2,041,600</u>	<u>1,977,456</u>	<u>1,903,426</u>	<u>(74,030)</u>
Parks and recreation				
Personal services	533,752	549,904	528,349	(21,555)
Supplies	72,635	74,735	68,650	(6,085)
Other services and charges	126,238	102,278	69,215	(33,063)
Total parks and recreation	<u>732,625</u>	<u>726,917</u>	<u>666,214</u>	<u>(60,703)</u>

(Continued)

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Non-departmental				
General services	\$ 95,000	\$ 86,100	\$ 86,747	\$ 647
Contingency	14,220	14,220	34,411	20,191
Total non-departmental	<u>109,220</u>	<u>100,320</u>	<u>121,158</u>	<u>20,838</u>
Total expenditures	<u>11,323,004</u>	<u>11,194,810</u>	<u>10,851,478</u>	<u>(343,332)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,256,007)</u>	<u>(1,155,489)</u>	<u>(488,193)</u>	<u>667,296</u>
Other financing sources (uses)				
Sale of property	1,000	1,000	1,643	643
Transfers in	1,640,000	1,640,000	1,640,000	-
Transfers out	(25,000)	(25,000)	(25,000)	-
Total other financing sources (uses)	<u>1,616,000</u>	<u>1,616,000</u>	<u>1,616,643</u>	<u>643</u>
Net change in fund balance	359,993	460,511	1,128,450	667,939
Fund balance - beginning	<u>3,614,470</u>	<u>3,773,666</u>	<u>3,773,666</u>	<u>-</u>
Fund balance - ending	<u>\$ 3,974,463</u>	<u>\$ 4,234,177</u>	<u>\$ 4,902,116</u>	<u>\$ 667,939</u>

CITY OF WHITE BEAR LAKE, MINNESOTA
Notes to Required Supplemental Information
December 31, 2019

1. Budgetary Reporting

A. The Schedule

The budgetary comparison schedule presents the comparison of the original and legally amended budget with actual amounts on a departmental level for the General and Special Revenue funds. The departmental level budgets are adopted on a basis consistent with generally accepted accounting principles. The fund balance reports revenue in the period in which they become measurable and available.

B. Summary of Significant Budget Policies

The City Charter, Sections 5.03 through 5.09, sets forth the requirements that the City Manager must prepare and submit an annual budget to the City Council. The Council conducts informal budget discussions with the City Manager on an on-going basis. The Mayor, City Council, and citizens are asked to convey budget priorities to the City Manager prior to preparation of the proposed budget. The White Bear Lake City Charter requires the City Manager to enforce the provisions of the budget upon adoption. Minnesota State Law requires that the preliminary budget and proposed tax levy be approved by the City Council prior to September 30 of each year. State statutes require the preliminary property tax levy be certified to the County Auditor by September 30. Once the City adopts the proposed tax levy, the final tax levy can be decreased, but not increased, over the certified proposed tax levy. The City Council is required to adopt the final tax levy and submit the levy to the County Auditor by December 28.

C. Budget Amendments

After the budget resolution has been adopted, the Council, under Section 5.09 of the City Charter, shall have no power to increase the amounts fixed in the budget resolution, by insertion of new items or otherwise, beyond the estimated revenues, unless actual receipts exceed the estimates and then not beyond the actual receipts. The Council may at any time, by resolution, reduce the sums appropriated for any purpose by the budget resolution. The Council may, by four-fifths majority vote, authorize the transfer of sums from unencumbered balances of appropriations in the budget resolution to other purposes, except from dedicated funds, and subject to the limitations of the City Charter.

D. Budgetary Compliance

There were no budgetary compliance violations for the fiscal year ending December 31, 2019.

COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES

CITY OF WHITE BEAR LAKE
WHITE BEAR LAKE, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2019

City of White Bear Lake, Minnesota
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2019

	Special Revenue Funds		
	Surface Water		
	Armory	Pollution Prevention	Marina
Assets			
Cash	\$ 71,525	\$ 835,598	\$ 222,160
Receivables:			
Unremitted special assessments	-	-	-
Delinquent special assessments	-	-	-
Unavailable special assessments	-	-	-
Loans	-	-	-
Accounts, net	-	-	-
Intergovernmental	-	-	-
Prepaid expenses	-	-	-
Advances to other funds	-	-	-
	<hr/>		
Total assets	<u>\$ 71,525</u>	<u>\$ 835,598</u>	<u>\$ 222,160</u>
	<hr/>		
Liabilities:			
Accounts payable	\$ 2,790	\$ 544	\$ -
Deposits payable	850	-	-
Intergovernmental	-	-	-
Unearned revenue - other	19,725	-	-
Total liabilities	<u>23,365</u>	<u>544</u>	<u>-</u>
	<hr/>		
Deferred Inflows of Resources			
Unavailable revenue - Special assessments	-	-	-
	<hr/>		
Fund Balances:			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	48,160	-	222,160
Assigned	-	835,054	-
Total fund balances	<u>48,160</u>	<u>835,054</u>	<u>222,160</u>
	<hr/>		
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 71,525</u>	<u>\$ 835,598</u>	<u>\$ 222,160</u>

Special Revenue Funds			Debt Service Funds		
Forfeiture	Sports Center	Economic Development	2012 Special Assessment	2012 Refunding Tax Increment	2016 Tax Increment
\$ 55,887	\$ 241,551	\$ 2,125,859	\$ 30,156	\$ 85,563	\$ 29,427
-	-	-	-	-	-
-	-	9,463	-	-	-
-	-	106,650	-	-	-
-	-	394,554	-	-	-
-	57,424	2,683	-	-	-
-	-	637	-	-	-
-	-	-	-	-	-
-	-	750,000	-	-	-
<u>\$ 55,887</u>	<u>\$ 298,975</u>	<u>\$ 3,389,846</u>	<u>\$ 30,156</u>	<u>\$ 85,563</u>	<u>\$ 29,427</u>
\$ 1,842	\$ 15,102	\$ 14,005	\$ -	\$ -	\$ -
-	-	500	-	-	-
-	108	-	-	-	-
-	18,928	-	-	-	-
<u>1,842</u>	<u>34,138</u>	<u>14,505</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	116,113	-	-	-
-	-	-	-	-	-
-	-	-	30,156	85,563	29,427
54,045	264,837	3,259,228	-	-	-
-	-	-	-	-	-
<u>54,045</u>	<u>264,837</u>	<u>3,259,228</u>	<u>30,156</u>	<u>85,563</u>	<u>29,427</u>
<u>\$ 55,887</u>	<u>\$ 298,975</u>	<u>\$ 3,389,846</u>	<u>\$ 30,156</u>	<u>\$ 85,563</u>	<u>\$ 29,427</u>

(Continued)

City of White Bear Lake, Minnesota
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2019

	Debt Service Funds		
	2018 General Obligation	2018 Tax Abatement	2019 Improvement Bonds
Assets			
Cash	\$ 501,973	\$ 145,028	\$ 346,018
Receivables:			
Unremitted special assessments	8,543	-	1,703
Delinquent special assessments	832	-	-
Unavailable special assessments	424,336	-	463,117
Loans	-	-	-
Accounts, net	-	-	-
Intergovernmental	-	-	-
Prepaid expenses	-	-	-
Advances to other funds	-	-	-
	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 935,684</u>	<u>\$ 145,028</u>	<u>\$ 810,838</u>
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Deposits payable	-	-	-
Intergovernmental	-	-	-
Unearned revenue - other	-	-	-
Total liabilities	<hr/>	<hr/>	<hr/>
	-	-	-
Deferred Inflows of Resources			
Unavailable revenue - Special assessments	<hr/>	<hr/>	<hr/>
	425,168	-	463,117
Fund Balances:			
Nonspendable	-	-	-
Restricted	510,516	145,028	347,721
Committed	-	-	-
Assigned	-	-	-
Total fund balances	<hr/>	<hr/>	<hr/>
	510,516	145,028	347,721
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 510,516</u>	<u>\$ 145,028</u>	<u>\$ 347,721</u>

Capital Projects Funds				Total Non-Major Governmental Funds
Park Improvement	Equipment Acquisition	Sewer Improvement	Water Improvement	
\$ 1,703,603	\$ 1,098,060	\$ 586,694	\$ 370,714	\$ 8,449,816
-	-	-	-	10,246
-	-	-	-	10,295
-	-	-	-	994,103
-	-	-	-	394,554
2,232	-	13,280	1,526	77,145
-	-	6,237	-	6,874
-	2,400	-	-	2,400
-	-	-	-	750,000
<u>\$ 1,705,835</u>	<u>\$ 1,100,460</u>	<u>\$ 606,211</u>	<u>\$ 372,240</u>	<u>\$ 10,695,433</u>
\$ 6,950	\$ 39,078	\$ 104,549	\$ 24	\$ 184,884
34,145	13,650	-	-	49,145
-	-	-	-	108
-	-	13,280	1,526	53,459
<u>41,095</u>	<u>52,728</u>	<u>117,829</u>	<u>1,550</u>	<u>287,596</u>
-	-	-	-	1,004,398
-	2,400	-	-	2,400
-	-	-	-	1,148,411
1,664,740	1,045,332	488,382	370,690	7,417,574
-	-	-	-	835,054
<u>1,664,740</u>	<u>1,047,732</u>	<u>488,382</u>	<u>370,690</u>	<u>9,403,439</u>
<u>\$ 1,705,835</u>	<u>\$ 1,100,460</u>	<u>\$ 606,211</u>	<u>\$ 372,240</u>	<u>\$ 10,695,433</u>

City of White Bear Lake, Minnesota
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended December 31, 2019

	Special Revenue Funds		
	Surface Water Pollution		
	Armory	Prevention	Marina
Revenues			
General property taxes	\$ -	\$ -	\$ -
Tax increment	-	-	-
Licenses and permits	-	-	-
Intergovernmental	-	112,397	-
Charges for services	-	-	-
Special assessments	-	-	-
Investment income	1,646	-	3,889
Rental and lease income	40,901	16,081	389,388
Refunds and reimbursements	5,019	7,831	-
Donations	-	-	-
Dedicated fees	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>47,566</u>	<u>136,309</u>	<u>393,277</u>
Expenditures			
Current			
General government	-	-	-
Public safety	-	-	-
Public works	-	107,265	-
Parks and recreation	67,273	-	113,111
Community development	-	-	-
Capital outlay			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Parks and recreation	-	-	-
Community development	-	-	-
Debt service			
Principal retired on bonded debt	-	-	-
Interest and other expenditures	-	-	-
Total expenditures	<u>67,273</u>	<u>107,265</u>	<u>113,111</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(19,707)</u>	<u>29,044</u>	<u>280,166</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Bonds issued	-	-	-
Premium on bonds issued	-	-	-
Transfer in from other funds	25,000	-	-
Transfer (to) other funds	(10,000)	-	(225,000)
Total other financing sources (uses)	<u>15,000</u>	<u>-</u>	<u>(225,000)</u>
Net change in fund balance	(4,707)	29,044	55,166
Fund balance - beginning	<u>52,867</u>	<u>806,010</u>	<u>166,994</u>
Fund balance - ending	<u>\$ 48,160</u>	<u>\$ 835,054</u>	<u>\$ 222,160</u>

Special Revenue Funds			Debt Service		
Forfeiture	Sports Center	Economic Development	2012 Special Assessment	2012 Refunding Tax Increment	2016 Tax Increment
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	46,091	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	558,602	36,746	-	-	-
-	-	60,056	-	-	-
1,239	4,683	46,963	325	1,477	790
-	16,975	417,801	-	-	-
33,646	-	1,652	-	-	-
-	153	-	-	-	-
-	-	-	-	-	-
11,332	6,271	15,094	-	-	-
<u>46,217</u>	<u>586,684</u>	<u>624,403</u>	<u>325</u>	<u>1,477</u>	<u>790</u>
-	-	-	-	-	-
53,786	-	-	-	-	-
-	-	-	-	-	-
-	592,639	-	-	-	-
-	-	510,612	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	865,794	-	-	-
-	-	-	185,000	160,000	75,000
-	-	-	22,153	15,500	56,188
<u>53,786</u>	<u>592,639</u>	<u>1,376,406</u>	<u>207,153</u>	<u>175,500</u>	<u>131,188</u>
<u>(7,569)</u>	<u>(5,955)</u>	<u>(752,003)</u>	<u>(206,828)</u>	<u>(174,023)</u>	<u>(130,398)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	225,000	160,000	135,000
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>225,000</u>	<u>160,000</u>	<u>135,000</u>
(7,569)	(5,955)	(752,003)	18,172	(14,023)	4,602
<u>61,614</u>	<u>270,792</u>	<u>4,011,231</u>	<u>11,984</u>	<u>99,586</u>	<u>24,825</u>
<u>\$ 54,045</u>	<u>\$ 264,837</u>	<u>\$ 3,259,228</u>	<u>\$ 30,156</u>	<u>\$ 85,563</u>	<u>\$ 29,427</u>

(Continued)

City of White Bear Lake, Minnesota
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended December 31, 2019

	Debt Service Funds		
	2018 General Obligation	2018 Tax Abatement	2019 Improvement Bonds
Revenues			
General property taxes	\$ 220,000	\$ -	\$ -
Tax increment	-	-	-
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Charges for services	-	-	-
Special assessments	104,300	-	309,493
Investment income	4,668	3,028	2,093
Rental and lease income	-	-	-
Refunds and reimbursements	-	-	-
Donations	-	-	-
Dedicated fees	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>328,968</u>	<u>3,028</u>	<u>311,586</u>
Expenditures			
Current			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Parks and recreation	-	-	-
Community development	-	-	-
Capital outlay			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Parks and recreation	-	-	-
Community development	-	-	-
Debt service			
Principal retired on bonded debt	-	-	-
Interest and other expenditures	216,952	119,208	56,358
Total expenditures	<u>216,952</u>	<u>119,208</u>	<u>56,358</u>
Excess (deficiency) of revenues over (under) expenditures	<u>112,016</u>	<u>(116,180)</u>	<u>255,228</u>
Other financing sources (uses)			
Sale of capital assets	-	-	-
Bonds issued	-	-	85,218
Premium on bonds issued	-	-	7,275
Transfer in from other funds	277,776	195,000	-
Transfer (to) other funds	-	-	-
Total other financing sources (uses)	<u>277,776</u>	<u>195,000</u>	<u>92,493</u>
Net change in fund balance	389,792	78,820	347,721
Fund balance - beginning	<u>120,724</u>	<u>66,208</u>	<u>-</u>
Fund balance - ending	<u>\$ 510,516</u>	<u>\$ 145,028</u>	<u>\$ 347,721</u>

Capital Projects Funds				Total
Park	Equipment	Sewer	Water	Non-Major
Improvement	Acquisition	Improvement	Improvement	Governmental
				Funds
\$ -	\$ -	\$ -	\$ -	\$ 220,000
-	-	-	-	46,091
12,034	-	-	-	12,034
-	195,000	-	-	307,397
12,249	-	-	-	607,597
-	-	-	-	473,849
50,258	37,531	10,414	11,588	180,592
2,232	421,012	-	-	1,304,390
-	258,597	6,237	-	312,982
19,071	3,200	-	-	22,424
37,634	-	89,040	90,380	217,054
-	-	-	-	32,697
133,478	915,340	105,691	101,968	3,737,107
-	88,791	-	-	88,791
-	109,675	-	-	163,461
-	19,095	382	52,012	178,754
61,994	3,039	-	-	838,056
-	-	-	-	510,612
-	13,976	-	-	13,976
-	687,681	-	-	687,681
-	71,649	119,550	44,823	236,022
91,973	121,887	-	-	213,860
-	-	-	-	865,794
-	-	-	-	420,000
-	-	-	-	486,359
153,967	1,115,793	119,932	96,835	4,703,366
(20,489)	(200,453)	(14,241)	5,133	(966,259)
-	39,953	-	-	39,953
-	-	-	-	85,218
-	-	-	-	7,275
30,000	40,000	-	-	1,087,776
-	(235,200)	-	-	(470,200)
30,000	(155,247)	-	-	750,022
9,511	(355,700)	(14,241)	5,133	(216,237)
1,655,229	1,403,432	502,623	365,557	9,619,676
\$ 1,664,740	\$ 1,047,732	\$ 488,382	\$ 370,690	\$ 9,403,439

City of White Bear Lake, Minnesota
Combining Statement of Net Position
Non-Major Proprietary Funds
December 31, 2019

	License Bureau	Pioneer Manor	Total Non-Major Enterprise Funds
Assets			
Current Assets			
Cash	\$ 177,115	\$ 303,287	\$ 480,402
Receivables:			
Accounts, net	-	1,524	1,524
Advances to other funds	245,985	-	245,985
Total current assets	<u>423,100</u>	<u>304,811</u>	<u>727,911</u>
Capital Assets			
Land	-	410,285	410,285
Buildings	5,760	2,437,134	2,442,894
Equipment	21,569	160,023	181,592
Less accumulated depreciation	(26,988)	(1,542,349)	(1,569,337)
Total net capital assets	<u>341</u>	<u>1,465,093</u>	<u>1,465,434</u>
 Total noncurrent assets	 <u>341</u>	 <u>1,465,093</u>	 <u>1,465,434</u>
 Total assets	 <u>423,441</u>	 <u>1,769,904</u>	 <u>2,193,345</u>
Deferred outflows of resources			
Deferred pension resources	<u>55,669</u>	<u>-</u>	<u>55,669</u>
Liabilities			
Current Liabilities:			
Accounts payable	290	59,015	59,305
Intergovernmental payable	204	-	204
Deposits payable	-	32,425	32,425
Unearned revenue	-	755	755
Total current liabilities	<u>494</u>	<u>92,195</u>	<u>92,689</u>
Noncurrent Liabilities			
Pension liability	<u>437,788</u>	<u>-</u>	<u>437,788</u>
Total liabilities	<u>438,282</u>	<u>92,195</u>	<u>530,477</u>
Deferred inflows of resources			
Deferred pension resources	<u>143,629</u>	<u>-</u>	<u>143,629</u>
Net Position			
Investment in capital assets	341	1,465,093	1,465,434
Unrestricted net assets	(103,142)	212,616	109,474
Total net position	<u>\$ (102,801)</u>	<u>\$ 1,677,709</u>	<u>\$ 1,574,908</u>

City of White Bear Lake, Minnesota
Combining Statement of Revenues, Expenses and Changes in Net Position
Non-Major Proprietary Funds
For the Year Ended December 31, 2019

	License Bureau	Pioneer Manor	Total Non-Major Enterprise Funds
Operating revenues			
Charges for services	\$ 970,729	\$ -	\$ 970,729
Rent	-	399,896	399,896
Other	1,019	50	1,069
Total operating revenues	<u>971,748</u>	<u>399,946</u>	<u>1,371,694</u>
Operating expenses			
Personal services	811,286	-	811,286
Supplies	10,457	24,973	35,430
Other services and charges	37,573	212,547	250,120
Depreciation	584	80,545	81,129
Total operating expenses	<u>859,900</u>	<u>318,065</u>	<u>1,177,965</u>
Operating income (loss)	<u>111,848</u>	<u>81,881</u>	<u>193,729</u>
Nonoperating revenues			
Investment income	6,548	4,292	10,840
Intergovernmental	204,171	-	204,171
Miscellaneous revenues	718	2,788	3,506
Total nonoperating revenues	<u>211,437</u>	<u>7,080</u>	<u>218,517</u>
Income (loss) before transfers	323,285	88,961	412,246
Transfers (to) other funds	<u>(150,000)</u>	<u>(160,000)</u>	<u>(310,000)</u>
Change in net position	173,285	(71,039)	102,246
Net position - beginning	<u>(276,086)</u>	<u>1,748,748</u>	<u>1,472,662</u>
Net position - ending	<u>\$ (102,801)</u>	<u>\$ 1,677,709</u>	<u>\$ 1,574,908</u>

City of White Bear Lake, Minnesota
Combining Statement of Cash Flows
Non-Major Proprietary Funds
For the Year Ended December 31, 2019

	License Bureau	Pioneer Manor	Total Non-Major Enterprise Funds
Cash flows from operating activities			
Receipts from customers	\$ 976,732	\$ 400,526	\$ 1,377,258
Payments to vendors	(50,645)	(210,471)	(261,116)
Payments to employees	(773,478)	-	(773,478)
Other receipts	1,019	50	1,069
Net cash provided (used) by operating activities	<u>153,628</u>	<u>190,105</u>	<u>343,733</u>
Cash flows from noncapital financing activities			
Intergovernmental receipts	204,171	-	204,171
Proceeds from (payments on) advances to other funds	(100,675)	-	(100,675)
Transfers (to) other funds	(150,000)	(160,000)	(310,000)
Net cash provided (used) by noncapital financing activities	<u>(46,504)</u>	<u>(160,000)</u>	<u>(206,504)</u>
Cash flows from investing activities			
Investment income received	<u>6,548</u>	<u>4,292</u>	<u>10,840</u>
Increase (decrease) in cash and cash equivalents	113,672	34,397	148,069
Cash and cash equivalents at beginning of year	<u>63,443</u>	<u>268,890</u>	<u>332,333</u>
Cash and cash equivalents at end of year	<u>\$ 177,115</u>	<u>\$ 303,287</u>	<u>\$ 480,402</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 111,848	\$ 81,881	\$ 193,729
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	584	80,545	81,129
Miscellaneous	718	2,788	3,506
(Increase) decrease in assets/deferred outflows of resources			
Accounts receivable	5,285	(1,423)	3,862
Deferred outflows in pension resources	38,620	-	38,620
Increase (decrease) in liabilities/deferred inflows of resources			
Accounts payable	(2,549)	27,049	24,500
Due to governments	(66)	-	(66)
Deposits payable	-	(800)	(800)
Deferred inflows in pension resources	19,341	-	19,341
Unearned revenue	-	65	65
Pension liability	(20,153)	-	(20,153)
Net cash provided (used) by operating activities	<u>\$ 153,628</u>	<u>\$ 190,105</u>	<u>\$ 343,733</u>

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Armory Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Revenues				
Rental income	\$ 38,300	\$ 43,550	\$ 36,032	\$ (7,518)
Lease income	4,250	618	4,869	4,251
Investment income	-	-	1,646	1,646
Refunds and reimbursements	2,000	4,300	5,019	719
Total revenues	<u>44,550</u>	<u>48,468</u>	<u>47,566</u>	<u>(902)</u>
Expenditures				
Parks and recreation				
Personal services	35,706	36,822	35,444	(1,378)
Materials and supplies	5,225	3,350	2,554	(796)
Other services and charges	26,525	29,110	29,275	165
Total expenditures	<u>67,456</u>	<u>69,282</u>	<u>67,273</u>	<u>(2,009)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(22,906)</u>	<u>(20,814)</u>	<u>(19,707)</u>	<u>1,107</u>
Other financing sources (uses)				
Transfers from other funds	25,000	25,000	25,000	-
Transfer (to) other funds	(10,000)	(10,000)	(10,000)	-
Total other financing sources (uses)	<u>15,000</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Net change in fund balance	(7,906)	(5,814)	(4,707)	1,107
Fund balance - beginning	<u>51,149</u>	<u>52,867</u>	<u>52,867</u>	<u>-</u>
Fund balance - ending	<u>\$ 43,243</u>	<u>\$ 47,053</u>	<u>\$ 48,160</u>	<u>\$ 1,107</u>

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Surface Water Pollution Prevention Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 90,000	\$ 112,400	\$ 112,397	\$ (3)
Interest income	-	-	16,081	16,081
Refunds and reimbursements	-	7,500	7,831	331
Total revenues	<u>90,000</u>	<u>119,900</u>	<u>136,309</u>	<u>16,409</u>
Expenditures				
Public works				
Personal services	51,379	51,296	46,184	(5,112)
Materials and supplies	29,400	5,500	4,271	(1,229)
Other services and charges	48,900	87,275	56,810	(30,465)
Total expenditures	<u>129,679</u>	<u>144,071</u>	<u>107,265</u>	<u>(36,806)</u>
Net change in fund balance	(39,679)	(24,171)	29,044	53,215
Fund balance - beginning	<u>775,419</u>	<u>806,010</u>	<u>806,010</u>	<u>-</u>
Fund balance - ending	<u>\$ 735,740</u>	<u>\$ 781,839</u>	<u>\$ 835,054</u>	<u>\$ 53,215</u>

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Marina Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Revenues				
Rental income	\$ 388,000	\$ 388,000	\$ 389,388	\$ 1,388
Interest income	-	-	3,889	3,889
Total revenues	<u>388,000</u>	<u>388,000</u>	<u>393,277</u>	<u>5,277</u>
Expenditures				
Parks and recreation				
Personal services	10,765	26,030	22,383	(3,647)
Materials and supplies	5,500	6,500	4,033	(2,467)
Other services and charges	93,750	102,405	86,695	(15,710)
Total expenditures	<u>110,015</u>	<u>134,935</u>	<u>113,111</u>	<u>(21,824)</u>
Excess (deficiency) of revenues over (under) expenditures	277,985	253,065	280,166	27,101
Other Financing Uses				
Transfer (to) other funds	<u>(225,000)</u>	<u>(225,000)</u>	<u>(225,000)</u>	<u>-</u>
Net change in fund balance	52,985	28,065	55,166	27,101
Fund balance - beginning	<u>152,633</u>	<u>166,994</u>	<u>166,994</u>	<u>-</u>
Fund balance - ending	<u>\$ 205,618</u>	<u>\$ 195,059</u>	<u>\$ 222,160</u>	<u>\$ 27,101</u>

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Forfeiture Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Revenues				
Miscellaneous	\$ 61,000	\$ 10,000	\$ 11,332	\$ 1,332
Interest income	-	-	1,239	1,239
Refunds and reimbursements	-	30,000	33,646	3,646
Total revenues	<u>61,000</u>	<u>40,000</u>	<u>46,217</u>	<u>6,217</u>
Expenditures				
Current				
Public safety				
Materials and supplies	7,000	23,000	16,170	(6,830)
Other services and charges	8,000	38,650	37,616	(1,034)
Total expenditures	<u>15,000</u>	<u>61,650</u>	<u>53,786</u>	<u>(7,864)</u>
Net change in fund balance	46,000	(21,650)	(7,569)	14,081
Fund balance - beginning	<u>56,518</u>	<u>61,614</u>	<u>61,614</u>	<u>-</u>
Fund balance - ending	<u>\$ 102,518</u>	<u>\$ 39,964</u>	<u>\$ 54,045</u>	<u>\$ 14,081</u>

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Sports Center Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 498,000	\$ 500,300	\$ 558,602	\$ 58,302
Interest income	-	-	4,683	4,683
Rental income	3,500	15,500	16,975	1,475
Donations	-	150	153	3
Miscellaneous	11,500	7,500	6,271	(1,229)
Total revenues	<u>513,000</u>	<u>523,450</u>	<u>586,684</u>	<u>63,234</u>
Expenditures				
Parks and recreation				
Personal services	371,821	375,196	369,682	(5,514)
Materials and supplies	30,035	30,478	28,929	(1,549)
Other services and charges	172,513	210,027	194,028	(15,999)
Total expenditures	<u>574,369</u>	<u>615,701</u>	<u>592,639</u>	<u>(23,062)</u>
Net change in fund balance	(61,369)	(92,251)	(5,955)	86,296
Fund balance - beginning	<u>249,017</u>	<u>228,262</u>	<u>270,792</u>	<u>42,530</u>
Fund balance - ending	<u>\$ 187,648</u>	<u>\$ 136,011</u>	<u>\$ 264,837</u>	<u>\$ 128,826</u>

City of White Bear Lake, Minnesota
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Economic Development Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variances with Final Budget
	Original	Final		
Revenues				
Tax increment	\$ 20,000	\$ 42,100	\$ 46,091	\$ -
Charges for services				
Farmer's Market	5,000	5,040	5,760	720
Loan repayments	72,500	72,500	30,986	(41,514)
Special assessments	62,200	62,900	60,056	(2,844)
Rental income	387,500	397,100	417,801	20,701
Miscellaneous	1,100	15,069	15,094	25
Interest income	-	-	46,963	46,963
Refunds and reimbursements	-	-	1,652	1,652
Total revenues	<u>548,300</u>	<u>594,709</u>	<u>624,403</u>	<u>25,703</u>
Expenditures				
Community Development				
Personal services	133,320	153,637	138,683	(14,954)
Materials and supplies	2,000	30,085	28,006	(2,079)
Other services and charges	411,375	412,177	343,923	(68,254)
Capital outlay	-	865,000	865,794	794
Total expenditures	<u>546,695</u>	<u>1,460,899</u>	<u>1,376,406</u>	<u>(84,493)</u>
Net change in fund balance	1,605	(866,190)	(752,003)	114,187
Fund balance - beginning	<u>2,810,887</u>	<u>2,817,177</u>	<u>4,011,231</u>	<u>1,194,054</u>
Fund balance - ending	<u>\$ 2,812,492</u>	<u>\$ 1,950,987</u>	<u>\$ 3,259,228</u>	<u>\$ 1,308,241</u>

City of White Bear Lake, Minnesota
Combining Statement of Net Position
Internal Service Funds
December 31, 2019

	Insurance	Employment Expense	Engineering	Total Internal Service Funds
Assets				
Current Assets				
Cash	\$ 2,121,185	\$ 2,379,139	\$ -	\$ 4,500,324
Receivables:				
Intergovernmental	-	13,396	-	13,396
Prepaid expenses	-	2,610	-	2,610
Total current assets	<u>2,121,185</u>	<u>2,395,145</u>	<u>-</u>	<u>4,516,330</u>
Noncurrent assets				
Advances to other funds	<u>400,000</u>	<u>-</u>	<u>-</u>	<u>400,000</u>
Total assets	<u>2,521,185</u>	<u>2,395,145</u>	<u>-</u>	<u>4,916,330</u>
Deferred Outflows of Resources				
Deferred other postemployment benefit resources	<u>-</u>	<u>352,771</u>	<u>-</u>	<u>352,771</u>
Liabilities				
Current Liabilities:				
Accounts payable	20,224	16,465	-	36,689
Accrued wages payable	-	278,567	-	278,567
Compensated absences payable	-	490,958	-	490,958
Total current liabilities	<u>20,224</u>	<u>785,990</u>	<u>-</u>	<u>806,214</u>
Noncurrent Liabilities:				
Compensated absences payable	-	591,849	-	591,849
Net other postemployment benefits (OPEB) liability	-	1,341,760	-	1,341,760
Total noncurrent liabilities	<u>-</u>	<u>1,933,609</u>	<u>-</u>	<u>1,933,609</u>
Total liabilities	<u>20,224</u>	<u>2,719,599</u>	<u>-</u>	<u>2,739,823</u>
Deferred Inflows of Resources				
Deferred other postemployment benefit resources	<u>-</u>	<u>24,883</u>	<u>-</u>	<u>24,883</u>
Net Position				
Unrestricted	<u>\$ 2,500,961</u>	<u>\$ 3,434</u>	<u>\$ -</u>	<u>\$ 2,504,395</u>

City of White Bear Lake, Minnesota
Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Year Ended December 31, 2019

	Insurance	Employment Expense	Engineering	Total Internal Service Funds
Operating revenues				
Charges for services	\$ 455,835	\$ 3,041,466	\$ -	\$ 3,497,301
Premium reimbursement	74,227	1,033	-	75,260
Total operating revenues	<u>530,062</u>	<u>3,042,499</u>	-	<u>3,572,561</u>
Operating expenses				
Personal services	-	3,188,359	-	3,188,359
Supplies	507	-	-	507
Other services and charges	436,922	42,221	-	479,143
Total operating expenses	<u>437,429</u>	<u>3,230,580</u>	-	<u>3,668,009</u>
Operating income (loss)	<u>92,633</u>	<u>(188,081)</u>	-	<u>(95,448)</u>
Nonoperating revenues				
Investment income	39,879	44,270	-	84,149
Intergovernmental	-	17,350	-	17,350
Miscellaneous	20,000	16	-	20,016
Gain on disposal of capital assets	3,650	-	-	3,650
Total nonoperating revenues	<u>63,529</u>	<u>61,636</u>	-	<u>125,165</u>
Income (loss) before transfers	156,162	(126,445)	-	29,717
Transfers in	-	-	431,303	431,303
Transfers (out)	(235,000)	-	-	(235,000)
Change in net position	(78,838)	(126,445)	431,303	226,020
Net position - beginning	<u>2,579,799</u>	<u>129,879</u>	<u>(431,303)</u>	<u>2,278,375</u>
Net position - ending	<u>\$ 2,500,961</u>	<u>\$ 3,434</u>	<u>\$ -</u>	<u>\$ 2,504,395</u>

City of White Bear Lake, Minnesota
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2019

	Insurance	Employment Expense	Engineering	Total Internal Service Funds
Cash flows from operating activities				
Receipts from other funds	\$ 455,835	\$ 3,045,845	\$ -	\$ 3,501,680
Payments to vendors	(436,547)	(1,078,624)	(6,483)	(1,521,654)
Payments to other governments	-	(1,492,575)	-	(1,492,575)
Payments to employees	-	(502,345)	-	(502,345)
Other receipts	94,227	1,049	-	95,276
Net cash provided (used) by operating activities	<u>113,515</u>	<u>(26,650)</u>	<u>(6,483)</u>	<u>80,382</u>
Cash flows from capital financing activities				
Proceeds from the sale of capital assets	<u>3,650</u>	-	-	<u>3,650</u>
Cash flows from investing activities				
Investment income received	<u>39,879</u>	<u>44,270</u>	-	<u>84,149</u>
Cash flows from noncapital financing activities				
Intergovernmental receipts	-	17,350	-	17,350
Decrease in advances to other funds	215,000	-	-	215,000
Transfers (to) other funds	(235,000)	-	-	(235,000)
Net cash provided (used) by noncapital financing activities	<u>(20,000)</u>	<u>17,350</u>	-	<u>(2,650)</u>
Increase (decrease) in cash and cash equivalents	137,044	34,970	(6,483)	165,531
Cash and cash equivalents at beginning of year	<u>1,984,141</u>	<u>2,344,169</u>	<u>6,483</u>	<u>4,334,793</u>
Cash and cash equivalents at end of year	<u>\$ 2,121,185</u>	<u>\$ 2,379,139</u>	<u>\$ -</u>	<u>\$ 4,500,324</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ 92,633	\$ (188,081)	\$ -	\$ (95,448)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Miscellaneous	20,000	16	-	20,016
(Increase) decrease in assets/deferred outflows of resources				
Accounts receivable	-	4,379	-	4,379
Due from governments	-	(12,951)	-	(12,951)
Prepaid expenses	-	(144)	-	(144)
Deferred outflows in OPEB resources	-	(352,771)	-	(352,771)
Increase (decrease) in liabilities/deferred inflows of resources				
Accounts payable	882	11,753	(6,483)	6,152
Wages payable	-	55,100	-	55,100
Deferred inflows in OPEB resources	-	(2,850)	-	(2,850)
Net OPEB liability	-	389,976	-	389,976
Compensated absences	-	68,923	-	68,923
Net cash provided (used) by operating activities	<u>\$ 113,515</u>	<u>\$ (26,650)</u>	<u>\$ (6,483)</u>	<u>\$ 80,382</u>

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STATISTICAL SECTION (UNAUDITED)

CITY OF WHITE BEAR LAKE
WHITE BEAR LAKE, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2019

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City of White Bear Lake, Minnesota

Statistical Section

This part of the City of White Bear Lake's comprehensive annual financial report presents detailed statistical information. The following five sections provide the reader with historical data that is intended to provide valuable trend information and insight into the City's financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt, and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

The schedules contain service and infrastructure data to help the reader understand how the City's financial report relates to the services the City provides and the activities it performs.

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

City of White Bear Lake, Minnesota
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Years		
	2010	2011	2012
Governmental activities			
Net investment in capital assets	\$ 53,646,800	\$ 56,636,347	\$ 53,729,136
Restricted	4,096,440	-	-
Restricted for counseling center	-	81,200	-
Restricted for armory	-	52,622	46,181
Restricted for stormwater	-	28,590	4,583
Restricted for debt service	-	346,322	341,258
Restricted for economic development	-	2,359,897	2,409,773
Unrestricted	30,397,226	29,900,926	35,589,459
Total governmental activities net position	<u>\$ 88,140,466</u>	<u>\$ 89,405,904</u>	<u>\$ 92,120,390</u>
Business-type activities			
Net investment in capital assets	\$ 6,166,474	\$ 5,911,634	\$ 5,829,454
Unrestricted	4,830,266	4,998,444	4,691,010
Total business-type activities net position	<u>\$ 10,996,740</u>	<u>\$ 10,910,078</u>	<u>\$ 10,520,464</u>
Total primary government			
Net investment in capital assets	\$ 59,813,274	\$ 62,547,981	\$ 59,558,590
Restricted	4,096,440	-	-
Restricted for counseling center	-	81,200	-
Restricted for armory	-	52,622	46,181
Restricted for stormwater	-	28,590	4,583
Restricted for debt service	-	346,322	341,258
Restricted for economic development	-	2,359,897	2,409,773
Unrestricted	35,227,492	34,899,370	40,280,469
Total primary government net position	<u>\$ 99,137,206</u>	<u>\$ 100,315,982</u>	<u>\$ 102,640,854</u>

Note: The city implemented GASB Statement 54 in fiscal year 2011.

		Fiscal Years					
2013	2014	2015	2016	2017	2018	2019	
\$ 65,111,033	\$ 70,454,106	\$ 69,690,757	\$ 66,342,321	\$ 66,079,290	\$ 63,483,876	\$ 62,561,789	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
27,464	31,033	31,033	31,033	31,033	31,033	-	
258,435	192,389	127,709	103,228	139,623	122,200	1,847,261	
914,455	-	-	629,646	464,393	-	-	
32,231,764	27,617,496	29,293,742	28,839,930	26,022,816	31,026,459	29,497,391	
<u>\$ 98,543,151</u>	<u>\$ 98,295,024</u>	<u>\$ 99,143,241</u>	<u>\$ 95,946,158</u>	<u>\$ 92,737,155</u>	<u>\$ 94,663,568</u>	<u>\$ 93,906,441</u>	
\$ 4,422,893	\$ 4,259,544	\$ 4,189,988	\$ 4,034,239	\$ 3,935,132	\$ 5,070,706	\$ 4,875,313	
4,459,462	3,953,646	2,208,696	1,762,479	2,331,483	2,204,090	2,957,997	
<u>\$ 8,882,355</u>	<u>\$ 8,213,190</u>	<u>\$ 6,398,684</u>	<u>\$ 5,796,718</u>	<u>\$ 6,266,615</u>	<u>\$ 7,274,796</u>	<u>\$ 7,833,310</u>	
\$ 69,533,926	\$ 74,713,650	\$ 73,880,745	\$ 70,376,560	\$ 70,014,422	\$ 68,554,582	\$ 67,437,102	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
27,464	31,033	31,033	31,033	31,033	31,033	-	
258,435	192,389	127,709	103,228	139,623	122,200	1,847,261	
914,455	-	-	629,646	464,393	-	-	
36,691,226	31,571,142	31,502,438	30,602,409	28,354,299	33,230,549	32,455,388	
<u>\$ 107,425,506</u>	<u>\$ 106,508,214</u>	<u>\$ 105,541,925</u>	<u>\$ 101,742,876</u>	<u>\$ 99,003,770</u>	<u>\$ 101,938,364</u>	<u>\$ 101,739,751</u>	

City of White Bear Lake, Minnesota
 Changes in Net Position
 Last Ten Fiscal Years
 (accrual basis of accounting)

	Fiscal Years		
	2010	2011	2012
Expenses			
Governmental activities:			
General government	\$ 1,761,951	\$ 1,559,230	\$ 1,323,209
Community development	3,102,640	387,494	945,394
Public safety	5,043,588	5,278,869	5,331,485
Public works	2,247,410	3,901,382	3,296,517
Parks and recreation	852,109	752,502	793,111
Counseling center	681,744	505,904	240,232
Interest on long-term debt	135,929	278,754	226,667
Total governmental activities expenses	<u>13,825,371</u>	<u>12,664,135</u>	<u>12,156,615</u>
Business-type activities:			
Water	1,230,241	1,256,581	1,253,619
Sewer	2,423,828	2,480,514	2,331,164
Refuse	1,285,343	1,287,025	1,373,872
Sports Center	577,809	563,960	627,507
Ambulance	1,020,892	1,043,181	1,072,538
Pioneer Manor	277,697	235,010	232,459
License Bureau	516,445	501,058	477,197
Total business-type activities expenses	<u>7,332,255</u>	<u>7,367,329</u>	<u>7,368,356</u>
Total primary government expenses	<u>\$ 21,157,626</u>	<u>\$ 20,031,464</u>	<u>\$ 19,524,971</u>
Program Revenues			
Governmental activities			
Charges for services			
Community development	\$ 559,685	\$ 539,811	\$ 667,976
Public safety	1,178,852	1,349,852	1,458,837
Public works	1,723,124	1,514,084	344,646
Other activities	776,091	725,387	544,347
Operating grants and contributions	1,300,748	1,096,891	944,466
Capital grants and contributions	1,038,643	947,133	2,442,615
Total governmental activities program revenues	<u>6,577,143</u>	<u>6,173,158</u>	<u>6,402,887</u>

		Fiscal Years					
2013	2014	2015	2016	2017	2018	2019	
\$ 1,434,549	\$ 1,384,578	\$ 1,289,857	\$ 1,894,885	\$ 2,032,563	\$ 2,229,732	\$ 1,780,202	
1,599,276	2,200,586	976,641	1,274,267	1,303,137	996,161	913,745	
5,619,039	6,009,046	5,866,999	7,344,542	6,901,502	6,938,342	8,107,785	
2,376,178	3,032,841	3,316,921	6,081,952	5,136,511	3,477,255	4,982,461	
1,383,926	1,513,999	1,673,231	1,949,905	2,196,181	2,443,894	2,110,546	
-	-	-	-	-	-	-	
196,259	203,444	201,602	216,142	286,638	583,390	586,792	
12,609,227	14,344,494	13,325,251	18,761,693	17,856,532	16,668,774	18,481,531	
1,256,185	1,501,481	1,218,301	1,436,995	1,522,190	1,530,821	1,383,570	
2,432,860	2,356,471	2,407,703	2,583,293	2,821,396	2,717,434	2,900,620	
1,323,476	1,269,935	1,347,339	1,266,330	1,238,814	1,292,427	1,394,947	
-	-	-	-	-	-	-	
1,174,927	1,303,816	1,561,444	1,401,154	1,300,483	1,900,790	2,177,945	
240,515	231,469	221,177	231,666	275,119	265,272	316,986	
545,962	601,184	593,088	627,705	758,487	860,555	869,093	
6,973,925	7,264,356	7,349,052	7,547,144	7,916,489	8,567,299	9,043,161	
\$ 19,583,152	\$ 21,608,850	\$ 20,674,303	\$ 26,308,837	\$ 25,773,021	\$ 25,236,073	\$ 27,524,692	
\$ 648,104	\$ 466,380	\$ 486,528	\$ 552,222	\$ 601,369	\$ 534,884	\$ 549,179	
1,512,403	1,448,604	1,333,433	1,462,598	1,324,364	1,491,098	1,669,572	
2,138,913	1,607,337	2,852,668	1,198,061	1,248,613	2,545,402	1,741,350	
1,165,561	1,368,593	1,964,137	1,732,107	1,653,693	1,598,321	1,873,465	
1,860,303	969,094	758,819	2,013,226	1,773,381	2,529,915	1,816,662	
1,120,488	3,204,949	1,235,765	236,298	193,819	2,786,239	234,945	
8,445,772	9,064,957	8,631,350	7,194,512	6,795,239	11,485,859	7,885,173	

(Continued)

City of White Bear Lake, Minnesota
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Years		
	2010	2011	2012
Business-type activities:			
Charges for services			
Water	\$ 1,399,473	\$ 1,273,691	\$ 1,299,555
Sewer	2,251,182	2,348,587	2,439,310
Refuse	1,200,355	1,350,646	1,283,336
Sports Center	488,821	518,961	436,610
Ambulance	1,156,028	1,216,881	1,261,191
Pioneer Manor	351,276	363,633	360,017
License Bureau	743,680	825,609	911,822
Operating grants and contributions	61,382	96,085	66,381
Capital grants and contributions	94,526	10,917	30,000
Total business-type activities program revenues	<u>7,746,723</u>	<u>8,005,010</u>	<u>8,088,222</u>
Total primary government program revenues	<u>\$ 14,323,866</u>	<u>\$ 14,178,168</u>	<u>\$ 14,491,109</u>
Net (Expense)/Revenue			
Governmental activities	\$ (7,248,228)	\$ (6,490,977)	\$ (5,753,728)
Business-type activities	414,468	637,681	719,866
Total primary government net expense	<u>(6,833,760)</u>	<u>(5,853,296)</u>	<u>(5,033,862)</u>
General Revenues and Other Changes in Net Position			
Governmental activities:			
Taxes	4,788,335	5,020,540	5,380,530
Unrestricted grants and contributions	1,532,448	1,533,186	1,532,871
Investment earnings	395,275	455,281	332,293
Gain on sale of capital assets	13,328	-	81,103
Capital transfers	-	-	-
Transfers	873,474	747,408	986,417
Total governmental activities	<u>7,602,860</u>	<u>7,756,415</u>	<u>8,313,214</u>
Business-type activities:			
Taxes	147,000	-	-
Investment earnings	33,615	23,065	31,937
Gain on sale of capital assets	-	-	-
Capital transfers	-	-	-
Transfers	(873,474)	(747,408)	(986,417)
Total business-type activities	<u>(692,859)</u>	<u>(724,343)</u>	<u>(954,480)</u>
Total primary government	<u>\$ 6,910,001</u>	<u>\$ 7,032,072</u>	<u>\$ 7,358,734</u>
Change in Net Position			
Governmental activities	\$ 354,632	\$ 1,265,438	\$ 2,559,486
Business-type activities	(278,391)	(86,662)	(234,614)
Total primary government	<u>\$ 76,241</u>	<u>\$ 1,178,776</u>	<u>\$ 2,324,872</u>

	Fiscal Years						
	2013	2014	2015	2016	2017	2018	2019
\$	1,116,799	\$ 1,130,956	\$ 1,033,562	\$ 1,317,467	\$ 1,352,090	\$ 1,631,823	\$ 1,630,455
	2,355,493	2,266,411	2,278,271	2,458,993	2,737,128	3,137,600	3,301,230
	1,271,011	1,266,393	1,331,974	1,287,837	1,313,995	1,345,541	1,422,623
	-	-	-	-	-	-	-
	1,289,760	1,467,576	1,533,843	1,364,463	1,819,626	1,617,467	1,991,667
	370,341	374,610	379,942	379,437	382,935	390,436	402,734
	903,202	966,451	1,009,610	1,036,532	971,880	972,573	972,466
	84,321	52,414	-	146,693	77,717	60,691	279,418
	-	-	-	-	-	-	2,453
	7,390,927	7,524,811	7,567,202	7,991,422	8,655,371	9,156,131	10,003,046
\$	15,836,699	\$ 16,589,768	\$ 16,198,552	\$ 15,185,934	\$ 15,450,610	\$ 20,641,990	\$ 17,888,219
\$	(4,163,455)	\$ (5,279,537)	\$ (4,693,901)	\$ (11,567,181)	\$ (11,061,293)	\$ (5,182,915)	\$ (10,596,358)
	417,002	260,455	218,150	444,278	738,882	588,832	959,885
	(3,746,453)	(5,019,082)	(4,475,751)	(11,122,903)	(10,322,411)	(4,594,083)	(9,636,473)
	5,693,462	5,101,437	5,430,074	5,425,913	5,638,926	6,161,456	6,753,944
	1,532,542	1,532,454	1,542,705	1,542,738	1,543,705	1,587,299	1,588,195
	(46,110)	435,659	275,401	314,014	390,231	556,126	975,843
	1,335,877	5,556	205,895	39,118	-	84,222	50,949
	-	-	-	-	-	(1,459,723)	(9,500)
	878,661	929,620	881,506	1,048,315	279,428	1,056,920	479,800
	9,394,432	8,004,726	8,335,581	8,370,098	7,852,290	7,986,300	9,839,231
	-	-	-	-	-	-	-
	-	-	-	-	-	-	28,826
	15,334	-	12,236	2,071	10,443	16,546	40,103
	-	-	-	-	-	1,459,723	9,500
	(878,661)	(929,620)	(881,506)	(1,048,315)	(279,428)	(1,056,920)	(479,800)
	(863,327)	(929,620)	(869,270)	(1,046,244)	(268,985)	419,349	(401,371)
\$	8,531,105	\$ 7,075,106	\$ 7,466,311	\$ 7,323,854	\$ 7,583,305	\$ 8,405,649	\$ 9,437,860
\$	5,230,977	\$ 2,725,189	\$ 3,641,680	\$ (3,197,083)	\$ (3,209,003)	\$ 2,803,385	\$ (757,127)
	(446,325)	(669,165)	(651,120)	(601,966)	469,897	1,008,181	558,514
\$	4,784,652	\$ 2,056,024	\$ 2,990,560	\$ (3,799,049)	\$ (2,739,106)	\$ 3,811,566	\$ (198,613)

City of White Bear Lake, Minnesota
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Years		
	2010	2011	2012
General Fund			
Unassigned	\$ -	\$ 3,510,610	\$ 3,351,922
Unreserved, designated	2,830,000	-	-
Unreserved, undesignated	440,461	-	-
Total general fund	<u>3,270,461</u>	<u>3,510,610</u>	<u>3,351,922</u>
All Other Governmental Funds			
Nonspendable			
Capital improvements	-	-	-
Restricted			
Counseling center	-	81,200	-
Armory	-	52,622	46,181
Surface water pollution prevention	-	28,590	4,583
Debt service	-	346,322	363,341
Economic development	-	2,359,897	2,409,773
Committed			
Armory	-	-	-
Marina	-	-	-
Sports center	-	-	-
Forfeiture	-	-	-
Debt service	-	721,342	694,682
Advances	-	2,350,000	2,080,000
Capital improvements	-	4,843,935	4,930,998
Economic development	-	1,016,897	1,002,251
Assigned			
Surface water pollution prevention	-	908,041	871,823
Capital improvements	-	11,959,978	14,590,161
Debt service	-	-	-
Economic development	-	1,956,848	2,173,274
Unassigned		(3,190,990)	(2,918,533)
Reserved	3,096,440	-	-
Unreserved, designated, reported in:			
Debt service funds	307,956	-	-
Capital projects funds	23,080,595	-	-
Unreserved, undesignated, reported in:			
Special revenue funds	1,100,254	-	-
Debt service funds	(3,590,000)	-	-
Total all other governmental funds	<u>23,995,245</u>	<u>-</u>	<u>26,248,534</u>
Total fund balances	<u>\$ 27,265,706</u>	<u>\$ 3,510,610</u>	<u>\$ 29,600,456</u>

Note: The City implemented GASB Statement 54 in fiscal year 2011.

		Fiscal Years											
		2013	2014	2015	2016	2017	2018	2019					
\$	3,564,689	\$	3,240,501	\$	3,275,500	\$	3,443,521	\$	3,604,779	\$	3,773,666	\$	4,902,116
	-		-		-		-		-		-		-
	-		-		-		-		-		-		-
	3,564,689		3,240,501		3,275,500		3,443,521		3,604,779		3,773,666		4,902,116
	-		-		-		-		-		-		2,400
	-		-		-		-		-		-		-
	-		-		-		-		-		-		-
	27,464		31,033		31,033		31,033		31,033		31,033		-
	288,648		218,493		149,490		171,524		139,623		323,327		1,148,411
	914,455		-		-		629,646		464,393		-		-
	49,983		54,033		62,013		68,460		59,643		52,867		48,160
	188,910		275,010		408,717		420,002		73,083		166,994		222,160
	352,470		348,724		344,004		347,985		283,171		270,792		264,837
	-		-		-		153,554		128,818		61,614		54,045
	1,220,207		1,321,100		428,022		899,591		846,323		386,091		-
	1,430,000		1,325,000		1,220,000		1,025,000		1,000,000		1,750,000		750,000
	14,367,004		14,179,649		15,173,631		13,964,494		13,240,444		12,642,847		12,298,103
	915,912		1,116,556		1,104,556		1,113,652		2,837,301		3,261,231		2,509,228
	744,981		801,349		766,754		805,238		822,597		774,977		835,054
	4,068,818		3,610,771		3,553,171		3,726,267		2,775,587		5,091,368		4,400,538
	-		-		-		-		-		-		404,761
	2,663,221		2,289,733		2,386,090		1,649,148		-		-		-
	(2,264,286)		(4,213,915)		(4,478,829)		(1,828,066)		(1,623,966)		(1,588,524)		(57,808)
	-		-		-		-		-		-		-
	-		-		-		-		-		-		-
	-		-		-		-		-		-		-
	-		-		-		-		-		-		-
	24,967,787		21,357,536		21,148,652		23,177,528		21,078,050		23,224,617		22,879,889
\$	28,532,476	\$	24,598,037	\$	24,424,152	\$	26,621,049	\$	24,682,829	\$	26,998,283	\$	27,782,005

City of White Bear Lake, Minnesota
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Years		
	2010	2011	2012
Revenues			
Taxes	\$ 4,788,335	\$ 5,020,539	\$ 5,380,529
Licenses, fees and permits	517,972	411,812	481,975
Fines and forfeits	104,151	123,292	113,751
Charges for services	747,045	711,342	651,379
Special assessments	1,231,029	1,275,500	1,160,078
Intergovernmental	3,330,662	3,432,022	3,245,182
Investment earnings	395,275	429,018	307,793
Other revenues	1,826,853	1,824,871	1,832,038
Total revenues	<u>12,941,322</u>	<u>13,228,396</u>	<u>13,172,725</u>
Expenditures			
General government	1,042,178	1,243,838	1,094,681
Public safety	4,724,755	5,005,284	5,014,537
Public works	1,283,417	1,045,742	1,145,039
Parks and recreation	548,387	539,792	587,283
Social and economic development	3,760,019	905,740	949,448
Capital outlay	9,907,429	4,995,085	4,826,366
Debt service			
Interest	149,504	284,294	283,668
Principal	825,000	395,000	3,070,000
Total expenditures	<u>22,240,689</u>	<u>14,414,775</u>	<u>16,971,022</u>
Excess of revenues over (under) expenditures	<u>(9,299,367)</u>	<u>(1,186,379)</u>	<u>(3,798,297)</u>
Other Financing Sources (Uses)			
Bonds issued	-	-	5,205,000
Premium on bonds issued	-	-	29,465
Sale of capital assets	13,328	12,765	196,376
Transfers in	8,392,456	3,680,690	6,539,277
Transfers out	(7,505,256)	(2,827,490)	(5,516,657)
Total other financing sources (uses)	<u>900,528</u>	<u>865,965</u>	<u>6,453,461</u>
Net changes in fund balances	<u>\$ (8,398,839)</u>	<u>\$ (320,414)</u>	<u>\$ 2,655,164</u>
Debt service as a percentage of noncapital	7.7%	6.0%	25.3%

	Fiscal Years						
	2013	2014	2015	2016	2017	2018	2019
\$	5,693,462	\$ 5,038,466	\$ 5,513,046	\$ 5,410,913	\$ 5,588,926	\$ 6,102,456	\$ 6,829,685
	539,126	575,525	743,511	637,247	696,282	785,141	892,276
	117,284	142,657	106,539	92,968	89,062	78,357	87,063
	1,070,868	965,652	962,246	1,243,285	989,085	1,035,730	1,267,682
	1,340,918	1,479,834	1,423,952	1,363,846	1,268,893	1,405,265	1,448,465
	4,476,834	3,932,027	3,316,877	3,574,867	3,318,121	4,146,233	3,393,992
	(74,110)	402,659	238,901	271,982	350,481	528,626	855,613
	1,982,071	3,476,927	3,013,404	2,271,189	2,280,430	3,463,864	2,716,316
	15,146,453	16,013,747	15,318,476	14,866,297	14,581,280	17,545,672	17,491,092
	1,178,625	1,227,203	1,179,741	1,396,395	1,617,010	1,653,756	1,779,680
	5,127,904	5,485,868	5,547,655	5,749,040	6,262,229	6,860,710	6,498,002
	899,077	1,459,540	1,827,692	1,848,175	3,231,023	2,135,159	2,294,282
	1,115,357	1,243,397	1,461,734	1,403,256	1,718,351	1,854,616	1,504,270
	1,592,501	2,186,706	967,991	1,121,905	1,294,178	1,053,737	1,093,417
	8,603,081	8,674,837	4,896,700	4,216,946	2,451,652	11,211,655	5,357,364
	188,130	207,553	205,925	169,628	312,139	425,058	606,920
	455,000	665,000	680,000	345,000	355,000	420,000	420,000
	19,159,675	21,150,104	16,767,438	16,250,345	17,241,582	25,614,691	19,553,935
	(4,013,222)	(5,136,357)	(1,448,962)	(1,384,048)	(2,660,302)	(8,069,019)	(2,062,843)
	-	-	-	2,275,000	-	9,180,000	1,925,000
	-	-	-	-	-	67,581	164,335
	1,585,303	6,647	262,667	51,960	47,082	79,972	42,430
	5,694,577	3,756,935	4,484,192	4,159,689	5,101,950	3,856,096	5,119,617
	(4,381,277)	(2,811,435)	(3,471,782)	(2,905,704)	(4,426,950)	(2,799,176)	(4,404,817)
	2,898,603	952,147	1,275,077	3,580,945	722,082	10,384,473	2,846,565
\$	(1,114,619)	\$ (4,184,210)	\$ (173,885)	\$ 2,196,897	\$ (1,938,220)	\$ 2,315,454	\$ 783,722
	6.0%	7.0%	7.4%	3.5%	4.5%	6.0%	6.7%

City of White Bear Lake, Minnesota
Assessed Tax Capacity and Market Value of Property
Last Ten Fiscal Years

Levy Year	Fiscal Year	Real Property		Personal Property	
		Assessed Tax Capacity	Market Value	Assessed Tax Capacity	Market Value
2010	2011	\$ 26,122,322	\$ 2,191,275,486	\$ 440,313	\$ 37,895,914
2011	2012	23,638,933	1,969,224,043	467,304	34,055,757
2012	2013	21,941,998	1,967,835,949	488,011	34,031,751
2013	2014	22,166,306	1,984,183,927	495,853	34,314,473
2014	2015	23,397,317	2,103,140,198	495,867	36,371,702
2015	2016	24,139,655	2,170,883,643	539,526	37,543,257
2016	2017	26,067,338	2,323,498,521	593,786	40,182,579
2017	2018	28,577,080	2,514,995,277	622,593	43,494,323
2018	2019	30,809,390	2,692,665,548	659,373	46,566,953
2019	2020	32,965,900	2,878,547,702	652,466	49,781,598

Source: Ramsey County and Washington County

Total			
Assessed Tax Capacity	Market Value	% Total of Assessed Tax Capacity to Market Value	Total Direct Tax Rate
\$ 26,562,635	\$ 2,229,171,400	1.19%	17.705
24,106,237	2,003,279,800	1.20%	19.940
22,430,009	2,001,867,700	1.12%	21.496
22,662,159	2,018,498,400	1.12%	21.102
23,893,184	2,139,511,900	1.12%	20.367
24,679,181	2,208,426,900	1.12%	19.690
26,661,124	2,363,681,100	1.13%	18.969
29,199,673	2,558,489,600	1.14%	19.058
31,468,763	2,739,232,500	1.15%	20.143
33,618,366	2,928,329,300	1.15%	20.629

City of White Bear Lake, Minnesota
Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years

Tax Rates
(Per \$100 of Tax Capacity Valuation)
(Per \$100 of Market Valuation)

	Fiscal Year	City			Ind. School District No. 624	Ramsey County	Other Special Districts	Total
		General Fund	Debt Service	Capital				
(A)	2010	15.200	0.701	0.619	21.716	50.067	7.923	96.226
	2010				0.191			0.191
(A)	2011	16.290	0.751	0.664	22.521	54.678	8.355	103.259
	2011				0.241			0.241
(A)	2012	18.346	0.846	0.748	26.102	61.317	9.955	117.314
	2012				0.248			0.248
(A)	2013	19.766	0.893	0.789	28.562	65.144	10.187	125.341
	2013				0.264			0.264
(A)	2014	19.447	0.879	0.777	28.562	63.735	9.825	123.224
	2014				0.273			0.273
(A)	2015	18.682	0.277	1.408	26.660	58.922	9.179	115.129
	2015				0.240			0.240
(A)	2016	18.223	0.528	0.939	26.236	58.885	9.052	113.863
	2016				0.235			0.235
(A)	2017	17.936	0.484	0.550	23.454	55.920	8.565	106.909
	2017				0.212			0.212
(A)	2018	17.548	0.446	0.999	23.631	53.692	8.215	104.531
	2018				0.223			0.223
(A)	2019	19.070	0.420	0.700	26.081	52.879	8.265	107.415
	2019				0.232			0.232
(A)	2020	19.261	0.394	0.974	36.777	52.302	8.249	117.957
	2020				0.224			0.224

(A) Voter approved referendums are levied against market value rather than tax capacity value of the taxing authority.

City of White Bear Lake, Minnesota
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2019			2010		
	Tax Capacity Value	Rank	Percentage of Total City Tax Capacity Value	Tax Capacity Value	Rank	Percentage of Total City Tax Capacity Value
White Bear Woods Apartments	\$ 559,129	1	1.78%	\$ 271,563	5	1.02%
Xcel Energy	463,648	2	1.47%			
White Bear Marketplace	320,388	3	0.83%			
Lodge at White Bear	266,310	4	0.79%			
Trane Corporation	259,912	5	0.79%	1,158,392	1	4.36%
The Waters of White Bear Lake	250,000	6	0.73%			
Aspen Research	238,052	7	0.76%	336,042	4	1.27%
Birch Lake Townhomes	231,250	8	0.66%			
White Bear Shopping Center	209,250	9	0.76%	201,262	7	0.76%
Sam's Club Retail	198,946	10	0.63%	269,250	6	1.01%
Festival Foods				363,976	2	1.37%
K Mart Corporation				355,920	3	1.34%
Life Time Fitness				155,250	8	0.58%
Taylor Corporation				148,532	9	0.56%
Cummins Sales and Services				133,840	10	0.50%
Total	\$ 2,996,885		9.21%	\$ 3,394,027		12.27%
Total Tax Capacity of City	\$ 31,468,763			\$ 26,562,635		

Source: Ramsey County and Washington County

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City of White Bear Lake, Minnesota
Property Tax Levies and Collections
For the Last Ten Fiscal Years

Fiscal Year	Total Levy	(1) Collection of Current Year's Levy	Percentage of Levy Collected	Collections/ Refunds in Subsequent Years	Total Collections to Date	
					Amount	Percentage of Levy
2010	\$ 4,666,000	\$ 4,247,804	91.04%	\$ 418,196	\$ 4,666,000	100.00%
2011	4,666,000	4,337,357	92.96%	328,643	4,666,000	100.00%
2012	4,666,000	4,624,251	99.11%	41,749	4,666,000	100.00%
2013	4,755,000	4,734,372	99.57%	20,628	4,755,000	100.00%
2014	4,755,000	4,606,934	96.89%	145,347	4,752,281	99.94%
2015	4,845,000	4,841,359	99.92%	3,641	4,845,000	100.00%
2016	4,927,000	4,878,320	99.01%	44,400	4,922,720	99.91%
2017	5,173,000	5,076,444	98.13%	88,389	5,164,833	99.84%
2018	5,625,000	5,540,565	98.50%	68,586	5,609,151	99.72%
2019	6,345,000	6,238,360	98.32%	-	6,238,360	98.32%

(1) Includes state paid property tax credits.

City of White Bear Lake, Minnesota
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities		Total Primary Government
	Special Assessment Bonds	Tax Increment Financing Bonds	Tax Abatement Bonds	Revenue Bonds		
2011	\$ -	\$ 3,070,000	\$ -	\$ -	\$ -	\$ 3,070,000
2012	2,555,000	2,650,000	-	-	-	5,205,000
2013	2,555,000	2,195,000	-	-	-	4,750,000
2014	2,340,000	1,745,000	-	-	-	4,085,000
2015	2,125,000	1,280,000	-	-	-	3,405,000
2016	1,920,000	3,415,000	-	-	-	5,335,000
2017	1,720,000	3,260,000	-	-	-	4,980,000
2018	7,436,187	3,035,000	3,336,394	-	-	13,807,581
2019	9,332,390	2,800,000	3,336,090	-	-	15,468,480

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

Personal Income	Percentage of Personal Income	Population	Per Capita
\$ 1,199,083,236	0.26%	23,797	\$ 129.01
1,218,273,900	0.43%	23,820	218.51
1,286,899,744	0.37%	24,074	197.31
1,497,574,000	0.27%	24,100	169.50
1,347,975,564	0.25%	24,159	140.94
1,458,514,512	0.37%	24,138	221.02
1,458,514,512	0.34%	25,001	199.19
1,491,125,376	0.93%	25,512	541.22
1,550,188,536	1.00%	25,752	600.67

City of White Bear Lake, Minnesota
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less Amount Restricted to Debt Service	Net General Bonded Debt	Market Value of Property	Percentage of Market Value of Property	Assessed Value of Property
2010	\$ 3,465,000	\$ -	\$ 3,465,000	\$2,377,478,400	0.15%	\$ 28,386,938
2011	3,070,000	346,322	2,723,678	2,229,171,400	0.12%	26,562,635
2012	5,205,000	341,258	4,863,742	2,003,279,800	0.24%	24,106,237
2013	4,750,000	258,435	4,491,565	2,001,867,700	0.22%	22,430,009
2014	4,085,000	192,389	3,892,611	2,018,498,400	0.19%	22,662,159
2015	3,405,000	127,709	3,277,291	2,139,511,900	0.15%	23,893,184
2016	5,335,000	103,228	5,231,772	2,208,426,900	0.24%	24,679,181
2017	4,980,000	139,623	4,840,377	2,558,489,600	0.19%	29,199,673
2018	13,740,000	122,200	13,617,800	2,739,232,500	0.50%	31,468,763
2019	15,468,480	1,847,261	13,621,219	2,928,329,300	0.47%	33,618,366

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

Percentage of Assessed Value of Property	Population	Per Capita
12.21%	23,797	\$ 145.61
10.25%	23,797	114.45
20.18%	23,820	204.19
20.02%	24,074	186.57
17.18%	24,100	161.52
13.72%	24,159	135.66
21.20%	24,138	216.74
16.58%	25,001	193.61
43.27%	25,512	533.78
40.52%	25,752	528.94

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City of White Bear Lake, Minnesota
 Computation of Direct and Overlapping
 Bonded Debt and Comparative Debt Ratios
 December 31, 2019

Jurisdiction	Net General Obligation Bonded Debt Outstanding	Percentage Applicable to City	Amount Applicable to Government
Direct Debt:			
Special Assessments	\$ 9,115,000	100.00%	\$ 9,115,000
Tax Increment	2,800,000	100.00%	2,800,000
Tax Abatement	3,330,000	100.00%	3,330,000
Subtotal	<u>15,245,000</u>		<u>15,245,000</u>
City of White Bear Lake	<u>15,245,000</u>	100.00%	<u>15,245,000</u>
Overlapping Debt:			
Ramsey County	119,072,927	4.98%	5,925,100
Washington County	121,297,456	0.15%	186,241
Independent School District #622	361,601,326	0.12%	417,357
Independent School District #624	61,121,946	33.96%	20,759,304
Independent School District #832	44,663,011	2.26%	1,009,302
Independent School District #916	75,125,459	8.33%	6,257,663
Metropolitan Council - Parks	(17,907,139)	1.00%	(179,071)
Metropolitan Council - Regional Transit	84,121,820	1.00%	841,218
Total overlapping debt	<u>849,096,806</u>		<u>35,217,114</u>
Total direct and overlapping debt	<u>\$ 864,341,806</u>		<u>\$ 50,462,114</u>

Source: Information obtained from Ramsey County and Washington County.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of White Bear Lake. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and business should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

City of White Bear Lake, Minnesota
 Legal Debt Margin Information
 Last Ten Fiscal Years

	Fiscal Years			
	2010	2011	2012	2013
Debt limit	\$ 44,583,428	\$ 64,046,034	\$ 55,413,426	\$ 60,099,952
Total net debt applicable to limit	-	-	-	-
Legal debt margin	\$ 44,583,428	\$ 64,046,034	\$ 55,413,426	\$ 60,099,952
Total net debt applicable to the limit as a percentage of the debt limit	0.00%	0.00%	0.00%	0.00%

Market value	\$ 2,928,329,300
Debt limit - 3.00% of market value (Note A)	\$ 87,849,879
Total bonded debt	15,245,000
Less (Note B)	
Tax Increment Bonds	2,800,000
Special Assessment Bonds	9,115,000
Tax Abatement Bonds	3,330,000
	15,245,000
Total debt applicable	-
Legal debt margin	\$ 87,849,879

The debt limit percentage of market value was established at 3.00% beginning in fiscal year 2011.

Note A:

M.S.A. Section 475.53 (Limit on Net Debt)

"Subdivision 1. Generally, except as otherwise provided in Sections 475.51 to 475.75 to municipality, except a school district or a city of the first class shall incur or be subject to a net debt in excess of 3.00% of the market value of taxable property in the municipality.

Note B:

M.S.A. Section 475.51 (Definitions) "Subdivision 4. Net Debt means the amount remaining after deducting from its gross debt the aggregate of the principal of the following":

1. Obligations issued for improvements which are payable wholly or partly from the proceeds of special assessments levied upon property specially benefited thereby, including those which are general obligations of the municipality issuing them, if the municipality is entitled to reimbursement in whole or in part from the proceeds of the special assessments.
2. Warrants or orders having no definite or fixed maturity.
3. Obligations payable wholly from the income from revenue-producing conveniences.
4. Obligations issued to create or maintain a permanent improvement revolving funds.
5. Obligations issued for the acquisition, and betterment of public water works systems and public lighting, heating or power systems and of any combinations thereof, or for any combination thereof, or for any other public convenience from which a revenue is or may be derived.
6. Amount of all money and the face value of all securities held as a sinking fund for the extinguishment of obligations other than those deductible under this subdivision.
7. All other obligations which under the provisions of the law authorizing their issuance are not to be included in computing the net debt of the municipality.

Fiscal Years						
2014	2015	2016	2017	2018	2019	
\$ 64,185,357	\$66,276,306	\$70,917,876	\$ 77,077,101	\$ 82,176,975	\$ 87,849,879	
-	-	-	-	-	-	
\$ 64,185,357	\$66,276,306	\$70,917,876	\$ 77,077,101	\$ 82,176,975	\$ 87,849,879	
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	

City of White Bear Lake, Minnesota
Revenue Bond Coverage - Sports Center
Last Ten Fiscal Years

Fiscal Year	Gross Revenue	Direct Operating Expenses (A)	Net Revenue Available for Debt Service	Principal	Interest
2010	\$ 645,821	\$ 528,746	\$ 117,075	\$ 130,000	\$ 2,893
2011	520,961	523,940	(2,979)	-	-
2012	437,210	587,463	(150,253)	-	-
2013	480,060	527,229	(47,169)	-	-
2014	569,141	572,887	(3,746)	-	-
2015	525,367	530,087	(4,720)	-	-
2016	548,874	544,893	3,981	-	-
2017	499,566	564,380	(64,814)	-	-
2018	428,950	441,329	(12,379)	-	-
2019	586,684	592,639	(5,955)	-	-

(A) Direct Operating Expenses exclude related depreciation.

	Total Debt Requirements	Coverage
\$	132,893	88.10%
	-	0.00%
	-	0.00%
	-	0.00%
	-	0.00%
	-	0.00%
	-	0.00%
	-	0.00%
	-	0.00%
	-	0.00%

City of White Bear Lake, Minnesota
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income	Per Capita Personal Income (2)	School District Enrollment (3)	Ramsey County Unemployment Rate (4)
2010	23,797	\$ 1,138,448,480	\$ 47,840	8,065	8.10%
2011	23,797	1,199,083,236	50,388	8,000	7.20%
2012	23,820	1,218,273,900	51,145	7,946	6.40%
2013	24,074	1,286,899,744	53,456	8,056	5.30%
2014	24,100	1,497,574,000	62,140	8,019	4.30%
2015	24,159	1,347,975,564	55,796	8,038	3.10%
2016	24,138	1,458,514,512	60,424	8,206	3.50%
2017	25,001	1,458,514,512	58,338	8,551	2.80%
2018	25,512	1,491,125,376	58,448	8,593	2.70%
2019	25,752	1,550,188,536	60,197	8,602	2.90%

Sources:

- (1) Metropolitan Council
- (2) U.S. Department of Labor
- (3) White Bear Lake Area School District
- (4) Minnesota Department of Economic Development - Ramsey County rate

City of White Bear Lake, Minnesota
Principal Employment Industries
Current Year and Nine Years Ago

Employer	2019			2010		
	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
Educational Services	2,234	1	17.17%	1,771	1	16.36%
Health Care and Social Assistance Services	1,639	2	12.60%	1,407	3	12.99%
Retail Trade	1,404	3	10.79%	1,538	2	14.20%
Accommodation and Food Services	1,376	4	10.57%	1,233	4	11.39%
Manufacturing	1,099	5	8.45%	1,079	5	9.96%
Other Services (except Public Administration)	833	6	6.40%			0.00%
Professional, Scientific and Technical Services	832	7	6.39%			0.00%
Administrative, Support, Waste Management, and Remediation	799	8	6.14%	516	7	
Wholesale Trade Services	738	9	5.67%	351	10	3.24%
Construction	476	10	3.66%			
Other Executive Public Administrative				785	6	7.25%
Public Administration				283	8	2.61%
Finance and Insurance Services				378	9	3.49%
Total Industries Listed	<u>11,430</u>		<u>87.84%</u>	<u>9,341</u>		<u>78.01%</u>
Total City Employment	<u>13,012</u>			<u>10,828</u>		

Source: Minnesota Department of Employment and Economic Development's website www.positivelyminnesota.com.

City of White Bear Lake, Minnesota
 Full-Time Equivalent City Government Employees by Function/Program
 Last Ten Fiscal Years

	Fiscal Years			
	2010	2011	2012	2013
General government				
Legislative	0.65	0.65	0.65	0.65
Administration	1.75	1.75	1.75	1.55
Finance	4.80	4.80	4.90	4.90
City Hall	1.00	1.00	1.00	1.00
Elections	0.15	0.15	0.15	0.20
Planning	3.00	3.00	3.00	3.00
Public Safety				
Police	31.75	31.75	31.81	31.81
Dispatch	5.35	5.35	5.35	5.75
Fire	1.75	2.75	2.75	2.75
Building / Code Enforcement	5.00	5.00	5.00	5.00
Public Works				
Streets	4.70	4.70	4.70	4.70
Engineering	6.00	6.00	6.00	6.00
Garage	1.30	1.30	1.30	1.30
Public Works Facility				
Parks and recreation	5.50	4.70	5.70	5.70
Armory				
Surface Water				
Sports Center	3.85	3.85	3.85	3.85
Counseling Center	7.00	5.60		
Economic Development				
Water	4.80	4.80	4.80	4.80
Sewer	3.70	3.50	4.50	4.50
Refuse	0.60	0.60	0.60	0.60
Ambulance	3.25	3.25	3.25	3.25
License Bureau	11.40	7.85	8.35	9.75
Total	107.30	102.35	99.41	101.06

Note: Details regarding the City's full time equivalents can be found the in the City's budget document.

Fiscal Years					
2014	2015	2016	2017	2018	2019
0.65	0.65	0.50	0.50	0.50	0.50
1.55	1.55	2.30	2.50	2.50	2.50
4.90	4.90	5.00	5.00	5.00	5.00
1.00	1.00	1.40	1.40	2.00	2.00
0.20	0.25	0.40	0.20	0.00	0.00
3.00	3.00	3.00	4.00	3.00	3.00
31.81	31.81	32.01	32.01	32.40	35.65
5.75	5.75	5.50	5.50	2.75	0.00
2.75	2.75	3.00	3.00	1.75	4.10
5.00	5.00	5.00	6.00	6.00	6.00
4.70	4.70	4.20	4.20	4.00	4.00
6.00	6.00	6.00	6.00	6.00	6.00
1.30	1.30	1.30	1.30	1.00	1.00
				0.90	0.90
5.70	5.70	6.40	6.40	6.00	6.00
	0.35	0.35	0.35	0.35	0.35
		0.50	0.50	0.50	0.50
3.85	3.50	3.50	3.50	4.15	4.15
			0.50	1.50	1.50
4.80	4.80	4.70	4.70	4.70	4.70
4.50	4.50	4.40	4.40	4.40	4.40
0.35	0.70				
7.25	7.25	7.25	7.25	13.75	11.90
9.80	8.90	10.10	11.10	11.30	12.80
104.86	104.36	106.81	110.31	114.45	116.95

City of White Bear Lake, Minnesota
 Operating Indicators by Function/Program
 Last Ten Fiscal Years

	Fiscal Years			
	2010	2011	2012	2013
Building				
Building permits issued	759	777	762	795
Other permits issued	1,458	1,366	1,503	1,401
Police				
Number of Calls for Service	23,229	29,000	27,466	27,659
Administrative Citations				
City	411	378	309	338
State	186	273	292	291
Total	597	651	601	629
Fire				
Fire calls*	147	132	115	104
Staged responses (Silent)*	351	288	278	315
Rescue calls*	69	67	103	111
Staffed responses*	-	-	-	-
Call-back responses*	-	-	-	-
Parks				
Reservations	296	279	259	267
Water				
Gallons pumped	897,078,000	885,638,000	963,288,000	902,001,000
Water main breaks	17	11	23	18
Refuse				
Accounts serviced each week	7,553	7,575	7,579	7,585
Ambulance				
Ambulance calls	2,700	2,786	2,842	2,841
License Bureau				
Motor Vehicle transactions	87,268	92,361	89,623	88,226
Drivers License transactions	18,032	17,859	19,112	18,372
DNR licenses	6,608	6,290	6,719	6,685
Game and Fish licenses	703	584	1,049	969

Note: Details regarding the City's operating indicators can be found in the annual finance director's summary to the City Manager.

* In 2018, the fire department no longer has staged responses or rescue calls - fire calls are now classified as either staffed responses or call-back responses.

Fiscal Years						
2014	2015	2016	2017	2018	2019	
740	968	883	1,156	1,356	1,091	
1,332	1,537	1,479	1,461	1,622	1,594	
28,293	24,270	26,475	28,491	26,538	27,396	
295	309	207	44	30	21	
455	352	292	383	409	336	
750	661	499	427	439	357	
130	126	115	229	-	-	
361	339	359	226	-	-	
114	104	136	129	-	-	
-	-	-	-	300	510	
-	-	-	-	503	282	
268	242	240	311	342	311	
805,400,000	777,995,000	815,073,000	813,123,000	731,118,167	717,745,028	
23	11	13	16	17	22	
7,597	7,662	7,660	7,654	7,601	7,530	
2,971	2,739	2,631	2,948	3,047	3,619	
88,192	94,280	94,842	90,085	88,923	80,122	
18,547	18,634	18,696	17,724	18,090	20,880	
6,184	6,214	6,676	5,747	6,316	5,938	
845	648	538	500	439	292	

City of White Bear Lake, Minnesota
 Capital Asset Statistics by Function
 Last Ten Fiscal Years

	Fiscal Years			
	2010	2011	2012	2013
Public Safety				
Police				
Stations	1	1	1	1
Patrol Vehicles	17	17	17	18
Fire				
Stations	2	2	2	2
Fire trucks (1)	6	6	6	6
Rescue boats with motors	3	2	2	2
Public Works				
Streets				
Miles	114.81	114.81	114.81	114.81
Street lights	515	515	515	515
Parks and recreation				
Public Docks (1)	7	9	9	9
Outdoor ice rinks	2	5	5	5
Playgrounds	9	11	11	11
Softball fields	13	13	13	13
Basketball court	2	2	2	2
Disc golf course	1	1	1	1
Sports Center				
Indoor ice rink	1	1	1	1
Racquetball courts	4	4	5	5
Water				
Miles of watermains	126.81	126.81	126.81	126.81
Fire hydrants	906	907	907	907
Water tower storage	5,000,000	5,000,000	5,000,000	5,000,000
Sewer				
Miles of storm sewers	49.37	49.72	50.02	50.02
Miles of sanitary sewers	120.36	120.36	120.36	120.36

Sources: Various city departments

Note:

(1) Street miles listed on this report includes City, County, MSA, State and Private mileage within the City limits.

Fiscal Years						
2014	2015	2016	2017	2018	2019	
1	1	1	1	1	1	
18	17	19	19	20	19	
2	2	2	2	2	2	
6	6	6	6	6	6	
2	2	2	2	2	2	
114.81	114.81	114.81	114.81	114.81	114.81	(1)
515	515	515	515	523	529	
9	9	9	9	9	9	
5	5	5	5	5	5	
11	11	11	11	11	11	
13	13	13	13	13	13	
2	2	2	2	5	5	
1	1	1	1	1	1	
1	1	1	1	1	1	
5	5	5	5	5	5	
126.81	126.81	126.81	126.81	126.95	127.08	
907	907	907	907	908	909	
5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	
50.02	50.61	50.61	50.61	50.97	51.21	
120.36	120.36	120.36	120.36	120.36	120.36	