

**AGENDA
CITY OF LEXINGTON
REGULAR COUNCIL MEETING
JUNE 6, 2024 – 7:00 P.M.
9180 LEXINGTON AVENUE**

1. PLEDGE OF ALLEGIANCE

2. CALL TO ORDER: – Mayor Grote

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

3. CITIZENS FORUM

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

4. APPROVAL OF AGENDA WITH CHANGES AND CORRECTIONS

5. 2023 AUDIT REPORT PRESENTATION

- Executive Governance Summary
- 2023 Annual Financial Report

Abdo, Eick & Meyers

pp. 1-6

pp. 7-101

6. INFORMATIONAL REPORTS:

- A. Airport (Councilmember DeVries)
- B. Cable Commission (Councilmember Winge) *Quarterly meetings*
- C. City Administrator (Bill Petracek)

7. LETTERS AND COMMUNICATIONS:

- A. Centennial Lakes Police Department Media Reports – 5-8 through 5-27, 2024 **pp. 102-112**
- B. Planning & Zoning meeting minutes – May 14, 2024 **pp. 113-114**
- C. Metropolitan Council – Preliminary Population & Household Estimates **pp. 115**

Consent Agenda:

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

8. CONSENT ITEMS:

- A. Recommendation to Approve Council Minutes:
Council Meeting – May 16, 2024

pp. 116-118

- B. Recommendation to Approve Claims and Bills: pp. 119-133
Check #'s 51582 through 51657
Check #'s 15231 through 15247
- C. Financial Reports pp. 134
 - Cash Balances pp. 135-136
 - Fund Summary – Budget to Actual

Action Items:

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

9. ACTION ITEMS:

- A. Recommendation to Cancel the Letter of Credit from O'Reilly's Auto Parts Store Project Following the City Receiving the Electronic Asbuilts for the Project. pp. 137
- B. Recommendation to Reduce the Lexington Lofts Development Project Letter of Credit from \$200,000 to \$150,000. pp. 138
- C. Recommendation to approve Business License Renewals pp. 139
- D. Recommendation to approve Liquor License Renewal – Boulevard Bar & Grille pp. 140
- E. Recommendation to approve Wine & Beer License (New) Curious Crow pp. 141-143

10. MAYOR AND COUNCIL INPUT

11. CLOSED SESSION

This portion of the meeting is closed pursuant Minn. Stat. Section 13D.03, and is permitted for Labor Negotiation Strategy and discussion regarding the City of Lexington AFSCME Collective Bargaining Agreement and Management and Non-Union compensation.

- A. Recommendation to Approve the 2024-2027 AFSCME Collective Bargaining Agreement with the City of Lexington. Under separate cover
- B. Recommendation to Approve the 2024 Management and Non-Union wages. Under separate cover

12. ADJOURNMENT



Executive Governance Summary

City of Lexington

Lexington, Minnesota

For the year ended December 31, 2023



Edina Office

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

Mankato Office

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

Scottsdale Office

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



May 8, 2024

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lexington, Minnesota (the City), for the year ended December 31, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 13, 2023. Professional standards also require that we provide to you the following information related to our audit.

Significant Audit Findings

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiency in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. As described below, we identified a deficiencies in internal control that we consider to be a significant deficiencies, findings 2023-001 and 2023-002.

2023-001

Preparation of Financial Statements

Condition:

We were requested to draft the audited financial statements and related footnote disclosures as part of our regular audit services. Ultimately, it is management's responsibility to provide for the preparation of your statements and footnotes, and the responsibility of the auditor to determine the fairness of presentation of those statements. It is our responsibility to inform you that this deficiency could result in a material misstatement to the financial statements that could have been prevented or detected by your management. Essentially, the auditors cannot be part of your internal control process.

Criteria:

Internal controls should be in place to provide reasonable assurance over the reliability of financial records and reporting.

Cause:

From a practical standpoint, we both prepare your statements and determine the fairness of the presentation at the same time in connection with our audit. This is not unusual for us to do with organizations of your size.

Effect:

The effectiveness of the internal control system relies on enforcement by management. The effect of deficiencies in internal controls can result in undetected errors in financial reporting. We have instructed management to review a draft of the auditor prepared financials in detail for accuracy; we have answered any questions that management might have, and have encouraged research of any accounting guidance in connection with the adequacy and appropriateness of classification of disclosures in your statements. We are satisfied that the appropriate steps have been taken to provide you with the completed financial statements.

Recommendation:

Under these circumstances, the most effective controls lie in management's knowledge of the City's financial operations. It is the responsibility of management and those charged with governance to make the decision whether to accept the degree of risk associated with this condition because of cost and other considerations. While the City is reviewing the financial statements, we recommend that 1) a disclosure checklist be utilized to ensure all required disclosures are presented and agree to work papers, and 2) the City should agree its accounting information from Banyon to the amounts reported in the financial statements.

Management Response:

The City accepts the degree of risk associated with this deficiency and thoroughly reviews a draft of the financial statements.



2023-002

Limited Segregation of Duties

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

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

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

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

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

Management Response:

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

Compliance and Other Matters

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

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies were not changed during the year ended December 31, 2023. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

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

- Management's estimate of depreciation is based on estimated useful lives of the assets. Depreciation is calculated using the straight-line method.
- Allocations of gross wages and payroll benefits are approved by City Council within the City's budget and are derived from each employee's estimated time to be spent servicing the respective functions of the City. These allocations are also used in allocating accrued compensated absences payable.



- Management's estimate of its pension liability is based on several factors including, but not limited to, anticipated investment return rate, retirement age for active employees, life expectancy, salary increases and form of annuity payment upon retirement.
- Management's estimate of its lease receivable is based on the present value of lease payments expected to be received during the lease term.

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

Difficulties Encountered in Performing the Audit

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

Corrected and Uncorrected Misstatements

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

Disagreements with Management

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

Management Representations

We have requested certain representations from management that are included in the management representation letter dated May 8, 2024.

Management Consultations with Other Independent Accountants

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

Other Matters

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



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

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

Other Audit Findings or Issues

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

Future Accounting Standard Changes

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

GASB Statement No. 100 - *Accounting Changes and Error Corrections*

Effective: 12/31/2024

GASB Statement No. 101 - *Compensated Absences*

Effective: 12/31/2024

GASB Statement No. 102 - *Certain Risk Disclosures*

Effective: 12/31/2025

Further information on upcoming [GASB pronouncements](#).

Restriction on Use

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

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

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



Abdo
Minneapolis, Minnesota
May 8, 2024



ANNUAL FINANCIAL REPORT

CITY OF LEXINGTON
Lexington, Minnesota

FOR THE YEAR ENDED
DECEMBER 31, 2023

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City of Lexington, Minnesota
Annual Financial Report
Table of Contents
For the Year Ended December 31, 2023

	<u>Page No.</u>
Introductory Section	
Elected and Appointed Officials	7
Financial Section	
Independent Auditor's Report	11
Management's Discussion and Analysis	15
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	29
Statement of Activities	30
Fund Financial Statements	
Governmental Funds	
Balance Sheet	34
Reconciliation of the Balance Sheet to the Statement of Net Position	35
Statement of Revenues, Expenditures and Changes in Fund Balances	36
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	37
General Fund	
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	39
Proprietary Funds	
Statement of Net Position	40
Statement of Revenues, Expenses and Changes in Net Position	44
Statement of Cash Flows	46
Notes to the Financial Statements	51
Required Supplementary Information	
Schedule of Employer's Share of Public Employees Retirement Association Net Pension Liability - General Employee Retirement Fund	78
Schedule of Employer's Public Employees Retirement Association Contributions - General Employee Retirement Fund	78
Notes to the Required Supplementary Information - General Employee Retirement Fund	79
Schedule of Employer's Fire Relief Association Contributions	81
Schedule of Changes in the Fire Relief Association's Net Pension Liability (Asset) and Related Ratios	81
Combining and Individual Fund Financial Statements and Schedules	
Nonmajor Capital Projects Funds	
Combining Balance Sheet	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	85
General Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	87
Debt Service Funds	
Combining Balance Sheet	90
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	91
Summary Financial Report	
Revenues and Expenditures for General Operations - Governmental Funds	92
Other Required Report	
Independent Auditor's Report on Minnesota Legal Compliance	95

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INTRODUCTORY SECTION

CITY OF LEXINGTON
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2023

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City of Lexington, Minnesota
Elected and Appointed Officials
For the Year Ended December 31, 2023

ELECTED

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

APPOINTED

Bill Petracek	City Administrator
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FINANCIAL SECTION
CITY OF LEXINGTON
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2023

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Lexington, Minnesota

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lexington, Minnesota (the City), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis starting on page 15 and the Schedule of Employer's Share of the Net Pension Liability and the Schedules of Employer's Contributions, the related note disclosures, and the Schedule of Changes in Net Pension Liability (Asset) and Related Ratios, starting on page 78 be presented to supplement the basic financial statements. Such information is the responsibility of management, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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



Other Information

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

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



Abdo
Minneapolis, Minnesota
May 8, 2024



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Management's Discussion and Analysis

As management of the City of Lexington, Minnesota, (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2023.

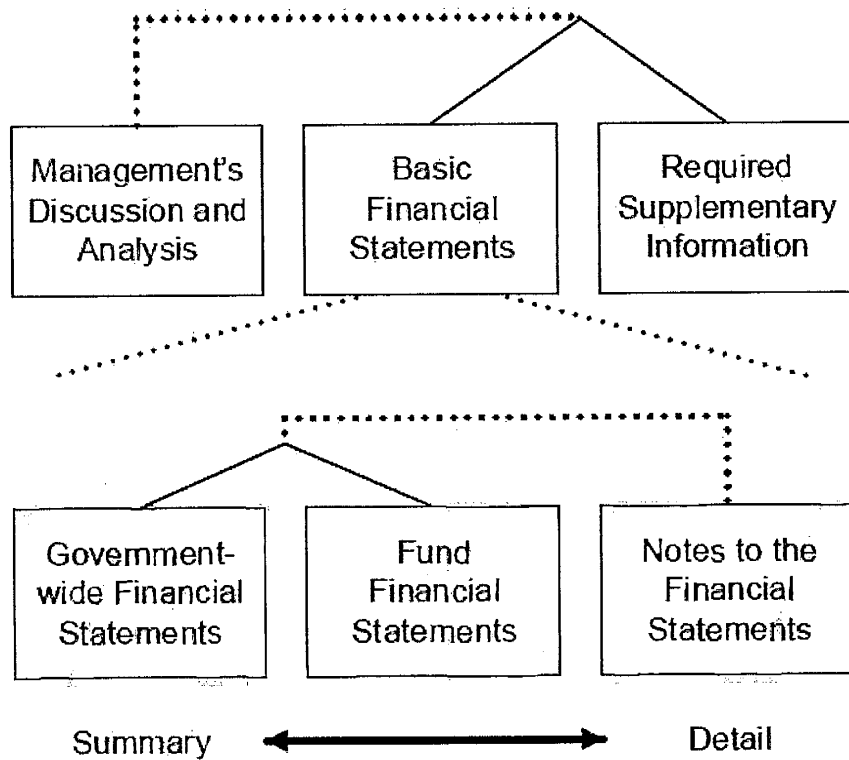
Financial Highlights

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

Overview of the Financial Statements

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

Organization of the City's Annual Financial Report



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

Major Features of the Government-wide and Fund Financial Statements

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Required Supplementary Information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on page 78 of this report.

Other Information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented following the notes to the financial statements. Combining and individual fund financial statements and schedules start on page 84 of this report.

Government-wide Financial Analysis

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

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

City of Lexington's Summary of Net Position

	Governmental Activities			Business-type Activities		
	2023	2022	Increase (Decrease)	2023	2022	Increase (Decrease)
Assets						
Current and other assets	\$ 4,076,095	\$ 3,972,395	\$ 103,700	\$ 3,543,010	\$ 3,306,600	\$ 236,410
Capital assets, net of depreciation	3,476,682	3,887,223	(410,541)	1,769,512	1,529,483	240,029
Total Assets	7,552,777	7,859,618	(306,841)	5,312,522	4,836,083	476,439
Deferred Outflows of Resources	219,395	135,999	83,396	79,579	136,613	(57,034)
Liabilities						
Noncurrent liabilities outstanding	1,593,890	1,864,427	(270,537)	663,227	911,348	(248,121)
Other liabilities	173,564	286,046	(112,482)	286,655	113,159	173,496
Total Liabilities	1,767,454	2,150,473	(383,019)	949,882	1,024,507	(74,625)
Deferred Inflows of Resources	484,797	508,046	(23,249)	111,717	8,984	102,733
Net Position						
Net investment in capital assets	2,182,264	2,459,714	(277,450)	1,430,081	1,099,384	330,697
Restricted	1,255,312	1,248,825	6,487	-	-	-
Unrestricted	2,082,345	1,628,559	453,786	2,900,421	2,839,821	60,600
Total Net Position	\$ 5,519,921	\$ 5,337,098	\$ 182,823	\$ 4,330,502	\$ 3,939,205	\$ 391,297
Net Position as a Percent of Total						
Net investment in capital assets	39.6 %	46.1 %		33.0 %	27.9 %	
Restricted	22.7	23.4		-	-	
Unrestricted	37.7	30.5		67.0	72.1	
	<u>100.0 %</u>	<u>100.0 %</u>		<u>100.0 %</u>	<u>100.0 %</u>	

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

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

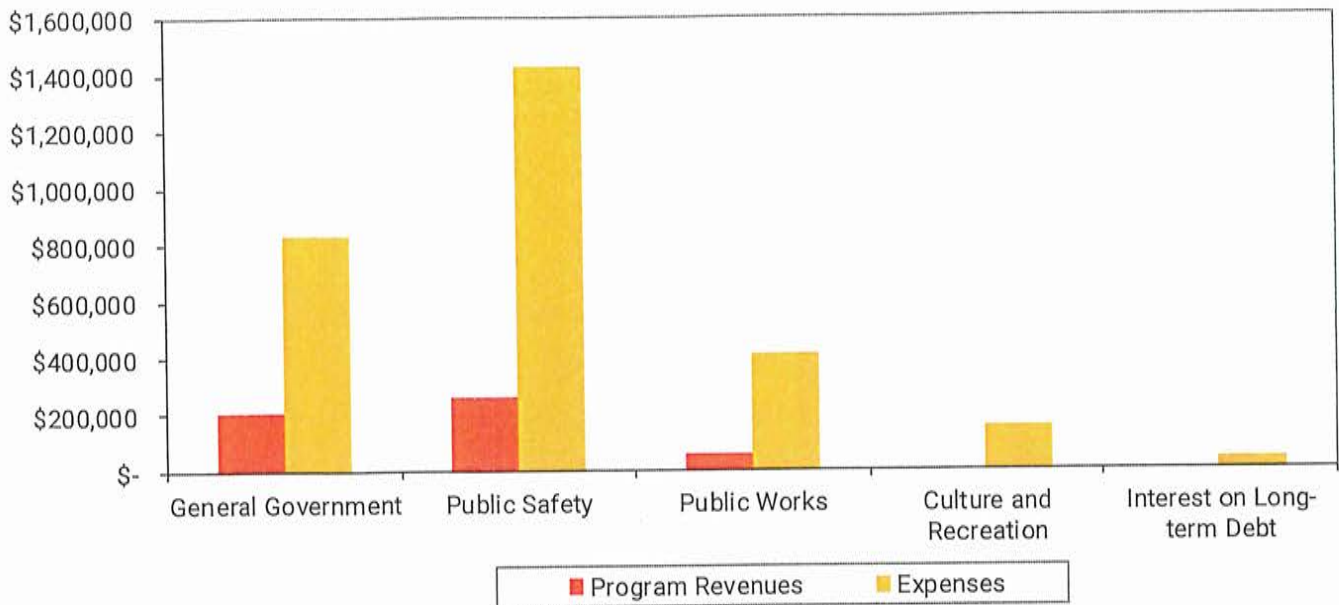
Governmental Activities. Governmental activities increased the City's net position, as shown below. This increase was mainly due to a transfer in from business-type activities.

City of Lexington's Changes in Net Position

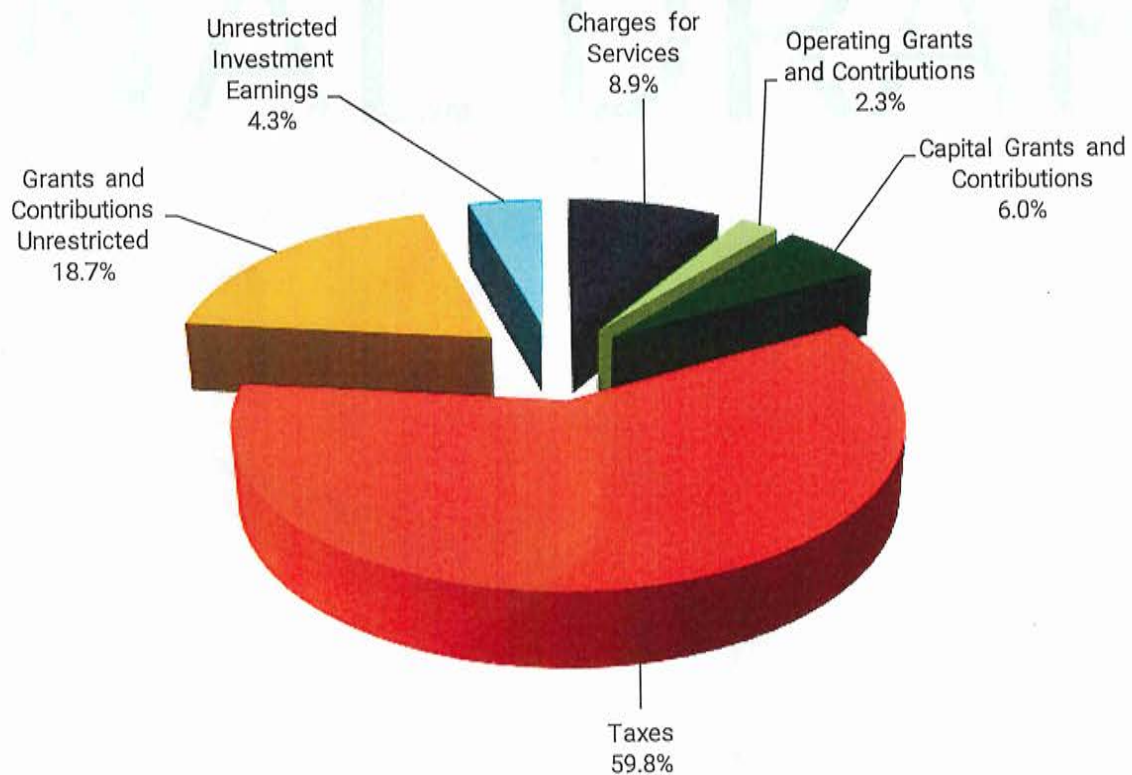
	Governmental Activities			Business-type Activities		
	2023	2022	Increase (Decrease)	2023	2022	Increase (Decrease)
Revenues						
Program Revenues						
Charges for services	\$ 270,953	\$ 216,201	\$ 54,752	\$ 4,290,897	\$ 4,134,353	\$ 156,544
Operating grants and contributions	71,227	82,650	(11,423)	-	30	(30)
Capital grants and contributions	181,326	206,803	(25,477)	300	11,092	(10,792)
General Revenues						
Taxes						
Property taxes	1,459,525	1,245,922	213,603	11,789	21,069	(9,280)
Tax increments	169,033	279,475	(110,442)	-	-	-
Franchise taxes	184,285	188,290	(4,005)	-	-	-
Grants and contributions not restricted to specific programs	565,581	655,978	(90,397)	82,077	-	82,077
Unrestricted investment earnings (loss)	129,804	19,457	110,347	119,860	14,017	105,843
Gain on sale of capital assets	-	-	-	-	8,100	(8,100)
Total Revenues	<u>3,031,734</u>	<u>2,894,776</u>	<u>136,958</u>	<u>4,504,923</u>	<u>4,188,661</u>	<u>316,262</u>
Expenses						
General government	832,247	978,953	(146,706)	-	-	-
Public safety	1,430,461	1,257,162	173,299	-	-	-
Public works	409,453	473,115	(63,662)	-	-	-
Culture and recreation	151,053	129,925	21,128	-	-	-
Interest on long-term debt	39,713	43,254	(3,541)	-	-	-
Water	-	-	-	245,462	213,102	32,360
Sewer	-	-	-	358,092	316,708	41,384
Municipal liquor	-	-	-	3,448,278	3,326,730	121,548
Storm sewer	-	-	-	47,778	74,700	(26,922)
Total Expenses	<u>2,862,927</u>	<u>2,882,409</u>	<u>(19,482)</u>	<u>4,099,610</u>	<u>3,931,240</u>	<u>168,370</u>
Change in Net Position Before Transfers	168,807	12,367	156,440	405,313	257,421	147,892
Transfers	14,016	275,000	(260,984)	(14,016)	(275,000)	260,984
Change in Net Position	182,823	287,367	(104,544)	391,297	(17,579)	408,876
Net Position, January 1	<u>5,337,098</u>	<u>5,049,731</u>	<u>287,367</u>	<u>3,939,205</u>	<u>3,956,784</u>	<u>(17,579)</u>
Net Position, December 31	<u>\$ 5,519,921</u>	<u>\$ 5,337,098</u>	<u>\$ 182,823</u>	<u>\$ 4,330,502</u>	<u>\$ 3,939,205</u>	<u>\$ 391,297</u>

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

Expenses and Program Revenues - Governmental Activities



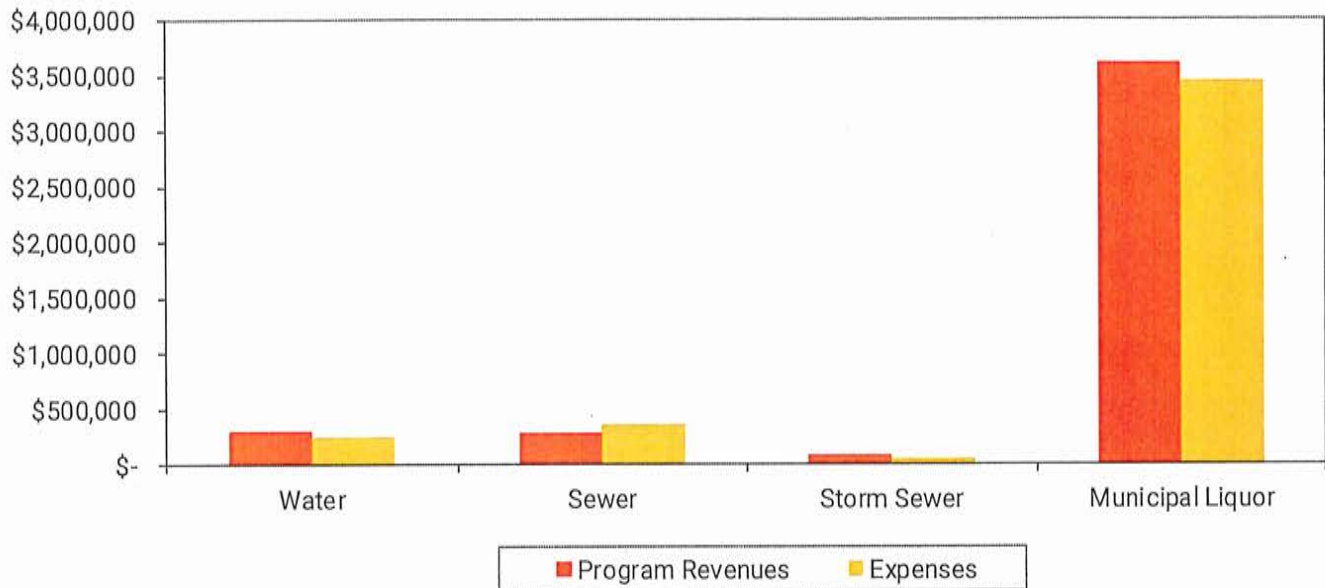
Revenues by Source - Governmental Activities



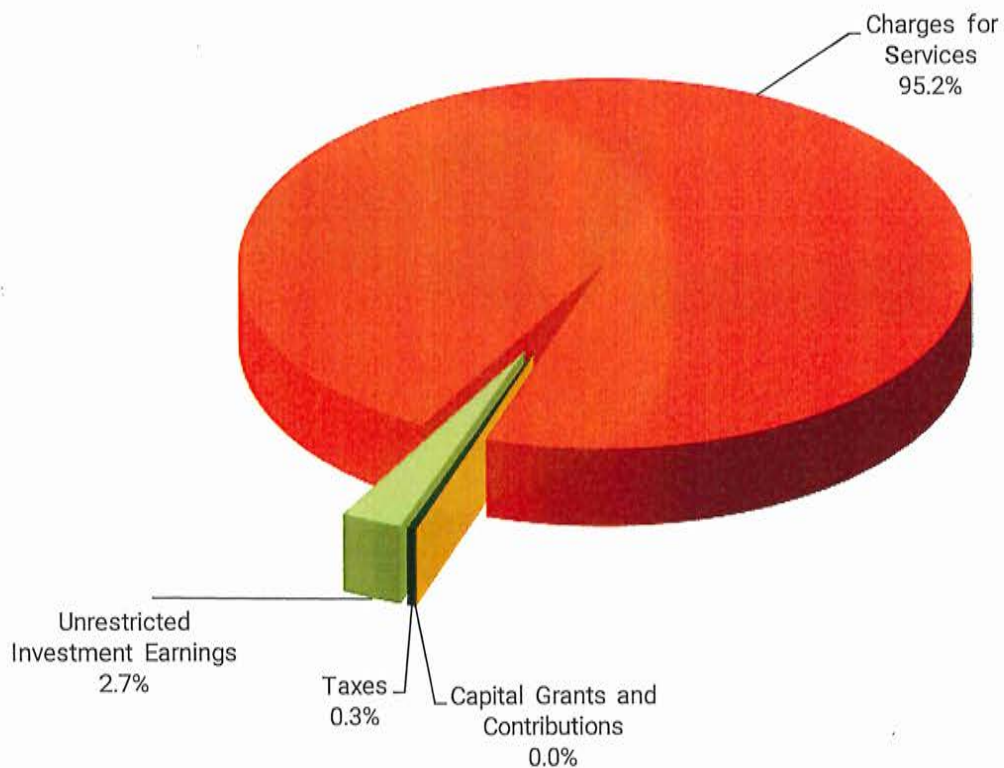
Business-type Activities. Business-type activities decreased the City's net position, as shown in the changes in net position table.

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

Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



Financial Analysis of the City's Funds

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

Governmental Funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The table below outlines the governmental fund balances for the year ending December 31, 2023

	General Fund	Debt Service Fund	Capital Projects	TIF District #1-3	Other Governmental Funds	Total	Prior Year Total	Increase/ (Decrease)
Fund Balances								
Nonspendable	\$ 3,372	\$ -	\$ 2,132,015	\$ -	\$ -	\$ 2,135,387	\$ 2,065,205	\$ 70,182
Restricted for	-	453,852	546,252	-	59,787	1,059,891	937,985	121,906
Assigned for	257,090	-	455,050	-	73,354	785,494	668,137	117,357
Unassigned	1,304,915	-	-	(2,056,224)	-	(751,309)	(894,644)	143,335
	<u>\$ 1,565,377</u>	<u>\$ 453,852</u>	<u>\$ 3,133,317</u>	<u>\$ (2,056,224)</u>	<u>\$ 133,141</u>	<u>\$ 3,229,463</u>	<u>\$ 2,776,683</u>	<u>\$ 452,780</u>

As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances shown above. Additional information on the City's fund balances can be found in Note 1 starting on page 57 of this report.

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

	Current Year Ending Balance	Prior Year Ending Balance	Increase/ (Decrease)
General Fund Fund Balances			
Nonspendable	\$ 3,372	\$ 3,152	\$ 220
Restricted for	-	38,741	(38,741)
Assigned for	257,090	257,090	-
Unassigned	1,304,915	1,044,670	260,245
	<u>\$ 1,565,377</u>	<u>\$ 1,343,653</u>	<u>\$ 221,724</u>
General Fund expenditures	\$ 2,222,284	\$ 2,047,948	
Unassigned as a percent of expenditures	58.7%	51.0%	
Total Fund Balance as a percent of expenditures	70.4%	65.6%	

The fund balance of the City's General fund increased during the current fiscal year as shown in the table above. The increase in fund balance was due positive budget variances.

Other major governmental fund analysis is shown below:

Major Funds	Fund Balance December 31,		Increase (Decrease)
	2023	2022	
General	\$ 1,565,377	\$ 1,343,653	\$ 221,724
The City had a balanced budget. The increase can be attributed to positive budget variances.			
Debt Service	\$ 453,852	\$ 422,229	\$ 31,623
The fund balance of the Debt Service fund increased due to tax revenue, special assessment revenue, and investment earnings exceeding principal and interest payments.			
Capital Projects	\$ 3,133,317	\$ 2,815,235	\$ 318,082
The increase in the fund balance of the Capital Projects fund was mainly due to franchise fees, intergovernmental revenues, and investment earnings.			
TIF District #1-3	\$ (2,056,224)	\$ (1,936,289)	\$ (119,935)
This fund is financed with an interfund loan intended to be paid back with future tax increment collections. The decrease is due to interest on the interfund loan.			

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

Major Funds	Net Position December 31,		Increase (Decrease)
	2023	2022	
Water	\$ 1,248,629	\$ 915,494	\$ 333,135
The net position of the water fund increased due to operating revenues exceeding expenses and capital contributions.			
Sewer	\$ 1,359,165	\$ 1,379,146	\$ (19,981)
The net position of the Sewer fund decreased due to operating revenues less than expenses.			
Municipal Liquor	\$ 1,208,542	\$ 1,212,845	\$ (4,303)
The decrease is due to transfers out.			
Lovell Building	\$ 612,667	\$ 584,657	\$ 28,010
Net position increase for the Lovell Building can be attributed to investment earnings for the year.			

General Fund Budgetary Highlights

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
Revenues	\$ 2,109,980	\$ 2,282,749	\$ 172,769
Expenditures	2,309,980	2,222,284	87,696
Excess of Revenues Over Expenditures	(200,000)	60,465	260,465
Other Financing Sources (Uses)			
Transfers in	200,000	200,000	-
Transfers out	-	(38,741)	(38,741)
Total Other Financing Sources (Uses)	200,000	161,259	(38,741)
Net Change in Fund Balances	-	221,724	221,724
Fund Balances, January 1	1,343,653	1,343,653	
Fund Balances, December 31	\$ 1,343,653	\$ 1,565,377	\$ 221,724

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

Capital Asset and Debt Administration

Capital Assets. The City's investment in capital assets for its governmental and business-type activities as of December 31, 2023, is shown below in the capital asset table (net of accumulated depreciation). This investment in capital assets includes land, structures, improvements, machinery and equipment, park facilities, roads and utility infrastructure.

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

	Governmental Activities			Business-type Activities		
	2023	2022	Increase (Decrease)	2023	2022	Increase (Decrease)
Land	\$ 63,403	\$ 63,403	\$ -	\$ 51,950	\$ 51,950	\$ -
Construction in Progress	-	185,984	(185,984)	-	6,644	(6,644)
Buildings and Improvements	1,583,389	1,669,689	(86,300)	307,455	306,608	847
Infrastructure	1,323,415	1,393,421	(70,006)	1,265,175	999,974	265,201
Machinery and Equipment	506,475	574,726	(68,251)	144,932	164,307	(19,375)
Total	\$ 3,476,682	\$ 3,887,223	\$ (410,541)	\$ 1,769,512	\$ 1,529,483	\$ 240,029
Percent increase (decrease)			-10.6%			15.7%

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

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

	Governmental Activities			Business-type Activities		
	2023	2022	Increase (Decrease)	2023	2022	Increase (Decrease)
G.O. Improvement Bonds	\$ 1,294,418	\$ 1,427,509	\$ (133,091)	\$ 84,431	\$ 95,099	\$ (10,668)
G.O. Utility Revenue Bonds	-	-	-	255,000	335,000	(80,000)
Total	<u>\$ 1,294,418</u>	<u>\$ 1,427,509</u>	<u>\$ (133,091)</u>	<u>\$ 339,431</u>	<u>\$ 430,099</u>	<u>\$ (90,668)</u>
Percent increase (decrease)			-9.3%			-21.1%

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

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

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

Economic Factors and Next Year's Budgets and Rates

Economic factors affect the preparation of annual budgets. Properties, and their taxable market value, continued to increase in 2023 and are predicted to increase in 2024. The City adjusts their tax rate for inflation to stay ahead of the cost of providing services to the citizens.

Inflation and low unemployment continues to affect our workforce and our ability to recruit and retain quality staff. Increasing salaries will be a major factor for retaining and recruiting employees, which will affect future budgets. The General Levy and utility rates will need to be adjusted to offset these increased costs.

Requests for Information

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

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF LEXINGTON
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2023

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City of Lexington, Minnesota
Statement of Net Position
December 31, 2023

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and temporary investments	\$ 3,273,316	\$ 2,669,533	\$ 5,942,849
Receivables			
Accounts	61,986	225,928	287,914
Accrued interest	8,168	-	8,168
Taxes	15,424	-	15,424
Special assessments	252,282	32,075	284,357
Lease	379,539	-	379,539
Due from other governments	25,676	-	25,676
Inventories	-	614,104	614,104
Prepaid items	3,372	1,370	4,742
Net pension asset	56,332	-	56,332
Capital assets			
Land and construction in progress	63,403	51,950	115,353
Depreciable assets (net of accumulated depreciation)	3,413,279	1,717,562	5,130,841
Total Assets	<u>7,552,777</u>	<u>5,312,522</u>	<u>12,865,299</u>
Deferred Outflows of Resources			
Deferred pension resources	<u>219,395</u>	<u>79,579</u>	<u>298,974</u>
Liabilities			
Accounts payable	120,673	223,284	343,957
Accrued salaries payable	36,968	15,397	52,365
Due to other governments	-	43,164	43,164
Accrued interest payable	15,923	4,810	20,733
Noncurrent liabilities			
Due within one year			
Long-term liabilities	181,364	111,563	292,927
Due in more than one year			
Long-term liabilities	1,161,237	243,763	1,405,000
Net pension liability	251,289	307,901	559,190
Total Liabilities	<u>1,767,454</u>	<u>949,882</u>	<u>2,717,336</u>
Deferred Inflows of Resources			
Deferred pension resources	119,844	111,717	231,561
Deferred lease resources	364,953	-	364,953
Total Deferred Inflows of Resources	<u>484,797</u>	<u>111,717</u>	<u>596,514</u>
Net investment in capital assets	2,182,264	1,430,081	3,612,345
Restricted for			
Debt service	592,941	-	592,941
Fire relief pension	56,332	-	56,332
Fire equipment	483,137	-	483,137
Cable TV equipment	24,374	-	24,374
Parks	59,787	-	59,787
Small cities assistance	38,741	-	38,741
Unrestricted	<u>2,082,345</u>	<u>2,900,421</u>	<u>4,982,766</u>
Total Net Position	<u>\$ 5,519,921</u>	<u>\$ 4,330,502</u>	<u>\$ 9,850,423</u>

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

City of Lexington, Minnesota
Statement of Activities
For the Year Ended December 31, 2023

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 832,247	\$ 207,363	\$ -	\$ -
Public safety	1,430,461	63,590	56,672	141,102
Public works	409,453	-	14,555	40,224
Culture and recreation	151,053	-	-	-
Interest on long-term debt	39,713	-	-	-
Total Governmental Activities	<u>2,862,927</u>	<u>270,953</u>	<u>71,227</u>	<u>181,326</u>
Business-type Activities				
Water	245,462	293,082	-	300
Sewer	358,092	288,003	-	-
Municipal liquor	3,448,278	3,619,387	-	-
Storm sewer	47,778	90,425	-	-
Total Business-type Activities	<u>4,099,610</u>	<u>4,290,897</u>	<u>-</u>	<u>300</u>
Total	<u>\$ 6,962,537</u>	<u>\$ 4,561,850</u>	<u>\$ 71,227</u>	<u>\$ 181,626</u>

General Revenues

Taxes

Property taxes, levied for general purposes

Property taxes, levied for debt service

Tax increments

Franchise taxes

Grants and contributions not restricted to specific programs

Unrestricted investment earnings

Transfers

Transfers - contribution of capital assets

Total General Revenues and Transfers

Change in Net Position

Net Position, January 1

Net Position, December 31

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

Net (Expenses) Revenues and
Changes in Net Position

Governmental Activities	Business-type Activities	Total
\$ (624,884)	\$ -	\$ (624,884)
(1,169,097)	-	(1,169,097)
(354,674)	-	(354,674)
(151,053)	-	(151,053)
(39,713)	-	(39,713)
<u>(2,339,421)</u>	<u>-</u>	<u>(2,339,421)</u>
-	47,920	47,920
-	(70,089)	(70,089)
-	171,109	171,109
-	42,647	42,647
<u>-</u>	<u>191,587</u>	<u>191,587</u>
<u>(2,339,421)</u>	<u>191,587</u>	<u>(2,147,834)</u>
1,323,939	11,789	1,335,728
135,586	-	135,586
169,033	-	169,033
184,285	-	184,285
565,581	82,077	647,658
129,804	119,860	249,664
200,000	(200,000)	-
(185,984)	185,984	-
<u>2,522,244</u>	<u>199,710</u>	<u>2,721,954</u>
182,823	391,297	574,120
<u>5,337,098</u>	<u>3,939,205</u>	<u>9,276,303</u>
<u>\$ 5,519,921</u>	<u>\$ 4,330,502</u>	<u>\$ 9,850,423</u>

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

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FUND FINANCIAL STATEMENTS

CITY OF LEXINGTON
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2023

City of Lexington, Minnesota
Balance Sheet
Governmental Funds
December 31, 2023

	101	500's	310	320	Other	Total
	General	Debt Service	Capital Projects	TIF District #1-3	Governmental Funds	Governmental Funds
Assets						
Cash and temporary investments	\$ 1,638,424	\$ 452,469	\$ 956,203	\$ 75,791	\$ 150,429	\$ 3,273,316
Receivables						
Accounts	4,611	-	57,375	-	-	61,986
Accrued interest	8,168	-	-	-	-	8,168
Taxes	15,424	-	-	-	-	15,424
Special assessments	-	155,012	49,587	-	47,683	252,282
Lease	379,539	-	-	-	-	379,539
Due from other governments	24,293	1,383	-	-	-	25,676
Advance to other funds	-	-	2,132,015	-	-	2,132,015
Prepaid items	3,372	-	-	-	-	3,372
Total Assets	\$ 2,073,831	\$ 608,864	\$ 3,195,180	\$ 75,791	\$ 198,112	\$ 6,151,778
Liabilities						
Accounts payable	\$ 91,109	\$ -	\$ 12,276	\$ -	\$ 17,288	\$ 120,673
Accrued salaries payable	36,968	-	-	-	-	36,968
Advance from other funds	-	-	-	2,132,015	-	2,132,015
Total Liabilities	128,077	-	12,276	2,132,015	17,288	2,289,656
Deferred Inflows of Resources						
Unavailable revenue - delinquent taxes	15,424	-	-	-	-	15,424
Unavailable revenue - special assessments	-	155,012	49,587	-	47,683	252,282
Deferred lease resources	364,953	-	-	-	-	364,953
Total Deferred Inflows of Resources	380,377	155,012	49,587	-	47,683	632,659
Fund Balances						
Nonspendable						
Advance to other funds	-	-	2,132,015	-	-	2,132,015
Prepaid items	3,372	-	-	-	-	3,372
Restricted for						
Debt service	-	453,852	-	-	-	453,852
Fire equipment	-	-	483,137	-	-	483,137
Cable TV equipment	-	-	24,374	-	-	24,374
Parks	-	-	-	-	59,787	59,787
Small cities assistance	-	-	38,741	-	-	38,741
Assigned to						
Future capital	257,090	-	455,050	-	73,354	785,494
Unassigned	1,304,915	-	-	(2,056,224)	-	(751,309)
Total Fund Balances	1,565,377	453,852	3,133,317	(2,056,224)	133,141	3,229,463
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,073,831	\$ 608,864	\$ 3,195,180	\$ 75,791	\$ 198,112	\$ 6,151,778

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

City of Lexington, Minnesota
Reconciliation of the Balance Sheet
to the Statement of Net Position
Governmental Funds
December 31, 2023

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

Total Fund Balances - Governmental Funds	\$ 3,229,463
Capital assets used in governmental activities are not financial resources, and therefore are not reported as assets in governmental funds.	
Cost of capital assets	7,431,430
Less accumulated depreciation	(3,954,748)
Long-term assets from pensions reported in governmental activities are not current financial resources and therefore are not reported as assets in the funds.	
Net pension asset	56,332
Noncurrent liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Noncurrent liabilities at year-end consist of	
Compensated absences payable	(48,183)
Net pension liability	(251,289)
Bonds payable	(1,294,418)
Some receivables are not available soon enough to pay for the current period's expenditures, and therefore are unavailable in the funds.	
Delinquent taxes receivable	15,424
Special assessments receivable	252,282
Governmental funds do not report a liability for accrued interest until due and payable.	(15,923)
Governmental funds do not report long-term amounts related to pensions.	
Deferred outflows of pension resources	219,395
Deferred inflows of pension resources	(119,844)
Total Net Position - Governmental Activities	<u>\$ 5,519,921</u>

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

City of Lexington, Minnesota
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2023

	101	500's	310	320	Other	Total
	General	Debt Service	Capital Projects	TIF District #1-3	Governmental Funds	Governmental Funds
Revenues						
Taxes						
Property taxes	\$ 1,329,500	\$ 135,586	\$ -	\$ -	\$ -	\$ 1,465,086
Tax increments	-	-	-	169,033	-	169,033
Franchise taxes	-	4,107	180,178	-	-	184,285
Licenses and permits	110,057	-	-	-	-	110,057
Intergovernmental	636,775	-	130,000	-	-	766,775
Charges for services	74,405	-	2,217	-	-	76,622
Fines and forfeitures	26,671	-	-	-	-	26,671
Special assessments	-	50,436	11,102	-	19,973	81,511
Investment earnings	57,787	15,709	129,659	436	8,695	212,286
Miscellaneous	47,554	-	10,049	-	-	57,603
Total Revenues	<u>2,282,749</u>	<u>205,838</u>	<u>463,205</u>	<u>169,469</u>	<u>28,668</u>	<u>3,149,929</u>
Expenditures						
Current						
General government	564,223	-	-	206,922	-	771,145
Public safety	1,346,820	-	-	-	-	1,346,820
Public works	207,077	-	-	-	-	207,077
Culture and recreation	104,164	-	-	-	-	104,164
Capital outlay						
General government	-	-	14,778	-	-	14,778
Public safety	-	-	12,276	-	-	12,276
Public works	-	-	26,570	-	109,113	135,683
Culture and recreation	-	-	26,240	-	22,269	48,509
Debt service						
Principal	-	133,091	-	-	-	133,091
Interest and other	-	41,124	-	82,482	-	123,606
Total Expenditures	<u>2,222,284</u>	<u>174,215</u>	<u>79,864</u>	<u>289,404</u>	<u>131,382</u>	<u>2,897,149</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>60,465</u>	<u>31,623</u>	<u>383,341</u>	<u>(119,935)</u>	<u>(102,714)</u>	<u>252,780</u>
Other Financing Sources (Uses)						
Transfers in	200,000	-	38,741	-	104,000	342,741
Transfers out	(38,741)	-	(104,000)	-	-	(142,741)
Total Other Financing Sources (Uses)	<u>161,259</u>	<u>-</u>	<u>(65,259)</u>	<u>-</u>	<u>104,000</u>	<u>200,000</u>
Net Change in Fund Balances	221,724	31,623	318,082	(119,935)	1,286	452,780
Fund Balances, January 1	<u>1,343,653</u>	<u>422,229</u>	<u>2,815,235</u>	<u>(1,936,289)</u>	<u>131,855</u>	<u>2,776,683</u>
Fund Balances, December 31	<u>\$ 1,565,377</u>	<u>\$ 453,852</u>	<u>\$ 3,133,317</u>	<u>\$ (2,056,224)</u>	<u>\$ 133,141</u>	<u>\$ 3,229,463</u>

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

City of Lexington, Minnesota
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances to the Statement of Activities
Governmental Funds
For the Year Ended December 31, 2023

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

Total Net Change in Fund Balances - Governmental Funds	\$ 452,780
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense.	
Capital outlays	85,391
Capital assets contributed to other funds	(185,984)
Depreciation expense	(309,949)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.	
Principal repayments	133,091
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.	1,411
Long-term pension activity is not reported in governmental funds.	
Pension expense	51,184
Pension revenue from state contributions	33
Certain revenues are recognized as soon as they are earned. Under the modified accrual basis of accounting, certain revenues cannot be recognized until they are available to liquidate liabilities of the current period.	
Special assessments	(30,185)
Property taxes	(5,561)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
Compensated absences	(9,388)
Change in Net Position - Governmental Activities	<u>\$ 182,823</u>

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

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City of Lexington, Minnesota
Statement of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
General Fund
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues				
Taxes	\$ 1,323,157	\$ 1,323,157	\$ 1,329,500	\$ 6,343
Licenses and permits	89,200	89,200	110,057	20,857
Intergovernmental	548,367	548,367	636,775	88,408
Charges for services	79,150	79,150	74,405	(4,745)
Fines and forfeitures	18,000	18,000	26,671	8,671
Interest on investments	5,106	5,106	57,787	52,681
Miscellaneous	47,000	47,000	47,554	554
Total Revenues	<u>2,109,980</u>	<u>2,109,980</u>	<u>2,282,749</u>	<u>172,769</u>
Expenditures				
Current				
General government	567,292	567,292	564,223	3,069
Public safety	1,397,677	1,397,677	1,346,820	50,857
Public works	230,435	230,435	207,077	23,358
Culture and recreation	114,576	114,576	104,164	10,412
Total Expenditures	<u>2,309,980</u>	<u>2,309,980</u>	<u>2,222,284</u>	<u>87,696</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(200,000)</u>	<u>(200,000)</u>	<u>60,465</u>	<u>260,465</u>
Other Financing Sources (Uses)				
Transfers in	200,000	200,000	200,000	-
Transfers out	-	-	(38,741)	(38,741)
Total Other Financing Sources (Uses)	<u>200,000</u>	<u>200,000</u>	<u>161,259</u>	<u>(38,741)</u>
Net Change in Fund Balances	-	-	221,724	221,724
Fund Balances, January 1	<u>1,343,653</u>	<u>1,343,653</u>	<u>1,343,653</u>	<u>-</u>
Fund Balances, December 31	<u>\$ 1,343,653</u>	<u>\$ 1,343,653</u>	<u>\$ 1,565,377</u>	<u>\$ 221,724</u>

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

City of Lexington, Minnesota
Statement of Net Position (Continued on the Following Pages)
Proprietary Funds
December 31, 2023

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Municipal Liquor
Assets			
Current Assets			
Cash and temporary investments	\$ 420,648	\$ 1,096,294	\$ 635,588
Receivables			
Accounts	70,829	73,124	56,533
Special assessments	15,484	12,760	-
Inventories	-	-	614,104
Prepaid items	-	-	1,370
Total Current Assets	<u>506,961</u>	<u>1,182,178</u>	<u>1,307,595</u>
Noncurrent Assets			
Capital assets			
Land	-	-	51,950
Buildings and improvements	-	-	998,271
Infrastructure	1,729,916	1,391,550	-
Machinery and equipment	85,196	143,960	213,207
Less accumulated depreciation	(914,200)	(1,144,627)	(854,918)
Total Capital Assets (Net of Accumulated Depreciation)	<u>900,912</u>	<u>390,883</u>	<u>408,510</u>
Total Assets	<u>1,407,873</u>	<u>1,573,061</u>	<u>1,716,105</u>
Deferred Outflows of Resources			
Deferred pension resources	<u>9,380</u>	<u>8,466</u>	<u>59,531</u>
Liabilities			
Current Liabilities			
Accounts payable	19,799	7,267	189,680
Accrued salaries payable	-	-	15,397
Due to other governments	4,101	-	39,063
Accrued interest payable	1,375	2,520	-
Compensated absences payable - current	-	-	15,895
Bonds payable - current	30,000	55,000	-
Total Current Liabilities	<u>55,275</u>	<u>64,787</u>	<u>260,035</u>

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

Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ 612,667	\$ (95,664)	\$ 2,669,533
-	25,442	225,928
-	3,831	32,075
-	-	614,104
-	-	1,370
<u>612,667</u>	<u>(66,391)</u>	<u>3,543,010</u>
-	-	51,950
-	-	998,271
-	98,871	3,220,337
-	-	442,363
-	(29,664)	(2,943,409)
-	<u>69,207</u>	<u>1,769,512</u>
<u>612,667</u>	<u>2,816</u>	<u>5,312,522</u>
-	2,202	79,579
-	6,538	223,284
-	-	15,397
-	-	43,164
-	915	4,810
-	-	15,895
-	<u>10,668</u>	<u>95,668</u>
-	<u>18,121</u>	<u>398,218</u>

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

City of Lexington, Minnesota
Statement of Net Position (Continued)
Proprietary Funds
December 31, 2023

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Municipal Liquor</u>
Noncurrent Liabilities			
Bonds payable	\$ 60,000	\$ 110,000	\$ -
Net pension liability	39,396	35,044	225,103
Total Noncurrent Liabilities	<u>99,396</u>	<u>145,044</u>	<u>225,103</u>
Total Liabilities	<u>154,671</u>	<u>209,831</u>	<u>485,138</u>
Deferred Inflows of Resources			
Deferred pension resources	<u>13,953</u>	<u>12,531</u>	<u>81,956</u>
Net Position			
Net investment in capital assets	810,912	225,883	408,510
Unrestricted	<u>437,717</u>	<u>1,133,282</u>	<u>800,032</u>
Total Net Position	<u>\$ 1,248,629</u>	<u>\$ 1,359,165</u>	<u>\$ 1,208,542</u>

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

Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ -	\$ 73,763	\$ 243,763
-	8,358	307,901
-	82,121	551,664
-	100,242	949,882
-	3,277	111,717
-	(15,224)	1,430,081
612,667	(83,277)	2,900,421
<u>\$ 612,667</u>	<u>\$ (98,501)</u>	<u>\$ 4,330,502</u>

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

City of Lexington, Minnesota
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2023

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Municipal Liquor
Operating Revenues			
Sales	\$ -	\$ -	\$ 3,619,387
Cost of sales	-	-	(2,701,973)
Gross Profit	-	-	917,414
Charges for services	293,082	288,003	-
Total Operating Revenues	293,082	288,003	917,414
Operating Expenses			
Personnel services	90,920	82,117	535,059
Supplies	7,675	2,799	4,685
Other services and charges	89,396	210,594	152,618
Depreciation	53,854	56,041	51,313
Total Operating Expenses	241,845	351,551	743,675
Operating Income (Loss)	51,237	(63,548)	173,739
Nonoperating Revenues (Expenses)			
Investment earnings	17,154	50,108	24,588
Intergovernmental	82,077	-	-
Loss on sale of capital assets	-	-	(2,630)
Property taxes	-	-	-
Interest expense	(3,617)	(6,541)	-
Total Nonoperating Revenues (Expenses)	95,614	43,567	21,958
Income (Loss) Before Contributions and Transfers	146,851	(19,981)	195,697
Capital Contributions From Other Funds	185,984	-	-
Capital Contributions	300	-	-
Transfers Out	-	-	(200,000)
Change in Net Position	333,135	(19,981)	(4,303)
Net Position, January 1	915,494	1,379,146	1,212,845
Net Position, December 31	\$ 1,248,629	\$ 1,359,165	\$ 1,208,542

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

Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ -	\$ -	\$ 3,619,387
-	-	(2,701,973)
-	-	917,414
-	90,425	671,510
-	90,425	1,588,924
-	20,960	729,056
-	1,170	16,329
-	20,746	473,354
-	2,472	163,680
-	45,348	1,382,419
-	45,077	206,505
28,010	-	119,860
-	-	82,077
-	-	(2,630)
-	11,789	11,789
-	(2,430)	(12,588)
28,010	9,359	198,508
28,010	54,436	405,013
-	-	185,984
-	-	300
-	-	(200,000)
28,010	54,436	391,297
584,657	(152,937)	3,939,205
<u>\$ 612,667</u>	<u>\$ (98,501)</u>	<u>\$ 4,330,502</u>

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

City of Lexington, Minnesota
Statement of Cash Flows (Continued on the Following Pages)
Proprietary Funds
For the Year Ended December 31, 2023

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Municipal Liquor
Cash Flows from Operating Activities			
Receipts from customers and users	\$ 290,994	\$ 284,879	\$ 3,605,851
Payments to suppliers	(81,302)	(209,951)	(2,802,049)
Payments to employees	(90,604)	(81,830)	(532,507)
Net Cash Provided (Used) by Operating Activities	119,088	(6,902)	271,295
Cash Flows from Noncapital Financing Activities			
Intergovernmental receipts	82,077	-	-
Transfers to other funds	-	-	(200,000)
Net Cash Used by Noncapital Financing Activities	82,077	-	(200,000)
Cash Flows from Capital and Related Financing Activities			
Acquisition of capital assets	(115,378)	(68,793)	(36,184)
Property taxes	-	-	-
Capital contributions	300	-	-
Principal paid on long-term debt	(30,000)	(50,000)	-
Interest paid on long-term debt	(4,055)	(7,270)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(149,133)	(126,063)	(36,184)
Cash Flows from Investing Activities			
Interest received on investments	17,154	50,108	24,588
Net Increase (Decrease) in Cash and Cash Equivalents	69,186	(82,857)	59,699
Cash and Cash Equivalents, January 1	351,462	1,179,151	575,889
Cash and Cash Equivalents, December 31	\$ 420,648	\$ 1,096,294	\$ 635,588

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

Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ 3,788	\$ 78,105	\$ 4,263,617
-	(15,917)	(3,109,219)
-	(20,886)	(725,827)
<u>3,788</u>	<u>41,302</u>	<u>428,571</u>
-	-	82,077
-	-	(200,000)
-	-	(117,923)
-	-	(220,355)
-	11,789	11,789
-	-	300
-	(10,668)	(90,668)
-	(2,616)	(13,941)
-	(1,495)	(312,875)
<u>28,010</u>	<u>-</u>	<u>119,860</u>
31,798	39,807	117,633
<u>580,869</u>	<u>(135,471)</u>	<u>2,551,900</u>
<u>\$ 612,667</u>	<u>\$ (95,664)</u>	<u>\$ 2,669,533</u>

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

City of Lexington, Minnesota
Statement of Cash Flows (Continued)
Proprietary Funds
For the Year Ended December 31, 2023

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Municipal Liquor
Reconciliation of Operating Income (Loss)			
to Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	\$ 51,237	\$ (63,548)	\$ 173,739
Adjustments to reconcile operating income (loss)			
to net cash provided (used) by operating activities			
Depreciation	53,854	56,041	51,313
(Increase) decrease in assets			
Accounts receivable	(2,526)	(2,793)	(13,536)
Special assessments receivable	438	(331)	-
Inventories	-	-	(87,709)
(Increase) decrease in deferred outflows of resources			
Deferred pension resources	7,222	6,515	41,615
Increase (decrease) in liabilities			
Accounts payable	12,993	3,442	143,102
Due to other governments	2,776	-	1,834
Accrued salaries payable	-	-	915
Deposits payable	-	-	-
Compensated absences payable	-	-	(193)
Net pension liability	(19,915)	(17,963)	(114,745)
Decrease in deferred inflows of resources			
Deferred pension resources	13,009	11,735	74,960
Net Cash Provided (Used) By			
Operating Activities	<u>\$ 119,088</u>	<u>\$ (6,902)</u>	<u>\$ 271,295</u>
Schedule of Noncash Capital and Related			
Financing Activities			
Capital assets contributed by other funds	<u>\$ 185,984</u>	<u>\$ -</u>	<u>\$ -</u>
Net book value on disposal of capital assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,630)</u>

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

Business-type Activities - Enterprise Funds

<u>Lovell Building</u>	<u>Nonmajor Storm Sewer</u>	<u>Total</u>
\$ -	\$ 45,077	\$ 206,505
-	2,472	163,680
-	(12,518)	(31,373)
-	198	305
-	-	(87,709)
-	1,682	57,034
-	5,999	165,536
-	-	4,610
-	-	915
3,788	-	3,788
-	-	(193)
-	(4,637)	(157,260)
<u>-</u>	<u>3,029</u>	<u>102,733</u>
<u>\$ 3,788</u>	<u>\$ 41,302</u>	<u>\$ 428,571</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 185,984</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,630)</u>

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

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City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies

A. Reporting Entity

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

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

B. Government-wide and Fund Financial Statements

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

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

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

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

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

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

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

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

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

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

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

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

The City reports the following major governmental funds:

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

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

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

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

The City reports the following major proprietary funds:

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

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

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

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

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

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

Note 1: Summary of Significant Accounting Policies (Continued)

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

Deposits and Investments

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

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

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

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

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

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

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

The City has the following recurring fair value measurements as of December 31, 2023:

- Negotiable certificates of deposits of \$1,445,000 are valued using a matrix pricing model (Level 2 inputs)

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

Property Taxes

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

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

Accounts Receivable

Accounts receivable include amounts billed for services provided before year end. Unbilled utility enterprise fund receivables are also included for services provided in 2023. The City annually certifies delinquent water, sewer and storm sewer accounts to the County for collection in the following year. Therefore, there has been no allowance for doubtful accounts established.

Special Assessments

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

Inventories and Prepaid Items

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

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

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Lease Receivable

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

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

Capital Assets

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

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

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

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

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

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

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Deferred Outflows of Resources

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

Pensions

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

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

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

	GERF	FRA	Total
City's proportionate share	\$ 67,506	\$ (37,657)	\$ 29,849
Proportionate share of State's contribution	69	-	69
Total pension expense	<u>\$ 67,575</u>	<u>\$ (37,657)</u>	<u>\$ 29,918</u>

Compensated Absences

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

Note 1: Summary of Significant Accounting Policies (Continued)

Long-term Obligations

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

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

Deferred Inflows of Resources

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

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

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

Fund Balance

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

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

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

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

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

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

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 1: Summary of Significant Accounting Policies (Continued)

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

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

Net Position

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

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

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

Note 2: Stewardship, Compliance and Accountability

A. Budgetary Information

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

The appropriated budget is prepared by fund, function and department. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the City Council. The legal level of budgetary control is the department level. There were no budget amendments in 2023.

B. Deficit Fund Equity

The following funds had a net position deficit at December 31, 2023:

Fund	Amount
Major	
TIF District #1-3	\$ 2,056,224
Nonmajor Enterprise Fund	
Storm Sewer	98,501

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

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 3: Detailed Notes on All Funds

A. Deposits and Investments

Deposits

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

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

Authorized collateral in lieu of a corporate surety bond includes:

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

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

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 3: Detailed Notes on All Funds (Continued)

Investments

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

Investment Type	Credit Quality/ Ratings (1)	Segmented Time Distribution (2)	Amount	Fair Value Measurement Using	
				Level 1	Level 2
Pooled Investments at Amortized Costs					
4M fund	N/A	less than 6 months	\$ 4,495,049		
Non-pooled Investments at Fair Value					
Negotiable certificates of deposit	N/A	less than 1 year	1,445,000	\$ -	\$ 1,445,000
Total Investments			<u>\$ 5,940,049</u>	<u>\$ -</u>	<u>\$ 1,445,000</u>

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

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

N/A Indicates not applicable or available.

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

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

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

Investments	\$ 5,940,049
Cash on Hand	<u>2,800</u>
Total	<u>\$ 5,942,849</u>

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 3: Detailed Notes on All Funds (Continued)

B. Lease Receivable

As of December 31, 2023, the City had the following lease receivable:

Description	Issue Date	Maturity Date	Discount Rate		Current Year Inflow of Resources	Balance at Year End
Verizon Cell Tower	05/01/16	04/30/31	1.16	%	\$ 25,371	\$ 195,025
American Tower Cell Tower	01/01/19	04/30/31	1.16		24,396	184,514
Total						<u>\$ 379,539</u>

C. Capital Assets

Capital asset activity for the year ended December 31, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets not Being Depreciated				
Land	\$ 63,403	\$ -	\$ -	\$ 63,403
Construction in progress	185,984	-	(185,984)	-
Total Capital Assets not Being Depreciated	<u>249,387</u>	<u>-</u>	<u>(185,984)</u>	<u>63,403</u>
Capital Assets Being Depreciated				
Buildings and improvements	2,980,307	-	-	2,980,307
Infrastructure	2,226,338	-	-	2,226,338
Machinery and equipment	2,085,930	85,391	(9,940)	2,161,382
Total Capital Assets being depreciated	<u>7,292,575</u>	<u>85,391</u>	<u>(9,940)</u>	<u>7,368,027</u>
Less Accumulated Depreciation for				
Buildings and improvements	(1,310,618)	(86,300)	-	(1,396,918)
Infrastructure	(832,917)	(70,006)	-	(902,923)
Machinery and equipment	(1,511,204)	(153,643)	9,940	(1,654,907)
Total Accumulated Depreciation	<u>(3,654,739)</u>	<u>(309,949)</u>	<u>9,940</u>	<u>(3,954,748)</u>
Total Capital Assets Being Depreciated, Net	<u>3,637,836</u>	<u>(224,558)</u>	<u>-</u>	<u>3,413,279</u>
Governmental Activities Capital Assets, Net	<u>\$ 3,887,223</u>	<u>\$ (224,558)</u>	<u>\$ (185,984)</u>	<u>\$ 3,476,682</u>

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 3: Detailed Notes on All Funds (Continued)

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

Function/Program	Amount			
Governmental Activities				
General Government				\$ 46,065
Public Safety				124,347
Public Works				119,110
Culture and Recreation				20,427
				<u>309,949</u>
Total Depreciation Expense - Governmental Activities				<u>\$ 309,949</u>
	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities				
Capital Assets not Being Depreciated				
Land	\$ 51,950	\$ -	\$ -	\$ 51,950
Construction in progress	6,644	-	(6,644)	-
Total Capital Assets not Being Depreciated	<u>58,594</u>	<u>-</u>	<u>(6,644)</u>	<u>51,950</u>
Capital Assets Being Depreciated				
Buildings and improvements	963,691	36,185	(1,605)	998,271
Infrastructure	2,864,285	356,052	-	3,220,337
Machinery and equipment	553,647	20,746	(132,030)	442,363
Total Capital Assets Being Depreciated	<u>4,381,623</u>	<u>412,983</u>	<u>(133,635)</u>	<u>4,660,971</u>
Less Accumulated Depreciation for				
Buildings and improvements	(657,083)	(35,338)	1,605	(690,816)
Infrastructure	(1,864,311)	(90,851)	-	(1,955,162)
Machinery and equipment	(389,340)	(37,491)	129,400	(297,431)
Total Accumulated Depreciation	<u>(2,910,734)</u>	<u>(163,680)</u>	<u>131,005</u>	<u>(2,943,409)</u>
Total Capital Assets Being Depreciated, Net	<u>1,470,889</u>	<u>249,303</u>	<u>(2,630)</u>	<u>1,717,562</u>
Business-type Activities Capital Assets, Net	<u>\$ 1,529,483</u>	<u>\$ 249,303</u>	<u>\$ (9,274)</u>	<u>\$ 1,769,512</u>

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

Business-type Activities	
Water	\$ 53,854
Sewer	56,041
Municipal Liquor	51,313
Storm Sewer	<u>2,472</u>
Total Depreciation Expense - Business-type Activities	<u>\$ 163,680</u>

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 3: Detailed Notes on All Funds (Continued)

D. Interfund Receivables, Payable and Transfers

The composition of interfund transfers for the year ended December 31, 2023 is as follows:

Fund	Transfer in			
	General	Capital Projects	Nonmajor Governmental	Total
Transfer Out				
General	\$ -	\$ 38,741	\$ -	\$ 38,741
Capital Projects	-	-	104,000	104,000
Municipal Liquor	200,000	-	-	200,000
Total Transfers In	<u>\$ 200,000</u>	<u>\$ 38,741</u>	<u>\$ 104,000</u>	<u>\$ 342,741</u>

The City annually budgets transfers for specific purposes. Annual transfers include transfers made to cover annual operations and part of capital improvement plans. The City made one unbudgeted transfer of \$38,741 to the Capital Projects fund from the General fund for future street projects.

An interfund loan was set up between the Capital Projects Fund and TIF District #1-3 for the establishment of the TIF District. The amount of the loan is \$2,132,015 including unpaid interest, expected to be refunded from the future tax increment at a 4 percent interest rate.

E. Long-term Debt

General Obligation (G.O.) Bonds

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

G.O. Improvement Bonds

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

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
G.O. Improvement Bonds of 2014A	\$ 655,000	1.3 - 3.25 %	05/28/14	02/01/31	\$ 475,000
G.O. Capital Notes, Series 2016A	31,952	2.00	4/14/16	02/01/24	3,849
G.O. Improvement Bonds, Series 2017A	1,260,000	3.00	08/24/17	02/01/38	900,000
Total G.O. Improvement Bonds					<u>\$ 1,378,849</u>

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 3: Detailed Notes on All Funds (Continued)

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

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

Year Ending December 31,	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 133,181	\$ 36,474	\$ 169,655	\$ 10,668	\$ 2,308	\$ 12,976
2025	125,221	33,034	158,255	9,779	2,083	11,862
2026	125,221	29,458	154,679	9,779	1,829	11,608
2027	129,332	25,640	154,972	10,668	1,552	12,220
2028	134,332	21,685	156,017	10,668	1,202	11,870
2029 - 2033	547,131	50,162	597,293	32,869	1,619	34,488
2034 - 2038	100,000	7,500	107,500	-	-	-
Total	<u>\$ 1,294,418</u>	<u>\$ 203,953</u>	<u>\$ 1,498,371</u>	<u>\$ 84,431</u>	<u>\$ 10,593</u>	<u>\$ 95,024</u>

G.O. Utility Revenue Bonds

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

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
G.O. Utility Revenue Bonds, Series 2010A	\$ 1,040,000	1.85 - 3.75 %	07/14/10	02/01/26	<u>\$ 255,000</u>

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

Year Ending December 31,	Business-type Activities		
	Principal	Interest	Total
2024	\$ 85,000	\$ 7,863	\$ 92,863
2025	85,000	4,781	89,781
2026	85,000	1,594	86,594
Total	<u>\$ 255,000</u>	<u>\$ 14,238</u>	<u>\$ 269,238</u>

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 3: Detailed Notes on All Funds (Continued)

Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental Activities					
G.O. Improvement Bonds	\$ 1,427,509	\$ -	\$ (133,091)	\$ 1,294,418	\$ 133,181
Compensated Absences Payable	<u>38,795</u>	<u>65,682</u>	<u>(56,294)</u>	<u>48,183</u>	<u>48,183</u>
Governmental Activities Long-term Liabilities	<u>\$ 1,466,304</u>	<u>\$ 65,682</u>	<u>\$ (189,385)</u>	<u>\$ 1,342,601</u>	<u>\$ 181,364</u>
Business-type Activities					
G.O. Improvement Bonds	\$ 95,099	\$ -	\$ (10,668)	\$ 84,431	\$ 10,668
G.O. Utility Revenue Bonds	<u>335,000</u>		<u>(80,000)</u>	<u>255,000</u>	<u>85,000</u>
Total Bonds Payable	<u>430,099</u>	<u>-</u>	<u>(90,668)</u>	<u>339,431</u>	<u>95,668</u>
Compensated Absences Payable	<u>16,088</u>	<u>32,852</u>	<u>(33,046)</u>	<u>15,894</u>	<u>15,895</u>
Business-type Activities Long-term Liabilities	<u>\$ 446,187</u>	<u>\$ 32,852</u>	<u>\$ (123,714)</u>	<u>\$ 355,325</u>	<u>\$ 111,563</u>

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 4: Defined Benefit Pension Plans - Statewide

A. Plan Description

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

General Employees Retirement Plan

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

B. Benefits Provided

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

General Employees Plan Benefits

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

Benefit increases are provided to benefit recipients each January. The postretirement increase is equal to 50 percent of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1 percent and a maximum of 1.5 percent. Recipients that have been receiving the annuity or benefit for at least a full year as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least one month but less than a full year as of the June 30 before the effective date of the increase will receive a reduced prorated increase. In 2023, legislation repealed the statute delaying increases for members retiring before full retirement age.

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

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

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 2023 and the City was required to contribute 7.50 percent for Coordinated Plan members. The City's contributions to the General Employees Fund for the years ending December 31, 2023, 2022 and 2021 were \$62,657, \$59,504 and \$60,151, respectively. The City's contributions were equal to the required contributions for each year as set by state statute.

D. Pension Costs

General Employees Fund Pension Costs

At December 31, 2023, the City reported a liability of \$559,190 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. 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 \$15,451. The net pension liability was measured as of June 30, 2023, 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, 2022 through June 30, 2023 relative to the total employer contributions received from all of PERA's participating employers. The City's proportionate share was 0.01 percent at the end of the measurement period and 0.0109 percent for the beginning of the period.

City Proportionate Share of the Net Pension Liability	\$ 559,190
State of Minnesota's Proportionate Share of the Net Pension Liability Associated with the City	<u>15,451</u>
Total	<u>\$ 574,640</u>

For the year ended December 31, 2023, the City recognized pension expense of \$67,506 for its proportionate share of the General Employees Plan's pension expense. In addition, the City recognized \$69 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 Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

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

At December 31, 2023, the City reported its proportionate share of the General Employees Plan's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ 18,761	\$ 4,199
Changes in Actuarial Assumptions	98,672	153,269
Net Difference Between Projected and Actual Investment Earnings	-	19,151
Changes in Proportion	-	36,708
Contributions Paid to PERA Subsequent to the Measurement Date	30,086	-
	<u>\$ 147,519</u>	<u>\$ 213,327</u>
Total		

The \$30,086 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, 2024. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

2024	\$ 635
2025	(103,900)
2026	19,502
2027	(12,131)

E. Long-term Expected Return on Investment

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

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	33.5 %	5.10 %
International Equity	16.5	5.30
Fixed Income	25.0	0.75
Private Markets	25.0	5.90
	<u>100.0 %</u>	
Total		

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

F. Actuarial Assumptions

The total pension liability in the June 30, 2023, actuarial valuation was determined using an individual entry-age normal actuarial cost method. The long-term rate of return on pension plan investments used in the determination of the total liability is 7.0 percent. This assumption is based on a review of inflation and investments return assumptions from a number of national investment consulting firms. The review provided a range of return investment return rates deemed to be reasonable by the actuary. An investment return of 7.0 percent was deemed to be within that range of reasonableness for financial reporting purposes.

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

Salary growth assumptions in the General Employees Plan range in annual increments from 10.25 percent after one year of service to 3.0 percent after 27 years of service. Mortality rates for the General Employees Plan are based on the Pub-2010 General Employee Mortality Table. The tables are adjusted slightly to fit PERA's experience.

Actuarial assumptions for the General Employees Plan are reviewed every four years. The most recent four-year experience study for the General Employees Plan was completed in 2022. The assumption changes were adopted by the Board and became effective with the July 1, 2023 actuarial valuation.

The following changes in actuarial assumptions and plan provisions occurred in 2023:

General Employees Fund

Changes in Actuarial Assumptions

- The investment return assumption and single discount rate were changed from 6.5 percent to 7.0 percent.

Changes in Plan Provisions

- An additional one-time direct state aid contribution of \$170.1 million will be contributed to the Plan on October 1, 2023.
- The vesting period of those hired after June 30, 2010, was changed from five years of allowable service to three years of allowable service.
- The benefit increase delay for early retirements on or after January 1, 2024, was eliminated.
- A one-time, non-compounding benefit increase of 2.5 percent minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

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

G. Discount Rate

The discount rate used to measure the total pension liability in 2023 was 7.0 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 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.

H. Pension Liability Sensitivity

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

	<u>1 Percent Decrease (6.0%)</u>	<u>Current (7.0%)</u>	<u>1 Percent Increase (8.0%)</u>
General Employees Fund	\$ 989,250	\$ 559,190	\$ 205,447

I. 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.

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 5: Defined Benefit Pension Plans - Fire Relief Association

A. Plan Description

The Lexington Fire Department participates in the Statewide Volunteer Firefighter Retirement Plan (SVF), an agent multiple-employer lump-sum defined benefit pension plan administered by the Public Employees Retirement Association of Minnesota (PERA). The SVF plan covers volunteer firefighters of municipal fire departments or independent nonprofit firefighting corporations that have elected to join the plan. As of December 31, 2022, the plan covered 15 active firefighters and 13 vested terminated fire fighters whose pension benefits are deferred. The plan is established and administered in accordance with Minnesota statutes, chapter 353 G.

B. Benefits Provided

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

C. Contributions

The Volunteer Firefighter Plan is funded by fire state aid, investment earnings and, if necessary, employer contributions as specified in Minnesota statutes and voluntary City contributions. The State of Minnesota contributed \$15,904 in fire state aid to the fund for the year ended December 31, 2023. Required employer contributions are calculated annually based on statutory provisions. The City's statutorily-required contributions to the Volunteer Firefighter Fund for the year ended December 31, 2023 were \$15,904. The City's contributions were equal to the required contributions as set by state statute, if applicable. The City made no voluntary contributions to the plan.

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

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

D. Pension Costs

At December 31, 2023, the City reported a net pension asset of \$56,332 for the Volunteer Firefighter Fund. The net pension asset was measured as of December 31, 2022. The total pension liability used to calculate the net pension asset in accordance with GASB 68 was determined by PERA applying an actuarial formula to specific census data certified by the Department. The following table presents the changes in net pension asset during the year:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a-b)
Beginning Balance January 1, 2023	\$ 580,862	\$ 789,690	\$ (208,828)
Changes for the Year			
Service cost	33,871	-	33,871
Interest on pension liability (asset)	33,336	-	33,336
Actuarial experience (gains)/losses	(22,792)	-	(22,792)
Projected investment earnings	-	47,381	(47,381)
Contributions (State)	-	14,805	(14,805)
Asset (gain)/loss	-	(169,439)	169,439
Benefit payouts	(118,274)	(118,274)	-
Administrative costs	-	(828)	828
Total Net Changes	(73,859)	(226,355)	152,496
Ending Balance December 31, 2023	\$ 507,003	\$ 563,335	\$ (56,332)

For the year ended December 31, 2023, the City recognized negative pension expense of \$37,657

At December 31, 2023, the City reported its deferred outflows of resources and deferred inflows of resources, and its contributions subsequent to the measurement date, to the plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ -	\$ 18,234
Asset (Gain)/Loss	135,551	-
Contributions to Plan Subsequent to the Measurement Date	15,904	-
Total	\$ 151,455	\$ 18,234

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

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

Deferred outflows of resources totaling \$15,904 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, 2024. Other amounts reported as deferred outflows of resources related to the plan will be recognized in pension expense as follows:

2024	\$ (15,741)
2025	(23,522)
2026	(2,583)
2027	7,419
2028	29,327
Thereafter	122,417

E. Actuarial Assumptions

The total pension liability at December 31, 2022 was determined using the entry age normal actuarial cost method and the following actuarial assumptions:

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

There were no changes in actuarial assumptions in 2022.

F. Discount Rate

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

G. Pension Liability Sensitivity

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

	1 Percent Decrease (5.00%)	Current (6.00%)	1 Percent Increase (7.00%)
SVF	<u>\$ (33,721)</u>	<u>\$ (56,332)</u>	<u>\$ (77,366)</u>

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

H. Investment Policy

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

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

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

The SBI made no significant changes to their investment policy during fiscal year 2022 for the SVF plan.

I. Asset Allocation

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

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

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

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

The SBI made no significant changes to their investment policy during fiscal year 2023 for the Volunteer Firefighter Fund.

J. Pension Plan Fiduciary Net Position

Detailed information about the Volunteer Firefighter Fund's fiduciary net position as of December 31, 2022 is available in a separately-issued PERA financial report that includes financial statements and required supplementary information. That report may be obtained at www.mnpera.org.

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 6: Other Information

Risk Management

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

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

Note 7: Joint Ventures

Centennial Lake Police Department

The Centennial Lakes Police Department (the Department) was formed under the authority of Minnesota statutes 436.06 in 2005 by agreement of the member cities of Centerville, Circle Pines and Lexington. The Department was created to provide police protection services to its member cities. The Department is managed through a three tier system consisting of a Governing Board, an Operations Committee, and a Chief of Police. The Governing Board consists of six members, two elected officials appointed by each member city. The Operations Committee is made up of the City administrators from each member city and the Chief of Police. The Chief of Police is appointed by mutual agreement of the City Councils of all member cities. Annual contributions required by each member city are calculated based on complaint history, population, and staffing formulas. The City's equity interest and its share of the net income (loss) of the Department is not measurable; therefore, no equity interest is reported in the government-wide financial statements. Contributions made by member cities for 2023 were as follows:

City of Circle Pines	\$ 1,142,025	37.29 %
City of Lexington	966,224	31.55
City of Centerville	<u>954,581</u>	<u>31.17</u>
Total	<u>\$ 3,062,830</u>	<u>100.00 %</u>

The following information is from the financial statements of the Department as of December 31, 2023. The amounts reported for the Department are those presented in its government-wide financial statements. These financial statements are available for viewing at the Lexington City hall.

	Centennial Lakes Police Department
Total Assets and Deferred Outflows of Resources	\$ 4,544,887
Total Liabilities and Deferred Inflows of Resources	5,649,944
Total Net Position	(1,105,057)
Total Revenue	3,193,445
Total Expenses	3,305,282

City of Lexington, Minnesota
Notes to the Financial Statements
December 31, 2023

Note 7: Joint Ventures (Continued)

North Metro Telecommunications Commission (the Commission)

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

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

Anoka County Fire Protection Council (ACFPC)

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

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF LEXINGTON
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2023

City of Lexington, Minnesota
Required Supplementary Information
For the Year Ended December 31, 2023

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/c)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
6/30/2023	0.0100 %	\$ 559,190	\$ 15,451	\$ 574,640	\$ 829,183	67.4 %	83.1 %
6/30/2022	0.0109	863,284	25,265	888,549	803,274	107.5	76.7
6/30/2021	0.0109	465,479	14,300	479,779	786,037	59.2	87.0
6/30/2020	0.0104	623,528	19,190	642,718	740,027	84.3	79.0
6/30/2019	0.0101	558,406	17,333	575,739	713,371	78.3	80.2
6/30/2018	0.0104	576,949	18,852	595,801	698,367	82.6	79.5
6/30/2017	0.0106	676,697	8,547	685,244	686,204	98.6	75.9
6/30/2016	0.0109	885,026	-	885,026	656,576	134.8	68.9
6/30/2015	0.0117	606,355	-	606,355	673,400	90.0	78.2

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

Schedule of Employer's PERA Contributions - General Employees Fund

Year Ending	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	City's Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
12/31/2023	\$ 62,657	\$ 62,657	\$ -	\$ 835,425	7.50 %
12/31/2022	59,504	59,504	-	793,383	7.50
12/31/2021	60,151	60,151	-	802,018	7.50
12/31/2020	57,739	57,739	-	769,853	7.50
12/31/2019	53,272	53,272	-	710,297	7.50
12/31/2018	53,678	53,678	-	715,712	7.50
12/31/2017	51,556	51,556	-	687,409	7.50
12/31/2016	50,089	50,089	-	667,856	7.50
12/31/2015	51,360	51,360	-	684,800	7.50

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

City of Lexington, Minnesota
Required Supplementary Information (Continued)
For the Year Ended December 31, 2023

Notes to the Required Supplementary Information - General Employees Fund

Changes in Actuarial Assumptions

2023 - The investment return assumption and single discount rate were changed from 6.5 percent to 7.00 percent.

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

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

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

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

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

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

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

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

City of Lexington, Minnesota
Required Supplementary Information (Continued)
For the Year Ended December 31, 2023

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

Changes in Plan Provisions

2023 - An additional one-time direct state aid contribution of \$170.1 million will be contributed to the Plan on October 1, 2023. The vesting period of those hired after June 30, 2010, was changed from five years of allowable service to three years of allowable service. The benefit increase delay for early retirements on or after January 1, 2024, was eliminated. A one-time, non-compounding benefit increase of 2.5 percent minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

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

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

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

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

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

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

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

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

City of Lexington, Minnesota
Required Supplementary Information (Continued)
For the Year Ended December 31, 2023

Schedule of Employer's Fire Relief Association Contributions

Year Ending	Actuarial Determined Contribution (a)	Actual Contributions Paid (b)	Contribution Deficiency (Excess) (a-b)
12/31/23	\$ 15,904	\$ 15,904	\$ -
12/31/22	14,805	14,805	-
12/31/21	12,575	12,575	-
12/31/20	11,445	11,445	-
12/31/19	11,095	11,095	-
12/31/18	12,071	12,071	(11,664)
12/31/17	27,487	27,487	(7,241)
12/31/16	18,507	18,507	(7,241)
12/31/15	11,306	22,972	-

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

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

	2023 (Fire Relief Report Date 2022)	2022 (Fire Relief Report Date 2021)	2021 (Fire Relief Report Date 2020)	2020 (Fire Relief Report Date 2019)	2019 (Fire Relief Report Date 2018)	2018 (Fire Relief Report Date 2017)	2017 (Fire Relief Report Date 2016)	2016 (Fire Relief Report Date 2015)	2015 (Fire Relief Report Date 2014)
Total Pension Liability									
Service cost	\$ 33,871	\$ 29,895	\$ 28,344	\$ 29,396	\$ 28,566	\$ 25,411	\$ 21,664	\$ 24,730	\$ 19,732
Interest on pension liability (asset)	33,336	37,110	38,307	36,118	30,743	26,951	27,113	22,496	17,627
Changes of benefit terms	-	-	-	-	51,173	(11,812)	(55,777)	55,778	-
Differences between expected and actual experience	(22,792)	(76,809)	16,846	(27,980)	(21,726)	60,249	(14,480)	(9,892)	81,469
Changes in benefit level	-	107,066	-	-	-	-	-	-	-
Benefit payments	(118,274)	(210,000)	-	-	-	(81,500)	-	-	-
Net Change in Total Pension Liability	(73,859)	(112,738)	83,497	37,534	-	19,299	(21,480)	93,112	118,828
Total Pension Liability - January 1	580,862	693,600	610,103	572,569	483,813	464,514	485,994	392,882	274,054
Total Pension Liability - December 31	\$ 507,003	\$ 580,862	\$ 693,600	\$ 610,103	\$ 572,569	\$ 483,813	\$ 464,514	\$ 485,994	\$ 392,882
Plan Fiduciary Net Position									
Contributions - State	11,487	10,392	9,376	11,095	12,071	8,909	9,066	9,084	11,749
Fire supplemental aid	\$ 2,318	2,183	2,070	-	-	2,156	2,199	2,223	-
Employer contributions	1,000	-	20,646	29,453	-	-	-	11,666	9,151
Net investment income	(122,058)	86,819	112,320	113,020	(23,586)	78,295	37,687	418	30,356
Required municipal contribution	-	-	-	-	-	16,422	7,241	-	-
Administrative expense	(780)	(900)	(900)	(849)	(846)	(810)	(690)	(690)	(750)
Benefit Payments	(118,274)	(210,000)	-	-	-	(81,500)	-	-	-
Other	(48)	(52)	(45)	-	-	(37)	(41)	(17)	-
Net Change in Plan Fiduciary Net Position	(226,355)	(111,558)	143,467	152,719	(12,361)	23,435	55,462	22,684	50,506
Plan Fiduciary Net Position - January 1	789,690	901,248	757,781	605,062	617,423	593,988	538,526	515,842	465,336
Plan Fiduciary Net Position - December 31	\$ 563,335	\$ 789,690	\$ 901,248	\$ 757,781	\$ 605,062	\$ 617,423	\$ 593,988	\$ 538,526	\$ 515,842
Fire Relief's Net Pension Liability (Asset) - December 31 (a-b)	\$ (56,332)	\$ (208,828)	\$ (207,648)	\$ (147,678)	\$ (32,493)	\$ (133,610)	\$ (129,474)	\$ (52,532)	\$ (122,960)
Plan fiduciary net position as a percentage of the total pension liability (b/a)	111.11%	135.95%	129.94%	99.17%	105.67%	127.62%	127.87%	110.81%	131.30%
Covered-employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fire Relief's Net Pension Liability (Asset) as a Percentage of Covered-employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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

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COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES

CITY OF LEXINGTON
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2023

City of Lexington, Minnesota
Nonmajor Capital Projects Funds
Combining Balance Sheet
December 31, 2023

	440 2015 Street Improvements	422 2022 Street Improvements	423 2023 Street Improvements	405 Park Dedication Fees	Total Capital Projects Funds
Assets					
Cash and temporary investments	\$ 16,500	\$ 71,448	\$ 2,694	\$ 59,787	\$ 150,429
Special assessments receivable					
Deferred	-	20,442	27,241	-	47,683
Total Assets	<u>\$ 16,500</u>	<u>\$ 91,890</u>	<u>\$ 29,935</u>	<u>\$ 59,787</u>	<u>\$ 198,112</u>
Liabilities					
Accounts payable	\$ 16,500	\$ -	\$ 788	\$ -	\$ 17,288
Deferred Inflows of Resources					
Unavailable revenue - special assessments	-	20,442	27,241	-	47,683
Fund Balances					
Restricted for parks	-	-	-	59,787	59,787
Assigned for future capital projects	-	71,448	1,906	-	73,354
Total Fund Balances	-	71,448	1,906	59,787	133,141
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 16,500</u>	<u>\$ 91,890</u>	<u>\$ 29,935</u>	<u>\$ 59,787</u>	<u>\$ 198,112</u>

City of Lexington, Minnesota
Nonmajor Capital Projects Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended December 31, 2023

	440	422	423	405	Total
	2015 Street Improvements	2022 Street Improvements	2023 Street Improvements	Park Dedication Fees	Capital Projects Funds
Revenues					
Special assessments	\$ -	\$ 12,487	\$ 7,486	\$ -	\$ 19,973
Investment earnings	-	3,320	2,453	2,922	8,695
Total Revenues	<u>-</u>	<u>15,807</u>	<u>9,939</u>	<u>2,922</u>	<u>28,668</u>
Expenditures					
Capital outlay					
Public works	-	105	109,008	-	109,113
Culture and recreation	-	-	-	22,269	22,269
Total Expenditures	<u>-</u>	<u>105</u>	<u>109,008</u>	<u>22,269</u>	<u>131,382</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>15,702</u>	<u>(99,069)</u>	<u>(19,347)</u>	<u>(102,714)</u>
Other Financing Sources (Uses)					
Transfers in	<u>-</u>	<u>-</u>	<u>104,000</u>	<u>-</u>	<u>104,000</u>
Net Change in Fund Balances	-	15,702	4,931	(19,347)	1,286
Fund Balances, January 1	<u>-</u>	<u>55,746</u>	<u>(3,025)</u>	<u>79,134</u>	<u>131,855</u>
Fund Balances, December 31	<u>\$ -</u>	<u>\$ 71,448</u>	<u>\$ 1,906</u>	<u>\$ 59,787</u>	<u>\$ 133,141</u>

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City of Lexington, Minnesota
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Continued on the Following Pages)
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Year Ended December 31, 2022)

	2023			2022
	Budgeted Amounts		Actual	Actual
	Original	Final	Amounts	Amounts
Revenues				
Taxes				
Property taxes	\$ 1,323,157	\$ 1,323,157	\$ 1,329,500	\$ 1,117,540
Licenses and permits				
Business	42,900	42,900	41,767	41,350
Nonbusiness	46,300	46,300	68,290	58,361
Total licenses and permits	89,200	89,200	110,057	99,711
Intergovernmental				
State				
Local government aid	451,367	451,367	451,367	448,239
Public safety aid	-	-	114,214	-
Fire aid	10,000	10,000	11,876	14,931
Police aid	41,000	41,000	44,763	42,483
Other	20,000	20,000	-	-
County				
Recycling grant	26,000	26,000	14,555	23,446
Total intergovernmental	548,367	548,367	636,775	529,099
Charges for services				
General government	79,150	79,150	74,405	75,920
Fines and forfeitures	18,000	18,000	26,671	28,429
Investment earnings	5,106	5,106	57,787	2,444
Miscellaneous				
Other	47,000	47,000	47,554	9,010
Total Revenues	2,109,980	2,109,980	2,282,749	1,862,153

City of Lexington, Minnesota
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Year Ended December 31, 2022)

	2023				2022
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Actual Amounts
	Original	Final			
Expenditures					
Current					
General government					
Mayor and city council					
Personnel services	\$ 46,936	\$ 46,936	\$ 45,106	\$ 1,830	\$ 44,460
Other services and charges	855	855	1,727	(872)	230
Total mayor and city council	<u>47,791</u>	<u>47,791</u>	<u>46,833</u>	<u>958</u>	<u>44,690</u>
Administration					
Personnel services	286,384	286,384	283,552	2,832	270,663
Supplies	4,800	4,800	3,246	1,554	2,813
Other services and charges	219,951	219,951	222,900	(2,949)	170,361
Total administration	<u>511,135</u>	<u>511,135</u>	<u>509,698</u>	<u>1,437</u>	<u>443,837</u>
Elections					
Personnel services	7,836	7,836	7,166	670	9,485
Other services and charges	530	530	526	4	868
Total elections	<u>8,366</u>	<u>8,366</u>	<u>7,692</u>	<u>674</u>	<u>10,353</u>
Total general government	<u>567,292</u>	<u>567,292</u>	<u>564,223</u>	<u>3,069</u>	<u>498,880</u>
Public safety					
Police protection and administration					
Other services and charges	<u>1,086,224</u>	<u>1,086,224</u>	<u>1,020,085</u>	<u>66,139</u>	<u>915,860</u>
Fire fighting and administration					
Personnel services	145,257	145,257	167,712	(22,455)	129,794
Supplies	19,256	19,256	17,441	1,815	16,052
Other services and charges	74,440	74,440	72,919	1,521	67,292
Total fire fighting and administration	<u>238,953</u>	<u>238,953</u>	<u>258,072</u>	<u>(19,119)</u>	<u>213,138</u>
Building inspection					
Other services and charges	<u>72,000</u>	<u>72,000</u>	<u>68,663</u>	<u>3,337</u>	<u>106,839</u>
Animal control					
Other services and charges	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>	<u>169</u>
Total public safety	<u>1,397,677</u>	<u>1,397,677</u>	<u>1,346,820</u>	<u>50,857</u>	<u>1,236,006</u>

City of Lexington, Minnesota
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Year Ended December 31, 2022)

	2023				2022
	Budgeted Amounts		Actual	Variance With	Actual
	Original	Final	Amounts	Final Budget	Amounts
Expenditures (Continued)					
Current (continued)					
Public works					
General public works					
Personnel services	\$ 106,342	\$ 106,342	\$ 105,268	\$ 1,074	\$ 94,409
Supplies	50,774	50,774	40,912	9,862	39,274
Other services and charges	42,883	42,883	34,372	8,511	40,528
Total general public works	199,999	199,999	180,552	19,447	174,211
Recycling					
Personnel services	11,836	11,836	15,247	(3,411)	14,572
Supplies	2,800	2,800	2,982	(182)	2,640
Other services and charges	15,800	15,800	8,296	7,504	9,809
Total recycling	30,436	30,436	26,525	3,911	27,021
Total public works	230,435	230,435	207,077	23,358	201,232
Culture and recreation					
Parks					
Personnel services	69,179	69,179	68,654	525	61,452
Supplies	11,024	11,024	8,515	2,509	9,766
Other services and charges	34,373	34,373	26,995	7,378	40,612
Total culture and recreation	114,576	114,576	104,164	10,412	111,830
Total Expenditures	2,309,980	2,309,980	2,222,284	87,696	2,047,948
Excess (Deficiency) of Revenues Over (Under) Expenditures	(200,000)	(200,000)	60,465	260,465	(185,795)
Other Financing Sources (Uses)					
Transfers in	200,000	200,000	200,000	-	275,000
Transfers out	-	-	(38,741)	(38,741)	-
Total Other Financing Sources (Uses)	200,000	200,000	161,259	(38,741)	275,000
Net Change in Fund Balances	-	-	221,724	221,724	89,205
Fund Balances, January 1	1,343,653	1,343,653	1,343,653	-	1,254,448
Fund Balances, December 31	\$ 1,343,653	\$ 1,343,653	\$ 1,565,377	\$ 221,724	\$ 1,343,653

City of Lexington, Minnesota
Debt Service Funds
Combining Balance Sheet
December 31, 2023

	591 Improvement Bonds of 2014	592 Improvement Bonds of 2017	551 Improvement Bonds of 2016	Total
Assets				
Cash and temporary investments	\$ 135,194	\$ 317,275	\$ -	\$ 452,469
Special assessments	724	154,288	-	155,012
Due from other governments	577	806	-	1,383
	<u>136,495</u>	<u>472,369</u>	<u>-</u>	<u>608,864</u>
Total Assets	<u>\$ 136,495</u>	<u>\$ 472,369</u>	<u>\$ -</u>	<u>\$ 608,864</u>
Deferred Inflows of Resources				
Unavailable revenue - special assessments	\$ 724	\$ 154,288	\$ -	\$ 155,012
Fund Balances				
Restricted for debt service	135,771	318,081	-	453,852
	<u>136,495</u>	<u>472,369</u>	<u>-</u>	<u>608,864</u>
Total Deferred Inflows of Resources and Fund Balances	<u>\$ 136,495</u>	<u>\$ 472,369</u>	<u>\$ -</u>	<u>\$ 608,864</u>

City of Lexington, Minnesota
Debt Service Funds
Combining Schedule of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended December 31, 2023

	591 Improvement Bonds of 2014	592 Improvement Bonds of 2017	551 Improvement Bonds of 2016	Total
Revenues				
Taxes				
Property	\$ 54,528	\$ 81,058	\$ -	\$ 135,586
Franchise	-	-	4,107	4,107
Special assessments	9,536	40,900	-	50,436
Investment earnings	4,297	11,412	-	15,709
Total Revenues	<u>68,361</u>	<u>133,370</u>	<u>4,107</u>	<u>205,838</u>
Expenditures				
Debt service				
Principal	49,332	80,000	3,759	133,091
Interest and other	12,101	28,675	348	41,124
Total Expenditures	<u>61,433</u>	<u>108,675</u>	<u>4,107</u>	<u>174,215</u>
Net Change in Fund Balances	6,928	24,695	-	31,623
Fund Balances, January 1	<u>128,843</u>	<u>293,386</u>	<u>-</u>	<u>422,229</u>
Fund Balances, December 31	<u>\$ 135,771</u>	<u>\$ 318,081</u>	<u>\$ -</u>	<u>\$ 453,852</u>

City of Lexington, Minnesota
Summary Financial Report
Revenues and Expenditures For General Operations -
Governmental Funds
For the Years Ended December 31, 2023 and 2022

	Total		Percent Increase (Decrease)
	2023	2022	
Revenues			
Taxes			
Property taxes	\$ 1,465,086	\$ 1,247,476	17.44 %
Tax increment	169,033	279,475	(39.52)
Franchise taxes	184,285	188,290	(2.13)
Licenses and permits	110,057	99,711	10.38
Intergovernmental	766,775	828,638	(7.47)
Charges for services	76,622	79,051	(3.07)
Fines and forfeitures	26,671	28,429	(6.18)
Special assessments	81,511	64,914	25.57
Investment earnings	212,286	99,663	113.00
Miscellaneous	57,603	63,969	(9.95)
Total Revenues	<u>\$ 3,149,929</u>	<u>\$ 2,979,616</u>	5.72 %
Per Capita	<u>\$ 1,025</u>	<u>\$ 1,142</u>	(10.18) %
Expenditures			
Current			
General government	\$ 771,145	\$ 914,146	(15.64) %
Public safety	1,346,820	1,257,761	7.08
Public works	207,077	201,232	2.90
Culture and recreation	104,164	111,830	(6.86)
Capital outlay			
General government	14,778	9,244	59.87
Public safety	12,276	151,920	(91.92)
Public works	135,683	249,961	(45.72)
Culture and recreation	48,509	12,576	285.73
Debt service			
Principal	133,091	133,002	0.07
Interest and other	123,606	124,871	(1.01)
Total Expenditures	<u>\$ 2,897,149</u>	<u>\$ 3,166,543</u>	(8.51) %
Per Capita	<u>\$ 943</u>	<u>\$ 1,213</u>	(22.27) %
Total Long-term Indebtedness	\$ 1,294,418	\$ 1,427,509	(9.32) %
Per Capita	421	547	(22.97)
General Fund Balance - December 31	\$ 1,565,377	\$ 1,343,653	16.50 %
Per Capita	510	515	(1.06)

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

OTHER REQUIRED REPORT

CITY OF LEXINGTON
LEXINGTON, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2023

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INDEPENDENT AUDITOR'S REPORT ON MINNESOTA LEGAL COMPLIANCE

Honorable Mayor and City Council
City of Lexington, Minnesota

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lexington, Minnesota (the City) as of and for the year ended December 31, 2023, and the related notes to the financial statements which collectively comprise the City's basic financial statements, and have issued our report thereon dated May 8, 2024.

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

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

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

Abdo
Minneapolis, Minnesota
May 8, 2024



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
24097930	May 8 2024	07:38	MEDICAL	20XX MICHAUD WAY	CENTERVILLE
Summary: MEDICAL. OFFICERS RESPONDED TO THE 2000 BLOCK OF MICHAUD WAY FOR THE REPORT OF MEDICAL. EXCEPTIONAL CLEARANCE.					
24098671	May 8 2024	23:57	DOMESTIC ASSAULT	XX INDIAN HILLS DR	CIRCLE PINES
Summary: DOMESTIC. OFFICERS WERE DISPATCHED TO THE ZERO BLOCK OF INDIAN HILLS DR ON REPORTS OF A DOMESTIC. CLEAR.					
24098439	May 8 2024	18:11	INFORMATION	41XX LOVELL RD	LEXINGTON
Summary: INFORMATION OFFICERS WERE DISPATCHED TO THE 4100 BLOCK OF LOVELL RD FOR A POSSIBLE ASSAULT REPORT. CLEAR					
24098365	May 8 2024	16:31	MEDICAL	2XX LITTLE JOHN DR	CIRCLE PINES
Summary: OFFICERS RESPONDED TO THE 200 BLK OF LITTLE JOHN DR REGARDING A MEDICAL. OFFICERS WERE CLEARED BY AMBULANCE. CLEAR.					
24098569	May 8 2024	21:09	WARRANT ARREST	LEXINGTON AVE / WEST RD	CIRCLE PINES
Summary: OFFICERS CONDUCTED A TRAFFIC STOP IN THE 9600 BLK OF LEXINGTON AVE. DRIVER WAS ARREST FOR A WARRANT. CLEARED BY ARREST.					
24098902	May 9 2024	10:31	UNWANTED PERSON	93XX LEXINGTON AVE	LEXINGTON
Summary: OFFICER RESPONDED TO AN UNWANTED PERSON AT A BUSINESS. THE MALE WAS LOCATED AND TRESPASSED. CLEAR.					
24098907	May 9 2024	10:43	MISC PUBLIC	XX VILLAGE PKWY	CIRCLE PINES
Summary: OFFICERS RESPONDED TO THE 30 BLOCK OF VILLAGE PARKWAY FOR AN UNCOOPERATIVE CHILD. OFFICER ATTEMPTED TO SPEAK WITH A JUVENILE MALE, AND RECOMMENDED RESOURCES. CLEAR.					
24098775	May 9 2024	06:56	DOMESTIC-VERBAL	1XX SOUTH DR	CIRCLE PINES
Summary: DOMESTIC-VERBAL. OFFICERS RESPONDED TO THE 100 BLOCK OF SOUTH DR FOR THE REPORT OF A DOMESTIC. EXCEPTIONAL CLEARANCE.					
24098855	May 9 2024	09:14	TRAFFIC-DAC IPS	1900-BLK MAIN ST	CENTERVILLE
Summary: OFFICER CONDUCTED TRAFFIC STOP BASED ON SEVERAL VIOLATIONS OBSERVED. THE DRIVER WAS FOUND TO BE CAN-IPS AND HAVE AN ACTIVE ARREST WARRANT. CLEARED BY ARREST.					
24099706	May 10 2024	09:00	THEFT FROM MOTOR VEHICLE	18XX MAIN ST	CENTERVILLE
Summary: POLICE TOOK A DELAYED PHONE CALL THEFT REPORT IN THE 1800 BLK OF MAIN ST.					
24099855	May 10 2024	12:09	CHECK WELFARE	1XX SOUTH DR	CIRCLE PINES

Run Date/Time:



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
Summary: POLICE CONDUCTED A WELFARE CHECK IN THE 100 BLK OF SOUTH DR. NO ISSUES FOUND. BWC. CLEAR.					
24100154	May 10 2024	18:18	HARASSMENT	94XX LEXINGTON AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 9400 BLOCK OF LEXINGTON AVE ON A REPORT OF HARASSMENT. BWC.CLR.					
24100049	May 10 2024	16:00	MISCELLANEOUS PUBLIC	40XX CONCORD RD	LEXINGTON
Summary: POLICE RESPONDED TO THE 4000 BLOCK OF CONCORD RD ITEMS BEING KNOCKED OVER IN THE COMPLAINANT'S YARD, AND THE PHONE BOX COVER BEING TAMPERED WITH.					
24100051	May 10 2024	16:03	WELFARE CHECK	38XX MINUTEMAN LN	LEXINGTON
Summary: POLICE RESPONDED TO THE 3800 BLOCK OF MINUTEMAN LN ON A REPORT OF A WELFARE CHECK. BWC. CLR.					
24100184	May 10 2024	19:02	MEDICAL	90XX DUNLAP AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 9000 BLOCK OF DUNLAP AVE ON A REPORT OF A MEDICAL ISSUE. BWC. CLR.					
24100522	May 11 2024	02:36	ANIMAL COMPLAINT	XX VILLAGE PKWY	CIRCLE PINES
Summary: ANIMAL. OFFICERS RESPONDED TO AN ANIMAL COMPLAINT IN THE 30 BLOCK OF VILLAGE PKWY. CLEAR.					
24100783	May 11 2024	13:21	CHECK WELFARE		LEXINGTON
Summary: POLICE RECEIVED A PHONE CALL CHILD ABUSE REPORT IN LEXINGTON.					
24101078	May 11 2024	20:26	ACCIDENT-MV PD	38XX RESTWOOD RD	LEXINGTON
Summary: POLICE RESPONDED TO THE 3000 BLOCK OF RESTWOOD RD REGARDING A PROPERTY DAMAGE ACCIDENT IN THE PARKING LOT OF THE BUSINESS.					
24101176	May 11 2024	22:12	DISORDERLY CONDUCT	88XX ARONA AVE	LEXINGTON
Summary: DISORDERLY. OFFICERS WERE DISPATCHED TO THE 8800 BLOCK OF ARONA AVE ON REPORTS OF A FIGHT. CLEAR.					
24101806	May 12 2024	18:51	MEDICAL	38XX MINUTEMAN LN	LEXINGTON
Summary: POLICE RESPONDED TO A MEDICAL IN THE 3800 BLOCK OF MINUTEMAN LN. BWC.CLR.					
24101720	May 12 2024	16:28	ALARM-RESIDENTIAL	93XX DUNLAP AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 9300 BLOCK OF DUNLAP AV REGARDING A RESIDENTIAL ALARM. THE ALARM WAS DETERMINED TO BE FALSE.					
24101609	May 12 2024	13:26	MEDICAL	38XX MINUTEMAN LN	LEXINGTON

Run Date/Time:



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
Summary: MEDICAL.					
OFFICERS RESPONDED TO THE 3800 BLOCK OF MINUTEMAN LN FOR THE REPORT OF A MEDICAL.					
EXCEPTIONAL CLEARANCE.					
24101348	May 12 2024	01:56	DOMESTIC	90XX GRIGGS AVE	LEXINGTON
Summary: DOMESTIC.					
OFFICERS WERE DISPATCHED TO THE 9000 BLOCK OF GRIGGS ON REPORTS OF A DOMESTIC. PARTIES SEPARATED.					
CLEAR.					
24101965	May 12 2024	22:47	MEDICAL	8XX CIVIC HEIGHTS DR	CIRCLE PINES
Summary: POLICE RESPONDED TO THE 800 BLOCK OF CIVIC HEIGHTS DR ON A REPORT OF A MEDICAL ISSUE. BWC.CLR.					
24102162	May 13 2024	09:12	MEDICAL	XX PLEASANT VIEW LN	CIRCLE PINES
Summary: POLICE RESPONDED TO A MEDICAL EMERGENCY IN THE 10 BLK OF PLEASANT VIEW LN.					
24102408	May 13 2024	14:10	LOST PROPERTY	XX SOUTH DR	CIRCLE PINES
Summary: COMMUNITY SERVICE OFFICERS RESPONDED TO A CALL REGARDING A FOUND IPHONE ON THE BLOCK OF SOUTH DRIVE AND S PINE DRIVE.					
24102404	May 13 2024	13:58	LOST ANIMAL	XX WEST RD	CIRCLE PINES
Summary: COMMUNITY SERVICE OFFICERS RESPONDED TO A CALL ABOUT A LOST DOG LOCATED ON THE BLOCK OF WEST ROAD AND LEXINGTON AVENUE.					
24102618	May 13 2024	18:19	FIRE	XX SCHOOL RD	CIRCLE PINES
Summary: POLICE RESPONDED TO THE 0 BLOCK OF SCHOOL RD ON A REPORT OF A GRASS FIRE. BWC.CLR.					
24102675	May 13 2024	19:31	CHECK WELFARE	90XX GRIGGS AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 9000 BLOCK OF GRIGGS AVE REGARDING A WELFARE CHECK. THE SUBJECT WAS FOUND TO BE OK.					
24102721	May 13 2024	20:29	INFORMATION		CENTERVILLE
Summary: POLICE RESPONDED TO CENTERVILLE FOR A CHILD PROTECTION SERVICE FOLLOW UP. BWC.CLR.					
24102803	May 13 2024	22:44	RUNAWAY JUVENILE	XX W GOLDEN LAKE RD	CIRCLE PINES
Summary: POLICE DISPATCHED A PHONE CALL REGARDING A RUNAWAY JUVENILE FEMALE. POLICE SEARCHED AREA VIA FOOT AND FEMALE WAS NOT LOCATED. FEMALE ENTERED AS MISSING PERSON.					
24103057	May 14 2024	10:31	MEDICAL	88XX ALBERT AVE	LEXINGTON
Summary: MEDICAL.					
OFFICERS WERE DISPATCHED TO A MEDICAL AT THE 8800 BLK OF ALBERT AVE.					
EXCEPTIONAL CLEARANCE.					
24103298	May 14 2024	15:14	ORDINANCE COMPLAINT	69XX DUPRE RD	CENTERVILLE

Run Date/Time:



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
Summary: POLICE RESPONDED TO THE 6900 BLOCK OF DUPRE RD REGARDING AN ORDINANCE COMPLAINT. THE RESIDENT WAS ADVISED OF THE COMPLAINT, AND CITY ORDINANCE REGARDING THE ISSUE.					
24103404	May 14 2024	16:55	MEDICAL	XX S PINE DR	CIRCLE PINES
Summary: POLICE RESPONDED TO THE 0 BLOCK OF S PINE DR REGARDING A MEDICAL EMERGENCY. THE PATIENT WAS EVALUATED BY EMS AT THE SCENE.					
24103639	May 14 2024	21:58	MEDICAL	XX INDIAN HILLS DR	CIRCLE PINES
Summary: POLICE RESPONDED TO THE 10 BLOCK OF INDIAN HILLS DR REGARDING A MEDICAL EMERGENCY. PATIENT WAS TRANSPORTED TO THE HOSPITAL BY EMS.					



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
24104090	May 15 2024	13:16	NEIGHBORHOOD DISPUTE	39XX RESTWOOD RD	LEXINGTON
Summary: OFFICER RESPONDED TO THE 3900 BLOCK OF RESTWOOD RD FOR A NEIGHBOR DISPUTE. BOTH PARTIES WERE ADVISED TO AVOID EACH OTHER. CLEAR.					
24103813	May 15 2024	05:25	ASSIST OTHER AGENCY		LINO LAKES
24104411	May 15 2024	19:28	ASSAULT	LEXINGTON AVE / CENTRAL ST	CIRCLE PINES
Summary: POLICE WERE DISPATCHED TO A POSSIBLE ASSAULT INVOLVING A FEMALE AND MALE. MALE WAS ULTIMATELY CITED. CLEARED BY CITATION.					
24104574	May 15 2024	23:52	RUNAWAY JUVENILE	RESTWOOD RD / ARONA AVE	LEXINGTON
Summary: POLICE FLAGGED DOWN BY A PASSER-BY FEMALE REPORTING A RUN AWAY JUVENILE. POLICE ADVISED THE FEMALE TO REPORT THE INCIDENT TO HER JURISDICITON.					
24103871	May 15 2024	08:25	CHILD PROTECTION INTAKE		CIRCLE PINES
Summary: CPS INTAKE REPORT. DETECTIVE RECEIVED CPS CROSS REPORT REGARDING A RESIDENCE IN CIRCLE PINES. CASE UNFOUNDED.					
24104646	May 16 2024	04:53	SUSPICIOUS ACTIVITY	37XX CENTERWOOD RD	LEXINGTON
Summary: OFFICERS RESPONDED TO 3700 BLOCK OF CENTERWOOD CT FOR SUSPICIOUS ACTIVITY. EXCEPTIONAL CLEARANCE.					
24104585	May 16 2024	00:40	MEDICAL	XX VILLAGE PKWY	CIRCLE PINES
Summary: MEDICAL. OFFICERS DISPATCHED TO THE 30 BLOCK OF VILLAGE PARKWAY FOR A MEDICAL EMERGENCY. CLEAR.					
24104711	May 16 2024	08:03	TRAFFIC-DAC IPS	1800-BLK MAIN ST	CENTERVILLE
Summary: OFFICER OBSERVED AN UNLICENSED DRIVER IN THE 1800 BLOCK OF MAIN ST. A TRAFFIC STOP WAS CONDUCTED AND THE DRIVER'S ID CONFIRMED. CLEARED BY ARREST.					
24104805	May 16 2024	10:03	TRAFFIC-DAC IPS	MAIN ST / CENTERVILLE RD	CENTERVILLE
Summary: OFFICER OBSERVED A TRAFFIC VIOLATION AT MAIN ST AND CENTERVILLE RD. A TRAFFIC STOP WAS CONDUCTED AND THE DRIVER FOUND TO BE CAN-IPS. CLEARED BY ARREST.					
24105067	May 16 2024	15:54	ACCIDENT-MV PD	HERITAGE ST / CENTERVILLE RD	CENTERVILLE
Summary: POLICE RESPONDED TO THE 7000 BLOCK OF CENTERVILLE RD ON A REPORT OF MOTOR VEHICLE PROPERTY. BWC. CLR.					
24105053	May 16 2024	15:33	HARASSMENT	68XX 20TH AVE	CENTERVILLE
Summary: POLICE FIELDLED A PHONE CALL HARASSMENT REPORT FROM THE 6800 BLOCK OF 20TH AVE. CLR.					
24104908	May 16 2024	12:35	CHECK WELFARE	20XX MAIN ST	CENTERVILLE
Summary: POLICE CONDUCTED A WELFARE CHECK OF A MALE IN A BUSINESS.					

Run Date/Time:



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
24105190	May 16 2024	18:36	ANIMAL COMPLAINT	1XX BALDWIN DR	CIRCLE PINES
Summary: ANIMAL COMPLAINT.					
OFFICERS WERE DISPATCHED TO A PHONE CALL ANIMAL COMPLAINT IN THE 100 BLOCK OF BALDWIN DR. OFFICERS TOOK INFORMATION FOR THIS REPORT AND FORWARDED IT TO THE COMMUNITY SERVICE OFFICERS FOR INFORMATION .					
CLEAR					
24104603	May 16 2024	01:18	ASSIST OTHER AGENCY		BLAINE
24105772	May 17 2024	11:51	ANIMAL COMPLAINT	XX VILLAGE PKWY	CIRCLE PINES
Summary: POLICE FIELDIED AN ANIMAL COMPLAINT IN CIRCLE PINES.					
24106127	May 17 2024	19:35	MEDICAL	XX EAST RD	CIRCLE PINES
Summary: MEDICAL					
OFFICERS WERE DISPATCHED TO THE 0 BLOCK OF EAST RD FOR A MEDICAL EMERGENCY.					
CLEAR.					
24106060	May 17 2024	17:49	MEDICAL	XX EAST RD	CIRCLE PINES
Summary: POLICE RESPONDED TO THE 0 BLOCK OF EAST RD ON A REPORT OF A MEDICAL ISSUE. BWC.CLR.					
24106118	May 17 2024	19:30	ASSIST OTHER AGENCY		LINO LAKES
24106221	May 17 2024	21:27	MEDICAL	XX CENTER RD	CIRCLE PINES
Summary: MEDICAL.					
OFFICERS WERE DISPATCHED TO THE 10 BLOCK OF CENTER RD ON A MEDICAL. OFFICERS ASSISTED FIRE IN CONDUCTING A MEDICAL ASSESSMENT. AMBULANCE TRANSPORTED FOR FURTHER EVALUATION AND TREATMENT.					
CLEAR.					
24106083	May 17 2024	18:27	DISORDERLY CONDUCT	BOSTON LN / SYNDICATE AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 3800 BLOCK OF BOSTON LN ON A REPORT OF A FIGHT. BWC.CLR.					
24106363	May 18 2024	00:06	CIVIL DISPUTE	2XX TWILITE TER	CIRCLE PINES
Summary: OFFICERS DISPATCHED TO THE 200-BLK OF TWILITE TERR. FOR A CIVIL DISPUTE BETWEEN MALE AND FEMALE. ADVISED CIVIL COURT.					
24106924	May 18 2024	19:03	MEDICAL	18XX PARTRIDGE PL	CENTERVILLE
Summary: POLICE RESPONDED TO A MEDICAL IN THE 1800 BLOCK OF PARTRIDGE PLACE.					
24106392	May 18 2024	00:50	DWI-3RD DEGREE	LAKE DR / WOODLAND AVE	LEXINGTON
Summary: OFFICER OBSERVED A VEHICLE TRAVELING FASTER THEN THE POSTED SPEED LIMIT. DRIVER SUBSEQUENTLY ARRESTED FOR DWI.					
24106557	May 18 2024	09:23	DWI-REFUSAL	9000-BLK LEXINGTON AVE NE	LEXINGTON
Summary: OFFICER STOPPED A VEHICLE THAT WAS RELATED TO A REPORTED DOMESTIC.					
THE DRIVER WAS FOUND TO BE IMPAIRED.					
FIREARMS WERE RECOVERED IN THE VICINITY OF THE DRIVER.					
CLEARED BY ARREST.					
24107676	May 19 2024	17:49	ARSON	90XX DUNLAP AVE	LEXINGTON

Run Date/Time:



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
Summary: POLICE RESPONDED TO THE 9000 BLOCK OF DUNLAP AVE REGARDING A FIRE IN A PORTABLE RESTROOM. THE FIRE WAS EXTINGUISHED BY LEXINGTON FIRE DEPT.					
24107967	May 20 2024	02:25	MEDICAL	69XX EAGLE TRL	CENTERVILLE
Summary: OFFICERS RESPONDED TO THE 6900 BLOCK OF EAGLE TRL FOR A MEDICAL.					
EXCEPTIONAL CLEARANCE.					
24107961	May 20 2024	02:08	VEHICLE- LOCKOUT		CIRCLE PINES
24108166	May 20 2024	10:29	FOUND BICYCLE	XX SCHOOL RD	CIRCLE PINES
Summary: ON 5/20/24 AROUND 11AM COMMUNITY SERVICE OFFICERS WERE DISPATCHED TO A FOUND BICYCLE NEAR GOLDEN LAKE ELEMENTARY SCHOOL. THE BICYCLE WAS ADMITTED TO THE PROPERTY CAGE OF THE CENTENNIAL LAKES POLICE DEPARTMENT.					
24108454	May 20 2024	15:38	DOMESTIC	XX INNER DR	CIRCLE PINES
Summary: POLICE RESPONDED TO THE 40 BLOCK OF INNER DR ON A REPORT OF A DOMESTIC. BWC.CLR.					
24108146	May 20 2024	10:06	DOMESTIC	XX WEST RD	CIRCLE PINES
Summary: POLICE RESPONDED TO A FAMILY DOMESTIC IN THE 40 BLOCK OF WEST RD.					
24108584	May 20 2024	18:07	WARRANT ARREST	72XX OLD MILL RD	CENTERVILLE
Summary: POLICE RESPONDED TO THE 7200 BLOCK OF OLD MILL RD ON A WARRANT ATTEMPT. BWC.CLR.					
24108842	May 21 2024	00:54	MEDICAL	20XX MICHAUD WAY	CENTERVILLE
Summary: OFFICERS RESPONDED TO THE 2000 BLOCK OF MICHAUD WAY FOR A MEDICAL.					
EXCEPTIONAL CLEARANCE.					
24108865	May 21 2024	02:25	MEDICAL	93XX DUNLAP AVE	LEXINGTON
Summary: OFFICERS RESPONDED TO THE 9300 BLOCK OF DUNLAP FOR A MEDICAL.					
EXCEPTIONAL CLEARANCE.					
24109375	May 21 2024	16:53	CHECK WELFARE	94XX LEXINGTON AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 9400 BLOCK OF LEXINGTON AVE REGARDING A WELFARE CHECK. POLICE MADE CONTACT WITH THE SUBJECT OF THE CHECK, WHO WAS OK AND DID NOT NEED ASSISTANCE.					
24109464	May 21 2024	19:09	MEDICAL	71XX PROGRESS RD	CENTERVILLE
Summary: POLICE RESPONDED TO THE 7100 BLOCK OF PROGRESS RD ON A REPORT OF A MEDICAL.BWC.CLR					

Run Date/Time:



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
24109901	May 22 2024	12:10	MEDICAL	1XX KEITH RD	CIRCLE PINES
Summary: POLICE RESPONDED TO A MEDICAL EMERGENCY IN THE 100 BLK OF KEITH RD.					
24110002	May 22 2024	14:40	ACCIDENT-MV PD	41XX LOVELL RD	LEXINGTON
Summary: POLICE RESPONDED TO A WALK IN REPORT AT BASE. BWC.CLR.					
24110008	May 22 2024	14:47	SUSPICIOUS ACTIVITY	19XX 73RD ST	CENTERVILLE
Summary: SUSP PERSON OFFICERS DISPATCHED TO A SUSPICIOUS PERSON IN THE 1900 BLOCK OF 73RD. CLEAR.					
24110030	May 22 2024	15:05	INFORMATION	XX NORTH RD	CIRCLE PINES
Summary: POLICE FIELDLED A PHONE CALL THEFT REPORT. BWC.CLR.					
24110139	May 22 2024	16:49	CHECK WELFARE	95XX DUNLAP AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 9500 BLOCK OF DUNLAP AVE ON A REPORT OF A WELFARE CHECK. BWC.CLR.					
24110236	May 22 2024	18:41	MEDICAL	90XX GRIGGS AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 9000 BLOCK OF GRIGGS AVE REGARDING A MEDICAL EMERGENCY. THE PATIENT WAS TREATED AT THE SCENE BY EMS.					
24109850	May 22 2024	11:03	MEDICAL	2XX TWILITE TER	CIRCLE PINES
Summary: POLICE RESPONDED TO A MEDICAL EMERGENCY IN CIRCLE PINES.					
24109846	May 22 2024	10:59	FRAUD	41XX EDGEWOOD RD	LEXINGTON
Summary: POLICE TOOK A WALK-IN FRAUD REPORT AT BASE					
24110734	May 23 2024	10:47	DWI-3RD DEGREE	LAKE DR / ALBERT AVE	LEXINGTON
Summary: OFFICER OBSERVED A TRAFFIC VIOLATION AT LAKE DR AND ALBERT AVE. UPON STOPPING THE VEHICLE, THE DRIVER WAS FOUND TO HAVE A REVOKED DL, NO INSURANCE, AND WAS SUSPECTED OF BEING IMPAIRED. CLEARED BY ARREST.					
24111274	May 23 2024	22:44	CHECK WELFARE	XX VILLAGE PKWY	CIRCLE PINES
Summary: OFFICERS RESPONDED TO THE 30 BLOCK OF VILLAGE PKWY FOR A WELFARE CHECK.					
EXCEPTIONAL CLEARANCE.					
24111057	May 23 2024	17:45	LOST ANIMAL	XX SOUTH DR	CIRCLE PINES
Summary: OFFICERS RESPONDED TO THE 90 BLK OF SOUTH DR REGARDING A FOUND DOG. DOG WAS TRANSPORTED TO OTTER LAKE ANIMAL HOSPITAL.					
CLEAR.					
24111191	May 23 2024	20:42	ACCIDENT-MV PD	69XX 21ST AVE SOUTH	CENTERVILLE
Summary: POLICE RESPONDED TO THE 6900 BLOCK OF 21ST AVE REGARDING A MOTOR VEHICLE ACCIDENT IN THE PARKING LOT OF THE ADDRESS. REPORT COMPLETED.					

Run Date/Time:



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
24110495	May 23 2024	01:42	TRAFFIC	HAMLIN AVE / LOVELL RD	LEXINGTON
Summary: OFFICER OBSERVED A TRAFFIC VIOLATION AT THE INTERSECTION OF HAMLIN AVE AND LOVELL RD.					
24110841	May 23 2024	13:14	MEDICAL	38XX MINUTEMAN LN	LEXINGTON
Summary: POLICE RESPONDED TO A MEDICAL EMERGENCY IN LEXINGTON.					
24110740	May 23 2024	10:57	DOMESTIC ASSAULT	94XX LEXINGTON AVE	LEXINGTON
Summary: POLICE RESPONDED TO A DOMESTIC SITUATION IN LEXINGTON.					
24111355	May 24 2024	02:22	MEDICAL	1XX SOUTH DR	CIRCLE PINES
Summary: OFFICERS RESPONDED TO THE 100 BLOCK OF SOUTH DRIVE FOR A MEDICAL.					
EXCEPTIONAL CLEARANCE.					
24111571	May 24 2024	12:12	TRESPASSING	94XX LEXINGTON AVE	LEXINGTON
Summary: OFFICERS RESPONDED TO A WELFARE CHECK OF A JUVENILE MALE.					
THE MALE WAS LOCATED AND PARENTS CONTACTED.					
CLEAR.					
24111693	May 24 2024	14:21	CHILD CUSTODY DISPUTE	XX WEST RD	CIRCLE PINES
Summary: POLICE RESPONDED TO THE 60 BLOCK OF WEST ROAD REGARDING CHILD CUSTODY ISSUES. REPORT COMPLETED.					
24111790	May 24 2024	16:17	INFORMATION	XX W GOLDEN LAKE RD	CIRCLE PINES
Summary: OFFICERS RECIEVED A PHONE CALL REGARDING HRO QUESTIONS.					
CLEAR.					
24111330	May 24 2024	00:49	MEDICAL	88XX SYNDICATE AVE	LEXINGTON
Summary: POLICE DISPATCHED TO THE 8800-BLK OF SYNDICATE AVE FOR A MEDICAL.					
24111925	May 24 2024	18:51	DOMESTIC	XX VILLAGE PKWY	CIRCLE PINES
Summary: POLICE RESPONDED TO THE 30 BLOCK OF VILLAGE PKWY ON A REPORT OF A DOMESTIC. BWC.CLR.					
24112045	May 24 2024	20:45	ACCIDENT-MV PD	93XX LEXINGTON AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 9300 BLOCK OF LEXINGTON AVE ON A REPORT OF A 2 VEHICLE PROPERTY DAMAGE. BWC.CLR.					
24112166	May 24 2024	22:58	HARASSMENT	38XX MINUTEMAN LN	LEXINGTON
Summary: OFFICERS FLAGGED DOWN BY A PASSER-BY WHO WANTED TO REPORT A MALE STOCKING HIS GIRLFRIEND. OFFICERS ADVISED MALE TO GET A HRO THROUGH THE COURT.					
24112149	May 24 2024	22:37	MEDICAL	38XX MINUTEMAN LN	LEXINGTON
Summary: OFFICERS RESPONDED TO THE 3800 BLOCK OF MINUTEMAN LN FOR A MEDICAL.					
EXCEPTIONAL CLEARANCE.					
24111809	May 24 2024	16:33	TRAFFIC	MAIN ST / MILL RD	CENTERVILLE

Run Date/Time:



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
Summary: TRAFFIC STOP OFFICERS CONDUCTED A TRAFFIC STOP IN THE AREA OF MAIN ST/ MILL RD. DRIVER CITED, VEHICLE TOWED.					
24112346	May 25 2024	05:43	MEDICAL	92XX SYNDICATE AVE	LEXINGTON
Summary: OFFICERS RESPONDED TO THE 9200 BLOCK OF SYNDICATE AVE FOR A MEDICAL. EXCEPTIONAL CLEARANCE.					
24112362	May 25 2024	06:46	MEDICAL	1XX CANTERBURY RD	CIRCLE PINES
Summary: MEDICAL. OFFICERS RESPONDED TO THE 100 BLOCK OF CANTERBURY RD FOR THE REPORT OF A MEDICAL. EXCEPTIONAL CLEARANCE.					
24112380	May 25 2024	07:56	MEDICAL	19XX 72ND ST	CENTERVILLE
Summary: OFFICER RESPONDED TO A MEDICAL ON THE 1900 BLOCK OF 72ND ST. ONE JUVENILE PATIENT WAS EVALUATED BY PARAMEDICS. CLEAR.					
24112471	May 25 2024	11:10	MEDICAL	XX W GOLDEN LAKE RD	CIRCLE PINES
Summary: OFFICER RESPONDED TO A MEDICAL ON THE 20 BLOCK OF WEST GOLDEN LAKE RD. CLEAR.					
24112498	May 25 2024	11:50	CIVIL DISPUTE	XX VILLAGE PKWY	CIRCLE PINES
Summary: OFFICER RESPONDED TO A DOMESTIC ESCORT ON THE 30 BLOCK OF VILLAGE PKWY. IT WAS FOUND TO BE A CIVIL DISPUTE. CLEAR.					
24112692	May 25 2024	17:03	MEDICAL	92XX NORTH HIGHWAY DR	LEXINGTON
Summary: OFFICERS RESPONDED TO THE 9200 BLK OF SOUTH HWY DR REGARDING A MEDICAL. VICTIM DIDN'T NEED TO BE TRANSPORTED TO THE HOSPITAL. CLEAR.					
24112879	May 25 2024	21:13	CHECK WELFARE	92XX SOUTH HIGHWAY DR	LEXINGTON
Summary: CHECK WELFARE. OFFICERS WERE DISPATCHED TO THE 9200 BLOCK OF SOUTH HIGHWAY DRIVE ON A REQUEST TO CHECK THE WELFARE OF A CHILD WHO APPEARED INJURED. OFFICERS LOCATED THE CHILD AND DETERMINED THERE WERE NO ISSUES.					
24113103	May 26 2024	01:33	TRAFFIC	LAKE DR / LEXINGTON AVE	LEXINGTON
Summary: OFFICER OBSERVED A DRIVING CONDUCT AND INITIATED A TRAFFIC STOP. VEHICLE CAME BACK AS STOLEN AND DRIVER WAS A RUNAWAY JUVENILE.. R/O OF VEHICLE WAS FAMILY AND WANTED NO CHARGES. RUNAWAY JUVENILE WAS PICKED UP BY BROTHER-IN-LAW WITH THE VEHICLE. EXCEPTIONAL CLEARANCE. BWC					
24113249	May 26 2024	09:36	CIVIL DISPUTE	41XX LOVELL RD	LEXINGTON
Summary: OFFICER RESPONDED TO THE 4100 BLOCK OF LOVELL RD FOR A CIVIL REPORT. CLEAR.					
24113560	May 26 2024	17:40	MEDICAL	70XX BRIAN CT	CENTERVILLE
Summary: OFFICERS RESPONDED TO THE 7000 BLK OF BRIAN CRT REGARDING A MEDICAL. VICTIM WAS TRANSPORTED TO THE HOSPITAL. CLEAR.					
24113515	May 26 2024	16:42	PUBLIC ASSIST	91XX SOUTH HIGHWAY DR	LEXINGTON

Run Date/Time:



Centennial Lakes Police Department

Media Report



Case Number	Incident Date	Time	Description	Location	City
Summary: PUBLIC ASSIST.					
OFFICERS WERE DISPATCHED TO THE 9100 BLOCK OF SOUTH HIGHWAY DR ON A PUBLIC ASSIST. OFFICERS RESPONDED AND ASSISTED.					
CLEAR.					
24113534	May 26 2024	17:12	SUSPICIOUS ACTIVITY	38XX LIBERTY LN	LEXINGTON
Summary: SUSPICIOUS ACTIVITY.					
OFFICERS WERE DISPATCHED TO THE 3800 BLOCK OF LIBERTY LN ON A HARASSMENT REPORT. OFFICERS TOOK INFORMATION REGARDING SUSPICIOUS ACTIVITY.					
CLEAR.					
24114490	May 27 2024	21:39	SUSPICIOUS ACTIVITY	89XX HAMLINE AVE	LEXINGTON
Summary: POLICE RESPONDED TO THE 8900 BLOCK OF HAMLINE AVENUE ON A REPORT OF A POSSIBLE BURGLARY.					
24114140	May 27 2024	12:27	FRAUD	89XX NORTH HIGHWAY DR	LEXINGTON
Summary: OFFICER TOOK A REPORT OF A LICENSE PLATE BEING CLONED.					
THE REPORT WAS VERIFIED VIA A BLAINE INCIDENT IN WHICH IMAGES OF THE VEHICLE WERE CAPTURED.					
CLEAR.					
24113954	May 27 2024	03:19	EXTRA PATROL	XX PARK DR	CIRCLE PINES
Summary: OFFICER FIELDLED A PHONE CALL FROM THE XX-BLK OF PARK DRIVE. EXTRA PATROL REQUESTED.					

**MINUTES
PUBLIC HEARING
&
REGULAR PLANNING COMMISSION MEETING
May 14, 2024 - 7:00 P.M.
9180 Lexington Avenue, Lexington, MN**

1. CALL TO ORDER

A. Roll Call: Chairperson Bautch, Commissioners Koch, Murphy, Thorson and Ogden

Chairperson Bautch called to order the Public Hearing meeting on May 14, 2024 at 7:00 p.m. Commissioners Present: Michelle Koch, Gloria Murphy Ron Thorson and Chuck Ogden. Also present: Brandon Winge, Councilmember; Bill Petracek, City Administrator.

2. PUBLIC HEARING – Storm Water Pollution Prevention Program (SWPPP)

Petracek provided information on the purpose of the Storm Water Pollution Prevention Program. No discussion. No citizens were present at the hearing.

3. ADJOURNMENT PUBLIC HEARING

Murphy made a motion to adjourn at 7:03 p.m. Bautch seconded the motion. Motion carried 5-0.

**MINUTES
REGULAR PLANNING COMMISSION MEETING
May 14, 2024 - 7:00 P.M.
9180 Lexington Avenue, Lexington, MN**

4. CALL TO ORDER

B. Roll Call: Chairperson Bautch, Commissioners Thorson, Koch, Murphy and Ogden

Chairperson Bautch called to order the Regular Planning Commission meeting on May 14, 2024 at 7:03 p.m. Commissioners Present: Michelle Koch, Gloria Murphy Ron Thorson and Chuck Ogden. Also present: Brandon Winge, Councilmember; Bill Petracek, City Administrator.

5. CITIZENS FORUM

No citizens were present to discuss items not on the agenda

6. APPROVAL OF AGENDA WITH CHANGES AND CORRECTIONS

Koch made a motion to approve the agenda as typewritten. Ogden seconded the motion. Motion carried 5-0.

7. LETTERS AND COMMUNICATION

A. Building Permits for April 2024

No discussion on Letters and Communications

8. APPROVAL OF PLANNING COMMISSION MINUTES

B. April 9, 2024

Discussion about a mistake in the minutes showing Murphy making a motion and a second on two action items needing to be amended.

Murphy made a motion to approve the April 9, 2024 Planning Commission Minutes with corrections to the minutes. Koch seconded the motion. Motion carried 5-0.

9. DISCUSSION ITEM:

None

10. NOTE COUNCIL MINUTES:

A. April 4, 2024

B. April 18, 2024

Some discussion about the shooting at Landings of Lexington.

11. PLANNING COMMISSION INPUT

Bautch asked about the discussion on the May 16th City Council agenda regarding the crosswalks on Lexington Ave. Councilmember Winge and Petracek explained the reasoning for that item on the agenda.

Koch discussed lawns not being mowed in Lexington. Petracek stated that staff doesn't start getting too aggressive with the enforcement of tall grass and weeds ordinance until June due to the new trend of "No Mow May." Discussion ensued.

Bautch asked about people feeding feral cats in his neighborhood. Petracek stated that Centennial Lakes Police Department does not enforce feral cat regulations in all three communities due to the time commitment involved. He added that there is a process of removing feral cats – live trapping and relocating – without harm to the animal. Discussion ensued.

12. ADJOURNMENT

Koch made a motion to adjourn at 7:25 p.m. Ogden seconded the motion. Motion carried 5-0.

May 28, 2024

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

Dear City Administrator Petracek:

The Metropolitan Council has prepared preliminary population and household estimates for your community as of April 1, 2023. This is an annual process governed by *Minnesota Statutes 473.24*.

As of April 1, 2023, the City of Lexington had 1,336 housing units, 1,228 households, and 2,830 people (of whom 1 lived in group quarters facilities). Household size averaged 2.304 persons per household.

How was this estimate calculated?

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

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

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

How can local governments provide feedback on this estimate?

We welcome discussion of the preliminary estimates and invite you to review and comment on them. Please send any comments or questions to Matt.Schroeder@metc.state.mn.us (preferred) or to Matt Schroeder, Community Development Research, 390 Robert St N, Saint Paul, MN 55101. *Under Minnesota Statutes 473.24, we must receive your comments or specific objections, in writing, by June 24, 2024.*

What happens after local governments provide feedback?

The Council will certify final estimates by July 15, 2024 for state government use in allocating certain funds.

Sincerely,



Matt Schroeder
Principal Researcher

**MINUTES
CITY OF LEXINGTON
REGULAR COUNCIL MEETING
MAY 16, 2024– 7:00 P.M.
9180 LEXINGTON AVENUE**

1. PLEDGE OF ALLEGIANCE

2. CALL TO ORDER: – Mayor Grote

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

*Mayor Grote called to order the Regular City Council meeting for May 16, 2024 at 7:01 p.m.
Councilmember's present: Devries and Murphy. Excused Absence: Benson and Winge Also
Present: Bill Petracek, City Administrator; Chris Galiov, Finance Director; Joe McPherson and
Logan Keehr, Anoka County Engineer; Quad Press.*

3. CITIZENS FORUM

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

4. APPROVAL OF AGENDA WITH CHANGES AND CORRECTIONS

*Councilmember Devries made a motion to approve the agenda as typewritten.
Councilmember Murphy seconded the motion. Motion carried 3-0*

**5. ANOKA COUNTY -Highway Department – Crosswalk Consideration on
CSAH 17 (Lexington Avenue)**

*Joe McPherson and Logan Keehr from Anoka County Highway Department were present to
discuss the City's request to put in crosswalks at intersections on Lexington Ave.*

*Mr. Keehr explained that following their study that was conducted on Lexington Ave.
intersections in Lexington, he stated that it did not meet the pedestrian traffic volume needed
where crosswalks would be considered for installation. Keehr provided a summary of his memo to
the Council. Discussion ensued.*

6. LETTERS AND COMMUNICATIONS:

- A. Centennial Community Food Shelf
- B. Centennial Lakes Police Department Media Reports 4-24 through 5-7, 2024
- C. Update on City of Lexington Water System Upgrades Submission
- D. City Report – April 2024

E. North Metro TV – April 2024 Update

Petracek addressed the email he had received from Congressman Tom Emmer's office and the denial of federal funding for our water system upgrades. He added that Senator Tina Smith's office is going to try to obtain funds for us on the Senate side the legislature. Discussion ensued.

2. CONSENT ITEMS:

- A. Recommendation to Approve Council Minutes:
Council Meeting – May 2, 2024
- B. Recommendation to approve Special Council Minutes – May 9, 2024
- C. Recommendation to Approve Claims and Bills:
Check #'s 51529 through 51581
Check #'s 15205 through 15227

Councilmember Murphy made a motion to approve the consent agenda items. Councilmember Devries seconded the motion. Motion carried 3-0

3. ACTION ITEMS:

- A. Park Board recommendation to approve the Eagle Scout Nicholas Mancl's
Project to construct a Gaga Ball Pit/Court at Memorial Park

Councilmember Murphy made a motion to approve the Eagle Scout Nicholas Mancl's Project to construct a Gaga Ball Pit/Court at Memorial Park. Councilmember Devries seconded the motion.

- B. Recommendation to approve Business License

Councilmember Devries made a motion to approve business license renewals. Councilmember Murphy seconded the motion. Motion carried 3-0.

- C. Recommendation to approve Liquor License – Cowboys Saloon

Councilmember Devries made a motion to approve Liquor License renewal– Cowboys Saloon. Councilmember Murphy seconded the motion. Motion carried 3-0

- D. Second Reading and Recommendation to approve Ordinance Amendment
Section 2.30 Board and Commission Generally and Section 2.33 Park Board

Attorney Glaser stated that following the first reading and Council discussion at the last meeting, he determined that with what the Council wanted to accomplish, there is no need to amend the ordinance. Discussion ensued. Petracek stated that they should take action on their desire to have the Park Board cut back their meetings to four (4) meetings per year.

Councilmember Devries made a motion to set Park Board meetings quarterly - (4) meetings per year - at \$100/meeting with subsequent meetings to be called as necessary. Councilmember Murphy seconded the motion. Motion carried 3-0.

4. MAYOR AND COUNCIL INPUT

No input from Mayor Grote or City Council

5. ADMINISTRATOR INPUT

No input from the city administrator

6. ADJOURNMENT

Councilmember Murphy made motion to adjourn the meeting at 7:20 p.m. Councilmember Devries seconded the motion. Motion carried 3-0.

COUNCIL WORKSHOP WAS NOT HELD

CITY OF LEXINGTON

RECOMMEND FOR APPROVAL OF CLAIMS AND BILLS

<p align="center">The following claims and bills have been presented to the Council for approval at the Council Meeting of June 6, 2024.</p>

(1) Payroll

Vouchers	506369 through	506389	\$	25,484.11
Payroll Taxes				
	Federal Tax	\$3,155.99		
	Social Security	\$4,391.64		
	Medicare	\$1,027.08		
				\$8,574.71
	State Tax	\$1,633.97		\$1,633.97
	Total		\$	10,208.68

(2) General and Liquor Payment Recommendations:

Payments	51582 through	51657	\$	378,074.16
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(3) ACH and Credit Card Payments for:

		APRIL 2024		
ACH Payments:	3523E through	3544E	\$	35,456.20

Total Payments and Withdrawals Approval	<u>\$ 449,223.15</u>
-----------------------------------------	----------------------

Centennial Lakes Police Payment Recommendations:

Checks	15231 through	15247	\$	10,982.03
ACH	2024041 through	2024043	\$	15,770.65
Total Payments			<u>\$</u>	<u>26,752.68</u>

City of Lexington

05/31/24 10:24 AM

Page 1

***Check Detail Register©**

Batch: 06062024 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
10100 4M FUND					
51582	06/06/24	AA EQUIPMENT COMPANY			
E 609-00000-500		Capital Expenditures	\$16,794.48	16253	COOLER DOORS REPLACEMENTS
		Total	\$16,794.48		
51583	06/06/24	ABDO, LLC			
E 101-41500-301		Auditing/Acctg Services	\$1,246.80	489614	2023 AUDIT SERVICES
E 320-41500-301		Auditing/Acctg Services	\$207.80	489614	2023 AUDIT SERVICES
E 609-00000-301		Auditing/Acctg Services	\$831.20	489614	2023 AUDIT SERVICES
E 651-00000-301		Auditing/Acctg Services	\$207.80	489614	2023 AUDIT SERVICES
E 730-00000-301		Auditing/Acctg Services	\$831.20	489614	2023 AUDIT SERVICES
E 770-00000-301		Auditing/Acctg Services	\$831.20	489614	2023 AUDIT SERVICES
		Total	\$4,156.00		
51584	06/06/24	ALLINA HEALTH SYSTEM			
E 101-42260-208		Training and Instruction	\$765.00	CI00050507	2ND QTR 2024 ERT TRAINING - FD
		Total	\$765.00		
51585	06/06/24	AMAZON CAPITAL SERVICES			
E 101-41500-400		General Maintenance	\$45.56	1W7K-3T1V-	BATTERIES - CITY HALL
		Total	\$45.56		
51586	06/06/24	AMERICAN BOTTLING COMPANY			
E 609-00000-254		Miscellaneous Purchase	\$353.08	3562843107	
		Total	\$353.08		
51587	06/06/24	ANOKA COUNTY			
E 101-41500-302		Assessor Fees	\$10,174.00		2024 ASSESSMENT COSTS
		Total	\$10,174.00		
51588	06/06/24	ANOKA COUNTY TREASURY OFFICE			
E 101-41410-327		Annual Technology Mainte	\$273.92	ELEC051524	JPA EQUIPMENT COST SHARE
		Total	\$273.92		
51589	06/06/24	ANOKA CO FIRE PROTECTION			
E 101-42260-433		Dues and Subscriptions	\$700.00	301	2024 MEMBERSHIP
		Total	\$700.00		
51590	06/06/24	ANOKA COUNTY TREASURY			
E 101-41900-329		Cable/Internet	\$75.00	B240516X	MAY 2024 FIBER OPTIC
E 101-42260-329		Cable/Internet	\$75.00	B240516X	MAY 2024 FIBER OPTIC
E 101-43100-329		Cable/Internet	\$45.00	B240516X	MAY 2024 FIBER OPTIC
E 101-45200-329		Cable/Internet	\$30.00	B240516X	MAY 2024 FIBER OPTIC
		Total	\$225.00		
51591	06/06/24	ARTISAN BEER COMPANY			
E 609-00000-252		Beer Purchase	\$1,321.30	3680724	
E 609-00000-252		Beer Purchase	\$1,268.75	3682448	
E 609-00000-252		Beer Purchase	(\$89.60)	388833	

City of Lexington

05/31/24 10:24 AM

Page 2

***Check Detail Register©**

Batch: 06062024 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
Total			\$2,500.45		
51592	06/06/24	AWARDS BY HAMMOND, INC			
E 101-42260-430		Miscellaneous	\$40.50	16925	PLATES
Total			\$40.50		
51593	06/06/24	BADGER METER INC			
E 730-00000-309		EDP, Software and Desig	\$73.02	80138619.	CELLULAR BACKHAUL - BALANCES
E 730-00000-309		EDP, Software and Desig	\$13.02	80143822.	CELLULAR BACKHAUL - BALANCES
E 730-00000-309		EDP, Software and Desig	\$73.02	80146471.	CELLULAR BACKHAUL - BALANCES
E 730-00000-309		EDP, Software and Desig	\$60.00	80154400.	CELLULAR BACKHAUL - BALANCES
E 730-00000-309		EDP, Software and Desig	\$37.60	80156996.	CELLULAR BACKHAUL - BALANCES
Total			\$256.66		
51594	06/06/24	BARREL THEORY BEER COMPANY			
E 609-00000-252		Beer Purchase	\$312.00	4642	
E 609-00000-252		Beer Purchase	\$145.00	4703	
Total			\$457.00		
51595	06/06/24	BBKG, L.L.C.			
G 101-20200		Accounts Payable	\$8,017.15	201917	FEB-MARCH 2023 CIVIL SERVICES
G 101-22046		OReilly Escrow	\$90.00	201917	FEB-MARCH 2023 CIVIL SERVICES
G 101-22047		Norhart Development	\$150.00	201917	FEB-MARCH 2023 CIVIL SERVICES
G 101-22050		Ephesians II	\$90.00	201917	FEB-MARCH 2023 CIVIL SERVICES
G 101-20200		Accounts Payable	\$4,594.75	201917	APRIL-JUNE 2023 CIVIL SERVICES
G 101-22046		OReilly Escrow	\$90.00	201917	APRIL-JUNE 2023 CIVIL SERVICES
E 220-47000-230		Contracted Services	\$327.00	201917	APRIL-JUNE 2023 CIVIL SERVICES
Total			\$13,358.90		
51596	06/06/24	BEAUDET, BRENDA			
E 101-41500-208		Training and Instruction	\$87.41		TRAVEL REIMBURSEMENT
E 101-41500-205		Mileage Reimbursement	\$92.46		TRAVEL REIMBURSEMENT
Total			\$179.87		
51597	06/06/24	BELLBOY CORPORATION			
E 609-00000-251		Liquor Purchase	\$379.35	0203525800	
Total			\$379.35		
51598	06/06/24	BERNICK'S			
E 609-00000-252		Beer Purchase	\$1,036.20	10215915	
E 609-00000-252		Beer Purchase	(\$52.39)	10215916	
E 609-00000-252		Beer Purchase	\$1,522.40	10218844	
E 609-00000-252		Beer Purchase	(\$15.13)	10218845	
E 609-00000-252		Beer Purchase	\$1,798.60	10221478	
E 609-00000-252		Beer Purchase	(\$37.74)	10221479	
Total			\$4,251.94		
51599	06/06/24	BETTER BEV CO, LLC			
E 609-00000-260		THC For Resale	\$240.00	INV/2024/006	

City of Lexington

05/31/24 10:24 AM

Page 3

***Check Detail Register©**

Batch: 06062024 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
Total			\$240.00		
51600	06/06/24	BIFFS			
E 101-45200-418		Other Rentals	\$176.00	W964513	MAY 2024 RENTALS - LEXINGTON CITY PARK
Total			\$176.00		
51601	06/06/24	BLAINE LOCK & SAFE			
E 609-00000-401		Repair Buildings	\$1,060.00	31436	DOOR REPAIRS
Total			\$1,060.00		
51602	06/06/24	BREAKTHRU BEVERAGE MN			
E 609-00000-251		Liquor Purchase	\$2,433.97	115704971	
E 609-00000-254		Miscellaneous Purchase	\$41.41	115704972	
E 609-00000-254		Miscellaneous Purchase	\$31.56	115817864	
E 609-00000-251		Liquor Purchase	\$5,010.23	115817865	
E 609-00000-253		Wine Purchase	\$889.05	115817866	
E 609-00000-253		Wine Purchase	\$400.35	115817867	
E 609-00000-253		Wine Purchase	\$624.70	115928340	
E 609-00000-251		Liquor Purchase	\$4,413.35	115928341	
Total			\$13,844.62		
51603	06/06/24	BROKEN CLOCK BREWING COOP			
E 609-00000-252		Beer Purchase	\$334.00	8763	
Total			\$334.00		
51604	06/06/24	CAPITOL BEVERAGE SALES			
E 609-00000-252		Beer Purchase	(\$101.20)	2984721	
E 609-00000-252		Beer Purchase	\$20,491.88	2984722	
E 609-00000-252		Beer Purchase	(\$143.38)	2988044	
E 609-00000-252		Beer Purchase	\$7,606.35	2988045	
E 609-00000-252		Beer Purchase	(\$50.00)	2988046	
Total			\$27,803.65		
51605	06/06/24	CENTENNIAL LAKES PD			
E 101-42110-230		Contracted Services	\$80,058.08		JUNE 2024 MONTHLY POLICE SERVICES
Total			\$80,058.08		
51606	06/06/24	CINTAS			
E 609-00000-255		Linen	\$169.45	4192110362	MAT SERVICE
Total			\$169.45		
51607	06/06/24	CLEAR RIVER BEVERAGE COMPANY			
E 609-00000-252		Beer Purchase	\$292.30	746399	
E 609-00000-260		THC For Resale	\$275.00	746399	
E 609-00000-252		Beer Purchase	\$368.73	747551	
E 609-00000-252		Beer Purchase	\$677.75	748810	
E 609-00000-260		THC For Resale	\$105.95	748810	
Total			\$1,719.73		
51608	06/06/24	GREAT LAKES COCA-COLA			

City of Lexington

05/31/24 10:24 AM

Page 4

***Check Detail Register©**

Batch: 06062024 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 609-00000-254		Miscellaneous Purchase	\$734.00	41398542018	
		Total	\$734.00		
51609	06/06/24	CUSTOM FIRE RESCUE TRAINING			
E 101-42260-208		Training and Instruction	\$500.00	2681	CLASSES - FIRE DEPT
		Total	\$500.00		
51610	06/06/24	DAHLHEIMER BEVERAGE LLC			
E 609-00000-252		Beer Purchase	\$4,360.75	2184309	
E 609-00000-252		Beer Purchase	(\$396.80)	2186511	
E 609-00000-252		Beer Purchase	\$23,033.65	2186578	
E 609-00000-254		Miscellaneous Purchase	\$170.00	2187705	
E 609-00000-252		Beer Purchase	\$22,203.65	2192210	
		Total	\$49,371.25		
51611	06/06/24	DANGEROUS MAN BREWING CO			
E 609-00000-252		Beer Purchase	\$322.00	IN-3665	
E 609-00000-260		THC For Resale	\$278.00	IN-3665	
		Total	\$600.00		
51612	06/06/24	DIERS IRRIGATION LLC			
E 101-41500-400		General Maintenance	\$164.00	242772	IRRIGATION SERVICES
E 101-45200-400		General Maintenance	\$457.60	242772	IRRIGATION SERVICES
E 609-00000-400		General Maintenance	\$124.98	242772	IRRIGATION SERVICES
		Total	\$746.58		
51613	06/06/24	ERIK EDWARDS			
E 101-42260-430		Miscellaneous	\$38.41		NAME PLATES - FD
		Total	\$38.41		
51614	06/06/24	ELITE GARAGE DOOR SERVICES, LLC			
E 310-43100-520		Buildings and Structures	\$24,104.47	705454-1	PW GARAGE DOORS PROJECT
E 310-43100-520		Buildings and Structures	\$2,719.17	706025	PW GARAGE DOORS PROJECT
		Total	\$26,823.64		
51615	06/06/24	EMBEDDED SYSTEMS INC			
E 101-41500-410		Sirens/Flags	\$299.82	344679	2ND HALF 2024 SIREN MAINTENANCE
		Total	\$299.82		
51616	06/06/24	KNOWLAN'S SUPER MARKET			
E 101-43500-430		Miscellaneous	\$36.45	9	CLEAN-UP DAY SUPPLIES
		Total	\$36.45		
51617	06/06/24	HAWKINS INC			
E 730-00000-216		Chemicals	\$40.00	6757021	CYLINDERS RENT
E 730-00000-216		Chemicals	\$7,194.38	6764311	CHEMICALS
		Total	\$7,234.38		
51618	06/06/24	HOHENSTEINS INC			
E 609-00000-260		THC For Resale	\$758.00	716356	

City of Lexington

05/31/24 10:24 AM

Page 5

***Check Detail Register©**

Batch: 06062024 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 609-00000-252		Beer Purchase	\$1,173.40	716357	
E 609-00000-252		Beer Purchase	\$1,003.10	718429	
		Total	\$2,934.50		
51619	06/06/24	INBOUND BREWCO			
E 609-00000-252		Beer Purchase	\$97.00	18410	
		Total	\$97.00		
51620	06/06/24	INSIGHT BREWING COMPANY			
E 609-00000-252		Beer Purchase	\$73.17	15088	
E 609-00000-260		THC For Resale	\$555.00	15088	
		Total	\$628.17		
51621	06/06/24	INSTRUMENTAL RESEARCH, INC.			
E 730-00000-306		Water Testing	\$80.00	5539	APRIL 2024 SAMPLES
		Total	\$80.00		
51622	06/06/24	JOHNSON BROTHERS LIQUOR			
E 609-00000-253		Wine Purchase	\$87.00	2538038	
E 609-00000-251		Liquor Purchase	\$1,491.18	2539321	
E 609-00000-253		Wine Purchase	\$1,153.11	2539322	
E 609-00000-254		Miscellaneous Purchase	\$17.40	2539323	
E 609-00000-251		Liquor Purchase	\$5,759.20	2539324	
E 609-00000-251		Liquor Purchase	\$11,889.70	2542549	
E 609-00000-253		Wine Purchase	\$373.65	2542550	
E 609-00000-251		Liquor Purchase	\$2,192.57	2543796	
E 609-00000-253		Wine Purchase	\$4,437.21	2543797	
E 609-00000-254		Miscellaneous Purchase	\$38.40	2543798	
E 609-00000-251		Liquor Purchase	\$271.40	2547278	
E 609-00000-251		Liquor Purchase	\$409.18	2547279	
E 609-00000-253		Wine Purchase	\$324.60	2547280	
E 609-00000-253		Wine Purchase	(\$55.00)	291709	
E 609-00000-251		Liquor Purchase	(\$48.50)	291710	
		Total	\$28,341.10		
51623	06/06/24	JR'S APPLIANCE DISPOSAL INC			
E 101-43500-230		Contracted Services	\$739.50	112925	SPRING 2024 CLEAN-UP DAY
		Total	\$739.50		
51624	06/06/24	KIRVIDA FIRE			
E 101-42260-404		Repair Machinery/Equipm	\$245.60	12324	2011 PIERCE PUMPER SERVICE
		Total	\$245.60		
51625	06/06/24	M. AMUNDSON LLP			
E 609-00000-256		Tobacco Products For Re	\$2,313.16	382462	
E 609-00000-210		Operating Supplies	\$332.65	382462	
E 609-00000-256		Tobacco Products For Re	\$2,443.19	382881	
E 609-00000-254		Miscellaneous Purchase	\$39.48	382881	
		Total	\$5,128.48		

City of Lexington

05/31/24 10:24 AM

Page 6

***Check Detail Register©**

Batch: 06062024 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
51626	06/06/24	MARTIN-MCALLISTER			
E 101-42260-207		Physical & Fit Training	\$625.00	16077	PRE-EMP. ASSESSMENT - FIRE DEPT
		Total	\$625.00		
51627	06/06/24	MEGA BEER			
E 609-00000-252		Beer Purchase	\$501.25	IN-11054	
		Total	\$501.25		
51628	06/06/24	MENARDS - BLAINE			
E 101-45200-401		Repair Buildings	\$73.40	69095	REPAIRS - MEMORIAL PARK BLDG
		Total	\$73.40		
51629	06/06/24	METERING & TECH. SOLUTIONS			
E 730-00000-404		Repair Machinery/Equipm	\$2,046.26	INV5225	WATER METERS
		Total	\$2,046.26		
51630	06/06/24	METRO SALES, INC.			
E 101-41500-350		Print/Binding	\$78.00	INV2530504	MAY 2024 COPIER CONTRACT
		Total	\$78.00		
51631	06/06/24	MKL, LLC			
E 101-41500-400		General Maintenance	\$100.00	06062024	WEEK ENDING 05/18/2024
E 101-41500-400		General Maintenance	\$100.00	06062024	WEEK ENDING 05/25/2024
E 101-41500-400		General Maintenance	\$100.00	06062024	WEEK ENDING 06/01/2024
		Total	\$300.00		
51632	06/06/24	MN DEPT OF HEALTH			
G 730-23000		Water Testing	\$1,572.00		2ND QTR 2024 WATER SUPPLY CONN. FEE
		Total	\$1,572.00		
51633	06/06/24	MOOSE LAKE BREWING CO. LLC			
E 609-00000-252		Beer Purchase	\$156.00	SB21-005	
		Total	\$156.00		
51634	06/06/24	MSA PROFESSIONAL SERVICES INC			
E 101-41500-303		Engineering Fees	\$3,655.00	005007	GENERAL SERVICES
E 310-45200-500		Capital Expenditures	\$475.00	005007	MEMORIAL PARK CONCESSIONS
G 101-22046		O'Reilly Escrow	\$1,827.50	005008	O'REILLY AUTO PARTS
G 101-22047		Norhart Development	\$4,060.00	005009	NORHART DEVELOPMENT
E 651-00000-303		Engineering Fees	\$805.00	005010	NPDES PHASE II MS4
		Total	\$10,822.50		
51635	06/06/24	NEW FRANCE WINE COMPANY			
E 609-00000-253		Wine Purchase	\$812.00	223066	
		Total	\$812.00		
51636	06/06/24	OMNIPRO, LLC.			
E 310-42260-500		Capital Expenditures	\$9,895.00	2531	CAD PROJECT TABLETS - FIRE DEPT
		Total	\$9,895.00		

City of Lexington

05/31/24 10:24 AM

Page 7

*Check Detail Register©

Batch: 06062024 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
51637	06/06/24	O'REILLY AUTOMOTIVE STORES			
E 101-43100-210		Operating Supplies	\$180.43	3472-331275	SHOP SUPPLIES - PW
E 101-43100-212		Gas & Oil	\$43.96	3472-331507	DEF - PW
E 101-43100-210		Operating Supplies	\$8.90	3472-333162	SHOP SUPPLIES - PW
		Total	\$233.29		
51638	06/06/24	PAUSTIS & SONS			
E 609-00000-253		Wine Purchase	\$623.00	236134	
E 609-00000-253		Wine Purchase	\$1,151.00	236706	
E 609-00000-253		Wine Purchase	\$1,151.00	237293	
		Total	\$2,925.00		
51639	06/06/24	BILL PETRACEK			
E 101-41500-205		Mileage Reimbursement	\$200.00		JULY 2024
E 101-41500-321		Telephone	\$100.00		JULY 2024
		Total	\$300.00		
51640	06/06/24	PHILLIPS WINE AND SPIRITS INC			
E 609-00000-254		Miscellaneous Purchase	(\$32.02)	522185	
E 609-00000-251		Liquor Purchase	(\$10.08)	522186	
E 609-00000-251		Liquor Purchase	(\$32.34)	522187	
E 609-00000-251		Liquor Purchase	(\$33.75)	522188	
E 609-00000-253		Wine Purchase	(\$9.65)	522189	
E 609-00000-253		Wine Purchase	(\$14.00)	522190	
E 609-00000-251		Liquor Purchase	\$183.50	6781532	
E 609-00000-251		Liquor Purchase	\$2,126.84	6782407	
E 609-00000-253		Wine Purchase	\$790.30	6782408	
E 609-00000-254		Miscellaneous Purchase	\$329.30	6782409	
E 609-00000-251		Liquor Purchase	\$412.37	6785920	
E 609-00000-253		Wine Purchase	\$701.05	6785921	
		Total	\$4,411.52		
51641	06/06/24	PRYES BREWING COMPANY, LLC			
E 609-00000-252		Beer Purchase	\$509.50	W-76268	
		Total	\$509.50		
51642	06/06/24	RECYCLE TECHNOLOGIES			
E 101-43500-230		Contracted Services	\$698.95	246164	MAY 2024 RECYCLING EVENT
		Total	\$698.95		
51643	06/06/24	RMPUSA			
E 101-45200-400		General Maintenance	\$749.00	6975.	MULCH - MEMORIAL PARK
		Total	\$749.00		
51644	06/06/24	SCHAEFFER MFG. COMPANY			
E 101-43100-210		Operating Supplies	\$113.16	MLH2843-IN	SHOP SUPPLIES - PW
E 101-45200-210		Operating Supplies	\$113.16	MLH2843-IN	SHOP SUPPLIES - PW
E 651-00000-210		Operating Supplies	\$33.95	MLH2843-IN	SHOP SUPPLIES - PW
E 730-00000-210		Operating Supplies	\$152.76	MLH2843-IN	SHOP SUPPLIES - PW

City of Lexington

05/31/24 10:24 AM

Page 8

***Check Detail Register©**

Batch: 06062024 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 730-00000-210		Operating Supplies	\$152.75	MLH2843-IN	SHOP SUPPLIES - PW
		Total	\$565.78		
51645	06/06/24	SHAMROCK GROUP, INC.			
E 609-00000-257		Ice For Resale	\$516.82	3019559	
E 609-00000-257		Ice For Resale	\$189.88	3021617	
		Total	\$706.70		
51646	06/06/24	SHERWIN WILLIAMS			
E 609-00000-400		General Maintenance	\$325.38	5602-3	MLS LOT STRIPING
		Total	\$325.38		
51647	06/06/24	SOCIABLE CIDER WERKS			
E 609-00000-260		THC For Resale	\$483.00	E-5905	
		Total	\$483.00		
51648	06/06/24	SOUTHERN GLAZER'S OF MN			
E 609-00000-251		Liquor Purchase	\$4,023.12	2480209	
E 609-00000-253		Wine Purchase	\$257.00	2480210	
E 609-00000-251		Liquor Purchase	\$5,870.00	2483019	
E 609-00000-253		Wine Purchase	\$1,663.22	2483020	
E 609-00000-251		Liquor Purchase	\$0.32	2483021	
		Total	\$11,813.66		
51649	06/06/24	ST PAUL STAMP WORKS, INC.			
E 101-41500-200		Office Supplies	\$33.80	IV00557638	NAME PLATE
		Total	\$33.80		
51650	06/06/24	STEEL TOE BREWING, LLC			
E 609-00000-252		Beer Purchase	\$185.00	55413	
		Total	\$185.00		
51651	06/06/24	TOSHIBA BUSINESS SOLUTIONS			
E 101-42260-400		General Maintenance	\$20.32	6273952	MAY 204 COPIER MAINTENANCE
		Total	\$20.32		
51652	06/06/24	TRI-STATE BOBCAT			
E 101-45200-404		Repair Machinery/Equipm	\$317.99	A34944	PARTS- BOBCAT
E 310-43100-580		Other Equipment	\$18,986.04	S38620	MILLING ATTACHMENT - PW
		Total	\$19,304.03		
51653	06/06/24	UNLIMITED SUPPLIES INC			
E 101-43100-210		Operating Supplies	\$262.04	466422	SHOP SUPPLIES - PW
E 101-45200-210		Operating Supplies	\$131.02	466422	SHOP SUPPLIES - PW
E 730-00000-210		Operating Supplies	\$65.51	466422	SHOP SUPPLIES - PW
E 730-00000-210		Operating Supplies	\$65.51	466422	SHOP SUPPLIES - PW
E 101-43100-210		Operating Supplies	\$141.65	467294	SHOP SUPPLIES - PW
		Total	\$665.73		
51654	06/06/24	URBAN GROWLER BREWING CO.			

City of Lexington

05/31/24 10:24 AM

Page 9

***Check Detail Register©**

Batch: 06062024 PAY

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 609-00000-252		Beer Purchase	\$60.00	E-36204	
E 609-00000-260		THC For Resale	\$174.00	E-36204	
		Total	\$234.00		
51655	06/06/24	VENN BREWING COMPANY			
E 609-00000-252		Beer Purchase	\$255.00	6410	
		Total	\$255.00		
51656	06/06/24	VINOCOPIA			
E 609-00000-253		Wine Purchase	\$1,071.75	0350907-IN	
E 609-00000-260		THC For Resale	\$312.00	0350908-IN	
		Total	\$1,383.75		
51657	06/06/24	WALTERS RECYCLING & REFUSE			
E 101-41500-384		Refuse/Garbage Disposal	\$86.88	7891142	MAY 2024 SERVICES
E 101-43100-384		Refuse/Garbage Disposal	\$54.70	7891142	MAY 2024 SERVICES
E 101-45200-384		Refuse/Garbage Disposal	\$54.70	7891142	MAY 2024 SERVICES
E 651-00000-384		Refuse/Garbage Disposal	\$10.41	7891142	MAY 2024 SERVICES
E 730-00000-384		Refuse/Garbage Disposal	\$70.33	7891142	MAY 2024 SERVICES
E 770-00000-384		Refuse/Garbage Disposal	\$70.33	7891142	MAY 2024 SERVICES
E 609-00000-384		Refuse/Garbage Disposal	\$145.87	7891142	MAY 2024 SERVICES
		Total	\$493.22		
		10100	\$378,074.16		

Fund Summary**10100 4M FUND**

101 GENERAL FUND	\$123,327.57
220 LOVELL BUILDING	\$327.00
310 CAPITAL PROJECTS	\$56,179.68
320 TIF #3	\$207.80
609 MUNICIPAL LIQUOR FUND	\$183,546.06
651 STORM WATER FUND	\$1,057.16
730 WATER FUND	\$12,527.36
770 SEWER FUND	\$901.53
	\$378,074.16

City of Lexington

05/28/24 8:42 AM

Page 1

***Check Detail Register©**

Batch: APR 2024 CC PMT, APR 2024 AUTO

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
10100 4M FUND					
3523 e	04/17/24	MISC CUSTOMERS			
E 609-00000-200		Office Supplies	\$60.30	625188	OFFICE SUPPLIES - MLS
		Total	\$60.30		
3524 e	04/17/24	AMAZON CAPITAL SERVICES			
E 609-00000-400		General Maintenance	\$46.17	0880216	CLEANING SUPPLIES - MLS
E 609-00000-210		Operating Supplies	\$16.20	3778659	OPERATING SUPPLIES - MLS
E 609-00000-200		Office Supplies	\$38.89	7802641	OFFICE SUPPLIES - MLS
		Total	\$101.26		
3525 e	04/17/24	WALGREENS			
E 609-00000-400		General Maintenance	\$11.87		OPERATING SUPPLIES - MLS
		Total	\$11.87		
3526 e	04/17/24	ACTIVE911, INC.			
E 101-42260-323		Radio Units/User Fees	\$315.00	542757	2024 ALERTING SUBSCRIPTION
		Total	\$315.00		
3527 e	04/17/24	ZOOM VIDEO COMMUNICATIONS			
E 101-41500-300		Professional Srvs	\$15.99	INV24270915	MARCH 2024 SERVICE
E 101-42260-327		Annual Technology Mainte	\$15.99	INV24270915	MARCH 2024 SERVICE
		Total	\$31.98		
3528 e	04/17/24	US POSTAL SERVICE			
E 609-00000-322		Postage	\$8.73		NSF NOTICES - MLS
		Total	\$8.73		
3529 e	04/17/24	SUBWAY			
E 101-41410-432		Election Expense	\$20.84		ELECTION JUDGES MEALS
E 101-41410-432		Election Expense	\$31.31		ELECTION JUDGES MEALS
		Total	\$52.15		
3530 e	04/17/24	PIZZA MAN			
E 101-41410-432		Election Expense	\$46.17		ELECTION JUDGES MEALS
		Total	\$46.17		
3531 e	04/01/24	CONNEXUS ENERGY			
E 101-45200-381		Electric Utilities	\$89.51		FEB 2024 UTILITIES
E 101-43100-386		Street Lights	\$248.04		FEB 2024 UTILITIES
E 770-00000-381		Electric Utilities	\$75.91		FEB 2024 UTILITIES
E 770-00000-381		Electric Utilities	\$21.68		FEB 2024 UTILITIES
		Total	\$435.14		
3532 e	04/01/24	LINCOLN NATIONAL LIFE			
E 101-41500-134		ST/LT Disability Insurance	\$380.68	4520468628	2024 PREMIUM
E 101-43100-134		ST/LT Disability Insurance	\$113.24	4520468628	2024 PREMIUM
E 101-45200-134		ST/LT Disability Insurance	\$75.48	4520468628	2024 PREMIUM
E 609-00000-134		ST/LT Disability Insurance	(\$55.40)	4520468628	2024 PREMIUM
		Total	\$514.00		
3533 e	04/01/24	HEALTHPARTNERS			

City of Lexington

05/28/24 8:42 AM

Page 2

***Check Detail Register©**

Batch: APR 2024 CC PMT,APR 2024 AUTO

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
E 609-00000-160		Health/Dental Insurance	(\$2,539.26)	41396974589	APRIL 2024 PREMIUM
E 101-43100-160		Health/Dental Insurance	\$729.53	41396974589	APRIL 2024 PREMIUM
E 101-45200-160		Health/Dental Insurance	\$486.35	41396974589	APRIL 2024 PREMIUM
E 101-41500-160		Health/Dental Insurance	\$1,579.43	41396974589	APRIL 2024 PREMIUM
E 609-00000-160		Health/Dental Insurance	\$1,269.63	41396974589	APRIL 2024 PREMIUM
E 101-41500-160		Health/Dental Insurance	\$943.76	41396974589	APRIL 2024 PREMIUM
E 101-43100-160		Health/Dental Insurance	\$772.45	41396974589	APRIL 2024 PREMIUM
E 101-45200-160		Health/Dental Insurance	\$514.96	41396974589	APRIL 2024 PREMIUM
E 101-41500-160		Health/Dental Insurance	\$1,249.32	41396974589	APRIL 2024 PREMIUM
E 609-00000-160		Health/Dental Insurance	\$2,295.50	41396974589	APRIL 2024 PREMIUM
E 101-41500-160		Health/Dental Insurance	\$1,364.01	41396974589	APRIL 2024 PREMIUM
E 609-00000-160		Health/Dental Insurance	\$534.09	41396974589	APRIL 2024 PREMIUM
E 609-00000-160		Health/Dental Insurance	\$534.09	41396974589	APRIL 2024 PREMIUM
Total			\$9,733.86		
3534 e	04/10/24	XCEL ENERGY			
E 101-43100-381		Electric Utilities	\$42.49	869800610	FEB-MARCH 2024 UTILITIES
E 101-45200-381		Electric Utilities	\$42.48	869800610	FEB-MARCH 2024 UTILITIES
E 651-00000-381		Electric Utilities	\$8.09	869800610	FEB-MARCH 2024 UTILITIES
E 730-00000-381		Electric Utilities	\$54.63	869800610	FEB-MARCH 2024 UTILITIES
E 770-00000-381		Electric Utilities	\$54.63	869800610	FEB-MARCH 2024 UTILITIES
E 101-43100-386		Street Lights	\$247.26	869800610	FEB-MARCH 2024 UTILITIES
E 609-00000-381		Electric Utilities	\$1,461.80	870558106	FEB-MARCH 2024 UTILITIES
Total			\$1,911.38		
3535 e	04/01/24	XCEL ENERGY			
E 101-43100-381		Electric Utilities	\$105.56	869215064	JAN 2024 UTILITIES
E 101-45200-381		Electric Utilities	\$105.57	869215064	JAN 2024 UTILITIES
E 651-00000-381		Electric Utilities	\$20.11	869215064	JAN 2024 UTILITIES
E 730-00000-381		Electric Utilities	(\$43.33)	869215064	JAN 2024 UTILITIES
E 770-00000-381		Electric Utilities	\$135.72	869215064	JAN 2024 UTILITIES
E 609-00000-381		Electric Utilities	\$1,688.54	869215064	JAN 2024 UTILITIES
E 101-45200-381		Electric Utilities	\$21.75	869215064	JAN 2024 UTILITIES
E 770-00000-381		Electric Utilities	\$162.44	869215064	JAN 2024 UTILITIES
E 101-43100-381		Electric Utilities	\$62.87	869215064	JAN 2024 UTILITIES
E 101-42260-381		Electric Utilities	\$184.91	869215064	JAN 2024 UTILITIES
E 101-41500-381		Electric Utilities	\$297.97	869215064	JAN 2024 UTILITIES
E 101-43100-386		Street Lights	\$585.11	869215064	JAN 2024 UTILITIES
Total			\$3,327.22		
3536 e	04/26/24	CENTER POINT ENERGY			
E 101-42260-383		Gas Utilities	\$254.08		MAR 2024 UTILITIES
E 101-43100-383		Gas Utilities	\$113.99		MAR 2024 UTILITIES
E 101-45200-383		Gas Utilities	\$113.99		MAR 2024 UTILITIES
E 651-00000-383		Gas Utilities	\$21.70		MAR 2024 UTILITIES
E 730-00000-383		Gas Utilities	\$146.56		MAR 2024 UTILITIES
E 770-00000-383		Gas Utilities	\$237.58		MAR 2024 UTILITIES
E 101-41500-383		Gas Utilities	\$284.76		MAR 2024 UTILITIES
E 609-00000-383		Gas Utilities	\$423.26		MAR 2024 UTILITIES
Total			\$1,595.92		

***Check Detail Register©**

Batch: APR 2024 CC PMT, APR 2024 AUTO

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
3537 e	04/10/24	PUBLIC EMPLOYEES RETIREMENT			
G 101-21704		PERA	\$2,060.63		04/10/2024 PAYROLL
G 101-21717		PERA	\$2,377.65		04/10/2024 PAYROLL
G 101-21704		PERA	\$2,106.64		04/24/2024 PAYROLL
G 101-21717		PERA	\$2,430.72		04/24/2024 PAYROLL
		Total	\$8,975.64		
3538 e	04/08/24	HSA BANK			
E 609-00000-160		Health/Dental Insurance	\$937.50		EMPLOYER CONTRIBUTIONS
G 101-21726		HSA Additional Withholdin	\$2,050.00		EMPLOYEE CONTRIBUTIONS
E 101-41500-160		Health/Dental Insurance	\$13.50		HSA SERVICE FEE
		Total	\$3,001.00		
3539 e	04/01/24	PITNEY BOWES GLOBAL FINANCIAL			
E 101-43500-322		Postage	\$250.00		REPLENISH POSTAGE
E 101-41500-322		Postage	\$140.00		REPLENISH POSTAGE
E 101-42260-322		Postage	\$30.00		REPLENISH POSTAGE
E 609-00000-322		Postage	\$150.00		REPLENISH POSTAGE
E 651-00000-322		Postage	\$30.00		REPLENISH POSTAGE
E 730-00000-322		Postage	\$200.00		REPLENISH POSTAGE
E 770-00000-322		Postage	\$200.00		REPLENISH POSTAGE
		Total	\$1,000.00		
3540 e	04/10/24	KWIK TRIP			
E 101-43100-212		Gas & Oil	\$115.42		MARCH 2024 FUEL
E 101-45200-212		Gas & Oil	\$115.42		MARCH 2024 FUEL
E 651-00000-212		Gas & Oil	\$46.17		MARCH 2024 FUEL
E 730-00000-212		Gas & Oil	\$92.34		MARCH 2024 FUEL
E 770-00000-212		Gas & Oil	\$92.33		MARCH 2024 FUEL
E 101-42260-212		Gas & Oil	\$103.38		MARCH 2024 FUEL
		Total	\$565.06		
3541 e	04/02/24	FIDELITY SECURITY LIFE			
E 101-41500-160		Health/Dental Insurance	\$30.06	2966723	APRIL 2024 PREMIUM
E 101-43100-160		Health/Dental Insurance	\$11.60	2966723	APRIL 2024 PREMIUM
E 101-45200-160		Health/Dental Insurance	\$7.74	2966723	APRIL 2024 PREMIUM
E 609-00000-160		Health/Dental Insurance	\$39.38	2966723	APRIL 2024 PREMIUM
		Total	\$88.78		
3542 e	04/10/24	TASC			
G 101-21723		Flex Insurance	\$127.00		EMPLOYEE CONTRIBUTIONS
G 101-21723		Flex Insurance	\$127.00		EMPLOYEE CONTRIBUTIONS
		Total	\$254.00		
3543 e	04/01/24	METROPOLITAN LIFE INS CO			
E 101-41500-160		Health/Dental Insurance	\$179.40		2024 PREMIUM
E 101-43100-160		Health/Dental Insurance	\$65.12		2024 PREMIUM
E 101-45200-160		Health/Dental Insurance	\$43.42		2024 PREMIUM
E 609-00000-160		Health/Dental Insurance	\$143.97		2024 PREMIUM
		Total	\$431.91		

City of Lexington

05/28/24 8:42 AM

Page 4

***Check Detail Register©**

Batch: APR 2024 CC PMT, APR 2024 AUTO

Check #	Check Date	Vendor Name	Amount	Invoice	Comment
3544 e	04/29/24	XCEL ENERGY			
E 101-43100-381		Electric Utilities	\$68.82	873389235	MARCH 2024 UTILITIES
E 101-45200-381		Electric Utilities	\$68.83	873389235	MARCH 2024 UTILITIES
E 651-00000-381		Electric Utilities	\$13.11	873389235	MARCH 2024 UTILITIES
E 730-00000-381		Electric Utilities	\$300.06	873389235	MARCH 2024 UTILITIES
E 770-00000-381		Electric Utilities	\$88.48	873389235	MARCH 2024 UTILITIES
E 609-00000-381		Electric Utilities	\$1,326.96	873389235	MARCH 2024 UTILITIES
E 101-45200-381		Electric Utilities	\$19.63	873389235	MARCH 2024 UTILITIES
E 770-00000-381		Electric Utilities	\$213.83	873389235	MARCH 2024 UTILITIES
E 101-43100-381		Electric Utilities	\$51.47	873389235	MARCH 2024 UTILITIES
E 101-42260-381		Electric Utilities	\$161.83	873389235	MARCH 2024 UTILITIES
E 101-41500-381		Electric Utilities	\$233.65	873389235	MARCH 2024 UTILITIES
E 101-43100-386		Street Lights	\$448.16	873389235	MARCH 2024 UTILITIES
		Total	\$2,994.83		
		10100	\$35,456.20		

Fund Summary**10100 4M FUND**

101 GENERAL FUND	\$24,891.94
609 MUNICIPAL LIQUOR FUND	\$8,392.22
651 STORM WATER FUND	\$139.18
730 WATER FUND	\$750.26
770 SEWER FUND	\$1,282.60
	<u>\$35,456.20</u>

Report Criteria:

Report type: Summary

Check Number	Check Issue Date	Payee	Amount
15231	05/23/2024	Amazon Capital Services	224.52
15232	05/23/2024	ANOKA CO TREASURY OFFICE	75.00
15233	05/23/2024	ASPEN MILLS, INC	266.35
15234	05/23/2024	Barna, Guzy & Steffen Ltd.	726.00
15235	05/23/2024	CONNEXUS ENERGY	1,200.01
15236	05/23/2024	EMERGENCY CONTRACTORS	2,608.00
15237	05/23/2024	Faul Psychological PLLC	275.00
15238	05/23/2024	GEORGE'S INC	355.00
15239	05/23/2024	Group Health Non-Patient A/R	150.60
15240	05/23/2024	IMAGE PRINTING & GRAPHICS, INC	57.75
15241	05/23/2024	MHSRC/RANGE	1,020.00
15242	05/23/2024	MIDWAY FORD INC	415.40
15243	05/23/2024	MMKR INC	1,895.00
15244	05/23/2024	OCCUPATIONAL HEALTH CENTERS	351.00
15245	05/23/2024	OFFICE OF MN IT SERVICES	44.60
15246	05/23/2024	Pinnacle Roofing Systems	1,237.58
15247	05/23/2024	TASC	80.22
2024041	05/23/2024	DEARBORN NATIONAL	1,631.66
2024042	05/23/2024	HEALTH PARTNERS	14,077.40
2024043	05/23/2024	PITNEY BOWES GLOBAL FINANCIAL	61.59
Grand Totals:			26,752.68

M = Manual Check, V = Void Check

City of Lexington

*Cash Balances

05/28/24 8:40 AM
Page 1

Current Period April 2024

Fund	2024 Begin Balance	Receipts	Disbursements	Transfers			Balance
				Rec/Disb	Journal Entries	JE Payroll	
10100 4M FUND							
101 GENERAL FUND	\$1,638,123.75	\$98,665.81	\$644,547.01	\$0.00	\$131,557.83	(\$29,843.23)	\$1,193,957.15
220 LOVELL BUILDING	\$612,667.15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$612,667.15
229 ARPA FUND	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
310 CAPITAL PROJEC	\$956,202.64	\$121,534.76	\$117,465.96	\$0.00	(\$201,500.00)	\$0.00	\$758,771.44
320 TIF #3	\$75,790.98	\$0.00	\$76,722.25	\$0.00	\$0.00	\$0.00	(\$931.27)
330 WATER CAPITAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
360 05 STREET-EDGE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
370 SEWER CAPITAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
405 PARK DEDICATIO	\$59,787.39	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$59,787.39
417 17 STREET IMPRO	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
418 LAKE DRIVE PROJ	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
419 19 JACKSON AVE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
421 2021 STREET IMP	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
422 2022 STREET IMP	\$71,448.17	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$71,448.17
423 2023 STREET IMP	\$2,693.91	\$976.48	\$788.34	\$0.00	\$0.00	\$0.00	\$2,882.05
424 2024 STREET IMP	\$0.00	\$0.00	\$14,886.52	\$0.00	\$201,500.00	\$0.00	\$186,613.48
430 12 HAMLINE AVE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
435 13 STREET IMPRO	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
440 15 STREET IMPRO	\$16,500.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$16,500.00
445 16 STREET IMPRO	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
551 16 NORTH METRO	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
585 04 STREET-OAK L	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
591 14 STREET-VARIO	\$135,193.79	\$576.66	\$55,413.20	\$0.00	\$0.00	\$0.00	\$80,357.25
592 15 STREET-VARIO	\$317,275.49	\$805.88	\$93,500.00	\$0.00	\$0.00	\$0.00	\$224,581.37
599 POLICE BUILDING	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
609 MUNICIPAL LIQUO	\$633,087.99	\$1,029.46	\$843,945.53	\$0.00	\$853,657.79	(\$160,158.46)	\$483,671.25
625 FARMERS MARKE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
650 PROPERTY MAINT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
651 STORM WATER F	(\$95,664.22)	\$28,676.39	\$24,645.05	\$0.00	\$0.00	(\$6,869.57)	(\$98,502.45)
730 WATER FUND	\$420,648.06	\$82,017.34	\$82,138.34	\$0.00	(\$1,511.00)	(\$29,779.85)	\$389,236.21
770 SEWER FUND	\$1,096,294.15	\$101,433.32	\$166,454.86	\$0.00	\$0.00	(\$26,927.69)	\$1,004,344.92
	\$5,940,049.25	\$435,716.10	\$2,120,507.06	\$0.00	\$983,704.62	(\$253,578.80)	\$4,985,384.11

City of Lexington
***Fund Summary -**
Budget to Actual©

05/28/24 9:08 AM

Page 1

April 2024

	2024 YTD Budget	April MTD Amount	2024 YTD Amount	2024 YTD Balance	2024 % YTD Budget
FUND 101 GENERAL FUND					
Revenue	\$2,466,901.35	\$54,700.72	\$272,954.36	\$2,193,946.99	11.06%
Expenditure	\$2,466,901.36	\$160,579.73	\$681,237.06	\$1,785,664.30	27.62%
		<u>-\$105,879.01</u>	<u>-\$408,282.70</u>		
FUND 220 LOVELL BUILDING					
Revenue	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		<u>\$0.00</u>	<u>\$0.00</u>		
FUND 229 ARPA FUND					
Revenue	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		<u>\$0.00</u>	<u>\$0.00</u>		
FUND 310 CAPITAL PROJECTS					
Revenue	\$389,624.62	\$13,447.17	\$64,159.57	\$325,465.05	16.47%
Expenditure	\$511,000.00	\$26,815.00	\$306,690.22	\$204,309.78	60.02%
		<u>-\$13,367.83</u>	<u>-\$242,530.65</u>		
FUND 320 TIF #3					
Revenue	\$190,351.00	\$0.00	\$0.00	\$190,351.00	0.00%
Expenditure	\$269,381.10	\$0.00	\$76,722.25	\$192,658.85	28.48%
		<u>\$0.00</u>	<u>-\$76,722.25</u>		
FUND 405 PARK DEDICATION FEE FUND					
Revenue	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Expenditure	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
		<u>\$0.00</u>	<u>\$0.00</u>		
FUND 419 19 JACKSON AVE					
Revenue	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		<u>\$0.00</u>	<u>\$0.00</u>		
FUND 421 2021 STREET IMPROVEMENTS					
Revenue	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		<u>\$0.00</u>	<u>\$0.00</u>		
FUND 422 2022 STREET IMPROVEMENTS					
Revenue	\$4,196.22	\$0.00	\$0.00	\$4,196.22	0.00%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		<u>\$0.00</u>	<u>\$0.00</u>		
FUND 423 2023 STREET IMPROVEMENTS					
Revenue	\$4,649.30	\$0.00	\$976.48	\$3,672.82	21.00%
Expenditure	\$5,000.00	\$0.00	\$0.00	\$5,000.00	0.00%
		<u>\$0.00</u>	<u>\$976.48</u>		

City of Lexington
***Fund Summary -**
Budget to Actual©
 April 2024

05/28/24 9:08 AM
 Page 2

	2024 YTD Budget	April MTD Amount	2024 YTD Amount	2024 YTD Balance	2024 % YTD Budget
FUND 424 2024 STREET IMPROVEMENTS					
Revenue	\$201,500.00	\$0.00	\$201,500.00	\$0.00	100.00%
Expenditure	\$201,500.00	\$4,749.02	\$14,886.52	\$186,613.48	7.39%
		-\$4,749.02	\$186,613.48		
FUND 551 16 NORTH METRO GO					
Revenue	\$4,121.75	\$0.00	\$0.00	\$4,121.75	0.00%
Expenditure	\$4,121.75	\$0.00	\$0.00	\$4,121.75	0.00%
		\$0.00	\$0.00		
FUND 591 14 STREET-VARIOUS					
Revenue	\$58,120.19	\$0.00	\$0.00	\$58,120.19	0.00%
Expenditure	\$60,478.98	\$0.00	\$55,413.20	\$5,065.78	91.62%
		\$0.00	-\$55,413.20		
FUND 592 15 STREET-VARIOUS					
Revenue	\$101,669.58	\$0.00	\$0.00	\$101,669.58	0.00%
Expenditure	\$106,275.00	\$0.00	\$93,500.00	\$12,775.00	87.98%
		\$0.00	-\$93,500.00		
FUND 609 MUNICIPAL LIQUOR FUND					
Revenue	\$3,696,000.00	\$262,973.31	\$1,003,260.56	\$2,692,739.44	27.14%
Expenditure	\$3,696,000.00	\$252,563.15	\$995,528.09	\$2,700,471.91	26.94%
		\$10,410.16	\$7,732.47		
FUND 651 STORM WATER FUND					
Revenue	\$95,569.00	\$0.00	\$22,989.71	\$72,579.29	24.06%
Expenditure	\$95,569.30	\$2,105.49	\$24,977.00	\$70,592.30	26.13%
		-\$2,105.49	-\$1,987.29		
FUND 730 WATER FUND					
Revenue	\$286,530.00	\$100.00	\$65,019.77	\$221,510.23	22.69%
Expenditure	\$286,529.96	\$8,845.76	\$88,322.99	\$198,206.97	30.83%
		-\$8,745.76	-\$23,303.22		
FUND 770 SEWER FUND					
Revenue	\$297,500.00	\$4,295.35	\$86,955.94	\$210,544.06	29.23%
Expenditure	\$473,810.96	\$21,498.29	\$186,115.69	\$287,695.27	39.28%
		-\$17,202.94	-\$99,159.75		
Report Total		-\$141,639.89	-\$805,576.63		

To: Lexington City Council and City Administrator
From: Steven M. Winter, P.E.
Subject: Lexington Center 2nd Addition - O'Reilly Auto Parts Letter of Credit and Final Acceptance
Date: May 30, 2024

We reviewed the Lexington Center 2nd Addition - O'Reilly Auto Parts development project.

The City received an entire set of Plans for the record construction drawings "as constructed" per the DA on April 5, 2024. We have requested the electronic files of them and to upgraded the City base maps in GIS.

Everything has been completed and we recommend the City does accept the project and improvements as of June 6, 2024. The Developer can remove the LOC after we get the final electronic files because the improvements have been in service for a couple of years. We have only been working on getting these asbuilts and files for the City since September of 2022.

To: Lexington City Council and City Administrator
From: Steven M. Winter, P.E.
Subject: Lexington Lofts Letter of Credit and Final Acceptance
Date: May 30, 2024

We reviewed the Lexington Lofts development project.

The City received an entire set of Plans for the record construction drawings “as constructed” per the DA on April 5, 2024. We have requested the electronic files of them and to upgraded the City base maps in GIS.

The only item that remains outstanding in the DA is Item #25 Joiner of Parcels. The Developer has not completed this item to join all the parcels in the plat. There were some existing parcels that were Abstract, and some were Torrens. The City allowed some extensions on this Item #25 of the DA in the last City Council meeting, and we anticipate this will take some time for the Developer to complete. This item allows the Developer to draw down the Security to an amount of \$150,000 to ensure the completion of this Item #25.

Everything has been completed and we recommend the City does accept the project and improvements as of June 6, 2024. The Developer can reduce the LOC to \$150,000. This LOC can be used as the 2-year warranty bond and will be kept in place until June 6, 2026, or if Item #25 is completed it can be replaced with warranty bond until June 6, 2026.

BUSINESS LICENSE - COUNCIL APPROVAL - June 6, 2024

BUSINESS LICENSE APPLICATIONS					
NAME OF BUSINESS	BUSINESS ADDRESS	CITY	ST.	ZIP	DESCRIPTION OF BUSINESS
Top Dog Cleaning Crew, LLC	9073 South Highway Drive	Lexington	MN	55014	Carpet/Air Duct Cleaning
Lake Drive Chiropractic	8820 North Highway Drive	Lexington	MN	55014	Chiropractic Services
A+ Towing	625 Ash Street	Lino Lakes	MN	55126	Towing & Storage
George's Texaco	9002 North Highway Drive	Lexington	MN	55014	Auto Service
Tires Plus	9280 North Highway Drive	Lexington	MN	55014	Retail Tire Sales & Auto Repair



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

RENEWAL OF LIQUOR, WINE, CLUB OR 3.2% LICENSES

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

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

License Code: ONSS License Period Ending: 6/30/2024 Iden: 71705
Issuing Authority: Lexington
Licensee Name: Barble Hospitality Inc.
Trade Name: Boulevard Bar and Grille
Address: 3800 Restwood Rd
Lexington, MN 55014
Business Phone: 763-204-8091
License Fees: Off Sale: \$0.00 On Sale: \$6,000.00 Sunday: \$200.00

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

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

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

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

Licensee Signature 09/25/1981 DOB SSN 5/7/24 Date
(Signature certifies all above information to be correct and license has been approved by city/county.)

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

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

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



Minnesota Department of Public Safety
Alcohol and Gambling Enforcement Division (AGED)
445 Minnesota Street, Suite 1600, St. Paul, MN 55101
Telephone 651-201-7507 Fax 651-297-5259 TTY 651-282-6555

Certification of an On Sale Liquor License, 3.2% Liquor license, or Sunday Liquor License

Cities and Counties: You are required by law to complete and sign this form to certify the issuance of the following liquor license types: 1) City issued on sale intoxicating and Sunday liquor licenses
2) City and County issued 3.2% on and off sale malt liquor licenses

Name of City or County Issuing Liquor License Anoka County License Period From: 07/01/2024 To: 06/30/2025

Circle One: New License License Transfer _____ Suspension Revocation Cancel _____
(former licensee name) (Give dates)

License type: (check all that apply) ☒ On Sale Intoxicating ☒ Sunday Liquor ☒ 3.2% On sale ☐ 3.2% Off Sale

Fee(s): On Sale License fee: \$ 600 Sunday License fee: \$ 200 3.2% On Sale fee: \$ 300 3.2% Off Sale fee: \$ _____

Licensee Name: The Curious Crow DOB 10/31/2023 Social Security # N/A
(corporation, partnership, LLC, or Individual)

Business Trade Name The Curious Crow Company Business Address 9155 South Highway Dr City Lexington

Zip Code 55014 County Anoka Business Phone 612-217-2464 Home Phone 218-330-5990

Home Address 188 Green Briar Dr City Lino Lakes

Licensee's Federal Tax ID # 93-4352797 Licensee's MN Tax ID# 9176724
(To apply call IRS 800-829-4933)

If above named licensee is a corporation, partnership, or LLC, complete the following for each partner/officer:

CEO/ Erin Lelaine Proza	02/13/1980		188 Green Briar Dr, Lino Lakes, MN, 55014
Partner/Officer Name (First Middle Last)	DOB	Social Security #	Home Address
COO/ Tristan Bentley Proza	02/28/1980		188 Green Briar Dr, Lino Lakes, MN 55014
Partner/Officer Name (First Middle Last)	DOB	Social Security #	Home Address
Partner/Officer Name (First Middle Last)	DOB	Social Security #	Home Address

Intoxicating liquor licensees must attach a certificate of Liquor Liability Insurance to this form. The insurance certificate must contain all of the following:

- 1) Show the exact licensee name (corporation, partnership, LLC, etc) and business address as shown on the license.
- 2) Cover completely the license period set by the local city or county licensing authority as shown on the license.

☐ Yes ☒ No During the past year has a summons been issued to the licensee under the Civil Liquor Liability Law?

Workers Compensation Insurance is also required by all licensees: Please complete the following:

Workers Compensation Insurance Company Name: ADP Insurance Agency, Inc. Policy # 76WEGBD8NSX

I Certify that this license(s) has been approved in an official meeting by the governing body of the city or county.

City Clerk or County Auditor Signature _____ Date _____
(title)

ON SALE INTOXICATING LIQUOR LICENSEES ONLY, must also purchase a \$20 Retailer Buyers Card. To obtain the application for the Buyers Card, please call 651-201-7507, or visit our website at <https://dps.mn.gov/divisions/age/Pages/default.aspx>



Minnesota Department of Public Safety
Alcohol and Gambling Enforcement Division
445 Minnesota Street, Suite 1600, St. Paul, MN 55101
651-201-7510 Fax 651-297-5259 TTY 651-282-6555
APPLICATION FOR COUNTY/CITY ON-SALE WINE LICENSE
(Not to exceed 24% of alcohol by volume)

EVERY QUESTION MUST BE ANSWERED. If a corporation, an officer shall execute this application. If a partnership, LLC, a partner shall execute this application. To apply for MN sales Tax # call 651-296-6181

Workers compensation insurance company name ADP Insurance Agency, Inc

Policy Number 76WEGBD8NSX

Licensee's MN sales and Use Tax ID # 9176724

Licensee's Federal Tax ID # 93-4352797

Applicants Name (Business, Partnerships, Corporation) The Curious Crow Company		Trade Name or DBA The Curious Crow	
Business Address 9155 South Highway Dr		Business Phone 612-217-2464	Applicant's Home Phone 218-330-5990
City Lexington	County Anoka	State MN	Zip Code 55014
Is this application <input checked="" type="checkbox"/> New or a <input type="checkbox"/> Transfer		If a transfer, give name of former owner	
		License Period From 07/01/2024 To 06/30/2025	
If a corporation, give name, title, address and date of birth of each officer. If a partnership, LLC, give name, address and date of birth of each partner.			
Partner/Officer Name and title Erin L Proza / CEO	Address 188 Green Briar Dr, Lino Lakes, MN 55014	DOB 02/13/1980	SSN
Partner/Officer Name and title Tristan B Proza / COO	Address 188 Green Briar Dr, Lino Lakes, MN 55014	DOB 02/28/1980	SSN
Partner/Officer Name and title	Address	DOB	SSN
Partner/Officer Name and title	Address	DOB	SSN
CORPORATIONS			
Date of incorporation 10/31/2023	State of incorporation MN	Certificate Number 1424336600028	Is corporation authorized to do business in Minnesota? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
If a subsidiary of another corporation, give name and address of parent corporation			
BUILDING AND RESTAURANT			
Name of building owner Menlo Capital Partners, LLC		Owner's address 10949 Ayres Ave, Los Angeles, CA 90064	
Are property taxes delinquent <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Has the building owner any connection, direct or indirect with the applicant? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Restaurant seating capacity 50	Hours food will be available 10am - 8pm
Number of restaurant employees 3-4	Number of months per year restaurant is open 12	Will food service be the principal business? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
Describe the premises to be licensed Unit located in a strip mall unjoined and without open courtyards			
If the restaurant is in conjunction with another business (resort etc.), describe business			
NO LICENSE WILL BE APPROVED OR RELEASED UNTIL THE \$20 RETAILER ID CARD FEE IS RECEIVED BY AGED			

- ☐ Yes ☐ No Has the applicant or associates been granted an on-sale malt liquor (3.2) and/or a "set-up" license in conjunction with this wine license? In progress
- ☐ Yes ☒ No Is the applicant or any of the associates in this application a member of the county board or the city council, which will issue this license? If yes, in what capacity?
(if the applicant is the spouse of a member of the governing body, or another family relationship exists, the member shall not vote on this application.)
- ☐ Yes ☒ No During the past license year, has a summons been issued under the liquor civil liability (Dram Shop)(M.S. 340A.802). If Yes, attach copy of the summons.
- ☐ Yes ☒ No Has applicant, partners, officers or employees ever had any liquor law violations in Minnesota or elsewhere. If so, give names, dates, violations and final outcome details.

☐ Yes ☒ No Does any person other than the applicants, have any right, title or interest in the furniture, fixtures or equipment in the licensed premises? If yes, give names and details.

☐ Yes ☒ No Have the applicants any interests, directly or indirectly, in any other liquor establishments in Minnesota? If yes, give name and address of establishment.

I CERTIFY THAT I HAVE READ THE ABOVE QUESTIONS AND THAT THE ANSWERS ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE

Signature of Applicant

Date

5/13/2024

The licensee must have one of the following:

☒ Liquor liability insurance (Dram Shop) \$50,000 per person; \$100,000 more than one person; \$10,000 property destruction; \$50,000 and \$100,000 for loss of means of support. Attach "CERTIFICATE OF INSURANCE" to this form.

☐ A surety bond from a surety company with minimum coverage as specified above in.

☐ A certificate from the state treasurer that the licensee has deposited with the state, trust funds having a market value of \$100,000 or \$100,000 in cash or securities.

IF LICENSE IS ISSUED BY THE COUNTY BOARD, REPORT OF COUNTY ATTORNEY

☒ Yes ☐ No I certify that to the best of my knowledge the applicants named above are eligible to be licensed. If no, state reason.

Signature County Attorney

County

Date

REPORT BY POLICE OR SHERIFF'S DEPARTMENT

This is to certify that the applicant and the associates, named herein have not been convicted within the past five years for any violation of laws of the State of Minnesota, Municipal or County ordinances relating to intoxicating liquor, except as follows:

Signature

Department and Title

Date

IMPORTANT NOTICE

ALL RETAIL LIQUOR LICENSEES MUST REGISTER WITH THE ALCOHOL, TOBACCO TAX AND TRADE BUREAU.
FOR INFORMATION CALL 513-684-2979 OR 1-800-937-8864

A \$30.00 service charge will be added to all dishonored checks. You may also be subjected to a civil penalty of \$100.00 or 100 % of the value of the check, whichever is greater, plus interest and attorney fees.