



*Lighting the path forward*

# City of Shorewood

2023 Financial Statement Audit



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# Introduction

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



# Audit Results

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## Auditor's Opinion



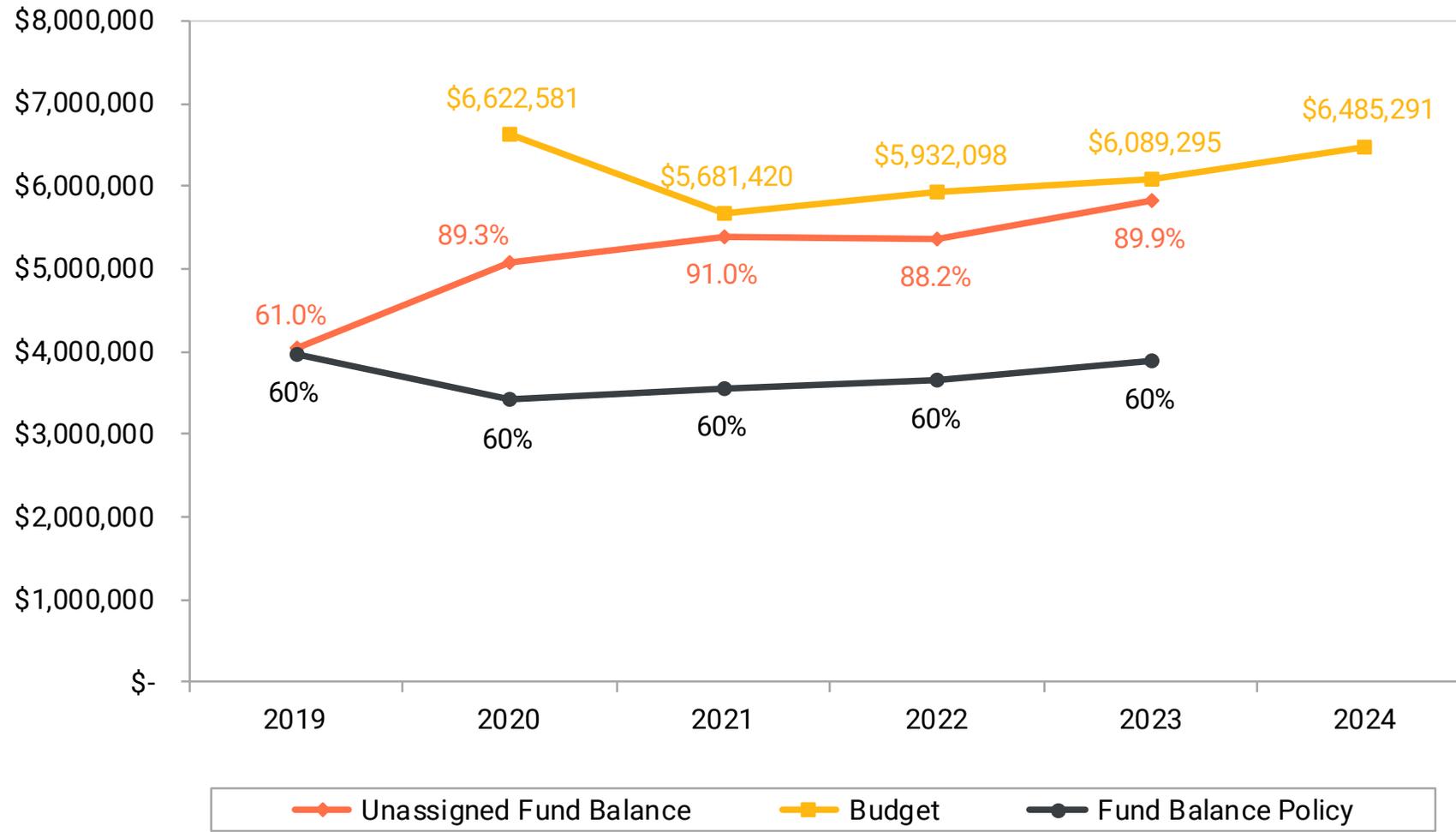
- Unmodified/Clean Opinion
- No Internal Control Findings

## Minnesota Legal Compliance



No Legal Compliance Findings Reported

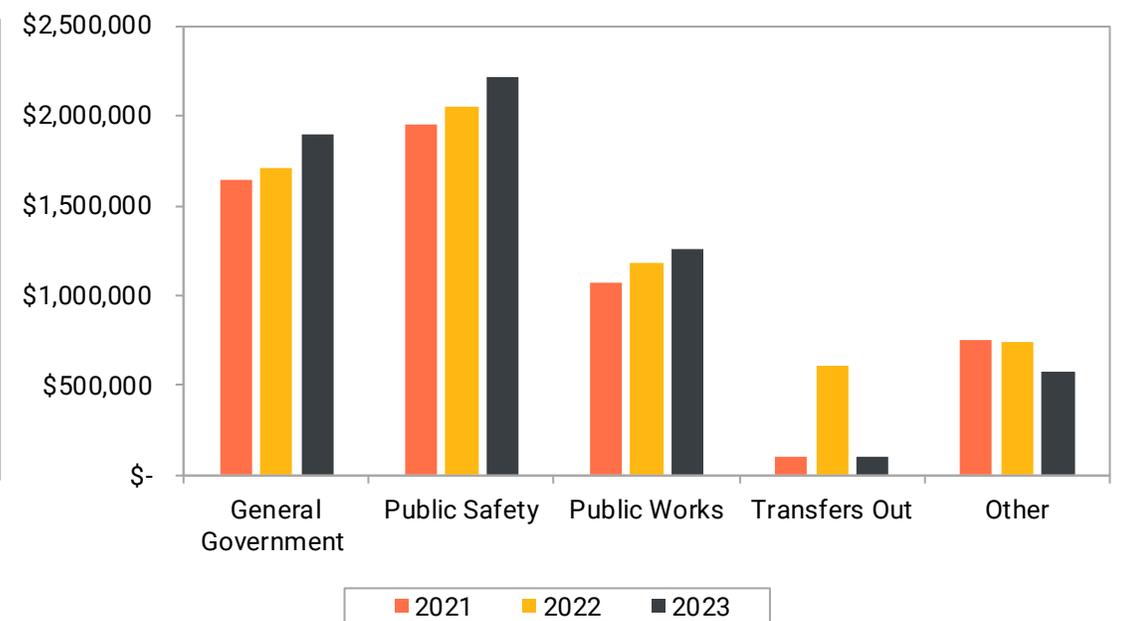
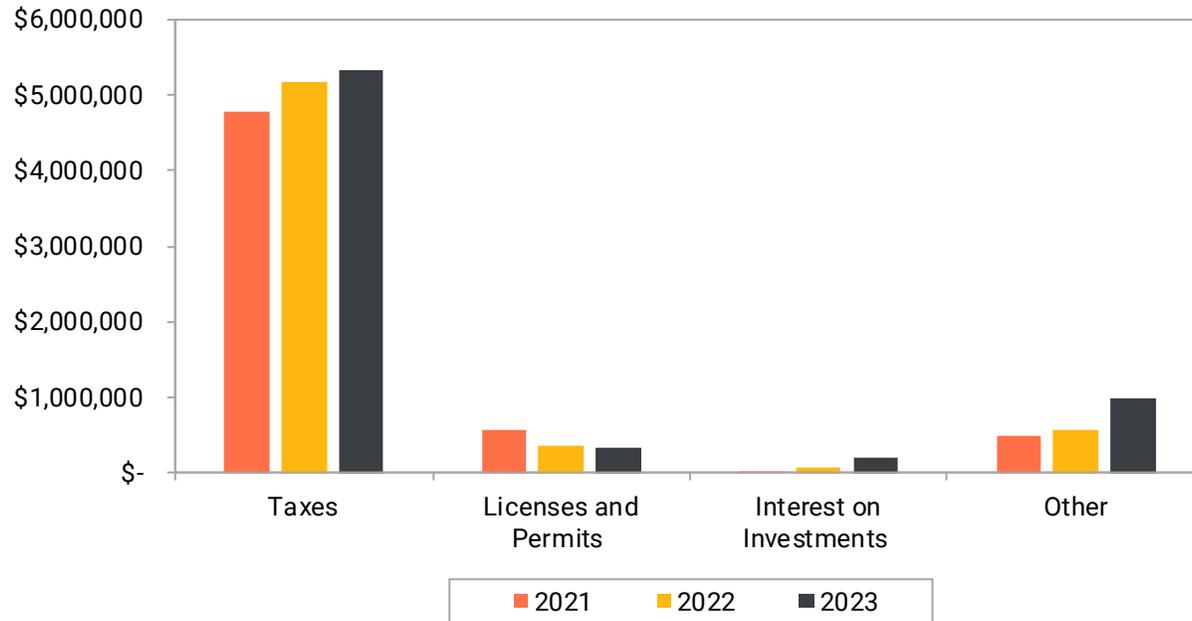
# General Fund to Future Budget



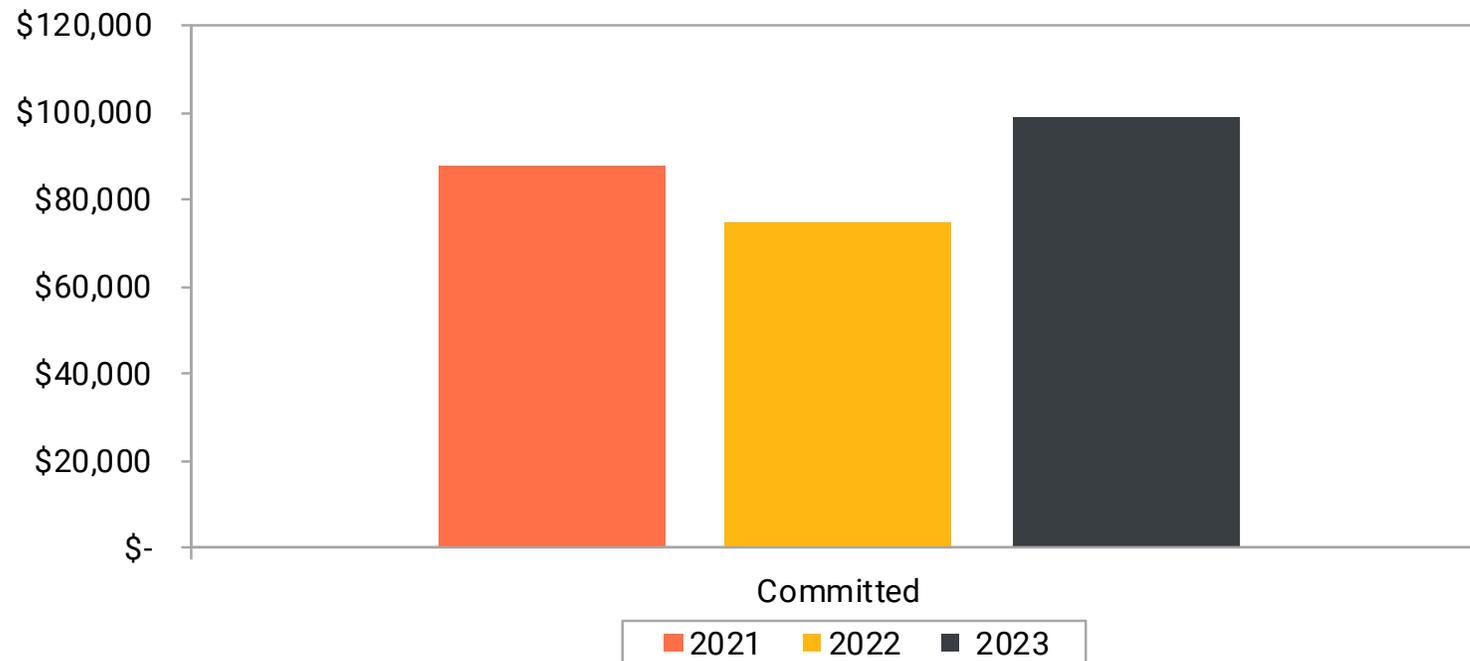
# General Fund Budget to Actual

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
Revenues	\$ 6,064,295	\$ 6,828,163	\$ 763,868
Expenditures	<u>5,986,995</u>	<u>5,938,232</u>	<u>48,763</u>
Excess of Revenues Over Expenditures	<u>77,300</u>	<u>889,931</u>	<u>812,631</u>
Other Financing Sources (Uses)			
Transfers in	25,000	25,000	-
Transfers out	<u>(102,300)</u>	<u>(102,300)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(77,300)</u>	<u>(77,300)</u>	<u>-</u>
Net Change in Fund Balances	-	812,631	812,631
Fund Balances, January 1	<u>5,537,560</u>	<u>5,537,560</u>	<u>-</u>
Fund Balances, December 31	<u><u>\$ 5,537,560</u></u>	<u><u>\$ 6,350,191</u></u>	<u><u>\$ 812,631</u></u>

# General Fund Revenues and Expenditures by Type

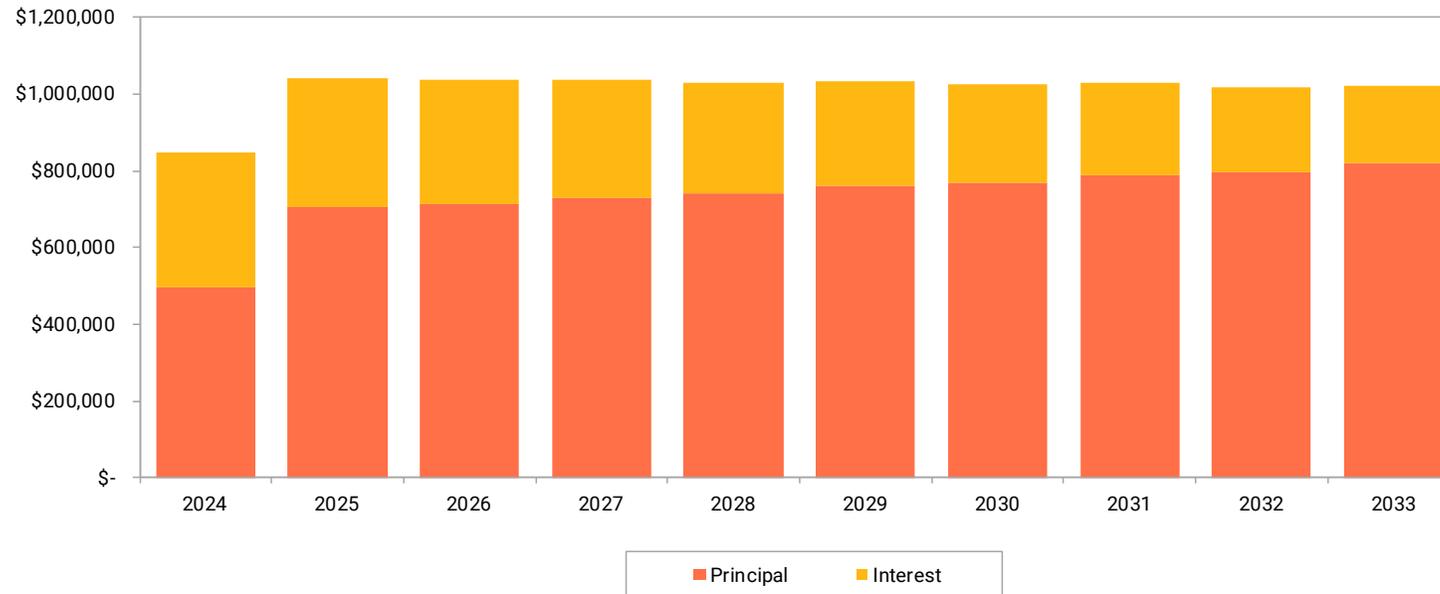


	December 31,		Increase (Decrease)
	2023	2022	
Nonmajor			
Shorewood Community and Event Center	\$ 78,404	\$ 74,514	\$ 3,890
Local Fiscal Recovery Fund ARPA	20,809	494	20,315
	<u>\$ 99,213</u>	<u>\$ 75,008</u>	<u>\$ 24,205</u>



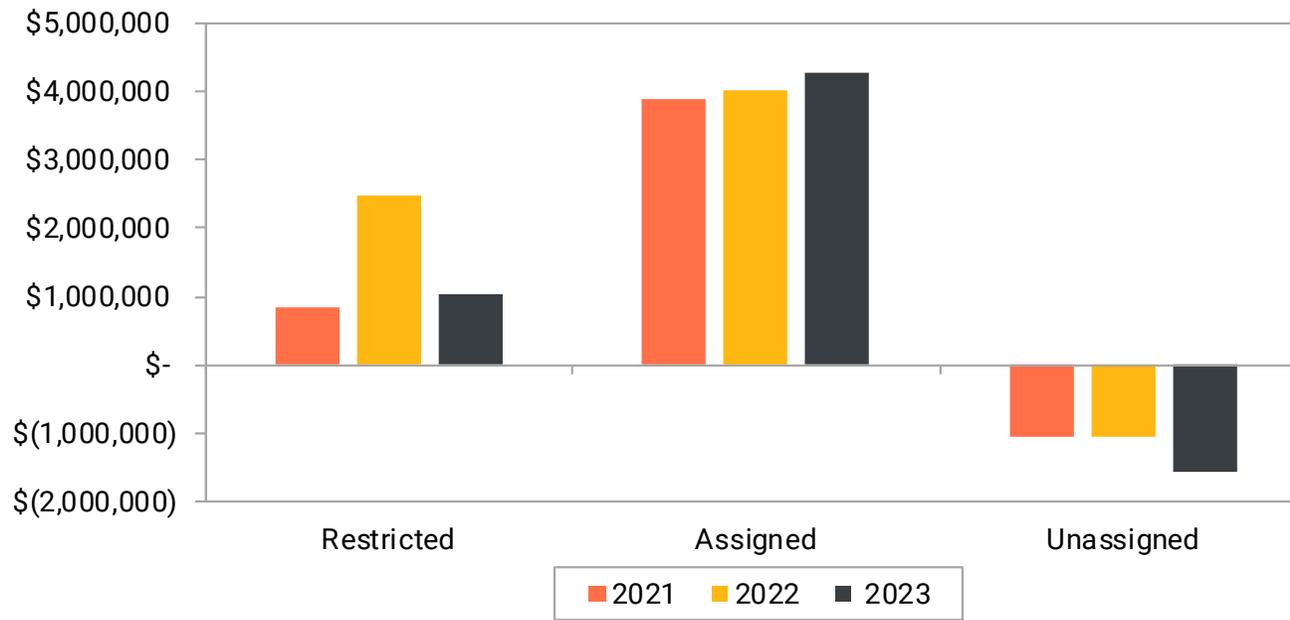
# Special Revenue Fund Balances

Debt Description	Cash and Investments	Total Assets	Bonds Outstanding	Final Maturity Date
2016A Public Safety Building	\$ 41,048	\$ 41,048	\$ -	Matured
2016B Public Safety Building	663	663	-	Matured
2016C Public Safety Building	14,394	14,394	-	Matured
2020A Street Reconstruction	235,867	235,922	2,650,000	2041
2021A Street Reconstruction	311,718	311,775	3,020,000	2034
2022A Street Reconstruction	127,922	127,928	3,535,000	2043
2023A Street Reconstruction	263,347	263,347	3,380,000	2044
<b>Total</b>	<b>\$ 994,959</b>	<b>\$ 995,077</b>	<b>\$ 12,585,000</b>	
		<b>Total Interest Remaining</b>	<b>\$ 3,837,022</b>	



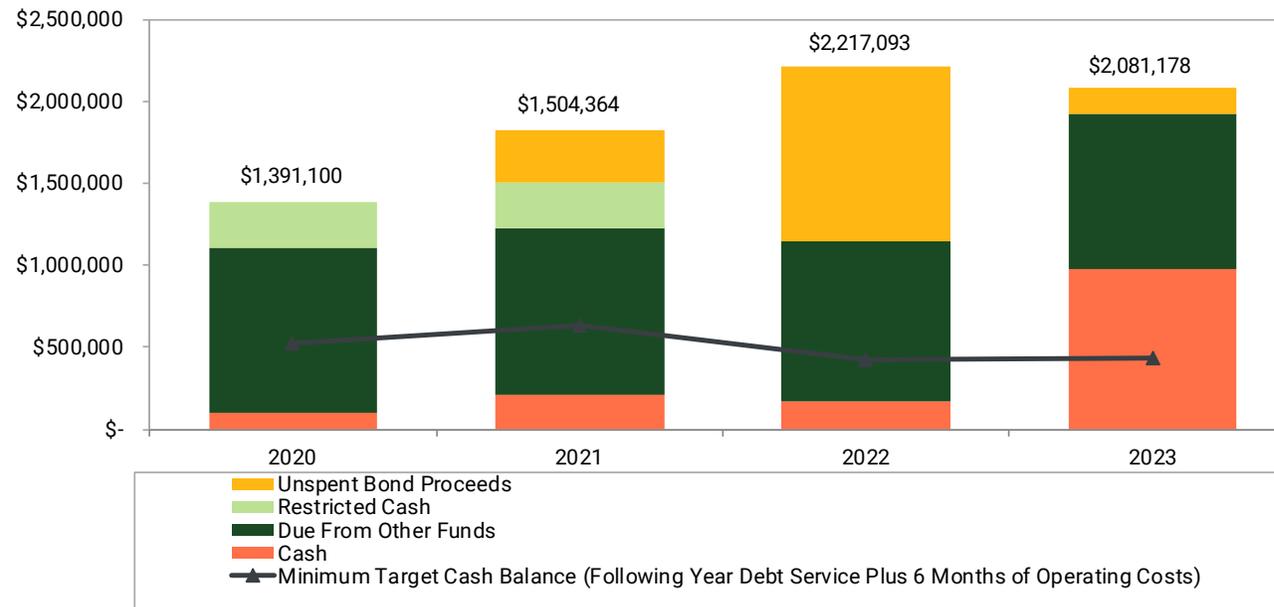
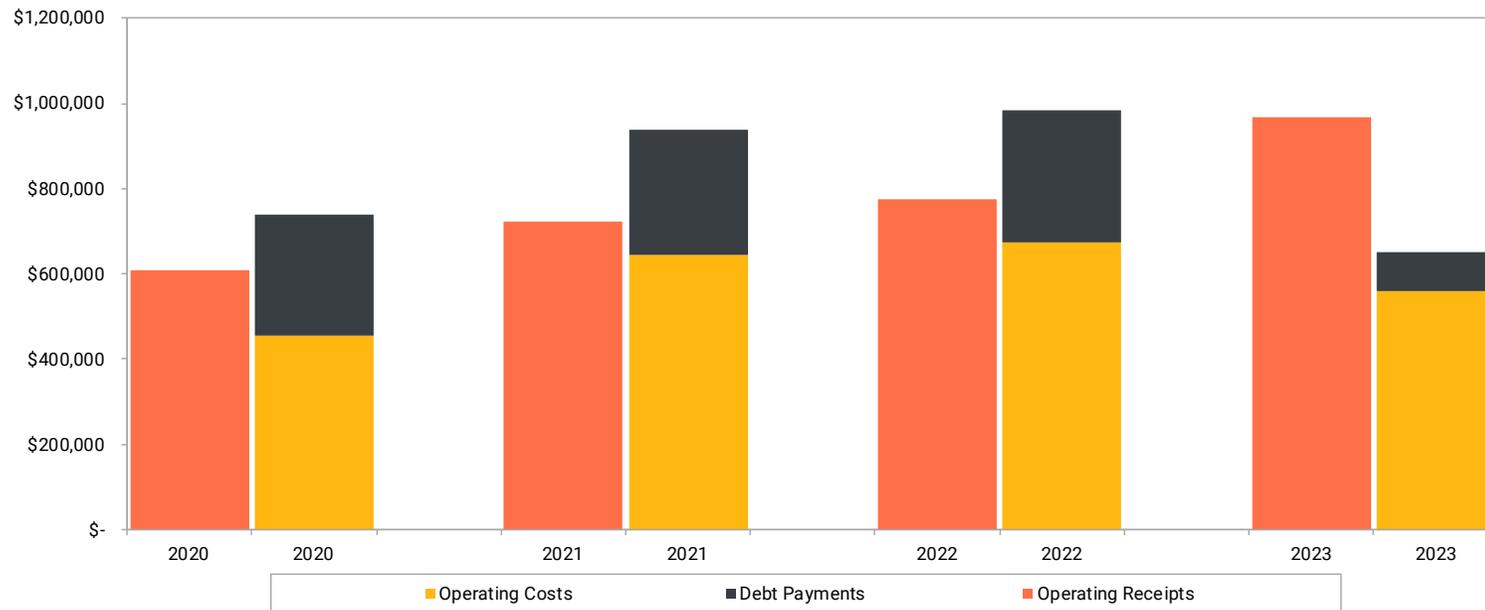
# Debt Service Funds

Fund	Fund Balances		Increase (Decrease)
	December 31,		
	2023	2022	
Major			
Street Reconstruction	\$ 4,738,489	\$ 5,930,729	\$ (1,192,240)
MSA Construction	39,869	38,332	1,537
Nonmajor			
Park Capital Improvement	(645,858)	(89,658)	(556,200)
Equipment Replacement	308,826	292,108	16,718
Trail Construction	848	422	426
Community Infrastructure	233,672	230,452	3,220
TIF 2 Oppidan Senior Housing	(943,838)	(978,663)	34,825
Total	<u>\$ 3,732,008</u>	<u>\$ 5,423,722</u>	<u>\$ (1,691,714)</u>



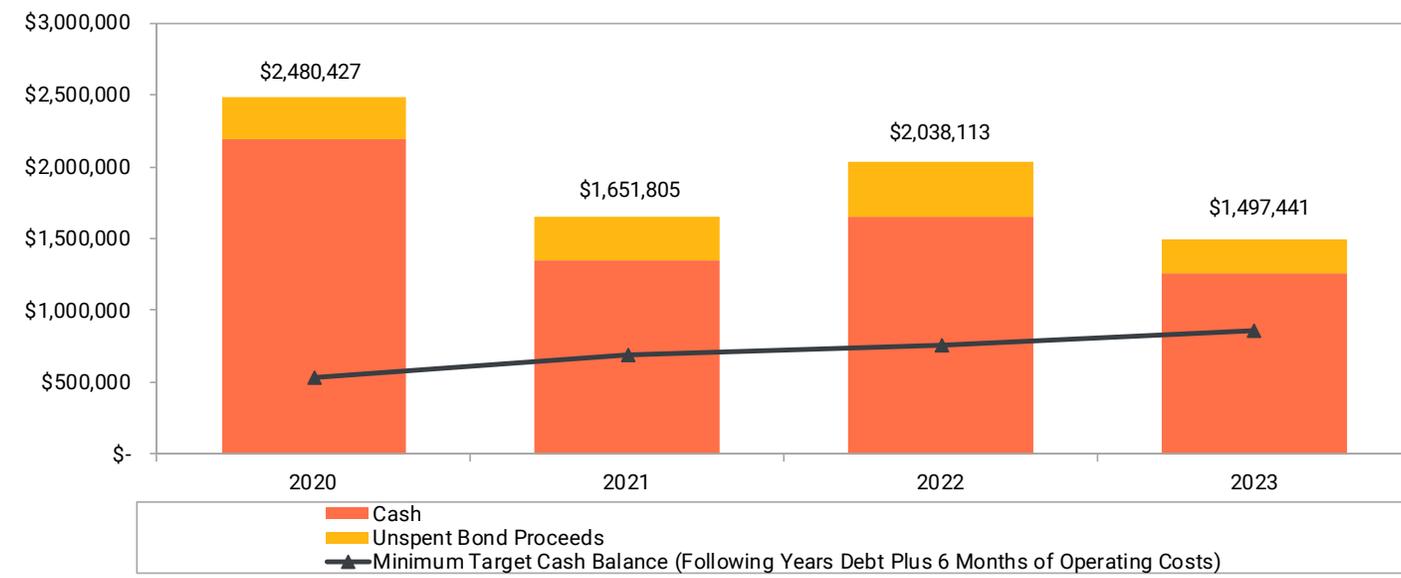
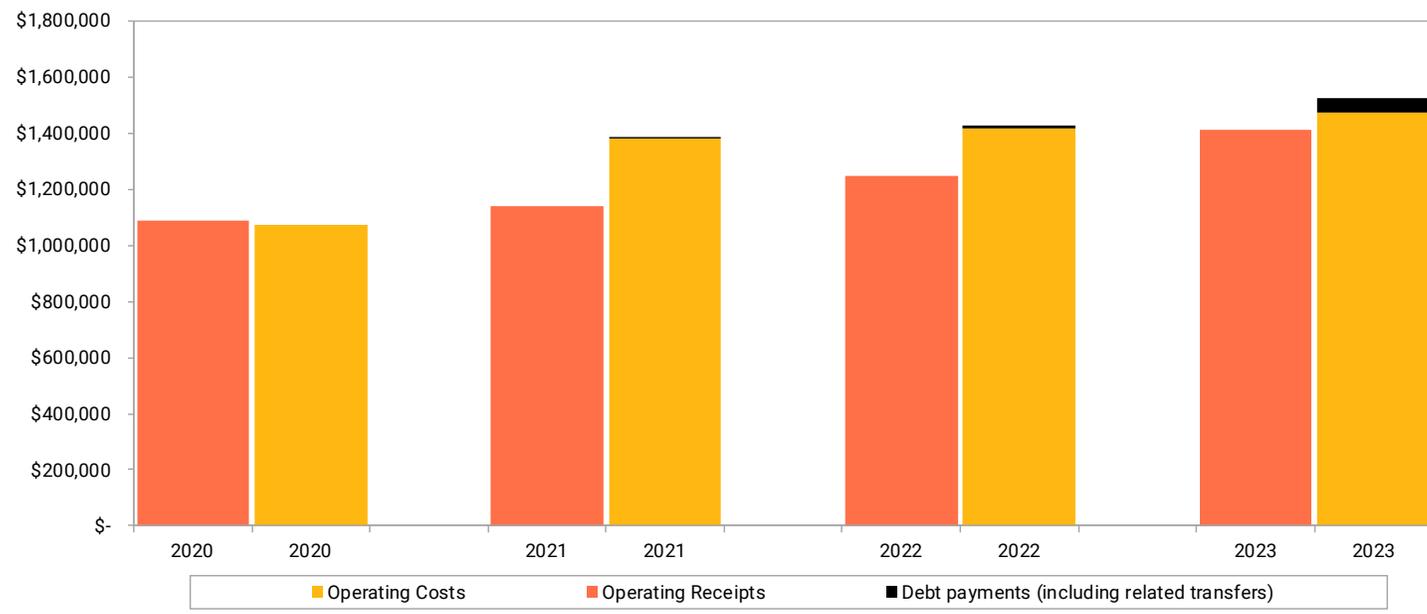
# Capital Projects Fund Balances

# Water Fund



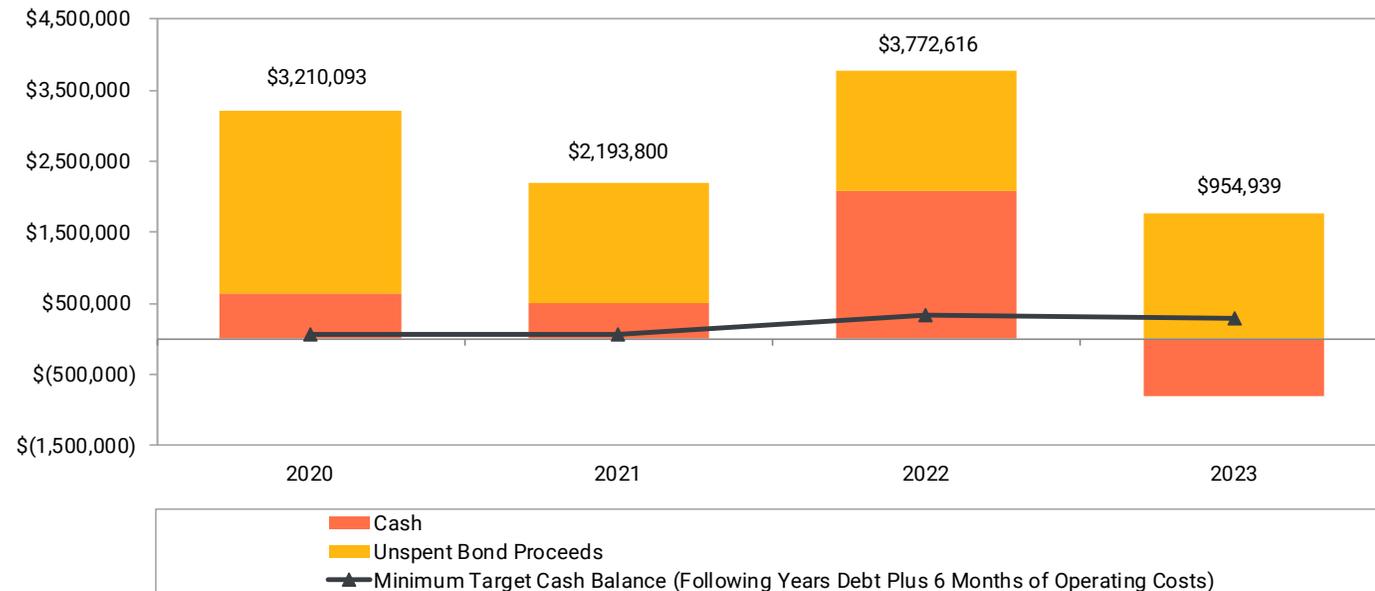
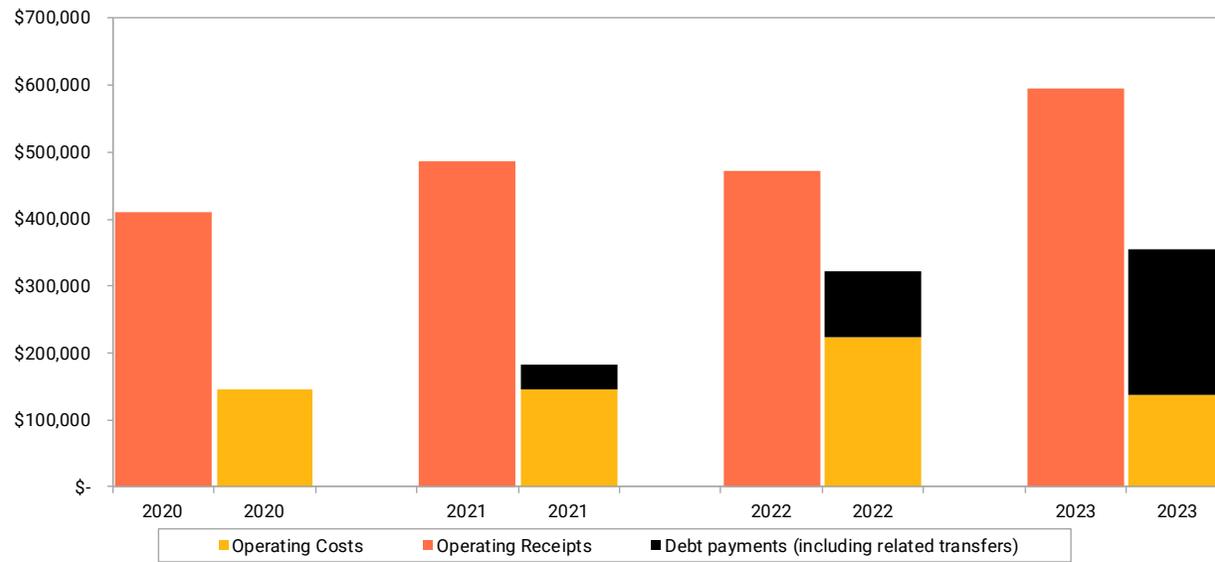
## Cash Flows from Operations and Cash Balances

# Sewer Fund



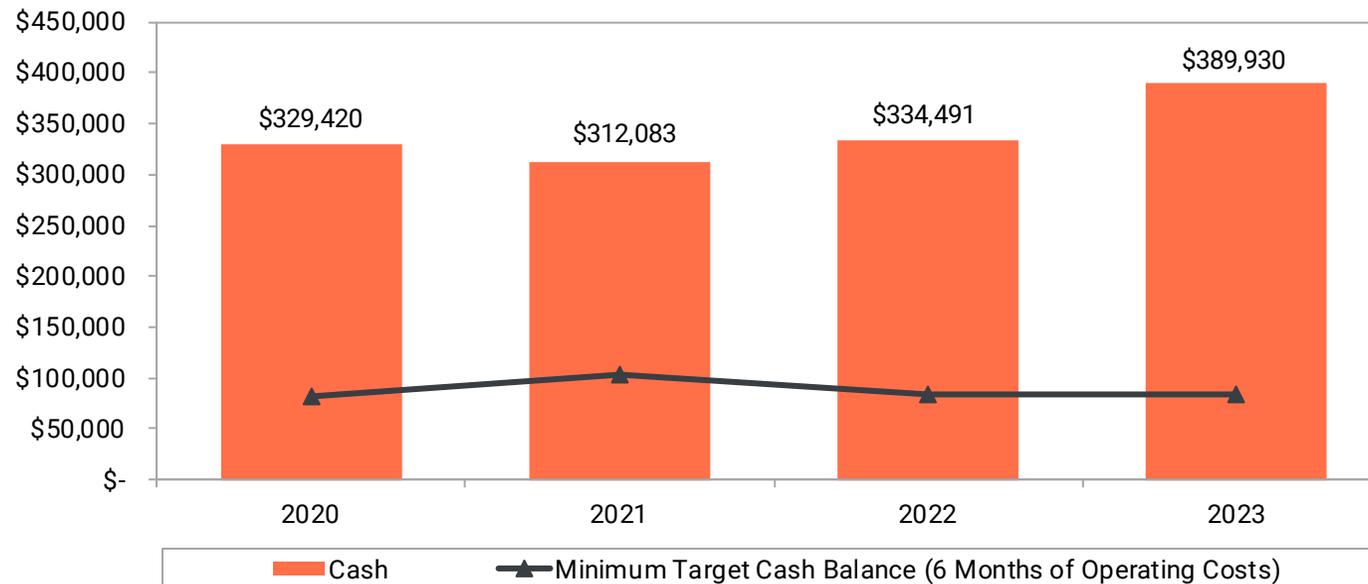
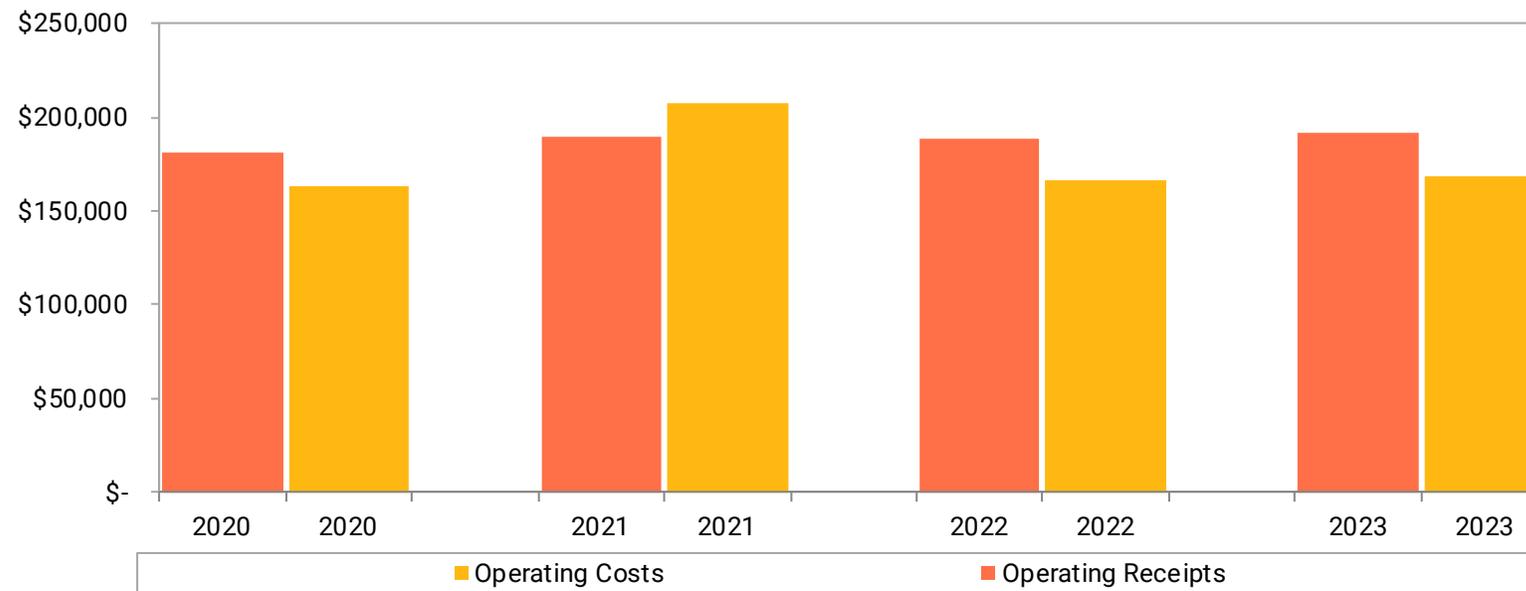
## Cash Flows from Operations and Cash Balances

# Stormwater Management Utility Fund



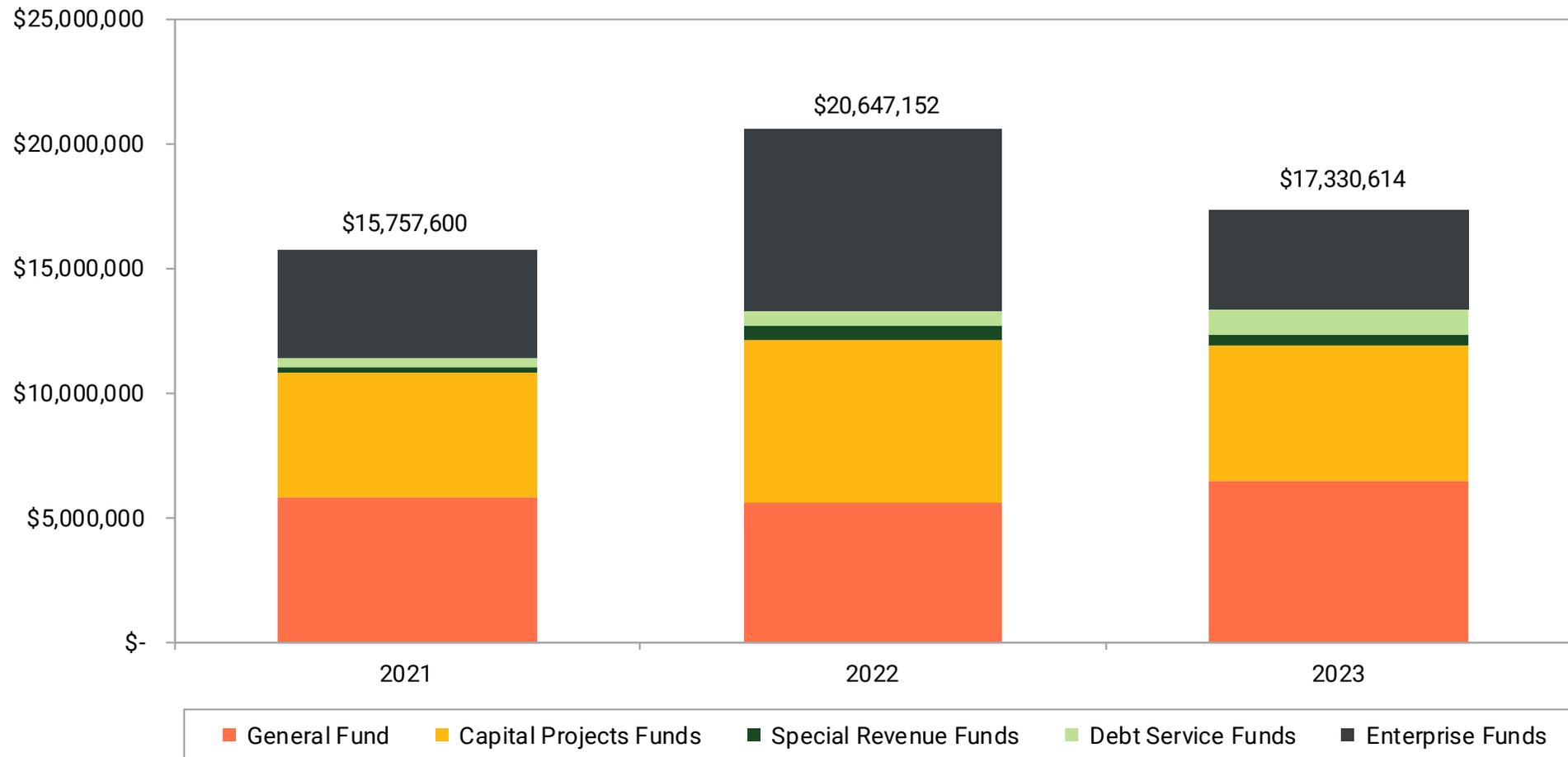
## Cash Flows from Operations and Cash Balances

# Recycle Fund



## Cash Flows from Operations and Cash Balances

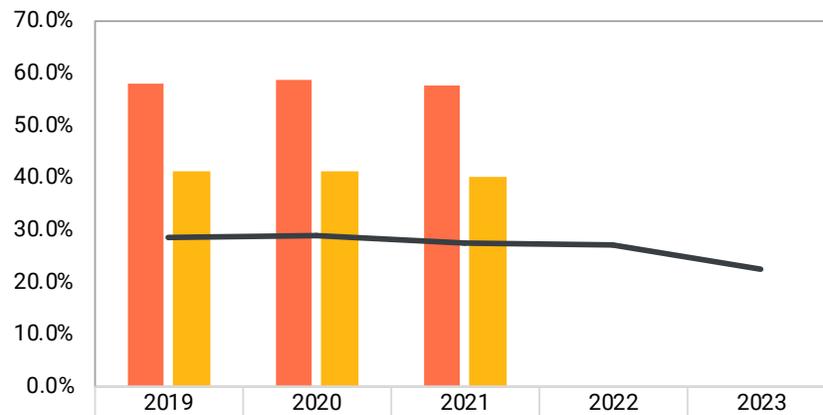
# Cash and Investments Balances



# Taxes

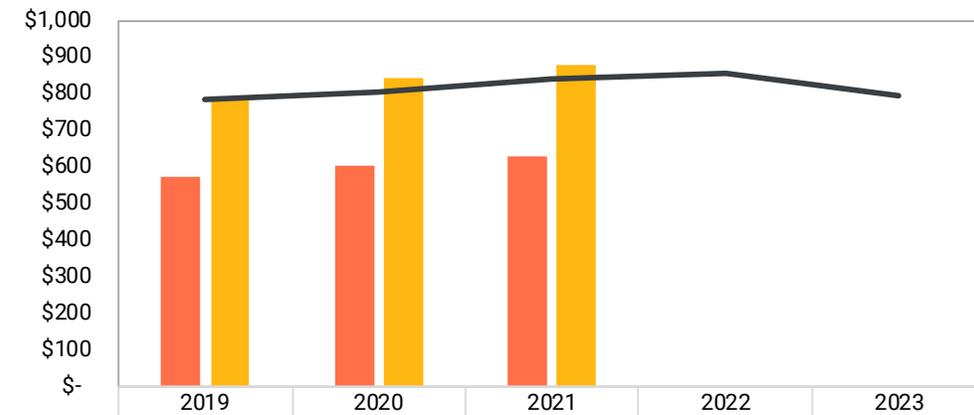
## Key Performance Indicators

**Tax Rates**



	2019	2020	2021	2022	2023
Class 4 Cities	58.1%	58.8%	57.6%	N/A	N/A
Cities in Hennepin County	41.5%	41.5%	40.1%	N/A	N/A
City of Shorewood	28.5%	29.0%	27.7%	27.3%	22.4%

**Taxes Per Capita**

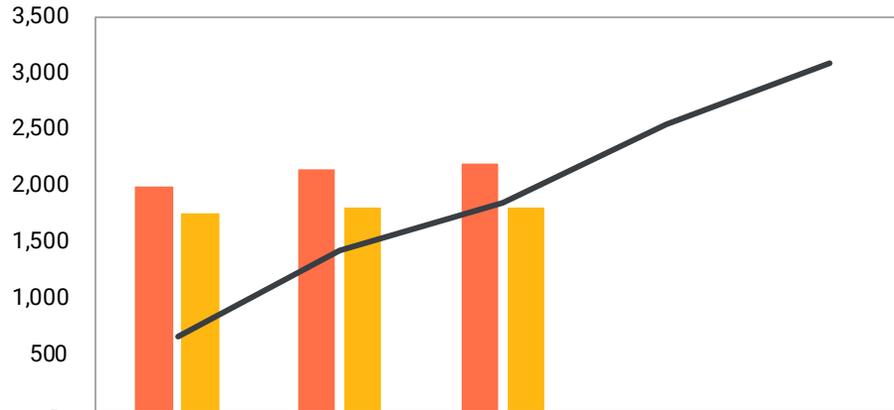


	2019	2020	2021	2022	2023
Class 4 Cities	\$574	\$606	\$630	N/A	N/A
Cities in Hennepin County	\$785	\$847	\$878	N/A	N/A
City of Shorewood	\$784	\$808	\$840	\$859	\$797

# Debt

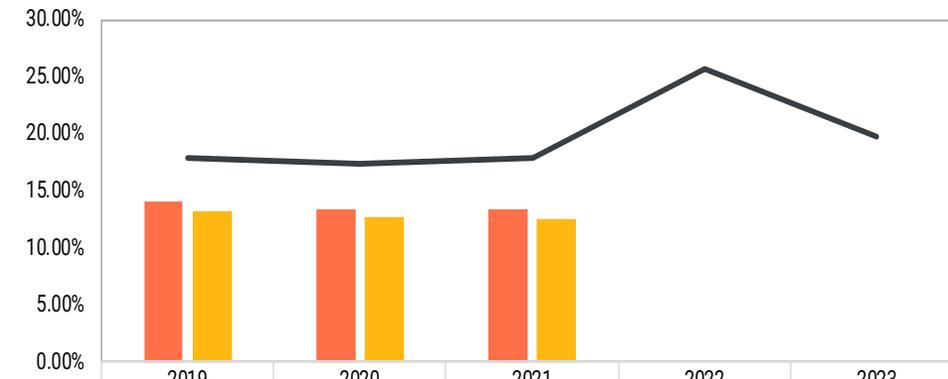
## Key Performance Indicators

**Debt Per Capita**



	2019	2020	2021	2022	2023
Class 4 Cities	2,005	\$2,150	\$2,198	N/A	N/A
Cities in Hennepin County	1,751	\$1,803	\$1,817	N/A	N/A
City of Shorewood	656	\$1,426	\$1,850	\$2,544	\$3,096

**Debt Service Expenditures as a Percent of Current Expenditures**

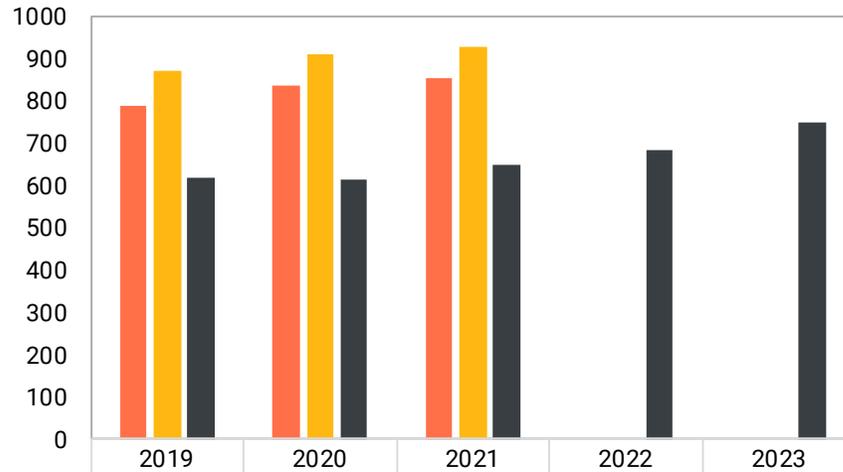


	2019	2020	2021	2022	2023
Class 4 Cities	14.16%	13.39%	13.38%	N/A	N/A
Cities in Hennepin County	13.23%	12.80%	12.62%	N/A	N/A
City of Shorewood	17.85%	17.34%	17.94%	25.71%	19.86%

# Expenditures

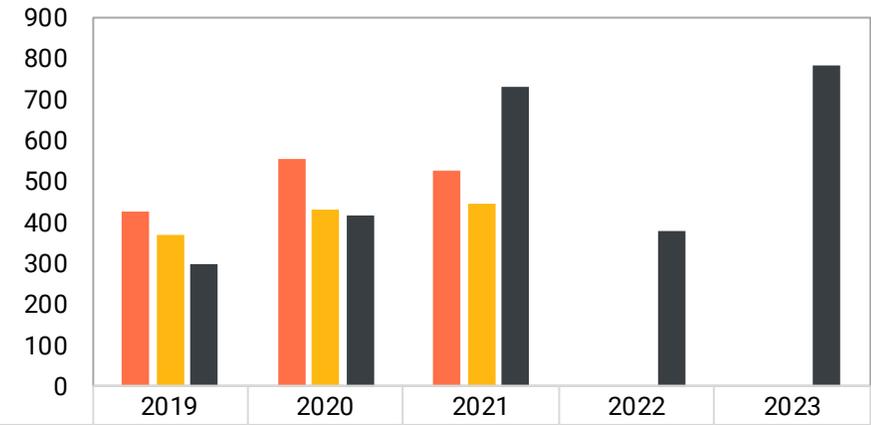
## Key Performance Indicators

**Current Expenditures Per Capita**



Class 4 Cities	791	\$839	\$856	N/A	N/A
Cities in Hennepin County	872	\$913	\$929	N/A	N/A
City of Shorewood	618	\$616	\$648	\$687	\$750

**Capital Expenditures Per Capita**



Class 4 Cities	426	\$558	\$527	N/A	N/A
Cities in Hennepin County	369	\$430	\$447	N/A	N/A
City of Shorewood	299	\$418	\$735	\$379	\$783

# Your Abdo Team



Andy Berg, CPA  
Partner



Justin Nilson, CPA  
Partner



Jill Knutson, CPA  
Senior Associate



Adam Owens, CPA  
Associate



Hannah Anderson  
Intern



Emma Spaeth  
Intern