

**CITY OF MORRIS  
SUMMARY FINANCIAL REPORT**

The Purpose of this report is to provide a summary of financial information concerning the City of Morris to interested citizens. The complete financial statements may be examined at City Hall, 610 Oregon Ave. Questions about this report should be directed to Debra Raasch, Finance Director at 320-589-3141.

**Revenues and Expenditures for General Operations  
(Governmental Funds)**

	Total 2019	Total 2018	Percent Increase/ Decrease
<b>REVENUES:</b>			
Property Taxes	\$1,567,676	\$1,524,995	3%
Tax Increments	\$182,349	\$179,266	2%
Special Assessments	\$357,671	\$446,322	-20%
Licenses and Permits	\$56,540	\$108,867	-48%
Intergovernmental Revenue	\$3,600,415	\$3,164,122	14%
Charges for Service	\$469,909	\$562,973	-17%
Fines and Forfeitures	\$18,512	\$25,539	-28%
Contributions and Donations	\$67,534	\$26,926	151%
Lodging Tax	\$41,035	\$65,652	-37%
Franchise Fees	\$271,295	\$275,228	-1%
Interest Earnings	\$126,342	\$98,250	29%
Miscellaneous Revenues	\$24,052	\$87,044	-72%
<b>Total Revenues</b>	<b>\$6,783,330</b>	<b>\$6,565,184</b>	<b>3%</b>
Per Capita	\$1,250.61	\$1,206.39	4%

**Revenues and Expenditures for General Operations  
(Governmental Funds)**

	Total 2019	Total 2018	Percent Increase/ Decrease
<b>EXPENDITURES:</b>			
<b>Current:</b>			
General Government	\$643,057	\$669,370	-4%
Public Safety	\$1,235,339	\$1,194,790	3%
Public Works	\$1,521,219	\$1,005,336	51%
Culture and Recreation	\$644,877	\$632,075	2%
Conservation & Economic Development	\$63,414	\$1,042,068	-94%
Airport	\$352,811	\$243,292	45%
Transit	\$451,635	\$434,669	4%
Other	\$117,342	\$345,448	-66%
Capital Outlay	\$940,601	\$427,725	120%
<b>Debt Service:</b>			
Principal	\$1,137,231	\$986,769	15%
Interest and Fees	\$315,564	\$294,861	7%
Capital lease principal	\$82,911	\$75,982	9%
Bond Issuance Costs	\$0	\$0	0%
<b>Total Expenditures</b>	<b>\$7,506,001</b>	<b>\$7,352,385</b>	<b>2%</b>
Per Capita	\$1,383.85	\$1,351.04	2%
<b>Total Long Term Indebtedness</b>	<b>\$10,229,893</b>	<b>\$10,921,723</b>	<b>-6%</b>
Per Capita	\$187.97	\$2,006.93	-91%
<b>General Fund and Special Revenue Fund</b>			
Unrestricted Fund Balance - December 31	\$4,395,059	\$4,129,885	6%
Per Capita	\$810.30	\$758.89	7%

**City of Morris, Minnesota  
Proprietary Funds - Statement of Net Position - December 31, 2019**

	Major Funds			Nonmajor Fund Refuse Collection	Totals	Governmental Activities - Internal Service Funds
	Water	Sewer	Liquor			
<b>Assets</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 1,004,296	\$ 1,291,784	\$ 992,876	\$ 34,704	\$ 3,323,660	\$ 312,287
Receivables						
Accounts	174,766	79,993	16,604	41,167	312,530	-
Intergovernmental	7,518	-	-	-	7,518	-
Deferred special assessments	24,671	1,890	-	-	26,561	-
Due from other funds	-	-	-	-	-	-
Inventories	78,377	-	151,313	-	229,690	-
Prepaid items	14,868	11,405	8,751	-	35,024	2,110
<b>Total current assets</b>	<b>1,304,496</b>	<b>1,385,072</b>	<b>1,169,544</b>	<b>75,871</b>	<b>3,934,983</b>	<b>314,397</b>
<b>Noncurrent Assets</b>						
Capital assets						
Land	33,368	154,044	-	-	187,412	-
Construction in progress	17,761,559	-	-	-	17,761,559	-
Building	983,391	-	296,057	-	1,279,448	-
Improvements other than buildings	7,647,189	7,090,561	33,597	-	14,771,347	22,833
Machinery and equipment	678,922	474,221	17,575	-	1,171,018	95,773
Less accumulated depreciation	(4,530,844)	(5,028,575)	(218,966)	-	(9,778,385)	(17,933)
<b>Net capital assets</b>	<b>22,573,585</b>	<b>2,690,551</b>	<b>128,263</b>	<b>-</b>	<b>25,392,399</b>	<b>100,693</b>
<b>Total assets</b>	<b>23,878,081</b>	<b>4,075,623</b>	<b>1,297,807</b>	<b>75,871</b>	<b>29,327,382</b>	<b>415,090</b>
<b>Deferred Outflows of Resources</b>						
Pension plans	8,746	4,083	7,635	-	20,464	2,832
<b>Liabilities</b>						
<b>Current Liabilities</b>						
Interest payable	21,904	-	-	-	21,904	-
Accounts payable	60,936	1,704	13,588	-	76,228	14,072
Accrued wages payable	9,742	5,272	7,923	-	22,937	2,492
Compensated absences payable	-	-	-	-	-	100,074
Due to other governmental units	696	-	19,088	4,144	23,928	-
Current portion of long-term debt	195,000	-	-	-	195,000	-
<b>Total current liabilities</b>	<b>288,278</b>	<b>6,976</b>	<b>40,599</b>	<b>4,144</b>	<b>339,997</b>	<b>116,538</b>
<b>Noncurrent Liabilities</b>						
Bonds and notes payable	5,580,904	-	-	-	5,580,904	-
Compensated absences payable	-	-	-	-	-	200,147
Net pension liability	111,623	52,108	97,446	-	261,177	36,143
<b>Total noncurrent liabilities</b>	<b>5,692,527</b>	<b>52,108</b>	<b>97,446</b>	<b>-</b>	<b>5,842,081</b>	<b>236,290</b>
<b>Total liabilities</b>	<b>5,980,805</b>	<b>59,084</b>	<b>138,045</b>	<b>4,144</b>	<b>6,182,078</b>	<b>352,928</b>
<b>Deferred Inflows of Resources</b>						
Pension plans	26,418	12,333	23,063	-	61,814	8,554
<b>Net Position</b>						
Net investment in capital assets	16,797,681	2,690,551	128,263	-	19,616,495	100,693
Unrestricted	1,081,923	1,317,738	1,016,071	71,727	3,487,459	(44,253)
<b>Total net position</b>	<b>\$ 17,879,604</b>	<b>\$ 4,008,289</b>	<b>\$ 1,144,334</b>	<b>\$ 71,727</b>	<b>\$ 23,103,954</b>	<b>\$ 56,440</b>

**City of Morris, Minnesota  
Proprietary Funds - Statement of Revenues, Expenses and Changes in Net Position Year Ended December 31, 2019**

	Major Funds			Nonmajor Fund Refuse Collection	Totals	Governmental Activities - Internal Service Funds
	Water	Sewer	Liquor			
<b>Operating Revenues</b>						
Charges for services	\$ 979,353	\$ 575,000	\$ 2,142,523	\$ 398,138	\$ 4,095,014	\$ 171,181
Cost of sales	-	-	(1,655,473)	-	(1,655,473)	(61,852)
<b>Total operating revenues</b>	<b>979,353</b>	<b>575,000</b>	<b>487,050</b>	<b>398,138</b>	<b>2,439,541</b>	<b>109,329</b>
<b>Operating Expenses</b>						
Water pumping	10,023	-	-	-	10,023	-
Water treatment	446,362	-	-	-	446,362	-
Water distribution	140,882	-	-	-	140,881	-
Water administration	137,524	101,840	-	-	239,364	-
Wastewater	-	245,048	-	-	245,048	-
Refuse collection	-	-	-	377,785	377,785	-
Other services and charges	-	-	-	11,596	11,596	-
Depreciation	188,637	106,786	-	-	295,423	192,610
<b>Total operating expenses</b>	<b>923,427</b>	<b>453,674</b>	<b>335,897</b>	<b>377,785</b>	<b>2,090,783</b>	<b>196,553</b>
<b>Operating Income (Loss)</b>	<b>55,926</b>	<b>121,326</b>	<b>151,153</b>	<b>20,353</b>	<b>348,758</b>	<b>(87,224)</b>
<b>Nonoperating Revenues (Expenses)</b>						
Interest income	21,566	24,126	18,531	776	64,999	6,283
Intergovernmental income	2,557,381	-	-	-	2,557,381	-
Other income	44,612	-	42	3,006	47,660	-
Interest expense	(56,059)	-	-	-	(56,059)	-
Sale of capital asset	853	126	-	26	1,005	-
Special assessment - interest	-	-	-	-	-	-
<b>Total nonoperating revenues (expenses)</b>	<b>2,568,353</b>	<b>24,252</b>	<b>18,573</b>	<b>3,808</b>	<b>2,614,986</b>	<b>10,327</b>
<b>Income (Loss) Before Contributions and Transfers</b>	<b>2,624,279</b>	<b>145,578</b>	<b>169,726</b>	<b>24,161</b>	<b>2,983,744</b>	<b>(76,897)</b>
<b>Contributions and Transfers in (Out)</b>						
Capital contributions	-	9,835	-	-	9,835	75,187
Transfers in	-	-	-	-	-	76,500
Transfers out	(90,154)	(62,586)	(132,300)	(22,000)	(307,040)	(3,600)
<b>Total contributions and transfers in (out)</b>	<b>(90,154)</b>	<b>(52,751)</b>	<b>(132,300)</b>	<b>(22,000)</b>	<b>(297,205)</b>	<b>148,087</b>
<b>Change in Net Position</b>	<b>2,534,125</b>	<b>92,827</b>	<b>37,426</b>	<b>2,161</b>	<b>2,666,539</b>	<b>71,190</b>
<b>Net Position (Deficit) - Beginning</b>	<b>15,345,479</b>	<b>3,915,462</b>	<b>1,106,908</b>	<b>69,566</b>	<b>20,437,415</b>	<b>(14,750)</b>
<b>Net Position - Ending</b>	<b>\$ 17,879,604</b>	<b>\$ 4,008,289</b>	<b>\$ 1,144,334</b>	<b>\$ 71,727</b>	<b>\$ 23,103,954</b>	<b>\$ 56,440</b>

**City of Morris, Minnesota  
Proprietary Funds - Statement of Cash Flows Year Ended December 31, 2019**

	Major Funds			Nonmajor Fund Refuse Collection	Totals	Governmental Activities - Internal Service Funds
	Water	Sewer	Liquor			
<b>Operating Activities</b>						
Receipts from customers and users	\$ 1,304,710	\$ 562,546	\$ 2,136,682	\$ 395,645	\$ 4,399,583	\$ -
Receipts from interfund services provided	-	-	-	-	-	171,181
Payments to vendors	(534,041)	(252,839)	(1,483,810)	(377,705)	(2,648,395)	(57,760)
Payments to employees	(188,163)	(114,038)	(493,966)	-	(796,167)	(207,988)
<b>Net Cash from (used for) Operating Activities</b>	<b>582,506</b>	<b>195,669</b>	<b>158,906</b>	<b>17,940</b>	<b>955,021</b>	<b>(94,567)</b>
<b>Noncapital Financing Activity</b>						
Other income	44,612	-	42	3,006	47,660	-
Transfer out	(90,154)	(62,586)	(132,300)	(22,000)	(307,040)	72,900
<b>Net Cash from (used for) Noncapital Financing Activities</b>	<b>(45,542)</b>	<b>(62,586)</b>	<b>(132,258)</b>	<b>(18,994)</b>	<b>(259,380)</b>	<b>72,900</b>
<b>Capital and Related Financing Activities</b>						
Acquisition of capital assets	(4,607,268)	-	-	-	(4,607,268)	-
Special assessments and other	2,416	261	-	382	3,059	-
Proceeds on sale of capital asset	-	-	-	-	-	4,044
Proceeds from grant	2,549,863	-	-	-	2,549,863	-
Proceeds from long-term debt	1,627,159	-	-	-	1,627,159	-
Payments on long-term debt	(274,000)	-	-	-	(274,000)	-
Principal interest	(50,667)	-	-	-	(50,667)	-
<b>Net Cash from (used for) Capital and Related Financing Activities</b>	<b>(752,497)</b>	<b>261</b>	<b>-</b>	<b>382</b>	<b>(751,854)</b>	<b>4,044</b>
<b>Investing Activity</b>						
Interest earnings	21,566	24,126	18,531	776	64,999	6,283
<b>Net Change in Cash and Cash Equivalents</b>	<b>(193,967)</b>	<b>157,470</b>	<b>45,179</b>	<b>104</b>	<b>8,786</b>	<b>(11,340)</b>
<b>Cash and Cash Equivalents, Beginning of Year</b>	<b>1,198,263</b>	<b>1,134,314</b>	<b>947,697</b>	<b>34,600</b>	<b>3,314,874</b>	<b>323,627</b>
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ 1,004,296</b>	<b>\$ 1,291,784</b>	<b>\$ 992,876</b>	<b>\$ 34,704</b>	<b>\$ 3,323,660</b>	<b>\$ 312,287</b>
<b>Reconciliation of Operating Income (Loss) to Net Cash from Operating Activities</b>						
Operating income (loss)	\$ 55,926	\$ 121,326	\$ 151,153	\$ 20,353	\$ 348,758	\$ (87,224)
Adjustments to reconcile operating income (loss) to net cash from operating activities						
Depreciation	188,637	106,786	11,596	-	307,019	3,943
Change in assets and liabilities						
Accounts receivable	325,357	(12,454)	(5,841)	(2,493)	304,569	-
Inventories	(28,512)	-	20,066	-	(8,446)	-
Prepaid items	(6,348)	(2,144)	(448)	-	(9,110)	(524)
Accounts payable	33,208	(2,722)	(10,809)	-	19,677	4,918
Accrued wages payable	2,929	420	674	-	4,023	264
Net pension liability and related deferred inflows and outflows of resources	22,176	(15,543)	(7,560)	-	(927)	(302)
Due to other governmental units	(10,697)	-	75	80	(10,542)	-
Compensated absences payable	-	-	-	-	-	(15,642)
<b>Net Cash from (used for) Operating Activities</b>	<b>\$ 582,506</b>	<b>\$ 195,669</b>	<b>\$ 158,906</b>	<b>\$ 17,940</b>	<b>\$ 955,021</b>	<b>\$ (94,567)</b>