

**City of Wyoming  
Chisago County, Minnesota**

**Basic Financial Statements**

**December 31, 2023**

**City of Wyoming  
Table of Contents**

<b>Elected Officials and Administration</b>	<b>1</b>
<b>Independent Auditor's Report</b>	<b>2</b>
<b>Management's Discussion and Analysis</b>	<b>5</b>
<b>Basic Financial Statements</b>	
Government-Wide Financial Statements	
Statement of Net Position	20
Statement of Activities	21
Fund Financial Statements	
Balance Sheet - Governmental Funds	22
Reconciliation of the Balance Sheet to the Statement of Net Position - Governmental Funds	25
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	26
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities - Governmental Funds	28
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	29
Statement of Net Position - Proprietary Funds	30
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	31
Statement of Cash Flows - Proprietary Funds	32
Notes to Basic Financial Statements	33
<b>Required Supplementary Information</b>	
Schedule of City's Proportionate Share of Net Pension Liability - General Employees Retirement Fund	69
Schedule of City's Proportionate Share of Net Pension Liability - Public Employees Police and Fire Fund	69
Schedule of City Contributions - General Employees Retirement Fund	71
Schedule of City Contributions - Public Employees Police and Fire Fund	71
Schedule of Changes in Net Pension Liability - Fire Relief Association	72
Schedule of City Contributions - Fire Relief Association	72
Notes to Required Supplementary Information	74
<b>Supplementary Information</b>	
Combining Balance Sheet - Nonmajor Governmental Funds	82
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds	83
Special Revenue Funds	
Combining Balance Sheet - Nonmajor Special Revenue Funds	86

**City of Wyoming  
Table of Contents**

<b>Supplementary Information (Continued)</b>	
Special Revenue Funds (Continued)	
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Special Revenue Funds	88
Capital Projects Funds	
Combining Balance Sheet - Nonmajor Capital Projects Funds	92
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Capital Projects Funds	94
Detailed Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund	96
Debt Service Fund	
Combining Balance Sheet - Debt Service Fund - By Bond Issue	102
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Debt Service Fund - By Bond Issue	104
<b>Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards</b>	  107
<b>Minnesota Legal Compliance</b>	109

**City of Wyoming  
Elected Officials and Administration  
December 31, 2023**

<u>Elected Officials</u>	<u>Position</u>	<u>Term Expires</u>
Lisa Iverson	Mayor	December 31, 2024
Claire Luger	Council Member	December 31, 2026
Linda Nanko Yeager	Council Member	December 31, 2024
Dennis Schilling	Council Member	December 31, 2026
Brett Ohnstad	Council Member	December 31, 2024
 <u>Administration</u>		
Robb Linwood	City Administrator	



## Independent Auditor's Report

Honorable Mayor and Members  
of the City Council  
City of Wyoming  
Wyoming, Minnesota

### Report on the Audit of the Financial Statements

#### **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 Wyoming, Minnesota, as of and for the year ended December 31, 2023, and the related notes to financial statements, which collectively comprise the City's basic financial statements as listed in the Table of Contents.

In our opinion, the accompanying financial statements 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 City of Wyoming, 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) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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**

The City of Wyoming's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 the 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 and *Government Auditing Standards* 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 and *Government Auditing Standards*, 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, which follows this report letter, and Required Supplementary Information as listed in the Table of Contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB), 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.

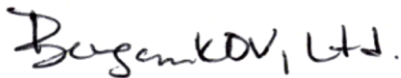
**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wyoming’s basic financial statements. The accompanying supplementary information identified in the Table of Contents is 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 accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 30, 2024, on our consideration of the City of Wyoming’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City’s internal control over financial reporting and compliance.



St. Cloud, Minnesota  
April 30, 2024

## City of Wyoming Management's Discussion and Analysis

As management of the City of Wyoming, 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 by \$48,913,838 (net position), of this amount, \$9,811,545 (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors.
- ◆ The City's total net position increased by \$4,578,760 as a result of revenues in excess of expenses. \$358,410 was a result of an increase of net position within business-type activities, and \$4,220,350 from an increase of net position within governmental activities.
- ◆ As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$8,006,300, a decrease of \$1,586,522 in comparison with the prior year. Approximately 52.3% of this total amount, \$4,188,315, is either nonspendable or restricted for specific purposes. The remaining fund balance was committed by City Council, assigned or unassigned.
- ◆ At the end of the current fiscal year, unassigned fund balance for the General fund was \$2,520,275 or 62.0% of 2023 General Fund expenditures and 60.3% of the 2024 General Fund budget.
- ◆ The City's total long-term debt decreased \$1,377,045 during the current fiscal year. The key factor of this decrease was due to principal payments on the bonds.

### OVERVIEW OF THE FINANCIAL STATEMENTS

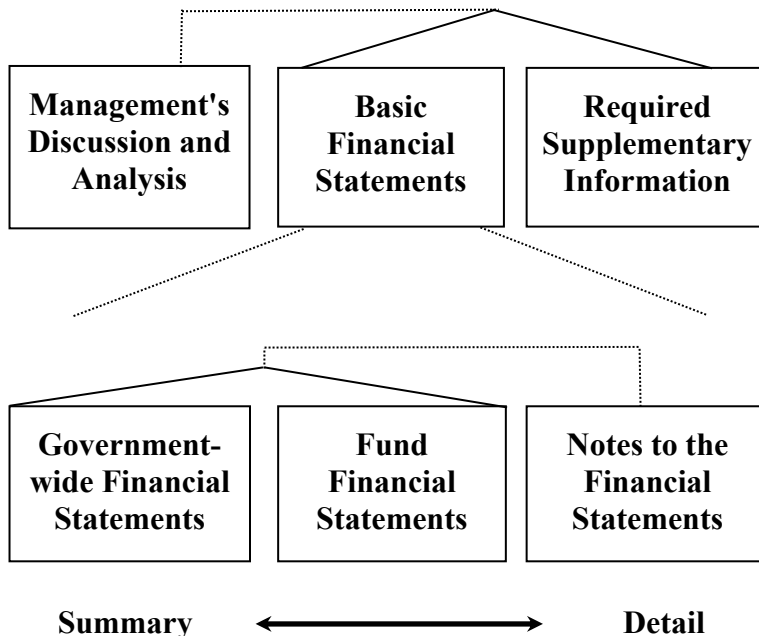
This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report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

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of combining and individual fund financial statements and schedules that further explains and supports the information in the financial statements. Figure 1 shows how the required parts of this annual report are arranged and relate to one another. In addition to these required elements, we have included a section with combining and individual fund financial statements and schedules that provide details about nonmajor governmental funds, which are added together and presented in single columns in the basic financial statements. Internal service funds statements are also included, reflecting balances prior to their elimination from the government-wide financial statements, to avoid "doubling-up" effect within the governmental and business-type activities columns of said statements.



**City of Wyoming  
Management's Discussion and Analysis**

**Required Components of the  
City's Annual Financial Report**



**City of Wyoming  
Management's Discussion and Analysis**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

Figure 2 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**

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

## City of Wyoming Management's Discussion and Analysis

### OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

**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 and deferred outflows of resources and 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, economic development, and interest on long-term debt. The business-type activities of the City include water, sewer, and surface water.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also a legally separate Economic Development Authority (EDA) for which the City is financially accountable. Financial information for this *component unit* is not reported separately from the financial information presented for the primary government itself.

The government-wide financial statements start on page 20 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 government'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 (deficits) provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

**City of Wyoming  
Management's Discussion and Analysis**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Fund Financial Statements. (Continued)**

*Governmental Funds. (Continued)* The City maintains 21 individual governmental funds. The Debt Service fund consists of 6 sub-funds, the Capital Project funds consists of 8 sub-funds, and there are 7 Special Revenue 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 Equipment Fund, Street Replacement Fund, Capital Revolving Fund and the Escrow 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. Budgetary comparison statements have been provided for the General Fund to demonstrate compliance with the budget.

The basic governmental fund financial statements start on page 22 of this report.

*Proprietary Funds.* The City maintains three proprietary funds. *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, and surface water.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide separate information for each of the enterprise funds which are considered to be major funds of the City.

The basic proprietary funds financial statements start on page 30 of this report.

**Notes to Basic Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements start on page 33 of this report.

**Other 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 69 of this report.

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

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$48,913,838 at the close of the most recent fiscal year.

**City of Wyoming  
Management's Discussion and Analysis**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)**

By far, the largest portion of the City's net position (69.7%) 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.

**Summary of Net Position**

	Governmental Activities			Business-type Activities		
	2023	2022	Increase (Decrease)	2023	2022	Increase (Decrease)
<b>Assets</b>						
Current and other assets	\$ 13,537,076	\$ 14,060,142	\$ (523,066)	\$ 5,522,015	\$ 5,450,394	\$ 71,621
Capital assets	<u>26,112,096</u>	<u>22,768,327</u>	<u>3,343,769</u>	<u>17,045,036</u>	<u>17,092,344</u>	<u>(47,308)</u>
Total assets	<u>39,649,172</u>	<u>36,828,469</u>	<u>2,820,703</u>	<u>22,567,051</u>	<u>22,542,738</u>	<u>24,313</u>
<b>Deferred Outflows of Resources</b>						
Deferred outflows of resources related to pensions	<u>2,227,466</u>	<u>2,536,980</u>	<u>(309,514)</u>	<u>62,754</u>	<u>120,186</u>	<u>(57,432)</u>
<b>Liabilities</b>						
Noncurrent liabilities outstanding	7,690,687	10,935,143	(3,244,456)	2,376,003	2,834,311	(458,308)
Other liabilities	<u>2,784,333</u>	<u>3,146,700</u>	<u>(362,367)</u>	<u>490,946</u>	<u>489,592</u>	<u>1,354</u>
Total liabilities	<u>10,475,020</u>	<u>14,081,843</u>	<u>(3,606,823)</u>	<u>2,866,949</u>	<u>3,323,903</u>	<u>(456,954)</u>
<b>Deferred Inflows of Resources</b>						
Deferred inflows of resources related to pensions	2,179,699	282,037	1,897,662	70,937	5,512	65,425
Deferred inflows of resources related to grants	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>2,179,699</u>	<u>282,037</u>	<u>1,897,662</u>	<u>70,937</u>	<u>5,512</u>	<u>65,425</u>
<b>Net Position</b>						
Net investment in capital assets	19,442,138	15,010,633	4,431,505	14,643,600	14,401,599	242,001
Restricted for debt service						
Debt service	3,040,622	3,279,742	(239,120)	-	-	-
State aid streets	965,604	783,583	182,021	-	-	-
Park projects	227,795	179,087	48,708	-	-	-
Public safety expenses	371,984	18,030	353,954	-	-	-
Fire relief pension assets	258,936	376,718	(117,782)	-	-	-
Other purposes	151,614	122,313	29,301	-	-	-
Unrestricted	<u>4,763,226</u>	<u>5,231,463</u>	<u>(468,237)</u>	<u>5,048,319</u>	<u>4,931,910</u>	<u>116,409</u>
Total net position	<u>\$ 29,221,919</u>	<u>\$ 25,001,569</u>	<u>\$ 4,220,350</u>	<u>\$ 19,691,919</u>	<u>\$ 19,333,509</u>	<u>\$ 358,410</u>

**City of Wyoming  
Management's Discussion and Analysis**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)**

An additional portion of the City's net position (\$5,016,555) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$9,811,545) 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.

**GOVERNMENTAL ACTIVITIES**

Governmental activities increased the City's net position by \$4,220,350. Key elements of this increase are as follows:

**Changes in Net Position**

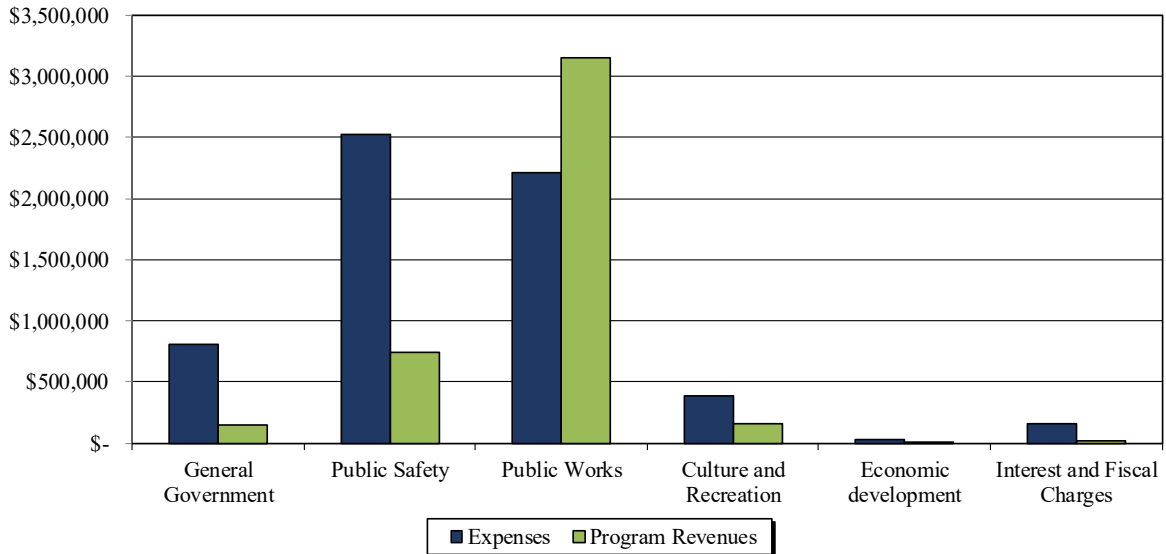
	Governmental Activities			Business-type Activities		
	2023	2022	Increase (Decrease)	2023	2022	Increase (Decrease)
<b>Revenues</b>						
Program revenues						
Charges for services	\$ 330,485	\$ 364,015	\$ (33,530)	\$ 2,247,367	\$ 2,279,149	\$ (31,782)
Operating grants and contributions	818,910	285,765	533,145	6,924	-	6,924
Capital grants and contributions	3,087,835	1,423,239	1,664,596	81,555	300,397	(218,842)
General revenues						
Taxes						
Property taxes	5,193,832	4,841,221	352,611	-	-	-
Franchise taxes	48,407	46,258	2,149	-	-	-
Tax increment	31,137	35,150	(4,013)	-	-	-
Intergovernmental	140,082	148,176	(8,094)	-	-	-
State aids	266,803	345,440	(78,637)	-	-	-
Interest and investment income	409,038	(191,277)	600,315	190,064	(104,564)	294,628
Other general revenue	-	204,534	(204,534)	-	-	-
Gain on sale of capital assets	3,382	28,950	(25,568)	-	805	(805)
Total revenues	10,329,911	7,531,471	2,798,440	2,525,910	2,475,787	50,123
<b>Expenses</b>						
General government	805,772	692,285	113,487	-	-	-
Public safety	2,530,467	2,538,267	(7,800)	-	-	-
Public works	2,209,989	2,168,729	41,260	-	-	-
Culture and recreation	382,847	333,892	48,955	-	-	-
Economic development	25,042	18,501	6,541	-	-	-
Interest and fiscal charges	155,444	187,354	(31,910)	-	-	-
Water	-	-	-	658,757	783,361	(124,604)
Sewer	-	-	-	1,366,991	1,373,116	(6,125)
Surface water	-	-	-	141,752	255,324	(113,572)
Total expenses	6,109,561	5,939,028	170,533	2,167,500	2,411,801	(244,301)
Change in Net Position	4,220,350	1,592,443	2,627,907	358,410	63,986	294,424
Net Position, January 1	25,001,569	23,409,126	1,592,443	19,333,509	19,269,523	63,986
Net Position, December 31	\$ 29,221,919	\$ 25,001,569	\$ 4,220,350	\$ 19,691,919	\$ 19,333,509	\$ 358,410

**City of Wyoming  
Management's Discussion and Analysis**

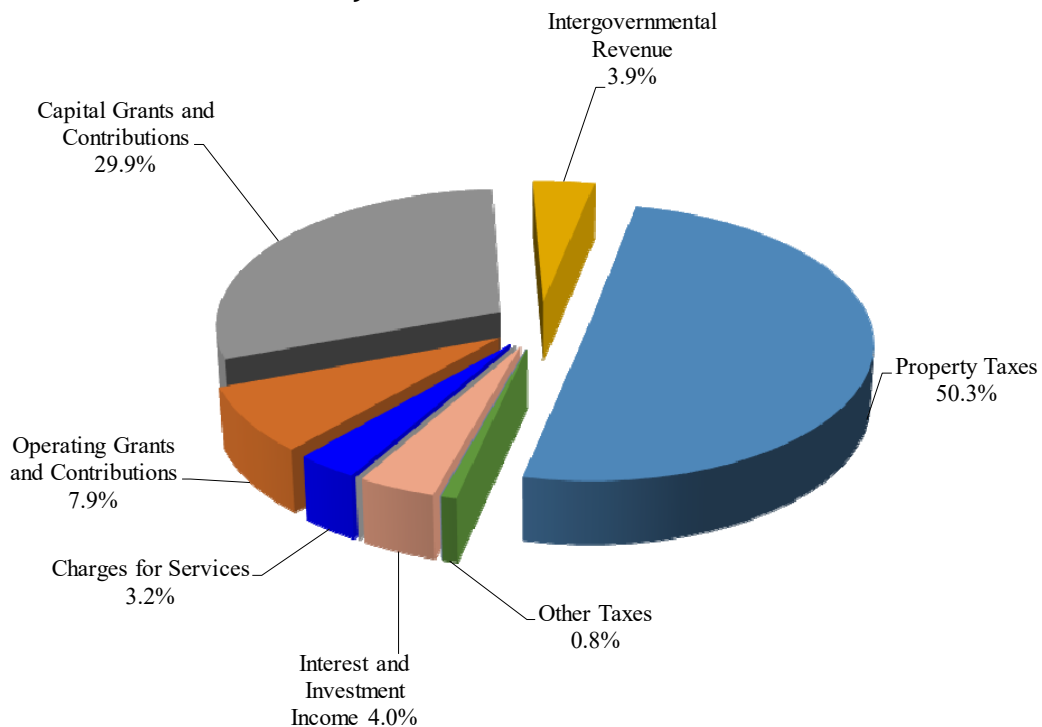
**GOVERNMENTAL ACTIVITIES (CONTINUED)**

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**

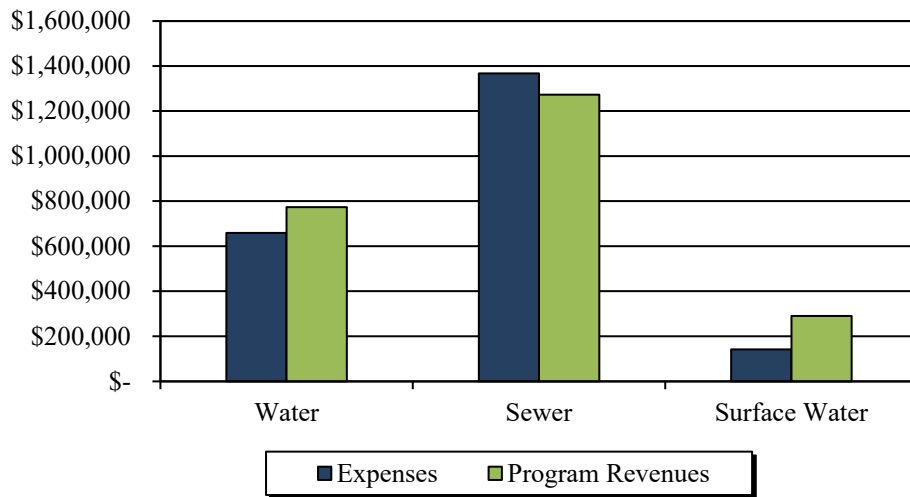


**City of Wyoming  
Management's Discussion and Analysis**

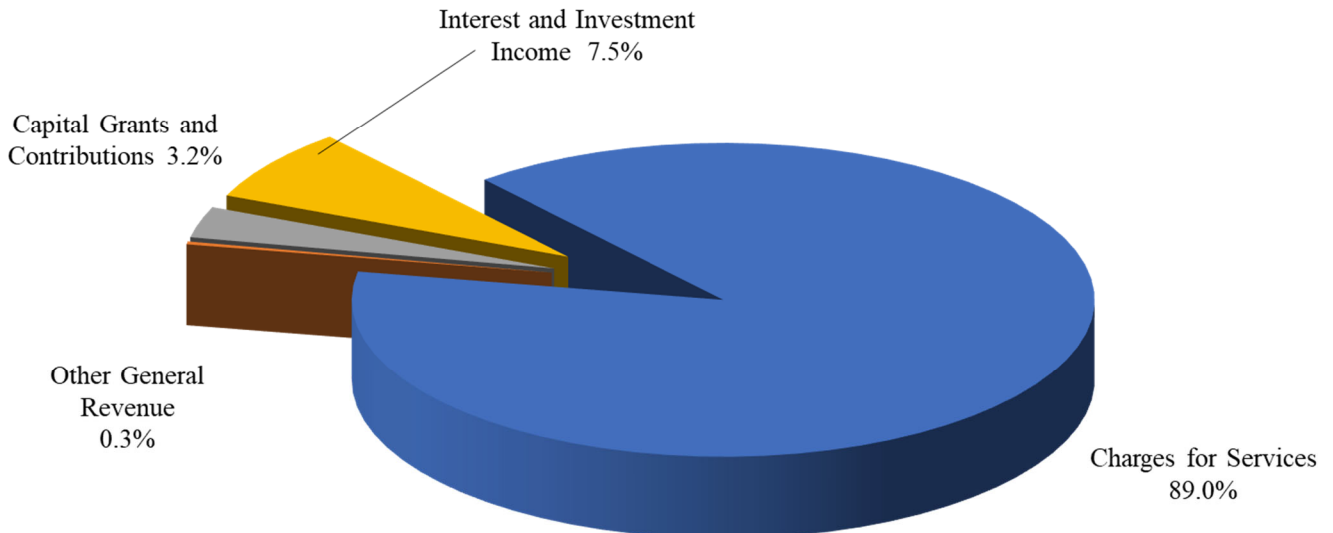
**BUSINESS-TYPE ACTIVITIES**

Business-type activities increased the City's net position by \$358,410. Key elements of this increase are as follows:

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



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





**City of Wyoming  
Management's Discussion and Analysis**

**FINANCIAL ANALYSIS OF THE GOVERNMENT'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.** As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$8,006,300, a decrease of \$1,586,522 in comparison with the prior year. Approximately 14.7% of this total amount, \$1,179,837, constitutes unassigned fund balance, which is available for spending at the City's discretion. The remainder of fund balance is not available for new spending because it is either 1) nonspendable (\$256,371), 2) restricted (\$3,931,944), 3) committed (\$241,607), or 4) assigned (\$2,396,541) for specific purposes.

The General Fund had a total fund balance of \$3,129,792 at the current year end. The fund balance of the City's General Fund increased \$693,251 during the current fiscal year. See the below "General Fund Budgetary Highlights" for more detail information.

The Debt Service Fund had a fund balance of \$2,028,395, all of which is restricted for the payment of future debt service. The fund balance decreased \$40,989 during the current fiscal year due to early collection of special assessments in prior years for current debt reduction.

The Capital Equipment Fund had a fund balance of \$121,859. This is a decrease of \$83,441 from the previous year.

The Street Replacement Fund had a fund balance of (\$1,153,886). The fund balance decreased \$2,526,067 during the current fiscal year.

The Capital Revolving Fund had a fund balance of \$2,262,279, all of which is assigned for future capital improvements. The fund balance increased \$87,345 during the current fiscal year.

**General Fund Budgetary Highlights**

Actual revenues were \$690,242 over budget and expenditures were \$131,349 under budget; along with transfers and other financing sources, the result was an increase in fund balance of \$693,251.

Revenue highlights include:

- ◆ Intergovernmental funds were over budget by \$523,224 due to the city receiving one-time public safety aid.
- ◆ Licenses and permits were under budget by \$55,042 due to building permit income.
- ◆ Miscellaneous revenues were over budget by \$202,843 due to investment income and reimbursements being higher than anticipated.

Expenditure highlights include:

- ◆ Public Safety was under budget by \$186,565 due to salaries, benefits, insurance costs, communications and maintenance costs being lower than expected.
- ◆ Public Works was over budget by \$89,727 due to additional street maintenance costs.

**City of Wyoming  
Management's Discussion and Analysis**

**FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (CONTINUED)**

**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, amounts to \$43,157,132 (net of accumulated depreciation).

Major public project capital asset events during the current fiscal year were as follows:

- ◆ Purchase of a squad car.
- ◆ Purchase of plow truck for public works.
- ◆ Purchase of F350 truck for public works.
- ◆ Purchase of water meters for city.
- ◆ Multiple large projects started or continued during 2023 including:
  - ◇ 2021 Street Project
  - ◇ East Viking Blvd
  - ◇ Public Safety Building
  - ◇ Fallbrook Ave and 264<sup>th</sup> Street
  - ◇ Railway Park

Additional information on the City's capital assets can be found in Note 4 starting on page 46 of this report.

**Capital Assets  
(Net of Depreciation)**

	Governmental Activities			Business-type Activities		
	2023	2022	Increase (Decrease)	2023	2022	Increase (Decrease)
Land	\$ 869,787	\$ 869,787	\$ -	\$ 6,284	\$ 6,284	\$ -
Construction in progress	4,828,001	2,386,257	2,441,744	-	1,472,370	(1,472,370)
Buildings and improvements	169,894	182,444	(12,550)	172,077	187,427	(15,350)
Machinery and equipment	2,134,268	2,061,603	72,665	403,624	39,317	364,307
Infrastructure	18,110,146	17,268,236	841,910	16,463,051	15,386,946	1,076,105
<b>Total</b>	<b>\$ 26,112,096</b>	<b>\$ 22,768,327</b>	<b>\$ 3,343,769</b>	<b>\$ 17,045,036</b>	<b>\$ 17,092,344</b>	<b>\$ (47,308)</b>

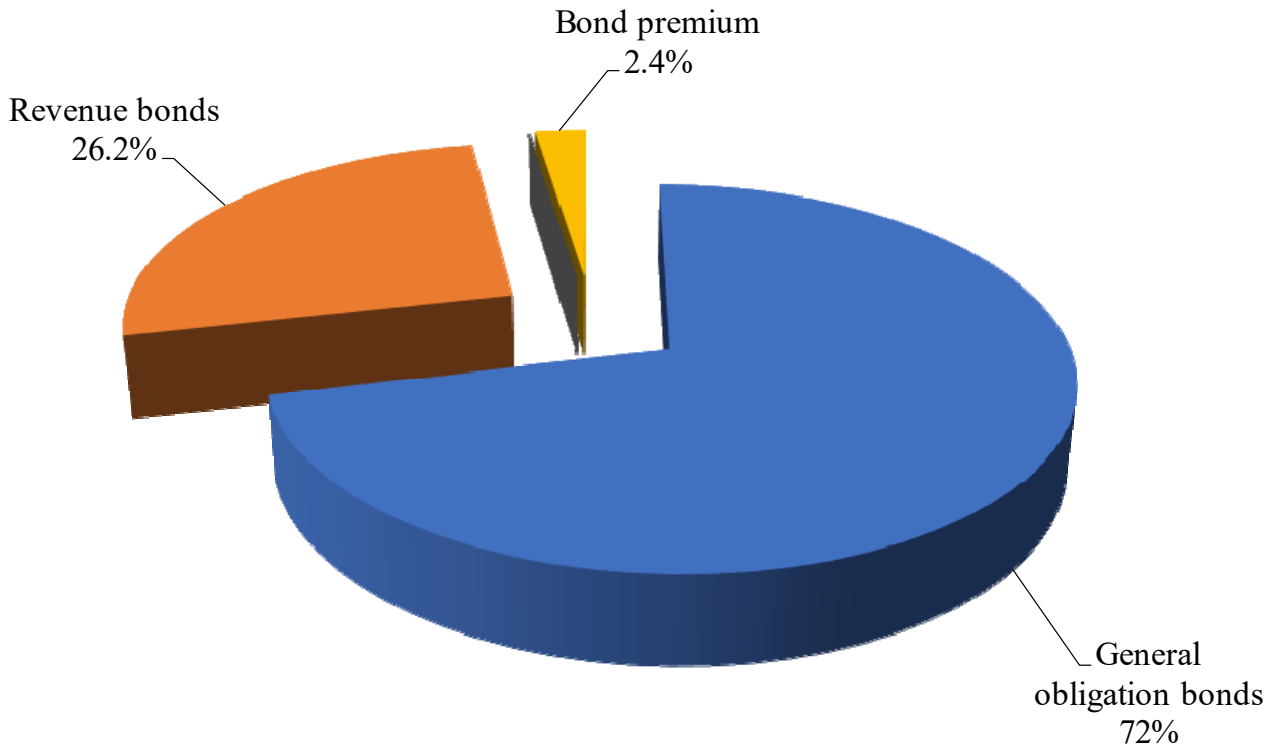
**City of Wyoming  
Management’s Discussion and Analysis**

**LONG-TERM DEBT**

At the end of the current fiscal year, the City had total bonded debt outstanding of \$8,855,000. \$6,475,000 is governmental-related debt, and \$2,380,000 is enterprise fund-related debt. While all of the City’s bonds have revenue streams, they are all backed by the full faith and credit of the City.

**Outstanding Debt**

	Governmental Activities			Business-type Activities		
	2023	2022	Increase (Decrease)	2023	2022	Increase (Decrease)
General Obligation Improvement Bonds	\$ 6,475,000	\$ 7,530,000	\$ (1,055,000)	\$ -	\$ -	\$ -
General Obligation Revenue Bonds	-	-	-	2,380,000	2,660,000	(280,000)
Bond premium	194,958	227,694	(32,736)	21,436	30,745	(9,309)
Total	<u>\$ 6,669,958</u>	<u>\$ 7,757,694</u>	<u>\$ (1,087,736)</u>	<u>\$ 2,401,436</u>	<u>\$ 2,690,745</u>	<u>\$ (289,309)</u>



The City’s total debt decreased \$1,377,045 during the current fiscal year due to the annually scheduled debt payments.

**City of Wyoming  
Management's Discussion and Analysis**

**LONG-TERM DEBT (CONTINUED)**

Minnesota statutes limit the amount of net general obligation debt a City may issue to 3% of the market value of taxable property within the City. Net debt is debt payable solely from ad valorem taxes. The current debt limitation for the City is \$26,772,261. The City is under the statutory debt limit as of December 31, 2023.

Additional information on the City's long-term debt can be found in Note 6 starting on page 48 of this report.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

- ◆ The City's Tax Levy will increase 6.26% to \$5,454,918 in 2024.
- ◆ With an increase in the City's Tax Capacity, the City's 2023 Tax Rate is expected to decrease 1.48% to 37.89%.
- ◆ The City will receive \$387,744 in Local Government Aid in 2024 which is an increase from 2023.
- ◆ A Water/Sewer Rate Study was conducted in 2023 and new rates were proposed for the following five years.

All of these factors were considered in the preparation of the City's budget for the 2024 year.

**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 to the City Administrator, 26885 Forest Blvd., Wyoming, MN 55092.

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## **BASIC FINANCIAL STATEMENTS**

City of Wyoming  
Statement of Net Position  
December 31, 2023

	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Cash and investments (including cash equivalents)	\$ 10,962,627	\$ 4,831,965	\$ 15,794,592
Receivables			
Accounts receivable	16,924	560,248	577,172
Interest receivable	35,946	-	35,946
Due from other governments	22,658	-	22,658
Taxes receivable			
Unremitted	28,436	-	28,436
Delinquent	42,935	-	42,935
Special assessments receivable			
Unremitted	1,608	167	1,775
Delinquent	725,177	7,514	732,691
Deferred	1,371,645	100,876	1,472,521
Prepaid items	70,184	21,245	91,429
Capital assets not being depreciated			
Land	869,787	6,284	876,071
Construction in progress	4,828,001	-	4,828,001
Capital assets (net of accumulated depreciation)			
Buildings and improvements	169,894	172,077	341,971
Machinery and equipment	2,134,268	403,624	2,537,892
Infrastructure	18,110,146	16,463,051	34,573,197
Net pension asset - fire relief	258,936	-	258,936
Total assets	<u>39,649,172</u>	<u>22,567,051</u>	<u>62,216,223</u>
<b>Deferred Outflows of Resources</b>			
Deferred outflows of resources related to fire relief pensions	185,571	-	185,571
Deferred outflows of resources related to city pensions	2,041,895	62,754	2,104,649
Total deferred outflow of resources	<u>2,227,466</u>	<u>62,754</u>	<u>2,290,220</u>
Total assets and deferred outflows of resources	<u>\$ 41,876,638</u>	<u>\$ 22,629,805</u>	<u>\$ 64,506,443</u>
<b>Liabilities</b>			
Accounts payable	\$ 180,863	\$ 82,212	\$ 263,075
Contracts payable	177,668	-	177,668
Deposits payable	396,482	-	396,482
Due to other governments	11,692	51,056	62,748
Salaries and benefits payable	114,547	19,982	134,529
Interest payable	72,811	27,570	100,381
Unearned revenue	593,213	-	593,213
Bond principal payable			
Payable within one year	1,095,000	290,000	1,385,000
Payable after one year	5,574,958	2,111,436	7,686,394
Compensated absences payable			
Payable within one year	142,057	20,126	162,183
Payable after one year	331,465	46,960	378,425
Net pension liability	1,784,264	217,607	2,001,871
Total liabilities	<u>10,475,020</u>	<u>2,866,949</u>	<u>13,341,969</u>
<b>Deferred Inflows of Resources</b>			
Deferred inflows related to fire relief pensions	92,026	-	92,026
Deferred inflows related to city pensions	2,087,673	70,937	2,158,610
Total deferred inflows of resources	<u>2,179,699</u>	<u>70,937</u>	<u>2,250,636</u>
<b>Net Position</b>			
Net investment in capital assets	19,442,138	14,643,600	34,085,738
Restricted			
Debt service	3,040,622	-	3,040,622
State aid streets	965,604	-	965,604
Park projects	227,795	-	227,795
Public safety expenses	371,984	-	371,984
Fire relief pension assets	258,936	-	258,936
Other purposes	151,614	-	151,614
Unrestricted	4,763,226	5,048,319	9,811,545
Total net position	<u>29,221,919</u>	<u>19,691,919</u>	<u>48,913,838</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 41,876,638</u>	<u>\$ 22,629,805</u>	<u>\$ 64,506,443</u>

See notes to basic financial statements.

**City of Wyoming**  
**Statement of Activities**  
**Year Ended December 31, 2023**

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals
<b>Governmental activities</b>							
General government	\$ 805,772	\$ 61,829	\$ 84,306	\$ -	\$ (659,637)	\$ -	\$ (659,637)
Public safety	2,530,467	181,651	564,804	-	(1,784,012)	-	(1,784,012)
Public works	2,209,989	-	70,000	3,087,835	947,846	-	947,846
Culture and recreation	382,847	87,005	73,500	-	(222,342)	-	(222,342)
Economic development	25,042	-	11,000	-	(14,042)	-	(14,042)
Interest on long-term debt	155,444	-	15,300	-	(140,144)	-	(140,144)
<b>Total governmental activities</b>	<b>6,109,561</b>	<b>330,485</b>	<b>818,910</b>	<b>3,087,835</b>	<b>(1,872,331)</b>	<b>-</b>	<b>(1,872,331)</b>
<b>Business-type activities</b>							
Water	658,757	725,675	6,924	40,605	-	114,447	114,447
Sewer	1,366,991	1,231,808	-	40,950	-	(94,233)	(94,233)
Surface water	141,752	289,884	-	-	-	148,132	148,132
<b>Total business-type activities</b>	<b>2,167,500</b>	<b>2,247,367</b>	<b>6,924</b>	<b>81,555</b>	<b>-</b>	<b>168,346</b>	<b>168,346</b>
<b>Total governmental and business-type activities</b>	<b>\$ 8,277,061</b>	<b>\$ 2,577,852</b>	<b>\$ 825,834</b>	<b>\$ 3,169,390</b>	<b>(1,872,331)</b>	<b>168,346</b>	<b>(1,703,985)</b>
<b>General revenues</b>							
Property taxes levied for general purposes					3,700,213	-	3,700,213
Property taxes levied for capital improvements					575,729	-	575,729
Property taxes levied for debt service					917,890	-	917,890
Franchise taxes					48,407	-	48,407
Tax increments					31,137	-	31,137
Intergovernmental					140,082	-	140,082
State aids					266,803	-	266,803
Unrestricted investment earnings					409,038	190,064	599,102
Gain on sale of capital assets					3,382	-	3,382
<b>Total general revenues</b>					<b>6,092,681</b>	<b>190,064</b>	<b>6,282,745</b>
<b>Change in net position</b>					<b>4,220,350</b>	<b>358,410</b>	<b>4,578,760</b>
<b>Net position - beginning</b>					<b>25,001,569</b>	<b>19,333,509</b>	<b>44,335,078</b>
<b>Net position - ending</b>					<b>\$ 29,221,919</b>	<b>\$ 19,691,919</b>	<b>\$ 48,913,838</b>

See notes to basic financial statements.



**City of Wyoming**  
**Balance Sheet - Governmental Funds**  
**December 31, 2023**

	General Fund	Debt Service	Capital Projects	
		Debt Service	Capital Equipment (401)	Street Replacement (408)
<b>Assets</b>				
Cash and investments	\$ 3,643,608	\$ 2,214,902	\$ 125,147	\$ 706,006
Accounts receivable	130	-	-	512
Interest receivable	35,946	-	-	-
Due from other governments	951	-	-	21,707
Taxes receivable				
Current	28,436	-	-	-
Delinquent	42,935	-	-	-
Special assessment receivable				
Current	-	-	-	1,608
Delinquent	450	225,483	-	499,244
Deferred	-	673,003	-	698,642
Advance to other funds	186,507	-	-	-
Prepaid items	69,864	-	-	-
<b>Total assets</b>	<b>\$ 4,008,827</b>	<b>\$ 3,113,388</b>	<b>\$ 125,147</b>	<b>\$ 1,927,719</b>
<b>Liabilities</b>				
Accounts payable	\$ 116,198	\$ -	\$ 3,288	\$ 51,589
Contracts payable	-	-	-	174,512
Deposits payable	-	-	-	-
Due to other governments	11,692	-	-	-
Salaries and benefits payable	114,547	-	-	-
Unearned revenue	593,213	-	-	-
Advance from other funds	-	186,507	-	-
<b>Total liabilities</b>	<b>835,650</b>	<b>186,507</b>	<b>3,288</b>	<b>226,101</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue - property taxes	42,935	-	-	-
Unavailable revenue - special assessments	450	898,486	-	1,197,886
Advanced appropriations - State Shared Tax	-	-	-	1,657,618
<b>Total deferred inflows of resources</b>	<b>43,385</b>	<b>898,486</b>	<b>-</b>	<b>2,855,504</b>
<b>Fund Balances</b>				
Nonspendable	256,371	-	-	-
Restricted	353,146	2,214,947	-	-
Committed	-	-	-	-
Assigned	-	-	121,859	-
Unassigned	2,520,275	(186,552)	-	(1,153,886)
<b>Total fund balances</b>	<b>3,129,792</b>	<b>2,028,395</b>	<b>121,859</b>	<b>(1,153,886)</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 4,008,827</b>	<b>\$ 3,113,388</b>	<b>\$ 125,147</b>	<b>\$ 1,927,719</b>

<u>Capital Projects</u>		
<u>Capital Revolving (409)</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 2,262,279	\$ 2,010,685	\$ 10,962,627
-	16,282	16,924
-	-	35,946
-	-	22,658
-	-	28,436
-	-	42,935
-	-	1,608
-	-	725,177
-	-	1,371,645
-	-	186,507
-	320	70,184
<u>\$ 2,262,279</u>	<u>\$ 2,027,287</u>	<u>\$ 13,464,647</u>
\$ -	\$ 9,788	\$ 180,863
-	3,156	177,668
-	396,482	396,482
-	-	11,692
-	-	114,547
-	-	593,213
-	-	186,507
-	409,426	1,660,972
-	-	42,935
-	-	2,096,822
-	-	1,657,618
-	-	3,797,375
-	-	256,371
-	1,363,851	3,931,944
-	241,607	241,607
2,262,279	12,403	2,396,541
-	-	1,179,837
<u>2,262,279</u>	<u>1,617,861</u>	<u>8,006,300</u>
<u>\$ 2,262,279</u>	<u>\$ 2,027,287</u>	<u>\$ 13,464,647</u>

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**City of Wyoming**  
**Reconciliation of the Balance Sheet to**  
**the Statement of Net Position - Governmental Funds**  
**December 31, 2023**

Total fund balances - governmental funds	\$ 8,006,300
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in governmental funds.	
Capital assets	42,470,246
Less accumulated depreciation	(16,358,150)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds.	
Long-term liabilities at year-end consist of:	
Bond principal payable	(6,475,000)
Unamortized bond premium	(194,958)
Compensated absences payable	(473,522)
Net pension liability - city pension	(1,784,264)
Deferred outflows of resources and deferred inflows of resources are created as a result of various differencers related to pensions that are not recognized in the governmental funds.	
Deferred inflows related to city pensions	(2,087,673)
Deferred outflows of resources related to city pensions	2,041,895
Deferred inflows related to fire relief pensions	(92,026)
Deferred outflows of resources related to fire relief pensions	185,571
Fire relief association net pension asset created through contributions to a defined benefit pension plan which is not recognized in the governmental funds.	
	258,936
Delinquent receivables will be collected in subsequent years, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds.	
Property taxes	42,935
Special assessments	725,177
Revenues in the Statement of Activities that do not provide current financial resources are not reported as reported as revenues in the funds.	
Deferred special assessments	1,371,645
State shared taxes	1,657,618
Governmental funds do not report a liability for accrued interest until due and payable.	
	(72,811)
Total net position - governmental activities	\$ 29,221,919

**City of Wyoming**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Governmental Funds**  
**Year Ended December 31, 2023**

	General Fund	Debt Service	Capital Projects	
		Debt Service	Capital Equipment (401)	Street Replacement (408)
<b>Revenues</b>				
Property taxes	\$ 3,647,732	\$ 917,890	\$ 265,729	\$ 300,000
Tax increments	-	31,137	-	-
Miscellaneous taxes	86,674	-	-	-
Special assessments	-	195,192	-	168,863
Licenses and permits	168,958	-	-	-
Intergovernmental	689,024	15,300	255,771	607,294
Charges for services	56,899	-	28,500	-
Fines and forfeitures	9,838	-	-	-
Miscellaneous				
Investment income	143,537	66,070	1,693	45,512
Contributions and donations	-	-	-	-
Other	84,306	-	-	367,665
Total revenues	<u>4,886,968</u>	<u>1,225,589</u>	<u>551,693</u>	<u>1,489,334</u>
<b>Expenditures</b>				
<b>Current</b>				
General government	678,512	-	27,000	-
Public safety	2,186,486	-	-	-
Public works	971,495	-	-	-
Culture and recreation	218,271	-	26,500	-
Economic development	-	8,776	-	-
<b>Debt service</b>				
Principal	-	1,055,000	-	-
Interest and other charges	-	202,802	-	-
<b>Capital outlay</b>				
General government	-	-	4,221	-
Public safety	10,613	-	53,979	-
Public works	-	-	651,774	4,015,401
Culture and recreation	-	-	-	-
Total expenditures	<u>4,065,377</u>	<u>1,266,578</u>	<u>763,474</u>	<u>4,015,401</u>
Excess of revenues over (under) expenditures	821,591	(40,989)	(211,781)	(2,526,067)
<b>Other Financing Sources (Uses)</b>				
Proceeds from sale of capital asset	-	-	-	-
Transfers in	-	-	128,340	-
Transfers out	(128,340)	-	-	-
Total other financing sources (uses)	<u>(128,340)</u>	<u>-</u>	<u>128,340</u>	<u>-</u>
Net change in fund balances	693,251	(40,989)	(83,441)	(2,526,067)
<b>Fund Balances</b>				
Beginning of year	<u>2,436,541</u>	<u>2,069,384</u>	<u>205,300</u>	<u>1,372,181</u>
End of year	<u>\$ 3,129,792</u>	<u>\$ 2,028,395</u>	<u>\$ 121,859</u>	<u>\$ (1,153,886)</u>

See notes to basic financial statements.

<u>Capital Projects</u>		
<u>Capital Revolving (409)</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 20,000	\$ 5,151,351
-	-	31,137
-	-	86,674
-	-	364,055
-	-	168,958
-	141,598	1,708,987
-	63,790	149,189
-	-	9,838
87,345	64,881	409,038
-	76,000	76,000
-	34,550	486,521
<u>87,345</u>	<u>400,819</u>	<u>8,641,748</u>
-	-	705,512
-	9,561	2,196,047
-	-	971,495
-	-	244,771
-	16,266	25,042
-	-	1,055,000
-	-	202,802
-	-	4,221
-	-	64,592
-	-	4,667,175
-	94,995	94,995
<u>-</u>	<u>120,822</u>	<u>10,231,652</u>
87,345	279,997	(1,589,904)
-	3,382	3,382
-	-	128,340
-	-	(128,340)
<u>-</u>	<u>3,382</u>	<u>3,382</u>
87,345	283,379	(1,586,522)
<u>2,174,934</u>	<u>1,334,482</u>	<u>9,592,822</u>
<u>\$ 2,262,279</u>	<u>\$ 1,617,861</u>	<u>\$ 8,006,300</u>

**City of Wyoming**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures, and Changes in Fund Balances to**  
**the Statement of Activities - Governmental Funds**  
**Year Ended December 31, 2023**

Net change in fund balances - total governmental funds \$ (1,586,522)

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

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 outlay	4,620,312
Depreciation expense	(1,276,543)

Compensated absences are recognized as paid in the governmental funds but recognized as the expense is incurred in the Statement of Activities.

(21,921)

Governmental funds recognize pension contributions as expenditures at the time of payment whereas the Statement of Activities factors in items related to pensions on a full accrual perspective.

(298,771)

Principal payments on long-term debt are recognized as expenditures in the governmental funds but have no impact on net position in the Statement of Activities.

1,055,000

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 use of current financial resources. However, interest expense is recognized as the interest accrues, on the Statement of Activities regardless of when it is due.

14,622

Proceeds from long-term debt are recognized as an other financing source in the governmental funds but as a decrease in net position in the Statement of Activities. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are amortized in the Statement of Activities.

Amortization of bond premium	32,736
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Certain revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Deferred special assessments	(333,219)
State shared taxes	1,475,118

Delinquent receivables will be collected in subsequent years, but are not available soon enough to pay for the current period's expenditures and, therefore, are not revenues in the funds.

Delinquent special assessments	535,324
Delinquent property taxes	4,214

Change in net position of governmental activities	\$ 4,220,350
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**City of Wyoming**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance -**  
**Budget and Actual - General Fund**  
**Year Ended December 31, 2023**

	<u>Budgeted Amounts</u> Original and Final	<u>Actual Amounts</u>	<u>Variance with Final Budget - Over (Under)</u>
<b>Revenues</b>			
Property taxes	\$ 3,630,153	\$ 3,647,732	\$ 17,579
Miscellaneous taxes	80,748	86,674	5,926
Licenses and permits	224,000	168,958	(55,042)
Intergovernmental	165,800	689,024	523,224
Charges for services	56,025	56,899	874
Fines and forfeitures	15,000	9,838	(5,162)
Miscellaneous			
Investment income	25,000	143,537	118,537
Other	-	84,306	84,306
Total revenues	<u>4,196,726</u>	<u>4,886,968</u>	<u>690,242</u>
<b>Expenditures</b>			
<b>Current</b>			
General government	685,732	678,512	(7,220)
Public safety	2,373,051	2,186,486	(186,565)
Public works	882,068	971,495	89,427
Culture and recreation	238,825	218,271	(20,554)
<b>Capital outlay</b>			
Public safety	17,050	10,613	(6,437)
Total expenditures	<u>4,196,726</u>	<u>4,065,377</u>	<u>(131,349)</u>
Excess of revenues over (under) expenditures	-	821,591	821,591
<b>Other Financing Sources (Uses)</b>			
Transfers out	-	(128,340)	(128,340)
Net change in fund balance	<u>\$ -</u>	<u>693,251</u>	<u>\$ 693,251</u>
<b>Fund Balance</b>			
Beginning of year		<u>2,436,541</u>	
End of year		<u>\$ 3,129,792</u>	



City of Wyoming  
Statement of Net Position - Proprietary Funds  
December 31, 2023

	Water (601, 860)	Sewer (602)	Surface Water (651)	Total Proprietary Funds
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents	\$ 1,394,618	\$ 2,854,839	\$ 582,508	\$ 4,831,965
Accounts receivable	167,675	317,444	75,129	560,248
Special assessment receivable				
Unremitted	53	101	13	167
Delinquent	2,409	4,534	571	7,514
Deferred	32,312	60,898	7,666	100,876
Prepaid items	8,750	12,495	-	21,245
Total current assets	<u>1,605,817</u>	<u>3,250,311</u>	<u>665,887</u>	<u>5,522,015</u>
<b>Noncurrent assets</b>				
<b>Capital assets</b>				
Land	6,284	-	-	6,284
Buildings and improvements	845,950	-	-	845,950
Machinery and equipment	417,289	100,779	-	518,068
Infrastructure	10,332,072	16,725,876	1,708,356	28,766,304
Total capital assets	<u>11,601,595</u>	<u>16,826,655</u>	<u>1,708,356</u>	<u>30,136,606</u>
Less accumulated depreciation	<u>(5,150,846)</u>	<u>(7,431,866)</u>	<u>(508,858)</u>	<u>(13,091,570)</u>
Net capital assets	<u>6,450,749</u>	<u>9,394,789</u>	<u>1,199,498</u>	<u>17,045,036</u>
<b>Deferred Outflows of Resources</b>				
Deferred outflows of resources related to city pensions	<u>29,654</u>	<u>28,673</u>	<u>4,427</u>	<u>62,754</u>
Total assets and deferred outflows of resources	<u>\$ 8,086,220</u>	<u>\$ 12,673,773</u>	<u>\$ 1,869,812</u>	<u>\$ 22,629,805</u>
<b>Liabilities</b>				
<b>Current liabilities</b>				
Accounts payable	\$ 22,235	\$ 59,233	\$ 744	\$ 82,212
Salaries and benefits payable	9,356	9,205	1,421	19,982
Interest payable	22,984	4,586	-	27,570
Due to other governments	-	51,056	-	51,056
Compensated absences, amount due within one year	11,657	8,469	-	20,126
Bonds payable, amount due within one year	171,298	118,702	-	290,000
Total current liabilities	<u>237,530</u>	<u>251,251</u>	<u>2,165</u>	<u>490,946</u>
<b>Noncurrent liabilities</b>				
Compensated absences, less current portion above	27,200	19,760	-	46,960
Bonds payable, less current portion above	1,841,805	248,195	-	2,090,000
Premium on bonds payable	11,506	9,930	-	21,436
Net pension liability	102,829	99,428	15,350	217,607
Total noncurrent liabilities	<u>1,983,340</u>	<u>377,313</u>	<u>15,350</u>	<u>2,376,003</u>
Total liabilities	<u>2,220,870</u>	<u>628,564</u>	<u>17,515</u>	<u>2,866,949</u>
<b>Deferred Inflows of Resources</b>				
Deferred inflows related to city pensions	<u>33,521</u>	<u>32,412</u>	<u>5,004</u>	<u>70,937</u>
<b>Net Position</b>				
Net investment in capital assets	4,426,140	9,017,962	1,199,498	14,643,600
Unrestricted	1,405,689	2,994,835	647,795	5,048,319
Total net position	<u>5,831,829</u>	<u>12,012,797</u>	<u>1,847,293</u>	<u>19,691,919</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 8,086,220</u>	<u>\$ 12,673,773</u>	<u>\$ 1,869,812</u>	<u>\$ 22,629,805</u>

See notes to basic financial statements.

**City of Wyoming**  
**Statement of Revenues, Expenses, and Changes**  
**in Net Position - Proprietary Funds**  
**Year Ended December 31, 2023**

	Water (601, 860)	Sewer (602)	Surface Water (651)	Total Proprietary Funds
<b>Operating Revenues</b>				
Charges for services	\$ 720,186	\$ 1,231,808	\$ 289,884	\$ 2,241,878
<b>Operating Expenses</b>				
Personnel services	196,624	193,706	29,730	420,060
Materials and supplies	33,008	17,124	4,051	54,183
Repairs and maintenance	39,835	54,097	19,271	113,203
Professional services	55,197	50,566	10,571	116,334
Insurance	10,917	17,996	-	28,913
Utilities	30,075	21,234	900	52,209
Depreciation	219,071	393,635	52,533	665,239
Other services and charges	21,162	613,545	24,696	659,403
Total operating expenses	<u>605,889</u>	<u>1,361,903</u>	<u>141,752</u>	<u>2,109,544</u>
Operating income (loss)	114,297	(130,095)	148,132	132,334
<b>Nonoperating Revenues (Expenses)</b>				
Investment income	58,915	109,166	21,983	190,064
Refunds and reimbursements	5,489	-	-	5,489
Miscellaneous revenue	6,924	-	-	6,924
Interest expense	(52,868)	(5,088)	-	(57,956)
Total nonoperating revenues (expenses)	<u>18,460</u>	<u>104,078</u>	<u>21,983</u>	<u>144,521</u>
Income (loss) before capital contributions	132,757	(26,017)	170,115	276,855
Capital contributions	<u>40,605</u>	<u>40,950</u>	<u>-</u>	<u>81,555</u>
Change in net position	173,362	14,933	170,115	358,410
<b>Net Position</b>				
Beginning of year	<u>5,658,467</u>	<u>11,997,864</u>	<u>1,677,178</u>	<u>19,333,509</u>
End of year	<u>\$ 5,831,829</u>	<u>\$ 12,012,797</u>	<u>\$ 1,847,293</u>	<u>\$ 19,691,919</u>

**City of Wyoming**  
**Statement of Cash Flows - Proprietary Funds**  
**Year Ended December 31, 2023**

	Water (601, 860)	Sewer (602)	Surface Water (651)	Total Proprietary Funds
<b>Cash Flows - Operating Activities</b>				
Receipts from customers and users	\$ 748,468	\$ 1,229,159	\$ 275,481	\$ 2,253,108
Payments to suppliers	(178,964)	(734,438)	(71,870)	(985,272)
Payments to employees	(216,102)	(208,939)	(29,774)	(454,815)
Net cash flows - operating activities	<u>353,402</u>	<u>285,782</u>	<u>173,837</u>	<u>813,021</u>
<b>Cash Flows - Noncapital Financing Activities</b>				
Refunds and reimbursements	5,489	-	-	5,489
Miscellaneous revenue	6,924	-	-	6,924
Net cash flows - noncapital financing activities	<u>12,413</u>	<u>-</u>	<u>-</u>	<u>12,413</u>
<b>Cash Flows - Capital and Related Financing Activities</b>				
Principal paid on debt	(164,896)	(115,104)	-	(280,000)
Interest paid on debt	(57,532)	(12,733)	-	(70,265)
Connection charges	40,605	40,950	-	81,555
Acquisition of capital assets	(371,197)	(210,854)	(88,792)	(670,843)
Net cash flows - capital and related financing activities	<u>(553,020)</u>	<u>(297,741)</u>	<u>(88,792)</u>	<u>(939,553)</u>
<b>Cash Flows - Investing Activities</b>				
Interest and dividends received	58,915	109,166	21,983	190,064
Net change in cash and cash equivalents	(128,290)	97,207	107,028	75,945
<b>Cash and Cash Equivalents</b>				
January 1	1,522,908	2,757,632	475,480	4,756,020
December 31	<u>\$ 1,394,618</u>	<u>\$ 2,854,839</u>	<u>\$ 582,508</u>	<u>\$ 4,831,965</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Flows - Operating Activities</b>				
Operating income (loss)	\$ 114,297	\$ (130,095)	\$ 148,132	\$ 132,334
Adjustments to reconcile operating gain (loss) to net cash flows				
Operating activities				
Depreciation expense	219,071	393,635	52,533	665,239
Pension related activity	(21,240)	(17,132)	(235)	(38,607)
Accounts receivable	18,633	9,587	(12,862)	15,358
Due from other governments	14,704	-	-	14,704
Prepaid items	(3,186)	(3,720)	-	(6,906)
Accounts payable	14,416	15,925	(12,381)	17,960
Special assessments	(5,055)	(12,236)	(1,541)	(18,832)
Due to other governmental units	-	27,919	-	27,919
Salaries payable	(186)	326	191	331
Compensated absences payable	1,948	1,573	-	3,521
Total adjustments	<u>239,105</u>	<u>415,877</u>	<u>25,705</u>	<u>680,687</u>
Net cash flows - operating activities	<u>\$ 353,402</u>	<u>\$ 285,782</u>	<u>\$ 173,837</u>	<u>\$ 813,021</u>

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The City of Wyoming, Minnesota (the City) operates under the “Optional Plan A” form of government as defined by *Minnesota Statutes*. Under this plan, the government of the City is directed by a City Council composed of an elected Mayor and four elected City Councilmembers. 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. Blended component units, although legally separate entities are, in substance, part of the City’s operations and so data from these units are combined with data of the primary government. The City has the following component unit.

***Blended Component Unit***

The Economic Development Authority (EDA) was created pursuant to *Minnesota Statutes* § 469.090 through 469.108 to carry out economic and industrial development and redevelopment within the City in accordance with policies established by the City Council. The seven-member board of commissioners consists of two City Council members and five members appointed by City Council. The EDA may not exercise any of the powers enumerated by the authorizing *Minnesota Statutes* without prior approval of the City Council. The operations of the EDA are blended and reported in a separate special revenue fund.

**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 City. 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 is 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.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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 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, other postemployment benefits, 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.

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.

Nonexchange 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 nonexchange transactions must also be available before it can be recognized.

Unavailable 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 unavailable revenue. On the modified accrual basis, receivables that will not be collected within the available period have also been reported as unavailable revenue in the fund financial statements.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)**

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 major governmental funds that are calculated based on these criteria:

1. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total (that is, total governmental or total enterprise funds), and
2. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of that individual governmental fund or enterprise fund are at least 5% of the corresponding total for all governmental and enterprise funds combined.

**Description of Funds:**

The following major governmental funds meet the criteria described above:

General Fund - This 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.

Debt Service Fund - This fund accounts for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the City is obligated in some manner for the payment.

Capital Equipment Fund - This fund accounts for the accumulation of resources to fund special capital equipment purchases.

Street Replacement Fund - This fund accounts for the accumulation of resources to fund municipal street projects.

Capital Revolving Fund - This fund accounts for the accumulation of resources to fund capital projects.

The City reports the following major proprietary funds:

Water Fund - This fund accounts for costs associated with the City's water distribution system and ensure user charges are sufficient to pay for those costs.

Sewer Fund - This fund accounts for costs associated with the City's sewer collection system and ensure that user charges are sufficient to pay for those costs.

Surface Water Fund - This fund accounts for the costs associated with the City's surface water system, which are financed by the surface water surcharge and ensure that user charges are sufficient to pay for those costs.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)**

As a general rule the effect of interfund activity has been eliminated from government-wide financial statements. Exceptions to this general rule are various charges between the City's water and sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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's enterprise funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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.

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

**1. Deposits and Investments**

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

- a. Direct obligations or obligations guaranteed by the United States or its agencies.
- b. 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.
- c. General obligations of a State or local government with taxing powers rated "A" or better; revenue obligations rated "AA" or better.
- d. General obligations of the Minnesota Housing Finance Agency rated "A" or better.
- e. General obligations of a State or local government with taxing powers rated "A" or better; revenue obligations rated "AA" or better.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balances (Continued)**

**1. Deposits and Investments (Continued)**

- f. General obligations of a State or local government with taxing powers rated “A” or better; revenue obligations rated “AA” or better.
- g. General obligations of the Minnesota Housing Finance Agency rated “A” or better.
- h. 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.
- i. Bankers’ acceptances of United States banks eligible for purchase by the Federal Reserve System.
- j. 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.
- k. 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.
- l. 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.

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.

**2. Property Taxes**

The City Council annually adopts a tax levy and certifies it to the County in December for collection 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 Treasurer and tax settlements are made to the City during January, June, and November each year.

Delinquent taxes receivable includes the past six years’ uncollected taxes. Governmental delinquent taxes have been offset by a deferred inflow of resources for delinquent taxes not received within 60 days after year-end in the fund financial statements.



**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balances (Continued)**

**3. 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. There has been no allowance for doubtful accounts established.

**4. Special Assessments**

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

**5. Interfund Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account unless otherwise restricted, committed, or assigned in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

**6. 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 \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The City reports infrastructure assets on a network and subsystem basis. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the government-wide financial statements.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balances (Continued)**

**6. Capital Assets (Continued)**

In the case of initial capitalization of general infrastructure assets (i.e., those reported by governmental activities) the City chose to include items dating back to June 30, 1980. The City was able to estimate the historical cost for the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the City constructs or acquires capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the City values these capital assets at the estimated acquisition of the item at the date of its donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

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

<u>Assets</u>	<u>Years</u>
Buildings and Structures	10-50
Infrastructure	20-50
Machinery and Equipment	3-20
Other Assets	3-15

**7. 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 Statement of Net Position. This item results from actuarial calculations and current year pension contributions made subsequent to the measurement date.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balances (Continued)**

**8. 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 deferred and 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/expenditure in the period incurred.

In the fund financial statements, governmental fund types recognized bond premiums and discounts during the current period.

**9. Compensated Absences**

It is the City's policy to permit employees to accumulate a limited amount earned but unused vacation and sick leave which is paid to the employee upon separation. A limited amount of earned but unused vacation and sick pay is accrued when incurred in the government-wide and proprietary fund financial statements. 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. In the governmental funds, compensated absences are generally liquidated by the General Fund.

**10. 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 and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the defined benefit plan administered by Wyoming's Fire 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.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balances (Continued)**

**11. 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 government has two types of items, which arise only under a modified accrual basis of accounting, which qualify 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: taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The government has another item that qualifies for reporting in this category related to advanced appropriations of State shared tax, which is reported on the governmental funds balance sheet. This item is deferred until time requirements have been met. The City presents deferred inflows of resources on the Statement of Net Position for deferred inflows of resources related to pensions for various estimate differences that will be amortized and recognized over future years.

**12. 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 Fund Balances - Amounts that cannot be spent because they are not in spendable form, such as prepaid items and long-term receivables.

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

Committed Fund Balances - 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 Fund Balances - 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 Fund Balances - The residual classification for the General Fund and also negative residual amounts in other funds.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balances (Continued)**

**12. Fund Balance (Continued)**

The City's policy is to maintain a minimum unrestricted fund balance of 55% of subsequent years budgeted expenditures.

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.

**13. 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:

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

**14. 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 year-end. The City does not use encumbrance accounting.

In August of each year, all departments of the City submit requests for appropriations to the City Administrator so that a budget may be prepared. Before September 30, the proposed budget is presented to the City Council for review. The City Council holds public hearings, and a final budget is prepared and adopted in early December.

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 Administrator. The legal level of budgetary control is the department level. Budgeted amounts are as originally adopted.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Excess of Expenditures over Appropriations**

Budgetary control for governmental funds is established at the department level. Expenditures exceeded appropriations in the following General Fund departments for the year ending December 31, 2023.

	Appropriations	Expenditures
General Fund		
Accounting and auditing	\$ 157,619	\$ 166,130
Elections	-	3,054
Streets and highways	825,699	921,377
Library	41,150	41,357

**B. Deficit Fund Balances**

The following Funds had deficit fund balances at December 31, 2023:

Major Funds	
Street Replacement	\$ 1,153,886

**NOTE 3 - DEPOSITS AND INVESTMENTS**

**A. Components of Cash and Investments**

Cash and investments at year-end consisted of the following:

Deposits	\$ 5,692,428
Investments	10,102,164
Total	\$ 15,794,592

Cash and investments are presented in the financial statements as follows

Statement of Net Position	
Cash and investments	\$ 15,794,592

**B. Deposits**

In accordance with applicable *Minnesota Statutes*, the City maintains deposits at depository banks authorized by the City Council, including checking accounts and certificates of deposit. The following is considered the most significant risk associated with deposits:

**Custodial Credit Risk - Deposits:** This is the risk that in the event of a bank failure, the City's deposits may not be returned, or the City will not be able to recover collateral securities in the possession of an outside party.

*Minnesota Statutes* require that all deposits be protected by federal deposit insurance, corporate surety bond, irrevocable standby letters of credit from Federal Home Loan Bank, or collateral.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)**

**B. Deposits (Continued)**

The market value of collateral pledged must equal 110% of the deposits not covered by federal deposit insurance or corporate surety bonds. Authorized collateral includes treasury bills, notes, and bonds; issues of U.S. government agencies; general obligations rated “A” or better; revenue obligations rated “AA” or better; irrevocable standard letters of credit issued by the Federal Home Loan Bank; and certificates of deposit. *Minnesota Statutes* require that securities pledged as collateral be held in safekeeping in a restricted account at the 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.

At year-end, the City had non-pooled deposits with a carrying value of \$96,119 and pooled deposits with a carrying value of \$5,596,309. The bank balances were covered by federal depository insurance or by collateral pledged in the City’s name. As stated above, Minnesota State statute requires 110% of deposits not covered by insurance, bonds, or irrevocable standby letters of credit from Federal Home Loan banks to be covered by collateral.

**C. Investments**

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

Investment Type	Fair Value	Less than 1 Year	1-5 Years	Greater than 6 Years
Municipal Securities	\$ 1,800,055	\$ 165,548	\$ 1,634,507	\$ -
Government Securities	5,644,143	355,743	4,941,439	346,961
Brokered Certificates of Deposit	779,255	-	779,255	-
Investments at amortized cost				
Money Market funds	1,878,711	1,878,711	-	-
<b>Total Investments</b>	<b>\$ 10,102,164</b>	<b>\$ 2,400,002</b>	<b>\$ 7,355,201</b>	<b>\$ 346,961</b>

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

- ◆ \$8,223,453 of investments 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. The City’s investment in this trust is measured at the net asset value per share provided by the pool, which is based on an amortized cost method that approximates fair value. Investments in the 4M Plus must be deposited for a minimum of 14 days. Withdrawals prior to the 14-day restriction period will be subject to a penalty equal to seven days interest on the amount withdrawn. 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.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)**

**C. Investments (Continued)**

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

**Credit Risk:** This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Ratings are provided by various credit rating agencies and where applicable, indicate associated credit risk. *Minnesota Statutes* and the City's investment policy limit the City's investments to the list in Note 1, D. As of December 31, 2023, the municipal securities were rated Aaa to Aa3 by Moody's and AAA to AA- by S&P. The remaining securities were unrated.

**Custodial Credit Risk:** This is the risk that, in the event of the failure of the Counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City will minimize custodial risk 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:** This 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 will minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and managing the average maturity of the overall portfolio to be consistent with the risk profile of the City not to exceed 3.5 years.

**Concentration of Credit Risk:** This 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. The City has not invested more than 5% of applicable investments in a single issuer.



**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 4 - 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	\$ 869,787	\$ -	\$ -	\$ 869,787
Construction in progress	2,386,257	4,091,744	1,650,000	4,828,001
Total capital assets not being depreciated	<u>3,256,044</u>	<u>4,091,744</u>	<u>1,650,000</u>	<u>5,697,788</u>
Capital assets being depreciated				
Buildings and improvements	686,631	-	-	686,631
Machinery and equipment	5,373,315	459,568	-	5,832,883
Infrastructure	28,533,944	1,719,000	-	30,252,944
Total capital assets being depreciated	<u>34,593,890</u>	<u>2,178,568</u>	<u>-</u>	<u>36,772,458</u>
Less accumulated depreciation for				
Buildings and improvements	(504,187)	(12,550)	-	(516,737)
Machinery and equipment	(3,311,712)	(386,903)	-	(3,698,615)
Infrastructure	(11,265,708)	(877,090)	-	(12,142,798)
Total accumulated depreciation	<u>(15,081,607)</u>	<u>(1,276,543)</u>	<u>-</u>	<u>(16,358,150)</u>
Total capital assets being depreciated, net	<u>19,512,283</u>	<u>902,025</u>	<u>-</u>	<u>20,414,308</u>
Governmental activities capital assets, net	<u>\$ 22,768,327</u>	<u>\$ 4,993,769</u>	<u>\$ 1,650,000</u>	<u>\$ 26,112,096</u>

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 4 - CAPITAL ASSETS (CONTINUED)**

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities				
Capital assets not being depreciated				
Land	\$ 6,284	\$ -	\$ -	\$ 6,284
Construction in progress	1,472,370	101,800	1,574,170	-
Total capital assets Not being depreciated	<u>1,478,654</u>	<u>101,800</u>	<u>1,574,170</u>	<u>6,284</u>
Capital assets being depreciated				
Buildings and improvements	845,950	-	-	845,950
Machinery and equipment	146,871	371,197	-	518,068
Infrastructure	27,047,200	1,719,104	-	28,766,304
Total capital assets being depreciated	<u>28,040,021</u>	<u>2,090,301</u>	<u>-</u>	<u>30,130,322</u>
Less accumulated depreciation for				
Buildings and improvements	(658,523)	(15,350)	-	(673,873)
Machinery and equipment	(107,554)	(6,890)	-	(114,444)
Infrastructure	(11,660,254)	(642,999)	-	(12,303,253)
Total accumulated depreciation	<u>(12,426,331)</u>	<u>(665,239)</u>	<u>-</u>	<u>(13,091,570)</u>
Total capital assets being depreciated, net	<u>15,613,690</u>	<u>1,425,062</u>	<u>-</u>	<u>17,038,752</u>
Business-type activities capital assets, net	<u>\$ 17,092,344</u>	<u>\$ 1,526,862</u>	<u>\$ 1,574,170</u>	<u>\$ 17,045,036</u>

Depreciation expense was charged to functions/programs of the City as follows:

Governmental activities	
General Government	\$ 53,125
Public Safety	192,313
Public Works	988,615
Culture and Recreation	42,490
Total depreciation expense - governmental activities	<u>\$ 1,276,543</u>
Business-type activities	
Water	\$ 219,071
Sewer	393,635
Surface Water	52,533
Total depreciation expense - governmental activities	<u>\$ 665,239</u>

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 5 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

**A. Internal Balances**

At December 31, 2023, advances to/from other funds for the City were as follows:

The City approved an advance to the Debt Service fund from the General Fund to provide funding for the tax increment financing bond payments due to the district not generating enough tax increment revenue to meet debt obligations. The advance will be paid back with future tax increments. The outstanding balance on the advance at year-end was \$186,507.

**B. Transfers**

The composition of interfund transfers as of December 31, 2023, is as follows:

The City transferred \$128,340 from the General Fund to the Capital Equipment Fund for the purpose of the future capital expenditure budget.

**NOTE 6 - LONG-TERM DEBT**

**A. General Obligation (G.O.) Bonds**

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

G.O. bonds are direct obligations and pledge the full faith and credit of the City.

**B. General Obligation (G.O.) Improvement Bonds**

The following bonds were issued to finance various improvements and will be repaid from special assessments levied on the properties benefiting from the improvements and ad valorem tax levies. All special assessment debt is backed by the full faith and credit of the City. Each year the combined assessment and tax levy equals 105% of the amount required for debt service. The excess of 5% is to cover any delinquencies in tax or assessment payments.

G.O. improvement bonds currently outstanding are as follows:

	<u>Authorized and Issued</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balance at Year-End</u>
G.O. Improvement Bonds, Series 2009A	\$ 3,955,000	2.00-5.50%	09/15/09	02/01/25	\$ 685,000
G.O. Improvement Bonds, Series 2015A	3,235,000	2.00-5.50%	09/15/09	02/01/26	1,075,000
G.O. Improvement Bonds, Series 2016A	1,125,000	0.85-1.75%	10/20/16	02/01/27	470,000
G.O. Improvement Bonds, Series 2018A	1,495,000	3.00-3.25%	07/19/18	02/01/34	1,160,000
G.O. Improvement Bonds, Series 2020A	3,495,000	2.00%	07/16/20	02/01/36	<u>3,085,000</u>
Total G.O. Improvement Bonds					<u>\$ 6,475,000</u>

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 6 - LONG-TERM DEBT (CONTINUED)**

**B. General Obligation (G.O.) Improvement Bonds (Continued)**

Requirement to maturity for general obligation improvement bonds follows:

<u>Year Ending December 31,</u>	General Obligation Improvement Bonds Governmental Activities			
	<u>Principal</u>	<u>Interest</u>	<u>Subsidy</u>	<u>Total</u>
2024	\$ 1,095,000	\$ 156,188	\$ (13,273)	\$ 1,237,915
2025	1,130,000	118,210	-	1,248,210
2026	810,000	88,494	-	898,494
2027	445,000	73,394	-	518,394
2028	330,000	64,794	-	394,794
2029-2033	1,760,000	204,384	-	1,964,384
2034-2036	905,000	25,631	-	930,631
Total	<u>\$ 6,475,000</u>	<u>\$ 731,095</u>	<u>\$ (13,273)</u>	<u>\$ 7,192,822</u>

**C. G.O. Revenue Bonds**

The following bonds were issued to finance capital improvement in the enterprise funds. They will be retired from net revenue of the enterprise funds.

	<u>Authorized and Issued</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balance at Year-End</u>
G.O. Utility Revenue Bonds, Series 2015A	\$ 1,525,000	3.00%	06/30/15	02/01/26	\$ 510,000
G.O. Utility Revenue Bonds, Series 2015B	2,670,000	0.75-3.10%	11/12/15	02/01/36	<u>1,870,000</u>
Total G.O. Revenue Bonds					<u>\$ 2,380,000</u>

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 6 - LONG-TERM DEBT (CONTINUED)**

**General Obligation (G.O.) Improvement Bonds (Continued)**

**C. G.O. Revenue Bonds (Continued)**

The annual debt service requirements to maturities for general obligation revenue bonds are as follows:

<u>Year Ending December 31,</u>	General Obligation Revenue Bonds Business-Type Activities		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 290,000	\$ 62,440	\$ 352,440
2025	295,000	54,852	349,852
2026	305,000	47,000	352,000
2027	130,000	41,385	171,385
2028	135,000	38,073	173,073
2029-2033	730,000	131,175	861,175
2034-2036	495,000	23,248	518,248
<b>Total</b>	<b><u>\$ 2,380,000</u></b>	<b><u>\$ 398,173</u></b>	<b><u>\$ 2,778,173</u></b>

During the year ended December 31, 2023, the following changes occurred in long-term liabilities:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>Governmental Activities</b>					
Bonds payable					
G.O. Improvement Bonds	\$ 7,530,000	\$ -	\$ (1,055,000)	\$ 6,475,000	\$ 1,095,000
Unamortized Premium on Bonds	227,694	-	(32,736)	194,958	-
Total bonds payable	<u>7,757,694</u>	<u>-</u>	<u>(1,087,736)</u>	<u>6,669,958</u>	<u>1,095,000</u>
	451,601	215,893	(193,972)	473,522	142,057
Compensated Absences Payable					
Long-term liabilities	<u>\$ 8,209,295</u>	<u>\$ 215,893</u>	<u>\$ (1,281,708)</u>	<u>\$ 7,143,480</u>	<u>\$ 1,237,057</u>
<b>Business-Type Activities</b>					
G.O. Revenue Bonds	2,660,000	-	(280,000)	2,380,000	290,000
Unamortized Premium on Bonds	30,745	-	(9,309)	21,436	-
Compensated absences payable	<u>63,565</u>	<u>28,010</u>	<u>(24,489)</u>	<u>67,086</u>	<u>20,126</u>
Business-type activity long-term liabilities	<u>\$ 2,754,310</u>	<u>\$ 28,010</u>	<u>\$ (313,798)</u>	<u>\$ 2,468,522</u>	<u>\$ 310,126</u>

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 6 - LONG-TERM DEBT (CONTINUED)**

**D. Tax Increment Districts**

The City's tax increment districts are subject to review by the State of Minnesota Office of the State Auditor (OSA). Any disallowed claims or misuse of tax increments could become a liability of the applicable fund. Management has indicated that they are not aware of any instances of noncompliance, which would have a material effect on the financial statements.

**NOTE 7 - FUND BALANCES**

At December 31, 2023, portions of the City's fund balance are not available for appropriation due to not being in spendable form (Nonspendable), legal restrictions (Restricted), City Council action (Committed), policy and/or intent (Assigned). The following is a summary of the components of fund balance:

	General	Debt Service	Capital Equipment	Street Replacement	Capital Revolving	Other Governmental Funds	Total Governmental Funds
<b>Nonspendable</b>							
Prepaid items	\$ 69,864	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 69,864
Advances to other funds	186,507	-	-	-	-	-	186,507
Total nonspendable	<u>256,371</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>256,371</u>
<b>Restricted</b>							
Debt service	-	2,214,947	-	-	-	-	2,214,947
Public safety expenditures	353,146	-	-	-	-	18,838	371,984
Revolving loan	-	-	-	-	-	22,571	22,571
Park dedication	-	-	-	-	-	227,795	227,795
Lawful gambling	-	-	-	-	-	129,043	129,043
State Aid Streets	-	-	-	-	-	965,604	965,604
Total restricted	<u>353,146</u>	<u>2,214,947</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,363,851</u>	<u>3,931,944</u>
<b>Committed</b>							
Public safety expenditures	-	-	-	-	-	37,952	37,952
Economic Development	-	-	-	-	-	203,655	203,655
Total committed	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>241,607</u>	<u>241,607</u>
<b>Assigned</b>							
Capital projects	-	-	121,859	-	2,262,279	5,504	2,389,642
Capital equipment	-	-	-	-	-	6,899	6,899
Total assigned	<u>-</u>	<u>-</u>	<u>121,859</u>	<u>-</u>	<u>2,262,279</u>	<u>12,403</u>	<u>2,396,541</u>
<b>Unassigned</b>							
	<u>2,520,275</u>	<u>(186,552)</u>	<u>-</u>	<u>(1,153,886)</u>	<u>-</u>	<u>-</u>	<u>1,179,837</u>
Total fund balance	<u>\$ 3,129,792</u>	<u>\$ 2,028,395</u>	<u>\$ 121,859</u>	<u>\$ (1,153,886)</u>	<u>\$ 2,262,279</u>	<u>\$ 1,617,861</u>	<u>\$ 8,006,300</u>

**NOTE 8 - PENSION PLANS**

The City participates in various pension plans. Total pension expense for the year ended December 31, 2023, was \$590,016. The components of pension expense are noted in the following plan summaries.

The General Fund and Water and Sewer Funds typically liquidate the liability related to pensions.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees' Retirement Association**

**A. Plan Description**

The City participates in the following cost-sharing multiple-employer defined benefit pension plans administered by 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.

**Public Employees Police and Fire Plan**

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

**B. Benefits Provided**

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

**General Employees Plan Benefits**

General Employees Plan benefits are based on a member's highest average salary for any 5 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 a Coordinated members is 1.2% for each of the first 10 years of service and 1.7% for each additional year. Under Method 2, the accrual rate for Coordinated members is 1.7% 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% of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1% and a maximum of 1.5%. 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 Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees' Retirement Association (Continued)**

**B. Benefits Provided (Continued)**

Police and Fire Plan Benefits

Benefits for the Police and Fire Plan members first hired after June 30, 2010, but before July 1, 2014, vest on a prorated basis from 50% after five years up to 100% after 10 years of credited service. Benefits for Police and Fire Plan members first hired after June 30, 2014, vest on a prorated basis from 50% after 10 years up to 100% after 20 years of credited service. The annuity accrual rate is 3% of average salary for each year of service. For Police and Fire Plan members who were first hired prior to July 1, 1989, a full annuity is available when age plus years of service equal at least 90.

Benefit increases are provided to benefit recipients each January. The postretirement increase is fixed at 1%. Recipients that have been receiving the annuity or benefit for at least 36 months as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least 25 months but less than 36 months as of the June 30 before the effective date of the increase will receive a reduced prorated increase.

**C. Contributions**

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

General Employees Fund Contributions

Coordinated Plan members were required to contribute 6.5% of their annual covered salary in fiscal year 2023 and the City was required to contribute 7.5% for Coordinated Plan members. The City's contributions to the General Employees Fund for the year ended December 31, 2023, were \$86,374. The City's contributions were equal to the required contributions as set by state statute.

Police and Fire Fund Contributions

Police and Fire Plan members were required to contribute 11.8% of their annual covered salary in fiscal year 2023, and the City was required to contribute 17.7% for Police and Fire Plan members. The City's contributions to the Police and Fire Fund for the year ended December 31, 2023, were \$149,496. The City's contributions were equal to the required contributions as set by state statute.

**D. Pension Costs**

At December 31, 2023, the City reported a liability of \$827,599 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 \$22,802.

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 0.0148% at the end of the measurement period and 0.0144% for the beginning of the period.



**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees' Retirement Association (Continued)**

**D. Pension Costs (Continued)**

City's proportionate share of the net pension liability	\$ 827,599
State of Minnesota's proportionate share of the net pension liability associated with the City	<u>22,802</u>
Total	<u><u>\$ 850,401</u></u>

For the year ended December 31, 2023, the City recognized pension expense of \$149,726 for its proportionate share of General Employees Plan's pension expense. Included in the amount, the City recognized \$102 as pension expense (and grant revenue) for its proportionate share of the State of Minnesota's contribution of \$16 million to the General Employees Fund.

At December 31, 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:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ 27,002	\$ 5,586
Changes in actuarial assumptions	131,225	226,838
Net difference between projected and actual investment earnings	-	35,228
Changes in proportion	37,250	2,136
Contributions paid to PERA subsequent to the measurement date	<u>43,187</u>	<u>-</u>
Total	<u><u>\$ 238,664</u></u>	<u><u>\$ 269,788</u></u>

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees' Retirement Association (Continued)**

**D. Pension Costs (Continued)**

General Employees Fund Pension Costs (Continued)

The \$43,187 reported as deferred outflows of resources related to pensions resulting from City 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 deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31,	Pension Expense Amount
2024	\$ 36,447
2025	(117,184)
2026	24,379
2027	(17,953)
Total	\$ (74,311)

Police and Fire Fund Pension Costs

At December 31, 2023, the City reported a liability of \$1,174,272 for its proportionate share of the Police and Fire Fund's net pension liability. 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 0.0680% at the end of the measurement period and 0.0725% for the beginning of the period.

The State of Minnesota contributed \$18 million to the Police and Fire Fund in the plan fiscal year ended June 30, 2023. The contribution consisted of \$9 million in direct state aid that meets the definition of a special funding situation and \$9 million in supplemental state aid that does not meet the definition of a special funding situation. The \$9 million direct state aid was paid on October 1, 2022. Thereafter, by October 1 of each year, the State will pay \$9 million to the Police and Fire Fund until full funding is reached or July 1, 2048, whichever is earlier. The \$9 million in supplemental state aid will continue until the fund is 90% funded, or until the State Patrol Plan (administered by the Minnesota State Retirement System) is 90% funded, whichever occurs later. The State of Minnesota's proportionate share of the net pension liability associated with the City totaled \$47,341.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees' Retirement Association (Continued)**

**D. Pension Costs (Continued)**

Police and Fire Fund Pension Costs (Continued)

City's proportionate share of the net pension liability		\$ 1,174,272
State of Minnesota's proportionate share of the net pension liability associated with the City		47,341
Total		\$ 1,221,613

The State of Minnesota is included as a non-employer contributing entity in the Police and Fire Retirement Plan Schedule of Employer Allocations and Schedule of Pension Amounts by Employer (pension allocation schedules) for the \$9 million in direct state aid. Police and Fire Plan employers need to recognize their proportionate share of the State of Minnesota's pension expense (and grant revenue) under GASB 68 special funding situation accounting and financial reporting requirements. For the year ended December 31, 2023, the City recognized pension expense of \$325,442 for its proportionate share of the Police and Fire Plan's pension expense. Included in this amount, the City recognized (\$2,851) as pension expense (and grant revenue) for its proportionate share of the State of Minnesota's contribution of \$9 million to the Police and Fire Fund.

The State of Minnesota is not included as a non-employer contributing entity in the Police and Fire Pension Plan pension allocation schedules for the \$9 million in supplemental state aid. The City also recognized \$6,120 for the year ended December 31, 2023, as revenue and an offsetting reduction of the net pension liability for its proportionate share of the State of Minnesota's on-behalf contributions to the Police and Fire Fund.

At December 31, 2023, the City reported its proportionate share of the Police and Fire 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	\$ 332,625	\$ -
Changes in actuarial assumptions	1,446,696	1,651,903
Net difference between projected and actual investment earnings	-	42,911
Changes in proportion	11,916	194,008
Contributions paid to PERA subsequent to the measurement date	74,748	-
Total	\$ 1,865,985	\$ 1,888,822

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees' Retirement Association (Continued)**

**D. Pension Costs (Continued)**

**Police and Fire Fund Pension Costs (Continued)**

The \$74,748 reported as deferred outflows of resources related to pensions resulting from City 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:

Year Ending December 31,	Pension Expense Amount
2024	\$ 41,789
2025	(7,310)
2026	285,552
2027	(93,634)
2028	(323,982)
Total	\$ (97,585)

**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
Total	100.0 %	

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees' Retirement Association (Continued)**

**F. Actuarial Methods and 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%. 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% was deemed to be within that range of reasonableness for financial reporting purposes.

Inflation is assumed to be 2.25% for the General Employees Plan and 2.25% for the Police and Fire Plan. Benefit increases after retirement are assumed to be 1.25% for the General Employees Plan and 1% for the Police and Fire Plan.

Salary growth assumptions in the General Employees Plan range in annual increments from 10.25% after one year of service to 3.0% after 27 years of service. In the Police and Fire Plan, salary growth assumptions range from 11.75% after one year of service to 3.0% after 24 years of service.

Mortality rates for the General Employees Plan are based on the Pub-2010 General Employee Mortality Table. Mortality rates for the Police and Fire Plan are based on the Pub-2010 Public Safety Employee Mortality tables. 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 most recent four-year experience study for the Police and Fire Plan was completed in 2020 and was adopted by the Board and became effective with the July 1, 2021, 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% to 7.0%.

**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% minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees' Retirement Association (Continued)**

**F. Actuarial Methods and Assumptions (Continued)**

Police and Fire Fund

Changes in Actuarial Assumptions

- ◆ The investment return assumption and single discount rate were changed from 6.5% to 7.0%.
- ◆ The single discount rate changed from 5.4% to 7.0%.

Changes in Plan Provisions

- ◆ Additional one-time direct state aid contribution of 19.4 million will be contributed to the Plan on October 1, 2023.
- ◆ Vesting requirement for new hires after June 30, 2014, was changed from a graded 20-year vesting schedule to a graded 10-year vesting schedule, with 50% vesting after five years, increasing incrementally to 100% after 10 years.
- ◆ A one-time, non-compounding benefit increase of 3.0% will be payable in a lump sum for calendar year 2024 by March 31, 2024.
- ◆ Psychological treatment is required effective July 1, 2023, prior to approval for a duty disability benefit for a psychological condition relating to the member's occupation.
- ◆ The total and permanent duty disability benefit was increased, effective July 1, 2023.

**G. Discount Rate**

The discount rate used to measure the total pension liability in 2023 was 7.0%. 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 positions of the General Employees and Police and Fire Plans 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.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees' Retirement Association (Continued)**

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

	1% Decrease in Discount Rate (6.0%)	Current Discount Rate (7.0%)	1% Increase in Discount Rate (8.0%)
City's proportionate share of the General Employees Fund net pension liability	\$ 1,464,090	\$ 827,599	\$ 304,062
City's proportionate share of the Police and Fire Fund net pension liability	\$ 2,329,895	\$ 1,174,272	\$ 224,195

**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](http://www.mnpera.org).

**Public Employees Defined Contribution Plan (Defined Contribution Plan)**

Council members are covered by the Defined Contribution Plan, a multiple-employer deferred compensation plan administered by PERA. The Defined Contribution Plan is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until time of withdrawal.

The defined contribution plan consists of individual accounts paying a lump-sum benefit. Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses; therefore, there is no future liability to the City. *Minnesota Statutes* Chapter 353D.03, specifies plan provisions, including the employee and employer contribution rates for those qualified personnel who elect to participate. An eligible elected official who decides to participate contributes 5% of salary which is matched by the elected official's employer. Employees who are paid for their services may elect to make member contributions in an amount not to exceed the employer share.

Employer and employee contributions are combined and used to purchase shares in one or more of the seven accounts of the Minnesota Supplemental Investment Fund. For administering the plan, PERA receives 2% of employer contributions and twenty-five hundredths of 1% (.25%) of the assets in each member's account annually.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Public Employees Defined Contribution Plan (Defined Contribution Plan) (Continued)**

Pension expense for the year is equal to the contributions made. Total contributions made by the City during fiscal year 2023 were:

Contribution Amount		Percentage of Covered Payroll		Required Rate
Employee	Employer	Employee	Employer	
\$ 200	\$ 200	5%	5%	5%

**Defined Benefit Pension Plan - Volunteer Firefighter’s Relief Association**

**A. Plan Description**

The City of Wyoming Firefighter’s Relief Association is the administrator of a single employer defined benefit pension plan established to provide benefits for members of the City of Wyoming Fire Department per *Minnesota State Statutes*.

The Association issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to City of Wyoming Firefighter’s Association, 26885 Forest Blvd, Wyoming, MN 55092 or by calling (651) 257-4100.

**B. Benefits Provided**

A firefighter who completes at least 20 years as an active member of the Department is entitled, after age 50, to a full-service pension upon retirement. The lump sum pension is based on completed months of service. The current lump sum pension is based on \$4,500 per year of service plus a supplemental benefit of 10% of the regular lump sum distribution, but not more than \$1,000.

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

**C. Members Covered by Benefit Terms**

At December 31, 2021, the following members were covered by the benefit terms:

Inactive members entitled to but not yet receiving benefits	4
Active members	29
	<hr/>
Total	33
	<hr/> <hr/>



**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Defined Benefit Pension Plan - Volunteer Firefighter's Relief Association (Continued)**

**D. Contributions**

*Minnesota Statutes* Chapter 424A.092 specifies minimum support rates required on an annual basis. The minimum support rates from the municipality and from State aids are determined as the amount required to meet the normal cost plus amortizing any existing prior service costs over a ten-year period. The City's obligation is the financial requirement for the year less state aids. Any additional payments by the City shall be used to amortize the unfunded liability of the relief association. The Association is comprised of volunteers; therefore, there are no payroll expenditures (i.e., there are no covered payroll percentage calculations). During 2023, the City recognized as revenue and as an expenditure an on behalf payment of \$62,038 made by the State of Minnesota for the Relief Association. The City also contributed \$5,200 to the Relief Association.

**E. Net Pension Liability**

The City's net pension liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021.

*Actuarial Assumptions*

The total pension liability measured at December 31, 2022, was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25 %	
Investment rate	4.75 %	Net of pension plan investment expenses: including inflation

The mortality assumptions include Pub-2010 Public Safety Employee mortality tables with projected mortality improvements based on scale MP-2020 for Healthy Pre-retirement and Pub-2010 Healthy Retired Public Safety mortality tables with projected mortality improvements based on scale MP-2020 with male rates being adjusted by a factor of 0.98 for Healthy Post-retirement. Disabled use Pub-2010 Public Safety Disabled Retiree mortality tables with projected mortality improvements based on scale MP-2020. Male rates are adjusted by a factor of 1.05.

The value of death benefits is similar to the value of the retirement pension. Because of low retirement ages, the plan assumes no pre-retirement mortality. Post-retirement mortality does not apply as the benefit structure and form of payment do not reflect lifetime benefits.

The long-term return on assets has been set based on the plan's target investment allocation along with long-term return expectations by asset class. When there is sufficient historical evidence of market outperformance, historical average returns may be considered. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of the measurement date are summarized in the table on the following page.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Defined Benefit Pension Plan - Volunteer Firefighter's Relief Association (Continued)**

**E. Net Pension Liability (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	45.16 %	4.42 %
Fixed income	34.32	1.00
Cash and Equivalents	20.52	-0.33
Total	<u>100.0 %</u>	

*Discount Rate*

The discount rate used to measure the total pension liability was 4.75%. Assets were projected using expected benefit payments and expected asset returns. Expected benefit payments by year were discounted using the expected asset return assumption for years in which the assets were sufficient to pay all benefit payments. Any remaining benefit payments after the trust fund is exhausted are discounted at the municipal bond rate. The equivalent single rate is the discount rate.

	<u>Increase (Decrease)</u>		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at January 1, 2022	<u>\$ 588,915</u>	<u>\$ 1,071,510</u>	<u>\$ (482,595)</u>
Changes for the year			
Service cost	52,122	-	52,122
Interest cost	30,449	-	30,449
Changes of benefit terms	59,930	-	59,930
State and local contributions	-	61,198	(61,198)
Net investment income	-	(148,380)	148,380
Other addition	-	6,024	(6,024)
Net changes	<u>142,501</u>	<u>(81,158)</u>	<u>223,659</u>
Balances at December 31, 2022	<u>\$ 731,416</u>	<u>\$ 990,352</u>	<u>\$ (258,936)</u>

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Defined Benefit Pension Plan - Volunteer Firefighter's Relief Association (Continued)**

**E. Net Pension Liability (Continued)**

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the City, calculated using the discount rate of 4.75%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.75%) or 1-percentage-point higher (5.75%) than the current rate:

	1% Decrease in Discount Rate (3.75%)	Current Discount Rate Rate (4.75%)	1% Increase in Discount Rate (5.75%)
City's net pension liability (asset)	\$ (218,795)	\$ (258,936)	\$ (296,842)

Detailed information about the pension plan's fiduciary net position is available in the separately issued relief association financial report.

**F. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended December 31, 2023, the City recognized pension expense of \$114,848. At December 31, 2023, the City reported 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 liability	\$ -	\$ 92,026
Changes in actuarial assumptions	27,722	-
Net collective difference between projected and actual investment earnings	90,611	-
Contributions paid subsequent to the measurement date	67,238	-
Total	\$ 185,571	\$ 92,026

The \$67,238 reported as deferred outflows of resources related pensions resulting from the City's contribution to the relief association 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 and deferred inflows of resources related to pensions will be recognized in pension expense as shown on the following page.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 8 - PENSION PLANS (CONTINUED)**

**Defined Benefit Pension Plan - Volunteer Firefighter’s Relief Association (Continued)**

**F. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

Year Ending	Total
2024	\$ (3,862)
2025	9,607
2026	22,553
2027	32,529
2028	(7,446)
Thereafter	(27,074)
Total	\$ 26,307

**G. Payable to the Pension Plan**

At December 31, 2023, the City reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended December 31, 2023.

**NOTE 9 - 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 10 - JOINT VENTURE**

The City is member of the Chisago Lakes Joint Sewage Treatment Commission (CLJSTC) along with five other communities. The purpose of the CLJSTC is to provide administration and operation of the disposal system serving all six communities. Each community owns a percentage of the assets of the Commission and is responsible for a proportionate share of expenses and debt. The City costs are reflected in the Sewer enterprise fund and totaled \$341,509 and \$327,724 for the years ended 2023 and 2022, respectively. Totals from the most recently issued condensed combined financial statements of the CLJSTC are below and on the following page.

**City of Wyoming**  
**Notes to Basic Financial Statements**

**NOTE 10 - JOINT VENTURE (CONTINUED)**

**Statement of Net Position**  
**December 31, 2023**

**Assets**

Current assets	\$ 1,850,024
Capital assets and other noncurrent assets	11,398,823
Total assets	13,248,847

**Liabilities**

Current liabilities	1,099,531
Noncurrent liabilities	2,815,092
Total liabilities	3,914,623

**Net Position**

Net investment in capital assets	6,890,245
Restricted	1,661,482
Unrestricted	782,497
Total net position	\$ 9,334,224

**Statement of Activities**  
**December 31, 2023**

**Revenues**

Operating	\$ 2,221,951
Nonoperating	34,928
Total revenues	2,256,879

**Expenses**

Operating	2,166,336
Nonoperating	78,931
Total expenses	2,245,267

Change in net position	11,612
Net position - beginning of year	9,322,612
Net position - end of year	\$ 9,334,224

**NOTE 11 - COMMITMENTS**

At December 31, 2023, the City had outstanding construction commitments totaling \$195,322 for the East Viking Boulevard Utility Project. There were additional outstanding commitments related to the 2023 Fallbrook Ave & 264th Street Project for \$97,600, along with \$34,883 for the Railway Park Project. The City had total outstanding commitments of \$327,805.

**REQUIRED SUPPLEMENTARY INFORMATION**

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**City of Wyoming**  
**Schedule of City's Proportionate Share**  
**of Net Pension Liability**  
**General Employees Retirement Fund**  
**Last Ten Years**

For Fiscal Year Ended June 30,	City's Proportionate Share (Percentage) of the Net Pension Liability (Asset)	City's Proportionate Share (Amount) of the Net Pension Liability (Asset)	State's Proportionate Share (Amount) of the Net Pension Liability Associated with the City	City's Proportionate Share of the Net Pension Liability Associated with the City	City's Covered Payroll	City's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.0153%	\$ 792,925	\$ -	\$ 792,925	\$ 899,558	88.15%	78.19%
2016	0.0129%	1,047,420	13,713	1,061,133	796,189	133.28%	68.91%
2017	0.0133%	849,063	10,663	859,726	855,722	99.22%	75.90%
2018	0.0122%	676,806	22,200	699,006	820,000	82.54%	79.53%
2019	0.0126%	696,626	21,666	718,292	894,640	77.87%	80.23%
2020	0.0136%	815,382	25,288	840,670	972,773	83.82%	79.06%
2021	0.0145%	619,215	18,855	638,070	1,043,707	59.33%	87.00%
2022	0.0144%	1,140,485	33,611	1,174,096	1,082,240	105.38%	76.67%
2023	0.0148%	827,599	22,802	850,401	1,176,627	70.34%	83.10%

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

**City of Wyoming**  
**Schedule of City's Proportionate Share**  
**of Net Pension Liability**  
**Public Employees Police and Fire Fund**  
**Last Ten Years**

For Fiscal Year Ended June 30,	City's Proportionate Share (Percentage) of the Net Pension Liability (Asset)	City's Proportionate Share of the Net Pension Liability (Asset)	State's Proportionate Share (Amount) of the Net Pension Liability Associated with the City	City's Proportionate Share (Amount) of the Net Pension Liability (Asset)	City's Proportionate Share of the Net Pension Liability Associated with the City	City's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.0770%	\$ 874,900	N/A	\$ 874,900	\$ 710,967	123.06%	86.61%
2016	0.0750%	3,009,881	N/A	3,009,881	726,311	414.41%	63.88%
2017	0.0780%	1,046,073	N/A	1,046,073	802,482	130.35%	85.43%
2018	0.0737%	778,933	N/A	778,933	776,333	100.33%	88.84%
2019	0.0778%	817,757	N/A	817,757	840,111	97.34%	89.26%
2020	0.0745%	975,285	\$ 23,148	998,433	899,451	111.00%	87.19%
2021	0.0716%	546,232	24,840	571,072	924,414	61.78%	93.66%
2022	0.0725%	3,154,914	137,884	3,292,798	880,565	373.94%	70.53%
2023	0.0680%	1,174,272	47,341	1,221,613	893,497	136.72%	86.47%

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



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**City of Wyoming  
Schedule of City Contributions  
General Employees Retirement Fund  
Last Ten Years**

Fiscal Year Ending December 31,	Statutorily Required Contribution	Contributions in Relation to the Statutorily	Contribution Deficiency (Excess)	City's Covered Payroll	Contributions as a Percentage of
2015	\$ 63,293	\$ 63,293	\$ -	\$ 843,907	7.50%
2016	61,537	61,537	-	820,493	7.50%
2017	60,118	60,118	-	801,573	7.50%
2018	69,211	69,211	-	922,813	7.50%
2019	70,182	70,182	-	935,760	7.50%
2020	75,701	75,701	-	1,009,347	7.50%
2021	74,287	74,287	-	990,493	7.50%
2022	74,271	74,271	-	990,280	7.50%
2023	86,374	86,374	-	1,151,653	7.50%

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

**City of Wyoming  
Schedule of City Contributions  
Public Employees Police and Fire Fund  
Last Ten Years**

Fiscal Year Ending December 31,	Statutorily Required Contribution	in Relation to the Statutorily Required	Contribution Deficiency (Excess)	City's Covered Payroll	as a Percentage of Covered Payroll
2015	\$ 113,792	\$ 113,792	\$ -	\$ 702,420	16.20%
2016	125,767	125,767	-	776,340	16.20%
2017	126,239	126,239	-	779,253	16.20%
2018	127,891	127,891	-	789,451	16.20%
2019	141,556	141,556	-	835,139	16.95%
2020	149,071	149,071	-	842,209	17.70%
2021	160,375	160,375	-	906,073	17.70%
2022	170,772	170,772	-	964,814	17.70%
2023	149,496	149,496	-	844,610	17.70%

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

**City of Wyoming**  
**Schedule of Changes in Net Pension Liability - Fire Relief Association -**  
**General Employees Retirement Fund**  
**Last Ten Years\***

	2015	2016	2017	2018
<b>Total Pension Liability (TPL)</b>				
Service cost	\$ 23,360	\$ 25,442	\$ 26,142	\$ 21,354
Interest on the pension liability	15,876	17,650	19,006	14,110
Differences between expected and actual experience	-	-	(102,356)	-
Changes of assumptions	-	-	4,047	-
Changes of benefit terms	-	-	-	59,227
Benefit payments	(8,033)	(15,490)	(26,875)	-
Net change in TPL	<u>31,203</u>	<u>27,602</u>	<u>(80,036)</u>	<u>94,691</u>
TPL - beginning	<u>245,265</u>	<u>276,468</u>	<u>304,070</u>	<u>224,034</u>
TPL - ending	<u>\$ 276,468</u>	<u>\$ 304,070</u>	<u>\$ 224,034</u>	<u>\$ 318,725</u>
<b>Plan Fiduciary Net Position (PFNP)</b>				
Contributions - State	\$ 43,147	\$ 44,376	\$ 43,366	\$ 44,670
Contributions - City	-	5,600	6,000	10,000
Net investment income	2,273	24,572	41,959	(13,933)
Other additions	-	-	14,270	24,958
Benefit payments	(8,033)	(15,490)	(26,875)	-
Administrative expense	(4,648)	(1,500)	(216)	-
Net change in PFNP	<u>32,739</u>	<u>57,558</u>	<u>78,504</u>	<u>65,695</u>
PFNP - beginning	<u>381,093</u>	<u>413,832</u>	<u>471,390</u>	<u>549,894</u>
PFNP - ending	<u>\$ 413,832</u>	<u>\$ 471,390</u>	<u>\$ 549,894</u>	<u>\$ 615,589</u>
Net pension liability/ (asset) - ending	<u>\$ (137,364)</u>	<u>\$ (167,320)</u>	<u>\$ (325,860)</u>	<u>\$ (296,864)</u>
Plan fiduciary net position as a percentage of the total pension liability	149.69%	155.03%	245.45%	193.14%

**Schedule of City Contributions - Fire Relief Association -**  
**General Employees Retirement Fund**  
**Last Ten Years\***

	2015	2016	2017	2018
Statutorily required contribution (a)	\$ 43,147	\$ 44,376	\$ 43,366	\$ 44,670
Actual contributions paid (b)	43,147	44,376	43,366	44,670
Contribution deficiency (Excess) (a-b)	-	-	-	-

\* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

2019	2020	2021	2022
\$ 29,545	\$ 34,609	\$ 35,474	\$ 52,122
20,026	22,530	25,085	30,449
(11,189)	-	(28,809)	-
109	-	30,286	-
-	-	139,657	59,930
-	-	(27,133)	-
<u>38,491</u>	<u>57,139</u>	<u>174,560</u>	<u>142,501</u>
<u>318,725</u>	<u>357,216</u>	<u>414,355</u>	<u>588,915</u>
<u>\$ 357,216</u>	<u>\$ 414,355</u>	<u>\$ 588,915</u>	<u>\$ 731,416</u>

\$ 47,502	\$ 49,897	\$ 53,209	\$ 54,798
5,400	5,600	5,400	6,400
103,346	109,533	103,167	(148,380)
-	-	-	6,024
-	-	(27,133)	-
-	-	-	-
<u>156,248</u>	<u>165,030</u>	<u>134,643</u>	<u>(81,158)</u>
<u>615,589</u>	<u>771,837</u>	<u>936,867</u>	<u>1,071,510</u>
<u>\$ 771,837</u>	<u>\$ 936,867</u>	<u>\$ 1,071,510</u>	<u>\$ 990,352</u>
<u>\$ (414,621)</u>	<u>\$ (522,512)</u>	<u>\$ (482,595)</u>	<u>\$ (258,936)</u>

216.07%      226.10%      181.95%      135.40%

2019	2020	2021	2022
\$ 47,502	\$ 49,897	\$ 53,209	\$ 54,798
47,502	49,897	53,209	54,798
-	-	-	-

**City of Wyoming**  
**Notes to Required Supplementary Information**

**General Employees Fund**

**2023 Changes**

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- ◆ An additional one-time direct state aid contribution of \$170.1 million was 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% minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

**2022 Changes**

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- ◆ There have been no changes since the prior valuation.

**2021 Changes**

Changes in Actuarial Assumptions

- ◆ The investment return and single discount rates were changed from 7.5% to 6.5% for financial reporting purposes.
- ◆ The mortality improvement scale was changed from scale MP-2019 to scale MP-2020.

Changes in Plan Provisions

- ◆ There have been no changes since the prior valuation.

**2020 Changes**

Changes in Actuarial Assumptions

- ◆ The price inflation assumption was decreased from 2.5% to 2.25%.
- ◆ The payroll growth assumption was decreased from 3.25% to 3.0%.
- ◆ 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.

**City of Wyoming**  
**Notes to Required Supplementary Information**

**General Employees Fund (Continued)**

**2020 Changes (Continued)**

Changes in Plan Provisions

- ◆ 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 and Survivor option changed from 35% to 45%. The assumed number of married female new retirees electing the 100% Joint and Survivor option changed from 15% to 30%. The corresponding number of married new retirees electing the Life annuity option was adjusted accordingly.
- ◆ Augmentation for current privatized members was reduced to 2.0% for the period July 1, 2020, through December 31, 2023, and 0.0% thereafter. Augmentation was eliminated for privatizations occurring after June 30, 2020.

**2019 Changes**

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

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

**2018 Changes**

Changes in Actuarial Assumptions

- ◆ The mortality projection scale was changed from MP-2015 to MP-2017.
- ◆ The assumed benefit increase was changed from 1.0% per year through 2044 and 2.5% per year thereafter to 1.25% per year.

Changes in Plan Provisions

- ◆ 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% to 3.00%, beginning July 1, 2018.
- ◆ Deferred augmentation was changed to 0.00%, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply.
- ◆ Contribution stabilizer provisions were repealed.
- ◆ Annual increases were changed from 1.00% per year with a provision to increase to 2.50% upon attainment of 90.00% funding ratio to 50.00% of the Social Security Cost of Living Adjustment, not less than 1.00% and not more than 1.50%, 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.

**City of Wyoming**  
**Notes to Required Supplementary Information**

**General Employees Fund (Continued)**

**2017 Changes**

Changes in Actuarial Assumptions

- ◆ The CSA loads were changed from 0.8% for active members and 60% for vested and non-vested deferred members. The revised CSA loads are now 0.0% for active member liability, 15% for vested deferred member liability and 3% for non-vested deferred member liability.
- ◆ The assumed annual increase rate was changed from 1.0% per year for all years to 1.0% per year through 2044 and 2.5% per year thereafter.

Changes in Plan Provisions

- ◆ 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 Changes**

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- ◆ There have been no changes since the prior valuation.

**2015 Changes**

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- ◆ 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; the State's contribution of \$6.0 million, which meets the special funding situation definition, was due September 2015.

**City of Wyoming**  
**Notes to Required Supplementary Information**

**Police and Fire Fund**

**2023 Changes**

Changes in Actuarial Assumptions

- ◆ The investment return assumption was changed from 6.5% to 7.0%.
- ◆ The single discount rate changed from 5.4% to 7.0%.

Changes in Plan Provisions

- ◆ Additional one-time direct state aid contribution of 19.4 million will be contributed to the Plan on October 1, 2023.
- ◆ Vesting requirement for new hires after June 30, 2014, was changed from a graded 20-year vesting schedule to a graded 10-year vesting schedule, with 50% vesting after five years, increasing incrementally to 100% after 10 years.
- ◆ A one-time, non-compounding benefit increase of 3.0% will be payable in a lump sum for calendar year 2024 by March 31, 2024.
- ◆ Psychological treatment is required effective July 1, 2023, prior to approval for a duty disability benefit for a psychological condition relating to the member's occupation.
- ◆ The total and permanent duty disability benefit was increased, effective July 1, 2023.

**2022 Changes**

Changes in Actuarial Assumptions

- ◆ The mortality improvement scale was changed from scale MP-2020 to scale MP-2021.
- ◆ The single discount rate was changed from 6.5% to 5.4%.

Changes in Plan Provisions

- ◆ There have been no changes since the prior valuation.

**2021 Changes**

Changes in Actuarial Assumptions

- ◆ The investment return and single discount rates were changed from 7.5% to 6.5% for financial reporting purposes.
- ◆ The inflation assumption was changed from 2.5% to 2.25%.
- ◆ The payroll growth assumption was changed from 3.25% to 3.0%.
- ◆ The base mortality table for healthy annuitants and employees was changed from the RP-2014 table to the Pub-2010 Public Safety mortality table. The mortality improvement scale was changed from MP-2019 to MP-2020.
- ◆ The base mortality table for disabled annuitants was changed from the RP-2014 healthy annuitant mortality table (with future mortality improvement according to scale MP-2019) to the Pub-2010 Public Safety disabled annuitant mortality table (with future mortality improvement according to scale MP-2020).
- ◆ Assumed rates of salary increase were modified as recommended in the July 14, 2020, experience study. The overall impact is a decrease in gross salary increase rates.
- ◆ Assumed rates of retirement were changed as recommended in the July 14, 2020, experience study. The changes resulted in slightly more unreduced retirements and fewer assumed early retirements.
- ◆ Assumed rates of withdrawal were changed from select and ultimate rates to service-based rates. The changes resulted in more assumed terminations.
- ◆ Assumed rates of disability were increased for ages 25-44 and decreased for ages over 49. Overall, proposed rates resulted in more projected disabilities.
- ◆ Assumed percent married for active female members was changed from 60% to 70%. Minor changes to form of payment assumptions were applied.



**City of Wyoming**  
**Notes to Required Supplementary Information**

**Police and Fire Fund (Continued)**

**2021 Changes (Continued)**

Changes in Plan Provisions

- ◆ There have been no changes since the prior valuation.

**2020 Changes**

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- ◆ There have been no changes since the prior valuation.

**2019 Changes**

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- ◆ There have been no changes since the prior valuation.

**2018 Changes**

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- ◆ Annual increases were changed to 1.00% for all years, with no trigger.
- ◆ An end date of July 1, 2048, was added to the existing \$9.0 million state contribution.
- ◆ New annual state aid will equal \$4.5 million in fiscal years 2019 and 2020, and \$9.0 million thereafter until the plan reaches 100% funding, or July 1, 2048, if earlier.
- ◆ Member contributions were changed from 10.80% to 11.30% of pay, effective January 1, 2019, and 11.80% of pay, effective January 1, 2020.
- ◆ Employer contributions were changed from 16.20% to 16.95% of pay, effective January 1, 2019, and 17.70% of pay, effective January 1, 2020.
- ◆ Interest credited on member contributions decreased from 4.00% to 3.00%, beginning July 1, 2018.
- ◆ Deferred augmentation was changed to 0.00%, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply.
- ◆ Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

**2017 Changes**

Changes in Actuarial Assumptions

- ◆ Assumed salary increases were changed as recommended in the June 30, 2016, experience study. The net effect is proposed rates that average 0.34% lower than the previous rates.
- ◆ Assumed rates of retirement were changed, resulting in fewer retirements.
- ◆ The CSA load was 30% for vested and non-vested deferred members. The CSA has been changed to 33% for vested members and 2% for non-vested members.
- ◆ The base mortality table for healthy annuitants was changed from the RP-2000 fully generational table to the RP-2014 fully generational table (with a base year of 2006), with male rates adjusted by a factor of 0.96. The mortality improvement scale was changed from Scale AA to Scale MP-2016. The base mortality table for disabled annuitants was changed from the RP-2000 disabled mortality table to the mortality tables assumed for healthy retirees.

**City of Wyoming**  
**Notes to Required Supplementary Information**

**Police and Fire Fund (Continued)**

**2017 Changes (Continued)**

Changes in Actuarial Assumptions (Continued)

- ◆ Assumed termination rates were decreased to 3% for the first three years of service. Rates beyond the select period of three years were adjusted, resulting in more expected terminations overall.
- ◆ Assumed percentage of married female members was decreased from 65% to 60%.
- ◆ Assumed age difference was changed from separate assumptions for male members (wives assumed to be three years younger) and female members (husbands assumed to be four years older) to the assumption that males are two years older than females.
- ◆ The assumed percentage of female members electing Joint and Survivor annuities was increased.
- ◆ The assumed post-retirement benefit increase rate was changed from 1% for all years to 1% per year through 2064 and 2.5% thereafter.
- ◆ The single discount rate was changed from 5.6% per annum to 7.5% per annum.

Changes in Plan Provisions

- ◆ There have been no changes since the prior valuation.

**2016 Changes**

Changes in Actuarial Assumptions

- ◆ The assumed post-retirement benefit increase rate was changed from 1.0% per year through 2037 and 2.5% thereafter to 1.0% per year for all future years.
- ◆ The assumed investment return was changed from 7.9% to 7.5%. The single discount rate changed from 7.9% to 5.6%.
- ◆ The single discount rate changed from 7.90% to 5.60%.
- ◆ The assumed future salary increases, payroll growth, and inflation was decreased by 0.25% to 3.25% for payroll growth and 2.50% for inflation.

Changes in Plan Provisions

- ◆ There have been no changes since the prior valuation.

**2015 Changes**

Changes in Actuarial Assumptions

- ◆ The assumed post-retirement benefit increase rate was changed from 1.0% per year through 2030 and 2.5% per year thereafter to 1.0% per year through 2037 and 2.5% per year thereafter.

Changes in Plan Provisions

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

**City of Wyoming**  
**Notes to Required Supplementary Information**

**Fire Relief Association Defined Benefit Pension Plan**

**2022 Changes**

- ◆ The annual lump sum amount increased from \$4,000 to \$4,500.

**2021 Changes**

- ◆ The annual lump sum amount increased from \$3,000 to \$4,000.
- ◆ The expected investment return and discount rate decreased from 5.75% to 4.75% to reflect updated capital market assumptions.
- ◆ The disability, mortality, and withdrawal assumptions were updated from the rates used in the July 1, 2019, Minnesota PERA Police & Fire Plan actuarial valuation to the rates used in the July 1, 2021, Minnesota PERA Police & Fire Plan actuarial valuation.
- ◆ The inflation assumption decreased from 2.50% to 2.25%.

**2020 Changes**

- ◆ There have been no changes since the prior valuation.

**2019 Changes**

Changes in Actuarial Assumptions

- ◆ The mortality assumptions were updated from the rates used in the July 1, 2017, Minnesota PERA Police and Fire Plan actuarial valuation to the rates used in the July 1, 2019, Minnesota PERA Police and Fire Plan actuarial valuation.

**2018 Changes**

Changes in Plan Provisions

- ◆ The annual lump sum amount increased from \$2,200 to \$3,000.

**SUPPLEMENTARY INFORMATION**

City of Wyoming  
Combining Balance Sheet -  
Nonmajor Governmental Funds  
December 31, 2023

	Special Revenue	Capital Projects	Total Nonmajor Governmental
<b>Assets</b>			
Cash and investments	\$ 412,391	\$ 1,598,294	\$ 2,010,685
Accounts receivable	-	16,282	16,282
Prepaid items	320	-	320
Total assets	<u>\$ 412,711</u>	<u>\$ 1,614,576</u>	<u>\$ 2,027,287</u>
<b>Liabilities</b>			
Accounts payable	\$ 652	\$ 9,136	\$ 9,788
Contracts payable	-	3,156	3,156
Deposits payable	-	396,482	396,482
Total liabilities	<u>652</u>	<u>408,774</u>	<u>409,426</u>
<b>Fund Balances</b>			
Restricted	170,452	1,193,399	1,363,851
Committed	241,607	-	241,607
Assigned	-	12,403	12,403
Total fund balances	<u>412,059</u>	<u>1,205,802</u>	<u>1,617,861</u>
Total liabilities and fund balances	<u>\$ 412,711</u>	<u>\$ 1,614,576</u>	<u>\$ 2,027,287</u>

**City of Wyoming**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -**  
**Nonmajor Governmental Funds**  
**Year Ended December 31, 2023**

	Special Revenue	Capital Projects	Total Nonmajor Governmental
<b>Revenues</b>			
Property taxes	\$ 10,000	\$ 10,000	\$ 20,000
Intergovernmental	-	141,598	141,598
Charges for services	11,740	52,050	63,790
Miscellaneous			
Investment income	15,813	49,068	64,881
Contributions and donations	2,500	73,500	76,000
Other	34,550	-	34,550
Total revenues	<u>74,603</u>	<u>326,216</u>	<u>400,819</u>
<b>Expenditures</b>			
Current			
Public safety	9,561	-	9,561
Economic development	16,266	-	16,266
Capital outlay			
Culture and recreation	-	94,995	94,995
Total expenditures	<u>25,827</u>	<u>94,995</u>	<u>120,822</u>
Excess of revenues over expenditures	48,776	231,221	279,997
<b>Other Financing Sources (Uses)</b>			
Proceeds from sale of capital asset	<u>3,382</u>	-	<u>3,382</u>
Net change in fund balances	52,158	231,221	283,379
<b>Fund Balances</b>			
Beginning of year	<u>359,901</u>	<u>974,581</u>	<u>1,334,482</u>
End of year	<u>\$ 412,059</u>	<u>\$ 1,205,802</u>	<u>\$ 1,617,861</u>

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**SPECIAL REVENUE FUNDS**



City of Wyoming  
 Combining Balance Sheet -  
 Nonmajor Special Revenue Funds  
 December 31, 2023

	Special Revenue			
	Police Forfeiture (201)	Police Impound (202)	Police Department Donations (205)	Public Safety Donations (206)
<b>Assets</b>				
Cash and investments	\$ 18,838	\$ 26,302	\$ 8,491	\$ 3,811
Prepaid items	-	-	-	-
Total assets	<u>\$ 18,838</u>	<u>\$ 26,302</u>	<u>\$ 8,491</u>	<u>\$ 3,811</u>
<b>Liabilities</b>				
Accounts payable	\$ -	\$ 322	\$ 330	\$ -
<b>Fund Balances</b>				
Restricted	18,838	-	-	-
Committed	-	25,980	8,161	3,811
Total fund balances	<u>18,838</u>	<u>25,980</u>	<u>8,161</u>	<u>3,811</u>
 Total liabilities and fund balances	 <u>\$ 18,838</u>	 <u>\$ 26,302</u>	 <u>\$ 8,491</u>	 <u>\$ 3,811</u>

Special Revenue

Economic Development Authority (280)	Gambling Proceeds (490)	Revolving Loan (285)	Total Special Revenue Funds
\$ 203,335	\$ 129,043	\$ 22,571	\$ 412,391
320	-	-	320
<u>\$ 203,655</u>	<u>\$ 129,043</u>	<u>\$ 22,571</u>	<u>\$ 412,711</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 652</u>
-	129,043	22,571	170,452
203,655	-	-	241,607
<u>203,655</u>	<u>129,043</u>	<u>22,571</u>	<u>412,059</u>
<u>\$ 203,655</u>	<u>\$ 129,043</u>	<u>\$ 22,571</u>	<u>\$ 412,711</u>

**City of Wyoming**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes In Fund Balances -**  
**Nonmajor Special Revenue Funds**  
**Year Ended December 31, 2023**

	Special Revenue			
	Police Forfeiture (201)	Police Impound (202)	Police Department Donations (205)	Public Safety Donations (206)
<b>Revenues</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Charges for services	-	8,200	-	3,540
Miscellaneous				
Investment income	754	991	302	110
Contributions and donations	-	-	2,500	-
Other	-	-	-	-
Total revenues	<u>754</u>	<u>9,191</u>	<u>2,802</u>	<u>3,650</u>
<b>Expenditures</b>				
Current				
Public safety	18	9,010	533	-
Economic development	-	-	-	-
Total expenditures	<u>18</u>	<u>9,010</u>	<u>533</u>	<u>-</u>
Excess of revenues over (under) expenditures	736	181	2,269	3,650
<b>Other Financing Sources</b>				
Proceeds from sale of capital asset	<u>72</u>	<u>3,310</u>	<u>-</u>	<u>-</u>
Net change in fund balances	808	3,491	2,269	3,650
<b>Fund Balances</b>				
Beginning of year	<u>18,030</u>	<u>22,489</u>	<u>5,892</u>	<u>161</u>
End of year	<u>\$ 18,838</u>	<u>\$ 25,980</u>	<u>\$ 8,161</u>	<u>\$ 3,811</u>

Special Revenue

Economic Development Authority (280)	Gambling Proceeds (490)	Revolving Loan (285)	Total Special Revenue Funds
\$ 10,000	\$ -	\$ -	\$ 10,000
-	-	-	11,740
7,905	4,854	897	15,813
-	-	-	2,500
11,000	23,550	-	34,550
<u>28,905</u>	<u>28,404</u>	<u>897</u>	<u>74,603</u>
-	-	-	9,561
16,266	-	-	16,266
<u>16,266</u>	<u>-</u>	<u>-</u>	<u>25,827</u>
12,639	28,404	897	48,776
-	-	-	3,382
<u>12,639</u>	<u>28,404</u>	<u>897</u>	<u>52,158</u>
191,016	100,639	21,674	359,901
<u>\$ 203,655</u>	<u>\$ 129,043</u>	<u>\$ 22,571</u>	<u>\$ 412,059</u>

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**CAPITAL PROJECTS FUNDS**

**City of Wyoming  
Combining Balance Sheet -  
Nonmajor Capital Projects Funds  
December 31, 2023**

	Capital Projects		
	Equipment (403)	Park Acquisition (404)	MSA (407)
<b>Assets</b>			
Cash and investments	\$ 6,899	\$ 230,951	\$ 965,604
Accounts receivable	-	-	-
<b>Total assets</b>	<u>\$ 6,899</u>	<u>\$ 230,951</u>	<u>\$ 965,604</u>
<b>Liabilities</b>			
Accounts payable	\$ -	\$ -	\$ -
Contracts payable	-	3,156	-
Deposits payable	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>3,156</u>	<u>-</u>
<b>Fund Balances</b>			
Restricted	-	227,795	965,604
Assigned	6,899	-	-
<b>Total fund balances</b>	<u>6,899</u>	<u>227,795</u>	<u>965,604</u>
<b>Total liabilities and fund balances</b>	<u>\$ 6,899</u>	<u>\$ 230,951</u>	<u>\$ 965,604</u>

Capital Projects

<u>Trail Development (405)</u>	<u>Escrow Fund (800, 801)</u>	<u>Total Capital Project Funds</u>
\$ 5,504	\$ 389,336	\$ 1,598,294
-	16,282	16,282
<u>\$ 5,504</u>	<u>\$ 405,618</u>	<u>\$ 1,614,576</u>
-	9,136	9,136
-	-	3,156
-	396,482	396,482
<u>-</u>	<u>405,618</u>	<u>408,774</u>
-	-	1,193,399
5,504	-	12,403
<u>5,504</u>	<u>-</u>	<u>1,205,802</u>
<u>\$ 5,504</u>	<u>\$ 405,618</u>	<u>\$ 1,614,576</u>



City of Wyoming  
Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Capital Projects Funds  
Year Ended December 31, 2023

	Capital Projects		
	Equipment (403)	Park Acquisition (404)	MSA (407)
<b>Revenues</b>			
Property taxes	\$ -	\$ 10,000	\$ -
Intergovernmental	-	-	141,598
Charges for services	-	52,050	-
Miscellaneous			
Investment income	274	8,153	40,423
Contributions and donations	-	73,500	-
Total revenues	<u>274</u>	<u>143,703</u>	<u>182,021</u>
<b>Expenditures</b>			
Capital outlay			
Culture and recreation	-	94,995	-
Excess of revenues over (under) expenditures	274	48,708	182,021
<b>Fund Balances</b>			
Beginning of year	<u>6,625</u>	<u>179,087</u>	<u>783,583</u>
End of year	<u>\$ 6,899</u>	<u>\$ 227,795</u>	<u>\$ 965,604</u>

Capital Projects

<u>Trail Development (405)</u>	<u>Escrow Fund (800, 801)</u>	<u>Total Capital Project Funds</u>
\$ -	\$ -	\$ 10,000
-	-	141,598
-	-	52,050
218	-	49,068
-	-	73,500
<u>218</u>	<u>-</u>	<u>326,216</u>
-	-	<u>94,995</u>
218	-	231,221
<u>5,286</u>	<u>-</u>	<u>974,581</u>
<u>\$ 5,504</u>	<u>\$ -</u>	<u>\$ 1,205,802</u>

**City of Wyoming**  
**Detailed Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance -**  
**Budget and Actual - General Fund**  
**Year Ended December 31, 2023**

	Budgeted Amounts		Variance with Final Budget - Over (Under)
	Original and Final	Actual Amounts	
<b>Revenues</b>			
Taxes			
Property taxes	\$ 3,630,153	\$ 3,647,732	\$ 17,579
Miscellaneous taxes	80,748	86,674	5,926
Total taxes	<u>3,710,901</u>	<u>3,734,406</u>	<u>23,505</u>
Licenses and permits	224,000	168,958	(55,042)
Intergovernmental revenue			
Property tax credits	3,800	4,098	298
Fire aid	56,000	62,038	6,038
Police aid	95,000	461,133	366,133
Federal grants	5,000	140,082	135,082
Other grants and aids	6,000	21,673	15,673
Total intergovernmental revenue	<u>165,800</u>	<u>689,024</u>	<u>523,224</u>
Charges for services			
General government	53,525	42,677	(10,848)
Public safety	1,500	7,767	6,267
Park and recreation	1,000	6,455	5,455
Total charges for services	<u>56,025</u>	<u>56,899</u>	<u>874</u>
Fines and forfeitures	15,000	9,838	(5,162)
Miscellaneous revenues			
Investment income	25,000	143,537	118,537
Other	-	84,306	84,306
Total miscellaneous revenues	<u>25,000</u>	<u>227,843</u>	<u>202,843</u>
Total revenues	<u>4,196,726</u>	<u>4,886,968</u>	<u>690,242</u>
<b>Expenditures</b>			
General government			
Mayor and council			
Personal services	22,927	23,149	222
Supplies	5,000	1,566	(3,434)
Other services and charges	530	30	(500)
Total mayor and council	<u>28,457</u>	<u>24,745</u>	<u>(3,712)</u>

City of Wyoming  
Detailed Schedule of Revenues, Expenditures, and  
Changes in Fund Balance -  
Budget and Actual - General Fund  
Year Ended December 31, 2023

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts	Variance with Final Budget - Over (Under)
<b>Expenditures (Continued)</b>			
City Administration			
Personal services	\$ 260,299	\$ 258,666	\$ (1,633)
Supplies	79,300	67,176	(12,124)
Other services and charges	154,870	155,144	274
Total city administration	<u>494,469</u>	<u>480,986</u>	<u>(13,483)</u>
Accounting and Auditing			
Personal services	51,069	50,858	(211)
Supplies	300	176	(124)
Other services and charges	106,250	115,096	8,846
Total accounting and auditing	<u>157,619</u>	<u>166,130</u>	<u>8,511</u>
Elections			
Supplies	-	3,054	3,054
Boards and commissions			
Personal services	4,937	3,597	(1,340)
Supplies	250	-	(250)
Total boards and commissions	<u>5,187</u>	<u>3,597</u>	<u>(1,590)</u>
Total general government	<u>685,732</u>	<u>678,512</u>	<u>(7,220)</u>
Public safety			
Police			
Personal services	1,383,184	1,331,482	(51,702)
Supplies	96,390	63,720	(32,670)
Other services and charges	197,658	161,311	(36,347)
Capital outlay	17,050	10,613	(6,437)
Total police	<u>1,694,282</u>	<u>1,567,126</u>	<u>(127,156)</u>
Fire Department			
Personal services	317,425	315,263	(2,162)
Supplies	50,800	47,558	(3,242)
Other services and charges	75,710	54,676	(21,034)
Total fire department	<u>443,935</u>	<u>417,497</u>	<u>(26,438)</u>

City of Wyoming  
Detailed Schedule of Revenues, Expenditures, and  
Changes in Fund Balance -  
Budget and Actual - General Fund  
Year Ended December 31, 2023

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts	Variance with Final Budget - Over (Under)
<b>Expenditures (Continued)</b>			
Building and inspections			
Personal services	\$ 206,254	\$ 182,264	\$ (23,990)
Supplies	17,850	12,125	(5,725)
Other services and charges	27,780	18,087	(9,693)
Total building and inspections	<u>251,884</u>	<u>212,476</u>	<u>(39,408)</u>
Total public safety	<u>2,390,101</u>	<u>2,197,099</u>	<u>(193,002)</u>
Public works			
Streets and highways			
Personal services	491,016	497,333	6,317
Supplies	52,750	52,413	(337)
Other services and charges	281,933	371,631	89,698
Total streets and highways	<u>825,699</u>	<u>921,377</u>	<u>95,678</u>
Engineering			
Personal services	45,369	45,623	254
Supplies	11,000	4,495	(6,505)
Total engineering	<u>56,369</u>	<u>50,118</u>	<u>(6,251)</u>
Total public works	<u>882,068</u>	<u>971,495</u>	<u>89,427</u>
Culture and recreation			
Library			
Other services and charges	41,150	41,357	207
Parks			
Personal services	74,865	37,324	(37,541)
Supplies	14,500	14,771	271
Other services and charges	108,310	124,819	16,509
Total parks	<u>197,675</u>	<u>176,914</u>	<u>(20,761)</u>
Total culture and recreation	<u>238,825</u>	<u>218,271</u>	<u>(20,554)</u>

**City of Wyoming**  
**Detailed Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance -**  
**Budget and Actual - General Fund**  
**Year Ended December 31, 2023**

	Budgeted Amounts		Variance with Final Budget - Over (Under)
	Original and Final	Actual Amounts	
<b>Expenditures (Continued)</b>			
Total expenditures	\$ 4,196,726	\$ 4,065,377	\$ (131,349)
Excess of revenues over (under) expenditures	-	821,591	821,591
<b>Other Financing Sources (Uses)</b>			
Transfers out	-	(128,340)	(128,340)
Net change in fund balance	\$ -	693,251	\$ 693,251
<b>Fund Balance</b>			
Beginning of year		2,436,541	
End of year		\$ 3,129,792	

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**DEBT SERVICE FUND**



**City of Wyoming**  
**Combining Balance Sheet -**  
**Debt Service Fund - By Bond Issue**  
**December 31, 2023**

	Debt Service			
	2009 G.O. Improvement Bonds (337)	2015A G.O. Improvement Bonds (338)	2016A G.O. Improvement Bonds (339)	2018A G.O. Improvement Bonds (340)
<b>Assets</b>				
Cash and investments	\$ 698,123	\$ 618,975	\$ 186,793	\$ 133,309
Special assessment receivable				
Delinquent	221,965	1,746	-	403
Deferred	50,119	113,261	-	119,002
Due from Other Funds	-	-	-	-
<b>Total assets</b>	<u>\$ 970,207</u>	<u>\$ 733,982</u>	<u>\$ 186,793</u>	<u>\$ 252,714</u>
<b>Liabilities</b>				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Advance from other funds	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Deferred inflows of resources</b>				
Unavailable revenue - special assessments	<u>272,084</u>	<u>115,007</u>	<u>-</u>	<u>119,405</u>
<b>Fund Balances</b>				
Restricted	698,123	618,975	186,793	133,309
Unassigned	-	-	-	-
<b>Total fund balances</b>	<u>698,123</u>	<u>618,975</u>	<u>186,793</u>	<u>133,309</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 970,207</u>	<u>\$ 733,982</u>	<u>\$ 186,793</u>	<u>\$ 252,714</u>

Debt Service		
2020A G.O. Improvement Bonds (341)	1999C & D G.O. Tax Increment Bonds (TIF 3-1) (370)	Total Debt Service Funds
\$ 577,702	\$ -	\$ 2,214,902
1,369	-	225,483
390,621	-	673,003
45	-	45
<u>\$ 969,737</u>	<u>\$ -</u>	<u>\$ 3,113,433</u>
\$ -	\$ 45	\$ 45
-	186,507	186,507
-	186,552	186,552
<u>391,990</u>	<u>-</u>	<u>898,486</u>
577,747	-	2,214,947
-	(186,552)	(186,552)
<u>577,747</u>	<u>(186,552)</u>	<u>2,028,395</u>
<u>\$ 969,737</u>	<u>\$ -</u>	<u>\$ 3,113,433</u>

City of Wyoming  
Combining Schedule of Revenues, Expenditures and Changes  
in Fund Balances - Debt Service Fund - By Bond Issue  
Year Ended December 31, 2023

	Debt Service			
	2009 G.O. Improvement Bonds (337)	2015A G.O. Improvement Bonds (338)	2016A G.O. Improvement Bonds (339)	2018A G.O. Improvement Bonds (340)
<b>Revenues</b>				
Property taxes	\$ 215,000	\$ 250,000	\$ 127,967	\$ 101,862
Tax increments	-	-	-	-
Special assessments	43,204	62,654	-	26,332
Intergovernmental	15,300	-	-	-
Miscellaneous				
Investment income	23,002	18,929	5,139	2,865
Total revenues	296,506	331,583	133,106	131,059
<b>Expenditures</b>				
Current				
Economic development	-	-	-	-
Debt service				
Principal	320,000	335,000	110,000	85,000
Interest and other charges	46,195	37,825	8,980	37,519
Total expenditures	366,195	372,825	118,980	122,519
Excess of revenues over (under) expenditures	(69,689)	(41,242)	14,126	8,540
<b>Fund Balances</b>				
Beginning of year	767,812	660,217	172,667	124,769
End of year	\$ 698,123	\$ 618,975	\$ 186,793	\$ 133,309

Debt Service

2020A G.O. Improvement Bonds (341)	1999C & D G.O. Tax Increment Bonds (TIF 3-1) (370)	Total Debt Service Funds
\$ 223,061	\$ -	\$ 917,890
-	31,137	31,137
63,002	-	195,192
-	-	15,300
15,575	560	66,070
<u>301,638</u>	<u>31,697</u>	<u>1,225,589</u>
-	8,776	8,776
205,000	-	1,055,000
64,250	8,033	202,802
<u>269,250</u>	<u>16,809</u>	<u>1,266,578</u>
32,388	14,888	(40,989)
<u>545,359</u>	<u>(201,440)</u>	<u>2,069,384</u>
<u>\$ 577,747</u>	<u>\$ (186,552)</u>	<u>\$ 2,028,395</u>

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**Report on Internal Control over Financial Reporting  
and on Compliance and other Matters Based on an Audit of  
Financial Statements Performed in Accordance with  
*Government Auditing Standards***

**Independent Auditor's Report**

Honorable Mayor and Members  
of the City Council  
City of Wyoming  
Wyoming, Minnesota

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wyoming, Minnesota, as of and for the year ended December 31, 2023, and the related notes to financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated April 30, 2024.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing 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 City'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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Handwritten signature in black ink that reads "Bergem KDV, Ltd.".

St. Cloud, Minnesota  
April 30 2024



## Minnesota Legal Compliance

### Independent Auditor's Report

Honorable Mayor and Members  
of the City Council  
City of Wyoming  
Wyoming, Minnesota

We have audited, in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wyoming, Minnesota, as of and for the year ended December 31, 2023, and the related notes to financial statements, and have issued our report thereon dated April 30, 2024.

In connection with our audit, nothing came to our attention that caused us to believe that the City of Wyoming failed to comply with the provisions of the contracting - bid laws, depositories of public funds and public 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 *Minnesota Statutes* § 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.

The purpose of this report is solely to describe the scope of our testing of compliance and the results of that testing, and not to provide an opinion on compliance. Accordingly, this communication is not suitable for any other purpose.

*BerganKDV, Ltd.*

St. Cloud, Minnesota  
April 30, 2024