



City of Little Canada
December 31, 2020

Auditor Communications

Michelle Hoffman, Principal
Lance Lauinger, Director

Meeting Date
Wednesday, May 26, 2021

WEALTH ADVISORY | OUTSOURCING | AUDIT, TAX, AND CONSULTING

Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor

Agenda



Required Communications

Audit provides reasonable, but not *absolute* assurance

Accounting policies – No new policies adopted in 2020

Significant accounting estimates include:

- Useful lives of capital assets
- Fair value of investments
- Compensated absences liability
- Net pension liability and related deferred outflows and inflows

Received full cooperation from management



Audit Results

Unmodified (i.e. “clean”) opinion on the financial statements

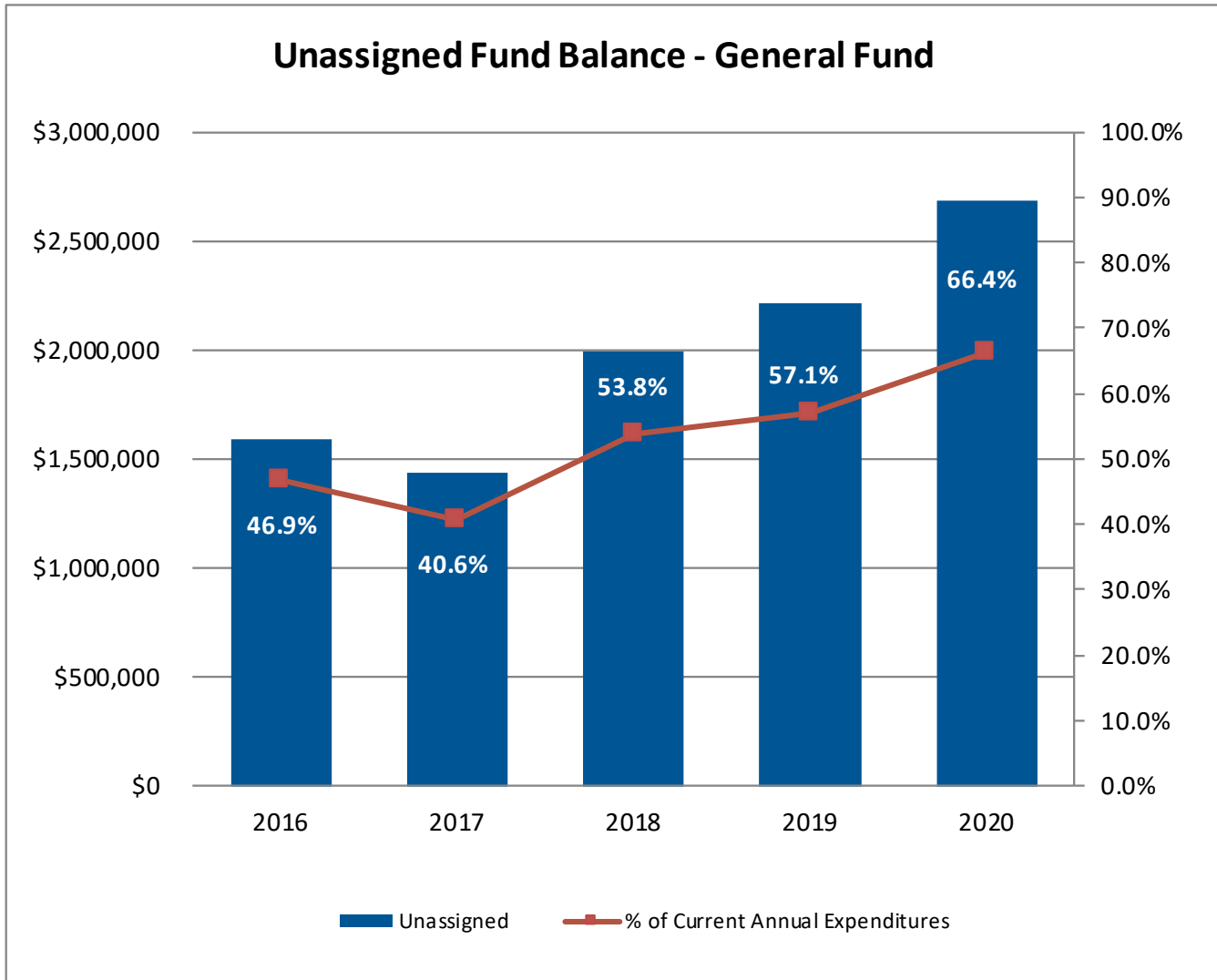
Internal Controls – no exceptions noted

MN Legal Compliance – one exception noted regarding prompt payment of local government bills

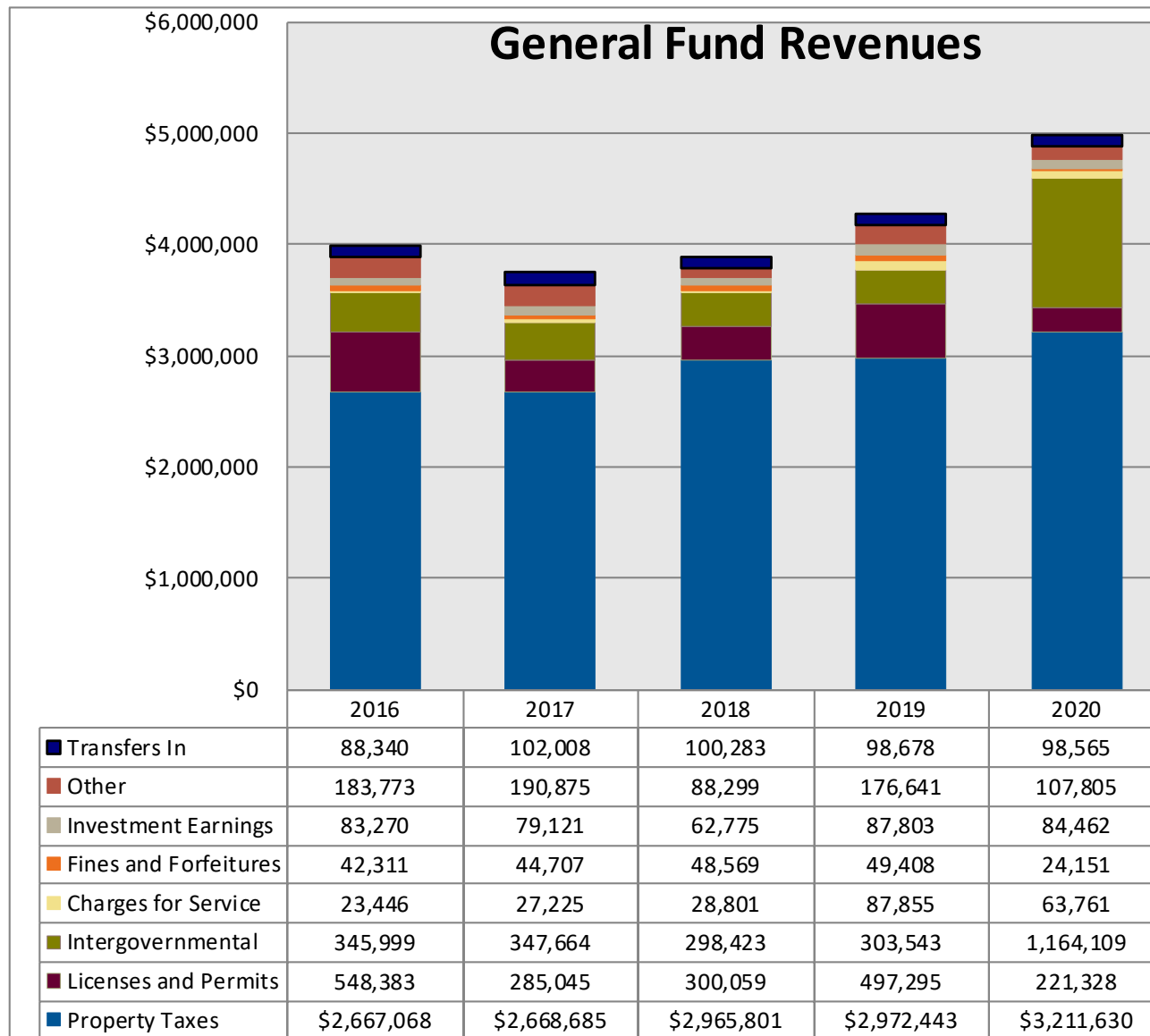
GFOA Certificate of Achievement for Excellence in Financial Reporting



Financial Results

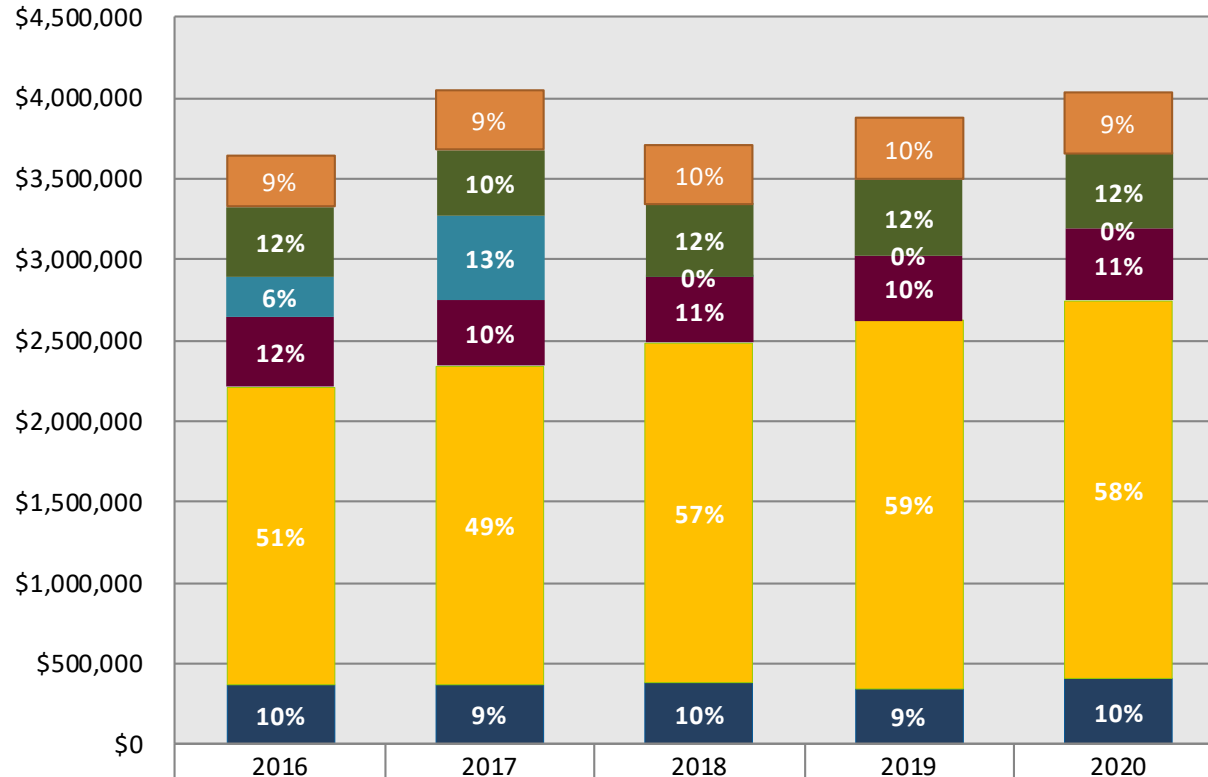


Financial Results (Continued)



Financial Results (Continued)

General Fund Expenditures

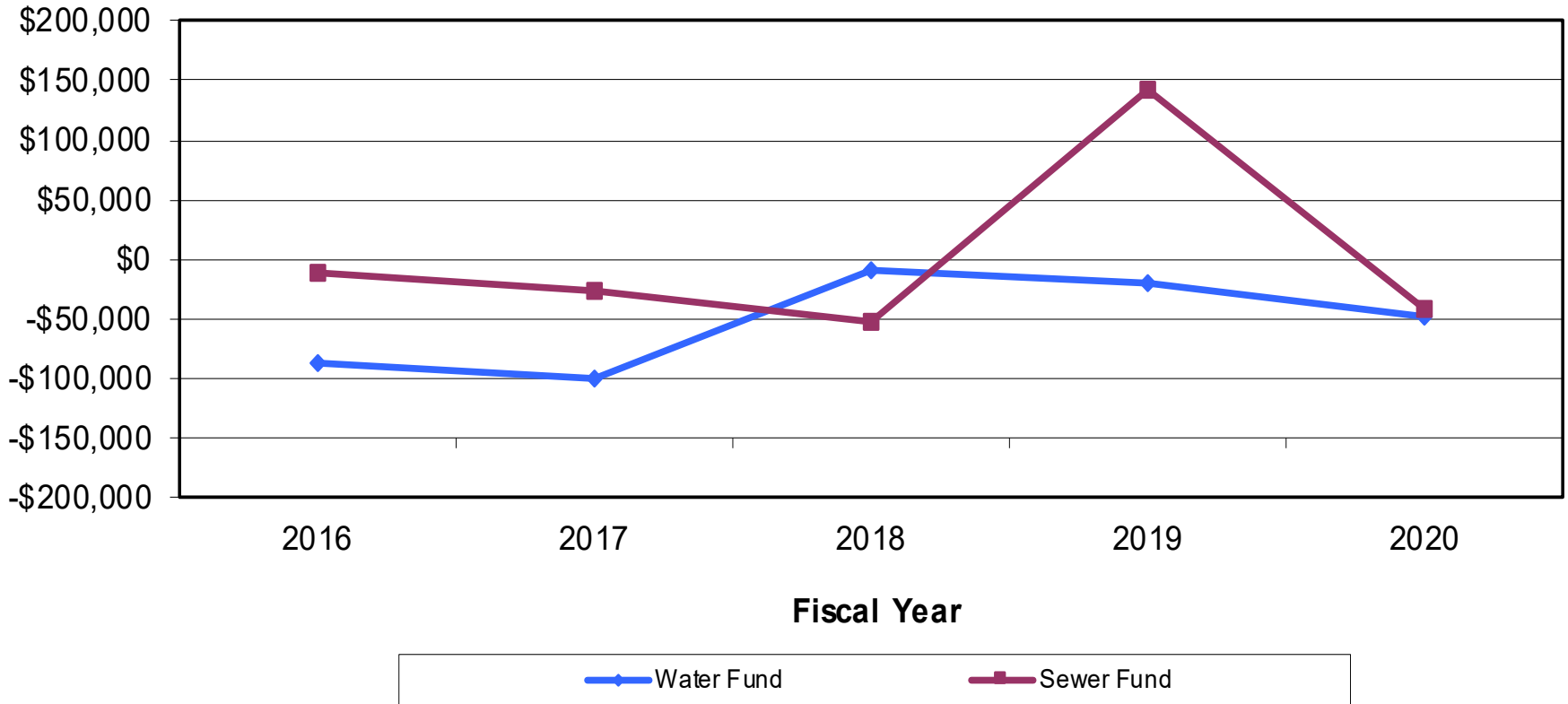


| | 2016 | 2017 | 2018 | 2019 | 2020 |
|-----------------------|-----------|-----------|-----------|-----------|-----------|
| Community Development | 317,271 | 364,462 | 362,799 | 377,616 | 383,254 |
| Parks and Recreation | 438,514 | 413,119 | 450,078 | 466,109 | 470,425 |
| Transfers Out | 245,947 | 513,788 | 4,500 | - | - |
| Public Works | 430,391 | 412,710 | 407,637 | 404,709 | 443,077 |
| Public Safety | 1,842,350 | 1,965,456 | 2,101,798 | 2,273,221 | 2,332,706 |
| General Government | \$371,760 | \$375,308 | \$380,030 | \$349,712 | \$409,921 |



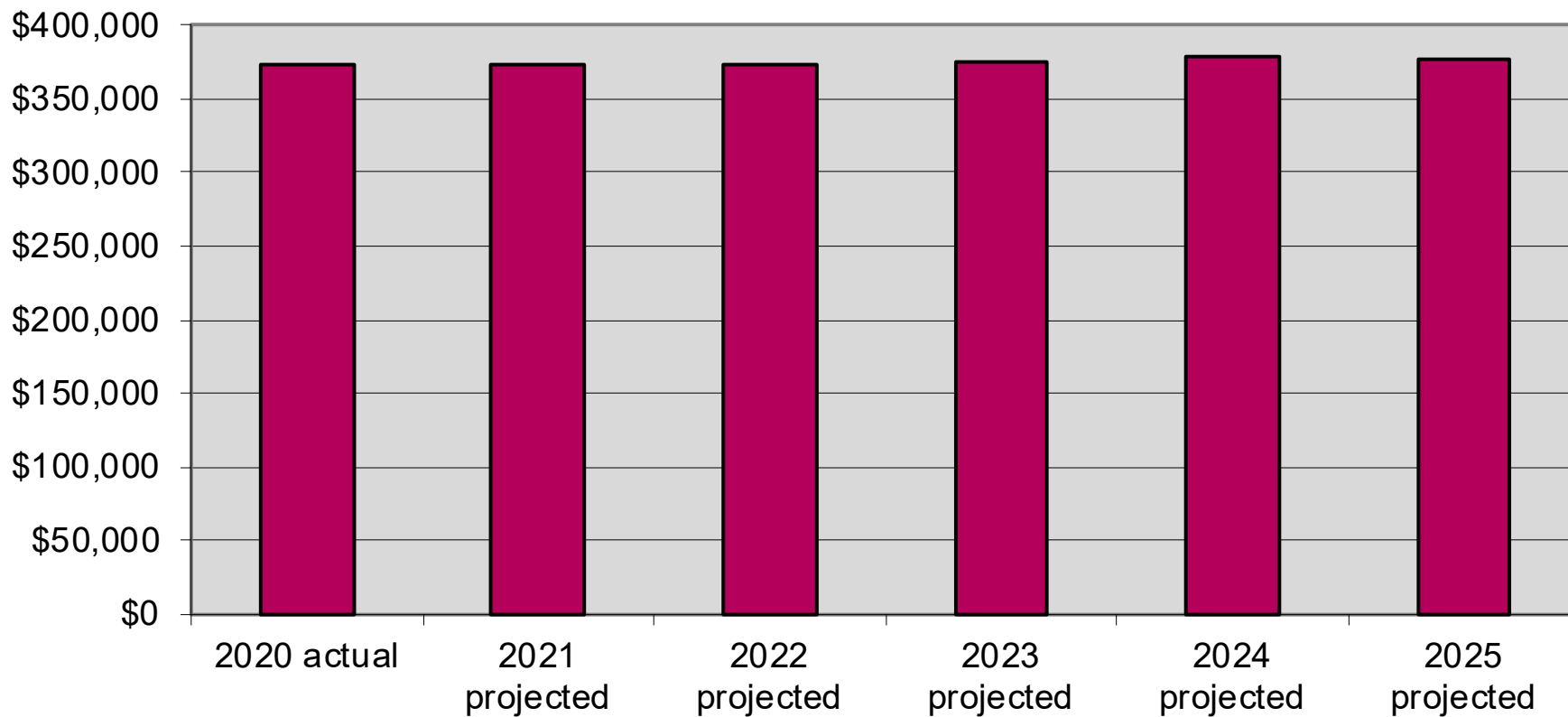
Financial Results (Continued)

Enterprise Funds - Operating Income (Loss)



Financial Results (Continued)

Future Debt Service

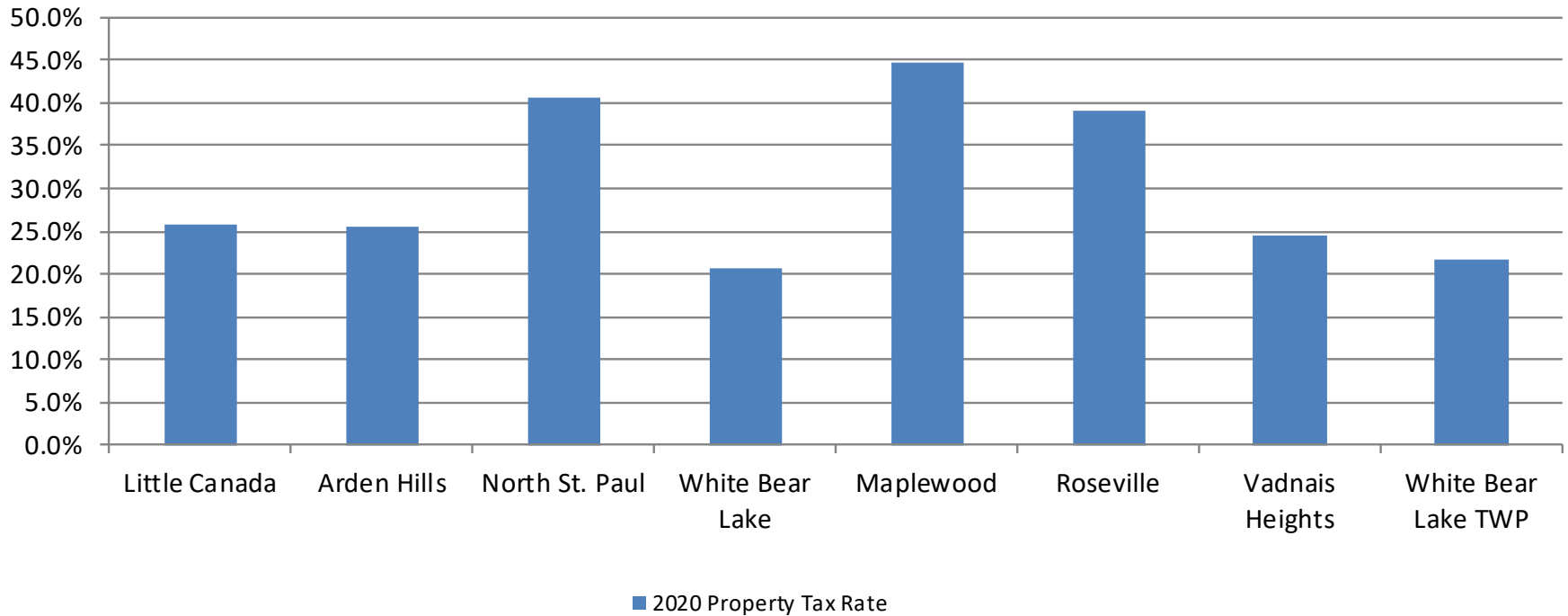


***City currently does not have a debt levy – debt payments are supported by utility funds revenue rather than taxpayers**



Financial Results (Continued)

Tax Rate Comparison (Per League of Minnesota Cities Tax Data)



Other Items

- Effective December 31, 2022:
 - Governmental Accounting Standards Board Statement No. 87
 - Leases (majority of leases will now be treated as capital leases)
 - Governmental Accounting Standards Board Statement No. 96
 - Subscription based information technology arrangements



Thank you!

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