

**CITY OF WHALAN, MINNESOTA**

**FINANCIAL STATEMENT**

**DECEMBER 31, 2021**



**CITY OF WHALAN, MINNESOTA**

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**CITY OF WHALAN, MINNESOTA**

**INTRODUCTORY SECTION**

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**CITY OF WHALAN, MINNESOTA**

**CITY OFFICIALS  
DECEMBER 31, 2021**

Marlys Tuftin Mayor

Kim Berekvam Council Member

Owen Lewis Council Member

Everett Johnson Council Member

Sheila Higbe Council Member

Michele Peterson City Clerk/Treasurer

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**CITY OF WHALAN, MINNESOTA**

**FINANCIAL SECTION**

**DECEMBER 31, 2021**

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## INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Honorable Mayor and Members  
of the City Council  
**City of Whalan, Minnesota**

Management is responsible for the accompanying financial statements for the City of Whalan, Minnesota, which comprise the statements of cash receipts, disbursements, and balances and balance sheet as of December 31, 2021 and the related statements of cash receipts, statement of cash disbursements, statement of cash flows, statement of outstanding indebtedness, statement of accounts receivable, and statement of accounts payable for all the funds of the City. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA and in accordance with the "Minimum Reporting Requirements for Cities Under 2,500 in Population" as prescribed by the Minnesota Office of the State Auditor. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements. This report was prepared pursuant to Minn. Stat. 471.698.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the City's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The accompanying special-purpose financial reports were prepared for the purpose of complying with "Minimum Reporting Requirements for Cities Under 2,500 in Population" as prescribed by the Minnesota Office of the State Auditor, and are not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America.

This financial report is intended solely for the information and use of the City Council of Whalan and the Office of the Minnesota State Auditor, and is not intended to be and should not be used by anyone other than these specified parties.

### Supplementary Information

The accompanying supplementary information contained on pages 10-13 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

*Smith, Schaffer and Associates, Ltd.*

Rochester, Minnesota  
February 11, 2022

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**CITY OF WHALAN, MINNESOTA**

**FINANCIAL REPORT**

**DECEMBER 31, 2021**

**CITY OF WHALAN, MINNESOTA**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND BALANCES**  
**For the Year Ended December 31, 2021**

<u>Fund Name</u>	<u>Clerk's Balance Jan. 1</u>	<u>Receipts</u>	<u>Transfers In</u>	<u>Disburse- Ments</u>
General Fund	\$ (47,113)	\$ 79,650	\$ 125,000	\$ 62,226
Electric Fund	<u>134,276</u>	<u>68,922</u>	<u>                    </u>	<u>55,136</u>
Total	<u>\$ 87,163</u>	<u>\$ 148,572</u>	<u>\$ 125,000</u>	<u>\$ 117,362</u>

**See Independent Accountant's Compilation Report**

<u>Transfers Out</u>	<u>Clerk's Balance Dec. 31</u>
\$	\$ 95,311
<u>125,000</u>	<u>23,062</u>
<u>\$ 125,000</u>	<u>\$ 118,373</u>

**CITY OF WHALAN, MINNESOTA**  
**GENERAL FUND**  
**STATEMENT OF CASH RECEIPTS**  
For the Year Ended December 31, 2021

**RECEIPTS**

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**Local Taxes**

Property taxes \$ 51,641

**License and Permits**

1,678

**Intergovernmental Receipts**

Local government aid 4,161

American rescue plan 3,606

Small city assistance 12,153

Total Intergovernmental Receipts 19,920

**Charges for Service**

467

**Interest Income**

251

**Miscellaneous Receipts**

5,693

**TOTAL RECEIPTS**

79,650

**Other Financing Sources**

Transfers from Electric Fund 125,000

**TOTAL RECEIPTS AND OTHER  
FINANCING SOURCES**

\$ 204,650

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**CITY OF WHALAN, MINNESOTA**  
**GENERAL FUND**  
**STATEMENT OF CASH DISBURSEMENTS**  
For the Year Ended December 31, 2021

**DISBURSEMENTS**

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**General Government**

**Mayor and Council**

Salaries and benefits	<u>\$ 3,466</u>
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**General Administration**

Salaries and benefits	3,820
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Supplies	3,531
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Professional services	9,957
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Insurance	3,779
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Utilities	1,851
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Other charges	3,921
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Total General Administration	<u>26,859</u>
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Total General Government	<u><u>\$ 30,325</u></u>
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**CITY OF WHALAN, MINNESOTA**  
**GENERAL FUND**  
**STATEMENT OF CASH DISBURSEMENTS**  
For the Year Ended December 31, 2021

**DISBURSEMENTS (Continued)**

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**Public Works**

**Maintenance and Snow Removal**

Salaries and Wages	\$ 4,142
Contracted services	13,200
Supplies	3,469
Miscellaneous	5,787
Total Public Works	<u>26,598</u>

**Public Safety**

Fire	<u>4,685</u>
Total Public Safety	<u>4,685</u>

**Parks**

Other	<u>618</u>
Total Parks	<u>618</u>

**TOTAL DISBURSEMENTS AND OTHER  
FINANCING USES**

\$ 62,226

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**CITY OF WHALAN, MINNESOTA**  
**ELECTRIC FUND**  
**Statement of Net Position**  
December 31, 2021

**ASSETS**

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**Current Assets**

Cash and cash equivalents \$ 23,062

**TOTAL ASSETS** \$ 23,062

**NET POSITION**

Unrestricted net position 23,062

Total Net Position 23,062

**TOTAL LIABILITIES  
AND NET POSITION** \$ 23,062

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**CITY OF WHALAN, MINNESOTA  
ELECTRIC FUND  
Statement Of Revenues, Expenses  
And Changes In Net Position  
For the Year Ended December 31, 2021**

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<b>Operating Revenues</b>	
Charges for services	\$ 65,772
Licenses and permits	3,150
Total Revenues	<u>68,922</u>
<b>Operating Expenses</b>	
Salaries	3,732
Professional services	7,658
Utilities	39,383
Other charges	4,363
Total Operating Expenses	<u>55,136</u>
<b>Operating Income</b>	13,786
<b>Other Financing Sources (Uses)</b>	
Transfers to General Fund	<u>(125,000)</u>
<b>Net Loss</b>	(111,214)
<b>Total Net Position - Beginning</b>	<u>134,276</u>
<b>Total Net Position - Ending</b>	<u>\$ 23,062</u>

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**CITY OF WHALAN, MINNESOTA**  
**ELECTRIC FUND**  
**STATEMENT OF CASH FLOWS**  
For the Year Ended December 31, 2021

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**Cash Flows From Operating Activities**

Receipts from customers	\$ 68,922
Payments to suppliers	(51,404)
Payments to employees	<u>(3,732)</u>

Net Cash Provided By Operating Activities 13,786

**Cash Flows From NonCapital Financing Activities**

Transfers to other funds	<u>(125,000)</u>
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Net Cash Used by NonCapital Financing Activities (125,000)

Net Decrease in Cash and Cash Equivalents (111,214)

Cash and Cash Equivalents - Beginning of Year 134,276

Cash and Cash Equivalents - End of Year \$ 23,062

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**CITY OF WHALAN, MINNESOTA**

**STATEMENT OF CITY INDEBTEDNESS AND OTHER LONG TERM LIABILITIES**

**For the Year Ended December 31, 2021**

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	INTEREST	ISSUE	FINAL
BONDED INDEBTEDNESS	RATE	DATE	MATURITY
			DATE

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None

Total Indebtedness

Other Long-Term Liabilities  
Net Pension Liability - PERA

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OUTSTANDING JAN. 1, 2021	ISSUED IN 2021	PAID IN 2021	OUTSTANDING DEC. 31, 2021
\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -
\$ 5,995		\$ 1,725	\$ 4,270

**CITY OF WHALAN, MINNESOTA**  
**STATEMENT OF ACCOUNTS RECEIVABLE**  
**December 31, 2021**

<u>FUND</u>	<u>SOURCE OF REVENUE AND PURPOSE</u>	<u>AMOUNT</u>
Electric	Customer user charges	\$ 3,489
TOTAL		<u>\$ 3,489</u>

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**CITY OF WHALAN, MINNESOTA**  
**STATEMENT OF ACCOUNTS PAYABLE**  
**December 31, 2021**

FUND	VENDOR NAME	ITEM AND PURPOSE	AMOUNT
General	Plunkett's Pest Control	General Pest Control	\$ 40
General	Payroll	December Payroll	1,541
General	MN Dept. of Revenue	4th Qtr Sales Tax	1,006
General	Everett Johnson	Snow Plowing	114
General	Manion O'Koren Law Firm LLC	Legal Services	570
General	Randy Berekvam	Ice Melt	18
Electric	MiEnergy	Purchased Energy	2,835
Electric	Fillmore County Journal	Utility Fee Schedules	338
TOTAL			<u>\$ 6,462</u>

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