

Major Funds

Governmental

General Fund

This fund accounts for the financial operations of the City that are not accounted for in any other fund. Principal sources of revenue are state and county shared revenue and property taxes.

TIF 5-13 Larson Manufacturing Fund

This fund was established to account for tax increment financing activities relative to property acquisition, public improvements, and site improvements to assist with development within the district.

TIF 5-15 Broadway Ridge Redevelopment Fund

This fund was established to account for the tax increment financing activities relative to the redevelopment of the downtown area.

PIR Assessments Debt Service Fund

This fund accounts for the accumulation of special assessments levied against property for improvements, which are a benefit to such property. These resources are used for the payment of principal and interest on the following debt of the City:

Permanent Improvement Revolving Bonds, Series 2000
Permanent Improvement Revolving Bonds, Series 2001A
Permanent Improvement Revolving Bonds, Series 2004A

PIR Assessments Fund

This fund accounts for the acquisition of capital facilities and the construction of major permanent capital improvements having a relatively long life. Funds are provided by the PIR Assessments Debt Service Fund.

Capital Projects Fund

This fund is used to account for the construction of capital assets which are financed from various sources other than special assessment debt.

Proprietary

The City's enterprise funds are used to account for self-supporting activities that render services to the general public on a user charge basis.

Water Fund

This fund accounts for the income and expenses in the operation of the water distribution function.

Sewage Disposal Fund

This fund accounts for the income and expenses in the operation of the sanitary sewage collection and treatment function.

CITY OF ALBERT LEA, MINNESOTA
Balance Sheet
Governmental Funds
December 31, 2006

	General Fund	TIF 5-13 Larson Mfg Fund	TIF 5-15 Broadway Ridge Redevel Fund
ASSETS			
Cash and cash equivalents	\$3,647,305	\$2,658	\$1,134,706
Investments	3,701,430		
Interest receivable	281,993		
Taxes receivable – delinquent	160,878		99
Accounts receivable	263,988		
Assessments receivable			
Due from other governments	107,174		
Inventories	1,104		
Advances for future assessments	2,073,736		
Loans receivable			
Advances to other funds	4,431,240		
Restricted assets:			
Cash and cash equivalents	35,811		
Investments	10,534,636		
Interest receivable	127,157		
Total assets	<u>\$25,366,452</u>	<u>\$2,658</u>	<u>\$1,134,805</u>
LIABILITIES			
Accounts payable	\$457,867		\$260,918
Retainage payable			42,268
Accrued wages	265,779		
Deferred revenue and deposits	2,186,136		
Advance from other funds		\$6,500	1,665,740
Advance from component unit		1,750,000	
Total liabilities	<u>2,909,782</u>	<u>1,756,500</u>	<u>1,969,018</u>
FUND BALANCES			
Fund Balances			
Reserved for:			
Restricted assets	10,697,604		
Loans receivable			
Advances to other funds	4,431,240		
Debt service			
Unreserved, designated	3,949,798		
Unreserved, undesignated, reported in:			
General fund	3,378,028		
Special revenue funds		(1,753,842)	(834,213)
Capital projects funds			
Total fund balances	<u>22,456,670</u>	<u>(1,753,842)</u>	<u>(834,213)</u>
Total liabilities and fund balances	<u>\$25,366,452</u>	<u>\$2,658</u>	<u>\$1,134,805</u>

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

Capital assets (net of depreciation) used in governmental activities are not financial resources and therefore are not reported in the funds.

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds

Long-term liabilities, including bonds payable, are not due and payable in the current period and are therefore not reported in the funds.

Internal service fund assets and liabilities are included in governmental activities in the statement of net assets.

Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.

Net Assets of Governmental Activities

The notes to the basic financial statements are an integral part of this statement.

PIR Assessments Debt Service Fund	PIR Assessments Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$862,944	\$694,962 1,000,000	\$729,063 1,400,000	\$2,211,987 200,000	\$9,283,625 6,301,430 281,993 165,572 468,286
2,260,719	186,448	172,859	4,595 17,850 1,118,638 231	3,379,357 280,264 1,104 2,073,736 1,393,216 4,431,240
			1,393,216	35,811 10,534,636 127,157
<u>\$3,123,663</u>	<u>\$1,881,410</u>	<u>\$2,301,922</u>	<u>\$4,946,517</u>	<u>\$38,757,427</u>
	\$69,075 53,973	\$117,189 12,496	\$21,407 55,713	\$926,456 164,450 265,779 5,537,575 4,296,980 1,750,000
\$2,237,265	1,022,509		1,114,082 1,602,231	
<u>2,237,265</u>	<u>1,145,557</u>	<u>129,685</u>	<u>2,793,433</u>	<u>12,941,240</u>
				10,697,604 1,393,216 4,431,240 1,603,934 4,264,798
886,398			717,536 315,000	3,378,028 (2,667,655) 2,715,022
	735,853	2,172,237	(79,600) (193,068)	
<u>886,398</u>	<u>735,853</u>	<u>2,172,237</u>	<u>2,153,084</u>	<u>25,816,187</u>
<u>\$3,123,663</u>	<u>\$1,881,410</u>	<u>\$2,301,922</u>	<u>\$4,946,517</u>	
				21,318,351 57,086 (9,593,172) 6,464,576 5,537,575
				<u>\$49,600,603</u>

CITY OF ALBERT LEA, MINNESOTA
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds

For the year ended December 31, 2006

	General Fund	TIF 5-13 Larson Mfg Fund	TIF 5-15 Broadway Ridge Redevel Fund
REVENUES			
Taxes	\$5,035,184	\$5,012	\$672
Licenses and permits	259,984		
Intergovernmental revenue	7,339,090		
Charges for service	626,892		
Fines and forfeits	109,028		
Special assessments			
Interest on investments	833,439	32	28,362
Interest on loans			
Miscellaneous	759,231		
Total revenues	<u>14,962,848</u>	<u>5,044</u>	<u>29,034</u>
EXPENDITURES			
Current:			
General government	1,548,653		
Police	3,277,081		
Fire and inspection	1,638,239		
Public works	2,601,447		
Parks and recreation	2,380,475		
Library	860,894		
Community development	168,159		
Miscellaneous	464,169	8,850	
Capital outlay		1,750,000	1,007,613
Debt service:			
Principal retired	109,413		
Interest and service charges	3,063	36	
Total expenditures	<u>13,051,593</u>	<u>1,758,886</u>	<u>1,007,613</u>
Excess of revenues over (under) expenditures	<u>1,911,255</u>	<u>(1,753,842)</u>	<u>(978,579)</u>
OTHER FINANCING SOURCES (USES)			
Transfers out	(1,380,000)		
Transfers in	15		
Total other financing sources (uses)	<u>(1,379,985)</u>		
Net change in fund balance	531,270	(1,753,842)	(978,579)
Fund balance – beginning	<u>21,925,400</u>	<u> </u>	<u>144,366</u>
Fund balance – ending	<u>\$22,456,670</u>	<u>\$(1,753,842)</u>	<u>\$(834,213)</u>

The notes to the basic financial statements are an integral part of this statement.

PIR Assessments Debt Service Fund	PIR Assessments Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
			\$302,819	\$5,343,687
				259,984
	\$347,741	\$706,306	42,075	8,435,212
				626,892
				109,028
\$775,934			404,525	1,180,459
18,731	78,238	101,483	43,538	1,103,823
			30,434	30,434
12,753	186,448		60,311	1,018,743
<u>807,418</u>	<u>612,427</u>	<u>807,789</u>	<u>883,702</u>	<u>18,108,262</u>
				1,548,653
				3,277,081
				1,638,239
				2,601,447
				2,380,475
				860,894
				168,159
			89,818	562,837
	2,524,011	1,195,303	610,282	7,087,209
690,000			172,700	972,113
186,994			147,006	337,099
<u>876,994</u>	<u>2,524,011</u>	<u>1,195,303</u>	<u>1,019,806</u>	<u>21,434,206</u>
<u>(69,576)</u>	<u>(1,911,584)</u>	<u>(387,514)</u>	<u>(136,104)</u>	<u>(3,325,944)</u>
		(759,162)	(65,197)	(2,204,359)
	820,239	1,132,123	65,182	2,017,559
	<u>820,239</u>	<u>372,961</u>	<u>(15)</u>	<u>(186,800)</u>
(69,576)	(1,091,345)	(14,553)	(136,119)	(3,512,744)
955,974	1,827,198	2,186,790	2,289,203	29,328,931
<u>\$886,398</u>	<u>\$735,853</u>	<u>\$2,172,237</u>	<u>\$2,153,084</u>	<u>\$25,816,187</u>

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CITY OF ALBERT LEA, MINNESOTA
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental
Funds to the Statement of Activities
For the year ended December 31, 2006

Net change in fund balances – total governmental funds	\$(3,512,744)
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. This is the amount by which capital outlays (\$3,996,882) exceeded depreciation (\$1,322,413) in the current period.	2,674,469
In the Statement of Activities, the contribution of capital assets from enterprise funds is reported as a transfer. Since capital assets are not reported in the governmental funds this is not reported there.	(2,269,337)
In the Statement of Activities, the loss on disposition of capital assets (\$4,363), as well as, the loss on assets held for resale (\$1,750,000) is reported. These losses are not a use of current resources and thus are not reported in the funds.	(1,754,363)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	1,233,863
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment on long-term debt and related items.	972,113
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds	(15,186)
The net revenue (expense) of the internal service funds is reported with governmental activities.	421,928
Change in Net Assets of Governmental Activities	\$4,039,417

The notes to the basic financial statements are an integral part of this statement.

CITY OF ALBERT LEA, MINNESOTA
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – General Fund
For the year ended December 31, 2006

	<u>Budget</u>		(Budgetary Basis) Actual	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$5,205,500	\$5,205,500	\$5,035,184	\$(170,316)
Licenses and permits	267,000	267,000	259,984	(7,016)
Intergovernmental revenue	6,452,214	6,452,214	7,339,090	886,876
Charges for service	506,593	506,593	626,892	120,299
Fines and forfeits	96,000	96,000	109,028	13,028
Interest on investments	80,000	80,000	833,439	753,439
Miscellaneous	714,850	714,850	759,231	44,381
	<u>13,322,157</u>	<u>13,322,157</u>	<u>14,962,848</u>	<u>1,640,691</u>
EXPENDITURES				
Current:				
General government				
City council	272,035	272,035	261,766	10,269
Elections	38,330	38,330	29,129	9,201
City administration	1,041,475	1,041,475	1,038,222	3,253
City center operation	222,418	222,418	216,333	6,085
Total general government	<u>1,574,258</u>	<u>1,574,258</u>	<u>1,545,450</u>	<u>28,808</u>
Police	<u>3,197,892</u>	<u>3,296,742</u>	<u>3,267,128</u>	<u>29,614</u>
Fire and inspection				
Fire	1,495,484	1,495,484	1,396,000	99,484
Inspection	231,832	243,832	236,179	7,653
Total fire and inspection	<u>1,727,316</u>	<u>1,739,316</u>	<u>1,632,179</u>	<u>107,137</u>
Public works				
Engineering	595,810	555,810	505,630	50,180
Street	426,100	426,100	387,484	38,616
Street maintenance	648,790	648,790	530,517	118,273
Snow and ice removal	334,870	334,870	152,202	182,668
Storm Sewers	255,450	255,450	255,102	348
Street Lighting	255,570	255,570	251,246	4,324
City garage	199,086	199,086	183,374	15,712
Airport	159,618	334,618	329,873	4,745
Total public works	<u>2,875,294</u>	<u>3,010,294</u>	<u>2,595,428</u>	<u>414,866</u>
Parks and recreation				
Recreation	409,675	409,675	394,656	15,019
Swimming pool	200,500	200,500	181,095	19,405
Senior citizens center	107,415	109,415	108,830	585
City arena	522,725	542,725	540,214	2,511
Civic theater	60,880	62,880	60,650	2,230
Park	896,475	976,475	972,552	3,923
Trees	107,980	107,980	101,113	6,867
Lake improvement	31,895	31,895	21,585	10,310
Total parks and recreation	<u>2,337,545</u>	<u>2,441,545</u>	<u>2,380,695</u>	<u>60,850</u>
Library	<u>799,925</u>	<u>862,260</u>	<u>860,025</u>	<u>2,235</u>
Community development	<u>171,727</u>	<u>171,727</u>	<u>167,701</u>	<u>4,026</u>

(Continued)

The notes to the basic financial statements are an integral part of this statement.

CITY OF ALBERT LEA, MINNESOTA
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – General Fund
Year Ended December 31, 2006

	<u>Budget</u>		<u>(Budgetary Basis) Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Miscellaneous				
Judgments and losses	50,000	50,000	6,463	43,537
Unemployment compensation	12,000	12,000	3,688	8,312
Contingencies	277,000	277,000	258,495	18,505
Capital projects	50,000	50,000	45,260	4,740
Tourism & convention bureau	144,000	150,600	150,263	337
Total miscellaneous	<u>533,000</u>	<u>539,600</u>	<u>464,169</u>	<u>75,431</u>
Debt service				
Note payments	102,600	109,500	109,413	87
Interest payments	2,600	3,100	3,063	37
Total debt service	<u>105,200</u>	<u>112,600</u>	<u>112,476</u>	<u>124</u>
Total expenditures	<u>13,322,157</u>	<u>13,748,342</u>	<u>13,025,251</u>	<u>723,091</u>
Excess of revenues over expenditures		(426,185)	1,937,597	2,363,782
OTHER FINANCING SOURCES (USES)				
Transfers in			15	15
Transfers out			(1,380,000)	(1,380,000)
Total other financing sources and uses			<u>(1,379,985)</u>	<u>(1,379,985)</u>
Net change in fund balance		(426,185)	557,612	983,797
Fund balance – beginning	<u>21,925,400</u>	<u>21,925,400</u>	<u>21,925,400</u>	
Fund balance – ending	<u>\$21,925,400</u>	<u>\$21,499,215</u>	<u>22,483,012</u>	<u>\$983,797</u>
Adjustment from budgetary basis to generally accepted accounting principles basis:				
Change in accrued wages			<u>(26,342)</u>	
Fund balance – generally accepted accounting principles			<u>\$22,456,670</u>	

CITY OF ALBERT LEA, MINNESOTA
Statement of Net Assets
Proprietary Funds
December 31, 2006

	Business-type Activities – Enterprise Funds		
	Water Fund	Sewage Disposal Fund	Other Enterprise Funds
ASSETS			
Current assets:			
Cash and cash equivalents	\$48,603	\$652,681	\$112,115
Investments	200,000	5,682,378	67,000
Accounts receivable	215,774	442,117	401
Assessments receivable	13,283	17,710	27,135
Inventories at cost	176,054		
Total current assets	<u>653,714</u>	<u>6,794,886</u>	<u>206,651</u>
Noncurrent assets:			
Advances for future assessments	19,233	20,623	
Deferred bond issuance costs	12,031	3,230	
Fixed assets – net	7,141,883	32,549,790	810,925
Patronage equity		399,197	1,439
Total noncurrent assets	<u>7,173,147</u>	<u>32,972,840</u>	<u>812,364</u>
Total assets	<u>7,826,861</u>	<u>39,767,726</u>	<u>1,019,015</u>
LIABILITIES			
Current liabilities:			
Accounts payable	41,935	82,842	2,279
Retainage payable	21,580	5,804	
Accrued wages	17,319	28,752	1,072
Accrued interest payable	25,612	13,147	
Accrued claims			
Refundable deposits	5,700		
Notes and bonds payable – net	60,000	155,000	
Accrued severance pay		14,559	
Total current liabilities	<u>172,146</u>	<u>300,104</u>	<u>3,351</u>
Noncurrent liabilities:			
Notes and bonds payable – net	1,251,691	508,950	
Accrued severance pay	60,195	111,480	5,075
Advance from other funds			134,260
Total noncurrent liabilities	<u>1,311,886</u>	<u>620,430</u>	<u>139,335</u>
Total liabilities	<u>1,484,032</u>	<u>920,534</u>	<u>142,686</u>
NET ASSETS			
Invested in capital assets, net of related debt	5,830,192	31,885,840	810,925
Unrestricted	<u>512,637</u>	<u>6,961,352</u>	<u>65,404</u>
Total net assets	<u>\$6,342,829</u>	<u>\$38,847,192</u>	<u>\$876,329</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds
Net Assets of Business-type Activities

The notes to the basic financial statements are an integral part of this statement.

	Governmental Activities
Total Enterprise Funds	Internal Service Funds
\$813,399	\$1,670,735
5,949,378	1,970,000
658,292	41,837
58,128	
176,054	17,733
<u>7,655,251</u>	<u>3,700,305</u>
39,856	
15,261	
40,502,598	2,857,870
400,636	
<u>40,958,351</u>	<u>2,857,870</u>
<u>48,613,602</u>	<u>6,558,175</u>
127,056	64,612
27,384	
47,143	4,656
38,759	
	150,000
5,700	
215,000	
14,559	
<u>475,601</u>	<u>219,268</u>
1,760,641	
176,750	
134,260	
<u>2,071,651</u>	
<u>2,547,252</u>	<u>219,268</u>
38,526,957	2,857,870
<u>7,539,393</u>	<u>3,481,037</u>
46,066,350	<u>\$6,338,907</u>
(125,669)	
<u>\$45,940,681</u>	

CITY OF ALBERT LEA, MINNESOTA
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the year ended December 31, 2006

	Business-type Activities – Enterprise Funds		
	Water Fund	Sewage Disposal Fund	Other Enterprise Funds
OPERATING REVENUES:			
Charges for service	\$1,499,509	\$3,652,059	\$94,497
Rentals	22,800		
Parking maintenance assessments			28,992
Miscellaneous	63,822	39,326	3,707
Total operating revenues	<u>1,586,131</u>	<u>3,691,385</u>	<u>127,196</u>
OPERATING EXPENSES:			
Operation and maintenance:			
Personal services	318,715	802,667	66,291
Supplies	282,523	206,013	12,064
Other services and charges	252,308	1,173,985	94,115
Depreciation	194,873	969,257	4,502
Administrative costs:			
Personal services	151,436	132,455	
Supplies	402	370	
Other services and charges	46,497	35,694	
In lieu of taxes and general overhead	250,190	303,420	29,940
Total operating expenses	<u>1,496,944</u>	<u>3,623,861</u>	<u>206,912</u>
Operating income (loss)	<u>89,187</u>	<u>67,524</u>	<u>(79,716)</u>
Non-operating revenues (expenses)			
Interest on investments	13,759	220,990	13,642
Interest on assessments			2,162
Gain (loss) on disposal of assets	4,793		
Patronage dividends		280	82
Bond issuance costs	(1,858)	(1,706)	
Interest expense and fiscal charges	(63,808)	(32,803)	
Total non-operating revenues (expenses)	<u>(47,114)</u>	<u>186,761</u>	<u>15,886</u>
Income (loss) before contributions & transfers	42,073	254,285	(63,830)
Capital contributions	212,790	280,364	
Transfer in			100,000
Transfer out			(2,422,537)
Change in net assets	<u>254,863</u>	<u>534,649</u>	<u>(2,386,367)</u>
Total net assets – beginning	<u>6,087,966</u>	<u>38,312,543</u>	<u>3,262,696</u>
Total net assets – ending	<u>\$6,342,829</u>	<u>\$38,847,192</u>	<u>\$876,329</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds
Change in Net Assets of Business-type Activities

The notes to the basic financial statements are an integral part of this statement.

	Governmental Activities
Total Enterprise Funds	Internal Service Funds
\$5,246,065	\$3,034,518
22,800	
28,992	
106,855	
<u>5,404,712</u>	<u>3,034,518</u>
1,187,673	108,091
500,600	326,581
1,520,408	1,885,906
1,168,632	716,808
283,891	
772	
82,191	
583,550	
<u>5,327,717</u>	<u>3,037,386</u>
<u>76,995</u>	<u>(2,868)</u>
248,391	141,641
2,162	
4,793	33,188
362	
(3,564)	
<u>(96,611)</u>	
<u>155,533</u>	<u>174,829</u>
232,528	171,961
493,154	
100,000	240,000
<u>(2,422,537)</u>	
<u>(1,596,855)</u>	<u>411,961</u>
	<u>5,926,946</u>
	<u>\$6,338,907</u>
<u>(9,967)</u>	
<u><u>\$(1,606,822)</u></u>	

CITY OF ALBERT LEA, MINNESOTA
Statement of Cash Flows
Proprietary Funds
For the year ended December 31, 2006

	Business-type Activities – Enterprise Funds		
	Water Fund	Sewage Disposal Fund	Other Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$1,563,028	\$3,641,448	\$210,038
Cash payments to suppliers for goods and services	(547,815)	(1,388,516)	(135,135)
Cash payments to employees for services	(484,338)	(928,958)	(68,021)
Cash payments in lieu of taxes	(33,790)	(87,020)	(3,590)
Other cash payments	(216,400)	(216,400)	(26,350)
Net cash provided by (used for) operating activities	<u>280,685</u>	<u>1,020,554</u>	<u>(23,058)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfer from other funds			100,000
Transfer to other funds			(153,200)
Interest on assessments			2,162
Net cash used for noncapital financing activities			<u>(51,038)</u>
CASH FLOWS FROM CAPITAL AND REL. FINANCING ACTIVITIES			
Acquisition of capital assets	(287,208)	(260,358)	(134,931)
Disposition of capital assets	8,520		
Capital contributions	7,830	9,899	
Advance from other fund			134,260
Principal paid on revenue bonds/notes payable	(60,000)	(167,851)	
Interest expense and fiscal charges	(64,372)	(35,030)	
Net cash used for capital and related financing activities	<u>(395,230)</u>	<u>(453,340)</u>	<u>(671)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investment securities		(1,001,498)	
Proceeds from sale of investment securities		315,000	
Interest on investments	13,759	126,683	13,642
Cash from patronage dividends		14,133	50
Net cash provided by (used for) investing activities	<u>13,759</u>	<u>(545,682)</u>	<u>13,692</u>
Net increase (decrease) in cash and cash equivalents	(100,786)	21,532	(61,075)
Cash and cash equivalents – beginning of the year	<u>149,389</u>	<u>631,149</u>	<u>173,190</u>
Cash and Cash Equivalents – end of the year	<u><u>\$48,603</u></u>	<u><u>\$652,681</u></u>	<u><u>\$112,115</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating income (loss)	\$89,187	\$67,524	\$(79,716)
Adjustments			
Depreciation	194,873	969,257	4,502
Net changes in assets and liabilities:			
Accounts receivable	(27,579)	(51,905)	82,842
Assessments receivable	1,476	1,968	
Inventories	28,550		
Accounts payable	541	27,546	(28,956)
Retainage payable	4,824		
Accrued Wages	3,875	470	(1,476)
Other	(15,062)	5,694	(254)
Net cash provided by (used for) operating activities	<u>\$280,685</u>	<u>\$1,020,554</u>	<u>\$(23,058)</u>
Noncash investing, capital, and financing activities:			
Patronage dividends		\$280	\$32
Amortization of bond issuance costs	\$1,357	1,706	
Loss on disposition of capital assets	(4,793)		
Change in fair value of investments		94,307	
Capital Contribution	204,960	270,465	
Acquisition of capital assets with advance from other fund			134,260
Transfer capital assets to general fund			2,269,337

The notes to the basic financial statements are an integral part of this statement.

	Governmental Activities
Totals	Internal Service Funds
\$5,414,514	\$3,025,147
(2,071,466)	(2,161,443)
(1,481,317)	(106,898)
(124,400)	
(459,150)	
<u>1,278,181</u>	<u>756,806</u>
100,000	
(153,200)	
2,162	
<u>(51,038)</u>	
(682,497)	(999,583)
8,520	33,188
17,729	240,000
134,260	
(227,851)	
(99,402)	
<u>(849,241)</u>	<u>(726,395)</u>
(1,001,498)	
315,000	200,000
154,084	141,641
14,183	
<u>(518,231)</u>	<u>341,641</u>
(140,329)	372,052
953,728	1,298,683
<u>\$813,399</u>	<u>\$1,670,735</u>
\$76,995	\$(2,868)
1,168,632	716,808
3,358	(9,371)
3,444	
28,550	21,603
(869)	29,441
4,824	
2,869	1,193
(9,622)	
<u>\$1,278,181</u>	<u>\$756,806</u>
\$312	
3,063	
(4,793)	
94,307	
475,425	
2,269,337	

CITY OF ALBERT LEA, MINNESOTA
Statement of Net Assets
Fiduciary Fund
December 31, 2006

	<u>Agency Fund</u>
ASSETS	
Cash and cash equivalents	\$10
Taxes receivable	<u>209,371</u>
Total assets	<u><u>\$209,381</u></u>
 LIABILITIES	
Accounts payable	<u>\$209,381</u>
Total liabilities	<u><u>\$209,381</u></u>

The notes to the basic financial statements are an integral part of this statement.