



REFLECTIONS

JULY | AUGUST | SEPTEMBER
2023
VOLUME 19, ISSUE 3



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City Hall Notes

Tammy Pfaff, City Manager — (320) 983-3141

Building Permits

The City of Milaca Building Department would like to remind residents that building permits are needed for the following:

RESIDENTIAL

- Re-roof \$51.00
- Siding \$51.00
- Hot Water Heater/AC \$51.00 EACH
- Fence \$26.00
- Deck \$51.00
- Fireplace \$51.00
- Windows/Replacement \$51.00
- Steps \$26.00
- Demolition \$51.00

The following building permits are fee-based on the value of the construction:

- Alterations/Addition
- Garage
- New Construction

You do not need a building permit for:

- Painting
- Carpeting
- Cabinets

Electrical permits are obtained through the state. You can contact State Electrical Inspector Ben Husom at (320) 277-6277.

Building permits are at our website at cityofmilaca.org/forms and can be emailed to Deloris Katke at dkatke@milacacity.com. Building inspections are completed by Tad Winterfield our building inspector. Tad can be reached at (763) 482-0446 or email him at tad@midmninspections.com. Please be sure to call either Tad or Deloris for any questions regarding building permits.

BUILDING PERMIT APPLICATION CITY OF MILACA			Permit No. _____ Date _____
1. DATE	2. SITE ADDRESS		FEES Permit Fee _____ Plan Check Fee _____ Penalty Fee _____ Filing Fee _____ Plumbing Fee _____ Septic Fee _____ Mechanical Fee _____ Water Fee _____ Sewer Fee _____ Surcharge Fee _____ Others _____ TOTAL FEE _____
3. LEGAL DESCRIPTION/PROPERTY I.D.# SECTION _____ LOT _____ BLOCK _____ ADDITION _____ PLAT # _____ PARCEL # _____			
4. OWNER (Name) _____ (Address) _____ (Phone) _____			
5. ARCHITECT (Name) _____ (Address) _____ (Phone) _____			CODE ANALYSIS Type of Const. _____ Use of Bldg. _____ Occupancy Group _____ Zoning District _____
6. CONTRACTOR (Name) _____ (Address) _____ (Phone) _____			
7. CONTRACTOR'S LICENSE # _____ APPLICANT'S EMAIL _____			Variance Granted Date _____
8. TYPE OF WORK: COMMERCIAL _____ RESIDENTIAL _____ Addition _____ Alterations _____ Chimney _____ Deck _____ Fence _____ Finish Attic _____ Finish Basement _____ Fireplace _____ Garage _____ Heating _____ New Construction _____ Plumbing _____ Porch _____ Reroofing _____ Re-roofing _____ Sign _____ Misc. _____			
9. START DATE _____ 10. COMPLETION DATE _____ 11. ESTIMATED VALUE _____			OFF STREET PARKING Spaces Required _____ Spaces on Plan _____
12. SIZE OF STRUCTURE (Ht.) _____ (Width) _____ (Depth) _____ 13. NO. OF STORIES _____ 14. PROPERTY DIMENSION (Width) _____ (Depth) _____			
15. PROPOSED ELEVATION IN RELATION TO CURB OR WATERWAY _____ ELEVATION _____ 16. PROPERTY AREA OR ACRES _____ Sq. Ft. _____			MATERIALS FILED WITH APPLICATION Soils Report _____ Borings _____ Percolation _____ Compaction Test _____ Plans & Specs _____ Sets _____ Survey _____ Copies _____ Energy Calculations _____ Piling Logs _____
17. FRONT YARD setback from street _____ right-of-way _____ 18. REAR YARD setback _____ Ft. _____ 19. SIDE YARD setbacks _____ Right Side _____ Left Side _____			
20. FLOOR AREA APPORTIONMENT USE Aggregate Floor Area _____ Sq. Ft. _____			FIRE SPRINKLERS REQ. Yes _____ No _____
SPECIAL CONDITIONS: _____ _____			
APP. ACCEPTED BY: _____ PLANS CHECKED BY: _____ PLANS APPROVED BY: _____			SPECIAL APPROVALS Zonings _____ Fire Dept. _____ Health Dept. _____ County _____ Other _____
THIS PERMIT BECOMES NULL & VOID IF WORK OR CONSTRUCTION AUTHORIZED IS NOT COMMENCED WITHIN 180 DAYS, OR IF CONSTRUCTION OF WORK IS SUSPENDED OR ABANDONED FOR A PERIOD OF 180 DAYS AT ANY TIME AFTER WORK IS COMMENCED. I HEREBY CERTIFY THAT I HAVE READ AND EXAMINED THIS APPLICATION AND KNOW THE SAME TO BE TRUE AND CORRECT. ALL PROVISIONS OF LAWS AND ORDINANCES GOVERNING THIS TYPE OF WORK WILL BE COMPLIED WITH, WHETHER SPECIFIED HEREIN OR NOT. THE GRANTING OF A PERMIT DOES NOT PRESUME TO GIVE AUTHORITY TO VIOLATE OR CANCEL THE PROVISIONS OF ANY OTHER STATE OR LOCAL LAW REGULATING CONSTRUCTION OR PERFORMANCE OF CONSTRUCTION.			
Signature of Contractor/Owner _____ Date _____			CERTIFICATE OF OCCUPANCY Date _____ By _____
COMPLETED BY CITY OF MILACA Amt Paid _____ Check No. _____ Money Order _____ Cash _____ Date _____ Initial: _____			INSPECTOR _____ DATE _____ RESET

Need to let your out-of-town friends & family know what's going on in Milaca?

DiscoverMilaca.com

MILACA AREA TOURISM BUREAU



DiscoverMilaca.com has all the info on local events, dining, drinking, and shopping!

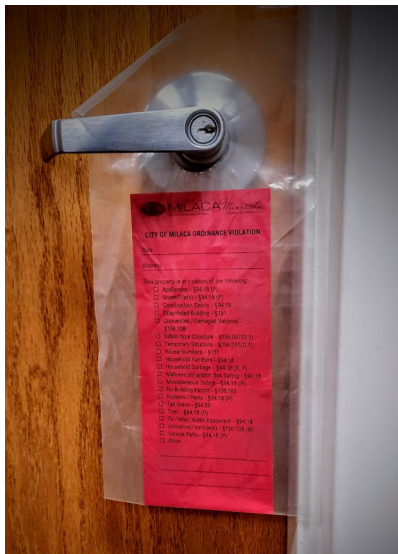
Water & Sewer Bill Reminders

Please allow 3-5 days for mailing. Payments should be postmarked by the 13th to avoid a late fee.

Alternatives to mailing your payment include signing up for Direct Payment (no fee to sign up!) or to pay with your credit/debit card (minimum \$3 convenience fee). Both can be accessed at <https://www.cityofmilaca.org/payments>. Or just drop off your payment at City Hall!

We are also exploring the capability to email your bill. More details to come!

If you have any questions about your bill, give us a call at [\(320\) 983-3141](tel:320-983-3141).



Ordinance Violations

City of Milaca staff have been conducting periodic reviews of properties throughout the city in an effort to identify issues where residences and businesses are not up to code.

The door hanger they leave when a problem is found will be checked with the ordinance violation noted, along with the amount of time given to correct the issue.

Milaca's Code of Ordinances on American Legal Publishing are updated yearly at <https://codelibrary.amlegal.com/codes/milaca>. Ordinances approved by the Milaca City Council after publication are listed individually at cityofmilaca.org/ordinances.

Question:

Why did the chicken cross the road?

Answer:

To get outside of city limits!

Please remember that the City of Milaca Code of Ordinances only allows farm animals, including chickens and ducks, on residential lots of **ten** acres or more.

Failure to comply with with this ordinance will result in a misdemeanor.

Full text of the Farming Operations Ordinance can be read at https://codelibrary.amlegal.com/codes/milaca/latest/milaca_mn/0-0-0-165669



Liquor Store Notes

Vicki Jeys, Manager — (320) 983-6255

Stock Up for Summer and Enter to Win a UTV!

Milaca Off-Sale has everything you need to make your day in the sun super fun! Need a nice white wine for a picnic? We have a huge selection of chilled wine available for purchase, including boxed wines!

Our premixed cocktails such as margaritas, cosmopolitans, Moscow mules, and daquiris are also refrigerated, and make a fine addition to any outing.

Don't forget our weekly and monthly beer, liquor, and wine specials, and we have the area's best selection of roll-your-own tobacco!

When you stop in for your supplies, be sure to check out the information from Keystone Light to win your very own UTV!



Parks & Public Works Notes

PUBLIC WORKS

Water Meter Replacement

Coming this summer all water meters will be replaced. The City has partnered with Vanguard Utility Services for installation. These new meters have an advanced meter reading system, ensuring your water usage is accurate. You

will receive notifications with scheduling information in the upcoming months. Up-to-date information can also be found at cityofmilaca.org/wmr.

Please note: Participation in the meter replacement program is mandatory



PARKS

Events

This summer our awesome City of Milaca Parks are certainly getting used! Rec Park especially has hosted some great events in June, including a private concert, two Music in the Park concerts courtesy of the Milaca Fine Arts Council, and the 3rd Lair Skate Demo & Band Showcase, courtesy of the City of Milaca and Witchdoctor Guitars & Project 37, as well as various worship services and company parties.

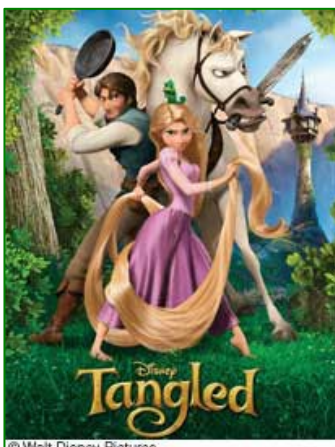
There's still more to come yet this summer!

- The last Music in the Park concert at the Rec Park Bandshell is scheduled for **July 13th**, with The Foxgloves performing from 6:30 – 8:30 p.m.



- **July 15th** is the Kids Hands-On Event from 10 a.m. to 4 p.m. Fishing For Life will have a trout pond, inflatable archery range, and inflatable BB gun range. I AM Community is hosting the Craft & Vendor Fair, and there will be machinery, emergency vehicles, and construction equipment from area businesses, law enforcement, and fire departments.
- The first Movie in the Park will be shown on **July 21st**. The movie Good Burger (PG) starts shortly after 9 p.m. and has a runtime of 95 minutes.

- RecFest, the annual bluegrass festival held in Rec Park, starts **July 27th** and goes through **July 30th**.
- The Rec Park Bandshell is the stage for another festival on **August 12th**. Gopie Goats presents the First Annual Reggae, Ska, and Rock Festival, with music all day long.



- **August 18th** is the second Movie in the Park, Tangled (PG). The movie will start around 8:30 p.m. and has a runtime of 100 minutes.
- August wraps up with the annual Homegrown Music Fest on **August 26th** presented by Braun Entertainment.

As summer winds to a close, the annual Rotz Camp & Jam takes place in Rec Park from **September 7th** to **September 10th**, and the Rum River Life Choices Center will hold their annual fundraiser on **September 16th**. We hope to see you and your family & friends at some or all of these events!

Deputy Registrar Notes

Amy Cain, Deputy Registrar — (320) 983-3143

The Deputy Registrar is open to the public Monday through Friday 8-4 pm. If you have a transaction that is going to take longer, please try to be here no later than 3:45 pm. Enhanced Driver's licenses will not be processed after 3:30pm. The knowledge test is offered here on a computer in the office. It can get a bit noisy in here, so if you need to bring ear plugs, they are allowed. The test is by appointment only and the fee is \$10. Knowledge test appointments can be made on our website

cityofmilaca.org/registrar. We try very hard to help everyone, so please be patient with us!

As of July 1st, 2023 if you are coming from out of state, you are no longer required to do a written test before switching to a Minnesota driver's license.

Fee increases are finally happening for us this year! We have waited years for this as we have made very little processing driver's licenses that take up so much of our time! So try to be nice to your local offices with the prices increasing, as we have waited a long time and gone through a lot to get here. Every office truly deserves it with everything we do for the state and our customers on a daily basis.

The state offers road test appointments on Thursdays. Appointments can only be made online at <http://www.drive.mn.gov> or if you need assistance you can call State at [\(651\) 284-1234](tel:6512841234).

Be aware that appointments are limited, so it may say no availability. Any questions about the road tests need to be answered by state, as we have nothing to do with them.

If you need a question answered right away, please email us at depreg@milacacity.com and we can answer your questions. If you need anything looked up that is not public information, you do have to come in to the office due to data privacy. We also welcome everyone to utilize the drop box for tab renewals, DNR transactions, and even title transfers if completed! We check the box every day and do the work in between customers. Please fill out the provided form to go with the paperwork dropped off.

We appreciate all of our customers, so thank you for trusting us to serve you! Looking forward to seeing everyone this summer!

— Amy, Audra, and Julie



Minnesota Driver and Vehicle Services



Fire Department Notes

Chris Ehlen & Jesse Gerads, Fire Chief — (320) 983-3465

10 TIPS TO PREVENT WILDFIRES

Nationally, almost nine out of 10 wildfires are caused by humans. These preventable wildfires threaten lives, property and our precious natural resources. Whether you're a first-time visitor or a public land pro, **you play a valuable role in preventing wildfires and protecting our natural resources.**

1. Check weather and drought conditions. Pay close attention to weather and drought conditions, which can affect the flammability of vegetation. **Avoid any activities that involve fire or sparks when it's hot, dry and windy.** If the conditions aren't right, choose non-flammable options. Remember, conditions and local restrictions should guide your decision for any fire-related activity such as building a campfire, operating equipment, off-roading on dry grass, or burning debris.

2. Build your campfire in an open location and far from flammables.

Many people love to go camping and enjoy the warmth and light from a campfire, but **your campfire can cause wildfires** if you do not build and extinguish it properly.

To build a safe campfire, make sure you:

- **Select a flat, open location away from flammable materials** such as logs, brush or decaying leaves and needles.
- **Scrape away grass, leaves and needles** down to the mineral soil.
- **Cut wood in short lengths**, pile it within the cleared area and then light the fire.
- **Stay with your fire.**
- **Extinguish it completely** before leaving.

3. Douse your campfire until it's cold.

Make sure your campfire is completely out:

Douse the fire with at least one bucket of water. Stir it.

Add another bucket of water.

Stir it again.

Your campfire should be cold to the touch before you leave.

4. Keep vehicles off dry grass.

If you are off-roading, remember that your exhaust can reach temperatures of 1,000+ degrees! **Avoid driving or parking over dry grass.**

5. Regularly maintain your equipment and vehicle.

Vehicles and equipment can shoot sparks from their exhaust, particularly vehicles that haven't received regular maintenance.

6. Practice vehicle safety.

Carry a shovel, bucket and a fire extinguisher in your vehicle to put out fires. Off-highway vehicles must have a spark arrester.

7. Check your tires, bearings and axles on your trailer.

If you're towing a trailer, please remember to do a maintenance check to ensure the tires are not worn, the bearings and axles are greased, and safety chains are properly in place and not dragging on the ground.

8. Keep sparks away from dry vegetation.

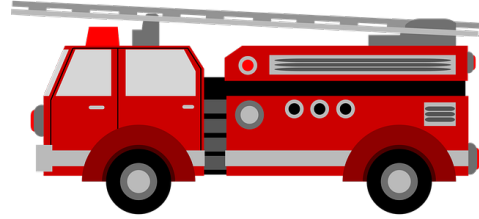
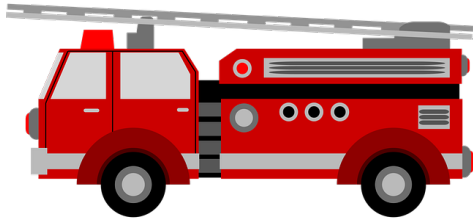
Always clear the area around your workspace. This area should be even larger if it is windy and dry.

9. Check conditions and regulations before you use fireworks or consider safe alternatives.

Fireworks start over 19,000 fires and send over 9,000 people to the ER each year in the United States.

Check your local federal, state and city regulations before using fireworks. States, counties and cities may have different laws and regulations, so a little bit of research could save you the cost of an improper fireworks use penalty, or worse – the cost of fighting a wildfire.

Consider safe alternatives such as glow sticks or silly string.



10. Cautiously burn debris and never when it's windy or restricted.

If you plan to burn debris on your private property, **make sure you have water nearby** (such as a garden hose) and **never burn anything if it's windy**. Once your burn is completed, **be sure to “mop up” the ashes with water and stirring**.

Wildfires often start from “holdover” debris piles that were not extinguished, days or even weeks after they were burned. There may be burning restrictions in your area, so contact your local fire authority for more information and debris burning tips.

Milaca Trails Notes

Milaca Trails Initiative facebook.com/MilacaTrailsInitiative

- There is a new connector trail/boardwalk to access the bog monster and north woods off of the Rum River Run Trail on the west side of the lagoon. This connection allows you to access the Northwoods trails until the primary bridge is able to be put back.
- Runnin' in the Ruff is still planned for early fall. Details to come!
- The City of Milaca is applying for a TMobile Hometown Grant to expand the trails. The expansion would add two trails south of the trailhead with a combined distance of approximately 2.5 miles. Trail difficulty is expected to be easy with alternate routes with more difficult features for advanced riders.



EVENTS CALENDAR*

**Please remember this schedule is subject to change or cancellation.*

July 2023

City Offices Closed - Independence Day

Tuesday, July 4, 2023

Music in the Park – The Foxgloves

Thursday, July 13, 2023 at 6:30 PM

3rd Annual Kids Hands-On Event

Saturday, July 15, 2023 at 10:00 AM

City Council Meeting*

Thursday, July 20, 2023 at 6:30 PM

Movie in the Park – Good Burger

Friday, July 21, 2023 at 9:00 PM

RecFest

Thursday, July 27, 2023 at 7:00 PM

August 2023

Milaca Municipal Airport Fly-In

Sunday, August 6, 2023 at 8:00 AM

Reggae, Ska, and Rock Music Fest

Saturday, August 12, 2023 at 12:00 PM

City Council Meeting*

Thursday, August 17, 2023 at 6:30 PM

Movie in the Park – Tangled

Friday, August 18, 2023 at 8:30 PM

Homegrown Music Fest

Saturday, August 26, 2023 at 12:00 PM

September 2023

City Offices Closed - Labor Day

Monday, September 4, 2023

Rotz Camping & Jamming

Thursday, September 7, 2023

Rum River Life Choices Center

Annual Fundraiser

Saturday, September 16, 2023 at 12:00 PM

City Council Meeting*

Thursday, September 21, 2023 at 6:30 PM

**All Open City Council Meetings are live streamed on our Facebook page*



Ongoing

Rum River Market

Wednesdays at 11 a.m. Teal's Parking Lot

Milaca Farmers Market

Thursdays at 4 p.m. The Bee Café & Boutique



ADMINISTRATION ☐ (320) 983-3141

City Manager Tammy Pfaff tpfaff@milacacity.com
 Elizabeth Nealley, City Treasurer treasurer@milacacity.com
 Assistant City Clerk / Accounts Payable
 Deloris Katke dkatke@milacacity.com
 Administrative Communications Specialist
 Mary Mickelson mmickelson@milacacity.com
 Utility Billing / Front Desk Clerk
 Mary Beth Niedzielski mniedzielski@milacacity.com

DEPUTY REGISTRAR ☐ (320) 983-3143

Motor Vehicle Supervisor Amy Cain depreg@milacacity.com
 Audra Wiener
 Julie David

MILACA OFF SALE ☐ (320) 983-6255

Manager Vicki Jeys liquor@frontiernet.net

POLICE DEPARTMENT ☐ (320) 983-6166

Chief Quinn Rasmussen qrasmussen@milacacity.com
 Officer Jeff Shaw jshaw@milacacity.com
 Officer Jake Isaacson jisaacson@milacacity.com
 Officer Mike Barros mbarros@milacacity.com
 Officer Craig Elgin celgin@milacacity.com
 Officer Henry Harris hharris@milacacity.com
 Officer Andrew Sammis asammis@milacacity.com
 Office Administration Becky Porter rporter@milacacity.com

PUBLIC WORKS & PARKS ☐ (320) 983-6547

Public Works Supervisor Gary Kirkeby gkirkeby@milacacity.com

John Oldenburg
 Mark Wubben
 Warne Johnson
 Troy Roelofs
 Zach Pelarski

CITY COUNCIL DIRECTORY

Mayor Dave Dillan	(320) 983-3204
Councilmember Norris Johnson	(320) 983-6837
Councilmember Lindsee Larsen	(320) 982-1088
Councilmember Ken Muller	(320) 630-5064
Councilmember Laurie Gahm	(320) 982-2347



Reflections is produced every three months.

If you would like to be added to the distribution list for a pdf version of **Reflections**, email mmickelson@milacacity.com with your request.

You may also go to our website to view the newsletter:

www.cityofmilaca.org/newsletter

Next issue will be available in October 2023.

CITY OF MILACA
 255 1ST ST E
 MILACA MN 56353

(320) 983-3141
 (320) 983-3142 FAX

cityofmilaca.org



**CITY OF MILACA, MINNESOTA
SUMMARY FINANCIAL REPORT**

The purpose of this report is to provide a summary of the financial information concerning the City of Milaca to interested citizens. The complete financial statements may be examined at the City Hall, 255 1st Street East. Questions about this report should be directed to Tammy Pfaff, City Manager, at 320-983-3141.

**REVENUES AND EXPENDITURES FOR GENERAL OPERATIONS
(GOVERNMENTAL FUNDS)**

	Total 2022	Total 2021	Percent Increase (Decrease)
REVENUES			
Property Taxes	\$ 983,718	\$ 1,036,477	-5.09%
Tax Increment	42,883	60,129	-28.68%
Franchise Taxes	10,109	11,395	-11.29%
Special Assessments	17,317	15,928	8.72%
Licenses, Permits, and Fees	55,352	51,499	7.48%
Intergovernmental	1,208,239	1,368,130	-11.69%
Charges for Services	255,483	208,727	22.40%
Fines	2,465	3,634	-32.17%
Investment Income (Loss):	(230,006)	(53,929)	326.50%
Lease Interest	4,272	-	100.00%
Miscellaneous	246,345	493,700	-50.10%
TOTAL REVENUES	\$ 2,596,177	\$ 3,195,690	-18.76%
<i>Per Capita</i>	<i>\$ 847.59</i>	<i>\$ 1,053.29</i>	<i>-19.53%</i>
EXPENDITURES			
Current:			
General Government	583,127	645,616	-9.68%
Public Safety	1,022,103	835,179	22.38%
Public Works	247,783	183,609	34.95%
Parks and Recreation	230,771	170,745	35.16%
Library	25,061	22,790	9.96%
Economic Development	38,691	39,652	-2.42%
Airport	136,857	65,562	108.74%
Capital Outlay	1,031,487	1,602,860	-35.65%
Debt Service:			
Principal	355,804	665,179	-46.51%
Interest and Other Charges	67,995	92,259	-26.30%
TOTAL EXPENDITURES	\$ 3,739,679	\$ 4,323,451	-13.50%
<i>Per Capita</i>	<i>\$ 1,220.92</i>	<i>\$ 1,425.00</i>	<i>-14.32%</i>
Total Long-term Indebtedness	\$ 2,328,922	\$ 2,114,726	10.13%
<i>Per Capita</i>	<i>\$ 760.34</i>	<i>\$ 697.01</i>	<i>9.09%</i>
General Fund and Special Revenue Funds Committed, Assigned, and Unassigned Fund Balances - December 31			
	\$ 2,024,802	\$ 2,295,802	-11.80%
<i>Per Capita</i>	<i>\$ 661.05</i>	<i>\$ 756.69</i>	<i>-12.64%</i>

**CITY OF MILACA, MINNESOTA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2022**

	Water Fund	Sewer Fund	Liquor Fund	Totals
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 1,348,405	\$ 1,072,501	\$ 700,278	\$ 3,121,184
Assessments Receivable	11,630	-	-	11,630
Accounts Receivable	44,960	25,061	-	70,021
Due from Other Governments	-	973	-	973
Inventory	-	-	499,299	499,299
Prepays	2,500	4,030	6,607	13,137
Lease Receivables	10,745	-	-	10,745
Total Current Assets	1,418,240	1,102,565	1,206,184	3,726,989
Noncurrent Assets				
Capital Assets Not Being Depreciated	16,003	-	258,493	274,496
Capital Assets Being Depreciated (Net)	2,741,016	962,525	564,187	4,267,728
Lease Receivables	305,096	-	-	305,096
Total Noncurrent Assets	3,062,115	962,525	822,680	4,847,320
TOTAL ASSETS	4,480,355	2,065,090	2,028,864	8,574,309
DEFERRED OUTFLOWS OF RESOURCES				
Pensions	46,592	47,467	95,239	189,298
LIABILITIES				
Current Liabilities				
Accounts Payable	5,896	1,833	70,570	78,299
Salaries Payable	5,697	5,652	11,660	23,009
Deposits Payable	17,816	-	-	17,816
Due to Other Funds	-	-	889	889
Accrued Interest	10,644	-	-	10,644
Bonds Due Within One Year	167,000	-	-	167,000
Total Current Liabilities	207,053	7,485	83,119	297,657
Noncurrent Liabilities				
Compensated Absences Due After One Year	4,929	4,929	9,281	19,139
Bonds Due After One Year	886,000	-	-	886,000
Net Pension Liability	142,143	144,792	290,858	577,793
Total Noncurrent Liabilities	1,033,072	149,721	300,139	1,482,932
TOTAL LIABILITIES	1,240,125	157,206	383,258	1,780,589
DEFERRED INFLOWS OF RESOURCES				
Pensions	\$ 6,099	\$ 6,213	\$ 12,481	\$ 24,793
Leases	304,949	-	-	304,949
TOTAL DEFERRED INFLOWS OF RESOURCES	311,048	6,213	12,481	329,742
NET POSITION				
Net Investment in Capital Assets	1,704,019	962,525	822,680	3,489,224
Unrestricted	1,271,755	986,613	905,684	3,164,052
TOTAL NET POSITION	\$ 2,975,774	\$ 1,949,138	\$ 1,728,364	\$ 6,653,276

CITY OF MILACA, MINNESOTA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Water Fund	Sewer Fund	Liquor Fund	Totals
SALES AND COST OF SALES				
Sales	\$ -	\$ -	\$ 2,946,734	\$ 2,946,734
Cost of Sales	-	-	(2,235,019)	(2,235,019)
GROSS PROFIT	-	-	711,715	711,715
OPERATING REVENUES				
Charges for Services	539,545	315,574	-	855,119
TOTAL GROSS PROFIT AND OPERATING REVENUES	539,545	315,574	711,715	1,566,834
OPERATING EXPENSES				
Wages and Benefits	210,585	213,846	402,210	826,641
Materials and Supplies	23,744	3,664	6,970	34,378
Repairs and Maintenance	37,544	68,379	42,038	147,961
Professional Services	91,706	41,905	10,092	143,703
Insurance	5,017	6,010	10,166	21,193
Utilities	41,865	10,959	33,407	86,231
Miscellaneous	1,822	63	70,718	72,603
Depreciation	179,782	74,998	58,389	313,169
TOTAL OPERATING EXPENSES	592,065	419,824	633,990	1,645,879
NET OPERATING INCOME (LOSS)	(52,520)	(104,250)	77,725	(79,045)
NONOPERATING INCOME (EXPENSE)				
Special Assessments	2,112	-	-	2,112
Intergovernmental	160,098	-	-	160,098
Connection Fees	-	10,000	-	10,000
Investment Income	12,050	12,578	8,298	32,926
Lease Interest	10,371	-	-	10,371
Miscellaneous	41,237	1,107	1,266	43,610
Interest and Other Charges	(22,761)	-	-	(22,761)
TOTAL NONOPERATING INCOME (EXPENSE)	203,107	23,685	9,564	236,356
CHANGE IN NET POSISTION PRIOR TO TRANSFERS	150,587	(80,565)	87,289	157,311
TRANSFERS				
Operating Transfers Out	-	-	(225,000)	(225,000)
CHANGE IN NET POSITION	150,587	(80,565)	(137,711)	(67,689)
NET POSITION - BEGINNING OF YEAR	2,825,187	2,029,703	1,866,075	6,720,965
NET POSITION - END OF YEAR	<u>\$ 2,975,774</u>	<u>\$ 1,949,138</u>	<u>\$ 1,728,364</u>	<u>\$ 6,653,276</u>

**CITY OF MILACA, MINNESOTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Water Fund	Sewer Fund	Liquor Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers	\$ 539,089	\$ 318,181	\$ 2,946,734	\$ 3,804,004
Cash Paid to Suppliers	(214,058)	(153,590)	(2,511,729)	(2,879,377)
Cash Paid to Employees	(198,477)	(202,087)	(380,624)	(781,188)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>126,554</u>	<u>(37,496)</u>	<u>54,381</u>	<u>143,439</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental	159,164	-	-	159,164
Other Receipts from Customers	40,716	11,108	1,267	53,091
Net Operating Subsidies and Transfers from (to) Other Funds	-	-	(225,000)	(225,000)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>199,880</u>	<u>11,108</u>	<u>(223,733)</u>	<u>(12,745)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchases of Capital Assets	(31,703)	-	(126,666)	(158,369)
Payments on Bond Principal	(166,000)	-	-	(166,000)
Proceeds from Debt Issuance	373,000	-	-	373,000
Cash Paid for Interest	(15,389)	-	-	(15,389)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>159,908</u>	<u>-</u>	<u>(126,666)</u>	<u>33,242</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income	<u>12,050</u>	<u>12,578</u>	<u>8,298</u>	<u>32,926</u>
Net Change in Cash and Cash Equivalents	498,392	(13,810)	(287,720)	196,862
Cash and Cash Equivalents - Beginning of Year	<u>850,013</u>	<u>1,086,311</u>	<u>987,998</u>	<u>2,924,322</u>
Cash and Cash Equivalents - End of Year	<u>\$ 1,348,405</u>	<u>\$ 1,072,501</u>	<u>\$ 700,278</u>	<u>\$ 3,121,184</u>