

AGENDA
CITY OF DAYTON, MINNESOTA
12260 S. Diamond Lake Road, Dayton, MN 55327
Tuesday, May 13, 2025
WORK SESSION ON FIRE DEPARTMENT STAFFING MODEL - 5:00 P.M.
REGULAR MEETING OF THE CITY COUNCIL - 6:30 P.M.

The invite for Zoom for this meeting can be found on the City's website community calendar

- 6:30 **CALL TO ORDER**
- 6:30 **PLEDGE OF ALLEGIANCE**
- 6:35 **APPROVAL OF AGENDA**
- Presentation of Fire Poster Winner (Third Grader)**
- 6:40 **CONSENT AGENDA** *These routine or previously discussed items are enacted with one motion. Any questions on items should have those items removed from consent agenda and approved separately.*
- A. Approval of Council Meeting Minutes of April 22, 2025
- B. Approval of Local Board of Appeals Meeting Minutes of April 22, 2025
- C. Approval of Payment of Claims for May 13, 2025
- D. Approval of Resolution 26-2025; Accepting Donation from Spikes and Houles
- E. Approval of Resolution 31-2025; Accepting Donation from Julie Schoephoerster
- F. Approval of Resolution 32-2025; Accepting Donation from Fully Promoted
- G. Approval of Resolution 33-2025; Accepting Donation from Magnus Veterans Foundation
- H. Approval of Waiving Fees for Operation Zero
- I. Approval of Resolution 29-2025; "Blanket" Regarding Part-Time Police Officers
- J. Approval of Seasonal Hires for Public Works
- 6:45 **OPEN FORUM** *Is limited to Three minutes for non-agenda items; state your name and address; No Council Action will be taken and items will be referred back to staff*
- 6:55 **STAFF, CONSULTANT AND COUNCIL UPDATES**
- COUNCIL BUSINESS**
- New Business**
- 7:10 K. Easement Discussion on Lawndale (from last meeting)
- 7:40 L. Quarterly Report for Q1 2025
- 7:55 M. Bernens Concept Plan
- 8:15 N. Audit Presentation
- Action Items**
- 8:35 O. Resolution 30-2025; Supporting the Placing of Land in the Metropolitan Ag Preserve for Salonek and Ordinance 2025-13; Amending Zoning District
- 8:40 P. Approval to post for Full Time Fire
- 8:45 **ADJOURNMENT**

The City of Dayton's mission is to promote a thriving community and to provide residents with a safe and pleasant place to live while preserving our rural character, creating connections to our natural resources, and providing customer service that is efficient, fiscally responsible, and responsive.

CALL TO ORDER

Fisher called the regular meeting of the Dayton City Council to order at 6:32 PM on Tuesday, April 22, 2025.

PRESENT: Mayor Dennis Fisher, David Fashant, Stephanie Henderson, Scott Salonek, and Sara Van Asten

ABSENT: None

ALSO PRESENT: Public Works Superintendent, Marty Farrell; Fire Chief, Gary Hendrickson; Police Sergeant, Mike Grimsby; City Administrator/Finance Director, Zach Doud; Assistant City Administrator/City Clerk, Amy Benting; Community Development Director, Jon Sevald; City Attorney, Amy Schmidt

PLEDGE OF ALLEGIANCE

APPROVAL OF AGENDA

Benting noted that Resolution 25-2025 needed to be added to item O.

MOTION: *Salonek made a motion to approve the agenda. Fashant seconded the motion. The amended agenda was approved unanimously in a 5-0 vote.*

CONSENT AGENDA

- A. Approval of Local Board of Appeals Minutes of April 8, 2025 and Council Meeting Minutes of April 8, 2025
- B. Approval of Payment of Claims for April 22, 2025
- C. Summary of the Closed Session on Zach Doud's Review
- D. Approval of Resolution 24-2025; Territorial Grove Final Plat and Development Agreement
- E. Approval of Ordinance 2025-12; Public Trees
- F. Approval of Resignation from Logan Brunette
- G. Approval of Pay Application 11 for Magney Construction

Salonek made a motion to approve the consent agenda. Van Asten seconded. The motion changed after discussion.

During discussion, Van Asten asked for clarification on some credit card charges listed in the payment of claims. Doud explained they were likely for minute-taking for various meetings.

Salonek inquired about towing charges for 3 squad cars from a Saint Cloud company. Grimsby explained that while they typically use a local Rogers company, the Saint Cloud company had likely bought out the local towing company.

Fashant noted a typo in the Territorial Grove final plat development agreement.

Fisher had a question about the public trees ordinance, specifically the language around trees that "threaten public health, safety, welfare." Farrell explained this refers to things like overhanging branches that could fall on pedestrians.

Fisher also questioned the language stating property owners "have the duty" to remove diseased trees, wondering about the legal implications. Schmidt confirmed this gives the city authority to enforce removal if needed.

Salonek expressed concern about enforcing tree removal on properties like Three Rivers Park and his own property. After discussion, there was consensus to strike section 53.07b from the ordinance. Doud recommended to pull Item E from consent and then adjust.

MOTION: *Fisher made a motion to pull item E (the public trees ordinance) from the consent agenda. Fashant seconded the motion. The motion passed unanimously.*

MOTION: *Fisher made a motion to approve item E, the public trees ordinance, with section 53.07b removed. Salonek seconded the motion. The motion passed unanimously.*

OPEN FORUM:

Emily Aslesen of 15291 Fair Meadows Lane spoke regarding concerns about a porta potty recently placed at Sundance Woods Park. Aslesen stated it was creating issues with unsupervised children misusing it and was an eyesore for neighboring homes. Aslesen requested its removal.

STAFF, CONSULTANT, AND COUNCIL UPDATES:

Doud addressed the porta potty concerns, noting several resident complaints had been received. Doud presented options including removal, screening, or relocation. Doud reminded Council wanted porta potties added to city parks this year. Council members discussed various considerations. There was a consensus to have staff relocate the porta potties at Sundance Woods and Hayden Hills parks to more appropriate locations and look into adding privacy screening.

Doud will be out next week for a conference on Wednesday, Thursday, and Friday.

Farrell provided updates on several projects:

- The water well rehab is nearing completion but will have reduced production capacity.
- Well 5 is scheduled to start up on May 5th to make sure everything is ready and come online when the wellhead treatment is complete.
- The construction of the bridge at Elsie Stephens Park should be completed this week.
- Park irrigation installation will begin in 2 weeks.
- The canoe/kayak launch bidding was paused due to an environmental review process.
- The Elsie Stephens master plan kickoff meeting was held, and a council volunteer is needed for the steering committee. Salonek volunteered.
- The annual spring cleanup day is scheduled for May 3rd from 9am-1pm.

Hendrickson reported they are seeking additional paid-on-call firefighters and will be bringing a request to advertise for full-time firefighter positions at the next meeting.

Van Asten mentioned residents ignoring city fines and suggested progressive fining for repeat residents. Van Asten questioned the possibility of increasing minimum setbacks, even in PUDs. Doud recommended a work session for those concepts.

Fisher mentioned for discussion on call volume and ways to reduce it for fire calls.

Henderson asked about the trees that were removed from the bid at the last meeting for Elsie Stephens. Doud explained the process and it could be discussed in Item J.

COUNCIL BUSINESS

Public Hearing

H. Ordinance 2025-11; Moratorium on Development From 113th Ave and E. French Lake Road

Sevald presented on a proposed 6-month moratorium on development in the area around 113th Avenue and East French Lake Road to allow time to study future land use and road alignments. The Planning Commission had recommended adopting a moratorium after reviewing concept plans for a proposed warehouse project in the area.

Council discussed the study might not take six months and the difference between the two layouts. Land use and road alignment need to be addressed. Additional conversation ensued.

Salonek motioned a 90-day moratorium. No one seconded.

A new motion from Van Asten and second by Henderson was made. Schmidt requested the public hearing be completed before the motion is voted on.

Fisher opened the public hearing at 7:34pm.

Selma Stern of 17100 Territorial Road questioned why her property was included in the moratorium area when it's not currently planned for development. Sevald explained it was to allow study of potential future road connections and development. Stern has no wishes to move or have her land developed.

Fisher was curious why the land south of the possible 113th extension was included also. Van Asten shared how the roads connect with 2040 Comp Plan and how there is a chance to fix it now.

Marcia Grover of 11320 Fernbrook Lane was online and spoke in support of the 6-month moratorium to ensure proper planning.

Anna Babcock of 16124 116th Avenue North was online and asked if the land use designation could be changed for parcels east of East French Lake Road during this process. Staff confirmed land use would be examined in this moratorium.

Naomi Bretz of 16770 112th Avenue North asked when the neighborhood would be notified on future development and changes being made. Sevald advised to pay attention to the agendas from now on. Sevald added that the development process

includes the public hearing to come forward at. Fisher encouraged to watch agendas for public hearings for planning commission and city council.

Fisher closed the public hearing at 7:50pm.

After discussion, the council felt a more detailed concept plan study was warranted rather than just a high-level "bubble diagram."

MOTION: *Van Asten made a motion to approve a 6-month moratorium with direction to complete a detailed concept plan study. Henderson seconded the motion. The motion passed unanimously.*

New Business

I. Arbor Day Declaration and Proclamation

Farrell presented an Arbor Day proclamation as part of the city's efforts to become recognized as a Tree City USA. Fisher read the full proclamation declaring April 25, 2025 as Arbor Day in Dayton.

MOTION: *Salonek made a motion to approve the Arbor Day proclamation. Van Asten seconded the motion. The motion carried unanimously.*

J. Elsie Stephens Amphitheater and Park Construction Discussion

Doud presented various options for moving forward with the amphitheater portion of the Elsie Stephens Park project. The options included bidding out the entire amphitheater structure as a complete project, which would encompass all necessary installation, prep work, and concrete work, or quoting out each individual item needed for preparation and construction separately. There was also the option to keep the current setup and wait until the master planning process with MSA is further along.

Council members engaged in a thorough discussion regarding the best course of action. Van Asten voiced concerns about the importance of ensuring a cohesive design with the master plan to avoid a mismatch in aesthetic elements. Salonek highlighted previous council discussions confirming the amphitheater's location over the existing concrete pad but questioned the aesthetic and material choices without the full MSA plan.

Given these considerations and the expected timeline for delivery, which would not enable completion before the end of the current calendar year, the council directed staff to keep the existing plans in place for now. They agreed upon the necessity of waiting for MSA's master planning process, urging the inclusion and prioritization of the amphitheater early in their planning stages. This would allow for a comprehensive review of design and functionality to ensure the final structure aligns with the overall vision for Elsie Stephens Park.

Doud reminded that they could not take add things or renegotiate for the current Elsie Stephens bid.

Additional conversation over park equipment/park furniture ensued for renegotiation.

Action Items

K. Conduit Debt Fee Policy

Jason Aarsvold of Ehlers presented information on conduit bonds and a proposed policy for the city to consider issuing them based on a recent inquiry in Andover. Aarsvold explained conduit bonds allow the city to issue tax-exempt debt on behalf of qualifying private entities, typically nonprofits. The city would not be liable for repayment.

The proposed policy set a fee of 1% of the bond amount, with the option to negotiate. After discussion of the benefits and risks, the council was generally supportive. Doud recommended an application fee is not needed.

MOTION: *Van Asten made a motion to approve the conduit debt fee policy as presented. Fashant seconded the motion. The motion passed 4-1, with Salonek voting no.*

L. Ordinance 2025-10; Zoning Amendment From A-1 To A-3 Resolution 22-2025; Preliminary Plat and PUD For Legacy Woods

Sevald presented the preliminary plat for Legacy Woods, a 107-acre development proposing 10 lots ranging from 3-25 acres. Sevald reviewed the requirements for conservation easements, as the project is adjacent to a designated greenway overlay in the 2040 comprehensive plan. This designation triggers the need for a conservation PUD, aiming to preserve natural features and connectivity between wetlands in the area. Sevald outlined the proposed conservation corridors intended to connect the south and north wetland complexes with a 25-foot-wide conservation buffer.

During the discussion, council members examined the layout of conservation easements, questioning why highland areas were included. The council consensus was to remove portions of the highland areas from the conservation easement requirements, focusing only on wetland connectivity. This decision allows property owners access to highland areas while maintaining ecological functions of connected wetland systems. The council further directed that final conservation areas be based on a wetland delineation to be completed, ensuring the protected areas accurately reflect the natural landscape.

Additionally, the proposal included a temporary intersection at North Diamond Lake Road for access that would be rerouted once adjacent properties to the east are developed. Council members also discussed the importance of ensuring future sewer and water connections, with Sevald presenting a ghost plat as a planning tool to demonstrate how the property could be resubdivided when utilities become available. The council supported these steps to provide transparency and future flexibility for lot adjustments as infrastructure improves.

MOTION: *Salonek made a motion to approve the preliminary plat and rezoning with the discussed changes to the conservation areas. Fashant seconded the motion. The motion passed unanimously.*

M. Discussion of Easement Across 14651, 14661, and 14681 Lawndale Lane North

Doud and Schmidt provided background information regarding an existing public roadway easement established in 2005 to access a single-family home on Lawndale Lane. A request has been made to utilize this easement to gain access to a landlocked parcel for new home construction. The total easement is 60 feet wide, split between two parcels, with the current driveway occupying the southern 30 feet.

Council members discussed the complexities of the easement, including the potential for two parallel roads and whether both sections of the easement must be used for access. Questions arose about the legal rights and obligations under the current easement agreement, which was not clear in terms of the rights between the two underlying property owners.

Randy Duke of 14651 Lawndale Lane North, whose property is part of the easement, stated that he was under the impression from the city council at the time that the easement was to be used only when sewer and water were installed. Duke questioned if the easement would be made into a public road.

The council contemplated tabling the discussion to allow for gathering further legal clarifications, including whether the city could mandate that the driveway for the landlocked parcel be placed on the northern 30 feet of the easement, and if a closed meeting could be held to discuss any potential legal ramifications.

MOTION: *Fisher made a motion to table the item to allow time to gather more information. Fashant seconded the motion. The motion to table the item passed unanimously.*

N. Resolution 21-2025; Preliminary Plat Parkway Neighborhood Phase 2

Sevald presented the preliminary plat for Phase 2 of the Parkway Neighborhood project, consisting of 273 housing units on 14 acres. Ben Delwiche and Michael Elzufon representing the project were present to discuss as needed.

Council members engaged in an extensive discussion about several elements of the project. Regarding emergency access requirements, it was noted that the development sits at the end of a long cul-de-sac, with limited potential for road extensions. There was discussion about the need for an additional egress route to serve as an emergency access point, with suggestions made for improving existing farm roads or considering alternative paths.

On the topic of building setbacks and separations, deviations from standard requirements were addressed. Some of the proposed buildings include reduced setbacks, with certain apartment units being set as close as five feet from property lines. These adjustments were considered in the context of allowing for increased density while maintaining functional living spaces.

The matter of parking and green space was another significant point of discussion. Elzufon had adjusted plans to reduce the number of units slightly and increase the number of parking stalls. The council appreciated these modifications, particularly the chance to increase the depth of parking spaces to better accommodate larger vehicles. To enhance the residential environment, Delwiche explained how they intend to incorporate more green space by eliminating some hardscapes.

Attention was also given to playground and amenity areas. Elzufon highlighted the inclusion of a playground within the development, addressing the council's concern for spaces that serve families and young children.

Fire safety considerations were thoroughly evaluated, particularly access for emergency vehicles. Hendrickson expressed concerns about ensuring adequate paths for trucks, especially the ladder trucks, navigating the site.

Based on further comments and feedback, the developers indicated their willingness to make modifications, aiming to finalize a development that successfully balances the interests of the city, future residents, and safety standards.

MOTION: *Salonek made a motion to approve the preliminary plat. Fashant seconded the motion. The motion passed unanimously.*

O. Resolution 28-2025; Award Bids for South Diamond Lake Road

MOTION: *Salonek made a motion to approve Resolution 28-2025 awarding the bid for the South Diamond Lake Road project. Fashant seconded the motion. The motion passed unanimously.*

P. Approve Resolution 25-2025; Reconvene the property at PID 31-120-22-13-0010 to State of Minnesota

Doud discussed the reconveyance process, indicating that Resolution 25-2025 involves reassigning a property at PID 31-120-22-13-0010 back to the State of Minnesota. This is described as the initial step in an established procedure. During the discussion, Doud confirmed that while this resolution is necessary, there will be additional steps involved. Fisher clarified that any subsequent actions or funding matters would need to be addressed separately and at later stages of the process.

MOTION: *Fashant made a motion to approve Resolution 25-2025. Salonek seconded the motion. The motion passed unanimously.*

ADJOURNMENT

With no further business, Fisher declared the meeting adjourned at 10:36 pm.

Approved: _____

Attest: Amy Benting

Board Member Fisher called to order the reconvene the Local Board of Appeals at 6:00 p.m.

PRESENT: Board Members Dennis Fisher, David Fashant, Stephanie Henderson, Scott Salonek, and Sara Van Asten

ABSENT:

ALSO PRESENT: City Administrator/Finance Director, Zach Doud; Assistant City Administrator/City Clerk, Amy Benting

PRESENTATION BY HENNEPIN COUNTY ASSESSOR:

Mitchell King, Hennepin County Assessor, invited the community members who were present to come forward.

Scott Weidema of 13990 Berkshire Lane North came forward and thanked the council for extending the meeting. Weidema shared values on his primary residence over the years. Weidema explained the permit for the second house on the property with the bond that is held with the City until the original house is demolished.

Joby Rausch, Hennepin County Assessor, explained the County's process. Fisher questioned it since the City's ordinance for allowing only one home on a parcel.

King stated values went up 5.3% in the neighborhood. Rausch stated this is the first time the County is aware that Weidema is appealing this property. Rausch confirmed the County was not allowed to view the property in question and both boards cannot adjust the value due to state statute.

Weidema changed his mind on the other three parcels and his attorney will be in discussion with the County.

Rausch explained the process and anything further will have to go to the County board. Additional conversation ensued. *No motion can be made tonight.*

Patrick Brinton of 12161 East French Lake Road came forward and stated he would like the classification to be changed to agricultural. Brinton explained he has been here for many years to appeal. Brinton is a small business that grows fruits and vegetables.

Henderson asked the percentage of acres as the intensive production. Brinton guessed 50%. Rausch measured about 2 acres in production out of the 9.02 acres on the parcel. Rausch explained the acres by the lake and other areas not included in the production count. Rausch continued that Brinton does add more each year but would like at least 7 years to be in production.

Additional conversation ensued.

MOTION: *Motion was made by Board Member Van Asten, seconded by Board Member Fashant, to change the classification to agricultural. The motion carried 4-1 (Salonek).*

King read the following properties into the record:

23-120-22-11-0032 was assessed at \$550,800 and changed to \$512,300.

30-120-22-51-6014 was assessed at \$13,700 and changed to \$6,000.

33-120-22-41-0011 was assessed at \$453,800 and changed to \$415,100.

25-120-23-41-0010 was assessed at \$1,862,000 and changed to \$1,513,000.

25-120-23-41-0013 was assessed at \$1,460,000 and changed to \$1,187,000.

King stated the last two were part of a multi-year tax court settlement. **After the meeting, City staff realized that the last two are located in Rogers and should not have been included in the meeting.**

MOTION: *Motion was made by Board Member Van Asten, seconded by Board Member Fashant, to accept the above assessed value changes. The motion carried unanimously 4-0.*

ADJOURNMENT

With no objections, Fisher declared the meeting adjourned at 6:32 p.m.

Approved: _____

Attest: Amy Benting

Payments to be approved at City Council Meeting May 13 , 2025

	<u>Totals</u>
Claims Roster 05-13-2025	\$ 1,073,602.97
Prepaid 04-24-2025 EB	\$ 77,790.92
Prepaid 05-07-2025 FB	\$ 2,044.31
Prepaid 05-08-2025 EB	\$ 140,945.51
Total Payments:	\$ 1,294,383.71
Payroll 04-24-2025 Bi-Weekly 09	\$ 104,972.08
Payroll 05-07-2025 FD 04.2025	\$ 11,543.27
Payroll 05-08-2025 Bi-Weekly 10	\$ 109,778.62

Check # sequence to be approved by City Council from meeting date of 05/13/2025:

Checks # 078828-078916

05/08/2025 INVOICE REGISTER REPORT FOR CITY OF DAYTON MN
EXP CHECK RUN DATES 05/13/2025 - 05/13/2025
BOTH JOURNALIZED AND UNJOURNALIZED
BOTH OPEN AND PAID

Inv Num Inv Ref#	Vendor Description GL Distribution	Inv Date Entered By	Due Date	Inv Amt	Amt Due	Status	Jrnized Post Date
	21ST CENTURY BANK RETURNED CHECK FEE 101-40700-34710	03/25/2025 DBRUNETTE Return CheckFees	03/25/2025	4.00 4.00	0.00	Paid	Y 03/25/2025
	A.T.S REPAIR/MAINT-REDI MAGNUM 105 GUIDE TUBE F CHOYT 101-43100-50220	04/29/2025 REPAIR/MAINT-REDI MAGNUM 105 GUIDE TUBE	05/13/2025	169.00 169.00	0.00	Paid	Y 03/31/2025
	ALEX AIR APPARATUS INC JOB #12464; ANNUAL COMPRESSOR & AIR TEST CHOYT 101-42260-50220	04/21/2025 JOB #12464; ANNUAL COMPRESSOR & AIR TEST	05/13/2025	963.89 963.89	0.00	Paid	Y 04/09/2025
	ALLIED BLACKTOP CO PW; 2025 STREET SWEEPING-SPRING CHOYT 101-43100-50224	04/21/2025 PW; 2025 STREET SWEEPING-SPRING	05/13/2025	11,160.00 11,160.00	11,160.00	Open	N 04/09/2025
	AV DESIGN AC; AV EQUIPMENT 401-41900-50580	05/06/2025 CHOYT AC; AV EQUIPMENT	05/13/2025	960.00 960.00	960.00	Open	N 05/01/2025
	AV SOLUTIONS INC AC; AV EQUIPMENT 401-41900-50580	05/06/2025 CHOYT AC; AV EQUIPMENT	05/13/2025	6,362.00 6,362.00	6,362.00	Open	N 04/24/2025
	AXON PD; OTHER EQUIPMENT-TASER LEASE CHOYT 401-42120-50580	04/22/2025 PD; OTHER EQUIPMENT-TASER LEASE	05/13/2025	10,438.56 10,438.56	10,438.56	Open	N 04/15/2025
	BANK FEE-ADJ	03/31/2025	03/31/2025	50.00	0.00	Paid	Y

FEB SANNER/CASH MGMT BANK FEES	DBRUNETTE							03/31/2025
101-41500-50309	FEB SCANNER FEES			25.00				
101-41500-50309	FEB CASH MGMT FEES			25.00				
<hr/>								
BEAUDRY		04/21/2025	05/13/2025	1,248.68	1,248.68	Open	N	
PW; ULS #2 DYED DIESEL B20-445.80	CHOYT							04/16/2025
101-43100-50212	PW; ULS #2 DYED DIESEL B20-445.80			1,248.68				
<hr/>								
BEAUDRY		04/21/2025	05/13/2025	2,007.86	2,007.86	Open	N	
PW; UNLEADED 87 -800.90	CHOYT							04/16/2025
101-43100-50212	PW; UNLEADED 87 -800.90			2,007.86				
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BEAUDRY		04/30/2025	05/13/2025	44.98	44.98	Open	N	
PW; 21 PROPANE -25.00	CHOYT							04/22/2025
101-43100-50212	PW; 21 PROPANE -25.00			44.98				
<hr/>								
BEAUDRY		04/30/2025	05/13/2025	2,268.86	2,268.86	Open	N	
PW; UNLEADED 87 -884.20	CHOYT							04/25/2025
101-43100-50212	PW; UNLEADED 87 -884.20			2,268.86				
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BERITEC LTD		05/06/2025	05/13/2025	597.14	597.14	Open	N	
AC; AV EQUIPMENT	CHOYT							04/23/2025
401-41900-50580	AC; AV EQUIPMENT			597.14				
<hr/>								
BLACK & VEATCH		04/29/2025	05/13/2025	9,046.80	9,046.80	Open	N	
WELL 4 & 5 FILTRATION DET DES; MAR 2025	CHOYT							03/31/2025
601-00000-16500	WELL 4 & 5 FILTRATION DET DES; MAR 2025			9,046.80				
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BRENTEC INC		05/06/2025	05/13/2025	522.32	522.32	Open	N	
AC; AV EQUIPMENT	CHOYT							05/01/2025
401-41900-50580	AC; AV EQUIPMENT			522.32				
<hr/>								
BS&A SOFTWARE INC		04/25/2025	05/13/2025	2,728.00	2,728.00	Open	N	
CD; SOFTWARE SVC-BS&A ONLINE PERMITS/SUP	CHOYT							04/25/2025
101-41710-50205	CD; SOFTWARE SVC-BS&A ONLINE PERMITS			2,728.00				
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C. VISION PRODUCTION		04/25/2025	05/13/2025	3,375.00	3,375.00	Open	N	
VIDEO TECH; APR 2025	CHOYT							04/23/2025

226-41900-50430	VIDEO TECH; APR 2025			3,375.00			
C. VISION PRODUCTION	04/25/2025	05/13/2025		475.00	475.00	Open	N
VIDEO TECH; EASTER EGG HUNT	CHOYT						04/23/2025
226-41900-50430	VIDEO TECH; EASTER EGG HUNT			475.00			
CARSON, CLELLAND & SCHREDER	04/30/2025	05/13/2025		2,000.00	2,000.00	Open	N
CRIMINAL PROSECUTION; MAR-APR 2025	CHOYT						04/25/2025
101-41640-50305	CRIMINAL PROSECUTION; MAR-APR 2025			2,000.00			
CENTERPOINT ENERGY	05/06/2025	05/13/2025		2,214.40	2,214.40	Open	N
PW/PD FACILITY; 10662228-5 APR 2025	CHOYT						04/30/2025
101-43100-50383	PW FACILITY; 10662228-5 APR 2025			1,107.20			
101-42120-50383	PD FACILITY; 10662228-5 ARP 2025			1,107.20			
CENTERPOINT ENERGY	05/06/2025	05/13/2025		25.95	25.95	Open	N
RH WELLHOUSE; 11429952-2 APR 2025	CHOYT						04/30/2025
601-49400-50383	RH WELLHOUSE; 11429952-2 APR 2025			25.95			
CENTURYLINK	04/25/2025	05/13/2025		218.18	0.00	Paid	Y
PW; WELLHOUSE 2/WATER SYSTEM SCADA-APR	CHOYT						04/13/2025
601-49400-50321	PW; 763 323-0023 WATER SYSTEM SCADA			109.09			
602-49400-50321	PW; 763 323-0975 WELLHOUSE 2 LANDLINE			109.09			
CENTURYLINK	04/29/2025	05/13/2025		47.44	0.00	Paid	Y
PW; 763 428-7345 APR-MAY 2025	CHOYT						04/29/2025
101-43100-50321	PW; 763 428-7345 APR-MAY 2025			47.44			
CINTAS	04/21/2025	05/13/2025		124.82	124.82	Open	N
PW; UNIFORMS	CHOYT						04/17/2025
101-43100-50217	PW; UNIFORMS			124.82			
CINTAS	04/25/2025	05/13/2025		125.25	125.25	Open	N
PW; UNIFORMS	CHOYT						04/25/2025
101-43100-50217	PW; UNIFORMS			125.25			
CINTAS	05/06/2025	05/13/2025		124.87	124.87	Open	N
PW; UNIFORMS	CHOYT						05/01/2025

101-43100-50217	PW; UNIFORMS			124.87			
CINTAS		05/06/2025	05/13/2025	912.24	912.24	Open	N
PW; OPERATING SUPPLIES-CABINET REFILL	CHOYT						05/06/2025
101-43100-50210	PW; OPERATING SUPPLIES-CABINET REFILL			912.24			
CITY OF MAPLE GROVE		05/06/2025	05/13/2025	214,233.02	214,233.02	Open	N
WAC FEES; 1ST QTR 2025	CHOYT						03/31/2025
601-00000-20805	WAC FEES; 1ST QTR 2025			214,233.02			
CMT JANITORIAL SERVICES		04/21/2025	05/13/2025	1,602.00	1,602.00	Open	N
CONTRACT SERVICES-OFC CLEANING-MAY 2025	CHOYT						04/21/2025
101-41910-50308	CONTRACT SERVICES-OFC CLEANING-MAY 2025			602.00			
101-41810-50308	CONTRACT SERVICES-OFC CLEANING-MAY 2025			1,000.00			
COMPASS MINERALS AMERICA INC.		04/21/2025	05/13/2025	5,018.70	5,018.70	Open	N
PW; SCALE TICKETS	CHOYT						04/07/2025
101-43100-50224	PW; SCALE TICKETS			5,018.70			
CONNEXUS ENERGY		04/22/2025	05/13/2025	5,340.25	0.00	Paid	Y
ELECTRIC SERVICES/ MAR-APR 2025	CHOYT						03/31/2025
101-43100-50230	172514- ST LIGHTS; MAR-APR			39.74			
101-43100-50230	172516- ST LIGHTS;MAR-APR			2,344.72			
101-43100-50230	172802- ST LIGHTS;MAR-APR			63.34			
101-43100-50230	172803- ST LIGHTS; MAR-APR			247.72			
101-42130-50381	173098- SIREN; MAR-APR			21.40			
602-49400-50381	178838- 141ST OUTBUILDING;MAR-APR			34.99			
601-49400-50381	299049- WELL#2;MAR-APR			1,826.86			
602-49400-50381	299195- ROSEWOOD LIFT;MAR-APR			63.97			
601-49400-50381	299380- WATER TOWER;MAR-APR			166.39			
602-49400-50381	303882- PINEVIEW LIFT;MAR-APR			48.98			
602-49400-50381	307062-HACKBERRY LIFT;MAR-APR			102.99			
101-42130-50381	309045- E FRENCH SIREN;MAR-APR			17.40			
101-43100-50230	317271- ST LIGHTS;MAR-APR			78.36			
101-43100-50230	325071-13699 PINEVIEW LN;MAR-APR			27.50			
101-43100-50230	324905-14503 KINGVIEW LN; MAR-APR			255.89			
COORDINATED BUSINESS SYSTEMS		04/29/2025	05/13/2025	135.13	135.13	Open	N

ENGINEER PRINTER-KYOCERA COPIER MAR-APR CHOYT							04/29/2025
101-41810-50308	ENGINEER PRINTER-KYOCERA COPIER			135.13			
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CORE & MAIN		05/06/2025	05/13/2025	10,479.00	10,479.00	Open	N
PW; METERS		CHOYT					04/23/2025
601-49400-50259	PW; METERS			10,479.00			
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CORNERSTONE		04/21/2025	05/13/2025	3,610.58	0.00	Paid	Y
PD; REPAIR 2021 DODGE DURANGO #2104		CHOYT					04/16/2025
101-42120-50220	PD; REPAIR 2021 DODGE DURANGO #2104			3,610.58			
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CREATIVE HOMES INC		04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
13221 140TH AVE N LANDSCAPE ESCROW RELE/ CHOYT							04/22/2025
420-00000-22100	13221 140TH AVE N LANDSCAPE ESCROW RELEA			3,000.00			
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CREATIVE HOMES INC		04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
13141 140TH AVE N LANDSCAPE ESCROW RELE/ CHOYT							04/22/2025
420-00000-22100	13141 140TH AVE N LANDSCAPE ESCROW RELEA			3,000.00			
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CREATIVE HOMES INC		04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
13230 140TH AVE N LANDSCAPE ESCROW RELE/ CHOYT							04/22/2025
420-00000-22100	13230 140TH AVE N LANDSCAPE ESCROW RELEA			3,000.00			
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DATAWORKS PLUS LLC		04/21/2025	05/13/2025	385.00	385.00	Open	N
PD; CLEANING KIT 5PK		CHOYT					04/17/2025
101-42120-50220	PD; CLEANING KIT 5PK			385.00			
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DIAMOND LK IMPROV. ASSOCIATION		05/06/2025	05/13/2025	15,000.00	15,000.00	Open	N
DIAMOND LK TREATMENT-2025 CONTRIBUTION CHOYT							05/06/2025
101-49999-50450	DIAMOND LK TREATMENT-2025 CONTRIBUTION			10,000.00			
415-40500-34920	STORMWATER TREATMENT 2025 CONTRIBUTION			5,000.00			
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DR HORTON		04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
11142 BALSAM POINTE TRL LANDSCAPE ESCROV CHOYT							04/22/2025
420-00000-22100	11142 BALSAM POINTE TRL LANDSCAPE ESCROW			3,000.00			
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DR HORTON		04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
11140 BALSAM POINTE TRL LANDSCAPE ESCROV CHOYT							04/22/2025

420-00000-22100	11140 BALSAM POINTE TRL LANDSCAPE ESCROW			3,000.00				
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N		
11106 BALSAM POINTE TRL LANDSCAPE ESCROW CHOYT						04/22/2025		
420-00000-22100	11106 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00					
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N		
11102 BALSAM POINTE TRL LANDSCAPE ESCROW CHOYT						04/22/2025		
420-00000-22100	11102 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00					
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N		
11104 BALSAM POINTE TRL LANDSCAPE ESCROW CHOYT						04/22/2025		
420-00000-22100	11104 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00					
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N		
11100 BALSAM POINTE TRL LANDSCAPE ESCROW CHOYT						04/22/2025		
420-00000-22100	11100 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00					
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N		
11144 BALSAM POINTE TRL LANDSCAPE ESCROW CHOYT						04/22/2025		
420-00000-22100	11144 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00					
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N		
11146 BALSAM POINTE TRL LANDSCAPE ESCROW CHOYT						04/22/2025		
420-00000-22100	11146 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00					
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N		
11158 BALSAM POINTE TRL LANDSCAPE ESCROW CHOYT						04/22/2025		
420-00000-22100	11158 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00					
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N		
11160 BALSAM POINTE TRL LANDSCAPE ESCROW CHOYT						04/22/2025		
420-00000-22100	11160 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00					
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N		
11162 BALSAM POINTE TRL LANDSCAPE ESCROW CHOYT						04/22/2025		
420-00000-22100	11162 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00					

DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
11164 BALSAM POINTE TRL LANDSCAPE ESCROV CHOYT						04/22/2025
420-00000-22100	11164 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00			
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
11166 BALSAM POINTE TRL LANDSCAPE ESCROV CHOYT						04/22/2025
420-00000-22100	11166 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00			
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
11212 BALSAM POINTE TRL LANDSCAPE ESCROV CHOYT						04/22/2025
420-00000-22100	11212 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00			
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
11214 BALSAM POINTE TRL LANDSCAPE ESCROV CHOYT						04/22/2025
420-00000-22100	11214 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00			
DR HORTON	04/22/2025	05/13/2025	3,000.00	3,000.00	Open	N
11216 BALSAM POINTE TRL LANDSCAPE ESCROV CHOYT						04/22/2025
420-00000-22100	11216 BALSAM POINTE TRL LANDSCAPE ESCROW		3,000.00			
E H RENNER & SONS, INC	05/06/2025	05/13/2025	405.00	405.00	Open	N
PW; 2025 INSPECTION WELLS 1 & 2	CHOYT					04/14/2025
601-49400-50300	PW; 2025 INSPECTION WELLS 1 & 2		405.00			
EARL F ANDERSON INC	04/25/2025	05/13/2025	475.55	475.55	Open	N
PW; STREET SIGNS BRACKET PLATES	CHOYT					04/23/2025
101-43100-50224	PW; STREET SIGNS BRACKET PLATES		475.55			
EARL F ANDERSON INC	04/25/2025	05/13/2025	166.15	166.15	Open	N
PW; STREET SIGN NAME	CHOYT					04/23/2025
101-43100-50224	PW; STREET SIGN NAME		166.15			
ECHO DATA ANALYTICS	04/29/2025	05/13/2025	5,500.00	5,500.00	Open	N
FD; 2025 SUBSCRIPTION FEES (5.1.25-4.30.26)	CHOYT					04/29/2025
101-42260-50208	2025 SUBSCRIPTION FEES (5.1.25-4.30.26)		5,500.00			
ECM PUBLISHERS, INC	04/25/2025	05/13/2025	77.62	77.62	Open	N
PHN; ORDINANCE 2025-03	CHOYT					04/17/2025

101-41110-50352	PHN; ORDINANCE 2025-03			77.62			
ECM PUBLISHERS, INC	04/25/2025	05/13/2025		77.62	77.62	Open	N
PHN; ORDINANCE 2025-05	CHOYT						04/17/2025
101-41110-50352	PHN; ORDINANCE 2025-05			77.62			
ECM PUBLISHERS, INC	04/25/2025	05/13/2025		60.37	60.37	Open	N
PHN; EXTERIOR LIGHTING	CHOYT						04/17/2025
101-41110-50352	PHN; EXTERIOR LIGHTING			60.37			
ECM PUBLISHERS, INC	04/25/2025	05/13/2025		69.00	69.00	Open	N
NOTICE; BERNENS PROJ 6182	CHOYT						04/17/2025
411-43100-50351-6182	NOTICE; BERNENS PROJ 6182			69.00			
FIRE EQUIPMENT SPECIALTIES INC	04/29/2025	05/13/2025		952.00	952.00	Open	N
FD; UNIFORM EQUIP-HANGING PANEL NAMES	CHOYT						04/28/2025
101-42260-50217	UNIFORM EQUIP-HANGING PANEL NAMES			952.00			
FIRST IMPRESSIONS BLDG SVCS	04/22/2025	05/13/2025		2,624.00	2,624.00	Open	N
PD/PW; CARPET CLEANING/TILE/RUGS	CHOYT						04/18/2025
101-41810-50220	PD; CARPET CLEANING/TILE/RUGS			2,624.00			
FORCE AMERICA DISTRIBUTING LLC	04/22/2025	05/13/2025		320.00	320.00	Open	N
PW; 5MB FLAT DATA PLAN-MAR 2025	CHOYT						03/31/2025
101-43100-50210	PW; 5MB FLAT DATA PLAN-MAR 2025			320.00			
FULLY PROMOTED/EMBROIDME	04/25/2025	05/13/2025		70.00	70.00	Open	N
PD; UNIFORM-ENGA	CHOYT						04/23/2025
101-42120-50217	PD; UNIFORM-ENGA			70.00			
GOPHER STATE ONE-CALL	05/07/2025	05/13/2025		468.45	468.45	Open	N
347 BILLABLE TICKETS; APR 2025	CHOYT						04/30/2025
601-49400-50220	347 BILLABLE TICKETS; APR 2025			234.22			
602-49400-50220	347 BILLABLE TICKETS; APR 2025			234.23			
GUIDANCEPOINT TECHNOLOGIES	04/21/2025	05/13/2025		185.00	185.00	Open	N
IT; CONTRACT SERVICES CREATE URL SHORTCU	CHOYT						04/19/2025
101-41810-50308	IT; CONTRACT SERVICES CREATE URLS			185.00			

HENNEPIN COUNTY	05/07/2025	05/13/2025	3,438.30	3,438.30	Open	N
FD; RADIO LEASE- APR 2025	CHOYT					04/30/2025
101-42260-50320	FD; RADIO LEASE- APR 2025		3,438.30			
HENNEPIN COUNTY	05/07/2025	05/13/2025	2,441.36	2,441.36	Open	N
PD; RADIO LEASE-APR 2025	CHOYT					04/30/2025
101-42120-50320	PD; RADIO LEASE-APR 2025		2,441.36			
HENNEPIN COUNTY ACCOUNTS RECEIVABLE	05/06/2025	05/13/2025	2,500.00	2,500.00	Open	N
PROFESSIONAL SRVS-ELEVATE HENNEPIN 2025	CHOYT					04/29/2025
225-41710-50300	PROFESSIONAL SRVS-ELEVATE HENNEPIN 2025		2,500.00			
HENNEPIN COUNTY ACCOUNTS RECEIVABLE	05/07/2025	05/13/2025	15.00	15.00	Open	N
VIEW RECORDED PLAT-H STENSGARD	CHOYT					05/07/2025
101-41710-50205	VIEW RECORDED PLAT-H STENSGARD		15.00			
HENNEPIN COUNTY SHERIFFS OFFIC	04/22/2025	05/13/2025	233.68	233.68	Open	N
PD; PER DIEM AND PROCESSING-MAR 2025	CHOYT					03/31/2025
101-42120-50306	PD; PER DIEM AND PROCESSING-MAR 2025		233.68			
HENNEPIN COUNTY-SA	04/21/2025	05/13/2025	435.00	0.00	Paid	Y
SPECIAL ASSESSMENTS SVCS;ANNUAL BILLING	CHOYT					04/09/2025
101-41610-50300	SPECIAL ASSESSMENTS SVCS;ANNUAL BILLING		435.00			
HIRSHFIELDS PAINT	04/29/2025	05/13/2025	601.28	601.28	Open	N
SUPPLIES; ATHLETIC FIELD STRIPING BULK	CHOYT					04/22/2025
101-45200-50210	SUPPLIES; ATHLETIC FIELD STRIPING BULK		601.28			
IAMGIS GROUP LLC	05/06/2025	05/13/2025	5,000.00	5,000.00	Open	N
IAMGIS SOFTWARE/SUPPORT MAY 2025-APR 202	CHOYT					05/01/2025
101-43100-50224	IAMGIS SOFTWARE/SUPPORT		1,666.67			
601-49400-50300	IAMGIS SOFTWARE/SUPPORT		1,666.67			
602-49400-50300	IAMGIS SOFTWARE/SUPPORT		1,666.66			
INSIDE OUTSIDE ARCHITECTURE	05/06/2025	05/13/2025	30,666.80	30,666.80	Open	N
PW; PROFESSIONAL SRVS-2024 PARKS IMPROV.	CHOYT					03/07/2025
405-41900-50300	PW; PROFESSIONAL SRVS-2024 PARKS IMPROV.		30,666.80			

JESSICA HARTFIEL THURSTON	05/07/2025	05/13/2025	2,166.00	2,166.00	Open	N
EMBEDDED SOCIAL WORKER- APR 2025	CHOYT					04/30/2025
101-42120-50300	EMBEDDED SOCIAL WORKER-APR 2025		2,166.00			
JULIE WINKELMAN	04/30/2025	05/13/2025	300.00	300.00	Open	N
DAC RENTAL DEPOSIT REFUND: EVENTS 1.7.25 & CHOYT						04/30/2025
101-00000-21716	DAC RENTAL DEPOSIT REFUND: 1.7 & 4.29.25		300.00			
LEAGUE OF MN CITIES-INSURANCE	05/06/2025	05/13/2025	331.00	331.00	Open	N
WKR COMP COVERAGE PREMIUM MIN.; 2025	CHOYT					05/06/2025
101-42120-50361	WKR COMP COVERAGE PREMIUM; 2025		331.00			
LENNAR	05/05/2025	05/13/2025	3,000.00	3,000.00	Open	N
11018 KINGSVIEW LA LANDSCAPE ESCROW REL	CHOYT					05/05/2025
420-00000-22100	11018 KINGSVIEW LA LANDSCAPE ESCROW REL		3,000.00			
LEXIS NEXIS	05/05/2025	05/13/2025	200.00	200.00	Open	N
PD; CONTRACT SERVICES-APR 2025	CHOYT					04/30/2025
101-42120-50308	PD; CONTRACT SERVICES-APR 2025		200.00			
LYNDE & MCLEOD INC	05/05/2025	05/13/2025	431.05	431.05	Open	N
YARD WASTE SITE RENTAL; JUN 2025	CHOYT					05/01/2025
101-41650-50387	YARD WASTE SITE RENTAL; JUN 2025		431.05			
LYNDE & MCLEOD INC	05/06/2025	05/13/2025	3,184.37	3,184.37	Open	N
YARD WASTE SITE ACTIVITY; APR 2025	CHOYT					04/30/2025
101-43100-50224	PW; BRUSH REMOVAL		3,014.97			
101-41650-50387	YARD WASTE DISPOSAL-LEAVE/GRASS		336.00			
101-41650-50387	PW; YARD WASTE COMPOST REBATE		(166.60)			
MENARDS - MAPLE GROVE	04/21/2025	05/13/2025	18.26	18.26	Open	N
PW;OPERATING SUPPLIES	CHOYT					04/10/2025
101-43100-50210	PW; OPERATING SUPPLIES		18.26			
MENARDS - MAPLE GROVE	05/06/2025	05/13/2025	41.85	41.85	Open	N
AC; BUILDINGS AND STRUCTURES- WEST DOOR	CHOYT					04/27/2025
101-43100-50520	AC; BUILDINGS AND STRUCTURES- WEST DOOR		41.85			

MENARDS - MAPLE GROVE PW; WATER SHOP SUPPLIES 601-49400-50200	05/06/2025 CHOYT PW; WATER SHOP SUPPLIES	05/13/2025	420.75 420.75	420.75	Open	N 04/23/2025
METRO WEST INSPECTION 233.90 BLDG INSPECTIONS-MAR 2025 101-41660-50300	04/25/2025 CHOYT 233.90 BLDG INSPECTIONS-MAR 2025	05/13/2025	18,712.00 18,712.00	18,712.00	Open	N 03/31/2025
METROPOLITAN COUNCIL SAC FEE; MAR 2025 602-00000-20801	04/21/2025 CHOYT SAC FEE; MAR 2025	05/13/2025	84,490.00 84,490.00	0.00	Paid	Y 03/31/2025
MILLER CHEVROLET, LLC FD; REPAIR/2017 FORD F-150 101-42260-50220	04/22/2025 CHOYT FD; REPAIR/2017 FORD F-150	05/13/2025	937.15 937.15	0.00	Paid	Y 03/18/2025
MINNESOTA POLLUTION CONTROL AG MS4 GENERAL PERMIT APPLICATION FEE-PART 1 101-43100-50300	04/28/2025 CHOYT MS4 GENERAL PERMIT APPLICATION FEE	05/13/2025	400.00 400.00	0.00	Paid	Y 04/28/2025
MN FIRE SERVICE CERT BOARD FD; PROFESSIONAL DEVELOPMENT-INSTRUCTOF 101-42260-50208	04/21/2025 CHOYT FD;PROFESSIONAL DEVELOPMENT-INSTRUCTOR 1	05/13/2025	131.00 131.00	131.00	Open	N 04/14/2025
MUTUAL OF OMAHA G000CL6X: STD/LTD PREMIUM-MAY 2025 101-00000-21705	04/22/2025 CHOYT G000CL6X: STD/LTD PREMIUM-MAY 2025	05/13/2025	1,419.26 1,419.26	0.00	Paid	Y 04/22/2025
NAPA AUTO PARTS PW; REPAIR/MAINT-BELT -SERPENTINE 2008 F-55 101-43100-50220	05/06/2025 CHOYT PW; REPAIR/MAINT-BELT -SERPENTINE 2008 C	05/13/2025	(3.57) (3.57)	(3.57)	Open	N 04/23/2025
NAPA AUTO PARTS PW; REPAIR/MAINT 2008 F550 TENSIONER BELT 101-43100-50220	05/06/2025 CHOYT PW; REPAIR/MAINT 2008 F550 TENSIONER	05/13/2025	66.54 66.54	66.54	Open	N 04/23/2025
NAPA AUTO PARTS	05/06/2025	05/13/2025	311.64	311.64	Open	N

PD; REPAIR/MAINT 2306 BRAKES DODGE DURAN	CHOYT						04/16/2025
101-42120-50220	PD; REPAIR/MAINT 2306 BRAKES			311.64			
NAPA AUTO PARTS	05/06/2025	05/13/2025	6.49	6.49	Open	N	
PD; REPAIR/MAINT FUEL FILTER	CHOYT						04/16/2025
101-42120-50220	PD; REPAIR/MAINT FUEL FILTER			6.49			
NAPA AUTO PARTS	05/06/2025	05/13/2025	155.80	155.80	Open	N	
PD; REPAIR/MAINT 2022 DODGE LUG NUTS	CHOYT						04/22/2025
101-42120-50220	PD; REPAIR/MAINT 2022 DODGE LUG NUTS			155.80			
NAPA AUTO PARTS	05/06/2025	05/13/2025	55.49	55.49	Open	N	
PW; REPAIR 2008 F-550 BELT SERPENTINE	CHOYT						04/23/2025
101-43100-50220	PW; REPAIR/MAINT-BELT SERPENTINE			55.49			
ONCALL TECHNICAL SERVICES INC	05/06/2025	05/13/2025	753.50	753.50	Open	N	
AC; AV EQUIPMENT	CHOYT						04/30/2025
401-41900-50580	AC; AV EQUIPMENT			753.50			
PAYMENTECH	03/20/2025	03/20/2025	30.00	0.00	Paid	Y	
TESTING DEBIT-CREDITS W/BANK ACH	DBRUNETTE						03/20/2025
101-41500-50309	TESTING DEBIT-CREDITS W/BANK ACH			30.00			
PAYMENTECH	04/21/2025	05/13/2025	2,556.96	0.00	Paid	Y	
PAYMENTECH FEB 2025 FEES	CHOYT						03/04/2025
101-41500-50309	PAYMENTECH FEB 2025 FEES			2,556.96			
PAYMENTECH	04/21/2025	05/13/2025	184.84	0.00	Paid	Y	
PAYMENTECH FEB 2025 FEES	CHOYT						03/04/2025
101-41500-50309	PAYMENTECH FEB 2025 FEES			184.84			
PREMIER WIRELESS BUS TECH SOLUTIONS	04/21/2025	05/13/2025	960.00	960.00	Open	N	
SOFTWARE LICENSE -CPR3 MDM 1 YR 2025-2025	CHOYT						04/18/2025
101-41820-50205	SOFTWARE LICENSE -CPR3 MDM 1 YR 2025-202			960.00			
READY WATT ELECTRIC	05/05/2025	05/13/2025	410.00	410.00	Open	N	
REPAIR/MAINT-SIREN #2 NO POWER	CHOYT						05/02/2025
101-42130-50220	REPAIR/MAINT-SIREN #2 NO POWER			410.00			

REINDERS INC	05/06/2025	05/13/2025	6,445.00	6,445.00	Open	N
PARKS; OPERATING SUPPLIES-SEED MIX	CHOYT					04/21/2025
101-45200-50210	PARKS; OPERATING SUPPLIES-SEED MIX		6,445.00			
REINDERS INC	05/07/2025	05/13/2025	1,294.00	1,294.00	Open	N
PARKS; OPERATING SUPPLIES	CHOYT					04/30/2025
101-45200-50210	PARKS; OPERATING SUPPLIES		1,294.00			
REPUBLIC SERVICES, INC.	04/23/2025	05/13/2025	19,196.17	0.00	Paid	Y
CITY RECYCLING- MAR 2025	CHOYT					03/31/2025
101-41650-50386	CITY RECYCLING- MAR 2025		19,196.17			
REPUBLIC SERVICES, INC.	05/06/2025	05/13/2025	19,196.17	19,196.17	Open	N
CITY RECYCLING- APR 2025	CHOYT					04/30/2025
101-41650-50386	CITY RECYCLING- APR 2025		19,196.17			
ROGERS TRUE VALUE	05/05/2025	05/13/2025	28.28	28.28	Open	N
PW; REPAIR-MCNEIL IRRIGATION PARTS	CHOYT					05/01/2025
101-45200-50220	PW; REPAIR-MCNEIL IRRIGATION PARTS		28.28			
RPM GRAPHICS, INC	05/05/2025	05/13/2025	0.00	0.00	Void	N
OPERATING SUPPLIES-CLEAN UP SIGN	CHOYT					05/01/2025
101-43100-50210	OPERATING SUPPLIES-CLEAN UP SIGN		144.00			
STANTEC CONSULTING SERVICES INC.	05/07/2025	05/13/2025	139,194.54	139,194.54	Open	N
ENGINEERING SVCS; MARCH 2025	CHOYT					03/31/2025
101-41630-50303	GEN. ENGINEERING RETAINER; MAR 2025		4,500.00			
101-41630-50303	GEN. ENGINEERING; MAR 2025		7,826.40			
101-41660-50308	BUILDING PERMIT ACTIVITIES; MAR 2025		4,813.60			
601-49400-50303	WATER SUPPLY & DISTRIBUTION; MAR 2025		2,465.60			
602-49400-50303	SANITARY SEWER SYSTEM; MAR 2025		2,348.00			
415-41900-50300	STORMWATER; MAR 2025		4,853.40			
414-41900-50303	TRANSPORTATION; MAR 2025		9,994.40			
408-45300-50303	TRAILS; MAR 2025		714.40			
601-49400-50303	GIS/MAPPING; MAR 2025		1,500.80			
602-49400-50303	GIS/MAPPING; MAR 2025		1,500.80			
411-43100-50303-6065	BRAYBURN TRAILS; MAR 2025		704.97			

411-43100-50303-6098	SUNDANCE GREENS; MAR 2025	1,292.49
411-43100-50303-6075	CLOQUET ISLAND ESTATES(CYPRESS) MAR 2025	133.28
411-43100-50303-6120	SUNDANCE GREENS-LENNAR; MAR 2025	2,344.49
411-43100-50303-6143	RIVERWALK; MAR 2025	5,696.97
411-43100-50303-6150	THE CUBES OF FRENCH LAKE (CRG) MAR 2025	822.00
411-43100-50303-6149	KWIK TRIP-MAPLE CT; MAR 2025	3,456.03
411-43100-50303-6147	BRAYBURN TRLS /LEE PROPERTY; MAR 2025	1,884.97
411-43100-50303-6167	CAPITAL PARTNERS; MAR 2025	133.28
411-43100-50303-6180	PKWY NEIGHBORHOOD; MAR 2025	11,008.00
411-43100-50303-6170	DAYTON CREEK ADDITION; MAR 2025	9,217.50
411-43100-50303-6165	OPUS; MAR 2025	133.28
411-43100-50303-6178	FISHER APPLE ORCHARD; MAR 2025	165.28
459-43100-50300-2001	WEST FRENCH LAKE RD IMPROV; MAR 2025	252.80
459-43100-50300-2000	DAYTON PWKY/CSAH 81 INTERS; MAR 2025	878.40
601-49400-50303	DAYTON WATER COMP PLANS; MAR 2025	4,697.10
602-49400-50303	DAYTON SEWER COMP PLANS; MAR 2025	4,697.10
411-43100-50303-6198	TERRITORIAL GROVE; MAR 2025	3,109.25
411-43100-50303-6203	DCM FARMS; MAR 2025	9,405.25
411-43100-50303-6204	SCANY PROPERTY (NORTH); MAR 2025	1,161.00
405-41900-50303	PARKS; MAR 2025	1,092.60
411-43100-50303-6214	OPPIDAN; MAR 2025	1,035.00
601-49400-50303-2005	WATERMAIN EXTENSION; MAR 2025	977.60
408-45300-50303	ELSIE STEPHENS CANOE/KAYAK; MAR 2025	521.60
414-41900-50303	2025 S DIAMOND LK IMPROV; MAR 2025	7,447.80
411-43100-50303-6203	DAYTON DCM FARMS EAW; MAR 2025	292.50
408-45300-50303	N DIAMOND LK RD TRL CROSSING; MAR 2025	16,209.00
414-41900-50303	SPANIER ADDITION PHASE 1 ESA; MAR 2025	6,477.80
411-43100-50303-6169	SPANIER; MAR 2025	230.00
411-43100-50303-6120	DAYTON 94 (INLAND); MAR 2025	321.00
480-43000-50300	DAYTON PKWY INTERCHANGE; MAR 2025	460.00
601-00000-16500	DAYTON WELLHOUSE #5; MAR 2025	2,214.80
601-49400-50300	TERRITORIAL RD IMPROV. FEASIBILITY STUDY	204.00

SUMMIT FIRE PROTECTION	05/05/2025	05/13/2025	991.00	991.00	Open	N
ANNUAL MONITORING 05/01/2025-04/30/2025- CHOYT						05/01/2025
101-43100-50520	ANNUAL MONITORING 05/01/2025-04/30/2025		991.00			

T MOBILE	04/29/2025	05/13/2025	992.17	0.00	Paid	Y
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CH/PW; 990673180 CELL SVC MAR-APR 2025	CHOYT						04/01/2025
101-43100-50321	PW; CELL SVC			584.43			
601-49400-50321	PW; CELL SVC			52.83			
602-49400-50321	PW; CELL SVC			52.82			
101-41910-50321	AC; CELL SVC			110.15			
101-41710-50321	PLANNING; CELL SVC			82.09			
101-41310-50320	CH;ADMINISTRATOR CELL SVC			39.35			
101-41420-50320	CH; CLERK CELL SVC			39.35			
101-41500-50320	CH; HOT SPOT			31.15			
<hr/>							
T MOBILE		04/29/2025	05/13/2025	1,187.83	0.00	Paid	Y
PD; 990673330 CELL SVC MAR-APR 2025	CHOYT						04/29/2025
101-42120-50320	PD; 990673330 CELL SVC MAR-APR 2025			1,187.83			
<hr/>							
TASC		04/21/2025	05/13/2025	39.59	0.00	Paid	Y
COBRA ADMIN FEE; JUN 2025	CHOYT						04/17/2025
101-41810-50205	COBRA ADMIN FEE; JUN 2025			39.59			
<hr/>							
TOSHIBA BUSINESS SYSTEMS		05/06/2025	05/13/2025	9.72	9.72	Open	N
PD; ESTUDIO 3518- BW DEC-FEB 2025	CHOYT						02/28/2025
101-42120-50308	PD; ESTUDIO 3518- BW DEC-FEB 2025			9.72			
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VERIZON WIRELESS		04/21/2025	05/13/2025	150.12	0.00	Paid	Y
PW;CELL SERVICE;MCM SEWER MAR 2025	CHOYT						03/31/2025
602-49400-50321	PW;CELL SERVICE;MCM SEWER MAR 2025			150.12			
<hr/>							
XCEL ENERGY		04/21/2025	05/13/2025	49.30	0.00	Paid	Y
51-0013348079-5;14430 DAYTON RIVER; MAR-AI	CHOYT						04/21/2025
101-45200-50381	51-0013348079-5;14430 DAYTON RIVER;			49.30			
<hr/>							
XCEL ENERGY		04/21/2025	05/13/2025	4.35	0.00	Paid	Y
51-5815803-3 F SIREN; MAY 2025	CHOYT						04/21/2025
101-42130-50381	51-5815803-3 F SIREN; MAY 2025			4.35			
<hr/>							
XCEL ENERGY		04/25/2025	05/13/2025	152.75	0.00	Paid	Y
51-4585810-2 LAWNDAL/PRO LGT; MAR-APR 20	CHOYT						03/31/2025
101-43100-50381	51-4585810-2 S DIA LK; MAR-APR			43.66			
602-49400-50381	51-4585810-2 LAWNDAL/PRO LGT; MAR-APR			97.98			

602-49400-50381	51-4585810-2 PRO LGT; MAR-APR			11.11			
XCEL ENERGY	04/25/2025	05/13/2025	22.46	0.00	Paid	Y	
51-0012400696-3;RUSH CR;MAR-APR 2025	CHOYT						03/31/2025
101-45200-50381	51-0012400696-3;RUSH CR;MAR-APR 2025		22.46				
XCEL ENERGY	05/06/2025	05/13/2025	76.55	76.55	Open	N	
51-0013433058-1; BROCKTON SIGNAL; APR 2025	CHOYT						04/30/2025
101-43100-50230	51-0013433058-1; BROCKTON SIGNAL; APR 2025		76.55				
XCEL ENERGY	05/06/2025	05/13/2025	64.44	64.44	Open	N	
51-8932050-3 CR81; APR 2025	CHOYT						04/30/2025
101-43100-50230	51-8932050-3 CR81; APR 2025		64.44				
XCEL ENERGY	05/06/2025	05/13/2025	390.87	390.87	Open	N	
51-8556975-3;17780 TERRITORIAL/S.L. APR 2025	CHOYT						04/30/2025
101-43100-50230	51-8556975-3;17780 TERRITORIAL/S.L. APR 2025		390.87				
XCEL ENERGY	05/06/2025	05/13/2025	50.73	50.73	Open	N	
51-9348440-7 TROY ST LGT; APR 2025	CHOYT						04/30/2025
101-43100-50230	51-9348440-7 TROY ST LGT; APR 2025		50.73				
XCEL ENERGY	05/06/2025	05/13/2025	46.03	46.03	Open	N	
51-0013433188-8; 18432 UNIT SIGNAL; APR 2025	CHOYT						04/30/2025
101-43100-50230	51-0013433188-8; 18432 UNIT SIGNAL; APR 2025		46.03				
XCEL ENERGY	05/06/2025	05/13/2025	24.93	24.93	Open	N	
51-0013433412-1 14500 HWY 94 APR 2025	CHOYT						04/30/2025
101-43100-50230	51-0013433412-1 14500 HWY 94 APR 2025		24.93				
XCEL ENERGY	05/06/2025	05/13/2025	116.62	116.62	Open	N	
51-0013433364-2; 18404 DAYTON ST LGT APR 2025	CHOYT						04/30/2025
101-43100-50230	51-0013433364-2; 18404 DAYTON ST LGT APR 2025		116.62				
XCEL ENERGY	05/06/2025	05/13/2025	1,336.68	1,336.68	Open	N	
51-6111142-2;16471 S. DIAMOND/S.L.	CHOYT						04/30/2025
101-43100-50230	51-6111142-2;16471 S. DIAMOND/S.L.		1,336.68				

XCEL ENERGY	05/06/2025	05/13/2025	43.66	43.66	Open	N
51-0014158934-9; 11501 DAYTON/S.L APR 2025 CHOYT						04/30/2025
101-43100-50230	51-0014158934-9; 11501 DAYTON/S.L		43.66			

XCEL ENERGY	05/07/2025	05/13/2025	31.53	31.53	Open	N
51-5420841-2 ST LGT; APR 2025 CHOYT						04/30/2025
101-43100-50230	51-5420841-2 ST LGT; APR 2025		31.53			

ZIEGLER INC	04/29/2025	05/13/2025	332,996.00	332,996.00	Open	N
PW;EQUIPMENT FRONT END LOADER CHOYT						04/28/2025
401-43100-50580	PW;EQUIPMENT FRONT END LOADER		357,996.00			
401-43100-39101	PW; SALES OF GENERAL FIXED ASSETS-LOADER		(25,000.00)			

# of Invoices:	133	# Due: 107	Totals:	1,073,606.54	950,955.25	
# of Credit Memos:	1	# Due: 1	Totals:	(3.57)	(3.57)	
Net of Invoices and Credit Memos:				1,073,602.97	950,951.68	

* 2 Net Invoices have Credits Totalling:			(25,166.60)			

--- TOTALS BY FUND ---

101 - GENERAL FUND	171,103.59	135,769.52
225 - EDA	2,500.00	2,500.00
226 - CABLE	3,850.00	3,850.00
401 - CAPITAL EQUIPMENT	352,629.52	352,629.52
405 - PARK DEDICATION	31,759.40	31,759.40
408 - PARK TRAIL DEVELOPMENT	17,445.00	17,445.00
411 - DEVELOPER ESCROWS	52,615.54	52,615.54
414 - PAVEMENT MANAGEMENT AND IMPROVEMENTS	23,920.00	23,920.00
415 - STORMWATER	9,853.40	9,853.40
420 - LANDSCAPE ESCROWS	60,000.00	60,000.00
459 - 2022 TIF STREET IMPROVEMENTS	1,131.20	1,131.20
480 - DAYTON PARKWAY INTERCHANGE	460.00	460.00
601 - WATER FUND	250,726.48	248,571.31
602 - SEWER FUND	95,608.84	10,446.79

--- TOTALS BY DEPT/ACTIVITY ---

00000 -	371,703.88	285,794.62
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40500 - Charges for Service	5,000.00	5,000.00
40700 - Misc Revenue	4.00	0.00
41110 - Council	215.61	215.61
41310 - Administration	39.35	0.00
41420 - City Clerk	39.35	0.00
41500 - Finance	2,852.95	0.00
41610 - Assessing Services	435.00	0.00
41630 - Engineering Services	12,326.40	12,326.40
41640 - Legal Services	2,000.00	2,000.00
41650 - Recycling Services	38,992.79	19,796.62
41660 - Inspection Service	23,525.60	23,525.60
41710 - Plannning & Economic Dev	5,325.09	5,243.00
41810 - Central Services	3,983.72	3,944.13
41820 - Information Technology	960.00	960.00
41900 - General Govt	73,577.76	73,577.76
41910 - Activity Center	712.15	602.00
42120 - Patrol and Investigate	22,654.86	17,856.45
42130 - Emergency Mgmt	453.15	410.00
42260 - Fire Suppression	11,922.34	10,021.30
43000 -	460.00	460.00
43100 - Public Works	424,182.95	419,881.15
45200 - Parks	8,440.32	8,368.56
45300 - Trail Development	17,445.00	17,445.00
49400 - Utilities	36,350.70	33,523.48
49999 - Contingency	10,000.00	10,000.00

**CITY OF DAYTON
COUNTIES OF HENNEPIN AND WRIGHT
STATE OF MINNESOTA**

**RESOLUTION 26-2025
RESOLUTION ACCEPTING DOG TREATS FROM SPIKES & HOULES.**

WHEREAS, The City of Dayton is generally authorized to accept donations of real and personal property pursuant to Minnesota Statutes Section 465.03 for the benefit of its citizens, and is specifically authorized to accept gifts and bequests for the benefit of its citizens; and

WHEREAS, Spikes & Houles offered to contribute one month of dog treats \$409.82 for the six dog treat stations within Dayton parks; and

WHEREAS, All such donations have been contributed to assist the city in the engagement of residents and operation of recreational events and programs either alone or in cooperation with others, as allowed by law; and

WHEREAS, The City Council finds that it is appropriate to accept the donations offered.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL THE CITY OF DAYTON, MINNESOTA, AS FOLLOWS:

1. The donations described above are accepted and shall be used for the six dog treat stations within Dayton parks.
2. The City Clerk is hereby directed to issue receipts to each donor acknowledging the city's receipt of the donor's donation.

Adopted by the City Council of the City of Dayton on April 22nd, 2025.

Mayor – Dennis Fisher

Clerk – Amy Benting

**CITY OF DAYTON
COUNTIES OF HENNEPIN AND WRIGHT
STATE OF MINNESOTA**

**RESOLUTION 05-2025
RESOLUTION ACCEPTING A CHECK DONATION FROM JULIE
SCHOEPHOERSTER.**

WHEREAS, The City of Dayton is generally authorized to accept donations of real and personal property pursuant to Minnesota Statutes Section 465.03 for the benefit of its citizens, and is specifically authorized to accept gifts and bequests for the benefit of its citizens; and

WHEREAS, Julie Schoephoerster has offered to contribute a \$780 check donation for the Dog Treat Stations to support the community they serve; and

WHEREAS, All such donations have been contributed to assist the city in the engagement of residents and operation of recreational events and programs either alone or in cooperation with others, as allowed by law; and

WHEREAS, The City Council finds that it is appropriate to accept the donations offered.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL THE CITY OF DAYTON, MINNESOTA, AS FOLLOWS:

1. The donation described above are accepted and shall be used to purchase dog treats for the Sundance Woods and River Hills Dog Treat Stations.
2. The City Clerk is hereby directed to issue receipts to each donor acknowledging the city's receipt of the donor's donation.

Adopted by the City Council of the City of Dayton on May 13, 2025.

Mayor – Dennis Fisher

Clerk – Amy Benting

**CITY OF DAYTON
COUNTIES OF HENNEPIN AND WRIGHT
STATE OF MINNESOTA**

**RESOLUTION 32-2025
RESOLUTION ACCEPTING A CHECK DONATION FROM FULLY
PROMOTED.**

WHEREAS, The City of Dayton is generally authorized to accept donations of real and personal property pursuant to Minnesota Statutes Section 465.03 for the benefit of its citizens, and is specifically authorized to accept gifts and bequests for the benefit of its citizens; and

WHEREAS, Terry Dotseth at Fully Promotes has offered to contribute a \$390 check donation for the Dog Treat Station to support the community they serve; and

WHEREAS, All such donations have been contributed to assist the city in the engagement of residents and operation of recreational events and programs either alone or in cooperation with others, as allowed by law; and

WHEREAS, The City Council finds that it is appropriate to accept the donations offered.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL THE CITY OF DAYTON, MINNESOTA, AS FOLLOWS:

1. The donation described above are accepted and shall be used to purchase dog treats for the Hayden Hills Park Dog Treat Station.
2. The City Clerk is hereby directed to issue receipts to each donor acknowledging the city's receipt of the donor's donation.

Adopted by the City Council of the City of Dayton on May 13, 2025.

Mayor – Dennis Fisher

Clerk – Amy Benting

**CITY OF DAYTON
COUNTIES OF HENNEPIN AND WRIGHT
STATE OF MINNESOTA**

**RESOLUTION 29-2025
RESOLUTION “BLANKET” REGARDING PART-TIME POLICE OFFICERS**

WHEREAS, Minnesota Statutes 353.64, Subdivision 2, permits the governing body of a governmental subdivision to declare that a position is that of a police officer and that the person who holds said position on a part-time basis is to be covered by the Police and Fire retirement plan if the following employment duties and qualification requirements are met.

1. The position requires a license by the Minnesota peace officer standards and training board and the employee is so licensed;
2. The primary (over 50%) duty of the position is to enforce the general criminal laws of the state;
3. The position charges the employee with the prevention and detection of crime;
4. The position gives this employee the full power of arrest, and
5. The position is assigned to a designated police or sheriff's department.

THEREFORE, BE IT RESOLVED that the City of Dayton hereby declares that the position of a part time police officer in the Dayton Police Department satisfies all of the requirements listed above and declares its desire to provide all future employees holding said part-time law enforcement position with coverage under the Police and Fire plan; AND

BE IT FURTHER RESOLVED that this governmental unit will provide a copy of this resolution to PERA each time it provides Police and Fire membership to a person who is hired to said part-time position and will indicate the name of the employee eligible for such coverage and the named employee should be enrolled as a member of the Public Employees Police and Fire Plan effective the date of this employee's initial Police and Fire Plan salary deduction by the governmental subdivision.

Adopted by the City Council of the City of Dayton on May 13th, 2025.

Mayor – Dennis Fisher

Clerk – Amy Benting

ITEM:

Approval of Waving Fees for Operation Zero event at Magnus

PREPARED BY:

Amy Benting, Assistant City Administrator/City Clerk

POLICY DECISION / ACTION TO BE CONSIDERED:

Approval of waving fees

BACKGROUND:

The President and event coordinator for operation zero reached out again this year. Last year they had this large motorcycle show and celebration August 10, 2024 at the Magnus Veterans foundation. This organization is a nonprofit group that focuses on raising awareness to prevent veteran suicide and they are asking that the fees for the large assembly, fireworks and police services be waved as the fees would take away from the money they are trying to raise. This year they are asking for the same thing and the event will be September 20 2025. The Council has in the budget \$22,000.00 to go toward waving fees for events like this. The total amount requested is \$500.00 Fireworks, large assembly \$60.00 Police time \$ 3,750.00. Totaling \$4,310.00.

ACTION:

Approval to wave fees

ATTACHMENT(S):

None

**CITY OF DAYTON
COUNTIES OF HENNEPIN AND WRIGHT
STATE OF MINNESOTA**

**RESOLUTION 29-2025
RESOLUTION “BLANKET” REGARDING PART-TIME POLICE OFFICERS**

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4. The position gives this employee the full power of arrest, and
5. The position is assigned to a designated police or sheriff's department.

THEREFORE, BE IT RESOLVED that the City of Dayton hereby declares that the position of a part time police officer in the Dayton Police Department satisfies all of the requirements listed above and declares its desire to provide all future employees holding said part-time law enforcement position with coverage under the Police and Fire plan; AND

BE IT FURTHER RESOLVED that this governmental unit will provide a copy of this resolution to PERA each time it provides Police and Fire membership to a person who is hired to said part-time position and will indicate the name of the employee eligible for such coverage and the named employee should be enrolled as a member of the Public Employees Police and Fire Plan effective the date of this employee's initial Police and Fire Plan salary deduction by the governmental subdivision.

Adopted by the City Council of the City of Dayton on May 13th, 2025.

Mayor – Dennis Fisher

Clerk – Amy Benting

PRESENTER: Marty Farrell

ITEM: Hiring of Public Works Seasonal Positions

PREPARED BY: Marty Farrell

POLICY DECISION / ACTION TO BE CONSIDERED: Approving hiring of Avery Motylinski, Cody Cramer and Zachary Mayo as Public Works Seasonal Positions

BACKGROUND: The 3 seasonal hires were included in the 2025 budget that the Council recently approved. Public Works has selected Avery Motylinski, Cody Cramer and Zachary Mayo

CRITICAL ISSUES: N/A

BUDGET IMPACT: Budgeted in the 2025 budget.

RECOMMENDATION: Approve hiring of Avery Motylinski, Cody Cramer and Zachary Mayo as Public Works Seasonals

ATTACHMENT(S): None.

ITEM:

Discussion of Easement Across 14651, 14661, and 14681 Lawndale Lane North

PREPARED BY:

Zach Doud, City Administrator
Amy Schmidt, City Attorney

POLICY DECISION / ACTION TO BE CONSIDERED:

Provide Direction to Staff and Attorney on how to proceed with this Easement

BACKGROUND:

In 2004, the City was granted an easement over the properties located at 14651, 14661, and 14681 Lawndale Lane North. The easement was a “perpetual easement for public roadway, drainage, utility, and other appurtenant purposes” in this location. The owners who granted that easement were Randy and Tami Duke, who owned the parcels at 14651 and 14661 Lawndale Lane North; and Bruce and Kathy Bennett, who owned the parcel at 1481 Lawndale Lane North. Each grantor granted 30 feet from their respective parcels to create the easement area. As written in the easement, the Dukes and the Bennetts were collectively, one “Grantor” of the easement.

These properties are currently owned as follows:

Address	PID	Owner
14651 Lawndale Lane North	0712022140007	Randy Duke
14661 Lawndale Lane North	0712022140003	Jason Duke
14681 Lawndale Lane North	0712022140005	Michael Jacobson and Hailee Quilling Jacobson

Each current owner assumed the rights and obligations of the original grantors, as outlined in the easement.

The easement allows “the Grantor” to construct a public roadway in the City’s easement. The easement provides that the improvements that the Grantor could install “may include, but are not limited to, expansion of the roadway to 12-foot-wide bituminous surface with a five (5) ton standard, construction of two (2) foot gravel shoulders, and necessary grading for drainage.” Such improvements were required to meet City standards and were subject to plan approval by the City. The Grantor—not the city—is responsible for all costs related to the construction, maintenance, and upgrading of any improvements placed within the easement premises.

In 2004, Jason Duke constructed improvements within the southerly 30 feet of the easement premises and uses this to access the 14661 Lawndale parcel. The improvements there

commence at Lawndale Lane North and extend westerly across the southerly 30 feet of the easement premises to a connected driveway to the house on the 14661 Lawndale parcel but does not extend to the western parcel boundary. The city has never opened the easement premises as a public street on the city street maps and has never engaged in any maintenance of the easement premises for the benefit of the public.

TQ Farms of Dayton LLC is the owner of a 20-acre parcel that is west of and immediately adjacent to the 14681 Lawndale parcel. On January 14, 2025, the City Council reviewed a concept plan for the proposed development of the 20-acre parcel. Because the 20-acre parcel is landlocked, the concept plan proposes access from Lawndale Lane North to the TQ Farms Parcel via the easement premises via an additional recorded access and utility easement over the 14681 Lawndale parcel. TQ Farms has submitted a building permit application to the city to proceed with the proposed development. However, because the roadway improvements placed in the easement premises do not extend the full length of the easement to the additional easement, TQ Farms requires City approval of plans to alter the existing roadway improvements.

Based on the historic limited use of the roadway improvements placed in the easement premises, and the fact that the City has never taken any action to open the easement premises as a public street, City Staff is seeking direction from the City Council as to how to proceed with the review of any plans that may be submitted for alterations to the existing roadway improvements.

RELATIONSHIP TO COUNCIL GOALS:

Encourage Diversity and Manage Thoughtful Development

RECOMMENDATION:

Staff recommends giving direction specifically on the below two items:

1. Direct City Staff regarding the review of plans for potential alterations to the roadway improvements currently in the easement premises.
2. If the Council directs that the easement be vacated, the City Council should vote to call for a public hearing on the vacation of the easement.

ATTACHMENT(S):

None



1st Quarter Report

As of March 31, 2025

Presented by: Zach Doud, City Administrator

**CITY OF DAYTON
INCOME STATEMENT
AS OF MARCH 31, 2025**

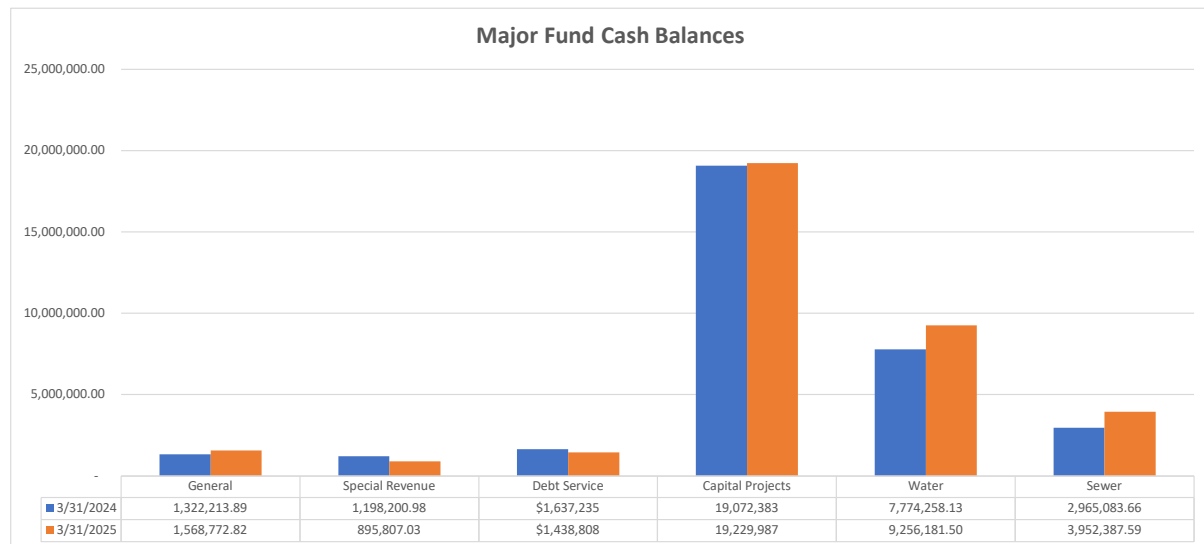
	Annual Budget	Budget thru 3/31/2025	Actual thru 3/31/2025	Variance - Favorable (Unfavorable)	Percent Received or Expended based on YTD Budget
Revenues					
Taxes	\$ 6,490,200	\$ 1,622,550	\$ 1,755	\$ (1,620,795)	1 0.1 %
Licenses and permits	1,321,600	330,400	325,049	(5,351)	98.4
Intergovernmental	519,000	129,750	110,551	(19,199)	85.2
Charges for services	16,700	4,175	17,331	13,156	415.1
Fines and forfeitures	100,000	25,000	4,652	(20,348)	2 18.6
Refunds and reimbursements	500	125	-	(125)	0.0
Miscellaneous	148,500	37,125	42,679	5,554	115.0
Total Revenues	8,596,500	2,149,125	502,016	(1,647,109)	23.4
Expenditures					
Mayor and city council	66,330	16,583	36,311	(19,729)	219.0
Committees and commissions	8,190	2,048	13	2,035	0.6
Administration	135,870	33,968	39,827	(5,859)	117.2
Elections	5,000	1,250	103	1,147	8.2
City clerk	148,920	37,230	34,436	2,794	92.5
Finance	364,520	91,130	85,214	5,916	93.5
Assessing	-	-	48	(48)	0.0
Audit	36,000	9,000	-	9,000	0.0
Engineering	100,000	25,000	22,184	2,816	88.7
Legal	88,000	22,000	22,657	(657)	103.0
Recycling	242,500	60,625	38,823	21,802	3 64.0
Inspections	626,830	156,708	141,502	15,205	90.3
Planning and economic development	277,480	69,370	50,432	18,938	72.7
Central services	89,200	22,300	44,334	(22,034)	4 198.8
Information technology	146,000	36,500	40,042	(3,542)	109.7
Activity center	149,410	37,353	28,723	8,630	76.9
Police patrol and investigation	3,240,110	810,028	794,196	15,832	98.0
Emergency management	15,900	3,975	5,866	(1,891)	147.6
Animal control	6,100	1,525	1,039	486	68.1
Fire suppression	1,001,060	250,265	172,629	77,636	5 69.0
Public works	1,241,340	310,335	343,758	(33,423)	110.8
Parks	568,740	142,185	98,496	43,689	6 69.3
Contingency	39,000	9,750	12,477	(2,727)	128.0
Total Expenditures	8,596,500	2,149,125	2,013,109	136,016	93.7
Excess revenues (expenditures)	-	-	(1,511,093)	(1,783,125)	
Other financing sources (uses)					
Transfers in	-	-	-	-	0.0
Transfers out	-	-	-	-	0.0
Total other financing sources (uses)	-	-	-	-	
Excess (deficiency) of revenues and other financing sources (uses) over (under) expenditures and other uses	-	-	(1,511,093)	(1,783,125)	

Item	Explanation of item for percentage less than 80% or greater than 120% and \$ variance greater than \$20,000
1	Taxes have not been received as of Q1 for 2024, expect these to arrive in Q3 2024.
2	We budgeted for \$30,000 in C. Card fees which would then be due to C. Card Co, but the fees are being handled by C. Card Co
3	Should be closer to budget in Q2 due to Clean up Day and Yard Waste Rental fees pickup in Spring.
4	Mainly Subscriptions for Year paid in Q1. \$8,000 of this balance will be allocated to correct expense code due to c. card upload process error. This should be fixed going forward as it's a new process we are working with JP Morgan.
5	Slightly under budget due to timing of payrolls with March payroll at \$10,149.84 which would be closer to budget.
6	Budget lower due to no Seasonal employees in Q1 as work in the parks has not started yet.

City of Dayton
Unaudited Cash Balances by Fund

Fund		Balance 3/31/2024	Balance 12/31/2024	Balance 3/31/2025	YTD Change from 12/31/2024	Change from 3/31/2024	Percentage Change from 12/31/2024
101	General	\$ 1,322,214	\$ 3,260,271	\$ 1,568,773	\$ (1,691,498)	\$ 246,559	1 -51.9 %
225	EDA	679,117	683,254	533,613	(149,641)	(145,503)	2 -21.9
226	Cable	185,717	175,505	182,837	7,332	(2,880)	4.2
235	Police Forfeiture	12,745	12,745	13,174	429	429	3.4
236	Fire Public Safety Aid	145,122	78,571	78,571	-	(66,551)	0.0
237	Police Public Safety Aid	175,501	87,612	87,612	-	(87,889)	0.0
342	2014A & 2015A NE Utilities	1,546,502	2,809,182	1,447,619	(1,361,563)	(98,883)	3 -48.5
348	2009A & 2010 W French Lk Rd	240,977	290,109	293,700	3,592	52,724	1.2
355	2016A PW/PD Facility	(14,892)	169,867	(12,065)	(181,931)	2,827	-107.1
378	2020A Dayton Parkway Interchange	53,677	221,508	16,202	(205,305)	(37,475)	-92.7
379	2023A CRG TIF Bond	(189,028)	-	(306,648)	(306,648)	(117,620)	0.0
401	Capital Equipment	(166,810)	-	(735,154)	(735,154)	(568,345)	0.0
404	Park Development	169,156	166,974	185,577	18,603	16,420	11.1
405	Park Dedication	2,562,053	3,163,611	3,304,349	140,738	742,296	4.4
406	Park Capital Equipment	(133,907)	-	(103,907)	(103,907)	30,000	0.0
408	Park Trail Development	2,662,481	2,848,804	2,953,592	104,788	291,111	3.7
409	Temporary Financing	2,049,242	2,121,492	2,158,845	37,352	109,603	1.8
410	Capital Facilities	1,267,228	1,052,035	936,680	(115,355)	(330,547)	-11.0
411	Developer Escrows	2,681,349	2,900,810	3,245,855	345,045	564,506	11.9
414	Pavement Mgmt and Improvements	3,106,609	2,534,068	2,699,536	165,468	(407,073)	6.5
415	Stormwater	2,903,299	1,969,413	2,655,872	686,460	(247,427)	4 34.9
420	Landscape Escrows	1,559,000	1,205,000	1,245,000	40,000	(314,000)	3.3
421	ROW Escrows	23,000	74,000	67,000	(7,000)	44,000	-9.5
430	TIF 20 Graco 2	-	-	(1,614)	(1,614)	(1,614)	0.0
435	TIF 16 Sand Companies	6,849	27,198	9,852	(17,345)	3,004	-63.8
436	TIF 17 Graco	(10,441)	632,871	71,794	(561,077)	82,235	5 -88.7
438	TIF 14 Liberty	168,801	64,724	170,567	105,843	1,765	163.5
459	2022 TIF Street Improvements	357,404	87,174	237,276	150,102	(120,128)	6 172.2
477	TIF 15 French Lk Industrial Park	74,018	187,540	118,746	(68,794)	44,727	-36.7
480	Dayton Parkway Interchange	(206,949)	10,610	10,121	(490)	217,069	-4.6
601	Water	7,774,258	9,410,810	9,256,182	(154,628)	1,481,923	-1.6
602	Sewer	2,965,084	3,818,555	3,952,388	133,833	987,304	3.5
Total		\$ 33,969,375	\$ 40,064,311	\$ 36,341,944	\$ (3,722,366)	\$ 2,372,569	-9.3 %

Item	Explanation of changes greater than \$75,000 from prior year and change greater than 20% from year-end
1	Changes in balance in General Fund, please look in the General Fund Income Statement within this report.
2	Change is due to EDA Land Purchase in Q1.
3	Slowly decreasing the balance of this fund so that we are able to pay off the debt but not have excess dollars in this fund.
4	Transfer of funds was approved resolution in April 2025 to close out the Fund for Dayton Interchange Project in the amount of \$253,000.
5	TIF started collecting in 2024 which caused balance to increase based on actual activity.
6	Rec'd TEDI Grant 81/Pkwy Intersection in Q1 \$148,971.05.



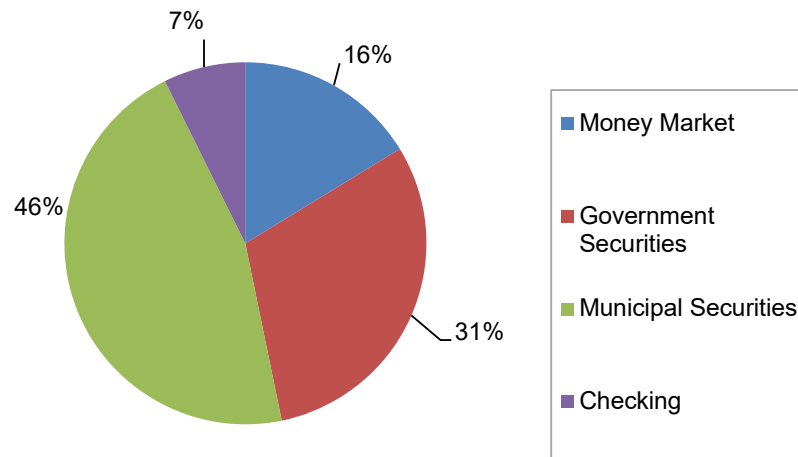
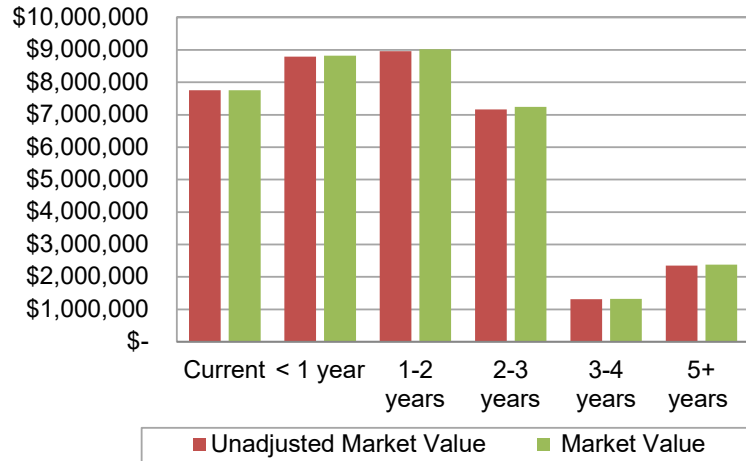
2025 YEAR
LEAP YEAR(Y or N)

FDIC #	(CUSIP or Acct #)	Institution	Description	Type	Maturity Year	Market Value 11/1/2025	Deposits - Purchases	Expenditures - Sales	Transfers	Interest	Market Value 3/31/2025	Market Value 3/31/2025	Unrealized gain / loss
21st Century Bank													
			Checking	Checking		\$ 3,071,536.51	\$ 953,615.66	(\$ 1,123,262.95)	-	\$ 1,555.42	\$ 2,408,081.19	\$ 2,408,081.19	\$ -
						3,071,536.51	953,615.66	(1,123,262.95)	-	1,555.42	2,408,081.19	2,408,081.19	-
001051010818	31846V336	US Bank - LOC	First American Government	Money Market		4,897,191.37	792,027.84	-	45,153.52	6,962.08	2,453,905.92	2,453,905.92	-
	3137HFPY8	MCIM	FHLMC Multiclass Mfg Partn CMO Ser K 337	Government Securities	2027	52,896.32	-	(354.06)	(78.43)	78.43	52,596.16	52,797.48	201.30
	3137BSP84	MCIM	FHLMC Multiclass CMO Ser K 0258	Government Securities	2026	42,361.80	-	(2,029.19)	(74.63)	74.63	37,069.20	37,135.13	65.93
	3137FPJ21	MCIM	FHLMC Multiclass Mfg Partn CMO	Government Securities	2027	107,631.32	-	(1,288.13)	(220.16)	220.16	106,711.47	105,733.73	208.26
	3137FPHV0	MCIM	FHLMC Multiclass Mfg Partn	Government Securities	2025	89,536.77	-	(169.37)	169.37	-	89,869.59	90,034.62	165.03
3137BQJ71	3137BQJ71	MCIM	FHLMC Multiclass Mfg Partn CMO	Government Securities	2025	198,260.00	-	(461.67)	461.67	-	198,858.00	199,066.00	238.00
	3137T1G44	MCIM	FHLMC Multiclass Mfg Partn CMO	Government Securities	2027	72,816.75	-	(202.69)	202.69	-	73,468.50	73,539.75	71.25
	3137F8Y11	MCIM	FHLMC Multiclass MTG Partn CMO Ser K119 C1 A1	Government Securities	2030	155,740.12	-	(971.73)	(121.35)	121.35	155,169.53	155,798.82	599.28
	3137F64F9	MCIM	FHLMC Multiclass Mfg Partn	Government Securities	2027	92,470.00	-	(111.33)	111.33	-	93,610.00	93,974.00	364.00
	3135G04Z5	MCIM	FNMA 3135G04Z5	Government Securities	2025	49,159.50	-	-	-	-	49,445.00	49,590.50	145.50
3135G03J5	3135G03J5	MCIM	FNMA Deb 3135G03J5	Government Securities	2025	222,540.75	-	-	-	-	223,859.25	224,509.50	659.25
	3136B8G30	MCIM	FNMA Gld REMIC Pass Thru 0.785 04/25/2030	Government Securities	2030	22,081.99	-	(1,513.80)	(14.75)	14.75	19,840.00	20,006.77	166.77
	3138JC0J2	MCIM	FNMA Partn Cert Pool #AIV754	Government Securities	2026	91,948.86	-	(182.34)	(222.99)	222.99	91,699.54	91,782.72	83.18
	3138FC055	MCIM	FNMA Partn Cert Pool # Ar2791	Government Securities	2026	127,705.67	-	(359.60)	(249.56)	249.56	127,471.12	127,705.41	234.28
	3140HVK94	MCIM	FNMA Partn Cert Pool #B13919	Government Securities	2026	293,400.00	-	(597.33)	597.33	-	294,450.00	294,858.00	408.00
3140HWSJ7	3140HWSJ7	MCIM	FNMA Partn Cert Pool # B13546	Government Securities	2026	89,215.09	-	(178.35)	166.23	-	90,090.89	90,324.15	233.46
	3140LFLV2	MCIM	FNMA Partn Cert Pool #B4840	Government Securities	2025	94,396.91	-	(149.64)	(128.55)	128.55	94,441.03	94,647.80	206.77
	3135PCWV3	MCIM	Federal Farm Credit Bank	Government Securities	2025	786,044.05	-	(785,000.00)	(19,625.00)	19,625.00	96.35	-	(86.35)
	3130AK5E2	MCIM	Federal Home Loan Bks	Government Securities	2025	82,779.80	-	(159.38)	159.38	-	83,511.85	83,580.50	228.65
	3130ASM97	MCIM	Federal Home Loan Bank	Government Securities	2025	997,380.00	-	-	-	-	998,530.00	998,480.00	(50.00)
3130ATU54	3130ATU54	MCIM	Federal Home Loan Bks	Government Securities	2027	998,600.00	-	(754.50)	754.50	-	1,000,200.00	1,008,500.00	2,390.00
	3130ATU09	MCIM	Federal Home Loan Bks	Government Securities	2025	801,744.00	-	-	-	-	801,944.00	801,704.00	(240.00)
	90376PDM0	MCIM	Int Development Fin Corp	Government Securities	2025	102,581.00	-	-	-	-	-	-	-
	90376PDR5	MCIM	U S International Dev Fin COR	Government Securities	2026	45,988.50	-	-	-	-	46,573.50	46,758.50	185.00
	90376PDV0	MCIM	U S International Dev Fin	Government Securities	2027	102,347.00	-	-	-	-	-	-	-
90376PDU2	90376PDU2	MCIM	U S International Dev Fin	Government Securities	2027	201,002.00	-	-	-	-	203,382.00	204,106.00	724.00
	90376PEC7	MCIM	US Int Dev Fin Corp	Government Securities	2028	46,159.00	-	-	-	-	46,750.00	46,835.00	185.00
	91282BZV3	MCIM	US Treasury	Government Securities	2025	98,087.00	-	-	-	-	98,706.00	99,003.00	297.00
	91282CB77	MCIM	US Treasury Note	Government Securities	2026	119,730.00	-	(468.75)	468.75	-	120,605.00	120,998.75	393.75
	91282BZ07	MCIM	US Treasury Note	Government Securities	2025	148,286.00	-	-	-	-	-	-	-
91282BZD9	91282BZD9	MCIM	US Treasury Note	Government Securities	2027	140,415.00	-	-	-	-	141,849.00	142,353.00	504.00
	91282BZ52	MCIM	US Treasury Note	Government Securities	2025	249,412.50	-	-	-	-	-	-	-
	91282BZ78	MCIM	US Treasury Note	Government Securities	2027	141,456.00	-	-	-	-	143,145.00	143,625.00	480.00
	91282BZ09	MCIM	US Treasury Note	Government Securities	2026	239,077.50	-	(2,031.25)	2,031.25	-	240,967.50	241,600.00	672.50
	91282CTJ9	MCIM	US Treasury Note	Government Securities	2025	995,080.00	-	-	-	-	999,880.00	1,001,000.00	1,180.00
00651N254	00651N254	MCIM	Bank of America N A CD FDIC	Corporate Securities	2026	243,996.30	-	-	-	-	248,852.26	248,852.26	306.96
	00654BFH9	MCIM	Bankwell Bk New Canaan Conn	Corporate Securities	2025	243,996.30	-	-	-	-	243,585.63	243,473.85	(111.78)
	254673L61	MCIM	Discover BK Greenwood Del	Corporate Securities	2025	243,750.50	-	-	-	-	243,993.05	244,250.30	257.25
	2332CTG70	MCIM	Dmb Cmnty Bk CD	Corporate Securities	2026	250,211.61	-	(888.21)	888.21	-	249,791.82	249,789.33	(2.49)
	3202EUU38	MCIM	First Fndtn Bk Irvine Ca	Corporate Securities	2026	239,906.38	-	-	-	-	239,375.64	239,475.90	99.96
5216BLUN3	5216BLUN3	MCIM	Leader Bk Natl Assn Arlington CD	Corporate Securities	2025	237,116.13	-	-	-	-	247,909.38	248,529.39	620.01
	7408UTS54	MCIM	Preferred BK Los Angeles CA CD FDIC	Corporate Securities	2026	-	-	-	-	-	244,985.76	245,029.68	43.92
	8562S3YV9	MCIM	State Bk India CD	Corporate Securities	2025	245,571.36	-	-	-	-	247,985.76	248,059.68	278.32
	87164YN83	MCIM	Synchrony Bank CD	Corporate Securities	2025	243,659.85	-	-	-	-	243,919.55	244,189.05	269.50
	90376PFC16	MCIM	U S International Dev Fin COR	Corporate Securities	2026	-	-	-	-	-	-	-	-
91028GPR8	91028GPR8	MCIM	United Fid Bk FSB Evansville CD	Corporate Securities	2026	251,704.14	-	(916.87)	916.87	-	250,847.58	251,213.61	366.03
	95763PQV0	MCIM	Western Alliance CD	Corporate Securities	2025	244,793.34	-	-	-	-	244,188.27	244,224.72	36.45
	040694EL4	MCIM	Arizona St Univ Reem Taxable Sys	Municipal Securities	2025	73,740.00	-	-	-	-	74,180.25	74,374.50	194.25
	08049GH00	MCIM	Belmont-Redwood Shores-Cal/Scho Dist GO	Municipal Securities	2027	222,033.60	-	-	-	-	224,527.20	225,204.00	676.80
	084164F81	MCIM	Berkley Calif Uni Scho Dist GO Ref Bds	Municipal Securities	2027	147,772.80	-	-	-	-	149,451.20	149,910.40	459.20
10285JGB8	10285JGB8	MCIM	Bowling Green Cn	Municipal Securities	2026	322,726.80	-	-	-	-	326,608.05	327,691.35	1,083.30
	119475M00	MCIM	Buffalo Only Ne Sch Dist No 007 GO Ref Bds	Municipal Securities	2025	193,386.00	-	-	-	-	194,672.00	195,204.00	532.00
	13077QDE5	MCIM	California St Univ Rev Systemwide	Municipal Securities	2027	47,135.00	-	-	-	-	47,535.00	47,705.50	170.50
	16988BPS7	MCIM	Charles City MD Taxable GO Ref Bds	Municipal Securities	2027	1,877,620.00	-	-	-	-	1,888,000.00	1,904,800.00	6,800.00
	19033SL00	MCIM	Coast County College Dist Calif	Municipal Securities	2027	93,481.00	-	-	-	-	94,463.00	94,612.00	149.00
20470J9P5	20470J9P5	MCIM	Compton Calif Cmnty Coll 2021	Municipal Securities	2027	163,301.25	-	-	-	-	165,033.75	165,487.00	453.25
	20470J9D0	MCIM	Compton Calif Cmnty Coll 2021	Municipal Securities	2026	162,555.70	-	-	-	-	163,672.60	164,056.00	384.20
	20772KEV1	MCIM	Connecticut ST Taxable GO Bonds 2018A	Municipal Securities	2027	245,695.00	-	(4,812.50)	4,812.50	-	247,980.00	248,187.50	207.50
	20772K4H2	MCIM	Connecticut ST Taxable GO Bds 2017A	Municipal Securities	2026	-	-	-	-	-	198,372.00	198,638.00	266.00
	23276B0J8	MCIM	Cypress - Fairbanks Tax Indp Sc	Municipal Securities	2027	141,825.60	-	-	-	-	142,300.27	142,293.22	(7.00)
276540K91	276540K91	MCIM	Eastern Ia Cmnty	Municipal Securities	2026	543,455.55	-	-	-	-	546,897.40	548,208.20	1,310.80
	347712EW7	MCIM	Ford Lee NJ J BRD ED REF GO	Municipal Securities	2026	859,021.80	-	-	-	-	866,875.10	869,486.80	2,611.70
	37440YV53	MCIM	Glendale Calif Uni Scho Dist	Municipal Securities	2025	49,169.40	-	(409.25)	409.25	-	48,755.50	48,856.15	112.00
	38450LR99	MCIM	Grafion WI Sch Dist	Municipal Securities	2026	212,271.00	-	-	-	-	213,562.80	214,084.20	521.40
	41678QCH8	MCIM	Harbor Honsham Pa Sch Dist Taxable GO Bonds 2020A	Municipal Securities	2025	122,120.00	-	(625.00)	625.00	-	122,813.75	123,133.75	320.00
42750JUN1	42750JUN1	MCIM	Hermantown Minn Indst Scho GO Ref Bonds 2020A	Municipal Securities	2026	-	-	-	-	-	281,720.00	282,460.00	740.00
	430632L56	MCIM	Highland Park NJ	Municipal Securities	2027	277,657.60	-	(4,350.00)	4,350.00	-	280,438.70	281,082.50	643.80
	4462ZU076	MCIM	Huntington Beach Calif Uni High Taxable GO Ref Bds 2021	Municipal Securities	2027	232,017.50	-	-	-	-	234,567.50	235,252.50	685.00
	51280JC47	MCIM	Lakota Ohio Loc School Dist	Municipal Securities	2025	847,544.30	-	-	-	-	851,237.65	852,725.65	1,487.80
	551334L11	MCIM	Lynchburg Twp NJ Tax GO Bonds 2021	Municipal Securities	2026	142,369.50	-	(1,600.00)	1,600.00	-	143,481.00	143,902.50	421.50
64008RAFP3	64008RAFP3	MCIM	Neenah WI Taxable GO Ref Bds 2022 B	Municipal Securities	2025	196,484.00	-	-	-	-	197,458.00	197,856.00	398.00
	64066QWV8	MCIM	New York NY Taxable GO Bds	Municipal Securities	2026	98,014.00	-	(722.00)	722.00	-	98,500.00	98,815.00	315.00
	64990FV40	MCIM	New York St Dom Auth ST	Municipal Securities	2027	48,317.00	-	-	-	-	48,805.00	48,831.00	26.00
	64979IR58	MCIM	New York St Taxable GO Bds 2021	Municipal Securities	2026	72,424.00	-	(562.50)	562.50	-	72,833.75	73,108.50	174.75
	6197Z0KJ6	MCIM	Oklahoma Only Okla Indst Sch	Municipal Securities	2025	653,724.50	-	-	-	-	655,054.50	655,115.50	394.20
68583RD47	68583RD47	MCIM	Oregon Cmnty	Municipal Securities	2026	457,199.40	-	-	-	-	460,891.20	462,206.40	1,315.20
	69200T075	MCIM	Onward Calif Sch Dist Tax Ref GO Bonds 2020	Municipal Securities	2027	231,547.50	-	-	-	-	233,320.00	234,730.00	810.00
	72529PQ29	MCIM	Pittsburgh PA Tax GO 2020B	Municipal Securities	2025	220,072.50	-	(1,091.25)	1,091.25	-	221,411.25	221,896.75	445.50
	741751205	MCIM	Prince William Only Va Taxable GO	Municipal Securities	2025	49,060.50	-	-	-	-	49,344.00	49,467.50	123.50
	748673ZP9												

City of Dayton, Minnesota
Investments
For the Month Ending March 31, 2025

ATTACHMENT C

Maturities



Maturity	Unadjusted Market Value 3/31/2025	Market Value 3/31/2025	Variance 3/31/2025
Current	\$ 7,756,919.32	\$ 7,752,742.44	\$ (4,177)
< 1 year	8,789,574.02	8,821,882.54	32,308.52
1-2 years	8,960,556.57	9,021,013.33	60,456.76
2-3 years	7,160,851.98	7,245,755.26	84,903.28
3-4 years	1,316,026.38	1,319,353.22	3,326.84
5+ years	2,350,968.98	2,379,065.32	28,096.34
	<u>\$ 36,334,897.25</u>	<u>\$ 36,539,812.11</u>	<u>\$ 204,914.86</u>
Weighted Average Rate of Return	0.033106136	3/31/2025	
Average Maturity (years)	1.43	3/31/2025	

Investment Type	Market Value 3/31/2025
Money Market	\$ 5,344,661.25
Government Securities	10,029,362.71
Corporate Securities	3,681,798.71
Municipal Securities	15,075,908.25
Checking	2,408,081.19
	<u>\$ 36,539,812.11</u>

Operating Account	
O/S Deposits	\$ 23,134.98
O/S Checks	<u>(221,002.62)</u>
Reconciled Balance	<u>\$ 36,341,944.47</u>

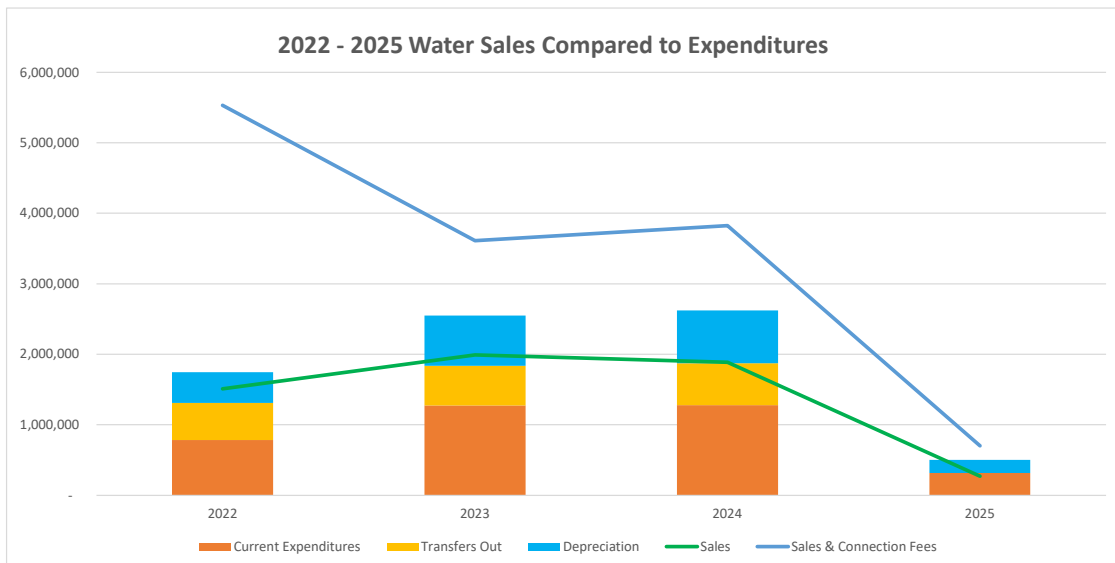
**CITY OF DAYTON
INCOME STATEMENT
AS OF MARCH 31, 2025**

WATER FUND

	Annual Budget	Budget thru 3/31/2025	Actual thru 3/31/2024	Actual thru 3/31/2025	Prior Year Variance - Favorable (Unfavorable)	Percent Received or Expended based on YTD Budget
Revenues						
Charges for services	\$ 1,943,000	\$ 485,750	\$ 233,655	\$ 271,128	\$ 37,473 1	55.8 %
Miscellaneous	207,000	51,750	95,382	160,174	64,792 2	309.5
Total Revenues	2,150,000	537,500	329,038	431,302	102,264	80.2
Expenditures						
Salaries and benefits	353,060	88,265	37,255	61,806	(24,551) 3	70.0
Supplies	374,100	93,525	76,486	125,603	(49,118) 4	134.3
Professional services	125,000	31,250	1,609	13,377	(11,768) 5	42.8
Insurance	13,200	3,300	6,444	9,643	(3,198)	292.2
Utilities	387,000	96,750	33,647	44,796	(11,149) 6	46.3
Repair and maintenance	60,000	15,000	31,789	61,397	(29,608) 7	409.3
Depreciation	750,000	187,500	187,500	187,500	-	100.0
Total Expenditures	2,062,360	515,590	374,729	504,122	(129,393)	97.8
Excess revenues (expenditures)	87,640	21,910	(45,692)	(72,820)	231,657	
Other financing sources (uses)						
Connection charges	1,490,000	372,500	206,934	428,715	221,781	115.1
Transfers in	-	-	-	-	-	0.0
Transfers out	(630,000)	(157,500)	-	-	-	0.0
Total other financing sources (uses)	860,000	215,000	206,934	428,715	221,781	
Excess (deficiency) of revenues and other financing sources (uses) over (under) expenditures and other uses	947,640	236,910	161,242	355,895	453,438	

Item Explanation of item for percentage less than 80% or greater than 120% and \$ variance greater than \$10,000

- 1 Small Increase from last year and the billing cycle for January and February is our lowest billing cycle typically. Additionally with only one billing cycle, we are missing a month worth of usage when compared to budget.
- 2 Interest Earnings took a little leap from the current market. With interest rates being steady, this shall continue during the year.
- 3 Salaries and benefits are more than last year based on increase pay increases at the beginning of the year, when that isn't the case it's based on anniversary dates. But we are right on track for this years budget.
- 4 There were a lot of Meters purchased in Q1 totaling \$92,246
- 5 Q1 2024 had minimal activity compared to Q1 2025, we have more city projects Stantec engineering fees this Qtr. but we are well below budget.
- 6 Utility rates have increased from last year which caused a slight increase but we are under budget for the year so far.
- 7 Over Budget for Q1 due to Dayton Well #4 Rehab repairs & sand removal.



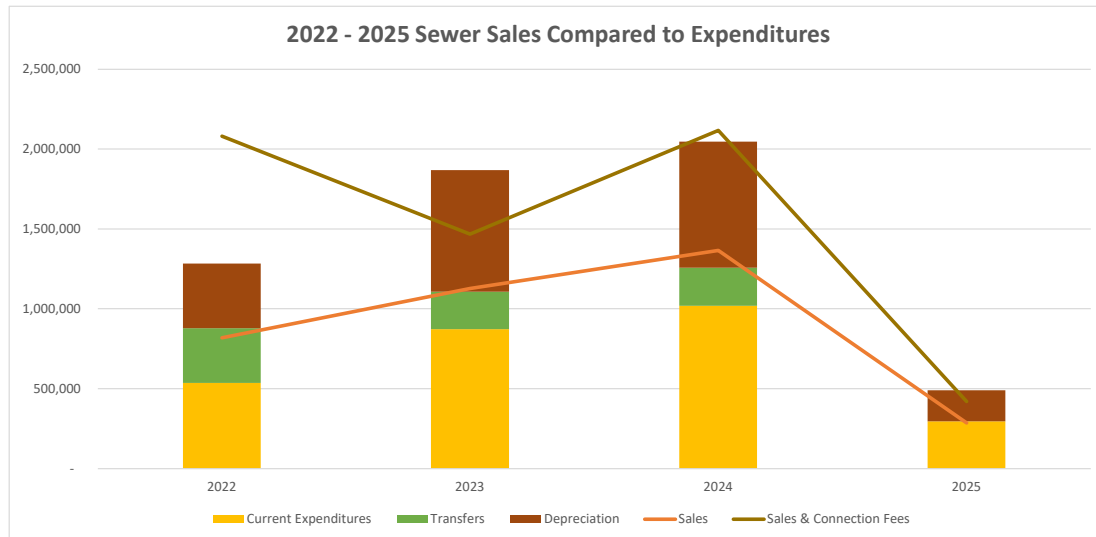
**CITY OF DAYTON
INCOME STATEMENT
AS OF MARCH 31, 2025**

SEWER FUND

	Annual Budget	Budget thru 3/31/2025	Actual thru 3/31/2024	Actual thru 3/31/2025	Prior Year Variance - Favorable (Unfavorable)	Percent Received or Expended based on YTD Budget
Revenues						
Charges for services	\$ 1,312,000	\$ 328,000	\$ 235,491	\$ 287,251	\$ 51,760	87.6 %
Miscellaneous	102,000	25,500	34,875	71,355	36,480	1 279.8
Total Revenues	1,414,000	353,500	270,366	358,606	88,240	101.4
Expenditures						
Salaries and benefits	332,710	83,178	37,067	57,553	(20,486)	2 69.2
Supplies	16,100	4,025	4,047	5,323	(1,276)	132.2
Professional services	710,037	177,509	172,098	216,883	(44,784)	3 122.2
Insurance	22,200	5,550	10,711	14,543	(3,832)	262.0
Utilities	25,000	6,250	1,854	964	890	15.4
Repair and maintenance	95,000	23,750	40,454	323	40,131	4 1.4
Depreciation	775,000	193,750	187,500	193,750	(6,250)	100.0
Total Expenditures	1,976,047	494,012	453,731	489,339	(35,608)	99.1
Excess revenues (expenditures)	(562,047)	(140,512)	(183,365)	(130,733)	123,848	
Other financing sources (uses)						
Connection charges	451,000	112,750	54,843	132,647	77,804	117.6
Transfers in	-	-	-	-	-	0.0
Transfers out	(260,000)	(65,000)	-	-	-	0.0
Total other financing sources (uses)	191,000	47,750	54,843	132,647	77,804	
Excess (deficiency) of revenues and other financing sources (uses) over (under) expenditures and other uses	(371,047)	(92,762)	(128,522)	1,914	201,652	

Item Explanation of item for percentage less than 80% or greater than 120% and \$ variance greater than \$10,000

- 1** Interest Earnings took a little leap from the current market. With interest rates on the rise or being steady, this shall continue during the year.
- 2** Salaries and benefits are more than last year based on changes to how many hours are being worked in the Sewer fund. Budget is high based on pay for all employees having an increase at the beginning of the year when this is not the case, it is based on anniversary date
- 3** Paid April's Metropolitan Councils Waste Water Services in March for Month of April of \$51,586.39. Q2 we should be back in line with the Budget.
- 4** We are under budget for repairs and maintenance which is a good thing significantly lower than last year as last year Impellers were installed and AMI pole install at McNeil. Those fees at year end went to our Fixed Assets Enterprise Acct for Const in progress.



ITEM:

Concept Plan Review for Bernens Property (Single-Family Residential Development)

APPLICANT

Jack Bernens

PREPARED BY:

Hayden Stensgard, Planner II

BACKGROUND/OVERVIEW:

Jack Bernens, property owner, has submitted a conceptual plan for review and feedback on a 12-lot unsewered single-family residential development near the corner of Brockton Lane North and Dayton River Road. The total property consists of roughly 117.5 acres and includes one existing single-family home to remain as part of the development. This concept area also includes land that would eventually be proposed to be an event center with access off of Lawndale Lane North. The residential concept does not conflict with the area for the event center. As part of the preliminary plat process, these parcels would also require rezoning to A-3.

This development boundary also includes property that has existing vineyards located on the east end near Lawndale Lane North. This area is the potential site for a future event center. Though this property will be platted as a buildable lot, no single-family homes will be permitted to be built on that property, excluding it from the calculations for single-family homes related to the A-3 District's two units per 20-acre average.

A Concept Plan does not include the detail that would be included in a Preliminary Plat. The intent is for the Planning Commission and City Council to provide individual comments and recommendations for the applicant to incorporate into the subsequent preliminary plat application.

ANALYSIS:

The concept plan is proposed to be developed under the recently established A-3, Agricultural District Standards.

	A-3 Requirement	Proposed
Minimum Lot Size	1.5 Net Acres	1.5 Acres (Lots 1-4, Block 1, and Lots 1-7, Block 2)
Minimum Lot Frontage	120 feet	127 feet (Lot 5, Block 2)
Minimum Corner Lot Frontage	140 feet	214 feet (Lot 1, Block 2)
Minimum Lot Width at Setback	140 feet	137 feet (Lot 5, Block 2)
Minimum Lot Depth	200 feet	216 feet (Lot 4, Block 1)
Minimum Impervious Surface Coverage	30%	Undefined, the expectation would be to meet this standard.

Lot 5, Block 2 of the concept plan will need to be revised to meet the above standards. Additionally, the proposed 4-acre lot with the existing single-family home will also need to be platted as a lot, which the concept currently does not show at this time.

A-3 District development shall also incorporate one or more of the following guidelines into the proposal. These guidelines offer the ability to show that future subdivision of the development boundary is possible when municipal utilities are available.

- a. Reserve land resources for efficient future urban development.
- b. Identify land characteristics required to support future urbanization.
- c. Allow no more than 25% of the developable land in a project to be developed, reserving larger future urbanization parcels.
- d. Protect future urbanization parcels with temporary development agreements, easements, or deed restrictions.
- e. Provide for the rezoning of the future urbanization parcels to a residential zoning classification at densities consistent with Metropolitan Council policy at such time that urban services are available.
- f. Ghost platting for future sewer development.

With the submittal of a ghost plat that incorporates the proposed sewer line as shown in Figure 9.2 in Chapter 9: Wastewater of the 2040 Comprehensive Plan, the proposed development has the ability to address one or more of the above-noted guidelines, meeting this requirement for A-3 Development. The applicant has been asked to ghost plat at least the portion of the plat area that will be developed under this request. The intent of the ghost plat is to show how the developed area can be further subdivided at the time sewer is available.

The concept plan provided, including the existing single-family home within the 4-acre parcel on the plan, has a proposed development area (lots and rights-of-way) of 22.3 acres (18.98% of the total development boundary). The remaining area, with the exception of the lot to be created for a potential event center, will be platted as outlots, and will not be developable until municipal utilities are extended to this area. The City uses the A-3 district on the zoning map to track properties that have already been incorporated into A-3 developments.

The concept plan also shows a .71 acre outlot at the northwest corner of the development boundary. The anticipation is that this outlot would serve a future water treatment building, and in discussions with public works, the proposed outlot provides sufficient space for that facility to be built in the future.

CRITICAL ISSUES:

1. Total Site Acreage and Lots Proposed – The applicant is proposing 12 lots (11 new and 1 existing) as part of this concept plan. The total site acreage, even including previously dedicated easement area to accommodate expansion of both county roads, is still shy of 120 acres, at 119.5. The Planning Commission said they would be supportive of a Variance request for this requirement, given that the project is a half acre short of the required 120 acres, and that there are two well sites adjacent to these properties that were likely a part of the properties before wells were placed on them.
2. Existing Single-Family Home - The applicant's son currently lives on the southeastern 68.5-acre parcel, and wishes to subdivide the lot off into a new 4-acre parcel as part of this plat. The residence currently receives access to Dayton River Road through the north parcel by way of an

easement. The current layout of the concept plan would subdivide this property into a 4-acre landlocked parcel. Being that this development would need to go through the platting process, creation of a landlocked parcel as part of a new preliminary plat is inconsistent with the City's subdivision ordinance.¹ As such, Staff originally recommended the parcel be revised to bring property lines up along Dayton River Road where the existing driveway accesses the street, consistent with the A-3 district's requirements for minimum lot frontage (120 feet) and minimum width at setback (140 feet). The Planning Commission raised concerns about bringing the parcel boundary out to Dayton River Road, potentially hindering future development of the area. The Planning Commission stated they would be supportive of a Variance regarding the referenced code section, as there are too many unknowns for how the remainder of the lots will be developed. The Planning Commission believes that allowing a Variance and having the easement remain in place allows for more opportunities in the future.

3. Parks & Trails - The proposed concept plan does not include any land dedicated for a park, nor are there any trails shown on the concept plat. While trails in this area are not shown as part of the Trails Plan within the 2040 Comprehensive Plan, this area is shown to have a community park. The designation for a community park also includes the 94-acre parcel to the south of this area, meaning there still remains enough land within the overall area to accommodate a community park in the future. The applicant is expected to pay full park and trail dedication fees, which are calculated on a per lot basis. Park and trail dedication fees are a standard requirement for all plats.
4. Streets - Street lighting is not something that would be required for an A-3 development project. With that being said, Staff is recommending that at least one light be installed at the intersection of the new road (Likely to be Maria Avenue) and Brockton Lane North. Likely consistent with the comments Hennepin County may have regarding the access point. Sidewalks are also not a requirement within the A-3, and the applicant does not intend to install a sidewalk in this development, though the proposed right-of-way width of 60 feet does allow for the City to install one in the future. The Comprehensive Plan does, however, call for a roadside trail along Brockton Lane North and Dayton River Road. At the time of preliminary plat, the City will require a 20-foot trail easement on all properties directly adjacent to these roadways if Hennepin County does not request adequate right-of-way to accommodate a roadside trail.

Additionally, the proposed concept plan shows the road being extended to the edge of Maria Avenue on the north side of the project area. Staff recommended that the connection to the end of Maria Avenue be done as part of this project. Through the Planning Commission's review, they recommended that the connection not be made. The discussion also addressed a potential revision to the concept plan that has recently been provided to staff, which includes a potential connection to Shadyview Lane just east of Maria Avenue. The Planning Commission recommended that if the concept shows a road leading to Shadyview Lane, that connection be made as part of this development, and an easement or dedicated right-of-way be established on the east end of the development area to allow for a future connection between this conceptual

¹ [1002.07 Design Standards for Preliminary Plats, Subd. 4](#) Lots (4) "Every lot must have frontage on a public street".

development and future development. Staff has not had a chance to thoroughly review the revised plan, but the connection up to Shadyview Lane and stubbing right-of-way to the east was supported by the Planning Commission.

60/120-DAY RULE (IF APPLICABLE):

	60-Days	120-Days
Concept Plan	N/A	N/A

RELATIONSHIP TO COUNCIL GOALS:

- Planning Ahead to Manage Thoughtful Development
- Preserving our Rural Character
- Create a Sought-After Community

PLANNING COMMISSION MEETING:

The Planning Commission discussed this item at their May 1, 2025 regular meeting. The Planning Commission was generally in support of the proposed development, and informed the applicant and Staff that they would be supportive of variances to the 2 per 20 acre rule in the A-3 District, given the overall project boundary is a half-acre short of the 120 acres that is required to permit 12 single-family residential lots. They also expressed support for a Variance to the existing lot related to platting a landlocked parcel. The Planning Commission expressed support for a connection to Shadyview Lane rather than connecting to Maria Avenue. If a revised plan reflects the Planning Commission recommendations, a roadway easement should be included towards Maria Avenue to allow for the opportunity for a future road connection. The connection in this regard would not occur with this development.

Like the Planning Commission, the City Council is asked to provide feedback to the applicant regarding the concept plan, for the applicant to incorporate during the preliminary plat process.

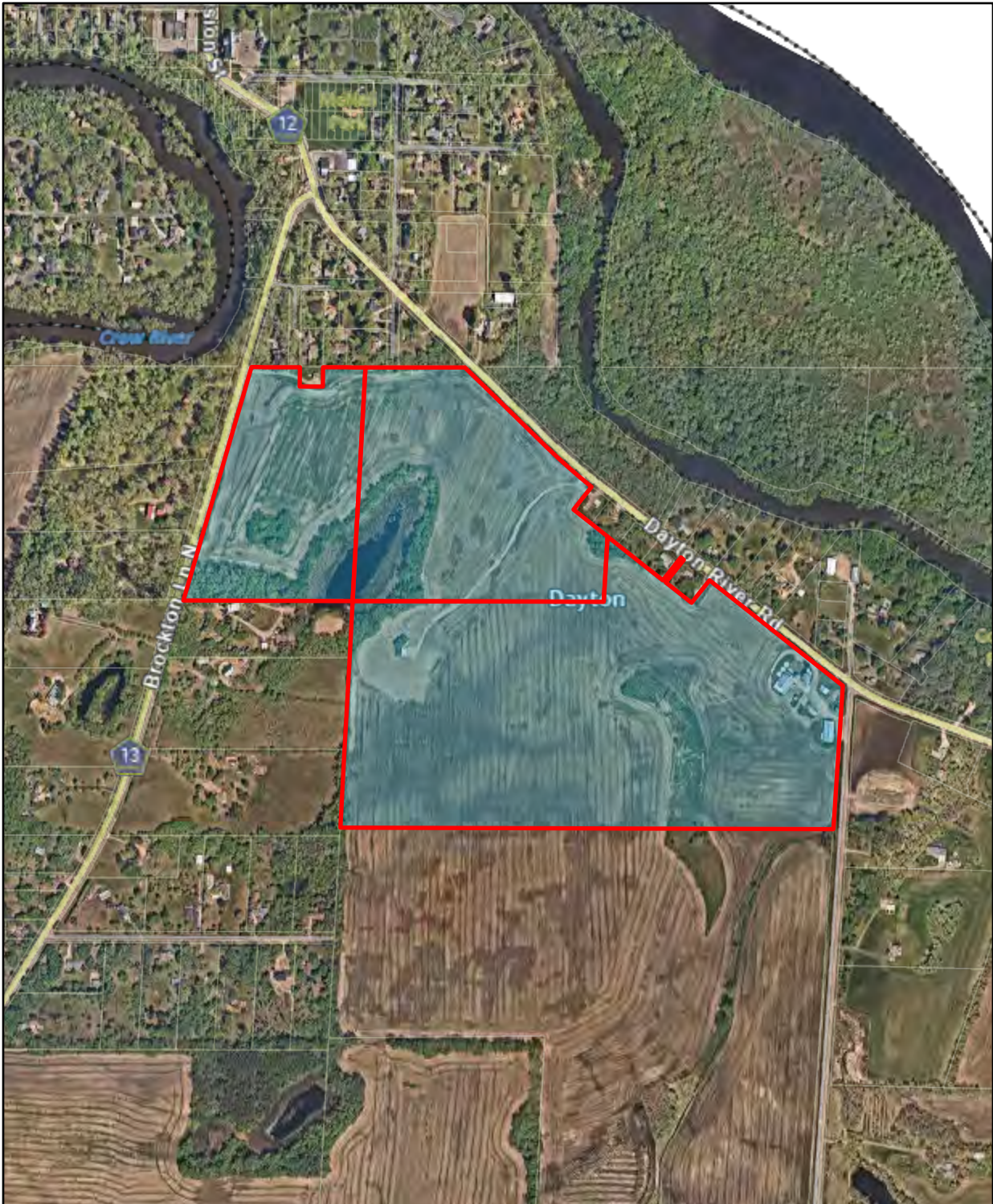
ATTACHMENT(S):

Aerial Photo
Site Photos
Concept Site Plan – Original
Concept Site Plan - Revised
Zoning Map
2040 Future Land Use Map
2040 Sewer Staging Plan
2040 Ultimate Sewer Map
2040 Parks Plan
Planning & Zoning Review Letter, dated May 2, 2025
Engineering Comment Letter, dated May 1, 2025



Hennepin County Locate & Notify Map

Date: 4/18/2025



Buffer Size:

Map Comments:

0 205 410 820 Feet
|-----|-----|-----|-----|

This data (i) is furnished 'AS IS' with no representation as to completeness or accuracy; (ii) is furnished with no warranty of any kind; and (iii) is not suitable for legal, engineering or surveying purposes. Hennepin County shall not be liable for any damage, injury or loss resulting from this data.

For more information, contact Hennepin County GIS Office
300 6th Street South, Minneapolis, MN 55487 / gis.info@hennepin.us







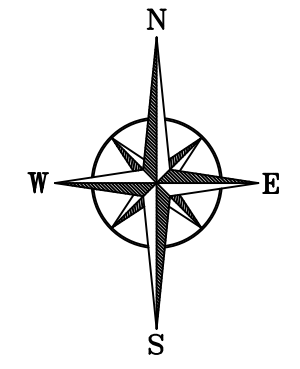
CONCEPT PLAN

PIDs:

0612022210002

0612022120008

0612022130002



GRAPHIC SCALE



SECTION 6

GOV'T LOT 2

TWP 120

RNG 22

GOV'T LOT 3

GOV'T LOT 3

REMAINDER
Area : 4,048,632 SQFT
Area : 92.94 ACRE

SW 1/4 OF NE 1/4

FIRST EXCEPTION (PARCEL 3)

SECOND EXCEPTION (PARCEL 3)

SHEET X OF X

NORTHWESTERN
SURVEYING & ENGINEERING, INC.

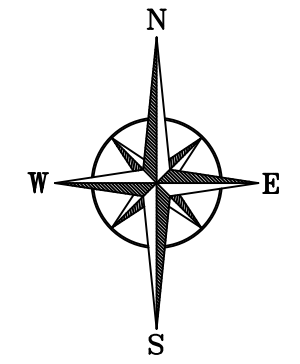
CONCEPT PLAN

PIDs:

0612022210002

0612022120008

0612022130002



GRAPHIC SCALE



SECTION 6

TWP 120

RNG 22

SW 1/4 OF NE 1/4

GOV'T LOT 3

DEDICATION 101
Area : 40,922 SQFT
Area : 0.94 ACRE

L3, B1
Area : 71,385 SQFT
Area : 1.64 ACRE

NEW STREET
Area : 110,768 SQFT
Area : 2.54 ACRE

L6, B2
Area : 85,750 SQFT
Area : 1.97 ACRE

Standard : 30
Area : 107,639 SQFT
Area : 2.47 ACRE

L5, B2
Area : 97,536 SQFT
Area : 2.24 ACRE

L1, B1
Area : 67,451 SQFT
Area : 1.55 ACRE

L2, B2
Area : 65,340 SQFT
Area : 1.50 ACRE

L3, B2
Area : 75,426 SQFT
Area : 1.73 ACRE

L4, B2
Area : 124,290 SQFT
Area : 2.85 ACRE

4 ACRE SPLIT
Area : 174,591 SQFT
Area : 4.01 ACRE

FIRST EXCEPTION (PARCEL 3)

SECOND EXCEPTION (PARCEL 3)

SHEET X OF X

NORTHWESTERN
SURVEYING & ENGINEERING, INC.

Zoning Map

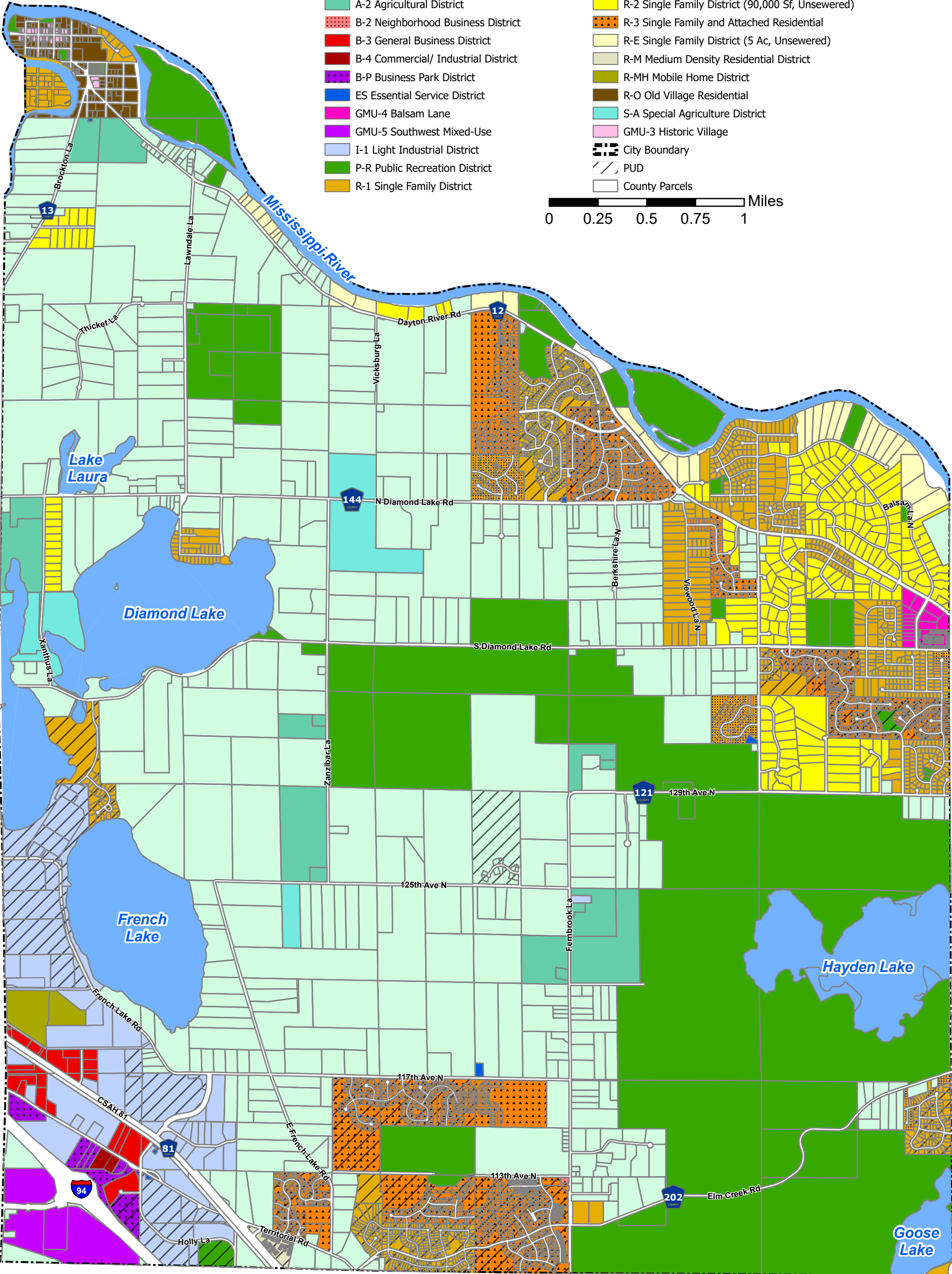
January 24, 2025



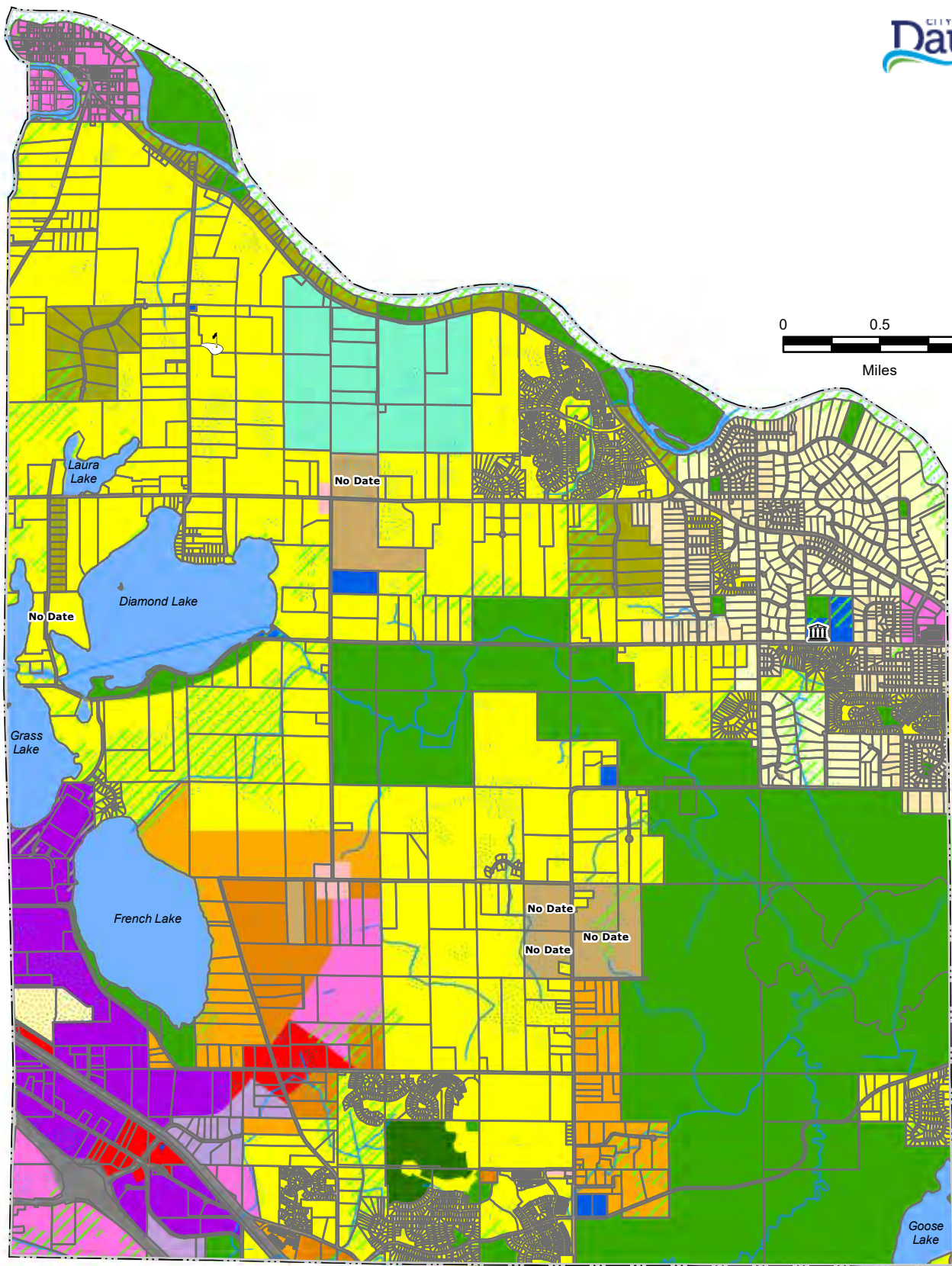
Legend

- | | |
|-------------------------------------|---|
| A-1 Agricultural District | R-1A Single Family Residential |
| A-2 Agricultural District | R-2 Single Family District (90,000 Sf, Unsewered) |
| B-2 Neighborhood Business District | R-3 Single Family and Attached Residential |
| B-3 General Business District | R-E Single Family District (5 Ac, Unsewered) |
| B-4 Commercial/ Industrial District | R-M Medium Density Residential District |
| B-P Business Park District | R-MH Mobile Home District |
| ES Essential Service District | R-O Old Village Residential |
| GMU-4 Balsam Lane | S-A Special Agriculture District |
| GMU-5 Southwest Mixed-Use | GMU-3 Historic Village |
| I-1 Light Industrial District | City Boundary |
| P-R Public Recreation District | PUD |
| R-1 Single Family District | County Parcels |

0 0.25 0.5 0.75 1 Miles



2040 Future Land Use

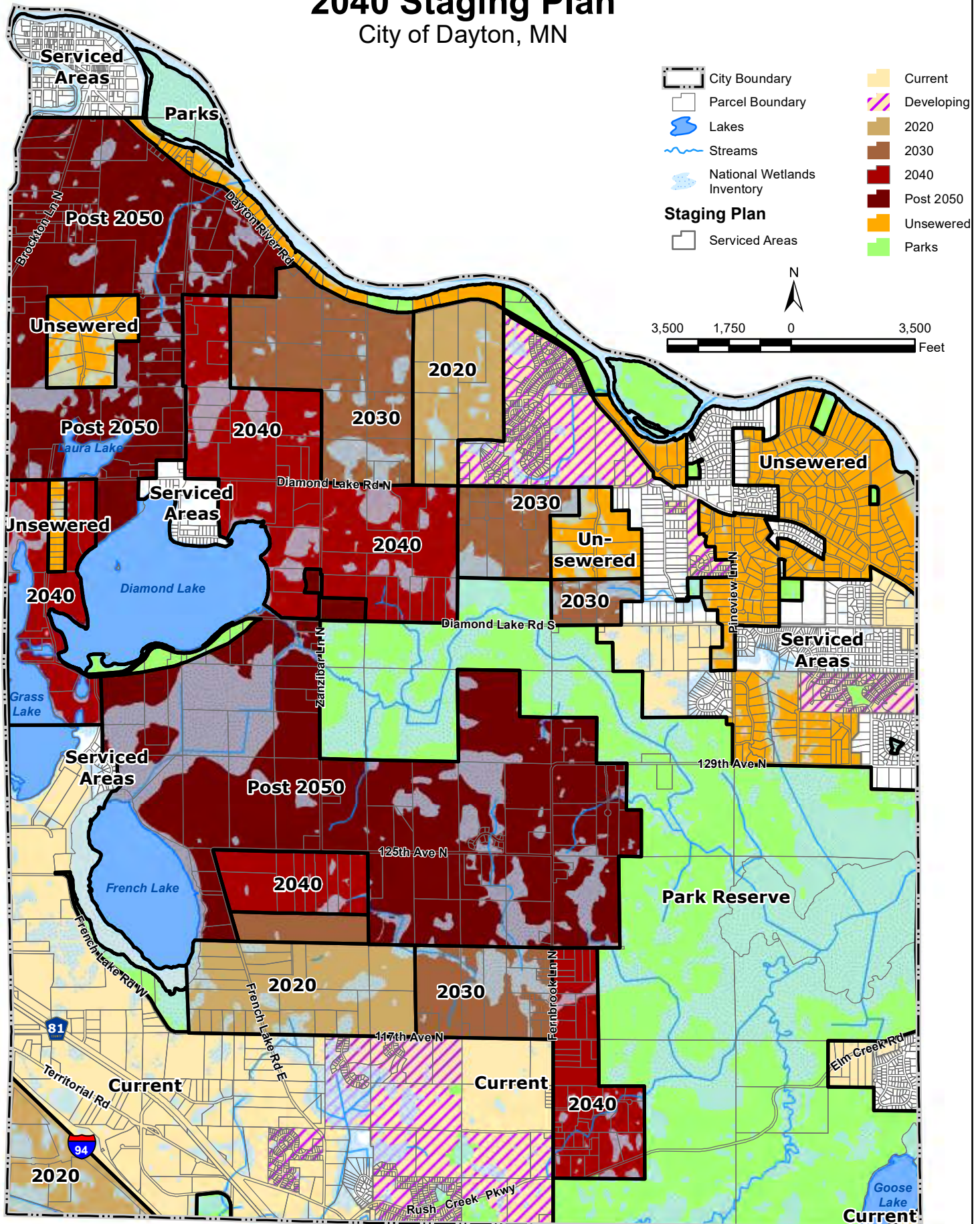


Legend

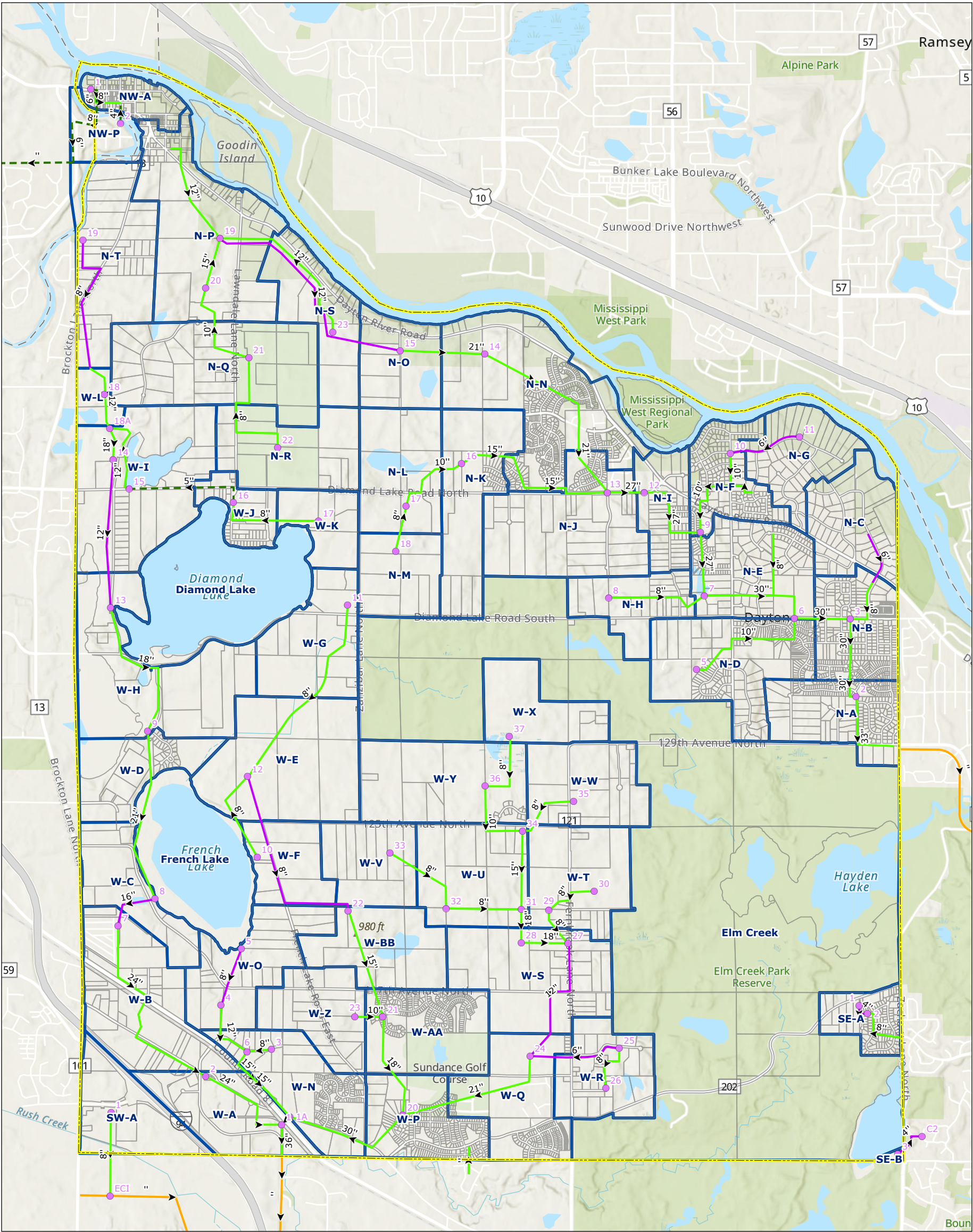
City Boundary	Greenway Overlay	Rural Estate	Existing Mobile Home Park	Mixed Use	Public/Institutional
Parcel Boundary	Agricultural Preserve	Low Density Residential	Master Planned Development	Business Park	Open Water
City Hall	Existing Unsewered Low Density Residential	Medium Density Residential	Neighborhood Commercial	Industrial	Right-of-Way
Golf Course	Existing Sewered Low Density Residential	High Density Residential	Commercial	Park & Open Space	
National Wetlands Inventory				Golf Course	

2040 Staging Plan

City of Dayton, MN



Note: The Staging Plan represents a progression of sewer that is based on location of existing sanitary sewer and anticipated extension as development progresses. The city does not commit to extensions occurring.



- Legend**
- Municipal_Boundary
 - Subdistrict Boundary
 - Point Designation
 - MCES Interceptor
 - Existing Forcemain
 - Proposed City Sewer
 - Proposed Forcemain
 - Parcels

Notes

- Coordinate System: NAD 1983 HARN Adj MN Hennepin Feet
- Data Sources: Hennepin County, ESRI
- Background: ESRI World Topographic Map

0 1,600 3,200 Feet
(At original document size of 11x17)
1:38,400



Project Location
Dayton, Hennepin Co., MN

Prepared by JCS on 2022-09-16

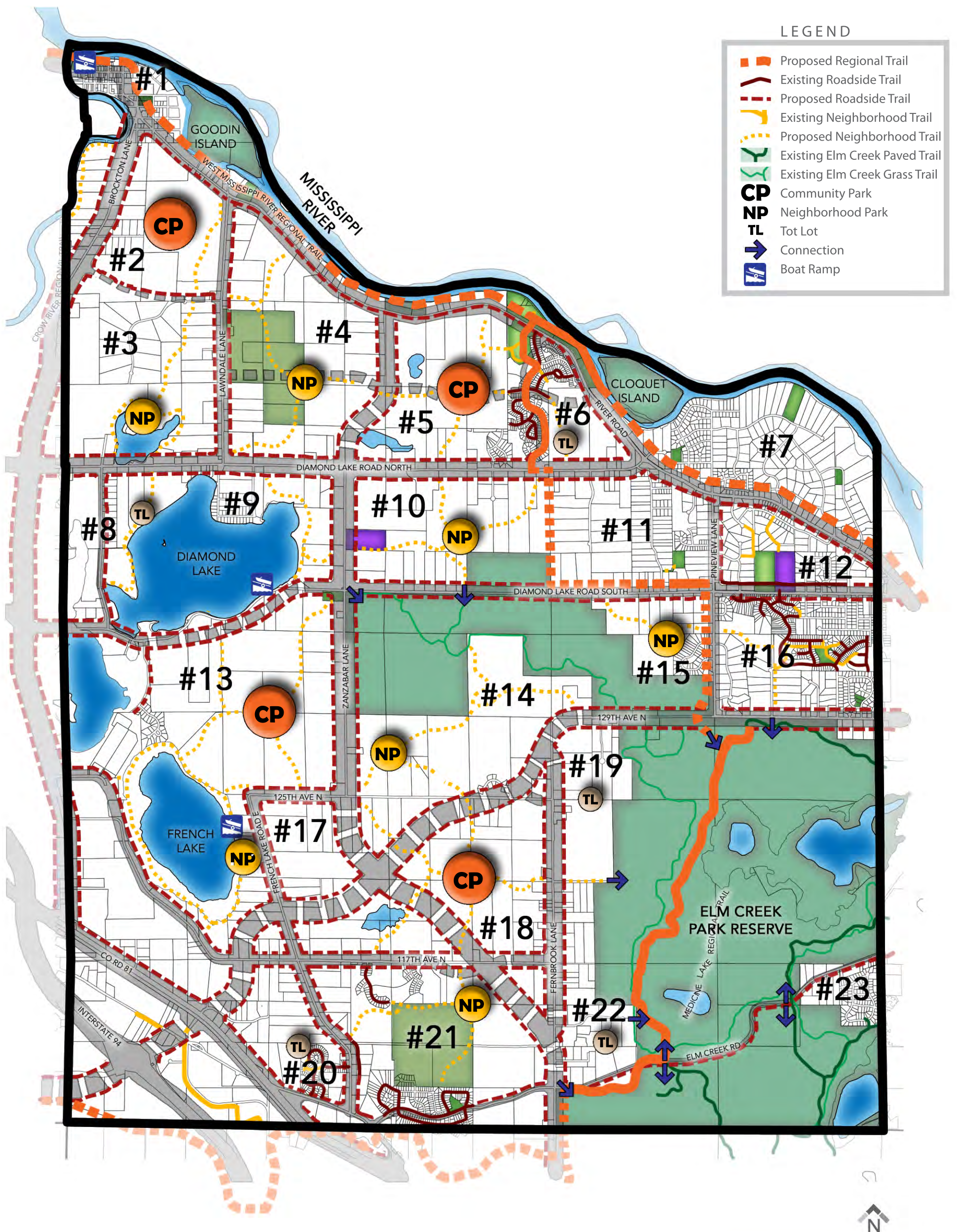
Client/Project
City of Dayton
Ultimate Trunk Sanitary Sewer

Figure No.

1

Title

Ultimate Trunk Sanitary Sewer



COMPREHENSIVE TRAILS PLAN Dayton, MN

SEPTEMBER 30, 2020

3

To: Jack Bernens

From: Planning & Zoning Department

File: Bernens Concept

Date: 5/2/2025

Exhibits:

This memorandum is based on a review of the following document:

1. Site Survey with Proposed Conceptual Conditions, Northwestern Surveying and Engineering, Inc., no date.
 - a. This memo was revised following the feedback provided by the Planning Commission at their May 1, 2025 regular meeting. It is understood that the layout may potentially changed based on the conversation had. The majority of these comments still apply, and will be further revised once a new plan is provided to staff for review.

General Comments:

2. The proposed development under concept review is 119.5 +/- acres, including easement area provided for the adjacent county roads, Brockton Lane North and Dayton River Road. If the easement areas are not included, the total site acreage is roughly 117.5 acres.
3. Mr. Bernens is proposing a single-family unsewered residential development consisting of 11 new lots and one existing single-family home, to be included in the overall development boundary.
4. Current zoning is A-1 and A-2, Agricultural and the 2040 Comprehensive Plan guides this property as Low-density Residential. Therefore, the applicant will be requesting a rezoning of the properties to A-3.
5. The applicant will be required to submit a preliminary plat and rezoning application following the concept plan being reviewed and discussed by the Planning Commission and the City Council. Any comments herein, including the engineering review letter provided by City Engineer Jason Quisberg, and any comments provided by the Planning Commission and City Council shall be utilized while developing the preliminary plat package for submittal.
6. Preliminary Plat application shall include all data identified in Subdivision Ordinance Section 1002.06, Data Required for Preliminary Plats.

Layout/Zoning/Building Requirements:

7. Being that neither measurements of area meet or exceed 120 acres, the site plan will need to be revised to only show 11 total lots, including the existing single-family home within the development

boundary. This is consistent with the A-3 zoning district's requirement of meeting the 1 unit per 10-acre standard.

8. Lot 5, Block 2 is currently 137 feet in width at the front yard setback line. The plan shall be revised to meet the required lot width at the setback of 140 feet.
9. The applicant shall provide a ghost plat of the northwest portion of the property showing consistency with the development requirements for sewer residential at a minimum of two units per acre. The ghost plat shall include a conceptual layout of municipal utilities to show that the proposed development will not hinder or block necessary utility extensions consistent with Chapter 9: Wastewater of the 2040 Comprehensive Plan.
10. The applicant shall also apply for a variance related to the proposed landlocked parcel. Associated with that variance request, the applicant will be required to amend the existing easement established for access to include language that vacates the easement at the time of future development. Also requiring that the right-of-way be provided to the property when development occurs. The applicant shall submit title work for the project properties at the time of preliminary plat submittal for the variance review.
11. All homes within this development shall have a minimum livable floor area of 960 square feet.
12. The preliminary plat should include the future event center site and platted as a lot and block as part of this development. No single-family homes shall be permitted on that specific lot. Platting that area as a lot at this time will allow for the lot to be built upon following a decision on the required interim use permit.
13. All remaining areas shall be platted as outlots so as not to be buildable, with the exception of the event center area.
14. Proposed easements around property lines shall be consistent with the subdivision code at 5 feet in side yards, and 10 feet on front and rear property lines.
15. Proposed lot sizes are consistent with the A-3 zoning district minimum of 1.5 net acres (usable).

Parking/Access/Transportation:

16. The proposed road shall be designed to City standards at a right-of-way width of 60 feet.
17. Right-of-way shall be dedicated between Lots 4 and 5, Block 2, to accommodate a connection for the eventual extension of Shadyview Ln N.

18. Maria Avenue shall be extended from the north within the previously dedicated right-of-way area, connecting to this development. Such improvements identified as off-site improvements shall be completed in conjunction with this development, and the City will credit the developer for said off-site improvements.
19. The 2040 Comprehensive Plan shows a roadside trail along the east side of Brockton Lane North and the south side of Dayton River Road. At the time of preliminary and final plat, the applicant will need to provide a 20' trail easement along these roadway corridors to accommodate the future construction of these trails if Hennepin County does not require adequate right-of-way to accommodate.
20. All homes to be constructed are required to have a garage at a minimum of 440 square feet if the home has a basement, and 540 square feet for homes without a basement.
21. Upon completion of the road improvements within the development boundary, the existing access off of Brockton Lane North at the northwest corner of the property shall be removed.

Landscaping:

22. A 35-foot landscape buffer shall be provided adjacent to Brockton Lane North. Plantings within the buffer area shall be consistent with [Zoning Ordinance Section 1001.24](#).
23. Lot landscaping shall be consistent with [Zoning Ordinance Section 1001.24](#). A landscaping plan shall be submitted as part of the preliminary plat package.

Tree Preservation:

24. A tree inventory survey shall be provided for the area proposed to be developed. Any trees found to fall within the guidelines of replacement shall be consistent with the [Zoning Ordinance Section 1001.25](#), Tree Preservation and Replacement, Tree Disease and Landscaping Requirements.

To:	Jon Sevald	From:	Jason Quisberg, Engineering Nick Findley, Engineering
Project:	Bernens Concept Plan	Date:	4/23/2025

Exhibits:

This Memorandum is based on a review of the following documents:

1. Concept Plan by Northwestern Surveying & Engineering, inc., undated, 1 sheet

Comments:General

1. The concept reviewed comprises a total area of approximately 26 acres by portioning portions of a larger property. The property is a polygon with approximately 1240' along Brockton Lane near the Historic Village portion of the City.
2. These review comments are essentially very high level; the concept plan provides little detail beyond the street locations and individual lots. Ultimately, a complete plan submittal will be required, providing site plans that include street and roadway details, grading and drainage plans, water and sewer utilities, a preliminary plat, and other detailed plans as required by the City. Existing easements and any planned or proposed easements, including conservation easements should be identified, and, if present, the layout adjusted accordingly. New easements for utilities, stormwater detention, and other improvements will all be needed as well.
3. Consistent with the review process, a comment response letter shall be provided in response to the following comments provided in this Memorandum in which the applicant provides a written response to each item.
4. In addition to engineering related comments per these plans, the proposed plans are subject to additional planning, zoning, land-use, and other applicable codes of the City of Dayton.
5. Final approval by the Elm Creek Watershed Management Commission must be attained before any site grading or activity may commence.
6. For any site activity (demo, grading, utilities, etc.) no closures or restrictions of any kind shall be imposed upon the public use of Maria Ave without the City's permission and Brockton Lane and Dayton River Road without Hennepin County and the City's permission. Should any lane restrictions be necessary, the Contractor shall notify the the necessary entities at least 48 hours in advance and provide a Traffic Control Plan.
7. Any underlying easements no longer necessary must be vacated.
8. Outlots shall be covered by drainage and utility easements.
9. Publicly and privately maintained facilities (streets, utilities, detention ponds, etc.) will need to be identified clearly, including maintenance responsibilities.

10. All improvements as a part of this development are to be built to City Standards including streets, stormwater treatment, and other items.

Plat

11. Outlot(s) with drainage and utility easements over its entirety shall include the entirety of the wetland and the subsequent buffers located within the site.
12. Drainage and utility easement shall encompass the HWL of all on site wetlands, BMPs, and drainage conveyance systems.
13. Provide a 60' wide right of way stub to the eastern edge of the site from the proposed roadway near Outlot A to be used as a future connection to Shadyview Lane.
14. Hennepin County may require additional right of way along Brockton Lane and Dayton River Road. Coordination is to continue as the plans develop.

Erosion Control/SWPPP

15. A MPCA/NPDES construction stormwater permit is required for the site. Sediment and erosion control plans shall be consistent with the general criteria set forth by the most recent versions of the Minnesota Stormwater Manual and the NPDES Construction site permit.

Wetlands

16. Preliminary indications show a wetland complex and/or other environmentally sensitive features on the site. However, this should be verified and addressed as needed, including a wetland delineation report. Should impacts be identified, submittal/approval of a mitigation plan will be required. Wetland buffer signs are required per City of Dayton Detail Gen-10.

Transportation

17. Brockton Lane is a County Road, requiring proper coordination including permitting with the Hennepin County. Access and other work to be completed within the County Right of Way to be approved by Hennepin County.
 - Turn lanes may be required for the proposed access to Brockton Lane.
18. Proposed roadway to be extended to the north within the existing ROW and tie into the existing portion of Maria Ave.

Site Plans

19. Lighting shall be evaluated with further submittals but at a minimum a cobra-style light shall be provided at the access to Brockton Lane.
20. Access to the wellhouse is to be maintained at all times. Once access is provided via the new road, the existing driveway is to be removed.
21. It is recommended to have the proposed 4 acre split driveway included as a part of the plat. If not a part of the platted lot, it is recommended at a minimum to obtain an access easement over the driveway.

Grading /Stormwater

22. Currently no storm water improvements are shown for the proposed site. A complete stormwater management plan shall be included in the preliminary plat application. The Stormwater Management Plan should follow Dayton and MPCA stormwater rules and regulations. The reports should include rate control for the 2-,5-,10-,100-year 24-hour MSE 3 rainfall events. Dayton requires load reduction achieved by abstracting 1.1 inch from net new impervious or no net increase in TP or TSS, whichever is lower. In addition, a complete grading and drainage plan must be provided, showing how the street, lots, and ponding areas are proposed to be graded. Information must also be provided showing all high-water levels, proposed building floor elevations, and other critical features. In addition, a stormwater application with the Elm Creek Watershed will be required. The applicant shall assure that stormwater management devices are provided to meet City of Dayton and Elm Creek Watershed standards.
23. Grading shall allow adequate areas for buffering along Brockton Lane. It is anticipated that grading and drainage along Brockton Lane will be consistent with the existing corridor and not include abrupt changes in grading.
24. For the preliminary plat application, a complete grading plan shall be provided which includes proposed grades, elevations at lot corners, identification, and labeling of all emergency overflow elevations (EOF's), identification of proposed grades and all drainage swales, and any other topographic information relevant to site design. Maximum driveway slopes shall be no greater than 10% with minimum 2% drainage maintained throughout the development.
25. A City of Dayton Land Disturbance Permit will be required.
26. Overall runoff and drainage related to this development will overlap with adjacent properties. The stormwater management plan must show how runoff and detention areas between properties are being routed and accounted for in an overall plan. In other words, the stormwater management plan must address runoff and discharge from both a local (this development) and a regional approach that includes the neighboring properties and Brockton Lane.
27. Any ponds or detention areas shall have a 10' maintenance access around pond with appropriate grading for access by maintenance vehicles.
28. The existing conditions are defined as the land cover prior to the introduction of agricultural land in Dayton. The existing model should incorporate pre-agricultural land values as referenced in the stormwater manual. A CN value of 58 shall be used in HSG B soils and a CN of 32 shall be used in HSG A soils for existing condition analyses 72 for HSG C and 79 for HSG D, off-site existing may be modeled as currently developed.
29. Upon further design, low floors adjacent to ponds/wetlands/other depressions must have 2 foot of freeboard above the modeled 100-yr high water level (HWL). This includes offsite low and depression areas adjacent to this site.
30. The City of Dayton's Local Surface Water Management plans requires that the storm sewer system must be designed to handle a 10-year event.

31. Maximum grading within lots is 4:1 with a minimum grade of 2%. It is advised that the design engineer allow for additional tolerance for constructability of building permits.

Watermain/Sanitary Sewer

32. Currently the water system in this area is at capacity. Additional storage (water tower or other system) is required prior to the addition of new services to the system.
33. City sewer is not available in the area, the ability to provide septic service needs to be evaluated.
34. Any/all existing septic systems and private wells on the property shall be removed and abandoned in accordance with applicable rules and regulations. Plans shall depict the removal/abandonment of these systems and future connections to utilities.

Other Comments

35. Public works has indicated that Outlot A is sufficient for future water treatment facility needs. This should be discussed further and verified as the plans develop.

End of Comments

**City of Dayton
Hennepin County and
Wright County, Minnesota**

Basic Financial Statements

December 31, 2024



**City of Dayton
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**City of Dayton
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**City of Dayton
Elected Officials and Administration
December 31, 2024**

<u>Elected Officials</u>	<u>Position</u>	<u>Term Expires</u>
Dennis Fisher	Mayor	December 31, 2024
Travis Henderson	Council Member	December 31, 2024
Matt Trost	Council Member	December 31, 2024
Scott Salonek	Council Member	December 31, 2026
David Fashant	Council Member	December 31, 2026
<u>Administration</u>		
Zach Doud	Finance Director/ City Administrator	
Amy Benting	Assistant City Administrator/City Clerk	
Dena Brunette	Accountant	





Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dayton, Minnesota, as of and for the year ended December 31, 2024, and the related notes to financial statements, which collectively comprise the City of Dayton'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 the City of Dayton, Minnesota, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the 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 of Dayton 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.

Emphasis of Matter

The City has adopted new accounting guidance as required by the Governmental Accounting Standards Board (GASB) Implementation Guide No. 2021-1, Implementation Guidance Update - 2021. Our opinion is not modified with respect to this matter. The City has adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

The City of Dayton'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.

Responsibilities of Management for the Financial Statements (Continued)

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 of Dayton'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 of Dayton'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 of Dayton'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 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 Dayton's basic financial statements. The accompanying supplementary information identified in the Table of Contents 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 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 May 5, 2025, on our consideration of the City of Dayton'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 of Dayton's internal control over financial reporting and compliance.

BerganKDV, Ltd.

St. Cloud, Minnesota
May 5, 2025



City of Dayton Management's Discussion And Analysis

As management of the City of Dayton (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, 2024.

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 \$170,599,932 (net position).
- The City's total net position increased by \$21,316,505. This was primarily due to the capital asset additions received during the year from development.
- As of the close of the current year, all the City's governmental funds reported combined ending fund balances of \$21,941,558, an increase of \$735,056 in comparison with the prior year.
- At the end of the current year, unassigned fund balance for the General fund was \$3,133,309, or 39.33%, of total General fund expenditures.
- The City's total bonded debt decreased \$1,610,000 during the current fiscal year due to scheduled principal payments.

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 four components: 1) government-wide financial statements, 2) fund financial statements, 3) notes to financial statements, and 4) schedule of expenditures of federal awards. This report also contains other supplementary information in addition to the basic financial statements themselves.

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 provides information on all the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with a difference between the four 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, parks and recreation, economic development, and interest on long-term debt. The business-type activities of the City include the water and sewer utilities.

City of Dayton Management's Discussion And Analysis

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 governments, 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 more limited in scope than that of the more expansive government-wide financial statement, a better understanding of the long-term impact of a City's near-term financing decisions can be achieved by comparing the information presented for governmental funds with governmental activities, as the two are more closely related. By doing so, readers may better understand the long-term impact of 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 provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains numerous individual governmental 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 and other major funds. 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 elsewhere in this report.

The City adopts an annual appropriated budget for its General fund. A budgetary comparison statement has been provided for the General fund to demonstrate compliance with this budget.

Proprietary Funds - The City maintains two 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 and sewer utility services.

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

Notes to the 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.

City of Dayton Management's Discussion And Analysis

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pensions and other postemployment benefits to its employees.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements.

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 \$170,599,932 at the close of the most recent fiscal year.

A portion of the City's net position (\$136,417,407 or 80.0%) reflects its investment in capital assets of (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is 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 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.

An additional portion of the City's net position (\$6,024,491 or 3.5%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position 28,158,034 or 16.5%) may be used to meet the City's ongoing obligations to citizens and creditors.

**City of Dayton
Management's Discussion And Analysis**

Government-Wide Financial Analysis (Continued)

Net Position

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets						
Current and other assets	\$ 30,966,230	\$ 30,457,710	\$ 13,893,619	\$ 12,585,936	\$ 44,859,849	\$ 43,043,646
Capital assets (net of Accumulated depreciation)	106,754,668	97,713,644	48,915,019	39,703,541	155,669,687	137,417,185
Total assets	<u>137,720,898</u>	<u>128,171,354</u>	<u>62,808,638</u>	<u>52,289,477</u>	<u>200,529,536</u>	<u>180,460,831</u>
Deferred Outflows of Resources						
Deferred outflows of resources related to pensions	2,472,095	2,801,229	52,045	57,011	2,524,140	2,858,240
Total deferred inflows of resources	<u>2,472,095</u>	<u>2,801,229</u>	<u>52,045</u>	<u>57,011</u>	<u>2,524,140</u>	<u>2,858,240</u>
Total assets and deferred outflows of resources	<u>\$ 140,192,993</u>	<u>\$ 130,972,583</u>	<u>\$ 62,860,683</u>	<u>\$ 52,346,488</u>	<u>\$ 203,053,676</u>	<u>\$ 183,319,071</u>
Liabilities						
Current liabilities	\$ 8,466,053	\$ 7,764,847	\$ 1,233,812	\$ 1,096,899	\$ 9,699,865	\$ 8,861,746
Noncurrent liabilities	19,611,014	21,684,957	216,695	243,417	19,827,709	21,928,374
Total liabilities	<u>28,077,067</u>	<u>29,449,804</u>	<u>1,450,507</u>	<u>1,340,316</u>	<u>29,527,574</u>	<u>30,790,120</u>
Deferred Inflows of Resources						
Advanced appropriations - State Shared Taxes	12,946	427,409	-	-	12,946	427,409
Deferred inflows of resources related to pensions	2,568,685	2,484,653	84,487	52,257	2,653,172	2,536,910
Deferred inflows of resources related to lease receivable	260,052	281,205	-	-	260,052	281,205
Total deferred inflows of resources	<u>2,841,683</u>	<u>3,193,267</u>	<u>84,487</u>	<u>52,257</u>	<u>2,926,170</u>	<u>3,245,524</u>
Net Position						
Net investment in capital assets	92,203,263	81,838,178	48,915,019	39,703,541	136,417,407	116,132,094
Restricted	6,003,615	8,752,761	20,876	18,017	6,024,491	8,770,778
Unrestricted	11,067,365	7,738,573	12,389,794	11,232,357	28,158,034	24,380,555
Total net position	<u>109,274,243</u>	<u>98,329,512</u>	<u>61,325,689</u>	<u>50,953,915</u>	<u>170,599,932</u>	<u>149,283,427</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 140,192,993</u>	<u>\$ 130,972,583</u>	<u>\$ 62,860,683</u>	<u>\$ 52,346,488</u>	<u>\$ 203,053,676</u>	<u>\$ 183,319,071</u>

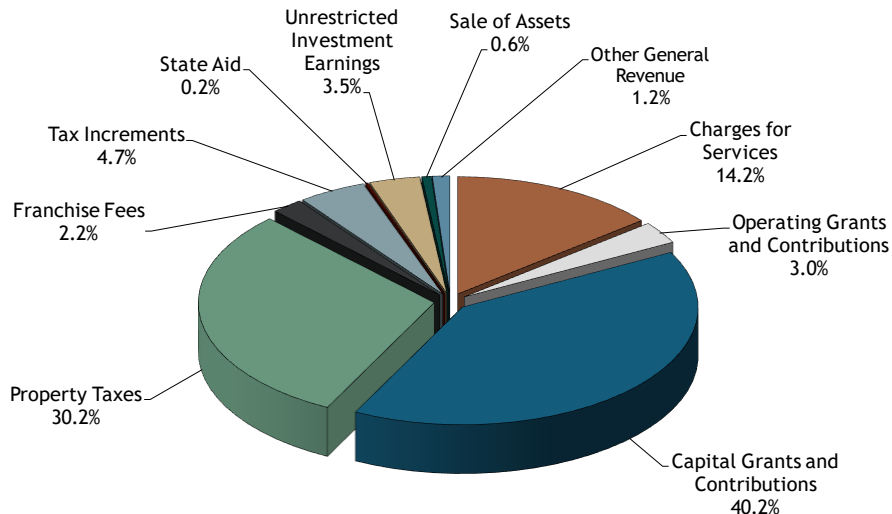
City of Dayton Management's Discussion And Analysis

Governmental activities increased the City's net position by \$10,944,731.

Changes in Net Position

	Governmental Activities 2024	Governmental Activities 2023	Business-Type Activities 2024	Business-Type Activities 2023	Total 2024	Total 2023
Revenues						
Program revenues						
Charges for services	\$ 3,689,619	\$ 2,537,954	\$ 6,287,713	\$ 5,238,208	\$ 9,977,332	\$ 7,776,162
Operating grants and contributions	789,199	3,575,727	-	-	789,199	3,575,727
Capital grants and contributions	10,417,983	3,103,628	8,233,902	1,130,908	18,651,885	4,234,536
General revenues						
Property taxes	7,833,496	6,605,833	-	-	7,833,496	6,605,833
Franchise fees	561,518	527,299	-	-	561,518	527,299
Tax increments	1,210,619	394,907	-	-	1,210,619	394,907
State aid	39,488	54,542	-	-	39,488	54,542
Unrestricted investment earnings	902,527	963,296	519,660	583,934	1,422,187	1,547,230
Other general revenue	309,312	111,092	-	-	309,312	111,092
Gain on sale of capital assets	168,292	35,950	-	-	168,292	35,950
Total revenues	25,922,053	17,910,228	15,041,275	6,953,050	40,963,328	24,863,278
Expenses						
General government	1,735,474	1,635,901	-	-	1,735,474	1,635,901
Public safety	4,934,850	4,063,503	-	-	4,934,850	4,063,503
Public works	6,849,601	6,944,663	-	-	6,849,601	6,944,663
Parks and recreation	834,045	670,686	-	-	834,045	670,686
Economic development	932,630	309,699	-	-	932,630	309,699
Interest on long-term debt	526,897	594,785	-	-	526,897	594,785
Water	-	-	2,023,810	2,011,936	2,023,810	2,011,936
Sewer	-	-	1,809,516	1,656,886	1,809,516	1,656,886
Total expenses	15,813,497	14,219,237	3,833,326	3,668,822	19,646,823	17,888,059
Change in net position before transfers	10,108,556	3,690,991	11,207,949	3,284,228	21,316,505	6,975,219
Transfers	836,175	795,225	(836,175)	(795,225)	-	-
Change in net position	10,944,731	4,486,216	10,371,774	2,489,003	21,316,505	6,975,219
Net position - beginning of year	98,329,512	93,843,296	50,953,915	48,464,912	149,283,427	142,308,208
Net position - ending	\$ 109,274,243	\$ 98,329,512	\$ 61,325,689	\$ 50,953,915	\$ 170,599,932	\$ 149,283,427

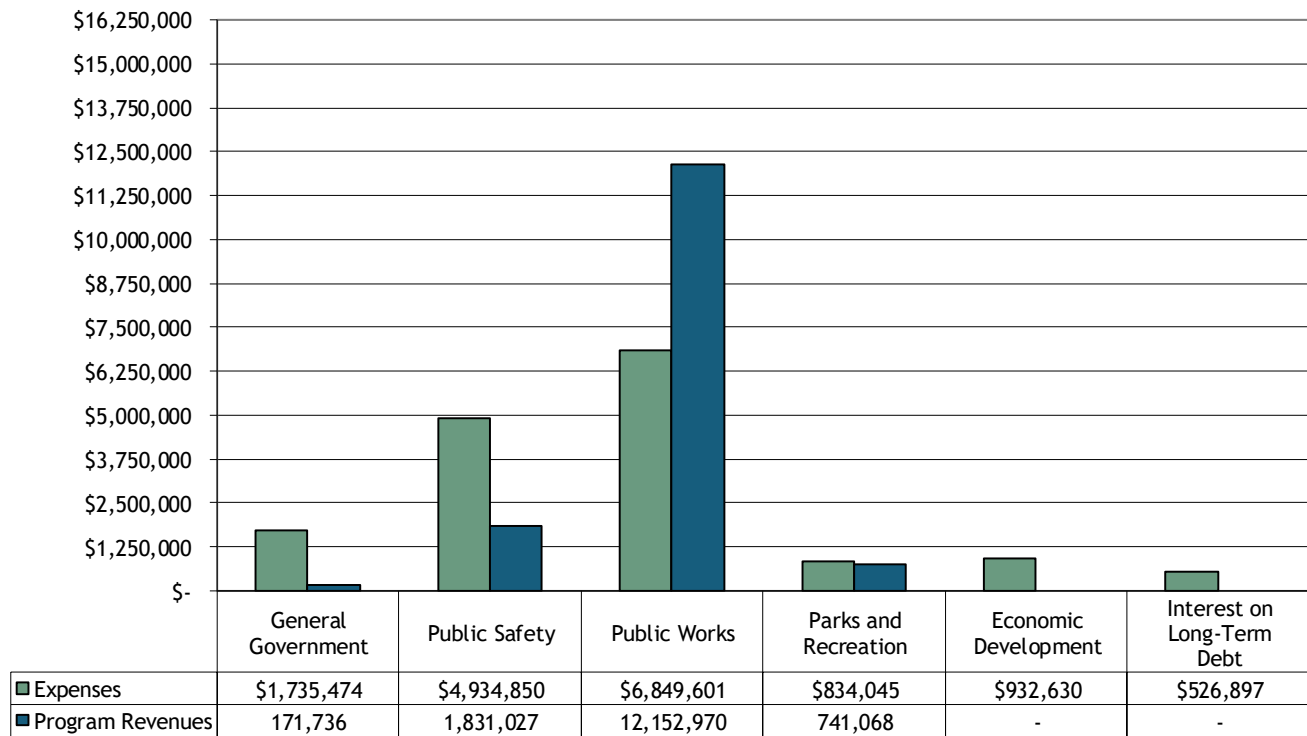
Revenues by Source - Governmental Activities



**City of Dayton
Management's Discussion And Analysis**

Governmental Activities (Continued)

Expenses and Program Revenues - Governmental Activities
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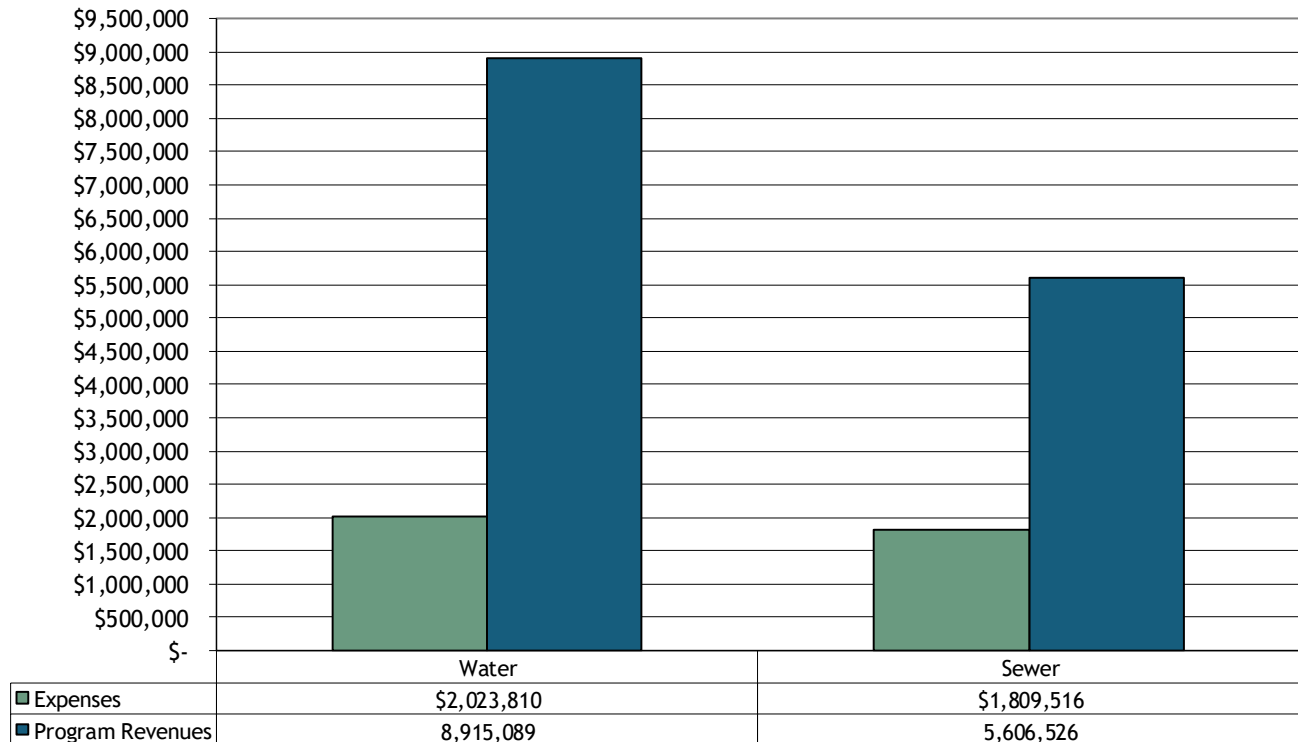


**City of Dayton
Management's Discussion and Analysis**

Business-Type Activities

Business-Type Activities - Business-type activities increased the City's net position \$10,371,774.

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



Financial Analysis of the City's Fund

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds - The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing 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 fiscal year

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$21,941,558 an increase of \$735,056 in comparison with the prior year. Of this total amount, \$2,222,610 constitutes unassigned fund balance which is available for spending at the City's discretion. The remaining fund balance is made up of the following: 1) Nonspendable \$82,769, 2) Restricted \$7,029,247, 3) Committed \$1,198,420, and 4) Assigned \$11,408,512.

City of Dayton Management's Discussion and Analysis

Governmental Funds (Continued)

The General fund is the primary operating fund of the City. At the end of the current fiscal year, the fund balance of the General fund was \$3,215,743. As a measure of the General fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Total fund balance represents 37.40% of total General Fund budgeted expenditures for the following year.

The fund balance of the City's General fund increased \$442,992 in 2024.

Proprietary Funds - The City's proprietary funds provide the same type of information found in the City's government-wide financial statements, but in more detail. Unrestricted net position of the enterprise funds at the end of the year amounted to \$12,389,794. Other factors concerning the finances of this fund have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

The City's General fund budget was not amended during the year and was approved as a balanced budget. Total revenues were over budget by \$483,895. Total expenditures were over budget by \$45,388. Proceeds from sale of capital assets for the General Fund was \$4,485 for 2024. Some of the significant variances can be briefly summarized as follows:

- Charges for Services and Other Miscellaneous Revenue were over budget by \$264,240 and \$105,906 respectively, due to a conservative budget on plan check fees which came in significantly over budget along with the development of homes being built in Maple Grove which needs access through the City and Maple Grove paid us for that access.
- General government expenditures were over budget by \$45,388 due to additional use of consultants that were not budgeted for in 2024. However, a conservative budget for time spent in the Fire Department along with tighter controls on spending contributed to the expenditures only being slightly over budget.
- Sale of Fixed Assets in 2024 for \$4,485 was related to the sale of retired police vehicles that were replaced with new leased vehicles.

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, 2024, amounted to \$155,669,687 (net of accumulated depreciation/amortization). This investment in capital assets includes land, buildings and improvements, infrastructure, collection and distribution system, machinery and equipment, construction in progress and leased vehicles.

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

Capital Asset and Debt Administration (Continued)

The City's most significant capital activity during the year was the addition of the developer added assets that have been accepted by the City as complete in 2024.

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 3,968,450	\$ 3,366,641	\$ 113,767	\$ 113,767	\$ 4,082,217	\$ 3,480,408
Buildings and improvements	6,023,409	6,006,546	-	-	6,023,409	6,006,546
Infrastructure	112,117,093	93,938,820	-	-	112,117,093	93,938,820
Collection and distribution system	-	-	57,113,971	50,466,757	57,113,971	50,466,757
Machinery and equipment	9,228,595	8,733,474	395,396	395,396	9,623,991	9,128,870
Construction in progress	993,200	8,028,645	5,661,156	1,559,430	6,654,356	9,588,075
Lease vehicles	271,173	167,613	-	-	271,173	167,613
Total capital assets	132,601,920	120,241,739	63,284,290	52,535,350	195,886,210	172,777,089
Less accumulated depreciation/ amortization	(25,847,252)	(22,528,095)	(14,369,271)	(12,831,809)	(40,216,523)	(35,359,904)
Net capital assets	<u>\$ 106,754,668</u>	<u>\$ 97,713,644</u>	<u>\$ 48,915,019</u>	<u>\$ 39,703,541</u>	<u>\$ 155,669,687</u>	<u>\$ 137,417,185</u>

Long-term Debt - At the end of the current fiscal year, the City had total bonded debt outstanding of \$18,020,000. While all of the City's bonds have revenue streams, they are all backed by the full faith and credit of the City.

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
G.O. Bonds, net	\$ 18,020,000	\$ 19,630,000	\$ -	\$ -	\$ 18,020,000	\$ 19,630,000
PFA notes	220,000	262,000	-	-	220,000	262,000
Lease liabilities	210,584	157,402	-	-	210,584	157,402
Compensated absences	552,093	375,743	85,747	67,369	637,840	443,112
Total	<u>\$ 19,002,677</u>	<u>\$ 20,425,145</u>	<u>\$ 85,747</u>	<u>\$ 67,369</u>	<u>\$ 19,088,424</u>	<u>\$ 20,492,514</u>

The City's total bonded debt decreased \$1,610,000 due to regularly scheduled debt payments.

Economic Factors and Next Year's Budgets and Rates

The City has adopted a balanced budget for 2025. The General fund revenue and expenditure budgets both total \$8,596,500. The general portion of the property tax levy for 2025 increased by 6.99% to \$6,480,700 while the debt service portion of the levy remained steady at \$210,000.

The City continues to emphasize the accumulation of resources for the acquisition, construction, or upgrade of the city's infrastructure, facilities, and equipment in the near future. The 2025 property tax levy includes \$2,085,000 of property tax revenue for the capital funds. The City continues to review and update the long-term capital improvement planning process to improve infrastructure, facilities, and equipment.

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

Economic Factors and Next Year's Budgets and Rates (Continued)

The City has experienced increases in tax capacity in recent years. The City attributes this improvement in the tax capacity to changes in market conditions along with increased development activity. The City anticipates continued growth in the tax capacity for the next few years.

The City's tax rate decreased slightly in 2025 to 35.44% from the 2024 rate of 35.64%.

The City has experienced a much slower level of growth in residential development in 2024 than it did in 2022 and 2021. The City has put the final touches together on road projects that resurfaced several of our worst shape roads and added additional turn lanes at Elsie Stephens Park for safety. There is a large project resurfacing South Diamond Lake Road in the budget for 2025. The City is continuing to develop transportation and essential services for this growing community with better planning and focus on the future of Dayton.

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 government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Zach Doud, City Administrator at City of Dayton, 12260 South Diamond Lake Road, Dayton, Minnesota 55327.

BASIC FINANCIAL STATEMENTS

City of Dayton
Statement of Net Position
December 31, 2024

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and investments (including cash equivalents)	\$ 26,834,949	\$ 13,229,365	\$ 40,064,314
Taxes receivable - delinquent	80,984	-	80,984
Accounts receivable	644,028	473,142	1,117,170
Lease receivable	260,052	-	260,052
Interest receivable	294,571	-	294,571
Due from other governments	447,091	29,772	476,863
Special assessments receivable			
Current	2,544	-	2,544
Delinquent	6,383	5,488	11,871
Deferred charges	2,077,602	96,113	2,173,715
Inventories	19,806	-	19,806
Prepaid items	62,963	59,739	122,702
Net pension asset - fire relief association	235,257	-	235,257
Capital assets not being depreciated			
Land	3,968,450	113,767	4,082,217
Construction in progress	993,200	5,661,156	6,654,356
Capital assets (net of accumulated depreciation/amortization)			
Buildings and improvements	3,876,876	-	3,876,876
Infrastructure	91,636,800	-	91,636,800
Collection and distribution system	-	42,884,890	42,884,890
Machinery and equipment	6,076,172	255,206	6,331,378
Lease vehicles	203,170	-	203,170
Total assets	<u>137,720,898</u>	<u>62,808,638</u>	<u>200,529,536</u>
Deferred Outflows of Resources			
Deferred outflows of resources related to pensions	2,472,095	52,045	2,524,140
Total assets and deferred outflows of resources	<u>\$ 140,192,993</u>	<u>\$ 62,860,683</u>	<u>\$ 203,053,676</u>
Liabilities			
Accounts and contracts payable	\$ 6,010,567	\$ 773,982	\$ 6,784,549
Due to other governments	78,141	417,366	495,507
Salaries and benefits payable	258,038	28,025	286,063
Interest payable	249,381	-	249,381
Unearned revenue	-	5,864	5,864
Bonds payable, net			
Payable within one year	1,710,000	-	1,710,000
Payable after one year	16,892,397	-	16,892,397
Notes from direct borrowing			
Payable within one year	43,000	-	43,000
Payable after one year	177,000	-	177,000
Compensated absences payable			
Payable within one year	55,209	8,575	63,784
Payable after one year	496,884	77,172	574,056
Lease liability			
Payable within one year	61,717	-	61,717
Payable after one year	148,867	-	148,867
Net pension liability	1,895,866	139,523	2,035,389
Total liabilities	<u>28,077,067</u>	<u>1,450,507</u>	<u>29,527,574</u>
Deferred Inflows of Resources			
Advanced appropriations - State Shared Taxes	12,946	-	12,946
Deferred inflows of resources related to pensions	2,568,685	84,487	2,653,172
Deferred inflows of resources related to lease receivable	260,052	-	260,052
Total deferred inflows of resources	<u>2,841,683</u>	<u>84,487</u>	<u>2,926,170</u>
Net Position			
	92,203,263	48,915,019	136,417,407
Restricted for			
Debt service	2,298,176	-	2,298,176
Net pension asset - fire relief association	235,257	-	235,257
Police forfeitures	12,745	-	12,745
Park dedication	3,166,377	-	3,166,377
Tax increment	291,060	-	291,060
Infrastructure replacement	-	20,876	20,876
Unrestricted	11,067,365	12,389,794	28,158,034
Total net position	<u>109,274,243</u>	<u>61,325,689</u>	<u>170,599,932</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 140,192,993</u>	<u>\$ 62,860,683</u>	<u>\$ 203,053,676</u>

See notes to basic financial statements.

City of Dayton
Statement of Activities
Year Ended December 31, 2024

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities							
General government	\$ 1,735,474	\$ 167,293	\$ 4,443	\$ -	\$ (1,563,738)	\$ -	\$ (1,563,738)
Public safety	4,934,850	1,412,987	418,040	-	(3,103,823)	-	(3,103,823)
Public works	6,849,601	1,368,271	366,716	10,417,983	5,303,369	-	5,303,369
Parks and recreation	834,045	741,068	-	-	(92,977)	-	(92,977)
Economic development	932,630	-	-	-	(932,630)	-	(932,630)
Interest on long-term debt	526,897	-	-	-	(526,897)	-	(526,897)
Total governmental activities	<u>15,813,497</u>	<u>3,689,619</u>	<u>789,199</u>	<u>10,417,983</u>	<u>(916,696)</u>	<u>-</u>	<u>(916,696)</u>
Business-type activities							
Water	2,023,810	4,322,999	-	4,592,090	-	6,891,279	6,891,279
Sewer	1,809,516	1,964,714	-	3,641,812	-	3,797,010	3,797,010
Total business-type activities	<u>3,833,326</u>	<u>6,287,713</u>	<u>-</u>	<u>8,233,902</u>	<u>-</u>	<u>10,688,289</u>	<u>10,688,289</u>
Total governmental and business-type activities	<u>\$ 19,646,823</u>	<u>\$ 9,977,332</u>	<u>\$ 789,199</u>	<u>\$ 18,651,885</u>	<u>(916,696)</u>	<u>10,688,289</u>	<u>9,771,593</u>
General revenues							
Property taxes					7,833,496	-	7,833,496
Franchise fees					561,518	-	561,518
Tax increments					1,210,619	-	1,210,619
State aids					39,488	-	39,488
Unrestricted investment earnings					902,527	519,660	1,422,187
Other general revenue					309,312	-	309,312
Gain on sale of capital assets					168,292	-	168,292
Transfers					836,175	(836,175)	-
Total general revenues and transfers					<u>11,861,427</u>	<u>(316,515)</u>	<u>11,544,912</u>
Change in net position					<u>10,944,731</u>	<u>10,371,774</u>	<u>21,316,505</u>
Net position - beginning of year					<u>98,329,512</u>	<u>50,953,915</u>	<u>149,283,427</u>
Net position - end of year					<u>\$ 109,274,243</u>	<u>\$ 61,325,689</u>	<u>\$ 170,599,932</u>

See notes to basic financial statements.

City of Dayton
Balance Sheet - Governmental Funds
December 31, 2024

		Capital Projects		
	General Fund (101)	Capital Equipment Fund (401)	Developer Escrow Fund(411)	Landscaping Escrow Fund (420)
Assets				
Cash and investments	\$ 3,256,254	\$ -	\$ 2,900,810	\$ 1,205,000
Receivables				
Taxes receivable - delinquent	80,984	-	-	-
Accounts receivable	18,811	-	264,172	-
Lease receivable	260,052	-	-	-
Interest receivable	294,571	-	-	-
Due from other governments	43,696	-	-	-
Special assessments receivable				
Current	-	-	-	-
Delinquent	-	-	-	-
Deferred	1,435	-	-	-
Due from other funds	3,596	-	-	-
Inventories	19,806	-	-	-
Prepaid items	62,628	-	-	-
Total assets	<u>\$ 4,041,833</u>	<u>\$ -</u>	<u>\$ 3,164,982</u>	<u>\$ 1,205,000</u>
Liabilities				
Accounts and contracts payable	\$ 175,194	\$ 8,826	\$ 3,138,761	\$ 1,205,000
Due to other funds	-	656,258	-	-
Due to other governments	50,387	-	-	-
Salaries and benefits payable	258,038	-	-	-
Total liabilities	<u>483,619</u>	<u>665,084</u>	<u>3,138,761</u>	<u>1,205,000</u>
Deferred Inflows of Resources				
Unavailable revenue - property taxes	80,984	-	-	-
Advanced appropriations - State Shared Taxes	-	-	-	-
Deferred inflow related to lease receivable	260,052	-	-	-
Unavailable revenue - special assessments	1,435	-	-	-
Total deferred inflows of resources	<u>342,471</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Nonspendable	82,434	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	26,221	-
Unassigned	3,133,309	(665,084)	-	-
Total fund balances	<u>3,215,743</u>	<u>(665,084)</u>	<u>26,221</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,041,833</u>	<u>\$ -</u>	<u>\$ 3,164,982</u>	<u>\$ 1,205,000</u>

See notes to basic financial statements.

Other Governmental Funds	Total Governmental Funds
\$ 19,472,885	\$ 26,834,949
-	80,984
361,045	644,028
-	260,052
-	294,571
403,395	447,091
2,544	2,544
6,383	6,383
2,076,167	2,077,602
864,770	868,366
-	19,806
335	62,963
<u>\$ 23,187,524</u>	<u>\$ 31,599,339</u>
\$ 1,482,786	\$ 6,010,567
212,108	868,366
27,754	78,141
-	258,038
<u>1,722,648</u>	<u>7,215,112</u>
-	80,984
12,946	12,946
-	260,052
<u>2,087,252</u>	<u>2,088,687</u>
<u>2,100,198</u>	<u>2,442,669</u>
335	82,769
7,029,247	7,029,247
1,198,420	1,198,420
11,382,291	11,408,512
(245,615)	2,222,610
<u>19,364,678</u>	<u>21,941,558</u>
<u>\$ 23,187,524</u>	<u>\$ 31,599,339</u>



City of Dayton
Reconciliation of the Balance Sheet to
the Statement of Net Position - Governmental Funds
December 31, 2024

Total fund balances - governmental funds	\$ 21,941,558
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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.

Cost of capital assets	132,330,747
Less accumulated depreciation	(25,779,249)
Cost of lease assets	271,173
Less accumulated amortization	(68,003)

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:

Bonds payable	(18,020,000)
Unamortized bond premium	(582,397)
Notes payable	(220,000)
Lease liability	(210,584)
Compensated absences payable	(552,093)
Net pension liability	(1,895,866)

Deferred outflows of resources and deferred inflows of resources are created as a result of various differences related to pensions that are not recognized in the governmental funds.

Deferred inflows of resources related to pensions	(2,568,685)
Deferred outflows of resources related to pensions	2,472,095

Fire Relief Association net pension asset created through contributions to a defined benefit pension plan which is not recognized in the governmental funds.

235,257

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

Delinquent taxes receivable	80,984
Delinquent special assessments receivable	6,383

Deferred receivables are not available to pay for current expenditures and, therefore, are deferred in the funds.

Deferred special assessments receivable	2,082,304
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Governmental funds do not report a liability for accrued interest due and payable.

(249,381)

Total net position - governmental activities	<u>\$ 109,274,243</u>
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City of Dayton
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Governmental Funds
Year Ended December 31, 2024

		Debt Service		Capital Projects
	General Fund (101)	2014A and 2015A G.O. Improvement Bond (342)	2020A G.O. Improvement Bond (378)	Capital Equipment Fund (401)
Revenues				
Property taxes	\$ 5,951,364	\$ -	\$ -	\$ 750,000
Tax increments	-	-	-	-
Franchise fees	-	-	-	-
Special assessments	-	-	-	-
Licenses and permits	1,047,259	-	-	-
Intergovernmental	624,827	-	-	-
Charges for services	523,740	-	-	-
Fines and forfeitures	18,424	-	-	-
Miscellaneous				
Investment income	80,325	-	-	(15)
Contributions and donations	-	-	-	-
Other	160,106	-	-	-
Total revenues	<u>8,406,045</u>	<u>-</u>	<u>-</u>	<u>749,985</u>
Expenditures				
Current				
General government	1,569,213	-	-	-
Public safety	4,163,887	-	-	-
Public works	1,669,121	-	-	-
Parks and recreation	476,397	-	-	-
Economic development	-	-	-	-
Debt service				
Principal	-	-	-	50,378
Interest and other charges	-	-	-	17,539
Capital outlay				
General government	11,888	-	-	-
Public safety	34,681	-	-	298,695
Public works	36,549	-	-	1,271,209
Parks and recreation	5,802	-	-	165,813
Economic development	-	-	-	-
Total expenditures	<u>7,967,538</u>	<u>-</u>	<u>-</u>	<u>1,803,634</u>
Excess of revenues over (under) expenditures	438,507	-	-	(1,053,649)
Other Financing Sources (Uses)				
Proceeds from sale of capital asset	4,485	-	-	547,500
Lease Issuance	-	-	-	103,560
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>4,485</u>	<u>-</u>	<u>-</u>	<u>651,060</u>
Net change in fund balances	442,992	-	-	(402,589)
Fund Balances				
Beginning of Year, As Previously Stated	2,772,751	2,953,481	256,693	(262,495)
Change within financial reporting entity (See Note 13)	-	(2,953,481)	(256,693)	-
Beginning of year	<u>2,772,751</u>	<u>-</u>	<u>-</u>	<u>(262,495)</u>
End of year	<u>\$ 3,215,743</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (665,084)</u>

See notes to basic financial statements.

Capital Projects				
Management and Improvements Fund (414)	2022 TIF Street Improvements (459)	Developer Escrow Fund(411)	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 1,210,000	\$ 7,911,364
-	-	-	1,210,619	1,210,619
-	-	-	561,518	561,518
-	-	-	533,225	533,225
-	-	-	-	1,047,259
-	-	-	670,293	1,295,120
-	-	-	1,376,531	1,900,271
-	-	-	-	18,424
-	-	-	822,217	902,527
-	-	-	1,753	1,753
-	-	691,644	119,266	971,016
-	-	691,644	6,505,422	16,353,096
-	-	-	26,296	1,595,509
-	-	-	79,453	4,243,340
-	-	30,312	138,091	1,837,524
-	-	-	36,024	512,421
-	-	-	919,724	919,724
-	-	-	1,652,000	1,702,378
-	-	-	663,748	681,287
-	-	-	46,346	58,234
-	-	-	162,743	496,119
-	-	635,111	2,738,534	4,681,403
-	-	-	200,206	371,821
-	-	-	10,000	10,000
-	-	665,423	6,673,165	17,109,760
-	-	26,221	(167,743)	(756,664)
-	-	-	-	551,985
-	-	-	-	103,560
-	-	-	1,570,586	1,570,586
-	-	-	(734,411)	(734,411)
-	-	-	836,175	1,491,720
-	-	26,221	668,432	735,056
3,075,836	80,203	-	12,330,033	21,206,502
(3,075,836)	(80,203)	-	6,366,213	-
-	-	-	18,696,246	21,206,502
\$ -	\$ -	\$ 26,221	\$ 19,364,678	\$ 21,941,558

City of Dayton
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances to
the Statement of Activities - Governmental Funds
Year Ended December 31, 2024

Net change in fund balances - governmental funds \$ 735,056

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

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.

Capital outlays	3,449,826
Depreciation expense	(3,926,945)
Loss on disposal	(383,693)
Contributed asset	9,855,062
Lease asset outlays	103,560
Amortization expense	(56,786)

Compensated absences are recognized as paid in the governmental funds, but recognized as the expense is incurred in the Statement of Activities. (176,350)

Governmental funds recognized 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.

Pension expense	46,190
State aid related to pension expense	61,961

Principal payments on long-term debt are recognized as expenditures in the governmental funds, but have no effect on net position in the Statement of Activities. 1,702,378

Governmental funds report the effects of bond discounts and premiums when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. 107,113

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. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. 47,277

Proceeds from long-term debt are recognized as an other financing source in the governmental funds, but have no effect on net position in the Statement of Activities.
Lease liability issued (103,560)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds until measurable and available.
Deferred special assessments (441,896)
Delinquent special assessments 3,406

Delinquent property taxes receivable will be collected in subsequent years, and, therefore, are but are not available soon enough to pay for the current period's expenditures deferred in the funds. (77,868)

Change in net position - governmental activities \$ 10,944,731

City of Dayton
Statement of Revenues, Expenditures, and
Changes in Fund Balance -
Budget and Actual - General Fund
Year Ended December 31, 2024

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues			
Property taxes	\$ 5,929,085	\$ 5,951,364	\$ 22,279
Licenses and permits	968,200	1,047,259	79,059
Intergovernmental revenue	550,665	624,827	74,162
Charges for services	259,500	523,740	264,240
Fines and forfeitures	80,000	18,424	(61,576)
Miscellaneous			
Investment income	75,000	80,325	5,325
Contributions and donations	5,500	-	(5,500)
Other	54,200	160,106	105,906
Total revenues	<u>7,922,150</u>	<u>8,406,045</u>	<u>483,895</u>
Expenditures			
Current			
General government	1,361,810	1,569,213	207,403
Public safety	4,354,840	4,163,887	(190,953)
Public works	1,544,790	1,669,121	124,331
Parks and recreation	525,790	476,397	(49,393)
Capital outlay			
General government	26,000	11,888	(14,112)
Public safety	41,920	34,681	(7,239)
Public works	35,000	36,549	1,549
Parks and recreation	32,000	5,802	(26,198)
Total expenditures	<u>7,922,150</u>	<u>7,967,538</u>	<u>45,388</u>
Excess of revenues over (under) expenditures	-	438,507	438,507
Other Financing Sources (Uses)			
Proceeds from sale of capital assets	-	4,485	4,485
Total other financing sources (uses)	<u>-</u>	<u>4,485</u>	<u>4,485</u>
Net change in fund balance	<u>\$ -</u>	<u>442,992</u>	<u>\$ 442,992</u>
Fund Balance			
Beginning of year		<u>2,772,751</u>	
End of year		<u>\$ 3,215,743</u>	

See notes to basic financial statements.

City of Dayton
Statement of Net Positions - Proprietary Funds
December 31, 2024

	Water (601)	Sewer (602)	Total
Assets			
Current assets			
Cash and cash equivalents	\$ 9,410,810	\$ 3,818,555	\$ 13,229,365
Accounts receivable	243,201	229,941	473,142
Special assessments receivable	40,006	61,595	101,601
Due from other governments	7,350	22,422	29,772
Prepaid expenses	5,105	54,634	59,739
Total current assets	<u>9,706,472</u>	<u>4,187,147</u>	<u>13,893,619</u>
Noncurrent assets			
Capital assets			
Land	113,767	-	113,767
Collection and distribution system	27,766,182	29,347,789	57,113,971
Machinery and equipment	61,282	334,114	395,396
Construction in progress	5,571,817	89,339	5,661,156
Total capital assets	<u>33,513,048</u>	<u>29,771,242</u>	<u>63,284,290</u>
Less accumulated depreciation	<u>(6,665,600)</u>	<u>(7,703,671)</u>	<u>(14,369,271)</u>
Net capital assets	<u>26,847,448</u>	<u>22,067,571</u>	<u>48,915,019</u>
Total assets	<u>36,553,920</u>	<u>26,254,718</u>	<u>62,808,638</u>
Deferred Outflows of Resources			
Deferred outflows of resources related to pensions	<u>26,952</u>	<u>25,093</u>	<u>52,045</u>
Total assets and deferred outflows of resources	<u><u>\$ 36,580,872</u></u>	<u><u>\$ 26,279,811</u></u>	<u><u>\$ 62,860,683</u></u>
Liabilities			
Current liabilities			
Accounts payable	\$ 750,824	\$ 23,158	\$ 773,982
Salaries and benefits payable	14,535	13,490	28,025
Due to other governments	250,147	167,219	417,366
Current compensated absences	4,317	4,258	8,575
Unearned revenue	5,864	-	5,864
Total current liabilities	<u>1,025,687</u>	<u>208,125</u>	<u>1,233,812</u>
Noncurrent liabilities			
Compensated absences	38,853	38,319	77,172
Net pension liability	72,254	67,269	139,523
Total noncurrent liabilities	<u>111,107</u>	<u>105,588</u>	<u>216,695</u>
Total liabilities	<u>1,136,794</u>	<u>313,713</u>	<u>1,450,507</u>
Deferred Inflows of Resources			
Deferred inflows of resources related to pensions	<u>43,753</u>	<u>40,734</u>	<u>84,487</u>
Net Position			
Net investment in capital assets	26,847,448	22,067,571	48,915,019
Restricted for infrastructure replacement	-	20,876	20,876
Unrestricted	8,552,877	3,836,917	12,389,794
Total net position	<u>35,400,325</u>	<u>25,925,364</u>	<u>61,325,689</u>
Total liabilities, deferred inflows of resources, and net position	<u><u>\$ 36,580,872</u></u>	<u><u>\$ 26,279,811</u></u>	<u><u>\$ 62,860,683</u></u>

See notes to basic financial statements.

City of Dayton
Statement of Revenues, Expenses, and Changes
in Fund Net Position - Proprietary Funds
Year Ended December 31, 2024

	Water (601)	Sewer (602)	Total
Operating Revenues			
Charges for services	\$ 1,749,804	\$ 1,193,331	\$ 2,943,135
Permits, hookup fees, and penalties	121,573	9,762	131,335
Other charges	513,976	10,946	524,922
Total operating revenues	<u>2,385,353</u>	<u>1,214,039</u>	<u>3,599,392</u>
Operating Expenses			
Wages and salaries	200,161	189,533	389,694
Employee benefits	70,952	65,401	136,353
Materials and supplies	274,058	7,463	281,521
Repairs and maintenance	60,671	33,236	93,907
Contracted services	227,837	697,500	925,337
Administrative services	250	-	250
Utilities	427,878	10,405	438,283
Depreciation	746,899	790,563	1,537,462
Miscellaneous	15,104	15,415	30,519
Total operating expenses	<u>2,023,810</u>	<u>1,809,516</u>	<u>3,833,326</u>
Operating income (loss)	361,543	(595,477)	(233,934)
Nonoperating Revenues			
Investment income	367,575	152,085	519,660
Connection charges	1,937,646	750,675	2,688,321
Intergovernmental	1,750,000	-	1,750,000
Total nonoperating revenue	<u>4,055,221</u>	<u>902,760</u>	<u>4,957,981</u>
Income before capital contributions and transfers	4,416,764	307,283	4,724,047
Capital contributions	2,842,090	3,641,812	6,483,902
Transfers out	(598,350)	(237,825)	(836,175)
Total capital contributions and transfers	<u>2,243,740</u>	<u>3,403,987</u>	<u>5,647,727</u>
Change in net position	6,660,504	3,711,270	10,371,774
Net Position			
Beginning of year, as previously stated	<u>28,739,821</u>	<u>22,214,094</u>	<u>50,953,915</u>
End of year	<u>\$ 35,400,325</u>	<u>\$ 25,925,364</u>	<u>\$ 61,325,689</u>

See notes to basic financial statements.

City of Dayton
Statement of Cash Flows - Proprietary Funds
Year Ended December 31, 2024

	Water (601)	Sewer (602)	Total
Cash Flows - Operating Activities			
Receipts from customers and users	\$ 2,346,966	\$ 1,263,619	\$ 3,610,585
Payments to suppliers	(952,253)	(710,353)	(1,662,606)
Payments to employees	(257,614)	(242,744)	(500,358)
Net cash flows - operating activities	<u>1,137,099</u>	<u>310,522</u>	<u>1,447,621</u>
Cash Flows - Noncapital			
Financing Activities			
Transfer to other funds	(598,350)	(237,825)	(836,175)
Net cash flows - noncapital financing activities	<u>(598,350)</u>	<u>(237,825)</u>	<u>(836,175)</u>
Cash Flows - Capital and Related			
Financing Activities			
Connection charges	1,937,646	750,675	2,688,321
Capital grants and contributions	1,750,000	-	1,750,000
Acquisition of capital assets	(4,209,678)	(55,360)	(4,265,038)
Net cash flows - capital and related financing activities	<u>(522,032)</u>	<u>695,315</u>	<u>173,283</u>
Cash Flows - Investing Activities			
Investment Income	367,575	152,085	519,660
Net Change in Cash and Cash Equivalents	384,292	920,097	1,304,389
Cash and Cash Equivalents			
January 1	<u>9,026,518</u>	<u>2,898,458</u>	<u>11,924,976</u>
December 31	<u><u>\$ 9,410,810</u></u>	<u><u>\$ 3,818,555</u></u>	<u><u>\$ 13,229,365</u></u>
Reconciliation of Operating Loss to			
Net Cash Flows - Operating Activities			
Operating income (loss)	\$ 361,543	\$ (595,477)	\$ (233,934)
Adjustments to reconcile operating income (loss) to net cash flows - operating activities			
Unearned revenue	8	-	8
Depreciation expense	746,899	790,563	1,537,462
Net pension expense	(3,141)	(2,925)	(6,066)
Accounts receivable	(25,728)	37,403	11,675
Special assessments receivable	(9,658)	11,922	2,264
Due from other governments	(3,009)	255	(2,754)
Prepaid items	(2,245)	(12,234)	(14,479)
Accounts payable	160,875	(3,632)	157,243
Contracts payable	154,315	-	154,315
Due to other governments	(259,400)	69,532	(189,868)
Salaries payable	7,211	6,166	13,377
Compensated absences payable	9,429	8,949	18,378
Total adjustments	<u>775,556</u>	<u>905,999</u>	<u>1,681,555</u>
Net cash flows - operating activities	<u><u>\$ 1,137,099</u></u>	<u><u>\$ 310,522</u></u>	<u><u>\$ 1,447,621</u></u>
Noncash capital activities			
Contributions of Capital Assets	\$ 2,842,090	\$ 3,641,812	\$ 6,483,902

See notes to basic financial statements.

City of Dayton
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Dayton is a statutory city governed by an elected mayor and four council members. The accompanying financial statements present the government entities for which the government is financially accountable.

The financial statements present the City and its component units. The City includes all funds, account groups, organizations, institutions, agencies, departments, and offices that are not legally separate from such. Component units are legally separate organizations for which the elected officials of the City are financially accountable and are included within the basic financial statements of the City because of the significance of their operational or financial relationships with the City.

The City is considered financially accountable for a component unit if it appoints a voting majority of the organization's governing body and it is able to impose its will on the organization by significantly influencing the programs, projects, activities, or level of services performed or provided by the organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City.

As a result of applying the component unit definition criteria above, a certain organization has been defined and is presented in this report as follows:

Blended Component Unit - Reported as if they were part of the City.

For the category above the specific entity is defined as follows:

1. Blended Component Unit

The Dayton Economic Development Authority (EDA) is a legal entity separate from the City; however, the EDA is reported as if it were part of the primary government because the EDA Board is the same as the City Council and the City can impose its will on the EDA.

The activity of the EDA is shown in the EDA Special Revenue Fund. No separate financial statements are issued for the EDA.

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 nonfiduciary 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. Interest on general long-term debt is considered an indirect expense and is reported separately in the Statement of Activities. 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. Internally dedicated revenues are reported as general revenues rather than program revenues.

City of Dayton
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

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.

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 financial 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 period. However, revenues related to grants are considered to be available within 12 months of the end of the current 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 and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. Only the portion of special assessments receivable due within the current 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.

Description of Funds:

Major Governmental Funds:

General Fund - This fund is the City's primary operating fund. It accounts for all financial resources of the general City, except those accounted for in another fund.

Capital Equipment Fund - This fund accounts for the resources accumulated and expenditures incurred for capital equipment.

Developer Escrow Fund - This fund accounts for the resources accumulated related to developer escrows.

Landscaping Escrow Fund - This fund accounts for the resources accumulated related to landscaping escrows.

City of Dayton
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Description of Funds: (Continued)

Major Proprietary Funds:

Water Fund - This fund accounts for the operations of the City's water utility.

Sewer Fund - This fund accounts for the operations of the City's sewer utility.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's utility functions 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 proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. 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, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity

1. Deposits and Investments

Cash and investments include balances from all funds that are combined and invested to the extent available in various securities as authorized by state law. Earnings from the pooled investments are allocated to the individual funds based on the average month-end cash and investment balances.

The City's cash and cash equivalents are considered to be cash on hand, certificates of deposit, municipal bonds, government securities, brokered certificates of deposit, and brokered money markets.

Minnesota Statutes authorizes the City to invest in obligations of the U.S. Treasury, agencies and instrumentalities, shares of investment companies whose only investments are in the aforementioned securities, obligations of the State of Minnesota or its municipalities, bankers' acceptances, future contracts, repurchase and reverse repurchase agreements, and commercial paper of the highest quality with a maturity of no longer than 270 days and in the Minnesota Municipal Investment Pool.

Certain investments for the City are reported at fair value as disclosed in Note 3. 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.

City of Dayton
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

2. Receivables and Payables

All trade and property tax receivables are shown at a gross amount since both are assessable to the property taxes and are collectible upon the sale of the property.

The City levies its property tax for the subsequent year during the month of December. December 28 is the last day the City can certify a tax levy to the County Auditors for collection the following year. Such taxes become a lien on January 1 and are recorded as receivables by the City at that date. The property tax is recorded as revenue when it becomes measurable and available. Hennepin County and Wright County are the collecting agencies for the levy and remit the collections to the City three times a year. The tax levy notice is mailed in March with the first half of the payment due on May 15 and the second half due on October 15. Taxes not collected as of December 31 each year are shown as delinquent taxes receivable.

The County Auditors prepare the tax lists for all taxable property in the City, applying the applicable tax rate to the tax capacity of individual properties, to arrive at the actual tax for each property. The County Auditors also collect all special assessments, except for certain prepayments paid directly to the City.

The County Auditors submit the lists of taxes and special assessments to be collected on each parcel of property to the County Treasurers in January of each year.

3. Inventory and Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are recorded as an expenditure at the time of consumption.

Inventory is valued at cost using the first in, first out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

4. Capital Assets

Capital assets, which include property, plant, equipment, intangible, and infrastructure assets (e.g., roads, 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 and an estimated useful life in excess of three years. 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 costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

City of Dayton
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

4. Capital Assets (Continued)

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

Assets	Years
Buildings	20 - 35
Improvements	10 - 35
Infrastructure	20 - 35
Utilities	25
Machinery and equipment	4 - 20
Vehicles	4 - 20

5. Lease Receivable

The City is a lessor for a noncancellable lease. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date.

Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term in a systematic and rational manner.

Key estimates and judgments include how the City determines (1) the discount rate, (2) lease term, (3) lease receipts, and (4) amortization.

The City determines the discount rate for leases based on the applicable State and Local Government Securities (SLGS) rate. The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

6. Right-to-Use Lease Assets/Lease Liabilities

The City recorded right-to-use lease assets as a result of implementing GASB Statement No. 87, Leases. The right-to-use lease assets are initially measured at an amount equal to the initial measurement of the lease liability plus any payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right-to-use assets are amortized on a straight-line basis over the life of the related lease.

City of Dayton
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

6. Right-to-Use Lease Assets/Lease Liabilities (Continued)

Key estimates and judgments related to leases include (1) the discount rate, (2) lease term, (3) lease payments, and (4) amortization.

The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City determines its estimated borrowing rate based on the applicable State and Local Government Securities rate. The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a re-measurement of the leases and will remeasure the right-to-use lease assets and liabilities if certain changes occur that are expected to significantly affect the amount of the lease liability.

7. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The City presents deferred outflows of resources on the Statement of Net Position for deferred outflows of resources related to pensions for various estimate differences that will be amortized and recognized over future years.

In addition to liabilities, the statement of financial position and fund financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The City has three items that qualify for reporting in this category. The City presents deferred inflows of resources on the Governmental Fund Balance Sheet as unavailable revenue. The governmental funds report unavailable revenues from three sources: property taxes, special assessments, and grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The City presents deferred inflows of resources on the Statement of Net Position for deferred inflows of resources related to grant revenue that are not yet available and pensions for various estimate differences that will be amortized and recognized over future years. Deferred inflows of resources related to lease receivable is reported in both the government wide Statement of Net Position and the Governmental Funds Balance Sheet.

8. Compensated Absences

The City compensates employees who resign or retire in good standing for all unused vacation.

Sick leave may be accumulated and banked to a maximum of 960 hours for full-time employees. Employees are allowed to put a portion of their monthly accrual toward their short and long-term disability insurance, which is required by the City. An employee leaving employment voluntarily, with five or more years of continuous service with the City and leaving on good standing, will be paid at the base rate of pay, a half or one-third of the accumulated sick leave hours into a post-retirement health care savings fund, depending on the employee's contract.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

8. Compensated Absences (Continued)

Vacation and sick pay are considered expenditures in the year paid in the governmental fund statements, while in the proprietary and government-wide statements, vacation and sick pay are charged to expense when earned.

9. 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. Bond premiums and discounts are deferred and amortized over the life of the bond.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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 the relief association and additions to/deductions from PERA's and the relief association's fiduciary net position have been determined on the same basis as they are reported by PERA and the relief association 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.

11. Fund Equity

a. Classification

In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in those funds can be spent.

- **Nonspendable Fund Balances** - These are amounts that cannot be spent because they are not in spendable form.
- **Restricted Fund Balances** - These are amounts that are restricted to specific purposes either by a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through enabling legislation.

City of Dayton
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

11. Fund Equity (Continued)

a. Classification (Continued)

- **Committed Fund Balances** - These are amounts that can only be used for specific purposes pursuant to constraints imposed by the City Council (highest level of decision making authority) through resolution. Committed balances can only be removed or changed through council resolution.
- **Assigned Fund Balances** - These are amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed. Assignments are made by the City Administrator based on the City Council's direction.
- **Unassigned Fund Balances** - These are residual amounts in the General Fund not reported in any other classification. The General Fund is the only fund that can report a positive unassigned fund balance. Other funds would report a negative unassigned fund balance should the total of nonspendable, restricted and committed fund balances exceed the total net resources of that fund.

When both restricted and unrestricted resources are available for use, it is the City's policy to first use restricted resources and then use unrestricted resources as they are needed.

When committed, assigned, or unassigned resources are available for use, it is the City's policy to use resources in the following order: 1) committed, 2) assigned, and 3) unassigned.

b. Minimum Fund Balance

The City's target General Fund balance is to maintain 40% of the subsequent year's budgeted expenditures.

12. Net Position

Net position represents the difference between assets and deferred outflows of resources; and liabilities and deferred inflows of resources in the government-wide financial statements. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. A reclassification of \$4,700,875 was made between this net position class and unrestricted net position in the total column of the Statement of Net Position to recognize the portion of debt attributable to capital assets donated from governmental activities to business-type activities. Net position is reported as restricted in the government-wide financial statement when there are limitations on use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

13. Use of Estimates

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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

E. Budgetary Information

1. In August of each year, City staff submits to the City Council a proposed operating budget for the year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them for the upcoming year.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through passage of a resolution after obtaining taxpayer comments.
4. The budget for the General Fund is adopted on a basis consistent with accounting principles generally accepted in the United States of America.
5. Expenditures may not legally exceed budgeted appropriations at the department level. No fund's budget can be increased without City Council approval. The City Council may authorize transfer of budgeted amounts between departments within any fund. Management may amend budgets within a department level, so long as the total department budget is not changed.
6. The annual appropriated budget is adopted during the year for the General Fund. Annual appropriated budgets are not adopted for Debt Service Funds because effective budgetary control is alternatively achieved through bond indenture provisions. Budgetary control for Capital Projects Funds is accomplished through the use of project controls and formal appropriated budgets are not adopted.
7. Budgeted amounts are as originally adopted or as amended by the City Council. Individual amendments were not material in relation to the original amounts budgeted. Budgeted expenditure appropriations lapse at year-end.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Balance

The following Funds had a deficit fund balance at December 31, 2024:

Capital Equipment Fund	\$ 665,084
2023A CRG TIF Bond Fund	124,148
Park Capital Equipment	103,907
City Wide Transportation Project	12,946
ROW Escrow Fund	3,000

City of Dayton
Notes to Basic Financial Statements

NOTE 3 - DEPOSITS AND INVESTMENTS

Cash balances of the City's funds are combined (pooled) and invested to the extent available in various investments authorized by *Minnesota Statutes*. Each fund's portion of this pool (or pools) is displayed in the financial statements as "cash and cash equivalents" or "investments". For purposes of identifying risk of investing public funds, the balances and related restrictions are summarized as follows.

A. 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 to it. The City has a policy in place to address custodial credit risk for deposits, stating all deposits will be insured or collateralized in accordance with *Minnesota Statutes* § 118A. As of December 31, 2024, the City's bank balance was not exposed to custodial credit risk as the amount was insured through FDIC insurance and secured with pledged collateral.

As of December 31, 2024, the City's book balance for deposits was as follows:

Deposits	\$ 3,001,051
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B. Investments

As of December 31, 2024, the City had the following investments:

Investment Type	Fair Value	Investment Maturities			
		Less than One Year	1-3 Years	3-5 Years	Greater than Five Years
Municipal Bonds	\$ 14,575,732	\$ 3,178,059	\$ 11,397,673	\$ -	\$ -
Government Securities	11,361,932	3,921,159	4,506,544	2,648,776	285,453
Brokered Certificates of Deposit	3,436,951	1,709,105	986,642	741,204	-
Brokered Money Market Account	7,688,648	7,688,648	-	-	-
Total	<u>\$ 37,063,263</u>	<u>\$ 16,496,971</u>	<u>\$ 16,890,859</u>	<u>\$ 3,389,980</u>	<u>\$ 285,453</u>

Credit Risk: This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. *Minnesota Statutes* §§ 118A.04 and 118A.05 limit investments in the top two ratings issued by nationally recognized statistical rating organizations. The City's investment policy limits investments to the following: government securities, certificates of deposit fully covered by FDIC insurance, repurchase agreements, reverse repurchase agreements, prime commercial paper, and general obligations of the State of Minnesota or any of its municipalities and bankers' acceptances. The City's investments in Fannie Mae and Freddie Mac were rated AA+ by Standard & Poor's (S&P). The City's municipal investments were rated AA-AAA by S&P. The remaining investments were unrated.

Concentration of Credit Risk: This is the risk of loss attributed to the magnitude of an investment in a single issuer. The City's investment policy states the City will attempt to diversify its investments according to type and maturity. As of December 31, 2024, the Charles County MD Taxable GO Refunding Bonds municipal security (5.07%) and FHLMC PL WN1376 government security (5.33%) exceeded 5% of the City's total investments.

City of Dayton
Notes to Basic Financial Statements

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

Custodial Credit Risk - Investments: This is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy states all financial institutions and broker/dealers qualified for investment transactions with the City must comply with *Minnesota Statutes* § 118A. The policy further states all investment securities will be held by brokers only to the extent SIPC and excess SIPC coverage is available. The City's investments held by the broker-dealer were insured by Securities Investor Protection Corporation (SIPC) or other supplemental insurance as of December 31, 2024. However, each investment brokerage firm may have a limit to their supplemental insurance and because of the size of the City's portfolio in relation to the brokerage firm's excess SIPC coverage limits, the portion of the supplemental policy applicable to the City's portfolio is unknown. The City accepts the risk due to the controls in place at the broker-dealer.

Interest Rate Risk: This is the risk that market values of securities in a portfolio would decrease due to changes in market interest rates. The City's investment policy states the City will minimize interest rate risk by diversifying their portfolio according to type and maturity and as much as possible, contain both short-term and long-term investments.

The City has the following recurring fair value measurements as of December 31, 2024:

- \$11,361,932 of investments are valued using a quoted market prices (Level 1 inputs).
- \$18,012,683 of investments are valued using a matrix pricing model (Level 2 inputs).

The following is a summary of total deposits and investments:

Deposits	\$ 3,001,051
Investments	<u>37,063,263</u>
Total deposits and investments	<u>\$ 40,064,314</u>

Deposits and investments are presented in the December 31, 2024, basic financial statements as follows:

Statement of Net Position	
Cash and investments (including cash equivalents)	<u>\$ 40,064,314</u>

City of Dayton
Notes to Basic Financial Statements

NOTE 4 - INTERFUND ACTIVITY

A. Transfers

The transfers were done to fund revolving capital project funds, and to subsidize operations.

	Transfers In Other Governmental Funds
Transfers Out	
Other governmental funds	\$ 734,411
Water Fund	598,350
Sewer Fund	237,825
	<hr/>
Total	\$ 1,570,586
	<hr/>

B. Interfund Balances

The following amounts are due from other funds to cover temporary deficit cash balances and internal financing of projects:

	Due to Other Funds		
	Capital Equipment Fund	Other Governmental Funds	Total
Due from Other Funds			
General	\$ -	\$ 3,596	\$ 3,596
Other Governmental Funds	656,258	208,512	864,770
	<hr/>	<hr/>	<hr/>
Total	\$ 656,258	\$ 212,108	\$ 868,366
	<hr/>	<hr/>	<hr/>

City of Dayton
Notes to Basic Financial Statements

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets not being depreciated				
Land	\$ 3,366,641	\$ 601,809	\$ -	\$ 3,968,450
Construction in progress	8,028,645	1,046,196	8,081,641	993,200
Total capital assets not being depreciated	<u>11,395,286</u>	<u>1,648,005</u>	<u>8,081,641</u>	<u>4,961,650</u>
Other capital assets				
Buildings and improvements	6,006,546	16,863	-	6,023,409
Infrastructure	93,938,820	18,178,273	-	112,117,093
Machinery and equipment	8,733,474	1,543,388	1,048,267	9,228,595
Lease vehicles	167,613	103,560	-	271,173
Total other capital assets	<u>108,846,453</u>	<u>19,842,084</u>	<u>1,048,267</u>	<u>127,640,270</u>
Less accumulated depreciation for				
Buildings and improvements	1,960,568	185,965	-	2,146,533
Infrastructure	17,374,042	3,106,251	-	20,480,293
Machinery and equipment	3,182,268	634,729	664,574	3,152,423
Less accumulated amortization for				
Lease vehicles	11,217	56,786	-	68,003
Total accumulated depreciation and amortization	<u>22,528,095</u>	<u>3,983,731</u>	<u>664,574</u>	<u>25,847,252</u>
Total other capital assets, net	<u>86,318,358</u>	<u>15,858,353</u>	<u>383,693</u>	<u>101,793,018</u>
Governmental activities capital assets, net	<u>\$ 97,713,644</u>	<u>\$ 17,506,358</u>	<u>\$ 8,465,334</u>	<u>\$ 106,754,668</u>

City of Dayton
Notes to Basic Financial Statements

NOTE 5 - CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities				
Capital assets not being depreciated				
Land	\$ 113,767	\$ -	\$ -	\$ 113,767
Construction in progress	1,559,430	4,101,726	-	5,661,156
Total capital assets not being depreciated	1,673,197	4,101,726	-	5,774,923
Other capital assets				
Collection and distribution system	50,466,757	6,647,214	-	57,113,971
Machinery and equipment	395,396	-	-	395,396
Total other capital assets	50,862,153	6,647,214	-	57,509,367
Less accumulated depreciation for				
Collection and distribution system	12,725,305	1,503,776	-	14,229,081
Machinery and equipment	106,504	33,686	-	140,190
Total accumulated depreciation	12,831,809	1,537,462	-	14,369,271
Total other capital assets, net	38,030,344	5,109,752	-	43,140,096
Business-type activities capital assets, net	<u>\$ 39,703,541</u>	<u>\$ 9,211,478</u>	<u>\$ -</u>	<u>\$ 48,915,019</u>

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

Governmental activities	
General Government	\$ 48,140
Public Safety	425,353
Public Works	3,295,566
Parks and Recreation	214,672
Total depreciation and amortization expense - governmental activities	<u>\$ 3,983,731</u>
Business-type activities	
Water	\$ 746,899
Sewer	790,563
Total depreciation expense - business-type activities	<u>\$ 1,537,462</u>

City of Dayton
Notes to Basic Financial Statements

NOTE 6 - LEASE RECEIVABLE

The City entered into a cell tower lease with New Cingular Wireless PCS, LLC. This lease was entered into in 2013 and will commence 2033. The lease payment was \$32,016 for 2024 and will increase by 4% yearly. The deferred inflow and receivable balance related to this lease is \$260,052 as of December 31, 2024.

NOTE 7 - LONG-TERM DEBT

A. Components of Long-Term Liabilities

	<u>Issue Date</u>	<u>Interest Rates</u>	<u>Original Issue</u>	<u>Final Maturity</u>	<u>Principal Outstanding</u>	<u>Due Within One Year</u>
Long-term liabilities						
Governmental activities						
Bonds payable						
2014A G.O. Refunding	09/09/14	2.0%-3.0%	\$ 9,685,000	02/01/30	\$ 5,835,000	\$ 460,000
2015A G.O. Refunding	01/08/15	2.25%-3.0%	7,430,000	02/01/27	2,700,000	855,000
2016A G.O. CIP	09/01/16	2.00%-2.75%	3,610,000	02/01/37	2,320,000	155,000
2020A G.O. Improvement						
Street Reconstruction	06/04/20	2.0%-3.0%	1,935,000	02/01/30	1,215,000	190,000
2023A G.O. TIF Improvement	06/15/23	4.0%-5.0%	5,950,000	02/01/33	5,950,000	50,000
PFA notes from direct borrowing						
2010A Improvement Notes	05/06/10	1.65%	750,449	08/20/29	220,000	43,000
Unamortized premium					582,397	-
Lease liabilities					210,584	61,717
Compensated absences					552,093	55,209
Total government activities					<u>19,585,074</u>	<u>1,869,926</u>
Business-type activities						
Compensated absences					<u>85,747</u>	<u>8,575</u>
Total long-term liabilities					<u>\$ 19,670,821</u>	<u>\$ 1,878,501</u>

Long-term bonded indebtedness listed above were issued to finance acquisition and construction of capital infrastructure or facilities or to refinance (refund) previous bond issues.

B. Lease Liabilities

On February 27, 2023, the City entered into four lease agreements with Enterprise Fleet management for Dodge Durangos. The lease agreements include monthly principal and interest payments of \$1,005-\$1,105. The lease agreements are for four years and expire July 18, 2027, through December 19, 2027.

On April 1, 2024, the City entered into a lease agreements with Enterprise Fleet management for a Dodge Durango. The lease agreements include monthly principal and interest payments of \$1,121. The lease agreements are for four years and expire April 1, 2028.

On June 1, 2024, the City entered into a lease agreements with Enterprise Fleet management for a 2025 Ram 1500. The lease agreements include monthly principal and interest payments of \$1,231. The lease agreements are for five years and expire May 1, 2029.

City of Dayton
Notes to Basic Financial Statements

NOTE 7 - LONG-TERM DEBT (CONTINUED)

C. Changes in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2024, was as follows:

	Beginning Balance	Additions	Reductions	Net Change	Ending Balance
Governmental activities					
Bonds payable					
G.O. Improvement Bonds	\$ 3,875,000	\$ -	\$ 340,000	\$ -	\$ 3,535,000
G.O. Refunding Bonds	9,805,000	-	1,270,000	-	8,535,000
G.O. Tax Increment	5,950,000	-	-	-	5,950,000
Notes from direct borrowing	262,000	-	42,000	-	220,000
Unamortized premium	689,510	-	107,113	-	582,397
Lease liabilities	157,402	103,560	50,378	-	210,584
Compensated absences	375,743	-	-	176,350	552,093
Total governmental activities	<u>21,114,655</u>	<u>103,560</u>	<u>1,809,491</u>	<u>176,350</u>	<u>19,585,074</u>
Business-type activities					
Compensated absences	<u>67,369</u>	<u>-</u>	<u>-</u>	<u>18,378</u>	<u>85,747</u>
Total long-term liabilities	<u>\$ 21,182,024</u>	<u>\$ 103,560</u>	<u>\$ 1,809,491</u>	<u>\$ 194,728</u>	<u>\$ 19,670,821</u>

D. Long-Term Debt

Minimum principal and interest payments required to retire long-term liabilities:

Year Ended December 31,	Governmental Activities			
	G.O. Improvement Bonds		PFA - Notes from Direct Borrowing	
	Principal	Interest	Principal	Interest
2025	\$ 345,000	\$ 79,413	\$ 43,000	\$ 3,639
2026	355,000	70,488	43,000	2,928
2027	365,000	61,313	44,000	2,216
2028	370,000	52,963	45,000	1,489
2029	380,000	45,463	45,000	744
2030-2034	1,120,000	139,994	-	-
2035-2039	600,000	25,025	-	-
Total	<u>\$ 3,535,000</u>	<u>\$ 474,659</u>	<u>\$ 220,000</u>	<u>\$ 11,016</u>

City of Dayton
Notes to Basic Financial Statements

NOTE 7 - LONG-TERM DEBT (CONTINUED)

D. Long-Term Debt (Continued)

Year Ended December 31,	Governmental Activities			
	G.O. Tax Increment		G.O. Refunding Bonds	
	Principal	Interest	Principal	Interest
2025	\$ 50,000	\$ 262,800	\$ 1,315,000	\$ 228,556
2026	410,000	251,300	1,360,000	191,587
2027	680,000	224,050	1,390,000	153,769
2028	715,000	189,175	1,495,000	111,675
2029	750,000	152,550	1,460,000	67,350
2030-2034	3,345,000	273,900	1,515,000	22,725
Total	<u>\$ 5,950,000</u>	<u>\$ 1,353,775</u>	<u>\$ 8,535,000</u>	<u>\$ 775,662</u>

Year Ended December 31,	Governmental Activities			
	Lease Liabilities		Total Governmental Activities	
	Principal	Interest	Principal	Interest
2025	\$ 61,717	\$ 15,535	\$ 1,814,717	\$ 589,943
2026	67,450	9,802	2,235,450	526,105
2027	59,891	3,719	2,538,891	445,067
2028	15,636	776	2,640,636	356,078
2029	5,890	82	2,640,890	266,189
2030-2034	-	-	5,980,000	436,619
2035-2039	-	-	600,000	25,025
Total	<u>\$ 210,584</u>	<u>\$ 29,914</u>	<u>\$ 18,450,584</u>	<u>\$ 2,645,026</u>

City of Dayton
Notes to Basic Financial Statements

NOTE 8 - FUND BALANCE DETAIL

Fund equity balances are classified as follows to reflect the limitations and restrictions of the respective funds:

	General Fund	Capital Equipment Fund	Developer Escrow Fund	Landscaping Escrow Fund	Other Governmental Funds	Total
Nonspendable						
Inventory	\$ 19,806	\$ -	\$ -	\$ -	\$ -	\$ 19,806
Prepaid items	62,628	-	-	-	335	62,963
Total nonspendable	82,434	-	-	-	335	82,769
Restricted						
Debt service	-	-	-	-	3,488,508	3,488,508
Police forfeitures	-	-	-	-	12,745	12,745
TIF districts	-	-	-	-	361,617	361,617
Park dedication	-	-	-	-	3,166,377	3,166,377
Total restricted	-	-	-	-	7,029,247	7,029,247
Committed						
Cable fund	-	-	-	-	185,189	185,189
EDA	-	-	-	-	676,056	676,056
Gambling	-	-	-	-	4,018	4,018
Fire public safety	-	-	-	-	78,571	78,571
Police public safety	-	-	-	-	87,612	87,612
Park development	-	-	-	-	166,974	166,974
Total restricted	-	-	-	-	1,198,420	1,198,420
Assigned						
Park trails	-	-	-	-	2,825,563	2,825,563
Capital projects	-	-	26,221	-	8,556,728	8,582,949
Total unassigned	-	-	26,221	-	11,382,291	11,408,512
Unassigned	3,133,309	(665,084)	-	-	(245,615)	2,222,610
Total fund balance	\$ 3,215,743	\$ (665,084)	\$ 26,221	\$ -	\$ 19,364,678	\$ 21,941,558

NOTE 9 - RISK MANAGEMENT

The City purchases commercial insurance coverage through the League of Minnesota Cities Insurance Trust (LMCIT) with other cities in the state which is a public entity risk pool currently operating as a common risk management and insurance program. The City pays an annual premium to the LMCIT for its insurance coverage. The LMCIT is self-sustaining through commercial companies for excess claims. The City is covered through the pool for any claims incurred but unreported, however, retains the risk for the deductible portion of its insurance policies. The amount of these deductibles is considered immaterial to the financial statements.

There were no significant reductions in insurance from the previous year or settlements in excess of insurance coverage for any of the past three years.

City of Dayton
Notes to Basic Financial Statements

NOTE 9 - RISK MANAGEMENT (CONTINUED)

The City's workers' compensation insurance policy is retrospectively rated. With this type of policy, final premiums are determined after loss experience is known. The amount of premium adjustment for 2024 was estimated to be immaterial based on workers' compensation rates and salaries for the year.

At December 31, 2024, there were no other claims liabilities reported in the fund based on the requirements of GASB Statement No. 10, which requires a liability for claims be reported if information prior to the issuance of the financial statements indicates it is probable a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

NOTE 10 - PENSION PLANS

The City participates in various pension plans, total pension expense for the year ended December 31, 2024, was \$428,961. 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.

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, 353D, 353E, 353G, and 356. *Minnesota Statutes* Chapter 356 defines each plan's financial reporting requirements. PERA's defined benefit pension plans are tax qualified plans under Section 401(a) of the Internal Revenue Code.

General Employees Retirement Plan

Membership in the General Plan includes employees of counties, cities, townships, schools in non-certified positions, and other governmental entities whose revenues are derived from taxation, fees, or assessments. Plan membership is required for any employee who is expected to earn more than \$425 in a month, unless the employee meets exclusion criteria.

Public Employees Police and Fire Plan

Membership in the Police and Fire Plan includes full-time, licensed police officers and firefighters who meet the membership criteria defined in *Minnesota Statutes* § 353.64 and who are not earning service credit in any other PERA retirement plan or a local relief association for the same service. Employers can provide Police and Fire Plan coverage for part-time positions and certain other public safety positions by submitting a resolution adopted by the City's governing body. The resolution must state that the position meets plan requirements.

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

NOTE 10 - PENSION PLANS (CONTINUED)

Public Employees' Retirement Association (Continued)

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. When a member is vested, they have earned enough service credit to receive a lifetime monthly benefit after leaving public service and reaching an eligible retirement age. Members who retire at or over their Social Security full retirement age with at least one year of service qualify for a retirement benefit.

General Employees Plan Benefits

General Employees Plan requires three years of service to vest. 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 General Plan members. Members hired prior to July 1, 1989, receive the higher of Step or Level formulas. Only the Level formula is used for members hired after June 30, 1989. Under the Step formula, General Plan members receive 1.2% of the highest average salary for each of the first 10 years of service and 1.7% for each additional year. Under the Level formula, General Plan members receive 1.7% of the highest average salary for all years of service. For members hired prior to July 1, 1989, a full retirement benefit is available when age plus years of service equal 90 and normal retirement age is 65. Members can receive a reduced requirement benefit as early as age 55 if they have three or more years of service. Early retirement benefits are reduced by .25% for each month under age 65. Members with 30 or more years of service can retire at any age with a reduction of .25% for each month the member is younger than age 62. The Level formula allows General Plan members to receive a full retirement benefit at age 65 if they were first hired before July 1, 1989, or a age 66 if they were hired on or after July 1, 1989. Early retirement begins at age 55 with an actuarial reduction applied to the benefit.

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%. The 2024 annual increase was 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.

Police and Fire Plan Benefits

Benefits for the Police and Fire Plan members hired before July 1, 2010, are vested after three years of service. Members hired on or after July 1, 2010, are 50% vested after five years of service and 100% vested after 10 years. After five years, vesting increase by 10% each full year of service until members are 100% vested after 10 years. Police and Fire Plan members receive 3% of highest average salary for all years of service. Police and Fire Plan members receive a full retirement benefit when they are 55 and vested, or when their age plus their years of service equals 90 or greater if they were first hired before July 1, 1989. Early retirement starts at age 50, and early retirement benefits are reduced by 0.417% each month members are younger than age 55.

City of Dayton
Notes to Basic Financial Statements

NOTE 10 - PENSION PLANS (CONTINUED)

Public Employees' Retirement Association (Continued)

B. Benefits Provided (Continued)

Police and Fire Plan Benefits (Continued)

Benefit increases are provided to benefit recipients each January. The post-retirement 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, 353E, 353G, and 356 set the rates for employer and employee contributions. Contribution rates can only be modified by the state Legislature.

General Employees Fund Contributions

General Plan members were required to contribute 6.5% of their annual covered salary in fiscal year 2024 and the City was required to contribute 7.5% for General Plan members. The City's contributions to the General Employees Fund for the year ended December 31, 2024, were \$133,943. 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 2024 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, 2024, were \$202,605. The City's contributions were equal to the required contributions as set by state statute.

D. Pension Costs

General Employees Fund Pension Costs

At December 31, 2024, the City reported a liability of \$794,060 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 \$20,533.

City of Dayton
Notes to Basic Financial Statements

NOTE 10 - PENSION PLANS (CONTINUED)

Public Employees' Retirement Association (Continued)

D. Pension Costs (Continued)

General Employees Fund Pension Costs (Continued)

The net pension liability was measured as of June 30, 2024, 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, 2023, through June 30, 2024, relative to the total employer contributions received from all of PERA's participating employers. The City's proportionate share was 0.0215% at the end of the measurement period and 0.0184% for the beginning of the period.

City's proportionate share of the net pension liability	\$ 794,060
State of Minnesota's proportionate share of the net pension liability associated with the City	<u>20,533</u>
Total	<u><u>\$ 814,593</u></u>

For the year ended December 31, 2024, the City recognized pension expense of \$147,579 for its proportionate share of General Employees Plan's pension expense. Included in the amount, the City recognized \$550 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.

During the plan year ended June 30, 2024, the State of Minnesota contributed \$170.1 million to the General Employees Fund. The State of Minnesota is not included as a non-employer contributing entity in the General Employees Plan pension allocation schedule for the \$170.1 million in direct state aid because this contribution was not considered to meet the definition of a special funding situation. The City recognized \$36,536 for the year ended December 31, 2024 as revenue and an offsetting reduction of net pension liability for its proportionate share of the State of Minnesota's on-behalf contributions to the General Employees Fund.

City of Dayton
Notes to Basic Financial Statements

NOTE 10 - PENSION PLANS (CONTINUED)

Public Employees' Retirement Association (Continued)

D. Pension Costs (Continued)

General Employees Fund Pension Costs (Continued)

At December 31, 2024, 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:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 71,141	\$ -
Changes in actuarial assumptions	3,339	269,079
Net difference between projected and actual investment earnings	-	207,796
Changes in proportion	154,752	3,960
Contributions paid to PERA subsequent to the measurement date	66,972	-
	<u>\$ 296,204</u>	<u>\$ 480,835</u>
Total		

The \$66,972 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, 2025. 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
2025	\$ (134,799)
2026	(5,432)
2027	(50,512)
2028	(60,860)
	<u>\$ (251,603)</u>
Total	

City of Dayton
Notes to Basic Financial Statements

NOTE 10 - PENSION PLANS (CONTINUED)

Public Employees' Retirement Association (Continued)

D. Pension Costs (Continued)

Police and Fire Fund Pension Costs

At December 31, 2024, the City reported a liability of \$1,241,329 for its proportionate share of the Police and Fire Fund's net pension liability. The net pension liability was measured as of June 30, 2024, 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, 2023, through June 30, 2024, relative to the total employer contributions received from all of PERA's participating employers. The City's proportionate share was 0.0944% at the end of the measurement period and 0.0840% for the beginning of the period.

The State of Minnesota contributed \$37.4 million to the Police and Fire Fund in the plan fiscal year ended June 30, 2024. The contribution consisted of \$9 million in direct state aid that meets the definition of a special funding situation, additional one-time direct state aid contribution of \$19.4 million, and \$9 million in supplemental state aid that does not meet the definition of a special funding situation. Additionally, \$9 million supplemental state aid was paid on October 1, 2024. 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 \$47,319.

City's proportionate share of the net pension liability	\$ 1,241,329
State of Minnesota's proportionate share of the net pension liability associated with the City	<u>47,319</u>
Total	<u><u>\$ 1,288,648</u></u>

For the year ended December 31, 2024, the City recognized pension expense of \$275,238 for its proportionate share of the Police and Fire Plan's pension expense. Included in this amount, the City recognized \$4,595 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 \$28.4 million in supplemental state aid because this contribution was not considered to meet the definition of a special funding situation. The City also recognized \$26,796 for the year ended December 31, 2024, 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.

City of Dayton
Notes to Basic Financial Statements

NOTE 10 - PENSION PLANS (CONTINUED)

Public Employees' Retirement Association (Continued)

D. Pension Costs (Continued)

Police and Fire Fund Pension Costs (Continued)

At December 31, 2024, 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	\$ 423,236	\$ -
Changes in actuarial assumptions	979,723	1,626,569
Net difference between projected and actual investment earnings	-	415,749
Changes in proportion	608,998	4,834
Contributions paid to PERA subsequent to the measurement date	101,302	-
	<u>101,302</u>	<u>-</u>
Total	<u>\$ 2,113,259</u>	<u>\$ 2,047,152</u>

The \$101,302 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, 2025. 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,	Expense Amount
2025	\$ 20,046
2026	271,207
2027	(85,514)
2028	(299,338)
2029	58,404
	<u>58,404</u>
Total	<u>\$ (35,195)</u>

City of Dayton
Notes to Basic Financial Statements

NOTE 10 - PENSION PLANS (CONTINUED)

Public Employees' Retirement Association (Continued)

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
	<hr/>	
Total	100 %	
	<hr/> <hr/>	

F. Actuarial Methods and Assumptions

The total pension liability in the June 30, 2024, 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 considered reasonable by the actuary. An investment return of 7.0% is within that range.

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 General Employees Plan was last reviewed in 2022. The assumption changes were adopted by the Board and became effective with the July 1, 2023, actuarial valuation. The Police and Fire Plan was reviewed in 2024. PERA anticipates the experience study will be approved by the Legislative Commission on Pensions and Retirement and become effective with the July 1, 2025, actuarial valuation.

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

NOTE 10 - PENSION PLANS (CONTINUED)

Public Employees' Retirement Association (Continued)

F. Actuarial Methods and Assumptions (Continued)

The following changes in actuarial assumptions and plan provisions occurred in 2024:

General Employees Fund

Changes in Actuarial Assumptions

- Rates of merit and seniority were adjusted, resulting in slightly higher rates.
- Assumed rates of retirement were adjusted as follows: Increase the rate of assumed unreduced retirements, slight adjustments to Rule of 90 retirement rates, and slight adjustments to early retirement rates for Tier 1 and Tier 2 members.
- Minor increase in assumed withdrawals for males and females.
- Lower rates of disability.
- Continued use of Pub-2010 general mortality table with slight rate adjustments as recommended in the most recent experience study.
- Minor changes to form of payment assumptions for male and female retirees.
- Minor changes to assumptions made with respect to missing participant data.

Changes in Plan Provisions

- The workers' compensation offset for disability benefits was eliminated. The actuarial equivalent factors updated to reflect the changes in assumptions.

Police and Fire Fund

Changes in Plan Provisions

- The State contribution of \$9.0 million per year will continue until the earlier of 1) both the Police and Fire Plan and the State Patrol Retirement Fund attain 90% funded status for three consecutive years (on an actuarial value of assets basis) or 2) July 1, 2048. The contribution was previously due to expire after attaining a 90% funded status for one year.
- The additional \$9.0 million contribution will continue until the Police and Fire Plan is fully funded for a minimum of three consecutive years on an actuarial value of assets basis, or July 1, 2048, whichever is earlier. This contribution was previously due to expire upon attainment of fully funded status on an actuarial value of assets basis for one year (or July 1, 2048 if earlier).

G. Discount Rate

The discount rate used to measure the total pension liability in 2024 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 Dayton
Notes to Basic Financial Statements

NOTE 10 - 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	\$ 1,734,356	\$ 794,060	\$ 20,582
City's proportionate share of the Police and Fire Fund net pension liability	\$ 2,933,502	\$ 1,241,329	\$ (148,300)

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.

Defined Benefit Pension Plan - Volunteer Firefighter's Relief Association

A. Plan Description

The Dayton Firefighter's Relief Association is the administrator of a single employer defined benefit pension plan established to provide benefits for members of the Dayton 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 Dayton Firefighter's Association, 12260 South Diamond Lake Road, Dayton, MN 55327 or by calling 612-251-5935 or 763-242-7001.

B. Benefits Provided

Volunteer firefighters of the City are members of the Dayton Firefighter's Relief Association. Full retirement benefits are payable to members who have reached age 50 and have completed 20 years of service for lump sum service pension. Partial benefits are payable to members who have reached 50 and have completed 5 years of service. Disability benefits and widow and children's survivor benefits are also payable to members, or their beneficiaries based upon requirements set forth in the bylaws. These benefit provisions and all other requirements are consistent with enabling state statutes.

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

NOTE 10 - PENSION PLANS (CONTINUED)

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

C. Employees Covered by Benefit Terms

At December 31, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	-
Inactive employees entitled to but not yet receiving benefits	14
Active employees	<u>27</u>
 Total	 <u><u>41</u></u>

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 the year, the City recognized as revenue and as an expenditure an on behalf payment of \$88,872 made by the State of Minnesota for the Relief Association.

E. Net Pension Liability

The City's net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022.

Actuarial Assumptions

The total pension liability in the December 31, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5 %
Investment rate of return	6.5 % net of pensions plan investment expense, including inflation

The value of death benefits is similar to the value of the retirement pension. Mortality rates for active members, retirees, and disabilitants were based on Pub-2010 Public Safety Employee Mortality tables with projected mortality improvements based on scale MP-2021.

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.

City of Dayton
Notes to Basic Financial Statements

NOTE 10 - PENSION PLANS (CONTINUED)

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

E. Net Pension Liability (Continued)

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 below.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	20 %	0.77 %
Real estate and alternatives	-	3.79
Fixed income	11	2.30
International equity	-	5.32
Domestic equity	<u>69</u>	4.91
Total	<u><u>100 %</u></u>	

Discount Rate

The discount rate used to measure the total pension liability was 6.50%. 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.

City of Dayton
Notes to Basic Financial Statements

NOTE 10 - PENSION PLANS (CONTINUED)

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

F. Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2023	<u>\$ 292,926</u>	<u>\$ 407,693</u>	<u>\$ (114,767)</u>
Changes for the year			
Service cost	33,342	-	33,342
Interest	21,207	-	21,207
State and municipal contributions	-	110,940	(110,940)
Net investment income	-	77,945	(77,945)
Administrative expense	-	(13,846)	13,846
Net changes	<u>54,549</u>	<u>175,039</u>	<u>(120,490)</u>
Balances at December 31, 2024	<u><u>\$ 347,475</u></u>	<u><u>\$ 582,732</u></u>	<u><u>\$ (235,257)</u></u>

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 6.50%, 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 (5.50%) or 1-percentage-point higher (7.50%) than the current rate:

	1% Decrease in Discount Rate (5.50%)	Current Discount Rate (6.50%)	1% Increase in Discount Rate (7.50%)
City's net pension liability (asset)	<u><u>\$ (216,204)</u></u>	<u><u>\$ (235,257)</u></u>	<u><u>\$ (253,011)</u></u>

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

City of Dayton
Notes to Basic Financial Statements

NOTE 10 - PENSION PLANS (CONTINUED)

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

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

For the year ended December 31, 2024, the City recognized pension expense of \$6,144. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Outflows of Resources	Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 11,580	\$ 107,992
Change of assumptions	4,943	11,477
Difference between expected and actual liability	-	5,716
Contributions paid to Relief subsequent to the measurement date	98,154	-
Total	<u>\$ 114,677</u>	<u>\$ 125,185</u>

The \$88,172 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, 2025. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as shown in the following table:

Year Ending December 31,	Pension Expense Amount
2025	\$ (21,000)
2026	(13,325)
2027	(4,478)
2028	(28,795)
2029	(18,509)
Thereafter	(22,555)
Total	<u>\$ (108,662)</u>

NOTE 11 TAX INCREMENT FINANCING

The City has entered into three Tax Increment Financing agreements which meet the criteria for disclosure under *Governmental Accounting Standards Board Statement No. 77 Tax Abatement Disclosures*. The City's authority to enter into these agreements comes from *Minnesota Statutes* § 469. The City entered into these agreements for the purpose of economic development.

City of Dayton
Notes to Basic Financial Statements

NOTE 11 TAX INCREMENT FINANCING (CONTINUED)

Under each agreement, the City and developer agree on an amount of development costs to be reimbursed to the developer by the City through tax revenues from the additional taxable value of the property generated by the development (tax increment). A "pay-as-you-go" note is established for this amount, on which the City makes payments for a fixed period of time with available tax increment revenue after deducting for certain administrative costs.

During the year ended December 31, 2024, the City generated \$1,210,619 in tax increment revenue and made \$884,839 in payments to developers.

NOTE 12 - COMMITMENTS AND CONTINGENCIES

At December 31, 2024, the City had outstanding construction contract commitments totaling \$5,003,845. Subsequent to year end, the City also signed a contract for park improvements project in the amount of \$1,812,030.

NOTE 13 - CHANGE WITHIN FINANCIAL REPORTING ENTITY

During the year ended December 31, 2024, changes to or within the financial reporting entity resulted in adjustments to and restatement of beginning net position and fund net position, as follows:

	Reporting Units Affected by Adjustments to and Restatements of Beginning Balances				
	Funds				
	2014A and 2015A G.O. Improvement Bond (342)	2020A G.O. Improvement Bond (342)	Pavement Management and Improvements Fund (414)	2022 TIF Street Improvements (459)	Other Governmental Funds
December 31, 2024, as previously reported	\$ 2,953,481	\$ 256,693	\$ 3,075,836	\$ 80,203	\$ 12,330,033
Change from major to nonmajor	(2,953,481)	(256,693)	(3,075,836)	(80,203)	6,366,213
December 31, 2024, as restated	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,696,246</u>

NOTE 14 - NEW STANDARDS ISSUED BUT NOT YET IMPLEMENTED

GASB Statement No. 102, *Certain Risk Disclosures*. The disclosures required by this Statement will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. This Statement will be effective for the year ending December 31, 2025.

GASB Statement No. 103, *Financial Reporting Model Improvements*. The changes required by this Statement provide clarity, enhance the relevance of information, provide more useful information for decision-making, and provide for greater comparability amongst government entities. This Statement will be effective for the year ending December 31, 2026.

City of Dayton
Notes to Basic Financial Statements

NOTE 14 - NEW STANDARDS ISSUED BUT NOT YET IMPLEMENTED (CONTINUED)

GASB Statement No. 104, *Disclosure of Certain Capital Assets*. The disclosures required by this Statement provide users of the financial statements with essential information about certain types of capital assets. This Statement will be effective for the year ending December 31, 2026.

REQUIRED SUPPLEMENTARY INFORMATION

City of Dayton
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 and the State'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	0.0090%	\$ 466,427	\$ -	\$ 466,427	\$ 518,613	89.9%	78.19%
2016	0.0097%	787,592	10,258	797,850	599,760	131.3%	68.91%
2017	0.0099%	632,009	7,914	639,923	635,107	99.5%	75.90%
2018	0.0111%	615,782	20,262	636,044	746,387	82.5%	79.53%
2019	0.0125%	691,097	21,499	712,596	887,280	77.9%	80.23%
2020	0.0149%	893,323	27,620	920,943	1,063,773	84.0%	79.06%
2021	0.0161%	687,542	21,007	708,549	1,159,987	59.3%	87.00%
2022	0.0185%	1,465,206	43,085	1,508,291	1,387,253	105.6%	76.67%
2023	0.0184%	1,028,907	28,353	1,057,260	1,462,347	70.4%	83.10%
2024	0.0215%	794,060	20,533	814,593	1,819,080	43.7%	89.08%

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

For Fiscal Year Ended June 30,	City's Proportion 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 of the Net Pension Liability and the State'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	0.0500%	\$ 568,117	\$ -	\$ 568,117	\$ 442,198	128.5%	86.61%
2016	0.0530%	2,126,982	-	2,126,982	512,105	415.3%	63.88%
2017	0.0510%	683,971	-	683,971	527,062	129.8%	85.43%
2018	0.0553%	584,464	-	584,464	583,309	100.2%	88.84%
2019	0.0608%	639,069	-	639,069	627,475	101.8%	89.26%
2020	0.0661%	865,320	20,539	885,859	730,339	118.5%	87.19%
2021	0.0650%	495,881	22,549	518,430	768,011	64.6%	93.66%
2022	0.0690%	3,002,607	131,144	3,133,751	837,746	358.4%	70.53%
2023	0.0840%	1,450,571	58,441	1,509,012	1,103,610	131.4%	86.47%
2024	0.0944%	1,241,329	47,319	1,288,648	1,306,554	95.0%	90.17%

See notes to required supplementary information.

City of Dayton
Schedule of City Contributions -
General Employees Retirement Fund
Last Ten Years

<u>Fiscal Year Ending December 31,</u>	<u>Statutorily Required Contribution</u>	<u>Contributions in Relation to the Statutorily Required Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>City's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
2015	\$ 37,484	\$ 37,484	\$ -	\$ 499,787	7.5%
2016	39,581	39,581	-	527,747	7.5%
2017	42,931	42,931	-	572,413	7.5%
2018	64,295	64,295	-	857,267	7.5%
2019	68,749	68,749	-	916,653	7.5%
2020	74,222	74,222	-	989,627	7.5%
2021	96,084	96,084	-	1,281,120	7.5%
2022	102,944	102,944	-	1,372,587	7.5%
2023	132,479	132,479	-	1,766,387	7.5%
2024	133,943	133,943	-	1,785,907	7.5%

Schedule of City Contributions -
Public Employees Police and Fire Retirement Fund
Last Ten Years

<u>Fiscal Year Ending December 31,</u>	<u>Statutorily Required Contribution</u>	<u>Contributions in Relation to the Statutorily Required Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>City's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
2015	\$ 79,181	\$ 79,181	\$ -	\$ 488,772	16.20%
2016	87,135	87,135	-	537,870	16.20%
2017	96,777	96,777	-	597,389	16.20%
2018	94,135	94,135	-	581,080	16.20%
2019	122,829	122,829	-	724,655	16.95%
2020	133,288	133,288	-	753,040	17.70%
2021	146,769	146,769	-	829,203	17.70%
2022	167,983	167,983	-	949,056	17.70%
2023	204,067	204,067	-	1,152,921	17.70%
2024	202,605	202,605	-	1,144,661	17.70%

See notes to required supplementary information.

City of Dayton
Schedule of Employer Contributions
and Non-Employer Contributing
Entities - Fire Relief Association

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Employer				
Statutorily determined contribution (SDC)	\$ -	\$ -	\$ -	\$ -
Contribution in relation to the SDC	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency (excess)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Non-employer				
2% aid	<u><u>\$ 33,529</u></u>	<u><u>\$ 31,212</u></u>	<u><u>\$ 38,803</u></u>	<u><u>\$ 39,363</u></u>
Covered employee payroll	n/a	n/a	n/a	n/a
Contributions as a percentage of covered employee payroll	n/a	n/a	n/a	n/a

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ - -	\$ - -	\$ - -	\$ - -	\$ - -	\$ - -
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 41,288</u>	<u>\$ 45,076</u>	<u>\$ 49,410</u>	<u>\$ 53,787</u>	<u>\$ 60,025</u>	<u>\$ 84,782</u>
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a

City of Dayton
Schedule of Changes in Net Pension Liability
and Related Ratios - Fire Relief Association

	Measurement Date			
	2014	2015	2016	2017
Total Pension Liability (TPL)				
Service cost	\$ 18,149	\$ 18,648	\$ 20,406	\$ 17,214
Interest	38,117	37,818	38,745	33,453
Differenced between expected and actual experience	-	-	(28,111)	-
Changes of assumptions	-	-	(42,311)	3,224
Changes of benefit terms	-	-	-	-
Benefit payments, including refunds or member contributions	(122,750)	-	(87,913)	(46,000)
Net change in total pension liability	(66,484)	56,466	(99,184)	7,891
Beginning of year	629,645	563,161	619,627	520,443
End of year	<u>\$ 563,161</u>	<u>\$ 619,627</u>	<u>\$ 520,443</u>	<u>\$ 528,334</u>
Plan Fiduciary Net Pension (FNP)				
Contributions - employer	\$ 6,762	\$ -	\$ -	\$ -
Contributions - non-employer	31,242	30,529	33,212	48,403
Net investment income	37,200	1,754	36,637	71,389
Other additions	-	-	-	-
Benefit payments, including refunds of member contributions	(122,750)	-	(87,913)	(46,000)
Administrative expense	(7,285)	(6,035)	(8,365)	(10,986)
Net change in plan fiduciary net position	(54,831)	26,248	(26,429)	62,806
Beginning of year	592,578	537,747	563,995	537,566
End of year	<u>\$ 537,747</u>	<u>\$ 563,995</u>	<u>\$ 537,566</u>	<u>\$ 600,372</u>
Net Pension Liability (NPL)	<u>\$ 25,414</u>	<u>\$ 55,632</u>	<u>\$ (17,123)</u>	<u>\$ (72,038)</u>
Plan fiduciary net position as a percentage of the total	95.49%	91.02%	103.29%	113.63%
Net pension liability as a percentage of covered payroll	n/a	n/a	n/a	n/a

See notes to required supplementary information.

Measurement Date					
2018	2019	2020	2021	2022	2023
\$ 18,045	\$ 27,258	\$ 35,374	\$ 33,064	\$ 33,808	\$ 33,342
29,994	28,109	29,874	23,105	22,619	21,207
35,292	-	(112,314)	-	(55,060)	-
1,750	-	7,593	-	(14,571)	-
86,955	134,449	-	-	-	-
(132,958)	(252,359)	(84,688)	(23,880)	(106,867)	-
39,078	(62,543)	(124,161)	32,289	(120,071)	54,549
528,334	567,412	504,869	380,708	412,997	292,926
<u>\$ 567,412</u>	<u>\$ 504,869</u>	<u>\$ 380,708</u>	<u>\$ 412,997</u>	<u>\$ 292,926</u>	<u>\$ 347,475</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
56,363	60,288	78,897	74,889	66,648	110,940
(14,020)	81,278	58,746	69,181	(73,867)	77,945
-	200	-	-	-	-
(132,958)	(252,359)	(84,688)	(23,880)	(106,867)	-
(10,118)	(8,234)	(9,914)	(9,429)	(12,835)	(13,846)
(100,733)	(118,827)	43,041	110,761	(126,921)	175,039
600,372	499,639	380,812	423,853	534,614	407,693
<u>\$ 499,639</u>	<u>\$ 380,812</u>	<u>\$ 423,853</u>	<u>\$ 534,614</u>	<u>\$ 407,693</u>	<u>\$ 582,732</u>
<u>\$ 67,773</u>	<u>\$ 124,057</u>	<u>\$ (43,145)</u>	<u>\$ (121,617)</u>	<u>\$ (114,767)</u>	<u>\$ (235,257)</u>
88.06%	75.43%	111.33%	129.45%	139.18%	167.70%
n/a	n/a	n/a	n/a	n/a	n/a

City of Dayton
Notes to Required Supplementary Information

General Employees Fund

2024 Changes

Changes in Actuarial Assumptions

- Rates of merit and seniority were adjusted, resulting in slightly higher rates.
- Assumed rates of retirement were adjusted as follows: increase the rate of assumed unreduced retirements, slight adjustments to Rule of 90 retirement rates, and slight adjustments to early retirement rates for Tier 1 and Tier 2 members.
- Minor increase in assumed withdrawals for males and females.
- Lower rates of disability.
- Continued use of Pub-2010 general mortality table with slight rate adjustments as recommended in the most recent experience study.
- Minor changes to form of payment assumptions for male and female retirees.
- Minor changes to assumptions made with respect to missing participant data.

Changes in Plan Provisions

- The workers' compensation offset for disability benefits was eliminated. The actuarial equivalent factors updated to reflect the changes in assumptions.

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%.

City of Dayton
Notes to Required Supplementary Information

General Employees Fund (Continued)

2020 Changes (Continued)

Changes in Actuarial Assumptions (Continued)

- 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.
- 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.

Changes in Plan Provisions

- 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.

City of Dayton
Notes to Required Supplementary Information

General Employees Fund (Continued)

2018 Changes (Continued)

Changes in Plan Provisions (Continued)

- 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; This 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.

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.

City of Dayton
Notes to Required Supplementary Information

General Employees Fund (Continued)

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 Dayton
Notes to Required Supplementary Information

Police and Fire Fund

2024 Changes

Changes in Plan Provisions

- The State contribution of \$9.0 million per year will continue until the earlier of 1) both the Police and Fire Plan and the State Patrol Retirement Fund attain 90% funded status for three consecutive years (on an actuarial value of assets basis) or 2) July 1, 2048. The contribution was previously due to expire after attaining a 90% funded status for one year.
- The additional \$9.0 million contribution will continue until the Police and Fire Plan is fully funded for a minimum of three consecutive years on an actuarial value of assets basis, or July 1, 2048, whichever is earlier. This contribution was previously due to expire upon attainment of fully funded status on an actuarial value of assets basis for one year (or July 1, 2048, if earlier).

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.

City of Dayton
Notes to Required Supplementary Information

Police and Fire Fund (Continued)

2021 Changes (Continued)

Changes in Actuarial Assumptions (Continued)

- 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.

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.

City of Dayton
Notes to Required Supplementary Information

Police and Fire Fund (Continued)

2018 Changes (Continued)

Changes in Plan Provisions (Continued)

- 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.
- 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 annual 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.

City of Dayton
Notes to Required Supplementary Information

Police and Fire Fund (Continued)

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 Dayton
Notes to Required Supplementary Information

Dayton Fire Relief Association

2024 Changes

Changes in Actuarial Assumptions

- None

2023 Changes

Changes in Actuarial Assumptions

- The expected investment return and discount rate increased from 5.75% to 6.50%.
- The mortality and withdrawal assumptions were updated from the rates used in the July 1, 2020, Minnesota PERA Police & Fire Plan actuarial valuation to the rates used in the July 1, 2022, Minnesota PERA Police & Fire Plan actuarial valuation.
- The inflation assumption increased from 2.25% to 2.50%.

2022 Changes

Changes in Actuarial Assumptions

- None

2021 Changes

Changes in Actuarial Assumptions

- The expected investment return and discount rate decreased from 6.00% to 5.75%.
- The mortality and withdrawal assumptions were updated from the rates used in the July 1, 2018, Minnesota PERA Police & Fire Plan actuarial valuation to the rates used in the July 1, 2020, Minnesota PERA Police & Fire Plan actuarial valuation.
- The inflation assumption decreased from 2.50% to 2.25%

2020 Changes

Changes in Actuarial Assumptions

- None

2019 Changes

Changes in Actuarial Assumptions

- The expected investment return and discount rate decreased from 6.25% to 6.00%.
- The mortality and withdrawal assumptions were updated from the rates used in the July 1, 2016, Minnesota PERA Police & Fire Plan actuarial valuation to the rates used in the July 1, 2018, Minnesota PERA Police & Fire Plan actuarial valuation.

Changes in Plan Provisions

- The lump sum benefit amount increased from \$2,000 to \$2,500.

SUPPLEMENTARY INFORMATION

City of Dayton
Detailed Schedule of Revenues, Expenditures, and
Changes in Fund Balance -
Budget and Actual - General Fund
Year Ended December 31, 2024

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues			
Property taxes	\$ 5,929,085	\$ 5,951,364	\$ 22,279
Licenses and permits	968,200	1,047,259	79,059
Intergovernmental			
Local government aid	-	2,690	2,690
Market value homestead credit	-	9,293	9,293
PERA aid	-	(5,823)	(5,823)
Fire aid	90,000	98,154	8,154
Police aid	103,000	134,152	31,152
Federal grants	207,665	185,734	(21,931)
Other grants and aids	150,000	200,627	50,627
Total intergovernmental	<u>550,665</u>	<u>624,827</u>	<u>74,162</u>
Charges for services			
General government	240,500	497,376	256,876
Public safety	11,000	12,513	1,513
Public works	7,500	13,485	5,985
Parks and recreation	500	366	(134)
Total charges for services	<u>259,500</u>	<u>523,740</u>	<u>264,240</u>
Fines and forfeitures	80,000	18,424	(61,576)
Miscellaneous			
Investment income	75,000	80,325	5,325
Contributions and Donations	5,500	-	(5,500)
Other	54,200	160,106	105,906
Total miscellaneous	<u>134,700</u>	<u>240,431</u>	<u>105,731</u>
Total revenues	<u>7,922,150</u>	<u>8,406,045</u>	<u>483,895</u>
Expenditures			
General government			
Mayor and council	68,770	66,664	(2,106)
Administrative and finance	548,160	600,727	52,567
Other general government	744,880	901,822	156,942
Capital outlay	26,000	11,888	(14,112)
Total general government	<u>1,387,810</u>	<u>1,581,101</u>	<u>193,291</u>

City of Dayton
Detailed Schedule of Revenues, Expenditures, and
Changes in Fund Balance -
Budget and Actual - General Fund
Year Ended December 31, 2024

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Expenditures			
Public safety			
Police			
Current	\$ 2,824,290	\$ 2,651,127	\$ (173,163)
Capital outlay	36,920	15,591	(21,329)
Total police	2,861,210	2,666,718	(194,492)
Fire			
Current	921,280	820,439	(100,841)
Capital outlay	5,000	19,090	14,090
Total fire	926,280	839,529	(86,751)
Other public safety			
Current	609,270	692,321	83,051
Total public safety	4,396,760	4,198,568	(198,192)
Public works			
Streets and highways			
Street maintenance and storm sewers	1,283,790	1,328,609	44,819
Street lighting	73,500	84,630	11,130
Street construction capital outlay	35,000	-	(35,000)
Capital outlay	-	36,549	36,549
Total streets and highways	1,392,290	1,449,788	57,498
Sanitation			
Recycling	187,500	255,882	68,382
Total public works	1,579,790	1,705,670	125,880
Parks and recreation			
Current	525,790	476,397	(49,393)
Capital outlay	32,000	5,802	(26,198)
Total parks and recreation	557,790	482,199	(75,591)
Total expenditures	7,922,150	7,967,538	45,388
Excess of revenues over (under) expenditures	-	438,507	438,507
Other Financing Sources (Uses)			
Proceeds from sale of capital asset	-	4,485	4,485
Net change in fund balance	\$ -	442,992	\$ 442,992
Fund Balance			
Beginning of year		2,772,751	
End of year		\$ 3,215,743	

City of Dayton
Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2024

	Special Revenue			
	Cable Fund (226)	EDA (225)	Police Forfeiture (235)	Gambling (227)
Assets				
Cash and investments	\$ 175,505	\$ 683,254	\$ 12,745	\$ 4,018
Accounts receivable	12,309	200	-	-
Due from other governments	-	-	-	-
Special assessments receivable				
Current	-	-	-	-
Delinquent	-	-	-	-
Deferred	-	-	-	-
Due from other funds	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 187,814</u>	<u>\$ 683,454</u>	<u>\$ 12,745</u>	<u>\$ 4,018</u>
Liabilities				
Accounts and contracts payable	\$ 2,625	\$ 7,398	\$ -	\$ -
Due to other funds	-	-	-	-
Due to other governments	-	-	-	-
Total liabilities	<u>2,625</u>	<u>7,398</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources				
Unavailable revenue - grants	-	-	-	-
Advanced appropriations - State Shared Taxes	-	-	-	-
Unavailable revenue - special assessments	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Nonspendable	-	-	-	-
Restricted	-	-	12,745	-
Committed	185,189	676,056	-	4,018
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>185,189</u>	<u>676,056</u>	<u>12,745</u>	<u>4,018</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 187,814</u>	<u>\$ 683,454</u>	<u>\$ 12,745</u>	<u>\$ 4,018</u>

Special Revenue		Debt Service			
Fire Public Safety Aid (236)	Police Public Safety Aid (237)	2016A G.O. Bonds (355)	2023A CRG TIF Bond Fund (379)	2014A and 2015A G.O. Improvement Bond (342)	2020A G.O. Improvement Bond (378)
\$ 78,571	\$ 87,612	\$ 169,867	\$ -	\$ 2,809,182	\$ 221,508
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	2,163	52
-	-	-	-	5,452	926
-	-	-	-	817,414	945,252
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 78,571</u>	<u>\$ 87,612</u>	<u>\$ 169,867</u>	<u>\$ -</u>	<u>\$ 3,634,211</u>	<u>\$ 1,167,738</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	102,991	-	-
-	-	-	21,157	-	-
-	-	-	124,148	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	822,865	950,881
-	-	-	-	822,865	950,881
-	-	-	-	-	-
-	-	169,867	-	2,811,346	216,857
78,571	87,612	-	-	-	-
-	-	-	-	-	-
-	-	-	(124,148)	-	-
<u>78,571</u>	<u>87,612</u>	<u>169,867</u>	<u>(124,148)</u>	<u>2,811,346</u>	<u>216,857</u>
<u>\$ 78,571</u>	<u>\$ 87,612</u>	<u>\$ 169,867</u>	<u>\$ -</u>	<u>\$ 3,634,211</u>	<u>\$ 1,167,738</u>

City of Dayton
Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2024

	Debt Service	Capital Projects		
	2009A G.O. Improvement Bond and 2010A Improvement Notes (348)	Park Development Fund (404)	Park Dedication Fund (405)	2022 TIF Street Improvements (459)
Assets				
Cash and investments	\$ 290,109	\$ 166,974	\$ 3,163,611	\$ 87,174
Accounts receivable	-	-	31,229	148,971
Due from other governments	-	-	-	-
Special assessments receivable				
Current	329	-	-	-
Delinquent	5	-	-	-
Deferred	313,501	-	-	-
Due from other funds	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 603,944</u>	<u>\$ 166,974</u>	<u>\$ 3,194,840</u>	<u>\$ 236,145</u>
Liabilities				
Accounts and contracts payable	\$ -	\$ -	\$ 28,463	\$ 1,777
Due to other funds	-	-	-	-
Due to other governments	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>28,463</u>	<u>1,777</u>
Deferred Inflows of Resources				
Unavailable revenue - grants	-	-	-	-
Advanced appropriations - State Shared Taxes	-	-	-	-
Unavailable revenue - special assessments	313,506	-	-	-
Total deferred inflows of resources	<u>313,506</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Nonspendable	-	-	-	-
Restricted	290,438	-	3,166,377	-
Committed	-	166,974	-	-
Assigned	-	-	-	234,368
Unassigned	-	-	-	-
Total fund balances	<u>290,438</u>	<u>166,974</u>	<u>3,166,377</u>	<u>234,368</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 603,944</u>	<u>\$ 166,974</u>	<u>\$ 3,194,840</u>	<u>\$ 236,145</u>

Capital Projects

Pavement Management and Improvements Fund (414)	Stormwater (415)	Capital Facilities Fund (410)	Temporary Financing Fund (409)	Park Capital Equipment (406)	TIF No. 14 - Liberty Fund (438)
\$ 2,534,068	\$ 1,969,413	\$ 1,052,035	\$ 2,121,492	\$ -	\$ 64,724
168,336	-	-	-	-	-
403,395	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	760,165	-	-	-	104,605
335	-	-	-	-	-
<u>\$ 3,106,134</u>	<u>\$ 2,729,578</u>	<u>\$ 1,052,035</u>	<u>\$ 2,121,492</u>	<u>\$ -</u>	<u>\$ 169,329</u>
\$ 447,162	\$ 185,089	\$ 54,293	\$ -	\$ -	\$ -
-	-	-	-	103,907	-
-	-	-	-	-	1,027
<u>447,162</u>	<u>185,089</u>	<u>54,293</u>	<u>-</u>	<u>103,907</u>	<u>1,027</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
335	-	-	-	-	-
-	-	-	-	-	168,302
-	-	-	-	-	-
2,658,637	2,544,489	997,742	2,121,492	-	-
-	-	-	-	(103,907)	-
<u>2,658,972</u>	<u>2,544,489</u>	<u>997,742</u>	<u>2,121,492</u>	<u>(103,907)</u>	<u>168,302</u>
<u>\$ 3,106,134</u>	<u>\$ 2,729,578</u>	<u>\$ 1,052,035</u>	<u>\$ 2,121,492</u>	<u>\$ -</u>	<u>\$ 169,329</u>

City of Dayton
Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2024

	Capital Projects			
	TIF No. 16 Sand Companies (435)	TIF No. 15 French Lake Industrial Park (477)	TIF No. 17 - Graco (436)	Park Trail Development (408)
Assets				
Cash and investments	\$ 27,198	\$ 187,540	\$ 632,871	\$ 2,848,804
Accounts receivable	-	-	-	-
Due from other governments	-	-	-	-
Special assessments receivable				
Current	-	-	-	-
Delinquent	-	-	-	-
Deferred	-	-	-	-
Due from other funds	-	-	-	-
Prepaid items	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 27,198</u>	<u>\$ 187,540</u>	<u>\$ 632,871</u>	<u>\$ 2,848,804</u>
Liabilities				
Accounts payable	\$ 16,210	\$ 68,992	\$ 559,926	\$ 23,241
Due to other funds	-	3,596	-	-
Due to other governments	1,305	1,877	2,388	-
Total liabilities	<u>17,515</u>	<u>74,465</u>	<u>562,314</u>	<u>23,241</u>
Deferred Inflows of Resources				
Unavailable revenue - grants	-	-	-	-
Advanced appropriations - State Shared Taxes	-	-	-	-
Unavailable revenue - special assessments	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Nonspendable	-	-	-	-
Restricted	9,683	113,075	70,557	-
Committed	-	-	-	-
Assigned	-	-	-	2,825,563
Unassigned	-	-	-	-
Total fund balances	<u>9,683</u>	<u>113,075</u>	<u>70,557</u>	<u>2,825,563</u>
 Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 27,198</u>	<u>\$ 187,540</u>	<u>\$ 632,871</u>	<u>\$ 2,848,804</u>

Capital Projects

City Wide Transportation Project (485)	ROW Escrow Fund (421)	TIF 20 Graco 2 Fund (430)	Dayton Parkway Interchange (480)	Total Other Governmental Funds
\$ -	\$ 74,000	\$ -	\$ 10,610	\$ 19,472,885
-	-	-	-	361,045
-	-	-	-	403,395
-	-	-	-	2,544
-	-	-	-	6,383
-	-	-	-	2,076,167
-	-	-	-	864,770
-	-	-	-	335
<u>\$ -</u>	<u>\$ 74,000</u>	<u>\$ -</u>	<u>\$ 10,610</u>	<u>\$ 23,187,524</u>
\$ -	\$ 77,000	\$ -	\$ 10,610	\$ 1,482,786
-	-	1,614	-	212,108
-	-	-	-	27,754
<u>-</u>	<u>77,000</u>	<u>1,614</u>	<u>10,610</u>	<u>1,722,648</u>
-	-	-	-	\$ -
12,946	-	-	-	12,946
-	-	-	-	2,087,252
<u>12,946</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,100,198</u>
-	-	-	-	\$ 335
-	-	-	-	7,029,247
-	-	-	-	1,198,420
-	-	-	-	11,382,291
(12,946)	(3,000)	(1,614)	-	(245,615)
<u>(12,946)</u>	<u>(3,000)</u>	<u>(1,614)</u>	<u>-</u>	<u>19,364,678</u>
<u>\$ -</u>	<u>\$ 74,000</u>	<u>\$ -</u>	<u>\$ 10,610</u>	<u>\$ 23,187,524</u>

City of Dayton
Combining Statement of Revenues, Expenditures, and Changes
in Fund Balances - Nonmajor Governmental Funds
Year Ended December 31, 2024

	Special Revenue			
	Cable Fund (226)	EDA (225)	Police Forfeiture (235)	Gambling (227)
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Tax increments	-	-	-	-
Franchise fees	-	-	-	-
Special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	52,107	-	-	-
Miscellaneous				
Investment income	8,039	30,731	-	-
Contributions and donations	-	-	-	1,753
Other	-	1,800	-	-
Total revenues	<u>60,146</u>	<u>32,531</u>	<u>-</u>	<u>1,753</u>
Expenditures				
Current				
General government	24,158	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Park and recreation	-	-	-	-
Economic development	-	18,657	-	-
Debt service				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay				
General government	46,346	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Economic development	-	10,000	-	-
Total expenditures	<u>70,504</u>	<u>28,657</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>(10,358)</u>	<u>3,874</u>	<u>-</u>	<u>1,753</u>
Other Financing				
Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(10,358)	3,874	-	1,753
Fund Balances				
Beginning of Year, As Previously Stated	195,547	672,182	12,745	2,265
Change within financial reporting entity (See Note 13)	-	-	-	-
Beginning of year	<u>195,547</u>	<u>672,182</u>	<u>12,745</u>	<u>2,265</u>
End of year	<u>\$ 185,189</u>	<u>\$ 676,056</u>	<u>\$ 12,745</u>	<u>\$ 4,018</u>

Special Revenue		Debt Service			
Fire Public Safety Aid (236)	Police Public Safety Aid (237)	2016A G.O. Bonds (355)	2023A CRG TIF Bond Fund (379)	2014A and 2015A G.O. Improvement Bond (342)	2020A G.O. Improvement Bond (378)
\$ -	\$ -	\$ 210,000	\$ -	\$ -	\$ -
-	-	-	198,285	-	-
-	-	-	-	-	-
-	-	-	-	274,205	174,473
-	-	-	-	-	-
-	-	-	-	-	-
-	-	2,065	-	61,988	4,089
-	-	-	-	-	-
-	-	-	-	-	-
-	-	212,065	198,285	336,193	178,562
-	-	-	994	-	-
-	79,398	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	155,000	-	1,270,000	185,000
-	-	55,688	298,650	271,678	33,398
-	-	-	-	-	-
66,551	8,490	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
66,551	87,888	210,688	299,644	1,541,678	218,398
(66,551)	(87,888)	1,377	(101,359)	(1,205,485)	(39,836)
-	-	-	-	1,063,350	-
-	-	-	-	-	-
-	-	-	-	1,063,350	-
(66,551)	(87,888)	1,377	(101,359)	(142,135)	(39,836)
145,122	175,500	168,490	(22,789)	-	-
-	-	-	-	2,953,481	256,693
145,122	175,500	168,490	(22,789)	2,953,481	256,693
\$ 78,571	\$ 87,612	\$ 169,867	\$ (124,148)	\$ 2,811,346	\$ 216,857

City of Dayton
Combining Statement of Revenues, Expenditures, and Changes
in Fund Balances - Nonmajor Governmental Funds
Year Ended December 31, 2024

	Debt Service	Capital Projects		
	2009A G.O. Improvement Bond and 2010A Improvement Notes (348)	Park Development Fund (404)	Park Dedication Fund (405)	2022 TIF Street Improvements (459)
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Tax increments	-	-	-	-
Franchise fees	-	-	-	-
Special assessments	84,547	-	-	-
Intergovernmental	-	-	-	206,085
Charges for services	-	-	501,774	-
Miscellaneous				
Investment income	11,542	7,571	119,856	6,126
Contributions and donations	-	-	-	-
Other	-	-	82,710	-
Total revenues	<u>96,089</u>	<u>7,571</u>	<u>704,340</u>	<u>212,211</u>
Expenditures				
Current				
General government	-	-	546	-
Public safety	-	-	-	-
Public works	-	-	-	-
Park and recreation	-	-	36,024	-
Economic development	-	-	-	-
Debt service				
Principal	42,000	-	-	-
Interest and other charges	4,334	-	-	-
Capital outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	58,046
Parks and recreation	-	8,026	38,283	-
Economic development	-	-	-	-
Total expenditures	<u>46,334</u>	<u>8,026</u>	<u>74,853</u>	<u>58,046</u>
Excess of revenues over (under) expenditures	<u>49,755</u>	<u>(455)</u>	<u>629,487</u>	<u>154,165</u>
Other Financing				
Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	49,755	(455)	629,487	154,165
Fund Balances				
Beginning of Year, As Previously Stated	240,683	167,429	2,536,890	-
Change within financial reporting entity (See Note 13)	-	-	-	80,203
Beginning of year	<u>240,683</u>	<u>167,429</u>	<u>2,536,890</u>	<u>80,203</u>
End of year	<u>\$ 290,438</u>	<u>\$ 166,974</u>	<u>\$ 3,166,377</u>	<u>\$ 234,368</u>

Capital Projects

Pavement Management and Improvements Fund (414)	Stormwater (415)	Capital Facilities Fund (410)	Temporary Financing Fund (409)	Park Capital Equipment (406)	TIF No. 14 - Liberty Fund (438)
\$ 600,000	\$ -	\$ 370,000	\$ -	\$ 30,000	\$ -
-	-	-	-	-	-
561,518	-	-	-	-	-
-	-	-	-	-	-
-	32,000	17,724	-	-	-
-	596,500	-	-	-	-
131,961	135,057	60,214	101,945	443	7,598
-	-	-	-	-	-
34,756	-	-	-	-	-
<u>1,328,235</u>	<u>763,557</u>	<u>447,938</u>	<u>101,945</u>	<u>30,443</u>	<u>7,598</u>
598	-	-	-	-	-
-	-	-	55	-	-
32,691	105,400	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	6,373
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	87,702	-	-	-
1,458,192	515,199	630,116	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,491,481</u>	<u>620,599</u>	<u>717,818</u>	<u>55</u>	<u>-</u>	<u>6,373</u>
(163,246)	142,958	(269,880)	101,890	30,443	1,225
-	-	-	-	-	-
(253,618)	(480,793)	-	-	-	-
(253,618)	(480,793)	-	-	-	-
(416,864)	(337,835)	(269,880)	101,890	30,443	1,225
-	2,882,324	1,267,622	2,019,602	(134,350)	167,077
3,075,836	-	-	-	-	-
<u>3,075,836</u>	<u>2,882,324</u>	<u>1,267,622</u>	<u>2,019,602</u>	<u>(134,350)</u>	<u>167,077</u>
<u>\$ 2,658,972</u>	<u>\$ 2,544,489</u>	<u>\$ 997,742</u>	<u>\$ 2,121,492</u>	<u>\$ (103,907)</u>	<u>\$ 168,302</u>

City of Dayton
Combining Statement of Revenues, Expenditures, and Changes
in Fund Balances - Nonmajor Governmental Funds
Year Ended December 31, 2024

	Capital Projects			
	TIF No. 16 Sand Companies (435)	TIF No. 15 French Lake Industrial Park (477)	TIF No. 17 - Graco (436)	Park Trail Development (408)
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Tax increments	36,023	182,494	793,817	-
Franchise fees	-	-	-	-
Special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	226,150
Miscellaneous				
Investment income	606	4,658	6,387	121,341
Contributions and donations	-	-	-	-
Other	-	-	-	-
Total revenues	<u>36,629</u>	<u>187,152</u>	<u>800,204</u>	<u>347,491</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Park and recreation	-	-	-	-
Economic development	33,725	140,149	719,206	-
Debt service				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Parks and recreation	-	-	-	153,897
Economic development	-	-	-	-
Total expenditures	<u>33,725</u>	<u>140,149</u>	<u>719,206</u>	<u>153,897</u>
	<u>2,904</u>	<u>47,003</u>	<u>80,998</u>	<u>193,594</u>
Other Financing				
Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,904	47,003	80,998	193,594
Fund Balances				
Beginning of Year, As Previously Stated	6,779	66,072	(10,441)	2,631,969
Change within financial reporting entity (See Note 13)	-	-	-	-
Beginning of year	<u>6,779</u>	<u>66,072</u>	<u>(10,441)</u>	<u>2,631,969</u>
End of year	<u>\$ 9,683</u>	<u>\$ 113,075</u>	<u>\$ 70,557</u>	<u>\$ 2,825,563</u>

Capital Projects

City Wide Transportation Project (485)	ROW Escrow Fund(421)	TIF 20 Graco 2 Fund (430)	Dayton Parkway Interchange (480)	Total Other Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 1,210,000
-	-	-	-	1,210,619
-	-	-	-	561,518
-	-	-	-	533,225
414,463	-	-	21	670,293
-	-	-	-	1,376,531
-	-	-	-	822,217
-	-	-	-	1,753
-	-	-	-	119,266
414,463	-	-	21	6,505,422
-	-	-	-	26,296
-	-	-	-	79,453
-	-	-	-	138,091
-	-	-	-	36,024
-	-	1,614	-	919,724
-	-	-	-	1,652,000
-	-	-	-	663,748
-	-	-	-	46,346
-	-	-	-	162,743
-	-	-	76,981	2,738,534
-	-	-	-	200,206
-	-	-	-	10,000
-	-	1,614	76,981	6,673,165
414,463	-	(1,614)	(76,960)	(167,743)
-	-	-	507,236	1,570,586
-	-	-	-	(734,411)
-	-	-	507,236	836,175
414,463	-	(1,614)	430,276	668,432
(427,409)	(3,000)	-	(430,276)	12,330,033
-	-	-	-	6,366,213
(427,409)	(3,000)	-	(430,276)	18,696,246
\$ (12,946)	\$ (3,000)	\$ (1,614)	\$ -	\$ 19,364,678





**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 Dayton
Dayton, 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Dayton, Minnesota as of and for the year ended December 31, 2024, and the related notes to financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated May 5, 2025.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings on Internal Control, we identified a certain deficiency in internal control that we consider to be a material weakness, as Audit Finding 2024-01.

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 financial statements. 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*.

City's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the finding identified in our audit as described in the accompanying Schedule of Findings on Internal Control. We identified a certain deficiency in internal control that we consider to be a significant deficiency. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

BerganKDV, Ltd.

St. Cloud, Minnesota
May 5, 2025



Minnesota Legal Compliance

Independent Auditor's Report

Honorable Mayor and Members
of the City Council
City of Dayton
Dayton, 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 Dayton, Minnesota as of and for the year ended December 31, 2024, and the related notes to financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated May 5, 2025.

In connection with our audit, nothing came to our attention that caused us to believe that the City 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
May 5, 2025

**City of Dayton
Schedule of Findings on Internal Control**

CURRENT AND PRIOR YEAR INTERNAL CONTROL FINDING:

Material Weakness:

Audit Finding 2024-001 - Lack of Segregation of Accounting Duties

The City had a lack of segregation of accounting duties due to a limited number of office employees. The lack of adequate segregation of accounting duties could adversely affect the City's ability to initiate, record, process, and report financial data consistent with the assertions of management in the financial statements.

As a result of the lack of segregation of accounting duties, a material adjustment was required to properly record accounts payable.

Management and the City Council are aware of these conditions and have taken certain steps to compensate for the lack of segregation, but due to the small staff needed to handle all accounting duties, the costs of obtaining desirable segregation of accounting duties can often exceed benefits which could be derived. However, management and the City Council must remain aware of these situations and should continually monitor the accounting system, including changes that occur.

City's Response:

City staff are aware of the lack of segregation of accounting duties and make every effort to ensure that transactions are separated and monitored to the greatest extent possible. Staff will continue to examine and implement methods and processes that will address this issue.



City of Dayton
Communications Letter
December 31, 2024

**City of Dayton
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Financial Analysis	8
Emerging Issues	15



Report on Matters Identified as a Result of the Audit of the Basic Financial Statements

Honorable Mayor, Members
of the City Council and Management
City of Dayton
Dayton, Minnesota

In planning and performing our audit of the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Dayton, Minnesota as of and for the year ended December 31, 2024, 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, 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 over financial reporting.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. In addition, because of inherent limitations in internal control, including the possibility of management override of controls, misstatements due to error, or fraud may occur and not be detected by such controls. However, as discussed below, we identified a certain deficiency in internal control that we consider to be a material weakness.

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 over financial reporting, such that there is a reasonable possibility that a material misstatement of the City's basic financial statements will not be prevented, or detected and corrected, on a timely basis. A reasonable possibility exists when the likelihood of an event occurring is either reasonably possible or probable as defined as follows:

- *Reasonably possible*. The chance of the future event or events occurring is more than remote but less than likely.
- *Probable*. The future event or events are likely to occur.

The material weakness identified is stated within this letter.

The accompanying memorandum also includes financial analysis provided as a basis for discussion. The matters discussed herein were considered by us during our audit and they do not modify the opinion expressed in our Independent Auditor's Report dated May 5, 2025, on such statements.

The purpose of this communication, which is an integral part of our audit, is to describe for the Members of the City Council and management and others within the City and state oversight agencies the scope of our testing of internal control and the results of that testing. Accordingly, this communication is not intended to be and should not be used for any other purpose.

BerganKDV, Ltd.

St. Cloud, Minnesota
May 5, 2025

City of Dayton Material Weakness

Lack of Segregation of Accounting Duties

The City has a lack of segregation of accounting duties due to a limited number of office employees. The lack of adequate segregation of accounting duties could adversely affect the City's ability to initiate, record, process, and report financial data consistent with the assertions of management in the financial statements.

During our audit, the following access, verification, and implementation weaknesses were noted:

- The Finance Director's duties related to payroll include custody, recording, and reconciliation. This is mitigated to a certain extent by separate authorization and monitoring of the reconciliation process.
- Journal entries are posted by the Finance Director in the Utility Billing Software without review or approval.

As a result of the lack of segregation of accounting duties, a material adjustment was required to properly record accounts payable.

Management and the City Council are aware of these conditions and have taken certain steps to compensate for the lack of segregation, but due to the number of staff needed to properly segregate all of the accounting duties, the costs of obtaining desirable segregation of accounting duties can often exceed benefits which could be derived. However, management and the City Council must remain aware of these situations and should continually monitor the accounting system, including changes that occur.

We recommend segregation or independent review be implemented whenever practical and cost effective.

City of Dayton Required Communication

We have audited the basic financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended December 31, 2024. Professional standards require that we advise you of the following matters related to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter, our responsibility, as described by professional standards, is to form and express opinions about whether the basic financial statements prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the basic financial statements does not relieve you or management of its respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the basic financial statements are free of material misstatement. An audit of the basic financial statements includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, as part of our audit, we considered the internal control of the City solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgement, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

Generally accepted accounting principles provide for certain Required Supplementary Information (RSI) to supplement the basic financial statements. Our responsibility with respect to the RSI, which supplements the basic financial statements, is to apply certain limited procedures in accordance with generally accepted auditing standards. However, the RSI was not audited and, because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance, we do not express an opinion or provide any assurance on the RSI.

Our responsibility for the supplementary information accompanying the basic financial statements, as described by professional standards, is to evaluate the presentation of the supplementary information in relation to the basic financial statements as a whole and to report on whether the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Our Responsibility in Relation to *Government Auditing Standards*

As communicated in our engagement letter, part of obtaining reasonable assurance about whether the basic financial statements are free of material misstatement, we performed tests of the City's 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 basic financial statement amounts. However, the objective of our tests was not to provide an opinion on compliance with such provisions.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

City of Dayton Required Communication

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, our firm, and our network firms have complied with all relevant ethical requirements regarding independence.

Significant Risks Identified

We have identified the following significant risks of material misstatement:

- Risk of Improper Revenue Recognition - Revenue recognition is considered a fraud risk on substantially all engagements as it is generally the largest line item impacting a City's change in fund balance or net position.
- Risk of Misappropriation of Assets - Misappropriation of assets is considered a risk in substantially all engagements as assets may be misappropriated due to fraud or error.
- Risk of Management Override of Controls - Management override of internal control is considered a risk in substantially all engagements as management may be incentivized to produce better results.
- Risk of Improper Escrow Activity - Risk of Improper Escrow Activity is considered a risk in this engagement due to the large dollar amount of escrows and large amount of escrow activity.
- Significant Estimates - Depreciation, Net Pension Liability, Deferred Outflows of Resources Related to Pensions, Deferred Inflows of Resources Related to Pensions, Lease Liability and Right-to-Use Lease Assets - Accounting estimates are an integral part of the basic financial statements prepared by management and are based on management's current judgements.

Qualitative Aspects of the City's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the City is included in the notes to the basic financial statements. There have been no initial selection of accounting policies and no changes to significant accounting policies or their application during 2024. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates and Related Disclosures

Accounting estimates and related disclosures are an integral part of the basic financial statements prepared by management and are based on management's current judgements. Those judgements are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the basic financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgements. The most sensitive estimates affecting the basic financial statements relate to:

Depreciation - The City is currently depreciating its capital assets over their estimated useful lives, as determined by management, using the straight-line method.

Net Pension Liability, Deferred Outflows/Inflows of Resources Relating to Pensions - These balances are based on an allocation by the pension plans using estimates based on contributions.

Lease Liability and Right-to-Use Lease Assets - These balances are based on estimates and judgments determined by the City related to the discount rate, lease term, and lease payments.

**City of Dayton
Required Communication**

Qualitative Aspects of the City's Significant Accounting Practices (Continued)

We evaluated the key factors and assumptions used to develop the accounting estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

Financial Statement Disclosures

Certain basic financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The basic financial statement disclosures are neutral, consistent, and clear.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For the purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effects of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the basic financial statements taken as a whole and each applicable opinion unit.

Management did not identify, and we did not notify them of any uncorrected financial statement misstatements.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. The following material misstatement that we identified as a result of our audit procedures was brought to the attention of and corrected by management.

- Accounts payable

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the City's basic financial statements or the auditor's report. No such disagreements arose during the course of our audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the management representation letter.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management has informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

**City of Dayton
Required Communication**

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the City, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, operating and regulatory conditions affecting the City, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the City's auditor.

Other Information Included in Annual Reports

Pursuant to professional standards, our responsibility as auditors for other information, whether financial or nonfinancial, included in the City's annual reports, does not extend beyond the information identified in the audit report, and we are not required to perform any procedures to corroborate such other information.

We applied certain limited procedures to the RSI that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the basic financial statements or to the basic financial statements themselves.

Our responsibility also includes communicating to you any information which we believe is a material misstatement of fact. Nothing came to our attention that caused us to believe that such information, or its manner of presentation, is materially inconsistent with the information, or manner of its presentation, appearing in the basic financial statements.

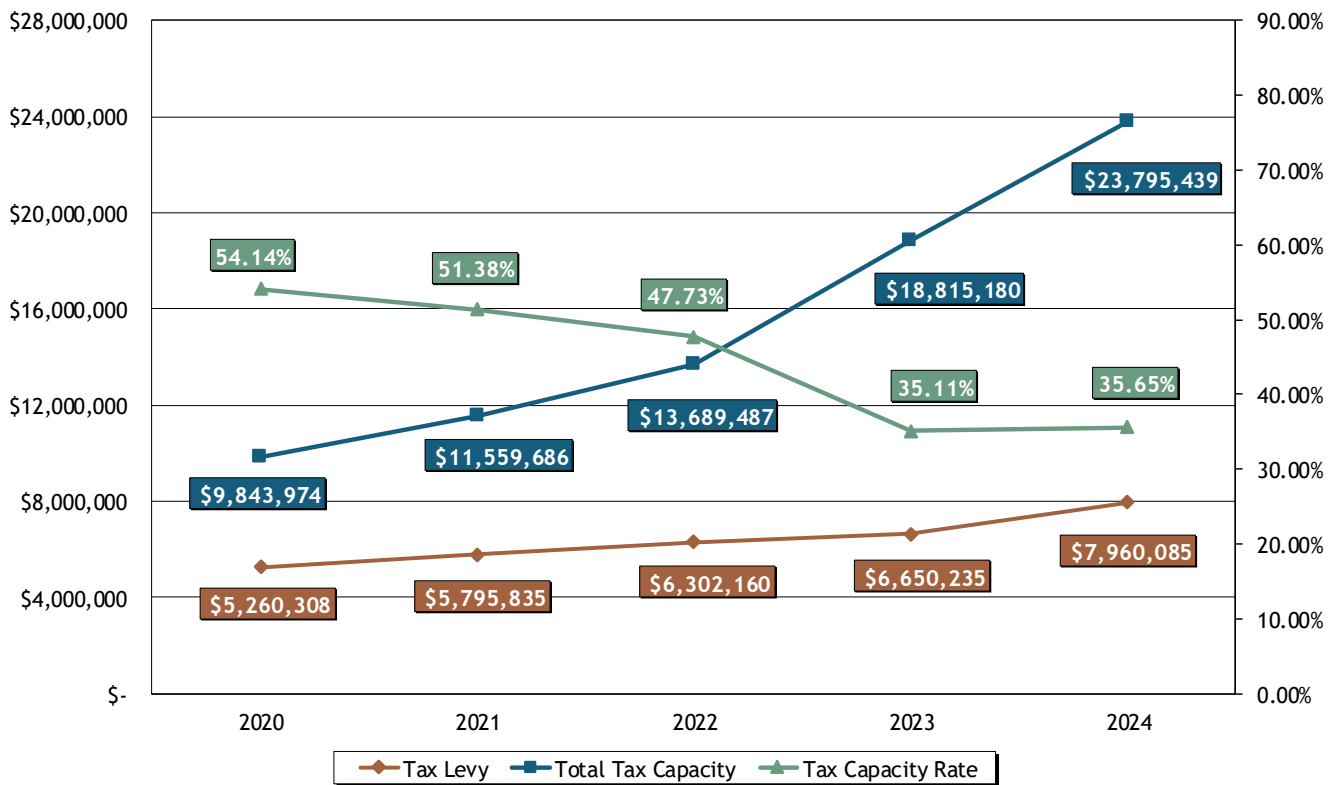
City of Dayton Financial Analysis

The following pages provide graphic representation of select data pertaining to the financial position and operations of the City for the past five years. Our analysis of each graph is presented to provide a basis for discussion of past performance. We suggest you view each graph and document if our analysis is consistent with yours.

Tax Levy, Tax Capacity, and Tax Capacity Rates

In basic terms, the City's tax capacity rate is a percentage amount, which when multiplied by the City's tax capacity, results in the gross property tax levy. Since 2020, the City's levy has increased 51.3% while the tax capacity has increased 141.7%. During 2024, the City's levy increased \$1,309,850, or 19.7%. The total tax capacity increased \$4,980,259 or 26.47%, resulting in an increase in the tax capacity rate to 35.65% from 35.11%.

Property Tax Levy and Tax Capacity



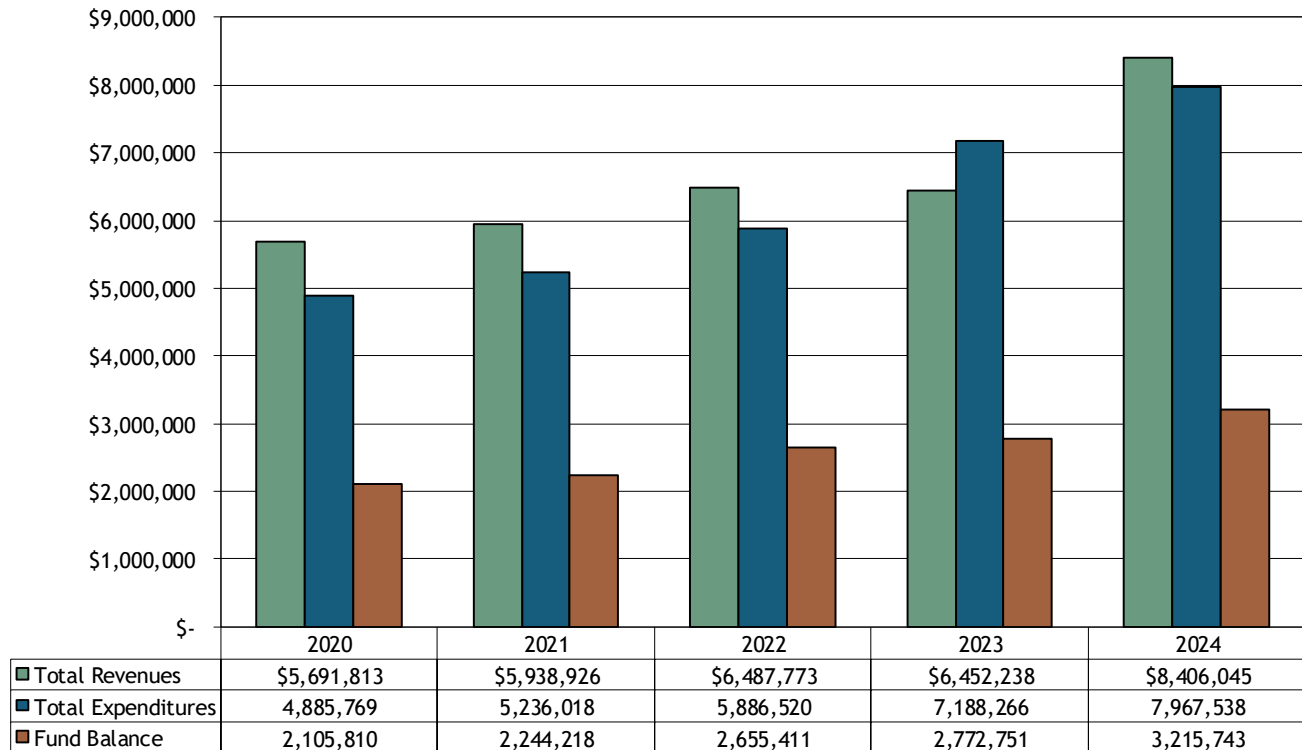
Data obtained from the *Hennepin County Taxing District Information* (www.hennepin.us).

City of Dayton Financial Analysis

General Fund

The following chart presents the City's General Fund data for the past five years:

**General Fund Revenues,
Expenditures, and Fund Balance**



In four of the five years presented above, revenues have exceeded expenditures in the General Fund. Details for revenues and expenditures are discussed on the following pages.

At year-end, the fund balance level increased \$442,992 from 2023, due to the excess of revenues over expenditures. Revenues for the General Fund increased \$1,953,807. There was an increase in general fund expenditures of \$779,272 from 2023. The Office of the State Auditor's recommended level for a city's fund balance is between 35% and 50%. The City's fund balance level was 40.4%, or five months of expenditures, based on 2024 spending levels. This level is up from 38.6% at December 31, 2023.

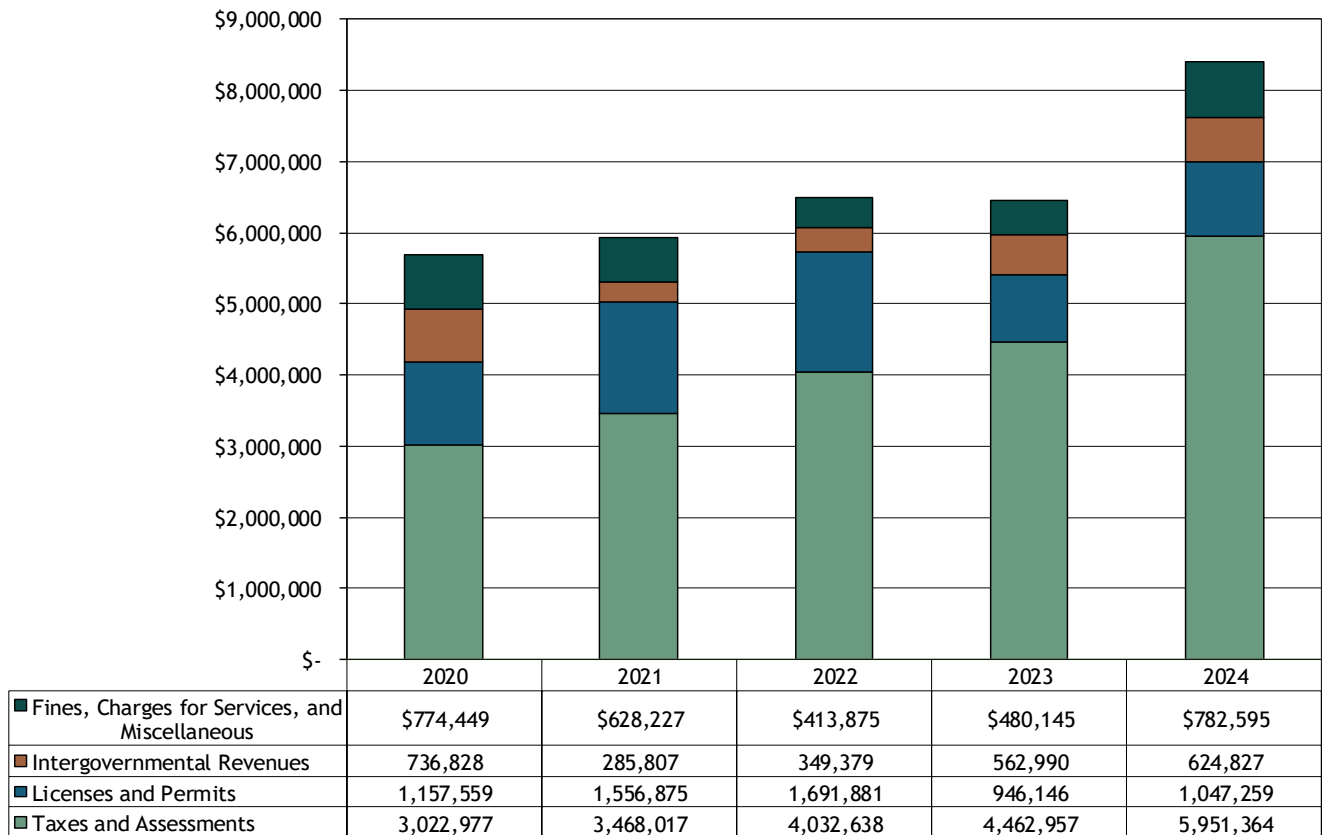
City of Dayton Financial Analysis

General Fund Revenues

The chart below depicts the General Fund revenues by source for the past five years. Overall, revenues increased from \$6,452,238 in 2023 to \$8,406,045 in 2024, or 30.28%.

The main factor contributing to this increase were property tax revenues increasing due to an increase in the levy allocated to the General Fund. Charges for services increased due the change in fee schedules for 2024 as well as increased building activity. Licenses and permits increased due to an increase in building fees collected in 2024.

General Fund Revenues



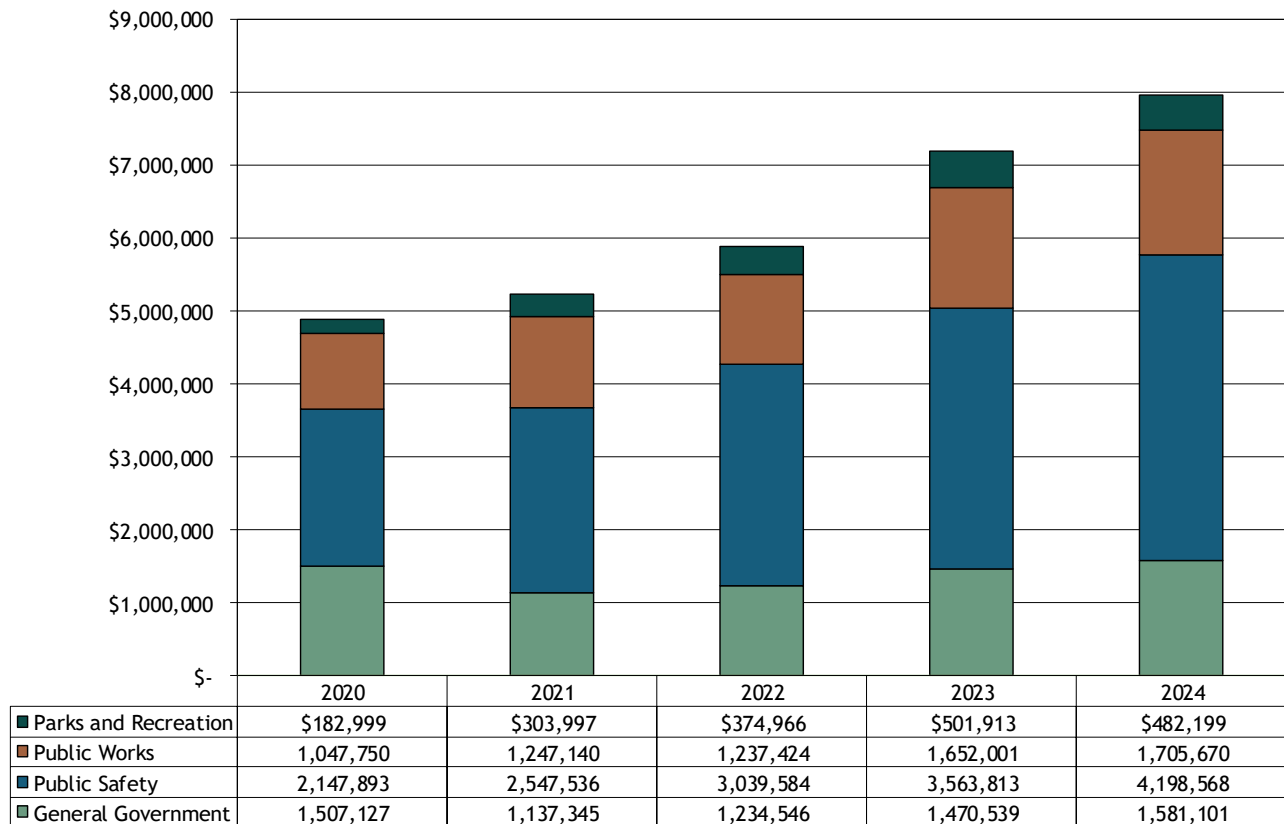
City of Dayton Financial Analysis

General Fund Expenditures

The chart below presents General Fund expenditures by function for the past five years. In total, General Fund expenditures increased by \$779,272 or 10.84%, from \$7,188,266 in 2023, to \$7,967,538 in 2024.

Public safety expenditures increased due the city hiring two new officers and an assistant fire chief in 2024. General government expenditures increased due an increase in wages, as well as an additional floating position added in the current year. Public Works expenditures increased due to an increase in the contract price of recycling.

General Fund Expenditures



City of Dayton Financial Analysis

General Fund Budget and Actual

For the 2024 operating year, the City Council approved a balanced budget. In the end, revenues were 6.1% above budget and expenditures were 0.6% over budgeted amounts.

Overall, General Fund revenues were over budget by \$483,895. Licenses and permit revenues were over budget \$79,059 due to an increase in development activity. Intergovernmental revenue was over budget by \$74,162 as a result of a conservative budget. Revenues from charges for services was over budget \$264,240 as the 2023 fee schedule was used in the budgeting process, prior to the fee schedule being updated for 2024. Miscellaneous revenue was over budget \$105,731 due to the City receiving a large payment from Maple Grove for connection to city streets. Fines and forfeitures were under budget \$61,576 due to the budget anticipating a full-time traffic vehicle to patrol the city that did not happen.

In total, the City's expenditures were \$45,388 over the projected amounts. Public works was over budget \$125,880 as a result of a large increase in the contract price of recycling. General Government was \$193,291 over budget due to the City hiring a consulting planner and completing a large area plan, neither of which were budgeted for. The over budget amounts are offset by public safety and parks and recreation expenses being \$198,192 and \$75,591 under budget, respectively, due to conservative budgeting.

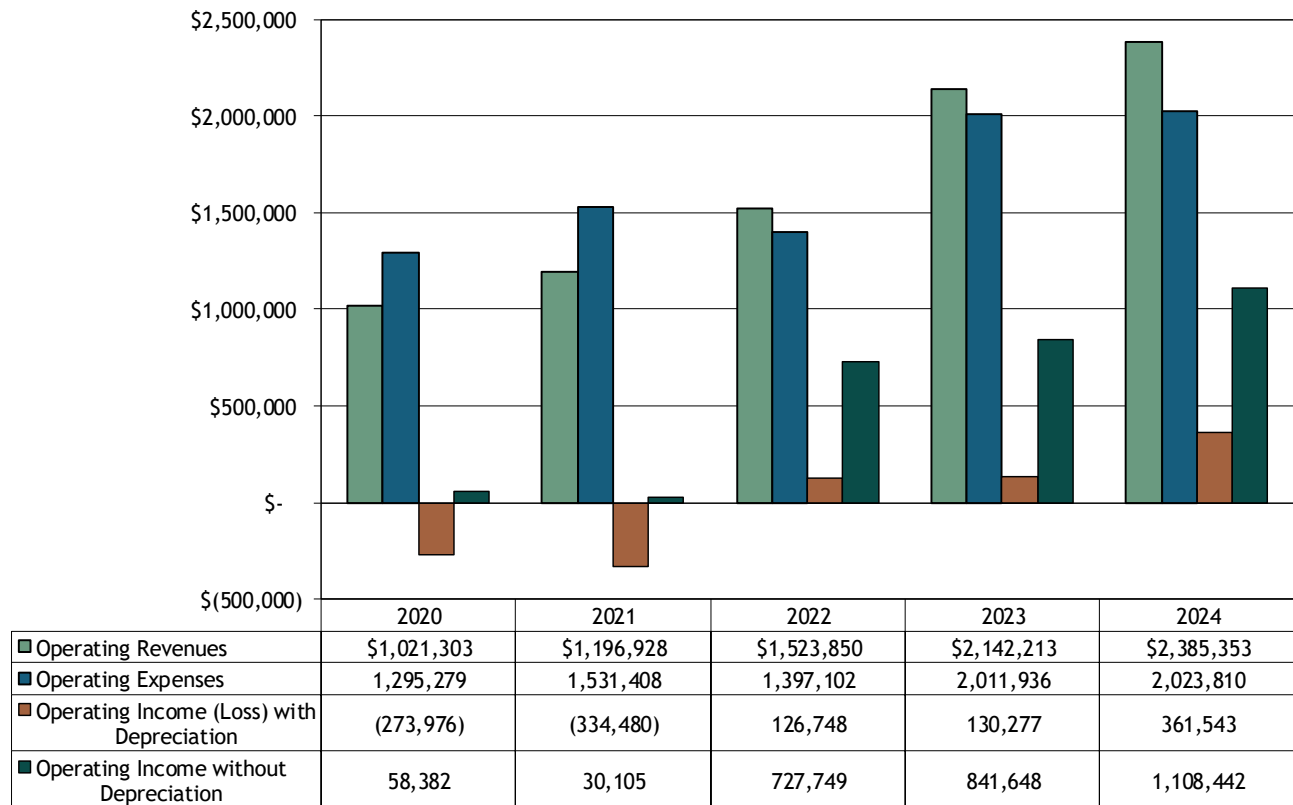
	Budget	Actual Amounts	Over (Under) Budget	Budget Variance
Revenues				
Property taxes	\$ 5,929,085	\$ 5,951,364	\$ 22,279	0.4%
Licenses and permits	968,200	1,047,259	79,059	8.2%
Intergovernmental revenues	550,665	624,827	74,162	13.5%
Charges for services	259,500	523,740	264,240	101.8%
Fines and forfeitures	80,000	18,424	(61,576)	-77.0%
Miscellaneous	134,700	240,431	105,731	78.5%
Total revenues	7,922,150	8,406,045	483,895	6.1%
Expenditures				
General government	1,387,810	1,581,101	193,291	13.9%
Public safety	4,396,760	4,198,568	(198,192)	-4.5%
Public works	1,579,790	1,705,670	125,880	8.0%
Parks and recreation	557,790	482,199	(75,591)	-13.6%
Total expenditures	7,922,150	7,967,538	45,388	0.6%
Other Financing Sources (Uses)				
Proceeds from sale of capital asset	-	4,485	4,485	N/A
Total other financing sources (uses)	-	4,485	4,485	N/A
Net change in fund balances	\$ -	\$ 442,992	\$ 442,992	N/A

City of Dayton Financial Analysis

Water Fund

The financial activity of the City's Water Fund has increased significantly over the course of the last five years as new users continue to be added. 2022 was the first time in the five years presented that the Water Fund had operating income. The liquid, or unrestricted, net position of the fund increased approximately \$355,635 during 2024 to \$8.6 million.

Water Fund

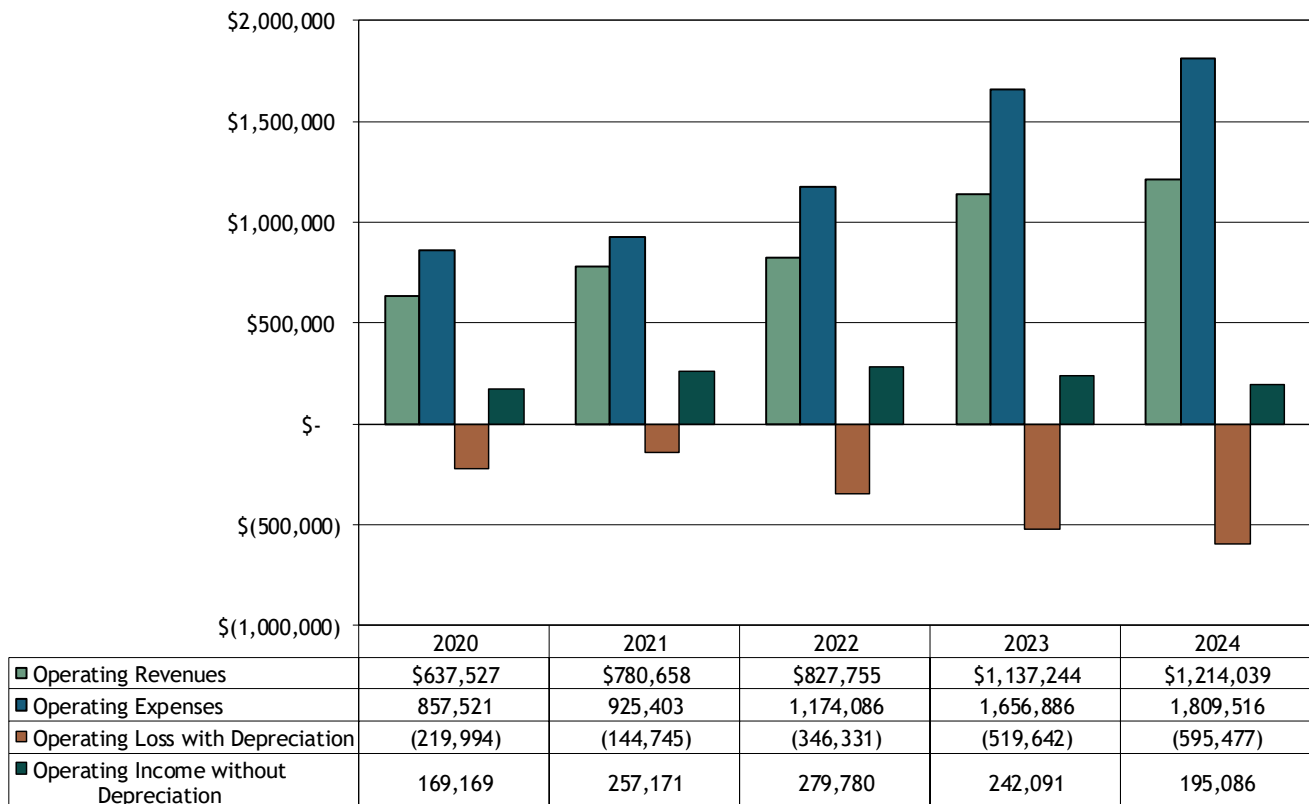


City of Dayton Financial Analysis

Sewer Fund

As with the Water Fund, financial activity of the City's Sewer Fund has increased significantly over the course of the last five years as new users continue to be added. Operating revenue increased due to an overall increase in usage, and operating expenses increased due to an increase in the Met Council rates. Depreciation is a significant driver of the operating losses in the Sewer Fund. This fund also cash flows positively from operations, although its unrestricted net position at year-end of \$3.8 million is significantly below the reserves in the Water Fund.

Sewer Fund



City of Dayton Emerging Issues

Executive Summary

The following is an executive summary of financial related updates to assist you in staying current on emerging issues in accounting and finance. This summary will give you a preview of the new standards that have been recently issued and what is on the horizon for the near future. The most recent and significant updates include:

- **Accounting Standard Update - GASB Statement No. 102 - *Certain Risk Disclosures***
GASB has issued GASB Statement No. 102 relating to risk disclosures. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact.
- **Accounting Standard Update - GASB Statement No. 103 - *Financial Reporting Model Improvements***
GASB has issued GASB Statement No. 103 relating to changes in financial reporting requirements. The changes provide clarity, enhance the relevance of information, provide more useful information for decision-making, and provide for greater comparability amongst government entities.
- **Accounting Standard Update - GASB Statement No. 104 - *Disclosure of Certain Capital Assets***
GASB has issued GASB Statement No. 104 relating to capital asset disclosures. The disclosures required by this Statement provide users of the financial statements with essential information about certain types of capital assets.

The following are extensive summaries of the current updates. As your continued business partner, we are committed to keeping you informed of new and emerging issues. We are happy to discuss these issues with you further and their applicability to your City.

City of Dayton Emerging Issues

Accounting Standard Update - GASB Statement No. 102 - *Certain Risk Disclosures*

The objective of this Statement is to provide users of government financial statements with information about risks related to a government's vulnerabilities due to certain concentrations or constraints that is essential to their analyses for making decisions or assessing accountability.

This Statement provides definitions for concentration and constraint. A concentration is a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority.

This Statement requires a government to assess whether a concentration or constraint could present a risk of financial difficulty. The City will need to make a disclosure in the notes to the financial statements if all three of the following criteria are true:

- The City knows about the concentration or constraint prior to financial statement issuance.
- The concentration or constraint makes the City vulnerable to risk of a substantial impact.
- An event or events associated with the concentration or constraint that could cause a substantial impact have either (1) happened; (2) started to happen; or (3) are more likely than not to start happening within 12 months of the financial statements being issued.

If a government determines the above criteria for disclosure have been met, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. Disclosures are required for the government as a whole as well as any opinion unit in the financial statements that includes outstanding revenue debt. Disclosures can be combined to avoid unnecessary duplication (e.g., a subsequent event footnote).

GASB Statement No. 102 is effective for fiscal years beginning after June 15, 2024. Earlier application is encouraged.

Information provided above was obtained from www.gasb.org.

City of Dayton Emerging Issues

Accounting Standard Update - GASB Statement No. 103 - *Financial Reporting Model Improvements*

The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues.

This Statement addresses 5 areas of the financial statements (1) Management's Discussion and Analysis (MD&A), (2) Unusual or Infrequent Items, (3) Presentation of the Proprietary Fund Statement of Revenues, Expenses, and Changes in Fund Net Position, (4) Major Component Unit Information, and (5) Budgetary Comparison Information.

This Statement continues the requirement that the MD&A precede the basic financial statements as part of the Required Supplementary Information (RSI). This Statement requires that the information presented in MD&A be limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. The Statement stresses that detailed analyses should explain why balances and results of operations changed, rather than stating amounts and "boilerplate" discussions.

This Statement describes unusual or infrequent items as transactions and other events that are either unusual in nature or infrequent in occurrence. Furthermore, governments are required to display the inflows and outflows related to each unusual or infrequent item separately as the last presented flow(s) of resources prior to the net change in resource flows in the government-wide, governmental fund, and proprietary fund statements of resource flows.

This Statement requires that the proprietary fund statement of revenues, expenses, and changes in fund net position continue to distinguish between operating and nonoperating revenues and expenses. The Statement provides clarification regarding operating and nonoperating revenues and expenses. Also, this Statement requires that a subtotal for operating income (loss) and noncapital subsidies be presented before reporting other nonoperating revenues and expenses.

This Statement requires governments to present each major component unit separately in the reporting entity's statement of net position and statement of activities if it does not reduce the readability of the statements. If the readability of those statements would be reduced, combining statements of major component units should be presented after the fund financial statements.

This Statement requires governments to present budgetary comparison information using a single method of communication - RSI. Governments also are required to present (1) variances between original and final budget amounts and (2) variances between final budget and actual amounts. An explanation of significant variances is required to be presented in notes to RSI.

GASB Statement No. 103 is effective for fiscal years beginning after June 15, 2025. Earlier application is encouraged.

Information provided above was obtained from www.gasb.org.

**City of Dayton
Emerging Issues**

Accounting Standard Update - GASB Statement No. 104 - *Disclosure of Certain Capital Assets*

The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets.

This Statement requires certain types of capital assets continue to be disclosed separately in the capital assets note disclosures including presentation of capital assets by major class and separate disclosure of lease assets, subscription assets, and intangible right-to-use assets.

This Statement requires additional disclosures for capital assets held for sale. A capital asset is held for sale if (a) the government has decided to pursue the sale of the capital asset and (b) it is probable that the sale will be finalized within one year of the financial statement date.

Governments should disclose (1) the ending balance of capital assets held for sale, with separate disclosure for historical cost and accumulated depreciation by major class of asset, and (2) the carrying amount of debt for which the capital assets held for sale are pledged as collateral for each major class of asset.

GASB Statement No. 104 is effective for fiscal years beginning after June 15, 2025. Earlier application is encouraged.

Information provided above was obtained from www.gasb.org.

ITEM:

Zoning Map Amendment, 15520 South Diamond Lake Road Rezoning Request from A-1, Agricultural to SA, Special Agricultural related to Enrolling into the State's Metropolitan Agricultural Preserve Program

APPLICANT:

Scott Salonek

PREPARED BY:

Hayden Stensgard, Planner II

BACKGROUND/OVERVIEW:

The owner of 15520 South Diamond Lake Road is seeking a rezoning request related to participation in the State of Minnesota Metropolitan Agricultural Preserve Program, guided by [MN Statute 473H](#). Per the statute language, the subject property is eligible under the following definition:

473H.03 REQUIRED SIZE OF PARCEL; EXCEPTIONS.**Subd. 4. 20-acre exception.**

Contiguous long-term agricultural land comprising not less than 20 acres and surrounded by eligible land on not less than two sides shall be eligible for designation as an agricultural preserve provided the authority by resolution determines that: (i) the land area predominantly comprises Class I, II, III, or irrigated Class IV land according to the Land Capability Classification Systems of the Natural Resources Conservation Service and the county soil survey; (ii) the land area is considered by the authority to be an essential part of the agricultural region; and (iii) the parcel was a parcel of record prior to January 1, 1980, or the land was an agricultural preserve prior to becoming a separate parcel of at least 20 acres.

This property has previously been enrolled in this program as recently as 2022. The applicant filed for this program most recently in 2014, and immediately filed for expiration of the property in the program, which takes 8 years to take place. In 2022, when this property officially expired, the applicant did not reenroll at that time. As such, the property was placed back in A-1 zoning, as the only eligible properties allowed in the SA zoning district are those enrolled in this preserve program. Soil data noting the property falls within one of those eligible classifications is provided as an attachment to this report.

There are currently three other properties enrolled in the program, and they are shown on the zoning map accordingly. The three properties currently enrolled have not filed for expiration from the program (8-year process), and the previously enrolled properties have since expired and are out of the program. The subject property is the most recent property within Dayton to enroll (2014).

CRITICAL ISSUES:

There are no outstanding issues with this request.

PLANNING COMMISSION RECOMMENDATION:

The Planning Commission held a public hearing at their May 1, 2025 regular meeting and unanimously recommended approval of the rezoning request. There was minimal discussion.

STAFF RECOMMENDATION:

Staff recommends approval of the rezoning request. This property is eligible for the program based on the information provided above. Also, being that the property is in the 2040 staging plan for sewer

development, the property is not anticipated for development/redevelopment in the near future. At the time the property is available/eligible for development, the property owner or the City can initiate the expiration of the property from the program. The property owner has the ability to initiate expiration at any time.

A Public Hearing was published by Star Tribune on April 21, 2025, and mailed to property owners within 500 feet of the subject property.

60/120-DAY RULE (IF APPLICABLE):

	60-Days	120-Days
Request for Rezoning	6/17/2025	8/16/2025

ATTACHMENT(S):

Ordinance No. 2025-13

Resolution No. 2025-30

Aerial Photo

City of Dayton Zoning Map

2040 Comprehensive Plan Future Land Use Map

2040 Staging Plan Map

Property Soil Data from the USDA Natural Resources Conservation Service

ORDINANCE NO. 2025-13

**CITY OF DAYTON
COUNTIES OF HENNEPIN AND WRIGHT
STATE OF MINNESOTA**

**AN ORDINANCE TO AMEND THE DAYTON ZONING ORDINANCE BY
AMENDING ZONING DISTRICTS THEREIN**

THE CITY COUNCIL OF THE CITY OF DAYTON DOES ORDAIN:

SECTION 1. **AMENDMENT**. The zoning classification of the property described in Section 2, as shown on the zoning map referred to in Section 1001.04, subd. 2 of the Dayton Zoning Ordinance, is hereby amended from A-1, Agricultural District, to SA, Special Agricultural District.

SECTION 2. **PROPERTY DESCRIPTION**.

PID: 16-120-22-23-0003

Legal Description: THE S 1/2 OF THE SW 1/4 OF THE NW ¼ OF SEC 16 T 120 R 22 AND THE W 335.25 FT OF THE E 1678.35 FT OF THE N ½ OF THE SW 1/4 OF SEC 16 T 120 R 22 EXCEPT ROAD

SECTION 3. **EFFECTIVE DATE**. This Ordinance shall be in full force and effect from and after its passage.

Adopted by the City Council of the City of Dayton this 13th day of May 2025

Mayor Dennis Fisher

ATTEST:

City Clerk Amy Benting

Motion by _____, Second by _____

*Ordinance **approved***

MOTION DECLARED PASSED

Published in the Champlin Dayton Press on

RESOLUTION NO. 30-2025

**CITY OF DAYTON
COUNTIES OF HENNEPIN AND WRIGHT
STATE OF MINNESOTA**

**RESOLUTION SUPPORTING THE PLACING OF LAND IN THE
METROPOLITAN AGRICULTURAL PRESERVE**

WHEREAS, Scott and Connie Salonek (hereinafter referred to as the “Applicants”) of 15520 South Diamond Lake Road have made an application for placement into the Metropolitan Agricultural Preserve Program for the property legally describes as Parcel Identification Number 16-120-22-23-0003 (the S ½ of the SW ¼ of the NW ¼ of Sec 16 T120 R22 and the W 335.25 feet of the E 1678.3.5 Feet of the N ½ of the SW ¼ of Sec. 16 T 120 R22 except road); and

WHEREAS, the Applicant's property was re-zoned SA (Special Agricultural) and the Applicants wish to renew the preserve program designation; and

WHEREAS, the Applicants applied for the renewal of the zoning classification on April 8, 2014; and

WHEREAS, Hennepin County classifies this property as a “farm”, and meets the qualifications of land eligible for the Metropolitan Agriculture Preserve Program as defined in MN Statute 473H; and

NOW THEREFORE, based upon the testimony elicited and information received, the City Council of the City of Dayton makes the following;

FINDINGS

1. Minnesota Statute 473H.03, Subd. 4, describes agricultural zoned properties eligible for the Metropolitan Agricultural Preserve Program as a parcel that meets the following:
 - a. Contiguous long-term agricultural land comprising not less than 20 acres and surrounded by eligible land on not less than two sides shall be eligible for designation as agricultural preserve provided the authority by resolution determines that :
 - i. The land area predominantly comprises Class I, II, III, or irrigated Class IV land according to the Land Capability Classification Systems of the Soil Conservation Service and the county soil survey;
 - ii. The land area is considered by the authority to be an essential part of the agricultural region; and
 - iii. The parcel was a parcel of record prior to January 1, 1980, or the land was an agricultural preserve prior to becoming a separate parcel of at least 20 acres.

DECISION

Based on the foregoing finding, the City Council of the City of Dayton hereby approves the placement of the Property into the Metropolitan Agricultural Program until the Applicants or the City initiate the expiration process out of the program.

ADOPTED this 13th day of May, 2025, by the City of Dayton.

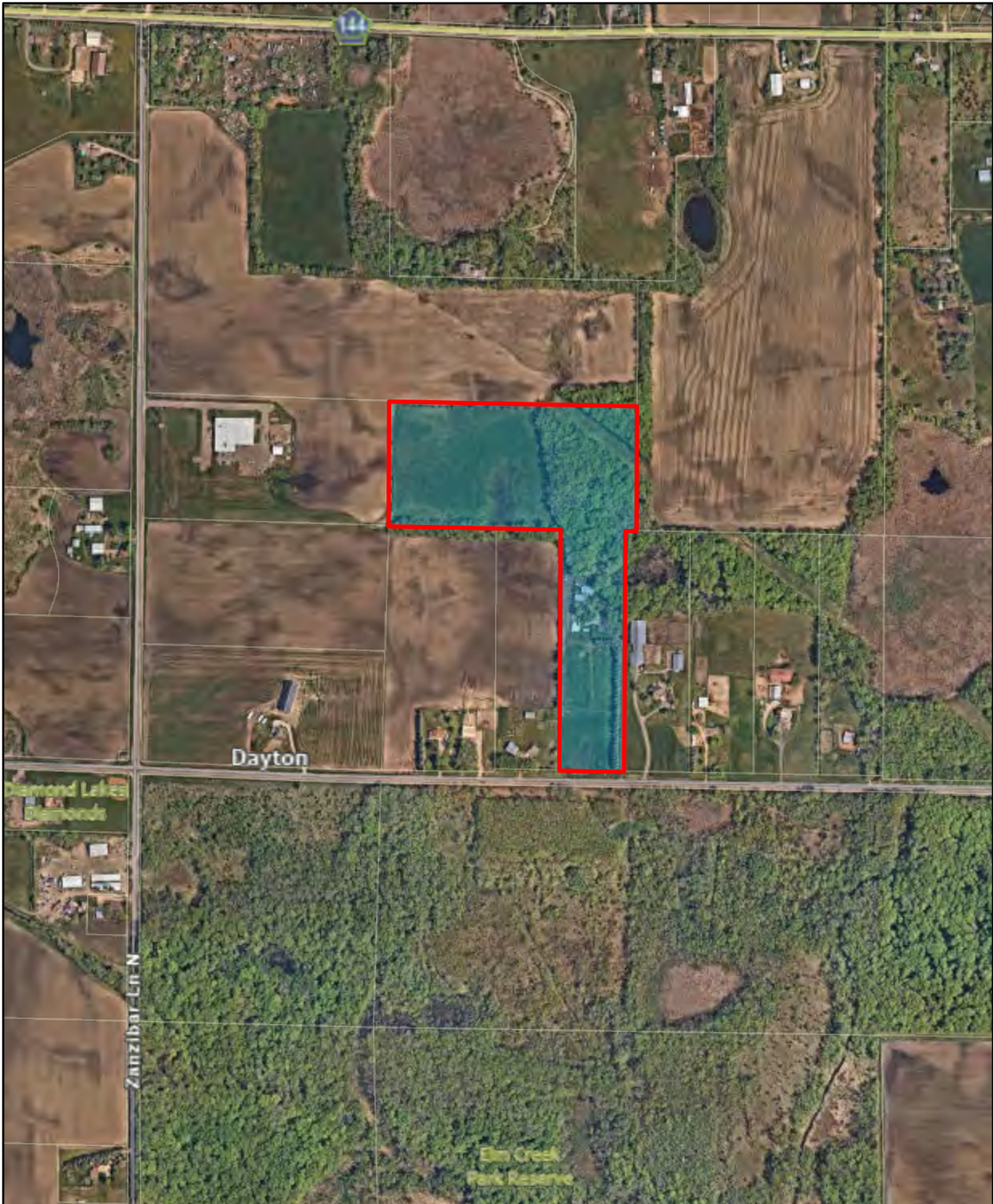
Mayor - Dennis Fisher

City Clerk - Amy Benting



Hennepin County Locate & Notify Map

Date: 4/18/2025



Buffer Size:

Map Comments:

0 205 410 820 Feet
|-----|-----|-----|-----|

This data (i) is furnished 'AS IS' with no representation as to completeness or accuracy; (ii) is furnished with no warranty of any kind; and (iii) is not suitable for legal, engineering or surveying purposes. Hennepin County shall not be liable for any damage, injury or loss resulting from this data.

For more information, contact Hennepin County GIS Office
300 6th Street South, Minneapolis, MN 55487 / gis.info@hennepin.us

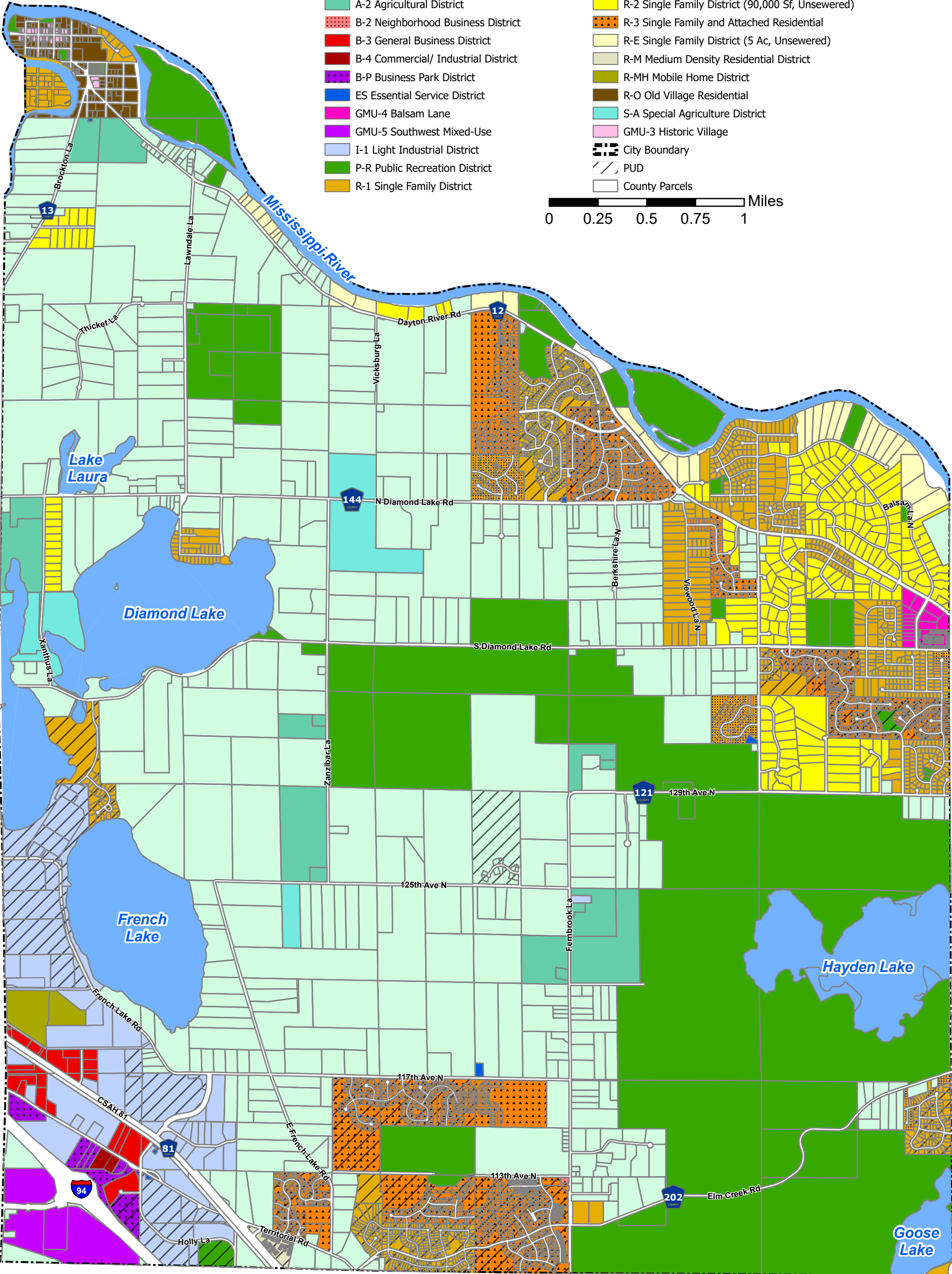
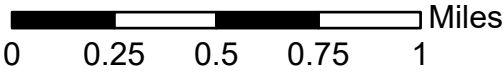
Zoning Map

January 24, 2025

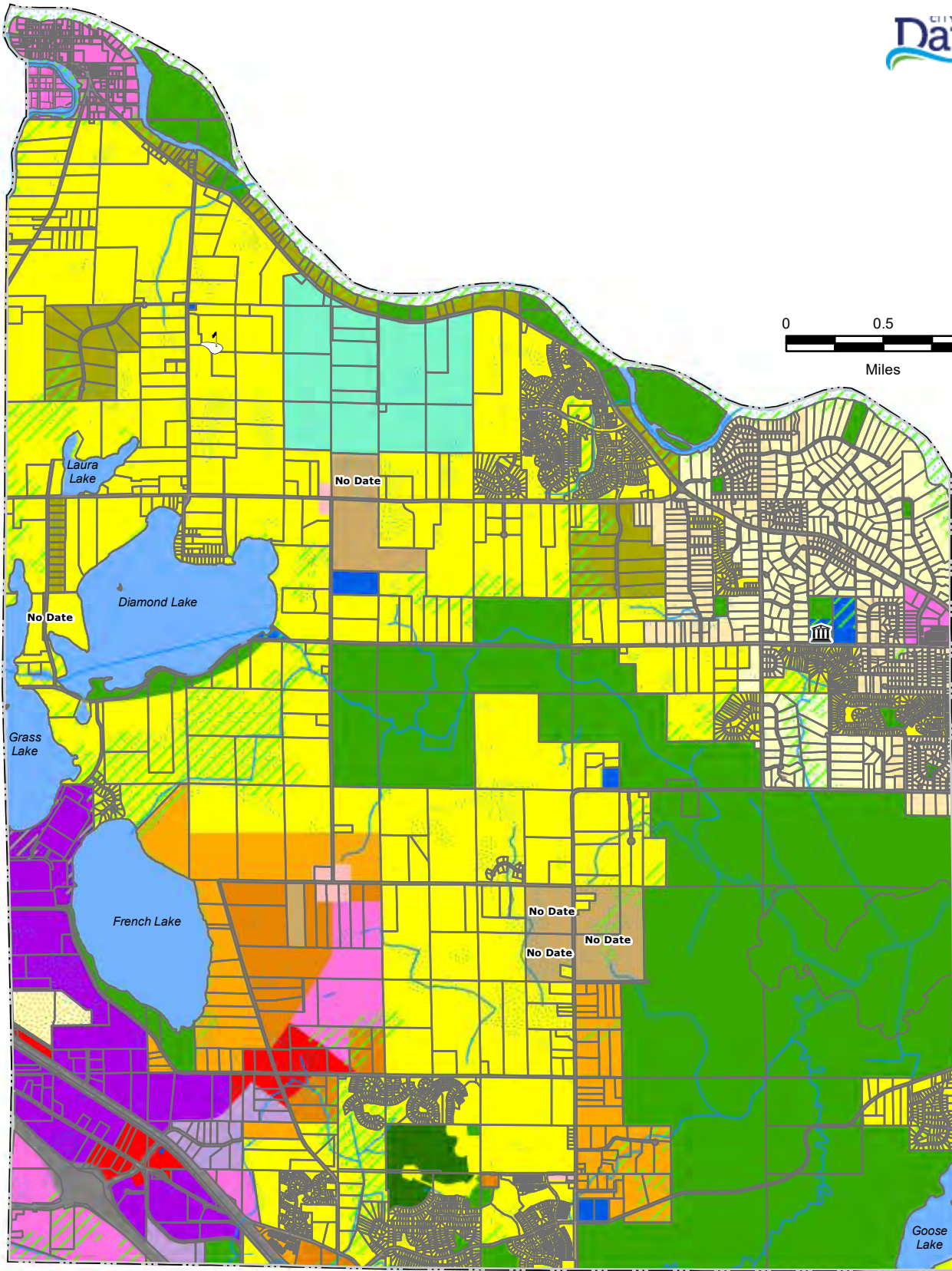


Legend

- | | |
|-------------------------------------|---|
| A-1 Agricultural District | R-1A Single Family Residential |
| A-2 Agricultural District | R-2 Single Family District (90,000 Sf, Unsewered) |
| B-2 Neighborhood Business District | R-3 Single Family and Attached Residential |
| B-3 General Business District | R-E Single Family District (5 Ac, Unsewered) |
| B-4 Commercial/ Industrial District | R-M Medium Density Residential District |
| B-P Business Park District | R-MH Mobile Home District |
| ES Essential Service District | R-O Old Village Residential |
| GMU-4 Balsam Lane | S-A Special Agriculture District |
| GMU-5 Southwest Mixed-Use | GMU-3 Historic Village |
| I-1 Light Industrial District | City Boundary |
| P-R Public Recreation District | PUD |
| R-1 Single Family District | County Parcels |



2040 Future Land Use

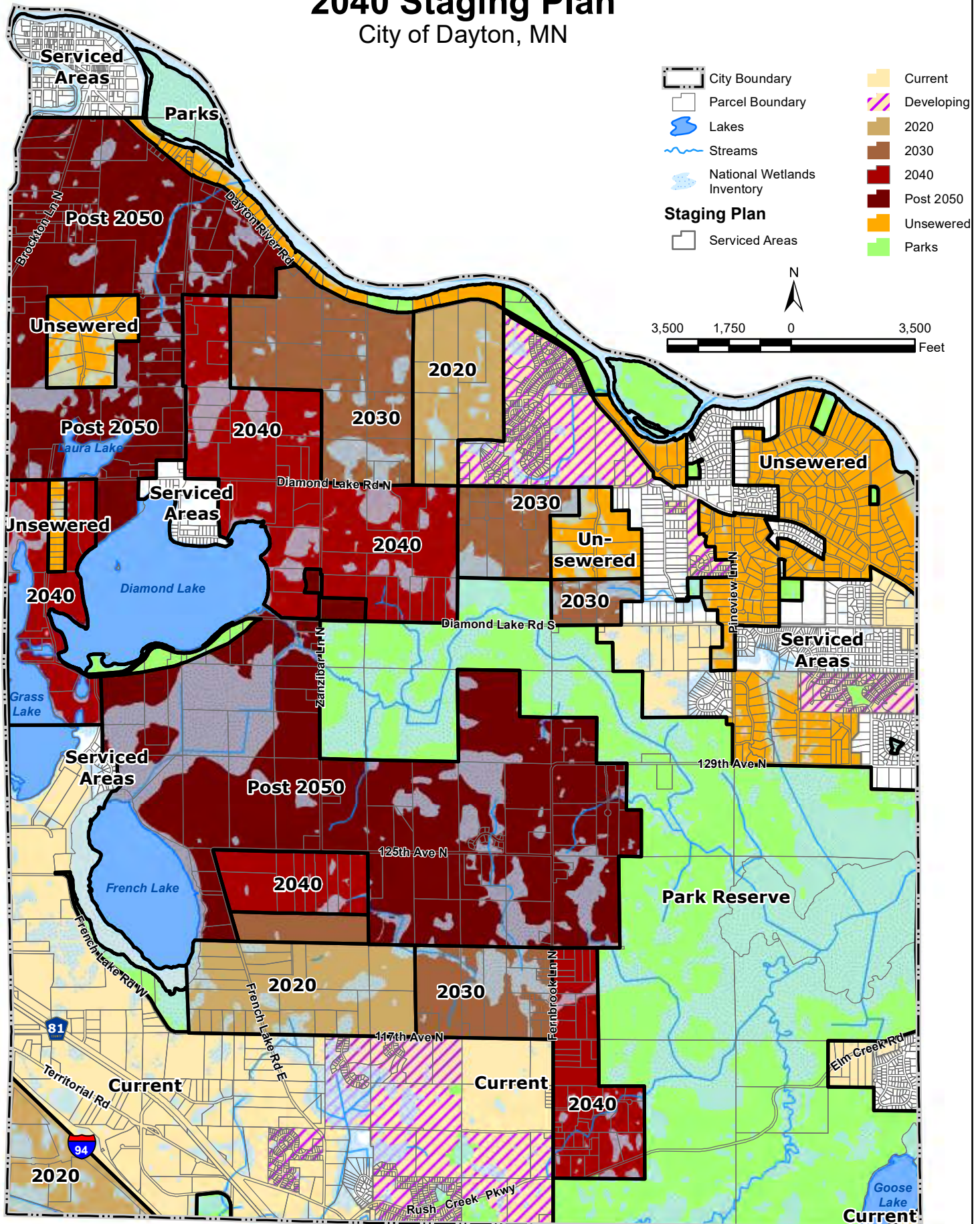


Legend

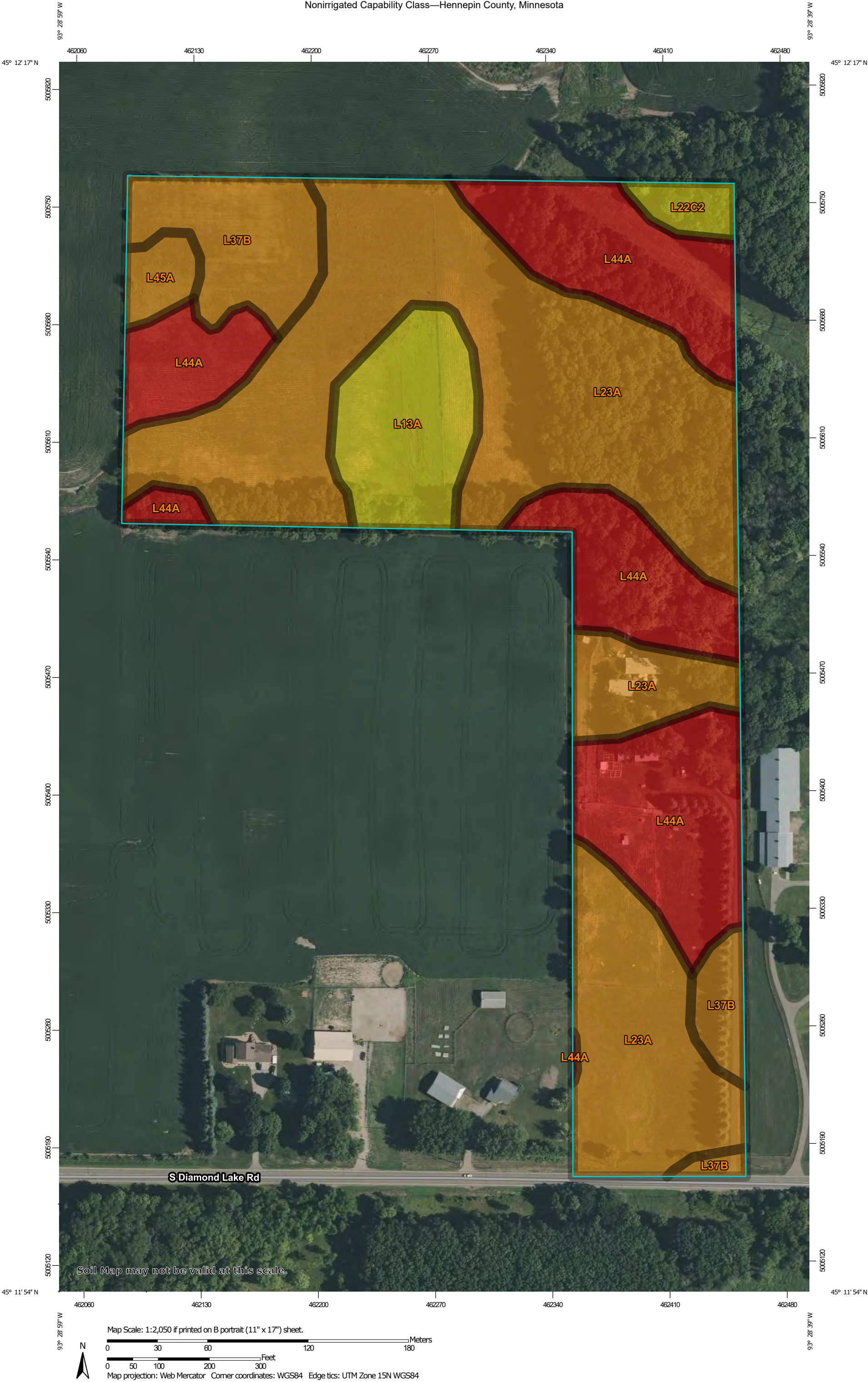
City Boundary	Greenway Overlay	Rural Estate	Existing Mobile Home Park	Mixed Use	Public/Institutional
Parcel Boundary	Agricultural Preserve	Low Density Residential	Master Planned Development	Business Park	Open Water
City Hall	Existing Unsewered Low Density Residential	Medium Density Residential	Neighborhood Commercial	Industrial	Right-of-Way
Golf Course	Existing Sewered Low Density Residential	High Density Residential	Commercial	Park & Open Space	
National Wetlands Inventory				Golf Course	

2040 Staging Plan

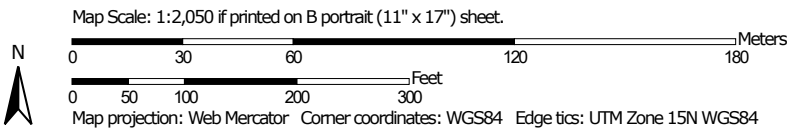
City of Dayton, MN



Note: The Staging Plan represents a progression of sewer that is based on location of existing sanitary sewer and anticipated extension as development progresses. The city does not commit to extensions occurring.



Soil Map may not be valid at this scale.












MAP LEGEND

Area of Interest (AOI)










 Area of Interest (AOI)

Soils



Soil Rating Polygons








-  Capability Class - I
-  Capability Class - II
-  Capability Class - III
-  Capability Class - IV
-  Capability Class - V
-  Capability Class - VI
-  Capability Class - VII
-  Capability Class - VIII
-  Not rated or not available

Soil Rating Lines

-  Capability Class - I
-  Capability Class - II
-  Capability Class - III
-  Capability Class - IV
-  Capability Class - V
-  Capability Class - VI
-  Capability Class - VII
-  Capability Class - VIII
-  Not rated or not available

Soil Rating Points






-  Capability Class - I
-  Capability Class - II

-  Capability Class - III
-  Capability Class - IV
-  Capability Class - V
-  Capability Class - VI
-  Capability Class - VII
-  Capability Class - VIII
-  Not rated or not available


Water Features

 Streams and Canals

Transportation

-  Rails
-  Interstate Highways
-  US Routes
-  Major Roads
-  Local Roads

Background

 Aerial Photography

MAP INFORMATION

The soil surveys that comprise your AOI were mapped at 1:12,000.

Warning: Soil Map may not be valid at this scale.

Enlargement of maps beyond the scale of mapping can cause misunderstanding of the detail of mapping and accuracy of soil line placement. The maps do not show the small areas of contrasting soils that could have been shown at a more detailed scale.

Please rely on the bar scale on each map sheet for map measurements.

Source of Map: Natural Resources Conservation Service
Web Soil Survey URL:
Coordinate System: Web Mercator (EPSG:3857)

Maps from the Web Soil Survey are based on the Web Mercator projection, which preserves direction and shape but distorts distance and area. A projection that preserves area, such as the Albers equal-area conic projection, should be used if more accurate calculations of distance or area are required.

This product is generated from the USDA-NRCS certified data as of the version date(s) listed below.

Soil Survey Area: Hennepin County, Minnesota
Survey Area Data: Version 20, Sep 7, 2024

Soil map units are labeled (as space allows) for map scales 1:50,000 or larger.

Date(s) aerial images were photographed: Jun 29, 2023—Sep 13, 2023

The orthophoto or other base map on which the soil lines were compiled and digitized probably differs from the background imagery displayed on these maps. As a result, some minor shifting of map unit boundaries may be evident.

Nonirrigated Capability Class

Map unit symbol	Map unit name	Rating	Acres in AOI	Percent of AOI
L13A	Klossner muck, 0 to 1 percent slopes	3	2.3	8.1%
L22C2	Lester loam, 6 to 10 percent slopes, moderately eroded	3	0.4	1.5%
L23A	Cordova loam, 0 to 2 percent slopes	2	14.2	50.0%
L37B	Angus loam, 2 to 6 percent slopes	2	2.6	9.1%
L44A	Nessel loam, 1 to 3 percent slopes	1	8.4	29.6%
L45A	Dundas-Cordova complex, 0 to 3 percent slopes	2	0.5	1.7%
Totals for Area of Interest			28.5	100.0%

Description

Land capability classification shows, in a general way, the suitability of soils for most kinds of field crops. Crops that require special management are excluded. The soils are grouped according to their limitations for field crops, the risk of damage if they are used for crops, and the way they respond to management. The criteria used in grouping the soils do not include major and generally expensive landforming that would change slope, depth, or other characteristics of the soils, nor do they include possible but unlikely major reclamation projects. Capability classification is not a substitute for interpretations that show suitability and limitations of groups of soils for rangeland, for woodland, or for engineering purposes.

In the capability system, soils are generally grouped at three levels—capability class, subclass, and unit. Only class and subclass are included in this data set.

Capability classes, the broadest groups, are designated by the numbers 1 through 8. The numbers indicate progressively greater limitations and narrower choices for practical use. The classes are defined as follows:

Class 1 soils have few limitations that restrict their use.

Class 2 soils have moderate limitations that reduce the choice of plants or that require moderate conservation practices.

Class 3 soils have severe limitations that reduce the choice of plants or that require special conservation practices, or both.

Class 4 soils have very severe limitations that reduce the choice of plants or that require very careful management, or both.

Class 5 soils are subject to little or no erosion but have other limitations, impractical to remove, that restrict their use mainly to pasture, rangeland, forestland, or wildlife habitat.

Class 6 soils have severe limitations that make them generally unsuitable for cultivation and that restrict their use mainly to pasture, rangeland, forestland, or wildlife habitat.

Class 7 soils have very severe limitations that make them unsuitable for cultivation and that restrict their use mainly to grazing, forestland, or wildlife habitat.

Class 8 soils and miscellaneous areas have limitations that preclude commercial plant production and that restrict their use to recreational purposes, wildlife habitat, watershed, or esthetic purposes.

Rating Options

Aggregation Method: Dominant Condition

Component Percent Cutoff: None Specified

Tie-break Rule: Higher

ITEM: Request Approval to Advertise for Two Full-time Firefighter Positions

PREPARED BY: Fire Chief Gary Hendrickson

POLICY DECISION / ACTION TO BE CONSIDERED:

Staff requests approval to begin advertising for two previously authorized full-time firefighter positions included in the 2025 budget process.

BACKGROUND:

In response to the Dayton community's growing needs and the increased emergency call volume, the Fire Department requests authorization to recruit and hire two full-time firefighters.

The hiring of these two positions is vital to the department's ability to meet current and future service demands, enhance operational readiness, and support the evolving structure of our duty crew model. The department has experienced sustained growth in call volume, especially during peak daytime hours, and has identified a clear need for more predictable and consistent staffing.

Community Benefits:

- **Improved Service Delivery:** Additional full-time personnel will increase our capacity to respond quickly and effectively to emergencies.
- **Predictable Staffing Model:** Implementing a structured duty crew model—staffing the fire station from 07:00 to 22:00—will bring consistency and dependability to our daily operations.
- **Enhanced Recruitment and Retention:** A predictable duty schedule benefits current and future firefighters by offering better work-life balance, particularly benefiting their families.
- **Support for Long-Term Growth:** These hires will support the city's continued growth and vision of sustainable public safety services and future development within Dayton.
- **Strategic Initiative:** Foster a Safe and Welcoming Community.

CRITICAL ISSUES:

Transition to Duty Crew Model: While this model provides consistency, it may pose challenges for some current paid-on-call firefighters if it does not align with their availability. This could lead to some of our current firefighters resigning.

Relief Association Dissolution: The Dayton Fire Relief Association is looking to dissolve in preparation for the transition. This process requires legal counsel, which comes at a cost to the Relief Association. If the Council is not supportive of moving forward with this staffing model and transition. We respectfully ask that direction be

provided **now** to prevent the Relief Association from incurring unnecessary legal fees. The Relief Association pays the costs of dissolution. The Relief cannot be dissolved unless there is an identified model for replacing their retirement requirement, which is now noted as the duty crew model with FT staffing all incorporated into the Police and Fire PERA Plan.

RECOMMENDATION:

Staff recommend that the City Council approve the advertisement and hiring of two full-time firefighters and formally support transitioning to a duty crew staffing model. This strategic shift will enhance service delivery, improve staffing consistency, and better position the department to meet the community's growing needs. The current budget aligns with this recommendation.

ATTACHMENT(S):

Will be given during the meeting