

AITKIN COUNTY AUDITED FINANCIAL STATEMENTS AND THE PAID VENDOR REPORT FOR THE YEAR ENDED DECEMBER 31, 2020
GOVERNMENT-WIDE FINANCIAL STATEMENTS (continued from previous page)

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2020

	General	Road and Bridge	Health and Human Services	Forfeited Tax Sale	Capital Projects	Nonmajor Funds	Total
REVENUES							
Taxes	\$ 8,803,954	\$ 2,318,550	\$ 2,783,890	\$ -	\$ -	\$ 878,512	\$ 14,784,906
Licenses and Permits	521,172	-	-	-	-	-	521,172
Intergovernmental	6,880,845	9,019,279	3,629,756	338,553	-	262,992	20,131,425
Charges for Services	850,040	515,572	439,505	26,116	-	-	1,831,233
Gifts and Contributions	1,800	-	-	-	-	-	1,800
Investment Earnings	64,424	-	-	-	28,357	13,773	106,554
Miscellaneous	579,014	87,966	342,343	1,608,114	18,998	490,955	3,127,390
Total Revenues	17,701,249	11,941,367	7,195,494	1,972,783	47,355	1,646,232	40,504,480
EXPENDITURES							
CURRENT							
General Government	6,908,131	-	-	102,269	2,230,443	2,849	9,243,692
Public Safety	6,562,559	-	-	-	-	34,944	6,597,503
Highways and Streets	-	10,910,387	-	-	-	121,226	11,031,613
Sanitation	398,877	-	-	-	-	-	398,877
Human Services	-	-	5,532,839	-	-	-	5,532,839
Health	3,717	-	850,513	-	-	-	854,230
Culture and Recreation	950,157	-	-	-	-	-	950,157
Conservation of Natural Resources	532,459	-	-	1,572,030	-	854,588	2,959,077
Economic Development	985,591	-	-	-	-	-	985,591
INTERGOVERNMENTAL							
Highways and Streets	-	455,617	-	-	-	-	455,617
DEBT SERVICE							
Principal	34,634	-	-	-	-	375,000	409,634
Interest	-	-	-	-	-	332,190	332,190
Total Expenditures	16,376,125	11,366,004	6,383,352	1,674,299	2,230,443	1,720,797	39,751,020
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,325,124	575,363	812,142	298,484	(2,183,088)	(74,565)	753,460
OTHER FINANCING SOURCES (USES)							
Insurance Proceeds	44,784	-	-	-	-	-	44,784
Loans Issued	28,500	-	-	-	-	-	28,500
Transfers In	75,209	11,955	334,706	-	54,871	445,826	922,567
Transfers Out	(558,109)	(117,162)	-	(224,625)	(244,916)	(169,887)	(1,314,699)
Total Other Financing Sources (Uses)	(409,616)	(105,207)	334,706	(224,625)	(190,045)	275,939	(318,848)
NET CHANGE IN FUND BALANCE	915,508	470,156	1,146,848	73,859	(2,373,133)	201,374	434,612
Fund Balance - January 1	12,607,314	4,172,528	4,021,192	2,314,284	1,235,906	2,521,631	26,872,855
Increase (Decrease) in Inventories	-	(192,525)	-	-	-	-	(192,525)
FUND BALANCE - DECEMBER 31	\$ 13,522,822	\$ 4,450,159	\$ 5,168,040	\$ 2,388,143	\$ (1,137,227)	\$ 2,723,005	\$ 27,114,942

AITKIN COUNTY, MINNESOTA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES DECEMBER 31, 2020

Net change in fund balances - total governmental funds	\$ 434,612	whereas, those amounts are deferred and amortized over the life of the debt in the statement of net position.
Amounts reported for governmental activities in the statement of activities are different because:		
In the funds, under the modified accrual basis, receivables not available for expenditure are deferred. In the statement of activities, those revenues are recognized when earned. The adjustment to revenue between the fund statements and the statement of activities is the increase or decrease in unavailable revenue.		Debt Issued
Unavailable Revenue - December 31	\$ 3,058,626	Direct Borrowing - Septic Loans
Unavailable Revenue - January 1	(5,477,812)	Principal Repayments
		General Obligation Bonds
		Direct Borrowing - Septic Loans
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Also, in the statement of activities, only the gain or loss on the disposal of assets is reported; whereas, in the governmental funds, the proceeds from the sale increase financial resources. Therefore, the change in net position differs from the change in fund balance by the net book value of the assets sold.		Change in joint venture does not provide current financial resources and is not reported as revenue or expenses in the funds. (11,604)
Asset Adjustments	10,572,281	
Current Year Depreciation	(3,724,089)	6,848,192
Issuing long-term debt provides current financial resources to governmental funds, while the repayment of debt consumes current financial resources. Neither transaction has any effect on net position. Also, governmental funds report the net effect of premiums, discounts, and similar items when debt is first issued;		Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.
		Change in Compensated Absences
		Amortization of Premium
		Change in Inventories
		Change in Deferred Outflows of Resources - Pensions
		Change in Total Other Postemployment Benefits
		Change in Deferred Outflows of Resources - Other Postemployment Benefits
		Change in Net Pension Liability
		Change in Deferred Inflows of Resources - Pensions
		Change in Deferred Inflows of Resources - Other Postemployment Benefits
		Change in Net Position of Governmental Activities
		\$ 5,926,167

PROPRIETARY FUND

AITKIN COUNTY, MINNESOTA - STATEMENT OF NET POSITION - LONG LAKE CONSERVATION CENTER ENTERPRISE FUND - DECEMBER 31, 2020

ASSETS			
CURRENT ASSETS			
Inventories	\$ 8,322	Compensated Absences Payable - Current	3,219
RESTRICTED ASSETS		Due to Other Funds	343
Cash and Pooled Investments	2,036	Other Postemployment Benefits Liability - Due in Less than One Year	1,714
NONCURRENT ASSETS		Total Current Liabilities	9,565
Capital Assets:		NONCURRENT LIABILITIES	
Nondepreciable	15,400	Net Pension Liability	170,391
Depreciable - Net	2,900,200	Other Postemployment Benefits Liability - Due in More than One Year	17,559
Total Noncurrent Assets	2,915,600	Total Noncurrent Liabilities	187,950
Total Assets	2,925,958	Total Liabilities	197,515
DEFERRED OUTFLOWS OF RESOURCES		DEFERRED INFLOWS OF RESOURCES	
Deferred Pension Outflows	13,243	Deferred Pension Inflows	10,011
Deferred OPEB Outflows	1,769	Deferred OPEB Inflows	702
Total Deferred Outflows of Resources	15,012	Total Deferred Inflows of Resources	10,713
LIABILITIES		NET POSITION	
CURRENT LIABILITIES		Investment in Capital Assets	2,915,600
Accounts Payable	2,315	Restricted for:	
Salaries Payable	1,974	Publications	2,036
		Unrestricted	(184,894)
		Total Net Position	\$ 2,732,742

AITKIN COUNTY, MINNESOTA - STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN FUND NET POSITION - LONG LAKE CONSERVATION CENTER ENTERPRISE FUND
YEAR ENDED DECEMBER 31, 2020

OPERATING REVENUES		Resale	7,122
Tenant Rent	\$ 7,200	Total Operating Expenses	440,767
Program Packages	87,359	OPERATING LOSS	(315,602)
Resale	8,804	NONOPERATING REVENUES (EXPENSES)	
Miscellaneous	21,802	Intergovernmental	832
Total Operating Revenues	125,165	Insurance Proceeds	4,908
OPERATING EXPENSES		Gain from Sale of Capital Assets	1,885
Personal Services	173,612	Total Nonoperating Revenues	7,625
Employee Benefits and Payroll Taxes	(21,557)	LOSS BEFORE TRANSFERS	(307,977)
Other Services and Charges	33,527	Transfers In	392,132
Supplies	25,108	CHANGE IN NET POSITION	84,155
Utilities	44,021	Net Position - January 1	2,648,587
Advertising	1,195	NET POSITION - DECEMBER 31	\$ 2,732,742
Insurance	16,924		
Staff Training	56		
Postage	268		
Depreciation	160,491		

AITKIN COUNTY, MINNESOTA - STATEMENT OF CASH FLOWS - LONG LAKE CONSERVATION CENTER ENTERPRISE FUND - YEAR ENDED DECEMBER 31, 2020

CASH FLOWS FROM OPERATING ACTIVITIES		to Net Cash Used by Operating Activities	
Receipts from Customers and Users	\$ 125,165	Depreciation	160,491
Payments to Suppliers	(145,096)	(Increase) Decrease in Assets and Deferred Outflows of Resources:	
Payments to Employees	(297,336)	Inventory	(1,622)
Net Cash Used by Operating Activities	(317,267)	Deferred OPEB Outflows	(620)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		Deferred Pension Outflows	5,876
Interfund Borrowing	306,282	Increase (Decrease) in Liabilities and Deferred Inflows of Resources:	
Intergovernmental	832	Accounts Payable	(15,253)
Insurance Proceeds	4,908	Salaries Payable	(26,412)
Net Cash Provided by Noncapital Financing Activities	312,022	Compensated Absences Payable	(20,133)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		Net Pension Liability	(64,969)
Gain from Sale of Capital Assets	3,895	Deferred Pension Inflows	(39,206)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,350)	Total Other Postemployment Benefits Payable	33
Cash and Cash Equivalents - Beginning of Year	3,386	Deferred OPEB Inflows	150
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 2,036	Net Cash Used by Operating Activities	\$ (317,267)
RECONCILIATION OF OPERATING LOSS TO CASH FLOWS FROM OPERATING ACTIVITIES		RECONCILIATION OF CASH AND EQUIVALENTS TO THE BALANCE SHEET	
Operating Loss	\$ (315,602)	Restricted Cash and Pooled Investments	\$ 2,036
Adjustments to Reconcile Operating Loss			

FIDUCIARY FUNDS
AITKIN COUNTY, MINNESOTA - STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS - DECEMBER 31, 2020

	Social Welfare Private-Purpose Trust Fund	Custodial Funds
ASSETS		
Cash and Pooled Investments	\$ 38,211	\$ 1,072,788
Due From Other Governments	-	18,353
Taxes For Other Governments	-	345,776
Total Assets	38,211	1,436,917
LIABILITIES		
Accounts Payable	-	1,992
Due to Other Governments	-	946,604
Total Liabilities	-	948,596
DEFERRED INFLOWS OF RESOURCES		
Property Taxes Collected for Subsequent Period	-	8,009
NET POSITION		
Restricted for:		
Individuals, Organizations, and Other Governments	\$ 38,211	\$ 480,312

FIDUCIARY FUNDS
AITKIN COUNTY, MINNESOTA - STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS - DECEMBER 31, 2020

	Social Welfare Private-Purpose Trust Fund	Custodial Funds
ADDITIONS		
Contributions - Individuals	\$ 396,052	\$ 42,525
Intergovernmental	-	69,607
Property Tax Collections for Other Governments	-	10,311,832
Fee Collections for Other Governments and Organizations	-	6,185
License and Fees Collected for State	-	7,430,931
Recoveries	-	441,593
Miscellaneous	-	82
Total Additions	396,052	18,302,755
DEDUCTIONS		
Beneficiary Payments to Individuals	373,965	42,525
Payments of Property Tax to Other Governments	-	10,387,122
Payments to State	-	7,871,115
Payments to Other Entities	-	85,835
Miscellaneous	-	634
Total Deductions	373,965	18,387,231
Net Increase (Decrease) in Fiduciary Net Position	22,087	(64,476)
Fiduciary Net Position - Beginning of Year	-	-
Change in Accounting Principle	16,124	564,788
Fiduciary Net Position - Beginning of Year, as Restated	16,124	564,788
FIDUCIARY NET POSITION - END OF YEAR	\$ 38,211	\$ 480,312