

# **Annual Comprehensive Financial Report**

**of the**

# **City of Hopkins, Minnesota**

For The Year Ended  
December 31, 2024

Prepared by the Department of Finance

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Annual Comprehensive Financial Report  
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INTRODUCTORY SECTION

CITY OF HOPKINS  
HOPKINS, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2024

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## City of Hopkins

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Web address: [www.hopkinsmn.com](http://www.hopkinsmn.com)

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June 24, 2025

To the Honorable Mayor, Members of the Hopkins City Council and the Residents of the City of Hopkins, Minnesota:

The Annual Comprehensive Financial Report of the City of Hopkins, Minnesota (the City) for the fiscal year ended December 31, 2024 is hereby submitted. This report was prepared in accordance with U.S. generally accepted accounting principles (GAAP) as established by the Governmental Accounting Standards Board (GASB) and meets the requirements of the Minnesota State Auditor's Office.

This report consists of management's representations concerning the finances of the City of Hopkins. Consequently, management assumes full responsibility for both the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Hopkins has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Hopkins financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Hopkins comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Hopkins financial statements have been audited by Abdo LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Hopkins for the fiscal year ended December 31, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering unmodified opinions that the City of Hopkins financial statements for the fiscal year ended December 31, 2024, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found in the financial section of this report immediately following the report of the independent auditors.

## **Profile of the Government**

Hopkins was first settled in 1853 and was incorporated as the Village of West Minneapolis in 1893. The name was changed in 1928 to Hopkins after one of the early residents. The original territory of incorporation was three square miles, but successive annexation since 1946 has enlarged this area by one-third. In 1947, the residents of the area adopted a City Charter with a Council/Manager form of government. The governing council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees and hiring the City Manager. The government's manager is responsible for carrying out the policies and ordinances of the government, for overseeing day-to-day operations of the government and for appointing the heads of the government's departments.

The report includes all funds of the City, including the City's Housing and Redevelopment Authority (HRA). The City provides a full range of services including general government, public safety, highways and streets, urban redevelopment and housing, culture and recreation, and health and welfare. In addition to general municipal activities, the City provides water, sewer, storm sewer and refuse services and operates an ice arena. Low-income rental housing is a function of the HRA. The Hopkins Fire Relief Association has not met the established criteria for inclusion in the reporting entity, and accordingly is excluded from this report.

The annual budget serves as the foundation for the City of Hopkins financial planning and control. All departments of the City of Hopkins are required to submit requests for appropriation to the Finance Director by June of each year. The Finance Director uses these requests as the starting point for developing a proposed budget. The Finance Director then presents this proposed budget to the Council for review prior to September 30th. The Council is required to hold public hearings on the proposed budget and to adopt a final budget no later than December 31, the close of the City of Hopkins fiscal year.

The appropriated budget is prepared by fund and department. Department heads may make transfers of appropriations within a department. Transfers of appropriations between funds require approval of the City Council. Budget to actual comparisons are provided in this report for each individual governmental fund for which an annual budget has been adopted. For the General Fund and the major Special Revenue Funds this comparison is presented on pages 44-48 as part of the basic financial statements for the governmental funds. For governmental funds, other than the General fund and major Special Revenue Funds, with annual budgets, this comparison is presented in the combining and individual fund statements and schedules subsection of this report on pages 106-107

## **Factors Affecting Financial Condition**

The City of Hopkins, consisting of 2,504 acres, is located in Hennepin County on the westerly fringe of the Minneapolis urban area. The City, as part of the Minneapolis-St. Paul metropolitan complex, is readily accessible by the many highways and railways leading into the area. This easy access prompted steady growth for the City of Hopkins during its formative years. In response to this growth the City developed goals of working towards a planned community, with its policies directed toward sound ratios of residential, commercial and industrial components, with the

current tax base approximately 77% single family residential and apartments, and 23% commercial-industrial. The city's population has grown slightly. The City is largely developed, but has seen increased interest from developers since 2018 after the ground breaking for Southwest Light Rail Transit, a fourteen mile light rail line with three stops in Hopkins.

The City Council and staff along with an organized group of concerned partners determined what the Vision and the Mission of the City of Hopkins should be. Participation in this project was very high and the resulting Vision and Mission are as follows:

#### Community Vision

Creating a spirit of community where:

- All people feel safe and respected, and diversity is celebrated.
- Business growth is supported and a vibrant downtown is maintained.
- People enjoy exceptional government services, neighborhoods and outstanding schools.

#### City of Hopkins Mission

- Inspire, Educate, Involve, Communicate

### **Economic Condition and Outlook**

Hopkins continues to see an upward trend in economic and redevelopment opportunities within the City. The ground breaking for Southwest Light Rail Transit (SWLRT) occurred during 2018. The project will continue to be a catalyst for development along its corridor, including in Hopkins. Development activity is also the result of successful planning on the part of the city council and city staff. Efforts are being made for continued development and growth for 2025 and beyond.

### **Long-term financial planning**

The City of Hopkins has a strategic plan for economic development and has completed extensive planning work in anticipation of the Southwest Light Rail Transit (SWLRT) line and the three Hopkins LRT stations. As a part of the plans, the City of Hopkins intends to pursue various development and redevelopment efforts throughout the City.

### **Future projects**

The City has established a street reconstruction and utility program based on a street condition survey and monitoring of water, sanitary sewer and storm sewer infrastructure. The streets and utilities found in poor condition and future problem streets will be systematically included for repairs in the five-year Capital Improvement Plan.

The City has adopted a Park System Master plan to establish a 20-year vision for the Hopkins park, open and public spaces system. The plan is based on anticipated demographic, economic, and recreation trends and preferences, and social changes. The plan will help guide park projects included in the City's five-year Capital Improvement Plan.

Certificate of Achievement For  
Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial reporting to the City of Hopkins for its annual comprehensive finance report for the fiscal year ended December 31, 2024. In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting, a governmental unit must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both U.S. generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

We wish to express our appreciation to the Mayor and City Council for their continued interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner. We also want to express our appreciation to the Finance Department staff for their work in preparing this report.

Respectfully submitted,



Michael J. Mornson  
City Manager



Nick Bishop, CPA  
Finance Director



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Hopkins  
Minnesota**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2023

*Christopher P. Morill*

Executive Director/CEO

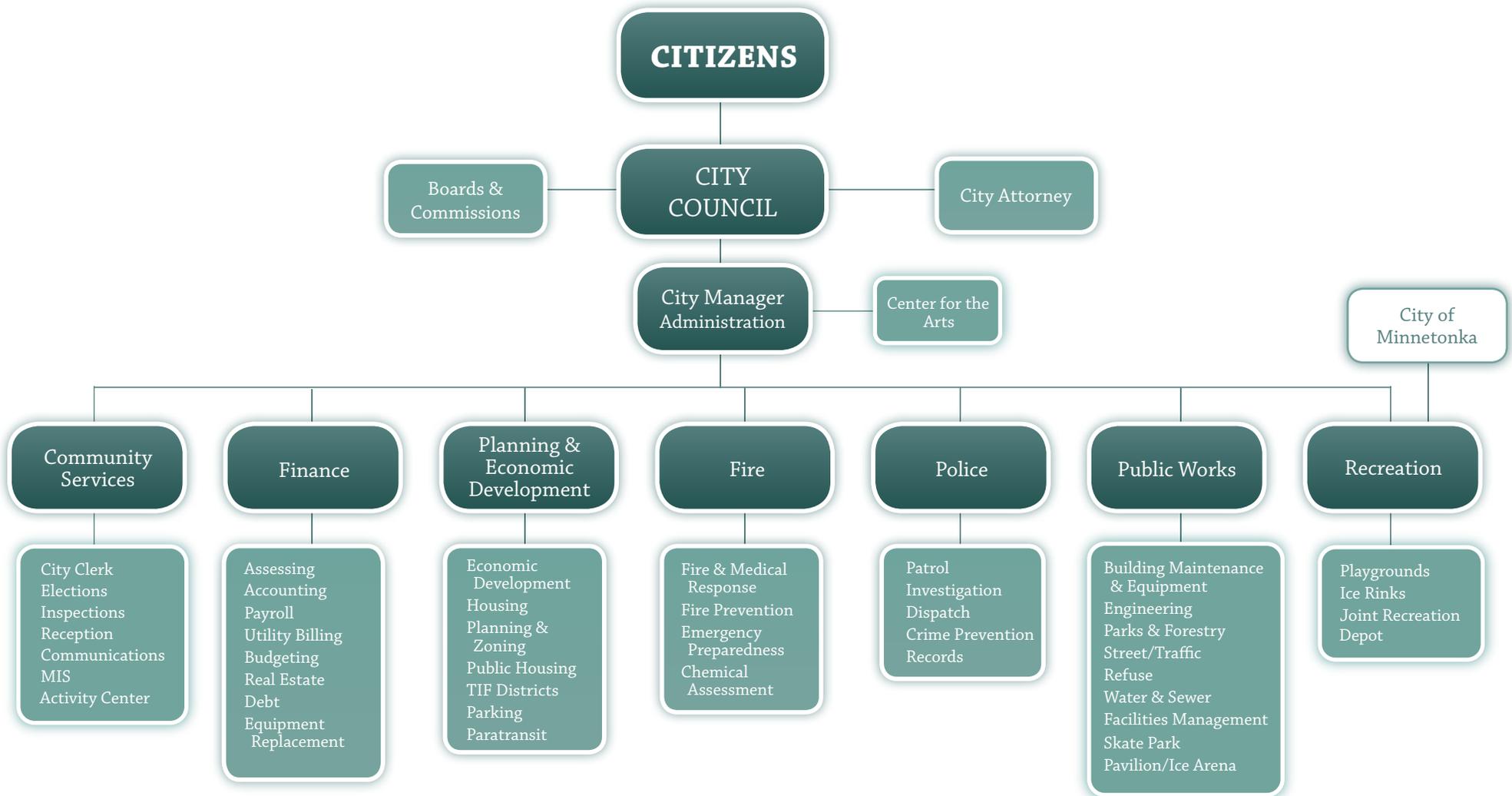
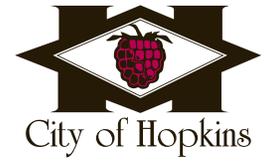
City of Hopkins, Minnesota  
 Elected and Appointed Officials  
 For the Year Ended December 31, 2024

**ELECTED**

Name	Title	Term Expires
Patrick Hanlon	Mayor	12/31/25
Ben Goodland	Council Member	12/31/27
Heidi Garrido	Council Member	12/31/25
Brian Hunke	Council Member	12/31/27
Aaron Kuznia	Council Member	12/31/25

**APPOINTED**

Name	Title
Mike Mornson	City Manager
Kersten Elverum	Director of Planning & Development
Casey Casella	Assistant City Manager
Nick Bishop	Director of Finance
Kelly O'dea	Recreation Director
Brent Johnson	Police Chief
Dale Specken	Fire Chief
Chuck Autio	Director of Public Works



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FINANCIAL SECTION  
CITY OF HOPKINS  
HOPKINS, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2024

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## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council  
City of Hopkins, Minnesota

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Hopkins, Minnesota (the City), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above 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 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, Economic Development special revenue fund and the Tax Increment Super Value special revenue 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 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 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.

#### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

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'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 generally accepted auditing standards 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 generally accepted auditing standards 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'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'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.

### ***Change in Accounting Principle***

As described in Note 8 to the financial statements, the City adopted the provisions of Governmental Accounting Standard Board (GASB) Statement No. 101, Compensated Absences, for the year ended December 31, 2024. Adoption of the provisions of these statements results in significant change to the classifications of the components of the financial statements. Our opinion is not modified with respect to this matter.



## Other Matters

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis starting on page 23 and the Schedules of Employer's Share of the Net Pension Liability, the Schedule of Changes in Net Pension Liability (Asset) and Related Ratios, the Schedules of Employer's Contributions, and the Schedule of Changes in the City's OPEB Liability and Related Ratios starting on page 96 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 the Governmental Accounting Standards Board 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's basic financial statements. The accompanying supplementary information as listed in the table of contents is presented for purposes of additional analysis and are 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 supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2025, on our consideration of the City'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 the City's 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's internal control over financial reporting and compliance.



**Abdo**  
Minneapolis, Minnesota  
June 24, 2025



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## Management's Discussion and Analysis

As management of the City of Hopkins, Minnesota, (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 as shown in the summary of net position on the following pages. The unrestricted amount of net position may be used to meet the City's ongoing obligations to residents and creditors.
- The City's total net position increased as shown in the summary of changes in net position table on the following pages. The increase this year was due primarily to an increase in tax revenue and operating grants and contributions.
- For the current fiscal year, the City's governmental funds fund balances are shown in the Financial Analysis of the City's Funds section of the MD&A. The total fund balance increased in comparison with the prior year. This increase was mainly due to the issuance of bonds that have not fully been spent as of year end.
- The unassigned fund balance in the General fund as shown in the financial analysis of the City's funds section decreased from prior year. The decrease is mainly due to police and fire costs in excess of budget, planned transfer to the Capital Improvement Fund, and a planned decrease in fund balances based on budget.
- The City's total bonded debt increased during the fiscal year. The increase was a combination of regularly scheduled debt service payments as shown on the outstanding schedule offset by new bond issuance.

## 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 three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplemental information in addition to the basic financial statements themselves.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of combining and individual fund financial statements and schedules that further explains and supports the information in the financial statements. Figure 1 shows how the required parts of this annual report are arranged and relate to one another. In addition to these required elements, we have included a section with combining and individual fund financial statements and schedules that provide details about nonmajor governmental funds, which are added together and presented in single columns in the basic financial statements.

**Figure 1**  
**Required Components of the**  
**City's Annual Financial Report**

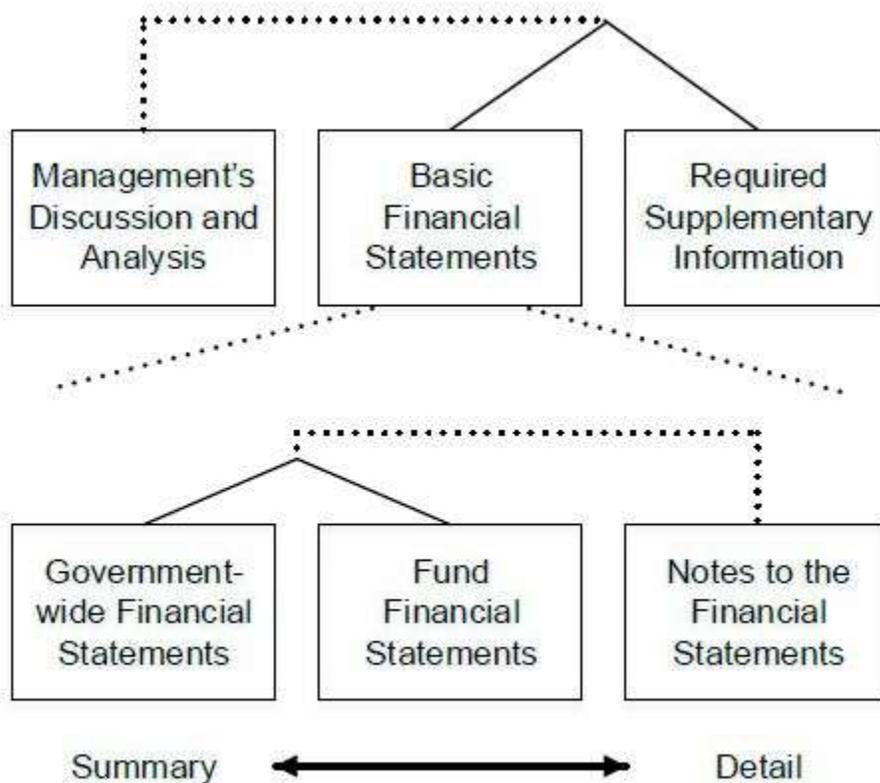


Figure 2 summarizes the major features of the City’s financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis explains the structure and contents of each of the statements.

**Figure 2**  
**Major Features of the Government-wide and Fund Financial Statements**

	<b>Fund Financial Statements</b>		
	<b>Government-wide Statements</b>	<b>Governmental Funds</b>	<b>Proprietary Funds</b>
Scope	Entire City government (except fiduciary funds) and the City’s component units	The activities of the City that are not proprietary or fiduciary, such as police, fire and parks	Activities the City operates similar to private businesses, such as the water and sewer system
Required financial statements	<ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance Sheet</li> <li>• Statement of Revenues, Expenditures, and Changes in Fund Balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Revenues, Expenses and Changes in Fund Net Position</li> <li>• Statement of Cash Flows</li> </ul>
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of deferred outflows/inflows of resources information	All deferred outflows/inflows of resources, regardless of when cash is received or paid	Only deferred outflows of resources expected to be used up and deferred inflows of resources that come due during the year or soon thereafter; no capital assets included	All deferred outflows/inflows of resources, regardless of when cash is received or paid
Type of inflow/out flow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid

**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* presents information on all of the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference 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, culture and recreation, urban development and housing, and interest on long-term debt. The business-type activities of the City include major funds: water, sewer, storm sewer, pavilion, refuse and housing authority.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also a legally separate Hopkins Housing and redevelopment Authority for which the City is financially accountable. Although the Hopkins Housing and Redevelopment Authority is legally separate, it functions for all practical purposes as a department of the City of Hopkins, and therefore has been included as an integral part of the primary government.

The government-wide financial statements start on page 39 of this report.

**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 three categories: governmental funds, proprietary funds and fiduciary funds. The City currently has no fiduciary 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 narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact by 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, Economic Development, Tax Increment Super Value, Permanent Improvement Revolving and Debt Service funds, all of which are considered to be 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 or schedules* elsewhere in this report.

The City adopts an annual appropriated budget for its General fund, Economic Development special revenue fund, and Tax Increment Super Valu special revenue fund. Budgetary comparison statement and schedules have been provided for these funds to demonstrate compliance with their budgets.

The basic governmental fund financial statements start on page 44 of this report.

**Proprietary Funds.** The City maintains two types of proprietary funds and internal service 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, sewer, storm sewer, pavilion, refuse and housing authority. The City uses an internal service fund to account equipment replacement, employee benefits and insurance risk. Because these services predominantly benefit governmental functions rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

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 which are considered to be major funds of the City.

The basic proprietary fund financial statements start on page 51 of this report.

**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. The notes to the financial statements start on page 55 of this report.

**Required Supplementary Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's share of net pension liabilities (assets) for defined benefits plans, schedules of contributions, and progress in funding its obligation to provide pension and other postemployment benefits to its employees. Required supplementary information can be found starting on page 96 of this report.

**Other Information.** The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented following the notes to the financial statements. Combining and individual fund financial statements and schedules start on page 107 of this report.

### **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 at the close of the most recent fiscal year.

The largest portion of the City's net position reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery and equipment) less any related debt used to acquire those assets that are still outstanding.

The City uses these capital assets to provide services to residents; 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 that 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.

## City of Hopkins' Summary of Net Position

	Governmental Activities			Business-type Activities		
	2024	2023	Increase (Decrease)	2024	2023	Increase (Decrease)
<b>Assets</b>						
Current and other assets	\$ 46,386,302	\$ 44,647,920	\$ 1,738,382	\$ 10,304,664	\$ 10,271,505	\$ 33,159
Capital assets	99,926,767	98,801,874	1,124,893	53,183,964	49,597,753	3,586,211
Total Assets	<u>146,313,069</u>	<u>143,449,794</u>	<u>2,863,275</u>	<u>63,488,628</u>	<u>59,869,258</u>	<u>3,619,370</u>
<b>Deferred Outflows of Resources</b>						
Deferred pension resources	7,214,446	9,105,104	(1,890,658)	125,152	213,532	(88,380)
Deferred other postemployment benefits	501,843	444,852	56,991	90,232	84,549	5,683
Total Deferred Outflows of Resources	<u>7,716,289</u>	<u>9,549,956</u>	<u>(1,833,667)</u>	<u>215,384</u>	<u>298,081</u>	<u>(82,697)</u>
<b>Liabilities</b>						
Noncurrent liabilities outstanding	69,034,161	72,301,000	(3,266,839)	29,329,307	25,685,958	3,643,349
Other liabilities	8,317,368	9,481,070	(1,163,702)	1,144,771	852,722	292,049
Total Liabilities	<u>77,351,529</u>	<u>81,782,070</u>	<u>(4,430,541)</u>	<u>30,474,078</u>	<u>26,538,680</u>	<u>3,935,398</u>
<b>Deferred Inflows of Resources</b>						
Deferred pension resources	8,707,368	8,800,806	(93,438)	387,832	265,928	121,904
Deferred lease revenue	758,443	965,290	(206,847)	903,162	979,486	(76,324)
Deferred other postemployment benefits	115,746	130,603	(14,857)	20,811	24,822	(4,011)
Total Deferred Inflows of Resources	<u>9,581,557</u>	<u>9,896,699</u>	<u>(315,142)</u>	<u>1,311,805</u>	<u>1,270,236</u>	<u>41,569</u>
<b>Net Position</b>						
Net investment in capital assets	39,638,313	37,145,331	2,492,982	25,931,863	26,094,187	(162,324)
Restricted	16,072,219	15,545,798	526,421	-	-	-
Unrestricted	<u>11,385,740</u>	<u>8,629,852</u>	<u>2,755,888</u>	<u>5,986,266</u>	<u>6,264,236</u>	<u>(277,970)</u>
Total Net Position	<u>\$ 67,096,272</u>	<u>\$ 61,320,981</u>	<u>\$ 5,775,291</u>	<u>\$ 31,918,129</u>	<u>\$ 32,358,423</u>	<u>\$ (440,294)</u>
<b>Net Position as a Percent of Total</b>						
Net investment in capital assets	59.1 %	60.6 %		81.2 %	80.6 %	
Restricted	24.0	25.4		-	-	
Unrestricted	16.9	14.0		18.8	19.4	
	<u>100.0 %</u>	<u>100.0 %</u>		<u>100.0 %</u>	<u>100.0 %</u>	

At the end of the current fiscal year, the City is able to report positive balances in its net investment in capital assets and restricted net position, both for the City as a whole, as well as for its separate governmental and business-type activities. The City also reports positive unrestricted net position in governmental, business-type activities, and the City as a whole.

**Statement of Activities.** Governmental type activities and the business-type activities increased the City's net position. Key elements of the overall decrease are as follows:

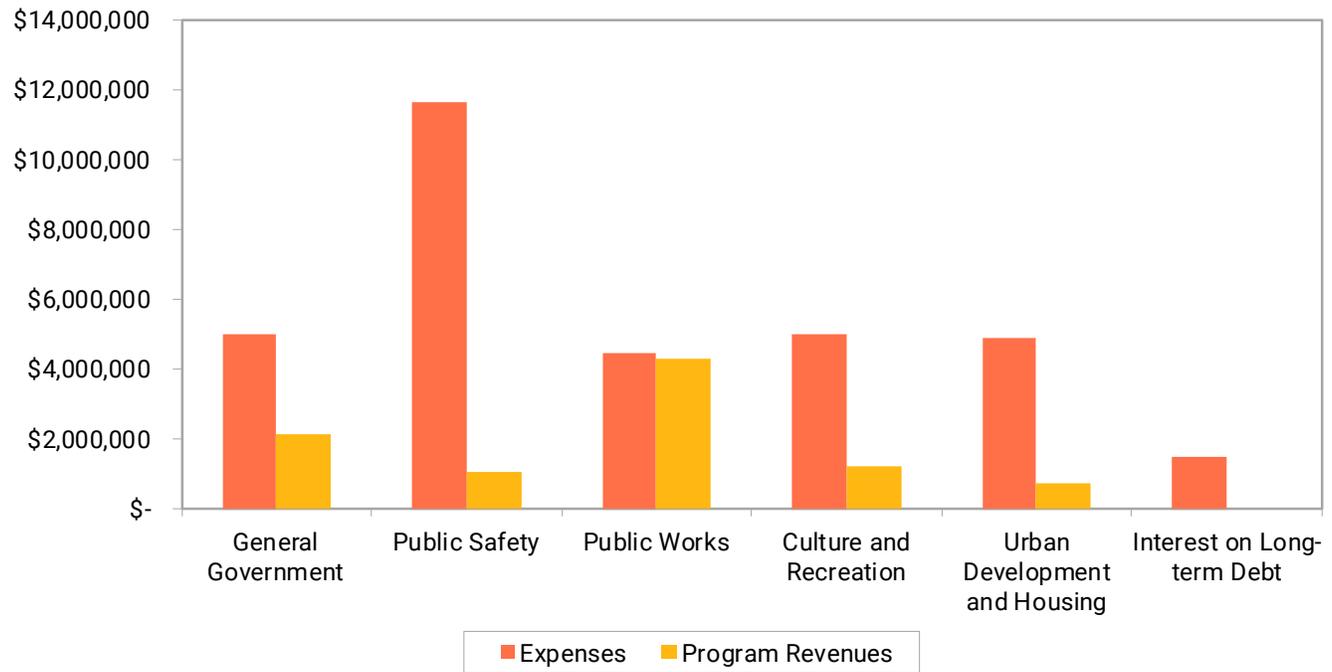
### City of Hopkins' Changes in Net Position

	Governmental Activities			Business-type Activities		
	2024	2023	Increase (Decrease)	2024	2023	Increase (Decrease)
Revenues						
Program Revenues						
Charges for services	\$ 3,161,816	\$ 3,876,253	\$ (714,437)	\$ 9,308,023	\$ 8,815,025	\$ 492,998
Operating grants and contributions	4,903,698	2,873,391	2,030,307	352,224	844,202	(491,978)
Capital grants and contributions	1,412,979	1,377,956	35,023	-	-	-
General revenues						
Taxes						
Property taxes	19,616,111	18,630,743	985,368	440,000	340,000	100,000
Tax increment	4,052,556	3,481,962	570,594	-	-	-
Franchise and other	1,498,492	1,162,668	335,824	-	-	-
Grants and contributions not restricted to specific programs	1,731,493	1,771,853	(40,360)	-	-	-
Unrestricted investment earnings	1,616,876	1,812,017	(195,141)	183,586	23,309	160,277
Gain on sale of capital assets	-	85,778	(85,778)	-	31,777	(31,777)
<b>Total Revenues</b>	<b>37,994,021</b>	<b>35,072,621</b>	<b>2,921,400</b>	<b>10,283,833</b>	<b>10,054,313</b>	<b>229,520</b>
Expenses						
General government	5,001,503	5,040,785	(39,282)	-	-	-
Public safety	11,645,969	11,669,337	(23,368)	-	-	-
Public works	4,497,672	4,495,490	2,182	-	-	-
Culture and recreation	5,024,010	4,308,046	715,964	-	-	-
Urban development and housing	4,879,342	3,908,244	971,098	-	-	-
Interest on long-term debt	1,496,996	1,530,798	(33,802)	-	-	-
Water	-	-	-	2,800,643	2,197,562	603,081
Sewer	-	-	-	3,443,381	2,950,830	492,551
Refuse	-	-	-	1,464,143	1,260,831	203,312
Storm sewer	-	-	-	664,219	529,473	134,746
Pavilion	-	-	-	1,149,822	1,061,595	88,227
Housing authority	-	-	-	875,157	825,703	49,454
<b>Total Expenses</b>	<b>32,545,492</b>	<b>30,952,700</b>	<b>1,592,792</b>	<b>10,397,365</b>	<b>8,825,994</b>	<b>1,571,371</b>
Increase (Decrease) in Net Position						
Before Transfers	5,448,529	4,119,921	1,328,608	(113,532)	1,228,319	(1,341,851)
Transfers (Net)	326,762	471,762	(145,000)	(326,762)	(471,762)	145,000
Change in Net Position	5,775,291	4,591,683	1,183,608	(440,294)	756,557	(1,196,851)
Net Position, January 1	61,320,981	56,729,298	4,591,683	32,358,423	31,601,866	756,557
Net Position, December 31	<u>\$ 67,096,272</u>	<u>\$ 61,320,981</u>	<u>\$ 5,775,291</u>	<u>\$ 31,918,129</u>	<u>\$ 32,358,423</u>	<u>\$ (440,294)</u>

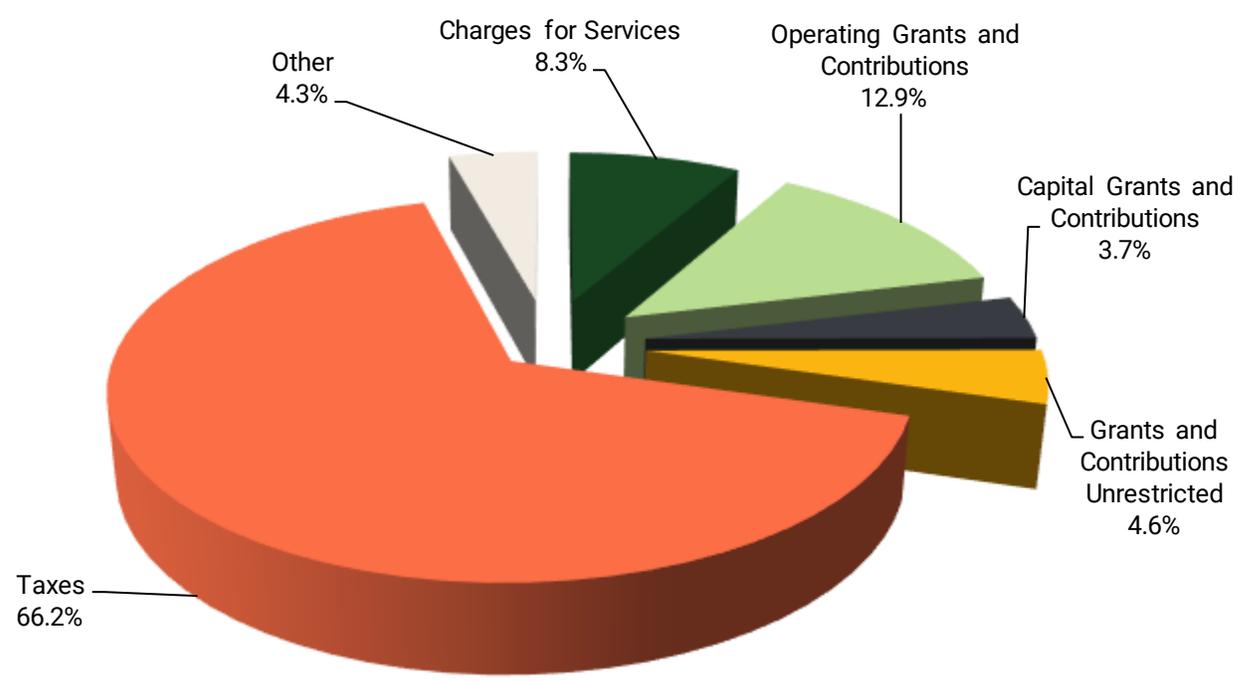
- Revenues increased in the current year in property taxes, grants and contributions, and tax increment. The increase in property taxes relates to an increase in the annual levy.
- Expenses increased during the year mainly due to increases in tax increments paid and one-time grant payments.

The majority of governmental activities are funded through a tax levy and general revenue support. The following graph depicts various governmental activities and shows the revenue and expenses directly related to those activities.

### Expenses and Program Revenue - Governmental Activities

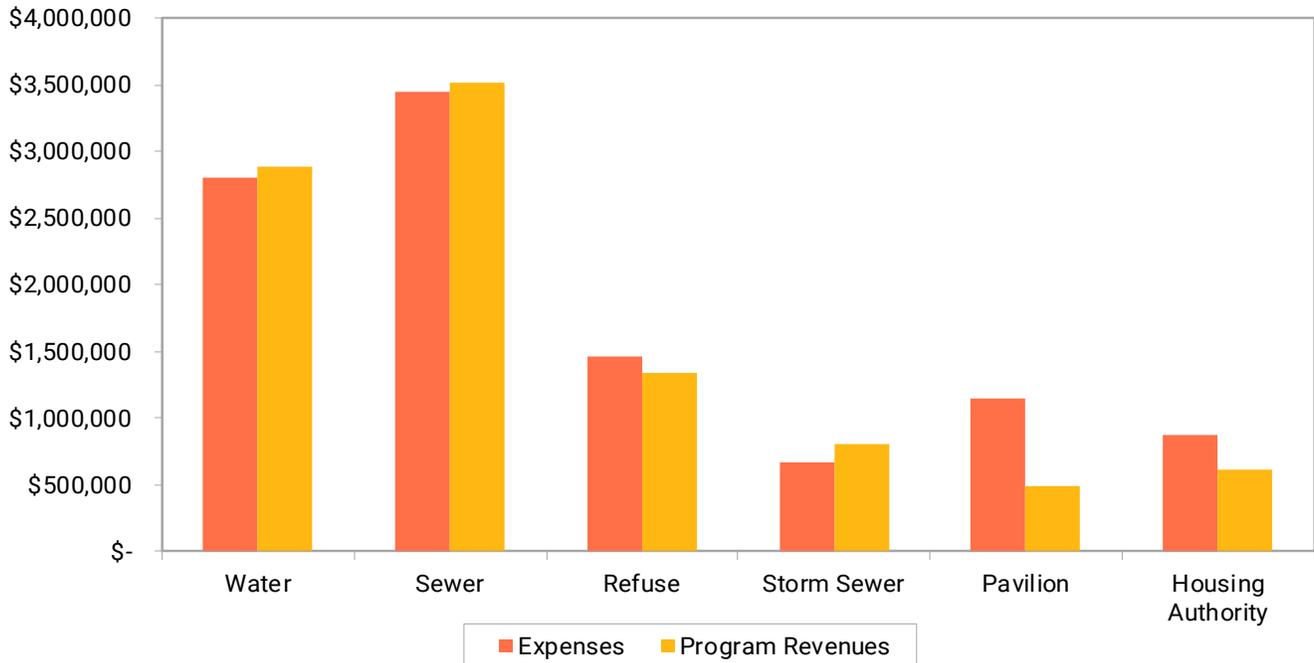


### Revenue by Source - Governmental Activities

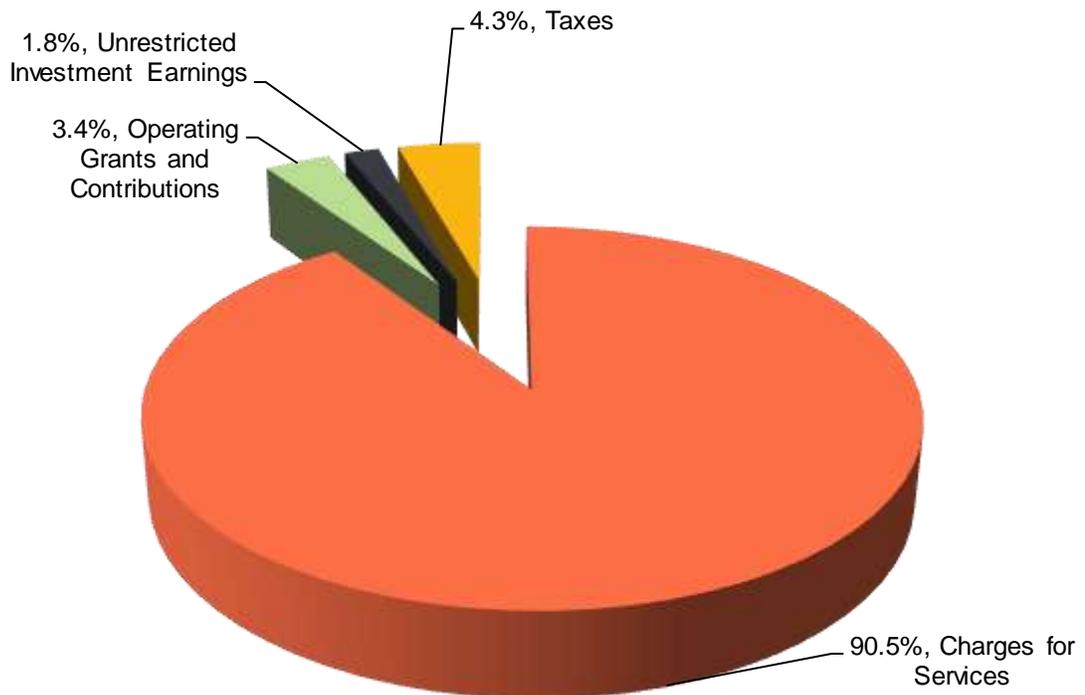


**Business-type Activities.** Business-type activities are meant to be supported by program revenues. Program revenues exceeded expenses in the Water, Sewer, and Storm Sewer Funds. Expenses exceeded program revenues in the Refuse, Pavilion, and Housing Authority funds. Business-type activities increased the City's net position. Key elements of this increase are as follows:

### Expenses and Program Revenues - Business Type Activities



### Revenue by Source – Business Type Activities



## Financial Analysis of the Government's Funds

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. The table below outlines the governmental fund balances for the year ending December 31, 2024.

	General Fund	Economic Development Authority	Tax Increment Super Value	Permanent Improvement Revolving	Debt Service	Other Governmental Funds	Total	Prior Year Total	Increase/ (Decrease)
Fund Balances									
Nonspendable	\$ 196,413	\$ 6,227	\$ -	\$ -	\$ -	\$ -	\$ 202,640	\$ 323,992	\$ (121,352)
Restricted	13,166	-	-	-	8,949,342	3,105,481	12,067,989	11,863,013	204,976
Committed	-	4,841,435	-	-	-	99,771	4,941,206	5,273,080	(331,874)
Assigned for	-	-	-	-	-	1,766,088	1,766,088	2,112,547	(346,459)
Unassigned	8,154,294	-	(128,438)	1,636,920	-	(880,786)	8,781,990	7,296,025	1,485,965
<b>Total</b>	<b>\$ 8,363,873</b>	<b>\$ 4,847,662</b>	<b>\$ (128,438)</b>	<b>\$ 1,636,920</b>	<b>\$ 8,949,342</b>	<b>\$ 4,090,554</b>	<b>\$ 27,759,913</b>	<b>\$ 26,868,657</b>	<b>\$ 891,256</b>

As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances as shown above. Additional information on the City's fund balances can be found in Note 1 and 3.

The General fund is the chief operating fund of the City. At the end of the current year, the fund balance of the General fund is shown in the table below. As a measure of the General fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. The total unassigned fund balance as a percent of total fund expenditures is shown in the chart below along with total fund balance as a percent of total expenditures.

General Fund Fund Balances	Fund Balance		Increase/ (Decrease)
	2024	2023	
Nonspendable	\$ 196,413	\$ 316,170	\$ (119,757)
Restricted	13,166	13,166	-
Assigned	-	245,494	(245,494)
Unassigned	8,154,294	8,885,553	(731,259)
<b>Total</b>	<b>\$ 8,363,873</b>	<b>\$ 9,460,383</b>	<b>\$ (1,096,510)</b>
General fund expenditures	\$ 19,138,290	\$ 17,831,191	
Unassigned as a percent of expenditures	42.6%	49.8%	
Total fund balance as a percent of expenditures	43.7%	53.1%	

The fund balance of the City's General fund decreased during the current fiscal year as shown in the table above. Revenues increased in the current year in property taxes and intergovernmental revenues. Expenditures increased from prior year mainly due to police and fire costs and a planned transfer to Capital Improvement Fund. More detail on the fund balance decrease is shown below in the budgetary highlights.

Other major governmental fund analysis follows:

	Fund Balance		Increase (Decrease)
	2024	2023	
Economic Development Authority <i>There was a decrease in fund balance based on the timing of grants received from intergovernmental agencies and related payments made to developers.</i>	\$ 4,847,662	\$ 5,205,990	\$ (358,328)
Tax Increment Super Value <i>The increase in fund balance was due to tax increment revenue exceeding expenditures. The increase was offset by a large transfer out at year end.</i>	\$ (128,438)	\$ (507,717)	\$ 379,279
Permanent Improvement Revolving <i>The increase in fund balance due to the issuance of bonds for projects that have not been completed.</i>	\$ 1,636,920	\$ 169,889	\$ 1,467,031
Debt Service Funds <i>Total fund balance for debt service accounts increased due to transfers in.</i>	\$ 8,949,342	\$ 7,800,338	\$ 1,149,004

**Proprietary Funds.** The City's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail. Net position of the City's proprietary funds changed as follows:

	Net Position		Increase/ (Decrease)
	2024	2023	
Water <i>The increase is primarily attributed to a increase in rates, charges for services revenue, and capital contributions from governmental funds.</i>	\$ 7,835,984	\$ 7,817,541	\$ 18,443
Sewer <i>The increase is primarily attributed to a increase in rates, charges for services revenue, and capital contributions from governmental funds.</i>	\$ 7,912,571	\$ 7,870,474	\$ 42,097
Storm Sewer <i>The increase is primarily attributed to a increase in charges for services revenue and capital contributions from governmental funds.</i>	\$ 10,609,047	\$ 10,539,012	\$ 70,035
Pavilion <i>The decrease is primarily attributed to an decrease in charges for services and an increase in operating expenses.</i>	\$ 2,493,805	\$ 2,707,271	\$ (213,466)

## General fund Budgetary Highlights

The City's General fund budget was not amended during the year. The budget called for a \$400,000 decrease in fund balance. Total revenues show a favorable budget variance due to licenses and permits, charges for services and intergovernmental revenues being greater than expected. The expenditures were over budget due to higher general government, public safety, and culture & recreation costs than anticipated.

	Original/Final Budgeted Amount	Actual Amounts	Variance with Final Budget
Revenues	\$ 18,021,803	\$ 18,529,430	\$ 507,627
Expenditures	18,361,803	19,138,290	(776,487)
Excess (Deficit) of Revenues Over (Under) Expenditures	(340,000)	(608,860)	(268,860)
Other Financing Sources (Uses) Transfers out	(60,000)	(487,650)	(427,650)
Net Change in Fund Balances	(400,000)	(1,096,510)	(696,510)
Fund Balances, January 1	9,460,383	9,460,383	-
Fund Balances, December 31	<u>\$ 9,060,383</u>	<u>\$ 8,363,873</u>	<u>\$ (696,510)</u>

## Capital Asset and Debt Administration

**Capital Assets.** The City's net investment in capital assets for its governmental and business-type activities as of December 31, 2024 is shown below. This investment in capital assets includes land, buildings, infrastructure, machinery and equipment, vehicles, roads, highways and bridges. The total increase in the City's investment in capital assets for the current fiscal year for governmental and business-type activities is shown in the table below.

Additional information on the City's capital assets can be found in Note 3C starting on page 68 of this report.

### City of Hopkins' Capital Assets (Net of Depreciation)

	Governmental Activities			Business-type Activities			Total		
	2024	2023	Increase (Decrease)	2024	2023	Increase (Decrease)	2024	2023	Increase (Decrease)
Land	\$ 6,157,677	\$ 6,157,677	\$ -	\$ 254,299	\$ 254,299	\$ -	\$ 6,411,976	\$ 6,411,976	\$ -
Buildings	9,498,922	9,988,234	(489,312)	2,498,380	2,743,836	(245,456)	11,997,302	12,732,070	(734,768)
Infrastructure	76,037,294	71,629,408	4,407,886	44,653,558	42,410,054	2,243,504	120,690,852	114,039,462	6,651,390
Vehicles	2,966,248	2,803,361	162,887	585,913	657,463	(71,550)	3,552,161	3,460,824	91,337
Machinery and Equipment	2,105,284	1,917,913	187,371	180,145	213,602	(33,457)	2,285,429	2,131,515	153,914
Construction in Progress	3,161,342	6,305,310	(3,143,968)	5,011,669	3,318,499	1,693,170	8,173,011	9,623,809	(1,450,798)
Total	<u>\$ 99,926,767</u>	<u>\$ 98,801,903</u>	<u>\$ 1,124,864</u>	<u>\$ 53,183,964</u>	<u>\$ 49,597,753</u>	<u>\$ 1,342,707</u>	<u>\$ 153,110,731</u>	<u>\$ 148,399,656</u>	<u>\$ 4,711,075</u>
Percent increase (decrease)			1.1%			2.7%			3.2%

**Long-term Debt.** At the end of the current fiscal year, the City had total bonded debt outstanding consisting of general obligation debt and general obligation revenue debt. While all of the City’s bonds have revenue streams, they are all backed by the full faith and credit of the City.

### City of Hopkins’ Outstanding Debt

	Governmental Activities			Business-type Activities			Total	
	2024	2023	Increase (Decrease)	2024	2023	Increase (Decrease)	2024	2023
General Obligation Bonds	\$ 43,860,000	\$ 46,830,000	\$ (2,970,000)	\$ -	\$ -	\$ -	\$ 43,860,000	\$ 46,830,000
Special Assessment Bonds	5,610,000	3,255,000	2,355,000	-	-	-	5,610,000	3,255,000
G.O. Tax Increment Bonds	7,620,000	8,710,000	(1,090,000)	-	-	-	7,620,000	8,710,000
G.O. Revenue Bonds	-	-	-	27,070,000	23,385,000	3,685,000	27,070,000	23,385,000
Total	<u>\$ 57,090,000</u>	<u>\$ 58,795,000</u>	<u>\$ (1,705,000)</u>	<u>\$ 27,070,000</u>	<u>\$ 23,385,000</u>	<u>\$ 3,685,000</u>	<u>\$ 84,160,000</u>	<u>\$ 82,180,000</u>
Percent increase (decrease)			-2.9%			15.8%		

The City’s total debt increased during the current fiscal year. The main reason for the increase in overall debt is due to the issuance of new debt in 2024. The increase was slightly offset by the City making regularly scheduled debt payments during the year.

Minnesota statutes limit the amount of net general obligation debt a City may issue to 3 percent of the market value of taxable property within the City. Net debt is debt payable solely from ad valorem taxes. There is no outstanding debt at year end that is subject to the limit.

Additional information on the City’s long-term debt can be found in Note 3E starting on page 72 of this report.

#### Economic Factors and Next Year’s Budgets and Rates

A number of factors were taken into consideration when preparing the City of Hopkins 2025 budget. The City will complete a street reconstruction and infrastructure project as part of its residential street improvement program. Employee compensation will remain competitive in the market, which was most recently affirmed with a compensation and classification study in 2023 and settled union contracts. Water and sewer rates were increased incrementally and based on operational needs. The City continues to use a Financial Management Plan that can estimate the property tax increases or decreases on a median value home as a basis for decision making. As a result of these factors the City prepared a budget for 2025 that included a general fund increase of 8.14% and an overall increase to the tax levy 4.92%.

During the current fiscal year, unassigned fund balance in the general fund was \$7,908,800 or 41.3% of general fund expenditures. The Office of the State Auditor recommends unassigned fund balances of no less than five months of operating expenditures. The unassigned fund balance is used to pay for the City’s general fund obligations until it receives its property tax levy revenues in June.

#### Requests for Information

This financial report is designed to provide a general overview of the City of Hopkins 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 financial information should be addressed to the Director of Finance, City of Hopkins, 1010 First Street South, Hopkins, MN 55343.

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF HOPKINS  
HOPKINS, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2024

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City of Hopkins, Minnesota  
Statement of Net Position  
December 31, 2024

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash and temporary investments	\$ 37,704,731	\$ 8,483,473	\$ 46,188,204
Receivables			
Accrued interest	54,982	-	54,982
Taxes	430,587	-	430,587
Loans	3,789	-	3,789
Accounts	674,889	607,226	1,282,115
Leases	788,578	988,067	1,776,645
Special assessments	4,197,156	-	4,197,156
Due from other governments	171,235	20,366	191,601
Internal balances	147,146	-	147,146
Prepaid items	121,428	174,114	295,542
Inventories	81,212	31,418	112,630
Assets held for resale	1,255,392	-	1,255,392
Net pension asset	755,177	-	755,177
Capital assets			
Land and construction in progress	9,319,019	5,265,968	14,584,987
Depreciable assets (net of accumulated depreciation)	90,607,748	47,917,996	138,525,744
Total Assets	<u>146,313,069</u>	<u>63,488,628</u>	<u>209,801,697</u>
<b>Deferred Outflows of Resources</b>			
Deferred pension resources	7,214,446	125,152	7,339,598
Deferred other postemployment benefits	501,843	90,232	592,075
Total Deferred Outflows of Resources	<u>7,716,289</u>	<u>215,384</u>	<u>7,931,673</u>
<b>Liabilities</b>			
Accounts and contracts payable	6,502,273	301,241	6,803,514
Accrued salaries payable	858,031	125,312	983,343
Due to other governments	34,825	52,490	87,315
Due to other funds	-	147,146	147,146
Accrued interest payable	684,149	383,146	1,067,295
Deposits payable	8,641	18,698	27,339
Unearned revenue	229,449	116,738	346,187
Noncurrent liabilities			
Due within one year			
Long-term liabilities	7,452,958	1,934,561	9,387,519
Other postemployment benefit liability	51,239	9,213	60,452
Due in more than one year			
Long-term liabilities	53,888,231	26,544,717	80,432,948
Net pension liability	6,285,875	597,039	6,882,914
Other postemployment benefit liability	1,355,858	243,777	1,599,635
Total Liabilities	<u>77,351,529</u>	<u>30,474,078</u>	<u>107,825,607</u>
<b>Deferred Inflows of Resources</b>			
Deferred pension resources	8,707,368	387,832	9,095,200
Deferred lease resources	758,443	903,162	1,661,605
Deferred other postemployment benefits	115,746	20,811	136,557
Total Deferred Inflows of Resources	<u>9,581,557</u>	<u>1,311,805</u>	<u>10,893,362</u>
<b>Net Position</b>			
Net investment in capital assets	39,638,313	25,931,863	65,570,176
Restricted for			
Debt service	12,198,395	-	12,198,395
Economic development	2,234,702	-	2,234,702
Park dedication fees	396,807	-	396,807
Equity initiative	51,589	-	51,589
Public safety	435,549	-	435,549
Net pension asset	755,177	-	755,177
Unrestricted	11,385,740	5,986,266	17,372,006
Total Net Position	<u>\$ 67,096,272</u>	<u>\$ 31,918,129</u>	<u>\$ 99,014,401</u>

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

City of Hopkins, Minnesota  
Statement of Activities  
For the Year Ended December 31, 2024

Functions/Programs	Expenses	Program Revenue		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities</b>				
General government	\$ 5,001,503	\$ 1,814,564	\$ 308,532	\$ -
Public safety	11,645,969	196,440	885,852	-
Public works	4,497,672	75,288	2,836,903	1,412,979
Culture and recreation	5,024,010	1,075,524	138,799	-
Urban development and housing	4,879,342	-	733,612	-
Interest on long-term debt	1,496,996	-	-	-
Total Governmental Activities	<u>32,545,492</u>	<u>3,161,816</u>	<u>4,903,698</u>	<u>1,412,979</u>
<b>Business-type Activities</b>				
Water	2,800,643	2,882,383	11,700	-
Sewer	3,443,381	3,515,961	4,717	-
Refuse	1,464,143	1,274,251	60,866	-
Storm sewer	664,219	802,697	1,114	-
Pavilion	1,149,822	491,138	5,218	-
Housing authority	875,157	341,593	268,609	-
Total Business-type Activities	<u>10,397,365</u>	<u>9,308,023</u>	<u>352,224</u>	<u>-</u>
Total	<u>\$ 42,942,857</u>	<u>\$ 12,469,839</u>	<u>\$ 5,255,922</u>	<u>\$ 1,412,979</u>

General Revenues

Taxes

Property taxes, levied for general purposes

Property taxes, levied for debt service

Tax increments

Franchise and other taxes

Grants and contributions not restricted to specific programs

Unrestricted investment earnings

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position, January 1

Net Position, December 31

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

Net (Expenses) Revenues and  
Changes in Net Position

Governmental Activities	Business-type Activities	Total
\$ (2,878,407)	\$ -	\$ (2,878,407)
(10,563,677)	-	(10,563,677)
(172,502)	-	(172,502)
(3,809,687)	-	(3,809,687)
(4,145,730)	-	(4,145,730)
(1,496,996)	-	(1,496,996)
<u>(23,066,999)</u>	<u>-</u>	<u>(23,066,999)</u>
-	93,440	93,440
-	77,297	77,297
-	(129,026)	(129,026)
-	139,592	139,592
-	(653,466)	(653,466)
-	(264,955)	(264,955)
-	<u>(737,118)</u>	<u>(737,118)</u>
<u>(23,066,999)</u>	<u>(737,118)</u>	<u>(23,804,117)</u>
15,503,498	440,000	15,943,498
4,112,613	-	4,112,613
4,052,556	-	4,052,556
1,498,492	-	1,498,492
1,731,493	-	1,731,493
1,616,876	183,586	1,800,462
326,762	(326,762)	-
<u>28,842,290</u>	<u>296,824</u>	<u>29,139,114</u>
5,775,291	(440,294)	5,334,997
<u>61,320,981</u>	<u>32,358,423</u>	<u>93,679,404</u>
<u>\$ 67,096,272</u>	<u>\$ 31,918,129</u>	<u>\$ 99,014,401</u>

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

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FUND FINANCIAL STATEMENTS

CITY OF HOPKINS  
HOPKINS, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2024

City of Hopkins, Minnesota

Balance Sheet  
Governmental Funds  
December 31, 2024

	101	204	231	501	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
	General	Economic Development	Tax Increment Super Value	Permanent Improvement Revolving			
<b>Assets</b>							
Cash and temporary investments	\$ 7,733,395	\$ 3,346,658	\$ 3,422,588	\$ 4,598,428	\$ 9,181,633	\$ 6,141,769	\$ 34,424,471
Receivables							
Accounts	250,320	69,886	-	72,302	-	282,381	674,889
Taxes	406,937	9,804	-	-	-	13,846	430,587
Leases	-	-	-	-	-	788,578	788,578
Accrued interest	54,982	-	-	-	-	-	54,982
Loans	-	-	-	-	-	3,789	3,789
Special assessments	-	-	-	257,641	3,939,515	-	4,197,156
Due from other governments	147,717	-	-	-	-	23,518	171,235
Due from other funds	779,126	654,316	-	-	-	-	1,433,442
Prepaid items	115,201	6,227	-	-	-	-	121,428
Inventory	81,212	-	-	-	-	-	81,212
Assets held for resale	-	793,004	462,388	-	-	-	1,255,392
<b>Total Assets</b>	<b>\$ 9,568,890</b>	<b>\$ 4,879,895</b>	<b>\$ 3,884,976</b>	<b>\$ 4,928,371</b>	<b>\$ 13,121,148</b>	<b>\$ 7,253,881</b>	<b>\$ 43,637,161</b>
<b>Liabilities</b>							
Accounts and contracts payable	\$ 222,601	\$ 9,445	\$ 4,013,414	\$ 1,066,356	\$ 28,718	\$ 1,111,526	\$ 6,452,060
Accrued salaries payable	771,836	20,851	-	-	-	65,344	858,031
Due to other governments	34,825	-	-	-	-	-	34,825
Deposits payable	8,641	-	-	-	-	-	8,641
Unearned revenue	77,845	-	-	-	-	151,604	229,449
Due to other funds	-	-	-	-	209,886	1,076,410	1,286,296
<b>Total Liabilities</b>	<b>1,115,748</b>	<b>30,296</b>	<b>4,013,414</b>	<b>1,066,356</b>	<b>238,604</b>	<b>2,404,884</b>	<b>8,869,302</b>
<b>Deferred Inflows of Resources</b>							
Deferred lease resources	-	-	-	-	-	758,443	758,443
Unavailable revenues - taxes	89,269	1,937	-	-	-	-	91,206
Unavailable revenues - special assessments	-	-	-	255,636	3,933,202	-	4,188,838
Unavailable revenues - intergovernmental	-	-	-	1,969,459	-	-	1,969,459
<b>Total Deferred Inflows of Resources</b>	<b>89,269</b>	<b>1,937</b>	<b>-</b>	<b>2,225,095</b>	<b>3,933,202</b>	<b>758,443</b>	<b>7,007,946</b>
<b>Fund Balances</b>							
Nonspendable	196,413	6,227	-	-	-	-	202,640
Restricted	13,166	-	-	-	8,949,342	3,105,481	12,067,989
Committed	-	4,841,435	-	-	-	99,771	4,941,206
Assigned	-	-	-	-	-	1,766,088	1,766,088
Unassigned	8,154,294	-	(128,438)	1,636,920	-	(880,786)	8,781,990
<b>Total Fund Balances</b>	<b>8,363,873</b>	<b>4,847,662</b>	<b>(128,438)</b>	<b>1,636,920</b>	<b>8,949,342</b>	<b>4,090,554</b>	<b>27,759,913</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 9,568,890</b>	<b>\$ 4,879,895</b>	<b>\$ 3,884,976</b>	<b>\$ 4,928,371</b>	<b>\$ 13,121,148</b>	<b>\$ 7,253,881</b>	<b>\$ 43,637,161</b>

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

Amounts reported for the governmental activities in the statement of net position are different because

Total Fund Balances - Governmental	\$ 27,759,913
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	
Cost of capital assets	139,627,265
Less: accumulated depreciation	(44,431,172)
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	
Bond principal payable	(57,090,000)
Plus: premiums on bonds issued	(2,703,231)
Other postemployment benefits payable	(1,407,097)
Net pension liability	(6,285,875)
Long-term assets from pensions reported in governmental activities are not financial resources and therefore, are not reported as assets in the funds.	
Net pension asset	755,177
Some receivables are not available soon enough to pay for the current period's expenditures, and therefore are unavailable in the funds.	
Taxes	91,206
Special assessments	4,188,838
Intergovernmental	1,969,459
Internal service funds are used by the City to charge the costs of certain activities, such as replacement of City vehicles and equipment. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position	
	6,412,763
Governmental funds do not report long-term amounts related to pensions and other postemployment benefits.	
Deferred outflows of pension resources	7,214,446
Deferred inflows of pension resources	(8,707,368)
Deferred outflows of other postemployment benefits	501,843
Deferred inflows of other postemployment benefits	(115,746)
Governmental funds do not report a liability for accrued interest until due and payable.	(684,149)
Total Net Position - Governmental Activities	\$ 67,096,272

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

City of Hopkins, Minnesota  
Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2024

	101	204	231	501			
	General	Economic Development	Tax Increment Super Value	Permanent Improvement Revolving	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>							
Property taxes	\$ 14,329,060	\$ 502,094	\$ -	\$ -	\$ 4,112,613	\$ 345,000	\$ 19,288,767
Tax increment	-	-	2,708,019	-	-	1,344,537	4,052,556
Franchise taxes	369,847	-	-	-	-	1,128,645	1,498,492
Licenses and permits	967,984	-	-	-	-	-	967,984
Intergovernmental	1,994,934	558,162	-	1,272,582	-	1,038,620	4,864,298
Charges for services	482,015	-	-	5,556	-	839,734	1,327,305
Fines and forfeitures	121,277	-	-	-	-	-	121,277
Special assessments	-	-	-	121,744	1,098,393	-	1,220,137
Investment earnings	161,373	91,940	89,091	198,642	871,782	129,759	1,542,587
Miscellaneous	102,940	2,000	-	808	-	111,435	217,183
Total Revenues	<u>18,529,430</u>	<u>1,154,196</u>	<u>2,797,110</u>	<u>1,599,332</u>	<u>6,082,788</u>	<u>4,937,730</u>	<u>35,100,586</u>
<b>Expenditures</b>							
<b>Current</b>							
General government	3,320,688	-	-	-	-	255,375	3,576,063
Public safety	10,876,185	-	-	-	-	719,045	11,595,230
Public works	1,719,485	-	-	-	-	179,480	1,898,965
Culture and recreation	2,808,605	-	-	-	-	1,504,406	4,313,011
Urban development and housing	108,436	1,482,524	422,531	-	-	996,911	3,010,402
<b>Capital outlay</b>							
General government	181,830	-	-	-	-	275,427	457,257
Public safety	9,575	-	-	-	-	92,117	101,692
Public works	113,486	-	-	3,618,828	-	5,214	3,737,528
Culture and recreation	-	-	-	-	-	487,940	487,940
Urban development and housing	-	-	-	-	-	1,883,257	1,883,257
<b>Debt service</b>							
Principal	-	-	-	-	5,265,000	-	5,265,000
Interest and other charges	-	-	-	-	1,929,393	35,428	1,964,821
Total Expenditures	<u>19,138,290</u>	<u>1,482,524</u>	<u>422,531</u>	<u>3,618,828</u>	<u>7,194,393</u>	<u>6,434,600</u>	<u>38,291,166</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(608,860)</u>	<u>(328,328)</u>	<u>2,374,579</u>	<u>(2,019,496)</u>	<u>(1,111,605)</u>	<u>(1,496,870)</u>	<u>(3,190,580)</u>
<b>Other Financing Sources (Uses)</b>							
Transfers in	-	-	-	3,567,321	2,072,856	1,322,650	6,962,827
Bonds issued	-	-	-	-	3,560,000	-	3,560,000
Premium on bonds issued	-	-	-	-	195,074	-	195,074
Transfers out	(487,650)	(30,000)	(1,995,300)	(80,794)	(3,567,321)	(475,000)	(6,636,065)
Total Other Financing Sources (Uses)	<u>(487,650)</u>	<u>(30,000)</u>	<u>(1,995,300)</u>	<u>3,486,527</u>	<u>2,260,609</u>	<u>847,650</u>	<u>4,081,836</u>
Net Change in Fund Balances	(1,096,510)	(358,328)	379,279	1,467,031	1,149,004	(649,220)	891,256
Fund Balances, January 1	9,460,383	5,205,990	(507,717)	169,889	7,800,338	4,739,774	26,868,657
Fund Balances, December 31	<u>\$ 8,363,873</u>	<u>\$ 4,847,662</u>	<u>\$ (128,438)</u>	<u>\$ 1,636,920</u>	<u>\$ 8,949,342</u>	<u>\$ 4,090,554</u>	<u>\$ 27,759,913</u>

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

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

Amounts reported for governmental activities in the statement of activities are different because

Total Net Change in Fund Balances - Governmental Funds	\$ 891,256
<p>Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense.</p>	
Capital outlays	3,468,759
Depreciation expense	(2,707,435)
<p>The net effect of various transactions involving capital assets to increase (decrease) net position</p>	
Disposed assets	(258,503)
Depreciation on disposals	199,582
<p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p>	
Principal repayments	5,265,000
Bonds issued	(3,560,000)
Premium on bonds issued	(195,074)
<p>Interest due and premium amortized on long-term debt in the statement of activities differs from the amount reported in the governmental fund because they are recognized as an expenditure in the funds and thus requires the use of current financial resources. In the statement of activities, however activities, however interest expense and bond premium are recognized as they accrue, regardless of when they are due.</p>	
	467,825
<p>Certain revenues are recognized as soon as it is earned. Under the modified accrual basis of accounting certain revenues cannot be recognized until they are available to liquidate liabilities of the current period.</p>	
Special assessments	(143,644)
Property taxes	(32,656)
Intergovernmental	1,787,033
<p>Long-term pension activity is not reported in governmental funds.</p>	
Pension expense	478,377
Pension revenue	213,205
<p>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 governmental funds.</p>	
Other post employment benefits	(265,517)
<p>External revenues and expenditures of the internal service funds reported in the statement of activities are not reported as revenues and expenditures in governmental funds.</p>	
	167,083
Change in Net Position - Governmental Activities	\$ 5,775,291

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

City of Hopkins, Minnesota  
Statement of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual  
General Fund  
For the Year Ended December 31, 2024

	Original and Final Budget	Actual Amounts	Variance with Final Budget
Revenues			
Taxes	\$ 14,857,526	\$ 14,698,907	\$ (158,619)
Licenses and permits	685,415	967,984	282,569
Intergovernmental	1,878,012	1,994,934	116,922
Charges for services	361,500	482,015	120,515
Fines and forfeitures	192,500	121,277	(71,223)
Investment earnings	25,000	161,373	136,373
Miscellaneous	21,850	102,940	81,090
Total Revenues	<u>18,021,803</u>	<u>18,529,430</u>	<u>507,627</u>
Expenditures			
Current			
General government	3,242,021	3,320,688	(78,667)
Public safety	10,100,585	10,876,185	(775,600)
Public works	1,993,454	1,719,485	273,969
Culture and recreation	2,563,630	2,808,605	(244,975)
Urban development and housing	129,313	108,436	20,877
Capital outlay			
General government	192,000	181,830	10,170
Public safety	8,300	9,575	(1,275)
Public works	132,500	113,486	19,014
Total Expenditures	<u>18,361,803</u>	<u>19,138,290</u>	<u>(776,487)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(340,000)	(608,860)	(268,860)
Other Financing Sources (Uses)			
Transfers out	<u>(60,000)</u>	<u>(487,650)</u>	<u>(427,650)</u>
Net Change in Fund Balances	(400,000)	(1,096,510)	(696,510)
Fund Balances, January 1	<u>9,460,383</u>	<u>9,460,383</u>	<u>-</u>
Fund Balances, December 31	<u>\$ 9,060,383</u>	<u>\$ 8,363,873</u>	<u>\$ (696,510)</u>

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

City of Hopkins, Minnesota  
Statement of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual  
Economic Development Fund  
For the Year Ended December 31, 2024

	Original and Final Budget	Actual Amounts	Variance with Final Budget
Revenues			
Property tax	\$ 537,653	\$ 502,094	\$ (35,559)
Intergovernmental	50,000	558,162	508,162
Investment earnings	20,000	91,940	71,940
Miscellaneous	53	2,000	1,947
Total Revenues	607,706	1,154,196	546,490
Expenditures			
Current			
Urban development and housing	540,278	1,482,524	(942,246)
Excess (Deficiency) of Revenues Over (Under) Expenditures	67,428	(328,328)	(395,756)
Other Financing Sources (Uses)			
Transfers out	(30,000)	(30,000)	-
Net Change in Fund Balances	37,428	(358,328)	(395,756)
Fund Balances, January 1	5,205,990	5,205,990	-
Fund Balances, December 31	\$ 5,243,418	\$ 4,847,662	\$ (395,756)

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

City of Hopkins, Minnesota  
Statement of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual  
Tax Increment Super Value Fund  
For the Year Ended December 31, 2024

	Original and Final Budget	Actual Amounts	Variance with Final Budget
Revenues			
Tax increment	\$ 2,800,000	\$ 2,708,019	\$ (91,981)
Investment earnings	20,000	89,091	69,091
Total Revenues	<u>2,820,000</u>	<u>2,797,110</u>	<u>(22,890)</u>
Expenditures			
Capital outlay			
Urban development and housing	891,936	422,531	469,405
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,928,064	2,374,579	446,515
Other Financing Sources (Uses)			
Transfers out	<u>(1,983,330)</u>	<u>(1,995,300)</u>	<u>(11,970)</u>
Net Change in Fund Balances	(55,266)	379,279	434,545
Fund Balances, January 1	<u>(507,717)</u>	<u>(507,717)</u>	<u>-</u>
Fund Balances, December 31	<u>\$ (562,983)</u>	<u>\$ (128,438)</u>	<u>\$ 434,545</u>

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

City of Hopkins, Minnesota

Statement of Net Position

Proprietary Funds

December 31, 2024

	Business-type Activities - Enterprise Funds					Totals	Governmental Activities - Internal Service Funds
	703	707	740	747	Nonmajor Proprietary Funds		
	Water	Sewer	Storm Sewer	Pavilion			
<b>Assets</b>							
<b>Current Assets</b>							
Cash and temporary investments	\$ 1,588,131	\$ 1,946,446	\$ 3,088,853	\$ -	\$ 1,860,043	\$ 8,483,473	\$ 3,280,260
Receivables							
Accounts	133,874	312,248	12,576	67,403	81,125	607,226	-
Leases	55,375	-	-	-	-	55,375	-
Due from other governments	-	-	-	-	20,366	20,366	-
Prepaid items	-	160,235	-	-	13,879	174,114	-
Inventories	29,938	1,480	-	-	-	31,418	-
<b>Total Current Assets</b>	<b>1,807,318</b>	<b>2,420,409</b>	<b>3,101,429</b>	<b>67,403</b>	<b>1,975,413</b>	<b>9,371,972</b>	<b>3,280,260</b>
<b>Noncurrent Assets</b>							
Lease receivable	932,692	-	-	-	-	932,692	-
<b>Capital assets</b>							
Land	14,097	5,150	26,800	-	208,252	254,299	-
Construction in progress	2,037,301	1,824,433	1,149,935	-	-	5,011,669	22,057
Buildings	39,589	6,500	6,500	3,272,851	6,113,399	9,438,839	-
Infrastructure	26,618,411	17,848,114	18,247,744	6,204,027	-	68,918,296	-
Machinery and equipment	432,065	974,795	9,000	360,561	1,201,783	2,978,204	12,035,892
Less accumulated depreciation	(9,308,221)	(6,962,292)	(6,678,434)	(4,593,616)	(5,874,780)	(33,417,343)	(7,327,275)
<b>Net Capital Assets</b>	<b>19,833,242</b>	<b>13,696,700</b>	<b>12,761,545</b>	<b>5,243,823</b>	<b>1,648,654</b>	<b>53,183,964</b>	<b>4,730,674</b>
<b>Total Noncurrent Assets</b>	<b>20,765,934</b>	<b>13,696,700</b>	<b>12,761,545</b>	<b>5,243,823</b>	<b>1,648,654</b>	<b>54,116,656</b>	<b>4,730,674</b>
<b>Total Assets</b>	<b>22,573,252</b>	<b>16,117,109</b>	<b>15,862,974</b>	<b>5,311,226</b>	<b>3,624,067</b>	<b>63,488,628</b>	<b>8,010,934</b>
<b>Deferred Outflows of Resources</b>							
Deferred pension resources	48,576	21,911	5,176	24,248	25,241	125,152	-
Deferred other postemployment benefits	29,894	12,010	2,662	13,394	32,272	90,232	-
<b>Total Deferred Outflows of Resources</b>	<b>78,470</b>	<b>33,921</b>	<b>7,838</b>	<b>37,642</b>	<b>57,513</b>	<b>215,384</b>	<b>-</b>
<b>Liabilities</b>							
<b>Current Liabilities</b>							
Accounts payable	57,212	159,797	2,500	5,952	75,780	301,241	50,213
Deposits payable	18,698	-	-	-	-	18,698	-
Accrued salaries payable	37,929	16,301	4,359	21,446	45,277	125,312	-
Due to other governments	-	7,380	-	-	45,110	52,490	-
Due to other funds	-	-	-	147,146	-	147,146	-
Accrued interest payable	179,719	109,136	65,042	29,249	-	383,146	-
Unearned revenue	-	-	-	-	116,738	116,738	-
Other postemployment benefits	3,052	1,226	272	1,368	3,295	9,213	-
Compensated absences payable	28,098	13,839	6,920	45,234	35,470	129,561	1,547,958
Bonds payable - current	806,270	492,105	301,625	205,000	-	1,805,000	-
<b>Total Current Liabilities</b>	<b>1,130,978</b>	<b>799,784</b>	<b>380,718</b>	<b>455,395</b>	<b>321,670</b>	<b>3,088,545</b>	<b>1,598,171</b>
<b>Noncurrent Liabilities</b>							
Other postemployment benefits	80,764	32,446	7,191	36,186	87,190	243,777	-
Net pension liability	231,800	104,513	24,689	115,649	120,388	597,039	-
Bonds payable	12,311,445	7,231,076	4,832,527	2,169,669	-	26,544,717	-
<b>Total Noncurrent Liabilities</b>	<b>12,624,009</b>	<b>7,368,035</b>	<b>4,864,407</b>	<b>2,321,504</b>	<b>207,578</b>	<b>27,385,533</b>	<b>-</b>
<b>Total Liabilities</b>	<b>13,754,987</b>	<b>8,167,819</b>	<b>5,245,125</b>	<b>2,776,899</b>	<b>529,248</b>	<b>30,474,078</b>	<b>1,598,171</b>
<b>Deferred Inflows of Resources</b>							
Deferred pension resources	150,694	67,870	16,026	75,075	78,167	387,832	-
Deferred lease resources	903,162	-	-	-	-	903,162	-
Deferred other post employment benefits	6,895	2,770	614	3,089	7,443	20,811	-
<b>Total Deferred Inflows of Resources</b>	<b>1,060,751</b>	<b>70,640</b>	<b>16,640</b>	<b>78,164</b>	<b>85,610</b>	<b>1,311,805</b>	<b>-</b>
<b>Net Position</b>							
Net investment in capital assets	7,534,610	6,153,829	7,725,616	2,869,154	1,648,654	25,931,863	4,682,492
Unrestricted	301,374	1,758,742	2,883,431	(375,349)	1,418,068	5,986,266	1,730,271
<b>Total Net Position</b>	<b>\$ 7,835,984</b>	<b>\$ 7,912,571</b>	<b>\$ 10,609,047</b>	<b>\$ 2,493,805</b>	<b>\$ 3,066,722</b>	<b>\$ 31,918,129</b>	<b>\$ 6,412,763</b>

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

City of Hopkins, Minnesota  
Statement of Revenues, Expenses and Changes in Net Position  
Proprietary Funds  
For the Year Ended December 31, 2024

	Business-type Activities - Enterprise Funds					Totals	Governmental Activities - Internal Service Funds
	703	707	740	747	Nonmajor Proprietary Funds		
	Water	Sewer	Storm Sewer	Pavilion			
Operating Revenues							
Charges for services	\$ 2,882,383	\$ 3,515,961	\$ 802,697	\$ 491,138	\$ 1,615,844	\$ 9,308,023	\$ 758,856
Operating Expenses							
Personal services	799,603	339,051	88,767	397,512	685,799	2,310,732	68,341
Contracted services	-	1,838,182	-	-	474,792	2,312,974	-
Supplies	145,032	54,887	11,630	27,475	110,224	349,248	-
Professional services	215,377	177,991	3,916	10,286	582,074	989,644	-
Communications	22,884	6,100	-	1,939	-	30,923	-
Insurance	36,810	20,301	-	9,746	15,219	82,076	-
Utilities	128,155	16,359	-	57,785	-	202,299	-
Repairs and maintenance	262,897	293,538	24,086	40,485	43,685	664,691	240,258
Other	290,378	127,142	27,207	52,339	170,184	667,250	-
Depreciation	558,352	362,711	387,935	484,236	257,323	2,050,557	845,560
Total Operating Expenses	<u>2,459,488</u>	<u>3,236,262</u>	<u>543,541</u>	<u>1,081,803</u>	<u>2,339,300</u>	<u>9,660,394</u>	<u>1,154,159</u>
Operating Income (Loss)	<u>422,895</u>	<u>279,699</u>	<u>259,156</u>	<u>(590,665)</u>	<u>(723,456)</u>	<u>(352,371)</u>	<u>(395,303)</u>
Nonoperating Revenues (Expenses)							
Taxes	-	-	-	440,000	-	440,000	360,000
Investment earnings	39,429	46,632	60,947	-	36,578	183,586	74,289
Miscellaneous	11,700	4,717	1,114	5,218	5,434	28,183	89,557
Intergovernmental grants	-	-	-	-	324,041	324,041	-
Loss on sale of capital assets	-	-	-	-	-	-	(20,381)
Interest expense	(341,155)	(207,119)	(120,678)	(68,019)	-	(736,971)	-
Total Nonoperating Revenues (Expenses)	<u>(290,026)</u>	<u>(155,770)</u>	<u>(58,617)</u>	<u>377,199</u>	<u>366,053</u>	<u>238,839</u>	<u>503,465</u>
Income (Loss) Before Transfers	132,869	123,929	200,539	(213,466)	(357,403)	(113,532)	108,162
Transfers In	-	-	-	-	-	-	56,943
Transfers Out	(114,426)	(81,832)	(130,504)	-	-	(326,762)	(56,943)
Change in Net Position	18,443	42,097	70,035	(213,466)	(357,403)	(440,294)	108,162
Net Position, January 1	<u>7,817,541</u>	<u>7,870,474</u>	<u>10,539,012</u>	<u>2,707,271</u>	<u>3,424,125</u>	<u>32,358,423</u>	<u>6,304,601</u>
Net Position, December 31	<u>\$ 7,835,984</u>	<u>\$ 7,912,571</u>	<u>\$ 10,609,047</u>	<u>\$ 2,493,805</u>	<u>\$ 3,066,722</u>	<u>\$ 31,918,129</u>	<u>\$ 6,412,763</u>

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

City of Hopkins, Minnesota  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2024

	Business-type Activities - Enterprise Funds					Totals	Governmental Activities - Internal Service Funds
	703	707	740	747	Nonmajor Proprietary Funds		
	Water	Sewer	Storm Sewer	Pavilion			
<b>Cash Flows from Operating Activities</b>							
Receipts from customers and users	\$ 2,888,003	\$ 3,463,865	\$ 803,272	\$ 409,604	\$ 1,592,792	\$ 9,157,536	\$ 89,557
Receipts for interfund services	-	-	-	-	-	-	1,162,190
Payments to suppliers	(1,072,389)	(2,391,301)	(64,316)	(198,242)	(1,425,658)	(5,151,906)	(209,806)
Payments to employees	(761,618)	(334,499)	(87,380)	(391,660)	(678,548)	(2,253,705)	(67,328)
<b>Net Cash Provided (Used) by     Operating Activities</b>	<b>1,053,996</b>	<b>738,065</b>	<b>651,576</b>	<b>(180,298)</b>	<b>(511,414)</b>	<b>1,751,925</b>	<b>974,613</b>
<b>Cash Flows from Noncapital Financing Activities</b>							
Property taxes received	-	-	-	440,000	-	440,000	360,000
Intergovernmental receipts	-	-	-	58,280	490,407	548,687	-
Transfers from other funds	-	-	-	-	-	-	56,943
Transfers to other funds	(114,426)	(81,832)	(130,504)	-	-	(326,762)	(56,943)
<b>Net Cash Provided (Used) by     Noncapital Financing Activities</b>	<b>(114,426)</b>	<b>(81,832)</b>	<b>(130,504)</b>	<b>498,280</b>	<b>490,407</b>	<b>661,925</b>	<b>360,000</b>
<b>Cash Flows from Capital Financing Activities</b>							
Acquisition of capital assets	(2,435,109)	(2,013,478)	(1,138,335)	(44,062)	(5,784)	(5,636,768)	(1,515,814)
Proceeds from sale of capital assets	-	-	-	-	-	-	238,122
Proceeds from bonds issued, net	2,456,642	1,930,825	983,725	-	-	5,371,192	-
Interest and other paid on bonds	(337,394)	(183,407)	(116,854)	(73,920)	-	(711,575)	-
Principal paid on bonds	(699,600)	(398,170)	(242,230)	(200,000)	-	(1,540,000)	-
<b>Net Cash Provided (Used)     by Capital Financing Activities</b>	<b>(1,015,461)</b>	<b>(664,230)</b>	<b>(513,694)</b>	<b>(317,982)</b>	<b>(5,784)</b>	<b>(2,517,151)</b>	<b>(1,277,692)</b>
<b>Cash Flows from Investing Activities</b>							
Interest received on investments	39,429	46,632	60,947	-	36,578	183,586	74,289
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(36,462)</b>	<b>38,635</b>	<b>68,325</b>	<b>-</b>	<b>9,787</b>	<b>80,285</b>	<b>131,210</b>
Cash and Cash Equivalents, January 1	1,624,593	1,907,811	3,020,528	-	1,850,256	8,403,188	3,149,050
Cash and Cash Equivalents, December 31	<u>\$ 1,588,131</u>	<u>\$ 1,946,446</u>	<u>\$ 3,088,853</u>	<u>\$ -</u>	<u>\$ 1,860,043</u>	<u>\$ 8,483,473</u>	<u>\$ 3,280,260</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>							
Operating income (loss)	422,895	279,699	259,156	(590,665)	(723,456)	(352,371)	(395,303)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities							
Depreciation	558,352	362,711	387,935	484,236	257,323	2,050,557	845,560
Other income related to operations	11,700	4,717	1,114	5,218	5,434	28,183	89,557
(Increase) decrease in assets							
Receivables							
Accounts	19,036	(56,813)	(539)	(50,055)	10,959	(77,412)	21,263
Leases	51,208	-	-	-	-	51,208	-
Prepays	-	(7,053)	-	2,458	(1,942)	(6,537)	-
Inventories	1,423	901	43	-	-	2,367	-
Increase (decrease) in deferred outflows of resources							
Deferred pension resources	30,578	16,130	4,013	18,682	18,977	88,380	-
Deferred other post employment benefit resources	(3,865)	(1,088)	(182)	(634)	86	(5,683)	-
Increase (decrease) in liabilities							
Accounts payable	30,130	141,971	2,480	1,324	(65,554)	110,351	31,465
Accrued salaries payable	10,258	3,944	978	4,915	(330)	19,765	-
Due to other governments	(2,409)	7,380	-	(1,969)	38,016	41,018	-
Unearned revenue	-	-	-	(36,697)	(39,445)	(76,142)	-
Other postemployment benefits	21,224	7,409	1,500	6,871	12,673	49,677	-
Compensated absences payable	10,267	4,323	2,334	9,527	9,632	36,083	382,071
Net pension liability	(81,848)	(46,225)	(11,724)	(54,463)	(54,828)	(249,088)	-
Increase (decrease) in deferred inflows of resources							
Deferred pension resources	52,118	20,495	4,582	21,611	23,098	121,904	-
Deferred lease resources	(76,324)	-	-	-	-	(76,324)	-
Deferred other post employment benefit resources	(747)	(436)	(114)	(657)	(2,057)	(4,011)	-
<b>Net Cash Provided (Used) by     Operating Activities</b>	<b>\$ 1,053,996</b>	<b>\$ 738,065</b>	<b>\$ 651,576</b>	<b>\$ (180,298)</b>	<b>\$ (511,414)</b>	<b>\$ 1,751,925</b>	<b>\$ 974,613</b>
<b>Noncash Capital Financing and Investing Activities</b>							
Amortization of premium (discount)	\$ 72,760	\$ 39,890	\$ 26,225	\$ 3,407	\$ -	\$ 142,282	\$ -
Book value of disposed assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 258,503
Capital assets acquired on account	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 48,182

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

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City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

## Note 1: Summary of Significant Accounting Policies

### A. Reporting Entity

The City of Hopkins, Minnesota (the City) is a charter City, which was approved December 2, 1947. The City operates pursuant to applicable Minnesota laws and statutes. The governing body of the City is a Council – Manager form of government. The financial statements of the City have been prepared in conformity with U.S. generally accepted accounting principles as applied to governmental units by the Government Accounting Standards Board (GASB).

In accordance with GASB pronouncements, the City's financial statements include all funds and departments of the City and its component units, for which the City is considered to be financially accountable. A blended component unit, although legally separate entity is, in substance, part of the City's operations and so data from this unit is combined with data of the primary government. The City's blended component unit has a March 31 year-end. The fund statements shown represent a year-end nine months prior to the City's December 31 year-end.

#### ***Housing and Redevelopment Authority in and for the City of Hopkins (HRA)***

The HRA was created by the City to carry out certain redevelopment projects and low-income rental housing. The HRA's governing body is the same as the governing body of the primary government in that all members of the Hopkins City Council are also the Hopkins Housing and Redevelopment Authority Commissioners. The City of Hopkins in its capacity as the HRA Board of Directors, has operational responsibility for the HRA. Therefore, there is a burden relationship between the primary government and the component unit. The housing activity is supported in part by federal subsidies. There is an extensive trust agreement between the HRA and HUD regarding the facility. The HRA is included in the City's enterprise funds. Separate financials are not prepared.

### 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 activities of the City and its component unit. *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 segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Amounts reported as *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*.

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 funds 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.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 1: Summary of Significant Accounting Policies (Continued)**

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 fiscal 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 fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal 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.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, grants, entitlement and donations. On an accrual basis, revenue from property taxes is recognized in the year for which the tax is levied. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received before eligibility requirements are met are also recorded as unearned revenue.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

The City reports the following major governmental funds:

The *General fund* is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

The *Economic Development Authority fund* accounts for development opportunities of the city. Sources of funds are derived from grants received and an annual tax levy.

The *Tax Increment Super Value fund* accounts for the activities of the Super Value tax increment development district. Sources of funds are a tax increment levy.

The *Permanent Improvement Revolving fund* accounts for the accumulation of resources for future building improvement capital outlay.

The *Debt Service fund* accounts for the servicing of general long-term debt not being financed by proprietary funds.

## Note 1: Summary of Significant Accounting Policies (Continued)

The City reports the following major proprietary funds:

The *Water fund* accounts for the activities of the water distribution system the City maintains.

The *Sewer fund* accounts for the activities of the City's sewage collection operations.

The *Storm Sewer fund* accounts for the costs associated with the City's storm sewer system.

The *Pavilion fund* accounts for the operations and improvements of the city owned ice arena.

The City reports the following internal service funds:

The *Equipment Replacement fund* accounts for the City's funds accumulated for the acquisition of large equipment.

The *Employee Benefits fund* accounts for the City's funds accumulated for the compensated absences and other post-employment benefits..

The *Insurance Risk fund* accounts all revenues and expenses associated with insurance premiums, deductibles, and claims for general liability and workers compensation.

As a general rule, the effect of interfund activity has been eliminated from government-wide financial statements. Exceptions to this general rule are payments, where the amounts are reasonable equivalent in value to the interfund services provided and charges between the City's utility function 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 proprietary funds' principal ongoing operations. The principal operating revenues of the City enterprise 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.

### D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position/Fund Balances

#### ***Deposits and Investments***

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, commercial paper, government securities and short-term investments with original maturities of three months or less from the date of acquisition. The proprietary funds' portion in the government-wide cash and temporary investments pool is considered to be cash and cash equivalents for purposes of the statement of cash flows.

Cash balances from all funds are pooled and invested, to the extent available, in certificates of deposit and other authorized investments. Earnings on investments are allocated to the individual funds based upon the average of month-end cash and investment balances.

The City may also invest idle funds as authorized by Minnesota statutes, as follows:

1. Direct obligations or obligations guaranteed by the United States or its agencies.
2. Shares of investment companies registered under the Federal Investment Company Act of 1940 and received the highest credit rating, rated in one of the two highest rating categories by a statistical rating agency, and have a final maturity of thirteen months or less.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 1: Summary of Significant Accounting Policies (Continued)**

3. General obligations of a state or local government with taxing powers rated "A" or better; revenue obligations rated "AA" or better.
4. General obligations of the Minnesota Housing Finance Agency rated "A" or better.
5. Obligation of a school district with an original maturity not exceeding 13 months and (i) rated in the highest category by a national bond rating service or (ii) enrolled in the credit enhancement program pursuant to statute section 126C.55.
6. Bankers' acceptances of United States banks eligible for purchase by the Federal Reserve System.
7. Commercial paper issued by United States banks corporations or their Canadian subsidiaries, of highest quality category by at least two nationally recognized rating agencies, and maturing in 270 days or less.
8. Repurchase or reverse repurchase agreements and securities lending agreements with financial institutions qualified as a "depository" by the government entity, with banks that are members of the Federal Reserve System with capitalization exceeding \$10,000,000, a primary reporting dealer in U.S. government securities to the Federal Reserve Bank of New York, or certain Minnesota securities broker-dealers.
9. Guaranteed Investment Contracts (GIC's) issued or guaranteed by a United States commercial bank, a domestic branch of a foreign bank, a United States insurance company, or its Canadian subsidiary, whose similar debt obligations were rated in one of the top two rating categories by a nationally recognized rating agency.

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. The City's recurring fair value measurements are listed in detail on page 65.

***Property Taxes***

The City Council annually adopts a tax levy and certifies it to the County in December for collection in the following year. The County is responsible for collecting all property taxes for the City. These taxes attach an enforceable lien on taxable property within the City on January 1 and are payable by the property owners in two installments. The taxes are collected by the County Treasurer and tax settlements are made to the City during January, June and December each year.

Delinquent taxes receivable include the past six years' uncollected taxes. Delinquent taxes have been offset by a deferred inflow of resources for delinquent taxes not received within 60 days after year end in the governmental financial statements.

***Accounts Receivable***

Accounts receivable include amounts billed for services provided before year end. Unbilled utility enterprise fund receivables are also included for services provided in 2024. The City annually certifies delinquent water, sewer and storm sewer accounts to the County for collection in the following year. As a result, there has been no allowance for doubtful accounts established in the enterprise funds.

***Special Assessments***

Special assessments represent the financing for public improvements paid for by benefiting property owners. These assessments are recorded as receivables upon certification to the County. Special assessments are recognized as revenue when they are received in cash or within 60 days after year end. All governmental special assessments receivable are offset by a deferred inflow of resources in the fund financial statements.

## **Note 1: Summary of Significant Accounting Policies (Continued)**

### ***Leases Receivable***

The City's leases receivable are measured at the present value of lease payments expected to be received during the lease term. Under the lease agreement, the City may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received.

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

### ***Interfund Receivables and Payables***

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

### ***Inventories and Prepaid Items***

All inventories are 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.

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 expenditures of governmental funds are reported using the consumption method and recorded as expenditures at the time of consumption.

### ***Property Held for Resale***

The City acquires properties for redevelopment purposes. These properties are reported at their net realizable value in the financial statements. Any costs incurred that are above a property's net realizable value are reported as expenditures of the current period.

### ***Capital Assets***

Capital assets, which include land, buildings, equipment and infrastructure assets (e.g., roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary fund financial statements. The City defines capital assets 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. Donated capital assets are recorded at acquisition value at the date of donation.

The cost 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 Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 1: Summary of Significant Accounting Policies (Continued)**

Assets not being depreciated include land and construction in progress. Buildings, equipment, and infrastructure of the City and the Housing Authority are depreciated using the straight-line method over the estimated useful lives as follows:

Assets	Useful Live in Years
Buildings	30 to 40
Mains and Lines	40 to 50
Streets	20 to 25
Improvements	10 to 20
Vehicles	3 to 30
Equipment	3 to 20

***Deferred Outflows of Resources***

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify for reporting in this category. Deferred pension resources and other postemployment benefit (OPEB) resources are reported only in the statements of net position. These items result from actuarial calculations and current year pension contributions and OPEB contributions made subsequent to the measurement date.

***Compensated Absences***

The City compensates all employees upon termination for unused vacation or flex leave. Employees hired prior to August 1, 1998 may opt to have sick leave, at the rate of 8 hours for each calendar month of full-time service, instead of flex leave.

Employees hired prior to August 1, 1998, that have not opted for flex leave, shall be entitled to severance pay, after completion of five years of continuous City employment. Severance pay is calculated by multiplying the total number of continuous years in the City employ and/or accumulated sick leave by the daily wage rate prevailing at date of severance, at one day per year of such employment, to a maximum of 20 days. Such severance money shall be paid in case of separation caused by death, eligible retirements, or medically attested disability preventing an employee from performing the major duties of the position or separation for non-disciplinary reasons.

Accumulated vacation, flex and vested severance pay is reported as an expense and an accrued liability as the benefits accrue to employees in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if benefits have matured as a result of employee resignations and retirements. The employee benefits internal service fund reports the governmental funds' liability for compensated absences on the accrual basis.

For the governmental activities, compensated absences liability is generally liquidated by the general and by the parking, communications, Depot Coffee House and arts center special revenue funds.

***Long-term Obligations***

In the government-wide financial statements, and proprietary funds 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 funds type statement of net position. The recognition of bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as an expense in the period incurred.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 1: Summary of Significant Accounting Policies (Continued)**

In the fund financial statements, governmental fund types recognized 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.

**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 additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA 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. The General, parking, communications, depot coffee house and arts center special revenue fund are typically used to liquidate the governmental net pension liability.

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the defined benefit plan administered by Hopkins Fire Department Relief Association and additions to and deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. Investments are reported at fair value. The General fund is typically used to liquidate the governmental net pension liability.

The total pension expense for the General Employee Plan (GERP), Police and Fire Plan (PEFPF), and the Hopkins Fire Relief Association is as follows:

	Public Employees Retirement Association of Minnesota (PERA)				Total All Plans
	GERP	PEFPF	PEDCP	Fire Relief	
City's proportionate share	\$ 322,509	\$ 770,476	\$ 216	\$ (116,663)	\$ 976,538
Proportionate share of State's contribution	2,070	16,616	-	-	18,686
Total pension expense	<u>\$ 324,579</u>	<u>\$ 787,092</u>	<u>\$ 216</u>	<u>\$ (116,663)</u>	<u>\$ 995,224</u>

**Postemployment Benefits Other Than Pensions**

Under Minnesota statute §471.61, subdivision 2b, public employers must allow retirees and their dependents to continue coverage indefinitely in an employer-sponsored health care plan, under the following conditions: 1) Retirees must be receiving (or eligible to receive) an annuity from a Minnesota public pension plan, 2) Coverage must continue in group plan until age 65, and retirees must pay no more than the group premium, and 3) Retirees may obtain dependent coverage immediately before retirement. All premiums are funded on a pay-as-you-go basis. The liability was actuarially determined, in accordance with GASB Statement 75, at January 1, 2024

**Deferred Inflows of Resources**

In addition to liabilities, the statement of net position and fund financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

## **Note 1: Summary of Significant Accounting Policies (Continued)**

The City has the following items listed below reported in the statement of net position and governmental funds balance sheet.

- *Unavailable revenues* are presented in the governmental funds from two sources: property taxes and special assessments. These arise only under a modified accrual basis of accounting that qualifies for reporting in this category. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- *Deferred pension resources* are reported only in the statements of net position and results from actuarial calculations.
- *Deferred other postemployment benefit resources* are reported only in the statements of net position and results from actuarial calculations.
- *Deferred lease resources* are reported in the governmental funds balance sheet and are deferred to the period the amounts become available. This item is also reported in the statement of net position.
- Intergovernmental resources are reported in the governmental funds balance sheet and were received in advance and apply to future periods. This item is also reported in the statement of net position.

### **Fund Balance**

In the fund financial statements, fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of resources reported in the governmental funds. These classifications are defined as follows:

*Nonspendable* - Amounts that cannot be spent because they are not in spendable form, such as prepaid items.

*Restricted* - Amounts related to externally imposed constraints established by creditors, grantors or contributors; or constraints imposed by state statutory provisions.

*Committed* - Amounts constrained for specific purposes that are internally imposed by formal action (resolution) of the City Council which is the City's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the City Council modifies or rescinds the commitment by resolution.

*Assigned* - Amounts constrained for specific purposes that are internally imposed. In governmental funds other than the General fund, assigned fund balance represents all remaining amounts that are not classified as nonspendable and are neither restricted nor committed. In the General fund, assigned amounts represent intended uses established by the City Council itself or by an official to which the governing body delegates the authority. The City Council has adopted a fund balance policy which delegates the authority to assign amounts for specific purposes to the Finance Director.

*Unassigned* - The residual classification for the General fund and also negative residual amounts in other funds.

When an expenditure is incurred for purposes for which committed, assigned, and unassigned amounts are available, it is the City's policy to use committed first, then assigned, and finally unassigned amounts.

The City formally adopted a fund balance policy for the General Fund. The policy establishes an unassigned fund of a minimum of 5 months or 42% of the previous year's operating expenditures.

## **Note 1: Summary of Significant Accounting Policies (Continued)**

### ***Net Position***

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position is displayed in three components:

- a. Net investment in capital assets - Consists of capital assets, net of accumulated depreciation reduced by any outstanding debt attributable to acquire capital assets.
- b. Restricted net position - Consists of net position balances restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, laws or regulations of other governments.
- c. Unrestricted net position - All other net position balances that do not meet the definition of "restricted" or "net investment in capital assets".

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.

## **Note 2: Stewardship, Compliance and Accountability**

### **A. Budgetary Information**

Annual budgets are adopted on a basis consistent with U.S. generally accepted accounting principles for all governmental funds except the TIF Spending Plan, Hennepin County CDBG, Local Affordable Housing Aid, 5<sup>th</sup> Avenue Flats, Tax Increment District 1-5 PAYGO Note, and American Rescue Plan Act special revenue funds, the debt service funds and the capital projects funds, which are not budgeted. A capital improvement plan is reviewed annually by the City Council for the capital projects funds and utility funds. However, appropriations for major projects are not adopted until the actual bid award of the improvement. The appropriations are not reflected in the financial statements. All annual appropriations lapse at fiscal year-end.

The City follows these procedures in establishing the budgetary data reflected in the financial statements and set forth in Section 7.04 of the City Charter.

1. The City Manager shall, at the first regular council meeting in September, submit to the Council a proposed budget and an explanatory budget message in a form and manner as prescribed by the City Charter.
2. The Council shall determine the plan and time of the public hearings on the budget to obtain taxpayer comments.
3. The Council shall adopt the tax levy by resolution no later than a December date, which is annually established by law for the county auditor to levy taxes. The budget shall set forth the total for each budgeted fund with such segregation as to objects and purposes of expenditures as the Council deems necessary for purposes of budget control.
4. The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council and are limited to the amount revenues exceed the budgets or authorize the transfer of sums from unexpended balances to other purposes. Budgeted expenditure appropriations lapse at year-end. The level of legal control is at the fund level.
5. The Council made no supplemental budgetary appropriation throughout the year.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 2: Stewardship, Compliance and Accountability (Continued)**

**B. Excess of Expenditures Over Appropriations**

For the year ended December 31, 2024 expenditures exceeded appropriations in the following funds:

Fund	Budget	Actual	Excess of Expenditures Over Appropriations
Major			
General	\$ 18,361,803	\$ 19,138,290	\$ 776,487
Economic Development Authority	540,278	1,482,524	942,246
Nonmajor			
State Chemical Assessment	65,000	76,005	11,005
Parking	159,894	179,480	19,586
Art Center	1,144,097	1,158,305	14,208

The excess expenditures were funded by revenues in excess of expectations and available fund balance.

**C. Fund Balance Deficits**

At December 31, 2024, the following funds had deficit fund balances or net position.

Fund	Amount
Major Governmental	
Tax Increment District Super Value	\$ 128,438
Nonmajor Governmental	
State Chemical Assessment	43,110
Parking	225,299
Depot House Coffee	143,069
Tax Increment District Oaks of Mainstreet	5,339
5th Avenue Flats	399,379
Tax Increment District Moline	16,412
Tax Increment District Marketplace and Main	48,178

These deficits will be funded through future tax levies, contributions, grants, charges for services or developer payments.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds**

**A. Deposits and Investments**

***Deposits***

Custodial credit risk for deposits and investments is the risk that in the event of a bank failure, the City's deposits and investments may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. In accordance with Minnesota statutes and as authorized by the City Council, the City maintains deposits at those depository banks, all of which are members of the Federal Reserve System.

Minnesota statutes require that all City deposits be protected by insurance, surety bond or collateral. The fair value of collateral pledged must equal 110 percent of the deposits not covered by insurance or bonds, with the exception of irrevocable standby letters of credit issued by Federal Home Loan Banks as this type of collateral only requires collateral pledged equal to 100 percent of the deposits not covered by insurance or bonds.

Authorized collateral in lieu of a corporate surety bond includes:

- United States government Treasury bills, Treasury notes, Treasury bonds;
- Issues of United States government agencies and instrumentalities as quoted by a recognized industry quotation service available to the government entity;
- General obligation securities of any state or local government with taxing powers which is rated "A" or better by a national bond rating service, or revenue obligation securities of any state or local government with taxing powers which is rated "AA" or better by a national bond rating service;
- General obligation securities of a local government with taxing powers may be pledged as collateral against funds deposited by that same local government entity;
- Irrevocable standby letters of credit issued by Federal Home Loan Banks to a municipality accompanied by written evidence that the bank's public debt is rated "AA" or better by Moody's Investors Service, Inc., or Standard & Poor's Corporation; and
- Time deposits that are fully insured by any Federal agency.

Minnesota statutes require that all collateral shall be placed in safekeeping in a restricted account at a Federal Reserve Bank, or in an account at a trust department of a commercial bank or other financial institution that is not owned or controlled by the financial institution furnishing the collateral. The selection should be approved by the City.

At year end, the City's carrying amount of deposits was \$8,713,074 and the bank balance was \$8,950,708. The bank balance was covered by federal depository insurance totaling \$500,000. The remaining balance was covered by collateral held by the City's agent in the City's name.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

**Investments**

In accordance with this standard, the City has categorized its investments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument. Financial assets and liabilities recorded on the combined statements of financial position are categorized based on the inputs to the valuation techniques as follows:

- Level 1 - Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities.
- Level 2 - Financial assets and liabilities are values based on quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data.
- Level 3 - Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset, inputs that reflect the reporting entity's own assumptions about the assumptions market participants and would use in pricing the assets.

As of December 31, 2024, the City had the following investments that are insured or registered, or securities held by the City's agent in the City's name.

Types of Investments	Credit Quality/ Ratings (1)	Segmented Time Distribution (2)	Amount	Fair Value Measurement Using		
				Level 1	Level 2	Level 3
<b>Pooled Investments at Amortized Costs</b>						
Money Market Funds	N/A	less than 1 year	\$ 15,250,723	\$ -	\$ -	\$ -
<b>Non-pooled investments at amortized costs</b>						
Negotiable Certificates of Deposit	N/A	less than 1 year	2,982,193	-	2,982,193	-
Negotiable Certificates of Deposit	N/A	1 to 5 years	2,520,555	-	2,520,555	-
<b>Non-pooled Investments at Fair Value</b>						
US Government Securities	AA	1 to 5 years	257,030	257,030	-	-
US Treasury Bill	AA	less than 1 year	11,911,617	11,911,617	-	-
US Treasury Bill	AA	1 to 5 years	1,047,518	1,047,518	-	-
US Treasury Bill	AAA	less than 1 year	166,449	166,449	-	-
US Treasury Bill	AAA	1 to 5 years	97,069	97,069	-	-
Municipal Bonds	AA	less than 1 year	1,597,870	-	1,597,870	-
Municipal Bonds	AA	1 to 5 years	1,029,000	-	1,029,000	-
Municipal Bonds	AAA	less than 1 year	103,206	-	103,206	-
Municipal Bonds	AAA	1 to 5 years	510,150	-	510,150	-
<b>Total Investments</b>			<b>\$ 37,473,380</b>	<b>\$ 13,479,683</b>	<b>\$ 8,742,974</b>	<b>\$ -</b>

(1) Ratings are provided by Moody's where applicable to indicate associated credit risk.

(2) Interest rate risk is disclosed using the segmented time distribution method.

N/A Indicates not applicable or available.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

The investments of the City are subject to the following risks:

- *Credit Risk.* Is the risk of loss due to failure of the securities issuer or backer. Thus, designated depositories shall have insurance through the FDIC (Federal Insurance) or the SIPC (Securities Investor Protection Corporation). To ensure safety, it is the policy of the City that when considering an investment, all depositories under consideration be cross-checked against existing investments to make certain that funds in excess of insurance limits are not in the same institution unless collateralized. . Minnesota statutes limit the City's investments to the list on page 57 of the notes.
- *Custodial Credit Risk.* The City will minimize deposit custodial risk, which is risk of loss due to failure of the depository bank (credit union), by obtaining collateral or bonds for all uninsured amounts on deposit, and by obtaining necessary documentation to show compliance with state law and a perfected security interest under federal law.
- *Concentration of Credit Risk.* Is the risk of loss attributed to the magnitude of a government's investment in a single issuer.
- *Interest Rate Risk.* Is the risk that the market value of securities in the portfolio will fall due to changes in general interest rates. The City will minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

It is the policy of the City to invest public funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow requirements of the City and conforming to all state and local statutes governing the investment of public funds. The purpose of this Policy statement is to establish standards governing the investment of City funds. In accordance with Minnesota Statutes 385.05 and 118A.02 the Finance Director is authorized to invest the City funds in accordance with Minnesota Statutes 118A.04 and 118A.05 which defines the types of securities and financial instruments the City is allowed to purchase.

A reconciliation of cash and temporary investments as shown on the statement of net position for the City follows:

Carrying Amount of Deposits	\$ 8,713,074
Cash on Hand	1,750
Investments	37,473,380
Total	\$ 46,188,204

**B. Lease Receivable**

As of December 31, 2024, the City had the following lease receivables maturing over the period shown below:

Description	Issue Date	Discount Rate	Current Year Inflow of Resources	Balance at Year End
New Cingular Wireless Antenna	05/15/19	2.26%	\$ 74,172	\$ 988,067
Stages Theatre Company	09/01/23	3.13%	68,949	788,578
Total Lease Receivable				\$ 1,776,645

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

Annual lease requirements to maturity at December 31, 2024 are as follows:

Year Ending December 31,	Lease Maturity		
	Principal	Interest	Total
2025	\$ 252,463	\$ 43,635	\$ 296,098
2026	269,732	35,986	305,718
2027	287,869	27,823	315,692
2028	227,216	19,425	246,641
2029	74,293	15,949	90,242
2030 - 2034	457,158	51,171	508,329
2035 - 2036	207,914	4,575	212,489
Total	<u>\$ 1,776,645</u>	<u>\$ 198,564</u>	<u>\$ 1,975,209</u>

**C. Capital Assets**

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

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental Activities</b>				
Capital Assets not Being Depreciated				
Land	\$ 6,157,677	\$ -	\$ -	\$ 6,157,677
Construction in progress	6,305,310	3,081,986	(6,225,954)	3,161,342
Total Capital Assets not Being Depreciated	<u>12,462,987</u>	<u>3,081,986</u>	<u>(6,225,954)</u>	<u>9,319,019</u>
Capital Assets Being Depreciated				
Buildings	20,724,854	-	-	20,724,854
Infrastructure	101,215,408	6,562,338	-	107,777,746
Vehicles	6,049,012	712,483	(237,672)	6,523,823
Machinery and Equipment	6,754,636	605,968	(20,832)	7,339,772
Total Capital Assets Being Depreciated	<u>134,743,910</u>	<u>7,880,789</u>	<u>(258,504)</u>	<u>142,366,195</u>
Less Accumulated Depreciation for				
Buildings	(10,736,620)	(489,312)	-	(11,225,932)
Infrastructure	(29,586,000)	(2,154,452)	-	(31,740,452)
Vehicles	(3,245,651)	(496,914)	184,990	(3,557,575)
Machinery and Equipment	(4,836,723)	(412,317)	14,552	(5,234,488)
Total Accumulated Depreciation	<u>(48,404,994)</u>	<u>(3,552,995)</u>	<u>199,542</u>	<u>(51,758,447)</u>
Total Capital Assets Being Depreciated, Net	<u>86,338,916</u>	<u>4,327,794</u>	<u>(58,962)</u>	<u>90,607,748</u>
Governmental Activities Capital Assets, Net	<u>\$ 98,801,903</u>	<u>\$ 7,409,780</u>	<u>\$ (6,284,916)</u>	<u>\$ 99,926,767</u>

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Business-type Activities</b>				
Capital Assets not Being Depreciated				
Land	\$ 254,299	\$ -	\$ -	\$ 254,299
Construction in Progress	3,318,499	4,907,316	(3,214,146)	5,011,669
Total Capital Assets not Being Depreciated	<u>3,572,798</u>	<u>4,907,316</u>	<u>(3,214,146)</u>	<u>5,265,968</u>
Capital Assets Being Depreciated				
Buildings	9,438,839	-	-	9,438,839
Infrastructure	65,023,481	3,894,815	-	68,918,296
Vehicles	1,859,209	48,783	-	1,907,992
Machinery and Equipment	1,070,212	-	-	1,070,212
Total Capital Assets Being Depreciated	<u>77,391,741</u>	<u>3,943,598</u>	<u>-</u>	<u>81,335,339</u>
Less Accumulated Depreciation for				
Buildings	(6,695,003)	(245,456)	-	(6,940,459)
Infrastructure	(22,613,427)	(1,651,311)	-	(24,264,738)
Vehicles	(1,201,746)	(120,333)	-	(1,322,079)
Machinery and Equipment	(856,610)	(33,457)	-	(890,067)
Total Accumulated Depreciation	<u>(31,366,786)</u>	<u>(2,050,557)</u>	<u>-</u>	<u>(33,417,343)</u>
Total Capital Assets Being Depreciated, Net	<u>46,024,955</u>	<u>1,893,041</u>	<u>-</u>	<u>47,917,996</u>
Business-type Activities Capital Assets, Net	<u>\$ 49,597,753</u>	<u>\$ 6,800,357</u>	<u>\$ (3,214,146)</u>	<u>\$ 53,183,964</u>

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

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

**Governmental Activities**

General government	\$ 173,107
Public safety	789,183
Public works	2,176,054
Parks and recreation	<u>414,651</u>
 Total Depreciation Expense - Governmental Activities	 <u><u>\$ 3,552,995</u></u>

**Business-type Activities**

Water	\$ 558,352
Sewer	362,711
Refuse	77,778
Storm Sewer	387,935
Pavilion	484,236
Housing Authority	<u>179,545</u>
 Total Depreciation Expense - Business-type Activities	 <u><u>\$ 2,050,557</u></u>

**D. Interfund Receivables, Payables and Transfers**

The composition of interfund balances as of December 31, 2024 is as follows:

Receivable Fund	Payable Fund	Purpose	Amount
General	Debt Service Funds	To eliminate cash deficit	\$ 209,886
General	Nonmajor Governmental Funds	To eliminate cash deficit	422,094
General	Nonmajor Enterprise Funds	To eliminate cash deficit	147,146
Economic Development	Nonmajor Governmental Funds	Development loan	261,233
Economic Development	Nonmajor Governmental Funds	To eliminate cash deficit	<u>393,083</u>
Subtotal Interfund Balances			1,433,442
Interfund Activity Eliminated From Government-Wide Statements			<u>(1,286,296)</u>
Total Internal Balances - Government-Wide Statements			<u><u>\$ 147,146</u></u>

The interfund receivables and payables are to eliminate negative cash balances between funds, to allow for development loans or to facilitate a project in another fund.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

The composition of interfund transfers for the year ended December 31, 2024 is as follows:

Fund	Transfer In				Total
	Permanent Improvement Revolving	Debt Service Fund	Other Governmental Funds	Internal Service Fund	
Transfer Out					
General	\$ -	\$ -	\$ 487,650	\$ -	\$ 487,650
Economic Development	-	-	30,000	-	30,000
Tax Increment Super Value	-	1,195,300	800,000	-	1,995,300
Permanent Improvement Revolving Fund	-	80,794	-	-	80,794
Debt Service	3,567,321	-	-	-	3,567,321
Nonmajor Governmental	-	470,000	5,000	-	475,000
Internal Service Fund	-	-	-	56,943	56,943
Water	-	114,426	-	-	114,426
Sewer	-	81,832	-	-	81,832
Storm Sewer	-	130,504	-	-	130,504
<b>Total</b>	<b>\$ 3,567,321</b>	<b>\$ 2,072,856</b>	<b>\$ 1,322,650</b>	<b>\$ 56,943</b>	<b>\$ 7,019,770</b>

During the year, the City made the following one-time transfers:

- Annual transfer from the General Fund to the non-major governmental Depot Coffee House fund to pay for operating costs of the facility.
- Annual transfer from the Economic Development fund to the Art Center fund totaling \$30,000 to pay for operating costs of the facility.
- Annual transfers from Tax Increment Super Value fund to Debt Service funds for debt payments.
- Transfers from Water, Sewer and Storm Sewer funds to Debt Service funds for bond payment contributions.
- Annual transfer, from the non-major governmental Communication fund to the Art Center fund totaling \$5,000 for operating costs of the facility.
- Annual transfer from the Capital Improvement Revolving fund to the Debt Service fund for annual debt service payments.
- Transfers of unobligated TIF revenue between Tax Increment Super Value fund and nonmajor TIF funds to fund construction projects
- Transfers of bond proceeds from debt service funds to the Permanent Improvement Revolving fund and internal service funds.
- Transfer from the General Fund to the Capital Improvement Fund to fund 2023-2027 Capital Improvement Plan projects.
- Transfers from the Park Improvement Fund to the Debt Service Funds for debt service payments.
- Transfer from the Permanent Improvement Revolving Fund to the Debt Service Funds to represent bond shortfalls due to Special Assessment Prepayments from 2010A PIR Bonds.
- Transfer from the Insurance Risk Fund to the Equipment Replacement Fund to transfer insurance proceed revenue.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

**E. Long-term Debt**

General Obligation Bonds

The City issues general obligation bonds to provide funds street reconstruction, utility improvements and major capital facilities. General obligation bonds have been issued for general government activities. In addition, general obligation bonds have been issued to refund bond issues. General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
GO SROP Bonds					
Series 2015A	\$ 4,100,000	2.00 - 3.00 %	5/25/2015	2/1/2031	\$ 2,080,000
GO Tax Abatement Bonds					
Series 2015B	2,940,000	2.00 - 3.20	5/25/2015	2/1/2036	1,930,000
GO Improvement					
Series 2016A	4,335,000	2.00 - 2.50	7/20/2016	2/1/2032	2,480,000
GO Tax Abatement Bonds					
Series 2016B	1,630,000	2.00 - 2.20	7/20/2016	2/1/2032	920,000
GO Bonds					
Series 2016C	1,875,000	2.00	11/10/2016	2/1/2026	445,000
GO Bonds					
Series 2017A	11,795,000	3.00 - 4.00	6/20/2017	2/1/2033	7,800,000
GO Tax Abatement Bonds					
Series 2017B	1,735,000	3.00 - 4.00	6/20/2017	2/1/2033	1,165,000
GO Bonds					
Series 2018A	6,715,000	3.00 - 4.00	5/1/2018	2/1/2034	4,675,000
GO Bonds					
Series 2019A	11,550,000	3.00 - 5.00	4/2/2019	2/1/2034	9,110,000
GO Bonds					
Series 2020A	2,560,000	2.00 - 5.00	6/9/2020	2/1/2036	2,255,000
Equipment Certificate Bonds					
Series 2020A	225,000	2.00 - 5.00	6/9/2020	2/1/2036	175,000
GO Bond Bonds					
Series 2021A	3,720,000	2.10 - 3.00	6/9/2021	2/1/2036	3,465,000
GO Bonds					
Series 2022A	2,085,000	2.00 - 3.00	4/26/2022	2/1/2038	1,945,000
Equipment Certificate Bonds					
2022A	900,000	0.35 - 4.0	4/26/2022	2/1/2033	815,000
GO Bonds					
Series 2023A	3,775,000	3.50	3/14/2023	2/1/2026	3,775,000
Equipment Certificate Bonds					
2023A	210,000	3.50	3/14/2023	2/1/2026	210,000
GO Street Reconstruction					
2024A	615,000	4.00 - 5.00	6/11/2024	2/1/2032	<u>615,000</u>
 Total G.O. Bonds					 <u><u>\$ 43,860,000</u></u>

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

Annual debt service requirements to maturity for general obligation bonds outstanding at December 31, 2024 are as follows:

Year Ending December 31,	Governmental Activities		
	Principal	Interest	Total
2025	\$ 3,990,000	\$ 1,336,988	\$ 5,326,988
2026	7,520,000	1,130,621	8,650,621
2027	3,720,000	933,279	4,653,279
2028	3,850,000	803,641	4,653,641
2029	3,960,000	671,884	4,631,884
2030 - 2034	18,010,000	1,520,579	19,530,579
2035 - 2038	2,810,000	72,847	2,882,847
<b>Total</b>	<b>\$ 43,860,000</b>	<b>\$ 6,469,839</b>	<b>\$ 50,329,839</b>

General Obligation Improvement Bonds

The following bonds were used to for street reconstruction and major capital improvements to buildings. They will be repaid with ad valorem taxes and special assessments levied against the properties . The bonds are backed by the full faith and credit of the City.

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
G.O. Improvement Bonds, Series 2014A	\$ 1,895,000	2.00 - 3.13 %	7/10/2014	2/1/2030	\$ 835,000
G.O. Improvement and Refunding Bonds, Series 2019B	1,220,000	5.00	11/26/2019	2/1/2026	330,000
G.O. Improvement and Refunding Bonds, Series 2020B	2,495,000	2.00 - 3.00	12/30/2020	2/1/2029	1,500,000
G.O. Improvement Bonds, Series 2024A	2,945,000	4.00 - 5.00	6/11/2024	2/1/2040	<u>2,945,000</u>
<b>Total G.O. Improvement Bonds</b>					<b><u>\$ 5,610,000</u></b>

Annual debt service requirements to maturity for general obligation improvement bonds outstanding at December 31, 2024 are as follows:

Year Ending December 31,	Governmental Activities		
	Principal	Interest	Total
2025	\$ 620,000	\$ 214,569	\$ 834,569
2026	640,000	174,869	814,869
2027	480,000	156,419	636,419
2028	500,000	143,519	643,519
2029	465,000	129,503	594,503
2030 - 2034	1,250,000	456,993	1,706,993
2035 - 2039	1,350,000	200,000	1,550,000
2040	305,000	6,100	311,100
<b>Total</b>	<b>\$ 5,610,000</b>	<b>\$ 1,481,972</b>	<b>\$ 7,091,972</b>

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

General Obligation Revenue Bonds

The following bonds were used to finance improvements to water, sewer and storm sewer infrastructure; and improvements to the ice arena. Bonds are funded through revenue in the water, sewer, storm sewer funds; and a general tax levy in the pavilion fund. The bonds are backed by the full faith and credit of the City.

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
G.O. Revenue Bonds, Series 2016C	\$ 930,000	2.00 - 3.00 %	11/10/2016	2/1/2026	\$ 500,000
G.O. Revenue Bonds, Series 2017B	1,435,000	2.13 - 2.75	6/20/2017	2/1/2033	955,000
G.O. Revenue Bonds, Series 2018B	3,285,000	3.00	5/1/2018	2/1/2034	2,345,000
G.O. Revenue Bonds, Series 2019A	635,000	3.00 - 5.00	4/2/2019	2/1/2035	505,000
G.O. Revenue Bonds, Series 2019B	795,000	2.13 - 2.75	11/26/2019	2/1/2026	135,000
G.O. Revenue Bonds, Series 2020A	5,800,000	2.00 - 5.00	6/9/2020	2/1/2036	5,145,000
G.O. Revenue Bonds, Series 2020B	1,495,000	2.00 - 3.00	12/30/2020	2/1/2029	965,000
G.O. Revenue Bonds, Series 2021A	4,450,000	1.15 - 2.00	6/9/2021	2/1/2036	3,885,000
G.O. Revenue Bonds, Series 2022A	4,280,000	3.00 - 4.00	4/26/2022	2/1/2038	4,060,000
G.O. Revenue Bonds, Series 2023A	4,280,000	4.00-5.00	3/14/2023	2/1/2026	3,350,000
G.O. Revenue Bonds, Series 2024A	4,280,000	4.00-5.00	6/11/2024	2/1/2040	<u>5,225,000</u>
Total G.O. Revenue Bonds					<u><u>\$ 27,070,000</u></u>

Annual debt service requirements to maturity for revenue bonds are as follows:

Year Ending December 31,	Business-type Activities		
	Principal	Interest	Total
2025	\$ 1,805,000	\$ 857,639	\$ 2,662,639
2026	4,655,000	714,320	5,369,320
2027	1,580,000	609,044	2,189,044
2028	1,630,000	557,744	2,187,744
2029	1,855,000	500,192	2,355,192
2030 - 2034	9,490,000	1,606,125	11,096,125
2035 - 2039	5,510,000	468,215	5,978,215
2040	<u>545,000</u>	<u>10,899</u>	<u>555,899</u>
Total	<u><u>\$ 27,070,000</u></u>	<u><u>\$ 5,324,178</u></u>	<u><u>\$ 32,394,178</u></u>

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

General Obligation Tax Increment Bonds

The following bonds will be repaid from revenues generated from tax increment financing districts.

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
G.O. Tax Increment Revenue Refunding Bonds, Series 2015C	\$ 4,340,000	2.00 - 2.75 %	11/24/2015	2/1/2030	\$ 2,030,000
G.O. Tax Increment Revenue Refunding Bonds, Series 2015D	7,355,000	2.00 - 2.75	12/22/2015	2/1/2030	3,865,000
G.O. Tax Increment Revenue Refunding Bonds, Series 2016D	3,540,000	2.00 - 3.00	11/10/2016	2/1/2029	<u>1,725,000</u>
Total G.O. tax increment bonds					<u>\$ 7,620,000</u>

Annual debt service requirements to maturity for tax increment bonds are as follows:

Year Ending December 31,	Governmental Activities		
	Principal	Interest	Total
2025	\$ 1,295,000	\$ 171,644	\$ 1,466,644
2026	1,350,000	139,844	1,489,844
2027	1,410,000	107,450	1,517,450
2028	1,470,000	72,744	1,542,744
2029	1,540,000	35,031	1,575,031
2030	<u>555,000</u>	<u>7,631</u>	<u>562,631</u>
Total	<u>\$ 7,620,000</u>	<u>\$ 534,344</u>	<u>\$ 8,154,344</u>

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

Changes in Long-term Liabilities

During the year ended December 31, 2024, the following changes occurred in long-term liabilities.

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
<b>Governmental Activities</b>					
Bonds Payable					
G.O. bonds	\$ 46,830,000	\$ 615,000	\$ (3,585,000)	\$ 43,860,000	\$ 3,990,000
G.O. special assessment bonds	3,255,000	2,945,000	(590,000)	5,610,000	620,000
G.O. tax increment bonds	8,710,000	-	(1,090,000)	7,620,000	1,295,000
Bond premium	2,861,543	195,074	(353,386)	2,703,231	-
Total Bonds Payable	<u>61,656,543</u>	<u>3,755,074</u>	<u>(5,618,386)</u>	<u>59,793,231</u>	<u>5,905,000</u>
Compensated Absences Payable*	<u>1,165,887</u>	<u>382,071</u>	<u>-</u>	<u>1,547,958</u>	<u>1,547,958</u>
Governmental Activity Long-term Liabilities	<u>\$ 62,822,430</u>	<u>\$ 4,137,145</u>	<u>\$ (5,618,386)</u>	<u>\$ 61,341,189</u>	<u>\$ 7,452,958</u>
<b>Business-type Activities</b>					
Bonds Payable					
G.O. revenue bonds	\$ 23,385,000	\$ 5,225,000	\$ (1,540,000)	\$ 27,070,000	\$ 1,805,000
Bond premium	1,158,040	263,959	(142,282)	1,279,717	-
Total Bonds Payable	<u>24,543,040</u>	<u>5,488,959</u>	<u>(1,682,282)</u>	<u>28,349,717</u>	<u>1,805,000</u>
Compensated Absences Payable*	<u>93,478</u>	<u>36,083</u>	<u>-</u>	<u>129,561</u>	<u>129,561</u>
Business-type Activity Long-term Liabilities	<u>\$ 24,636,518</u>	<u>\$ 5,525,042</u>	<u>\$ (1,682,282)</u>	<u>\$ 28,479,278</u>	<u>\$ 1,934,561</u>

\*Balances shown net of increases and decreases

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Detailed Notes on All Funds (Continued)**

**F. Components of Fund Balance**

At December 31, 2024, portions of the City's fund balance are not available for appropriation due to not being in spendable form (Nonspendable), legal restrictions (Restricted), or City Council action (Committed). The following is a summary of the components of fund balance:

	General	Economic Development	Tax Increment Super Value	Permanent Improvement Revolving	Debt Service	Nonmajor Governmental	Total
<b>Nonspendable</b>							
Inventory	\$ 81,212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 81,212
Prepaid items	115,201	6,227	-	-	-	-	121,428
<b>Total Nonspendable</b>	<b><u>\$ 196,413</u></b>	<b><u>\$ 6,227</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 202,640</u></b>
<b>Restricted for</b>							
Police seizure funds	\$ 13,166	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,166
Debt service	-	-	-	-	8,949,342	-	8,949,342
TIF spending plan	-	-	-	-	-	2,009,638	2,009,638
Hennepin county CDBG	-	-	-	-	-	3,823	3,823
Local affordable housing aid	-	-	-	-	-	174,001	174,001
Tax increment district 1-5 PAYGO note	-	-	-	-	-	7,396	7,396
Hopkins race and equity initiative	-	-	-	-	-	51,589	51,589
Tax increment district entertainment district	-	-	-	-	-	39,844	39,844
Public safety	-	-	-	-	-	422,383	422,383
Park dedication fees	-	-	-	-	-	396,807	396,807
<b>Total Restricted</b>	<b><u>\$ 13,166</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 8,949,342</u></b>	<b><u>\$ 3,105,481</u></b>	<b><u>\$ 12,067,989</u></b>
<b>Committed to</b>							
Economic development	\$ -	\$ 4,841,435	\$ -	\$ -	\$ -	\$ -	\$ 4,841,435
Sustainability	-	-	-	-	-	32,663	32,663
Art center	-	-	-	-	-	38,457	38,457
Communications	-	-	-	-	-	28,651	28,651
<b>Total Committed</b>	<b><u>\$ -</u></b>	<b><u>\$ 4,841,435</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 99,771</u></b>	<b><u>\$ 4,941,206</u></b>
<b>Assigned to</b>							
Park improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 461,690	\$ 461,690
Streets	-	-	-	-	-	1,106,820	1,106,820
Capital improvements	-	-	-	-	-	197,578	197,578
<b>Total Assigned</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,766,088</u></b>	<b><u>\$ 1,766,088</u></b>

## Note 4: Defined Benefit Pension Plans - Statewide

### A. Plan Description

The City participates in the following cost-sharing multiple-employer defined benefit pension plans administered by the Public Employees Retirement Association of Minnesota (PERA). These plan provisions are established and administered according to 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 (General 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 (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 section 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 entity's governing body. The resolution must state that the position meets plan requirements.

### 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 Employee Plan Benefits

General Employees Plan requires three years of service to vest. Benefits are based on a member's highest average salary for any five 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 the 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 percent of the highest average salary for each of the first 10 years of service and 1.7 percent for each additional year. Under the Level formula, General Plan members receive 1.7 percent of 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 percent for each month under age 65. Members with 30 or more years of service can retire at any age with a reduction of 0.25 percent 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 at 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.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 4: Defined Benefit Pension Plans - Statewide (Continued)**

Benefit increases are provided to benefit recipients each January. The postretirement increase is equal to 50 percent of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1 percent and a maximum of 1.5 percent. The 2024 annual increase was 1.5 percent. 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 prorated increase.

Police and Fire Plan Benefits

Benefits for 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 percent vested after five years of service and 100 percent vested after ten years. After five years, vesting increase by 10 percent each full year of service until members are 100 percent vested after ten years. Police and Fire Plan members receive 3 percent of highest average salary for all years of service. Police and Fire Plan members receive a full retirement benefit when they are age 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 percent each month members are younger than age 55.

Benefit increases are provided to benefit recipients each January. The postretirement increase is fixed at 1 percent. 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 chapters 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 6.50 percent of their annual covered salary in fiscal year 2024 and the City was required to contribute 7.50 percent for Coordinated Plan members. The City's contributions to the General Employees Fund for the years ending December 31, 2024, 2023 and 2022, were \$544,655, \$485,793 and \$453,608, respectively. The City's contributions were equal to the required contributions for each year as set by state statute.

Police and Fire Fund Contributions

Police and Fire Plan members were required to contribute 11.80 percent of their annual covered salary in fiscal year 2024 and the City was required to contribute 17.70 percent for Police and Fire Plan members. The City's contributions to the Police and Fire Fund for the years ending December 31, 2024, 2023 and, 2022 were \$781,319, \$679,655 and \$639,711, respectively. The City's contributions were equal to the required contributions for each year as set by state statute.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 4: Defined Benefit Pension Plans - Statewide (Continued)**

**D. Pension Costs**

General Employees Fund Pension Costs

At December 31, 2024, the City reported a liability of \$2,985,840 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 \$77,208.

City's Proportionate Share of the Net Pension Liability	\$	2,985,840
State of Minnesota's Proportionate Share of the Net Pension Liability Associated with the City		77,208
Total		\$ 3,063,048

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 proportion 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 0.0808 percent at the end of the measurement period and 0.0791 percent for the beginning of the period.

For the year ended December 31, 2024, the City recognized pension expense of \$322,509 for its proportionate share of the General Employees Plan's pension expense. In addition, the City recognized an additional \$2,070 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 schedules 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 \$137,376 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.

At December 31, 2024, the City reported 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	\$ 278,764	\$ -
Changes in Actuarial Assumptions	14,223	1,113,074
Net Difference Between Projected and Actual Investment Earnings	-	860,252
Changes in Proportion	52,504	-
Contributions Paid to PERA Subsequent to the Measurement Date	276,113	-
Total	\$ 621,604	\$ 1,973,326

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 4: Defined Benefit Pension Plans - Statewide (Continued)**

The \$276,113 reported as deferred outflows of resources related to pensions resulting from the City's 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:

2025	\$	(891,725)
2026		(143,453)
2027		(363,811)
2028		(228,846)

Police and Fire Fund Pension Costs

At December 31, 2024, the City reported a liability of \$3,897,074 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 0.2962 percent at the end of the measurement period and 0.2798 percent 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 percent funded, or until the State Patrol Plan (administered by the Minnesota State Retirement System) is 90 percent funded, whichever occurs later. The State of Minnesota's proportionate share of the net pension liability associated with the City totaled \$148,555.

City's Proportionate Share of the Net Pension Liability	\$	3,897,074
State of Minnesota's Proportionate Share of the Net Pension Liability Associated with the City		148,555
Total		\$ 4,045,629

For the year ended December 31, 2024, the City recognized pension expense of \$770,476 for its proportionate share of the Police and Fire Plan's pension expense. In addition, the City recognized an additional \$16,616 as pension expense (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 recognized \$84,117 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 Police and Fire Fund.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 4: Defined Benefit Pension Plans - Statewide (Continued)**

At December 31, 2024, the City reported 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	\$ 1,477,993	\$ -
Changes in Actuarial Assumptions	4,232,565	5,421,266
Net Difference Between Projected and Actual Investment Earnings	-	1,271,868
Changes in Proportion	189,014	295,693
Contributions Paid to PERA Subsequent to the Measurement Date	404,030	-
Total	\$ 6,303,602	\$ 6,988,827

The \$404,030 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:

2025	\$ (222,491)
2026	1,001,503
2027	(561,556)
2028	(1,396,515)
2029	89,804

**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 Return on Investment
Domestic Equity	33.5 %	5.10 %
International Equity	16.5	5.30
Fixed Income	25.0	0.75
Private Markets	25.0	5.90
Total	100.0 %	

## Note 4: Defined Benefit Pension Plans - Statewide (Continued)

### F. Actuarial Assumptions

The total pension liability for each of the cost-sharing defined benefit plans was determined by an actuarial valuation as of June 30, 2024, using the entry age normal actuarial cost method. The long-term rate of return on pension plan investments used to determine the total liability is 7.0%. The 7.0% assumption is based on a review of inflation and investment return assumptions from a number of national investment consulting firms. The review provided a range of 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 Police and Fire Plan.

Benefit increases after retirement are assumed to be 1.25% for the General Employees Plan and 1.0% 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 in annual increments 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 were 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

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.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 4: Defined Benefit Pension Plans - Statewide (Continued)**

Police and Fire Fund

Changes in Actuarial Assumptions

- There were no changes in actuarial assumptions since the previous valuation.

Changes in Plan Provisions

- The State contribution of \$9 million per year will continue until the earlier of 1) both the Police and Fire Plan and the State Patrol Retirement Fund attain 90.0 percent 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 90.0 percent funded status for one year.

- The additional \$9 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 percent. 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 position 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.

**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 one percentage point lower or one percentage point higher than the current discount rate:

	1 Percent Decrease (6.0%)	Current (7.0%)	1 Percent Increase (8.0%)
General Employees Fund	\$ 6,521,554	\$ 2,985,840	\$ 77,392
Police and Fire Fund	9,209,546	3,897,074	(465,578)

**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](http://www.mnpera.org).

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 5: Defined Benefit Pension Plans - Fire Relief Association**

**A. Plan Description**

Firefighters of the City of Hopkins are members of the Hopkins Fire Department Relief Association. The Association is the administrator of the single-employer defined benefit pension plan available to firefighters. The plan was established in 1909 and is administered pursuant to Minnesota Statutes Chapter 69, Chapter 424A, and the Association's by-laws. It is governed by a Board of Trustees made up of six members elected by the members of the Association for three year terms, and the Mayor, Finance Director and Fire Chief, who serve as ex-officio voting members of the Board of Trustees. As of December 31, 2023, membership includes 30 active participants and 17 vested terminated employees entitled to benefit but not yet receiving them.

The Association issues a publicly available financial report that includes financial statements and required supplementary information of the Hopkins Fire Relief Association. That report may be obtained by writing to the Hopkins Fire Relief Association, 1010 First St S, Hopkins, MN 55343.

For financial reporting purposes, the Association's financial statements are not included with the City financial statements because the Association is not a component unit of the City. The Association does not have any component units.

**B. Benefits Provided**

A fire fighter who completes at least 20 years as an active member of the Department is entitled, after age 50, to a full service pension upon retirement.

The bylaws of the Association also provide for an early vested service pension for a retiring member who has completed fewer than 20 years of service. The reduced pension, available to members with 10 years of service, shall be equal to 60 percent of the pension as prescribed by the bylaws. This percentage increases 4 percent per year so that at 20 years of service, the full amount prescribed is paid. Members who retire with less than 20 years of service and have reached the age of 50 years and have completed at least 10 years of active membership are entitled to a reduced service pension not to exceed the amount calculated by multiplying the member's service pension for the completed years of service times the applicable non-forfeitable percentage of pension.

**C. Contributions**

*Minnesota statutes*, chapters 424 and 424A authorize pension benefits for volunteer fire relief associations. The plan is funded by fire state aid, investment earnings and, if necessary, employer contributions as specified in Minnesota statutes and voluntary City contributions (if applicable). The State of Minnesota contributed \$159,241 in fire state aid to the plan on behalf of the City Fire Department for the year ended December 31, 2024, which was recorded as a revenue. Required employer contributions are calculated annually based on statutory provisions. The City made voluntary contributions of \$116,000 to the plan.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 5: Defined Benefit Pension Plans - Fire Relief Association (Continued)**

**D. Pension Costs**

At December 31, 2024, the City reported a net pension asset of \$755,177 for the Volunteer Firefighter Fund. The net pension asset was measured as of December 31, 2024. The total pension liability used to calculate the net pension asset in accordance with GASB 68 was determined by PERA, applying an actuarial formula to specific census data certified by the Department. The following table presents the changes in net pension liability (asset) during the year:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a-b)
Beginning Balance January 1, 2023	\$ 2,617,780	\$ 3,007,118	\$ (389,338)
Changes for the Year			
Service cost	88,718	-	88,718
Interest on pension liability (asset)	170,910	-	170,910
Contributions (state and local)	-	40,540	(40,540)
Nonemployer contributions	-	147,834	(147,834)
Projected investment return	-	195,817	(195,817)
Gain or loss	-	264,518	(264,518)
Benefit payments	(154,216)	(154,216)	-
Administrative expenses	-	(23,242)	23,242
Total Net Changes	105,412	471,251	(365,839)
Ending Balance December 31, 2023	\$ 2,723,192	\$ 3,478,369	\$ (755,177)

For the year ended December 31, 2024, the City recognized a negative pension expense of \$116,663

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources, and contributions subsequent to the measurement date, to the plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Economic Experience	\$ 8,655	\$ 82,512
Changes in Actuarial Assumptions	16,217	50,535
Net Difference between Projected and Actual Earnings on Plan Investments	114,279	-
Contributions to Plan Subsequent to the Measurement Date	275,241	-
Total	\$ 414,392	\$ 133,047

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 5: Defined Benefit Pension Plans - Fire Relief Association (Continued)**

Deferred outflows of resources totaling \$275,241 related to pensions resulting from the City's contributions to the plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2025.

2025		\$ 7,132
2026		11,744
2027		56,885
2028		(61,277)
2029		(8,380)

**E. Actuarial Assumptions**

The total pension liability at December 31, 2024 was determined using the entry age normal actuarial cost method and the following actuarial assumptions:

Retirement Eligibility at the Later of Age 50 or 20 Years of Service	
Inflation	4.00% per year
Investment Rate of Return	6.50%

There were no changes in actuarial assumptions in 2024.

**F. Discount Rate**

The discount rate used to measure the total pension liability was 6.50 percent. The projection of cash flows used to determine the discount rate assumed that contributions to the plan will be made as specified in statute. Based on that assumption and considering the funding ratio of the plan, the fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive 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.

**G. Pension Asset Sensitivity**

The following presents the City's net pension asset for the plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City's net pension asset would be if it were calculated using a discount rate one percent lower or one percent higher than the current discount rate:

	<u>1 Percent Decrease (5.50%)</u>	<u>Current (6.50%)</u>	<u>1 Percent Increase (7.50%)</u>
Defined Benefit Plan	\$ (669,538)	\$ (755,177)	\$ (834,647)

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 5: Defined Benefit Pension Plans - Fire Relief Association (Continued)**

**H. Asset Allocation**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates for expected future real rates of return (expected returns, net of inflation) were developed for each asset class using the plan's target investment allocation along with long-term return expectations by asset class. Inflation expectations were applied to derive the nominal rate of return for the portfolio.

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	66.00 %	8.10 %
International Stocks	27.00	3.40
Bonds	5.00	6.00
Cash and Equivalents	2.00	2.00
Total	100.00 %	

**I. Pension Plan Fiduciary Net Position**

Detailed information about the Plan's fiduciary net position is available in a separately issued report. That report may be obtained by writing to the Hopkins Fire Relief Association, 1010 First St. S., Hopkins, MN 55343.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 6: Postemployment Benefits Other Than Pensions**

**A. Plan Description**

The City's single employer defined benefit OPEB plan provides OPEB for all permanent full-time employees of the City. The City's OPEB plan is administered by the City. The City does not administer a trust and therefore does not issue a separate financial statements. The City is funding this liability on a pay-as-you-go-basis.

The City provides benefits for retirees as required by Minnesota Statute §471.61 subdivision 2b. The City provides subsidized benefits to active employees, who were hired prior to July 1, 1993 and have been with the City for at least ten years and are either (1) age 60 year or older or (2) eligible for full PERA retirement benefits. Employees retiring by June 30, 2007 will receive full single health and life insurance coverage until age 65; employees retiring between July 1, 2007 and December 31, 2009 will receive \$500 per month towards the cost of single health and life insurance until age 65; and employees retiring after December 31, 2009 will receive \$15 per month times years of service (maximum of \$500 per month) towards the cost of single health and life insurance until age 65. Currently 16 employees meet those eligibility requirements. Benefit and eligibility provisions are established through negotiations and are renegotiated every two years.

At December 31, 2024, the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefit Payments	8
Active Plan Members	<u>109</u>
Total Plan Members	<u><u>117</u></u>

**B. Funding Policy**

The contribution requirements of plan members and the City are established and may be amended by the Board of Directors. The required contributions are based on projected pay-as-you-go financing requirements.

For the year ended December 31, 2024, the City's average contribution rate was 15.6 percent of covered-employee payroll. For the fiscal year 2024, the City contributed \$95,445 to the plan, while implicit contributions totaled \$49,613. The General fund is typically used to liquidate the governmental portion of the net OPEB obligation.

**C. Actuarial Methods and Assumptions**

The City's total OPEB liability of \$1,660,087 was measured as of January 1, 2024, and the OPEB liability was determined by an actuarial valuation as of January 1, 2024.

The total OPEB liability in the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	3.70%
Expected Long-Term Investment Return	N/A
20-Year Municipal Bond Yield	3.70%
Inflation Rate	2.50%
Salary Increases	Service graded table, see sample rates
Medical Trend Rate	6.50% as of January 1, 2024 grading to 5.00% over 6 years, and then to 4.00% over the next 48 years.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 6: Postemployment Benefits Other Than Pensions (Continued)**

**D. Changes in the Total OPEB Liability**

	Total OPEB Liability
Balances at December 31, 2023	\$ 1,273,045
Changes for the Year	
Service Costs	69,415
Interest Costs	51,464
Assumption Changes	52,397
Plan Changes	283,082
Differences between expected and actual experience	43,533
Benefit Payments	(112,849)
Net Changes	387,042
 Balances at December 31, 2024	 <u>\$ 1,660,087</u>

Since the prior measurement date, the following assumptions changed:

- The health care trend rates were updated
- The discount rate was changed from 4.00% to 3.70%

Since the prior measurement date, the following plan provisions changed:

- None

Since the prior measurement date, the following benefit terms changed:

- Two newly retired police officers were offered an early retirement incentive consisting of contributions to medical insurance premiums at the same rate as active employees until June 2030 and April 2036.

**E. Sensitivity of the Net OPEB Liability**

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

1 Percent Decrease 2.7%	Discount Rate Current 3.7%	1 Percent Increase 4.7%
\$ 1,767,930	\$ 1,660,087	\$ 1,560,487

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 6: Postemployment Benefits Other Than Pensions (Continued)**

The following presents the City's net OPEB liability, as well as what the City's net OPEB liability would be if it were calculated using a healthcare cost trend rate one percentage point lower or one percentage point higher than the current healthcare cost trend rate:

1 Percent Decrease 5.50% Decreasing to 4.00% then <u>3.00%</u>	Healthcare Cost Trend Rates 6.50% Decreasing to 5.00% then <u>4.00%</u>	1 Percent Increase 7.50% Decreasing to 6.00% then <u>5.00%</u>
\$ 1,538,870	\$ 1,660,087	\$ 1,800,467

**F. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended December 31, 2024, the City Recognized OPEB expense of \$305,495. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Economic Experience	\$ 347,050	\$ -
Changes in Actuarial Assumptions	99,967	136,557
Contributions Paid to OPEB Subsequent to the Measurement Date	<u>145,058</u>	<u>-</u>
Total	<u>\$ 592,075</u>	<u>\$ 136,557</u>

Deferred outflows of resources totaling \$145,058 related to pensions resulting from the City's contributions to OPEB subsequent to the measurement date will be recognized as a reduction of the OPEB liability as of December 31, 2025. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in pension expense as follows:

2025	\$ 46,594
2026	46,594
2027	46,597
2028	49,467
2029	49,462
Thereafter	71,746

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 7: Tax Abatement**

The City entered into a tax abatement agreement on 6/5/2006 with a developer in which the developer incurs costs for construction of a commercial building, Marketplace & Main. In return, the City will reimburse the developer for some costs as the City collects future increment for the increased property value and tax capacity related to the economic development. The agreement has a maximum return to the developer of \$5,500,000 over the life of the agreement. The agreement was negotiated under state law (Minnesota Statute 469.174-469.1799) and has a maximum duration of 12/31/2032. The calculation of taxes abated during the fiscal year is noted in the chart below.

The City entered into a tax abatement agreement on 7/7/2016 with a developer in which the developer incurs costs for construction of a commercial building, Moline District. In return, the City will reimburse the developer for some costs as the City collects future increment for the increased property value and tax capacity related to the economic development. The agreement has a maximum return to the developer of \$14,934,780 over the life of the agreement. The agreement was negotiated under state law (Minnesota Statute 469.174-469.1799) and has a maximum duration of 12/31/2043. The calculation of taxes abated during the fiscal year is noted in the chart below.

The City entered into a tax abatement agreement on 3/3/2022 with a developer in which the developer incurs costs for construction of a commercial building, 325 Blake Road. In return, the City will reimburse the developer for some costs as the City collects future increment for the increased property value and tax capacity related to the economic development. The agreement has a maximum return to the developer of \$86,478,950 over the life of the agreement. The agreement was negotiated under state law (Minnesota Statute 469.174-469.1799) and has a maximum duration of 12/31/2049. The calculation of taxes abated during the fiscal year is noted in the chart below.

The City entered into a tax abatement agreement on 4/5/1999 with a developer in which the developer incurs costs for construction of a commercial building, Supervalu Excelsior Crossing. In return, the City will reimburse the developer for some costs as the City collects future increment for the increased property value and tax capacity related to the economic development. The agreement has a maximum return to the developer of \$38,600,000 over the life of the agreement. The agreement was negotiated under state law (Minnesota Statute 469.174-469.1799) and has a maximum duration of 12/31/2029. The calculation of taxes abated during the fiscal year is noted in the chart below.

Lost revenue as it relates to tax abatements for the year ended December 31, 2024 was as follows:

	Amount of Taxes Abated the Fiscal Year
Tax Increment Districts (PAYGO)	
TIF #1-4 Market Place and Main	\$ 2,561
TIF #1-5 Moline District	28,195
TIF #1-6 325 Blake Road	322
TIF #2-11 Supervalu Excelsior Crossing	422,531
Total	\$ 453,609

***Tax Increment Districts***

The City's tax increment districts are subject to review by the State of Minnesota Office of the State Auditor (OSA). Any disallowed claims or misuse of tax increments could become a liability of the applicable fund. Management has indicated that they are not aware of any instances of noncompliance which would have a material effect on the financial statements.

The City has entered into "pay as you go" Tax Increment Financing notes within its TIF districts. These notes are payable only to the extent of the increment received. As a result they are a commitment within the district but they have not met the criteria to be reported as a liability on the statement of net position.

City of Hopkins, Minnesota  
Notes to the Financial Statements  
December 31, 2024

**Note 8: Other Information**

**A. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City participates in a public entity risk pool to mitigate its exposure to these risks. Workers compensation and property and liability coverage are provided through a pooled self-insurance plan with other cities. Settled claims have not exceeded insurance coverage in any of the past three fiscal years and no significant reductions in coverage from the prior year. The City pays an annual premium based on prior claims history for its workers compensation coverage. The public entity risk pool is responsible for the payment of all associated claims. The City has a \$20,000 deductible per occurrence with a maximum per year out of pocket of \$40,000, for its property and liability coverage. The public entity risk pool is responsible for all losses in excess of \$20,000 per occurrence and all losses occurring after the \$40,000 maximum City out of pocket costs. The deductible and maximum per year out of pocket costs were increased to \$50,000 and \$100,000, respectively, starting January 1, 2025.

**B. Change in Accounting Principle**

During fiscal year 2024, the City adopted the provision of Governmental Accounting Standard Board (GASB) Statement No. 101, Compensated Absences, for the year ended December 31, 2024. Adoption of the provision of this statement results in significant change to the classifications of the components of the financial statements. There were no adjustments or restatements of beginning balances needed for the adoption of this statement.

**Note 9: Subsequent Event**

On May 20, 2025 the Council approved issuance of 2025A bonds in the amount of \$7,645,000 which has two financing purposes. The first phase of the 2025/2026 street and utility reconstruction project in Central Avenues and the 2025 Water & Sewer SCADA Fiber Project.

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF HOPKINS  
HOPKINS, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2024

City of Hopkins, Minnesota  
 Required Supplementary Information  
 For the Year Ended December 31, 2024

**Schedule of Employer's Share of PERA Net Pension Liability - General Employee Retirement Fund**

Fiscal Year Ending	City's Proportion of the Net Pension Liability	City's Proportionate Share of the Net Pension Liability (a)	State's Proportionate Share of the Net Pension Liability Associated with the City (b)	Total (a+b)	City's Covered Payroll (c)	City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll (a/c)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
6/30/2024	0.0808 %	\$ 2,985,840	\$ 77,208	\$ 3,063,048	\$ 6,835,602	43.7 %	86.7 %
6/30/2023	0.0791	4,423,183	121,961	4,545,144	6,294,171	70.3	83.1
6/30/2022	0.0788	6,240,986	182,944	6,423,930	5,903,632	105.7	76.7
6/30/2021	0.0779	3,326,679	101,617	3,428,296	5,607,708	59.3	87.0
6/30/2020	0.0790	4,736,411	146,169	4,882,580	5,636,022	84.0	79.0
6/30/2019	0.0806	4,456,193	138,494	4,594,687	5,706,340	78.1	80.2
6/30/2018	0.0811	4,499,095	147,648	4,646,743	5,453,809	82.5	79.5
6/30/2017	0.0806	5,145,451	64,662	5,210,113	5,355,225	96.1	75.9
6/30/2016	0.0833	6,763,547	88,347	6,851,894	4,796,820	141.0	68.9
6/30/2015	0.0831	4,306,673	-	4,306,673	4,993,621	86.2	78.2

**Schedule of Employer's PERA Contributions - General Employees Fund**

Year Ending	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	City's Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
12/31/2024	\$ 544,655	\$ 544,655	\$ -	\$ 7,262,073	7.50 %
12/31/2023	485,793	485,793	-	6,477,237	7.50
12/31/2022	453,608	453,608	-	6,048,111	7.50
12/31/2021	428,662	428,662	-	5,715,487	7.50
12/31/2020	421,975	421,975	-	5,626,334	7.50
12/31/2019	428,720	428,720	-	5,716,269	7.50
12/31/2018	421,073	421,073	-	5,614,313	7.50
12/31/2017	399,239	399,239	-	5,323,185	7.50
12/31/2016	390,718	390,718	-	5,209,569	7.50
12/31/2015	355,542	355,542	-	4,740,557	7.50

City of Hopkins, Minnesota  
Required Supplementary Information (Continued)  
For the Year Ended December 31, 2024

**Notes to the Required Supplementary Information - General Employee Retirement Fund**

Changes in Actuarial Assumptions

2024 - The following changes in assumptions are effective with the July 1, 2024 valuation, as recommended in the most recent experience study (dated June 29, 2023): 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.

2023 - The investment return and single discount rates were changed from 6.5 percent to 7.0 percent.

2022 - The mortality improvement scale was changed from Scale MP-2020 to Scale MP-2021.

2021 - The investment return and single discount rates were changed from 7.50 percent to 6.50 percent, for financial reporting purposes. The mortality improvement scale was changed from Scale MP-2019 to Scale MP-2020.

2020 - The price inflation assumption was decreased from 2.50% to 2.25%. The payroll growth assumption was decreased from 3.25% to 3.00%. 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 & Survivor option changed from 35% to 45%. The assumed number of married female new retirees electing the 100% Joint & Survivor option changed from 15% to 30%. The corresponding number of married new retirees electing the Life annuity option was adjusted accordingly.

2019 - The mortality projection scale was changed from MP-2017 to MP-2018.

2018 - The mortality projection scale was changed from MP-2015 to MP-2017. The assumed benefit increase was changed from 1.00 percent per year through 2044 and 2.50 percent per year thereafter to 1.25 percent per year.

2017 - The Combined Service Annuity (CSA) loads were changed from 0.8 percent for active members and 60 percent for vested and non-vested deferred members. The revised CSA loads are now 0.0 percent for active member liability, 15.0 percent for vested deferred member liability and 3.0 percent for non-vested deferred member liability. The assumed post-retirement benefit increase rate was changed from 1.0 percent per year for all years to 1.0 percent per year through 2044 and 2.5 percent per year thereafter.

2016 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2035 and 2.5 percent per year thereafter to 1.0 percent per year for all future years. The assumed investment return was changed from 7.9 percent to 7.5 percent. The single discount rate was changed from 7.9 percent to 7.5 percent. Other assumptions were changed pursuant to the experience study dated June 30, 2015. The assumed future salary increases, payroll growth and inflation were decreased by 0.25 percent to 3.25 percent for payroll growth and 2.50 percent for inflation.

2015 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2030 and 2.5 percent per year thereafter to 1.0 percent per year through 2035 and 2.5 percent per year thereafter.

City of Hopkins, Minnesota  
Required Supplementary Information (Continued)  
For the Year Ended December 31, 2024

**Notes to the Required Supplementary Information - General Employee Retirement Fund (Continued)**

Changes in Plan Provisions

2024 - The workers' compensation offset for disability benefits was eliminated. The actuarial equivalent factors updated to reflect the changes in assumptions.

2023 - An additional one-time direct state aid contribution of \$170.1 million will be 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 percent minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

2022 - There were no changes in plan provisions since the previous valuation.

2021 - There were no changes in plan provisions since the previous valuation.

2020 - Augmentation for current privatized members was reduced to 2.0% for the period July 1, 2020 through December 31, 2023 and 0.0% after. Augmentation was eliminated for privatizations occurring after June 30, 2020.

2019 - 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 - 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. Interest credited on member contributions decreased from 4.0 percent to 3.0 percent, beginning July 1, 2018. Deferred augmentation was changed to 0.0 percent, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply. Contribution stabilizer provisions were repealed. Postretirement benefit increases were changed from 1.0 percent per year with a provision to increase to 2.5 percent upon attainment of 90.0 percent funding ratio to 50.0 percent of the Social Security Cost of Living Adjustment, not less than 1.0 percent and not more than 1.5 percent, 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; 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 - 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 - There were no changes in plan provisions since the previous valuation.

2015 - 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.

City of Hopkins, Minnesota  
 Required Supplementary Information (Continued)  
 For the Year Ended December 31, 2024

**Schedule of Employer's Share of PERA Net Pension Liability - Police and Fire Fund**

Fiscal Year Ending	City's Proportion of the Net Pension Liability	City's Proportionate Share of the Net Pension Liability (a)	State's Proportionate Share of the Net Pension Liability Associated with the City (b)	Total (a+b)	City's Covered Payroll (c)	City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll (a/c)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
6/30/2024	0.2962 %	\$ 3,897,074	\$ 148,555	\$ 4,045,629	\$ 4,101,852	95.0 %	87.0 %
6/30/2023	0.2798	4,831,782	194,647	5,026,429	3,674,838	131.5	86.5
6/30/2022	0.2911	12,667,522	553,357	13,220,879	3,536,378	358.2	70.5
6/30/2021	0.2961	2,285,578	102,749	2,388,327	3,498,947	65.3	93.7
6/30/2020	0.2989	3,939,822	-	3,939,822	3,372,410	116.8	87.2
6/30/2019	0.3098	3,298,134	-	3,298,134	3,266,833	101.0	89.3
6/30/2018	0.2918	3,110,287	-	3,110,287	3,075,717	101.1	88.8
6/30/2017	0.2800	3,780,333	-	3,780,333	2,305,336	164.0	85.4
6/30/2016	0.2800	11,236,887	-	11,236,887	3,176,469	353.8	63.9
6/30/2015	0.2690	3,056,469	-	3,056,469	2,482,936	123.1	86.6

**Schedule of Employer's PERA Contributions - Public Employees Police and Fire Fund**

Year Ending	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	City's Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
12/31/2024	\$ 781,319	\$ 781,319	\$ -	\$ 4,414,232	17.70 %
12/31/2023	679,655	679,655	-	3,839,858	17.70
12/31/2022	639,711	639,711	-	3,614,186	17.70
12/31/2021	618,899	618,899	-	3,496,605	17.70
12/31/2020	607,594	607,594	-	3,432,736	17.70
12/31/2019	563,971	563,971	-	3,327,260	16.95
12/31/2018	515,478	515,478	-	3,181,963	16.20
12/31/2017	484,481	484,481	-	2,990,626	16.20
12/31/2016	460,042	460,042	-	2,839,765	16.20
12/31/2015	384,024	384,024	-	2,370,520	16.20

City of Hopkins, Minnesota  
Required Supplementary Information (Continued)  
For the Year Ended December 31, 2024

**Notes to the Required Supplementary Information - Public Employees Police and Fire Fund**

Changes in Actuarial Assumptions

2024 - There were no changes in actuarial assumptions since the previous valuation.

2023 - The investment return assumption was changed from 6.5 percent to 7.0 percent. The single discount rate changed from 5.4 percent to 7.0 percent.

2022 - The mortality improvement scale was changed from Scale MP-2020 to Scale MP-2021. The single discount rate changed from 6.50 percent to 5.40 percent.

2021 - The investment return and single discount rates were changed from 7.5 percent to 6.5 percent, for financial reporting purposes. The inflation assumption was changed from 2.5 percent to 2.25 percent. The payroll growth assumption was changed from 3.25 percent to 3.0 percent. 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 MN-2020. 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 result 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 result in more assumed terminations. Assumed rates of disability were increased for ages 25-44 and decreased for ages over 49. Overall, proposed rates result in more projected disabilities. Assumed percent married for active female members was changed from 60.0 percent to 70.0 percent. Minor changes to form of payment assumptions were applied.

2020 - The mortality projection scale was changed from MP-2018 to MP-2019.

2019 - The mortality projection scale was changed from MP-2017 to MP-2018.

2018 - The mortality projection scale was changed from MP-2016 to MP-2017.

2017 - Assumed salary increases were changed as recommended in the June 30, 2016 experience study. The net effect is proposed rates that average 0.34 percent lower than the previous rates. Assumed rates of retirement were changed, resulting in fewer retirements. The Combined Service Annuity (CSA) load was 30 percent for vested and non-vested deferred members. The CSA has been changed to 33 percent for vested members and 2 percent 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 3.0 percent 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 percent to 60 percent. 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 post-retirement benefit increase rate was changed from 1.0 percent for all years to 1.0 percent per year through 2064 and 2.5 percent thereafter. The single discount rate was changed from 5.6 percent to 7.5 percent.

2016 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2037 and 2.5 percent per year thereafter to 1.0 percent per year for all future years. The assumed investment return was changed from 7.9 percent to 7.5 percent. The single discount rate was changed from 7.9 percent to 5.6 percent. The assumed future salary increases, payroll growth and inflation were decreased by 0.25 percent to 3.25 percent for payroll growth and 2.5 percent for inflation.

2015 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2030 and 2.5 percent per year thereafter to 1.0 percent per year through 2037 and 2.5 percent per year thereafter.

City of Hopkins, Minnesota  
Required Supplementary Information (Continued)  
For the Year Ended December 31, 2024

**Notes to the Required Supplementary Information - Public Employees Police and Fire Fund (Continued)**

Changes in Plan Provisions

2024 - 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 90.0 percent 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 90.0 percent 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 - An additional one-time direct state aid contribution of \$19.4 million will be contributed to the Plan on October 1, 2023. The 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 percent vesting after five years increasing incrementally to 100 percent after 10 years. A one-time non-compounding benefit increase of 3.0 percent 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 was increased, effective July 1, 2023.

2022 - There were no changes in plan provisions since the previous valuation.

2021 - There were no changes in plan provisions since the previous valuation.

2020 - There were no changes in plan provisions since the previous valuation.

2019 - There were no changes in plan provisions since the previous valuation.

2018 - As set by statute, the assumed post-retirement benefit increase was changed from 1.0 percent per year through 2064 and 2.5 percent per year, thereafter, to 1.0 percent for all years, with no trigger. An end date of July 1, 2048 was added to the existing \$9 million state contribution. New annual state aid will equal \$4.5 million in fiscal years 2019 and 2020, and \$9 million thereafter until the plan reaches 100 percent funding, or July 1, 2048, if earlier. Member contributions were changed from 10.8 percent to 11.3 percent of pay, effective January 1, 2019 and 11.8 percent of pay, effective January 1, 2020. Employer contributions were changed from 16.2 percent to 16.95 percent of pay, effective January 1, 2019 and 17.7 percent of pay, effective January 1, 2020. Interest credited on member contributions decreased from 4.0 percent to 3.0 percent, beginning July 1, 2018. Deferred augmentation was changed to 0.0 percent, 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- Assumed salary increases were changed as recommended in the June 30, 2016 experience study. The net effect is proposed rates that average 0.34 percent lower than the previous rates. Assumed rates of retirement were changed, resulting in fewer retirements. The combined service annuity (CSA) load was 30.0 percent for vested and non-vested, deferred members. The CSA has been changed to 33.0 percent for vested members and 2.0 percent 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 3.0 percent 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 65.0 percent to 60.0 percent. 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 postretirement benefit increase rate was changed from 1.0 percent for all years to 1.0 percent per year through 2064 and 2.5 percent thereafter. The single discount rate was changed from 5.6 percent per annum to 7.5 percent per annum.

2016 - There were no changes in plan provisions since the previous valuation.

2015 - The post-retirement benefit increase to be paid after attainment of the 90 percent funding threshold was changed, from inflation up to 2.5 percent, to a fixed rate of 2.5 percent.

City of Hopkins, Minnesota  
Required Supplementary Information (Continued)  
For the Year Ended December 31, 2024

**Schedule of Changes in the Fire Relief Association's Net Pension Liability (Asset) and Related Ratios**

	2024 (Fire Relief Report Date 2023)	2023 (Fire Relief Report Date 2022)	2022 (Fire Relief Report Date 2021)	2021 (Fire Relief Report Date 2020)	2020 (Fire Relief Report Date 2019)	2019 (Fire Relief Report Date 2018)	2018 (Fire Relief Report Date 2017)	2017 (Fire Relief Report Date 2016)	2016 (Fire Relief Report Date 2015)	2015 (Fire Relief Report Date 2014)
<b>Total Pension Liability</b>										
Service cost	\$ 88,718	\$ 98,071	\$ 95,679	\$ 115,500	\$ 104,125	\$ 101,467	\$ 98,992	\$ 81,771	\$ 85,760	\$ 77,831
Interest on pension liability (asset)	170,910	155,499	164,943	191,808	180,927	164,469	154,035	171,936	157,795	139,957
Differences between expected and actual experience	-	-	-	-	-	(26,108)	-	(262,107)	-	-
Changes of assumptions	-	(70,749)	-	-	-	130,083	-	83,549	-	-
Change of benefit terms	-	149,757	-	37,841	216,414	-	-	212,877	-	-
Gain or loss	-	12,119	-	(177,308)	-	-	-	-	-	-
Benefit payments	(154,216)	(666,345)	(188,165)	(508,600)	(168,900)	(49,576)	(127,545)	(138,785)	(134,745)	(13,923)
<b>Net Change in Total Pension Liability</b>	<b>105,412</b>	<b>(321,648)</b>	<b>72,457</b>	<b>(340,759)</b>	<b>332,566</b>	<b>320,335</b>	<b>125,482</b>	<b>149,241</b>	<b>108,810</b>	<b>203,865</b>
<b>Total Pension Liability - January 1</b>	<b>2,617,780</b>	<b>2,939,428</b>	<b>2,866,971</b>	<b>3,207,730</b>	<b>2,875,164</b>	<b>2,554,829</b>	<b>2,429,347</b>	<b>2,280,106</b>	<b>2,171,296</b>	<b>1,967,431</b>
<b>Total Pension Liability - December 31</b>	<b>\$ 2,723,192</b>	<b>\$ 2,617,780</b>	<b>\$ 2,939,428</b>	<b>\$ 2,866,971</b>	<b>\$ 3,207,730</b>	<b>\$ 2,875,164</b>	<b>\$ 2,554,829</b>	<b>\$ 2,429,347</b>	<b>\$ 2,280,106</b>	<b>\$ 2,171,296</b>
<b>Plan Fiduciary Net Position</b>										
Nonemployer contributions	\$ 188,374	\$ 185,068	\$ 171,228	\$ 164,840	\$ 152,191	\$ 148,988	\$ 143,749	\$ 137,010	\$ 136,009	\$ 126,474
Projected investment return	195,817	(475,953)	415,426	243,846	578,856	(305,016)	460,846	186,692	(117,135)	77,066
Gain or loss	264,518	-	-	-	-	-	-	-	-	-
Benefit payments	(154,216)	(666,345)	(188,165)	(508,600)	(168,900)	(49,576)	(127,545)	(138,785)	(134,745)	(13,923)
Administrative expense	(23,242)	(12,975)	(24,939)	(2,000)	(8,780)	(11,805)	(12,186)	(11,761)	(11,783)	(12,295)
<b>Net Change in Plan Fiduciary Net Position</b>	<b>471,251</b>	<b>(970,205)</b>	<b>373,550</b>	<b>(101,914)</b>	<b>553,367</b>	<b>(217,409)</b>	<b>464,864</b>	<b>173,156</b>	<b>(127,654)</b>	<b>177,322</b>
<b>Plan Fiduciary Net Position - January 1</b>	<b>3,007,118</b>	<b>3,977,323</b>	<b>3,603,773</b>	<b>3,705,687</b>	<b>3,152,320</b>	<b>3,369,729</b>	<b>2,904,865</b>	<b>2,731,709</b>	<b>2,859,363</b>	<b>2,682,041</b>
<b>Plan Fiduciary Net Position - December 31</b>	<b>\$ 3,478,369</b>	<b>\$ 3,007,118</b>	<b>\$ 3,977,323</b>	<b>\$ 3,603,773</b>	<b>\$ 3,705,687</b>	<b>\$ 3,152,320</b>	<b>\$ 3,369,729</b>	<b>\$ 2,904,865</b>	<b>\$ 2,731,709</b>	<b>\$ 2,859,363</b>
<b>Fire Relief's Net Pension Liability (Asset) - December 31</b>	<b>\$ (755,177)</b>	<b>\$ (389,338)</b>	<b>\$ (1,037,895)</b>	<b>\$ (736,802)</b>	<b>\$ (497,957)</b>	<b>\$ (277,156)</b>	<b>\$ (814,900)</b>	<b>\$ (475,518)</b>	<b>\$ (451,603)</b>	<b>\$ (688,067)</b>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (b/a)</b>	127.73%	114.87%	135.31%	125.70%	115.52%	109.64%	131.90%	119.57%	119.81%	131.69%
<b>Covered-employee Payroll</b>	N/A									
<b>Fire Relief's Net Pension Liability (Asset) as a Percentage of Covered-employee Payroll</b>	N/A									

City of Hopkins, Minnesota  
 Required Supplementary Information (Continued)  
 For the Year Ended December 31, 2024

**Schedule of Employer's Fire Relief Association's Contributions**

Year Ending	Nonemployer Contributions (a)	Actual Contributions Paid (b)	Contribution Deficiency (Excess) (a-b)
12/31/24	\$ 159,241	\$ 275,241	\$ (116,000)
12/31/23	146,834	188,374	(41,540)
12/31/22	136,068	185,068	(49,000)
12/31/21	126,228	171,228	(45,000)
12/31/20	119,840	164,840	(45,000)
12/31/19	111,191	152,191	(41,000)
12/31/18	107,988	148,988	(41,000)
12/31/17	104,749	143,749	(39,000)

*Note: Schedule intended to show 10-year trend. Additional years will be reported as they become available.*

City of Hopkins, Minnesota  
Required Supplementary Information (Continued)  
For the Year Ended December 31, 2024

**Schedule of Changes in the City's Total OPEB Liability and Related Ratios**

	2024	2023	2022	2021	2020	2019
Total OPEB Liability						
Service Costs	\$ 69,415	\$ 53,420	\$ 72,396	\$ 69,455	\$ 58,213	\$ 49,577
Interest Costs	51,464	29,486	21,602	30,328	35,759	33,554
Assumption Changes	52,397	(159,927)	12,393	49,099	29,358	(25,854)
Plan Changes	283,082	-	66,761	-	-	-
Differences between expected and actual experience	43,533	-	369,886	-	97,907	-
Benefit Payments	(112,849)	(140,883)	(119,046)	(115,693)	(139,243)	(144,260)
Net Change in Total OPEB Liability	387,042	(217,904)	423,992	33,189	81,994	(86,983)
Total OPEB Liability - Beginning	1,273,045	1,490,949	1,066,957	1,033,768	951,774	1,038,757
Total OPEB Liability - Ending	<u>\$ 1,660,087</u>	<u>\$ 1,273,045</u>	<u>\$ 1,490,949</u>	<u>\$ 1,066,957</u>	<u>\$ 1,033,768</u>	<u>\$ 951,774</u>
Covered - Employee Payroll	\$ 10,639,557	\$ 9,482,259	\$ 9,206,077	\$ 9,094,678	\$ 8,808,405	\$ 8,223,045
City's total OPEB liability as a percentage of covered employee payroll	15.60 %	13.43 %	16.20 %	11.73 %	11.74 %	11.57 %

Changes in assumptions:

2024

- The health care trend rates were updated
- The discount rate was changed from 4.00% to 3.70%

2023

- The inflation rate was changed from 2.00% to 2.50%
- The discount rate was changed from 2.00% to 4.00%

2022

- The health care trend rates, mortality tables, salary increase rates, retirement rates, and withdrawal rates were updated.
- The inflation rate was changed from 2.5% to 2.00%.

2021

- The discount rate was changed from 2.90% to 2.00%.

2020

- The health care trend rates, mortality tables, and salary increase rate were updated.

2019

- The discount rate was changed from 3.31% to 3.71% based on updated 20-year municipal bond rates.
- Healthcare trend rates were reset to reflect updated cost increase expectations.
- Medical per capita claims costs were updated to reflect recent experience.
- Mortality and salary increase rates were updated to the rates used in the 7/1/2018 PERA General and Police & Fire Employees Retirement Plan actuarial valuation.
- The inflation assumption was changed from 2.75% to 2.50% based on an updated historical analysis of inflation rates and forward-looking market expectations.

2018

- The health care trend rates were changed to better anticipate short term and long term medical increases.
- Rates from base RP-2014 headcount-weighted table adjusted to 2006. Generational projection using scale MP-2017 was applied to these base rates after 2006.
- The index rate for 20-year, tax-exempt municipal bonds (Fidelity 20-Year Municipal GO AA Index) used in discount rate determination changed from 3.81% to 3.31%.
- The discount rate was changed from 3.81% to 3.31%.

Changes in Plan Provisions:

- No prior changes to plan provisions has occurred

Changes in benefits:

2024

- Two newly retired police officers were offered an early retirement incentive consisting of contributions to medical insurance premiums at the same rate as active employees until June 2030 and April 2036.

2022

- One newly retired police officer was offered an early retirement incentive consisting of four years of contributions to family medical insurance premiums at the same rate as active employees.

COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES

CITY OF HOPKINS  
HOPKINS, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2024

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City of Hopkins, Minnesota  
Nonmajor Governmental Funds  
Combining Balance Sheet  
December 31, 2024

	Special Revenue	Capital Projects	Total
<b>Assets</b>			
Cash and temporary investments	\$ 4,002,686	\$ 2,139,083	\$ 6,141,769
Receivables			
Accounts	130,014	152,367	282,381
Leases	788,578	-	788,578
Taxes	13,846	-	13,846
Loans	3,789	-	3,789
Due from other governments	23,518	-	23,518
 Total Assets	 \$ 4,962,431	 \$ 2,291,450	 \$ 7,253,881
<b>Liabilities</b>			
Accounts and contracts payable	\$ 982,971	\$ 128,555	\$ 1,111,526
Accrued salaries and benefits payable	65,344	-	65,344
Unearned revenue	151,604	-	151,604
Due to other funds	1,076,410	-	1,076,410
Total Liabilities	2,276,329	128,555	2,404,884
<b>Deferred Inflows of Resources</b>			
Unavailable revenues - leases	758,443	-	758,443
<b>Fund Balances</b>			
Restricted	2,708,674	396,807	3,105,481
Committed	99,771	-	99,771
Assigned	-	1,766,088	1,766,088
Unassigned	(880,786)	-	(880,786)
Total Fund Balances	1,927,659	2,162,895	4,090,554
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 \$ 4,962,431	 \$ 2,291,450	 \$ 7,253,881

City of Hopkins, Minnesota  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures  
 and Changes in Fund Balances  
 For the Year Ended December 31, 2024

	Special Revenue	Capital Projects	Total
<b>Revenues</b>			
Taxes			
Property	\$ 345,000	\$ -	\$ 345,000
Tax increment	1,344,537	-	1,344,537
Franchise fees	524,350	604,295	1,128,645
Intergovernmental	1,038,620	-	1,038,620
Charges for services	839,734	-	839,734
Investment earnings	76,337	53,422	129,759
Miscellaneous	111,435	-	111,435
Total Revenues	<u>4,280,013</u>	<u>657,717</u>	<u>4,937,730</u>
<b>Expenditures</b>			
Current			
General government	255,375	-	255,375
Public safety	719,045	-	719,045
Public works	179,480	-	179,480
Culture and recreation	1,504,352	54	1,504,406
Urban development and housing	996,911	-	996,911
Capital outlay			
General government	-	275,427	275,427
Public safety	92,117	-	92,117
Public works	-	5,214	5,214
Culture and recreation	92,899	395,041	487,940
Urban development and housing	1,883,257	-	1,883,257
Debt service			
Interest and other	35,428	-	35,428
Total Expenditures	<u>5,758,864</u>	<u>675,736</u>	<u>6,434,600</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,478,851)</u>	<u>(18,019)</u>	<u>(1,496,870)</u>
<b>Other Financing Sources (Uses)</b>			
Transfers in	895,000	427,650	1,322,650
Transfers out	<u>(5,000)</u>	<u>(470,000)</u>	<u>(475,000)</u>
Total Other Financing Sources (Uses)	<u>890,000</u>	<u>(42,350)</u>	<u>847,650</u>
Net Change in Fund Balances	(588,851)	(60,369)	(649,220)
Fund Balances, January 1	<u>2,516,510</u>	<u>2,223,264</u>	<u>4,739,774</u>
Fund Balances, December 31	<u>\$ 1,927,659</u>	<u>\$ 2,162,895</u>	<u>\$ 4,090,554</u>

## NONMAJOR SPECIAL REVENUE FUNDS

Special revenue funds are used to account for revenue derived from specific taxes or other earmarked revenue sources. They are usually required by Minnesota statute or local ordinances to finance particular functions or other activities of government.

**State Chemical Assessment** – This fund is entirely supported by state aid for the purpose of chemical assessment training and activity for the State of Minnesota.

**Hennepin County CDBG** – This fund accounts for receipt for Community Development Block Grant Funds and the issuance of loans and grants for housing rehabilitation.

**Local Affordable Housing Aid** – This fund accounts for receipt of Local Affordable Housing Aid grant proceeds and the purchases in accordance with the guidelines for aforementioned grant proceeds.

**Parking** – This fund acquired land, improves and maintains parking lots and a parking ramp and collects monthly maintenance fees from users.

**Communications** – This fund records the City's share of a five-city joint venture cable TV franchise administered under the Southwest Suburban Cable Commission.

**Sustainability** – This fund records the City's utility franchise fee revenue and associated costs to maintain operation.

**Art Center** – This fund accounts for the activities of the Hopkins Center for the Arts. Sources of funds are derived from leases, ticket sales, admission fees, grants and donations.

**Hopkins Race and Equity Initiative** – This fund was established to account for the activity of collaborative effort of the City and two outside organization centered on race equity.

**Depot Coffee House** – This fund accounts for the operations of the coffee house business and the teen center operations that are supported through grant funds.

**ARPA** – This fund was established to record the receipt of American Rescue Plan Act Fund proceeds and the purchases in accordance with the guidelines determined by the U.S. Department of Treasury.

**Public Safety Aid** - This fund was established to record proceeds of a one-time state grant and the related expenditures in accordance with State requirements.

**Tax Increment Districts** – These funds were established to record the use of tax increment receipts and bond proceeds as applied in various Tax Increment Districts including the following: TIF Spending Plan, Tax Increment District Entertainment District, Tax Increment District Oaks of Mainstreet, Tax Increment District Moline, Tax Increment District 1-5 PAYGO Note, and Tax Increment District Marketplace and Main.

**5<sup>th</sup> Avenue Flats** – This fund was established to account for the project costs of the 5<sup>th</sup> Avenue Flats project. Originally shown as a tax increment fund though the project changed scope and is no longer in a tax increment district.

City of Hopkins, Minnesota  
 Nonmajor Special Revenue Funds  
 Combining Balance Sheet  
 December 31, 2024

	203	206	207	208	214	217	260	250
	State Chemical Assessment	TIF Spending Plan	Hennepin County CDBG	Local Affordable Housing Aid	Parking	Communications	Sustainability	Art Center
<b>Assets</b>								
Cash and temporary investments	\$ -	\$ 2,009,638	\$ 34	\$ 174,068	\$ -	\$ -	\$ 2,724	\$ 69,812
Receivables								
Accounts	-	-	-	-	850	47,465	81,699	-
Leases	-	-	-	-	-	-	-	788,578
Taxes	-	-	-	-	-	-	-	-
Loans	-	-	3,789	-	-	-	-	-
Due from other governments	23,518	-	-	-	-	-	-	-
<b>Total Assets</b>	<u>\$ 23,518</u>	<u>\$ 2,009,638</u>	<u>\$ 3,823</u>	<u>\$ 174,068</u>	<u>\$ 850</u>	<u>\$ 47,465</u>	<u>\$ 84,423</u>	<u>\$ 858,390</u>
<b>Liabilities</b>								
Accounts payable	\$ 4,052	\$ -	\$ -	\$ 67	\$ 557	\$ 3,622	\$ 43,326	\$ 10,813
Accrued salaries payable	2,098	-	-	-	6,797	8	8,434	32,965
Due to other funds	60,478	-	-	-	212,745	15,184	-	-
Unearned revenue	-	-	-	-	6,050	-	-	17,712
Total Liabilities	<u>66,628</u>	<u>-</u>	<u>-</u>	<u>67</u>	<u>226,149</u>	<u>18,814</u>	<u>51,760</u>	<u>61,490</u>
<b>Deferred Inflows of Resources</b>								
Unavailable revenues - leases	-	-	-	-	-	-	-	758,443
<b>Fund Balances</b>								
Restricted	-	2,009,638	3,823	174,001	-	-	-	-
Committed	-	-	-	-	-	28,651	32,663	38,457
Unassigned	(43,110)	-	-	-	(225,299)	-	-	-
Total Fund Balances	<u>(43,110)</u>	<u>2,009,638</u>	<u>3,823</u>	<u>174,001</u>	<u>(225,299)</u>	<u>28,651</u>	<u>32,663</u>	<u>38,457</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 23,518</u>	<u>\$ 2,009,638</u>	<u>\$ 3,823</u>	<u>\$ 174,068</u>	<u>\$ 850</u>	<u>\$ 47,465</u>	<u>\$ 84,423</u>	<u>\$ 858,390</u>

216	219	210	211	212	229	232	233	234	235	Total
Hopkins Race and Equity Initiative	Depot Coffee House	ARPA	Tax Increment District Entertainment District	Public Safety Aid	Tax Increment District Oaks of Mainstreet	5th Avenue Flats	Tax Increment District Marketplace and Main	Tax Increment District Moline	Tax Increment District 1-5 PAYGO Note	
\$ 51,620	\$ -	\$ 171,279	\$ 79,490	\$ 424,648	\$ -	\$ -	\$ 184,319	\$ 809,622	\$ 25,432	\$ 4,002,686
-	-	-	-	-	-	-	-	-	-	130,014
-	-	-	-	-	-	-	-	-	-	788,578
-	-	-	-	-	-	-	-	13,846	-	13,846
-	-	-	-	-	-	-	-	-	-	3,789
-	-	-	-	-	-	-	-	-	-	23,518
<u>\$ 51,620</u>	<u>\$ -</u>	<u>\$ 171,279</u>	<u>\$ 79,490</u>	<u>\$ 424,648</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 184,319</u>	<u>\$ 823,468</u>	<u>\$ 25,432</u>	<u>\$ 4,962,431</u>
\$ 31	\$ 1,972	\$ 35,805	\$ 48	\$ 2,265	\$ -	\$ -	\$ 22,497	\$ 839,880	\$ 18,036	\$ 982,971
-	7,410	7,632	-	-	-	-	-	-	-	65,344
-	133,687	-	39,598	-	5,339	399,379	210,000	-	-	1,076,410
-	-	127,842	-	-	-	-	-	-	-	151,604
<u>31</u>	<u>143,069</u>	<u>171,279</u>	<u>39,646</u>	<u>2,265</u>	<u>5,339</u>	<u>399,379</u>	<u>232,497</u>	<u>839,880</u>	<u>18,036</u>	<u>2,276,329</u>
-	-	-	-	-	-	-	-	-	-	758,443
51,589	-	-	39,844	422,383	-	-	-	-	7,396	2,708,674
-	-	-	-	-	-	-	-	-	-	99,771
-	(143,069)	-	-	-	(5,339)	(399,379)	(48,178)	(16,412)	-	(880,786)
<u>51,589</u>	<u>(143,069)</u>	<u>-</u>	<u>39,844</u>	<u>422,383</u>	<u>(5,339)</u>	<u>(399,379)</u>	<u>(48,178)</u>	<u>(16,412)</u>	<u>7,396</u>	<u>1,927,659</u>
<u>\$ 51,620</u>	<u>\$ -</u>	<u>\$ 171,279</u>	<u>\$ 79,490</u>	<u>\$ 424,648</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 184,319</u>	<u>\$ 823,468</u>	<u>\$ 25,432</u>	<u>\$ 4,962,431</u>

City of Hopkins, Minnesota  
 Nonmajor Special Revenue Funds  
 Combining Statement of Revenues, Expenditures  
 and Changes in Fund Balances  
 For the Year Ended December 31, 2024

	203	206	207	208	214	217	260	250
	State Chemical Assessment	TIF Spending Plan	Hennepin County CDBG	Local Affordable Housing Aid	Parking	Communications	Sustainability	Art Center
<b>Revenues</b>								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 345,000
Tax increments	-	-	-	-	-	-	-	-
Franchise fees	-	-	-	-	-	200,329	324,021	-
Intergovernmental	133,153	-	-	172,642	-	-	-	82,344
Charges for services	-	-	-	-	34,319	-	-	753,295
Investment earnings	-	40,238	1	1,426	-	811	947	570
Miscellaneous	-	-	-	-	13,404	-	-	11,897
<b>Total Revenues</b>	<u>133,153</u>	<u>40,238</u>	<u>1</u>	<u>174,068</u>	<u>47,723</u>	<u>201,140</u>	<u>324,968</u>	<u>1,193,106</u>
<b>Expenditures</b>								
<b>Current</b>								
General government	-	-	-	-	-	240,510	-	-
Public safety	76,005	-	-	-	-	-	-	-
Public works	-	-	-	-	179,480	-	-	-
Culture and recreation	-	-	-	-	-	-	290,282	1,067,429
Urban development and housing	-	685,000	4,112	67	-	-	-	-
<b>Capital outlay</b>								
Public safety	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	2,023	90,876
Urban development and housing	-	-	-	-	-	-	-	-
<b>Debt service</b>								
Interest and other	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>76,005</u>	<u>685,000</u>	<u>4,112</u>	<u>67</u>	<u>179,480</u>	<u>240,510</u>	<u>292,305</u>	<u>1,158,305</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>57,148</u>	<u>(644,762)</u>	<u>(4,111)</u>	<u>174,001</u>	<u>(131,757)</u>	<u>(39,370)</u>	<u>32,663</u>	<u>34,801</u>
<b>Other Financing Sources (Uses)</b>								
Transfers in	-	-	-	-	-	-	-	35,000
Transfers out	-	-	-	-	-	(5,000)	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,000)</u>	<u>-</u>	<u>35,000</u>
<b>Net Change in Fund Balances</b>	<u>57,148</u>	<u>(644,762)</u>	<u>(4,111)</u>	<u>174,001</u>	<u>(131,757)</u>	<u>(44,370)</u>	<u>32,663</u>	<u>69,801</u>
<b>Fund Balances, January 1</b>	<u>(100,258)</u>	<u>2,654,400</u>	<u>7,934</u>	<u>-</u>	<u>(93,542)</u>	<u>73,021</u>	<u>-</u>	<u>(31,344)</u>
<b>Fund Balances, December 31</b>	<u>\$ (43,110)</u>	<u>\$ 2,009,638</u>	<u>\$ 3,823</u>	<u>\$ 174,001</u>	<u>\$ (225,299)</u>	<u>\$ 28,651</u>	<u>\$ 32,663</u>	<u>\$ 38,457</u>

216	219	210	211	212	229	232	233	234	235	Total
Hopkins Race and Equity Initiative	Depot Coffee House	ARPA	Tax Increment District Entertainment District	Public Safety Aid	Tax Increment District Oaks of Mainstreet	5th Avenue Flats	Tax Increment District Marketplace and Main	Tax Increment District Moline	Tax Increment District 1-5 PAYGO Note	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 345,000
-	-	-	-	-	-	-	244,242	1,060,930	39,365	1,344,537
-	-	-	-	-	-	-	-	-	-	524,350
-	-	650,481	-	-	-	-	-	-	-	1,038,620
-	52,120	-	-	-	-	-	-	-	-	839,734
1,547	-	-	2,532	20,793	-	-	3,013	678	3,781	76,337
4,000	82,134	-	-	-	-	-	-	-	-	111,435
<u>5,547</u>	<u>134,254</u>	<u>650,481</u>	<u>2,532</u>	<u>20,793</u>	<u>-</u>	<u>-</u>	<u>247,255</u>	<u>1,061,608</u>	<u>43,146</u>	<u>4,280,013</u>
-	-	14,865	-	-	-	-	-	-	-	255,375
-	-	312,473	-	330,567	-	-	-	-	-	719,045
-	-	-	-	-	-	-	-	-	-	179,480
31	146,610	-	-	-	-	-	-	-	-	1,504,352
-	-	276,329	230	-	95	-	2,561	28,195	322	996,911
-	-	46,814	-	45,303	-	-	-	-	-	92,117
-	-	-	-	-	-	-	-	-	-	92,899
-	-	-	-	-	-	-	128,420	1,754,837	-	1,883,257
-	-	-	-	-	-	-	-	-	35,428	35,428
<u>31</u>	<u>146,610</u>	<u>650,481</u>	<u>230</u>	<u>375,870</u>	<u>95</u>	<u>-</u>	<u>130,981</u>	<u>1,783,032</u>	<u>35,750</u>	<u>5,758,864</u>
<u>5,516</u>	<u>(12,356)</u>	<u>-</u>	<u>2,302</u>	<u>(355,077)</u>	<u>(95)</u>	<u>-</u>	<u>116,274</u>	<u>(721,424)</u>	<u>7,396</u>	<u>(1,478,851)</u>
-	60,000	-	-	-	-	-	-	800,000	-	895,000
-	-	-	-	-	-	-	-	-	-	(5,000)
-	<u>60,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>800,000</u>	<u>-</u>	<u>890,000</u>
5,516	47,644	-	2,302	(355,077)	(95)	-	116,274	78,576	7,396	(588,851)
46,073	(190,713)	-	37,542	777,460	(5,244)	(399,379)	(164,452)	(94,988)	-	2,516,510
<u>\$ 51,589</u>	<u>\$ (143,069)</u>	<u>\$ -</u>	<u>\$ 39,844</u>	<u>\$ 422,383</u>	<u>\$ (5,339)</u>	<u>\$ (399,379)</u>	<u>\$ (48,178)</u>	<u>\$ (16,412)</u>	<u>\$ 7,396</u>	<u>\$ 1,927,659</u>

City of Hopkins, Minnesota  
 State Chemical Assessment Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budget Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
Revenues					
Intergovernmental	\$ 65,000	\$ 65,000	\$ 133,153	\$ 68,153	\$ 62,148
Expenditures					
Current					
Public safety	65,000	65,000	76,005	(11,005)	110,721
Net Change in Fund Balances	-	-	57,148	57,148	(48,573)
Fund Balances, January 1	(100,258)	(100,258)	(100,258)	-	(51,685)
Fund Balances, December 31	<u>\$ (100,258)</u>	<u>\$ (100,258)</u>	<u>\$ (43,110)</u>	<u>\$ 57,148</u>	<u>\$ (100,258)</u>

City of Hopkins, Minnesota  
 Parking Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budget Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
Revenues					
Charges for services	\$ 113,000	\$ 113,000	\$ 34,319	\$ (78,681)	\$ 74,349
Investment earnings	-	-	-	-	43
Miscellaneous	12,000	12,000	13,404	1,404	13,140
Total Revenues	<u>125,000</u>	<u>125,000</u>	<u>47,723</u>	<u>(77,277)</u>	<u>87,532</u>
Expenditures					
Current					
Public works	<u>159,894</u>	<u>159,894</u>	<u>179,480</u>	<u>(19,586)</u>	<u>174,668</u>
Net Change in Fund Balances	(34,894)	(34,894)	(131,757)	(96,863)	(87,136)
Fund Balances, January 1	<u>(93,542)</u>	<u>(93,542)</u>	<u>(93,542)</u>	-	<u>(6,406)</u>
Fund Balances, December 31	<u>\$ (128,436)</u>	<u>\$ (128,436)</u>	<u>\$ (225,299)</u>	<u>\$ (96,863)</u>	<u>\$ (93,542)</u>

City of Hopkins, Minnesota  
Communications Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual  
For the Year Ended December 31, 2024  
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget	2023
	Budget Amounts		Actual		Actual
	Original	Final	Amounts		Amounts
Revenues					
Franchise fees	\$ 230,000	\$ 230,000	\$ 200,329	\$ (29,671)	\$ 197,761
Investment earnings	-	-	811	811	2,537
Total Revenues	<u>230,000</u>	<u>230,000</u>	<u>201,140</u>	<u>(28,860)</u>	<u>200,298</u>
Expenditures					
Current					
General government	<u>276,487</u>	<u>276,487</u>	<u>240,510</u>	<u>35,977</u>	<u>292,434</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(46,487)	(46,487)	(39,370)	7,117	(92,136)
Other Financing Sources (Uses)					
Transfers out	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>	<u>(50,000)</u>
Net Change in Fund Balances	(51,487)	(51,487)	(44,370)	7,117	(142,136)
Fund Balances, January 1	<u>73,021</u>	<u>73,021</u>	<u>73,021</u>	<u>-</u>	<u>215,157</u>
Fund Balances, December 31	<u>\$ 21,534</u>	<u>\$ 21,534</u>	<u>\$ 28,651</u>	<u>\$ 7,117</u>	<u>\$ 73,021</u>

City of Hopkins, Minnesota  
 Sustainability Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budget Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
Revenues					
Franchise Fees	\$ 385,000	\$ 385,000	\$ 324,021	\$ (60,979)	\$ -
Investment earnings	-	-	947	947	-
Total Revenues	<u>385,000</u>	<u>385,000</u>	<u>324,968</u>	<u>(60,032)</u>	<u>-</u>
Expenditures					
Current					
Culture and recreation	385,000	385,000	290,282	94,718	-
Capital outlay					
Culture and recreation	-	-	2,023	(2,023)	-
Total Expenditures	<u>385,000</u>	<u>385,000</u>	<u>292,305</u>	<u>92,695</u>	<u>-</u>
Net Change in Fund Balances	-	-	32,663	32,663	-
Fund Balances, January 1	-	-	-	-	-
Fund Balances, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,663</u>	<u>\$ 32,663</u>	<u>\$ -</u>

City of Hopkins, Minnesota  
 Art Center Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budget Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
Revenues					
Property tax	\$ 345,000	\$ 345,000	\$ 345,000	\$ -	\$ 347,697
Intergovernmental	75,000	75,000	82,344	7,344	178,449
Charges for services	706,650	706,650	753,295	46,645	709,465
Investment earnings	-	-	570	570	64
Miscellaneous	11,000	11,000	11,897	897	54,626
Total Revenues	<u>1,137,650</u>	<u>1,137,650</u>	<u>1,193,106</u>	<u>55,456</u>	<u>1,290,301</u>
Expenditures					
Current					
Culture and recreation	1,053,695	1,053,695	1,067,429	(13,734)	1,020,359
Capital outlay					
Culture and recreation	90,402	90,402	90,876	(474)	24,082
Total Expenditures	<u>1,144,097</u>	<u>1,144,097</u>	<u>1,158,305</u>	<u>(14,208)</u>	<u>1,044,441</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,447)	(6,447)	34,801	41,248	245,860
Other Financing Sources (Uses)					
Transfers in	35,000	35,000	35,000	-	80,000
Net Change in Fund Balances	28,553	28,553	69,801	41,248	325,860
Fund Balances, January 1	(31,344)	(31,344)	(31,344)	-	(357,204)
Fund Balances, December 31	<u>\$ (2,791)</u>	<u>\$ (2,791)</u>	<u>\$ 38,457</u>	<u>\$ 41,248</u>	<u>\$ (31,344)</u>

**City of Hopkins, Minnesota**  
**Hopkins Race and Equity Initiative Fund**  
**Statement of Revenues, Expenditures and Changes in Fund Balances -**  
**Budget and Actual**  
**For the Year Ended December 31, 2024**  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budget Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
Revenues					
Investment earnings	\$ -	\$ -	\$ 1,547	\$ 1,547	\$ 619
Miscellaneous	6,000	6,000	4,000	(2,000)	36,000
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>5,547</u>	<u>(453)</u>	<u>36,619</u>
Expenditures					
Current					
Culture and recreation	6,000	6,000	31	5,969	612
Net Change in Fund Balances	-	-	5,516	5,516	36,007
Fund Balances, January 1	<u>46,073</u>	<u>46,073</u>	<u>46,073</u>	-	<u>10,066</u>
Fund Balances, December 31	<u>\$ 46,073</u>	<u>\$ 46,073</u>	<u>\$ 51,589</u>	<u>\$ 5,516</u>	<u>\$ 46,073</u>

City of Hopkins, Minnesota  
 Depot Coffee House Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budget Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
Revenues					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 19,500
Charges for services	64,332	64,332	52,120	(12,212)	69,249
Miscellaneous	79,500	79,500	82,134	2,634	25,546
Total Revenues	<u>143,832</u>	<u>143,832</u>	<u>134,254</u>	<u>(9,578)</u>	<u>114,295</u>
Expenditures					
Current					
Culture and recreation	<u>183,832</u>	<u>183,832</u>	<u>146,610</u>	<u>37,222</u>	<u>110,411</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(40,000)	(40,000)	(12,356)	27,644	3,884
Other Financing Sources (Uses)					
Transfers in	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>	<u>-</u>	<u>20,000</u>
Net Change in Fund Balances	20,000	20,000	47,644	27,644	23,884
Fund Balances, January 1	<u>(190,713)</u>	<u>(190,713)</u>	<u>(190,713)</u>	<u>-</u>	<u>(214,597)</u>
Fund Balances, December 31	<u>\$ (170,713)</u>	<u>\$ (170,713)</u>	<u>\$ (143,069)</u>	<u>\$ 27,644</u>	<u>\$ (190,713)</u>

City of Hopkins, Minnesota  
 Tax Increment District Entertainment District Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budget Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
Revenues					
Tax increments	\$ 45,000	\$ 45,000	\$ -	\$ (45,000)	\$ 56,725
Investment earnings	-	-	2,532	2,532	1,053
Total Revenues	<u>45,000</u>	<u>45,000</u>	<u>2,532</u>	<u>(42,468)</u>	<u>57,778</u>
Expenditures					
Current					
Urban development and housing	8,182	8,182	230	7,952	148
Debt service					
Interest and other	<u>6,046</u>	<u>6,046</u>	-	<u>6,046</u>	-
Total Expenditures	<u>14,228</u>	<u>14,228</u>	<u>230</u>	<u>13,998</u>	<u>148</u>
Net Change in Fund Balances	30,772	30,772	2,302	(28,470)	57,630
Fund Balances, January 1	<u>37,542</u>	<u>37,542</u>	<u>37,542</u>	-	<u>(20,088)</u>
Fund Balances, December 31	<u>\$ 68,314</u>	<u>\$ 68,314</u>	<u>\$ 39,844</u>	<u>\$ (28,470)</u>	<u>\$ 37,542</u>

City of Hopkins, Minnesota  
 Public Safety Aid Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budget Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
Revenues					
Intergovernmental	\$ 439,095	\$ 439,095	\$ -	\$ (439,095)	\$ 828,207
Investment earnings	-	-	20,793	20,793	-
Total Revenues	<u>439,095</u>	<u>439,095</u>	<u>20,793</u>	<u>(418,302)</u>	<u>828,207</u>
Expenditures					
Current					
Public safety	329,675	329,675	330,567	(892)	14,800
Capital outlay					
Public safety	<u>109,420</u>	<u>109,420</u>	<u>45,303</u>	<u>64,117</u>	<u>35,947</u>
Total Expenditures	<u>439,095</u>	<u>439,095</u>	<u>375,870</u>	<u>63,225</u>	<u>50,747</u>
Net Change in Fund Balances	-	-	(355,077)	(355,077)	777,460
Fund Balances, January 1	<u>777,460</u>	<u>777,460</u>	<u>777,460</u>	-	-
Fund Balances, December 31	<u>\$ 777,460</u>	<u>\$ 777,460</u>	<u>\$ 422,383</u>	<u>\$ (355,077)</u>	<u>\$ 777,460</u>

City of Hopkins, Minnesota  
 Tax Increment District of Oaks of Mainstreet Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget	2023
	Budget Amounts		Actual Amounts		Actual
	Original	Final			Amounts
Expenditures					
Current					
Urban development and housing	2,095	2,095	95	2,000	5,244
Net Change in Fund Balances	(2,095)	(2,095)	(95)	2,000	(5,244)
Fund Balances, January 1	(5,244)	(5,244)	(5,244)	-	-
Fund Balances, December 31	<u>\$ (7,339)</u>	<u>\$ (7,339)</u>	<u>\$ (5,339)</u>	<u>\$ 2,000</u>	<u>\$ (5,244)</u>

**City of Hopkins, Minnesota**  
 Tax Increment District Moline Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget	2023
	Budget Amounts		Actual Amounts		Actual Amounts
	Original	Final			
<b>Revenues</b>					
Tax increments	\$ 1,015,000	\$ 1,015,000	\$ 1,060,930	\$ 45,930	\$ 1,034,609
Miscellaneous	-	-	678	678	-
<b>Total Revenues</b>	<u>1,015,000</u>	<u>1,015,000</u>	<u>1,061,608</u>	<u>46,608</u>	<u>1,034,609</u>
<b>Expenditures</b>					
<b>Current</b>					
Urban development and housing	30,195	30,195	28,195	2,000	14,401
<b>Capital</b>					
Urban development and housing	2,500,000	2,500,000	1,754,837	745,163	2,106,148
<b>Total Expenditures</b>	<u>2,530,195</u>	<u>2,530,195</u>	<u>1,783,032</u>	<u>747,163</u>	<u>2,120,549</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(1,515,195)	(1,515,195)	(721,424)	793,771	(1,085,940)
<b>Other Financing Sources (Uses)</b>					
Transfers in	1,500,000	1,500,000	800,000	(700,000)	1,175,000
<b>Net Change in Fund Balances</b>	(15,195)	(15,195)	78,576	93,771	89,060
<b>Fund Balances, January 1</b>	<u>(94,988)</u>	<u>(94,988)</u>	<u>(94,988)</u>	-	<u>(184,048)</u>
<b>Fund Balances, December 31</b>	<u>\$ (110,183)</u>	<u>\$ (110,183)</u>	<u>\$ (16,412)</u>	<u>\$ 93,771</u>	<u>\$ (94,988)</u>

**City of Hopkins, Minnesota**  
 Tax Increment District Marketplace and Main Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 For the Year Ended December 31, 2024  
 (With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budget Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
<b>Revenues</b>					
Tax increments	\$ 225,000	\$ 225,000	\$ 244,242	\$ 19,242	\$ 225,906
Investment earnings	1,000	1,000	3,013	2,013	2,897
<b>Total Revenues</b>	<u>226,000</u>	<u>226,000</u>	<u>247,255</u>	<u>21,255</u>	<u>228,803</u>
<b>Expenditures</b>					
<b>Current</b>					
Urban development and housing	4,948	4,948	2,561	2,387	3,111
<b>Capital outlay</b>					
Urban development and housing	210,000	210,000	128,420	81,580	212,697
<b>Total Expenditures</b>	<u>214,948</u>	<u>214,948</u>	<u>130,981</u>	<u>83,967</u>	<u>215,808</u>
<b>Net Change in Fund Balances</b>	11,052	11,052	116,274	105,222	12,995
<b>Fund Balances, January 1</b>	<u>(164,452)</u>	<u>(164,452)</u>	<u>(164,452)</u>	-	<u>(177,447)</u>
<b>Fund Balances, December 31</b>	<u>\$ (153,400)</u>	<u>\$ (153,400)</u>	<u>\$ (48,178)</u>	<u>\$ 105,222</u>	<u>\$ (164,452)</u>

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## NONMAJOR CAPITAL PROJECTS FUNDS

Capital projects funds are established to account for the resources expended to acquire assets of a relatively permanent nature. (Special revenue and enterprise fund resources are not included in this category.) These funds evolve from the needs for special accounting for bond proceeds, grants and contribution for the acquisition of capital assets.

**Park Dedication Fees** - This fund was established in 2024 to track restricted park dedication revenues.

**Park Improvements** - This fund was established to record construction and improvement costs for park facilities.

**MSA Construction** - accounts for the accumulation of resources for future street improvement capital outlay.

**Capital Improvement** - accounts for the accumulation of resources for future building improvement capital outlay.

City of Hopkins, Minnesota  
 Nonmajor Capital Projects Funds  
 Combining Balance Sheet  
 December 31, 2024

	<b>300</b> Park Dedication Fees	<b>301</b> Park Improvements	<b>302</b> MSA Construction Fund	<b>305</b> Capital Improvement	Total
<b>Assets</b>					
Cash and temporary investments	\$ 523,440	\$ 386,969	\$ 1,107,492	\$ 121,182	\$ 2,139,083
Accounts receivable	-	75,971	-	76,396	152,367
<b>Total Assets</b>	<b>\$ 523,440</b>	<b>\$ 462,940</b>	<b>\$ 1,107,492</b>	<b>\$ 197,578</b>	<b>\$ 2,291,450</b>
<b>Liabilities</b>					
Accounts payable	\$ 126,633	\$ 1,250	\$ 672	\$ -	\$ 128,555
<b>Fund Balances</b>					
Restricted	396,807	-	-	-	396,807
Assigned	-	461,690	1,106,820	197,578	1,766,088
<b>Total Fund Balances</b>	<b>396,807</b>	<b>461,690</b>	<b>1,106,820</b>	<b>197,578</b>	<b>2,162,895</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 523,440</b>	<b>\$ 462,940</b>	<b>\$ 1,107,492</b>	<b>\$ 197,578</b>	<b>\$ 2,291,450</b>

City of Hopkins, Minnesota  
Nonmajor Capital Projects Funds  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
For the Year Ended December 31, 2024

	<b>300</b> Park Dedication Fees	<b>301</b> Park Improvements	<b>302</b> MSA Construction Fund	<b>305</b> Capital Improvement	Total
<b>Revenues</b>					
Franchise fees	\$ -	\$ 301,304	\$ -	\$ 302,991	\$ 604,295
Investment earnings	-	17,482	35,325	615	53,422
<b>Total Revenues</b>	<u>-</u>	<u>318,786</u>	<u>35,325</u>	<u>303,606</u>	<u>657,717</u>
<b>Expenditures</b>					
Current					
Culture and recreation	54	-	-	-	54
Capital outlay					
General government	-	-	-	275,427	275,427
Public works	-	-	5,214	-	5,214
Culture and recreation	129,239	265,802	-	-	395,041
<b>Total Expenditures</b>	<u>129,293</u>	<u>265,802</u>	<u>5,214</u>	<u>275,427</u>	<u>675,736</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(129,293)</u>	<u>52,984</u>	<u>30,111</u>	<u>28,179</u>	<u>(18,019)</u>
<b>Other Financing Sources (Uses)</b>					
Transfers in	-	-	-	427,650	427,650
Transfers out	-	(110,000)	-	(360,000)	(470,000)
<b>Total Other Financing Sources</b>	<u>-</u>	<u>(110,000)</u>	<u>-</u>	<u>67,650</u>	<u>(42,350)</u>
<b>Net Change in Fund Balances</b>	<u>(129,293)</u>	<u>(57,016)</u>	<u>30,111</u>	<u>95,829</u>	<u>(60,369)</u>
<b>Fund Balances, January 1</b>	<u>526,100</u>	<u>518,706</u>	<u>1,076,709</u>	<u>101,749</u>	<u>2,223,264</u>
<b>Fund Balances, December 31</b>	<u>\$ 396,807</u>	<u>\$ 461,690</u>	<u>\$ 1,106,820</u>	<u>\$ 197,578</u>	<u>\$ 2,162,895</u>

City of Hopkins, Minnesota  
Debt Service Fund  
Combining Balance Sheet (Continued on the Following Pages)  
December 31, 2024

	435 2009B G.O. Taxable Housing Bonds (1999A)	443 2014A G.O. Improvement Bonds	445 2015A G.O. SROP Bonds	446 2015B G.O. Tax Abatement Bonds	447 2015C G.O. Tax Increment Refunding Bonds	448 2015D G.O. Tax Increment Refunding Bonds	449 2016A G.O. Improvement Bonds	450 2016B G.O. Tax Abatement Bonds	451 2016C G.O. Bonds	452 2016D G.O. Tax Increment Refunding Bonds	453 2017A G.O. SROP Bonds	454 2017B G.O. Tax Abatement Bonds
<b>Assets</b>												
Cash and temporary investments	\$ 25,922	\$ 194,067	\$ 337,541	\$ 70,480	\$ 293,135	\$ 442,933	\$ 596,006	\$ 162,471	\$ 221,459	\$ 290,196	\$ 781,432	\$ 227,358
Receivables												
Special assessments	-	14,740	6,002	-	-	-	236,527	-	-	-	288,062	-
<b>Total Assets</b>	<u>\$ 25,922</u>	<u>\$ 208,807</u>	<u>\$ 343,543</u>	<u>\$ 70,480</u>	<u>\$ 293,135</u>	<u>\$ 442,933</u>	<u>\$ 832,533</u>	<u>\$ 162,471</u>	<u>\$ 221,459</u>	<u>\$ 290,196</u>	<u>\$ 1,069,494</u>	<u>\$ 227,358</u>
<b>Liabilities</b>												
Accounts payable	\$ 16	\$ 115	\$ 206	\$ 44	\$ 179	\$ 271	\$ 354	\$ 99	\$ 135	\$ 178	\$ 328	\$ 116
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	16	115	206	44	179	271	354	99	135	178	328	116
<b>Deferred Inflows of Resources</b>												
Unavailable revenues - special assessments	-	14,740	6,002	-	-	-	236,270	-	-	-	287,802	-
<b>Fund Balances</b>												
Restricted for debt service	25,906	193,952	337,335	70,436	292,956	442,662	595,909	162,372	221,324	290,018	781,364	227,242
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 25,922</u>	<u>\$ 208,807</u>	<u>\$ 343,543</u>	<u>\$ 70,480</u>	<u>\$ 293,135</u>	<u>\$ 442,933</u>	<u>\$ 832,533</u>	<u>\$ 162,471</u>	<u>\$ 221,459</u>	<u>\$ 290,196</u>	<u>\$ 1,069,494</u>	<u>\$ 227,358</u>

<b>456</b> 2018A G.O. Improvement Bonds	<b>457</b> 2019A G.O. Improvement Bonds	<b>458</b> 2019B G.O. Refunding Bonds	<b>459</b> 2020A G.O. Improvement Bonds	<b>460</b> 2020A G.O. Equipment Bonds	<b>461</b> 2020B G.O. Refunding Bonds	<b>462</b> 2021A G.O. Improvement Bonds	<b>463</b> 2022A G.O. Improvement Bonds	<b>464</b> 2022A G.O. Equipment Certificate	<b>465</b> 2023A G.O. Improvement Bonds	<b>466</b> 2023A G.O. Equipment Certificate	<b>467</b> 2024A G.O. Improvement Bonds	<b>468</b> 2024A G.O. Street Reconstruction Bonds	Total
\$ 837,804	\$ -	\$ 106,765	\$ 927,684	\$ 472,288	\$ 555,063	\$ 425,060	\$ 727,880	\$ 50,699	\$ 771,180	\$ -	\$ 659,326	\$ 4,884	\$ 9,181,633
<u>320,095</u>	<u>496,163</u>	<u>42,057</u>	<u>1,239,451</u>	<u>-</u>	<u>156,823</u>	<u>-</u>	<u>173,698</u>	<u>-</u>	<u>590,489</u>	<u>-</u>	<u>375,408</u>	<u>-</u>	<u>3,939,515</u>
<u>\$ 1,157,899</u>	<u>\$ 496,163</u>	<u>\$ 148,822</u>	<u>\$ 2,167,135</u>	<u>\$ 472,288</u>	<u>\$ 711,886</u>	<u>\$ 425,060</u>	<u>\$ 901,578</u>	<u>\$ 50,699</u>	<u>\$ 1,361,669</u>	<u>\$ -</u>	<u>\$ 1,034,734</u>	<u>\$ 4,884</u>	<u>\$ 13,121,148</u>
\$ 511	\$ -	\$ 4,066	\$ 6,284	\$ 284	\$ 336	\$ 5,325	\$ 4,508	\$ 15	\$ 3,598	\$ -	\$ 1,750	\$ -	\$ 28,718
<u>-</u>	<u>33,246</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>176,640</u>	<u>-</u>	<u>-</u>	<u>209,886</u>
511	33,246	4,066	6,284	284	336	5,325	4,508	15	3,598	176,640	1,750	-	238,604
319,710	496,163	38,727	1,238,116	-	156,382	-	173,393	-	590,489	-	375,408	-	3,933,202
<u>837,678</u>	<u>(33,246)</u>	<u>106,029</u>	<u>922,735</u>	<u>472,004</u>	<u>555,168</u>	<u>419,735</u>	<u>723,677</u>	<u>50,684</u>	<u>767,582</u>	<u>(176,640)</u>	<u>657,576</u>	<u>4,884</u>	<u>8,949,342</u>
<u>\$ 1,157,899</u>	<u>\$ 496,163</u>	<u>\$ 148,822</u>	<u>\$ 2,167,135</u>	<u>\$ 472,288</u>	<u>\$ 711,886</u>	<u>\$ 425,060</u>	<u>\$ 901,578</u>	<u>\$ 50,699</u>	<u>\$ 1,361,669</u>	<u>\$ -</u>	<u>\$ 1,034,734</u>	<u>\$ 4,884</u>	<u>\$ 13,121,148</u>

City of Hopkins, Minnesota  
Debt Service Fund  
Combining Schedule of Revenues, Expenditures  
and Changes in Fund Balances (Continued on the following Pages)  
For the Year Ended December 31, 2024

	<b>435</b>	<b>443</b>	<b>445</b>	<b>446</b>	<b>447</b>	<b>448</b>	<b>449</b>	<b>450</b>	<b>451</b>	<b>452</b>	<b>453</b>	<b>454</b>
	2009B G.O.	2014A G.O.	2015A G.O.	2015B G.O.	2015C G.O.	2015D G.O.	2016A G.O.	2016B G.O.	2016C G.O.	2016D G.O.	2017A G.O.	2017B G.O.
	Taxable Housing Bonds (1999A)	Improvement Bonds	SROP Bonds	Tax Abatement Bonds	Tax Increment Refunding Bonds	Tax Increment Refunding Bonds	Improvement Bonds	Tax Abatement Bonds	2016C G.O. Bonds	Tax Increment Refunding Bonds	SROP Bonds	Tax Abatement Bonds
<b>Revenues</b>												
Property taxes	\$ -	\$ 97,000	\$ 250,000	\$ 125,000	\$ -	\$ -	\$ 100,000	\$ 36,781	\$ 200,000	\$ -	\$ 915,000	\$ 102,061
Special assessments	-	11,525	7,531	-	-	-	61,942	-	-	-	56,485	-
Investment earnings	825	3,940	6,497	651	5,262	7,930	13,934	2,948	4,627	5,219	11,736	5,844
<b>Total Revenues</b>	<b>825</b>	<b>112,465</b>	<b>264,028</b>	<b>125,651</b>	<b>5,262</b>	<b>7,930</b>	<b>175,876</b>	<b>39,729</b>	<b>204,627</b>	<b>5,219</b>	<b>983,221</b>	<b>107,905</b>
<b>Expenditures</b>												
<b>Debt service</b>												
Principal	-	125,000	270,000	135,000	310,000	475,000	280,000	110,000	220,000	305,000	725,000	105,000
Interest and other charges	16	30,348	56,945	57,431	57,468	103,598	56,993	21,028	11,937	43,392	299,167	45,218
<b>Total Expenditures</b>	<b>16</b>	<b>155,348</b>	<b>326,945</b>	<b>192,431</b>	<b>367,468</b>	<b>578,598</b>	<b>336,993</b>	<b>131,028</b>	<b>231,937</b>	<b>348,392</b>	<b>1,024,167</b>	<b>150,218</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>809</b>	<b>(42,883)</b>	<b>(62,917)</b>	<b>(66,780)</b>	<b>(362,206)</b>	<b>(570,668)</b>	<b>(161,117)</b>	<b>(91,299)</b>	<b>(27,310)</b>	<b>(343,173)</b>	<b>(40,946)</b>	<b>(42,313)</b>
<b>Other Financing Sources</b>												
Transfers in	-	49,934	68,412	63,750	340,000	529,300	154,666	100,000	-	326,000	-	-
Premium on bonds issued	-	-	-	-	-	-	-	-	-	-	-	-
Bonds issued	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>49,934</b>	<b>68,412</b>	<b>63,750</b>	<b>340,000</b>	<b>529,300</b>	<b>154,666</b>	<b>100,000</b>	<b>-</b>	<b>326,000</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>809</b>	<b>7,051</b>	<b>5,495</b>	<b>(3,030)</b>	<b>(22,206)</b>	<b>(41,368)</b>	<b>(6,451)</b>	<b>8,701</b>	<b>(27,310)</b>	<b>(17,173)</b>	<b>(40,946)</b>	<b>(42,313)</b>
<b>Fund Balances, January 1</b>	<b>25,097</b>	<b>186,901</b>	<b>331,840</b>	<b>73,466</b>	<b>315,162</b>	<b>484,030</b>	<b>602,360</b>	<b>153,671</b>	<b>248,634</b>	<b>307,191</b>	<b>822,310</b>	<b>269,555</b>
<b>Fund Balances, December 31</b>	<b>\$ 25,906</b>	<b>\$ 193,952</b>	<b>\$ 337,335</b>	<b>\$ 70,436</b>	<b>\$ 292,956</b>	<b>\$ 442,662</b>	<b>\$ 595,909</b>	<b>\$ 162,372</b>	<b>\$ 221,324</b>	<b>\$ 290,018</b>	<b>\$ 781,364</b>	<b>\$ 227,242</b>

<b>456</b>	<b>457</b>	<b>458</b>	<b>459</b>	<b>460</b>	<b>461</b>	<b>462</b>	<b>463</b>	<b>464</b>	<b>465</b>	<b>466</b>	<b>467</b>	<b>468</b>	
2018A G.O.	2019A G.O.	2019B G.O.	2020A G.O.	2020A G.O.	2020B G.O.	2021A G.O.	2022A G.O.	2022A G.O.	2023A G.O.	2023A G.O.	2024A G.O.	2024A G.O.	
Improvement	Improvement	Refunding	Improvement	Equipment	Refunding	Improvement	Improvement	Equipment	Improvement	Equipment	Improvement	Street	Total
Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Certificate	Bonds	Certificate	Bonds	Reconstruction	
\$ 529,487	\$ 375,000	\$ 115,300	\$ -	\$ 193,125	\$ 308,114	\$ 208,662	\$ 245,072	\$ 85,000	\$ 227,011	\$ -	\$ -	\$ -	\$ 4,112,613
55,242	92,990	36,270	169,201	-	72,895	-	22,630	-	122,536	-	389,146	-	1,098,393
19,969	337	699	165,879	12,075	12,565	134,540	156,125	637	128,634	-	165,798	5,111	871,782
<u>604,698</u>	<u>468,327</u>	<u>152,269</u>	<u>335,080</u>	<u>205,200</u>	<u>393,574</u>	<u>343,202</u>	<u>423,827</u>	<u>85,637</u>	<u>478,181</u>	<u>-</u>	<u>554,944</u>	<u>5,111</u>	<u>6,082,788</u>
430,000	650,000	150,000	155,000	25,000	315,000	255,000	140,000	85,000	-	-	-	-	5,265,000
158,420	359,365	25,068	76,868	8,418	45,720	69,867	83,310	33,688	16,668	183,112	85,121	227	1,929,393
<u>588,420</u>	<u>1,009,365</u>	<u>175,068</u>	<u>231,868</u>	<u>33,418</u>	<u>360,720</u>	<u>324,867</u>	<u>223,310</u>	<u>118,688</u>	<u>16,668</u>	<u>183,112</u>	<u>85,121</u>	<u>227</u>	<u>7,194,393</u>
16,278	(541,038)	(22,799)	103,212	171,782	32,854	18,335	200,517	(33,051)	461,513	(183,112)	469,823	4,884	(1,111,605)
-	360,000	80,794	-	-	-	-	-	-	-	-	-	-	2,072,856
-	-	-	-	-	-	-	-	-	-	-	195,074	-	195,074
-	-	-	-	-	-	-	-	-	-	-	3,560,000	-	3,560,000
-	-	-	-	-	-	-	-	-	-	-	(3,567,321)	-	(3,567,321)
<u>-</u>	<u>360,000</u>	<u>80,794</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>187,753</u>	<u>-</u>	<u>2,260,609</u>
16,278	(181,038)	57,995	103,212	171,782	32,854	18,335	200,517	(33,051)	461,513	(183,112)	657,576	4,884	1,149,004
821,400	147,792	48,034	819,523	300,222	522,314	401,400	523,160	83,735	306,069	6,472	-	-	7,800,338
<u>\$ 837,678</u>	<u>\$ (33,246)</u>	<u>\$ 106,029</u>	<u>\$ 922,735</u>	<u>\$ 472,004</u>	<u>\$ 555,168</u>	<u>\$ 419,735</u>	<u>\$ 723,677</u>	<u>\$ 50,684</u>	<u>\$ 767,582</u>	<u>\$ (176,640)</u>	<u>\$ 657,576</u>	<u>\$ 4,884</u>	<u>\$ 8,949,342</u>

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City of Hopkins, Minnesota  
General Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Continued on the Following Pages)  
For the Year Ended December 31, 2024  
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget	2023
	Budgeted Amounts		Actual		Actual
	Original	Final	Amounts		Amounts
Revenues					
Taxes					
Property taxes	\$ 14,511,326	\$ 14,511,326	\$ 14,329,060	\$ (182,266)	\$ 13,628,350
Franchise taxes	346,200	346,200	369,847	23,647	304,979
Total taxes	<u>14,857,526</u>	<u>14,857,526</u>	<u>14,698,907</u>	<u>(158,619)</u>	<u>13,933,329</u>
Licenses and permits					
Licenses	120,015	120,015	137,202	17,187	124,121
Permits	565,400	565,400	830,782	265,382	1,619,974
Total licenses and permits	<u>685,415</u>	<u>685,415</u>	<u>967,984</u>	<u>282,569</u>	<u>1,744,095</u>
Intergovernmental					
Federal					
Other	62,000	62,000	50,000	(12,000)	42,000
State					
Local government aid	1,081,012	1,081,012	1,081,012	-	925,794
Police and fire aid	505,000	505,000	654,094	149,094	536,079
Municipal state aid	190,000	190,000	113,774	(76,226)	199,648
Other	40,000	40,000	79,845	39,845	181,177
County	-	-	16,209	16,209	-
Total intergovernmental	<u>1,878,012</u>	<u>1,878,012</u>	<u>1,994,934</u>	<u>116,922</u>	<u>1,884,698</u>
Charges for services					
General government	19,950	19,950	40,088	20,138	73,274
Public safety	193,500	193,500	249,845	56,345	233,127
Highways and streets	18,550	18,550	14,964	(3,586)	9,538
Culture and recreation	129,500	129,500	177,118	47,618	157,967
Total charges for services	<u>361,500</u>	<u>361,500</u>	<u>482,015</u>	<u>120,515</u>	<u>473,906</u>
Fines and forfeitures	192,500	192,500	121,277	(71,223)	100,924
Investment earnings	25,000	25,000	161,373	136,373	159,376
Miscellaneous					
Refunds and reimbursements	-	-	82,642	82,642	12,655
Contributions and donations	6,500	6,500	11,327	4,827	2,958
Other	15,350	15,350	8,971	(6,379)	23,456
Total miscellaneous	<u>21,850</u>	<u>21,850</u>	<u>102,940</u>	<u>81,090</u>	<u>39,069</u>
Total Revenues	<u>18,021,803</u>	<u>18,021,803</u>	<u>18,529,430</u>	<u>507,627</u>	<u>18,335,397</u>
Expenditures					
Current					
General government					
Mayor and city council					
Personal services	\$ 69,973	\$ 69,973	\$ 71,951	\$ (1,978)	\$ 46,472
Supplies	3,125	3,125	2,234	891	1,735
Other services and charges	59,935	59,935	76,239	(16,304)	61,414
Total mayor and city council	<u>133,033</u>	<u>133,033</u>	<u>150,424</u>	<u>(17,391)</u>	<u>109,621</u>
Management and administration					
Personal services	472,492	472,492	510,865	(38,373)	501,739
Supplies	22,790	22,790	29,052	(6,262)	11,399
Other services and charges	192,333	192,333	120,423	71,910	113,386
Total management and administration	<u>687,615</u>	<u>687,615</u>	<u>660,340</u>	<u>27,275</u>	<u>626,524</u>

City of Hopkins, Minnesota  
General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Continued)  
For the Year Ended December 31, 2024  
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024				2023
	Budgeted Amounts		Actual Amounts	Variance with Final Budget	Actual Amounts
	Original	Final			
Expenditures (Continued)					
Current expenditures (continued)					
Finance					
Personal services	\$ 432,627	\$ 432,627	\$ 450,057	\$ (17,430)	\$ 330,039
Supplies	7,600	7,600	5,087	2,513	7,597
Other services and charges	142,361	142,361	270,886	(128,525)	213,653
Total finance	<u>582,588</u>	<u>582,588</u>	<u>726,030</u>	<u>(143,442)</u>	<u>551,289</u>
City clerk					
Personal services	178,323	178,323	214,360	(36,037)	139,230
Supplies	-	-	824	(824)	727
Other services and charges	25,420	25,420	24,417	1,003	18,719
Total city clerk	<u>203,743</u>	<u>203,743</u>	<u>239,601</u>	<u>(35,858)</u>	<u>158,676</u>
Municipal building					
Personal services	117,775	117,775	85,446	32,329	114,928
Supplies	17,000	17,000	18,918	(1,918)	11,750
Other services and charges	269,916	269,916	280,900	(10,984)	363,299
Total municipal building	<u>404,691</u>	<u>404,691</u>	<u>385,264</u>	<u>19,427</u>	<u>489,977</u>
Planning and zoning					
Personal services	155,707	155,707	152,908	2,799	153,918
Supplies	2,500	2,500	2,018	482	2,893
Other services and charges	38,040	38,040	14,214	23,826	8,764
Total planning and zoning	<u>196,247</u>	<u>196,247</u>	<u>169,140</u>	<u>27,107</u>	<u>165,575</u>
Elections					
Personal services	117,613	117,613	121,119	(3,506)	61,542
Supplies	10,500	10,500	5,400	5,100	5,017
Other services and charges	7,387	7,387	6,997	390	9,240
Total elections	<u>135,500</u>	<u>135,500</u>	<u>133,516</u>	<u>1,984</u>	<u>75,799</u>
Assessing					
Personal services	(38,113)	(38,113)	(68,048)	29,935	(18,586)
Supplies	700	700	236	464	421
Other services and charges	187,082	187,082	194,098	(7,016)	185,836
Total assessing	<u>149,669</u>	<u>149,669</u>	<u>126,286</u>	<u>23,383</u>	<u>167,671</u>
Legal	<u>250,000</u>	<u>250,000</u>	<u>287,540</u>	<u>(37,540)</u>	<u>322,549</u>
General governmental buildings					
Personal services	-	-	(4,755)	4,755	2,071
Other services and charges	50,000	50,000	18,094	31,906	15,275
Total general governmental buildings	<u>50,000</u>	<u>50,000</u>	<u>13,339</u>	<u>36,661</u>	<u>17,346</u>

City of Hopkins, Minnesota  
General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Continued)  
For the Year Ended December 31, 2024  
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget	2023
	Budgeted Amounts		Actual		Actual
	Original	Final	Amounts		Amounts
Expenditures (Continued)					
Current expenditures (continued)					
General government (continued)					
Information services					
Personal services	\$ 389,496	\$ 389,496	\$ 383,943	\$ 5,553	\$ 344,514
Supplies	16,800	16,800	12,287	4,513	11,352
Other services and charges	42,639	42,639	32,978	9,661	21,265
Total information services	<u>448,935</u>	<u>448,935</u>	<u>429,208</u>	<u>19,727</u>	<u>377,131</u>
Total general government	<u>3,242,021</u>	<u>3,242,021</u>	<u>3,320,688</u>	<u>(78,667)</u>	<u>3,062,158</u>
Public safety					
Police administration					
Personal services	1,107,826	1,107,826	1,106,804	1,022	1,052,766
Supplies	26,296	26,296	30,809	(4,513)	30,754
Other services and charges	250,038	250,038	265,215	(15,177)	244,680
Total police administration	<u>1,384,160</u>	<u>1,384,160</u>	<u>1,402,828</u>	<u>(18,668)</u>	<u>1,328,200</u>
Police services					
Personal services	4,659,784	4,659,784	5,013,376	(353,592)	4,482,270
Supplies	229,726	229,726	253,622	(23,896)	207,279
Other services and charges	451,054	451,054	544,808	(93,754)	493,118
Total police services	<u>5,340,564</u>	<u>5,340,564</u>	<u>5,811,806</u>	<u>(471,242)</u>	<u>5,182,667</u>
Police building					
Personal services	149,922	149,922	150,413	(491)	133,211
Supplies	12,300	12,300	19,702	(7,402)	5,834
Other services and charges	49,134	49,134	33,687	15,447	45,597
Total police building	<u>211,356</u>	<u>211,356</u>	<u>203,802</u>	<u>7,554</u>	<u>184,642</u>
System management					
Supplies	5,070	5,070	8,714	(3,644)	7,212
Other services and charges	244,692	244,692	236,571	8,121	171,789
Total system management	<u>249,762</u>	<u>249,762</u>	<u>245,285</u>	<u>4,477</u>	<u>179,001</u>
Fire					
Personal services	876,453	876,453	1,261,163	(384,710)	1,286,050
Supplies	113,160	113,160	114,757	(1,597)	115,712
Other services and charges	725,161	725,161	867,006	(141,845)	918,496
Total fire	<u>1,714,774</u>	<u>1,714,774</u>	<u>2,242,926</u>	<u>(528,152)</u>	<u>2,320,258</u>
Building Inspection					
Personal services	969,705	969,705	764,013	205,692	672,381
Supplies	10,672	10,672	5,105	5,567	6,690
Other services and charges	219,592	219,592	200,420	19,172	146,135
Total building inspection	<u>1,199,969</u>	<u>1,199,969</u>	<u>969,538</u>	<u>230,431</u>	<u>825,206</u>
Total public safety	<u>10,100,585</u>	<u>10,100,585</u>	<u>10,876,185</u>	<u>(775,600)</u>	<u>10,019,974</u>

City of Hopkins, Minnesota  
General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Continued)  
For the Year Ended December 31, 2024  
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget	2023
	Budgeted Amounts		Actual		Actual
	Original	Final	Amounts		Amounts
Expenditures (Continued)					
Current expenditures (continued)					
Public works					
Streets and highways					
Personal services	\$ 516,169	\$ 516,169	\$ 588,270	\$ (72,101)	\$ 709,174
Supplies	239,350	239,350	243,515	(4,165)	309,068
Other services and charges	693,982	693,982	578,379	115,603	643,605
Total streets and highways	<u>1,449,501</u>	<u>1,449,501</u>	<u>1,410,164</u>	<u>39,337</u>	<u>1,661,847</u>
Engineering					
Personal services	144,692	144,692	(94,164)	238,856	(132,282)
Supplies	3,000	3,000	2,244	756	2,424
Other services and charges	49,186	49,186	93,805	(44,619)	49,168
Total engineering	<u>196,878</u>	<u>196,878</u>	<u>1,885</u>	<u>194,993</u>	<u>(80,690)</u>
Snow and ice removal					
Personal services	208,021	208,021	181,218	26,803	209,287
Supplies	74,700	74,700	67,131	7,569	48,005
Other services and charges	25,731	25,731	26,898	(1,167)	34,304
Total snow and ice removal	<u>308,452</u>	<u>308,452</u>	<u>275,247</u>	<u>33,205</u>	<u>291,596</u>
Public works administration					
Personal services	12,957	12,957	12,840	117	(27,629)
Supplies	3,725	3,725	5,286	(1,561)	4,184
Other services and charges	21,941	21,941	14,063	7,878	13,765
Total public works administration	<u>38,623</u>	<u>38,623</u>	<u>32,189</u>	<u>6,434</u>	<u>(9,680)</u>
Total public works	<u>1,993,454</u>	<u>1,993,454</u>	<u>1,719,485</u>	<u>273,969</u>	<u>1,863,073</u>
Parks and recreation					
Parks					
Personal services	589,669	589,669	689,517	(99,848)	578,307
Supplies	162,000	162,000	219,873	(57,873)	183,455
Other services and charges	379,184	379,184	396,170	(16,986)	385,936
Total parks	<u>1,130,853</u>	<u>1,130,853</u>	<u>1,305,560</u>	<u>(174,707)</u>	<u>1,147,698</u>
Forestry					
Personal services	432,771	432,771	397,093	35,678	389,762
Supplies	28,900	28,900	33,712	(4,812)	26,030
Other services and charges	140,332	140,332	230,328	(89,996)	253,618
Total forestry	<u>602,003</u>	<u>602,003</u>	<u>661,133</u>	<u>(59,130)</u>	<u>669,410</u>
Recreation facilities					
Personal services	392,999	392,999	383,211	4,739	353,043
Supplies	20,350	20,350	15,611	4,739	16,962
Other services and charges	417,425	417,425	443,090	(25,665)	425,521
Total recreation facilities	<u>830,774</u>	<u>830,774</u>	<u>841,912</u>	<u>(16,187)</u>	<u>795,526</u>
Total culture and recreation	<u>2,563,630</u>	<u>2,563,630</u>	<u>2,808,605</u>	<u>(250,024)</u>	<u>2,612,634</u>

City of Hopkins, Minnesota  
General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Continued)  
For the Year Ended December 31, 2024  
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget	2023
	Budgeted Amounts		Actual Amounts		Actual Amounts
	Original	Final			
Expenditures (Continued)					
Current expenditures (continued)					
Community development					
Community development					
Personal services	\$ 121,655	\$ 121,655	\$ 104,731	\$ 16,924	\$ 70,573
Supplies	1,000	1,000	257	743	1,899
Other services and charges	6,658	6,658	3,448	3,210	4,757
Total community development	<u>129,313</u>	<u>129,313</u>	<u>108,436</u>	<u>20,877</u>	<u>77,229</u>
Total current	<u>18,029,003</u>	<u>18,029,003</u>	<u>18,833,399</u>	<u>(809,445)</u>	<u>17,635,068</u>
Capital outlay					
General government	192,000	192,000	181,830	10,170	130,491
Public safety	8,300	8,300	9,575	(1,275)	18,310
Public works	132,500	132,500	113,486	19,014	47,322
Total capital outlay	<u>332,800</u>	<u>332,800</u>	<u>304,891</u>	<u>27,909</u>	<u>196,123</u>
Total Expenditures	<u>18,361,803</u>	<u>18,361,803</u>	<u>19,138,290</u>	<u>(781,536)</u>	<u>17,831,191</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(340,000)	(340,000)	(608,860)	(268,860)	504,206
Other Financing Sources (Uses)					
Transfers out	<u>(60,000)</u>	<u>(60,000)</u>	<u>(487,650)</u>	<u>(427,650)</u>	<u>(56,924)</u>
Net Change in Fund Balances	(400,000)	(400,000)	(1,096,510)	(696,510)	447,282
Fund Balances, January 1	<u>9,460,383</u>	<u>9,460,383</u>	<u>9,460,383</u>	<u>-</u>	<u>9,013,101</u>
Fund Balances, December 31	<u>\$ 9,060,383</u>	<u>\$ 9,060,383</u>	<u>\$ 8,363,873</u>	<u>\$ (696,510)</u>	<u>\$ 9,460,383</u>

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## NONMAJOR PROPRIETARY FUNDS

Enterprise Funds are established to account for the financing of self-supporting activities of governmental units, which render services to the general public on a user charge basis. Records are maintained on the accrual basis of accounting.

**Refuse Utility Fund** – This fund accounts for the operations of the City owned refuse service.

**Housing Authority Fund** – This fund accounts for the operations of the City owned federally subsidized apartment building.

City of Hopkins, Minnesota  
Statement of Net Position  
Nonmajor Enterprise Funds  
December 31, 2024

	717 Refuse	750 Housing Authority	Totals
<b>Assets</b>			
<b>Current Assets</b>			
Cash and temporary investments	\$ 1,126,096	\$ 733,947	\$ 1,860,043
Accounts receivable	62,684	18,441	81,125
Due from other governments	-	20,366	20,366
Prepaid items	-	13,879	13,879
Total Current Assets	<u>1,188,780</u>	<u>786,633</u>	<u>1,975,413</u>
<b>Noncurrent Assets</b>			
<b>Capital assets</b>			
Land	-	208,252	208,252
Buildings	309,227	5,804,172	6,113,399
Machinery and equipment	1,136,093	65,690	1,201,783
Less accumulated depreciation	(930,797)	(4,943,983)	(5,874,780)
Net Capital Assets	<u>514,523</u>	<u>1,134,131</u>	<u>1,648,654</u>
Total Noncurrent Assets	<u>514,523</u>	<u>1,134,131</u>	<u>1,648,654</u>
Total Assets	<u>1,703,303</u>	<u>1,920,764</u>	<u>3,624,067</u>
<b>Deferred Outflows of Resources</b>			
Deferred pension resources	25,241	-	25,241
Deferred other postemployment benefits	20,013	12,259	32,272
Total Deferred Outflows of Resources	<u>45,254</u>	<u>12,259</u>	<u>57,513</u>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts payable	52,794	22,986	75,780
Accrued salaries payable	22,604	22,673	45,277
Due to other governments	45,110	-	45,110
Unearned revenue	-	116,738	116,738
Other postemployment benefits	2,043	1,252	3,295
Compensated absences payable	24,740	10,730	35,470
Total Current Liabilities	<u>147,291</u>	<u>174,379</u>	<u>321,670</u>
<b>Noncurrent Liabilities</b>			
Other postemployment benefits	54,070	33,120	87,190
Net pension liability	120,388	-	120,388
Total Noncurrent Liabilities	<u>174,458</u>	<u>33,120</u>	<u>207,578</u>
Total Liabilities	<u>321,749</u>	<u>207,499</u>	<u>529,248</u>
<b>Deferred Inflows of Resources</b>			
Deferred pension resources	78,167	-	78,167
Deferred other post employment benefits	4,616	2,827	7,443
Total Deferred Inflows of Resources	<u>82,783</u>	<u>2,827</u>	<u>85,610</u>
<b>Net Position</b>			
Investment in capital assets	514,523	1,134,131	1,648,654
Unrestricted	829,502	588,566	1,418,068
Total Net Position	<u>\$ 1,344,025</u>	<u>\$ 1,722,697</u>	<u>\$ 3,066,722</u>

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

City of Hopkins, Minnesota  
Statement of Revenues, Expenses and Changes in Net Position  
Nonmajor Enterprise Funds  
For the Year Ended December 31, 2024

	<u>717</u>	<u>750</u>	
	Refuse	Housing Authority	Totals
Operating Revenues			
Charges for services	\$ 1,274,251	\$ 341,593	\$ 1,615,844
Operating Expenses			
Personal services	426,916	258,883	685,799
Contracted services	474,792	-	474,792
Supplies	110,224	-	110,224
Professional services	145,345	436,729	582,074
Insurance	15,219	-	15,219
Repairs and maintenance	43,685	-	43,685
Other	170,184	-	170,184
Depreciation	77,778	179,545	257,323
Total Operating Expenses	<u>1,464,143</u>	<u>875,157</u>	<u>2,339,300</u>
Operating Loss	<u>(189,892)</u>	<u>(533,564)</u>	<u>(723,456)</u>
Nonoperating Revenues (Expenses)			
Investment earnings	36,578	-	36,578
Miscellaneous	5,434	-	5,434
Intergovernmental grants	55,432	268,609	324,041
Total Nonoperating Revenues (Expenses)	<u>97,444</u>	<u>268,609</u>	<u>366,053</u>
Change in Net Position	(92,448)	(264,955)	(357,403)
Net Position, January 1	<u>1,436,473</u>	<u>1,987,652</u>	<u>3,424,125</u>
Net Position, December 31	<u>\$ 1,344,025</u>	<u>\$ 1,722,697</u>	<u>\$ 3,066,722</u>

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

City of Hopkins, Minnesota  
Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Year Ended December 31, 2024

	<b>717</b>	<b>750</b>	
	<u>Refuse</u>	<u>Housing Authority</u>	<u>Totals</u>
Cash Flows from Operating Activities			
Receipts from customers and users	\$ 1,291,852	\$ 300,940	\$ 1,592,792
Payments to suppliers	(962,173)	(463,485)	(1,425,658)
Payments to employees	<u>(419,068)</u>	<u>(259,480)</u>	<u>(678,548)</u>
Net Cash Used by Operating Activities	<u>(89,389)</u>	<u>(422,025)</u>	<u>(511,414)</u>
Cash Flows from Noncapital Financing Activities			
Intergovernmental receipts	<u>55,432</u>	<u>434,975</u>	<u>490,407</u>
Cash Flows from Capital Financing Activities			
Acquisition of capital assets	<u>-</u>	<u>(5,784)</u>	<u>(5,784)</u>
Cash Flows from Investing Activities			
Interest received	<u>36,578</u>	<u>-</u>	<u>36,578</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,621	7,166	9,787
Cash and Cash Equivalents, January 1	<u>1,123,475</u>	<u>726,781</u>	<u>1,850,256</u>
Cash and Cash Equivalents, December 31	<u><u>\$ 1,126,096</u></u>	<u><u>\$ 733,947</u></u>	<u><u>\$ 1,860,043</u></u>
Reconciliation of Operating Loss to Net Cash Used by Operating Activities			
Operating loss	\$ (189,892)	\$ (533,564)	\$ (723,456)
Adjustments to reconcile operating loss to net cash used by operating activities			
Depreciation	77,778	179,545	257,323
Other income related to operations	5,434	-	5,434
(Increase) decrease in assets			
Accounts receivable	12,167	(1,208)	10,959
Prepays	-	(1,942)	(1,942)
Increase (decrease) in deferred outflows of resources			
Deferred pension resources	18,977	-	18,977
Deferred other post employment benefit resources	(1,352)	1,438	86
Increase (decrease) in liabilities			
Accounts payable	(40,740)	(24,814)	(65,554)
Accrued salaries payable	4,715	(5,045)	(330)
Due to other governments	38,016	-	38,016
Unearned revenue	-	(39,445)	(39,445)
Other postemployment benefits	11,239	1,434	12,673
Compensated absences payable	6,862	2,770	9,632
Net pension liability	(54,828)	-	(54,828)
Increase in deferred inflows of resources			
Deferred pension resources	23,098	-	23,098
Deferred other post employment benefit resources	<u>(863)</u>	<u>(1,194)</u>	<u>(2,057)</u>
Net Cash Used by Operating Activities	<u><u>\$ (89,389)</u></u>	<u><u>\$ (422,025)</u></u>	<u><u>\$ (511,414)</u></u>

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

## INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the government, on a cost reimbursement basis. Revenues and expenses are recognized on the accrual basis. Revenues are recognized in the accounting period in which they are earned and become objectively measurable; expenses are recognized in the period incurred, if objectively measurable.

**Equipment Replacement Fund** – This fund accounts for the acquisition of machinery and equipment. User charges are billed to the various City departments.

**Insurance Risk Fund** – This fund accounts for the dividends and deductibles relating to property and casualty insurance coverage. Deductibles are paid from past dividends. Users are charged only if the fund has a shortfall.

**Employee Benefits Fund** – This fund accounts for accrued employee benefits within the governmental funds. User charges are billed to the various departments.

City of Hopkins, Minnesota  
Internal Service Funds  
Combining Schedule of Net Position  
December 31, 2024

	<b>602</b>	<b>620</b>	<b>630</b>	
	Equipment Replacement	Employee Benefits	Insurance Risk	Totals
<b>Assets</b>				
<b>Current Assets</b>				
Cash and temporary investments	\$ 1,213,014	\$ 1,799,143	\$ 268,103	\$ 3,280,260
<b>Noncurrent Assets</b>				
<b>Capital assets</b>				
Construction in progress	22,057	-	-	22,057
Machinery and equipment	12,035,892	-	-	12,035,892
Less accumulated depreciation	(7,327,275)	-	-	(7,327,275)
Net Capital Assets	<u>4,730,674</u>	<u>-</u>	<u>-</u>	<u>4,730,674</u>
 Total Assets	 <u>5,943,688</u>	 <u>1,799,143</u>	 <u>268,103</u>	 <u>8,010,934</u>
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Accounts payable	49,200	859	154	50,213
Compensated absences payable	<u>-</u>	<u>1,547,958</u>	<u>-</u>	<u>1,547,958</u>
 Total Liabilities	 <u>49,200</u>	 <u>1,548,817</u>	 <u>154</u>	 <u>1,598,171</u>
<b>Net Position</b>				
Investment in capital assets	4,682,492	-	-	4,682,492
Unrestricted	<u>1,211,996</u>	<u>250,326</u>	<u>267,949</u>	<u>1,730,271</u>
 Total Net Position	 <u>\$ 5,894,488</u>	 <u>\$ 250,326</u>	 <u>\$ 267,949</u>	 <u>\$ 6,412,763</u>

City of Hopkins, Minnesota  
Internal Service Funds  
Combining Schedule of Revenues, Expenses and Changes in Net Position  
For the Year Ended December 31, 2024

	<b>602</b> Equipment Replacement	<b>620</b> Employee Benefits	<b>630</b> Insurance Risk	Totals
Operating Revenues				
Charges for services	\$ 758,856	\$ -	\$ -	\$ 758,856
Operating Expenses				
Personal services	7,221	859	60,261	68,341
Capital	240,258	-	-	240,258
Depreciation	845,560	-	-	845,560
Total Operating Expenses	<u>1,093,039</u>	<u>859</u>	<u>60,261</u>	<u>1,154,159</u>
Operating Loss	<u>(334,183)</u>	<u>(859)</u>	<u>(60,261)</u>	<u>(395,303)</u>
Nonoperating Revenues (Expenses)				
Property taxes	360,000	-	-	360,000
Investment earnings	19,350	45,626	9,313	74,289
Miscellaneous	-	-	89,557	89,557
Loss on sale of capital assets	(20,381)	-	-	(20,381)
Total Nonoperating Revenues (Expenses)	<u>358,969</u>	<u>45,626</u>	<u>98,870</u>	<u>503,465</u>
Income (Loss) Before Transfers	24,786	44,767	38,609	108,162
Transfers In	56,943	-	-	56,943
Transfers Out	-	-	(56,943)	(56,943)
Change in Net Position	81,729	44,767	(18,334)	108,162
Net Position, January 1	<u>5,812,759</u>	<u>205,559</u>	<u>286,283</u>	<u>6,304,601</u>
Net Position, December 31	<u>\$ 5,894,488</u>	<u>\$ 250,326</u>	<u>\$ 267,949</u>	<u>\$ 6,412,763</u>

City of Hopkins, Minnesota  
Internal Service Funds  
Combining Schedule of Cash Flows  
For the Year Ended December 31, 2024

	<b>602</b> Equipment Replacement	<b>620</b> Employee Benefits	<b>630</b> Insurance Risk	Totals
<b>Cash Flows from Operating Activities</b>				
Receipts from customers and users	\$ -	\$ -	\$ 89,557	\$ 89,557
Receipts for interfund services	780,119	382,071	-	1,162,190
Payments to suppliers	(209,806)	-	-	(209,806)
Payments to employees	(7,221)	-	(60,107)	(67,328)
Net Cash Provided (Used) by Operating Activities	<u>563,092</u>	<u>382,071</u>	<u>29,450</u>	<u>974,613</u>
<b>Cash Flows from Noncapital Financing Activities</b>				
Property taxes received	360,000	-	-	360,000
Transfers from other funds	56,943	-	-	56,943
Transfers to other funds	-	-	(56,943)	(56,943)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>416,943</u>	<u>-</u>	<u>(56,943)</u>	<u>360,000</u>
<b>Cash Flows from Capital Financing Activities</b>				
Acquisition of capital assets	(1,515,814)	-	-	(1,515,814)
Proceeds from sale of capital assets	238,122	-	-	238,122
Net Cash Used by Capital Financing Activities	<u>(1,277,692)</u>	<u>-</u>	<u>-</u>	<u>(1,277,692)</u>
<b>Cash Flows from Investing Activities</b>				
Interest received (paid) on investments	19,350	45,626	9,313	74,289
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
	(278,307)	427,697	(18,180)	131,210
Cash and Cash Equivalents, January 1	<u>1,491,321</u>	<u>1,371,446</u>	<u>286,283</u>	<u>3,149,050</u>
Cash and Cash Equivalents, December 31	<u>\$ 1,213,014</u>	<u>\$ 1,799,143</u>	<u>\$ 268,103</u>	<u>\$ 3,280,260</u>
<b>Reconciliation of Operating Loss to Net Cash Provided (Used) by Operating Activities</b>				
Operating income (loss)	\$ (334,183)	\$ (859)	\$ (60,261)	\$ (395,303)
<b>Adjustments to reconcile operating loss to net cash provided (used) by operating activities</b>				
Depreciation	845,560	-	-	845,560
Other income related to operations	-	-	89,557	89,557
(Increase) decrease in assets				
Accounts receivable	21,263	-	-	21,263
Increase (decrease) in liabilities				
Accounts payable	30,452	859	154	31,465
Compensated absences payable	-	382,071	-	382,071
Net Cash Provided (Used) by Operating Activities	<u>\$ 563,092</u>	<u>\$ 382,071</u>	<u>\$ 29,450</u>	<u>\$ 974,613</u>
<b>Noncash Capital Financing and Investing Activities</b>				
Book value of disposed assets	<u>\$ 258,503</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 258,503</u>
Capital assets acquired on account	<u>\$ 48,182</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,182</u>

City of Hopkins, Minnesota  
Summary Financial Report  
Revenues and Expenditures For General Operations  
Governmental Funds  
For the Years Ended December 31, 2024 and 2023

	Total		Percent Increase (Decrease)
	2024	2023	
<b>Revenues</b>			
Taxes	\$ 24,839,815	\$ 22,990,678	8.04 %
Licenses and permits	967,984	1,744,095	(44.50)
Intergovernmental	4,864,298	4,612,629	5.46
Charges for services	1,327,305	1,324,093	0.24
Fines and forfeits	121,277	100,924	20.17
Special assessments	1,220,137	1,176,027	3.75
Investment earnings	1,542,587	1,783,651	(13.52)
Miscellaneous	217,183	202,658	7.17
<b>Total Revenues</b>	<b>\$ 35,100,586</b>	<b>\$ 33,934,755</b>	<b>3.44 %</b>
Per Capita	\$ 1,903	\$ 1,779	7.01 %
<b>Expenditures</b>			
<b>Current</b>			
General government	\$ 3,576,063	\$ 3,422,411	4.49 %
Public safety	11,595,230	10,377,422	11.74
Public works	1,898,965	2,037,741	(6.81)
Parks and recreation	4,313,011	3,744,016	15.20
Urban development and housing	3,010,402	1,579,024	90.65
<b>Capital outlay</b>			
General government	457,257	130,491	250.41
Public safety	101,692	66,753	52.34
Public works	3,737,528	5,759,497	(35.11)
Parks and recreation	487,940	106,735	357.15
Urban development and housing	1,883,257	2,318,845	(18.78)
<b>Debt service</b>			
Principal	5,265,000	5,805,000	(9.30)
Interest and other charges	1,964,821	1,896,230	3.62
<b>Total Expenditures</b>	<b>\$ 38,291,166</b>	<b>\$ 37,244,165</b>	<b>2.81 %</b>
Per Capita	\$ 2,076	\$ 1,952	6.37 %
<b>Total Long-term Indebtedness</b>	<b>\$ 57,090,000</b>	<b>\$ 58,795,000</b>	<b>(2.90) %</b>
Per Capita	3,096	3,082	0.46
<b>General Fund Balance - December 31</b>	<b>\$ 8,363,873</b>	<b>\$ 9,460,383</b>	<b>(11.59) %</b>
Per Capita	454	496	(8.53)

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STATISTICAL SECTION (UNAUDITED)

CITY OF HOPKINS  
HOPKINS, MINNESOTA

FOR THE YEAR ENDED  
DECEMBER 31, 2024

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## STATISTICAL SECTION (UNAUDITED)

This part of the City of Hopkins' annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

### **Financial Trends**

*These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.*

### **Revenue Capacity**

*These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.*

### **Debt Capacity**

*These schedules present information to help the reader assess the affordability of the government's current levels of out-standing debt and the government's ability to issue additional debt in the future.*

### **Demographic and Economic Information**

*These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.*

### **Operating Information**

*These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.*

*Sources: Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year.*

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Net Position by Component  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	Fiscal Year			
	2015	2016	2017	2018
<b>Governmental Activities</b>				
Net investment in capital assets	\$ 32,609,356	\$ 33,833,387	\$ 32,064,111	\$ 37,136,053
Restricted	16,967,889	16,967,889	16,967,889	16,547,512
Unrestricted	(9,447,813)	(18,308,556)	(17,563,673)	(14,432,266)
<b>Total Governmental Activities Net Position</b>	<b><u>\$ 40,129,432</u></b>	<b><u>\$ 32,492,720</u></b>	<b><u>\$ 31,468,327</u></b>	<b><u>\$ 39,251,299</u></b>
<b>Business-type Activities</b>				
Net investment in capital assets	\$ 17,893,856	\$ 21,798,183	\$ 23,990,746	\$ 28,627,563
Unrestricted	1,419,018	435,435	1,433,445	1,733,552
<b>Total Business-type Activities Net Position</b>	<b><u>\$ 19,312,874</u></b>	<b><u>\$ 22,233,618</u></b>	<b><u>\$ 25,424,191</u></b>	<b><u>\$ 30,361,115</u></b>
<b>Primary Government</b>				
Net investment in capital assets	\$ 50,503,212	\$ 55,631,570	\$ 56,054,857	\$ 65,763,616
Restricted	16,967,889	16,967,889	16,967,889	16,547,512
Unrestricted	(8,028,795)	(17,873,121)	(16,130,228)	(12,698,714)
<b>Total Primary Government Net Position</b>	<b><u>\$ 59,442,306</u></b>	<b><u>\$ 54,726,338</u></b>	<b><u>\$ 56,892,518</u></b>	<b><u>\$ 69,612,414</u></b>

The City implemented GASB 68 and GASB 75 in 2015. Years prior to 2015 have not been restated

**Table 1**

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 37,857,254	\$ 40,389,884	\$ 40,801,556	\$ 42,085,537	\$ 37,145,331	\$ 39,638,313
16,056,962	20,092,105	22,955,218	16,293,593	15,545,798	16,072,219
(14,865,750)	(9,862,920)	(5,907,384)	(1,649,832)	8,629,852	11,385,740
<u>\$ 39,048,466</u>	<u>\$ 50,619,069</u>	<u>\$ 57,849,390</u>	<u>\$ 56,729,298</u>	<u>\$ 61,320,981</u>	<u>\$ 67,096,272</u>
\$ 31,184,022	\$ 27,683,345	\$ 26,950,711	\$ 27,274,646	\$ 26,094,187	\$ 25,931,863
1,863,196	4,083,537	4,765,994	4,327,220	6,264,236	5,986,266
<u>\$ 33,047,218</u>	<u>\$ 31,766,882</u>	<u>\$ 31,716,705</u>	<u>\$ 31,601,866</u>	<u>\$ 32,358,423</u>	<u>\$ 31,918,129</u>
\$ 69,041,276	\$ 68,073,229	\$ 67,752,267	\$ 69,360,183	\$ 63,239,518	\$ 65,570,176
16,056,962	20,092,105	22,955,218	16,293,593	15,545,798	16,072,219
(13,002,554)	(5,779,383)	(1,141,390)	2,677,388	14,894,088	17,372,006
<u>\$ 72,095,684</u>	<u>\$ 82,385,951</u>	<u>\$ 89,566,095</u>	<u>\$ 88,331,164</u>	<u>\$ 93,679,404</u>	<u>\$ 99,014,401</u>

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Changes in Net Position (Continued on the Following Pages)  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	Fiscal Year			
	2015	2016	2017	2018
<b>Expenses</b>				
<b>Governmental activities</b>				
General government	\$ 6,656,991	\$ 10,341,183	\$ 6,751,459	\$ 4,361,727
Public safety	6,665,974	8,561,759	8,126,086	7,846,565
Health and welfare	185,248	185,301	179,916	196,435
Public works	4,542,014	5,168,939	5,932,978	4,562,075
Urban development and housing	1,249,457	1,398,736	1,354,036	2,015,291
Culture and recreation	2,068,887	2,231,605	2,737,116	2,352,139
Interest on long-term debt	688,155	952,756	1,335,290	65,784
Total Governmental Activities Expenses	<u>22,056,726</u>	<u>28,840,279</u>	<u>26,416,881</u>	<u>21,400,016</u>
<b>Business-type activities</b>				
Water	1,699,540	1,878,807	1,871,868	1,704,965
Sewer	2,061,180	2,251,291	2,406,027	2,288,938
Storm sewer	394,707	397,660	460,771	461,036
Refuse	848,685	867,823	874,750	910,481
Pavilion/Ice Arena	462,771	483,035	547,831	689,178
Housing and Redevelopment Authority	610,318	616,653	591,895	677,169
Total Business-type Activities Expenses	<u>6,077,201</u>	<u>6,495,269</u>	<u>6,753,142</u>	<u>6,731,767</u>
Total Primary Government Expenses	<u>\$ 28,133,927</u>	<u>\$ 35,335,548</u>	<u>\$ 33,170,023</u>	<u>\$ 28,131,783</u>
<b>Program Revenues</b>				
<b>Governmental activities</b>				
<b>Charges for services</b>				
General government	\$ 82,686	\$ 72,716	\$ 175,390	\$ 43,471
Public safety	79,415	274,661	172,584	171,291
Health and welfare	47,085	58,264	59,645	48,550
Public works	127,221	125,749	125,046	165,600
Urban development and housing	220,027	190,199	146,491	961,625
Culture and recreation	810,762	770,466	788,549	861,815
Operating grants and contributions	4,970,313	4,087,923	8,007,553	11,597,974
Capital grants and contributions	501,029	1,109,278	1,731,738	1,630,559
Total Governmental Activities Program Revenues	<u>6,838,538</u>	<u>6,689,256</u>	<u>11,206,996</u>	<u>15,480,885</u>
<b>Business-type activities</b>				
<b>Charges for services</b>				
Water	1,514,086	1,526,290	1,837,434	1,931,035
Sewer	2,172,277	2,215,251	2,698,307	2,780,090
Storm sewer	805,542	810,142	809,262	806,605
Refuse	910,672	959,258	956,056	954,620
Pavilion/Ice Arena	24,876	22,275	37,080	62,161
Housing and Redevelopment Authority	277,885	282,125	294,000	402,899
Operating grants and contributions	622,332	721,677	697,635	579,401
Capital grants and contributions	-	702,555	-	-
Total Business-type Activities Program Revenues	<u>6,327,670</u>	<u>7,239,573</u>	<u>7,329,774</u>	<u>7,516,811</u>
Total Primary Government Program Revenues	<u>\$ 13,166,208</u>	<u>\$ 13,928,829</u>	<u>\$ 18,536,770</u>	<u>\$ 22,997,696</u>

**Table 2**

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 5,435,138	\$ 2,949,580	\$ 721,904	\$ 4,226,750	\$ 5,040,785	\$ 5,001,503
9,200,365	8,112,419	7,229,926	9,841,518	11,669,337	11,645,969
189,917	182,017	37,970	-	-	-
5,175,949	5,554,108	8,435,670	4,149,085	4,495,490	4,497,672
2,385,415	1,959,265	1,965,858	8,036,771	3,908,244	4,879,342
2,431,931	3,281,052	3,023,619	4,183,137	4,308,046	5,024,010
212,538	1,946,713	1,921,725	1,703,818	1,530,798	1,496,996
<u>25,031,253</u>	<u>23,985,154</u>	<u>23,336,672</u>	<u>32,141,079</u>	<u>30,952,700</u>	<u>32,545,492</u>
2,204,922	1,805,150	2,115,519	2,354,679	2,197,562	2,800,643
2,618,842	2,562,282	2,608,224	2,894,178	2,950,830	3,443,381
605,214	581,641	577,563	544,962	529,473	664,219
924,090	964,002	1,111,069	1,327,982	1,260,831	1,464,143
1,081,741	1,038,880	1,138,086	1,096,391	1,061,595	1,149,822
743,227	642,736	606,643	914,637	825,703	875,157
<u>8,178,036</u>	<u>7,594,691</u>	<u>8,157,104</u>	<u>9,132,829</u>	<u>8,825,994</u>	<u>10,397,365</u>
<u>\$ 33,209,289</u>	<u>\$ 31,579,845</u>	<u>\$ 31,493,776</u>	<u>\$ 41,273,908</u>	<u>\$ 39,778,694</u>	<u>\$ 42,942,857</u>
\$ 207,884	\$ 152,975	\$ 363,606	\$ 2,537,997	\$ 2,592,754	\$ 1,814,564
912,258	685,188	810,623	174,224	165,122	196,440
220,450	174,717	141,294	-	-	-
161,687	161,546	399,013	132,884	119,314	75,288
25,264	473,402	535,434	-	123	-
1,045,810	564,036	688,346	1,021,994	998,940	1,075,524
2,337,984	5,472,891	846,098	1,536,123	2,873,391	4,903,698
-	-	972,490	542,947	1,377,956	1,412,979
<u>4,911,337</u>	<u>7,684,755</u>	<u>4,756,904</u>	<u>5,946,169</u>	<u>8,127,600</u>	<u>9,478,493</u>
1,997,826	1,815,713	2,379,130	2,336,580	2,695,990	2,882,383
2,880,695	2,440,559	3,128,088	3,170,831	3,323,407	3,515,961
806,193	800,605	802,568	806,213	802,032	802,697
984,085	969,796	975,107	1,182,495	1,200,980	1,274,251
484,640	316,822	464,169	499,927	510,075	491,138
285,861	244,196	263,898	261,492	282,541	341,593
901,137	360,912	217,609	565,267	844,202	352,224
-	-	-	-	-	-
<u>8,340,437</u>	<u>6,948,603</u>	<u>8,230,569</u>	<u>8,822,805</u>	<u>9,659,227</u>	<u>9,660,247</u>
<u>\$ 13,251,774</u>	<u>\$ 14,633,358</u>	<u>\$ 12,987,473</u>	<u>\$ 14,768,974</u>	<u>\$ 17,786,827</u>	<u>\$ 19,138,740</u>

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Changes in Net Position (Continued)  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	Fiscal Year			
	2015	2016	2017	2018
<b>Net Revenues (Expenses)</b>				
Governmental activities	\$(15,218,188)	\$(22,151,023)	\$(15,209,885)	\$ (5,919,131)
Business-type activities	250,469	744,304	576,632	785,044
<b>Total Primary Government Net (Expenses) Revenues</b>	<u><u>\$(14,967,719)</u></u>	<u><u>\$(21,406,719)</u></u>	<u><u>\$(14,633,253)</u></u>	<u><u>\$ (5,134,087)</u></u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental activities				
Taxes				
Property taxes	\$ 11,038,746	\$ 11,994,436	\$ 12,895,910	\$ 14,343,939
Franchise and other taxes	-	-	-	-
Tax increments	2,920,681	2,959,459	2,146,730	2,433,504
Grants and contributions not restricted to specific programs	20,510	20,510	20,510	56,990
Unrestricted investment earnings	279,418	124,406	168,437	225,337
Gain on sale of capital assets	27,235	62,013	69,883	45,002
Miscellaneous revenues	-	-	-	-
Transfers	(864,187)	(2,089,914)	(3,533,235)	(4,218,053)
<b>Total Governmental Activities</b>	<u>13,422,403</u>	<u>13,070,910</u>	<u>11,768,235</u>	<u>12,886,719</u>
Business-type activities				
Property taxes	-	63,519	-	81
Grants and contributions not restricted to specific programs	-	-	-	-
Unrestricted investment earnings (loss)	64,161	13,231	20,760	13,153
Gain on sale of capital assets	23,477	9,776	(54)	17,210
Miscellaneous revenues	-	-	-	-
Transfers	864,187	2,089,914	3,533,235	4,218,053
<b>Total Business-type Activities</b>	<u>951,825</u>	<u>2,176,440</u>	<u>3,553,941</u>	<u>4,248,497</u>
<b>Total Primary Government</b>	<u><u>\$ 14,374,228</u></u>	<u><u>\$ 15,247,350</u></u>	<u><u>\$ 15,322,176</u></u>	<u><u>\$ 17,135,216</u></u>
<b>Change in Net Position</b>				
Governmental activities	\$ (1,795,785)	\$ (9,080,113)	\$ (3,441,650)	\$ 6,967,588
Business-type activities	1,202,294	2,920,744	4,130,573	5,033,541
<b>Total Primary Government</b>	<u><u>\$ (593,491)</u></u>	<u><u>\$ (6,159,369)</u></u>	<u><u>\$ 688,923</u></u>	<u><u>\$ 12,001,129</u></u>

Note: The City began separately identifying franchise fee revenue in 2019.

**Table 2**

Fiscal Year					
2019	2020	2021	2022	2023	2024
<u>\$ (20,119,916)</u>	<u>\$ (16,300,399)</u>	<u>\$ (18,579,768)</u>	<u>\$ (26,194,910)</u>	<u>\$ (22,825,100)</u>	<u>\$ (23,066,999)</u>
<u>162,401</u>	<u>(646,088)</u>	<u>73,465</u>	<u>(310,024)</u>	<u>833,233</u>	<u>(737,118)</u>
<u><u>\$ (19,957,515)</u></u>	<u><u>\$ (16,946,487)</u></u>	<u><u>\$ (18,506,303)</u></u>	<u><u>\$ (26,504,934)</u></u>	<u><u>\$ (21,991,867)</u></u>	<u><u>\$ (23,804,117)</u></u>
\$ 16,937,577	\$ 19,934,102	\$ 16,768,653	\$ 17,536,200	\$ 18,630,743	\$ 19,616,111
1,201,549	1,190,241	1,183,050	1,160,763	1,162,668	1,498,492
3,209,850	3,812,055	4,244,240	4,108,301	3,481,962	4,052,556
629,159	810,638	906,581	1,356,976	1,771,853	1,731,493
396,461	129,584	26,182	328,320	1,812,017	1,616,876
1,162	131,004	46,020	112,496	85,778	-
-	34,990	40,079	-	-	-
(2,458,675)	1,828,388	471,762	471,762	471,762	326,762
<u>19,917,083</u>	<u>27,871,002</u>	<u>23,686,567</u>	<u>25,074,818</u>	<u>27,416,783</u>	<u>28,842,290</u>
40,054	288,525	340,249	417,999	340,000	440,000
2,648	2,595	646	250,000	-	-
17,925	10,174	2,660	(1,052)	23,309	183,586
4,400	8,710	-	-	31,777	-
-	5,684	4,565	-	-	-
2,458,675	(949,936)	(471,762)	(471,762)	(471,762)	(326,762)
<u>2,523,702</u>	<u>(634,248)</u>	<u>(123,642)</u>	<u>195,185</u>	<u>(76,676)</u>	<u>296,824</u>
<u><u>\$ 22,440,785</u></u>	<u><u>\$ 27,236,754</u></u>	<u><u>\$ 23,562,925</u></u>	<u><u>\$ 25,270,003</u></u>	<u><u>\$ 27,340,107</u></u>	<u><u>\$ 29,139,114</u></u>
\$ (202,833)	\$ 11,570,603	\$ 5,106,799	\$ (1,120,092)	\$ 4,591,683	\$ 5,775,291
<u>2,686,103</u>	<u>(1,280,336)</u>	<u>(50,177)</u>	<u>(114,839)</u>	<u>756,557</u>	<u>(440,294)</u>
<u><u>\$ 2,483,270</u></u>	<u><u>\$ 10,290,267</u></u>	<u><u>\$ 5,056,622</u></u>	<u><u>\$ (1,234,931)</u></u>	<u><u>\$ 5,348,240</u></u>	<u><u>\$ 5,334,997</u></u>

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years

	Fiscal Year			
	2015	2016	2017	2018
General Fund				
Fund balance				
Nonspendable	\$ 227,113	\$ 87,263	\$ 135,373	\$ 192,368
Restricted	-	-	-	-
Assigned	340,189	340,857	245,494	245,494
Unassigned	5,439,798	5,437,774	5,471,420	5,179,824
Total General Fund	<u>\$ 6,007,100</u>	<u>\$ 5,865,894</u>	<u>\$ 5,852,287</u>	<u>\$ 5,617,686</u>
All Other Governmental Funds				
Fund balance				
Nonspendable	\$ 204	\$ -	\$ -	\$ -
Restricted	16,720,476	15,207,736	13,114,006	13,826,248
Committed	4,882,609	5,034,095	5,157,831	3,722,663
Assigned	1,249,239	-	1,655,606	-
Unassigned	(1,960,918)	(2,789,907)	(1,536,968)	(3,373,861)
Total All Other Governmental Funds	<u>\$ 20,891,610</u>	<u>\$ 17,451,924</u>	<u>\$ 18,390,475</u>	<u>\$ 14,175,050</u>

**Table 3**

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 211,100	\$ 189,994	\$ 245,213	\$ 292,322	\$ 316,170	\$ 196,413
-	-	33,754	-	13,166	13,166
245,494	245,494	245,494	245,494	245,494	-
5,627,395	6,922,014	7,989,399	8,475,285	8,885,553	8,154,294
<u>\$ 6,083,989</u>	<u>\$ 7,357,502</u>	<u>\$ 8,513,860</u>	<u>\$ 9,013,101</u>	<u>\$ 9,460,383</u>	<u>\$ 8,363,873</u>
\$ 8,740	\$ 1,233,628	\$ 15,433	\$ 8,498	\$ 7,822	\$ 6,227
14,085,841	1,709,561	17,768,230	12,352,557	11,849,847	12,054,823
4,589,273	4,704,059	3,343,340	3,434,292	5,273,080	4,941,206
-	-	341,514	2,517,487	1,867,053	1,766,088
(3,123,872)	(3,420,274)	(1,598,838)	(1,412,710)	(1,589,528)	627,696
<u>\$ 15,559,982</u>	<u>\$ 4,226,974</u>	<u>\$ 19,869,679</u>	<u>\$ 16,900,124</u>	<u>\$ 17,408,274</u>	<u>\$ 19,396,040</u>

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years

	Fiscal Year			
	2015	2016	2017	2018
Revenues				
Taxes				
General property tax	\$ 11,190,091	\$ 12,181,695	\$ 13,089,431	\$ 14,414,205
Tax increments	2,920,681	2,959,459	2,146,730	2,433,504
Franchise and other taxes	-	-	-	-
Licenses and permits	489,373	686,785	811,826	702,431
Intergovernmental	2,234,195	2,698,372	3,743,694	8,466,571
Charges for services	848,775	1,000,847	1,008,699	933,517
Fines and forfeitures	258,924	223,131	230,804	190,395
Special assessments	1,003,444	1,404,258	1,753,923	1,121,267
Investment earnings	257,543	115,925	157,870	215,005
Miscellaneous	1,474,048	1,870,874	2,463,487	1,260,706
Total Revenues	<u>20,677,074</u>	<u>23,141,346</u>	<u>25,406,464</u>	<u>29,737,601</u>
Expenditures				
Current				
General government	2,586,582	2,886,837	3,285,079	2,872,325
Public safety	6,253,424	6,718,046	7,154,007	7,600,081
Health and welfare	176,248	181,666	177,734	190,623
Public works	3,180,023	3,797,748	4,546,602	3,283,862
Urban development and housing	1,219,526	1,337,387	1,306,327	2,294,347
Culture and recreation	1,851,741	2,016,229	2,107,616	2,024,126
Capital outlay	8,789,979	7,325,037	11,753,941	19,310,698
Debt service				
Principal	8,570,000	3,075,000	3,080,000	3,890,000
Interest and other charges	646,387	855,114	1,050,401	1,496,932
Total Expenditures	<u>33,273,910</u>	<u>28,193,064</u>	<u>34,461,707</u>	<u>42,962,994</u>
Excess (Deficiency) or Revenues Over (Under) Expenditures	<u>(12,596,836)</u>	<u>(5,051,718)</u>	<u>(9,055,243)</u>	<u>(13,225,393)</u>
Other Financing Sources (Uses)				
Bonds issued	18,735,000	8,770,000	13,530,000	6,715,000
Issuance of refunding debt	-	3,540,000	-	-
Premium on debt	425,129	452,971	1,352,173	168,423
Refunded bond payment	(3,927,887)	(7,305,660)	(3,678,549)	-
Transfers in	8,513,635	8,112,133	12,157,526	9,870,518
Transfers out	<u>(9,377,822)</u>	<u>(12,098,618)</u>	<u>(15,690,761)</u>	<u>(8,822,290)</u>
Total Other Financing Sources (Uses)	<u>14,368,055</u>	<u>1,470,826</u>	<u>7,670,389</u>	<u>7,931,651</u>
Net Change in Fund Balance	<u>\$ 1,771,219</u>	<u>\$ (3,580,892)</u>	<u>\$ (1,384,854)</u>	<u>\$ (5,293,742)</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>37.60 %</u>	<u>18.80 %</u>	<u>18.20 %</u>	<u>22.80 %</u>

Note: Capital outlay has been adjusted for items not shown as capital expenditures on the entity wide statements and reclassified to their respective expenditure category.

Note: Franchise fee revenue has been separately identified beginning in 2019.

**Table 4**

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 16,198,293	\$ 17,615,073	\$ 17,650,766	\$ 17,559,351	\$ 18,346,048	\$ 19,288,767
3,209,850	3,812,055	4,244,240	4,108,301	3,481,962	4,052,556
1,201,549	1,190,241	1,183,050	1,160,763	1,162,668	1,498,492
813,964	660,802	786,390	1,510,741	1,744,095	967,984
2,967,143	3,532,869	3,197,671	2,952,690	4,612,629	4,864,298
999,088	1,131,867	1,532,034	1,581,096	1,324,093	1,327,305
196,519	154,458	129,999	110,300	100,924	121,277
1,485,089	1,469,269	972,490	933,901	1,176,027	1,220,137
386,362	124,848	23,737	329,445	1,783,651	1,542,587
2,134,390	256,452	527,768	483,493	202,658	217,183
<u>29,592,247</u>	<u>29,947,934</u>	<u>30,248,145</u>	<u>30,730,081</u>	<u>33,934,755</u>	<u>35,100,586</u>
3,734,294	3,158,192	2,988,920	3,031,920	3,422,411	3,576,063
7,994,658	8,406,864	8,476,240	9,048,839	10,377,422	11,595,230
185,824	179,037	37,978	-	-	-
3,514,461	4,029,879	3,567,039	2,268,415	2,037,741	1,898,965
2,364,752	3,242,027	3,050,907	5,103,646	1,579,024	3,010,402
2,052,975	1,563,283	2,870,586	3,489,064	3,744,016	4,313,011
12,147,357	3,792,987	1,931,480	5,487,311	8,382,321	6,667,674
6,475,000	4,715,000	8,265,000	5,530,000	5,805,000	5,265,000
1,670,990	2,064,981	1,975,385	2,001,953	1,896,230	1,964,821
<u>40,140,311</u>	<u>31,152,250</u>	<u>33,163,535</u>	<u>35,961,148</u>	<u>37,244,165</u>	<u>38,291,166</u>
<u>(10,548,064)</u>	<u>(1,204,316)</u>	<u>(2,915,390)</u>	<u>(5,231,067)</u>	<u>(3,309,410)</u>	<u>(3,190,580)</u>
13,565,000	5,280,000	3,720,000	2,985,000	3,985,000	3,560,000
-	-	-	-	-	-
1,292,974	556,513	136,611	238,981	8,080	195,074
-	-	-	-	-	-
13,748,936	6,822,304	8,469,208	13,077,311	7,725,182	6,962,827
<u>(16,207,611)</u>	<u>(6,127,906)</u>	<u>(7,997,446)</u>	<u>(13,540,549)</u>	<u>(7,453,420)</u>	<u>(6,636,065)</u>
<u>12,399,299</u>	<u>6,530,911</u>	<u>4,328,373</u>	<u>2,760,743</u>	<u>4,264,842</u>	<u>4,081,836</u>
<u>\$ 1,851,235</u>	<u>\$ 5,326,595</u>	<u>\$ 1,412,983</u>	<u>\$ (2,470,324)</u>	<u>\$ 955,432</u>	<u>\$ 891,256</u>
<u>29.10 %</u>	<u>24.80 %</u>	<u>32.80 %</u>	<u>22.11 %</u>	<u>24.06 %</u>	<u>20.76 %</u>

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Assessed Value and Actual Value of Taxable Property  
Last Ten Fiscal Years  
*(in thousands of dollars )*

**Table 5**

Fiscal Year Ended December 31,	Residential Property	Apartment Property	Commercial Property	Industrial Property	Other Property	Less: Tax-Exempt Property	Total Taxable Market Value	Total Direct Tax Rate
2015	\$ 917,367	\$ 313,183	\$ 430,897	\$ 181,538	\$ 1,506	\$ (179,699)	\$ 1,664,792	62.503 %
2016	961,676	363,334	439,692	191,925	1,604	(179,699)	1,778,532	65.581
2017	999,228	406,566	530,859	198,797	1,350	(254,549)	1,882,251	64.485
2018	1,004,480	449,375	541,376	181,049	1,429	(254,549)	1,923,160	67.833
2019	1,128,890	562,141	580,479	174,975	1,519	(254,549)	2,193,455	71.697
2020	1,188,831	596,056	603,388	200,628	1,585	(254,549)	2,335,939	70.748
2021	1,224,197	609,086	603,812	209,376	1,383	(254,549)	2,393,305	67.664
2022	1,412,130	654,172	598,850	235,625	1,436	(254,549)	2,647,664	66.840
2023	1,468,377	680,242	350,344	310,171	1,518	(254,549)	2,556,103	62.930
2024	1,499,521	676,939	385,657	310,791	-	(254,549)	2,618,359	61.474

Notes:

- (1) The direct tax rate is applied to the tax capacity of the property which is calculated by applying a statutory formula to the estimated market value of the property. The tax capacity is then multiplied by the direct tax rate to determine the city taxes payable on a specific parcel.
- (2) Tax exempt property is revalued on a six-year cycle. All other property is revalued on a three year cycle.

City of Hopkins, Minnesota  
 Statistical Section (Unaudited)  
 Property Tax Capacity Rates - Direct and Overlapping Governments  
 Last Ten Fiscal Years

**Table 6**

Fiscal Year	City Direct Rate			Overlapping Rates			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct Rate	School District	Hennepin County	Metro Council	Other	Total Overlapping	
2015	53.884 %	8.619 %	62.503 %	30.340 %	46.398 %	3.006 %	8.094 %	87.838 %	150.341 %
2016	55.365	10.216	65.581	28.514	45.356	2.899	7.864	84.633	150.214
2017	54.251	10.234	64.485	25.611	44.087	2.821	7.755	80.274	144.759
2018	53.153	14.680	67.833	29.035	42.808	2.630	7.984	82.457	150.290
2019	53.153	15.870	69.023	27.022	41.861	2.542	7.172	78.597	147.620
2020	53.945	16.803	70.748	27.190	41.084	2.461	6.869	77.604	148.352
2021	52.361	15.303	67.664	26.478	38.210	2.268	6.565	73.521	141.185
2022	52.040	14.800	66.840	26.783	38.535	2.240	6.590	74.148	140.988
2023	50.187	12.743	62.930	25.006	34.542	1.973	5.906	67.427	130.357
2024	50.487	11.199	61.686	25.439	37.081	2.029	7.911	72.460	134.146

Source: Hennepin County, Minnesota Taxpayer Services Department

Notes: The City's basic rate is determined by the city's annual budget requirements as set by the City Council. Rates for debt service are based on each year's requirements.

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Principal Property Taxpayers  
Current Year and Nine Years Ago

**Table 7**

Taxpayer	2024			2015		
	Net Tax Capacity	Rank	Percent of Total Net Tax Capacity	Net Tax Capacity	Rank	Percent of Total Net Tax Capacity
BOF II Excelsior Crossing	\$ 1,451,945	1	3.98 %	\$ -		- %
Hopkins Distribution Co LLC	1,355,770	2	3.71	-		-
Doran 810 Apartments LLC	825,088	3	2.26	-		-
Piedmont 9320 Excelsior LLC	725,790	4	1.99	-		-
UNFI Wholesale Inc	634,950	5	1.74	-		-
Ramsgate Apartments LLC	507,738	6	1.39	265,625	4	1.23
TF Hopkins I LLC	476,000	7	1.30	-		-
Ugorets 8098 LLC	405,010	9	1.11	-		-
Heartland Auburn LLC	397,793	8	1.09	-		-
Southwest Real Estate Inc	397,088	10	1.09	247,356	5	1.15
Colfin Midwest NNN Investment LLC	-		-	1,754,120	1	8.14
Super Valu	-		-	976,690	2	4.53
Heines Globat REIT 9320 EXCEL	-		-	891,430	3	4
Duke Realty Ltd Partnership	-		-	243,990	6	1.13
Interlachen Oaks	-		-	217,025	7	1
Hopkins Real Estate, LLC	-		-	210,250	8	0.98
Westside Property Owner LLC	-		-	199,250	9	0.93
Greenfield Apartments, LLP	-		-	186,325	10	1
<b>Total</b>	<b><u>\$ 7,177,172</u></b>		<b><u>19.67 %</u></b>	<b><u>\$ 5,192,061</u></b>		<b><u>24.10 %</u></b>
<b>Total City 2024/2014 tax capacity</b>	<b><u>\$ 36,368,067</u></b>			<b><u>\$ 20,585,146</u></b>		

Source: Hennipen County, Minnesota Assessor's Office

Notes: Tax capacity is a percentage of total market value.

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Property Tax Levies and Collections  
Last Ten Fiscal Years

**Table 8**

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year			Collected within the Fiscal Year of Levy		Collections in Subsequent Years (1)	Total Collections to Date		Outstanding Delinquent Taxes	Percentage of Levy Outstanding
	Operating Tax Levy	Debt Tax Levy	Total Tax Levy	Amount	Percentage of Levy		Amount	Percentage of Levy		
2015	\$ 9,735,801	\$ 1,514,844	\$ 11,250,645	\$ 11,009,239	97.9 %	\$ 44,044	\$ 11,053,283	98.2 %	\$ 197,362	1.8 %
2016	10,338,764	1,907,878	12,246,642	12,120,075	99.0	(9,407)	12,110,668	98.9	135,974	1.1
2017	11,151,866	2,103,366	13,255,232	12,984,829	98.0	21,142	13,005,971	98.1	249,261	1.9
2018	11,403,994	3,149,223	14,553,217	14,187,600	97.5	141,039	14,328,639	98.5	224,578	1.6
2019	12,714,661	3,613,429	16,328,090	16,163,548	99.0	54,205	16,217,753	99.3	110,337	0.7
2020	13,647,481	4,250,154	17,897,635	17,804,266	99.5	(78,267)	17,725,999	99.0	171,636	1.0
2021	14,057,804	4,108,650	18,166,454	18,166,454	100.0	(269,776)	17,896,678	98.5	269,776	1.5
2022	14,528,358	4,003,044	18,531,402	18,403,102	99.3	(194,231)	18,208,871	98.3	322,531	1.8
2023	15,325,009	3,892,746	19,217,755	18,753,470	97.6	30,653	18,784,123	97.7	433,632	2.3
2024	16,058,979	4,107,613	20,166,592	20,040,320	99.4	-	20,040,320	99.4	126,272	0.6

Notes:

(1) During the years 2014 - 2015, there were a significant number of tax court challenges that resulted in taxes being rebated to taxpayers resulting in higher delinquent taxes for the years 2014 - 2015

City of Hopkins, Minnesota  
 Statistical Section (Unaudited)  
 Ratios of Outstanding Debt by Type  
 Last Ten Fiscal Years

**Table 9**

Fiscal Year	Governmental Activities					Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita <sup>(a)</sup>
	General Obligation Bonds	Tax Increment Bonds	Special Assessments Bonds	Financed Purchases	Net Premiums (Discounts)	Revenue Bonds	Net Premiums (Discounts)			
2015	\$ 15,637,818	\$ 15,519,181	\$ 8,757,855	\$ 149,616	\$ -	\$ 4,807,632	\$ -	\$ 44,872,102	20.75 %	2,436
2016	23,522,410	17,869,376	8,155,188	102,128	-	4,422,261	-	54,071,363	23.94	2,812
2017	35,893,456	16,852,700	7,547,520	52,675	-	6,500,290	-	66,846,641	28.63	3,518
2018	36,883,957	19,269,286	6,919,853	-	-	9,369,368	-	72,442,464	33.68	3,797
2019	47,657,083	19,269,286	6,919,853	-	-	8,661,985	-	82,508,207	36.30	4,185
2020	51,980,000	11,325,000	4,400,000	-	3,530,119	15,800,000	1,032,584	88,067,703	37.65	4,467
2021	50,855,000	11,105,000	1,200,000	-	3,333,433	17,875,000	1,129,510	85,497,943	34.78	4,428
2022	49,595,000	9,940,000	1,080,000	-	3,223,446	21,405,000	1,275,093	86,518,539	32.60	4,535
2023	49,125,000	8,710,000	960,000	-	2,861,543	23,387,000	1,158,040	86,201,583	31.03	4,518
2024	48,635,000	7,620,000	835,000	-	2,703,231	27,070,000	1,279,717	87,948,013	29.74	4,769

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

<sup>(a)</sup>See Table 14 for personal income and population data.

City of Hopkins, Minnesota  
 Statistical Section (Unaudited)  
 Ratios of Net General Bonded Debt Outstanding  
 Last Ten Fiscal Years

**Table 10**

Fiscal Year	General Obligation Bonds	Improvement Bonds	Revenue Bonds	Tax Increment Bonds	Total	Less: Amount Available In Debt Service Fund	Net Bonded Debt	Percentage of Actual Taxable Value of Property <sup>(1)</sup>	Per Capita <sup>(2)</sup>
2015	\$ 15,637,818	\$ 8,757,855	\$ 4,807,632	\$ 15,519,181	\$ 44,722,486	\$ 15,540,533	\$ 29,181,953	1.753 %	1,518
2016	23,522,410	8,155,188	4,422,261	17,869,376	53,969,235	11,342,561	42,626,674	2.397	2,217
2017	35,893,456	7,547,520	6,500,290	16,852,700	66,793,966	10,596,245	56,197,721	2.986	2,958
2018	36,883,957	6,919,853	9,369,368	19,269,286	72,442,464	8,599,909	63,842,555	3.320	3,346
2019	47,522,953	4,933,026	8,661,984	18,637,449	79,755,412	6,244,002	73,511,410	3.351	3,759
2020	54,773,025	4,468,576	16,832,583	11,993,519	88,067,703	9,435,593	78,632,110	3.366	3,989
2021	54,108,059	1,259,127	19,004,510	11,126,247	85,497,943	6,363,710	79,134,233	3.306	4,014
2022	52,511,967	1,133,852	22,680,093	10,192,627	86,518,539	7,489,179	79,029,360	2.985	4,142
2023	51,986,543	960,000	24,545,040	8,710,000	86,201,583	7,835,015	78,366,568	3.066	4,107
2024	46,563,231	5,610,000	24,666,717	7,620,000	84,459,948	9,181,633	75,278,315	2.875	3,946

Notes:

Details regarding the City's outstanding debt can be found in note 9 of the notes to the financial statements.

(1) See the *Assessed and Actual Value of Taxable Property* schedule 5 for taxable market value of property data

(2) See the *Demographic and Economic Statistics* schedule 14 for population data

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City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Direct and Overlapping Governmental Activities Debt  
December 31, 2024

**Table 11**

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (a)	Estimated Share of Overlapping Debt
<b>Debt Repaid with Property Taxes</b>			
School Districts			
Hopkins ISD #270	\$ 133,460,000	17.57%	\$ 23,448,922
St. Louis Park ISD #283	240,940,000	0.54%	1,301,076
Other			
Hennepin County	1,199,355,000	1.15%	13,792,583
Hennepin Suburban Park District	55,385,000	1.55%	858,468
Hennepin Regional RR Authority	76,945,000	1.15%	884,868
Metropolitan Council	178,505,000	0.52%	928,226
Subtotal - Overlapping Debt			<u>41,214,143</u>
City of Hopkins Direct Debt (b,c)	59,793,231	100.00%	<u>59,793,231</u>
Total Direct and Overlapping Debt			<u><u>\$ 101,007,374</u></u>

Source: Hennepin County, Minnesota Taxpayer Services

**Note:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule shows the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(a) The percentage of overlapping debt applicable is estimated using the taxable market values. Applicable percentages were estimated by determining the portion of the county's and school district's taxable market value that is within the City's boundaries.

(b) City of Hopkins direct debt includes long-term debt instruments of the City which are bonds and capital leases of the government.

(c) Net Debt Outstanding excludes revenue and special assessment debt.

City of Hopkins, Minnesota  
 Statistical Section (Unaudited)  
 Legal Debt Margin Information  
 Last Ten Fiscal Years  
*(dollars in thousands)*

	Fiscal Year			
	2015	2016	2017	2018
Statutory Debt Limit	\$ 48,168	\$ 51,633	\$ 54,888	\$ 57,695
Total Net Debt Applicable to Limit	<u>14,661</u>	<u>21,761</u>	<u>24,401</u>	<u>32,175</u>
Legal Debt Margin	<u>\$ 33,507</u>	<u>\$ 29,872</u>	<u>\$ 30,487</u>	<u>\$ 25,520</u>
Total net debt applicable to the limit as a percentage of debt limit	30.44%	42.15%	44.46%	55.77%

**Table 12**

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 64,368	\$ 68,712	\$ 71,799	\$ 79,430	\$ 76,683	\$ 78,551
43,834	42,563	42,723	44,240	54,984	58,074
<u>\$ 20,534</u>	<u>\$ 26,149</u>	<u>\$ 29,076</u>	<u>\$ 35,190</u>	<u>\$ 21,699</u>	<u>\$ 20,476</u>
68.10%	61.94%	59.50%	55.70%	71.70%	73.93%

Legal Debt Margin Calculation for Fiscal Year 2023

Estimated Market Value of Taxable Property	\$ 2,618,359
Statutory percentage	<u>3.0%</u>
Statutory debt limit	<u>78,551</u>
Debt applicable to limit	49,125
Less amounts set aside for repayment of general obligation debt	<u>8,949</u>
Total net debt applicable to limit	<u>58,074</u>
Legal debt margin	<u>\$ 20,476</u>

City of Hopkins, Minnesota  
 Statistical Section (Unaudited)  
 Demographic and Economic Statistics  
 Last Ten Fiscal Years

**Table 13**

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (2)	School Enrollment (3)	Unemployment Rate (4)
2015	19,227	\$ 216,218,000	\$ 51,244	8,495	3.1 %
2016	19,227	225,882,000	53,121	8,327	3.8
2017	19,000	233,465,000	53,166	8,182	3.6
2018	19,079	215,086,000	59,736	8,152	2.8
2019	19,555	227,292,000	62,889	8,345	2.7
2020	19,713	233,890,000	64,255	8,806	6.0
2021	19,713	245,833,000	67,214	8,139	2.6
2022	19,079	265,392,000	71,912	7,621	2.8
2023	19,079	277,634,965	75,164	7,451	2.2
2024	18,441	295,677,391	79,654	8,351	2.4

Sources of data:

- (1) Metropolitan Council
- (2) U.S. Department of Commerce Bureau of Economic Analysis data for Minnesota Metropolitan Area
- (3) Minnesota Department of Education and is for public and non-public schools in Hopkins School District #270
- (4) Minnesota Department of Employment and Economic Development, based on December rates

City of Hopkins, Minnesota  
 Statistical Section (Unaudited)  
 Principal Employers  
 Current Year and Nine Years Ago

**Table 14**

Employer	2024			2015		
	Employees	Rank	Percent of City Employment	Employees	Rank	Percent of City Employment
ISD 270 Hopkins (1)	1,450	1	7.86 %	425	3	2.31 %
Element Fleet Management Co.	1,200	2	6.51	-	-	-
UNFI	1,200	3	6.51	-	-	-
Plasman	400	4	2.17	-	-	-
US Post Office	314	5	1.70	314	5	1.71
Oak Ridge Country Club	250	6	1.36	212	6	1.15
Digi International Inc.	210	7	1.14	-	-	-
Augustana Chapel View	185	8	1.00	210	7	1.14
US Bank	185	9	1.00	185	8	1.00
City of Hopkins	157	10	0.85	132	9	0.72
Cargil				4,000	1	21.72
SuperValu				707	2	3.84
Thermotech				400	4	2.17
Walser Chrysler Jeep				100	10	0.54
<b>Total</b>	<b>5,551</b>			<b>6,685</b>		

Sources: Minnesota Department of Employment and Economic Development, Metropolitan Council and Minnesota State Business Directory

Note: (1) Includes total number of employees located in facilities throughout Independent School District 270, Hopkins.

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Full-time Equivalent City Government Employees by Function  
Last Ten Fiscal Years

Function/Program	Full-time Equivalent Employees as of December 31,			
	2015	2016	2017	2018
<b>General Government</b>				
Administrative Services	5.00	5.05	5.50	5.00
Finance	4.60	4.00	5.00	4.00
Municipal Building	1.45	1.45	1.45	1.45
Community Services	9.70	8.65	7.20	8.95
Public Safety				
Police	36.50	36.78	38.45	38.28
Fire	1.25	3.25	3.25	4.10
Public Works	18.09	17.58	18.09	19.98
Recreation				
Activity Center	3.20	3.25	3.20	2.80
Skate Park	0.05	0.05	0.05	0.05
Planning & Zoning	1.35	1.35	1.35	1.35
Community Development	0.85	1.50	0.85	0.85
<b>Total General Government</b>	<b>82.04</b>	<b>82.91</b>	<b>84.39</b>	<b>86.81</b>
<b>Special Revenue Funds</b>				
Economic Development	1.60	1.25	1.60	2.00
Parking	1.00	0.72	0.72	1.12
Communication	0.25	0.75	1.25	1.00
Depot Coffee House	2.50	5.25	5.25	5.00
Sustainability	-	-	-	-
American Rescue Plan Act	-	-	-	-
MN Public Safety Aid	-	-	-	-
Art Center	4.30	4.30	4.30	5.28
<b>Total Special Revenue Funds</b>	<b>9.65</b>	<b>12.27</b>	<b>13.12</b>	<b>14.40</b>
<b>Enterprise Funds</b>				
Water	3.43	2.60	3.43	4.79
Sanitary Sewer	3.76	3.40	3.76	2.60
Refuse	3.89	4.09	4.09	3.39
Storm Sewer	0.63	0.43	0.63	0.63
Pavilion/Ice Arena	2.90	2.90	2.90	2.70
Housing and Redevelopment	2.20	2.40	2.40	2.40
<b>Total Enterprise Funds</b>	<b>16.81</b>	<b>15.82</b>	<b>17.21</b>	<b>16.51</b>
<b>Total</b>	<b>108.50</b>	<b>111.00</b>	<b>114.72</b>	<b>117.72</b>

**Table 15**

## Full-time Equivalent Employees as of December 31,

2019	2020	2021	2022	2023	2024
4.00	5.00	6.55	6.67	6.67	6.67
4.00	4.00	4.00	3.60	3.60	3.60
1.45	1.45	1.45	1.28	1.28	1.28
8.95	6.95	8.40	9.49	9.49	9.49
38.45	37.28	38.28	37.23	37.23	36.23
4.10	4.10	5.10	5.50	5.50	4.50
20.98	19.98	18.48	20.49	20.49	21.54
3.00	2.00	3.00	3.00	3.00	3.00
0.05	0.05	0.05	0.05	0.05	-
1.35	1.35	1.35	1.35	1.35	1.35
0.85	0.85	0.85	0.85	0.85	0.85
<u>87.18</u>	<u>83.01</u>	<u>87.51</u>	<u>89.51</u>	<u>89.51</u>	<u>88.51</u>
2.00	2.00	2.00	2.50	2.50	2.50
1.12	1.12	1.12	1.12	1.12	1.12
1.00	1.00	1.00	1.00	1.00	1.00
4.62	2.75	2.75	2.75	2.75	1.00
-	-	-	-	-	1.00
-	-	-	-	-	2.00
-	-	-	-	-	3.00
5.28	4.66	5.50	4.53	4.53	4.53
<u>14.02</u>	<u>11.53</u>	<u>12.37</u>	<u>11.90</u>	<u>11.90</u>	<u>16.15</u>
3.79	4.79	4.15	4.15	4.15	4.15
2.60	2.60	2.24	2.24	2.24	2.24
3.39	3.39	3.56	3.56	3.56	3.56
0.63	0.63	0.66	0.66	0.66	0.66
2.90	2.40	2.90	2.42	2.42	2.42
2.40	2.40	2.40	2.40	2.40	2.40
<u>15.71</u>	<u>16.21</u>	<u>15.91</u>	<u>15.43</u>	<u>15.43</u>	<u>15.43</u>
<u>116.91</u>	<u>110.75</u>	<u>115.79</u>	<u>116.84</u>	<u>116.84</u>	<u>120.09</u>

City of Hopkins, Minnesota  
Operating Indicators by Function/Program  
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2015	2016	2017	2018
<b>General Government</b>				
Elections	1	2	1	2
Registered voters	9,647	10,418	10,366	22,279
Number of votes cast	1,058	9,198	2,164	11,583
Voter participation (registered)	11.0%	88.3%	20.9%	52.0%
<b>Public Safety</b>				
Police				
Total Calls for Service	23,535	24,549	26,724	26,063
Sworn Officers	28	27	27	27
Traffic Stops	6,055	6,910	6,232	6,212
Parking Citations	725	640	662	542
Fire				
Fires	18	81	43	31
False Alarm	103	130	123	110
Fire Runs	467	566	415	322
Medical Runs	177	1,277	119	143
Average Response Time (minutes)	4.4	4.2	4.2	4.2
Inspections				
Building Permits	501	451	485	405
Value of Building Permits	\$12,631,596	\$76,838,870	\$19,553,988	\$27,785,861
<b>Public Works</b>				
Miles of seal coating	1.81	1.05	1.32	1.18
Miles of crack sealing	5.26	1.54	2.22	2.33
Sidewalk repairs in square feet	6,800	6,286	10,260	25,905
Alley repairs in square yards	182	180	1,235	712
<b>Culture and Recreation</b>				
Art Center				
Bookings	5,013	4,981	4,761	3,975
Reserved Hours	31,759	31,320	32,993	24,901
Customer Visits for Events/Activities	216,450	211,969	220,032	227,291
<b>Water</b>				
Gallons of water pumped (in millions)	751	760	760	720
Number of well house inspections	2,190	1,095	1,095	1,095
Number of hydrants flushed	120	101	139	-
Water Rate - Tier One	\$ 2.18	\$ 2.18	\$ 2.44	\$ 2.60
Water Rate - Tier Two	\$ -		\$ 2.81	\$ 3.00
Water Rate - Tier Thress	\$ -		\$ 3.23	\$ 3.45
<b>Sanitary Sewer</b>				
Sanitary sewage flow (in millions of gallons)	614.9	605.0	598.0	560.0
Miles of sewer lines jetted	12.0	15.0	15.0	13.0
Number of manholes checked/cleaned	274	1,025	274	302
Lift Station Maintenance checks	4,350	4,283	1,945	1,095
Sewer Rate	\$ 4.30	\$ 4.30	\$ 5.81	\$ 6.12
<b>Refuse</b>				
Number of refuse accounts	2,735	2,692	2,687	2,698
Tons of refuse collected	2,136	2,095	2,215	2,162
Tons of recycled material (residential)	726	166	966	676
Refuse rate	\$16.85 - 24.30	\$17.85 - 25.30	\$17.85 - \$25.30	\$17.85 - \$25.30
Recycling rate	\$ 4.50	\$ 5.00	\$ 5.00	\$ 5.00
Organics				
<b>Pavilion/Ice Arena</b>				
Ice time rental hours	1,365	1,284	1,385	1,213
Turf use hours	818	749	682	425
Mezzanine rental use	2,822	2,847	7,315	8,892

Source: Various City Departments

**Notes:**

(1) Information not available is labeled N/A.

**Table 16**

Fiscal Year						
2019	2020	2021	2022	2023	2024	
1	2	1	1	1	5	
10,684	12,613	11,986	10,742	10,820	12,187	
1,514	10,598	2,674	7,323	2,072	9,651	
14.2%	84.0%	22.0%	68.2%	19.1%	79.2%	
23,996	26,139	21,432	23,718	25,706	24,755	
30		28	28	28	32	
4,929	3,589	1,720	2,592	4,538	3,816	
499	423	N/A	N/A	N/A	N/A	
39	39	29	38	91	88	
29	36	38	147	156	57	
235	180	303	293	561	770	
111	129	1,208	1,235	1,454	1,950	
4.1	4.1	4.6	4.6	4.6	5.8	
506	636	707	455	1,807	474	
\$45,193,752	\$21,124,485	\$38,156,628	\$137,019,951	\$154,683,475	\$30,357,361	
N/A	1.98	1.53	3.65	-	1.05	
8.87	1.35	N/A	3.65	-	-	
40,100	4,543	1,202	11,325	-	50,050	
45	N/A	N/A	529	-	-	
3,859	272	425	1,371	3,039	-	
19,509	1,864	3,157	6,557	13,562	-	
220,512	41,537	66,204	131,576	146,735	-	
656	682	705	692	681	655	
1,095	1,095	1,095	1,095	365	1,095	
337	337	290	216	250	220	
\$ 2.78	\$ 3.04	\$ 3.10	\$ 3.42	\$ 3.97	\$ 4.27	
\$ 3.20	\$ 3.49	\$ 3.56	\$ 3.94	\$ 4.57	\$ 4.92	
\$ 3.68	\$ 4.01	\$ 4.09	\$ 4.52	\$ 5.24	\$ 5.64	
448.0	570.0	597.0	600.0	600.0	600.0	
14.4	12.0	14.0	13.0	16.5	9.5	
357	528	390	409	578	401	
1,825	1,825	2,005	365	365	365	
\$ 6.46	\$ 6.86	\$ 6.86	\$ 7.58	\$ 7.96	\$ 8.40	
2,687	2,698	2,707	2,687	2,687	2,706	
2,132	3,027	2,193	2,010	1,920	2,016	
676	1,822	941	644	615	560	
\$17.85- \$25.30	\$17.85 - \$25.30	\$17.85 - \$25.30	\$18.85 - \$26.30	\$19.80 - \$27.60	\$20.70 - \$28.85	
\$ 5.00	\$ 5.00	\$ 5.00	\$5.00 - \$5.50	\$5.25 - \$5.64	\$ 5.84	
			\$5.50 - \$5.75	\$ 5.75	\$ 6.10	
1,174	926	1,433	1,417	1,481	1,493	
446	221	183	615	394	368	
14,289	20,404	4,551	11,231	6,555	3,376	

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Capital Asset Statistics by Function/Program  
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2015	2016	2017	2018
<b>Public Safety</b>				
Police				
Stations	1	1	1	1
Patrol Units	11	11	11	11
Fire				
Stations	1	1	1	1
<b>Public Works</b>				
Highways (miles)	3.57	3.57	3.57	3.57
County Highways	5.32	5.32	5.32	5.32
City Streets (miles)	47.50	47.50	47.50	47.50
Alleys (miles)	9.52	9.52	9.52	9.52
Streetlights	398	398	398	398
Traffic Signals	44	44	44	44
Refuse collection trucks	3	3	3	3
<b>Culture &amp; Recreation</b>				
Parks				
Parks	16	16	16	16
Park Trails	4	4	4	4
Park Acres	104	104	104	104
Park Shelters	11	11	11	11
Playgrounds	11	11	11	11
Skateboard Park/Inline Skating	1	1	1	1
Skating Rinks	7	7	7	7
Hockey Rinks	5	5	5	5
Basketball Courts	6	6	6	6
Pickleball Courts	-	-	-	-
Softball Fields	4	4	4	4
Swimming Beach	1	1	1	1
Tennis Courts	8	8	8	8
Volleyball Courts	2	2	2	2
<b>Watermains</b>				
Distribution System (miles)	52.60	52.60	52.60	52.60
Fire Hydrants	560	560	560	560
Storage Capacity (gallons in thous)	3,200	3,200	3,200	3,200
Water Connections	3,168	3,168	3,168	3,168
<b>Sanitary Sewer</b>				
Collection System (miles)	45.46	45.46	45.46	45.46
Sewer Connections	3,086	3,086	3,086	3,086
<b>Storm Sewer</b>				
Pipe (miles)	21.40	21.40	21.40	21.40
<b>Parking</b>				
Parking Lots	7	7	7	7
Parking Ramp	1	1	1	1

Source: Various City Departments

**Table 17**

Fiscal Year						
2019	2020	2021	2022	2023	2024	
1	1	1	1	1	1	1
11	11	11	11	11	11	11
1	1	1	1	1	1	1
3.57	3.57	3.57	4.18	4.18	4	4
5.32	5.32	5.32	4.09	4.09	4	4
47.50	47.50	47.50	39.28	39.28	39	39
9.52	9.52	9.52	9.90	9.90	10	10
398	398	398	557	557	557	557
44	44	44	43	43	43	43
3	3	3	3	3	3	3
16	16	16	14	14	14	14
4	4	4	4	4	4	4
104	104	104	127	127	127	127
11	11	11	11	11	11	11
11	11	11	10	10	10	10
1	1	1	1	1	-	-
7	7	7	7	7	7	7
5	5	5	4	4	4	4
6	6	6	6	6	6	6
1	1	1	1	8	8	8
4	4	4	8	1	1	1
1	1	1	1	7	7	7
8	8	8	7	2	2	2
2	2	2	2			2
52.60	52.60	52.60	57.44	57.44	57	57
560	560	560	439	439	439	439
3,200	3,200	3,200	3,200	3,200	3,200	3,200
3,168	3,168	3,168	3,646	3,646	3,646	3,646
45.46	45.46	45.46	43.04	43.04	43	43
3,086	3,086	3,086	3,086	3,086	3,086	3,086
21.40	21.40	21.40	36.30	36.30	36	36
7	7	7	13	13	13	13
1	1	1	1	1	1	1

City of Hopkins, Minnesota  
Statistical Section (Unaudited)  
Pledged - Revenue Coverage  
Last Ten Fiscal Years

Fiscal Year	Sanitary Sewer and Storm Revenue Bonds					
	Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2015	\$ 2,998,953	\$ 2,170,321	\$ 828,632	\$ 250,000	\$ 63,388	2.64 %
2016	2,920,817	2,271,989	648,828	255,000	57,626	2.08
2017	3,046,818	2,558,481	488,337	260,000	50,537	1.57
2018	3,049,436	2,662,008	387,428	270,000	42,663	1.24
2019	3,931,627	3,067,740	863,887	275,000	146,173	2.05
2020	4,424,806	3,196,229	1,228,577	565,000	146,534	1.73
2021	4,827,129	3,135,560	1,691,569	585,000	128,906	2.37
2022	5,507,411	4,211,166	1,296,245	420,800	408,805	1.56
2023	6,019,397	4,053,143	1,966,254	862,990	509,945	1.43
2024	6,398,344	4,774,687	1,623,657	1,097,770	520,801	1.00

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

**Table 18**

Improvement Bonds				Tax Increment Bonds			
Special Assessment Collections	Debt Service		Coverage	Tax Increment Collections	Debt Service		Coverage
	Principal	Interest			Principal	Interest	
\$ 225,526	\$ 1,685,000	\$ 294,513	0.11 %	\$ 102,700	\$ 40,000	\$ 62,700	1.00 %
226,234	1,330,000	273,298	0.14	101,100	40,000	61,100	1.00
260,426	1,300,000	257,583	0.17	104,400	45,000	59,400	1.00
417,789	1,320,000	373,029	0.25	207,089	50,000	29,250	2.61
151,525	1,320,000	162,664	0.10	215,185	60,000	30,010	2.39
118,410	1,045,000	135,282	0.10	176,203	65,000	29,073	1.87
102,709	1,030,000	203,934	0.08	163,136	70,000	28,060	1.66
-	1,065,000	297,122	-	-	75,000	26,954	-
-	590,000	92,369	-	-	1,090,000	201,013	-
-	620,000	214,569	-	-	1,295,000	171,644	-