



(Seining of goldfish at Big Woods Lake)



**CARVER  
COUNTY**

CHASKA, MINNESOTA



(COVID-19 Testing event in Chaska at Stoughton Ave parking lot)

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR YEAR ENDED DECEMBER 31, 2020



(Paddle club event on Lake Minnewashta)



(Construction of Highway 101 and River Bluffs Regional Trail)

*"Where the future embraces the past in keeping Carver County a great place to live, work, and play for a lifetime."*

The Carver County Annual Comprehensive Financial Report (ACFR) is produced by the Financial Services Division of Carver County. This report is submitted for the fiscal year ended December, 31, 2020. The report has been prepared in conformity with generally accepted accounting principles (GAAP). It can be accessed on the Carver County website at [www.co.carver.mn.us](http://www.co.carver.mn.us) or obtained from the Financial Services Department by calling 952-361-1511.



ANNUAL COMPREHENSIVE FINANCIAL REPORT

**CARVER COUNTY  
CHASKA, MINNESOTA**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020

Prepared by the Finance Department

**CARVER COUNTY  
CHASKA, MINNESOTA**

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**CARVER COUNTY  
CHASKA, MINNESOTA**

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# **INTRODUCTORY SECTION**



## Property and Financial Services Division

Carver County Government Center  
Administration Building  
600 East Fourth Street  
Chaska, MN 55318-1202  
Phone: 952-361-1508 Fax: 952-361-1541

DATE: June 29, 2021

TO: The Citizens of Carver County  
The Board of County Commissioners

SUBJECT: *2020 ANNUAL COMPREHENSIVE FINANCIAL REPORT*

The Annual Comprehensive Financial Report (ACFR) of Carver County is submitted for the fiscal year ended December 31, 2020. The County's Financial Services Department prepared this report in conformity with generally accepted accounting principles (GAAP). Responsibility for both the accuracy and completeness of the presented data and the fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and sets forth the financial position and results of operations and cash flows of the County, as measured by the financial activity of its various funds, and all disclosures necessary to enable maximum understanding of the County's financial affairs.

Generally accepted accounting principles (GAAP) require 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 MD&A and should be read in conjunction with it.

### **Profile of the Government**

Carver County was organized in 1855 as a County in the State of Minnesota. It has an area of 357 square miles including 11 cities and 10 townships. The 2020 population estimate according to the United States Census Bureau was 106,565. It is one of seven counties comprising the Twin Cities metropolitan area. The County seat, Chaska, is located on the Minnesota River 26 miles southwest of the state capital, Saint Paul.

Carver County operates under an elected five-member County Board, each member representing a district of the County. The County Board is responsible, among other things, for passing ordinances, adopting the budget, and hiring the County's Administrator. The County Administrator is responsible for carrying out the policies and ordinances of the County Board, for overseeing day-to-day operations of the government, and for appointing the heads of the divisions and departments. The County Board is elected on a non-partisan basis. County Board members serve four-year staggered terms.

The County provides a full range of services including: public safety and law enforcement; courts and probation services; tax assessment and collection; vital statistics and public records; health and human services; highways, parks, public works and planning; environmental management; and recreation and cultural services.

Various potential component units were evaluated to determine whether they should be reported in the County's financial report. A component unit was considered to be part of the County's reporting entity when it was concluded that the County was financially accountable for the entity or the nature and significance of the relationship between



the County and the entity was such that exclusion would cause the County's basic financial statements to be misleading or incomplete. Carver County has two blended component units: the Carver County Regional Rail Authority (Rail Authority) and the Carver County Water Management Organization (WMO). Both the Rail Authority and WMO were created pursuant to Minnesota Statutes. The Carver County Board of Commissioners comprises the Rail Authority's and WMO's five-member board. The Carver County Community Development Agency (CDA) is a discretely presented component unit. The CDA was established in 1980 pursuant to special Minnesota legislation. Its five-member board is also appointed by the Carver County Board of Commissioners and is comprised of residents from the five districts in the County.

### **Local Economy**

The information presented in financial statements is perhaps best understood when considered from the broader perspective of the specific environment within which the County operates. Carver County is one of the fastest growing counties in Minnesota during the last decade, and it is expected to keep growing. Forecasts project the County will experience one of the highest population growth rates in the Twin Cities Metro Region into 2040 when its population is expected to exceed 161,000. This forecast can be found online at <https://metro council.org/> where the report can be downloaded. By 2040, Chanhassen and Chaska will be "built out," meaning there will be very little developable land left. Development will move further west, and the cities of Carver, Victoria and Waconia are expected to grow and look similar to the way Chaska and Chanhassen are today. Several factors are contributing to the County's growth: Land availability – cities to the east, such as Eden Prairie and Bloomington in Hennepin County, are running out of developable land pushing growth to Carver County where land is available for development. Landscape – Carver County's abundant lakes, wetlands, woods and open spaces are attractive features. Transportation – metro access has improved with Highway 212 and other road construction projects. Quality of life – Carver County is generally characterized as having a high quality of life, with "small town feel" and "rural setting" often cited.

The significant growth will increase the need for public investment in infrastructure. Many of these investments will need to occur prior to or along with residential or business development by the private sector. Other impacts include those investments made to the schools, parks, library system, law enforcement, court system and more. We will need more officers, judges, maintenance workers, social workers, County staff, and equipment to keep up with the demand for services.

The population of County seniors ages 65 and older will be the fastest growing age group between 2012 and 2040. In 2040, persons age 65 and older are forecasted to constitute about 20 percent of the total County population; up from 12.6 percent in 2019. The aging of the population will impact the level and type of services that will need to be provided by the County in the future.

In 2019, based on Bureau of Economic Analysis, Carver County was ranked second in the State for per capita personal income of \$72,852 (2020 data was not available). This was 124 percent of the State average and 129 percent of the national average. Nationwide, Carver County ranks 103rd for per capita personal income.

Throughout the downturn in the economy, Carver County has since 2009 maintained a credit rating of AAA from Standard and Poor's (S&P) Rating Services, which is the best possible rating. The rating reflects the County's consistently strong finances, good financial management, solid income and market value per capita, and location.

### **Long-Term Financial Planning**

The County annually updates the Long-Term Financial Plan prepared by the Financial Services Division with inputs from all County divisions. This plan along with the 2021 Annual Budget fulfills the County Board's direction to "connect financial strategies to the County's short-term and long-term strategic goals and objectives." The County has identified approximately \$338 million in capital projects and equipment that range from currently underway or essential to operations to those that are desirable but in need of further study. Road and Bridge projects totaling \$313 million make up the largest portion of these projects followed by Parks and Trails projects totaling \$4.1 million.

The most significant cost driver for future operating budgets is the staffing costs needed to address the increasing service demands from a growing county. Specific financial strategies to address these challenges are included in the Long-Term Financial Plan. The Long-Term Financial Plan for 2022 and Beyond is available for viewing from the Financial Services Department or on our website at <https://www.co.carver.mn.us/>

Planning & Water Management, with the help of the CDA, elected officials, community groups, and citizens, developed a County Comprehensive Plan through the year 2040. The plan, which was approved on February 4, 2020 addresses the broad range of issues facing Carver County residents over the next 20 years. The elements of the plan consist of land use including economic development, historic preservation, and housing; transportation including roadways and transit; water resources; and parks, open space, and trails. A copy of the 2040 Comprehensive Plan can be viewed on the Carver County website at <https://www.co.carver.mn.us/>.

## **Major Initiatives**

**COVID-19 Response** – Throughout 2020, the County supported its residents and local community in many ways. The County partnered with our CAP Agency and local non-profits to get free food to those in need. The County launched support programs and collaborated with other agencies, including the Carver County Community Development Agency, for housing, transportation, non-profits and small businesses using the Coronavirus Relief funds received through the CARES Act. The County hosted testing events and partnered with Ridgeview Medical Center to purchase a semi-tractor trailer to support vaccine delivery and other medical services in a mobile environment. The County received \$12.9 million in Coronavirus Relief funds and recognized \$2.1 million in County Relief Grant funds in 2020.

**Lake Waconia Regional Park and Coney Island Development** – Historic Coney Island of the West opened to the public late summer. The County opened the redesigned Lake Waconia Regional Park and the co-located DNR watercraft access in September. This included installation of municipal water and sewer, massive site grading and construction of roads, parking lots, trails, and picnic grounds. The County is making plans for the next improvement to the park. State funding of \$2.5 million has been secured and is to be matched with an additional \$2.5 million of County funds for construction of a waterfront service center.

**Highway 5 Regional Trail** – The County in partnership with the Landscape Arboretum and City of Chanhassen began work in early August to construct a 2-mile segment of trail. This project removes a trail gap in the trail system, connecting the existing trail and box culvert at Minnewashta Parkway and the Landscape Arboretum to existing trails at Century Blvd.

**US Highway 212 Projects in Dahlgren and Benton Townships** – Carver County continues to work with MnDOT, local cities and townships and funding partners to secure funding for the expansion of US Highway 212 to four-lanes throughout the County. The County continues to advocate for and apply for numerous funding grants at the Federal and State levels. The first phase in Dahlgren Township from Cologne to Carver secured the necessary funding to start construction in the summer of 2021.

**US Highway 212/44 Interchange Project** – The US Highway 212/44 Interchange Project was led by the City of Chaska and included the reconstruction and modernization of Highway 44 from a ¼ mile west of US Highway 212 to Highway 61 in Chaska. The project added on- and off-ramps to connect Highway 212 and Highway 44. The project also added a pedestrian bridge over US Highway 212.

**Highway 41/18 Project** – The Highway 41/18 Project was led by Carver County and included the reconstruction and modernization of Highway 18 from approximately ¼ miles west of Highway 41 to Highway 15 (Galpin Boulevard). Carver County partnered with MnDOT and the Cities of Chaska and Chanhassen to complete the last project of the Master Agreement that was agreed upon approximately 20 years ago. The project included 3 new roundabouts on Highway 18 at the intersections with Highway 14, Peavey Road and Norex Drive. This was the first project that was

partially funded the Carver County Transportation Sales Tax for construction costs, since the tax was adopted in 2017.

**Innovation** – Since 2012, Carver County has made an organizational commitment to Innovation. We are focused on using the LEAN Kaizen process to achieve continuous improvements in processes, and we employ other methods to eliminate waste, achieve efficiencies, save money, and improve performance across the entire County. We will continue to hold Innovation events through 2021. Our Innovation Leadership Team advises the Innovation Program, which has the strong support of the Board and staff leadership.

### **Budgetary Controls**

The annual budget serves as the foundation for Carver County Government financial planning and control. The County budgets are presented at a more detailed level than is required by law in Minnesota or for federal programs. The budgets are developed by divisions and departments on a line-item basis to cover clients' needs, keeping in mind general guidelines set by the County's Board of Commissioners. The divisions and departments submit their budget requests to the County Administrator, who must balance the competing needs against available resources. The County Board makes final adjustments to the budgets, which are then adopted and available for use on January 1<sup>st</sup> of the year. Budgetary control has traditionally been maintained at the department level.

Division and department managers are held responsible for their budget performance. Compliance with budgets is essential for the County to maintain its sound financial condition.

### **Relevant Financial Policies**

The County has adopted a comprehensive set of financial policies; this includes but is not limited to the following:

**The Budget and Long-Term Financial Plan Policy** provides a general set of guiding principles for developing the annual budget and the long-term financial plan, along with an overview of the process and schedule.

**The Fund Balance Policy** ensures that the County maintains adequate fund balances and reserves in order to provide a stable financial environment for the County's operations.

### **Independent Audit**

Minnesota State Law requires an audit to be made of the books of account, financial records and transactions of the County. CliftonLarsonAllen, LLP, has issued an unmodified ("clean") opinion on the County's financial statements for the year ended December 31, 2020. The independent auditor's report is located at the front of the financial section of this report. CliftonLarsonAllen, LLP, will issue a management and compliance letter covering the review, made as a part of the audit of the County's system of internal control and compliance with applicable legal provisions. The management and compliance letter will not modify or affect, in any way, this report on the financial statements.

### **Single Audit**

As a recipient of federal, state and local financial assistance, the County is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. These internal controls are subject to periodic evaluation by management and the internal staff of the County.

Office of Management and Budget (OMB) Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) sets forth the audit requirements for state and local governments receiving federal assistance. It provides for a single independent audit of the financial operations, including the compliance with certain provisions of federal laws and regulations. The requirements have been established to ensure that audits are made on an organizational wide basis rather than a grant-by-grant basis. The grants for which these requirements applied are identified in the Schedule of Expenditures of Federal Awards (SEFA).

As a part of the government's single audit, tests are made to determine the adequacy of the internal controls, including that portion related to federal financial assistance programs, as well as to determine that the County has complied with applicable laws and regulations.

### **Internal Controls**

In developing and evaluating the County's accounting system, consideration is given to the adequacy of the County's internal controls. Internal controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. The County's internal controls are supported by policies and procedures and are continually reviewed, evaluated, and modified to meet current needs. In 2021, the County Financial Services staff plans to again internally test the controls that are in place.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Carver County for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2019. This was the 24<sup>th</sup> consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report. This must satisfy both 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 report continues to meet the Certificate of Achievement program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The timely preparation of this report could not have been accomplished without the professional and dedicated hard work of the entire staff of the Finance Department. Also, cooperation was essential from many other departments and divisions within the County. We wish to express our appreciation to all members of the staff who assisted and contributed to the report's preparation. We also wish to thank the members of the County Board for their interest and support this past year in planning and conducting the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,



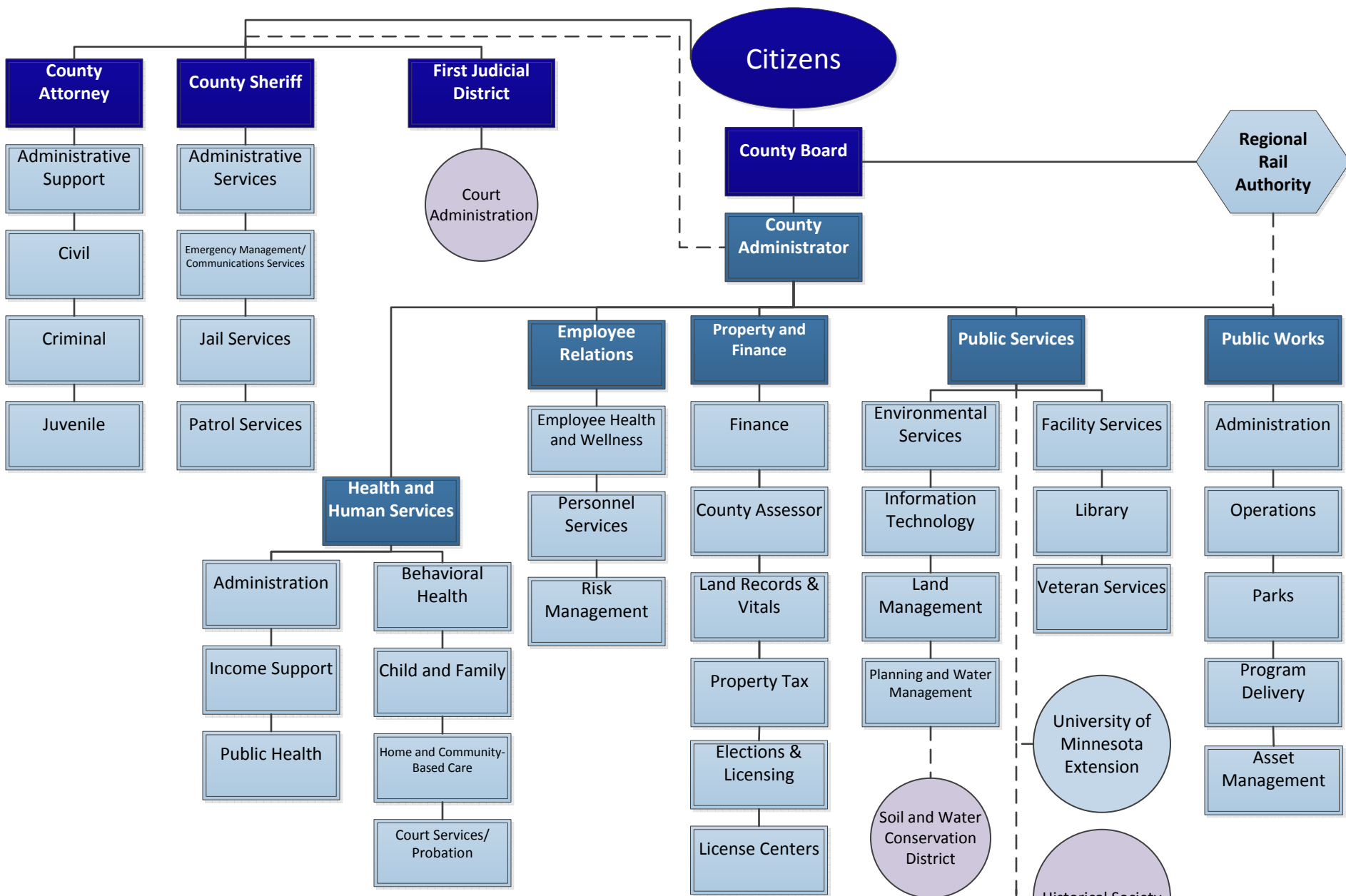
David Frischmon  
Property and Finance Director

**CARVER COUNTY  
CHASKA, MINNESOTA**

**LIST OF ELECTED AND APPOINTED OFFICIALS  
DECEMBER 31, 2020**

Office	Name	Term of Office	
		From	To
<b>Commissioners:</b>			
1st District	Gayle Degler, Vice Chair	January 2003	December 2020
2nd District	Tom Workman	January 2003	December 2022
3rd District	Randy Maluchnik	January 2007	December 2020
4th District	Tim Lynch	January 2005	December 2022
5th District	James M. Ische, Chair	January 1997	December 2020
<b>Officers:</b>			
<b>Elected:</b>			
Attorney	Mark Metz	January 2011	December 2022
Sheriff	Jason Kamerud	January 2019	December 2022
<b>Appointed:</b>			
Administrator	Dave Hemze	March 2003	Indefinite
Assessor	Keith Kern	May 1994	Indefinite
Medical Examiner	Quinn Strobl M.D.	January 2013	December 2023
Veterans Services Officer	Dan Tengwall	September 2014	Indefinite
Division Directors:			
Employee Relations Director	Kerie Anderka	June 2013	Indefinite
Health and Human Services Director	Rod Franks	September 2015	Indefinite
Property and Financial Services Director	Dave Frischmon	April 2007	Indefinite
Public Services Director	Nick Koltavy	December 2006	Indefinite
Public Works Director	Lyndon Robjent	August 2009	Indefinite

Note: All Commissioners and all Officers are covered by the employee Blanket Bond.



**Legend:**

- Elected Officials:** Dark blue rectangle
- Divisions:** Medium blue rectangle
- Departments:** Light blue rectangle
- Direct Report:** Solid line
- Indirect Report:** Dashed line
- Separate Agency/Non-County Employees:** Light purple circle
- Separate Agency with County Employee Positions:** Light blue circle
- Separate Tax Levy Authority/County Commissioners:** Light purple hexagon
- Separate Tax Levy Authority/Non-County Employees:** Light blue hexagon



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Carver County  
Minnesota**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

December 31, 2019

*Christopher P. Morill*

Executive Director/CEO

# **FINANCIAL SECTION**





## INDEPENDENT AUDITORS' REPORT

Board of County Commissioners  
Carver County  
Chaska, Minnesota

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the remaining fund information of Carver County, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise Carver County's basic financial statements as listed in the table of contents.

### ***Management's Responsibility 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.

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Carver County Community Development Agency, which represents 100% of the assets, net position, and revenues of the discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Carver County Community Development Agency discretely presented component unit, is based solely on the report of the other auditors. 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 *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, based upon our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Carver County as of December 31, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter Regarding Change in Accounting Principle***

During the year ended December 31, 2020, the County adopted the provisions of Governmental Accounting Standards Board Statement (GASB) No. 84, *Fiduciary Activities*. As a result of the implementation of this standard, the County reported a restatement for a change in accounting principle (see Note 1.F). Our auditors' opinion was not modified with respect to the restatement.

### **Other Matters**

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules, schedule of changes in the County's net OPEB liability and related ratios, schedule of County contributions, schedule of investment returns, schedule of proportionate share of net pension liability – PERA General Employees Retirement Plan, Public Employees Police and Fire Plan and Public Employees Correctional Plan, and schedule of contributions – PERA General Employees Retirement Plan, Public Employees Police and Fire Plan and Public Employees Correctional Plan, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, 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.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Carver County's basic financial statements. The supplementary information, as listed in the table of contents, and the statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, as listed in the table of contents, is presented for purposes of additional analysis as required by U.S. Office of Management and Budget and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is also not a required part of the basic financial statements.

The supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2021, on our consideration of Carver County’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 this 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 County’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* and should be considered in assessing the results of our audit.



**CliftonLarsonAllen LLP**

Minneapolis, Minnesota  
June 29, 2021

**CARVER COUNTY  
CHASKA, MN**

**Management's Discussion and Analysis  
DECEMBER 31, 2020  
(Unaudited)**

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The Financial Management of Carver County offers the readers of Carver County's financial statements this narrative overview and analysis of the financial activities of Carver County for the fiscal year ended December 31, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal and the notes to the financial statements.

**Financial Highlights**

- The assets and deferred outflows of resources of Carver County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$389,655,183 (net position). Of this amount, \$52,667,783 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$36,218,150 for the year ended December 31, 2020, which is discussed further in the Government-wide Financial Analysis section.
- As of the close of the current fiscal year, Carver County governmental funds reported combined ending fund balances of \$103,851,970. Approximately, 81.0 percent of this amount, \$84,132,318, is available for spending at the government's discretion (committed, assigned and unassigned fund balance is the discretionary fund balance).
- At the end of the current fiscal year, committed, assigned, and unassigned fund balance for the General Fund was \$31,218,412, or 48.4 percent of the total General Fund expenditures and transfers out.
- Carver County's total long-term debt decreased by \$3,803,522 (14.3 percent) during the current fiscal year. The key factor was the debt service payments which reduced the outstanding debt.
- The County recognized a Net OPEB Asset of \$2,430,959 at 12/31/2020. The County's plan is to have the OPEB obligation 95% to 100% funded through the County's irrevocable OPEB trust. The Net OPEB Asset at 12/31/20 is largely due to favorable interest rates and investment returns during 2020.
- The County received \$12.9 million on Coronavirus Relief Funds and recognized \$2.1 million in State County Relief Grant funds in 2020.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to Carver County's basic financial statements. Carver County'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 supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of Carver County's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of Carver County's assets, liabilities, and deferred outflows and 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 Carver County is improving or deteriorating. Consideration of other nonfinancial factors need to be included in the analysis as well, such as, changes in the County's property tax base and the condition of the County's infrastructure, to assess the overall health of the County.

The statement of activities presents information showing how Carver County'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 Carver County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of Carver County include general government, public safety, highways and streets, human services, health, culture and recreation, and conservation of natural resources.

The government-wide financial statements include not only Carver County itself (known as the primary government), but also a legally separate Carver County Community Development Agency for which Carver County is financially accountable. Financial information for the component unit is reported separately from the financial information presented for the primary government itself. The complete financial statements of the CDA can be obtained by writing to the Carver County Community Development Agency, 705 Walnut Street, Chaska, Minnesota 55318.

The government-wide financial statements can be found on pages 20-22 of this report.

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**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. Carver County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements. All of the funds of Carver County can be divided into three categories: governmental funds, proprietary funds and 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 of the government's near-term financing decisions. Both the governmental funds 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.

Carver County maintains ten individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Road and Bridge Fund, Health and Human Services Fund, Debt Service Fund, Buildings Capital Improvement Fund, Road & Bridge Capital Improvement Fund, and Parks & Trails Capital Improvement Fund, all of which are considered major funds. The Rail Authority Fund, Water Management Organization Fund, and Ditch Fund are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Carver County adopts an annual appropriated budget for its seven major governmental funds and its three nonmajor funds. A budgetary comparison statement has been provided for these funds to demonstrate compliance with their budgets.

The basic fund financial statements can be found on pages 23-31 of this report.

**General Fund.** The General Fund is used to account for all financial resources not accounted for in another fund.

**Special Revenue Funds.** Special Revenue governmental funds account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes. The Special Revenue Funds include:

- Road and Bridge
- Health and Human Services
- Rail Authority
- Water Management Organization
- Ditch

**Debt Service Fund.** The Debt Service Fund accounts for the payment of principal, interest and fiscal charges on long-term obligations of Carver County.

**Capital Projects Funds.** The Capital Projects Funds track major construction projects. The Capital Projects Funds include:

- Buildings Capital Improvement Fund (CIP)
- Road & Bridge Capital Improvement Fund (CIP)
- Parks & Trails Capital Improvement Fund (CIP)

**Proprietary funds.** Carver County uses only one type of proprietary fund. These internal service funds are an accounting device used to accumulate and allocate costs internally among Carver County's various functions. Carver County has two internal service funds, the Self Insurance Fund and Compensated Absences Fund. The Self Insurance Fund allocates costs of risk management to the various county departments. The Compensated Absences Fund accounts for the change in the PTO, vacation, and sick balances. This fund has no net position because the cash balance is offset by its liability.

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**Fiduciary Funds.** Fiduciary funds account for resources held for the benefit of parties outside the government. Carver County reports two fiduciary funds. The Other Postemployment Benefits Trust Fund is used to report contributions to an irrevocable trust fund and other post employment benefits (OPEB) activity. The Custodial funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because resources of those funds are not available to finance Carver County's operations. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

The basic fiduciary fund financial statements can be found on pages 30-31 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 can be found on pages 32-68 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the budgetary comparisons of the Capital Projects Funds in the supplementary section. Combining and individual fund statements and schedules can be found on pages 69-112 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 Carver County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$389,655,183 at the close of the most recent fiscal year.

Net Investment in Capital Assets, \$302,915,925 (e.g., land, buildings, machinery and equipment, infrastructure, improvements - other than buildings, and construction in progress, less any related debt used to acquire assets that is still outstanding) represents 77.7 percent of total net position. Carver County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Carver County's investments 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.

Approximately 8.7 percent of Carver County's net position or \$34,071,475 represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$52,667,783 or approximately 13.5 percent is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.

**Carver County's Net Position**

	<b>Governmental Activities</b>	
	<b>2020</b>	<b>2019</b>
Current and other assets	\$ 145,060,872	\$ 136,546,576
Capital assets	329,403,148	307,337,781
<b>Total Assets</b>	<b>474,464,020</b>	<b>443,884,357</b>
<b>Deferred Outflows of Resources</b>	<b>8,273,769</b>	<b>10,686,552</b>
Long-term liabilities outstanding	67,574,210	65,041,923
Other liabilities	14,903,660	16,503,314
<b>Total Liabilities</b>	<b>82,477,870</b>	<b>81,545,237</b>
<b>Deferred Inflows of Resources</b>	<b>10,604,736</b>	<b>19,588,639</b>
Net Position:		
Net Investment in Capital Assets	302,915,925	275,433,255
Restricted	34,071,475	36,574,081
Unrestricted	52,667,783	41,429,697
<b>Total Net Position</b>	<b>\$ 389,655,183</b>	<b>\$ 353,437,033</b>

At the end of the current fiscal year, Carver County is able to report positive balances in all three components of net position. The same held true for the prior fiscal year.

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Carver County's net position increased by \$36,218,150 during the current fiscal year.

This increase is the combination of many surpluses and deficits but the primary changes include:

- An increase in capital assets that were largely or partially funded by non-County dollars, such as, road and bridge projects and parks and trails projects that completed or are in construction in progress at the end of 2020.
- Beginning October of 2017, a 0.5% transit sales and use tax and a \$20 vehicle excise tax was implemented generating \$8.7 million in 2020 to be used on transportation projects throughout the County. As of year-end \$19 million remains unspent, but allocated for planned road and bridge projects in 2021 and beyond.
- Capital grants and contributions increased by \$11.2 million, offset by increased construction costs related to road and bridge projects.
- Investment income had another large positive year-end mark to market adjustment of \$992,883 in 2020.

**Carver County's Changes in Net Position**

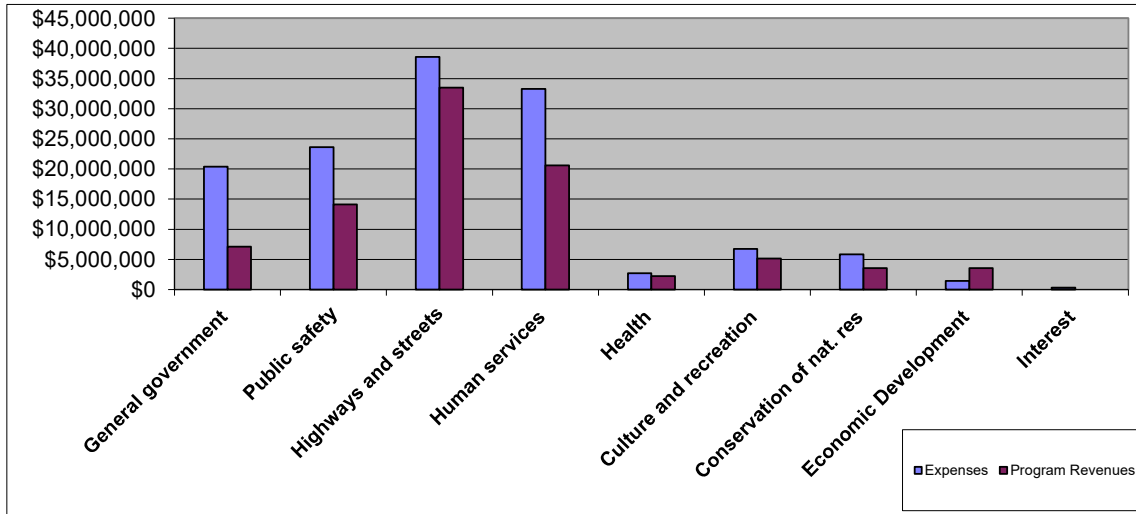
	<b>Governmental Activities</b>	
	<b>2020</b>	<b>2019</b>
<b>Revenues:</b>		
Program revenues:		
Fees, Charges, Fines and Other	\$ 16,799,569	\$ 16,801,132
Operating grants & contributions	46,687,336	44,813,511
Capital grants & contributions	26,322,183	15,077,617
General revenues:		
Property taxes	60,521,577	57,298,086
Wheelage tax	1,818,640	1,852,555
Transportation tax	8,718,603	8,886,490
Gravel tax	70,185	70,774
Grants & contributions not restricted to specific programs	4,115,442	3,790,901
Payment in lieu of taxes	232,346	203,751
Investment income	2,681,607	3,497,201
Miscellaneous	1,231,897	1,094,573
<b>Total Revenues</b>	<b>169,199,385</b>	<b>153,386,591</b>
<b>Expenses:</b>		
General government	20,397,035	17,502,195
Public safety	23,634,384	24,937,652
Highways and streets	38,577,704	24,500,556
Human services	33,282,496	32,376,629
Health	2,725,877	2,530,731
Culture and recreation	6,731,248	6,798,798
Conservation of natural resources	5,862,403	5,269,168
Economic development	1,456,916	-
Interest	313,172	403,734
<b>Total Expenses</b>	<b>132,981,235</b>	<b>114,319,463</b>
Increase in net position	36,218,150	39,067,128
<b>Net Position 1/1</b>	<b>353,437,033</b>	<b>314,369,905</b>
<b>Net Position 12/31</b>	<b>\$ 389,655,183</b>	<b>\$ 353,437,033</b>

The expenses stated for each function of government above are reflective after the allocation of indirect expense.

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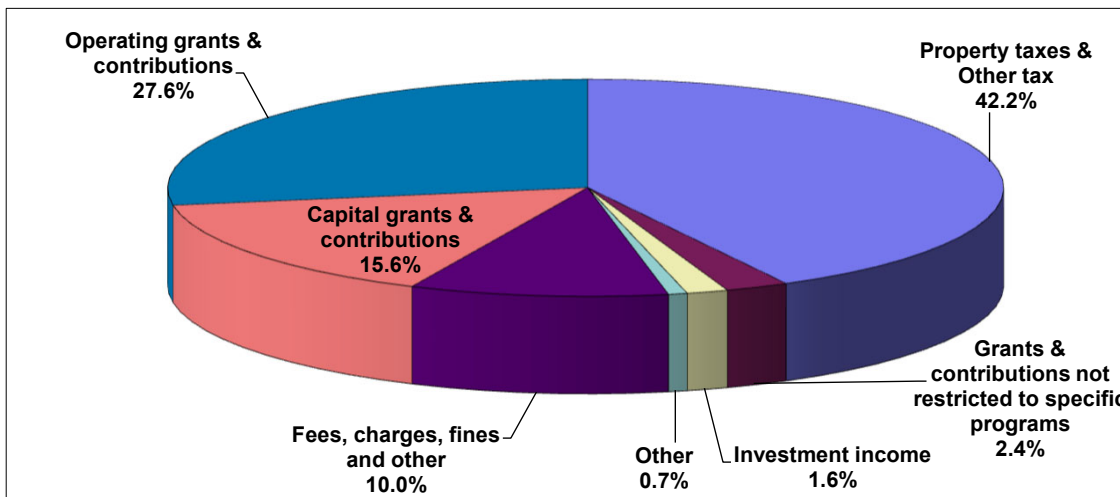
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**2020 Expenses and Program Revenues - Governmental Activities**



*Expenses presented in this graph are reflective after the indirect expense allocation, see page 22 of this report.*

**2020 Revenues by Source - Governmental Activities**



**Financial Analysis of the Government's Funds**

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

**Governmental Funds.** The focus of Carver County governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Carver County's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.



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As of the end of the current fiscal year, Carver County's governmental funds reported combined ending fund balances of \$103,851,970 an increase of \$18,207,775 in comparison with the prior year. Most of the total amount, \$79,894,829 constitutes assigned or unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is not available for new spending because it has been restricted for specific purposes or is nonspendable.

The General Fund is the chief operating fund of Carver County. At the end of the current fiscal year assigned, committed, and unassigned fund balance of the General Fund was \$31,218,412, while total fund balance reached \$37,026,305. As a measure of the General Fund's liquidity, it may be useful to compare assigned, committed, and unassigned fund balance and the total fund balance to total fund expenditures and transfers out. Assigned, committed, and unassigned fund balance represents 48.6 percent of total General Fund expenditures and transfers out, while total fund balance represents approximately 57.4 percent of that same amount. The fund balance of Carver County's General Fund increased by \$10,889,638 during the current fiscal year. This is largely attributed to \$10,002,724 in restricted, committed, and assigned fund balance for COVID19 related needs, initiatives, and programs.

The Road and Bridge Fund had a total fund balance of \$5,094,355 at the end of the current fiscal year. The fund balance of the Road and Bridge Fund increased by \$48,292 during the current year primarily due to the transfer of funds to insure the proper level of fund balance to cover 35% of next year's operating budget needs.

The Health and Human Services Fund had a total fund balance of \$11,940,461 at the end of the current fiscal year. The fund balance of the Health and Human Services Fund increased by \$490,989 during the current fiscal year. This change is primarily due to the transfer of funds to insure the proper level of fund balance to cover 35% of next year's operating budget needs.

The Ditch Fund had an overall positive fund balance of \$107,829 at the end of the current fiscal year. The fund balance of the Ditch Fund increased by \$28,839 during the fiscal year, due to special assessments received during the year.

The Rail Authority Fund had a fund balance of \$238,266 at the end of the current fiscal year. The fund balance of the Rail Authority Fund increased by \$8,006 during the current fiscal year to be used for future stewardship projects.

The Water Management Organization Fund had a fund balance of \$427,016 at the end of the current fiscal year. The fund balance of the Water Management Organization Fund increased by \$95,028 during the current fiscal year due to more projects rolling into 2021.

The Debt Service Fund had a total fund balance of \$11,917,326 at the end of the current fiscal year which is available for payment of debt service. The fund balance of the Debt Service Fund increased by \$584,625 during the current fiscal year as planned in the budgeting process by the County and the bond covenant requirement to levy at 105% of the debt service requirements.

The Buildings Capital Improvement Fund had a total fund balance of \$3,307,658 at the end of the current fiscal year. This fund balance is assigned for capital projects, the Public Works (PW) Northwest Satellite Facility Site Improvements, and the Year-End Savings (YES) account. The fund balance of the Buildings Capital Improvement Fund increased by \$784,476 during the current fiscal year. This increase is largely due to projects planned into 2021.

The Road and Bridge Capital Improvement Fund had a total fund balance of \$31,748,266 at the end of the current fiscal year. The fund balance is assigned to: capital projects, transportation tax projects, and the YES account. The fund balance of the Road and Bridge Capital Improvement Fund increased by \$5,341,565 during the fiscal year. The key factors for the increase is federal and state funds received from project costs in the previous year, as well as, the continued accumulation of transportation tax for planned future projects.

The Parks & Trails Capital Improvement Fund had a total fund balance of \$2,044,488 at the end of the current fiscal year. These funds are restricted to Coney Island improvements and assigned for: park land acquisition, capital projects, and the YES account. The fund balance for the Parks and Trails Capital Improvement Fund decreased by \$63,683 during the fiscal year. This change is attributed to the spend down of a portion of the restricted Coney Island funds and projects costs incurred but the reimbursement was not received and available.

**General Fund Budgetary Highlights**

The difference between the original budget expenditures and other financing uses and the final amended budget expenditures and other financing uses was an increase of \$10,358,872 during the fiscal year. The difference between the original budget revenues and other financing sources and the final amended budget revenues and other financing sources was an increase of \$18,435,667. The significant budget changes during the current fiscal year were:

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- Increasing intergovernmental revenue by \$16,170,867, mainly for additional grants that were awarded in 2020 or carried forward from 2019 and were not a part of the 2020 adopted budget. This includes the \$12.9 million in Coronavirus Relief funding and \$2.1 million in County Relief Grant funds.
- Increasing transfers in by \$1,313,020, largely due to the allocation of the State Turnback reimbursement, for projects and purchases approved by the Board; as well as, the vacancy savings allocation.
- Increasing and decreasing budgeted expenditures for: Vacancy Savings budget was allocated out to the respective departmental budgets based on anticipated vacancy savings and budgeted spend of the Coronavirus Relief funding.
- Increasing transfers out by \$1,390,637, is mainly related to adjusting the working capital amount across the operating funds and transferring excess funds to the YES account maintained in the CIP funds.

The final amended budget expenditures and transfers out exceeded actual expenditures and other financing uses by \$2,214,160 during fiscal year. The actual revenues and other financing sources were greater than the final amended budget revenues and other financing sources by \$598,683. Significant variances during the current fiscal year included the following:

- Actual Commissioners, Taxpayer Services, Finance, Information Technology, Human Resources, Sheriff, Court Services, Parks, and Environmental Services expenditures were \$362,477, \$115,667, \$192,632, \$272,361, \$269,869, \$545,798, \$126,343, \$145,601, and \$158,965, respectively, less than final budgeted expenditures as a result of tighter restrictions on discretionary spending and vacancy savings.
- Actual court administration expenditures were \$142,574 over the final budgeted expenditures as a result of increased costs in juvenile cases. There was an increased number of cases and higher case costs related to the additional hearing being required.
- Investment Income was higher than the budgeted amount by \$1,074,692. This is largely due favorable interest rates and a positive year-end mark to market adjustment that was \$992,883.
- Charges for Services was lower than the budgeted amount by \$447,247 this variance mainly comes from the inmate boarding revenues coming in \$342,815 below budget in 2020. Inmate revenues were reviewed during the 2021 budget process and adjusted.

**Capital Asset and Debt Administration**

**Capital Assets.** Carver County's investment in capital assets for its governmental activities as of December 31, 2020, is \$326,972,189 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements other than buildings, machinery and equipment, and infrastructure. The total increase in Carver County's investment in capital assets for the current year was approximately 6.6 percent. The increase in capital assets was mainly due to an increase of \$25,185,713 in construction in progress.

Major capital asset events during the current fiscal year included the following:

- Completion of the MNDOT ARMER system, \$584,179.
- Completion of the Carver County Mental Wellness Facility addition, \$1,259,189.
- Continued road construction during 2020, an increase in construction in progress of \$20,873,921.
- Depreciation expense for the year of \$9,632,804.

**Carver County's Capital Assets  
(net of depreciation)**

	<b>Governmental Activities</b>	
	<b>2020</b>	<b>2019</b>
Land	\$ 29,993,626	\$ 29,993,626
Construction in Progress	141,660,626	116,474,913
Buildings	34,708,222	34,738,786
Improvements other than buildings	97,894	114,503
Machinery and Equipment	6,708,644	5,982,568
Infrastructure	113,803,177	119,351,830
<b>Total</b>	<b>\$ 326,972,189</b>	<b>\$ 306,656,226</b>

Additional information on Carver County's capital assets can be found in Note 3.C on page 44 of this report.

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CHASKA, MN**

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**Long-term Debt.** At the end of the current fiscal year, Carver County had total bonded debt outstanding of \$21,959,207. This is a decrease of \$3,918,989 from the start of the year. Current and future County tax levies are used to finance all bonded debt.

Carver County's total debt decreased by \$3,803,522 during the current fiscal year; resulting from regularly scheduled payoffs, and other debt retirements. The decrease was offset by additional loans added through the Agricultural Best Management Loan Program, these loans will be paid from special assessments.

**Carver County's Outstanding Debt**

	<b>Governmental Activities</b>	
	<b>2020</b>	<b>2019</b>
General obligation bonds	\$ 11,353,207	\$ 14,268,196
General obligation notes payable	10,606,000	11,610,000
Loans	818,516	703,049
<b>Total</b>	<b>\$ 22,777,723</b>	<b>\$ 26,581,245</b>

Carver County's bond credit rating increased from a rating of Aa2 in 2009 to an AAA rating because of the future economic outlook and sound fiscal management. The AAA bond credit rating was maintained through 2020 and into 2021.

State statutes limit the amount of general obligation debt a county can incur to no more than 3% of the assessed value of taxable property in the county. The current debt limitation for Carver County is \$469,021,677, which is significantly in excess of Carver County's outstanding general obligation debt.

Additional information on Carver County's long-term debt can be found in Note 3.F on pages 46-48 of this report.

**Economic Factors and Next Year's Budgets and Rates**

- The 2020 average unemployment rate for Carver County was 4.9%, which is an increase from a rate of 2.8% a year ago. This compares favorably to the State's average unemployment rate of 6.2% and the national average of 8.1%.
- County General Fund expenditures for 2021 are budgeted to increase 0.24% from 2020.
- The 2021 budget responded to the uncertain fiscal challenges related to the COVID19 pandemic while continuing the County's history of providing a stable level of service to its citizens.
- Economic benchmarks, including property market values and new construction, showed improved growth from 2020. The County's \$368,000 average value home in 2021 increased in value by 1.5% compared to 2020. The 2021 budget recommendations captured the new tax base created by this growth, which allowed for a zero County tax impact on the average-valued residential property for 2021.
- Carver County has been allocated \$20.4 million in Coronavirus Local Fiscal Recovery Funds (American Rescue Plan Act).

**Requests for Information**

This financial report is designed to provide a general overview of Carver County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Financial Services Department, 600 East Fourth Street, Government Center, Administration Building, Chaska, MN 55315-2183. Or visit our website at <https://www.co.carver.mn.us/>

# **Basic Financial Statements**

**CARVER COUNTY  
CHASKA, MINNESOTA**

**STATEMENT OF NET POSITION  
DECEMBER 31, 2020**

	<u>Primary Government</u>	<u>Component Unit</u>
	<u>Governmental</u>	<u>Community</u>
	<u>Activities</u>	<u>Development</u>
	<u>Agency</u>	<u>Agency</u>
<b><u>Assets</u></b>		
Current assets		
Cash and Pooled Investments	\$ 114,005,790	\$ 9,276,168
Petty Cash and Change Funds	7,455	-
Departmental Cash	101,156	-
Undistributed Cash in Custodial Funds	25,761	-
Minnesota Foundation Endowment	57,715	-
Taxes Receivable		
Delinquent	409,116	-
Special Assessments Receivable		
Delinquent	4,570	-
Deferred	651,535	-
Accounts Receivable	700,063	88,435
Accrued Interest Receivable	437,329	29,316
Note Receivable	-	1,739
Due From Other Governments	26,844,032	213,050
Inventories	734,485	-
Prepaid Items	1,081,865	97,089
Restricted Assets		
Cash and Pooled Investments	-	6,565,812
Total Current Assets	<u>145,060,872</u>	<u>16,271,609</u>
Noncurrent assets		
Capital Assets - Not being Depreciated		
Land	29,993,626	8,242,247
Construction in Progress	141,660,626	4,000
Capital Assets - Net of Depreciation		
Buildings	34,708,222	28,411,064
Improvements other than Buildings	97,894	196,700
Machinery and Equipment	6,708,644	73,817
Infrastructure	113,803,177	-
Net OPEB Asset	2,430,959	-
Notes, Loans & Mortgages Receivable - Noncurrent	-	622,526
Total Noncurrent Assets	<u>329,403,148</u>	<u>37,550,354</u>
<b>Total Assets</b>	<u>474,464,020</u>	<u>53,821,963</u>
<b><u>Deferred Outflows of Resources</u></b>		
Deferred Charges on Refunding	-	420,151
Deferred Pension Resources	7,985,566	-
Deferred OPEB Resources	288,203	-
<b>Total Deferred Outflows of Resources</b>	<u>8,273,769</u>	<u>420,151</u>

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

**CARVER COUNTY  
CHASKA, MINNESOTA**

**STATEMENT OF NET POSITION  
DECEMBER 31, 2020  
(Continued)**

	<u>Primary Government</u>	<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Community Development Agency</u>
<b><u>Liabilities</u></b>		
Current liabilities		
Accounts Payable	2,509,884	105,937
Accrued Interest Payable	201,690	384,732
Salaries Payable	2,347,815	14,984
Contracts Payable	2,226,884	-
Retainage Payable	407,307	-
Other current liabilities	-	316,423
Customer deposits	1,216,173	341,549
Due to other Governments	1,162,275	-
General Obligation Bonds Payable - due within one year (net of premium/ discount)	2,545,917	1,175,000
Notes Payable - due within one year	1,014,000	74,489
Loans Payable - due within one year	178,937	-
Compensated Absences - due within one year	499,762	158,819
Unearned Revenue	593,016	55,492
Total Current Liabilities	<u>14,903,660</u>	<u>2,627,425</u>
Noncurrent liabilities:		
General Obligation Bonds Payable - due in more than one year (net of premium/ discount)	8,807,290	24,678,370
Notes Payable - due in more than one year	9,592,000	5,796,958
Loans Payable - due in more than one year	639,579	-
Compensated Absences - due in more than one year	5,406,296	-
Net Pension Liability - due in more than one year	43,129,045	-
Total Noncurrent Liabilities	<u>67,574,210</u>	<u>30,475,328</u>
<b>Total Liabilities</b>	<u>82,477,870</u>	<u>33,102,753</u>
<b><u>Deferred Inflows of Resources</u></b>		
Deferred Pension Resources	8,699,370	-
Deferred OPEB Resources	1,879,605	-
Property Taxes Collected for Subsequent Period	25,761	-
<b>Total Deferred Inflows of Resources</b>	<u>10,604,736</u>	<u>-</u>
<b><u>Net Position</u></b>		
Net Investment in Capital Assets	302,915,925	5,623,162
Restricted for:		
CDA	-	4,447,161
Coney Island Improvements	229,991	-
Charles Dalke Donation	500,000	-
Recorder's Equipment	77,838	-
Recorder's Information Technology	223,992	-
Minnesota Foundation Endowment (Nonexpendable)	57,715	-
Restitution	56,985	-
Law Library	171,229	-
ATOD Program	9,087	-
Conceal and Carry	328,421	-
Attorney Forfeitures	71,609	-
Posse	6,604	-
Solid Waste Fees	469,581	-
Watershed Districts	427,017	-
Sheriff Forfeitures	84,205	-
Sheriff Explorers	1,312	-
Sheriff Reserves	8,903	-
TRIAD	1,544	-
Dive Team	6,281	-
Chaplain	25	-
Prostitution Assessments	1,088	-
E-911	664,395	-
COVID-19 Economic Relief Program	2,115,235	-
Gravel Pit Closure	203,896	-
MNDOT Allotments	16,510,637	-
Ditch Maintenance	107,829	-
Debt Service	11,736,056	-
Unrestricted	52,667,783	11,069,038
<b>Total Net Position</b>	<u>\$ 389,655,183</u>	<u>\$ 21,139,361</u>

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

**CARVER COUNTY  
CHASKA, MINNESOTA**

**STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Expenses	Indirect Expense Allocation	Fees, Charges, Fines and Other	Program Revenues		Net (Expense)/Revenue and Change in Net Position	
				Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities	Component Unit Community Development Agency
<b>Functions/Programs</b>							
<b>Primary Government</b>							
<b>Governmental activities:</b>							
General government	\$ 28,370,554	\$ (7,973,519)	\$ 4,364,784	\$ 2,761,741	\$ -	\$ (13,270,510)	\$ -
Public safety	21,071,415	2,562,969	5,509,134	8,630,646	-	(9,494,604)	-
Highways and streets	37,729,977	847,727	29,494	10,304,035	23,147,769	(5,096,406)	-
Human services	30,138,451	3,144,045	4,110,607	15,901,958	589,357	(12,680,574)	-
Health	2,475,112	250,765	8,202	2,200,799	-	(516,876)	-
Culture and recreation	5,931,586	799,662	546,839	2,010,813	2,585,057	(1,588,539)	-
Conservation of natural resources	5,494,052	368,351	2,230,509	1,305,193	-	(2,326,701)	-
Economic development	1,456,916	-	-	3,572,151	-	2,115,235	-
Interest	313,172	-	-	-	-	(313,172)	-
<b>Total primary government</b>	<b>\$ 132,981,235</b>	<b>\$ -</b>	<b>\$ 16,799,569</b>	<b>\$ 46,687,336</b>	<b>\$ 26,322,183</b>	<b>\$ (43,172,147)</b>	<b>\$ -</b>
<b>Component unit:</b>							
Community Development Agency	\$ 11,420,265	\$ -	\$ 8,910,473	\$ 4,149,930	\$ -	\$ -	\$ 1,640,138
<b>General revenues:</b>							
Property Taxes						\$ 60,521,577	\$ -
Wheelage Tax						1,818,640	-
Transportation Tax						8,718,603	-
Gravel Tax						70,185	-
Grants and contributions not restricted to specific programs						4,115,442	-
Payment in lieu of taxes						232,346	-
Investment income						2,681,607	61,590
Miscellaneous						1,231,897	-
<b>Total general revenues</b>						<b>79,390,297</b>	<b>61,590</b>
Change in net position						36,218,150	1,701,728
<b>Net position - beginning</b>						<b>353,437,033</b>	<b>19,437,633</b>
<b>Net position - ending</b>						<b>\$ 389,655,183</b>	<b>\$ 21,139,361</b>

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

**CARVER COUNTY  
CHASKA, MINNESOTA**

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2020**

<b>Assets</b>	General	Road & Bridge Special	Health & Human Services Special	Debt Service	Buildings CIP	Road & Bridge CIP	Parks & Trails CIP	Other Governmental Funds	Total Governmental Funds
		Revenue Fund	Revenue Fund						
Cash and Pooled Investments	\$ 37,325,725	\$ 4,701,646	\$ 11,443,701	\$ 11,905,597	\$ 3,243,822	\$ 34,085,717	\$ 2,386,961	\$ 903,868	\$ 105,997,037
Petty Cash and Change Funds	6,605	100	750	-	-	-	-	-	7,455
Departmental Cash	101,156	-	-	-	-	-	-	-	101,156
Undistributed Cash in Custodial Funds	14,425	2,181	5,680	1,933	-	933	-	609	25,761
Minnesota Foundation Endowment	57,715	-	-	-	-	-	-	-	57,715
Taxes Receivable									
Delinquent	233,051	34,391	88,302	32,150	18	14,807	2	6,395	409,116
Special Assessments Receivable									
Delinquent	4,215	-	-	-	-	-	-	355	4,570
Unavailable	599,562	-	-	-	-	-	-	51,973	651,535
Accounts Receivable	132,949	37,304	440,880	-	-	-	-	12,559	623,692
Accrued Interest Receivable	437,329	-	-	-	-	-	-	-	437,329
Due from other Funds	41,306	4,278	42,587	-	-	-	-	5,747	93,918
Due from other Governments	3,220,280	38,664	2,188,247	-	80,631	20,765,062	544,298	6,850	26,844,032
Inventories	-	734,485	-	-	-	-	-	-	734,485
Prepaid Items	764,540	57,744	233,472	-	-	-	-	-	1,055,756
<b>Total Assets</b>	<b>42,938,858</b>	<b>5,610,793</b>	<b>14,443,619</b>	<b>11,939,680</b>	<b>3,324,471</b>	<b>54,866,519</b>	<b>2,931,261</b>	<b>988,356</b>	<b>137,043,557</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>									
<b>Liabilities:</b>									
Accounts Payable	646,360	135,185	627,155	-	9,572	1,044,246	-	12,616	2,475,134
Salaries Payable	1,403,052	184,533	760,230	-	-	-	-	-	2,347,815
Contracts Payable	438,402	35,789	42,615	-	2,284	1,592,462	102,489	12,843	2,226,884
Retainage Payable	-	-	-	-	-	159,785	239,986	-	399,771
Customer Deposits Payable	1,216,173	-	-	-	-	-	-	-	1,216,173
Due to other Funds	435,488	41,639	347,487	-	4,946	5,747	-	-	835,307
Due to other Governments	315,088	30,383	343,842	-	-	342,869	-	130,093	1,162,275
Unearned Revenue	339,410	-	253,606	-	-	-	-	-	593,016
<b>Total Liabilities</b>	<b>4,793,973</b>	<b>427,529</b>	<b>2,374,935</b>	<b>-</b>	<b>16,802</b>	<b>3,145,109</b>	<b>342,475</b>	<b>155,552</b>	<b>11,256,375</b>
<b>Deferred Inflows of Resources:</b>									
Unavailable revenue	1,104,155	86,728	122,543	20,421	11	19,972,211	544,298	59,084	21,909,451
Property Taxes Collected for Subsequent Period	14,425	2,181	5,680	1,933	-	933	-	609	25,761
<b>Total Deferred Inflows of Resources</b>	<b>1,118,580</b>	<b>88,909</b>	<b>128,223</b>	<b>22,354</b>	<b>11</b>	<b>19,973,144</b>	<b>544,298</b>	<b>59,693</b>	<b>21,935,212</b>
<b>Fund Balances:</b>									
<b>Non-spendable:</b>									
Inventories	-	734,485	-	-	-	-	-	-	734,485
Minnesota Foundation Endowment	57,715	-	-	-	-	-	-	-	57,715
Prepays	737,104	57,744	233,472	-	-	-	-	-	1,028,320
<b>Restricted for:</b>									
Coney Island Improvements	-	-	-	-	-	-	229,991	-	229,991
Charles Dalke Donation	500,000	-	-	-	-	-	-	-	500,000
Septic Loan Program	214,740	-	-	-	-	-	-	-	214,740
Gravel Pit Closure	-	203,896	-	-	-	-	-	-	203,896
Recorder's Information Technology	223,992	-	-	-	-	-	-	-	223,992
Recorder's Equipment	77,838	-	-	-	-	-	-	-	77,838
Restitution	56,985	-	-	-	-	-	-	-	56,985
Attorney Forfeitures	71,609	-	-	-	-	-	-	-	71,609
Law Library	171,229	-	-	-	-	-	-	-	171,229
ATOD Program	9,087	-	-	-	-	-	-	-	9,087
Conceal and Carry	328,421	-	-	-	-	-	-	-	328,421
COVID-19 Economic Relief Program	2,115,235	-	-	-	-	-	-	-	2,115,235
Posse	6,604	-	-	-	-	-	-	-	6,604
Solid Waste Fees	469,581	-	-	-	-	-	-	-	469,581
Watershed Districts	-	-	-	-	-	-	-	427,016	427,016
Sheriff Forfeitures	84,205	-	-	-	-	-	-	-	84,205
Sheriff Explorers	1,312	-	-	-	-	-	-	-	1,312
TRIAD	1,544	-	-	-	-	-	-	-	1,544
Sheriff Reserves	8,903	-	-	-	-	-	-	-	8,903
E-911	664,395	-	-	-	-	-	-	-	664,395
Dive Team	6,281	-	-	-	-	-	-	-	6,281
Chaplain	25	-	-	-	-	-	-	-	25
Prostitution Assessments	1,088	-	-	-	-	-	-	-	1,088
Debt Service	-	-	-	11,917,326	-	-	-	-	11,917,326
Ditch Maintenance	-	-	-	-	-	-	-	107,829	107,829
<b>Committed to:</b>									
COVID-19 Budget Stabilization Account	4,237,489	-	-	-	-	-	-	-	4,237,489
Assigned to (Note 3.G.):	6,905,953	4,098,230	11,706,989	-	3,307,658	31,748,266	1,814,497	238,266	59,819,859
Unassigned:	20,074,970	-	-	-	-	-	-	-	20,074,970
<b>Total Fund Balances</b>	<b>37,026,305</b>	<b>5,094,355</b>	<b>11,940,461</b>	<b>11,917,326</b>	<b>3,307,658</b>	<b>31,748,266</b>	<b>2,044,488</b>	<b>773,111</b>	<b>103,851,970</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 42,938,858</b>	<b>\$ 5,610,793</b>	<b>\$ 14,443,619</b>	<b>\$ 11,939,680</b>	<b>\$ 3,324,471</b>	<b>\$ 54,866,519</b>	<b>\$ 2,931,261</b>	<b>\$ 988,356</b>	<b>\$ 137,043,557</b>

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



**CARVER COUNTY  
CHASKA, MINNESOTA**

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
DECEMBER 31, 2020**

<b>Fund Balances - Total Governmental Funds</b>		<b>\$ 103,851,970</b>
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Internal Service Funds are used by management to charge costs of insurance, compensated absences, other post-employment benefits to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of activities.</p>	2,904,279	
<p>Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds</p>		326,972,188
<p>Contributions to the OPEB Trust in excess of the total OPEB liability recognized to date are not current financial resources and therefore are not reported at the fund level.</p>		2,430,959
<p>Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.</p>		
<p>General Obligation Bonds Payable</p>	(11,353,207)	
<p>Notes Payable</p>	(10,606,000)	
<p>Loans Payable</p>	(818,516)	
<p>Net Pension Liability</p>	(43,129,045)	
<p>Accrued Interest Payable</p>	(201,690)	(66,108,458)
<p>Deferred outflows of resources and deferred inflows of resources are created as a result of various differences related to OPEB and pensions that are not recognized in the governmental funds.</p>		
<p>Deferred outflow of resources</p>	8,273,769	
<p>Deferred inflow or resources</p>	(10,578,975)	(2,305,206)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.</p>		21,909,451
<b>Net Position of Governmental Activities</b>		<b>\$ 389,655,183</b>

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

**CARVER COUNTY  
CHASKA, MINNESOTA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	General	Road & Bridge Special Revenue Fund	Health & Human Services Special Revenue Fund	Debt Service	Buildings CIP	Road & Bridge CIP	Parks & Trails CIP	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>									
Taxes	\$ 34,531,830	\$ 5,167,604	\$ 13,281,553	\$ 4,526,376	\$ 5	\$ 12,717,817	\$ 2	\$ 965,144	\$ 71,190,331
Special Assessments	260,070	-	306	-	-	-	-	65,276	325,652
Licenses and Permits	791,593	-	-	-	-	-	-	32,396	823,989
Intergovernmental	23,311,057	4,162,844	15,552,047	16,174	662,897	38,269,902	4,319,776	3,963	86,298,660
Charges for Services	10,740,102	2,900	3,892,401	-	-	-	-	13,075	14,648,478
Fines and Forfeits	232,428	-	-	-	-	-	-	-	232,428
Gifts and Contributions	542,983	-	71,664	-	-	-	-	-	614,647
Investment Income	2,677,888	-	-	-	-	-	-	1,350	2,679,238
Miscellaneous	497,804	200,620	184,755	-	-	3,648	313,447	52,611	1,252,885
<b>Total Revenues</b>	<b>73,585,755</b>	<b>9,533,968</b>	<b>32,982,726</b>	<b>4,542,550</b>	<b>662,902</b>	<b>50,991,367</b>	<b>4,633,225</b>	<b>1,133,815</b>	<b>178,066,308</b>
<b>Expenditures:</b>									
Current:									
General Government	25,229,842	-	-	-	32,335	-	-	-	25,262,177
Public Safety	22,998,482	-	-	-	2,956	-	-	-	23,001,438
Highways and Streets	71,546	9,345,996	-	-	-	476,694	-	-	9,894,236
Human Services	1,489,363	-	29,589,965	-	-	-	-	-	31,079,328
Health	1,296,941	-	1,309,474	-	-	-	-	-	2,606,415
Culture and Recreation	5,625,620	-	-	-	-	-	-	100,114	5,725,734
Conservation of Natural Resources	4,683,384	-	-	-	60,000	-	-	799,234	5,542,618
Economic Development	1,456,916	-	-	-	-	-	-	-	1,456,916
Intergovernmental	-	219,739	-	-	-	-	-	-	219,739
Highways and Streets	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	1,024,203	44,570,452	5,535,565	-	51,130,220
Debt Service:									
Principal Retirement	153,323	-	-	3,714,000	-	-	-	-	3,867,323
Interest and Fiscal Charges	-	-	-	558,925	-	-	-	-	558,925
<b>Total Expenditures</b>	<b>63,005,417</b>	<b>9,565,735</b>	<b>30,899,439</b>	<b>4,272,925</b>	<b>1,119,494</b>	<b>45,047,146</b>	<b>5,535,565</b>	<b>899,348</b>	<b>160,345,069</b>
Excess (Deficiency) of Revenues over (under) Expenditures	10,580,338	(31,767)	2,083,287	269,625	(456,592)	5,944,221	(902,340)	234,467	17,721,239
<b>Other Financing Sources (Uses):</b>									
Transfers In	1,508,500	694,970	312,298	315,000	1,241,068	1,496,314	838,657	-	6,406,807
Transfers Out	(1,479,373)	(819,582)	(1,906,288)	-	-	(2,098,970)	-	(102,594)	(6,406,807)
Loans Issued	268,790	-	-	-	-	-	-	-	268,790
Proceeds from Sale of Capital Assets	11,383	8,529	1,692	-	-	-	-	-	21,604
<b>Total Other Financing Sources (Uses)</b>	<b>309,300</b>	<b>(116,083)</b>	<b>(1,592,298)</b>	<b>315,000</b>	<b>1,241,068</b>	<b>(602,656)</b>	<b>838,657</b>	<b>(102,594)</b>	<b>290,394</b>
Net Change in Fund Balances	10,889,638	(147,850)	490,989	584,625	784,476	5,341,565	(63,683)	131,873	18,011,633
Fund Balance - January 1	26,136,667	5,046,063	11,449,472	11,332,701	2,523,182	26,406,701	2,108,171	641,238	85,644,195
Increase (Decrease) in Inventories	-	196,142	-	-	-	-	-	-	196,142
<b>Fund Balance - December 31</b>	<b>\$ 37,026,305</b>	<b>\$ 5,094,355</b>	<b>\$ 11,940,461</b>	<b>\$ 11,917,326</b>	<b>\$ 3,307,658</b>	<b>\$ 31,748,266</b>	<b>\$ 2,044,488</b>	<b>\$ 773,111</b>	<b>\$ 103,851,970</b>

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

**CARVER COUNTY  
CHASKA, MINNESOTA**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2020**

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

Net change in fund balances - total governmental funds	\$	18,011,633
Change in net position from the Internal Service Funds		(4,946)

Capital Outlays are reported as expenditures in governmental funds. However in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.

Capital Outlay	\$ 29,957,151	
Depreciation Expense	(9,632,804)	
	<u>\$ 20,324,347</u>	20,324,347

Various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and retirements) decrease net position.

Disposals	\$ (8,384)	(8,384)
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The issuance of long term debt (e.g., bonds, loans payable) provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of the 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. The amounts below are the effects of these differences in the treatment of long-term debt and related items.

Proceeds from Loan	\$ (268,790)	
Principal Repayments	3,867,323	
Net Adjustment to Interest Payable	40,769	
Amortization of Bond Discount	(914)	
Amortization of Bond Premium	205,903	
	<u>\$ 3,844,291</u>	3,844,291

Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the governmental funds.

Net Adjustment to Unavailable Revenue	\$ (9,407,993)	(9,407,993)
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The reduction of 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.

Change in Net Pension Liability	\$ (5,027,836)	
Change in Net Deferred Pension Outflows	(2,371,611)	
Change in Net Deferred Pension Inflows	9,578,365	
Change in Net OPEB	1,749,404	
Change in Net Deferred OPEB Outflows	(41,172)	
Change in Net Deferred OPEB Inflows	(624,090)	
Change in Inventory	196,142	
	<u>\$ 3,459,202</u>	3,459,202

Changes in net position of governmental activities	\$	<u>36,218,150</u>
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Notes to the financial statements are an integral part of this statement.

CARVER COUNTY  
CHASKA, MINNESOTA

STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
DECEMBER 31, 2020

	Governmental Activities Internal Service Funds
<b><u>Assets</u></b>	
<b>Current</b>	
Cash and Pooled Investments	\$ 8,008,753
Accounts Receivable	76,371
Due from other Funds	741,389
Prepaid Items	26,109
<b>Total Current Assets</b>	<b>8,852,622</b>
<b><u>Liabilities</u></b>	
<b>Current</b>	
Accounts Payable	34,750
Retainage Payable	7,536
Compensated Absences - due within one year	499,761
<b>Total Current Liabilities</b>	<b>542,047</b>
<b>Non-Current</b>	
Compensated Absences - due in more than one year	5,406,296
<b>Total Liabilities</b>	<b>5,948,343</b>
<b><u>Net Position</u></b>	
Unrestricted	<b>\$ 2,904,279</b>

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

**CARVER COUNTY  
CHASKA, MINNESOTA**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND  
NET POSITION- PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Governmental Activities Internal Service Funds
<b>Operating Revenues:</b>	
Charges for Services	\$ 2,165,514
Insurance Refunds	503,777
Total Operating Revenues	2,669,291
<b>Operating Expenses:</b>	
Risk Management	1,438,034
Personnel Benefits	1,236,203
Total Operating Expenses	2,674,237
Operating Income (Loss)	(4,946)
Net Position - Beginning	2,909,225
Net Position-Ending	\$ 2,904,279

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

**CARVER COUNTY  
CHASKA, MINNESOTA**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Governmental Activities Internal Service Funds
Cash Flows from Operating Activities:	
Receipts from Internal Services Provided	\$ 2,094,641
Refunds from Insurance Provider	503,778
Disbursements for Internal Services Provided	(2,835,875)
Total Cash Flows from Operating Activities	(237,456)
Cash and Cash Equivalents at January 1	8,246,209
Cash and Cash Equivalents at December 31	\$ 8,008,753
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	\$ (4,946)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:	
(Increase) Decrease in Due from Other Funds	(702,594)
(Increase) Decrease in Accounts Receivable	(70,873)
(Increase) Decrease in Prepays	(26,109)
(Decrease) Increase in Accounts Payable	9,028
(Decrease) Increase in Retainage Payable	7,536
(Decrease) Increase in Due to Other Funds	(190,888)
(Decrease) Increase in Compensated Absences Payable	741,390
Total Adjustments	(232,510)
Net cash provided by (used for) operating activities	\$ (237,456)

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

**CARVER COUNTY  
CHASKA, MINNESOTA**

**STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
DECEMBER 31, 2020**

<u><b>Assets</b></u>	Other Postemployment Benefits	
	Trust Fund	Custodial Funds
Cash and Pooled Investments	\$ 11,641,016	\$ 4,749,937
Taxes Receivable	-	28,318
Accounts Receivable	-	64,371
Due from other Governments	-	45,849
Taxes receivable for other governments	-	2,273,844
Capital assets - not being depreciated	-	256,167
Prepaid Items	-	6,127
<b>Total Assets</b>	11,641,016	7,424,613
<u><b>Liabilities</b></u>		
Accounts Payable	-	88,397
Unearned revenue	-	126,114
Due to other Governments	-	2,617,393
<b>Total Liabilities</b>	-	2,831,904
<u><b>Deferred Inflows of Resources</b></u>		
Taxes collected in Advance of Levy	-	40,862
<u><b>Net Position</b></u>		
Restricted for:		
Postemployment Benefits	11,641,016	-
Individuals, Organizations, and Other Governments	-	4,551,847
<b>Total Net Position</b>	\$ 11,641,016	\$ 4,551,847

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

**CARVER COUNTY  
CHASKA, MINNESOTA**

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

<u><b>Additions</b></u>	Other Postemployment Benefits Trust Fund	Custodial Funds
Contributions		
Individuals	\$ -	\$ 566,799
Employer	850,684	-
Investment earnings (loss)		
Net increase (decrease) in fair value of investments	1,604,490	49,951
Interest, dividends, other	-	778,030
Property tax collections for other governments	-	159,486,567
Intergovernmental revenue	-	10,689
Fines and forfeitures	-	889,204
Fees for service	-	719,316
License and fees collected for State	-	21,073,454
Miscellaneous	-	806,037
<b>Total Additions</b>	<b>2,455,174</b>	<b>184,380,047</b>
<u><b>Deductions</b></u>		
Beneficiary payments to individuals	501,786	984,400
Payments of property tax to other governments	-	159,563,746
Payments to State	-	21,033,916
Administrative expense	-	2,789
General government	-	772,930
Projects	-	621,299
Payments to other entities	-	1,464,613
<b>Total Deductions</b>	<b>501,786</b>	<b>184,443,693</b>
<b>Change in net position</b>	<b>1,953,388</b>	<b>(63,646)</b>
<b>Fiduciary Net Position- Beginning of Year</b>	<b>9,687,628</b>	<b>-</b>
Change in Accounting Principle (See Note 1.F)	-	4,615,493
<b>Net Position- Beginning of Year, as Restated</b>	<b>9,687,628</b>	<b>4,615,493</b>
<b>Net Position- Ending</b>	<b>\$ 11,641,016</b>	<b>\$ 4,551,847</b>

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



# **Notes to Financial Statements**

**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**Note 1 - Summary of Significant Accounting Policies**

The financial reporting policies of the County conform to generally accepted accounting principles.

**A. Financial Reporting Entity**

Carver County was established March 3, 1855, and is an organized county having the powers, duties and privileges granted counties by Minn. Stat. ch. 373. The County is governed by a five-member board of commissioners elected from districts within the County. The Board is organized with a chair and vice-chair elected at the annual meeting in January of each year. The County Administrator, appointed by the Board, serves as the clerk of the Board of Commissioners but has no vote.

**Individual Component Unit Disclosures**

***Blended Component Units***

The Carver County Regional Rail Authority (CCRRA) is governed by a five-member board consisting of the County Commissioners with the power to levy taxes, issue bonds, and enter into contracts. The Authority was established for the preservation and improvement of local rail service. The Authority may purchase abandoned railroad lines within the County to preserve them for the long-range plans that may include light rail transportation or to improve the trail system. The CCRRA is included in the Carver County reporting entity as a Nonmajor Special Revenue Fund. Carver County has the ability to impose its will on the CCRRA. The CCRRA is presented as blended because the operational responsibility rests with the management of Carver County. Separate financial statements are not available.

The Carver County Water Management Organization (CCWMO) is governed by a five-member board consisting of the County Commissioners with the power to levy taxes and enter into contracts. The CCWMO was established to carry out the Water Management Plan in the County's watersheds. The CCWMO is included in the Carver County reporting entity as a Nonmajor Special Revenue Fund. Carver County has the ability to impose its will on the CCWMO. The CCWMO is presented as blended because the operational responsibility rests with the management of Carver County. Separate financial statements are not available.

***Discretely Presented Component Unit***

Carver County has determined that the Carver County Community Development Agency (CDA) meets the criteria to be presented as a component unit of Carver County. The CDA is included in the County's reporting entity because (1) the Board appoints a voting majority of the component unit's governing body and (2) the potential for the organization to impose specific financial burdens on the County. It is reported in a separate column or row in the County's government-wide statements emphasizing that the CDA is legally separate from Carver County. The CDA operates as a local government unit for the purpose of providing housing and redevelopment services and economic development assistance to Carver County. Note 5 is the beginning of the Community Development Agency notes which are presented immediately following the primary government notes to the financial statements. The complete financial statements of the CDA can be obtained by writing to the Carver County Community Development Agency, 705 Walnut Street, Chaska, Minnesota 55318.

**B. Government-wide and fund financial statements**

The government-wide statements of net position and the statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities, with the exception of interfund services provided and used, which are not eliminated in the process of consolidation. These statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for the different activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

The fund financial statements provide information about the County's funds, including its proprietary funds. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Operating expenses, such as risk management and self insurance expenses, results from a direct payment made during the current fiscal year for worker's compensation claims and health insurance deductible payments.

**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**C. Measurement Focus, Basis of Accounting**

The government-wide, proprietary fund, and fiduciary fund financial statements are presented on a consolidated basis and reported using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

The County reports the following major governmental funds:

**General Fund**

The General Fund is the general operating fund of the County. It is used to account for all financial resources except those accounted for in another fund.

**Road & Bridge Special Revenue Fund**

The Road & Bridge Fund accounts for the maintenance and construction costs of streets and highways. Financing comes primarily from committed annual property tax levy, restricted and assigned intergovernmental revenue from local, state and federal governments, as well as assigned fees for services and other miscellaneous revenue.

**Health & Human Services Special Revenue Fund**

The Health & Human Services Fund accounts for all health and human services costs. Financing comes primarily from committed annual property tax levy, restricted and assigned intergovernmental revenue from the state and federal governments, as well as assigned fees for services and other miscellaneous revenue.

**Debt Service Fund**

The Debt Service Fund accounts for the resources accumulated and payments made for the principal and interest on long-term debt of the government.

**Buildings Capital Improvement (CIP) Capital Projects Fund**

The Buildings Capital Improvement Fund accounts for, and reports, financial resources that are restricted, committed or assigned to the acquisition or construction of major capital facilities or improvements.

**Road & Bridge Capital Improvement (CIP) Capital Projects Fund**

The Road & Bridge Capital Improvement Fund accounts for, and reports, financial resources that are restricted, committed or assigned to the acquisition or construction of road and bridge improvements.

**Parks & Trails Capital Improvement (CIP) Capital Projects Fund**

The Parks & Trails Capital Improvement Fund accounts for, and reports, financial resources that are restricted, committed or assigned to the acquisition or construction of parks and trails or improvements to existing parks and trails.

Additionally, the County reports the following fund types:

**Internal Service Funds**

Internal service funds account for general liability and malpractice, worker's compensation insurance coverages provided to other departments on a cost-reimbursement basis, employee compensated absences, retiree benefits, and other post employment benefits.

**Trust Fund**

The Other Postemployment Benefits Trust Fund accounts for an irrevocable trust established for funding other postemployment benefits for eligible retired employees under a single employer defined benefit plan.

**Custodial Funds**

Custodial funds are used to account for assets held by the County as a trustee or agent for individuals, private organizations, other governments, or other funds. The Custodial funds account for monies held on behalf of school districts, special districts, and retirement boards that use the County as a depository; property taxes collected on behalf of other governments; and surety bonds and performance deposits. Custodial funds do not involve measurement of results of operations. These include: Taxes and Penalties, Inmate Account, Recorder Clearing, Alarm Fees, Local Collaborative, Sheriff Forfeitures, Lower Minnesota River Watershed District, and Other Custodial funds.

**CARVER COUNTY  
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NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted resources available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

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

**1. Deposits and Investments**

The cash balances of substantially all funds are pooled and invested by the County for the purpose of increasing earnings through investment activities. Pooled and fund investments are reported at their fair value. A market approach is used to value all investments other than external investment pools, which are measured at the net asset value. Pursuant to Minn. Stat. Section 385.07, investment earnings on cash and pooled investments are credited to the General Fund. Other funds received investment earnings based on other state statutes, grant agreements, contracts, and bond covenants. In 2020 the County recorded a "net increase in fair value of investments" of \$992,883 as part of investment income. Interest earnings from cash and pooled investments for 2020 were \$3,672,121. Total governmental fund investment earnings for 2020 were \$2,679,238. Pooled investment earnings for 2020 in the General Fund were \$2,677,888.

Carver County invests in an external investment pool, the Minnesota Association of Governments Investing for Counties (MAGIC) Fund, which is created under a joint powers agreement pursuant to Minn. Stat. § 471.59. Investments in the MAGIC portfolio pool are valued at amortized cost, per GASB 79, while investments in MAGIC Term Investments are valued at net asset value per share because, by design, they do not meet the required liquidity criteria of GASB 79.

Additionally, the County invests funds held for post-employment benefits with the State Board of Investments. The fair value of the investment is the fair value per share of the underlying portfolio. During 2020, the County recognized \$1,604,490 in investment earnings that is reported in the OPEB Trust Fund.

**2. Cash and Cash Equivalents**

The County considers cash and cash equivalents in proprietary funds to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. In addition, because the Treasury Pool is sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, equity in the pool is also deemed to be a cash equivalent.

Investments with trust accounts are stated at fair value. Investment earnings on investments in trust accounts are credited to the funds in which they are held.

**3. Receivables and Payables**

The County is responsible for the assessment, collection, and apportionment of property taxes for all jurisdictions including the schools and special districts within the County. Property taxes are levied January 1st on property values assessed as of the prior year. The tax levy is divided into two billings: first half is due May 15th and second half is due October 15th. No allowance for uncollectible taxes and special assessments have been provided because such amounts are not expected to be material. Taxes, which remain unpaid by property owners at December 31st, are considered delinquent. Special assessments receivable consist of delinquent special assessments and noncurrent special assessments.

**4. Inventories and Prepaid Items**

Inventories are valued at cost using the first-in/first-out (FIFO) method. Inventory cost in the Road & Bridge Fund is recorded as an expenditure/expense at the time the individual items are used 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. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**5. Capital Assets**

Capital assets, which include property, buildings, equipment, and infrastructure (e.g., roads, bridges, culverts and similar items), are reported in the governmental activities column in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost equal to, or greater than, \$5,000 to more than \$50,000 depending on the asset type and category, and an estimated life equal to or greater than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition price at the date of acquisition.

The costs of normal maintenance and repairs that do not add to the value of the asset or extend the useful life of the asset are not capitalized.

Property, building, and equipment of the primary government, as well as the blended component units, are depreciated using the straight-line method.

**CARVER COUNTY  
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NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

For the County, the estimated useful lives are:

<u>Assets</u>	<u>Years</u>
Buildings & Building Improvements	10-50
Improvements other than buildings	10-20
Infrastructure	30-75
Machinery & equipment	2-25

**6. Deferred outflows/inflows of resources**

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. These items, deferred OPEB outflows and deferred pension outflows, are discussed below in Note 1.D.8 and 1D.9, respectively.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The County has four such items that qualify for reporting in this category. The first item, unavailable revenue, arises only under the modified accrual basis of accounting. Unavailable revenue is reported in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Another item, property taxes collected for subsequent periods, that qualifies for reporting in this category. This item is reported in both the governmental funds balance sheet, as well as, the statement of net position. This amount results from the pre-payment of property taxes for subsequent levy years. The third and fourth items, deferred OPEB inflows and deferred pension inflows, are discussed below in Note 1.D.8 and 1.D.9., respectively.

**7. Compensated Absences**

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated annual vacation and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. The current portion of this liability is based on an estimate of the cost of severances during the upcoming year. A liability for these amounts is reported in governmental funds only if they have matured, as a result of employee resignations and retirements.

Under the County's personnel policies and union contracts, County employees are granted vacation or paid time off (PTO) in varying amounts based on their length of service. Certain County employees are also granted compensatory time. Vacation accruals for full-time employees varies from 10-25 days per year based on years of service. Sick leave accrual is 12 days per year. Paid time off (PTO) accruals vary from 20-35 days per year.

**8. Postemployment Benefits Other Than Pensions (OPEB)**

For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of Carver County OPEB benefits and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by Carver County. For this purpose, Carver County recognized benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost. Actual payment of the net OPEB liability are made directly from the same governmental funds that incurred the salary expenditures.

**9. Pension Plan**

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. Plan investments are reported at fair value. The net pension liability is liquidated primarily by the General Fund, Road & Bridge Special Revenue Fund, and the Health and Human Services Special Revenue Fund.

**10. Long-term obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, or proprietary fund type statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the straight-line interest 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.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt 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.

**11. Net Position**

Net position in the government-wide and proprietary fund financial statements is displayed in three components:

**CARVER COUNTY  
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Net investment in capital assets - consists of capital assets, net of accumulated depreciation, reduced by outstanding debt attributed to the acquisition, construction, or improvement of the assets.

Restricted - consists of restricted assets for which external restrictions have been imposed by creditors, grantors, contributors, or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted - the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that do not meet the definition of "restricted" or "net investment in capital assets".

The County applies restricted- net position prior to utilizing unrestricted- net position.

**12. Classification of Fund Balance**

Working Capital Policy -

The Board has determined that 35% of next year's operating budget needs to be available for working capital until the first half tax collections are received. Working capital by major fund are as follows:

General Fund -	\$ 20,074,971
Road & Bridge Fund -	3,430,411
Health and Human Services Fund -	11,359,892
	<u>\$ 34,865,274</u>

These amounts are included in the General Fund as unassigned fund balance and as assigned fund balance in the Road & Bridge and Health and Human Services Funds.

The working capital amount is established by formal action of the County Board and the cash cannot be used for any other purpose unless approved by the Board.

Fund balance is divided into five classifications based primarily on the extent to which the County is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - the nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash.

Restricted - fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation.

Committed - the committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (resolution) of the County Board. Those committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

COVID-19 Budget Stabilization Account - The County, by a resolution of the Board of Commissioners adopted by a 5-0 vote, to create a COVID19 Budget Stabilization Account in the amount of \$8,602,489 for the purpose to create short-term budget flexibility when addressing budget challenges related to the COVID19 public health emergency. Allowable spending has been defined in 3 categories:

- Increased needs and costs due to continued public health measures and demand for economic support.
- Revenue shortfalls: increase in delinquent property tax payments, lower sales tax from an economic downturn, service capacity limitations affecting revenue streams- License Centers, Encore, etc.
- State aid cuts and cost shifts.

At December 31, 2020, the balance remaining in the COVID19 Budget Stabilization account was \$4,237,489.

Assigned - the assigned fund balance classification includes amounts that are internally imposed constraints established by the County Board. The County Board has adopted a fund balance policy, which delegates the authority to the County Administrator or his designee to assign amounts to be used for specific purposes, but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. See note 3.G, for assigned fund balance detail.

Unassigned - the Unassigned General Fund Balance is appropriated by the Board as 35% of next year's operating budget for the specific purpose of providing working capital until first half tax collections are received. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted or committed.

The County applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

**CARVER COUNTY  
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NOTES TO THE FINANCIAL STATEMENTS  
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**13. Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources; and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**E. Revenues**

**1. Revenues**

In accordance with GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, revenues for nonexchange transactions are recognized based on the principal characteristics of the revenue. Exchange transactions are recognized as revenue when the exchange occurs. The modified accrual basis of accounting is used by all governmental fund types. Under this basis, revenue is not recognized in the financial statements unless it is available to finance current expenditures.

**2. Imposed Nonexchange Transactions**

Imposed nonexchange transactions result from assessments by governments on non-governmental entities and individuals. Property taxes, fines and penalties, and property forfeitures are imposed nonexchange transactions. Revenues from property taxes are recognized in the period for which the taxes were levied, to the extent they are collected in the current period or soon enough thereafter to be used to pay liabilities of the current period. Property taxes receivable but not available are reported as a deferred inflow of resources and will be recognized as revenue in the fiscal year that they become available. Fines and penalties and property forfeitures are recognized in the period received.

**3. Intergovernmental**

Government-mandated nonexchange transactions occur when a government at one level provides resources to a government at another level and requires that government to use them for a specific purpose. The provider government establishes purpose restrictions and also may establish time requirements. Federal and State grants mandating the County perform particular programs are government-mandated nonexchange transactions. Revenues are recognized when eligibility and time requirements are met, usually when the corresponding expenditure is incurred.

Voluntary nonexchange transactions result from legislative or contractual agreements, such as grants, entitlements, appropriations, and donations. The provider may establish purpose restrictions or eligibility requirements. Revenues are recognized in the year to which they apply according to the statute or contract. Gifts and contributions from individuals are also considered voluntary nonexchange transactions and are generally recognized when received.

Tax credits paid by the State are included in intergovernmental revenues and are recognized as revenue in the fiscal year that they become available. Subject to the availability criterion, state-aid highway allotments for highway maintenance and construction are recognized as revenue in the year of allotment.

**4. Exchange Transactions**

Special assessments levied against benefiting properties are recognized under the modified accrual basis when available to finance current expenditures. Other revenues, such as licenses and permits, charges for services, and investment income are recognized as revenue when earned.

**F. Change in Accounting Principles**

During the year ended December 31, 2020, the County adopted GASB Statement No. 84, *Fiduciary Activities*, which establishes criteria for identifying and reporting fiduciary activities. The implementation of this statement has resulted in changing the presentation of the financial statements by including accruals and net position to custodial funds not previously required. This pronouncement requires the restatement of December 31, 2019, net position of the governmental activities as follows:

	<u>Custodial Funds</u>
Net Position, January 1, 2020, as previously reported	\$ -
Change in accounting principle	4,615,493
	4,615,493
Net Position, January 1, 2020, as restated	\$ 4,615,493

**CARVER COUNTY  
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**Note 2 - Stewardship, compliance, and accountability**

**A. Budgetary information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Each appropriation lapses at the end of the fiscal year to the extent that it has not been expended.

The appropriated budget is prepared by fund, function, and department. The County's budgets may be amended or modified at any time by the County Board. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level. Adjustments to the approved budget, requested by originating departments, can be approved by the Property and Finance Director after review for adequate transfer of existing budget or addition of new revenue sources. All other changes greater than \$5,000 require Board approval, and changes of \$5,000 or less require the Property and Finance Director's approval. The material supplemental budgetary appropriations were:

Buildings Capital Improvement Fund	845,954
Road & Bridge Capital Improvement Fund	4,308,479
Parks & Trails Capital Improvement Fund	5,176,026
Rail Authority Fund	(8,006)
Water Management Organization Fund	(54,900)
Total	\$ 10,267,553

**B. Excess of expenditures over appropriations**

For the year ended December 31, 2020, in the Water Management Organization Fund (WMO), Conservation of Natural Resources exceeded appropriations by \$20,045. The additional expenditures over appropriations is mostly related to the purchase of smart irrigation controllers for the Chaska Irrigation Efficiency program. Costs are recouped through the sale of controllers to participants.

**C. Tax Abatements**

Cities within the County have entered into tax abatement agreements pursuant to Minnesota Statute 469. These agreements meet the criteria for disclosure under Governmental Accounting Standards Board (GASB) Statement No. 77, Tax Abatement Disclosures. Under this statute the cities annually abate taxes collected above the district's base tax capacity which is established during adoption of the tax increment financing (TIF) district. These agreements are established to foster economic development and redevelopment through the creation of jobs, provision of affordable housing, or other public services.

Under each agreement, the city and developer agree on an amount of development costs to be reimbursed to the developer by the city through tax revenues from the additional taxable value of the property generated by the development (tax increment). A "pay-as-you-go" note is established for this amount, on which the city makes payments for a fixed period of time with available tax increment revenue after deducting certain administrative costs. All known agreements, regardless of dollar amount, are displayed below individually, by city, within Carver County. Due to the abatement agreements entered into by cities within the County, the County's tax base decreased by approximately \$386,039 in 2020. This reduction of the County's tax base theoretically reduces County revenue if consistent tax rates are applied throughout the district. The theoretical decrease in tax base is recaptured from varying tax rates being applied throughout the district.



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As of December 31, 2020, the following pay-as-you-go tax abatement agreements from cities within the County were in effect:

City of Cologne:

Name	Agreement Amount (P)	Paid during 2020 (P)	Outstanding at 12/31/20 (P)
TIF 2-1 Modern Design, LLC	\$ 73,400	\$ 12,506	\$ 60,894

City of Carver:

Name	Agreement Amount (P)	Paid during 2020 (P & I)	Outstanding at 12/31/20 (P & I)
TIF 1-8 Mills Fleet Farm	\$ 991,287	\$ 165,743	\$ 71,454
TIF 1-9 Magnuson Holdings I, II, III, LLC	1,396,800	-	1,396,800
TIF 1-10 Carver ALF Partners, LLC	2,331,300	-	2,331,300
	<u>\$ 4,719,387</u>	<u>\$ 165,743</u>	<u>\$ 3,799,554</u>

City of Waconia:

Name	Agreement Amount (P)	Paid during 2020 (P & I)	Outstanding at 12/31/20 (P & I)
TIF #2 Auburn Meadows, LLC	\$ 1,175,840	\$ 135,830	\$ 721,350
TIF #3 Waconia Mill IV, LLC	397,000	12,643	396,579
TIF #4 Nordic Components, Inc.	149,999	28,052	54,468
* TIF #5 MWF Properties, LLC	300,000	-	-
	<u>\$ 2,022,839</u>	<u>\$ 176,525</u>	<u>\$ 1,172,397</u>

City of Chaska:

Name	Agreement Amount (P)	Paid during 2020 (P & I)	Outstanding at 12/31/20 (P & I)
Chaska Place Apartments	\$ 922,221	\$ 165,162	\$ 1,118,242
Clover Field Sinclair, LLP	3,100,000	154,932	4,133,322
City Square, LLC	111,000	11,000	30,000
Chaska Heights Senior Living, LLC	2,874,667	175,533	2,883,932
Creek's Run Phase II, LLC	242,500	10,773	260,586
	<u>\$ 7,250,388</u>	<u>\$ 517,400</u>	<u>\$ 8,426,082</u>

City of Victoria:

Name	Agreement Amount (P)	Paid during 2020 (P & I)	Outstanding at 12/31/20 (P & I)
Victoria City Center LLC TIF 1-4 Downtown Redevelopment Project	\$ 400,000	\$ 32,444	\$ 345,393
Victoria Flats TIF 1-6	2,000,000	103,719	1,956,732
Bethesda Cornerstone Village TIF 1-7	1,280,000	-	1,280,000
	<u>\$ 3,680,000</u>	<u>\$ 136,163</u>	<u>\$ 3,582,125</u>

City of Norwood Young America:

Name	Agreement Amount (P)	Paid during 2020 (P & I)	Outstanding at 12/31/20 (P & I)
Peace Villa TIF #1-5	\$ 530,000	\$ 54,815	\$ 368,507

City of Watertown:

Name	Agreement Amount (P)	Paid during 2020 (P & I)	Outstanding at 12/31/20 (P & I)
TIF 2-6 Lakeview	\$ 125,000	\$ 211	\$ 124,789
TIF 2-7 Watertown Industrial Park	231,000	-	231,000
	<u>356,000</u>	<u>211</u>	<u>355,789</u>

City of Chanhassen:

Name	Agreement Amount (P)	Paid during 2020 (P & I)	Outstanding at 12/31/20 (P & I)
Frontier Redevelopment TIF #11	\$ 1,300,000	\$ 115,348	\$ 1,216,430

\* TIF was decertified on 04/06/2020. No payments were made before decertification.

(P) = Principal

(P & I) = Principal and interest

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**Ditch Special Revenue Fund**

The Ditch Special Revenue Fund had four individual systems with a deficit fund balance as of December 31, 2020. The fund as a whole had a positive fund balance of \$107,827. The individual ditch system deficits will be eliminated with future special assessment levies against the benefited properties. The following is a summary of the individual ditch systems:

14 ditches with positive fund balances	\$	159,242
4 ditches with deficit fund balances		<u>(51,413)</u>
Total Fund Balance	\$	<u>107,829</u>

**Note 3 - Detailed notes on all funds**

**A. Deposits and investments**

**1. Deposits**

Minn. Stat. Ch. 118A authorizes the County to designate a depository for public funds. Minnesota statutes require that all County deposits be covered by insurance, surety bond, or collateral. The fair value of collateral pledged shall be at least ten percent more than the amount of the deposits. Deposits shall be collateralized as required by Minnesota statutes for any amount exceeding FDIC or other federal deposit coverage.

Authorized collateral includes treasury bills, notes and bonds; issues of U.S. government agencies; general obligations rated "A" or better; revenue obligations rated "AA" or better; irrevocable standby letters of credit issued by the Federal Home Loan Bank; and certificates of deposit. Minn. Stat. 118A.03 subd. 7, requires that securities pledged as collateral be held in safekeeping at a federal reserve bank or the trust department of a financial institution other than that furnishing the collateral.

At December 31, 2020 the carrying amount of the County's deposits was \$13,815,625. Bank balances were \$14,957,286, of which \$416,598 was covered by Federal depository insurance coverage, and the remaining \$14,540,688 was collateralized with securities held by the pledging financial institution's agent in the County's name.

**2. Investments**

The funds of the County shall be deposited or invested in accordance with Minn. Stat. Ch. 118A, any other applicable laws, and County investment policy. Four objectives are taken into consideration in the County's investment policy. It is the policy of the County when investing public monies to follow these objectives in the order of importance as listed: legality, safety, liquidity, and yield.

Minnesota Statute Section 118A.04 and 118A.05 generally authorize the following types of investments as available to the County:

1. Securities which are direct obligations or are guaranteed or insured issues of the United States, its agencies, its instrumentalities, or organizations created by an act of Congress, except mortgage backed securities defined as "high risk" by Minnesota Statute Section 118A.04, subdivision 6;
2. Mutual funds through shares of registered investment companies provided the mutual fund receives certain ratings depending on its investments;
3. General obligations of the State of Minnesota and its municipalities; and in certain state agency and local obligations of Minnesota and other states provided such obligations have certain specified bond ratings by a national bond rating service;
4. Banker's acceptances of United States banks;
5. Commercial paper issued by United States corporations or their Canadian subsidiaries that is of the highest quality category by two nationally recognized rating agencies and matures in 270 days or less;
6. With certain restrictions, in repurchase agreements, securities lending agreements, joint powers investment trusts, and guaranteed investment contracts; and
7. Time deposits that are fully insured by the Federal Deposit Insurance Corporation.

***Reverse Repurchase Agreements. Minnesota Statutes, Section 118A.07 permits the County to enter into reverse***

*repurchase agreements, that is, a sale of securities with a simultaneous agreement to repurchase the securities in the future at the same price plus a contract rate of interest. The percentage of the County investment portfolio and its use of reverse repurchase agreements are governed by Statute. Reverse repurchase agreements can provide the County with funds during periods of low cash without requiring the sale of longer-dated securities. By using these instruments, typically for a term of less than twelve months, the County is able to avoid the sale of securities prior to maturity and the potential risk of related capital losses. During 2020, the County chose to not invest in reverse repurchase agreements.*

***Fair Value of Investment.***

The County measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

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At December 31, 2020 the County had the following recurring fair value measurements.

	Fair Value Measurements Using			
	12/31/2020	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level				
Debt Securities				
U.S. Agencies	\$ 26,428,792	\$ -	\$ 26,428,792	\$ -
Municipal/Public Bonds	48,090,537	-	48,090,537	-
Negotiable Certificates of Deposit	6,200,129	-	6,200,129	-
Total Debt Securities	80,719,458	\$ -	\$ 80,719,458	\$ -
Investments measured at amortized cost				
MAGIC Portfolio	5,643,311			
Investments measured at the net asset value (NAV)				
MAGIC Term	18,000,000			
State Board of Investments	11,641,016			
Total Investments measured at NAV	29,641,016			
Total Investments	\$ 116,003,785			

Note: Cash and Cash Equivalents are within the other investment footnotes that are not leveled per GASB 72 total to \$678,896 on December 31, 2020.

Debt and equity securities classified in Level 1 are valued using a market approach quoted in active markets for identical assets or liabilities.

Debt securities classified in Level 2 are valued using the following approaches:

- U.S. Agencies, Municipal/Public Bonds, Corporate Bonds, Asset-Backed Securities: a market approach by utilizing quoted prices for identical securities in markets that are not active;
- Negotiable Certificates of Deposit: a market approach using quoted prices for similar securities in markets that are not active;

The MAGIC Portfolio is valued using amortized cost. Shares of the MAGIC Portfolio are available to be redeemed upon proper notice without restrictions under normal operating conditions. There are no limits to the number of redemptions that can be made as long as the County has a sufficient number of shares to meet their redemption request. The MAGIC Fund's Board of Trustees can suspend the right of withdrawal or postpone the date of payment if the Trustees determine that there is an emergency that makes the sale of a Portfolio's securities or determination of its new asset value not reasonably practical.

The MAGIC term investment pool is valued at net asset value (NAV) as it does not meet the liquidity criteria to be valued at amortized cost. The County would face penalties if early redemptions were made from the term investment pool. There are no unfunded commitments related to this investment. The County reports its investment in the term investment pool at the NAV per share, the fair value established by the pool.

Shares of MAGIC Term Series are purchased to mature upon pre-determined maturity dates selected by the County at the time of purchase. Should the County need to redeem shares in a MAGIC Term Series prematurely they must provide notice at least 7 days prior to premature redemption date. The value of a premature redemption is equal to the original price for such share, plus dividends thereon, at the projected yield less such share's allocation of any losses incurred by the series, less a premature redemption penalty, if any.

The County also holds \$11,641,016 with the State Board of Investment (SBI) in the Internal Equity Pool and Internal Fixed Pool, an external investment pool. The fair value of the investment is the fair value per share of the underlying portfolio. Pursuant to Minn. Stat. § 471.6175, the County may only redeem these funds for the use of postemployment benefits. The County invests in this pool due to the increased investment authority, historically high rate of return on investments, and the reduction of the postemployment benefit liability recorded in its financial statements. The SBI annual report can be found online at [mn.gov/SBI/](http://mn.gov/SBI/) under publications.

**Interest rate risk.** Interest rate risk is the risk that changes in the market interest rates will adversely affect the fair value of an investment. To minimize the County's exposure to interest rate risk the County put a policy in place to manage it by: investing in both shorter-term and longer-term investments; evenly timing cash flows from maturities; and monitoring the expected mark-to-market adjustment if interest rates increase by 100-200 Basis Points.

The following table represents the potential interest rate risk related to the county's investments using the segmented time distribution method, assumptions are based on an average life calculation that takes into account interest rates at year-end and the statistical probability of a full or early call.

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At December 31, 2020, the County had the following investment maturities:

Investment Type	Value	Segmented Time Distribution (in Years)			
		Less than 1	1 - 5	6 - 10	More than 10
<b>U.S. Agency Securities (a):</b>					
Federal Agricultural Mtg Corp	\$ 2,000,640	\$ -	\$ 2,000,640	\$ -	\$ -
Federal Farm Credit Bank	12,966,235	-	12,966,235	-	-
Federal Home Loan Bank	3,996,300	-	3,996,300	-	-
Federal Home Loan Mtg Corp	2,616,528	-	2,616,528	-	-
Federal National Mtg Assn.	18,483	73	18,410	-	-
Resolution Corp	499,990	499,990	-	-	-
Government National Mtg Assn.	3,665	-	3,665	-	-
Small Business Administration	2,831,001	-	2,083,300	747,701	-
Tennessee Valley Authority	1,495,950	-	1,495,950	-	-
Municipal Bonds	48,090,537	6,882,338	39,781,848	1,186,990	239,361
Negotiable CD's	6,200,129	500,219	5,699,910	-	-
Investment Pool	23,643,311	23,643,311	-	-	-
State Board of Investments (SBI)	11,641,016	11,641,016	-	-	-
Cash with Broker	678,896	678,896	-	-	-
<b>Total</b>	<b>\$ 116,682,681</b>	<b>\$ 43,845,843</b>	<b>\$ 70,662,786</b>	<b>\$ 1,934,691</b>	<b>\$ 239,361</b>

**(a)** This classification has some investments that are fixed income and have fixed expiration dates with no interim payments of interest. The majority of interest is paid every six months. Each individual fixed security has unique terms which may change the interest rate at set intervals (step-ups), or may be called before expiration by the issuer. Mortgage-backed securities and CMO's are backed by mortgage packages which make monthly payments of principal and interest to the County. The monthly payments accelerate as the underlying mortgage instruments are paid in full, when the underlying properties are sold or the underlying mortgage is refinanced.

**Credit risk.** Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. It is the County's policy to invest only in securities that meet the ratings requirements set by State statute.

**Concentration of credit risk.** The concentration of credit risk is the risk of loss that may be caused by the County's investment in a single issuer. The County shall diversify its investments to avoid incurring unreasonable risks inherent in over-investing in specific instruments, individual financial institutions or maturities. Within these parameters, portfolio maturities shall be staggered to avoid undue concentration of assets in a specific maturity sector. In accordance with the County's investment policy, restrictions placed on the County's current investments are as follows:

<u>Investment Securities</u>	<u>Maximum Portfolio Exposure</u>	<u>Exposure per Issuer</u>	<u>Additional Restrictions</u>
(1) Obligations issued or guaranteed by an Agency of the United States	100%	Unlimited	None
(2) Agency mortgage backed securities including collateralized mortgage obligations	75%	10% in any one mortgage pool or CMO	No more than 50% in mortgage pools or sequential CMO's
(3) Repos and Reverse Repos	20%	10%	90 days maturity or less
(4) General Obligation of any State of the US which is a general obligation of any state or local government with taxing powers	50%	5%	Rated "A" or better by at least one major rating agency
(5) Any security which is a revenue obligation of any state or local government with taxing powers	50%	5%	Rated "AA" or better by a national bond rating service

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Following is a summary of the credit risk, par values and fair values of securities at December 31, 2020:

Carver County:	Credit Risk	Par	Value	% of total Portfolio
U.S. Agency Securities (a)(b)	N/R-AAA	\$ 26,281,401	\$ 26,428,792	22.6%
Municipal Bonds (b)	BB-AAA	47,366,509	48,090,537	41.2%
Negotiable CD's	N/R	6,078,666	6,200,129	5.3%
Investment Pool	N/R	23,643,311	23,643,311	20.3%
State Board of Investments (SBI)	N/R	11,641,016	11,641,016	10.0%
Cash with Broker	N/R	678,896	678,896	0.6%
<b>Total</b>		<b>\$ 115,689,799</b>	<b>\$ 116,682,681</b>	<b>100.0%</b>

(a) Investments in any one issuer that represent 5% or more of the County's investments is FFCB-\$12,966,234 as of December 31, 2020.

(b) Moody's Investor Service was used as the primary agency for the U.S. agency securities and municipal bond ratings, in the case that Moody's did not provide a rating, Standard & Poor's or Finch was used. At December 31, 2020, the County had two bonds rated below an A. The County determined to hold onto these bonds and continue to closely monitor them. Below is the fair value of U.S. agency securities and municipal bonds by credit rating:

U.S. Agency Credit Rating		Municipal Bond Credit Rating			
AAA	\$ 19,462,734	AAA	\$ 10,719,459	AA-	\$ 1,855,354
N/R	6,966,058	AA1	8,170,130	A1	4,178,960
		AA2	10,094,974	A2	2,800,809
		AA	5,730,282	A	467,942
		AA3	3,729,416	BB	343,211

**Custodial credit risk - deposits.** In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County's policy is in accordance with Minnesota Statutes. Refer to note 3.A.1. for details regarding this risk.

**Custodial credit risk - investments.** For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. In accordance with the County's investment policy, all investment securities purchased by the County shall be held in third party safekeeping by an institution designated as primary agent. The primary agent shall issue a safekeeping receipt to the County listing the specific instrument, rate of maturity and other pertinent information. Portfolio investments shall not exceed 50% of the County's investment portfolio with anyone institution, to avoid concentration of assets.

Carver County contracts with an authorized third party institution for safekeeping. All County investment securities were properly safe kept, at December 31, 2020 and were not exposed to custodial credit risk.

Total Investments held by Investment Manager	\$ 105,041,665
Checking Account	13,714,062
Other Postemployment Benefit (OPEB) Trust Accounts	11,641,016
Minnesota Foundation Endowment	57,715
Departmental and Undistributed Cash	126,917
Petty Cash and Change Funds	7,455
<b>Total Cash, Deposits and Investments</b>	<b>\$ 130,588,830</b>

On the Government Fund Balance Sheet, the Proprietary Fund Statement of Net Position and the Statement of Fiduciary Net Position, cash, deposits and investments are:

Cash and Pooled Investments	\$ 118,755,727
Petty Cash and Change Funds	7,455
Departmental and Undistributed Cash	126,917
Investments- OPEB Trust Fund	11,641,016
Minnesota Foundation Endowment	57,715
<b>Total Cash, Deposits and Investments</b>	<b>\$ 130,588,830</b>

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**B. Receivables**

There is currently no allowance for uncollectible receivables. The collection rate for taxes on average exceeds 98% and it has been determined that the other receivables will be collected.

Receivables at December 31, 2020, are:

	Total Receivable	Amounts Not Scheduled for Collection in the Subsequent Year
Taxes	\$ 409,116	\$ -
Special assessments	656,105	646,965
Accounts receivable	700,063	-
Accrued interest	437,329	-
Due from other governments	26,844,032	-
	<u>\$ 29,046,645</u>	<u>\$ 646,965</u>
Total accounts receivable for Governmental funds		

Governmental funds report a deferred inflow of resources for revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unavailable revenue, property taxes collected for subsequent period, and unearned revenue reported in the governmental funds were as follows:

	Unavailable Revenue	Property Taxes Collected For Subsequent Period	Unearned Revenue
Delinquent property taxes receivable	\$ 259,738	\$ -	\$ -
Delinquent special assessments receivable	4,571	-	-
Special assessments not yet due	651,535	-	-
Interest receivable that does not provide current financial resources	135,739	-	-
Accounts receivable that do not provide current financial resources	66,421	-	-
Grant receivables that do not provide current financial resources	20,791,447	-	-
Grant drawdowns prior to meeting all eligibility requirements	-	-	593,016
Property taxes collected for subsequent period	-	25,761	-
	<u>\$ 21,909,451</u>	<u>\$ 25,761</u>	<u>\$ 593,016</u>
Total unavailable and unearned revenue for governmental funds			

**C. Capital assets**

Capital asset activity for the year ended December 31, 2020 was as follows:

**Primary Government**

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets, not being depreciated:				
Land	\$ 29,993,626	\$ -	\$ -	\$ 29,993,626
Construction in progress	116,474,913	26,409,486	(1,223,773)	141,660,626
Total capital assets, not being depreciated	<u>146,468,539</u>	<u>26,409,486</u>	<u>(1,223,773)</u>	<u>171,654,252</u>
Capital assets, being depreciated:				
Buildings	66,144,557	1,558,853	-	67,703,410
Improvements other than buildings	2,210,374	-	-	2,210,374
Machinery and equipment	22,086,136	3,051,595	(834,096)	24,303,635
Infrastructure	204,274,552	160,990	-	204,435,542
Total capital assets being depreciated	<u>294,715,619</u>	<u>4,771,438</u>	<u>(834,096)</u>	<u>298,652,961</u>
Less accumulated depreciated for:				
Buildings	(31,405,771)	(1,589,417)	-	(32,995,188)
Improvements other than buildings	(2,095,871)	(16,609)	-	(2,112,480)
Machinery and equipment	(16,103,568)	(2,317,135)	825,712	(17,594,991)
Infrastructure	(84,922,722)	(5,709,643)	-	(90,632,365)
Total accumulated depreciation	<u>(134,527,932)</u>	<u>(9,632,804)</u>	<u>825,712</u>	<u>(143,335,024)</u>
Total capital assets, being depreciated, net	<u>160,187,687</u>	<u>(4,861,366)</u>	<u>(8,384)</u>	<u>155,317,937</u>
Governmental activities capital assets, net	<u>\$ 306,656,226</u>	<u>\$ 21,548,120</u>	<u>\$ (1,232,157)</u>	<u>\$ 326,972,189</u>

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

Governmental activities:		
General government	\$	2,418,853
Public safety		706,753
Highways and streets, including depreciation of general infrastructure assets		5,839,730
Health & Human services		161,986
Culture and recreation		449,133
Conservation of natural resources		56,349
Total depreciation expense--governmental activities	<u>\$</u>	<u>9,632,804</u>

**D. Interfund receivables, payables, and transfers**

The composition of interfund balances as of December 31, 2020, is as follows:

**Due to/from other funds:**

<u>Receivable</u>	<u>Amount</u>	<u>Payable</u>	<u>Amount</u>
General Fund	\$ 41,306	General Fund	\$ 435,488
Road & Bridge Fund	4,278	Road & Bridge Fund	41,639
Health & Human Services Fund	42,587	Health & Human Services Fund	347,487
Water Management Organization	5,747	Buildings CIP Fund	4,946
Internal Service Fund	741,389	Road & Bridge CIP Fund	5,747
	<u>\$ 835,307</u>		<u>\$ 835,307</u>

In the fund financial statements interfund receivables and payables totaled \$835,307. Receivables in the General Fund were for costs associated with attorney fees, compensated absences, data processing supplies, civil process and postage. The receivable in the Road & Bridge Fund were due to expenditures related to fuel costs. The receivable in the Health and Human Service fund are associated with crisis therapist co-responder position salary. Receivables in the Water Management Organization and Compensated Absences Funds relate to engineering reviews and employee accruals.

**Interfund transfers:**

Transfer Out:	Transfer In:			
	General Fund (1)(2)(3)(7)	Road and Bridge Fund (2)(3)	Health and Human Services Fund (3)(9)	Debt Service (4)
General Fund	\$ -	\$ -	\$ 62,298	\$ -
Road & Bridge Fund	421,000	-	-	-
Health & Human Services	706,906	-	-	-
Road & Bridge CIP Fund	337,965	635,005	250,000	315,000
Nonmajor Governmental Funds	42,629	59,965	-	-
Totals	<u>\$ 1,508,500</u>	<u>\$ 694,970</u>	<u>\$ 312,298</u>	<u>\$ 315,000</u>

Transfer Out:	Transfer In:			
	Buildings CIP Fund (3)(5)(6)(8)	Road & Bridge CIP Fund (5)	Parks & Trails CIP Fund (3)(5)	Total
General Fund	\$ 371,077	\$ 697,332	\$ 348,666	\$ 1,479,373
Road & Bridge Fund	99,646	199,291	99,645	819,582
Health and Human Services	299,845	599,691	299,846	1,906,288
Road & Bridge CIP Fund	470,500	-	90,500	2,098,970
Nonmajor Governmental Funds	-	-	-	102,594
Totals	<u>\$ 1,241,068</u>	<u>\$ 1,496,314</u>	<u>\$ 838,657</u>	<u>\$ 6,406,807</u>

Transfers were used for the following:

- (1) Transfer of funds for the Aquatic Invasive Species Program operated by the Planning & Water Management Department
- (2) Transfer of funds to cover CCRRA's portion of the shared Highway Maintenance Worker FTE, shared administration costs, and Sheriff support.
- (3) Transfer of State Turnback reimbursement Related to the financing package for the SW Reconnection Project and Year End Savings (YES) account for one-time projects.
- (4) Transfer of Wheelage tax for debt service payments
- (5) Transfer of funds to meet 35% working capital needs, utilized Year-end Savings Account (YES)
- (6) Transfer of funds to cover remaining costs related to the Emergency Operations Center (EOC) equipment upgrade
- (7) Transfer of salary budget for vacancy savings allocation and utilization of county-wide STOC pool
- (8) Transfer of funds to cover remaining costs from the boiler and elevator repairs
- (9) Transfer of funds to set up emergency shelter program

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**E. Liabilities**

**Construction commitments**

The County has active construction projects as of December 31, 2020. These projects are primarily comprised of construction on roads and bridges. At year-end, the government's major commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Road and Bridge Construction	\$ 20,889,370	\$ 97,289

Road and bridge construction projects are being financed by County taxes, bonds, and intergovernmental revenue from Local, State, and Federal Governments.

**Operating lease**

The County is obligated under certain leases accounted for as operating leases. During fiscal year 2020, lease expenditures approximated \$236,914 for noncancelable leases with terms in excess of one year. These expenditures were for the radio tower rental, the use of multi-function copiers, printers, and scanners, as well as rental of office space for Library administration and Behavioral Health Services. The following is a schedule, by years, of the future minimum rental payments required under operating leases that have an initial or remaining noncancelable lease terms in excess of one year as of December 31, 2020.

<u>Year Ended December 31</u>	<u>Amount</u>
2021	\$ 217,263
2022	117,492

**Loans for Septic Program**

The County has entered into a loan agreement for \$2,744,059 with the Minnesota Department of Agriculture to operate a loan fund for the purpose of funding the repair of failing septic systems. The loans will be paid from special assessments. The loan due to the Department of Agriculture will be paid back in semi-annual payments over 19 years beginning April 2009 with no interest. Loan payments for 2020 totaled \$153,323. The future minimum principal and interest payments are as follows:

<u>Year Ended December 31</u>	
2021	\$ 178,937
2022	178,575
2023	140,654
2024	100,528
2025	77,399
2026-2030	136,470
2031	5,953
Total	<u>\$ 818,516</u>

**F. Long-term debt**

**General Obligation Bonds:**

Bonds payable at December 31, 2020, are composed of the following issues:

\$1,460,000 2012A G.O. Tax Abatement Bonds maturing annually on February 1 from 2014 to 2024, at a net interest rate of 2.0463 percent	\$ 560,000
\$9,555,000 2014A G.O. Capital Improvement Bonds maturing annually on February 1 from 2015 to 2029, at a net interest rate of 2.2914 percent	5,900,000
\$7,190,000 2016A G.O. Refunding Bonds maturing annually on February 1 from 2017 to 2024, at a net interest rate of 1.1427 percent	<u>4,190,000</u>
<i>Total Bonds Payable</i>	10,650,000
Discount on Bonds Issued	(3,202)
Premium on Bonds Issued	<u>706,409</u>
<i>Net Bonds Payable</i>	<u>\$ 11,353,207</u>



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General obligation bonds are direct obligations and pledge the full faith and credit of the County. These bonds generally are issued as 15 to 20-year serial bond with increasing amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities - improvement	1.1427 - 2.2914%	\$ 10,650,000

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

<u>Year Ending December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 2,345,000	\$ 350,146	\$ 2,695,146
2022	1,855,000	264,375	2,119,375
2023	1,935,000	181,725	2,116,725
2024	1,040,000	121,875	1,161,875
2025	655,000	94,425	749,425
2026-2030	2,820,000	172,200	2,992,200
Total	<u>\$ 10,650,000</u>	<u>\$ 1,184,746</u>	<u>\$ 11,834,746</u>

**General Obligation Notes Payable**

In October 2014, an \$18,000,000 General Obligation Capital Improvement Note was issued through the Minnesota Public Facilities Authority (MPFA). Payment for the G.O. Capital Improvement Note shall be disbursed to the MPFA, in installments, as eligible costs of the Southwest Reconnection Project are reimbursed. The interest rate on the G.O. Capital Improvement Note is 1.00%. As of December 31, 2020 the County has submitted \$15,835,245 in project costs for reimbursement, and has repaid \$5,229,245 on the G.O. Capital Improvement Note. In November of 2017, the G.O. Capital Improvement Note with MPFA was closed out; no further drawdowns on this note will occur.

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities - improvement	1.0000%	<u>\$ 10,606,000</u>

Annual debt service requirements to maturity for general obligation notes are as follows:

<u>Year Ending December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 1,014,000	\$ 106,060	\$ 1,120,060
2022	1,024,000	95,920	1,119,920
2023	1,034,000	85,680	1,119,680
2024	1,044,000	75,340	1,119,340
2025	1,055,000	64,900	1,119,900
2026-2030	5,435,000	164,150	5,599,150
Total	<u>\$ 10,606,000</u>	<u>\$ 592,050</u>	<u>\$ 11,198,050</u>

**Changes in long-term liabilities**

<u>Government Activities</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
General Obligation Bonds and Notes Payable					
General Obligation Bonds	\$ 13,360,000	\$ -	\$ (2,710,000)	\$ 10,650,000	\$ 2,345,000
Notes Payable	11,610,000	-	(1,004,000)	10,606,000	1,014,000
Less Amounts:					
For Issuance Discounts	(4,116)	-	914	(3,202)	(914)
Plus Amounts:					
For Issuance Premiums	912,312	-	(205,903)	706,409	201,831
Total Bonds and Notes Payable	<u>25,878,196</u>	<u>-</u>	<u>(3,918,989)</u>	<u>21,959,207</u>	<u>3,559,917</u>
Loans Payable	703,049	268,790	(153,323)	818,516	178,937
Compensated Absences	5,164,668	4,128,689	(3,387,299)	5,906,058	499,762
Government Activity Long-term Liabilities	<u>\$ 31,745,913</u>	<u>\$ 4,397,479</u>	<u>\$ (7,459,611)</u>	<u>\$ 28,683,781</u>	<u>\$ 4,238,616</u>

The internal service fund predominantly serves the governmental funds. Accordingly, long-term liabilities for it are included as part of the above totals for governmental activities. Also, for the governmental activities, compensated absences and other post employment benefit obligations are generally liquidated by the internal service fund, while pension liabilities are generally liquidated by the General Fund, Road and Bridge Fund, and Health and Human Services Fund. Bonded debt is paid from the Debt Service Fund.

**Debt payment history**

Neither the County nor the CDA have ever defaulted in the payment of principal and interest on its debt.

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**County General Obligation Pledged for CDA 2011 and 2016 Bond Sales**

The CDA's \$4,710,000 Refunding Bond Sale in 2016 and \$1,920,000 Refunding Bond Sale in 2020, are backed by the County's General Obligation to repay the bonds in the event the CDA fails to make the debt service payments. The bond indenture includes several provisions designed to protect the interest of the County's taxpayers in the unlikely event that the CDA would not be able to pay the debt service from the housing project's revenues.

**G. Fund Balance**

Per County Policy: assigned fund balance may be used to supplement "pay as you go" capital outlay, one-time operating expenditures, tentative management plans, or prepay existing County debt. At year-end divisions can request uncompleted professional service obligations and/or capital appropriations and unexpended grants be rolled over to the subsequent year by submitting a listing to the County Administrator for approval.

Fund balances: <u>Assigned to:</u>	General	Road & Bridge	Health & Human Services	Buildings CIP	Road & Bridge CIP
Petty Cash	\$ 6,605	\$ 100	\$ 750	\$ -	\$ -
Capital Projects	-	-	-	1,713,743	9,438,602
Highway and Streets	-	4,098,130	-	-	-
Public Safety	434,243	-	-	-	-
Transportation Tax Projects	-	-	-	-	19,346,247
Human Services	-	-	11,706,239	-	-
CarverLink	1,068,253	-	-	-	-
Culture and Recreation	388,081	-	-	-	-
Conservation of Natural Resources	157,248	-	-	-	-
Park Land Acquisition	-	-	-	-	-
PW Northwest Satellite Facility Site Improvements	-	-	-	112,208	-
Building Permits	114,434	-	-	-	-
ISTS Loan Program	100,000	-	-	-	-
Waconia Event Center	13,650	-	-	-	-
General Government	973,439	-	-	-	-
COVID-19 Budget Stabilization Account	3,650,000	-	-	-	-
Year-End Savings Account	-	-	-	1,481,707	2,963,417
<b>Total Assigned</b>	<b>\$ 6,905,953</b>	<b>\$ 4,098,230</b>	<b>\$ 11,706,989</b>	<b>\$ 3,307,658</b>	<b>\$ 31,748,266</b>

<u>Assigned to:</u>	Parks & Trails CIP	Nonmajor Special Revenue	Total
Petty Cash	\$ -	\$ -	\$ 7,455
Capital Projects	-	-	11,152,345
Highway and Streets	-	-	4,098,130
Public Safety	-	-	434,243
Transportation Tax Projects	-	-	19,346,247
Human Services	-	-	11,706,239
CarverLink	-	-	1,068,253
Culture and Recreation	-	238,266	626,347
Conservation of Natural Resources	-	-	157,248
Park Land Acquisition	332,791	-	332,791
PW Northwest Satellite Facility Site Improvements	-	-	112,208
Building Permits	-	-	114,434
ISTS Loan Program	-	-	100,000
Waconia Event Center	-	-	13,650
General Government	-	-	973,439
COVID-19 Budget Stabilization Account	-	-	3,650,000
Year-End Savings Account	1,481,706	-	5,926,830
<b>Total Assigned</b>	<b>\$ 1,814,497</b>	<b>\$ 238,266</b>	<b>\$ 59,819,859</b>

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**Note 4 - Other information**

**A. Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or natural disasters. The County has entered into a joint powers agreement with other Minnesota counties to form the Minnesota Counties Intergovernmental Trust (MCIT) to protect against losses from workers' compensation and property and casualty. There were no significant reductions in coverage from the previous year.

The Workers' Compensation Division of MCIT is fully funded. Total contributions plus compounded earnings on these contributions will equal the amount needed to satisfy claim liabilities and other expenses. MCIT participates in the Workers' Compensation Reinsurance Association with coverage at \$500,000 per claim in 2019 and \$500,000 in 2020. Should the MCIT Workers' Compensation Division liabilities exceed assets, MCIT may assess the County in a method and amount to be determined by MCIT.

The Property and Casualty Division of MCIT is fully funded and the County pays an annual premium/contribution to cover current and future losses. The MCIT carries reinsurance for its property and casualty exposures to protect against catastrophic losses. Should the MCIT Property and Casualty Division liabilities exceed assets; MCIT may assess the County.

The County pays MCIT contributions from the County's Self Insurance Internal Service Fund. The Self Insurance fund is reimbursed from other County funds for their share.

The County, through its Self Insurance Fund retains some risk of loss through the self funding of automobile damage losses to vehicles. Automobile liability has a zero deductible with bodily injury and property damage limits of \$500,000 per claimant; \$1,500,000 per occurrence. Auto physical damage coverage is self funded by the County. At the beginning of the year, there was no liability as claims are paid on a per claim basis. In addition, the County carries Workers' Compensation with a per claim deductible of \$50,000 and an Aggregate Deductible of \$350,000 per year. General Liability has a \$2,500 per Occurrence /Wrongful Act Deductible. The General liability limits are \$500,000 per claimant; \$1,500,000 per occurrence. The County's management is not aware of any incurred but not reported claims.

**B. Contingent Liabilities**

The County, in connection with the normal conduct of its affairs, is involved in various claims, judgments, and litigation. The County Attorney estimates that the potential claims against the County not covered by insurance resulting from such litigation would not materially affect the financial statements of the County.

**C. Grants**

The County receives significant financial assistance from numerous Federal, State and local governmental agencies in the form of grants and entitlements. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements. The financial assistance received may be subject to an audit pursuant to Uniform Guidance or audits by the grantor agency.

**D. Agricultural Best Management Loan Program**

The County has entered into a loan agreement for \$2,744,060 with the Minnesota Department of Agriculture to operate a loan fund for the purpose of funding the repair of failing septic systems. The loans will be paid from special assessments. The loan due to the Department of Agriculture will be paid back in semi-annual payments over 19 years beginning April 2009 with no interest. The following information summarizes the activity of loans made to participants in the program.

	Prior Years	During 2020	Program To Date
Number of loans made	303	16	319
Number of loans repaid	244	12	256
Loan amounts past due	\$ -	\$ 4,215	\$ 4,215
Loans outstanding - January 1	N/A	480,195	N/A
Loans made	3,424,612	268,790	3,693,402
Payments received	(2,944,417)	(145,208)	(3,089,625)
Loans outstanding - December 31	\$ 480,195	\$ 603,777	\$ 603,777

On the County's Financial Statements Loans Outstanding are:

Special Assessments Receivable Delinquent	\$ 4,215
Special Assessments Receivable Unavailable	599,562
Total Loans outstanding - December 31	\$ 603,777

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**E. Jointly-Governed Organizations**

***Minnesota Counties Computer Cooperative (MCCC)***

Under Minnesota Joint Powers Law, Minn. Stat. § 471.59, Minnesota counties have created MCCC to jointly provide for the establishment, operation, and maintenance of data processing systems, facilities, and management information systems. During the year, Carver County expended \$334,690 to the MCCC.

***Tri-City Tactical Team***

The purpose of this agreement is to establish an organization to coordinate efforts to develop and provide response to critical incidents or high risk situations where there is a risk of criminal violence occurring within the jurisdictions of the members. The team is made up of the City of Prior Lake, the City of Savage, the City of Shakopee, Scott County, and Carver County.

**F. Joint Ventures**

***Mental Health Crisis Program with McLeod County***

Pursuant to Minn. Stat. 471.59, Carver County entered into a joint powers agreement with McLeod County. The purpose of this agreement is to receive funding, administer mental health crisis and other related services to eligible clients in McLeod and Carver counties. The County's duties include providing mental health crisis services pursuant to the joint powers agreement, act as the fiscal agent of the parties, and assume the responsibility for billing the client's insurance for services received. The County has no other financial obligations.

***Minnesota Anti-Heroin Task Force Program***

Pursuant to Minn. Stat. 471.59, Carver County along with the Bureau of Criminal Apprehension (BCA) formed a joint powers agreement for 5 years pertaining to heroin and opioids. The purpose of this agreement is to reimburse, or provide overtime, to the County when investigations of illicit activities related to the distribution of heroin, or unlawful distribution of prescription opioids or any opioid-related overdose death occurs.

***Carver County Integrated Services Council***

The Carver County Collaborative was established February 1, 1997 pursuant to Minn. Stat. § 471.59 and 124D.23. The Collaborative includes the CAP Agency, Carver County Health and Human Services, Carver County Community Health Services, Carver County Court Services, Carver County Sheriff's Office, Central School District, Eastern Carver County School District, Waconia School District, and the Watertown-Mayer School District.

The purpose of the Collaborative is to plan and coordinate services to children and their families and encourage early identification and intervention for children and families expressing mental health, social service and health needs.

The Collaborative is composed of one administrative representative designated by the directors of each member organization.

Financing is provided by state and federal grants. Carver County, in an agent capacity, records the cash transactions of the Collaborative in its financial statements as an agency fund.

***Metropolitan Emergency Services Board***

Pursuant to Minn. Stat. § 471.59, Carver County entered into a joint powers agreement with the Counties of Anoka, Chisago, Dakota, Hennepin, Isanti, Ramsey, Scott, Washington, and the City of Minneapolis. The purposes of the agreement are: (a) the implementation and administration of a regional 911 system, and (b) encouraging the development of new resources and the coordination of emergency medical services. Carver County paid annual dues of \$40,442 in 2020. Except for annual dues the County has no other financial obligations. Current financial statements are available at the 911 Board Office, 2099 University Avenue, Saint Paul, Minnesota 55104-3431.

***Southwest Metro Drug Task Force***

The Southwest Metro Drug Task Force was established in 2000 under the authority of the Joint Powers Act, pursuant to Minn. Stat. § 471.59, and includes Carver, McLeod and Scott Counties, and the Cities of South Lake Minnetonka, Chaska, Chanhassen, Shakopee, Mound, Hutchinson, West Hennepin, and Minnetrista. The Drug Task Force's objectives are to detect, investigate, and apprehend controlled substance offenders in the three-county area.

Control of the Southwest Metro Drug Task Force is vested in the Southwest Metro Drug Task Force Executive Committee. The Executive Committee consists of one designated official from each of the three counties and eight cities. In the event of dissolution of the Drug Task Force, the remaining net position will be distributed among the agencies based on their level of participation. However, if only one agency terminates the agreement and the Drug Task Force continues, all equipment will remain with the Drug Task Force.

Financing is provided by grants, forfeiture money, and appropriations from members. Complete financial information can be obtained from the Southwest Metro Drug Task Force Commander, 600 East 4th Street, Chaska, Minnesota 55318.

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***Metropolitan Library Service Agency (MELSA)***

Carver County entered into a joint powers agreement with the other six metropolitan area counties and the Cities of Saint Paul and Minneapolis to improve public library services within the various jurisdictions. The Board of Directors of MELSA consists of one member from each member entity. Financing is provided by gifts, grants, and other property of assistance from the federal government, the State of Minnesota, and other government and private sources. The MELSA agency handles the accounting function of the Board. Current financial statements are available from the MELSA office, 1619 Dayton Avenue, Suite 314, Saint Paul, Minnesota 55104-6276.

***SmartLink Transit***

Pursuant to Minn. Stat. §471.59, Carver County entered into a joint powers agreement with Scott County. The objective of the agreement is to work together to provide transportation services to residents in Carver and Scott County by partnering to use existing resources and develop expanded transit services in order to increase the scope, availability, and quality of the two-county region's transit system.

Both entities are governed by their respective Boards. The Management Team, consisting of equal partners from both counties, is responsible for major operational and budgetary decisions, long-range planning and capital equipment purchases. Scott County is the fiscal agent, receiving funds on behalf of both counties for administration of the programs and services. Separate financial statements are not available.

**Property Assessed Clean Energy (MinnPACE) Loan Program**

The County has entered into an agreement with the Saint Paul Port Authority (Port Authority) to facilitate the implementation and administration of the MinnPACE loan program. Through this program, qualifying commercial building owners within the County can receive loans from the Port Authority for the purpose of financing energy efficiency and conservation building improvement projects. While the County is not liable for the repayment of the loans in any manner, it does have certain responsibilities under the agreement. By participating, the County has agreed to: (1) levy assessments against the related properties in accordance with the loan agreements between the Port Authority and property owners, (2) collect scheduled assessment payments, and (3) transfer all collections to the Port Authority. The County has met those responsibilities for the year under audit.

**G. Pension Plans**

**Defined Benefit Pension Plans**

***Plan Description***

Carver County participates in the following cost-sharing multiple-employer defined benefit pension plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA's defined benefit pension plans are established and administered in accordance with Minnesota Statutes, Chapters 353 and 356. PERA's defined benefit pension plans are tax qualified plans under Section 401(a) of the Internal Revenue Code.

The General Employees Retirement Plan covers certain full time and part-time employees of the County's. General Employees Plan members belong to the Coordinated Plan. Coordinated Plan members are covered by Social Security.

The Police and Fire Plan, originally established for police officers and firefighters not covered by a local relief association, now covers all police officers and firefighters hired since 1980. Effective July 1, 1999, the Police and Fire Plan also covers police officers and firefighters belonging to local relief associations that elected to merge with and transfer assets and administration to PERA.

The Correctional Plan was established for correctional officers serving in county and regional corrections facilities. Eligible participants must be responsible for the security, custody, and control of the facilities and their inmates.

***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.

**General Employees Plan Benefits**

General Employees Plan 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 PERA's Coordinated Plan members. Members hired prior to July 1, 1989, receive the higher of Method 1 or Method 2 formulas. Only Method 2 is used for members hired after June 30, 1989. Under Method 1, the accrual rate for Coordinated members is 1.2% for each of the first 10 years of service and 1.7% for each additional year. Under Method 2, the accrual rate for Coordinated members is 1.7% for all years of service. For members hired prior to July 1, 1989 a full annuity is available when age plus years of service equal 90 and normal retirement age is 65. For members hired on or after July 1, 1989, normal retirement age is the age for unreduced Social Security benefits capped at 66.

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Benefit increases are provided to benefit recipients each January. The postretirement increase is equal to 50% of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1% and a maximum of 1.5%. Recipients that have been receiving the annuity or benefit for at least a full year as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least one month but less than a full year as of the June 30 before the effective date of the increase will receive a reduced prorated increase. For members retiring on January 1, 2024, or later, the increase will be delayed until normal retirement age (age 65 if hired prior to July 1, 1989, or age 66 for individuals hired on or after July 1, 1989). Members retiring under Rule of 90 are exempt from the delay to normal retirement.

**Police and Fire Plan Benefits**

Benefits for Police and Fire Plan members first hired after June 30, 2010, but before July 1, 2014, vest on a prorated basis from 50% after five years up to 100% after 10 years of credited service. Benefits for Police and Fire Plan members first hired after June 30, 2014, vest on a prorated basis from 50% after 10 years up to 100% after 20 years of credited service. The annuity accrual rate is 3% of average salary for each year of service. For Police and Fire Plan members who were first hired prior to July 1, 1989, a full annuity is available when age plus years of service equal at least 90.

Benefit increases are provided to benefit recipients each January. The postretirement increase will be fixed at 1%. Recipients that have been receiving the annuity or benefit for at least 36 months as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least 25 months but less than 36 months as of the June 30 before the effective date of the increase will receive a reduced prorated increase.

**Correctional Plan Benefits**

Benefits for Correctional Plan members first hired after June 30, 2010, vest on a prorated basis from 50% after five years up to 100% after 10 years of credited service. The annuity accrual rate is 1.9% of average salary for each year of service in that plan. For Correctional Plan members who were first hired prior to July 1, 1989, a full annuity is available when age plus years of service equal at least 90.

Benefit increases are provided to benefit recipients each January. The postretirement increase will be equal to 100% of the COLA announced by SSA, with a minimum increase of at least 1% and a maximum of 2.5%. If the plan's funding status declines to 85% or below for two consecutive years or 80% for one year, the maximum will be lowered from 2.5% to 1.5%. Recipients that have been receiving the annuity or benefit for at least a full year as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least one month but less than a full year as of the June 30 before the effective date of the increase will receive a reduced prorated increase.

**Contributions**

*Minnesota Statutes* Chapter 353 sets the rates for employer and employee contributions. Contribution rates can only be modified by the state Legislature.

**General employees fund contributions**

Coordinated Plan members were required to contribute 6.50% of their annual covered salary in fiscal year 2020 and the County was required to contribute 7.50 percent for Coordinated Plan members. The County's contributions to the General Employees Fund for the year ended December 31, 2020, were \$3,131,866. The County's contributions were equal to the required contributions as set by state statute.

**Police and Fire Fund Contributions**

Police and Fire member's contribution rates increased from 11.3% of their annual covered salary to 11.8% and employer rates increased from 16.95% to 17.70% on January 1, 2020. The County's contributions to the Police and Fire Fund for the year ended December 31, 2020, were \$1,132,752. The County's contributions were equal to the required contributions as set by state statute.

**Correctional Fund Contributions**

Plan members were required to contribute 5.83% of their annual covered salary and the County was required to contribute 8.75% of pay for plan members in fiscal year 2020. The County's contributions to the Correctional Fund for the year ended December 31, 2020, were \$272,632. The County's contributions were equal to the required contributions as set by state statute.

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**Pension Costs**

General Employees Fund Pension Costs

At December 31, 2020, the County reported a liability of \$35,103,401 for its proportionate share of the General Employees Fund's net pension liability. The County'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 County totaled \$1,082,545. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportionate share of the net pension liability was based on the County's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2019 through June 30, 2020, relative to the total employer contributions received from all of PERA's participating employers. The County's proportionate share was 0.5855% at the end of the measurement period and 0.5632% for the beginning of the period.

County's proportionate share of the net pension liability	\$ 35,103,401
State of Minnesota's proportionate share of the net pension liability associated with the County	1,082,545
Total	\$ 36,185,946

For the year ended December 31, 2020, the County recognized pension expense of \$2,383,669 for its proportionate share of the General Employees Plan's pension expense. In addition, the County recognized \$93,680 as grant revenue for its proportionate share of the state of Minnesota's pension expense for the annual \$16 million contribution.

At December 31, 2020, the County reported its proportionate share of the General Employees Plan's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 320,056	\$ 132,813
Changes in actuarial assumptions	-	1,301,419
Net collective difference between projected and actual investment earnings	606,435	-
Changes in proportion	1,371,626	180,462
Contributions paid to PERA subsequent to the measurement date	1,625,758	-
Total	\$ 3,923,875	\$ 1,614,694

The \$1,625,758 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2021. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31	Pension Expense Amount
2021	\$ (1,419,359)
2022	232,116
2023	1,022,557
2024	848,110

Police and Fire Fund Pension Costs

At December 31, 2020, the County reported a liability of \$7,637,112 for its proportionate share of the Police and Fire Fund's net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportionate share of the net pension liability was based on the County's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2019 through June 30, 2020, relative to the total employer contributions received from all of PERA's participating employers. The County's proportionate share was 0.579% at the end of the measurement period and 0.635% for the beginning of the period.

The state of Minnesota contributed \$13.5 million to the Police and Fire Fund in the plan fiscal year ended June 30, 2020. The contribution consisted of \$4.5 million in direct state aid that does meet the definition of a special funding situation and \$9.0 million in supplemental state aid that does not meet the definition of a special funding situation. The \$4.5 million direct state was paid on October 1, 2019. Thereafter, by October 1 of each year, the state will pay \$9 million to the Police and Fire Fund until full funding is reached or July 1, 2048, whichever is earlier. The \$9 million in supplemental state aid will continue until the fund is 90% funded, or until the State Patrol Plan (administered by the Minnesota State Retirement System) is 90% funded, whichever occurs later.

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The state of Minnesota is included as a non-employer contributing entity in the Police and Fire Retirement Plan Schedule of Employer Allocations and Schedule of Pension Amounts by Employer, Current Reporting Period Only (pension allocation schedules) for the \$4.5 million in direct state aid. Police and Fire Plan employers need to recognize their proportionate share of the state of Minnesota's pension expense (and grant revenue) under GASB 68 special funding situation accounting and financial reporting requirements. For the year ended December 31, 2020, the County recognized pension expense of \$775,777 for its proportionate share of the Police and Fire Plan's pension expense. The County recognized \$52,146 as grant revenue for its proportionate share of the state of Minnesota's pension expense for the contribution of \$4.5 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 \$9 million in supplemental state aid. The County recognized \$52,146 for the year ended December 31, 2020 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.

County's proportionate share of the net pension liability	\$ 1,132,752
State of Minnesota's proportionate share of the net pension liability associated with the County	<u>52,146</u>
Total	<u>\$ 1,184,898</u>

At December 31, 2020, the County reported its proportionate share of the Police and Fire Plan's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 337,450	\$ 362,680
Changes in actuarial assumptions	2,559,355	4,762,996
Net collective difference between projected and actual investment earnings	231,974	-
Changes in proportion	189,200	939,190
Contributions paid to PERA subsequent to the measurement date	<u>580,997</u>	<u>-</u>
Total	<u>\$ 3,898,976</u>	<u>\$ 6,064,866</u>

The \$580,997 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2021. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31	Pension Expense Amount
2021	\$ (706,581)
2022	(2,263,991)
2023	167,627
2024	209,604
2025	(153,546)

Correctional Plan Pension Costs

At December 31, 2020, the County reported a liability of \$388,532 for its proportionate share of the Correctional Plan's net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportionate share of the net pension liability was based on the County's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2019 through June 30, 2020, relative to the total employer contributions received from all of PERA's participating employers. The County's proportionate share was 1.432% at the end of the measurement period and 1.466% for the beginning of the period.

For the year ended December 31, 2020 the County recognized pension expense of \$(733,795) for its proportionate share of the Correctional Plan's pension expense.



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At December 31, 2020, the County reported its proportionate share of the Correctional Plan's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 3,645	\$ 142,979
Changes in actuarial assumptions	-	786,829
Net collective difference between projected and actual investment earnings	73,921	-
Changes in proportion	20,186	90,000
Contributions paid to PERA subsequent to the measurement date	64,960	-
<b>Total</b>	<b>\$ 162,712</b>	<b>\$ 1,019,808</b>

The \$64,960 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2021. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31	Pension Expense Amount
2021	\$ (920,096)
2022	(80,523)
2023	8,473
2024	70,092

**Total Pension Expense**

The total pension expense for all plans recognized by the County for the year ended December 31, 2020 was \$2,425,651.

**Actuarial Assumptions**

The total pension liability in the June 30, 2020, actuarial valuation was determined using an individual entry-age normal actuarial cost method and the following actuarial assumptions:

	GERF	PEPFP	PECF
Inflation	2.25% per yr.	2.50% per yr.	2.50% per yr.
Active member payroll growth	3.00% per yr.	3.25% per yr.	3.25% per yr.
Investment rate of return	7.50%	7.50%	7.50%

Salary increases were based on a service-related table. Mortality rates for active members, retirees, survivors, and disability rates were based on Pub-2010 General Employee Mortality table for the General Employees Plan and RP 2014 tables for the Police and Fire and the Correctional Plans for males or females, as appropriate, with slight adjustments to fit PERA's experience. Cost of living benefit increases after retirement for retirees are assumed to be 1.25% per year for the General Employees Plan and 2.0% per year for the Correctional Plan. For the Police and Fire Plan, cost of living benefit increases for retirees are 1.0% per year as set by state statute.

Actuarial assumptions used in the June 30, 2020 valuation were based on the results of actuarial experience studies. The most recent four-year experience study for the General Employees Plan was completed in 2019. The assumption changes were adopted by the Board and became effective with the July 1, 2020 actuarial valuation. The four-year experience study used for the Police and Fire Plan was completed in 2016. The five-year experience study used for the Correctional Plan, prepared by a former actuary, was completed in 2012. The mortality assumption for the Correctional Plan is based on the Police and Fire Plan experience study completed in 2016. Inflation and investment return assumptions for the Police and Fire Plan and the Correctional Plan are based on the General Employees Retirement Plan experience study completed in 2019. The most recent four-year experience studies for the Police and Fire Plan and the Correctional Plan were completed in 2020. The recommended assumptions for those plans were adopted by the Board and will be effective with the July 1, 2021 actuarial valuations if approved by the Legislature.

The following changes in actuarial assumptions and plan provisions occurred in 2020:

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General Employees Fund

Changes in Actuarial Assumptions:

- 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.

Changes in Plan Provisions:

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

Police and Fire Fund

Changes in Actuarial Assumptions:

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

Changes in Plan Provisions:

- There have been no changes since the prior valuation.

Correctional Fund

Changes in Actuarial Assumptions:

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

Changes in Plan Provisions:

- There have been no changes since the prior valuation.

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	Real Rate of Return
Domestic Stocks	35.5%	5.10%
International Stocks	17.5%	5.30%
Bonds (Fixed Income)	20.0%	0.75%
Alternative Assets (Private Markets)	25.0%	5.90%
Cash	2.0%	0.00%
Total	<u>100%</u>	

**Discount Rate**

The discount rate used to measure the total pension liability in 2020 was 7.50%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at rates set in Minnesota Statutes. Based on these assumptions, the fiduciary net positions of the General Employees Fund, the Police and Fire Fund, and the Correctional Fund 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.

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***Pension Liability Sensitivity***

The following presents the County'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 County'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:

Description	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
County's proportionate share of the GERP net pension liability	\$ 56,258,575	\$ 35,103,401	\$ 17,652,081
County's proportionate share of the PEPFP net pension liability	15,221,864	7,637,112	1,362,059
County's proportionate share of the PECF net pension liability	2,414,685	388,532	(1,233,711)

***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).

***Defined Contribution Plan***

Four Board Members of the County are covered by the Defined Contribution Plan, a multiple-employer deferred compensation plan administered by PERA. The Defined Contribution Plan is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until time of withdrawal.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. Minnesota Statutes, Chapter 353D.03, specifies plan provisions, including the employee and employer contribution rates for those qualified personnel who elect to participate. An eligible elected official who decides to participate contributes 5% of salary which is matched by the elected official's employer. For ambulance service personnel, employer contributions are determined by the employer, and for salaried employees contributions must be a fixed percentage of salary. Employer contributions for volunteer personnel may be a unit value for each call or period of alert duty. Employees who are paid for their services may elect to make member contributions in an amount not to exceed the employer share. Employer and employee contributions are combined and used to purchase shares in one or more of the seven accounts of the Minnesota Supplemental Investment Fund. For administering the plan, PERA receives 2% of employer contributions and twenty-five hundredths of 1% (0.25%) of the assets in each member's account annually.

Total contributions made by the County during fiscal year 2020 were:

Contribution Amount		Contribution Amount		Required Rate
Employee	Employer	Employee	Employer	
\$ 14,459	\$ 14,459	5%	5%	5%

**H. Other Post-employment Benefits (OPEB)**

***Plan description***

The County provides post-employment health care benefits (OPEB) for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the County and can be amended by the County through its personnel policy manual and union contracts within the guidelines of Minnesota Statute. Minnesota Statute requires eligibility to be available for pension-eligible retirees (i.e. retirement after age 55 with 3 years of service). The plan is accounted for as an irrevocable trust fund. The plan does not issue a separate report.

In 2018, Carver County established an OPEB irrevocable trust, pursuant to MN Statutes, Sec. 471.6175, to prefund a portion of the OPEB liability. The Public Employees Retirement Association (PERA) serves as the trust administrator for the irrevocable trust account.

Prior to 2018, the County had a revocable trust that was reported in the Other Post Employment Benefits Internal Service Fund as investments with trust account, using accrual basis of accounting. With the establishment of an OPEB irrevocable trust, the investments were transferred to the Other Postemployment Benefits Trust Fund and reported in the Statement of Fiduciary Net Position. This financial statement is prepared using the accrual basis of accounting.

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**Summary of Plan Provisions**

Following is a summary of the major plan provisions used to determine the plan's financial position:

Plan Sponsor	Carver County
Contract Group	<b>AFSCME, Teamsters, SMACC, Non-Bargaining, and Elected Officials</b>
Effective Date	January 1, 2007 through December 31, 2019
Coverage after age 65	No Implicit Rate subsidy is included for Medical after Medicare eligibility
Employees included	Actives, Retirees, and Beneficiaries
Service Considered	From Date of Hire
Access to Group Insurance	
Eligibility:	Implicit Rate Medical subsidy to Medicare eligibility is available to pension-eligible retirees (Age 55 or older with at least 5 years of service (3 years if hired prior to July 1, 2010)). Implicit Rate Dental subsidy is available to pension-eligible retirees. No Implicit Rate Life subsidy.
Medical Monthly Blended Premium	Pre-65 blended premium is \$622 for single and \$1,772 for EE+Spouse/Valued to Medicare eligibility
Dental Monthly Blended Premium	Blended premium is \$38 for single and \$80 for EE+Spouse/ Valued for lifetime

**Subsidized Benefits**

Medical Benefit	
Eligibility:	Hired before June 1, 2010: Retirement at or after age 60 with at least 20 consecutive years of service. The County contributes same as actives until Medicare eligibility. Benefits may be deferred until age 60 if employee has 20 years of service at retirement. 2019 County contribution is up to \$700 per month toward the single medical premium.
Retiree Benefit:	
Spouse Benefit:	Hired before June 1, 2010: County contributes a set amount (by Board review annually) until Medicare eligibility if dependent coverage is in force at the time of retirement. Benefits may be deferred until age 60 if employee has 20 years of service at retirement. 2019 County contribution is up to an additional \$485 monthly for the spouse medical premium for a total of \$1,185 toward the employee + spouse medical premium.
Dental Benefit	None
Life Insurance	None

Plan Sponsor	Carver County
Contract Group	<b>Teamsters, LELS, and Sergeants</b>
Effective Date	January 1, 2007 through December 31, 2019
Coverage after age 65	No Implicit Rate subsidy is included for Medical after Medicare eligibility
Employees included	Actives, Retirees, and Beneficiaries
Service Considered	From Date of Hire
Access to Group Insurance	
Eligibility:	Implicit Rate Medical subsidy to Medicare eligibility is available to pension-eligible retirees (Age 50-55 or older with at least 5 years of service (3 years if hired prior to July 1, 2010)). Implicit Rate Dental subsidy is available to pension-eligible retirees. No Implicit Rate Life subsidy.
Medical Monthly Blended Premium	Pre-65 blended premium is \$622 for single and \$1,772 for EE+Spouse
Dental Monthly Blended Premium	Blended premium is \$38 for single and \$80 for EE+Spouse

**Subsidized Benefits**

Medical Benefit	None
Dental Benefit	None
Life Insurance	None

**Participants**

At January 1, 2019, membership consisted of:

Active Participants	625
Retired Participants Receiving Benefits (Including LTD participants)	47
Spouses of Retired Participants' Receiving Benefits	9
Total	<u>681</u>
Participating Employers	<u>1</u>

**Funding Policy and Contributions**

The fair value of investments is determined by the Minnesota State Board of Investment (SBI).

Contributions to the plan are recognized when due and the County has made a commitment to provide the contributions. The County negotiates the contribution percentage between the County and employees through the union contracts and personnel policy. See the above summary of plan provisions for the County's contribution for retirees. For the fiscal year ending December 31, 2020, the County contributed \$501,786 and the retirees contributed an estimated \$118,468 toward the cost of their healthcare coverage.

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**Net OPEB Liability**

The County's last actuarial valuation was performed for the plan on January 1, 2019. The County's \$2,430,959 net OPEB Asset was measured as of December 31, 2020.

The components of the net OPEB liability of Carver County at December 31, 2020 were as follows:

Total OPEB Liability	\$ 9,210,057
Plan fiduciary net position	<u>11,641,016</u>
Net OPEB Liability (asset)	<u>\$ (2,430,959)</u>
Plan fiduciary net position as a percentage of the total OPEB liability	126.4%
Covered-employee payroll (valuation salary)	\$ 48,879,934
Net OPEB liability (asset) as a percentage of covered- employee payroll	-5.0%

**Actuarial Methods and Assumptions**

The County's total OPEB liability of \$9,210,057 as of December 31, 2020, was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation, 1/1/19 valuation	2.50%
Salary Increases	3.00%
Investment rate of return	6.20% (net of investment expenses)
Healthcare cost trend rates:	
Medical	6.50% in 2019 grading to 5.00% over 6 years (note: The County's cap on subsidized payments are expected to increase at half of the above trend rate.)
Dental	4.00%

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members up to that date. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with long-term perspective of the calculations.

Mortality rates were based on the RP-2014 White Collar Mortality Tables with MP-2018 Generational Improvement Scale (with Blue Collar adjustment for Police and Fire Personnel)

The actuarial assumptions used in the January 1, 2019 valuation and December 31, 2020 measurement date were based on the Public Employees Retirement Association of Minnesota actuarial experience studies, including the six-year experience study for the General Employees Plan completed in 2015 and the experience study for the Police and Fire Plan completed in 2016.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic 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	80.00%	6.80%
Fixed Income	20.00%	3.00%
Private equity	0.00%	0.00%
Real estate	0.00%	0.00%
Cash	0.00%	0.00%
Total Portfolio	100.00%	6.00%

**Investments**

The OPEB investments are held in an irrevocable trust and invested by SBI in an OPEB Internal Equity Pool and Internal Fixed Income Pool. The County's investment policy delegates investment policy decisions to the Investment Manager, including asset allocation. The policy can only be amended by the County Board.

**Rate of Return**

For the year ended December 31, 2020, the annual money-weighted rate of return on investments, net of investment expense, was 16.6 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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**Discount Rate**

The discount rate used to measure the total OPEB liability was 6.00 percent, this was a change from the January 1, 2019 valuation report of 5.80 percent. The projection of cash flows used to determine the discount rate assumed that the County contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**Changes in the Net OPEB Liability**

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (Asset) (a)-(b)
Balance at 12/31/19	\$ 9,006,073	\$ 9,687,628	\$ (681,555)
Changes for the year:			
Service cost	308,044	-	308,044
Interest	525,872	-	525,872
Assumption Changes	(128,146)	-	(128,146)
Employer Contributions	-	850,684	(850,684)
Projected Investment Return	-	581,258	(581,258)
Difference between expected and actual experience	-	1,024,303	(1,024,303)
Benefit payments	(501,786)	(501,786)	-
Administrative expense	-	(1,071)	1,071
Net Change	203,984	1,953,388	(1,749,404)
Balance at 12/31/20	\$ 9,210,057	\$ 11,641,016	\$ (2,430,959)

**Sensitivity of the Net OPEB liability to changes in the Discount Rates**

The following presents the net OPEB liability of Carver County as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1.0 percentage point lower or 1.0 percentage point higher than the current discount rates.

	1% Increase	Current Discount Rate	1% Decrease
Net OPEB Liability (Asset)	\$ (1,702,216)	\$ (2,430,959)	\$ (3,088,962)
Discount Rate	5.00%	6.00%	7.00%

**Sensitivity of the Net OPEB liability to changes in the Healthcare Cost Trend Rates**

The following presents the net OPEB liability of Carver County as well as what the County's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1.0 percentage point lower or 1.0 percentage point higher than the current healthcare cost trend rates.

	1% Increase	Current Trend Rate	1% Decrease
Net OPEB Liability (Asset)	\$ (3,242,165)	\$ (2,430,959)	\$ (1,494,357)
Medical Trend Rate	5.25% decreasing to 4.00% over 5 years	6.25% decreasing to 5.00% over 5 years	7.25% decreasing to 6.00% over 5 years
Dental Trend Rate	3.00%	4.00%	5.00%

**OPEB Plan Fiduciary Net Position**

Detailed information about the OPEB plan's fiduciary net position is available on page 30 of this financial report.

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

For the year ended December 31, 2020 the County recognized OPEB revenue of \$233,458. At December 31, 2020, the County reported deferred inflows and outflows of resources related to OPEB from the following sources:

Source	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 288,203	\$ -
Changes in actuarial assumptions	-	146,253
Net difference between projected and actual earnings on investments	-	1,733,352
Total	<u>\$ 288,203</u>	<u>\$ 1,879,605</u>

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Amounts reported as deferred outflows of resources and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year	Amount
2021	\$ (487,187)
2022	(487,187)
2023	(487,187)
2024	(182,547)
2025	22,312
Thereafter	30,387

**I. Donor-restricted Endowment**

The County has a donor restricted endowment that exists in the General Fund. The Minnesota Community Foundation endowment allows the County to spend the prior year investment earnings less administrative expenses on certain Library expenses. For 2020, the County had net investment loss of \$562. The County reported the related net position as restricted in the Statement of Net Position. The Library Director is authorized to spend the amount available for spending through the County's regular claim approval process.

**J. Subsequent Events**

In February 2021, the County redeemed the 2012A G.O. Tax Abatement Bonds in full for \$425,000. The early redemption of these bonds allowed the County to realize savings of \$20,962.50 in interest.

**Carver County Community Development Agency Component Unit Notes**

**Note 5 - Summary of Significant Accounting Policies**

**A. Reporting Entity**

The Carver County Community Development Agency (the CDA) Chaska, Minnesota was established April 3, 1980. The CDA is governed by a five-member Board of Commissioners (the Board) appointed by the Carver County (the County) Board of Commissioners from the five districts in the County. The CDA provides affordable housing for the citizens within the County. The CDA has considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the CDA are such that exclusion would cause the CDA's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the primary government to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the primary government. The CDA has no component units. However, the CDA is reported as a component unit in the County's financial statements.

**B. Measurement Focus, Basis of Accounting and Basis of Presentation**

The CDA is considered a single enterprise fund for financial reporting purposes. The activities of the CDA are recorded under various programs established for the administration of the CDA's programs. For the most part, the effect of inter-program activity has been removed from the statements of net position and the statement of activities. The CDA's basic financial statements have been prepared on the basis of the governmental proprietary fund concept which pertains to financial activities that operate in a manner similar to private business enterprises and are financed through tenant rentals and federal housing assistance programs. The CDA's basic financial statements are presented on the accrual basis of accounting. The CDA applies all applicable Government Accounting Standards Board (GASB) pronouncements.

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.

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.

Non-exchange transactions, in which the CDA receives value without directly giving equal value in return, include property taxes, grants, entitlements 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 CDA must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the CDA on a reimbursement basis.

Proprietary funds distinguish operating revenues and expenses from nonoperating revenue and expenses. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of proprietary funds are tenant rent and City contributions. Operating expenses for proprietary funds include the cost of housing assistance payments, utilities, 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.

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**C. Assets, Deferred Outflows of Resources, Liabilities, and Net Position**

**1. Deposits and Investments**

The CDA's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. The cash and temporary investments pool is considered to be cash and cash equivalents for purposes of the Statements of Cash Flows.

The CDA may 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.
3. General obligations of the 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. Obligations of 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.

Broker money market funds operate in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the shares.

The CDA 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 CDA has the following recurring fair value measurements as of year end:

- US Treasury securities are valued using quoted market prices (Level 1 inputs)
- Broker Certificates of Deposit are valued using a matrix pricing model (Level 2 inputs)

**2. Property Taxes**

The CDA Board annually adopts a levy and certifies it to the County for collection. The County is responsible for collecting all property taxes for the CDA. Real property taxes are paid by taxpayers of the County in two equal installments on May 15 and October 15. The County provides tax settlements to the CDA three times per year, in January, July and December.

Delinquent taxes receivable include the past six years' uncollected taxes.

**3. Accounts Receivable**

Accounts receivable include amounts billed for services provided before year end. All trade receivables are shown net of an allowance for uncollectible. Because the CDA has written off all accounts that are considered to be uncollectible, there is no allowance for uncollectible accounts at year end.

**4. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.



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NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**5. Capital Assets**

Capital assets, which include property, plant and equipment are reported in the government-wide financial statements. Capital assets are defined by the CDA as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

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

Assets	Years
Buildings	30 to 40
Furniture, equipment and machinery	3 to 15
Leasehold improvements	15

**6. Unearned Revenue**

The CDA reports unearned revenue on its statement of net position. Unearned revenue arises when resources are received by the CDA before it has legal claim to them, as when grant monies are received prior to the incurrence of qualifying expense. In subsequent periods, when revenue recognition criteria is met, or when the CDA has a legal claim to the resources, the liability for unearned revenue is removed from the statement of net position and revenue is recognized.

**7. Compensated Absences**

The CDA reports all earned but unpaid compensated absences as a current liability on the statement of net position. The CDA records an expense to reflect the change in compensated absences earned and used during the year.

**8. Long-term Obligations**

Long-term debt and other long-term obligations are reported as liabilities in the statement of net position. 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 of the period incurred.

**9. Deferred outflows of resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

The CDA only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

**10. Net Position**

Net position represents the difference between assets and deferred outflows and liabilities. 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 - Consist 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 does 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 CDA's policy to use restricted resources first, then unrestricted resources as they are needed.

**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**Note 6 - Detailed Notes**

**A. Deposits and Investments**

**Deposits**

Custodial credit risk for deposits and investments is the risk that in the event of a bank failure, the CDA's deposits may not be returned or the CDA 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 Board, the CDA maintains deposits at those depository banks which are members of the Federal Reserve System.

Minnesota statutes require that all CDA 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.

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 government entity.

At December 31, 2020, the CDA's carrying amount of deposits was \$8,225,494 and the bank balance was \$8341392 all of which was covered by federal depository insurance and by collateral held by the CDA's agent in the CDA's name.

**Investments**

As of December 31, 2020, the CDA had the following investments:

Types of Investments	Credit Quality/ Rating (1)	Segmented Time Distribution (2)	Amount	Fair Value Measurement Using		
				Level 1	Level 2	Level 3
Non-pooled investments at fair value						
U.S. Treasuries	AAA	Less than 1 year	\$ 4,994,226	\$ 4,994,226	\$ -	\$ -
Certificate of Deposit	N/A	Less than 1 year	1,703,420	-	1,703,420	-
Certificate of Deposit	N/A	1 to 3 years	500,000	-	500,000	-
Pooled investments at amortized costs						
Broker Money Market	N/A	N/A	417,490	-	-	-
			<u>\$ 7,615,136</u>	<u>\$ 4,994,226</u>	<u>\$ 2,203,420</u>	<u>\$ -</u>

(1) Ratings are provided by various credit rating agencies 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

A reconciliation of cash and temporary investments as shown on the statement of net position as of December 31, 2020 for the CDA follows:

Carrying amounts of deposits	\$ 8,225,494
Investments	7,615,136
Cash on hand	<u>1,350</u>
Total	<u>\$ 15,841,980</u>

**CARVER COUNTY  
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Cash and pooled investments	
Cash-unrestricted	\$ 7,422,748
Cash-other restricted	457,384
Cash-tenant security deposits	346,712
Investments-unrestricted	1,853,420
Investments-restricted	3,984,489
Investments-restricted for payment of current liability	<u>1,777,227</u>
 Total	 <u>\$ 15,841,980</u>

The investments are subject to the following risks:

*Credit Risk* - Credit risk is the risk that an issue or other counterparty to an investment will not fulfill it's obligations. Ratings provided by various credit rating agencies where applicable indicate associated credit risk. Minnesota statutes limit the CDA's investments.

*Custodial Credit Risk* - The risk that in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that is in possession of an outside party. The CDA limits it's exposure to custodial credit risk by purchasing insured or registered investments.

*Interest Rate Risk* - Using the segmented time distribution method, the interest rate risk of these investments varies as listed in the investment summaries.

*Concentration of Credit Risk* - The concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. In accordance with it's investment policy, the CDA will diversify use of investment instruments to avoid incurring unreasonable risks inherent in over-investing in specific instruments, individual financial institutions or maturities. The money market mutual funds are exempt from consideration of concentration of credit risk.

**B. Capital Assets**

Capital asset activity for the year ended December 31, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Business-type activities</b>				
Capital assets not being depreciated				
Land	\$ 7,899,947	\$ 371,500	\$ (29,200)	\$ 8,242,247
Construction in progress	-	4,000	-	4,000
Total capital assets not being depreciated	<u>7,899,947</u>	<u>375,500</u>	<u>(29,200)</u>	<u>8,246,247</u>
Capital assets being depreciated				
Land improvements	417,366	42,618	-	459,984
Buildings	57,028,018	847,471	-	57,875,489
Furniture, equipment and machinery				
Dwelling	1,353,197	26,365	-	1,379,562
Administration	348,324	20,599	-	368,923
Total capital assets being depreciated	<u>59,146,905</u>	<u>937,053</u>	<u>-</u>	<u>60,083,958</u>
Less accumulated depreciation for				
Land improvements	(238,536)	(24,748)	-	(263,284)
Buildings	(27,585,069)	(1,879,356)	-	(29,464,425)
Furniture, equipment and machinery				
Dwelling	(1,315,171)	(41,687)	-	(1,356,858)
Administration	(308,344)	(9,466)	-	(317,810)
Total accumulated depreciation	<u>(29,447,120)</u>	<u>(1,955,257)</u>	<u>-</u>	<u>(31,402,377)</u>
Total capital assets being depreciated, net	<u>29,699,785</u>	<u>(1,018,204)</u>	<u>-</u>	<u>28,681,581</u>
Business-type activities capital assets, net	<u>\$ 37,599,732</u>	<u>\$ (642,704)</u>	<u>\$ (29,200)</u>	<u>\$ 36,927,828</u>

Depreciation expense was charged to programs of the CDA as follows:

Program	
State/Local	\$ 42,914
Carver Homes	307,708
Rental Properties	<u>1,604,635</u>
Total	<u>\$ 1,955,257</u>

**CARVER COUNTY  
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NOTES TO THE FINANCIAL STATEMENTS  
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**C. Long-term Debt**

**General Obligation Bonds**

The following bonds were issued to finance the construction of rental buildings and will be repaid from rental income:

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
Centennial Hill - Series 2014	\$ 2,110,000	2.00 - 2.50%	08/28/14	01/01/25	\$ 1,075,000
Centennial Hill - Series 2014T	2,370,000	3.30 - 4.00	08/28/14	01/01/34	2,370,000
Lake Grace - Series 2020A	1,920,000	1.10 - 1.35	05/20/20	07/01/28	1,920,000
Chaska Brickyard - Series 2020B	2,200,000	0.30 - 2.00	10/07/20	01/01/40	2,200,000
Chaska Brickyard - Series 2010	2,850,000	2.00 - 4.13	08/01/10	01/01/40	75,000
Chaska Brickyard - Series 2000	420,000	5.60 - 6.00	01/18/00	01/01/28	195,000
Crossings at Town Center - Series 2011A	6,555,000	2.00 - 3.60	12/01/11	02/01/34	4,745,000
Bluff Creek - Series 2011B	785,000	1.25 - 3.50	12/01/11	02/01/29	470,000
Oak Grove - Series 2009B	1,605,000	3.00 - 3.88	11/05/09	02/01/24	615,000
Oak Grove - Series 2016	4,710,000	3.00 - 3.50	12/29/16	02/01/44	4,660,000
Waybury Apartments - Series 2011C	1,700,000	1.50 - 4.38	12/29/11	02/01/41	1,510,000
Waybury Apartments - Governmental Development Refunding, Series 2018A	6,110,000	2.00-3.60	02/28/18	02/01/48	5,855,000
<b>Total General Obligation Bonds</b>					<b>\$ 25,690,000</b>

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

Year Ending December 31,	G.O. Bonds		
	Principal	Business-type Activities Interest	
2021	\$ 1,175,000	\$ 851,348	\$ 2,026,348
2022	1,215,000	746,799	1,961,799
2023	1,265,000	719,232	1,984,232
2024	1,315,000	689,582	2,004,582
2025	1,310,000	654,719	1,964,719
2026 - 2030	6,455,000	2,700,655	9,155,655
2031 - 2035	5,615,000	1,706,888	7,321,888
2036 - 2040	3,305,000	1,017,886	4,322,886
2041 - 2045	2,850,000	452,319	3,302,319
2046 - 2048	1,185,000	65,610	1,250,610
<b>Total</b>	<b>\$ 25,690,000</b>	<b>\$ 9,605,038</b>	<b>\$ 35,295,038</b>

**Notes Payable**

The following notes were issued to fund project costs and will be repaid with revenue from the project.

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
Jonathan Acres Mortgage note payable	\$ 3,155,233	3.74%	04/01/17	05/01/45	\$ 2,899,412
Waybury Second mortgage Note payable	1,400,000	-	02/01/12	08/01/37	1,400,000
CCCD A Deferred Note Payable	127,300	-	12/01/14	12/01/44	127,300
Spruce Rehab, Note Payable	243,900	-	01/10/13	01/10/33	243,900
Deferred Note Payable	150,000	-	03/01/18	03/01/48	150,000
Deferred Note Payable	56,000	-	11/13/20	03/01/50	56,000
Lake Grace Building Loan Deferred Note Payable	1,000,000	-	09/30/03	07/01/28	994,835
<b>Total Notes</b>					<b>\$ 5,871,447</b>

**CARVER COUNTY  
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Annual debt service requirements to maturity for notes payable are as follows:

Year Ending December 31,	Notes Payable		
	Business-type Activities		
	Principal	Interest	Total
2021	\$ 74,489	\$ 107,170	\$ 181,659
2022	77,323	104,336	181,659
2023	80,265	101,394	181,659
2024	83,319	98,340	181,659
2025	86,489	95,170	181,659
2026 - 2030	1,479,218	423,911	1,903,129
2031 - 2035	827,716	324,478	1,152,194
2036 - 2040	2,103,660	204,634	2,308,294
2041 - 2045	852,968	61,519	914,487
2046 - 2050	206,000	-	206,000
<b>Total</b>	<b>\$ 5,871,447</b>	<b>\$ 1,520,952</b>	<b>\$ 7,392,399</b>

**Changes in long-term liabilities**

Long-term liability activity for the year ended December 31, 2020, was as follows:

	Balance 12/31/2019	Issued	Retired	Refunded	Balance 12/31/2020	Due Within One Year
G.O. Bonds	\$ 26,815,000	\$ 4,120,000	\$ (1,130,000)	\$ (4,115,000)	\$ 25,690,000	\$ 1,175,000
Premium on bonds	117,396	54,360	(8,386)	-	163,370	-
Notes Payable	5,868,505	74,700	(71,758)	-	5,871,447	74,489
<b>Total</b>	<b>\$ 32,800,901</b>	<b>\$ 4,249,060</b>	<b>\$ (1,210,144)</b>	<b>\$ (4,115,000)</b>	<b>\$ 31,724,817</b>	<b>\$ 1,249,489</b>

**Note 7 - Other Information**

**A. Risk Management**

The CDA participates in the Minnesota Counties Insurance Trust public entity risk pool and is exposed to various risks of losses including general liability, property damage and employee bodily injury. The insurance coverage of this trust is considered to be adequate to cover unexpected claims against the CDA. The CDA retains the responsibility to cover any settlements exceeding the specific coverage. There was no reduction in coverage from the prior year and settlements have not exceeded insurance coverage in the past three years.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities, if any, include an amount for claims that have been incurred but not reported (IBNRs). The CDA's management is not aware of any incurred but not reported claims.

**B. Restricted Investments**

The bond indenture require the CDA to establish and maintain various trust funds related to construction of the projects, bond sinking and reserve funds, and operating reserve funds. Balances in the various funds are subject to increase or release based upon annual calculations.

**Note 8 - Retirement Plan**

All permanent full-time employees of the CDA are eligible to participate in the Housing-Renewal and Local Agency Restated Retirement Plan (the Plan). The Plan is a defined contribution plan administered by a trustee. Employees under this Plan receive a pension based on the amount deposited in the Plan by the employee and employer and the amount of investment income earned. Therefore, the Plan is fully funded at all times.

Participating employees vest in the CDA's future and past service contributions based on each full year of continuous employment. Total payroll for employees covered by the Plan for the year ended December 31, 2020 and 2019, was \$1,789,025 and \$1,724,628, respectively.

The CDA made contributions into the Plan of \$196,793 and \$189,709 for the years ended December 31, 2020 and 2019, respectively. Pension expense is equal to contribution made.

As of December 31, 2020, the Plan held no securities issued by the CDA or other related parties.

**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**Note 9 - Joint Ventures**

The CDA and the City of Norwood Young America (City) entered into a joint powers agreement for the purpose of the redevelopment of approximately 4.5 acres known as the Oak Grove Dairy property. To the extent deemed necessary by the CDA, the Agencies shall enter into additional written agreements from time to time relating to specific activities. It is the intent of the parties that any governmentally owned housing development project would be developed, owned and operated by the CDA. The CDA and the City initially paid one-half the preliminary property acquisition costs and one-half on any cost of carrying the property following the acquisition. On December 15, 2016 the Joint Powers Agreement was amended to reflect the conveyance of the CDA's undivided 50% interest in the Commercial Parcels for a sum of \$260,000 and a final contribution to the CDA's bond obligation of \$45,000. Specific amendment of the language in Clause i. of Section 2.b eliminates references to the City's annual contribution of \$48,500, the pledge of net sale proceeds of the Commercial Parcels to the payments of Housing Bonds, and any payment to the City of surplus revenues generated by the Housing Parcel. Except as modified by this Amendment, the Joint Powers Agreement shall continue in full force and subject to the terms thereof.

**Note 10 - Subsequent Events**

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus ("COVID-19") and the risks to the international community as virus spreads globally. On March 11, 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. In response to the pandemic, the State of Minnesota has issued stay-at-home orders and other measures aimed at slowing the spread of coronavirus.

The full impact of the COVID-19 outbreak continues to evolve as the date of this report. Due to the rapid development and fluidity of this situation, the CDA cannot determine the ultimate impact that the COVID-19 pandemic will have on its financial condition, liquidity, and future revenue collection, and therefore any prediction as to the ultimate impact of the CDA's financial condition, liquidity, and future results of its revenue collections is uncertain.

## **Required Supplementary Information**

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 34,580,598	\$ 34,600,598	\$ 34,531,830	\$ (68,768)
Special Assessments	181,500	258,668	260,070	1,402
Licenses and Permits	1,401,935	1,026,435	791,593	(234,842)
Intergovernmental	6,788,352	22,959,219	23,311,057	351,838
Charges for Services	10,878,365	11,187,349	10,740,102	(447,247)
Fines and Forfeits	218,486	256,055	232,428	(23,627)
Gifts and Contributions	17,735	519,611	542,983	23,372
Investments Income	1,586,316	1,603,196	2,677,888	1,074,692
Miscellaneous	491,311	587,324	497,804	(89,520)
<b>Total Revenues</b>	56,144,598	72,998,455	73,585,755	587,300
<b>Expenditures:</b>				
Current:				
General Government				
Commissioners	725,230	939,442	576,965	362,477
Courts	338,000	338,000	480,574	(142,574)
County Administration	371,816	371,462	363,441	8,021
Taxpayer Services	2,400,734	2,801,063	2,685,396	115,667
Finance	1,311,837	1,455,633	1,263,001	192,632
Property Assessment	1,458,806	1,340,982	1,299,697	41,285
Public Services Administration	784,341	580,677	545,002	35,675
Information Technology	6,630,255	7,368,840	7,096,479	272,361
Human Resources	2,054,533	1,977,690	1,707,821	269,869
Attorney	3,915,223	3,832,796	3,790,427	42,369
Land Records and Vitals	835,845	836,250	889,153	(52,903)
Buildings and Plant	3,236,575	3,352,675	3,331,012	21,663
Veterans Service Officer	461,893	460,944	446,675	14,269
Land Management	703,700	637,666	609,462	28,204
Vacancy Savings	(3,755,557)	-	-	-
Other	178,747	48,043	144,737	(96,694)
<b>General Government</b>	21,651,978	26,342,163	25,229,842	1,112,321
Public Safety				
Sheriff	21,767,297	21,104,475	20,558,677	545,798
Medical Examiner	245,287	245,287	250,280	(4,993)
Court Services	2,265,249	2,315,868	2,189,525	126,343
<b>Public Safety</b>	24,277,833	23,665,630	22,998,482	667,148
Highways and Streets				
Administration	-	71,546	71,546	-
Human Services				
Social Services	-	1,489,363	1,489,363	-



**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(Continued)**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Health				
Community Health Services	30,000	1,296,941	1,296,941	-
Culture and Recreation				
Library	4,586,027	4,384,684	4,288,703	95,981
Parks	1,416,666	1,254,620	1,109,019	145,601
Historical Society	227,898	227,898	227,898	-
Culture and Recreation	6,230,591	5,867,202	5,625,620	241,582
Conservation of Natural Resources				
Minnesota Extension Services	347,430	342,125	332,222	9,903
Planning & Water Management	682,516	1,016,020	991,779	24,241
Environmental Services	2,557,200	2,805,818	2,646,853	158,965
Soil and Water Conservation District	336,530	336,530	336,530	-
Agricultural Society	51,000	376,000	376,000	-
Conservation of Natural Resources	3,974,676	4,876,493	4,683,384	193,109
Economic Development				
Community Development Agency	-	1,456,916	1,456,916	-
Debt Service:				
Principal Retirement	175,000	153,323	153,323	-
Total Expenditures	56,340,078	65,219,577	63,005,417	2,214,160
Excess of Revenues over (under) Expenditures	(195,480)	7,778,878	10,580,338	2,801,460
Other Financing Sources (Uses):				
Transfers In	195,480	1,508,500	1,508,500	-
Transfers Out	-	(1,479,373)	(1,479,373)	-
Loans Issued	-	268,790	268,790	-
Proceeds from Sale of Capital Assets	-	-	11,383	11,383
Total Other Financing Sources (Uses)	195,480	297,917	309,300	11,383
Net Change in Fund Balance	-	8,076,795	10,889,638	2,812,843
Fund Balance - January 1	26,136,667	26,136,667	26,136,667	-
Fund Balance - December 31	\$ 26,136,667	\$ 34,213,462	\$ 37,026,305	\$ 2,812,843

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
ROAD AND BRIDGE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 5,211,388	\$ 5,221,573	\$ 5,167,604	\$ (53,969)
Intergovernmental	3,483,511	4,154,068	4,162,844	8,776
Charges for Services	25,000	2,900	2,900	-
Miscellaneous	255,000	206,849	200,620	(6,229)
<b>Total Revenues</b>	<b>8,974,899</b>	<b>9,585,390</b>	<b>9,533,968</b>	<b>(51,422)</b>
<b>Expenditures:</b>				
Current:				
Highways and Streets				
Administration	765,349	700,138	696,726	3,412
Asset & Performance Management	448,810	412,077	335,405	76,672
Engineering	3,011,699	3,119,045	3,101,439	17,606
Maintenance	4,022,748	4,372,134	4,101,662	270,472
Highway	1,379,124	1,210,949	1,110,764	100,185
Highways and Streets	9,627,730	9,814,343	9,345,996	468,347
Intergovernmental:				
Highways and Streets	-	219,739	219,739	-
<b>Total Expenditures</b>	<b>9,627,730</b>	<b>10,034,082</b>	<b>9,565,735</b>	<b>468,347</b>
<b>Excess of Revenues over (under) Expenditures</b>	<b>(652,831)</b>	<b>(448,692)</b>	<b>(31,767)</b>	<b>416,925</b>
Other Financing Sources (Uses):				
Transfers In	690,970	694,970	694,970	-
Transfers Out	(38,139)	(819,582)	(819,582)	-
Proceeds from Sale of Capital Assets	-	-	8,529	8,529
<b>Total Other Financing Sources (Uses)</b>	<b>652,831</b>	<b>(124,612)</b>	<b>(116,083)</b>	<b>8,529</b>
<b>Net Change in Fund Balance</b>	-	(573,304)	(147,850)	425,454
Fund Balance - January 1	5,046,063	5,046,063	5,046,063	-
Increase (Decrease) in Inventories	-	-	196,142	196,142
<b>Fund Balance - December 31</b>	<b>\$ 5,046,063</b>	<b>\$ 4,472,759</b>	<b>\$ 5,094,355</b>	<b>\$ 621,596</b>

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
HEALTH & HUMAN SERVICES FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 13,291,775	\$ 13,291,775	\$ 13,281,553	\$ (10,222)
Special Assessments	-	-	306	306
Intergovernmental	14,768,018	15,754,120	15,552,047	(202,073)
Charges for Services	4,419,890	4,282,108	3,892,401	(389,707)
Gifts and Contributions	-	71,690	71,664	(26)
Miscellaneous	39,200	39,200	184,755	145,555
<b>Total Revenues</b>	<b>32,518,883</b>	<b>33,438,893</b>	<b>32,982,726</b>	<b>(456,167)</b>
<b>Expenditures:</b>				
Current:				
Human Services				
Social Services	25,061,287	25,037,624	24,902,805	134,819
Income Maintenance	4,911,071	4,912,168	4,687,160	225,008
Human Services	29,972,358	29,949,792	29,589,965	359,827
Health				
Community Health Services	2,546,525	1,600,278	1,309,474	290,804
<b>Total Expenditures</b>	<b>32,518,883</b>	<b>31,550,070</b>	<b>30,899,439</b>	<b>650,631</b>
Excess of Revenues over (under) Expenditures	-	1,888,823	2,083,287	194,464
Other Financing Sources (Uses):				
Transfers In	-	312,298	312,298	-
Transfers Out	-	(1,906,288)	(1,906,288)	-
Proceeds from Sale of Capital Assets	-	-	1,692	1,692
<b>Total Other Financing Sources (Uses)</b>	-	(1,593,990)	(1,592,298)	1,692
Net Change in Fund Balance	-	294,833	490,989	196,156
Fund Balance - January 1	11,449,472	11,449,472	11,449,472	-
Fund Balance - December 31	<b>\$ 11,449,472</b>	<b>\$ 11,744,305</b>	<b>\$ 11,940,461</b>	<b>\$ 196,156</b>

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF CHANGES IN THE  
COUNTY'S NET OPEB LIABILITY AND RELATED RATIOS  
December 31, 2020**

	2018	2019	2020
<b>Total OPEB Liability</b>			
Service cost	\$ 314,002	\$ 309,819	\$ 308,044
Interest	444,861	463,857	525,872
Difference between expected and actual experience	-	370,547	-
Changes of assumptions	-	(41,588)	(128,146)
Benefit payments	(384,129)	(435,173)	(501,786)
Net Change in total OPEB Liability	374,734	667,462	203,984
Total OPEB Liability - beginning	7,963,877	8,338,611	9,006,073
Total OPEB Liability - ending	<u>\$ 8,338,611</u>	<u>\$ 9,006,073</u>	<u>\$ 9,210,057</u>
Plan fiduciary Net Position			
Contributions - employer	\$ 7,690,439	\$ 840,314	\$ 850,684
Net investment income (loss)	-	1,977,155	1,605,561
Benefit payments	(384,129)	(435,173)	(501,786)
Administrative expenses	-	(978)	(1,071)
Net change in plan fiduciary net position	7,306,310	2,381,318	1,953,388
Plan Fiduciary Net Position - beginning	-	7,306,310	9,687,628
Plan Fiduciary Net Position - ending	<u>\$ 7,306,310</u>	<u>\$ 9,687,628</u>	<u>\$ 11,641,016</u>
Net OPEB Liability (Asset)	\$ 1,032,301	\$ (681,555)	\$ (2,430,959)
Plan fiduciary net position as a percentage of the total OPEB liability	87.62%	107.57%	126.39%
Covered-employee payroll	\$ 43,502,181	\$ 47,456,247	\$ 48,879,934
County's Net OPEB Liability (Asset) as a percentage of the covered-employee payroll	2.37%	-1.44%	-4.97%

Carver County implemented GASB Statements No. 74 and No. 75 in fiscal year ending December 31, 2018.

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF COUNTY CONTRIBUTIONS  
December 31, 2020**

	2018	2019	2020
Actuarially determined contribution	N/A	\$ 405,141	\$ 348,898
Contribution in relation to the actuarially determined contribution	7,690,439	840,314	850,684
Contribution deficiency (excess)	<u>\$ 7,690,439</u>	<u>\$ (435,173)</u>	<u>\$ (501,786)</u>
Covered-employee payroll	\$ 43,502,181	\$ 47,456,247	\$ 48,879,934
Contributions as a percentage of			
Covered-employee payroll	17.68%	1.77%	1.74%

Carver County implemented GASB Statements No. 74 and No. 75 in fiscal year ending December 31, 2018. This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

GASB has not defined an actuarially determined contribution and no statutory or contractual contribution has been established by the County.

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF INVESTMENT RETURNS  
December 31, 2020**

<u>Year</u>	<u>Annual Money-Weighted Rate of Return, Net of Investment Expense</u>
2018	-4.3%
2019	27.0%
2020	16.6%

Carver County implemented GASB Statements No. 74 and No. 75 in fiscal year ending December 31, 2018. This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**Schedule of Proportionate Share of Net Pension Liability  
PERA General Employees Retirement Plan  
DECEMBER 31, 2020**

Measurement Date**	Employer's Proportion of the Net Pension Liability (Asset)	Employer's Proportionate Share of the Net Pension Liability (Asset) (a)	State's Proportionate Share of the Net Pension Liability Associated with Carver County (b)	Employer's and State's Proportionate Share of the Net Pension Liability (a+b)	Covered Payroll (c)	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll (a/b)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2020	0.5855%	\$ 35,103,401	\$ 1,082,545	\$ 36,185,946	\$ 41,758,213	84.06%	79.1%
2019	0.5632%	31,138,067	967,791	32,105,858	40,770,857	76.37%	80.2%
2018	0.5690%	31,565,787	1,035,477	32,601,264	38,622,599	81.73%	79.5%
2017	0.5490%	35,047,798	440,729	35,488,527	35,369,950	99.09%	75.9%
2016	0.5191%	42,148,346	550,494	42,698,840	32,213,915	130.84%	68.9%
2015	0.5225%	27,078,662	N/A	27,078,662	30,704,863	88.19%	78.2%

\* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

\*\* The measurement date for each year is June 30.

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**Schedule of Contributions  
PERA General Employees Retirement Plan  
DECEMBER 31, 2020**

Year Ending**	Statutorily Required Contribution (a)	Actual Contributions in Relation to the Statutorily Required Contributions (b)	Contribution (Deficiency) Excess (a-b)	Covered Payroll (c)	Actual Contributions as a Percentage of Covered Payroll (b/c)
2020	\$ 3,236,304	\$ 3,236,304	\$ -	\$ 43,150,720	7.50%
2019	2,989,538	2,989,538	-	39,860,507	7.50%
2018	2,868,521	2,868,521	-	38,246,947	7.50%
2017	2,720,343	2,720,343	-	36,262,907	7.50%
2016	2,498,355	2,498,355	-	33,311,362	7.50%
2015	2,447,612	2,447,612	-	32,634,805	7.50%

\* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

\*\* The County's year-end is December 31.

Notes to the required supplementary information are an integral part of this schedule.



**CARVER COUNTY  
CHASKA, MINNESOTA**

**Schedule of Proportionate Share of Net Pension Liability  
PERA Public Employees Police and Fire Plan  
DECEMBER 31, 2020**

Measurement Date**	Employer's Proportion of the Net Pension Liability (Asset)	Employer's Proportionate Share of the Net Pension Liability (Asset) (a)	Covered Payroll (b)	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll (a/b)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2020	0.579%	\$ 7,637,112	\$ 6,399,729	119.33%	87.2%
2019	0.635%	6,760,216	6,654,389	101.59%	89.3%
2018	0.622%	6,630,945	6,769,968	97.95%	88.8%
2017	0.636%	8,586,757	6,523,965	131.62%	85.4%
2016	0.629%	25,242,864	6,061,806	416.42%	63.9%
2015	0.639%	7,260,535	5,853,455	124.04%	86.6%

\* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

\*\* The measurement date for each year is June 30.

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**Schedule of Contributions  
PERA Public Employees Police and Fire Plan  
DECEMBER 31, 2020**

Year Ending**	Statorily Required Contribution (a)	Actual Contributions in Relation to the Statorily Required Contributions (b)	Contribution (Deficiency) Excess (a-b)	Covered Payroll (c)	Actual Contributions as a Percentage of Covered Payroll (b/c)
2020	\$ 1,151,874	\$ 1,151,874	\$ -	\$ 6,507,761	17.70%
2019	1,110,292	1,110,292	-	6,550,395	16.95%
2018	1,062,164	1,062,164	-	6,556,568	16.20%
2017	1,001,217	1,001,217	-	6,180,356	16.20%
2016	1,018,152	1,018,152	-	6,284,887	16.20%
2015	998,228	998,228	-	6,161,902	16.20%

\* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

\*\* The County's year-end is December 31.

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**Schedule of Proportionate Share of Net Pension Liability  
PERA Public Employees Correctional Plan  
DECEMBER 31, 2020**

Measurement Date**	Employer's Proportion of the Net Pension Liability (Asset)	Employer's Proportionate Share of the Net Pension Liability (Asset) (a)	Covered Payroll (b)	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll (a/b)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2020	1.432%	\$ 388,532	\$ 3,115,794	12.47%	96.7%
2019	1.466%	202,926	3,163,855	6.41%	98.2%
2018	1.534%	252,216	3,076,162	8.20%	97.6%
2017	1.490%	4,246,515	2,979,552	142.52%	67.9%
2016	1.470%	5,370,116	2,762,755	194.38%	58.2%
2015	1.500%	231,900	2,690,897	8.62%	96.9%

\* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

\*\* The measurement date for each year is June 30.

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**Schedule of Contributions  
PERA Public Employees Correctional Plan  
DECEMBER 31, 2020**

Year Ending**	Statutorily Required Contribution (a)	Actual Contributions in Relation to the Statutorily Required Contributions (b)	Contribution (Deficiency) Excess (a-b)	Covered Payroll (c)	Actual Contributions as a Percentage of Covered Payroll (b/c)
2020	\$ 270,428	\$ 270,428	\$ -	\$ 3,090,606	8.75%
2019	273,561	273,561	-	3,126,411	8.75%
2018	274,044	274,044	-	3,131,931	8.75%
2017	265,015	265,015	-	3,028,736	8.75%
2016	248,228	248,228	-	2,836,894	8.75%
2015	242,211	242,211	-	2,768,124	8.75%

\* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

\*\* The County's year-end is December 31.

Notes to the required supplementary information are an integral part of this schedule.

**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2020**

**I. Stewardship, compliance, and accountability**

**A. *Budgetary information***

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Each appropriation lapses at the end of the fiscal year to the extent that it has not been expended.

The appropriated budget is prepared by fund, function, and department. The County's budgets may be amended or modified at any time by the County Board. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level. Adjustments to the approved budget, requested by originating departments, can be approved by the Property and Financial Services Director after review for adequate transfer of existing budget or addition of new revenue sources. All other changes greater than \$5,000 require board approval, and changes of \$5,000 or less require Property and Financial Services Director approval. The material supplemental budgetary appropriations changes were:

General Fund	\$ 8,879,499
Road & Bridge	406,352
Health & Human Services	(968,813)
	<u>\$ 8,317,038</u>

**B. *Excess of expenditures over appropriations***

For the year ended December 31, 2020 Courts exceeded appropriations in the General Fund by \$142,574. This variance is related to increased costs in juvenile cases. There was an increased number of cases and higher case costs related to the additional hearing being required. Land Records and Vitals exceeded appropriations by \$52,903 largely due to overtime costs, offset by unbudgeted recording revenue. Other exceeded appropriations by \$96,694, majority of this relates to the unbudgeted portion of GERP pension expense from special funding. Medical Examiner exceeded appropriations by \$4,993, due to an unbudgeted change in the annual contract.

**C. *Other Post-Employment Benefits Funding Status***

In 2018, Carver County implemented Governmental Accounting Standards Board (GASB), Statement No. 74, Financial Reporting for Post Employment Benefit Plans Other Than Pension Plans and Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. In 2018, the County established an irrevocable trust, pursuant to MN Statutes, ch. 471.6175 to prefund a portion of the liability of the plan. These funds are reported in the Other Postemployment Benefits Trust Fund and are included in the actuarial valuation. See Note 4.H in the notes to the financial statements for additional information regarding the County's other postemployment benefits.

Employer Contributions to Other Postemployment Benefits

There have been changes to assumptions. From the January 1, 2019 valuation report. Discount rate was changed from 5.80% to 6.00%. Expected long-term investment return was changed from 6.20% to 6.00%.

There have been changes to assumptions. From the January 1, 2019 valuation report. Discount rate was changed from 5.50% to 5.80%.

There have been changes to assumptions. From the January 1, 2017 valuation report. Discout rate was changed from 4.00% to 5.50%. The actuarial cost method was chagned from projected unit credit to entry age.

Actuarially determined contribution rates are calculated as of the January 1, 2019 valuation date, measured at December 31, 2020.

**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2020**

Methods and assumptions used to determine contribution rates:

Actuarial cost method:	Entry Age, level percentage of pay
Actuarial Assets	Trustee value as of the measurement date
Amortization of Deferred Resource Flows	Average of expected remaining service on a closed basis for differences between expected and actual experience and assumption changes. Closed five-year period for differences between expected and actual asset returns.
Inflation	2.50%
Healthcare cost trend rates	6.25% in 2020 grading to 5.00% over 5 years
Dental trend rates	4.00%
Investment rate of return	6.00% (net of investment expenses)
Mortality	Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Safety) with MP-2018 Generational Improvement Scale

**D. Defined Benefit Pension Plans Changes in Significant Plan Provisions, Actuarial Methods and Assumptions**

The following changes were reflected in the valuation performed on behalf of the Public Employees Retirement Association for the year ended June 30:

General Employees Retirement Fund  
2020

Changes in Actuarial Assumptions

- 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.

Changes in Plan Provisions

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

**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2020**

2019

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- The employer supplemental contribution was changed prospectively, decreasing from \$31.0 million to \$21.0 million per year. The State's special funding contribution was changed prospectively, requiring \$16.0 million due per year through 2031.

2018

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- The augmentation adjustment in early retirement factors is eliminated over a five-year period starting July 1, 2019, resulting in actuarial equivalence after June 30, 2024.
- Interest credited on member contributions decreased from 4.00% to 3.00%, beginning July 1, 2018.
- Deferred augmentation was changed to 0.00%, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply.
- Contribution stabilizer provisions were repealed.
- Postretirement benefit increases were changed from 1.00% per year with a provision to increase to 2.50% upon attainment of 90.00% funding ratio to 50.00% of the Social Security Cost of Living Adjustment, not less than 1.00% and not more than 1.50%, beginning January 1, 2019.
- For retirements on or after January 1, 2024, the first benefit increase is delayed until the retiree reaches normal retirement age; does not apply to Rule of 90 retirees, disability benefit recipients, or survivors.
- Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

2017

Changes in Actuarial Assumptions

- The combined service annuity (CSA) loads were changed from 0.80% for active members and 60.00% for vested and non-vested deferred members. The revised CSA load are now 0.00% for active member liability, 15.00% for vested deferred member liability, and 3.00% for non-vested deferred member liability.
- The assumed postretirement benefit increase rate was changed for 1.00% per year for all years to 1.00% per year through 2044 and 2.50% per year thereafter.

Changes in Plan Provisions

- The State's contribution for the Minneapolis Employees Retirement Fund equals \$16,000,000 in 2017 and 2018, and \$6,000,000 thereafter.
- The Employer Supplemental Contribution for the Minneapolis Employees Retirement Fund changed from \$21,000,000 to \$31,000,000 in calendar years 2019 to 2031. The state's contribution changed from \$16,000,000 to \$6,000,000 in calendar years 2019 to 2031.

2016

Changes in Actuarial Assumptions

- The assumed postretirement benefit increase rate was changed from 1.00% per year through 2035 and 2.50% per year thereafter to 1.00% per year for all years.
- The assumed investment return was changed from 7.90% to 7.50%. The single discount rate changed from 7.90% to 7.50%.
- Other assumptions were changed pursuant to the experience study June 30, 2015. The assumed future salary increases, payroll growth, and inflation were decreased by 0.25% to 3.25% for payroll growth and 2.50% for inflation.

Changes in Plan Provisions

- There have been no changes since the prior valuation.

**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2020**

2015

Changes in Actuarial Assumptions

- The assumed postretirement benefit increase rate was changed from 1.00% per year through 2030 and 2.50% per year thereafter to 1.00% per year through 2035 and 2.50% per year thereafter.

Changes in Plan Provisions

- On January 1, 2015, the Minneapolis Employees Retirement Fund was merged into the General Employees Fund, which increased the total pension liability by \$1.1 billion and increase the fiduciary plan net position by \$892 million. Upon consolidation, state and employer contributions were revised; the State's contribution of \$6.0 million, which meets the special funding situation definition, was due September 2015.

Public Employees Police and Fire Fund

2020

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- There have been no changes since the prior valuation.

2019

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- There have been no changes since the prior valuation.

2018

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- Postretirement benefit increases were changed to 1.00% for all years, with no trigger.
- An end date of July 1, 2048 was added to the existing \$9.0 million state contribution.
- New annual state aid will equal \$4.5 million in fiscal years 2019 and 2020, and \$9.0 million thereafter until the plan reaches 100% funding, or July 1, 2048, if earlier.
- Member contributions were changed from 10.80% to 11.30% of pay, effective January 1, 2019 and 11.80% of pay, effective January 1, 2020.
- Employer contributions were changed from 16.20% to 16.95% of pay, effective January 1, 2019 and 17.70% of pay, effective January 1, 2020.
- Interest credited on member contributions decreased from 4.00% to 3.00%, beginning July 1, 2018.
- Deferred augmentation was changed to 0.00%, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply.
- Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

2017

Changes in Actuarial Assumptions

- Assumed salary increases were changed as recommended in the June 30, 2016 experience study. The net effect is proposed rates that average 0.34% lower than the previous rates.



**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2020**

- Assumed rates of retirement were changed, resulting in fewer retirements.
- The combined service annuity (CSA) load was 30.00% for vested and non-vested, deferred members. The CSA has been changed to 33.00% for vested members and 2.00% 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 3.00% 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 65.00% to 60.00%.
- 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 1.00% for all years to 1.00% per year through 2064 and 2.50% thereafter.
- The single discount rate was changed from 5.60% per annum to 7.50% per annum.

Changes in Plan Provisions

- There have been no changes since the prior valuation.

2016

Changes in Actuarial Assumptions

- The assumed postretirement benefit increase rate was changed from 1.00% per year through 2037 and 2.50% per year thereafter to 1.00% per year for all future years.
- The assumed investment return was changed from 7.90% to 7.50%.
- The single discount rate changed from 7.90% to 5.60%.
- The assumed future salary increases, payroll growth, and inflation were decreased by 0.25% to 3.25% for payroll growth and 2.50% for inflation.

Changes in Plan Provisions

- There have been no changes since the prior valuation.

2015

Changes in Actuarial Assumptions

- The assumed postretirement benefit increase rate was changed from 1.00% per year through 2030 and 2.50% per year thereafter to 1.00% per year through 2037 and 2.50% per year thereafter.

Changes in Plan Provisions

- The postretirement benefit increase to be paid after the attainment of the 90.00% funding threshold was changed from inflation up to 2.50%, to a fixed rate of 2.50%.

Public Employees Correctional Fund

2020

Changes in Actuarial Assumptions

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

Changes in Plan Provisions

- There have been no changes since the prior valuation.

2019

Changes in Actuarial Assumptions

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

**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2020**

Changes in Plan Provisions

- There have been no changes since the prior valuation.

2018

Changes in Actuarial Assumptions

- The single discount rate was changed from 5.96% per annum to 7.50% per annum.
- The morality projection scale was changed from MP-2016 to MP-2017.
- The assumed post-retirement benefit increase was changed from 2.50% per year to 2.00% per year.

Changes in Plan Provisions

- The augmentation adjustment in early retirement factors is eliminated over a five-year period starting July 1, 2019, resulting in actuarial equivalence after June 30, 2024.
- Interest credited on member contributions decreased from 4.00% to 3.00%, beginning July 1, 2018.
- Deferred augmentation was changed to 0.00%, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply.
- Postretirement benefit increases were changed from 2.50% per year with a provision to reduce to 1.00% if the funding status declines to a certain level, to 100% of the Social Security Cost of Living Adjustment, not less than 1.00% and not more than 2.50%, beginning January 1, 2019. If the funding status declines to 85.00% for two consecutive years or 80.00% for one year, the maximum increase will be lowered to 1.50%.
- Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

2017

Changes in Actuarial Assumptions

- 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, and is applied to healthy and disabled members. The base mortality table for disabled annuitants was changed from the RP-2000 disabled mortality table to the RP-2014 disabled annuitant mortality table (with future mortality improvement according to MP-2016).
- The combined service annuity (CSA) load was 30.00% for vested and non-vested, deferred members. The CSA has been changed to 35.00% for vested members and 1.00% for non-vested members.
- The single discount rate was changed from 5.31% per annum to 5.96% per annum.

Changes in Plan Provisions

- There have been no changes since the prior valuation.

2016

Changes in Actuarial Assumptions

- The assumed investment return was changed from 7.90% to 7.50%. The single discount rate changed from 7.90% to 5.31%.
- The assumed future salary increases, payroll growth, and inflation were decreased by 0.25% to 3.25% for payroll growth and 2.5% for inflation.

Changes in Plan Provisions

- There have been no changes since the prior valuation.

2015

Changes in Actuarial Assumptions

- There have been no changes since the prior valuation.

Changes in Plan Provisions

- There have been no changes since the prior valuation.

# **Supplementary Information**

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
DEBT SERVICE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 4,526,026	\$ 4,526,026	\$ 4,526,376	\$ 350
Intergovernmental	16,174	16,174	16,174	-
<b>Total Revenues</b>	<b>4,542,200</b>	<b>4,542,200</b>	<b>4,542,550</b>	<b>350</b>
<b>Expenditures:</b>				
Debt Service:				
Principal Retirement	3,619,284	3,714,000	3,714,000	-
Interest and Fiscal Charges	1,237,916	1,143,200	558,925	584,275
<b>Total Expenditures</b>	<b>4,857,200</b>	<b>4,857,200</b>	<b>4,272,925</b>	<b>584,275</b>
Excess of Revenues over (under) Expenditures	(315,000)	(315,000)	269,625	584,625
Other Financing Sources (Uses):				
Transfers In	315,000	315,000	315,000	-
Net Change in Fund Balance	-	-	584,625	584,625
Fund Balance - January 1	11,332,701	11,332,701	11,332,701	-
Fund Balance - December 31	<b>\$ 11,332,701</b>	<b>\$ 11,332,701</b>	<b>\$ 11,917,326</b>	<b>\$ 584,625</b>

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
BUILDINGS CAPITAL IMPROVEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ -	\$ 5	\$ 5	\$ -
Intergovernmental	273,540	662,897	662,897	-
<b>Total Revenues</b>	273,540	662,902	662,902	-
<b>Expenditures:</b>				
Current:				
General Government				
Buildings and Plant	-	32,335	32,335	-
Public Safety				
Sheriff	-	2,956	2,956	-
Conservation of Natural Resources				
Agricultural Society	60,000	60,000	60,000	-
Capital Outlay	213,540	1,024,203	1,024,203	-
<b>Total Expenditures</b>	273,540	1,119,494	1,119,494	-
Excess of Revenues over (under) Expenditures	-	(456,592)	(456,592)	-
Other Financing Sources (Uses):				
Transfers In	-	1,400,568	1,400,568	-
Transfers Out	-	(159,500)	(159,500)	-
<b>Total Other Financing Sources (Uses)</b>	-	1,241,068	1,241,068	-
Net Change in Fund Balance	-	784,476	784,476	-
Fund Balance - January 1	2,523,182	2,523,182	2,523,182	-
Fund Balance - December 31	\$ 2,523,182	\$ 3,307,658	\$ 3,307,658	\$ -

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
ROAD & BRIDGE CAPITAL IMPROVEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 7,133,054	\$ 12,717,817	\$ 12,717,817	\$ -
Intergovernmental	34,651,722	38,269,902	38,269,902	-
Miscellaneous	-	3,648	3,648	-
Total Revenues	41,784,776	50,991,367	50,991,367	-
<b>Expenditures:</b>				
Current:				
Highways and Streets				
Maintenance	2,858,262	476,694	476,694	-
Capital Outlay	37,880,405	44,570,452	44,570,452	-
Total Expenditures	40,738,667	45,047,146	45,047,146	-
Excess of Revenues over (under) Expenditures	1,046,109	5,944,221	5,944,221	-
Other Financing Sources (Uses):				
Transfers In	-	1,496,314	1,496,314	-
Transfers Out	(1,046,109)	(2,098,970)	(2,098,970)	-
Total Other Financing Sources (Uses)	(1,046,109)	(602,656)	(602,656)	-
Net Change in Fund Balance	-	5,341,565	5,341,565	-
Fund Balance - January 1	26,406,701	26,406,701	26,406,701	-
Fund Balance - December 31	\$ 26,406,701	\$ 31,748,266	\$ 31,748,266	\$ -

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
PARKS & TRAILS CAPITAL IMPROVEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ -	\$ 2	\$ 2	\$ -
Intergovernmental	359,539	4,319,776	4,319,776	-
Miscellaneous	-	313,447	313,447	-
Total Revenues	359,539	4,633,225	4,633,225	-
<b>Expenditures:</b>				
Capital Outlay	359,539	5,535,565	5,535,565	-
Excess of Revenues over (under) Expenditures	-	(902,340)	(902,340)	-
Other Financing Sources (Uses):				
Transfers In	-	838,657	838,657	-
Total Other Financing Sources (Uses)	-	838,657	838,657	-
Net Change in Fund Balance	-	(63,683)	(63,683)	-
Fund Balance - January 1	2,108,171	2,108,171	2,108,171	-
Fund Balance - December 31	\$ 2,108,171	\$ 2,044,488	\$ 2,044,488	\$ -

CARVER COUNTY  
CHASKA, MINNESOTA

**NONMAJOR GOVERNMENTAL FUNDS**

**Special Revenue Funds**

The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally or administratively restricted to expenditures for specified purposes.

Regional Rail Authority (CCRRA)- to account for the financial resources to be used for the preservation and improvement of local rail lines. The CCRRA is governed by a five-member board consisting of the County Commissioners.

Water Management Organization (CCWMO)- to account for the financial resources to be used for proper resource management and implementation of the Water Management Plan in the County's watersheds. The CCWMO is governed by a five-member board consisting of the Count Commissioners.

Ditch- to account for special assessments revenues levied against benefitted property to finance the cost of constructing and maintaining an agricultural drainage ditch system.



**CARVER COUNTY  
CHASKA, MINNESOTA**

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2020**

<u>Assets</u>	Rail Authority Special Revenue Fund	Water Management Organization Special Revenue Fund	Ditch Special Revenue Fund	Total
Cash and Pooled Investments	\$ 332,966	\$ 428,102	\$ 142,800	\$ 903,868
Undistributed Cash in Agency Funds	304	305	-	609
Taxes Receivable				
Delinquent	1,148	5,247	-	6,395
Special Assessments Receivable				
Delinquent	-	-	355	355
Unavailable	-	-	51,973	51,973
Accounts Receivable	-	12,559	-	12,559
Due from other Funds	-	5,747	-	5,747
Due from other Governments	-	6,525	325	6,850
<b>Total Assets</b>	<b>334,418</b>	<b>458,485</b>	<b>195,453</b>	<b>988,356</b>
<u>Liabilities, Deferred Inflows of Resources, and Fund Balances</u>				
<b>Liabilities:</b>				
Accounts Payable	-	12,616	-	12,616
Contracts Payable	-	12,843	-	12,843
Due to other Governments	95,121	-	34,972	130,093
<b>Total Liabilities</b>	<b>95,121</b>	<b>25,459</b>	<b>34,972</b>	<b>155,552</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenue	727	5,705	52,652	59,084
Property Taxes Collected for Subsequent Period	304	305	-	609
<b>Total Deferred Inflows of Resources</b>	<b>1,031</b>	<b>6,010</b>	<b>52,652</b>	<b>59,693</b>
<b>Fund Balances:</b>				
Restricted for:				
Watershed Districts	-	427,016	-	427,016
Ditch Maintenance	-	-	107,829	107,829
Assigned for:				
Culture and Recreation	238,266	-	-	238,266
<b>Total Fund Balance</b>	<b>238,266</b>	<b>427,016</b>	<b>107,829</b>	<b>773,111</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 334,418</b>	<b>\$ 458,485</b>	<b>\$ 195,453</b>	<b>\$ 988,356</b>

**CARVER COUNTY  
CHASKA, MINNESOTA**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Rail Authority Special Revenue Fund	Water Management Organization Special Revenue Fund	Ditch Special Revenue Fund	Total
<b>Revenues:</b>				
Taxes	\$ 169,259	\$ 795,885	\$ -	\$ 965,144
Special Assessments	-	-	65,276	65,276
Licenses and Permits	-	32,396	-	32,396
Intergovernmental	424	3,539	-	3,963
Charges for Services	-	13,075	-	13,075
Investments Income	-	-	1,350	1,350
Miscellaneous	1,639	50,972	-	52,611
<b>Total Revenues</b>	<b>171,322</b>	<b>895,867</b>	<b>66,626</b>	<b>1,133,815</b>
<b>Expenditures:</b>				
Current:				
Culture and Recreation	100,114	-	-	100,114
Conservation of Natural Resources	-	761,447	37,787	799,234
<b>Total Expenditures</b>	<b>100,114</b>	<b>761,447</b>	<b>37,787</b>	<b>899,348</b>
<b>Excess of Revenues over (under) Expenditures</b>	<b>71,208</b>	<b>134,420</b>	<b>28,839</b>	<b>234,467</b>
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(63,202)	(39,392)	-	(102,594)
<b>Net Change in Fund Balances</b>	<b>8,006</b>	<b>95,028</b>	<b>28,839</b>	<b>131,873</b>
<b>Fund Balance - January 1</b>	<b>230,260</b>	<b>331,988</b>	<b>78,990</b>	<b>641,238</b>
<b>Fund Balance - December 31</b>	<b>\$ 238,266</b>	<b>\$ 427,016</b>	<b>\$ 107,829</b>	<b>\$ 773,111</b>

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
NONMAJOR RAIL AUTHORITY FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 170,000	\$ 170,000	\$ 169,259	\$ (741)
Intergovernmental	-	-	424	424
Miscellaneous	4,000	4,000	1,639	(2,361)
Total Revenues	174,000	174,000	171,322	(2,678)
<b>Expenditures:</b>				
Current:				
Culture and Recreation	110,798	102,792	100,114	2,678
Excess of Revenues over (under) Expenditures	63,202	71,208	71,208	-
Other Financing Sources (Uses):				
Transfers Out	(63,202)	(63,202)	(63,202)	-
Net Change in Fund Balance	-	8,006	8,006	-
Fund Balance - January 1	230,260	230,260	230,260	-
Fund Balance - December 31	\$ 230,260	\$ 238,266	\$ 238,266	\$ -

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
NONMAJOR WATER MANAGEMENT ORGANIZATION FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 802,802	\$ 802,802	\$ 795,885	\$ (6,917)
Licenses and Permits	24,500	24,500	32,396	7,896
Intergovernmental	-	520	3,541	3,021
Charges for Services	23,000	23,000	13,075	(9,925)
Miscellaneous	-	25,000	50,970	25,970
Total Revenues	850,302	875,822	895,867	20,045
<b>Expenditures:</b>				
Current:				
Conservation of Natural Resources	796,302	741,402	761,447	(20,045)
Excess of Revenues over (under) Expenditures	54,000	134,420	134,420	-
Other Financing Sources (Uses):				
Transfers Out	(54,000)	(39,392)	(39,392)	-
Net Change in Fund Balance	-	95,028	95,028	-
Fund Balance - January 1	331,988	331,988	331,988	-
Fund Balance - December 31	\$ 331,988	\$ 427,016	\$ 427,016	\$ -

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON  
NONMAJOR DITCH FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Revenues:</b>				
Special Assessments	\$ 41,300	\$ 41,300	\$ 65,276	\$ 23,976
Investments Income	1,131	1,131	1,350	219
<b>Total Revenues</b>	<b>42,431</b>	<b>42,431</b>	<b>66,626</b>	<b>24,195</b>
<b>Expenditures:</b>				
Current:				
Conservation of Natural Resources	42,431	42,431	37,787	4,644
Excess of Revenues over (under) Expenditures	-	-	28,839	28,839
Fund Balance - January 1	78,990	78,990	78,990	-
Fund Balance - December 31	<b>\$ 78,990</b>	<b>\$ 78,990</b>	<b>\$ 107,829</b>	<b>\$ 28,839</b>

**CARVER COUNTY  
CHASKA, MINNESOTA**

**DITCH BALANCE SHEET  
DITCH SPECIAL REVENUE FUND  
DECEMBER 31, 2020**

	Assets				Liabilities	Deferred Inflows of Resources	Fund Balance			Total Liabilities, Deferred Inflows Of Resources and Fund Balances	
	Cash	Delinquent Assessments Receivable	Unavailable Assessments Receivable	Due from other Governments	Due to Other Governments	Unavailable Revenue	Restricted for Ditch Maintenance	Unassigned	Fund Balances		
County Ditches											
CD #2-3	\$ 6,882	\$ -	\$ -	\$ -	\$ 90	\$ -	\$ 6,792	\$ -	\$ 6,792	\$ 6,882	
CD #4A	32,370	-	-	-	504	-	31,866	-	31,866	32,370	
CD #5	19,313	-	-	-	-	-	19,313	-	19,313	19,313	
CD #6	16,884	-	-	-	431	-	16,453	-	16,453	16,884	
CD #7	6,407	-	-	-	-	-	6,407	-	6,407	6,407	
CD #9	8,576	7	-	-	313	7	8,263	-	8,263	8,583	
CD #10	12,851	-	-	-	-	-	12,851	-	12,851	12,851	
Total County Ditches	103,283	7	-	-	1,338	7	101,945	-	101,945	103,290	
Judicial Ditches											
JD #1	11,782	-	-	-	612	-	11,170	-	11,170	11,782	
JD #2	1,684	-	-	-	84	-	1,600	-	1,600	1,684	
JD #3A	(31,184)	256	25,000	316	(3,013)	25,571	-	(28,170)	(28,170)	(5,612)	
JD #4CH	23	-	-	-	-	-	23	-	23	23	
JD #4CMW	17,874	92	-	-	17,966	682	17,193	-	17,193	17,966	
JD #5	18,820	-	-	-	10	-	18,810	-	18,810	18,820	
JD #21	(3,560)	-	10,000	9	6,449	11,703	-	(15,263)	(15,263)	6,449	
JD #22	9,016	-	-	-	576	-	8,440	-	8,440	9,016	
JD #24	558	-	3,000	-	3,558	6,271	3,000	(5,713)	(5,713)	3,558	
JD #28	92	-	1,600	-	1,692	31	61	-	61	1,692	
JD #33	14,412	-	12,373	-	26,785	16,678	12,374	(2,267)	(2,267)	26,785	
Total Judicial Ditches	39,517	348	51,973	325	92,163	33,634	52,645	57,297	(51,413)	5,884	
Total All Ditches	\$ 142,800	\$ 355	\$ 51,973	\$ 325	\$ 195,453	\$ 34,972	\$ 52,652	\$ 159,242	\$ (51,413)	\$ 107,829	\$ 195,453

This schedule is presented in the format prescribed by Minnesota Statute Sec. 375.17.

CARVER COUNTY  
CHASKA, MINNESOTA

**PROPRIETARY FUNDS**

**Internal Service Funds**

The Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the County's various functions.

Self-Insurance- to account for the County's risk management costs including the insuring of property, casualty, automobile and workers' compensation programs.

Compensated Absences- to account for the change in the PTO, vacation, and sick balances of employees.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
DECEMBER 31, 2020**

<u>Assets</u>	Self Insurance	Compensated Absences	Total
<b>Current</b>			
Cash and Pooled Investments	\$ 2,844,085	\$ 5,164,668	\$ 8,008,753
Accounts Receivable	76,371	-	76,371
Due from other Funds	-	741,389	741,389
Prepaid Items	26,109	-	26,109
<b>Total Current Assets</b>	<b>2,946,565</b>	<b>5,906,057</b>	<b>8,852,622</b>
 <u>Liabilities</u>			
<b>Current</b>			
Accounts Payable	34,750	-	34,750
Retainage Payable	7,536	-	7,536
Compensated Absences - due within one year	-	499,761	499,761
<b>Total Current Liabilities</b>	<b>42,286</b>	<b>499,761</b>	<b>542,047</b>
<b>Noncurrent</b>			
Compensated Absences - due in more than one year	-	5,406,296	5,406,296
<b>Total Liabilities</b>	<b>42,286</b>	<b>5,906,057</b>	<b>5,948,343</b>
 <u>Net Position</u>			
<b>Unrestricted</b>	<b>\$ 2,904,279</b>	<b>\$ -</b>	<b>\$ 2,904,279</b>



**CARVER COUNTY  
CHASKA, MINNESOTA**

**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND  
NET POSITION- INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Self Insurance	Compensated Absences	Total
<b>Operating Revenues:</b>			
Charges for Services	\$ 929,311	\$ 1,236,203	\$ 2,165,514
Insurance Refunds	503,778	-	503,778
Total Operating Revenues	<u>1,433,089</u>	<u>1,236,203</u>	<u>2,669,292</u>
<b>Operating Expenses:</b>			
Risk Management	1,438,035	-	1,438,035
Personnel Benefits	-	1,236,203	1,236,203
Total Operating Expenses	<u>1,438,035</u>	<u>1,236,203</u>	<u>2,674,238</u>
Operating Income (Loss)	(4,946)	-	(4,946)
Net Position - Beginning	<u>2,909,225</u>	<u>-</u>	<u>2,909,225</u>
Net Position - Ending	<u>\$ 2,904,279</u>	<u>\$ -</u>	<u>\$ 2,904,279</u>

**CARVER COUNTY  
CHASKA, MINNESOTA**

**COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Self Insurance	Compensated Absences	Total
Cash Flows from Operating Activities			
Receipts from Internal Services Provided	\$ 858,438	\$ 1,236,203	\$ 2,094,641
Refunds from Insurance Provider	503,778	-	503,778
Disbursements for Internal Services Provided	(1,447,580)	(1,388,295)	(2,835,875)
	(85,364)	(152,092)	(237,456)
Cash and Cash Equivalents at January 1	2,929,449	5,316,760	8,246,209
Cash and Cash Equivalents at December 31	2,844,085	5,164,668	8,008,753
 Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	(4,946)	-	(4,946)
 Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
(Increase) Decrease in Due from Other Funds	-	(702,594)	(702,594)
(Increase) Decrease in Accounts Receivable	(70,873)	-	(70,873)
(Increase) Decrease in Prepaids	(26,109)	-	(26,109)
(Decrease) Increase in Accounts Payable	9,028	-	9,028
(Decrease) Increase in Retainage Payable	7,536	-	7,536
(Decrease) Increase in Due to Other Funds	-	(190,888)	(190,888)
(Decrease) Increase in Compensated Absences Payable	-	741,390	741,390
	(80,418)	(152,092)	(232,510)
Net cash provided by operating activities	\$ (85,364)	\$ (152,092)	\$ (237,456)

CARVER COUNTY  
CHASKA, MINNESOTA

**FIDUCIARY FUNDS**

**CUSTODIAL FUNDS**

The Custodial Funds are used to account for resources held by the County as an agent on behalf of other outside parties.

The Taxes and Penalties Fund accounts for the collection of property taxes and other amounts and their distribution to various taxing districts.

The Inmate Account accounts for the collection and payment of funds related to county inmates.

The Recorder Clearing Fund accounts for funds collected by the Land Records and Vitals Department for other governments.

The Alarm Fees Fund accounts for alarm ordinance fees collected and then distributed to the various cities.

The Local Collaborative Fund is to account for LTCS funds held on behalf of school districts within the County.

The Sheriff Forfeitures Fund is used to maintain compliance with State guidelines regarding the proper handling of seized property and currency. Funds are deposited and retained until authorized to disburse.

The Lower Minnesota Watershed District Fund accounts for the funds of Lower Minnesota Watershed District. The County holds the District's funds and provides accounting services for the District.

The Other Custodial Fund is used to account for the collection and payments of funds of various other entities.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**COMBINING STATEMENT OF FIDUCIARY NET POSITION  
CUSTODIAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Taxes and Penalties	Inmate Account	Recorder Clearing	Alarm Fees	Local Collaborative	Sheriff Forfeitures	Lower Minnesota River Watershed District	Other Custodial	Total Custodial Funds
<b><u>Assets</u></b>									
Cash and pooled investments	\$ 1,224,723	\$ 1,066	\$ 71,919	\$ 4,428	\$ 185,453	\$ 11,426	\$ 1,782,536	\$ 1,468,386	\$ 4,749,937
Due from other governments	-	-	-	-	43,305	-	2,544	-	45,849
Accounts receivable	-	-	-	-	-	-	64,371	-	64,371
Prepaid items	-	-	-	-	-	-	6,127	-	6,127
Capital assets - not being depreciated	-	-	-	-	-	-	256,167	-	256,167
Property taxes receivable	-	-	-	-	-	-	28,318	-	28,318
Taxes receivable for other governments	2,273,844	-	-	-	-	-	-	-	2,273,844
<b>Total Assets</b>	<b>3,498,567</b>	<b>1,066</b>	<b>71,919</b>	<b>4,428</b>	<b>228,758</b>	<b>11,426</b>	<b>2,140,063</b>	<b>1,468,386</b>	<b>7,424,613</b>
<b><u>Liabilities</u></b>									
Accounts payable	-	-	-	-	-	-	88,397	-	88,397
Due to other governments	1,183,861	-	56,555	3,850	-	-	39,622	1,333,505	2,617,393
Unearned revenue	-	-	-	-	-	-	126,114	-	126,114
<b>Total Liabilities</b>	<b>1,183,861</b>	<b>-</b>	<b>56,555</b>	<b>3,850</b>	<b>-</b>	<b>-</b>	<b>254,133</b>	<b>1,333,505</b>	<b>2,831,904</b>
<b><u>Deferred Inflows of Resources</u></b>									
Taxes collected in advance of levy	40,862	-	-	-	-	-	-	-	40,862
<b><u>Net Position</u></b>									
Restricted for Individuals, organizations, other governments	\$ 2,273,844	\$ 1,066	\$ 15,364	\$ 578	\$ 228,758	\$ 11,426	\$ 1,885,930	\$ 134,881	\$ 4,551,847

**CARVER COUNTY  
CHASKA, MINNESOTA**

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
CUSTODIAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Taxes and Penalties	Inmate Account	Recorder Clearing	Alarm Fees	Local Collaborative	Sheriff Forfeitures	Lower Minnesota River Watershed District	Other Custodial	Total Custodial Funds
<b>Additions</b>									
Contributions									
Individuals	\$ -	\$ 202,124	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 364,675	\$ 566,799
Investment earnings									
Interest, dividends, other	-	-	-	-	-	-	49,951	-	49,951
Property taxes	-	-	-	-	-	-	778,030	-	778,030
Property tax collections for other governments	159,486,567	-	-	-	-	-	-	-	159,486,567
Fines & forfeitures	-	-	-	7,900	-	2,789	-	-	10,689
Fees for service	-	-	-	-	-	-	64,371	824,833	889,204
Intergovernmental revenue	-	-	-	-	162,511	-	556,805	-	719,316
License and fees collected for State	-	-	66,540	-	-	-	-	21,006,914	21,073,454
Miscellaneous	804,369	-	-	-	-	-	1,668	-	806,037
<b>Total Additions</b>	<b>160,290,936</b>	<b>202,124</b>	<b>66,540</b>	<b>7,900</b>	<b>162,511</b>	<b>2,789</b>	<b>1,450,825</b>	<b>22,196,422</b>	<b>184,380,047</b>
<b>Deductions</b>									
Beneficiary Payments to Individuals	-	206,068	-	-	-	-	-	778,332	984,400
Payments of property tax to other governments	159,563,746	-	-	-	-	-	-	-	159,563,746
Payments to State	-	-	-	-	-	-	-	21,033,916	21,033,916
Administrative expense	-	-	-	-	-	2,789	-	-	2,789
General government	-	-	-	-	-	-	772,930	-	772,930
Projects	-	-	-	-	-	-	621,299	-	621,299
Payments to other entities	804,327	-	66,548	7,875	221,891	-	-	363,972	1,464,613
<b>Total Deductions</b>	<b>160,368,073</b>	<b>206,068</b>	<b>66,548</b>	<b>7,875</b>	<b>221,891</b>	<b>2,789</b>	<b>1,394,229</b>	<b>22,176,220</b>	<b>184,443,693</b>
<b>Change in net position</b>	<b>(77,137)</b>	<b>(3,944)</b>	<b>(8)</b>	<b>25</b>	<b>(59,380)</b>	<b>-</b>	<b>56,596</b>	<b>20,202</b>	<b>(63,646)</b>
<b>Fiduciary Net Position - Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Change in Accounting Principle (See Note 1.F)	2,350,981	5,010	15,372	553	288,138	11,426	1,829,334	114,679	4,615,493
<b>Fiduciary Net Position - Beginning of Year, as Restated</b>	<b>2,350,981</b>	<b>5,010</b>	<b>15,372</b>	<b>553</b>	<b>288,138</b>	<b>11,426</b>	<b>1,829,334</b>	<b>114,679</b>	<b>4,615,493</b>
<b>Fiduciary Net Position - End of Year</b>	<b>\$ 2,273,844</b>	<b>\$ 1,066</b>	<b>\$ 15,364</b>	<b>\$ 578</b>	<b>\$ 228,758</b>	<b>\$ 11,426</b>	<b>\$ 1,885,930</b>	<b>\$ 134,881</b>	<b>\$ 4,551,847</b>

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF INTERGOVERNMENTAL REVENUE  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Special Revenue Funds									Total All Funds
	General Fund	Road and Bridge Fund	Health and Human Services Fund	Nonmajor Funds	Total	Debt Service Fund	Buildings CIP Fund	Road & Bridge CIP Fund	Parks & Trails CIP Fund	
Appropriations and Shared Revenue										
State										
Ag Conservation Credit	\$ 77,130	\$ -	\$ -	\$ 267	\$ 267	\$ -	\$ -	\$ -	\$ -	\$ 77,397
Market Value Credit	120,712	18,247	47,523	-	65,770	16,174	-	7,808	-	210,464
Disparity Reduction Aid	2,309	-	-	-	-	-	-	-	-	2,309
Highway Users Tax	-	3,935,821	-	-	3,935,821	-	-	23,831,929	-	27,767,750
PERA Special Funding	151,206	8,776	37,991	-	46,767	-	-	-	-	197,973
Police Aid	663,935	-	-	-	-	-	-	-	-	663,935
E911	185,591	-	-	-	-	-	-	-	-	185,591
CPA	3,316,110	200,000	-	-	200,000	-	73,540	147,078	73,539	3,810,267
Local Performance Aid	15,005	-	-	-	-	-	-	-	-	15,005
County Aquatic ISP Aid	132,294	-	-	-	-	-	-	-	-	132,294
SCORE Grant	304,235	-	-	-	-	-	-	-	-	304,235
Total Appropriations and Shared Revenue	4,968,527	4,162,844	85,514	267	4,248,625	16,174	73,540	23,986,815	73,539	33,367,220
Reimbursement for Services										
State										
Minnesota Department of Human Services	-	-	4,886,482	-	4,886,482	-	-	-	-	4,886,482
Grants										
State										
Agriculture	2,600	-	-	-	-	-	-	-	-	2,600
Housing Finance Agency	-	-	314,156	-	314,156	-	-	-	-	314,156
Corrections	436,840	-	-	-	-	-	-	-	-	436,840
Education	3,118	-	-	-	-	-	-	-	-	3,118
Employment and Economic Development	2,115,235	-	26,178	-	26,178	-	-	-	-	2,141,413
Health	-	-	590,230	-	590,230	-	-	-	-	590,230
Human Services	-	-	3,570,795	-	3,570,795	-	589,357	-	-	4,160,152
Jobs and Training	-	-	267,800	-	267,800	-	-	-	-	267,800
Natural Resources	12,620	-	-	-	-	-	-	-	653,595	666,215
Pollution Control	283,834	-	-	-	-	-	-	-	-	283,834
Public Safety	24,402	-	-	-	-	-	-	-	-	24,402
Secretary of State	89,867	-	-	-	-	-	-	-	-	89,867
Transportation	-	-	-	-	-	-	-	14,031,499	-	14,031,499
Trial Courts	51,694	-	-	-	-	-	-	-	-	51,694
Veterans Affairs	19,894	-	-	-	-	-	-	-	-	19,894
Peace Officers Standards & Training Board	66,805	-	-	-	-	-	-	-	-	66,805
Water & Soil Resources Board	365,139	-	-	-	-	-	-	-	-	365,139
Total State	3,472,048	-	4,769,159	-	4,769,159	-	589,357	14,031,499	653,595	23,515,658
Federal										
U.S. Department of Agriculture	77,207	-	380,602	-	380,602	-	-	-	-	457,809
U.S. Department of Justice	133,665	-	-	-	-	-	-	-	-	133,665
U.S. Department of Labor	-	-	220,165	-	220,165	-	-	-	-	220,165
U.S. Department of Transportation	18,945	-	-	-	-	-	-	-	1,191,147	1,210,092
U.S. Department of Treasury	12,986,642	-	5,523	-	5,523	-	-	-	-	12,992,165
U.S. Department of Homeland Security	164,464	-	-	-	-	-	-	-	-	164,464
Institute of Museum and Library Services	413	-	-	-	-	-	-	-	-	413
U.S. Department of Education	-	-	2,024	-	2,024	-	-	-	-	2,024
U.S. Department of Health and Human Services	565,113	-	5,149,915	-	5,149,915	-	-	-	-	5,715,028
U.S. Election Assistance Commission	85,912	-	-	-	-	-	-	-	-	85,912
Total Federal	14,032,361	-	5,758,229	-	5,758,229	-	-	-	1,191,147	20,981,737
Local										
Local	608,953	-	52,663	518	53,181	-	-	251,588	2,401,495	3,315,217
Total Grants	18,113,362	-	10,580,051	518	10,580,569	-	589,357	14,283,087	4,246,237	47,812,612
Payments in Lieu of Taxes	229,168	-	-	3,178	3,178	-	-	-	-	232,346
Intergovernmental	\$ 23,311,057	\$ 4,162,844	\$ 15,552,047	\$ 3,963	\$ 19,718,854	\$ 16,174	\$ 662,897	\$ 38,269,902	\$ 4,319,776	\$ 86,298,660

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

Federal Grantor Pass-Through Agency Program or Cluster Title	Federal CFDA Number	Pass-through Grant Numbers	Expenditures	Passed Through to Subrecipients
U.S. Department of Agriculture				
Passed Through Minnesota Department of Education				
Child and Adult Care Food Program	10.558	Not provided	\$ 3,272	\$ -
Passed Through Minnesota Department of Human Services				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program Cluster				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP Cluster)	10.561	192MN101S2514	77,207	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP Cluster)	10.561	202MN101S2514	364,787	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP Cluster)	10.561	202MN101S2520	50	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP Cluster)	10.561	202MN127Q7503	12,493	-
Total CFDA #10.561			<u>454,537</u>	<u>-</u>
Total U.S. Department of Agriculture			<u>\$ 457,809</u>	<u>\$ -</u>
U.S. Department of Justice				
Direct				
Drug Court Discretionary Grant Program	16.585	2019-DC-BX-0032	\$ 86,716	\$ -
Passed Through Minnesota Department of Public Safety				
Crime Victim Assistance	16.575	A-CVS-2020-CARVERAO	46,891	-
Public Safety Partnership and Community Policing Grants	16.710	19-37267-1	58	-
Total U.S. Department of Justice			<u>\$ 133,665</u>	<u>\$ -</u>
U.S. Department of Labor				
Passed Through Hennepin County				
WIOA Cluster				
WIOA Adult Program	17.258	9093100/0093100	\$ 51,396	\$ -
WIOA Youth Activities	17.259	9093600/0093600	48,575	-
WIOA Dislocated Worker Formula Grants	17.278	9098000/0098000	120,194	-
(Total Expenditures for WIA/WIOA Cluster \$220,165)				
Total U.S. Department of Labor			<u>\$ 220,165</u>	<u>\$ -</u>
U.S. Department of Transportation				
Passed Through Minnesota Department of Transportation				
Highway Planning and Construction Cluster	20.205	00010	\$ 1,191,147	\$ -
Passed Through Minnesota Department of Public Safety				
Highway Safety Cluster				
State and Community Highway Safety	20.600	A-ENFORC20-2020-CARVERSO	8,846	1,812
National Priority Safety Programs	20.616	A-ENFORC20-2020-CARVERSO	3,210	1,550
National Priority Safety Programs	20.616	A-ENFORC21-2021-CARVERSO	1,868	1,020
Total CFDA #20.616			<u>5,078</u>	<u>2,570</u>
(Total Expenditures for Highway Safety Cluster \$13,924)				
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	A-ENFORC20-2020-CARVERSO	3,188	927
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	A-ENFORC21-2021-CARVERSO	1,833	694
Total CFDA #20.608			<u>\$ 5,021</u>	<u>\$ 1,621</u>
Total U.S. Department of Transportation			<u>\$ 1,210,092</u>	<u>\$ 6,003</u>
U.S. Department of Treasury				
Passed Through Minnesota Department of Revenue				
Coronavirus Relief Fund	21.019	22102A11000001A00	\$ 12,851,793	1,531,556
Passed Through Minnesota Department of Human Services				
Coronavirus Relief Fund	21.019	Not provided	5,523	
Passed Through the Camden Township				
Coronavirus Relief Fund	21.019	Not provided	525	
Passed Through the City of Carver				
Coronavirus Relief Fund	21.019	Not provided	12,930	
Passed Through the City of Mayer				
Coronavirus Relief Fund	21.019	Not provided	34,814	
Passed Through the City of Victoria				
Coronavirus Relief Fund	21.019	Not provided	3,000	
Passed Through Hollywood Township				
Coronavirus Relief Fund	21.019	Not provided	24,457	
Passed Through Laketown Township				
Coronavirus Relief Fund	21.019	Not provided	23,235	
Passed Through Waconia Township				
Coronavirus Relief Fund	21.019	Not provided	30,100	
Passed Through Young America Township				
Coronavirus Relief Fund	21.019	Not provided	5,788	
Total U.S. Department of Treasury CFDA#21.019			<u>\$ 12,992,165</u>	<u>\$ 1,531,556</u>
Institute of Museum and Library Services				
Passed Through Minnesota Department of Education				
Grants to States	45.310	GID 5256 20200920 LSTA	\$ 413	-

**CARVER COUNTY  
CHASKA, MINNESOTA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

Federal Grantor Pass-Through Agency Program or Cluster Title	Federal CFDA Number	Pass-through Grant Numbers	Expenditures	Passed Through to Subrecipients
U.S. Department of Education				
Passed Through Minnesota Department of Health				
Special Education-Grants for Infants and Families	84.181	BO4MC32551	\$ 2,024	\$ -
U.S. Department of Health and Human Services				
Passed Through Minnesota Department of Health				
Public Health Emergency Preparedness	93.069	3000066743	\$ 48,971	\$ -
Universal Newborn Hearing Screening	93.251	12-700-000062	1,700	-
Immunization Cooperative Agreements	93.268	12-700-000062	436	-
Center for Disease Control and Prevention - Investigations and Technical Assistance	93.283	12-700-000062	150	-
Temporary Assistance for Needy Families Cluster (Total Temporary Assistance for Needy Families 93.558-\$355,565)	93.558	12-700-000062	20,681	-
Maternal and Child Health Services Block Grant to the States	93.994	12-700-000062	22,058	-
Passed Through Minnesota Department of Human Services				
Promoting Safe and Stable Families	93.556	2001MNFPS	19,205	-
Temporary Assistance for Needy Families Cluster (Total Temporary Assistance for Needy Families 93.558-\$355,565)	93.558	2001MNTANF	353,146	-
Child Support Enforcement	93.563	2001MNCES	719,043	-
Child Support Enforcement Total CFDA #93.563	93.563	2001MNCSES	273,608	-
			<u>\$ 992,651</u>	<u>\$ -</u>
Refugee and Entrant Assistance-State Administered Programs	93.566	2001MNRCA	537	-
Child Care and Development Cluster				
Child Care Mandatory and Matching Funds of the Child Care Development Fund (CCDF Cluster)	93.596	2001MNCDF	44,434	-
Community-Based Child Abuse Prevention Grants	93.590	1901MNBCAP	22,715	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	2001MNCWSS	12,816	-
Foster Care-Title IV-E	93.658	2001MNFOS	538,331	-
Social Services Block Grant	93.667	2001MNSOSR	310,752	-
Chafee Foster Care Independence Program	93.674	2001MNCILP	5,968	-
Children's Health Insurance Program	93.767	2001MN5021	1,029	-
Medical Assistance Program (Medicaid Cluster)	93.778	2005MN5ADM	3,184,053	-
Medical Assistance Program (Medicaid Cluster) Total CFDA #93.778	93.778	2005MN5MAP	16,408	-
			<u>\$ 3,200,461</u>	<u>\$ -</u>
Total U.S. Department of Health and Human Services			<u>\$ 5,596,041</u>	<u>\$ -</u>
U.S. Department of Homeland Security				
Passed Through Minnesota Department of Natural Resources				
Boating Safety Financial Assistance	97.012	3319FAS190127	\$ 15,206	\$ -
Passed Through Minnesota Department of Public Safety				
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	97.036	EMGP-20210204	28,287	-
Emergency Management Performance Grants	97.042	A-EMPG-2020-CARVERCO	53,709	-
Homeland Security Grant Program	97.067	A-UASI-2018-CARVERCO	35,407	-
Homeland Security Grant Program	97.067	A-UASI-2019-CARVERCO	32,278	-
Total CFDA #97.067			<u>\$ 67,685</u>	<u>\$ -</u>
Total U.S. Department of Homeland Security			<u>\$ 164,887</u>	<u>\$ -</u>
U.S. Election Assistance Commission				
Passed Through Minnesota Secretary of State				
2020 HAVA Coronavirus Aid, Relief and Economic Security (CARES) Act Grants	90.404	G53HAVACARES	85,912	16,962
Total Federal Awards			<u>\$ 20,863,173</u>	<u>\$ 1,554,521</u>

See notes to Schedule of Expenditures of Federal Awards



**CARVER COUNTY  
CHASKA, MINNESOTA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**I. Reporting Entity**

The Schedule of Expenditures of Federal Awards presents the activities of federal award programs expended by Carver County. Carver County's financial statements include the operations of the Carver County Community Development Agency (the CDA) component unit, which expended \$5,977,365 in federal awards during the year ended December 31, 2020, which are not included in the Schedule of Expenditures of Federal Awards. The CDA has its own single audit. The County's reporting entity is defined in Note 1 to the financial statements.

**II. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Carver County under programs of the federal government for the year ended December 31, 2020. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Carver County, it is not intended to and does not present the financial position, changes in net position, or cash flows of Carver County.

**III. Summary of Significant Accounting Policies**

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Carver County has elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**IV. Reconciliation to Schedule of Intergovernmental Revenue**

Federal grant revenue per Schedule of Intergovernmental Revenue		\$ 20,981,737
Grants received more than 60 days after year-end, unavailable in 2020		
Promoting Safe and Stable Families	CFDA 93.556	4,875
Temporary Assistance for Needy Families	CFDA 93.558	18,262
Stephanie Tubbs Jones Child Welfare Services Program	CFDA 93.645	1,715
Emergency Management Performance Grants	CFDA 97.042	53,709
Unavailable in 2019, recognized as revenue in 2020		
Public Health Emergency Preparedness	CFDA 93.069	(4,727)
Universal Newborn Hearing Screening	CFDA 93.251	(75)
Immunization Cooperative Agreements	CFDA 93.268	(154)
Promoting Safe and Stable Families	CFDA 93.556	(1,684)
Temporary Assistance for Needy Families	CFDA 93.558	(56,603)
Community-Based Child Abuse Prevention Grants	CFDA 93.590	(6,198)
Child Care Mandatory and Matching Funds of the Child Care Development Fund	CFDA 93.596	(4,215)
Stephanie Tubbs Jones Child Welfare Services Program	CFDA 93.645	(1,836)
Foster Care Title IV-E	CFDA 93.658	(67,397)
Chafee Foster Care Independence Program	CFDA 93.674	(950)
Emergency Management Performance Grants	CFDA 97.042	<u>(53,286)</u>
Expenditures Per Schedule of Expenditures of Federal Awards		<u>\$ 20,863,173</u>

**CARVER COUNTY  
CHASKA, MINNESOTA**

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE BY SOURCE  
DECEMBER 31, 2020**

	<b>2020</b>
<b>Governmental funds capital assets:</b>	
Land	\$ 29,993,626
Improvements other than buildings	2,210,374
Buildings	67,703,410
Machinery and equipment	24,303,635
Infrastructure	204,435,542
Construction in progress	141,660,626
Total governmental funds capital assets	<b>\$ 470,307,213</b>
 <b>Investments in governmental funds capital assets by source:</b>	
General Fund	\$ 26,400,929
 Special Revenue Funds:	
Road and Bridge	4,336,468
Health and Human Services	2,701,557
Water Management Organization	58,997
Rail Authority	1,096,730
Total Special Revenue Funds	8,193,752
Capital Projects Funds	435,712,532
Total governmental funds capital assets	<b>\$ 470,307,213</b>

**CARVER COUNTY  
CHASKA, MINNESOTA  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE BY FUNCTION AND ACTIVITY  
DECEMBER 31, 2020**

Function and Activity	Land	Improvements Other than Buildings	Buildings	Machinery and Equipment	Infrastructure	Construction in Progress	Totals 2020
General Government							
Commissioners	\$ -	\$ -	\$ -	\$ 37,807	\$ -	\$ -	\$ 37,807
Administration	6,102,298	1,741,900	40,862,337	42,606	8,312,738	107,072	57,168,951
Auditor	-	-	4,749,598	209,343	-	-	4,958,941
Finance	-	-	-	492,952	-	-	492,952
Treasurer	-	-	-	273,046	-	-	273,046
Assessor	-	-	-	29,528	-	-	29,528
Information Services	-	-	-	3,779,871	957,059	-	4,736,930
Attorney	-	-	-	5,717	-	-	5,717
Recorder	-	-	-	37,213	-	-	37,213
Building Maintenance	-	70,533	-	991,562	-	-	1,062,095
Veterans Services	-	-	61,870	127,068	-	-	188,938
Planning and Zoning	-	-	-	28,373	-	-	28,373
<b>Total General Government</b>	<b>6,102,298</b>	<b>1,812,433</b>	<b>45,673,805</b>	<b>6,055,086</b>	<b>9,269,797</b>	<b>107,072</b>	<b>69,020,491</b>
Public Safety							
Sheriff	-	-	4,174,836	5,558,995	-	-	9,733,831
Court Services	-	-	153,850	19,866	-	-	173,716
Emergency Management	-	-	-	32,935	-	-	32,935
<b>Total Public Safety</b>	<b>-</b>	<b>-</b>	<b>4,328,686</b>	<b>5,611,796</b>	<b>-</b>	<b>-</b>	<b>9,940,482</b>
Highways and Streets							
Public Works	14,522,864	22,284	10,025,840	10,710,186	185,949,572	132,223,286	353,454,032
Human Services							
Health and Human Services	-	-	2,420,406	281,151	-	-	2,701,557
Health							
Community Health Services	-	-	2,528,604	89,703	-	-	2,618,307
Culture and Recreation							
Parks	8,271,734	289,092	1,299,114	778,880	9,187,842	9,330,268	29,156,930
Library	-	-	-	490,001	-	-	490,001
Regional Rail Authority	1,096,730	-	-	-	-	-	1,096,730
<b>Total Culture and Recreation</b>	<b>9,368,464</b>	<b>289,092</b>	<b>1,299,114</b>	<b>1,268,881</b>	<b>9,187,842</b>	<b>9,330,268</b>	<b>30,743,661</b>
Conservation of Natural Resources							
Environmental Services	-	65,959	1,426,955	205,741	-	-	1,698,655
Planning and Water	-	-	-	71,031	-	-	71,031
Water Management Organization	-	20,606	-	10,060	28,331	-	58,997
<b>Total Conservation of Natural Resources</b>	<b>-</b>	<b>86,565</b>	<b>1,426,955</b>	<b>286,832</b>	<b>28,331</b>	<b>-</b>	<b>1,828,683</b>
<b>Total governmental funds capital assets</b>	<b>\$ 29,993,626</b>	<b>\$ 2,210,374</b>	<b>\$ 67,703,410</b>	<b>\$ 24,303,635</b>	<b>\$ 204,435,542</b>	<b>\$ 141,660,626</b>	<b>\$ 470,307,213</b>

**CARVER COUNTY  
CHASKA, MINNESOTA  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY  
FOR THE YEAR ENDED DECEMBER 31, 2020**

<b>Function and Activity</b>	<b>Governmental Funds Capital Assets January 1</b>	<b>Additions</b>	<b>Deductions</b>	<b>Transfers</b>	<b>Governmental Funds Capital Assets December 31</b>
General Government					
Commissioners	\$ 37,807	\$ -	\$ -	\$ -	\$ 37,807
Administration	58,031,110	-	-	(862,159)	57,168,951
Auditor	4,966,107	-	-	(7,166)	4,958,941
Finance	54,465	-	-	438,487	492,952
Treasurer	225,380	40,500	-	7,166	273,046
Assessor	49,245	-	(80,756)	61,039	29,528
Information Services	3,795,310	453,377	(21,574)	509,817	4,736,930
Attorney	5,717	-	-	-	5,717
Recorder	37,213	-	-	-	37,213
Building Maintenance	830,363	284,514	(6,800)	(45,982)	1,062,095
Veterans Services	201,514	-	(5,776)	(6,800)	188,938
Planning and Zoning	33,619	-	(5,246)	-	28,373
<b>Total General Government</b>	<b>68,267,850</b>	<b>778,391</b>	<b>(120,152)</b>	<b>94,402</b>	<b>69,020,491</b>
Public Safety					
Sheriff	9,451,040	1,282,467	(896,240)	(103,436)	9,733,831
Court Services	173,716	-	-	-	173,716
Emergency Management	77,935	-	(45,000)	-	32,935
<b>Total Public Safety</b>	<b>9,702,691</b>	<b>1,282,467</b>	<b>(941,240)</b>	<b>(103,436)</b>	<b>9,940,482</b>
Highways and Streets					
Public Works	331,313,970	22,093,942	(185,154)	231,274	353,454,032
Human Services					
Human Services	4,716,612	1,280,925	(728,232)	(2,567,748)	2,701,557
Health					
Community Health Services	19,167	10,287	-	2,588,853	2,618,307
Culture and Recreation					
Parks	23,566,566	5,617,037	(26,673)	-	29,156,930
Library	539,869	-	(49,868)	-	490,001
Regional Rail Authority	1,096,730	-	-	-	1,096,730
<b>Total Culture and Recreation</b>	<b>25,203,165</b>	<b>5,617,037</b>	<b>(76,541)</b>	<b>-</b>	<b>30,743,661</b>
Conservation of Natural Resources					
Environmental Services	1,877,562	117,875	(6,550)	(290,232)	1,698,655
Planning and Water	24,144	-	-	46,887	71,031
Water Management Organization	58,997	-	-	-	58,997
<b>Total Conservation of Natural Resources</b>	<b>1,960,703</b>	<b>117,875</b>	<b>(6,550)</b>	<b>(243,345)</b>	<b>1,828,683</b>
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 441,184,158</b>	<b>\$ 31,180,924</b>	<b>\$ (2,057,869)</b>	<b>\$ -</b>	<b>\$ 470,307,213</b>

# **STATISTICAL SECTION**

**CARVER COUNTY  
CHASKA, MINNESOTA**

**STATISTICAL SECTION**

This part of Carver County's comprehensive annual 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 County's overall financial health.

<b>Contents:</b>	<b><u>Page</u></b>
<b><u>FINANCIAL TRENDS</u></b>	
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	114-119
<b><u>REVENUE CAPACITY</u></b>	
These schedules contain information to help the reader assess the County's most significant revenue source, the property tax.	120-123
<b><u>DEBT CAPACITY</u></b>	
These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	124-127
<b><u>DEMOGRAPHIC AND ECONOMIC INFORMATION</u></b>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	128-129
<b><u>OPERATING INFORMATION</u></b>	
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	130-135

**CARVER COUNTY  
CHASKA, MINNESOTA**

**NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS**  
*(accrual basis of accounting)*

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental activities										
Net investment in capital assets	\$ 153,259,833	\$ 165,563,517	\$ 175,763,062	\$ 197,728,098	\$ 231,830,246	\$ 241,043,777	\$ 250,468,438	\$ 263,692,672	\$ 275,433,255	\$ 302,915,925
Restricted	17,649,505	15,481,707	24,200,320	37,103,158	20,748,412	29,155,238	28,886,109	31,189,679	36,574,081	34,071,475
Unrestricted	44,736,522	49,433,265	35,929,803	48,625,773	22,900,130	14,041,630	14,826,838	19,487,554	41,429,697	52,667,783
Total Primary government net position	\$ 215,645,860	\$ 230,478,489	\$ 235,893,185	\$ 283,457,029	\$ 275,478,788	\$ 284,240,645	\$ 294,181,385	\$ 314,369,905	\$ 353,437,033	\$ 389,655,183

**Note:** Accounting standards require that net position be reported in three components in the financial statements: net investment in capital assets; restricted; and unrestricted. Net position is considered restricted when (1) an external party, such as the state or federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the county.

\*\* The County implemented GASB Statement No. 68 and GASB Statement No. 71 in fiscal year 2015. Years prior to 2015 have not been restated.

**Data Source:** Yearly Financial Statements

**CARVER COUNTY  
CHASKA, MINNESOTA**

**CHANGES IN NET POSITION, LAST TEN FISCAL YEARS**  
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Expenses</b>										
Governmental activities:										
General government	\$ 13,306,090	\$ 14,840,072	\$ 14,265,140	\$ 19,925,750	\$ 15,267,539	\$ 15,543,460	\$ 17,755,764	\$ 18,858,145	\$ 17,502,195	\$ 20,397,035
Public safety	19,435,408	18,956,494	19,305,739	21,283,870	21,879,618	27,429,936	25,936,255	23,844,205	24,937,652	23,634,384
Highway & streets	9,466,523	10,706,534	15,069,854	13,752,617	13,683,801	14,206,084	20,778,791	34,833,267	24,500,556	38,577,704
Human services	22,631,006	21,731,309	21,450,703	21,611,714	23,600,282	27,281,389	28,809,030	29,839,951	32,376,629	33,282,496
Health	2,959,570	2,354,942	2,364,279	2,429,229	2,471,990	2,285,038	2,278,107	2,589,613	2,530,731	2,725,877
Culture and recreation	5,203,494	4,234,993	5,547,611	5,612,724	5,840,587	7,691,214	6,985,503	6,744,462	6,798,798	6,731,248
Conservation of natural resources	4,190,525	4,112,644	3,766,146	3,844,004	4,669,976	4,642,206	5,055,487	5,179,837	5,269,168	5,862,403
Economic development	-	-	-	-	-	-	-	-	-	1,456,916
Interest on long-term debt	1,002,242	934,639	935,677	715,714	738,137	990,752	765,371	462,460	403,734	313,172
Total primary government expenses	<u>78,194,858</u>	<u>77,871,627</u>	<u>82,705,149</u>	<u>89,175,622</u>	<u>88,151,930</u>	<u>100,070,079</u>	<u>108,364,308</u>	<u>122,351,940</u>	<u>114,319,463</u>	<u>132,981,235</u>
<b>Program Revenues</b>										
Governmental activities:										
Fees, Charges, Fines, and Other										
General government	2,887,971	3,314,900	3,012,090	3,113,220	3,716,560	3,877,261	4,171,182	4,183,272	4,329,428	4,364,784
Public safety	4,778,224	4,540,507	4,538,185	4,990,779	4,768,670	5,474,860	5,830,716	5,889,334	5,558,681	5,509,134
Human services	3,820,210	3,056,919	4,077,600	3,197,118	3,221,894	3,924,148	4,034,007	3,923,841	4,267,487	4,110,607
Culture and recreation	496,723	511,671	636,969	503,684	493,846	498,878	497,969	507,393	519,610	546,839
Conservation of natural resources	1,456,382	1,529,848	1,647,643	1,597,290	1,686,370	1,824,328	1,792,537	1,893,171	2,065,507	2,230,509
Other activities	131,577	28,547	122,522	122,390	30,330	35,980	48,611	100,974	60,419	37,696
Operating grants and contributions	21,156,084	19,955,234	24,364,936	21,275,095	28,898,485	29,465,961	37,889,184	32,180,741	44,813,511	46,687,336
Capital grants and contributions	4,935,290	7,303,933	1,140,351	42,448,305	9,324,391	5,655,606	2,516,483	22,636,317	15,077,617	26,322,183
Total primary government program revenues	<u>39,662,461</u>	<u>40,241,559</u>	<u>39,540,296</u>	<u>77,247,881</u>	<u>52,140,546</u>	<u>50,757,022</u>	<u>56,780,689</u>	<u>71,315,043</u>	<u>76,692,260</u>	<u>89,809,088</u>
<b>Net (Expense) Revenue</b>										
Governmental activities:										
Total primary government net expense	<u>(38,532,397)</u>	<u>(37,630,068)</u>	<u>(43,164,853)</u>	<u>(11,927,741)</u>	<u>(36,011,384)</u>	<u>(49,313,057)</u>	<u>(51,583,619)</u>	<u>(51,036,897)</u>	<u>(37,627,203)</u>	<u>(43,172,147)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Taxes	45,485,260	46,001,355	46,551,697	49,802,503	54,160,050	51,769,746	54,277,321	63,668,346	68,107,905	71,129,005
Unrestricted grants and contributions	2,261,220	1,871,271	2,875,240	3,621,280	3,723,619	3,461,341	3,461,103	3,857,528	3,790,901	4,115,442
Payment in lieu of taxes	143,767	140,852	163,782	206,050	172,997	166,705	188,352	198,899	203,751	232,346
Investment earnings	3,159,565	2,240,215	(2,724,070)	4,517,459	1,122,182	1,576,539	2,393,439	1,470,575	3,497,201	2,681,607
Miscellaneous	2,277,473	2,209,004	1,712,900	1,344,293	65,280	1,100,583	1,204,144	2,030,069	1,094,573	1,231,897
Total primary government	<u>53,327,285</u>	<u>52,462,697</u>	<u>48,579,549</u>	<u>59,491,585</u>	<u>59,244,128</u>	<u>58,074,914</u>	<u>61,524,359</u>	<u>71,225,417</u>	<u>76,694,331</u>	<u>79,390,297</u>
<b>Change in Net Position</b>										
Governmental activities:	<u>\$ 14,794,888</u>	<u>\$ 14,832,629</u>	<u>\$ 5,414,696</u>	<u>\$ 47,563,844</u>	<u>\$ 23,232,744</u>	<u>\$ 8,761,857</u>	<u>\$ 9,940,740</u>	<u>\$ 20,188,520</u>	<u>\$ 39,067,128</u>	<u>\$ 36,218,150</u>

**Note:** The County implemented GASB Statement No. 68 and GASB Statement No. 71 in fiscal year 2015. Years prior to 2015 have not been restated.

**Date Source:** Yearly Financial Statements



**CARVER COUNTY  
CHASKA, MINNESOTA**

**GOVERNMENT-WIDE EXPENSES BY FUNCTION  
ALL GOVERNMENTAL FUND TYPES  
LAST TEN FISCAL YEARS**

Year	General Government	Public Safety	Highways and Streets	Human Services	Health	Culture and Recreation	Conservation of Natural Resources	Economic Development	Interest on Long-term Debt	Total
2011	\$ 19,263,489	\$ 17,278,639	\$ 8,906,785	\$ 20,543,342	\$ 2,672,747	\$ 4,619,435	\$ 3,908,179	\$ -	\$ 1,002,242	\$ 78,194,858
2012	20,002,788	17,118,959	10,220,783	19,891,745	2,111,800	3,728,342	3,862,571	-	934,639	77,871,627
2013	19,183,247	17,559,440	14,602,187	19,645,333	2,145,263	5,053,216	3,580,786	-	935,677	82,705,149
2014	25,108,762	19,454,418	13,223,549	19,738,198	2,206,845	5,087,898	3,640,238	-	715,714	89,175,622
2015	20,945,709	19,928,239	13,126,863	21,487,159	2,262,363	4,876,417	4,787,043	-	738,137	88,151,930
2016	21,830,861	25,383,057	13,585,132	24,813,149	2,064,432	7,050,761	4,351,935	-	990,752	100,070,079
2017	24,133,362	23,895,811	20,133,499	26,273,147	2,058,583	6,337,896	4,766,639	-	765,371	108,364,308
2018	26,305,823	21,456,465	34,042,503	26,924,417	2,334,309	5,984,738	4,841,225	-	462,460	122,351,940
2019	24,723,359	22,628,681	23,721,723	29,559,791	2,287,548	6,063,997	4,930,628	-	403,734	114,319,461
2020	28,370,554	21,071,415	37,729,977	30,138,451	2,475,112	5,931,586	5,494,052	1,456,916	313,172	132,981,235

\* The government-wide expenses in this table reflect expenses prior to the indirect expense allocation of four internal departments: Administration, Finance, Information Services and Human Resources to the appropriate functions of government.

**Data Source:** Yearly Financial Statements

**CARVER COUNTY  
CHASKA, MINNESOTA**

**GOVERNMENT-WIDE REVENUES  
LAST TEN FISCAL YEARS**

**PROGRAM REVENUES**

Fiscal Year	Fees, Charges, Fines and Other	Operating Grants and Contributions	Capital Grants and Contributions
2011	\$ 13,571,087	\$ 21,156,084	\$ 4,935,290
2012	12,982,392	19,955,234	7,303,933
2013	14,035,009	24,364,936	1,140,351
2014	13,524,481	21,275,095	42,448,305
2015	13,917,670	28,898,485	9,324,391
2016	15,635,455	29,465,961	5,655,606
2017	16,375,022	37,889,184	2,516,483
2018	16,497,985	32,180,741	22,636,317
2019	16,801,132	44,813,511	15,077,617
2020	16,799,569	46,687,336	26,322,183

**GENERAL REVENUES**

Taxes	Payment in lieu of taxes	Grants and contributions not restricted to specific programs	Investment Income	Miscellaneous	Total
\$ 45,485,260	\$ 143,767	\$ 2,261,220	\$ 3,159,565	\$ 2,277,473	\$ 92,989,746
46,001,355	140,852	1,871,271	2,240,215	2,209,004	92,704,256
46,551,697	163,782	2,875,240	(2,724,070)	1,712,900	88,119,845
49,802,503	206,050	3,621,280	4,517,459	1,344,293	136,739,466
54,160,050	172,997	3,723,619	1,122,182	65,280	111,384,674
51,769,746	166,705	3,461,341	1,576,539	1,100,583	108,831,936
54,277,321	188,352	3,461,103	2,393,439	1,204,144	118,305,048
63,668,346	198,899	3,857,528	1,470,575	2,030,069	142,540,460
68,107,905	203,751	3,790,901	3,497,201	1,094,573	153,386,591
71,129,005	232,346	4,115,442	2,681,607	1,231,897	169,199,385

Data Source: Yearly Financial Statements

**CARVER COUNTY  
CHASKA, MINNESOTA**

**FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS**

*(modified accrual basis of accounting)*

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General Fund										
Nonspendable	\$ 3,285	\$ 1,220	\$ 1,257	\$ 3,651	\$ 113,857	\$ 443,622	\$ 635,952	\$ 531,210	\$ 860,974	\$ 794,819
Restricted	2,578,313	2,747,430	3,009,881	2,413,900	1,983,569	1,872,875	1,773,429	1,814,148	1,746,760	5,013,074
Committed	745,733	1,256,247	-	-	-	-	-	-	-	4,237,489
Assigned	4,479,321	4,684,986	1,567,617	2,296,747	2,943,302	2,537,949	3,142,612	3,090,901	3,728,980	6,905,953
Unassigned	16,986,718	17,093,255	16,888,267	17,729,149	17,873,769	17,975,791	18,435,515	19,191,470	19,799,953	20,074,970
Subtotal General fund	<u>\$ 24,793,370</u>	<u>\$ 25,783,138</u>	<u>\$ 21,467,022</u>	<u>\$ 22,443,447</u>	<u>\$ 22,914,497</u>	<u>\$ 22,830,237</u>	<u>\$ 23,987,508</u>	<u>\$ 24,627,729</u>	<u>\$ 26,136,667</u>	<u>\$ 37,026,305</u>
All Other Governmental Funds										
Nonspendable	\$ 444,098	\$ 494,768	\$ 367,815	\$ 440,925	\$ 420,507	\$ 753,579	\$ 723,362	\$ 515,483	\$ 623,866	\$ 1,025,701
Restricted	8,617,792	5,956,658	11,773,887	21,785,674	14,637,058	24,721,056	14,008,371	12,053,881	12,582,352	12,886,058
Assigned	24,015,251	27,037,493	19,802,349	31,216,231	28,045,056	36,089,408	32,637,460	33,543,605	46,524,770	52,913,906
Unassigned	(54,216)	(111,520)	(98,493)	(157,563)	(158,189)	(102,733)	(95,635)	(72,218)	(223,460)	-
Subtotal all other governmental funds	<u>\$ 33,022,925</u>	<u>\$ 33,377,399</u>	<u>\$ 31,845,558</u>	<u>\$ 53,285,267</u>	<u>\$ 42,944,432</u>	<u>\$ 61,461,310</u>	<u>\$ 47,273,558</u>	<u>\$ 46,040,751</u>	<u>\$ 59,507,528</u>	<u>\$ 66,825,665</u>

\*The County implemented GASB Statement No.54 in 2011, this schedule shows the change in fund balance prospectively.

Data Source: Yearly Financial Statements

**CARVER COUNTY  
CHASKA, MINNESOTA**

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS**  
(modified accrual basis of accounting)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Revenues</b>										
Taxes	\$ 45,668,869	\$ 46,101,715	\$ 46,857,907	\$ 49,983,300	\$ 54,195,713	\$ 51,854,610	\$ 54,273,026	\$ 63,570,066	\$ 68,082,878	\$ 71,190,331
Special assessments	277,977	297,938	347,158	341,754	291,192	266,629	268,283	211,644	230,478	325,652
Licenses and permits	668,780	807,896	812,964	983,560	1,284,711	1,297,747	1,360,750	1,203,790	1,192,591	823,989
Intergovernmental	26,443,248	30,079,014	25,981,031	63,738,773	44,321,031	39,656,315	36,363,950	55,590,346	53,381,308	86,298,660
Charges for services	11,865,726	11,555,901	11,262,696	11,937,514	12,802,819	13,903,477	14,757,386	14,510,172	15,003,565	14,648,478
Fines and forfeits	406,302	253,144	258,682	242,376	214,048	255,563	239,068	243,898	240,484	232,428
Investment income	3,083,556	2,295,420	(3,046,485)	4,269,682	1,062,014	1,127,312	1,402,478	1,774,735	3,532,685	2,679,238
Other revenue	1,800,418	2,609,598	2,821,443	1,347,243	911,811	1,947,430	1,215,595	1,376,978	1,172,193	1,867,532
<b>Total revenues</b>	<b>90,214,876</b>	<b>94,000,626</b>	<b>85,295,396</b>	<b>132,844,202</b>	<b>115,083,339</b>	<b>110,309,083</b>	<b>109,880,536</b>	<b>138,481,629</b>	<b>142,836,182</b>	<b>178,066,308</b>
<b>Expenditures</b>										
<b>Current</b>										
General government	17,731,317	17,365,841	16,870,571	17,694,942	18,412,909	20,095,672	20,663,558	23,241,428	22,999,187	25,262,177
Public safety	17,289,670	17,222,771	17,860,004	19,528,952	20,301,344	21,093,525	21,281,800	22,819,086	22,671,870	23,001,438
Highways & streets	6,450,822	8,094,693	11,002,326	9,572,041	10,416,222	10,793,726	10,543,716	11,025,899	14,153,763	9,894,236
Human services	20,519,994	19,890,353	19,689,653	20,198,027	21,309,360	24,127,091	25,654,536	26,819,630	28,630,020	31,079,328
Health	2,644,407	2,159,582	2,209,043	2,252,817	2,271,435	1,976,590	2,026,456	2,363,853	2,300,704	2,606,415
Culture and recreation	6,554,766	4,562,998	4,965,586	5,027,012	6,166,266	5,408,151	5,595,877	5,686,896	5,738,112	5,725,734
Conservation of nat. resources	3,977,270	3,825,998	3,596,957	3,653,552	4,356,961	4,275,207	4,617,868	4,734,921	4,877,651	5,542,618
Economic development	-	-	-	-	-	-	-	-	-	1,456,916
<b>Intergovernmental</b>										
Highways & streets	152,861	160,737	166,093	165,748	175,449	181,991	186,766	211,260	209,379	219,739
Capital outlay	11,130,176	18,100,857	14,654,107	33,240,103	52,301,994	10,074,355	22,070,747	35,778,988	22,407,003	51,130,220
<b>Debt Service</b>										
Principal	3,036,370	3,025,086	3,192,841	8,477,967	3,195,164	3,898,252	3,947,897	6,137,111	3,789,090	3,867,323
Interest	1,019,989	964,395	949,815	812,715	790,794	947,638	1,002,608	784,584	652,435	558,925
<b>Total expenditures</b>	<b>90,507,642</b>	<b>95,373,311</b>	<b>95,156,996</b>	<b>120,623,876</b>	<b>139,697,898</b>	<b>102,872,198</b>	<b>117,591,829</b>	<b>139,603,656</b>	<b>128,429,214</b>	<b>160,345,069</b>
Excess of revenues over (under) expenditures	(292,766)	(1,372,685)	(9,861,600)	12,220,326	(24,614,559)	7,436,885	(7,711,293)	(1,122,027)	14,406,968	17,721,239
<b>Other Financing Sources (Uses)</b>										
General obligation bonds issued	-	1,460,000	-	9,555,000	-	7,190,000	-	-	-	-
Notes Payable Issued	-	-	-	-	13,439,062	2,228,135	168,048	-	-	-
Loans issued	265,866	155,628	72,048	81,429	51,776	54,922	116,722	216,842	113,349	268,790
Proceeds from sale of capital assets	49,842	1,042,373	75,550	60,224	1,242,265	64,350	23,135	527,584	360,316	21,604
Refunding bonds issued	-	-	5,150,000	-	-	-	-	-	-	-
Payments to bond escrow agent	-	-	-	-	-	-	(5,610,000)	-	-	-
Premium/(Discount) on debt issued	-	(10,950)	57,003	441,317	-	1,165,325	-	-	-	-
Transfers in	5,719,922	4,527,201	6,848,919	9,066,284	4,408,492	4,942,070	8,442,344	6,813,388	5,643,137	6,406,807
Transfers out	(5,775,714)	(4,507,480)	(8,060,166)	(9,066,284)	(4,358,997)	(4,942,070)	(8,442,344)	(6,813,388)	(5,643,137)	(6,406,807)
<b>Total other financing sources (uses)</b>	<b>259,916</b>	<b>2,666,772</b>	<b>4,143,354</b>	<b>10,137,970</b>	<b>14,782,598</b>	<b>10,702,732</b>	<b>(5,302,095)</b>	<b>744,426</b>	<b>473,665</b>	<b>290,394</b>
Increase (decrease) in inventories	75,348	50,155	(129,711)	57,838	(37,824)	293,001	(17,093)	(214,985)	95,082	196,142
<b>Net change in fund balances</b>	<b>\$ 42,498</b>	<b>\$ 1,344,242</b>	<b>\$ (5,847,957)</b>	<b>\$ 22,416,134</b>	<b>\$ (9,869,785)</b>	<b>\$ 18,432,618</b>	<b>\$ (13,030,481)</b>	<b>\$ (592,586)</b>	<b>\$ 14,975,715</b>	<b>\$ 18,207,775</b>
Debt service as a percentage of noncapital expenditures	5.35%	5.24%	5.14%	10.08%	4.66%	5.36%	4.98%	5.78%	4.07%	3.39%

Data Source: Yearly Financial Statements

**CARVER COUNTY  
CHASKA, MINNESOTA**

**NET TAX CAPACITY AND TAXABLE MARKET VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS**

Fiscal / Payable Year	Real Property		Personal Property		Total			% of Net Tax Capacity to Total Taxable Market Value
	Net Tax Capacity	Taxable Market Value	Net Tax Capacity	Taxable Market Value	Net Tax Capacity	Taxable Market Value	Total Direct Tax Rate	
2011	\$ 114,265,462	\$ 10,397,063,800	\$ 1,353,218	\$ 68,523,800	\$ 115,618,680	\$ 10,465,587,600	41.752	1.10%
2012	105,789,671	9,618,986,133	1,597,924	104,945,867	107,387,595	9,723,932,000	43.562	1.10%
2013	101,614,589	9,275,084,900	1,755,654	88,778,500	103,370,243	9,363,863,400	46.115	1.10%
2014	107,482,644	9,897,391,400	1,855,628	93,777,200	109,338,272	9,991,168,600	45.211	1.09%
2015	120,238,736	11,119,177,400	2,013,792	101,685,400	122,252,528	11,220,862,800	40.488	1.09%
2016	127,018,663	11,735,551,900	2,289,681	115,481,000	129,308,344	11,851,032,900	38.880	1.09%
2017	130,232,512	12,017,771,700	2,653,398	133,855,000	132,885,910	12,151,626,700	38.851	1.09%
2018	139,479,603	12,825,279,400	2,910,761	146,771,400	142,390,364	12,972,050,800	37.436	1.10%
2019	150,147,001	13,774,982,600	3,092,951	155,880,900	153,239,952	13,930,863,500	36.488	1.10%
2020	163,725,373	14,950,971,300	3,065,456	154,508,900	166,790,829	15,105,480,200	35.179	1.10%

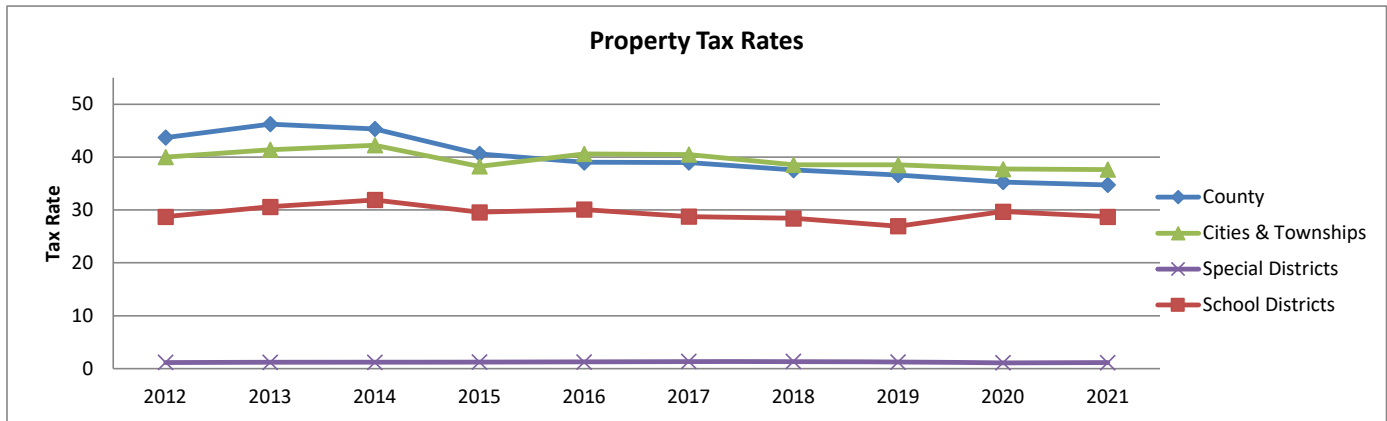
Valuations are determined as of January 1 of the year preceding the tax collection year.  
 Amounts are shown for the year in which taxes are payable.  
 Assessed value is prior to Fiscal Disparity and Tax Increment District Adjustments.

**Data Source:** Taxpayer Services Department

**CARVER COUNTY  
CHASKA, MINNESOTA**

**DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

Carver County					Average Rates Within Each Classification		
Tax Year	General	Bonds	Total	Carver County Regional Rail Authority	Cities/ Townships	School Districts	Special Districts
2012	39.957	3.605	43.562	0.117	39.997	28.700	1.145
2013	41.831	4.284	46.115	0.121	41.379	30.577	1.183
2014	40.138	5.072	45.210	0.114	42.254	31.924	1.189
2015	36.238	4.250	40.488	0.097	38.246	29.565	1.232
2016	34.830	4.051	38.881	0.110	40.595	30.070	1.255
2017	35.434	3.417	38.851	0.105	40.475	28.729	1.362
2018	34.266	3.169	37.435	0.114	38.547	28.411	1.327
2019	33.543	2.946	36.489	0.104	38.520	26.922	1.243
2020	32.474	2.705	35.179	0.101	37.719	29.691	1.123
2021	32.032	2.601	34.633	0.099	37.641	28.705	1.128



Note: For the City rate, the Urban tax Capacity Rate was used. For the Township rate, the Proper rate and the rate for Fire Districts was used.

Data Source: Taxpayer Services Department

**CARVER COUNTY  
CHASKA, MINNESOTA**

**PRINCIPAL PROPERTY TAX PAYERS  
CURRENT AND NINE YEARS AGO**

<u>Taxpayer</u>	<b>2020</b>		<u>Taxpayer</u>	<b>2011</b>	
	<b>Taxable Assessed Value</b>	<b>Percentage of Total County Taxable Assessed Value</b>		<b>Taxable Assessed Value</b>	<b>Percentage of Total County Taxable Assessed Value</b>
Northern States Power	\$69,924,800	0.46%	Target Corporation	\$ 33,419,900	0.32%
CenterPoint Energy Minnegasco	62,381,200	0.41%	Northern States Power	28,106,300	0.27%
Target Corporation	30,574,000	0.20%	CenterPoint Energy Minnegasco	23,204,100	0.22%
United Healthcare Services Inc.	26,193,600	0.17%	Ameriprise Financial Inc.	22,843,900	0.22%
Istar Minnesota LLC	25,838,700	0.17%	Rosemount Inc.	21,715,100	0.21%
SGO MN West Village LLC	23,149,400	0.15%	Iret Properties	18,793,600	0.18%
US Home Corporation	37,312,700	0.25%	Istar Minnesota LLC	18,600,000	0.18%
Aurora Investments LLC	21,769,700	0.14%	Aurora Investments LLC	17,830,700	0.17%
PAR Real Estate LLC	19,291,900	0.13%	Jerry's Enterprises	15,087,100	0.14%
MFF Mortgage Borrower 14 LLC	17,000,000	0.11%	Fluoroware Inc.	12,892,100	0.12%
<b>Total</b>	<b>\$ 333,436,000</b>	<b>2.19%</b>	<b>Total</b>	<b>\$ 212,492,800</b>	<b>2.03%</b>

**Data Source:** Taxpayer Services Department

**CARVER COUNTY  
CHASKA, MINNESOTA**

**PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

Fiscal Year	Certified Tax Levy	Abatements/ Adjustments (3)	Market Value Credit Adjustment (2)	Adjusted Certified Tax Levy	Collection within the Fiscal Year of the Levy (3)		Collections in Subsequent Years	Total Collections to Date		Outstanding Delinquent	
					Amount (1)	% of Levy		Amount	% of Levy	Amount	% of Levy
2011	\$ 46,179,720	\$ (407,913)	\$ (816,418)	\$ 44,955,389	\$ 44,052,056	97.99%	\$ 628,563	\$ 44,680,619	99.39%	\$ 138	0.00%
2012	44,779,720	(300,801)	-	44,478,919	44,004,472	98.93%	316,122	44,320,594	99.64%	181	0.00%
2013	45,629,720	(178,737)	-	45,450,983	45,042,675	99.10%	405,774	45,448,449	99.99%	497	0.00%
2014	47,546,920	(150,800)	-	47,396,120	47,174,883	99.53%	218,222	47,393,105	99.99%	1,137	0.00%
2015	49,861,920	(156,481)	-	49,705,439	49,551,666	99.69%	137,238	49,688,904	99.97%	14,867	0.03%
2016	50,242,700	(269,935)	-	49,972,765	49,858,227	99.77%	104,463	49,962,690	99.98%	7,921	0.02%
2017	51,649,500	(268,144)	-	51,381,356	51,333,497	99.91%	30,391	51,363,888	99.97%	15,421	0.03%
2018	53,649,500	(67,603)	-	53,581,897	53,363,472	99.59%	193,075	53,556,546	99.95%	23,193	0.04%
2019	56,264,855	(94,220)	-	56,170,635	55,945,339	99.60%	162,018	56,107,357	99.89%	61,039	0.11%
2020	59,073,855	17,221	-	59,091,076	58,812,573	99.53%	-	58,812,573	99.53%	276,585	0.47%

(1) This amount includes fiscal disparities and any tax aid.

(2) The county receives market value credit from the state, which is included in the gross tax levy. During 2010 and 2011 market value credit was cut by \$714,517 and \$816,418, respectively. Since this money will not be collected, the certified tax levy was adjusted to account for this cut.

(3) These amounts include agricultural preserve and agricultural market value credits. This change was made during 2017.

**Data Sources:**

Taxpayer Services Department  
Financial Services Division



CHASKA, MINNESOTA

RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds	General Obligation Notes Payable	Loans Payable	Capital Leases	Total Debt	Total Debt Per Capita		Percentage of Personal Income	
						Total	Net	Total	Net
2011	\$ 25,513,278	\$ -	\$ 1,428,496	\$ -	\$ 26,941,774	\$ 292.51	\$ 292.51	0.50%	0.50%
2012	24,104,252	-	1,414,038	-	25,518,290	272.68	272.68	0.44%	0.44%
2013	26,354,561	-	1,243,245	-	27,597,806	289.09	289.09	0.47%	0.47%
2014	28,146,667	-	1,051,707	-	29,198,374	300.51	300.51	0.50%	0.50%
2015	25,117,349	13,439,062	878,319	-	39,434,730	399.48	399.48	0.63%	0.63%
2016	30,828,356	14,549,197	737,989	-	46,115,542	459.95	459.95	0.71%	0.71%
2017	22,325,218	13,588,245	690,814	-	36,604,277	358.45	358.45	0.53%	0.53%
2018	17,107,260	12,604,000	754,790	-	30,466,050	294.21	294.21	0.41%	0.41%
2019	14,268,196	11,610,000	703,049	-	26,581,245	252.94	252.94	0.35%	0.35%
2020	11,353,207	10,606,000	818,516	-	22,777,723	213.74	213.74	Not Available	Not Available

Data Sources:

Yearly Financial Statements

See Schedule XV for Personal Income and Population Information

**CARVER COUNTY  
CHASKA, MINNESOTA**

**RATIOS OF NET BONDED DEBT TO ASSESSED VALUE  
AND NET BONDED DEBT PER CAPITA  
LAST TEN FISCAL YEARS**

Fiscal Year	Total		General Obligation Bonds	General Obligation Notes Payable	Net Bonded Debt	Bonded Debt Per Capita		Bonded Debt to Actual Taxable Market Value		Bonded Debt to Net Tax Capacity	
	Taxable Market Value	Net Tax Capacity				Total	Net	Total %	Net %	Total %	Net %
2011	\$ 10,465,587,600	\$ 115,618,680	\$ 25,513,278	\$ -	\$ 25,513,278	\$ 277.01	\$ 277.01	0.24%	0.24%	22.07%	22.07%
2012	9,723,932,000	107,387,595	24,104,252	-	24,104,252	257.57	257.57	0.25%	0.25%	22.45%	22.45%
2013	9,363,863,400	103,370,243	26,354,561	-	26,354,561	276.07	276.07	0.28%	0.28%	25.50%	25.50%
2014	9,991,168,600	109,338,272	28,146,667	-	28,146,667	289.69	289.69	0.28%	0.28%	25.74%	25.74%
2015	11,220,862,800	122,252,528	25,117,349	13,439,062	38,556,411	390.59	390.59	0.34%	0.34%	31.54%	31.54%
2016	11,851,032,900	129,308,344	30,828,356	14,549,197	45,377,553	452.59	452.59	0.38%	0.38%	35.09%	35.09%
2017	12,151,626,700	132,885,910	22,325,218	13,588,245	35,913,463	351.68	351.68	0.30%	0.30%	27.03%	27.03%
2018	12,972,050,800	142,390,364	17,107,260	12,604,000	29,711,260	286.92	286.92	0.23%	0.23%	20.87%	20.87%
2019	13,930,863,500	153,239,952	14,268,196	11,610,000	25,878,196	246.25	246.25	0.19%	0.19%	16.89%	16.89%
2020	15,105,480,200	166,790,829	11,353,207	10,606,000	21,959,207	206.06	206.06	0.15%	0.15%	13.17%	13.17%

Valuations are determined as of January 1 of the year preceding the tax collection year.

Amounts are shown for the year in which taxes are payable.

Assessed value is prior to Fiscal Disparity and Tax Increment District Adjustments.

The GO Notes Payable is being paid back through general levy.

**Data Sources:**

Yearly Financial Statements

See Schedule XV for Population Information

**CARVER COUNTY  
CHASKA, MINNESOTA**

**COMPUTATION OF DIRECT, UNDERLYING AND OVERLAPPING DEBT  
AS OF DECEMBER 31, 2020**

Government Unit	Debt Outstanding (1)	Applicable to Carver County	
		Percent	Amount
<b>Direct:</b>			
<b>Government Unit</b>			
General Obligation Bonds Payable (net of discount) \$	11,353,207	100.0%	\$ 11,353,207
General Obligation Notes Payable	10,606,000	100.0%	10,606,000
Loans Payable	818,516	100.0%	818,516
Carver County	22,777,723	100.0%	22,777,723
<b>Underlying:</b>			
Carver City	23,735,000	100.0%	23,735,000
Chanhassen City	31,415,000	97.7%	30,692,455
Chaska City	98,135,000	100.0%	98,135,000
Cologne	18,946,935	100.0%	18,946,935
Hamburg City	2,589,000	100.0%	2,589,000
Mayer	4,935,180	100.0%	4,935,180
New Germany City	7,601,300	100.0%	7,601,300
Norwood Young America City	13,434,000	100.0%	13,434,000
Victoria City	24,120,000	100.0%	24,120,000
Waconia City	44,439,053	100.0%	44,439,053
Watertown City	3,786,000	100.0%	3,786,000
Total cities	273,136,468	99.7%	272,413,923
School District #108	7,695,000	96.3%	7,410,285
School District #110	114,755,000	82.0%	94,099,100
School District #111	52,742,663	75.7%	39,926,196
School District #112	178,825,000 (2)	100.0%	178,825,000
School District #276	173,540,000	18.6%	32,278,440
School District #424	15,525,000	0.2%	31,050
School District #716	18,430,000 (3)	9.1%	1,677,130
School District #2687	38,415,000	0.6%	230,490
School District #2859	22,880,000	0.1%	22,880
Total school districts	622,807,663	56.9%	354,500,571
Total Underlying debt	895,944,131	70.0%	626,914,494
<b>Overlapping:</b>			
Metro Council	1,688,625,662 (4)	3.6%	60,790,524
Total Overlapping debt	1,688,625,662	3.6%	60,790,524
Total direct, underlying and overlapping debt	\$ 2,607,347,516	27.2%	\$ 710,482,741

(1) Direct debt includes all of the debt instruments related to the governmental activities (i.e., general obligation bonds payable, and loans payable). Underlying and Overlapping debt only includes those taxing jurisdictions with general obligation debt outstanding. Does not include non-general obligation debt, self-supporting general obligation revenue debt, short-term general obligation debt, or general obligation tax/aid anticipation certificates of indebtedness.

(2) Currently, the State of MN is paying approximately 3.83% of the principal and interest on the Eastern Carver County School District's general obligation bonds. Assuming this percentage continues for the life of the bonds, the State's proportionate share of principal is \$6,534,172.

(3) Currently, the State of Minnesota is paying approximately 7.56% of the principal and interest on the Belle Plaine School District's general obligation bonds. Assuming this percentage continues for the life of the bonds, the State's proportionate share of principal is \$2,120,958.

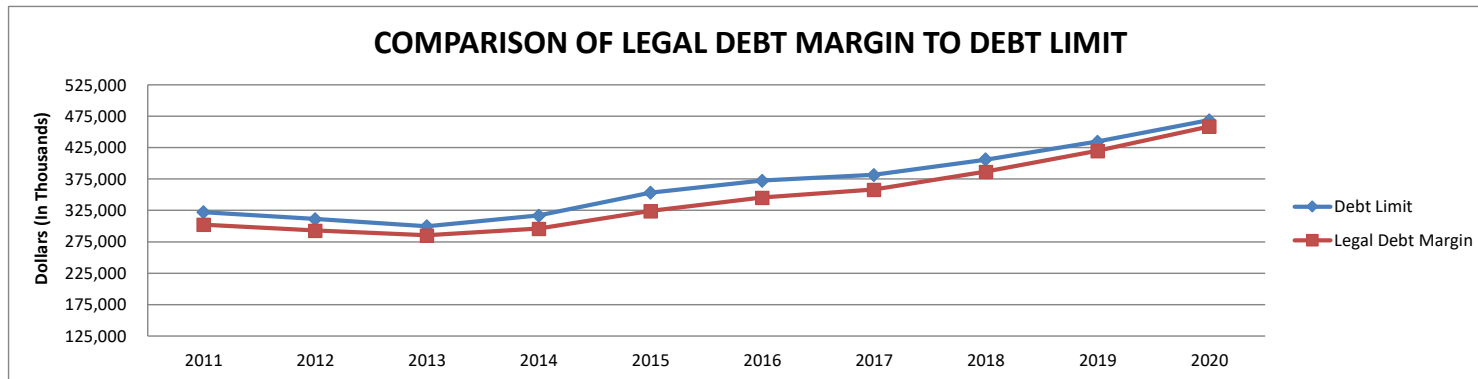
(4) The above includes all outstanding general obligation debt supported by taxes of the Metropolitan Council. The Council also has general obligation sewer revenue, wastewater revenue, and radio revenue bonds, and lease obligations outstanding all of which are supported entirely by revenues and have not been included in the Overlapping Debt or Debt Ratios sections.

**Data Source:** Provided by Taxpayer Services Department

**CARVER COUNTY  
CHASKA, MINNESOTA**

**LEGAL DEBT MARGIN  
LAST TEN FISCAL YEARS**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<b>Assessor's Estimated Market Value</b>	\$ 10,745,987,800	\$ 10,376,803,300	\$ 10,001,109,700	\$ 10,567,048,000	\$ 11,782,984,500	\$ 12,421,561,200	\$ 12,722,707,200	\$ 13,530,431,200	\$ 14,483,418,000	\$ 15,634,055,900
<b>Legal debt margin</b>										
Debt limit (3% of Assessor's EMV)	322,379,634	311,304,099	300,033,291	317,011,440	353,489,535	372,646,836	381,681,216	405,912,936	434,502,540	469,021,677
Debt applicable to limit: (see schedule XII)										
General Obligation bonds & notes	25,513,278	24,104,252	26,354,561	28,146,667	38,556,411	45,377,553	35,913,463	29,711,260	25,878,196	21,959,207
Less: Amount reserved for repayment of general obligation debt	(5,623,923)	(5,873,056)	(11,698,722)	(7,264,955)	(9,041,305)	(18,253,478)	(12,710,587)	(10,771,390)	(11,332,701)	(11,917,326)
<b>Total debt applicable to limit</b>	<b>19,889,355</b>	<b>18,231,196</b>	<b>14,655,839</b>	<b>20,881,712</b>	<b>29,515,106</b>	<b>27,124,075</b>	<b>23,202,876</b>	<b>18,939,870</b>	<b>14,545,495</b>	<b>10,041,881</b>
<b>Legal debt margin</b>	<b>\$ 302,490,279</b>	<b>\$ 293,072,903</b>	<b>\$ 285,377,452</b>	<b>\$ 296,129,728</b>	<b>\$ 323,974,429</b>	<b>\$ 345,522,761</b>	<b>\$ 358,478,340</b>	<b>\$ 386,973,066</b>	<b>\$ 419,957,045</b>	<b>\$ 458,979,796</b>
<b>Total debt applicable to the limit as a percentage of debt limit</b>	<b>6.17%</b>	<b>5.86%</b>	<b>4.88%</b>	<b>6.59%</b>	<b>8.35%</b>	<b>7.28%</b>	<b>6.08%</b>	<b>4.67%</b>	<b>3.35%</b>	<b>2.14%</b>



Minn. Stat. Section 475.53, subd. 1 states that except as otherwise provided in Minn. Stat. Sections 474.74 to 475.51, no municipality except a school district or a city of the first class, shall incur or be subject to a net debt in excess of three percent of the estimated market value.

**Data Source:** Assessed values are provided by Taxpayer Services Division.

**CARVER COUNTY  
CHASKA, MINNESOTA**

**DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

Year	Population (1)(2)*	Personal Income (3)	Median Age (1)	Public School Enrollment K thru 12 (4)
2011	92,104	\$ 5,439,073,000	36.9**	15,584
2012	93,584	5,826,217,000	36.8**	15,769
2013	95,463	5,930,653,000	36.7**	16,071
2014	97,162	5,838,766,000	36.8**	16,115
2015	98,798	6,249,370,000	36.9	16,494
2016	100,621	6,464,183,000	37.4	17,954
2017	102,858	6,911,379,000	37.1	18,201
2018	105,970	7,388,388,000	37.2	18,368
2019	107,179	7,655,911,000	37.5	18,422
2020	106,565	Not Available	Not Available	18,812

**Average Labor Statistics**

Year	Carver County		State		National	
	Per Capita Income (3)	Unemployment Rate (5)	Per Capita Income (3)	Unemployment Rate (5)	Per Capita Income (3)	Unemployment Rate (5)
2011	\$ 55,236	5.5%	\$ 45,214	6.5%	\$ 38,054	8.9%
2012	58,811	4.8%	47,293	5.6%	39,784	8.1%
2013	59,001	4.3%	47,410	5.0%	39,527	7.4%
2014	62,391	3.6%	48,998	4.2%	41,450	6.2%
2015	64,664	3.2%	50,541	3.8%	42,953	5.3%
2016	65,569	3.3%	52,038	3.9%	43,946	4.9%
2017	68,395	2.9%	54,359	3.4%	45,821	4.4%
2018	71,268	2.5%	57,515	3.0%	48,223	3.9%
2019	72,852	2.8%	58,834	3.2%	49,763	3.7%
2020	Not Available	4.9%	Not Available	6.2%	53,082	8.1%

**Data Sources:**

- 1.) [United States Census Bureau <http://www.census.gov>](http://www.census.gov)
- 2.) [Metropolitan Council Population](#)
- 3.) [Bureau of Economic Analysis <http://www.bea.gov/>](http://www.bea.gov/)
- 4.) [Minnesota Department of Education <http://education.state.mn.us>](http://education.state.mn.us)
- 5.) [DEED: Local Area Unemployment Statistics <http://www.deed.state.mn.us/lmi/tools/laus>](http://www.deed.state.mn.us/lmi/tools/laus)

\* All population estimates come from the Metropolitan Council

\*\* United States Census Bureau (estimates)

**CARVER COUNTY  
CHASKA, MINNESOTA**

**PRINCIPAL EMPLOYERS  
CURRENT AND TEN YEARS AGO**

<u>2021 (1)</u>			<u>2012</u>		
<u>Employer</u>	<u>Estimated No. of Employees</u>	<u>Percentage of Total County Employment</u>	<u>Employer</u>	<u>Estimated No. of Employees</u>	<u>Percentage of Total County Employment</u>
I.S.D. No. 112 (Eastern Carver County)	2,088	5.85%	I.S.D. No. 112 (Eastern Carver County)	1,931	4.01%
Ridgeview Medical Center	1,500	4.20%	Emerson Process Mgmt/Rosemount, Inc.	1,659	3.44%
Emerson Process Management	1,201	3.37%	Ridgeview Medical Center	1,540	3.20%
Storm Aviation	1,001	2.81%	Beckman Coulter, Inc.	900	1.87%
IWCO Direct.	1,000	2.80%	The Instant Web Company (IWCO Direct)	847	1.76%
I.S.D. No. 110 (Waconia)	908	2.55%	Carver County	786	1.63%
Beckman Coulter, Inc.	780	2.19%	Lake Region Manufacturing, Inc.	750	1.56%
Carver County	749	2.10%	SuperValu Corporate Headquarters (West)	720	1.50%
Bernard Group	600	1.68%	Target	650	1.35%
General Mills	600	1.68%	Medallion Cabinetry, Inc.	620	1.29%
<b>Total</b>	<b>10,427</b>	<b>29.23%</b>	<b>Total</b>	<b>10,403</b>	<b>21.61%</b>
Total County Employment (2)	35,675		Total County Employment (3)	48,157	

**Note:** Employment is within Carver County and not necessarily company wide for employers listed.

**Data Sources:**

- 1.) ReferenceUSA. (Verified by a combination of Cities and employers).
- 2.) Metropolitan Council <<http://stats.metc.state.mn.us/>>.
- 3.) Minnesota Department of Employment and Economic Development <<http://www.deed.state.mn.us/lmi/tools/laus.htm>>

**CARVER COUNTY  
CHASKA, MINNESOTA**  
**COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

<u>Function/program</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<b>General Government</b>										
Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Administration Services	3.30	3.00	3.00	3.20	4.70	4.20	4.20	4.20	4.20	4.20
Property Assessment	12.00	12.00	12.00	12.00	12.00	12.00	13.00	13.00	14.00	14.00
Attorney	28.88	28.88	29.20	31.20	31.20	31.35	32.35	32.35	33.35	33.20
Taxpayer Services	22.90	22.90	22.90	25.10	25.10	26.10	24.10	25.10	26.25	28.88
Commissioners	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Facilities Management	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00
Finance	7.70	7.70	7.70	7.70	7.70	7.70	7.70	7.70	8.50	8.50
Employee Relations	9.00	9.00	9.00	11.00	11.00	12.00	12.00	13.00	13.20	13.20
Information Services	24.80	23.45	23.45	24.70	27.95	28.80	29.80	31.80	32.80	32.80
Property Records	6.00	6.00	6.00	6.00	7.00	5.00	8.00	8.00	8.00	8.00
Veterans Services	3.70	3.70	3.70	4.10	4.60	4.60	4.60	5.60	5.60	5.60
Land Management	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
<b>Public Safety</b>										
Court Services	14.55	14.55	16.05	16.10	16.10	16.10	16.10	15.80	16.50	16.50
Emergency Management	2.00	2.00	-	-	-	-	-	-	-	-
Sheriff	161.66	155.76	157.77	160.77	160.77	160.19	160.50	161.90	163.90	167.47
<b>Highways &amp; Streets</b>										
Public works	46.25	45.55	46.55	51.15	50.48	53.48	55.85	58.85	60.85	60.85
<b>Human Services</b>										
Social Services	172.50	172.50	179.70	181.13	191.53	212.58	219.48	216.98	220.08	225.68
<b>Health</b>										
Public Health Services	23.70	22.80	21.80	21.50	19.00	19.00	19.00	19.00	19.00	18.00
<b>Culture &amp; Recreation</b>										
Library	38.67	37.92	37.62	38.94	43.70	43.75	44.02	44.39	44.01	44.00
Parks	9.59	9.59	11.59	11.80	10.98	11.41	12.03	12.15	13.40	13.40
<b>Conservation of Natural Resources</b>										
University of MN Extension	1.80	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70
Planning & Water Management	5.60	5.60	6.60	6.85	9.00	10.40	10.40	10.60	10.85	10.84
Environmental Services	10.93	11.15	10.15	11.15	11.40	12.90	12.90	12.90	13.90	13.90
<b>Total</b>	<b>633.53</b>	<b>623.75</b>	<b>634.48</b>	<b>654.09</b>	<b>673.91</b>	<b>701.26</b>	<b>715.73</b>	<b>723.02</b>	<b>738.09</b>	<b>748.72</b>

**Note:**  
In 2013, Emergency Management was moved to the Sheriff's Office.

Employees listed by FTE Equivalent  
**Data Source:** Financial Services Division

**CARVER COUNTY  
CHASKA, MINNESOTA  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

<u>Function/program</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<u>General Government</u>										
Administrative Services										
Square Feet of Building Space (1)	610,665	610,665	610,665	610,665	610,665	610,665	618,665	618,665	618,665	618,665
Employee Relations										
New Hires Processed	112	109	168	192	163	205	214	157	189	165
Terminations Processed	74	116	123	165	140	174	187	161	190	146
Collective Bargaining Agreements	11	11	11	11	11	11	11	11	11	10
Financial Services										
Cash Receipts Processed	5,310	6,798	6,862	5,854	5,811	6,278	5,950	5,862	5,778	4,889
Payroll Checks Issued	365	498	480	587	423	516	467	433	413	228
Payroll Stubs Issued	17,905	17,968	19,005	18,390	19,767	19,402	19,895	20,327	24,344	25,098
Claims Paid	15,010	13,016	13,507	13,603	14,001	13,147	12,502	11,722	12,151	11,230
Contracts Maintained	367	306	424	482	616	601	548	516	585	499
Journal Entries	806	726	776	646	728	721	699	620	601	629
Budget Amendments Entered	150	107	127	127	141	179	162	164	161	131
Capital Assets Inventoried	65	71	81	62	80	60	56	110	72	83
Property Records and Taxpayer Services										
Deeds Recorded	2,701	3,422	3,962	3,447	3,857	3,864	5,051	4,030	3,522	4,250
Birth and Death Certificate Copies Issued	4,262	4,797	5,792	5,783	5,835	6,207	6,308	6,531	7,133	5,939
Marriage Licenses Processed	408	443	507	485	478	507	508	470	441	375
Passports Processed	2,885	3,947	4,310	4,869	6,520	6,972	6,858	6,229	5,948	2,375
Motor Vehicle Registrations	39,801	52,690	56,697	59,332	61,577	66,066	63,529	66,548	60,580	48,276
% of Voter Turnout (General Election)	0%	96%	0%	65%	0%	91%	0%	81%	0%	95%
Real Estate Documents Processed (6)	19,724	25,840	24,822	17,828	16,419	11,452	9,948	8,814	7,848	6,158
Electronic Documents Received (6)	-	-	-	-	4,735	10,163	10,825	10,209	12,812	24,135
Real Property Parcels (2)	39,876	41,424	42,617	43,173	42,759	41,517	41,800	42,136	42,869	45,115
Personal Property Parcels (2)	-	-	-	-	-	188	185	185	185	187
Number of New Homes Constructed	386	394	610	573	508	641	627	622	572	716
Properties Appraised	7,756	7,498	8,670	9,144	8,871	8,428	8,363	11,596	8,856	14,979



**CARVER COUNTY  
CHASKA, MINNESOTA**

**OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(Continued)**

<u>Function/program</u>	<u>Fiscal Year</u>									
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<u>Public Safety</u>										
Sheriff's Office										
Calls for Service Received:	53,180	50,430	50,640	53,068	53,081	55,221	53,687	51,970	56,362	48,473
Chaska Calls	12,811	11,802	11,375	11,298	10,864	11,289	11,568	11,724	11,463	9,775
County Calls	40,369	38,628	39,265	41,770	42,217	43,932	42,119	40,246	38,974	38,698
Part I Crimes	896	865	818	865	928	246	-	-	-	-
Part II Crimes	1,802	1,627	1,587	1,645	1,789	655	-	-	-	-
Group A Crimes	-	-	-	-	-	1,047	1,650	1,492	1,475	1,773
Group B Crimes	-	-	-	-	-	306	554	512	539	458
Misc. Non-Criminal Incidents	37,671	36,136	36,860	39,260	39,500	41,674	15,459	15,846	15,604	15,826
Fire Calls	590	552	640	730	769	720	760	745	1,182	802
Medical Calls	2,124	2,309	2,445	2,549	2,531	2,786	2,942	3,194	4,514	3,092
Drug Cases	123	145	222	267	260	241	672	275	239	240
Crashes	1,185	1,052	1,410	1,424	1,463	1,429	1,454	1,344	1,438	880
Fatal Crashes	5	3	6	9	4	1	3	5	4	5
Personal Injury Crashes	135	156	194	160	190	180	164	166	141	139
Property Damage Crashes	1,045	896	1,210	1,255	1,269	1,248	1,287	1,173	1,295	736
Alarm calls	1,614	1,587	1,400	1,312	1,297	1,232	1,290	1,225	1,282	1,103
Citations Issued	4,830	4,315	4,313	4,530	5,180	8,298	5,492	3,067	2,842	3,620
Total Arrests	1,252	664	542	590	590	964	1,203	1,258	1,184	1,048
Drug Arrests	221	289	76	100	89	224	288	259	274	168
Civil Papers Served	1,708	1,513	1,201	1,183	1,259	1,334	1,530	1,250	1,174	1,370
Warrants	1,109	1,001	753	948	893	892	1,088	907	947	779
Number of Prisoners Transported	417	539	425	574	472	568	526	650	607	436
Prisoners Transported (Miles)	33,311	55,850	41,738	57,906	40,133	53,693	53,165	60,253	54,020	31,841
Inmates Booked:	2,083	1,956	1,927	1,856	1,831	2,023	2,223	1,968	1,944	1,344
Total Carver County Inmates Booked	1,581	1,488	1,352	1,511	1,507	1,529	1,614	1,560	1,638	1,143
Males Booked	1,243	1,151	1,050	1,166	1,168	1,216	1,193	1,174	1,220	868
Females Booked	338	337	302	345	339	313	421	386	418	274
Boarded Inmates from Other Jurisdictions	502	468	575	345	324	494	609	408	306	201
Average Daily Inmate Population	75	69	62	76	63	83	89	78	70	34
Prisoners Days Stayed	27,286	24,959	22,398	27,775	23,005	30,529	32,493	28,551	25,482	12,599
Jail Medical Unit- Inmate Interaction (4)	2,332	2,390	2,279	1,948	1,795	1,970	4,283	4,649	4,123	2,626
Total Juveniles Booked:	317	306	265	284	272	245	242	199	247	158
Carver County Juveniles Booked	126	138	87	113	128	109	89	71	76	50
Male Juveniles Booked	96	119	72	75	78	74	62	55	58	36
Female Juveniles Booked	30	19	15	38	50	35	27	16	18	14
Boarded Juveniles from Other Jurisdictions	191	168	178	171	144	136	153	128	171	108
Average Daily Juvenile Population	3	3	3	3	3	3	3	2	3	2
Juvenile Resident Days Stayed	1,009	1,059	980	1,142	1,226	1,123	1,125	902	1,169	730

**CARVER COUNTY  
CHASKA, MINNESOTA**

**OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(Continued)**

<u>Function/program</u>	<u>Fiscal Year</u>									
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<u>Court Services</u>										
Number of Probation Supervision Clients/Offenders	1,161	1,123	1,274	1,136	1,102	1,071	1,122	1,283	1,269	962
Number of Probation Supervision Cases	1,469	1,293	1,470	1,167	1,208	1,206	1,434	1,386	1,350	1,056
Number of Offender Risk Assessments Completed	801	749	650	855	677	680	766	825	1,104	912
Number of Offender Drug/Alcohol Tests Completed	3,040	3,583	3,457	4,479	3,638	3,861	3,384	3,124	3,472	1,712
Number of Offender Probation Violations Filed	303	366	288	273	251	238	263	229	295	169
<u>Highways &amp; Streets</u>										
<u>Road &amp; Bridge</u>										
Resurfacing (miles)	7.2	6.5	11.2	9.9	9.4	8.5	8.7	19.0	17.8	12.1
Vehicle/Equipment Units Serviced	355	355	355.0	360.0	361.0	256.0	319.0	308.0	312.0	323.0
<u>Human Services</u>										
<u>Health and Human Services</u>										
Financial Assistance End of Year Caseload	3,361	3,295	3,453	6,165	6,674	7,792	7,744	7,238	6,407	7,984
Child Support Annual Disbursements	\$ 8,218,129	\$ 8,164,867	\$ 8,440,219	\$ 8,627,101	\$ 8,644,514	\$ 8,481,691	\$ 8,330,537	\$8,300,791	\$8,504,491	\$8,044,691
Open Child and Family Workgroups	320	319	300	335	730	730	770	1,032	991	837
Developmentally Disabled Clients	344	341	346	334	341	352	377	355	408	420
Crisis Program Clients Served	5,691	8,858	9,459	9,098	8,738	5,762	6,991	6,195	6,162	7,209
Detox Visits	153	176	193	163	166	167	146	115	74	92
Child Support End of Year Caseload	1,864	1,934	1,902	1,816	1,779	1,838	1,821	1,792	1,740	1,767
Children in Out-Of Home Placement	54	56	53	59	91	161	83	115	173	166
Child Care Assistance End of Year Caseload	128	165	132	128	131	141	143	138	169	113
Licensed Family Day Care Homes	188	182	167	155	144	139	128	118	114	104
Encore Adult Day Services Participants	54	48	46	48	54	58	54	53	62	43
DD Screening	174	173	222	212	N/A	N/A	N/A	N/A	N/A	N/A
MnChoices Assessments	N/A	N/A	N/A	N/A	451	585	1,133	1,103	1,191	1,191
Workforce Resource Center Average Daily Client Usage	84	81	77	69	58	52	51	38	47	5
Workforce Services Enrolled Clients	828	720	644	640	584	600	617	556	368	283
SmartLink Transit Passenger Trips	223,549	209,956	193,832	190,023	154,143	161,088	159,292	165,309	117,119	11,170
<u>Health</u>										
<u>Public Health</u>										
Information & Resources Calls (3)(5)	675	748	646	594	420	363	501	527	419	247
Children 0-3 Enrolled in Follow Along Program	1,178	1,201	1,309	1,241	1,170	846	946	566	531	523
MRC Volunteers Registered	113	120	120	120	120	112	113	97	114	20

**CARVER COUNTY  
CHASKA, MINNESOTA**

**OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(Continued)**

<u>Function/program</u>	<u>Fiscal Year</u>									
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<u>Culture &amp; Recreation</u>										
Library										
Library Visits	584,998	580,242	557,219	551,358	535,064	525,656	505,807	482,482	533,596	121,465
Library Circulation	1,113,621	1,078,004	1,039,915	1,059,994	1,064,549	1,018,472	993,786	997,988	1,084,590	679,654
Number of Materials	233,209	240,780	242,603	255,474	279,462	273,183	267,642	367,427	235,381	234,281
Queries for Information	42,861	37,310	67,353	56,186	57,954	59,954	48,672	74,709	89,648	25,475
Public Service Hours	13,374	13,364	13,217	13,303	14,994	15,348	15,185	17,542	17,542	7,165
Attendance of Library Hosted Programs	26,387	36,245	27,441	29,042	34,650	35,028	32,145	35,084	39,949	29,179
Park										
Park & Trail User Visits (annual use)	443,900	582,000	615,000	675,120	686,240	583,000	710,000	750,000	791,300	Not Available
Historical Society										
Attendance of Programs hosted in Schools	2,099	1,174	2,546	4,373	4,038	3,675	4,018	5,597	4,409	1,534
Attendance of Programs hosted in Museum	1,493	3,169	2,798	1,592	1,193	1,035	787	456	1,758	140
Attendance of Programs hosted in Library	711	653	478	648	1,067	1,035	643	1,842	2,410	397
Attendance of Programs - other	4,073	2,377	2,341	4,869	2,995	3,367	3,746	2,816	2,759	651
<u>Conservation of Natural Resources</u>										
Land & Water Services										
Environmental Center Visits	25,799	26,158	26,812	27,423	33,641	35,000	40,146	34,659	28,424	24,482
Appliances Recycled (in units)	3,266	2,862	3,036	2,952	3,111	3,811	3,975	3,855	4,036	4,431
Tons of Tires Recycled	24	32	33	37	30	44	39	39	37	38
Tons of Electronics Recycled	286	276	316	292	292	350	308	254	219	211
Tons of Household Hazardous Waste Recycled	203	212	210	215	228	380	332	262	251	276
Building Permits Issued	598	596	478	557	635	615	652	565	668	639
New & Replacement On-site Sewer Systems	115	100	95	95	107	70	100	156	78	99
Hazardous Waste Generators Licensed/Re-licensed	293	307	297	300	304	340	307	298	298	294
Planning Commission/Board of Adjustment Actions	30	47	45	42	60	58	55	26	45	54
Minor Subdivisions	26	34	35	31	43	22	69	57	59	39
Zoning Permits Issued	228	243	172	167	120	159	263	292	216	183
Wetland Conservation Act Contacts	205	170	271	266	137	223	244	231	239	261
Number of Water Projects Approved	54	62	62	65	109	49	56	69	58	59
Number of Feedlot Inspections	78	55	58	71	49	17	19	20	22	18

**Note:** (1) Square feet of Building Space does not include leased space. (2) In 2008, personal property parcels combined with real property. (3) In 2009, there was an increase in Public Health Calls related to H1N1. (4) Inmate interactions transferred to the Sheriff's Office in April of 2009. (5) The number of Information & resources calls has increased from 2010, but due to changes in processing calls and the database used, the 2011 I&R number was lower than expected. (6) Electronic documents started being received in 2015, and began being broken out from total real estate documents processed in 2016. (7) due to COVID-19 a lot of the 2020 numbers related to services are significantly different than prior year averages.

**Data Sources:**  
Various County Departments

**CARVER COUNTY  
CHASKA, MINNESOTA  
CAPITAL ASSET AND INFRASTRUCTURE STATISTICS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

<u>Function/program</u>	<u>Fiscal Year</u>									
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General Government										
Government Center	1	1	1	1	1	1	1	1	1	1
Public Safety										
Justice Center	1	1	1	1	1	1	1	1	1	1
Patrol Units	36	38	40	40	40	42	42	69	70	70
Emergency management vehicles	2	2	2	1	2	2	2	2	2	2
Highways & Streets										
Mileage:										
County State Aid Highway (CSAH)	222	228	226	229	223	230	233	233	229	232
County Road	50	47	50	55	50	44	44	44	50	44
Bridges (total)	23	23	23	24	24	24	25	25	25	25
Traffic signals	3	3	30	30	27	27	29	29	29	29
Culverts	32	32	32	32	32	32	35	35	35	35
Culture and Recreation										
Parks acreage	869	869	899	899	894	894	894	894	894	894
County parks	1	1	1	1	1	1	1	1	1	1
Regional parks & trails	5	5	6	6	6	6	6	6	6	6
Playground structures	4	4	4	4	4	4	4	4	3	3
Buildings/shelters	21	21	21	21	21	21	21	20	18	18
Fairgrounds	1	1	1	1	1	1	1	1	1	1
Libraries	5	5	5	5	6	6	6	6	6	6
Conservation of Natural Resources										
Environmental Resource Facility	1	1	1	1	1	1	1	1	1	1

**Note:** Starting in 2009, Carver County and Scott County partnered together to create Smartlink Transit. Human Services no longer maintains the transportation buses.

**Data Sources:**  
Various County Divisions