City of
Dell Rapids
Annual Report
2025

DELL RAPIDS
SOUTH DAKOTA

Prepared by
Christina Smith
Finance Officer
March 16, 2026

March 9, 2026

Mayor Marsha Symens
Members of the City Council
Citizens of the City of Dell Rapids, South Dakota

I am pleased to submit to you the Annual Financial Report of the City of Dell Rapids, South Dakota, (the "City") for the fiscal year ended December 31, 2025.

The report was prepared by Finance Officer, Christina Smith in accordance with U.S. Generally Accepted Accounting Principles (GAAP) applicable to government as prescribed by the Governmental Accounting Standards Board (GASB). I believe the data, as presented, is accurate and reliable in all material respects and is presented in a manner designed to set forth fairly the financial position and results from operations of the City.

OVERVIEW

The General fund balance decreased around $424,000. The ending fund balance is $2.59 million. The 2025 budget was approved to decrease by $1.15 million however sales tax revenue was up and expenses were under budget. The City's General Fund increased in Sales Tax over the prior year. About a 14% increase from 2024, with a total of $2.1 million received.

The Enterprise funds, consisting of the Water, Sewer and Liquor funds combined, saw a slight increase in their overall cash balances of about $34,000 dollars. The ending total cash balance is $4.7 million.

DEBT

Total City debt is $15,835,769.

There were no new loans in 2025. The City paid down over $692,500 in principle payments in 2025. The general fund paid $209,436.30 in principal and interest debt payments. The Enterprise funds paid $910,186.76 in principal and interest debt payments. Total of principal and interest payments were $1,119,623.06.

PROJECTS

General Fund Fixed Assets Added and Projects Completed in 2025:

- Transit Building - $120,459.94
- Park Pavilion Shelter - $977,579.09
- Solar Lights at Dells Island - $44,117.99
- Slurry Seal - $122,205.00
- Mill/Overlay State Ave, 2nd, Orleans and 1st - $171,236.27
- Resurface Pickleball Courts - $32,163.73
- Electrical Upgrade City Park - $61,339.01
- Volunteer Field Upgrades - $67,951.02
- Equipment Purchased - $281,018.08
- Library Books/Audio - $22,878.38

General Fund Projects in progress in 2025:

- City Park Road Improvements Phase 2
- 3rd Street Bridge
- Sioux River Red Rock Trail Phase 2
- Orleans Ave

Enterprise Fund Fixed Assets Added and Projects Completed in 2025:

- Walk in Cooler - $32,109.30
- Equipment Purchased - $47,678.82

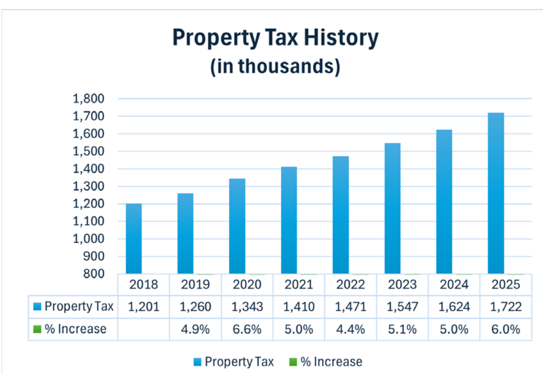
Enterprise Fund Projects in progress in 2025:

- Orleans Ave
- Western Utilities

The total amount of projects in progress is $2.14 million dollars. General fund consists of $1.83 million, and the Enterprise funds are $308,926.00. The largest project is the 3rd Street Bridge project which is now completed.

PROPERTY TAX

Property tax is the City's second largest source of revenue for the General Fund. Total taxable value for the city for property tax year 2024 due and payable in 2025 was $427,276,100. The amount to be collected for the city was $1,582,356. The city collected $1,721,961 in property tax which is over what was projected. This can be due to collection of unpaid taxes in prior years. The city increased property tax revenue by Consumer Price Index(CPI) plus growth. In 2025, CPI was 3.0% and Growth 2.46%. CPI is based on CPI up to 3%. Growth is based on several factors with new construction, annexations and improvements being some of those factors. Property tax comprises 31.1% of revenue in the general fund.



SALES TAX

Sales tax is the City's primary source of revenue for the General Fund. Taxable sales for the City were $105 million in 2025. The City receives 2% of those sales in the general fund which equates to $2.1 million dollars in sales tax for 2025. This comprises 38.0% of the city general fund revenue.

We will not have a Federal Audit this year as we were under the $1,000,000 threshold. Our federal dollars expended in 2025 was under $200,000.

Eide Bailly LLP CPAs and Advisors is our auditing firm. They will be here April 21-23, 2026 to complete their on-site audit. Completion of the 2025 Audit will be around August or September.

Respectfully submitted

Christina Smith
Finance Officer

City of Dell Rapids
2025 Annual Report
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MUNICIPALITY OF DELL RAPIDS
STATEMENT OF NET POSITION
December 31, 2025

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	859,840	1,854,121	2,713,961
Cash with Fiscal Agent			0
Investments	2,313,396	1,653,752	3,967,148
Accounts Receivable, Net	152,585	360,645	513,230
Special Assessments, Net	456,592		456,592
Leases Receivable	200	163,640	163,840
Inventories	37,381	65,569	102,950
Due from Other Governments	35,663		35,663
Other Assets	1		1
Restricted Assets:			
Investments		1,263,019	1,263,019
Net Pension Asset	-1,022	4,095	3,074
Capital Assets:			
Land, Improvements and Construction in Progress	3,530,366	394,084	3,924,450
Other Capital Assets, Net of Depreciation	18,095,823	25,877,886	43,973,708
TOTAL ASSETS	25,480,825	31,636,811	57,117,636
DEFERRED OUTFLOWS OF RESOURCES:			
Pension Related Deferred Outflows	189,041	103,982	293,023
Other Deferred Outflows of Resources			0
TOTAL DEFERRED OUTFLOWS OF RESOURCES	189,041	103,982	293,023
LIABILITIES:			
Accounts Payable	85,955	113,365	199,320
Other Current Liabilities	66,615	100,448	167,063
Unearned Revenue	14,020		14,020
Noncurrent Liabilities:			
Due Within One Year	132,697	629,159	761,856
Due in More than One Year	1,926,786	13,324,809	15,251,595
TOTAL LIABILITIES	2,226,073	14,167,782	16,393,855
DEFERRED INFLOWS OF RESOURCES:			
Pension Related Deferred Inflows	102,263	163,640	265,903
Other Deferred Inflows of Resources	200	65,547	65,747
TOTAL DEFERRED INFLOWS OF RESOURCES	102,463	229,187	331,650
NET POSITION:			
Net Investment in Capital Assets	19,674,890	12,366,875	32,041,765
Restricted For:			
City Promotion	279,859		279,859
Debt Service Purposes	230,380	1,271,670	1,502,050
SDRS Pension Purposes	85,756	42,530	128,286
Library	61,783		61,783
Unrestricted (Deficit)	3,008,662	3,662,749	6,671,411
TOTAL NET POSITION	23,341,330	17,343,824	40,685,154

MUNICIPALITY OF DELL RAPIDS
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2025

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
					Primary Government		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	1,018,526	1,473			(1,017,053)		(1,017,053)
Public Safety	502,738	45,825			(456,912)		(456,912)
Public Works	1,255,031	587,362	19,599	910,801	262,731		262,731
Health and Welfare	73,316				(73,316)		(73,316)
Culture and Recreation	1,034,486	121,180		133,150	(780,156)		(780,156)
Conservation and Development	356,637				(356,637)		(356,637)
**Interest on Long-term Debt	56,276				(56,276)		(56,276)
Total Governmental Activities	4,297,009	755,840	19,599	1,043,951	(2,477,619)		(2,477,619)
Business-type Activities:							
Water	1,284,575	1,051,703				(232,872)	(232,872)
Sewer	1,759,584	1,272,237				(487,347)	(487,347)
Liquor	1,595,946	1,752,706				156,759	156,759
Total Business-Type Activities	4,640,105	4,076,645	0	0		(563,460)	(563,460)
Total Primary Government	8,937,114	4,832,485	19,599	1,043,951		(563,460)	(3,041,079)
	General Revenues:						
	Taxes:						
	Property Taxes				1,726,660		1,726,660
	Sales Taxes				2,187,206		2,187,206
	State Shared Revenues				86,076		86,076
	Grants and Contributions not Restricted to Specific Programs				44,882		44,882
	Unrestricted Investment Earnings				74,440	105,144	179,583
	Miscellaneous Revenue				49,540	13	49,552
	Transfers				19,992	(19,992)	0
	Total General Revenues, Special Items, Extraordinary Items and Transf				4,188,795	85,164	4,273,959
	Change in Net Position				1,711,176	(478,296)	1,232,880
	Net Position - beginning, as previously reported				21,630,154	17,808,802	39,438,956
	Restatement due to:						
	Prior Year Adjustment					13,317	13,317
	Net Position - beginning, as restated				21,630,154	17,822,119	39,452,273
	NET POSITION - ENDING				23,341,330	17,343,824	40,685,154

MUNICIPALITY OF DELL RAPIDS
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2025

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:			
Assets:			
Cash and Cash Equivalents	352,164	229,746	581,909
Investments	2,202,987	110,409	2,313,396
Taxes Receivable--Delinquent	17,970		17,970
Accounts Receivable, Net	134,615		134,615
Special Assessments Receivable--Current	53,811		53,811
Special Assessments Receivable--Delinquent	2,802		2,802
Special Assessments Receivable--Noncurrent	365,715		365,715
Interest Receivable--Special Assessments	34,264		34,264
Leases Receivable	200		200
Due from other Governments	34,175	1,488	35,663
Inventory of Supplies	37,247	134	37,381
Intangible Lease Asset	1		1
Prepaid Expenses			0
Restricted Cash and Cash Equivalents			0
Total Assets	3,235,952	341,776	3,577,728
Deferred Outflows of Resources:			
Other Deferred Outflows of Resources			0
Total Deferred Outflows of Resources	0	0	0
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	3,235,952	341,776	3,577,728
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	85,955		85,955
Accrued Interest Payable	6,432		6,432
Accrued Wages Payable	45,452		45,452
Accrued Taxes Payable	9,616		9,616
Amounts Held for Others	2,027		2,027
Customer Deposits	3,088		3,088
Unearned Revenue	14,020		14,020
Lease Liability	1		1
Total Liabilities	166,590	0	166,590
Deferred Inflows of Resources:			
Unavailable Revenue--Property Taxes	17,970		17,970
Unavailable Revenue--Special Assessments	456,592		456,592
Other Deferred Inflows of Resources	200		200
Total Deferred Inflows of Resources	474,762	0	474,762
Fund Balances:			
Nonspendable	37,247	134	37,381
Restricted	230,380	341,642	572,022
Assigned	191,071		191,071
Unassigned	2,135,901		2,135,901
Total Fund Balances	2,594,599	341,776	2,936,375
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	3,235,952	341,776	3,577,728

MUNICIPALITY OF DELL RAPIDS
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2025

Total Fund Balances - Governmental Funds	$ 2,936,375
Amounts reported for governmental activities in the statement of net position are different because:	
Net pension asset reported in governmental activities is not an available financial resource and therefore is not reported in the funds.	(1,022)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	20,988,462
Pension related deferred outflows are components of pension liability (asset) and therefore are not reported in the funds.	189,041
Long-term liabilities, including bonds payable and compensated absences payable are not due and payables in the current period and therefore are not reported in the funds.	(2,059,482)
Assets such as taxes receivable (delinquent) and special assessment receivables (delinquent and noncurrent) are not available to pay for current period expenditures and therefore are deferred in the funds.	474,763
Pension and lease related deferred inflows are components of pension liability (asset) and therefore are not reported in the funds.	(102,463)
Internal service funds are used by management to charge the costs of activities, such as insurance, to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net assets.	915,657
Net Position - Governmental Activities	$23,341,330

MUNICIPALITY OF DELL RAPIDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2025

	General Fund	Other Governmental Funds	Total Governmental Funds
Revenues:			
Taxes:			
General Property Taxes	1,721,961		1,721,961
General Sales and Use Taxes	2,103,289	83,916	2,187,206
Penalties and Interest on Delinquent Taxes	2,818		2,818
Licenses and Permits	30,067		30,067
Intergovernmental Revenue:			
Federal Grants	19,599		19,599
State Grants	1,043,951		1,043,951
State Shared Revenue:			
Bank Franchise Tax	66,297		66,297
Prorate License Fees	3,717		3,717
Liquor Tax Reversion (25%)	19,779		19,779
Motor Vehicle Licenses	37,276		37,276
Local Government Highway and Bridge Fund	55,801		55,801
County Shared Revenue:			
County Wheel Tax	6,897		6,897
Charges for Goods and Services:			
General Government	1,473		1,473
Public Safety	1,430		1,430
Sanitation	8,653		8,653
Culture and Recreation	110,804		110,804
Fines and Forfeits:			
Court Fines and Costs	5,127		5,127
Library		5,556	5,556
Miscellaneous Revenue:			
Investment Earnings	64,268	5,506	69,774
Rentals	2,200		2,200
Special Assessments	184,221		184,221
Contributions and Donations from Private Sources	800	600	1,400
Other	50,442		50,442
Total Revenue	5,540,869	95,579	5,636,448
Expenditures:			
General Government:			
Legislative	57,319		57,319
Executive	359,497		359,497
Elections	2,949		2,949
Financial Administration	353,879		353,879
Other	157,318		157,318
Total General Government	930,963	0	930,963
Public Safety:			
Police	336,186		336,186
Fire	88,012		88,012
Protective Inspection	48,686		48,686
Total Public Safety	472,884	0	472,884

MUNICIPALITY OF DELL RAPIDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2025

	General Fund	Other Governmental Funds	Total Governmental Funds
Public Works:			
Highways and Streets	2,192,024		2,192,024
Sanitation	14,228		14,228
Transit	20,279		20,279
Total Public Works	2,226,531	0	2,226,531
Health and Welfare:			
Health	10,116		10,116
Humane Society	8,200		8,200
Ambulance	55,000		55,000
Total Health and Welfare	73,316	0	73,316
Culture and Recreation:			
Recreation	603,439		603,439
Parks	927,739		927,739
Libraries	328,227	13,207	341,434
Total Culture and Recreation	1,859,405	13,207	1,872,612
Conservation and Development:			
Economic Development and Assistance	292,417	65,640	358,056
Total Conservation and Development	292,417	65,640	358,056
Debt Service	183,865		183,865
Total Expenditures	6,039,380	78,846	6,118,226
Excess of Revenues Over (Under) Expenditures	(498,510)	16,733	(481,778)
Other Financing Sources (Uses):			
Transfers In	100,000		100,000
Sale of Municipal Property	54,301	28	54,329
Transfers Out	(80,008)		(80,008)
Total Other Financing Sources (Uses)	74,293	28	74,321
Net Change in Fund Balances	(424,217)	16,760	(407,457)
Changes in Nonspendable	(2,407)	(25)	(2,432)
Fund Balance - beginning, as previously reported	3,021,224	325,041	3,346,265
Fund Balance - beginning, as restated	3,021,224	325,041	3,346,265
FUND BALANCE- ENDING	2,594,599	341,776	2,936,376

MUNICIPALITY OF DELL RAPIDS
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2025

Net Change in Fund Balances - Total Governmental Funds	$	(407,457)
Amounts reported for governmental activities in the Statement of Activities are different because:		
This amount represents capital asset purchases which are reported as expenditures on the fund financial statements but increase assets on the government wide statements.		2,677,308
This amount represents the current year depreciation/amortization expense reported in the statement of activities which is not reported on the fund financial statements because it does not require the use of current financial resources.		(877,293)
In the statement of activities, gains and losses on disposal of capital assets are reported, whereas, in the governmental funds, the proceeds from the disposal of capital assets are reflected, regardless of whether a gain or loss is realized.		(11,748)
Payment of principal on long-term debt is an expenditure in the governmental funds but the payment reduces long-term liabilities in the statement of net assets.		127,589
The fund financial statement governmental fund property tax accruals differ from the government wide statement property tax accruals in that the fund financial statements require the amounts to be "available".		1,881
Governmental funds report special assessments and lease receivables as revenue when "available", but the statement of activities includes the full amount of special assessments as revenue upon completion of the project at the point when an enforceable legal claim arises.		168,597
Governmental funds recognize expenditures for amounts of compensated absences actually paid to employees with current financial resources during the fiscal year. Amounts of compensated absences earned by employees are not recognzied in the funds. In the statement of activities, expenses for these benefits are recognized when the employees earn leave credits.		3,422
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (e.g., accrued interest revenue)		14,020
Some expenses reported in the statement of activities do not require the use of current financial resources and and therefore are not reported as expenditures in governmental funds. (e.g., accrued interest expense, pension expense)		46,026
Supplies acquired are an expenditure on the fund statements when purchased but are expensed on the statement of activities when consumed. This amount represents the "change in" inventory of supplies. Increase (decrease)		(2,407)
Changes in the pension related deferred outflows/inflows are direct components of pension liability (asset) and are not reflected in the governmental funds.		(23,775)
Internal service funds are used by management to charge the costs of certain activities, such as insurance to individual funds. The net expense of the internal service funds is reported with governmental activities.		(4,987)
Change in Net Position of Governmental Activities	$	1,711,176

MUNICIPALITY OF DELL RAPIDS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2025

	Enterprise Funds				
	Water Fund	Sewer Fund	Liquor Fund	Totals	Internal Service Funds
ASSETS:					
Current Assets:					
Cash and Cash Equivalents	705,773	983,639	164,709	1,854,121	222,690
Investments	569,752	873,223	210,778	1,653,752	55,240
Accounts Receivable, Net	69,306	98,408	159,474	327,188	
Unbilled Accounts Receivable	14,835	18,622		33,457	
Leases Receivable	62,292		9,000	71,292	
Inventory of Supplies	58,831	6,738		65,569	
Total Current Assets	1,480,789	1,980,631	543,960	4,005,379	277,930
Noncurrent Assets:					
Restricted Investments	432,347	854,001		1,286,348	
Lease Receivable - Non current	92,348			92,348	
Net Pension Asset	2,043	2,052		4,095	
Capital Assets:					
Land	45,128	37,029	3,000	85,158	
Buildings	2,625,463	8,636,423	218,785	11,480,672	
Improvements Other Than Buildings	7,685,820	15,694,994		23,380,813	
Furnishings and Equipment	539,377	140,791	79,288	759,456	1,774,900
Construction/Development in Progress	86,157	222,769		308,926	
Less: Accumulated Depreciation	(3,501,796)	(6,059,395)	(181,865)	(9,743,055)	(1,137,174)
Intangible Assets	300,000			300,000	
Less: Accumulated Amortization	(300,000)			(300,000)	
Total Noncurrent Assets	8,006,887	19,528,666	119,208	27,654,761	637,726
TOTAL ASSETS	9,487,676	21,509,296	663,168	31,660,140	915,657
DEFERRED OUTFLOWS OF RESOURCES:					
Pension Related Deferred Outflows	49,945	54,037		103,982	
TOTAL DEFERRED OUTFLOWS OF RESOURCES	49,945	54,037	0	103,982	0
LIABILITIES:					
Current Liabilities:					
Accounts Payable	32,998	32,457	47,911	113,365	
Accrued Interest Payable	27,790	36,649		64,439	
Accrued Wages Payable	8,569	10,205		18,774	
Accrued Taxes Payable	2,010	2,307		4,317	
Amounts Held for Others	653	920		1,573	
Customer Deposits	11,345			11,345	
Bonds Payable Current:					
Revenue	196,463	432,696		629,159	
Compensated Absences Payable -- Current				0	
Total Current Liabilities	279,827	515,234	47,911	842,972	0
Noncurrent Liabilities:					
Bonds Payable:					
Revenue	5,165,242	8,090,069		13,255,311	
Compensated Absences Payable	27,827	41,671		69,498	
Other Long-Term Liabilities				0	
Total Noncurrent Liabilities	5,193,069	8,131,740	0	13,324,809	0
TOTAL LIABILITIES	5,472,896	8,646,975	47,911	14,167,782	0

MUNICIPALITY OF DELL RAPIDS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2025

	Enterprise Funds				
	Water Fund	Sewer Fund	Liquor Fund	Totals	Internal Service Funds
DEFERRED INFLOWS OF RESOURCES:					
Other Deferred Inflows of Resources	154,640		9,000	163,640	
Pension Related Deferred Inflows	32,003	33,544		65,547	
TOTAL DEFERRED INFLOWS OF RESOURCES	186,643	33,544	9,000	229,187	0
NET POSITION:					
Net Investment in Capital Assets	2,098,032	10,149,635	119,208	12,366,875	637,726
Restricted For:					
Revenue Bond Debt Service	417,669	854,001		1,271,670	
Equipment Repair and/or Replacement				0	277,930
SDRS Pension Purposes	19,985	22,545		42,530	
Unrestricted	1,342,396	1,833,304	487,049	3,662,749	
TOTAL NET POSITION	3,878,081	12,859,486	606,258	17,343,824	915,657

MUNICIPALITY OF DELL RAPIDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended December 31, 2025

	Enterprise Funds				
	Water Fund	**Sewer Fund**	**Liquor Fund**	**Totals**	**Internal Service Funds**
Operating Revenue:					
Surcharge as Security for Debt	350,634	544,508		895,142	
Charges for Goods and Services	641,427	727,729	1,662,938	3,032,094	120,000
Lottery Sales			71,768	71,768	
Miscellaneous	13			13	
Total Operating Revenue	992,073	1,272,237	1,734,706	3,999,016	120,000
Operating Expenses:					
Personal Services	173,529	275,225		448,753	
Other Current Expense	246,568	318,350	23,044	587,962	8,890
Materials (Cost of Goods Sold)	332,458		1,560,673	1,893,130	
Depreciation	374,313	972,806	12,230	1,359,349	129,652
Total Operating Expenses	1,126,868	1,566,381	1,595,946	4,289,195	138,542
Operating Income (Loss)	(134,795)	(294,144)	138,759	(290,179)	(18,542)
Nonoperating Revenue (Expense):					
Operating Grants				0	
Investment Earnings	36,457	57,681	11,006	105,144	4,665
Rental Revenue	59,642		18,000	77,642	
Interest Expense	(157,707)	(193,018)		(350,725)	
Gain (Loss) on Disposition of Assets		(186)		(186)	
Other				0	
Total Nonoperating Revenue (Expense)	(61,608)	(135,522)	29,006	(168,124)	4,665
Income (Loss) Before Contributions, Special Items, Extraordinary Items and Transfers	(196,403)	(429,666)	167,765	(458,304)	(13,877)
Transfers In		80,008		80,008	
Transfers Out			(100,000)	(100,000)	
Change in Net Position	(196,403)	(349,658)	67,765	(478,296)	(13,877)
Net Position - beginning, as previously reported	4,069,788	13,200,522	538,493	17,808,802	929,533
Restatement due to:					
Prior year adjustments	4,695	8,622		13,317	
Net Position - beginning, as restated	4,074,483	13,209,143	538,493	17,822,119	929,533
NET POSITION - ENDING	3,878,081	12,859,486	606,258	17,343,824	915,657

MUNICIPALITY OF DELL RPAIDS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2025

	Enterprise Funds				
	Water Fund	Sewer Fund	Liquor Fund	Totals	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash Receipts from Customers	1,068,188	1,301,426	1,754,704	4,124,318	
Cash Receipts for Interfund Services Provided				0	120,000
Cash Payments to Employees and Suppliers	(731,408)	(607,206)	(1,660,466)	(2,999,079)	(8,890)
Other Operating Cash Payments				0	
Net Cash Provided (Used) by Operating Activities	336,781	694,220	94,238	1,125,239	111,110
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers In		80,008		80,008	
Transfers Out			(100,000)	(100,000)	
Net Cash Provided (Used) by Noncapital Financing Activities	0	80,008	(100,000)	(19,992)	0
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Proceeds from Capital Debt				0	
Capital Contributions				0	
Purchase of Capital Assets	(68,382)	(151,190)	(45,780)	(265,352)	(249,706)
Proceeds from Sale of Capital Assets					
Principal Paid on Capital Debt	(174,497)	(390,429)		(564,926)	
Interest Paid on Capital Debt	(154,742)	(190,518)		(345,261)	
Other Receipts (Payments)				0	
Net Cash Provided (Used) by Capital and Related Financing Activities	(397,621)	(732,137)	(45,780)	(1,175,538)	(249,706)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchase of Investment Securities	36,457	57,681	11,006	105,144	4,665
Cash Received for Interest				0	
Net Cash Provided (Used) by Investing Activities	36,457	57,681	11,006	105,144	4,665
Net Increase (Decrease) in Cash and Cash Equivalents	(24,384)	99,771	(40,536)	34,852	(133,931)
Balances - Beginning	1,732,255	2,587,763	416,022	4,736,040	411,861
Balances- Ending	1,707,872	2,687,534	375,486	4,770,892	277,930
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating Income (Loss)	(134,795)	(294,144)	138,759	(290,179)	(18,542)
Adjustments to Reconcile Operating Income to	61,374	6,123	18,000	85,497	
Net Cash Provided (Used) by Operating Activities:					
Depreciation/Amortization Expense	374,313	972,806	12,230	1,359,349	129,652
Receivables	14,741	23,066	1,998	39,806	
Inventories	15,757	8,435		24,192	
Prepaid expenses	9,232	12,804	3,271	25,307	
Net pension asset	(199)	(326)		(525)	
Pension related deferred outflow of resources	(8,136)	(13,292)		(21,428)	
Claims payable	(8,427)	(35,942)	(80,020)	(124,390)	
Accrued interest payable	2,965	2,499		5,464	
Accrued wages payable	4,268	2,391		6,660	
Deferred revenue	313	224		537	
Customer deposits	150			150	
Pension related deferred inflow of resources	1,396	2,281		3,677	
Compensated absences payable	3,828	7,295		11,123	
Net Cash Provided (Used) by Operating Activities	336,781	694,220	94,238	1,125,239	111,110

REQUIRED SUPPLEMENTARY INFORMATION
MUNICIPALITY OF DELL RAPIDS
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
GENERAL FUND
For the Year Ended December 31, 2025

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
Revenues:				
Taxes:				
General Property Taxes	$1,735,956	$1,735,956	$ 1,721,961	$ (13,995)
General Sales and Use Taxes	1,800,000	1,800,000	2,103,289	303,289
Amusement Taxes	-	-	-	-
Penalties and Interest on Delinquent Taxes	3,000	3,000	2,818	(182)
Licenses and Permits	32,000	32,000	30,067	(1,933)
Intergovernmental Revenue:				
Federal Grants	600,000	600,000	19,599	(580,401)
State Grants	1,280,500	1,413,650	1,043,951	(369,699)
Bank Franchise Tax	45,000	45,000	66,297	21,297
Prorate License Fees	3,500	3,500	3,717	217
Liquor Tax Reversion (25%)	27,000	27,000	19,779	(7,221)
Motor Vehicle Licenses	34,000	34,000	37,276	3,276
Local Government Highway and Bridge Fund	52,000	52,000	55,801	3,801
County Wheel Tax	6,200	6,200	6,897	697
Charges for Goods and Services:				
General Government	800	800	1,473	673
Public Safety	2,000	2,000	1,430	(570)
Highways and Streets			-	-
Sanitation	6,500	6,500	8,653	2,153
Culture and Recreation	133,300	133,300	110,804	(22,496)
Other				-
Fines and Forfeits:				
Court Fines and Costs	2,100	2,100	5,127	3,027
Parking Meter Fines	-	-	-	-
Other			-	-
Miscellaneous Revenue:				
Investment Earnings	50,000	50,000	64,268	14,268
Rentals	2,400	2,400	2,200	(200)
Special Assessments	45,000	45,000	184,221	139,221
Contributions & Donations	100,000	100,000	1,702	
Other	35,200	35,200	49,540	14,340
Total Revenue	5,996,456	6,129,606	5,540,869	(490,438)
Expenditures:				
General Government:				
Legislative	70,300	70,300	57,319	12,981
Contingency	48,300	48,300	-	
Executive	394,325	394,325	359,497	34,828
Elections	3,500	3,500	2,949	551
Financial Administration	354,350	354,350	353,879	471
Other	188,000	188,000	157,318	30,682
Total General Government	1,058,775	1,058,775	930,963	79,512

Public Safety:				
Police	336,186	336,186	336,186	0
Fire	87,437	87,437	88,012	(575)
Protective Inspection	98,450	98,450	48,686	49,764
Other Protection	-	-	-	-
Total Public Safety	522,073	522,073	472,884	49,189
Public Works:				
Highways and Streets	2,745,591	2,745,591	2,192,024	553,567
Sanitation	21,830	21,830	14,228	7,602
Transit	30,000	30,000	20,279	9,721
Total Public Works	2,797,421	2,797,421	2,226,531	570,890
Health and Welfare:				
Health	12,275	12,275	10,116	2,159
Humane Society	8,150	8,150	8,200	(50)
Ambulance	55,000	55,000	55,000	-
Total Health and Welfare	75,425	75,425	73,316	2,109
Culture and Recreation:				
Recreation	1,152,750	1,152,750	603,439	549,311
Parks	652,550	1,022,550	927,739	94,811
Libraries	367,350	367,350	328,227	39,123
Total Culture and Recreation	2,172,650	2,542,650	1,859,405	683,245
Conservation and Development:				
Economic Development and Assistance	334,750	334,750	292,417	42,333
Total Conservation and Development	334,750	334,750	292,417	42,333
Debt Service	210,000	210,000	183,865	26,135
Total Expenditures	7,171,094	7,541,094	6,039,380	1,453,414
Excess of Revenues Over (Under) Expenditures	(1,174,638)	(1,411,488)	(498,510)	962,976
Other Financing Sources (Uses):				
Transfers In	1,254,646	1,254,646	100,000	(1,154,646)
Lease Proceeds	-	-	-	-
Sale of Municipal Property	-	-	54,301	54,301
Bond Issuance				-
Transfers Out	(80,008)	(80,008)	(80,008)	-
Total Other Financing Sources (Uses)	1,174,638	1,174,638	74,293	(1,100,345)
Net Change in Fund Balances	-	(236,850)	(424,217)	(137,369)
Changes in Nonspendable			(2,407)	(2,407)
Fund Balance - Beginning	3,021,224	3,021,224	3,021,224	-
FUND BALANCE - ENDING	$3,021,224	$2,784,374	$ 2,594,599	$ (139,776)

MUNICIPALITY OF DELL RAPIDS
SCHEDULE OF CHANGES IN LONG-TERM DEBT
For the Year Ended December 31, 2025

Indebtedness	Long-Term Debt 1/1/2025	Add New Debt	Less Debt Retired	Long-Term Debt 12/31/2025
Governmental Long-Term Debt:				
231.01 General Obligation Bonds				
231.02 Revenue Bonds	2,078,888.21		127,589.14	1,951,299.07
Total	2,078,888.21	0.00	127,589.14	1,951,299.07

Note 1 - Governmental Long-Term Debt:
Debt payable at December 31, 2025 is comprised of the following:

Tax Increment Revenue Bonds	Fund	Interest Rate	Maturity Date	
TIF #3	101	2.95%	Jun-2036	$ 258,836.00
Revenue Bonds:				
City Hall - Sales Tax Rev bond	101	4.16%	Dec-2037	$ 1,692,463.07

Enterprise Long-Term Debt:				
231.02 Revenue Bonds				0.00
231.02 Surcharge SRF Bonds	12,034,760.34		291,454.43	11,743,305.91
232 State Revolving Fund Bonds	2,414,635.87		273,471.75	2,141,164.12
Total	14,449,396.21	0.00	564,926.18	13,884,470.03

Note 2 - Enterprise Long-Term Debt:
Debt payable at December 31, 2025 is comprised of the following:

Surcharge Revenue Bonds:				
DW #5 - 15th St Phase 2-SRF	602	3.00%	Jan-2035	$ 335,533.44
DW #7 - SE Utility Phase 1	602	2.50%	Jul-2051	$ 1,997,110.22
DW #8 - SE Utility Phase 2	602	2.125%	Jul-2053	$ 694,996.70
DW #9 - 3rd Street	602	2.125%	Jul-2055	$ 1,542,695.06
CW # 8 - WWTF -SRF	604	3.25%	Jan-2049	$ 1,693,456.96
CW #9 - SE Utility Phase 1	604	1.50%	Jul-2051	$ 2,029,149.65
CW #9NPS - SE Utility Phase 1	604	1.50%	Jul-2051	$ 305,114.97
CW #10 - SE Utility Phase 2	604	1.375%	Jul-2053	$ 1,511,157.23
CW #10NPS - SE Utility Phase 2	604	1.375%	Jul-2053	$ 186,785.29
CW #11 - 3rd Steet	604	1.375%	Jul-2055	$ 1,447,306.39
State Revolving Fund Bonds:				
DW #2 - 4th St -SRF	602	3.25%	Jan-2027	$ 13,501.04
DW #3 - 15th St - SRF	602	3.00%	Jan-2031	179,860.49
DW #6 - 10th St/ Hwy 115	602	3.25%	Jul-2048	598,008.14
CW #3 - 12th St Dranage -SRF	604	3.25%	Jan-2029	222,511.97
CW #4 - Lift Station - SRF	604	3.25%	Jan-2030	270,195.87
CW #6 - 15th St Phase 2 - SRF	604	3.00%	Jan-2035	328,523.66
CW #7 - SE Sanitary Service - SRF	604	3.00%	Apr-2033	528,562.95

ANNUAL REPORT FOR CITY OF DELL RAPIDS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2025

GOVERNMENTAL FUNDS--MODIFIED ACCRUAL BASIS

	General Fund	Other Governmental Funds	Total Governmental Funds
Beginning Balance	3,021,224	325,041	3,346,265
Revenues and Other Sources:			
Taxes:			
Property Taxes	1,721,961		1,721,961
General Sales and Use Taxes	2,103,289	83,916	2,187,206
Penalties and Interest on Delinquent Taxes	2,818		2,818
Licenses and Permits	30,067		30,067
Intergovernmental Revenues:			
Federal Grants	19,599		19,599
State Grants	1,043,951		1,043,951
State Shared Revenue	182,870		182,870
County Shared Revenue:	6,897		6,897
Charges for Goods and Services:			
General Government	1,473		1,473
Public Safety	1,430		1,430
Sanitation	8,653		8,653
Culture and Recreation	110,804		110,804
Fines and Forfeits			
Court Fines and Forfeits	5,127		5,127
Library		5,556	5,556
Miscellaneous Revenue and Other Sources:			
Investment Earnings	64,268	5,506	69,774
Rentals	2,200		2,200
Special Assessments	184,221		184,221
Contributions and Donations from Private Sources	800	600	1,400
Other Revenues	50,442		50,442
Sale of Municipal Property	54,301	28	54,329
Total Revenue and Other Sources	5,595,171	95,606	5,690,777
Expenditures and Other Uses:			
Legislative	57,319		57,319
Executive	359,497		359,497
Elections	2,949		2,949
Financial Administration	353,879		353,879
Other General Government	157,318		157,318
Police	336,186		336,186
Fire	88,012		88,012
Protective Inspection	48,686		48,686
Highways and Streets	2,192,024		2,192,024
Sanitation	14,228		14,228
Transit	20,279		20,279
Health	10,116		10,116
Humane Society	8,200		8,200
Ambulance	55,000		55,000
Recreation	603,439		603,439
Parks	927,739		927,739
Libraries	328,227	13,207	341,434

Economic Development and Assistance	292,417	65,640	358,056
Debt Service	183,865		183,865
Total Expenditures and Other Uses	6,039,380	78,846	6,118,226
Transfers In (Out)	19,992		19,992
Changes in Nonspendable	-2,407	-25	-2,432
Increase/Decrease in Fund Balance	-426,624	16,735	-409,889
Ending Fund Balance:			
Nonspendable	37,247	134	37,381
Restricted	230,380	341,642	572,022
Assigned	191,071		191,071
Unassigned	2,135,901		2,135,901
Total Ending Fund Balance	**2,594,599**	**341,776**	**2,936,375**
Governmental Long-term Debt			1,951,299

PROPRIETARY FUNDS--ACCRUAL BASIS

	Water Fund	Sewer Fund	Liquor Fund
Beginning Balance	4,074,483	13,209,143	538,493
Revenues	1,088,172	1,329,918	1,763,711
Expenses	1,284,575	1,759,584	1,595,946
Transfers In (Out)		80,008	(100,000)
Ending Balance:			
Net Investment in Capital Assets	2,098,032	10,149,635	119,208
Restricted for Debt Service	417,669	854,001	
Restricted for Pension Purposes	19,985	22,545	
Unrestricted	1,342,396	1,833,304	487,049
Long-term Debt	5,361,705	8,522,765	0

The preceding financial data does not include fiduciary funds or component units. Information pertaining to those activities may be obtained by contacting the Municipal Finance Officer at 605-340-1671.

Municipal funds are deposited as follows:

Depository	Amount
First National Bank	$ 2,847,992.20
First Interstate Bank	$ 3,654,262.75