LINWOOD TOWNSHIP

ANOKA COUNTY
22817 Typo Creek Drive N.E.
Stacy, Minnesota 55079
(651) 462-2812 • Fax (651) 462-0500
Email: info@linwoodtownship.org
Website: http://linwoodtownshipmn.gov

AGENDA
Town Board Workshop
Tuesday, September 8, 2026 - 5:30 pm
Town Hall Chambers

1. **CALL TO ORDER**

2. **ROLL CALL**

3. **APPROVAL OF AGENDA**

4. **NEW BUSINESS**
   4.1 2025 Audit Results Report by Redpath
   4.2 2027 Budget Update from Abdo

5. **OLD BUSINESS**

6. **REVIEW PAST ACTION ITEMS**

7. **ADJOURNMENT**

Linwood Township

2025 Audit Results

September 8, 2026

Rebecca M. Petersen, CPA
Managing Director
rpetersen@redpathcpas.com | 651.407.5826

REDPATH AND COMPANY CPAs

Reports Issued by Audit Firm

- Opinion on the Fair Presentation of the Financial Statements
- Report on Internal Controls
- **Report on Minnesota Legal Compliance**
- Communication to Those Charged with Governance

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Opinion on the Financial Statements

What we do

Plan and perform our audit to obtain reasonable assurance that the financial statements are presented in accordance with established accounting principles and are free of material misstatement.

How we do it

We perform a risk assessment and conduct our audit in accordance with the following audit standards:

- GAAS (AICPA)
- GAGAS (GAO)

Result

A modified opinion was issued on the 2025 financial statements – qualification for capital asset records

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Report on Internal Controls over Financial Reporting

What we do

Gain an understanding of internal controls in place and their effectiveness in order to design our audit procedures

Internal Controls

- Preventative controls
- Detective controls
- Ongoing oversight by management

Result

Four internal control findings reported

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Report on Internal Controls over Financial Reporting

Internal Control Findings

- 2025-001 – Segregation of Duties (significant deficiency)
- 2025-002 – Account Reconciliation (material weakness)
- 2025-003 – Material Audit Adjustments (material weakness)
  - $51,035 correction to accounts payable
  - $181,982 correction to due from other governments
  - $59,935 correction to beginning fund balance and net position
  - $41,468 to recognize state pension aid passed through to the fire relief
- 2025-004 – Failure to Report Earnings and Contributions to PERA (significant deficiency)

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Minnesota Legal Compliance Report

What we do

Follow the audit guide published by the Office of the State Auditor. The guide consists of seven sections:

- Depositories of public funds and investments
- Conflicts of interest
- Public indebtedness
- Contracting – bid laws
- Claims and disbursements
- *Tax increment*
- Miscellaneous provisions

Result

One compliance finding reported – 2025-005 - Prompt Payment of Local Government Bills

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Communication to Those Charged with Governance

Accounting policies used/changed

No significant changes

Accounting estimates in the financials

- Net pension asset and liability

Corrected and uncorrected misstatements

No uncorrected misstatements that have an effect on our opinion on the financial statements. Significant corrected misstatements are identified in finding 2025-003

Performing the audit

- No difficulties encountered in working with management; however turnover resulted in delays in audit issuance.
- No disagreements with management

Other matters

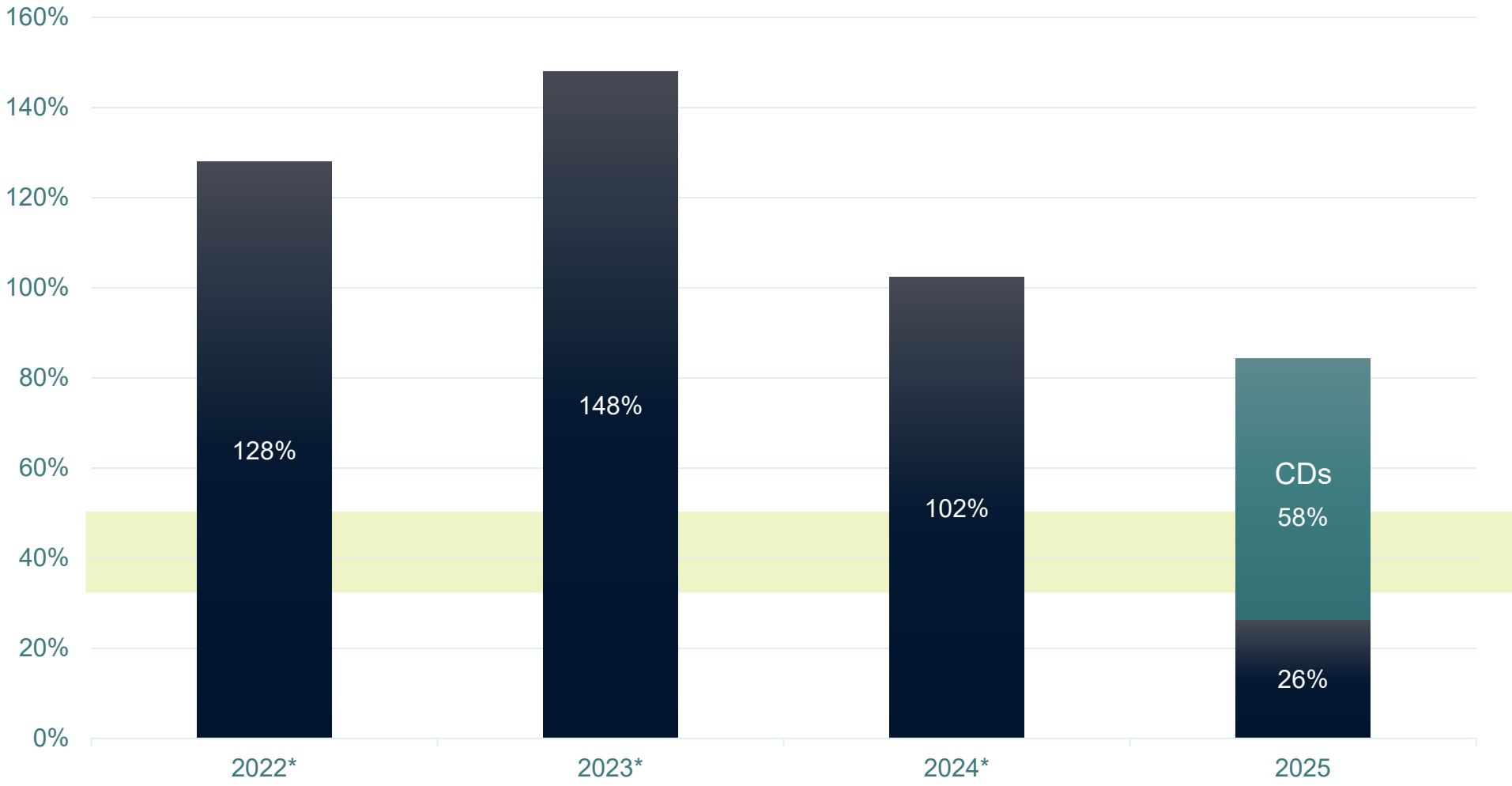
No non-routine items reported

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Summary Financial Information

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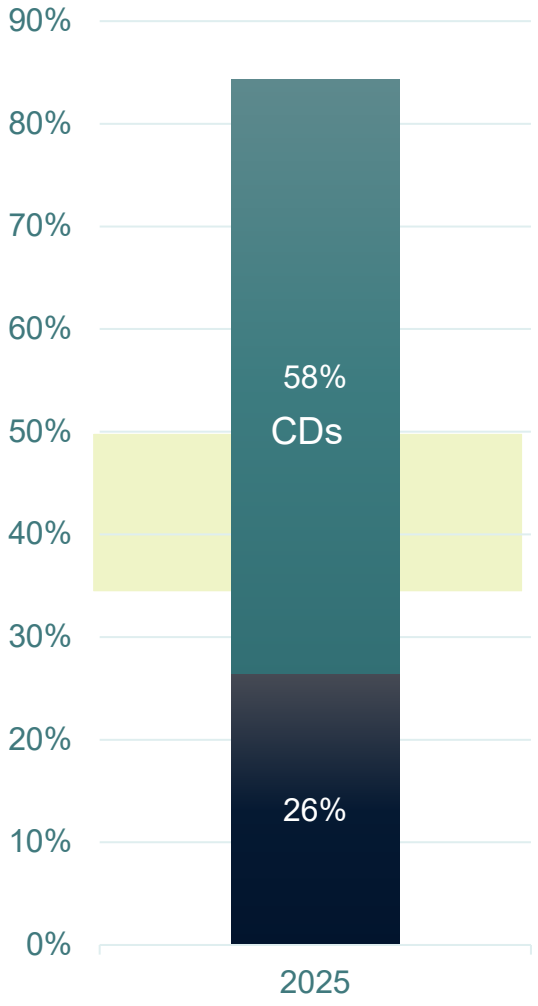
General Fund Reserves – Unassigned Fund Balance History



*as previously reported

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General Fund Reserves – Components of Fund Balance



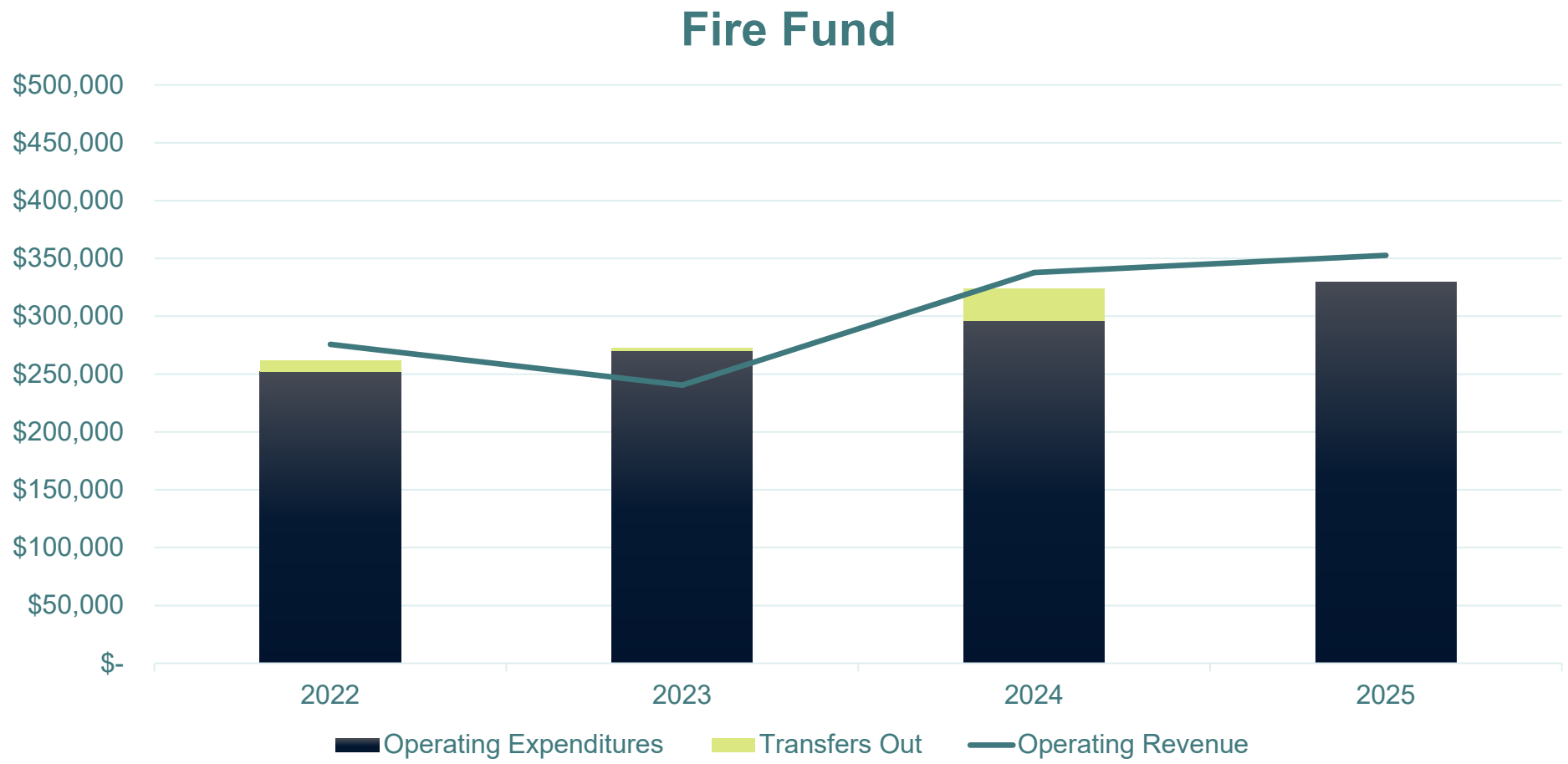
The Township's General Fund unassigned fund balance at December 31, 2025, was equal to 84% of the subsequent year's preliminary budgeted expenditures of the fund.

The Township holds its CDs within the General Fund, which account for 58% of the unassigned fund balance. The Township may want to consider formally allocating some of the CDs for a specific purpose (such as a catastrophe reserve) to allow for a more accurate representation of the fund balance that is available for spending.

Recommended Unassigned Fund Balance Level

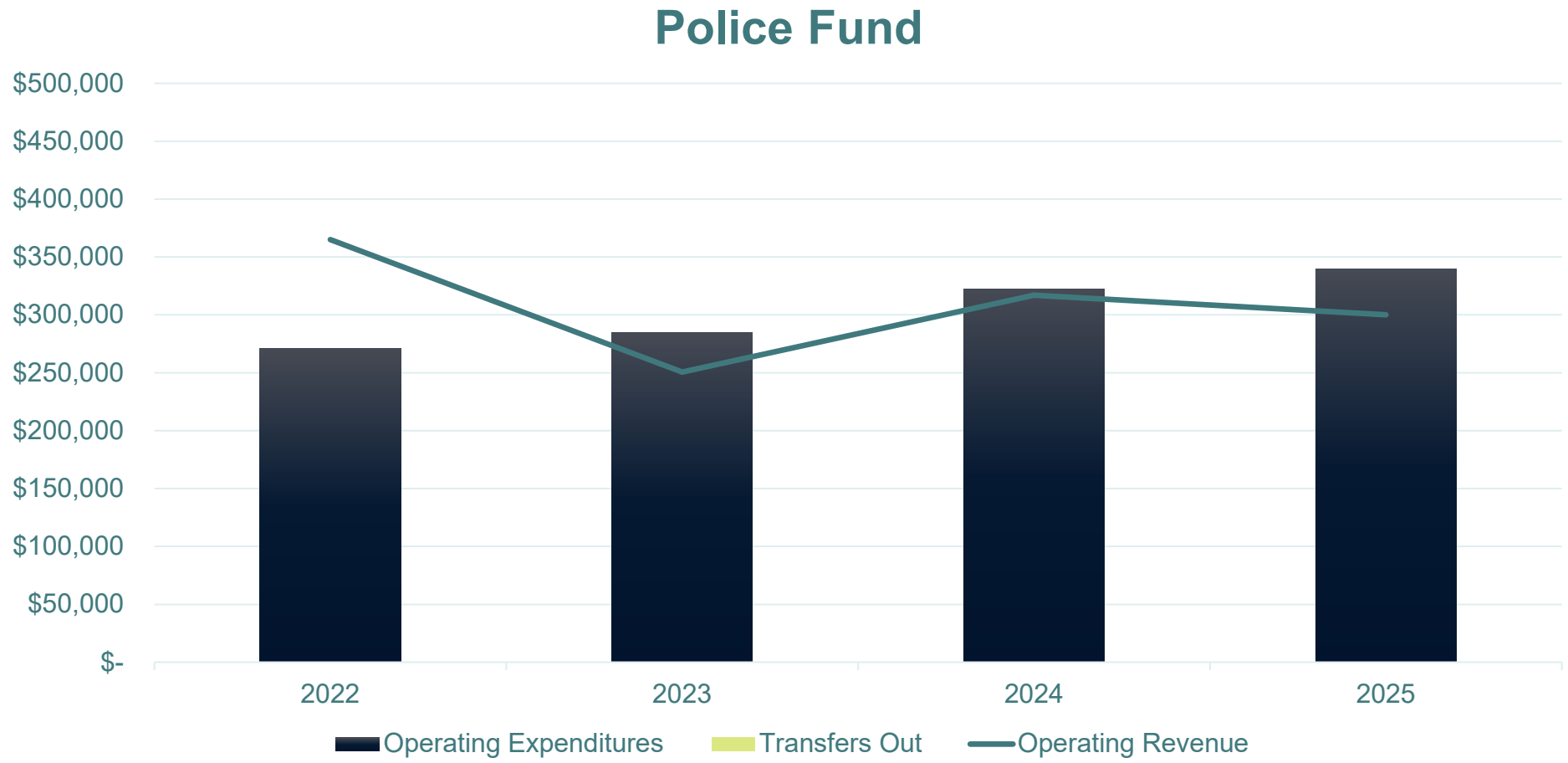
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Special Revenue Funds – Fire



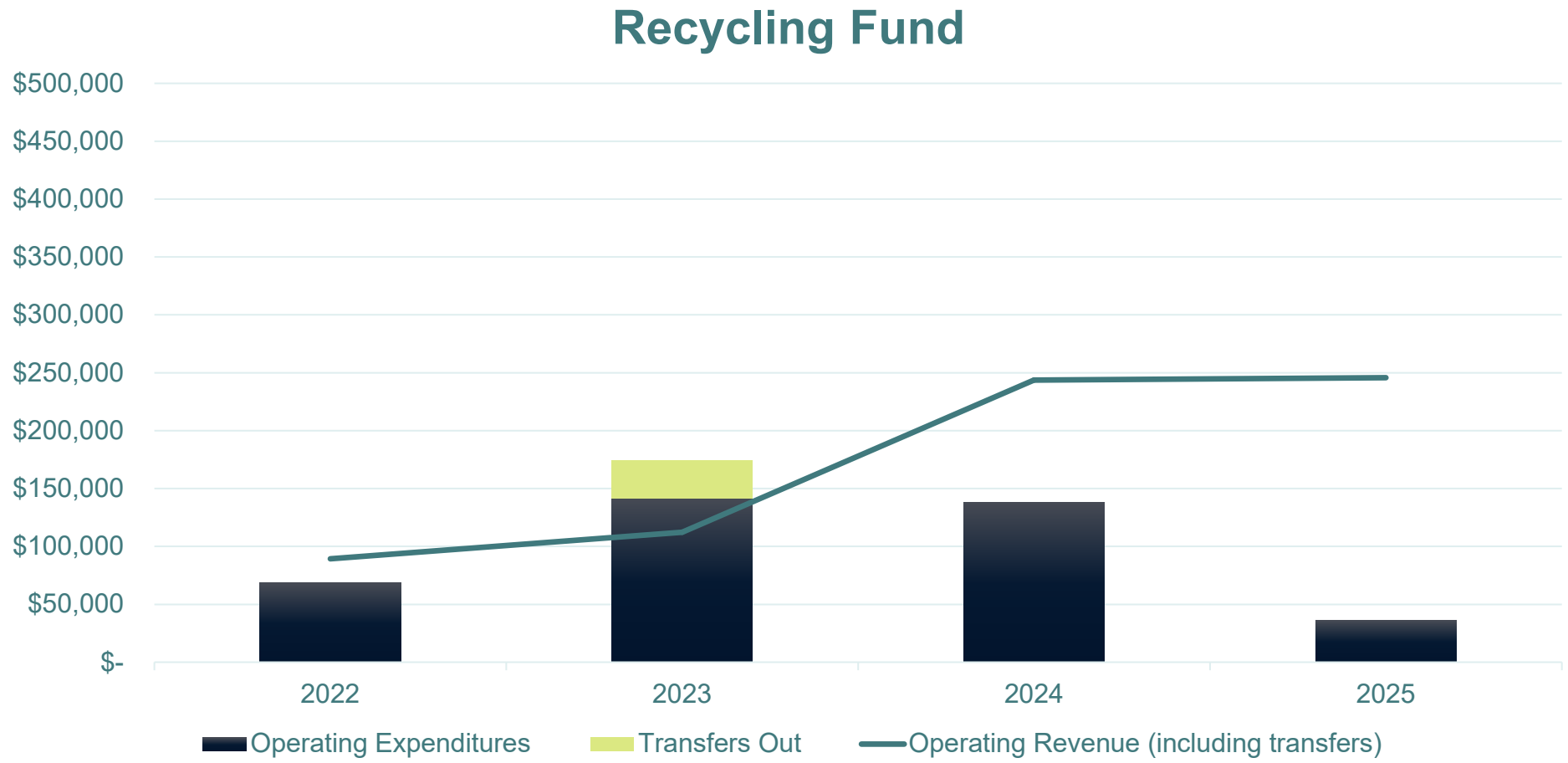
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Special Revenue Funds – Police



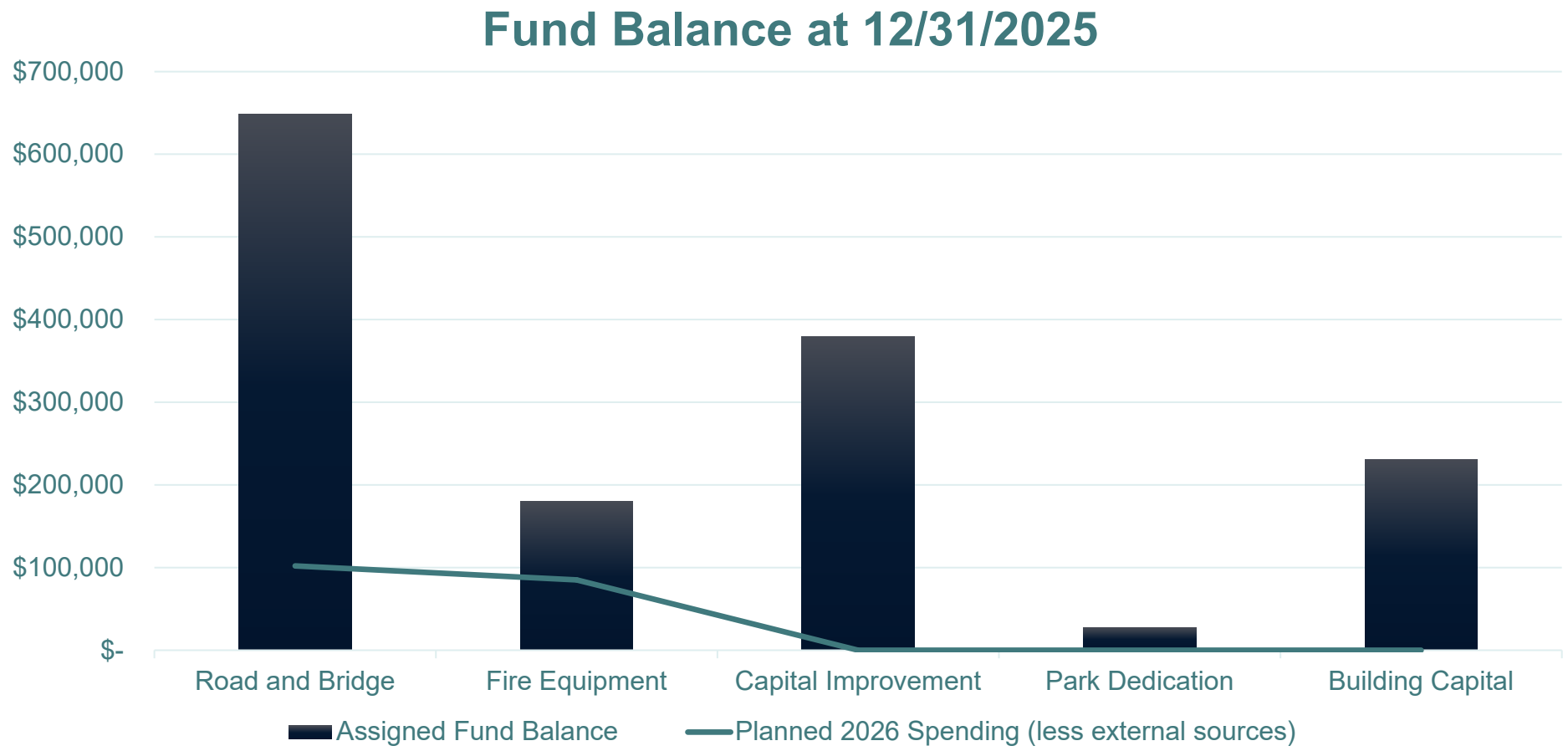
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Special Revenue Funds – Recycling



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Capital Project Funds – Fund Balance



Note – the recycling capital fund is reported as a special revenue fund

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Thank you.

Rebecca Petersen
Managing Director
rpetersen@redpathcpas.com

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LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA

ANNUAL FINANCIAL REPORT

For The Year Ended December 31, 2025

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LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
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ANOKA COUNTY, MINNESOTA
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INTRODUCTORY SECTION

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LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
ORGANIZATION
December 31, 2025

Name	Position	Term Expires
Jonn Olson	Chair	January 4, 2027
Andy Luedtke	Vice Chair	January 8, 2029
Lisa Henrickson	Supervisor	January 8, 2029
Samuel Cole	Supervisor	January 4, 2027
Bob Millerbernd	Supervisor	January 4, 2027
Billi Larson	Clerk	Appointed
Alicia Morris	Treasurer	Appointed

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FINANCIAL SECTION

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REDPATH AND COMPANY

INDEPENDENT AUDITOR'S REPORT

To the Town Board
Linwood Township
Anoka County, Minnesota

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Linwood Township, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise Linwood Township's basic financial statements as listed in the table of contents.

Qualified Opinion on Governmental Activities

In our opinion, except for the effects of the matter described in the "Basis for Qualified and Unmodified Opinions" section, the financial statements of the governmental activities present fairly, in all material respects, the financial position of the governmental activities of Linwood Township as of December 31, 2025, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinion on each Major Fund and the Aggregate Remaining Fund Information

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of Linwood Township, as of December 31, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Linwood Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified and unmodified audit opinions.

Matter Giving Rise to the Qualified Opinion on Governmental Activities

As explained in Note 5 to the financial statements, management has not maintained detailed capital asset records and has not computed depreciation on those assets. Accounting principles generally accepted in the United States of America require that an adequate allowance be provided for depreciation, which would decrease net position and the change in net position. The amount by which this departure would affect the net position and expenses of the governmental activities has not been determined.

Emphasis of Matter

As discussed in Note 15 to the financial statements, the beginning net position for the 2025 financial statements has been restated due to an error correction. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Linwood Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Linwood Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Linwood Township's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and the schedules of pension information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Linwood Township's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Redpath and Company LLC

REDPATH AND COMPANY, LLC
St. Paul, Minnesota

August 13, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Linwood Township, we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of Linwood Township for the fiscal year ended December 31, 2025 with comparative data for the fiscal year ended December 31, 2024.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of Linwood Township exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by $14,934,437 (net position). Of this amount, $3,055,159 (unrestricted net position) may be used to meet the Township's ongoing obligations to citizens and creditors in accordance with the Township's fund designations and fiscal policies.
- The Township's total net position increased by $780,431 during 2025.
- As of the close of the current fiscal year, Linwood Township's governmental funds reported combined ending fund balances of $3,253,497. Of this amount, $3,236,156 is committed, assigned or unassigned, which means it is available for use within the Township's designations and policies.
- At the end of the current fiscal year, committed, assigned and unassigned fund balance for the general fund was $1,279,085.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Linwood Township's basic financial statements. The Township's basic financial statements comprise three components:

1. Government-wide financial statements, providing information for the Township as a whole.
2. Fund financial statements, providing detailed information for the Township's significant funds.
3. Notes to the financial statements, providing additional information that is essential to understanding the government-wide and fund statements.

This report also contains other supplementary information in addition to the basic financial statements themselves. Additional explanation of these sections of the financial statements follows.

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

The statement of net position presents information on all of Linwood Township's assets and deferred outflows and liabilities and deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Linwood Township is improving or deteriorating.

The statement of activities presents information showing how the Township'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 the 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). The government-wide financial statements can be found on pages 20–21 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Linwood Township, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Linwood Township are governmental 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 financial 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 fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities (pages 24 and 26).

Linwood Township maintains eleven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, fire fund, police fund, and the road and bridge, capital equipment and fire equipment capital projects funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements or schedules elsewhere in this report.

Linwood Township adopts an annual appropriated budget for its general fund, special revenue funds and certain capital project funds. Budgetary comparison statements and schedules have been provided for the general fund (pages 50), the special revenue funds (pages 72-73) and certain capital project funds (pages 74–77) to demonstrate compliance with the budget. The basic governmental fund financial statements can be found on pages 24–28 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 29–49 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 Linwood Township, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $14,934,437 at the close of the most recent fiscal year.

A portion of Linwood Township's net position as of December 31, 2025, $11,829,754 (79%), reflects its investment in capital assets (e.g., land, buildings and improvements, and machinery and equipment), less any related debt used to acquire those assets that is still outstanding. Linwood Township uses these capital assets to provide services to citizens; consequently, those assets are not available for future spending.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
Net Position
December 31, 2025 and 2024

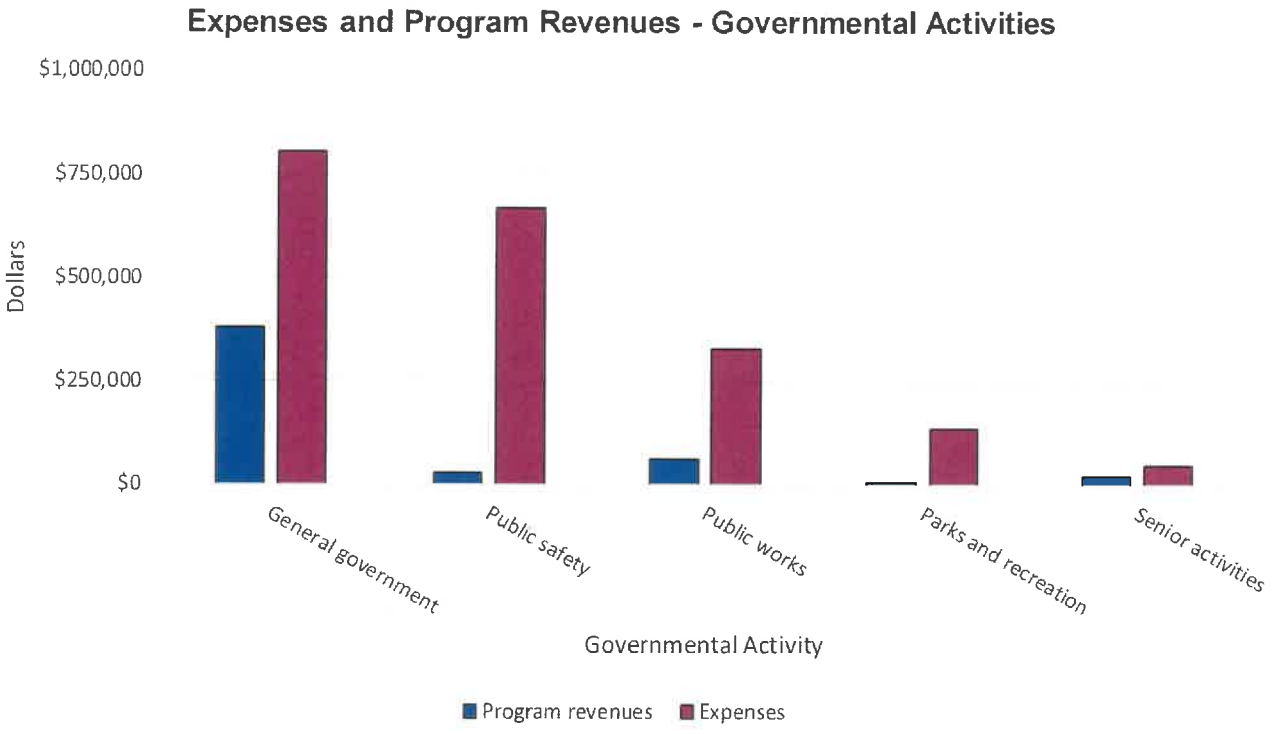
	Governmental Activities	
	2025	2024
Current and other assets	$3,755,691	$3,674,088
Capital assets (unaudited)	11,829,754	11,242,148
Total assets	15,585,445	14,916,236
Deferred outflows of resources	160,839	217,728
Long-term liabilities outstanding	146,483	192,582
Other liabilities	145,583	218,915
Total liabilities	292,066	411,497
Deferred inflows of resources	519,781	568,461
Net position:		
Net investment in capital assets	11,829,754	11,242,148
Restricted	49,524	113,176
Unrestricted	3,055,159	2,798,682
Total net position	$14,934,437	$14,154,006

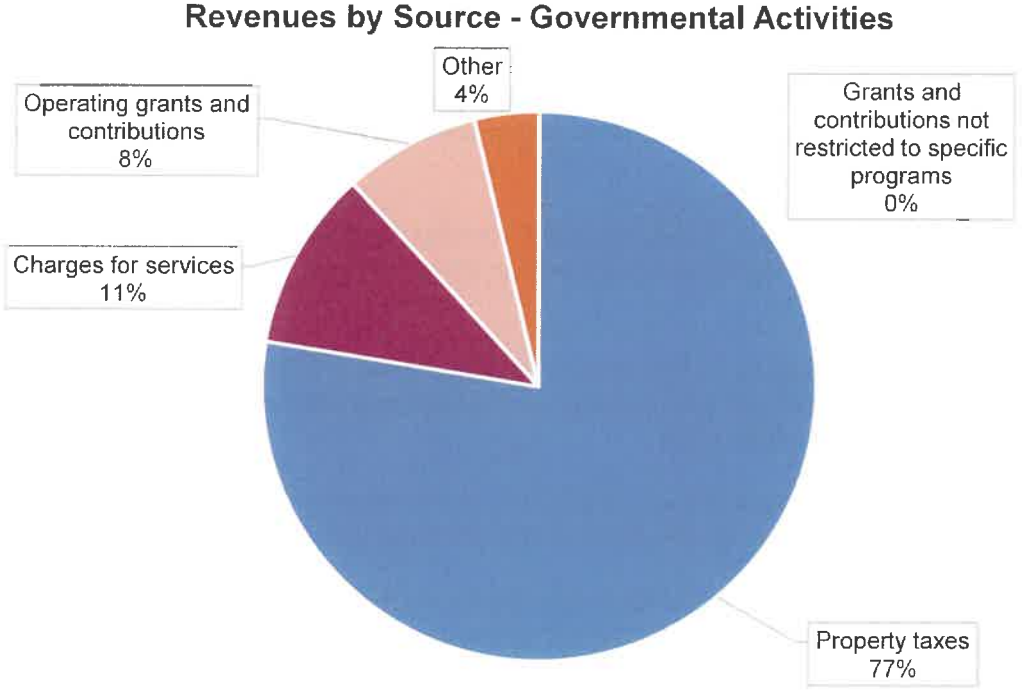
The unrestricted net position, $3,055,159, may be used to meet the Township's ongoing obligations to citizens and creditors. At the end of the year, Linwood Township is able to report positive balances in all categories of net position.

Governmental activities increased Linwood Township's net position by $720,496 for the year ended December 31, 2024. The most significant changes in governmental net position are due to the effect of increases in operating grants and contributions as well as capital grants and contributions. A condensed version of the Statement of Activities follows:

	Governmental Activities	
	2025	2024
Revenue:		
Program revenues:		
Charges for services	$284,342	$254,810
Operating grants and contributions	214,388	113,602
Capital grants and contributions	126,712	-
General revenues:		
Property taxes	2,081,720	1,955,707
Grants and contributions not restricted to specific programs	0	26,044
Investment income	67,479	68,632
Miscellaneous revenue	35,450	6,941
Total revenues	2,810,091	2,425,736
Expenses:		
General government	803,296	792,447
Public safety	666,997	530,643
Public works	325,749	394,608
Recycling	110,444	
Parks and recreation	134,613	109,211
Senior activities	48,496	63,567
Total expenses	2,089,595	1,890,476
Change in net position	720,496	535,260
Net position - beginning of year	14,213,941	13,618,746
Net position - end of year	$14,934,437	$14,154,006

Below are specific graphs that provide comparisons of the governmental activities direct program revenues with their expenses. Any shortfalls in direct revenues are primarily supported by property tax levy or general state aid.


Expenses and Program Revenues - Governmental Activities
$1,000,000
$750,000
$500,000
$250,000
$0
Dollars
General government
Public safety
Public works
Parks and recreation
Senior activities
Governmental Activity
Program revenues
Expenses


Revenues by Source - Governmental Activities
Other 4%
Operating grants and contributions 8%
Grants and contributions not restricted to specific programs 0%
Charges for services 11%
Property taxes 77%

FUND BASIS FINANCIAL ANALYSIS

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

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

As of the end of the current fiscal year, Linwood Township's governmental funds reported combined ending fund balances of $3,253,497, an increase of $185,276 from the prior year. $3,236,156 of these fund balances constitutes committed, assigned or unassigned fund balance, which is available for spending at the government's discretion.

The general fund is the chief operating fund of Linwood Township. At the end of the current fiscal year, committed, assigned and unassigned fund balance of the general fund was $1,279,085. The general fund's total fund balance increased by $232,206 during the current fiscal year due primarily to a chart of accounts adjustment that combined previous funds into the general fund.

The road and bridge fund had a fund balance of $0 as of December 31, 2025, which represented an decrease of $244,337 during the year primarily due to the removal of this fund and being transitioned to the general fund.

The building department fund had a fund balance of $0 as of December 31, 2025, which was a decrease of $183,877 during the year due primarily due to the removal of this fund and being transitioned to the general fund.

The fire fund had a fund balance of $128,070 as of December 31, 2025, which was an increase of $23,025 during the year primarily due to property taxes and other miscellaneous revenues being in excess of current expenditures.

The police fund had a fund balance of $64,392 as of December 31, 2025, which was a decrease of $39,922 during the year due primarily to expenditures in excess of property tax revenues allocated to the fund.

The road and bridge capital fund had a fund balance of $648,707 as of December 31, 2025, which was an increase of $318,584 during the year primarily due to increased property taxes allocated to the fund in the current year net of transfers to other funds.

The fire equipment fund had a fund balance of $180,047 as of December 31, 2025, which was an decrease of $421,374 during the year due primarily due to capital purchases in the current year.

The special revenue funds (other than the funds described as major funds previously) increased their overall fund balances by $209,386 during 2025 due to restatement of fund balance for the prior year for changes within the financial reporting entity.

The capital projects funds (other than the funds described as major funds previously) decreased their overall fund balances by $15,790 during 2025 due primarily to minimum revenue received and no property taxes allocated to the fund which resulted in excess capital project expenditures in the current year.

General Fund Budgetary Highlights

General fund revenue exceeded the budgeted amount by $749,763 primarily due to excess property taxes allocated to this fund in the amount of $532,507. Total expenditures in the general fund were over the budgeted amount by $162,445. At the end of the year, the general fund balance was $587,318 higher than budgeted due primarily to revenues in excess of budget (as discussed above).

Capital Assets

Capital assets (Unaudited). Linwood Township's investment in capital assets for its governmental activities as of December 31, 2025, amounted to $11,829,754. This investment in capital assets includes land, buildings, improvements, vehicles and equipment. The Township has not computed depreciation on capital assets.

Linwood Township's Capital Assets
December 31, 2025 and 2024

	2025	2024
Land	$281,110	$281,110
Construction in progress	591,416	160,548
Buildings	1,949,612	1,900,178
Improvements other than buildings	5,688,924	5,639,287
Vehicles	1,955,695	1,955,695
Furniture, fixtures and equipment	1,362,997	1,305,330
Total	$11,829,754	$11,242,148

Additional information on Linwood Township's capital assets can be found in Note 5 on page 37 of this report.

Economic Factors on Next Year's Budgets and Rates

The Town Board is firmly committed to planning and budgeting for the future. Increase in the 2025 budget is due to being proactive with the rising cost in general operations, planning for capital projects and roads and building repairs.

Requests for Information

This financial report is designed to provide a general overview of Linwood Township's finances for all those with an interest in the Township's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Linwood Township, 22817 Typo Creek Drive NE, Stacy, Minnesota 55079.

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BASIC FINANCIAL STATEMENTS

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
STATEMENT OF NET POSITION
December 31, 2025

Statement 1

	Governmental Activities
Assets:	
Cash and investments	$3,162,301
Accounts receivable - net	4,216
Accrued interest receivable	3,666
Taxes receivable	32,039
Due from other governments	211,556
Leases receivable	275,048
Prepaid items	17,341
Net pension asset	49,524
Capital assets (unaudited)	11,829,754
Total assets	15,585,445
Deferred outflows of resources:	
Pension related	160,839
Total deferred outflows of resources	160,839
Liabilities:	
Accounts payable	125,832
Salaries payable	19,751
Noncurrent liabilities	
Due within one year	-
Due in more than one year	146,483
Total liabilities	292,066
Deferred inflows of resources:	
Lease related	275,048
Pension related	244,733
Total deferred inflows of resources	519,781
Net position:	
Investment in capital assets	11,829,754
Restricted for:	
Fire department pension plan	49,524
Unrestricted	3,055,159
Total net position	$14,934,437

The accompanying notes are an integral part of these financial statements.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2025

Statement 2

Functions/Programs	Expenses	Program Revenues: Charges For Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position Primary Government: Governmental Activities
Governmental activities:					
General government	$803,296	$247,694	$ -	$45,897	($509,705)
Public safety	666,997	370	68,143	47,103	(551,381)
Public works	325,749	12,606	92,329	-	(220,814)
Recycling	110,444	20,807	53,916	33,712	(2,009)
Parks and recreation	134,613	750	-	-	(133,863)
Senior activities	48,496	2,115	-	-	(46,381)
Total governmental activities	2,089,595	284,342	214,388	126,712	(1,464,153)
General revenues:					
General property taxes					2,081,720
Unrestricted investment earnings					67,479
Miscellaneous					35,450
Total general revenues and transfers					2,184,649
Change in net position					720,496
Net position - January 1, as previously reported					14,154,006
Error correction (see note 15)					59,935
Net position - January 1, as restated					14,213,941
Net position - December 31					$14,934,437

The accompanying notes are an integral part of these financial statements.

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FUND FINANCIAL STATEMENTS

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2025

	General Fund
Assets:	
Cash and investments	$1,341,893
Accounts receivable - net	4,216
Accrued interest receivable	3,666
Taxes receivable - delinquent	32,039
Due from other governments	30,928
Leases receivable	275,048
Prepaid items	10,172
Total assets	$1,697,962
Liabilities, Deferred Inflows of Resources, and Fund Balances	
Liabilities:	
Accounts payable	$87,265
Salaries payable	14,353
Total liabilities	101,618
Deferred inflows of resources:	
Unavailable revenue	32,039
Lease related	275,048
Total deferred inflows of resources	307,087
Fund balance:	
Nonspendable	10,172
Assigned	-
Unassigned	1,279,085
Total fund balance	1,289,257
Total liabilities, deferred inflows of resources, and fund balance	$1,697,962

The accompanying notes are an integral part of these financial statements.

Special Revenue		Capital Projects				
Fire	Police	Road and Bridge	Fire Equipment	Capital Improvement	Other Governmental Funds	Total Governmental Funds
$82,340	$64,524	$649,653	$180,047	$333,986	$509,858	$3,162,301
-	-	-	-	-	-	4,216
-	-	-	-	-	-	3,666
-	-	-	-	-	-	32,039
47,103	-	-	-	45,897	87,628	211,556
-	-	-	-	-	-	275,048
6,535	-	-	-	-	634	17,341
$135,978	$64,524	$649,653	$180,047	$379,883	$598,120	$3,706,167
$3,212	$132	$946	$ -	$ -	$34,277	$125,832
4,696	-	-	-	-	702	19,751
7,908	132	946	-	-	34,979	145,583
-	-	-	-	-	-	32,039
-	-	-	-	-	-	275,048
-	-	-	-	-	-	307,087
6,535	-	-	-	-	634	17,341
121,535	64,392	648,707	180,047	379,883	564,332	1,958,896
-	-	-	-	-	(1,825)	1,277,260
128,070	64,392	648,707	180,047	379,883	563,141	3,253,497
$135,978	$64,524	$649,653	$180,047	$379,883	$598,120	$3,706,167

Fund balance reported above	$3,253,497
Amounts reported for governmental activities in the statement of net position are different because:	
Certain assets and deferred outflows of resources used in governmental activities are not current financial resources, and therefore, are not reported in the funds.	
Capital assets (unaudited)	11,829,754
Net pension asset	49,524
Net pension related deferred outflows	160,839
Other long-term assets are not available to pay for current-period expenditures, and therefore, are reported as unavailable revenue in the funds.	
Delinquent taxes	32,039
Long-term liabilities, including deferred inflows of resources, are not due and payable in the current period, and therefore, are not reported in the funds.	
Compensated absences	(7,856)
Net pension liability	(138,627)
Net pension related deferred inflows	(244,733)
Net position of governmental activities	$14,934,437

The accompanying notes are an integral part of these financial statements.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2025

		Special Revenue	
	General Fund	Road and Bridge	Building Department
Revenues:			
General property taxes	$978,407		
Intergovernmental	159,853		
Charges for services	39,173		
Licenses and permits	173,304		
Investment earnings	62,867		
Miscellaneous	25,265		
Total revenues	1,438,869		
Expenditures:			
Current:			
General government	701,921		
Public safety	41,468		
Public works	320,910		
Recycling	110,231		
Parks and recreation	134,542		
Senior activities	46,683		
Capital outlay	55,140		
Total expenditures	1,410,895		
Revenues over (under) expenditures	27,974		
Fund balance - January 1, as previously reported	707,554	244,337	183,877
Change within financial reporting entity (removal of funds - see note 14)	553,729	(244,337)	(183,877)
Change within financial reporting entity (nonmajor to major fund - see note 14)	-	-	-
Error correction (see note 15)	-	-	-
Fund balance - January 1, as restated	1,261,283	-	-
Fund balance - December 31	$1,289,257	$ -	$ -

The accompanying notes are an integral part of these financial statements.

Special Revenue		Capital Projects				
Fire	Police	Road and Bridge	Fire Equipment	Capital Improvement	Other Governmental Funds	Total Governmental Funds
$275,000	$300,000	$317,250	$100,000	$742	$105,000	$2,076,399
73,634	-	-	-	45,897	87,628	367,012
-	-	-	-	-	31,407	70,580
-	-	-	-	-	-	173,304
339	54	1,334	635	1,168	1,082	67,479
3,694	-	-	-	-	21,549	50,508
352,667	300,054	318,584	100,635	47,807	246,666	2,805,282
-	-	-	30,035	24,349	36,463	792,768
293,104	339,976	-	-	-	8,143	682,691
-	-	-	-	-	-	320,910
-	-	-	-	-	-	110,231
-	-	-	-	-	-	134,542
-	-	-	-	-	-	46,683
36,538	-	-	491,974	-	8,464	592,116
329,642	339,976	-	522,009	24,349	53,070	2,679,941
23,025	(39,922)	318,584	(421,374)	23,458	193,596	125,341
105,045	104,314	330,123	601,421	-	791,550	3,068,221
-	-	-	-	-	(125,515)	-
-	-	-	-	356,425	(356,425)	-
-	-	-	-	-	59,935	59,935
105,045	104,314	330,123	601,421	356,425	369,545	3,128,156
$128,070	$64,392	$648,707	$180,047	$379,883	$563,141	$3,253,497

The accompanying notes are an integral part of these financial statements.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA **Statement 5**
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, 2025

Net change in fund balance - total governmental funds (Statement 4)	$125,341
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets are capitalized:	
Capital outlay	592,116
Capital outlay not capitalized	(4,510)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:	
Change in delinquent taxes receivable	5,321
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. Expenses reported in the Statement of Activities include the effects of the changes in these expense accruals as follows:	
Change in compensated absences payable	33,881
Pension expense in governmental funds is measured by current year employer contributions. Pension expense in the Statement of Activities is measured by the change in the net pension liability and related deferred inflows and outflows of resources. This is the amount by which pension expense differed from pension contributions.	(31,653)
Change in net position of governmental activities (Statement 2)	$720,496

The accompanying notes are an integral part of these financial statements.

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Linwood Township, Minnesota conform to accounting principles generally accepted in the United States of America applicable to governmental units. The following is a summary of significant accounting policies:

A. FINANCIAL REPORTING ENTITY

Linwood Township is a political subdivision of the State of Minnesota located in Anoka County and governed by an elected Town Board. The Township provides road and bridge maintenance, fire protection, planning and zoning, parks and recreation, and other general government services.

In accordance with Governmental Accounting Standards Board (GASB) pronouncements, the financial statements of the reporting entity include the primary government and any component units. Component units are legally separate entities for which the Township is financially accountable, or whose exclusion would render the financial statements misleading or incomplete.

The Township has no component units.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Township. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Township considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

Property taxes, licenses and permits, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the Township.

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

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

Unearned revenue is recorded when assets are recognized before revenue recognition criteria have been satisfied. Grants received before eligibility requirements other than time requirements are met are recorded as unearned revenue. Grants received before time requirements are met are recorded as a deferred inflow of resources.

The Township reports the following major governmental funds:

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

The *Fire Special Revenue Fund* accounts for all revenues and expenditures used in providing fire protection for the citizens of the Town.

The *Police Special Revenue Fund* accounts for activities relating to the police patrol and enforcement contract with Anoka County.

The *Road and Bridge Capital Projects Fund* accounts for resources to be used for road and bridge related capital equipment.

The *Fire Equipment Capital Projects Fund* accounts for resources to be used for fire department related capital equipment.

The *Capital Improvement Capital Projects Fund* accounts for resources to be used for capital improvements and other capital projects of the Township.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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

D. BUDGETS

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are legally adopted by Board resolution for the General Fund, certain Special Revenue Funds and certain Capital Projects Funds. Formal budgetary integration is employed as a management control device during the year for the General Fund, certain Special Revenue Funds and certain Capital Projects Funds.

Appropriations are authorized by the Town Board at the fund level with the exception of the Fire Equipment Fund, which is appropriated at the project level. These are the legal levels of budgetary control. Administrative control is maintained through the establishment of more detailed line-item budgets.

E. LEGAL COMPLIANCE – BUDGETS

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Budget requests are submitted by the Town Clerk and Treasurer to the Town Board. The budget requests are compiled into an overall preliminary Township budget, balancing budget requests with available revenue. Scenarios for levy and reserve level options are then presented to the Town Board for review.
2. Public notice is given to obtain taxpayer comments at the annual meeting.
3. The property tax levy is legally enacted by citizen vote at the annual Town meeting.
4. The Town Board may authorize by unanimous vote transfers of budgeted amounts between funds.
5. Formal budgetary integration is employed as a management control device during the year for the General and Special Revenue Funds.
6. Budgeted expenditures cannot exceed the amount approved by the Town Board unless amended by the Town Board.

Excess of expenditures over budgeted appropriations at the individual fund level during 2025 are as follows:

	Final Budget	Actual	Overage
General Fund:			
Town Board, clerk, and general office:	$389,050	$536,002	($146,952)
Other	22,750	25,325	(2,575)
Public safety	6,500	41,468	(34,968)
Recycling	-	143,943	(143,943)
Parks and recreation	81,583	140,503	(58,920)
Special Revenue Funds:			
Police	300,000	339,976	(39,976)
Capital Projects Funds:			
Fire equipment	100,000	522,009	(422,009)
Capital improvement	10,000	24,349	(14,349)

The overages were funded by available fund balance and/or revenues in excess of budget.

F. CASH AND CASH EQUIVALENTS

Except where otherwise required, the Township maintains all deposits in accounts in the name of the Township. The deposits are invested on a short-term basis with interest income allocated across invested funds.

G. RECEIVABLES AND PAYABLES

Property taxes have been reported net of estimated uncollectible amounts, when such amounts are material. Management believes all other receivables are substantially collectible; therefore, no allowance for uncollectible accounts has been recorded.

H. PREPAID ITEMS

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepayments. Prepaid items are reported using the consumption method and recorded as an expense or expenditure at the time of consumption.

I. INTERFUND TRANSACTIONS

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

J. PROPERTY TAXES

Property tax levies are set at the annual town meeting each year by the electorate working from a proposed budget that is submitted by the Supervisors. The levies are certified to Anoka County for collection in the following year. In Minnesota, counties act as collection agents for all property taxes. The County spreads all levies over taxable property. Such taxes become a lien on January 1, following, and are recorded as receivables by the Township at that date. Revenues for property taxes are accrued and recognized in the year collectible, net of delinquencies.

Real property taxes may be paid by taxpayers in two equal installments on May 15 and October 15. Personal property taxes may be paid on February 28 and June 30.

The County provides tax settlements to townships and other taxing districts normally during the months of July and December. Taxes which remain unpaid at December 31 are classified as delinquent taxes receivable. The amount of delinquent taxes receivable are fully offset by deferred inflows of resources in the governmental fund types because they are not known to be available to finance current expenditures.

K. CAPITAL ASSETS (UNAUDITED)

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. The Township has not computed depreciation on capital assets. Donated capital assets are recorded at estimated 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.

L. LEASES

For leases with a term exceeding 12 months, the Township recognizes a lease liability and a right-to-use lease asset in the government-wide financial statements.

The right-to-use lease asset is calculated at the initial amount of the lease liability plus any lease payments made to the lessor before the lease commencement date, plus certain initial direct costs incurred, minus any lease incentives received. Subsequently, the right-to-use lease asset is amortized on a straight-line basis over its useful life. The Township initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of the lease payments made. Remeasurement of the right-to-use lease asset and lease liability occurs when certain changes occur that are likely to have a significant impact on the lease liability.

Right-to-use lease assets, if any, are reported with capital assets and lease liabilities, if any, are reported with long-term debt on the statement of net position.

The Township has entered into a lease agreement with a cell phone provider. Lease receivables and deferred inflows of resources are recorded based on the present value of expected receipts over the term of the respective leases. The expected payments and receipts are discounted using the interest rate charged on the lease, if available, and are otherwise discounted using the Township's incremental borrowing rate. Variable payments are excluded from the valuations unless they are fixed in substance. For leases featuring payments tied to an index or market rate, the valuation is based on the initial index or market rate. The Township does not have any leases subject to a residual value guarantee.

M. LONG-TERM OBLIGATIONS

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed as incurred. Bonds payable are reported net of the applicable bond premium or discount. In the fund financial statements, governmental funds recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

N. NET POSITION/FUND BALANCE

In the government-wide financial statements, net position is classified in the following categories:

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

Restricted net position - This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments.

Unrestricted net position - This amount is all net position that does not meet the definition of "net investment in capital assets" or "restricted net position."

The Township classifies governmental fund balances as follows:

Nonspendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual restraints.

Restricted - This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments.

Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the Township Board through formal action and remain binding unless removed by the Township Board by subsequent formal action.

Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. The Township Board, by majority vote, may assign fund balances to be used for specific purposes when appropriate.

Unassigned - includes positive fund balance within the General Fund which has not been classified within the above-mentioned categories and negative fund balances in other governmental funds.

O. USE OF ESTIMATES

The preparation of financial statements in accordance with generally accepted accounting principles (GAAP) requires management to make estimates that affect amounts reported in the financial statements during the reporting period. Actual results could differ from such estimates.

P. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The Township has two types, both are pension related and are reported on the statement of net position.

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources until that time. The Township reports three types of deferred inflows of resources. The first type occurs because governmental fund revenues are not recognized until available under the modified accrual basis of accounting. The second type is pension-related and reported in the statement of net position. The third type is related to leasing activity and reported in the governmental funds balance sheet and the statement of net position.

Q. DEFINED BENEFIT PENSION PLAN

For purposes of measuring the net pension liability, deferred outflows and inflows of resources, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (PERA) and additions to and deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA, except that PERA's fiscal year end is June 30. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments, and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Note 2 DEPOSITS AND INVESTMENTS

A. DEPOSITS

In accordance with Minnesota Statutes, the Township maintains its deposits at depository banks authorized by the Township Board. All such banks are members of the Federal Reserve System.

Minnesota Statues require that all Township deposits be protected by insurance, surety bonds or collateral. The market value of collateral pledged must equal 110% of deposits not covered by insurance or bonds. Securities pledged as collateral are required to be held in safekeeping by the Township or in a financial institution other than that furnishing the collateral. Minnesota Statute 118A.03 identifies allowable forms of collateral.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Township's deposits may not be returned to it. State statutes require that insurance, surety bonds, or collateral protect all Township deposits. The market value of collateral pledged must equal 110% of deposits not covered by insurance or bonds.

As of December 31, 2025, the bank balance of the Township's deposits with financial institutions was $3,279,867, and the carrying amount was $3,162,301. Of the total balance, $746,072 was invested in certificates of deposit with maturity dates ranging from one to three years. All deposits were covered by federal depository insurance or by collateral pledged and held in the Township's name.

B. INVESTMENTS

Subject to rating, yield, maturity and issuer requirements as prescribed by statute, Minnesota Statutes 118A.04 and 118A.05 authorize the Township to invest in United States securities, state and local securities, commercial paper, time deposits, temporary general obligation bonds, repurchase agreements, Minnesota joint powers investment trust and guaranteed investment contracts. During the year ended December 31, 2025, the Township did not invest in any investments.

Note 3 RECEIVABLES

Significant receivable balances not expected to be collected within one year of December 31, 2025 are as follows:

	Property Taxes Receivable	Leases Receivable	Total
Major funds:			
General Fund	$16,000	$264,142	$280,142
Total	$16,000	$264,142	$280,142

Note 4 LEASES

The Township leases a cellular tower antenna site. The agreement calls for monthly lease payments of $1,320, with increases of 20% every five years. The lease receivable is measured at the present value of future minimum lease payments expected to be received during the lease term at a discount rate of 3%.

At December 31, 2025, the Township recorded $275,048 in lease receivable and deferred inflows of resources for this arrangement.

Total revenue recognized during the year ended December 31, 2025 is as follows:

	Lease Revenue
Amortization of lease-related deferred inflows:	
Antenna leases	$7,467
Revenue recognized from deferred inflow amortization	7,467
Interest revenue:	
Antenna leases	8,373
Total revenue recognized in relation to leased assets	$15,840

Note 5 CAPITAL ASSETS - UNAUDITED

The Township has not computed depreciation on its capital assets. Capital asset information is based on records maintained by the Township. Management has indicated that the records have not been fully reviewed for completeness or accuracy and, therefore, the Township cannot ensure that all capital assets are included or that recorded values are accurate. Accordingly, the capital asset information presented below is unaudited and is presented as reported by management. Capital asset activity for the year ended December 31, 2025, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets				
Land	$281,110	$ -	$ -	$281,110
Construction in progress	160,548	557,466	126,598	591,416
Buildings	1,900,178	49,434	-	1,949,612
Improvements other than buildings	5,639,287	49,637	-	5,688,924
Vehicles	1,955,695	-	-	1,955,695
Furniture, fixtures, and equipment	1,305,330	57,667	-	1,362,997
Total capital assets	$11,242,148	$714,204	$126,598	$11,829,754

Note 6 UNAVAILABLE REVENUE

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. As of the end of the current fiscal year, the various components of unavailable revenue reported in the governmental funds were as follows:

	Property Taxes
Major Funds:	
General Fund	$32,039
Total unavailable revenue	$32,039

Note 7 LONG-TERM LIABILITIES

As of December 31, 2025, the long-term liabilities of the financial reporting Township consisted of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Compensated absences*	$41,737	$ -	$33,881	$7,856	$ -
Total governmental activities	$41,737	$0	$33,881	$7,856	$0

* The change in compensated absences is presented as a net change.

Note 8 DEFINED BENEFIT PENSION PLAN

A. PLAN DESCRIPTION

The Township participates in the General Employees Retirement Plan (General Plan), which is a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees Retirement Association of Minnesota (PERA). Plan provisions are established and administered according to Minnesota Statutes Chapters 353, 353D, 353E, 353G and 356. Minnesota Statutes Chapter 356 defines each plan's financial reporting requirements. PERA's defined benefit pension plans are tax qualified plans under Section 401(a) of the Internal Revenue Code.

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

B. BENEFITS PROVIDED

PERA provides retirement, disability, and death benefits. Benefit provisions are established by state statute and can only be modified by the state legislature. Vested, terminated employees who are entitled to benefits but are not receiving them yet, are bound by the provisions in effect at the time they last terminated their public service. When a member is "vested," they have earned enough service credit to receive a lifetime monthly benefit after leaving public service and reaching an eligible retirement age. Members who retire at or over their Social Security full retirement age with at least one year of service qualify for a retirement benefit.

The General Employees Plan requires three years of service to vest. Benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. Two methods are used to compute benefits for General Plan members. Members hired prior to July 1, 1989 receive the higher of the Step or Level formulas. Only the Level formula is used for members hired after June 30, 1989. Under the Step formula, General Plan members receive 1.2% of the highest average salary for each of the first ten years of service and 1.7% for each additional year. Under the Level formula, General Plan members receive 1.7% of the highest average salary for all years of service. For members hired prior to July 1, 1989, a full retirement benefit is available when age plus years of service equal 90 and normal retirement age is 65. Members can receive a reduced requirement benefit as early as age 55 if they have three or more years of service. Early retirement benefits are reduced by 0.25% for each month under age 65. Members with 30 or more years of service can retire at any age with a reduction of 0.25% for each month the member is younger than age 62. The Level formula allows General Plan members to receive a full retirement benefit at age 65 if they were first hired before July 1, 1989 or at age 66 if they were hired on or after July 1, 1989. Early retirement begins at age 55 with an actuarial reduction applied to the benefit.

Benefit increases are provided to benefit recipients each January. The postretirement increase is equal to 50% of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1% and a maximum of 1.5%. The 2025 annual increase was 1.25%. Recipients that have been receiving the annuity or benefit for at least a full year as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least one month but less than a full year as of the June 30 before the effective date of the increase will receive a prorated increase.

C. CONTRIBUTIONS

Minnesota Statutes Chapters 353, 353E, 353G, and 356 set the rates for employer and employee contributions. Contribution rates can only be modified by the state legislature.

General Plan members were required to contribute 6.50% of their annual covered salary in fiscal year 2025 and the Township was required to contribute 7.50% for General Plan members. The Township's contributions to the General Employees Fund for the year ended December 31, 2025, were $23,727. The Township's contributions were $866 less than the required contributions as set by state statute. The shortage was contributed during July 2026.

D. PENSION COSTS

At December 31, 2025, the Township reported a liability of $138,627 for its proportionate share of the General Employees Fund's net pension liability. The Township'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 Township 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 Township totaled $3,344.

Township's proportionate share of the net pension liability	$138,627
State of Minnesota's proportionate share of the net pension liability associated with the Township	3,344
Total	$141,971

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Township's proportion of the net pension liability was based on the Township's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2024 through June 30, 2025, relative to the total employer contributions received from all of PERA's participating employers. The Township's proportionate share was 0.0042% at the end of the measurement period and 0.0052% for the beginning of the period.

For the year ended December 31, 2025, the Township recognized pension expense of $75,889 for its proportionate share of the General Plan's pension expense. In addition, the Township recognized an additional ($513) as pension expense (and grant revenue) for its proportionate share of the State of Minnesota's contribution of $16 million to the General Employees Fund.

At December 31, 2025, the Township reported General Employees Fund 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	$12,961	$ -
Changes in actuarial assumptions	3,338	29,268
Net difference between projected and actual earnings on pension plan investments	-	61,600
Changes in proportion	22,627	50,833
Employer contributions subsequent to the measurement date	11,671	-
Total	$50,597	$141,701

The $11,671 reported as deferred outflows of resources related to pensions resulting from Township contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2026. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31,	Pension Expense
2026	($16,519)
2027	(44,737)
2028	(31,673)
2029	(9,846)
2030	-
Thereafter	-

The net pension liability will be liquidated by the general fund.

E. ACTUARIAL METHODS AND ASSUMPTIONS

The total pension liability for the cost-sharing defined benefit plan was determined by an actuarial valuation as of-June 30, 2025, using the entry-age normal actuarial cost method and the following actuarial assumptions:

Inflation	2.25% per year
Investment Rate of Return	7.00%

The long-term investment rate of return is based on a review of inflation and investment return assumptions from a number of national investment consulting firms. The review provided a range of investment return rates considered reasonable by the actuary. An investment return of 7.00% is within that range.

Benefit increases after retirement are assumed to be 1.50% for the General Plan.

Salary growth assumptions in the General Plan range in annual increments from 11.50% after one year of service to 3.00% after 27 years of service.

Mortality rates for the General Plan are based on the Pub-2010 General Employee Mortality Table. The table is adjusted slightly to fit PERA's experience.

Actuarial assumptions for the General Plan are reviewed every four years. The General Plan was last reviewed in 2022. The assumption changes were adopted by the board and became effective with the July 1, 2023 actuarial valuation.

The following changes in actuarial assumptions and plan provisions occurred in 2025:

Changes in Actuarial Assumptions:

- The combined service annuity loading factors increased from 15% to 19% for vested terminated members and from 3% to 44% for non-vested, terminated members.
- The assumed post-retirement benefit increase changed from 1.25% to 1.50%.

Changes in Plan Provisions:

- The post-retirement benefit increase formula changed to 100% of the Social Security annual increase, between 1.00% and 1.75%, beginning January 1, 2026. If the funded ratio (on a market value of assets basis) is less than 85% for the last two consecutive annual valuations or is less than 80% in the most recent actuarial valuation, the maximum is reduced to 1.50%. Previously, the benefit increase was 50% of the Social Security annual increase, between 1.00% and 1.50%.
- The 1.00% additional employer contribution is eliminated when the plan reaches 98% funded status (on an actuarial value of assets basis); this contribution was previously scheduled to stop when the plan reached 100% funded status.

The State Board of Investment, which manages the investments of PERA, prepares an analysis of the reasonableness on a regular basis of the long-term expected rate of return using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce an expected long-term rate of return by weighting the expected future rates of return by the target asset allocation percentages. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	33.5%	5.10%
International equity	16.5%	5.30%
Fixed income	25%	0.75%
Private markets	25%	5.90%
Total	100%	

F. DISCOUNT RATE

The discount rate used to measure the total pension liability in 2025 was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at rates set in Minnesota Statutes. Based on these assumptions, the fiduciary net position of the General Plan was projected to be available to make all projected future benefit payments of current plan members. The long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

G. PENSION LIABILITY SENSITIVITY

The following presents the Township's proportionate share of the net pension liability, calculated using the discount rate disclosed in the preceding paragraph, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current discount rate:

	1% Decrease in Discount Rate	Current Discount Rate	1% Increase in Discount Rate
Proportionate share of the General Plan net pension liability	$336,704	$138,627	($22,057)

H. PENSION PLAN FIDUCIARY NET POSITION

Detailed information about the 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 at www.mnpera.org.

Note 9 DEFINED BENEFIT PENSION PLAN – FIRE RELIEF

A. PLAN DESCRIPTION

The Linwood Fire Relief Association participates in the Statewide Volunteer Firefighter Retirement Plan (accounted for in the Volunteer Firefighter Fund), an agent multiple-employer lump-sum defined benefit pension plan administered by PERA. The Volunteer Firefighter Plan covers volunteer firefighters of municipal fire departments or independent nonprofit firefighting corporations that have elected to join the plan. As of December 31, 2024 (the measurement date), the plan covered 26 active firefighters and 5 vested terminated firefighters whose pension benefits are deferred. The plan is established and administered in accordance with Minnesota Statutes, Chapter 353G.

B. BENEFITS PROVIDED

The Volunteer Firefighter Plan provides retirement, death, and supplemental benefits to covered firefighters and survivors. Benefits are paid based on the number of years of service multiplied by a benefit level approved by the Township. Members are eligible for a lump-sum retirement benefit at 50 years of age with five years of service. Plan provisions include a pro-rated vesting schedule that increases from five years at 40% through 20 years at 100%.

C. CONTRIBUTIONS

The Volunteer Firefighter Plan is funded by fire state aid, investment earnings and, if necessary, employer contributions as specified in Minnesota Statutes, and voluntary Township contributions. The State of Minnesota contributed $46,173 in fire state aid to the fund for the year ended December 31, 2024. Required employer contributions are calculated annually based on statutory provisions. The Township's statutorily-required contribution to the Volunteer Firefighter Fund for the year ended December 31, 2024 was $0. The Township's contributions were equal to the required contributions as set by state statute, if applicable. The Township made no voluntary contributions to the plan.

D. PENSION COSTS

As of December 31, 2025, the Township reported a net pension asset of $49,524 for the Volunteer Firefighter Fund. The net pension asset was measured as of December 31, 2024. The total pension liability used to calculate the net pension asset in accordance with GASB 68 was determined by PERA applying an actuarial formula to specific census data certified by the fire department. The following table presents the changes in the net pension asset during the year.

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Asset (b-a)
Balance end of year December 31, 2023	$758,987	$872,163	$113,176
Changes for the year:			
Service cost	41,036	-	(41,036)
Interest on total pension liability	43,576	-	(43,576)
Actuarial experience (gains)/losses	101,635	-	(101,635)
Projected investment earnings	-	79,242	79,242
Contributions - State of MN	-	46,173	46,173
Benefit payouts	(147,512)	(147,512)	-
Administrative fees	-	(2,820)	(2,820)
Net changes	38,735	(24,917)	(63,652)
Balance end of year December 31, 2024	$797,722	$847,246	$49,524

There were no changes to the benefit level during the measurement period.

For the year ended December 31, 2025, the Township recognized pension expense of $61,111.

As of December 31, 2024, the Township reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between actuarial assumptions and actuarial experience	$91,471	$103,032
Difference between projected and actual investment earnings	18,771	-
Total	$110,242	$103,032

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

Year Ending December 31,	Pension Expense
2026	$7,055
2027	17,755
2028	(19,949)
2029	(6,370)
2030	(361)
Thereafter	9,080

E. ACTUARIAL ASSUMPTIONS

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

- Retirement eligibility at the later of age 50 when fully vested
- Investment rate of return of 6.0%
- Inflation rate of 3.0%

Administrative expenses were updated to $60 per participant beginning in plan year 2025.

F. DISCOUNT RATE

The discount rate used to measure the total pension liability was 6.0%. The projection of cash flows used to determine the discount rate assumed that contributions to the Volunteer Firefighter Fund will be made at a rate equal to the actuarially determined contribution rate. Based on these assumptions, the pension 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 pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

G. PENSION ASSET SENSITIVITY

The following presents the Township's net pension asset for the Volunteer Firefighter Fund, calculated using the assumed discount rate as well as what the Township's net pension asset would be if it was calculated using a discount rate 1% lower or 1% higher than the current discount rate:

	1% Decrease in Discount Rate	Current Discount Rate	1% Increase in Discount Rate
Net pension asset	$25,575	$49,524	$72,622

H. PLAN INVESTMENTS

1. Investment Policy

The Minnesota State Board of Investment (SBI) is established by Article XI of the Minnesota Constitution to invest all state funds. Its membership as specified in the Constitution is comprised of the governor (who is designated as chair of the board), state auditor, secretary of state and state attorney general.

All investments undertaken by the SBI are governed by the prudent person rule and other standards codified in Minnesota Statutes, Chapter 11A and Chapter 353G.

Within the requirements defined by state law, the SBI, with assistance of the SBI staff and the Investment Advisory Council, establishes investment policy for all funds under its control. These investment policies are tailored to the particular needs of each fund and specify investment objectives, risk tolerance, asset allocation, investment management structure and specific performance standards. Studies guide the on-going management of the funds and are updated periodically.

2. Asset Allocation

To match the long-term nature of the pension obligations, the SBI maintains a strategic asset allocation for the Volunteer Firefighter Plan that includes allocations to domestic equity, international equity, bonds and cash equivalents. The long-term target asset allocation and long-term expected real rate of return are as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic stocks	35%	5.10%
International stocks	15%	5.30%
Bonds	45%	0.75%
Cash	5%	0.00%
Total	100%	

The 6% long-term expected rate of return on pension plan investments was determined using a building-block method. Best estimates for expected future real rates of return (expected returns, net of inflation) were developed for each asset class using both long-term historical returns and long-term capital market expectations from a number of investment management and consulting organizations. The asset class estimates and the target allocations were then combined to produce a geometric, long-term expected real rate of return for the portfolio. Inflation expectations were applied to derive the nominal rate of return for the portfolio.

3. Description of Significant Investment Policy Changes During the Year

The SBI made no significant changes to its investment policy during calendar year 2024 for the Volunteer Firefighter Fund.

I. PENSION PLAN FIDUCIARY NET POSITION

Detailed information about the Volunteer Firefighter Fund'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 at www.mnpera.org.

Note 10 OTHER POST-EMPLOYMENT BENEFITS

Management considered the requirements of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, and determined any OPEB liability at December 31, 2025, is not material to the financial statements. Accordingly, no OPEB liability has been recorded.

Note 11 CONTINGENCIES AND COMMITMENTS

A. POLICE SERVICES CONTRACT

The Township has contracted with Anoka County to provide police services for 2025. As of December 31, 2025, total fees for police services are estimated to be $316,542.

B. GENERAL LITIGATION

Management is not aware of any existing or pending lawsuits, claims or other actions in which the Township is a defendant.

Note 12 RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township carries liability, property, and automotive insurance through the Minnesota Association of Townships Insurance and Bond Trust (MATIT) and provides employee health insurance through a private insurance carrier.

The Township participates in a group workers' compensation plan of the MATIT, which is a public entity risk pool currently operating as a common risk management and insurance program for member Minnesota Townships. All Townships participating in the plan are jointly and severally liable for all claims and expenses of the plan. The MATIT workers' compensation plan is self-sustaining based on the premiums charged, so that total contributions plus compounded earnings on those contributions will be sufficient to satisfy claims, liabilities, and other expenses of the plan. The MATIT plan participates in the Workers' Compensation Reinsurance Association with coverage of $1,000,000 per claim for plan year 2025. The amount of any liability in excess of plan assets may be assessed to participating Townships in a method and amount determined by the MATIT.

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

Note 13 FUND BALANCE CLASSIFICATIONS

Definitions of fund balance classifications are included in Note 1.N. At December 31, 2025, a summary of the governmental fund balance classifications are as follows:

	General Fund	Fire	Police	Road and Bridge	Fire Equipment	Capital Improvement	Other Governmental Funds	Total
Nonspendable:								
Prepaid items	$10,172	$6,535	$ -	$ -	$ -	$ -	$634	$17,341
Assigned for:								
Road and bridge repairs	-	-	-	648,707	-	-	-	648,707
Public works	-	-	-	-	-	-	273,605	273,605
Public safety	-	121,535	64,392	-	-	-	-	185,927
Park improvements	-	-	-	-	-	-	27,601	27,601
Capital improvements	-	-	-	-	180,047	379,883	263,126	823,056
Total assigned	0	121,535	64,392	648,707	180,047	379,883	564,332	1,958,896
Unassigned	1,279,085	-	-	-	-	-	(1,825)	1,277,260
Total fund balance	$1,289,257	$128,070	$64,392	$648,707	$180,047	$379,883	$563,141	$3,253,497

At December 31, 2025, the Escrow Fund reported a deficit fund balance of $1,825. The deficit is expected to be eliminated through future revenues or transfers.

Note 14 CHANGE WITHIN FINANCIAL REPORTING ENTITY

During the year ended December 31, 2025, the Township reclassified the Capital Improvements Capital Projects Fund from a nonmajor governmental fund to a major governmental fund. In addition, the Road and Bridge and Building Department major Special Revenue funds and the Senior Center and Parks and Recreation nonmajor Special Revenue funds were closed into the General Fund. These changes resulted in the restatement of beginning fund balances and are reported as a change in reporting entity. The effect of these changes on beginning fund balances is summarized below:

	General Fund	Road and Bridge	Building Department	Capital Improvement	Other Governmental Funds
Fund balances - January 1, as previously reported	$707,554	$244,337	$183,877	$ -	$791,550
Change within reporting entity (combination of funds)	553,729	(244,337)	(183,877)	-	(125,515)
Change within reporting entity (nonmajor to major)	-	-	-	356,425	(356,425)
Error correction (see note 15)	-	-	-	-	59,935
Fund balances - January 1, as restated	$1,261,283	$ -	$ -	$356,425	$369,545

Note 15 CORRECTION OF AN ERROR IN PREVIOUSLY ISSUED FINANCIAL STATEMENTS

During the year ended December 31, 2025, the Township identified a grant receivable and related intergovernmental revenue of $59,935 that should have been recognized in the Recycling Capital Special Revenue Fund during the year ended December 31, 2024. As a result, receivables, intergovernmental revenue, and fund balance/net position were understated as of December 31, 2024. The effect of correcting this error is shown in the table below:

	Reporting Units Affected by Restatement of Beginning Balance	
	Governmental Activities	Other Governmental Funds
Fund balance/net position - January 1, as previously reported	$14,154,006	$791,550
Error correction	59,935	59,935
Change within reporting entity (see note 14)	-	(481,940)
Fund balance/net position - January 1, as restated	$14,213,941	$369,545

Note 16 SUBSEQUENT EVENTS

Subsequent events have been evaluated for recognition or disclosure through August 13, 2026, the date the financial statements were available to be issued

Note 17 RECENTLY ISSUED ACCOUNTING STANDARDS

The Governmental Accounting Standards Board (GASB) recently approved the following statements which were not implemented for these financial statements:

Statement No. 103 *Financial Reporting Model Improvements.* The provisions of this Statement are effective for reporting periods beginning after June 15, 2025.

Statement No. 104 *Disclosure of Certain Capital Assets.* The provisions of this Statement are effective for reporting periods beginning after June 15, 2025.

Statement No. 105 *Subsequent Events*. The provisions of this Statement are effective for reporting periods beginning after June 15, 2026.

The effect these standards may have on future financial statements is not determinable at this time.

REQUIRED SUPPLEMENTARY INFORMATION

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
For The Year Ended December 31, 2025

Statement 6

	Budgeted Amounts		2025 Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
General property taxes	$445,900	$445,900	$978,407	$532,507
Intergovernmental	54,800	54,800	159,853	105,053
Charges for services	52,556	52,556	39,173	(13,383)
Licenses and permits	95,300	95,300	173,304	78,004
Investment earnings	6,900	6,900	62,867	55,967
Miscellaneous	33,650	33,650	25,265	(8,385)
Total revenues	689,106	689,106	1,438,869	749,763
Expenditures:				
General government:				
Town Board, clerk, and general office:				
Wages and benefits	279,534	279,534	261,025	18,509
Assessing	30,000	30,000	28,610	1,390
Legal fees	10,000	10,000	54,333	(44,333)
Audit and accounting	28,000	28,000	132,628	(104,628)
Other services and charges	41,516	41,516	59,406	(17,890)
Total town board, clerk, and general office	389,050	389,050	536,002	(146,952)
Elections:				
Other services and charges	40,000	40,000	239	39,761
Planning commission:				
Wages and benefits	40,909	40,909	8	40,901
Other services and charges	51,291	51,291	13	51,278
Total planning commission	92,200	92,200	21	92,179
Surface water management:				
Other services and charges	25,900	25,900	-	25,900
Building inspections administration:				
Wages and benefits	11,615	11,615	1,404	10,211
Other services and charges	135,800	135,800	134,580	1,220
Total building inspections administration	147,415	147,415	135,984	11,431
Cemetery:				
Wages and benefits	7,875	7,875	1,833	6,042
Other services and charges	9,125	9,125	2,517	6,608
Total cemetery	17,000	17,000	4,350	12,650
Other:				
Other services and charges	250	250	-	250
Linwood Family Fun Day	22,500	22,500	25,325	(2,825)
Total other	22,750	22,750	25,325	(2,575)
Total general government	734,315	734,315	701,921	32,394
Public safety:				
Animal control and bounty	3,000	3,000	-	3,000
Civil defense	2,500	2,500	-	2,500
Firefighter equipment and expenses	1,000	1,000	41,468	(40,468)
Total public safety	6,500	6,500	41,468	(34,968)
Public works:				
Wages and benefits	106,135	106,135	86,849	19,286
Other services and charges	247,165	247,165	234,061	13,104
Capital outlay	200	200	15,467	(15,267)
Total public works	353,500	353,500	336,377	17,123
Recycling:				
Wages and benefits	-	-	66,232	(66,232)
Other services and charges	-	-	43,999	(43,999)
Capital outlay	-	-	33,712	(33,712)
Total recycling	0	0	143,943	(143,943)
Parks and recreation:				
Wages and benefits	44,103	44,103	21,969	22,134
Other services and charges	35,400	35,400	112,573	(77,173)
Capital outlay	2,080	2,080	5,961	(3,881)
Total parks and recreation	81,583	81,583	140,503	(58,920)
Senior activities:				
Wages and benefits	46,646	46,646	31,461	15,185
Other services and charges	25,906	25,906	15,222	10,684
Total senior activities	72,552	72,552	46,683	25,869
Total expenditures	1,248,450	1,248,450	1,410,895	(162,445)
Net change in fund balance	($559,344)	($559,344)	27,974	$587,318
Fund balance - January 1			1,261,283	
Fund balance - December 31			$1,289,257	

See accompanying notes to the required supplementary information.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - FIRE FUND
For The Year Ended December 31, 2025

Statement 7

	Budgeted Amounts		2025 Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
General property taxes	$275,000	$275,000	$275,000	$ -
Intergovernmental	5,000	5,000	73,634	68,634
Investment earnings	500	500	339	(161)
Miscellaneous	-	-	3,694	3,694
Total revenues	280,500	280,500	352,667	72,167
Expenditures:				
Public safety - current	352,062	352,062	293,104	58,958
Capital outlay	5,000	5,000	36,538	(31,538)
Total expenditures	357,062	357,062	329,642	27,420
Net change in fund balance	($76,562)	($76,562)	23,025	$99,587
Fund balance - January 1			105,045	
Fund balance - December 31			$128,070	

See accompanying notes to the required supplementary information.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - POLICE FUND
For The Year Ended December 31, 2025

Statement 8

	Budgeted Amounts		2025 Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
General property taxes	$316,500	$316,500	$300,000	($16,500)
Investment earnings	200	200	54	(146)
Total revenues	316,700	316,700	300,054	(16,646)
Expenditures:				
Public safety - current	300,000	300,000	339,976	(39,976)
Capital outlay	-	-	-	-
Total expenditures	300,000	300,000	339,976	(39,976)
Net change in fund balance	$16,700	$16,700	(39,922)	($56,622)
Fund balance - January 1			104,314	
Fund balance - December 31			$64,392	

See accompanying notes to the required supplementary information.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY -
GENERAL EMPLOYEES RETIREMENT FUND
For The Last Ten Years

Statement 9

Measurement Date June 30,	Fiscal Year Ending December 31,	Township's Proportionate Share (Percentage) of the Net Pension Liability	Township's Proportionate Share (Amount) of the Net Pension Liability (a)	State's Proportionate Share (Amount) of the Net Pension Liability Associated with Township (b)	Township's Proportionate Share of the Net Pension Liability and the State's Proportionate Share of the Net Pension Liability Associated with Township (a+b)	Covered Payroll (c)*	Township's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll ((a+b)/c)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2016	2016	0.0044%	$357,258	$4,606	$361,864	$268,533	134.8%	68.9%
2017	2017	0.0044%	280,893	3,513	284,406	282,547	100.7%	75.9%
2018	2018	0.0044%	244,094	8,105	252,199	306,347	82.3%	79.5%
2019	2019	0.0045%	248,796	7,666	256,462	347,027	73.9%	80.2%
2020	2020	0.0048%	287,782	8,967	296,749	300,453	98.8%	79.1%
2021	2021	0.0040%	170,818	5,188	176,006	297,400	59.2%	87.0%
2022	2022	0.0046%	364,322	10,828	375,150	397,227	94.4%	76.7%
2023	2023	0.0052%	290,779	7,951	298,730	421,107	70.9%	83.1%
2024	2024	0.0052%	192,582	4,960	197,542	440,880	44.8%	89.1%
2025	2025	0.0042%	138,627	3,344	141,971	405,853	35.0%	90.8%

* During the current year, management identified that covered payroll reported in prior years was not based on the appropriate reporting period for the Schedule of Proportionate Share of the Net Pension Liability. Current-year covered payroll has been updated to reflect the payroll associated with PERA's measurement period. Prior-year amounts have not been restated.

See accompanying notes to the required supplementary information.

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LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PENSION CONTRIBUTIONS - GENERAL EMPLOYEES RETIREMENT FUND
For The Last Ten Years

Statement 10

Fiscal Year Ending December 31,	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
2016	$20,140	$20,140	$ -	$268,533	7.5%
2017	21,191	21,191	-	282,547	7.5%
2018	22,976	22,976	-	306,347	7.5%
2019	26,027	26,027	-	347,027	7.5%
2020	22,534	22,534	-	300,453	7.5%
2021	22,305	22,305	-	297,400	7.5%
2022	29,792	29,792	-	397,227	7.5%
2023	31,583	31,583	-	421,107	7.5%
2024	33,066	33,066	-	440,880	7.5%
2025	24,593	23,727	866	327,907	7.2%

See accompanying notes to the required supplementary information.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS -
LINWOOD FIRE RELIEF ASSOCIATION
For The Last Ten Years

Fiscal year ending - December 31:	2025	2024	2023 & 2022 *
Measurement date - December 31:	2024	2023	2022
Total pension liability:			
Service cost	$41,036	$35,296	$35,296
Interest on pension liability	43,576	50,128	55,103
Changes of benefit terms	-	-	-
Actuarial Experience (Gains) losses	101,635	(105,246)	(38,876)
Changes in benefit level	-	38,647	-
Benefit payments	(147,512)	(120,000)	(148,880)
Net change in total pension liability	38,735	(101,175)	(97,357)
Total pension liability - beginning	758,987	860,162	957,519
Total pension liability - ending (a)	$797,722	$758,987	$860,162
Plan fiduciary net position:			
Contributions - State of Minnesota	$46,173	$42,871	$36,174
Net investment income (loss)	79,242	115,616	(160,914)
Benefit payments	(147,512)	(120,000)	(148,880)
Administrative expense	(2,820)	-	(904)
Net change in plan fiduciary net position	(24,917)	38,487	(274,524)
Plan fiduciary net position - beginning	872,163	833,676	1,108,200
Plan fiduciary net position - ending (b)	$847,246	$872,163	$833,676
Net pension asset (liability) - ending (b) - (a)	$49,524	$113,176	($26,486)
Plan fiduciary net position as a percentage of the total pension liability	106%	115%	97%
Covered payroll	N/A	N/A	N/A
Net pension liability as a percentage of covered employee payroll	N/A	N/A	N/A

N/A - the Linwood Township Fire Department is comprised of paid on-call firefighters whose pay does not meet the definition of covered payroll.

* Prior to 2023, the fiscal year end and measurement date were the same. However, 2023 plan information from PERA was not available and therefore, 2022 amounts were re-reported in the Township's 2023 financial statements.

See accompanying notes to the required supplementary information.

2021	2020	2019	2018	2017	2016	2015
2021	2020	2019	2018	2017	2016	2015
$36,601	$33,236	$35,009	$32,721	$26,044	$26,047	$26,178
49,433	46,074	48,394	45,805	42,320	37,960	35,935
100,612	-	-	130,607	-	-	-
(16,417)	(20,181)	(3,940)	(49,758)	(8,290)	22,109	(844)
-	-	-	-	-	-	-
-	(13,000)	(219,720)	(17,320)	-	(26,880)	(27,880)
170,229	46,129	(140,257)	142,055	60,074	59,236	33,389
787,290	741,161	881,418	739,363	679,289	620,053	586,664
$957,519	$787,290	$741,161	$881,418	$739,363	$679,289	$620,053
$34,936	$35,143	$31,415	$28,864	$28,870	$27,922	$27,829
95,788	123,620	153,068	(34,116)	101,596	49,017	1,639
-	(13,000)	(219,720)	(17,320)	-	(26,880)	(27,880)
(986)	(921)	(984)	(1,011)	(1,007)	(1,014)	(983)
129,738	144,842	(36,221)	(23,583)	129,459	49,045	605
978,462	833,620	869,841	893,424	763,965	714,920	714,315
$1,108,200	$978,462	$833,620	$869,841	$893,424	$763,965	$714,920
$150,681	$191,172	$92,459	($11,577)	$154,061	$84,676	$94,867
116%	124%	112%	99%	121%	112%	112%
N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A

See accompanying notes to the required supplementary information.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS - LINWOOD FIRE RELIEF ASSOCIATION
For The Last Ten Years

Statement 12

Fiscal Year Ending December 31,	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	Covered Payroll (c)	Contributions as a Percentage of Covered-Employee Payroll (b/c)
2016	$ -	$ -	$ -	N/A	N/A
2017	-	-	-	N/A	N/A
2018	-	-	-	N/A	N/A
2019	-	-	-	N/A	N/A
2020	-	-	-	N/A	N/A
2021	-	-	-	N/A	N/A
2022	-	-	-	N/A	N/A
2023	-	-	-	N/A	N/A
2024	-	-	-	N/A	N/A
2025	-	-	-	N/A	N/A

N/A - the Linwood Township Fire Department is comprised of paid on-call firefighters, whose pay does not meet the definition of covered payroll.

See accompanying notes to the required supplementary information.

Note A LEGAL COMPLIANCE – BUDGETS

Linwood Township's budget is legally adopted on a basis consistent with accounting principles generally accepted in the United States of America. The legal level of budgetary control is at the fund level.

Note B PENSION INFORMATION

PERA – General Employees Retirement Fund

2025 Changes in Actuarial Assumptions:

- The combined service annuity loading factors increased from 15% to 19% for vested terminated members and from 3% to 44% for non-vested, terminated members.
- The assumed post-retirement benefit increase changed from 1.25% to 1.50%.

2025 Changes in Plan Provisions:

- The post-retirement benefit increase formula changed to 100% of the Social Security annual increase, between 1.00% and 1.75%, beginning January 1, 2026. If the funded ratio (on a market value of assets basis) is less than 85% for the last two consecutive annual valuations or is less than 80% in the most recent actuarial valuation, the maximum is reduced to 1.50%. Previously, the benefit increase was 50% of the Social Security annual increase, between 1.00% and 1.50%.
- The 1.00% additional employer contribution is eliminated when the plan reaches 98% funded status (on an actuarial value of assets basis); this contribution was previously scheduled to stop when the plan reached 100% funded status.

2024 Changes in Actuarial Assumptions:

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

2024 Changes in Plan Provisions:

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

2023 Changes in Actuarial Assumptions:

- The investment return assumption and single discount rate were changed from 6.50% to 7.00%.

2023 Changes in Plan Provisions:

- An additional one-time direct state aid contribution of $170.1 million was contributed to the Plan on October 1, 2023.
- The vesting period of those hired after June 30, 2010, was changed from five years of allowable service to three years of allowable service.
- The benefit increase delay for early retirements on or after January 1, 2024, was eliminated.
- A one-time, non-compounding benefit increase of 2.50% minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

2022 Changes in Actuarial Assumptions:

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

2021 Changes in Actuarial Assumptions:

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

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.

2020 Changes in Plan Provisions:

- Augmentation for current privatized members was reduced to 2.00% for the period July 1, 2020, through December 31, 2023, and 0.00% after. Augmentation was eliminated for privatizations occurring after June 30, 2020.

2019 Changes in Actuarial Assumptions:

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

2019 Changes in Plan Provisions:

- The employer supplemental contribution was changed prospectively, decreasing from $31 million to $21 million per year. The State's special funding contribution was changed prospectively, requiring $16 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.

2018 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.
- Annual increases were changed from 1.00% per year with a provision to increase to 2.50% upon attainment of 90% funding ratio to 50% 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% for vested and non-vested deferred members. The revised CSA loads 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 annual increase rate was changed from 1.00% per year for all years to 1.00% per year through 2044 and 2.50% per year thereafter.

2017 Changes in Plan Provisions:

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

2016 Changes in Actuarial Assumptions:

- The assumed annual 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 was changed from 7.90% to 7.50%.
- Other assumptions were changed pursuant to the experience study dated June 30, 2015. The assumed future salary increases, payroll growth, and inflation were decreased by 0.25% to 3.25% for payroll growth and 2.50% for inflation.

PERA – Statewide Volunteer Firefighter Retirement Plan

There have been no significant changes in actuarial assumptions relating to this plan.

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COMBINING AND INDIVIDUAL NONMAJOR FUND STATEMENTS AND SCHEDULES

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2025

Statement 13

	Special Revenue	Capital Projects	Total Governmental Funds
Assets			
Cash and investments	$251,211	$258,647	$509,858
Due from other governments	87,628	-	87,628
Prepaid items	634	-	634
Total assets	$339,473	$258,647	$598,120
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Liabilities:			
Accounts payable	$34,277	$ -	$34,277
Salaries payable	702	-	702
Total liabilities	34,979	0	34,979
Fund balance:			
Nonspendable	634	-	634
Assigned	305,685	258,647	564,332
Unassigned	(1,825)	-	(1,825)
Total fund balance	304,494	258,647	563,141
Total liabilities, deferred inflows of resources, and fund balance	$339,473	$258,647	$598,120

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA **Statement 14**
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
For The Year Ended December 31, 2025

	Special Revenue	Capital Projects	Total Governmental Funds
Revenues:			
General property taxes	$105,000	$ -	$105,000
Intergovernmental	87,628	-	87,628
Charges for services	31,407	-	31,407
Investment earnings	265	817	1,082
Miscellaneous	21,549	-	21,549
Total revenues	245,849	817	246,666
Expenditures:			
Current:			
General government	36,463	-	36,463
Public safety	-	8,143	8,143
Capital outlay:	-	8,464	8,464
Total expenditures	36,463	16,607	53,070
Revenues over (under) expenditures	209,386	(15,790)	193,596
Fund balance - January 1, as previously reported	160,688	630,862	791,550
Change within financial reporting entity (removal of funds - see note 14)	(125,515)	-	(125,515)
Change within financial reporting entity (nonmajor to major fund - see note 14)	-	(356,425)	(356,425)
Error correction (see note 15)	59,935	-	59,935
Fund balance - January 1, as restated	95,108	274,437	369,545
Fund balance - December 31	$304,494	$258,647	$563,141

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LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
SUBCOMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
December 31, 2025

Statement 15

	Recycling	Recycling Capital	Escrow	Total Governmental Funds
Assets				
Cash and investments	$189,781	$32,080	$29,350	$251,211
Due from other governments	87,628	-	-	87,628
Prepaid items	634	-	-	634
Total assets	$278,043	$32,080	$29,350	$339,473
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	$3,102	$ -	$31,175	$34,277
Salaries payable	702	-	-	702
Total liabilities	3,804	0	31,175	34,979
Fund balance:				
Nonspendable	634	-	-	634
Assigned	273,605	32,080	-	305,685
Unassigned	-	-	(1,825)	(1,825)
Total fund balance	274,239	32,080	(1,825)	304,494
Total liabilities, deferred inflows of resources, and fund balance	$278,043	$32,080	$29,350	$339,473

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
SUBCOMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
For The Year Ended December 31, 2025

	Senior Center	Parks and Recreation
Revenues:		
General property taxes		
Intergovernmental		
Charges for services		
Investment earnings		
Miscellaneous		
Total revenues		
Expenditures:		
Current:		
General government		
Total expenditures		
Revenues over (under) expenditures		
Fund balance - January 1, as previously reported	60,064	65,451
Change within financial reporting entity (removal of funds - see note 14)	(60,064)	(65,451)
Error correction (see note 15)	-	-
Fund balance - January 1, as restated	-	-
Fund balance - December 31	$ -	$ -

Recycling	Recycling Capital	Escrow	Total Governmental Funds
$105,000	$ -	$ -	$105,000
87,628	-	-	87,628
31,407	-	-	31,407
165	100	-	265
21,549	-	-	21,549
245,749	100	-	245,849
36,463	-	-	36,463
36,463	-	-	36,463
209,286	100	-	209,386
64,953	(27,955)	(1,825)	160,688
-	-	-	(125,515)
-	59,935	-	59,935
64,953	31,980	(1,825)	95,108
$274,239	$32,080	($1,825)	$304,494

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
SUBCOMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
December 31, 2025

Statement 17

	Park Dedication	Building Capital	Total Governmental Funds
Assets			
Cash and investments	$27,601	$231,046	$258,647
Total assets	$27,601	$231,046	$258,647
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Fund balance:			
Assigned	27,601	231,046	258,647
Total fund balance	27,601	231,046	258,647
Total liabilities, deferred inflows of resources, and fund balance	$27,601	$231,046	$258,647

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
SUBCOMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR CAPITAL PROJECTS FUNDS
For The Year Ended December 31, 2025

Statement 18

	Capital Improvement	Park Dedication	Building Capital	Total Governmental Funds
Revenues:				
Investment earnings		$94	$723	$817
Total revenues		94	723	817
Expenditures:				
Current:				
Public safety		-	8,143	8,143
Capital outlay:		-	8,464	8,464
Total expenditures		-	16,607	16,607
Revenues over (under) expenditures		94	(15,884)	(15,790)
Fund balance - January 1, as previously reported	356,425	27,507	246,930	630,862
Change within financial reporting entity (nonmajor to major fund - see note 14)	(356,425)	-	-	(356,425)
Fund balance - January 1, as restated	-	27,507	246,930	274,437
Fund balance - December 31	$ -	$27,601	$231,046	$258,647

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA **Statement 19**
SPECIAL REVENUE FUND - RECYCLING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For The Year Ended December 31, 2025

	Budgeted Amounts		2025 Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
General property taxes	$105,000	$105,000	$105,000	$ -
Intergovernmental	55,000	55,000	87,628	32,628
Charges for services	40,000	40,000	31,407	(8,593)
Investment earnings	-	-	165	165
Miscellaneous	-	-	21,549	21,549
Total revenues	200,000	200,000	245,749	45,749
Expenditures:				
General government	139,536	139,536	36,463	103,073
Net change in fund balance	$60,464	$60,464	209,286	$148,822
Fund balance - January 1			64,953	
Fund balance - December 31			$274,239	

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
SPECIAL REVENUE FUND - RECYCLING CAPITAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For The Year Ended December 31, 2025

Statement 20

	Budgeted Amounts		2025 Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
General property taxes	$10,000	$10,000	$ -	($10,000)
Investment earnings	-	-	100	100
Total revenues	10,000	10,000	100	(9,900)
Net change in fund balance	$10,000	$10,000	100	($9,900)
Fund balance - January 1, as previously reported			(27,955)	
Error correction (see note 15)			59,935	
Fund balance - January 1, as restated			31,980	
Fund balance - December 31			$32,080	

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA **Statement 21**
CAPITAL PROJECTS FUND - ROAD AND BRIDGE CAPITAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For The Year Ended December 31, 2025

	Budgeted Amounts		2025 Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
General property taxes	$574,700	$574,700	$317,250	($257,450)
Investment earnings	300	300	1,334	1,034
Total revenues	575,000	575,000	318,584	(256,416)
Expenditures:				
General government	55,000	55,000	-	55,000
Capital outlay	695,000	695,000	-	695,000
Total expenditures	750,000	750,000	-	750,000
Net change in fund balance	($175,000)	($175,000)	318,584	$493,584
Fund balance - January 1			330,123	
Fund balance - December 31			$648,707	

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA **Statement 22**
CAPITAL PROJECTS FUND - FIRE EQUIPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For The Year Ended December 31, 2025

	Budgeted Amounts		2025 Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
General property taxes	$100,000	$100,000	$100,000	$ -
Investment earnings	200	200	635	435
Total revenues	100,200	100,200	100,635	435
Expenditures:				
General government	-	-	30,035	(30,035)
Capital outlay	100,000	100,000	491,974	(391,974)
Total expenditures	100,000	100,000	522,009	(422,009)
Net change in fund balance	$200	$200	(421,374)	($421,574)
Fund balance - January 1			601,421	
Fund balance - December 31			$180,047	

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA **Statement 23**
CAPITAL PROJECTS FUND - CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For The Year Ended December 31, 2025

	Budgeted Amounts		2025 Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
General property taxes	$20,750	$20,750	$742	($20,008)
Intergovernmental	-	-	45,897	45,897
Investment earnings	1,500	1,500	1,168	(332)
Total revenues	22,250	22,250	47,807	25,557
Expenditures:				
Capital outlay	10,000	10,000	24,349	(14,349)
Net change in fund balance	$12,250	$12,250	23,458	$11,208
Fund balance - January 1			356,425	
Fund balance - December 31			$379,883	

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
CAPITAL PROJECTS FUND - BUILDING CAPITAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For The Year Ended December 31, 2025

Statement 24

	Budgeted Amounts		2025 Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
General property taxes	$20,000	$20,000	$ -	($20,000)
Investment earnings	500	500	723	223
Total revenues	20,500	20,500	723	(19,777)
Expenditures:				
Public safety	25,000	25,000	8,143	16,857
Capital outlay	75,000	75,000	8,464	66,536
Total expenditures	100,000	100,000	16,607	83,393
Net change in fund balance	($79,500)	($79,500)	(15,884)	$63,616
Fund balance - January 1			246,930	
Fund balance - December 31			$231,046	

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OTHER REQUIRED REPORTS

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REDPATH AND COMPANY

REPORT ON INTERNAL CONTROL

To the Town Board
Linwood Township
Anoka County, Minnesota

In planning and performing our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Linwood Township as of and for the year ended December 31, 2025, in accordance with auditing standards generally accepted in the United States of America, we considered Linwood Township's system of internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Linwood Township's internal control. Accordingly, we do not express an opinion on the effectiveness of Linwood Township's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control described in the schedule of findings and responses as items 2025-002 and 2025-003 to be material weaknesses.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control described in the schedule of findings and responses as items 2025-001 and 2025-004 to be significant deficiencies.

Linwood Township's responses to the findings identified in our audit are described in the schedule of findings and responses. The responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

This communication is intended solely for the information and use of the Board of Supervisors, management, and others within the organization, and is not intended to be, and should not be, used by anyone other than these specified parties.

Redpath and Company LLC

REDPATH AND COMPANY, LLC
St. Paul, Minnesota

August 13, 2026

REDPATH AND COMPANY

MINNESOTA LEGAL COMPLIANCE REPORT

To the Town Board
Linwood Township
Anoka County, Minnesota

We have audited, in accordance with auditing standards generally accepted in the United States of America the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Linwood Township as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise Linwood Township's basic financial statements, and have issued our report thereon dated August 13, 2026.

In connection with our audit, we noted that Linwood Township failed to comply with provisions of the claims and disbursements section of the *Minnesota Legal Compliance Audit Guide for Towns,* promulgated by the State Auditor pursuant to Minnesota Statute § 6.65, insofar as they relate to accounting matters as described in the schedule of findings and responses as item 2025-005. Also, in connection with our audit, nothing came to our attention that caused us to believe that Linwood Township failed to comply with the provisions of the contracting– bid laws, depositories of public funds and public investments, conflicts of interest, public indebtedness, and miscellaneous provisions, sections of the *Minnesota Legal Compliance Audit Guide for Towns*, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding Linwood Township's noncompliance with the above referenced provisions, insofar as they relate to accounting matters.

Linwood Township's response to the findings identified in our audit is described in the schedule of findings and responses as item 2025-005. Linwood Township's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of those charged with governance and management of Linwood Township and the State Auditor and is not intended to be, and should not be, used by anyone other than these specified parties.

Redpath and Company LLC

REDPATH AND COMPANY, LLC
St. Paul, Minnesota

August 13, 2026

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LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended December 31, 2025

2025-001 SEGREGATION OF DUTIES

Criteria: Generally, a system of internal control contemplates separation of duties such that no one individual has responsibility to initiate a transaction, maintain custody of the related asset, authorize transactions, and record transactions in the accounting records.

Condition: Due to the limited number of personnel, the Township is not able to achieve an ideal segregation of accounting and financial reporting responsibilities. As a result, certain internal control duties are concentrated among a small number of individuals.

Cause: Segregation of duties limitations are common in organizations of the Township's size because staffing levels do not permit a complete separation of financial responsibilities.

Effect: The lack of an ideal segregation of duties increases the risk that errors or irregularities could occur and not be detected in a timely manner.

Recommendation: We recommend that the Town Board continue to be actively involved in the oversight of financial activities and review key financial information, reconciliations, disbursements, and other supporting documentation. Any additional internal control procedures should be evaluated from a cost-benefit perspective.

Management Response: The Township recognizes the limitations caused by its size and staffing levels. While a complete segregation of duties is not practical, management and the Town Board have implemented compensating controls, including review of financial reports, bank reconciliations, and disbursement activity, to provide additional oversight of financial operations.

2025-002 ACCOUNT RECONCILIATION

Criteria: A system of internal control should include procedures to reconcile and support significant account balances on a regular basis. Supporting records should be maintained in sufficient detail to allow management to verify the accuracy and completeness of financial statement balances.

Condition: During our audit, we noted that the Township did not maintain sufficient supporting schedules and reconciliations for certain account balances, including escrow deposits and capital assets. In addition, during the final reconciliation process, the Township voided multiple payment items that had originated throughout the year, including items identified as duplicates. As a result, management was unable to readily support certain year-end balances and reconciling items were not consistently identified and resolved during the year.

Cause: The Township has not established and consistently maintained detailed subsidiary records and account reconciliations for certain balance sheet accounts and reconciling items. Additionally, historical records necessary to support beginning and ending balances were not always available or complete, and outstanding or duplicate payment items were not consistently reviewed and resolved as part of the regular reconciliation process.

Effect: Without adequate reconciliations and supporting documentation, there is an increased risk that errors or omissions in significant account balances may occur and not be detected on a timely basis. In addition, the preparation of accurate financial statements may be more difficult and time consuming. The lack of detailed capital asset records resulted in a modification to the audit opinion.

Recommendation: We recommend the Township establish and maintain detailed supporting schedules for significant balance sheet accounts, including escrow deposits and capital assets. These schedules should be reconciled periodically to the general ledger and reviewed by management. We also recommend the Township review outstanding checks, voided items, duplicate payments, and other reconciling items as part of each monthly reconciliation process and retain documentation supporting the resolution of those items.

Management Response: The Township recognizes the need to improve the documentation and reconciliation of significant account balances. Management will continue efforts to develop and maintain supporting schedules for escrow deposits, capital assets, and other significant accounts. Management will also review outstanding checks, voided items, duplicate payments, and other reconciling items periodically to improve the accuracy and completeness of financial reporting.

LINWOOD TOWNSHIP
ANOKA COUNTY, MINNESOTA
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended December 31, 2025

2025-003 MATERIAL AUDIT ADJUSTMENTS

Criteria: An entity's system of internal controls should allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis.

Condition: During our audit, material adjustments were identified and recorded to properly state certain account balances and financial statement amounts. These adjustments were identified through audit procedures and were not detected through the Township's normal year-end financial reporting process.

- $51,035 correction to accounts payable
- $181,982 correction to due from other governments
- $59,935 correction to beginning fund balance and net position
- $41,468 to recognize state pension aid passed through to the fire relief

Cause: Controls over the year-end financial reporting process were not operating effectively to ensure all account balances and financial statement amounts were accurately analyzed and reported prior to the audit

Effect: The inability to identify and correct material misstatements as part of the Township's normal financial reporting process increases the risk that the financial statements may not be presented in accordance with generally accepted accounting principles. As a result, material audit adjustments were required.

Recommendation: We recommend the Township continue to improve its year-end financial reporting process through timely review of account balances, preparation of supporting schedules, and implementation of procedures designed to identify potential misstatements prior to the annual audit.

Management Response: The Township acknowledges the finding and will continue to improve year-end financial reporting procedures, including the review of significant account balances and financial statement information, to reduce the likelihood of material audit adjustments in future years.

2025-004 FAILURE TO REPORT EARNINGS AND CONTRIBUTIONS TO PERA

Criteria: In accordance with Minnesota Statutes and Public Employees Retirement Association (PERA) requirements, employers are required to accurately and timely report payroll information and remit required employer and employee pension contributions to PERA.

Condition: During our audit, we noted that payroll information and related pension contributions associated with three payroll periods were not reported to PERA on a timely basis. As a result, a contribution deficiency of $866 existed as of December 31, 2025. The outstanding amount was subsequently remitted to PERA during 2026.

Cause: The Township did not have adequate procedures in place to ensure all payroll periods were timely reported to PERA and that corresponding employer and employee contributions were remitted in accordance with PERA requirements.

Effect: Failure to timely report payroll and remit pension contributions increases the risk of inaccurate pension reporting, noncompliance with PERA requirements, and the assessment of interest or penalties.

Recommendation: We recommend the Township strengthen review and monitoring procedures over payroll reporting to ensure all payroll activity is reported to PERA timely and that required employer and employee contributions are remitted in accordance with PERA requirements.

Management Response: Management agrees with the finding. The unpaid contribution amount was remitted subsequent to year-end. The Township will implement additional monitoring and review procedures to ensure payroll information and related pension contributions are reported and remitted to PERA on a timely basis going forward.

2025-005 PROMPT PAYMENT OF LOCAL GOVERNMENT BILLS

Criteria: Minnesota State Statutes require prompt payment of local government bills. MS 471.425 Subd. 2. Reads in part:

> **Subd. 2.**Payment required.
>
> A municipality must pay each vendor obligation according to the terms of the contract or, if no contract terms apply, within the standard payment period unless the municipality in good faith disputes the obligation.
>
> ...
>
> (a) For municipalities who have governing boards which have regularly scheduled meetings at least once a month, the standard payment period is defined as within 35 days of the date of receipt.

Condition: During the course of our audit, we identified certain invoices and obligations that were not paid within the standard payment period. In addition to the PERA payments identified in finding 2025-004, three of fifteen non-PERA payments tested were not paid within the required timeframe.

Cause: Our understanding is that while the underlying invoices were provided to the third party accountant, they were not labeled in a manner that allowed the accountant to identify them for payment.

Effect: The Township is not in compliance with Minnesota State Statute 471.425.

Recommendation: We recommend the Township establish procedures to ensure all invoices are properly labeled when being provided to the third party accountant.

Management Response: The Township acknowledges the finding. Management will work to strengthen processes surrounding invoice payments.

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BUDGET MEMO

TO: TOWN BOARD AND TOWNSHIP RESIDENTS

FROM: ABDO FINANCIAL SOLUTIONS, LLC

SUBJECT: PRELIMINARY 2027 BUDGET

DATE: SEPTEMBER 8, 2026

Executive Summary

The proposed 2027 budget is designed to accomplish three primary goals:

1. Continue providing current Township services while maintaining a balanced operating budget.

2. Establish a long-term financial planning framework that allows the Township to save for future equipment, facility, road, and infrastructure needs.

3. Represent a new, enhanced accounting framework that will improve operational efficiency, elevate financial reporting, and set the stage for sound financial modeling.

The approved 2027 property tax levy totals $2,414,327, an increase of $314,327 (14.97%) over the 2026 levy. The increase is largely attributable to the creation of dedicated capital funding sources for future infrastructure and equipment replacement needs.

Preliminary

This budget represents an initial planning document and is intended to establish the Township's preliminary 2027 budget allocation based on the approved 2027 levy voted on during the annual town hall. Additional refinements may occur following Board discussion, review of annual financial activity, and completion of capital improvement planning activities.

Historically, the Township has focused primarily on annual operating budgets and has often relied on available reserves, one-time funding sources, or reallocations when significant capital purchases became necessary.

Recent discussions highlighted the need to improve long-term financial planning to better prepare for future equipment replacements, facility needs, road improvements, and other major projects.

A recent example is the Township's fire truck purchase, which required the use of ARPA funding and capital resources that had originally been established for other purposes. Township leadership expressed a desire to move toward a more structured approach that saves for future replacements over time rather than relying on one-time funding solutions.

The proposed 2027 budget begins that transition.

Town Accounting Structure

An important objective of the town board's transition to a new accounting system was to improve the chart of accounts for better transparency and enhanced viability. The town made several changes to its accounting structure to enhance financial reporting, and improve financial planning for capital needs. While Township resources may be combined into a single bank account, revenues and expenditures are tracked through separate accounting funds which are established for specific functions and purposes.

As part of the Township's conversion to Sage Intacct, the Township reviewed its accounting structure and simplified several funds to improve financial reporting, transparency, and long-term planning.

Historically, the Township maintained a larger number of separate operating funds. During the software conversion, Township staff and Abdo advisors evaluated how these activities were being managed and determined that several functions could be more effectively tracked as departments within the General Fund rather than as standalone funds.

As a result, the following formerly separate funds are now reported as departments with the General Fund:

- Road & Bridge
- Building Department
- Senior Center
- Cemetery
- Parks & Recreation

This change did not eliminate these services or reduce Board oversight. Rather, it allows the Township to continue tracking revenues and expenditures for each activity while simplifying financial reporting and providing a clearer picture of overall Township operations.

The Township's current accounting structure is designed to maintain separate funds only where there is a distinct operational, legal, financial, or regulatory purpose. The Township's funds generally fall into three categories: Operating Funds, Capital Funds, and Special Purpose Funds. Each category serves a different purpose and helps ensure Township resources are properly tracked and managed.

The operating and capital funds with their fund numbers are listed on the next page.

Preliminary

Operating Funds:

Operating funds support the Township's day-to-day services and annual operations.

Fund 100 – General Fund

- General Government
- Town Board
- Boards and Commission
- Clerk
- Planning and Zoning
- General Government Buildings
- Elections
- Fire Administration
- Building Inspections Administration
- Public Works
- Road and Bridge
- Recycling Administration
- Community Celebrations
- Senior Citizens Recreation
- Parks and Recreation
- Cemetery
- Communications

Fund 225 – Fire Fund

- Fire operations and emergency services

Fund 232 – Police Fund

- Law enforcement services

Fund 245 – Recycling Fund

- Recycling and waste management operations

Preliminary

Capital Funds

Capital funds are used to accumulate resources for major equipment purchases, infrastructure improvements, and facility replacement needs.

Fund 401 – General Capital Projects Fund

- Existing capital reserves and general projects

Fund 404 – Park Dedication Fund

- Future park improvements and park-related capital needs

Fund 406 – Road & Bridge Capital Fund

- Major road and transportation infrastructure projects

Fund 410 – Building Capital Fund

- Township facility improvements and replacement needs

Fund 411 – Fire Capital Fund

- Fire apparatus, equipment, and facility replacement

Fund 415 – Recycling Capital Fund

- Future recycling capital needs

Preliminary

Special Purpose Funds

Special purpose funds are used to account for resources that are legally restricted, grant-funded, or designated for specific purposes outside of normal Township operations.

Fund 810 – Escrow Fund

- Deposits held on behalf of property owners, developers, or other parties until specific requirements are satisfied.

Separating operating and capital funding allows the Township to plan ahead for large purchases and reduce reliance on emergency funding measures. This concept was identified as a key budget priority during previous Board discussions.

Summary of Funds by Category

Category	Funds
Operating Funds	100 General 225 Fire 232 Police 245 Recycling
Capital Funds	401 General Capital Projects 404 Park Dedication 406 Road & Bridge Capital 410 Building Capital 411 Fire Capital 415 Recycling Capital
Special Purpose Funds	810 Escrow

Preliminary

Major Budget Drivers for 2027

General Fund Operations

Revenue Projections

Revenue estimate include:

- Property taxes
- Licenses and permits
- Charges for services
- State aids
- Interest earnings
- Other miscellaneous revenues

Building permit revenue projections will continue to be monitored and updated based on actual activity levels to ensure budget assumptions remain reasonable.

Expenditures Projections

The proposed General Fund budget increase is approximately 6%, with expenditures increasing from approximately $1.72 million to $1.82 million. Major factors include:

- General government operations
- Ongoing personnel costs
- Professional services
- Road and bridge maintenance
- Community programs and events

The budget assumes continuation of existing service levels while reflecting normal operating cost increases.

Preliminary

Personnel Planning

The Township currently anticipates:

- Three full-time administrative employees
- Five part-time administrative employees

Staffing levels will continue to be evaluated as the organization adjusts to recent personnel changes and operational needs.

New Long-Term Capital Planning Strategy

A major component of the proposed 2027 budget is the establishment of dedicated capital funding sources. Rather than funding large projects only when needs arise, the Township would begin setting aside resources for future capital needs on an annual basis.

Proposed annual capital funding includes:

Fund	Proposed 2027 Levy
Park Dedication Fund	$30,000
Road & Bridge Capital Fund	$77,000
Building Capital Fund	$25,000
Fire Capital Fund	$145,000

These funds are intended to support future infrastructure, facilities, equipment, and vehicle replacement needs.

The Board continues to work with Town management to identify capital replacement schedules based on the useful life of assets. These estimates will drive the timing of future capital replacement.

Significant Capital Projects

Martin Lake Road Improvement Project
One of the most significant projects currently underway is the Martin Lake Road Improvement Project.

The project is estimated at approximately $1.5 million and is expected to be reimbursed through Minnesota's Local Road Improvement Program (LRIP). The Road and Bridge capital fund accurately reflect both the project expenditures and the anticipated grant reimbursement in the 2026 budget.

Because grant reimbursements offset a substantial portion of project costs, the project is not expected to create the same long-term levy impact that would occur with a locally funded project.

Preliminary

Fire Equipment Funding
The Township recently purchased a replacement fire engine 2 that is being funded over 2025 and 2026 for a total of $1 million. This is a replacement for a 1997 Freightliner. ARPA funding was previously transferred into the Fire Capital Fund and used to fund a portion of the acquisition costs. Because the final payment occurs in 2026, current projections show a temporary deficit within the Fire Capital Fund. Based on current projections, the Township would need to transfer approximately $292,280 to the Fire Capital Fund to fully fund the fire truck and restore the Fire Capital Fund to a positive position. This transfer has been modeled in the 2026 budget from the General Capital Projects fund. This could be funded through the General Fund reserves if the Town Board preferred.

Tax Levy Summary

The proposed levy allocations provide resources across both operational and capital needs. The overall levy increase reflects the Township's shift toward dedicated capital planning while maintaining ongoing service levels.

		2026 Levy	Proposed 2027 Levy	Increase (Decrease) from 2026	Percent Change from 2026
100	**General Levy**	$ 1,311,893	$ 1,462,792	$ 150,899	11.50%
225	**Fire**	403,030	339,000	(64,030)	-15.89%
232	**Police**	368,600	335,535	(33,065)	-8.97%
401	**General Capital Projects Fund**	16,477	-	(16,477)	-100.00%
404	**Park Dedication Fund**	-	30,000	30,000	100.00%
406	**Road & Bridge Capital Fund**	-	77,000	77,000	100.00%
410	**Building Capital Fund**	-	25,000	25,000	100.00%
411	**Fire Capital Fund**	-	145,000	145,000	100.00%
	Total Levy	**$ 2,100,000**	**$ 2,414,327**	**$ 314,327**	14.97%

What This Means for Taxpayers

The proposed budget does not represent a significant expansion of Township services. Instead, the budget focuses on:

- Maintaining existing service levels
- Improving long-term financial sustainability
- Increasing transparency
- Establishing dedicated funding for future capital needs
- Reducing dependence on one-time funding sources
- Improving budgeting and financial planning processes

Preliminary

The goal is to place the Township in a stronger financial position while providing residents with a clearer understanding of how tax dollars are allocated across Township services and infrastructure needs.

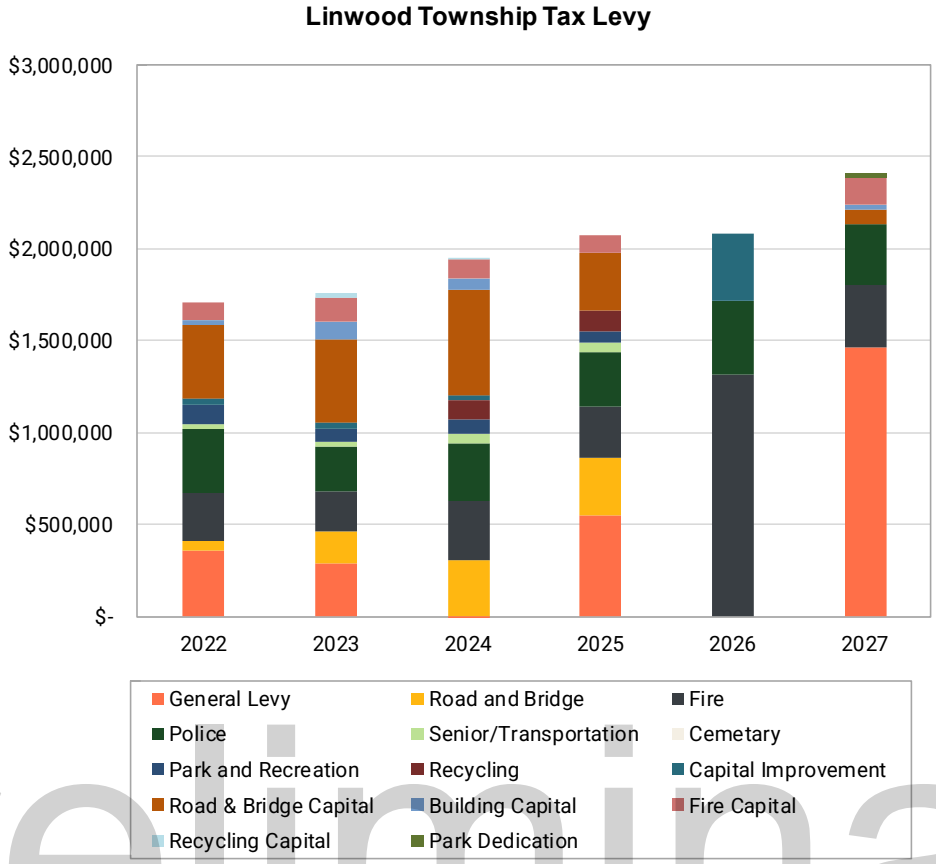
Next Steps

Before final budget adoption, the Board and staff will continue to:

- Approve the 2026 and preliminary 2027 budget allocations as presented in this memo
- Certify the preliminary 2027 levy with the county
- Continue to refine Capital Improvement Plan estimates with Management
- Continue to refine estimates around the cost to deliver services in 2027

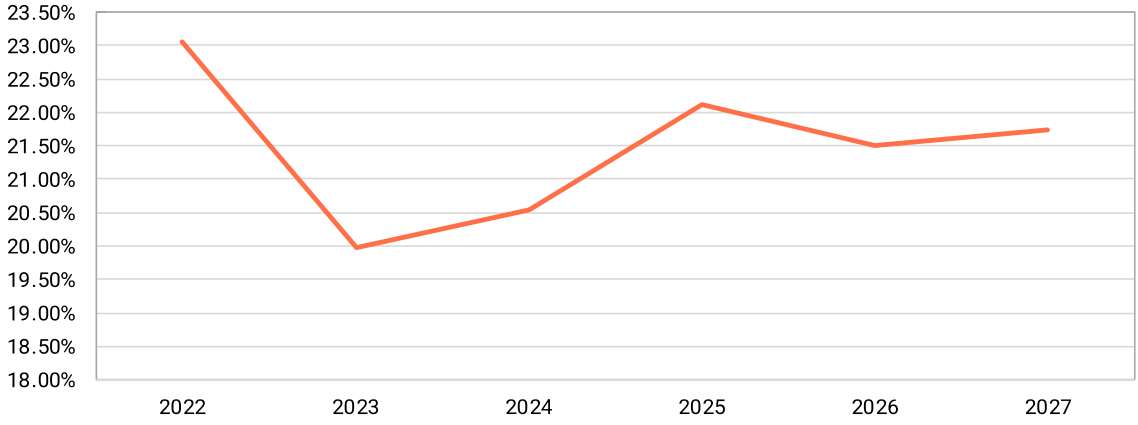
The Township's long-term objective is to establish a sustainable budgeting process that links annual operating budgets with a formal multi-year capital planning strategy.

Tax Levy Summary 2021 to 2026 Actual and 2027 Proposed



Preliminary

Tax Rate 2021 to 2026 Actual



General Fund Budget Summary

	Actual 2025	Actual as of 6.30.26	Budget 2026	Budget 2027	Amount Change	Percent Change
Revenues						
Property taxes	$ 978,407	$ 210,202	$ 1,311,893	$ 1,462,792	$ 150,899	12%
Other taxes	16,241	10,252	23,000	23,000	-	0%
Licenses and permits	132,946	40,025	93,600	135,225	41,625	44%
Intergovernmental	159,853	1,354	63,350	25,400	(37,950)	-60%
Charges for services	76,859	34,239	79,250	79,800	550	1%
Fines and forfeitures	370	-	-	-	-	0%
Interest earnings	62,867	28,868	10,300	12,000	1,700	17%
Miscellaneous	11,326	4,607	4,500	4,500	-	0%
Other financing sources	-	-	79,754	79,925	171	0%
Total Revenues	$ 1,438,869	$ 329,547	$ 1,665,647	$ 1,822,642	$ 156,995	9%

	Actual 2025	Actual as of 6.30.26	Budget 2026	Budget 2027	Amount Change	Percent Change
Expenditures						
General Government	$ 285,475	$ 240,851	$ 134,400	$ 222,039	$ 87,639	65%
Council/Town Board	414,966	28,474	42,555	44,505	1,950	5%
Boards & Commission	58	-	5,533	5,500	(33)	-1%
Clerk	93,276	47,219	209,623	212,780	3,157	2%
Planning & Zoning	132,667	3,894	135,791	129,305	(6,486)	-5%
General Gov. Buildings & Plant	162,469	9,586	45,131	42,430	(2,701)	-6%
Elections	28,961	-	40,409	40,265	(144)	0%
Fire Administration	28,491	-	1,250	-	(1,250)	-100%
Building Inspections Administration	14,419	86,398	174,795	153,145	(21,650)	-12%
Public Works	30,790	47,344	32,476	32,525	49	0%
Road & Bridge	135,676	70,557	454,136	490,693	36,556	8%
Recycling Administration	4,403	24,496	180,923	185,885	4,962	3%
Community Celebrations	30,065	-	22,700	30,265	7,565	33%
Senior Citizens Recreation	-	15,332	130,836	86,275	(44,561)	-34%
Parks & Recreation	49,179	11,119	93,857	93,465	(392)	0%
Cemetery	-	11,664	16,727	10,355	(6,372)	-38%
Communications	-	3,631	-	43,210	43,210	0%
Total Expenditures	$ 1,410,895	$ 600,566	$ 1,721,142	$ 1,822,642	$ 101,500	6%
Excess Revenues (Expenditures)	$ 27,974	$ (271,019)	$ (55,495)	$ -	$ 55,495	
Projected Cash Balance	1,341,893	1,070,874	1,286,398	1,286,398		

Preliminary

- The 2027 General Fund budget increases by $101,500 (6%), with total expenditures rising from $1.72 million to $1.82 million. Key expenditure increases include General Government (+65%), Road & Bridge (+8%), and Community Celebrations (+33%), while reductions are proposed for Senior Citizens Recreation (-34%), Cemetery (-38%), and Building Inspections Administration (-12%).

- General Fund revenues increase by $156,995 (9%), largely driven by a $150,899 increase in property tax revenue (+12%) and a 44% increase in licenses and permits. These increases help offset a significant reduction in intergovernmental revenue.

Summary Budgets for all other Funds

Summary Budgets for All Other Budgeted Funds

	Actual 2025	Actual as of 6.30.26	Budget 2026	Budget 2027
Fire Fund (225)				
Revenues	$ 352,667	$ 15	$ 410,530	$ 346,650
Expenditures	329,642	163,504	410,530	346,650
Net Revenue Over (Under) Expenditures	$ 23,025	$ (163,489)	$ -	$ -
Projected Cash Balance	$ 82,340	$ (81,149)	$ 82,340	$ 82,340
Police Fund (232)				
Revenues	$ 300,054	$ -	$ 368,700	$ 335,635
Expenditures	339,976	158,824	368,700	335,635
Net Revenue Over (Under) Expenditures	$ (39,922)	$ (158,824)	$ -	$ -
Projected Cash Balance	$ 64,524	$ (94,300)	$ 64,524	$ 64,524
Recycling Fund (245)				
Revenues	$ 245,749	$ 24,397	$ 110,000	$ 110,000
Expenditures	36,463	12,949	110,000	110,000
Net Revenue Over (Under) Expenditures	$ 209,286	$ 11,448	$ -	$ -
Projected Cash Balance	$ 189,781	$ 201,229	$ 189,781	$ 189,781
General Capital Projects Fund (401)				
Revenues	$ 47,807	$ -	$ -	$ -
Expenditures	24,349	-	292,280	-
Net Revenue Over (Under) Expenditures	$ 23,458	$ -	$ (292,280)	$ -
Projected Cash Balance	$ 333,986	$ 333,986	$ 41,706	$ 41,706
Park Dedication Fund (404)				
Revenues	$ 94	$ -	$ -	$ 30,000
Expenditures	-	-	-	-
Net Revenue Over (Under) Expenditures	$ 94	$ -	$ -	$ 30,000
Projected Cash Balance	$ 27,601	$ 27,601	$ 27,601	$ 57,601

Preliminary

Summary Budgets for all other Funds Continued

	Actual 2025	Actual as of 6.30.26	Budget 2026	Budget 2027
Road & Bridge Capital Fund (406)				
Revenues	$ 318,584	$ 47,356	$ 1,500,000	$ 77,000
Expenditures	-	98,538	1,500,000	-
Net Revenue Over (Under) Expenditures	$ 318,584	$ (51,182)	$ -	$ 77,000
Projected Cash Balance	$ 649,653	$ 598,471	$ 649,653	$ 726,653
Building Capital Fund (410)				
Revenues	$ 723	$ -	$ -	$ 25,000
Expenditures	16,607	10,772	-	-
Net Revenue Over (Under) Expenditures	$ (15,884)	$ (10,772)	$ -	$ 25,000
Projected Cash Balance	$ 231,046	$ 220,274	$ 231,046	$ 256,046
Fire Capital Fund (411)				
Revenues	$ 100,635	$ -	$ 292,280	$ 145,000
Expenditures	522,009	-	472,327	-
Net Revenue Over (Under) Expenditures	$ (421,374)	$ -	$ (180,047)	$ 145,000
Projected Cash Balance	$ 180,047	$ 180,047	$ -	$ 145,000
Recycling Capital Fund (415)				
Revenues	$ 100	$ -	$ -	$ -
Expenditures	-	-	-	-
Net Revenue Over (Under) Expenditures	$ 100	$ -	$ -	$ -
Projected Cash Balance	$ 32,080	$ 32,080	$ 32,080	$ 32,080
Escrow Fund (810)				
Revenues		$ 9,100		
Expenditures		7,350		
Net Revenue Over (Under) Expenditures	$ -	$ 1,750	$ -	$ -
Projected Cash Balance	$ 29,350	$ 31,100	$ 29,350	$ 29,350

Preliminary

Summary of Key Changes From All Funds

- To maintain a balanced General and Recycling Fund budgets, a $79,925 transfer from the Recycling Fund (245) is included in Other Financing Sources. This transfer helps offset operating costs and balance the General Fund budget while utilizing available Recycling Fund resources.

- The Fire Fund (225) levy decreases by $64,030 (-15.9%), and the Police Fund (232) levy decreases by $33,065 (-9.0%), reflecting reduced levy support while maintaining balanced operating budgets.

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

Preliminary

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Net Surplus (Deficit)				
Revenues				
Other Revenue				
Current Ad Valorem Taxes	978,407	210,202	1,311,893	1,462,792
ROW Utility Permit	1,600	1,200	0	42,075
Franchise Taxes	14,641	10,252	23,000	23,000
ROW Utility Payment	0	0	5,075	5,000
Building Permits	121,616	34,214	82,000	83,000
Building Permit State Surcharge	3,018	1,022	2,000	2,000
Site Inspection	1,290	0	300	700
Animal Licenses	162	(71)	100	150
Pumping Permit	3,410	1,060	4,500	4,000
Standard Septic Permit	4,740	2,600	3,000	2,500
Shoreland Septic Permit	0	0	2,000	1,500
Municipal State Aid for Streets - Maintenance	91,631	0	40,000	0
Wetlands Reimbursement	1,354	1,354	0	0
Agricultural Market Value Credit	3,476	0	3,000	3,000
State - Payments in Lieu of Taxes	21,505	0	20,000	22,000
Town Aid	419	0	350	400
Other State Grants and Aids	41,468	0	0	0
Zoning and Subdivision Fees	3,828	2,150	6,700	7,000
Plan Checking Fees	33,627	14,303	30,000	30,000
Commissions on License Sales	13	0	0	0
Faxes, Copies, Notary Fees	159	74	75	100
Mailbox Posts	0	0	600	0
Installation of Mailbox Posts	225	189	0	0
Refuse Collection Charges	0	180	0	0
Senior Center Activity Fees	2,015	560	2,500	2,000
Transit Revenues	100	0	0	0
Cemetery Revenues	750	750	0	0
Miscellaneous Rents	475	75	0	0
Sr Center Hall/Table/Ch Rental	2,277	1,425	4,000	4,000
Cell Phone Tower Revenue	33,202	14,525	30,000	30,000
Credit Card Processing Fees	236	8	1,000	1,000
Court Fines	370	0	0	0
Refunds, Rebates, Reimbursements	7,400	3,406	2,000	3,500
Sale of Misc. Items	30	0	0	0
Sale of Road Materials	211	0	0	0
Sales of Misc Items	929	0	0	0
Interest Earnings	62,867	28,868	10,300	12,000
Contributions and Donations from Private Sources	1,418	1,201	0	0
Resident Deposits	0	0	1,500	1,000
Transfer from other Funds	0	0	79,754	79,925
Total Other Revenue	1,438,869	329,547	1,665,647	1,822,642
Total Revenues	1,438,869	329,547	1,665,647	1,822,642
Expenditures				
Personnel				
Salary and Wages				
Wages and Salaries: Full-time Employees	353,387	126,165	642,944	649,093
Wages and Salaries: Part-time Employees	58	4,953	17,700	17,700

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Employer PERA Contributions	20,627	7,823	47,531	47,420
Employer FICA Contributions	23,081	9,566	44,575	43,085
Employer Paid Insurance: Health	47,153	17,815	55,357	53,510
Employer Paid Insurance: Life	681	805	850	850
Employer HSA Contribution	11,362	2,812	15,538	14,090
Worker's Comp: Insurance Premiums	14,459	0	19,172	18,145
Total Salary and Wages	470,808	169,939	843,667	843,893
Total Personnel	470,808	169,939	843,667	843,893
Professional Fees				
Auditing and Accounting Services	132,628	75,309	35,000	110,000
Engineering Fees	30,790	27,557	16,000	25,500
Legal Fees	59,524	57,996	65,000	68,000
Medical and Dental Fees	402	0	500	500
Management Fees	28,961	33,534	22,400	22,400
Education/Instructors' Fees	964	0	2,200	2,000
Total Professional Fees	253,269	194,396	141,100	228,400
General and Administrative Expenses				
Office Supplies				
Office Supplies	1,253	155	2,625	775
Office Supplies	0	0	425	800
Office Supplies	0	0	500	1,500
Cleaning Supplies	188	241	1,275	975
Motor Fuels	6,845	4,131	20,375	24,910
Lubricants and Additives	1,682	1,089	2,100	2,100
Operating Supplies: Shop Materials	0	579	150	150
Operating Supplies	11,916	1,416	7,915	9,125
Equipment Parts	703	380	13,300	8,800
Tires	0	0	3,000	4,000
Building Repair Supplies	1,673	0	3,150	2,650
Repair and Maintenance Supplies: Street Maintenance Materials	16,457	16,515	85,000	87,000
Landscaping Materials	9,010	0	5,350	5,250
Sign Repair Materials	0	0	5,500	7,500
Small Tools and Minor Equipment	649	19	3,300	3,800
Total Office Supplies	50,376	24,525	153,965	159,335
Other Expenses				
Assessor	28,610	28,061	31,000	35,000
Inspections	122,929	83,347	89,350	87,350
Security Patrol/Monitor	6,149	714	4,195	4,170
Consultant	2,228	4,155	28,500	13,500
Telephone	3,823	2,223	6,700	6,700
Postage	2,394	0	2,600	2,600
Website	5,413	0	8,500	8,605
Mileage	537	35	2,300	1,700
Advertising: General	597	202	650	650
Legal Notices Publishing	606	664	1,750	2,250
General Notices & Public Info	7,418	0	5,120	5,265
General Liability Insurance	2,817	0	3,500	6,589
Property Insurance	9,165	0	14,735	11,330
Automotive Insurance	4,226	0	5,150	4,800
Electric Utilities	11,158	5,732	20,700	17,300
Gas Utilities	5,079	5,875	9,740	9,200
Refuse Disposal	30,396	10,942	35,350	36,150
Cardboard/Co-Mingle Disposal	3,656	1,976	4,000	4,000

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Building Rep/Maint - Contractual	11,659	5,457	11,100	13,000
Non-Building Rep/Maint - Contractual	82,192	17,609	22,550	23,500
Equiptment Rep/Maint - Contractual	1,457	0	7,200	9,200
Road Rep/Maint--Contractual	115,006	0	145,000	155,000
Office Equip Rep/Maint-Contractual	17,785	12,812	9,800	13,310
Vehicle Rep/Maint--Contractual	17,420	5,771	27,600	37,500
Rentals: Land	14	13	0	0
Rentals: Other Equipment	262	288	300	200
Other Rentals	5,205	2,305	6,000	6,200
Dues and Subscriptions	10,869	19,935	20,750	17,300
Meals/Food/Beverages	1,230	1,039	4,350	4,350
Recording fees	92	0	300	350
Service Fee/Finance Charge	807	45	400	300
State Surcharge	2,396	0	3,000	3,000
Uniforms/Jackets/Clothing	75	0	1,170	1,170
Entertainment	24,860	230	15,000	20,500
Personal Protection Equipment	0	0	100	100
Property Tax Payment	177	0	200	350
Remittance of Revenue	41,468	0	0	0
Credit Card Processing Fees	747	0	0	750
Miscellaneous: Donations to Civic Organizations	0	0	1,750	1,775
Capital Outlay: Buildings and Structures	47,884	0	1,000	1,000
Capital Outlay: Improvements Other Than Buildings	1,295	0	6,500	500
Capital Outlay: Furniture and Fixtures	0	0	2,000	2,000
Capital Outlay: Office Equipment and Furnishings	5,961	0	7,500	7,500
Capital Outlay: Other Equipment	0	1,950	0	0
Investments Purchased	0	0	10,000	10,000
Refunds and Reimbursements	380	272	5,000	5,000
Escrow Refund	0	54	0	0
Total Other Expenses	636,442	211,706	582,410	591,014
Total General and Administrative Expenses	686,818	236,231	736,375	750,349
Total Expenditures	1,410,895	600,566	1,721,142	1,822,642
Total Net Surplus (Deficit)	27,974	(271,019)	(55,495)	0

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Net Surplus (Deficit)				
Revenues				
Other Revenue				
Current Ad Valorem Taxes	275,000	0	403,030	339,000
State - MN Firefighters Training & Education	26,531	0	7,000	7,140
Other County Grants and Aids	47,103	0	0	0
Refunds, Rebates, Reimbursements	3,694	15	0	0
Interest Earnings	339	0	500	510
Total Other Revenue	352,667	15	410,530	346,650
Total Revenues	352,667	15	410,530	346,650
Expenditures				
Personnel				
Salary and Wages				
Wages and Salaries: Full-time Employees	3,184	46,117	4,630	4,500
Wages and Salaries: Part-time Employees	125,951	27,692	180,000	170,000
Employer PERA Contributions	203	214	340	380
Employer FICA Contributions	9,607	5,734	15,435	13,840
Employer Paid Insurance: Life	314	0	0	0
Employer Paid Insurance: Disability	1,422	0	0	0
Worker's Comp: Insurance Premiums	1,950	0	2,265	2,250
Total Salary and Wages	142,631	79,757	202,670	190,970
Total Personnel	142,631	79,757	202,670	190,970
Professional Fees				
Engineering Fees	0	3,519	0	0
Legal Fees	0	61	500	500
Medical and Dental Fees	552	4,891	6,000	5,500
Education/Instructors' Fees	22,483	5,694	25,000	20,000
Total Professional Fees	23,035	14,165	31,500	26,000
General and Administrative Expenses				
Office Supplies				
Office Supplies	124	226	200	200
Office Supplies	0	0	100	100
Office Supplies	0	0	500	500
Cleaning Supplies	6	168	560	560
Motor Fuels	4,046	978	4,000	4,700
Lubricants and Additives	615	0	250	250
Operating Supplies	7,992	3,218	10,450	7,000
Equipment Parts	3,720	30	3,500	1,000
Building Repair Supplies	1,996	36	0	0
Small Tools and Minor Equipment	783	347	2,000	500
Total Office Supplies	19,282	5,003	21,560	14,810
Other Expenses				
Security Patrol/Monitor	6,882	0	900	900
Consultant	0	600	600	600
Telephone	2,829	2,316	4,500	4,000
Postage	0	0	150	150
Radio Units	16,497	16,433	15,000	10,000
Mileage	896	0	2,500	2,500
General Liability Insurance	0	0	2,150	2,150
Property Insurance	7,268	0	9,000	9,000
Automotive Insurance	5,647	0	6,000	6,350

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Electric Utilities	4,590	2,603	6,500	5,500
Gas Utilities	5,833	4,168	8,000	7,500
Refuse Disposal	499	404	500	500
Building Rep/Maint - Contractual	5,574	3,774	10,000	7,500
Non-Building Rep/Maint - Contractual	0	0	3,600	2,500
Equiptment Rep/Maint - Contractual	8,157	7,172	7,000	5,500
Office Equip Rep/Maint-Contractual	593	467	2,000	1,000
Vehicle Rep/Maint--Contractual	4,505	6,158	20,000	14,070
Dues and Subscriptions	15,277	12,306	14,050	8,000
Meals/Food/Beverages	63	62	1,150	1,150
Lodging	1,247	0	5,000	4,000
Service Fee/Finance Charge	59	24	0	0
Uniforms/Jackets/Clothing	2,426	3,551	10,000	8,000
Personal Protection Equipment	19,159	4,541	20,000	13,000
Property Tax Payment	155	0	200	0
Recognition of Service	0	0	1,000	1,000
Capital Outlay: Improvements Other Than Buildings	25,288	0	0	0
Capital Outlay: Office Equipment and Furnishings	11,250	0	5,000	0
Total Other Expenses	144,694	64,579	154,800	114,870
Total General and Administrative Expenses	163,976	69,582	176,360	129,680
Total Expenditures	329,642	163,504	410,530	346,650
Total Net Surplus (Deficit)	23,025	(163,489)	0	0

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Net Surplus (Deficit)				
Revenues				
Other Revenue				
Current Ad Valorem Taxes	300,000	0	368,600	335,535
Interest Earnings	54	0	100	100
Total Other Revenue	300,054	0	368,700	335,635
Total Revenues	300,054	0	368,700	335,635
Expenditures				
General and Administrative Expenses				
Other Expenses				
Security Patrol/Monitor	339,026	158,271	367,000	334,535
Property Insurance	0	0	100	100
Electric Utilities	950	493	1,000	1,000
Gas Utilities	0	60	600	0
Total Other Expenses	339,976	158,824	368,700	335,635
Total General and Administrative Expenses	339,976	158,824	368,700	335,635
Total Expenditures	339,976	158,824	368,700	335,635
Total Net Surplus (Deficit)	(39,922)	(158,824)	0	0

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Net Surplus (Deficit)				
Revenues				
Other Revenue				
Current Ad Valorem Taxes	105,000	0	0	0
Other County Grants and Aids	87,628	0	52,000	52,000
Refuse Collection Charges	10,600	4,890	12,000	12,000
Refuse Donations	20,837	8,882	20,000	20,000
Sale of Recyclable Materials	576	2,311	1,000	1,000
Recycling Collection Fees	20,807	8,186	25,000	25,000
Credit Card Processing Fees	181	128	0	0
Refunds, Rebates, Reimbursements	(45)	0	0	0
Interest Earnings	165	0	0	0
Total Other Revenue	245,749	24,397	110,000	110,000
Total Revenues	245,749	24,397	110,000	110,000
Expenditures				
Personnel				
Salary and Wages				
Wages and Salaries: Full-time Employees	27,517	5,952	20,000	20,000
Employer PERA Contributions	2,689	0	1,500	1,500
Employer FICA Contributions	3,199	535	1,706	1,530
Worker's Comp: Insurance Premiums	226	0	325	325
Total Salary and Wages	33,631	6,487	23,531	23,355
Total Personnel	33,631	6,487	23,531	23,355
Professional Fees				
Legal Fees	0	0	175	175
Total Professional Fees	0	0	175	175
General and Administrative Expenses				
Office Supplies				
Office Supplies	13	0	0	0
Office Supplies	0	0	100	100
Motor Fuels	0	209	0	0
Lubricants and Additives	0	0	200	200
Operating Supplies	93	255	50	50
Equipment Parts	0	0	750	750
Building Repair Supplies	0	0	100	100
Total Office Supplies	106	464	1,200	1,200
Other Expenses				
Telephone	1,387	709	1,500	1,500
Postage	0	0	500	500
Advertising: General	0	0	45	45
General Notices & Public Info	331	0	1,200	1,200
Electric Utilities	0	416	0	0
Refuse Disposal	0	2,788	0	0
Building Rep/Maint - Contractual	400	2,085	500	500
Office Equip Rep/Maint-Contractual	505	0	1,380	1,380
Dues and Subscriptions	73	0	15	20
Credit Card Processing Fees	30	0	200	200
Transfer to other funds	0	0	79,754	79,925
Total Other Expenses	2,726	5,998	85,094	85,270
Total General and Administrative Expenses	2,832	6,462	86,294	86,470
Total Expenditures	36,463	12,949	110,000	110,000

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Total Net Surplus (Deficit)	209,286	11,448	0	0

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Budget FY26 Budget
Net Surplus (Deficit)		
Revenues		
Other Revenue		
Current Ad Valorem Taxes	742	0
Other County Grants and Aids	45,897	0
Interest Earnings	1,168	0
Total Other Revenue	47,807	0
Total Revenues	47,807	0
Expenditures		
General and Administrative Expenses		
Other Expenses		
Capital Outlay: Improvements Other Than Buildings	24,349	0
Transfer to other funds	0	292,280
Total Other Expenses	24,349	292,280
Total General and Administrative Expenses	24,349	292,280
Total Expenditures	24,349	292,280
Total Net Surplus (Deficit)	23,458	(292,280)

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2027 Budget FY27 Budget
Net Surplus (Deficit)		
Revenues		
Other Revenue		
Current Ad Valorem Taxes	0	30,000
Interest Earnings	94	0
Total Other Revenue	94	30,000
Total Revenues	94	30,000
Total Net Surplus (Deficit)	94	30,000

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Net Surplus (Deficit)				
Revenues				
Other Revenue				
Current Ad Valorem Taxes	317,250	0	0	77,000
Other State Grants and Aids	0	47,356	0	0
Other County Grants and Aids	0	0	1,500,000	0
Interest Earnings	1,334	0	0	0
Total Other Revenue	318,584	47,356	1,500,000	77,000
Total Revenues	318,584	47,356	1,500,000	77,000
Expenditures				
Professional Fees				
Engineering Fees	0	4,361	0	0
Total Professional Fees	0	4,361	0	0
General and Administrative Expenses				
Other Expenses				
Capital Outlay: Improvements Other Than Buildings	0	0	1,500,000	0
Capital Outlay: Other Equipment	0	94,177	0	0
Total Other Expenses	0	94,177	1,500,000	0
Total General and Administrative Expenses	0	94,177	1,500,000	0
Total Expenditures	0	98,538	1,500,000	0
Total Net Surplus (Deficit)	318,584	(51,182)	0	77,000

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Actual YTD YTD Actual	2027 Budget FY27 Budget
Net Surplus (Deficit)			
Revenues			
Other Revenue			
Current Ad Valorem Taxes	0	0	25,000
Interest Earnings	723	0	0
Total Other Revenue	723	0	25,000
Total Revenues	723	0	25,000
Expenditures			
General and Administrative Expenses			
Other Expenses			
Building Rep/Maint - Contractual	8,143	10,772	0
Capital Outlay: Improvements Other Than Buildings	8,464	0	0
Total Other Expenses	16,607	10,772	0
Total General and Administrative Expenses	16,607	10,772	0
Total Expenditures	16,607	10,772	0
Total Net Surplus (Deficit)	(15,884)	(10,772)	25,000

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual	2026 Budget FY26 Budget	2027 Budget FY27 Budget
Net Surplus (Deficit)			
Revenues			
Other Revenue			
Current Ad Valorem Taxes	100,000	0	145,000
Interest Earnings	635	0	0
Transfer from other Funds	0	292,280	0
Total Other Revenue	100,635	292,280	145,000
Total Revenues	100,635	292,280	145,000
Expenditures			
General and Administrative Expenses			
Office Supplies			
Operating Supplies	30,035	0	0
Total Office Supplies	30,035	0	0
Other Expenses			
Capital Outlay: Motor Vehicles	491,974	472,327	0
Total Other Expenses	491,974	472,327	0
Total General and Administrative Expenses	522,009	472,327	0
Total Expenditures	522,009	472,327	0
Total Net Surplus (Deficit)	(421,374)	(180,047)	145,000

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2025 Actual PY Actual
Net Surplus (Deficit)	
Revenues	
Other Revenue	
Interest Earnings	100
Total Other Revenue	100
Total Revenues	100
Total Net Surplus (Deficit)	100

Preliminary

Linwood Township
Revenues and Expenditures - Budget vs Actual YTD
As of June 30, 2026

	2026 Actual YTD YTD Actual
Net Surplus (Deficit)	
Revenues	
Other Revenue	
Escrow Revenue	9,100
Total Other Revenue	9,100
Total Revenues	9,100
Expenditures	
General and Administrative Expenses	
Other Expenses	
Escrow Refund	7,350
Total Other Expenses	7,350
Total General and Administrative Expenses	7,350
Total Expenditures	7,350
Total Net Surplus (Deficit)	1,750

Preliminary