



The Most Livable
City in America

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011 CITY OF SAINT PAUL, MINNESOTA

MAYOR CHRISTOPHER B. COLEMAN

Photo and Design Credits

The cover highlights just a few of the many things that make Saint Paul the most livable city in America – diverse and connected communities, stimulating and engaging cultural events, state of the art community resources, outstanding parks and historical landmarks, and a thriving business center.

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City of Saint Paul Minnesota

Comprehensive Annual Financial Report
For the Fiscal Year Ended
December 31, 2011



Office of Financial Services
Todd P. Hurley, Director

City of Saint Paul

Comprehensive Annual Financial Report
For the Fiscal Year Ended December 31, 2011

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Office of the Mayor
Office of Financial Services

Todd Hurley, Director



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July 27, 2012

To the Honorable Mayor, Members of the City Council, and Residents of Saint Paul:

The City of Saint Paul's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2011 is hereby submitted. The purpose of this report is to provide the Mayor, City Council, City Staff, residents, bondholders and other interested parties with useful information concerning the City's operations and financial position. Responsibility for both the accuracy of data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

The CAFR is presented in three main sections:

1. Introductory Section - includes this transmittal letter, the City's organizational chart and a list of principal officials.
2. Financial Section - includes the independent auditor's report, Management's Discussion and Analysis (MD&A), the basic financial statements, notes to the financial statements and supplementary information.
3. Statistical Section - contains selected financial and demographic information presented on a multi-year basis.

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

INTERNAL CONTROL

To provide a reasonable basis for making these representations, the City of Saint Paul has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City of Saint Paul's financial statements in conformity with Generally Accepted Accounting Principles. Because the cost of internal controls should not outweigh their benefits, the City of Saint Paul's comprehensive framework of internal controls has been designed to provide a reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. All internal control evaluations occur within this framework. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

INDEPENDENT AUDIT

State law requires the State Auditor to perform an annual audit of the City and other cities of the first class in Minnesota. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Saint Paul for the fiscal year ended December 31, 2011 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by the City, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Saint Paul's financial statements for the fiscal year ended December 31, 2011 are fairly presented in conformity with GAAP. The State Auditor's report is presented as the first component of the financial section of this report. As part of their examination, the State Auditor is also issuing a Management and Compliance Report covering the review of the City's system of internal control over financial reporting and tests of compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The Management and Compliance Report will not modify or affect, in any way, this report.

The City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this single audit - including the schedule of expenditures of federal awards, findings and recommendations, and auditor's reports on internal control over financial reporting and tests of compliance with certain provisions of laws, regulations, contracts and grants - will be included in the State Auditor's separately issued Management and Compliance Report.

PROFILE OF THE GOVERNMENT

The City of Saint Paul has been a municipal corporation since 1854. Saint Paul is the state capital and Minnesota's second largest city. The City covers an area of 56 square miles and is situated wholly in Ramsey County. Saint Paul's population, per the 2010 US Census, was 285,068. Data estimates by the Metropolitan Council indicate that the City had a population of 286,367 people and 111,620 households as of April 2011.

The City of Saint Paul, Minnesota has a Mayor-Council form of government. The Mayor is elected by the voters of the City at large for four years on a full-time basis. The City is divided into seven wards. Voters of each ward elect a member of the City Council for four years on a part-time basis. Executive power is vested in the Mayor; legislative power is vested in the Council. The Mayor has veto power, which the Council may override with a vote of five members.

City services include: police, fire, street, sewer and bridge maintenance, parks and recreation centers, libraries, licensing, building and housing code inspections, planning and economic development, zoning, public improvements and general administration.

REPORTING ENTITY

The City's financial statements include all funds of the City (primary government) and its component units. The primary government represents all funds under the ultimate control of the Mayor and City Council. The Library Agency and Housing and Redevelopment Authority (HRA) are legally separate; however they both function in essence as a department of the City of Saint Paul and, therefore, have been included as an integral part of the City of Saint Paul's financial statements. The City of Saint Paul is also financially accountable for the legally separate Saint Paul RiverCentre Convention & Visitors Authority, Saint Paul Regional Water Services and the Port Authority of the City of Saint Paul, all of which are reported separately as component units within the City of Saint Paul's financial statements. The nature of the activities of these organizations and the specific justification and methods for inclusion as component units of the City are discussed in the notes to the financial statements.

BUDGET CONTROL

The annual budget serves as a foundation for the City of Saint Paul's financial planning and control. In August of each year, the Mayor presents the budget to the City Council for the following calendar year. The budget includes proposed expenditures and means of financing them. The Council then holds a public hearing to obtain taxpayer comments. The budget is legally adopted through the passage of a Council resolution.

City budget amendments that authorize an increase in total fund spending require approval of the City Council. In addition, City Council approval is required for budget amendments transferring appropriations between departments within the General Fund.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, Library Agency and the HRA General Fund, this is presented on pages 161-163 as part of the required supplementary comparison information. For other governmental funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 167.

FINANCIAL POLICIES

In 2005, the City enacted a fund balance policy mandating minimum thresholds for the General Fund and the General Debt Service Fund. The policy for the General Fund requires a minimum unassigned fund balance of 15% of combined General Fund and Library Agency operating spending. For additional information regarding the 2011 fund balance for the General Fund, see the Management's Discussion and Analysis (MD&A) on page 16.

The State of Minnesota made reductions in Local Government Aid (LGA) in 2008, 2009, 2010, and 2011. In 2010 and 2011, the State of Minnesota also made reductions in Saint Paul's anticipated Market Value Homestead Credit (MVHC). In 2011, the combined loss of LGA and MVHC revenue from the State totaled over \$15.6 million. The City was able to manage these reductions in the short term due to strong planning and proactive financial management. The City also made mid-year spending and financing adjustments each of these years to offset lost revenues and balance the City budget.

ECONOMIC OUTLOOK

Saint Paul is an important part of the overall strong Twin Cities metro area economy. The area lost 20,800 jobs from 2000 to 2011.¹ The Minneapolis-Saint Paul area is expected to gain 519,737 jobs by 2030, a 32.4% increase from 2000.²

Saint Paul compares favorably when ranked among the 20 largest Northeast and Midwest cities on certain economic and social factors.³ Among these peer cities:

- Saint Paul had the 4th lowest annual unemployment rate in 2011 (7.1%).⁴
- Saint Paul ranks 6th highest in median household income (\$45,439); 4th highest in median family income (\$56,620); and 7th highest in per capita income (\$25,066).⁵
- The median value of owner-occupied houses in Saint Paul is 6th highest compared to peer cities (\$205,400).⁶
- Saint Paul ranked 3rd highest in percent of population over 25 years with a bachelor's degree (37.3%).⁷

¹ Metropolitan Council, *2010 Regional Economic Indicators*, available at: <http://www.metrocouncil.org/metroarea/regIndicators2010.pdf>

² Metropolitan Council, *2030 Regional Development Framework*, updated January, 2012, available at: <http://www.metrocouncil.org/planning/framework/Framework.pdf>

³ The cities are Baltimore, Boston, Buffalo, Chicago, Cincinnati, Cleveland, Columbus, Detroit, Indianapolis, Kansas City, Milwaukee, Minneapolis, New York, Newark, Omaha, Philadelphia, Pittsburgh, St. Louis and Toledo.

⁴ Bureau of Labor Statistics, Local Area Unemployment Statistics. Available at: <http://www.bls.gov/lau/home.htm#data>

⁵ 2010 American Community Survey, through the American Fact Finder, available at: <http://www.census.gov>

⁶ 2010 American Community Survey, through the American Fact Finder, available at: <http://www.census.gov>

⁷ 2010 American Community Survey, through the American Fact Finder, available at: <http://www.census.gov>

Over the years, Saint Paul has consistently registered an unemployment rate equal to or lower than that of the U.S. as a whole. The City's unemployment rate for 2011 was on par with the Minnesota rate and below the U.S. rate of 8.9%.⁸ Employment in Saint Paul is not overly reliant on slowing and cyclical sectors, like manufacturing, but rather is based on stable and growing industries such as education, health services and public administration. Saint Paul's largest employment sector is Education and Health Services (55,469 jobs in 2011; 32.1% of total). Other large super sectors include Public Administration (20,753 jobs; 12.0% of total), and Trade, Transportation and Utilities (18,641 jobs; 10.8% of total).⁹

While Saint Paul's tax base has been strong, Saint Paul was not immune to the national economic downturn that began in late 2009. From pay 2003 through pay 2009, Saint Paul's taxable market values increased by 80% (from \$12,644 billion to a highpoint of \$22,803 billion). Since 2009, values have mirrored national real estate valuation trends and are down to \$18,187 billion for pay 2012.

Saint Paul began collecting a ½¢ sales tax at the end of 1993, and added a use tax in 2000. Annual net sales and use tax revenues have increased from \$8.4 million in 1994 to \$15.6 million in 2011. In 2012 revenues were estimated to be the same as 2011.

MAJOR INITIATIVES

To maintain this economic growth, the City will continue to develop and implement strategic plans to encourage private investment in housing and economic development projects in Saint Paul.

City Strategic Plan

A new strategic vision for the City was developed by the Mayor's administration in consultation with other stakeholders. To support a vision of Saint Paul as the most livable city in America, it identifies 4 strategic goals:

Ready for School, Ready for Life: Education is core to the quality of life in our great City. Saint Paul will strive to eliminate the achievement gap by ensuring that learning opportunities are accessible for all and are quality-driven. We will achieve this goal by expanding early childhood learning opportunities and setting children on a course for success in school: extending learning opportunities outside of the classroom and connecting formal and informal opportunities throughout the community; and open doorways to higher education by better informing and preparing students for post-secondary educational opportunities.

Safe Streets and Safe Homes: Families will feel secure on our sidewalks and in our homes as a result of our strong sense of community and confidence in our world-class public safety system. We will do this by engaging youth with quality recreational, educational, and youth organizing activities; address areas of disinvestment with revitalization; create strong community partnerships; build a world-class Police Department; invest in a 21st Century Fire Department; and elevate emergency management to leverage resources and knowledge that will prepare the City to respond to multi-faceted crises.

Expanding Economic Opportunity: We will build our economic future on the foundation of the City's strengths – a well-educated and creative workforce, sound infrastructure, and local businesses rich with growth potential. Strategies include creating the East Metro's first light rail line and leverage \$1 billion in development; restoring the Union Depot to be a vital regional transportation hub supporting high-speed rail to Chicago; through Invest Saint Paul, stimulating growth by making strategic investments in neighborhoods of greatest disinvestment while coordinating and enhancing other services to these communities; aggressively pursuing the first major developments in downtown in a decade; and leveraging resources and markets for sustainable, environmentally friendly products to build a new manufacturing economy with living-wage jobs.

⁸ Minnesota Department of Employment and Economic Development, available at: <http://www.positivelyminnesota.com/aps/lmi/laus/Default.aspx>

⁹ Minnesota Department of Employment and Economic Development's Quarterly Census Employment and Wages (QCEW) tool, available at: <http://www.positivelyminnesota.com/apps/lmi/qcew/AreaSel.aspx>

Quality Way of Life: Saint Paul will set high standards for healthy urban living through civic leadership, quality assets, sound environmental stewardship, and a welcoming, diverse population. We will improve, expand, and maintain our parks, libraries, and facilities that benefit the neighborhoods they serve; implement a public art policy to integrate into our public and private infrastructure; focus development on a more natural, urban, and connected city through an expanded system of parks, green spaces, bikeways, and trails; and make downtown a music, culture, and creative arts capital that amplifies the City's creative and ethnic voices that bring identity to Saint Paul.

MAJOR DEVELOPMENTS

Central Corridor

Construction of the largest infrastructure project ever built in Minnesota will hit the half-way mark early this summer as work on the light rail line proceeds down the eastern half of University Avenue and along Cedar Street in downtown Saint Paul. Beyond the jersey barriers and orange cones, visitors are taking note of the new streets, sidewalks, street lights and trees that make the Avenue more welcoming and walkable.

Most important, however, are the community and economic development initiatives that are taking root along the corridor. New projects (detailed below) that take advantage of proximity to transit are either under construction or on the drawing board in each station area. From 2700 University Avenue and the Chittendon & Eastman Building at the west end to the Old Home site at Western Avenue to the Minnesota and Commerce Buildings downtown, developers are giving long-vacant sites a new look. Local, regional and federal resources are being aligned to support those that provide affordable housing and employment or entrepreneurial opportunities to lower income households as policy-makers throughout the region frame emerging transit ways as "corridors of opportunity."

The City of Saint Paul has sought to lessen the impact of construction on local businesses through promotion programs and forgivable loans.

Union Depot: Mortenson Construction, the general contractor for the Ramsey County Regional Railroad Authority (RCRRA), continues to make progress on the restoration of Union Depot. After breaking ground in January 2011, the project is now almost 70% complete and on track to be complete by the end of 2012. The fully restored Great Hall has been open to the public since late 2011, and enthusiasm for the project from the public has been growing after Christos Restaurant reopened and the RCRRA began hosting public tours. By early May, the first pieces of rail will be laid on the train deck and the final pieces of steel will be placed on the circulation towers that will take riders to bus and train platforms when the building is complete. By early summer, the RCRRA hopes to have entered into contracts with an operator for the new state-of-the-art bicycle center and with a private partner who will oversee daily operations and activation of Union Depot's leasable spaces. A recently issued Call to Artists has opened \$1.25 million worth of opportunities for artists to propose public art commissions on the project, signaling a significant investment in arts in Lowertown, one of Saint Paul's most celebrated artist communities. The \$243 million project will be complete by the end of 2012, and the RCRRA is presently working with Jefferson Lines, Amtrak and Metro Transit on a date for their services to begin. At its historic peak, the Union Depot saw 150 trains pass through its walls per day, and is ready to reclaim its title as Saint Paul's transportation hub and one of the city's best examples of a multi-modal transportation strategy.

2700 The Avenue: Wellington Management is obtaining financing for a new, five-story, 220-unit market rate apartment project with Doran Development.

Central Corridor Ready for Rail Loan Program: A first for any major infrastructure project in the metro, this unique \$4 million fund was launched in May 2011 as a modest safety net for small business whose sales would be affected by the Central Corridor Light Rail Transit construction. Financed by the Metropolitan Council, City of Saint Paul and the Central Corridor Funders Collaborative, the no-interest loans of up to \$20,000 per business, will be forgiven in equal installments over five years as long as the business remains on the corridor. In the first year, 82 businesses benefitted from the program through \$1.3 million in loans. Applications for 2012 will begin May 1, 2012.

Central Corridor Parking Program: Work continues on implementing the Neighborhood Commercial Parking Program, which was established in 2010 to provide funding for improvements to off-street parking lots in order to mitigate the loss of 85% of the on-street parking on University Avenue due to light rail development. Nearly half of the projects are done, and the balance will be done by the end of the year.

Chittenden & Eastman Building: The Metropolitan Council awarded the City of Saint Paul a \$128,000 grant to help with additional hazardous materials assessment and the abatement of asbestos and lead-based paint in this seven-story building near the southwest corner of Raymond and University Avenues on the Central Corridor. The historic building will be renovated into 104 apartments.

Old Home Dairy Site: The Aurora/Saint Anthony Neighborhood Development Corporation (ASANDC) has an executed purchase agreement for the former Old Home Dairy site located at 300-378 University Avenue, which is next to the Western Avenue LRT Station. ASANDC is partnering with a private developer, Sand Companies, Inc., to redevelop this site into a mixed-use and mixed-income housing development. Plans for the site are in the pre-development stages.

PPL Hamline Station: Project for Pride in Living, in partnership with Excelsior Bay Partners, plans to develop a \$23 million block-long, two-building, four-story development comprised of 104 units of affordable rental housing with underground parking. The project, located at 1333 University Avenue, is adjacent to the Hamline LRT station, and also includes 13,700 square feet of commercial space. The developers hope to start construction in 2013, with completion in 2014.

Episcopal Homes (Old Porky's Site): Episcopal Homes has purchased the former Porky's site located at 1890 University Avenue to add additional senior housing options to their existing campus. The current plan for the site includes 50 new 'HUD 202' rental units for seniors, similar to their Carty Heights project at University Avenue and Dale Street. This new development will also include 60 assisted living units, 20 memory care units, and 30 skilled nursing home units. Construction on this project is expected to start sometime early in 2013.

Central Exchange: Model Cities is proposing to construct a mid-block, three-story mixed-use development on the north side of University Avenue between Avon and Grotto Streets. The building is proposed to include underground parking, 8,500 square feet of commercial space, and 30 mixed-income rental units. The project site has been purchased and cleared. Financing is currently being sought, with a goal of a 2013 construction start.

Habitat for Humanity Headquarters: Twin Cities Habitat for Humanity is in the process of developing a new home for its organization along University Avenue, near the future Fairview Avenue station of the Central Corridor LRT line. The planned 25,000-square-foot, three-story building will include office space and client service areas. The project is projected to be completed by winter 2013/2014.

Downtown District

The Penfield: The City's Housing and Redevelopment Authority approved the financing for the \$62 million, 254 apartment unit/Lunds store project the end of 2011 and the establishment of a TIF district in 2012. A HUD decision on the mortgage insurance is expected by July. Construction is scheduled to start this spring/summer.

Lofts at Farmers Market: Shaw Lundquist completed construction of the Lofts at Farmers Market on January 31, 2012, and the first tenants moved in February 1st. Leasing is ahead of schedule with 57 of the 58 units leased, with full occupancy expected by July. In addition to high-end finishes, building amenities include a fitness room, a business center, and a second story green roof for outdoor grilling and relaxing. A commercial broker has been hired to help lease the approximately 2,000-square-foot commercial space. It is the HRA's intent to lease this space to a restaurant or other "active" commercial tenant.

Pioneer Endicott: PAK Properties, Inc., recently purchased the historic Pioneer Endicott Building located at 4th and Robert Streets. Plans for this unique landmark building include converting the building into approximately 150 units of market rate rental housing and 20,000 square feet of commercial space.

United Hospital: United Hospital finished construction of a \$24 million emergency department and the shell of a new birth center in a six-story, \$80 million tower shared with Children's Hospitals and Clinics. The hospital is in design phase for an operating room upgrade to add larger rooms and newer technology. Construction is expected to begin in 2012, with completion late in 2013.

Children's Hospital: Children's Hospitals and Clinics is in the midst of a \$300 million expansion of its Saint Paul and Minneapolis campuses. In Saint Paul, Children's recently completed building operating rooms, expanding its emergency room, and building patient rooms in the tower it will share with United Hospital. It is planning to move and improve its Saint Paul pediatric epilepsy unit as well. In 2012, a new rooftop garden will be built with help from a small City STAR grant.

Ordway Center: The multi-hall, Broadway-style performance center that bills itself as Saint Paul's most "elegant and inviting performance space" soon will become even grander. The Ordway Center for the Performing Arts' four entities - the Ordway, Minnesota Opera, Saint Paul Chamber Orchestra and Schubert Club - has partnered to replace the 315-seat McKnight Theatre with a 1,100-seat music venue. The project's total price tag is \$35 million, including \$16 million approved by the Legislature. Construction is expected to start in 2013, after the fundraising for their related endowment is complete.

Lowertown Ballpark: Securing \$27 million in state bonding funding for a Lowertown ballpark continues to be the City of Saint Paul's number one legislative priority in the 2012 legislative session. A Lowertown ballpark, constructed on the site of the old Diamond Products building, would be a home for the Saint Paul Saints and host to several events for the amateur sports community. Development of the ballpark is expected to create 225 construction jobs, 240 full-time and seasonal jobs, provide \$10 million annually in economic activity, and attract 400,000 visitors annually to Lowertown.

West Side Flats: Developer George Sherman is finalizing plans for the construction of a 178-unit apartment project, with 11,500 square feet of commercial space; 20% of the units will be affordable. Funding has been secured from Minnesota Housing; DEED; and the Metropolitan Council. Sherman anticipates a HUD decision on the mortgage insurance this spring. City staff will seek HRA approval of a development agreement, including \$2.5 million in federal HOME funds and the creation of a TIF financing district this spring. The developer anticipates construction starting this summer.

Cossetta's: In April 2011, the City's Housing and Redevelopment Authority approved \$10.5 million in funding for a three-level expansion to the existing Cossetta's Italian Market and Pizzeria on West Seventh Street. The expanded Cossetta's will house a bakery, meat market, take-out meals, rooftop restaurant, and wine shop. The existing site will nearly triple in overall size, from 1,200 to 3,200 square feet, and the project should be completed by July 2012.

Neighborhoods

Schmidt Brewery: Dominion Development is moving ahead with plans to redevelop and adaptively reuse both the historic Bottle House and Brew House buildings located on the Schmidt Brewery site. The buildings will be redeveloped into 248 units of affordable rental housing for artists. In addition to the building conversions, Dominion will be constructing 13 new affordable rental townhomes for families on a vacant parcel on the east end of the site. Dominion is currently finishing up the last details of site and building plan reviews as well as pulling together several sources of financing to fund the approximate \$100 million total development cost. Dominion plans to close on the financing and start construction this summer. With an 18-month construction schedule, the apartments will be completed and ready for occupancy by the end of 2013.

Also, after purchasing the Rathskeller Building, Keg House, and several adjoining lots with \$1.89 million in city loans, the West 7th Street/Fort Road Federation completed stabilization work on the Rathskeller roof and are working on the historic re-design of the building for future office and restaurant uses. Environmental cleanup and possible renovation of the site will begin this year.

Ford Assembly Plant Site: The Ford Assembly Plant closed in December 2011 after 86 years of operations. Ford is decommissioning the plant and plans to begin demolition later this summer. Marketing of the site by Ford is expected to begin in 2013. In the meantime, the City will soon launch a zoning study to review various zoning tools. In addition, later this year, an Alternative Urban Area wide Review and Traffic Impact Study will begin, funded by Ford, to evaluate environmental and infrastructure impacts of the previously identified redevelopment scenarios for the site.

Payne-Maryland Project: The vision for the community center at Payne and Maryland Avenues on Saint Paul's East Side is finally becoming a reality with a ground breaking for the new multi-use facility this summer. Phase I of the new facility includes a library and recreation center, with Phase II housing the Payne-Maryland Partnership, which features social services, educational space, and even a church gathering area. The city, which is contributing \$14 million in public funds, finalized the Phase I design earlier this year with Hamel, Green and Abrahamson. The Payne-Maryland Partnership is actively soliciting funds from private donors for the second phase. Kraus-Anderson Construction was selected as the general contractor, and demolition and site work for Phase II will begin as early as July.

University of Saint Thomas: The University of St. Thomas opened a \$15 million, 725-stall parking facility in February 2009 on the corner of Grand and Cretin Avenues. The Anderson Athletic and Recreation Complex, a \$52 million, 180,000-square foot athletic center in the heart of its Summit Avenue campus, opened in 2010. A \$66 million, 225,000-square-foot student center opened early in 2012. All three are being funded by the largest capital campaign ever completed by a private Minnesota college or university, and the projects followed years of discussions with neighbors.

Suite Living: White Bear Lake-based Suite Living Specialty Senior Services is proposing a two-phase facility; Phase I is 45 units; Phase II is 30 units.

Carondelet Village: Adjacent to St. Catherine University, a \$55 million project by the Sisters of St. Joseph of Carondelet and Presbyterian Homes will create 259 senior rental housing units. The project includes independent apartments, assisted-living, memory care, and a nursing home, among other amenities. Phase I has been completed; Phase II is now under construction.

Project for Pride in Living West 7th Street Project: This supportive housing project located on at West Seventh and Springfield Streets is under construction.

Victoria Park: Land clean-up continues on the former ExxonMobil "tank farm" in anticipation of a new park. Mississippi Market opened in 2009, and Brighton has rented out about a dozen homes there, as well. The Shalom campus includes assisted living, independent living and a nursing home. Stonebridge Development has plans to purchase some of the Brighton property to build approximately 180 market-rate rental units in two, three-story buildings.

NOVA Classical Academy: This K – 12 college preparatory charter school will merge its two campuses into one new school in Victoria Park. Construction will be completed in time for the start of school in the fall of 2012.

J&J Distributing Urban Farm: J&J has completed lighting and cooling upgrades, and have added a 10,000-square-foot cutting room building. In this next phase, Bright Farms and J&J Distributing will partner in the development of a 40,000-square-foot, \$2.0 million greenhouse to produce mostly a tomato crop. J&J will purchase and distribute the crop. Construction will begin this July with a late summer to early fall completion.

La Quinta Hotel: Summit Assisted Living has purchased this former hotel, and is renovating the property into an assisted living and memory care facility. The grand opening is expected in July.

Hmong College Prep Academy (HCPA): HCPA has submitted an application for the HRA to issue approximately \$16.3 million in conduit revenue bonds to finance a 71,000-square-foot addition and renovations to the K-12 school located at 1515 Brewster Street. Construction is expected to begin in late summer, and completed by fall, 2013.

Urban Organics: Urban Organics will open a fish farm in Building 17 at the Hamm's site on Minnehaha Avenue. The company will produce tilapia fish and organic lettuce. The company expects to start with 8 to 10 employees.

180 Degrees: 180 Degrees has purchased, renovated, and moved their office to the former Martin Lumber building at the intersection of E. 7th Street and Johnson Parkway at 1301 E. 7th Street. 180 Degrees works with at-risk youth.

Beacon Bluff (3M/Phalen Corridor): This is the former home of Minnesota Mining and Manufacturing. On the west, construction is complete on the HealthEast Medical Transportation's new \$5 million,

46,000-square-foot hub. Farther east, construction is complete on a \$30 million, 144,000-square-foot baking plant for Baldinger Bakery on the 9.5-acre former Griffin Wheelworks site. East of that, construction is complete for a new Hmong market.

CASH AND INVESTMENT MANAGEMENT

Cash balances during the year were invested in U.S. Treasuries, Agencies of the Federal Government, certificates of deposit, municipal securities, money market funds, savings deposit accounts and guaranteed investment contracts, in accordance with Minnesota State Statute 118A and the City's Investment Policy. An investment policy was adopted by the City Council in July 2003 to improve management of the City's investment portfolio. The investment policy's goal is to preserve safety by minimizing credit and market risks, while ensuring liquidity and maintaining a competitive yield on the portfolio. A portion of City's investment portfolio is managed by four external managers. As of December 31, 2011, the effective yield on the portfolio was 2.39% and reported interest on investments was \$8.6 million. All securities purchased by the City are held by a third party safekeeping agent in the City's name, or in the City's safe.

DEBT MANAGEMENT

The City of Saint Paul partners with Ramsey County and Independent School District #625 (Saint Paul Public Schools) as members of the Joint Property Tax Advisory Committee (JPTAC). The JPTAC, created by Minnesota law, is charged with the obligation to reduce the overall tax burden on the citizens of Saint Paul. The Joint Debt Advisory Committee (JDAC), a subcommittee of JPTAC, is charged with overseeing and reporting to the public on joint debt activities. This group evaluates compliance by the jurisdictions within the adopted target ranges for satisfactory debt management and releases its findings in the Joint Debt Book, which is usually published every two years.

The most recent report was published in February of 2008. All goals and objectives of the Joint Debt Advisory Committee were met.

The City maintained its AAA bond rating from Standard & Poor's and received Aa1 bond rating from Moody's due to strong management and financial performance.

RISK MANAGEMENT

The City has a centralized Risk Management Division within the Office of Human Resources that provides direction, management, coordination and planning services for risk, insurance and employee benefit programs. The risk management effort covers significant loss exposures, applies effective and reasonable risk controls and suggests funding arrangements for both insured and self-funded risks to ensure that the financial integrity of the City is not impaired after a loss.

The Risk Management Division also provides administrative and management services in the areas of health and welfare benefits, tort liability, workers' compensation, occupational health, loss control and safety, emergency preparedness, contract review and property insurance. Additional information on the City of Saint Paul's risk management activities can be found in Note VIII.C of the notes to the financial statements.

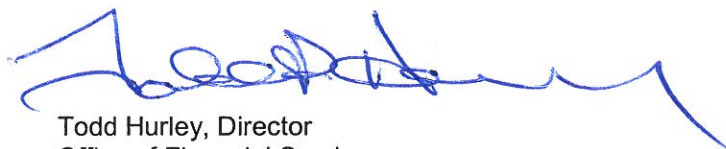
AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Saint Paul, Minnesota for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2010. This was the 35th consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently-organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The preparation of the 2011 Comprehensive Annual Financial Report was accomplished through the combined efforts of the Office of Financial Services' accounting staff and departmental accountants. The State Auditor's cooperation in scheduling staff to review statements as they were prepared was very helpful and appreciated.

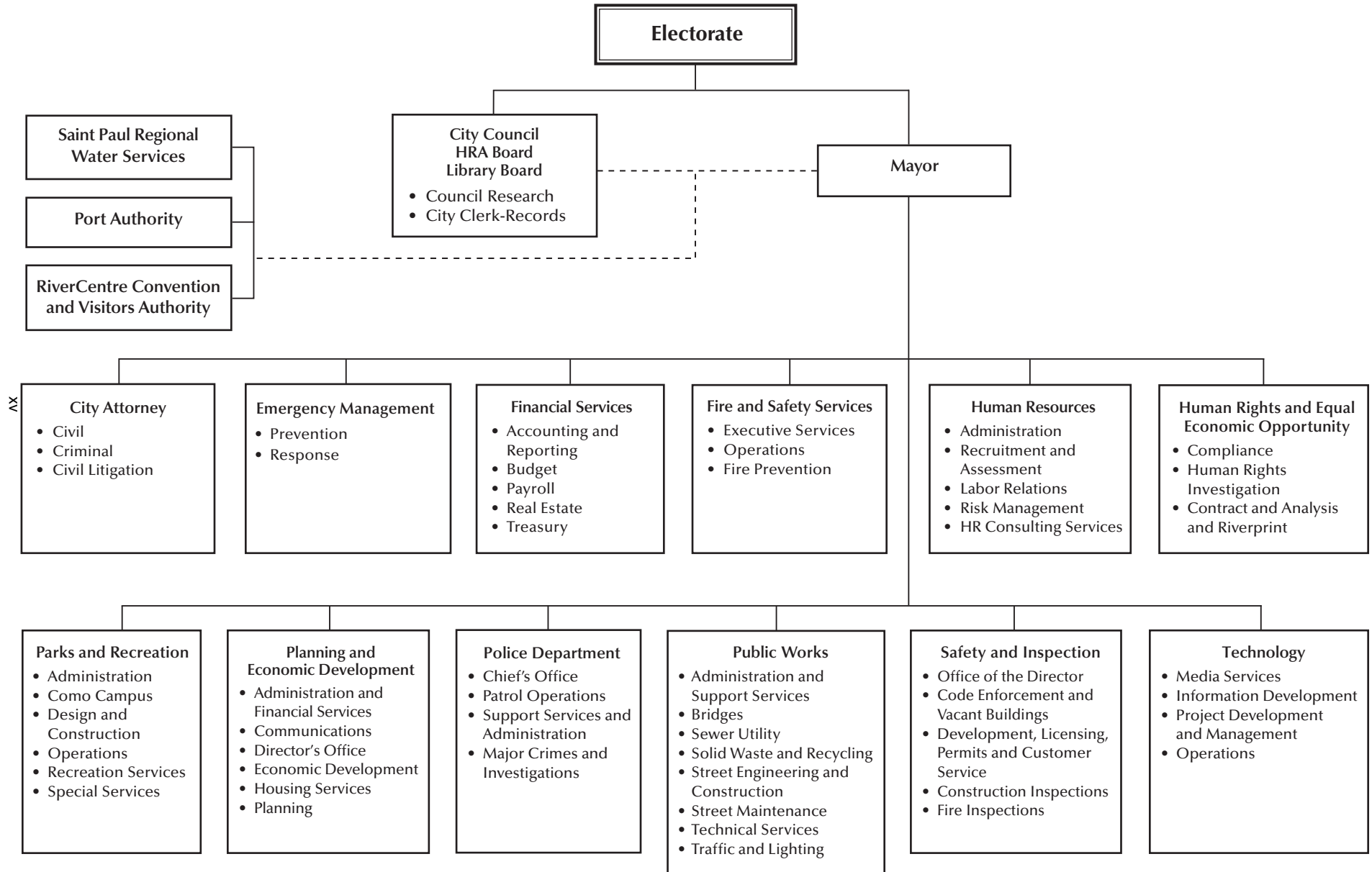
Cordially,



Todd Hurley, Director
Office of Financial Services

City of Saint Paul, Minnesota

(Form of Government: "Strong" Mayor, with Seven Councilmembers Elected by Ward)



**City of Saint Paul, Minnesota
Elected and Appointed Officials
As of December 31, 2011**

Elected Officials

Office	Name	Term Expires
Mayor	Christopher B. Coleman	January 1, 2014
Councilmember—Ward 1	Melvin Carter	January 1, 2016
Councilmember—Ward 2	Dave Thune	January 1, 2016
Councilmember—Ward 3	Patrick Harris	January 1, 2012
	Christopher Tolbert ***	January 1, 2016
Councilmember—Ward 4	Russ Stark	January 1, 2016
Councilmember—Ward 5	Lee Helgen	January 1, 2012
	Amy Brendmoen ***	January 1, 2016
Councilmember—Ward 6	Dan Bostrom	January 1, 2016
Councilmember—Ward 7	Kathy Lantry	January 1, 2016

Appointed Officials

Department/Division/Office	Director's Name	Term Expires
Citizen Services	Shari Moore	**
City Attorney	Sara Grewing	*
Deputy Mayor	Paul Williams	*
Emergency Management	Rick Larkin	*
Financial Services	Todd Hurley	*
Fire	Tim Butler	November 24, 2013
Human Resources	Angela Nalezny	*
Human Rights and Equal Economic Opportunity	Luz Frias****	February 23, 2012
Library Agency	Kit Hadley	*
Parks and Recreation	Mike Hahm	*
Planning and Economic Development	Cecile Bedor	*
Police	Tom Smith	June 15, 2016
Public Works	Rich Lallier	*
Safety and Inspection	Ricardo Cervantes	*
Saint Paul Regional Water Services	Stephen Schneider	December 17, 2013
Technology and Communications	Andrea Casselton	*

* Serves at the pleasure of the Mayor.

** Serves at the pleasure of the City Council.

*** Newly elected Councilmembers with terms beginning January 2, 2012.

**** Mayor Coleman appointed Readus Fletcher as Human Rights and Equal Economic Opportunity Director on April 20, 2012.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Saint Paul
Minnesota

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Danison

President

Jeffrey R. Enen

Executive Director



REBECCA OTTO
STATE AUDITOR

STATE OF MINNESOTA

OFFICE OF THE STATE AUDITOR

SUITE 500
525 PARK STREET
SAINT PAUL, MN 55103-2139

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(651) 296-4755 (Fax)
state.auditor@state.mn.us (E-mail)
1-800-627-3529 (Relay Service)

INDEPENDENT AUDITOR'S REPORT

The Honorable Christopher B. Coleman, Mayor
and Members of the City Council
City of Saint Paul, Minnesota

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Saint Paul, Minnesota, as of and for the year ended December 31, 2011, which collectively comprise the City's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Saint Paul RiverCentre Convention and Visitors Authority, which represent 1 percent, 1 percent, and 15 percent, respectively, and the Port Authority of the City of Saint Paul, which represent 34 percent, 14 percent, and 30 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Saint Paul RiverCentre Convention and Visitors Authority and the Port Authority of the City of Saint Paul, is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Saint Paul RiverCentre Convention and Visitors Authority were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Saint Paul as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note III.C. to the financial statements, the City of Saint Paul adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, as of and for the year ended December 31, 2011. GASB Statement 54 establishes new fund balance classifications for the governmental fund types and clarifies the definitions of the governmental fund types.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Required Supplementary Information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the GASB, 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. In accordance with auditing standards generally accepted in the United States of America, we have applied certain limited procedures to the required supplementary information, 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Saint Paul's basic financial statements as a whole. The introductory section, the supplementary information, the other supplementary information, and the statistical section listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information and other supplementary 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. This 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 information is fairly presented in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the City of Saint Paul as of and for the year ended December 31, 2010 (not presented herein), and have issued our report thereon dated June 24, 2011, which contained unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. Schedule 27 for the year ended December 31, 2011, which contains comparative information as of December 31 2010, is presented for purposes of additional analysis and is 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 2010 financial statements. The 2010 information in Schedule 27 has been subjected to the auditing procedures applied in the audit of the 2010 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, Schedule 27 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended December 31, 2010.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 27, 2012, on our consideration of the City of Saint Paul's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit. It does not include the Saint Paul RiverCentre Convention and Visitors Authority or the Port Authority of the City of Saint Paul, which were audited by other auditors.



REBECCA OTTO
STATE AUDITOR



GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

July 27, 2012

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CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

OVERVIEW OF THE FINANCIAL STATEMENTS

As management of the City of Saint Paul, we offer readers of the City's financial statement this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2011. We encourage readers to consider the information presented here in conjunction with the City's financial statements and the additional information that we have furnished in our letter of transmittal, which can be found on pages v-xiv of this report.

FINANCIAL HIGHLIGHTS

- The assets of the City of Saint Paul exceeded its liabilities at the close of the most recent fiscal year by \$1,270.3 million (*net assets*). Of this amount, \$3.1 million (*unrestricted net assets*) may be used to meet the government's obligations to citizens and creditors; \$140.5 million is restricted for specific purposes and \$1,126.7 million is invested in capital assets net of related debt. The total net assets include all major infrastructure networks.
- The City's total net assets increased by \$2 million. Governmental activities increased by \$6.5 million and business-type activities decreased by \$4.5 million.
- The City of Saint Paul's governmental funds reported combined ending fund balances of \$219.4 million, a decrease of \$13.5 million in comparison with the prior year. Approximately 17.3% of this amount or, \$37.9 million, is unassigned and available for use in accordance with the City's spending policies.
- The City adopted a fund balance policy for the General and General Debt Service Funds. The policy established specific goals and guidance for future decisions regarding the appropriate level and use of fund balance. The General Fund fund balance should be maintained at 15% of the next year's planned budget for the General Fund and the Library Agency Fund which is financed by property taxes and local government aid. The General Debt Service fund balance should maintain an amount equal to the first half of the subsequent year's debt service, plus 7.5%, in addition to any reserves required by bond indentures, covenants, ordinances, other debt obligations and any net unrealized gains or losses associated with the fair value of investments.
- At the end of the fiscal year, fund balance for the General Fund was \$43.5 million, an increase of \$3.7 million or a 9.4% increase of the 2010 fund balance. The increase is a result of special revenue funds reclassified to the General Fund upon implementation of GASB Statement 54 – *Fund Balance Reporting and Governmental Fund Type Definitions*. The reclassified special revenue funds' 2010 fund balances totaled \$3.6 million. Without the reclassification, the General Fund fund balance would have decreased by \$6.1 million, or a 16.9% reduction of the 2010 ending fund balance. The General Fund fund balance is 18.9% of the budgeted 2012 General Fund expenditures of \$213.6 million plus the Library Agency expenditures of \$15.9 million. This is in compliance with the fund balance policy of 15%.
- At the end of the fiscal year, fund balance for the General Debt Service Fund was \$17.9 million or 56.8% of the 2012 budgeted annual debt service payments, which includes principal and interest of \$31.5 million.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

OVERVIEW OF THE FINANCIAL STATEMENTS

- The City's total long-term bonds and notes increased by \$4.6 million, a 0.8% increase from 2010 for a total outstanding on December 31, 2011 of \$601.3 million.

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

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

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. To assess the overall health of the City, one needs to consider additional non-financial factors such as changes in the City's property tax base and the condition of the City's infrastructure.

The *Statement of Activities* presents information showing how the City's net assets changed during the fiscal year. All changes in net assets are reported when 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 the future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, highways and streets, sanitation, health, culture and recreation, and housing and economic development. The business-type activities of the City of Saint Paul include sewer; development loan programs; parking; parks, recreation and athletics; impound lot; and printing.

The government-wide financial statements include not only the City of Saint Paul itself (known as the primary government), but also Saint Paul RiverCentre Convention & Visitors Authority (RCVA), Saint Paul Regional Water Services (SPRWS) and Port Authority of the City of Saint Paul, which are separate legal entities for which the City of Saint Paul is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself. The Housing and Redevelopment Authority of the City of Saint Paul (HRA) and the Saint Paul Library Agency, although legally separate, function for all practical purposes as departments of the City of Saint Paul, and therefore, have been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 25-27 of this report.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

OVERVIEW OF THE FINANCIAL STATEMENTS

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 42 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, Library Agency, HRA General, General Debt Service, HRA General Debt Service and Capital Improvement Projects, 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 non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 28-34 of this report.

Proprietary Funds – The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Sewer Utility, HRA Loan Enterprise, HRA Parking, Special Services, Watergate Marina, Impounding Lot and RiverPrint Saint Paul/Ramsey County activities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses its internal service funds to account for City Attorney-Outside Services, Risk Management Retention, Internal Borrowing, Purchasing's Value Added Services, Information Systems, Equipment Services Fire-Police, Public Works Engineering, Energy Conservation Investment, Public Works Traffic, Signal and Lighting Maintenance, Asphalt Plant, Public Works Equipment, Public Works Administration, Real Estate Management, Parks and Recreation Special Projects, Parks and Recreation Supply and Maintenance, and Planning and Economic Development Administration. The services provided by these funds predominately benefit the governmental rather than the business-type functions. They have been included within governmental activities in the government-wide financial statements.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

OVERVIEW OF THE FINANCIAL STATEMENTS

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Sewer Utility, HRA Loan Enterprise and HRA Parking funds, since they are considered to be major funds of the City. Data from the other enterprise funds are combined into a single aggregated presentation. All internal service funds are combined into a separate single aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 35-41 of this report.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on page 43 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 47-158 of this report.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, *Required Supplementary Information*, presents a detailed budgetary comparison schedule for the General Fund, Library Agency and the HRA General Fund to demonstrate compliance with the budget. In accordance with the requirements of GASB Statement 45, it also includes other post-employment benefit plan information: a) schedule of funding progress and b) schedule of employer contributions. These schedules can be found on pages 164-165 of this report. The combining statements referred to earlier in connection with nonmajor governmental funds, proprietary funds, internal service funds and other information related to the individual funds are presented immediately following the required supplementary information. Combining and individual statements and schedules can be found on pages 167-227 of this report.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

The analysis of the City's financial position begins with a review of the *Statement of Net Assets* and the *Statement of Changes in Net Assets*. These two statements report the City's net assets and changes therein. It should be noted that the financial position can also be affected by non-financial factors, including economic conditions, population growth and new regulations. Net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Saint Paul, assets exceeded liabilities by \$1,270.3 million as of December 31, 2011. The City is able to report positive balances in all categories of net assets, for the government as a whole, as well as for its separate categories – governmental and business-type activities.

CONDENSED STATEMENT OF NET ASSETS

(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2011	2010	2011	2010 Restated	2011	2010 Restated	
Current and Other Assets	\$ 388,293	\$ 394,554	\$ 110,027	\$ 117,481	\$ 498,320	\$ 512,035	(2.68)%
Capital Assets	1,168,595	1,149,321	366,185	359,758	1,534,780	1,509,079	1.70%
Total Assets	\$ 1,556,888	\$ 1,543,875	\$ 476,212	\$ 477,239	\$ 2,033,100	\$ 2,021,114	0.59%
Long-Term Liabilities	\$ 541,001	\$ 538,006	\$ 150,744	\$ 149,347	\$ 691,745	\$ 687,353	0.64%
Other Liabilities	62,455	58,913	8,567	6,485	71,022	65,398	8.60%
Total Liabilities	\$ 603,456	\$ 596,919	\$ 159,311	\$ 155,832	\$ 762,767	\$ 752,751	1.33%
Net Assets:							
Invested in Capital Assets, Net of Related Debt	\$ 897,144	\$ 870,207	\$ 229,596	\$ 228,556	\$ 1,126,740	\$ 1,098,763	2.55%
Restricted	126,717	127,553	13,809	17,257	140,526	144,810	(2.96)%
Unrestricted	(70,429)	(50,804)	73,496	75,594	3,067	24,790	(87.63)%
Total Net Assets	\$ 953,432	\$ 946,956	\$ 316,901	\$ 321,407	\$ 1,270,333	\$ 1,268,363	0.16%

The largest portion of the City's net assets, \$1,126.7 million (approximately 88.7%), reflects its investments in capital assets (e.g., land, building, improvements, equipment, infrastructure, and construction in progress), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide service to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

Restricted net assets of \$140.5 million (approximately 11.1%), represents resources that are subject to external restriction on how they may be used. The remaining balance, unrestricted net assets of \$3.1 million (approximately 0.2%), may be used to meet the government's ongoing obligation to citizens and creditors.

Analysis of the City's Operations – The following table provides a summary of the City's operations for the year ended December 31, 2011. Overall, both the governmental and business-type activities revenue and expenses remained stable. Governmental activities increased the City of Saint Paul's net assets by \$6.5 million. Business-type activities decreased the City's net assets by \$4.5 million. Compared to last year's change in net assets, the governmental activities experienced a decrease of \$1.0 million and the business-type activities incurred a decrease of \$3.0 million.

CONDENSED STATEMENT OF CHANGES IN NET ASSETS (in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2011	2010	2011	2010 Restated	2011	2010 Restated	
Revenues:							
Program Revenues							
Charges for Services	\$ 115,974	\$ 113,000	\$ 68,246	\$ 67,454	\$ 184,220	\$ 180,454	2.09%
Operating Grants and Contributions	52,036	76,491	519	294	52,555	76,785	(31.56)%
Capital Grants and Contributions	20,347	10,581	1,592	-	21,939	10,581	107.34%
General Revenues							
Property Taxes	110,793	111,811	1,243	1,259	112,036	113,070	(0.91)%
City Sales Tax	15,620	15,220	-	-	15,620	15,220	2.63%
Franchise Fees and Other Taxes	28,178	27,490	-	-	28,178	27,490	2.50%
Local Government Aid	54,475	50,423	-	-	54,475	50,423	8.04%
Grants and Contributions							
Not Restricted	3,091	4,509	73	73	3,164	4,582	(30.95)%
Investment Income	11,740	7,356	2,008	612	13,748	7,968	72.54%
Gain on Sale of Capital Assets	121	42	-	-	121	-	100.00%
Miscellaneous	7,359	4,755	129	652	7,488	5,407	38.49%
Total Revenues	\$ 419,734	\$ 421,678	\$ 73,810	\$ 70,344	\$ 493,544	\$ 491,980	0.32%

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

CONDENSED STATEMENT OF CHANGES IN NET ASSETS (in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2011	2010	2011	2010 Restated	2011	2010 Restated	
Expenses:							
General Government	\$ 45,905	\$ 41,026	\$ -	\$ -	\$ 45,905	\$ 41,026	11.89%
Public Safety	167,319	169,630	-	-	167,319	169,630	(1.36)%
Highway and Streets	58,369	53,074	-	-	58,369	53,074	9.98%
Sanitation	3,832	10,126	-	-	3,832	10,126	(62.16)%
Health	3,847	3,596	-	-	3,847	3,596	6.98%
Culture and Recreation	74,480	65,807	-	-	74,480	65,807	13.18%
Housing and Economic Development	50,411	63,429	-	-	50,411	63,429	(20.52)%
Interest and Fiscal Charges	23,901	22,796	-	-	23,901	22,796	4.85%
Sewer	-	-	38,205	33,126	38,205	33,126	15.33%
Development Loan Programs	-	-	4,071	1,211	4,071	1,211	236.17%
Parking	-	-	11,567	13,100	11,567	13,100	(11.70)%
Parks, Recreation and Athletics	-	-	4,732	4,449	4,732	4,449	6.36%
Impound Lot	-	-	2,717	3,276	2,717	3,276	(17.06)%
Printing	-	-	1,436	1,348	1,436	1,348	6.53%
Total Expenses	\$ 428,064	\$ 429,484	\$ 62,728	\$ 56,510	\$ 490,792	\$ 485,994	0.99%
Change in Net Assets before Transfers and Special Item	\$ (8,330)	\$ (7,806)	\$ 11,082	\$ 13,834	\$ 2,752	\$ 6,028	(54.35)%
Transfers	15,588	15,353	(15,588)	(15,353)	-	-	
Special Item	(782)	-	-	-	(782)	-	
Change in Net Assets	\$ 6,476	\$ 7,547	\$ (4,506)	\$ (1,519)	\$ 1,970	\$ 6,028	(67.32)%
Net Assets, January 1, as restated	\$ 946,956	\$ 939,409	\$ 321,407	\$ 322,926	\$ 1,268,363	\$ 1,262,335	0.48%
Net Assets, December 31	\$ 953,432	\$ 946,956	\$ 316,901	\$ 321,407	\$ 1,270,333	\$ 1,268,363	0.16%

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

Governmental Activities

Governmental activities increased the City's net assets by \$6.5 million, a reduction of \$1.0 million in net change in net assets compared to 2010 increase of \$7.5 million. Overall the governmental activities in 2011 were very stable, both in revenues and expenses. Some revenues and expenses increased, and some decreased. Revenues decreased only by \$1.9 million while the expenses decreased by \$1.4 million and the net transfers increased by \$0.2 million. Housing and economic development expenses decreased by \$13.0 million mainly as a result of projects funded by the American Recovery and Reinvestment Act valued at around \$11.3 million in 2010, completely disappeared in 2011. On the other hand, culture and recreation expenses and the related capital grants and contributions increased in 2011 due to swimming pools construction valued at about \$9.2 million.

Business-type Activities

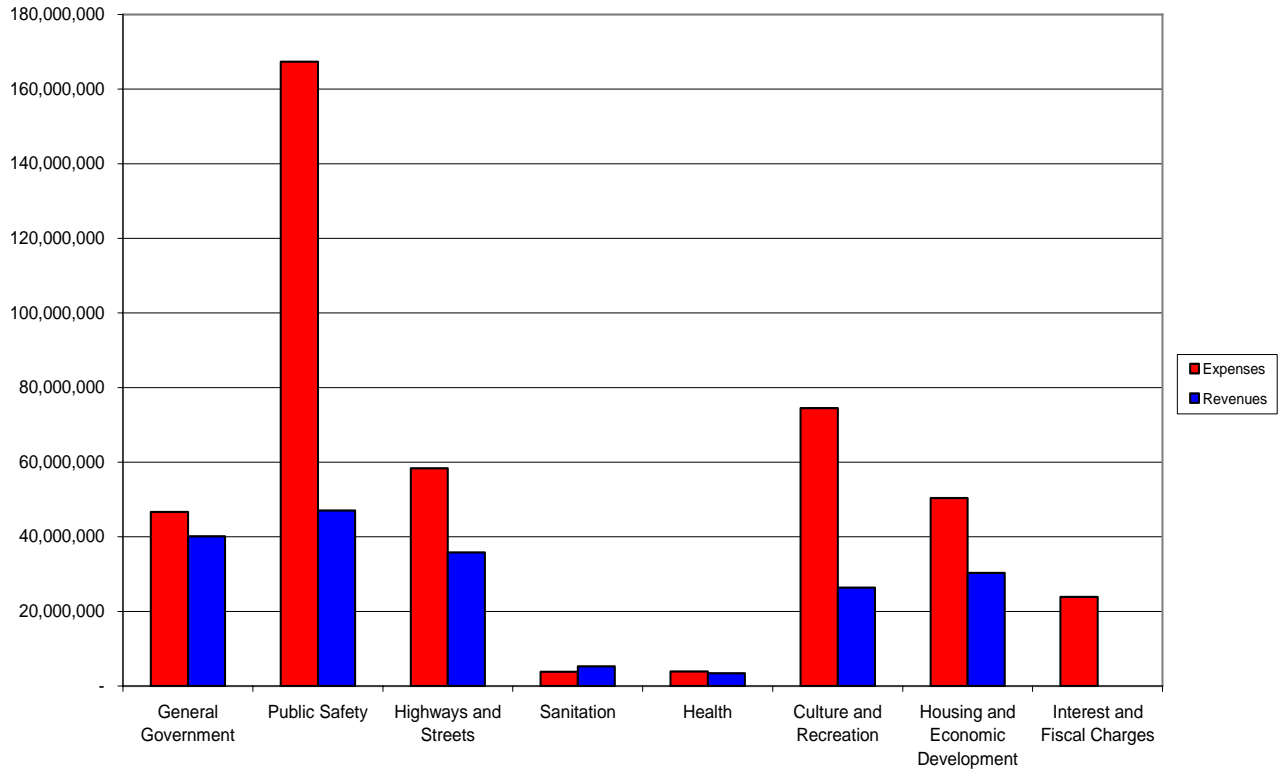
Business-type activities experienced a \$4.5 million decrease in net assets. This is a result of the revenues increasing by \$3.5 million while the expenses increased by \$6.2 million compared to 2010. Most of the increase in expenses occurred in Sewer. Sewer service charges by the Metropolitan Council and Environmental Services have increased by \$1.2 million. Sewer maintenance for \$2.3 million was reported as an expense instead of a transfer in 2011. And Sewer engineering fees increased by \$0.8 million in 2011.

CITY OF SAINT PAUL, MINNESOTA

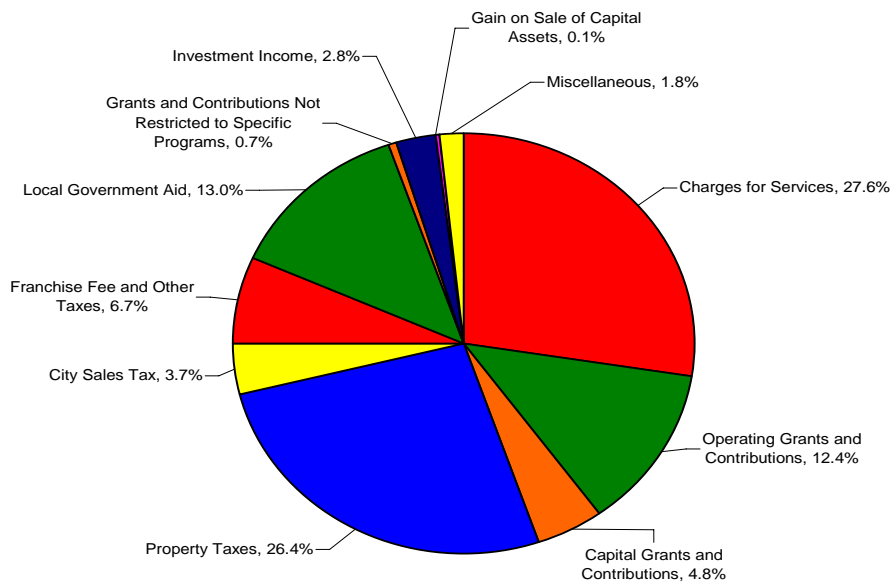
MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

Expenses and Program Revenues – Governmental Activities



Revenue by Source – Governmental Activities

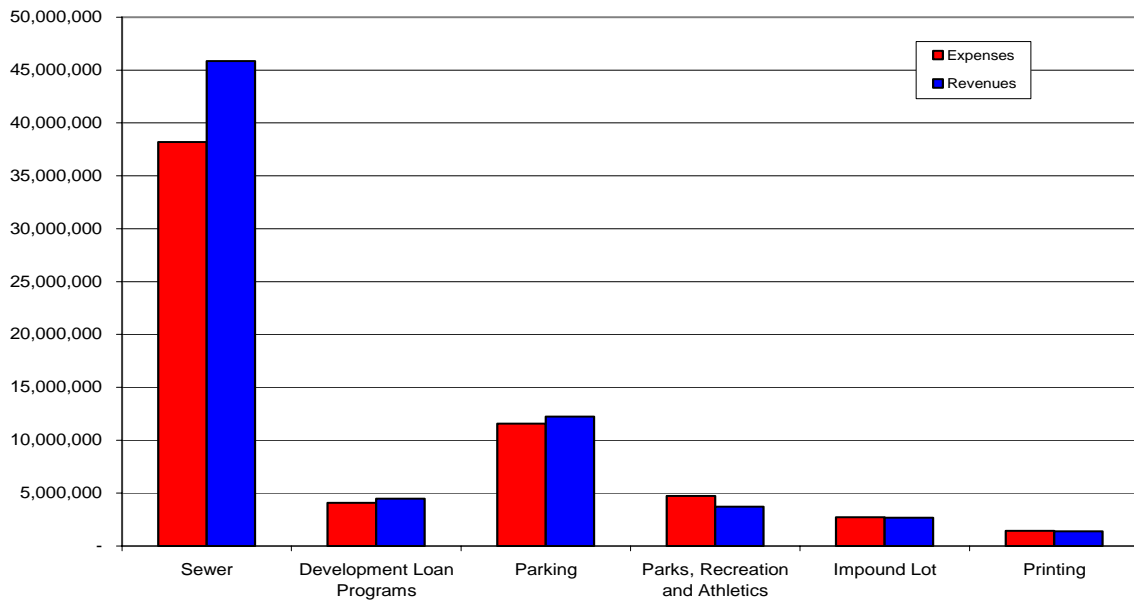


CITY OF SAINT PAUL, MINNESOTA

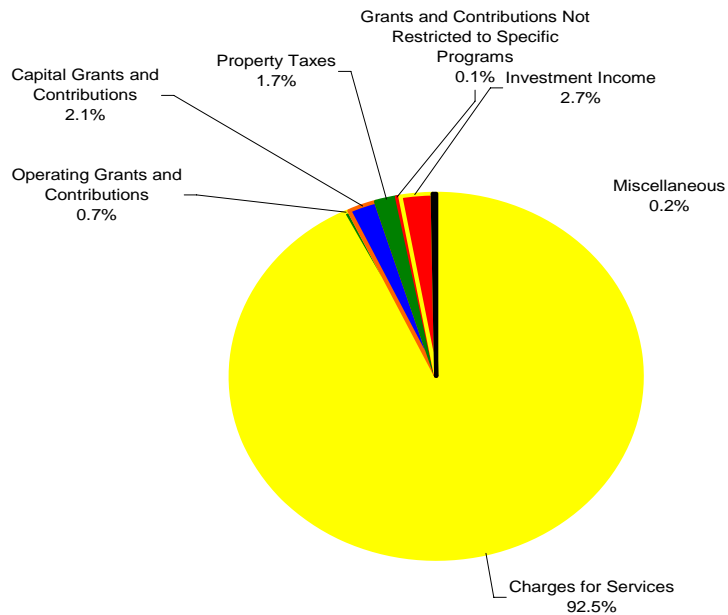
MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

Expenses and Program Revenues – Business-type Activities



Revenues by Source – Business-type Activities



CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds

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

At the end of the current fiscal year, the City of Saint Paul's governmental funds reported combined ending fund balances of \$219.4 million. The majority of the fund balance is either nonspendable or restricted which comprise 57.4% of the total. The rest at 42.6% is unrestricted.

Nonspendable fund balance (0.3% of total) includes amounts that are not in spendable form, or legally or contractually required to be maintained intact. Restricted fund balance comprises 57.1% of the total fund balance. Fund balance are reported as restricted when constraints place on the use of the resources are either externally imposed by the creditors (such as through debt covenants), grantors, other governments or is imposed by law through constitutional provisions or enabling legislation.

Of the total (\$93.4 million) of unrestricted fund balance, \$24.2 million is committed, \$31.3 million is assigned and the largest, \$37.9 million is unassigned. The total unassigned balance is net of the reported balance in the General Fund of \$41.3 million and the rest that are reported in the Capital Improvement Capital Projects Funds of (\$0.9) million and in various special revenue funds for (\$2.5) million.

Purposes	Nonspendable	Restricted	Unrestricted			Subtotal	Total
			Committed	Assigned	Unassigned		
Advance to Component Units	\$ 759,560	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 759,560
Corpus of Permanent Funds	35,000	-	-	-	-	-	35,000
General Government	-	38,657,997	458,546	1,096,597	-	1,555,143	40,213,140
Public Safety	-	3,653,372	391,358	1,638,685	-	2,030,043	5,683,415
Highways and Streets	-	344,853	-	11,050,549	-	11,050,549	11,395,402
Sanitation	-	-	-	1,318,539	-	1,318,539	1,318,539
Health	-	-	-	53,497	-	53,497	53,497
Culture and Recreation	-	1,590,296	974,902	3,457,537	-	4,432,439	6,022,735
Housing and							
Economic Development	-	31,475,918	22,369,057	12,705,793	-	35,074,850	66,550,768
Debt Service	-	49,482,187	-	-	-	-	49,482,187
Unassigned	-	-	-	-	37,880,697	37,880,697	37,880,697
Total	\$ 794,560	\$ 125,204,623	\$ 24,193,863	\$ 31,321,197	\$ 37,880,697	\$ 93,395,757	\$ 219,394,940
Percent of Total	0.3%	57.1%	11.0%	14.3%	17.3%	42.6%	100.0%

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

General Fund is the primary operating fund of the City. Total fund balance as of December 31, 2011, was \$43.5 million, of which \$41.3 million was unassigned fund balance. It may be useful to compare unassigned fund balance to total fund balance and total fund expenditures as a measure of the fund's liquidity. Unassigned fund balance represents 94.9% of total fund balance and 20.1% of total 2011 fund expenditures including transfers out. The fund balance increased by \$3.7 million during the current fiscal year.

The following table provides an overview of General Fund revenues by source.

Revenues by Source	2011	2010	Net Change	Total Percent Change
Property Tax	\$ 62,064,242	\$ 63,394,758	\$ (1,330,516)	(2.10)%
Franchise Fees and Other Taxes	26,541,357	23,328,009	3,213,348	13.77%
Intergovernmental	62,285,460	57,432,531	4,852,929	8.45%
Fees, Sales and Services	41,533,031	18,763,852	22,769,179	121.35%
Interest	4,376,123	2,501,903	1,874,220	74.91%
Miscellaneous	1,192,245	1,522,776	(330,531)	(21.71)%
Transfers In	8,765,590	22,722,795	(13,957,205)	(61.42)%
Capital Lease	-	2,083,500	(2,083,500)	(100.00)%
Sale of Public Safety Building	2,160,000	-	2,160,000	100.00%
Total	<u>\$ 208,918,048</u>	<u>\$ 191,750,124</u>	<u>\$ 17,167,924</u>	8.95%

Overall, General Fund revenues increased by \$17.2 million (8.95%) in 2011 as compared to 2010. This is mainly due to the effect of the reclassification of some special revenue funds' and an internal service fund's revenues and other financing sources to the General Fund in 2011 upon implementation of GASB Statement No. 54. The total effect of the reclassification was an additional \$22.9 million in revenues and transfers in. Franchise Fees and Other Taxes, Intergovernmental, Fees, Sales and Services, Interest, and a special item – the Sale of Public Safety Building increased while Property Tax, Miscellaneous, Transfers In and Capital Lease decreased.

In 2011, property tax revenue decreased by \$1.3 million or 2.1%. Total property tax levy in 2011 was the same as in 2010 for \$92.5 million. The General Fund portion of \$65.1 million (70.4% of total) decreased by \$0.7 million. Current property tax revenue decreased by \$1.6 million while delinquent property tax revenue increased by \$0.3 million. The remaining portion of the property tax levy supports the Saint Paul Library Agency for \$16.9 million (18.2%) and three debt service funds for \$10.5 million (11.4%), the largest of which is the General Debt Service Fund for \$7.7 million.

Intergovernmental revenue increased by \$4.9 million primarily due to an increase in Affordable Care Act's Early Retirement Reinsurance Program by \$0.8 million and the reporting of the City Share of County Court Fines of \$3.8 million in the General Fund, previously reported in 2010 in the Parking Meters Collections Special Revenue Fund.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Fees, sales and services increased by \$22.8 million. The effect of reclassifying the revenues from special revenue funds and an internal service fund in this revenue group was an increase of \$21.1 million of which \$10.8 million came from business licenses, various user charges totaling around \$3.4 million (the largest revenue, about \$1.5 million, for plan checking) and indirect recovery charges for \$6.9 million.

Interest earnings increased by \$1.9 million in 2011 due to the city reporting a \$2.0 million positive fair value of investments compared to a negative fair value of \$0.5 million in 2010.

The major reason for the reduction in Transfers In was because of the reclassification of some special revenue funds revenues and expenses to the General Fund. Transfers In of \$10.9 million from these funds previously reported in 2010, were eliminated in 2011.

The General Fund reported the sale of the public safety building in 2011 when the City received the final payment from the Housing and Redevelopment Authority for \$2.16 million. The initial payment in 2008 was for \$1.4 million for a total purchase price of \$3.56 million.

The following table provides an overview of General Fund expenditures by function.

Expenditures by Function	2011	2010	Net Change	Total Percent Change
General Government	\$ 26,427,744	\$ 24,819,237	\$ 1,608,507	6.48%
Public Safety	142,927,964	132,388,443	10,539,521	7.96%
Highways and Streets	1,857,888	1,458,786	399,102	27.36%
Culture and Recreation	25,671,541	24,093,821	1,577,720	6.55%
Miscellaneous	6,873,589	6,250,287	623,302	9.97%
Debt	54,010	226,484	(172,474)	(76.15)%
Transfers Out	1,358,458	1,915,773	(557,315)	(29.09)%
Total	<u>\$ 205,171,194</u>	<u>\$ 191,152,831</u>	<u>\$ 14,018,363</u>	7.33%

Total General Fund expenditures increased by \$14.0 million or 7.33% as compared to 2010.

The majority of the increase was due to the effect of the reclassification of some special revenue funds' expenditures and other financing sources and an internal service fund's expenses to the General Fund in 2011 upon implementation of GASB Statement No. 54. The total effect of the reclassification was an additional \$12.9 million in expenditures and transfers out. The reclassification increased the following functions' expenditures: General Government - \$1.0 million; Public Safety - \$11.4; Highways and Streets - \$0.4 million and Transfers Out - \$0.1 million. Without the reclassification, the General Fund expenditures would have increased only \$1.1 million or 0.6%

The function most affected with the reclassification was Public Safety. Three special revenue funds affecting Public Safety expenditures were reclassified to the General Fund. Two are from Police Department and one from the Department of Safety and Inspection. The License and Permits Special Revenue Fund contributed the most (\$8.9 million) of the expenditures reclassified.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Culture and Recreation expenditures increased by \$1.6 million. The increase was mainly due to the following: staffing and supplies to support the Polar Bear Exhibit for \$0.2 million; reorganization of the Recreation Division and with the addition of 10 people to the staff for \$0.3 million; and current service level adjustments and fringe benefit increases for \$0.8 million.

The debt service expenditure reported in 2010 for \$.2 million was for a RiverCentre Convention Visitors Authority (RCVA) equipment capital lease that was paid directly by RCVA in 2011.

Library Agency Fund accounts for the general operations of the Saint Paul Public Library. The purpose of separating the Library from the General Fund was to increase its visibility within the community. Revenues to support the agency are from property taxes, and outside grants. Revenues reported from these sources totaled \$16.6 million with expenditures including transfers out of \$16.2 million. The fund balance increased \$0.4 million. The fund is reporting a fund balance on December 31, 2011, of \$0.8 million.

HRA General Fund is the chief operating fund of the HRA. Revenues include the HRA property tax levy, fees from conduit revenue bond issues, property rentals, land sale proceeds, investment earnings, and excess tax increments receipts. The major spending activities are for staff administration of HRA programs, maintenance of HRA properties, and professional services for HRA programs and projects. The fund balance in the HRA General Fund increased during 2011 by \$1.0 million to a total of \$10.8 million at December 31, 2011.

General Debt Service Fund accounts for the revenues and expenditures relating to the City's general obligation debt that is supported by property tax revenues. In 2011, \$7.7 million was received in taxes, \$1.3 million more than in 2010. The transfers in of \$12.9 million have decreased by \$3.7 million. The total fund revenues and transfers in were \$22.4 million and the expenditures for debt payments in 2011 totaled \$21.9 million. The remaining fund balance of \$17.9 million at the end of the fiscal year is to be used for future debt service payments.

HRA General Debt Service Fund accumulates resources and pays debt service for the HRA's debt that is not financed by the two enterprise funds. Debt service on the bonds is financed by property tax increments, City sales taxes, lease payments from the City, and investment earnings. At December 31, 2011, the fund balance is \$14.3 million, which is entirely reserved for future debt service. Total debt spending during 2011 was \$13.2 million.

Capital Improvement Projects Fund accounts for the major capital improvement projects relating to City-owned capital assets. The fund has a total fund balance of (\$0.9) million. The net decrease in fund balance during the current year was \$13.5 million. This is mainly due to an increase in capital outlay expenditures in 2011 by \$14.7 million over the capital outlay expenditures incurred in 2010.

Proprietary Funds

The City of Saint Paul's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Sewer Utility Fund had another year of strong performance in 2011, with an unrestricted net asset balance of \$42.7 million at December 31, 2011. The net asset balance decreased in 2011 by \$6.6 million. Operating cash is being maintained in the \$40-\$50 million range; cash balance at December 31, 2011 was \$51.9 million. Charges for services remained at their current level with no increase in sanitary and storm rates, which was recommended by the Mayor and adopted by the City Council in late 2010 for implementation on January 1, 2011.

The Sewer Utility Enterprise Fund anticipates a decrease in unrestricted net assets as a result of continuation of an Inflow / Infiltration program, major reconstruction of storm sewer tunnels, and other construction repair work. At this time, the restrictions placed on resources in the Sewer Utility Enterprise Fund are those related to outstanding debt (\$5.0 million), and the restriction for operation and maintenance (\$4.4 million). In February 2011, Standard & Poor's Rating Group indicated their support of Sewer Utility management by maintaining their rating of the Sewer Utility's revenue bonds as AAA and Moody's upgraded their rating to Aa1 with a stable outlook.

HRA Loan Enterprise Fund accounts for: (1) loans issued and related servicing for various housing and economic development programs and projects and (2) the lofts at Farmers Market, a market rate rental project. The fund has unrestricted net assets totaling \$23.0 million at December 31, 2011. The assets of the fund include loans receivable and accrued interest on these loans which are reported at \$2.8 million (net of allowance) and in many cases have long repayment terms before there will be liquidation to cash. Cash and investments are reported at \$9.0 million at December 31, 2011. The fund had an overall increase in net assets of \$0.6 million for 2011.

HRA Parking Enterprise Fund accounts for the operation of HRA owned parking facilities in Saint Paul. The fund has unrestricted net assets of \$11.9 million at December 31, 2011. Assets in the fund include capital assets for parking facilities reported at the depreciated amount of \$95.8 million. Long-term debt used for financing the construction of the parking facilities is \$67.7 million in principal outstanding at December 31, 2011. The fund had operating income of \$4.0 million in 2011.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

GENERAL FUND BUDGETARY HIGHLIGHTS

The final amended budget for the General Fund includes the original adopted budget, plus any previously appropriated funds set aside for the purpose of honoring legally-incurred obligations (prior year encumbrances and commitments), plus any additional supplemental appropriations that were legislated by City Council during the year. The total original adopted financing and spending budget including transfers was \$213.9 million, which included the 2010 appropriation of \$1.7 million that was carried forward to 2011. The final appropriations of \$211.9 million are \$2.0 million less than the original budget and are \$18.1 million more than 2010 final appropriations of \$193.8 million.

The 2011 final budget includes \$16.0 of appropriation reclassified from nine special revenue funds (total of \$15.8 million) and one internal service fund (\$0.2 million). Without the reclassification, the 2011 General Fund appropriations would have been \$195.9 million or an increase of \$2.1 million (or 1.1%) over 2010 final appropriations.

The majority of the difference between the 2011 adopted and the 2010 final budget was in Public Safety for \$13.4 million. This is mainly due to the expenditures reclassified from License and Permits Special Revenue Fund to the General Fund of \$9.2 million. The other major contributor was the Parking Enforcement Special Revenue Fund for \$1.2 million of expenditures also reclassified to the General Fund.

The 2011 actual spending including transfers out was \$205.1 million, as compared to the final budget of \$211.9 million, resulted in a \$6.8 million positive variance. Actual expenditures were 96.8% of the final budgeted amount. Over the past ten years, the City's actual expenditures compared to budget have averaged 97.7%

The 2011 actual financing including transfers in and sale of the public safety building was \$208.9 million compared to the final budget of \$204.4 million, and resulted in a positive variance of \$4.5 million. Actual revenues were 102.2% of the final budgeted amount. Over the past ten years, the City's actual revenues compared to budget have averaged 100.3%.

Overall, General Fund budget to actual results reflected a positive variance of \$11.3 million, with an actual net change in fund balance of \$3.7 million.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

CAPITAL ASSETS

At the end of 2011, the City had invested a total of \$1,534.8 million in capital assets (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, infrastructure and construction in progress of the City, including the capital assets recorded for the City's internal service funds which have a depreciated value of \$10.2 million.

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

The Public Works Department completed its 16th year of the Residential Street Vitality Program (RSVP) by awarding the Blair/Griggs, Davern/Jefferson Phase II, and Page/Woodbury Projects for a total amount of \$12.3 million. The Prior/Goodrich RSVP Project will begin in 2012. Public Works awarded the Payne Avenue Streetscape project and continued work on the Central Corridor, Pierce Butler Project, and Maryland/Payne Projects.

The Sewer System Rehabilitation program is now in its 14th year. The City awarded contracts for Ivy/Orange Sewer Lining, Prior/Hampden Sewer Lining, Charles/Blair Sewer Lining and Reany/Ross Sewer Lining for a total of \$1.5 million each. The rehabilitation of the Saint Anthony Storm Tunnel Phase III began in 2011.

The Saint Paul Parks and Recreation Department began major construction project in September of 2011 at the Como Zoo and Conservatory. The \$11.0 million reconstruction of the Gorilla exhibit will include upgrades to the holding spaces, new exhibit area and a new visitor viewing pavilion. The exhibit is expected to open in the summer of 2013.

CAPITAL ASSETS AT YEAR-END NET OF ACCUMULATED DEPRECIATION (in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2011	2010	2011	2010 Restated	2011	2010 Restated	
Land	\$ 149,089	\$ 147,844	\$ 31,789	\$ 31,682	\$ 180,878	\$ 179,526	0.75%
Buildings and Structures	367,965	380,380	70,729	73,783	438,694	454,163	(3.41)%
Improvements other than Buildings	96,874	84,323	-	-	96,874	84,323	14.88%
Public Improvements	-	-	250,771	250,662	250,771	250,662	0.04%
Equipment	27,822	28,927	2,713	2,635	30,535	31,562	(3.25)%
Infrastructure	438,922	451,683	-	-	438,922	451,683	(2.83)%
Construction in Progress	87,923	56,164	10,183	995	98,106	57,159	71.64%
Total	\$ 1,168,595	\$ 1,149,321	\$ 366,185	\$ 359,757	\$ 1,534,780	\$ 1,509,078	1.70%

Additional information on the City of Saint Paul's capital assets can be found in Note VI.E on pages 94-95 of this report.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

LONG-TERM OBLIGATIONS

During 2011, the City issued \$63.0 million in bonds and retired/defeased \$54.0 million in bonds, resulting in \$515.0 million in bonds payable and \$79.2 million in notes payable at the end of 2011. Of the bonded debt, \$164.1 million is considered to be gross direct general property tax supported debt; considering the \$17.9 million available in the General Debt Service Fund and \$10.2 million available in the G.O. Special Assessment - Streets Debt Service Fund, the net general property tax supported debt at year end was \$135.9 million or \$477 per capita.

The City's General Obligation bonds issued in 2011 received a Aa1 rating from Moody's Investors Service, Inc. and continued their AAA rating from Standard & Poor's Corporation. The Sewer Revenue bonds issued in 2011 received a AAA rating from Standard & Poor's Corporation and a Aa1 rating from Moody's Investors Service, Inc.

OUTSTANDING DEBT GENERAL OBLIGATION, REVENUE, LEASE REVENUE AND SALES TAX NOTES AND BONDS (in thousands)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2011	2010	2011	2010	2011	2010	
General Obligation Bonds	\$ 206,065	\$ 182,800	\$ 26,480	\$ 28,055	\$ 232,545	\$ 210,855	10.29%
Limited Tax Bonds	-	-	7,855	7,855	7,855	7,855	0.00%
Revenue Bonds	-	-	63,075	57,055	63,075	57,055	10.55%
Sales Tax Revenue Bonds	84,800	87,865	-	-	84,800	87,865	(3.49)%
HRA Tax Increment Revenue Bonds	36,912	48,566	-	-	36,912	48,566	(24.00)%
HRA Parking Facilities Revenue Bonds	-	-	41,235	42,785	41,235	42,785	(3.62)%
HRA Sales Tax Revenue Bonds	35,520	37,360	-	-	35,520	37,360	(4.93)%
HRA Lease Revenue Bonds	13,080	13,655	-	-	13,080	13,655	(4.21)%
General Obligation Notes	13,458	15,032	-	-	13,458	15,032	(10.47)%
Revenue Notes	34,750	36,751	9,845	10,927	44,595	47,678	(6.47)%
HRA Revenue Notes	19,533	20,114	1,580	1,775	21,113	21,889	(3.55)%
Total	\$ 444,118	\$ 442,143	\$ 150,070	\$ 148,452	\$ 594,188	\$ 590,595	0.61%

Additional information on the City of Saint Paul's long-term obligations can be found in Note VI.G on pages 99-122 of this report.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

CURRENTLY KNOWN FACTS/ECONOMIC CONDITIONS

Financial Outlook

The City's budget, and in particular the General, Library Agency and General Debt Service funds remain heavily influenced by state budget decisions to reduce state aid payments, called Local Government Aid (LGA).

State aid payments are a significant source of financing for the City's General Fund budget. In the 2012 adopted budget, state aids, including LGA, support 21% of total spending (by comparison, property taxes provide 34% of financing in 2012).

In 2008, 2009, 2010 and 2011 the State had a significant budget deficit and resolved it in part by sharply reducing aid payments to local governments. These reductions occurred each year after the City had adopted its annual budgets. The City made mid-year budget amendments using hiring and spending freezes, as well as a limited use of available fund balance in excess of its fund balance policy requirements. These actions brought the budget back in line with forecasted revenues.

The City's budget will continue to be challenged by uncertainty in state aid payments due to the State's forecasted budget deficit. The Mayor is committed to working closely with the City Council to address this uncertainty by continued evaluation of management measures to restructure and resize service delivery systems, and the need for balanced growth in local revenues, while addressing the citizens' concerns about both the current level of property taxation and preserving the scope and quality of municipal services.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2011

CURRENTLY KNOWN FACTS/ECONOMIC CONDITIONS

Employment Outlook

The 2011 annual average unemployment rate for the City of Saint Paul was reported by the Bureau of Labor Statistics at 7.0%, compared to the state unemployment rate of 6.4% and a U.S. average rate of 8.9%. Saint Paul has a balanced, diversified employment base with no single industry sector dominating and is well-positioned to weather the current economic downturn. Employment is not overly reliant on slowing and cyclical sectors, like manufacturing, but is centered with stable and growing employment sectors. Saint Paul's largest employment sector is education and health services (55,469 jobs as of the end of 2011, 32.1% of total). Other large sectors include public administration (20,753 jobs, 12.0%); professional and business services (22,497 jobs, 13.0%); and trade, transportation, and utilities (18,641 jobs, 10.8%) according to Minnesota Department of Employment and Economic Development.

Through the third quarter of 2011 Saint Paul employers paid an average of \$51,835 annually compared to 2010 average of \$49,469 which represents an increase of 4.8%. An average wage in Minneapolis increased by 6.4% (\$62,263 vs. \$ 58,500) and by 5.6% statewide (\$47,845 vs. \$45,292) during the same period. The wages paid by Saint Paul employers through the third quarter of 2011 are higher compared to 2009 (\$50,284) which indicates a stable economy.

REQUESTS FOR INFORMATION

The financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the Office of Financial Services, Attn: Tami Jansen, Accounting Manager, at 15 W. Kellogg Blvd., Room 700; Saint Paul, Minnesota 55102, call 651-266-8835, or e-mail tami.jansen@ci.stpaul.mn.us.

General information relating to the City of Saint Paul, Minnesota, can be found at the City's internet website, www.stpaul.gov.

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Totals	
ASSETS				
Cash and Investments	198,886,683	72,281,649	271,168,332	10,077,223
Investments	-	5,878,500	5,878,500	23,778,498
Receivables (Net of Allowance for Uncollectibles)	82,714,018	6,550,843	89,264,861	86,121,352
Due from Component Units	1,538,344	2,751,621	4,289,965	-
Due from Primary Government	-	-	-	132,831
Due from Other Governmental Units	41,933,110	591,533	42,524,643	727,511
Advance to Component Units	759,560	-	759,560	-
Internal Balances	15,483,629	(15,483,629)	-	-
Inventories	15,015,652	13,844,623	28,860,275	1,862,578
Other Assets	12,052,535	-	12,052,535	796,811
Restricted Cash and Investments	35,000	20,554,774	20,589,774	38,259,512
Long Term Receivables	4,111,855	3,057,469	7,169,324	1,984,781
Deferred Outflow - Unrealized Loss on Derivatives	15,762,250	-	15,762,250	-
Capital Assets Not Being Depreciated				
Land	149,089,440	31,788,825	180,878,265	9,355,053
Construction in Progress	87,923,115	10,183,455	98,106,570	36,000,728
Capital Assets Net of Accumulated Depreciation				
Buildings and Structures	367,964,810	70,728,866	438,693,676	56,643,047
Improvements Other than Buildings	96,874,361	-	96,874,361	-
Public Improvements	-	250,770,955	250,770,955	151,852,608
Equipment	27,821,983	2,712,650	30,534,633	24,661,927
Infrastructure	438,921,680	-	438,921,680	-
Total Assets	1,556,888,025	476,212,134	2,033,100,159	442,254,460
LIABILITIES				
Accounts Payable and Other Current Liabilities	16,409,982	3,898,938	20,308,920	11,069,454
Accrued Salaries	7,089,399	225,791	7,315,190	542,459
Due to Component Units	65,337	67,493	132,830	-
Due to Primary Government	-	-	-	4,289,966
Due to Other Governmental Units	4,095,894	14,221	4,110,115	2,572,983
Unearned Revenue	15,992,289	-	15,992,289	2,773,716
Liabilities Payable from Restricted Assets	-	4,360,745	4,360,745	43,872,502
Pollution Remediation Obligation	3,039,609	-	3,039,609	-
Interest Swap Derivative	15,762,250	-	15,762,250	-
Noncurrent Liabilities:				
Due Within One Year	45,054,006	4,872,309	49,926,315	1,060,185
Due in More than One Year	495,947,034	145,871,619	641,818,653	110,956,325
Total Liabilities	603,455,800	159,311,116	762,766,916	177,137,590
NET ASSETS				
Investment in Capital Assets, Net of Related Debt	897,144,181	229,596,222	1,126,740,403	206,968,770
Restricted for:				
General Government	38,657,997	-	38,657,997	-
Public Safety	3,653,372	-	3,653,372	-
Highways and Streets	344,853	-	344,853	-
Culture and Recreation	2,304,279	-	2,304,279	-
Economic Development	32,193,517	-	32,193,517	47,409,576
Debt Service	49,482,187	9,267,588	58,749,775	-
Permanent Activities				
Expendable	45,577	-	45,577	-
Nonexpendable	35,000	-	35,000	-
Operations and Maintenance	-	4,541,302	4,541,302	-
Unrestricted	(70,428,738)	73,495,906	3,067,168	10,738,524
Total Net Assets	953,432,225	316,901,018	1,270,333,243	265,116,870

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

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Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-Type Activities	Totals	
Primary Government								
Governmental Activities								
General Government	45,904,559	32,363,963	7,486,850	311,412	(5,742,334)	-	(5,742,334)	-
Public Safety	167,319,484	36,874,281	10,126,786	-	(120,318,417)	-	(120,318,417)	-
Highways and Streets	58,368,567	26,740,937	2,665,606	6,381,006	(22,581,018)	-	(22,581,018)	-
Sanitation	3,831,801	4,590,556	656,164	-	1,414,919	-	1,414,919	-
Health	3,847,123	3,464,551	-	-	(382,572)	-	(382,572)	-
Culture and Recreation	74,479,716	9,152,639	5,307,368	11,907,237	(48,112,472)	-	(48,112,472)	-
Housing and Economic Development	50,411,057	2,786,648	25,793,044	1,747,472	(20,083,893)	-	(20,083,893)	-
Interest and Fiscal Charges	23,901,340	-	-	-	(23,901,340)	-	(23,901,340)	-
Total Governmental Activities	428,063,647	115,973,575	52,035,818	20,347,127	(239,707,127)	-	(239,707,127)	-
Business-Type Activities								
Sewer	38,205,270	45,856,581	-	-	-	7,651,311	7,651,311	-
Development Loan Programs	4,071,255	2,478,443	519,025	1,485,981	-	412,194	412,194	-
Parking	11,566,905	12,140,085	-	106,500	-	679,680	679,680	-
Parks, Recreation and Athletics	4,731,832	3,710,174	-	-	-	(1,021,658)	(1,021,658)	-
Impound Lot	2,716,930	2,668,342	-	-	-	(48,588)	(48,588)	-
Printing	1,435,476	1,392,178	-	-	-	(43,298)	(43,298)	-
Total Business-Type Activities	62,727,668	68,245,803	519,025	1,592,481	-	7,629,641	7,629,641	-
Total Primary Government	490,791,315	184,219,378	52,554,843	21,939,608	(239,707,127)	7,629,641	(232,077,486)	-
Component Units								
RiverCentre Convention & Visitors Authority	13,371,662	8,319,594	913,586	2,852,465	-	-	-	(1,286,017)
Regional Water Services	40,796,863	44,650,631	77,960	3,772,733	-	-	-	7,704,461
Port Authority	25,592,740	6,390,511	12,835,335	1,937,114	-	-	-	(4,429,780)
Total Component Units	79,761,265	59,360,736	13,826,881	8,562,312	-	-	-	1,988,664
General Revenues								
Taxes								
Property Taxes, Levied for General Purposes					99,580,962	1,242,838	100,823,800	-
Property Taxes, Levied for Debt Service					11,211,822	-	11,211,822	5,114,158
City Sales Tax					15,620,488	-	15,620,488	-
Gross Earnings Franchise Fee					25,184,336	-	25,184,336	-
Other Taxes					2,993,560	-	2,993,560	1,593,390
Revenues Not Restricted to Specific Programs								
Local Government Aid					54,474,965	-	54,474,965	-
Grants and Contributions					3,090,739	73,100	3,163,839	-
Investment Income								
Interest Earned on Investments					6,731,991	1,026,125	7,758,116	2,025,810
Increase (Decrease) in Fair Value of Investments					4,957,838	981,947	5,939,785	647,551
Other Investment Income					50,394	-	50,394	-
Gain on Sale of Capital Assets					120,589	481	121,070	24,144
Miscellaneous					7,358,546	128,762	7,487,308	332,386
Transfers								
Special Item - Capital Lease Termination Costs					15,588,454	(15,588,454)	-	-
Total General Revenues, Transfers and Special Item					(781,429)	-	(781,429)	-
Change in Net Assets								
Net Assets, January 1, as restated					246,183,255	(12,135,201)	234,048,054	9,737,439
Change in Net Assets					6,476,128	(4,505,560)	1,970,568	11,726,103
Net Assets, December 31					946,956,097	321,406,578	1,268,362,675	253,390,767
Net Assets, December 31					953,432,225	316,901,018	1,270,333,243	265,116,870

City of Saint Paul, Minnesota
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2011

Exhibit 3

	<u>General</u>	<u>Library Agency</u>	<u>HRA General Fund</u>	<u>General Debt Service</u>	<u>HRA General Debt Service</u>	<u>Capital Improvement Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS								
Cash and Investments with Treasurer	19,681,097	389,186	11,625,629	18,902,732	6,234,619	-	120,095,985	176,929,248
Cash and Investments with Trustees	-	-	-	-	7,927,551	-	8,271,118	16,198,669
Imprest Funds	48,215	-	-	-	-	-	53,020	101,235
Receivables								
Property Taxes - Due from Ramsey County	427,135	523,921	50,307	46,671	153,422	-	1,014,591	2,216,047
Property Taxes - Delinquent	2,846,347	774,835	260,373	416,077	569,849	-	371,611	5,239,092
Accounts (net of allowance for estimated uncollectible)	3,534,891	349,480	27,824	19,700	-	2,046,473	1,254,527	7,232,895
Assessments	-	-	-	-	-	17,206,323	32,842,052	50,048,375
Notes and Loans	10,658,734	-	-	-	-	-	12,946,834	23,605,568
Accrued Interest	454,683	-	58,917	117,555	111,471	-	692,983	1,435,609
Due from Xcel Energy	1,022,821	-	-	-	-	-	-	1,022,821
Due from Other Funds	28,594,789	58,007	-	-	54,731	11,072,656	1,917,411	41,697,594
Due from Component Units	466,795	-	-	-	-	618,015	331,099	1,415,909
Due from Other Governmental Units	1,084,661	-	-	-	-	15,671,715	16,610,923	33,367,299
Advance to Other Funds	-	-	717,599	-	-	-	4,465,309	5,182,908
Advance to Component Units	759,560	-	-	-	-	-	-	759,560
Land Held for Resale	-	-	496,009	-	-	-	11,827,989	12,323,998
TOTAL ASSETS	<u>69,579,728</u>	<u>2,095,429</u>	<u>13,236,658</u>	<u>19,502,735</u>	<u>15,051,643</u>	<u>46,615,182</u>	<u>212,695,452</u>	<u>378,776,827</u>

continued

City of Saint Paul, Minnesota
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2011

Exhibit 3

	General	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Other Governmental Funds	Total Governmental Funds
LIABILITIES AND FUND BALANCES								
Liabilities								
Accrued Salaries Payable	5,128,439	295,996	-	8,765	-	4,983	867,673	6,305,856
Accounts Payable	1,342,064	152,329	1,200	51,807	-	2,067,574	2,793,737	6,408,711
Contracts/Retention Payable	213,536	-	619,622	-	-	4,125,242	-	4,958,400
Due to Other Funds	1,056,622	16,831	1,000,685	1,035,447	-	11,303,002	16,485,846	30,898,433
Due to Component Unit	604	-	-	-	-	3,789	60,945	65,338
Due to Other Governmental Units	2,087,533	-	3,483	-	-	141,915	1,678,611	3,911,542
Advance from Other Funds	614,730	-	-	-	-	803,780	5,513,130	6,931,640
Deferred Revenue	15,607,831	810,621	787,967	486,352	705,528	28,912,833	37,215,987	84,527,119
Unearned Revenue	-	-	-	-	-	201,558	15,173,290	15,374,848
Total Liabilities	26,051,359	1,275,777	2,412,957	1,582,371	705,528	47,564,676	79,789,219	159,381,887
Fund Balances								
Nonspendable								
General Fund	759,560	-	-	-	-	-	-	759,560
Permanent Funds	-	-	-	-	-	-	35,000	35,000
Restricted								
Special Revenue Funds	-	-	-	-	-	-	6,788,443	6,788,443
Debt Service Funds	-	-	-	17,920,364	14,346,115	-	17,215,708	49,482,187
Capital Projects Funds	-	-	-	-	-	-	68,888,416	68,888,416
Permanent Funds	-	-	-	-	-	-	45,577	45,577
Committed								
Special Revenue Funds	-	381,443	5,521,228	-	-	-	1,443,363	7,346,034
Capital Projects Funds	-	-	-	-	-	-	16,847,829	16,847,829
Assigned								
General Fund	1,453,846	-	-	-	-	-	-	1,453,846
Special Revenue Funds	-	438,209	5,302,473	-	-	-	16,469,192	22,209,874
Capital Projects Funds	-	-	-	-	-	-	7,657,477	7,657,477
Unassigned								
General Fund	41,314,963	-	-	-	-	-	-	41,314,963
Special Revenue Funds	-	-	-	-	-	-	(2,484,772)	(2,484,772)
Capital Projects Funds	-	-	-	-	-	(949,494)	-	(949,494)
Total Fund Balances	43,528,369	819,652	10,823,701	17,920,364	14,346,115	(949,494)	132,906,233	219,394,940
TOTAL LIABILITIES AND FUND BALANCES	69,579,728	2,095,429	13,236,658	19,502,735	15,051,643	46,615,182	212,695,452	378,776,827

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

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City of Saint Paul, Minnesota
**RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET AND
 THE GOVERNMENT - WIDE STATEMENT OF NET ASSETS**
 December 31, 2011

Exhibit 4

Total Fund Balances - Governmental Funds	\$ 219,394,940
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.	1,158,444,790
Some receivables that are not currently available are reported as deferred revenue in the fund financial statements, but are recognized as revenue when earned in the government-wide statements.	82,980,963
Internal Service funds are used by management to charge the costs of various services provided to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.	21,196,416
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(528,584,884)</u>
Net Assets of Governmental Activities	<u><u>\$ 953,432,225</u></u>

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

City of Saint Paul, Minnesota
**STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES**
GOVERNMENTAL FUNDS
 For the Fiscal Year Ended December 31, 2011

Exhibit 5

	<u>General</u>	<u>Library Agency</u>	<u>HRA General Fund</u>	<u>General Debt Service</u>	<u>HRA General Debt Service</u>	<u>Capital Improvement Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	60,203,222	16,100,627	3,164,015	7,537,343	-	-	2,769,650	89,774,857
Current Tax Increment	818,453	-	-	-	8,370,424	-	11,205,927	20,394,804
Delinquent Taxpayer	1,042,567	240,522	21,597	144,681	-	-	-	1,449,367
Delinquent Tax Increment	-	-	-	-	-	-	479,010	479,010
Total Property Taxes	62,064,242	16,341,149	3,185,612	7,682,024	8,370,424	-	14,454,587	112,098,038
City Sales Tax	-	-	-	-	-	-	15,620,488	15,620,488
Gross Earnings Franchise Fees	25,100,829	-	-	-	-	-	-	25,100,829
Hotel-Motel Tax	1,316,321	-	-	-	-	-	1,644,826	2,961,147
Other Taxes	124,207	-	-	-	-	-	-	124,207
Total Taxes	88,605,599	16,341,149	3,185,612	7,682,024	8,370,424	-	31,719,901	155,904,709
Licenses and Permits	11,228,248	-	-	-	-	-	402,449	11,630,697
Intergovernmental Revenue (Schedule 37)	62,285,460	20,354	108,652	513,265	74,672	15,262,331	43,708,160	121,972,894
Fees, Sales and Services	30,304,783	-	1,231,500	176,750	-	1,054,694	21,474,955	54,242,682
Assessments	-	-	-	-	-	5,841,670	28,113,763	33,955,433
Investment Income								
Interest Earned on Investments	2,370,093	-	304,286	608,913	517,384	-	3,609,286	7,409,962
Increase (Decrease) in Fair Value of Investments	1,998,594	-	258,761	523,557	448,382	-	2,124,413	5,353,707
Interest Earned - Other	7,436	-	-	37,905	-	-	286,894	332,235
Miscellaneous Revenue								
Program Income	-	-	-	-	-	1,738,164	579,604	2,317,768
Other	1,112,943	196,083	300	-	1,138,069	29,187	10,935,980	13,412,562
Total Revenues	197,913,156	16,557,586	5,089,111	9,542,414	10,548,931	23,926,046	142,955,405	406,532,649

continued

City of Saint Paul, Minnesota
**STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES**
GOVERNMENTAL FUNDS
 For the Fiscal Year Ended December 31, 2011

Exhibit 5

	<u>General</u>	<u>Library Agency</u>	<u>HRA General Fund</u>	<u>General Debt Service</u>	<u>HRA General Debt Service</u>	<u>Capital Improvement Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
EXPENDITURES								
Current								
General Government	26,427,744	-	-	874,981	-	1,700,973	6,356,041	35,359,739
Public Safety	142,927,964	-	-	-	-	929,544	15,179,681	159,037,189
Highways and Streets	1,857,888	-	-	-	-	11,898,879	23,156,200	36,912,967
Sanitation	-	-	-	-	-	-	3,728,012	3,728,012
Health	-	-	-	-	-	-	3,464,551	3,464,551
Culture and Recreation	25,671,541	14,644,616	-	-	-	894,086	14,460,393	55,670,636
Housing and Economic Development	-	-	3,858,072	-	3,073,851	24,572	44,546,965	51,503,460
Miscellaneous	6,873,589	-	-	-	-	-	-	6,873,589
Capital Outlay	-	11,471	-	-	-	50,305,772	3,531,446	53,848,689
Debt Service								
Bond Principal	-	-	-	15,090,000	5,959,648	-	8,240,000	29,289,648
Other Debt Principal	51,088	-	-	2,075,000	433,167	-	3,732,250	6,291,505
Interest - Bonds	-	-	-	3,732,772	6,288,122	-	8,618,875	18,639,769
Interest - Other Debt	2,922	-	-	806,176	393,260	-	4,508,561	5,710,919
Bond Issuance Costs	-	-	-	183,109	139,666	193,512	129,427	645,714
Total Expenditures	203,812,736	14,656,087	3,858,072	22,762,038	16,287,714	65,947,338	139,652,402	466,976,387
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,899,580)	1,901,499	1,231,039	(13,219,624)	(5,738,783)	(42,021,292)	3,303,003	(60,443,738)
OTHER FINANCING SOURCES (USES)								
Transfers In	8,765,590	-	-	12,864,783	21,864,521	20,592,395	44,501,430	108,588,719
Transfers Out	(1,358,458)	(1,520,056)	(271,742)	(1,522,190)	(31,095,323)	(4,954,945)	(52,085,780)	(92,808,494)
Bonds Refunded	-	-	-	(8,820,000)	(9,835,000)	-	-	(18,655,000)
Bonds Issued	-	-	-	-	11,930,000	12,500,000	10,865,000	35,295,000
Refunding Bonds Issued	-	-	-	18,780,000	-	-	-	18,780,000
Premium on Bonds Issued	-	-	-	1,062,038	155,316	-	294,303	1,511,657
Capital Lease	-	-	-	-	-	-	1,950,500	1,950,500
Capital Lease Refunded	-	-	-	(9,660,000)	-	-	-	(9,660,000)
Sale of Capital Assets	79,302	-	-	-	-	425,209	11,433	515,944
Total Other Financing Sources (Uses)	7,486,434	(1,520,056)	(271,742)	12,704,631	(6,980,486)	28,562,659	5,536,886	45,518,326
SPECIAL ITEM								
Sale of Public Safety Building	2,160,000	-	-	-	-	-	-	2,160,000
Capital Lease Termination Costs	-	-	-	(781,429)	-	-	-	(781,429)
Total Special Items	2,160,000	-	-	(781,429)	-	-	-	1,378,571
Net Change in Fund Balances	3,746,854	381,443	959,297	(1,296,422)	(12,719,269)	(13,458,633)	8,839,889	(13,546,841)
FUND BALANCES, January 1, as restated	39,781,515	438,209	9,864,404	19,216,786	27,065,384	12,509,139	124,066,344	232,941,781
FUND BALANCES, December 31	43,528,369	819,652	10,823,701	17,920,364	14,346,115	(949,494)	132,906,233	219,394,940

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

City of Saint Paul, Minnesota
**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES**
For the Fiscal Year Ended December 31, 2011

Exhibit 6

Net Change in Fund Balances - Total Governmental Funds	\$ (13,546,841)
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the Statement of Net Assets, the cost of these assets is capitalized and depreciated over their estimated useful lives with depreciation expense reported in the Statement of Activities.	19,430,569
Net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, retirements and contributions) is to increase or decrease net assets	(634,328)
Receivables not currently available are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.	2,676,031
Debt and lease proceeds provide current financial resources to governmental funds, but issuing these obligations increases long-term liabilities in the Statement of Net Assets. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.	7,871,198
Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.	(865,943)
Some expenses in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(8,951,754)
Internal Service funds are used by management to charge the costs of various services provided to individual funds. The net revenues of certain activities of internal service funds are reported with governmental activities.	<u>497,196</u>
Change in Net Assets of Governmental Activities	<u>\$ 6,476,128</u>

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

City of Saint Paul, Minnesota
 STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS
 December 31, 2011

Exhibit 7

	Business-Type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		
ASSETS						
Current Assets						
Cash and Investments with Treasurer	51,926,054	7,749,011	11,230,941	-	70,906,006	5,691,356
Cash and Investments with Trustees	-	593,523	780,370	-	1,373,893	-
Imprest Funds	150	-	-	1,600	1,750	1,175
Restricted Cash and Cash Equivalents						
Cash for General Obligation Bond Debt Service	-	-	2,504,799	-	2,504,799	-
Cash for Limited Bond Debt Service	-	357,771	-	-	357,771	-
Cash for Limited Bond Construction	-	278,819	-	-	278,819	-
Cash for Revenue Bond Debt Service	437,558	-	2,652,229	-	3,089,787	-
Cash for Revenue Bond Operations and Maintenance	4,050,584	-	240,718	-	4,291,302	-
Cash for Revenue Bond Construction	5,445,690	-	-	-	5,445,690	-
Cash for Budget and Rate Stabilization	4,586,606	-	-	-	4,586,606	-
Receivables						
Delinquent Taxes Receivable	-	-	113,075	-	113,075	-
Accounts (net of allowance for estimated uncollectibles)	14,629	-	440,503	39,571	494,703	812,279
Assessments	5,854,826	934	-	-	5,855,760	-
Accrued Interest	120,757	34,235	36,199	9,188	200,379	39,573
Due from Other Funds	767,695	-	-	506,227	1,273,922	7,114,891
Due from Component Units	2,706,969	-	-	44,652	2,751,621	122,436
Due from Other Governmental Units	174,245	-	-	304,214	478,459	1,113,552
Inventories						
Materials and Supplies	114,393	-	-	104,458	218,851	2,691,654
Impounded Cars	-	-	-	163,855	163,855	-
Prepaid Items	-	-	-	-	-	5,349,347
Land Held for Resale	-	11,185,971	-	-	11,185,971	-
Total Current Assets	76,200,156	20,200,264	17,998,834	1,173,765	115,573,019	22,936,263
Noncurrent Assets						
Restricted Assets						
Investment for Revenue Bond Future Debt Service	5,211,750	-	-	-	5,211,750	-
Investment for Revenue Bond Construction	-	-	-	666,750	666,750	-
Total Restricted Assets	5,211,750	-	-	666,750	5,878,500	-
Other Assets						
Advance to Other Funds	-	3,460,903	-	-	3,460,903	1,170,226
Deferred Charges	309,963	172,369	1,714,987	78,627	2,275,946	-
Other Long-Term Loans Receivable	-	2,356,786	236,250	-	2,593,036	4,111,855
Accrued Interest Receivable on Loans	-	464,433	-	-	464,433	-
Total Other Assets	309,963	6,454,491	1,951,237	78,627	8,794,318	5,282,081

continued

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2011

Exhibit 7

	Business-Type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		
Capital Assets						
Land	82,186	947,344	27,247,487	3,511,808	31,788,825	80,907
Buildings and Structures	3,347,053	-	107,350,664	2,742,672	113,440,389	12,669,714
Less: Accumulated Depreciation	(727,171)	-	(40,509,400)	(1,474,952)	(42,711,523)	(7,761,835)
Public Improvements	370,681,780	-	279,541	-	370,961,321	-
Less: Accumulated Depreciation	(120,131,348)	-	(59,018)	-	(120,190,366)	-
Equipment	2,467,008	-	1,798,469	2,760,115	7,025,592	27,198,134
Less: Accumulated Depreciation	(1,618,212)	-	(349,880)	(2,344,850)	(4,312,942)	(22,036,321)
Construction in Progress	-	10,183,455	-	-	10,183,455	-
Total Capital Assets	254,101,296	11,130,799	95,757,863	5,194,793	366,184,751	10,150,599
Total Noncurrent Assets	259,623,009	17,585,290	97,709,100	5,940,170	380,857,569	15,432,680
TOTAL ASSETS	335,823,165	37,785,554	115,707,934	7,113,935	496,430,588	38,368,943
LIABILITIES						
Current Liabilities (Payable from Current Assets)						
Accrued Salaries Payable	132,593	-	-	93,198	225,791	783,543
Accounts Payable	2,197,535	551,753	713,572	206,256	3,669,116	1,098,709
Contracts Payable	-	43,943	-	-	43,943	-
Due to Other Funds	11,289,870	370,170	182,743	5,779,738	17,622,521	1,748,428
Due to Component Units	67,493	-	-	-	67,493	-
Due to Other Governmental Units	-	1,548	-	12,673	14,221	184,352
Unearned Revenue	-	-	-	-	-	3,657,050
Compensated Absences Payable	20,344	-	-	14,837	35,181	104,894
Revenue Bonds Payable	2,805,000	-	629,665	280,000	3,714,665	-
Revenue Notes Payable	1,122,463	-	-	-	1,122,463	-
Capital Lease Payable	-	-	-	-	-	392,005
Accrued Interest Payable	-	-	-	-	-	-
Revenue Bonds	-	-	-	71,038	71,038	-
Revenue Notes	114,840	-	-	-	114,840	-
Capital Lease	-	-	-	-	-	36,072
Total Current Liabilities (Payable from Current Assets)	17,750,138	967,414	1,525,980	6,457,740	26,701,272	8,005,053

continued

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2011

Exhibit 7

	Business-Type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		
Current Liabilities (Payable from Restricted Assets)						
General Obligation Bonds Payable	-	-	1,605,000	-	1,605,000	-
Revenue Bonds Payable	255,000	-	1,040,335	-	1,295,335	-
Accrued Interest Payable						
General Obligation Bonds	-	-	379,465	-	379,465	-
Limited Tax Bonds	-	214,205	-	-	214,205	-
Revenue Bonds	181,110	-	685,630	-	866,740	-
Total Current Liabilities (Payable from Restricted Assets)	436,110	214,205	3,710,430	-	4,360,745	-
Total Current Liabilities	18,186,248	1,181,619	5,236,410	6,457,740	31,062,017	8,005,053
Noncurrent Liabilities						
General Obligation Bonds Payable (net of Unamortized Premium)	-	-	25,655,807	-	25,655,807	-
Limited Tax Bonds Payable	-	7,855,000	-	-	7,855,000	-
Revenue Bonds Payable (net of Unamortized Premium and Unamortized Discount)	54,970,131	-	39,674,761	5,800,207	100,445,099	-
Revenue Notes Payable	8,722,158	1,580,000	-	-	10,302,158	-
Capital Lease Payable	-	-	-	-	-	2,763,487
Advance from Other Funds	-	2,024,318	-	-	2,024,318	858,079
Compensated Absences Payable	276,800	-	-	454,397	731,197	2,422,072
Net Other Postemployment Benefits Obligation	348,613	-	-	533,745	882,358	3,695,452
Total Noncurrent Liabilities	64,317,702	11,459,318	65,330,568	6,788,349	147,895,937	9,739,090
TOTAL LIABILITIES	82,503,950	12,640,937	70,566,978	13,246,089	178,957,954	17,744,143
NET ASSETS						
Invested in Capital Assets, Net of Related Debt	201,179,115	1,702,669	28,867,282	(806,787)	230,942,279	6,995,107
Restricted for:						
Debt Service	5,032,089	143,566	4,091,933	-	9,267,588	-
Operation and Maintenance	4,360,547	250,000	240,718	-	4,851,265	-
Total Restricted	9,392,636	393,566	4,332,651	-	14,118,853	-
Unrestricted	42,747,464	23,048,382	11,941,023	(5,325,367)	72,411,502	13,629,693
TOTAL NET ASSETS	253,319,215	25,144,617	45,140,956	(6,132,154)	317,472,634	20,624,800
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds					(571,616)	
Net Assets of Business-Type Activities					316,901,018	

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

City of Saint Paul, Minnesota

Exhibit 8

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Fiscal Year Ended December 31, 2011

	Business Type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		
OPERATING REVENUES						
Intergovernmental Revenue	-	-	-	-	-	4,248,220
Fees, Sales and Services	45,822,493	1,466,278	12,140,085	7,029,767	66,458,623	52,868,773
Rents and Leases	-	-	-	524,808	524,808	1,819,116
Interest Earned on Loans	-	1,012,165	-	-	1,012,165	274,863
Miscellaneous	34,088	-	-	216,119	250,207	1,154,506
Total Operating Revenues	45,856,581	2,478,443	12,140,085	7,770,694	68,245,803	60,365,478
OPERATING EXPENSES						
Cost of Merchandise Sold	-	-	-	195,633	195,633	776,688
Salaries	3,481,113	-	-	3,043,617	6,524,730	21,154,128
Employee Fringe Benefits	1,733,251	-	-	1,387,241	3,120,492	11,312,636
Agent	-	-	3,994,454	-	3,994,454	-
Services	24,312,906	-	862,042	2,382,985	27,557,933	9,012,338
Materials and Supplies	708,018	2,929,464	8,998	1,327,557	4,974,037	14,781,961
Depreciation	4,682,687	-	2,937,220	256,503	7,876,410	1,654,320
Bad Debts	-	5,994	-	-	5,994	226,148
Forgivable Loans	-	609,834	-	-	609,834	-
Miscellaneous	754,609	-	363,781	5,710	1,124,100	810,710
Total Operating Expenses	35,672,584	3,545,292	8,166,495	8,599,246	55,983,617	59,728,929
OPERATING INCOME (LOSS)	10,183,997	(1,066,849)	3,973,590	(828,552)	12,262,186	636,549
NON-OPERATING REVENUES (EXPENSES)						
Property Tax Increment	-	-	1,242,838	-	1,242,838	-
Intergovernmental Revenue (Schedule 37)	73,100	519,025	-	-	592,125	1,190,550
Operating Grants	-	-	-	-	-	7,000
Gain on Sale of Capital Assets	-	-	-	481	481	28,749
Investment Income						
Interest Earned on Investments	608,002	187,593	192,285	38,245	1,026,125	451
Increase (Decrease) in Fair Value of Investments	618,901	176,147	177,382	9,517	981,947	(172)
Noncapital Contributions	-	128,762	-	-	128,762	-
Miscellaneous Other Revenue (Expense)	-	-	-	-	-	362,143
Loss on Retirement of Assets	(17,279)	-	(405,035)	-	(422,314)	(3,417)
Interest Expense						
General Obligation Bonds	-	-	(839,346)	-	(839,346)	-
Limited Tax Bonds	-	-	-	-	-	-
Revenue Bonds	(2,106,166)	(512,053)	(1,957,107)	(280,880)	(4,856,206)	-
Capital Lease	-	-	-	-	-	(152,902)
Revenue Notes	(366,214)	-	-	-	(366,214)	-
Contracts	-	(5,268)	-	-	(5,268)	-
Advance from Other Funds	-	-	-	-	-	(19,036)
Amortization of Bond Issuance Costs	(21,515)	(9,601)	(193,266)	(5,684)	(230,066)	-
Total Non-Operating Revenues (Expenses)	(1,211,171)	484,605	(1,782,249)	(238,321)	(2,747,136)	1,413,366
Income (Loss) Before Capital Contributions and Transfers	8,972,826	(582,244)	2,191,341	(1,066,873)	9,515,050	2,049,915
Capital Contributions	-	1,485,981	106,500	-	1,592,481	-
Transfers In	-	195,190	-	305,000	500,190	751,893
Transfers Out	(15,598,945)	(450,869)	(23,349)	(70,533)	(16,143,696)	(2,274,198)
Change in Net Assets	(6,626,119)	648,058	2,274,492	(832,406)	(4,535,975)	527,610
NET ASSETS, January 1, as restated	259,945,334	24,496,559	42,866,464	(5,299,748)		20,097,190
NET ASSETS, December 31	253,319,215	25,144,617	45,140,956	(6,132,154)		20,624,800
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds					30,414	
Total change in net assets of business-type activities					(4,505,561)	

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

City of Saint Paul, Minnesota
 STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 For the Fiscal Year Ended December 31, 2011

Exhibit 9

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from Loan Recipients and Other Customers	45,497,117	4,968,620	12,124,818	7,052,802	69,643,357	17,077,853
Receipts from Other Funds for Services Provided	506,740	2,208	-	480,151	989,099	44,755,497
Other Operating Receipts	-	-	-	4,898	4,898	336,028
Payment to Suppliers	(21,272,723)	(4,847,633)	(4,632,048)	(3,362,082)	(34,114,486)	(19,039,518)
Payment to Employees	(3,471,871)	-	-	(3,073,490)	(6,545,361)	(21,645,715)
Payment for Fringe Benefits and Payroll Taxes	(1,741,293)	-	-	(1,345,214)	(3,086,507)	(10,729,702)
Payment to Other Funds for Services Used	(2,327,892)	(281,403)	(557,680)	(682,895)	(3,849,870)	(8,469,161)
Other Operating Payments	-	-	-	-	-	(22,190)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	17,190,078	(158,208)	6,935,090	(925,830)	23,041,130	2,263,092
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers In from Other Funds	-	195,190	-	305,000	500,190	1,655,722
Transfers Out to Other Funds	(13,511,177)	(450,870)	(54,130)	(70,533)	(14,086,710)	(810,273)
Operating Grants Received	73,100	519,025	-	-	592,125	101,435
Noncapital Contributions Received from Outside Sources	-	15,442	-	-	15,442	-
Long-Term Loans Issued	-	-	-	-	-	-
Advance Received for Pooled Cash and Investments Overdraft	-	-	-	1,034,234	1,034,234	887,410
Advance Received From Other Funds	-	1,158,917	-	-	1,158,917	-
Repayment of Advance Made to Other Funds	156,571	4,605,424	-	-	4,761,995	-
Principal Paid on Noncapital Related Revenue Bonds	-	-	-	-	-	-
Interest Paid on Noncapital Related Revenue Bonds	-	-	-	-	-	-
Interest Paid on Long-Term Notes for Noncapital Items	-	-	-	-	-	-
Interest Paid on Noncapital Contracts	-	(5,268)	-	-	(5,268)	-
Advance Made to Other Funds	-	(1,116,264)	-	-	(1,116,264)	(803,781)
Repayment of Advance Received for Pooled Cash and Investments Overdrafts	-	-	-	(43,149)	(43,149)	(515,729)
Repayment of Advance Received from Other Funds	-	-	-	-	-	-
Interest Paid on Advance Received from Other Funds	-	-	-	-	-	(19,036)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	(13,281,506)	4,921,596	(54,130)	1,225,552	(7,188,488)	495,748
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Property Tax Increments Received for Financing Capital Debt	-	-	1,226,734	-	1,226,734	-
Proceeds from Issuance of General Obligation Bonds	-	-	-	-	-	-
Proceeds from Issuance of Revenue Bonds	8,914,866	-	-	-	8,914,866	-
Proceeds from Sale of Capital Assets						
Equipment	-	-	-	481	481	30,525
Cash Received for Capital Acquisition						
From Grants	-	-	-	-	-	1,190,550
Principal Paid On						
General Obligation Bonds	-	-	(1,575,000)	-	(1,575,000)	-
Revenue Bonds	(2,615,000)	-	(1,550,000)	(265,000)	(4,430,000)	-
Revenue Notes	(1,081,958)	(195,190)	-	-	(1,277,148)	-
Capital Lease	-	-	-	-	-	(374,677)
Payments for Acquisition and Construction of Capital Assets						
Buildings and Structures	(14,485)	-	(252,519)	-	(267,004)	(179,921)
Improvements Other Than Buildings	-	-	-	-	-	(1,156,031)
Public Improvements	(1,312,643)	-	(184,889)	-	(1,497,532)	-
Equipment	(454,140)	-	(161,933)	(20,948)	(637,021)	(1,266,112)
Construction in Progress	(554,860)	(7,748,021)	-	-	(8,302,881)	-
Interest Paid On						
General Obligation Bonds	-	-	(935,129)	-	(935,129)	-
Limited Tax Bonds	-	(312,740)	-	-	(312,740)	-
Revenue Bonds	(2,145,808)	-	(2,044,566)	(294,750)	(4,485,124)	-
Capital Lease	-	-	-	-	-	(157,185)
Revenue Notes	(378,597)	-	-	-	(378,597)	-
Payments of Bond Issue Costs	(60,022)	-	-	-	(60,022)	-
NET CASH PROVIDED (USED) IN CAPITAL AND RELATED FINANCING ACTIVITIES	297,353	(8,255,951)	(5,477,302)	(580,217)	(14,016,117)	(1,912,851)

continued

City of Saint Paul, Minnesota
 STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 For the Fiscal Year Ended December 31, 2011

Exhibit 9

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds	
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of Investment Securities	(671,900)	-	-	-	(671,900)
Proceeds From Sale and Maturities of Investment Securities	-	-	-	-	-
Interest and Dividends Received	599,971	171,760	199,219	38,182	1,009,132
Increase (Decrease) in Fair Value of Investments	452,328	176,148	177,382	9,517	815,375
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	380,399	347,908	376,601	47,699	1,152,607
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	4,586,324	(3,144,655)	1,780,259	(232,796)	2,989,132
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	61,860,318	12,123,779	15,628,798	234,396	89,847,291
CASH AND CASH EQUIVALENTS AT END OF YEAR	66,446,642	8,979,124	17,409,057	1,600	92,836,423
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	10,183,997	(1,066,849)	3,973,590	(828,552)	12,262,186
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities					
Depreciation	4,682,687	-	2,937,220	256,503	7,876,410
Increase (Decrease) in Allowance for Uncollectible Accounts/Loans	561	-	-	-	561
Nonoperating Miscellaneous Other Revenue Received	-	(651,337)	-	(17,258)	(668,595)
Nonoperating Miscellaneous Other Expenses Paid	-	-	-	-	-
Changes in Assets and Liabilities					
(Increase) Decrease in					
Accounts Receivable	7,300	3,442	(15,268)	47,590	43,064
Assessments Receivable	687,816	-	-	-	687,816
Notes and Loans Receivable	-	988,495	-	-	988,495
Accrued Interest Receivable	-	319,831	-	-	319,831
Due from Other Funds	(430,891)	-	-	(115,332)	(546,223)
Due from Component Units	(74,797)	-	-	(5,846)	(80,643)
Due from Other Governmental Units	(42,713)	-	-	(141,997)	(184,710)
Inventories	(35,246)	-	12,000	60,519	37,273
Prepaid Items	-	-	-	-	-
Land Held for Resale	-	2,447,781	-	-	2,447,781
Increase (Decrease) in					
Accrued Salaries Payable	9,242	-	-	(29,874)	(20,632)
Accounts Payable	1,544,440	(42,810)	(46,509)	(248,228)	1,206,893
Contracts and Retention Payable	-	(60,440)	-	-	(60,440)
Due to Other Funds	639,926	(2,096,726)	74,057	21,693	(1,361,050)
Due to Component Units	213	-	-	-	213
Due to Other Governmental Units	-	405	-	12,673	13,078
Unearned Revenue	-	-	-	-	-
Compensated Absences Payable	3,139	-	-	(18,437)	(15,298)
Net Other Postemployment Benefits Obligation	14,404	-	-	80,716	95,120
Total Adjustments	7,006,081	908,641	2,961,500	(97,278)	10,778,944
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	17,190,078	(158,208)	6,935,090	(925,830)	23,041,130

continued

City of Saint Paul, Minnesota
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended December 31, 2011

Exhibit 9

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds	
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		Total
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS						
Cash and Investments with Treasurer	51,926,054	7,749,011	11,230,941	-	70,906,006	5,691,356
Cash and Investments with Trustees	-	593,523	780,370	-	1,373,893	-
Imprest Funds	150	-	-	1,600	1,750	1,175
Restricted Cash						
For General Obligation Bond Debt Service	-	-	2,504,799	-	2,504,799	-
For Limited Tax Bond Debt Service	-	357,771	-	-	357,771	-
For Limited Tax Bond Construction	-	278,819	-	-	278,819	-
For Revenue Bond Debt Service	437,558	-	2,652,229	-	3,089,787	-
For Revenue Bond Operation and Maintenance	4,050,584	-	240,718	-	4,291,302	-
For Revenue Bond Construction	5,445,690	-	-	-	5,445,690	-
For Cash for Budget and Rate Stabilization	4,586,606	-	-	-	4,586,606	-
TOTAL CASH AND CASH EQUIVALENTS	66,446,642	8,979,124	17,409,057	1,600	92,836,423	5,692,531
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES						
Capital Assets Purchased on Account						
Public Improvements	3,823,722	-	32,844	-	3,856,566	-
Construction in Progress	-	508,757	-	-	508,757	-
Loss on Disposition of Capital Assets	17,279	-	405,036	-	422,315	(3,417)
Contribution from Governmental Activities Capital Assets						
Construction in Progress	-	1,485,981	-	-	-	-
Land	-	-	106,500	-	106,500	-
Contribution to Governmental Activities Capital Assets						
Improvements Other Than Buildings	-	-	-	-	-	(1,156,031)
Equipment	-	-	-	-	-	(229,556)
Prior Year Loans From Outside Sources	-	113,320	-	-	-	-

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

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City of Saint Paul, Minnesota
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
December 31, 2011

Exhibit 10

ASSETS

Cash and Investments with Treasurer	4,913,407
Receivables	
Property Taxes - Due from Ramsey County	-
Accounts (net of allowance for	
estimated uncollectibles)	29,238
Accrued Interest	6,089
Due from Other Funds	182,975
Due from Other Governmental Units	21,082
	<hr/>
TOTAL ASSETS	5,152,791
	<hr/> <hr/>

LIABILITIES

Accounts Payable	3,125,060
Due to Other Governmental Units	2,027,731
	<hr/>
TOTAL LIABILITIES	5,152,791
	<hr/> <hr/>

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

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
ALL DISCRETELY PRESENTED COMPONENT UNITS
December 31, 2011

Exhibit 11

	RiverCentre Convention & Visitors Authority	Regional Water Services	Port Authority	Total
ASSETS				
Current Assets				
Cash and Investments	2,608,463	3,293,598	3,620,022	9,522,083
Investments	369,321	12,830,764	10,578,413	23,778,498
Departmental Cash	-	548,140	-	548,140
Imprest Funds	-	7,000	-	7,000
Restricted Cash and Cash Equivalents				
Cash for Grants and Other Contributions	-	774	-	774
Cash for General Obligation Debt Service	-	-	1,750,176	1,750,176
Investments for Revenue Bond Debt Service	-	3,346,560	571,321	3,917,881
Investments for Revenue Note Debt Service	-	882,728	-	882,728
Receivables				
Accounts (net of allowance for Estimated Uncollectibles)	1,052,813	5,573,626	307,584	6,934,023
Assessments	-	3,676,030	-	3,676,030
Loans	-	-	180,000	180,000
Accrued Interest	-	135,160	57,740	192,900
Due from Primary Government	-	132,831	-	132,831
Due from Other Governmental Units	-	727,511	-	727,511
Inventory - Materials and Supplies	-	1,862,578	-	1,862,578
Prepaid Items	118,926	-	247,746	366,672
Total Current Assets	4,149,523	33,017,300	17,313,002	54,479,825
Noncurrent Assets				
Restricted Assets				
Cash for Operations	1,193,466	-	3,688,690	4,882,156
Cash for Other Funds Held in Trust	-	-	3,505,392	3,505,392
Investments for Port Authority Operations	-	-	4,557,639	4,557,639
Investments for Other Funds Held in Trust	-	-	1,947,535	1,947,535
Investments for Revenue Bond Future Debt Service	-	5,103,351	165,595	5,268,946
Investments for Revenue Bond and Notes	-	-	8,366,018	8,366,018
Investments for Revenue Bond Operations and Maintenance	-	1,552,462	-	1,552,462
Investments for City Obligations	-	-	1,627,805	1,627,805
Total Restricted Assets	1,193,466	6,655,813	23,858,674	31,707,953
Other Assets				
Deferred Charges	40,000	390,139	-	430,139
Other Long-Term Receivables	-	244,781	1,740,000	1,984,781
Taxes Receivable	-	-	75,138,399	75,138,399
Total Other Assets	40,000	634,920	76,878,399	77,553,319
Capital Assets				
Land	-	1,307,887	8,047,166	9,355,053
Buildings and Structures	-	56,058,123	48,341,185	104,399,308
Less: Accumulated Depreciation	-	(17,943,476)	(29,812,785)	(47,756,261)
Public Improvements	-	228,569,690	-	228,569,690
Less: Accumulated Depreciation	-	(76,717,082)	-	(76,717,082)
Equipment	124,778	49,907,485	2,322,790	52,355,053
Less: Accumulated Depreciation	(85,507)	(25,612,895)	(1,994,724)	(27,693,126)
Construction in Progress	-	31,165,074	4,835,654	36,000,728
Total Capital Assets	39,271	246,734,806	31,739,286	278,513,363
Total Noncurrent Assets	1,272,737	254,025,539	132,476,359	387,774,635
Total Assets	5,422,260	287,042,839	149,789,361	442,254,460

continued

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
ALL DISCRETELY PRESENTED COMPONENT UNITS
December 31, 2011

Exhibit 11

	RiverCentre Convention & Visitors Authority	Regional Water Services	Port Authority	Total
LIABILITIES				
Current Liabilities (Payable from Current Assets)				
Accrued Salaries Payable	20,112	522,347	-	542,459
Compensated Absences Payable	14,843	73,531	356,000	444,374
Claims and Judgments Payable	-	609,442	-	609,442
Accounts Payable	1,170,142	4,368,519	4,637,763	10,176,424
Contract Retention Payable	-	893,030	-	893,030
Due to Primary Government	710,125	3,579,841	-	4,289,966
Due to Other Governmental Units	2,896	1,787,152	782,935	2,572,983
Unearned Revenue	431,157	205,912	2,136,647	2,773,716
Revenue Notes Payable	-	-	-	-
Capital Lease Payable	4,670	1,699	-	6,369
Accrued Interest Payable	-	-	-	-
Revenue Notes	-	-	-	-
Total Current Liabilities (Payable from Current Assets)	2,353,945	12,041,473	7,913,345	22,308,763
Current Liabilities (Payable from Restricted Assets)				
Accounts Payable	-	1,876	-	1,876
General Obligation Bonds	-	-	1,430,000	1,430,000
Revenue Bonds Payable	-	2,370,000	24,266,728	26,636,728
Revenue Notes Payable	-	853,186	1,131,013	1,984,199
Accrued Interest Payable	-	-	462,038	462,038
General Obligation Bonds	-	-	13,244,286	13,325,666
Revenue Bonds	-	81,380	-	81,380
Revenue Notes	-	31,995	-	31,995
Total Current Liabilities (Payable from Restricted Assets)	-	3,338,437	40,534,065	43,872,502
Total Current Liabilities	2,353,945	15,379,910	48,447,410	66,181,265
Noncurrent Liabilities				
General Obligation Bonds Payable	-	-	28,770,000	28,770,000
Less: Unamortized Discount	-	-	(329,701)	(329,701)
Revenue Bonds Payable	-	23,720,000	27,365,000	51,085,000
Add: Unamortized Premium	-	231,339	98,465	329,804
Less: Unamortized Discount	-	(139,069)	-	(139,069)
Revenue Notes Payable	-	14,461,488	6,826,682	21,288,170
Less: Unamortized Discount	-	-	-	-
Accrued Interest Payable on Revenue Note	-	-	1,979,101	1,979,101
Capital Lease Payable	1,331	1,847	-	3,178
Advance from Primary Government	759,560	-	-	759,560
Compensated Absences Payable	-	1,822,015	-	1,822,015
Net Other Postemployment Benefits Obligation	-	2,858,414	50,895	2,909,309
Claims and Judgments Payable	-	2,478,958	-	2,478,958
Total Noncurrent Liabilities	760,891	45,434,992	64,760,442	110,956,325
Total Liabilities	3,114,836	60,814,902	113,207,852	177,137,590
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	33,270	205,624,455	1,701,184	207,358,909
Restricted for Debt Service	-	10,771,726	36,637,850	47,409,576
Unrestricted	2,274,154	9,831,756	(1,757,525)	10,348,385
Total Net Assets	2,307,424	226,227,937	36,581,509	265,116,870

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

City of Saint Paul, Minnesota
STATEMENT OF ACTIVITIES
ALL DISCRETELY PRESENTED COMPONENT UNITS
For The Fiscal Year Ended December 31, 2011

Exhibit 12

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Totals
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Component Units			
					RiverCentre Convention & Visitors Authority	Regional Water Services	Port Authority	
RiverCentre Convention & Visitors Authority	13,371,662	8,319,594	913,586	2,852,465	(1,286,017)	-	-	(1,286,017)
Regional Water Services	40,796,863	44,650,631	77,960	3,772,733	-	7,704,461	-	7,704,461
Port Authority	25,592,740	6,390,511	12,835,335	1,937,114	-	-	(4,429,780)	(4,429,780)
Total Component Units	79,761,265	59,360,736	13,826,881	8,562,312	(1,286,017)	7,704,461	(4,429,780)	1,988,664
General Revenues								
Taxes								
Property Taxes, Levied for Debt Service					-	-	5,114,158	5,114,158
Hotel/Motel Tax					1,593,390	-	-	1,593,390
Investment Income								
Interest Earned on Investments					105,744	503,202	1,416,864	2,025,810
Increase (Decrease) in Fair Value of Investments					2,806	644,745	-	647,551
Gain on Sale of Capital Assets					-	24,144	-	24,144
Miscellaneous					178,809	116,577	37,000	332,386
Total General Revenues					1,880,749	1,288,668	6,568,022	9,737,439
Change in Net Assets					594,732	8,993,129	2,138,242	11,726,103
Net Assets, January 1, as restated					1,712,692	217,234,808	34,443,267	253,390,767
Net Assets, December 31					2,307,424	226,227,937	36,581,509	265,116,870

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

City of Saint Paul

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December 31, 2011

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Note I. Form of Government

The City of Saint Paul, Minnesota has a mayor-council form of government. The mayor is elected by the voters of the City at large for four years on a full-time basis. The City is divided into seven wards. Voters of each ward elect a member of the City Council for four years on a part-time basis. Executive power is vested in the mayor; legislative power is vested in the Council. The mayor has veto power, which the Council may override with a vote of five members.

Note II. Financial Reporting Entity

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 14 – *The Financial Reporting Entity*, the City's financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable for the component unit if it appoints a voting majority of the component unit's governing body and is able to impose its will on the component unit or there is a potential for the component unit to provide specific financial benefits to, or impose specific financial burdens on, the primary government.

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City of Saint Paul (the primary government) and its component units (legally separate organizations). The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

In conformity with generally accepted accounting principles, the financial statements of component units have been included in the City's reporting entity either as blended component units or as discretely presented component units. Blended component units' financial data is reported as part of the primary government and are reported with similar funds of the primary government. Discretely presented component units' financial data is reported in a column separate from the financial data of the primary government to emphasize that they are legally separate from the City.

Blended Component Units. The following component units have been presented as blended component units because the component units' governing bodies are the same as the governing body of the City.

Housing and Redevelopment Authority of the City of Saint Paul (HRA)

The Housing and Redevelopment Authority of the City of Saint Paul (HRA) was established to undertake urban renewal programs. These programs strive to redevelop the residential, commercial and industrial areas of the City of Saint Paul and to provide adequate jobs, a sound fiscal base and a variety of affordable housing for City residents. The City of Saint Paul's City Councilmembers act as the HRA Board. The Authority's budget and tax levy are approved by the City Council. The City has a general obligation pledge on certain HRA debt. Separate financial statements for the HRA can be obtained from the City of Saint Paul, Department of Planning and Economic Development, 1400 City Hall Annex, 25 West Fourth Street, Saint Paul, MN 55102.

Saint Paul Library Agency

The Saint Paul Library Agency was established in 2003 and is responsible for operating the City's public library system. This system provides reading materials to meet the interests of all ages, responds to the community's need for information and facilitates lifelong learning to enrich the quality of life in the community. The City of Saint Paul's City Councilmembers act as the Library Board. The agency's budget is approved by the Board. The agency's tax levy is approved by City Council. The City has a general obligation pledge on Library debt. The Library Agency consists of an operating fund, debt service fund and a capital improvement fund. These funds are incorporated into the City's financial report.

Discretely Presented Component Units. The component unit columns in the government-wide financial statements includes the financial data of the City's other component units. The governing bodies of these component units are not substantively the same as the governing body of the primary government and the component units do not provide services exclusively to the primary government.

RiverCentre Convention & Visitors Authority

The Saint Paul RiverCentre Convention & Visitors Authority (RCVA), a Minnesota non-profit corporation, was organized to equip, maintain, manage and operate the RiverCentre Convention Center, Roy Wilkins Auditorium, RiverCentre Parking Ramp and pedestrian connection and operate a convention bureau to market and promote the City as a tourist and convention destination. The Mayor appoints the President and CEO. There are nineteen individuals on the Board of Directors. Ten directors are designated by the Mayor with the approval of City Council, three directors are City Councilmembers and six directors are members of the RCVA who represent the business community. Debt obligations have been issued on behalf of the RCVA and the operational revenues have been committed to the repayment of those obligations. However, ultimately, the City of Saint Paul or the Saint Paul Housing and Redevelopment Authority would be obligated to pay those debt obligations if the RCVA's revenues were insufficient to meet debt service. Separate financial statements for the RCVA can be obtained from the Saint Paul RiverCentre Convention & Visitors Authority; 175 West Kellogg Boulevard; Suite 502; Saint Paul, MN 55102.

Saint Paul Regional Water Services

The Saint Paul Regional Water Services provides safe, quality water to Saint Paul and surrounding communities at a reasonable price. The Board of Water Commissioners consists of seven members. Five board members are appointed by the Mayor with the consent of the City Council, three of whom are City Councilmembers and two are citizens. The remaining two board members are appointed by suburban city councils. The City Council approves the Regional Water Services' water rates and the City has issued general obligation bonded debt on behalf of Regional Water Services. As part of the annual audit of the City performed by the State Auditor's Office, the Regional Water Services' financial statements have been included in their audit. Separate financial statements can be obtained from the Regional Water Services; Business Division; 1900 Rice Street; Saint Paul, MN 55113.

Port Authority of the City of Saint Paul

The Port Authority of the City of Saint Paul was established to increase the volume of commerce in the City through the creation of development districts and the acquisition and construction of industrial, commercial and other revenue-producing projects. The Port Authority finances this development in order to expand the tax base and create job opportunities. The Mayor appoints the Port Authority's board of commissioners with the consent of the City Council. Two of the seven board of commissioners are City Councilmembers. The Port Authority has issued general obligation debt and the Authority's development activities are financed in part with tax increment financing. It should be noted that other debt issued by the Port Authority, including industrial development revenue bonds, are not liabilities of the City of Saint Paul. The Port Authority considers these bonds as no-commitment debt, and they are excluded from its financial statements. The Authority defines no-commitment debt as debt for which the Authority has no further financial obligation. The industrial development bonds do not constitute indebtedness of the City and are secured solely by revenues from the commercial organizations on whose behalf the bonds are issued.

The Port Authority's component unit, Capital City Properties (CCP), is a Minnesota not-for-profit corporation established in 1991 for the purpose of performing the functions and carrying out the public purposes of the Port Authority. All of the members of the board of directors of CCP are either commissioners or staff of the Port Authority. CCP leases the Capital City Plaza Parking Garage St. Paul, as well as participates in various joint ventures. Subject to the authorization of the CCP board of directors, excess cash flow may be utilized to carry out the public purpose of the Port Authority. Complete financial statements can be obtained from Capital City Properties, Chief Financial Officer, 1900 Landmark Towers, 345 St. Peter Street, St. Paul, MN 55102-1661.

The City assumes no responsibility for the day-to-day operations of the Port Authority, nor is it responsible for financing deficits. Separate financial statements can be obtained from the Port Authority of the City of Saint Paul, Chief Financial Officer, 1900 Landmark Towers, 345 St. Peter Street, Saint Paul, MN 55102.

Related Organizations. The City's officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. Related organizations are not included in the City's reporting entity.

The Public Housing Agency of the City of Saint Paul owns and operates housing projects for low income, elderly and handicapped families. The commissioners of the Public Housing Agency are appointed by the City Council. The City does not provide funding, has no obligation for the debt of the Agency, and cannot impose its will on the Agency.

The Riverfront Redevelopment Corporation was established to affect the planning and implementation of the development and preservation of the Mississippi River Corridor within Saint Paul. The operations of the Redevelopment Corporation are managed by a board of directors consisting of not less than eight and no more than seventeen members. All members of the board of directors are appointed by the Mayor with the consent of the City Council. Four of the directors of the corporation are designated as the City representatives. These are (1) Mayor or the Mayor's designee, (2) two members of the City Council and (3) the Director of the City of Saint Paul, Department of Planning and Economic Development. The City has no ability to impose its will to significantly influence the programs, projects or level of services performed or provided by the Riverfront Redevelopment Corporation. The City is not responsible for funding debts, operating deficiencies and/or disposing of surpluses.

Joint Venture. The Minneapolis/Saint Paul Housing Finance Board (the Board) was established in accordance with a Joint Powers Agreement entered into between the Housing and Redevelopment Authority of the City of Saint Paul (HRA), and the former Minneapolis Community Development Agency (MCDA), and accepted by the cities of Minneapolis and Saint Paul under State of Minnesota laws. The governing bodies of the HRA and the City of Minneapolis each appoint three of the six members of the Board. The Board was created for the public purpose of providing decent, safe, sanitary and affordable housing to the residents of the City of Saint Paul and the City of Minneapolis. The powers exercised by the Board include the power to undertake financing programs to implement individual components of the housing plan for each city and to issue revenue bonds to finance such programs. All bonds are special limited obligations of the Board and shall be payable only out of funds specifically pledged for each issue. Total net assets at December 31, 2011 were \$24,271,948. The 2011 operations resulted in an increase of \$2,677,304 to net assets.

During 2011, no distributions were made from the HRA or the City of Minneapolis to the Board.

Upon dissolution of the Board, all properties acquired by the Board and any surplus monies shall be distributed to the HRA and the City of Minneapolis in the proportion and otherwise pursuant to directions provided in the related indenture of trust or other bond documents. If properties acquired by the Board and any surplus monies are not traceable to a particular bond issue or the indenture is silent as to distribution of the assets upon discharge of the issue, the assets shall be distributed on the basis of the amount of funds each entity has contributed that would affect those assets. The respective percentage shares of the HRA and the City of Minneapolis in the Board's assets, liabilities and equity were not determined at December 31, 2011. There has been no investment made by the HRA in the joint venture. Thus, the financial statements do not reflect an equity interest in the joint venture. Complete financial statements of the Board can be obtained from the City of Minneapolis Community Planning and Economic Development Department, Suite 700, Crown Roller Mill, 105 Fifth Avenue South, Minneapolis, MN 55401.

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Note III. Summary of Significant Accounting Policies

The financial statements of the City of Saint Paul have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Government-wide and Fund Financial Statements

Government-wide Financial Statements

The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities and are prepared on the full accrual basis. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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. The City allocates indirect expenses to functions in the statement of activities. 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 included among program revenues are reported as general revenues.

Fund Financial Statements

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, fund equity/net assets, revenues and expenditures/expenses. The modified accrual basis of accounting continues to be the appropriate basis of accounting for governmental activity fund financial statements.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Funds are organized as major funds or non-major funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

1. Total assets, liabilities, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
2. The same element of the individual governmental fund or enterprise fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
3. In addition, any other governmental or enterprise fund that the City believes is particularly important to financial statement users may be reported as a major fund.

The City reports the following major governmental funds:

Major Governmental Funds

- General Fund – accounts for the City's primary operating activities financed mainly from property taxes, franchise fees and local government aid. It is used to account for all financial resources except those accounted for in another fund.
- Library Agency – accounts for the primary operating activities of the Library financed mainly from property taxes to provide a full range of library services.
- HRA General Fund – accounts for the HRA's primary operating activities financed mainly from property taxes and conduit bond fees. It is used to account for all financial resources except those accounted for in another fund.
- General Debt Service – accounts for resources accumulated, mainly from property taxes, investment earnings and payments made for principal and interest on long-term obligations other than tax increment district or enterprise fund debt.
- HRA General Debt Service – accounts for HRA resources accumulated, mainly from property tax increment, investment earnings and payments made for principal and interest on long-term obligations other than enterprise fund debt.
- Capital Improvement Projects – accounts for proceeds from long-term borrowing and other resources to be used for capital improvement projects.

The City reports the following major enterprise funds:

Major Enterprise Funds

- Sewer Utility – accounts for all fees collected from the customers connected to the City sewer system and for all expenses of operating this system.
- HRA Loan Enterprise – accounts for: (1) loans issued under HRA housing and business programs and (2) the Lofts at Farmers Market and the Penfield Apartments, market-rate rental projects.
- HRA Parking – accounts for parking revenues which are used for acquisition, construction, operation and maintenance of HRA-owned parking facilities.

The City reports the following non-major governmental and enterprise funds:

Non-Major Governmental Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

- Special Projects – General Government
- Citywide Major Events
- Equal Opportunity and Economic Development
- Media Services
- Charitable Gambling Enforcement
- Emergency Communications Center Consolidation
- Special Projects Police
- Fire Responsive Services
- Right of Way Maintenance
- Lighting Maintenance Assessment Districts
- Solid Waste and Recycling
- Special Projects – Division of Health
- Municipal Stadium
- Forestry Special
- Como Campus
- Special Recreation Activities
- Municipal Athletic Programming
- Charitable Gambling
- Debt – Capital Improvement
- Parks and Recreation Opportunity
- Parks and Recreation Grants and Aids
- Library Agency Revenues and Grants
- Rella Havens Memorial Fund
- Community Development Block Grant
- State Grant Programs
- HRA Federal and State Programs

Debt Service Funds are used to account for and report the accumulation of financial resources that are restricted, committed, or assigned to expenditure for general long-term debt principal, interest and related costs.

- G.O. Special Assessment – Streets
- City Revenue Bonds and Other Long-Term Debt
- Library Debt
- Revenue Notes and Other Long-Term Debt

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including acquisition or construction of capital facilities and other capital assets.

- Capital Improvement Bonds
- Library Capital Projects
- City Sales Tax
- HRA Development Capital Projects
- HRA Tax Increment

Permanent Funds are used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs; that is, for the benefit of the government or its citizenry.

- Japanese Gardens
- Hoffman Memorial

Non-Major Enterprise Funds

Enterprise Funds are used to report any activity for which a fee is charged to external users of goods or services, and must be used for activities which meet certain debt or cost-recovery criteria.

- Special Services
- Watergate Marina
- Impounding Lot
- River Print Saint Paul/Ramsey County

In addition, the City reports the following fund types:

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis, including attorney, purchasing, technology, equipment, engineering and administrative services.

Agency Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. These funds include employee withholding, funds payable to the State of Minnesota for sales and use tax, building permit surcharge and unclaimed property, and others.

B. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-wide Financial Statements

The government-wide statement of net assets and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. 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 are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements – Governmental Funds

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

Revenues

Governmental fund revenues are recognized in the accounting period in which they become susceptible to accrual; that is, when they become both measurable and available to finance the expenditures of the fiscal period. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues for nonexchange transactions are recognized based on the principal characteristics of the revenue. Exchange transactions are recognized as revenue when the exchange occurs.

Nonexchange Transactions

Derived tax revenue transactions result from assessments imposed by governments on exchange transactions. Hotel-motel tax and City sales tax are reported as revenue when the underlying exchange occurs and the receivable amount is available.

Imposed nonexchange transactions result from assessments by governments on nongovernmental entities and individuals. Property taxes, franchise fees and capital improvement special assessments are imposed nonexchange transactions. Revenues from property taxes and capital improvement special assessments are recognized in the period for which they were levied, to the extent they are collected in the current period or soon enough thereafter to be used to pay liabilities of the current period.

Property taxes, franchise fees and capital improvement special assessments receivable which are not available are reported as deferred revenue, and will be recognized as revenue in the fiscal year that they become available. The City considers these revenues as available if they are collected within sixty days after year end.

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

Voluntary nonexchange transactions result from legislative or contractual agreements, such as grants, entitlements, appropriations and donations. The provider may establish purpose restrictions and eligibility requirements. Revenues are recognized in the year to which they apply according to statute or contract. Gifts and contributions from individuals and miscellaneous revenues are also considered voluntary nonexchange transactions, and are generally recognized when received in cash because they are not measurable until received. Tax credits paid by the state (included in intergovernmental revenue) are recognized as revenue in the fiscal year that they become available. The City considers revenues from tax credits paid by the state as available if they are collected within sixty days after year end.

Exchange Transactions

Exchange transactions include revenues such as interest earned, service-type special assessments, fees, sales and services, licenses and permits. Sales and services, interest earned and service-type special assessments are reported as revenue when they become both measurable and available to finance expenditures of the fiscal period. The City considers these revenues as available if they are collected within sixty days after year end. Licenses, permits and fees are reported as revenue when received in cash, because they are usually not measurable until received.

Expenditures

Expenditures are recorded under the modified accrual method when the fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences, claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Fund Financial Statements – Proprietary Funds and Fiduciary Funds

Proprietary funds, consisting of enterprise and internal service funds, are reported using the economic resources measurement focus and the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Material unbilled accounts receivables are recorded at year end.

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

The City's Fiduciary Funds consist solely of Agency Funds. Agency Funds do not have a measurement focus, but are reported on an accrual basis of accounting.

Fund Financial Statements – All Funds

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

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**C. Reclassification and Restatement of Fund Balances and Net Assets;
Special Items**

1. Reclassification of Fund Balances

Upon implementation of the requirements of Governmental Accounting Standards Board (GASB) Statement No. 54 – *Fund Balance Reporting and Governmental Fund Type Definitions*, the 2011 beginning fund balances and current year transactions of some special revenue funds and an internal service fund were reclassified to the General Fund. The Police Officers Clothing Special Revenue Fund was reclassified to the Special Projects – Police Special Revenue Fund. The Fire Fighting Equipment Special Revenue Fund was reclassified to the Fire Responsive Services Special Revenue Fund. Below are the reclassified fund balances and net assets.

	Fund/Net Asset Balance January 1, 2011	Reclassified (From) To	Fund Balance January 1, 2011 As Restated
General Fund	\$ 36,192,833	\$ 3,588,682	\$ 39,781,515
Non-major Governmental Funds	\$ 127,665,026	\$ 3,588,682	\$ 124,066,344
Special Revenue Funds:			
Property Code Enforcement	\$ (356,789)	\$ 356,789	\$ -
Special Projects-General Government	1,164,284	(491,225)	673,059
Media Services	1,145,128	(534,537)	610,591
Parking Meter Collections	-	-	-
License and Permits	2,633,766	(2,633,766)	-
Crime Laboratory	114,342	(114,342)	-
Parking Enforcement	-	-	-
Utilities Rate Investigation	41,748	(41,748)	-
Fire Protection Clothing	129,853	(129,853)	-
	<u>4,872,332</u>	<u>(3,588,682)</u>	<u>1,283,650</u>
Special Revenue Funds:			
Special Projects - Police	<u>1,600,869</u>	<u>495,478</u>	<u>2,096,347</u>
Police Officers Clothing	<u>495,478</u>	<u>(495,478)</u>	<u>-</u>
Fire Responsive Services	<u>348,617</u>	<u>352,209</u>	<u>700,826</u>
Fire Fighting Equipment	<u>352,209</u>	<u>(352,209)</u>	<u>-</u>
Internal Service Fund:			
City-Wide Data Processing	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The City-Wide Data Processing Internal Service Fund had no net assets as of January 1, 2011. The Parking Meter Collections and the Parking Enforcement Special Revenue Funds had no fund balance as of January 1, 2011.

2. Prior Period Adjustment of the Capital Assets Used in the Operation of Business-Type Activities

The January 1, 2011 net asset balance of the HRA Parking Enterprise Fund was decreased by \$1,786,727 due to adjustment affecting its capital assets. In the process of reviewing parking revenue being generated from parking lots, City staff identified land which was determined to have previously been sold. This transfer of ownership was in exchange for a repayable loan. The oversight occurred while staff turnover was happening. Another minor adjustment was made for some public improvements which were removed in the construction of a new parking ramp, but had never been retired. In addition, the adjustment in the capital assets also required an adjustment of the Loan Receivable as the sale of land was financed by a loan to the buyer.

HRA Parking Enterprise Fund:

Net Asset Balance, January 1, 2011		\$ 44,416,941
Prior Period Adjustment for Correction to the Following Accounts		
Land	(1,780,421)	
Public Improvements	(11,828)	
Accumulated Depreciation - Public Improvements	<u>5,522</u>	(1,786,727)
Loan Receivable	315,000	
Allowance for Uncollectible Loans	<u>(78,750)</u>	<u>236,250</u>
Net Asset Balance, January 1, 2011, As Restated		<u><u>\$ 42,866,464</u></u>

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3. Prior Period Adjustment of the Loans Receivable Business-Type Activities

The January 1, 2011 balance of the Capital Assets used in the Operation of Business-Type Activities decreased by \$1,786,727. In the process of reviewing parking revenue being generated from parking lots, City staff identified land which was determined to have previously been sold. This transfer of ownership was in exchange for a repayable loan. The oversight occurred while staff turnover was happening. Another minor adjustment was made for some public improvements which were removed in the construction of a new parking ramp, but had never been retired, In addition the adjustment in the capital assets also required an adjustment of the Loan Receivable as the sale of land was financed by a loan to the buyer.

Busines-Type Capital Assets	Balance January 1, 2011	Prior Period Adjustment	Balance January 1, 2011 As Restated
Land	\$ 33,462,746	\$ (1,780,421)	\$ 31,682,325
Public Improvements	366,371,958	(11,828)	366,360,130
Accumulated Depreciation - Public Improvements	<u>(115,704,307)</u>	<u>5,522</u>	<u>(115,698,785)</u>
Public Improvements, Net of Accumulated Depreciation	<u>\$ 250,667,651</u>	<u>\$ (6,306)</u>	<u>\$ 250,661,345</u>
Total Amount of Adjustment		<u><u>\$ (1,786,727)</u></u>	

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4. Prior Period Adjustment of the Net Assets Balance in the Statement of Activities

The adjustment of the January 1, 2011 Capital Assets used in the Operation of Business-Type Funds and Changes in Loan Receivables of Business-Type Funds resulted in an adjustment of the January 1, 2011 net assets balance of the Business-Type Activities in the Statement of Activities.

Balance, January 1, 2011 as previously reported		\$ 322,957,055
Prior Period Adjustment for Correction to Capital Assets Balances:		
Land	(1,780,421)	
Public Improvements	(11,828)	
Accumulated Depreciation - Public Improvements	5,522	
Loans Receivable	315,000	
Allowance for Uncollectible Loans	(78,750)	
	<u>(1,550,477)</u>	<u>(1,550,477)</u>
Balance, January 1, 2011 as restated		<u>\$ 321,406,578</u>

5. Special Item – Sale of Public Safety Building

On December 31, 2006, the HRA acquired property (the former Public Safety Building and real estate located in downtown Saint Paul) from the City for \$3,560,000. This property is to be developed by Penfield Apartments, LLC (Penfield) per the resolution by the HRA Board on September 8, 2010. The HRA paid \$1,400,000 to the City on December 31, 2006. The balance of \$2,160,000 was paid to the City in 2011 and recorded in the General Fund. Title to this property will be conveyed to Penfield Apartments, LLC at the closing of the mortgage required to develop the property. Land Held for Resale for this property in the amount of \$3,560,000 is reported in the Business-type Activities on the Statement of Net Assets and in the HRA Loan Enterprise Fund Statement of Net Assets.

6. Special Item – Capital Lease Termination Costs

During December 2011, the City issued General Obligation Public Safety and Refunding Bonds, Series 2011H in the amount of \$14,605,000. Of these bonds, \$10,050,000 was used to acquire the Public Safety building from Ramsey County, which was accomplished by effecting a current refunding and prepayment of the County's Public Facility Lease Revenue Bonds, Series 2003A (City of Saint Paul Lease Obligations). In addition to refunding the County's Public Facility Lease Revenue Bonds, the City was also required to pay a lease termination fee of \$1,862,158 to the County for early termination of the City's lease agreement with Ramsey County.

D. Assets, Liabilities and Net Assets or Equity

1. Cash and Investments

The City maintains a general portfolio, which is a pool of investments covering pooled cash and cash equivalents. The City's Office of Financial Services, Treasury Section, also manages the deposit and investment function of the Regional Water Services and the majority of the RiverCentre Convention & Visitors Authority discretely presented component units. Each fund's portion of this pool is displayed on the financial statements within "Cash and Investments with Treasurer."

Cash equivalents are cash on hand, cash in bank and highly-liquid investments adjusted to fair value having original maturities (time span from purchase date to maturity date) of three months or less. Cash equivalents are identified only for the purpose of the Statement of Cash Flows. Included in the classification of cash equivalents are cash and investments with treasurer, cash and investments of imprest funds and restricted cash.

In addition, the City invests non-pooled cash within various funds. In accordance with Governmental Accounting Standards Board Statement No. 31 *Accounting and Financial Reporting for Certain Investments and for External Investment Pools* (Statement 31), the City's investments are reported at fair value with recognition of the corresponding changes in fair value of investments reported as revenue in the year in which the change occurred. Accordingly, investments are stated at fair value based upon quoted market prices at December 31, 2011. Investments in nonparticipating interest-earning contracts, such as savings accounts and nonnegotiable certificates of deposit are reported at cost. Money market investments, participating interest-earning investment contracts (negotiable certificates of deposit), and 2a7-like external investment pools are reported at amortized cost, since these investments had a remaining maturity of one year or less at the time of purchase. Money market investments are short-term, highly-liquid debt instruments, bankers' acceptances and U.S. Treasury and agency obligations.

It is the City's practice to ensure that investments can be held to maturity. The amounts of unrealized gains or losses are included in investment income as an increase (decrease) in fair value of investments. In 2011, the City recorded a "increase in fair value of investments" as investment income of \$6,335,482 for governmental and proprietary funds. The calculation of realized gains and losses is independent of the calculation of the net change in the fair value of investments. Realized gains and losses on investments that have been held in more than one fiscal year and sold in the current year were included as part of the change in the fair value of investments reported in the current year.

"Interest Earned on Investments"

In accordance with legal provisions, investment earnings from pooled deposits and investments are recorded in the following funds:

General Fund

Special Revenue Funds:

- HRA General Fund
- Special Projects – General Government
- Special Projects Police
- Municipal Athletic Programming

- Charitable Gambling
- Debt – Capital Improvements
- Parks and Recreation Opportunity
- Rella Havens Memorial Fund
- State Grant Programs

Debt Service Funds:

- General Debt Service
- HRA General Debt Service
- G.O. Special Assessment – Streets
- City Revenue Bonds and Other Long-Term Debt
- Library Debt
- Revenue Notes and Other Long-Term Debt

Capital Projects Funds:

- Capital Improvement Bonds
- Library Capital Projects
- City Sales Tax
- HRA Tax Increment

Permanent Funds:

- Japanese Gardens
- Hoffman Memorial

Enterprise Funds:

- Sewer Utility
- HRA Loan Enterprise
- HRA Parking
- Special Services

Internal Service Funds:

- Energy Conservation Investment

Investment earnings are allocated based on average monthly cash balances.

See Note VI.A for further information.

2. Receivables

Property Taxes

Property tax levies are set by the City Council in October each year, and are certified to Ramsey County for collection in the following year. In Minnesota, counties act as collection agents for all property taxes.

The county spreads all levies over assessable property. Such taxes become a lien on January 1 and are recorded as receivables by the City at that date. Revenues 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 on leased government-owned property may be paid in two equal installments on May 15 and October 15; property taxes on other personal property are to be paid in full on May 15.

Taxes which remain unpaid at December 31 are classified as delinquent taxes receivable, and are fully offset by deferred revenue, because they are not known to be available to finance current expenditures. No allowance for uncollectible taxes has been provided, because such amounts are not expected to be material.

Accounts Receivable

Accounts receivable have been shown net of an allowance for uncollectible accounts of \$1,197,676.

Interfund Receivables Payables

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net assets. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances to other funds as reported in the fund financial statements are included in nonspendable fund balance in the General Fund to indicate the asset is not in spendable form and in restricted, committed, or assigned fund balance in the other governmental funds to indicate the level of constraint placed upon the proceeds from the repayment of the advance.

Notes and Loans Receivable

Notes and loans (hereafter referred to as "loans") have been issued to financially assist private developers in various Saint Paul development projects or to provide housing or commercial rehabilitation financing for Saint Paul property owners. All loans are secured by first or second property mortgages, with the exception of the STAR Program loans, which are not always secured.

Loans receivable in governmental funds are reported as an asset in the amount of loan proceeds disbursed less collections on principal. In order to satisfy federal grant reporting requirements, deferred revenue of an equal amount to the asset is also reported on the respective governmental fund balance sheet and revenues are reported when principal payments are received from the loan recipient. An allowance for uncollectible loans, which offsets the total gross loans receivables, is recognized for the amount of loans receivable for which collection is doubtful or questionable.

Deferred revenue is also reduced by the amount of the allowance for uncollectible loans. At the time of the disbursement of the loan, expenditures and loans receivable are debited in the amount of the loan issued, with the loans receivable being offset by a credit to deferred revenue. In the HRA Federal and State Programs special revenue fund, in order to satisfy federal grant reporting requirements, deferred revenue of an equal amount to the asset is also reported in the balance sheet and revenues are reported when principal payments are received from the loan recipient. However, a loan receivable from Rock-Tenn Co in the amount of \$50,791 is reported

as “due to other governmental units” on the balance sheet of the State Grant Programs special revenue fund since any payments from the Rock-Tenn Co loan receivable are owed to the State of Minnesota.

For enterprise funds, loans receivable are reported as an asset in the amount of loan proceeds disbursed less collections on principal. An allowance for uncollectible loans, which offsets the total gross loans receivable, is recognized for the amount of loans receivable for which collection is doubtful or questionable.

The allowance for uncollectible loans is based upon an analysis of credit risk and payment delinquency.

3. Inventories and Prepaid Items

Inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Proprietary fund inventories are generally used for construction, for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average, and charged to construction, operation and maintenance expense when used.

Certain payments to vendors which reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements.

4. Land Held for Resale

Land is acquired by the HRA for subsequent resale for redevelopment purposes and not as an investment program. In order to entice development, the land is often resold at prices substantially lower than the HRA’s cost. Land Held for Resale is reported as an asset at the net realizable value for all assets acquired before 2009 and at cost of purchase for all assets purchased after 2008 in the fund which acquired it. Deferred revenue of an equal amount is also reported on the respective governmental fund balance sheet. In governmental funds, in order to satisfy federal grant reporting requirements, land acquired is reported as expenditure in the amount of the acquisition cost and as federal revenue for the same amount. When the land is subsequently sold, miscellaneous program income is recognized for the sale amount. Future draw downs from the federal government for reimbursement of expenditures incurred are adjusted by program income available at that date.

5. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt.

6. Capital Assets

Government-wide Financial Statements

Capital assets, which include land, buildings and structures, improvements, equipment and infrastructure (e.g., streets, bridges and sewers), are defined by the City as assets with an initial cost of more than \$5,000 for general capital assets and \$100,000 for infrastructure assets, and an estimated useful life of at least three years. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair value on the date received. Certain assets for which actual costs are not available have been valued on the basis of a professional

valuation that determined their approximate historical cost. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. The cost of renewals and betterments relating to retirement units is added to related capital asset accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from capital asset accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statements of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is spread over the assets' estimated useful lives using the straight line method of depreciation. The range of estimated useful lives and method of depreciation by type of asset is as follows:

<u>Asset</u>	<u>Method</u>	<u>Years</u>
Buildings and Structures	Straight-line	15-75
Public Improvements	Straight-line	15-30
Equipment	Straight-line	3-20
Infrastructure	Straight-line	20-100

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

7. Issuance Costs and Discounts

In governmental funds, debt issuance costs and bond discounts are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized on a straight-line basis over the term of the debt issue.

8. Compensated Absences

The compensated absences liability includes earned but unpaid vacation and compensatory time, vested sick leave, an estimate of current vesting sick leave that will eventually vest, and salary-related payments (fringe benefits) associated with the payment of vacation and compensatory time balances.

Employees earn vacation based on years of service and their bargaining unit. Vacation must be used in the year it is earned, except for 120 hours, which may be carried over to the following year. Employees are paid 100% of their accumulated vacation pay when they terminate their employment. All amounts are paid to a Post Employment Health Plan (PEHP).

Sick leave earning varies based on bargaining units and ranges from 13 to 15 days per year and may be accumulated indefinitely. Terminated employees receive severance pay based upon unused sick leave. All severance pay is paid to a PEHP in the year following termination. Eligibility requirements and maximum allowable amounts vary, depending upon an employee's bargaining unit.

All vested vacation is accrued when incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured; for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

9. Arbitrage Rebate

Expenditures/expenses for arbitrage rebate are recognized annually in the appropriate funds at the time of the interest payment closest to the date of the bonds. For the fiscal year ended December 31, 2011, the City reported \$280,000 of expenditures relating to arbitrage rebate. These amounts are set aside in the Arbitrage Rebate Agency Fund for subsequent payment to the federal government. In 2011 the City remitted \$135,039 to the federal government from the Arbitrage Rebate Agency Fund and \$51,628 from other funds.

10. Long-Term Obligations/Conduit Debt

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable, and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of the debt (plus any premiums) is reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

The HRA has issued Commercial/Industrial Development, Homeownership Mortgage and Rental Housing Revenue Bonds to assist developers, businesses and low- to moderate-income homeowners in projects which improve the economic and housing conditions of the City. The bonds are secured by the financed property and are payable solely from the revenues of the individual commercial/industrial or housing projects. The bonds do not constitute a charge, lien or encumbrance, legal or equitable, upon any property or funds of the HRA, nor is the HRA subject to any liability thereon. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

Conduit bonds issued subsequent to January 1, 1996, have an outstanding principal balance of \$1.3 billion at December 31, 2011. The aggregate principal amount payable for conduit bonds issued prior to January 1, 1996, could not be determined; however, their original issue amounts totaled \$2.9 billion. There were 185 conduit bonds issued prior to January 1, 1996, and 126 conduit bonds issued subsequent to January 1, 1996.

11. Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements.

The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

12. Equity Classifications

Government-wide Financial Statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including infrastructure, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

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

Fund Financial Statements

Classification of Fund Balances

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

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

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

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

Assigned – the assigned fund balance classification includes amounts the City intends to use for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance

represent intended uses established by the City Council or the Office of Financial Services Director who has been delegated that authority by the City Council.

Unassigned – Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other fund balance classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted or committed.

The City has adopted an accounting policy that in determining the composition of its ending fund balance will consider restricted amounts to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts of the unrestricted fund balance classifications could be used.

Proprietary fund equity is classified the same as in the government-wide statements.

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Another element of the reconciliation states that “Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds.” They are, however, reported in the government-wide statements. Long-term liabilities at the end of the year include the following:

Pollution Remediation Obligation	\$ (3,039,609)
Reduction in Unearned Revenue Related to the Pollution Remediation Obligation	3,039,609
Deferred Outflow - Unrealized Loss on Derivatives	15,762,250
Derivative Interest Swap	(15,762,250)
Bonds Payable	(376,376,657)
Discount and Premium	(5,208,240)
Revenue Notes Payable	(67,740,670)
Capital Lease Payable	(8,453,358)
Compensated Absences Payable	(19,880,013)
Net Other Postemployment Benefits Obligation	(21,089,805)
Claims and Judgments Payable	(32,874,387)
Accrued Interest	(3,664,942)
Deferred Charge - Unamortized Issuance Costs	<u>6,703,188</u>
Net Adjustment to Decrease Fund Balance - Total Governmental Funds to Arrive at Net Assets of Governmental Activities	<u><u>\$ (528,584,884)</u></u>

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B. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

Exhibit 6 is a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the Statement of Net Assets, the cost of those assets is capitalized and depreciated over their estimated useful lives with depreciation expense reported in the Statement of Activities.” The details of this \$19,430,569 difference are as follows:

Capital outlay is reported as an expenditure in the fund financial statements	\$ 53,848,689
Add: Some items reported as functional expenditures were capitalized	1,550,240
Depreciation is reported in the government-wide statements	<u>(35,968,360)</u>
Net Excess of Capital Outlay Over Depreciation	<u><u>\$ 19,430,569</u></u>

Another element of that reconciliation states that “Debt and lease proceeds provide current financial resources to governmental funds, but issuing these obligations increases long-term liabilities in the Statement of Net Assets. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.” Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premium, discount and similar items, when debt is first issued; whereas, these amounts are deferred and amortized in the Statement of Activities. The details of this \$7,871,198 difference are as follows:

Debt Issued or Incurred:	
General Obligations Bonds	\$ (54,075,000)
Capital Lease	<u>(1,950,500)</u>
Total Debt Issued	\$ (56,025,500)
RiverCentre Equipment Lease Paid by Discrete Component Unit	(200,677)
Principal Payments	
General Obligations Bonds	\$ 30,810,000
Revenue Bonds	17,134,648
Refunded Bonds	4,155,999
Capital Lease	<u>11,996,728</u>
Total Principal Payments	<u>64,097,375</u>
Net Adjustment to Net Changes in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Assets of Governmental Activities	<u><u>\$ 7,871,198</u></u>

Another element of that reconciliation states that "Some expenses in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds." The details of this \$(8,951,754) difference are as follows:

Compensated Absences	\$ (918,294)
Net Other Postemployment Benefits	(5,505,741)
Claims and Judgments	(2,977,067)
Interest on Debt	359,251
Amortization of Bond Issuance Costs, Discount and Premium	<u>90,097</u>
Net Adjustment to Net Changes in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Assets of Governmental Activities	<u>\$ (8,951,754)</u>

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Note V. Stewardship, Compliance and Accountability

A. Budgets and Budgetary Accounting

Budget Control

Appropriations are controlled administratively at the activity level within multi-year budgeted funds. Governmental funds with annually adopted budgets are controlled administratively at the activity level within the following major object levels of expenditure: salaries, fringes, debt service, other spending and transfers out. Proprietary funds with annually adopted budgets are controlled administratively at the fund level within the same major object levels of expenditure as in governmental funds. The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level, except for the General Fund, which is at the department/office level.

1. General Budget Procedure – City Funds

The City Council followed these procedures in establishing the 2011 budgets:

- a. On August 11, 2010, the Mayor presented his budget to the City Council for the following calendar year. The budget included proposed expenditures and advances and the means of financing them.
- b. The City Council held a public hearing on December 1, 2010, to obtain taxpayer comments.
- c. The budget was legally adopted through passage of council resolution #10-1474 during the City Council meeting on December 15, 2010.

City budget amendments that authorize an increase in total fund spending require the approval of the City Council. In addition, City Council approval is required for budget amendments transferring appropriations between departments within the General Fund.

2. General Budget Procedure – HRA Funds

The Housing and Redevelopment Authority (HRA) followed these procedures in establishing the 2011 budgets:

- a. On August 11, 2010, the Executive Director presented her proposed budget to the HRA Board of Commissioners for the fiscal year commencing the following January 1. This budget included proposed expenditures and other uses and the means of financing them.
- b. Upon approval by the HRA Board, the Executive Director submitted the HRA budget to the Mayor of the City of Saint Paul, who submitted this budget to the City Council for consideration, approval and certification.
- c. The budget was approved through passage of council resolution #10-1273.

HRA budget amendments that authorize an increase in total fund spending require the approval of the HRA Board of Commissioners.

3. General Budget Procedure – Library Agency Funds

The Library Agency followed these procedures in establishing the 2011 budgets:

- a. On August 18, 2010, the Mayor presented his proposed budget for the Saint Paul Public Library Agency to the Library Board of Commissioners for the fiscal year commencing the following January 1. The budget included proposed expenditures and other uses and the means of financing them.
- b. The Library Board held a public hearing on December 1, 2010 to obtain taxpayer comments.
- c. The budget was legally adopted through passage of Saint Paul Library Agency resolution #10-1536 during the Library Board meeting on December 15, 2010.

Library Agency budget amendments that authorize an increase in total fund spending require the approval of the Library Board.

4. Annual and Multi-year Governmental Fund Budgets

Annual governmental fund budgets are reported in the following fund types and are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP):

General Fund

Special Revenue Funds (except: Community Development Block Grant, State Grant Programs, and HRA Federal and State Programs, which have multi-year budgets).

Debt Service Funds

Permanent Funds

In addition, multi-year governmental fund budgets are utilized in the capital projects funds.

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The following provides a summary reconciliation of the actual results for annually budgeted special revenue funds and multi-year budgeted special revenue funds.

	Revenues	Expenditures	Net Other Financing Sources (Uses)	Fund Balances 12/31/11
SPECIAL REVENUE FUNDS				
Library Agency	\$ 16,557,586	\$ 14,656,087	\$ (1,520,056)	\$ 819,652
HRA General Fund	5,089,111	3,858,072	(271,742)	10,823,701
Annually Budgeted Nonmajor Funds	67,522,307	68,309,036	2,244,190	21,090,890
Multi-year Budgeted Nonmajor Funds				
Community Development Block Grant	10,065,887	8,899,529	(1,166,358)	-
State Grant Programs	13,415,170	13,221,094	-	1,125,336
HRA Federal and State Programs	3,428,706	3,435,808	7,102	-
Total Multi-year Budgeted Nonmajor Funds	<u>26,909,763</u>	<u>25,556,431</u>	<u>(1,159,256)</u>	<u>1,125,336</u>
Total Special Revenue Funds	<u>\$ 116,078,767</u>	<u>\$ 112,379,626</u>	<u>\$ (706,864)</u>	<u>\$ 33,859,579</u>

5. Appropriation Revisions

Budgeted amounts are as originally adopted or as amended by the City Council. During 2011, increases and decreases to annual expenditures, other financing uses and transfers out appropriations were as follows:

	Original Budgeted Amounts	Net Amendments	Final Budgeted Amounts
General Fund	\$ 213,980,905	\$ (2,033,949)	\$ 211,946,956
Special Revenue Funds	96,379,084	6,787,985	103,167,069
Debt Service Funds	72,962,710	32,938,779	105,901,489
Permanent Funds	2,000	-	2,000

6. Appropriation Year-end Balances

Unexpended appropriation balances lapse at the end of the fiscal year in the annual governmental fund budgets. However, upon City Council approval, the appropriations for the subsequent year are increased in the amount necessary to satisfy the outstanding encumbrances at the end of the fiscal year.

Unexpended appropriation balances do not lapse at the end of the fiscal year in the multi-year governmental fund budgets.

B. Federal Audit Requirements

The U.S. Office of Management and Budget (OMB) issued Circular A-133, which establishes uniform audit requirements for non-Federal entities that administer Federal awards and implements the Single Audit Act Amendments of 1996, which were signed into law July 5, 1996 (Public Law 104-156)

The purposes of the Single Audit Act Amendments of 1996 are to:

1. promote sound financial management, including effective internal controls, with respect to Federal awards;
2. promote the efficient and effective use of audit resources;
3. reduce burdens on state and local governments, Indian tribes and nonprofit organizations;
4. ensure that Federal departments and agencies, to the maximum extent practicable, rely upon and use audit work done pursuant to Chapter 75 of Title 31, United States Code (the "Single Audit Act").

For 2011, the City of Saint Paul's audit was performed in accordance with Circular A-133. The auditor's report on consideration of the City's internal control over financial reporting and tests of the City's compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters will be issued at a later date.

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C. Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit fund balances or net assets at year end. The following funds had deficit fund balances or net assets at December 31, 2011:

	Fund Balance/ Net Assets
Special Revenue Funds:	
Equal Opportunity and Economic Development	\$ (44,222)
Emergency Communications Center Consolidation	(14,268)
Municipal Stadium	(149,403)
Forestry Special	(772,142)
Como Campus	(1,504,737)
Capital Projects Fund:	
Capital Improvement Projects	(949,494)
Enterprise Funds:	
Special Services	(5,990,059)
Watergate Marina	(143,428)
Impounding Lot	(228,270)
Internal Service Funds:	
Public Works Administration	(26,157)

Equal Opportunity and Economic Development

The deficit fund balance reported in this fund is mainly due to unrecognized revenue in 2011 which will be reported in 2012 when actual revenue is received. In addition, certain reimbursable expenses incurred in this fund were not fully charged to another fund in 2011 but will be charged in 2012. Had these transactions have been reported in 2011, the fund would have had a positive fund balance.

Emergency Communications Center Consolidation

The Emergency Communication Center Consolidation Fund reported a deficit fund balance of \$14,268 due to under billing of expenditures in 2008 through 2010. In 2011, the deficit was greatly reduced from (\$640,803) at the end of 2010. It is projected that the deficit will disappear in 2012 by way of increased revenues or a transfer from another fund.

Municipal Stadium

The Municipal Stadium Fund reported a significant decrease in total revenue as a result of the decrease in facility rental from the Saint Paul Saints baseball team. They are also experiencing a decrease in admissions and concessions sales. The deterioration of these revenues caused the deficit in the fund balance to increase to (\$149,403) in 2011 from (\$37,671) in 2010.

Forestry Special

In 2010, this fund saw an improved fund balance in the Street Tree Maintenance activity as a result of a changed funding method; switching from reimbursement to a fixed amount of revenue,

budgeted ahead of time, so the Forestry activity manager could plan ahead, accordingly throughout the year. In 2011, however, this activity changed direction, causing it to be significantly overspent, both compared to budget and compared to revenue received. This loss in the Street Tree Maintenance Activity was significant to the degree that the fund as a whole remained significantly negative for the year, despite good performances from the other activities, the Emerald Ash Borer – Right of Way and Assessments. The cause of overspending in 2011 will be determined in 2012. Efforts will be made throughout 2012 to monitor the trends in the Street Tree Maintenance activity to insure that spending will be kept within budget.

Como Campus

The Como Campus Fund had maintained a healthy fund balance until 2008. The high spending that year surpassed the year's revenue and therefore caused the 2008 net operations to be negative \$363,697. The fund had entered 2008 with a positive fund balance of \$137,212. Similar trends continued in 2009 and 2010, as the negative net operations caused the overall fund balance to decrease to (\$829,447) at the end of 2010. This could be attributed to a wide variety of line items in the Fund's spending budget, including overspending in salaries, services and supplies. In 2011, however, the further loss of fund balance, to a deficit balance of (\$1,504,737), was primarily attributable to the fund's inability to achieve the expected revenue. Spending discipline improved in 2011 and was within budget; however the differential between budget and actual revenue was more significant than ever. Currently in 2012, management is continuing its measures to closely monitor the monthly spending compared to budget. Revenue is also being analyzed frequently to ensure its accuracy to the budget. With a continued focus on both revenue and spending, our expectation is to achieve positive net operations in 2012 and therefore reverse the trend of recent years.

Capital Improvement Projects

The Capital Improvement Projects Fund is a fund combining all the capital improvement projects reported by each major department in the City. The Capital Improvement Projects Fund has a combined deficit fund balance of (\$949,494). While other departments' capital improvement projects fund balances have positive or have less deficit fund balances, the Public Works capital improvement projects fund reported a negative fund balance of (\$8,372,311). In Public Works case, the deficit is a result of the nature and the flow of work in a Capital Improvement Projects fund. Public Works Capital Improvement Projects must be completed to an agreed upon point with the financing agency prior to invoicing the financing source. The deficit fund balance is indicative of this process. In addition there were many expenditures that were accrued after year end without the matching accrual for the associated financing.

Special Services

The Special Services Fund has developed a deeper negative overall net asset balance during recent history. 2011 was no exception to this recent trend. The fund balance went from negative (\$5,203,699) in 2010 to negative (\$5,990,059) in 2011. The spending that is required maintaining the essential operations in the fund, as well as the debt service activities in the fund, have caused the overall net asset balance to decrease significantly. Golf's nonoperating expense was the main contributor to a negative balance in 2011. In addition, the lack of expected revenue has been a contributing factor. Due to the very significant negative net asset balance, this fund has become an even greater point of emphasis. All actions are being taken to do whatever is possible to eliminate the net loss in 2012 and begin to improve the fund's net asset position.

Watergate Marina

The City contracted with an outside company to manage and operate the Watergate Marina in 2000 to ensure that the Marina would operate at no net cost or financial risk to the City. The City is paid an annual commission which has been used to steadily improve the fund equity position from a net asset balance of (\$311,346) for the year 2000 to the 2011 net assets balance of (\$143,248).

Impounding Lot

The Impounding Lot Fund ended year 2011 with a deficit net asset balance of (\$228,270). Expenses exceeded revenue in 2011 by \$48,398 due to the mild winter and the reduction in snow emergencies. Plans for reduction in expenses for 2012 will help stabilize and improve the current net asset balance.

Public Works Administration

The Public Works Administration Fund began fiscal year 2011 with a deficit net asset balance of (\$169,106) due to the transfer of real estate activities to Real Estate Management internal service fund. An agreement was made whereby the Public Works Administration Fund would retain the negative cash generated by the real estate activities but transfer all other balance sheet items. The impact of the transfer to the Public Works Administration Fund net assets was (\$1,138,090). Since transferring the citywide Real Estate operating activities to the Office of Financial Services, the Public Works Administration Fund has had a history of moderate and positive changes in net assets. The Public Works Administration Fund had a positive change in net assets of \$142,949 in 2011 that reduced the deficit net asset balance to (\$26,157) at the end of fiscal year 2011. This positive change in net assets is largely due to under spending of the annual budget. Public Works management will continue this trend through aggressive management of spending and this treatment will eliminate the negative net asset position by fiscal year end 2012.

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D. Excess of Expenditures over Appropriations in Individual Funds

Total expenditures exceeded total appropriations in the following funds:

	Final Budgeted Amounts	Actual	Variance with Final Budgets
Special Revenue Funds:			
Special Projects General Government	\$ 2,868,567	\$ 2,910,331	\$ (41,764)
Citywide Major Events	-	1,237,931	(1,237,931)
Emergency Communications Center Consolidation	5,320,148	5,381,113	(60,965)
Right of Way Maintenance	22,511,831	23,224,831	(713,000)
Special Recreation Activities	1,670,210	1,802,266	(132,056)
Debt Service Funds:			
HRA General Debt Service	13,213,077	16,287,713	(3,074,636)
City Revenue Bonds and Other Long-Term Debt	10,799,410	11,196,171	(396,761)

The fund managers have been directed that in the future, funds must have been an appropriation budget to cover all obligations incurred.

The General Fund did not exceed total appropriations at the fund level; however, total expenditures exceeded appropriations in the following department:

	Final Budgeted Amounts	Actual	Variance with Final Budgets
General Fund:			
Culture and Recreation	\$ 25,566,287	\$ 25,671,541	\$ (105,254)

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Note VI. Detailed Notes on All Funds

A. Deposits, Investments and Securities Lending

Deposits

In accordance with Minn. Stat. §118A.02 and 118A.04, the City maintains deposits at financial institutions authorized by the City Council.

Minn. Stat. §118A.03 further requires that all City deposits be protected by insurance, surety bond, collateral or an irrevocable letter of credit issued by Federal Home Loan Banks. The market value of collateral pledged must equal 110% of the deposits not covered by insurance or bonds.

Authorized collateral includes treasury bills, notes and bonds; issues of U.S. government agencies; general obligations rated "A" or better, revenue obligations rated "AA" or better; irrevocable standby letters of credit issued by the Federal Home Loan Bank; and certificates of deposit. Minnesota Statutes require that securities pledged as collateral be held in safekeeping in a restricted account at the Federal Reserve Bank or in an account at a trust department of a commercial bank or other financial institution that is not owned or controlled by the financial institution furnishing the collateral.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a financial institution failure, the City's deposits may not be returned to it. The City's policy for custodial credit risk for deposits is to maintain compliance with Minnesota Statutes that require the City's deposits be protected by insurance, surety bond or pledged collateral.

As of December 31, 2011, the City's bank balance of checking and interest-bearing accounts and certificates of deposit totaled \$91,483,899. The carrying amount of these balances was \$85,608,982. As of December 31, 2011, the City's deposits were not exposed to custodial credit risk.

Imprest Funds on Hand

At December 31, 2011, the total imprest funds were \$104,160. Of this amount, the City had \$97,660 on hand. The remaining \$6,500 were in various bank accounts and are included with the collateralized deposits.

Investments

General

The City's Investment Policy Statement governs the investment portfolio of the City of Saint Paul. The goals of the City for the Portfolio are to preserve financial assets for future operating expenses, maintain reserves to fund unplanned shortfalls and generate income to support the activities of the City. The portfolio is managed in three components as follows:

1. **Daily Portfolio:** The daily component represents current operating funds on which draws are made frequently, requiring daily liquidity and preservation of principal. The time horizon on the Daily Portfolio is within a 12-month period.
2. **Short Term Portfolio:** A short-term component serves as a cushion to provide liquidity for possible shortfalls in the Daily Portfolio. Draws against the short-term portfolio are expected to be infrequent. The time horizon on the Short Term Portfolio is between one and three years.

3. Intermediate Term Portfolio: The balance of the Portfolio represents the intermediate term component, which serves as a reserve for unplanned shortfalls. In general, the Intermediate Term Portfolio is not expected to experience withdrawals and the time horizon on the Intermediate Portfolio is longer than three years. A portion of the Intermediate Term Portfolio is managed internally and the balance is managed by external managers.

Minnesota Statutes §§ 118A.04 and 118A.05 authorize the following types of investments for local governments:

- a. securities, which are direct obligations or are guaranteed or insured issues of the United States, its agencies, its instrumentalities, or organizations created by an act of Congress, except mortgage-backed securities defined as "high risk" by Minnesota Statutes Section 118A.04, Subd. 6;
- b. in shares of an investment company registered under the Federal Investment Company Act of 1940, provided the mutual fund receives certain ratings depending on its investments.
- c. general obligations of the State of Minnesota and its municipalities and in any security which is a general obligation of any state or local government with taxing powers which is rated "A" or better by a national bond rating service.
- d. in bankers acceptances of United States Banks, or in commercial paper issued by United States corporations or their Canadian subsidiaries that is rated in the highest quality category by two nationally recognized rating agencies and matures in 270 days or less.
- e. Repurchase agreements may be entered into with:
 1. a bank qualified as a depository;
 2. any national or state bank in the United States which is a member of the Federal Reserve System and whose combined capital and surplus equals or exceeds \$10,000,000;
 3. primary reporting dealer in United States government securities to the Federal Reserve Bank of New York; or
 4. a securities broker-dealer, licensed pursuant to Chapter 80A, or an affiliate of it, regulated by the Securities and Exchange Commission and maintaining a combined capital and surplus of \$40,000,000 or more, exclusive of subordinated debt.
- f. Securities lending agreements, and Guaranteed investment contracts.

Credit Risk

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

The City's exposure to credit risk as of December 31, 2011, is as follows:

<u>Rating Agency</u>	<u>Rating</u>	<u>Fair Value</u>
Moody's	Aaa	\$ 155,931,375
Moody's	Aa1	3,424,134
Moody's	Aa2	5,645,463
Moody's	Aa3	1,664,790
S&P	AAA	15,105,087
S&P	AA+	6,884,561
S&P	AA	7,084,249
S&P	A+	509,508
S&P	AA-	845,897
	N/R	2,866,024
	N/A	19,408,138
		<hr/>
Total		\$ 219,369,226

Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. According to City policy, all securities purchased are held by a third-party safekeeping agent appointed as custodian (US Bank) who is also the lending agent/counterparty. Certificates of Deposit and select securities purchased from the City of St. Paul may be kept in the City's safe. The securities lending agreement, although program is suspended, in place between the City and its custodian is also consistent with this policy.

The City has no custodial credit risk for investments at December 31, 2011.

Concentration of Credit Risk

The concentration of credit risk is the risk of loss that may be caused by the City's investment in a single issuer. It is the City's policy that U.S. Treasury securities, U.S. Agency Securities, and obligations backed by U.S. Treasury and/or U.S. Agency securities, may be held without limit.

At December 31, 2011, the City does not have investments in any one issuer that represent 5% or more of the City's total investments portfolio and therefore, also not subject to concentration of credit risk.

Interest Rate Risk

Interest rate risk is the risk that changes in the market interest rates will adversely affect the fair value of an investment. The City's internal portfolio has a shorter overall weighted duration than the benchmarks established for each component portfolio. All else being equal, this would be expected to reduce the risk to adverse effects from rising interest rates.

The External Managers, as part of their mandate, have to satisfy the parameters for liquidity and risk tolerance, a maximum duration of 125% of the benchmark duration. The performance benchmark for External Managers was 80% Barclay's Intermediate Government Index/20% 15-year MBS Index.

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At December 31, 2011, the City had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 2 years</u>	<u>2 - 4 Years</u>	<u>5 - 10 Years</u>	<u>More Than 10 Years</u>
U.S. Agencies	\$ 56,202,029	\$ 11,704,073	\$ -	\$ 16,385,946	\$ 28,112,010
State & Local Govt Securities	858,996	192,246	666,750	-	-
Munis	28,920,330	479,124	340,135	13,281,276	14,819,795
Money market funds	12,884,148	12,884,148	-	-	-
Guaranteed Investment Contract	2,200,000	2,200,000	-	-	-
Internal Investment Total	\$ 101,065,503	\$ 27,459,591	\$ 1,006,885	\$ 29,667,222	\$ 42,931,805
U.S. Agencies - US Bancorp	\$ 18,647,972	\$ 5,012,361	\$ 3,665,455	\$ 4,206,590	\$ 5,763,566
U.S. Agencies - Galliard	23,145,732	3,414,140	1,361,282	8,121,122	10,249,188
U.S. Agencies - NorthShore	5,333,136	260,366	-	1,520,067	3,552,703
U.S. Agencies - RBC	22,127,144	5,549,017	4,873,345	2,894,719	8,810,063
Corporate Obligations - NorthShore	332,219	-	-	332,219	-
Munis - Galliard	4,832,645	1,427,497	994,312	2,191,406	219,430
Munis - NorthShore	3,331,318	382,389	677,782	2,271,147	-
Munis - RBC	7,896,000	476,682	1,794,521	5,624,797	-
US Treasuries - US Bancorp	7,734,235	-	289,073	7,445,162	-
US Treasuries - Galliard	9,873,316	-	2,346,432	7,526,884	-
US Treasuries - NorthShore	3,943,146	201,508	3,397,771	343,867	-
US Treasuries - RBC	7,641,864	678,663	2,997,127	3,966,074	-
Investment Pool/Mutual Funds - US Bancorp	500,036	500,036	-	-	-
Investment Pool/Mutual Funds - Galliard	1,267,351	1,267,351	-	-	-
Investment Pool/Mutual Funds - NorthShore	748,444	748,444	-	-	-
Investment Pool/Mutual Funds - RBC	949,165	949,165	-	-	-
External Managers Investment Total	\$ 118,303,723	\$ 20,867,619	\$ 22,397,100	\$ 46,444,054	\$ 28,594,950
Total Investments	\$ 219,369,226	\$ 48,327,210	\$ 23,403,985	\$ 76,111,276	\$ 71,526,755

Included in the total investment pool of \$219,369,226 is an equity investment of the RiverCentre Convention & Visitors Authority, a component unit of the City, in the amount of \$2,525,855. The remaining amount of \$216,843,371 belongs to the City.

Duration

Duration is a measure of a fixed income investment's cash flows using present values, weighted for cash flows as a percentage of the investment's full price. Effective duration makes assumptions regarding the most likely timing and amounts of variable cash flows arising from such investments as callable bonds, prepayments, and variable-rate debt.

As of December 31, 2011, the City had the following investments in its external investment pools.

	<u>Fair Value</u>	<u>Effective Duration</u>
FAF Advisors	\$ 27,214,462	3.30
Galliard	39,119,044	3.16
NorthShore	13,356,045	2.82
RBC	<u>38,614,172</u>	3.16
Total External Investment Pool	<u>\$ 118,303,723</u>	
Benchmark (80% Barclay's Intern Gov't/20% 15 Year MBS)		3.30

Recap

Deposits and investments as described above appear in the City's financial statements consistent with the following analysis:

Cash Deposits	\$ 85,608,982	Cash and Investments with Treasurer	\$ 258,440,017
Investments	216,843,371	Cash and Investments with Trustees	17,572,562
Imprest Funds on Hand	<u>97,660</u>	Imprest Funds	104,160
		Restricted Cash	20,554,774
		Restricted Investments	<u>5,878,500</u>
Total	<u>\$ 302,550,013</u>	Total	<u>\$ 302,550,013</u>

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B. Receivables

Summary of Receivables

Receivables as of year end for the City's individual major governmental and enterprise funds, nonmajor, internal service and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Governmental Activities	General	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Nonmajor and Other Funds	Total
Receivables:								
Taxes	\$ 3,273,482	\$ 1,298,756	\$ 310,680	\$ 462,748	\$ 723,271	\$ -	\$ 1,386,202	\$ 7,455,139
Accounts	4,082,197	349,480	27,824	19,700	-	2,046,473	2,685,837	9,211,511
Special Assessments	-	-	-	-	-	17,206,323	32,842,052	50,048,375
Interest	454,683	-	58,917	117,555	111,471	-	692,983	1,435,609
Xcel Energy	1,022,821	-	-	-	-	-	-	1,022,821
Intergovernmental	1,084,661	-	-	-	-	15,671,715	18,049,771	34,806,147
Gross Receivables	9,917,844	1,648,236	397,421	600,003	834,742	34,924,511	55,656,845	103,979,602
Less: Allowance for Uncollectibles	(547,306)	-	-	-	-	-	(579,460)	(1,126,766)
Net Total Receivables	\$ 9,370,538	\$ 1,648,236	\$ 397,421	\$ 600,003	\$ 834,742	\$ 34,924,511	\$ 55,077,385	\$ 102,852,836
Amounts not expected to be collected within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,075,988	\$ 12,396,226	\$ 22,472,214

Business-Type Activities	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds	Total
Receivables:					
Taxes	\$ -	\$ -	\$ 113,075	\$ -	\$ 113,075
Accounts	16,860	-	440,503	108,250	565,613
Special Assessments	5,854,826	934	-	-	5,855,760
Interest	120,757	34,235	36,199	9,188	200,379
Intergovernmental	174,245	-	-	304,214	478,459
Gross Receivables	6,166,688	35,169	589,777	421,652	7,213,286
Less: Allowance for Uncollectibles	(2,231)	-	-	(68,679)	(70,910)
Net Total Receivables	\$ 6,164,457	\$ 35,169	\$ 589,777	\$ 352,973	\$ 7,142,376

Property Taxes

For property taxes collectible in 2011, Saint Paul's taxable net tax capacity (including Tax Increment Districts) was \$251,419,936; the estimated market value was \$20,194,616,200; the net tax capacity was 1.24% of the estimated market value. Estimated market values are converted to tax capacities based on a statutory rate for each class of property.

Current property tax collections for the year ended December 31, 2011, were as follows:

	<u>City</u>	<u>HRA</u>
Dollar Amount	\$ 86,615,730	\$ 3,272,667
Percent of Levy Spread	97.36%	102.97%

Notes and Loans Receivable

Notes and Loans Receivable are reported as assets in the following funds at December 31, 2011:

General Fund	<u>\$ 10,658,734</u>
Special Revenue Funds:	
Solid Waste and Recycling	361,427
Community Development Block Grant	3,090,275
State Grant Programs	142,271
HRA Federal and State Programs	<u>3,835,006</u>
Total Special Revenue Funds	<u>7,428,979</u>
Capital Projects Funds:	
City Sales Tax	4,584,152
HRA Development Capital Projects	110,306
HRA Tax Increment	<u>823,397</u>
Total Capital Projects Funds	<u>5,517,855</u>
Total	<u><u>\$ 23,605,568</u></u>

In addition to the above amounts reported as "Notes and Loans Receivable" on Exhibit 3, other long-term loans receivable are included in "Other Long-Term Receivables" in the following funds:

Enterprise Fund:	
HRA Loan Enterprise	\$ 2,356,786
Internal Service Funds:	
Internal Borrowing	4,025,536
Energy Conservation Investment	<u>86,319</u>
Total	<u><u>\$ 6,468,641</u></u>

The amount reported for loans receivable is net of allowances for uncollectible loans. Allowances for uncollectible loans have been established for loans for which collection is doubtful or questionable. At December 31, 2011, the allowance for uncollectible loans recorded was \$130,001,838.

C. Land Held for Resale

Land Held for Resale is reported in the following funds as an asset as of December 31, 2011:

Special Revenue Funds	
HRA General Fund	\$ 496,009
Community Development Block Grant	2,544,933
State Grant Programs	<u>5,858,607</u>
Total Special Revenue Funds	<u>8,899,549</u>
Capital Projects Funds	
HRA Development Capital Projects	2,072,121
HRA Tax Increment	<u>1,352,328</u>
Total Capital Projects Funds	<u>3,424,449</u>
Enterprise Fund	
HRA Loan Enterprise	<u>11,185,971</u>
Total	<u>\$ 23,509,969</u>

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D. Restricted Assets

As of December 31, 2011, the following restricted assets were reported in the following enterprise funds:

	Sewer Utility	HRA Loan Enterprise	HRA Parking	Special Services
Cash for General Obligation Bond Current Debt Service	\$ -	\$ -	\$ 2,504,799	\$ -
Cash for Limited Bond Debt Service	-	357,771	-	-
Cash for Limited Bond Construction	-	278,819	-	-
Cash for Revenue Bond Debt Service	437,558	-	2,652,229	-
Cash for Revenue Bond Operations and Maintenance	4,050,584	-	240,718	-
Cash for Revenue Bond Construction	5,445,690	-	-	-
Cash for Budget and Rate Stabilization	4,586,606	-	-	-
Investment for Revenue Bond Future Debt Service	5,211,750	-	-	-
Investment for Revenue Bond Construction	-	-	-	666,750
Total	<u>\$ 19,732,188</u>	<u>\$ 636,590</u>	<u>\$ 5,397,746</u>	<u>\$ 666,750</u>

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E. Capital Assets

Capital asset activity for the year ended December 31, 2011 was as follows:

Governmental Activities

	Balance 01/01/11	Additions	Deductions	Balance 12/31/11
Capital Assets Not Being Depreciated:				
Land	\$ 147,843,934	\$ 1,615,506	\$ (370,000)	\$ 149,089,440
Construction in Progress	56,164,598	47,231,593	(15,473,076)	87,923,115
Total Capital Assets Not Being Depreciated	<u>204,008,532</u>	<u>48,847,099</u>	<u>(15,843,076)</u>	<u>237,012,555</u>
Capital Assets Being Depreciated:				
Buildings and Structures	603,794,283	1,644,198	(88,012)	605,350,469
Improvements Other than Buildings	121,838,618	16,939,033	-	138,777,651
Equipment	100,851,134	5,448,172	(4,008,369)	102,290,937
Infrastructure	699,464,496	-	(71,697)	699,392,799
Total Capital Assets Being Depreciated	<u>1,525,948,531</u>	<u>24,031,403</u>	<u>(4,168,078)</u>	<u>1,545,811,856</u>
Less: Accumulated Depreciation for:				
Buildings and Structures	(223,414,073)	(14,054,087)	82,501	(237,385,659)
Improvements Other than Buildings	(37,515,819)	(4,387,471)	-	(41,903,290)
Equipment	(71,924,011)	(6,436,127)	3,891,184	(74,468,954)
Infrastructure	(247,781,700)	(12,744,995)	55,576	(260,471,119)
Total Accumulated Depreciation	<u>(580,635,603)</u>	<u>(37,622,680)</u>	<u>4,029,261</u>	<u>(614,229,022)</u>
Total Capital Assets Being Depreciated, Net	<u>945,312,928</u>	<u>(13,591,277)</u>	<u>(138,817)</u>	<u>931,582,834</u>
Governmental Activities Capital Assets, Net	<u>\$ 1,149,321,460</u>	<u>\$ 35,255,822</u>	<u>\$ (15,981,893)</u>	<u>\$ 1,168,595,389</u>

Depreciation expense was charged to the following governmental functions:

Sewer	\$ 4,682,687
Parking	2,937,220
Parks, Recreation and Athletics	233,850
Impound Lot	4,940
Printing	17,713
Total Business-Type Activities Depreciation Expense	<u>\$ 7,876,410</u>

Business-Type Activities	Balance			Balance
	01/01/11			
	As Restated	Additions	Deductions	12/31/11
Capital Assets Not Being Depreciated:				
Land	\$ 31,682,325	\$ 106,500	\$ -	\$ 31,788,825
Construction in Progress	995,556	9,742,759	(554,860)	10,183,455
Total Capital Assets Not Being Depreciated	<u>32,677,881</u>	<u>9,849,259</u>	<u>(554,860)</u>	<u>41,972,280</u>
Capital Assets Being Depreciated:				
Buildings and Structures	113,869,023	218,156	(646,790)	113,440,389
Public Improvements	366,360,130	4,601,191	-	370,961,321
Equipment	6,934,438	537,161	(446,007)	7,025,592
Total Capital Assets Being Depreciated	<u>487,163,591</u>	<u>5,356,508</u>	<u>(1,092,797)</u>	<u>491,427,302</u>
Less: Accumulated Depreciation for:				
Buildings and Structures	(40,086,377)	(2,937,504)	312,358	(42,711,523)
Public Improvements	(115,698,785)	(4,491,581)	-	(120,190,366)
Equipment	(4,298,871)	(447,325)	433,254	(4,312,942)
Total Accumulated Depreciation	<u>(160,084,033)</u>	<u>(7,876,410)</u>	<u>745,612</u>	<u>(167,214,831)</u>
Total Capital Assets Being Depreciated, Net	<u>327,079,558</u>	<u>(2,519,902)</u>	<u>(347,185)</u>	<u>324,212,471</u>
Business-Type Activities Capital Assets, Net	<u>\$ 359,757,439</u>	<u>\$ 7,329,357</u>	<u>\$ (902,045)</u>	<u>\$ 366,184,751</u>

Depreciation expense was charged to the following business-type functions:

Sewer	\$ 4,682,687
Parking	2,937,220
Parks, Recreation and Athletics	233,850
Impound Lot	4,940
Printing	17,713
Total Business-Type Activities Depreciation Expense	<u>\$ 7,876,410</u>

F. Interfund Receivables/Payables/Advances and Transfers

Interfund Receivables/Payables

The following is a schedule of interfund receivables and payables including loans made from the General Fund to other Funds as of December 31, 2011:

Due to/from Other Funds

Receivable Fund	Payable Fund					
	General	Library Agency	HRA General Fund	General Debt Service	Capital Improvement Projects	Other Governmental Funds
General	\$ -	\$ 14,428	\$ -	\$ 946,251	\$ 9,330,131	\$ 10,875,874
Library Agency	16,357	-	-	-	-	41,650
HRA General Debt Service	-	-	-	-	-	54,731
Capital Improvement Projects	60,000	-	-	-	-	908,095
Other Governmental Funds	202,101	-	-	65,000	193,975	1,037,873
Sewer Utility	-	-	-	-	-	767,695
Other Enterprise Funds	100,937	-	-	-	323,516	73,530
Internal Service Funds	610,975	2,403	1,000,685	24,196	1,454,996	2,723,424
Fiduciary-Agency Funds	66,252	-	-	-	384	2,974
Total All Funds	\$ 1,056,622	\$ 16,831	\$ 1,000,685	\$ 1,035,447	\$ 11,303,002	\$ 16,485,846

table continued below

Receivable Fund	Payable Fund					Total All Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds	Internal Service Funds	
General	\$ 268,963	\$ -	\$ -	\$ 5,682,725	\$ 1,476,417	\$ 28,594,789
Library Agency	-	-	-	-	-	58,007
HRA General Debt Service	-	-	-	-	-	54,731
Capital Improvement Projects	10,075,113	-	-	-	29,448	11,072,656
Other Governmental Funds	35,417	300,177	32,760	-	50,108	1,917,411
Sewer Utility	-	-	-	-	-	767,695
Other Enterprise Funds	1,142	-	-	1,297	5,805	506,227
Internal Service Funds	909,235	69,993	149,983	26,708	142,293	7,114,891
Fiduciary-Agency Funds	-	-	-	69,008	44,357	182,975
Total All Funds	\$ 11,289,870	\$ 370,170	\$ 182,743	\$ 5,779,738	\$ 1,748,428	\$ 50,269,382

Interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Advances to/from Other Funds

The following is a schedule of interfund advances as of December 31, 2011:

Receivable Fund	Payable Fund					Total All Funds
	General Fund	Capital Improvement Projects	Other Governmental Funds	HRA Loan Enterprise	Internal Service Funds	
HRA General Fund	\$ -	\$ -	\$ 717,599	\$ -	\$ -	\$ 717,599
Other Governmental Funds	614,730	-	1,750,000	2,024,317	76,261	4,465,308
HRA Loan Enterprise	-	-	2,679,085	-	781,818	3,460,903
Internal Service Funds	-	803,780	1,170,226	-	-	1,974,006
Total All Funds	<u>\$ 614,730</u>	<u>\$ 803,780</u>	<u>\$ 6,316,910</u>	<u>\$ 2,024,317</u>	<u>\$ 858,079</u>	<u>\$ 10,617,816</u>

The advances shown above are long-term amounts not due within one year. Short-term advances that are due within one year are reported as a due to/from other fund.

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Transfers

The following is a schedule of interfund transfers as of December 31, 2011:

Transfers In	Transfers Out						
	General	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Other Governmental Funds
General	\$ -	\$ 32,017	\$ 102,808	\$ 946,882	\$ -	\$ 3,426,815	\$ 3,106,601
General Debt Service	-	1,451,804	-	-	-	-	3,917,740
HRA General Debt Service	-	-	-	529,575	-	-	21,334,946
Capital Improvement Projects	204,997	30,000	-	45,733	-	-	13,692,483
Other Governmental Funds	827,039	-	-	-	31,095,323	1,396,609	9,672,286
HRA Loan Enterprise	-	-	-	-	-	-	195,190
Other Enterprise Funds	275,000	-	-	-	-	-	30,000
Internal Service Funds	51,422	6,235	168,934	-	-	131,521	136,534
Total Transfers Out	<u>\$ 1,358,458</u>	<u>\$ 1,520,056</u>	<u>\$ 271,742</u>	<u>\$ 1,522,190</u>	<u>\$ 31,095,323</u>	<u>\$ 4,954,945</u>	<u>\$ 52,085,780</u>

table continued below

Transfers In	Transfers Out						Total Transfers In
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds	Internal Service Funds		
General	\$ 436,974	\$ -	\$ -	\$ 36,552	\$ 676,941	\$ -	\$ 8,765,590
General Debt Service	7,395,239	-	-	-	100,000	-	12,864,783
HRA General Debt Service	-	-	-	-	-	-	21,864,521
Capital Improvement Projects	6,619,182	-	-	-	-	-	20,592,395
Other Governmental Funds	1,004,490	450,869	23,349	31,465	-	-	44,501,430
HRA Loan Enterprise	-	-	-	-	-	-	195,190
Other Enterprise Funds	-	-	-	-	-	-	305,000
Internal Service Funds	143,060	-	-	2,516	111,671	-	751,893
Total Transfers Out	<u>\$ 15,598,945</u>	<u>\$ 450,869</u>	<u>\$ 23,349</u>	<u>\$ 70,533</u>	<u>\$ 888,612</u>	<u>\$ -</u>	<u>\$ 109,840,802</u>
Capital Assets Used in the Operation of Governmental Funds					1,385,586		
					<u>\$ 2,274,198</u>		

The total governmental and proprietary funds transfers in is \$109,840,802; the total governmental and proprietary funds transfers out is \$111,226,388. The variance of \$1,385,586 is capital assets transfers from the Internal Service Funds to the Governmental Activities Capital Assets.

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to a debt service fund, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

G. Long-Term Obligations

1. Changes in Long-Term Obligations

Long-term obligations activity in the year ended December 31, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable:					
General Obligation Bonds					
Property Tax Supported	\$ 150,751,047	\$ 39,269,750	\$ 25,920,986	\$ 164,099,811	\$ 17,329,961
Special Assessment Debt with Governmental Commitment	23,588,953	2,875,250	3,124,014	23,340,189	2,770,034
HRA Tax Increment	8,460,000	11,930,000	1,765,000	18,625,000	2,555,000
Total General Obligation Bonds	<u>182,800,000</u>	<u>54,075,000</u>	<u>30,810,000</u>	<u>206,065,000</u>	<u>22,654,995</u>
Revenue Bonds					
Sales Tax Revenue Bonds	87,865,000	-	3,065,000	84,800,000	3,230,000
HRA Tax Increment Revenue Bonds	48,566,305	-	11,654,648	36,911,657	1,658,795
HRA Sales Tax Revenue Bonds	37,360,000	-	1,840,000	35,520,000	1,975,000
HRA Lease Revenue Bonds	13,655,000	-	575,000	13,080,000	590,000
Total Revenue Bonds	<u>187,446,305</u>	<u>-</u>	<u>17,134,648</u>	<u>170,311,657</u>	<u>7,453,795</u>
Add/(Subtract) Deferred Amounts for: (Discounts)/Premiums Refundings - Gains/(Losses)					
	4,075,110	1,511,657	378,527	5,208,240	505,543
Total Bonds	<u>374,321,415</u>	<u>55,586,657</u>	<u>48,323,175</u>	<u>381,584,897</u>	<u>30,614,333</u>
Revenue Notes Payable					
General Obligation Notes Payable	15,032,127	-	1,574,158	13,457,969	1,583,237
Revenue Notes Payable	36,750,545	-	2,000,545	34,750,000	2,000,000
HRA Revenue Notes Payable	20,113,997	-	581,296	19,532,701	406,768
Total Revenue Notes Payable	<u>71,896,669</u>	<u>-</u>	<u>4,155,999</u>	<u>67,740,670</u>	<u>3,990,005</u>
Other Liabilities:					
Compensated Absences	21,438,477	1,451,854	483,352	22,406,979	848,786
Net Other Postemployment Benefits Obligation	18,422,816	6,362,441	-	24,785,257	-
Claims and Judgments Payable	29,897,320	10,581,073	7,604,006	32,874,387	7,443,420
Capital Leases	22,029,755	1,950,500	12,371,405	11,608,850	2,157,462
Total Other Liabilities	<u>91,788,368</u>	<u>20,345,868</u>	<u>20,458,763</u>	<u>91,675,473</u>	<u>10,449,668</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 538,006,452</u>	<u>\$ 75,932,525</u>	<u>\$ 72,937,937</u>	<u>\$ 541,001,040</u>	<u>\$ 45,054,006</u>

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
BUSINESS-TYPE ACTIVITIES					
Bonds Payable:					
General Obligation Bonds					
HRA General Obligation Debt	\$ 28,055,000	\$ -	\$ 1,575,000	\$ 26,480,000	\$ 1,605,000
Total General Obligation Bonds	28,055,000	-	1,575,000	26,480,000	1,605,000
Limited Tax Bonds					
	7,855,000	-	-	7,855,000	-
Revenue Bonds					
Revenue Bonds	57,055,000	8,900,000	2,880,000	63,075,000	3,340,000
HRA Parking Facilities Revenue Bonds	42,785,000	-	1,550,000	41,235,000	1,670,000
Total Revenue Bonds	99,840,000	8,900,000	4,430,000	104,310,000	5,010,000
Add/(Subtract) Deferred Amounts for: (Discounts)/Premiums Refundings - Gains/(Losses)					
	2,080,229	14,866	169,185	1,925,910	156,006
Total Bonds	137,830,229	8,914,866	6,174,185	140,570,910	6,771,006
Revenue Notes Payable					
Revenue Notes Payable	10,926,578	-	1,081,958	9,844,620	1,122,463
HRA Revenue Notes Payable	1,775,190	-	195,190	1,580,000	-
Total Revenue Notes Payable	12,701,768	-	1,277,148	11,424,620	1,122,463
Other Liabilities:					
Compensated Absences	781,677	43,514	58,812	766,379	35,181
Net Other Postemployment Benefits Obligation	787,237	95,121	-	882,358	-
Total Other Liabilities	1,568,914	138,635	58,812	1,648,737	35,181
Total Business-Type Activities Long-Term Liabilities	\$ 152,100,911	\$ 9,053,501	\$ 7,510,145	\$ 153,644,267	\$ 7,928,650
TOTAL LONG-TERM OBLIGATION	\$ 690,107,363	\$ 84,986,026	\$ 80,448,082	\$ 694,645,307	\$ 52,982,656

Internal Service funds predominantly serve the governmental funds. Accordingly, their long-term liabilities are included as part of the totals reported for governmental funds. At year end, \$2,526,966 of compensated absences, \$3,155,492 of capital leases and \$3,695,452 of net other postemployment benefits obligation were included in the amounts reported for the governmental funds.

The government-wide statement of net assets includes \$2,900,335 of the long-term liabilities due within one year for business-type activities in "liabilities payable from restricted assets." The remaining amount of \$5,028,315 was displayed as "noncurrent liabilities due within one year" on the same statement.

2. Annual Requirements – Principal and Interest on Long-Term Obligations

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

Year Ended December 31	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$ 22,654,995	\$ 7,720,500	\$ 1,605,000	\$ 885,838	\$ 24,259,995	\$ 8,606,338
2013	20,150,000	7,035,289	1,640,000	835,541	21,790,000	7,870,830
2014	15,105,001	6,449,165	1,710,000	783,616	16,815,001	7,232,781
2015	15,210,000	5,907,177	1,650,000	727,846	16,860,000	6,635,023
2016	13,040,001	5,410,448	1,725,000	664,081	14,765,001	6,074,529
2017-2021	50,355,002	21,116,082	9,410,000	2,304,765	59,765,002	23,420,847
2022-2026	39,355,000	12,237,489	8,740,000	628,252	48,095,000	12,865,741
2027-2031	23,770,001	4,460,173	-	-	23,770,001	4,460,173
2032-2036	6,425,000	659,257	-	-	6,425,000	659,257
Total General Obligation Bonds Debt	<u>\$ 206,065,000</u>	<u>\$ 70,995,580</u>	<u>\$ 26,480,000</u>	<u>\$ 6,829,939</u>	<u>\$ 232,545,000</u>	<u>\$ 77,825,519</u>

Limited Tax bond debt service requirements to maturity are as follows:

Year Ended December 31	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$ -	\$ -	\$ -	\$ 514,093	\$ -	\$ 514,093
2013	-	-	-	514,093	-	514,093
2014	-	-	100,000	511,918	100,000	511,918
2015	-	-	110,000	507,350	110,000	507,350
2016	-	-	120,000	502,347	120,000	502,347
2017-2021	-	-	775,000	2,417,362	775,000	2,417,362
2022-2026	-	-	1,095,000	2,191,422	1,095,000	2,191,422
2027-2031	-	-	1,560,000	1,792,475	1,560,000	1,792,475
2032-2036	-	-	1,580,000	1,207,218	1,580,000	1,207,218
2037-2041	-	-	2,515,000	455,063	2,515,000	455,063
Total Limited Tax Bonds Debt	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,855,000</u>	<u>\$ 10,613,341</u>	<u>\$ 7,855,000</u>	<u>\$ 10,613,341</u>

Revenue bond debt service requirements to maturity are as follows:

Year Ended December 31	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$ 7,453,795	\$ 9,955,385	\$ 5,010,000	\$ 4,381,080	\$ 12,463,795	\$ 14,336,465
2013	7,886,862	9,524,947	5,185,000	4,205,432	13,071,862	13,730,379
2014	8,099,000	9,065,051	5,370,000	4,020,028	13,469,000	13,085,079
2015	8,606,000	8,592,693	5,555,000	3,819,178	14,161,000	12,411,871
2016	9,101,000	8,088,871	5,785,000	3,599,767	14,886,000	11,688,638
2017-2021	51,618,000	31,818,882	26,690,000	14,482,516	78,308,000	46,301,398
2022-2026	56,637,000	14,663,418	25,620,000	9,029,531	82,257,000	23,692,949
2027-2031	20,395,000	2,650,317	16,145,000	4,084,858	36,540,000	6,735,175
2032-2036	515,000	25,750	8,950,000	1,146,250	9,465,000	1,172,000
Total Revenue Bonds Debt	<u>\$ 170,311,657</u>	<u>\$ 94,385,314</u>	<u>\$ 104,310,000</u>	<u>\$ 48,768,640</u>	<u>\$ 274,621,657</u>	<u>\$ 143,153,954</u>

Revenue notes debt service requirements to maturity are as follows:

Year Ended December 31	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$ 3,990,005	\$ 815,093	\$ 1,122,463	\$ 341,347	\$ 5,112,468	\$ 1,156,440
2013	3,996,726	759,722	1,159,388	302,700	5,156,114	1,062,422
2014	5,032,574	703,700	2,776,688	262,743	7,809,262	966,443
2015	6,106,874	645,774	1,172,132	221,906	7,279,006	867,680
2016	6,916,545	581,215	1,167,899	181,245	8,084,444	762,460
2017-2021	26,579,176	1,809,083	4,026,050	326,010	30,605,226	2,135,093
2022-2026	10,899,852	1,090,635	-	-	10,899,852	1,090,635
2027-2031	-	1,073,715	-	-	-	1,073,715
2032-2036	4,218,918	53,685	-	-	4,218,918	53,685
Total Revenue Notes Debt	<u>\$ 67,740,670</u>	<u>\$ 7,532,622</u>	<u>\$ 11,424,620</u>	<u>\$ 1,635,951</u>	<u>\$ 79,165,290</u>	<u>\$ 9,168,573</u>

3. Sources for Long-Term Obligations Repayment

Governmental Activity Long-Term Obligations

General Obligation Bonds

During April 2011, the City issued General Obligation Capital Improvement Bonds, Series 2011A in the amount of \$15,040,000. Of these bonds, \$4,175,000 refunded the 2003A General Obligation Capital Improvement Bonds. As a result of the refunding, the City reduced its total debt service requirements (future value) by \$158,447, which resulted in an economic gain (present value) of \$153,109. At December 31, 2011 the outstanding balance was \$15,040,000. The City issued General Obligation Special Assessment Debt, Series 2011B in the amount of \$12,500,000. At December 31, 2011 the outstanding balance was \$12,500,000.

During December 2011, the City issued General Obligation Public Safety and Refunding Bonds, Series 2011H in the amount of \$14,605,000. Of these bonds, \$4,555,000 refunded the 2004A General Obligation Capital Improvement Bonds. As a result of the refunding, the City reduced its future value total debt service by \$93,755, resulting in a present value savings (economic gain) of \$84,758. Of these bonds, \$10,050,000 was used to acquire the Public Safety building from Ramsey County, which was accomplished by effecting a current refunding and prepayment of the County's Public Facility Lease Revenue Bonds, Series 2003A (City of St Paul Lease Obligations). As a result of the refunding, the City reduced its total debt service and related acquisition expenses by \$1,989,984, resulting in an economic gain (present value savings) of \$1,893,137. At December 31, 2011, the outstanding balance was \$14,605,000.

\$206,065,000 General Obligation Bonds is payable from the Debt Service Funds. The related interest requirement on this debt was \$70,995,580. These bonds are backed by the full faith and credit of the City.

General Obligation Bonds – Property Tax Supported

Of the \$206,065,000 General Obligation Bonds, \$164,099,811 is property tax supported debt to be paid primarily from property taxes levied and collected. The related interest requirement on this debt was \$58,715,935.

General Obligation Special Assessment Debt with Governmental Commitment

Of the \$206,065,000 of General Obligation Bonds, \$23,340,189 are payable from special assessments to be levied and collected for local improvements and are backed by the full faith and credit of the City. The general credit of the City is obligated only to the extent that liens foreclosed against properties involved in special assessments districts are insufficient to retire outstanding bonds. These bonds (and related interest of \$7,264,472) are being serviced by the G.O. Special Assessment – Streets Debt Service Fund.

General Obligation HRA Tax Increment Bonds

During August 2011, the City issued Taxable General Obligation Tax Increment Refunding Bonds, Series 2011F (US Bank Operations Center Project) in the amount of \$3,060,000; and General Obligation Tax Increment Refunding Bonds, Series 2011G (US Bank Operations Center Project) in the amount of \$8,870,000 along with HRA cash of \$1,014,106 which retired the HRA Tax Increment Revenue Bonds, Series 2001 (US Bank Operations Center Project). Total debt service payments decreased by \$810,601. The economic present value (difference between the present value of the debt payments of the refunded and the refunding bonds) saving for refunding the 2001 issue was \$3,585,001. The reacquisition price was \$9,835,000 and the net carrying amount of the refunded bonds was \$9,859,757. The 2011F and 2011G bonds, through August 2028 will be paid by HRA tax increment from the Renaissance Redevelopment Tax Increment Financing District. At December 31, 2011, the outstanding balances were \$3,060,000 and \$8,870,000, respectively.

The Koch/Mobil General Tax Increment Refunding Bonds, Series 2010A were issued in February 2010 in the amount of \$2,670,000 along with HRA funds to currently refund the Koch/Mobil General Obligation Temporary Bonds, Series 2007. This was done because the temporary bonds were maturing in March 2010. The reacquisition price was \$3,895,000 and the net carrying amount of the refunded bonds was \$2,670,000. Tax Increments from the Koch/Mobil Tax Increment District will be used to retire the Series 2010A bonds. The 2010A Bonds had a balance of \$2,520,000 as of December 31, 2011.

During March 2005, the City issued General Obligation Snelling-University Tax Increment Refunding Bonds, Series 2005C in the amount of \$5,130,000 to currently refund the Midway Marketplace Tax Increment Bonds, Series 1995A. HRA tax increment revenues from the Snelling-University Tax Increment District are to be used to retire the Series 2005C Bonds. The 2005C Bonds had a balance of \$2,880,000 as of December 31, 2011.

During November 2000, the City issued General Obligation Riverfront Tax Increment Bonds, Series 2000D in the amount of \$8,335,000 to currently refund the Riverfront Tax Increment Bonds, Series 1993C in order that debt service requirements for the Riverfront Tax Increment Financing District could be reduced through a lower interest rate. The Series 2000D Bonds had a balance of \$990,000 as of December 31, 2011.

The Riverfront Tax Increment General Obligation Refunding Bonds, Series 2002C were issued in March 2002 in the amount of \$2,335,000 to currently refund the Riverfront Tax Increment Bonds, Series 1993D to take advantage of lower interest rates and reduce debt service payments. The Series 2002C Bonds had a balance of \$305,000 outstanding as of December 31, 2011.

The total General Obligation HRA Tax Increment Bonds as of December 31, 2011 was \$18,625,000. The related interest requirement on this debt was \$5,015,174.

Revenue Bonds

Sales Tax Revenue Bonds

In 2009, the City issued \$65,455,000 of Taxable Variable Rate Demand Sales Tax Revenue Refunding Bonds (RiverCentre Arena project), Series 2009A to refund Taxable Sales Tax Revenue Bonds (RiverCentre Arena project), Series 1999A in connection with 2007 Arena Swap Transaction. The bonds are special limited obligations of the City payable solely from sales and use tax of one-half of one percent on the sales and use transactions, and Arena Net Revenues (rent and payments-in-lieu-of-taxes made by Arena tenant; and are not general or moral obligations of the City, State of Minnesota, or any other political subdivision. The current refunding resulted in economic gain of \$5,675,957 which is 8.67% net present value benefit. The Series 2009A Bonds had a balance of \$59,210,000 as of December 31, 2011.

In August 2007, the City issued \$10,580,000 in Subordinate Sales Tax Revenue Bonds, Series 2007A and \$16,700,000 in Taxable Subordinate Sales Tax Revenue Bonds, Series 2007B to finance capital projects to further residential, cultural, commercial, and economic development in the City's downtown and its neighborhoods and capital and operating expenses of cultural organizations in the City. The Series 2007 Bonds are special limited obligations of the City payable solely from certain sales tax proceeds, subject and subordinate to certain senior obligations and are not general or moral obligations of the City, State of Minnesota, or any other political subdivision. The Series 2007A Bonds had a balance of \$10,580,000 and Series 2007B Bonds had a balance of \$15,010,000 as of December 31, 2011.

As of December 31, 2011, \$84,800,000 of Sales Tax Revenue Bonds was outstanding. The related interest requirement on this debt was \$44,571,900.

HRA Tax Increment Revenue Bonds

The Spruce Tree Tax Increment Refunding Bonds, Series 2003 were issued in March 2003 in the amount of \$1,890,000, and along with existing funds of the HRA, currently refunded the Spruce Tree Tax Increment Bonds, Series 1988. HRA tax increment revenues from the Spruce Tree/Metz District are to be used to retire the Series 2003 Bonds. The 2003 Bonds had a balance of \$478,657 outstanding as of December 31, 2011.

The North Quadrant Tax Increment Refunding Bonds, Series 2002 were issued in April 2002 in the amount of \$1,089,000 to currently refund the North Quadrant Tax Increment Bonds, Series 2000 issued in November 2000 in the amount of \$1,283,000. HRA tax increment revenues from the North Quadrant District are to be used to retire the Series 2002 Bonds. The 2002 Bonds had a balance of \$930,000 outstanding as of December 31, 2011.

The North Quadrant Phase II Tax Increment Bonds, Series 2002 were issued in June 2002 in the amount of \$1,140,000 to provide financing for development in the North Quadrant Tax Increment District. The bonds are to be retired using tax increment revenue from the North Quadrant District. The 2002 Bonds had a balance of \$1,064,000 as of December 31, 2011.

The Upper Landing Tax Increment Bonds, Series 2002A, Series 2002B-1 and Series 2002B-2 were issued in October 2002 in the amount of \$19,130,000 to provide financing for development of the Upper Landing area in the HRA Riverfront Renaissance Tax Increment District. The bonds are to be retired using tax increment revenue from the Riverfront Renaissance District. At December 31, 2011, \$17,615,000 of the bonds was outstanding.

The Drake Marble Tax Increment Bonds, Series 2002 were issued in November 2002 in the amount of \$1,800,000 to provide financing for renovation of the Drake Marble building in the Riverfront Renaissance Tax Increment District. The bonds are to be retired using tax increment revenue from the Riverfront Renaissance District. At December 31, 2011, \$1,446,000 of Series 2002 was outstanding.

The 9th Street Lofts Tax Increment Bonds, Series 2004, were issued in April 2004 in the amount of \$1,335,000 to provide financing for a rental housing development in the North Quadrant Tax Increment District. The bonds are to be retired using tax increment revenues from the North Quadrant District. At December 31, 2011, \$1,195,000 of the Series 2005 Bonds was outstanding.

The J.J. Hill Tax Increment Bonds, Series 2004, were issued in November 2004 in the amount of \$3,660,000 to provide financing for an owner-occupied housing development in the J.J. Hill Tax Increment District. The bonds are to be retired using tax increment revenues from the J.J. Hill Tax Increment District. At December 31, 2011, \$3,398,000 of Series 2004 Bonds was outstanding.

The Neighborhood Scattered Site Tax Increment Bonds, Series 2005 were issued in April 2005 in the amount of \$7,515,000 to provide financing for development in the Neighborhood Scattered Site Tax Increment District. The bonds are to be retired using tax increment revenues from this same district. The 2005 Bonds had a balance of \$4,230,000 as of December 31, 2011.

The Emerald Gardens Tax-Exempt Tax Increment Revenue Bonds, Series 2010, were issued in July 2010 in the amount of \$6,595,000 to provide financing for developer debt restructuring in the Emerald Gardens Tax Increment District. The bonds are to be retired using tax increment revenues from this same district. At December 21, 2011, \$6,555,000 of the bonds was outstanding.

The HRA Tax Increment Revenue Bonds do not constitute a general obligation of the City and are not backed by the City's full faith and credit. At December 31, 2011, \$36,911,657 of HRA Tax

Increment Revenue Bonds was outstanding. The related interest requirement on this debt was \$25,408,726.

HRA Sales Tax Revenue Bonds

In April 1996, the HRA issued \$55,865,000 in Sales Tax Revenue Advance Refunding Bonds, Series 1996 to advance refund the Sales Tax Revenue Bonds, Series 1993. At December 31, 2011, \$35,520,000 of HRA Sales Tax Revenue Advance Refunding Bonds was outstanding. The related interest requirement on this debt was \$18,429,825.

HRA Lease Revenue Bonds

In 2009, the city issued \$6,790,000 of RiverCentre Parking Ramp Improvement Revenue Bonds, Series 2009. The City is obligated under the RiverCentre Parking Facility Improvement Lease to make lease payments through 2024, which are to be used by the HRA to finance debt service payments on its RiverCentre Parking Facility Lease Revenue Bonds, Series 2009 which was used to refund Series 2000 bonds and provide additional capital funds. The RiverCentre Authority of the City of Saint Paul has approved a debt capital management plan which includes the amounts needed to make the lease payments through 2024. The 2009 Bonds had a balance of \$6,060,000 outstanding as of December 31, 2011.

The City has entered into a 25-year capital lease agreement with the HRA in the amount of \$7,685,000 to provide a long-term financing for completing the improvements of the Jimmy Lee Recreation Center. The HRA has issued tax exempt Recreational Facility Lease Revenue Bonds, Series 2008 (Jimmy Lee Recreational Center) in the same amount to finance the acquisition of its interest in the Jimmy Lee Recreational Center and then leaseback that portion to the City. The HRA bonds are secured by these lease payments. The lease is not a general or moral obligation of the City. The City has right to purchase the HRA's interest at the end of any fiscal year. A capital lease payable of \$7,020,000 was outstanding as of December 31, 2011.

At December 31, 2011, \$13,080,000 of HRA Lease Revenue Bonds was outstanding. The related interest requirement on this debt was \$5,974,863.

The total Revenue Bonds as of December 31, 2011 was \$170,311,657. The related interest requirement on this debt was \$94,385,314.

Revenue Notes Payable

In 2008, the City issued Taxable General Obligations Public Safety Note (DSI project) in the amount of \$1,500,000 to finance improvements, equipping and moving the Department of Safety and Inspection to 375 Jackson Street. The note is issued for ten years at 4.55%. At December 31, 2011, \$722,969 of the note was outstanding.

In 2009, the City issued General Obligation Capital Notes, Series 2009F, in the amount of \$14,235,000 to finance the implementation of the City Operations Modernization and Enterprise Transformation (COMET) project. The project will modernize the City's procurement, finance, budget, payroll and human resources software systems and related hardware. At December 31, 2011, \$12,735,000 of the notes was outstanding.

During 1998, the City began construction of the new multi-purpose RiverCentre Arena, which presently houses a National Hockey League team (completed in 2000). The City received an interest-free loan from the State of Minnesota in the amount of \$65,000,000 for the construction of this arena. Payments on this loan, which will be \$48,000,000 due to the forgiveness of \$17,000,000 by the State, began in 2003 and will be paid through the year 2020. A portion of the payments by the hockey team will be used to repay the loan. The City recorded the proceeds and liability of the loan as it was expended by the State. As of December 31, 2011, the outstanding balance of the RiverCentre Arena Note was \$34,750,000.

\$19,532,701 of Saint Paul's governmental activity long-term obligations consists of the following HRA Revenue Notes payable. The related interest requirement on this debt was \$5,842,225.

A long term deferred interest free loan in the amount of \$10,599,852 was obtained from the Minnesota Housing Finance Agency Publicly Owned Permanent Supportive Housing Program (POPSHP) in 2006 to construct the Catholic Charities Midway Residence. At December 31, 2011, \$10,599,852 of the POPSHP loan was outstanding.

The Upper Landing Tax Increment Note, Series 2008 was issued in the amount of \$2,019,087 to replace an advance from the City to complete the Upper Landing Building complex. At December 31, 2011, \$1,663,931 of the note was outstanding. The related interest requirement on the debt was \$462,959.

The HUD Section 108 Notes, Series 2003-A and Series 2003-B were issued in the amounts of \$3,300,000 and \$4,700,000 to provide financing for the Westminster Junction and Railroad Island development projects. Under the terms of the contracts with the U.S. Department of Housing and Urban Development (HUD), the proceeds of the notes were received by the City and consequently the total 2003 note proceeds of \$8,000,000 are reported in the Section 108 Programs Special Revenue Fund. Land sale proceeds, payments from the Port Authority of the City of Saint Paul, and initiative grant funds from HUD will be used to retire the notes. As of December 31, 2011, the outstanding balance of the HUD Section 108 Notes was \$3,050,000.

The Shepard Davern Housing Tax Increment Note, Series 2006 was issued in March 2006 in the amount of \$4,820,000 to currently refund the Gateway Tax Increment Bonds, Series 2003. The current refunding was done to lock in the interest rate and reduce debt service payments. Tax increments from the Shepard Davern Tax Increment Financing District will be used to retire the 2006 Note. As of December 31, 2011, the outstanding balance of the Shepard Davern Housing Tax Increment Note was \$4,218,918.

Compensated Absences

Included in the City's governmental long-term obligations is \$22,406,979 of accrued compensated absences relating to employees not accounted for in proprietary funds. Governmental funds that report salaries in their statement of revenues, expenditures and changes in fund balance are charged on a proportionate basis for the actual payments made by the General Fund of the severance pay portion of the compensated absences liability. Actual payments of the vacation and compensatory time portion of the compensated absences liability are made directly from the same governmental funds that incurred the salary expenditures.

Claims and Judgments Payable

Claim and judgment expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These liabilities include an estimate of claims that have been incurred but not reported (IBNR). Claim expenditures relating to tort liabilities are paid from the General Fund. Workers' Compensation claim expenditures are recorded in the General Fund and are allocated to other City funds based upon a fringe benefit rate applied to each fund's actual salaries. The liability for claims and judgments is reported in the government-wide financial statements. At December 31, 2011, the claims and judgments liability was \$32,874,387.

Net Other Postemployment Benefits Obligation

At December 31, 2011, the net other postemployment benefits liability was \$24,785,257.

Capital Leases

A 20-year lease agreement in the amount of \$3,000,000, dated October 14, 1998, was issued to finance the acquisition and renovation of expanded heating, ventilation and air conditioning systems, electrical and fire suppression systems and workstations for the City Hall Annex. The related equipment of \$315,998 and building of \$2,684,002 are included as capital assets. On April 1, 2007, the City refinanced this capital lease for \$2,150,657 which represented the balance of the refunded capital lease plus a refinancing cost of \$38,689. At December 31, 2011, the balance of this capital lease was \$1,436,536, and was reported in the Real Estate Management Internal Service Fund.

A \$2,300,000 supplement to the above City Hall Annex lease agreement was issued on September 1, 2008, to be used to defray the expense of the acquisition and installation of improvements, including the renovation of floors three through five with HVAC, electrical, plumbing, fixtures, furniture, equipment, telecom equipment and a marble corridor. The 20 installment payments started on March 1, 2009, with the applicable annual interest rate of 4.76%. At December 31, 2011, the balance of this capital lease was \$1,718,955 and was reported in the Real Estate Management Internal Service Fund.

A 30-year RiverCentre Pedestrian Link Cooperative Agreement dated May 23, 2002, was entered into with Ramsey County to finance the designing and construction of a pedestrian connection between the RiverCentre Complex and the existing skyway system in Landmark Tower. The related improvement other than building capital asset of \$6,872,000 is reported in the City's Government-wide Statement of Net Assets and Capital Assets Used in Operation of Governmental Funds. A capital lease payable of \$5,327,000 was outstanding at December 31, 2011. Annual liquidation of this capital lease liability is reported in the Revenue Notes and Other Long-Term Debt Service Fund.

Pursuant to an agreement with the Saint Paul RiverCentre Convention & Visitors Authority, dated January 1, 2009, the City received equipment with a book value of \$546,972 and assumed a capital lease with a principal balance of \$821,564. Annual liquidation of this capital lease liability is reported in the City General Fund. At December 31, 2011, the balance of this capital lease was \$428,850.

During March 2010, the City entered into an agreement for lease purchase of public safety vehicles for \$2,083,500 at 2.80%. Annual liquidation of \$635,222 of this capital lease liability is reported in the Revenue Notes and Other Long-Term Debt Service Fund and \$51,088 is reported in the City General Fund. At December 31, 2011, the balance is \$1,065,920.

During May 2011, the City entered into a supplemental agreement for lease purchase of public safety vehicles for \$1,950,500 at 1.55%. Annual liquidation of this capital lease liability is reported in the Revenue Notes and Other Long-Term Debt Service Fund. At December 31, 2011, the balance is \$1,631,589.

The following is a schedule by years of future minimum lease payments under these capital leases, together with the present value of the net minimum lease payments of December 31, 2011.

Capital Leases – Governmental Activity

Year Ended December 31	City Hall Annex Improvements	RiverCentre Pedestrian Link	RiverCentre Equipment Lease	2010 Public Safety Vehicle Lease	2011 Public Safety Vehicle Lease
2012	\$ 531,863	\$ 396,239	\$ 226,483	\$ 730,602	\$ 667,888
2013	531,863	393,880	226,484	365,302	667,887
2014	531,863	391,341	-	-	333,944
2015	531,863	393,622	-	-	-
2016	531,863	390,545	-	-	-
Thereafter	1,063,723	5,467,914	-	-	-
Total Minimum Lease Payments	3,723,038	7,433,541	452,967	1,095,904	1,669,719
Less Amount Representing Interest	(567,547)	(2,106,541)	(24,117)	(29,984)	(38,130)
Present Value of Future Capital Lease Payments	<u>\$ 3,155,491</u>	<u>\$ 5,327,000</u>	<u>\$ 428,850</u>	<u>\$ 1,065,920</u>	<u>\$ 1,631,589</u>

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Business-Type Activity Long-Term Obligations

General Obligation HRA Tax Increment Bonds

The Block 39 General Obligation Tax Increment Refunding Bonds, Series 2009G and 2009H were issued in the amounts of \$20,695,000 and \$8,655,000 to currently refund the Block 39 Tax Increment Bonds, Series 1998A and 1998B. This current refunding was done to take advantage of lower interest rates and restructure debt service payments. Total debt service payments decreased by \$2,481,198. Tax Increments from the Block 39 Tax Increment District and net parking revenues from the Block 39 parking ramp are to be used to retire the Series 2009G and 2009H Bonds. The outstanding balances of the Series 2009G and 2009H Bonds as of December 31, 2011, were \$20,695,000 and \$5,785,000, respectively. This liability is recognized in the HRA Parking Enterprise Fund. The related interest requirement on this debt was \$6,829,939.

Limited Tax Bonds

The Lofts at Farmers Market Limited Tax Bonds, Series 2010A Build America Bonds and Series 2010B Taxable Bonds were issued in the amounts of \$7,170,000 and \$685,000, respectively, to construct the Lofts at Farmers Market market-rate rental project. The bonds are to be retired using the special benefits tax levy of the HRA. The related interest requirement on these bonds was \$10,464,462 and \$148,879, respectively. This liability is recognized in the HRA Loan Enterprise Fund.

Revenue Bonds

During April 2011, the City issued Sewer Revenue Bonds, Series 2011C in the amount of \$8,900,000. The debt is secured by Sewer System charges. At December 31, 2011, the outstanding balance was \$8,900,000.

During March 2010, the City issued Sewer Revenue Bonds, Series 2010D in the amount of \$8,610,000. This 20-year debt will be retired by Sewer System charges. At December 31, 2011, the outstanding balance was \$8,260,000.

In 2009, the City issued Sewer Revenue Bonds, Series 2009C in the amount of \$9,000,000 to finance rehabilitation projects to the City's sewer system including major sewer projects, tunnel repairs and storm water quality improvements. At December 31, 2011, \$8,365,000 of outstanding bonds was recorded as a liability in the Sewer Utility Enterprise Fund.

The Sewer Revenue Refunding Bonds, Series 2009I were issued in the amount of \$2,820,000 to currently refund the City's General Obligation Sewer Revenue Bonds, Series 1998E. The current refunded resulted in economic gain of \$295,372 (net present value benefit) and removed the City's general obligation pledge. At December 31, 2011, \$2,300,000 of outstanding bonds was recorded as a liability in the Sewer Utility Enterprise Fund.

In March 2008, the City issued Sewer Revenue Bonds, Series 2008D in the amount of \$23,735,000 to finance rehabilitation projects to the City's sewer system including major sewer repairs, tunnel repairs and storm water quality improvements. At December 31, 2011, \$20,495,000 of outstanding bonds was recorded as a liability in the Sewer Utility Enterprise Fund.

In April 2006, the City issued Sewer Revenue Bonds, Series 2006C in the amount of \$7,040,000 to finance rehabilitation projects to the City's sewer system, including improvements to numerous pumping and lift stations, the relining of existing sewer lines and the selective replacement of existing pipe. At December 31, 2011, \$4,625,000 of outstanding bonds was recorded as a liability in the Sewer Utility Enterprise Fund.

In March 2004, the City issued Sewer Revenue Bonds, Series 2004E in the amount of \$6,300,000 to finance improvements to the City's sewer system, payable from revenues of the Sewer Utility Enterprise Fund. At December 31, 2011, \$4,205,000 of outstanding bonds was recorded as a liability in the Sewer Utility Enterprise Fund.

The total amount of bonds outstanding recognized in the Sewer Utility Enterprise Fund as of December 31, 2011, was \$57,150,000. The related interest requirement on this debt was \$20,521,878.

The Special Services Enterprise Fund is reporting \$5,925,000 of revenue bonds outstanding at December 31, 2011. The related interest requirement on this debt was \$2,484,500. The Recreational Facilities Gross Revenue Bonds (Highland National Project), Series 2005 were issued on October 27, 2005, in the amount of \$7,310,000. Bond proceeds in the amount of \$2,955,000, together with other funds on hand, were used to refund the Recreational Facilities Gross Revenue Bonds (Sports Dome Project) on December 1, 2005, while the balance of \$4,355,000 was used to pay for the reconstruction of the Highland National Golf Course. A bond reserve in the amount of \$666,750 has also been established. The sale resulted in the Net Present Value Benefit (NPV) of \$246,971 from the retirement of the Sports Dome Bonds.

HRA Parking System Revenue Bonds

The Parking Revenue Refunding Bonds, Series 2010A and 2010B were issued in June 2010, in the amounts of \$24,135,000 and \$12,820,000, respectively, and along with existing funds of the HRA, currently refunded the Parking Revenue Refunding Bonds, Series 2001A, Parking Revenue Bonds, Series 2002A, Taxable Parking Revenue Bonds, Series 2002B, Parking Revenue Refunding Bonds, Series 2005A, Exhibit Hall Parking Ramp Subordinated Revenue Notes, Series 1995, and Parking Revenue Bonds, Series 2005. This current refunding was done to take advantage of lower interest rates and restructure debt service payments. Total debt service payments decreased by \$6,191,496. The current refunding resulted in an economic loss (difference between the present value of the debt payments of the refunded and the refunding bonds) of \$111,123. The reacquisition price was \$39,160,000 and the net carrying amount of the refunded bonds was \$38,067,878. Net parking revenues from specified parking ramps are to be used to retire the Series 2010A and 2010B Bonds. \$23,570,000 and \$12,515,000, respectively, was outstanding at December 31, 2011.

In addition, \$5,150,000 of HRA World Trade Center Ramp Bonds, Series 1997A was outstanding at December 31, 2011.

The total amount of HRA Parking System Revenue Bonds outstanding as of December 31, 2011, was \$41,235,000, and is recognized in the HRA Parking Enterprise Fund. The related interest requirement on this debt was \$25,762,262.

Revenue Notes

From 1993 through 2002, the Department of Public Works entered into loan agreements with the State of Minnesota, Department of Trade and Economic Development, Public Facilities Authority, for long-term notes. The total principal amount of the long-term portion of the loans at December 31, 2011, was \$9,844,620. The proceeds of these loans were used to construct sewer facilities which reduce the amount of groundwater "inflow and infiltration" entering the City's sanitary sewer system, thereby decreasing the cost of sewage treatment. The notes are payable from the Sewer Utility Enterprise Fund.

In December 2003, a loan agreement, with a revolving line of credit, was executed between the Saint Paul Foundation (Foundation) and the HRA whereby the Foundation has made available funds in the amount of \$2,500,000 to the HRA for use in its major housing initiative, the Housing 5000 Program. Any of the funds advanced under the loan agreement to the HRA by the Foundation are to be used solely for developer loans on approved housing projects. The HRA is to repay the principal amount of the advances to the Foundation as the developer loans are repaid to the HRA. Simple interest of one percent on the outstanding Foundation advances is payable on each December 31 starting with 2004. December 1, 2015, is the final maturity date under the loan agreement.

The HRA Loan Enterprise Fund accounts for the line of credit transactions. Changes in the balance due under the revolving line of credit under the loan agreement for the year ended December 31, 2011, are as follows:

Balance Due January 1, 2011	Increase 2011	Decrease 2011	Balance Due December 31, 2011
\$ 195,190	\$ -	\$ 195,190	\$ -

During 2007, an advance was made by the Foundation to the HRA in the amount of \$195,190 for the Dorothy Day Center Project. This amount of \$195,190 was repaid in 2011. Under the revolving loan agreement, there is \$2,500,000 available in loan funds from the Foundation at December 31, 2011.

Long term loans in the amount of \$1,580,000 were obtained from the LAAND Initiative Fund of the Metropolitan Council and the Family Housing Fund to purchase two parcels of land along the Central Corridor route. This land is to be developed for affordable housing use. Sales of the land parcels will be used to retire the loans. The total principal amount of the long-term portion of the loans at December 31, 2011, was \$1,580,000.

Compensated Absences

Proprietary fund accrued liabilities for compensated absences are also included in the City's long-term obligations of \$766,379. Liabilities have been reported in the appropriate fund's financial statements.

Net Other Postemployment Benefits

Proprietary fund accrued liabilities for net other postemployment benefits are also included in the City's long-term obligations of \$882,358. Liabilities have been reported in the appropriate fund's financial statements.

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4. Changes in Bonds Payable

Bonds Payable at January 1, 2011			\$ 505,996,305
New Debt:			
G.O. Bonds -			
Capital Improvement Bonds	\$ 15,040,000		
Public Safety Bonds	14,605,000		
Special Assessment Debt with Governmental Commitment	12,500,000		
HRA Tax Increment G.O. Bonds	<u>11,930,000</u>		
Total G.O. Bonds		54,075,000	
Revenue Bonds -			
Sewer Utility Revenue Bonds	<u>8,900,000</u>		
Total Revenue Bonds		<u>8,900,000</u>	
Total New Debt			62,975,000
Debt Retired:			
G.O. Bonds -			
Property Tax Supported G.O. Bonds	(25,920,986)		
Special Assessment Debt with Governmental Commitment G.O. Bonds	(3,124,014)		
HRA Tax Increment G.O. Bonds	(1,765,000)		
HRA Parking Facilities G.O. Bonds	<u>(1,575,000)</u>		
Total G.O. Bonds		(32,385,000)	
Revenue Bonds -			
Sales Tax Revenue Bonds	(3,065,000)		
Sewer Utility Revenue Bonds	(2,615,000)		
Recreation Facility Revenue Bonds	(265,000)		
HRA Tax Increment Revenue Bonds	(11,654,648)		
HRA Sales Tax Revenue Bonds	(1,840,000)		
HRA Lease Revenue Bonds	(575,000)		
HRA Parking Facilities Bonds	<u>(1,550,000)</u>		
Total Revenue Bonds		<u>(21,564,648)</u>	
Total Debt Retired			<u>(53,949,648)</u>
Bonds Payable at December 31, 2011			<u>\$ 515,021,657</u>

5. Bonds Payable Summary

G.O. Bonds - Property Tax Supported	\$	164,099,811	
G.O. Special Assessment Debt with Governmental Commitment		23,340,189	
Limited Tax Bonds		7,855,000	
Sales Tax Revenue Bonds		84,800,000	
HRA G.O. Tax Increment		18,625,000	
HRA Tax Increment Revenue Bonds		36,911,657	
HRA Sales Tax Revenue Bonds		35,520,000	
HRA Lease Revenue Bonds		<u>13,080,000</u>	\$ 384,231,657
Sewer Utility Enterprise Fund Debt:			
Revenue Bonds			
Current		3,060,000	
Noncurrent		<u>54,090,000</u>	57,150,000
Special Services Enterprise Fund Debt:			
Revenue Bonds			
Current		280,000	
Noncurrent		<u>5,645,000</u>	5,925,000
HRA Parking Facilities Enterprise Fund Debt:			
General Obligation Bonds			
Current		1,605,000	
Noncurrent		24,875,000	
Revenue Bonds			
Current		1,670,000	
Noncurrent		<u>39,565,000</u>	<u>67,715,000</u>
Bonds Payable at December 31, 2011			<u>\$ 515,021,657</u>

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6. Bonds Payable - by Issue

Bonds payable at December 31, 2011, are composed of the following individual issues:

	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2011
GENERAL OBLIGATION BONDS						
<u>Property Tax Supported</u>						
Capital Improvement	4.00%	(3/1; 9/1)	3/15/05	3/1/15	\$ 19,000,000	\$ 7,625,000
	4.00%	(4/1;10/1)	4/1/06	4/1/16	11,000,000	5,685,000
	3.80 to 4.00%	(4/1;10/1)	4/18/07	4/1/17	6,250,000	3,895,000
	2.00 to 3.50%	(3/1; 9/1)	3/1/08	3/1/18	6,330,000	4,545,000
	2.00 to 3.25%	(3/1; 9/1)	6/1/09	3/1/19	4,500,000	3,630,000
	2.00 to 3.00%	(3/1; 9/1)	3/11/10	3/1/20	3,000,000	2,720,000
	2.00%	(3/1; 9/1)	3/11/10	3/1/12	4,350,000	2,200,000
	2.00 to 3.00%	(4/1;10/1)	10/1/10	10/1/17	4,400,000	3,725,000
	3.224 to 5.096%	(4/1;10/1)	10/1/10	10/1/30	4,675,000	4,675,000
	2.583 to 5.096%	(4/1;10/1)	10/1/10	10/1/30	7,765,000	7,765,000
	2.00 to 3.25%	(3/1; 9/1)	9/1/11	3/1/21	10,865,000	10,865,000
	2.125 to 3.00%	(3/1; 9/1)	9/1/11	3/1/13	4,175,000	4,175,000
					<u>86,310,000</u>	<u>61,505,000</u>
Taxable Library RZEDs Series 2010H	5.196%	(4/1;10/1)	10/1/10	10/1/35	3,700,000	3,700,000
Saint Paul Public Library Series 2004	2.00 to 4.75%	(3/1; 9/1)	4/1/04	3/1/24	12,280,000	11,280,000
Public Safety Series 2008C	3.00 to 4.375%	(5/1;11/1)	3/1/08	5/1/33	10,510,000	9,685,000
Series 2009D	3.00 to 3.50%	(6/1;12/1)	6/2/09	12/1/21	5,575,000	4,780,000
Series 2009E	5.336 to 6.032%	(6/1;12/1)	6/2/09	12/1/34	9,275,000	9,275,000
Series 2011H	2.00 to 3.00%	(6/1;12/1)	12/13/11	12/1/23	10,050,000	10,050,000
Series 2011H	3.00%	(6/1;12/1)	12/13/11	6/1/13	4,555,000	4,555,000
					<u>39,965,000</u>	<u>38,345,000</u>
Street Improvement	4.00 to 4.375%	(4/1;10/1)	4/1/06	4/1/26	9,504,750	7,356,676
	4.00 to 4.375%	(4/1;10/1)	4/18/07	4/1/27	9,222,750	7,502,177
	5.00%	(5/1;11/1)	3/1/08	5/1/28	9,014,221	8,116,312
	3.00 to 5.00%	(5/1;11/1)	6/1/09	5/1/29	7,557,911	7,051,586
	.80 to 5.75%	(5/1;11/1)	3/3/10	5/1/30	10,023,250	9,618,310
	2.00 to 4.25%	(5/1;11/1)	4/4/11	11/1/31	9,624,750	9,624,750
					<u>54,947,632</u>	<u>49,269,811</u>
Total General Obligation Bonds - Property Tax Supported					<u>\$ 197,202,632</u>	<u>\$ 164,099,811</u>
<u>Special Assessment Debt with Governmental Commitment</u>						
Assessed Reconstruction Work	4.75 to 5.30%	(3/1; 9/1)	3/1/00	3/1/12	\$ 2,950,000	\$ 1,350,000
	4.00 to 5.00%	(3/1; 9/1)	4/1/01	3/1/13	3,630,000	1,700,000
	1.45 to 4.375%	(3/1; 9/1)	3/1/02	3/1/14	2,915,000	700,000
	2.00 to 3.75%	(3/1; 9/1)	3/1/03	3/1/15	3,340,000	1,750,000
	2.00 to 3.75%	(3/1; 9/1)	3/1/04	3/1/16	2,500,000	1,390,000
	3.00 to 4.00%	(3/1; 9/1)	3/15/05	3/1/17	2,400,000	1,450,000
	4.00 to 4.375%	(4/1;10/1)	4/1/06	4/1/26	2,995,250	2,318,324
	4.00 to 4.375%	(4/1;10/1)	4/18/07	4/1/27	3,277,250	2,662,823
	5.00%	(5/1;11/1)	3/1/08	5/1/28	2,530,779	2,278,688
	3.00 to 5.00%	(5/1;11/1)	6/1/09	5/1/29	2,667,089	2,488,414
	.80 to 5.75%	(5/1;11/1)	3/3/10	5/1/30	2,476,750	2,376,690
	2.00 to 4.25%	(5/1;11/1)	4/4/11	11/1/31	2,875,250	2,875,250
Total General Obligation Bonds - Special Assessment Debt with Governmental Commitment					<u>\$ 34,557,368</u>	<u>\$ 23,340,189</u>

	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2011
<u>HRA Tax Increment Fund</u>						
Riverfront Tax Increment - Refunding						
Series 2000D	4.50 to 5.00%	(2/1; 8/1)	11/15/00	2/1/12	\$ 8,335,000	\$ 990,000
Series 2002C	2.90 to 5.65%	(2/1; 8/1)	3/1/02	2/1/12	2,335,000	305,000
University-Snelling Tax Increment - Refunding						
Series 2005C	3.60 to 5.125%	(3/1; 9/1)	3/15/05	3/1/17	5,130,000	2,880,000
Koch Mobil Tax Increment						
Series 2010A	2.00 to 4.00%	(3/1; 9/1)	2/25/10	3/1/31	2,670,000	2,520,000
US Bank Tax Increment Taxable Refunding Bonds						
Series 2011F	2.00%	(2/1; 8/1)	8/15/11	8/1/15	3,060,000	3,060,000
US Bank Tax Increment Refunding Bonds						
Series 2011G	2.00 to 4.00%	(2/1; 8/1)	8/15/11	8/1/28	8,870,000	8,870,000
Total General Obligation Bonds - HRA Tax Increment Bonds					<u>\$ 30,400,000</u>	<u>\$ 18,625,000</u>
<u>HRA Parking Facilities Enterprise Fund</u>						
Block 39 Tax Increment						
Series 2009G Tax Exempt Refunding	3.125 to 4.00%	(2/1; 8/1)	10/19/09	2/1/25	\$ 20,695,000	\$ 20,695,000
Series 2009H Taxable Refunding	3.10%	(2/1; 8/1)	10/19/09	2/1/15	8,655,000	5,785,000
Total General Obligation Bonds - HRA Parking Facilities Enterprise Fund Bonds					<u>\$ 29,350,000</u>	<u>\$ 26,480,000</u>
TOTAL GENERAL OBLIGATION BONDS					<u>\$ 291,510,000</u>	<u>\$ 232,545,000</u>
LIMITED TAX BONDS						
Limited Tax Build America Bonds						
Series 2010A	4.35 to 7.50%	(2/1; 8/1)	12/22/10	2/1/40	\$ 7,170,000	\$ 7,170,000
Taxable Limited Tax Bonds						
Series 2010B	4.35%	(2/1; 8/1)	12/22/10	2/1/19	685,000	685,000
TOTAL LIMITED TAX BONDS					<u>\$ 7,855,000</u>	<u>\$ 7,855,000</u>

	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2011
REVENUE BONDS						
<u>Sewer Utility Enterprise Fund</u>						
Sewer Revenue Bonds - Series 2004E	2.25 to 4.25%	(6/1;12/1)	4/1/04	12/1/23	\$ 6,300,000	\$ 4,205,000
Sewer Revenue Bonds - Series 2006C	4.00 to 4.50%	(6/1;12/1)	4/1/06	12/1/20	7,040,000	4,625,000
Sewer Revenue Bonds - Series 2008D	3.00 to 5.00%	(6/1;12/1)	3/1/08	12/1/27	23,735,000	20,495,000
Sewer Revenue Bonds - Series 2009C	2.00 to 4.00%	(6/1;12/1)	6/1/09	12/1/28	9,000,000	8,365,000
Sewer Revenue Bonds - Series 2009I Refunding	2.00 to 4.00%	(6/1;12/1)	10/1/09	12/1/18	2,820,000	2,300,000
Sewer Revenue Bonds - Series 2010D	3.00 to 4.00%	(6/1;12/1)	3/3/10	12/1/29	8,610,000	8,260,000
Sewer Revenue Bonds - Series 2011C	2.00 to 4.25%	(6/1;12/1)	4/4/11	12/1/30	8,900,000	8,900,000
					<u>\$ 66,405,000</u>	<u>\$ 57,150,000</u>
<u>Special Services Enterprise Fund</u>						
Recreational Facilities Revenue Bonds - Series 2005	3.50 to 5.00%	(4/1;10/1)	10/27/05	10/1/25	\$ 7,310,000	\$ 5,925,000
<u>City Revenue Bonds and Other Long-Term Debt – Debt Service Fund</u>						
Subordinate Sales Tax Revenue Bonds - Series 2007A	5.00%	(5/1;11/1)	10/1/07	11/1/30	\$ 10,580,000	\$ 10,580,000
Taxable Subordinate Sales Tax Revenue Bonds - Series 2007B	5.30 to 6.125%	(5/1;11/1)	10/1/07	11/1/25	16,700,000	15,010,000
Taxable Sales Tax Revenue Bonds - Series 2009A Refunding	5.23%	(11/1)	4/3/09	11/1/25	64,455,000	59,210,000
					<u>\$ 91,735,000</u>	<u>\$ 84,800,000</u>

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	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2011
<u>HRA General Debt Service Fund</u>						
HRA Tax Increment Revenue						
Bonds -						
Spruce Tree Center						
Refunding Bonds						
Series 2003	6.50%	(3/1)	3/1/03	3/1/13	\$ 1,890,000	\$ 478,657
North Quadrant Tax Increment						
Refunding Bonds						
Series 2002	7.50%	(2/15;8/15)	5/1/02	2/15/28	1,089,000	930,000
Phase II Bonds						
Series 2002	7.00%	(2/15;8/15)	6/13/02	2/15/28	1,140,000	1,064,000
Upper Landing Tax Increment						
Bonds - Series 2002A						
	6.80%	(3/1; 9/1)	11/1/02	3/1/29	5,000,000	4,667,000
Bonds - Series 2002B-1						
	6.40 to 7.00%	(3/1; 9/1)	11/1/02	3/1/29	12,130,000	11,116,000
Bonds - Series 2002B-2						
	6.90%	(3/1; 9/1)	11/1/02	3/1/29	2,000,000	1,832,000
Drake Marble Tax Increment						
Bonds -Series 2002A						
	6.75%	(3/1; 9/1)	11/15/02	3/1/28	1,800,000	1,446,000
Gateway Tax Increment						
9th St Lofts Tax Increment						
Bonds, Series 2004						
	6.375%	(2/15;8/15)	4/14/04	2/15/28	1,335,000	1,195,000
JJ Hill Tax Increment Bonds						
Series 2004						
	6.25%	(3/1; 9/1)	11/30/04	3/1/29	3,660,000	3,398,000
Neighborhood Scattered Site						
TIF Bonds - Series 2005						
	4.24 to 5.45%	(3/1; 9/1)	4/28/05	3/1/17	7,515,000	4,230,000
Emerald Gardens Tax						
Increment Bonds - Series						
2010						
	5.00 to 6.50%	(3/1; 9/1)	7/15/10	3/1/29	6,595,000	6,555,000
Total HRA Tax Increment					<u>\$ 44,154,000</u>	<u>\$ 36,911,657</u>
Revenue Bonds					<u>\$ 44,154,000</u>	<u>\$ 36,911,657</u>

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	<u>Interest Rates</u>	<u>Interest Dates</u>	<u>Issue Date</u>	<u>Final Maturity Date</u>	<u>Authorized and Issued</u>	<u>Outstanding as of 12/31/2011</u>
HRA Sales Tax Revenue Refunding Bonds (RiverCentre Project) Series 1996	7.10%	(5/1;11/1)	4/1/96	11/1/23	\$ 55,865,000	\$ 35,520,000
HRA Lease Revenue Bonds Jimmy Lee Lease Revenue Series 2008	3.00 to 5.00%	(6/1;12/1)	7/1/08	12/1/32	\$ 7,685,000	\$ 7,020,000
RiverCentre Parking Ramp Improvement Revenue Series 2009	3.00 to 4.50%	(5/1;11/1)	5/5/09	5/1/24	6,790,000	6,060,000
Total HRA Lease Revenue Bonds					<u>\$ 14,475,000</u>	<u>\$ 13,080,000</u>
Total HRA General Debt Service Fund					<u>\$ 114,494,000</u>	<u>\$ 85,511,657</u>
<u>HRA Parking System Revenue Bonds</u>						
Refunding Bonds Series 2010A	3.00 to 5.00%	(2/1; 8/1)	7/20/10	8/1/35	\$ 24,135,000	\$ 23,570,000
Series 2010B	3.00 to 5.00%	(2/1; 8/1)	7/20/10	8/1/35	12,820,000	12,515,000
World Trade Center Ramp Bonds Series 1997A	6.75%	(6/1;12/1)	11/13/97	12/1/17	11,305,000	5,150,000
Total HRA Parking System Revenue Bonds					<u>\$ 48,260,000</u>	<u>\$ 41,235,000</u>
TOTAL REVENUE BONDS					<u>\$ 328,204,000</u>	<u>\$ 274,621,657</u>
TOTAL BONDS PAYABLE					<u>\$ 627,569,000</u>	<u>\$ 515,021,657</u>

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7. Prior Year Defeasance of Debt

In prior years, the City and HRA defeased certain general obligation bonds and self-supporting revenue bonds by placing the proceeds of the advance refunding bonds in special escrow accounts and investing in securities of the U.S. Government and its Agencies. The maturities of these investments coincide with the principal and interest payment dates of the refunded bonds and have been certified to be sufficient to pay all principal and interest on the bonds when due as required by applicable laws. Accordingly, the original refunded bonds have been eliminated and the new advance refunding bonds added to the appropriate financial statements. The City and HRA remain contingently liable to pay the refunded bonds.

At December 31, 2011 the City had no balance of refunded debt outstanding. The HRA had \$48,745,000 of refunded debt outstanding at December 31, 2011.

HRA Refunded Bonds		
Issue	Refunded Amount	Balance Outstanding
HRA Sales Tax Revenue Bonds, Series 1993	\$ 63,930,000	\$ 48,745,000

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8. Debt Limit

The City of Saint Paul's debt limit under State of Minnesota Laws has been calculated as follows:

2011 Taxable Market Values	
Real Property Value	\$ 19,711,076,800
Personal Property Value	<u>378,983,400</u>
Estimated Market Value for Debt Limit Computation	20,090,060,200
% Allowed for Statutory Net Debt - Minnesota Statutes Section 475.53, Subd. 3 and City Charter Section 10.14	<u>x 3 1/3%</u>
DEBT LIMIT - Statutory Net Debt	<u><u>\$ 669,668,673</u></u>

\$113,986,462 of Saint Paul's \$546,178,916 debt is subject to the Statutory Net Debt Limit. The amount of this debt subject to State Law Limitations and the resulting Legal Debt Margin is calculated as follows:

DEBT Limit - Statutory Net Debt		\$ 669,668,673
GROSS DEBT	\$ 546,178,916	
DEDUCTIONS (Allowable under Minnesota Statutes) Section 475.51, Subd. 4):		
General Obligation Bonds		
Reserve for 2011 Maturities within Debt Limit	(13,604,507)	
Outside Statutory Debt Limit	(60,085,000)	
Outside Statutory Debt Limit - Revenue Supported	(83,881,291)	
Limited Tax Bonds	7,855,000	
Revenue Bonds	<u>(274,621,657)</u>	
TOTAL NET DEBT APPLICABLE TO DEBT LIMIT		<u>(106,131,461)</u>
LEGAL DEBT MARGIN		<u><u>\$ 563,537,212</u></u>

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9. Direct, Overlapping and Underlying Debt

The City of Saint Paul's proportionate share of bonded debt affecting properties in Saint Paul is summarized as follows:

Governmental Unit	Gross Bonded Debt Less Sinking Funds	% Applied to City of Saint Paul	City of Saint Paul's Share
City of Saint Paul	\$ 100,106,161	100.00%	\$ 135,929,841
Independent School District #625	323,824,858	100.00%	323,824,858
County of Ramsey	129,868,872	48.96%	63,583,800
Metropolitan Council	142,956,525	7.59%	10,850,400
Port Authority of Saint Paul	24,056,534	100.00%	24,056,534
Total	\$ 720,812,950		\$ 558,245,433

Based on the City of Saint Paul's 2010 population of 285,068 from the 2010 U.S. Census results, this resulted in a per capita City Debt of \$477 and a per capita total debt of \$1,958.

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H. Operating Lease

From 1998 through 2011, the City entered into noncancelable operating leases for personal computers. Total payments made for the leases during 2011 were \$1,105,849. The following schedule presents the future minimum rental payments for these operating leases:

Year Ending December 31	<u>Amount</u>
2012	\$ 802,253
2013	609,588
2014	351,241
2015	155,653
2016	<u>26,559</u>
Total Minimum Payments Required	<u>\$ 1,945,294</u>

I. Segment Information

The City issued revenue bonds in 1996 to finance the construction of the Rice and Arlington Sports Dome. In October 2005, the City issued revenue bonds to refund the Recreational Facilities Gross Revenue bonds (Sports Dome Project) and to finance the reconstruction of the Highland National Golf Course. The 2005 bonds are accounted for in the Special Services Fund which is a nonmajor enterprise fund. Summary financial information is presented below.

Condensed Statement of Net Assets

	<u>Special Services</u>
ASSETS	
Current Assets	\$ 379,375
Restricted Assets	666,750
Capital Assets (net of Accumulated Depreciation)	5,097,300
Deferred Charges	<u>78,627</u>
Total Assets	<u>6,222,052</u>
LIABILITIES	
Current Liabilities	5,733,852
Noncurrent Liabilities	<u>6,478,259</u>
Total Liabilities	<u>12,212,111</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	(904,280)
Unrestricted	<u>(5,085,779)</u>
TOTAL NET ASSETS	<u>\$ (5,990,059)</u>

Condensed Statement of Revenues, Expenses and Changes in Net Assets

	<u>Special Services</u>
Fees, Sales, Services and Rental Charges	\$ 3,661,068
Depreciation Expense	(229,664)
Other Operating Expenses	<u>(4,213,910)</u>
Operating Income (Loss)	<u>(782,506)</u>
Nonoperating Revenues (Expenses)	
Investment Income	47,762
Gain on Sale of Assets	481
Interest Expense	(280,880)
Amortization of Bond Issuance Cost	(5,684)
Transfers In (Out)	<u>234,467</u>
Total Other Nonoperating Revenues (Expenses)	(3,854)
Changes in Net Assets	(786,360)
Beginning Net Assets	<u>(5,203,699)</u>
ENDING NET ASSETS	<u><u>\$ (5,990,059)</u></u>

Condensed Statement of Cash Flows

	<u>Special Services</u>
Net Cash Provided (Used) by	
Operating Activities	\$ (431,772)
Noncapital Financing Activities	964,090
Capital and Related Financing Activities	(580,217)
Investing Activities	<u>47,699</u>
Net Increase (Decrease)	(200)
Beginning Cash and Cash Equivalents	<u>800</u>
ENDING CASH AND CASH EQUIVALENTS	<u><u>\$ 600</u></u>

J. Fund Balance Classifications

Fund balance for governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The December 31, 2011, fund balances are as follows:

Fund Balances:	Major Special Revenue Funds							Total
	General Fund	Library Fund	HRA General Fund	General Debt Fund	HRA General Debt Fund	Capital Improvemen Projects	Other Governmental Funds	
Nonspendable:								
Advance to Component Units	\$ 759,560	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 759,560
Corpus of Permanent Funds	-	-	-	-	-	-	35,000	35,000
Total	759,560	-	-	-	-	-	35,000	794,560
Restricted For:								
General Government	-	-	-	-	-	-	38,657,997	38,657,997
Public Safety	-	-	-	-	-	-	3,653,372	3,653,372
Highways and Streets	-	-	-	-	-	-	344,853	344,853
Culture and Recreation	-	-	-	-	-	-	1,590,296	1,590,296
Housing and Economic Development	-	-	-	-	-	-	31,475,918	31,475,918
Debt Service	-	-	-	17,920,364	14,346,115	-	17,215,708	49,482,187
Total	-	-	-	17,920,364	14,346,115	-	92,938,144	125,204,623
Committed To:								
General Government	-	-	-	-	-	-	458,546	458,546
Public Safety	-	-	-	-	-	-	391,358	391,358
Culture and Recreation	-	381,443	-	-	-	-	593,459	974,902
Housing and Economic Development	-	-	5,521,228	-	-	-	16,847,829	22,369,057
Total	-	381,443	5,521,228	-	-	-	18,291,192	24,193,863
Assigned:								
General Government	449,415	-	-	-	-	-	647,182	1,096,597
Public Safety	934,183	-	-	-	-	-	704,502	1,638,685
Highways and Streets	-	-	-	-	-	-	11,050,549	11,050,549
Sanitation	-	-	-	-	-	-	1,318,539	1,318,539
Health	-	-	-	-	-	-	53,497	53,497
Culture and Recreation	70,248	438,209	-	-	-	-	2,949,080	3,457,537
Housing and Economic Development	-	-	5,302,473	-	-	-	7,403,320	12,705,793
Total	1,453,846	438,209	5,302,473	-	-	-	24,126,669	31,321,197
Unassigned	41,314,963	-	-	-	-	(949,494)	(2,484,772)	37,880,697
Total	\$ 43,528,369	\$ 819,652	\$ 10,823,701	\$ 17,920,364	\$ 14,346,115	\$ (949,494)	\$ 132,906,233	\$ 219,394,940

Note VII. Discretely Presented Component Units

A. Basis of Presentation and Basis of Accounting

The RiverCentre Convention & Visitors Authority (RCVA), Saint Paul Regional Water Services (Regional Water Services) and the Port Authority of the City of Saint Paul (Port Authority) are accounted for as proprietary fund types. Proprietary fund types are reported on the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded when a liability is incurred.

The Regional Water Services and Port Authority have adopted Governmental Accounting Standards Board (GASB) Statement No. 20 *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*. Both entities have elected to implement all applicable GASB pronouncements, as well as Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) Opinions, issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The RCVA applies all applicable FASB pronouncements in accounting and reporting for its proprietary operations.

Financial information is presented as a discrete column in the statement of net assets and statement of activities.

B. Restatement of Beginning Net Assets – Port Authority

In 2011, the Port Authority changed its treatment for limited obligation debt which is secured by a pledged tax levy and is of no obligation to the Port Authority beyond the pledged tax levies. Previously the activity within the Business Development Fund, Energy Lane Tax Increment Financing District, and Westgate Tax Increment Financing District were not included in the basic financial statements of the Port Authority, but included within the no-commitment debt footnote. These funds have been maintained internally and monitored by the Board of Commissioners since their inception. In order to more accurately reflect the financial position of the Port Authority, it was determined that these funds should be reflected in the current year basic financial statements and related notes. As a result of the change in accounting principle, a total of \$8,432,661 was added to beginning net assets of the Other Revenue Bonds and Notes fund and the business-type activities.

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C. Deposits and Investments

RiverCentre Convention & Visitors Authority:

Certain balances of the RiverCentre Convention & Visitors Authority's deposits are managed by the City's Office of Financial Services, Treasury Section. City policies are applied to this portfolio of deposits and investments. Deposits are maintained in accordance with Minnesota §118A.02 and 118A.04. Investments are governed by the City's Investment Policy. (See Note VI.A Deposits, Investments and Securities Lending).

Deposits

The RCVA places its cash with several financial institutions. As of December 31, 2011, the RiverCentre Convention & Visitors Authority's deposits in checking and interest bearing accounts total \$1,063,093. None of this amount is managed by the City, however, \$606,742 is covered with pledged collateral at 110% of deposits. The amount on deposit may at times exceed the insured limit of the institutions. At December 31, 2011, one account exceeded the insurance of \$250,000 by the Federal Deposit Insurance Corporation by \$210,208. However, the RCVA has not experienced any losses as a result of this exposure to uncovered insurance or non-pledged collateral. The RCVA's policy in managing the custodial credit risk is by depositing their cash in large, stable banking institutions.

Investments

The RCVA reports investments at fair value, based on quoted market prices. Investment income and realized and unrealized gains and losses are reflected on the statement of activities as investment income. Certain balances are invested in the cash and investments pool managed and maintained by the City. Earnings from this pool are allocated to the RCVA based on averaged monthly cash balances. The City invests available cash in various securities in accordance with the requirements set forth in Minnesota Statutes.

At December 31, 2011, RCVA's investments include the following:

	<u>Cost</u>	<u>Fair Value</u>
Marketable Certificates of Deposit	\$ 255,007	\$ 249,790
Mutual Fund Equities	122,027	119,531
Investments with the City's Cash and Investments Pool	<u>2,459,643</u>	<u>2,525,855</u>
Total	<u>\$ 2,836,677</u>	<u>\$ 2,895,176</u>

Recap

Deposits	\$ 1,063,093	Cash and Investments	\$ 2,608,463
Investments	3,108,157	Investments	369,321
		Restricted Cash for Operations	<u>1,193,466</u>
Total	<u>\$ 4,171,250</u>	Total	<u>\$ 4,171,250</u>

Regional Water Services:

Regional Water Services deposit and investment functions are managed by the City's Office of Financial Services, Treasury Section. City policies are applied to the Regional Water Services portfolio of deposits and investments. Deposits are maintained in accordance with Minnesota §118A.02 and 118A.04. Investments are governed by the City's Investment Policy. (See Note VI.A Deposits, Investments and Securities Lending).

Deposits

As of December 31, 2011, the Regional Water Services deposits in checking and interest bearing accounts and certificates of deposits total \$3,294,372. The deposits are covered with insurance or pledged collateral at 110% of deposits that is held in the City's name at a third-party institutions, and therefore are not exposed to custodial credit risk.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a financial institution failure, the Regional Water Services deposits may not be returned to it. As of December 31, 2011, the Regional Water Services deposits were not exposed to custodial credit risk. All pledged collateral is held in the City's name at third party institutions, pledged at 110% of deposits not covered by insurance or bonds.

Investments

Credit Risk

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

The Regional Water Services exposure to credit risk as of December 31, 2011, is as follows:

<u>Rating Agency</u>	<u>Rating</u>	<u>Fair Value</u>
S&P	AA+	\$23,715,865

Custodial Credit Risk

The custodial risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. At December 31, 2011, all investment securities were in the City's name and were held in the custody of US Bank under the City's name and, therefore, are not subject to custodial credit risk.

Concentration of Credit Risk

The concentration of credit risk is the risk of loss that may be caused by the City's investment in a single issuer. It is the City's policy that U.S. Treasury Securities, U.S. Agency Securities and obligations backed by U.S. Treasury and/or U.S. Agency Securities, may be held without limit.

At December 31, 2011, the City does not have investments in any one issuer that represent 5% or more of the City's total investments portfolio and, therefore, also not subject to concentration of credit risk.

Interest Rate Risk

Interest rate risk is the risk that changes in the market interest rates will adversely affect the fair value of an investment. The City's internal portfolio has a shorter overall weighted duration than the benchmarks established for each component portfolio. All else being equal, this would be expected to reduce the risk to adverse effects from rising interest rates.

At December 31, 2011, Regional Water Services had the following investments:

Investment Type	Fair Value	Less Than 2 years	2-4 Years	5-10 Years	Over 10 Years
U.S. Government Agency	\$ 23,715,865	\$ -	\$ 8,154,465	\$ -	\$ 15,561,400
Total Investments	<u>\$ 23,715,865</u>	<u>\$ -</u>	<u>\$ 8,154,465</u>	<u>\$ -</u>	<u>\$ 15,561,400</u>

Recap

Deposits	\$ 3,294,372	Cash and Investments	\$ 3,293,598
Imprest Funds on Hand	7,000	Investments	12,830,764
Departmental Cash	548,140	Departmental Cash	548,140
Investments	23,715,865	Imprest Funds	7,000
		Restricted Cash	774
		Restricted Investments for Debt Service	<u>10,885,101</u>
Total	<u>\$ 27,565,377</u>		<u>\$ 27,565,377</u>

Port Authority:

Deposits

Capital City Properties (CCP), a component unit of the Port Authority accounts were maintained at depositories held by the Port Authority and consisted of checking, savings and money market accounts. With respect to deposit accounts maintained by the Port Authority, Minnesota Statutes require that all deposits with financial institutions be collateralized in an amount equal to 110% of deposits in excess of FDIC insurance. At December 31, 2011, the carrying amount of deposits was \$10,150,828.

Custodial Credit Risk

Minnesota statutes require that all deposits with financial institutions be collateralized in an amount equal to 110% of deposits in excess of FDIC insurance (140% if collateralized with notes secured by first mortgages). The Port Authority's accounts were maintained at depositories and consisted of checking, savings, certificates of deposit and money market accounts.

Investments

Statutes authorize the Port Authority to invest in certain securities which are direct obligations, guaranteed, or insured issues of the United States, its agencies, its instrumentalities or organizations created by acts of Congress. Also authorized are investments in certain state and local securities, commercial paper with maturities of less than 270 days, guaranteed investment contracts, bankers' acceptances, time deposits, repurchase agreements, securities lending agreements and authorized mutual funds with final maturities no longer than 13 months. The investments for Capital City Properties (CCP), the Port Authority's component unit, are managed by the Port Authority. The Port Authority's investment policy is limited to those investments authorized by statute.

Credit Risk

As a means of managing its exposure that an issuer of a debt security will not fulfill its obligation, it is the Port Authority's practice to follow state law, which limits investments in authorized securities to certain credit risk ratings and maturities. It is the Port Authority's policy that securities must carry an A- or higher long-term rating by one rating agency or the highest quality short term rating (without) regard to modifiers) by two of the following rating agencies: Standard & Poors, Fitch or Moody's. The Port Authority's investments at December 31, 2011, carried the following ratings:

<u>Rating</u>	<u>Fair Value</u>
AAA/Aaa	\$ 10,883,595
AA/Aa	13,490,138
A	119,321
Not Rated	<u>2,749,951</u>
	<u>\$ 27,243,005</u>

Custodial Credit Risk

For an investment, the custodial credit risk is that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, the Port Authority will not be able to recover the value of its investments that are in the possession of another party. The Port Authority requires all securities purchased to be made in such a manner so that the securities are registered in the Port Authority's name or are in the possession of the Port Authority or a third-party custodian.

Concentration of Credit Risk

It is the Port Authority's general practice to limit the amount the Port Authority may invest in any one issuer at the time of purchase to no more than 5% of the total investments managed by the Port Authority.

At December 31, 2011, more than 5% of the Port Authority's and Capital City Properties (CCP)'s investments are in the following issuers:

Issuer	Percent of Investments
Federal Home Loan Mortgage Corp (Freddie Mac)	15.8%
Federal National Mortgage Association (Fannie Mae)	35.1%

Interest Rate Risk

As a means of managing its exposure to fair value losses arising from increasing interest rates, it is the Port Authority's practice to match maturities to its liquidity needs. The Port Authority establishes benchmarks that reflect its expected cash flow needs and minimize interest rates that are materially longer or shorter than those established by the benchmarks chosen. Maximum duration of the portfolio is 120% of the benchmark duration.

The schedule of the average maturities by investment type as of December 31, 2011, is as follows:

Investment Type	Fair Value	Less Than 1 year	1-5 Years	6-10 Years	Over 10 Years
Government-sponsored Enterprises:					
Federal Home Loan Mortgage Corp (Freddie Mac)	\$ 4,307,625	\$ 1,096,849	\$ 2,833,523	\$ -	\$ 377,253
Federal National Mortgage Assoc. (Fannie Mae)	9,566,477	465,446	8,366,353	-	734,678
Guaranteed Investment Contract	538,395	-	-	-	538,395
Negotiable Certificates of Deposit	2,339,999	2,339,999	-	-	-
State & Local Obligations:					
Municipal Bonds	4,095,875	231,519.00	1,221,574	2,342,782	300,000
Time Deposits	244,357	244,357	-	-	-
U.S. Dept. of Agriculture Taxable Bond	412,458	-	-	-	412,458
U.S. Dept. of Agriculture Loan Certificates	77,638	-	-	38,450	39,188
U.S. Treasury Notes	5,660,181	436,912	4,168,710	1,054,559	-
Total Investments	<u>\$ 27,243,005</u>	<u>\$ 4,815,082</u>	<u>\$ 16,590,160</u>	<u>\$ 3,435,791</u>	<u>\$ 2,401,972</u>

Recap

Deposits	\$ 13,135,601	Cash and Investments	\$ 14,198,435
Investments	27,243,005	Restricted Cash	9,515,579
		Restricted Investments	<u>16,664,592</u>
Total	<u>\$ 40,378,606</u>	Total	<u>\$ 40,378,606</u>

D. Capital Assets

Summary of Changes in Capital Assets of RiverCentre Convention & Visitors Authority:

	Balance 01/01/11	Additions	Deductions	Balance 12/31/11
Capital Assets Not Being Depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Construction in Progress	-	-	-	-
Total Capital Assets Not Being Depreciated	-	-	-	-
Capital Assets Being Depreciated:				
Buildings and Structures	-	-	-	-
Public Improvements	-	-	-	-
Equipment	94,443	30,335	-	124,778
Total Capital Assets Being Depreciated	94,443	30,335	-	124,778
Less: Accumulated Depreciation for:				
Buildings and Structures	-	-	-	-
Public Improvements	-	-	-	-
Equipment	(68,220)	(17,287)	-	(85,507)
Total Accumulated Depreciation	(68,220)	(17,287)	-	(85,507)
Total Capital Assets Being Depreciated, Net	26,223	13,048	-	39,271
Capital Assets, Net	\$ 26,223	\$ 13,048	\$ -	\$ 39,271

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Summary of Changes in Capital Assets of Regional Water Services:

	Balance 01/01/11	Additions	Deductions	Balance 12/31/11
Capital Assets Not Being Depreciated:				
Land	\$ 1,307,887	\$ -	\$ -	\$ 1,307,887
Construction in Progress	9,745,202	22,183,762	(763,890)	31,165,074
Total Capital Assets Not Being Depreciated	<u>11,053,089</u>	<u>22,183,762</u>	<u>(763,890)</u>	<u>32,472,961</u>
Capital Assets Being Depreciated:				
Buildings and Structures	55,920,604	137,519	-	56,058,123
Public Improvements	229,519,530	1,406,158	(2,355,998)	228,569,690
Equipment	49,776,259	532,508	(401,282)	49,907,485
Total Capital Assets Being Depreciated	<u>335,216,393</u>	<u>2,076,185</u>	<u>(2,757,280)</u>	<u>334,535,298</u>
Less: Accumulated Depreciation for:				
Buildings and Structures	(16,569,954)	(1,373,522)	-	(17,943,476)
Public Improvements	(74,645,018)	(3,847,973)	1,775,909	(76,717,082)
Equipment	(23,994,771)	(2,011,342)	393,218	(25,612,895)
Total Accumulated Depreciation	<u>(115,209,743)</u>	<u>(7,232,837)</u>	<u>2,169,127</u>	<u>(120,273,453)</u>
Total Capital Assets Being Depreciated, Net	<u>220,006,650</u>	<u>(5,156,652)</u>	<u>(588,153)</u>	<u>214,261,845</u>
Capital Assets, Net	<u>\$ 231,059,739</u>	<u>\$ 17,027,110</u>	<u>\$ (1,352,043)</u>	<u>\$ 246,734,806</u>

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Summary of Changes in Capital Assets of Port Authority:

	Balance 01/01/11	Additions	Deductions	Balance 12/31/11
Capital Assets Not Being Depreciated:				
Land	\$ 6,178,461	\$ 1,868,705	\$ -	\$ 8,047,166
Construction in Progress	4,701,310	134,344	-	4,835,654
Total Capital Assets Not Being Depreciated	<u>10,879,771</u>	<u>2,003,049</u>	<u>-</u>	<u>12,882,820</u>
Capital Assets Being Depreciated:				
Buildings	31,107,002	17,234,183	-	48,341,185
Equipment	948,426	1,374,364	-	2,322,790
Total Capital Assets Being Depreciated	<u>32,055,428</u>	<u>18,608,547</u>	<u>-</u>	<u>50,663,975</u>
Less: Accumulated Depreciation for:				
Buildings	(12,139,358)	(17,673,427)	-	(29,812,785)
Equipment	(598,029)	(1,396,695)	-	(1,994,724)
Total Accumulated Depreciation	<u>(12,737,387)</u>	<u>(19,070,122)</u>	<u>-</u>	<u>(31,807,509)</u>
Total Capital Assets Being Depreciated, Net	<u>19,318,041</u>	<u>(461,575)</u>	<u>-</u>	<u>18,856,466</u>
Capital Assets, Net	<u>\$ 30,197,812</u>	<u>\$ 1,541,474</u>	<u>\$ -</u>	<u>\$ 31,739,286</u>

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E. Changes in Long-Term Obligations

RiverCentre Convention & Visitors Authority:

At December 31, 2011, long-term obligations of the RiverCentre Convention & Visitors Authority consisted of:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Capital Lease	\$ 18,167	\$ -	\$ 12,166	\$ 6,001	\$ 4,670

Regional Water Services:

At December 31, 2011, long-term obligations of Regional Water Services consisted of:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Revenue Bonds	\$ 22,510,000	\$ 6,340,000	\$ 2,760,000	\$ 26,090,000	\$ 2,370,000
Revenue Notes	9,644,383	12,866,430	7,196,139	15,314,674	853,186
Capital Lease	5,110	-	1,564	3,546	1,699
Compensated Absences	1,794,540	324,975	223,969	1,895,546	73,531
Net Other Postemployment Benefits	2,268,673	1,316,167	726,426	2,858,414	-
Claims and Judgments	2,233,240	1,472,211	617,051	3,088,400	609,442
Total	<u>\$ 38,455,946</u>	<u>\$ 22,319,783</u>	<u>\$ 11,525,149</u>	<u>\$ 49,250,580</u>	<u>\$ 3,907,858</u>

Port Authority:

At December 31, 2011, long-term obligations of Port Authority consisted of:

	Beginning Balance As Restated	Increases	Decreases	Ending Balance	Amounts Due Within One Year
General Obligation Bonds	\$ 31,285,000	\$ -	\$ 1,085,000	\$ 30,200,000	\$ 1,430,000
Revenue Bonds	62,388,413	1,740,000	12,335,991	51,792,422	24,427,422
Add/(Subtract) Deferred Amounts for: (Discounts)/Premiums Refundings - Gains/(Losses)	(591,581)	-	(199,651)	(391,930)	(160,694)
Total Bonds	93,081,832	1,740,000	13,221,340	81,600,492	25,696,728
Revenue Notes	7,533,818	784,569	360,692	7,957,695	1,131,013
Net Other Postemployment Benefits Obligation	47,303	3,592	-	50,895	-
Total	<u>\$ 100,662,953</u>	<u>\$ 2,528,161</u>	<u>\$ 13,582,032</u>	<u>\$ 89,609,082</u>	<u>\$ 26,827,741</u>

In 2011, the Port Authority changed its treatment for limited obligation debt which is secured by a pledged tax levy and is of no obligation to the Port Authority beyond the pledged tax levies. Previously this obligation was not included in the basic financial statements of the Port Authority but included within the no-commitment debt footnote. As a result of the change in accounting principle, the beginning net assets were restated.

F. Principal and Interest Requirements on Long Term Obligations - Bonds and Notes

Regional Water Services:

Total principal and interest requirements relating to outstanding revenue bonds and notes at December 31, 2011, were as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Revenue Bonds	\$ 26,090,000	\$ 6,134,860	\$ 32,224,860
Revenue Notes	15,314,674	3,010,032	18,324,706
Total	<u>\$ 41,404,674</u>	<u>\$ 9,144,892</u>	<u>\$ 50,549,566</u>

Port Authority:

Total principal and interest requirements relating to outstanding revenue bonds and notes at December 31, 2011, were as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Obligation Bonds	\$ 30,200,000	\$ 10,927,858	\$ 41,127,858
Revenue Bonds	51,792,422	27,276,030	79,068,452
Revenue Notes	7,971,141	1,284,883	9,256,024
Total	<u>\$ 89,963,563</u>	<u>\$ 39,488,771</u>	<u>\$ 129,452,334</u>

The Port Authority has issued debt obligations to finance numerous development projects. The debt is secured by the related amounts to be received under leases, loan agreements and ad valorem property taxes. These obligations are not secured by the credit of the Authority, and the Authority is not obligated in any manner for repayment of the debt. Accordingly, this no-commitment debt is not reported as a liability in the Port Authority's financial statements. At December 31, 2011, outstanding no-commitment debt totaled \$423 million.

G. Net Assets – Restricted

As of December 31, 2011, net assets were restricted for the following purposes:

	RiverCentre Convention and Visitors Authority	Regional Water Services	Port Authority	Total
For Economic Development	\$ -	\$ -	\$ 23,782,972	\$ 23,782,972
For Debt Service	-	10,771,726	-	10,771,726
For Bond Indentures	-	-	12,854,878	12,854,878
Total	<u>\$ -</u>	<u>\$ 10,771,726</u>	<u>\$ 36,637,850</u>	<u>\$ 47,409,576</u>

H. Condensed Financial Information

The following provides component unit condensed financial information for the year ended December 31, 2011:

Condensed Statement of Net Assets

	RiverCentre Convention and Visitors Authority	Regional Water Services	Port Authority	Total
ASSETS				
Current Assets	\$ 4,149,523	\$ 33,017,300	\$ 94,191,401	\$ 131,358,224
Restricted Assets	1,193,466	6,655,813	23,858,674	31,707,953
Capital Assets, Net	39,271	246,734,806	31,739,286	278,513,363
Other Assets	40,000	634,920	-	674,920
Total Assets	<u>5,422,260</u>	<u>287,042,839</u>	<u>149,789,361</u>	<u>442,254,460</u>
LIABILITIES				
Current Liabilities	2,353,945	15,379,910	48,447,410	66,181,265
Noncurrent Liabilities	760,891	45,434,992	64,760,442	110,956,325
Total Liabilities	<u>3,114,836</u>	<u>60,814,902</u>	<u>113,207,852</u>	<u>177,137,590</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	33,270	206,624,455	1,701,184	208,358,909
Restricted	-	10,771,726	36,637,850	47,409,576
Unrestricted	<u>2,274,154</u>	<u>9,831,756</u>	<u>(1,757,525)</u>	<u>10,348,385</u>
TOTAL NET ASSETS	<u>\$ 2,307,424</u>	<u>\$ 227,227,937</u>	<u>\$ 36,581,509</u>	<u>\$ 266,116,870</u>

Condensed Statement of Revenues, Expenses and Changes in Net Assets

	RiverCentre Convention and Visitors Authority	Regional Water Services	Port Authority	Total
Operating Revenues	\$ 10,826,570	\$ 44,650,631	\$ 11,860,496	\$ 67,337,697
Operating Expenses	10,953,170	32,174,817	8,741,754	51,869,741
Depreciation	13,978	6,767,885	1,294,721	8,076,584
Operating Income (Loss)	(140,578)	5,707,929	1,824,021	7,391,372
Total Nonoperating Revenues (Expenses)	735,310	(487,533)	314,221	561,998
Capital Contributions	-	3,772,733	-	3,772,733
Changes in Net Assets	594,732	8,993,129	2,138,242	11,726,103
Net Assets, January 1, Restated	1,712,692	217,234,808	34,443,267	253,390,767
Net Assets, December 31	<u>\$ 2,307,424</u>	<u>\$ 226,227,937</u>	<u>\$ 36,581,509</u>	<u>\$ 265,116,870</u>

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I. Pension Plans

RiverCentre Convention & Visitors Authority:

The RiverCentre Convention & Visitors Authority (RCVA) has a defined contribution 401(k) retirement plan that covers substantially all employees meeting certain eligibility requirements. The RCVA has the option to contribute discretionary amounts to the plan. The RCVA makes matching contributions of up to 5% of compensation. During 2004, an additional discretionary contribution of 2% of each participant's salary was approved by the Board. Discretionary contributions have not been made from 2005 through 2011. Retirement expense was \$40,083 and \$42,633 for 2011 and 2010 respectively.

Regional Water Services:

Regional Water Services employees are employees of the City of Saint Paul and are covered by the Public Employees Retirement Association (PERA) pension plan. PERA does not make separate measurements of assets and pension benefit obligation for individual employers. Total contributions in 2011 were \$1,000,717. See Note VIII.A for disclosures relating to the PERA pension plan.

Port Authority:

All employees hired after June 30, 2003, as well as certain other employees, are participants in the General Employees Retirement Fund (GERF), which is a cost sharing, multiple employer retirement plan. All other full-time employees are required to participate in a Port Authority- sponsored Section 414(d) employee benefit plan. The following is a description of these plans.

Port Authority 414(d) Plan: The Port Authority sponsors a Section 414(d) employee benefit plan covering all full-time employees who were hired prior to June 30, 2003, and did not elect to participate in the GERF. Employee participation in the plan is mandatory, and employees are required to contribute 6.5% of their salary. The Port Authority provides a contribution of 7.25%. Total contributions were \$51,822 in 2011.

General Employees Retirement Fund (GERF): All full-time employees of the Port Authority who were hired after June 30, 2003, as well as certain other employees who elected to participate in GERF, are covered by defined benefit plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA administers the General Employees Retirement Fund (GERF), which is a cost-sharing, multiple-employer retirement plan. This plan is established and administered in accordance with Minnesota Statutes, Chapters 353 and 356.

GERF members belong to the Coordinated Plan. All participating employees of the Port Authority are Coordinated Plan members and are covered by Social Security.

J. Postemployment Benefits Other than Pension

RiverCentre Convention & Visitors Authority:

The RiverCentre Convention & Visitors Authority does not provide other postemployment benefits.

Regional Water Services:

Plan Description

In addition to providing the pension benefits described in Note VIII.A, Regional Water Services, through the City of Saint Paul (City) provides other postemployment health care and life insurance benefits (OPEB) for retired employees through a single employer defined benefit plan. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

Benefits Provided

Eligibility requirements and contribution levels vary substantially between the 11 bargaining agreements. The typical eligibility requirements are 20 years of service and currently receiving a public employee pension. This coverage may also extend to the retiree's family. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through the City's collective bargaining agreements with employee groups. Benefits include general inpatient and outpatient medical services; mental and substance abuse care; vision care; preventative dental; and prescriptions.

Retirees under the age of 65 (early retirees) are included in the pool with active employees. Each year during open enrollment, active employees and early retirees select from three options with the City's health insurance carrier. Retirees over 65 (regular retirees) have two plan options under a separate policy. Medicare becomes the primary insurer and the City's plan becomes secondary. Life insurance in the amount of \$5,000 to \$20,000 is provided to some early retirees, depending upon collective bargaining agreements.

The majority of employees benefit amounts have been capped. The benefit amount varies depending upon employment date and bargaining unit agreement as indicated in the following:

Health Care Benefit

	<u>Under Age 65</u> <u>(early retiree)</u>	<u>Over Age 65</u> <u>(regular retiree)</u>
Employees who retired before January 1, 1996	\$250 per month	100%
Employees hired before January 1, 1996 and retiring after January 1, 1996	\$350 per month	\$550 per month
Employees hired after January 1, 1996	\$300 per month	\$300 per month

Membership

As of the actuarial valuation date of September 30, 2010 the membership consisted of:

	Life Insurance Only	Family Coverage	Single Coverage	Total
Retired Participants and Beneficiaries				
Under Age 65 (Early Retirees)	1	4	28	33
Over Age 65 (Regular Retirees)	-	46	99	145
Total Retired Participants	<u>1</u>	<u>50</u>	<u>127</u>	<u>178</u>
Active Participants				
Eligible to receive benefits				50
Not eligible to receive benefits*				176
Total Active Participants				<u>226</u>
Total Participants				<u><u>404</u></u>

* Participants who have not reached retirement age and minimum service requirements

Funding Policy

Retiree health care benefits are currently funded based on the benefit disclosed above on a pay-as-you-go basis. Regional Water may change the funding policy at any time. The average monthly premium contributions for 2011 were as follows:

	Age	Average Monthly Regional Water Contribution	Average Monthly Retiree Contribution
Health Insurance	Less than 65	\$ 351	\$ 324
	65 and older	\$ 291	\$ 11
Life Insurance	Less than 65	\$ 2	Not applicable
	65 and older	Not applicable	Not applicable

These plans are fully insured.

The expenses for these post-employment benefits are recognized as premiums and are paid to the insurers. For Regional Water, the 2011 expense totaled \$661,861 for approximately 183 retirees. Retirees contributed \$137,251; active employees do not contribute to the plan until retirement.

Annual OPEB Costs and Net OPEB Obligation

Regional Water had an actuarial valuation performed for the plan as of September 30, 2010, to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended December 31, 2011. Regional Water's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2011 and the two preceding years were as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Employer Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
December 31, 2009	\$ 1,291,527	\$ 765,386	59.26%	\$ 1,648,948
December 31, 2010	\$ 1,318,571	\$ 698,846	53.00%	\$ 2,268,673
December 31, 2011	\$ 1,316,167	\$ 726,426	55.20%	\$ 2,858,414

The net OPEB obligation (NOPEBO) as of December 31, 2011, was calculated as follows:

Annual Required Contribution (ARC)	\$ 1,350,292
Interest on Net OPEB Obligation	113,363
Adjustment to Annual Required Contribution	(147,488)
Annual OPEB cost	<u>1,316,167</u>
Contributions Made	
Direct	661,681
Indirect Implicit Subsidy	64,745
Total Contributions Made	<u>726,426</u>
Increase (Decrease) in Net OPEB Obligation	589,741
Net OPEB Obligation Beginning of Year	<u>2,268,673</u>
Net OPEB Obligation End of Year	<u><u>\$ 2,858,414</u></u>

Funded Status and Funding Progress

The actuarial accrued liability for benefits, as of September 30, 2010, the most recent actuarial valuation date, was \$16,138,206. This liability will be phased in over 30 years based on the requirements of the Governmental Accounting Standards Board Statement No. 45 *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*.

As of the actuarial valuation date of September 30, 2010, the funded status of the plan was as follows:

Actuarial Accrued Liability (AAL)	\$ 16,138,206
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 16,138,206
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Active Members Covered Payroll	\$ 12,630,550
UAAL as a Percentage of Covered Payroll	127.8%

Actuarial valuation of an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include

assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Actuarial Methods and Assumptions

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

In the September 30, 2010, actuarial valuation the projected unit credit actuarial cost method was used. The actuarial assumptions included 5.0% discount rate and an annual healthcare cost trend rate of beginning at 10.0% for fiscal year 2010 and declining over 10 years by 0.5% per year to 5.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as Regional Water has not advance-funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level dollar amount over a 30-year open amortization period (30-year period restarted with each valuation).

Port Authority:

Plan Description

The Port Authority employees retiring after 20 or more years of service are eligible for up to \$300 per month toward the cost of health insurance. Employees retiring prior to 1996 are reimbursed for 100 percent of the cost of health insurance for themselves and their spouse. At December 31, 2011, there were 18 current employees that may become eligible for benefits in the future and 8 beneficiaries receiving benefits. The plan does not issue a stand-alone financial report.

Funding Policy

Retiree health care benefits are currently funded based on the benefit disclosed above on a pay-as-you-go basis. The Board of Commissioners may change the funding policy at any time.

Annual OPEB Cost and Net OPEB Obligation

The Port Authority's annual other postemployment benefit (OPEB) expense is calculated based on the annual required contribution (ARC). The Port Authority has elected to calculate the ARC and related information using the alternative measurement permitted by GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial accrued liabilities (UAAL) over a 30-year period. The following table shows the components of the annual OPEB cost, the amount actually contributed to the plan, and changes in the OPEB obligation to the Retiree Healthcare Benefit Program:

Annual Required Contribution (ARC)	\$ 47,988
Interest on Net OPEB Obligation	1,410
Adjustment to Annual Required Contribution	<u>(2,629)</u>
Annual OPEB cost	46,769
Contributions Made	<u>43,177</u>
Increase (Decrease) in Net OPEB Obligation	3,592
Net OPEB Obligation Beginning of Year	<u>47,303</u>
Net OPEB Obligation End of Year	<u><u>\$ 50,895</u></u>

The Port Authority's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligations for 2011:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
December 31, 2009	\$ 50,214	78.4%	\$ 38,989
December 31, 2010	\$ 47,224	82.4%	\$ 47,303
December 31, 2011	\$ 46,769	91.5%	\$ 50,895

Funded Status and Funding Progress

The actuarial accrued liability for benefits as of December 31, 2011, the most recent actuarial valuation date, was \$615,562. This liability will be phased in over 30 years based on the requirements of GASB Statement No. 45.

Actuarial Accrued Liability (AAL)	\$ 615,562
Actuarial Value of Plan Assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	\$ 615,562
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Active Members Covered Payroll	\$ 1,858,000
UAAL as a Percentage of Covered Payroll	33.13%

Actuarial Methods and Assumptions

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The Port Authority has estimated the liability associated with this benefit using an alternative valuation method which takes into account the existing age of the individuals, their years of service and life expectancy, probability of receiving a benefit, a health care cost trend factor of 6.2% and a 5% present value assumption. Alternative measurement calculations assume a level of percentage projected payroll 30-year open amortization period. The remaining amortization period at December 31, 2011, was 25 years.

Note VIII. Other Information

A. Pension Plans

1. Defined Benefit Plans: Public Employees Retirement Association

a. Plan Descriptions

All full-time and certain part-time employees of the City of Saint Paul who are not participants of the Housing and Redevelopment Authority Pension Plan are covered by defined benefit pension plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA administers the General Employees Retirement Fund (GERF) and the Public Employees Police and Fire Fund (PEPFF), which are cost-sharing, multiple-employer retirement plans. These plans are established and administered in accordance with Minnesota Statutes, Chapters 353 and 356.

GERF members belong to either the Coordinated Plan or the Basic Plan. Coordinated Plan members are covered by Social Security and the Basic Plan members are not. All new members must participate in the Coordinated Plan and benefits vest after three years of credited service (five years for those first eligible for membership after June 30, 2010).

All police officers, firefighters and peace officers who qualify for membership by statute are covered by the PEPFF. For members first eligible for membership after June 30, 2010, benefits vest on a graduated schedule starting with 50 percent after five years and increasing 10 percent for each year of service until fully vested after ten years. Members eligible for membership before July 1, 2010, are fully vested after three years of service.

PERA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. Benefits are established by state statute. Defined retirement 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 GERF Coordinated and Basic Plan members. The retiring member receives the higher of a step-rate benefit accrual formula (Method 1) or a level accrual formula (Method 2). Under Method 1, the annuity accrual rate for a Basic Plan member is 2.2 percent of average salary for each of the first ten years of service and 2.7 percent for each year thereafter. For a Coordinated Plan member the annuity accrual rate is 1.2 percent of average salary for each of the first ten years and 1.7 percent for each successive year. Under Method 2, the annuity accrual rate is 2.7 percent of average salary for Basic Plan members and 1.7 percent for Coordinated Plan members for each year of service. For PEPFF members, the annuity accrual rate is 3.0 percent of average salary for each year of service.

For all GERF members hired prior to July 1, 1989, whose annuity is calculated using Method 1, and all PEPFF members, a full annuity is available when age plus years of service equal 90. Normal retirement age is 55 for PEPFF members and either 65 or 66 (depending on date hired) for GERF members. A reduced retirement annuity is also available to eligible members seeking early retirement.

The benefit provisions stated in the previous paragraphs of this section are current provisions and apply to active plan participants. Vested, terminated employees who are entitled to benefits but are not yet receiving them are bound by the provisions in effect at the time they last terminated public service.

PERA issues a publicly available financial report that includes financial statements and required supplementary information for GERS and PEPFF. That report may be obtained on the internet at www.mnpera.org; by writing to PERA at 60 Empire Drive Suite 200, Saint Paul, Minnesota, 55103-2088 or by calling 651-296-7460 or 1-800-652-9026.

b. Funding Policy

Pension benefits are funded from member and employer contributions and income from the investment of fund assets. Minnesota Statutes Chapter 353 sets the rates for employer and employee contributions. These statutes are established and amended by the State Legislature. The City makes annual contributions to the pension plans equal to the amount required by state statutes. The following table lists the required contribution rates for employees and employers under the various plans administered by GERS. Rates are applied to annual covered salary.

Retirement Plan	2011		2012	
	Employee	Employer	Employee	Employer
General Employees Retirement Fund (GERF)				
Basic	9.10%	11.78%	9.10%	11.78%
Coordinated	6.25%	7.25%	6.25%	7.25%
Public Employees Police and Fire Fund (PEPFF)	9.60%	14.10%	9.60%	14.10%

The City's contributions to the cost-sharing retirement plans for the years ending December 31, 2011, 2010, and 2009 were the following:

	2011	2010	2009
General Employees Retirement Fund (GERF)			
Basic	\$ 1,159	\$ 7,375	\$ 7,090
Coordinated	6,806,186	6,843,790	6,132,651
	6,807,345	6,851,165	6,139,741
Public Employees Police and Fire Fund (PEPFF)	11,421,235	11,174,812	10,621,541
	<u>\$ 18,228,580</u>	<u>\$ 18,025,977</u>	<u>\$ 16,761,282</u>

In 1999, upon the merger of the Police and Fire Consolidation Fund (PFCF) with the PEPFF, relief associations that were underfunded as of July 1, 1999, were required to make a predetermined annual amortization payment to the PEPFF until the year 2010. The City's fire relief association that belonged to the PFCF was underfunded and was required to make annual payments of \$40,967. The annual payment of \$40,967 is included in the City's contribution to PEPFF shown above.

These contribution amounts are equal to the contractually required contributions for each year as set by state statute.

2. Defined Contribution Plan: Housing and Redevelopment Authority Pension Plan

a. Plan Description

Employees of the City of Saint Paul who were formerly employed by Housing and Redevelopment Authority (HRA) before the latter merged with the City of Saint Paul and who elected to continue to participate in this pension plan upon becoming employees of the City of Saint Paul are covered by the Housing and Redevelopment Authority Pension Plan, a defined contribution plan. The merger was authorized under the provision of Minnesota Laws of 1976, Chapter 234, as amended in 1977 Session Laws, Chapter 165. The law also provided that employees who elected to continue with the HRA pension plan shall be responsible for the difference in cost between the HRA pension plan and the City of Saint Paul pension plan. The HRA Pension Plan Trustees, in conjunction with Principal Financial Group, administers the HRA Pension Plan.

Participants in the HRA Pension Plan will be vested in their own Trust Fund Share attributable to their individual contributions, supplementary contributions and any rollover contributions. Vesting is based on applying a percentage based on the number of years of service with each full year of service to be vested at 20%. If termination of service or death occurs, each participant or participant's beneficiary is entitled to receive interest in the Trust Fund, and it will be paid in accordance with the rules of the pension plan.

b. Funding Policy

Each active employee who participates in the HRA Pension Plan contributes 5.25% of the employee's salary. The City of Saint Paul contributes 7.00% of each active employee's salary who belongs in the pension plan. The City and the covered employees contributed \$26,271 and \$19,703, respectively, for the year ending December 31, 2011. The City also contributed \$38,567 for 2010 and \$37,808 for 2009. For each year, the City contribution equals the required contribution for each respective year.

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B. Postemployment Benefits Other than Pension

1. Plan Description

In addition to the pension benefits described in Note VIII.A, the City provides other postemployment health care and life insurance benefits (OPEB) for retired employees through a single employer defined benefit plan. The authority to provide these benefits is established in Minnesota Statutes Section 471.61, Subd. 2a. The benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through the City's collective bargaining agreements with employee groups. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is allocated as part of the City's fringe benefit charge.

2. Benefits Provided

The City provides postemployment health care and life insurance benefits to its retirees. To be eligible for benefits, an employee must be collecting a state retirement pension and have been employed by the City for a minimum of 20 years. This coverage may also extend to the retiree's family. Benefits include general inpatient and outpatient medical services; mental and substance abuse care; vision care; preventative dental; and prescriptions.

Life insurance in the amount of \$5,000 to \$20,000 is provided to some under age 65 (early retirees), depending upon collective bargaining agreements. A few over age 65 retirees have varying amounts of life insurance that had been continued due to disability.

The majority of employees benefit amounts have been capped. The benefit amount varies depending upon employment date and bargaining unit agreement as indicated below:

Health Care Benefit

	<u>Under Age 65 (early retiree)</u>	<u>Over Age 65 (regular retiree)</u>
Employees who retired before January 1, 1996	\$250 per month	100%
Employees hired before January 1, 1996 and retiring after January 1, 1996	\$350 per month	\$550 per month
Employees hired after January 1, 1996	\$300 per month	\$300 per month

This benefit has been discontinued for Police officers hired after July 1, 2005 and for Tri-Council employees hired after January 1, 1996.

Life Insurance Benefit

Retirees are eligible to continue on the City's life insurance program until age 65 in amounts that range from \$5,000 - \$20,000.

3. Membership

As of actuarial valuation date of September 30, 2010 the membership consisted of:

	Family Coverage	Single Coverage	Total
Retired Participants and Beneficiaries			
Under Age 65 (Early Retirees)	132	478	610
Over Age 65 (Regular Retirees)	456	833	1,289
Total Retired Participants	588	1,311	1,899
Active Participants			
Eligible to receive benefits			402
Not eligible to receive benefits*			2,206
Total Active Participants			2,608
Total Participants			4,507

* Participants who have not reached retirement age and minimum service requirements

4. Funding Policy

The City negotiates the contribution between the City and employees through 16 employee group agreements. The City currently finances this plan on a pay as you go basis. Early retirees (under age 65) contribute to the health care plan at the same rate as active employees. This results in the early retirees receiving an implicit rate subsidy. For the fiscal year ending December 31, 2011, retirees contributed \$2,413,294 and the City contributed \$7,749,821. Active employees do not contribute to the plan until retirement.

The average monthly premium contributions for 2011 were as follows:

	Age	Average Monthly City Contribution	Average Monthly Retiree Contribution
Health Insurance	Less than 65	\$ 458	\$ 349
	65 and older	\$ 289	\$ 26
Life Insurance	Less than 65	\$ 1	Not applicable
	65 and older	Not applicable	Not applicable

5. Annual OPEB costs and Net OPEB Obligation

The City had an actuarial valuation performed for the plan as of September 30, 2010, to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended December 31, 2011. The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2011 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2009	\$ 14,305,984	\$ 9,559,747	66.82%	\$ 13,612,065
December 31, 2010	\$ 14,549,940	\$ 8,951,951	61.53%	\$ 19,210,054
December 31, 2011	\$ 15,756,623	\$ 9,299,062	59.02%	\$ 25,667,615

The net OPEB obligation (NOPEBO) as of December 31, 2011, was calculated as follows:

Annual Required Contribution (ARC)	\$ 16,045,762
Interest on Net OPEB Obligation	960,503
Adjustment to Annual Required Contribution	(1,249,642)
Annual OPEB cost	<u>15,756,623</u>
Contributions Made	
Direct	7,749,821
Indirect Implicit Subsidy	1,549,241
Total Contributions Made	<u>9,299,062</u>
Increase (Decrease) in Net OPEB Obligation	6,457,561
Net OPEB Obligation Beginning of Year	19,210,054
Net OPEB Obligation End of Year	<u><u>\$ 25,667,615</u></u>

6. Funded Status and Funding Progress

As of the actuarial valuation date of September 30, 2010, the funded status of the plan was as follows:

Actuarial Accrued Liability (AAL)	\$ 188,664,971
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 188,664,971</u>
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Active Members Covered Payroll	\$ 162,301,913
UAAL as a Percentage of Covered Payroll	116.24%

7. Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information, following the notes to the financial statements, will present multi-year trend information as it becomes available. The schedule will show whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

In the September 30, 2010 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included 5.00% discount rate and an annual healthcare cost trend rate of beginning at 10.0% for fiscal year 2010 and declining over 10 years by 0.5% per year to 5.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the City has not advance-funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level dollar amount over a 30-year open amortization period (30-year period restarted with each valuation).

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C. Risk Management

The City is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City accounts for and finances its risk management activities in the Risk Management Retention Internal Service Fund. Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. Claim expenditures relating to tort liabilities are paid from the General Fund and other funds responsible for losses as determined by the tort claim manager. Workers' compensation claim expenditures are directly charged to department funds responsible for the employee at time of injury. The following discloses the change in the balance of the claims liability during fiscal years 2010 and 2011.

	Year Ended December 31, 2011	Year Ended December 31, 2010
Beginning of Fiscal Year Liability	\$ 29,897,320	\$ 26,634,927
Current Year Claims and Changes in Estimates	10,581,073	10,012,921
Claim Payments	<u>(7,604,006)</u>	<u>(6,750,528)</u>
End of Fiscal Year Liability	<u>\$ 32,874,387</u>	<u>\$ 29,897,320</u>

Minnesota Statutes Section 466.04 limits the City's tort financial exposure for claims arising from general liability or vehicle liability exposures. The limits are \$300,000 per individual and \$750,000 per accident for any number of claims arising out of a single occurrence for claims arising on or after January 1, 1998, and before January 1, 2000. For claims arising on or after January 1, 2000, and before January 1, 2008, the limit per accident for any number of claims arising out of a single occurrence is \$1,000,000 and \$300,000 per individual. For claims arising on or after January 1, 2008 and before July 1, 2009, the limit per accident for any number of claims arising out of a single occurrence is \$1,200,000 and \$400,000 per individual. For claims arising on or after July 1, 2009, the limit per accident for any number of claims arising out of a single occurrence is \$1,500,000 and \$500,000 per individual. The limits double when the claim arises out of the release or threatened release of a hazardous substance. The City does not carry commercial liability and collision insurance for City-owned vehicles.

The HRA acquired in 2009 a site with existing pollution which will require remediation. To address its exposure to risk of loss related to pollution liability torts, the HRA has purchased a Premises Pollution Liability Insurance policy. The limit of this coverage is \$20,000,000.

The City has purchased all risk property insurance coverage of \$1.3 billion for its real and personal property throughout the City. The deductible for each occurrence of damage or loss of property is \$250,000. Each City department participating in the risk retention program is charged a yearly amount based upon pro rata shares of the property insurance coverage, and contributions are made to a risk retention pool to address potential losses not covered by insurance. The City department is responsible for the first \$10,000 of each loss. Losses that exceed \$10,000 are reimbursed by the risk retention pool. There were no significant reductions in insurance from the previous year or settlements in excess of insurance coverage for any of the past three years.

The City purchases coverage for employee health and life insurance benefits. These benefit plans are fully insured. The contributions required by employees to the health and life insurance programs are dependent upon an employee's bargaining unit. 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.

The City self-insures its liability for unemployment compensation benefits and City funds are directly charged for the actual costs incurred.

The City's Risk Management Division provides direction, management, coordination and planning services for risk, insurance and employee benefit programs. The Division conducts an audit and actuarial analysis to ensure proper premium, retention and administrative charges. Tort liability, workers' compensation and unemployment compensation programs are administered internally with professional claim managers and adjusters. Litigated tort claims (both general liability and vehicle liability) are handled by the City Attorney's Office and its staff.

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D. Construction and Other Significant Commitments

At December 31, 2011, the City had commitments for the following major construction projects:

Project Title		Remaining Construction Committed
Gorilla Exhibit Renovation	\$	5,693,272
Oxford Recreation Center Athletic Fields		549,424
Ruth Street Reconstruction - Upper Afton to Burns		1,282,000
Ohio Street George to Isabel		560,000
Raymond - University to Hampden		1,558,000
Hamline Ave Bridge Reconstruction over Ayd Mill Road		1,717,000
Edgcumbe Bridge Reconstruction		1,165,000
4th St Reconstruction - Minnesota to Wabasha		1,088,000
Lafayette Bridge Replacement		500,000
35E/Cayuga Reconstruction & Bridge Replacement		500,000
Sidewalk Reconstruction		1,023,000
Residential Street Vitality Paving Program (RSVP)		9,952,000
Sewers (Sanitary, Tunnels, Storm)		5,527,000
Total	\$	31,114,696

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E. Interest Rate Swap Agreements

Summary of Notional Amounts and Fair Values

The City enters into contracts to hedge its exposure to fluctuating interest rates. These contracts are evaluated pursuant to GASB Statement No. 53 - *Accounting and Financial Reporting for Derivative Instruments*, to determine whether they meet the definition of derivative instruments, and, if so, whether they effectively hedge the expected cash flows associated with interest rate exposures.

The City applies hedge accounting for derivatives that are deemed effective hedges. Under hedge accounting, the increase (decrease) in the fair value of a hedge is reported as a deferred outflow of resources (derivative instrument interest swap liability) in the statement of net assets. For the reporting period, all of the City's derivatives meet the effectiveness tests.

For interest rate derivatives, the City contracted with Springsted Investment Advisors, Inc., an independent mark-to-market service, to estimate fair value based upon the market close rate data provided by Bloomberg Financial.

The following is a summary of the fair values and notional amounts of derivative instruments outstanding as of December 31, 2011 (gains shown as positive amounts, losses as negative).

Governmental Activities	2011 Change in Fair Value		Fair Value at December 31, 2011		Notional
	Classification	Amount	Classification	Amount	
Effective Cash Flow hedges					
Interest Rate Derivatives:					
Pay-fixed swaps, interest rate	Deferred Outflow	(\$6,194,370)	Derivative	(\$15,762,250)	\$ 59,210,000

Objective and Terms of Hedging Derivative Instruments

In November 2007, the City entered into two interest rate swap agreements for \$32,727,500 each, for a total notional amount of \$65,455,000 with Piper Jaffray Financial Products, Inc., and Royal Bank of Canada relating to the 1999 Taxable Sales Tax Revenue Bonds. These interest rate swap agreements took place in November 2007 and will end on November 1, 2025. On May 1, 2009, the 1999 Taxable Sales Tax Revenue Bonds were refunded through the issuance of taxable variable rate bonds. The objective of this agreement is to be able to refund the bonds at a lower estimated total synthetic interest rate of 5.58% compared to the present interest rates of 6.44% through 7.09% on the original bonds payable from 2009 through 2025.

Risks of Derivative Instruments

1. Credit Risk

Credit risk is the risk of loss due to a counterparty defaulting on its obligations. The City seeks to minimize credit risk by transacting with creditworthy counterparties. Interest rate swap counterparties are evaluated at the time of transaction execution.

2. Termination Risk

Termination risk is the risk that a derivative will terminate prior to its scheduled maturity due to a contractual event. Contractual events include bankruptcy, illegality, default, and mergers in which the successor entity does not meet credit criteria. One aspect of termination risk is that the City would lose the hedging benefit of a derivative that becomes subject to a termination event. Another aspect of termination risk is that, if at the time of termination the mark-to-market value of the derivative was a liability to the City, the City could be required to pay that amount to the counterparty. Termination risk is associated with the City's derivative up to the fair value amount.

3. Hedged Debt

Net cash flows for the City's synthetic fixed-rate debt are shown below. These amounts assume that the interest rates of the bonds and the reference rates of the hedging derivative instruments remain at December 31, 2011 levels. These rates will vary and, as they do, interest payments on the variable-rate bonds and net receipts/payments on the interest rate swaps will vary. The table shows only the City's effectively hedged synthetic fixed-rate debt, which is a subset of the City's total debt. As of December 31, 2011, all of the City's variable-rate debt is effectively hedged.

Year Ending December 31,	Principal	Interest	Net Payment on Derivatives	Total
2012	\$ 2,455,000	\$ 173,639	\$ 2,901,645	\$ 5,530,284
2013	2,590,000	166,323	2,779,388	5,535,711
2014	2,730,000	158,606	2,650,427	5,539,033
2015	2,890,000	150,465	2,514,394	5,554,859
2016	3,045,000	141,855	2,370,506	5,557,361
2017-2021	17,960,000	562,610	9,401,673	27,924,283
2022-2025	27,540,000	221,091	3,694,610	31,455,701
Totals	<u>\$ 59,210,000</u>	<u>\$ 1,574,589</u>	<u>\$ 26,312,643</u>	<u>\$ 87,097,232</u>

F. Contingent Liabilities

Litigation

The City, in connection with the normal conduct of its affairs, is involved in various judgments, claims and litigations; it is expected that the final settlement of these matters will not materially affect the financial statements of the City.

University Enterprise Laboratory Project

The City of Saint Paul entered into a \$6 million guaranty of principal and interest with Wells Fargo on January 21, 2005, to help secure financing for the \$24.2 million University Enterprise Laboratory (UEL) Project at 1000 Westgate Drive in St. Paul, Minnesota.

In January 2012, the original 2005 debt was refinanced through various funds, including the proceeds of a loan from US Bank for \$9.4 million. The effect of the refunding was to reduce the City of St. Paul's guaranty to \$4 million. Going forward, the City's contingent liability will drop further, as the City's guaranty automatically declines as the mortgage is paid down. The current guaranty encumbrance is against the General Fund.

Cleanup of Hazardous Materials

Properties owned by the HRA and City may have certain contingent liabilities associated with them due to potential contamination from hazardous materials or difficulty in securing vacant structures located on them. It is not expected that these contingencies will have a material effect on the financial statements of the City.

The following HRA and City properties have been identified as possible sites of pollution or contamination:

1. Capp Road (Catholic Charities) – Possible pollution or contamination.
2. Koch/Mobil – Remediation has been completed on the Koch site. The Mobil/Exxon site remediation is underway pursuant to a purchase agreement executed in December 2009. The HRA is to remediate the pollution and restricts the future use of the land to specific uses. The land was purchased for \$1 and, in addition, the seller (Exxon) donated \$5,000,000 to the HRA for pollution remediation and possible park improvements.
3. Bruce Vento Interpretive Center – Possible pollution or contamination.
4. Seventh Street (Fire Station) - Possible pollution or contamination.
5. Rivoli Street Properties – Remediation has already been completed by the original polluter.

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G. Subsequent Events

In 2012, the City issued the following bonds and capital leases:

	<u>Amount</u>	<u>Final Maturity</u>
General Obligation Bonds		
Property Tax Supported		
Capital Improvement Bonds	\$ 5,735,000	03/2022
Special Assessment Bonded Debt		
Street Improvement Bonds with Governmental Commitment	9,290,000	05/2032
Revenue Bonds		
Sewer Revenue Bonds	8,815,000	12/2031
Capital Lease		
Public Safety Vehicles	2,700,000	05/2019
Public Works Vehicles	<u>1,200,000</u>	05/2019
Total Issued	<u>\$ 27,740,000</u>	

In 2010, Moody's recalibrated its municipal ratings to its global scale, which resulted in the City of Saint Paul's rating of Aa1 with a positive outlook. The General Obligation Bonds and Sewer Revenue Bonds issued in 2012 were reaffirmed at Aa1 by Moody's Investors Service and Standard and Poor's Corporation, respectively.

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REQUIRED SUPPLEMENTARY INFORMATION

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City of Saint Paul, Minnesota
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended December 31, 2011

Schedule 1

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes				
Property Taxes	60,871,910	61,526,569	62,064,242	537,673
Gross Earnings Franchise Fees	25,546,891	25,546,891	25,100,829	(446,062)
Hotel-Motel Tax	1,198,400	1,198,400	1,316,321	117,921
Other Taxes	47,830	121,000	124,207	3,207
Total Taxes	87,665,031	88,392,860	88,605,599	212,739
Licenses and Permits	9,989,303	10,466,565	11,228,248	761,683
Intergovernmental Revenue	75,998,265	60,831,248	62,285,460	1,454,212
Fees, Sales and Services	22,667,967	29,748,038	30,239,520	491,482
Investment Income				
Interest Earned On Investments	2,415,034	2,415,034	2,370,093	(44,941)
Increase(Decrease) in Fair Value of Investments	-	-	1,998,594	1,998,594
Interest Earned - Other	-	-	7,436	7,436
Miscellaneous Revenue - Other	850,535	680,752	1,106,949	426,197
Total Revenues	199,586,135	192,534,497	197,841,899	5,307,402
EXPENDITURES				
Current				
General Government				
City Council	3,101,567	3,043,295	2,809,549	233,746
Mayor	1,433,869	1,359,453	1,263,236	96,217
City Attorney	6,839,039	6,825,868	6,585,072	240,796
Financial Services	2,004,923	2,199,695	1,825,223	374,472
Human Resources	3,239,920	3,243,752	3,044,715	199,037
Human Rights	1,611,955	1,557,506	1,505,739	51,767
Technology	10,077,449	10,206,869	9,394,210	812,659
Total General Government	28,308,724	28,436,438	26,427,744	2,008,694
Public Safety				
Police	77,489,822	75,039,782	73,177,021	1,862,761
Fire and Safety Services	54,666,044	54,511,236	52,479,204	2,032,032
Safety and Inspection	17,110,916	18,096,045	16,923,680	1,172,365
Emergency Management	260,052	257,136	254,614	2,522
Total Public Safety	149,526,834	147,904,199	142,834,519	5,069,680
Highways and Streets	2,197,320	2,117,302	1,857,888	259,414
Culture and Recreation	26,349,112	25,566,287	25,671,541	(105,254)
Miscellaneous - Other	6,242,433	6,566,248	6,873,589	(307,341)
Debt Service				
Principal - Other Debt	-	-	51,088	(51,088)
Interest - Other Debt	-	-	2,922	(2,922)
Total Expenditures	212,624,423	210,590,474	203,719,291	6,871,183
Deficiency of Revenues Under Expenditures	(13,038,288)	(18,055,977)	(5,877,392)	12,178,585
OTHER FINANCING SOURCES (USES)				
Transfers In	14,249,796	11,738,627	8,765,590	(2,973,037)
Transfers Out	(1,260,508)	(1,260,508)	(1,358,458)	(97,950)
Sale of Capital Assets	49,000	49,000	79,302	30,302
Total Other Financing Sources (Uses)	13,038,288	10,527,119	7,486,434	(3,040,685)
SPECIAL ITEM				
Sale of Public Safety Building	-	-	2,160,000	2,160,000
Net Change in Fund Balance	-	(7,528,858)	3,769,042	11,297,900
FUND BALANCE, January 1 - Restated	39,781,515	39,781,515	39,781,515	-
FUND BALANCE, December 31	39,781,515	32,252,657	43,550,557	11,297,900
Adjustment to Reflect the Consolidation of Special Revenue Fund	(40,815)	(40,815)	(22,188)	18,627
CONSOLIDATED FUND BALANCE, December 31	39,740,700	32,211,842	43,528,369	11,316,527

The notes to the required supplementary information are an integral part of this statement.

City of Saint Paul, Minnesota
 REQUIRED SUPPLEMENTARY INFORMATION
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 MAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 2

	Library Agency				HRA General Fund			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	16,419,148	16,097,139	16,100,627	3,488	3,114,585	3,114,585	3,164,015	49,430
Delinquent Taxpayer	85,937	85,937	240,522	154,585	-	-	21,597	21,597
Total Property Taxes	16,505,085	16,183,076	16,341,149	158,073	3,114,585	3,114,585	3,185,612	71,027
Intergovernmental Revenue	-	-	20,354	20,354	88,000	88,000	108,652	20,652
Fees, Sales and Services	-	-	-	-	1,015,625	1,015,625	1,231,500	215,875
Investment Income								
Interest Earned on Investments	-	-	-	-	280,000	280,000	304,286	24,286
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	258,761	258,761
Miscellaneous - Other	175,000	175,000	196,083	21,083	-	-	300	300
Total Revenues	16,680,085	16,358,076	16,557,586	199,510	4,498,210	4,498,210	5,089,111	590,901
EXPENDITURES								
Current								
Culture and Recreation	16,577,582	16,255,573	14,644,616	1,610,957	-	-	-	-
Housing and Economic Development	-	-	-	-	5,269,510	5,269,510	3,858,072	1,411,438
Capital Outlay	42,800	42,800	11,471	31,329	-	-	-	-
Total Expenditures	16,620,382	16,298,373	14,656,087	1,642,286	5,269,510	5,269,510	3,858,072	1,411,438
Excess (Deficiency) of Revenues Over (Under) Expenditures	59,703	59,703	1,901,499	1,841,796	(771,300)	(771,300)	1,231,039	2,002,339
OTHER FINANCING SOURCES (USES)								
Transfers Out	(68,371)	(68,371)	(1,520,056)	(1,451,685)	(383,456)	(383,456)	(271,742)	111,714
Total Other Financing Sources (Uses)	(68,371)	(68,371)	(1,520,056)	(1,451,685)	(383,456)	(383,456)	(271,742)	111,714
Net Change in Fund Balances	(8,668)	(8,668)	381,443	390,111	(1,154,756)	(1,154,756)	959,297	2,114,053
FUND BALANCES, January 1	438,209	438,209	438,209	-	9,864,404	9,864,404	9,864,404	-
FUND BALANCES, December 31	429,541	429,541	819,652	390,111	8,709,648	8,709,648	10,823,701	2,114,053

continued

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The notes to the required supplementary information are an integral part of this statement.

City of Saint Paul, Minnesota
REQUIRED SUPPLEMENTARY INFORMATION
COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BUDGET AND ACTUAL - ANNUALLY BUDGETED
MAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2011

Schedule 2

	Total			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes				
Property Taxes				
Current Taxpayer	19,533,733	19,211,724	19,264,642	52,918
Delinquent Taxpayer	85,937	85,937	262,119	176,182
Total Property Taxes	<u>19,619,670</u>	<u>19,297,661</u>	<u>19,526,761</u>	<u>229,100</u>
Intergovernmental Revenue	88,000	88,000	129,006	41,006
Fees, Sales and Services	1,015,625	1,015,625	1,231,500	215,875
Investment Income				
Interest Earned on Investments	280,000	280,000	304,286	24,286
Increase (Decrease) in Fair Value of Investments	-	-	258,761	258,761
Miscellaneous - Other	175,000	175,000	196,383	21,383
Total Revenues	<u>21,178,295</u>	<u>20,856,286</u>	<u>21,646,697</u>	<u>790,411</u>
EXPENDITURES				
Current				
Culture and Recreation	16,577,582	16,255,573	14,644,616	1,610,957
Housing and Economic Development	5,269,510	5,269,510	3,858,072	1,411,438
Capital Outlay	42,800	42,800	11,471	31,329
Total Expenditures	<u>21,889,892</u>	<u>21,567,883</u>	<u>18,514,159</u>	<u>3,053,724</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(711,597)</u>	<u>(711,597)</u>	<u>3,132,538</u>	<u>3,844,135</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(451,827)</u>	<u>(451,827)</u>	<u>(1,791,798)</u>	<u>(1,339,971)</u>
Total Other Financing Sources (Uses)	<u>(451,827)</u>	<u>(451,827)</u>	<u>(1,791,798)</u>	<u>(1,339,971)</u>
Net Change in Fund Balances	<u>(1,163,424)</u>	<u>(1,163,424)</u>	<u>1,340,740</u>	<u>2,504,164</u>
FUND BALANCES, January 1	<u>10,302,613</u>	<u>10,302,613</u>	<u>10,302,613</u>	<u>-</u>
FUND BALANCES, December 31	<u>9,139,189</u>	<u>9,139,189</u>	<u>11,643,353</u>	<u>2,504,164</u>

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The notes to the required supplementary information are an integral part of this statement.

City of Saint Paul, Minnesota
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 OTHER POSTEMPLOYMENT BENEFITS PLAN
 For the Fiscal Year Ended December 31, 2011

Schedule 3

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Actuarial Accrued Liability (UAAL) (2) - (1)	(5) Active Members Covered Payroll	(6) Percentage of Covered Payroll (4) / (5)
September 30, 2006	\$ -	\$ 165,012,188	0.00%	\$ 165,012,188	\$ 148,007,987	111.49%
September 30, 2008	\$ -	\$ 167,566,226	0.00%	\$ 167,566,226	\$ 145,877,064	114.87%
September 30, 2010	\$ -	\$ 188,664,971	0.00%	\$ 188,664,971	\$ 162,301,913	116.24%

The City implemented GASB Statement No. 45 for the fiscal year ended December 31, 2007. Information for prior years is not available.

City of Saint Paul, Minnesota
 REQUIRED SUPPLEMENATRY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 OTHER POSTEMPLOYMENT BENEFITS PLAN
 For the Fiscal Year Ended December 31, 2011

Schedule 4

<u>Fiscal Year Ended December 31,</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2007	\$ 9,314,478	\$ 13,875,274	67.13%
2008	\$ 9,507,352	\$ 13,875,274	68.52%
2009	\$ 9,559,747	\$ 14,436,251	66.22%
2010	\$ 8,951,951	\$ 14,749,946	60.69%
2011	\$ 9,299,062	\$ 16,045,762	57.95%

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The City implemented GASB Statement No. 45 for the fiscal year ended December 31, 2007. Information for prior years is not available.

Budgetary Information

A budgetary comparison for the City's General Fund and the annually budgeted Library Agency and HRA General Fund are required supplementary information.

All annually budgeted funds including the General Fund, Library Agency and HRA General Fund are adopted on a basis consistent with generally accepted accounting principals. The legal level of budgetary control for the General Fund is at the department/office level and at the fund level for the Library Agency and HRA General Fund. For additional information, see Note V.A. on pages 76-78.

The General Fund did not exceed total appropriations at the fund level, however total expenditures exceeded appropriations in Culture and Recreation by (\$105,254). For additional information, see Note V.D. on page 83.

The Library Agency and the HRA General Fund did not exceed the legal level of budgetary control for the fiscal year ended December 31, 2011.

Explanation of Adjustment to Schedule of Revenue, Expenditures and Changes in Fund Balance Budget and Actual-General Fund

Schedule 1 has a reconciling item between fund balance reported on the Budget and Actual General Fund Schedule and the Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds. The reconciling item consists of the budget and actual activity of the Crime Laboratory Special Revenue Fund. The Crime Laboratory Fund was combined with the General Fund for GASB No. 54 compliance. The General Fund original and final adopted budgets did not include the Crime Laboratory Fund, so the budget and actual activity was not included in Schedule 1. The details of this (\$22,188) difference are as follows:

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Fees, Sales and Services	\$ 50,800	\$ 50,800	\$ 65,263	\$ 14,463
Miscellaneous Revenue - Other	4,359	4,359	5,994	1,635
Total Revenues	55,159	55,159	71,257	16,098
EXPENDITURES				
Current				
Public Safety				
Police	95,974	95,974	93,445	2,529
Net Change in Fund Balance	\$ (40,815)	\$ (40,815)	\$ (22,188)	\$ 18,627

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds account and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Special Projects - General Government - to account for monies received from hotel-motel taxes, interest earnings, the city-wide indirect cost recovery plan and other sources, and expended on various general government activities.

Citywide Major Events - to account for financing and spending for major events.

Equal Opportunity and Economic Development - to finance capacity building, opportunity creation and small business assistance for minority, women and small business enterprises and people with disabilities.

Media Services - to account for cable television franchise fees utilized to monitor and evaluate the cable television franchise and provide city video programming.

Charitable Gambling Enforcement - to account for 2 ½ percent tax on charitable gambling net receipts to process, monitor and review all lawful gambling activities and to ensure the integrity of operations as required by state law.

Emergency Communications Center Consolidation - to account for the Emergency Communications Center Consolidation with Ramsey County.

Special Projects Police - to account for monies received from various grants, contributions, and other sources to perform various miscellaneous police functions.

Fire Responsive Services - to account for monies received by the Department of Fire and Safety Services to perform various fire functions, provide fire protection outside the city, and for the purchase of fire equipment.

Right of Way Maintenance - to account for revenues received from right-of-way assessments, municipal state aid, county aid, and trunk highway funds for summer street repair and maintenance, winter street activities, boulevard tree maintenance and trimming, sidewalk maintenance, and streetlight maintenance.

Lighting Maintenance Assessment Districts - to account for levied assessments used to operate above standard (ornamental) street lighting systems in various areas of the city, installed at the request of adjacent property owners.

continued

Solid Waste and Recycling - to account for monies received for the city's recycling programs. The recycling programs include the coordinated efforts of the City of Saint Paul, Ramsey County, State of Minnesota, Eureka Recycling, and the citizens of Saint Paul.

Special Projects - Division of Health - to account for monies received from federal and state agencies to operate specified public health programs.

Municipal Stadium - to account for the use of revenue from facility rental and other sources to be used for the operation of the Municipal Stadium.

Forestry Special - to account for the services provided to maintain and upkeep the trees and other vegetation growing in the public right-of-way and on private property when requested, which helps maintain a safe traffic corridor for pedestrians and vehicles.

Como Campus - to account for proceeds from education programs, commissions and donations from outside parties, to be appropriated for volunteer recruitment and training, purchase of animals, maintenance of zoo and conservatory and other related costs.

Special Recreation Activities - to account for user fees used to provide city-wide recreational programs such as concerts, day-camp, field trips, tennis tournaments, special events and in-services.

Municipal Athletic Programming - to account for user fees used to coordinate the operation of a city-wide municipal athletic program.

Charitable Gambling - to account for the administration of charitable gambling receipts in conformance with City Council action for the support of youth athletics or otherwise as legally determined.

Debt - Capital Improvement - to account for proceeds of the sale of city property for which there is no outstanding debt and use remaining proceeds to finance projects in the capital improvement budget.

Parks and Recreation Opportunity - to account for donations and contributions given to the Department of Parks and Recreation for services, supplies, and/or facilities.

Parks and Recreation Grants and Aids - to account for intergovernmental grants and aids received from various federal, state, county and other agencies, and other revenues received to operate specified Parks and Recreation projects.

Library Agency Revenues and Grants - to account for revenue received from various federal and state agencies as well as monies received from the Friends of the Saint Paul Public Library and the Minnesota Foundation (Perrie Jones Library Fund) for special projects such as collection development, staff training and development community outreach opportunities.

continued

Rella Havens Memorial Fund - to account for the portion of an estate left to the city's public library system by a former library employee, to be administered at the discretion of the library administrator.

Community Development Block Grant - to account for monies received from the U.S. Department of Housing and Urban Development under the Community Development Block Grant Program, and other miscellaneous revenues derived from projects operated under this program. These monies are to be expended for the development of a viable urban community, by providing decent housing and a suitable living environment and expanded economic opportunities, principally for persons of low and moderate income.

State Grant Programs - to account for various grants received from the State of Minnesota to be used for urban development.

HRA Federal and State Programs - to account for intergovernmental revenues provided to the HRA from the federal, state and local governments.

Debt Service Funds

Debt service funds account for and report financial resources that are restricted, committed, or assigned to expenditure for general long-term debt principal, interest, and related costs.

G.O. Special Assessment - Streets - to account for monies received from property assessments, to be used for the repayment of the principal and interest on special assessment debt with governmental commitment.

City Revenue Bonds and Other Long-Term Debt - to account for monies received from various sources for the payment of principal and interest on city issued revenue bonds and other long-term debt.

Library Debt - to account for the monies received from property taxes and other various sources for the repayment of principal and interest on city issued general obligation bonds for Library Agency capital projects.

Revenue Notes and Other Long-Term Debt - to account for monies received from various sources for the payment of principal and interest on city issued revenue notes and other long-term debt.

continued

Capital Projects Funds

Capital projects funds account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Capital Improvement Bonds - to account for monies received from the sale of general obligation bonds, which are subsequently transferred to the Capital Improvement Projects Fund which accounts for the expenditure of the construction projects.

Library Capital Projects - to account for monies received from the sale of general obligation bonds for the construction of Library projects.

City Sales Tax - to account for monies received from the one-half percent city sales tax which are used for major RiverCentre capital expenditures, other capital expenditures as determined by the City Council, and the transfer to the HRA General Debt Service Fund for financing the debt service on the HRA Sales Tax Revenue Bonds.

HRA Development Capital Projects - to account for HRA multi-year development projects that are locally funded through transfers from other funds and bonds sold for development purposes.

HRA Tax Increment - to account for development and capital expenditures primarily in Saint Paul's Tax Increment Districts using financing from bond proceeds, tax increment revenues, and other sources.

Permanent Funds

Permanent funds account for and report resources that are restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs; that is, for the benefit of the government or its citizenry.

Japanese Gardens - to account for donations from the Ordway Family for the construction of the Japanese Garden in Como Park.

Hoffman Memorial - to account for the principal of a trust fund and disbursement of interest derived from donation for perpetual maintenance of a memorial located at Como Park Conservatory.

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City of Saint Paul, Minnesota
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
 December 31, 2011

Schedule 5

	Special Revenue	Debt Service	Capital Projects	Permanent	Total Nonmajor Governmental Funds
ASSETS					
Cash and Investments with Treasurer	14,152,708	10,704,882	95,158,075	80,320	120,095,985
Cash and Investments with Trustees	-	6,225,948	2,045,170	-	8,271,118
Imprest Funds	53,020	-	-	-	53,020
Receivables					
Property Taxes - Due from Ramsey County	-	463,874	550,717	-	1,014,591
Property Taxes - Delinquent	-	-	371,611	-	371,611
Accounts (net of allowance for estimated uncollectible)	1,254,527	-	-	-	1,254,527
Assessments	18,068,269	14,773,783	-	-	32,842,052
Notes and Loans	7,428,979	-	5,517,855	-	12,946,834
Accrued Interest	166,030	122,702	403,802	449	692,983
Due from Other Funds	1,470,371	-	447,040	-	1,917,411
Due from Component Units	87,334	243,765	-	-	331,099
Due from Other Governmental Units	14,838,674	59,964	1,712,285	-	16,610,923
Advance to Other Funds	78,800	-	4,386,509	-	4,465,309
Land Held for Resale	8,403,540	-	3,424,449	-	11,827,989
TOTAL ASSETS	66,002,252	32,594,918	114,017,513	80,769	212,695,452
LIABILITIES AND FUND BALANCES					
Liabilities					
Accrued Salaries Payable	867,673	-	-	-	867,673
Accounts Payable	1,697,371	198	1,096,168	-	2,793,737
Due to Other Funds	14,470,424	540,991	1,474,431	-	16,485,846
Due to Component Units	60,945	-	-	-	60,945
Due to Other Governmental Units	163,402	-	1,515,209	-	1,678,611
Advance from Other Funds	2,116,446	-	3,396,684	-	5,513,130
Deferred Revenue	12,555,246	14,838,021	9,822,528	192	37,215,987
Unearned Revenue	11,854,519	-	3,318,771	-	15,173,290
Total Liabilities	43,786,026	15,379,210	20,623,791	192	79,789,219
Fund Balances					
Nonspendable	-	-	-	35,000	35,000
Restricted	6,788,443	17,215,708	68,888,416	45,577	92,938,144
Committed	2,246,604	-	16,847,829	-	19,094,433
Assigned	15,627,365	-	7,657,477	-	23,284,842
Unassigned	(2,446,186)	-	-	-	(2,446,186)
Total Fund Balances	22,216,226	17,215,708	93,393,722	80,577	132,906,233
TOTAL LIABILITIES AND FUND BALANCES	66,002,252	32,594,918	114,017,513	80,769	212,695,452

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES**
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended December 31, 2011

Schedule 6

	Special Revenue	Debt Service	Capital Projects	Permanent	Total Nonmajor Governmental Funds
REVENUES					
Taxes					
Property Taxes					
Current Taxpayer	-	2,769,650	-	-	2,769,650
Current Tax Increment	-	-	11,205,927	-	11,205,927
Delinquent Tax Increment	-	-	479,010	-	479,010
Total Property Taxes	-	2,769,650	11,684,937	-	14,454,587
City Sales Tax	-	-	15,620,488	-	15,620,488
Hotel-Motel Tax	1,617,718	27,108	-	-	1,644,826
Total Taxes	1,617,718	2,796,758	27,305,425	-	31,719,901
Licenses and Permits	402,449	-	-	-	402,449
Intergovernmental Revenue	43,316,608	187,024	204,528	-	43,708,160
Fees, Sales and Services	17,850,359	3,500,000	124,596	-	21,474,955
Assessments	24,730,554	3,383,209	-	-	28,113,763
Investment Income					
Interest Earned on Investments	675,825	689,995	2,241,145	2,321	3,609,286
Increase (Decrease) in Fair Value of Investments	115,766	403,121	1,603,538	1,988	2,124,413
Interest Earned - Other	35,787	5,226	245,881	-	286,894
Miscellaneous Revenue					
Program Income	579,604	-	-	-	579,604
Other	5,107,400	4,466,567	1,362,013	-	10,935,980
Total Revenues	94,432,070	15,431,900	33,087,126	4,309	142,955,405
EXPENDITURES					
Current					
General Government	4,875,519	1,480,522	-	-	6,356,041
Public Safety	15,179,681	-	-	-	15,179,681
Highways and Streets	23,156,200	-	-	-	23,156,200
Sanitation	3,728,012	-	-	-	3,728,012
Health	3,464,551	-	-	-	3,464,551
Culture and Recreation	14,371,385	-	89,008	-	14,460,393
Housing and Economic Development	25,556,431	-	18,990,534	-	44,546,965
Capital Outlay	3,510,174	-	21,272	-	3,531,446
Debt Service					
Bond Principal	-	8,200,000	40,000	-	8,240,000
Other Debt Principal	-	3,584,121	148,129	-	3,732,250
Interest - Bonds	-	8,170,533	448,342	-	8,618,875
Interest - Other Debt	23,514	303,653	4,181,394	-	4,508,561
Bond Issuance Costs	-	-	129,427	-	129,427
Total Expenditures	93,865,467	21,738,829	24,048,106	-	139,652,402
Excess (Deficiency) of Revenues Over (Under) Expenditures	566,603	(6,306,929)	9,039,020	4,309	3,303,003
OTHER FINANCING SOURCES (USES)					
Transfers In	3,683,935	16,139,262	24,678,233	-	44,501,430
Transfers Out	(4,560,934)	(10,421,646)	(37,103,200)	-	(52,085,780)
Bonds Issued	-	-	10,865,000	-	10,865,000
Premium on Bonds Issued	-	224,490	69,813	-	294,303
Capital Lease	1,950,500	-	-	-	1,950,500
Sale of Capital Assets	11,433	-	-	-	11,433
Total Other Financing Sources (Uses)	1,084,934	5,942,106	(1,490,154)	-	5,536,886
Net Change in Fund Balances	1,651,537	(364,823)	7,548,866	4,309	8,839,889
FUND BALANCES, January 1 - Restated	20,564,689	17,580,531	85,844,856	76,268	124,066,344
FUND BALANCES, December 31	22,216,226	17,215,708	93,393,722	80,577	132,906,233

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE, ALL DEBT SERVICE
 AND NONMAJOR PERMANENT FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 7

	Special Revenue				Debt Service			
	Budgeted Amounts		Actual Amount	Variance With Final Budget	Budgeted Amounts		Actual Amount	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	-	-	-	-	10,261,087	10,261,087	10,306,993	45,906
Current Tax Increment	-	-	-	-	9,941,820	9,941,820	9,246,863	(694,957)
Delinquent Taxpayer	-	-	-	-	100,000	100,000	(731,758)	(831,758)
Total Property Taxes	-	-	-	-	20,302,907	20,302,907	18,822,098	(1,480,809)
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
City Sales Tax	-	-	-	-	3,156,607	3,156,607	-	(3,156,607)
Hotel-Motel Tax	1,467,063	1,467,063	1,617,718	150,655	102,500	102,500	27,108	(75,392)
Total Taxes	1,467,063	1,467,063	1,617,718	150,655	23,562,014	23,562,014	18,849,206	(4,712,808)
Licenses and Permits	308,305	308,305	402,449	94,144	-	-	-	-
Intergovernmental Revenue	15,977,768	21,912,588	18,126,800	(3,785,788)	354,538	354,538	774,961	420,423
Fees, Sales and Services	17,205,387	17,570,744	17,837,393	266,649	3,580,000	3,580,000	3,676,750	96,750
Assessments	24,155,110	24,155,110	24,730,554	575,444	4,088,705	4,088,705	3,383,209	(705,496)
Investment Income								
Interest Earned on Investments	503,357	503,357	675,825	172,468	598,035	598,035	1,816,292	1,218,257
Increase (Decrease) in Fair Value of Investments	-	-	119,849	119,849	-	-	1,375,060	1,375,060
Interest Earned - Other	30,329	30,329	24,805	(5,524)	-	-	43,131	43,131
Miscellaneous Revenue - Other	4,518,594	4,557,994	3,986,914	(571,080)	7,172,321	7,221,670	5,604,637	(1,617,033)
Total Revenues	64,165,913	70,505,490	67,522,307	(2,983,183)	39,355,613	39,404,962	35,523,246	(3,881,716)
EXPENDITURES								
Current								
General Government	3,854,158	3,940,641	4,875,519	(934,878)	809,331	809,331	2,355,504	(1,546,173)
Public Safety	16,710,114	20,544,246	15,179,681	5,364,565	-	-	-	-
Highways and Streets	22,258,406	22,258,406	23,156,200	(897,794)	-	-	-	-
Sanitation	3,800,360	4,144,643	3,728,012	416,631	-	-	-	-
Health	3,640,739	3,640,739	3,464,551	176,188	-	-	-	-
Culture and Recreation	14,577,595	15,437,470	14,371,385	1,066,085	-	-	-	-
Housing and Economic Development	-	-	-	-	-	-	3,073,851	(3,073,851)
Capital Outlay	6,022,880	8,009,101	3,510,174	4,498,927	-	-	-	-
Debt Service								
Bond Principal	-	-	-	-	33,530,673	33,530,673	29,249,648	4,281,025
Other Debt Principal	-	-	-	-	2,151,297	2,470,209	6,092,288	(3,622,079)
Prepayment Penalty-Early Debt Retirement	-	-	-	-	5,000	5,000	-	5,000
Interest - Bonds	-	-	-	-	20,211,251	20,211,251	18,191,427	2,019,824
Interest - Other Debt	-	-	23,514	(23,514)	1,552,340	1,567,372	1,503,089	64,283
Bond Issuance Costs	-	-	-	-	-	139,665	322,774	(183,109)
Total Expenditures	70,864,252	77,975,246	68,309,036	9,666,210	58,259,892	58,733,501	60,788,581	(2,055,080)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,698,339)	(7,469,756)	(786,729)	6,683,027	(18,904,279)	(19,328,539)	(25,265,335)	(5,936,796)
OTHER FINANCING SOURCES (USES)								
Transfers In	4,019,730	4,034,664	3,485,403	(549,261)	32,422,210	32,756,154	50,868,566	18,112,412
Transfers Out	(3,173,113)	(3,173,113)	(3,203,146)	(30,033)	(14,702,818)	(32,582,988)	(43,039,159)	(10,456,171)
Bonds Refunded	-	-	-	-	-	(14,585,000)	(18,655,000)	(4,070,000)
Capital Lease Refunded	-	-	-	-	-	-	(9,660,000)	(9,660,000)
Bonds Issued	-	-	-	-	-	16,680,000	30,710,000	14,030,000
Premium on Bonds Issued	-	-	-	-	-	155,316	1,441,844	1,286,528
Sale of Capital Assets	-	-	11,433	11,433	-	-	-	-
Capital Lease	1,950,496	1,950,496	1,950,500	4	-	-	-	-
Total Other Financing Sources (Uses)	2,797,113	2,812,047	2,244,190	(567,857)	17,719,392	2,423,482	11,666,251	9,242,769
SPECIAL ITEM								
Capital Lease Termination Costs	-	-	-	-	-	-	(781,429)	(781,429)
Net Change in Fund Balances	(3,901,226)	(4,657,709)	1,457,461	6,115,170	(1,184,887)	(16,905,057)	(14,380,513)	2,524,544
FUND BALANCES, January 1 - Restated	19,633,429	19,633,429	19,633,429	-	63,862,701	63,862,701	63,862,701	-
FUND BALANCES, December 31	15,732,203	14,975,720	21,090,890	6,115,170	62,677,814	46,957,644	49,482,188	2,524,544

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE, ALL DEBT SERVICE
 AND NONMAJOR PERMANENT FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 7

175

	Permanent				Total			
	Budgeted Amounts		Actual Amount	Variance With Final Budget	Budgeted Amounts		Actual Amount	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	-	-	-	-	10,261,087	10,261,087	10,306,993	45,906
Current Tax Increment	-	-	-	-	9,941,820	9,941,820	9,246,863	(694,957)
Delinquent Taxpayer	-	-	-	-	100,000	100,000	(731,758)	(831,758)
Total Property Taxes	-	-	-	-	20,302,907	20,302,907	18,822,098	(1,480,809)
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
City Sales Tax	-	-	-	-	3,156,607	3,156,607	-	(3,156,607)
Hotel-Motel Tax	-	-	-	-	1,569,563	1,569,563	1,644,826	75,263
Total Taxes	-	-	-	-	25,029,077	25,029,077	20,466,924	(4,562,153)
Licenses and Permits	-	-	-	-	308,305	308,305	402,449	94,144
Intergovernmental Revenue	-	-	-	-	16,332,306	22,267,126	18,901,761	(3,365,365)
Fees, Sales and Services	-	-	-	-	20,785,387	21,150,744	21,514,143	363,399
Assessments	-	-	-	-	28,243,815	28,243,815	28,113,763	(130,052)
Investment Income								
Interest Earned on Investments	2,000	2,000	2,321	321	1,103,392	1,103,392	2,494,438	1,391,046
Increase (Decrease) in Fair Value of Investments	-	-	1,988	1,988	-	-	1,496,897	1,496,897
Interest Earned - Other	-	-	-	-	30,329	30,329	67,936	37,607
Miscellaneous Revenue - Other	-	-	-	-	11,690,915	11,779,664	9,591,551	(2,188,113)
Total Revenues	2,000	2,000	4,309	2,309	103,523,526	109,912,452	103,049,862	(6,862,590)
EXPENDITURES								
Current								
General Government	-	-	-	-	4,663,489	4,749,972	7,231,023	(2,481,051)
Public Safety	-	-	-	-	16,710,114	20,544,246	15,179,681	5,364,565
Highways and Streets	-	-	-	-	22,258,406	22,258,406	23,156,200	(897,794)
Sanitation	-	-	-	-	3,800,360	4,144,643	3,728,012	416,631
Health	-	-	-	-	3,640,739	3,640,739	3,464,551	176,188
Culture and Recreation	2,000	2,000	-	2,000	14,579,595	15,439,470	14,371,385	1,068,085
Housing and Economic Development	-	-	-	-	-	-	3,073,851	(3,073,851)
Capital Outlay	-	-	-	-	6,022,880	8,009,101	3,510,174	4,498,927
Debt Service								
Bond Principal	-	-	-	-	33,530,673	33,530,673	29,249,648	4,281,025
Other Debt Principal	-	-	-	-	2,151,297	2,470,209	6,092,288	(3,622,079)
Prepayment Penalty-Early Debt Retirement	-	-	-	-	5,000	5,000	-	5,000
Interest - Bonds	-	-	-	-	20,211,251	20,211,251	18,191,427	2,019,824
Interest - Other Debt	-	-	-	-	1,552,340	1,567,372	1,526,603	40,769
Bond Issuance Costs	-	-	-	-	-	139,665	322,774	(183,109)
Total Expenditures	2,000	2,000	-	2,000	129,126,144	136,710,747	129,097,617	7,613,130
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	4,309	4,309	(25,602,618)	(26,798,295)	(26,047,755)	750,540
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	36,441,940	36,790,818	54,353,969	17,563,151
Transfers Out	-	-	-	-	(17,875,931)	(35,756,101)	(46,242,305)	(10,486,204)
Bonds Refunded	-	-	-	-	-	(14,585,000)	(18,655,000)	(4,070,000)
Capital Lease Refunded	-	-	-	-	-	-	(9,660,000)	(9,660,000)
Bonds Issued	-	-	-	-	-	16,680,000	30,710,000	14,030,000
Premium on Bonds Issued	-	-	-	-	-	155,316	1,441,844	1,286,528
Sale of Capital Assets	-	-	-	-	-	-	11,433	11,433
Capital Lease	-	-	-	-	1,950,496	1,950,496	1,950,500	4
Total Other Financing Sources (Uses)	-	-	-	-	20,516,505	5,235,529	13,910,441	8,674,912
SPECIAL ITEM								
Capital Lease Termination Costs	-	-	-	-	-	-	-	-
Net Change in Fund Balances	-	-	4,309	4,309	(5,086,113)	(21,562,766)	(12,918,743)	8,644,023
FUND BALANCES, January 1 - Restated	76,268	76,268	76,268	-	83,572,398	83,572,398	83,572,398	-
FUND BALANCES, December 31	76,268	76,268	80,577	4,309	78,486,285	62,009,632	70,653,655	8,644,023

City of Saint Paul, Minnesota
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2011

Schedule 8

	Special Projects - General Government	Citywide Major Events	Equal Opportunity and Economic Development	Media Services	Charitable Gambling Enforcement	Emergency Communications Center Consolidation	Special Projects Police	Fire Responsive Services
ASSETS								
Cash and Investments with Treasurer	620,200	-	-	569,604	94,029	-	3,606,387	1,367,175
Imprest Funds	-	-	-	-	1,500	-	51,000	-
Receivables								
Accounts (net of allowance for estimated uncollectible)	21,169	-	-	-	-	-	233,546	32,663
Assessments	-	-	-	-	-	-	-	-
Notes and Loans	-	-	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-	20,007	-
Due from Other Funds	50,376	-	300,177	-	-	23,860	161,335	-
Due from Component Units	49,377	-	-	-	-	-	-	-
Due from Other Governmental Units	347,928	1,180,323	-	-	-	978,163	1,400,208	1,464,943
Advance to Other Funds	-	-	-	-	-	-	-	-
Land Held for Resale	-	-	-	-	-	-	-	-
TOTAL ASSETS	1,089,050	1,180,323	300,177	569,604	95,529	1,002,023	5,472,483	2,864,781
LIABILITIES AND FUND BALANCES								
Liabilities								
Accrued Salaries Payable	14,237	-	11,459	-	2,183	164,263	139,435	26,322
Accounts Payable	497,873	-	16,124	1,692	1,108	-	174,411	33,698
Due to Other Funds	1,139	1,180,323	316,816	-	10,000	852,028	208,134	1,059,906
Due to Component Units	-	-	-	-	-	-	-	59,514
Due to Other Governmental Units	-	-	-	-	-	-	85,666	-
Advance from Other Funds	-	-	-	-	-	-	-	-
Deferred Revenue	60	-	-	-	-	-	15,160	17,945
Unearned Revenue	-	-	-	-	-	-	1,767,841	-
Total Liabilities	513,309	1,180,323	344,399	1,692	13,291	1,016,291	2,390,647	1,197,385
Fund Balances								
Restricted	-	-	-	120,163	-	-	2,702,872	950,500
Committed	-	-	-	447,749	10,797	-	327,964	63,394
Assigned	575,741	-	-	-	71,441	-	51,000	653,502
Unassigned	-	-	(44,222)	-	-	(14,268)	-	-
Total Fund Balances	575,741	-	(44,222)	567,912	82,238	(14,268)	3,081,836	1,667,396
TOTAL LIABILITIES AND FUND BALANCES	1,089,050	1,180,323	300,177	569,604	95,529	1,002,023	5,472,483	2,864,781

continued

City of Saint Paul, Minnesota
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2011

Schedule 8

	Right of Way Maintenance	Lighting Maintenance Assessment Districts	Solid Waste and Recycling	Special Projects - Division of Health	Municipal Stadium	Forestry Special	Como Campus	Special Recreation Activities	Municipal Athletic Programming	Charitable Gambling
ASSETS										
Cash and Investments with Treasurer	1,529,505	289,196	898,014	-	-	-	-	215,877	501,385	178,520
Imprest Funds	-	-	-	-	-	-	300	120	100	-
Receivables										
Accounts (net of allowance for estimated uncollectible)	209,176	-	-	-	59,150	5,435	522,817	11,334	3,617	-
Assessments	14,273,686	10,689	3,783,894	-	-	-	-	-	-	-
Notes and Loans	-	-	361,427	-	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-	-	-	2,431	976
Due from Other Funds	117,575	-	-	-	-	812,021	-	3,123	-	-
Due from Component Units	37,957	-	-	-	-	-	-	-	-	-
Due from Other Governmental Units	1,291,491	245	61,758	734,076	-	-	82,825	-	-	-
Advance to Other Funds	78,800	-	-	-	-	-	-	-	-	-
Land Held for Resale	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	17,538,190	300,130	5,105,093	734,076	59,150	817,456	605,942	230,454	507,533	179,496
LIABILITIES AND FUND BALANCES										
Liabilities										
Accrued Salaries Payable	218,995	-	2,414	92,697	2,634	62,412	76,806	19,113	5,236	-
Accounts Payable	143,728	-	246	-	4,757	7,521	36,918	40,136	88	-
Due to Other Funds	2,785,598	50,514	-	560,937	201,162	1,519,665	1,996,955	15	-	4,548
Due to Component Units	1,431	-	-	-	-	-	-	-	-	-
Due to Other Governmental Units	-	-	-	26,945	-	-	-	-	-	-
Advance from Other Funds	366,446	-	-	-	-	-	-	-	-	-
Deferred Revenue	2,865,518	10,688	3,783,894	-	-	-	-	-	1,039	417
Unearned Revenue	-	-	-	-	-	-	-	-	-	-
Total Liabilities	6,381,716	61,202	3,786,554	680,579	208,553	1,589,598	2,110,679	59,264	6,363	4,965
Fund Balances										
Restricted	105,925	238,928	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	65,007	143,687	13,040
Assigned	11,050,549	-	1,318,539	53,497	-	-	-	106,183	357,483	161,491
Unassigned	-	-	-	-	(149,403)	(772,142)	(1,504,737)	-	-	-
Total Fund Balances	11,156,474	238,928	1,318,539	53,497	(149,403)	(772,142)	(1,504,737)	171,190	501,170	174,531
TOTAL LIABILITIES AND FUND BALANCES	17,538,190	300,130	5,105,093	734,076	59,150	817,456	605,942	230,454	507,533	179,496

continued

City of Saint Paul, Minnesota
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2011

Schedule 8

	Debt - Capital Improvement	Parks and Recreation Opportunity	Parks and Recreation Grants and Aids	Library Agency Revenues and Grants	Rella Havens Memorial Fund	Community Development Block Grant	State Grant Programs	HRA Federal and State Programs	Total Nonmajor Special Revenue Funds
ASSETS									
Cash and Investments with Treasurer	534,222	275,841	1,158,982	1,814,444	455,794	-	-	43,533	14,152,708
Imprest Funds	-	-	-	-	-	-	-	-	53,020
Receivables									
Accounts (net of allowance for estimated uncollectible)	-	12,375	3,771	10,868	-	-	127,444	1,162	1,254,527
Assessments	-	-	-	-	-	-	-	-	18,068,269
Notes and Loans	-	-	-	-	-	3,090,275	142,271	3,835,006	7,428,979
Accrued Interest	1,255	427	-	-	2,570	32,315	968	105,081	166,030
Due from Other Funds	-	-	-	-	-	-	1,904	-	1,470,371
Due from Component Units	-	-	-	-	-	-	-	-	87,334
Due from Other Governmental Units	-	-	-	-	-	1,003,554	6,120,692	172,468	14,838,674
Advance to Other Funds	-	-	-	-	-	-	-	-	78,800
Land Held for Resale	-	-	-	-	-	2,544,933	5,858,607	-	8,403,540
TOTAL ASSETS	535,477	288,643	1,162,753	1,825,312	458,364	6,671,077	12,251,886	4,157,250	66,002,252
LIABILITIES AND FUND BALANCES									
Liabilities									
Accrued Salaries Payable	-	-	29,058	409	-	-	-	-	867,673
Accounts Payable	-	88	9,799	201,330	12,729	253,584	228,324	33,217	1,697,371
Due to Other Funds	-	4,005	3,180	21,922	-	749,970	2,915,828	27,779	14,470,424
Due to Component Units	-	-	-	-	-	-	-	-	60,945
Due to Other Governmental Units	-	-	-	-	-	-	50,791	-	163,402
Advance from Other Funds	-	-	-	-	-	-	1,750,000	-	2,116,446
Deferred Revenue	537	183	-	-	1,099	-	5,858,706	-	12,555,246
Unearned Revenue	-	-	-	-	-	5,667,523	322,901	4,096,254	11,854,519
Total Liabilities	537	4,276	42,037	223,661	13,828	6,671,077	11,126,550	4,157,250	43,786,026
Fund Balances									
Restricted	534,940	-	1,009,779	-	-	-	1,125,336	-	6,788,443
Committed	-	-	110,937	260,788	-	-	-	-	1,443,363
Assigned	-	284,367	-	1,340,863	444,536	-	-	-	16,469,192
Unassigned	-	-	-	-	-	-	-	-	(2,484,772)
Total Fund Balances	534,940	284,367	1,120,716	1,601,651	444,536	-	1,125,336	-	22,216,226
TOTAL LIABILITIES AND FUND BALANCES	535,477	288,643	1,162,753	1,825,312	458,364	6,671,077	12,251,886	4,157,250	66,002,252

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN
 FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 9

	Special Projects - General Government	Citywide Major Events	Equal Opportunity and Economic Development	Media Services	Charitable Gambling Enforcement	Emergency Communications Center Consolidation	Special Projects Police	Fire Responsive Services	Right of Way Maintenance
REVENUES									
Taxes									
Hotel-Motel Tax	1,617,718	-	-	-	-	-	-	-	-
Total Taxes	1,617,718	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	106,228	-	230,952	-	-
Intergovernmental Revenue	407,643	1,168,109	-	-	-	-	5,884,604	2,984,552	3,971,153
Fees, Sales and Services	1,599	69,822	1,500	-	-	6,022,492	2,439,266	38,616	1,697,613
Assessments	-	-	-	-	-	-	-	-	18,015,833
Investment Income									
Interest Earned on Investments	536,172	-	-	-	-	-	104,467	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	85,334	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-	-
Miscellaneous Revenue									
Program Income	-	-	-	-	-	-	-	-	-
Other	199,505	-	-	102,625	-	-	786,715	104,832	7,274
Total Revenues	2,762,637	1,237,931	1,500	102,625	106,228	6,022,492	9,531,338	3,128,000	23,691,873
EXPENDITURES									
Current									
General Government	2,910,331	1,237,931	498,104	145,304	83,849	-	-	-	-
Public Safety	-	-	-	-	-	5,381,113	7,689,041	2,109,527	-
Highways and Streets	-	-	-	-	-	-	-	-	22,956,640
Sanitation	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-	-
Housing and Economic Development	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	2,186,574	965,298	244,677
Debt Service									
Interest - Other Debt	-	-	-	-	-	-	-	-	23,514
Total Expenditures	2,910,331	1,237,931	498,104	145,304	83,849	5,381,113	9,875,615	3,074,825	23,224,831
Excess (Deficiency) of Revenues Over (Under) Expenditures	(147,694)	-	(496,604)	(42,679)	22,379	641,379	(344,277)	53,175	467,042
OTHER FINANCING SOURCES (USES)									
Transfers In	50,376	-	443,767	-	-	-	650,570	-	1,063,490
Transfers Out	-	-	-	-	(11,582)	(14,844)	(320,804)	(46,215)	(1,426,929)
Sale of Capital Assets	-	-	-	-	-	-	-	9,110	2,323
Capital Lease	-	-	-	-	-	-	1,000,000	950,500	-
Total Other Financing Sources (Uses)	50,376	-	443,767	-	(11,582)	(14,844)	1,329,766	913,395	(361,116)
Net Change in Fund Balances	(97,318)	-	(52,837)	(42,679)	10,797	626,535	985,489	966,570	105,926
FUND BALANCES, January 1 - Restated	673,059	-	8,615	610,591	71,441	(640,803)	2,096,347	700,826	11,050,548
FUND BALANCES, December 31	575,741	-	(44,222)	567,912	82,238	(14,268)	3,081,836	1,667,396	11,156,474

continued

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN
 FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 9

	Lighting Maintenance Assessment Districts	Solid Waste and Recycling	Special Projects - Division of Health	Municipal Stadium	Forestry Special	Como Campus	Special Recreation Activities	Municipal Athletic Programming	Charitable Gambling
REVENUES									
Taxes									
Hotel-Motel Tax	-	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	631,359	-	-	202,034	281,412	-	-	-
Fees, Sales and Services	-	-	3,464,551	234,393	6,299	1,176,906	1,689,566	603,864	8,181
Assessments	238,067	3,246,512	-	-	3,230,142	-	-	-	-
Investment Income									
Interest Earned on Investments	-	-	-	-	-	-	-	7,813	5,020
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	11,642	4,387
Interest Earned - Other	-	24,805	-	-	-	-	-	-	-
Miscellaneous Revenue									
Program Income	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	158	1,724,802	17,806	1,932	-
Total Revenues	238,067	3,902,676	3,464,551	234,393	3,438,633	3,183,120	1,707,372	625,251	17,588
EXPENDITURES									
Current									
General Government	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-
Highways and Streets	199,560	-	-	-	-	-	-	-	-
Sanitation	-	3,728,012	-	-	-	-	-	-	-
Health	-	-	3,464,551	-	-	-	-	-	-
Culture and Recreation	-	-	-	449,386	3,739,183	4,159,067	1,802,266	489,379	4,548
Housing and Economic Development	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-
Debt Service									
Interest - Other Debt	-	-	-	-	-	-	-	-	-
Total Expenditures	199,560	3,728,012	3,464,551	449,386	3,739,183	4,159,067	1,802,266	489,379	4,548
Excess (Deficiency) of Revenues Over (Under) Expenditures	38,507	174,664	-	(214,993)	(300,550)	(975,947)	(94,894)	135,872	13,040
OTHER FINANCING SOURCES (USES)									
Transfers In	-	7,191	-	103,261	105,179	407,489	12,932	-	-
Transfers Out	(1,633)	(426,000)	-	-	(17,962)	(106,832)	(67,635)	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(1,633)	(418,809)	-	103,261	87,217	300,657	(54,703)	-	-
Net Change in Fund Balances	36,874	(244,145)	-	(111,732)	(213,333)	(675,290)	(149,597)	135,872	13,040
FUND BALANCES, January 1 - Restated	202,054	1,562,684	53,497	(37,671)	(558,809)	(829,447)	320,787	365,298	161,491
FUND BALANCES, December 31	238,928	1,318,539	53,497	(149,403)	(772,142)	(1,504,737)	171,190	501,170	174,531

continued

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN
 FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

	Debt - Capital Improvement	Parks and Recreation Opportunity	Parks and Recreation Grants and Aids	Library Agency Revenues and Grants	Rella Havens Memorial Fund	Community Development Block Grant	State Grant Programs	HRA Federal and State Programs	Total Nonmajor Special Revenue Funds
REVENUES									
Taxes									
Hotel-Motel Tax	-	-	-	-	-	-	-	-	1,617,718
Total Taxes	-	-	-	-	-	-	-	-	1,617,718
Licenses and Permits	65,269	-	-	-	-	-	-	-	402,449
Intergovernmental Revenue	-	-	2,303,865	292,069	-	9,486,283	12,341,197	3,362,328	43,316,608
Fees, Sales and Services	960	-	10,613	371,152	-	-	-	12,966	17,850,359
Assessments	-	-	-	-	-	-	-	-	24,730,554
Investment Income									
Interest Earned on Investments	6,799	2,210	-	-	13,344	-	-	-	675,825
Increase (Decrease) in Fair Value of Investments	5,260	2,002	-	-	11,224	-	(4,083)	-	115,766
Interest Earned - Other	-	-	-	-	-	-	2,496	8,486	35,787
Miscellaneous Revenue									
Program Income	-	-	-	-	-	579,604	-	-	579,604
Other	3,600	86,716	317,153	633,796	-	-	1,075,560	44,926	5,107,400
Total Revenues	81,888	90,928	2,631,631	1,297,017	24,568	10,065,887	13,415,170	3,428,706	94,432,070
EXPENDITURES									
Current									
General Government	-	-	-	-	-	-	-	-	4,875,519
Public Safety	-	-	-	-	-	-	-	-	15,179,681
Highways and Streets	-	-	-	-	-	-	-	-	23,156,200
Sanitation	-	-	-	-	-	-	-	-	3,728,012
Health	-	-	-	-	-	-	-	-	3,464,551
Culture and Recreation	3,167	96,201	2,572,395	1,029,437	26,356	-	-	-	14,371,385
Housing and Economic Development	-	-	-	-	-	8,899,529	13,221,094	3,435,808	25,556,431
Capital Outlay	1,888	-	13,040	98,697	-	-	-	-	3,510,174
Debt Service									
Interest - Other Debt	-	-	-	-	-	-	-	-	23,514
Total Expenditures	5,055	96,201	2,585,435	1,128,134	26,356	8,899,529	13,221,094	3,435,808	93,865,467
Excess (Deficiency) of Revenues Over (Under) Expenditures	76,833	(5,273)	46,196	168,883	(1,788)	1,166,358	194,076	(7,102)	566,603
OTHER FINANCING SOURCES (USES)									
Transfers In	34,540	-	606,608	-	-	191,430	-	7,102	3,683,935
Transfers Out	-	-	(762,710)	-	-	(1,357,788)	-	-	(4,560,934)
Sale of Capital Assets	-	-	-	-	-	-	-	-	11,433
Capital Lease	-	-	-	-	-	-	-	-	1,950,500
Total Other Financing Sources (Uses)	34,540	-	(156,102)	-	-	(1,166,358)	-	7,102	1,084,934
Net Change in Fund Balances	111,373	(5,273)	(109,906)	168,883	(1,788)	-	194,076	-	1,651,537
FUND BALANCES, January 1 - Restated	423,567	289,640	1,230,622	1,432,768	446,324	-	931,260	-	20,564,689
FUND BALANCES, December 31	534,940	284,367	1,120,716	1,601,651	444,536	-	1,125,336	-	22,216,226

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 10

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

	Special Projects - General Government				Citywide Major Events			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	1,467,063	1,467,063	1,617,718	150,655	-	-	-	-
Total Taxes	1,467,063	1,467,063	1,617,718	150,655	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	294,819	431,302	407,643	(23,659)	-	-	1,168,109	1,168,109
Fees, Sales and Services	-	-	1,599	1,599	-	-	69,822	69,822
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	450,000	450,000	536,172	86,172	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	287,559	287,559	199,505	(88,054)	-	-	-	-
Total Revenues	2,499,441	2,635,924	2,762,637	126,713	-	-	1,237,931	1,237,931
EXPENDITURES								
Current								
General Government	2,719,801	2,806,284	2,910,331	(104,047)	-	-	1,237,931	(1,237,931)
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	12,283	62,283	-	62,283	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	2,732,084	2,868,567	2,910,331	(41,764)	-	-	1,237,931	(1,237,931)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(232,643)	(232,643)	(147,694)	84,949	-	-	-	-
OTHER FINANCING SOURCES (USES)								
Transfers In	50,376	50,376	50,376	-	-	-	-	-
Transfers Out	(2,488)	(2,488)	-	2,488	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	47,888	47,888	50,376	2,488	-	-	-	-
Net Change in Fund Balances	(184,755)	(184,755)	(97,318)	87,437	-	-	-	-
FUND BALANCES, January 1 - Restated	673,059	673,059	673,059	-	-	-	-	-
FUND BALANCES, December 31	488,304	488,304	575,741	87,437	-	-	-	-

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2011**

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	Equal Opportunity and Economic Development				Media Services			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	27,001	27,001	1,500	(25,501)	-	-	-	-
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	104,500	104,500	102,625	(1,875)
Total Revenues	27,001	27,001	1,500	(25,501)	104,500	104,500	102,625	(1,875)
EXPENDITURES								
Current								
General Government	689,134	689,134	498,104	191,030	348,500	348,500	145,304	203,196
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	689,134	689,134	498,104	191,030	348,500	348,500	145,304	203,196
Excess (Deficiency) of Revenues Over (Under) Expenditures	(662,133)	(662,133)	(496,604)	165,529	(244,000)	(244,000)	(42,679)	201,321
OTHER FINANCING SOURCES (USES)								
Transfers In	662,133	662,133	443,767	(218,366)	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	662,133	662,133	443,767	(218,366)	-	-	-	-
Net Change in Fund Balances	-	-	(52,837)	(52,837)	(244,000)	(244,000)	(42,679)	201,321
FUND BALANCES, January 1 - Restated	8,615	8,615	8,615	-	610,591	610,591	610,591	-
FUND BALANCES, December 31	8,615	8,615	(44,222)	(52,837)	366,591	366,591	567,912	201,321

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 10

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

	Charitable Gambling Enforcement				Emergency Communications Center Consolidation			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	108,305	108,305	106,228	(2,077)	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	-	-	-	-	5,336,923	5,336,923	6,022,492	685,569
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	-	-	-	-
Total Revenues	108,305	108,305	106,228	(2,077)	5,336,923	5,336,923	6,022,492	685,569
EXPENDITURES								
Current								
General Government	96,723	96,723	83,849	12,874	-	-	-	-
Public Safety	-	-	-	-	5,320,148	5,320,148	5,381,113	(60,965)
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	96,723	96,723	83,849	12,874	5,320,148	5,320,148	5,381,113	(60,965)
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,582	11,582	22,379	10,797	16,775	16,775	641,379	624,604
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(11,582)	(11,582)	(11,582)	-	(16,775)	(16,775)	(14,844)	1,931
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(11,582)	(11,582)	(11,582)	-	(16,775)	(16,775)	(14,844)	1,931
Net Change in Fund Balances	-	-	10,797	10,797	-	-	626,535	626,535
FUND BALANCES, January 1 - Restated	71,441	71,441	71,441	-	(640,803)	(640,803)	(640,803)	-
FUND BALANCES, December 31	71,441	71,441	82,238	10,797	(640,803)	(640,803)	(14,268)	626,535

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**

Schedule 10

**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2011**

	Special Projects Police				Fire Responsive Services			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	200,000	200,000	230,952	30,952	-	-	-	-
Intergovernmental Revenue	5,781,063	7,475,026	5,884,604	(1,590,422)	1,852,850	5,438,815	2,984,552	(2,454,263)
Fees, Sales and Services	1,722,944	2,088,301	2,439,266	350,965	2,000	2,000	38,616	36,616
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	33,341	33,341	104,467	71,126	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	85,334	85,334	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	823,945	823,945	786,715	(37,230)	93,200	128,200	104,832	(23,368)
Total Revenues	8,561,293	10,620,613	9,531,338	(1,089,275)	1,948,050	5,569,015	3,128,000	(2,441,015)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	8,536,041	9,966,342	7,689,041	2,277,301	2,853,925	5,257,756	2,109,527	3,148,229
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	2,501,905	3,152,508	2,186,574	965,934	2,030,173	3,252,507	965,298	2,287,209
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	11,037,946	13,118,850	9,875,615	3,243,235	4,884,098	8,510,263	3,074,825	5,435,438
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,476,653)	(2,498,237)	(344,277)	2,153,960	(2,936,048)	(2,941,248)	53,175	2,994,423
OTHER FINANCING SOURCES (USES)								
Transfers In	1,109,325	1,098,909	650,570	(448,339)	-	-	-	-
Transfers Out	(364,293)	(364,293)	(320,804)	43,489	(46,215)	(46,215)	(46,215)	-
Sale of Capital Assets	-	-	-	-	-	-	9,110	9,110
Capital Lease	1,000,000	1,000,000	1,000,000	-	950,496	950,496	950,500	4
Total Other Financing Sources (Uses)	1,745,032	1,734,616	1,329,766	(404,850)	904,281	904,281	913,395	9,114
Net Change in Fund Balances	(731,621)	(763,621)	985,489	1,749,110	(2,031,767)	(2,036,967)	966,570	3,003,537
FUND BALANCES, January 1 - Restated	2,096,347	2,096,347	2,096,347	-	700,826	700,826	700,826	-
FUND BALANCES, December 31	1,364,726	1,332,726	3,081,836	1,749,110	(1,330,941)	(1,336,141)	1,667,396	3,003,537

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2011**

Schedule 10

	Right of Way Maintenance				Lighting Maintenance Assessment Districts			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	3,592,731	3,592,731	3,971,153	378,422	-	-	-	-
Fees, Sales and Services	1,888,000	1,888,000	1,697,613	(190,387)	-	-	-	-
Assessments	17,514,608	17,514,608	18,015,833	501,225	205,000	205,000	238,067	33,067
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	39,400	39,400	7,274	(32,126)	-	-	-	-
Total Revenues	23,034,739	23,034,739	23,691,873	657,134	205,000	205,000	238,067	33,067
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	22,045,671	22,045,671	22,956,640	(910,969)	212,735	212,735	199,560	13,175
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	466,160	466,160	244,677	221,483	-	-	-	-
Debt Service								
Interest - Other Debt	-	-	23,514	(23,514)	-	-	-	-
Total Expenditures	22,511,831	22,511,831	23,224,831	(713,000)	212,735	212,735	199,560	13,175
Excess (Deficiency) of Revenues Over (Under) Expenditures	522,908	522,908	467,042	(55,866)	(7,735)	(7,735)	38,507	46,242
OTHER FINANCING SOURCES (USES)								
Transfers In	1,063,490	1,063,490	1,063,490	-	-	-	-	-
Transfers Out	(1,433,308)	(1,433,308)	(1,426,929)	6,379	(1,633)	(1,633)	(1,633)	-
Sale of Capital Assets	-	-	2,323	2,323	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(369,818)	(369,818)	(361,116)	8,702	(1,633)	(1,633)	(1,633)	-
Net Change in Fund Balances	153,090	153,090	105,926	(47,164)	(9,368)	(9,368)	36,874	46,242
FUND BALANCES, January 1 - Restated	11,050,548	11,050,548	11,050,548	-	202,054	202,054	202,054	-
FUND BALANCES, December 31	11,203,638	11,203,638	11,156,474	(47,164)	192,686	192,686	238,928	46,242

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

	Solid Waste and Recycling				Special Projects - Division of Health			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	597,750	597,750	631,359	33,609	-	-	-	-
Fees, Sales and Services	-	-	-	-	3,640,739	3,640,739	3,464,551	(176,188)
Assessments	3,205,360	3,205,360	3,246,512	41,152	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	30,329	30,329	24,805	(5,524)	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	-	-	-	-
Total Revenues	3,833,439	3,833,439	3,902,676	69,237	3,640,739	3,640,739	3,464,551	(176,188)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	3,800,360	4,144,643	3,728,012	416,631	-	-	-	-
Health	-	-	-	-	3,640,739	3,640,739	3,464,551	176,188
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	3,800,360	4,144,643	3,728,012	416,631	3,640,739	3,640,739	3,464,551	176,188
Excess (Deficiency) of Revenues Over (Under) Expenditures	33,079	(311,204)	174,664	485,868	-	-	-	-
OTHER FINANCING SOURCES (USES)								
Transfers In	7,191	7,191	7,191	-	-	-	-	-
Transfers Out	(426,000)	(426,000)	(426,000)	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(418,809)	(418,809)	(418,809)	-	-	-	-	-
Net Change in Fund Balances	(385,730)	(730,013)	(244,145)	485,868	-	-	-	-
FUND BALANCES, January 1 - Restated	1,562,684	1,562,684	1,562,684	-	53,497	53,497	53,497	-
FUND BALANCES, December 31	1,176,954	832,671	1,318,539	485,868	53,497	53,497	53,497	-

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES**

Schedule 10

**BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS**
 For the Fiscal Year Ended December 31, 2011

	Municipal Stadium				Forestry Special			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	60,000	202,034	142,034
Fees, Sales and Services	455,893	455,893	234,393	(221,500)	-	-	6,299	6,299
Assessments	-	-	-	-	3,230,142	3,230,142	3,230,142	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	-	-	158	158
Total Revenues	455,893	455,893	234,393	(221,500)	3,230,142	3,290,142	3,438,633	148,491
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	479,189	479,189	449,386	29,803	3,689,735	3,749,735	3,739,183	10,552
Capital Outlay	14,900	14,900	-	14,900	-	-	-	-
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	494,089	494,089	449,386	44,703	3,689,735	3,749,735	3,739,183	10,552
Excess (Deficiency) of Revenues Over (Under) Expenditures	(38,196)	(38,196)	(214,993)	(176,797)	(459,593)	(459,593)	(300,550)	159,043
OTHER FINANCING SOURCES (USES)								
Transfers In	43,261	43,261	103,261	60,000	200,000	200,000	105,179	(94,821)
Transfers Out	(1,277)	(1,277)	-	1,277	-	-	(17,962)	(17,962)
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	41,984	41,984	103,261	61,277	200,000	200,000	87,217	(112,783)
Net Change in Fund Balances	3,788	3,788	(111,732)	(115,520)	(259,593)	(259,593)	(213,333)	46,260
FUND BALANCES, January 1 -Restated	(37,671)	(37,671)	(37,671)	-	(558,809)	(558,809)	(558,809)	-
FUND BALANCES, December 31	(33,883)	(33,883)	(149,403)	(115,520)	(818,402)	(818,402)	(772,142)	46,260

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 10

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

	Como Campus				Special Recreation Activities			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	215,687	377,971	281,412	(96,559)	-	-	-	-
Fees, Sales and Services	1,557,962	1,557,962	1,176,906	(381,056)	1,657,187	1,657,187	1,689,566	32,379
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	1,947,330	1,947,330	1,724,802	(222,528)	-	-	17,806	17,806
Total Revenues	3,720,979	3,883,263	3,183,120	(700,143)	1,657,187	1,657,187	1,707,372	50,185
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	4,013,382	4,112,382	4,159,067	(46,685)	1,520,210	1,670,210	1,802,266	(132,056)
Capital Outlay	21,321	84,605	-	84,605	-	-	-	-
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	4,034,703	4,196,987	4,159,067	37,920	1,520,210	1,670,210	1,802,266	(132,056)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(313,724)	(313,724)	(975,947)	(662,223)	136,977	(13,023)	(94,894)	(81,871)
OTHER FINANCING SOURCES (USES)								
Transfers In	407,489	407,489	407,489	-	-	-	12,932	12,932
Transfers Out	(106,832)	(106,832)	(106,832)	-	-	-	(67,635)	(67,635)
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	300,657	300,657	300,657	-	-	-	(54,703)	(54,703)
Net Change in Fund Balances	(13,067)	(13,067)	(675,290)	(662,223)	136,977	(13,023)	(149,597)	(136,574)
FUND BALANCES, January 1 -Restated	(829,447)	(829,447)	(829,447)	-	320,787	320,787	320,787	-
FUND BALANCES, December 31	(842,514)	(842,514)	(1,504,737)	(662,223)	457,764	307,764	171,190	(136,574)

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 10

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

	Municipal Athletic Programming				Charitable Gambling			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	449,500	449,500	603,864	154,364	20,000	20,000	8,181	(11,819)
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	7,813	7,813	-	-	5,020	5,020
Increase (Decrease) in Fair Value of Investments	-	-	11,642	11,642	-	-	4,387	4,387
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	4,000	4,000	1,932	(2,068)	-	-	-	-
Total Revenues	453,500	453,500	625,251	171,751	20,000	20,000	17,588	(2,412)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	496,275	496,275	489,379	6,896	25,000	25,000	4,548	20,452
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	496,275	496,275	489,379	6,896	25,000	25,000	4,548	20,452
Excess (Deficiency) of Revenues Over (Under) Expenditures	(42,775)	(42,775)	135,872	178,647	(5,000)	(5,000)	13,040	18,040
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-
Net Change in Fund Balances	(42,775)	(42,775)	135,872	178,647	(5,000)	(5,000)	13,040	18,040
FUND BALANCES, January 1 -Restated	365,298	365,298	365,298	-	161,491	161,491	161,491	-
FUND BALANCES, December 31	322,523	322,523	501,170	178,647	156,491	156,491	174,531	18,040

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 10

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

	Debt - Capital Improvement				Parks and Recreation Opportunity			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	65,269	65,269	-	-	-	-
Intergovernmental Revenue	200,000	200,000	-	(200,000)	-	-	-	-
Fees, Sales and Services	-	-	960	960	7,297	7,297	-	(7,297)
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	6,799	6,799	-	-	2,210	2,210
Increase (Decrease) in Fair Value of Investments	-	-	5,260	5,260	-	-	2,002	2,002
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	3,600	3,600	170,433	170,433	86,716	(83,717)
Total Revenues	200,000	200,000	81,888	(118,112)	177,730	177,730	90,928	(86,802)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	3,167	(3,167)	252,704	252,704	96,201	156,503
Capital Outlay	200,000	200,000	1,888	198,112	10,000	10,000	-	10,000
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	200,000	200,000	5,055	194,945	262,704	262,704	96,201	166,503
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	76,833	76,833	(84,974)	(84,974)	(5,273)	79,701
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	34,540	34,540	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	34,540	34,540	-	-	-	-
Net Change in Fund Balances	-	-	111,373	111,373	(84,974)	(84,974)	(5,273)	79,701
FUND BALANCES, January 1 -Restated	423,567	423,567	423,567	-	289,640	289,640	289,640	-
FUND BALANCES, December 31	423,567	423,567	534,940	111,373	204,666	204,666	284,367	79,701

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES**

Schedule 10

**BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS**
 For the Fiscal Year Ended December 31, 2011

	Parks and Recreation Grant and Aids				Library Agency Revenues and Grants			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	3,183,598	3,479,723	2,303,865	(1,175,858)	259,270	259,270	292,069	32,799
Fees, Sales and Services	29,067	29,067	10,613	(18,454)	410,874	410,874	371,152	(39,722)
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	273,193	277,593	317,153	39,560	775,034	775,034	633,796	(141,238)
Total Revenues	3,485,858	3,786,383	2,631,631	(1,154,752)	1,445,178	1,445,178	1,297,017	(148,161)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	2,935,821	3,486,696	2,572,395	914,301	1,137,763	1,137,763	1,029,437	108,326
Capital Outlay	329,701	329,701	13,040	316,661	436,437	436,437	98,697	337,740
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	3,265,522	3,816,397	2,585,435	1,230,962	1,574,200	1,574,200	1,128,134	446,066
Excess (Deficiency) of Revenues Over (Under) Expenditures	220,336	(30,014)	46,196	76,210	(129,022)	(129,022)	168,883	297,905
OTHER FINANCING SOURCES (USES)								
Transfers In	476,465	501,815	606,608	104,793	-	-	-	-
Transfers Out	(762,710)	(762,710)	(762,710)	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(286,245)	(260,895)	(156,102)	104,793	-	-	-	-
Net Change in Fund Balances	(65,909)	(290,909)	(109,906)	181,003	(129,022)	(129,022)	168,883	297,905
FUND BALANCES, January 1 -Restated	1,230,622	1,230,622	1,230,622	-	1,432,768	1,432,768	1,432,768	-
FUND BALANCES, December 31	1,164,713	939,713	1,120,716	181,003	1,303,746	1,303,746	1,601,651	297,905

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 10

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2011

	Rella Havens Memorial Fund				Total			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Hotel-Motel Tax	-	-	-	-	1,467,063	1,467,063	1,617,718	150,655
Total Taxes	-	-	-	-	1,467,063	1,467,063	1,617,718	150,655
Licenses and Permits	-	-	-	-	308,305	308,305	402,449	94,144
Intergovernmental Revenue	-	-	-	-	15,977,768	21,912,588	18,126,800	(3,785,788)
Fees, Sales and Services	-	-	-	-	17,205,387	17,570,744	17,837,393	266,649
Assessments	-	-	-	-	24,155,110	24,155,110	24,730,554	575,444
Investment Income								
Interest Earned on Investments	20,016	20,016	13,344	(6,672)	503,357	503,357	675,825	172,468
Increase (Decrease) in Fair Value of Investments	-	-	11,224	11,224	-	-	119,849	119,849
Interest Earned - Other	-	-	-	-	30,329	30,329	24,805	(5,524)
Miscellaneous Revenue - Other	-	-	-	-	4,518,594	4,557,994	3,986,914	(571,080)
Total Revenues	20,016	20,016	24,568	4,552	64,165,913	70,505,490	67,522,307	(2,983,183)
EXPENDITURES								
Current								
General Government	-	-	-	-	3,854,158	3,940,641	4,875,519	(934,878)
Public Safety	-	-	-	-	16,710,114	20,544,246	15,179,681	5,364,565
Highways and Streets	-	-	-	-	22,258,406	22,258,406	23,156,200	(897,794)
Sanitation	-	-	-	-	3,800,360	4,144,643	3,728,012	416,631
Health	-	-	-	-	3,640,739	3,640,739	3,464,551	176,188
Culture and Recreation	27,516	27,516	26,356	1,160	14,577,595	15,437,470	14,371,385	1,066,085
Capital Outlay	-	-	-	-	6,022,880	8,009,101	3,510,174	4,498,927
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	23,514	(23,514)
Total Expenditures	27,516	27,516	26,356	1,160	70,864,252	77,975,246	68,309,036	9,666,210
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,500)	(7,500)	(1,788)	5,712	(6,698,339)	(7,469,756)	(786,729)	6,683,027
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	4,019,730	4,034,664	3,485,403	(549,261)
Transfers Out	-	-	-	-	(3,173,113)	(3,173,113)	(3,203,146)	(30,033)
Sale of Capital Assets	-	-	-	-	-	-	11,433	11,433
Capital Lease	-	-	-	-	1,950,496	1,950,496	1,950,500	4
Total Other Financing Sources (Uses)	-	-	-	-	2,797,113	2,812,047	2,244,190	(567,857)
Net Change in Fund Balances	(7,500)	(7,500)	(1,788)	5,712	(3,901,226)	(4,657,709)	1,457,461	6,115,170
FUND BALANCES, January 1 -Restated	446,324	446,324	446,324	-	19,633,429	19,633,429	19,633,429	-
FUND BALANCES, December 31	438,824	438,824	444,536	5,712	15,732,203	14,975,720	21,090,890	6,115,170
					FUND BALANCES, Multi-Year Funds		1,125,336	
					FUND BALANCES, December 31		22,216,226	

City of Saint Paul, Minnesota
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
 December 31, 2011

Schedule 11

	G.O. Special Assessment - Streets	City Revenue Bonds and Other Long-Term Debt	Library Debt	Revenue Notes and Other Long-Term Debt	Total Nonmajor Debt Service Funds
ASSETS					
Cash and Investments with Treasurer	9,670,117	-	637,647	397,118	10,704,882
Cash and Investments with Trustees	-	6,225,948	-	-	6,225,948
Receivables					
Property Taxes - Due from Ramsey County	463,874	-	-	-	463,874
Assessments	14,773,783	-	-	-	14,773,783
Accrued Interest	99,289	21,064	296	2,053	122,702
Due from Component Units	-	-	-	243,765	243,765
Due from Other Governmental Units	59,964	-	-	-	59,964
TOTAL ASSETS	25,067,027	6,247,012	637,943	642,936	32,594,918
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	198	-	-	-	198
Due to Other Funds	991	-	-	540,000	540,991
Deferred Revenue	14,816,232	20,785	126	878	14,838,021
Total Liabilities	14,817,421	20,785	126	540,878	15,379,210
Fund Balances					
Restricted	10,249,606	6,226,227	637,817	102,058	17,215,708
Total Fund Balances	10,249,606	6,226,227	637,817	102,058	17,215,708
TOTAL LIABILITIES AND FUND BALANCES	25,067,027	6,247,012	637,943	642,936	32,594,918

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN
 FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 12

	G.O. Special Assessment - Streets	City Revenue Bonds and Other Long-Term Debt	Library Debt	Revenue Notes and Other Long-Term Debt	Total Nonmajor Debt Service Funds
REVENUES					
Taxes					
Property Taxes					
Current Taxpayer	2,078,600	-	691,050	-	2,769,650
Hotel-Motel Tax	-	-	-	27,108	27,108
Total Taxes	2,078,600	-	691,050	27,108	2,796,758
Intergovernmental Revenue	187,024	-	-	-	187,024
Fees, Sales and Services	-	3,500,000	-	-	3,500,000
Assessments	3,383,209	-	-	-	3,383,209
Investment Income					
Interest Earned on Investments	555,489	116,388	5,384	12,734	689,995
Increase (Decrease) in Fair Value of Investments	393,867	-	1,081	8,173	403,121
Interest Earned - Other	-	-	-	5,226	5,226
Miscellaneous Revenue - Other	-	4,142,802	-	323,765	4,466,567
Total Revenues	6,598,189	7,759,190	697,515	377,006	15,431,900
EXPENDITURES					
Current					
General Government	-	1,480,522	-	-	1,480,522
Debt Service					
Bond Principal	4,935,000	3,065,000	200,000	-	8,200,000
Other Debt Principal	-	2,000,000	-	1,584,121	3,584,121
Interest - Bonds	3,014,835	4,650,648	505,050	-	8,170,533
Interest - Other Debt	-	-	-	303,653	303,653
Total Expenditures	7,949,835	11,196,170	705,050	1,887,774	21,738,829
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,351,646)	(3,436,980)	(7,535)	(1,510,768)	(6,306,929)
OTHER FINANCING SOURCES (USES)					
Transfers In	1,040,000	13,550,718	-	1,548,544	16,139,262
Transfers Out	-	(9,881,646)	-	(540,000)	(10,421,646)
Premium on Bonds Issued	224,490	-	-	-	224,490
Total Other Financing Sources (Uses)	1,264,490	3,669,072	-	1,008,544	5,942,106
Net Change in Fund Balances	(87,156)	232,092	(7,535)	(502,224)	(364,823)
FUND BALANCES, January 1	10,336,762	5,994,135	645,352	604,282	17,580,531
FUND BALANCES, December 31	10,249,606	6,226,227	637,817	102,058	17,215,708

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 13

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 DEBT SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

	General Debt Service				HRA General Debt Service			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	6,913,394	6,913,394	7,537,343	623,949	-	-	-	-
Current Tax Increment	-	-	-	-	9,941,820	9,941,820	9,246,863	(694,957)
Delinquent Taxpayer	100,000	100,000	144,681	44,681	-	-	(876,439)	(876,439)
City Sales Tax	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	7,013,394	7,013,394	7,682,024	668,630	9,941,820	9,941,820	8,370,424	(1,571,396)
Intergovernmental Revenue	100,749	100,749	513,265	412,516	66,765	66,765	74,672	7,907
Fees, Sales and Services	80,000	80,000	176,750	96,750	-	-	-	-
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	210,000	210,000	608,913	398,913	266,000	266,000	517,384	251,384
Increase (Decrease) in Fair Value of Investments	-	-	523,557	523,557	-	-	448,382	448,382
Interest Earned - Other	-	-	37,905	37,905	-	-	-	-
Miscellaneous Revenue - Other	1,926,657	1,926,657	-	(1,926,657)	859,096	908,445	1,138,069	229,624
Total Revenues	9,330,800	9,330,800	9,542,414	211,614	11,133,681	11,183,030	10,548,931	(634,099)
EXPENDITURES								
Current								
General Government	809,331	809,331	874,981	(65,650)	-	-	-	-
Housing and Economic Development	-	-	-	-	-	-	3,073,851	(3,073,851)
Debt Service								
Bond Principal	16,590,000	16,590,000	15,090,000	1,500,000	5,894,648	5,894,648	5,959,648	(65,000)
Other Debt Principal	780,000	780,000	2,075,000	(1,295,000)	250,000	250,000	433,167	(183,167)
Prepayment Penalty - Early Debt Retirement	5,000	5,000	-	5,000	-	-	-	-
Interest - Bonds	4,359,272	4,359,272	3,732,772	626,500	6,274,870	6,274,870	6,288,122	(13,252)
Interest - Other Debt	805,143	805,143	806,176	(1,033)	653,894	653,894	393,260	260,634
Bond Issuance Costs	-	-	183,109	(183,109)	-	139,665	139,665	-
Total Expenditures	23,348,746	23,348,746	22,762,038	586,708	13,073,412	13,213,077	16,287,713	(3,074,636)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,017,946)	(14,017,946)	(13,219,624)	798,322	(1,939,731)	(2,030,047)	(5,738,782)	(3,708,735)
OTHER FINANCING SOURCES (USES)								
Transfers In	11,412,979	11,412,979	12,864,783	1,451,804	18,754,631	18,754,631	21,864,521	3,109,890
Transfers Out	(1,095,378)	(1,141,111)	(1,522,190)	(381,079)	(13,607,440)	(30,901,877)	(31,095,323)	(193,446)
Bonds Refunded	-	(4,750,000)	(8,820,000)	(4,070,000)	-	(9,835,000)	(9,835,000)	-
Capital Lease Refunded	-	-	(9,660,000)	(9,660,000)	-	-	-	-
Refunding Bonds Issued	-	4,750,000	18,780,000	14,030,000	-	11,930,000	11,930,000	-
Premium on Bonds Issued	-	-	1,062,038	1,062,038	-	155,316	155,316	-
Total Other Financing Sources (Uses)	10,317,601	10,271,868	12,704,631	2,432,763	5,147,191	(9,896,930)	(6,980,486)	2,916,444
SPECIAL ITEM								
Capital Lease Termination Costs	-	-	(781,429)	(781,429)	-	-	-	-
Net Change in Fund Balances	(3,700,345)	(3,746,078)	(1,296,422)	2,449,656	3,207,460	(11,926,977)	(12,719,268)	(792,291)
FUND BALANCES, January 1	19,216,786	19,216,786	19,216,786	-	27,065,384	27,065,384	27,065,384	-
FUND BALANCES, December 31	15,516,441	15,470,708	17,920,364	2,449,656	30,272,844	15,138,407	14,346,116	(792,291)

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 DEBT SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 13

	G.O. Special Assessment - Streets				City Revenue Bonds and Other Long-Term Debt			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	2,656,643	2,656,643	2,078,600	(578,043)	-	-	-	-
Current Tax Increment	-	-	-	-	-	-	-	-
Delinquent Taxpayer	-	-	-	-	-	-	-	-
City Sales Tax	-	-	-	-	3,156,607	3,156,607	-	(3,156,607)
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	2,656,643	2,656,643	2,078,600	(578,043)	3,156,607	3,156,607	-	(3,156,607)
Intergovernmental Revenue	187,024	187,024	187,024	-	-	-	-	-
Fees, Sales and Services	-	-	-	-	3,500,000	3,500,000	3,500,000	-
Assessments	4,088,705	4,088,705	3,383,209	(705,496)	-	-	-	-
Investment Income								
Interest Earned on Investments	102,035	102,035	555,489	453,454	-	-	116,388	116,388
Increase (Decrease) in Fair Value of Investments	-	-	393,867	393,867	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	4,142,803	4,142,803	4,142,803	-
Total Revenues	7,034,407	7,034,407	6,598,189	(436,218)	10,799,410	10,799,410	7,759,191	(3,040,219)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	1,480,523	(1,480,523)
Housing and Economic Development	-	-	-	-	-	-	-	-
Debt Service								
Bond Principal	4,935,000	4,935,000	4,935,000	-	5,065,000	5,065,000	3,065,000	2,000,000
Other Debt Principal	-	-	-	-	-	-	2,000,000	(2,000,000)
Prepayment Penalty - Early Debt Retirement	-	-	-	-	-	-	-	-
Interest - Bonds	3,139,409	3,139,409	3,014,835	124,574	5,734,410	5,734,410	4,650,648	1,083,762
Interest - Other Debt	-	-	-	-	-	-	-	-
Bond Issuance Costs	-	-	-	-	-	-	-	-
Total Expenditures	8,074,409	8,074,409	7,949,835	124,574	10,799,410	10,799,410	11,196,171	(396,761)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,040,002)	(1,040,002)	(1,351,646)	(311,644)	-	-	(3,436,980)	(3,436,980)
OTHER FINANCING SOURCES (USES)								
Transfers In	1,040,000	1,040,000	1,040,000	-	-	-	13,550,718	13,550,718
Transfers Out	-	-	-	-	-	-	(9,881,646)	(9,881,646)
Bonds Refunded	-	-	-	-	-	-	-	-
Capital Lease Refunded	-	-	-	-	-	-	-	-
Refunding Bonds Issued	-	-	-	-	-	-	-	-
Premium on Bonds Issued	-	-	224,490	224,490	-	-	-	-
Total Other Financing Sources (Uses)	1,040,000	1,040,000	1,264,490	224,490	-	-	3,669,072	3,669,072
SPECIAL ITEM								
Capital Lease Termination Costs	-	-	-	-	-	-	-	-
Net Change in Fund Balances	(2)	(2)	(87,156)	(87,154)	-	-	232,092	232,092
FUND BALANCES, January 1	10,336,762	10,336,762	10,336,762	-	5,994,135	5,994,135	5,994,135	-
FUND BALANCES, December 31	10,336,760	10,336,760	10,249,606	(87,154)	5,994,135	5,994,135	6,226,227	232,092

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 DEBT SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 13

	Library Debt				Revenue Notes and Other Long-Term Debt			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	691,050	691,050	691,050	-	-	-	-	-
Current Tax Increment	-	-	-	-	-	-	-	-
Delinquent Taxpayer	-	-	-	-	-	-	-	-
City Sales Tax	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	102,500	102,500	27,108	(75,392)
Total Taxes	691,050	691,050	691,050	-	102,500	102,500	27,108	(75,392)
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	-	-	-	-	-	-	-	-
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	5,000	5,000	5,384	384	15,000	15,000	12,734	(2,266)
Increase (Decrease) in Fair Value of Investments	-	-	1,081	1,081	-	-	8,173	8,173
Interest Earned - Other	-	-	-	-	-	-	5,226	5,226
Miscellaneous Revenue - Other	-	-	-	-	243,765	243,765	323,765	80,000
Total Revenues	696,050	696,050	697,515	1,465	361,265	361,265	377,006	15,741
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Housing and Economic Development	-	-	-	-	-	-	-	-
Debt Service								
Bond Principal	851,025	851,025	200,000	651,025	195,000	195,000	-	195,000
Other Debt Principal	-	-	-	-	1,121,297	1,440,209	1,584,121	(143,912)
Prepayment Penalty - Early Debt Retirement	-	-	-	-	-	-	-	-
Interest - Bonds	505,050	505,050	505,050	-	198,240	198,240	-	198,240
Interest - Other Debt	-	-	-	-	93,303	108,335	303,653	(195,318)
Bond Issuance Costs	-	-	-	-	-	-	-	-
Total Expenditures	1,356,075	1,356,075	705,050	651,025	1,607,840	1,941,784	1,887,774	54,010
Excess (Deficiency) of Revenues Over (Under) Expenditures	(660,025)	(660,025)	(7,535)	652,490	(1,246,575)	(1,580,519)	(1,510,768)	69,751
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	1,214,600	1,548,544	1,548,544	-
Transfers Out	-	-	-	-	-	(540,000)	(540,000)	-
Bonds Refunded	-	-	-	-	-	-	-	-
Capital Lease Refunded	-	-	-	-	-	-	-	-
Refunding Bonds Issued	-	-	-	-	-	-	-	-
Premium on Bonds Issued	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	1,214,600	1,008,544	1,008,544	-
SPECIAL ITEM								
Capital Lease Termination Costs	-	-	-	-	-	-	-	-
Net Change in Fund Balances	(660,025)	(660,025)	(7,535)	652,490	(31,975)	(571,975)	(502,224)	69,751
FUND BALANCES, January 1	645,352	645,352	645,352	-	604,282	604,282	604,282	-
FUND BALANCES, December 31	(14,673)	(14,673)	637,817	652,490	572,307	32,307	102,058	69,751

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 DEBT SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

Total

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes				
Property Taxes				
Current Taxpayer	10,261,087	10,261,087	10,306,993	45,906
Current Tax Increment	9,941,820	9,941,820	9,246,863	(694,957)
Delinquent Taxpayer	100,000	100,000	(731,758)	(831,758)
City Sales Tax	3,156,607	3,156,607	-	(3,156,607)
Hotel-Motel Tax	102,500	102,500	27,108	(75,392)
Total Taxes	23,562,014	23,562,014	18,849,206	(4,712,808)
Intergovernmental Revenue	354,538	354,538	774,961	420,423
Fees, Sales and Services	3,580,000	3,580,000	3,676,750	96,750
Assessments	4,088,705	4,088,705	3,383,209	(705,496)
Investment Income				
Interest Earned on Investments	598,035	598,035	1,816,292	1,218,257
Increase (Decrease) in Fair Value of Investments	-	-	1,375,060	1,375,060
Interest Earned - Other	-	-	43,131	43,131
Miscellaneous Revenue - Other	7,172,321	7,221,670	5,604,637	(1,617,033)
Total Revenues	39,355,613	39,404,962	35,523,246	(3,881,716)
EXPENDITURES				
Current				
General Government	809,331	809,331	2,355,504	(1,546,173)
Housing and Economic Development	-	-	3,073,851	(3,073,851)
Debt Service				
Bond Principal	33,530,673	33,530,673	29,249,648	4,281,025
Other Debt Principal	2,151,297	2,470,209	6,092,288	(3,622,079)
Prepayment Penalty - Early Debt Retirement	5,000	5,000	-	5,000
Interest - Bonds	20,211,251	20,211,251	18,191,427	2,019,824
Interest - Other Debt	1,552,340	1,567,372	1,503,089	64,283
Bond Issuance Costs	-	139,665	322,774	(183,109)
Total Expenditures	58,259,892	58,733,501	60,788,581	(2,055,080)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,904,279)	(19,328,539)	(25,265,335)	(5,936,796)
OTHER FINANCING SOURCES (USES)				
Transfers In	32,422,210	32,756,154	50,868,566	18,112,412
Transfers Out	(14,702,818)	(32,582,988)	(43,039,159)	(10,456,171)
Bonds Refunded	-	(14,585,000)	(18,655,000)	(4,070,000)
Capital Lease Refunded	-	-	(9,660,000)	(9,660,000)
Refunding Bonds Issued	-	16,680,000	30,710,000	14,030,000
Premium on Bonds Issued	-	155,316	1,441,844	1,286,528
Total Other Financing Sources (Uses)	17,719,392	2,423,482	11,666,251	9,242,769
SPECIAL ITEM				
Capital Lease Termination Costs	-	-	(781,429)	(781,429)
Net Change in Fund Balances	(1,184,887)	(16,905,057)	(14,380,513)	2,524,544
FUND BALANCES, January 1	63,862,701	63,862,701	63,862,701	-
FUND BALANCES, December 31	62,677,814	46,957,644	49,482,188	2,524,544

City of Saint Paul, Minnesota
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 December 31, 2011

Schedule 14

	Capital Improvement Bonds	Library Capital Projects	City Sales Tax	HRA Development Capital Projects	HRA Tax Increment	Total Nonmajor Capital Projects Funds
ASSETS						
Cash and Investments with Treasurer	39,067,555	268,393	22,193,650	13,588,914	20,039,563	95,158,075
Cash and Investments with Trustees	-	-	-	1,413	2,043,757	2,045,170
Receivables						
Property Taxes - Due from Ramsey County	-	-	-	-	550,717	550,717
Property Taxes - Delinquent	-	-	-	-	371,611	371,611
Notes and Loans	-	-	4,584,152	110,306	823,397	5,517,855
Accrued Interest	206,839	267	156,525	9	40,162	403,802
Due from Other Funds	258,975	-	23,349	39,302	125,414	447,040
Due from Other Governmental Units	-	-	1,712,285	-	-	1,712,285
Advance to Other Funds	-	-	-	2,612,191	1,774,318	4,386,509
Land Held for Resale	-	-	-	2,072,121	1,352,328	3,424,449
TOTAL ASSETS	39,533,369	268,660	28,669,961	18,424,256	27,121,267	114,017,513
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts Payable	-	14,389	-	295,000	786,779	1,096,168
Due to Other Funds	907,104	-	310,406	30,809	226,112	1,474,431
Due to Other Governmental Units	-	-	-	-	1,515,209	1,515,209
Advance from Other Funds	-	-	-	-	3,396,684	3,396,684
Deferred Revenue	88,431	114	4,670,755	2,182,436	2,880,792	9,822,528
Unearned Revenue	-	-	-	3,318,771	-	3,318,771
Total Liabilities	995,535	14,503	4,981,161	5,827,016	8,805,576	20,623,791
Fund Balances						
Restricted	38,537,834	-	-	12,034,891	18,315,691	68,888,416
Committed	-	-	16,847,829	-	-	16,847,829
Assigned	-	254,157	6,840,971	562,349	-	7,657,477
Total Fund Balances	38,537,834	254,157	23,688,800	12,597,240	18,315,691	93,393,722
TOTAL LIABILITIES AND FUND BALANCES	39,533,369	268,660	28,669,961	18,424,256	27,121,267	114,017,513

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES**
NONMAJOR CAPITAL PROJECTS FUNDS
For the Fiscal Year Ended December 31, 2011

Schedule 15

	Capital Improvement Bonds	Library Capital Projects	City Sales Tax	HRA Development Capital Projects	HRA Tax Increment	Total Nonmajor Capital Projects Funds
REVENUES						
Taxes						
Property Taxes						
Current Tax Increment	-	-	-	-	11,205,927	11,205,927
Delinquent Tax Increment	-	-	-	-	479,010	479,010
Total Property Taxes	-	-	-	-	11,684,937	11,684,937
City Sales Tax	-	-	15,620,488	-	-	15,620,488
Total Taxes	-	-	15,620,488	-	11,684,937	27,305,425
Intergovernmental Revenue	-	-	-	40,000	164,528	204,528
Fees, Sales and Services	-	-	2,972	104,511	17,113	124,596
Investment Income						
Interest Earned on Investments	1,123,099	1,359	881,517	-	235,170	2,241,145
Increase (Decrease) in Fair Value of Investments	1,005,437	1,084	456,044	-	140,973	1,603,538
Interest Earned - Other	-	-	243,324	140	2,417	245,881
Miscellaneous Revenue - Other	-	-	690,102	651,911	20,000	1,362,013
Total Revenues	2,128,536	2,443	17,894,447	796,562	12,265,138	33,087,126
EXPENDITURES						
Current						
Culture and Recreation	-	89,008	-	-	-	89,008
Housing and Economic Development	-	-	2,291,165	4,086,992	12,612,377	18,990,534
Capital Outlay	-	21,272	-	-	-	21,272
Debt Service						
Bond Principal	-	-	-	-	40,000	40,000
Other Debt Principal	-	-	-	-	148,129	148,129
Interest - Bonds	-	-	-	-	448,342	448,342
Interest - Other Debt	-	-	-	-	4,181,394	4,181,394
Bond Issuance Costs	129,427	-	-	-	-	129,427
Total Expenditures	129,427	110,280	2,291,165	4,086,992	17,430,242	24,048,106
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,999,109	(107,837)	15,603,282	(3,290,430)	(5,165,104)	9,039,020
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	7,133,573	-	17,544,660	24,678,233
Transfers Out	(11,224,870)	-	(22,489,732)	(195,190)	(3,193,408)	(37,103,200)
Bonds Issued	10,865,000	-	-	-	-	10,865,000
Premium on Bonds Issued	69,813	-	-	-	-	69,813
Total Other Financing Sources (Uses)	(290,057)	-	(15,356,159)	(195,190)	14,351,252	(1,490,154)
Net Change in Fund Balances	1,709,052	(107,837)	247,123	(3,485,620)	9,186,148	7,548,866
FUND BALANCES, January 1	36,828,782	361,994	23,441,677	16,082,860	9,129,543	85,844,856
FUND BALANCES, December 31	38,537,834	254,157	23,688,800	12,597,240	18,315,691	93,393,722

City of Saint Paul, Minnesota
 COMBINING BALANCE SHEET
 NONMAJOR PERMANENT FUNDS
 December 31, 2011

2012

	Japanese Gardens	Hoffman Memorial	Total Nonmajor Permanent Funds
ASSETS			
Cash and Investments with Treasurer	67,460	12,860	80,320
Receivables			
Accrued Interest	377	72	449
TOTAL ASSETS	67,837	12,932	80,769
LIABILITIES AND FUND BALANCES			
Liabilities			
Deferred Revenue	161	31	192
Total Liabilities	161	31	192
Fund Balances			
Nonspendable Permanent Fund Principal	30,000	5,000	35,000
Restricted For Permanent Activities	37,676	7,901	45,577
Total Fund Balances	67,676	12,901	80,577
TOTAL LIABILITIES AND FUND BALANCES	67,837	12,932	80,769

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN
 FUND BALANCES**
NONMAJOR PERMANENT FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 17

	Japanese Gardens	Hoffman Memorial	Total Nonmajor Permanent Funds
REVENUES			
Investment Income			
Interest Earned on Investments	1,949	372	2,321
Increase (Decrease) in Fair Value of Investments	1,670	318	1,988
Total Revenues	3,619	690	4,309
EXPENDITURES			
Culture and Recreation	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenue Over (Under) Expenditures	3,619	690	4,309
Net Change in Fund Balances	3,619	690	4,309
FUND BALANCES, January 1	64,057	12,211	76,268
FUND BALANCES, December 31	67,676	12,901	80,577

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR PERMANENT FUNDS**
For the Fiscal Year Ended December 31, 2011

Schedule 18

	Japanese Gardens				Hoffman Memorial			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Investment Income								
Interest Earned on Investments	1,700	1,700	1,949	249	300	300	372	72
Increase (Decrease) in Fair Value of Investments	-	-	1,670	1,670	-	-	318	318
Total Revenues	1,700	1,700	3,619	1,919	300	300	690	390
EXPENDITURES								
Current								
Culture and Recreation	1,700	1,700	-	1,700	300	300	-	300
Total Expenditures	1,700	1,700	-	1,700	300	300	-	300
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	3,619	3,619	-	-	690	690
Net Change in Fund Balances	-	-	3,619	3,619	-	-	690	690
FUND BALANCES, January 1	64,057	64,057	64,057	-	12,211	12,211	12,211	-
FUND BALANCES, December 31	64,057	64,057	67,676	3,619	12,211	12,211	12,901	690

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR PERMANENT FUNDS**
 For the Fiscal Year Ended December 31, 2011

	Total			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Investment Income				
Interest Earned on Investments	2,000	2,000	2,321	321
Increase (Decrease) in Fair Value of Investments	-	-	1,988	1,988
Total Revenues	2,000	2,000	4,309	2,309
EXPENDITURES				
Current				
Culture and Recreation	2,000	2,000	-	2,000
Total Expenditures	2,000	2,000	-	2,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	4,309	4,309
Net Change in Fund Balances	-	-	4,309	4,309
FUND BALANCES, January 1	76,268	76,268	76,268	-
FUND BALANCES, December 31	76,268	76,268	80,577	4,309

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Nonmajor Enterprise Funds

Enterprise Funds

Enterprise funds account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate.

Special Services - to account for the operations of park pavilions, refreshment stands, golf courses, canoe and boat rentals, swimming pools and beaches, tennis instructions, ski instructions, and ski facilities.

Watergate Marina - to account for the operation and maintenance of the Marina.

Impounding Lot - to account for the city's vehicle impounding operations. Charges are made for the towing and storage of impounded vehicles and are collected when vehicles are claimed. Unclaimed vehicles are sold at public auction and proceeds retained. Funds are also received from the salvage of vehicles junked.

River Print Saint Paul/Ramsey County - to account for printing services rendered to city departments, offices, and other governmental units.

City of Saint Paul, Minnesota
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
 December 31, 2011

Schedule 19

	Special Services	Watergate Marina	Impounding Lot	River Print Saint Paul/ Ramsey County	Total
ASSETS					
Current Assets					
Imprest Funds	600	-	1,000	-	1,600
Receivables					
Accounts (net of allowance for estimated uncollectibles)	17,504	5,595	9,824	6,648	39,571
Accrued Interest	9,188	-	-	-	9,188
Due from Other Funds	323,781	-	116,886	65,560	506,227
Due from Component Units	1,500	-	-	43,152	44,652
Due from Other Governmental Units	-	-	-	304,214	304,214
Inventories					
Materials and Supplies	26,802	-	-	77,656	104,458
Impounded Cars	-	-	163,855	-	163,855
Total Current Assets	379,375	5,595	291,565	497,230	1,173,765
Noncurrent Assets					
Restricted Assets					
Investment for Revenue Bond Construction	666,750	-	-	-	666,750
Total Restricted Assets	666,750	-	-	-	666,750
Other Assets					
Deferred Charges	78,627	-	-	-	78,627
Total Other Assets	78,627	-	-	-	78,627
Capital Assets					
Land	3,511,808	-	-	-	3,511,808
Buildings and Structures	2,396,984	332,293	13,395	-	2,742,672
Less: Accumulated Depreciation	(1,171,090)	(290,467)	(13,395)	-	(1,474,952)
Equipment	2,060,980	61,283	74,097	563,755	2,760,115
Less: Accumulated Depreciation	(1,701,382)	(61,283)	(56,808)	(525,377)	(2,344,850)
Total Capital Assets	5,097,300	41,826	17,289	38,378	5,194,793
Total Noncurrent Assets	5,842,677	41,826	17,289	38,378	5,940,170
TOTAL ASSETS	6,222,052	47,421	308,854	535,608	7,113,935

continued

City of Saint Paul, Minnesota
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
 December 31, 2011

Schedule 19

	Special Services	Watergate Marina	Impounding Lot	River Print Saint Paul/ Ramsey County	Total
LIABILITIES					
Current Liabilities (Payable from Current Assets)					
Accrued Salaries Payable	41,065	-	41,417	10,716	93,198
Accounts Payable	64,560	355	41,542	99,799	206,256
Due to Other Funds	5,268,498	190,494	194,318	126,428	5,779,738
Due to Other Governmental Units	-	-	12,673	-	12,673
Compensated Absences Payable	8,691	-	4,389	1,757	14,837
Revenue Bonds Payable	280,000	-	-	-	280,000
Accrued Interest Payable					
Revenue Bonds	71,038	-	-	-	71,038
Total Current Liabilities (Payable from Current Assets)	5,733,852	190,849	294,339	238,700	6,457,740
Noncurrent Liabilities					
Revenue Bonds Payable (net of Unamortized Premium)	5,800,207	-	-	-	5,800,207
Compensated Absences Payable	264,869	-	140,609	48,919	454,397
Net Other Postemployment Benefits Obligation	413,183	-	102,176	18,386	533,745
Total Noncurrent Liabilities	6,478,259	-	242,785	67,305	6,788,349
TOTAL LIABILITIES	12,212,111	190,849	537,124	306,005	13,246,089
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	(904,280)	41,826	17,289	38,378	(806,787)
Unrestricted	(5,085,779)	(185,254)	(245,559)	191,225	(5,325,367)
TOTAL NET ASSETS	(5,990,059)	(143,428)	(228,270)	229,603	(6,132,154)

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN FUND NET ASSETS
 NONMAJOR ENTERPRISE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 20

	<u>Special Services</u>	<u>Watergate Marina</u>	<u>Impounding Lot</u>	<u>River Print Saint Paul/ Ramsey County</u>	<u>Total</u>
OPERATING REVENUES					
Fees, Sales and Services	2,965,991	5,400	2,668,342	1,390,034	7,029,767
Rents and Leases	481,102	43,706	-	-	524,808
Miscellaneous	213,975	-	-	2,144	216,119
Total Operating Revenues	3,661,068	49,106	2,668,342	1,392,178	7,770,694
OPERATING EXPENSES					
Cost of Merchandise Sold	195,633	-	-	-	195,633
Salaries	1,674,073	-	1,085,155	284,389	3,043,617
Employee Fringe Benefits	829,733	-	415,209	142,299	1,387,241
Services	689,323	46	1,163,748	529,868	2,382,985
Materials and Supplies	819,438	322	47,688	460,109	1,327,557
Depreciation	229,664	4,186	4,940	17,713	256,503
Miscellaneous	5,710	-	-	-	5,710
Total Operating Expenses	4,443,574	4,554	2,716,740	1,434,378	8,599,246
OPERATING INCOME (LOSS)	(782,506)	44,552	(48,398)	(42,200)	(828,552)
NON-OPERATING REVENUES (EXPENSES)					
Gain on Sale of Capital Assets	481	-	-	-	481
Investment Income					
Interest Earned on Investments	38,245	-	-	-	38,245
Increase (Decrease) in Fair Value of Investments	9,517	-	-	-	9,517
Interest Expense on Revenue Bonds	(280,880)	-	-	-	(280,880)
Amortization of Bond Issuance Costs	(5,684)	-	-	-	(5,684)
Total Non-Operating Revenues (Expenses)	(238,321)	-	-	-	(238,321)
Income (Loss) Before Capital Contributions and Transfers	(1,020,827)	44,552	(48,398)	(42,200)	(1,066,873)
Transfers In	305,000	-	-	-	305,000
Transfers Out	(70,533)	-	-	-	(70,533)
Change in Net Assets	(786,360)	44,552	(48,398)	(42,200)	(832,406)
NET ASSETS, January 1	(5,203,699)	(187,980)	(179,872)	271,803	(5,299,748)
NET ASSETS, December 31	(5,990,059)	(143,428)	(228,270)	229,603	(6,132,154)

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 21

	Special Services	Watergate Marina	Impounding Lot	River Print Saint Paul/ Ramsey County	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers	3,598,328	43,511	2,591,514	819,449	7,052,802
Receipts from Other Funds for Services Provided	103,754	-	15,209	361,188	480,151
Other Operating Receipts	-	-	-	4,898	4,898
Payment to Suppliers	(1,137,868)	(362)	(1,369,025)	(854,827)	(3,362,082)
Payment to Employees	(1,670,628)	-	(1,118,553)	(284,309)	(3,073,490)
Payment for Fringe Benefits and Payroll Taxes	(838,815)	-	(382,522)	(123,877)	(1,345,214)
Payment to Other Funds for Services Used	(486,543)	-	(151,097)	(45,255)	(682,895)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(431,772)	43,149	(414,474)	(122,733)	(925,830)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers In from Other Funds	305,000	-	-	-	305,000
Transfers Out to Other Funds	(70,533)	-	-	-	(70,533)
Advance Received	729,623	-	188,793	115,818	1,034,234
Repayment of Advance Received	-	(43,149)	-	-	(43,149)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	964,090	(43,149)	188,793	115,818	1,225,552
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from Sale of Capital Assets					
Equipment	481	-	-	-	481
Principal Paid on Revenue Bonds	(265,000)	-	-	-	(265,000)
Payments for Acquisition and Construction of Capital Assets					
Equipment	(20,948)	-	-	-	(20,948)
Interest Paid on Revenue Bonds	(294,750)	-	-	-	(294,750)
NET CASH PROVIDED (USED) IN CAPITAL AND RELATED FINANCING ACTIVITIES	(580,217)	-	-	-	(580,217)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and Dividends Received	38,182	-	-	-	38,182
Increase in Fair Value of Investments	9,517	-	-	-	9,517
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	47,699	-	-	-	47,699
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(200)	-	(225,681)	(6,915)	(232,796)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	800	-	226,681	6,915	234,396
CASH AND CASH EQUIVALENTS AT END OF YEAR	600	-	1,000	-	1,600

continued

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 21

	Special Services	Watergate Marina	Impounding Lot	River Print Saint Paul/ Ramsey County	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	(782,506)	44,552	(48,398)	(42,200)	(828,552)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities					
Depreciation	229,664	4,186	4,940	17,713	256,503
Increase (Decrease) in Allowance for Uncollectible Accounts/Loans	(17,258)	-	-	-	(17,258)
Changes in Assets and Liabilities					
(Increase) Decrease in					
Accounts Receivable	15,360	(5,595)	43,154	(5,329)	47,590
Due from Other Funds	44,292	-	(104,773)	(54,851)	(115,332)
Due from Component Units	(1,500)	-	-	(4,346)	(5,846)
Due from Other Governmental Units	121	-	-	(142,118)	(141,997)
Inventories	8,288	-	18,869	33,362	60,519
Increase (Decrease) in					
Accrued Salaries Payable	3,444	-	(33,398)	80	(29,874)
Accounts Payable	45,519	6	(344,410)	50,657	(248,228)
Due to Other Funds	25,010	-	(9,194)	5,877	21,693
Due to Other Governmental Units	-	-	12,673	-	12,673
Compensated Absences Payable	(58,812)	-	32,402	7,973	(18,437)
Net Other Postemployment Benefits Obligation	56,606	-	13,661	10,449	80,716
Total Adjustments	350,734	(1,403)	(366,076)	(80,533)	(97,278)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(431,772)	43,149	(414,474)	(122,733)	(925,830)
DETAILS OF CASH AND CASH EQUIVALENTS					
Imprest Funds	600	-	1,000	-	1,600
TOTAL CASH AND CASH EQUIVALENTS	600	-	1,000	-	1,600

Internal Service Funds

Internal Service funds account for the financing of goods or services provided by one department to other departments or to other governmental units.

City Attorney - Outside Services - to account for recoverable legal services rendered to non-city agencies.

Risk Management Retention - to account for the management of the city's workers' compensation, property insurance and tort liability claims.

Internal Borrowing - to account for internal borrowing from the city's cash pool and assets secured to support repayment of loan principal with interest to the pool.

Real Estate Management - to account for rents from occupants of the City Hall Annex and to pay all expenses incurred in operating and maintaining the building.

Purchasing's Value Added Services - to account for the service provided by the purchasing division to users such as Ramsey County, the City of Saint Paul, and various smaller agencies.

Information Systems - to account for the costs associated with the design and implementation of new information systems.

Equipment Services Fire-Police - to account for the operations of the Public Safety repair shop.

Public Works Engineering - to account for recoverable engineering and professional services rendered by the Department of Public Works.

Energy Conservation Investment - to account for energy conservation and improvement measures city-wide.

Public Works Traffic, Signal and Lighting Maintenance - to account for costs incurred by city forces to maintain or upgrade traffic sign, street marking, traffic signal, and street lighting infrastructure.

Asphalt Plant - to account for the manufacturing of asphalt products.

Public Works Equipment - to account for the purchase and repair of most vehicles used by the Department of Public Works.

continued

Public Works Administration - to account for the costs of administrative services provided for the divisions of the Department of Public Works.

Parks and Recreation Special Projects - to account for materials purchased and design services performed by the Division of Parks and Recreation for other departments' capital funds, and outside parties.

Parks and Recreation Supply and Maintenance - to account for all supplies, materials, repair parts, and equipment purchased for use in park and playground maintenance and repair and the recovery of the costs thereof.

Planning and Economic Development Administration - to account for administrative operations within the Department of Planning and Economic Development.

City of Saint Paul, Minnesota
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
 December 31, 2011

Schedule 22

	City Attorney- Outside Services	Risk Management Retention	Internal Borrowing	Real Estate Management	Purchasing's Value Added Services	Information Systems	Equipment Services Fire-Police	Public Works Engineering	Energy Conservation Investment
ASSETS									
Current Assets									
Cash and Investments with Treasurer	58,199	988,581	385,514	-	-	52,999	-	-	328,266
Imprest Funds	-	-	-	-	150	-	100	150	-
Receivables									
Accounts (net of allowance for estimated uncollectibles)	-	-	-	270	81,453	-	78	63,230	365,019
Accrued Interest	-	-	39,259	-	-	-	-	-	314
Due from Other Funds	139,382	-	183,223	83,734	-	250,770	394,575	1,103,340	14,392
Due from Component Units	-	19,212	-	-	-	-	-	-	-
Due from Other Governmental Units	158,777	-	-	-	467,343	-	21,757	25,500	219,312
Inventories - Materials and Supplies	-	-	-	-	-	-	398,473	-	-
Prepaid Items	-	548,045	-	17,670	-	-	-	4,773,991	-
Total Current Assets	356,358	1,555,838	607,996	101,674	548,946	303,769	814,983	5,966,211	927,303
Non-Current Assets									
Other Assets									
Advance to Other Funds	-	-	1,170,226	-	-	-	-	-	-
Other Long-Term Loans Receivable	-	-	4,025,536	-	-	-	-	-	86,319
Total Other Assets	-	-	5,195,762	-	-	-	-	-	86,319
Capital Assets									
Land	-	-	-	-	-	-	-	32,000	-
Buildings and Structures	-	-	-	9,077,464	-	-	1,140,446	-	-
Less: Accumulated Depreciation	-	-	-	(4,835,257)	-	-	(826,851)	-	-
Equipment	17,624	-	-	272,722	10,353	75,099	319,073	1,101,767	-
Less: Accumulated Depreciation	(17,624)	-	-	(255,180)	(8,628)	(70,816)	(280,002)	(991,693)	-
Total Capital Assets	-	-	-	4,259,749	1,725	4,283	352,666	142,074	-
Total Noncurrent Assets	-	-	5,195,762	4,259,749	1,725	4,283	352,666	142,074	86,319
TOTAL ASSETS	356,358	1,555,838	5,803,758	4,361,423	550,671	308,052	1,167,649	6,108,285	1,013,622
LIABILITIES									
Current Liabilities (Payable from Current Assets)									
Accrued Salaries Payable	26,179	-	-	30,890	21,306	21,563	38,281	144,433	2,871
Accounts Payable	2,279	293,526	-	52,122	21,611	335	125,153	21,615	21,790
Due to Other Funds	45,503	-	-	166,953	76,587	119	275,095	78,311	2,348
Due to Other Governmental Units	-	177,074	-	-	2,123	-	-	28	-
Unearned Revenue	-	-	1,240,871	-	191,919	-	-	2,224,260	-
Compensated Absences Payable	3,751	-	-	4,867	4,158	3,018	4,786	23,007	-
Capital Lease Payable	-	-	-	392,005	-	-	-	-	-
Accrued Interest Payable	-	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	36,072	-	-	-	-	-
Total Current Liabilities (Payable from Current Assets)	77,712	470,600	1,240,871	682,909	317,704	25,035	443,315	2,491,654	27,009
Noncurrent Liabilities									
Capital Lease Payable	-	-	-	2,763,487	-	-	-	-	-
Advance from Other Funds	-	-	781,818	-	-	-	-	-	-
Compensated Absences Payable	62,506	-	-	160,292	52,744	49,506	80,468	505,373	4,793
Net Other Postemployment Benefits Obligation	31,984	-	-	309,821	109,392	-	123,239	585,502	-
Total Noncurrent Liabilities	94,490	-	781,818	3,233,600	162,136	49,506	203,707	1,090,875	4,793
TOTAL LIABILITIES	172,202	470,600	2,022,689	3,916,509	479,840	74,541	647,022	3,582,529	31,802
NET ASSETS									
Invested in Capital Assets, Net of Related Debt	-	-	-	1,104,257	1,725	4,283	352,666	142,074	-
Unrestricted	184,156	1,085,238	3,781,069	(659,343)	69,106	229,228	167,961	2,383,682	981,820
TOTAL NET ASSETS	184,156	1,085,238	3,781,069	444,914	70,831	233,511	520,627	2,525,756	981,820

continued

City of Saint Paul, Minnesota
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
 December 31, 2011

Schedule 22

	Public Works Traffic, Signal and Lighting Maintenance	Asphalt Plant	Public Works Equipment	Public Works Administration	Parks and Recreation Special Projects	Parks and Recreation Supply and Maintenance	Planning and Economic Development Administration	Total
ASSETS								
Current Assets								
Cash and Investments with Treasurer	1,377,034	1,564,346	-	512,321	117,054	307,042	-	5,691,356
Imprest Funds	275	100	-	200	-	-	200	1,175
Receivables								
Accounts (net of allowance for estimated uncollectibles)	237,094	49,586	6,642	56	-	8,851	-	812,279
Accrued Interest	-	-	-	-	-	-	-	39,573
Due from Other Funds	1,010,106	22	906,894	30,381	481,775	182,543	2,333,754	7,114,891
Due from Component Units	100,390	-	2,834	-	-	-	-	122,436
Due from Other Governmental Units	151,939	18,805	50,119	-	-	-	-	1,113,552
Inventories - Materials and Supplies	1,000,931	337,629	758,064	-	-	196,557	-	2,691,654
Prepaid Items	-	-	9,641	-	-	-	-	5,349,347
Total Current Assets	3,877,769	1,970,488	1,734,194	542,958	598,829	694,993	2,333,954	22,936,263
Non-Current Assets								
Other Assets								
Advance to Other Funds	-	-	-	-	-	-	-	1,170,226
Other Long-Term Loans Receivable	-	-	-	-	-	-	-	4,111,855
Total Other Assets	-	-	-	-	-	-	-	5,282,081
Capital Assets								
Land	-	23,664	25,243	-	-	-	-	80,907
Buildings and Structures	59,649	697,930	1,678,617	-	-	15,608	-	12,669,714
Less: Accumulated Depreciation	(45,725)	(677,271)	(1,369,274)	-	-	(7,457)	-	(7,761,835)
Equipment	846,378	338,059	22,309,112	451,048	15,387	1,316,154	125,358	27,198,134
Less: Accumulated Depreciation	(675,813)	(283,715)	(18,213,522)	(444,946)	(15,387)	(673,719)	(105,276)	(22,036,321)
Total Capital Assets	184,489	98,667	4,430,176	6,102	-	650,586	20,082	10,150,599
Total Noncurrent Assets	184,489	98,667	4,430,176	6,102	-	650,586	20,082	15,432,680
TOTAL ASSETS	4,062,258	2,069,155	6,164,370	549,060	598,829	1,345,579	2,354,036	38,368,943
LIABILITIES								
Current Liabilities (Payable from Current Assets)								
Accrued Salaries Payable	138,869	7,230	49,797	48,749	42,910	29,709	180,756	783,543
Accounts Payable	356,411	12,184	158,823	3,184	670	18,181	10,825	1,098,709
Due to Other Funds	208,587	231	134,592	135,981	1,300	9,918	612,903	1,748,428
Due to Other Governmental Units	-	130	-	13	-	781	4,203	184,352
Unearned Revenue	-	-	-	-	-	-	-	3,657,050
Compensated Absences Payable	11,065	1,269	7,056	6,393	6,316	5,150	24,058	104,894
Capital Lease Payable	-	-	-	-	-	-	-	392,005
Accrued Interest Payable	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	36,072
Total Current Liabilities (Payable from Current Assets)	714,932	21,044	350,268	194,320	51,196	63,739	832,745	8,005,053
Noncurrent Liabilities								
Capital Lease Payable	-	-	-	-	-	-	-	2,763,487
Advance from Other Funds	76,261	-	-	-	-	-	-	858,079
Compensated Absences Payable	283,218	21,614	158,778	161,692	125,806	119,061	636,221	2,422,072
Net Other Postemployment Benefits Obligation	537,309	101,932	479,879	219,205	128,457	183,662	885,070	3,695,452
Total Noncurrent Liabilities	896,788	123,546	638,657	380,897	254,263	302,723	1,521,291	9,739,090
TOTAL LIABILITIES	1,611,720	144,590	988,925	575,217	305,459	366,462	2,354,036	17,744,143
NET ASSETS								
Invested in Capital Assets, Net of Related Debt	184,489	98,667	4,430,176	6,102	-	650,586	20,082	6,995,107
Unrestricted	2,266,049	1,825,898	745,269	(32,259)	293,370	328,531	(20,082)	13,629,693
TOTAL NET ASSETS	2,450,538	1,924,565	5,175,445	(26,157)	293,370	979,117	-	20,624,800

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
 EXPENSES AND CHANGES IN FUND NET ASSETS**
INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 23

	City Attorney- Outside Services	Risk Management Retention	Internal Borrowing	Real Estate Management	Purchasing's Value Added Services	Information Systems	Equipment Services Fire-Police	Public Works Engineering	Energy Conservation Investment
OPERATING REVENUES									
Intergovernmental Revenue	-	-	-	-	-	-	-	-	1,389,439
Fees, Sales and Services	1,014,819	2,309,530	-	665,782	1,184,222	1,063,073	3,274,015	6,095,763	46,253
Rents and Leases	-	-	-	1,777,774	-	-	-	-	-
Interest Earned on Loans	-	-	269,120	-	-	-	-	-	5,743
Miscellaneous	-	344,893	-	-	-	524,789	-	80	-
Total Operating Revenues	1,014,819	2,654,423	269,120	2,443,556	1,184,222	1,587,862	3,274,015	6,095,843	1,441,435
OPERATING EXPENSES									
Cost of Merchandise Sold	-	-	-	-	-	-	-	-	-
Salaries	688,766	-	-	924,390	672,246	788,059	866,608	3,574,339	89,105
Employee Fringe Benefits	246,696	2,174,857	-	426,181	303,351	186,753	359,807	1,350,268	37,303
Services	41,989	383,768	-	657,609	237,047	379,833	196,710	1,415,039	329,330
Materials and Supplies	5,752	-	-	336,305	11,940	4,660	2,047,670	67,709	997
Depreciation	-	-	-	535,161	2,071	1,606	39,683	26,379	-
Bad Debts	-	-	-	-	-	-	-	-	226,148
Miscellaneous	3,598	-	28,076	607	-	190	-	-	761,884
Total Operating Expenses	986,801	2,558,625	28,076	2,880,253	1,226,655	1,361,101	3,510,478	6,433,734	1,444,767
OPERATING INCOME (LOSS)	28,018	95,798	241,044	(436,697)	(42,433)	226,761	(236,463)	(337,891)	(3,332)
NON-OPERATING REVENUES (EXPENSES)									
Intergovernmental Revenue	-	-	-	-	-	-	-	-	1,190,550
Operating Grants	-	-	-	-	-	-	-	-	-
Gain on Sale of Capital Assets	-	-	-	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	-	-	-
Interest Earned on Investments	-	-	-	-	-	-	-	-	451
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-	(172)
Miscellaneous Other Revenue (Expense)	-	-	-	-	-	-	-	-	302,143
Loss on Retirement of Assets	-	-	-	-	-	-	-	-	-
Interest Expense on Capital Lease	-	-	-	(152,902)	-	-	-	-	-
Interest Expense on Advance from Other Funds	-	-	-	(19,036)	-	-	-	-	-
Total Non-Operating Revenues (Expenses)	-	-	-	(171,938)	-	-	-	-	1,492,972
Income (Loss) Before Capital Contributions and Transfers	28,018	95,798	241,044	(608,635)	(42,433)	226,761	(236,463)	(337,891)	1,489,640
Transfers In	-	-	-	438,875	-	-	-	-	124,084
Transfers Out	(43,476)	-	(162,525)	(5,570)	-	(101,868)	(67,589)	(82,768)	(1,210,550)
Change in Net Assets	(15,458)	95,798	78,519	(175,330)	(42,433)	124,893	(304,052)	(420,659)	403,174
NET ASSETS, January 1	199,614	989,440	3,702,550	620,244	113,264	108,618	824,679	2,946,415	578,646
NET ASSETS, December 31	184,156	1,085,238	3,781,069	444,914	70,831	233,511	520,627	2,525,756	981,820

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City of Saint Paul, Minnesota
 COMBINING STATEMENT OF REVENUES,
 EXPENSES AND CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 23

	Public Works Traffic, Signal and Lighting Maintenance	Asphalt Plant	Public Works Equipment	Public Works Administration	Parks and Recreation Special Projects	Parks and Recreation Supply and Maintenance	Planning and Economic Development Administration	Total
OPERATING REVENUES								
Intergovernmental Revenue	2,850,281	-	8,500	-	-	-	-	4,248,220
Fees, Sales and Services	11,921,307	3,708,921	6,712,178	2,450,816	1,676,125	2,792,733	7,953,236	52,868,773
Rents and Leases	-	-	8,000	33,342	-	-	-	1,819,116
Interest Earned on Loans	-	-	-	-	-	-	-	274,863
Miscellaneous	273,257	-	3,367	-	8,120	-	-	1,154,506
Total Operating Revenues	15,044,845	3,708,921	6,732,045	2,484,158	1,684,245	2,792,733	7,953,236	60,365,478
OPERATING EXPENSES								
Cost of Merchandise Sold	-	-	-	-	-	776,688	-	776,688
Salaries	3,959,390	245,588	1,375,584	1,268,375	1,091,245	823,769	4,786,664	21,154,128
Employee Fringe Benefits	2,185,583	130,852	729,807	522,522	409,903	473,983	1,774,770	11,312,636
Services	2,012,942	104,027	1,070,342	329,431	187,035	371,532	1,295,704	9,012,338
Materials and Supplies	5,951,563	2,996,161	3,160,379	21,522	9,588	113,159	54,556	14,781,961
Depreciation	32,072	13,111	902,230	8,484	-	84,739	8,784	1,654,320
Bad Debts	-	-	-	-	-	-	-	226,148
Miscellaneous	13,706	-	-	841	-	-	1,808	810,710
Total Operating Expenses	14,155,256	3,489,739	7,238,342	2,151,175	1,697,771	2,643,870	7,922,286	59,728,929
OPERATING INCOME (LOSS)	889,589	219,182	(506,297)	332,983	(13,526)	148,863	30,950	636,549
NON-OPERATING REVENUES (EXPENSES)								
Intergovernmental Revenue	-	-	-	-	-	-	-	1,190,550
Operating Grants	-	-	-	-	-	-	7,000	7,000
Gain on Sale of Capital Assets	-	-	28,749	-	-	-	-	28,749
Investment Income	-	-	-	-	-	-	-	451
Interest Earned on Investments	-	-	-	-	-	-	-	(172)
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	362,143
Miscellaneous Other Revenue (Expense)	-	-	60,000	-	-	-	-	(3,417)
Loss on Retirement of Assets	-	-	(2,522)	-	-	-	(895)	(152,902)
Interest Expense on Capital Lease	-	-	-	-	-	-	-	(19,036)
Interest Expense on Advance from Other Funds	-	-	-	-	-	-	-	-
Total Non-Operating Revenues (Expenses)	-	-	86,227	-	-	-	6,105	1,413,366
Income (Loss) Before Capital Contributions and Transfers	889,589	219,182	(420,070)	332,983	(13,526)	148,863	37,055	2,049,915
Transfers In	-	-	20,000	-	-	-	168,934	751,893
Transfers Out	(44,704)	-	(1,096)	(190,034)	-	(158,029)	(205,989)	(2,274,198)
Change in Net Assets	844,885	219,182	(401,166)	142,949	(13,526)	(9,166)	-	527,610
NET ASSETS, January 1	1,605,653	1,705,383	5,576,611	(169,106)	306,896	988,283	-	20,097,190
NET ASSETS, December 31	2,450,538	1,924,565	5,175,445	(26,157)	293,370	979,117	-	20,624,800

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City of Saint Paul, Minnesota
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

Schedule 24

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	City Attorney- Outside Services	Risk Management Retention	Internal Borrowing	Real Estate Management	Purchasing's Value Added Services	Information Systems	Equipment Services Fire-Police	Public Works Engineering
CASH FLOWS FROM OPERATING ACTIVITIES								
Receipts from Loan Recipients and Other Customers	577,141	128,038	2,346,411	104,447	412,995	73,936	249,268	445,817
Receipts from Other Funds for Services Provided	710,751	2,202,744	59,878	2,316,377	708,654	1,583,712	2,946,356	5,408,215
Other Operating Receipts	-	304,429	-	934	-	-	4,591	-
Payments to Suppliers	(16,550)	(398,523)	-	(891,790)	(225,000)	(387,417)	(2,281,314)	(505,606)
Payments to Employees	(707,862)	-	-	(930,342)	(680,225)	(795,000)	(861,961)	(3,570,953)
Payments for Fringe Benefits and Payroll Taxes	(232,679)	(2,174,857)	-	(318,967)	(320,813)	(224,094)	(351,079)	(1,746,387)
Payments to Other Funds for Services Used	(29,219)	-	(976,287)	(219,280)	(6,336)	(2,269)	(26,898)	(1,245,420)
Other Operating Payments	-	-	-	-	-	-	-	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	301,582	61,831	1,430,002	61,379	(110,725)	248,868	(321,037)	(1,214,334)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES								
Transfers In from Other Funds	-	-	-	438,875	-	-	-	-
Transfers Out to Other Funds	(1,571)	-	(162,525)	(5,570)	-	(101,868)	(16,482)	(45,067)
Operating Grants Received	-	-	-	-	-	-	-	-
Advance Received from Other Funds	-	-	-	133,859	71,634	-	270,175	22,020
Advance Made to Other Funds	-	-	(803,781)	-	-	-	-	-
Repayment of Advance Received from Other Funds	(241,812)	-	(78,182)	-	-	(94,001)	-	-
Interest Paid on Advance Received from Other Funds	-	-	-	(19,036)	-	-	-	-
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	(243,383)	-	(1,044,488)	548,128	71,634	(195,869)	253,693	(23,047)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES								
Proceeds from Sale of Capital Assets	-	-	-	-	-	-	-	-
Equipment	-	-	-	-	-	-	-	-
Cash Received for Capital Acquisition	-	-	-	-	-	-	-	-
From Grants	-	-	-	-	-	-	-	-
Principal Paid on Capital Lease	-	-	-	(374,677)	-	-	-	-
Payments for Acquisition and Construction of Capital Assets	-	-	-	-	-	-	-	-
Buildings and Structures	-	-	-	(179,921)	-	-	-	-
Improvements Other than Buildings	-	-	-	-	-	-	-	-
Equipment	-	-	-	-	-	-	(5,440)	(83,168)
Interest Paid on Capital Lease	-	-	-	(157,185)	-	-	-	-
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	-	-	-	(711,783)	-	-	(5,440)	(83,168)
CASH FLOWS FROM INVESTING ACTIVITIES								
Interest and Dividends on Investments Received	-	-	-	-	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
NET CASH USED IN INVESTING ACTIVITIES	-	-	-	-	-	-	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	58,199	61,831	385,514	(102,276)	(39,091)	52,999	(72,784)	(1,320,549)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	-	926,750	-	102,276	39,241	-	72,884	1,320,699
CASH AND CASH EQUIVALENTS AT END OF YEAR	58,199	988,581	385,514	-	150	52,999	100	150

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	City Attorney- Outside Services	Risk Management Retention	Internal Borrowing	Real Estate Management	Purchasing's Value Added Services	Information Systems	Equipment Services Fire-Police	Public Works Engineering
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES								
Operating Income (Loss)	28,018	95,798	241,044	(436,697)	(42,433)	226,761	(236,463)	(337,891)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities								
Depreciation	-	-	-	535,161	2,071	1,606	39,683	26,379
Increase (Decrease) in Allowance for Uncollectible Accounts	-	-	(92,615)	-	-	-	-	-
Non-operating miscellaneous revenue (expense)	-	-	-	-	-	-	-	-
Changes in Assets and Liabilities								
(Increase) Decrease in								
Accounts Receivable	-	-	-	(255)	(78,453)	-	32	53,789
Notes and Loans Receivable	-	-	1,825,124	-	-	-	-	-
Accrued Interest Receivable	-	-	8,521	-	-	-	-	-
Due from Other Funds	273,147	(19,212)	383,939	(21,543)	-	69,786	(73,648)	(660,897)
Due from Component Units	-	-	-	-	67,343	-	-	-
Due from Other Governmental Units	(74)	-	-	-	(146,392)	-	(185)	(24,998)
Inventories	-	-	-	-	-	-	(39,674)	-
Prepaid Items	-	(273,921)	-	(1,181)	-	-	-	(759,591)
Increase (Decrease) in								
Accrued Salaries Payable	(19,096)	-	-	(5,952)	(7,980)	(6,941)	4,647	3,386
Accounts Payable	1,972	282,966	-	8,269	19,022	(5,122)	(20,031)	(18,362)
Due to Other Funds	(6,088)	-	(948,211)	(131,527)	(2,584)	(6,113)	(4,126)	(13,501)
Due to Other Governmental Units	-	(23,800)	-	-	2,123	-	-	5
Unearned Revenue	-	-	12,200	-	88,187	-	-	300,115
Compensated Absences Payable	11,769	-	-	7,603	(6,530)	(31,109)	(1,236)	51,590
Net Other Postemployment Benefits Obligation	11,934	-	-	107,501	(5,099)	-	9,964	165,642
Total Adjustments	273,564	(33,967)	1,188,958	498,076	(68,292)	22,107	(84,574)	(876,443)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	301,582	61,831	1,430,002	61,379	(110,725)	248,868	(321,037)	(1,214,334)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS								
Cash and Investments with Treasurer	58,199	988,581	385,514	-	-	52,999	-	-
Imprest Funds	-	-	-	-	150	-	100	150
TOTAL CASH AND CASH EQUIVALENTS	58,199	988,581	385,514	-	150	52,999	100	150
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES								
Loss on Disposition of Capital Assets	-	-	-	-	-	-	-	-
Contribution to Governmental Activities Capital Assets	-	-	-	-	-	-	-	-
Improvements Other Than Buildings	-	-	-	-	-	-	-	-
Equipment	-	-	-	-	-	-	(51,107)	-

continued

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

	Energy Conservation Investment	Public Works Traffic, Signal and Lighting Maintenance	Asphalt Plant	Public Works Equipment	Public Works Administration	Parks and Recreation Special Projects	Parks and Recreation Supply and Maintenance	Planning and Economic Development Administration	Total
CASH FLOWS FROM OPERATING ACTIVITIES									
Receipts from Loan Recipients and Other Customers	1,042,161	9,204,534	1,920,390	233,019	28,609	6,625	38,638	265,824	17,077,853
Receipts from Other Funds for Services Provided	46,253	5,472,795	1,764,031	7,537,266	2,450,803	1,567,704	2,898,721	7,081,237	44,755,497
Other Operating Receipts	-	-	-	26,074	-	-	-	-	336,028
Payments to Suppliers	(1,047,982)	(4,882,851)	(2,964,484)	(3,995,654)	(83,050)	(5,409)	(970,588)	(383,300)	(19,039,518)
Payments to Employees	(89,229)	(3,948,795)	(245,308)	(1,401,301)	(1,270,748)	(1,088,547)	(1,252,804)	(4,802,640)	(21,645,715)
Payments for Fringe Benefits and Payroll Taxes	(42,879)	(2,174,430)	(95,001)	(613,103)	(457,959)	(389,582)	-	(1,587,872)	(10,729,702)
Payments to Other Funds for Services Used	(51,114)	(3,324,293)	(93,906)	(677,467)	(270,738)	(175,878)	(334,130)	(1,035,926)	(8,469,161)
Other Operating Payments	(1,527)	-	-	-	-	(20,663)	-	-	(22,190)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(144,317)	346,960	285,722	1,108,834	396,917	(105,750)	379,837	(462,677)	2,263,092
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES									
Transfers In from Other Funds	109,692	1,087,155	-	20,000	-	-	-	-	1,655,722
Transfers Out to Other Funds	(20,000)	(44,704)	-	(1,096)	(62,301)	-	(14,100)	(334,989)	(810,273)
Operating Grants Received	(1,955)	96,390	-	-	-	-	-	7,000	101,435
Advance Received from Other Funds	-	-	-	(216,693)	-	-	-	606,415	887,410
Advance Made to Other Funds	-	-	-	-	-	-	-	-	(803,781)
Repayment of Advance Received from Other Funds	-	(101,734)	-	-	-	-	-	-	(515,729)
Interest Paid on Advance Received from Other Funds	-	-	-	-	-	-	-	-	(19,036)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	87,737	1,037,107	-	(197,789)	(62,301)	-	(14,100)	278,426	495,748
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Proceeds from Sale of Capital Assets									
Equipment	-	-	-	29,435	-	-	-	1,090	30,525
Cash Received for Capital Acquisition									
From Grants	1,190,550	-	-	-	-	-	-	-	1,190,550
Principal Paid on Capital Lease	-	-	-	-	-	-	-	-	(374,677)
Payments for Acquisition and Construction of Capital Assets									
Buildings and Structures	-	-	-	-	-	-	-	-	(179,921)
Improvements Other than Buildings	(1,107,837)	-	-	-	-	-	(48,194)	-	(1,156,031)
Equipment	(82,713)	(7,033)	-	(940,480)	-	-	(147,278)	-	(1,266,112)
Interest Paid on Capital Lease	-	-	-	-	-	-	-	-	(157,185)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	-	(7,033)	-	(911,045)	-	-	(195,472)	1,090	(1,912,851)
CASH FLOWS FROM INVESTING ACTIVITIES									
Interest and Dividends on Investments Received	414	-	-	-	-	-	-	-	414
Increase (Decrease) in Fair Value of Investments	(172)	-	-	-	-	-	-	-	(172)
NET CASH USED IN INVESTING ACTIVITIES	242	-	-	-	-	-	-	-	242
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(56,338)	1,377,034	285,722	-	334,616	(105,750)	170,265	(183,161)	846,231
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	384,604	275	1,278,724	-	177,905	222,804	136,777	183,361	4,846,300
CASH AND CASH EQUIVALENTS AT END OF YEAR	328,266	1,377,309	1,564,446	-	512,521	117,054	307,042	200	5,692,531

continued

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2011

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	Energy Conservation Investment	Public Works Traffic, Signal and Lighting Maintenance	Asphalt Plant	Public Works Equipment	Public Works Administration	Parks and Recreation Special Projects	Parks and Recreation Supply and Maintenance	Planning and Economic Development Administration	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES									
Operating Income (Loss)	(3,332)	889,589	219,182	(506,297)	332,983	(13,526)	148,863	30,950	636,549
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities									
Depreciation	-	32,072	13,111	902,230	8,484	-	84,739	8,784	1,654,320
Increase (Decrease) in Allowance for Uncollectible Accounts	226,148	85,017	731	-	-	5	-	-	219,286
Non-operating miscellaneous revenue (expense)	302,143	-	-	60,000	-	-	-	-	362,143
Changes in Assets and Liabilities									
(Increase) Decrease in									
Accounts Receivable	(365,019)	(114,135)	(27,831)	(9,464)	(8)	-	1,506	-	(539,838)
Notes and Loans Receivable	(303,702)	-	-	-	-	-	-	-	1,521,422
Accrued Interest Receivable	-	-	-	-	-	-	-	-	8,521
Due from Other Funds	-	(484,035)	13,713	1,040,897	(4,738)	(109,922)	140,907	(628,564)	(80,170)
Due from Component Units	-	(10,510)	-	(2,831)	-	-	-	-	54,002
Due from Other Governmental Units	13,557	156,147	(11,113)	(24,287)	-	-	2,213	22,389	(12,743)
Inventories	-	(58,060)	77,403	(97,066)	-	-	(10,104)	-	(127,501)
Prepaid Items	-	-	-	1,700	-	-	-	-	(1,032,993)
Increase (Decrease) in									
Accrued Salaries Payable	(124)	10,595	279	(25,717)	(2,373)	2,698	(1,609)	(15,976)	(64,163)
Accounts Payable	19,428	(105,047)	(34,772)	(339,467)	(7,131)	(204)	(20,336)	(13,750)	(232,565)
Due to Other Funds	(33,380)	(86,823)	(2,366)	(23,448)	(5,515)	(13,726)	(16,999)	(72,861)	(1,367,268)
Due to Other Governmental Units	-	-	56	-	13	-	521	(22,237)	(43,319)
Unearned Revenue	-	-	-	-	-	-	-	-	400,502
Compensated Absences Payable	(36)	(35,909)	4,056	5,549	(1,344)	3,799	4,278	37,729	50,209
Net Other Postemployment Benefits Obligation	-	68,059	33,273	127,035	76,546	25,126	45,858	190,859	856,698
Total Adjustments	(140,985)	(542,629)	66,540	1,615,131	63,934	(92,224)	230,974	(493,627)	1,626,543
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(144,317)	346,960	285,722	1,108,834	396,917	(105,750)	379,837	(462,677)	2,263,092
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS									
Cash and Investments with Treasurer	328,266	1,377,034	1,564,346	-	512,321	117,054	307,042	-	5,691,356
Imprest Funds	-	275	100	-	200	-	-	200	1,175
TOTAL CASH AND CASH EQUIVALENTS	328,266	1,377,309	1,564,446	-	512,521	117,054	307,042	200	5,692,531
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES									
Loss on Disposition of Capital Assets	-	-	-	(2,522)	-	-	-	(895)	(3,417)
Contribution to Governmental Activities Capital Assets	-	-	-	-	-	-	-	-	-
Improvements Other Than Buildings	(1,107,837)	-	-	-	-	-	(48,194)	-	(1,156,031)
Equipment	(82,713)	-	-	-	-	-	(95,736)	-	(229,556)

Fiduciary Funds

Agency Funds

Agency funds account for assets held in a custodial capacity for others and/or other funds.

Employee Withholding - to account for monies withheld from employees' salaries and remitted to governmental and outside agencies.

Miscellaneous - to account for proceeds from Comcast for distribution relating to the city's Cable Access Program and to account for taxes levied and collected by Ramsey County and remitted to the Port Authority of the City of Saint Paul.

Unclaimed Property - to account for outstanding checks, which have been written off and are being held under the Minnesota Uniform Disposition of Unclaimed Property Act.

Suspense - to account for receipts and disbursements for which proper accounting cannot be made at time of transaction.

Minnesota Selective Excise Tax Collection - to account for receipts and disbursements of sales tax as required by the Tax Reform and Relief Act.

Building Permits State Surcharge - to account for city collection of building permit surcharge.

Confiscated and Unclaimed Monies - to account for cash received by the Police Department that is lost, unclaimed, or contraband collected during the course of Police business.

Arbitrage Rebate - to account for the arbitrage rebate due to the Federal Government on the city's bond issues.

City of Saint Paul, Minnesota
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
ALL AGENCY FUNDS
 December 31, 2011

Schedule 25

	<u>Employee Withholding</u>	<u>Miscellaneous</u>	<u>Unclaimed Property</u>	<u>Suspense</u>	<u>Minnesota Selective Excise Tax Collection</u>	<u>Building Permits State Surcharge</u>	<u>Confiscated and Unclaimed Monies</u>	<u>Arbitrage Rebate</u>	<u>Total</u>
ASSETS									
Cash and Investments with Treasurer	1,200,119	67,318	31,121	576,921	-	16,479	1,742,728	1,278,721	4,913,407
Receivables									
Accounts (net of allowance for estimated uncollectibles)	-	-	-	-	29,047	-	191	-	29,238
Accrued Interest	-	-	-	-	-	-	-	6,089	6,089
Due from Other Funds	-	-	-	-	182,975	-	-	-	182,975
Due from Other Governmental Units	-	-	14,590	-	1,184	-	5,308	-	21,082
TOTAL ASSETS	<u>1,200,119</u>	<u>67,318</u>	<u>45,711</u>	<u>576,921</u>	<u>213,206</u>	<u>16,479</u>	<u>1,748,227</u>	<u>1,284,810</u>	<u>5,152,791</u>
LIABILITIES									
Accounts Payable	658,284	-	-	576,921	150,749	5	1,739,101	-	3,125,060
Due to Other Governmental Units	541,835	67,318	45,711	-	62,457	16,474	9,126	1,284,810	2,027,731
TOTAL LIABILITIES	<u>1,200,119</u>	<u>67,318</u>	<u>45,711</u>	<u>576,921</u>	<u>213,206</u>	<u>16,479</u>	<u>1,748,227</u>	<u>1,284,810</u>	<u>5,152,791</u>

City of Saint Paul, Minnesota
**STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS**
For the Fiscal Year Ended December 31, 2011

Schedule 26

	Employee Withholding				Miscellaneous				Unclaimed Property			
	01/01/11	Additions	Deductions	12/31/11	01/01/11	Additions	Deductions	12/31/11	01/01/11	Additions	Deductions	12/31/11
ASSETS												
Cash and Investments with Treasurer	1,281,402	53,000,153	53,081,436	1,200,119	230,769	3,418,310	3,581,761	67,318	55,518	1,241	25,638	31,121
Receivables												
Property Taxes - Due from Ramsey County	-	-	-	-	14,395	-	14,395	-	-	-	-	-
Accounts (net of allowance for estimated uncollectibles)	-	-	-	-	-	-	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-	-	-	-
Due from Other Governmental Units	33,670	-	33,670	-	-	-	-	-	-	14,590	-	14,590
TOTAL ASSETS	1,315,072	53,000,153	53,115,106	1,200,119	245,164	3,418,310	3,596,156	67,318	55,518	15,831	25,638	45,711
LIABILITIES												
Accounts Payable	776,951	12,781,408	12,900,075	658,284	245,164	3,350,992	3,596,156	-	-	-	-	-
Due to Other Governmental Units	538,121	44,828,693	44,824,979	541,835	-	1,747,039	1,679,721	67,318	55,518	1,241	11,048	45,711
TOTAL LIABILITIES	1,315,072	57,610,101	57,725,054	1,200,119	245,164	5,098,031	5,275,877	67,318	55,518	1,241	11,048	45,711

continued

City of Saint Paul, Minnesota
**STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS**
For the Fiscal Year Ended December 31, 2011

Schedule 26

	Suspense				Minnesota Selective Excise Tax Collection				Building Permits State Surcharge			
	01/01/11	Additions	Deductions	12/31/11	01/01/11	Additions	Deductions	12/31/11	01/01/11	Additions	Deductions	12/31/11
ASSETS												
Cash and Investments with Treasurer	149,520	643,825	216,424	576,921	82,582	883,506	966,088	-	22,165	254,291	259,977	16,479
Receivables												
Property Taxes - Due from Ramsey County	-	-	-	-	-	-	-	-	-	-	-	-
Accounts (net of allowance for estimated uncollectibles)	-	-	-	-	3,644	62,841	37,438	29,047	-	-	-	-
Accrued Interest	-	-	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	29,564	182,975	29,564	182,975	-	-	-	-
Due from Other Governmental Units	-	-	-	-	-	1,184	-	1,184	-	-	-	-
TOTAL ASSETS	149,520	643,825	216,424	576,921	115,790	1,130,506	1,033,090	213,206	22,165	254,291	259,977	16,479
LIABILITIES												
Accounts Payable	149,520	1,282,482	855,081	576,921	-	150,749	-	150,749	12	1,240	1,247	5
Due to Other Governmental Units	-	-	-	-	115,790	1,104,153	1,157,486	62,457	22,153	253,051	258,730	16,474
TOTAL LIABILITIES	149,520	1,282,482	855,081	576,921	115,790	1,254,902	1,157,486	213,206	22,165	254,291	259,977	16,479

continued

City of Saint Paul, Minnesota
**STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS**
For the Fiscal Year Ended December 31, 2011

Schedule 26

	Confiscated and Unclaimed Monies				Arbitrage Rebate				Total			
	01/01/11	Additions	Deductions	12/31/11	01/01/11	Additions	Deductions	12/31/11	01/01/11	Additions	Deductions	12/31/11
ASSETS												
Cash and Investments with Treasurer	1,836,559	599,162	692,993	1,742,728	1,100,690	313,070	135,039	1,278,721	4,759,205	59,113,558	58,959,356	4,913,407
Receivables												
Property Taxes - Due from Ramsey County	-	-	-	-	-	-	-	-	14,395	-	14,395	-
Accounts (net of allowance for estimated uncollectibles)	191	-	-	191	-	-	-	-	3,835	62,841	37,438	29,238
Accrued Interest	-	-	-	-	6,188	6,089	6,188	6,089	6,188	6,089	6,188	6,089
Due from Other Funds	-	-	-	-	-	-	-	-	29,564	182,975	29,564	182,975
Due from Other Governmental Units	-	5,308	-	5,308	-	-	-	-	33,670	21,082	33,670	21,082
TOTAL ASSETS	1,836,750	604,470	692,993	1,748,227	1,106,878	319,159	141,227	1,284,810	4,846,857	59,386,545	59,080,611	5,152,791
LIABILITIES												
Accounts Payable	1,747,184	727,774	735,857	1,739,101	-	-	-	-	2,918,831	18,294,645	18,088,416	3,125,060
Due to Other Governmental Units	89,566	159,648	240,088	9,126	1,106,878	319,159	141,227	1,284,810	1,928,026	48,412,984	48,313,279	2,027,731
TOTAL LIABILITIES	1,836,750	887,422	975,945	1,748,227	1,106,878	319,159	141,227	1,284,810	4,846,857	66,707,629	66,401,695	5,152,791

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CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**COMPARATIVE SCHEDULES BY SOURCE**

December 31, 2011 and December 31, 2010

	<u>2011</u>	<u>2010</u>
Governmental Funds Capital Assets:		
Land	149,008,533	147,763,027
Buildings and Structures	592,680,755	591,304,489
Improvements Other than Buildings	138,777,651	121,838,619
Equipment	75,092,803	73,845,244
Infrastructure	699,392,799	699,464,496
Construction in Progress	87,923,115	56,164,598
	<u>1,742,875,656</u>	<u>1,690,380,473</u>
Total Governmental Funds Capital Assets	<u>1,742,875,656</u>	<u>1,690,380,473</u>
Investment in Governmental Funds Capital Assets by Source:		
Investment in Property Acquired Prior to January 1, 1976		
- Source Unidentified	46,301,785	46,334,697
Investment in Infrastructure Prior to January 1, 2002	577,243,064	577,314,759
General Obligation Bonds	253,731,535	241,889,979
Federal Grants	84,779,089	84,825,384
State Grants	143,823,085	131,752,452
County	35,048,809	34,948,472
Metro Grants	55,864,818	52,122,204
Expenditures from General Fund	23,696,120	46,710,468
Expenditures from Special Revenue Funds	29,750,599	25,817,177
Expenditures from Capital Projects Funds	317,523,016	315,584,752
Expenditures from Trust Funds	6,339,517	6,417,912
Other	168,774,219	126,662,217
	<u>1,742,875,656</u>	<u>1,690,380,473</u>
Total Governmental Funds Capital Assets	<u>1,742,875,656</u>	<u>1,690,380,473</u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Saint Paul, Minnesota
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
 December 31, 2011

Schedule 28

Function and Activity	Total	Land	Buildings and Structures	Improvements Other than Buildings	Equipment	Infrastructure	Construction in Progress
General Government							
Control							
Legislative	42,654	-	-	-	42,654	-	-
Executive	309,221	-	-	-	309,221	-	-
Total Control	351,875	-	-	-	351,875	-	-
Staff Agencies							
City Clerk	690,439	-	-	-	690,439	-	-
Technology and Management Services	1,997,143	-	-	-	1,997,143	-	-
City Attorney	284,003	-	-	-	284,003	-	-
General Government Buildings	52,756,337	483,516	40,693,163	101,429	-	-	11,478,229
Total Staff Agencies	55,727,922	483,516	40,693,163	101,429	2,971,585	-	11,478,229
Total General Government	56,079,797	483,516	40,693,163	101,429	3,323,460	-	11,478,229
Public Safety							
Police Protection	49,789,919	3,037,986	28,202,290	185,315	18,350,013	-	14,315
Fire Protection	48,567,258	1,876,058	23,469,699	300,434	22,915,766	-	5,301
Safety and Inspection	767,716	-	413,701	-	354,015	-	-
Emergency Management	111,160	-	-	-	111,160	-	-
Total Public Safety	99,236,053	4,914,044	52,085,690	485,749	41,730,954	-	19,616
Highways and Streets	791,888,220	32,890,510	6,836,862	175,710	4,692,001	699,392,799	47,900,338
Culture and Recreation							
Office of Financial Services	10,101,818	9,448,195	554,145	99,478	-	-	-
Parks and Recreation	403,722,532	94,907,929	163,857,922	110,407,800	6,023,949	-	28,524,932
Library	50,440,145	1,325,283	43,566,562	7,805	5,540,495	-	-
RiverCentre	286,788,509	1,748,508	270,699,563	606,288	13,734,150	-	-
Total Culture and Recreation	751,053,004	107,429,915	478,678,192	111,121,371	25,298,594	-	28,524,932
Economic Development	44,618,582	3,290,548	14,386,848	26,893,392	47,794	-	-
Total Governmental Funds Capital Assets	1,742,875,656	149,008,533	592,680,755	138,777,651	75,092,803	699,392,799	87,923,115

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Saint Paul, Minnesota
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
For the Fiscal Year Ended December 31, 2011

Schedule 29

<u>Function and Activity</u>	<u>Balance 01/01/11</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 12/31/11</u>
General Government Control				
Legislative	34,165	8,489	-	42,654
Executive	313,675	9,172	13,626	309,221
Total Control	347,840	17,661	13,626	351,875
Staff Agencies				
City Clerk	690,439	-	-	690,439
Technology and Management Services	1,709,664	357,994	70,515	1,997,143
City Attorney	284,003	-	-	284,003
General Government Buildings	49,243,709	3,512,628	-	52,756,337
Total Staff Agencies	51,927,815	3,870,622	70,515	55,727,922
Total General Government	52,275,655	3,888,283	84,141	56,079,797
Public Safety				
Police Protection	48,247,560	2,850,393	1,308,034	49,789,919
Fire Protection	48,950,315	1,087,451	1,470,508	48,567,258
Safety and Inspection	782,543	-	14,827	767,716
Emergency Management	111,160	-	-	111,160
Total Public Safety	98,091,578	3,937,844	2,793,369	99,236,053
Highways and Streets	768,080,218	24,432,018	624,016	791,888,220
Culture and Recreation				
Office of Financial Services	10,002,340	99,478	-	10,101,818
Parks and Recreation	380,571,587	23,392,184	241,239	403,722,532
Library	50,716,451	264,188	540,494	50,440,145
RiverCentre	286,182,220	606,289	-	286,788,509
Total Culture and Recreation	727,472,598	24,362,139	781,733	751,053,004
Economic Development	44,460,424	196,253	38,095	44,618,582
Total Governmental Funds Capital Assets	1,690,380,473	56,816,537	4,321,354	1,742,875,656

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Saint Paul, Minnesota
 SCHEDULE OF DELINQUENT TAXES RECEIVABLE
 ALL FUNDS
 December 31, 2011

Schedule 30

Delinquent Taxes Receivable by Year	FUNDS							
	Total	General	SPECIAL REVENUE		DEBT SERVICE		CAPITAL PROJECTS	ENTERPRISE
			Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	HRA Tax Increment	HRA Parking
Delinquent Taxes								
2011	2,681,860	1,273,953	342,148	186,803	191,370	406,668	260,910	20,008
2010	1,673,499	1,005,973	253,294	49,793	126,115	108,866	111,164	18,294
2009	561,150	339,723	90,257	12,199	60,988	39,229	(1,090)	19,844
2008 and Prior	435,658	226,698	89,136	11,578	37,604	15,086	627	54,929
Total Delinquent Taxes Receivable	5,352,167	2,846,347	774,835	260,373	416,077	569,849	371,611	113,075

City of Saint Paul, Minnesota
SCHEDULE OF CHANGES IN BONDS PAYABLE
For the Fiscal Year Ended December 31, 2011

Schedule 31

	<u>Balance 01/01/11</u>	<u>Issued</u>	<u>Retired/ Defeased</u>	<u>Balance 12/31/11</u>
General Long-Term Debt				
General Obligation Bonds				
Property Tax Supported	150,751,047	39,269,750	25,920,986	164,099,811
Special Assessment Debt with Governmental Commitment	23,588,953	2,875,250	3,124,014	23,340,189
HRA Tax Increment	8,460,000	11,930,000	1,765,000	18,625,000
Total General Obligation Bonds	<u>182,800,000</u>	<u>54,075,000</u>	<u>30,810,000</u>	<u>206,065,000</u>
Revenue Bonds				
Sales Tax Revenue Bonds	87,865,000	-	3,065,000	84,800,000
HRA Tax Increment Revenue Bonds	48,566,305	-	11,654,648	36,911,657
HRA Sales Tax Revenue Bonds	37,360,000	-	1,840,000	35,520,000
HRA Lease Revenue Bonds	13,655,000	-	575,000	13,080,000
Total Revenue Bonds	<u>187,446,305</u>	<u>-</u>	<u>17,134,648</u>	<u>170,311,657</u>
Total Bonds	<u>370,246,305</u>	<u>54,075,000</u>	<u>47,944,648</u>	<u>376,376,657</u>
Sewer Utility Enterprise Fund				
Revenue Bonds	50,865,000	8,900,000	2,615,000	57,150,000
Special Services Enterprise Fund				
Revenue Bonds	6,190,000	-	265,000	5,925,000
HRA Loan Enterprise Fund				
Limited Tax Bonds	7,855,000	-	-	7,855,000
HRA Parking Enterprise Fund				
General Obligation Bonds - Self Supporting	28,055,000	-	1,575,000	26,480,000
Revenue Bonds	42,785,000	-	1,550,000	41,235,000
	<u>70,840,000</u>	<u>-</u>	<u>3,125,000</u>	<u>67,715,000</u>
Total	<u>505,996,305</u>	<u>62,975,000</u>	<u>53,949,648</u>	<u>515,021,657</u>

DEBT SERVICE REQUIREMENTS TO MATURITY - GENERAL OBLIGATION BONDS

December 31, 2011

Fiscal Year	GENERAL OBLIGATION BONDS - PROPERTY TAX SUPPORTED (Governmental Activity)			GENERAL OBLIGATION SPECIAL ASSESSMENT DEBT WITH GOVERNMENTAL COMMITMENT (Governmental Activity)			GENERAL OBLIGATION BONDS - HRA TAX INCREMENT (Governmental Activity)		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2012	17,329,961	6,204,677	23,534,638	2,770,034	938,044	3,708,078	2,555,000	577,778	3,132,778
2013	16,114,645	5,697,069	21,811,714	2,730,355	817,767	3,548,122	1,305,000	520,454	1,825,454
2014	12,344,615	5,237,010	17,581,625	1,420,386	731,116	2,151,502	1,340,000	481,039	1,821,039
2015	11,528,837	4,806,150	16,334,987	2,301,163	661,031	2,962,194	1,380,000	439,996	1,819,996
2016	10,000,859	4,430,777	14,431,636	1,849,142	582,849	2,431,991	1,190,000	396,822	1,586,822
2017	9,182,471	4,102,053	13,284,524	1,747,530	513,633	2,261,163	1,220,000	356,284	1,576,284
2018	8,607,806	3,787,790	12,395,596	802,194	463,525	1,265,719	710,000	322,564	1,032,564
2019	8,155,616	3,485,899	11,641,515	824,384	431,106	1,255,490	725,000	301,621	1,026,621
2020	7,891,223	3,181,728	11,072,951	853,778	395,516	1,249,294	750,000	279,991	1,029,991
2021	7,225,627	2,878,418	10,104,045	884,373	358,481	1,242,854	775,000	257,474	1,032,474
2022	6,768,830	2,592,711	9,361,541	921,170	319,735	1,240,905	800,000	234,086	1,034,086
2023	6,860,143	2,302,063	9,162,206	959,857	278,675	1,238,532	825,000	209,819	1,034,819
2024	5,839,475	2,014,860	7,854,335	1,000,525	235,285	1,235,810	845,000	183,006	1,028,006
2025	5,427,876	1,758,343	7,186,219	1,037,125	189,883	1,227,008	875,000	154,435	1,029,435
2026	5,308,943	1,499,151	6,808,094	976,056	141,648	1,117,704	910,000	123,790	1,033,790
2027	4,880,579	1,244,837	6,125,416	804,421	97,622	902,043	945,000	90,728	1,035,728
2028	4,416,662	1,006,563	5,423,225	628,339	61,006	689,345	980,000	55,348	1,035,348
2029	3,929,119	792,021	4,721,140	450,881	32,601	483,482	160,000	16,440	176,440
2030	3,436,583	597,602	4,034,185	278,417	12,826	291,243	165,000	10,100	175,100
2031	2,424,941	436,955	2,861,896	100,059	2,126	102,185	170,000	3,400	173,400
2032	2,165,000	318,919	2,483,919	-	-	-	-	-	-
2033	1,900,000	203,798	2,103,798	-	-	-	-	-	-
2034	1,615,000	107,443	1,722,443	-	-	-	-	-	-
2035	745,000	29,098	774,098	-	-	-	-	-	-
	<u>164,099,811</u>	<u>58,715,935</u>	<u>222,815,746</u>	<u>23,340,189</u>	<u>7,264,472</u>	<u>30,604,661</u>	<u>18,625,000</u>	<u>5,015,174</u>	<u>23,640,174</u>

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continued

GENERAL OBLIGATION BONDS -
SELF-SUPPORTING
HRA PARKING ENTERPRISE FUND
(Business-Type Activity)

Fiscal Year	TOTAL GOVERNMENTAL ACTIVITIES			TOTAL			TOTAL BUSINESS-TYPE ACTIVITIES		
	Principal	Interest	Requirements	Principal	Interest	Requirements	Principal	Interest	Requirements
2012	22,654,995	7,720,499	30,375,494	1,605,000	885,838	2,490,838	1,605,000	885,838	2,490,838
2013	20,150,000	7,035,289	27,185,289	1,640,000	835,541	2,475,541	1,640,000	835,541	2,475,541
2014	15,105,001	6,449,165	21,554,166	1,710,000	783,616	2,493,616	1,710,000	783,616	2,493,616
2015	15,210,000	5,907,177	21,117,177	1,650,000	727,846	2,377,846	1,650,000	727,846	2,377,846
2016	13,040,001	5,410,448	18,450,449	1,725,000	664,081	2,389,081	1,725,000	664,081	2,389,081
2017	12,150,001	4,971,970	17,121,971	1,800,000	593,581	2,393,581	1,800,000	593,581	2,393,581
2018	10,120,000	4,573,878	14,693,878	1,850,000	520,581	2,370,581	1,850,000	520,581	2,370,581
2019	9,705,000	4,218,626	13,923,626	1,855,000	455,756	2,310,756	1,855,000	455,756	2,310,756
2020	9,495,001	3,857,235	13,352,236	1,920,000	397,931	2,317,931	1,920,000	397,931	2,317,931
2021	8,885,000	3,494,373	12,379,373	1,985,000	336,916	2,321,916	1,985,000	336,916	2,321,916
2022	8,490,000	3,146,532	11,636,532	2,055,000	269,938	2,324,938	2,055,000	269,938	2,324,938
2023	8,645,000	2,790,557	11,435,557	2,125,000	196,788	2,321,788	2,125,000	196,788	2,321,788
2024	7,685,000	2,433,151	10,118,151	2,225,000	120,663	2,345,663	2,225,000	120,663	2,345,663
2025	7,340,001	2,102,660	9,442,661	2,335,000	40,863	2,375,863	2,335,000	40,863	2,375,863
2026	7,194,999	1,764,589	8,959,588	-	-	-	-	-	-
2027	6,630,000	1,433,186	8,063,186	-	-	-	-	-	-
2028	6,025,001	1,122,916	7,147,917	-	-	-	-	-	-
2029	4,540,000	841,062	5,381,062	-	-	-	-	-	-
2030	3,880,000	620,528	4,500,528	-	-	-	-	-	-
2031	2,695,000	442,481	3,137,481	-	-	-	-	-	-
2032	2,165,000	318,919	2,483,919	-	-	-	-	-	-
2033	1,900,000	203,798	2,103,798	-	-	-	-	-	-
2034	1,615,000	107,443	1,722,443	-	-	-	-	-	-
2035	745,000	29,098	774,098	-	-	-	-	-	-
	<u>206,065,000</u>	<u>70,995,581</u>	<u>277,060,581</u>	<u>26,480,000</u>	<u>6,829,939</u>	<u>33,309,939</u>	<u>26,480,000</u>	<u>6,829,939</u>	<u>33,309,939</u>

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continued

City of Saint Paul, Minnesota
 DEBT SERVICE REQUIREMENTS TO MATURITY - GENERAL OBLIGATION BONDS
 December 31, 2011

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Fiscal Year	TOTAL ALL ACTIVITIES		
	Principal	Interest	Total Requirements
2012	24,259,995	8,606,337	32,866,332
2013	21,790,000	7,870,830	29,660,830
2014	16,815,001	7,232,781	24,047,782
2015	16,860,000	6,635,023	23,495,023
2016	14,765,001	6,074,529	20,839,530
2017	13,950,001	5,565,551	19,515,552
2018	11,970,000	5,094,459	17,064,459
2019	11,560,000	4,674,382	16,234,382
2020	11,415,001	4,255,166	15,670,167
2021	10,870,000	3,831,289	14,701,289
2022	10,545,000	3,416,470	13,961,470
2023	10,770,000	2,987,345	13,757,345
2024	9,910,000	2,553,814	12,463,814
2025	9,675,001	2,143,523	11,818,524
2026	7,194,999	1,764,589	8,959,588
2027	6,630,000	1,433,186	8,063,186
2028	6,025,001	1,122,916	7,147,917
2029	4,540,000	841,062	5,381,062
2030	3,880,000	620,528	4,500,528
2031	2,695,000	442,481	3,137,481
2032	2,165,000	318,919	2,483,919
2033	1,900,000	203,798	2,103,798
2034	1,615,000	107,443	1,722,443
2035	745,000	29,098	774,098
	<u>232,545,000</u>	<u>77,825,520</u>	<u>310,370,520</u>

City of Saint Paul, Minnesota
DEBT SERVICE REQUIREMENTS TO MATURITY - REVENUE BONDS
December 31, 2011

Schedule 33

Fiscal Year	SALES TAX REVENUE BONDS (Governmental Activity)			HRA TAX INCREMENT REVENUE BONDS (Governmental Activity)			HRA SALES TAX REVENUE BONDS (Governmental Activity)		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2012	3,230,000	4,516,873	7,746,873	1,658,795	2,369,604	4,028,399	1,975,000	2,521,920	4,496,920
2013	3,410,000	4,347,402	7,757,402	1,751,862	2,268,812	4,020,674	2,115,000	2,381,695	4,496,695
2014	3,595,000	4,165,615	7,760,615	1,609,000	2,161,593	3,770,593	2,265,000	2,231,530	4,496,530
2015	3,805,000	3,973,963	7,778,963	1,726,000	2,063,002	3,789,002	2,425,000	2,070,715	4,495,715
2016	4,010,000	3,771,118	7,781,118	1,826,000	1,956,732	3,782,732	2,595,000	1,898,540	4,493,540
2017	4,235,000	3,557,343	7,792,343	2,329,000	1,821,936	4,150,936	2,780,000	1,714,295	4,494,295
2018	4,470,000	3,331,568	7,801,568	1,303,000	1,709,583	3,012,583	2,980,000	1,516,915	4,496,915
2019	4,725,000	3,088,166	7,813,166	1,391,000	1,621,489	3,012,489	3,190,000	1,305,335	4,495,335
2020	4,995,000	2,830,801	7,825,801	1,493,000	1,527,233	3,020,233	3,420,000	1,078,845	4,498,845
2021	5,280,000	2,558,688	7,838,688	1,597,000	1,425,148	3,022,148	3,660,000	836,025	4,496,025
2022	5,575,000	2,270,998	7,845,998	1,712,000	1,314,750	3,026,750	3,920,000	576,165	4,496,165
2023	5,890,000	1,967,209	7,857,209	1,829,000	1,196,655	3,025,655	4,195,000	297,845	4,492,845
2024	10,730,000	1,646,185	12,376,185	1,962,000	1,070,140	3,032,140	-	-	-
2025	11,330,000	1,071,222	12,401,222	2,101,000	934,604	3,035,604	-	-	-
2026	1,720,000	476,000	2,196,000	2,248,000	788,878	3,036,878	-	-	-
2027	1,810,000	390,000	2,200,000	2,407,000	632,288	3,039,288	-	-	-
2028	1,900,000	299,500	2,199,500	4,009,000	410,890	4,419,890	-	-	-
2029	1,995,000	204,500	2,199,500	3,959,000	135,389	4,094,389	-	-	-
2030	2,095,000	104,750	2,199,750	-	-	-	-	-	-
2031	-	-	-	-	-	-	-	-	-
2032	-	-	-	-	-	-	-	-	-
2033	-	-	-	-	-	-	-	-	-
2034	-	-	-	-	-	-	-	-	-
2035	-	-	-	-	-	-	-	-	-
	<u>84,800,000</u>	<u>44,571,900</u>	<u>129,371,900</u>	<u>36,911,657</u>	<u>25,408,726</u>	<u>62,320,383</u>	<u>35,520,000</u>	<u>18,429,825</u>	<u>53,949,825</u>

continued

City of Saint Paul, Minnesota
DEBT SERVICE REQUIREMENTS TO MATURITY - REVENUE BONDS
December 31, 2011

Schedule 33

Fiscal Year	HRA LEASE REVENUE BONDS (Governmental Activity)			TOTAL GOVERNMENTAL ACTIVITIES			SEWER UTILITY ENTERPRISE FUND REVENUE BONDS (Business-Type Activity)		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2012	590,000	546,988	1,136,988	7,453,795	9,955,385	17,409,180	3,060,000	2,173,318	5,233,318
2013	610,000	527,038	1,137,038	7,886,862	9,524,947	17,411,809	3,140,000	2,086,155	5,226,155
2014	630,000	506,313	1,136,313	8,099,000	9,065,051	17,164,051	3,230,000	1,994,116	5,224,116
2015	650,000	485,013	1,135,013	8,606,000	8,592,693	17,198,693	3,315,000	1,891,504	5,206,504
2016	670,000	462,481	1,132,481	9,101,000	8,088,871	17,189,871	3,425,000	1,775,541	5,200,541
2017	695,000	438,319	1,133,319	10,039,000	7,531,893	17,570,893	3,525,000	1,654,754	5,179,754
2018	720,000	411,231	1,131,231	9,473,000	6,969,297	16,442,297	3,935,000	1,523,404	5,458,404
2019	755,000	381,038	1,136,038	10,061,000	6,396,028	16,457,028	3,465,000	1,362,779	4,827,779
2020	785,000	349,037	1,134,037	10,693,000	5,785,916	16,478,916	3,605,000	1,214,214	4,819,214
2021	815,000	315,888	1,130,888	11,352,000	5,135,749	16,487,749	3,120,000	1,060,429	4,180,429
2022	855,000	280,499	1,135,499	12,062,000	4,442,412	16,504,412	3,235,000	927,479	4,162,479
2023	890,000	242,806	1,132,806	12,804,000	3,704,515	16,508,515	3,375,000	795,602	4,170,602
2024	930,000	202,050	1,132,050	13,622,000	2,918,375	16,540,375	3,060,000	656,486	3,716,486
2025	365,000	172,375	537,375	13,796,000	2,178,201	15,974,201	3,195,000	530,581	3,725,581
2026	385,000	155,037	540,037	4,353,000	1,419,915	5,772,915	3,325,000	398,083	3,723,083
2027	400,000	136,750	536,750	4,617,000	1,159,038	5,776,038	3,465,000	259,336	3,724,336
2028	420,000	116,750	536,750	6,329,000	827,140	7,156,140	1,820,000	132,980	1,952,980
2029	445,000	95,750	540,750	6,399,000	435,639	6,834,639	1,220,000	64,825	1,284,825
2030	465,000	73,500	538,500	2,560,000	178,250	2,738,250	635,000	20,294	655,294
2031	490,000	50,250	540,250	490,000	50,250	540,250	-	-	-
2032	515,000	25,750	540,750	515,000	25,750	540,750	-	-	-
2033	-	-	-	-	-	-	-	-	-
2034	-	-	-	-	-	-	-	-	-
2035	-	-	-	-	-	-	-	-	-
	<u>13,080,000</u>	<u>5,974,863</u>	<u>19,054,863</u>	<u>170,311,657</u>	<u>94,385,314</u>	<u>264,696,971</u>	<u>57,150,000</u>	<u>20,521,878</u>	<u>77,671,878</u>

continued

Fiscal Year	SPECIAL SERVICES ENTERPRISE FUND RECREATION FACILITY REVENUE BONDS (Business-Type Activity)			HRA PARKING ENTERPRISE FUND REVENUE BONDS (Business-Type Activity)			TOTAL BUSINESS-TYPE ACTIVITIES			TOTAL ALL ACTIVITIES		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2012	280,000	284,150	564,150	1,670,000	1,923,612	3,593,612	5,010,000	4,381,080	9,391,080	12,463,795	14,336,465	26,800,260
2013	295,000	272,950	567,950	1,750,000	1,846,327	3,596,327	5,185,000	4,205,432	9,390,432	13,071,862	13,730,379	26,802,241
2014	310,000	261,150	571,150	1,830,000	1,764,762	3,594,762	5,370,000	4,020,028	9,390,028	13,469,000	13,085,079	26,554,079
2015	325,000	248,750	573,750	1,915,000	1,678,924	3,593,924	5,555,000	3,819,178	9,374,178	14,161,000	12,411,871	26,572,871
2016	350,000	235,750	585,750	2,010,000	1,588,476	3,598,476	5,785,000	3,599,767	9,384,767	14,886,000	11,688,639	26,574,639
2017	375,000	218,250	593,250	2,105,000	1,492,925	3,597,925	6,005,000	3,365,929	9,370,929	16,044,000	10,897,821	26,941,821
2018	400,000	199,500	599,500	1,140,000	1,384,456	2,524,456	5,475,000	3,107,360	8,582,360	14,948,000	10,076,657	25,024,657
2019	425,000	179,500	604,500	1,175,000	1,346,419	2,521,419	5,065,000	2,888,698	7,953,698	15,126,000	9,284,725	24,410,725
2020	450,000	158,250	608,250	1,225,000	1,300,443	2,525,443	5,280,000	2,672,907	7,952,907	15,973,000	8,458,822	24,431,822
2021	475,000	135,750	610,750	1,270,000	1,251,444	2,521,444	4,865,000	2,447,623	7,312,623	16,217,000	7,583,372	23,800,372
2022	505,000	112,000	617,000	1,325,000	1,200,643	2,525,643	5,065,000	2,240,122	7,305,122	17,127,000	6,682,534	23,809,534
2023	535,000	86,750	621,750	1,375,000	1,147,069	2,522,069	5,285,000	2,029,421	7,314,421	18,089,000	5,733,936	23,822,936
2024	565,000	60,000	625,000	1,435,000	1,089,750	2,524,750	5,060,000	1,806,236	6,866,236	18,682,000	4,724,611	23,406,611
2025	635,000	31,750	666,750	1,495,000	1,028,763	2,523,763	5,325,000	1,591,094	6,916,094	19,121,000	3,769,296	22,890,296
2026	-	-	-	1,560,000	964,575	2,524,575	4,885,000	1,362,658	6,247,658	9,238,000	2,782,573	12,020,573
2027	-	-	-	1,635,000	888,619	2,523,619	5,100,000	1,147,955	6,247,955	9,717,000	2,306,993	12,023,993
2028	-	-	-	1,715,000	809,006	2,524,006	3,535,000	941,986	4,476,986	9,864,000	1,769,126	11,633,126
2029	-	-	-	1,795,000	725,487	2,520,487	3,015,000	790,312	3,805,312	9,414,000	1,225,951	10,639,951
2030	-	-	-	1,885,000	638,062	2,523,062	2,520,000	658,356	3,178,356	5,080,000	836,606	5,916,606
2031	-	-	-	1,975,000	546,250	2,521,250	1,975,000	546,250	2,521,250	2,465,000	596,500	3,061,500
2032	-	-	-	2,075,000	447,500	2,522,500	2,075,000	447,500	2,522,500	2,590,000	473,250	3,063,250
2033	-	-	-	2,180,000	343,750	2,523,750	2,180,000	343,750	2,523,750	2,180,000	343,750	2,523,750
2034	-	-	-	2,290,000	234,750	2,524,750	2,290,000	234,750	2,524,750	2,290,000	234,750	2,524,750
2035	-	-	-	2,405,000	120,250	2,525,250	2,405,000	120,250	2,525,250	2,405,000	120,250	2,525,250
	<u>5,925,000</u>	<u>2,484,500</u>	<u>8,409,500</u>	<u>41,235,000</u>	<u>25,762,262</u>	<u>66,997,262</u>	<u>104,310,000</u>	<u>48,768,640</u>	<u>153,078,640</u>	<u>274,621,657</u>	<u>143,153,953</u>	<u>417,775,610</u>

DEBT SERVICE REQUIREMENTS TO MATURITY - LIMITED TAX BONDS

December 31, 2011

Fiscal Year	HRA LOAN ENTERPRISE FUND LIMITED TAX BONDS		Total Requirements
	Principal	Interest	
2012	-	514,092.50	514,092.50
2013	-	514,092.50	514,092.50
2014	100,000	511,917.50	611,917.50
2015	110,000	507,350.00	617,350.00
2016	120,000	502,347.50	622,347.50
2017	135,000	496,801.25	631,801.25
2018	145,000	490,711.25	635,711.25
2019	160,000	484,077.50	644,077.50
2020	165,000	476,802.50	641,802.50
2021	170,000	468,970.00	638,970.00
2022	180,000	460,522.50	640,522.50
2023	205,000	450,987.50	655,987.50
2024	220,000	440,087.50	660,087.50
2025	235,000	427,262.50	662,262.50
2026	255,000	412,562.50	667,562.50
2027	270,000	396,475.00	666,475.00
2028	290,000	378,975.00	668,975.00
2029	310,000	360,225.00	670,225.00
2030	335,000	340,068.75	675,068.75
2031	355,000	316,731.25	671,731.25
2032	380,000	290,087.50	670,087.50
2033	405,000	261,631.25	666,631.25
2034	255,000	237,706.25	492,706.25
2035	265,000	218,856.25	483,856.25
2036	275,000	198,937.50	473,937.50
2037	290,000	177,750.00	467,750.00
2038	605,000	144,187.50	749,187.50
2039	655,000	96,937.50	751,937.50
2040	965,000	36,187.50	1,001,187.50
	<u>7,855,000</u>	<u>10,613,341.25</u>	<u>18,468,341.25</u>

December 31, 2011

ANNUAL PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	General Obligation Bond Requirements	Revenue Bond Requirements	Limited Tax Bond Requirements	Total Requirements
2012	32,866,331.82	26,800,259.56	514,092.50	60,180,683.88
2013	29,660,830.28	26,802,240.53	514,092.50	56,977,163.31
2014	24,047,781.89	26,554,078.82	611,917.50	51,213,778.21
2015	23,495,023.39	26,572,870.82	617,350.00	50,685,244.21
2016	20,839,530.20	26,574,638.74	622,347.50	48,036,516.44
2017	19,515,552.42	26,941,821.30	631,801.25	47,089,174.97
2018	17,064,459.14	25,024,656.82	635,711.25	42,724,827.21
2019	16,234,382.10	24,410,725.48	644,077.50	41,289,185.08
2020	15,670,166.78	24,431,822.26	641,802.50	40,743,791.54
2021	14,701,289.02	23,800,371.52	638,970.00	39,140,630.54
2022	13,961,470.31	23,809,534.02	640,522.50	38,411,526.83
2023	13,757,345.02	23,822,935.92	655,987.50	38,236,268.44
2024	12,463,814.03	23,406,610.79	660,087.50	36,530,512.32
2025	11,818,524.46	22,890,295.72	662,262.50	35,371,082.68
2026	8,959,587.59	12,020,572.51	667,562.50	21,647,722.60
2027	8,063,185.74	12,023,992.63	666,475.00	20,753,653.37
2028	7,147,917.35	11,633,126.00	668,975.00	19,450,018.35
2029	5,381,062.32	10,639,951.00	670,225.00	16,691,238.32
2030	4,500,527.78	5,916,605.75	675,068.75	11,092,202.28
2031	3,137,481.17	3,061,500.00	671,731.25	6,870,712.42
2032	2,483,919.02	3,063,250.00	670,087.50	6,217,256.52
2033	2,103,797.90	2,523,750.00	666,631.25	5,294,179.15
2034	1,722,442.80	2,524,750.00	492,706.25	4,739,899.05
2035	774,097.60	2,525,250.00	483,856.25	3,783,203.85
2036	-	-	473,937.50	473,937.50
2037	-	-	467,750.00	467,750.00
2038	-	-	749,187.50	749,187.50
2039	-	-	751,937.50	751,937.50
2040	-	-	1,001,187.50	1,001,187.50
	310,370,520.13	417,775,610.19	18,468,341.25	746,614,471.57

SCHEDULE OF GENERAL OBLIGATION BOND ANNUAL CHARGES FOR
BOND AND INTEREST - PROPERTY TAX SUPPORTED BONDS

December 31, 2011

	Capital Improvement		Library Agency		Public Safety		Street Improvement		Total	
	Bonds	Interest	Bonds	Interest	Bonds	Interest	Bonds	Interest	Bonds	Interest
2012	11,415,000	1,962,458.38	400,000	687,302.00	3,085,000	1,484,376.96	2,429,961	2,070,539.77	17,329,961	6,204,677.11
2013	9,305,000	1,653,727.12	700,000	668,052.00	3,800,000	1,380,336.96	2,309,645	1,994,952.75	16,114,645	5,697,068.83
2014	7,470,000	1,387,014.61	1,000,000	635,802.00	1,530,000	1,299,661.96	2,344,615	1,914,531.91	12,344,615	5,237,010.48
2015	6,535,000	1,130,883.36	1,000,000	593,302.00	1,580,000	1,254,086.96	2,413,837	1,827,878.06	11,528,837	4,806,150.38
2016	4,855,000	940,324.79	1,000,000	548,302.00	1,640,000	1,207,061.96	2,505,859	1,735,088.57	10,000,859	4,430,777.32
2017	3,890,000	804,749.49	1,000,000	503,302.00	1,710,000	1,155,836.96	2,582,471	1,638,164.57	9,182,471	4,102,053.02
2018	3,205,000	692,325.36	1,000,000	458,302.00	1,785,000	1,100,486.96	2,617,806	1,536,675.19	8,607,806	3,787,789.51
2019	2,630,000	600,168.31	1,000,000	413,302.00	1,835,000	1,042,174.46	2,690,616	1,430,254.07	8,155,616	3,485,898.84
2020	2,235,000	520,060.76	975,000	367,645.75	1,895,000	980,424.46	2,786,223	1,313,596.55	7,891,223	3,181,727.52
2021	1,475,000	446,782.75	925,000	322,520.75	1,940,000	916,536.96	2,885,627	1,192,577.92	7,225,627	2,878,418.38
2022	860,000	399,191.80	900,000	279,177.00	2,005,000	848,391.56	3,003,830	1,065,951.01	6,768,830	2,592,711.37
2023	885,000	360,813.60	780,000	239,277.00	2,065,000	770,176.36	3,130,143	931,796.48	6,860,143	2,302,063.44
2024	905,000	321,440.00	600,000	206,502.00	1,070,000	697,081.46	3,264,475	789,836.26	5,839,475	2,014,859.72
2025	930,000	281,181.60	-	192,252.00	1,115,000	643,788.06	3,382,876	641,120.92	5,427,876	1,758,342.58
2026	955,000	238,110.60	-	192,252.00	1,160,000	585,784.06	3,193,943	483,004.36	5,308,943	1,499,151.02
2027	985,000	189,189.00	-	192,252.00	1,205,000	525,617.86	2,690,579	337,777.66	4,880,579	1,244,836.52
2028	1,020,000	138,229.00	-	192,252.00	1,260,000	462,891.61	2,136,662	213,190.51	4,416,662	1,006,563.12
2029	1,045,000	86,122.40	-	192,252.00	1,310,000	397,360.48	1,574,119	116,286.08	3,929,119	792,020.96
2030	905,000	32,359.60	175,000	192,252.00	1,365,000	328,344.30	991,583	44,646.31	3,436,583	597,602.21
2031	-	-	665,000	174,585.60	1,425,000	255,251.82	334,941	7,117.50	2,424,941	436,954.92
2032	-	-	685,000	139,772.40	1,480,000	179,146.62	-	-	2,165,000	318,919.02
2033	-	-	705,000	103,920.00	1,195,000	99,877.90	-	-	1,900,000	203,797.90
2034	-	-	725,000	67,028.40	890,000	40,414.40	-	-	1,615,000	107,442.80
2035	-	-	745,000	29,097.60	-	-	-	-	745,000	29,097.60
	<u>61,505,000</u>	<u>12,185,132.53</u>	<u>14,980,000</u>	<u>7,590,704.50</u>	<u>38,345,000</u>	<u>17,655,111.09</u>	<u>49,269,811</u>	<u>21,284,986.45</u>	<u>164,099,811</u>	<u>58,715,934.57</u>

	Federal	State	County	Other	Total
GOVERNMENTAL FUNDS					
Major Governmental Funds					
General Fund					
Homeland Security Grant Program - State Administered	65,738	-	-	-	65,738
City Share of State Department of Transportation Fines	-	7,425	-	-	7,425
Fire Pension Amortization and Insurance Premium Aid	-	1,960,961	-	-	1,960,961
Local Government Aid	-	50,320,488	-	-	50,320,488
Market Value Homestead Credit	-	4,889	-	-	4,889
Police/Fire Disability Benefit Act	-	329,766	-	-	329,766
Police Pension Amortization Aid	-	3,955,249	-	-	3,955,249
Public Employees Retirement Association Pension Aid	-	517,512	-	-	517,512
City Share of State Highway Rent	-	75,548	-	-	75,548
City Share of County Court Fines	-	3,859,881	-	-	3,859,881
Affordable Care Act's Early Retirement Reinsurance Program	-	-	-	1,188,003	1,188,003
	<u>65,738</u>	<u>61,031,719</u>	<u>-</u>	<u>1,188,003</u>	<u>62,285,460</u>
Library Agency					
City Share of State Highway Rent	-	20,354	-	-	20,354
HRA General Fund					
Market Value Homestead Credit	-	108,652	-	-	108,652
General Debt Service					
Government Acquired Property Rent	-	-	11,385	-	11,385
Build America Bonds Interest Subsidy	-	-	-	501,880	501,880
	<u>-</u>	<u>-</u>	<u>11,385</u>	<u>501,880</u>	<u>513,265</u>
HRA General Debt Service					
Market Value Homestead Credit	-	74,672	-	-	74,672
Capital Improvement Projects					
Federal Highway Administration - State Administered	997,348	-	-	-	997,348
New Freedom Program Grants - Metropolitan Council Administered	1,014,496	-	-	-	1,014,496
Brownfield Assessment and Clean-up Cooperative Agreement - EPA	4,626	-	-	-	4,626
Municipal State Aid - Construction	-	5,172,373	-	-	5,172,373
State Department of Natural Resources	-	1,471,117	-	-	1,471,117
Metropolitan Council	-	-	-	6,602,371	6,602,371
	<u>2,016,470</u>	<u>6,643,490</u>	<u>-</u>	<u>6,602,371</u>	<u>15,262,331</u>
Total Major Governmental Funds	<u>2,082,208</u>	<u>67,878,887</u>	<u>11,385</u>	<u>8,292,254</u>	<u>78,264,734</u>

continued

	Federal	State	County	Other	Total
Non Major Governmental Funds					
Special Revenue Funds					
Special Projects - General Government					
AmeriCorps*VISTA - CNCS	256,230	-	-	-	256,230
Solar America Cities - DOE	71,175	-	-	-	71,175
VAWA Recovery Act Systems Change 09 - State Administered (ARRA)	70,047	-	-	-	70,047
Saint Paul Public Schools - AmeriCorps*VISTA Cost Share	-	-	-	10,191	10,191
	<u>397,452</u>	<u>-</u>	<u>-</u>	<u>10,191</u>	<u>407,643</u>
Citywide Major Events					
Disaster Grants - Public Assistance - State Administered	876,082	292,027	-	-	1,168,109
Special Projects Police					
Bullet Proof Vest Partnership - DOJ	8,479	-	-	-	8,479
COPS Hiring Recovery Program - DOJ (ARRA)	1,977,455	-	-	-	1,977,455
COPS Technology - Squad Cameras - DOJ	434,166	-	-	-	434,166
First Light, Accountability, Response, and Enforcement - DOJ	222,191	-	-	-	222,191
Homeland Security Grant Program - State Administered	65,767	-	-	-	65,767
Buffer Zone Protection Program - State Administered	182,418	-	-	-	182,418
Services for Trafficking Victims - DOJ	128,503	-	-	-	128,503
Edward Byrne Memorial Competitive Grant Program - DOJ (ARRA)	383,819	-	-	-	383,819
Internet Crimes Against Children Task Force Program - DOJ (ARRA)	66,658	-	-	-	66,658
Edward Byrne Memorial Justice Assistance Grant Program - DOJ	301,002	-	-	-	301,002
Edward Byrne Memorial Justice Assistance Grant Program - DOJ (ARRA)	548,384	-	-	-	548,384
Juvenile Accountability Incentive Block Grant - State Administered	17,794	-	-	-	17,794
Narcotics Control Program-Surveillance - Ramsey County Administered	135,213	-	-	-	135,213
Comprehensive Community Based Approaches to Preventing and Reducing Violent Crime - Police Athletic League Administered (ARRA)	9,697	-	-	-	9,697
Juvenile Mentoring Program - Police Athletic League Administered	22,525	-	-	-	22,525
Port Security Grant Program - DHS	786,351	-	-	-	786,351
Safe and Sober Grant - State Administered	126,536	-	-	-	126,536
Violence Against Women - State Administered (ARRA)	43,962	-	-	-	43,962
Electric Citation-MN Court Information System	-	30,000	-	-	30,000
Minnesota Auto Theft Prevention Program	-	73,023	-	-	73,023
BCA - Adapter Development	-	30,000	-	-	30,000
Peace Officers Standards Board	-	219,661	-	-	219,661
MN Bidirectional Communication	-	71,000	-	-	71,000
	<u>5,460,920</u>	<u>423,684</u>	<u>-</u>	<u>-</u>	<u>5,884,604</u>
Fire Responsive Services					
2008 UASI Grant - State Administered	615,224	-	-	-	615,224
2008 Homeland Security Grant- MN JAC - State Administered	65,511	-	-	-	65,511
2008 SAFER Grant - DHS	600,884	-	-	-	600,884
2008 Homeland Security Grant - Haz Mat - State Administered	63,423	-	-	-	63,423
2008 Metropolitan Medical Response System Grant - State Administered	90,255	-	-	-	90,255
2009 UASI Grant - State Administered	607,530	-	-	-	607,530
2009 UASI Hazard Analysis Grant - State Administered	107,251	-	-	-	107,251
2009 Homeland Security Grant - Haz Mat - State Administered	70,000	-	-	-	70,000
2009 Homeland Security Grant - Collapse - State Administered	52,162	-	-	-	52,162
2009 Metropolitan Medical Response System Grant - State Administered	22,350	-	-	-	22,350
2009 Assistance to Firefighters Grant - DHS	544,035	-	-	-	544,035
2010 Homeland Security Grant - Haz Mat - State Administered	1,464	-	-	-	1,464
2010 Haz Mat Preparedness Grant - State Administered	7,200	-	-	-	7,200
2010 UASI Hazard Analysis Grant - State Administered	39,967	-	-	-	39,967
2010 Homeland Security Grant - Collapse - State Administered	15,269	-	-	-	15,269
2010 USAI Grant - State Administered	34,984	-	-	-	34,984
2010 Assistance to Firefighters Grant - DHS	17,044	-	-	-	17,044
2011 Emergency Management Performance Grant - State Administered	29,999	-	-	-	29,999
	<u>2,984,552</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,984,552</u>
Right of Way Maintenance					
Municipal State Aid - Maintenance	-	1,884,040	-	-	1,884,040
State Trunk Highway	-	832,967	-	-	832,967
Ramsey County Aid	-	-	1,254,146	-	1,254,146
	<u>-</u>	<u>2,717,007</u>	<u>1,254,146</u>	<u>-</u>	<u>3,971,153</u>

continued

Note: ARRA denotes the American Recovery and Reinvestment Act of 2009.

	Federal	State	County	Other	Total
Forestry Special					
Forest Protection Reserve Grant - Minnesota Department of Agriculture	-	202,034	-	-	202,034
Solid Waste and Recycling					
Project No Waste - Science Museum of MN	-	40,000	-	-	40,000
Ramsey County Recycling Program	-	-	591,359	-	591,359
	-	40,000	591,359	-	631,359
Como Campus					
Legacy Grant Funding - Minnesota Office of Grants Management	-	121,412	-	-	121,412
Minnesota Department of Natural Resources Como Zoo Grant	-	160,000	-	-	160,000
	-	281,412	-	-	281,412
Parks and Recreation Grants and Aids					
Federal Transit Capital Improvement Grant - Metropolitan Council Administered	135,878	-	-	-	135,878
Arts and Learning Grant	-	153,287	-	-	153,287
Youth Job Corp Grant	-	454,944	-	-	454,944
Fish and Wildlife - Como Lakeside Restoration	-	102,122	13,312	-	115,434
Regional Parks Maintenance	-	-	-	1,444,322	1,444,322
	135,878	710,353	13,312	1,444,322	2,303,865
Library Agency Revenues and Grants					
Bill and Melinda Gates Foundation - State Administered	-	7,399	-	-	7,399
Legacy - Metropolitan Library Service Agency (MELSA)	-	7,955	-	-	7,955
Metropolitan Library Service Agency (MELSA)	-	276,715	-	-	276,715
	-	292,069	-	-	292,069
Community Development Block Grant					
Community Development Block Grants/Entitlement Grants - HUD	7,273,235	-	-	-	7,273,235
Emergency Shelter Grants Program - HUD	345,846	-	-	-	345,846
Homeless Prevention and Rapid Re-Housing Program - HUD (ARRA)	1,370,445	-	-	-	1,370,445
Community Development Block Grants/Entitlement Grants - HUD (ARRA)	496,757	-	-	-	496,757
	9,486,283	-	-	-	9,486,283
State Grant Programs					
Environmental Protection Agency Coalition Assessment - EPA (ARRA)	146,017	-	-	-	146,017
Neighborhood Stabilization Program - NSP1 - HUD	852,592	-	-	-	852,592
Neighborhood Stabilization Program - NSP2 - HUD (ARRA)	7,208,639	-	-	-	7,208,639
Neighborhood Stabilization Program - NSP3 - HUD	30,108	-	-	-	30,108
Neighborhood Stabilization Program - NSP1 - State Administered	1,499,670	-	-	-	1,499,670
Neighborhood Stabilization Program - NSP3 - State Administered	11,026	-	-	-	11,026
Non-Motorized Transportation Pilot Grant - State Administered	108,345	-	-	-	108,345
Sustainable Building Policy Training Grant - State Administered (ARRA)	33,131	-	-	-	33,131
State of Minnesota - Special Projects	-	769,626	-	-	769,626
Metropolitan Council Grant - Special Projects	-	-	-	1,582,043	1,582,043
McKnight Foundation	-	-	-	100,000	100,000
	9,889,528	769,626	-	1,682,043	12,341,197
HRA Federal and State Programs					
Home Investment Partnerships Program - HUD	2,784,894	-	-	-	2,784,894
State Energy Program (ARRA) - MHFA Administered	4,489	-	-	-	4,489
Tax Credit Assistance Program - MHFA Administered (ARRA)	2,000	-	-	-	2,000
Shelter Plus Care Grants - HUD	45,730	-	-	-	45,730
Metropolitan Council Ready4Rail Loans	-	-	-	443,832	443,832
Minnesota Housing Finance Agency (MHFA) Loan and Grant Program	-	81,383	-	-	81,383
	2,837,113	81,383	-	443,832	3,362,328
Total Special Revenue Funds	32,067,808	5,809,595	1,858,817	3,580,388	43,316,608

continued

Note: ARRA denotes the American Recovery and Reinvestment Act of 2009.

City of Saint Paul, Minnesota
SCHEDULE OF INTERGOVERNMENTAL REVENUE
ALL FUNDS
For the Fiscal Year Ended December 31, 2011

Schedule 37

	Federal	State	County	Other	Total
Debt Service Funds					
G.O. Special Assessments - Streets Build America Bonds Interest Subsidy	-	-	-	187,024	187,024
Total Debt Service Funds	-	-	-	187,024	187,024
Capital Projects Funds					
HRA Development Capital Projects Mortgage Foreclosure Recycling Pilot Program	-	40,000	-	-	40,000
HRA Tax Increment Market Value Homestead Credit	-	164,528	-	-	164,528
Total Capital Projects Funds	-	204,528	-	-	204,528
Total Nonmajor Governmental Funds	32,067,808	6,014,123	1,858,817	3,767,412	43,708,160
Total Governmental Funds	34,150,016	73,893,010	1,870,202	12,059,666	121,972,894
PROPRIETARY FUNDS					
Major Enterprise Funds					
Sewer Utility Ramsey County Aid	-	-	73,100	-	73,100
HRA Loan Enterprise Housing Counseling Assistance Grant - HUD Mortgage Foreclosure Mitigation Counseling Program - State Administered Minnesota Housing Finance Agency - CRV Loans Build America Bond Interest Subsidy	20,766 62,577 - -	- 152,117 180,450 -	- - - -	- - - 103,115	20,766 214,694 180,450 103,115
	83,343	332,567	-	103,115	519,025
Total Major Enterprise Funds	83,343	332,567	73,100	103,115	592,125
Internal Service Funds					
Energy Conservation Investment State Energy Program - State Administered (ARRA) Energy Efficiency and Conservation Block Grant - DOE (ARRA) Renewable Energy Research & Development - DOE	1,121,419 770,980 687,590	- - -	- - -	- - -	1,121,419 770,980 687,590
	2,579,989	-	-	-	2,579,989
Public Works Traffic, Signal and Lighting Maintenance Energy Efficiency and Conservation Block Grant - State Administered (ARRA) Municipal State Aid State Trunk Highway Ramsey County Aid	119,604 - - -	- 1,524,191 219,632 -	- - - 986,854	- - - -	119,604 1,524,191 219,632 986,854
	119,604	1,743,823	986,854	-	2,850,281
Public Works Municipal Equipment OSHA Safety Grant - State Administered	8,500	-	-	-	8,500
Total Internal Service Funds	2,708,093	1,743,823	986,854	-	5,438,770
Total Proprietary Funds	2,791,436	2,076,390	1,059,954	103,115	6,030,895
TOTAL ALL FUNDS	36,941,452	75,969,400	2,930,156	12,162,781	128,003,789

Note: ARRA denotes the American Recovery and Reinvestment Act of 2009.

City of Saint Paul, Minnesota
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
ALL FUND TYPES
For the Fiscal Year Ended December 31, 2011

Schedule 38

Federal Grantor Pass-Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
U.S. Department of Housing and Urban Development			
Direct Grants			
Community Development Block Grants(CDBG)/Entitlement Grants Cluster Community Development Block Grants/Entitlement Grants	14.218	8,155,935	2,909,938
Community Development Block Grants/Entitlement Grants -- ARRA	14.253	496,757	-
Emergency Shelter Grants Program	14.231	345,846	333,433
Neighborhood Stabilization Program -- ARRA	14.256	7,208,639	-
Homelessness Prevention and Rapid Rehousing Program -- ARRA	14.257	1,370,445	1,341,382
Passed Through Minnesota Housing Finance Agency			
Community Development Block Grants(CDBG)/Entitlement Grants Cluster Community Development Block Grants/Entitlement Grants --ARRA	14.218	<u>1,510,696</u>	<u>-</u>
Total U. S. Department of Housing and Urban Development		<u>19,088,318</u>	<u>4,584,753</u>
U.S. Department of Justice			
Direct Grants			
Services for Trafficking Victims	16.320	128,503	-
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	222,191	72,650
Bulletproof Vest Partnership Program	16.607	8,479	-
Public Safety Partnership and Community Policing Grants Cluster Public Safety Partnership and Community Policing Grants	16.710	434,166	-
Public Safety Partnership and Community Policing Grants -- ARRA	16.710	1,977,455	-
JAG Program Cluster			
Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.738	301,002	129,312
Edward Byrne Memorial Justice Assistance Grant (JAG) Program/ Grants to Units of Local Government -- ARRA	16.804	548,384	84,706
Internet Crimes Against Children Task Force Program -- ARRA	16.800	66,658	-
Edward Byrne Memorial Competitive Grant Program -- ARRA	16.808	383,819	179,884
Passed Through Minnesota Department of Public Safety			
Juvenile Accountability Block Grants	16.523	17,794	-
Violence Against Women Formula Grants -- ARRA	16.588	43,344	28,468
Passed Through Ramsey County			
JAG Program Cluster Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.738	134,767	-
Passed Through National Association of Police Athletic/Activities League			
Juvenile Mentoring Program	16.726	22,525	6,500
Edward Byrne Memorial Competitive Grant Program -- ARRA	16.808	<u>9,476</u>	<u>-</u>
Total U. S. Department of Justice		<u>4,298,563</u>	<u>501,520</u>
U.S. Department of Labor			
Passed Through Minnesota Department of Employment and Economic Development			
Program of Competitive Grants for Worker Training and Placement in High Growth and Emerging Industry Sectors--ARRA	17.275	33,131	33,131
Passed Through Minnesota Department of Labor and Industry			
Occupational Safety and Health State Program	17.503	<u>8,500</u>	<u>-</u>
Total U.S. Department of Labor		<u>41,631</u>	<u>33,131</u>

continued

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

City of Saint Paul, Minnesota
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
ALL FUND TYPES
For the Fiscal Year Ended December 31, 2011

Schedule 38

Federal Grantor Pass-Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
U.S. Department of Transportation			
Passed Through Minnesota Department of Transportation Highway Planning and Construction	20.205	1,105,693	104,121
Passed Through Metropolitan Council Federal Transit Capital Investment Grants	20.500	135,878	-
New Freedom Program	20.521	243,706	-
Passed Through Minnesota Department of Public Safety Highway Safety Cluster State and Community Highway Safety	20.600	24,683	-
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	76,800	-
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	7,200	-
Total U.S. Department of Transportation		<u>1,593,960</u>	<u>104,121</u>
U.S. Environmental Protection Agency			
Direct Grants Brownfields Assessment and Cleanup Cooperative Agreements Cluster Brownfields Assessment and Cleanup Cooperative Agreements	66.818	4,626	-
Brownfields Assessment and Cleanup Cooperative Agreements -- ARRA	66.818	146,017	-
Total U.S. Environmental Protection Agency		<u>150,643</u>	<u>-</u>
U.S. Department of Energy			
Direct Grants Renewable Energy Research and Development	81.087	687,590	680,914
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	81.117	71,175	-
Energy Efficiency and Conservation Block Grant (EECBG) -- ARRA	81.128	791,401	-
Passed Through Minnesota Department of Commerce State Energy Program - ARRA	81.041	1,121,419	-
Total U.S. Department of Energy		<u>2,671,585</u>	<u>680,914</u>
U.S. Department of Education			
Direct Grant Fund for the Improvement of Education	84.215	70,047	-
Total U.S. Department of Education		<u>70,047</u>	<u>-</u>
Corporation for National and Community Service			
Direct Grant Volunteers in Service to America	94.013	256,230	-
Total Corporation for National and Community Service		<u>256,230</u>	<u>-</u>
U.S. Department of Homeland Security			
Direct Grants Assistance to Firefighters Grant	97.044	561,079	-
Port Security Grant Program	97.056	786,351	-
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	600,884	-
Passed Through Minnesota Department of Public Safety Disaster Grants-Public Assistance (Presidentially Declared Disasters)	97.036	876,082	-
Emergency Management Performance Grants	97.042	29,999	-
Homeland Security Grant Program	97.067	1,916,895	-
Buffer Zone Protection Program (BZPP)	97.078	182,222	-
Total U.S. Department of Homeland Security		<u>4,953,512</u>	<u>-</u>
Total Federal Awards		<u>33,124,489</u>	<u>5,904,439</u>

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

1. Reporting Entity

The Schedule of Expenditures of Federal Awards presents the activities of federal award programs expended by the City of Saint Paul. The City's reporting entity is defined in Note II to the basic financial statements. This schedule does not include \$2,920,456, \$8,171,389, and \$8,976,443 in federal awards expended by the Housing and Redevelopment Authority (HRA) of the City of Saint Paul, the Saint Paul Regional Water Services, and the Port Authority of the City of Saint Paul, respectively, component units of the City, which had separate single audits.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Saint Paul under programs of the federal government for the year ended December 31, 2011. The information in this schedule is presented in accordance with the requirements of Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the City of Saint Paul, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City of Saint Paul.

3. Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported on the basis of accounting used by the individual funds of the City. Governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through grant numbers were not assigned by the pass-through agencies.

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City of Saint Paul, Minnesota
Notes to the Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended December 31, 2011

4. Clusters

Clusters of programs are groupings of closely related programs that share common compliance requirements. Total expenditures by cluster are:

Community Development Block Grants (CDBG)/Entitlement Grants Cluster	\$ 10,163,388
Public Safety Partnership and Community Policing Grants Cluster	2,411,621
JAG Program Cluster	984,153
Highway Safety Cluster	101,483
Brownfield Assessment and Cleanup Cooperative Agreements Cluster	150,643

5. Reconciliation to Schedule of Intergovernmental Revenue

Federal grant revenue per Schedule of Intergovernmental Revenue	\$ 36,941,452
Expenditures occurred in 2011, revenue to be recognized in 2012	
Energy Efficiency and Conservation Block Grant	20,421
Expenditures occurring prior to 2011 but reimbursed in 2011	
Safe and Sober Grant	(25,053)
New Freedom Program Grants	(770,790)
Buffer Zone Protection Program	(196)
Narcotics Control Program- Surveillance	(446)
Comprehensive Community Based Approaches to Preventing and Reducing Violent Crime	(221)
Violence Against Women	(618)
Energy Efficiency and Conservation Block Grant	(119,604)
Grants received by blended component unit not included:	
Home Investment Partnerships Program	(2,784,894)
Tax Credit Assistance Program – ARRA	(2,000)
Shelter Plus Care Grants	(45,730)
State Energy Program – ARRA	(4,489)
Housing Counseling Assistance Grant Program	(20,766)
Mortgage Foreclosure Mitigation Counseling Program	(62,577)
	<hr/>
Expenditures Per Schedule of Expenditures of Federal Awards	<u>\$ 33,124,489</u>

6. American Recovery and Reinvestment Act

The American Recovery and Reinvestment Act of 2009 (ARRA) requires recipients to clearly distinguish ARRA funds from non-ARRA funding. In the schedule, ARRA funds are denoted by the addition of ARRA to the program name.

STATISTICAL SECTION

This part of the City of Saint Paul's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These tables contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	252-257
Revenue Capacity These tables contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	258-263
Debt Capacity These tables present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	264-275
Demographic and Economic Information These tables offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	276-277
Operating Information These tables contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	278-280

Sources: Unless otherwise noted, the information in these tables is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement No. 54 in 2011; beginning in 2011, information in the table's present the new fund classifications and new fund balance classifications.

City of Saint Paul, Minnesota
NET ASSETS BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)

Table 1

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental Activities										
Invested in Capital Assets, Net of Related Debt	\$ 724,622,777	\$ 795,317,632	\$ 828,644,882	\$ 844,290,032	\$ 873,832,717	\$ 876,864,683	\$ 830,322,656	\$ 845,478,082	\$ 870,207,402	\$ 897,144,181
Restricted	25,820,024	13,558,684	15,834,269	16,618,146	13,395,398	14,398,465	12,098,432	14,382,290	10,840,072	126,716,782
Unrestricted	156,225,516	110,149,300	76,428,755	40,137,785	10,774,044	28,472,609	61,063,557	79,548,174	65,908,623	(70,428,738)
Total Governmental Activities Net Assets	<u>906,668,317</u>	<u>919,025,616</u>	<u>920,907,906</u>	<u>901,045,963</u>	<u>898,002,159</u>	<u>919,735,757</u>	<u>903,484,645</u>	<u>939,408,546</u>	<u>946,956,097</u>	<u>953,432,225</u>
Business-Type Activities										
Invested in Capital Assets, Net of Related Debt	235,294,207	245,187,836	238,808,414	239,912,873	242,732,729	259,106,106	237,900,645	232,402,369	230,341,576	229,596,222
Restricted	9,052,464	10,195,968	16,105,185	22,966,596	17,621,141	17,066,554	9,894,269	11,941,383	17,257,081	13,808,890
Unrestricted	77,181,656	66,940,134	81,087,008	82,190,294	85,135,530	57,645,856	82,854,646	78,582,035	75,358,398	73,495,906
Total Business-Type Activities Net Assets	<u>321,528,327</u>	<u>322,323,938</u>	<u>336,000,607</u>	<u>345,069,763</u>	<u>345,489,400</u>	<u>333,818,516</u>	<u>330,649,560</u>	<u>322,925,787</u>	<u>322,957,055</u>	<u>316,901,018</u>
Primary Government										
Invested in Capital Assets, Net of Related Debt	959,916,984	1,040,505,468	1,067,453,296	1,084,202,905	1,116,565,446	1,135,970,789	1,068,223,301	1,077,880,451	1,100,548,978	1,126,740,403
Restricted	34,872,488	23,754,652	31,939,454	39,584,742	31,016,539	31,465,019	21,992,701	26,323,673	28,097,153	140,525,672
Unrestricted	233,407,172	177,089,434	157,515,763	122,328,079	95,909,574	86,118,465	143,918,203	158,130,209	141,267,021	3,067,168
Total Primary Government Net Assets	<u>\$ 1,228,196,644</u>	<u>\$ 1,241,349,554</u>	<u>\$ 1,256,908,513</u>	<u>\$ 1,246,115,726</u>	<u>\$ 1,243,491,559</u>	<u>\$ 1,253,554,273</u>	<u>\$ 1,234,134,205</u>	<u>\$ 1,262,334,333</u>	<u>\$ 1,269,913,152</u>	<u>\$ 1,270,333,243</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002.

unaudited

City of Saint Paul, Minnesota
CHANGES IN NET ASSETS
Last Ten Fiscal Years
(accrual basis of accounting)

Table 2

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses										
Governmental Activities:										
General Government	\$ 47,673,043	\$ 39,528,689	\$ 33,153,322	\$ 32,568,766	\$ 32,449,114	\$ 35,161,482	\$ 36,157,432	\$ 38,193,787	\$ 41,026,366	\$ 45,904,559
Public Safety	112,556,715	114,228,654	119,288,009	126,072,685	132,378,948	146,989,216	197,450,400	158,802,550	169,630,318	167,319,484
Highways and Streets	41,654,557	45,361,789	50,951,082	52,527,297	50,495,027	57,723,703	50,888,724	47,107,428	53,073,852	58,368,567
Sanitation	7,190,960	2,485,794	8,482,242	12,443,954	11,583,096	9,996,866	13,846,539	10,864,518	10,125,974	3,831,801
Health	4,088,663	4,114,359	3,673,383	3,892,004	3,635,124	3,985,174	3,961,737	3,504,354	3,596,107	3,847,123
Culture and Recreation	55,810,624	53,672,185	56,895,873	66,028,202	65,013,514	66,125,420	70,427,419	69,515,520	65,806,514	74,479,716
Housing and Economic Development	32,623,977	41,281,037	33,804,802	44,280,480	42,549,059	32,448,793	32,844,847	41,293,685	63,429,009	50,411,057
Interest and Fiscal Charges	22,344,872	22,275,378	23,052,309	26,160,599	30,244,973	28,779,314	25,792,065	22,431,008	22,796,044	23,901,340
Total Governmental Activities Expenses	323,943,411	322,947,885	329,301,022	363,973,987	368,348,855	381,209,968	431,369,163	391,712,850	429,484,184	428,063,647
Business-Type Activities:										
Convention Facility ^a	7,530,420	7,259,234	7,548,429	-	-	-	-	-	-	-
Sewer	30,640,702	29,404,536	27,103,522	25,292,391	26,354,648	30,542,650	31,034,846	33,419,811	33,125,516	38,205,270
Development Loan Programs	4,429,546	5,853,893	11,244,451	7,116,666	17,395,885	14,297,712	6,538,769	5,275,603	1,211,512	4,071,255
Parking	9,430,127	8,430,255	10,724,858	10,507,965	11,494,853	11,256,264	12,593,446	11,822,002	11,550,265	11,566,905
Parks, Recreation and Athletics	5,996,636	6,027,950	4,996,435	5,996,403	4,771,876	4,645,706	4,688,262	4,653,217	4,448,793	4,731,832
Impound Lot	2,079,124	2,153,642	1,972,880	2,479,721	2,402,149	2,858,214	2,562,536	2,563,378	3,276,206	2,716,930
Printing	1,475,209	1,288,297	1,242,616	1,230,610	1,279,068	1,380,224	1,457,730	1,462,918	1,347,600	1,435,476
Total Business-Type Activities Expenses	61,581,764	60,417,807	64,833,191	52,623,756	63,698,479	64,980,770	58,875,589	59,196,929	54,959,892	62,727,668
Total Primary Government Expenses	\$ 385,525,175	\$ 383,365,692	\$ 394,134,213	\$ 416,597,743	\$ 432,047,334	\$ 446,190,738	\$ 490,244,752	\$ 450,909,779	\$ 484,444,076	\$ 490,791,315
Program Revenues (See Table 3)										
Governmental Activities:										
Charges for Services										
General Government	\$ 9,191,967	\$ 4,699,573	\$ 9,380,491	\$ 8,798,527	\$ 9,134,829	\$ 9,166,672	\$ 15,684,712	\$ 16,596,690	\$ 12,618,406	\$ 32,363,963
Public Safety	22,121,306	26,432,687	26,665,718	27,769,334	26,692,642	31,359,017	35,630,084	34,535,278	41,807,497	36,874,281
Highways and Streets	20,301,628	26,529,885	26,438,639	32,967,651	34,352,127	33,295,801	38,104,316	43,363,311	37,934,352	26,740,937
Sanitation	2,111,722	2,242,363	2,297,414	2,449,595	2,324,880	2,540,827	2,949,035	3,654,476	1,427,354	4,590,556
Health	4,114,552	4,019,763	3,831,618	3,840,090	3,707,070	3,789,730	3,664,531	3,424,173	3,386,748	3,464,551
Culture and Recreation	3,884,827	2,896,007	4,219,813	4,222,197	5,512,146	5,188,558	6,234,474	5,861,240	6,605,978	9,152,639
Housing and Economic Development	19,641,805	2,467,053	5,557,466	8,076,376	8,196,016	7,291,601	4,287,747	5,231,153	9,220,024	2,786,648
Operating Grants and Contributions	32,629,611	24,023,893	33,840,616	32,975,895	29,671,811	35,593,466	73,826,231	43,760,775	76,491,106	52,035,818
Capital Grants and Contributions	18,505,643	36,811,025	31,801,235	26,385,391	16,943,630	15,445,884	21,441,852	19,467,064	10,580,782	20,347,127
Total Governmental Activities Program Revenues	132,503,061	130,122,249	144,033,010	147,485,056	136,535,151	143,671,556	201,822,982	175,894,160	200,072,247	188,356,520
Business-Type Activities:										
Charges for Services										
Convention Facility ^a	7,382,132	6,832,435	7,469,223	-	-	-	-	-	-	-
Sewer	38,850,245	40,760,760	41,582,550	41,108,850	40,480,344	42,180,934	43,337,781	46,480,240	46,972,750	45,856,581
Development Loan Programs	1,619,812	2,652,971	2,524,308	5,477,876	7,046,559	427,676	1,164,671	1,748,389	504,285	2,478,443
Parking	8,377,128	8,646,251	9,855,748	10,266,046	10,799,884	10,667,979	11,779,690	11,204,743	11,394,497	12,140,085
Parks, Recreation and Athletics	5,374,658	4,763,140	3,987,924	5,007,471	4,253,281	4,136,411	3,723,000	3,772,730	3,990,156	3,710,174
Impound Lot	2,094,383	2,093,756	2,160,387	2,837,692	2,913,522	3,212,873	2,541,781	3,062,620	3,305,857	2,668,342
Printing	1,428,629	1,238,072	1,385,361	1,336,638	1,142,229	1,176,609	1,312,867	1,314,185	1,286,696	1,392,178
Operating Grants and Contributions	557,645	903,216	1,519,836	487,960	1,316,288	299,973	3,843,369	427,828	294,329	519,025
Capital Grants and Contributions	3,499,747	615,884	1,444,700	900,000	6,239,395	11,412,775	-	74,666	-	1,592,481
Total Business-Type Activities Program Revenues	69,184,379	68,506,485	71,930,037	67,422,533	74,191,502	73,515,230	67,703,159	68,085,401	67,748,570	70,357,309
Total Primary Government Program Revenues	\$ 201,687,440	\$ 198,628,734	\$ 215,963,047	\$ 214,907,589	\$ 210,726,653	\$ 217,186,786	\$ 269,526,141	\$ 243,979,561	\$ 267,820,817	\$ 258,713,829

continued

unaudited

City of Saint Paul, Minnesota
CHANGES IN NET ASSETS
Last Ten Fiscal Years
(accrual basis of accounting)

Table 2

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Net (Expense)/Revenue										
Governmental Activities	\$ (191,440,350)	\$ (192,825,636)	\$ (185,268,012)	\$ (216,488,931)	\$ (231,813,704)	\$ (237,538,412)	\$ (229,546,181)	\$ (215,818,690)	\$ (229,411,937)	\$ (239,707,127)
Business-Type Activities	7,602,615	8,088,678	7,096,846	14,798,777	10,493,023	8,534,460	8,827,570	8,888,472	12,788,678	7,629,641
Total Primary Government Net Expense	<u>\$ (183,837,735)</u>	<u>\$ (184,736,958)</u>	<u>\$ (178,171,166)</u>	<u>\$ (201,690,154)</u>	<u>\$ (221,320,681)</u>	<u>\$ (229,003,952)</u>	<u>\$ (220,718,611)</u>	<u>\$ (206,930,218)</u>	<u>\$ (216,623,259)</u>	<u>\$ (232,077,486)</u>
General Revenues and Other Changes in Net Assets										
Governmental Activities:										
Taxes										
Property Taxes, Levied for General Purposes	\$ 43,391,803	\$ 53,127,175	\$ 53,208,363	\$ 64,039,066	\$ 66,522,052	\$ 62,817,701	\$ 76,684,086	\$ 87,071,342	\$ 91,851,462	\$ 99,580,962
Property Taxes, Levied for Debt Service	25,355,830	17,639,710	16,314,143	7,820,482	11,026,264	21,625,442	19,712,623	20,417,065	19,960,415	11,211,822
City Sales Tax	13,344,192	13,312,004	13,753,085	14,219,562	14,788,775	15,664,067	14,990,854	15,270,418	15,219,497	15,620,488
Gross Earnings Franchise Fee	20,461,718	20,363,250	20,734,092	21,453,093	23,631,601	23,094,436	24,224,292	24,184,936	24,716,144	25,184,336
Other Taxes	3,010,662	2,685,387	3,051,574	2,973,717	1,064,984	3,056,451	3,109,638	2,802,422	2,774,260	2,993,560
Revenues Not Restricted to Specific Programs										
Local Government Aid	73,554,056	63,083,699	56,713,060	53,206,165	59,544,620	59,961,201	51,092,991	57,666,283	50,423,110	54,474,965
Grants and Contributions	7,400,023	19,868,660	14,253,707	10,569,389	10,038,235	13,076,214	13,117,193	13,272,492	4,508,611	3,090,739
Investment Income										
Interest Earned on Investments	9,028,333	7,702,266	8,030,739	9,192,966	9,421,782	9,670,021	8,891,542	7,913,473	8,588,955	6,731,991
Increase (Decrease) in Fair Value of Investments	- ^b	(2,132,076)	(1,911,771)	(2,690,817)	(116,483)	2,160,885	3,080,853	115,630	(1,307,705)	4,957,838
Other Investment Income	4,891,080	1,355,348	2,068,978	4,159,922	6,828,069	10,258,865	2,403,216	131	75,077	50,394
Gain on Sale of Capital Assets	-	62,396	55,201	86,887	1,774,601	46,145	18,967	-	41,519	120,589
Miscellaneous	4,344,264	6,090,628	5,040,447	5,464,179	4,405,124	13,777,578	1,732,985	4,351,022	4,755,056	7,358,546
Transfers	11,766,916	8,913,826	(4,161,316)	9,126,692	19,840,276	24,063,004	16,316,876	18,677,377	15,353,087	15,588,454
Special Item - Capital Lease Termination Costs	-	-	-	-	-	-	-	-	-	(781,429)
Total Governmental Activities	<u>216,548,877</u>	<u>212,072,273</u>	<u>187,150,302</u>	<u>199,621,303</u>	<u>228,769,900</u>	<u>259,272,010</u>	<u>235,376,116</u>	<u>251,742,591</u>	<u>236,959,488</u>	<u>246,183,255</u>
Business-Type Activities:										
Taxes										
Property Taxes, Levied for General Purposes	1,195,454	1,203,262	1,219,706	1,372,349	1,397,216	1,276,002	1,193,871	1,178,925	1,258,761	1,242,838
Other Taxes	70,495	-	-	-	-	-	-	-	-	-
Revenues Not Restricted to Specific Programs										
Grants and Contributions	69,265	93,483	-	-	-	-	-	176,193	73,200	73,100
Investment Income										
Interest Earned on Investments	1,889,488	712,394	1,539,142	2,511,389	2,921,360	2,018,152	1,311,738	561,255	883,999	1,026,125
Increase (Decrease) in Fair Value of Investments	- ^c	(399,839)	(494,038)	(663,833)	35,534	530,935	334,985	(134,914)	(272,549)	981,947
Other Investment Income	454,174	15,547	28,395	-	-	-	-	-	-	-
Gain on Sale of Capital Assets	-	-	1,108	1,055	70,535	868	1,339,360	-	-	481
Miscellaneous	347,306	240,820	124,194	625,120	4,013,182	31,703	140,396	283,673	652,266	128,762
Transfers	(11,766,916)	(8,913,826)	4,161,316	(9,126,692)	(19,840,276)	(24,063,004)	(16,316,876)	(18,677,377)	(15,353,087)	(15,588,454)
Total Business-Type Activities	<u>(7,740,734)</u>	<u>(7,048,159)</u>	<u>6,579,823</u>	<u>(5,280,612)</u>	<u>(11,402,449)</u>	<u>(20,205,344)</u>	<u>(11,996,526)</u>	<u>(16,612,245)</u>	<u>(12,757,410)</u>	<u>(12,135,201)</u>
Total Primary Government	<u>\$ 208,808,143</u>	<u>\$ 205,024,114</u>	<u>\$ 193,730,125</u>	<u>\$ 194,340,691</u>	<u>\$ 217,367,451</u>	<u>\$ 239,066,666</u>	<u>\$ 223,379,590</u>	<u>\$ 235,130,346</u>	<u>\$ 224,202,078</u>	<u>\$ 234,048,054</u>
Change in Net Assets										
Governmental Activities	\$ 25,108,527	\$ 19,246,637	\$ 1,882,290	\$ (16,867,628)	\$ (3,043,804)	\$ 21,733,598	\$ 5,829,935	\$ 35,923,901	\$ 7,547,551	\$ 6,476,128
Business-Type Activities	(138,119)	1,040,519	13,676,669	9,518,165	(909,426)	(11,670,884)	(3,168,956)	(7,723,773)	31,268	(4,505,560)
Total Primary Government	<u>\$ 24,970,408</u>	<u>\$ 20,287,156</u>	<u>\$ 15,558,959</u>	<u>\$ (7,349,463)</u>	<u>\$ (3,953,230)</u>	<u>\$ 10,062,714</u>	<u>\$ 2,660,979</u>	<u>\$ 28,200,128</u>	<u>\$ 7,578,819</u>	<u>\$ 1,970,568</u>

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002.

^a In 2005, the RiverCentre Operating Enterprise Fund, previously part of the City's Business-Type Activities and functionalized as a Convention Facility, was reclassified to a Discretely Presented Component Unit.

^b In 2002, Increase in Fair Value of Investments in the Governmental Activities was \$3,411,767. This amount was included as part of the Other Investment Income total.

^c In 2002, Increase in Fair Value of Investments in the Business-Type Activities was \$454,174. This amount was included as part of the Other Investment Income total.

unaudited

City of Saint Paul, Minnesota
PROGRAM REVENUES BY FUNCTION/PROGRAM
Last Ten Fiscal Years
(accrual basis of accounting)

Table 3

Function/Program	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental Activities:										
General Government	\$ 15,950,864	\$ 5,223,463	\$ 10,464,401	\$ 10,218,531	\$ 9,823,498	\$ 13,552,350	\$ 20,020,285	\$ 20,991,904	\$ 20,038,070	\$ 40,162,225
Public Safety	26,452,334	29,962,350	30,781,259	31,898,748	32,780,568	36,888,438	80,914,434	39,316,096	53,284,221	47,001,067
Highways and Streets	28,456,425	46,461,748	54,114,650	53,792,724	48,747,880	45,238,729	49,945,497	51,943,438	51,725,595	35,787,549
Sanitation	4,227,008	2,933,760	2,863,670	3,126,471	2,864,932	3,081,003	3,536,602	6,430,358	2,025,104	5,246,720
Health	4,114,552	4,019,763	3,831,618	3,840,090	3,707,070	4,464,730	3,664,531	3,424,173	3,386,748	3,464,551
Culture and Recreation	10,694,788	20,794,153	21,080,303	17,638,863	17,326,036	16,469,733	22,100,295	26,575,821	19,612,945	26,367,244
Housing and Economic Development	42,607,090	20,727,012	20,897,109	26,969,629	21,285,167	23,976,573	21,641,338	27,212,370	49,999,564	30,327,164
Total Governmental Activities	132,503,061	130,122,249	144,033,010	147,485,056	136,535,151	143,671,556	201,822,982	175,894,160	200,072,247	188,356,520
Business-Type Activities:										
Convention Facility ^a	7,531,146	6,832,435	8,883,571	-	-	-	-	-	-	-
Sewer	38,850,245	40,760,760	41,660,786	41,181,561	40,553,055	42,252,361	43,415,342	46,480,240	46,972,750	45,856,581
Development Loan Programs	2,105,153	3,541,261	3,951,786	5,878,284	8,290,136	656,222	4,930,479	2,176,217	798,614	4,483,449
Parking	11,727,861	9,262,135	9,855,748	11,166,046	17,035,259	22,080,754	11,779,690	11,204,743	11,394,497	12,246,585
Parks, Recreation and Athletics	5,446,962	4,778,066	4,032,398	5,022,312	4,253,281	4,136,411	3,723,000	3,847,396	3,990,156	3,710,174
Impound Lot	2,094,383	2,093,756	2,160,387	2,837,692	2,913,522	3,212,873	2,541,781	3,062,620	3,305,857	2,668,342
Printing	1,428,629	1,238,072	1,385,361	1,336,638	1,146,249	1,176,609	1,312,867	1,314,185	1,286,696	1,392,178
Total Business-Type Activities	69,184,379	68,506,485	71,930,037	67,422,533	74,191,502	73,515,230	67,703,159	68,085,401	67,748,570	70,357,309
Total Primary Government	\$ 201,687,440	\$ 198,628,734	\$ 215,963,047	\$ 214,907,589	\$ 210,726,653	\$ 217,186,786	\$ 269,526,141	\$ 243,979,561	\$ 267,820,817	\$ 258,713,829

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002.

^a In 2005, the RiverCentre Operating Enterprise Fund, previously part of the City's Business-Type Activities and functionalized as a Convention Facility, was reclassified to a Discretely Presented Component Unit.

unaudited

FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	(1) 2011
General Fund										
Reserved	\$ 5,613,140	\$ 5,334,613	\$ 4,340,814	\$ 4,187,181	\$ 3,267,812	\$ 3,226,188	\$ 2,673,912	\$ 2,515,994	\$ 2,739,382	\$ -
Unreserved	35,993,191	32,510,286	29,499,571	23,067,576	27,004,762	31,753,404	29,328,210	33,079,546	33,453,451	-
Nonspendable	-	-	-	-	-	-	-	-	-	759,560
Restricted	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	1,453,846
Unassigned	-	-	-	-	-	-	-	-	-	41,314,963
Total General Fund	\$ 41,606,331	\$ 37,844,899	\$ 33,840,385	\$ 27,254,757	\$ 30,272,574	\$ 34,979,592	\$ 32,002,122	\$ 35,595,540	\$ 36,192,833	\$ 43,528,369
All Other Governmental Funds										
Reserved	\$ 36,919,324	\$ 20,701,025	\$ 10,453,614	\$ 25,695,148	\$ 19,312,928	\$ 19,146,044	\$ 27,472,142	\$ 19,643,937	\$ 29,954,346	\$ -
Unreserved, reported in:										
Special Revenue Funds	53,214,523	54,295,471	52,158,335	48,776,930	42,749,516	34,695,621	32,828,181	31,555,241	31,311,035	-
Debt Service Funds	66,631,417	68,740,713	67,187,680	59,553,764	56,421,129	61,109,450	55,882,505	58,331,902	61,760,843	-
Capital Projects Funds	33,625,724	45,076,818	53,663,461	28,851,862	18,638,492	46,964,614	47,565,285	82,993,995	73,681,454	-
Permanent Funds	27,326	27,790	27,481	27,599	29,788	33,879	36,663	39,249	41,267	-
Nonspendable	-	-	-	-	-	-	-	-	-	35,000
Restricted	-	-	-	-	-	-	-	-	-	125,204,623
Committed	-	-	-	-	-	-	-	-	-	24,193,863
Assigned	-	-	-	-	-	-	-	-	-	29,867,351
Unassigned	-	-	-	-	-	-	-	-	-	(3,434,266)
Total All Other Governmental Funds	\$ 190,418,314	\$ 188,841,817	\$ 183,490,571	\$ 162,905,303	\$ 137,151,853	\$ 161,949,608	\$ 163,784,776	\$ 192,564,324	\$ 196,748,945	\$ 175,866,571

(1) The implementation of Governmental Accounting Standards Board Statement No. 54 in 2011 resulted in a significant change in the City's fund balance classifications.

unaudited

City of Saint Paul, Minnesota
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

Table 5

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues										
Taxes	\$ 105,083,556	\$ 106,242,298	\$ 109,252,185	\$ 110,585,975	\$ 116,407,831	\$ 127,669,696	\$ 138,151,522	\$ 148,006,818	\$ 154,749,009	\$ 155,904,709
Licenses and Permits	9,338,920	9,946,553	11,837,738	9,754,084	9,826,495	9,788,334	9,432,700	9,820,436	10,690,706	11,630,697
Intergovernmental Revenue	135,870,545	136,172,418	124,516,106	118,926,464	111,171,847	111,488,320	154,481,148	121,877,844	126,986,093	121,972,894
Fees, Sales and Services	36,218,180	36,952,168	38,604,545	49,352,098	43,117,742	44,043,772	51,379,607	50,370,090	52,499,448	54,242,682
Assessments	17,547,027	21,242,537	23,155,819	25,810,255	26,077,643	27,552,914	31,813,576	35,393,640	36,951,903	33,955,433
Investment Income	14,839,915	6,687,036	7,915,522	10,918,511	16,397,951	22,251,695	14,512,236	8,088,868	7,270,592	12,763,669
Interest Earned - Other	319,904	341,037	731,305	849,744	822,865	1,088,037	697,780	744,872	503,822	332,235
Miscellaneous Revenue	19,625,739	14,439,188	13,475,703	12,615,017	16,111,608	17,779,110	14,800,180	19,584,028	20,859,269	15,730,330
Total Revenues	338,843,786	332,023,235	329,488,923	338,812,148	339,933,982	361,661,878	415,268,749	393,886,596	410,510,842	406,532,649
Expenditures										
General Government	35,288,827	33,427,028	28,210,068	26,996,262	26,841,779	27,579,527	31,536,943	32,724,318	33,322,425	35,359,739
Public Safety	111,207,963	112,628,159	117,249,240	123,704,393	129,577,904	141,968,273	194,237,619	153,510,163	161,774,703	159,037,189
Highways and Streets	24,059,026	22,477,765	31,848,667	27,768,336	27,237,822	28,972,157	25,381,589	27,495,408	29,774,560	36,912,967
Sanitation	-	2,486,019	8,482,290	12,444,218	11,583,533	9,983,275	13,835,451	10,869,636	10,144,564	3,728,012
Health	4,114,552	4,019,763	3,831,618	3,840,090	3,707,070	3,789,730	3,664,531	3,424,173	3,386,748	3,464,551
Culture and Recreation	42,035,136	39,780,189	43,238,513	51,276,198	49,343,421	49,818,226	53,969,320	53,031,415	52,589,177	55,670,636
Housing and Economic Development	42,175,500	41,997,411	31,061,250	42,224,229	41,021,924	30,027,891	32,476,088	39,619,296	65,867,835	51,503,460
Miscellaneous	5,523,784	5,339,604	6,025,438	5,734,053	5,144,659	4,148,543	5,922,691	5,788,930	6,250,287	6,873,589
Capital Outlay	68,743,229	82,829,109	53,549,908	40,853,473	49,142,396	39,640,194	50,080,872	45,564,338	40,466,027	53,848,689
Debt Service										
Principal	38,029,215	32,439,693	29,759,302	37,472,711	32,331,805	34,123,495	34,301,336	31,030,720	36,220,861	35,581,153
Interest	22,084,347	21,974,828	22,952,306	26,282,901	30,093,539	28,610,535	26,360,048	23,150,305	22,916,286	24,350,688
Bond Issuance Costs	972,605	315,173	545,135	434,356	207,549	572,452	596,800	3,162,165	886,344	645,714
Total Expenditures	394,234,184	399,714,741	376,753,735	399,031,220	406,233,401	399,234,298	472,363,288	429,370,867	463,599,817	466,976,387
Excess (Deficiency) of Revenues Over (Under) Expenditures	(55,390,398)	(67,691,506)	(47,264,812)	(60,219,072)	(66,299,419)	(37,572,420)	(57,094,539)	(35,484,271)	(53,088,975)	(60,443,738)
Other Financing Sources (Uses)										
Transfers In	86,457,723	95,464,836	92,989,648	97,525,767	100,077,442	120,746,515	103,169,441	114,903,508	113,868,958	108,588,719
Transfers Out	(75,178,120)	(87,690,918)	(97,941,380)	(95,073,290)	(81,705,358)	(100,172,984)	(88,802,295)	(99,806,393)	(99,791,988)	(92,808,494)
Bonds Issued	47,409,000	32,285,000	45,995,000	34,045,000	23,500,000	49,925,000	36,070,000	101,820,000	49,655,000	54,075,000
Refunded Bonds	-	(5,040,000)	(5,340,000)	(5,005,000)	(4,820,000)	(3,895,000)	-	(68,030,000)	(8,285,000)	(18,655,000)
Capital Lease Refunded	-	-	-	-	-	-	-	-	-	(7,709,500)
Premium on Bonds Issued	43,882	301,350	937,112	474,104	215,092	503,955	1,176,969	1,379,176	298,900	1,511,657
Discount on Bonds Issued	(2,226)	-	-	(4,601)	-	(64,180)	(68,326)	-	-	-
Notes Issued	17,689	13,750,000	-	-	4,820,000	-	-	17,307,525	-	-
Notes Retired	-	-	-	-	-	-	-	-	-	-
Premium on Notes Issued	-	-	-	-	-	-	-	236,322	-	-
Capital Lease	6,872,000	13,845,000	1,224,350	1,000,000	-	-	4,391,000	-	2,083,500	-
Sale of Capital Assets	-	55,263	44,322	86,196	1,476,610	33,887	15,448	47,100	41,519	515,944
Total Other Financing Sources (Uses)	65,619,948	62,970,531	37,909,052	33,048,176	43,563,786	67,077,193	55,952,237	67,857,238	57,870,889	45,518,326
Special Items										
Sale of Public Safety Building	-	-	-	-	-	-	-	-	-	2,160,000
Capital Lease Termination Costs	-	-	-	-	-	-	-	-	-	(781,429)
Net Change in Fund Balance	\$ 10,229,550	\$ (4,720,975)	\$ (9,355,760)	\$ (27,170,896)	\$ (22,735,633)	\$ 29,504,773	\$ (1,142,302)	\$ 32,372,967	\$ 4,781,914	\$ (13,546,841)
Debt Service as a percentage of noncapital expenditures:	18.5%	17.2%	16.3%	17.8%	17.5%	17.4%	14.4%	14.1%	14.0%	14.5%

Notes:

Investment income includes interest on investments, increase (decrease) in fair value of investments and interest earned on securities lending.
 Refunding Bonds Issued is reported as Bonds Issued

unaudited

City of Saint Paul, Minnesota
GOVERNMENTAL FUNDS TAX REVENUES BY SOURCE
 Last Ten Fiscal Years

Table 6

<u>Fiscal Year</u>	<u>General Property Taxes (1)</u>	<u>Tax Increment Districts</u>	<u>Gross Earnings Franchise Fee</u>	<u>City Sales Tax</u>	<u>Hotel-Motel Tax</u>	<u>Other Taxes (2)</u>	<u>Total Taxes</u>
2002	\$ 58,209,650	\$10,057,334	\$ 20,461,718	\$ 13,344,192	\$ 2,717,163	\$ 90,390	\$ 104,880,447
2003	58,074,438	11,807,219	20,363,250	13,312,004	2,454,219	98,026	106,109,156
2004	58,537,588	13,175,489	20,734,091	13,753,085	2,885,847	111,535	109,197,635
2005	58,233,792	13,854,210	21,453,093	14,219,562	2,728,764	58,831	110,548,252
2006	61,408,708	15,513,763	21,719,072	14,788,775	2,926,601	50,912	116,407,831
2007	67,334,446	17,260,145	24,274,128	15,664,067	3,067,653	69,257	127,669,696
2008	77,412,447	18,333,348	24,305,235	14,990,854	3,037,560	72,078	138,151,522
2009	84,336,964	21,239,035	24,357,979	15,270,418	2,726,828	75,594	148,006,818
2010	90,901,327	21,382,775	24,455,961	15,219,497	2,701,776	87,673	154,749,009
2011	91,224,224	20,873,814	25,100,829	15,620,488	2,961,147	124,207	155,904,709

(1) General Property Taxes excludes Market Value Homestead Credit.
 General Property Taxes includes current and prior year collections.

(2) Other Taxes include penalties and interest on property taxes, contamination tax, drug store, and mortuary tax.

unaudited

City of Saint Paul, Minnesota
 ESTIMATED MARKET VALUE, TAXABLE MARKET VALUE, AND NET TAX CAPACITY OF TAXABLE PROPERTY
 Last Ten Fiscal Years

Table 7

<u>Levy Year/Payable Year</u>	<u>2001/02</u>	<u>2002/03</u>	<u>2003/04</u>	<u>2004/05</u>	<u>2005/06</u>	<u>2006/07</u>	<u>2007/08</u>	<u>2008/09</u>	<u>2009/10</u>	<u>2010/11</u>
<u>Estimated Market Value</u>										
Residential	\$8,986,030,100	\$10,920,229,300	\$12,132,142,180	\$13,647,894,000	\$14,894,768,200	\$16,156,594,900	\$16,201,368,400	\$15,154,428,866	\$14,009,965,414	\$12,485,045,818
Multiple Dwelling	1,379,390,800	1,634,126,500	2,254,972,520	2,699,138,000	2,904,292,000	3,120,269,200	3,213,988,500	3,120,576,047	2,963,483,753	3,400,646,842
Commercial & Industrial	2,394,329,800	2,690,017,500	2,878,728,300	2,969,533,500	3,204,930,500	3,712,446,900	4,174,883,400	4,349,570,287	4,303,920,433	3,950,373,208
Agricultural	999,100	1,716,100	1,503,500	1,732,000	1,777,500	3,414,200	4,036,400	1,937,700	740,000	4,028,148
Personal Property	286,133,500	286,055,300	295,189,400	310,928,500	310,928,500	292,727,800	355,157,100	347,851,300	348,817,500	354,522,183
Total Estimated Market Value	\$13,046,883,300	\$15,532,144,700	\$17,562,535,900	\$19,629,226,000	\$21,316,696,700	\$23,285,453,000	\$23,949,433,800	\$22,974,364,200	\$21,626,927,100	\$20,194,616,200
<u>Taxable Market Value</u>										
Residential	\$7,189,775,000	\$8,033,480,700	\$9,101,481,400	\$10,660,325,500	\$12,374,904,400	\$14,220,552,300	\$15,522,080,800	\$14,983,867,166	\$13,892,665,114	\$12,403,748,405
Multiple Dwelling	1,360,873,200	1,633,896,300	1,938,483,100	2,468,144,900	2,676,404,300	2,906,107,700	3,117,013,200	3,120,576,047	2,963,483,753	3,397,551,861
Commercial & Industrial	2,388,888,800	2,690,017,500	2,878,728,300	2,963,339,300	3,187,251,500	3,682,507,800	4,131,344,300	4,349,570,287	4,303,920,433	3,909,048,736
Agricultural	728,300	766,000	826,700	964,900	1,106,400	1,334,400	1,642,400	1,937,700	740,000	727,799
Personal Property	286,133,500	286,055,300	295,189,400	310,928,500	310,928,500	292,727,800	354,217,700	346,961,800	348,817,500	378,983,400
Total Taxable Market Value	\$11,226,398,800	\$12,644,215,800	\$14,214,708,900	\$16,403,703,100	\$18,550,595,100	\$21,103,230,000	\$23,126,298,400	\$22,802,913,000	\$21,509,626,800	\$20,090,060,200
<u>Net Tax Capacity</u>										
Residential	\$71,877,316	\$79,853,978	\$91,129,291	\$106,889,252	\$124,407,717	\$143,116,934	\$141,514,557	\$151,063,704	\$140,594,960	\$125,429,618
Multiple Dwelling	21,210,353	22,135,132	24,229,733	30,817,187	32,370,855	35,105,250	52,520,291	37,287,678	35,344,853	39,244,934
Commercial & Industrial	45,974,891	52,889,557	55,538,460	57,166,280	61,752,920	71,485,269	80,449,434	84,794,817	83,883,251	76,077,098
Agricultural	6,983	7,012	7,860	9,154	10,496	13,344	16,424	12,114	7,400	7,283
Personal Property	5,669,437	5,640,507	5,855,423	6,177,516	5,838,295	5,798,667	7,029,365	6,885,304	5,850,737	7,032,252
Total Net Tax Capacity	144,738,980	160,526,186	176,760,767	201,059,389	224,380,283	255,519,464	281,530,071	280,043,617	265,681,201	247,791,186
Less: Tax Increment District Captured Net Tax Capacity	(13,291,072)	(14,655,305)	(16,458,189)	(17,770,800)	(18,233,377)	(22,973,298)	(27,910,887)	(25,975,787)	(25,429,982)	(22,828,278)
Fiscal Disparity Contribution from Saint Paul Distribution to Saint Paul	(13,175,636) 32,136,403	(11,774,572) 33,783,356	(15,711,939) 35,522,965	(16,383,446) 35,670,395	(17,074,983) 36,114,648	(19,319,145) 39,773,037	(23,361,910) 45,318,589	(26,324,251) 51,562,722	(30,378,751) 56,480,186	(29,483,436) 55,940,464
Total Net Tax Capacity	\$150,408,675	\$167,879,665	\$180,113,604	\$202,575,538	\$225,186,571	\$253,000,058	\$275,575,863	\$279,306,301	\$266,352,654	\$251,419,936
<u>Direct Tax Rate</u>										
General Revenue	26.486%	25.816%	23.173%	22.019%	20.767%	19.286%	21.111%	21.839%	25.361%	26.201%
Bonded Debt	11.406%	11.166%	5.605%	3.210%	2.924%	3.623%	3.006%	3.942%	3.762%	3.948%
Library Revenue			5.383%	4.978%	4.667%	4.681%	5.502%	5.834%	6.522%	7.059%
Total Direct Tax Rate	37.892%	36.982%	34.161%	30.207%	28.358%	27.590%	29.619%	31.615%	35.645%	37.208%
Total Net Tax Capacity as a Percentage of Total Estimated Market Value	1.15%	1.08%	1.03%	1.03%	1.06%	1.09%	1.15%	1.22%	1.23%	1.24%

Source: Ramsey County Department of Property Records and Revenue

Notes: Net tax capacity is the amount to which the local tax rate is applied. Tax Capacity is calculated by applying a statutory formula to the taxable market value of the property.

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City of Saint Paul, Minnesota
PROPERTY TAX RATES AND TAX LEVIES (Certified to County)
DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Fiscal Years

Table 8

Fiscal Year	Operating City Direct Rate	Debt Service City Direct Rate	Library City Direct Rate	Total City Direct Rate	Overlapping Rates					Total
					School District 625	Housing and Redevelopment Authority	Port Authority	Ramsey County	Special Districts	
TAX CAPACITY RATES (PER \$100 OF ADJUSTED TAX CAPACITY VALUE)										
2002	26.486	11.406	N/A (3)	37.892	34.772	0.510	1.700	50.517	4.532	129.923
2003	25.840	11.142	N/A (3)	36.982	33.283 (1)	0.497	1.506	50.086	6.186	128.540
2004	23.195	5.637	5.329	34.161	31.866 (1)	0.458	1.328	49.255	5.002	122.070
2005	22.019	3.210	4.978	30.207	28.192 (1)	0.440	1.112	45.689	4.891	110.531
2006	20.770	2.924	4.665	28.358	29.368 (1)	0.434	1.016	43.414	6.140	108.730
2007	19.286	3.623	4.681	27.590	25.415 (1)	0.414	1.064	41.843	7.247	103.573
2008	21.111	3.006	5.502	29.619	23.413 (1)	0.447	1.097	41.043	6.687	102.306
2009	21.839	3.942	5.834	31.615	22.698 (1)	0.900	1.390	43.057	6.805	106.465
2010	25.359	3.761	6.522	35.642	28.507 (1)	1.272	1.692	46.474	7.232	120.820
2011	26.200	3.948	7.059	37.208	35.057 (1)	1.262	1.802	50.668	8.119 (2)	134.116

Fiscal Year	Operating City Direct Levy	Debt Service City Direct Levy	Library City Direct Levy	Total City Direct Levy	Overlapping Tax Levies					Total
					School District 625	Housing and Redevelopment Authority	Port Authority	Ramsey County	Special Districts	
2002	\$43,612,368	\$18,780,895	N/A (3)	\$62,393,263	\$53,799,194	\$840,174	\$2,640,000	\$180,723,664	\$10,953,106	\$311,349,401
2003	43,595,292	18,797,970	N/A (3)	62,393,263	56,718,144 (1)	840,174	2,595,000	186,698,750	15,551,656	324,796,987
2004	42,468,234	10,319,968	9,757,061	62,545,263	58,237,244 (1)	840,174	2,443,000	197,811,166	11,034,681	332,911,528
2005	45,642,975	6,653,277	10,318,836	62,615,088	58,759,418 (1)	898,986	2,317,175	206,554,708	12,155,935	343,301,310
2006	47,264,337	6,653,277	10,615,292	64,532,906	66,044,888 (1)	979,895	2,316,175	217,455,420	26,689,855	378,019,139
2007	48,976,109	9,199,202	11,887,250	70,062,561	66,206,297 (1)	1,057,307	2,716,050	230,921,903	35,621,246	406,585,364
2008	57,398,942	8,173,446	14,958,449	80,530,837	65,646,331 (1)	1,215,903	3,025,000	242,063,050	35,974,130	428,455,251
2009	60,196,831	10,865,320	16,080,113	87,142,264	63,980,783 (1)	2,278,148	3,697,000	253,013,187	36,194,862	446,306,244
2010	65,811,437	9,761,438	16,924,646	92,497,521	72,824,376 (1)	3,178,148	4,299,700	259,971,049	36,442,998	469,213,792
2011	65,133,176	9,815,423	17,548,921	92,497,520	84,635,854 (1)	3,178,148	4,456,700	267,120,252	39,452,074 (2)	491,340,548

- (1) Voters approved an excess operating levy for School District 625 adding a market value based levy in addition to the tax capacity levy beginning year 2003. The 2003 market based tax rate and levy were 0.08778% and \$11,103,874. The 2004 market based tax rate and levy were 0.08894% and \$15,570,869. The 2005 market based tax rate and levy were 0.06741% and \$14,168,313. The 2006 market based tax rate and levy were 0.09859% and \$20,618,213. The 2007 market based tax rate and levy were 0.13842% and \$32,947,644. The 2008 market based tax rate and levy were 0.13505% and \$37,281,068. The 2009 market based tax rate and levy were 0.15885% and \$42,998,853. The 2010 market based tax rate and levy were 0.13989% and \$38,867,680. The 2011 market based tax rate and levy were 0.14581% and \$37,108,684.

(2) Starting in 2012 the Tax Capacity and Tax Levies for the Metropolitan Watershed District has been included in Special Districts.

(3) Prior to 2004 the Library Agency's levy was included with the City's operating and debt service levies.

Note: In addition to the above, the following tax rates and tax levies were applied against portions of Saint Paul.

Fiscal Year	Tax Increment Districts		Tax Levies
	Without METRO W/S Dist	Including METRO W/S Dist	
2002	128.937	132.028	\$16,867,927
2003	128.540	130.821	18,409,185
2004	122.070	123.203	19,763,562
2005	110.531	112.049	19,580,532
2006	108.730	110.554	19,733,859
2007	103.573	105.224	23,710,560
2008	102.306	103.630	28,448,139
2009	106.465	107.822	27,268,157
2010	120.819	122.407	28,809,530
2011	134.116	136.659	27,278,203

**City of Saint Paul, Minnesota
PRINCIPAL PROPERTY TAXPAYERS
Current Year and Ten Years Ago**

Table 9

<u>Taxpayer</u>	<u>2011</u>			<u>2001</u>		
	<u>2010 Net Tax Capacity for Taxes Payable in 2011</u>	<u>Rank</u>	<u>Percentage of 2010 Total Net Tax Capacity for Taxes Payable in 2011</u>	<u>2000 Net Tax Capacity for Taxes Payable in 2001</u>	<u>Rank</u>	<u>Percentage of 2000 Total Net Tax Capacity for Taxes Payable in 2001</u>
Xcel Energy (Northern States Power Company)	\$4,308,218	1	1.71%	\$8,807,527	1	4.64%
Minnesota Mutual Life Insurance Company	2,068,186	2	0.82%	1,207,528	8	0.64%
St. Paul Tower LP (World Trade Center)	1,710,196	3	0.68%	-	-	-
Traveler's Insurance (St. Paul Companies)	1,421,484	4	0.57%	-	-	-
U.S. Bank Corp. Property & U.S. Bancorp	1,170,250	5	0.47%	-	-	-
Behringer Harvard L C LLC	1,078,374	6	0.43%	-	-	-
BNSF Railway Company	962,179	7	0.38%	913,238	10	0.48%
CSM Investors	853,932	8	0.34%	-	-	-
Ford Motor Company	799,270	9	0.32%	1,304,312	5	0.69%
Court International LLC	765,018	10	0.30%	-	-	-
St. Paul Fire & Marine Insurance Company	-	-	-	3,305,276	2	1.74%
Principal Mutual Life Insurance Company	-	-	-	2,392,576	3	1.26%
St. Paul Burlington LP (US Bank Trust Center)	-	-	-	1,149,929	9	0.61%
Capitol City Property Management	-	-	-	1,240,049	4	0.65%
Vance Minnesota	-	-	-	1,665,423	7	0.88%
St. Paul Real Estate LLC	-	-	-	1,260,946	6	0.66%
	<u>\$15,137,107</u>		<u>6.02%</u>	<u>\$23,246,804</u>		<u>12.24%</u>

Data Source
Ramsey County Department of Property Records and Revenue

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City of Saint Paul, Minnesota
PROPERTY TAX LEVIES AND COLLECTIONS
CITY AND LIBRARY AGENCY
 Last Ten Fiscal Years

Table 10

	2002 (2)	2003	2004	2005	2006	2007	2008	2009	2010	2011
Total Taxes Levied for Current Fiscal Year (1)	\$62,393,392	\$62,392,844	\$62,545,233	\$62,615,791	\$64,532,799	\$70,063,650	\$80,532,993	\$87,142,676	\$92,498,816	\$92,497,521
Collection of Current Year Tax Levy										
From Taxpayers	38,924,829	43,372,547	44,156,237	45,114,136	48,823,276	54,348,438	63,048,190	65,905,389	68,594,984	68,178,369
Fiscal Disparity Aid	17,426,218	12,663,429	12,616,556	11,972,624	10,796,022	11,089,710	12,210,172	14,853,646	17,461,680	18,432,472
State Credits and Aids	4,578,654	4,415,706	4,112,735	3,729,946	3,210,181	2,936,100	2,944,498	3,090,322	3,776	4,889
Total Collection of Current Levy	60,929,701	60,451,682	60,885,528	60,816,706	62,829,480	68,374,248	78,202,860	83,849,357	86,060,440	86,615,730
Unalloted MVHC	-	-	-	-	-	-	-	-	3,480,043	3,438,536
Percentage of Current Year Levy Collected in the Fiscal Year of Levy	97.65%	96.89%	97.35%	97.13%	97.36%	97.59%	97.11%	96.22%	96.80% ⁽³⁾	97.36% ⁽³⁾
Delinquent Taxes Collected in subsequent years										
1st Year Delinquent	1,051,603	949,514	304,568	861,772	911,486	855,795	1,222,665	1,575,214	1,018,895	-
2nd Year Delinquent	(52,814)	(74,806)	(31,064)	(90,467)	55,961	139,867	22,832	198,907	-	-
3rd Year Delinquent	11,386	(13,761)	(1,211)	42,655	38,459	(10,193)	140,646	-	-	-
4th Year Delinquent	17,353	52,144	22,722	25,072	(27,907)	46,095	-	-	-	-
5th Year Delinquent	5,638	7,212	7,037	5,061	11,867	-	-	-	-	-
6th Year & Prior Delinquent	12,234	14,894	1,142	11,360	-	-	-	-	-	-
Total Delinquent Collections	1,045,400	935,197	303,194	855,453	989,866	1,031,564	1,386,143	1,774,121	1,018,895	-
Total Tax Collections as of 12/31/11	\$61,975,101	\$61,386,879	\$61,188,722	\$61,672,159	\$63,819,346	\$69,405,812	\$79,589,003	\$85,623,478	\$87,079,336	\$86,615,730
Percentage of Levy Collected as of 12/31/11	99.33%	98.39%	97.83%	98.49%	98.89%	99.06%	98.83%	98.26%	97.90%	97.36%

(1) The total tax levied is different than the tax levy certified (as presented in Table 8) due to the property tax rate rounding factor.

(2) Beginning year 2002, the State of Minnesota eliminated HACA Aid which was considered part of the Property Tax Levy. The Market Value Homestead Credit was established which reduces the property tax paid by the qualified homeowners with the State of Minnesota paying the difference directly to the taxing district.

(3) Market Value Homestead Credit was unalloted to the City in 2010 and 2011 due to the state Legislature action. State Credits and Aids of \$3,776 for 2010 and \$4,889 for 2011 represent adjustments for prior years collection.

Notes: Collections do not include Tax Increment Districts.

Above data does not include Housing and Redevelopment (HRA), Table 11 presents separately the HRA (Component Unit) data.

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City of Saint Paul, Minnesota
PROPERTY TAX LEVIES AND COLLECTIONS
HOUSING AND REDEVELOPMENT AUTHORITY OF THE CITY OF SAINT PAUL
(Component Unit)
Last Ten Fiscal Years

Table 11

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Total Taxes Levied for Current Fiscal Year	\$ 840,174	\$ 840,174	\$ 840,174	\$ 898,986	\$ 979,895	\$ 1,057,307	\$ 1,215,903	\$ 2,278,148	\$ 3,178,148	\$ 3,178,148
Collection of Current Year Tax Levy										
From Taxpayers	526,934	584,041	594,122	661,061	750,062	819,668	953,678	1,874,829	2,259,765	2,470,269
Fiscal Disparity Aid	234,526	170,273	171,938	160,358	157,181	169,430	183,574	223,759	493,367	693,746
State Credits and Aids	61,625	46,766	38,346	54,331	49,130	44,056	44,437	87,974	115,779	108,652
Closed TIF District Adj.	-	-	-	-	-	-	-	-	194,065	-
Total Collection of Current Levy	<u>\$ 823,085</u>	<u>\$ 801,080</u>	<u>\$ 804,406</u>	<u>\$ 875,750</u>	<u>\$ 956,373</u>	<u>\$ 1,033,154</u>	<u>\$ 1,181,689</u>	<u>\$ 2,186,562</u>	<u>\$ 3,062,976</u> (2)	<u>\$ 3,272,667</u>
Percentage of Current Year Levy Collected in the Fiscal Year of Levy	97.97%	95.35%	95.74%	97.42%	97.60%	97.72%	97.19%	95.98%	96.38%	102.97%
Delinquent Taxes Collected in subsequent years										
1st Year Delinquent (1)	\$ 5,816	\$ 11,901	\$ 3,559	\$ 12,963	\$ 8,723	\$ 20,254	\$ 31,348	\$ 44,004	\$ 21,597	\$ -
Total Tax Collections as of 12/31/11	<u>\$ 828,901</u>	<u>\$ 812,981</u>	<u>\$ 807,965</u>	<u>\$ 888,713</u>	<u>\$ 965,096</u>	<u>\$ 1,053,408</u>	<u>\$ 1,213,037</u>	<u>\$ 2,230,566</u>	<u>\$ 3,084,573</u>	<u>\$ 3,272,667</u>
Percentage of Levy Collected as of 12/31/11	98.66%	96.76%	96.17%	98.86%	98.49%	99.63%	99.76%	97.91%	97.06%	102.97%

(1) Entire amount of delinquent collections for each individual fiscal year is reported as 1st year delinquent for previous year's levy as breakdown by levy year is not available.

(2) Revaluation downward of property in a closed Tax Increment Finance District reduced net levy collected by HRA by 6.11%

Note: Collections do not include Tax Increment Districts.

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City of Saint Paul, Minnesota
RATIOS OF OUTSTANDING DEBT BY TYPE PER CAPITA
 Last Ten Fiscal Years

Table 12

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental Activities										
General Obligation Bonds	\$ 142,100,000	\$ 143,140,000	\$ 159,390,000	\$ 159,285,000	\$ 160,745,000	\$ 156,315,000	\$ 162,340,000	\$ 169,845,000	\$182,800,000	\$206,065,000
Revenue Bonds	186,834,000	182,999,000	180,960,942	181,684,780	170,365,923	190,793,740	189,451,560	187,729,669	187,446,305	170,311,657
Revenue Notes	53,117,329	64,399,753	61,422,179	53,424,359	55,770,626	52,859,580	51,124,864	77,427,232	71,896,669	67,740,670
Capital Leases	9,503,004	23,093,750	23,395,777	23,077,102	21,553,366	20,212,728	23,239,158	22,299,122	22,029,755	11,608,850
Total - Governmental Activities	<u>391,554,333</u>	<u>413,632,503</u>	<u>425,168,898</u>	<u>417,471,241</u>	<u>408,434,915</u>	<u>420,181,048</u>	<u>426,155,582</u>	<u>457,301,023</u>	<u>464,172,729</u>	<u>455,726,177</u>
Business-Type Activities										
General Obligation Bonds	43,190,000	42,060,000	40,815,000	39,485,000	37,980,000	36,320,000	34,530,000	29,350,000	28,055,000	26,480,000
Limited Tax Bonds	-	-	-	-	-	-	-	-	7,855,000	7,855,000
Revenue Bonds	80,700,000	71,770,000	95,475,000	104,940,000	94,080,000	82,995,000	96,825,000	100,595,000	99,840,000	104,310,000
Revenue Notes	24,611,222	20,773,718	21,792,994	18,914,589	16,136,499	15,122,621	14,071,786	14,558,630	12,701,769	11,424,620
Capital Leases	1,889,495	1,760,582	1,624,457	621,697	350,434	71,116	-	-	-	-
Total - Business-Type Activities	<u>150,390,717</u>	<u>136,364,300</u>	<u>159,707,451</u>	<u>163,961,286</u>	<u>148,546,933</u>	<u>134,508,737</u>	<u>145,426,786</u>	<u>144,503,630</u>	<u>148,451,769</u>	<u>150,069,620</u>
Total Primary Government	<u>\$ 541,945,050</u>	<u>\$ 549,996,803</u>	<u>\$ 584,876,349</u>	<u>\$ 581,432,527</u>	<u>\$556,981,848</u>	<u>\$554,689,785</u>	<u>\$571,582,368</u>	<u>\$601,804,653</u>	<u>612,624,498</u>	<u>\$605,795,797</u>
Per Capita (1)	\$ 1,881.75	\$ 1,912.34	\$ 2,034.99	\$ 2,023.18	\$1,943.28	\$1,928.22	\$1,984.28	\$2,089.20	\$2,130.86	\$2,125.09
Percentage of Personal Income (2)	9.07%	9.36%	10.04%	9.44%	8.64%	8.36%	7.84%	8.25%	8.82%	8.48%

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Notes: Details regarding the city's outstanding debt can be found in the notes to the financial statements

(1) See Table 17 for population data. The 2010 ratio is calculated using population for the prior calendar year.

(2) See Table 17 for personal income data. The 2010 percentage is calculated using personal income for the prior calendar year.

City of Saint Paul, Minnesota
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
 Last Ten Fiscal Years

Table 13

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Population (1)	288,000	287,604	287,410	287,385	286,620	287,669	288,055	287,501	285,068	285,068
Taxable Assessed Value/ Net Tax Capacity (2)	\$150,408,675	\$167,879,665	\$180,113,604	\$202,575,538	\$225,186,571	\$253,000,058	\$275,575,863	\$279,306,301	\$266,352,654	\$251,419,936
General Obligation Bonds - Property Tax Supported	104,885,000	105,370,000	118,475,000	119,200,000	111,720,000	99,785,000	99,440,000	134,718,582	150,751,047	164,099,811
Less General Debt Service Fund Less G.O.Special Assessment- Streets Debt Service Fund - property tax portion	23,091,689	27,769,116	25,528,653	24,150,246	19,753,773	18,960,941	17,962,901	18,021,164	19,216,786	17,920,364
Net General Bonded Debt	\$81,793,311	\$77,600,884	\$92,946,347	\$95,049,754	\$91,966,227	\$80,824,059	\$81,477,099	\$116,697,418	\$124,946,187	\$135,929,841
Percentage of Net General Bonded Debt to Taxable Assessed Value/Net Tax Capacity	54.38%	46.23%	51.60%	46.92%	40.84%	31.95%	29.57%	41.78%	46.91%	54.06%
Net General Bonded Debt per Capita	\$284.00	\$269.82	\$323.39	\$330.74	\$320.86	\$280.96	\$282.85	\$405.90	\$438.30	\$476.83

(1) 2002 - 2009 data is based on Metropolitan Council estimates. 2010 - 2011 data is from 2010 US Census results.

(2) Taxable Assessed Value/Net Tax Capacity is net of tax increment reductions.
 The decline in taxable net tax capacity in 2002 is due to statutory changes in property classification rates.
 See Table 7 for Net Tax Capacity.

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City of Saint Paul, Minnesota
DIRECT, OVERLAPPING AND UNDERLYING GOVERNMENTAL ACTIVITIES DEBT
 December 31, 2011

Table 14

	<u>Gross General Bonded Debt</u>	<u>Net General Bonded Debt</u>	<u>Payable 2011 Net Tax Capacity</u>	<u>Percentage Applicable to City of Saint Paul</u>	<u>City of Saint Paul's Share of Debt</u>
Direct Debt					
City of Saint Paul	\$ 164,099,811	\$ 135,929,841 (1)	\$ 251,419,936	100.00%	\$ 135,929,841
Overlapping Debt					
County of Ramsey	148,490,000	129,868,872	513,488,368	48.96%	63,583,800
Metropolitan Council	213,645,000	142,956,525	3,312,664,247	7.59%	10,850,400
	<u>362,135,000</u>	<u>272,825,397</u>			<u>74,434,200</u>
Total Direct and Overlapping Debt	<u>\$ 526,234,811</u>	<u>\$ 408,755,238</u>			<u>\$ 210,364,041</u>
Underlying Debt					
Port Authority of Saint Paul	\$ 26,260,000	\$ 24,056,534	251,419,936	100.00%	\$ 24,056,534
Independent School District #625	329,484,817	323,824,858	250,944,652	100.00%	323,824,858
	<u>355,744,817</u>	<u>347,881,392</u>			<u>347,881,392</u>
Total Direct, Overlapping and Underlying Debt	<u>\$ 881,979,628</u>	<u>\$ 756,636,630</u>			<u>\$ 558,245,433</u>

(1) Net General Bonded Debt

Total General Obligation Bonds - Property Tax Supported	\$ 164,099,811
Less: Amount Available in General Debt Service Fund	(17,920,364)
Less: Property Tax Supported Portion of Amount Available in G.O.Special Assessment-Streets Debt Service Fund	(10,249,606)
Net General Bonded Debt	<u>\$ 135,929,841</u>

Overlapping authorities - Ramsey County and Metropolitan Council - are those that coincide with the geographic boundaries of the City.

Underlying authorities - Port Authority of Saint Paul and Independent School District # 625 - are contained within the City.

This schedule shows the portion of the outstanding and underlying debt burden for the City of Saint Paul.

Applicable percentage for Saint Paul is Saint Paul's net tax capacity divided by net tax capacity of overlapping authority.

100% of underlying debt burden is applicable to the City.

unaudited

City of Saint Paul, Minnesota
LEGAL DEBT MARGIN INFORMATION
 Last Ten Fiscal Years

Table 15

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Estimated Market Values										
Real Property Value	\$15,246,089,400	\$17,267,346,500	\$19,318,297,500	\$21,005,768,200	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Personal Property Value	286,055,300	295,189,400	310,928,500	310,928,500	-	-	-	-	-	-
Estimated Market Values for Debt Limit Computation	15,532,144,700	17,562,535,900	19,629,226,000	21,316,696,700	-	-	-	-	-	-
Debt limit (3 1/3% of assessed value)	517,737,639	585,417,278	654,306,879	710,555,846	-	-	-	-	-	-
Taxable Market Values										
Real Property Value	-	-	-	-	18,239,666,600	20,810,502,200	22,772,080,700	22,455,951,200	21,160,809,300	19,711,076,800
Personal Property Value	-	-	-	-	310,928,500	292,727,800	354,217,700	346,961,800	348,817,500	378,983,400
Taxable Market Values for Debt Limit Computation	-	-	-	-	18,550,595,100	21,103,230,000	23,126,298,400	22,802,913,000	21,509,626,800	20,090,060,200
Debt limit (3 1/3% of assessed value)	-	-	-	-	618,353,170	703,441,000	770,876,613	760,097,100	716,987,561	669,668,673
Debt applicable to limit										
General Obligation Bonds	185,290,000	185,200,000	200,205,000	198,770,000	198,725,000	192,635,000	196,870,000	199,195,000	210,855,000	232,545,000
Limited Tax Bonds	-	-	-	-	-	-	-	-	7,855,000	7,855,000
Revenue Bonds	267,534,000	254,769,000	276,435,942	286,624,780	264,445,923	273,788,740	286,276,560	288,324,669	287,286,305	274,621,656
Revenue Notes	-	-	-	-	-	16,299,464	16,601,903	29,221,233	27,621,516	24,729,260
Capital Leases	-	-	-	-	-	14,478,157	16,118,250	15,922,362	16,453,228	6,427,999
Less: Amount allowable under MSA 475.53 Subd. 3 and City Charter Section 10.14	(367,489,000)	(352,509,000)	(387,254,435)	(392,024,780)	(368,678,423)	(408,218,204)	(425,463,603)	(424,840,914)	(436,866,176)	(440,047,455)
Total net debt applicable to limit	85,335,000	87,460,000	89,386,507	93,370,000	94,492,500	88,983,157	90,403,110	107,822,350	113,204,873	106,131,461
Legal debt margin	\$432,402,639	\$497,957,278	\$564,920,372	\$617,185,846	\$523,860,670	\$614,457,843	\$680,473,503	\$652,274,750	\$603,782,688	\$563,537,212
Total net debt applicable to the limit as a percentage of debt limit	16.48%	14.94%	13.66%	13.14%	15.28%	12.65%	11.73%	14.19%	15.79%	15.85%

Note: The total net debt of the city shall not exceed three and one-third percent (3 1/3%) of the market value of the taxable real and personal property comprising the taxable value of the city as determined by the county auditor, in accordance with law. The legal debt margin was calculated based on the estimated market values for years 2002 thru 2005 and based on the taxable market values for year 2006 and thereafter.

unaudited

City of Saint Paul, Minnesota
 PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	Totals
SALES TAX REVENUE BONDS, SERIES 1999A, 2007A, 2007B and 2009											
Fund Servicing Debt - City Revenue Bonds and Other Long-Term Debt Service Fund											
Revenues Available for Debt Service											
Sales Tax Proceeds	\$ 13,344,192	\$ 13,312,004	\$ 13,753,085	\$ 14,219,582	\$ 14,788,775	\$ 15,064,067	\$ 14,990,854	\$ 15,270,418	\$ 15,219,497	\$ 15,620,488	\$ 146,182,942
Investment Earnings	44,842	37,028	33,895	106,928	202,128	193,923	185,436	112,688	110,151	116,388	1,145,205
Revenue	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	35,000,000
Payments in Lieu of Taxes	2,514,356	2,555,074	2,556,828	2,929,669	3,303,652	3,328,836	3,355,277	3,383,040	3,762,193	4,142,802	31,811,727
Bond Proceeds	-	-	-	-	-	27,280,000	-	65,455,000	-	-	92,735,000
Total Revenues Available for Debt Service	\$ 19,403,190	\$ 19,384,106	\$ 19,843,808	\$ 20,796,159	\$ 21,794,555	\$ 49,968,826	\$ 22,031,567	\$ 87,721,144	\$ 22,591,841	\$ 23,379,678	\$ 306,874,874
Debt Service Requirements											
Principal	\$ 1,020,000	\$ 745,000	\$ 940,000	\$ 1,150,000	\$ 1,470,000	\$ 1,560,000	\$ 1,720,000	\$ 1,910,000	\$ 2,900,000	\$ 3,065,000	\$ 16,480,000
Interest	4,934,729	4,874,753	4,830,202	4,772,768	4,701,812	4,609,791	4,144,303	5,732,583	4,826,219	4,502,070	49,931,230
State Loan Repayment	-	1,250,000	1,250,000	1,250,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	2,000,000	13,250,000
Total Debt Service Requirements	\$ 5,954,729	\$ 6,869,753	\$ 7,020,202	\$ 7,172,768	\$ 7,671,812	\$ 7,669,791	\$ 9,366,303	\$ 9,142,583	\$ 9,226,219	\$ 9,567,070	\$ 79,661,230
Coverage (Revenues/Debt Service)	3.26	2.82	2.83	2.89	2.84	6.52	2.35	9.59	2.45	2.44	3.85
SEWER REVENUE BONDS, SERIES 1993, 2003D, 2004E, 2006C, 2008D, 2009C and 2009I											
Fund Servicing Debt - Sewer/Utility Enterprise Fund											
Revenues Available for Debt Service											
Operating Revenues											
Sanitary Sewer System Charge	\$ 28,202,848	\$ 27,930,278	\$ 28,333,196	\$ 29,433,398	\$ 28,906,224	\$ 29,952,998	\$ 30,717,496	\$ 32,634,501	\$ 33,339,861	\$ 33,041,252	\$ 302,492,052
Storm Sewer System Charge	8,702,727	9,188,072	9,402,138	9,599,027	9,593,830	10,106,582	11,302,321	12,248,010	12,659,855	11,995,483	104,758,045
Other Operating Revenues	1,089,234	3,483,990	3,847,216	2,099,127	5,964,819	2,123,822	1,390,154	1,597,729	975,034	819,846	23,308,817
Total Operating Revenues	37,994,809	40,522,340	41,582,550	41,091,552	44,464,873	42,183,402	43,409,971	46,480,240	46,972,750	45,856,581	430,559,068
Operating Expenses (a)	(20,599,725)	(20,579,249)	(19,797,621)	(17,887,444)	(18,936,475)	(23,259,113)	(22,619,093)	(24,674,791)	(23,544,721)	(28,517,517)	(220,415,749)
Non-Operating Revenues (Expenses)	(1,482,143)	(2,166,243)	(1,167,969)	(1,277,473)	(1,205,103)	(1,004,707)	(1,041,194)	(1,668,600)	(1,951,833)	(1,211,171)	(14,176,436)
Transfers (b)	(410,604)	(654,598)	(589,943)	(555,695)	(612,150)	(549,996)	(709,928)	(976,335)	(1,111,263)	(1,584,524)	(7,755,036)
Total Revenues Available for Debt Service	\$ 15,502,337	\$ 17,122,250	\$ 20,027,017	\$ 21,370,940	\$ 23,711,145	\$ 17,369,586	\$ 19,039,756	\$ 19,160,514	\$ 20,364,933	\$ 14,543,369	\$ 188,211,847
(a) operating expenses do not include depreciation or bond interest expenses											
(b) transfers do not include capital expenditures and debt service on the outstanding general obligations bonds											
Debt Service Requirements											
Sewer Revenue Refunding Bonds, Series 1993											
Principal	\$ 5,090,000	\$ 33,755,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,845,000
Interest	2,116,225	1,066,753	-	-	-	-	-	-	-	-	3,182,978
Total	7,206,225	34,821,753	-	-	-	-	-	-	-	-	42,027,978
Sewer Revenue Refunding Bonds, Series 2003D											
Principal	-	-	5,750,000	5,900,000	6,000,000	5,130,000	3,500,000	-	-	-	26,280,000
Interest	-	437,007	655,510	540,510	422,510	278,510	140,000	-	-	-	2,474,047
Total	-	437,007	6,405,510	6,440,510	6,422,510	5,408,510	3,640,000	-	-	-	28,754,047
Sewer Revenue Bonds, Series 2004E											
Principal	-	-	310,000	240,000	245,000	245,000	255,000	260,000	265,000	275,000	2,095,000
Interest	-	-	144,213	209,344	203,944	198,431	192,919	186,544	180,044	172,094	1,487,533
Total	-	-	454,213	449,344	448,944	443,431	447,919	446,544	445,044	447,094	3,582,533
Sewer Revenue Bonds, Series 2006C											
Principal	-	-	-	-	445,000	370,000	380,000	395,000	405,000	420,000	2,415,000
Interest	-	-	-	-	191,650	269,875	254,875	239,875	223,875	207,675	1,387,425
Total	-	-	-	-	636,650	639,875	634,875	634,875	628,875	627,675	3,802,425
Sewer Revenue Bonds, Series 2008D											
Principal	-	-	-	-	-	-	585,000	855,000	885,000	915,000	3,240,000
Interest	-	-	-	-	-	-	722,098	938,873	912,998	886,223	3,460,192
Total	-	-	-	-	-	-	1,307,098	1,793,873	1,797,998	1,801,223	6,700,192
Sewer Revenue Bonds, Series 2009C											
Principal	-	-	-	-	-	-	-	-	245,000	390,000	635,000
Interest	-	-	-	-	-	-	-	155,075	309,650	303,300	768,025
Total	-	-	-	-	-	-	-	155,075	554,650	693,300	1,403,025
Sewer Revenue Bonds, Series 2009I											
Principal	-	-	-	-	-	-	-	-	255,000	265,000	520,000
Interest	-	-	-	-	-	-	-	-	89,858	71,750	161,408
Total	-	-	-	-	-	-	-	-	344,858	336,750	681,408
Sewer Revenue Bonds, Series 2010D											
Principal	-	-	-	-	-	-	-	-	-	350,000	350,000.00
Interest	-	-	-	-	-	-	-	-	227,074	303,275	530,349
Total	-	-	-	-	-	-	-	-	227,074	653,275	880,349
Sewer Revenue Bonds, Series 2010D											
Principal	-	-	-	-	-	-	-	-	-	201,492	201,492
Interest	-	-	-	-	-	-	-	-	-	201,492	201,492
Total	-	-	-	-	-	-	-	-	-	402,984	402,984
Total Debt Service Requirements	\$ 7,206,225	\$ 35,258,760	\$ 6,859,723	\$ 6,889,854	\$ 7,508,104	\$ 6,491,616	\$ 6,029,892	\$ 3,030,167	\$ 3,998,299	\$ 4,559,317	\$ 87,831,957
Coverage (Revenues/Debt Service)	2.15	0.49	2.92	3.10	3.16	2.68	3.16	6.32	5.09	3.19	2.14

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City of Saint Paul, Minnesota
 PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	Totals
RECREATIONAL FACILITIES REVENUE BONDS, SERIES 1996D and 2005											
Funds Servicing Debt - Rice and Arlington Sports Dome Enterprise Fund, Special Services Enterprise Fund, Como Campus Special Revenue Fund and Special Recreation Activities Special Revenue Fund											
Revenues Available for Debt Service											
Operating Revenues											
Fees, Sales and Services	\$ 6,035,267	\$ 5,717,043	\$ 6,228,222	\$ 7,629,080	\$ 6,358,588	\$ 6,119,785	\$ 6,039,025	\$ 5,979,501	\$ 6,265,606	\$ 5,813,413	\$ 62,185,530
Rents and Leases	787,069	679,210	514,913	667,252	548,084	631,190	601,136	563,550	537,720	481,102	6,031,226
Miscellaneous	37,339	18,329	84,829	94,649	1,599,800	1,809,734	1,823,866	2,081,561	2,006,756	1,956,583	11,493,446
Total Operating Revenues	6,859,675	6,414,582	6,827,964	8,410,981	8,506,472	8,560,709	8,464,027	8,604,612	8,810,082	8,251,098	79,710,202
Intergovernmental Revenue	1,430,512	1,297,791	1,250,298	1,331,235	-	-	-	-	-	-	5,309,836
Interest Earned on Investments	41,557	107,450	(2,430)	21,872	5,932	45,559	32,337	40,109	36,214	47,762	376,362
Miscellaneous Other Revenue	7,864	153,296	2,135	2,664	-	-	2,080	1,309	4,414	481	174,263
Bond Proceeds	-	-	-	3,240,000	-	-	-	-	-	-	3,240,000
Total Revenues Available for Debt Service	\$ 8,339,608	\$ 7,973,119	\$ 8,077,967	\$ 13,006,772	\$ 8,512,404	\$ 8,606,268	\$ 8,498,444	\$ 8,646,030	\$ 8,850,710	\$ 8,299,341	\$ 86,810,863
Debt Service Requirements											
Recreational Facilities Revenue Bonds, Series 1996D											
Principal	\$ 135,000	\$ 140,000	\$ 150,000	\$ 3,240,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,665,000
Interest	203,893	197,085	189,760	181,905	-	-	-	-	-	-	772,643
Total	338,893	337,085	339,760	3,421,905	-	-	-	-	-	-	4,437,643
Recreational Facilities Revenue Bonds, Series 2005											
Principal	-	-	-	-	210,000	205,000	220,000	235,000	250,000	265,000	1,385,000
Interest	-	-	-	-	310,956	327,813	320,638	312,938	304,125	294,750	1,871,220
Total	-	-	-	-	520,956	532,813	540,638	547,938	554,125	559,750	3,256,220
Total Debt Service Requirements	\$ 338,893	\$ 337,085	\$ 339,760	\$ 3,421,905	\$ 520,956	\$ 532,813	\$ 540,638	\$ 547,938	\$ 554,125	\$ 559,750	\$ 7,693,863
Coverage (Revenues/Debt Service)	24.61	23.65	23.78	3.80	16.34	16.15	15.72	15.78	15.97	14.83	11.54
SPRUCE TREE CENTRE TAX INCREMENT BONDS, SERIES 1988A and 2003											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 332,493	\$ 335,790	\$ 325,416	\$ 296,044	\$ 283,041	\$ 290,730	\$ 334,855	\$ 375,697	\$ 441,406	\$ 480,427	\$ 3,495,899
Developer Shortfall Payments	-	124,908	115,300	115,300	112,400	92,229	51,195	15,155	-	-	626,487
Investment Earnings	7,912	18,383	28,038	24,322	52,669	90,639	85,645	58,277	53,062	52,227	471,174
Total Revenues Available for Debt Service	\$ 340,405	\$ 479,081	\$ 468,754	\$ 435,666	\$ 448,110	\$ 473,598	\$ 471,695	\$ 449,129	\$ 494,468	\$ 532,654	\$ 4,593,560
Debt Service Requirements											
Principal	\$ 150,000	\$ 175,000	\$ 140,058	\$ 149,162	\$ 158,857	\$ 169,183	\$ 180,180	\$ 191,891	\$ 204,364	\$ 217,648	\$ 1,736,343
Interest	278,906	135,838	122,850	113,746	104,051	93,725	82,728	71,016	58,544	45,260	1,106,764
Total Debt Service Requirements	\$ 428,906	\$ 310,938	\$ 262,908	\$ 262,908	\$ 262,908	\$ 262,908	\$ 262,908	\$ 262,907	\$ 262,908	\$ 262,908	\$ 2,843,107
Coverage (Revenues / Debt Service)	0.79	1.54	1.78	1.66	1.70	1.80	1.79	1.71	1.88	2.03	1.62

continued

City of Saint Paul, Minnesota
 PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	Totals
MIDWAY MARKETPLACE TAX INCREMENT BONDS, SERIES 1995A / SNELLING-UNIVERSITY TAX INCREMENT BONDS, SERIES 2005C											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 1,039,320	\$ 1,317,977	\$ 1,226,056	\$ 1,096,155	\$ 1,835,383	\$ 1,416,074	\$ 1,427,457	\$ 1,563,981	\$ 1,197,542	\$ 1,175,554	\$ 13,295,499
Investment Earnings	341,690	200,156	207,669	178,567	87,266	110,707	151,489	127,478	133,263	121,825	1,660,110
Total Revenues Available for Debt Service	\$ 1,381,010	\$ 1,518,133	\$ 1,433,725	\$ 1,274,722	\$ 1,922,649	\$ 1,526,781	\$ 1,578,946	\$ 1,691,459	\$ 1,330,805	\$ 1,297,379	\$ 14,955,609
Debt Service Requirements											
Principal	\$ 190,000	\$ 200,000	\$ 220,000	\$ 235,000	\$ 350,000	\$ 355,000	\$ 370,000	\$ 380,000	\$ 395,000	\$ 400,000	\$ 3,095,000
Interest	478,553	463,095	446,240	392,424	232,142	216,742	203,780	187,463	169,823	151,638	2,944,000
Total Debt Service Requirements	\$ 668,553	\$ 663,095	\$ 666,240	\$ 627,424	\$ 582,142	\$ 573,742	\$ 573,780	\$ 567,463	\$ 564,823	\$ 551,638	\$ 6,039,000
Coverage (Revenues / Debt Service)	2.07	2.29	2.15	2.03	3.30	2.66	2.75	2.98	2.36	2.35	2.48
SALES TAX REVENUE BONDS, SERIES 1993 and 1996											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
City Sales Tax Revenues (1)	\$ 13,344,192	\$ 13,312,004	\$ 13,753,085	\$ 14,154,920	\$ 14,798,156	\$ 15,201,412	\$ 15,393,811	\$ 17,153,570	\$ 18,652,765	\$ 20,125,431	\$ 155,889,346
Investment Earnings	33,685	18,495	22,509	61,737	109,608	122,831	47,160	(2,940)	(3,252)	(3,379)	406,454
Total Revenues Available for Debt Service	\$ 13,377,877	\$ 13,330,499	\$ 13,775,594	\$ 14,216,657	\$ 14,907,764	\$ 15,324,243	\$ 15,440,971	\$ 17,150,630	\$ 18,649,513	\$ 20,122,052	\$ 156,295,800
Debt Service Requirements											
Principal	\$ 995,000	\$ 1,065,000	\$ 1,140,000	\$ 1,220,000	\$ 1,310,000	\$ 1,400,000	\$ 1,500,000	\$ 1,605,000	\$ 1,720,000	\$ 1,840,000	\$ 13,795,000
Interest	3,501,365	3,430,720	3,355,105	3,274,165	3,187,545	3,094,535	2,995,135	2,888,635	2,774,680	2,652,560	31,154,445
Total Debt Service Requirements	\$ 4,496,365	\$ 4,495,720	\$ 4,495,105	\$ 4,494,165	\$ 4,497,545	\$ 4,494,535	\$ 4,495,135	\$ 4,493,635	\$ 4,494,680	\$ 4,492,560	\$ 44,949,445
Coverage (Revenues / Debt Service)	2.98	2.97	3.06	3.16	3.31	3.41	3.44	3.82	4.15	4.48	3.48
(1) Includes other sales tax related revenues (Investment income, etc.)											
DOWNTOWN TAX INCREMENT BONDS, SERIES 1993 and 1998											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 5,048,227	\$ 5,323,503	\$ 5,539,108	\$ 3,807,158	\$ 4,276,947	\$ 5,309,827	\$ 3,189,751	\$ -	\$ -	\$ -	\$ 32,494,521
Hotel-Motel Taxes	220,000	220,000	220,000	220,000	220,000	220,000	-	-	-	-	1,320,000
RiverCentre Revenues	125,000	100,000	100,000	100,000	100,000	100,000	200,000	-	-	-	825,000
N.O.C. Sales	-	-	-	-	-	12,871	-	-	-	-	12,871
Loan Repayments	-	-	-	273,047	2,026,344	-	-	-	-	-	2,299,391
Investment Earnings	291,471	74,065	82,602	60,326	105,094	292,631	148,288	-	-	-	1,054,477
Total Revenues Available for Debt Service	\$ 5,684,698	\$ 5,717,568	\$ 5,941,710	\$ 4,460,531	\$ 6,728,385	\$ 5,935,329	\$ 3,538,039	\$ -	\$ -	\$ -	\$ 38,006,260
Debt Service Requirements											
Principal	\$ 2,180,000	\$ 2,235,000	\$ 2,275,000	\$ 2,285,000	\$ 2,355,000	\$ 2,400,000	\$ 3,830,000	\$ -	\$ -	\$ -	\$ 17,560,000
Interest	1,064,791	933,871	797,635	657,314	512,803	363,052	223,775	-	-	-	4,553,241
Total Debt Service Requirements	\$ 3,244,791	\$ 3,168,871	\$ 3,072,635	\$ 2,942,314	\$ 2,867,803	\$ 2,763,052	\$ 4,053,775	\$ -	\$ -	\$ -	\$ 22,113,241
Coverage (Revenues / Debt Service)	1.75	1.80	1.93	1.52	2.35	2.15	0.87	N/A	N/A	N/A	1.72

continued

City of Saint Paul, Minnesota
 PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	Totals
RIVERCENTRE PARKING FACILITY LEASE REVENUE BONDS, SERIES 2000 and 2009											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Lease Payments from the City	\$ 400,000	\$ 415,000	\$ 415,000	\$ 415,000	\$ 657,928	\$ 758,559	\$ 835,943	\$ 1,098,963	\$ 580,367	\$ 586,422	\$ 6,163,182
Investment Earnings	36,339	43,200	43,229	40,630	36,129	11,728	5,022	27,744	19,761	19,596	283,378
Total Revenues Available for Debt Service	\$ 436,339	\$ 458,200	\$ 458,229	\$ 455,630	\$ 694,057	\$ 770,287	\$ 840,965	\$ 1,126,707	\$ 600,128	\$ 606,018	\$ 6,446,560
Debt Service Requirements											
Principal	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 300,000	\$ 425,000	\$ 525,000	\$ 650,000	\$ 360,000	\$ 370,000	\$ 2,630,000
Interest	414,250	411,600	408,900	406,150	396,363	375,956	348,988	290,673	240,800	229,850	3,523,530
Total Debt Service Requirements	\$ 464,250	\$ 461,600	\$ 458,900	\$ 456,150	\$ 696,363	\$ 800,956	\$ 873,988	\$ 940,673	\$ 600,800	\$ 599,850	\$ 6,353,530
Coverage (Revenues / Debt Service)	0.94	0.99	1.00	1.00	1.00	0.96	0.96	1.20	1.00	1.01	1.01
RIVERFRONT TAX INCREMENT BONDS, SERIES 1993C, 1993D, 2000D and 2002C											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 516,215	\$ 823,386	\$ 718,705	\$ 768,344	\$ 775,838	\$ 794,927	\$ 979,997	\$ 1,035,466	\$ 1,067,737	\$ (223,653)	\$ 7,256,982
Tax Increment Pooling from Other Districts	396,916	364,000	610,335	571,150	576,714	520,420	368,455	319,165	214,049	702,798	4,644,002
Transfer from Capital Projects Fund	-	-	309,845	2,798	1,399	-	-	-	-	-	314,042
Investment Earnings	(21,324)	(22,326)	(4,281)	161	7,096	11,242	1,890	(4,216)	(368)	(14,128)	(46,254)
Total Revenues Available for Debt Service	\$ 891,807	\$ 1,165,060	\$ 1,634,604	\$ 1,342,453	\$ 1,361,047	\$ 1,326,589	\$ 1,350,342	\$ 1,350,415	\$ 1,281,417	\$ 465,017	\$ 12,168,751
Debt Service Requirements											
Principal	\$ 635,000	\$ 790,000	\$ 845,000	\$ 865,000	\$ 925,000	\$ 970,000	\$ 1,035,000	\$ 1,095,000	\$ 1,150,000	\$ 1,215,000	\$ 9,525,000
Interest	544,930	467,266	432,982	395,347	354,335	309,934	262,028	210,591	155,899	97,255	3,230,567
Total Debt Service Requirements	\$ 1,179,930	\$ 1,257,266	\$ 1,277,982	\$ 1,260,347	\$ 1,279,335	\$ 1,279,934	\$ 1,297,028	\$ 1,305,591	\$ 1,305,899	\$ 1,312,255	\$ 12,755,567
Coverage (Revenues / Debt Service)	0.76	0.93	1.28	1.07	1.06	1.04	1.04	1.03	0.98	0.35	0.95
US BANK TAX INCREMENT BONDS, SERIES 2001											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ 347,905	\$ 879,169	\$ 1,034,905	\$ 993,054	\$ 1,175,602	\$ 1,223,585	\$ 1,388,596	\$ 1,497,416	\$ 8,540,232
Investment Earnings	133,570	145,265	67,457	16,281	44,179	42,039	15,594	10,052	16,670	19,255	510,362
Bond Proceeds - Capitalized Interest	-	-	-	-	-	-	-	-	-	-	-
Total Revenues Available for Debt Service	\$ 133,570	\$ 145,265	\$ 415,362	\$ 895,450	\$ 1,079,084	\$ 1,035,093	\$ 1,191,196	\$ 1,233,637	\$ 1,405,265	\$ 1,516,671	\$ 9,050,593
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ 125,000	\$ 335,000	\$ 275,000	\$ 285,000	\$ 335,000	\$ 410,000	\$ 400,000	\$ 2,165,000
Interest	726,935	754,169	754,169	754,169	742,877	726,606	712,106	696,789	677,692	677,870	7,223,382
Total Debt Service Requirements	\$ 726,935	\$ 754,169	\$ 754,169	\$ 879,169	\$ 1,077,877	\$ 1,001,606	\$ 997,106	\$ 1,031,789	\$ 1,087,692	\$ 1,077,870	\$ 9,388,382
Coverage (Revenues / Debt Service)	0.18	0.19	0.55	1.02	1.00	1.03	1.19	1.20	1.29	1.41	0.96

continued

City of Saint Paul, Minnesota
 PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	Totals
NORTH QUADRANT TAX INCREMENT BONDS, SERIES 2000 AND 2002 and 9TH STREET LOFTS TAX INCREMENT BONDS, SERIES 2004											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 10,929	\$ 217,049	\$ 92,007	\$ 213,855	\$ 430,148	\$ 345,683	\$ 204,589	\$ 189,048	\$ 190,930	\$ 197,439	\$ 2,091,477
Bond Proceeds - Capitalized Interest	-	125,000	156,300	-	-	-	-	-	-	-	281,300
Investment Earnings	68,320	5,889	13	742	1,047	2,679	2,989	143	(956)	1,590	82,456
Total Revenues Available for Debt Service	\$ 79,249	\$ 347,938	\$ 248,320	\$ 214,397	\$ 431,195	\$ 348,362	\$ 207,578	\$ 189,191	\$ 189,974	\$ 199,029	\$ 2,455,233
Debt Service Requirements											
Principal	\$ -	\$ 5,000	\$ 8,000	\$ 17,000	\$ 42,000	\$ 84,000	\$ 87,000	\$ 53,000	\$ 38,000	\$ 41,000	\$ 375,000
Interest	79,249	172,337	149,505	234,478	294,779	240,806	224,558	240,079	225,002	222,939	2,083,732
Total Debt Service Requirements	\$ 79,249	\$ 177,337	\$ 157,505	\$ 251,478	\$ 336,779	\$ 324,806	\$ 311,558	\$ 293,079	\$ 263,002	\$ 263,939	\$ 2,458,732
Coverage (Revenues / Debt Service)	1.00	1.96	1.58	0.85	1.28	1.07	0.67	0.65	0.72	0.75	1.00
UPPER LANDING TAX INCREMENT BONDS, SERIES 2002A, 2002B, and 2002C											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ 201,311	\$ 600,473	\$ 1,049,372	\$ 1,281,447	\$ 1,609,155	\$ 1,769,019	\$ 1,952,421	\$ 8,463,198
Bond Proceeds - Capitalized Interest	4,537,870	-	-	-	-	-	-	-	-	-	4,537,870
Developer Shortfall Payments	-	-	-	-	498,044	696,192	687,476	517,590	261,324	130,176	2,790,802
Investment Earnings	322	298,905	341,621	126,908	200,503	112,409	73,086	36,818	21,728	32,681	1,246,981
Total Revenues Available for Debt Service	\$ 4,538,192	\$ 298,905	\$ 341,621	\$ 328,219	\$ 1,299,020	\$ 1,857,973	\$ 2,042,009	\$ 2,165,563	\$ 2,052,072	\$ 2,115,278	\$ 17,038,852
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 267,000	\$ 389,000	\$ 415,000	\$ 444,000	\$ 1,515,000
Interest	-	1,130,274	1,321,100	1,321,100	1,321,100	1,321,100	1,311,999	1,289,644	1,262,249	1,232,981	11,511,547
Total Debt Service Requirements	\$ -	\$ 1,130,274	\$ 1,321,100	\$ 1,321,100	\$ 1,321,100	\$ 1,321,100	\$ 1,578,999	\$ 1,678,644	\$ 1,677,249	\$ 1,676,981	\$ 13,026,547
Coverage (Revenues / Debt Service)	NA	0.26	0.26	0.25	0.98	1.41	1.29	1.29	1.22	1.26	1.31
DRAKE MARBLE TAX INCREMENT BONDS, SERIES 2002											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ 66,750	\$ 137,494	\$ 152,908	\$ 171,187	\$ 180,593	\$ 180,044	\$ 236,731	\$ 177,334	\$ 219,640	\$ 1,522,681
Investment Earnings	36,461	65,712	172	721	937	1,684	1,737	1,373	183	(739)	108,241
Total Revenues Available for Debt Service	\$ 36,461	\$ 132,462	\$ 137,666	\$ 153,629	\$ 172,124	\$ 182,277	\$ 181,781	\$ 238,104	\$ 177,517	\$ 218,901	\$ 1,630,922
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ 55,000	\$ 33,000	\$ 36,000	\$ 38,000	\$ 74,000	\$ 57,000	\$ 61,000	\$ 354,000
Interest	-	95,175	121,500	121,500	117,788	114,953	113,130	109,890	104,186	101,723	999,845
Total Debt Service Requirements	\$ -	\$ 95,175	\$ 121,500	\$ 176,500	\$ 150,788	\$ 150,953	\$ 151,130	\$ 183,890	\$ 161,186	\$ 162,723	\$ 1,353,845
Coverage (Revenues / Debt Service)	NA	1.39	1.13	0.87	1.14	1.21	1.20	1.29	1.10	1.35	1.20

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	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	Totals
KOCH/MOBL TAX INCREMENT BONDS, SERIES 2004C, 2007B and 2010A											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ -	\$ 19,822	\$ 160,828	\$ 275,936	\$ 202,986	\$ 299,002	\$ 269,163	\$ 1,227,737
Developer Shortfall Payments	-	-	-	-	-	-	-	-	237,190	-	237,190
Bond Proceeds - Capitalized Interest	-	-	266,625	-	-	-	-	-	-	-	266,625
Investment Earnings	-	-	-	1,601	4,485	2,845	4,589	8,114	2,649	5,005	29,288
Total Revenues Available for Debt Service	\$ -	\$ -	\$ 266,625	\$ 1,601	\$ 24,307	\$ 163,673	\$ 280,525	\$ 448,290	\$ 301,652	\$ 274,168	\$ 1,760,841
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,950,000	\$ -	\$ -	\$ -	\$ 150,000	\$ 4,100,000
Interest	-	-	44,437	88,875	88,875	127,207	165,538	165,538	124,419	79,113	884,002
Total Debt Service Requirements	\$ -	\$ -	\$ 44,437	\$ 88,875	\$ 88,875	\$ 4,077,207	\$ 165,538	\$ 165,538	\$ 124,419	\$ 229,113	\$ 4,984,002
Coverage (Revenues / Debt Service)	NA	NA	6.00	0.02	0.27	0.04	1.69	2.71	2.42	1.20	0.35
JJ HILL TAX INCREMENT BONDS, SERIES 2004											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ 259,004	\$ 261,006	\$ 200,351	\$ 281,183	\$ 290,744	\$ 308,946	\$ 303,555	\$ 1,904,789
Bond Proceeds - Capitalized Interest	-	-	403,765	-	-	-	-	-	-	-	403,765
Investment Earnings	-	-	444	1,278	5,375	18,680	(11,069)	1,140	373	403	16,624
Total Revenues Available for Debt Service	\$ -	\$ -	\$ 404,209	\$ 260,282	\$ 266,381	\$ 219,031	\$ 270,114	\$ 291,884	\$ 309,319	\$ 303,958	\$ 2,325,178
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,000	\$ 40,000	\$ 54,000	\$ 69,000	\$ 81,000	\$ 262,000
Interest	-	-	-	172,198	228,750	228,750	227,063	224,406	220,750	216,250	1,518,167
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ 172,198	\$ 228,750	\$ 246,750	\$ 267,063	\$ 278,406	\$ 289,750	\$ 297,250	\$ 1,780,167
Coverage (Revenues / Debt Service)	NA	NA	NA	1.51	1.16	0.89	1.01	1.05	1.07	1.02	1.31
NEIGHBORHOOD SCATTERED SITE TAX INCREMENT BONDS, SERIES 2005											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ 1,061,105	\$ 1,554,684	\$ 1,869,289	\$ 2,170,482	\$ 2,352,017	\$ 2,252,256	\$ 2,044,411	\$ 13,304,244
Bond Proceeds - Capitalized Interest	-	-	-	751,500	-	-	-	-	-	-	751,500
Investment Earnings	-	-	-	19,750	33,180	123,020	139,301	166,523	189,872	191,976	863,622
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ 1,832,355	\$ 1,587,864	\$ 1,992,309	\$ 2,309,783	\$ 2,518,540	\$ 2,442,128	\$ 2,236,387	\$ 14,919,366
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ 295,000	\$ 495,000	\$ 485,000	\$ 480,000	\$ 485,000	\$ 510,000	\$ 535,000	\$ 3,285,000
Interest	-	-	-	128,259	357,478	336,702	314,761	292,700	269,762	244,612	1,944,274
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ 423,259	\$ 852,478	\$ 821,702	\$ 794,761	\$ 777,700	\$ 779,762	\$ 779,612	\$ 5,229,274
Coverage (Revenues / Debt Service)	NA	NA	NA	4.33	1.86	2.42	2.91	3.24	3.13	2.87	2.85

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	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	Totals
JIMMY LEE RECREATION FACILITY LEASE BONDS, SERIES 2008											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Lease Payments from the City	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 222,980	\$ 538,560	\$ 521,579	\$ 529,575	\$ 1,812,694
Investment Earnings	-	-	-	-	-	-	72,671	(7,622)	69,224	24,500	158,773
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 295,651	\$ 530,938	\$ 590,803	\$ 554,075	\$ 1,971,467
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,000	\$ 190,000	\$ 195,000	\$ 205,000	\$ 665,000
Interest	-	-	-	-	-	-	146,188	348,600	342,900	336,075	1,173,763
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 221,188	\$ 538,600	\$ 537,900	\$ 541,075	\$ 1,838,763
Coverage (Revenues / Debt Service)	NA	NA	NA	NA	NA	NA	1.34	0.99	1.10	1.02	1.07
HOUSING 5000 LAND ASSEMBLY BONDS, SERIES 2004											
Fund Servicing Debt - HRA Loan Enterprise Fund											
Revenues Available for Debt Service											
Land Sales	\$ -	\$ -	\$ -	\$ 3,779,663	\$ 2,308,000	\$ -	\$ -	\$ -	\$ -	\$ 1,404,760	\$ 7,492,423
Bond Proceeds - Capitalized Interest	-	-	2,387,200	-	-	-	-	-	-	-	2,387,200
Investment Earnings	-	-	120,529	641,722	874,360	741,206	314,168	5,594	24,842	2,033	2,724,254
Use of Bond Reserve Account	-	-	-	-	3,555,284	-	-	-	-	-	3,555,284
Total Revenues Available for Debt Service	\$ -	\$ -	\$ 2,507,729	\$ 4,421,385	\$ 6,737,644	\$ 741,206	\$ 314,168	\$ 5,594	\$ 24,842	\$ 1,406,793	\$ 16,159,161
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ 3,170,000	\$ 9,375,000	\$ 3,320,000	\$ 2,695,000	\$ 3,930,000	\$ 2,510,000	\$ -	\$ 25,000,000
Interest	-	-	357,759	764,656	777,522	569,468	291,500	50,782	1,681	-	2,813,368
Total Debt Service Requirements	\$ -	\$ -	\$ 357,759	\$ 3,934,656	\$ 10,152,522	\$ 3,889,468	\$ 2,986,500	\$ 3,980,782	\$ 2,511,681	\$ -	\$ 27,813,368
Coverage (Revenues / Debt Service)	NA	NA	7.01	1.12	0.66	0.19	0.11	0.00	0.01	N/A	0.58
PARKING REVENUE BONDS, SERIES 1992A, 1995A, 1995B, 2001A, 2002A, 2002B, 2005A, AND 2010A											
Fund Servicing Debt - HRA Parking Enterprise Fund											
Revenues Available for Debt Service											
Parking Facility Net Revenues	\$ 3,168,812	\$ 2,293,082	\$ 2,807,196	\$ 2,931,998	\$ 3,022,153	\$ 3,246,417	\$ 3,124,631	\$ 3,084,230	\$ 3,043,611	\$ 3,492,539	\$ 30,214,669
Parking Meter & Parking Fine Revenues	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	3,000,000	21,000,000
Bond Proceeds - Capitalized Interest	210,579	1,010,780	124,361	67,517	-	-	-	-	-	-	1,413,237
Total Revenues Available for Debt Service	\$ 5,379,391	\$ 5,303,862	\$ 4,931,557	\$ 4,999,515	\$ 5,022,153	\$ 5,246,417	\$ 5,124,631	\$ 5,084,230	\$ 5,043,611	\$ 6,492,539	\$ 52,627,906
Debt Service Requirements											
Principal	\$ 875,000	\$ 910,000	\$ 955,000	\$ 1,015,000	\$ 1,135,000	\$ 1,290,000	\$ 1,590,000	\$ 1,655,000	\$ 1,790,000	\$ 565,000	\$ 11,780,000
Interest	1,014,904	1,774,840	1,732,700	1,496,125	1,467,282	1,429,882	1,384,918	1,324,097	1,307,828	1,087,242	14,019,818
Total Debt Service Requirements	\$ 1,889,904	\$ 2,684,840	\$ 2,687,700	\$ 2,511,125	\$ 2,602,282	\$ 2,719,882	\$ 2,974,918	\$ 2,979,097	\$ 3,097,828	\$ 1,652,242	\$ 25,799,818
Coverage (Revenues / Debt Service)	2.85	1.98	1.83	1.99	1.93	1.93	1.72	1.71	1.63	3.93	2.04

continued

City of Saint Paul, Minnesota
 PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	Totals
PARKING REVENUE BONDS, SERIES 1997A											
Fund Servicing Debt - HRA Paking Enterprise Fund											
Revenues Available for Debt Service											
Ramp Lease Revenues	\$ 1,074,736	\$ 1,196,900	\$ 1,075,336	\$ 1,080,048	\$ 1,058,040	\$ 1,078,813	\$ 1,078,142	\$ 1,075,562	\$ 1,075,591	\$ 1,077,475	\$ 10,870,643
Investment Earnings	592	8,768	(3,235)	6,474	16,412	13,655	(1,480)	(3,993)	(4,018)	(4,023)	29,152
Total Revenues Available for Debt Service	\$ 1,075,328	\$ 1,205,668	\$ 1,072,101	\$ 1,086,522	\$ 1,074,452	\$ 1,092,468	\$ 1,076,662	\$ 1,071,569	\$ 1,071,573	\$ 1,073,452	\$ 10,899,795
Debt Service Requirements											
Principal	\$ 380,000	\$ 405,000	\$ 430,000	\$ 460,000	\$ 490,000	\$ 525,000	\$ 560,000	\$ 595,000	\$ 635,000	\$ 680,000	\$ 5,160,000
Interest	695,925	670,275	642,938	606,629	582,863	549,788	514,350	476,550	438,388	393,525	5,569,231
Total Debt Service Requirements	\$ 1,075,925	\$ 1,075,275	\$ 1,072,938	\$ 1,066,629	\$ 1,072,863	\$ 1,074,788	\$ 1,074,350	\$ 1,071,550	\$ 1,071,388	\$ 1,073,525	\$ 10,729,231
Coverage (Revenues / Debt Service)	1.00	1.12	1.00	1.02	1.00	1.02	1.00	1.00	1.00	1.00	1.02
BLOCK 39 TAX INCREMENT BONDS, SERIES 1998A, 1998B, 2009G and 2009H											
Fund Servicing Debt - HRA Paking Enterprise Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 1,195,454	\$ 1,203,263	\$ 982,602	\$ 687,327	\$ 689,844	\$ 889,488	\$ 1,067,054	\$ 1,159,081	\$ 1,236,563	\$ 1,226,734	\$ 10,337,410
Developer Shortfall Payments	-	100,640	237,104	681,886	707,372	386,514	126,816	-	-	-	2,240,332
Net Parking Revenues	1,910,988	1,865,629	1,940,275	1,957,191	2,387,011	1,958,727	1,929,248	1,640,037	1,924,977	1,946,959	19,461,042
Investment Earnings	207,513	74,901	199,881	112,108	97,039	261,767	138,493	37,018	152,120	184,762	1,465,800
Total Revenues Available for Debt Service	\$ 3,313,955	\$ 3,244,433	\$ 3,359,862	\$ 3,438,512	\$ 3,881,266	\$ 3,496,496	\$ 3,261,611	\$ 2,836,134	\$ 3,313,659	\$ 3,358,455	\$ 33,504,383
Debt Service Requirements											
Principal	\$ 855,000	\$ 950,000	\$ 1,055,000	\$ 1,135,000	\$ 1,300,000	\$ 1,445,000	\$ 1,570,000	\$ 2,340,000	\$ 1,295,000	\$ 1,575,000	\$ 13,520,000
Interest	2,133,410	2,081,815	2,023,908	1,931,407	1,886,780	1,804,069	1,712,473	1,954,043	763,015	935,129	17,226,049
Total Debt Service Requirements	\$ 2,988,410	\$ 3,031,815	\$ 3,078,908	\$ 3,066,407	\$ 3,186,780	\$ 3,249,069	\$ 3,282,473	\$ 4,294,043	\$ 2,058,015	\$ 2,510,129	\$ 30,746,049
Coverage (Revenues / Debt Service)	1.11	1.07	1.09	1.12	1.22	1.08	0.99	0.66	1.61	1.34	1.09
PARKING REVENUE BONDS (SMITH AVENUE TRANSIT CENTER), SERIES 2005 AND 2010B											
Fund Servicing Debt - HRA Paking Enterprise Fund											
Revenues Available for Debt Service											
Parking & Transit Center Net Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 155,434	\$ 220,990	\$ 226,406	\$ 290,945	\$ 320,922	\$ 1,214,697
Investment Earnings	-	-	-	230,589	85,455	265,494	125,279	19,463	9,924	49,559	785,763
Bond Proceeds - Capitalized Interest	-	-	-	2,425,100	-	-	-	-	-	-	2,425,100
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ 2,655,689	\$ 85,455	\$ 420,928	\$ 346,269	\$ 245,869	\$ 300,870	\$ 370,481	\$ 4,425,561
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 120,000	\$ 125,000	\$ 130,000	\$ 305,000	\$ 680,000
Interest	-	-	-	349,160	619,200	619,200	619,200	614,525	406,450	563,798	3,791,533
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ 349,160	\$ 619,200	\$ 619,200	\$ 739,200	\$ 739,525	\$ 536,450	\$ 868,798	\$ 4,471,533
Coverage (Revenues / Debt Service)	NA	NA	NA	7.61	0.14	0.68	0.47	0.33	0.56	0.43	0.99

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City of Saint Paul, Minnesota
DEMOGRAPHIC AND ECONOMIC STATISTICS
 Last Ten Fiscal Years

Table 17

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Per Capital Personal Income (2)</u>	<u>Personal Income (3)</u>	<u>Labor Force (4)</u>	<u>Unemployment Rate (4)</u>
2002	288,000	\$21,488	\$5,974,694,440	150,079	5.1%
2003	287,604	21,893	5,878,881,200	163,039	5.5%
2004	287,410	22,533	5,822,971,800	152,123	5.4%
2005	287,385	23,541	6,157,265,700	149,832	4.4%
2006	286,620	23,675	6,444,728,300	146,616	4.1%
2007	287,669	24,934	6,639,009,400	144,446	4.6%
2008	288,055	27,120	7,294,251,800	144,618	5.5%
2009	287,501	24,702	6,947,235,100	145,773	8.1%
2010	285,068	25,066	7,145,514,488	146,389	7.3%
2011	286,367	N/A	N/A	145,003	7.1%

(1) 2002-2009 data is based on Metropolitan Council estimates. 2010 data is based on U.S. Census results. 2011 data is based on Metropolitan Council estimate.

(2) 2002-2010 data provided by U.S. Census Bureau's Annual American Community Survey. 2011 data is not available yet.

(3) Personal Income data for the City is no longer available, for 2010 this column is now the Per Capita income multiplied by Population Data provided by U.S. Census Bureau's Annual American Community Survey.

(4) Annual average - not seasonally adjusted. Data provided by Minnesota Department of Employment and Economic Development (DEED).

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City of Saint Paul, Minnesota
PRINCIPAL EMPLOYERS
 Current Year and Five Years Ago

Table 18

<u>Employers</u>	2011			2006		
	<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
University of Minnesota (1)	22,608	1	12.88%			
State of Minnesota	14,560	2	8.30%	13,671	1	7.54%
3M Company (1)	10,000	3	5.70%			
Health East Care System / St Joseph's Hospital (1)	7,200	4	4.10%	5,080	3	2.80%
Saint Paul Public Schools	5,870	5	3.34%	6,567	2	3.62%
Ramsey County	4,422	6	2.52%	3,770	7	2.08%
Health Partners, Inc. / Regions Hospital	4,300	7	2.45%	4,000	6	2.21%
U.S. Bancorp	3,500	8	1.99%	4,700	4	2.59%
Allina Health System / United Hospital	3,200	9	1.82%	3,300	9	1.82%
City of Saint Paul	2,649	10	1.51%	3,400	8	1.88%
Marsden Building Maintenance				4,000	5	2.21%
U.S. Postal Service				3,200	10	1.77%
Total	78,309		44.62%	51,688		28.52%

Data from nine years ago is not available. The Government Finance Officers Association (GFOA) recommends presenting data from the earliest year available, 2006.
 Sources: MN Department of Employment and Economic Development for 2006 data; Telephone survey of individual employers done by Springsted Inc., January 2011 for 2010 data.
 (1) Represents the total number of employees.

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City of Saint Paul, Minnesota
FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
 Last Ten Fiscal Years

Table 19

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
GENERAL GOVERNMENT										
Citizen Services (1) (6)	41.0	38.8	7.6	7.0	2.0	0.0	0.0	0.0	0.0	0.0
City Attorney	63.9	64.4	63.3	66.4	64.8	66.1	68.3	66.0	63.4	63.1
City Council	29.5	25.4	25.0	26.7	25.4	26.7	29.3	35.1	29.5	29.3
Financial Services (4) (5)	27.0	26.0	44.3	44.7	44.3	46.4	45.0	44.0	44.5	43.5
Human Resources	34.6	25.7	31.8	33.1	32.2	28.5	30.8	31.8	30.7	30.1
Human Rights and Equal Economic Opportunity (4)	11.9	7.5	6.9	7.5	6.9	8.9	9.4	34.0	34.3	30.5
Mayor's Administration	15.5	17.8	15.2	18.6	19.8	19.0	22.0	19.0	16.1	17.0
Office of Technology	114.1	105.2	72.2	73.7	75.6	79.6	82.4	81.8	77.3	76.8
PUBLIC SAFETY										
Fire										
Firefighters and Officers	397.0	398.0	390.0	412.0	396.0	383.0	421.0	411.0	417.6	433.0
Civilians	60.3	55.4	54.7	57.4	56.4	56.3	42.7	64.0	41.8	39.0
Police										
Officers	569.0	542.2	538.6	557.7	552.5	555.0	595.7	584.0	583.3	609.0
Civilians	192.6	174.2	172.1	187.9	172.7	225.6	183.7	232.4	182.9	172.0
Safety and Inspections (2)	-	-	-	-	-	160.9	163.6	148.2	136.2	127.6
License, Inspection and Environmental Protection (2)	112.5	104.3	103.8	105.7	105.8	-	-	-	-	-
Neighborhood Housing and Property Improvement (2)	-	-	32.1	32.7	32.3	-	-	-	-	-
Health	66.0	56.2	59.2	55.0	53.6	48.4	45.2	46.0	40.1	39.7
HIGHWAYS AND STREETS										
Public Works (5)	342.2	327.5	379.9	357.8	343.5	352.7	352.8	373.3	347.3	361.7
CULTURE AND RECREATION										
Libraries	165.8	171.3	168.2	174.5	174.0	176.6	180.5	230.6	164.1	162.8
Parks	422.7	412.4	470.1	502.8	432.0	461.2	478.8	778.9	432.2	549.2
HOUSING AND ECONOMIC DEVELOPMENT	103.0	92.0	82.4	81.6	79.8	75.1	81.9	84.0	69.1	67.3
RIVERCENTRE (3)	2.0	2.0	2.0	-	-	-	-	-	-	-
TOTAL	<u>2,770.6</u>	<u>2,646.3</u>	<u>2,719.4</u>	<u>2,802.8</u>	<u>2,669.6</u>	<u>2,770.0</u>	<u>2,833.1</u>	<u>3,264.1</u>	<u>2,710.4</u>	<u>2,851.6</u>

(1) Citizen Services included Property Code Enforcement employees in 2002 and 2003. Property Code Enforcement employees were moved to the new office of Neighborhood Housing and Property Improvement in 2004. Citizen Services' Information and Complaint employees were moved to Neighborhood Housing and Property Improvement in 2006.

(2) License, Inspection and Environmental Protection; Neighborhood Housing and Property Improvement; and Fire Prevention Inspectors were merged in a new Department of Safety and Inspections in 2007.

(3) RiverCentre was merged with the Convention and Visitor's Bureau and became a discretely presented component unit in 2005.

(4) Contract Services and Human Rights merged into new department Human Rights and Equal Economic Opportunity in 2009. Contract Services was previously reported in Financial Services.

(5) Real Estate moved from Public Works to Financial Services in 2009.

(6) In 2007 the Charter was changed moving the City Clerk to the City Council.

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City of Saint Paul, Minnesota
OPERATING INDICATORS BY FUNCTION/PROGRAM
 Last Ten Fiscal Years

Table 20

<u>Function/Program</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Police										
Number of Calls for Service	222,253	212,372	210,950	216,247	212,161	213,593	220,129	223,645	219,049	240,390
Fire										
Number of Structure Fires	634	695	782	708	716	681	799	886	799	794
Number of EMS Incidents	25,475	25,475	26,332	28,159	24,457	26,831	27,064	24,977	24,707	26,437
Department of Safety and Inspections (1)										
Number of Building Permits Issued	11,557	10,577	9,835	8,905	8,818	8,802	8,498	8,138	9,887	11,649
Valuation of Building Permits Issued	\$498,371,219	\$432,220,911	\$673,664,737	\$479,840,220	\$555,104,063	\$530,995,699	\$335,663,606	\$330,135,432	\$366,589,782	\$521,098,690
Public Works										
Miles of Streets Reconstructed	10.6	13.0	10.2	8.1	15.2	7.7	9.4	8.2	8.2	7.4
Number of Snow Emergencies	2	3	4	4	2	6	1	5	7	3
Parks and Recreation										
Picnic Permits Issued	1,632	1,450	1,700	1,612	1,656	1,800	1,900	2,000	2,060	2,093
Number of Golf Rounds Played	134,305	109,000	107,100	142,381	132,400	124,661	123,093	122,315	117,304	105,676
Libraries										
Circulation	2,689,400	3,045,344	3,218,381	3,319,113	3,394,664	3,365,469	3,321,165	3,442,777	3,153,093	2,958,656
Number of Titles in Collection	442,355	398,929	496,177	435,395	450,137	458,389	463,876	454,032	458,800	464,750
Economic Development										
New and Substantially Rehabilitated Housing Units	1,632	1,278	1,331	1,130	428	355	10	100	96	100

(1) License, Inspection and Environmental Protection; and Neighborhood Housing and Property Improvement were merged to form the new Department of Safety and Inspections in 2007.

Source: Various City departments.

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City of Saint Paul, Minnesota
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
 Last Ten Fiscal Years

Table 21

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Function/Program										
Police										
Number of Stations	12	13	13	14	14	14	13	13	13	10
Number of Vehicles	374	362	360	365	481	482	580	540	520	518
Fire										
Number of Stations	16	16	16	16	16	16	16	16	15	15
Number of Vehicles	121	110	109	105	110	108	105	106	98	102
Public Works										
Miles of Sanitary Sewers	804	804	804	806	806	806	806	806	806	806
Miles of Sidewalks	1,007	1,007	1,007	1,007	1,007	1,007	1,011	1,011	1,011	1,011
Miles of Storm Sewers	450	450	450	450	450	450	450	450	450	450
Miles of Streets	827	847	847	847	863	863	863	863	863	863
Number of Alleys	2,315	2,311	2,311	2,311	2,311	2,311	2,311	2,311	2,311	2,311
Number of Bridges	52	55	60	60	60	61	60	60	60	57
Number of Street Lights	32,575	32,575	32,619	32,619	31,444	31,716	31,696	31,740	31,856	31,698
Parks and Recreation										
Acreage of Parks	4,271	4,271	4,274	4,274	4,285	4,287	4,288	4,288	4,306	4,306
Number of Golf Courses	4	4	4	4	4	4	4	4	4	4
Number of Municipal Stadiums	1	1	1	1	1	1	1	1	1	1
Number of Parks	167	167	168	168	169	171	173	173	173	173
Number of Recreation Centers	41	41	41	41	41	33	33	33	25	25
Number of Tennis Courts	101	101	92	92	92	92	92	90	83	77
Number of Zoos & Conservatories	1	1	1	1	1	1	1	1	1	1
Libraries										
Number of Libraries	12	12	13	13	13	13	13	13	13	13
Number of Bookmobiles	1	1	1	1	1	1	1	1	1	1
Economic Development										
Number of Parking Facilities	19	19	20	20	20	20	17	17	17	17
Number of Skyways	37	37	37	37	37	37	37	37	37	37

Source: Various city departments.

Note: No capital asset indicators are available for the general government function.

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