

Debt Service

General Obligation Debt Service Funds Budget

Debt Service Spending (By Major Object)			
Object	2006 Actual	2007 Adopted Budget	2008 Adopted Budget
Salaries	92,398	143,536	146,581
Services	33,150	82,618	77,494
Fringe Benefits	29,087	44,811	46,690
Other	2,696,153	286,793	297,360
Debt Service	35,132,438	55,324,771	55,977,991
Equipment, Land, and Buildings	<u>0</u>	<u>0</u>	<u>0</u>
Total	37,983,226	55,882,529	56,546,116

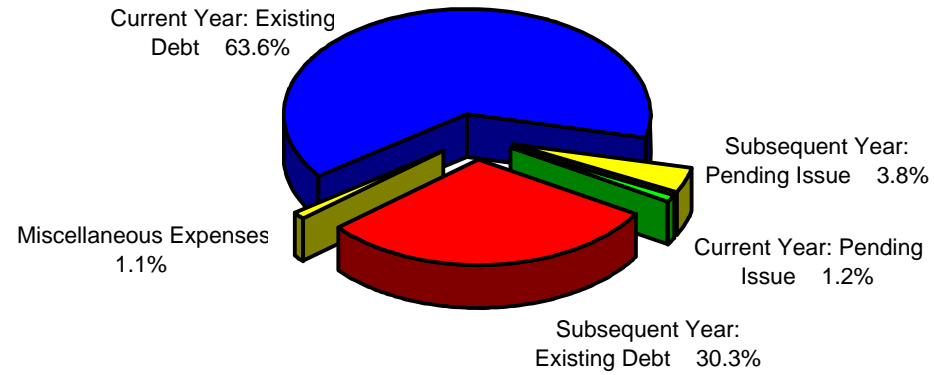
Debt Service Financing (Revenue By Source)			
Source	2006 Actual	2007 Adopted Budget	2008 Adopted Budget
Use of (Contribution to) Fund Balance	4,148,564	23,270,758	22,364,823
Transfers	13,995,666	12,458,526	14,482,304
Taxes	6,245,085	8,739,582	7,808,699
Licenses and Permits	0	0	0
Intergovernmental Revenue	331,181	479,244	304,484
Fees, Sales and Services	0	0	0
Enterprise and Utility Revenue	1,256,760	0	0
Other Revenue Sources	<u>12,005,970</u>	<u>10,934,419</u>	<u>11,585,806</u>
Total	37,983,226	55,882,529	56,546,116

The city's general debt service budget provides for the principal and interest payments on its general obligation bond issues. The budget consists of two sets of appropriations: 1) an amount needed to meet the budget year debt service obligations, and 2) an amount needed to meet the obligations of the first half of the following year. Therefore, the amount appropriated for general debt service exceeds the amount actually spent in the budget year. This additional amount remains in fund balance to use as a financing source for the subsequent year's debt service payments. While complicated, this budget structure solves a cash flow problem for the city. The city receives state aids and property taxes mid-year and at the end of the year. If the city did not budget for subsequent year debt service payments, it would lack the cash to make the debt service payments due before the city receives its major cash infusions each year.

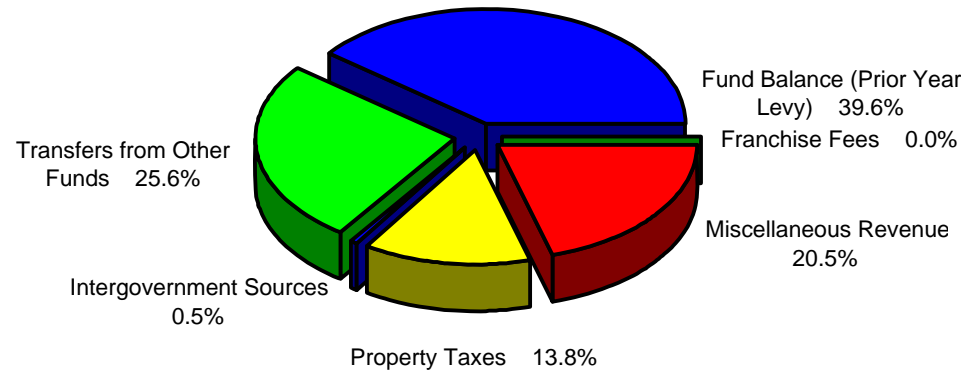
The total 2008 debt service budget is \$56,546,116. \$37,274,093 is for debt service obligations in 2007 (the budget year), and \$19,272,023 is debt service obligations in the first half of 2009 (the subsequent year).

General Obligation Debt Service Funds Budget

2008 Spending by Major Category



2008 Financing by Major Source



General Obligation Debt

Allocation of Revenue to Type of Debt								
as of December 31, 2006								
	Property Tax Levy	Water and Sewer Charges	Assessments	Tax Increments	Parking Revenue	Other Sources	Self Supporting Total	Total
Capital Improvements	99,440,000						-	99,440,000
Library Bonds	12,280,000						-	12,280,000
Street Improvements	9,375,000		24,160,000				24,160,000	33,535,000
Tax Increment:								
Riverfront Development				6,760,000			6,760,000	6,760,000
Midway Marketplace				4,780,000			4,780,000	4,780,000
Block 39 Project				13,450,000	21,255,000		34,705,000	34,705,000
Koch Mobil				3,950,000			3,950,000	3,950,000
Water Pollution Abatement							-	-
Sewer Bonds		3,275,000					3,275,000	3,275,000
Sewer Loan (PFA *)		14,911,309					14,911,309	14,911,309
Water Loan (PFA*)		2,542,651					2,542,651	2,542,651
TOTAL	121,095,000	20,728,960	24,160,000	28,940,000	21,255,000	0	95,083,960	216,178,960
Percent of Total	56.0%	9.6%	11.2%	13.4%	9.8%	0.0%	44.0%	100.0%

* PFA is the Public Facilities Authority.

General Obligation Debt Service

To prepare financing plans and pay the annual principal and interest on the City's general obligation debt.

About the Debt Service Fund

What We Do (Description of Services)

- Sell City debt instruments at the lowest borrowing cost.
- Ensure that principal and interest on City's debt is paid accurately and on time.
- Identify and implement various debt financing alternatives for the City of Saint Paul.
- Invest City funds and manage the City's portfolio to insure safety, while maintaining a competitive yield and liquidity.
- Work with Ramsey County and Saint Paul Public Schools to manage the overall debt on the City of Saint Paul, Ramsey County and Saint Paul Public Schools' tax base.

Statistical Profile

- City Bond Ratings: AAA (Standard & Poor's)
Aa2, (Moody's).
- Debt Burden: 2.0% of market value.
- Payout of Principal: 10 Years: 82%; 20 Years: 100%

2006-2007 Accomplishments

- Developed balanced operating, capital and debt budgets for 2006 and 2007.
- Maintained the City's AAA (Standard & Poor's) and Aa2 (Moody's) bond ratings.
- Successfully sold 2006 and 2007 General Obligation Capital Improvement and Street Improvement Special Assessment Bonds. 2006 bonds were sold at the historically lowest rate of 3.78% (CIB) and 4.21% (Street Improvement). 2007 bonds were sold at 3.82% (CIB) and 4.22% (Street Improvement).
- Reset interest rates on the RiverCentre Equipment and City Hall Annex leases to provide savings of \$166,515.
- Refunded the Water Revenue Bonds, Series 1997C and Water Revenue Bonds, Series 2000C (savings are \$665,851 over the life of the bonds).
- Terminated the City's first ever variable-to-fixed interest rate swap to provide savings of \$3,804,000 (net \$3,750,000).

Key Performance Measures

Performance Objective: Preserve the City's AAA and Aa2 bond ratings by promoting prudent financial, spending and reserve policies

Performance Indicator: Bond rating outcomes

MEASURES:	2005 Actual	2006 Actual	2007 Actual	2008 Projected
Moody's	Aa2	Aa2	Aa2	Aa2
Standard and Poor's	AAA	AAA	AAA	AAA

Performance Objective: Observe prudent budget and financial management policies to maintain fund balance within an acceptable range

Performance Indicator: Fund balance as a percent of the next year's General Fund expenditures -- planned in the adopted budget and actual at year-end

MEASURES:	2005 Actual	2006 Actual	2007 Actual	2008 Projected
Budget	20.2%	15.1%	16.2%	15.5%
Actual	21.37%	15.44	16.3	

Performance Objective: Ensure the integrity of citywide financial practices

Performance Indicator: Receive an unqualified opinion from the State Auditor, which means that there are no significant audit findings

MEASURES:	2005 Actual	2006 Actual	2007 Estimated	2008 Projected
Unqualified state auditor opinion	Yes	Yes	Yes	Yes

Performance Objective: Maximize returns on the city's portfolio, subject to the city's investment policy

Performance Indicator: Effective yield on City cash portfolio

MEASURES:	2005 Actual	2006 Actual	2007 Estimated	2008 Projected
Benchmark	4.00	4.50	5.25	4.60
Actual	4.61	4.46	5.05	--

2008 Budget Plan

2008 Priorities

- Maintain or improve the City's Aa2 (Moody's) and AAA (Standard & Poor's) ratings assigned to the City's general obligation debt.
- Strengthen the organizational understanding of the best uses of the general obligation bonding authority.
- Provide alternate debt financing plans through recommendations for both current and future bond issues. Alternatives to the use of tax levy as financing for general obligation debt of the City will continue to be explored and recommended where prudent.
- Review proposals in search of the solutions that serve the City in the long term, ever mindful of the short-term needs.
- Maintain a multi year debt model to provide a long term analysis of future bond issues, some capital projects and financing alternatives.
- File continuing disclosure requirements electronically through use of Central Post Office.
- Work to establish a policy addressing levels of fund balance and use of fund balance as a budget financing source.

2008 Budget Explanation

Base Adjustments

The 2007 adopted budget was adjusted to set the budget base for 2008. The base includes expected growth related to the bargaining process in employee salaries and fringes. It also includes 2.5% inflation growth on services and 3% on goods and materials.

Mayor's Recommendation

- The 2008 proposed spending in the General Debt Service Fund (Fund 960) is \$36,665,342, a decrease of \$991,042 compared to 2007. The 2008 budget proposes issuing \$9,000,000 of Capital Improvement Bonds (assume 5% interest cost), \$10,585,000 of Public Safety Bonds (assume 4.9% interest cost) and lease \$3,600,000 Jimmy Lee Recreation Center (assume 5.16% interest cost). The \$8,000,000 reduction of CIB bonding since 2006 compared to 2005 and previous years is a result of moving

the RSVP portion of the bond sale to the General Obligation Special Assessment Debt Service Fund (Fund 963). Additional \$2,000,000 reduction reflects issuance of future bonds or annual appropriation lease to finance Western District Police building and a lease financing Jimmy Lee Recreation Center.

Changes in financing sources: a portion of terminated swap proceeds of \$2,350,000 is used as a finance source; property taxes financing is reduced by \$576,800; other financing sources did not change significantly.

- The budget for the City Revenue Bonds Long-term Debt Fund (Fund 961) is \$7,670,731, up \$940 from 2007. This fund is financed with facility lease payments and Minnesota Wild hockey team revenues (payments in lieu of taxes). These bonds are secured by sales tax revenues and team payments. The \$940 increase reflects changes in debt service due on the arena bonds.
- The budget for the General Obligation Special Assessment Debt Service (Fund 963) is \$10,247,277, up \$707,263 in 2008 compared to 2007. It reflects an increase of the outstanding principal of the bonds.
- The budget for the City Revenue Note Debt (Fund 967) is \$567,538 and provides funds for: People Connection, which is funded by contributions from the Convention & Visitors Bureau, the RiverCentre Authority and hotel tax receipts; and a police vehicle lease, funded by the General Fund.
- For General Debt Service and GO Special Assessment Debt, the budget includes appropriations for both the amount needed to meet the debt service obligations in the budget year (2008), and an amount needed to meet the obligations of the first half of the following year (the subsequent year 2009). So, the amount in the budget exceeds the amount spent in the budget year. This budgeted amount for the subsequent year is not spent in the budget year, and remains in fund balance at year-end to use as a financing source for the subsequent year's debt service payments. While complicated, this budget structure solves a cash flow problem for the City by ensuring enough cash is available to make the required debt service payments before receiving its major cash infusions each year.

2008 Budget Explanation (continued)

Council Actions

The City Council adopted the Debt Service budget and recommendations as proposed by the Mayor, and approved the following changes:

- Accepted technical changes due to assumption adjustments for pending bond sales, including changes to principal and interest payments, subsequent year, and lease payments.
- Accepted a technical change which postpones one debt payment totaling \$440,966 due to a delay in the expected sale of Public Safety bonds.
- Accepted a technical change that initiates a new squad car lease agreement totaling \$400,000.
- Accepted a technical change recognizing a \$1.695 million debt payment for 2007 sales tax bonds, financed by sales tax proceeds.
- Adjusted the mix of financing for debt service including using \$328,843 of one-time financing from prior year CIB balances, \$271,984 of fund balance, \$73,500 from the Right of Way Maintenance fund; shifting \$428,843 in property tax financing to the general fund; eliminating a \$300,000 transfer from the HRA and reducing interest earnings revenue by \$71,375.
- Added \$46,292 for additional lease payments associated with the conversion of an additional \$3.2 million of costs related to Jimmy Lee Recreation/Oxford Aquatic Center to lease financing.

The 2008 adopted budget is \$56,546,116 and includes 2.1 FTEs.

Spending Reports

Debt Service

Department/Office Director: **MATTHEW G SMITH**

	2005	2006	2007	2008	2008	Change from	
	2nd Prior	Last Year	Adopted	Mayor's	Council	Mayor's	2007
	Exp. & Enc.	Exp. & Enc.		Proposed	Adopted	Proposed	Adopted
Spending By Unit							
960 GENERAL DEBT SERVICE FUND	22,775,932	23,532,369	37,656,384	36,665,342	35,897,071	-768,271	-1,759,313
961 CITY REV BONDS, LONG TERM DEBT	10,108,220	11,745,604	7,669,791	7,670,731	9,366,304	1,695,573	1,696,513
963 G.O. SPEC ASSM DEBT SERV FUND	3,271,962	3,514,041	9,540,014	10,247,277	10,315,203	67,926	775,189
967 CITY REVENUE NOTES DEBT SERVICE	1,351,982	1,411,131	1,016,340	567,538	967,538	400,000	-48,802
Total Spending by Unit	37,508,097	40,203,144	55,882,529	55,150,888	56,546,116	1,395,228	663,587
Spending By Major Object							
SALARIES	73,575	92,398	143,536	146,581	146,581		3,045
SERVICES	22,614	33,150	82,618	77,494	77,494		-5,124
MATERIALS AND SUPPLIES	7,034	3,514	6,793	17,360	17,360		10,567
EMPLOYER FRINGE BENEFITS	21,382	29,087	44,811	46,690	46,690		1,879
MISC TRANSFER CONTINGENCY ETC	1,595,797	2,680,766	280,000	280,000	280,000		
DEBT	34,021,052	35,144,311	55,324,771	54,582,763	55,977,991	1,395,228	653,220
STREET SEWER BRIDGE ETC IMPROVEMENT	1,766,642	2,219,919					
EQUIPMENT LAND AND BUILDINGS							
Total Spending by Object	37,508,097	40,203,144	55,882,529	55,150,888	56,546,116	1,395,228	663,587
Percent Change from Previous Year		7.2%	39.0%	-1.3%	2.5%	2.5%	1.2%
Financing By Major Object							
GENERAL FUND							
SPECIAL FUND							
TAXES	7,237,457	7,501,845	8,739,582	8,221,247	7,808,699		-930,883
LICENSES AND PERMITS							
INTERGOVERNMENTAL REVENUE	396,753	331,181	479,244	320,779	304,484		-174,760
FEES, SALES AND SERVICES	5,000	7,500					
ENTERPRISE AND UTILITY REVENUES							
MISCELLANEOUS REVENUE	10,853,521	11,968,469	10,934,419	11,657,182	11,585,806		651,387
TRANSFERS	18,620,179	16,215,585	12,458,526	12,284,388	14,482,304		2,023,778
FUND BALANCES			23,270,758	22,667,292	22,364,823		-905,935
Total Financing by Object	37,112,910	36,024,580	55,882,529	55,150,888	56,546,116	1,395,228	663,587
Percent Change from Previous Year		-2.9%	55.1%	-1.3%	2.5%	2.5%	1.2%

City of Saint Paul 2008 Budget Fund Spending Plan Summary Council Adopted Budget

Fund: **960 GENERAL DEBT SERVICE FUND**

Fund Manager: RONALD G KLINE

Department: **19 DEBT SERVICE**

Department Director: MATTHEW G SMITH

Fund Purpose:

TO PROVIDE FOR DEBT SERVICE OF G.O. BONDS NOT ACCOUNTED FOR IN OTHER FUNDS.

	Spending Amount						Personnel FTE/Amount (salary+Allowance+Negotiated Increase)						
	2005	2006	2007	2008		2005	2006	2007	2008	Change from	2007	2008	Change from
	2nd Prior	Last Year	Adopted	Amount	Change/Percent								
Exp. & Enc.	Exp. & Enc.					FTE	FTE/Amount	FTE/Amount	FTE/Amount	FTE/Amount	FTE/Amount	FTE/Amount	
by Type of Expenditure													
SALARIES	73,575	92,398	143,536	146,581	3,045	2.1%							
SERVICES	22,614	33,150	82,618	77,494	-5,124	-6.2%							
MATERIALS AND SUPPLIES	7,034	3,514	6,793	17,360	10,567	155.6%							
EMPLOYER FRINGE BENEFITS	21,382	29,087	44,811	46,690	1,879	4.2%							
MISC TRANSFER CONTINGENCY ETC	312,327	518,693	280,000	280,000									
DEBT	22,339,000	22,547,327	37,098,626	35,328,946	-1,769,680	-4.8%							
STREET SEWER BRIDGE ETC IMPROVEMENT		308,200											
EQUIPMENT LAND AND BUILDINGS													
Spending Total	22,775,932	23,532,369	37,656,384	35,897,071	-1,759,313	-4.7%							
by Activity													
89801 JIMMY LEE LEASE				245,768	245,768								
89900 GENERAL DEBT 2000 BOND ISSUES	2,530,141	2,422,766	2,421,547	2,415,203	-6,344	-0.3%							
89901 GENERAL DEBT 2001 BOND ISSUES	2,515,463	2,484,013	2,459,750	2,357,375	-102,375	-4.2%							
89902 GENERAL DEBT 2002 BOND ISSUE	2,270,638	2,370,725	2,373,364	2,328,814	-44,550	-1.9%							
89903 GENERAL DEBT 2003 BOND ISSUE	3,916,344	2,349,694	2,338,944	2,358,569	19,625	0.8%							
89904 GENERAL DEBT 2004 BOND ISSUE	4,131,563	4,065,488	2,400,413	2,465,213	64,800	2.7%							
89905 GENERAL DEBT 2005 BOND ISSUE	331,444	2,522,300	2,490,700	2,467,400	-23,300	-0.9%							
89906 GENERAL DEBT 2006 BOND ISSUE		213,889	1,415,300	1,420,400	5,100	0.4%							
89907 GENERAL DEBT 2007 BOND ISSUE			140,625	792,250	651,625	463.4%							
89908 GENERAL DEBT 2008 BOND ISSUE				134,202	134,202								
89955 GENERAL DEBT: PRE-1987 BONDS	334,907	172,272	326,758	335,421	8,663	2.7%	2.0	2.3	2.1	143,536	2.1	146,581	3,045
89964 TOWN SQ. HOTEL DEBT RESERVE		544,643											
89970 PUBLIC SAFETY BONDS				358,184	358,184								
89986 DESGN NEXT YR:POST 86 G.O.BONDS			15,332,083	14,399,334	-932,749	-6.1%							
89992 GENERAL DEBT 1992 BOND ISSUES	226,710												
89996 GENERAL DEBT 1996 BOND ISSUES	383,255	382,155											
89997 GENERAL DEBT 1997 BOND ISSUES	2,206,038	2,207,500	2,178,125	0	-2,178,125	-100.0%							
89998 GENERAL DEBT 1998 BOND ISSUES	1,885,431	1,815,425	1,817,275	1,854,938	37,663	2.1%							
89999 GENERAL DEBT 1999 BOND ISSUES	2,044,000	1,981,500	1,961,500	1,964,000	2,500	0.1%							
Fund Total	22,775,932	23,532,369	37,656,384	35,897,071	-1,759,313	-4.7%	2.0	2.3	2.1	143,536	2.1	146,581	0.0
Percent Change from Previous Year		3.3%	60.0%				15.0%	-8.7%					0.0%

City of Saint Paul 2008 Budget Fund Spending Plan Summary Council Adopted Budget

Fund: **961 CITY REV BONDS, LONG TERM DEBT**

Fund Manager: RONALD G KLINE

Department: **19 DEBT SERVICE**

Department Director: MATTHEW G SMITH

Fund Purpose:

TO PROVIDE FOR DEBT SERVICE PAYMENTS OF CITY BOND ISSUES WITHOUT A GENERAL OBLIGATION PLEDGE.

	Spending Amount						Personnel FTE/Amount (salary+Allowance+Negotiated Increase)				
	2005	2006	2007	2008		2005	2006	2007	2008	Change from	
	2nd Prior Exp. & Enc.	Last Year Exp. & Enc.	Adopted	Amount	Change/Percent						Authorized FTE
by Type of Expenditure											
SALARIES											
SERVICES											
MATERIALS AND SUPPLIES											
EMPLOYER FRINGE BENEFITS											
MISC TRANSFER CONTINGENCY ETC	1,168,810	2,162,073	0	0							
DEBT	7,172,768	7,671,813	7,669,791	9,366,304	1,696,513	22.1%					
STREET SEWER BRIDGE ETC IMPROVEMENT	1,766,642	1,911,719									
EQUIPMENT LAND AND BUILDINGS											
Spending Total	10,108,220	11,745,604	7,669,791	9,366,304	1,696,513	22.1%					
by Activity											
89565 ARENA REV BOND DEBT SERVICE	8,841,597	9,834,152	6,169,791	6,170,731	940	0.0%					
89566 ARENA STATE LOAN	1,266,623	1,911,452	1,500,000	1,500,000							
89570 2007 SALES TAX DEBT SERVICE - SERIES A				573,083	573,083						
89571 2007 SALES TAX DEBT SERVICE - SERIES B				1,122,490	1,122,490						
Fund Total	10,108,220	11,745,604	7,669,791	9,366,304	1,696,513	22.1%			0.0	0	
Percent Change from Previous Year		16.2%	-34.7%								

City of Saint Paul 2008 Budget Fund Spending Plan Summary Council Adopted Budget

Fund: **963 G.O. SPEC ASSM DEBT SERV FUND**

Fund Manager: RONALD G KLINE

Department: **19 DEBT SERVICE**

Department Director: MATTHEW G SMITH

Fund Purpose:

TO PROVIDE FOR DEBT SERVICE ON BONDS FINANCED BY ASSESSMENTS (CSO RELATED AND OTHERS).

	Spending Amount						Personnel FTE/Amount (salary+Allowance+Negotiated Increase)			
	2005	2006	2007	2008		2005	2006	2007	2008	Change from
	2nd Prior Exp. & Enc.	Last Year Exp. & Enc.	Adopted	Amount	Change/Percent	Authorized FTE	Adopted FTE/Amount	Council Adopted FTE/Amount	Change from 2007 FTE/Amount	
by Type of Expenditure										
SALARIES										
SERVICES										
MATERIALS AND SUPPLIES										
EMPLOYER FRINGE BENEFITS										
MISC TRANSFER CONTINGENCY ETC										
DEBT	3,271,962	3,514,041	9,540,014	10,315,203	775,189	8.1%				
STREET SEWER BRIDGE ETC IMPROVEMENT										
EQUIPMENT LAND AND BUILDINGS										
Spending Total	3,271,962	3,514,041	9,540,014	10,315,203	775,189	8.1%				
by Activity										
89300 G.O. SPEC. ASSESS 2000 BONDS	229,390	218,693	213,000	207,250	-5,750	-2.7%				
89301 G.O. SPEC. ASSESS 2001 BONDS	279,738	267,731	260,844	249,075	-11,769	-4.5%				
89302 G.O. SPEC ASSESS 2002 BONDS	325,629	308,796	296,419	283,573	-12,846	-4.3%				
89303 G.O. SPEC ASSESS 2003 BONDS	254,898	231,761	223,525	219,780	-3,745	-1.7%				
89304 G.O. SPECIAL ASSESS 2004 BONDS	519,750	189,000	171,650	169,313	-2,337	-1.4%				
89305 G.O. SPECIAL ASSESS ST IMPRVMT 2005 BONDS	38,629	507,200	184,038	175,544	-8,494	-4.6%				
89306 G.O. SPECIAL ASSMT ST IMPRVMT 2006		249,553	1,263,167	982,866	-280,301	-22.2%				
89307 G.O. SPECIAL ASSMT ST IMPRVMT 2007			375,000	1,268,819	893,819	238.4%				
89308 G.O. SPECIAL ASSESS ST IMPRVMT 2008				302,926	302,926					
89315 DESGN NEXT YEAR:ALL SPEC ASSM.			4,178,063	4,514,505	336,442	8.1%				
89395 G.O. SPEC ASSESS 1995 BONDS	180,418	169,598	1,098,355	0	-1,098,355	-100.0%				
89396 G.O. SPEC ASSESS 1996 BONDS	814,285	758,520	678,985	1,361,063	682,078	100.5%				
89397 G.O. SPEC ASSESS 1997 BONDS	173,450	168,500	163,500	158,450	-5,050	-3.1%				
89398 G.O.SPEC ASSESS 1998 BONDS	196,353	191,264	186,118	180,914	-5,204	-2.8%				
89399 G.O. SPEC ASSESS 1999 BONDS	259,425	253,425	247,350	241,125	-6,225	-2.5%				
Fund Total	3,271,962	3,514,041	9,540,014	10,315,203	775,189	8.1%			0.0	0
Percent Change from Previous Year		7.4%	171.5%							

City of Saint Paul 2008 Budget Fund Spending Plan Summary Council Adopted Budget

Fund: **967 CITY REVENUE NOTES DEBT SERVICE**

Fund Manager: ALEXANDRA V O'LEARY

Department: **19 DEBT SERVICE**

Department Director: MATTHEW G SMITH

Fund Purpose:

TO PROVIDE FOR DEBT SERVICE OF CITY LONG-TERM REVENUE NOTES.

	Spending Amount						Personnel FTE/Amount (salary+Allowance+Negotiated Increase)			
	2005	2006	2007	2008		2005	2006	2007	2008	Change from
	2nd Prior Exp. & Enc.	Last Year Exp. & Enc.	Adopted	Amount	Change/Percent	Authorized FTE	Adopted FTE/Amount	Council Adopted FTE/Amount	2007 FTE/Amount	
by Type of Expenditure										
SALARIES										
SERVICES										
MATERIALS AND SUPPLIES										
EMPLOYER FRINGE BENEFITS										
MISC TRANSFER CONTINGENCY ETC	114,660		0	0						
DEBT	1,237,322	1,411,131	1,016,340	967,538	-48,802	-4.8%				
STREET SEWER BRIDGE ETC IMPROVEMENT										
EQUIPMENT LAND AND BUILDINGS										
Spending Total	1,351,982	1,411,131	1,016,340	967,538	-48,802	-4.8%				
by Activity										
89120 ST PAUL FOUNDATION REV NOTE	431,406	316,746	98,008	0	-98,008	-100.0%				
89121 PEDESTRIAN CONNECTION	395,755	395,011	394,088	392,985	-1,103	-0.3%				
89122 POLICE VEHICLE LEASE - CYCLE A-2004 CLOSE	350,268	350,268	175,136	0	-175,136	-100.0%				
89123 POLICE VEHICLE LEASE - CYCLE B-2005	174,553	349,106	349,108	174,553	-174,555	-50.0%				
89124 POLICE VEHICLE LEASE 2008				400,000	400,000					
Fund Total	1,351,982	1,411,131	1,016,340	967,538	-48,802	-4.8%			0.0	0
Percent Change from Previous Year		4.4%	-28.0%							

Financing Reports

Financing by Major Object Code

Department: **19 DEBT SERVICE**

DEBT SERVICE

		2005 2nd Prior Exp. & Enc.	2006 Last Year Exp. & Enc.	2007 Adopted	2008 Council Adopted	Change from 2007 Adopted
1001	CURRENT - TAXPAYER	4,793,997	5,034,165	8,539,582	7,708,699	-830,883
1002	FISCAL DISPARITIES	1,272,202	1,113,027			
1004	1ST YEAR DELINQUENT	48,982	91,763		100,000	100,000
1005	2ND YEAR DELINQUENT	-22,678	-5,092	100,000		-100,000
1006	3RD YEAR DELINQUENT	3,464	-4,154			
1007	4TH YEAR AND PRIOR DELINQUENT	14,075	5,225			
1008	5TH YEAR DELINQUENT	3,451	3,164			
1009	6TH YEAR PRIOR DELINQUENT	7,782	6,987			
1035	EXCESS TAX INCREMENTS	21,124				
1397	G.E.F.F.-DES/DISTRICT HEATING	1,095,058	1,256,760	100,000		-100,000
TAXES		7,237,457	7,501,845	8,739,582	7,808,699	-930,883
3446	MARKET VALUE HOMESTEAD CREDIT	396,367	330,992	479,244	304,484	-174,760
3650	INTERGOVTAL REV FR CITY OF ST PAUL					
3704	CITY SHARE OF RENT ST. HWY. DEPT	386	189			
INTERGOVERNMENTAL REVENUE		396,753	331,181	479,244	304,484	-174,760
4099	FEES - N.O.C.		7,500			
4398	SERVICES - SPECIAL PROJECTS	5,000				
FEES, SALES AND SERVICES		5,000	7,500	0	0	0
6001	CURRENT YEAR	1,738,598	1,615,022			
6002	1ST YEAR DELINQUENT	33,287	30,586			
6003	2ND YEAR DELINQUENT	5,463	4,983			
6004	3RD YEAR DELINQUENT	2,169	2,489			
6005	4TH YEAR DELINQUENT	1,537	1,375			
6006	5TH YEAR AND PRIOR	2,355	3,418			
6007	PENALTIES & INT. P. I. R. ASSETS	18,468	39,363			
6008	TAX EXEMPT PROPERTIES	252,359	23,001			
6009	TAX FORFEITED PROPERTIES	3,606	4,850			
6010	PREPAID ASSESSMENTS	1,131,754	1,467,632			
6101	CURRENT YEAR			3,211,495	3,565,955	354,460

Financing by Major Object Code

Department: **19 DEBT SERVICE**

DEBT SERVICE

		2005 2nd Prior Exp. & Enc.	2006 Last Year Exp. & Enc.	2007 Adopted	2008 Council Adopted	Change from 2007 Adopted
6602	INTEREST ON INVESTMENTS	1,396,871	1,752,123	500,000	785,132	285,132
6611	INC(DEC) FMV OF INVESTMENT	-493,763	-31,801			
6801	RENTS	3,500,000	3,500,000	3,500,000	3,500,000	
6905	CONTRIB. & DONATIONS - OUTSIDE	179,375	243,765	394,088	392,985	-1,103
6927	OTHER AGENCY SHARE OF COST	151,773	8,010			
6967	PILOT-WILD	2,929,669	3,303,653	3,328,836	3,341,734	12,898
MISCELLANEOUS REVENUE		10,853,521	11,968,469	10,934,419	11,585,806	651,387
7299	TRANSFER FROM GENERAL FUND	524,821	699,377	524,242		-524,242
7302	TRANSFER FROM ENTERPRISE FUND	3,967,350	3,667,350	5,667,350	6,000,000	332,650
7304	TRANSFER FROM DEBT SERVICE FUND	2,472,274	2,821,647			
7305	TRANSFER FROM SPECIAL REVENUE FUND	102,500	2,152,663	2,168,924	2,083,335	-85,589
7306	TRANSFER FROM CAP PROJ FUND-OTHER	9,786,591	4,654,629	4,098,010	6,398,969	2,300,959
7499	TRANSFER IN - INTRAFUND - OTHER	1,766,643	2,219,919			
TRANSFERS		18,620,179	16,215,585	12,458,526	14,482,304	2,023,778
9830	USE OF FUND BALANCE			23,270,758	22,364,823	-905,935
FUND BALANCES		0	0	23,270,758	22,364,823	-905,935
Fund Total		37,112,910	36,024,580	55,882,529	56,546,116	663,587

<u>Department Total</u>	<u>37,112,910</u>	<u>36,024,580</u>	<u>55,882,529</u>	<u>56,546,116</u>	<u>663,587</u>
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City of Saint Paul Financing Plan by Department and Activity

Fund: **960 GENERAL DEBT SERVICE FUND**

Fund Manager: RONALD G KLINE

Assumptions for Major Revenue Sources and Explanation for Significant Financing Changes:

THIS DEBT SERVICE FUND IS FINANCED BY PROPERTY TAXES, TRANSFERS FROM SEWER ENTERPRISE FUNDS, INTEREST EARNINGS, AND FUND BALANCES. FUND BALANCES IN THIS DEBT SERVICE FUND ARE REVENUES ACCUMULATED IN THE CURRENT YEAR EXPRESSLY FOR THE PURPOSE OF PAYING PRINCIPAL AND INTEREST DUE IN THE FIRST SIX MONTHS OF THE BUDGET YEAR. BECAUSE BUDGETS ARE PREPARED THIS WAY YEAR AFTER YEAR, THE FUND BALANCE REPLENISHES ITSELF EACH YEAR. THIS BUDGET REFLECTS EIGHTEEN MONTHS OF DEBT SERVICE. THE BUDGET YEAR (12 MONTHS) REQUIRES AN APPROPRIATION TO MAKE PAYMENTS DURING THAT CALENDAR YEAR. THE SUBSEQUENT YEAR (1ST SIX MONTHS) IS BUDGETED AS TO PROVIDE CASH FLOW TO SERVICE THAT DEBT. THE ROLLOVER OF FUND BALANCE AS FINANCING IN EFFECT LEVELS THE NEEDS TO ONE CALENDAR YEAR. THE USE OF FUND BALANCE IN THIS CASE IS NOT EQUIVALENT TO THE USE OF ONE-TIME RESERVES

Department	Activity	2005 2nd Prior Exp. & Enc.	2006 Last Year Exp. & Enc.	2007 Adopted	2008 Council Adopted	Change from 2007
19	DEBT SERVICE					
89900	GENERAL DEBT 2000 BOND ISSUES	1,756,643	408,946			
89901	GENERAL DEBT 2001 BOND ISSUES	572,112	75,048	500,000	300,000	-200,000
89902	GENERAL DEBT 2002 BOND ISSUE	2,353,039	253,147			
89903	GENERAL DEBT 2003 BOND ISSUE	2,261,256	2,235,433			
89904	GENERAL DEBT 2004 BOND ISSUE	4,179,342	1,829,012			
89905	GENERAL DEBT 2005 BOND ISSUE	2,190,216	2,084,574			
89906	GENERAL DEBT 2006 BOND ISSUE		1,156,748			
89955	GENERAL DEBT: PRE-1987 BONDS	2,252,237	7,165,385	21,724,301	21,197,737	-526,564
89956	DESGN NXT YR(89955)PRE87 BONDS			15,332,083	14,399,334	-932,749
89964	TOWN SQ. HOTEL DEBT RESERVE	13,200	8,138			
89992	GENERAL DEBT 1992 BOND ISSUES	226,710				
89996	GENERAL DEBT 1996 BOND ISSUES	402,596	1,291	100,000		-100,000
89997	GENERAL DEBT 1997 BOND ISSUES	2,345,901	669,243			
89998	GENERAL DEBT 1998 BOND ISSUES	1,944,487	1,116,244			
89999	GENERAL DEBT 1999 BOND ISSUES	869,788	2,102,686			
	Department Total	21,367,527	19,105,895	37,656,384	35,897,071	-1,759,313
	<u>Financing by Major Object</u>					
	TAXES	7,237,457	7,501,845	8,266,151	7,327,698	-938,453
	LICENSES AND PERMITS					
	INTERGOVERNMENTAL REVENUE	396,753	331,181	452,675	285,485	-167,190
	FEES, SALES AND SERVICES	5,000	7,500			
	ENTERPRISE AND UTILITY REVENUES					
	MISCELLANEOUS REVENUE	496,277	827,773	500,000	521,702	21,702
	TRANSFERS	13,232,040	10,437,596	11,836,274	12,212,178	375,904
	FUND BALANCES			16,601,284	15,550,008	-1,051,276
	Total Financing by Object	21,367,527	19,105,895	37,656,384	35,897,071	-1,759,313

City of Saint Paul Financing Plan by Department and Activity

Fund: **961 CITY REV BONDS, LONG TERM DEBT**

Fund Manager: RONALD G KLINE

Assumptions for Major Revenue Sources and Explanation for Significant Financing Changes:

THIS DEBT SERVICE FUND IS FINANCED BY ARENA LEASE PAYMENTS AND WILD TEAM REVENUES (PAYMENTS IN LIEU OF TAXES.) THESE ARE BACKED BY SALES TAX REVENUES.

Department	Activity	2005 2nd Prior Exp. & Enc.	2006 Last Year Exp. & Enc.	2007 Adopted	2008 Council Adopted	Change from 2007
19	DEBT SERVICE					
89565	ARENA REV BOND DEBT SERVICE	8,916,016	10,193,536	7,669,791	7,670,731	940
89566	ARENA STATE LOAN	1,769,498	1,545,611			
89570	2007 SALES TAX DEBT SERVICE - SERIES A				573,083	573,083
89571	2007 SALES TAX DEBT SERVICE - SERIES B				1,122,490	1,122,490
	Department Total	10,685,514	11,739,147	7,669,791	9,366,304	1,696,513
	<u>Financing by Major Object</u>					
	TAXES					
	LICENSES AND PERMITS					
	INTERGOVERNMENTAL REVENUE					
	FEEs, SALES AND SERVICES					
	ENTERPRISE AND UTILITY REVENUES					
	MISCELLANEOUS REVENUE	6,536,597	7,005,781	6,828,836	6,841,734	12,898
	TRANSFERS	4,148,917	4,733,366		1,695,573	
	FUND BALANCES			840,955	828,997	-11,958
	Total Financing by Object	10,685,514	11,739,147	7,669,791	9,366,304	940

City of Saint Paul Financing Plan by Department and Activity

Fund: **963 G.O. SPEC ASSM DEBT SERV FUND**

Fund Manager: RONALD G KLINE

Assumptions for Major Revenue Sources and Explanation for Significant Financing Changes:

THIS DEBT SERVICE FUND IS FINANCED BY SPECIAL ASSESSMENTS, PROPERTY TAXES AND FUND BALANCES FROM PREPAID ASSESSMENTS.

Department	Activity	2005 2nd Prior Exp. & Enc.	2006 Last Year Exp. & Enc.	2007 Adopted	2008 Council Adopted	Change from 2007
19	DEBT SERVICE					
89300	G.O. SPEC. ASSESS 2000 BONDS	224,516	220,124			
89301	G.O. SPEC. ASSESS 2001 BONDS	322,089	306,961			
89302	G.O. SPEC ASSESS 2002 BONDS	310,750	297,103			
89303	G.O. SPEC ASSESS 2003 BONDS	557,749	306,124			
89304	G.O. SPECIAL ASSESS 2004 BONDS	387,678	196,529			
89305	G.O. SPECIAL ASSESS ST IMPRVMT 2005 BONDS	300,204	154,866			
89306	G.O. SPECIAL ASSMT ST IMPRVMT 2006		1,216,121	26,569		-26,569
89386	GENERAL STREET DEBT			9,513,445	10,315,203	801,758
89395	G.O. SPEC ASSESS 1995 BONDS	172,617	165,293			
89396	G.O. SPEC ASSESS 1996 BONDS	598,569	538,156			
89397	G.O. SPEC ASSESS 1997 BONDS	140,233	131,962			
89398	G.O. SPEC ASSESS 1998 BONDS	203,383	190,990			
89399	G.O. SPEC ASSESS 1999 BONDS	278,878	253,864			
	Department Total	3,496,666	3,978,093	9,540,014	10,315,203	775,189
	<u>Financing by Major Object</u>					
	TAXES			473,431	481,001	7,570
	LICENSES AND PERMITS					
	INTERGOVERNMENTAL REVENUE			26,569	18,999	-7,570
	FEES, SALES AND SERVICES					
	ENTERPRISE AND UTILITY REVENUES					
	MISCELLANEOUS REVENUE	3,488,257	3,876,612	3,211,495	3,829,385	617,890
	TRANSFERS	8,409	101,481			
	FUND BALANCES			5,828,519	5,985,818	157,299
	Total Financing by Object	3,496,666	3,978,093	9,540,014	10,315,203	775,189

City of Saint Paul Financing Plan by Department and Activity

Fund: **967 CITY REVENUE NOTES DEBT SERVICE**

Fund Manager: ALEXANDRA V O'LEARY

Assumptions for Major Revenue Sources and Explanation for Significant Financing Changes:

THIS DEBT SERVICE FUND IS FINANCED BY A TRANSFER FROM GENERAL FUND, RIVERCENTRE OPERATING FUND, AND CONTRIBUTIONS FROM RCVA

Department	Activity	2005 2nd Prior Exp. & Enc.	2006 Last Year Exp. & Enc.	2007 Adopted	2008 Council Adopted	Change from 2007
19	DEBT SERVICE					
89120	ST PAUL FOUNDATION REV NOTE	604,705	1,098	98,010		-98,010
89121	PEDESTRIAN CONNECTION	433,677	500,970	394,088	392,985	-1,103
89122	POLICE VEHICLE LEASE - CYCLE A- 2004 CLOSE	350,268	350,270	175,135		-175,135
89123	POLICE VEHICLE LEASE - CYCLE B-2005	174,553	349,107	349,107	174,553	-174,554
89124	POLICE VEHICLE LEASE 2008				400,000	400,000
	Department Total	1,563,203	1,201,445	1,016,340	967,538	-48,802
	<u>Financing by Major Object</u>					
	TAXES					
	LICENSES AND PERMITS					
	INTERGOVERNMENTAL REVENUE					
	FEES, SALES AND SERVICES					
	ENTERPRISE AND UTILITY REVENUES					
	MISCELLANEOUS REVENUE	332,390	258,303	394,088	392,985	-1,103
	TRANSFERS	1,230,813	943,142	622,252	574,553	-47,699
	FUND BALANCES					
	Total Financing by Object	1,563,203	1,201,445	1,016,340	967,538	-48,802

Personnel Reports

City of Saint Paul
Personnel Summary by Fund, Department, Division and Activity

DEBT SERVICE

Department	Activity	2005 Adopted FTE	2006 Adopted FTE	2007 Adopted FTE	2008 Council Adopted FTE	Change from 2007 Adopted
19	DEBT SERVICE					
1901	GENERAL DEBT SERVICE (LONG TERM)					
	89955 GENERAL DEBT: PRE-1987 BONDS	2.0	2.3	2.1	2.1	0.0
	Division Total	2.0	2.3	2.1	2.1	0.0
	Department Total	2.0	2.3	2.1	2.1	0.0

Fund Total **2.0** **2.3** **2.1** **2.1** **0.0**