



**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FOR THE  
FISCAL YEAR ENDING 2014**



**The Most Livable  
City in America**

**City of Saint Paul, Minnesota  
Mayor Christopher B. Coleman**

## **Photo and Design Credits**

The cover image highlights one of St. Paul's most anticipated events: the Red Bull Crashed Ice World Championship. In 2013, the event drew 115,000 spectators to watch the toughest, fastest ice cross downhill racers go head-to-head through a downhill course full of mind-and-body-bending jumps, turns and slides – all against the backdrop of the historic Cathedral of Saint Paul.

### **Photo Credits:**

Red Bull Crashed Ice. Photo by Ben Garvin; courtesy of St. Paul Pioneer Press ©.

# City of Saint Paul Minnesota

Comprehensive Annual Financial Report  
For the Fiscal Year Ended  
December 31, 2014



Office of Financial Services  
Todd P. Hurley, Director

City of Saint Paul, Minnesota  
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**Office of the Mayor**  
Office of Financial Services

*Todd Hurley, Director*



**City of Saint Paul**

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November 30, 2015

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, 2014 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) requires 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, 2014 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 unmodified opinion that the City of Saint Paul's financial statements for the fiscal year ended December 31, 2014, 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 299,641 people and 115,304 households as of the end of 2014.

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, Assessment Financing Fund, Public Library General Fund, and the HRA General Fund, this is presented 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.

## 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 Public Library General Fund operating spending. For additional information regarding the 2014 fund balance for the General Fund, see the Management's Discussion and Analysis (MD&A) as listed in the table of contents.

## ECONOMIC OUTLOOK

Saint Paul is an important part of the overall strong Twin Cities metro area economy. Saint Paul is expected to add more than 45,000 jobs by 2030 (26% growth). Total employee count in Saint Paul is currently estimated to be 177,010, an increase of almost 2,000 jobs in one year.<sup>1</sup>

- Saint Paul annual unemployment rate in 2014 fell 1% to 4.1% annually.<sup>2</sup>
- Saint Paul median household income rose slightly to \$47,010 in 2013.<sup>3</sup>
- The median value of owner-occupied houses in Saint Paul in 2013 was \$178,700.<sup>4</sup>
- Saint Paul's population with a bachelor's degree in 2013 stood at a strong 38.3%.<sup>5</sup>

Saint Paul's unemployment rate continues to improve steadily. The unemployment rate of 4.5% for the second quarter of 2014 came in lower than compared with 5.4% one year prior.

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 2014 was just above the Minnesota rate but significantly below the U.S. rate of 6.1%.<sup>6</sup> 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 Health Care and Social Assistance, with a 7.1% growth from 2010 to 2014. Other large super sectors include Public Administration (22,888 jobs; 2.9% growth from 2010 to 2014), and Educational Services (18,022 jobs; 6.0% growth from 2010 to 2014).<sup>7</sup>

## 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.

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<sup>1</sup> 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>

<sup>2</sup> Bureau of Labor Statistics, Local Area Unemployment Statistics. Available at: <http://data.bls.gov/cgi-bin/dsrv?la>

<sup>3</sup> 2013 American Community Survey, through the American Fact Finder, available at: <http://www.census.gov>

<sup>4</sup> 2013 American Community Survey, through the American Fact Finder, available at: <http://www.census.gov>

<sup>5</sup> 2013 American Community Survey, through the American Fact Finder, available at: <http://www.census.gov>

<sup>6</sup> Minnesota Department of Employment and Economic Development, available at: <http://mn.gov/deed/data/data-tools/laus/>

<sup>7</sup> Minnesota Department of Employment and Economic Development's Quarterly Census of Employment and Wages (QCEW) tool, available at <https://apps.deed.state.mn.us/lmi/qcew/AreaSel.aspx>

## City Strategic Plan

A 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.

**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

### I. Downtown Saint Paul

#### Custom House

Kellogg Boulevard is undergoing a \$125 million renovation. The Exeter Group, which bought the building in 2013, has plans for 250 units of market-rating housing, a Hyatt Place Hotel and a destination restaurant. Funding includes \$5.8 million in tax increment financing, \$725,000 from the Minnesota Department of Employment and Economic Development and \$850,000 for environmental abatement from the Metropolitan Council.

#### The Ordway

At 345 Washington Street, the Ordway Center for the Performing Arts has replaced the 306-seat McKnight Theatre with a \$42 million, 1,100-seat concert hall, which opened in March. Funding included \$20 million in state bonds and a 10-year, \$3 million Cultural STAR grant backed by the City's half-cent sales tax.

#### CHS Field

Saint Paul's 7,000-seat regional ballpark has already hosted games for its second major tenant, the Hamline Pipers. The St. Paul Saints play an exhibition game May 18, followed by opening day May 21. At 360 N. Broadway Street, the city-owned ballpark was funded with \$13.3 million in private contributions and \$51.4 million in public money and will be maintained by the Saints.

#### Stadium Ramp Restaurants

Jim Crockarell now owns the Stadium Ramp overlooking CHS Field at 255 E. Sixth Street. Plans include a 10,000-square-foot rooftop bar and grill, as well as a restaurant occupying 6,000 square feet on the ground level. The ground floor

restaurant opened in July 2015.

#### Rayette Lofts

Sherman and Associates opened an 88-unit market-rate apartment building and retail space in the renovated, historic Rayette Building last October. The \$23 million project was funded by historic tax credits, the Metropolitan Council and private equity financing. St. Dnette, an upscale eatery from the proprietors of the Strip Club restaurant, also opened recently in the building.

#### Lafayette Bridge, Cayuga, Kellogg

After four long years, the end is in sight for the Lafayette Bridge project. The \$125 million bridge replacement created two new U.S. 52 bridges over the Mississippi River, in addition to improvements to nearby roads. Work began in the fall of 2011 and wraps up in October.

#### Sibley Square/Lofts on the Park

Across Fourth Street from the Saint Paul Union Depot, Timberland Partners will convert a historic office building at 333 N. Sibley Street into "333 on the Park" -- 136 market-rate apartments with enclosed parking. The City had also applied to the Met Council for environmental cleanup grants. Total development cost: \$40 million.

#### Ramsey County West Building

Hoping to entice developers to the Kellogg Boulevard river bluffs, the Ramsey County Board of Commissioners approved \$11.5 million to demolish the vacant adult detention center and former West Publishing buildings, which span Wabasha to Market streets. Demolition is expected to continue through spring 2016.

#### West Side Flats

South of the Wabasha Street bridge and Raspberry Island, Sherman Associates opened the West Side Flats at 84 South Wabasha Street last summer. The \$35.4 million complex has 178 apartments, with a mixture of market-rate and affordable units, and is 93 percent occupied. Funding included a \$23.5 million private loan insured by the U.S. Department of Housing and Urban Development, alongside grants and loans from the City and other local sources. The developer is planning a two-building expansion, which would include 264 units, 5,000 square feet of commercial space and a patio facing the Mississippi River. The expansion would be completed in 2017.

#### Lowry Hotel

Building owner Jim Crockarell has been renovating the old Lowry Hotel building at 345 Wabasha Street N. since December 2012. The \$16 million facelift has created a new home for the Ramsey County Attorney's Office, 155 market-rate apartments and two floors of extended-stay hotel rooms. Crockarell hopes to add a ground-level restaurant and basement music venue, as well as rooftop dining.

#### Twin Cities Public Television

Twin Cities Public Television is undergoing an \$18.4 million renovation and expansion of its 172 E. Fourth Street offices and studios. By summers end, it will add space for public screenings, art exhibits, concerts and lectures, as well as a street-level presence. Funding includes \$9 million in state bonding and \$85,000 from Saint Paul's Cultural STAR program.

#### Pioneer Endicott

Dating to the 1880s, the Pioneer-Endicott buildings at 141 E. Fourth Street have been fully converted from offices into 234 market-rate apartments, which are 95 percent leased. The three buildings, which got a \$40 million restoration, are also home to the Minnesota Museum of American Art, Revival Spirits and Legacy Chocolates.

#### Central Station

A \$1.77 million vertical elevator and stairway connection from the skyway to the sidewalk adjacent to the Green Line's Central Station platform opened at Fifth and Cedar streets in 2014. The city has identified the vacant land immediately to the east as a redevelopment opportunity, and is working with the Met Council on details.

#### Former Macy's

The Saint Paul Port Authority acquired the block-long Macy's Department Store building at 411 Cedar Street for \$3 million last year. Developers balked at the prospect of paying \$13 million to demolish the building and start over. A retail developer bought 10 percent of the leasable space for \$2.5 million.

#### Kellogg Square

Bigos Management purchased the 32-story, 450-apartment building at 111 E. Kellogg Boulevard for \$51 million in 2012. In addition to a remodeled lobby, a new fitness center and a skyway cafe, renovation of 300 apartments will be complete by the end of the year.

### Galtier Towers

Bigos Management is wrapping up a \$6 million remodel this year of 366 apartments and common spaces in the Galtier Towers, 172 E. Sixth Street in Lowertown, including new fitness and business workspace centers.

### Crowne Plaza

Mille Lacs Corporate Ventures has almost completed renovation of the Crowne Plaza St. Paul Riverfront hotel at 11 Kellogg Boulevard, which will soon be known as the InterContinental. Renovations include a redone lobby, meeting spaces and hotel rooms in the east tower. Work is underway on the west tower, where rooms will get new furniture, fixtures and bathroom expansions.

### Park Square Theatre

Located in the Historic Hamm Building at 408 St. Peter Street, the Park Square Theatre opened the Andy Boss Thrust Stage in October 2014. The 200-seat, lower-level theater has hosted four theater companies and doubled Park Square's usual roster of performances. The \$3.6 million project received a \$180,000 STAR grant from the city.

### Palace Theatre

The \$14 million transformation of the Palace Theatre into a concert venue is currently underway. On West Seventh Place, the 3,000-seat hall has been closed since 1977. The city will devote \$5 million from the 2014 state bonding bill, \$1 million from operating partners and an \$8 million city loan from the Mayor's 8-80 Vitality Fund. Opening is scheduled for fall 2016.

### Children's Museum Expansion/Renovation

The Minnesota Children's Museum plans to begin work this October on a \$28 million expansion and renovation at 10 West Seventh Street. The museum received \$14 million from the state, \$1 million from the City's Cultural STAR program, and more than \$9 million in private contributions. The project will improve visitor amenities, increase gallery space and remake existing exhibits, with a focus on open-ended play.

### 7 Corners Hardware

Opus Development Co. recently purchased the iconic 7 Corners Hardware store at 216 W. Seventh Street and an adjacent church with plans to redevelop the block into 191 market-rate housing units next to a five-story hotel. The residential building will include about 11,000 square feet of retail space on the first floor. Minnesota Department of Employment and Economic Development plans to provide a \$200,000 cleanup grant. Construction has begun, and the project could be done by the end of 2016.

### Seven Corners Gateway

Across the street from the Xcel Energy Center, the Opus Group and Greco Property Management received tentative developer status last October to turn a city-owned parking lot at West Fifth Street and North Smith Avenue into a gateway project. Early renderings propose two towers of hotel and residential units, retailers and a public plaza. Opus has announced that a Radisson RED hotel concept is planned for the site. Full site plan reviews and environmental and market studies are expected to be complete by April 30, 2016.

### Lunds and Penfield

A Lunds grocery featuring Caribou Coffee, Big Bowl and other tenants opened next to the City's six-story, 254-unit Penfield apartment building at 101 E. 10th Street in May 2014. Developed by the City for \$62 million, the market-rate Penfield is 94 percent leased.

### United Hospital/Children's

United Hospital, Allina Health and Children's Hospitals and Clinics of Minnesota began work in March on a birthing center at 345 N. Smith Avenue. The \$32.5 million Mother Baby Center will be the third birth center in the metro area. The first phase will remodel Children's existing neonatal intensive-care unit and build out 30,000 square feet of new space this year, including a new entrance, a family waiting area, triage, labor, operating and post-op rooms.

### Children's Hospital

Children's Hospital opened a new Ronald McDonald room in July to serve families with kids in intensive care. The \$2 million project at 345 N. Smith Avenue includes four family sleep suites, a full kitchen, entertainment space, a laundry and a fitness room.

### Regions Hospital

The hospital is in the midst of renovating 61,000 square feet, at an estimated cost of \$28.8 million. A \$9 million pathology testing lab opened in January 2015. From June through September 2015, the hospital will open a \$6.5 million hybrid

operating and cardiology/radiology imaging room, a \$2.9 million employee fitness center and wellness clinic, and a \$5.4 million remodel of the 20-bed observation center. About \$3.8 million in improvements to the intensive-care unit and cardiovascular, interventional imaging and radiation therapy rooms are underway. A physical therapy rehab clinic opened April 1, 2015 at 1710 Suburban Avenue.

#### State Capitol/Minnesota Senate Building

The Capitol is undergoing a \$272 million facelift that will continue into January 2017. Work is also underway on a \$76.1 million Senate office building and \$13.5 million, 265-stall parking ramp. A \$16.8 million, four-level, 532-stall parking ramp next to the Minnesota Transportation Building opened in December.

## **II. Along the Green Line**

#### Green Line

The Metro Transit \$957 million Green Line is the Minnesota's second light-rail corridor. Linking downtown Saint Paul and Minneapolis, the Green Line made its debut June 14 and quickly surpassed ridership expectations.

#### Dorothy Day

Catholic Charities plans a \$100 million, two-phase reconstruction of its overcrowded Dorothy Day Center. For starters, the ReVision plan calls for converting the Labor and Professional Centre at 411 Main Street into a five-level building offering 278 shelter and pay-for-stay beds, as well as 193 units of permanent housing.

#### Sears

Since at least January 2013, Sears has been working with a broker to market its location at 425 Rice Street for redevelopment. Sears would remain the anchor tenant, but early concept plans for Capitol View called for more than 100 apartments, 18 townhomes, and multiple stories of office and retail. Redevelopment of site still under discussion after Chicago-based Seritage Growth Properties paid \$5.15 million for the Rice Street property in July 2015.

#### Western U Plaza

The historic Old Home Dairy building at 370 W. University Avenue is being converted into 68 units of rental housing, including eight market-rate units. Some 6,600 square feet of commercial space will be added at 470 Western Avenue. The \$20 million project was supported by state and federal historic tax credits, a \$250,000 federal HOME loan, and a wide range of additional grants. Construction is expected to wrap up in late fall.

#### Central Exchange, Brownstone

Model Cities is working with the city on financing two construction projects along University Avenue, comprising 60 to 70 units of affordable housing, as well as retail. Central Exchange would be a three-story development at 773-785 W. University Avenue, and Brownstone would be a four-floor mixed-use building at 839 W. University. Brownstone includes a reading room emphasizing the history of the Pullman railroad workers.

#### Saxon-Ford

City staff are working with the Local Initiatives Support Coalition to market the site of the former Saxon-Ford dealership financing center at 253-255 W. University Avenue in Frogtown. Preliminary ideas include retail on the avenue with assisted living in back. A recent Request For Information on the development opportunity closed to submissions in early July 2015.

#### Little Mekong Plaza

The Saint Paul City Council approved \$300,000 from the Mayor's 8-80 Vitality Initiative to demolish a vacant meat shop at 402 W. University Avenue and create a temporary, publicly owned plaza next to the Mai Village restaurant. Long-term plans call for a \$1 million to \$3 million renovation into a permanent outdoor market and gathering space.

#### Lexington Library

Saint Paul's Housing and Redevelopment Authority bought the vacant Lexington Library at 1080 W. University Avenue in 2014.

#### Goodwill

In February, Goodwill Industries opened its largest store in the metro area at 1239 W. University Avenue, by Griggs Street. The \$10 million, two-level Goodwill spans 30,000 feet of retail, donation and office space and replaces a long-vacant Whitaker Buick dealership.

#### Hamline Station

Project for Pride in Living Inc. is well into redevelopment of the former Midway Chevrolet used-car lot at 1333 W.

University Avenue into a \$28 million, two-building, block-long affordable-housing development with 108 apartments. The west building will include 13,000 square feet of commercial space. It is supported by roughly \$11 million in public grants and loans.

#### Bus Barn “SmartSite”

The Met Council will issue a request for proposals this year for the sale of its former bus barn property, a 10-acre parcel at the northeast corner of Interstate 94 and Snelling Avenue. The site remains ripe for development and is uniquely positioned for Transit Oriented Development as it is located on the Green Line between both major downtowns.

#### YMCA

Demolition and groundbreaking began in April for the new St. Paul Midway YMCA. The \$16.4 million redesign includes an aquatics center, a rooftop patio, a demonstration kitchen, a play maze and multiple fitness studios at 1761 W. University Avenue.

#### Episcopal Homes

Episcopal Homes hosted a grand opening on May 20 for a 168-unit building that combines three types of market-rate and affordable senior residences. The \$45 million project is at 1860-1890 W. University Avenue, in the general location of what had been a Porky's Drive-In. The City helped secure \$500,000 in federal HOME funds and \$2 million in transit-oriented development funds from the Met Council.

#### Prior Crossing

Beacon Interfaith Housing Collaborative recently secured financing to build an \$11 million, 44-unit housing development for homeless youth at 1949 W. University Avenue. Site demolition is done, and the City's Housing and Redevelopment Authority has committed \$1.1 million.

#### Silgan Can

Orton Development has put at least \$2 million into renovating the 8.78-acre Silgan Can factory at 755 Prior Avenue. About 10 commercial tenants have moved in, including Black Stack Brewery. Can Can Wonderland plans a mini-golf-themed entertainment center next to an interior rail spur.

#### Pirtek

Aeon, a developer of affordable housing, bought two half-vacant commercial buildings at 2147 and 2161 W. University Avenue this year with the intention of demolishing them and building residential units by Vandalia Street. The project would span four or five levels and about 100 to 140 apartments with a possible retail aspect.

#### Vandalia Tower

Beer and films are taking over a mattress factory. First and First LLC is spending \$10 million to remodel eight buildings within the former King Koil factory at 550-558 Vandalia Street. Signature tenants include Lake Monster Brewing, which plans to open a taproom later this year, and the Independent Filmmaker Project, a media arts center offering classrooms and screening space.

#### 2700 University

Indianapolis-based Flaherty and Collins plans a five-level, 248-unit housing complex at 2700 W. University Avenue. The \$54.7 million building includes 3,000 square feet of retail, and 20 percent of the units will be affordable housing. The City's Housing and Redevelopment Authority approved tax increment financing and HOME funds for the project in the fall. The Met Council is providing a \$1.95 million transit-oriented development grant. The project broke ground in June 2015.

#### Taprooms and Microbreweries

At least a dozen taprooms and microbreweries have opened in Saint Paul, many of them near Metro Transit's Green Line corridor. Urban Growler at 2325 Endicott Street, the first microbrewery owned by a woman in Minnesota, plans to expand its kitchen. The latest arrivals include Sidhe Brewing at 990 Payne Avenue and Bad Weather Brewing at 414 W. Seventh Street, which opened on October 9, 2015.

### **III. Neighborhoods**

#### Neuroscience Center

HealthPartners plans a \$75 million, four-story, 128,000-square-foot neuroscience center at 295 Phalen Boulevard. The project includes a 640-space parking ramp. Construction began this summer and wraps up in 2017.

#### Phalen Village

The North East Neighborhoods Development Corp. hopes to bring a mix of housing and retail to the former site of the failed Phalen Village Shopping Center, west of the 1300 block of Phalen Boulevard. Executive Director Chuck Repke envisions 60 housing units and 25,000 square feet of retail development.

#### Ames Lake “New Rose” Development

Real Estate Equities recently acquired four dilapidated buildings housing 48 apartments, which it will rehab as part of the fifth phase of the Ames Lake development at 1144 Barclay Street, financed by \$2.8 million in Community Development Block Grant loan assistance.

#### Hamm’s Brewery

The Hamm's Brewery is once again producing beer at 700 Minnehaha Avenue. Flat Earth Brewery, which began brewing on-site in March 2014, is tentatively poised to open a beer garden this fall. Next door, the 11 Wells Distillery opened a tasting room in late summer. Urban Organics has been operating an aquaponics fish-and-produce farm, and another urban grower Frank Hamel is eyeing Building No. 18.

#### Willow Reserve

Habitat for Humanity will build a dozen three- and four-bedroom homes on a three-acre lot in the North End previously owned by the Housing and Redevelopment Authority. Bordering wetlands, the Willow Reserve project at 389 and 425 Maryland Avenue is projected to break ground in spring 2016.

#### Pipefitters Training Facility

Steamfitters Pipefitters Local 455 will spend \$8 million to add a story to an old contractor shop at 1301 L'Orient Avenue and convert it into a 65,000-square-foot headquarters and training facility, with space for their credit union.

#### 234-238 Bates

Euclid View Flats, a three-story apartment building at 234-238 Bates Avenue that dates to 1895, was listed in the National Register of Historic Places in February 2014. The troubled 12-unit site was acquired by the City and sold to the Sand Cos., which plans a \$2.2 million renovation supported by state and federal historic tax credits.

#### Mississippi Market and the Cambric Apartments

The Mississippi Market co-op plans a September opening for its third store -- a \$10 million, two-level building at 740 E. Seventh Street. Next door, Dominion plans to build the \$27 million Cambric -- 113 units of affordable rental housing for seniors.

#### Metro State

Metropolitan State University is remaking its Dayton's Bluff campus with a \$20 million, 760-stall parking ramp at 400 Maria Avenue, a \$12 million student center off East Seventh Street, and a \$39 million, three-story science center at Sixth Street and Mounds Boulevard. The ramp and student center will open this year.

#### Schmidt Brewery

The Jacob Schmidt Brewery's renovated Bottlehouse and Brewhouse buildings are now the Schmidt Artist Lofts, thanks to a \$130 million historic renovation led by Plymouth-based Dominion and a host of public funding partners. Urban Organics, a local produce supplier, has a purchase agreement to move into land owned by investor Bruce Hendry. Craig Cohen has received two grants from the Met Council for environmental cleanup of the Schmidt Keg House, which he envisions turning into an open-air marketplace anchored by a restaurant.

#### Hazelden

The Hazelden Betty Ford Foundation is devoting \$25 million to doubling treatment capacity at its 680 Stewart Avenue campus. The first phase, a 55,000-square-foot building for its existing chemical-health programs, is scheduled to open in October. Phase two, which includes renovations of the mansion, the outpatient mental health clinic, the upper parking lot and landscaping, could wrap up by April 2016.

#### Victoria Park Apartments

At 740 S. Victoria Street, Chase Real Estate completed the \$30 million, three-story, 215-unit Victoria Park apartments last fall. Construction of phase two, also \$30 million, begins soon and will entail 197 market-rate units in a five-story apartment building at the edge of the future Victoria Park off Shepard Road and Otto Avenue.

#### Sibley Plaza

Paster Enterprises plans a \$50 million top-to-bottom remodel of its Sibley Plaza strip mall at 2481 Seventh Street W., adding 120 apartments over retail. Construction could start this year or next.

### Shepard Davern

The Johnson Bros. had envisioned a luxury apartment or mixed-use buildings in the vicinity of 2751 Shepard Road/1475 Davern Street overlooking the river. The U.S. Bank Building has been demolished to make room. The requested height variance has been denied, and the Johnson Brothers are now reevaluating their development choice.

### The Waters of Highland Park

Minnetonka-based Waters Senior Living started construction in October of a four-story, 84-unit senior living apartment building at 678 S. Snelling Avenue. The City's Housing and Redevelopment Authority issued \$21.9 million in tax-exempt conduit revenue bonds. Construction could be complete by September 2015.

### Highland Village

Between Highland Parkway and Pinehurst Avenue, TJL Development has proposed converting an Edina Realty office at 735 Cleveland Avenue into a four-story building featuring 53 apartments over 19,000 square feet of commercial space.

### Ford Site

Eager to see Ford's nearly 150-acre Highland Park campus redeveloped into a model of environmental sustainability, Saint Paul Mayor Chris Coleman toured European redevelopment sites for ideas this year. The City has organized task forces geared to alternative energy, zoning, jobs and biking, transit and pedestrian infrastructure at the former Ford plant. Community input meetings and informational sessions are ongoing. Marketing to attract a master developer is likely to start in early 2016.

### The Vintage on Selby

Call it a \$65 million reinvention of Selby Avenue at Snelling. Associated Bank relocated from 1573 Selby Avenue and opened a location next door last summer, making room for the Ryan Cos. to build The Vintage on Selby -- 208 market-rate apartments and a 39,000-square-foot Whole Foods Market.

### Grand and Finn

Developer Graham Merry and Cullen LLC completed a five-story, \$3 million apartment building two years ago and now plan another. The proposed West Grand Avenue apartments at 2138 Grand Avenue would replace two homes and a duplex with a four-story, 14-unit apartment building near the University of Saint Thomas. The building would span 48 bedrooms and include nine parking spaces within the main structure and another 19 in a two-level garage off the alley that would feature the City's first car lift.

### Libraries

The Saint Paul Public Library system has nearly completed \$14.8 million in renovations outlined in its 2011 capital needs assessment, including top-to-bottom remodels of the Sun Ray and Highland branch libraries. Next up is a \$1 million reorganization of the George Latimer Central Library at 90 W. Fourth Street.

### Village at Rivoli Bluffs

Dayton's Bluff Neighborhood Housing Services will break ground this summer on the first seven of 35 detached, single-family homes off Minnehaha Avenue and Rivoli Street in the Railroad Island area.

## **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, 2014, the reported interest on investments was \$5.2 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 September of 2013. All goals and objectives of the Joint Debt Advisory Committee were met.

The City maintained its AAA bond rating from Standard & Poor's and Fitch Ratings due to the diverse economy, strong financial management and improving debt position.

## **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.

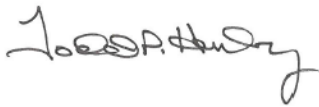
## **AWARDS AND ACKNOWLEDGMENTS**

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, 2013. This was the 38th 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 2014 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,



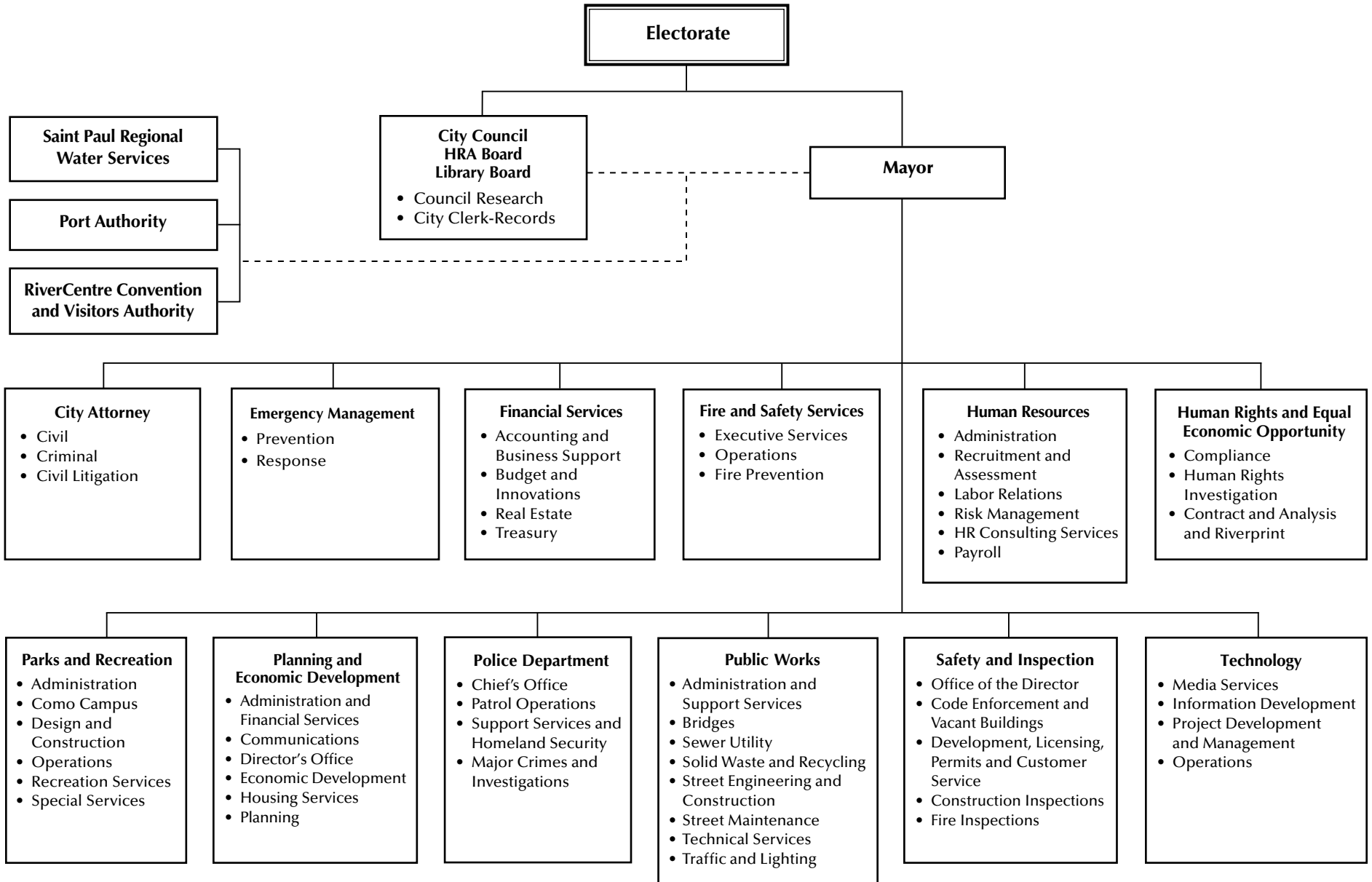
Todd Hurley, Director  
Office of Financial Services

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# City of Saint Paul, Minnesota

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



**ELECTED OFFICIALS**

<b>OFFICE</b>	<b>NAME</b>	<b>TERM EXPIRES</b>
Mayor	Christopher B. Coleman	January 1, 2018
Councilmember - Ward 1	Dai Thao	January 1, 2016
Councilmember - Ward 2	Dave Thune	January 1, 2016
Councilmember - Ward 3	Christopher Tolbert	January 1, 2016
Councilmember - Ward 4	Russ Stark	January 1, 2016
Councilmember - Ward 5	Amy Brendmoen	January 1, 2016
Councilmember - Ward 6	Daniel Bostrom	January 1, 2016
Councilmember - Ward 7	Kathy Lantry	January 1, 2016

**APPOINTED OFFICIALS**

<b>DEPARTMENT/DIVISION/OFFICE</b>	<b>DIRECTOR'S NAME</b>	<b>TERM EXPIRES</b>
City Attorney	Sara Grewing	*
City Clerk	Shari Moore	*
Emergency Management	Rick Larkin	*
Financial Services	Todd Hurley	*
Fire and Safety Services	Tim Butler	2019
Human Rights and Equal Economic Opportunity	Jessica Kingston	*
Human Resources	Angie Nalezny	*
Mayor - Deputy Mayor	Kristin Beckmann	*
Mayor - Chief of Staff	Erin Dady	*
Parks and Recreation	Michael Hahm	*
Planning and Economic Development	Jonathan Sage-Martinson	*
Police	Thomas Smith	2016
Public Libraries	Katherine Hadley	*
Public Works	Rich Lallier	*
Safety and Inspection	Ricardo Cervantes	*
Technology	Angie Nalezny ( <i>Acting</i> )	*
Regional Water Services	Steve Schneider	**

\* Serves at the pleasure of the Mayor

\*\* Serves at the pleasure of the Board of Water Commissioners



Government Finance Officers Association

**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, 2013**

Executive Director/CEO

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REBECCA OTTO  
STATE AUDITOR

# STATE OF MINNESOTA OFFICE OF THE STATE AUDITOR

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

(651) 296-2551 (Voice)  
(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

### Report on the Financial Statements

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, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, as listed in the table of contents.

#### *Management's Responsibility for the Financial Statements*

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

#### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Penfield Apartments, a major fund (HRA Penfield Enterprise Fund) and 11 percent, 6 percent, and 5 percent, respectively, of the assets, net position, and revenues of the business-type activities, the Saint Paul RiverCentre Convention and Visitors Authority, which represent 1 percent, 2 percent, and 18 percent, respectively, and the Port Authority of the City of Saint Paul, which represent 34 percent, 12 percent, and 19 percent, respectively, of the assets, net position, 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 Penfield Apartments, 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Opinions***

In our opinion, based 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, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

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

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 Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



*Supplementary and Other Information*

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. 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 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

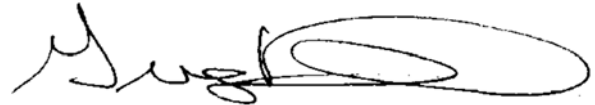
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2015, 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, and 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* in considering the City of Saint Paul’s internal control over financial reporting and compliance. It does not include the Penfield Apartments, 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

November 30, 2015

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# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

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### OVERVIEW OF THE FINANCIAL STATEMENTS

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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, 2014. 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-xv of this report.

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### FINANCIAL HIGHLIGHTS

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- The assets of the City of Saint Paul exceeded its liabilities at the close of the most recent fiscal year by \$1,305.2 million (*net position*). Of this amount \$166.5 million is restricted for specific purposes and \$1,133.9 million is net investment in capital assets. The total net assets include all major infrastructure networks.
- The City's total net position increased by \$46.4 million. Governmental activities increased by \$45.5 million and business-type activities increased by \$.9 million.
- The City of Saint Paul's governmental funds reported combined ending fund balances of \$258.7 million, an increase of \$55.3 million in comparison with the prior year. Approximately 11.2% of this amount or, \$28.9 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 Fund and City Debt Service Funds. The policy established specific goals and guidance for future decisions regarding the appropriate level and use of fund balance. The City General Fund fund balance should be maintained at 15% of the next year's planned budget for the General Fund and the Public Library General Fund which is financed by property taxes and local government aid. The City 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 \$49.4 million, an increase of \$2.8 million or a 5.9% increase of the restated 2013 fund balance. The General Fund fund balance is 19.7% of the budgeted 2015 General Fund expenditures of \$234.2 million plus the Public Library General Fund expenditures of \$16.7 million. This is in compliance with the 15% fund balance policy.
- At the end of the fiscal year, fund balance for the City Debt Service Fund was \$65.0 million or 197.0% of the governmental activities due within one year debt service payments of \$33.0 million.
- The City's total long-term bonds and notes increased by \$11.2 million, a 2.0% increase from 2013 for a total outstanding on December 31, 2014 of \$583.8 million.

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

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### OVERVIEW OF THE FINANCIAL STATEMENTS

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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 Position* presents information on all of the City's assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of 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 position changed during the fiscal year. All changes in net position 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; the Penfield Apartments; parks, recreation and athletics; impound lot; printing; and the Loft Apartments.

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 in the Basic Financial Statements section of this report.

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

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### OVERVIEW OF THE FINANCIAL STATEMENTS

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#### Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. 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 27 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Public Library General Fund, HRA General Fund, Assessment Financing, City Debt Service, HRA General Debt, and City Capital 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 in the Basic Financial Statements section 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 RiverPrint, Impound Lot, Sewer Utility, Parks Special Services; HRA Loan Enterprise, HRA Parking, HRA Penfield and HRA Lofts. 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 Internal Borrowing, Central Service, Equipment Services Fire Police, Public Works Administration, Public Works Equipment Service, Public Works Engineering Services, Asphalt Plant, Traffic Warehouse, Parks 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, 2014

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### OVERVIEW OF THE FINANCIAL STATEMENTS

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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 Parking, HRA Loan Enterprise and HRA Penfield 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 in the Basic Financial Statements section 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 in the Basic Financial Statements section 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.

### Other Supplementary Information

In addition to the basic financial statements and accompanying notes, *Required Supplementary Information*, presents a detailed budgetary comparison schedule for the City General Fund, Assessment Financing Fund, Public Library General Fund 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 in the Required Supplementary Information section 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 in the Supplementary Information section of this report.

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

### 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 Position* and the *Statement of Changes in Net Position*. These two statements report the City's net position 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 position may serve over time as a useful indicator of a government's financial position. In the case of the City of Saint Paul, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1,305.2 million as of December 31, 2014.

### CONDENSED STATEMENT OF NET POSITION

(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2014	2013	2014	2013	2014	2013	
Current and Other Assets	\$ 397,708	\$ 333,592	\$ 89,497	\$ 93,303	\$ 487,205	\$ 426,895	14.13%
Capital Assets	1,245,365	1,192,783	429,893	426,299	1,675,258	1,619,082	3.47%
Total Assets	<u>\$ 1,643,073</u>	<u>\$ 1,526,375</u>	<u>\$ 519,390</u>	<u>\$ 519,602</u>	<u>\$ 2,162,463</u>	<u>\$ 2,045,977</u>	5.69%
Deferred Outflows of Resources	11,010	9,279	-	-	11,010	9,279	18.66%
Long-Term Liabilities	\$ 596,678	\$ 535,514	\$ 190,302	\$ 184,209	\$ 786,980	\$ 719,723	9.34%
Other Liabilities	61,479	53,197	8,814	16,113	70,293	69,310	1.42%
Total Liabilities	<u>\$ 658,157</u>	<u>\$ 588,711</u>	<u>\$ 199,116</u>	<u>\$ 200,322</u>	<u>\$ 857,273</u>	<u>\$ 789,033</u>	8.65%
Deferred Inflows of Resources	11,010	9,279	-	-	11,010	9,279	18.66%
Net Position:							
Net Investments in Capital Assets	\$ 884,350	\$ 927,972	\$ 249,528	\$ 251,126	\$ 1,133,878	\$ 1,179,098	(3.84)%
Restricted	149,764	126,429	16,704	14,870	166,468	141,299	17.81%
Unrestricted	(49,198)	(116,737)	54,042	53,284	4,844	(63,453)	(107.63)%
Total Net Position	<u>\$ 984,916</u>	<u>\$ 937,664</u>	<u>\$ 320,274</u>	<u>\$ 319,280</u>	<u>\$ 1,305,190</u>	<u>\$ 1,256,944</u>	3.84%

The largest portion of the City's net position, \$1,133.9 million (approximately 86.9%), 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, 2014

### FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

Restricted net assets of \$166.5 million (approximately 12.8%), represents resources that are subject to external restriction on how they may be used. The remaining balance, unrestricted net position of \$4.8 million (approximately 0.4%), 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, 2014. Overall, both the governmental and business-type activities revenue and expenses remained stable. Governmental activities increased the City of Saint Paul's net position by \$45.5 million. Business-type activities increased the City's net position by \$0.9 million.

### CONDENSED STATEMENT OF CHANGES IN NET POSITION

(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2014	2013	2014	2013	2014	2013	
Revenues:							
Program Revenues							
Charges for Services	\$ 175,296	\$ 127,304	\$ 74,383	\$ 72,623	\$ 249,679	\$ 199,927	24.89%
Operating Grants and Contributions	60,142	65,382	-	-	60,142	65,382	(8.01)%
Capital Grants and Contributions	20,042	18,554	-	113	20,042	18,667	7.37%
General Revenues							
Property Taxes	124,809	120,344	1,753	1,738	126,562	122,082	3.67%
City Sales Tax	18,315	17,034	-	-	18,315	17,034	7.52%
Franchise Fees and Other Taxes	29,816	32,533	-	-	29,816	32,533	(8.35)%
Local Government Aid	60,424	53,909	-	-	60,424	53,909	12.09%
Grants and Contributions							
Not Restricted	2,173	1,068	2,521	1,245	4,694	2,313	102.94%
Investment Income	9,079	(3,981)	877	(362)	9,956	(4,343)	(329.24)%
Gain on Sale of Capital Assets	68	97	-	2	68	99	(31.31)%
Noncapital Contributions	16,154	283	-	-	16,154	283	5608.13%
Miscellaneous	14,673	7,418	26	6	14,699	7,424	97.99%
Total Revenues	\$ 530,991	\$ 439,945	\$ 79,560	\$ 75,365	\$ 610,551	\$ 515,310	18.48%



# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

### FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

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

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2014	2013	2014	2013	2014	2013	
Expenses:							
General Government	\$ 69,579	\$ 45,897	\$ -	\$ -	\$ 69,579	\$ 45,897	51.60%
Public Safety	179,068	180,336	-	-	179,068	180,336	(0.70)%
Highway and Streets	95,672	73,113	-	-	95,672	73,113	30.85%
Sanitation	5,436	4,419	-	-	5,436	4,419	23.01%
Health	3,965	3,281	-	-	3,965	3,281	20.85%
Culture and Recreation	69,349	78,240	-	-	69,349	78,240	(11.36)%
Housing and Economic Development	42,338	54,377	-	-	42,338	54,377	(22.14)%
Interest and Fiscal Charges	28,296	21,170	-	-	28,296	21,170	33.66%
Sewer	-	-	43,803	41,534	43,803	41,534	5.46%
Development Loan Programs	-	-	1,051	2,112	1,051	2,112	(50.24)%
Parking	-	-	11,904	11,640	11,904	11,640	2.27%
Penfield	-	-	3,777	-	3,777	-	
Parks, Recreation and Athletics	-	-	4,192	4,740	4,192	4,740	(11.56)%
Impound Lot	-	-	3,151	3,241	3,151	3,241	(2.78)%
Printing	-	-	1,434	1,405	1,434	1,405	2.06%
Lofts	-	-	1,122	-	1,122	-	
<b>Total Expenses</b>	<b>\$ 493,703</b>	<b>\$ 460,833</b>	<b>\$ 70,434</b>	<b>\$ 64,672</b>	<b>\$ 564,137</b>	<b>\$ 525,505</b>	<b>7.35%</b>
Change in Net Assets before Transfers	\$ 37,288	\$ (20,889)	\$ 9,126	\$ 10,693	\$ 46,414	\$ (10,196)	(555.22)%
Transfers	8,198	10,331	(8,198)	(10,331)	-	-	
<b>Change in Net Position</b>	<b>\$ 45,486</b>	<b>\$ (10,558)</b>	<b>\$ 928</b>	<b>\$ 362</b>	<b>\$ 46,414</b>	<b>\$ (10,196)</b>	<b>(555.22)%</b>
Net Position, January 1, as restated	\$ 939,430	\$ 948,222	\$ 319,346	\$ 318,918	\$ 1,258,776	\$ 1,267,140	(0.66)%
Net Position, December 31	\$ 984,916	\$ 937,664	\$ 320,274	\$ 319,280	\$ 1,305,190	\$ 1,256,944	3.84%
2013 Restatements		1,766		66		1,832	
Net Position, December 31, Restated		\$ 939,430		\$ 319,346		\$ 1,258,776	

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

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### FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

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#### **Governmental Activities**

Governmental activities increased the City's net position by \$45.5 million, an increase of \$56.1 million in net change in net position compared to the 2013 decrease of \$12.1 million. Overall the governmental activities in 2014 were stable, with increased revenues more than the increased expenses. Revenues increased by \$91.0 million while the expenses increased by \$32.9 million and the net transfers decreased by \$2.1 million. For 2014 the fund structure for all the funds was changed to reduce the number of funds and to facilitate better reporting. This resulted in large variances between 2014 and 2013 due to shrinking the number of funds from 82 to 39 funds in 2014.

#### **Business-type Activities**

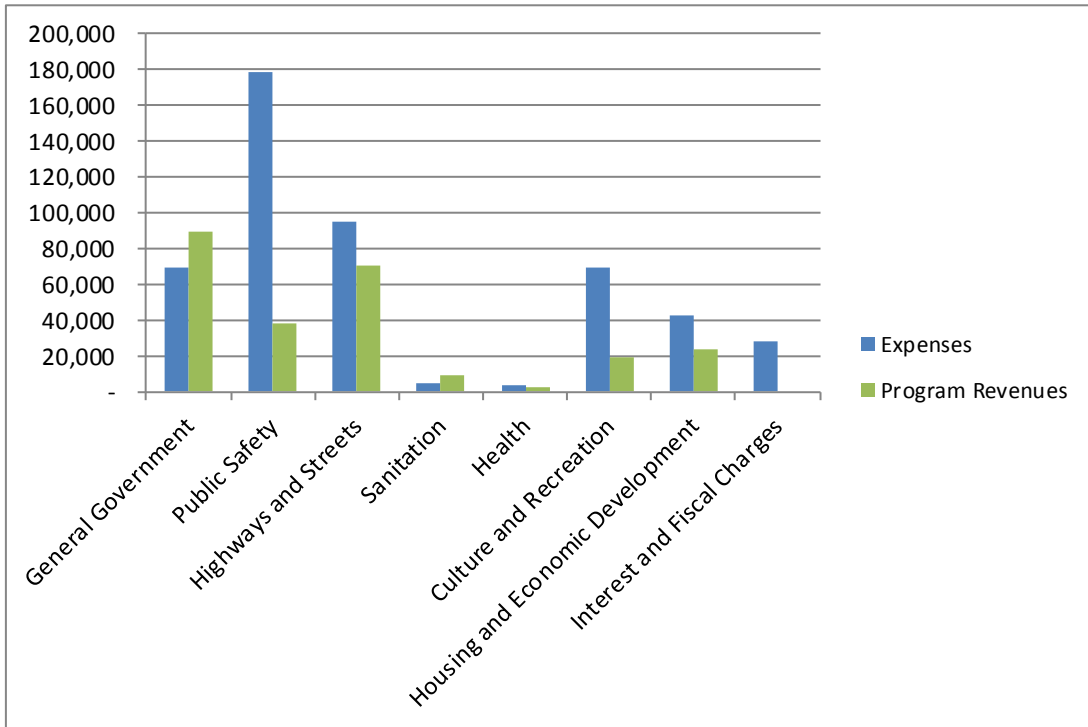
Business-type activities experienced a \$0.9 million increase in net position. This is a result of the revenues increasing by \$4.2 million while the expenses increased by \$5.8 million and transfers decreased by \$2.1 million compared to 2013. Most of the increase in expenses for 2014 compared to 2013 occurred in the Sewer Utility Fund and the HRA Penfield Fund. The increase for the Sewer Utility Fund is primarily related to infrastructure project work, Metropolitan Council Environmental Services (MCES) increase, and an increase in the private sewer connection program. For 2014 a fund structure change occurred whereby the HRA Penfield Apartments became a separate fund when in 2013 the HRA Penfield Fund was included in the activities of the HRA Loan Enterprise Fund.

# CITY OF SAINT PAUL, MINNESOTA

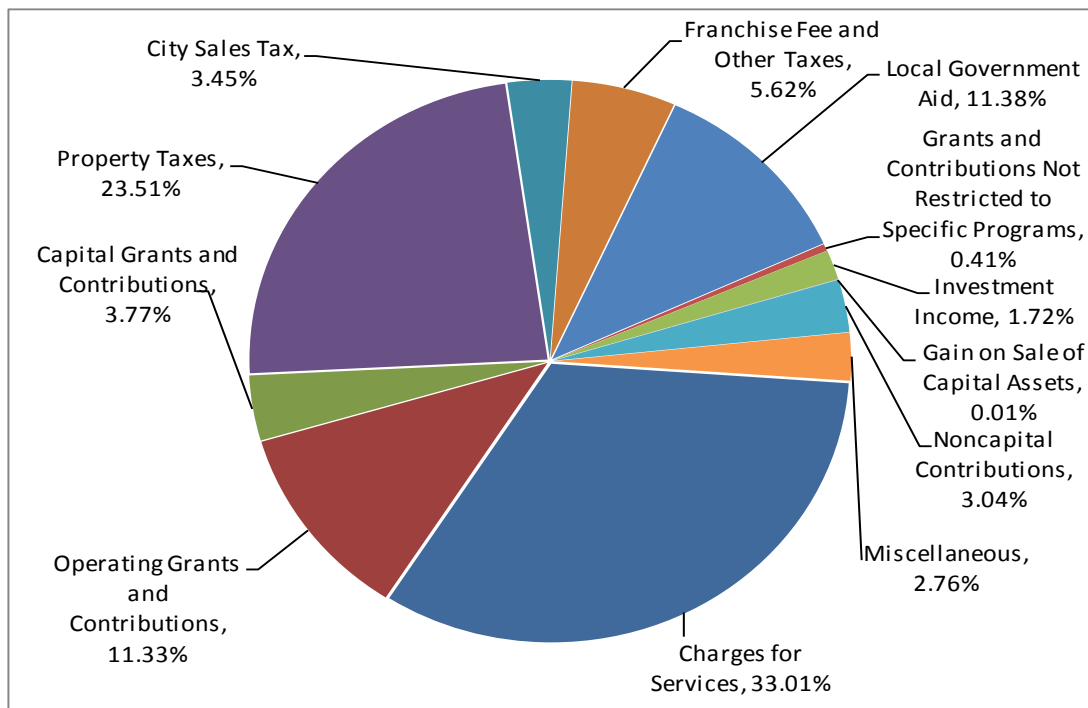
## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

### FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

**Expenses and Program Revenues – Governmental Activities (in thousands)**



**Revenue by Source – Governmental Activities**



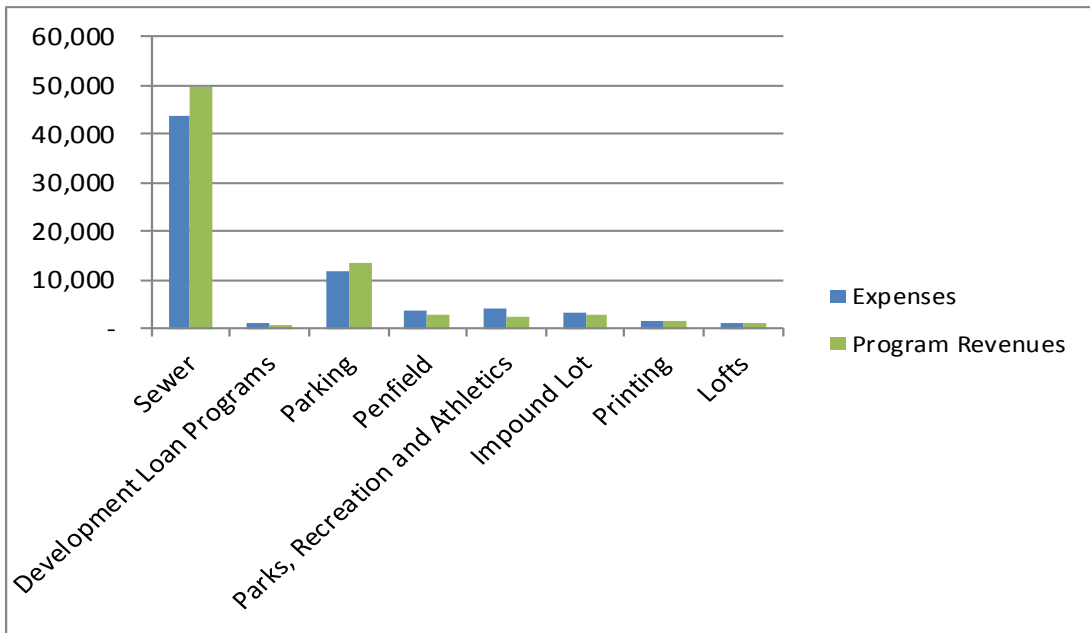
# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

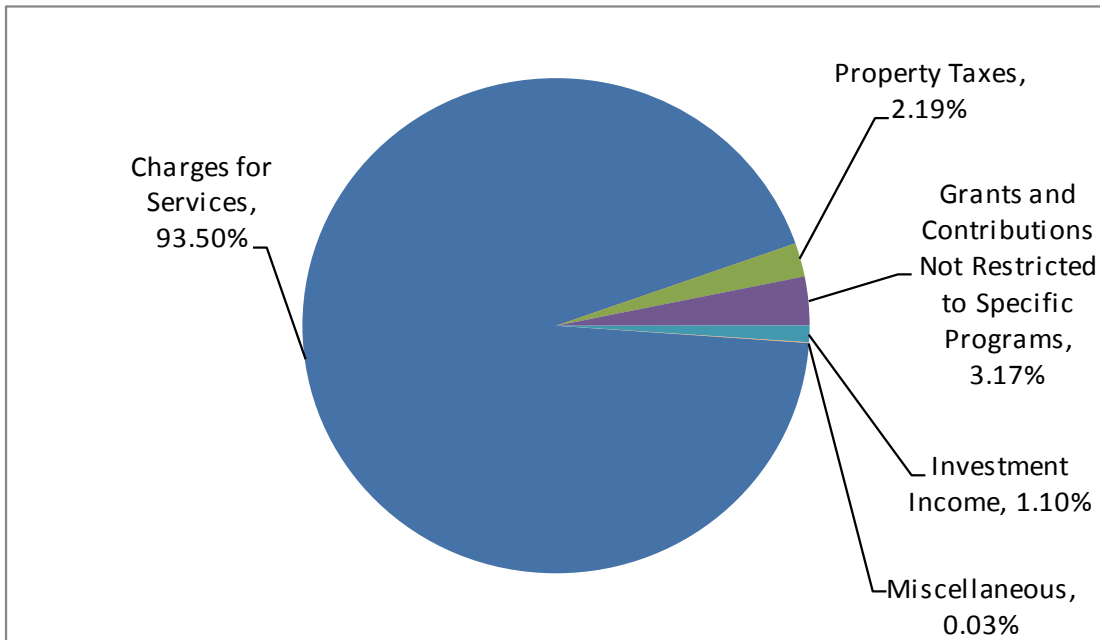
For Year Ended December 31, 2014

### FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

**Expenses and Program Revenues – Business-type Activities (in thousands)**



**Revenues by Source – Business-type Activities**



# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

### 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 \$258.7 million. The majority of the fund balance is either nonspendable or restricted which comprise 70.5% of the total. The rest at 29.5% is unrestricted.

Nonspendable fund balance (1.5% of total) includes amounts that are not in spendable form, or legally or contractually required to be maintained intact. Restricted fund balance comprises 69.0% of the total fund balance. Fund balance is 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 \$76.3 million of unrestricted fund balance, \$19.9 million is committed, \$27.5 million is assigned and \$28.9 million is unassigned. The total unassigned balance is net of the reported balance in the City General Fund of \$49.0 million and the rest that are reported in various special revenue funds for (\$4.5) million and capital project funds for (\$15.6) million.

Purposes	Nonspendable	Restricted	Unrestricted			Subtotal	Total
			Committed	Assigned	Unassigned		
Advance to Component Units	\$ 3,924,608	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,924,608
Corpus of Permanent Funds	35,000	-	-	-	-	-	35,000
General Government	-	82,601,692	975,399	10,064,055	-	11,039,454	93,641,146
Public Safety	-	-	-	356,401	-	356,401	356,401
Highways and Streets	-	1,279,578	-	8,544,446	-	8,544,446	9,824,024
Sanitation	-	-	-	1,329,605	-	1,329,605	1,329,605
Health	-	-	-	-	-	-	-
Culture and Recreation	-	1,009,779	1,450,953	2,192,671	-	3,643,624	4,653,403
Housing and Economic Development	-	49,518	17,514,790	4,959,422	-	22,474,212	22,523,730
Debt Service	-	93,533,086	-	-	-	-	93,533,086
Unassigned	-	-	-	-	28,887,389	28,887,389	28,887,389
<b>Total</b>	<b>\$ 3,959,608</b>	<b>\$ 178,473,653</b>	<b>\$ 19,941,142</b>	<b>\$ 27,446,600</b>	<b>\$ 28,887,389</b>	<b>\$ 76,275,131</b>	<b>\$ 258,708,392</b>
<b>Percent of Total</b>	<b>1.5%</b>	<b>69.0%</b>	<b>7.7%</b>	<b>10.6%</b>	<b>11.2%</b>	<b>29.5%</b>	<b>100.0%</b>

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

**General Fund** is the chief operating fund of the City. Total fund balance as of December 31, 2014, was \$49.4 million, of which \$49.0 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 99.1% of the total fund balance and 21.5% of the total 2014 fund expenditures including transfers out. The fund balance increased by \$2.8 million during the current fiscal year.

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

Revenues by Source	2014	2013	Net Change	Total Percent Change
Property Tax	\$ 73,337,932	\$ 73,232,114	\$ 105,818	0.14%
Franchise Fees and Other Taxes	27,723,057	31,192,015	(3,468,958)	(11.12)%
Intergovernmental	71,274,356	62,952,915	8,321,441	13.22%
Fees, Sales and Services	48,983,136	48,541,596	441,540	0.91%
Interest	3,047,213	(2,129,559)	5,176,772	243.09%
Miscellaneous	875,038	5,394,396	(4,519,358)	(83.78)%
Transfers In	5,454,823	6,284,040	(829,217)	(13.20)%
Sale of Capital Assets	41,905	27,281	14,624	53.61%
Total	<u>\$ 230,737,460</u>	<u>\$ 225,494,798</u>	<u>\$ 5,242,662</u>	2.32%

Overall, the General Fund revenues increased by \$5.2 million (2.3%) in 2014 as compared to 2013. The main reason for this increase is due to an increase of \$10.1 million in Local Government Aid, a general purpose aid intended to be used for property tax relief, from the State of Minnesota. Property Tax, Intergovernmental, Fees Sales and Services, Interest, and Sale of Capital Assets increased while Franchise Fees and Other Taxes, Miscellaneous, and Transfers In decreased.

In 2014, property tax revenue increased by \$0.1 million or 1.3%. Total property tax levied in 2014 was \$99.4 million, the same amount levied in 2013. The General Fund portion is \$71.3 million or 71.8% of the total, a decrease of \$0.75 million from 2013. Current property tax revenue has increased by \$1.6 million while delinquent property tax revenue decreased by \$0.1 million. The remaining portion of the property tax levy supports the Public Library General Fund, in the amount of \$16.1 million or 16.2% and the City Debt Service Funds for \$11.9 million or 12.0%.

Franchise Fees and Other Taxes decreased by \$3.5 million mainly due to the deferred franchise fees and deferred loan repayments made by District Energy in 2013 but not in 2014. All Franchise Fees except for District Energy Cooling did increase slightly from 2013 or \$0.3 million.

Interest earnings increased by \$5.2 million in 2014 due to an increase in fair market value of investments compared to 2013.

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Expenditures by Function	2014	2013	Net Change	Total Percent Change
General Government	\$ 42,172,007	\$ 31,691,983	\$ 10,480,024	33.07%
Public Safety	155,051,635	150,081,179	4,970,456	3.31%
Highways and Streets	1,996,364	3,313,132	(1,316,768)	(39.74)%
Culture and Recreation	26,212,091	26,596,065	(383,974)	(1.44)%
Miscellaneous	288,352	6,319,286	(6,030,934)	(95.44)%
Debt	8,450	7,426	1,024	13.79%
Transfers Out	2,251,040	10,861,972	(8,610,932)	(79.28)%
Total	<u>\$ 227,979,939</u>	<u>\$ 228,871,043</u>	<u>\$ (891,104)</u>	(0.39)%

Total General Fund expenditures decreased by \$0.9 million or 0.4% as compared to 2013.

General Government expenditures increased by \$10.5 million. The increase was mainly due to the following: increased staffing costs, professional services, computer equipment payments, INET fees, and settlements.

Public Safety expenditures increased by \$5.0 million compared to 2013. The increase was mainly due to increased employee salary and fringe benefit costs.

Transfers Out decreased by \$8.6 million. The decrease was mainly due to a prepayment of \$7.7 million made in 2013 for District Energy deferred franchise fees and deferred loan repayments which are not called for in 2014.

**Assessment Financing Fund** to account for monies from assessments and fees charged for the building of capital projects, Truth-In-Sale of Housing, Nuisance Housing Abatement, Code Enforcement and the Rental Registration program. The fund is reporting a fund balance of \$6.5 million on December 31, 2014. The fund structure changed in 2014 whereby similar activities previously accounted for in separate funds are now accounted for in this fund.

**Public Library General Fund** accounts for the general operations of the Saint Paul Public Library. The purpose of separating the Public Library from the City 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 \$16.2 million with expenditures including transfers out of \$16.0 million. The fund balance increased \$0.2 million. The fund is reporting a fund balance on December 31, 2014, of \$1.6 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, land sale proceeds, investment earnings, and other revenues. 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 2014 by \$0.1 million to a total of \$12.0 million at December 31, 2014, due to an increase in service revenue from Conduit Revenue bonds issued.

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

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### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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**City 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 2014, \$11.9 million was received in taxes, \$5.3 million more than in 2013. The transfers in of \$61.0 million have increased by \$33.3 million. The total fund revenues and transfers in were \$86.9 million and the expenditures for debt payments in 2014 totaled \$39.4 million. The remaining fund balance of \$65.0 million at the end of the fiscal year is to be used for future debt service payments.

**HRA General Debt Fund** accumulates resources and pays debt service for the HRA's debt that is not financed by 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, 2014, the fund balance is \$10.3 million, which is entirely restricted for future debt service. Total debt spending during 2014 was \$45.7 million including \$32.0 million to defease the series 1996 Sales Tax Revenue Bonds.

**City Capital Projects Fund** accounts for the major capital improvement projects relating to City-owned capital assets. The fund has a total fund balance of \$59.3 million. The net increase in fund balance during the current year was \$27.7 million. This is mainly due to unspent bond proceeds for capital projects still in the process of completion.

#### 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.

**Sewer Utility Enterprise Fund** performance in 2014 ended with an unrestricted net asset balance of \$27.6 million at December 31, 2014. The total net position decreased in 2014 by \$881,207. Operating cash is being maintained in the \$30-\$40 million range; total cash balance at December 31, 2014 was \$36 million. Revenues are being increased with a three and a half percent (3.5%) increase in sanitary rates and a three and a half percent (3.5%) increase in storm rates, which was recommended by the Mayor and adopted by the City Council in late 2014 for implementation on January 1, 2015.

The Sewer Utility Enterprise Fund anticipates a decrease in unrestricted net position 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 (\$6.98 million), and the restriction for operation and maintenance (\$4.39 million). In July 2014, 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.

**HRA Loan Enterprise Fund** accounts for loans issued and services related to housing and business assistance. The Fund has unrestricted net position totaling \$16.5 million at December 31, 2014. The assets of the Fund include loans receivable and accrued interest on these loans which are reported at \$4.9 million (net of allowance) and in many cases have long repayment terms before there will be liquidation to cash. Cash and investments not including trust accounts are reported at \$6.3 million at December 31, 2014. The Fund had an overall increase in net position of \$0.8 million for 2014.

**HRA Parking Fund** accounts for the operation of HRA owned parking facilities in Saint Paul. The Fund has unrestricted net position of \$14.5 million at December 31, 2014. Assets in the Fund include capital assets for parking facilities reported at the depreciated amount of \$88.3 million. Long-term debt used for financing the construction of the parking facilities is \$57.5 million in principal outstanding at December 31, 2014. The Fund had operating income of \$4.3 million during 2014. The fund sustained bad debt expense of \$765,000 on the write-off of a parking meter loan due from Public Works. It also incurred additional expenses for payments to outside agencies for increased game day sales revenue paid to the Wild of



# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

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### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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about \$160,000 and had increased maintenance expenses for painting parking ramps of about \$96,000. The fund also had an increase in parking ramp operator expenses of about \$91,000 that offset the increase in ramp operating revenues of about \$187,000. The fund also transferred out approximately \$642,000 toward the purchase of the Lexington Library and for certain traffic studies.

**HRA Penfield Fund** accounts for the Penfield Apartments. The Fund has an unrestricted net position totaling \$3.7 million at December 31, 2014. The assets of the Fund include capital assets which are reported at \$56.0 million, net of accumulated depreciation. Cash and investments are reported at \$3.8 million at December 31, 2014. The Fund had an overall net position of \$19.2 million at December 31, 2014 and 2014 is the first year that the activities of the Penfield Apartments are reported as a separate fund.

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

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### GENERAL FUND BUDGETARY HIGHLIGHTS

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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 \$233.3 million, which included the 2013 appropriation of \$2.2 million that was carried forward to 2014.

The 2014 actual spending including transfers out was \$228.0 million, as compared to the final budget of \$233.6 million, resulted in a \$5.6 million positive variance. Actual expenditures were 97.6% of the final budgeted amount.

The 2014 actual financing including transfers in was \$230.7 million compared to the final budget of \$231.3 million, and resulted in a negative variance of \$0.6 million. Actual revenues were 100.7% of the final budgeted amount.

Overall, the General Fund budget to actual results reflected a positive variance of \$4.9 million, with an actual net change in fund balance of \$2.8 million.

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

### CAPITAL ASSETS

At the end of 2014, the City had invested a total of \$1,675.3 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 \$11.6 million.

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

Public Works completed its 19<sup>th</sup> year of the Residential Street Vitality Program (RSVP) by awarding the Montana/Greenbrier, Fairview/Bohland, Maiden Lane/Virginia, and 8<sup>th</sup> Street for a total of \$12.3 million of Street Improvement Bonds and \$2 million of Municipal State Aid.

Public Works awarded Montreal Avenue Reconstruction, Western Avenue Streetscape, Cayuga Arkwright, Highland Village Streetscape, and Jefferson Griggs Bikeway for a total of \$16.8 million of Municipal State Aid, Federal Grants, and local funding.

Public Works continued work on Pierce Butler and continued design work on Raymond Avenue Phase II, Kellogg & Market, Kellogg & St. Peter Bridges. In addition, design work was started on Jackson Street Reconstruction. Public Works worked in cooperation with Parks and Recreation Department on the Grand Round project, and completed work on the Green Line (Central Corridor Light Rail) project in 2014.

The Sewer System Rehabilitation program is now in its 17<sup>th</sup> year. The City awarded contracts for the Westside relining project, Burns/Park relining project and Juno/Watson relining project. All projects have an estimated completion date of November 30, 2015. A contract for the rehabilitation of the St. Anthony Tunnel Phase VI was awarded in the fall of 2014 so that work could take place during the winter months.

The Saint Paul Parks and Recreation Department is now in its 3<sup>rd</sup> year of a major construction project for the Lowertown Ballpark. The \$64.0 million project will be home to the Saint Paul Saints and host several events for the amateur sports community. The ballpark will be open for the spring 2015 baseball season.

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

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2014	2013	2014	2013	2014	2013	
Land	\$ 153,043	\$ 152,395	\$ 36,047	\$ 35,755	\$ 189,090	\$ 188,150	0.50%
Buildings and Structures	343,106	346,418	124,038	73,912	467,144	420,330	11.14%
Improvements other than Buildings	89,223	93,201	-	-	89,223	93,201	(4.27)%
Public Improvements	-	-	263,321	257,318	263,321	257,318	2.33%
Equipment	43,726	27,594	2,418	2,595	46,144	30,189	52.85%
Infrastructure	456,313	455,503	-	-	456,313	455,503	0.18%
Construction in Progress	159,955	117,672	4,069	56,718	164,024	174,390	(5.94)%
<b>Total</b>	<b>\$ 1,245,366</b>	<b>\$ 1,192,783</b>	<b>\$ 429,893</b>	<b>\$ 426,298</b>	<b>\$ 1,675,259</b>	<b>\$ 1,619,081</b>	<b>3.47%</b>

Additional information on the City of Saint Paul's capital assets can be found in Note VI.E in the Notes to the Financial Statements section of this report.

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

### LONG-TERM OBLIGATIONS

During 2014, the City issued \$102.1 million in bonds and retired/defeased \$81.5 million in bonds, resulting in \$519.3 million in bonds payable and \$98.2 million in notes payable at the end of 2014. Of the bonded debt, \$185.8 million is considered to be gross direct general property tax supported debt; considering the \$65.0 million available in the City Debt Service Fund the net general property tax supported debt at year end was \$120.8 million or \$403 per capita.

The City's General Obligation bonds issued in 2014 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 2014 received an 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
	2014	2013	2014	2013	2014	2013	
General Obligation Bonds	\$225,815	\$201,925	\$ 21,525	\$ 23,235	\$247,340	\$225,160	9.85%
Limited Tax Bonds	-	-	7,755	7,855	7,755	7,855	(1.27)%
Revenue Bonds	-	-	75,675	71,910	75,675	71,910	5.24%
Sales Tax Revenue Bonds	110,830	78,160	-	-	110,830	78,160	41.80%
HRA Tax Increment Revenue Bonds	30,440	32,420	-	-	30,440	32,420	(6.11)%
HRA Parking Facilities Revenue Bonds	-	-	35,985	37,815	35,985	37,815	(4.84)%
HRA Sales Tax Revenue Bonds	-	31,430	-	-	-	31,430	(100.00)%
HRA Lease Revenue Bonds	11,250	11,880	-	-	11,250	11,880	(5.30)%
General Obligation Notes	14,887	17,219	-	-	14,887	17,219	(13.54)%
Revenue Notes	61,470	31,250	6,366	7,563	67,836	38,813	74.78%
HRA Revenue Notes	13,931	18,310	1,580	1,580	15,511	19,890	(22.02)%
<b>Total</b>	<b>\$468,623</b>	<b>\$422,594</b>	<b>\$148,886</b>	<b>\$149,958</b>	<b>\$617,509</b>	<b>\$572,552</b>	<b>7.85%</b>

Additional information on the City of Saint Paul's long-term obligations can be found in Note VI.G in the Notes to the Financial Statements section of this report.

# CITY OF SAINT PAUL, MINNESOTA

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2014

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### CURRENTLY KNOWN FACTS/ECONOMIC CONDITIONS

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#### Financial Outlook

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

In 2008, 2009, 2010, 2011, and 2012 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.

State aid payments are a significant source of financing for the City's General Fund Budget. In the 2013 legislative session, the legislature increased LGA (Local Government Aid) to \$60.4 million for 2014, which represents a \$10.1 million from the 2013 certified amount. In 2014, the legislature again increased LGA for 2015 to \$61.8 million, which represents a \$1.4 million increase from the 2014 certified amount.

The LGA increase approved during the 2013 and 2014 legislative sessions are a good step toward renewing a more balanced and predictable state/local fiscal relationship, which will help make local budget planning and service delivery more predictable for the citizens of Saint Paul.

The Mayor is committed to working closely with the City Council to address any budgetary concerns 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, 2014

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### CURRENTLY KNOWN FACTS/ECONOMIC CONDITIONS

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#### Employment Outlook

The 2014 annual average unemployment rate for the City of Saint Paul was reported by the Bureau of Labor Statistics at 4.1%, compared to the state unemployment rate of 4.0% and a U.S. average rate of 6.2%. 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 (58,759 jobs in 2014, 33.2% of total). Other large sectors include public administration (22,859 jobs, 12.9%); professional and business services (21,073, 11.9%); and trade, transportation, and utilities (19,091 jobs, 10.8%) according to Minnesota Department of Employment and Economic Development.

For 2014, Saint Paul employers paid an average of \$55,523 annually compared to the 2013 average of \$53,599, which represents an increase of 3.6%. An average wage in the Metro increased by 2.2% (\$60,502 vs. \$59,176) and by 2.6% statewide (\$51,389 vs. \$50,102) during the same period.

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### REQUESTS FOR INFORMATION

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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: Joy Thao, Deputy Finance Director, at 15 W. Kellogg Blvd., Room 700; Saint Paul, Minnesota 55102, call 651-266-8835, or e-mail [joy.thao@ci.stpaul.mn.us](mailto:joy.thao@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](http://www.stpaul.gov).

	Primary Government		Total	Component Units
	Governmental Activities	Business-Type Activities		
<b>ASSETS</b>				
Cash and Investments	\$ 270,732,555	\$ 43,947,251	\$ 314,679,806	\$ 18,942,624
Investments	-	6,323,160	6,323,160	19,957,430
Receivables (Net of Allowance for Uncollectibles)	72,838,174	7,176,301	80,014,475	10,592,005
Due from Xcel Energy	1,281,959	-	1,281,959	-
Due from Component Units	191,360	2,879,056	3,070,416	-
Due from Primary Government	-	-	-	79,635
Due from Other Governmental Units	33,728,862	438,200	34,167,062	972,070
Advance to Component Units	185,480	-	185,480	-
Internal Balances	5,024,150	(5,024,150)	-	-
Inventories	11,920,041	7,620,821	19,540,862	2,074,513
Other Assets	142,593	176,419	319,012	425,002
Restricted Cash and Investments	-	20,770,182	20,770,182	34,420,356
Long Term Receivables	1,662,500	5,189,947	6,852,447	87,442,937
Capital Assets Not Being Depreciated				
Land	153,042,691	36,047,316	189,090,007	9,337,486
Construction in Progress	159,954,602	4,068,620	164,023,222	19,877,596
Capital Assets Net of Accumulated Depreciation				
Buildings and Structures	343,106,445	124,037,693	467,144,138	60,549,268
Improvements Other than Buildings	89,222,718	-	89,222,718	-
Public Improvements	-	263,321,385	263,321,385	207,882,267
Equipment	43,726,292	2,418,231	46,144,523	25,350,220
Infrastructure	456,313,060	-	456,313,060	-
<b>Total Assets</b>	<b>1,643,073,482</b>	<b>519,390,432</b>	<b>2,162,463,914</b>	<b>497,903,409</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Unrealized Loss on Derivatives	11,010,150	-	11,010,150	-
<b>LIABILITIES</b>				
Accounts Payable and Other Current Liabilities	27,565,030	1,638,457	29,203,487	11,832,802
Accrued Salaries	11,708,051	415,957	12,124,008	801,688
Due to Component Units	-	79,635	79,635	-
Due to Primary Government	-	-	-	3,070,416
Due to Other Governmental Units	6,656,452	239,966	6,896,418	2,186,075
Advance from Primary Government	-	-	-	185,480
Liabilities Payable from Restricted Assets	-	4,322,186	4,322,186	52,098,688
Pollution Remediation Obligation	1,916,181	-	1,916,181	-
Unearned Revenue	13,633,074	2,117,569	15,750,643	1,145,826
Noncurrent Liabilities:				
Due Within One Year	46,726,936	7,250,325	53,977,261	-
Due in More than One Year	549,951,338	183,052,275	733,003,613	129,082,469
<b>Total Liabilities</b>	<b>658,157,062</b>	<b>199,116,370</b>	<b>857,273,432</b>	<b>200,403,444</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Interest Swap Derivative	11,010,150	-	11,010,150	-
<b>NET POSITION</b>				
Net Investment in Capital Assets	884,350,146	249,527,566	1,133,877,712	226,853,137
Restricted for:				
General Government	70,266,730	-	70,266,730	-
Public Safety	4,034,133	-	4,034,133	-
Highways and Streets	3,058,752	-	3,058,752	-
Culture and Recreation	4,588,817	-	4,588,817	-
Economic Development	2,763,992	-	2,763,992	-
Debt Service	65,002,218	10,964,551	75,966,769	-
Permanent Activities				
Expendable	14,518	-	14,518	-
Nonexpendable	35,000	-	35,000	-
Operations and Maintenance	-	4,965,404	4,965,404	68,353,913
Grantors	-	773,865	773,865	-
Unrestricted	(49,197,886)	54,042,676	4,844,790	2,292,915
<b>Total Net Position</b>	<b>\$ 984,916,420</b>	<b>\$ 320,274,062</b>	<b>\$ 1,305,190,482</b>	<b>\$ 297,499,965</b>

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

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Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Units
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-Type Activities	Totals	
<b>Primary Government</b>								
<b>Governmental Activities</b>								
General Government	\$ 69,578,614	\$ 51,972,789	\$ 29,010,233	\$ 8,678,700	\$ 20,083,108	\$ -	\$ 20,083,108	\$ -
Public Safety	179,068,144	34,658,084	4,026,295	-	(140,383,765)	-	(140,383,765)	-
Highways and Streets	95,671,488	56,098,206	3,453,516	11,363,732	(24,756,034)	-	(24,756,034)	-
Sanitation	5,435,630	9,339,524	50,480	-	3,954,374	-	3,954,374	-
Health	3,965,489	3,207,916	-	-	(757,573)	-	(757,573)	-
Culture and Recreation	69,348,669	10,134,984	9,231,815	-	(49,981,870)	-	(49,981,870)	-
Housing and Economic Development	42,338,140	9,884,795	14,369,856	-	(18,083,489)	-	(18,083,489)	-
Interest and Fiscal Charges	28,296,493	-	-	-	(28,296,493)	-	(28,296,493)	-
<b>Total Governmental Activities</b>	<b>493,702,667</b>	<b>175,296,298</b>	<b>60,142,195</b>	<b>20,042,432</b>	<b>(238,221,742)</b>	<b>-</b>	<b>(238,221,742)</b>	<b>-</b>
<b>Business-Type Activities</b>								
Sewer	43,802,699	49,640,483	-	-	-	5,837,784	5,837,784	-
Development Loan Programs	1,051,049	606,581	-	-	-	(444,468)	(444,468)	-
Parking Operations	11,903,949	13,669,640	-	-	-	1,765,691	1,765,691	-
Penfield	3,777,489	2,745,170	-	-	-	(1,032,319)	(1,032,319)	-
Parks, Recreation and Athletics	4,191,870	2,333,934	-	-	-	(1,857,936)	(1,857,936)	-
Impound Lot	3,150,863	2,874,833	-	-	-	(276,030)	(276,030)	-
Printing	1,434,043	1,498,360	-	-	-	64,317	64,317	-
Lofts	1,122,190	1,013,404	-	-	-	(108,786)	(108,786)	-
<b>Total Business-Type Activities</b>	<b>70,434,152</b>	<b>74,382,405</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,948,253</b>	<b>3,948,253</b>	<b>-</b>
<b>Total Primary Government</b>	<b>\$ 564,136,819</b>	<b>\$ 249,678,703</b>	<b>\$ 60,142,195</b>	<b>\$ 20,042,432</b>	<b>\$ (238,221,742)</b>	<b>\$ 3,948,253</b>	<b>\$ (234,273,489)</b>	<b>\$ -</b>
<b>Component Units</b>								
RiverCentre Convention & Visitors Authority	\$ 14,628,816	\$ 10,360,666	\$ 679,739	\$ 2,728,112	\$ -	\$ -	\$ -	\$ (860,299)
Regional Water Services	45,531,382	50,857,673	77,960	2,183,175	-	-	-	7,587,426
Port Authority	20,060,132	7,608,369	2,109,768	-	-	-	-	(10,341,995)
<b>Total Component Units</b>	<b>\$ 80,220,330</b>	<b>\$ 68,826,708</b>	<b>\$ 2,867,467</b>	<b>\$ 4,911,287</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (3,614,868)</b>
<b>General Revenues</b>								
<b>Taxes</b>								
Property Taxes, Levied for General Purposes					\$ 102,333,637	\$ 1,753,095	\$ 104,086,732	\$ -
Property Taxes, Levied for Debt Service					22,474,817	-	22,474,817	5,933,564
City Sales Tax					18,314,992	-	18,314,992	-
Gross Earnings Franchise Fee					26,022,004	-	26,022,004	-
Other Taxes					3,794,188	-	3,794,188	1,798,809
<b>Revenues Not Restricted to Specific Programs</b>								
Local Government Aid					60,424,253	-	60,424,253	-
Grants and Contributions					2,172,748	2,521,342	4,694,090	-
<b>Investment Income</b>								
Interest Earned on Investments					4,795,857	415,038	5,210,895	957,297
Increase (Decrease) in Fair Value of Investments					3,897,685	407,941	4,305,626	1,215,740
Other Investment Income					385,371	54,203	439,574	-
Gain on Sale of Capital Assets					67,793	-	67,793	91,578
Noncapital Contribution					16,153,683	-	16,153,683	-
Miscellaneous					14,673,359	25,858	14,699,217	1,099,804
Transfers					8,197,576	(8,197,576)	-	-
<b>Total General Revenues and Transfers</b>					<b>283,707,963</b>	<b>(3,020,099)</b>	<b>280,687,864</b>	<b>11,096,792</b>
<b>Change in Net Position</b>					<b>45,486,221</b>	<b>928,154</b>	<b>46,414,375</b>	<b>7,481,924</b>
<b>Net Position, January 1, as restated (Note III-C)</b>					<b>939,430,199</b>	<b>319,345,908</b>	<b>1,258,776,107</b>	<b>290,018,041</b>
<b>Net Position, December 31</b>					<b>\$ 984,916,420</b>	<b>\$ 320,274,062</b>	<b>\$ 1,305,190,482</b>	<b>\$ 297,499,965</b>

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

	General	Assessment Financing	Public Library General Fund	HRA General Fund	City Debt Service
<b>ASSETS</b>					
Cash and Investments with Treasurer	\$ 41,296,671	\$ 6,822,479	\$ 2,191,890	\$ 11,427,313	\$ 40,123,268
Cash and Investments with Trustees	-	-	-	-	24,443,089
Imprest Funds	41,490	-	-	-	-
Receivables					
Property Taxes - Due from Ramsey County	1,105,851	-	236,726	43,223	175,354
Property Taxes - Delinquent	1,712,958	-	389,042	71,179	255,245
Accounts (net of allowance for estimated uncollectible)	2,944,494	402,434	-	168,713	-
Assessments	-	17,245,486	-	-	14,299,958
Notes and Loans	-	-	-	-	-
Accrued Interest	354,914	-	-	43,026	239,539
Due from Xcel Energy	1,254,008	-	-	-	-
Due from Other Funds	17,565,913	182,340	-	-	-
Due from Component Units	191,360	-	-	-	-
Due from Other Governmental Units	1,586,585	-	-	-	-
Advance to Other Funds	-	-	-	692,050	-
Advance to Component Units	185,480	-	-	-	-
Land Held for Resale	-	-	-	488,345	-
<b>TOTAL ASSETS</b>	<b>\$ 68,239,724</b>	<b>\$ 24,652,739</b>	<b>\$ 2,817,658</b>	<b>\$ 12,933,849</b>	<b>\$ 79,536,453</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>Liabilities</b>					
Accrued Salaries Payable	\$ 8,485,110	\$ 2,306	\$ 534,398	\$ -	\$ 7,865
Accounts Payable	5,088,016	30,189	171,384	106,894	9,250
Contracts/Retention Payable	-	-	-	223,362	-
Due to Other Funds	141,507	-	-	-	-
Due to Other Governmental Units	2,022,024	153	90,541	2,294	496
Assessments	-	-	-	-	-
Advance from Other Funds	906,606	612,191	-	-	-
Unearned Revenue	-	467,214	-	-	-
<b>Total Liabilities</b>	<b>16,643,263</b>	<b>1,112,053</b>	<b>796,323</b>	<b>332,550</b>	<b>17,611</b>
<b>Deferred Inflows of Resources</b>					
Unavailable Revenue	2,155,610	17,040,767	407,156	579,059	14,516,624
<b>Fund Balance</b>					
Nonspendable	185,480	-	-	692,050	-
Restricted	-	-	-	-	65,002,218
Committed	251,841	-	1,175,969	6,370,768	-
Assigned	-	6,499,919	438,210	4,959,422	-
Unassigned	49,003,530	-	-	-	-
<b>Total Fund Balances</b>	<b>49,440,851</b>	<b>6,499,919</b>	<b>1,614,179</b>	<b>12,022,240</b>	<b>65,002,218</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 68,239,724</b>	<b>\$ 24,652,739</b>	<b>\$ 2,817,658</b>	<b>\$ 12,933,849</b>	<b>\$ 79,536,453</b>

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

	HRA Debt Service	City Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and Investments with Treasurer	\$ 3,920,197	\$ 64,444,656	\$ 46,855,240	\$ 217,081,714
Cash and Investments with Trustees	6,218,859	2,438,084	2,333,513	35,433,545
Imprest Funds	-	-	58,395	99,885
Receivables				
Property Taxes - Due from Ramsey County	125,103	-	103,309	1,789,566
Property Taxes - Delinquent	64,198	-	90,491	2,583,113
Accounts (net of allowance for estimated uncollectible)	-	178,367	1,282,159	4,976,167
Assessments	-	-	21,049,539	52,594,983
Notes and Loans	-	-	8,856,297	8,856,297
Accrued Interest	67,656	320,678	252,881	1,278,694
Due from Xcel Energy	-	27,951	-	1,281,959
Due from Other Funds	-	-	554,548	18,302,801
Due from Component Units	-	-	-	191,360
Due from Other Governmental Units	-	18,680,127	13,363,864	33,630,576
Advance to Other Funds	-	-	3,047,078	3,739,128
Advance to Component Units	-	-	-	185,480
Land Held for Resale	-	-	8,394,599	8,882,944
<b>TOTAL ASSETS</b>	<b>\$ 10,396,013</b>	<b>\$ 86,089,863</b>	<b>\$ 106,241,913</b>	<b>\$ 390,908,212</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accrued Salaries Payable	\$ -	\$ -	\$ 1,652,076	\$ 10,681,755
Accounts Payable	-	1,080,490	4,202,510	10,688,733
Contracts/Retention Payable	-	11,201,331	-	11,424,693
Due to Other Funds	-	1,526,056	7,190,280	8,857,843
Due to Other Governmental Units	-	2,721,000	1,518,677	6,355,185
Assessments	-	-	599,240	599,240
Advance from Other Funds	-	1,204,000	5,206,932	7,929,729
Unearned Revenue	-	-	12,195,078	12,662,292
<b>Total Liabilities</b>	<b>-</b>	<b>17,732,877</b>	<b>32,564,793</b>	<b>69,199,470</b>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenue	136,889	9,082,780	19,081,465	63,000,350
<b>Fund Balance</b>				
Nonspendable	-	-	3,082,078	3,959,608
Restricted	10,259,124	74,840,765	28,371,546	178,473,653
Committed	-	-	12,142,564	19,941,142
Assigned	-	-	15,549,049	27,446,600
Unassigned	-	(15,566,559)	(4,549,582)	28,887,389
<b>Total Fund Balances</b>	<b>10,259,124</b>	<b>59,274,206</b>	<b>54,595,655</b>	<b>258,708,392</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 10,396,013</b>	<b>\$ 86,089,863</b>	<b>\$ 106,241,913</b>	<b>\$ 390,908,212</b>

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

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RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET AND  
THE GOVERNMENT - WIDE STATEMENT OF NET POSITION  
December 31, 2014

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Total Fund Balances - Governmental Funds	\$ 258,708,392
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.	1,233,738,162
Some receivables that are not currently available are reported as deferred inflows of resources in the fund financial statements, but are recognized as revenue when earned in the government-wide statements, excluding the provision for an allowance for uncollectible taxes.	58,157,353
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 Position.	21,918,942
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(587,606,429)</u>
Net Position of Governmental Activities	<u><u>\$ 984,916,420</u></u>

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

City of Saint Paul, Minnesota  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2014

Statement 5  
(Page 1 of 2)

	General	Assessment Financing	Public Library General Fund	HRA General Fund	City Debt Service
<b>REVENUES</b>					
Taxes					
Property Taxes					
Current Taxpayer	\$ 70,813,873	\$ -	\$ 16,008,813	\$ 2,478,732	\$ 11,848,721
Current Tax Increment	2,390,475	-	-	-	-
Delinquent Taxpayer	146,549	-	29,647	69,480	13,417
Delinquent Tax Increment	(12,965)	-	-	-	-
Total Property Taxes	73,337,932	-	16,038,460	2,548,212	11,862,138
City Sales Tax	-	-	-	-	-
Gross Earnings Franchise Fees	26,022,004	-	-	-	-
Hotel-Motel Tax	1,545,077	-	-	-	-
Other Taxes	155,976	-	-	-	-
Total Taxes	101,060,989	-	16,038,460	2,548,212	11,862,138
Licenses and Permits	10,815,726	-	-	-	-
Intergovernmental Revenue (Schedule 5)	71,274,356	-	18,306	-	644,317
Fees, Sales and Services	38,167,410	160,001	-	1,824,834	3,616,761
Assessments	71,200	6,598,105	-	-	3,338,197
Investment Income					
Interest Earned on Investments	1,614,972	-	-	230,882	510,826
Increase (Decrease) in Fair Value of Investments	1,440,046	-	-	197,240	883,714
Interest Earned - Other	(7,805)	-	-	-	121,014
Miscellaneous Revenue					
Contributions from Other Sources	-	-	-	-	4,731,794
Program Income	-	-	-	-	13,091
Other	803,838	-	290	-	254,404
Total Revenues	225,240,732	6,758,106	16,057,056	4,801,168	25,976,256
<b>EXPENDITURES</b>					
Current					
General Government	42,172,007	1,364,818	-	-	2,303,539
Public Safety	155,051,635	416,825	-	-	-
Highways and Streets	1,996,364	-	-	-	-
Sanitation	-	-	-	-	-
Health	-	-	-	-	-
Culture and Recreation	26,212,091	-	15,774,176	-	-
Housing and Economic Development	-	-	-	5,155,713	-
Capital Outlay	288,352	-	49,710	-	-
Debt Service					
Bond Principal	-	-	-	-	36,680,000
Other Debt Principal	-	-	-	-	6,909,685
Interest - Bonds	-	-	-	-	12,116,770
Interest - Other Debt	8,450	-	-	-	-
Debt Prepayment Penalty	-	-	-	-	661,881
Bond Issuance Costs	-	-	-	-	288,990
Total Expenditures	225,728,899	1,781,643	15,823,886	5,155,713	58,960,865
Excess (Deficiency) of Revenues Over (Under) Expenditures	(488,167)	4,976,463	233,170	(354,545)	(32,984,609)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	5,454,823	375,901	175,000	759,083	60,965,190
Transfers Out	(2,251,040)	(5,534,203)	(182,976)	(286,041)	(10,328,972)
Bonds Issued	-	-	-	-	-
Notes Issued	-	-	-	-	-
Premium on Bonds Issued	-	-	-	-	-
Sale of Capital Assets	41,905	-	-	-	-
Capital Lease	-	-	-	-	-
Total Other Financing Sources (Uses)	3,245,688	(5,158,302)	(7,976)	473,042	50,636,218
Net Change in Fund Balances	2,757,521	(181,839)	225,194	118,497	17,651,609
FUND BALANCES, January 1, as restated (Note III-C)	46,683,330	6,681,758	1,388,985	11,903,743	47,350,609
FUND BALANCES, December 31	\$ 49,440,851	\$ 6,499,919	\$ 1,614,179	\$ 12,022,240	\$ 65,002,218

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

City of Saint Paul, Minnesota  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2014

Statement 5  
(Page 2 of 2)

	HRA General Debt Service	City Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Taxes				
Property Taxes				
Current Taxpayer	\$ -	\$ -	\$ -	\$ 101,150,139
Current Tax Increment	9,695,870	-	10,139,471	22,225,816
Delinquent Taxpayer	-	-	-	259,093
Delinquent Tax Increment	-	-	-	(12,965)
Total Property Taxes	9,695,870	-	10,139,471	123,622,083
City Sales Tax	-	-	18,314,992	18,314,992
Gross Earnings Franchise Fees	-	-	-	26,022,004
Hotel-Motel Tax	-	-	1,982,481	3,527,558
Other Taxes	-	-	145,748	301,724
Total Taxes	9,695,870	-	30,582,692	171,788,361
Licenses and Permits	-	-	356,172	11,171,898
Intergovernmental Revenue (Schedule 5)	-	33,156,312	25,134,648	130,227,939
Fees, Sales and Services	586,204	1,680,935	28,911,571	74,947,716
Assessments	-	-	34,937,705	44,945,207
Investment Income				
Interest Earned on Investments	170,447	1,419,867	639,157	4,586,151
Increase (Decrease) in Fair Value of Investments	204,155	759,519	418,686	3,903,360
Interest Earned - Other	-	-	157,675	270,884
Miscellaneous Revenue	-	-	-	-
Contributions from Other Sources	-	15,454,418	-	20,186,212
Program Income	-	1,744,360	61,501	1,818,952
Other	521,645	611,150	6,809,994	9,001,321
Total Revenues	11,178,321	54,826,561	128,009,801	472,848,001
<b>EXPENDITURES</b>				
Current				
General Government				
Public Safety	-	153,248	4,674,994	50,668,606
Highways and Streets	-	291,804	13,315,167	169,075,431
Sanitation	-	13,363,219	37,242,832	52,602,415
Health	-	-	5,438,602	5,438,602
Culture and Recreation	-	-	3,355,469	3,355,469
Housing and Economic Development	-	71,948	16,721,868	58,780,083
Capital Outlay	452,565	6,135	27,001,958	32,616,371
Debt Service	-	91,506,196	2,052,406	93,896,664
Bond Principal	36,920,000	-	-	73,600,000
Other Debt Principal	597,252	-	175,589	7,682,526
Interest - Bonds	7,054,576	-	-	19,171,346
Interest - Other Debt	328,346	497	3,209,265	3,546,558
Debt Prepayment Penalty	757,271	-	-	1,419,152
Bond Issuance Costs	56,887	1,266,000	-	1,611,877
Total Expenditures	46,166,897	106,659,047	113,188,150	573,465,100
Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,988,576)	(51,832,486)	14,821,651	(100,617,099)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	44,702,335	4,728,658	18,469,934	135,630,924
Transfers Out	(13,170,091)	(63,201,682)	(29,594,533)	(124,549,538)
Bonds Issued	1,995,000	94,125,000	-	96,120,000
Notes Issued	-	33,720,000	-	33,720,000
Premium on Bonds Issued	11,611	10,099,655	-	10,111,266
Sale of Capital Assets	-	65,285	340,048	447,238
Capital Lease	-	-	2,295,600	2,295,600
Total Other Financing Sources (Uses)	33,538,855	79,536,916	(8,488,951)	153,775,490
Net Change in Fund Balances	(1,449,721)	27,704,430	6,332,700	53,158,391
FUND BALANCES, January 1, as restated (Note III-C)	11,708,845	31,569,776	48,262,955	205,550,001
FUND BALANCES, December 31	\$ 10,259,124	\$ 59,274,206	\$ 54,595,655	\$ 258,708,392

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

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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, 2014

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Net Change in Fund Balances - Total Governmental Funds	\$ 53,158,391
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 Position, the cost of these assets is capitalized and depreciated over their estimated useful lives with depreciation expense reported in the Statement of Activities.	52,197,944
Net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, retirements and contributions ) is to increase or decrease net assets	59,072
Receivables not currently available are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.	803,801
Debt and lease proceeds provide current financial resources to governmental funds, but issuing these obligations increases long-term liabilities in the Statement of Net Position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	(47,033,687)
Governmental funds report the effect of premiums and discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.	(8,865,271)
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.	(6,499,525)
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>1,665,496</u>
Change in Net Position of Governmental Activities	<u>\$ 45,486,221</u>

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

	Business-Type Activities - Enterprise Funds					Totals	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan	HRA Parking	HRA Penfield	Nonmajor Enterprise Funds		
<b>ASSETS</b>							
<b>Current Assets</b>							
Cash and Investments with Treasurer	\$ 21,256,293	\$ 6,250,045	\$ 10,831,281	\$ 1	\$ 10,268	\$ 38,347,888	\$ 16,906,461
Cash with Fiscal Agents	-	-	1,041,927	3,817,270	178,367	5,037,564	-
Cash and Investments with Trustees	-	560,049	-	-	-	560,049	1,210,000
Imprest Funds	150	-	-	-	1,600	1,750	950
Restricted Cash and Cash Equivalents	14,809,091	-	5,225,335	-	735,756	20,770,182	-
Receivables							
Delinquent Taxes Receivable	-	-	82,646	-	-	82,646	-
Accounts - net	14,428	-	730,297	85,124	90,261	920,110	759,354
Assessments - net	6,058,643	17,157	-	-	-	6,075,800	-
Accrued Interest	20,885	38,510	22,764	-	15,586	97,745	-
Due from Other Funds	4,319	-	-	-	-	4,319	1,022,389
Due from Component Units	2,879,056	-	-	-	-	2,879,056	-
Due from Other Governmental Units	-	12,399	-	-	425,801	438,200	98,286
Inventories	112,630	-	-	-	286,170	398,800	3,037,097
Prepaid Items	-	-	-	95,657	-	95,657	4,654,445
Land Held for Resale	-	7,222,021	-	-	-	7,222,021	-
<b>Total Current Assets</b>	<b>45,155,495</b>	<b>14,100,181</b>	<b>17,934,250</b>	<b>3,998,052</b>	<b>1,743,809</b>	<b>82,931,787</b>	<b>27,688,982</b>
<b>Noncurrent Assets</b>							
<b>Restricted Assets</b>							
Investment for Revenue Bond Future Debt Service	5,656,410	-	-	-	-	5,656,410	-
Investment for Revenue Bond Construction	-	-	-	-	666,750	666,750	-
Advance to Other Funds	-	2,843,700	1,329,744	-	-	4,173,444	1,540,244
Other Long-Term Loans Receivable - net	-	4,227,804	236,250	-	-	4,464,054	1,662,500
Accrued Interest Receivable on Loans - net	-	642,888	83,005	-	-	725,893	-
<b>Capital Assets</b>							
Land	787,113	-	27,247,487	3,560,000	4,452,716	36,047,316	87,343
Buildings and Structures	3,347,053	-	108,224,388	53,767,436	11,922,843	177,261,720	14,448,239
Less: Accumulated Depreciation	(968,195)	-	(48,523,084)	(1,300,491)	(2,432,257)	(53,224,027)	(9,780,568)
Public Improvements	403,153,728	-	-	-	48,287	403,202,015	-
Less: Accumulated Depreciation	(139,854,728)	-	-	-	(25,902)	(139,880,630)	-
Equipment	2,765,632	-	2,336,972	22,804	2,775,229	7,900,637	27,728,708
Less: Accumulated Depreciation	(2,035,415)	-	(976,758)	-	(2,470,233)	(5,482,406)	(21,045,778)
Construction in Progress	4,068,620	-	-	-	-	4,068,620	189,702
<b>Total Noncurrent Assets</b>	<b>276,920,218</b>	<b>7,714,392</b>	<b>89,958,004</b>	<b>56,049,749</b>	<b>14,937,433</b>	<b>445,579,796</b>	<b>14,830,390</b>
<b>TOTAL ASSETS</b>	<b>\$ 322,075,713</b>	<b>\$ 21,814,573</b>	<b>\$ 107,892,254</b>	<b>\$ 60,047,801</b>	<b>\$ 16,681,242</b>	<b>\$ 528,511,583</b>	<b>\$ 42,519,372</b>

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

	Business-Type Activities - Enterprise Funds					Totals	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan	HRA Parking	HRA Penfield	Nonmajor Enterprise Funds		
<b>LIABILITIES</b>							
<b>Current Liabilities (Payable from Current Assets)</b>							
Accrued Salaries Payable	\$ 227,262	\$ -	\$ -	\$ 23,238	\$ 165,457	\$ 415,957	\$ 1,026,296
Accounts Payable	837,040	19,437	112,247	90,545	426,049	1,485,318	1,189,165
Contracts Payable	-	33,664	-	98,560	20,915	153,139	-
Due to Other Funds	-	-	-	-	8,387,169	8,387,169	2,084,497
Due to Component Units	79,635	-	-	-	-	79,635	-
Due to Other Governmental Units	225,205	3,739	76	-	10,946	239,966	301,267
Unearned Revenue	-	2,092,720	-	22,591	2,258	2,117,569	2,886,963
Compensated Absences Payable	26,399	-	-	-	13,068	39,467	107,600
Revenue Bonds Payable	3,969,167	-	777,212	-	325,000	5,071,379	-
Limited Tax Bonds Payable	-	-	-	-	110,000	110,000	-
Revenue Notes Payable	1,172,132	-	-	-	-	1,172,132	-
Capital Lease Payable	-	-	-	-	-	-	952,240
Mortgage Payable	-	-	-	654,796	-	654,796	-
Accrued Interest Payable	74,991	-	-	105,209	274,581	454,781	27,403
<b>Total Current Liabilities (Payable from Current Assets)</b>	<b>6,611,831</b>	<b>2,149,560</b>	<b>889,535</b>	<b>994,939</b>	<b>9,735,443</b>	<b>20,381,308</b>	<b>8,575,431</b>
<b>Current Liabilities (Payable from Restricted Assets)</b>							
General Obligation Bonds Payable	-	-	1,650,000	-	-	1,650,000	-
Revenue Bonds Payable	360,833	-	1,137,788	-	-	1,498,621	-
Accrued Interest Payable	222,112	-	951,453	-	-	1,173,565	-
<b>Total Current Liabilities (Payable from Restricted Assets)</b>	<b>582,945</b>	<b>-</b>	<b>3,739,241</b>	<b>-</b>	<b>-</b>	<b>4,322,186</b>	<b>-</b>
<b>Total Current Liabilities</b>	<b>7,194,776</b>	<b>2,149,560</b>	<b>4,628,776</b>	<b>994,939</b>	<b>9,735,443</b>	<b>24,703,494</b>	<b>8,575,431</b>
<b>Noncurrent Liabilities</b>							
General Obligation Bonds Payable (net)	-	-	20,429,493	-	-	20,429,493	-
Limited Tax Bonds Payable	-	-	-	-	7,645,000	7,645,000	-
Revenue Bonds Payable (net)	67,963,528	-	34,161,152	-	4,836,547	106,961,227	-
Revenue Notes Payable	5,193,949	1,580,000	-	-	-	6,773,949	-
Mortgage Payable	-	-	-	39,810,124	-	39,810,124	-
Capital Lease Payable	-	-	-	-	-	-	3,934,745
Advance from Other Funds	-	814,744	-	-	-	814,744	708,343
Compensated Absences Payable	302,694	-	-	-	408,381	711,075	1,922,731
Net Other Postemployment Benefits Obligation	222,306	-	-	-	701,652	923,958	4,923,637
<b>Total Noncurrent Liabilities</b>	<b>73,682,477</b>	<b>2,394,744</b>	<b>54,590,645</b>	<b>39,810,124</b>	<b>13,591,580</b>	<b>184,069,570</b>	<b>11,489,456</b>
<b>TOTAL LIABILITIES</b>	<b>80,877,253</b>	<b>4,544,304</b>	<b>59,219,421</b>	<b>40,805,063</b>	<b>23,327,023</b>	<b>208,773,064</b>	<b>20,064,887</b>
<b>NET POSITION</b>							
Net Investment in Capital Assets	202,435,241	-	30,153,360	15,584,829	1,354,136	249,527,566	6,740,659
<b>Restricted</b>							
Debt Service	6,739,376	-	4,072,697	-	152,478	10,964,551	-
Operations and Maintenance	4,393,334	-	201,185	-	370,885	4,965,404	-
Grantors	-	773,865	-	-	-	773,865	-
Unrestricted	27,630,509	16,496,404	14,245,591	3,657,909	(8,523,280)	53,507,133	15,713,826
<b>TOTAL NET POSITION</b>	<b>\$ 241,198,460</b>	<b>\$ 17,270,269</b>	<b>\$ 48,672,833</b>	<b>\$ 19,242,738</b>	<b>\$ (6,645,781)</b>	<b>\$ 319,738,519</b>	<b>\$ 22,454,485</b>
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds						535,543	
Net Position of Business-Type Activities						\$ 320,274,062	

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

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	Business Type Activities - Enterprise Funds					Totals	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan	HRA Parking	HRA Penfield	Nonmajor Enterprise Funds		
OPERATING REVENUES							
Fees, Sales and Services	\$ 49,598,447	\$ 524,197	\$ 13,669,640	\$ 2,745,170	\$ 7,182,358	\$ 73,719,812	\$ 52,341,226
Rents and Leases	-	-	-	-	529,339	529,339	1,953,151
Interest Earned on Loans	-	82,384	-	-	-	82,384	296,843
Miscellaneous	42,036	-	-	-	8,834	50,870	228,155
Total Operating Revenues	<u>49,640,483</u>	<u>606,581</u>	<u>13,669,640</u>	<u>2,745,170</u>	<u>7,720,531</u>	<u>74,382,405</u>	<u>54,819,375</u>
OPERATING EXPENSES							
Cost of Merchandise Sold	-	-	-	-	183,678	183,678	293,791
Salaries	3,490,893	-	-	-	2,532,455	6,023,348	16,413,764
Employee Fringe Benefits	1,702,807	-	-	-	1,176,655	2,879,462	9,974,889
Services	30,325,189	1,040,210	6,245,457	1,038,832	3,071,936	41,721,624	9,117,433
Materials and Supplies	457,027	-	-	-	767,695	1,224,722	11,931,387
Depreciation	5,192,436	-	3,052,752	1,300,492	418,505	9,964,185	1,742,383
Bad Debts	-	-	-	-	-	-	32,041
Miscellaneous	1,538,934	-	-	-	23,985	1,562,919	28,534
Total Operating Expenses	<u>42,707,286</u>	<u>1,040,210</u>	<u>9,298,209</u>	<u>2,339,324</u>	<u>8,174,909</u>	<u>63,559,938</u>	<u>49,534,222</u>
OPERATING INCOME (LOSS)	<u>6,933,197</u>	<u>(433,629)</u>	<u>4,371,431</u>	<u>405,846</u>	<u>(454,378)</u>	<u>10,822,467</u>	<u>5,285,153</u>
NON-OPERATING REVENUES (EXPENSES)							
Property Tax Increment	-	-	1,102,365	-	650,730	1,753,095	-
Intergovernmental Revenue (Schedule 5)	338,672	712,632	51,224	1,261,515	157,299	2,521,342	-
Gain on Sale of Capital Assets	-	-	-	-	-	-	67,793
Loss on Retirement of Capital Assets	-	-	(176,348)	-	-	(176,348)	-
Investment Income							
Interest Earned on Investments	51,795	225,497	93,046	89	44,611	415,038	15
Increase (Decrease) in Fair Value of Investments	183,090	118,260	88,077	-	18,514	407,941	(5,675)
Interest Earned - Other	47,069	-	-	-	7,134	54,203	13,270
Miscellaneous Other Revenue (Expenses)	-	(10,839)	25,858	(226,425)	(1,836)	(213,242)	3,800
Interest Expense							
General Obligation Bonds	-	-	(686,090)	-	-	(686,090)	-
Revenue Bonds	(2,333,938)	-	(1,743,302)	-	(246,830)	(4,324,070)	-
Limited Tax Bonds	-	-	-	-	(510,105)	(510,105)	-
Capital Lease	-	-	-	-	-	-	(125,379)
Revenue Notes	(249,136)	-	-	-	-	(249,136)	-
Mortgage	-	-	-	(1,211,740)	-	(1,211,740)	-
Advance from Other Funds	-	-	-	-	-	-	(15,486)
Bond Issuance Costs	(151,810)	-	-	-	-	(151,810)	-
Total Non-Operating Revenues (Expenses)	<u>(2,114,258)</u>	<u>1,045,550</u>	<u>(1,245,170)</u>	<u>(176,561)</u>	<u>119,517</u>	<u>(2,370,922)</u>	<u>(61,662)</u>
Income (Loss) Before Transfers	4,818,939	611,921	3,126,261	229,285	(334,861)	8,451,545	5,223,491
Transfers In	-	1,903,282	-	-	230,000	2,133,282	597,471
Transfers Out	(5,700,140)	(1,682,120)	(670,079)	(1,261,515)	(1,017,004)	(10,330,858)	(3,481,281)
Change in Net Position	(881,201)	833,083	2,456,182	(1,032,230)	(1,121,865)	253,969	2,339,681
NET POSITION, January 1, as restated (Note III-C)	<u>242,079,661</u>	<u>16,437,186</u>	<u>46,216,651</u>	<u>20,274,968</u>	<u>(5,523,916)</u>		<u>20,114,804</u>
NET POSITION, December 31	<u>\$ 241,198,460</u>	<u>\$ 17,270,269</u>	<u>\$ 48,672,833</u>	<u>\$ 19,242,738</u>	<u>\$ (6,645,781)</u>		<u>\$ 22,454,485</u>
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds						674,185	
Total change in net position of business-type activities						<u>\$ 928,154</u>	

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

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan	HRA Parking	HRA Penfield	Nonmajor Enterprise Funds	Total	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>							
Receipts from Loan Recipients and Other Customers	\$ 48,867,146	\$ 919,780	\$ 13,349,706	\$ 2,593,342	\$ 6,889,690	\$ 72,619,664	\$ 14,323,302
Receipts from Other Funds for Services Provided	707,838	-	-	-	934,993	1,642,831	33,009,489
Other Operating Receipts	-	-	-	86,030	524	86,554	7,172
Payment to Suppliers	(21,853,830)	(1,450,298)	(7,153,075)	(2,414,898)	(2,296,124)	(35,168,225)	(13,430,450)
Payment to Employees	(3,394,689)	-	-	-	(2,524,937)	(5,919,626)	(12,476,045)
Payment for Fringe Benefits and Payroll Taxes	(1,683,081)	-	-	-	(1,141,479)	(2,824,560)	(6,992,976)
Payment to Other Funds for Services Used	(10,298,579)	-	-	-	(592,113)	(10,890,692)	(5,763,276)
Other Operating Payments	-	-	-	-	(418,987)	(418,987)	947,445
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>12,344,805</b>	<b>(530,518)</b>	<b>6,196,631</b>	<b>264,474</b>	<b>851,567</b>	<b>19,126,959</b>	<b>9,624,661</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>							
Transfers In from Other Funds	-	1,912,575	82,945	-	230,000	2,225,520	597,471
Transfers Out to Other Funds	(5,700,140)	(1,682,120)	(670,079)	(1,261,515)	(1,017,004)	(10,330,858)	(3,853,662)
Property Tax Increments	-	-	1,114,908	-	650,730	1,765,638	-
Operating Grants Received	338,672	712,632	-	-	157,299	1,208,603	-
Advance Received From Other Funds	-	-	-	-	103,919	103,919	1,675,108
Repayment of Advance Made to Other Funds	-	78,182	295,323	-	-	373,505	-
Advance Made to Other Funds	-	-	-	-	-	-	(1,543,868)
Repayment of Advance Received from Other Funds	-	-	-	-	(511,918)	(511,918)	(624,936)
Interest Paid on Advance Received from Other Funds	-	-	-	-	-	-	(3,678)
Collection of an Advance to Other Funds	-	-	-	-	-	-	807,456
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>(5,361,468)</b>	<b>1,021,269</b>	<b>823,097</b>	<b>(1,261,515)</b>	<b>(386,974)</b>	<b>(5,165,591)</b>	<b>(2,946,109)</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>							
Capital Grants	-	-	-	1,261,515	-	1,261,515	-
Proceeds from Issuance of Long-term Debt	-	-	-	7,570,610	(663,296)	6,907,314	-
Proceeds from Issuance of Revenue Bonds	8,313,993	-	-	-	-	8,313,993	-
Proceeds from Reserves	-	-	-	1,282,120	-	1,282,120	-
Proceeds from Sale of Capital Assets							
Equipment	-	-	-	-	-	-	10,000
Principal Paid On							
General Obligation Bonds	-	-	(1,710,000)	-	-	(1,710,000)	-
Revenue Bonds	(3,925,000)	-	(1,830,000)	-	-	(5,755,000)	-
Revenue Notes	(1,196,688)	-	-	-	-	(1,196,688)	-
Capital Lease	-	-	-	-	-	-	359,516
Long-term Debt	-	-	-	(477,800)	-	(477,800)	-
Payments for Acquisition and Construction of Capital Assets							
Land	(298,678)	-	-	-	-	(298,678)	-
Buildings and Structures	-	-	(584,862)	-	-	(584,862)	(13,588)
Improvements Other Than Buildings	-	-	(75,048)	-	-	(75,048)	-
Public Improvements	(11,582,727)	-	-	-	-	(11,582,727)	-
Equipment	(291,308)	-	(59,581)	(9,088,413)	(11,220)	(9,450,522)	(2,124,168)
Construction in Progress	(399,649)	-	-	-	-	(399,649)	-
Interest Paid On							
General Obligation Bonds	-	-	(783,616)	-	-	(783,616)	-
Revenue Bonds	(2,425,774)	-	(1,764,762)	-	-	(4,190,536)	-
Capital Lease	-	-	-	-	-	-	(122,615)
Revenue Notes	(262,858)	-	-	-	-	(262,858)	-
Payments of Bond Issue Costs	(151,810)	-	-	-	-	(151,810)	-
<b>NET CASH PROVIDED (USED) IN CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>(12,220,499)</b>	<b>-</b>	<b>(6,807,869)</b>	<b>548,032</b>	<b>(674,516)</b>	<b>(19,154,852)</b>	<b>(1,890,855)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>							
Purchase of Investment Securities	(17)	21,160	-	-	-	21,143	-
Escrow and Replacement Reserve	-	-	-	(777,005)	-	(777,005)	-
Operating Reserve and Replacement Reserve	-	-	-	(95,256)	-	(95,256)	-
Insurance and Tax Escrow Deposits (Net)	-	-	-	(289,777)	-	(289,777)	-
Security Deposits and Other Accounts	-	-	-	-	35,921	35,921	-
Investment Service Fee	-	(20,132)	(5,863)	-	(1,836)	(27,831)	-
Investment Securities Sold	-	-	(79,286)	-	-	(79,286)	-
Interest and Dividends Received	294,574	186,987	96,115	-	46,235	623,911	268
Increase (Decrease) in Fair Value of Investments	145,507	118,260	88,077	-	18,514	370,358	(5,675)
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>440,064</b>	<b>306,275</b>	<b>99,043</b>	<b>(1,162,038)</b>	<b>98,834</b>	<b>(217,822)</b>	<b>(5,407)</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(4,797,098)</b>	<b>797,026</b>	<b>310,902</b>	<b>(1,611,047)</b>	<b>(111,089)</b>	<b>(5,411,306)</b>	<b>4,782,290</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>40,862,632</b>	<b>6,013,068</b>	<b>16,787,641</b>	<b>5,428,318</b>	<b>1,037,080</b>	<b>70,128,739</b>	<b>13,335,121</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>\$ 36,065,534</b>	<b>\$ 6,810,094</b>	<b>\$ 17,098,543</b>	<b>\$ 3,817,271</b>	<b>\$ 925,991</b>	<b>\$ 64,717,433</b>	<b>\$ 18,117,411</b>

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

	Business-type Activities - Enterprise Funds					Total	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	HRA Penfield	Nonmajor Enterprise Funds		
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES							
Operating Income (Loss)	\$ 6,933,197	\$ (433,629)	\$ 4,371,431	\$ 405,846	\$ (454,378)	\$ 10,822,467	\$ 5,285,153
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities							
Depreciation	5,192,436	-	3,052,752	1,300,492	418,505	9,964,185	1,742,383
Increase (Decrease) in Allowance for Uncollectible Accounts/Loans	44,829	(1,650,909)	71,989	-	-	(1,534,091)	(125,992)
Nonoperating Miscellaneous Other Revenue Received	-	-	-	-	-	-	11,482
Changes in Assets and Liabilities							
(Increase) Decrease in							
Accounts Receivable	(39,844)	(16,223)	(391,923)	(84,539)	(53,177)	(585,706)	(403,856)
Assessments Receivable	(122,860)	-	-	-	-	(122,860)	-
Notes and Loans Receivable	-	2,033,266	-	-	-	2,033,266	237,500
Accrued Interest Receivable	-	(158,991)	-	-	-	(158,991)	-
Due from Other Funds	(4,319)	-	-	-	(230,262)	(234,581)	1,652,273
Due from Component Units	(120,929)	-	-	-	-	(120,929)	25
Due from Other Governmental Units	177,767	(9,356)	-	-	(483,582)	(315,171)	241,808
Inventories	(24,975)	-	-	-	75,933	50,958	205,396
Prepaid Items	-	-	-	7,736	-	7,736	(443,015)
Land Held for Resale	-	115,412	-	-	-	115,412	-
Increase (Decrease) in							
Accrued Salaries Payable	96,203	-	-	23,238	7,521	126,962	243,919
Accounts Payable	153,479	(28,708)	(750,369)	(8,584,959)	(145,106)	(9,355,663)	483,447
Mortgage Payable	-	-	-	7,092,812	-	7,092,812	-
Contracts and Retention Payable	-	6,296	-	88,090	1,035	95,421	-
Due to Other Funds	(98,636)	-	-	-	1,625,772	1,527,136	(91,185)
Due to Component Units	4,471	-	-	-	-	4,471	-
Due to Other Governmental Units	187,973	(9,751)	(152,353)	-	8,811	34,680	274,495
Unearned Revenue	-	(377,925)	(4,896)	15,758	-	(367,063)	(218,614)
Compensated Absences Payable	31,066	-	-	-	(23,402)	7,664	(97,482)
Net Other Postemployment Benefits Obligation	(65,053)	-	-	-	103,897	38,844	626,924
Total Adjustments	5,411,608	(96,889)	1,825,200	(141,372)	1,305,945	8,304,492	4,339,508
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 12,344,805	\$ (530,518)	\$ 6,196,631	\$ 264,474	\$ 851,567	\$ 19,126,959	\$ 9,624,661
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS							
Cash and Investments with Treasurer	\$ 21,256,293	\$ 6,250,045	\$ 10,831,281	\$ 1	\$ 10,268	\$ 38,347,888	\$ 16,906,461
Cash Held with Fiscal Agents	-	-	1,041,927	3,817,270	178,367	\$5,037,564	-
Cash and Investments with Trustees	-	560,049	-	-	-	\$560,049	1,210,000
Imprest Funds	150	-	-	-	1,600	1,750	950
Restricted Cash and Investments	14,809,091	-	5,225,335	-	735,756	20,770,182	-
TOTAL CASH AND CASH EQUIVALENTS	\$ 36,065,534	\$ 6,810,094	\$ 17,098,543	\$ 3,817,271	\$ 925,991	\$ 64,717,433	\$ 18,117,411
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES							
Capital Assets Purchased on Account							
Public Improvements	\$ 229,663	\$ -	\$ -	\$ -	\$ -	\$ 229,663	\$ -
Equipment	120,000	-	-	-	-	120,000	-
Increase/(Decrease) in Fair Market Value of Investments	183,090	118,260	88,077	-	18,514	407,941	(5,675)

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

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City of Saint Paul, Minnesota  
STATEMENT OF FIDUCIARY NET POSITION  
AGENCY FUNDS  
December 31, 2014

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Statement 10  
(Page 1 of 1)

ASSETS

Cash and Investments with Treasurer	\$	3,816,991
Receivables		
Property Taxes - Due from Ramsey County		23,267
Accounts (net of allowance for estimated uncollectibles)		<u>29,820</u>
TOTAL ASSETS	\$	<u><u>3,870,078</u></u>

LIABILITIES

Accounts Payable	\$	2,639,283
Due to Other Governmental Units		<u>1,230,795</u>
TOTAL LIABILITIES	\$	<u><u>3,870,078</u></u>

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

	RiverCentre Convention & Visitors Authority	Regional Water Services	Port Authority	Total
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Investments	\$ 3,350,857	\$ 10,849,135	\$ 4,536,971	\$ 18,736,963
Investments	-	6,087,013	13,870,417	19,957,430
Departmental Cash	-	198,661	-	198,661
Imprest Funds	-	7,000	-	7,000
<b>Restricted Cash and Cash Equivalents</b>				
Cash for Grants and Other Contributions	-	-	8,619,416	8,619,416
Cash for General Obligation Debt Service	-	-	2,030,556	2,030,556
Cash for Revenue Bond Debt Service	-	-	4,315,579	4,315,579
Investments for Revenue Bond Debt Service	-	2,827,150	-	2,827,150
Investments for Revenue Note Debt Service	-	2,088,206	-	2,088,206
<b>Receivables</b>				
Accounts (net of allowance for Estimated Uncollectibles)	1,173,984	4,909,380	883,966	6,967,330
Assessments	-	3,453,032	-	3,453,032
Accrued Interest	-	117,749	53,894	171,643
Due from Primary Government	-	79,635	-	79,635
Due from Other Governmental Units	-	972,070	-	972,070
Inventory - Materials and Supplies	-	2,034,721	39,792	2,074,513
Prepaid Items	117,076	-	307,926	425,002
<b>Total Current Assets</b>	<b>4,641,917</b>	<b>33,623,752</b>	<b>34,658,517</b>	<b>72,924,186</b>
<b>Noncurrent Assets</b>				
<b>Restricted Assets</b>				
Cash for Operations	2,558,858	-	-	2,558,858
Investments for Grants and Construction	-	-	3,047,041	3,047,041
Investments for Revenue Bond Future Debt Service	-	4,915,357	-	4,915,357
Investments for Revenue Bond and Notes	-	-	1,252,884	1,252,884
Investments for Revenue Bond Operations and Maintenance	-	1,731,626	1,033,683	2,765,309
<b>Total Restricted Assets</b>	<b>2,558,858</b>	<b>6,646,983</b>	<b>5,333,608</b>	<b>14,539,449</b>
<b>Other Assets</b>				
Other Long-Term Receivables	-	96,463	27,736,922	27,833,385
Taxes Receivable	-	-	59,609,552	59,609,552
<b>Total Other Assets</b>	<b>-</b>	<b>96,463</b>	<b>87,346,474</b>	<b>87,442,937</b>
<b>Capital Assets</b>				
Land	-	1,307,907	8,029,579	9,337,486
Buildings and Structures	-	56,160,030	59,123,919	115,283,949
Less: Accumulated Depreciation	-	(21,597,687)	(33,136,994)	(54,734,681)
Public Improvements	-	289,543,173	-	289,543,173
Less: Accumulated Depreciation	-	(81,660,906)	-	(81,660,906)
Equipment	369,222	52,880,744	3,823,194	57,073,160
Less: Accumulated Depreciation	(150,120)	(29,679,811)	(1,893,009)	(31,722,940)
Construction in Progress	-	15,041,940	4,835,656	19,877,596
<b>Total Capital Assets</b>	<b>219,102</b>	<b>281,995,390</b>	<b>40,782,345</b>	<b>322,996,837</b>
<b>Total Noncurrent Assets</b>	<b>2,777,960</b>	<b>288,738,836</b>	<b>133,462,427</b>	<b>424,979,223</b>
<b>Total Assets</b>	<b>\$ 7,419,877</b>	<b>\$ 322,362,588</b>	<b>\$ 168,120,944</b>	<b>\$ 497,903,409</b>

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

	RiverCentre Convention & Visitors Authority	Regional Water Services	Port Authority	Total
<b>LIABILITIES</b>				
Current Liabilities (Payable from Current Assets)				
Accrued Salaries Payable	\$ -	\$ 697,354	\$ 32,767	\$ 730,121
Compensated Absences Payable	-	71,567	-	71,567
Claims and Judgments Payable	-	625,000	-	625,000
Accounts Payable	1,473,421	1,788,399	7,664,286	10,926,106
Contract Retention Payable	-	281,696	-	281,696
Due to Primary Government	191,360	2,879,056	-	3,070,416
Due to Other Governmental Units	-	2,121,952	64,123	2,186,075
Unearned Revenue	515,930	378,106	251,790	1,145,826
Total Current Liabilities (Payable from Current Assets)	<u>2,180,711</u>	<u>8,843,130</u>	<u>8,012,966</u>	<u>19,036,807</u>
Current Liabilities (Payable from Restricted Assets)				
General Obligation Bonds	-	-	1,855,000	1,855,000
Revenue Bonds Payable	-	2,345,000	21,671,047	24,016,047
Revenue Notes Payable	-	1,833,754	770,470	2,604,224
Accrued Interest Payable				
General Obligation Bonds	-	-	528,177	528,177
Revenue Bonds	-	40,179	22,688,499	22,728,678
Revenue Notes	-	50,344	316,218	366,562
Total Current Liabilities (Payable from Restricted Assets)	<u>-</u>	<u>4,269,277</u>	<u>47,829,411</u>	<u>52,098,688</u>
Total Current Liabilities	<u>2,180,711</u>	<u>13,112,407</u>	<u>55,842,377</u>	<u>71,135,495</u>
Noncurrent Liabilities				
General Obligation Bonds Payable	-	-	31,570,000	31,570,000
Add: Unamortized Premium	-	-	334,175	334,175
Revenue Bonds Payable	-	15,805,000	33,710,000	49,515,000
Add: Unamortized Premium	-	681,298	246,916	928,214
Revenue Notes Payable	-	25,761,821	9,501,274	35,263,095
Less: Unamortized Discount	-	-	(127,306)	(127,306)
Advance from Primary Government	185,480	-	-	185,480
Compensated Absences Payable	-	1,721,515	86,134	1,807,649
Net Other Postemployment Benefits Obligation	-	4,133,270	77,274	4,210,544
Claims and Judgments Payable	-	3,471,997	2,109,101	5,581,098
Total Noncurrent Liabilities	<u>185,480</u>	<u>51,574,901</u>	<u>77,507,568</u>	<u>129,267,949</u>
Total Liabilities	<u>2,366,191</u>	<u>64,687,308</u>	<u>133,349,945</u>	<u>200,403,444</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	219,102	235,568,517	(8,934,482)	226,853,137
Restricted	-	11,471,816	56,882,097	68,353,913
Unrestricted	4,834,584	10,634,947	(13,176,616)	2,292,915
Total Net Position	<u>\$ 5,053,686</u>	<u>\$ 257,675,280</u>	<u>\$ 34,770,999</u>	<u>\$ 297,499,965</u>

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

	Program Revenues				Net (Expense) Revenue and Changes in Net Position			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	\$ 14,628,816	\$ 10,360,666	\$ 679,739	\$ 2,728,112	\$ (860,299)	\$ -	\$ -	\$ (860,299)
Regional Water Services	45,531,382	50,857,673	77,960	2,183,175	-	7,587,426	-	7,587,426
Port Authority	20,060,132	7,608,369	2,109,768	-	-	-	(10,341,995)	(10,341,995)
<b>Total Component Units</b>	<b>\$ 80,220,330</b>	<b>\$ 68,826,708</b>	<b>\$ 2,867,467</b>	<b>\$ 4,911,287</b>	<b>\$ (860,299)</b>	<b>\$ 7,587,426</b>	<b>\$ (10,341,995)</b>	<b>\$ (3,614,868)</b>
General Revenues								
Taxes								
Property Taxes, Levied for Debt Service					\$ -	\$ -	\$ 5,933,564	\$ 5,933,564
Hotel/Motel Tax					1,798,809	-	-	1,798,809
Investment Income								
Interest Earned on Investments					87,755	392,535	477,007	957,297
Increase (Decrease) in Fair Value of Investments					48,635	1,167,105	-	1,215,740
Gain on Sale of Capital Assets					-	81,578	10,000	91,578
Miscellaneous					6,945	129,258	963,601	1,099,804
<b>Total General Revenues</b>					<b>1,942,144</b>	<b>1,770,476</b>	<b>7,384,172</b>	<b>11,096,792</b>
Change in Net Position					1,081,845	9,357,902	(2,957,823)	7,481,924
Net Position, January 1					3,971,841	248,317,378	37,728,822	290,018,041
Net Position, December 31					<b>\$ 5,053,686</b>	<b>\$ 257,675,280</b>	<b>\$ 34,770,999</b>	<b>\$ 297,499,965</b>

## 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* and GASB Statement No. 61 – *The Financial Reporting Entity – Omnibus*, 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 and a financial benefit or burden relationship exists or the City has operational responsibility for the component unit.

#### **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 and the City has operational responsibility of the HRA. 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.

## **Note II. Financial Reporting Entity (continued)**

The HRA's component unit, Penfield Apartments, LLC is presented as a blended component unit of the HRA because the component unit's governing body is the same as the governing body of the HRA. Penfield Apartments, LLC is the developer and owner of a 253-unit market rate apartment complex, with structured parking and a grocery store located in the complex. It is a special purpose entity LLC, financed primarily by a U.S. Department of Housing and Urban Development mortgage, and is wholly owned by a single entity, the HRA. The HRA Board acts as the Penfield Apartments, LLC Board. Separate financial statements for the Penfield Apartments, LLC 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 and the City has operational responsibility of the agency. 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.

## Note II. Financial Reporting Entity (continued)

### 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 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, 380 St. Peter Street; Suite 850; Saint Paul, MN 55102.

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, 380 St. Peter Street; Suite 850; 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 do 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.

## Note II. Financial Reporting Entity (continued)

### 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 position at December 31, 2014 was \$10,951,758. The 2014 operations resulted in a decrease of \$1,529,824 to net position. During 2014, distributions of \$2,030,000 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, 2014. 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.

## 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 position 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.



### Note III. Summary of Significant Accounting Policies (continued)

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, deferred inflows/outflows of resources, fund equity/net position, 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 (including deferred outflows of resources), liabilities (including deferred inflows of resources), 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:

- 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.
- Assessment Financing – accounts for assessments and fees charged for the building of capital projects, Truth-In-Sale of Housing, Nuisance Housing Abatement, Code Enforcement and the Rental Registration program.
- Public Library General Fund – 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.

### Note III. Summary of Significant Accounting Policies (continued)

- City 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 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.
- City Capital 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:

- 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 – 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.
- HRA Penfield – accounts for the operations and debt service for the Penfield Apartments

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.

- |                                       |   |
|---------------------------------------|---|
| • City Grants                         | • Public Health                         |
| • General Government Special Projects | • Parks And Recreation Special Projects |
| • Fire Responsive Services            | • Como Campus                           |
| • Police Special Projects             | • Parkland Replacement                  |
| • Charitable Gambling                 | • Public Library Special Projects       |
| • Right Of Way Maintenance            | • City HUD Grants                       |
| • Street Lighting Districts           | • City Sales Tax                        |
| • Recycling And Solid Waste           | • HRA Grants                            |

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.

- |                                    |                                      |
|------------------------------------|--------------------------------------|
| • Public Library Capital Projects  | • HRA Tax Increment Capital Projects |
| • HRA Development Capital Projects |                                      |

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.

- Parks Memorial

### Note III. Summary of Significant Accounting Policies (continued)

#### *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.

- Parks Special Services
- Impound Lot
- River Print
- HRA Lofts

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 position 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.

### Note III. Summary of Significant Accounting Policies (continued)

#### 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 inflow of resources, 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.

### **Note III. Summary of Significant Accounting Policies (continued)**

#### *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.

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.

### Note III. Summary of Significant Accounting Policies (continued)

#### C. Restatement of Net Position

##### 1. Restructured Fund Balances

Upon implementation of a new accounting information system, the 2014 beginning fund balances shifted amongst fund types due to an accounting structure change. A crosswalk exercise was done to determine the activities to be accounted for in the new accounting structure. Below are the restructured fund balances and net positions.

	Fund Balance/ Net Position January 1, 2014	Fund Balance/ Net Position Increase/ (Reduction)	Restructured Fund Balance/ Net Position January 1, 2014
<b>Governmental Funds</b>			
General Fund	\$ 46,917,229	\$ (335,401)	\$ 46,581,828
Assessment Financing	8,242,738	(1,560,981)	6,681,757
Public Library General Fund	1,388,986	-	1,388,986
HRA General Fund	11,903,736	-	11,903,736
City Debt Service Fund	31,531,583	14,120,410	45,651,993
HRA Debt Service Fund	11,708,847	-	11,708,847
City Capital Projects	35,092,103	(3,522,327)	31,569,776
Other Governmental Funds	56,631,091	(8,331,559)	48,299,532
<b>Enterprise Funds</b>			
Sewer Utility Fund	242,079,667	-	242,079,667
HRA Loan Fund	38,956,233	(22,519,046)	16,437,187
HRA Parking Fund	46,216,648	-	46,216,648
HRA Penfield Fund	20,060,622	-	20,060,622
Other Enterprise Funds	(27,894,335)	22,334,931	(5,559,404)
Internal Service Funds	20,300,828	(186,027)	20,114,801
	<u>\$ 543,135,976</u>	<u>\$ -</u>	<u>\$ 543,135,976</u>

### Note III. Summary of Significant Accounting Policies (continued)

#### 2. Prior Period Adjustments Related to Restructured Governmental Funds

The January 1, 2014 restructured fund balance for special revenue fund, Right of Way, included a Net Investment in Capital Assets amount of \$134,716 of which was eliminated. Equipment and related accumulated depreciation were converted over from the old Public Works Traffic Signal and Light Maintenance Fund which was an Internal Service Fund. This only eliminated the recording of equipment and related accumulated depreciation on the balance sheet, the assets were not disposed.

OPEB liabilities were also reversed in the restructured General Fund, General Government Special Projects Fund and Right of Way Fund in the respective amounts of \$103,685, \$5,633 and \$593,400.

The January 1, 2014 fund balance for the City Debt Service Fund was increased by \$1,698,618 to account for the liability that carried over from the restructure. Two activities from the former Arbitrage Rebate Fund were combined into the new City Debt Service Fund.

<b><u>General Fund</u></b>		
Restructured Fund Balance, January 1, 2014		\$ 46,579,645
Prior Period Adjustment for Correction to the Following Accounts		
OPEB Liability Noncurrent		<u>103,685</u>
Fund balance, January 1, 2014, as Restated		<u>\$ 46,683,330</u>
 <b><u>General Government Special Projects</u></b>		
Restructured Fund Balance, January 1, 2014		\$ 4,101
Prior Period Adjustment for Correction to the Following Accounts		
OPEB Liability Noncurrent		<u>5,633</u>
Fund balance, January 1, 2014, as Restated		<u>\$ 9,734</u>
 <b><u>Right of Way Fund:</u></b>		
Restructured Fund Balance, January 1, 2014		\$ 10,482,451
Prior Period Adjustment for Correction to the Following Accounts		
Equipment	(733,609)	
Accumulated Depreciation, Equipment	<u>598,893</u>	(134,716)
OPEB Liability Noncurrent		<u>593,400</u>
Fund balance, January 1, 2014, as Restated		<u>\$ 10,941,135</u>
 <b><u>City Debt Service</u></b>		
Restructured Fund Balance, January 1, 2014		\$ 45,651,991
Prior Period Adjustment for Correction to the Following Accounts		
Due to Federal Government		<u>1,698,618</u>
Fund balance, January 1, 2014, as Restated		<u>\$ 47,350,609</u>

**Note III. Summary of Significant Accounting Policies (continued)**

On January 1, 2014, the net position for the HRA Penfield Enterprise Fund was restated by \$214,349 due to a prior period adjustment affecting construction in progress. The HRA Lofts Enterprise Fund was restated by \$35,923 due to a prior period adjustment affecting accounts payable.

<b><u>HRA Penfield</u></b>	
Restructured Fund Balance, January 1, 2014	\$ 20,060,619
Prior Period Adjustment for Correction to the Following Accounts Construction in Progress	<u>214,349</u>
Fund balance, January 1, 2014, as Restated	<u>\$ 20,274,968</u>

<b><u>HRA Lofts</u></b>	
Restructured Fund Balance, January 1, 2014	\$ 2,458,423
Prior Period Adjustment for Correction to the Following Accounts Accounts Payable	<u>35,923</u>
Fund balance, January 1, 2014, as Restated	<u>\$ 2,494,346</u>

**3. Prior Period Adjustment to Remove Receivable Accrued for 2013**

The January 1, 2014 fund balance for the City HUD Grants Fund was reduced by \$500,387 to remove the receivable accrued for 2013. The City has excess program income and is unsure of the draw down timeframe for these funds.

<b><u>City HUD Grants</u></b>	
Restructured Fund Balance, January 1, 2014	\$ 459,637
Prior Period Adjustment for Correction to the Following Accounts Federal Direct Grants	<u>(500,387)</u>
Fund balance, January 1, 2014, as Restated	<u>\$ (40,750)</u>

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

**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.



### Note III. Summary of Significant Accounting Policies (continued)

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, 2014. Investments in nonparticipating interest-earning contracts, such as savings accounts and nonnegotiable certificates of deposit are reported at cost. Money market investments and participating interest-earning investment contracts (negotiable certificates of deposit), 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. Investments in Rule 2a7-like investment pools are measured at the net asset value per share provided by the pool.

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 2014, the City recorded an "increase in fair value of investments" as investment income of \$4,305,626 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
- City Grants
- Police Special Projects
- Charitable Gambling
- Right Of Way Maintenance
- Parks And Recreation Special Projects
- Parkland Replacement
- Public Library Special Projects
- City HUD Grants
- City Sales Tax

#### Debt Service Funds:

- City Debt Service
- HRA Debt Service

#### Capital Projects Funds:

- City Capital Projects
- Public Library Capital Projects
- HRA Development Capital Projects
- HRA Tax Increment Capital Projects

### **Note III. Summary of Significant Accounting Policies (continued)**

Permanent Fund:

- Parks Memorial

Enterprise Funds:

- Sewer Utility
- HRA Loan
- HRA Parking
- HRA Penfield
- Parks Special Services
- HRA Lofts

Internal Service Funds:

- Internal Borrowing

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 inflows of resources, 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 \$768,174.

## Note III. Summary of Significant Accounting Policies (continued)

### Interfund Receivables and 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 position. 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 inflows of resources 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 inflows of resources are 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 inflows of resources. In order to satisfy federal grant reporting requirements, unearned revenue of an equal amount to restricted grants is also reported in the balance sheet and revenues are reported when principal payments are received from the loan recipient.

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.

### **Note III. Summary of Significant Accounting Policies (continued)**

#### **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 inflow of resources 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 drawdowns 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.

**Note III. Summary of Significant Accounting Policies (continued)**

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 position. 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:

Asset	Method	Years
Buildings and Structures	Straight-Line	15-100
Infrastructure	Straight-Line	15-100
Public Improvements	Straight-Line	15-50
Equipment	Straight-Line	3-20

**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. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City only has one item that qualifies for reporting in this category. It is the unrealized loss on derivative instruments (interest swap derivative) reported in the government-wide governmental activities statement of net position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from the following sources: property taxes, accounts receivable, loans receivable, notes receivable, special assessments, and miscellaneous other. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the government-wide governmental activities statement of net position the City reports only one deferred inflows of resources, the interest swap derivative.

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### Note III. Summary of Significant Accounting Policies (continued)

#### 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. 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. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received are reported as debt service expenditures at the time of the debt issuance. 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 \$1.4 billion at December 31, 2014. 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 143 conduit bonds issued subsequent to January 1, 1996.

## Note III. Summary of Significant Accounting Policies (continued)

### 10. 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.

### 11. Equity Classifications

#### Government-wide Financial Statements

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

- a. Net investment in capital assets – 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 position – Consists of net position 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 position – All other net assets that do not meet the definition of “restricted” or “net investment in capital assets.”

When both restricted and unrestricted resources are available for use, it is the 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.

### Note III. Summary of Significant Accounting Policies (continued)

Committed – the committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (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 (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, assigned fund balance represents 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.

#### 12. Future Change in Accounting Standards

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, replaces Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, and Statement No. 50, *Pension Disclosures*, as they relate to employer governments that provide pensions through pension plans administered as trusts or similar arrangement that meet certain criteria. GASB Statement 68 requires governments providing defined benefit pension plans to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This statement will be effective for the City of St. Paul's calendar year 2015. The City has not yet determined the financial impact of adopting this new standard.



## Note IV. Reconciliation of Government-wide and Fund Financial Statements

### A. Explanation of Certain Differences between the Governmental Fund Balance Sheet and the Statement of Net Position

Statement 4 is a reconciliation between fund balance – total governmental funds as reported in governmental funds and net position – governmental activities as reported in the government-wide statement of net position. Details of most of the elements of that reconciliation are as follows:

One element of the reconciliation states that “Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.” These assets, which include land, buildings and structures, improvements other than buildings, equipment, infrastructure and construction in progress are reported in the statement of net position as shown below.

Historical Cost of Capital Assets	\$ 1,926,065,933
Accumulated Depreciation	<u>(692,327,771)</u>
Net Adjustment to Increase Fund Balance - Total Governmental Funds to Arrive at Net Position of Governmental Activities	<u><u>\$ 1,233,738,162</u></u>

Another element of the reconciliation states that “Some receivables that are not currently available are reported as deferred inflows of resources in the fund financial statements, but are recognized as revenue when earned in the government-wide statements, excluding the provision for an allowance for uncollectible taxes.” Below are details of that difference.

Unavailable Revenue	
General Government Revenues	\$ 17,303,670
Public Safety Revenues	567,847
Highways and Streets Revenues	27,449,106
Sanitation Revenues	5,668,962
Culture and Recreation Revenues	504,116
Housing and Economic Development Revenues	265,854
Property Taxes	2,468,950
Interest Earned on Investments	249,843
Miscellaneous Revenues	<u>3,679,005</u>
Net Adjustment to Increase Fund Balance - Total Governmental Funds to Arrive at Net Position of Governmental Activities	<u><u>\$ 58,157,353</u></u>

**Note IV. Reconciliation of Government-wide and Fund Financial Statements (continued)**

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	\$ 1,916,181
Reduction in Unearned Revenue Related to the Pollution Remediation Obligation	(1,916,181)
Deferred Outflow - Unrealized Loss on Derivatives	11,010,150
Derivative Interest Swap	(11,010,150)
Bonds Payable	(378,335,000)
Discount and Premium	(16,250,399)
Revenue Notes Payable	(90,287,447)
Capital Lease Payable	(8,398,677)
Compensated Absences Payable	(21,162,807)
Net Other Postemployment Benefits Obligation	(34,792,592)
Claims and Judgments Payable	(35,610,399)
Accrued Interest	<u>(2,769,108)</u>
Net Adjustment to Decrease Fund Balance - Total Governmental Funds to Arrive at Net Position of Governmental Activities	<u>\$ (587,606,429)</u>

**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**

Statement 6 is a reconciliation between net changes in fund balances – total governmental funds and changes in net position 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 Position, 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 difference are as follows:

Capital outlay is reported as an expenditure in the fund financial statements	\$ 93,896,664
Depreciation is reported in the government-wide statements	<u>(41,698,720)</u>
Net Excess (Deficit) of Capital Outlay Over Depreciation	<u>\$ 52,197,944</u>

**Note IV. Reconciliation of Government-wide and Fund Financial Statements (continued)**

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 Position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.” Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of 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 difference are as follows:

Debt Issued or Incurred:		
General Obligations Bonds	\$ (59,855,000)	
Revenue Bonds	(36,265,000)	
Revenue Notes	(33,720,000)	
Capital Lease	<u>(2,295,600)</u>	
Total Debt Issued		\$ (132,135,600)
Principal Payments		
General Obligations Bonds	\$ 35,965,000	
Revenue Bonds	37,635,000	
Revenue Notes	6,392,574	
Capital Lease	<u>1,289,952</u>	
Total Principal Payments		81,282,526
Prior Period Adjustment		
HRA Notes Payable	<u>\$ 3,819,387</u>	
Total Prior Period Adjustment		<u>3,819,387</u>
Net Adjustment to Net Changes in Fund Balances -		
Total Governmental Funds to Arrive at Changes		
in Net Position of Governmental Activities		<u>\$ (47,033,687)</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 difference are as follows:

Compensated Absences	\$ (4,169,545)
Net Other Postemployment Benefits	(4,382,315)
Claims and Judgments	2,554,658
Interest on Debt	<u>(502,323)</u>
Net Adjustment to Net Changes in Fund Balances - Total Governmental	
Funds to Arrive at Changes in Net Position of Governmental Activities	<u>\$ (6,499,525)</u>

## 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 2014 budgets:

- a. On August 14, 2013, the Mayor presented a 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 4, 2013, to obtain taxpayer comments.
- c. The budget was legally adopted through passage of council resolution #13-1879 during the City Council meeting on December 11, 2013.

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 2014 budgets:

- a. On August 28, 2013, the Executive Director presented a 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 #13-1947.

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

## Note V. Stewardship, Compliance and Accountability (continued)

### 3. General Budget Procedure – Library Agency Funds

The Library Agency followed these procedures in establishing the 2014 budgets:

- a. On August 15, 2013, 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 City Council held a public hearing on December 4, 2013 to obtain taxpayer comments.
- c. The budget was legally adopted through passage of Saint Paul Library Agency resolution #13-1918 during the Library Board meeting on December 11, 2013.

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: City Grants, City HUD Grants, City Sales Tax, and HRA Grants, which have multi-year budgets).

*Permanent Funds*

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

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**Note V. Stewardship, Compliance and Accountability (continued)**

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

	Restated Fund Balances 1/1/14	Revenues	Expenditures	Net Other Financing Sources (Uses)	Fund Balances 12/31/14
<b>SPECIAL REVENUE FUNDS</b>					
Assessment Financing	\$ 6,681,758	\$ 6,758,106	\$ (1,781,643)	\$ (5,158,302)	\$ 6,499,919
Public Library General Fund	1,388,985	16,057,056	(15,823,886)	(7,976)	1,614,179
HRA General Fund	11,903,743	4,801,168	(5,155,713)	473,042	12,022,240
Annually Budgeted Nonmajor Funds	16,445,288	74,736,895	(75,398,092)	1,915,819	17,699,910
<b>Total Annually Budgeted Funds</b>	<b>36,419,774</b>	<b>102,353,225</b>	<b>(98,159,334)</b>	<b>(2,777,417)</b>	<b>37,836,248</b>

**5. Appropriation Revisions**

Budgeted amounts are as originally adopted or as amended by the City Council. During 2014, 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	\$ 233,262,093	\$ 338,106	\$ 233,600,199
Special Revenue Funds	109,817,085	5,508,528	115,325,613
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.

## **Note V. Stewardship, Compliance and Accountability (continued)**

### **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 2014, 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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## Note V. Stewardship, Compliance and Accountability (continued)

### C. Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit fund balances or net position at year end. The following funds had deficit fund balances or net position at December 31, 2014:

	<u>Fund Balance/ Net Position</u>
Special Revenue Funds:	
City Grants	\$ (344,624)
Public Health	(94,055)
Como Campus	(3,240,216)
Enterprise Funds:	
Parks Special Services	(8,559,833)
Impound Lot	(677,598)
Internal Service Funds:	
Equipment Services Fire-Police	(165,770)

#### City Grants

The City Grants Fund's negative fund balance is attributed to expenditures incurred during 2014's flood. The City will recover a significant portion of flood related expenditures through a Federal Emergency Management Agency grant. The grant revenue recognized in 2015 will reduce or eliminate the negative fund balance.

#### Public Health

The Public Health Fund is on a reimbursable basis. Total expenses by the fund are charged to Ramsey County. Estimated 2014 expenses were charged and billed to the County. A late fringe benefit charge increased the expenses more than what was estimated. In 2015, the City will add to the 2015 billings for the expenses charged to the fund in excess of the total amount billed for 2014.

#### Como Campus

The Como Campus Fund continued to have a significant negative fund balance at December 31, 2014. The net loss in 2014 was primarily the result of not reaching budgeted revenues. This loss contributed further to the cumulative negative position at year end. In 2015, management will continue 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, the goal is to achieve positive results of operations in 2015 and therefore reverse the trend of recent years.



## Note V. Stewardship, Compliance and Accountability (continued)

### Parks Special Services

The Parks Special Services Fund has developed a deeper negative overall net position balance during recent history and 2014 was no exception to this recent trend. The spending that is required to maintain the essential operations of the fund, as well as the debt service payments in the fund, have caused the overall net position balance to decrease significantly. Golf's nonoperating expense was the main contributor to a negative balance in 2014. In addition, the lack of expected revenue has been a contributing factor. Due to the very significant negative net position, 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 2015 and begin turning the overall fund balance around.

### Impound Lot

Due to unpredictable snow emergencies and regulation changes to revenue, along with administrative costs, this fund faces annual budget pressures. In 2014, low snow emergency revenues, accompanied by stagnation in other revenue sources created a large negative impact to net position. In addition, a negative inventory adjustment of approximately \$45,660 further added to the deficit for 2014 due to the selling of low value impounded vehicles.

### Equipment Services Fire-Police

The Equipment Services Fire-Police fund reported a deficit fund balance of \$165,770 due to revenue being under budget by \$359,788. It is projected that the deficit will be eliminated in 2015 by way of increased revenues or a transfer from another fund.

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**Note V. Stewardship, Compliance and Accountability (continued)**

**D. Excess of Expenditures over Appropriations in Individual Funds**

Total expenditures exceeded total appropriations in the following funds:

	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budgets</u>
Special Revenue Funds:			
Assessment Financing	\$ 1,778,269	\$ 1,781,643	\$ (3,374)
Charitable Gambling	128,531	163,264	(34,733)
Right of Way Maintenance	42,291,387	42,336,241	(44,854)

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:

	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budgets</u>
General Fund:			
Emergency Management	\$ 377,907	\$ 393,638	\$ (15,731)
Interest - Other Debt	4,011	8,450	(4,439)

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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, 2014, the City's bank balance of checking and interest-bearing accounts and certificates of deposit totaled \$122,178,213 which is also the City's carrying amount of these balances. As of December 31, 2014, the City's deposits were not exposed to custodial credit risk.

#### *Imprest Funds on Hand*

At December 31, 2014, the total imprest funds were \$102,585. Of this amount, the City had \$100,935 on hand. The remaining \$1,500 was in various bank accounts and is 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.

## Note VI. Detailed Notes on All Funds (continued)

3. The time horizon on the Short Term Portfolio is between one and three years.
4. 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.

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## Note VI. Detailed Notes on All Funds (continued)

### 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, 2014, is as follows:

Rating Agency	Rating	Fair Value
Moody's	Aaa	\$ 165,523,235
Moody's	Aa1	2,096,981
Moody's	Aa2	8,323,277
Moody's	Aa3	253,855
Moody's	A2	222,260
Moody's	A3	276,262
Moody's	M1G1	145,342
Fitch	AAA	136,938
Fitch	AA+	964,124
S&P	AAA	13,627,131
S&P	AA+	8,247,574
S&P	AA	5,781,585
S&P	A+	-
S&P	A	350,970
S&P	A-	1,427,266
S&P	SP-1	282,652
	N/R	1,637,595
	N/A	17,238,312
Total		<u>\$ 226,535,359</u>

### 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 the 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, 2014.

### 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, 2014, 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.

## Note VI. Detailed Notes on All Funds (continued)

### 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.

At December 31, 2014, the City had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	Less Than	2 - 4	5 - 10	More Than
		2 years	Years	Years	10 Years
U.S. Agencies	\$ 59,288,288	\$ 577,975	\$ 15,161,248	\$ 19,456,365	\$ 24,092,700
State & Local Govt Securities	882,211	882,211	-	-	-
Munis	26,759,742	2,565,175	1,237,300	15,708,298	7,248,969
Money market funds	12,025,019	12,025,019	-	-	-
Guaranteed Investment Contract	2,200,000	2,200,000	-	-	-
<b>Internal Investment Total</b>	<b>\$ 101,155,260</b>	<b>\$ 18,250,380</b>	<b>\$ 16,398,548</b>	<b>\$ 35,164,663</b>	<b>\$ 31,341,669</b>
U.S. Agencies - US Bancorp	20,952,291	2,890,233	4,070,491	4,970,524	9,021,043
U.S. Agencies - Galliard	24,243,738	1,734,368	2,799,621	5,339,219	14,370,530
U.S. Agencies - NorthShore	4,978,198	728,283	559,105	2,040,714	1,650,096
U.S. Agencies - RBC	22,773,248	1,904,212	7,086,150	6,990,832	6,792,054
Corporate Obligations - NorthShore	2,445,101	586,575	1,576,767	281,759	-
Munis - Galliard	5,572,259	1,155,037	1,272,083	2,647,941	497,198
Munis - NorthShore	2,480,862	357,250	763,918	1,359,694	-
Munis - RBC	9,119,371	2,756,320	2,398,771	3,964,280	-
US Treasuries - US Bancorp	4,786,331	1,485,539	926,654	2,374,138	-
US Treasuries - Galliard	10,787,686	1,332,303	2,901,170	6,554,213	-
US Treasuries - NorthShore	6,407,134	1,253,982	4,281,095	872,057	-
US Treasuries - RBC	8,702,798	1,706,375	5,458,158	1,538,265	-
Investment Pool/Mutual Funds - US Bancorp	398,492	398,492	-	-	-
Investment Pool/Mutual Funds - Galliard	1,078,768	1,078,768	-	-	-
Investment Pool/Mutual Funds - NorthShore	201,412	201,412	-	-	-
Investment Pool/Mutual Funds - RBC	452,410	452,410	-	-	-
<b>External Managers Investment Total</b>	<b>\$ 125,380,099</b>	<b>\$ 20,021,559</b>	<b>\$ 34,093,983</b>	<b>\$ 38,933,636</b>	<b>\$ 32,330,921</b>
<b>Total Investments</b>	<b>\$ 226,535,359</b>	<b>\$ 38,271,939</b>	<b>\$ 50,492,531</b>	<b>\$ 74,098,299</b>	<b>\$ 63,672,590</b>

Included in the total investment pool of \$226,535,359 is an equity investment of the RiverCentre Convention & Visitors Authority, a component unit of the City, in the amount of \$3,224,368. The remaining amount of \$223,310,991 belongs to the City.

## Note VI. Detailed Notes on All Funds (continued)

### 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, 2014, the City had the following investments in its external investment pools.

	<u>Fair Value</u>	<u>Effective Duration</u>
FAF Advisors	\$ 28,582,215	3.29
Galliard	41,682,450	3.54
NorthShore	14,067,607	3.40
RBC	<u>41,047,827</u>	3.50
Total External Investment Pool	<u>\$ 125,380,099</u>	
Benchmark (80% Barclay's Intern Gov' 20% 15 Year MBS)		3.34

### Recap

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

Cash Deposits	\$ 122,178,213	Cash and Investments with Treasurer	\$ 276,153,054
		Cash With Fiscal Agents	5,037,564
Investments	223,310,991	Cash and Investments with Trustees	37,203,594
Imprest Funds on Hand	<u>100,935</u>	Imprest Funds	102,585
		Restricted Cash	20,770,182
		Restricted Investments	<u>6,323,160</u>
Total	<u>\$ 345,590,139</u>	Total	<u>\$ 345,590,139</u>

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## Note VI. Detailed Notes on All Funds (continued)

### B. Receivables

#### Summary of Receivables

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

Governmental Activities	General	Assessment Financing	Public Library General Fund	HRA General Fund	City Debt Service	HRA Debt Service	City Capital Projects	Nonmajor Governmental Funds	Total	Internal Service Funds
Receivables:										
Taxes	\$ 2,818,809	\$ -	\$ 625,768	\$ 114,402	\$ 430,599	\$ 189,301	\$ -	\$ 193,800	\$ 4,372,679	\$ -
Accounts	3,014,034	402,434	-	168,713	-	-	178,367	1,761,185	5,524,733	759,354
Assessments	-	17,245,486	-	-	14,299,958	-	-	21,049,539	52,594,983	-
Notes and Loans	-	-	-	-	-	-	-	8,856,297	8,856,297	-
Accrued Interest	354,914	-	-	43,026	239,539	67,656	320,678	252,881	1,278,694	-
Xcel Energy	1,254,008	-	-	-	-	-	27,951	-	1,281,959	-
Intergovernmental	1,586,585	-	-	-	-	-	18,680,127	13,363,864	33,630,576	98,286
Gross Receivables	9,028,350	17,647,920	625,768	326,141	14,970,096	256,957	19,207,123	45,477,566	107,539,921	857,640
Less: Allowance for Uncollectibles	(69,540)	-	-	-	-	-	-	(479,026)	(548,566)	-
Net Total Receivables	\$ 8,958,810	\$ 17,647,920	\$ 625,768	\$ 326,141	\$ 14,970,096	\$ 256,957	\$ 19,207,123	\$ 44,998,540	\$ 106,991,355	\$ 857,640
Amounts not expected to be collected within one year	-	\$ 10,920,884	\$ -	\$ -	\$ 12,103,323	\$ -	\$ -	\$ -	\$ 23,024,207	\$ -

Business-Type Activities	Sewer Utility	HRA Loan	HRA Parking	HRA Penfield	Nonmajor Enterprise Funds	Total
Receivables:						
Taxes	\$ -	\$ -	\$ 82,646	\$ -	\$ -	\$ 82,646
Accounts	105,892	-	730,297	85,124	218,405	1,139,718
Assessments	6,058,643	17,157	-	-	-	6,075,800
Accrued Interest	20,885	38,510	22,764	-	15,586	97,745
Intergovernmental	-	12,399	-	-	425,801	438,200
Gross Receivables	6,185,420	68,066	835,707	85,124	659,792	7,834,109
Less: Allowance for Uncollectibles	(91,464)	-	-	-	(128,144)	(219,608)
Net Total Receivables	\$ 6,093,956	\$ 68,066	\$ 835,707	\$ 85,124	\$ 531,648	\$ 7,614,501



## Note VI. Detailed Notes on All Funds (continued)

### Property Taxes

For property taxes collectible in 2014, Saint Paul's taxable net tax capacity (including Tax Increment Districts) was \$218,772,524; the estimated market value was \$18,425,451,200; the net tax capacity was 1.19% 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, 2014, were as follows:

	<u>City</u>	<u>HRA</u>
Dollar Amount	\$ 98,671,524	\$ 3,129,461
Percent of Levy Spread	99.27%	98.47%

### Notes and Loans Receivable

Notes and Loans Receivable are reported as assets in the following funds at December 31, 2014:

Special Revenue Funds:	
City HUD Grants	\$ 4,211,522
City Sales Tax	<u>3,679,006</u>
Total Special Revenue Funds	<u>7,890,528</u>
Capital Projects Funds:	
HRA Development	209,519
HRA Tax Increment	<u>756,250</u>
Total Capital Projects Funds	<u>965,769</u>
Total	<u>\$ 8,856,297</u>

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

Enterprise Fund:	
HRA Loan Enterprise	\$ 4,227,804
HRA Parking	236,250
Internal Service Funds:	
Internal Borrowing	<u>1,662,500</u>
Total	<u>\$ 6,126,554</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, 2014, the allowance for uncollectible loans recorded was \$127,642,410.

**Note VI. Detailed Notes on All Funds (continued)**

**C. Land Held for Resale**

Land Held for Resale is reported in the following funds as an asset as of December 31, 2014:

Special Revenue Funds	
HRA General Fund	\$ 488,345
City HUD Grants	<u>5,393,593</u>
Total Special Revenue Funds	<u>5,881,938</u>
Capital Projects Funds	
HRA Development Capital Projects	1,648,678
HRA Tax Increment Capital Projects	<u>1,352,328</u>
Total Capital Projects Funds	<u>3,001,006</u>
Enterprise Fund	
HRA Loan	<u>7,222,021</u>
Total	<u><u>\$ 16,104,965</u></u>

**D. Restricted Assets**

As of December 31, 2014, the following restricted assets were reported in the following enterprise funds:

	Sewer Utility	HRA Parking	Parks Special Services	HRA Lofts
Cash for General Obligation Bond Current Debt Service	\$ -	\$ 2,377,846	\$ -	\$ -
Cash for Limited Tax Bond Debt Services	-	-	-	364,871
Cash for Limited Tax Bond Operations and Maintenance	-	-	-	370,885
Cash for Revenue Bond Debt Service	1,888,026	2,646,304	-	-
Cash for Revenue Bond Operations and Maintenance	4,393,334	201,185	-	-
Cash for Revenue Bond Construction	3,464,962	-	-	-
Cash for Budget and Rate Stabilization	5,062,769	-	-	-
Investment for Revenue Bond Future Debt Service	5,656,410	-	-	-
Investment for Revenue Bond Construction	-	-	666,750	-
Total	<u>\$ 20,465,501</u>	<u>\$ 5,225,335</u>	<u>\$ 666,750</u>	<u>\$ 735,756</u>

## Note VI. Detailed Notes on All Funds (continued)

### E. Capital Assets

Capital asset activity for the year ended December 31, 2014 was as follows:

#### Governmental Activities

	Balance 01/01/14	Additions	Deductions	Balance 12/31/14
<b>Capital Assets Not Being Depreciated:</b>				
Land	\$ 152,394,933	\$ 647,758	\$ -	\$ 153,042,691
Construction in Progress	117,672,020	60,248,346	(17,965,764)	159,954,602
Total Capital Assets Not Being Depreciated	<u>270,066,953</u>	<u>60,896,104</u>	<u>(17,965,764)</u>	<u>312,997,293</u>
<b>Capital Assets Being Depreciated:</b>				
Buildings and Structures	614,117,404	11,582,105	-	625,699,509
Improvements Other than Buildings	146,140,648	1,780,305	-	147,920,953
Equipment	103,929,110	25,158,140	(1,279,646)	127,807,604
Infrastructure	739,510,371	14,584,195	-	754,094,566
Total Capital Assets Being Depreciated	<u>1,603,697,533</u>	<u>53,104,745</u>	<u>(1,279,646)</u>	<u>1,655,522,632</u>
<b>Less: Accumulated Depreciation for:</b>				
Buildings and Structures	(267,699,049)	(14,894,015)	-	(282,593,064)
Improvements Other than Buildings	(52,939,684)	(5,758,551)	-	(58,698,235)
Equipment	(76,335,378)	(9,014,781)	1,268,847	(84,081,312)
Infrastructure	(284,007,750)	(13,773,756)	-	(297,781,506)
Total Accumulated Depreciation	<u>(680,981,861)</u>	<u>(43,441,103)</u>	<u>1,268,847</u>	<u>(723,154,117)</u>
Total Capital Assets Being Depreciated, Net	<u>922,715,672</u>	<u>9,663,642</u>	<u>(10,799)</u>	<u>932,368,515</u>
Governmental Activities Capital Assets, Net	<u>\$ 1,192,782,625</u>	<u>\$ 70,559,746</u>	<u>\$ (17,976,563)</u>	<u>\$ 1,245,365,808</u>

Depreciation expense was charged to the following governmental functions:

General Government	\$ 13,139,226
Public Safety	5,194,121
Highways and Streets	15,384,567
Culture and Recreation	8,945,024
Housing and Economic Development	778,165
Total Governmental Activities Depreciation Expense	<u>\$ 43,441,103</u>

**Note VI. Detailed Notes on All Funds (continued)**

**Business-Type Activities**

	Balance 01/01/14 <u>As Restated</u>	<u>Additions</u>	<u>Deductions</u>	Balance 12/31/14
Capital Assets Not Being Depreciated:				
Land	\$ 35,755,074	\$ 292,242	\$ -	\$ 36,047,316
Construction in Progress	56,718,442	11,759,135	(64,408,957)	4,068,620
Total Capital Assets Not Being Depreciated	<u>92,473,516</u>	<u>12,051,377</u>	<u>(64,408,957)</u>	<u>40,115,936</u>
Capital Assets Being Depreciated:				
Buildings and Structures	122,739,141	54,886,620	(364,041)	177,261,720
Public Improvements	392,312,755	10,889,260	-	403,202,015
Equipment	7,718,442	188,693	(6,498)	7,900,637
Total Capital Assets Being Depreciated	<u>522,770,338</u>	<u>65,964,573</u>	<u>(370,539)</u>	<u>588,364,372</u>
Less: Accumulated Depreciation for:				
Buildings and Structures	(48,826,781)	(4,583,558)	186,312	(53,224,027)
Public Improvements	(134,995,002)	(4,885,628)	-	(139,880,630)
Equipment	(5,123,345)	(494,999)	135,938	(5,482,406)
Total Accumulated Depreciation	<u>(188,945,128)</u>	<u>(9,964,185)</u>	<u>322,250</u>	<u>(198,587,063)</u>
Total Capital Assets Being Depreciated, Net	<u>333,825,210</u>	<u>56,000,388</u>	<u>(48,289)</u>	<u>389,777,309</u>
Business-Type Activities Capital Assets, Net	<u>\$ 426,298,726</u>	<u>\$ 68,051,765</u>	<u>\$ (64,457,246)</u>	<u>\$ 429,893,245</u>

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

Sewer	\$ 5,192,436
Parking	3,052,752
Penfield	1,300,492
Parks, Recreation and Athletics	180,020
Impound Lot	2,223
Printing	2,952
Lofts	233,310
Total Business-Type Activities Depreciation Expense	<u>\$ 9,964,185</u>

## Note VI. Detailed Notes on All Funds (continued)

### F. Interfund Receivables/Payables/Advances and Transfers

The following is a schedule of interfund receivables and payables including loans made from the General Fund to other Funds as of December 31, 2014:

#### Due to/from Other Funds

Receivable Fund	Payable Fund					Total All Funds
	General	City Capital Projects	Nonmajor Governmental Fund	Nonmajor Enterprise Funds	Internal Service Funds	
General	\$ -	\$ -	\$ 7,172,749	\$ 8,308,667	\$ 2,084,497	\$ 17,565,913
Assessment Financing	-	182,340	-	-	-	182,340
Nonmajor Governmental Funds	37,124	516,261	1,163	-	-	554,548
Sewer Utility	-	4,319	-	-	-	4,319
Internal Service Funds	104,383	823,136	16,368	78,502	-	1,022,389
Total All Funds	\$ 141,507	\$ 1,526,056	\$ 7,190,280	\$ 8,387,169	\$ 2,084,497	\$ 19,329,509

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, 2014:

Receivable Fund	Payable Fund						Total All Funds
	General Fund	Assessment Financing	City Capital Projects	Nonmajor Governmental Funds	HRA Loan	Internal Service Funds	
HRA General Fund	\$ -	\$ -	\$ -	\$ 692,050	\$ -	\$ -	\$ 692,050
Nonmajor Governmental Funds	-	612,191	-	2,184,887	250,000	-	3,047,078
HRA Loan	-	-	-	2,296,427	-	547,273	2,843,700
HRA Parking	765,000	-	-	-	564,744	-	1,329,744
Internal Service Funds	141,606	-	1,204,000	33,568	-	161,070	1,540,244
Total All Funds	\$ 906,606	\$ 612,191	\$ 1,204,000	\$ 5,206,932	\$ 814,744	\$ 708,343	\$ 9,452,816

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.

## Note VI. Detailed Notes on All Funds (continued)

### Transfers

The following is a schedule of interfund transfers as of December 31, 2014:

Transfers Out	Transfers In							
	General	Assessment Financing	Public Library General Fund	HRA General Fund	City Debt Service	HRA General Debt Service	City Capital Projects	Nonmajor Governmental Funds
General	\$ -	\$ -	\$ -	\$ -	\$ 1,121,310	\$ -	\$ 204,997	\$ 699,225
Assesment Financing	1,838,842	-	-	-	-	-	3,421,258	173,898
Public Library General Fund	32,508	-	-	-	145,270	-	-	-
HRA General Fund	286,041	-	-	-	-	-	-	-
City Debt Service	-	-	-	-	-	1,746,095	-	8,582,877
HRA General Debt Service	-	-	-	-	8,236,365	-	-	4,933,726
City Capital Projects	-	-	-	-	31,169,185	31,977,271	-	25,226
Nonmajor Governmental Funds	1,874,047	375,901	175,000	9,196	13,514,610	10,978,969	1,094,841	1,176,640
Sewer Utility	428,260	-	-	-	4,107,662	-	7,562	1,156,656
HRA Loan	-	-	-	-	-	-	-	1,682,120
HRA Parking	-	-	-	-	-	-	-	28,312
HRA Penfield	-	-	-	-	-	-	-	-
Nonmajor Enterprise Funds	255,863	-	-	749,887	-	-	-	11,254
Internal Service Funds	739,262	-	-	-	2,670,788	-	-	-
Total Transfers In	\$ 5,454,823	\$ 375,901	\$ 175,000	\$ 759,083	\$ 60,965,190	\$ 44,702,335	\$ 4,728,658	\$ 18,469,934

The total governmental and proprietary fund transfers in is \$138,361,677 and the total governmental and proprietary funds transfers out is \$138,361,677.

Transfers Out	Transfer In			Total Transfers Out
	HRA Loan	Nonmajor Enterprise Funds	Internal Service Funds	
General	\$ -	\$ 200,000	\$ 25,508	\$ 2,251,040
Assesment Financing	-	-	100,205	5,534,203
Public Library General Fund	-	-	5,198	182,976
HRA General Fund	-	-	-	286,041
City Debt Service	-	-	-	10,328,972
HRA General Debt Service	-	-	-	13,170,091
City Capital Projects	-	-	30,000	63,201,682
Nonmajor Governmental Funds	-	30,000	365,329	29,594,533
Sewer Utility	-	-	-	5,700,140
HRA Loan	-	-	-	1,682,120
HRA Parking	641,767	-	-	670,079
HRA Penfield	1,261,515	-	-	1,261,515
Nonmajor Enterprise Funds	-	-	-	1,017,004
Internal Service Funds	-	-	71,231	3,481,281
Total Transfers In	\$ 1,903,282	\$ 230,000	\$ 597,471	\$ 138,361,677

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.

## Note VI. Detailed Notes on All Funds (continued)

### G. Long-Term Obligations

#### 1. Changes in Long-Term Obligations

Long-term obligations activity in the year ended December 31, 2014 was as follows:

	Beginning Balance As Restated	Increases	Decreases	Ending Balance	Due Within One Year
<b>GOVERNMENTAL ACTIVITIES</b>					
Bonds Payable:					
General Obligation Bonds					
Property Tax Supported	\$ 166,137,942	\$ 49,216,655	\$ (29,512,522)	\$ 185,842,075	\$ 13,976,831
Special Assessment Debt with Governmental Commitment	21,022,058	8,643,345	(3,572,478)	26,092,925	2,188,169
HRA Tax Increment	14,765,000	1,995,000	(2,880,000)	13,880,000	1,550,000
Total General Obligation Bonds	<u>201,925,000</u>	<u>59,855,000</u>	<u>(35,965,000)</u>	<u>225,815,000</u>	<u>17,715,000</u>
Revenue Bonds					
Sales Tax Revenue Bonds	78,160,000	36,265,000	(3,595,000)	110,830,000	4,885,000
HRA Tax Increment Revenue Bonds	32,420,000	-	(1,980,000)	30,440,000	1,611,000
HRA Sales Tax Revenue Bonds	31,430,000	-	(31,430,000)	-	-
HRA Lease Revenue Bonds	11,880,000	-	(630,000)	11,250,000	650,000
Total Revenue Bonds	<u>153,890,000</u>	<u>36,265,000</u>	<u>(37,635,000)</u>	<u>152,520,000</u>	<u>7,146,000</u>
Add/(Subtract) Unamortized Amounts for:					
(Discounts)/Premiums Refundings -					
Gains/(Losses)	6,999,821	10,111,266	(1,203,183)	15,907,904	1,121,845
Total Bonds	<u>362,814,821</u>	<u>106,231,266</u>	<u>(74,803,183)</u>	<u>394,242,904</u>	<u>25,982,845</u>
Revenue Notes Payable					
General Obligation Notes Payable	17,218,917	-	(2,331,985)	14,886,932	2,386,044
Revenue Notes Payable	31,250,000	33,720,000	(3,500,000)	61,470,000	5,295,000
HRA Revenue Notes Payable	14,491,104	-	(560,589)	13,930,515	435,830
Add/(Subtract) Unamortized Amounts for:					
(Discounts)/Premiums Refundings -					
Gains/(Losses)	385,307	-	(42,812)	342,495	42,812
Total Revenue Notes Payable	<u>63,345,328</u>	<u>33,720,000</u>	<u>(6,435,386)</u>	<u>90,629,942</u>	<u>8,159,686</u>
Other Liabilities:					
Compensated Absences	19,400,206	4,169,545	(376,613)	23,193,138	1,633,372
Net Other Postemployment Benefits Obligation	35,347,183	4,369,046	-	39,716,229	-
Claims and Judgments Payable	38,165,057	11,728,772	(14,283,430)	35,610,399	7,929,724
Capital Leases	12,622,008	3,505,600	(2,841,946)	13,285,662	3,021,309
Total Other Liabilities	<u>105,534,454</u>	<u>23,772,963</u>	<u>(17,501,989)</u>	<u>111,805,428</u>	<u>12,584,405</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 531,694,603</u>	<u>\$ 163,724,229</u>	<u>\$ (98,740,558)</u>	<u>\$ 596,678,274</u>	<u>\$ 46,726,936</u>

The January 1, 2014 balance of the HRA Revenue Notes Payable was restated by (\$3,819,387) for reclassification of a note payable to a pay-as-you-go tax increment note.

**Note VI. Detailed Notes on All Funds (continued)**

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>BUSINESS-TYPE ACTIVITIES</b>					
Bonds Payable:					
General Obligation Bonds					
HRA General Obligation Debt	\$ 23,235,000	\$ -	\$ (1,710,000)	\$ 21,525,000	\$ 1,650,000
Total General Obligation Bonds	23,235,000	-	(1,710,000)	21,525,000	1,650,000
Limited Tax Bonds					
	7,855,000	-	(100,000)	7,755,000	110,000
Revenue Bonds					
Revenue Bonds	71,910,000	8,000,000	(4,235,000)	75,675,000	4,655,000
HRA Parking Facilities Revenue Bonds	37,815,000	-	(1,830,000)	35,985,000	1,915,000
Total Revenue Bonds	109,725,000	8,000,000	(6,065,000)	111,660,000	6,570,000
Add/(Subtract) Unamortized Amounts for: (Discounts)/Premiums Refundings - Gains/(Losses)					
	2,314,612	313,994	(202,886)	2,425,720	202,551
<b>Total Bonds</b>	<b>143,129,612</b>	<b>8,313,994</b>	<b>(8,077,886)</b>	<b>143,365,720</b>	<b>8,532,551</b>
<b>Mortgage Payable</b>	<b>33,372,108</b>	<b>7,570,692</b>	<b>(477,880)</b>	<b>40,464,920</b>	<b>654,796</b>
Revenue Notes Payable					
Revenue Notes Payable	7,562,769	-	(1,196,688)	6,366,081	1,172,132
HRA Revenue Notes Payable	1,580,000	-	-	1,580,000	-
Total Revenue Notes Payable	9,142,769	-	(1,196,688)	7,946,081	1,172,132
Other Liabilities:					
Compensated Absences	762,472	39,466	(51,396)	750,542	39,467
Net Other Postemployment Benefits Obligation	947,666	297,285	(320,993)	923,958	-
Total Other Liabilities	1,710,138	336,751	(372,389)	1,674,500	39,467
<b>Total Business-Type Activities</b>	<b>\$ 187,354,627</b>	<b>\$ 16,221,437</b>	<b>\$ (10,124,843)</b>	<b>\$ 193,451,221</b>	<b>\$ 10,398,946</b>
<b>Long-Term Liabilities</b>	<b>\$ 187,354,627</b>	<b>\$ 16,221,437</b>	<b>\$ (10,124,843)</b>	<b>\$ 193,451,221</b>	<b>\$ 10,398,946</b>
<b>TOTAL LONG-TERM OBLIGATION</b>	<b>\$ 719,049,230</b>	<b>\$ 179,945,666</b>	<b>\$ (108,865,401)</b>	<b>\$ 790,129,495</b>	<b>\$ 57,125,882</b>

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, \$2,030,331 of compensated absences, \$4,886,985 of capital leases and \$4,923,637 of net other postemployment benefits obligation were included in the amounts reported for the governmental funds.

The government-wide statement of net position includes \$3,148,621 of the long-term liabilities due within one year for business-type activities in "liabilities payable from restricted assets." The remaining amount of \$7,250,325 was displayed as "noncurrent liabilities due within one year" on the same statement.



## Note VI. Detailed Notes on All Funds (continued)

### 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
2015	\$ 17,715,000	\$ 8,743,116	\$ 1,650,000	\$ 727,846	\$ 19,365,000	\$ 9,470,962
2016	17,295,000	8,170,261	1,725,000	664,081	19,020,000	8,834,342
2017	16,325,000	7,624,167	1,800,000	593,581	18,125,000	8,217,748
2018	15,270,000	7,083,655	1,850,000	520,581	17,120,000	7,604,236
2019	15,030,000	6,505,113	1,855,000	455,756	16,885,000	6,960,869
2020-2024	70,365,000	23,868,672	10,310,000	1,322,236	80,675,000	25,190,908
2025-2029	46,560,000	11,120,950	2,335,000	40,863	48,895,000	11,161,813
2030-2034	24,070,000	3,173,663	-	-	24,070,000	3,173,663
2035-2039	3,185,000	299,186	-	-	3,185,000	299,186
Total General Obligation Bonds Debt	<u>\$ 225,815,000</u>	<u>\$ 76,588,783</u>	<u>\$ 21,525,000</u>	<u>\$ 4,324,944</u>	<u>\$ 247,340,000</u>	<u>\$ 80,913,727</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
2015	\$ -	\$ -	\$ 110,000	\$ 507,350	\$ 110,000	\$ 507,350
2016	-	-	120,000	502,347	120,000	502,347
2017	-	-	135,000	496,801	135,000	496,801
2018	-	-	145,000	490,711	145,000	490,711
2019	-	-	160,000	484,077	160,000	484,077
2020-2024	-	-	940,000	2,297,370	940,000	2,297,370
2025-2029	-	-	1,360,000	1,975,500	1,360,000	1,975,500
2030-2034	-	-	1,730,000	1,446,224	1,730,000	1,446,224
2035-2039	-	-	2,090,000	836,669	2,090,000	836,669
2040-2044	-	-	965,000	36,188	965,000	36,188
Total Limited Tax Bonds Debt	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,755,000</u>	<u>\$ 9,073,237</u>	<u>\$ 7,755,000</u>	<u>\$ 9,073,237</u>

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## Note VI. Detailed Notes on All Funds (continued)

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
2015	\$ 7,146,000	\$ 7,563,385	\$ 6,570,000	\$ 4,593,421	\$ 13,716,000	\$ 12,156,806
2016	7,309,000	7,394,682	6,870,000	4,266,812	14,179,000	11,661,494
2017	8,058,000	7,024,893	7,105,000	4,003,061	15,163,000	11,027,954
2018	7,283,000	6,670,873	6,390,000	3,715,092	13,673,000	10,385,965
2019	7,663,000	6,315,265	6,210,000	3,473,605	13,873,000	9,788,870
2020-2024	48,675,000	25,320,383	31,565,000	13,576,857	80,240,000	38,897,240
2025-2029	49,326,000	11,474,847	28,810,000	7,290,128	78,136,000	18,764,975
2030-2034	17,060,000	1,693,000	15,735,000	2,550,260	32,795,000	4,243,260
2035-2039	-	-	2,405,000	120,250	2,405,000	120,250
Total Revenue Bonds Debt	\$ 152,520,000	\$ 73,457,328	\$ 111,660,000	\$ 43,589,486	\$ 264,180,000	\$ 117,046,814

Mortgage debt service requirements to maturity are as follows:

Year Ended December 31	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$ -	\$ -	\$ 654,796	\$ 1,253,195	\$ 654,796	\$ 1,253,195
2016	-	-	675,521	1,232,470	675,521	1,232,470
2017	-	-	696,901	1,211,090	696,901	1,211,090
2018	-	-	718,958	1,189,033	718,958	1,189,033
2019	-	-	741,713	1,166,278	741,713	1,166,278
2020-2024	-	-	4,075,909	5,464,044	4,075,909	5,464,044
2025-2029	-	-	4,763,065	4,776,888	4,763,065	4,776,888
2030-2034	-	-	5,566,069	3,973,885	5,566,069	3,973,885
2035-2039	-	-	6,141,975	3,039,257	6,141,975	3,039,257
2040-2054	-	-	16,430,013	3,948,716	16,430,013	3,948,716
Total Mortgage Debt	\$ -	\$ -	\$ 40,464,920	\$ 27,254,856	\$ 40,464,920	\$ 27,254,856

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
2015	\$ 8,116,874	\$ 1,984,097	\$ 1,172,131	\$ 239,306	\$ 9,289,005	\$ 2,223,403
2016	8,981,545	1,844,346	1,167,900	198,645	10,149,445	2,042,991
2017	9,157,609	1,695,831	1,170,141	158,092	10,327,750	1,853,923
2018	9,306,823	1,537,305	2,739,600	117,017	12,046,423	1,654,322
2019	9,308,128	1,379,648	1,035,309	60,119	10,343,437	1,439,767
2020-2024	16,771,616	5,039,390	661,000	25,581	17,432,616	5,064,971
2025-2029	21,184,852	2,901,057	-	-	21,184,852	2,901,057
2030-2034	7,460,000	627,688	-	-	7,460,000	627,688
2034-2038	-	-	-	-	-	-
Total Revenue Notes Debt	\$ 90,287,447	\$ 17,009,362	\$ 7,946,081	\$ 798,760	\$ 98,233,528	\$ 17,808,122

## Note VI. Detailed Notes on All Funds (continued)

### Compensated Absences

Included in the City's governmental long-term obligations is \$23,193,138 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, 2014, the claims and judgments liability was \$35,610,399.

### Net Other Postemployment Benefits Obligation

At December 31, 2014, the net other postemployment benefits liability was \$39,716,229. Other postemployment benefits are generally liquidated through the General Fund.

### Capital Leases

During December 2014, the City entered into a master tax-exempt lease/purchase agreement for the purchase of police and fire equipment for \$2,295,600 at an interest rate of 1.22%. Annual liquidation of this capital lease liability is reported in the City Debt Service Fund.

During December 2014, the City entered into a master tax-exempt lease/purchase agreement for the purchase of public works vehicles for \$1,210,000 at an interest rate of 1.94%. Annual liquidation of this capital lease liability is reported in the City Debt Service Fund.

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, 2014.

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**Note VI. Detailed Notes on All Funds (continued)**

**Capital Leases – Governmental Activity**

Year Ended December 31	City Hall Annex Improvements	RiverCentre Pedestrian Link	2012 Public Safety Equipment Lease	2012 Public Works Vehicle Lease	2013 Public Safety Vehicle Lease	2013 Public Works Vehicle Lease	2014 Public Safety Equipment Lease	2014 Public Works Equipment Lease	Totals
2015	\$ 531,863	\$ 393,622	\$ 458,875	\$ 184,175	\$ 638,641	\$ 181,377	\$ 781,559	\$ 185,719	\$ 3,355,831
2016	531,862	390,545	-	184,175	319,321	181,377	781,559	185,719	2,574,558
2017	531,862	392,288	-	184,175	-	181,377	781,559	185,719	2,256,980
2018	531,863	393,672	-	184,175	-	181,377	-	185,719	1,476,806
2019	-	394,697	-	92,088	-	181,377	-	185,719	853,881
Thereafter	-	4,287,256	-	-	-	90,688	-	371,438	4,749,382
Total Minimum Lease Payments	2,127,450	6,252,080	458,875	828,788	957,962	997,573	2,344,677	1,300,033	15,267,438
Less Amount Representing Interest	(203,198)	(1,555,080)	(2,583)	(34,585)	(8,177)	(39,043)	(49,077)	(90,033)	(1,981,776)
Present Value of Future Capital Lease Payments	<u>\$ 1,924,252</u>	<u>\$4,697,000</u>	<u>\$ 456,292</u>	<u>\$ 794,203</u>	<u>\$ 949,785</u>	<u>\$ 958,530</u>	<u>\$ 2,295,600</u>	<u>\$1,210,000</u>	<u>\$ 13,285,662</u>

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## Note VI. Detailed Notes on All Funds (continued)

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.

Under the revolving loan agreement, there is \$2,500,000 available in loan funds from the Foundation at December 31, 2014.

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, 2014, was \$1,580,000.

### *Compensated Absences*

Proprietary fund accrued liabilities for compensated absences are also included in the City's long-term obligations of \$750,542. 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 \$923,958. Liabilities have been reported in the appropriate fund's financial statements.

### *Bond Sales*

On April 30, 2014 the City issued General Obligation Capital Improvement Bonds, Series 2014A in the amount of \$14,655,000. The proceeds were used to current refund the City's General Obligation Capital Improvement Bonds, Series 2005A in the amount of \$2,270,000 and General Obligation Capital Improvement Bonds, Series 2006A in the amount of \$2,650,000 and fund various capital improvement projects identified in the City's approved Capital Improvement Budget for the years 2014 through 2018. The net present value benefit of refunding the 2005A Bonds was \$19,896 and the net present value benefit of refunding the 2006A Bonds was \$88,554. The 2014A Bonds were issued with a true interest cost of 1.96%.

On April 30, 2014, the City issued General Obligation Street Improvement Special Assessment Bonds, Series 2014B in the amount of \$28,375,000. The savings were used to current refund the City's General Obligation Street Improvement Special Assessment Bonds, Series 2004B in the amount of \$1,085,000 and the City's General Obligation Improvement Special Assessment Bonds, Series 2005B in the amount of \$1,150,000 and advance crossover refund the City's General Obligation Improvement Special Assessment Bonds, Series 2006B in the amount of \$6,835,000 and advance crossover refund the City's General Obligation Improvement Special Assessment Bonds, Series 2007D in the amount of \$7,365,000 and fund certain improvement and rehabilitation projects for 2014. The net present value benefit of refunding the 2004B Bonds was \$47,610, the net present value benefit of refunding the 2005B Bonds was \$79,277, the net present value benefit of refunding the 2006B Bonds was \$680,392, and the net present value benefit of refunding the 2007D Bonds was \$730,562. The 2014B Bonds were issued with a true interest cost of 2.60%.

On April 30, 2014, the City issued General Obligation Library Bonds, Series 2014C in the amount of \$14,830,000. The proceeds were used to current refund the Library Agency's General Obligation Library

## Note VI. Detailed Notes on All Funds (continued)

Bonds, Series 2004 in the amount of \$9,180,000 and finance a portion of the cost of capital improvements to the Highland Park Library and Sun Ray Library. The net present value benefit of refunding the Series 2004 Bonds was \$1,159,629. The 2014C Bonds were issued with a true interest cost of 2.46%.

On July 24, 2014, the City issued taxable General Obligation Tax Increment Bonds, Series 2014D in the amount of \$1,995,000. The proceeds were used to current refund the City's Taxable Tax Increment Revenue Refunding Bonds, Series 2005C in the amount of \$1,540,000 and to fund or reimburse eligible costs for certain public redevelopment activities. The net present value benefit of refunding the 2005C Bonds was \$73,873. The 2014D Bonds were issued with a true interest cost of 1.08%.

On August 4, 2014, the City issued Sewer Revenue Bonds, Series 2014E in the amount of \$8,000,000. The proceeds were used to finance capital improvements to the City's sewer system.

On August 15, 2014, the City issued its \$33,720,000 Taxable Revenue Refunding Notes (State of Minnesota Continuing Appropriation Grant), Series 2014 (the "Series 2014 GANs"). The Series 2014 GANs have a final maturity date of August 15, 2032. A portion of the proceeds of the Series 2014 GANs were used by the City to defease the outstanding maturities of the Housing and Redevelopment Authority of the City of Saint Paul, Minnesota's (the "HRA") Sales Tax Revenue Refunding Bonds (Civic Center Project), Series 1996. The Series 2014 GANs are payable solely from revenues pledged by the City under the terms of an Indenture of Trust, dated as of August 1, 2014 (the "Indenture"), between the City and U.S. Bank National Association, as trustee (the "Trustee"). Under the terms of the Indenture, the City pledged to the Trustee all amount received by the City that are necessary to pay the Series 2014 GANs under Laws of Minnesota 2012, Chapter 299, Article 1, Section 5(a), as codified in Minnesota Statutes, Section 16A.726(c) (the "Grant Act"). Under the terms of the Grant Act, \$2,700,000 is annually appropriated from the General Fund of the State of Minnesota (the "State") to the Commissioner of the Minnesota Department of Management and Budget ("MMB") for the fiscal years 2014 through 2033 for a grant to the City for the operating or capital costs of new or existing sports facilities. Pursuant to a General Fund Grant Agreement Annual Appropriation Grant for the City of Saint Paul Sports Facilities Project between the City and MMB, MMB has agreed to make a grant of money to the City in the annual amount of up to \$2,700,000 for the fiscal years 2014 through 2033 (the "Grant Revenues") to be used by the City to reimburse itself for expenditures the City has made or will make for the capital costs of new or existing sports facilities. The Series 2014 GANs are secured solely by a pledge of the Grant Revenues to be received by the City from the State of Minnesota and amounts earned, if any, by the funds on deposit under the Indenture. The Series 2014 GANs do not constitute a debt for which the full faith and credit or taxing powers of the City are pledged. The Series 2014 GANs are payable solely from the trust estate pledged under the Indenture, which is primarily comprised of the Grant Revenues.

On December 9, 2014, the City issued Taxable Sales Tax Revenue Bonds, Series 2014F in the amount of \$8,070,000 and Tax-Exempt Sales Tax Revenue Bonds, Series 2014G in the amount of \$28,195,000. The proceeds of the two bonds will be used by the City to finance capital projects to further residential, cultural, commercial, and economic development in both downtown St. Paul and the St. Paul neighborhoods.

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## Note VI. Detailed Notes on All Funds (continued)

### 3. Bonds Payable - by Issue

Bonds payable at December 31, 2014, are composed of the following individual issues:

	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2014
<b>GENERAL OBLIGATION BONDS</b>						
<u>Property Tax Supported</u>						
Capital Improvement	3.80 to 4.00%	(4/1;10/1)	4/18/07	4/1/17	\$ 6,250,000	\$ 1,870,000
	2.00 to 3.50%	(3/1; 9/1)	3/1/08	3/1/18	6,330,000	2,580,000
	2.00 to 3.25%	(3/1; 9/1)	6/1/09	3/1/19	4,500,000	2,245,000
	2.00 to 3.00%	(3/1; 9/1)	3/11/10	3/1/20	7,350,000	1,805,000
	2.00 to 3.00%	(4/1;10/1)	10/1/10	10/1/17	4,400,000	1,585,000
	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	15,040,000	7,640,000
	2.00 to 4.00%	(3/1; 9/1)	4/2/12	3/1/22	5,735,000	4,645,000
	2.00 to 3.00%	(3/1; 9/1)	4/8/13	3/1/23	6,325,000	5,740,000
	3.92%	(6/1;12/1)	12/17/13	12/1/39	8,500,000	8,500,000
	2.00 to 5.00%	(3/1; 9/1)	4/30/14	9/1/24	14,655,000	11,780,000
					91,525,000	60,830,000
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 2014C	2.00 to 5.00%	(3/1; 9/1)	4/30/14	3/1/33	14,830,000	14,830,000
Public Safety Series 2008C	3.00 to 4.375%	(5/1;11/1)	3/1/08	5/1/33	10,510,000	8,770,000
Series 2009D	3.00 to 3.50%	(6/1;12/1)	6/2/09	12/1/21	5,575,000	3,495,000
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	14,605,000	8,390,000
					39,965,000	29,930,000
Street Improvement	4.00 to 4.375%	(4/1;10/1)	4/1/06	4/1/26	9,504,750	6,090,643
	4.00 to 4.375%	(4/1;10/1)	4/18/07	4/1/27	9,222,750	6,273,340
	5.00%	(5/1;11/1)	3/1/08	5/1/28	9,014,221	7,070,053
	3.00 to 5.00%	(5/1;11/1)	6/1/09	5/1/29	7,557,911	6,079,589
	.80 to 5.75%	(5/1;11/1)	3/3/10	5/1/30	10,023,250	8,375,428
	2.00 to 4.25%	(5/1;11/1)	4/4/11	11/1/31	9,624,750	8,296,533
	2.00 to 4.50%	(5/1;11/1)	4/2/12	5/1/32	6,971,774	6,270,094
	2.00 to 3.125%	(5/1;11/1)	4/8/13	5/1/33	8,932,482	8,364,740
	3.00 to 5.00%	(5/1;11/1)	4/30/14	11/1/34	19,731,655	19,731,655
					90,583,543	76,552,075
Total General Obligation Bonds - Property Tax Supported					\$ 240,603,543	\$ 185,842,075
<u>Special Assessment Debt with Governmental Commitment</u>						
Assessed Reconstruction Work	4.00 to 4.375%	(4/1;10/1)	4/1/06	4/1/26	\$ 2,995,250	\$ 1,919,357
	4.00 to 4.375%	(4/1;10/1)	4/18/07	4/1/27	3,277,250	2,226,660
	5.00%	(5/1;11/1)	3/1/08	5/1/28	2,530,779	1,984,947
	3.00 to 5.00%	(5/1;11/1)	6/1/09	5/1/29	2,667,089	2,145,411
	.80 to 5.75%	(5/1;11/1)	3/3/10	5/1/30	2,476,750	2,069,572
	2.00 to 4.25%	(5/1;11/1)	4/4/11	11/1/31	2,875,250	2,478,467
	2.00 to 4.50%	(5/1;11/1)	4/2/12	5/1/32	2,318,226	2,084,906
	2.00 to 3.00%	(5/1;11/1)	4/8/13	5/1/33	2,867,518	2,685,260
	3.00 to 5.00%	(5/1;11/1)	4/30/14	11/1/34	8,643,345	8,498,345
Total General Obligation Bonds - Special Assessment Debt with Governmental Commitment					\$ 30,651,457	\$ 26,092,925

**Note VI. Detailed Notes on All Funds (continued)**

	<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 12/31/2014</u>
<u>HRA Tax Increment Fund</u>						
Koch Mobil Tax Increment Series 2010A	2.00 to 4.00%	(3/1; 9/1)	2/25/10	3/1/31	2,670,000	2,225,000
US Bank Tax Increment Taxable Refunding Bonds Series 2011F	2.00%	(2/1; 8/1)	8/15/11	8/1/15	3,060,000	790,000
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
Tax Increment Taxable Refunding Bonds Series 2014D	1.00 to 1.25%	(3/1; 9/1)	7/24/14	3/1/17	1,995,000	1,995,000
Total General Obligation Bonds - HRA Tax Increment Bonds					<u>\$ 16,595,000</u>	<u>\$ 13,880,000</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 2009HTaxable Refunding	3.10%	(2/1; 8/1)	10/19/09	2/1/15	8,655,000	830,000
Total General Obligation Bonds - HRA Parking Facilities Enterprise Fund Bonds					<u>\$ 29,350,000</u>	<u>\$ 21,525,000</u>
TOTAL GENERAL OBLIGATION BONDS					<u><u>\$ 317,200,000</u></u>	<u><u>\$ 247,340,000</u></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	585,000
TOTAL LIMITED TAX BONDS					<u><u>\$ 7,855,000</u></u>	<u><u>\$ 7,755,000</u></u>

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**Note VI. Detailed Notes on All Funds (continued)**

	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2014
<b>REVENUE BONDS</b>						
<u>Sewer Utility Enterprise Fund</u>						
Sewer Revenue Bonds - Series 2006C	4.00 to 4.50%	(6/1; 12/1)	4/1/06	12/1/20	7,040,000	3,260,000
Sewer Revenue Bonds - Series 2008D	3.00 to 5.00%	(6/1; 12/1)	3/1/08	12/1/27	23,735,000	17,565,000
Sewer Revenue Bonds - Series 2009C	2.00 to 4.00%	(6/1; 12/1)	6/1/09	12/1/28	9,000,000	7,165,000
Sewer Revenue Bonds - Series 2009I Refunding	2.00 to 4.00%	(6/1; 12/1)	10/1/09	12/1/18	2,820,000	1,455,000
Sewer Revenue Bonds - Series 2010D	3.00 to 4.00%	(6/1; 12/1)	3/3/10	12/1/29	8,610,000	7,175,000
Sewer Revenue Bonds - Series 2011C	2.00 to 4.25%	(6/1; 12/1)	4/4/11	12/1/30	8,900,000	7,770,000
Sewer Revenue Bonds - Series 2012C	2.00 to 4.00%	(6/1; 12/1)	4/2/12	12/1/31	8,815,000	8,090,000
Sewer Revenue Bonds - Series 2013D	2.00 to 4.00%	(6/1; 12/1)	4/8/13	12/1/32	11,515,000	10,155,000
Sewer Revenue Bonds - Series 2014E	2.25 to 4.00%	(6/1; 12/1)	8/4/14	12/1/33	8,000,000	8,000,000
					<b>\$ 94,735,000</b>	<b>\$ 70,635,000</b>
<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	<b>\$ 7,310,000</b>	<b>\$ 5,040,000</b>
<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	12,550,000
Taxable Sales Tax Revenue Bonds - Series 2009 Refunding	5.23%	(11/1)	4/3/09	11/1/25	65,455,000	51,435,000
Sales Tax Revenue Bonds - Taxable Series 2014F	1.375 to 3.40%	(5/1; 11/1)	12/9/14	11/1/23	8,070,000	8,070,000
Sales Tax Revenue Bonds - Tax-Exempt Series 2014G	3.75 to 5.00%	(5/1; 11/1)	12/9/14	11/1/33	28,195,000	28,195,000
					<b>\$ 129,000,000</b>	<b>\$ 110,830,000</b>

**Note VI. Detailed Notes on All Funds (continued)**

<u>HRA General Debt Service Fund</u>	<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 12/31/2014</u>
HRA Tax Increment Revenue Bonds -						
North Quadrant Tax Increment						
Refunding Bonds						
Series 2002	7.50%	(2/15; 8/15)	5/1/02	2/15/28	\$ 1,089,000	\$ 858,000
Phase II Bonds						
Series 2002	7.00%	(2/15; 8/15)	6/13/02	2/15/28	1,140,000	1,021,000
Upper Landing Tax Increment						
Bonds - Series 2012 HRA	5.00%	(3/1; 9/1)	12/20/12	3/1/29	15,790,000	14,965,000
Drake Marble Tax Increment						
Bonds - Series 2002A	6.75%	(3/1; 9/1)	11/15/02	3/1/28	1,800,000	1,183,000
9th St Lofts Tax Increment						
Bonds, Series 2004	6.375%	(2/15; 8/15)	4/14/04	2/15/28	1,335,000	1,081,000
JJ Hill Tax Increment Bonds						
Series 2004	6.25%	(3/1; 9/1)	11/30/04	3/1/29	3,660,000	3,072,000
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	2,460,000
Emerald Gardens Tax						
Increment Bonds - Series 2010	5.00 to 6.50%	(3/1)	7/15/10	3/1/29	<u>6,595,000</u>	<u>5,800,000</u>
Total HRA Tax Increment Revenue Bonds					<u>\$ 38,924,000</u>	<u>\$ 30,440,000</u>

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**Note VI. Detailed Notes on All Funds (continued)**

	<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 12/31/2014</u>
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	\$ 6,365,000
RiverCentre Parking Ramp Improvement	3.00 to 4.50%	(5/1; 11/1)	5/5/09	5/1/24	<u>6,790,000</u>	<u>4,885,000</u>
Total HRA Lease Revenue					<u>\$ 14,475,000</u>	<u>\$ 11,250,000</u>
Total HRA General Debt Service Fund					<u>\$ 53,399,000</u>	<u>\$ 41,690,000</u>
<u>HRA Parking System Revenue Bonds</u>						
World Trade Center Ramp Bonds						
Series 1997A	6.75%	(6/1; 12/1)	11/13/97	12/1/17	\$ 11,305,000	\$ 2,825,000
Refunding Bonds						
Series 2010A	3.00 to 5.00%	(2/1; 8/1)	7/20/10	8/1/35	24,135,000	21,665,000
Series 2010B	3.00 to 5.00%	(2/1; 8/1)	7/20/10	8/1/35	<u>12,820,000</u>	<u>11,495,000</u>
Total HRA Parking System Revenue Bonds					<u>\$ 48,260,000</u>	<u>\$ 35,985,000</u>
TOTAL REVENUE BONDS					<u>\$ 332,704,000</u>	<u>\$ 264,180,000</u>
TOTAL BONDS PAYABLE					<u>\$ 657,759,000</u>	<u>\$ 519,275,000</u>

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## Note VI. Detailed Notes on All Funds (continued)

### H. Operating Lease

From 1998 through 2014, the City entered into noncancelable operating leases for personal computers. Total payments made for the leases during 2014 were \$1,153,283. The following schedule presents the future minimum rental payments for these operating leases:

Year Ending December 31 Amount	
2015	\$1,159,745
2016	909,026
2017	481,994
2018	254,631
2019	16,323
Total Minimum Payments Required	<u>\$2,821,719</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 Position

	Parks Special Services
<b>ASSETS</b>	
Current Assets	\$ 38,478
Restricted Assets	666,750
Capital Assets (net of Accumulated Depreciation)	<u>4,735,986</u>
Total Assets	<u>5,441,214</u>
<b>LIABILITIES</b>	
Current Liabilities	8,395,898
Noncurrent Liabilities	<u>5,605,149</u>
Total Liabilities	<u>14,001,047</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	(425,561)
Unrestricted	<u>(8,134,272)</u>
<b>TOTAL NET POSITION</b>	<u>\$ (8,559,833)</u>

## Note VI. Detailed Notes on All Funds (continued)

### Condensed Statement of Revenues, Expenses and Changes in Net Position

	Parks Special Services
Fees, Sales, Services and Rental Charges	\$ 2,333,934
Depreciation Expense	(180,020)
Other Operating Expenses	<u>(2,784,244)</u>
Operating Income (Loss)	<u>(630,330)</u>
Nonoperating Revenues (Expenses)	
Investment Income	41,276
Interest Expense	<u>(246,830)</u>
Total Other Nonoperating Revenues (Expenses)	(205,554)
Transfers In	230,000
Transfers Out	<u>(264,393)</u>
Changes in Net Position	(870,277)
Beginning Net Position	<u>(7,689,556)</u>
<b>ENDING NET POSITION</b>	<b><u>\$ (8,559,833)</u></b>

### Condensed Statement of Cash Flows

	Parks Special Services
Net Cash Provided (Used) by	
Operating Activities	\$ (190,206)
Noncapital Financing Activities	730,580
Capital and Related Financing Activities	(582,846)
Investing Activities	<u>42,472</u>
Net Increase (Decrease)	-
Beginning Cash and Cash Equivalents	<u>600</u>
<b>ENDING CASH AND CASH EQUIVALENTS</b>	<b><u>\$ 600</u></b>

**Note VI. Detailed Notes on All Funds (continued)**

**J. Deferred Inflows of Resources**

<b>Governmental Activities</b>	<b>General</b>	<b>Assessment Financing</b>	<b>Public Library General Fund</b>	<b>HRA General Fund</b>	<b>City Debt Service</b>	<b>HRA Debt Service</b>	<b>City Capital Projects</b>	<b>Other Governmental Funds</b>	<b>Total</b>
Deferred Inflows of Resources:									
Property Taxes	\$ 1,793,121	\$ -	\$ 407,156	\$ 71,177	\$ 268,673	\$ 80,185	\$ -	\$ 90,492	\$ 2,710,804
Fees, Sales and Services	-	-	-	-	-	-	-	270,430	270,430
Operating Grants & Contributions	-	-	-	-	-	-	8,109,505	1,595,157	9,704,662
Accounts Receivable	262,903	-	-	-	-	-	672,722	630,220	1,565,845
Accrued Interest Receivable	99,586	-	-	19,537	-	56,704	89,980	130,058	395,865
Notes and Loans Receivable	-	-	-	-	-	-	-	4,644,774	4,644,774
Land Held for Resale	-	-	-	488,345	-	-	-	3,001,006	3,489,351
Special Assessments	-	17,040,767	-	-	14,247,951	-	-	8,719,328	40,008,046
Capital Grants	-	-	-	-	-	-	210,573	-	210,573
<b>Total Deferred Inflows of Resources</b>	<b>\$ 2,155,610</b>	<b>\$ 17,040,767</b>	<b>\$ 407,156</b>	<b>\$ 579,059</b>	<b>\$ 14,516,624</b>	<b>\$ 136,889</b>	<b>\$ 9,082,780</b>	<b>\$ 19,081,465</b>	<b>\$ 63,000,350</b>

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## Note VI. Detailed Notes on All Funds (continued)

### K. Fund Balance Classifications

Fund balances 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, 2014, fund balances are as follows:

Fund Balances:	Major Special Revenue Funds				City Debt Service Fund	HRA Debt Service Fund	City Capital Projects	Other Governmental Funds	Total
	City General Fund	Assessment Financing Fund	SPPL General Fund	HRA General Fund					
<b>Nonspendable:</b>									
Advance to Component Units/Other Funds	\$ 185,480	\$ -	\$ -	\$ 692,050	\$ -	\$ -	\$ -	\$ 3,047,078	\$ 3,924,608
Corpus of Permanent Funds	-	-	-	-	-	-	-	35,000	35,000
<b>Total</b>	<b>185,480</b>	<b>-</b>	<b>-</b>	<b>692,050</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,082,078</b>	<b>3,959,608</b>
<b>Restricted For:</b>									
Capital Improvements	-	-	-	-	-	-	74,840,765	-	74,840,765
Grants	-	-	-	-	-	-	-	7,760,927	7,760,927
Right of Way Maintenance	-	-	-	-	-	-	-	926,513	926,513
Lighting Maintenance	-	-	-	-	-	-	-	353,065	353,065
Cultural Improvements	-	-	-	-	-	-	-	1,009,779	1,009,779
Housing and Economic Development	-	-	-	-	-	-	-	49,518	49,518
Debt Service	-	-	-	-	65,002,218	10,259,124	-	18,271,744	93,533,086
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>65,002,218</b>	<b>10,259,124</b>	<b>74,840,765</b>	<b>28,371,546</b>	<b>178,473,653</b>
<b>Committed To:</b>									
Equipment Replacement	251,841	-	-	-	-	-	-	723,558	975,399
Loan Programs	-	-	-	-	-	-	-	11,144,022	11,144,022
Library Improvements	-	-	1,175,969	-	-	-	-	274,984	1,450,953
Housing and Economic Development	-	-	-	6,370,768	-	-	-	-	6,370,768
<b>Total</b>	<b>251,841</b>	<b>-</b>	<b>1,175,969</b>	<b>6,370,768</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,142,564</b>	<b>19,941,142</b>
<b>Assigned:</b>									
General Government	-	6,499,919	-	-	-	-	-	3,564,136	10,064,055
Public Safety	-	-	-	-	-	-	-	356,401	356,401
Highways and Streets	-	-	-	-	-	-	-	8,544,446	8,544,446
Sanitation	-	-	-	-	-	-	-	1,329,605	1,329,605
Culture and Recreation	-	-	438,210	-	-	-	-	1,754,461	2,192,671
Housing and Economic Development	-	-	-	4,959,422	-	-	-	-	4,959,422
<b>Total</b>	<b>-</b>	<b>6,499,919</b>	<b>438,210</b>	<b>4,959,422</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,549,049</b>	<b>27,446,600</b>
<b>Unassigned</b>	<b>49,003,530</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(15,566,559)</b>	<b>(4,549,582)</b>	<b>28,887,389</b>
<b>Total</b>	<b>\$ 49,440,851</b>	<b>\$ 6,499,919</b>	<b>\$ 1,614,179</b>	<b>\$ 12,022,240</b>	<b>\$ 65,002,218</b>	<b>\$ 10,259,124</b>	<b>\$ 59,274,206</b>	<b>\$ 54,595,655</b>	<b>\$ 258,708,392</b>

## 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.

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

### B. 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, 2014, the RiverCentre Convention & Visitors Authority's deposits in checking and interest bearing accounts total \$1,506,372. 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, 2014, RCVA's investments include the following:

	Fair Value
Marketable Certificates of Deposit	\$ 252,398
Mutual Fund Equities	188,891
Investments with the City's Cash and Investments Pool	3,224,368
	<u>\$ 3,665,657</u>



**Note VII. Discretely Presented Component Units (continued)**

Recap

Deposits	\$ 1,506,372	Cash and Investments	\$ 2,909,568
Investments	4,403,343	Investments	441,289
		Restricted Cash	2,558,858
Total	<u>\$ 5,909,715</u>	Total	<u>\$ 5,909,715</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, 2014, the Regional Water Services deposits in checking and interest bearing accounts and certificates of deposits total \$10,849,135. 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, 2014, 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, 2014, is as follows:

<u>Rating Agency</u>	<u>Rating</u>	<u>Fair Value</u>
Moody's	Aaa	\$ 17,649,352

## Note VII. Discretely Presented Component Units (continued)

### 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, 2014, 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, 2014, 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, 2014, Regional Water Services 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>Over 10 Years</u>
U.S. Government Agency Securities	\$ 17,649,352	\$ -	\$ 2,566,532	\$ -	\$ 15,082,820

### Recap

Deposits	\$ 10,849,135	Cash and Investments	\$ 10,849,135
Investments	17,649,352	Investments	6,087,013
Departmental Cash	198,661	Departmental Cash	198,661
Imprest Funds on Hand	7,000	Imprest Funds	7,000
		Restricted Cash	-
		Restricted Investments for Debt Service	11,562,339
Total	<u>\$ 28,704,148</u>		<u>\$ 28,704,148</u>

## Note VII. Discretely Presented Component Units (continued)

### Port Authority:

#### *Deposits*

In accordance with applicable Minnesota State Statutes, the Port Authority maintains deposits at financial institutions authorized by the Board of Commissioners. All such depositories are members of the Federal Reserve System. Minnesota Statutes require that all deposits be protected by insurance, surety bond, or collateral. The market value of collateral pledged must equal 110% of the deposits not covered by insurance or corporate surety bonds. Minnesota Statutes require securities pledged as collateral held in safekeeping in a restricted account at the Federal Reserve Bank or at an account at a trust department of a commercial bank or other financial institution not owned or controlled by the depository.

#### 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, 2014, carried the following ratings:

<u>Rating</u>	<u>Fair Value</u>
AAA/Aaa	\$ 10,654,290
AA/Aa	5,666,073
A	44,452
Not Rated	2,839,210
	<u>\$ 19,204,025</u>

## Note VII. Discretely Presented Component Units (continued)

### 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 in the Port Authority's name.

### Concentration of Credit Risk

The Port Authority diversifies its portfolio in order to minimize the impact of losses from any one individual issuer. It is the Port Authority's policy to limit the amount invested in any one issuer at the time of the purchase, excluding securities of the U.S. Government and government sponsored enterprise securities. There were no violations of the policy during the year. 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, 2014, more than 5% of the Port Authority's and Capital City Properties (CCP)'s investments are in the following issuers:

<u>Issuer</u>	<u>Percent of Investments</u>
Federal National Mortgage Association (Fannie Mae)	28.0%

### 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.

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**Note VII. Discretely Presented Component Units (continued)**

The schedule of the average maturities by investment type as of December 31, 2014, is as follows:

Investment Type	Fair Value	Less Than 1 year	1-5 Years	6-10 Years	Over 10 Years
Federal Farm Credit Bank Note	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Home Loan Mortgage Corp (Freddie Mac)	697,203	-	602,422	94,781	-
Federal National Mortgage Assoc. (Fannie Mae)	5,832,275	2,259,645	3,268,814	303,816	-
Federal Agri Mort Corp (Farmer Mac)	28,205	-	-	-	28,205
Governmental National Mortgage Assoc (Ginnie Mae)	15,309	-	-	15,309	-
Guaranteed Investment Contracts	372,800	-	-	-	372,800
Federal Home Loan Bank	299,671	-	299,671	-	-
Negotiable Certificates of Deposit	2,839,210	2,839,210	-	-	-
State & Local Obligations:	-	-	-	-	-
Municipal Bonds	1,837,123	75,389	1,375,416	386,318	-
Time deposits	-	-	-	-	-
US Dept Agriculture Taxable Bonds	-	-	-	-	-
US Dept Agriculture Loan Certificates	38,452	-	-	-	38,452
US Treasury Notes	7,243,777	227,250	4,828,243	2,188,284	-
<b>Total</b>	<b>\$ 19,204,025</b>	<b>\$ 5,401,494</b>	<b>\$ 10,374,566</b>	<b>\$ 2,988,508</b>	<b>\$ 439,457</b>

Recap

Deposits	\$ 19,502,522	Cash and Investments	\$ 4,536,971
Investments	<u>19,204,025</u>	Investments	13,870,417
		Restricted Cash	14,965,551
		Restricted Investments	<u>5,333,608</u>
<b>Total</b>	<b>\$ 38,706,547</b>	<b>Total</b>	<b>\$ 38,706,547</b>

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**Note VII. Discretely Presented Component Units (continued)**

**C. Capital Assets**

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

	Balance 01/01/14	Additions	Deductions	Balance 12/31/14
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	180,642	188,580	-	369,222
Total Capital Assets Being Depreciated	180,642	188,580	-	369,222
Less: Accumulated Depreciation for:				
Buildings and Structures	-	-	-	-
Public Improvements	-	-	-	-
Equipment	(129,331)	(20,789)	-	(150,120)
Total Accumulated Depreciation	(129,331)	(20,789)	-	(150,120)
Total Capital Assets Being Depreciated, Net	51,311	167,791	-	219,102
Capital Assets, Net	\$ 51,311	\$ 167,791	\$ -	\$ 219,102

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**Note VII. Discretely Presented Component Units (continued)**

Summary of Changes in Capital Assets of Regional Water Services:

	Balance 01/01/14	Additions	Deductions	Balance 12/31/14
<b>Capital Assets Not Being Depreciated:</b>				
Land	\$ 1,307,887	\$ 20	\$ -	\$ 1,307,907
Construction in Progress	19,664,841	14,351,681	(18,974,582)	15,041,940
<b>Total Capital Assets Not Being Depreciated</b>	<b>20,972,728</b>	<b>14,351,701</b>	<b>(18,974,582)</b>	<b>16,349,847</b>
<b>Capital Assets Being Depreciated:</b>				
Buildings and Structures	56,006,802	153,228	-	56,160,030
Public Improvements	272,048,509	18,805,259	(1,310,595)	289,543,173
Equipment	52,054,400	1,440,310	(613,966)	52,880,744
<b>Total Capital Assets Being Depreciated</b>	<b>380,109,711</b>	<b>20,398,797</b>	<b>(1,924,561)</b>	<b>398,583,947</b>
<b>Less: Accumulated Depreciation for:</b>				
Buildings and Structures	(20,397,623)	(1,236,670)	36,606	(21,597,687)
Public Improvements	(77,263,198)	(4,938,895)	541,187	(81,660,906)
Equipment	(28,356,231)	(1,941,260)	617,680	(29,679,811)
<b>Total Accumulated Depreciation</b>	<b>(126,017,052)</b>	<b>(8,116,825)</b>	<b>1,195,473</b>	<b>(132,938,404)</b>
<b>Total Capital Assets Being Depreciated, Net</b>	<b>254,092,659</b>	<b>12,281,972</b>	<b>(729,088)</b>	<b>265,645,543</b>
<b>Capital Assets, Net</b>	<b>\$ 275,065,387</b>	<b>\$ 26,633,673</b>	<b>\$ (19,703,670)</b>	<b>\$ 281,995,390</b>

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**Note VII. Discretely Presented Component Units (continued)**

Summary of Changes in Capital Assets of Port Authority:

	Balance 01/01/14	Additions	Deductions	Balance 12/31/14
Capital Assets Not Being Depreciated:				
Land	\$ 8,028,549	\$ 1,030	\$ -	\$ 8,029,579
Construction in Progress	16,284,263	292,401	11,741,008	4,835,656
Total Capital Assets Not Being Depreciated	<u>24,312,812</u>	<u>293,431</u>	<u>11,741,008</u>	<u>12,865,235</u>
Capital Assets Being Depreciated:				
Buildings	48,283,358	10,840,561	-	59,123,919
Equipment	2,248,733	1,574,461	-	3,823,194
Total Capital Assets Being Depreciated	<u>50,532,091</u>	<u>12,415,022</u>	<u>-</u>	<u>62,947,113</u>
Less: Accumulated Depreciation for:				
Buildings	(32,335,802)	(801,192)	-	(33,136,994)
Equipment	(1,700,905)	(192,104)	-	(1,893,009)
Total Accumulated Depreciation	<u>(34,036,707)</u>	<u>(993,296)</u>	<u>-</u>	<u>(35,030,003)</u>
Total Capital Assets Being Depreciated, Net	<u>16,495,384</u>	<u>11,421,726</u>	<u>-</u>	<u>27,917,110</u>
Capital Assets, Net	<u>\$ 40,808,196</u>	<u>\$ 11,715,157</u>	<u>\$ 11,741,008</u>	<u>\$ 40,782,345</u>

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## Note VII. Discretely Presented Component Units (continued)

### D. Long-Term Obligations

#### RiverCentre Convention & Visitors Authority:

At December 31, 2014, long-term obligations of the RiverCentre Convention & Visitors Authority had no long-term obligations.

#### Regional Water Services:

At December 31, 2014, long-term obligations of Regional Water Services consisted of:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Revenue Bonds	\$ 21,025,000	\$ -	\$ 2,875,000	\$ 18,150,000	\$ 2,345,000
Revenue Notes	27,218,645	1,614,221	1,237,291	27,595,575	1,833,754
Compensated Absences	1,794,551	206,683	208,152	1,793,082	71,567
Net Other Postemployment Benefits	3,805,727	1,006,466	678,923	4,133,270	-
Claims and Judgments	4,500,256	127,778	531,037	4,096,997	625,000
<b>Total</b>	<b>\$ 58,344,179</b>	<b>\$ 2,955,148</b>	<b>\$ 5,530,403</b>	<b>\$ 55,768,924</b>	<b>\$ 4,875,321</b>

#### Port Authority:

At December 31, 2014, long-term obligations of Port Authority consisted of:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
General Obligation Bonds	\$ 35,345,000	\$ 8,460,000	\$ 10,380,000	\$ 33,425,000	\$ 1,855,000
Revenue Bonds	58,194,271	-	2,813,224	55,381,047	21,671,047
Add/(Subtract) Deferred Amounts for: (Discounts)/Premiums Refundings - Gains/(Losses)	212,681	299,719	58,615	453,785	(58,728)
<b>Total Bonds</b>	<b>93,751,952</b>	<b>8,759,719</b>	<b>13,251,839</b>	<b>89,259,832</b>	<b>23,467,319</b>
Revenue Notes	11,660,395	150,000	1,538,651	10,271,744	770,470
Net Other Postemployment Benefits Obligation	71,920	5,354	-	77,274	-
<b>Total</b>	<b>\$ 105,484,267</b>	<b>\$ 8,915,073</b>	<b>\$ 14,790,490</b>	<b>\$ 99,608,850</b>	<b>\$ 24,237,789</b>

## Note VII. Discretely Presented Component Units (continued)

### E. 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, 2014, were as follows:

	Principal	Interest	Total
Revenue Bonds	\$ 18,150,000	\$ 2,096,625	\$ 20,246,625
Revenue Notes	27,595,575	4,592,435	32,188,010
Total	<u>\$ 45,745,575</u>	<u>\$ 6,689,060</u>	<u>\$ 52,434,635</u>

#### Port Authority:

Total principal and interest requirements relating to outstanding revenue bonds and notes at December 31, 2014, were as follows:

	Principal	Interest	Total
General Obligation Bonds	\$ 33,425,000	\$ 10,301,077	\$ 43,726,077
Revenue Bonds	55,381,047	11,531,068	66,912,115
Revenue Notes	10,271,744	1,057,443	11,329,187
Total	<u>\$ 99,077,791</u>	<u>\$ 22,889,588</u>	<u>\$ 121,967,379</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, 2014, outstanding no-commitment debt totaled \$428.3 million.

### F. Net Position – Restricted

As of December 31, 2014, net position was restricted for the following purposes:

	RiverCentre Convention and Visitors Authority	Regional Water Services	Port Authority	Total
For Economic Development	\$ -	\$ -	\$ 48,239,629	\$ 48,239,629
For Debt Service	-	11,471,816	8,642,468	20,114,284
Total	<u>\$ -</u>	<u>\$ 11,471,816</u>	<u>\$ 56,882,097</u>	<u>\$ 68,353,913</u>

## Note VII. Discretely Presented Component Units (continued)

### G. Condensed Financial Information

The following provides component unit condensed financial information for the year ended December 31, 2014:

#### Condensed Statement of Net Position

	RiverCentre Convention and Visitors Authority	Regional Water Services	Port Authority	Total
<b>ASSETS</b>				
Current Assets	\$ 4,641,917	\$ 33,623,752	\$ 34,658,517	\$ 72,924,186
Restricted Assets	2,558,858	6,646,983	5,333,608	14,539,449
Capital Assets, Net	219,102	281,995,390	40,782,345	322,996,837
Other Assets	-	96,463	87,346,474	87,442,937
<b>Total Assets</b>	<b>7,419,877</b>	<b>322,362,588</b>	<b>168,120,944</b>	<b>497,903,409</b>
<b>LIABILITIES</b>				
Current Liabilities	2,180,711	13,112,407	55,842,377	71,135,495
Noncurrent Liabilities	185,480	51,574,901	77,507,568	129,267,949
<b>Total Liabilities</b>	<b>2,366,191</b>	<b>64,687,308</b>	<b>133,349,945</b>	<b>200,403,444</b>
<b>NET POSITION</b>				
Net Investment in Capital Assets	219,102	235,568,517	(8,934,482)	226,853,137
Restricted	-	11,471,816	56,882,097	68,353,913
Unrestricted	4,834,584	10,634,947	(13,176,616)	2,292,915
<b>TOTAL NET POSITION</b>	<b>\$ 5,053,686</b>	<b>\$ 257,675,280</b>	<b>\$ 34,770,999</b>	<b>\$ 297,499,965</b>

#### Condensed Statement of Revenues, Expenses and Changes in Net Position

	RiverCentre Convention and Visitors Authority	Regional Water Services	Port Authority	Total
Operating Revenues	\$ 12,839,214	\$ 50,857,673	\$ 8,960,701	\$ 72,657,588
Operating Expenses	12,831,792	35,960,307	8,609,791	57,401,890
Depreciation	-	7,724,525	993,296	8,717,821
<b>Operating Income (Loss)</b>	<b>7,422</b>	<b>7,172,841</b>	<b>(642,386)</b>	<b>6,537,877</b>
Total Nonoperating Revenues (Expenses)	1,074,423	1,886	(2,315,437)	(1,239,128)
Capital Contributions	-	2,183,175	-	2,183,175
<b>Changes in Net Position</b>	<b>1,081,845</b>	<b>9,357,902</b>	<b>(2,957,823)</b>	<b>7,481,924</b>
Net Position, January 1	3,971,841	248,317,378	37,728,822	290,018,041
<b>Net Position, December 31</b>	<b>\$ 5,053,686</b>	<b>\$ 257,675,280</b>	<b>\$ 34,770,999</b>	<b>\$ 297,499,965</b>

## Note VII. Discretely Presented Component Units (continued)

### H. 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 2014. Retirement expense was \$29,430 and \$39,990 for 2014 and 2013 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 2014 were \$985,114. 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 6.25% of their salary. The Port Authority provides a contribution of 7.25%. Total contributions were \$43,000 in 2014.

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. The Port Authority contributed \$105,000 in 2014.

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

### I. Postemployment Benefits Other than Pension

#### RiverCentre Convention & Visitors Authority:

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

## Note VII. Discretely Presented Component Units (continued)

### Regional Water Services:

#### Plan Description

In addition to providing the pension benefits described in Note VII.H, 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 authority to provide these benefits is established in Minnesota Statutes §471.61, Subd. 2a. 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

**Note VII. Discretely Presented Component Units (continued)**

Membership

As of the actuarial valuation date of September 30, 2012 the membership consisted of:

	<u>Family Coverage</u>	<u>Single Coverage</u>	<u>Total</u>
Retired Participants and Beneficiaries			
Under Age 65 (Early Retirees)	2	30	32
Over Age 65 (Regular Retirees)	43	109	152
Total Retired Participants	<u>45</u>	<u>139</u>	<u>184</u>
Active Participants			
Eligible to receive benefits			222
Not eligible to receive benefits*			<u>179</u>
Total Active Participants			<u>401</u>
Total Participants			<u><u>585</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 2014 were as follows:

	<u>Age</u>	<u>Average Monthly Regional Water Contribution</u>	<u>Average Monthly Retiree Contribution</u>
Health Insurance	Less than 65	\$335	\$348
	65 and older	\$284	\$11
Life Insurance	Less than 65	\$1	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 2014 expense totaled \$583,961 for approximately 168 retirees. Retirees contributed \$98,737; active employees do not contribute to the plan until retirement.

## Note VII. Discretely Presented Component Units (continued)

### Annual OPEB Costs and Net OPEB Obligation

Regional Water had an actuarial valuation performed for the plan as of September 30, 2012, 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, 2014. Regional Water's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 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, 2012	\$ 1,345,224	\$ 708,472	52.67%	\$ 3,495,166
December 31, 2013	1,003,004	692,443	69.04%	3,805,727
December 31, 2014	1,006,466	678,923	67.46%	4,133,270

The net OPEB obligation (NOPEBO) as of December 31, 2014, was calculated as follows:

Annual Required Contribution (ARC)	\$ 1,067,254
Interest on Net OPEB Obligation	166,883
Adjustment to Annual Required Contribution	(227,671)
Annual OPEB cost	<u>1,006,466</u>
Contributions Made	
Direct	583,961
Indirect Implicit Subsidy	<u>94,962</u>
Total Contributions Made	<u>678,923</u>
Increase (Decrease) in Net OPEB Obligation	327,543
Net OPEB Obligation Beginning of Year	<u>3,805,727</u>
Net OPEB Obligation End of Year	<u>\$ 4,133,270</u>

### Funded Status and Funding Progress

The actuarial accrued liability for benefits, as of September 30, 2012, the most recent actuarial valuation date, was \$13,455,536. 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, 2012, the funded status of the plan was as follows:

Actuarial Accrued Liability (AAL)	\$ 13,455,536
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 13,455,536</u>
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Active Members Covered Payroll	\$ 12,584,670
UAAL as a Percentage of Covered Payroll	106.9%

## Note VII. Discretely Presented Component Units (continued)

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, 2012, actuarial valuation the projected unit credit actuarial cost method was used. The actuarial assumptions included 4.5% discount rate and an annual healthcare cost trend rate of beginning at 8.5% for fiscal year 2012 and declining over 7 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, 2014, there were 18 current employees that may become eligible for benefits in the future and 9 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.



## Note VII. Discretely Presented Component Units (continued)

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)	\$ 43,000
Interest on Net OPEB Obligation	2,000
Adjustment to Annual Required Contribution	(3,000)
Annual OPEB cost	<u>42,000</u>
Contributions Made	<u>36,646</u>
Increase (Decrease) in Net OPEB Obligation	5,354
Net OPEB Obligation Beginning of Year	<u>71,920</u>
Net OPEB Obligation End of Year	<u>\$ 77,274</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 2014:

<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, 2012	\$ 46,050	76.9%	\$ 61,530
December 31, 2013	47,000	76.6%	71,920
December 31, 2014	42,000	88.1%	77,274

### Funded Status and Funding Progress

The actuarial accrued liability for benefits as of December 31, 2014, the most recent actuarial valuation date, was \$592,023. The annual payroll for active employees covered by the plan was \$1,916,000 for a ratio of UAAL to covered payroll of 31%. This liability will be phased in over 30 years based on the requirements of GASB Statement No. 45.

Actuarial Accrued Liability (AAL)	\$ 592,023
Actuarial Value of Plan Assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	\$ 592,023
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Active Members Covered Payroll	\$ 1,916,000
UAAL as a Percentage of Covered Payroll	31.00%

### 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.

## Note VII. Discretely Presented Component Units (continued)

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, 2014, was 23 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.

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## Note VIII. Other Information (continued)

Two methods are used to compute benefits for GERS 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 GERS members, 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 GERS 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](http://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.

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**Note VIII. Other Information (continued)**

**b. Funding Policy**

Pension benefits are funded from member and employer contributions and income from the investment of fund assets. Rates for employer and employee contributions are set by Minnesota Statutes Chapter 353. 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 GERF. Rates are applied to annual covered salary.

The City is required to contribute the following percentages of annual covered payroll in 2013 and 2014:

Retirement Plan	2014		2013	
	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)	10.20%	15.30%	9.60%	14.10%

The City's contributions for the years ending December 31, 2014, 2013, and 2012 for GERF and PEPFF were:

	2014	2013	2012
General Employees Retirement Fund (GERF)			
Coordinated	\$ 6,639,106	\$ 6,789,836	\$ 6,756,676
Public Employees Police and Fire Fund (PEPFF)	11,870,386	11,679,318	11,094,757
	<u>\$ 18,509,492</u>	<u>\$ 18,469,154</u>	<u>\$ 17,851,433</u>

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

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## **Note VIII. Other Information (continued)**

### **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 \$15,921 and \$10,439, respectively, for the year ending December 31, 2014. The City also contributed \$19,786 for 2013, and \$20,514 for 2012. For each year, the City contribution equals the required contribution for each respective year.

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## Note VIII. Other Information (continued)

### 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</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

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.

## Note VIII. Other Information (continued)

### 3. Membership

As of December 31, 2014, the membership consisted of:

	Family Coverage	Single Coverage	Total
Retired Participants and Beneficiaries			
Under Age 65 (Early Retirees)	83	451	534
Over Age 65 (Regular Retirees)	469	990	1,459
Total Retired Participants	552	1,441	1,993
Active Participants			
Eligible to receive benefits			402
Not eligible to receive benefits*			2,206
Total Active Participants			2,608
Total Participants			4,601

\* 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, 2014, retirees contributed \$2,166,886 and the City contributed \$7,600,783. Active employees do not contribute to the plan until retirement.

The average monthly premium contributions for 2014 were as follows:

	Age	Average Monthly City Contribution <sup>1</sup>	Average Monthly Retiree Contribution <sup>2</sup>
Health Insurance	Less than 65	\$ 231,136 <sup>1</sup>	\$ 147,101 <sup>2</sup>
	65 and older	\$ 401,967 <sup>1</sup>	\$ 33,472 <sup>2</sup>
Life Insurance	Less than 65	\$ 284 <sup>3</sup>	Not applicable
	65 and older	Not applicable	Not applicable

(1) The average monthly City contribution for health insurance for retirees less than 65 is \$433 and \$276 for retirees 65 and older.

(2) The average monthly retiree contribution for health insurance for retirees less than 65 is \$275 and \$23 for retirees 65 and older.

(3) The average monthly City contribution for life insurance for retirees less than 65 is \$1.

## Note VIII. Other Information (continued)

### 5. Annual OPEB costs and Net OPEB Obligation

The City had an actuarial valuation performed for the plan as of September 30, 2012, 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, 2014. The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 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, 2012	\$ 16,064,452	\$ 9,920,050	61.75%	\$ 31,812,017
December 31, 2013	12,124,691	7,641,771	63.03%	36,294,937
December 31, 2014	12,190,478	7,845,228	64.36%	40,640,187

The net OPEB obligation (NOPEBO) as of December 31, 2014, was calculated as follows:

Annual Required Contribution (ARC)	\$ 12,785,408
Interest on Net OPEB Obligation	1,633,272
Adjustment to Annual Required Contribution	(2,228,202)
Annual OPEB cost	<u>12,190,478</u>
Contributions Made	
Direct	6,733,338
Indirect Implicit Subsidy	1,111,890
Total Contributions Made	<u>7,845,228</u>
Increase (Decrease) in Net OPEB Obligation	4,345,250
Net OPEB Obligation Beginning of Year	36,294,937
Net OPEB Obligation End of Year	<u>\$ 40,640,187</u>

### 6. Funded Status and Funding Progress

As of the actuarial valuation date of September 30, 2012, the funded status of the plan was as follows:

Actuarial Accrued Liability (AAL)	\$ 156,415,280
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 156,415,280
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Active Members Covered Payroll	\$ 170,535,057
UAAL as a Percentage of Covered Payroll	91.72%



## Note VIII. Other Information (continued)

### 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, 2012 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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## Note VIII. Other Information (continued)

### 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 Central Services 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 2013 and 2014.

	Year Ended December 31, 2014	Year Ended December 31, 2013
Beginning of Fiscal Year Liability	\$ 38,165,057	\$ 26,742,551
Current Year Claims and Changes in Estimates	11,728,772	24,033,467
Claim Payments	<u>(14,283,430)</u>	<u>(12,610,961)</u>
End of Fiscal Year Liability	<u>\$ 35,610,399</u>	<u>\$ 38,165,057</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 \$1.8 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.

## Note VIII. Other Information (continued)

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.

### D. Construction and Other Significant Commitments

At December 31, 2014, the City had commitments for the following major construction projects:

Project Title	Remaining Construction Committed
Lowertown Ballpark	\$ 16,672,615
St. Anthony Tunnel Phase 6	2,656,890
Western Avenue Project	1,708,778
Prince Street Project	1,690,834
Burns/Park Sewer Lining	1,282,679
Westside Sewer Lining	1,129,754
Maiden Lane Virginia RSVP	595,695
Total	\$ 25,737,245

### 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 position. 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, 2014 (gains shown as positive amounts, losses as negative).

## Note VIII. Other Information (continued)

Governmental Activities	2014 Change in Fair Value		Fair Value at December 31, 2014		Notional
	Classification	Amount	Classification	Amount	
Effective Cash Flow hedges					
Interest Rate Derivatives:					
Pay-fixed swaps, interest rate	Deferred Outflow	\$ 1,731,320	Derivative	\$(11,010,150)	\$ 51,435,000

### 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, 2014 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, 2014, all of the City's variable-rate debt is effectively hedged.

## Note VIII. Other Information (continued)

Year Ending December 31,	Principal	Interest	Net Payment on Derivatives	Total
2015	2,890,000	106,339	2,558,520	5,554,859
2016	3,045,000	100,254	2,412,107	5,557,361
2017	3,215,000	93,840	2,257,786	5,566,626
2018	3,395,000	61,096	1,469,443	4,925,539
2019-2024	20,000,000	298,694	7,187,069	27,485,763
2025-2026	18,890,000	100,242	2,411,814	21,402,056
Totals	<u>\$ 51,435,000</u>	<u>\$ 760,465</u>	<u>\$ 18,296,739</u>	<u>\$ 70,492,204</u>

### F. Contingent Liabilities

#### Litigation

The City, in connection with the normal conduct of its affairs, is involved in various disputes, claims and lawsuits; it is expected that the final resolution 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.

**Note VIII. Other Information (continued)**

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.

**G. Subsequent Events**

In 2015, the City issued the following bonds and refunded the following bonds:

	<u>Amount</u>	<u>Final Maturity</u>
General Obligation Bonds		
Property Tax Supported		
Capital Improvement Bonds	\$ 11,475,000	3/1/2025
Special Assessment Bonded Debt		
Street Improvement Bonds with Governmental Commitment	22,825,000	5/1/2035
Revenue Bonds		
Sewer Revenue Bonds	<u>8,700,000</u>	12/1/2034
 Total Issued	 <u>\$ 43,000,000</u>	
 Refunded Bonds		
Capital Improvement Bonds	1,510,000	
Special Assessment Bonded Debt	<u>10,180,000</u>	
 Total Refunded	 <u>\$ 11,690,000</u>	

On September 24, 2014, the City adopted Resolution RES 14-1609 authorizing the issuance and negotiated sale of a Taxable Lease Revenue Note, Series 2014 in the amount of \$1,500,000. The note is a special, limited obligation of the City payable to the Lender solely from pledged revenues as defined in the loan agreement. The Note is not a general obligation of the City. The Note was issued on April 1, 2015 with a final maturity date of April 1, 2030.

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## REQUIRED SUPPLEMENTARY INFORMATION

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REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

GENERAL FUND

For the Fiscal Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes				
Property Taxes	\$ 72,819,354	\$ 72,819,354	\$ 73,337,932	\$ 518,578
Gross Earnings Franchise Fees	25,705,771	25,705,771	26,022,004	316,233
Hotel-Motel Tax	1,420,900	1,420,900	1,545,077	124,177
Other Taxes	-	-	155,976	155,976
Total Taxes	99,946,025	99,946,025	101,060,989	1,114,964
Licenses and Permits	7,158,206	7,158,206	10,815,726	3,657,520
Intergovernmental Revenue	71,527,116	71,527,116	71,274,356	(252,760)
Fees, Sales and Services	41,333,492	41,465,290	38,167,410	(3,297,880)
Assessments	-	-	71,200	71,200
Investment Income				
Interest Earned On Investments	2,065,034	2,065,034	1,614,972	(450,062)
Increase (Decrease) in Fair Value of Investments	-	-	1,440,046	1,440,046
Interest Earned - Other	-	-	(7,805)	(7,805)
Miscellaneous Revenue - Other	1,297,669	1,491,977	803,838	(688,139)
Total Revenues	223,327,542	223,653,648	225,240,732	1,587,084
<b>EXPENDITURES</b>				
Current				
General Government				
City Council	3,066,538	3,066,538	2,941,196	125,342
Mayor	1,448,682	1,426,255	1,405,211	21,044
City Attorney	7,491,577	7,473,566	7,391,137	82,429
Financial Services	3,580,328	3,533,349	3,532,931	418
Human Resources	4,325,347	4,310,347	4,243,422	66,925
Human Rights	1,812,058	1,774,725	1,711,452	63,273
Technology	11,271,086	11,369,822	11,085,839	283,983
Other	9,193,450	10,227,741	9,860,819	366,922
Total General Government	42,189,066	43,182,343	42,172,007	1,010,336
Public Safety				
Police	83,864,927	84,192,660	83,986,850	205,810
Fire and Safety Services	57,018,143	56,634,249	55,021,091	1,613,158
Safety and Inspection	17,515,197	16,961,920	15,650,056	1,311,864
Emergency Management	377,907	377,907	393,638	(15,731)
Total Public Safety	158,776,174	158,166,736	155,051,635	3,115,101
Highways and Streets	2,411,170	2,356,170	1,996,364	359,806
Culture and Recreation	26,573,892	26,683,892	26,212,092	471,800
Capital Outlay	1,034,458	933,725	288,352	645,373
Debt Service				
Principal - Other Debt	-	-	-	-
Interest - Other Debt	4,011	4,011	8,450	(4,439)
Total Expenditures	230,988,771	231,326,877	225,728,900	5,597,977
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,661,229)	(7,673,229)	(488,168)	7,185,061
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	7,687,254	7,687,254	5,454,824	(2,232,430)
Transfers Out	(2,273,322)	(2,273,322)	(2,251,040)	22,282
Sale of Capital Assets	49,000	49,000	41,905	(7,095)
Total Other Financing Sources (Uses)	5,462,932	5,462,932	3,245,689	(2,217,243)
<b>SPECIAL ITEM</b>				
Sale of Public Safety Building	-	-	-	-
Net Change in Fund Balance	(2,198,297)	(2,210,297)	2,757,521	4,967,818
FUND BALANCE, January 1	36,192,833	36,192,833	36,192,833	-
FUND BALANCE, January 1	46,683,330	46,683,330	46,683,330	-
FUND BALANCE, December 31	\$ 44,485,033	\$ 44,473,033	\$ 49,440,851	\$ 4,967,818

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

	Assessment Financing			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes				
Current Taxpayer	\$ -	\$ -	\$ -	\$ -
Delinquent Taxpayer	-	-	-	-
Total Property Taxes	-	-	-	-
Intergovernmental Revenue	-	-	-	-
Fees, Sales and Services	-	-	160,001	160,001
Assessment Financing	5,526,902	8,026,902	6,598,105	(1,428,797)
Investment Income				
Interest Earned on Investments	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	-	-
Miscellaneous - Other	(15,000)	(15,000)	-	15,000
<b>Total Revenues</b>	<b>5,511,902</b>	<b>8,011,902</b>	<b>6,758,106</b>	<b>(1,253,796)</b>
<b>EXPENDITURES</b>				
Current				
General Government	276,959	1,335,459	1,364,818	(29,359)
Public Safety	442,810	442,810	416,825	25,985
Culture and Recreation	-	-	-	-
Housing and Economic Development	-	-	-	-
Intergovernmental Expenditures	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service	-	-	-	-
<b>Total Expenditures</b>	<b>719,769</b>	<b>1,778,269</b>	<b>1,781,643</b>	<b>(3,374)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,792,133	6,233,633	4,976,463	(1,257,170)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	400,000	400,000	375,901	(24,099)
Transfers Out	(5,390,057)	(6,831,557)	(5,534,203)	1,297,354
Capital Lease	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(4,990,057)</b>	<b>(6,431,557)</b>	<b>(5,158,302)</b>	<b>1,273,255</b>
Net Change in Fund Balances	(197,924)	(197,924)	(181,839)	16,085
FUND BALANCES, January 1	6,681,758	6,681,758	6,681,758	-
FUND BALANCES, December 31	\$ 6,483,834	\$ 6,483,834	\$ 6,499,919	\$ 16,085

Public Library General Fund				HRA General Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
Original	Final			Original	Final		
\$ 15,795,426	\$ 15,795,426	\$ 16,008,813	\$ 213,387	\$ 2,438,416	\$ 2,438,416	\$ 2,478,732	\$ 40,316
19,412	19,412	29,647	10,235	-	-	69,480	69,480
15,814,838	15,814,838	16,038,460	223,622	2,438,416	2,438,416	2,548,212	109,796
-	-	18,306	18,306	-	-	-	-
-	-	-	-	1,067,975	1,067,975	1,824,834	756,859
-	-	-	-	-	-	-	-
-	-	-	-	332,000	332,000	230,882	(101,118)
-	-	-	-	-	-	197,240	197,240
-	-	290	290	-	-	-	-
15,814,838	15,814,838	16,057,056	242,218	3,838,391	3,838,391	4,801,168	962,777
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
15,874,831	15,874,831	15,774,176	100,655	-	-	-	-
-	-	-	-	5,496,044	5,201,044	5,155,713	45,331
-	-	-	-	286,041	286,041	-	286,041
110,000	110,000	49,710	60,290	-	-	-	-
-	-	-	-	-	-	-	-
15,984,831	15,984,831	15,823,886	160,945	5,782,085	5,487,085	5,155,713	331,372
(169,993)	(169,993)	233,170	403,163	(1,943,694)	(1,648,694)	(354,545)	1,294,149
-	-	175,000	175,000	642,514	642,514	759,083	116,569
(32,508)	(32,508)	(182,976)	(150,468)	-	(295,000)	(286,041)	8,959
-	-	-	-	-	-	-	-
(32,508)	(32,508)	(7,976)	24,532	642,514	347,514	473,042	125,528
(202,501)	(202,501)	225,194	427,695	(1,301,180)	(1,301,180)	118,497	1,419,677
1,388,985	1,388,985	1,388,985	-	11,903,743	11,903,743	11,903,743	-
\$ 1,186,484	\$ 1,186,484	\$ 1,614,179	\$ 427,695	\$ 10,602,563	\$ 10,602,563	\$ 12,022,240	\$ 1,419,677

City of Saint Paul, Minnesota  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS  
 OTHER POSTEMPLOYMENT BENEFITS PLAN  
 For the Fiscal Year Ended December 31, 2014

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio (1) / (2)	Unfunded Actuarial Accrued Liability (UAAL) (2) - (1)	Active Members Covered Payroll	UAAL As a 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%
September 30, 2012	-	156,415,280	0.00%	156,415,280	170,535,057	91.72%

City of Saint Paul, Minnesota  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF EMPLOYER CONTRIBUTIONS  
 OTHER POSTEMPLOYMENT BENEFITS PLAN  
 For the Fiscal Year Ended December 31, 2014

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Fiscal Year Ended December 31,	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
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%
2012	8,807,003	16,446,256	53.55%
2013	8,602,504	12,646,139	68.02%
2014	7,845,228	12,785,408	61.36%

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Fiscal Year Ended December 31, 2014**

**Budgetary Information**

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

All annually budgeted funds including the General Fund, the Assessment Financing Fund, the Public Library General Fund and the HRA General Fund are adopted on a basis consistent with generally accepted accounting principles. The legal level of budgetary control for the General Fund is at the department/office level and at the fund level for the HRA General Fund.

The General Fund did not exceed total appropriations at the fund level, however total expenditures exceeded appropriations in Emergency Management (\$15,731) and Interest-Other Debt (\$4,439).

The Assessment Financing Fund exceeded total appropriations at the fund level by (\$3,374). The Public Library General Fund and the HRA General Fund did not exceed total appropriations at the fund level.

## 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 or capital projects.

**City Grants** - to account for monies for energy conservation and improvement measures, city grants, contributions, and other sources received from federal, state, and other agencies to support specified general governmental functions or projects.

**General Government Special Projects** - to account for the hosting of special events, promotion of the city as a destination, building of capacity for targeted businesses, vendor outreach for the city and other governmental agencies, and replacement of cable equipment through the charging of fees, contributions and other sources.

**Fire Responsive Services** - to account for monies received by the Fire Department to perform various fire functions, to provide fire protection outside city limits, and to purchase fire equipment.

**Police Special Projects** - to account for monies received from various restricted contributions, and other sources with a restricted purpose to perform various miscellaneous police functions.

**Charitable Gambling** - to monitor, review, and administrate all lawful gambling activities and to ensure the integrity of operations as required by state law.

**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, sidewalk maintenance, traffic signs, signals, streetlight maintenance, and boulevard tree and vegetation maintenance and trimming.

**Street Lighting 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.

**Recycling and Solid Waste** - 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.

**Public Health** - to account for expenses incurred in the operation of Public Health and billed to Ramsey County.

**Parks and Recreation Special Projects** - to account for monies received from various restricted contributions, and other sources with a restricted purpose to perform various special projects for parks and recreation centers.

**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.

**Parkland Replacement** - to account for proceeds from the sale of city property for which there is no outstanding debt and use the remaining proceeds to finance projects in the capital improvement budget.

**Public Library Special Projects** - to account for Saint Paul Public Library Agency (SPPLA) revenues from fees, fines, grants and donations. Revenues are from various federal and state agencies as well as monies received from the Friends of the Saint Paul Public Library to support expenses for special projects such as collection development, staff training and development, and community outreach opportunities.

**City HUD Grants** - to account for monies received from the U.S. Department of Housing and Urban Development under the Community Development Block Grant program, the ESG program, the HOME program, the NSP programs and other miscellaneous revenues derived from projects operated under these programs.

**City Sales Tax** - to account for monies received from the one-half percent city sales tax which are used for the STAR program, major RiverCentre capital expenditures, other capital expenditures as determined by the City Council, and the transfer to the HRA Debt Service Fund for financing the debt service on the HRA Sales Tax Revenue Bonds.

**HRA Grants** - to account for intergovernmental revenues provided to the HRA from federal, state and local governments for housing and development.

### **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.

**Public Library Capital Projects** - to account for monies received from the sale of general obligation bonds for the construction of Library projects.

**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 Capital Projects** - 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 Fund**

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.

**Parks Memorial Permanent** - to account for donations from the Ordway Family for the construction of the Japanese Garden in Como Park and the principal of a trust fund and disbursement of interest derived from donation for perpetual maintenance of a memorial located at Como Park Conservatory.



	Special Revenue	Capital Projects	Parks Memorial Permanent	Total Nonmajor Governmental Funds
<b>ASSETS</b>				
Cash and Investments with Treasurer	\$ 21,664,796	\$ 25,106,166	\$ 84,278	\$ 46,855,240
Cash and Investments with Trustees	2,333,513	-	-	2,333,513
Imprest Funds	58,395	-	-	58,395
Receivables				
Property Taxes - Due from Ramsey County	-	103,309	-	103,309
Property Taxes - Delinquent	-	90,491	-	90,491
Accounts (net of allowance for estimated uncollectible)	1,282,159	-	-	1,282,159
Assessments	21,049,539	-	-	21,049,539
Notes and Loans	7,890,528	965,769	-	8,856,297
Accrued Interest	129,511	123,037	333	252,881
Due from Other Funds	554,548	-	-	554,548
Due from Other Governmental Units	13,363,864	-	-	13,363,864
Advances to Other Funds	-	3,047,078	-	3,047,078
Land Held for Resale	5,393,593	3,001,006	-	8,394,599
<b>TOTAL ASSETS</b>	<b>\$ 73,720,446</b>	<b>\$ 32,436,856</b>	<b>\$ 84,611</b>	<b>\$ 106,241,913</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accrued Salaries Payable	\$ 1,652,076	\$ -	\$ -	\$ 1,652,076
Accounts Payable	4,193,025	9,485	-	4,202,510
Due to Other Funds	7,190,280	-	-	7,190,280
Due to Other Governmental Units	-	1,518,677	-	1,518,677
Assessments	599,240	-	-	599,240
Advance from Other Funds	1,783,568	3,423,364	-	5,206,932
Unearned Revenue	10,155,766	2,039,312	-	12,195,078
<b>Total Liabilities</b>	<b>25,573,955</b>	<b>6,990,838</b>	<b>-</b>	<b>32,564,793</b>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenue	14,954,324	4,127,048	93	19,081,465
<b>Fund Balance</b>				
Nonspendable	-	3,047,078	35,000	3,082,078
Restricted	10,050,284	18,271,744	49,518	28,371,546
Committed	12,142,564	-	-	12,142,564
Assigned	15,548,901	148	-	15,549,049
Unassigned	(4,549,582)	-	-	(4,549,582)
<b>Total Fund Balances</b>	<b>33,192,167</b>	<b>21,318,970</b>	<b>84,518</b>	<b>54,595,655</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 73,720,446</b>	<b>\$ 32,436,856</b>	<b>\$ 84,611</b>	<b>\$ 106,241,913</b>

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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, 2014

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	Special Revenue	Capital Projects	Parks Memorial Permanent	Total Nonmajor Governmental Funds
<b>REVENUES</b>				
Taxes				
Current Tax Increment	\$ -	\$ 10,139,471	\$ -	\$ 10,139,471
City Sales Tax	18,314,992	-	-	18,314,992
Hotel-Motel Tax	1,982,481	-	-	1,982,481
Other Taxes	145,748	-	-	145,748
Licenses and Permits	356,172	-	-	356,172
Intergovernmental Revenue	24,854,649	279,999	-	25,134,648
Fees, Sales and Services	28,399,830	511,741	-	28,911,571
Assessments	34,937,705	-	-	34,937,705
Investment Income				
Interest Earned on Investments	378,080	259,201	1,876	639,157
Increase (Decrease) in Fair Value of Investments	239,898	177,321	1,467	418,686
Interest Earned - Other	157,804	-	(129)	157,675
Miscellaneous Revenue				
Program Income	61,501	-	-	61,501
Other	4,421,424	2,388,570	-	6,809,994
<b>Total Revenues</b>	<b>114,250,284</b>	<b>13,756,303</b>	<b>3,214</b>	<b>128,009,801</b>
<b>EXPENDITURES</b>				
Current				
General Government	4,674,994	-	-	4,674,994
Public Safety	13,315,167	-	-	13,315,167
Highways and Streets	37,242,832	-	-	37,242,832
Sanitation	5,438,602	-	-	5,438,602
Health	3,355,469	-	-	3,355,469
Culture and Recreation	16,721,695	-	173	16,721,868
Housing and Economic Development	18,148,884	8,853,074	-	27,001,958
Capital Outlay	2,052,406	-	-	2,052,406
Debt Service				
Other Debt Principal	-	175,589	-	175,589
Interest - Other Debt	124,180	3,085,085	-	3,209,265
<b>Total Expenditures</b>	<b>101,074,229</b>	<b>12,113,748</b>	<b>173</b>	<b>113,188,150</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	13,176,055	1,642,555	3,041	14,821,651
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	12,596,208	5,873,726	-	18,469,934
Transfers Out	(28,291,168)	(1,303,365)	-	(29,594,533)
Sale of Capital Assets	340,048	-	-	340,048
Capital Lease	2,295,600	-	-	2,295,600
<b>Total Other Financing Sources (Uses)</b>	<b>(13,059,312)</b>	<b>4,570,361</b>	<b>-</b>	<b>(8,488,951)</b>
Net Change in Fund Balances	116,743	6,212,916	3,041	6,332,700
FUND BALANCES, January 1, as restated (Note III-C)	33,075,424	15,106,054	81,477	48,262,955
<b>FUND BALANCES, December 31</b>	<b>\$ 33,192,167</b>	<b>\$ 21,318,970</b>	<b>\$ 84,518</b>	<b>\$ 54,595,655</b>

	City Grants	General Government Special Projects	Fire Responsive Services
<b>ASSETS</b>			
Cash and Investments with Treasurer	\$ -	\$ 160,986	\$ 664,247
Cash and Investments with Trustees	-	-	995,600
Imprest Funds	26,000	50	-
Receivables			
Accounts (net of allowance for estimated uncollectible)	101,737	406,489	11,429
Assessments	-	-	-
Notes and Loans	-	-	-
Accrued Interest	4,458	-	-
Due from Other Funds	1,104	-	36,020
Due from Other Governmental Units	3,206,521	223,962	2,914
Land Held for Resale	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 3,339,820</b>	<b>\$ 791,487</b>	<b>\$ 1,710,210</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accrued Salaries Payable	\$ 97,391	\$ 20,118	\$ 18,174
Accounts Payable	734,188	552,622	6,447
Due to Other Funds	818,826	-	-
Due to Other Governmental Units	39,644	1,586	354,092
Advance from Other Funds	-	-	-
Unearned Revenue	397,987	31,075	-
<b>Total Liabilities</b>	<b>2,088,036</b>	<b>605,401</b>	<b>378,713</b>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	1,596,408	-	4,299
<b>Fund Balance</b>			
Restricted	332,835	82,104	894,226
Committed	276,106	97,730	76,571
Assigned	-	6,252	356,401
Unassigned	(953,565)	-	-
<b>Total Fund Balances</b>	<b>(344,624)</b>	<b>186,086</b>	<b>1,327,198</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 3,339,820</b>	<b>\$ 791,487</b>	<b>\$ 1,710,210</b>

Police Special Projects	Charitable Gambling	Right of Way Maintenance	Street Lighting Districts	Recycling and Solid Waste	Public Health
\$ -	\$ 177,191	\$ -	\$ 358,692	\$ 641,811	\$ -
1,335,036	-	-	-	-	-
30,000	1,500	225	-	-	-
60,399	-	119,248	-	-	357,653
-	-	15,318,546	-	5,730,993	-
-	-	-	-	-	-
4,780	1,009	(11,159)	-	-	-
-	-	516,262	-	-	-
3,656,857	-	1,554,207	-	590,554	32,720
-	-	-	-	-	-
<u>\$ 5,087,072</u>	<u>\$ 179,700</u>	<u>\$ 17,497,329</u>	<u>\$ 358,692</u>	<u>\$ 6,963,358</u>	<u>\$ 390,373</u>
\$ 339,818	\$ 684	\$ 818,993	\$ -	\$ 3,942	\$ 153,820
466,680	-	1,046,827	5,627	10,909	72
631,362	-	2,319,841	-	-	321,418
75,328	546	83,505	-	420	9,118
-	-	33,568	-	-	-
-	-	-	-	-	-
<u>1,513,188</u>	<u>1,230</u>	<u>4,302,734</u>	<u>5,627</u>	<u>15,271</u>	<u>484,428</u>
<u>271,771</u>	<u>283</u>	<u>3,723,636</u>	<u>-</u>	<u>5,618,482</u>	<u>-</u>
3,028,962	-	926,513	353,065	-	-
273,151	-	-	-	-	-
-	178,187	8,544,446	-	1,329,605	-
-	-	-	-	-	(94,055)
<u>3,302,113</u>	<u>178,187</u>	<u>9,470,959</u>	<u>353,065</u>	<u>1,329,605</u>	<u>(94,055)</u>
<u>\$ 5,087,072</u>	<u>\$ 179,700</u>	<u>\$ 17,497,329</u>	<u>\$ 358,692</u>	<u>\$ 6,963,358</u>	<u>\$ 390,373</u>

	Parks and Recreation Special Projects	Como Campus	Parkland Replacement
<b>ASSETS</b>			
Cash and Investments with Treasurer	\$ 2,211,939	\$ -	\$ 749,349
Cash and Investments with Trustees	-	-	-
Imprest Funds	320	300	-
Receivables			
Accounts (net of allowance for estimated uncollectible)	223,443	1,761	-
Assessments	-	-	-
Notes and Loans	-	-	-
Accrued Interest	1,488	-	2,958
Due from Other Funds	1,162	-	-
Due from Other Governmental Units	-	90	-
Land Held for Resale	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 2,438,352</b>	<b>\$ 2,151</b>	<b>\$ 752,307</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accrued Salaries Payable	\$ 63,345	\$ 133,356	\$ -
Accounts Payable	86,497	27,621	-
Due to Other Funds	-	3,072,637	-
Due to Other Governmental Units	3,712	8,753	-
Advance from Other Funds	-	-	-
Unearned Revenue	-	-	-
<b>Total Liabilities</b>	<b>153,554</b>	<b>3,242,367</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	417	-	830
<b>Fund Balance</b>			
Restricted	1,009,779	-	751,477
Committed	1,536,348	-	-
Assigned	-	-	-
Unassigned	(261,746)	(3,240,216)	-
<b>Total Fund Balances</b>	<b>2,284,381</b>	<b>(3,240,216)</b>	<b>751,477</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 2,438,352</b>	<b>\$ 2,151</b>	<b>\$ 752,307</b>

Public Library Special Projects	City HUD Grants	City Sales Tax	HRA Grants	Total Nonmajor Special Revenue Funds
\$ 1,976,869	\$ 1,302,451	\$ 13,184,541	\$ 236,720	\$ 21,664,796
2,877	-	-	-	2,333,513
-	-	-	-	58,395
-	-	-	-	1,282,159
-	-	-	-	21,049,539
-	4,211,522	3,679,006	-	7,890,528
1,623	35,739	88,615	-	129,511
-	-	-	-	554,548
-	1,552,036	2,544,003	-	13,363,864
-	5,393,593	-	-	5,393,593
<u>\$ 1,981,369</u>	<u>\$ 12,495,341</u>	<u>\$ 19,496,165</u>	<u>\$ 236,720</u>	<u>\$ 73,720,446</u>
\$ 2,435	\$ -	\$ -	\$ -	\$ 1,652,076
127,163	424,365	704,007	-	4,193,025
-	26,196	-	-	7,190,280
206	1,330	-	21,000	599,240
-	1,750,000	-	-	1,783,568
-	9,689,609	-	37,095	10,155,766
<u>129,804</u>	<u>11,891,500</u>	<u>704,007</u>	<u>58,095</u>	<u>25,573,955</u>
<u>455</u>	<u>-</u>	<u>3,737,743</u>	<u>-</u>	<u>14,954,324</u>
-	603,841	1,888,857	178,625	10,050,284
274,984	-	9,607,674	-	12,142,564
1,576,126	-	3,557,884	-	15,548,901
-	-	-	-	(4,549,582)
<u>1,851,110</u>	<u>603,841</u>	<u>15,054,415</u>	<u>178,625</u>	<u>33,192,167</u>
<u>\$ 1,981,369</u>	<u>\$ 12,495,341</u>	<u>\$ 19,496,165</u>	<u>\$ 236,720</u>	<u>\$ 73,720,446</u>

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, 2014

Statement 16  
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	City Grants	General Government Special Projects	Fire Responsive Services
<b>REVENUES</b>			
Taxes			
City Sales Tax	\$ -	\$ -	\$ -
Hotel-Motel Tax	-	1,982,481	-
Other Taxes	-	-	-
Total Taxes	-	1,982,481	-
Licenses and Permits	-	-	-
Intergovernmental Revenue	7,767,037	-	353,073
Fees, Sales and Services	10,778	31,370	421,885
Assessments	-	-	-
Investment Income			
Interest Earned on Investments	24,685	-	-
Increase (Decrease) in Fair Value of Investments	12,168	2	-
Interest Earned - Other	3,208	(1)	-
Miscellaneous Revenue			
Program Income	-	-	-
Other	1,540,677	230,326	78,088
Total Revenues	9,358,553	2,244,178	853,046
<b>EXPENDITURES</b>			
Current			
General Government	1,750,671	2,761,059	-
Public Safety	3,016,444	-	1,235,657
Highways and Streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Culture and Recreation	2,577,920	-	-
Housing and Economic Development	3,347,748	-	-
Capital Outlay	182,218	-	436,205
Debt Service			
Interest - Other Debt	-	-	-
Total Expenditures	10,875,001	2,761,059	1,671,862
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,516,448)	(516,881)	(818,816)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	525,826	742,120	48,886
Transfers Out	(161,512)	(48,887)	(131,541)
Sale of Capital Assets	-	-	5,649
Capital Lease	-	-	995,600
Total Other Financing Sources (Uses)	364,314	693,233	918,594
Net Change in Fund Balances	(1,152,134)	176,352	99,778
FUND BALANCES, January 1, as restated (Note III-C)	807,510	9,734	1,227,420
FUND BALANCES, December 31	\$ (344,624)	\$ 186,086	\$ 1,327,198



Police Special Projects	Charitable Gambling	Right of Way Maintenance	Street Lighting Districts	Recycling and Solid Waste	Public Health
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	145,748	-	-	-	-
-	145,748	-	-	-	-
218,140	-	-	-	-	-
185,684	-	5,546,041	-	590,554	-
10,213,759	-	7,238,806	-	-	3,207,917
-	-	29,281,013	336,483	5,320,209	-
28,283	5,580	7,363	-	-	-
24,823	3,028	(16,092)	-	-	-
3,439	-	(8,028)	-	-	-
-	-	-	-	-	-
-	-	(21,961)	-	-	-
10,674,128	154,356	42,027,142	336,483	5,910,763	3,207,917
-	163,264	-	-	-	-
9,063,066	-	-	-	-	-
-	-	36,981,396	261,436	-	-
-	-	-	-	5,438,602	-
-	-	-	-	-	3,355,469
-	-	4,986,330	-	-	-
-	-	-	-	-	-
1,113,698	-	244,335	-	-	-
-	-	124,180	-	-	-
10,176,764	163,264	42,336,241	261,436	5,438,602	3,355,469
497,364	(8,908)	(309,099)	75,047	472,161	(147,552)
658,688	-	1,156,656	-	-	-
(320,804)	(1,690)	(2,317,844)	-	(275,000)	-
-	-	111	-	-	-
1,300,000	-	-	-	-	-
1,637,884	(1,690)	(1,161,077)	-	(275,000)	-
2,135,248	(10,598)	(1,470,176)	75,047	197,161	(147,552)
1,166,865	188,785	10,941,135	278,018	1,132,444	53,497
\$ 3,302,113	\$ 178,187	\$ 9,470,959	\$ 353,065	\$ 1,329,605	\$ (94,055)

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, 2014

Statement 16  
 (Page 3 of 4)

	Parks and Recreation Special Projects	Como Campus	Parkland Replacement
<b>REVENUES</b>			
Taxes			
City Sales Tax	\$ -	\$ -	\$ -
Hotel-Motel Tax	-	-	-
Other Taxes	-	-	-
Total Taxes	-	-	-
Licenses and Permits	-	-	138,032
Intergovernmental Revenue	1,574,670	-	-
Fees, Sales and Services	2,967,034	1,188,002	-
Assessments	-	-	-
Investment Income			
Interest Earned on Investments	17,170	-	14,561
Increase (Decrease) in Fair Value of Investments	10,468	-	6,674
Interest Earned - Other	(1,733)	-	1,228
Miscellaneous Revenue			
Program Income	-	-	-
Other	144,978	1,958,219	2,000
Total Revenues	4,712,587	3,146,221	162,495
<b>EXPENDITURES</b>			
Current			
General Government	-	-	-
Public Safety	-	-	-
Highways and Streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Culture and Recreation	3,893,847	3,649,372	1,355
Housing and Economic Development	-	-	-
Capital Outlay	-	750	-
Debt Service			
Interest - Other Debt	-	-	-
Total Expenditures	3,893,847	3,650,122	1,355
Excess (Deficiency) of Revenues Over (Under) Expenditures	818,740	(503,901)	161,140
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	156,546	438,489	-
Transfers Out	(874,365)	(106,832)	-
Sale of Capital Assets	-	-	-
Capital Lease	-	-	-
Total Other Financing Sources (Uses)	(717,819)	331,657	-
Net Change in Fund Balances	100,921	(172,244)	161,140
FUND BALANCES, January 1, as restated (Note III-C)	2,183,460	(3,067,972)	590,337
FUND BALANCES, December 31	\$ 2,284,381	\$ (3,240,216)	\$ 751,477

Public Library Special Projects	City HUD Grants	City Sales Tax	HRA Grants	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ 18,314,992	\$ -	\$ 18,314,992
-	-	-	-	1,982,481
-	-	-	-	145,748
-	-	18,314,992	-	20,443,221
-	-	-	-	356,172
457,901	8,226,257	-	153,432	24,854,649
351,200	2,491,655	277,424	-	28,399,830
-	-	-	-	34,937,705
7,575	55,701	217,162	-	378,080
7,416	-	191,411	-	239,898
1,168	-	158,523	-	157,804
-	61,501	-	-	61,501
482,319	506	6,272	-	4,421,424
1,307,579	10,835,620	19,165,784	153,432	114,250,284
-	-	-	-	4,674,994
-	-	-	-	13,315,167
-	-	-	-	37,242,832
-	-	-	-	5,438,602
-	-	-	-	3,355,469
1,612,871	-	-	-	16,721,695
-	9,472,006	4,892,025	437,105	18,148,884
75,200	-	-	-	2,052,406
-	-	-	-	124,180
1,688,071	9,472,006	4,892,025	437,105	101,074,229
(380,492)	1,363,614	14,273,759	(283,673)	13,176,055
155,749	102,059	8,611,189	-	12,596,208
-	(821,082)	(23,231,611)	-	(28,291,168)
334,288	-	-	-	340,048
-	-	-	-	2,295,600
490,037	(719,023)	(14,620,422)	-	(13,059,312)
109,545	644,591	(346,663)	(283,673)	116,743
1,741,565	(40,750)	15,401,078	462,298	33,075,424
\$ 1,851,110	\$ 603,841	\$ 15,054,415	\$ 178,625	\$ 33,192,167

	General Government Special Projects				Fire Responsive Services			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final			Original	Final		
<b>REVENUES</b>								
Taxes								
Hotel-Motel Tax	\$ 1,614,063	\$ 1,614,063	\$ 1,982,481	\$ 368,418	\$ -	\$ -	\$ -	\$ -
Other Taxes	-	-	-	-	-	-	-	-
Total Taxes	1,614,063	1,614,063	1,982,481	368,418	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	72,126	72,126	-	(72,126)	30,000	523,000	353,073	(169,927)
Fees, Sales and Services	-	-	31,370	31,370	394,488	394,488	421,885	27,397
Assessments	-	-	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	-	-
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase (Decrease) in Fair Value of Investments	-	-	2	2	-	-	-	-
Interest Earned - Other	-	-	(1)	(1)	-	-	-	-
Miscellaneous Revenue	-	-	-	-	-	-	-	-
Other	183,024	183,024	230,326	47,302	113,688	203,688	78,088	(125,600)
Total Revenues	1,869,213	1,869,213	2,244,178	374,965	538,176	1,121,176	853,046	(268,130)
<b>EXPENDITURES</b>								
Current								
General Government	2,955,550	2,955,550	2,761,059	194,491	-	-	-	-
Public Safety	-	-	-	-	781,936	1,364,936	1,235,657	129,279
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	139,000	139,000	-	139,000	2,300,002	2,300,002	436,205	1,863,797
Debt Service	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	3,094,550	3,094,550	2,761,059	333,491	3,081,938	3,664,938	1,671,862	1,993,076
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,225,337)	(1,225,337)	(516,881)	708,456	(2,543,762)	(2,543,762)	(818,816)	1,724,946
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers In	742,120	742,120	742,120	-	113,033	113,033	48,886	(64,147)
Transfers Out	-	-	(48,887)	(48,887)	-	-	(131,541)	(131,541)
Sale of Capital Assets	-	-	-	-	-	-	5,649	5,649
Capital Lease	-	-	-	-	1,300,000	1,300,000	995,600	(304,400)
Total Other Financing Sources (Uses)	742,120	742,120	693,233	(48,887)	1,413,033	1,413,033	918,594	(494,439)
Net Change in Fund Balances	(483,217)	(483,217)	176,352	659,569	(1,130,729)	(1,130,729)	99,778	1,230,507
FUND BALANCES, January 1, as restated (Note III-C)	9,734	9,734	9,734	-	1,227,420	1,227,420	1,227,420	-
FUND BALANCES, December 31	\$ (473,483)	\$ (473,483)	\$ 186,086	\$ 659,569	\$ 96,691	\$ 96,691	\$ 1,327,198	\$ 1,230,507

Police Special Projects				Charitable Gambling				Right of Way Maintenance			
Budgeted Amounts		Actual Amounts	Variance with Final Budget	Budgeted Amounts		Actual Amounts	Variance with Final Budget	Budgeted Amounts		Actual Amounts	Variance with Final Budget
Original	Final			Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	135,113	135,113	145,748	10,635	-	-	-	-
-	-	-	-	135,113	135,113	145,748	10,635	-	-	-	-
180,000	180,000	218,140	38,140	-	-	-	-	5,640,203	5,640,203	5,546,041	(94,162)
197,000	197,000	185,684	(11,316)	-	-	-	-	6,471,449	6,471,449	7,238,806	767,357
8,322,890	8,322,890	10,213,759	1,890,869	-	-	-	-	28,759,743	28,759,743	29,281,013	521,270
-	-	-	-	-	-	-	-	-	-	-	-
10,000	10,000	28,283	18,283	-	-	5,580	5,580	-	-	7,363	7,363
-	-	24,823	24,823	-	-	3,028	3,028	-	-	(16,092)	(16,092)
-	-	3,439	3,439	-	-	-	-	-	-	(8,028)	(8,028)
373,901	393,401	-	(393,401)	-	-	-	-	180,000	180,000	(21,961)	(201,961)
9,083,791	9,103,291	10,674,128	1,570,837	135,113	135,113	154,356	19,243	41,051,395	41,051,395	42,027,142	975,747
-	-	-	-	128,531	128,531	163,264	(34,733)	-	-	-	-
9,793,766	9,853,266	9,063,066	790,200	-	-	-	-	35,205,310	37,087,484	36,981,396	106,088
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	4,707,170	4,707,170	4,986,330	(279,160)
1,761,808	1,721,808	1,113,698	608,110	-	-	-	-	415,000	414,617	244,335	170,282
-	-	-	-	-	-	-	-	15,116	82,116	124,180	(42,064)
11,555,574	11,575,074	10,176,764	1,398,310	128,531	128,531	163,264	(34,733)	40,342,596	42,291,387	42,336,241	(44,854)
(2,471,783)	(2,471,783)	497,364	2,969,147	6,582	6,582	(8,908)	(15,490)	708,799	(1,239,992)	(309,099)	930,893
650,208	650,208	658,688	8,480	-	-	-	-	1,438,830	1,438,830	1,156,656	(282,174)
(320,804)	(320,804)	(320,804)	-	(11,582)	(11,582)	(1,690)	(9,892)	(2,449,220)	(2,449,220)	(2,317,844)	131,376
-	-	-	-	-	-	-	-	-	-	111	111
1,300,000	1,300,000	1,300,000	-	-	-	-	-	-	-	-	-
1,629,404	1,629,404	1,637,884	8,480	(11,582)	(11,582)	(1,690)	(9,892)	(1,010,390)	(1,010,390)	(1,161,077)	(150,687)
(842,379)	(842,379)	2,135,248	2,977,627	(5,000)	(5,000)	(10,598)	(5,598)	(301,591)	(2,250,382)	(1,470,176)	780,206
1,166,865	1,166,865	1,166,865	-	188,785	188,785	188,785	-	10,941,135	10,941,135	10,941,135	-
\$ 324,486	\$ 324,486	\$ 3,302,113	\$ 2,977,627	\$ 183,785	\$ 183,785	\$ 178,187	\$ (5,598)	\$ 10,639,544	\$ 8,690,753	\$ 9,470,959	\$ 780,206

	Street Lighting Districts				Recycling and Solid Waste			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final			Original	Final		
<b>REVENUES</b>								
Taxes								
Hotel-Motel Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Taxes	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	589,209	589,209	590,554	1,345
Fees, Sales and Services	-	-	-	-	-	-	-	-
Assessments	356,788	356,788	336,483	(20,305)	5,305,531	5,305,531	5,320,209	14,678
Investment Income								
Interest Earned on Investments	-	-	-	-	6,100	6,100	-	(6,100)
Increase (Decrease) in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Revenues	\$ 356,788	356,788	336,483	(20,305)	5,900,840	5,900,840	5,910,763	9,923
<b>EXPENDITURES</b>								
Current								
General Government	\$ -	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	356,788	356,788	261,436	95,352	-	-	-	-
Sanitation	-	-	-	-	5,625,785	5,625,785	5,438,602	187,183
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	\$ 356,788	356,788	261,436	95,352	5,625,785	5,625,785	5,438,602	187,183
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	75,047	75,047	275,055	275,055	472,161	197,106
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers In	\$ -	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	(275,000)	(275,000)	(275,000)	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ -	-	-	-	(275,000)	(275,000)	(275,000)	-
Net Change in Fund Balances	-	-	75,047	75,047	55	55	197,161	197,106
FUND BALANCES, January 1-restated	\$ 278,018	278,018	278,018	-	1,132,444	1,132,444	1,132,444	-
FUND BALANCES, December 31	\$ 278,018	\$ 278,018	\$ 353,065	\$ 75,047	\$ 1,132,499	\$ 1,132,499	\$ 1,329,605	\$ 197,106

Public Health				Parks and Recreation Special Projects				Como Campus			
Budgeted Amounts		Actual Amounts	Variance with Final Budget	Budgeted Amounts		Actual Amounts	Variance with Final Budget	Budgeted Amounts		Actual Amounts	Variance with Final Budget
Original	Final			Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
3,492,903	3,492,903	3,207,917	(284,986)	1,520,788	1,520,788	1,574,670	53,882	1,432,697	1,432,697	1,188,002	(244,695)
-	-	-	-	2,974,324	2,974,324	2,967,034	(7,290)	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	17,170	17,170	-	-	-	-
-	-	-	-	-	-	10,468	10,468	-	-	-	-
-	-	-	-	-	-	(1,733)	(1,733)	-	-	-	-
-	-	-	-	234,742	234,742	144,978	(89,764)	2,205,961	2,205,961	1,958,219	(247,742)
3,492,903	3,492,903	3,207,917	(284,986)	4,729,854	4,729,854	4,712,587	(17,267)	3,638,658	3,638,658	3,146,221	(492,437)
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
3,492,901	3,492,901	3,355,469	137,432	-	-	-	-	-	-	-	-
-	-	-	-	4,024,979	4,024,979	3,893,847	131,132	3,946,346	3,946,346	3,649,372	296,974
-	-	-	-	129,900	129,900	-	129,900	-	-	750	(750)
-	-	-	-	-	-	-	-	-	-	-	-
3,492,901	3,492,901	3,355,469	137,432	4,154,879	4,154,879	3,893,847	261,032	3,946,346	3,946,346	3,650,122	296,224
2	2	(147,552)	(147,554)	574,975	574,975	818,740	243,765	(307,688)	(307,688)	(503,901)	(196,213)
-	-	-	-	288,261	288,261	156,546	(131,715)	438,489	438,489	438,489	-
-	-	-	-	(875,703)	(875,703)	(874,365)	1,338	(106,832)	(106,832)	(106,832)	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	(587,442)	(587,442)	(717,819)	(130,377)	331,657	331,657	331,657	-
2	2	(147,552)	(147,554)	(12,467)	(12,467)	100,921	113,388	23,969	23,969	(172,244)	(196,213)
53,497	53,497	53,497	-	2,183,460	2,183,460	2,183,460	-	(3,067,972)	(3,067,972)	(3,067,972)	-
\$ 53,499	\$ 53,499	\$ (94,055)	\$ (147,554)	\$ 2,170,993	\$ 2,170,993	\$ 2,284,381	\$ 113,388	\$ (3,044,003)	\$ (3,044,003)	\$ (3,240,216)	\$ (196,213)

	Parkland Replacement				Public Library Special Projects			
	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Taxes	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	138,032	138,032	-	-	-	-
Intergovernmental Revenue	200,000	200,000	-	(200,000)	188,010	188,010	457,901	269,891
Fees, Sales and Services	-	-	-	-	426,100	426,100	351,200	(74,900)
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	14,561	14,561	20,016	20,016	7,575	(12,441)
Increase (Decrease) in Fair Value of Investments	-	-	6,674	6,674	-	-	7,416	7,416
Interest Earned - Other	-	-	1,228	1,228	-	-	1,168	1,168
Miscellaneous Revenue								
Other	-	-	2,000	2,000	1,045,594	1,301,849	482,319	(819,530)
Total Revenues	200,000	200,000	162,495	(37,505)	1,679,720	1,935,975	1,307,579	(628,396)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	1,355	(1,355)	1,638,788	1,678,788	1,612,871	65,917
Capital Outlay	200,000	200,000	-	200,000	250,000	466,255	75,200	391,055
Debt Service								
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	200,000	200,000	1,355	198,645	1,888,788	2,145,043	1,688,071	456,972
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	161,140	161,140	(209,068)	(209,068)	(380,492)	(171,424)
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	155,749	155,749
Transfers Out	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	334,288	334,288
Capital Lease	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	490,037	490,037
Net Change in Fund Balances	-	-	161,140	161,140	(209,068)	(209,068)	109,545	318,613
FUND BALANCES, January 1-restated	590,337	590,337	590,337	-	1,741,565	1,741,565	1,741,565	-
FUND BALANCES, December 31	\$ 590,337	\$ 590,337	\$ 751,477	\$ 161,140	\$ 1,532,497	\$ 1,532,497	\$ 1,851,110	\$ 318,613



	Public Library Capital Projects	HRA Development Capital Projects	HRA Tax Increment Capital Projects	Total Nonmajor Capital Projects Funds
<b>ASSETS</b>				
Cash and Investments with Treasurer	\$ 148	\$ 9,250,906	\$ 15,855,112	\$ 25,106,166
Receivables				
Property Taxes - Due from Ramsey County	-	-	103,309	103,309
Property Taxes - Delinquent	-	-	90,491	90,491
Notes and Loans	-	209,519	756,250	965,769
Accrued Interest	-	14,964	108,073	123,037
Advance to Other Funds	-	3,047,078	-	3,047,078
Land Held for Resale	-	1,648,678	1,352,328	3,001,006
<b>TOTAL ASSETS</b>	<b>\$ 148</b>	<b>\$ 14,171,145</b>	<b>\$ 18,265,563</b>	<b>\$ 32,436,856</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accounts Payable	\$ -	\$ -	\$ 9,485	\$ 9,485
Due to Other Governmental Units	-	92,814	1,425,863	1,518,677
Advance from Other Funds	-	-	3,423,364	3,423,364
Unearned Revenue	-	2,039,312	-	2,039,312
<b>Total Liabilities</b>	<b>-</b>	<b>2,132,126</b>	<b>4,858,712</b>	<b>6,990,838</b>
<b>Deferred Inflow of Resources</b>				
Deferred Revenue	-	1,862,393	2,264,655	4,127,048
<b>Fund Balances</b>				
Nonspendable		3,047,078	-	3,047,078
Restricted	-	7,129,548	11,142,196	18,271,744
Assigned	148	-	-	148
<b>Total Fund Balances</b>	<b>148</b>	<b>10,176,626</b>	<b>11,142,196</b>	<b>21,318,970</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 148</b>	<b>\$ 14,171,145</b>	<b>\$ 18,265,563</b>	<b>\$ 32,436,856</b>

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, 2014

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	Public Library Capital Projects	HRA Development Capital Projects	HRA Tax Increment Capital Projects	Total Nonmajor Capital Projects Funds
<b>REVENUES</b>				
Taxes				
Property Taxes				
Current Tax Increment	\$ -	\$ -	\$ 10,139,471	\$ 10,139,471
Intergovernmental Revenue	-	279,999	-	279,999
Fees, Sales and Services	-	321,585	190,156	511,741
Investment Income				
Interest Earned on Investments	(201)	10,759	248,643	259,201
Increase (Decrease) in Fair Value of Investments	538	21,567	155,216	177,321
Miscellaneous Revenue - Other	-	2,388,570	-	2,388,570
Total Revenues	337	3,022,480	10,733,486	13,756,303
<b>EXPENDITURES</b>				
Current				
Housing and Economic Development	-	3,257,152	5,595,922	8,853,074
Debt Service				
Other Debt Principal	-	-	175,589	175,589
Interest - Other Debt	-	-	3,085,085	3,085,085
Total Expenditures	-	3,257,152	8,856,596	12,113,748
Excess (Deficiency) of Revenues Over (Under) Expenditures	337	(234,672)	1,876,890	1,642,555
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	940,000	4,933,726	5,873,726
Transfers Out	-	-	(1,303,365)	(1,303,365)
Total Other Financing Sources (Uses)	-	940,000	3,630,361	4,570,361
Net Change in Fund Balances	337	705,328	5,507,251	6,212,916
FUND BALANCES, January 1, as restated (Note III-C)	(189)	9,471,298	5,634,945	15,106,054
FUND BALANCES, December 31	\$ 148	\$ 10,176,626	\$ 11,142,196	\$ 21,318,970

City of Saint Paul, Minnesota  
BALANCE SHEET  
NONMAJOR PERMANENT FUND  
December 31, 2014

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	<u>Parks Memorial</u>
ASSETS	
Cash and Investments with Treasurer	\$ 84,278
Accrued Interest	<u>333</u>
TOTAL ASSETS	<u><u>\$ 84,611</u></u>
DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	
Deferred Inflow of Resources	
Unavailable Revenue	<u>\$ 93</u>
Fund Balances	
Nonspendable	35,000
Restricted	<u>49,518</u>
Total Fund Balances	<u>84,518</u>
TOTAL DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u><u>\$ 84,611</u></u>

City of Saint Paul, Minnesota  
 STATEMENT OF REVENUES,  
 EXPENDITURES AND CHANGES IN FUND BALANCE  
 NONMAJOR PERMANENT FUND  
 For the Fiscal Year Ended December 31, 2014

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	<u>Parks Memorial</u>
REVENUES	
Investment Income	
Interest Earned on Investments	\$ 1,876
Increase (Decrease) in Fair Value of Investments	1,467
Interest Earned - Other	<u>(129)</u>
Total Revenues	<u>3,214</u>
EXPENDITURES	
Culture and Recreation	<u>173</u>
Net Change in Fund Balances	3,041
FUND BALANCES, January 1, as restated (Note III-C)	<u>81,477</u>
FUND BALANCES, December 31	<u><u>\$ 84,518</u></u>

	Parks Memorial			Variance with Final Budget
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>REVENUES</b>				
Investment Income				
Interest Earned on Investments	\$ 2,000	\$ 2,000	\$ 1,876	\$ (124)
Increase (Decrease) in Fair Value of Investments	-	-	1,467	1,467
Interest Earned - Other	-	-	(129)	(129)
Total Revenues	<u>2,000</u>	<u>2,000</u>	<u>3,214</u>	<u>1,214</u>
<b>EXPENDITURES</b>				
Current				
Culture and Recreation	<u>2,000</u>	<u>2,000</u>	<u>173</u>	<u>1,827</u>
Net Change in Fund Balances	-	-	3,041	3,041
FUND BALANCES, January 1, as restated (Note III-C)	<u>81,477</u>	<u>81,477</u>	<u>81,477</u>	<u>-</u>
FUND BALANCES, December 31	<u>\$ 81,477</u>	<u>\$ 81,477</u>	<u>\$ 84,518</u>	<u>\$ 3,041</u>

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## **Nonmajor 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.

**Parks 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, ski facilities, and the Watergate Marina.

**Impound 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** - to account for printing services rendered to city departments, offices, and other governmental units.

**HRA Lofts at Farmers Market Fund** – to account for the operations and debt service for the Lofts at Farmers Market.

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	Parks Special Services	Impound Lot	River Print	HRA Lofts	Total Nonmajor Enterprise Funds
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and Investments with Treasurer	\$ -	\$ -	\$ -	\$ 10,268	\$ 10,268
Cash with Fiscal Agents	-	-	-	178,367	178,367
Imprest Funds	600	1,000	-	-	1,600
Restricted Cash and Cash Equivalents	-	-	-	735,756	735,756
<b>Receivables</b>					
Accounts - net	8,529	-	81,732	-	90,261
Accrued Interest	8,494	-	-	7,092	15,586
Due from Other Governmental Units	-	170	425,631	-	425,801
Inventories	20,855	170,535	94,780	-	286,170
<b>Total Current Assets</b>	<b>38,478</b>	<b>171,705</b>	<b>602,143</b>	<b>931,483</b>	<b>1,743,809</b>
<b>Noncurrent Assets</b>					
<b>Restricted Assets</b>					
Investment for Revenue Bond Construction	666,750	-	-	-	666,750
<b>Capital Assets</b>					
Land	3,505,372	-	-	947,344	4,452,716
Buildings and Structures	2,670,040	13,395	-	9,239,408	11,922,843
Less: Accumulated Depreciation	(1,745,155)	(13,395)	-	(673,707)	(2,432,257)
Public Improvements	48,287	-	-	-	48,287
Less: Accumulated Depreciation	(25,902)	-	-	-	(25,902)
Equipment	2,171,477	74,097	506,410	23,245	2,775,229
Less: Accumulated Depreciation	(1,888,133)	(68,910)	(506,410)	(6,780)	(2,470,233)
<b>Total Noncurrent Assets</b>	<b>5,402,736</b>	<b>5,187</b>	<b>-</b>	<b>9,529,510</b>	<b>14,937,433</b>
<b>TOTAL ASSETS</b>	<b>5,441,214</b>	<b>176,892</b>	<b>602,143</b>	<b>10,460,993</b>	<b>16,681,242</b>
<b>LIABILITIES</b>					
<b>Current Liabilities (Payable from Current Assets)</b>					
Accrued Salaries Payable	63,440	85,602	16,415	-	165,457
Accounts Payable	125,610	213,004	87,435	-	426,049
Contracts Payable	-	-	-	20,915	20,915
Due to Other Funds	7,807,602	293,132	286,435	-	8,387,169
Due to Other Governmental Units	4,388	5,301	1,257	-	10,946
Unearned Revenue	2,258	-	-	-	2,258
Compensated Absences Payable	5,412	5,862	1,794	-	13,068
Revenue Bonds Payable	325,000	-	-	-	325,000
Limited Tax Bonds Payable	-	-	-	110,000	110,000
Accrued Interest Payable	62,188	-	-	212,393	274,581
<b>Total Current Liabilities</b>	<b>8,395,898</b>	<b>602,901</b>	<b>393,336</b>	<b>343,308</b>	<b>9,735,443</b>
<b>Noncurrent Liabilities</b>					
Limited Tax Bonds Payable	-	-	-	7,645,000	7,645,000
Revenue Bonds Payable (net of Unamortized Premium)	4,836,547	-	-	-	4,836,547
Compensated Absences Payable	231,193	119,070	58,118	-	408,381
Net Other Postemployment Benefits Obligation	537,409	132,519	31,724	-	701,652
<b>Total Noncurrent Liabilities</b>	<b>5,605,149</b>	<b>251,589</b>	<b>89,842</b>	<b>7,645,000</b>	<b>13,591,580</b>
<b>TOTAL LIABILITIES</b>	<b>14,001,047</b>	<b>854,490</b>	<b>483,178</b>	<b>7,988,308</b>	<b>23,327,023</b>
<b>NET POSITION</b>					
Net Investment in Capital Assets	(425,561)	5,187	-	1,774,510	1,354,136
<b>Restricted</b>					
Debt Service	-	-	-	152,478	152,478
Operations and Maintenance	-	-	-	370,885	370,885
Unrestricted	(8,134,272)	(682,785)	118,965	174,812	(8,523,280)
<b>TOTAL NET POSITION</b>	<b>\$ (8,559,833)</b>	<b>\$ (677,598)</b>	<b>\$ 118,965</b>	<b>\$ 2,472,685</b>	<b>\$ (6,645,781)</b>

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City of Saint Paul, Minnesota  
 COMBINING STATEMENT OF REVENUES, EXPENSES  
 AND CHANGES IN FUND NET POSITION  
 NONMAJOR ENTERPRISE FUNDS  
 For the Fiscal Year Ended December 31, 2014

Statement 24  
 (Page 1 of 1)

	Parks Special Services	Impound Lot	River Print	HRA Lofts	Total Nonmajor Enterprise Funds
<b>OPERATING REVENUES</b>					
Fees, Sales and Services	\$ 1,796,285	\$ 2,874,833	\$ 1,497,836	\$ 1,013,404	\$ 7,182,358
Rents and Leases	529,339	-	-	-	529,339
Miscellaneous	8,310	-	524	-	8,834
<b>Total Operating Revenues</b>	<b>2,333,934</b>	<b>2,874,833</b>	<b>1,498,360</b>	<b>1,013,404</b>	<b>7,720,531</b>
<b>OPERATING EXPENSES</b>					
Cost of Merchandise Sold	183,678	-	-	-	183,678
Salaries	1,095,891	1,150,735	285,829	-	2,532,455
Employee Fringe Benefits	594,969	473,568	108,118	-	1,176,655
Services	584,496	1,487,515	622,986	376,939	3,071,936
Materials and Supplies	301,225	52,312	414,158	-	767,695
Depreciation	180,020	2,223	2,952	233,310	418,505
Miscellaneous	23,985	-	-	-	23,985
<b>Total Operating Expenses</b>	<b>2,964,264</b>	<b>3,166,353</b>	<b>1,434,043</b>	<b>610,249</b>	<b>8,174,909</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(630,330)</b>	<b>(291,520)</b>	<b>64,317</b>	<b>403,155</b>	<b>(454,378)</b>
<b>NON-OPERATING REVENUES (EXPENSES)</b>					
Property Tax Increment	-	-	-	650,730	650,730
Intergovernmental Revenue (Schedule 5)	-	-	-	157,299	157,299
Investment Income					
Interest Earned on Investments	26,953	-	-	17,658	44,611
Increase (Decrease) in Fair Value of Investments	7,189	-	-	11,325	18,514
Interest Earned - Other	7,134	-	-	-	7,134
Miscellaneous Other Revenue (Expenses)	-	-	-	(1,836)	(1,836)
Interest Expense on Revenue Bonds	(246,830)	-	-	-	(246,830)
Interest Expense on Limited Tax Bonds	-	-	-	(510,105)	(510,105)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(205,554)</b>	<b>-</b>	<b>-</b>	<b>325,071</b>	<b>119,517</b>
<b>Income (Loss) Before Transfers</b>	<b>(835,884)</b>	<b>(291,520)</b>	<b>64,317</b>	<b>728,226</b>	<b>(334,861)</b>
Transfers In	230,000	-	-	-	230,000
Transfers Out	(264,393)	(2,724)	-	(749,887)	(1,017,004)
<b>Change in Net Position</b>	<b>(870,277)</b>	<b>(294,244)</b>	<b>64,317</b>	<b>(21,661)</b>	<b>(1,121,865)</b>
<b>NET POSITION, January 1, as restated (Note III-C)</b>	<b>(7,689,556)</b>	<b>(383,354)</b>	<b>54,648</b>	<b>2,494,346</b>	<b>(5,523,916)</b>
<b>NET POSITION, December 31</b>	<b>\$ (8,559,833)</b>	<b>\$ (677,598)</b>	<b>\$ 118,965</b>	<b>\$ 2,472,685</b>	<b>\$ (6,645,781)</b>

	Parks Special Services	Impound Lot	River Print	HRA Lofts	Total Nonmajor Enterprise Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from Customers	\$ 2,327,845	\$ 2,873,765	\$ 674,676	\$ 1,013,404	\$ 6,889,690
Receipts from Other Funds for Services Provided	-	313,772	621,221	-	934,993
Other Operating Receipts	-	-	524	-	524
Payment to Suppliers	(168,474)	(1,189,975)	(937,675)	-	(2,296,124)
Payment to Employees	(1,086,394)	(1,154,386)	(284,157)	-	(2,524,937)
Payment for Fringe Benefits and Payroll Taxes	(498,210)	(527,566)	(115,703)	-	(1,141,479)
Payment to Other Funds for Services Used	-	(529,308)	(62,805)	-	(592,113)
Other Operating Payments	-	-	-	(418,987)	(418,987)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>574,767</u>	<u>(213,698)</u>	<u>(103,919)</u>	<u>594,417</u>	<u>851,567</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfers In from Other Funds	230,000	-	-	-	230,000
Transfers Out to Other Funds	(264,393)	(2,724)	-	(749,887)	(1,017,004)
Property Tax Increments	-	-	-	650,730	650,730
Operating Grants Received	-	-	-	157,299	157,299
Advance Received from Other Funds	-	-	103,919	-	103,919
Interest on Debt	-	-	-	(511,918)	(511,918)
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<u>(34,393)</u>	<u>(2,724)</u>	<u>103,919</u>	<u>(453,776)</u>	<u>(386,974)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from Issurance of Long-term Debt	(563,296)	-	-	(100,000)	(663,296)
Payments for Acquisition and Construction of Capital Assets Equipment	(11,220)	-	-	-	(11,220)
<b>NET CASH PROVIDED (USED) IN CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<u>(574,516)</u>	<u>-</u>	<u>-</u>	<u>(100,000)</u>	<u>(674,516)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Security Deposits and Other Accounts	-	-	-	35,921	35,921
Investment Service Fees	-	-	-	(1,836)	(1,836)
Interest and Dividends Received	26,953	-	-	19,282	46,235
Increase in Fair Value of Investments	7,189	-	-	11,325	18,514
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<u>34,142</u>	<u>-</u>	<u>-</u>	<u>64,692</u>	<u>98,834</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>-</u>	<u>(216,422)</u>	<u>-</u>	<u>105,333</u>	<u>(111,089)</u>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>600</u>	<u>217,422</u>	<u>-</u>	<u>819,058</u>	<u>1,037,080</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 600</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 924,391</u>	<u>\$ 925,991</u>

	Parks Special Services	Impound Lot	River Print	HRA Lofts	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (630,330)	\$ (291,520)	\$ 64,317	\$ 403,155	\$ (454,378)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities					
Depreciation	180,020	2,223	2,952	233,310	418,505
Changes in Assets and Liabilities					
(Increase) Decrease in					
Accounts Receivable	(7,639)	-	(45,538)	-	(53,177)
Due from Other Funds	1,550	(272,387)	40,575	-	(230,262)
Due from Other Governmental Units	-	(170)	(483,412)	-	(483,582)
Inventories	37,992	45,661	(7,720)	-	75,933
Increase (Decrease) in					
Accrued Salaries Payable	9,497	(3,649)	1,673	-	7,521
Accounts Payable	124,335	(269,486)	43,128	(43,083)	(145,106)
Contracts Payable	-	-	-	1,035	1,035
Due to Other Funds	758,195	581,142	286,435	-	1,625,772
Due to Other Governmental Units	4,388	3,166	1,257	-	8,811
Compensated Absences Payable	(8,473)	(9,714)	(5,215)	-	(23,402)
Net Other Postemployment Benefits Obligation	105,232	1,036	(2,371)	-	103,897
Total Adjustments	1,205,097	77,822	(168,236)	191,262	1,305,945
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 574,767</u>	<u>\$ (213,698)</u>	<u>\$ (103,919)</u>	<u>\$ 594,417</u>	<u>\$ 851,567</u>
DETAILS OF CASH AND CASH EQUIVALENTS					
Cash and Investments with Treasurer	\$ -	\$ -	\$ -	\$ 10,268	\$ 10,268
Cash with Fiscal Agents	-	-	-	178,367	178,367
Imprest Funds	600	1,000	-	-	1,600
Restricted Cash	-	-	-	735,756	735,756
TOTAL CASH AND CASH EQUIVALENTS	<u>\$ 600</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 924,391</u>	<u>\$ 925,991</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Increase/(Decrease) in Fair Market Value of Investments	\$ 7,189	\$ -	\$ -	\$ 11,325	\$ 18,514

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## Internal Service Funds

Internal Service funds account for the financing of goods and services provided by one department to other departments or to other government units.

**Central Services** - to account for various general government service activities including financial, legal, risk management, special projects, real estate, new information system and energy conservation.

**Equipment Services Fire-Police** - to account for the operations of the Public Safety repair shop.

**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.

**Public Works Administration** - to account for the costs of administrative services provided for the divisions of the Department of Public Works.

**Public Works Equipment Service** - to account for the purchase and repair of most vehicles used by the Department of Public Works.

**Public Works Engineering** - to account for recoverable engineering and professional services rendered by the Department of Public Works.

**Asphalt Plant** - to account for the manufacturing of asphalt products.

**Traffic Warehouse** - to purchase, inventory, store and supply materials for traffic maintenance and capital projects.

**Parks Supply and Maintenance** - to account for materials purchased and design services performed by the Division of Parks and Recreation for other departments' capital funds and outside parties. All supplies, materials, repair parts, and equipment purchased for the use in City parks, maintenance of playgrounds and the repair and recovery of the costs thereof.

**Planning and Economic Development Administration** - to account for administrative operations within the Department of Planning and Economic Development.

	Central Services	Equipment Services Fire - Police	Internal Borrowing	Public Works Administration	Public Works Equipment Service
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and Investments with Treasurer	\$ 6,655,490	\$ -	\$ -	\$ 1,140,887	\$ 2,257,125
Cash and Investments with Trustee	-	-	-	-	1,210,000
Imprest Funds	-	200	-	200	-
Receivables					
Accounts - net	64,646	9,972	20,833	-	30,852
Due from Other Funds	-	-	199,253	281	-
Due from Other Governmental Units	-	-	-	-	3,165
Inventory	-	427,206	-	-	807,634
Prepaid Items	18,611	-	-	-	5,952
<b>Total Current Assets</b>	<b>6,738,747</b>	<b>437,378</b>	<b>220,086</b>	<b>1,141,368</b>	<b>4,314,728</b>
<b>Non-Current Assets</b>					
Advance to Other Funds	-	-	1,540,244	-	-
Other Long-Term Loans Receivable	-	-	1,662,500	-	-
<b>Capital Assets</b>					
Land	-	-	-	-	25,243
Buildings and Structures	10,118,683	1,140,446	-	-	2,108,781
Less: Accumulated Depreciation	(6,605,543)	(895,537)	-	-	(1,502,901)
Equipment	356,113	347,713	-	131,804	23,929,519
Less: Accumulated Depreciation	(338,396)	(297,610)	-	(118,064)	(18,020,747)
Construction in Progress	-	-	-	-	53,153
<b>Total Noncurrent Assets</b>	<b>3,530,857</b>	<b>295,012</b>	<b>3,202,744</b>	<b>13,740</b>	<b>6,593,048</b>
<b>TOTAL ASSETS</b>	<b>10,269,604</b>	<b>732,390</b>	<b>3,422,830</b>	<b>1,155,108</b>	<b>10,907,776</b>
<b>LIABILITIES</b>					
<b>Current Liabilities</b>					
Accrued Salaries Payable	144,438	53,714	-	76,188	91,884
Accounts Payable	170,302	207,053	3,935	10,825	323,100
Due to Other Funds	61,435	409,066	706,242	-	17,067
Due to Other Governmental Units	215,749	4,713	-	7,286	13,715
Unearned Revenue	-	-	503,598	-	-
Compensated Absences Payable	12,225	6,069	-	9,157	8,598
Capital Lease Payable	448,946	-	-	-	503,294
Accrued Interest Payable	21,998	-	-	-	5,405
<b>Total Current Liabilities</b>	<b>1,075,093</b>	<b>680,615</b>	<b>1,213,775</b>	<b>103,456</b>	<b>963,063</b>
<b>Noncurrent Liabilities</b>					
Capital Lease Payable	1,475,306	-	-	-	2,459,439
Advance from Other Funds	125,989	-	547,273	-	35,081
Compensated Absences Payable	265,321	70,981	-	176,817	160,311
Net Other Postemployment Benefits Obligation	579,325	146,564	-	365,915	820,149
<b>Total Noncurrent Liabilities</b>	<b>2,445,941</b>	<b>217,545</b>	<b>547,273</b>	<b>542,732</b>	<b>3,474,980</b>
<b>TOTAL LIABILITIES</b>	<b>3,521,034</b>	<b>898,160</b>	<b>1,761,048</b>	<b>646,188</b>	<b>4,438,043</b>
<b>NET POSITION</b>					
Net Investment in Capital Assets	1,606,606	295,012	-	13,741	3,630,317
Unrestricted	5,141,964	(460,782)	1,661,782	495,179	2,839,416
<b>TOTAL NET POSITION</b>	<b>\$ 6,748,570</b>	<b>\$ (165,770)</b>	<b>\$ 1,661,782</b>	<b>\$ 508,920</b>	<b>\$ 6,469,733</b>



Public Works Engineering	Asphalt Plant	Traffic Warehouse	Parks Supply and Maintenance	Planning and Economic Development Administration	Total Internal Service Funds
\$ -	\$ 1,810,207	\$ 974,960	\$ 1,501,270	\$ 2,566,522	\$ 16,906,461
-	-	-	-	-	1,210,000
150	100	100	-	200	950
49,802	122,302	424,958	35,989	-	759,354
822,855	-	-	-	-	1,022,389
8,949	81,448	4,724	-	-	98,286
-	373,407	1,385,554	43,296	-	3,037,097
4,629,882	-	-	-	-	4,654,445
<u>5,511,638</u>	<u>2,387,464</u>	<u>2,790,296</u>	<u>1,580,555</u>	<u>2,566,722</u>	<u>27,688,982</u>
-	-	-	-	-	1,540,244
-	-	-	-	-	1,662,500
32,000	23,664	-	6,436	-	87,343
-	817,401	59,649	26,558	176,721	14,448,239
-	(693,070)	(50,207)	(21,529)	(11,781)	(9,780,568)
776,155	343,947	41,564	1,664,777	137,116	27,728,708
(754,207)	(322,509)	(41,564)	(1,028,080)	(124,601)	(21,045,778)
-	-	-	136,549	-	189,702
<u>53,948</u>	<u>169,433</u>	<u>9,442</u>	<u>784,711</u>	<u>177,455</u>	<u>14,830,390</u>
5,565,586	2,556,897	2,799,738	2,365,266	2,744,177	42,519,372
220,993	12,415	8,974	104,970	312,720	1,026,296
70,840	89,975	251,134	56,367	5,634	1,189,165
890,687	-	-	-	-	2,084,497
20,877	1,509	533	9,284	27,601	301,267
2,383,365	-	-	-	-	2,886,963
29,412	1,518	1,014	12,151	27,456	107,600
-	-	-	-	-	952,240
-	-	-	-	-	27,403
<u>3,616,174</u>	<u>105,417</u>	<u>261,655</u>	<u>182,772</u>	<u>373,411</u>	<u>8,575,431</u>
-	-	-	-	-	3,934,745
-	-	-	-	-	708,343
465,670	18,282	9,774	188,059	567,516	1,922,731
886,234	178,574	52,207	510,836	1,383,833	4,923,637
<u>1,351,904</u>	<u>196,856</u>	<u>61,981</u>	<u>698,895</u>	<u>1,951,349</u>	<u>11,489,456</u>
4,968,078	302,273	323,636	881,667	2,324,760	20,064,887
53,948	169,433	9,442	784,708	177,452	6,740,659
<u>543,560</u>	<u>2,085,191</u>	<u>2,466,660</u>	<u>698,891</u>	<u>241,965</u>	<u>15,713,826</u>
<u>\$ 597,508</u>	<u>\$ 2,254,624</u>	<u>\$ 2,476,102</u>	<u>\$ 1,483,599</u>	<u>\$ 419,417</u>	<u>\$ 22,454,485</u>

City of Saint Paul, Minnesota  
 COMBINING STATEMENT OF REVENUES,  
 EXPENSES AND CHANGES IN FUND NET POSITION  
 INTERNAL SERVICE FUNDS  
 For the Fiscal Year Ended December 31, 2014

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	Central Services	Equipment Services Fire - Police	Internal Borrowing	Public Works Administration	Public Works Equipment Service
<b>OPERATING REVENUES</b>					
Fees, Sales and Services	\$ 11,908,597	\$ 3,505,252	\$ -	\$ 2,819,588	\$ 7,261,090
Rents and Leases	1,953,151	-	-	-	-
Interest Earned on Loans	-	-	296,843	-	-
Miscellaneous	-	-	-	-	2,161
<b>Total Operating Revenues</b>	<b>13,861,748</b>	<b>3,505,252</b>	<b>296,843</b>	<b>2,819,588</b>	<b>7,263,251</b>
<b>OPERATING EXPENSES</b>					
Cost of Merchandise Sold	-	-	-	-	-
Salaries	2,025,855	866,294	-	1,355,388	1,319,229
Employee Fringe Benefits	3,648,243	391,902	-	593,050	774,561
Services	2,839,899	313,063	-	394,077	1,332,510
Materials and Supplies	385,182	2,220,975	-	36,109	3,260,642
Depreciation	597,264	33,272	-	5,058	942,215
Bad Debts	-	-	32,041	-	-
Miscellaneous	6,875	-	9,590	1,692	6,079
<b>Total Operating Expenses</b>	<b>9,503,318</b>	<b>3,825,506</b>	<b>41,631</b>	<b>2,385,374</b>	<b>7,635,236</b>
<b>OPERATING INCOME (LOSS)</b>	<b>4,358,430</b>	<b>(320,254)</b>	<b>255,212</b>	<b>434,214</b>	<b>(371,985)</b>
<b>NON-OPERATING REVENUES (EXPENSES)</b>					
Gain on Sale of Capital Assets	-	-	-	-	57,793
Investment Income					
Interest Earned on Investments	-	-	15	-	-
Increase (Decrease) in Fair Value of Investments	-	-	(5,675)	-	-
Interest Earned - Other	-	-	13,017	-	253
Miscellaneous Other Revenue (Expense)	-	40	-	20	(2,678)
Interest Expense on Capital Lease	(97,856)	-	-	-	(27,523)
Interest Expense on Advance from Other Funds	(3,678)	-	(9,293)	-	(2,515)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(101,534)</b>	<b>40</b>	<b>(1,936)</b>	<b>20</b>	<b>25,330</b>
<b>Income (Loss) Before Transfers</b>	<b>4,256,896</b>	<b>(320,214)</b>	<b>253,276</b>	<b>434,234</b>	<b>(346,655)</b>
Transfers In	232,142	-	-	-	365,329
Transfers Out	(2,686,839)	(20,633)	(300,051)	(236,548)	-
<b>Change in Net Position</b>	<b>1,802,199</b>	<b>(340,847)</b>	<b>(46,775)</b>	<b>197,686</b>	<b>18,674</b>
<b>NET POSITION, January 1, as restated (Note III-C)</b>	<b>4,946,371</b>	<b>175,077</b>	<b>1,708,557</b>	<b>311,234</b>	<b>6,451,059</b>
<b>NET POSITION, December 31</b>	<b>\$ 6,748,570</b>	<b>\$ (165,770)</b>	<b>\$ 1,661,782</b>	<b>\$ 508,920</b>	<b>\$ 6,469,733</b>

Public Works Engineering	Asphalt Plant	Traffic Warehouse	Parks Supply and Maintenance	Planning and Economic Development Administration	Total Internal Service Funds
\$ 6,539,165	\$ 3,400,163	\$ 4,302,894	\$ 4,263,529	\$ 8,340,948	\$ 52,341,226
-	-	-	-	-	1,953,151
-	-	-	-	-	296,843
-	-	-	369	225,625	228,155
6,539,165	3,400,163	4,302,894	4,263,898	8,566,573	54,819,375
-	-	-	293,791	-	293,791
3,558,487	233,042	136,639	1,880,202	5,038,628	16,413,764
1,386,892	139,162	53,207	960,617	2,027,255	9,974,889
1,636,909	157,987	369,727	753,980	1,319,281	9,117,433
164,748	2,597,887	2,918,225	295,809	51,810	11,931,387
35,217	18,083	-	92,013	19,261	1,742,383
-	-	-	-	-	32,041
-	-	-	-	4,298	28,534
6,782,253	3,146,161	3,477,798	4,276,412	8,460,533	49,534,222
(243,088)	254,002	825,096	(12,514)	106,040	5,285,153
-	-	-	10,000	-	67,793
-	-	-	-	-	15
-	-	-	-	-	(5,675)
-	-	-	-	-	13,270
-	59	-	6,400	(41)	3,800
-	-	-	-	-	(125,379)
-	-	-	-	-	(15,486)
-	59	-	16,400	(41)	(61,662)
(243,088)	254,061	825,096	3,886	105,999	5,223,491
-	-	-	-	-	597,471
(36,229)	-	-	(14,099)	(186,882)	(3,481,281)
(279,317)	254,061	825,096	(10,213)	(80,883)	2,339,681
876,825	2,000,563	1,651,006	1,493,812	500,300	20,114,804
\$ 597,508	\$ 2,254,624	\$ 2,476,102	\$ 1,483,599	\$ 419,417	\$ 22,454,485

	Central Services	Equipment Services Fire - Police	Internal Borrowing	Public Works Administration	Public Works Equipment Service
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from Loan Recipients and Other Customers	\$ 7,111,175	\$ 4,012,855	\$ 174,849	\$ -	\$ 1,185,666
Receipts from Other Funds for Services Provided	6,996,494	-	-	2,819,309	7,089,128
Other Operating Receipts	-	-	-	20	13,921
Payments to Suppliers	(2,495,915)	(1,263,926)	(5,654)	(84,608)	(3,561,980)
Payments to Employees	(2,000,198)	(848,515)	-	(1,364,647)	(1,300,702)
Payments for Fringe Benefits and Payroll Taxes	(3,563,517)	(405,965)	-	(540,583)	(620,829)
Payments to Other Funds for Services Used	(157,532)	(1,119,108)	-	(334,965)	(954,349)
Other Operating Payments	-	-	-	(1,692)	-
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>5,890,507</b>	<b>375,341</b>	<b>169,195</b>	<b>492,834</b>	<b>1,850,855</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfers In from Other Funds	232,142	-	-	-	365,329
Transfers Out to Other Funds	(2,625,404)	(20,633)	(300,051)	(236,548)	-
Advance Received from Other Funds	-	-	784,421	-	-
Advance Made to Other Funds	-	-	(1,543,868)	-	-
Collection of an Advance from Other Funds	-	-	807,456	-	-
Repayment of Advance Received from Other Funds	(121,853)	(346,719)	(156,364)	-	-
Interest Paid on Advance Received from Other Funds	(3,678)	-	-	-	-
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>(2,518,793)</b>	<b>(367,352)</b>	<b>(408,406)</b>	<b>(236,548)</b>	<b>365,329</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from Sale of Capital Assets					
Equipment	-	-	-	-	-
Principal Paid on Capital Lease	(429,101)	-	-	-	788,617
Payments for Acquisition and Construction of Capital Assets					
Buildings and Structures	-	-	-	-	-
Equipment	-	(7,889)	-	(5,400)	(1,701,593)
Interest Paid on Capital Lease	(102,761)	-	-	-	(19,854)
<b>NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>(531,862)</b>	<b>(7,889)</b>	<b>-</b>	<b>(5,400)</b>	<b>(932,830)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Interest and Dividends on Investments Received	-	-	15	-	253
Increase (Decrease) in Fair Value of Investments	-	-	(5,675)	-	-
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>-</b>	<b>-</b>	<b>(5,660)</b>	<b>-</b>	<b>253</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>2,839,852</b>	<b>100</b>	<b>(244,871)</b>	<b>250,886</b>	<b>1,283,607</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>3,815,638</b>	<b>100</b>	<b>244,871</b>	<b>890,201</b>	<b>2,183,518</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>\$ 6,655,490</b>	<b>\$ 200</b>	<b>\$ -</b>	<b>\$ 1,141,087</b>	<b>\$ 3,467,125</b>

Public Works Engineering	Asphalt Plant	Traffic Warehouse	Parks Supply and Maintenance	Planning and Economic Development Administration	Total
\$ 26,701	\$ 1,366,874	\$ 219,555	\$ -	\$ 225,627	\$ 14,323,302
5,801,116	1,882,305	3,783,944	(4,263,526)	8,900,719	33,009,489
-	-	-	(6,769)	-	7,172
(846,460)	(2,628,584)	(2,685,515)	389,255	(247,063)	(13,430,450)
(3,501,520)	(229,088)	(134,077)	1,855,505	(4,952,803)	(12,476,045)
(741,987)	(101,087)	(53,897)	960,617	(1,925,728)	(6,992,976)
(2,343,970)	(61,777)	(307,996)	626,914	(1,110,493)	(5,763,276)
-	-	-	949,137	-	947,445
<u>(1,606,120)</u>	<u>228,643</u>	<u>822,014</u>	<u>511,133</u>	<u>890,259</u>	<u>9,624,661</u>
-	-	-	-	-	597,471
(36,229)	-	-	(14,099)	(620,698)	(3,853,662)
890,687	-	-	-	-	1,675,108
-	-	-	-	-	(1,543,868)
-	-	-	-	-	807,456
-	-	-	-	-	(624,936)
-	-	-	-	-	(3,678)
<u>854,458</u>	<u>-</u>	<u>-</u>	<u>(14,099)</u>	<u>(620,698)</u>	<u>(2,946,109)</u>
-	-	-	10,000	-	10,000
-	-	-	-	-	359,516
-	-	-	(13,588)	-	(13,588)
-	-	-	(399,286)	(10,000)	(2,124,168)
-	-	-	-	-	(122,615)
<u>-</u>	<u>-</u>	<u>-</u>	<u>(402,874)</u>	<u>(10,000)</u>	<u>(1,890,855)</u>
-	-	-	-	-	268
-	-	-	-	-	(5,675)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,407)</u>
(751,662)	228,643	822,014	94,160	259,561	4,782,290
<u>751,812</u>	<u>1,581,664</u>	<u>153,046</u>	<u>1,407,110</u>	<u>2,307,161</u>	<u>13,335,121</u>
<u>\$ 150</u>	<u>\$ 1,810,307</u>	<u>\$ 975,060</u>	<u>\$ 1,501,270</u>	<u>\$ 2,566,722</u>	<u>\$ 18,117,411</u>

	Central Services	Equipment Services Fire Police	Internal Borrowing	Public Works Administration	Public Works Equipment Service
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ 4,358,430	\$ (320,254)	\$ 255,212	\$ 434,214	\$ (371,985)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities					
Depreciation	597,264	33,272	-	5,058	942,215
Increase (Decrease) in Allowance for Uncollectible Accounts	(7,428)	-	-	-	-
Non-Operating Miscellaneous Revenue (Expense)	-	40	-	-	-
Changes in Assets and Liabilities					
(Increase) Decrease in					
Accounts Receivable	(58,797)	(9,972)	-	-	(28,803)
Notes and Loans Receivable	-	-	237,500	-	-
Accrued Interest Receivable	-	-	-	-	-
Due from Other Funds	133,609	471,656	(43,110)	(282)	1,034,956
Due from Component Units	-	-	-	-	-
Due from Other Governmental Units	178,537	37,264	-	-	25,394
Inventories	-	31,776	-	-	41,284
Prepaid Items	321,586	-	-	-	-
Increase (Decrease) in					
Accrued Salaries Payable	25,657	17,779	-	6,576	18,525
Accounts Payable	65,594	126,382	3,935	3,405	42,809
Due to Other Funds	-	(3,252)	-	(80)	(20,986)
Due to Other Component Unit	-	-	-	-	-
Due to Other Governmental Units	191,328	4,713	-	7,285	13,715
Unearned Revenue	-	-	(284,342)	-	-
Compensated Absences Payable	24,938	(19,589)	-	(4,245)	(4,782)
Net Other Postemployment Benefits Obligation	59,789	5,526	-	40,903	158,513
Total Adjustments	1,532,077	695,595	(86,017)	58,620	2,222,840
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 5,890,507	\$ 375,341	\$ 169,195	\$ 492,834	\$ 1,850,855
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION					
Cash and Investments with Treasurer	\$ 6,655,490	\$ -	\$ -	\$ 1,140,887	\$ 2,257,125
Cash and Investments with Trustee	-	-	-	-	1,210,000
Imprest Funds	-	200	-	200	-
TOTAL CASH AND CASH EQUIVALENTS	\$ 6,655,490	\$ 200	\$ -	\$ 1,141,087	\$ 3,467,125
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Increase/(Decrease) in Fair Market Value of Investments	\$ -	\$ -	\$ (5,675)	\$ -	\$ -

Public Works Engineering	Asphalt Plant	Traffic Warehouse	Parks Supply and Maintenance	Planning and Economic Development Administration	Total
\$ (243,088)	\$ 254,002	\$ 825,096	\$ (12,514)	\$ 106,040	\$ 5,285,153
35,217	18,083	-	92,013	19,261	1,742,383
-	(998)	(139,618)	22,052	-	(125,992)
-	59	-	10,369	1,014	11,482
(9,977)	(90,882)	(215,082)	9,657	-	(403,856)
-	-	-	-	-	237,500
-	-	-	-	-	-
(812,675)	2,272	9,283	297,805	558,759	1,652,273
-	-	25	-	-	25
16,051	(61,435)	45,997	-	-	241,808
-	(19,886)	177,757	(25,535)	-	205,396
(764,601)	-	-	-	-	(443,015)
58,344	3,954	2,562	24,697	85,825	243,919
42	85,000	118,480	43,989	(6,189)	483,447
(53,939)	(1,032)	(529)	(9,993)	(1,374)	(91,185)
-	-	-	-	-	-
20,809	1,431	533	9,284	25,397	274,495
65,728	-	-	-	-	(218,614)
(428)	1,730	(11,829)	(14,944)	(68,333)	(97,482)
82,397	36,345	9,339	64,253	169,859	626,924
(1,363,032)	(25,359)	(3,082)	523,647	784,219	4,339,508
\$ (1,606,120)	\$ 228,643	\$ 822,014	\$ 511,133	\$ 890,259	\$ 9,624,661
\$ -	\$ 1,810,207	\$ 974,960	\$ 1,501,270	\$ 2,566,522	\$ 16,906,461
-	-	-	-	-	1,210,000
150	100	100	-	200	950
\$ 150	\$ 1,810,307	\$ 975,060	\$ 1,501,270	\$ 2,566,722	\$ 18,117,411
\$ -	\$ -	\$ -	\$ -	\$ -	\$ (5,675)

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## 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.

**Minnesota Sales and Use Tax** - to account for receipts and disbursements of sales tax as required by the Tax Reform and Relief Act.

**City Agency** - to account for the proceeds from Comcast for distribution relating to the city's Cable Access Program; property taxes levied and collected by Ramsey County and remitted to the Port Authority of the City of Saint Paul; outstanding checks which have been written off and remitted to the State of Minnesota under the Minnesota Uniform Disposition of Unclaimed Property Act; receipts and disbursements for which proper accounting cannot be made at the time of the transaction; collection of the State of Minnesota building permit surcharge; and cash received by the Police Department that is lost, unclaimed or contraband collected during the course of Police business.

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	<u>Employee Withholding</u>	<u>Minnesota Sales and Use Tax</u>	<u>City Agency</u>	<u>Total Agency Funds</u>
<b>ASSETS</b>				
Cash and Investments with Treasurer	\$ 888,069	\$ 225,373	\$ 2,703,549	\$ 3,816,991
Receivables				
Property Taxes - Due from Ramsey County	-	-	23,267	23,267
Accounts (net of allowance for estimated uncollectibles)	-	-	29,820	29,820
<b>TOTAL ASSETS</b>	<u>\$ 888,069</u>	<u>\$ 225,373</u>	<u>\$ 2,756,636</u>	<u>\$ 3,870,078</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ 314,155	\$ -	\$ 2,325,128	\$ 2,639,283
Due to Other Governmental Units	573,914	225,373	431,508	1,230,795
<b>TOTAL LIABILITIES</b>	<u>\$ 888,069</u>	<u>\$ 225,373</u>	<u>\$ 2,756,636</u>	<u>\$ 3,870,078</u>

<b>Employee Withholding</b>	January 1, 2014	Additions	Deductions	December 31, 2014
<b>ASSETS</b>				
Cash and Investments with Treasurer	\$ 838,645	\$ 78,158,652	\$ 78,109,228	\$ 888,069
Receivables				
Accounts (net of allowance for estimated uncollectibles)	390	1,169	1,559	-
<b>TOTAL ASSETS</b>	<b>\$ 839,035</b>	<b>\$ 78,159,821</b>	<b>\$ 78,110,787</b>	<b>\$ 888,069</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 296,313	\$ 17,269,052	\$ 17,251,210	\$ 314,155
Due to Other Governmental Units	542,722	88,962,514	88,931,322	573,914
<b>TOTAL LIABILITIES</b>	<b>\$ 839,035</b>	<b>\$ 106,231,566</b>	<b>\$ 106,182,532</b>	<b>\$ 888,069</b>

<b>Minnesota Sales and Use Tax</b>	January 1, 2014	Additions	Deductions	December 31, 2014
<b>ASSETS</b>				
Cash and Investments with Treasurer	\$ 85,283	\$ 681,622	\$ 541,532	\$ 225,373
Receivables				
Accounts (net of allowance for estimated uncollectibles)	1,568	37,070	38,638	-
Due from Other Funds	7,229	-	7,229	-
Due from Other Governmental Units	-	23,607	23,607	-
<b>TOTAL ASSETS</b>	<b>\$ 94,080</b>	<b>\$ 742,299</b>	<b>\$ 611,006</b>	<b>\$ 225,373</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ -	\$ 95	\$ 95	\$ -
Due to Other Governmental Units	94,080	617,546	486,253	225,373
<b>TOTAL LIABILITIES</b>	<b>\$ 94,080</b>	<b>\$ 617,641</b>	<b>\$ 486,348</b>	<b>\$ 225,373</b>

<b>City Agency</b>	January 1, 2014	Additions	Deductions	December 31, 2014
<b>ASSETS</b>				
Cash and Investments with Treasurer	\$ 1,889,207	\$ 6,760,698	\$ 5,946,356	\$ 2,703,549
Receivables				
Property Taxes - Due from Ramsey County	28,646	23,267	28,646	23,267
Accounts (net of allowance for estimated uncollectibles)	-	29,820	-	29,820
<b>TOTAL ASSETS</b>	<b>\$ 1,917,853</b>	<b>\$ 6,813,785</b>	<b>\$ 5,975,002</b>	<b>\$ 2,756,636</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 1,869,226	\$ 3,520,705	\$ 3,064,803	\$ 2,325,128
Due to Other Governmental Units	48,627	3,551,460	3,168,579	431,508
<b>TOTAL LIABILITIES</b>	<b>\$ 1,917,853</b>	<b>\$ 7,072,165</b>	<b>\$ 6,233,382</b>	<b>\$ 2,756,636</b>

<u>Agency Fund Total</u>	<u>January 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>December 31, 2014</u>
<b>ASSETS</b>				
Cash and Investments with Treasurer	\$ 2,813,135	\$ 85,600,972	\$ 84,597,116	\$ 3,816,991
Receivables				
Property Taxes - Due from Ramsey County	28,646	23,267	28,646	23,267
Accounts (net of allowance for estimated uncollectibles)	1,958	68,059	40,197	29,820
Due from Other Funds	7,229	-	7,229	-
Due from Other Governmental Units	-	23,607	23,607	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL ASSETS</b>	<u>\$ 2,850,968</u>	<u>\$ 85,715,905</u>	<u>\$ 84,696,795</u>	<u>\$ 3,870,078</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ 2,165,539	\$ 20,789,852	\$ 20,316,108	\$ 2,639,283
Due to Other Governmental Units	685,429	93,131,520	92,586,154	1,230,795
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL LIABILITIES</b>	<u>\$ 2,850,968</u>	<u>\$ 113,921,372</u>	<u>\$ 112,902,262</u>	<u>\$ 3,870,078</u>

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## OTHER SUPPLEMENTARY INFORMATION

City of Saint Paul, Minnesota  
 SCHEDULE OF INTERGOVERNMENTAL REVENUE  
 ALL FUNDS  
 For the Fiscal Year Ended December 31, 2014

Schedule 5  
 (Page 1 of 3)

	Federal	State	County	Other	Total
<b>GOVERNMENTAL FUNDS</b>					
<b>Major Governmental Funds</b>					
<b>General Fund</b>					
City Share County Pilot	-	-	7,944	-	7,944
City Share of State Court Fines	-	2,790,903	-	-	2,790,903
City Share of State Highway Rent	-	12,821	-	-	12,821
Fire Pension Amortization and Insurance Premium Aid	-	2,438,403	-	-	2,438,403
Local Government Aid	-	60,424,253	-	-	60,424,253
Market Value Homestead Credit	-	115	-	-	115
Paramedic Federal Subsidy	-	-	-	353,073	353,073
Police Pension Amortization Aid	-	4,426,791	-	-	4,426,791
Police/Fire Disability Benefit Act	-	302,541	-	-	302,541
Public Employees Retirement Association - Pension Aid	-	517,512	-	-	517,512
<b>Total General Fund</b>	<b>-</b>	<b>70,913,339</b>	<b>7,944</b>	<b>353,073</b>	<b>71,274,356</b>
<b>Public Library General Fund</b>					
City Share County Pilot	-	-	18,306	-	18,306
<b>City Debt Service</b>					
Build America Bonds Interest Subsidy	-	-	-	630,746	630,746
City Share of Payment in Lieu of Taxes	-	-	13,571	-	13,571
<b>Total City Debt Service</b>	<b>-</b>	<b>-</b>	<b>13,571</b>	<b>630,746</b>	<b>644,317</b>
<b>City Capital Projects</b>					
Capital Region Watershed District	-	-	-	200,000	200,000
Environmental Protection Agency	375,421	-	-	-	375,421
Federal Highway Administration - State Administered	3,254,608	-	-	-	3,254,608
Macalester College/Snelling Avenue Pedestrian Median - 2009 Appropriation	924,623	-	-	-	924,623
Metropolitan Council	-	-	-	3,583,878	3,583,878
Minnesota Department of Economic Development	-	17,659,432	-	-	17,659,432
Minnesota Department of Natural Resources	-	555,989	-	-	555,989
Minnesota Department of Natural Resources - Metropolitan	-	183,659	-	-	183,659
Minnesota Department of Transportation Bridge Bonds	-	750,582	-	-	750,582
Minnesota Historical Society	-	66,000	-	-	66,000
Minnesota Trunk Highway Funds	-	91,547	-	-	91,547
Municipal State Aid - Construction	-	5,510,573	-	-	5,510,573
<b>Total City Capital Projects</b>	<b>4,554,652</b>	<b>24,817,782</b>	<b>-</b>	<b>3,783,878</b>	<b>33,156,312</b>
<b>Total Major Governmental Funds</b>	<b>4,554,652</b>	<b>95,731,121</b>	<b>39,821</b>	<b>4,767,697</b>	<b>105,093,291</b>
<b>Nonmajor Governmental Funds</b>					
<b>Special Revenue Funds</b>					
<b>City Grants</b>					
2011 Assistance to Firefighters - Regional Grant	287,639	-	-	-	287,639
2011 Assistance to Firefighters Grant	120,211	-	-	-	120,211
2011 MMRS Grant	56,324	-	-	-	56,324
2012 Urban Area Security Initiative (UASI) Grant	145,415	-	-	-	145,415
2013 Assistance to Firefighters Grant	56,184	-	-	-	56,184
2013 Hazardous Materials Emergency Preparedness Grant	10,000	-	-	-	10,000
2013 State Homeland Security Grant	6,000	-	-	-	6,000
2013 Urban Area Security Initiative (UASI) Grant	452,278	-	-	-	452,278
2014 EMPG Grant	30,000	-	-	-	30,000
2014 MMRS	-	-	-	405,000	405,000



City of Saint Paul, Minnesota  
SCHEDULE OF INTERGOVERNMENTAL REVENUE  
ALL FUNDS  
For the Fiscal Year Ended December 31, 2014

Schedule 5  
(Page 2 of 3)

	Federal	State	County	Other	Total
AmeriCorps*VISTA - CNCS	168,114	-	-	-	168,114
Community Crime Prevention - State	-	93,391	-	-	93,391
COPS Hiring - Justice	49,191	-	-	-	49,191
Environmental Protection Agency Coalition Assessment	20,272	-	-	-	20,272
Federal Transit Capital Investment Grants - Metropolitan Council	220,418	-	-	-	220,418
Homeland Security - State Administered	47,165	-	-	-	47,165
Human Trafficking - Justice	293,354	-	-	-	293,354
Justice Assistance - Justice	339,808	-	-	-	339,808
Juvenile Accountability Incentive Block Grant - Justice	35,269	-	-	-	35,269
Metropolitan Council - Parks Projects	-	-	-	116,381	116,381
Metropolitan Council - Planning Economic Development Projects	-	-	-	2,621,377	2,621,377
Minimum Penalties for Repeat Offenders DWI - Justice (State Administered)	90,959	-	-	-	90,959
Minnesota Auto Theft Prevention Program	-	190,118	-	-	190,118
Minnesota Department of Administration	-	529,681	-	-	529,681
Minnesota Pollution Control Agency	-	5,850	-	-	5,850
Narcotics Control Program - Surveillance - Justice	124,920	-	-	-	124,920
National Infrastructure Investments - Justice (County Administered)	60,295	-	-	-	60,295
National Infrastructure Investment - State Administered ( Complete St Tiger II )	45,021	-	-	-	45,021
National Priority Safety Programs	39,529	-	-	-	39,529
Non-Motorized Transportation Pilot Grant - State Administered	40,609	-	-	-	40,609
Police Athletic/Activities Leagues Youth Enrichment Program	6,496	-	-	-	6,496
Port Security - Homeland Security	301,250	-	-	-	301,250
Public Safety Partnership and Community Policing Grants - Justice State Administered	3,718	-	-	-	3,718
Real Time Officer, State and Community Highway Safety - Justice State Administered	8,107	-	-	-	8,107
Saint Paul Public Schools - AmeriCorps*VISTA Cost Share	-	-	-	22,398	22,398
State of Minnesota - Special Project	-	260,882	-	-	260,882
Youth Job Corp Grant - State Administered	-	463,413	-	-	463,413
<b>Total City Grants</b>	<b>3,058,546</b>	<b>1,543,335</b>	<b>-</b>	<b>3,165,156</b>	<b>7,767,037</b>
<b>Fire Responsive Services</b>					
Paramedic Federal Subsidy	-	-	-	353,073	353,073
<b>Police Special Projects</b>					
Peace Officers Standards Board	-	185,684	-	-	185,684
<b>Right Of Way Maintenance</b>					
Forest Protection Reserve Grant - Minnesota Department of Agriculture	-	5,000	-	-	5,000
Municipal State Aid	-	3,220,836	-	-	3,220,836
Ramsey County Aid	-	-	1,848,375	-	1,848,375
State Trunk Highway	-	471,830	-	-	471,830
<b>Total Right of Way Maintenance</b>	<b>-</b>	<b>3,697,666</b>	<b>1,848,375</b>	<b>-</b>	<b>5,546,041</b>
<b>Recycling And Solid Waste</b>					
Ramsey County Recycling Program	-	-	590,554	-	590,554
<b>Parks And Recreation Special Projects</b>					
Regional Parks Maintenance	-	-	-	1,574,670	1,574,670
<b>Public Library Special Projects</b>					
Advancing at Risk Youth Toward Working Professionals	21,688	-	-	-	21,688
Community Connectors: Services for Underserved English Speaking Urban Populations	11,437	-	-	-	11,437
Expanded Learning Mini Grant	4,599	-	-	-	4,599
Libraries and Literacy Agencies United for Digital Literacy	36,494	-	-	-	36,494
Metropolitan Library Service Agency (MELSA)	-	378,188	-	-	378,188
National Leadership Grants	5,495	-	-	-	5,495
<b>Total Public Library Special Projects</b>	<b>79,713</b>	<b>378,188</b>	<b>-</b>	<b>-</b>	<b>457,901</b>

City of Saint Paul, Minnesota  
 SCHEDULE OF INTERGOVERNMENTAL REVENUE  
 ALL FUNDS  
 For the Fiscal Year Ended December 31, 2014

Schedule 5  
 (Page 3 of 3)

	Federal	State	County	Other	Total
City HUD Grants					
Community Development Block Grant - HUD	6,414,822	-	-	-	6,414,822
Emergency Solutions Grant - HUD	710,865	-	-	-	710,865
Home Investment Partnerships Program - HUD	850,012	-	-	-	850,012
Neighborhood Stabilization Program - NSP1/NSP3 State Administered (ARRA)	250,558	-	-	-	250,558
Total City HUD Grants	8,226,257	-	-	-	8,226,257
HRA Grants					
Metropolitan Council Grant - Special Projects	-	-	-	153,432	153,432
Total Special Revenue Funds	11,364,516	5,804,873	2,438,929	5,246,331	24,854,649
Capital Projects					
HRA Development Capital Projects					
Minnesota Housing Agency Economic Development and Housing Challenge	-	279,999	-	-	279,999
Total Capital Projects	-	279,999	-	-	279,999
Total Nonmajor Governmental Funds	11,364,516	6,084,872	2,438,929	5,246,331	25,134,648
Total Governmental Funds	15,919,168	101,815,993	2,478,750	10,014,028	130,227,939
PROPRIETARY FUNDS					
Major Enterprise Funds					
Sewer Utility					
Metropolitan Council	-	-	-	263,052	263,052
Ramsey County Aid	-	-	75,620	-	75,620
Total Sewer Utility	-	-	75,620	263,052	338,672
HRA Loan Enterprise					
Housing Counseling Assistance Grant - HUD	18,785	-	-	-	18,785
Mortgage Foreclosure Prevention Assistance Program - State Administered	-	676,395	-	-	676,395
Mortgage Foreclosure Assistance - Minnesota Home Ownership Center	-	-	-	4,881	4,881
Making Home Affordable	1,350	-	-	-	1,350
Neighborhood National Foreclosure	11,221	-	-	-	11,221
Total HRA Loan Enterprise	31,356	676,395	-	4,881	712,632
HRA Parking					
Metropolitan Council	-	-	-	51,224	51,224
HRA Penfield					
DEED Contamination Cleanup	-	636,518	-	-	636,518
Metropolitan Council	-	-	-	610,000	610,000
Ramsey County Contamination Cleanup	-	-	14,997	-	14,997
Total HRA Penfield	-	636,518	14,997	610,000	1,261,515
Total Major Enterprise Funds	31,356	1,312,913	90,617	929,157	2,364,043
Nonmajor Enterprise Funds					
HRA Lofts					
Build America Bonds Interest Subsidy	-	-	-	157,299	157,299
Total Nonmajor Enterprise Funds	-	-	-	157,299	157,299
Total Proprietary Funds	31,356	1,312,913	90,617	1,086,456	2,521,342
TOTAL ALL FUNDS	15,950,524	103,128,906	2,569,367	11,100,484	132,749,281

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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			
Housing Counseling Assistance Program (Total Housing Counseling Assistance Program CFDA 14.169 \$18,785)	14.169	6,085	-
Community Development Block Grants/Entitlement Grants	14.218	7,337,670	3,127,103
Emergency Solutions Grant Program	14.231	710,865	685,587
Home Investment Partnerships Program	14.239	994,619	732,698
Neighborhood Stabilization Program -- ARRA	14.256	1,016,172	-
Passed Through Minnesota Home Ownership Center			
Housing Counseling Assistance Program (Total Housing Counseling Assistance Program CFDA 14.169 \$18,785)	14.169	12,700	-
Passed Through Minnesota Housing Finance Agency			
Making Home Affordable Outreach and Intake Project	Unassigned	1,350	-
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	250,558	-
Total U. S. Department of Housing and Urban Development		<u>10,330,019</u>	<u>4,545,388</u>
U.S. Department of Justice			
Direct Grants			
Services for Trafficking Victims	16.320	293,354	52,256
Public Safety Partnership and Community Policing Grants (Total Public Safety Partnership and Community Policing Grants CFDA 16.710 \$52,909)	16.710	49,191	-
Edward Byrne Memorial Justice Assistance Grant Program (Total Edward Byrne Memorial Justice Assistance Grant Program CFDA 16.738 \$482,960)	16.738	358,040	84,183

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, 2014

Schedule 6  
(Page 2 of 3)

Federal Grantor Pass-Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
Passed Through Minnesota Department of Public Safety Juvenile Accountability Block Grants	16.523	35,269	24,058
Public Safety Partnership and Community Policing Grants (Total Public Safety Partnership and Community Policing Grants CFDA 16.710 \$52,909)	16.710	3,718	-
Passed Through National Association of Police Activities / Activities League Juvenile Mentoring Program	16.726	6,496	-
Passed Through Ramsey County Edward Byrne Memorial Justice Assistance Grant Program (Total Edward Byrne Memorial Justice Assistance Grant Program CFDA 16.738 \$482,960)	16.738	124,920	-
Total U. S. Department of Justice		<u>870,988</u>	<u>160,497</u>
U.S. Department of Transportation			
Passed Through Metropolitan Council Federal Transit Capital Investment Grants	20.500	932,285	-
New Freedom Program	20.521	212,756	-
Passed Through Minnesota Department of Public Safety			
State and Community Highway Safety (Total State and Community Highway Safety CFDA 20.600 \$68,402)	20.600	8,107	-
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	10,000	-
Passed Through Minnesota Department of Transportation			
Highway Planning and Construction	20.205	3,295,217	-
National Infrastructure Investments	20.933	45,021	-
Passed Through Ramsey County			
State and Community Highway Safety (Total State and Community Highway Safety CFDA 20.600 \$68,402)	20.600	60,295	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	90,959	-
National Priority Safety Programs	20.616	39,529	-
Total U.S. Department of Transportation		<u>4,694,169</u>	<u>-</u>

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, 2014

Schedule 6  
 (Page 3 of 3)

Federal Grantor Pass-Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
U.S. Department of Treasury			
Passed Through Minnesota Housing Finance Agency National Foreclosure Mitigation Counseling	21.000	11,221	-
Institute of Museum and Library Services			
Direct Grant National Leadership Grants	45.312	5,495	-
Passed Through Minnesota Department of Education Grants to States	45.310	74,219	-
Total Institute of Museum and Library Services		79,714	-
U.S. Environmental Protection Agency			
Direct Grant Brownfields Assessment and Cleanup Cooperative Agreements	66.818	397,322	-
Corporation for National and Community Service			
Direct Grant Volunteers in Service to America	94.013	168,114	-
U.S. Department of Homeland Security			
Direct Grants Assistance to Firefighters Grant	97.044	464,034	-
Port Security Grant Program	97.056	301,250	-
Passed through Minnesota Department of Public Safety Emergency Management Performance Grants	97.042	30,000	-
Homeland Security Grant Program	97.067	832,347	-
Total U.S. Department of Homeland Security		1,627,631	-
<b>Total Federal Awards</b>		<b>18,179,178</b>	<b>4,705,885</b>

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**City of Saint Paul, Minnesota**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

For the Fiscal Year Ended December 31, 2014

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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 \$1,854,305, and \$3,679,567 in federal awards expended by 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, 2014. 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 position, 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 of Saint Paul. 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.

4. Reconciliation to Schedule of Intergovernmental Revenue

Federal grant revenue per Schedule of Intergovernmental Revenue	\$ 15,950,524
Expenditures of Program Income	
Community Development Block Grants / Entitlement Grants	922,851
Edward Byrne Memorial Justice Assistance Grant Program	18,231
Home Investment Partnership	144,607
Neighborhood Stabilization Program - ARRA	1,016,172
Expenditures occurring in 2014, but revenue deferred until 2015	
Brownfields Assessment and Cleanup Cooperative Agreements	1,629
Homeland Security Grant Program	125,164
Expenditures per Schedule of Expenditures of Federal Awards	<u>\$ 18,179,178</u>

5. 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.

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## 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.

### 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.

### 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.

### 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.

### 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.

### 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.

**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.

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City of Saint Paul, Minnesota  
NET POSITION BY COMPONENT  
Last Ten Fiscal Years  
*(accrual basis of accounting)*

Table 1  
(Page 1 of 1)  
Unaudited

	Fiscal Year				
	2005	2006	2007	2008	2009
<b>Governmental Activities</b>					
Net Investment in Capital Assets	\$ 844,290,032	\$ 873,832,717	\$ 876,864,683	\$ 830,322,656	\$ 845,478,082
Restricted	16,618,146	13,395,398	14,398,465	12,098,432	14,382,290
Unrestricted	40,137,785	10,774,044	28,472,609	61,063,557	79,548,174
Total Governmental Activities Net Position	<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>
<b>Business-Type Activities</b>					
Net Investment in Capital Assets	239,912,873	242,732,729	259,106,106	237,900,645	232,402,369
Restricted	22,966,596	17,621,141	17,066,554	9,894,269	11,941,383
Unrestricted	82,190,294	85,135,530	57,645,856	82,854,646	78,582,035
Total Business-Type Activities Net Position	<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>
<b>Primary Government</b>					
Net Investment in Capital Assets	1,084,202,905	1,116,565,446	1,135,970,789	1,068,223,301	1,077,880,451
Restricted	39,584,742	31,016,539	31,465,019	21,992,701	26,323,673
Unrestricted	122,328,079	95,909,574	86,118,465	143,918,203	158,130,209
Total Primary Government Net Position	<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>

	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Governmental Activities</b>					
Net Investment in Capital Assets	\$ 870,207,402	\$ 897,144,181	\$ 914,831,518	\$ 927,971,657	\$ 884,350,146
Restricted	10,840,072	126,716,782	106,610,744	126,429,482	149,764,160
Unrestricted	65,908,623	(70,428,738)	(70,857,529)	(116,737,173)	(49,197,886)
Total Governmental Activities Net Position	<u>946,956,097</u>	<u>953,432,225</u>	<u>950,584,733</u>	<u>937,663,966</u>	<u>984,916,420</u>
<b>Business-Type Activities</b>					
Net Investment in Capital Assets	230,341,576	229,596,222	228,206,967	251,126,046	249,527,566
Restricted	17,257,081	13,808,890	14,927,767	14,870,191	16,703,820
Unrestricted	75,358,398	73,495,906	65,783,952	53,283,956	54,042,676
Total Business-Type Activities Net Position	<u>322,957,055</u>	<u>316,901,018</u>	<u>308,918,686</u>	<u>319,280,193</u>	<u>320,274,062</u>
<b>Primary Government</b>					
Net Investment in Capital Assets	1,100,548,978	1,126,740,403	1,143,038,485	1,179,097,703	1,133,877,712
Restricted	28,097,153	140,525,672	121,538,511	141,299,673	166,467,980
Unrestricted	141,267,021	3,067,168	(5,073,577)	(63,453,217)	4,844,790
Total Primary Government Net Position	<u>\$ 1,269,913,152</u>	<u>\$ 1,270,333,243</u>	<u>\$ 1,259,503,419</u>	<u>\$ 1,256,944,159</u>	<u>\$ 1,305,190,482</u>

Source: Office of Financial Services, City of St. Paul

	Fiscal Year				
	2005	2006	2007	2008	2009
<b>Expenses</b>					
Governmental Activities:					
General Government	\$ 32,568,766	\$ 32,449,114	\$ 35,161,482	\$ 36,157,432	\$ 38,193,787
Public Safety	126,072,685	132,378,948	146,989,216	197,450,400	158,802,550
Highways and Streets	52,527,297	50,495,027	57,723,703	50,888,724	47,107,428
Sanitation	12,443,954	11,583,096	9,996,866	13,846,539	10,864,518
Health	3,892,004	3,635,124	3,985,174	3,961,737	3,504,354
Culture and Recreation	66,028,202	65,013,514	66,125,420	70,427,419	69,515,520
Housing and Economic Development	44,280,480	42,549,059	32,448,793	32,844,847	41,293,685
Interest and Fiscal Charges	26,160,599	30,244,973	28,779,314	25,792,065	22,431,008
Total Governmental Activities Expenses	<u>363,973,987</u>	<u>368,348,855</u>	<u>381,209,968</u>	<u>431,369,163</u>	<u>391,712,850</u>
Business-Type Activities:					
HRA Penfield & Lofts	-	-	-	-	-
Sewer	25,292,391	26,354,648	30,542,650	31,034,846	33,419,811
Development Loan Programs	7,116,666	17,395,885	14,297,712	6,538,769	5,275,603
Parking	10,507,965	11,494,853	11,256,264	12,593,446	11,822,002
Parks, Recreation and Athletics	5,996,403	4,771,876	4,645,706	4,688,262	4,653,217
Impound Lot	2,479,721	2,402,149	2,858,214	2,562,536	2,563,378
Printing	1,230,610	1,279,068	1,380,224	1,457,730	1,462,918
Total Business-Type Activities Expenses	<u>52,623,756</u>	<u>63,698,479</u>	<u>64,980,770</u>	<u>58,875,589</u>	<u>59,196,929</u>
Total Primary Government Expenses	<u>\$ 416,597,743</u>	<u>\$ 432,047,334</u>	<u>\$ 446,190,738</u>	<u>\$ 490,244,752</u>	<u>\$ 450,909,779</u>
<b>Program Revenues (See Table 3)</b>					
Governmental Activities:					
Charges for Services					
General Government	\$ 8,798,527	\$ 9,134,829	\$ 9,166,672	\$ 15,684,712	\$ 16,596,690
Public Safety	27,769,334	26,692,642	31,359,017	35,630,084	34,535,278
Highways and Streets	32,967,651	34,352,127	33,295,801	38,104,316	43,363,311
Sanitation	2,449,595	2,324,880	2,540,827	2,949,035	3,654,476
Health	3,840,090	3,707,070	3,789,730	3,664,531	3,424,173
Culture and Recreation	4,222,197	5,512,146	5,188,558	6,234,474	5,861,240
Housing and Economic Development	8,076,376	8,196,016	7,291,601	4,287,747	5,231,153
Operating Grants and Contributions	32,975,895	29,671,811	35,593,466	73,826,231	43,760,775
Capital Grants and Contributions	26,385,391	16,943,630	15,445,884	21,441,852	19,467,064
Total Governmental Activities Program Revenues	<u>147,485,056</u>	<u>136,535,151</u>	<u>143,671,556</u>	<u>201,822,982</u>	<u>175,894,160</u>
Business-Type Activities:					
Charges for Services					
HRA Penfield & Lofts	-	-	-	-	-
Sewer	41,108,850	40,480,344	42,180,934	43,337,781	46,480,240
Development Loan Programs	5,477,876	7,046,559	427,676	1,164,671	1,748,389
Parking	10,266,046	10,799,884	10,667,979	11,779,690	11,204,743
Parks, Recreation and Athletics	5,007,471	4,253,281	4,136,411	3,723,000	3,772,730
Impound Lot	2,837,692	2,913,522	3,212,873	2,541,781	3,062,620
Printing	1,336,638	1,142,229	1,176,609	1,312,867	1,314,185
Operating Grants and Contributions	487,960	1,316,288	299,973	3,843,369	427,828
Capital Grants and Contributions	900,000	6,239,395	11,412,775	-	74,666
Total Business-Type Activities Program Revenues	<u>67,422,533</u>	<u>74,191,502</u>	<u>73,515,230</u>	<u>67,703,159</u>	<u>68,085,401</u>
Total Primary Government Program Revenues	<u>\$ 214,907,589</u>	<u>\$ 210,726,653</u>	<u>\$ 217,186,786</u>	<u>\$ 269,526,141</u>	<u>\$ 243,979,561</u>

	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Expenses</b>					
Governmental Activities:					
General Government	\$ 41,026,366	\$ 45,904,559	\$ 36,960,488	\$ 45,897,421	\$ 69,578,614
Public Safety	169,630,318	167,319,484	168,819,155	180,335,655	179,068,144
Highways and Streets	53,073,852	58,368,567	72,375,018	73,112,752	95,671,488
Sanitation	10,125,974	3,831,801	4,136,543	4,418,516	5,435,630
Health	3,596,107	3,847,123	3,651,735	3,281,326	3,965,489
Culture and Recreation	65,806,514	74,479,716	76,468,821	78,240,164	69,348,669
Housing and Economic Development	63,429,009	50,411,057	55,918,173	54,376,822	42,338,140
Interest and Fiscal Charges	22,796,044	23,901,340	25,994,941	21,170,331	28,296,493
Total Governmental Activities Expenses	<u>429,484,184</u>	<u>428,063,647</u>	<u>444,324,874</u>	<u>460,832,987</u>	<u>493,702,667</u>
Business-Type Activities:					
HRA Penfield & Lofts	-	-	-	-	4,899,679
Sewer	33,125,516	38,205,270	50,450,819	41,534,100	43,802,699
Development Loan Programs	1,211,512	4,071,255	2,728,591	2,112,059	1,051,049
Parking	11,550,265	11,566,905	11,055,407	11,639,747	11,903,949
Parks, Recreation and Athletics	4,448,793	4,731,832	4,985,210	4,739,628	4,191,870
Impound Lot	3,276,206	2,716,930	2,519,161	3,241,403	3,150,863
Printing	1,347,600	1,435,476	1,394,357	1,404,767	1,434,043
Total Business-Type Activities Expenses	<u>54,959,892</u>	<u>62,727,668</u>	<u>73,133,545</u>	<u>64,671,704</u>	<u>70,434,152</u>
Total Primary Government Expenses	<u>\$ 484,444,076</u>	<u>\$ 490,791,315</u>	<u>\$ 517,458,419</u>	<u>\$ 525,504,691</u>	<u>\$ 564,136,819</u>
<b>Program Revenues (See Table 3)</b>					
Governmental Activities:					
Charges for Services					
General Government	\$ 12,618,406	\$ 32,363,963	\$ 7,900,534	\$ 4,468,536	\$ 51,972,789
Public Safety	41,807,497	36,874,281	42,997,003	48,557,047	34,658,084
Highways and Streets	37,934,352	26,740,937	40,924,292	57,350,782	56,098,206
Sanitation	1,427,354	4,590,556	5,381,382	2,030,145	9,339,524
Health	3,386,748	3,464,551	3,351,494	3,248,970	3,207,916
Culture and Recreation	6,605,978	9,152,639	10,956,097	11,095,412	10,134,984
Housing and Economic Development	9,220,024	2,786,648	9,745,681	552,943	9,884,795
Operating Grants and Contributions	76,491,106	52,035,818	51,948,542	65,382,318	60,142,195
Capital Grants and Contributions	10,580,782	20,347,127	31,947,548	18,553,919	20,042,432
Total Governmental Activities Program Revenues	<u>200,072,247</u>	<u>188,356,520</u>	<u>205,152,573</u>	<u>211,240,072</u>	<u>255,480,925</u>
Business-Type Activities:					
Charges for Services					
HRA Penfield & Lofts	-	-	-	-	3,758,574
Sewer	46,972,750	45,856,581	51,185,513	48,918,611	49,640,483
Development Loan Programs	504,285	2,478,443	919,137	1,469,932	606,581
Parking	11,394,497	12,140,085	12,186,953	13,485,208	13,669,640
Parks, Recreation and Athletics	3,990,156	3,710,174	4,179,835	4,162,394	2,333,934
Impound Lot	3,305,857	2,668,342	2,456,393	3,171,264	2,874,833
Printing	1,286,696	1,392,178	1,210,644	1,415,416	1,498,360
Operating Grants and Contributions	294,329	519,025	142,559	-	-
Capital Grants and Contributions	-	1,592,481	1,076,050	112,894	-
Total Business-Type Activities Program Revenues	<u>67,748,570</u>	<u>70,357,309</u>	<u>73,357,084</u>	<u>72,735,719</u>	<u>74,382,405</u>
Total Primary Government Program Revenues	<u>\$ 267,820,817</u>	<u>\$ 258,713,829</u>	<u>\$ 278,509,657</u>	<u>\$ 283,975,791</u>	<u>\$ 329,863,330</u>

	Fiscal Year				
	2005	2006	2007	2008	2009
<b>Net (Expense)/Revenue</b>					
Governmental Activities	\$ (216,488,931)	\$ (231,813,704)	\$ (237,538,412)	\$ (229,546,181)	\$ (215,818,690)
Business-Type Activities	14,798,777	10,493,023	8,534,460	8,827,570	8,888,472
Total Primary Government Net Expense	<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>
<b>General Revenues and Other Changes in Net Position</b>					
Governmental Activities:					
Taxes					
Property Taxes, Levied for General Purposes	\$ 64,039,066	\$ 66,522,052	\$ 62,817,701	\$ 76,684,086	\$ 87,071,342
Property Taxes, Levied for Debt Service	7,820,482	11,026,264	21,625,442	19,712,623	20,417,065
City Sales Tax	14,219,562	14,788,775	15,664,067	14,990,854	15,270,418
Gross Earnings Franchise Fee	21,453,093	23,631,601	23,094,436	24,224,292	24,184,936
Other Taxes	2,973,717	1,064,984	3,056,451	3,109,638	2,802,422
Revenues Not Restricted to Specific Programs					
Local Government Aid	53,206,165	59,544,620	59,961,201	51,092,991	57,666,283
Grants and Contributions	10,569,389	10,038,235	13,076,214	13,117,193	13,272,492
Investment Income					
Interest Earned on Investments	9,192,966	9,421,782	9,670,021	8,891,542	7,913,473
Increase (Decrease) in Fair Value of Investments	(2,690,817)	(116,483)	2,160,885	3,080,853	115,630
Other Investment Income	4,159,922	6,828,069	10,258,865	2,403,216	131
Noncapital Contributions	-	-	-	-	-
Gain on Sale of Capital Assets	86,887	1,774,601	46,145	18,967	-
Miscellaneous	5,464,179	4,405,124	13,777,578	1,732,985	4,351,022
Transfers	9,126,692	19,840,276	24,063,004	16,316,876	18,677,377
Special Item - Capital Lease Termination Costs	-	-	-	-	-
Total Governmental Activities	<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>
Business-Type Activities:					
Taxes					
Property Taxes, Levied for General Purposes	1,372,349	1,372,349	1,276,002	1,193,871	1,178,925
Other Taxes	-	-	-	-	-
Revenues Not Restricted to Specific Programs					
Grants and Contributions	-	-	-	-	176,193
Investment Income					
Interest Earned on Investments	2,511,389	2,921,360	2,018,152	1,311,738	561,255
Increase (Decrease) in Fair Value of Investments	(663,833)	35,534	530,935	334,985	(134,914)
Other Investment Income	-	-	-	-	-
Noncapital Contributions	-	-	-	-	-
Gain on Sale of Capital Assets	1,055	70,535	868	1,339,360	-
Miscellaneous	625,120	4,013,182	31,703	140,396	283,673
Transfers	(9,126,692)	(19,840,276)	(24,063,004)	(16,316,876)	(18,677,377)
Total Business-Type Activities	<u>(5,280,612)</u>	<u>(11,427,316)</u>	<u>(20,205,344)</u>	<u>(11,996,526)</u>	<u>(16,612,245)</u>
Total Primary Government	<u>\$ 194,340,691</u>	<u>\$ 217,342,584</u>	<u>\$ 239,066,666</u>	<u>\$ 223,379,590</u>	<u>\$ 235,130,346</u>
<b>Change in Net Position</b>					
Governmental Activities	\$ (16,867,628)	\$ (3,043,804)	\$ 21,733,598	\$ 5,829,935	\$ 35,923,901
Business-Type Activities	9,518,165	(909,426)	(11,670,884)	(3,168,956)	(7,723,773)
Total Primary Government	<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>

	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Net (Expense)/Revenue</b>					
Governmental Activities	\$ (229,411,937)	\$ (239,707,127)	\$ (239,172,301)	\$ (249,592,915)	\$ (238,221,742)
Business-Type Activities	12,788,678	7,629,641	223,539	8,064,015	3,948,253
Total Primary Government Net Expense	<u>\$ (216,623,259)</u>	<u>\$ (232,077,486)</u>	<u>\$ (238,948,762)</u>	<u>\$ (241,528,900)</u>	<u>\$ (234,273,489)</u>
<b>General Revenues and Other Changes in Net Position</b>					
Governmental Activities:					
Taxes					
Property Taxes, Levied for General Purposes	\$ 91,851,462	\$ 99,580,962	\$ 103,894,752	\$ 98,981,989	\$ 102,333,637
Property Taxes, Levied for Debt Service	19,960,415	11,211,822	13,938,044	21,361,771	22,474,817
City Sales Tax	15,219,497	15,620,488	15,940,712	17,034,422	18,314,992
Gross Earnings Franchise Fee	24,716,144	25,184,336	24,645,673	29,570,068	26,022,004
Other Taxes	2,774,260	2,993,560	3,389,255	2,962,513	3,794,188
Revenues Not Restricted to Specific Programs					
Local Government Aid	50,423,110	54,474,965	53,744,220	53,909,136	60,424,253
Grants and Contributions	4,508,611	3,090,739	511,381	1,067,620	2,172,748
Investment Income					
Interest Earned on Investments	8,588,955	6,731,991	6,815,021	5,284,518	4,795,857
Increase (Decrease) in Fair Value of Investments	(1,307,705)	4,957,838	(380,210)	(9,426,616)	3,897,685
Other Investment Income	75,077	50,394	483,885	160,732	385,371
Noncapital Contributions	-	-	168,272	96,719	16,153,683
Gain on Sale of Capital Assets	41,519	120,589	90,794	283,149	67,793
Miscellaneous	4,755,056	7,358,546	9,165,237	7,417,423	14,673,359
Transfers	15,353,087	15,588,454	3,917,773	10,331,230	8,197,576
Special Item - Capital Lease Termination Costs	-	(781,429)	-	-	-
Total Governmental Activities	<u>236,959,488</u>	<u>246,183,255</u>	<u>236,324,809</u>	<u>239,034,674</u>	<u>283,707,963</u>
Business-Type Activities:					
Taxes					
Property Taxes, Levied for General Purposes	1,258,761	1,242,838	1,438,609	1,738,167	1,753,095
Other Taxes	-	-	-	-	-
Revenues Not Restricted to Specific Programs					
Grants and Contributions	73,200	73,100	681,284	1,245,094	2,521,342
Investment Income					
Interest Earned on Investments	883,999	1,026,125	790,729	624,323	415,038
Increase (Decrease) in Fair Value of Investments	(272,549)	981,947	(308,744)	(986,276)	407,941
Other Investment Income	-	-	-	-	54,203
Noncapital Contributions	-	-	301,800	-	-
Gain on Sale of Capital Assets	-	481	4,229	1,777	-
Miscellaneous	652,266	128,762	-	6,322	25,858
Transfers	(15,353,087)	(15,588,454)	(3,917,773)	(10,331,230)	(8,197,576)
Total Business-Type Activities	<u>(12,757,410)</u>	<u>(12,135,201)</u>	<u>(1,009,866)</u>	<u>(7,701,823)</u>	<u>(3,020,099)</u>
Total Primary Government	<u>\$ 224,202,078</u>	<u>\$ 234,048,054</u>	<u>\$ 235,314,943</u>	<u>\$ 231,332,851</u>	<u>\$ 280,687,864</u>
<b>Change in Net Position</b>					
Governmental Activities	\$ 7,547,551	\$ 6,476,128	\$ (2,847,492)	\$ (10,558,241)	\$ 45,486,221
Business-Type Activities	31,268	(4,505,560)	(786,327)	362,192	928,154
Total Primary Government	<u>\$ 7,578,819</u>	<u>\$ 1,970,568</u>	<u>\$ (3,633,819)</u>	<u>\$ (10,196,049)</u>	<u>\$ 46,414,375</u>

Source: Office of Financial Services, City of St. Paul

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City of Saint Paul, Minnesota  
PROGRAM REVENUES BY FUNCTION/PROGRAM  
Last Ten Fiscal Years  
*(accrual basis of accounting)*

Table 3  
(Page 1 of 1)  
Unaudited

Function/Program	Fiscal Year				
	2005	2006	2007	2008	2009
<b>Governmental Activities:</b>					
General Government	\$ 10,218,531	\$ 9,823,498	\$ 13,552,350	\$ 20,020,285	\$ 20,991,904
Public Safety	31,898,748	32,780,568	36,888,438	80,914,434	39,316,096
Highways and Streets	53,792,724	48,747,880	45,238,729	49,945,497	51,943,438
Sanitation	3,126,471	2,864,932	3,081,003	3,536,602	6,430,358
Health	3,840,090	3,707,070	4,464,730	3,664,531	3,424,173
Culture and Recreation	17,638,863	17,326,036	16,469,733	22,100,295	26,575,821
Housing and Economic Development	26,969,629	21,285,167	23,976,573	21,641,338	27,212,370
<b>Total Governmental Activities</b>	<b>147,485,056</b>	<b>136,535,151</b>	<b>143,671,556</b>	<b>201,822,982</b>	<b>175,894,160</b>
<b>Business-Type Activities:</b>					
HRA Penfield & Lofts	-	-	-	-	-
Sewer	41,181,561	40,553,055	42,252,361	43,415,342	46,480,240
Development Loan Programs	5,878,284	8,290,136	656,222	4,930,479	2,176,217
Parking	11,166,046	17,035,259	22,080,754	11,779,690	11,204,743
Parks, Recreation and Athletics	5,022,312	4,253,281	4,136,411	3,723,000	3,847,396
Impound Lot	2,837,692	2,913,522	3,212,873	2,541,781	3,062,620
Printing	1,336,638	1,146,249	1,176,609	1,312,867	1,314,185
<b>Total Business-Type Activities</b>	<b>67,422,533</b>	<b>74,191,502</b>	<b>73,515,230</b>	<b>67,703,159</b>	<b>68,085,401</b>
<b>Total Primary Government</b>	<b>\$ 214,907,589</b>	<b>\$ 210,726,653</b>	<b>\$ 217,186,786</b>	<b>\$ 269,526,141</b>	<b>\$ 243,979,561</b>

Function/Program	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Governmental Activities:</b>					
General Government	\$ 20,038,070	\$ 40,162,225	\$ 8,337,985	\$ 5,024,416	\$ 89,661,722
Public Safety	53,284,221	47,001,067	57,491,668	62,528,797	38,684,379
Highways and Streets	51,725,595	35,787,549	55,701,661	72,297,353	70,915,454
Sanitation	2,025,104	5,246,720	5,981,765	2,720,237	9,390,004
Health	3,386,748	3,464,551	3,556,637	3,248,970	3,207,916
Culture and Recreation	19,612,945	26,367,244	31,493,135	27,304,739	19,366,799
Housing and Economic Development	49,999,564	30,327,164	42,589,722	38,115,560	24,254,651
<b>Total Governmental Activities</b>	<b>200,072,247</b>	<b>188,356,520</b>	<b>205,152,573</b>	<b>211,240,072</b>	<b>255,480,925</b>
<b>Business-Type Activities:</b>					
HRA Penfield & Lofts	-	-	-	-	3,758,574
Sewer	46,972,750	45,856,581	51,328,072	48,918,611	49,640,483
Development Loan Programs	798,614	4,483,449	1,995,187	1,469,932	606,581
Parking	11,394,497	12,246,585	12,186,953	13,503,179	13,669,640
Parks, Recreation and Athletics	3,990,156	3,710,174	4,179,835	4,257,317	2,333,934
Impound Lot	3,305,857	2,668,342	2,456,393	3,171,264	2,874,833
Printing	1,286,696	1,392,178	1,210,644	1,415,416	1,498,360
<b>Total Business-Type Activities</b>	<b>67,748,570</b>	<b>70,357,309</b>	<b>73,357,084</b>	<b>72,735,719</b>	<b>74,382,405</b>
<b>Total Primary Government</b>	<b>\$ 267,820,817</b>	<b>\$ 258,713,829</b>	<b>\$ 278,509,657</b>	<b>\$ 283,975,791</b>	<b>\$ 329,863,330</b>

Source: Office of Financial Services, City of St. Paul

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	Fiscal Year				
	2005	2006	2007	2008	2009
<b>General Fund</b>					
Reserved	\$ 4,187,181	\$ 3,267,812	\$ 3,226,188	\$ 2,673,912	\$ 2,515,994
Unreserved	23,067,576	27,004,762	31,753,404	29,328,210	33,079,546
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
<b>Total General Fund</b>	<b>\$ 27,254,757</b>	<b>\$ 30,272,574</b>	<b>\$ 34,979,592</b>	<b>\$ 32,002,122</b>	<b>\$ 35,595,540</b>

<b>All Other Governmental Funds</b>					
Reserved	\$ 25,695,148	\$ 19,312,928	\$ 19,146,044	\$ 27,472,142	\$ 19,643,937
Unreserved, reported in:					
Special Revenue Funds	48,776,930	42,749,516	34,695,621	32,828,181	31,555,241
Debt Service Funds	59,553,764	56,421,129	61,109,450	55,882,505	58,331,902
Capital Projects Funds	28,851,862	18,638,492	46,964,614	47,565,285	82,993,995
Permanent Funds	27,599	29,788	33,879	36,663	39,249
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
<b>Total All Other Governmental Funds</b>	<b>\$ 162,905,303</b>	<b>\$ 137,151,853</b>	<b>\$ 161,949,608</b>	<b>\$ 163,784,776</b>	<b>\$ 192,564,324</b>

	Fiscal Year				
	2010	2011 (1)	2012	2013	2014
<b>General Fund</b>					
Reserved	\$ 2,739,382	\$ -	\$ -	\$ -	\$ -
Unreserved	33,453,451	-	-	-	-
Nonspendable	-	759,560	568,200	376,840	185,480
Restricted	-	-	-	-	-
Committed	-	-	-	-	251,841
Assigned	-	1,453,846	2,259,144	2,559,942	-
Unassigned	-	41,314,963	47,466,130	43,980,447	49,003,530
<b>Total General Fund</b>	<b>\$ 36,192,833</b>	<b>\$ 43,528,369</b>	<b>\$ 50,293,474</b>	<b>\$ 46,917,229</b>	<b>\$ 49,440,851</b>

<b>All Other Governmental Funds</b>					
Reserved	\$ 29,954,346	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special Revenue Funds	31,311,035	-	-	-	-
Debt Service Funds	61,760,843	-	-	-	-
Capital Projects Funds	73,681,454	-	-	-	-
Permanent Funds	41,267	-	-	-	-
Nonspendable	-	35,000	35,000	35,000	3,774,128
Restricted	-	125,204,623	106,007,546	125,300,043	178,473,653
Committed	-	24,193,863	25,860,714	19,259,312	19,689,301
Assigned	-	29,867,351	29,923,607	25,357,298	27,446,600
Unassigned	-	(3,434,266)	(3,572,604)	(13,452,569)	(20,116,141)
<b>Total All Other Governmental Funds</b>	<b>\$ 196,748,945</b>	<b>\$ 175,866,571</b>	<b>\$ 158,254,263</b>	<b>\$ 156,499,084</b>	<b>\$ 209,267,541</b>

(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.

Source: Office of Financial Services, City of St. Paul

	Fiscal Year				
	2005	2006	2007	2008	2009
<b>Revenues</b>					
Taxes	\$ 110,585,975	\$ 116,407,831	\$ 127,669,696	\$ 138,151,522	\$ 148,006,818
Licenses and Permits	9,754,084	9,826,495	9,788,334	9,432,700	9,820,436
Intergovernmental Revenue	118,926,464	111,171,847	111,488,320	154,481,148	121,877,844
Fees, Sales and Services	49,352,098	43,117,742	44,043,772	51,379,607	50,370,090
Assessments	25,810,255	26,077,643	27,552,914	31,813,576	35,393,640
Investment Income	10,918,511	16,397,951	22,251,695	14,512,236	8,088,868
Interest Earned - Other	849,744	822,865	1,088,037	697,780	744,872
Miscellaneous Revenue	12,615,017	16,111,608	17,779,110	14,800,180	19,584,028
<b>Total Revenues</b>	<b>338,812,148</b>	<b>339,933,982</b>	<b>361,661,878</b>	<b>415,268,749</b>	<b>393,886,596</b>
<b>Expenditures</b>					
General Government	26,996,262	26,841,779	27,579,527	31,536,943	32,724,318
Public Safety	123,704,393	129,577,904	141,968,273	194,237,619	153,510,163
Highways and Streets	27,768,336	27,237,822	28,972,157	25,381,589	27,495,408
Sanitation	12,444,218	11,583,533	9,983,275	13,835,451	10,869,636
Health	3,840,090	3,707,070	3,789,730	3,664,531	3,424,173
Culture and Recreation	51,276,198	49,343,421	49,818,226	53,969,320	53,031,415
Housing and Economic Development	42,224,229	41,021,924	30,027,891	32,476,088	39,619,296
Miscellaneous	5,734,053	5,144,659	4,148,543	5,922,691	5,788,930
Capital Outlay	40,853,473	49,142,396	39,640,194	50,080,872	45,564,338
Debt Service					
Principal	37,472,711	32,331,805	34,123,495	34,301,336	31,030,720
Interest	26,282,901	30,093,539	28,610,535	26,360,048	23,150,305
Bond Issuance Costs	434,356	207,549	572,452	596,800	3,162,165
<b>Total Expenditures</b>	<b>399,031,220</b>	<b>406,233,401</b>	<b>399,234,298</b>	<b>472,363,288</b>	<b>429,370,867</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(60,219,072)</b>	<b>(66,299,419)</b>	<b>(37,572,420)</b>	<b>(57,094,539)</b>	<b>(35,484,271)</b>
<b>Other Financing Sources (Uses)</b>					
Transfers In	97,525,767	100,077,442	120,746,515	103,169,441	114,903,508
Transfers Out	(95,073,290)	(81,705,358)	(100,172,984)	(88,802,295)	(99,806,393)
Bonds Issued	34,045,000	23,500,000	49,925,000	36,070,000	101,820,000
Refunded Bonds	(5,005,000)	(4,820,000)	(3,895,000)	-	(68,030,000)
Capital Lease Refunded	-	-	-	-	-
Premium on Bonds Issued	474,104	215,092	503,955	1,176,969	1,379,176
Discount on Bonds Issued	(4,601)	-	(64,180)	(68,326)	-
Notes Issued	-	4,820,000	-	-	17,307,525
Premium on Notes Issued	-	-	-	-	236,322
Capital Lease	1,000,000	-	-	4,391,000	-
Capital Contribution	-	-	-	-	-
Sale of Capital Assets	86,196	1,476,610	33,887	15,448	47,100
<b>Total Other Financing Sources (Uses)</b>	<b>33,048,176</b>	<b>43,563,786</b>	<b>67,077,193</b>	<b>55,952,237</b>	<b>67,857,238</b>
<b>Special Items</b>					
Sale of Public Safety Building	-	-	-	-	-
Capital Lease Termination Costs	-	-	-	-	-
<b>Net Change in Fund Balance</b>	<b>\$ (27,170,896)</b>	<b>\$ (22,735,633)</b>	<b>\$ 29,504,773</b>	<b>\$ (1,142,302)</b>	<b>\$ 32,372,967</b>
Debt Service as a percentage of noncapital expenditures:	17.8%	17.5%	17.4%	14.4%	14.1%

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

Source: Office of Financial Services, City of St. Paul

	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Revenues</b>					
Taxes	\$ 154,749,009	\$ 155,904,709	\$ 166,679,717	\$ 171,761,215	\$ 171,788,361
Licenses and Permits	10,690,706	11,630,697	10,945,603	11,226,879	11,171,898
Intergovernmental Revenue	126,986,093	121,972,894	128,192,020	131,773,775	130,227,939
Fees, Sales and Services	52,499,448	54,242,682	65,468,681	68,460,049	74,947,716
Assessments	36,951,903	33,955,433	34,839,487	37,148,634	44,945,207
Investment Income	7,270,592	12,763,669	6,652,759	(4,215,087)	8,489,511
Interest Earned - Other	503,822	332,235	417,351	227,468	270,884
Miscellaneous Revenue	20,859,269	15,730,330	19,361,393	25,972,217	31,006,485
<b>Total Revenues</b>	<b>410,510,842</b>	<b>406,532,649</b>	<b>432,557,011</b>	<b>442,355,150</b>	<b>472,848,001</b>
<b>Expenditures</b>					
General Government	33,322,425	35,359,739	33,829,113	40,279,958	50,668,606
Public Safety	161,774,703	159,037,189	161,201,134	165,727,089	169,075,431
Highways and Streets	29,774,560	36,912,967	43,528,634	43,456,783	52,602,415
Sanitation	10,144,564	3,728,012	4,139,070	4,369,645	5,438,602
Health	3,386,748	3,464,551	3,351,494	3,248,970	3,355,469
Culture and Recreation	52,589,177	55,670,636	58,722,984	59,597,651	58,780,083
Housing and Economic Development	65,867,835	51,503,460	54,721,178	53,487,498	32,616,371
Miscellaneous	6,250,287	6,873,589	7,059,195	6,319,286	-
Capital Outlay	40,466,027	53,848,689	47,772,365	59,357,927	93,896,664
Debt Service					
Principal	36,220,861	35,581,153	57,322,161	33,648,646	81,282,526
Interest	22,916,286	24,350,688	22,472,959	20,837,062	22,717,904
Bond Issuance Costs	886,344	645,714	584,985	412,747	3,031,029
<b>Total Expenditures</b>	<b>463,599,817</b>	<b>466,976,387</b>	<b>494,705,272</b>	<b>490,743,262</b>	<b>573,465,100</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(53,088,975)</b>	<b>(60,443,738)</b>	<b>(62,148,261)</b>	<b>(48,388,112)</b>	<b>(100,617,099)</b>
<b>Other Financing Sources (Uses)</b>					
Transfers In	113,868,958	108,588,719	91,419,407	113,458,962	135,630,924
Transfers Out	(99,791,988)	(92,808,494)	(86,690,610)	(99,425,956)	(124,549,538)
Bonds Issued	49,655,000	54,075,000	30,815,000	26,625,000	96,120,000
Refunded Bonds	(8,285,000)	(18,655,000)	-	-	-
Capital Lease Refunded	-	(7,709,500)	-	-	-
Premium on Bonds Issued	298,900	1,511,657	2,253,341	-	-
Discount on Bonds Issued	-	-	-	-	-
Notes Issued	-	-	7,575,000	-	33,720,000
Premium on Notes Issued	-	-	428,119	669,673	10,111,266
Capital Lease	2,083,500	-	3,329,543	1,604,500	2,295,600
Capital Contribution	-	-	-	283,149	-
Sale of Capital Assets	41,519	515,944	2,171,258	41,359	447,238
<b>Total Other Financing Sources (Uses)</b>	<b>57,870,889</b>	<b>45,518,326</b>	<b>51,301,058</b>	<b>43,256,687</b>	<b>153,775,490</b>
<b>Special Items</b>					
Sale of Public Safety Building	-	2,160,000	-	-	-
Capital Lease Termination Costs	-	(781,429)	-	-	-
<b>Net Change in Fund Balance</b>	<b>\$ 4,781,914</b>	<b>\$ (13,546,841)</b>	<b>\$ (10,847,203)</b>	<b>\$ (5,131,425)</b>	<b>\$ 53,158,391</b>
Debt Service as a percentage of noncapital expenditures:	14.0%	14.5%	17.9%	12.6%	21.7%

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

Source: Office of Financial Services, City of St. Paul

Fiscal Year	General Property Taxes (1)	Tax Increment Districts	Gross Earnings Franchise Fee	City Sales Tax	Hotel-Motel Tax	Other Taxes (2)	Total Taxes
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
2012	98,903,779	23,754,307	24,988,045	15,940,712	2,979,032	113,842	166,679,717
2013	99,990,114	21,809,063	29,570,068	17,034,422	3,225,963	131,585	171,761,215
2014	101,409,232	22,212,851	26,022,004	18,314,992	3,527,558	301,724	171,788,361

(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.

(3) Data includes both City and HRA revenues.

Source: Office of Financial Services, City of St. Paul

City of Saint Paul, Minnesota  
 ESTIMATED MARKET VALUE, TAXABLE MARKET VALUE, AND NET TAX CAPACITY OF TAXABLE PROPERTY  
 Last Ten Fiscal Years

Table 7  
 (Page 1 of 1)  
 Unaudited

Levy Year/Payable Year	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>Estimated Market Value</b>										
Residential	\$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	\$11,994,675,600	\$11,111,959,900	\$11,036,508,500
Multiple Dwelling	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	3,330,026,500	3,267,040,600	3,396,142,300
Commercial & Industrial	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	3,803,442,800	3,659,076,500	3,635,076,700
Agricultural	1,732,000	1,777,500	3,414,200	4,036,400	1,937,700	740,000	4,028,148	5,042,500	5,333,000	4,251,400
Personal Property	310,928,500	310,928,500	292,727,800	355,157,100	347,851,300	348,817,500	354,522,183	306,810,900	345,717,700	353,472,300
Total Estimated Market Value	\$19,629,226,000	\$21,316,696,700	\$23,285,453,000	\$23,949,433,800	\$22,974,364,200	\$21,626,927,100	\$20,194,616,199	\$19,439,998,300	\$18,389,127,700	\$18,425,451,200
<b>Taxable Market Value</b>										
Residential	\$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	\$10,824,636,500	\$9,922,478,200	\$9,866,331,000
Multiple Dwelling	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	3,265,355,000	3,202,891,000	3,332,922,400
Commercial & Industrial	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	3,763,554,800	3,621,468,300	3,608,273,700
Agricultural	964,900	1,106,400	1,334,400	1,642,400	1,937,700	740,000	727,799	1,749,000	2,047,700	765,100
Personal Property	310,928,500	310,928,500	292,727,800	354,217,700	346,961,800	348,817,500	378,983,400	306,810,900	345,717,700	353,557,800
Total Taxable Market Value	\$16,403,703,100	\$18,550,595,100	\$21,103,230,000	\$23,126,298,400	\$22,802,913,000	\$21,509,626,800	\$20,090,060,201	\$18,162,106,200	\$17,094,602,900	\$17,161,850,000
<b>Net Tax Capacity</b>										
Residential	\$106,889,252	\$124,407,717	\$143,116,934	\$141,514,557	\$151,063,704	\$140,594,960	\$125,429,618	\$109,196,525	\$89,913,342	\$99,546,611
Multiple Dwelling	30,817,187	32,370,855	35,105,250	52,520,291	37,287,678	35,344,853	39,244,934	37,617,097	47,032,744	38,391,778
Commercial & Industrial	57,166,280	61,752,920	71,485,269	80,449,434	84,794,817	83,883,251	76,077,098	73,141,486	70,320,861	70,071,386
Agricultural	9,154	10,496	13,344	16,424	12,114	7,400	7,283	17,490	20,477	7,651
Personal Property	6,177,516	5,838,295	5,798,667	7,029,365	6,885,304	5,850,737	7,032,252	6,062,185	6,816,827	6,971,319
	201,059,389	224,380,283	255,519,464	281,530,071	280,043,617	265,681,201	247,791,185	226,034,783	214,104,251	214,988,745
Less: Tax Increment District Captured Net Tax Capacity	(17,770,800)	(18,233,377)	(22,973,298)	(27,910,887)	(25,975,787)	(25,429,982)	(22,828,278)	(22,376,701)	(20,826,315)	(20,796,378)
Fiscal Disparity Contribution from Saint Paul	(16,383,446)	(17,074,983)	(19,319,145)	(23,361,910)	(26,324,251)	(30,378,751)	(29,483,436)	(25,586,524)	(24,033,254)	(22,810,734)
Distribution to Saint Paul	35,670,395	36,114,648	39,773,037	45,318,589	51,562,722	56,480,186	55,940,464	51,142,890	47,184,140	47,390,891
Total Net Tax Capacity	\$202,575,538	\$225,186,571	\$253,000,058	\$275,575,863	\$279,306,301	\$266,352,654	\$251,419,935	\$229,214,448	\$216,428,822	\$218,772,524
<b>Direct Tax Rate</b>										
General Revenue	22.019%	20.767%	19.286%	21.111%	21.839%	25.361%	26.201%	34.068%	34.745%	33.261%
Bonded Debt	3.210%	2.924%	3.623%	3.006%	3.942%	3.762%	3.948%	4.366%	4.711%	5.439%
Library Revenue	4.978%	4.667%	4.681%	5.502%	5.834%	6.522%	7.059%	6.405%	7.978%	7.367%
Total Direct Tax Rate	30.207%	28.358%	27.590%	29.619%	31.615%	35.645%	37.208%	44.839%	47.434%	46.067%
Total Net Tax Capacity as a Percentage of Total Estimated Market Value	1.03%	1.06%	1.09%	1.15%	1.22%	1.23%	1.24%	1.18%	1.18%	1.19%

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.

Source: Ramsey County Department of Property Records and Revenue

City of Saint Paul, Minnesota  
PROPERTY TAX RATES AND TAX LEVIES (Certified to County)  
DIRECT AND OVERLAPPING GOVERNMENTS  
Last Ten Fiscal Years

Table 8  
(Page 1 of 1)  
Unaudited

Fiscal Year	City of Saint Paul	School District 625	Housing and Redevelopment Authority		Port Authority	Ramsey County	Special Districts	Total
<b>TAX CAPACITY RATES (PER \$100 OF ADJUSTED TAX CAPACITY VALUE)</b>								
2005	30.207	28.192	(1)	0.440	1.112	45.689	4.891	110.531
2006	28.358	29.368	(1)	0.434	1.016	43.414	6.140	108.730
2007	27.590	25.415	(1)	0.414	1.064	41.843	7.247	103.573
2008	29.619	23.413	(1)	0.447	1.097	41.043	6.687	102.306
2009	31.615	22.698	(1)	0.900	1.390	43.057	6.805	106.465
2010	35.642	28.507	(1)	1.272	1.692	46.474	7.232	120.819
2011	37.208	35.057	(1)	1.262	1.802	50.668	8.119 (2)	134.116
2012	44.157	40.109	(1)	1.418	1.723	56.801	11.914 (2)	156.122
2013	46.585	42.238	(1)	1.482	1.396	60.456	12.947 (2)	165.104
2014	45.242	46.665	(1)	1.445	1.278	58.920	9.037 (2)	162.587
<b>TAX LEVIES</b>								
2005	\$ 62,615,088	\$ 58,759,418	(1)	\$ 898,986	\$ 2,317,175	\$ 206,554,708	\$ 12,155,935	\$ 343,301,310
2006	64,532,906	66,044,888	(1)	979,895	2,316,175	217,455,420	26,689,855	378,019,139
2007	70,062,561	66,206,297	(1)	1,057,307	2,716,050	230,921,903	35,621,246	406,585,364
2008	80,530,837	65,646,331	(1)	1,215,903	3,025,000	242,063,050	35,974,130	428,455,251
2009	87,142,264	63,980,783	(1)	2,278,148	3,697,000	253,013,187	36,194,862	446,306,244
2010	92,497,521	72,824,376	(1)	3,178,148	4,299,700	259,971,049	36,442,998	469,213,792
2011	92,497,520	84,635,854	(1)	3,178,148	4,456,700	267,120,252	39,452,074 (2)	491,340,548
2012	97,809,058	89,686,469	(1)	3,178,148	3,855,700	271,794,856	40,305,075 (2)	506,629,306
2013	99,396,152	90,587,829	(1)	3,178,148	4,652,700	276,538,351	41,253,232 (2)	515,606,412
2014	99,396,152	100,175,041	(1)	3,178,148	4,646,700	276,538,351	41,604,411 (2)	525,538,803

(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 2004. 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. The 2012 market based tax rate and levy were 0.14951% and \$36,386,107. The 2013 market based tax rate and levy were 0.19564% and \$43,131,511. The 2014 market based tax rate and levy were 0.13684% and \$34,881,492.

(2) Starting in 2011 the Tax Capacity and Tax Levies for the Metropolitan Watershed District has been included in Special Districts.

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
	Tax Rates		
	Without METRO W/S Dist	Including METRO W/S Dist	
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
2012	156.122	159.165	27,580,222
2013	165.104	165.104	25,932,396
2014	162.587	167.086	25,973,141

Source: Ramsey County Department of Property Records and Revenue



City of Saint Paul, Minnesota  
 PRINCIPAL PROPERTY TAXPAYERS  
 Current Year and Nine Years Ago

Table 9  
 (Page 1 of 1)  
 Unaudited

Taxpayer	2014			2005		
	Taxable Capacity Value	Rank	Percentage of Total City Capacity Value	Taxable Capacity Value	Rank	Percentage of Total City Capacity Value
Xcel Energy	\$5,915,102	1	2.70%	4,501,318	1	2.22%
Minnesota Mutual Life Insurance (Corporate Headquarters)	2,008,490	2	0.92%	1,679,904	2	0.83%
St. Paul Tower LP (World Trade Center)	1,417,250	3	0.65%	749,374	8	0.37%
Traveler's Insurance (Corporate Headquarters)	1,259,926	4	0.58%	-	-	-
U.S. Bank Corp. Property & U.S. Bancorp	1,154,250	5	0.53%	1,384,533	3	0.68%
BNSF Railway Co.	1,149,876	6	0.53%	-	-	-
Behringer Harvard L C LLC (Lawson Software)	905,034	7	0.41%	830,500	7	0.41%
CSM Investors, Inc.	904,326	8	0.41%	-	-	-
Ford Motor Company <sup>1)</sup>	774,386	9	0.35%	641,100	10	0.32%
Court International LLC	685,194	10	0.31%	-	-	-
St. Paul Companies	-	-	-	1,006,866	4	0.50%
3M	-	-	-	938,216	5	0.46%
Stuart Companies	-	-	-	920,902	6	0.45%
Health East	-	-	-	649,798	9	0.32%
	<u>\$16,173,834</u>		<u>7.39%</u>	<u>13,302,511</u>		<u>6.56%</u>

1) Ford Motor Company closed its Highland Park plant in December 2011. Ford Motor Company has begun the decommissioning process for the plant and the environmental cleanup of this plant site began in 2013 for possible future redevelopment.

Source: Ramsey County Department of Property Records and Revenue.

(Unaudited)

City of Saint Paul, Minnesota  
PROPERTY TAX LEVIES AND COLLECTIONS  
CITY AND LIBRARY AGENCY  
Last Ten Fiscal Years

Table 10  
(Page 1 of 1)  
Unaudited

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Total Taxes Levied for Current Fiscal Year (1)	\$ 62,615,791	\$ 64,532,799	\$ 70,063,650	\$ 80,532,993	\$ 87,142,676	\$ 92,498,816	\$ 92,497,521	\$ 97,809,058	\$ 99,396,152	\$ 99,396,152
Collection of Current Year Tax Levy										
From Taxpayers	45,114,136	48,823,276	54,348,438	63,048,190	65,905,389	68,594,984	68,178,369	79,459,257	76,483,877	71,089,357
Fiscal Disparity Aid	11,972,624	10,796,022	11,089,710	12,210,172	14,853,646	17,461,680	18,432,472	19,418,426	20,563,859	27,582,052
State Credits and Aids	3,729,946	3,210,181	2,936,100	2,944,498	3,090,322	3,776	4,889	-	2,236	115
Total Collection of Current Levy	60,816,706	62,829,479	68,374,248	78,202,860	83,849,357	86,060,440	86,615,730	98,877,683	97,049,972	98,671,524
Unallotted MVHC	-	-	-	-	-	3,480,043	3,438,536	-	-	-
Percentage of Current Year Levy Collected in the Fiscal Year of Levy	97.13%	97.36%	97.59%	97.11%	96.22%	96.80% (2)	97.36% (2)	101.09% (2)	97.64%	99.27%
Delinquent Taxes Collected in subsequent years										
1st Year Delinquent	861,772	911,486	855,795	1,222,665	1,575,214	1,018,895	495,017	597,870	363,911	-
2nd Year Delinquent	(90,467)	55,961	139,867	22,832	198,907	(242,622)	(129,720)	(168,892)	-	-
3rd Year Delinquent	42,655	38,459	(10,193)	140,646	(23,436)	(49,370)	(108,274)	-	-	-
4th Year Delinquent	25,072	(27,907)	46,095	19,272	9,675	31,609	-	-	-	-
5th Year Delinquent	5,061	11,867	(2,062)	23,363	38,439	-	-	-	-	-
6th Year & Prior Delinquent	11,360	23,715	34,169	32,820	-	-	-	-	-	-
Total Delinquent Collections	855,453	1,013,581	1,063,671	1,428,778	1,760,360	726,903	365,297	428,978	363,911	-
Total Tax Collections as of 12/31/14	\$ 61,672,159	\$ 63,843,060	\$ 69,437,919	\$ 79,631,638	\$ 85,609,717	\$ 86,787,343	\$ 86,981,027	\$ 99,306,661	\$ 97,413,883	\$ 98,671,524
Percentage of Levy Collected as of 12/31/14	98.49%	101.62%	99.06%	98.88%	98.24%	97.59%	97.75%	101.53%	98.01%	99.27%

- 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.

(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) Market Value Homestead Credit was unallotted 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.

Source: Office of Financial Services, City of St. Paul

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Total Taxes Levied for Current Fiscal Year	\$ 898,986	\$ 979,895	\$ 1,057,307	\$ 1,215,903	\$ 2,278,148	\$ 3,178,148	\$ 3,178,148	\$ 3,178,148	\$ 3,178,148	\$ 3,178,148
Actual Current Year Tax Levy										
From Taxpayers	\$ 661,061	\$ 750,062	\$ 819,668	\$ 953,678	\$ 1,874,829	\$ 2,259,765	\$ 2,470,269	\$ 2,476,585	\$ 2,464,092	\$ 2,432,640
Fiscal Disparity Aid	160,358	157,181	169,430	183,574	223,759	493,367	693,746	633,373	662,508	696,821
State Credits and Aids	54,331	49,130	44,056	44,437	87,974	115,779	108,652	-	70	-
Closed TIF District Adj.	-	-	-	-	-	194,065	-	-	-	-
Total Actual Current Year Tax Levy	\$ 875,750	\$ 956,373	\$ 1,033,154	\$ 1,181,689	\$ 2,186,562	\$ 3,062,976	\$ 3,272,667	\$ 3,109,958	\$ 3,126,670	\$ 3,129,461
Actual Percent of Current Year Levy	97.42%	97.60%	97.72%	97.19%	95.98%	96.38%	102.97%	97.85%	98.38%	98.47%
Actual Delinquent Taxes for Subsequent Years										
1st Year Delinquent	\$ 12,866	\$ 9,124	\$ 18,191	\$ 28,026	\$ 41,495	\$ 14,489	\$ 21,851	\$ (40,292)	\$ 75,700	\$ -
2nd Year Delinquent	(1,337)	881	2,101	2,991	9,941	(8,660)	(4,284)	(5,424)	-	-
3rd Year Delinquent	619	588	(157)	(4,334)	(654)	(1,867)	(3,642)	-	-	-
4th Year Delinquent	361	(415)	699	349	276	1,259	-	-	-	-
5th Year Delinquent	74	180	18	353	1,095	-	-	-	-	-
6th Year & Prior Delinquent	622	356	504	492	-	-	-	-	-	-
Total Actual Delinquent Taxes	\$ 13,205	\$ 10,714	\$ 21,356	\$ 27,877	\$ 52,153	\$ 5,221	\$ 13,925	\$ (45,716)	\$ 75,700	\$ -
Total Actual Taxes	\$ 888,955	\$ 967,087	\$ 1,054,510	\$ 1,209,566	\$ 2,238,715	\$ 3,068,197	\$ 3,286,592	\$ 3,064,242	\$ 3,202,370	\$ 3,129,461
Total Percent of Levy Collected	98.88%	98.69%	99.74%	99.48%	98.27%	96.54%	103.41%	96.42%	100.76%	98.47%

(1) 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.

Source: Housing and Redevelopment Authority of the City of St. Paul financial records

	Fiscal Year				
	2005	2006	2007	2008	2009
<b>Governmental Activities</b>					
General Obligation Bonds	\$ 159,285,000	\$ 160,745,000	\$ 156,315,000	\$ 162,340,000	\$ 169,845,000
Revenue Bonds	181,684,780	170,365,923	190,793,740	189,451,560	187,729,669
Revenue Notes	53,424,359	55,770,626	52,859,580	51,124,864	77,427,232
Capital Leases	23,077,102	21,553,366	20,212,728	23,239,158	22,299,122
Total - Governmental Activities	417,471,241	408,434,915	420,181,048	426,155,582	457,301,023
<b>Business-Type Activities</b>					
General Obligation Bonds	39,485,000	37,980,000	36,320,000	34,530,000	29,350,000
Limited Tax Bonds	-	-	-	-	-
Revenue Bonds	104,940,000	94,080,000	82,995,000	96,825,000	100,595,000
Revenue Notes	18,914,589	16,136,499	15,122,621	14,071,786	14,558,630
Capital Leases	621,697	350,434	71,116	-	-
Total - Business-Type Activities	163,961,286	148,546,933	134,508,737	145,426,786	144,503,630
Total Primary Government	\$ 581,432,527	\$ 556,981,848	\$ 554,689,785	\$ 571,582,368	\$ 601,804,653
Per Capita (1)	\$ 2,023.18	\$ 1,943.28	\$ 1,928.22	\$ 1,984.28	\$ 2,089.20
Percentage of Personal Income (2)	9.44%	8.64%	8.36%	7.84%	8.25%
	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Governmental Activities</b>					
General Obligation Bonds	\$ 182,800,000	\$ 206,065,000	\$ 194,755,000	\$ 201,925,000	\$ 234,692,349
Revenue Bonds	187,446,305	170,311,657	161,298,862	153,890,000	159,550,555
Revenue Notes	71,896,669	67,740,670	71,130,920	67,164,715	90,629,942
Capital Leases	22,029,755	11,608,850	12,835,276	12,622,008	13,285,662
Total - Governmental Activities	464,172,729	455,726,177	440,020,059	435,601,723	498,158,508
<b>Business-Type Activities</b>					
General Obligation Bonds	28,055,000	26,480,000	24,875,000	23,235,000	21,600,438
Limited Tax Bonds	7,855,000.00	7,855,000	7,855,000	7,855,000	7,755,000
Revenue Bonds	99,840,000	104,310,000	108,115,000	109,725,000	114,010,281
Revenue Notes	12,701,769	11,424,620	10,302,158	9,142,769	7,946,082
Capital Leases	-	-	-	-	-
Total - Business-Type Activities	148,451,769	150,069,620	151,147,158	149,957,769	151,311,801
Total Primary Government	\$ 612,624,498	\$ 605,795,797	\$ 591,167,217	\$ 585,559,492	\$ 649,470,309
Per Capita (1)	\$ 2,130.86	\$ 2,125.09	\$ 2,073.78	\$ 2,024.27	\$ 2,088.19
Percentage of Personal Income (2)	8.82%	8.48%	8.32%	8.17%	8.00%

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 ratio is calculated using population for the prior calendar year.  
 (2) See Table 17 for personal income data. The 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  
(Page 1 of 1)  
Unaudited

	Fiscal Year				
	2005	2006	2007	2008	2009
Population (1)	287,385	286,620	287,669	288,055	287,501
Taxable Assessed Value/ Net Tax Capacity (2)	\$ 202,575,538	\$ 225,186,571	\$ 253,000,058	\$ 275,575,863	\$ 279,306,301
Governmental General Obligation Bonds and Notes	417,471,241	408,434,915	420,181,048	426,155,582	457,301,023
Business-type General Obligation Bonds and Notes	163,961,286	148,546,933	134,508,737	145,426,786	144,503,630
Less General Debt Service Fund	24,150,246	19,753,773	18,960,941	17,962,901	18,021,164
Less G.O. Special Assessment - Streets Debt Service Fund - property taxes portion	-	-	-	-	-
Net General Bonded Debt	\$ 557,282,281	\$ 537,228,075	\$ 535,728,844	\$ 553,619,467	\$ 583,783,489
Percentage of Net General Bonded Debt to Taxable Assessed Value/Net Tax Capacity	275.10%	238.57%	211.75%	200.90%	209.01%
Net General Bonded Debt per Capita	\$ 1,939.15	\$ 1,874.36	\$ 1,862.31	\$ 1,921.92	\$ 2,030.54

	Fiscal Year				
	2010	2011	2012	2013	2014
Population (1)	285,068	285,068	286,367	289,270	294,873
Taxable Assessed Value/ Net Tax Capacity (2)	\$ 266,352,654	251,419,936	229,214,448	216,428,822	218,772,524
Governmental General Obligation Bonds and Notes	464,172,729	455,726,177	440,020,059	435,601,723	484,872,846
Business-type General Obligation Bonds and Notes	148,451,769	150,069,620	151,147,158	149,957,769	151,311,801
Less General Debt Service Fund (3)	19,216,786	17,920,364	17,193,224	31,531,582	65,002,218
Less G.O. Special Assessment - Streets Debt Service Fund - property taxes portion	6,588,074	10,249,606	6,607,586	6,904,331	-
Net General Bonded Debt	\$ 586,819,638	\$ 577,625,827	\$ 567,366,407	\$ 547,123,579	\$ 571,182,429
Percentage of Net General Bonded Debt to Taxable Assessed Value/Net Tax Capacity	220.32%	229.75%	247.53%	252.80%	261.09%
Net General Bonded Debt per Capita	\$ 2,058.53	\$ 2,026.27	\$ 1,981.26	\$ 1,891.39	\$ 1,937.05

(1) 2005 - 2009 and 2012 - 2014 data 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. See Table 7 for Net Tax Capacity.

(3) Due to changes in the fund structure the Debt Service Fund balance for Property tax & Special assessment supported debt is not available. The total City Governmental Funds debt service fund balance is displayed for 2014.

Source: Office of Financial Services, City of St. Paul

	General Obligation Governmental Debt Outstanding	Percentage Applicable to City of Saint Paul	City of Saint Paul's Share of Debt
Direct Debt			
City of Saint Paul	\$ 498,158,508	100.00%	\$ 498,158,508
Overlapping Debt			
County of Ramsey	131,605,000	48.82%	64,249,561
Metropolitan Council	220,775,000	7.29%	16,094,498
	<u>352,380,000</u>		<u>80,344,059</u>
Total Direct and Overlapping Debt	<u>\$ 850,538,508</u>		<u>\$ 578,502,567</u>
Underlying Debt			
Port Authority of Saint Paul	\$ 30,100,000	100.00%	\$ 30,100,000
Independent School District #625	362,056,172	100.00%	362,056,172
	<u>392,156,172</u>		<u>392,156,172</u>
Total Direct, Overlapping and Underlying Debt	<u>\$ 1,242,694,680</u>		<u>\$ 970,658,739</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.

Source: Ramsey County Department of Property Records and Revenue

	Fiscal Year				
	2005	2006	2007	2008	2009
Estimated Market Values					
Real Property Value	\$ 21,005,768,200	\$ -	\$ -	\$ -	\$ -
Personal Property Value	310,928,500	-	-	-	-
Estimated Market Values for Debt Limit Computation	21,316,696,700	-	-	-	-
Debt limit (3 1/3% of assessed value)	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
Personal Property Value	-	310,928,500	292,727,800	354,217,700	346,961,800
Taxable Market Values for Debt Limit Computation	-	18,550,595,100	21,103,230,000	23,126,298,400	22,802,913,000
Debt limit (3 1/3% of assessed value)	-	618,353,170	703,441,000	770,876,613	760,097,100
Debt applicable to limit					
General Obligation Bonds	198,770,000	198,725,000	192,635,000	196,870,000	199,195,000
Limited Tax Bonds	-	-	-	-	-
Revenue Bonds	286,624,780	264,445,923	273,788,740	286,276,560	288,324,669
Revenue Notes	-	-	16,299,464	16,601,903	29,221,233
Capital Leases	-	-	14,478,157	16,118,250	15,922,362
Less: Amount allowable under MSA 475.53 Subd. 3 and City Charter Section 10.14	(392,024,780)	(368,678,423)	(408,218,204)	(425,463,603)	(424,840,914)
Total net debt applicable to limit	93,370,000	94,492,500	88,983,157	90,403,110	107,822,350
Legal debt margin	\$ 617,185,846	\$ 523,860,670	\$ 614,457,843	\$ 680,473,503	\$ 652,274,750
Total net debt applicable to the limit as a percentage of debt limit	13.14%	15.28%	12.65%	11.73%	14.19%

	Fiscal Year				
	2010	2011	2012	2013	2014
Estimated Market Values					
Real Property Value	\$ -	\$ -	\$ -	\$ -	\$ -
Personal Property Value	-	-	-	-	-
Estimated Market Values for Debt Limit Computation	-	-	-	-	-
Debt limit (3 1/3% of assessed value)	-	-	-	-	-
Taxable Market Values					
Real Property Value	21,160,809,300	19,711,076,800	17,855,295,300	16,748,885,200	16,808,377,700
Personal Property Value	348,817,500	378,983,400	306,810,900	345,717,700	353,557,800
Taxable Market Values for Debt Limit Computation	21,509,626,800	20,090,060,200	18,162,106,200	17,094,602,900	17,161,935,500
Debt limit (3 1/3% of assessed value)	716,987,561	669,668,673	605,403,540	569,820,091	572,064,517
Debt applicable to limit					
General Obligation Bonds	210,855,000	232,545,000	219,630,001	225,160,000	247,340,000
Limited Tax Bonds	7,855,000	7,855,000	7,855,000	7,855,000	7,755,000
Revenue Bonds	287,286,305	274,621,656	270,903,021	279,325,000	264,180,000
Revenue Notes	27,621,516	24,729,260	29,355,571	25,715,330	55,649,367
Capital Leases	16,453,228	6,427,999	12,835,276	12,622,238	13,285,662
Less: Amount allowable under MSA 475.53 Subd. 3 and City Charter Section 10.14	(433,866,176)	(440,047,455)	(426,462,033)	(429,041,992)	(423,705,487)
Total net debt applicable to limit	113,204,873	106,131,461	114,116,836	121,635,576	164,504,542
Legal debt margin	\$ 603,782,688	\$ 563,537,212	\$ 491,286,704	\$ 448,184,515	\$ 407,559,975
Total net debt applicable to the limit as a percentage of debt limit	15.79%	15.85%	18.85%	21.35%	28.76%

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.

Source: Ramsey County Department of Property Records and Revenue

Sales Tax Revenue Bonds, Series 2007A, 2007B, 2009, 2014F & 2014G										
Fiscal Year	Sales Tax Proceeds	Investment Earnings	Rents	Payments in Lieu of Taxes	Bonds Proceeds	Revenues Available for Debt Service	Debt Service			Coverage
							Principal	Interest	State Loan Repayment	
2005	14,219,562	106,928	3,500,000	2,929,669	-	20,756,159	1,150,000	4,772,768	1,250,000	2.89
2006	14,788,775	202,128	3,500,000	3,303,652	-	21,794,555	1,470,000	4,701,812	1,500,000	2.84
2007	15,664,067	195,923	3,500,000	3,328,836	27,280,000	49,968,826	1,560,000	4,609,791	1,500,000	6.52
2008	14,990,854	185,436	3,500,000	3,355,277	-	22,031,567	1,720,000	6,146,303	1,500,000	2.35
2009	15,270,418	112,686	3,500,000	3,383,040	65,455,000	87,721,144	1,910,000	5,732,583	1,500,000	9.59
2010	15,219,497	110,151	3,500,000	3,762,193	-	22,591,841	2,900,000	4,826,219	1,500,000	2.45
2011	15,620,488	116,388	3,500,000	4,142,802	-	23,379,678	3,065,000	4,502,070	2,000,000	2.44
2012	16,865,712	99,309	3,500,000	4,174,943	-	24,639,964	3,230,000	4,739,286	2,000,000	2.47
2013	17,034,422	106,832	3,500,000	4,208,690	-	24,849,944	3,410,000	4,347,401	2,000,000	2.55
2014	17,389,992	115,277	3,500,000	4,244,125	40,442,845	65,692,238	3,595,000	4,165,615	3,000,000	6.10

Sewer Revenue Bonds, Series 1998E, 2003D, 2004E, 2006C, 2008D, 2009C, 2009I, 2010D, 2011C, 2012C, 2013D and 2014E								
Fiscal Year	Operating Revenue	Operating Expenses (1)	Non Operating Rev/Exp	Transfers (2)	Net Available Revenue	Debt Service		Coverage
						Principal	Interest	
2005	41,091,552	(17,887,444)	(1,277,473)	(555,695)	21,370,940	6,140,000	749,854	3.10
2006	44,464,873	(18,936,475)	(1,205,103)	(612,150)	23,711,145	6,690,000	818,104	3.16
2007	42,183,402	(23,259,113)	(1,004,707)	(549,996)	17,369,586	5,745,000	746,616	2.68
2008	43,409,971	(22,619,093)	(1,041,194)	(709,928)	19,039,756	4,720,000	1,309,892	3.16
2009	46,480,240	(24,674,791)	(1,668,600)	(976,335)	19,160,514	1,510,000	1,520,167	6.32
2010	46,972,750	(23,544,721)	(1,951,833)	(1,111,263)	20,364,933	2,055,000	1,943,299	5.09
2011	45,856,581	(28,517,517)	(1,211,171)	(1,584,524)	14,543,369	2,615,000	2,145,809	3.05
2012	51,185,513	(42,665,456)	(2,702,312)	(1,595,773)	4,221,972	3,060,000	2,350,655	0.78
2013	48,918,612	(33,268,739)	(3,193,718)	(1,728,694)	10,727,461	3,940,000	2,412,439	1.69
2014	49,634,845	(37,296,709)	(2,326,768)	(1,584,916)	8,426,452	3,925,000	2,425,774	1.33

(1) operating expenses do not include depreciation or bond interest expenses

(2) transfers do not include capital expenditures and debt service on the outstanding general obligations bonds



Recreational Facilities Revenue Bonds, Series 1996D and 2005									
Fiscal Year	Operating Revenue	Intergovernmental Revenue	Interest Earned on Investments	Miscellaneous Other Revenue	Bonds Proceeds	Revenues Available for Debt Service	Debt Service		Coverage
							Principal	Interest	
2005	8,410,981	1,331,235	21,872	2,684	3,240,000	13,006,772	3,240,000	181,905	3.80
2006	8,506,472	-	5,932	-	-	8,512,404	210,000	310,956	16.34
2007	8,560,709	-	45,559	-	-	8,606,268	205,000	327,813	16.15
2008	8,464,027	-	32,337	2,080	-	8,498,444	220,000	320,638	15.72
2009	8,604,612	-	40,109	1,309	-	8,646,030	235,000	312,938	15.78
2010	8,810,082	-	36,214	4,414	-	8,850,710	250,000	304,125	15.97
2011	8,251,098	-	47,762	481	-	8,299,341	265,000	294,750	14.83
2012	9,208,948	246,705	40,842	-	-	9,496,495	280,000	284,150	16.83
2013	9,509,689	386,470	18,050	-	-	9,914,209	295,000	272,950	17.46
2014	8,609,417	366,973	30,955	-	-	9,007,345	310,000	261,150	15.77

Spruce Tree Centre Tax Increment Bonds, Series 1988A and 2003							
Fiscal Year	Tax Increments	Developer Shortfall Payments	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
					Principal	Interest	
2005	296,044	115,300	24,322	435,666	149,162	113,746	1.66
2006	283,041	112,400	52,669	448,110	158,857	104,051	1.70
2007	290,730	92,229	90,639	473,598	169,183	93,725	1.80
2008	334,855	51,195	85,645	471,695	180,180	82,728	1.79
2009	375,697	15,155	58,277	449,129	191,891	71,016	1.71
2010	441,406	-	53,062	494,468	204,364	58,544	1.88
2011	480,427	-	52,227	532,654	217,648	45,260	2.03
2012	392,445	-	(52,150)	340,295	231,795	31,113	1.29
2013	484,506	-	(11,161)	473,345	246,862	16,046	1.80
2014	-	-	-	-	-	-	-

Midway Marketplace Tax Increment Bonds, Series 1995A / Snelling-University Tax Increment Bonds Series 2005C						
Fiscal Year	Tax Increments	Investment Earnings	Revenues		Coverage	
			Available for Debt Service	Debt Service		
				Principal		Interest
2005	1,096,155	178,567	1,274,722	235,000	392,424	2.03
2006	1,835,383	87,266	1,922,649	350,000	232,142	3.30
2007	1,416,074	110,707	1,526,781	355,000	218,742	2.66
2008	1,427,457	151,489	1,578,946	370,000	203,780	2.75
2009	1,563,981	127,478	1,691,459	380,000	187,463	2.98
2010	1,197,542	133,263	1,330,805	395,000	169,923	2.36
2011	1,175,554	121,825	1,297,379	400,000	151,638	2.35
2012	1,888,544	(81,945)	1,806,599	420,000	132,568	3.27
2013	1,363,792	(49,832)	1,313,960	450,000	111,898	2.34
2014	1,400,686	18,586	1,419,272	470,000	83,077	2.57

Sales Tax Revenue Bonds, Series 1993 and 1996						
Fiscal Year	City Sales Tax Revenue (1)	Investment Earnings	Revenues		Coverage	
			Available for Debt Service	Debt Service		
				Principal		Interest
2004	13,753,085	22,509	13,775,594	1,140,000	3,355,105	3.06
2005	14,154,920	61,737	14,216,657	1,220,000	3,274,165	3.16
2006	14,798,156	109,608	14,907,764	1,310,000	3,187,545	3.31
2007	15,201,412	122,831	15,324,243	1,400,000	3,094,535	3.41
2008	15,393,811	47,160	15,440,971	1,500,000	2,995,135	3.44
2009	17,153,570	(2,940)	17,150,630	1,605,000	2,888,635	3.82
2010	18,652,765	(3,252)	18,649,513	1,720,000	2,774,680	4.15
2011	20,125,431	(3,379)	20,122,052	1,840,000	2,652,560	4.48
2012	18,811,159	(3,940)	18,807,219	1,975,000	2,521,920	4.18
2013	18,633,271	(3,994)	18,629,277	2,115,000	2,381,695	4.14
2014*	11,663,648	(1)	11,663,647	2,265,000	2,231,530	2.59

(1) Includes other sales tax related revenues (investment income, etc.)

\*The Series 1993 bonds were refunded by Series 1996 bonds. In 2014 the Series 1996 bonds were refunded and upon funding of the escrow and defeasance of the bonds in August 2014, sales tax revenue was no longer needed for debt service.

Downtown Tax Increment Bonds, Series 1993 and 1998										
Fiscal Year	Tax Increments	Hotel-Motel Taxes	RiverCentre Revenues	N.O.C. Sales	Loan Repayment	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
								Principal	Interest	
2004	5,539,108	220,000	100,000	-	-	82,602	5,941,710	2,275,000	797,635	1.93
2005	3,807,158	220,000	100,000	-	273,047	60,326	4,460,531	2,285,000	657,314	1.52
2006	4,276,947	220,000	100,000	-	2,026,344	105,094	6,728,385	2,355,000	512,803	2.35
2007	5,309,827	220,000	100,000	12,871	-	292,631	5,935,329	2,400,000	363,052	2.15
2008	3,189,751	-	200,000	-	-	148,288	3,538,039	3,830,000	223,775	0.87

RiverCentre Parking Facility Lease Revenue Bonds, Series 2000 and 2009						
Fiscal Year	Lease Payments from the City	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2005	415,000	40,630	455,630	50,000	406,150	1.00
2006	657,928	36,129	694,057	300,000	396,363	1.00
2007	758,559	11,728	770,287	425,000	375,956	0.96
2008	835,943	5,022	840,965	525,000	348,988	0.96
2009	1,098,963	27,744	1,126,707	650,000	290,673	1.20
2010	580,367	19,761	600,128	360,000	240,800	1.00
2011	586,422	19,596	606,018	370,000	229,850	1.01
2012	607,712	20,075	627,787	380,000	218,600	1.05
2013	604,005	20,820	624,825	390,000	207,050	1.05
2014	586,204	22,536	608,740	405,000	195,125	1.01

RiverFront Tax Increment Bonds, Series 1993C, 1993D, 2000D and 2002C								
Fiscal Year	Tax Increments	Tax Increment Pooling from Other Districts	Transfer from Capital Projects Funds	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
						Principal	Interest	
2005	768,344	571,150	2,798	161	1,342,453	865,000	395,347	1.07
2006	775,838	576,714	1,399	7,096	1,361,047	925,000	354,335	1.06
2007	794,927	520,420	-	11,242	1,326,589	970,000	309,934	1.04
2008	979,997	368,455	-	1,890	1,350,342	1,035,000	262,028	1.04
2009	1,035,466	319,165	-	(4,216)	1,350,415	1,095,000	210,591	1.03
2010	1,067,737	214,049	-	(368)	1,281,418	1,150,000	155,899	0.98
2011	(223,653)	702,798	-	(14,128)	465,017	1,215,000	97,255	0.35
2012	986,088	296,000	-	(19,360)	1,262,728	1,295,000	33,366	0.95
2013	-	-	-	-	-	-	-	-
2014	-	-	-	-	-	-	-	-

US Bank Tax Increment Bonds, Series 2001						
Fiscal Year	Tax Increments	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2005	879,169	16,281	895,450	125,000	754,169	1.02
2006	1,034,905	44,179	1,079,084	335,000	742,877	1.00
2007	993,054	42,039	1,035,093	275,000	726,606	1.03
2008	1,175,602	15,594	1,191,196	285,000	712,106	1.19
2009	1,223,585	10,052	1,233,637	335,000	696,789	1.20
2010	1,388,596	16,670	1,405,266	410,000	677,692	1.29
2011	1,497,416	19,255	1,516,671	400,000	677,870	1.41
2012	1,511,315	(26,204)	1,485,111	745,000	335,182	1.37
2013	1,511,314	(3,845)	1,507,469	755,000	333,844	1.38
2014	1,511,316	13,359	1,524,675	770,000	318,744	1.40

North Quadrant Tax Increment Bonds Series 2000 and 9th street Tax Increment Bonds, Series 2004							
Fiscal Year	Tax Increments	Bond Proceeds	Investment Earnings	Revenues	Debt Service		Coverage
		Capitalized Interest		Available for Debt Service	Principal	Interest	
2005	213,655	-	742	214,397	17,000	234,478	0.85
2006	430,148	-	1,047	431,195	42,000	294,779	1.28
2007	345,683	-	2,679	348,362	84,000	240,806	1.07
2008	204,589	-	2,989	207,578	87,000	224,558	0.67
2009	189,048	-	143	189,191	53,000	240,079	0.65
2010	190,930	-	(956)	189,974	38,000	225,002	0.72
2011	197,439	-	1,590	199,029	41,000	222,939	0.75
2012	175,610	-	3,049	178,659	116,000	218,594	0.53
2013	275,240	-	(2,931)	272,309	61,000	211,719	1.00
2014	260,720	-	1,222	261,942	52,000	207,646	1.01

Upper Landing Tax Increment Bonds, Series 2002A, 2002B and 2002C							
Fiscal Year	Tax Increments	Developer Shortfall Payments	Investment Earnings	Revenues	Debt Service		Coverage
				Available for Debt Service	Principal	Interest	
2005	201,311	-	126,908	328,219	-	1,321,100	0.25
2006	600,473	498,044	200,503	1,299,020	-	1,321,100	0.98
2007	1,049,372	696,192	112,409	1,857,973	-	1,321,100	1.41
2008	1,281,447	687,476	73,086	2,042,009	267,000	1,311,999	1.29
2009	1,609,155	517,590	38,818	2,165,563	389,000	1,289,644	1.29
2010	1,769,019	261,324	21,728	2,052,071	415,000	1,262,249	1.22
2011	1,952,421	130,176	32,681	2,115,278	444,000	1,232,981	1.26
2012	1,906,253	156,464	4,950	2,067,667	474,000	1,563,948	1.01
2013	1,915,100	-	(234,242)	1,680,858	-	550,457	3.05
2014	1,961,196	-	233,211	2,194,407	825,000	776,000	1.37

Drake Marble Tax Increment Bonds, Series 2002								
Fiscal Year	Tax Increments	Investment Earnings	Revenues		Debt Service		Coverage	
			Available for Debt Service	Principal	Interest			
2005	152,908	721	153,629	55,000	121,500		0.87	
2006	171,187	937	172,124	33,000	117,788		1.14	
2007	180,593	1,684	182,277	36,000	114,953		1.21	
2008	180,044	1,737	181,781	38,000	113,130		1.20	
2009	236,731	1,373	238,104	74,000	109,890		1.29	
2010	177,334	183	177,517	57,000	104,186		1.10	
2011	219,640	(739)	218,901	61,000	101,723		1.35	
2012	213,154	(299)	212,855	96,000	96,019		1.11	
2013	181,391	(3,430)	177,961	48,000	89,505		1.29	
2014	191,471	2,254	193,725	119,000	85,320		0.95	

Koch/Mobil Tax Increment Bonds, Series 2004C, 2007B and 2010A									
Fiscal Year	Tax Increments	Developer Shortfall Payments	Bond Proceeds		Investment Earnings	Revenues Available for Debt Service		Coverage	
			Capitalized Interest			Principal	Interest		
2005	-	-	-	-	1,601	1,601	-	88,875	0.02
2006	19,822	-	-	-	4,485	24,307	-	88,875	0.27
2007	160,828	-	-	-	2,845	163,673	3,950,000	127,207	0.04
2008	275,936	-	-	-	4,589	280,525	-	165,538	1.69
2009	202,986	237,190	-	-	8,114	448,290	-	165,538	2.71
2010	299,002	-	-	-	2,649	301,651	-	124,419	2.42
2011	269,163	-	-	-	5,005	274,168	150,000	79,113	1.20
2012	241,305	-	-	-	8,734	250,039	95,000	76,663	1.46
2013	241,732	-	-	-	(7,285)	234,447	100,000	74,713	1.34
2014	242,286	-	-	-	4,000	246,286	100,000	72,713	1.43

JJ Hill Tax Increment Bonds, Series 2004								
Fiscal Year	Tax Increments	Bond Proceeds Capitalized Interest	Trustee Reserve Funds	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
						Principal	Interest	
2005	259,004	-	-	1,278	260,282	-	172,198	1.51
2006	261,006	-	-	5,375	266,381	-	228,750	1.16
2007	200,351	-	-	18,680	219,031	18,000	228,750	0.89
2008	281,183	-	-	(11,069)	270,114	40,000	227,063	1.01
2009	290,744	-	-	1,140	291,884	54,000	224,406	1.05
2010	308,946	-	-	373	309,319	69,000	220,750	1.07
2011	303,555	-	-	403	303,958	81,000	216,250	1.02
2012	284,913	-	-	2,022	286,935	94,000	211,000	0.94
2013	277,029	-	-	(3,308)	273,721	108,000	204,906	0.87
2014	284,200	-	3,205	3,100	290,505	124,000	197,906	0.90

Neighborhood Scattered Site Tax Increment Bonds, Series 2005							
Fiscal Year	Tax Increments	Bond Proceeds Capitalized Interest	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
					Principal	Interest	
2005	1,061,105	751,500	19,750	1,832,355	295,000	128,259	4.33
2006	1,554,684	-	33,180	1,587,864	495,000	357,478	1.86
2007	1,869,289	-	123,020	1,992,309	485,000	336,702	2.42
2008	2,170,482	-	139,301	2,309,783	480,000	314,761	2.91
2009	2,352,017	-	166,523	2,518,540	485,000	292,700	3.24
2010	2,252,256	-	189,872	2,442,128	510,000	269,762	3.13
2011	2,044,411	-	191,976	2,236,387	535,000	244,612	2.87
2012	1,974,102	-	(152,884)	1,821,218	565,000	217,854	2.33
2013	1,811,777	-	(66,738)	1,745,039	585,000	188,556	2.26
2014	1,707,814	-	21,312	1,729,126	620,000	157,858	2.22

Jimmy Lee Recreation Facility Lease Bonds, Series 2008						
Fiscal Year	Lease Payments from the City	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2008	222,980	72,671	295,651	75,000	146,188	1.34
2009	538,560	(7,622)	530,938	190,000	348,600	0.99
2010	521,579	69,224	590,803	195,000	342,900	1.10
2011	529,575	24,500	554,075	205,000	336,075	1.02
2012	507,199	23,865	531,064	210,000	328,388	0.99
2013	513,972	(5,480)	508,492	220,000	319,988	0.94
2014	534,538	10,572	545,110	225,000	311,188	1.02

Emerald Gardens Tax Increment Bonds, Series 2010						
Fiscal Year	Tax Increments	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2011	610,362	40,194	650,556	40,000	448,342	1.33
2012	730,938	5,571	736,509	290,000	388,431	1.09
2013	666,507	31	666,538	225,000	374,581	1.11
2014	650,750	3,684	654,434	240,000	362,469	1.09

Housing 5000 Land Assembly Bonds, Series 2004								
Fiscal Year	Land Sales	Bond Proceeds Capitalized Interest	Investment Earnings	Use of Bond Reserve Account	Revenues Available for Debt Service	Debt Service		Coverage
						Principal	Interest	
2005	3,779,663	-	641,722	-	4,421,385	3,170,000	764,656	1.12
2006	2,308,000	-	874,360	3,555,284	6,737,644	9,375,000	777,522	0.66
2007	-	-	741,206	-	741,206	3,320,000	569,468	0.19
2008	-	-	314,168	-	314,168	2,695,000	291,500	0.11
2009	-	-	5,594	-	5,594	3,930,000	50,782	0.00
2010	-	-	24,642	-	24,642	2,510,000	1,681	0.01
2011	1,404,760	-	2,033	-	1,406,793	-	-	N/A
2012	-	-	(4,057)	-	(4,057)	-	-	N/A
2013	-	-	-	-	-	-	-	-
2014	-	-	-	-	-	-	-	-



Parking Revenue Bonds, Series 1992A, 1995A, 1995B, 2001A, 2002A, 2002B, 2005A and 2010A							
Fiscal Year	Parking Facility Net Revenue	Parking Meter & Parking Fine Revenues	Bond Proceeds Capitalized Interest	Revenues Available for Debt Service	Debt Service		Coverage
					Principal	Interest	
2005	2,931,998	2,000,000	67,517	4,999,515	1,015,000	1,496,125	1.99
2006	3,022,153	2,000,000	-	5,022,153	1,135,000	1,467,282	1.93
2007	3,246,417	2,000,000	-	5,246,417	1,290,000	1,429,882	1.93
2008	3,124,631	2,000,000	-	5,124,631	1,590,000	1,384,918	1.72
2009	3,084,230	2,000,000	-	5,084,230	1,655,000	1,324,097	1.71
2010	3,043,611	2,000,000	-	5,043,611	1,790,000	1,307,828	1.63
2011	3,492,539	3,000,000	-	6,492,539	565,000	1,087,242	3.93
2012	3,794,576	3,000,000	-	6,794,576	615,000	1,038,056	4.11
2013	3,895,149	3,000,000	-	6,895,149	635,000	1,002,953	4.21
2014	3,326,529	2,491,647	58,694	5,876,870	655,000	1,000,556	3.55

Parking Revenue Bonds, Series 1997A						
Fiscal Year	Ramp Lease Revenues	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2005	1,080,048	6,474	1,086,522	460,000	606,629	1.02
2006	1,058,040	16,412	1,074,452	490,000	582,863	1.00
2007	1,078,813	13,655	1,092,468	525,000	549,788	1.02
2008	1,078,142	(1,480)	1,076,662	560,000	514,350	1.00
2009	1,075,562	(3,993)	1,071,569	595,000	476,550	1.00
2010	1,075,591	(4,018)	1,071,573	635,000	436,388	1.00
2011	1,077,475	(4,023)	1,073,452	680,000	393,525	1.00
2012	1,076,739	(3,884)	1,072,855	725,000	347,625	1.00
2013	1,077,520	(4,024)	1,073,496	775,000	294,328	1.00
2014	1,038,283	6,457	1,044,740	825,000	241,735	0.98

Block 39 Tax Increment Bonds, Series 1998A, 1998B, 2009G and 2009H								
Fiscal Year	Tax Increments	Developer Shortfall Payments	Net Parking Revenues	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
						Principal	Interest	
2005	687,327	681,886	1,957,191	112,108	3,438,512	1,135,000	1,931,407	1.12
2006	689,844	707,372	2,387,011	97,039	3,881,266	1,300,000	1,886,780	1.22
2007	889,488	386,514	1,958,727	261,767	3,496,496	1,445,000	1,804,069	1.08
2008	1,067,054	126,816	1,929,248	138,493	3,261,611	1,570,000	1,712,473	0.99
2009	1,159,081	-	1,640,037	37,016	2,836,134	2,340,000	1,954,043	0.66
2010	1,236,563	-	1,924,977	152,120	3,313,660	1,295,000	763,015	1.61
2011	1,226,734	-	1,946,959	184,762	3,358,455	1,575,000	935,129	1.34
2012	1,181,563	-	2,121,341	(8,022)	3,294,882	1,605,000	885,839	1.32
2013	1,120,132	-	2,165,993	(33,083)	3,253,042	1,640,000	814,357	1.33
2014	1,102,365	-	2,236,509	66,618	3,405,492	1,710,000	783,616	1.37

Lofts at Farmers Market Limited Tax Bonds, Series 2010A and 2010B								
Fiscal Year	Build America Bond Interest Subsidy	Apartment Net Revenue	Bond Proceeds Capitalized Interest	Investment Earnings	Revenues Available for Debt Service	Debt Service		Coverage
						Principal	Interest	
2010	-	-	569,786	-	569,786	-	-	NA
2011	103,115	-	-	16,249	119,364	-	312,740	0.38
2012	169,504	309,787	-	5,494	484,785	-	514,093	0.94
2013	162,130	613,410	-	(6,048)	769,492	-	514,093	1.50
2014	-	650,730	-	11,864	662,594	100,000	511,918	1.08

Parking Revenue Bonds (Smith Avenue Transit Center), Series 2005 and 2010B								
Fiscal Year	Parking & Transit Center Net Revenue	Parking Meters & Parking Fine Revenues	Investment Earnings	Bond Proceeds Capitalized Interest	Revenues Available for Debt Service	Debt Service		Coverage
						Principal	Interest	
2005	-	-	230,589	2,425,100	2,655,689	-	349,160	7.61
2006	-	-	85,455	-	85,455	-	619,200	0.14
2007	155,434	-	265,494	-	420,928	-	619,200	0.68
2008	220,990	-	125,279	-	346,269	120,000	619,200	0.47
2009	226,406	-	19,463	-	245,869	125,000	614,525	0.33
2010	290,945	-	9,924	-	300,869	130,000	406,450	0.56
2011	320,922	-	49,559	-	370,481	305,000	563,798	0.43
2012	145,161	-	33,800	-	178,961	330,000	537,931	0.21
2013	443,593	-	(14,339)	-	429,254	340,000	528,068	0.49
2014	328,667	508,353	30,723	-	867,743	350,000	517,743	1.00

Fiscal Year	Population (1)	Per Capita Personal Income (2)	Personal Income (3)	Labor Force (4)	Unemployment Rate (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	25,576	7,106,711,800	145,003	7.1%
2012	289,270	25,072	7,165,005,800	147,362	6.2%
2013	294,873	25,695	7,636,250,500	147,039	5.3%
2014	297,640	25,695	7,636,250,500	152,277	4.1%

Sources:

- (1) 2005-2009 & 2011-2013 data is based on Metropolitan Council estimates. 2010 data is based on U.S. Census Bureau results. 2014 data is based on U.S. Census Bureau.
- (2) 2005-2013 data provided by U.S. Census Bureau's Annual American Community Survey. 2014 data is not yet available.
- (3) Personal Income data for the City is no longer available, for 2010-2013 this column is now the Aggregate household income Data provided by U.S. Census Bureau's Annual American Community Survey. 2014 data is not yet available.
- (4) Annual average - not seasonally adjusted. Data provided by Minnesota Department of Employment and Economic Development (DEED)

<u>Employers</u>	2014			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 <sup>1)</sup>	18,000	1	10.17%			
State of Minnesota <sup>1)</sup>	15,427	2	8.72%	13,671	1	7.54%
3M Company	10,500	3	5.93%			
Saint Paul Public Schools	6,101	4	3.45%	6,567	2	3.62%
Ramsey County <sup>1)</sup>	4,378	5	2.47%	3,770	7	2.08%
Health East	4,317	6	2.44%	5,080	3	2.80%
Regions Hospital	3,740	7	2.11%	4,000	6	2.21%
United Hospital	2,924	8	1.65%	3,300	9	1.82%
City of Saint Paul <sup>1)</sup>	2,822	9	1.59%	3,400	8	1.88%
Securian Financial Group	2,532	10	1.43%			
U.S. Bancorp				4,700	4	2.59%
Marsden Building Maintenance				4,000	5	2.21%
U.S. Postal Service				3,200	10	1.77%
<b>Total</b>	<u>70,741</u>		<u>39.96%</u>	<u>51,688</u>		<u>28.52%</u>

<sup>1)</sup> Includes full- and part-time employees.

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; 2014 data compiled by Springsted Inc. based on telephone survey.

	Fiscal Year					Fiscal Year				
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>GENERAL GOVERNMENT</b>										
Citizen Services (1) (6)	7.0	2.0	-	-	-	-	-	-	-	-
City Attorney	66.4	64.8	66.1	68.3	66.0	63.4	63.1	67.7	66.0	66.0
City Council	26.7	25.4	26.7	29.3	35.1	29.5	29.3	36.6	33.0	24.0
Financial Services (4) (5)	44.7	44.3	46.4	45.0	44.0	44.5	43.5	50.9	49.0	40.0
Human Resources	33.1	32.2	28.5	30.8	31.8	30.7	30.1	37.4	40.0	37.0
Human Rights and Equal Economic Opportunity (4)	7.5	6.9	8.9	9.4	34.0	34.3	30.5	44.0	30.0	28.0
Mayor's Administration	18.6	19.8	19.0	22.0	19.0	16.1	17.0	19.0	16.0	15.0
Office of Technology	73.7	75.6	79.6	82.4	81.8	77.3	76.8	82.0	72.0	70.0
<b>PUBLIC SAFETY</b>										
Fire										
Firefighters and Officers	412.0	396.0	383.0	421.0	411.0	417.6	433.0	415.0	421.0	405.0
Civilians	57.4	56.4	56.3	42.7	64.0	41.8	39.0	71.3	53.0	51.0
Police										
Officers	557.7	552.5	555.0	595.7	584.0	583.3	609.0	586.0	578.0	566.0
Civilians	187.9	172.7	225.6	183.7	232.4	182.9	172.0	235.0	163.0	201.0
Safety and Inspections (2)										
License, Inspection and Environmental Protection (2)	105.7	105.8	0.0	-	-	-	-	-	-	-
Neighborhood Housing and Property Improvement (2)	32.7	32.3	0.0	-	-	-	-	-	-	-
Health	55.0	53.6	48.4	45.2	46.0	40.1	39.7	42.0	42.0	40.0
<b>HIGHWAYS AND STREETS</b>										
Public Works (5)	357.8	343.5	352.7	352.8	373.3	347.3	361.7	408.1	411.0	329.0
<b>CULTURE AND RECREATION</b>										
Libraries	174.5	174.0	176.6	180.5	230.6	164.1	162.8	215.0	209.0	197.0
Parks	502.8	432.0	461.2	478.8	778.9	432.2	549.2	1,771.8	481.0	380.0
<b>HOUSING AND ECONOMIC DEVELOPMENT</b>										
	81.6	79.8	75.1	81.9	84.0	69.1	67.3	82.2	73.0	65.0
<b>TOTAL</b>	<b>2,802.8</b>	<b>2,669.6</b>	<b>2,770.0</b>	<b>2,833.1</b>	<b>3,264.1</b>	<b>2,710.4</b>	<b>2,851.6</b>	<b>4,310.8</b>	<b>2,868.0</b>	<b>2,642.0</b>

(1) 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.

Source: Office of Financial Services Payroll Department, City of St. Paul

Function/Program	Fiscal Year				
	2005	2006	2007	2008	2009
<b>Police</b>					
Number of Calls for Service	216,247	212,161	213,593	220,129	223,645
<b>Fire</b>					
Number of Structure Fires	708	716	681	799	886
Number of EMS Incidents	28,159	24,457	26,831	27,064	24,977
<b>Department of Safety and Inspections (1)</b>					
Number of Building Permits Issued	8,905	8,818	8,802	8,498	8,138
Valuation of Building Permits Issued	\$479,840,220	\$555,104,063	\$530,995,699	\$335,663,606	\$330,135,432
<b>Public Works</b>					
Miles of Streets Reconstructed	8.1	15.2	7.7	9.4	8.2
Number of Snow Emergencies	4	2	6	1	5
<b>Parks and Recreation</b>					
Picnic Permits Issued	1,612	1,656	1,800	1,900	2,000
Number of Golf Rounds Played	142,381	132,400	124,661	123,093	122,315
<b>Libraries</b>					
Circulation	3,319,113	3,394,664	3,365,469	3,321,165	3,442,777
Number of Titles in Collection	435,395	450,137	458,389	463,876	454,032
<b>Economic Development</b>					
New and Substantially Rehabilitated Housing Units	1,130	428	355	10	100

Function/Program	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Police</b>					
Number of Calls for Service	219,049	240,390	272,624	243,598	236,506
<b>Fire</b>					
Number of Structure Fires	799	794	826	796	819
Number of EMS Incidents	24,707	26,437	27,878	29,578	30,731
<b>Department of Safety and Inspections (1)</b>					
Number of Building Permits Issued	9,887	11,649	8,582	7,738	7,950
Valuation of Building Permits Issued	\$366,589,782	\$521,098,690	\$474,073,321	\$453,448,341	\$717,883,411
<b>Public Works</b>					
Miles of Streets Reconstructed	8.2	7.4	7.1	5.8	8.6
Number of Snow Emergencies	7	3	2	6	6
<b>Parks and Recreation</b>					
Picnic Permits Issued	2,060	2,093	2,167	1,502	1,490
Number of Golf Rounds Played	117,304	105,676	112,862	97,877	46,336
<b>Libraries</b>					
Circulation	3,153,093	2,958,656	2,866,183	2,840,868	2,608,100
Number of Titles in Collection	458,800	464,750	481,175	481,086	489,078
<b>Economic Development</b>					
*New and Substantially Rehabilitated Housing Units	96	100	106	99	774

Note: 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.

\*The 2014 Rehabilitated housing number increased due to the large amount of multi-family housing projects

Function/Program	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Police</b>										
Number of Stations	14	14	14	13	13	13	10	10	10	10
Number of Vehicles	365	481	482	580	540	520	518	500	495	500
<b>Fire</b>										
Number of Stations	16	16	16	16	16	15	15	15	15	15
Number of Vehicles	105	110	108	105	106	98	102	102	102	105
<b>Public Works</b>										
Miles of Sanitary Sewers	806	806	806	806	806	806	806	806	806	806
Miles of Sidewalks	1,007	1,007	1,007	1,011	1,011	1,011	1,011	1,011	1,013	1,013
Miles of Storm Sewers	450	450	450	450	450	450	450	450	450	450
Miles of Streets	847	863	863	863	863	863	863	863	871	865
Number of Alleys	2,311	2,311	2,311	2,311	2,311	2,311	2,311	2,311	2,311	2,311
Number of Bridges	60	60	61	60	60	60	57	57	56	57
Number of Street Lights	32,619	31,444	31,716	31,696	31,740	31,856	31,698	31,882	32,531	32,852
<b>Parks and Recreation</b>										
Acreage of Parks	4,274	4,285	4,287	4,288	4,288	4,306	4,306	4,306	5,580	4,722
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	168	169	171	173	173	173	173	173	179	179
Number of Recreation Centers	41	41	33	33	33	25	25	25	24	26
Number of Tennis Courts	92	92	92	92	90	83	77	77	77	79
Number of Zoos & Conservatories	1	1	1	1	1	1	1	1	1	1
<b>Libraries</b>										
Number of Libraries	13	13	13	13	13	13	13	13	13	13
Number of Bookmobiles	1	1	1	1	1	1	1	1	1	1
<b>Economic Development</b>										
Number of Parking Facilities	20	20	20	17	17	17	17	17	17	18
Number of Skyways	37	37	37	37	37	37	37	37	37	37

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**City of Saint Paul**  
**2014 Comprehensive Annual Financial Report**  
**CAFR Production**

**Office of Financial Services**

Joy Thao, Director of Accounting and Business Support  
Joy Thao, Citywide Accounting Manager (Interim)  
Kevin Mannerter, Senior Accountant (CAFR Lead)

**Senior Accountants**

Louis Biagi  
Chito Jovellana  
Dolly Lee  
Eric Willems

**Accountants**

Michelle Pham  
Melissa Swennson

*Special thanks to Marissa Peterson and Daley Lehmann  
in the Budget Department and Michael Solomon in the Treasury Department!*

**Citywide Accountants & Accounting Technicians**

**Economic Development**

Rhonda Gillquist  
Michael Marmsoler  
Mayka Yang

**Fire**

Jill LaCasse  
Brenda Ullrich

**Library**

Susan Cantu

**Parks and Recreation**

Dave Meissner  
Calvin Wheeler

**Police**

Renee Manning  
Wendy Trebesch

**Public Works**

Jeff Bots  
Loree Brown  
Leah Hunt  
Larry Michalitsch  
Jodi Schwartz  
Julia Sobania  
Chia Vue

**Safety and Inspection**

Vicki Plaistow

**Water**

Connie Garrahy  
Ruth O'Brien

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