

# CITY OF ROCHESTER, MINNESOTA

## STATISTICAL SECTION

DECEMBER 31, 2013

This part of the City'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.

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**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**CITY OF ROCHESTER, MINNESOTA**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
(Accrual Basis of Accounting)

	<b>Fiscal Year</b>				
	2013	2012	2011	2010	2009
<b>Expenses</b>					
<b>Governmental activities:</b>					
General government	\$ 8,811,595	\$ 8,347,314	\$ 8,007,217	\$ 7,689,602	\$ 6,943,475
Public safety	42,858,335	42,320,996	40,121,082	38,566,296	37,982,196
Public works	19,887,604	16,543,088	16,928,415	24,596,491	24,551,047
Airport	5,734,323	7,099,307	6,835,339	6,881,982	5,572,561
Transit	7,724,506	7,433,706	5,264,547	4,885,878	4,465,509
Culture	9,566,658	8,972,044	8,588,954	8,045,420	7,698,935
Park and recreation	16,841,511	16,373,665	16,444,476	15,952,230	15,631,196
Economic development/tourism	9,911,655	6,586,468	6,386,889	13,054,890	6,545,075
Community reinvestment/unallocated	506,967	537,748	558,095	599,580	572,515
Interest on long-term debt	2,380,003	2,522,739	2,653,978	1,824,346	1,574,213
<b>Total governmental activities expenses</b>	<b>124,223,157</b>	<b>116,737,075</b>	<b>111,788,992</b>	<b>122,096,715</b>	<b>111,536,722</b>
<b>Business-Type activities:</b>					
Parking	4,393,329	4,144,820	4,058,355	4,100,101	3,731,599
Electric utility	132,336,451	130,435,312	129,122,438	131,769,006	123,933,285
Water utility	8,668,717	8,208,287	8,063,227	7,242,501	7,172,964
Sewer utility	24,553,468	23,967,214	22,097,030	21,766,488	22,180,957
Storm water utility	3,641,691	3,825,289	2,995,740	2,982,478	2,721,314
<b>Total business-type activities expenses</b>	<b>173,593,656</b>	<b>170,580,922</b>	<b>166,336,790</b>	<b>167,860,574</b>	<b>159,740,119</b>
<b>Total primary government expenses</b>	<b>\$ 297,816,813</b>	<b>\$ 287,317,996</b>	<b>\$ 278,125,782</b>	<b>\$ 289,957,289</b>	<b>\$ 271,276,841</b>
<b>Program Revenues</b>					
<b>Governmental activities:</b>					
<b>Charges for services:</b>					
General government	\$ 541,468	\$ 555,338	\$ 540,045	\$ 512,005	\$ 501,912
Public safety	5,836,234	5,671,791	4,820,088	4,769,132	4,705,781
Public works	416,248	395,433	276,631	234,659	194,890
Airport	2,710,121	3,778,968	2,901,820	2,982,614	2,678,608
Transit	2,174,648	2,086,011	672,682	664,888	659,012
Culture	368,657	296,401	378,587	323,655	412,840
Park and recreation	6,782,711	6,707,922	6,855,382	6,744,988	6,810,599
Economic development/tourism	2,688,420	2,648,546	2,058,326	62,446	63,291
Operating grants and contributions	9,375,174	8,824,544	9,038,414	12,179,932	10,404,046
Capital grants and contributions	74,050,192	28,549,008	27,302,175	30,373,195	17,571,480
<b>Total governmental activities program revenues</b>	<b>104,943,873</b>	<b>59,513,962</b>	<b>54,844,150</b>	<b>58,847,514</b>	<b>44,002,459</b>
<b>Business-type activities:</b>					
<b>Charges for services:</b>					
Parking	6,105,503	5,566,720	5,146,359	4,763,393	4,701,251
Electric utility	140,978,042	142,602,756	142,412,918	142,768,456	136,149,438
Water utility	8,282,104	8,619,876	8,320,952	8,132,955	8,192,390
Sewer utility	21,926,463	20,461,638	18,381,793	16,873,321	15,150,978
Storm water utility	5,563,036	5,135,264	4,982,245	4,688,635	4,239,649
Capital grants and contributions	2,271,848	1,845,793	1,701,524	6,540,059	1,088,397
<b>Total business-type activities program revenues</b>	<b>185,126,996</b>	<b>184,232,047</b>	<b>180,945,791</b>	<b>183,766,819</b>	<b>169,522,103</b>
<b>Total primary government program revenues</b>	<b>\$ 290,070,869</b>	<b>\$ 243,746,009</b>	<b>\$ 235,789,941</b>	<b>\$ 242,614,333</b>	<b>\$ 213,524,562</b>

The December 31, 2012 governmental activities and business type activities were restated \$21,409 and \$(178,941) respectively as a result of the adoption of GASB Statement No. 65. Years prior to 2012 have not been restated for the impact of this Statement.

**Schedule 1**

2008	2007	2006	2005	2004
\$ 7,474,607	\$ 6,878,399	\$ 6,487,386	\$ 6,064,465	\$ 5,903,311
36,879,979	33,168,820	31,767,951	28,164,368	27,197,802
18,064,883	18,210,209	14,268,684	12,249,412	11,869,756
6,204,997	5,432,334	4,387,112	5,457,037	3,691,508
4,463,679	3,500,207	3,270,811	3,297,701	2,736,558
7,830,377	7,023,517	6,611,227	6,443,821	7,910,173
14,899,915	13,505,054	14,034,860	14,436,903	12,095,905
3,168,068	8,367,880	3,834,472	3,560,176	3,149,558
1,351,984	350,641	4,708,895	939,928	198,911
1,194,906	747,424	988,639	870,516	1,333,511
<u>101,533,395</u>	<u>97,184,485</u>	<u>90,360,037</u>	<u>81,484,327</u>	<u>76,086,993</u>
3,520,547	3,327,342	3,088,091	3,138,080	2,963,261
132,989,378	138,769,304	117,966,938	97,352,275	92,520,009
6,950,672	6,921,476	6,765,775	6,096,397	5,731,981
21,923,523	16,546,960	14,313,983	14,067,892	8,831,583
2,852,576	2,809,129	3,031,398	2,524,057	1,899,924
<u>168,236,696</u>	<u>168,374,211</u>	<u>145,166,185</u>	<u>123,178,701</u>	<u>111,946,758</u>
<u>\$ 269,770,091</u>	<u>\$ 265,558,696</u>	<u>\$ 235,526,222</u>	<u>\$ 204,663,028</u>	<u>\$ 188,033,751</u>
\$ 471,410	\$ 475,122	\$ 445,062	\$ 440,710	\$ 508,946
5,448,286	5,276,766	5,729,159	6,020,036	5,787,232
230,585	266,410	212,015	240,393	254,291
2,934,276	2,936,705	2,647,146	2,586,232	2,392,001
663,088	185,476	150,853	61,994	65,675
394,469	359,394	350,637	373,127	323,362
6,221,588	5,664,465	5,212,280	5,295,126	5,415,854
126,214	50,984	63,375	5,104	10,000
7,249,392	6,857,250	6,797,593	7,059,210	7,107,431
23,341,029	23,698,012	34,407,050	37,406,085	31,083,644
<u>47,080,337</u>	<u>45,770,584</u>	<u>56,015,170</u>	<u>59,488,017</u>	<u>52,948,436</u>
4,512,354	4,191,797	3,876,103	3,670,386	3,700,360
147,462,166	156,772,451	130,723,369	112,432,402	102,339,632
8,174,118	8,273,714	7,747,854	7,047,596	6,475,669
13,646,680	13,234,276	11,394,102	10,208,056	9,407,148
3,593,395	3,470,521	4,219,736	3,822,275	3,082,517
5,123,882	2,066,552	5,510,770	13,946,513	16,514,378
<u>182,512,595</u>	<u>188,009,311</u>	<u>163,471,934</u>	<u>151,127,228</u>	<u>141,519,704</u>
<u>\$ 229,592,932</u>	<u>\$ 233,779,895</u>	<u>\$ 219,487,104</u>	<u>\$ 210,615,245</u>	<u>\$ 194,468,140</u>

**CITY OF ROCHESTER, MINNESOTA**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
(Accrual Basis of Accounting)

	Fiscal Year				
	2013	2012	2011	2010	2009
<b>Net (Expense) Revenue</b>					
Governmental Activities	\$ (19,279,284)	\$ (57,223,113)	\$ (56,944,842)	\$ (63,249,201)	\$ (67,534,263)
Business-type activities	11,533,340	13,651,125	14,609,001	15,906,245	9,781,984
Total primary government net revenue	<u>\$ (7,745,944)</u>	<u>\$ (43,571,987)</u>	<u>\$ (42,335,841)</u>	<u>\$ (47,342,956)</u>	<u>\$ (57,752,279)</u>
<b>General Revenues and Other Changes In Net Position</b>					
Governmental activities:					
Taxes					
General property taxes	\$ 50,008,722	\$ 47,786,839	\$ 43,323,671	\$ 41,711,795	\$ 39,179,058
Tax increments collection (refund)	2,969,470	2,546,157	1,952,314	1,943,050	1,686,611
Sales tax	10,372,478	10,300,777	9,840,169	9,346,574	9,192,275
Nonproperty taxes	5,815,897	5,286,161	4,923,322	4,833,173	4,909,229
Unrestricted grants and contributions	5,157,388	5,173,338	4,363,964	5,489,944	8,799,788
Interest earnings	1,957,763	2,081,801	3,978,207	4,082,540	4,695,597
Gain on disposition of property	65,952	283,656	51,813	61,681	30,671
Net increase (decrease) in the fair value of investments	(1,394,762)	(324,140)	(816,364)	(1,294,764)	(2,517,582)
Miscellaneous	663,780	250,566	1,741,451	545,128	819,814
Transfers	7,617,827	8,011,014	10,537,266	3,251,868	5,735,310
Total governmental activities	<u>83,234,515</u>	<u>81,396,169</u>	<u>79,895,813</u>	<u>69,970,989</u>	<u>72,530,771</u>
Business-type activities:					
Taxes:					
General property taxes					
Unrestricted grants and contributions	9,796	340,346	58,226	80,746	33,451
Interest earnings	767,460	938,274	1,496,480	1,856,829	2,142,150
Net increase (decrease) in the fair value of investments	(409,347)	112,057	(175,200)	(390,708)	(243,846)
Miscellaneous	(53,274)	50,469	(205,752)	(169,004)	(360,518)
Transfers	(7,617,827)	(8,011,014)	(10,537,266)	(3,251,868)	(5,735,310)
Special item - impairment loss		(35,536,828)			
Total business-type activities	<u>(7,303,192)</u>	<u>(42,106,696)</u>	<u>(9,363,512)</u>	<u>(1,874,005)</u>	<u>(4,164,073)</u>
Total primary government	<u>\$ 75,931,323</u>	<u>\$ 39,289,473</u>	<u>\$ 70,532,301</u>	<u>\$ 68,096,984</u>	<u>\$ 68,366,698</u>
<b>Change in Net Position</b>					
Governmental activities	\$ 63,955,231	\$ 24,173,056	\$ 22,950,971	\$ 6,721,788	\$ 4,996,508
Business-type activities	4,230,148	(28,455,571)	5,245,489	14,032,240	5,617,911
Total primary government	<u>\$ 68,185,379</u>	<u>\$ (4,282,514)</u>	<u>\$ 28,196,460</u>	<u>\$ 20,754,028</u>	<u>\$ 10,614,419</u>

Schedule 1 (Continued)

2008	2007	2006	2005	2004
\$ (54,453,058)	\$ (51,413,901)	\$ (34,344,867)	\$ (22,266,524)	\$ (23,138,557)
14,275,899	19,635,100	18,305,749	27,948,527	29,572,946
<u>\$ (40,177,159)</u>	<u>\$ (31,778,801)</u>	<u>\$ (16,039,118)</u>	<u>\$ 5,682,003</u>	<u>\$ 6,434,389</u>
\$ 37,734,057	\$ 35,000,100	\$ 32,917,358	\$ 29,975,840	\$ 26,767,245
1,590,432	1,299,451	1,191,508	1,234,488	(1,595,672)
9,594,526	9,720,049	9,196,080	8,767,156	8,614,955
4,773,328	4,685,569	4,391,370	4,028,109	3,756,385
7,128,314	7,805,835	7,166,725	7,909,168	9,044,063
6,132,448	6,680,418	5,623,033	3,797,186	3,387,331
401,516	1,719,959	108,549		
2,807,423	2,719,499	883,248	(607,192)	(569,493)
344,243	132,821	124,415	203,936	
6,809,616	1,830,010	10,414,727	8,324,956	(67,769,519)
<u>77,315,903</u>	<u>71,593,711</u>	<u>72,017,013</u>	<u>63,633,647</u>	<u>(18,364,705)</u>
				98
124,105	480,253	9,796	9,796	9,796
4,435,397	5,692,584	3,292,735	3,187,157	1,325,304
303,115	819,635	326,437	(287,211)	(207,523)
(219,415)	(615,399)	1,351,962	283,893	1,738,514
(6,809,616)	(1,830,010)	(10,414,727)	(8,324,956)	67,769,519
<u>(2,166,414)</u>	<u>4,547,063</u>	<u>(5,433,797)</u>	<u>(5,131,321)</u>	<u>70,635,708</u>
<u>\$ 75,149,489</u>	<u>\$ 76,140,774</u>	<u>\$ 66,583,216</u>	<u>\$ 58,502,326</u>	<u>\$ 52,271,003</u>
\$ 22,862,845	\$ 20,179,810	\$ 37,672,146	\$ 41,367,123	\$ (41,503,262)
12,109,485	24,182,163	12,871,952	22,817,206	100,208,654
<u>\$ 34,972,330</u>	<u>\$ 44,361,973</u>	<u>\$ 50,544,098</u>	<u>\$ 64,184,329</u>	<u>\$ 58,705,392</u>

**CITY OF ROCHESTER, MINNESOTA**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
(Accrual Basis of Accounting)

	Fiscal Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Governmental activities										
Net investment in capital assets	\$ 553,588,996	\$ 509,225,208	\$ 489,129,077	\$ 465,058,494	\$ 476,322,274	\$ 471,563,821	\$ 450,240,101	\$ 457,528,492	\$ 416,561,604	\$ 386,058,137
Restricted	49,748,493	51,203,900	54,664,399	42,452,366	44,545,026	41,620,652	34,132,247	35,318,787	41,810,285	32,353,633
Unrestricted	142,274,605	121,227,755	114,126,032	127,457,677	107,379,449	110,065,768	116,015,048	87,360,307	84,163,551	82,756,547
Total governmental activities net position	<u>\$ 745,612,094</u>	<u>\$ 681,656,863</u>	<u>\$ 657,919,508</u>	<u>\$ 634,968,537</u>	<u>\$ 628,246,749</u>	<u>\$ 623,250,241</u>	<u>\$ 600,387,396</u>	<u>\$ 580,207,586</u>	<u>\$ 542,535,440</u>	<u>\$ 501,168,317</u>
Business-type activities										
Net investment in capital assets	\$ 305,162,231	\$ 299,805,897	\$ 338,400,428	\$ 339,648,274	\$ 321,275,110	\$ 337,553,519	\$ 319,020,538	\$ 316,363,375	\$ 308,718,179	\$ 284,200,027
Restricted			3,204,362	3,232,791	7,765,427	7,348,707	10,752,218	8,878,318	10,307,549	12,106,066
Unrestricted	106,439,679	107,565,865	94,482,357	87,960,593	87,768,881	66,289,281	69,309,266	49,658,166	43,002,179	42,904,608
Total business-type activities net position	<u>\$ 411,601,910</u>	<u>\$ 407,371,762</u>	<u>\$ 436,087,147</u>	<u>\$ 430,841,658</u>	<u>\$ 416,809,418</u>	<u>\$ 411,191,507</u>	<u>\$ 399,082,022</u>	<u>\$ 374,899,859</u>	<u>\$ 362,027,907</u>	<u>\$ 339,210,701</u>
Primary government										
Net investment in capital assets	\$ 858,751,227	\$ 809,031,105	\$ 827,529,505	\$ 804,706,768	\$ 797,597,384	\$ 809,117,340	\$ 769,260,639	\$ 773,891,867	\$ 725,279,783	\$ 670,258,164
Restricted	49,748,493	51,203,900	57,868,761	45,685,157	52,310,453	48,969,359	44,884,465	44,197,105	52,117,834	44,459,699
Unrestricted	248,714,284	228,793,620	208,608,389	215,418,270	195,148,330	176,355,049	185,324,314	137,018,473	127,165,730	125,661,155
Total primary government net position	<u>\$ 1,157,214,004</u>	<u>\$ 1,089,028,625</u>	<u>\$ 1,094,006,655</u>	<u>\$ 1,065,810,195</u>	<u>\$ 1,045,056,167</u>	<u>\$ 1,034,441,748</u>	<u>\$ 999,469,418</u>	<u>\$ 955,107,445</u>	<u>\$ 904,563,347</u>	<u>\$ 840,379,018</u>

The December 31, 2012 governmental activities and business type activities were restated \$414,293 and \$438,755 respectively as a result of the adoption of GASB Statement No. 65. Years prior to 2012 have not been restated for the impact of this Statement.

**CITY OF ROCHESTER, MINNESOTA**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
 (Modified Accrual Basis of Accounting)

	Fiscal Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General fund										
Reserved	\$	\$	\$	\$	\$ 492,914	\$ 607,823	\$ 522,548	\$ 278,233	\$ 247,167	\$ 204,663
Unreserved					22,043,737	19,434,360	21,191,433	19,049,670	18,523,007	16,623,301
Nonspendable	860,130	1,063,172	211,484	136,478						
Restricted	41,803	37,364	34,461	35,060						
Committed										
Assigned	642,257	762,355	559,851	639,978						
Unassigned	27,169,199	25,761,818	23,127,951	22,027,942						
Total general fund	<u>28,713,389</u>	<u>27,624,709</u>	<u>23,933,747</u>	<u>22,839,458</u>	<u>22,536,651</u>	<u>20,042,183</u>	<u>21,713,981</u>	<u>19,327,903</u>	<u>18,770,174</u>	<u>16,827,964</u>
All other governmental funds										
Reserved					53,638,296	49,533,336	33,041,168	43,485,369	55,787,032	34,777,175
Unreserved, reported in:										
Special revenue funds					10,325,542	8,989,193	7,752,101	6,881,281	6,427,946	5,764,579
Capital projects funds					24,282,673	34,726,536	53,197,187	21,619,691	17,265,911	34,799,074
Nonspendable	182,079	72,455	35,357	273,738						
Restricted	46,532,220	47,851,673	50,947,047	53,108,779						
Committed	47,141,420	49,821,928	43,894,506	47,328,336						
Assigned	6,138,504	6,105,985	5,560,461	4,876,324						
Unassigned										
Total all other governmental funds	<u>99,994,223</u>	<u>103,852,041</u>	<u>100,437,371</u>	<u>105,587,177</u>	<u>88,246,511</u>	<u>93,249,065</u>	<u>93,990,456</u>	<u>71,986,341</u>	<u>79,480,889</u>	<u>75,340,828</u>
Total governmental funds	<u>\$128,707,612</u>	<u>\$131,476,750</u>	<u>\$124,371,118</u>	<u>\$128,426,635</u>	<u>\$110,783,162</u>	<u>\$113,291,248</u>	<u>\$115,704,437</u>	<u>\$91,314,244</u>	<u>\$98,251,063</u>	<u>\$92,168,792</u>

Note: The City implemented GASB Statement No. 54 in 2011, therefore, classifications of fund balance have changed.

**CITY OF ROCHESTER, MINNESOTA**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>REVENUES</b>										
General property taxes	\$ 49,813,611	\$ 47,517,667	\$ 43,271,181	\$ 41,574,807	\$ 38,806,150	\$ 37,400,201	\$ 34,885,591	\$ 32,747,658	\$ 29,970,540	\$ 26,897,971
Tax increments collections (refund)	2,968,753	2,545,678	1,951,402	1,943,050	1,686,611	1,590,432	1,299,451	1,191,508	1,234,488	(1,595,672)
Sales tax	10,372,478	10,300,776	9,840,169	9,346,574	9,192,275	9,594,526	9,720,049	9,196,080	8,767,156	8,614,955
Special assessments	3,373,890	3,372,669	1,920,163	1,645,097	1,533,001	1,572,955	1,872,185	2,837,271	1,906,295	2,278,962
Utility connection and availability	1,017,876	1,225,703	609,934	825,430	326,051	550,149	174,075	3,157,467	2,954,785	3,403,538
Nonproperty taxes	5,815,897	5,286,161	4,923,322	4,833,173	4,909,229	4,773,328	4,685,569	4,391,370	4,028,109	3,756,385
Licenses and permits	3,258,186	3,066,039	2,420,015	2,379,733	2,279,973	2,680,368	2,810,859	3,289,288	3,570,176	3,386,298
Fines and forfeits	501,266	571,770	547,800	527,450	544,259	524,331	513,192	427,241	402,795	489,227
Intergovernmental revenues	27,443,118	35,540,209	31,480,025	37,041,345	29,659,974	29,181,062	24,742,193	22,573,306	32,664,845	24,944,012
Charges for services	14,286,318	13,909,393	12,585,871	12,530,294	13,687,801	13,861,583	12,527,566	11,682,523	11,595,069	11,401,301
Interest earnings	1,620,760	1,630,099	3,208,257	3,173,913	3,649,388	4,951,680	5,627,588	4,827,415	3,321,326	3,020,843
Net increase (decrease) in the fair value of investments	(1,028,062)	(240,340)	(614,664)	(924,764)	(2,008,682)	2,045,623	2,183,099	730,848	(489,892)	(465,593)
Miscellaneous revenues	7,785,582	6,427,896	6,925,433	6,553,480	3,583,948	2,209,994	4,400,318	6,001,604	3,907,969	4,654,733
<b>Total Revenues</b>	<b>127,229,673</b>	<b>131,153,720</b>	<b>119,068,908</b>	<b>121,449,582</b>	<b>107,849,978</b>	<b>110,936,232</b>	<b>105,441,735</b>	<b>103,053,579</b>	<b>103,833,661</b>	<b>90,786,960</b>
<b>EXPENDITURES</b>										
General government	8,247,598	7,764,505	7,189,932	7,049,164	6,691,631	6,873,581	6,368,922	5,964,505	5,403,334	5,100,229
Public safety	39,687,164	38,136,230	37,120,837	35,865,215	34,986,398	34,891,804	31,350,259	29,955,158	27,667,124	26,002,843
Public works	10,980,007	8,823,486	9,800,681	10,253,529	9,096,795	10,640,690	9,120,258	7,682,125	7,754,287	7,394,724
Airport operations	3,418,210	3,485,498	3,192,782	3,116,769	3,038,389	3,192,454	3,105,049	2,734,471	2,860,315	2,569,762
Transit	6,832,839	6,544,287	4,427,520	4,216,924	3,791,674	3,781,225	2,828,406	2,649,879	2,749,219	2,275,346
Culture	8,085,190	7,415,474	7,278,575	7,238,432	6,896,807	7,099,224	6,658,566	6,390,860	6,004,368	5,620,173
Park and recreation	13,101,852	12,651,545	12,495,382	12,341,947	12,024,541	11,728,868	10,929,854	10,357,189	10,079,101	9,308,479
Economic development/tourism	4,149,017	3,635,191	3,316,165	3,262,793	2,601,319	2,352,074	2,457,602	2,218,788	2,509,103	2,262,933
Community reinvestment and unallocated	506,968	537,745	558,095	470,731	572,108	633,038	352,345	469,416	284,907	196,943
Debt service										
Interest	3,434,866	2,775,540	2,377,564	2,110,335	1,284,802	874,312	808,672	1,204,347	871,820	1,044,521
Principal	1,248,524	4,912,264	1,472,961	1,260,612	958,505	663,295	8,043,363	3,237,648	420,979	2,764,417
Capital outlay	38,465,142	36,982,468	45,390,342	55,413,183	46,496,499	55,245,719	18,346,025	58,045,351	44,461,829	27,672,306
<b>Total Expenditures</b>	<b>138,157,377</b>	<b>133,664,233</b>	<b>134,620,836</b>	<b>142,599,634</b>	<b>128,439,468</b>	<b>137,976,284</b>	<b>100,369,321</b>	<b>130,909,737</b>	<b>111,066,386</b>	<b>92,212,676</b>
Excess (deficiency) of revenues over (under) expenditures	(10,927,704)	(2,510,513)	(15,551,928)	(21,150,052)	(20,589,490)	(27,040,052)	5,072,414	(27,856,158)	(7,232,725)	(1,425,716)
<b>OTHER FINANCING SOURCES (USES)</b>										
Sale of land						360,000				
Proceeds from borrowing				26,383,439	8,035,000	9,200,000	9,900,000	5,979,739		
Premiums on issuance of debt				85,609						
Transfers in	28,462,193	28,513,745	15,644,800	16,710,433	14,722,178	23,646,860	23,434,123	20,006,124	16,745,551	19,070,845
Transfers out	(20,303,627)	(18,897,600)	(4,148,389)	(4,385,956)	(4,675,774)	(8,579,997)	(14,016,344)	(5,066,524)	(3,787,385)	(6,879,572)
<b>Total other financing sources (uses)</b>	<b>8,158,566</b>	<b>9,616,145</b>	<b>11,496,411</b>	<b>38,793,525</b>	<b>18,081,404</b>	<b>24,626,863</b>	<b>19,317,779</b>	<b>20,919,339</b>	<b>12,958,166</b>	<b>12,191,273</b>
<b>Net change in fund balances</b>	<b>\$ (2,769,138)</b>	<b>\$ 7,105,632</b>	<b>\$ (4,055,517)</b>	<b>\$ 17,643,473</b>	<b>\$ (2,508,086)</b>	<b>\$ (2,413,189)</b>	<b>\$ 24,390,193</b>	<b>\$ (6,936,819)</b>	<b>\$ 5,725,441</b>	<b>\$ 10,765,557</b>
Debt service as a percentage of noncapital expenditures	4.29%	7.57%	4.35%	3.90%	2.77%	1.88%	10.89%	6.16%	1.96%	5.96%

**CITY OF ROCHESTER, MINNESOTA**  
**TAX CAPACITY AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**

Payable Year	Real Property		Personal Property		Total Tax Capacity (1)	City Tax Rate %	Total Taxable Market Value (1)	% of Tax Capacity to Total Taxable Market Value
	Tax Capacity	Taxable Market Value	Tax Capacity	Taxable Market Value				
2005	\$ 78,600,356	\$ 6,390,285,710	\$ 610,070	\$ 29,020,600	\$ 79,210,426	41.620	\$ 6,419,306,310	1.23
					78,104,210		6,403,581,010	1.22
2006	85,437,761	7,002,553,700	679,693	34,513,900	86,117,454	41.672	7,037,067,600	1.22
					84,983,357		7,015,198,500	1.21
2007	90,949,329	7,512,154,400	822,074	41,718,600	91,771,403	41.707	7,553,873,000	1.21
					90,567,262		7,530,242,600	1.20
2008	95,794,200	7,901,523,500	688,498	35,004,300	96,482,698	42.455	7,936,527,800	1.22
					95,077,087		7,910,965,100	1.20
2009	103,127,070	8,375,322,700	739,892	37,650,400	103,866,962	41.008	8,412,973,100	1.23
					102,305,913		8,385,349,000	1.22
2010	105,604,986	8,548,508,300	810,344	43,140,600	106,415,330	42.817	8,591,648,900	1.24
					104,661,042		8,558,844,600	1.22
2011	105,848,625	8,575,056,496	861,029	45,763,600	106,709,654	44.141	8,620,820,096	1.24
					104,995,949		8,587,630,696	1.22
2012	99,613,525	7,952,933,692 (2)	857,272	45,503,400	100,470,797	49.184	7,998,437,092	1.26
					98,171,649		7,962,184,992	1.23
2013	100,008,612	7,972,893,891	873,344	46,307,000	100,881,956	51.158	8,019,200,891	1.26
					98,582,808		7,982,948,791	1.23
2014	102,722,350	8,140,566,700	955,216	50,463,000	103,677,566	49.447	8,191,029,700	1.27
					101,627,166		8,159,355,400	1.25

(1) Second amounts are net of Tax Increment.

(2) Taxable Market Value was reduced in 2012 as the result of the Market Value Exclusion.

NOTE - Valuations are determined as of January 1 of year preceding tax collection year.

The County determines a property's tax capacity by multiplying a property's estimated market value times the property's class rate which is determined by its use.

The total City tax levy divided by the total City tax capacity determines a percentage, the City tax rate, that is applied to each parcel's tax capacity to determine the tax amount.

**CITY OF ROCHESTER, MINNESOTA  
PROPERTY TAX RATES AND TAX LEVIES  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(Percent of Tax Capacity)**

Fiscal Year	City of Rochester			Overlapping Rates		
	Direct Rate			Range of Tax Rates for Independent	Olmsted County	Range of Total
	Operating	Debt Service	Total Direct Rate	School Districts 531, 534 & 535		Direct and Overlapping Tax Rates
2005	41.620 %	NA %	41.620 %	25.388 - 26.697 %	51.786 %	118.794 - 120.103 %
2006	41.672	NA	41.672	23.695 - 24.881	50.831	116.198 - 117.384
2007	41.707	NA	41.707	22.670 - 38.666	51.957	116.334 - 132.330
2008	42.455	NA	42.455	21.801 - 37.766	52.454	116.710 - 132.675
2009	40.900	0.108	41.008	20.303 - 37.107	52.288	113.491 - 130.295
2010	42.340	0.477	42.817	20.656 - 36.881	52.594	116.067 - 132.292
2011	43.418	0.723	44.141	21.917 - 37.268	54.017	120.075 - 135.426
2012	44.649	4.535	49.184	22.493 - 41.811	57.446	129.123 - 148.441
2013	50.856	0.302	51.158	21.584 - 42.233	57.979	130.721 - 151.370
2014	47.803	1.644	49.447	22.219 - 36.320	58.319	129.985 - 144.086

Source: Olmsted County Assessor

**Note:** The City's direct property tax rate is determined by dividing the amount of tax levied by the Common Council by the City's total tax capacity.

\*Overlapping rates are those of local and county governments that apply to property owners within the City of Rochester. Not all overlapping rates apply to all City of Rochester property owners. Although the county property tax rates apply to all city property owners, some city properties lie within the geographical boundaries of different school districts.

**CITY OF ROCHESTER, MINNESOTA  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO**

Taxpayers (1)	2013 Taxes Payable			2004 Taxes Payable		
	Taxable Tax Capacity	Rank	Percentage of Total City Tax Capacity Value	Taxable Tax Capacity	Rank	Percentage of Total City Tax Capacity Value
Mayo Foundation/Association	\$ 8,330,798	1	8.20 %	\$ 4,340,198	1	6.49 %
MEPC-Apache Properties	1,161,016	2	1.14	973,756	3	1.46
IBM Corporation	884,256	3	0.87	1,146,102	2	1.71
Minnesota Energy Resources	765,297	4	0.75			
Maine Land LLC	459,232	5	0.45			
Sunstone Skyway LLC	385,476	6	0.38			
Mills Properties Inc	328,302	7	0.32			
Grandeville at Cascade Lake LP	313,194	8	0.31			
Kinn 9 3rd Ave LLC	295,702	9	0.29			
IRET Properties	293,059	10	0.29	454,306	4	0.68
Sunstone Kahler				374,178	7	0.56
Mortenson Development				318,408	9	0.48
BGD5 - Ltd Partnership				449,250	5	0.67
Utilicorp United				400,813	6	0.60
Leslie E Nelson (various prop)				291,652	10	0.44
Seneca Foods				335,685	8	0.50
<b>TOTAL</b>	<b>\$13,216,332</b>		<b>13.00 %</b>	<b>\$ 9,084,348</b>		<b>13.59 %</b>

(1) Source: Olmsted County Assessor

**CITY OF ROCHESTER, MINNESOTA  
SCHEDULE OF PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

Fiscal Year Ended December 31	Taxes Levied for the Fiscal Year	Net Tax Levy for the Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date (2)		Total Delinquent Taxes (3)	Delinquent Taxes As A % Of Total Net Tax Levy
			Amount	Percentage of Net Levy		Amount	Percentage of Net Levy		
2004	\$ 27,189,112	\$ 25,100,811	\$ 24,842,761	98.97%	\$ 169,195	\$ 25,011,956	99.65%	\$ (2,790)	(0.01)
2005	32,370,616	30,167,456	29,854,020	98.96	157,977	30,011,997	99.48	(1,963)	(0.01)
2006	35,159,505	32,947,173	32,528,890	98.73	247,543	32,776,433	99.48	460	0.00
2007	37,438,500	35,219,727	34,649,500	98.38	353,322	35,002,822	99.38	867	0.00
2008	39,965,404	37,769,398	37,245,742	98.61	358,859	37,604,601	99.56	(7,606)	(0.02)
2009	41,487,000	39,282,764	38,551,029	98.14	488,243	39,039,272	99.38	10,738	0.03
2010	44,272,624	42,032,311	41,252,386	98.14	459,886	41,712,272	99.24	21,927	0.05
2011	45,832,300	43,528,945	42,867,162	98.48	209,646	43,076,808	98.96	53,018	0.12
2012	47,934,440	47,935,157 (4)	47,401,428	98.89	100,217	47,501,645	99.10	100,218	0.21
2013	49,048,118	49,050,665 (4)	48,651,206	99.19		48,651,206	99.19	358,070	0.73

- (1) Tax Levy adjusted for Market Value Credit in 2004-2011.
- (2) Excludes Tax Increment Districts and Mobile Home Tax Collections.
- (3) On records of Olmsted County Auditor before allowance for uncollectible and excludes Mobile Home Taxes. Olmsted County Auditor Balances are net of tax abatements and additions which are not presented in this schedule.
- (4) The Net Tax Levy amount is slightly higher in 2012 and 2013 due to rounding by the formula that Olmsted County uses to spread the tax levy across the multitude of properties.

**CITY OF ROCHESTER, MINNESOTA  
ELECTRIC, WATER AND SANITARY SEWER CHARGES BY CUSTOMER  
LAST TEN FISCAL YEARS**

Electricity (in millions of Kilowatt Hours) <u>Type of Customer</u>	Fiscal Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Residential	349	343	346	345	325	328	343	334	327	300
General Service	641	635	643	644	634	641	641	624	609	593
Industrial Service	225	237	237	240	246	307	308	293	286	271
Street & Highway Lighting	7	6	7	7	7	6	7	7	7	7
Rental Lights	1	1	1	1	1	1	1	1	1	1
Interdepartmental Service	8	8	7	7	8	8	9	9	8	8
<b>Total KWH</b>	<b>1,231</b>	<b>1,230</b>	<b>1,241</b>	<b>1,244</b>	<b>1,221</b>	<b>1,291</b>	<b>1,309</b>	<b>1,268</b>	<b>1,238</b>	<b>1,180</b>
Total direct rate per Kilowatt Hour	\$ 0.105	\$ 0.105	\$ 0.105	\$ 0.101	\$ 0.099	\$ 0.092	\$ 0.089	\$ 0.081	\$ 0.073	\$ 0.071
<b>Water (in millions of gallons)</b> <u>Type of Customer</u>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Residential	2,141	2,372	2,193	2,107	2,250	2,297	2,379	2,375	2,246	2,058
Commercial Service	1,500	1,654	1,585	1,505	1,549	1,617	1,654	1,594	1,543	1,484
Industrial Service	537	507	525	521	518	462	534	575	524	577
Interdepartmental Service	56	44	54	68	85	161	198	136	111	189
<b>Total gallons</b>	<b>4,234</b>	<b>4,577</b>	<b>4,357</b>	<b>4,201</b>	<b>4,402</b>	<b>4,537</b>	<b>4,765</b>	<b>4,680</b>	<b>4,424</b>	<b>4,308</b>
Total direct rate per 1,000 gallons	\$ 1.778	\$ 1.724	\$ 1.740	\$ 1.758	\$ 1.687	\$ 1.655	\$ 1.606	\$ 1.529	\$ 1.474	\$ 1.395
<b>Sanitary Sewer (in millions of gallons)</b> <u>Type of Customer</u>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Residential	1,596	1,563	1,591	1,641	1,679	1,640	1,586	1,637	1,622	1,640
Commercial	1,853	1,636	1,639	1,639	1,633	1,787	1,683	1,787	1,703	1,725
Industrial	830	807	774	734	835	638	697	722	689	981
<b>Total gallons</b>	<b>4,279</b>	<b>4,006</b>	<b>4,004</b>	<b>4,014</b>	<b>4,147</b>	<b>4,065</b>	<b>3,966</b>	<b>4,146</b>	<b>4,014</b>	<b>4,346</b>
Total direct rate per 1,000 gallons	\$ 4.630	\$ 4.571	\$ 4.225	\$ 3.851	\$ 3.272	\$ 2.287	\$ 2.096	\$ 1.895	\$ 1.744	\$ 1.673

**Source:** City of Rochester Public Utilities - Electric & Water  
City of Rochester - Water Reclamation Plant - Sanitary Sewer

**CITY OF ROCHESTER, MINNESOTA  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

**Governmental Activities**

Fiscal Year	Taxable GO Bonds <sup>3</sup>	Sales Tax Bonds	Sales Tax Notes	Tax Increment Bonds <sup>1</sup>	Equipment Certificates of Indebtedness <sup>1</sup>	Airport Hangar Notes	REDA Lease Revenue Bonds	Energy Improvement Loan	Pollution Cleanup Loan <sup>3</sup>
2004	\$	\$ 10,458,673	\$ 2,295,000	\$ 2,603,879	\$	\$ 314,287	\$	\$	\$
2005		10,258,673	2,188,000	2,547,435		256,752			
2006		7,275,130	2,078,000	2,465,264		458,762		5,715,795	
2007			1,965,000	2,378,511		374,832	9,900,000	5,231,245	
2008			4,349,000	2,286,921		304,172	16,600,000	4,846,199	
2009			4,143,000	10,036,806	815,000	237,776	16,600,000	4,445,206	
2010	26,785,609		3,928,000	9,841,721	740,000	189,851	16,215,000	4,027,603	108,439
2011	26,781,386		3,707,000	9,586,023	665,000	141,926	15,810,000	3,592,703	
2012	26,728,006			9,079,422	595,000	101,178	15,385,000	3,139,789	
2013	25,854,627			8,548,965	520,000	74,786	14,940,000	2,668,116	

**Note:** Details of the city's outstanding debt can be found in the notes to the financial statements.

- 1 City issued \$8,035,000 GO Taxable Tax Increment Bonds; \$2,825,000 of GO Revenue Refunding Bonds; \$815,000 of GO Equipment Certificates of Indebtedness and \$6,790,000 of Electric Utility Revenue Notes in 2009; \$60,840,000 of GO Revenue Crossover Refunding Bonds in 2012
- 2 Includes general bonded debt, other governmental activities debt, blended component unit debt and business-type activities debt.
- 3 City issued \$26,700,000 Taxable GO Build America Bonds and a Minnesota Department of Economic Development Pollution Cleanup Reimbursement Loan Note in 2010.

See Schedule 15 for personal income and population data.

Business-Type Activities							
Total Governmental Activities Debt	Electric/Water Revenue Bonds/Notes	Wastewater Utility Bonds <sup>1</sup>	Obligation Under Capital Lease	Total Business Activities Debt <sup>1</sup>	Total Primary Government Debt <sup>2</sup>	Percentage of Personal Income	Per Capita
\$ 15,671,839	\$44,707,806	\$95,269,362	\$	\$ 139,977,168	\$ 155,649,007	4.48%	1,642
15,250,860	48,808,798	94,236,219		143,045,017	158,295,877	4.38%	1,629
17,992,951	48,580,707	92,838,076		141,418,783	159,411,734	4.17%	1,616
19,849,588	95,563,178	140,811,294	663,703	237,038,175	256,887,763	6.35%	2,547
28,386,292	92,858,838	138,746,229	450,604	232,055,671	260,441,963	6.11%	2,542
36,277,788	96,601,878	135,403,610	228,252	232,233,740	268,511,528	6.10%	2,568
61,836,223	92,387,227	131,964,877	16,867	224,368,971	286,205,194	6.02%	2,681
60,284,038	88,390,093	128,110,462	12,505	216,513,060	276,797,098	5.80%	2,561
55,028,395	84,186,770	197,467,210	518,410	282,172,390	337,200,785	6.74%	3,082
52,606,494	123,084,540	191,886,009	258,123	315,228,672	367,835,166	N/A	3,334

**CITY OF ROCHESTER, MINNESOTA  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

**General Bonded Debt Outstanding**

Fiscal Year	Taxable GO Bonds	Sale Tax Bonds and Notes	Tax Increment Bonds	Wastewater Utility Bonds	Equipment Certificates of Indebtedness	Total	Less: Available In Debt Service	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
2004	\$	\$ 12,753,673	\$ 2,603,879	\$ 95,269,362	\$	\$ 110,626,914	\$ (549)	\$ 110,626,365	1.92	\$ 1,167
2005		12,446,673	2,547,435	94,236,219		109,230,327		109,230,327	1.70	1,124
2006		9,353,130	2,465,264	92,838,076		104,656,470	(107,469)	104,549,001	1.49	1,060
2007		1,965,000	2,378,511	140,811,294		145,154,805	(824,831)	144,329,974	1.91	1,431
2008		4,349,000	2,286,921	138,746,229		145,382,150	(772,422)	144,609,728	1.82	1,412
2009		4,143,000	10,036,806	135,403,610	815,000	150,398,416	(620,869)	149,777,547	1.78	1,432
2010	26,785,609	3,928,000	9,841,721	131,964,877	740,000	173,260,207	(562,948)	172,697,259	2.01	1,617
2011	26,781,386	3,707,000	9,586,023	128,110,462	665,000	168,849,871	(627,491)	168,222,380	1.95	1,556
2012	26,728,006		9,079,422	197,467,210	595,000	233,869,638	(74,780,296) (1)	159,089,342	1.99	1,454
2013	25,854,627		8,548,965	191,886,009	520,000	226,809,601	(71,652,154)	155,157,447	1.93	1,406

**Note:** Details regarding the city's outstanding debt can be found in the notes to the financial statements.

See Schedule 15 for personal income and population data

See Schedule 5 for estimated market value information

Source: City of Rochester Finance Department

(1) Includes funds of \$70,130,432 (2013) and \$73,286,008 (2012) in an escrow account to cover three years of interest payments on the Series 2012A Bonds and the 2016-2026 maturities of the Series 2004A Bonds

**CITY OF ROCHESTER, MINNESOTA**  
**COMPUTATION OF DIRECT AND INDIRECT GENERAL OBLIGATION BONDED DEBT**  
**AND LEGAL DEBT MARGIN**  
**December 31, 2013**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Independent School District #531	\$ 47,489,919	0.49%	\$ 232,701
Independent School District #534	8,498,076	9.90%	841,310
Independent School District #535	79,928,462	85.35%	68,218,942
<b>Other debt</b>			
Olmsted County	99,887,829	69.54%	69,461,996
Independent School District #534	748,300	9.90%	<u>74,082</u>
Subtotal, overlapping debt			138,829,030
<b>City direct debt</b>	52,606,494		<u>52,606,494</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 191,435,524</u></u>

**Sources:** Tax capacity data to estimate applicable percentages provided by Olmsted County Property Records  
Debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Rochester. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using tax capacity values. Applicable percentages were estimated by determining the portion of another governmental unit's tax capacity value that is within the City's boundaries and dividing it by each unit's total tax capacity value.

**CITY OF ROCHESTER, MINNESOTA  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**  
(Dollars in Thousands)

**Legal Debt Margin Calculation for the Fiscal Year 2013**

Market Value	\$ 8,191,030
Debt Limit (2% of market value)	<u>163,821</u>
Debt applicable to limit:	
Energy improvement loan	2,668
GO Equipment Certificates	520
Taxable GO Build America Bonds, Series 2010A	25,780
Less: Amount set aside for repayment of:	
Energy Improvement Loan	(188)
Public Works and Transit Operation Center Bond	<u>(1,332)</u>
Total net debt applicable to limit	<u>27,448</u>
Legal debt margin	<u><u>\$ 136,373</u></u>

	<b>Fiscal Year</b>									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Debt limit	\$ 163,821	\$ 160,384	\$ 239,953	\$ 258,625	\$ 257,749	\$ 168,259	\$ 158,731	\$ 151,077	\$ 140,741	\$ 128,387
Total net debt applicable to limit	<u>27,448</u>	<u>28,892</u>	<u>30,336</u>	<u>30,911</u>	<u>5,019</u>	<u>4,540</u>	<u>4,990</u>	<u>5,609</u>		
Legal debt margin	\$ 136,373	\$ 131,492	\$ 209,617	\$ 227,714	\$ 252,730	\$ 163,719	\$ 153,741	\$ 145,468	\$ 140,741	\$ 128,387
Total net debt applicable to the limit as a percentage of debt limit	16.75%	18.01%	12.64%	11.95%	1.95%	2.70%	3.14%	3.71%	0.00%	0.00%

The legal debt limit for Cities of the First Class in Minnesota is 2% of the market value of taxable property. The City of Rochester became a City of the First Class in 2012. This limit applies only to the City's general obligation tax levy bonds and excludes improvement, revenue, tax increment and sales tax supported bonds.

**CITY OF ROCHESTER, MINNESOTA**  
**PLEDGED REVENUE COVERAGE**  
**LAST TEN FISCAL YEARS**  
(Dollars in Thousands)

Fiscal Year	Electric Utility Bonds						Water Utility Note					
	Utility Service Charges & Taxes	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	Utility Service Charges & Taxes	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest					Principal	Interest	
2004	\$ 102,340	\$ 91,257	\$ 11,083	\$ 1,265	\$ 2,251	3.15	\$	\$	\$	\$	\$	
2005	112,432	97,047	15,385	1,655	2,414	3.78						
2006	130,723	117,883	12,840	1,750	2,427	3.07	7,748	5,171	2,577			25 103.08
2007	156,772	120,945	35,827	2,335	3,252	6.41	8,274	5,230	3,044	355	72	7.13
2008	147,462	129,655	17,807	2,165	4,202	2.80	8,174	5,248	2,926	370	55	6.88
2009	136,149	120,377	15,772	2,485	4,064	2.41	8,192	5,439	2,753	390	42	6.37
2010	142,768	127,248	15,520	3,630	4,061	2.02	8,133	5,426	2,707	410	20	6.29
2011	142,413	123,151	19,262	3,824	3,871	2.50	8,321	6,199	2,122			
2012	142,603	123,562	19,041	4,025	3,888	2.41	8,620	5,959	2,661			
2013	140,978	126,786	14,192	5,105	4,492	1.48	8,282	6,385	1,897			
Fiscal Year	Sewer Utility Bonds						Airport T-Hanger Notes					
	Utility Service Charges & Taxes	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	Airport Hangar Rental	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest					Principal	Interest	
2004	\$ 9,407	\$ 6,000	\$ 3,407	\$ 770	\$ 900	2.04	\$ 55	\$	\$ 55	\$ 58	\$	0.96
2005	10,208	6,587	3,621	785	4,077	0.74	57		57	58		0.99
2006	11,394	6,930	4,464	1,150	4,041	0.86	63		63	62		1.02
2007	13,234	8,354	4,880	1,770	5,634	0.66	65		65	84		0.77
2008	13,647	9,471	4,176	1,815	5,774	0.55	61		61	71		0.86
2009	15,151	8,683	6,468	5,915	5,480	0.57	59		59	66		0.89
2010	16,873	8,555	8,318	3,190	5,369	0.97	59		59	48		1.23
2011	18,382	9,046	9,336	3,605	5,272	1.05	60		60	48		1.25
2012	20,462	9,722	10,740	2,875	6,954	1.09	59		59	41		1.44
2013	21,926	10,294	11,632	4,835	6,709	1.01	56		56	26		2.15
Fiscal Year	REDA Lease Revenue Bonds											
	Building Rental	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage						
				Principal	Interest							
2010	\$ 981	\$	\$ 981	\$ 385	\$ 772	0.85						
2011	1,063		1,063	405	753	0.92						
2012	1,063		1,063	425	734	0.92						
2013	1,063		1,063	445	713	0.92						

**Note:** Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expense, but does include payments to the City's General Fund in lieu of tax, reported as transfers out on Form C-2.

**CITY OF ROCHESTER, MINNESOTA  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

<b>YEAR</b>	<b>POPULATION (1)</b>	<b>PERSONAL INCOME</b> (thousands of dollars)	<b>PER CAPITA PERSONAL INCOME (2)</b>	<b>PUBLIC SCHOOL ENROLLMENT (3)</b>	<b>UNEMPLOYMENT RATE (4)</b>
2004	94,820	\$ 3,472,214	\$ 36,619	15,528	4.1
2005	97,191	3,615,311	37,198	15,449	3.5
2006	98,649	3,819,196	38,715	15,868	3.2
2007	100,845	4,045,700	40,118	16,330	4.0
2008	102,437	4,266,296	41,648	16,181	5.4
2009	104,578	4,399,178	42,066	15,804	6.0
2010	106,769	4,753,569	44,522	16,427	5.5
2011	108,100	4,775,209	44,174	16,443	4.8
2012	109,400	4,999,799	45,702	16,734	4.8
2013	110,337	N/A	N/A	16,889	3.8

Sources: (1) State Demographers Estimate/2012-Census Bureau  
(2) Bureau of Economic Analysis - Rochester MSA  
(3) Independent School District #535  
(4) Minnesota Department of Jobs & Training

**CITY OF ROCHESTER, MINNESOTA  
PRINCIPAL EMPLOYERS  
PREVIOUS YEAR AND NINE YEARS AGO**

Employer	2012			2004		
	Employees <sup>(1)</sup>	Rank	Percentage of Total City Employment <sup>(2)</sup>	Employees <sup>(4)</sup>	Rank <sup>(4)</sup>	Percentage of Total City Employment <sup>(4)</sup>
Mayo Clinic	35,000	1	30.49%	N/A	N/A	N/A
IBM <sup>(3)</sup>	N/A			N/A	N/A	N/A
Rochester Public Schools	2,367	2	2.06%	N/A	N/A	N/A
Olmsted County	1,215	3	1.06%	N/A	N/A	N/A
Olmsted Medical Center	1,166	4	1.02%	N/A	N/A	N/A
Charter Communications	873	5	0.76%	N/A	N/A	N/A
City of Rochester	840	6	0.73%	N/A	N/A	N/A
Crenlo	703	7	0.61%	N/A	N/A	N/A
Interstate Hotels & Resorts	680	8	0.59%	N/A	N/A	N/A
RCTC	500	9	0.44%	N/A	N/A	N/A
Federal Medical Center	450	10	0.39%	N/A	N/A	N/A

(1) Rochester Area Economic Development, Inc

(2) Bureau of Economic Analysis -  
Rochester MSA 2012 employment

(3) Company does not provide data

(4) Comparative information not available prior to 2005

**CITY OF ROCHESTER, MINNESOTA**  
**FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION**  
**LAST TEN FISCAL YEARS**

<b>Function</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Mayor and Council	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00
City Administrator	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Development District Administration	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Central Business District Maintenance	1.00	1.00	1.00	1.00	1.00	0.67				
City Clerk/Elections/Parking Ticket Coll.	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Finance	12.00	11.50	11.00	11.00	11.00	11.00	11.00	11.00	11.00	10.00
City Attorney	12.00	12.00	12.00	11.50	11.00	11.00	11.00	11.00	11.00	10.00
Human Resources	9.00	8.50	8.00	8.00	8.00	8.00	7.17	7.00	6.00	6.00
Information Systems	11.00	10.50	10.00	10.00	10.00	10.00	10.00	10.00	9.00	7.00
Maintenance City Hall	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
<b>General Government</b>	<b>67.00</b>	<b>65.50</b>	<b>64.00</b>	<b>63.50</b>	<b>63.00</b>	<b>62.67</b>	<b>61.17</b>	<b>61.00</b>	<b>59.00</b>	<b>55.00</b>
Police	164.50	164.50	164.17	162.18	161.50	156.50	151.00	145.00	141.33	138.00
Public Safety Communications	25.00	25.00	25.00	25.00	25.00	25.00	25.00	26.00	25.00	25.00
Fire	104.00	104.00	104.00	104.00	107.00	107.67	107.00	107.00	104.00	103.58
Building Safety	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00	25.00
Animal Control	3.00	3.00	3.00	3.00	4.00	4.00	4.00	3.00	3.00	3.00
Flood Control Maintenance	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Emergency Management	1.00	1.00	1.00	0.50						
<b>Public Safety</b>	<b>325.50</b>	<b>325.50</b>	<b>325.17</b>	<b>322.68</b>	<b>325.50</b>	<b>321.17</b>	<b>315.00</b>	<b>309.00</b>	<b>301.33</b>	<b>296.58</b>
Engineering	34.00	35.00	35.00	35.00	36.00	35.83	35.00	35.00	33.00	33.00
Traffic	8.00	8.00	8.00	8.00	9.00	9.00	9.00	10.00	8.00	8.00
Street and Alley	47.00	44.00	44.00	44.00	45.00	45.00	44.25	44.00	43.75	41.00
<b>Public Works</b>	<b>89.00</b>	<b>87.00</b>	<b>87.00</b>	<b>87.00</b>	<b>90.00</b>	<b>89.83</b>	<b>88.25</b>	<b>89.00</b>	<b>84.75</b>	<b>82.00</b>
Music	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Library	51.25	49.75	49.75	50.75	52.75	52.58	51.75	51.75	50.25	50.25
<b>Total Culture</b>	<b>55.25</b>	<b>53.75</b>	<b>53.75</b>	<b>54.75</b>	<b>56.75</b>	<b>56.58</b>	<b>55.75</b>	<b>55.75</b>	<b>54.25</b>	<b>54.25</b>
Park & Recreation Administration	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Recreation	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Golf	11.00	9.00	9.00	11.00	12.00	12.00	11.00	11.00	11.00	11.00
Tennis Center	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Volleyball Center	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Graham Arenas	3.00	3.00	3.00	3.00	3.00	2.83	2.00	2.00	2.00	2.00
Parks	28.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00	26.75
Parkway Landscaping	2.00	2.00	1.42							
Recreation Center	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Mayo Civic Center	15.00	15.00	15.00	15.00	15.00	13.83	13.00	13.00	13.00	13.00
<b>Parks and Recreation</b>	<b>74.00</b>	<b>72.00</b>	<b>71.42</b>	<b>72.00</b>	<b>73.00</b>	<b>71.66</b>	<b>69.00</b>	<b>69.00</b>	<b>69.00</b>	<b>67.75</b>
<b>Total Governmental Activities</b>	<b>610.75</b>	<b>603.75</b>	<b>601.34</b>	<b>599.93</b>	<b>608.25</b>	<b>601.91</b>	<b>589.17</b>	<b>583.75</b>	<b>568.33</b>	<b>555.58</b>
Parking Administration/Operations	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	5.00
Electric Utility	186.00	186.00	185.00	182.00	189.00	186.00	181.00	181.00	176.00	172.00
Water Utility	21.00	21.00	19.00	19.00	19.00	19.00	20.00	20.00	20.00	20.00
Sewer Utility	38.00	39.00	38.50	37.00	38.00	38.00	37.50	36.00	37.00	37.00
Storm Water Utility	6.00	5.79	5.00	6.00	6.00	6.00	6.00	6.00	5.00	5.00
<b>Total Business Activities</b>	<b>255.00</b>	<b>255.79</b>	<b>251.50</b>	<b>248.00</b>	<b>256.00</b>	<b>253.00</b>	<b>248.50</b>	<b>247.00</b>	<b>242.00</b>	<b>239.00</b>
<b>Totals for Organization</b>	<b>865.75</b>	<b>859.54</b>	<b>852.84</b>	<b>847.93</b>	<b>864.25</b>	<b>854.91</b>	<b>837.67</b>	<b>830.75</b>	<b>810.33</b>	<b>794.58</b>

Source: City's Adopted Budgets

**CITY OF ROCHESTER, MINNESOTA**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

<b>Function/Program</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
<b>Police</b>										
Part I crimes	2,780	2,953	2,557	2,679	3,117	3,183	2,835	2,826	2,743	2,873
Part II crimes	3,070	3,465	3,647	3,832	4,160	4,143	4,037	3,903	3,813	4,049
Arrests	2,904	2,974	2,881	3,422	3,857	3,757	3,692	3,350	3,646	4,089
<b>Fire</b>										
Total emergency responses	8,798	8,578	7,975	8,023	7,585	7,719	7,542	6,661	6,543	6,124
EMS responses	5,918	5,692	5,544	5,095	4,935	5,096	4,449	4,481	3,871	3,486
Fire responses	211	223	189	214	200	232	283	268	200	245
<b>Public Works</b>										
Streets resurfaced (miles)	28	11	14	12	17	17	7	10	12	10
Residential snow plowing (miles)	5,420	5,120	4,680	5,000	5,500	4,320	4,320	4,010	4,050	4,000
<b>Airport</b>										
Airline passengers	223,791	214,522	224,327	240,237	257,426	297,857	319,233	296,889	283,113	277,504
Air cargo (millions of pounds)	20.03	19.40	18	18.00	17.00	18.00	29.07	28.90	29.60	34.20
<b>Transit</b>										
Passengers (millions)	1.75	1.78	1.70	1.56	1.62	1.77	1.55	1.43	1.43	1.17
Route miles (thousands)	1,212	1,257	1,260	1,261	1,167	1,084	990	953	940	970
<b>Library</b>										
Annual circulation (millions)	1.74	1.64	1.64	1.61	1.60	1.60	1.51	1.47	1.48	1.40
<b>Park &amp; Recreation</b>										
Rounds of golf played	86,700	100,100	90,027	97,337	98,525	96,905	91,484	105,076	90,298	136,000
Hours of arena ice rentals	9,000	9,000	8,000	8,000	8,000	8,000	8,000	2,810	2,900	2,695
Civic center event-days	1,463	1,849	2,117	1,293	1,353	1,480	1,203	1,279	1,348	1,337
<b>Electric Utility</b>										
Number of customers	50,382	49,990	49,407	48,219	47,675	47,407	46,954	46,433	45,586	44,545
Average daily consumption (megawatt hours)	3,372	3,371	3,401	3,410	3,345	3,537	3,584	3,470	3,393	3,232
<b>Water Utility</b>										
Number of customers	38,034	37,667	37,269	36,951	36,732	36,413	36,070	35,527	34,761	33,756
Average daily consumption (millions of gallons)	11.60	12.54	12.00	11.51	12.06	12.43	13.05	12.80	12.12	11.80
<b>Sanitary Sewer Utility</b>										
Gallons of wastewater treated annually (millions of gallons)	5,049	4,846	5,114	5,004	4,836	4,847	5,030	4,904	4,914	5,333

Sources: Various City Department's annual budget workload measurements

**CITY OF ROCHESTER, MINNESOTA**  
**CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

<b>Function/Program</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Fire										
Stations	5	5	5	5	5	5	4	4	4	4
Public Works										
Streets (miles)	529	526	524	522	511	507	502	500	483	468
Intersections w/traffic signals	147	146	142	142	142	139	137	139	141	133
Street lights	9,360	9,245	9,255	9,240	9,180	9,085	9,045	8,814	8,299	7,667
Storm sewer (miles)	294	291	291	322	266	264	262	261	254	228
Airport										
9,033' x 150' No./So. runway	1	1	1	1	1	1	1	1	1	
7,533' x 150' No./So.runway										1
7,300' x 150' E/W runway	1	1	1	1	1	1	1	1	1	1
Transit										
Transit buses	45	52	50	48	44	44	44	56	56	46
Bus shelters	68	67	67	67	62	60	60	60	60	60
Library										
Holdings (thousands)	486	482	474	460	454	438	429	435	439	401
Park & Recreation										
Acres of parkland	4,129	4,060	3,606	3,603	3,603	3,093	3,060	3,045	3,030	3,015
Number of parks	118	111	105	104	104	103	101	99	96	94
Number of golf courses	4	4	4	4	4	4	4	4	4	4
Electric Utility										
Miles of distribution line	788	772	769	742	726	717	709	697	678	679
Water Utility										
Miles of watermain	578	574	571	570	569	565	561	557	543	528
Number of fire hydrants	6,849	6,799	6,773	6,751	6,735	6,693	6,598	6,554	6,361	6,189
Sanitary Sewer Utility										
Miles of sanitary sewer	505	473	473	472	470	467	467	466	456	455
Treatment capacity (thousands of gallons)	23,850	23,850	23,850	23,850	23,850	23,850	23,850	19,100	19,100	19,100
Area of City (square miles)	55.08	54.75	54.73	54.67	54.67	53.41	51.89	51.44	50.90	49.26

Sources: Various City Department's annual financial report statistics and budget workload measurements