

**CITY OF ROCHESTER, MINNESOTA**  
**COMBINING AND INDIVIDUAL NONMAJOR**  
**FUND STATEMENTS AND SCHEDULES**  
**DECEMBER 31, 2006**

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# CITY OF ROCHESTER, MINNESOTA

## NONMAJOR FUNDS

DECEMBER 31, 2006

### SPECIAL REVENUE FUNDS

#### **Library Fund:**

The Library Fund was established in 1968 by Council resolution to account for all gifts, donations and contributions, all fees and such other monies collected from the operation of the Library and all taxes levied by the Common Council for Library purposes.

#### **Municipal Recreation System Fund:**

This fund was created by Council resolution, under the authority of City Charter Chapter XI to account for the activities of the Park and Recreation System.

#### **Law Enforcement Block Grants Fund:**

This fund was established in 1996, as required by the Department of Justice, to account for grant revenues and eligible expenditures.

#### **Airport Operations Fund:**

This fund was established in 1998 by Council resolution to account for the revenues and expenditures of the Rochester International Airport operations.

#### **The F.E. Williams Estate Fund:**

This fund was established to account for the gift of property made by Mr. Frank E. Williams to be used "for the acquiring of or the support of, or the maintenance of a playground or playgrounds, for children under 15 years of age."

**Transit Fund:** This fund was established to account for the financial resources received for the support of regular route, dial-a-ride and rideshare services.

**Economic Development Authority Fund:** This fund was established to account for development allowable only under specific state statute.

#### **Community Development Projects Fund:**

This fund was established to account for the financial resources received under Title I of the Housing and Community Development Act of 1974.

### DEBT SERVICE FUNDS

#### **Tax Increment Bonds Fund:**

These funds are used to account for the accumulation of resources (tax increment revenue) for payment of tax increment general obligation bonds and interest.

#### **Airport Hangar Construction Notes Fund:**

These funds are used to account for the accumulation of resources (hangar rental income) for payment of airport hangar construction notes.

#### **Sales Tax Revenue Bonds Fund:**

This fund is used to account for the accumulation of revenue (sales tax revenue) for payment of the General Obligation Sales Tax Revenue Bonds of 2000.

# CITY OF ROCHESTER, MINNESOTA

## NONMAJOR FUNDS

DECEMBER 31, 2006

### DEBT SERVICE FUNDS (continued)

#### **Transportation Sales Tax Note Fund:**

This fund is used to account for the accumulation of resources (sales tax revenue) for payment of the 2001 general obligation sales tax revenue note.

#### **Facility Energy Improvements Loan Fund:**

This fund is used to account for the resources provided in the annual appropriations for operating departments to repay the amount borrowed under a energy improvement loan to fund facility energy improvements .

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**CITY OF ROCHESTER, MINNESOTA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
December 31, 2006

	Special Revenue						
	Library	Municipal Recreation System	Law Enforcement Block Grants	Airport Operations	F.E. Williams Estate	Transit	
<b>ASSETS</b>							
Cash and cash equivalents	\$ 56,563	\$ 406,461	\$ 33,337	\$ 33,826	\$ 24,741	\$ 7,610	\$
Investments	1,394,300	2,092,100		2,605,800	223,900	447,800	
Accrued interest receivable	13,700	20,600		25,600	2,200	4,400	
Accounts receivable (net of allowance for uncollectibles)	56	441,120		1,136,729		21,532	
Loans receivable							
Taxes receivable delinquent	53,322	59,697		9,901		588	
Special assessments receivable delinquent		762					
Due from other funds	13,616	34,155		61,259			
Due from other governmental units	34,658	120,912		93,314		234,638	
Prepaid items	12,786	4,300					
<b>TOTAL ASSETS</b>	<b>\$ 1,579,001</b>	<b>\$ 3,180,107</b>	<b>\$ 33,337</b>	<b>\$ 3,966,429</b>	<b>\$ 250,841</b>	<b>\$ 716,568</b>	<b>\$</b>
<b>LIABILITIES AND FUND BALANCE</b>							
Liabilities:							
Accounts payable	\$ 106,044	\$ 92,758	\$ 1,262	\$ 135,850		\$ 97,286	\$ 9,586
Deposits payable	6,816	339,312					
Accrued compensation and payroll taxes	146,927	207,178				224	
Due to other funds	11,711	145,607		50,356			24,118
Due to other governmental units	16,444	134,367	364	21,322		21	
Advances from other funds		1,100,952					
Deferred revenue	53,322	60,460		9,900		588	
<b>Total Liabilities</b>	<b>341,264</b>	<b>2,080,634</b>	<b>1,626</b>	<b>217,428</b>		<b>98,119</b>	<b>33,704</b>
Fund Balance:							
Reserved for prepaid items	12,786	4,300					
Reserved for debt service							
Reserved for encumbrances	24,900	17,762				12,479	
Unreserved:							
Designated for future compensated absences	515,676	961,471					
Designated for subsequent years' appropriations	257,099	54,795	31,711				
Undesignated	427,276	61,145		3,749,001	250,841	605,970	(33,704)
<b>Total Fund Balance</b>	<b>1,237,737</b>	<b>1,099,473</b>	<b>31,711</b>	<b>3,749,001</b>	<b>250,841</b>	<b>618,449</b>	<b>(33,704)</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 1,579,001</b>	<b>\$ 3,180,107</b>	<b>\$ 33,337</b>	<b>\$ 3,966,429</b>	<b>\$ 250,841</b>	<b>\$ 716,568</b>	<b>\$</b>

Community Development Projects	Total	Debt Service					Total	Total Nonmajor Governmental Funds
		Tax Increment Bonds	Airport Hangar Construction Notes	Sales Tax Revenue Bonds	Transportation Sales Tax Note	Facility Energy Improvements Loan		
\$	\$ 562,538	\$	\$	\$	\$	\$ 6,738	\$ 6,738	\$ 569,276
	6,763,900							6,763,900
	66,500							66,500
	1,599,437							1,599,437
2,899,737	2,899,737							2,899,737
	123,508							123,508
	762							762
	109,030					120,095	120,095	229,125
107,664	591,186							591,186
	17,086							17,086
<u>\$ 3,007,401</u>	<u>\$ 12,733,684</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 126,833</u>	<u>\$ 126,833</u>	<u>\$ 12,860,517</u>
\$ 76,441	\$ 519,227	\$	\$	\$	\$	\$ 19,364	\$ 19,364	\$ 538,591
	346,128							346,128
	354,329							354,329
13,616	245,408							245,408
17,607	190,125							190,125
	1,100,952							1,100,952
2,899,737	3,024,007							3,024,007
<u>3,007,401</u>	<u>5,780,176</u>					<u>19,364</u>	<u>19,364</u>	<u>5,799,540</u>
	17,086							17,086
	55,141					107,469	107,469	107,469
								55,141
	1,477,147							1,477,147
	343,605							343,605
	5,060,529							5,060,529
	<u>6,953,508</u>					<u>107,469</u>	<u>107,469</u>	<u>7,060,977</u>
<u>\$ 3,007,401</u>	<u>\$ 12,733,684</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 126,833</u>	<u>\$ 126,833</u>	<u>\$ 12,860,517</u>

**CITY OF ROCHESTER, MINNESOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended December 31, 2006

	Special Revenue						Economic Development Authority
	Library	Municipal Recreation System	Law Enforcement Block Grants	Airport Operations	F.E. Williams Estate	Transit	
<b>REVENUES</b>							
General property taxes	\$ 3,938,279	\$ 4,479,624	\$	\$ 735,702	\$	\$ 42,497	\$
Tax increments							
Sales tax							
Intergovernmental revenues	1,138,867	338,389	30,470	251,146		2,582,401	
Charges for services	163,213	5,212,282		2,647,146		150,853	
Interest earnings	28,692	54,389	1,029	115,892	9,874	19,494	
Net increase (decrease) in the fair value of investments	10,500	16,700		21,300	2,400	3,400	(187)
Miscellaneous revenues	117,156	68,675		18,000	11,546	28,033	
<b>Total Revenues</b>	<b>5,396,707</b>	<b>10,170,059</b>	<b>31,499</b>	<b>3,789,186</b>	<b>23,820</b>	<b>2,826,678</b>	<b>(187)</b>
<b>EXPENDITURES</b>							
Culture	5,364,731						
Park and recreation		10,357,189					
Public safety			41,585				
Airport operations				2,734,471			
Transit						2,649,879	
Economic development/tourism							33,517
Debt service							
<b>Total Expenditures</b>	<b>5,364,731</b>	<b>10,357,189</b>	<b>41,585</b>	<b>2,734,471</b>		<b>2,649,879</b>	<b>33,517</b>
Excess (deficiency) of revenues over (under) expenditures	31,976	(187,130)	(10,086)	1,054,715	23,820	176,799	(33,704)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in		305,000					
Transfers out	(15,000)	(40,000)		(744,583)	(75,325)		
<b>Total Other Financing Sources (Uses)</b>	<b>(15,000)</b>	<b>265,000</b>		<b>(744,583)</b>	<b>(75,325)</b>		
Net change in fund balances	16,976	77,870	(10,086)	310,132	(51,505)	176,799	(33,704)
Fund Balances - beginning, as restated	1,220,761	1,021,603	41,797	3,438,869	302,346	441,650	
<b>Fund Balances - ending</b>	<b>\$ 1,237,737</b>	<b>\$ 1,099,473</b>	<b>\$ 31,711</b>	<b>\$ 3,749,001</b>	<b>\$ 250,841</b>	<b>\$ 618,449</b>	<b>\$ (33,704)</b>

Community Development Projects	Debt Service							Total Nonmajor Governmental Funds
	Total	Tax Increment Bonds	Airport Hangar Construction Notes	Sales Tax Revenue Bonds	Transportation Sales Tax Note	Facility Energy Improvements Loan	Total	
\$	\$9,196,102	\$ 221,166	\$	\$	\$	\$	\$ 221,166	\$9,196,102
				3,851,426	171,920		4,023,346	4,023,346
498,152	4,839,425							4,839,425
	8,173,494							8,173,494
	229,370					3,906	3,906	233,276
	54,113					86	86	54,199
36,717	280,127					122,841	122,841	402,968
534,869	22,772,631	221,166		3,851,426	171,920	126,833	4,371,345	27,143,976
	5,364,731							5,364,731
	10,357,189							10,357,189
	41,585							41,585
	2,734,471							2,734,471
	2,649,879							2,649,879
497,409	530,926							530,926
		221,166	61,934	3,851,426	171,920	135,549	4,441,995	4,441,995
497,409	21,678,781	221,166	61,934	3,851,426	171,920	135,549	4,441,995	26,120,776
37,460	1,093,850		(61,934)			(8,716)	(70,650)	1,023,200
	305,000		61,934			116,185	178,119	483,119
(37,460)	(912,368)							(912,368)
(37,460)	(607,368)		61,934			116,185	178,119	(429,249)
	486,482					107,469	107,469	593,951
	6,467,026							6,467,026
\$	\$6,953,508	\$	\$	\$	\$	\$ 107,469	\$ 107,469	\$7,060,977

**CITY OF ROCHESTER, MINNESOTA**  
**LIBRARY FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended December 31, 2006  
With Comparative Totals for the Year Ended December 31, 2005

	Budgeted Amounts		2006 Actual Amounts	Variance with Final Budget - Positive (Negative)	2005 (As Restated) Actual Amounts
	Original	Final			
<b>REVENUES</b>					
General property taxes	\$4,226,905	\$3,960,938	\$3,938,279	\$ (22,659)	\$3,702,328
Intergovernmental	869,895	1,135,862	1,138,867	3,005	1,074,720
Charges for services	146,200	146,200	163,213	17,013	160,077
Interest earnings		8,372	28,692	20,320	16,594
Net increase (decrease) in the fair value of investments			10,500	10,500	(6,700)
Miscellaneous					
Contributions		109,447	109,447		134,600
Other	7,000	7,001	7,709	708	8,323
Total Revenues	<u>5,250,000</u>	<u>5,367,820</u>	<u>5,396,707</u>	<u>28,887</u>	<u>5,089,942</u>
<b>EXPENDITURES</b>					
Public Library	5,250,000	5,275,172	5,224,477	50,695	4,980,852
Library - SELCO		44,568	6,590	37,978	24,992
Gifts appropriations		352,785	133,664	219,121	90,128
Total Expenditures	<u>5,250,000</u>	<u>5,672,525</u>	<u>5,364,731</u>	<u>307,794</u>	<u>5,095,972</u>
Excess (deficiency) of revenues over (under) expenditures		<u>(304,705)</u>	<u>31,976</u>	<u>336,681</u>	<u>(6,030)</u>
<b>OTHER FINANCING USES</b>					
Transfers out			<u>(15,000)</u>	<u>(15,000)</u>	<u>(17,300)</u>
Net change in fund balances		<u>(304,705)</u>	<u>16,976</u>	<u>321,681</u>	<u>(23,330)</u>
Fund Balances - beginning, as originally reported					1,231,014
Prior period adjustment (Note 4F)					<u>13,077</u>
Fund Balance - beginning, as restated	<u>1,220,761</u>	<u>1,220,761</u>	<u>1,220,761</u>		<u>1,244,091</u>
Fund Balances - ending	<u>\$1,220,761</u>	<u>\$ 916,056</u>	<u>\$1,237,737</u>	<u>\$ 321,681</u>	<u>\$1,220,761</u>

**CITY OF ROCHESTER, MINNESOTA**  
**MUNICIPAL RECREATION SYSTEM FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**

For the Year Ended December 31, 2006

With Comparative Totals for the Year Ended December 31, 2005

	Budgeted Amounts		2006 Actual Amounts	Variance with Final Budget - Positive (Negative)	2005 (As Restated) Actual Amounts
	Original	Final			
<b>REVENUES</b>					
General property taxes	\$ 4,809,874	\$ 4,507,227	\$ 4,479,624	\$ (27,603)	\$ 3,955,821
Intergovernmental	18,562	321,209	338,389	17,180	348,651
Charges for services	5,480,975	5,520,975	5,212,282	(308,693)	5,295,125
Interest earnings	45,075	45,075	54,389	9,314	40,039
Net increase (decrease) in the fair value of investments			16,700	16,700	(9,300)
Miscellaneous					
Contributions	26,100	48,731	52,570	3,839	36,536
Other	26,250	26,964	16,105	(10,859)	38,464
Total Revenues	<u>10,406,836</u>	<u>10,470,181</u>	<u>10,170,059</u>	<u>(300,122)</u>	<u>9,705,336</u>
<b>EXPENDITURES</b>					
Administration	420,762	420,762	418,836	1,926	391,360
Recreation Department	599,201	604,772	605,434	(662)	575,489
Golf	1,391,546	1,406,164	1,463,160	(56,996)	1,369,660
Tennis Center	46,803	46,803	52,942	(6,139)	50,983
Volleyball Center	259,522	259,522	274,403	(14,881)	251,679
Swimming Pools	199,588	199,588	194,174	5,414	188,642
Graham Arenas	455,954	455,954	440,652	15,302	460,768
Park	3,203,925	3,518,848	3,145,231	373,617	3,099,384
Plummer House	61,371	61,371	70,827	(9,456)	70,598
Recreation Center	1,189,946	1,189,946	1,153,166	36,780	1,240,923
UCR Field House	111,500	111,500	146,799	(35,299)	118,413
Mayo Civic Center	2,285,397	2,308,024	2,391,565	(83,541)	2,243,850
Total Expenditures	<u>10,225,515</u>	<u>10,583,254</u>	<u>10,357,189</u>	<u>226,065</u>	<u>10,061,749</u>
Excess (deficiency) of revenues over (under) expenditures	<u>181,321</u>	<u>(113,073)</u>	<u>(187,130)</u>	<u>(74,057)</u>	<u>(356,413)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in		305,000	305,000		461,407
Transfers out	<u>(189,107)</u>	<u>(229,107)</u>	<u>(40,000)</u>	<u>189,107</u>	
Total Other Financing Sources (Uses)	<u>(189,107)</u>	<u>75,893</u>	<u>265,000</u>	<u>189,107</u>	<u>461,407</u>
Net change in fund balances	<u>(7,786)</u>	<u>(37,180)</u>	<u>77,870</u>	<u>115,050</u>	<u>104,994</u>
Fund Balances - beginning, as originally reported					889,327
Prior period adjustment (Note 4F)					27,282
Fund Balance - beginning, as restated	<u>1,021,603</u>	<u>1,021,603</u>	<u>1,021,603</u>		<u>916,609</u>
Fund Balances - ending	<u>\$ 1,013,817</u>	<u>\$ 984,423</u>	<u>\$ 1,099,473</u>	<u>\$ 115,050</u>	<u>\$ 1,021,603</u>

**CITY OF ROCHESTER, MINNESOTA**  
**LAW ENFORCEMENT BLOCK GRANTS FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**

For the Year Ended December 31, 2006

With Comparative Totals for the Year Ended December 31, 2005

	Budgeted Amounts		2006 Actual Amounts	Variance with Final Budget - Positive (Negative)	2005 Actual Amounts
	Original	Final			
<b>REVENUES</b>					
Intergovernmental	\$ 30,470	\$ 30,470	\$ 30,470	\$	\$ 51,551
Interest earnings	1,029	1,029	1,029		304
Total Revenues	<u>31,499</u>	<u>31,499</u>	<u>31,499</u>		<u>51,855</u>
<b>EXPENDITURES</b>					
Law enforcement block grant	<u>72,267</u>	<u>73,296</u>	<u>41,585</u>	<u>31,711</u>	<u>35,203</u>
Total Expenditures	<u>72,267</u>	<u>73,296</u>	<u>41,585</u>	<u>31,711</u>	<u>35,203</u>
Excess (deficiency) of revenues over (under) expenditures	(40,768)	(41,797)	(10,086)	31,711	16,652
Fund Balances - beginning	<u>41,797</u>	<u>41,797</u>	<u>41,797</u>		<u>25,145</u>
Fund Balances - ending	<u>\$ 1,029</u>	<u>\$</u>	<u>\$ 31,711</u>	<u>\$ 31,711</u>	<u>\$ 41,797</u>

**CITY OF ROCHESTER, MINNESOTA**  
**AIRPORT OPERATIONS FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**

For the Year Ended December 31, 2006  
 With Comparative Totals for the Year Ended December 31, 2005

	Budgeted Amounts		2006 Actual Amounts	Variance with Final Budget - Positive (Negative)	2005 Actual Amounts
	Original	Final			
<b>REVENUES</b>					
General property taxes	\$ 789,525	\$ 739,836	\$ 735,702	\$ (4,134)	\$ 693,785
Intergovernmental	185,840	251,146	251,146		330,431
Charges for services	2,433,359	2,633,359	2,647,146	13,787	2,586,231
Interest earnings	42,500	115,500	115,892	392	70,478
Net increase (decrease) in the fair value of investments			21,300	21,300	(17,400)
Miscellaneous	18,000	18,000	18,000		24,751
Total Revenues	<u>3,469,224</u>	<u>3,757,841</u>	<u>3,789,186</u>	<u>31,345</u>	<u>3,688,276</u>
<b>EXPENDITURES</b>					
Airport operations	2,394,054	2,647,671	2,574,749	72,922	2,679,938
US customs operations	124,589	159,589	159,722	(133)	180,377
Total Expenditures	<u>2,518,643</u>	<u>2,807,260</u>	<u>2,734,471</u>	<u>72,789</u>	<u>2,860,315</u>
Excess (deficiency) of revenues over (under) expenditures	<u>950,581</u>	<u>950,581</u>	<u>1,054,715</u>	<u>104,134</u>	<u>827,961</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in					36,815
Transfers out	<u>(677,475)</u>	<u>(677,475)</u>	<u>(744,583)</u>	<u>(67,108)</u>	<u>(338,461)</u>
Total Other Financing Sources (Uses)	<u>(677,475)</u>	<u>(677,475)</u>	<u>(744,583)</u>	<u>(67,108)</u>	<u>(301,646)</u>
Net change in fund balances	273,106	273,106	310,132	37,026	526,315
Fund Balances - beginning	<u>3,438,869</u>	<u>3,438,869</u>	<u>3,438,869</u>		<u>2,912,554</u>
Fund Balances - ending	<u>\$3,711,975</u>	<u>\$3,711,975</u>	<u>\$3,749,001</u>	<u>\$ 37,026</u>	<u>\$3,438,869</u>

**CITY OF ROCHESTER, MINNESOTA**  
**F. E. WILLIAMS ESTATE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended December 31, 2006  
With Comparative Totals for the Year Ended December 31, 2005

	Budgeted Amounts		2006 Actual Amounts	Variance with Final Budget - Positive (Negative)	2005 Actual Amounts
	Original	Final			
<b>REVENUES</b>					
Interest earnings	\$ 5,000	\$ 5,000	\$ 9,874	\$ 4,874	\$ 7,986
Net increase (decrease) in fair value of investments			2,400	2,400	(1,300)
Miscellaneous					
Contributions			20	20	
Rental of real property	9,600	9,600	11,526	1,926	11,170
Total Revenues	<u>14,600</u>	<u>14,600</u>	<u>23,820</u>	<u>9,220</u>	<u>17,856</u>
<b>EXPENDITURES</b>					
Contractual services	5,149	5,149		5,149	1,984
Materials and supplies					5,368
Capital outlay					10,000
Total Expenditures	<u>5,149</u>	<u>5,149</u>		<u>5,149</u>	<u>17,352</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,451</u>	<u>9,451</u>	<u>23,820</u>	<u>14,369</u>	<u>504</u>
<b>OTHER FINANCING USES</b>					
Transfers out			<u>(75,325)</u>	<u>(75,325)</u>	<u>(929)</u>
Net change in fund balances	9,451	9,451	(51,505)	(60,956)	(425)
Fund Balances - beginning	<u>302,346</u>	<u>302,346</u>	<u>302,346</u>		<u>302,771</u>
Fund Balances - ending	<u>\$ 311,797</u>	<u>\$ 311,797</u>	<u>\$ 250,841</u>	<u>\$ (60,956)</u>	<u>\$ 302,346</u>

**CITY OF ROCHESTER, MINNESOTA**  
**TRANSIT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**

For the Year Ended December 31, 2006  
With Comparative Totals for the Year Ended December 31, 2005

	Budgeted Amounts		2006 Actual Amounts	Variance with Final Budget - Positive (Negative)	2005 Actual Amounts
	Original	Final			
<b>REVENUES</b>					
General property taxes	\$ 45,545	\$ 42,669	\$ 42,497	\$ (172)	\$ 54,662
Intergovernmental revenues	2,744,403	2,747,279	2,582,401	(164,878)	2,548,942
Charges for services	91,198	91,198	150,853	59,655	61,994
Interest earnings			19,494	19,494	16,001
Net increase (decrease) in the fair value of investments			3,400	3,400	(2,100)
Miscellaneous		16,042	28,033	11,991	49,558
Total Revenues	<u>2,881,146</u>	<u>2,897,188</u>	<u>2,826,678</u>	<u>(70,510)</u>	<u>2,729,057</u>
<b>EXPENDITURES</b>					
Employee services	13,847	13,847	10,728	3,119	7,668
Contractual services	472,605	488,647	473,985	14,662	623,524
Materials and supplies	1,925	1,925	64,992	(63,067)	4,888
Other charges	2,392,769	2,392,769	2,100,174	292,595	2,113,139
Total Expenditures	<u>2,881,146</u>	<u>2,897,188</u>	<u>2,649,879</u>	<u>247,309</u>	<u>2,749,219</u>
Excess (deficiency) of revenues over (under) expenditures			176,799	176,799	(20,162)
Fund Balances - beginning	<u>441,650</u>	<u>441,650</u>	<u>441,650</u>		<u>461,812</u>
Fund Balances - ending	<u>\$ 441,650</u>	<u>\$ 441,650</u>	<u>\$ 618,449</u>	<u>\$ 176,799</u>	<u>\$ 441,650</u>

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**CITY OF ROCHESTER, MINNESOTA**  
**COMBINING AND INDIVIDUAL**  
**FUND STATEMENTS AND SCHEDULES (CONTINUED)**  
**INTERNAL SERVICE FUNDS**  
**DECEMBER 31, 2006**

Internal Service Funds are used to account for the financing of goods or services provided for various departments of the City on a cost-reimbursement basis. The accrual basis of accounting is used. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

**Equipment Revolving Fund:**

This fund was created by Council resolution for the purchase and replacement of equipment. City departments pay rental charges to the Equipment Revolving Fund for equipment used in providing services.

**Information Technology Revolving Fund:**

This fund provides for the purchase and upgrading of computer equipment and base-system software; and maintenance of current computer hardware. User charges are assessed against City departments using the computer equipment.

**Self-Insurance Fund:**

This fund was established by Council resolution, under the authority of City Charter Chapter XI, to account for the City's self-insurance program which includes group life and health, workers' compensation and deductible property loss.

**CITY OF ROCHESTER, MINNESOTA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF NET ASSETS**

December 31, 2006

With Comparative Totals as of December 31, 2005

	Equipment	Information	Self-	Totals	
	Revolving Fund	Technology Revolving Fund	Insurance Fund	2006	2005
<b>ASSETS</b>					
Current Assets:					
Cash and cash equivalents	\$ 87,035	\$ 41,177	\$ 172,004	\$ 300,216	\$ 1,142,635
Investments	5,978,200	3,038,500	13,075,900	22,092,600	18,015,200
Accrued interest receivable	58,700	29,900	128,500	217,100	116,200
Total Current Assets	<u>6,123,935</u>	<u>3,109,577</u>	<u>13,376,404</u>	<u>22,609,916</u>	<u>19,274,035</u>
Noncurrent Assets:					
Capital assets:					
Machinery and equipment	19,745,602	704,600		20,450,202	19,048,475
Less: Accumulated depreciation	(11,275,327)	(305,256)		(11,580,583)	(10,770,684)
Total capital assets (net of accumulated depreciation)	<u>8,470,275</u>	<u>399,344</u>		<u>8,869,619</u>	<u>8,277,791</u>
Total Assets	<u>14,594,210</u>	<u>3,508,921</u>	<u>13,376,404</u>	<u>31,479,535</u>	<u>27,551,826</u>
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts payable	2,036	266	9,225	11,527	41,343
Deposits payable			240,933	240,933	325,335
Accrued compensation and payroll taxes			14,050	14,050	18,450
Due to other governmental units			10,580	10,580	34,418
Accrued claims			1,307,530	1,307,530	1,561,817
Total Current Liabilities	<u>2,036</u>	<u>266</u>	<u>1,582,318</u>	<u>1,584,620</u>	<u>1,981,363</u>
Noncurrent Liabilities:					
Accrued claims			959,407	959,407	973,179
Total Liabilities	<u>2,036</u>	<u>266</u>	<u>2,541,725</u>	<u>2,544,027</u>	<u>2,954,542</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	8,470,275	399,344		8,869,619	8,277,791
Unrestricted	<u>6,121,899</u>	<u>3,109,311</u>	<u>10,834,679</u>	<u>20,065,889</u>	<u>16,319,493</u>
Total Net Assets	<u>\$14,592,174</u>	<u>\$ 3,508,655</u>	<u>\$10,834,679</u>	<u>\$28,935,508</u>	<u>\$24,597,284</u>

**CITY OF ROCHESTER, MINNESOTA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN FUND NET ASSETS**

For the Year Ended December 31, 2006  
With Comparative Totals for the Year Ended December 31, 2005

	Equipment Revolving Fund	Information Technology Revolving Fund	Self- Insurance Fund	Totals	
				2006	2005
Operating Revenues:					
Charges for Services:					
Equipment rental	\$ 1,642,839	\$ 279,979	\$	\$ 1,922,818	\$ 1,725,352
Copy center charges	21,918			21,918	23,888
Departmental workers' compensation charges			173,149	173,149	180,813
Departmental insurance charges			10,424,301	10,424,301	9,426,780
Departmental flex charges			19,012	19,012	19,415
Employee insurance charges			1,467,501	1,467,501	1,447,584
Employee flex benefit contributions			591,741	591,741	548,155
Total Operating Revenues	<u>1,664,757</u>	<u>279,979</u>	<u>12,675,704</u>	<u>14,620,440</u>	<u>13,371,987</u>
Operating Expenses:					
Copy center	12,519			12,519	14,913
Minor equipment		148,835		148,835	180,227
Workers' compensation benefits			123,130	123,130	574,196
Workers' compensation insurance premiums			42,710	42,710	106,964
Health insurance claims			8,023,287	8,023,287	7,853,796
Flex benefits			611,364	611,364	575,238
Property and liability insurance			666,510	666,510	581,702
Property and liability claims			28,735	28,735	36,843
Other	187	135,610		135,797	129,380
Depreciation	1,653,810	96,424		1,750,234	1,630,736
Total Operating Expenses	<u>1,666,516</u>	<u>380,869</u>	<u>9,495,736</u>	<u>11,543,121</u>	<u>11,683,995</u>
Operating Income (Loss)	<u>(1,759)</u>	<u>(100,890)</u>	<u>3,179,968</u>	<u>3,077,319</u>	<u>1,687,992</u>
Nonoperating Revenues (Expenses):					
Interest earnings	223,303	116,521	455,794	795,618	475,860
Net increase (decrease) in the fair value of investments	58,200	25,000	69,200	152,400	(117,300)
Gain on disposal of property	76,049			76,049	94,349
Other income	1,302		270	1,572	8,169
Total Nonoperating Revenues (Expenses)	<u>358,854</u>	<u>141,521</u>	<u>525,264</u>	<u>1,025,639</u>	<u>461,078</u>
Income (Loss) Before Transfers and Contributions	357,095	40,631	3,705,232	4,102,958	2,149,070
Capital contributions		133,416		133,416	60,052
Transfers in	5,801	96,049		101,850	64,520
Transfers out					(4,502)
Change in Net Assets	<u>362,896</u>	<u>270,096</u>	<u>3,705,232</u>	<u>4,338,224</u>	<u>2,269,140</u>
Total Net Assets - beginning	<u>14,229,278</u>	<u>3,238,559</u>	<u>7,129,447</u>	<u>24,597,284</u>	<u>22,328,144</u>
Total Net Assets - ending	<u>\$ 14,592,174</u>	<u>\$ 3,508,655</u>	<u>\$ 10,834,679</u>	<u>\$ 28,935,508</u>	<u>\$ 24,597,284</u>

**CITY OF ROCHESTER, MINNESOTA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**

For the Year Ended December 31, 2006  
 With Comparative Totals for the Year Ended December 31, 2005

	Equipment Revolving Fund	Information Technology Revolving Fund	Self- Insurance Fund	Totals	
				2006	2005
<b>Cash Flows From Operating Activities:</b>					
Cash received from other departments	\$ 1,664,757	\$ 279,979	\$ 10,616,462	\$ 12,561,198	\$ 11,376,248
Cash received from employees			2,059,242	2,059,242	1,995,739
Cash paid to suppliers	(10,880)	(288,995)	(9,869,534)	(10,169,409)	(10,838,431)
Other income	1,302		270	1,572	8,169
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>1,655,179</b>	<b>(9,016)</b>	<b>2,806,440</b>	<b>4,452,603</b>	<b>2,541,725</b>
<b>Cash Flows From Noncapital Financing Activities:</b>					
Transfers in	5,801	96,049		101,850	64,520
Transfers out					(4,502)
<b>Net Cash Provided By (Used in) Noncapital Financing Activities</b>	<b>5,801</b>	<b>96,049</b>		<b>101,850</b>	<b>60,018</b>
<b>Cash Flows From Capital and Related Financing Activities:</b>					
Proceeds from sale of property	106,557			106,557	96,546
Acquisition of capital assets	(2,200,190)	(72,957)		(2,273,147)	(1,911,649)
<b>Net Cash Provided By (Used in) Capital and Related Financing Activities</b>	<b>(2,093,633)</b>	<b>(72,957)</b>		<b>(2,166,590)</b>	<b>(1,815,103)</b>
<b>Cash Flows From Investing Activities:</b>					
Investment income	204,103	104,421	386,194	694,718	448,160
Net (increase) decrease in investments	200,000	(250,000)	(3,875,000)	(3,925,000)	(2,922,113)
<b>Net Cash Provided By (Used in) Investing Activities</b>	<b>404,103</b>	<b>(145,579)</b>	<b>(3,488,806)</b>	<b>(3,230,282)</b>	<b>(2,473,953)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(28,550)</b>	<b>(131,503)</b>	<b>(682,366)</b>	<b>(842,419)</b>	<b>(1,687,313)</b>
Cash and Cash Equivalents, Beginning of Year	115,585	172,680	854,370	1,142,635	2,829,948
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ 87,035</b>	<b>\$ 41,177</b>	<b>\$ 172,004</b>	<b>\$ 300,216</b>	<b>\$ 1,142,635</b>

**CITY OF ROCHESTER, MINNESOTA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS (CONTINUED)**  
For the Year Ended December 31, 2006  
With Comparative Totals for the Year Ended December 31, 2005

Reconciliation of Operating Income (Loss) to Net Cash  
Provided By (Used In) Operating Activities

	Equipment Revolving Fund	Information Technology Revolving Fund	Self- Insurance Fund	Totals	
				2006	2005
Operating Income (Loss)	\$ (1,759)	\$ (100,890)	\$ 3,179,968	\$ 3,077,319	\$ 1,687,992
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:					
Depreciation	1,653,810	96,424		1,750,234	1,630,736
Other income	1,302		270	1,572	8,169
Increase (Decrease) In:					
Accounts payable	1,826	(4,550)	6,901	4,177	(367,435)
Deposits payable			(84,402)	(84,402)	(160,389)
Accrued compensation and payroll taxes			(4,400)	(4,400)	574
Due to other governmental units			(23,838)	(23,838)	18,658
Accrued claims			(268,059)	(268,059)	(276,580)
Net Cash Provided by (Used in) Operating Activities	<u>\$1,655,179</u>	<u>\$ (9,016)</u>	<u>\$ 2,806,440</u>	<u>\$ 4,452,603</u>	<u>\$ 2,541,725</u>
Non Cash Transactions:					
Receipt of contributed property	\$	\$ 133,416	\$	\$ 133,416	\$ 60,052
Increase (decrease) in fair value of investments	58,200	25,000	69,200	152,400	(117,300)
Purchase of equipment included in accounts payable at year end					33,993

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**CITY OF ROCHESTER, MINNESOTA**  
**SUPPLEMENTARY INFORMATION**  
**DECEMBER 31, 2006**

**CITY OF ROCHESTER, MINNESOTA  
SCHEDULE OF DEBT MATURITIES**

December 31, 2006

	INTEREST RATES AND DATES	ISSUE DATE	FINAL MATURITY DATE	ANNUAL SERIES PAYMENTS	AUTHOR- IZATION	ISSUED	RETIRED	OUTSTANDING
<u>General Obligation Tax</u>								
<u>Increment Bonds:</u>								
Taxable Tax Increment Bonds District 7, Series 1997	5.50% (2/1; 8/1)	3/4/1997	2/1/2024	(1)	\$ 2,768,500	\$ 2,669,380	\$ 204,116	\$ 2,465,264
Total General Obligation Tax Increment Bonds					2,768,500	2,669,380	204,116	2,465,264
<u>General Obligation Sales</u>								
<u>Tax Revenue Bonds:</u>								
General Obligation Taxable Sales Tax Revenue Bonds, Series 2000	6.35% (2/1)	7/6/2001	2/1/2010	(2)	10,458,673	10,458,673	3,183,543	7,275,130
Total General Obligation Sales Tax Revenue Bonds					10,458,673	10,458,673	3,183,543	7,275,130
<u>General Obligation Sales</u>								
<u>Tax Revenue Notes:</u>								
General Obligation Taxable Sales Tax Revenue Note of 2001	2.83% (2/20; 8/20)	11/14/2001	8/20/2021	\$ 113,000 (2007) 116,000 (2008) 120,000 (2009) 123,000 (2010) 126,000 (2011) 130,000 (2012) 134,000 (2013) 138,000 (2014) 141,000 (2015) 145,000 (2016) 150,000 (2017) 154,000 (2018) 158,000 (2019) 163,000 (2020) 167,000 (2021)	2,500,000	2,500,000	422,000	2,078,000
Total General Obligation Sales Tax Revenue Notes					2,500,000	2,500,000	422,000	2,078,000

**CITY OF ROCHESTER, MINNESOTA**  
**SCHEDULE OF DEBT MATURITIES (CONTINUED)**  
December 31, 2006

	INTEREST RATES AND DATES	ISSUE DATE	FINAL MATURITY DATE	ANNUAL SERIES PAYMENTS	AUTHOR- IZATION	ISSUED	RETIRED	OUTSTANDING
<u>General Obligation</u>								
<u>Revenue Bonds:</u>								
Wastewater Treatment Refunding Bonds 2001A dated September 15, 2001-str 12/1/07	3.5, 3.7, 3.8 3.9,4.0% (6/1; 12/1)	9/15/2001	12/1/2011	\$ 830,000 (2007) 865,000 (2008) 900,000 (2009) 930,000 (2010) 990,000 (2011)	8,275,000	8,275,000	3,760,000	4,515,000
Subtotal General Obligation Revenue Bonds					<u>8,275,000</u>	<u>8,275,000</u>	<u>3,760,000</u>	<u>4,515,000</u>
<u>General Obligation</u>								
<u>Revenue Bonds:</u>								
Wastewater Treatment Revenue Bonds 2004A dated November 1, 2004-str 2/1/11	3.0, 5.0% (2/1)	11/1/2004	2/1/2026	\$ 940,000 (2007) 950,000 (2008) 965,000 (2009) 985,000 (2010) 1,050,000 (2011) 1,355,000 (2012) 2,560,000 (2013) 3,820,000 (2014) 4,735,000 (2015) 4,930,000 (2016) 5,125,000 (2017) 5,340,000 (2018) 5,560,000 (2019) 5,795,000 (2020) 6,050,000 (2021) 6,320,000 (2022) 6,600,000 (2023) 6,905,000 (2024) 7,225,000 (2025) 6,195,000 (2026)	\$83,735,000	\$83,735,000	\$ 330,000	\$ 83,405,000
Subtotal General Obligation Revenue Bonds					<u>83,735,000</u>	<u>83,735,000</u>	<u>330,000</u>	<u>83,405,000</u>
Total General Obligation Revenue Bonds					<u>92,010,000</u>	<u>92,010,000</u>	<u>4,090,000</u>	<u>87,920,000</u>

**CITY OF ROCHESTER, MINNESOTA**  
**SCHEDULE OF DEBT MATURITIES (CONTINUED)**  
December 31, 2006

	INTEREST RATES AND DATES	ISSUE DATE	FINAL MATURITY DATE	ANNUAL SERIES PAYMENTS	AUTHOR- IZATION	ISSUED	RETIRED	OUTSTANDING
<u>Revenue Bonds:</u>								
Electric Utility Revenue Bonds, Series 2000	4.75, 4.85, 5.0, 5.1, 5.125, 5.20 5.25% (6/1; 12/1)	12/1/2000	12/1/2030	\$ 755,000 (2007) 795,000 (2008) 830,000 (2009) 865,000 (2010) 905,000 (2011) 950,000 (2012) 995,000 (2013) 1,045,000 (2014) 1,095,000 (2015) 1,150,000 (2016) 1,210,000 (2017) 1,270,000 (2018) 1,335,000 (2019) 1,405,000 (2020) 1,475,000 (2021) 1,555,000 (2022) 1,635,000 (2023) 1,725,000 (2024) 1,815,000 (2025) 1,910,000 (2026) 2,010,000 (2027) 2,115,000 (2028) 2,225,000 (2029) 2,340,000 (2030)	\$37,290,000	\$37,290,000	\$ 3,880,000	\$ 33,410,000
Subtotal Revenue Bonds					37,290,000	37,290,000	3,880,000	33,410,000

**CITY OF ROCHESTER, MINNESOTA**  
**SCHEDULE OF DEBT MATURITIES (CONTINUED)**  
December 31, 2006

	INTEREST RATES AND DATES	ISSUE DATE	FINAL MATURITY DATE	ANNUAL SERIES PAYMENTS	AUTHOR- IZATION	ISSUED	RETIRED	OUTSTANDING
<u>Revenue Bonds (continued):</u>								
Electric Utility Revenue Bonds, Series 2002A	3.00, 3.25, 3.50, 3.75, 4.00, 4.125 4.25, 4.375, 4.50% (12/1)	8/15/2002	12/1/2017	\$ 660,000 (2007) 685,000 (2008) 710,000 (2009) 740,000 (2010) 770,000 (2011) 805,000 (2012) 840,000 (2013) 875,000 (2014) 915,000 (2015) 960,000 (2016) 1,005,000 (2017)	\$ 11,275,000	\$ 11,275,000	\$ 2,310,000	\$ 8,965,000
Subtotal Revenue Bonds					11,275,000	11,275,000	2,310,000	8,965,000
Total Revenue Bonds					48,565,000	48,565,000	6,190,000	42,375,000
<u>Revenue Notes:</u>								
Electric Utility Note, Note of 2005	3.98% (12/1)	3/10/2005	12/1/2014	425,000 (2007) 470,000 (2008) 525,000 (2009) 580,000 (2010) 645,000 (2011) 715,000 (2012) 795,000 (2013) 880,000 (2014)	5,765,000	5,765,000	730,000	5,035,000
Subtotal Revenue Notes					5,765,000	5,765,000	730,000	5,035,000
<u>Revenue Notes:</u>								
Water Utility Note, Note of 2006	3.80% (12/1)	8/10/2006	12/1/2010	355,000 (2007) 370,000 (2008) 390,000 (2009) 410,000 (2010)	1,525,000	1,525,000		1,525,000
Subtotal Revenue Notes					1,525,000	1,525,000		1,525,000
Total Revenue Notes					7,290,000	7,290,000	730,000	6,560,000

**CITY OF ROCHESTER, MINNESOTA**  
**SCHEDULE OF DEBT MATURITIES (CONTINUED)**  
December 31, 2006

	INTEREST RATES AND DATES	ISSUE DATE	FINAL MATURITY DATE	ANNUAL SERIES PAYMENTS	AUTHOR- IZATION	ISSUED	RETIRED	OUTSTANDING
<u>Loan Payable</u>								
Energy Loan Payable Note of 2006	4.10% (3/31; 9/30)	6/30/2006	9/30/2018	\$ 484,551 (2007) 385,045 (2008) 400,994 (2009) 417,603 (2010) 434,900 (2011) 452,914 (2012) 471,674 (2013) 491,210 (2014) 511,556 (2015) 532,745 (2016) 554,812 (2017) 577,791 (2018)	\$ 5,715,795	\$ 5,715,795		\$ 5,715,795
Total Loan Payable					5,715,795	5,715,795		5,715,795
<u>Notes Payable:</u>								
Airport Hanger Note of 1998	0% (monthly)	4/1/1998	4/1/2008	17,532 (2007) 4,263 (2008)	175,200	175,200	153,405	21,795
Subtotal Notes Payable					175,200	175,200	153,405	21,795
<u>Notes Payable:</u>								
Airport Hanger Note of 1999	0% (monthly)	12/31/1999	12/31/2009	18,473 (2007) 18,473 (2008) 18,472 (2009)	184,729	184,729	129,311	55,418
Subtotal Notes Payable					184,729	184,729	129,311	55,418

**CITY OF ROCHESTER, MINNESOTA**  
**SCHEDULE OF DEBT MATURITIES (CONTINUED)**  
December 31, 2006

	INTEREST RATES AND DATES	ISSUE DATE	FINAL MATURITY DATE	ANNUAL SERIES PAYMENTS	AUTHOR- IZATION	ISSUED	RETIRED	OUTSTANDING
<u>Notes Payable (continued):</u>								
Airport Hanger Note of 2001	0% (monthly)	8/1/2002	8/1/2012	21,530 (2007) 21,530 (2008) 21,530 (2009) 21,530 (2010) 21,530 (2011) 14,354 (2012)	222,400	215,301	93,297	122,004
Subtotal Notes Payable					222,400	215,301	93,297	122,004
<u>Notes Payable:</u>								
Airport Hanger Note of 2006	0% (monthly)	11/1/2006	11/1/2016	26,394 (2007) 26,394 (2008) 26,394 (2009) 26,394 (2010) 26,394 (2011) 26,394 (2012) 26,394 (2013) 26,394 (2014) 26,394 (2015) 21,999 (2016)	263,944	263,944	4,399	259,545
Subtotal Notes Payable					263,944	263,944	4,399	259,545
Total Notes Payable					846,273	839,174	380,412	458,762
TOTAL DEBT PAYABLE					<u>\$ 170,154,241</u>	<u>\$ 170,048,022</u>	<u>\$15,200,071</u>	<u>\$ 154,847,951</u>

(1) The Taxable Tax Increment Bonds are structured without fixed principal maturities. The payments are equal to the amount of "Available Tax Increments" received by the City within the six month period preceding each payment date. All payments are applied first to pay accrued and unpaid interest and next to reduction of principal.

(2) The Taxable Sales Tax Revenue Bonds are structured without fixed principal maturities. The payments are equal to the amount of sales and use tax and such other revenues pledged. All payments are applied first to pay accrued and unpaid interest and next to reduction of principal.

**CITY OF ROCHESTER, MINNESOTA**  
**SCHEDULE OF PERSONNEL EXPENDITURES-ALL FUNDS**  
For the Year Ended December 31, 2006

	Salaries and Wages		Employer Contributions				Total	
	Amount	Pension	Social Security	Group Insurance	Workers' Compensation	Unemployment Compensation	Other (1) Contributions	Wages and Contributions
<u>Government and Fiduciary Fund Types</u>								
General Government	\$ 3,567,761	\$ 209,147	\$ 251,759	\$ 673,256	\$ 2,335	\$ 1,575	\$ 8,397	\$ 4,714,230
Police	9,270,337	918,833	161,378	1,911,248	36,751		21,474	12,320,021
<u>Public Safety</u>								
Communications	1,302,219	80,946	93,014	274,395	801		4,216	1,755,591
Fire	6,932,042	707,100	88,484	1,373,857	50,702		3,609	9,155,794
Fire Hazmat Response Team	15,100	1,567	122		76			16,865
Building Safety	1,622,773	97,555	119,440	363,971	1,860		1,144	2,206,743
Animal Control	128,557	7,800	9,561	36,977	1,001			183,896
Flood Control	137,550	7,062	9,967	21,656	846	423	59	177,563
Public Works	4,735,108	279,049	349,626	974,468	31,283	4,106	6,244	6,379,884
Music	240,178	14,263	17,662	52,832	210	72	694	325,911
Library	3,041,431	172,710	225,479	529,711	3,299		8,780	3,981,410
Park and Recreation	4,685,775	235,582	346,400	863,913	25,963	8,998	2,258	6,168,889
<b>TOTAL</b>	<b>\$35,678,831</b>	<b>\$2,731,614</b>	<b>\$1,672,892</b>	<b>\$7,076,284</b>	<b>\$ 155,127</b>	<b>\$ 15,174</b>	<b>\$ 56,875</b>	<b>\$47,386,797</b>
<u>Proprietary Fund Types</u>								
Parking	\$ 220,609	\$ 13,217	\$ 16,228	\$ 55,693	\$ 1,337	\$	\$ 394	\$ 307,478
Electric Utility	11,807,330	699,823	865,062	2,273,245	124,298	13,061	4,477	15,787,296
Water Utility	1,320,028	75,170	94,433	244,056	324		412	1,734,423
Sewer Utility	1,902,728	117,254	134,572	512,526	16,404		1,227	2,684,711
Storm Water Utility	278,270	16,273	21,091	36,111	273		648	352,666
<b>TOTAL</b>	<b>\$15,528,965</b>	<b>\$ 921,737</b>	<b>\$1,131,386</b>	<b>\$3,121,631</b>	<b>\$ 142,636</b>	<b>\$ 13,061</b>	<b>\$ 7,158</b>	<b>\$20,866,574</b>

(1) Other contributions include transit and parking subsidies and administration fees for the City's Flexible Benefits Plan.

# CITY OF ROCHESTER, MINNESOTA

## STATISTICAL SECTION

DECEMBER 31, 2006

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.

<u>Content</u>	<u>Page</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	97
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	102
<b>Debt Capacity</b> These schedules 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.	107
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	113
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	116

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

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

	<b>Fiscal Year</b>				
	2006	2005	2004	2003	2002
<b>Expenses</b>					
Governmental activities:					
General government	\$ 6,487,386	\$ 6,064,465	\$ 5,903,311	\$ 5,734,481	\$ 5,851,253
Public safety	31,767,951	28,164,368	27,197,802	27,005,418	24,902,138
Public works	14,268,684	12,249,412	11,869,756	10,830,561	9,151,080
Airport	4,387,112	5,457,037	3,691,508	3,909,745	3,361,247
Transit	3,270,811	3,297,701	2,736,558	2,421,656	2,147,409
Culture	6,611,227	6,443,821	7,910,173	7,133,775	6,205,147
Park and recreation	14,034,860	14,436,903	12,095,905	11,132,117	10,965,066
Economic development/tourism	3,834,472	3,560,176	3,149,558	3,583,394	1,822,976
Community reinvestment/unallocated	4,708,895	939,928	198,911	413,928	669,016
Interest on long-term debt	988,639	870,516	1,333,511	1,652,179	1,949,974
Total governmental activities expenses	<u>90,360,037</u>	<u>81,484,327</u>	<u>76,086,993</u>	<u>73,817,254</u>	<u>67,025,306</u>
Business-Type activities:					
Parking	3,088,091	3,138,080	2,963,261	2,978,908	2,846,621
Electric utility	117,966,938	97,352,275	92,520,009	90,481,982	80,739,625
Water utility	6,765,775	6,096,397	5,731,981	5,395,691	4,280,928
Sewer utility	14,313,983	14,067,892	8,831,583	8,296,896	8,491,759
Storm water utility	3,031,398	2,524,057	1,899,924		
Total business-type activities expenses	<u>145,166,185</u>	<u>123,178,701</u>	<u>111,946,758</u>	<u>107,153,477</u>	<u>96,358,933</u>
Total primary government expenses	<u>\$ 235,526,222</u>	<u>\$ 204,663,028</u>	<u>\$ 188,033,751</u>	<u>\$ 180,970,731</u>	<u>\$ 163,384,239</u>
<b>Program Revenues</b>					
Governmental activities:					
Charges for services:					
General government	\$ 445,062	\$ 440,710	\$ 508,946	\$ 451,376	\$ 489,957
Public safety	5,729,159	6,020,036	5,787,232	4,522,238	4,059,986
Public works	212,015	240,393	254,291	429,059	362,252
Airport	2,647,146	2,586,232	2,392,001	2,305,849	2,194,399
Transit	150,853	61,994	65,675	86,919	89,054
Culture	350,637	373,127	323,362	282,398	281,685
Park and recreation	5,212,280	5,295,126	5,415,854	4,828,787	4,666,340
Economic development/tourism	63,375	5,104	10,000	49,097	39,000
Operating grants and contributions	6,797,593	7,059,210	7,107,431	5,454,108	5,638,107
Capital grants and contributions	34,407,050	37,406,085	31,083,644	32,661,685	26,777,358
Total governmental activities program revenues	<u>56,015,170</u>	<u>59,488,017</u>	<u>52,948,436</u>	<u>51,071,516</u>	<u>44,598,138</u>
Business-type activities:					
Charges for services:					
Parking	3,876,103	3,670,386	3,700,360	3,545,223	3,403,739
Electric utility	130,723,369	112,432,402	102,339,632	99,090,742	90,633,880
Water utility	7,747,854	7,047,596	6,475,669	6,368,057	5,707,107
Sewer utility	11,394,102	10,208,056	9,407,148	9,487,546	8,985,231
Storm water utility	4,219,736	3,822,275	3,082,517		
Operating grants and contributions					6,922
Capital grants and contributions	5,510,770	13,946,513	16,514,378	3,231,367	1,339,950
Total business-type activities program revenues	<u>163,471,934</u>	<u>151,127,228</u>	<u>141,519,704</u>	<u>121,722,935</u>	<u>110,076,829</u>
Total primary government program revenues	<u>\$ 219,487,104</u>	<u>\$ 210,615,245</u>	<u>\$ 194,468,140</u>	<u>\$ 172,794,451</u>	<u>\$ 154,674,967</u>

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

	Fiscal Year				
	2006	2005	2004	2003	2002
<b>Net (Expense) Revenue</b>					
Governmental Activities	\$ (34,344,867)	\$ (22,266,524)	\$ (23,138,557)	\$ (22,745,738)	\$ (22,427,168)
Business-type activities	18,305,749	27,948,527	29,572,946	14,569,458	13,717,896
Total primary government net revenue	<u>\$ (16,039,118)</u>	<u>\$ 5,682,003</u>	<u>\$ 6,434,389</u>	<u>\$ (8,176,280)</u>	<u>\$ (8,709,272)</u>
<b>General Revenues and Other Changes In Net Assets</b>					
Governmental activities:					
Taxes					
General property taxes	\$ 32,917,358	\$ 29,975,840	\$ 26,767,245	\$ 22,420,404	\$ 20,474,967
Tax increments collection (refund)	1,191,508	1,234,488	(1,595,672)	4,055,894	3,052,017
Sales tax	9,196,080	8,767,156	8,614,955	8,220,946	7,921,644
Nonproperty taxes	4,391,370	4,028,109	3,756,385	3,617,969	3,076,488
Unrestricted grants and contributions	7,166,725	7,909,168	9,044,063	10,416,306	11,798,019
Interest earnings	5,623,033	3,797,186	3,387,331	3,997,386	4,773,255
Gain on disposition of property	108,549				
Net increase (decrease) in the fair value of investments	883,248	(607,192)	(569,493)	(835,075)	(179,625)
Miscellaneous	124,415	203,936		1,692,941	715,046
Transfers	10,414,727	8,324,956	(67,769,519)	(32,179,691)	8,622,994
Total governmental activities	<u>72,017,013</u>	<u>63,633,647</u>	<u>(18,364,705)</u>	<u>21,407,080</u>	<u>60,254,805</u>
Business-type activities:					
Taxes:					
General property taxes			98	235,464	229,529
Unrestricted grants and contributions	9,796	9,796	9,796	31,509	32,939
Interest earnings	3,292,735	3,187,157	1,325,304	1,172,064	1,604,523
Net increase (decrease) in the fair value of investments	326,437	(287,211)	(207,523)	(167,200)	(37,800)
Miscellaneous	1,351,962	283,893	1,738,514	259,370	87,445
Transfers	(10,414,727)	(8,324,956)	67,769,519	32,179,691	(8,622,994)
Total business-type activities	<u>(5,433,797)</u>	<u>(5,131,321)</u>	<u>70,635,708</u>	<u>33,710,898</u>	<u>(6,706,358)</u>
Total primary government	<u>\$ 66,583,216</u>	<u>\$ 58,502,326</u>	<u>\$ 52,271,003</u>	<u>\$ 55,117,978</u>	<u>\$ 53,548,447</u>
<b>Change in Net Assets</b>					
Governmental activities	\$ 37,672,146	\$ 41,367,123	\$ (41,503,262)	\$ (1,338,658)	\$ 37,827,637
Business-type activities	12,871,952	22,817,206	100,208,654	48,280,356	7,011,538
Total primary government	<u>\$ 50,544,098</u>	<u>\$ 64,184,329</u>	<u>\$ 58,705,392</u>	<u>\$ 46,941,698</u>	<u>\$ 44,839,175</u>

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

	<b>Fiscal Year</b>				
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Governmental activities					
Invested in capital assets, net of related debt	\$ 457,540,608	\$ 416,574,584	\$ 386,077,492	\$ 282,414,633	\$ 205,794,584
Restricted	35,318,787	41,810,285	32,353,633	31,162,798	51,472,992
Unrestricted	<u>87,348,191</u>	<u>84,150,571</u>	<u>82,737,192</u>	<u>71,752,797</u>	<u>71,845,371</u>
Total governmental activities net assets	<u><u>\$ 580,207,586</u></u>	<u><u>\$ 542,535,440</u></u>	<u><u>\$ 501,168,317</u></u>	<u><u>\$ 385,330,228</u></u>	<u><u>\$ 329,112,947</u></u>
Business-type activities					
Invested in capital assets, net of related debt	\$ 321,774,320	\$ 318,365,341	\$ 296,064,485	\$ 201,388,459	\$ 153,952,827
Restricted	3,467,373	660,387	241,608	462,979	509,046
Unrestricted	<u>49,658,166</u>	<u>43,002,179</u>	<u>42,904,608</u>	<u>37,153,609</u>	<u>36,259,818</u>
Total business-type activities net assets	<u><u>\$ 374,899,859</u></u>	<u><u>\$ 362,027,907</u></u>	<u><u>\$ 339,210,701</u></u>	<u><u>\$ 239,005,047</u></u>	<u><u>\$ 190,721,691</u></u>
Primary government					
Invested in capital assets, net of related debt	\$ 779,314,928	\$ 734,939,925	\$ 682,141,977	\$ 483,803,092	\$ 359,747,411
Restricted	38,786,160	42,470,672	32,595,241	31,625,777	51,982,038
Unrestricted	<u>137,006,357</u>	<u>127,152,750</u>	<u>125,641,800</u>	<u>108,906,406</u>	<u>108,105,189</u>
Total primary government net assets	<u><u>\$ 955,107,445</u></u>	<u><u>\$ 904,563,347</u></u>	<u><u>\$ 840,379,018</u></u>	<u><u>\$ 624,335,275</u></u>	<u><u>\$ 519,834,638</u></u>

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

	Fiscal Year									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General fund										
Reserved	\$ 278,233	\$ 247,167	\$ 204,663	\$ 168,106	\$ 1,000,268	\$ 87,853	\$ 110,703	\$ 155,446	\$ 193,212	\$ 417,635
Unreserved	19,049,670	18,523,007	16,623,301	14,355,909	15,108,702	16,330,831	16,734,379	14,870,175	13,764,947	11,365,024
Total general fund	<u>19,327,903</u>	<u>18,770,174</u>	<u>16,827,964</u>	<u>14,524,015</u>	<u>16,108,970</u>	<u>16,418,684</u>	<u>16,845,082</u>	<u>15,025,621</u>	<u>13,958,159</u>	<u>11,782,659</u>
All other governmental funds										
Reserved	43,485,369	55,787,032	34,777,175	31,719,292	60,077,820	11,698,481	20,392,105	11,586,191	7,519,278	10,809,387
Unreserved, reported in:										
Special revenue funds	6,881,281	6,427,946	5,764,579	5,258,039	5,546,715	4,977,218	6,075,739	6,437,385	5,969,670	3,300,922
Capital projects funds	21,619,691	17,265,911	34,799,074	29,901,889	20,512,488	67,219,762	62,117,181	40,865,771	47,265,610	42,879,467
Total all other governmental funds	<u>71,986,341</u>	<u>79,480,889</u>	<u>75,340,828</u>	<u>66,879,220</u>	<u>86,137,023</u>	<u>83,895,461</u>	<u>88,585,025</u>	<u>58,889,347</u>	<u>60,754,558</u>	<u>56,989,776</u>
Total governmental funds	<u>\$91,314,244</u>	<u>\$98,251,063</u>	<u>\$92,168,792</u>	<u>\$ 81,403,235</u>	<u>\$102,245,993</u>	<u>\$100,314,145</u>	<u>\$105,430,107</u>	<u>\$73,914,968</u>	<u>\$74,712,717</u>	<u>\$68,772,435</u>

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

	Fiscal Year									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
<b>Revenues</b>										
General property taxes	\$ 32,747,658	\$ 29,970,540	\$ 26,897,971	\$ 22,507,887	\$ 20,192,571	\$ 18,897,696	\$ 17,348,234	\$ 15,990,059	\$ 15,539,076	\$ 15,086,659
Tax increments collections (refund)	1,191,508	1,234,488	(1,595,672)	4,055,894	3,052,017	4,299,961	3,943,496	3,524,237	3,872,985	4,402,863
Sales tax	9,196,080	8,767,156	8,614,955	8,220,946	7,921,644	8,213,568	7,632,710	7,202,706	6,726,290	6,137,561
Special assessments	2,837,271	1,906,295	2,278,962	2,941,526	1,221,268	1,305,103	2,043,747	1,888,653	2,147,732	2,226,653
Utility connection and availability	3,157,467	2,954,785	3,403,538	2,747,797	1,831,062	1,667,076	2,029,107	4,404		
Nonproperty taxes	4,391,370	4,028,109	3,756,385	3,617,969	3,076,488	2,886,254	3,333,724	2,220,108	2,178,786	1,999,153
Licenses and permits	3,289,288	3,570,176	3,386,298	2,284,715	2,181,469	2,779,127	2,805,189	2,588,584	2,089,061	2,115,402
Fines and forfeits	427,241	402,795	489,227	489,804	490,632	476,688	444,225	423,285	354,644	298,180
Intergovernmental revenues	22,573,306	32,664,845	24,944,012	25,216,442	23,828,884	21,057,678	28,908,979	24,024,813	21,174,093	20,716,098
Charges for services	11,682,523	11,595,069	11,401,301	10,714,301	10,038,377	8,182,950	7,950,457	7,485,728	6,932,927	5,207,055
Contributions in aid of construction	4,833,843	2,749,763	3,237,156	2,086,774	4,384,107					
Interest earnings	4,827,415	3,321,326	3,020,843	3,543,879	4,133,294	6,272,502	5,119,395	3,880,090	3,890,479	3,888,658
Net increase (decrease) in the fair value of investments	730,848	(489,892)	(465,593)	(699,075)	(135,125)	716,724	1,470,648	(1,572,945)	137,357	
Miscellaneous revenues	1,167,761	1,158,206	1,417,577	1,876,140	1,591,942	4,134,439	9,437,229	2,965,683	4,957,035	4,317,530
<b>Total Revenues</b>	<b>103,053,579</b>	<b>103,833,661</b>	<b>90,786,960</b>	<b>89,604,999</b>	<b>83,808,630</b>	<b>80,889,766</b>	<b>92,467,140</b>	<b>70,625,405</b>	<b>70,000,465</b>	<b>66,395,812</b>
<b>EXPENDITURES</b>										
General government	5,964,505	5,403,334	5,100,229	5,018,922	5,207,735	4,500,540	4,291,500	4,013,736	3,667,678	3,383,487
Public safety	29,955,158	27,667,124	26,002,843	25,530,479	23,951,743	22,325,851	20,479,801	19,469,713	18,939,105	18,547,963
Public works	7,682,125	7,754,287	7,394,724	8,794,145	8,847,715	8,645,837	7,911,352	6,980,592	6,712,941	6,354,561
Airport operations	2,734,471	2,860,315	2,569,762	2,486,053	2,383,311	2,015,307	1,869,128	1,846,572	1,665,715	628,118
Transit	2,649,879	2,749,219	2,275,346	2,078,501	1,948,980	1,828,335	1,684,250	1,238,425	1,296,025	1,187,771
Culture	6,390,860	6,004,368	5,620,173	5,097,913	5,351,559	4,878,679	4,512,499	4,309,674	4,064,876	3,927,398
Park and recreation	10,357,189	10,079,101	9,308,479	8,628,398	8,886,606	8,744,654	8,284,079	7,678,182	7,138,295	6,570,739
Economic development/tourism	2,218,788	2,509,103	2,262,933	2,046,331	1,819,950	813,489	823,529	786,822	626,747	560,999
Community reinvestment and unallocated	469,416	284,907	196,943	411,960	667,048	313,907	327,287	217,714	166,711	172,657
Debt service										
Interest	1,204,347	871,820	1,044,521	1,493,986	1,910,709	2,079,614	1,168,545	640,866	611,983	736,011
Principal	3,237,648	420,979	2,764,417	19,235,385	1,128,951	1,011,005	2,222,650	2,399,887	1,458,149	2,314,300
Capital outlay	58,045,351	44,461,829	27,672,306	39,032,035	31,122,527	38,205,144	45,753,554	29,361,388	21,728,386	22,104,860
<b>Total Expenditures</b>	<b>130,909,737</b>	<b>111,066,386</b>	<b>92,212,676</b>	<b>119,854,108</b>	<b>93,226,834</b>	<b>95,362,362</b>	<b>99,328,174</b>	<b>78,943,571</b>	<b>68,076,611</b>	<b>66,488,864</b>
Excess (deficiency) of revenues over (under) expenditures	(27,856,158)	(7,232,725)	(1,425,716)	(30,249,109)	(9,418,204)	(14,472,596)	(6,861,034)	(8,318,166)	1,923,854	(93,052)
<b>OTHER FINANCING SOURCES (USES)</b>										
Proceeds from borrowing	5,979,739				2,505,252	968,722	27,625,000	506,029	2,146,732	3,494,848
Transfers in	20,006,124	16,745,551	19,070,845	29,737,413	16,367,193	13,844,499	18,138,232	12,334,517	10,877,861	11,999,702
Transfers out	(5,066,524)	(3,787,385)	(6,879,572)	(20,331,062)	(7,799,215)	(5,430,327)	(7,417,817)	(4,692,640)	(3,873,499)	(5,800,651)
<b>Total other financing sources (uses)</b>	<b>20,919,339</b>	<b>12,958,166</b>	<b>12,191,273</b>	<b>9,406,351</b>	<b>11,073,230</b>	<b>9,382,894</b>	<b>38,345,415</b>	<b>8,147,906</b>	<b>9,151,094</b>	<b>9,693,899</b>
<b>Net change in fund balances</b>	<b>\$ (6,936,819)</b>	<b>\$ 5,725,441</b>	<b>\$ 10,765,557</b>	<b>\$ (20,842,758)</b>	<b>\$ 1,655,026</b>	<b>\$ (5,089,702)</b>	<b>\$ 31,484,381</b>	<b>\$ (170,260)</b>	<b>\$ 11,074,948</b>	<b>\$ 9,600,847</b>
Debt service as a percentage of noncapital expenditures	6.16%	1.96%	5.96%	25.84%	4.96%	5.48%	6.41%	6.22%	4.52%	6.96%

**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 Estimated Market Value (1)	% of Tax Capacity to Total Estimated Market Value
	Tax Capacity	Estimated Market Value	Tax Capacity	Estimated Market Value				
1998	\$ 56,997,061	\$ 2,920,138,600	\$ 791,108	\$ 17,439,092	\$ 57,788,169	28.637%	\$ 2,937,577,692	1.97
					54,835,153		2,855,008,537	1.92
1999	54,102,977	3,096,167,400	631,540	18,304,469	54,734,517	30.961	3,114,471,869	1.76
					52,080,784		2,992,047,069	1.74
2000	59,455,277	3,444,768,100	654,431	19,503,400	60,109,708	30.840	3,464,271,500	1.74
					57,186,771		3,308,032,200	1.73
2001	67,070,403	3,873,614,700	622,362	18,559,600	67,692,765	29.558	3,892,174,300	1.74
					64,293,994		3,672,366,000	1.75
2002	56,758,188	4,526,307,800	394,054	19,550,600	57,152,242	41.376	4,545,858,400	1.26
					54,427,635		4,283,599,300	1.27
2003	63,783,214	5,158,173,100	493,262	24,938,100	64,276,476	40.873	5,183,111,200	1.24
					61,120,057		4,866,060,700	1.26
2004	69,480,548	5,722,379,100	510,278	25,454,100	69,990,826	40.743	5,747,833,200	1.22
					66,852,309		5,448,462,400	1.23
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

(1) Second amounts are net of Tax Increment.

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 Direct Rate	Overlapping Rates		
		Range of Tax Rates for Independent School Districts 531, 534 & 535	Olmsted County	Range of Total Direct and Overlapping Tax Rates
1998	28.637 %	59.226 - 63.224 %	41.845 %	129.708 - 133.706 %
1999	30.961	59.386 - 59.386	47.138	137.485 - 137.485
2000	30.840	54.760 - 60.084	46.645	132.245 - 137.569
2001	29.558	53.146 - 55.408	44.642	127.346 - 129.608
2002	41.376	27.961 - 33.274	58.608	127.945 - 133.258
2003	40.873	26.417 - 34.539	57.057	124.347 - 132.469
2004	40.743	25.966 - 36.121	55.782	122.491 - 132.646
2005	41.620	25.388 - 26.697	51.786	118.794 - 120.103
2006	41.672	23.695 - 24.881	50.831	116.198 - 117.384
2007	41.707	22.670 - 38.666	51.957	116.334 - 132.330

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)	2006			1997		
	Taxable Tax Capacity	Rank	Percentage of Total City Tax Capacity Value	Taxable Tax Capacity	Rank	Percentage of Total City Tax Capacity Value
Mayo Properties	\$4,637,961	1	5.43 %	\$ 6,477,537	1	11.21 %
Sunstone-Kahler	968,790	2	1.13	718,428	5	1.24
MEPC-Apache Properties	930,446	3	1.09	1,345,796	3	2.33
IBM Corporation	825,757	4	0.97	1,499,972	2	2.60
IRET Properties	548,922	5	0.64			
Mortenson Properties	476,012	6	0.56	467,882	7	0.81
Utilicorp United	324,290	7	0.38			
Leslie E Nelson	302,038	8	0.35	349,922	9	0.61
Target Corporation	302,038	9	0.35	352,184	8	0.61
BGD5 - LTD Partnership	222,280	10	0.26	879,098	4	1.52
Seneca Foods				475,198	6	0.82
Wal-Mart Stores, Inc				315,782	10	0.55
TOTAL	<u>\$9,538,534</u>		<u>11.16 %</u>	<u>\$12,881,799</u>		<u>22.30 %</u>

(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		Total Delinquent Taxes (2)	Delinquent Taxes As A % Of Total Net Tax Levy
			Amount	Percentage of Net Levy		Amount	Percentage of Net Levy		
1997	\$ 19,517,986	\$ 15,147,909	\$ 15,016,545	99.13%	\$ 92,800	\$ 15,109,345	99.75%	\$	0.00%
1998	20,048,860	15,678,086	15,543,788	99.14	74,394	15,618,182	99.62	349	0.00
1999	20,455,732	16,087,180	15,997,336	99.44	76,633	16,073,969	99.92	378	0.00
2000	21,969,974	17,600,000	17,374,147	98.72	204,050	17,578,197	99.88	1,235	0.01
2001	23,341,910	18,970,957	18,847,216	99.35	106,318	18,953,534	99.91	1,063	0.01
2002	22,480,055	20,438,982	20,263,091	99.14	154,490	20,417,581	99.90	3,516	0.02
2003	24,950,756	22,867,100	22,510,212	98.44	303,538	22,813,750	99.77	5,183	0.02
2004	27,189,112	25,100,811	24,842,761	98.97	158,708	25,001,469	99.60	15,482	0.06
2005	32,370,616	30,167,456	29,854,020	98.96	138,098	29,992,118	99.42	67,677	0.22
2006	35,159,505	32,947,173	32,528,890	98.73		32,528,890	98.73	351,769	1.07

(1) Tax Levy adjusted for HACA in 1997-2001 and market value credit in 2002-2006.

(2) On records of Olmsted County Auditor before allowance for uncollectible and excludes Tax Increment Districts.

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

Electricity (in millions of Kilowatt Hours)	Fiscal Year									
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
<u>Type of Customer</u>										
Residential	334	327	300	305	303	281	267	262	246	233
General Service	624	609	593	601	608	589	565	531	503	481
Industrial Service	293	286	271	250	243	242	245	233	220	186
Street & Hwy Lighting	7	7	7	7	7	7	7	7	7	7
Rental Lights	1	1	1	1	1	1	0	0	0	0
Interdepartmental Service	9	8	8	9	8	8	8	8	8	8
<b>Total KWH</b>	<b>1,268</b>	<b>1,238</b>	<b>1,180</b>	<b>1,173</b>	<b>1,170</b>	<b>1,128</b>	<b>1,092</b>	<b>1,041</b>	<b>984</b>	<b>915</b>

Total direct rate per Kilowatt Hour      \$ 0.081    \$ 0.073    \$ 0.071    \$ 0.069    \$ 0.069    \$ 0.067    \$ 0.067    \$ 0.065    \$ 0.065    \$ 0.067

Water (in millions of gallons)	Fiscal Year									
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
<u>Type of Customer</u>										
Residential	2,375	2,246	2,058	2,479	2,116	2,134	2,026	1,903	1,909	1,816
Commercial Service	1,594	1,543	1,484	1,579	1,533	1,527	1,466	1,410	1,398	1,378
Industrial Service	575	524	577	525	588	759	812	1,047	1,013	785
Interdepartmental Service	136	111	189	82	34	41	42	47	26	28
<b>Total gallons</b>	<b>4,680</b>	<b>4,424</b>	<b>4,308</b>	<b>4,665</b>	<b>4,271</b>	<b>4,461</b>	<b>4,346</b>	<b>4,407</b>	<b>4,346</b>	<b>4,007</b>

Total direct rate per 1,000 gallons      \$ 0.654    \$ 0.678    \$ 0.717    \$ 0.782    \$ 0.794    \$ 0.824    \$ 0.903    \$ 0.988    \$ 1.027    \$ 1.007

Sanitary Sewer ( in millions of gallons)	Fiscal Year									
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
<u>Type of Customer</u>										
Residential	1,637	1,622	1,640	1,690	1,653	1,587	1,578	1,518	1,469	1,450
Commercial	1,787	1,703	1,725	1,739	1,807	1,806	1,769	1,703	1,622	1,609
Industrial	722	689	981	982	951	1,086	1,015	1,566	1,101	1,028
<b>Total gallons</b>	<b>4,146</b>	<b>4,014</b>	<b>4,346</b>	<b>4,411</b>	<b>4,411</b>	<b>4,479</b>	<b>4,362</b>	<b>4,787</b>	<b>4,192</b>	<b>4,087</b>

Total direct rate per 1,000 gallons      \$ 1.060    \$ 0.976    \$ 0.936    \$ 0.952    \$ 0.929    \$ 0.906    \$ 0.884    \$ 0.863    \$ 0.842    \$ 0.768

**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**

<b>Governmental Activities</b>						
Fiscal Year	Sales Tax Bonds	Sales Tax Note	Tax Increment Bonds	Airport Hangar Notes	Energy Improvement Loan	Total Governmental Activities Debt
1997	\$5,700,000	\$	\$11,973,080	\$ 167,468	\$	\$ 17,840,548
1998			12,667,080	162,051		12,829,131
1999			10,606,025	329,248		10,935,273
2000	27,625,000		8,419,380	293,243		36,337,623
2001	28,383,673		7,444,380	467,287		36,295,340
2002	28,383,673	2,500,000	6,358,611	429,357		37,671,641
2003	10,458,673	2,399,000	5,206,761	371,822		18,436,256
2004	10,458,673	2,295,000	2,603,879	314,287		15,671,839
2005	10,258,673	2,188,000	2,547,435	256,752		15,250,860
2006	7,275,130	2,078,000	2,465,264	458,762	5,715,795	17,992,951

**Note:** Details of the city's outstanding debt can be found in the notes to the financial statements. City issued an airport hangar note of \$263,944 and a water note of \$1,525,000 in addition to an energy improvement loan of \$5,715,795 in 2006.

See Schedule 15 for personal income and population data.

### Business-Type Activities

Electric/Water Revenue Bonds/Notes	Wastewater Utility Bonds	Electric Notes Payable	Total Business Activities Debt	Total Primary Government Debt	Percentage of Personal Income	Per Capita
\$	\$ 10,700,000	\$ 1,200,000	\$ 11,900,000	\$ 29,740,548	1.34%	% \$ 380
	1,000,000	1,000,000	2,000,000	14,829,131	0.60%	185
	9,450,000	800,000	10,250,000	21,185,273	0.80%	258
37,290,000	8,875,000	600,000	46,765,000	83,102,623	2.91%	968
36,715,000	8,275,000	400,000	45,390,000	81,685,340	2.62%	919
47,390,000	7,620,000	200,000	55,210,000	92,881,641	3.01%	1,018
46,315,000	6,890,000		53,205,000	71,641,256	2.20%	770
45,050,000	89,855,000		134,905,000	150,576,839	4.34%	1,588
49,160,000	89,070,000		138,230,000	153,480,860	4.25%	1,579
48,935,000	87,920,000		136,855,000	154,847,951	N/A	1,570

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

**General Bonded Debt Outstanding**

Fiscal Year	Sales Tax Bonds	Tax Increment Bonds	Airport Hangar Notes	Wastewater Utility Bonds	Total	Less: Available In Debt Service	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
1997	\$ 5,700,000	\$ 11,973,080	\$ 167,468	\$ 10,700,000	\$ 28,540,548	\$ (6,305,983)	\$ 22,234,565	0.76 %	\$ 284
1998		12,667,080	162,051	10,000,000	22,829,131	(1,026,094)	21,803,037	0.70	272
1999		10,606,025	329,248	9,450,000	20,385,273	(256,293)	20,128,980	0.58	245
2000	27,625,000	8,419,380	293,243	8,875,000	45,212,623	(3,705)	45,208,918	1.16	527
2001	28,383,673	7,444,380	467,287	8,275,000	44,570,340	(3,056)	44,567,284	0.98	502
2002	30,883,673	6,358,611	429,357	7,620,000	45,291,641	(3,056)	45,288,585	0.87	496
2003	12,857,673	5,206,761	371,822	6,890,000	25,326,256	(642)	25,325,614	0.44	272
2004	12,753,673	2,603,879	314,287	89,855,000	105,526,839	(549)	105,526,290	1.64	1,113
2005	12,446,673	2,547,435	256,752	89,070,000	104,320,860		104,320,860	1.48	1,073
2006	9,353,130	2,465,264	458,762	87,920,000	100,197,156	(107,469)	100,089,507	1.33	1,015

**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

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

December 31, 2006

<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	\$ 32,944,332	0.14%	\$ 46,122
Independent School District #534	18,699,402	8.39%	1,568,880
Independent School District #535	94,167,473	84.65%	79,712,766
<b>Other debt</b>			
Olmsted County	18,314,432	70.86%	<u>12,977,607</u>
Subtotal, overlapping debt			94,305,374
<b>City direct debt</b>	17,992,951		<u>17,992,951</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 112,298,325</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 2006**

Market Value	\$ 7,553,873
Debt Limit (2% of market value)	<u>151,077</u>
Debt applicable to limit:	
Energy improvement loan	5,716
Less: Amount set aside for repayment of energy improvement loan	<u>(107)</u>
Total net debt applicable to limit	<u>5,609</u>
Legal debt margin	<u>\$ 145,468</u>

	<b>Fiscal Year</b>									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Debt limit	\$151,077	\$140,741	\$128,387	\$114,957	\$103,662	\$ 90,917	\$ 77,843	\$ 69,285	\$ 47,514	\$57,047
Total net debt applicable to limit	<u>5,609</u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Legal debt margin	\$145,468	\$140,741	\$128,387	\$114,957	\$103,662	\$ 90,917	\$ 77,843	\$ 69,285	\$ 47,514	\$57,047
Total net debt applicable to the limit as a percentage of debt limit	3.71%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

The legal debt limit for municipalities in Minnesota is 2% of the market value of taxable property. 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						Sewer Utility Bonds						Airport T-Hanger Notes					
	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	Airport Hangar Rental	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
	\$	\$	\$	Principal	Interest		\$	\$	\$	Principal	Interest		\$	\$	\$	Principal	Interest	
1997							\$ 7,651	\$ 4,376	\$ 3,274	\$ 650	\$ 1,122	1.85	\$					
1998							8,110	4,578	3,532	700	1,043	2.03	23		23	13		1.77
1999							9,095	4,874	4,220	550	554	3.82	27		27	18		1.51
2000							8,819	5,025	3,794	575	529	3.44	39		39	36		1.08
2001	90,193	82,330	7,864	575	1,913	3.16	9,288	5,416	3,871	625	501	3.44	42		42	36		1.17
2002	90,634	81,239	9,395	600	1,887	3.78	9,238	5,076	4,162	655	357	4.11	53		53	43		1.22
2003	99,091	89,449	9,642	1,075	2,431	2.75	9,745	5,866	3,879	730	283	3.83	53		53	58		0.92
2004	102,340	91,257	11,083	1,265	2,251	3.15	9,407	6,000	3,407	770	900	2.04	55		55	58		0.96
2005	112,432	97,047	15,385	1,655	2,414	3.78	10,208	6,587	3,621	785	4,077	0.74	57		57	58		0.99
2006	130,723	117,883	12,840	1,750	2,427	3.07	11,394	6,930	4,464	1,150	4,041	0.86	63		63	62		1.02

**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.

SCHEDULE 15

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

<u>YEAR</u>	<u>POPULATION (1)</u>	<u>PERSONAL INCOME</u> (thousands of dollars)	<u>PER CAPITA PERSONAL INCOME (2)</u>	<u>PUBLIC SCHOOL ENROLLMENT (3)</u>	<u>UNEMPLOYMENT RATE (4)</u>
1997	78,276	\$ 2,227,422	\$ 28,456	15,459	2.2%
1998	80,186	2,460,908	30,690	15,738	1.6
1999	82,019	2,654,053	32,359	15,568	2.1
2000	85,806	2,855,881	33,283	15,424	2.8
2001	88,858	3,119,804	35,110	15,869	2.7
2002	91,264	3,087,370	33,829	15,936	4.0
2003	93,037	3,256,853	35,006	16,010	4.4
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	0	N/A	15,868	3.2

Sources: (1) State Demographers Estimate/2000-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**

<b>Employer</b>	<b>2005</b>			<b>1997</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment <sup>(1)</sup></b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>
Mayo Clinic	28,000	1	27.76%	N/A	1	N/A
IBM	4,400	2	4.36%	N/A	2	N/A
Rochester Public Schools	2,150	3	2.13%	N/A	3	N/A
Olmsted County	1,135	4	1.13%	N/A	4	N/A
Olmsted Medical Center	998	5	0.99%	N/A	5	N/A
Wal-Mart/Sam's Club	981	6	0.97%	N/A	6	N/A
City of Rochester	800	7	0.79%	N/A	7	N/A
Hy-Vee Food Stores	775	8	0.77%	N/A	8	N/A
Crenlo	755	9	0.75%	N/A	9	N/A
Sunstone Hotel Properties	680	10	0.67%	N/A	10	N/A

(1) Bureau of Economic Analysis -  
Rochester MSA 2005 employment

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

<b>Function</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>	<b>2000</b>	<b>1999</b>	<b>1998</b>	<b>1997</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	3.50	3.50
Development District Administration	1.00	1.00	1.00	1.00	2.00	2.00	2.00	2.00	2.50	2.50
City Clerk/Elections/Parking Ticket Coll.	6.00	6.00	6.00	6.00	6.00	5.00	5.00	5.00	5.00	5.00
Finance	11.00	11.00	10.00	11.00	11.00	11.00	11.00	11.00	11.50	11.50
City Attorney	11.00	11.00	10.00	10.00	10.00	9.00	9.00	8.00	8.00	7.00
Human Resources	7.00	6.00	6.00	7.00	7.00	6.63	5.50	5.50	5.00	5.00
Information Systems	10.00	9.00	7.00	9.00	9.00	9.00	8.00	8.00	6.75	6.75
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>61.00</b>	<b>59.00</b>	<b>55.00</b>	<b>59.00</b>	<b>60.00</b>	<b>57.63</b>	<b>55.50</b>	<b>54.50</b>	<b>53.25</b>	<b>52.25</b>
Police	145.00	141.33	138.00	143.00	139.00	135.00	135.00	126.50	126.50	125.50
Public Safety Communications	26.00	25.00	25.00	25.00	25.00	25.00	22.20	22.40	20.00	20.00
Fire	107.00	104.00	103.58	105.00	105.00	100.00	95.00	94.00	94.00	96.00
Building Safety	26.00	26.00	25.00	25.00	25.00	22.00	20.00	19.50	18.00	18.00
Animal Control	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Flood Control Maintenance	2.00	2.00	2.00	2.00	2.00	2.00				-
<b>Public Safety</b>	<b>309.00</b>	<b>301.33</b>	<b>296.58</b>	<b>303.00</b>	<b>299.00</b>	<b>287.00</b>	<b>275.20</b>	<b>265.40</b>	<b>261.50</b>	<b>262.50</b>
Engineering	35.00	33.00	33.00	37.00	37.50	36.50	34.50	33.50	31.00	31.00
Traffic	10.00	8.00	8.00	9.00	10.00	9.00	9.00	9.00	10.00	10.00
Street and Alley	44.00	43.75	41.00	44.00	42.00	41.00	40.00	38.00	37.00	37.00
<b>Public Works</b>	<b>89.00</b>	<b>84.75</b>	<b>82.00</b>	<b>90.00</b>	<b>89.50</b>	<b>86.50</b>	<b>83.50</b>	<b>80.50</b>	<b>78.00</b>	<b>78.00</b>
Music	4.00	4.00	4.00	4.00	4.00	4.00	3.00	3.00	3.00	4.00
Library	51.75	50.25	50.25	51.00	50.50	48.00	47.00	47.00	46.00	46.00
<b>Total Culture</b>	<b>55.75</b>	<b>54.25</b>	<b>54.25</b>	<b>55.00</b>	<b>54.50</b>	<b>52.00</b>	<b>50.00</b>	<b>50.00</b>	<b>49.00</b>	<b>50.00</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	11.00	11.00	12.00	12.00	12.00	12.00	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	-	-
Graham Arenas	2.00	2.00	2.00	2.00	1.50	1.50	1.00	1.00	1.00	1.00
Parks	28.00	28.00	26.75	28.00	26.50	26.50	27.00	26.00	25.00	25.00
Recreation Center	6.00	6.00	6.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Mayo Civic Center	13.00	13.00	13.00	13.00	13.00	13.00	12.00	12.00	12.00	11.00
<b>Parks and Recreation</b>	<b>69.00</b>	<b>69.00</b>	<b>67.75</b>	<b>71.00</b>	<b>69.00</b>	<b>69.00</b>	<b>68.00</b>	<b>66.00</b>	<b>64.00</b>	<b>63.00</b>
<b>Total Governmental Activities</b>	<b>583.75</b>	<b>568.33</b>	<b>555.58</b>	<b>578.00</b>	<b>572.00</b>	<b>552.13</b>	<b>532.20</b>	<b>516.40</b>	<b>505.75</b>	<b>505.75</b>
Parking Administration/Operations	4.00	4.00	5.00	4.00	4.00	4.00	4.00	4.00	2.00	2.00
Electric Utility	181.00	176.00	172.00	172.00	170.00	164.00	165.00	163.00	155.50	153.50
Water Utility	20.00	20.00	20.00	20.00	20.00	19.00	19.00	18.00	24.50	24.50
Sewer Utility	36.00	37.00	37.00	36.00	36.50	36.50	34.50	34.50	35.00	35.00
Storm Water Utility	6.00	5.00	5.00							-
<b>Total Business Activities</b>	<b>247.00</b>	<b>242.00</b>	<b>239.00</b>	<b>232.00</b>	<b>230.50</b>	<b>223.50</b>	<b>222.50</b>	<b>219.50</b>	<b>217.00</b>	<b>215.00</b>
<b>Totals for Organization</b>	<b>830.75</b>	<b>810.33</b>	<b>794.58</b>	<b>810.00</b>	<b>802.50</b>	<b>775.63</b>	<b>754.70</b>	<b>735.90</b>	<b>722.75</b>	<b>720.75</b>

Source: City's Adopted Budgets

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

<b>Function/Program</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>	<b>2000</b>	<b>1999</b>	<b>1998</b>	<b>1997</b>
<b>Police</b>										
Part I crimes	2,826	2,743	2,873	3,282	3,023	3,483	2,612	2,737	2,852	3,067
Part II crimes	3,903	3,813	4,049	4,331	4,425	4,322	3,866	3,822	3,954	3,760
Arrests	3,350	3,646	4,089	4,492	4,425	4,220	4,641	4,794	5,079	4,529
<b>Fire</b>										
Total emergency responses	6,661	6,543	6,124	5,648	5,669	5,728	4,951	5,187	4,355	2,144
EMS responses	4,481	3,871	3,486	3,136	3,340	3,597	3,414	3,302	2,613	454
Fire responses	268	200	245	284	233	245	336	352	340	322
<b>Public Works</b>										
Streets resurfaced (miles)	20	27	30	27	45	31	31	25	39	9
Residential snow plowing (miles)	4,010	4,050	4,000	3,900	3,975	4,000	3,950	3,800	3,700	2,937
<b>Airport</b>										
Airline passengers	296,889	283,113	277,504	278,990	298,500	295,619	310,164	319,745	319,587	312,914
Air cargo (millions of pounds)	28.90	29.60	34.20	31.50	27.50	25.00	23.50	22.20	21.40	15.39
<b>Transit</b>										
Passengers (millions)	1.43	1.43	1.17	1.20	1.21	1.17	1.05	1.00	0.94	0.89
Route miles (thousands)	953	940	970	951	903	882	782	740	701	617
<b>Library</b>										
Annual circulation (millions)	1.47	1.48	1.40	1.38	1.23	1.14	1.07	1.06	1.09	1.13
<b>Park &amp; Recreation</b>										
Rounds of golf played	105,076	90,298	136,000	132,000	136,000	132,000	140,963	135,000	142,000	136,000
Hours of arena ice rentals	2,810	2,900	2,695	2,900	2,695	2,860	2,825	2,820	2,720	2,575
Civic center event-days	1,279	1,348	1,337	1,002	1,301	1,630	2,521	1,441	1,401	1,335
<b>Electric Utility</b>										
Number of customers	46,433	45,586	44,545	43,359	42,295	41,150	39,356	38,261	36,967	36,057
Average daily consumption (megawatt hours)	3,470	3,393	3,232	3,214	3,206	3,093	3,028	2,853	2,695	2,506
<b>Water Utility</b>										
Number of customers	35,527	34,761	33,756	32,721	31,629	30,504	29,256	28,285	27,304	26,603
Average daily consumption (millions of gallons)	12.80	12.12	11.80	12.78	11.70	12.22	11.91	12.08	11.91	10.98
<b>Sanitary Sewer Utility</b>										
Gallons of wastewater treated annually (millions of gallons)	4,904	4,914	5,333	4,805	5,006	4,721	4,475	5,175	4,940	4,643

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>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>	<b>2000</b>	<b>1999</b>	<b>1998</b>	<b>1997</b>
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Fire										
Stations	4	4	4	4	4	4	3	3	3	3
Public Works										
Streets (miles)	500	483	468	456	440	425	410	380	300	296
Intersections w/traffic signals	139	141	133	130	127	127	123	119	113	110
Street lights	8,814	8,299	7,667	7,606	7,329	6,989	6,791	6,351	6,170	6,027
Storm sewer (miles)	261	254	228	215	202	179	172	161	149	146
Airport										
9,033' x 150' No./So. runway	1	1								
7,533' x 150' No./So.runway			1	1	1	1	1	1	1	1
7,300' x 150' E/W runway	1	1	1	1	1	1	1			
5,200' x 150' E/W runway								1	1	1
Transit										
Transit buses	56	56	46	43	35	35	30	30	26	26
Bus shelters	60	60	60	59	59	59	53	53	53	53
Library										
Holdings (thousands)	435	439	401	370	355	343	337	328	317	309
Park & Recreation										
Acres of parkland	3,045	3,030	3,015	3,107	2,915	2,867	2,647	2,600	2,552	2,552
Number of parks	99	96	94	92	80	77	73	73	71	71
Number of golf courses	4	4	4	4	4	4	4	4	4	4
Electric Utility										
Miles of distribution line	697	678	679	652	631	598	575	547	523	499
Water Utility										
Miles of watermain	557	543	528	487	491	441	424	397	382	370
Number of fire hydrants	6,554	6,361	6,189	5,823	5,610	5,342	5,121	4,798	4,602	4,431
Sanitary Sewer Utility										
Miles of sanitary sewer	466	456	455	436	394	361	349	339	315	310
Treatment capacity (thousands of gallons)	19,100	19,100	19,100	19,100	19,100	19,100	19,100	19,100	19,100	19,100
Area of City (square miles)	51.44	50.90	49.26	48.87	46.50	43.40	43.09	40.01	39.69	37.61

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

