

# CITY OF ROCHESTER, MINNESOTA

## STATISTICAL SECTION

### DECEMBER 31, 2017

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)

	Fiscal Year					
	2017	2016	2015	2014	2013	2012
<b>Expenses</b>						
Governmental activities:						
General government	\$ 12,510,037	\$ 15,735,647	\$ 11,743,255	\$ 8,609,956	\$ 8,811,595	\$ 8,347,314
Public safety	56,914,220	59,557,300	49,527,459	42,417,692	42,858,335	42,320,996
Public works	26,745,592	31,641,886	31,528,109	41,087,966	19,887,604	16,543,088
Airport	5,855,354	5,661,137	5,736,407	6,259,156	5,734,323	7,099,307
Transit	10,130,590	8,989,779	8,291,571	8,076,205	7,724,506	7,433,706
Culture	11,220,102	11,808,852	10,506,555	9,351,564	9,566,658	8,972,044
Park and recreation/Mayo Civic Center	22,342,306	19,242,390	17,998,905	18,216,344	16,841,511	16,373,665
Economic development/tourism	18,622,500	18,342,528	19,326,705	4,621,378	9,911,655	6,586,468
Community reinvestment/unallocated	787,312	623,834	592,918	428,930	506,967	537,748
Interest on long-term debt	3,888,556	3,950,561	3,181,305	2,276,231	2,380,003	2,544,147
<b>Total governmental activities expenses</b>	<b>169,016,569</b>	<b>175,553,914</b>	<b>158,433,189</b>	<b>141,345,422</b>	<b>124,223,157</b>	<b>116,758,483</b>
Business-Type activities:						
Parking	4,367,159	4,449,758	4,300,007	4,347,469	4,393,329	4,144,820
Electric utility	140,679,727	136,810,576	132,233,524	131,936,203	132,336,451	130,435,312
Water utility	9,717,620	9,166,574	8,674,276	8,753,706	8,633,125	8,208,287
Sewer utility	20,473,740	20,952,914	22,065,001	23,780,820	24,553,468	23,967,214
Storm water utility	5,169,351	3,996,198	3,795,630	3,881,151	3,641,691	3,646,348
<b>Total business-type activities expenses</b>	<b>180,407,597</b>	<b>175,376,020</b>	<b>171,068,438</b>	<b>172,699,349</b>	<b>173,558,064</b>	<b>170,401,981</b>
<b>Total primary government expenses</b>	<b>\$ 349,424,166</b>	<b>\$ 350,929,934</b>	<b>\$ 329,501,627</b>	<b>\$ 314,044,771</b>	<b>\$ 297,781,221</b>	<b>\$ 287,160,464</b>
<b>Program Revenues</b>						
Governmental activities:						
Charges for services:						
General government	\$ 560,332	\$ 527,164	\$ 529,872	\$ 509,453	\$ 541,468	\$ 555,338
Public safety	7,421,869	6,928,928	6,965,279	6,389,114	5,836,234	5,671,791
Public works	615,995	475,637	389,744	460,541	416,248	395,433
Airport	4,343,526	3,602,094	3,053,404	2,953,979	2,710,121	3,778,968
Transit	2,754,125	2,615,773	2,389,682	2,203,876	2,174,648	2,086,011
Culture	331,937	350,438	383,630	374,321	368,657	296,401
Park and recreation/Mayo Civic Center	7,513,143	6,772,524	6,402,621	6,707,469	6,782,711	6,707,922
Economic development/tourism	3,538,383	3,459,773	3,138,663	2,815,791	2,688,420	2,648,546
Operating grants and contributions	13,029,859	12,228,509	10,178,769	9,886,803	9,375,174	8,824,544
Capital grants and contributions	33,520,270	42,954,009	32,254,866	24,087,277	74,050,192	28,549,008
<b>Total governmental activities program revenues</b>	<b>73,629,439</b>	<b>79,914,849</b>	<b>65,686,530</b>	<b>56,388,624</b>	<b>104,943,873</b>	<b>59,513,962</b>
Business-type activities:						
Charges for services:						
Parking	7,545,182	7,080,406	6,847,212	6,309,209	6,105,503	5,566,720
Electric utility	160,780,098	156,434,892	145,855,844	142,961,216	140,978,042	142,602,756
Water utility	10,212,568	9,461,274	8,660,906	8,286,713	8,282,104	8,619,876
Sewer utility	29,208,895	27,796,351	27,487,183	24,250,191	21,926,463	20,461,638
Storm water utility	6,769,027	6,065,680	6,060,977	5,301,271	5,563,036	5,135,264
Capital grants and contributions	9,511,850	10,256,977	2,903,373	5,057,759	1,662,034	1,845,793
<b>Total business-type activities program revenues</b>	<b>224,027,620</b>	<b>217,095,580</b>	<b>197,815,495</b>	<b>192,166,359</b>	<b>184,517,182</b>	<b>184,232,047</b>
<b>Total primary government program revenues</b>	<b>\$ 297,657,059</b>	<b>\$ 297,010,429</b>	<b>\$ 263,502,025</b>	<b>\$ 248,554,983</b>	<b>\$ 289,461,055</b>	<b>\$ 243,746,009</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**

2011	2010	2009	2008
\$ 8,007,217	\$ 7,689,602	\$ 6,943,475	\$ 7,474,607
40,121,082	38,566,296	37,982,196	36,879,979
16,928,415	24,596,491	24,551,047	18,064,883
6,835,339	6,881,982	5,572,561	6,204,997
5,264,547	4,885,878	4,465,509	4,463,679
8,588,954	8,045,420	7,698,935	7,830,377
16,444,476	15,952,230	15,631,196	14,899,915
6,386,889	13,054,890	6,545,075	3,168,068
558,095	599,580	572,515	1,351,984
2,653,978	1,824,346	1,574,213	1,194,906
<u>111,788,992</u>	<u>122,096,715</u>	<u>111,536,722</u>	<u>101,533,395</u>
4,058,355	4,100,101	3,731,599	3,520,547
129,122,438	131,769,006	123,933,285	132,989,378
8,063,227	7,242,501	7,172,964	6,950,672
22,097,030	21,766,488	22,180,957	21,923,523
2,995,740	2,982,478	2,721,314	2,852,576
<u>166,336,790</u>	<u>167,860,574</u>	<u>159,740,119</u>	<u>168,236,696</u>
<u>\$ 278,125,782</u>	<u>\$ 289,957,289</u>	<u>\$ 271,276,841</u>	<u>\$ 269,770,091</u>
\$ 540,045	\$ 512,005	\$ 501,912	\$ 471,410
4,820,088	4,769,132	4,705,781	5,448,286
276,631	234,659	194,890	230,585
2,901,820	2,982,614	2,678,608	2,934,276
672,682	664,888	659,012	663,088
378,587	323,655	412,840	394,469
6,855,382	6,744,988	6,810,599	6,221,588
2,058,326	62,446	63,291	126,214
9,038,414	12,179,932	10,404,046	7,249,392
27,302,175	30,373,195	17,571,480	23,341,029
<u>54,844,150</u>	<u>58,847,514</u>	<u>44,002,459</u>	<u>47,080,337</u>
5,146,359	4,763,393	4,701,251	4,512,354
142,412,918	142,768,456	136,149,438	147,462,166
8,320,952	8,132,955	8,192,390	8,174,118
18,381,793	16,873,321	15,150,978	13,646,680
4,982,245	4,688,635	4,239,649	3,593,395
1,701,524	6,540,059	1,088,397	5,123,882
<u>180,945,791</u>	<u>183,766,819</u>	<u>169,522,103</u>	<u>182,512,595</u>
<u>\$ 235,789,941</u>	<u>\$ 242,614,333</u>	<u>\$ 213,524,562</u>	<u>\$ 229,592,932</u>

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

	Fiscal Year				
	2017	2016	2015	2014	2013
<b>Net (Expense) Revenue</b>					
Governmental Activities	\$ (95,387,130)	\$ (95,639,065)	\$ (92,746,659)	\$ (84,956,798)	\$ (19,279,284)
Business-type activities	43,620,023	41,719,560	26,747,057	19,467,010	10,959,118
Total primary government net (expense) revenue	<u>\$ (51,767,107)</u>	<u>\$ (53,919,505)</u>	<u>\$ (65,999,602)</u>	<u>\$ (65,489,788)</u>	<u>\$ (8,320,166)</u>
<b>General Revenues and Other Changes In Net Position</b>					
Governmental activities:					
Taxes					
General property taxes	\$ 62,455,775	\$ 57,241,529	\$ 54,064,041	\$ 50,057,894	\$ 50,008,722
Tax increments collection	2,339,773	2,144,901	2,129,568	2,525,457	2,969,470
Sales tax	18,094,421	17,748,947	12,033,640	11,262,270	10,372,478
Nonproperty taxes	10,908,436	10,027,846	9,991,794	9,304,678	5,815,897
Unrestricted grants and contributions	10,342,105	8,830,183	7,364,153	8,105,837	5,157,388
Interest earnings	2,955,449	2,091,751	2,342,414	1,683,017	1,957,763
Gain on disposition of property	136,251	87,835	122,152	85,968	65,952
Net increase (decrease) in the fair value of investments	(681,715)	(91,490)	(254,650)	471,553	(1,394,762)
Miscellaneous	669,764	1,687,970	1,469,200	1,063,959	663,780
Transfers	(9,887,033)	5,831,285	6,698,770	6,806,405	7,617,827
Total governmental activities	<u>97,333,226</u>	<u>105,600,757</u>	<u>95,961,082</u>	<u>91,367,038</u>	<u>83,234,515</u>
Business-type activities:					
Unrestricted grants and contributions	68,410	13,567	9,796	93,471	9,796
Interest earnings	1,808,241	961,002	938,164	1,059,897	767,460
Net increase (decrease) in the fair value of investments	(291,453)	(5,705)	(194,846)	(47,833)	(409,347)
Miscellaneous	131,327	398,114	341,054	335,629	(53,274)
Transfers	9,887,033	(5,831,285)	(6,698,770)	(6,806,405)	(7,617,827)
Special item - impairment loss					
Total business-type activities	<u>11,603,558</u>	<u>(4,464,307)</u>	<u>(5,604,602)</u>	<u>(5,365,241)</u>	<u>(7,303,192)</u>
Total primary government	<u>\$ 108,936,784</u>	<u>\$ 101,136,450</u>	<u>\$ 90,356,480</u>	<u>\$ 86,001,797</u>	<u>\$ 75,931,323</u>
<b>Change in Net Position</b>					
Governmental activities	\$ 1,946,096	\$ 9,961,692	\$ 3,214,423	\$ 6,410,240	\$ 63,955,231
Business-type activities	55,223,581	37,255,253	21,142,455	14,101,769	3,655,926
Total primary government	<u>\$ 57,169,677</u>	<u>\$ 47,216,945</u>	<u>\$ 24,356,878</u>	<u>\$ 20,512,009</u>	<u>\$ 67,611,157</u>

**Schedule 1 (Continued)**

2012	2011	2010	2009	2008
\$ (57,223,113)	\$ (56,944,842)	\$ (63,249,201)	\$ (67,534,263)	\$ (54,453,058)
13,651,125	14,609,001	15,906,245	9,781,984	14,275,899
<u>\$ (43,571,988)</u>	<u>\$ (42,335,841)</u>	<u>\$ (47,342,956)</u>	<u>\$ (57,752,279)</u>	<u>\$ (40,177,159)</u>

\$ 47,786,839	\$ 43,323,671	\$ 41,711,795	\$ 39,179,058	\$ 37,734,057
2,546,157	1,952,314	1,943,050	1,686,611	1,590,432
10,300,777	9,840,169	9,346,574	9,192,275	9,594,526
5,286,161	4,923,322	4,833,173	4,909,229	4,773,328
5,173,338	4,363,964	5,489,944	8,799,788	7,128,314
2,081,801	3,978,207	4,082,540	4,695,597	6,132,448
283,656	51,813	61,681	30,671	401,516
(324,140)	(816,364)	(1,294,764)	(2,517,582)	2,807,423
250,566	1,741,451	545,128	819,814	344,243
8,011,014	10,537,266	3,251,868	5,735,310	6,809,616
<u>81,396,169</u>	<u>79,895,813</u>	<u>69,970,989</u>	<u>72,530,771</u>	<u>77,315,903</u>

340,346	58,226	80,746	33,451	124,105
938,274	1,496,480	1,856,829	2,142,150	4,435,397
112,057	(175,200)	(390,708)	(243,846)	303,115
50,469	(205,752)	(169,004)	(360,518)	(219,415)
(8,011,014)	(10,537,266)	(3,251,868)	(5,735,310)	(6,809,616)
(35,536,828)				
<u>(42,106,696)</u>	<u>(9,363,512)</u>	<u>(1,874,005)</u>	<u>(4,164,073)</u>	<u>(2,166,414)</u>
<u>\$ 39,289,473</u>	<u>\$ 70,532,301</u>	<u>\$ 68,096,984</u>	<u>\$ 68,366,698</u>	<u>\$ 75,149,489</u>

\$ 24,173,056	\$ 22,950,971	\$ 6,721,788	\$ 4,996,508	\$ 22,862,845
(28,455,571)	5,245,489	14,032,240	5,617,911	12,109,485
<u>\$ (4,282,515)</u>	<u>\$ 28,196,460</u>	<u>\$ 20,754,028</u>	<u>\$ 10,614,419</u>	<u>\$ 34,972,330</u>

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

	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Governmental activities										
Net investment in capital assets	\$ 612,735,024	\$ 614,090,646	\$ 583,012,721	\$ 572,584,985	\$ 553,588,996	\$ 509,225,208	\$ 489,129,077	\$ 465,058,494	\$ 476,322,274	\$ 471,563,821
Restricted	48,584,755	48,171,271	52,805,659	43,672,245	49,748,493	51,203,900	54,664,399	42,452,366	44,545,026	41,620,652
Unrestricted	65,120,598	62,232,364	78,714,209	135,765,104	142,274,605	121,227,755	114,126,032	127,457,677	107,379,449	110,065,768
Total governmental activities net position	<u>\$ 726,440,377</u>	<u>\$ 724,494,281</u>	<u>\$ 714,532,589</u>	<u>\$ 752,022,334</u>	<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>
Business-type activities										
Net investment in capital assets	\$ 373,589,926	\$ 357,816,339	\$ 322,172,020	\$ 314,444,519	\$ 302,966,488	\$ 299,805,897	\$ 338,400,428	\$ 339,648,274	\$ 321,275,110	\$ 337,553,519
Restricted	455,000	327,917	1,007,633				3,204,362	3,232,791	7,765,427	7,348,707
Unrestricted	147,967,295	108,644,384	106,353,734	109,063,419	106,439,679	107,565,865	94,482,357	87,960,593	87,768,881	66,289,281
Total business-type activities net position	<u>\$ 522,012,221</u>	<u>\$ 466,788,640</u>	<u>\$ 429,533,387</u>	<u>\$ 423,507,938</u>	<u>\$ 409,406,167</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>
Primary government										
Net investment in capital assets	\$ 986,324,950	\$ 971,906,985	\$ 905,184,741	\$ 887,029,504	\$ 856,555,484	\$ 809,031,105	\$ 827,529,505	\$ 804,706,768	\$ 797,597,384	\$ 809,117,340
Restricted	49,039,755	48,499,188	53,813,292	43,672,245	49,748,493	51,203,900	57,868,761	45,685,157	52,310,453	48,969,359
Unrestricted	213,087,893	170,876,748	185,067,943	244,828,523	248,714,284	228,793,620	208,608,389	215,418,270	195,148,330	176,355,049
Total primary government net position	<u>\$ 1,248,452,598</u>	<u>\$ 1,191,282,921</u>	<u>\$ 1,144,065,976</u>	<u>\$ 1,175,530,272</u>	<u>\$ 1,155,018,261</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>

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.

The City adopted GASB Statements No. 68 and 71 in 2015. Amounts in this schedule prior to 2015 have not been restated for GASB Statements No. 68 and 71.

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

	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General fund										
Reserved	\$	\$	\$	\$	\$	\$	\$	\$	\$ 492,914	\$ 607,823
Unreserved									22,043,737	19,434,360
Nonspendable	884,038	894,095	1,163,500	973,004	860,130	1,063,172	211,484	136,478		
Restricted	44,221	41,149	41,793	43,208	41,803	37,364	34,461	35,060		
Assigned	769,539	960,895	692,691	563,558	642,257	762,355	559,851	639,978		
Unassigned	33,066,288	31,745,754	30,543,618	29,431,232	27,169,199	25,761,818	23,127,951	22,027,942		
Total general fund	<u>34,764,086</u>	<u>33,641,893</u>	<u>32,441,602</u>	<u>31,011,002</u>	<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>
All other governmental funds										
Reserved									53,638,296	49,533,336
Unreserved, reported in:										
Special revenue funds									10,325,542	8,989,193
Capital projects funds									24,282,673	34,726,536
Nonspendable	319,549	53,648	234,012	164,219	182,079	72,455	35,357	273,738		
Restricted	44,805,419	44,613,224	49,386,163	40,241,517	46,532,220	47,851,673	50,947,047	53,108,779		
Committed	56,112,376	58,790,608	87,499,676	51,592,509	47,141,420	49,821,928	43,894,506	47,328,336		
Assigned	10,640,769	9,870,376	8,148,165	6,631,621	6,138,504	6,105,985	5,560,461	4,876,324		
Unassigned	(229,825)	(4,432)		(42,389)						
Total all other governmental funds	<u>111,648,288</u>	<u>113,323,424</u>	<u>145,268,016</u>	<u>98,587,477</u>	<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>
Total governmental funds	<u>\$146,412,374</u>	<u>\$146,965,317</u>	<u>\$177,709,618</u>	<u>\$129,598,479</u>	<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>

Note: The City implemented GASB Statement No. 54 in 2011, including retroactively restating the 2010 fund balances for comparison, 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									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<b>REVENUES</b>										
General property taxes	\$ 61,841,148	\$ 56,808,280	\$ 53,739,201	\$ 49,901,003	\$ 49,813,611	\$ 47,517,667	\$ 43,271,181	\$ 41,574,807	\$ 38,806,150	\$ 37,400,201
Tax increments collections	2,339,774	2,146,341	2,128,993	2,527,096	2,968,753	2,545,678	1,951,402	1,943,050	1,686,611	1,590,432
Sales tax	18,094,421	17,748,947	12,033,640	11,262,270	10,372,478	10,300,776	9,840,169	9,346,574	9,192,275	9,594,526
Special assessments	1,558,422	2,885,275	3,133,502	3,020,900	3,373,890	3,372,669	1,920,163	1,645,097	1,533,001	1,572,955
Utility connection and availability	730,860	517,430	325,270	1,231,803	1,017,876	1,225,703	609,934	825,430	326,051	550,149
Nonproperty taxes	10,908,436	10,027,846	9,991,794	9,304,677	5,815,897	5,286,161	4,923,322	4,833,173	4,909,229	4,773,328
Licenses and permits	4,442,343	3,908,886	4,031,809	3,644,171	3,258,186	3,066,039	2,420,015	2,379,733	2,279,973	2,680,368
Fines and forfeits	528,677	544,922	475,034	454,196	501,266	571,770	547,800	527,450	544,259	524,331
Intergovernmental revenues	43,630,609	53,738,401	51,612,284	45,911,346	27,443,118	35,540,209	31,480,025	37,041,345	29,659,974	29,181,062
Charges for services	17,353,780	15,704,837	14,445,355	14,569,661	14,286,318	13,909,393	12,585,871	12,530,294	13,687,801	13,861,583
Interest earnings	2,433,653	1,787,203	2,011,828	1,408,581	1,620,760	1,630,099	3,208,257	3,173,913	3,649,388	4,951,680
Net increase (decrease) in the fair value of investments	(618,515)	(97,790)	(213,050)	353,653	(1,028,062)	(240,340)	(614,664)	(924,764)	(2,008,682)	2,045,623
Rental revenues	5,280,915	5,029,277								
Miscellaneous revenues	5,142,313	4,628,858	4,342,010	8,179,969	7,785,582	6,427,896	6,925,433	6,553,480	3,583,948	2,209,994
<b>Total Revenues</b>	<b>173,666,836</b>	<b>175,378,713</b>	<b>158,057,670</b>	<b>151,769,326</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>EXPENDITURES</b>										
General government	10,258,473	9,552,854	8,950,029	8,305,825	8,247,598	7,764,505	7,189,932	7,049,164	6,691,631	6,873,581
Public safety	47,224,655	44,087,735	41,834,295	40,342,785	39,687,164	38,136,230	37,120,837	35,865,215	34,986,398	34,891,804
Public works	13,586,312	12,490,216	12,236,537	12,915,388	10,980,007	8,823,486	9,800,681	10,253,529	9,096,795	10,640,690
Airport operations	3,838,328	3,509,338	3,341,923	3,471,271	3,418,210	3,485,498	3,192,782	3,116,769	3,038,389	3,192,454
Transit	8,603,957	7,120,532	7,120,532	7,170,957	6,832,839	6,544,287	4,427,520	4,216,924	3,791,674	3,781,225
Culture	9,211,005	9,194,355	8,606,048	8,248,460	8,085,190	7,415,474	7,278,575	7,238,432	6,896,807	7,099,224
Park and recreation	15,667,056	13,937,857	13,525,070	13,397,123	13,101,852	12,651,545	12,495,382	12,341,947	12,024,541	11,728,868
Economic development/tourism	7,363,083	4,658,106	4,573,610	4,030,486	4,149,017	3,635,191	3,316,165	3,262,793	2,601,319	2,352,074
Community reinvestment and unallocated	787,312	623,834	592,918	428,928	506,968	537,745	558,095	470,731	572,108	633,038
Debt service										
Interest	4,334,501	4,504,126	2,584,637	2,304,982	2,384,866	2,555,540	2,377,564	2,110,335	1,284,802	874,312
Principal	5,509,812	4,499,528	2,538,436	2,476,296	2,298,524	5,132,264	1,472,961	1,260,612	958,505	663,295
Capital outlay	63,026,292	112,505,622	97,316,009	58,825,813	38,465,142	36,982,468	45,390,342	55,413,183	46,496,499	55,245,719
<b>Total Expenditures</b>	<b>189,410,786</b>	<b>227,061,627</b>	<b>203,220,044</b>	<b>161,918,314</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>
Deficiency of revenues under expenditures	(15,743,950)	(51,682,914)	(45,162,374)	(10,148,988)	(10,927,704)	(2,510,513)	(15,551,928)	(21,150,052)	(20,589,490)	(27,040,052)
<b>OTHER FINANCING SOURCES (USES)</b>										
Sale of land										360,000
Proceeds from borrowing	23,037,069	10,005,196	76,693,345					26,383,439	8,035,000	9,200,000
Premiums on issuance of debt								85,609		
Transfers in	28,660,245	21,585,862	18,857,736	15,799,053	28,462,193	28,513,745	15,644,800	16,710,433	14,722,178	23,646,860
Transfers out	(36,506,307)	(10,652,445)	(6,979,851)	(4,759,198)	(20,303,627)	(18,897,600)	(4,148,389)	(4,385,956)	(4,675,774)	(8,579,997)
Total other financing sources (uses)	15,191,007	20,938,613	88,571,230	11,039,855	8,158,566	9,616,145	11,496,411	38,793,525	18,081,404	24,266,863
<b>Net change in fund balances</b>	<b>\$ (552,943)</b>	<b>\$ (30,744,301)</b>	<b>\$ 43,408,856</b>	<b>\$ 890,867</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>\$ (2,773,189)</b>
Debt service as a percentage of noncapital expenditures	6.92%	6.38%	3.80%	3.78%	4.29%	7.57%	4.35%	3.90%	2.77%	1.88%

**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				
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
2015	107,405,274	8,438,468,100	1,072,631	56,696,200	108,477,905	50.217	8,495,164,300	1.28
					106,722,322		8,468,312,054	1.26
2016	112,563,510	8,778,367,100	1,172,361	61,706,600	113,735,871	51.332	8,840,073,700	1.29
					111,971,422		8,814,637,966	1.27
2017	123,544,164	9,668,829,100	1,357,339	70,958,000	124,901,503	51.109	9,739,787,100	1.28
					122,965,396		9,713,206,476	1.27
2018	132,563,364	10,455,024,900	1,431,802	74,684,400	133,995,166	52.147	10,529,709,300	1.27
					131,952,503		10,503,380,905	1.26

(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 School Districts 531, 534 & 535	Olmsted County	Range of Total Direct and Overlapping Tax Rates
	Operating	Debt Service	Total Direct Rate			
2009	40.900 %	0.108 %	41.008 %	20.303 - 37.107 %	52.288 %	113.599 - 130.403 %
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
2015	48.524	1.693	50.217	21.115 - 41.642	57.532	128.864 - 149.391
2016	49.708	1.624	51.332	20.023 - 40.916	57.796	129.151 - 150.044
2017	49.624	1.485	51.109	17.862 - 43.481	54.346	123.317 - 148.936
2018	50.662	1.485	52.147	15.758 - 41.100	54.837	122.742 - 148.084

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)	2017 Taxes Payable			2008 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	\$ 11,128,506	1	9.05 %	\$ 5,041,949	1	5.30 %
MEPC-Apache Properties	1,028,744	2	0.84	940,058	2	0.99
IBM Corporation	745,376	3	0.61	825,239	3	0.87
Minnesota Energy Resources	714,486	4	0.58			
Sunstone Kahler	691,258	5	0.56	610,830	4	0.64
Carpenter & Torgerson SSMR	530,080	6	0.43			
MN Bio Business Center	491,791	7	0.40			
IRET Grandville LLC	473,485	8	0.39			
Maine Land LLC	459,192	9	0.37			
Sunstone Skyway LLC	435,962	10	0.35			
Mortenson Properties				477,958	5	0.50
NNN 3050 Superior LLC				438,858	6	0.46
Leslie E Nelson(various prop)				418,094	7	0.44
Rochester Development				400,375	8	0.42
IRET Properties				329,856	9	0.35
Grandville at Cascade Lake				269,386	10	0.28
<b>TOTAL</b>	<b>\$ 16,698,880</b>		<b>13.58 %</b>	<b>\$ 9,752,603</b>		<b>10.25 %</b>

(1) Source: Olmsted County Property Records

**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		
2008	\$ 39,965,404	\$ 37,769,398	\$ 37,245,742	98.61	% \$ 347,128	\$ 37,592,870	99.53	% \$ (11,572)	(0.03)
2009	41,487,000	39,282,764	38,551,029	98.14	497,372	39,048,401	99.40	640	
2010	44,272,624	42,032,311	41,252,386	98.14	474,531	41,726,917	99.27	(749)	
2011	45,832,300	43,528,945	42,867,162	98.48	207,592	43,074,754	98.96	(358)	
2012	47,934,440	47,935,157	47,401,428 (4)	98.89	136,521	47,537,949	99.17	15,584	0.03
2013	49,048,118	49,050,665	48,651,206 (4)	99.19	304,279	48,955,485	99.81	15,043	0.03
2014	49,048,118	49,047,377	48,758,518 (4)	99.41	245,895	49,004,413	99.91	25,749	0.05
2015	52,500,000	52,344,016	52,093,839 (4)	99.52	99,974	52,193,813	99.71	35,218	0.07
2016	56,222,383	56,117,312	55,896,013 (4)	99.61	55,456	55,951,469	99.70	56,337	0.10
2017	61,463,919	61,465,535	60,918,141 (4)	99.11		60,918,141	99.11	478,707	0.78

- (1) Tax Levy adjusted for Market Value Credit in 2004-2012, and County "spread difference" in 2013 thru 2017.
- (2) Excludes Tax Increment Districts and Mobile Home Tax Collections.
- (3) On records of Olmsted County Auditor before allowance for uncollectible. Excludes Mobile Home Taxes. Olmsted County Auditor Balances are net of tax abatements and additions which are not presented in the schedule.
- (4) The Net Tax Levy amount is slightly higher in 2012 thru 2017 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**

<b>Electricity (in millions of Kilowatt Hours)</b>	<b>Fiscal Year</b>									
	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>	<u><b>2014</b></u>	<u><b>2013</b></u>	<u><b>2012</b></u>	<u><b>2011</b></u>	<u><b>2010</b></u>	<u><b>2009</b></u>	<u><b>2008</b></u>
<b>Type of Customer</b>										
Residential	340	347	336	341	349	343	346	345	325	328
General Service	646	654	644	637	641	635	643	644	634	641
Industrial Service	188	195	205	212	225	237	237	240	246	307
Street & Highway Lighting	6	6	6	7	7	6	7	7	7	6
Rental Lights	1	1	1	1	1	1	1	1	1	1
Interdepartmental Service	7	7	7	8	8	8	7	7	8	8
<b>Total KWH</b>	<u>1,188</u>	<u>1,210</u>	<u>1,199</u>	<u>1,206</u>	<u>1,231</u>	<u>1,230</u>	<u>1,241</u>	<u>1,244</u>	<u>1,221</u>	<u>1,291</u>
Total direct rate per Kilowatt Hour	\$ 0.124	\$ 0.117	\$ 0.111	\$ 0.108	\$ 0.105	\$ 0.105	\$ 0.105	\$ 0.101	\$ 0.099	\$ 0.092
<b>Water (in millions of gallons)</b>										
<b>Type of Customer</b>										
Residential	2,029	1,986	2,001	2,089	2,141	2,372	2,193	2,107	2,250	2,297
Commercial Service	1,600	1,579	1,568	1,512	1,500	1,654	1,585	1,505	1,549	1,617
Industrial Service	663	706	483	486	537	507	525	521	518	462
Interdepartmental Service	27	14	17	14	56	44	54	68	85	161
<b>Total gallons</b>	<u>4,319</u>	<u>4,285</u>	<u>4,069</u>	<u>4,101</u>	<u>4,234</u>	<u>4,577</u>	<u>4,357</u>	<u>4,201</u>	<u>4,402</u>	<u>4,537</u>
Total direct rate per 1,000 gallons	\$ 2.112	\$ 1.988	\$ 1.914	\$ 1.830	\$ 1.778	\$ 1.724	\$ 1.740	\$ 1.758	\$ 1.687	\$ 1.655
<b>Sanitary Sewer ( in millions of gallons)</b>										
<b>Type of Customer</b>										
Residential	1,515	1,532	1,541	1,613	1,596	1,563	1,591	1,641	1,679	1,640
Commercial	1,901	1,821	1,818	1,819	1,853	1,636	1,639	1,639	1,633	1,787
Industrial	821	807	823	864	830	807	774	734	835	638
<b>Total gallons</b>	<u>4,237</u>	<u>4,160</u>	<u>4,182</u>	<u>4,296</u>	<u>4,279</u>	<u>4,006</u>	<u>4,004</u>	<u>4,014</u>	<u>4,147</u>	<u>4,065</u>
Total direct rate per 1,000 gallons	\$ 5.980	\$ 5.650	\$ 5.390	\$ 5.003	\$ 4.630	\$ 4.571	\$ 4.225	\$ 3.851	\$ 3.272	\$ 2.287

**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	Lodging 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>
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	
2014	24,960,265				7,895,273	440,000	48,390	14,470,000	2,176,906	
2015	24,066,886	30,427,617	46,169,933		7,224,787	355,000	21,996	13,985,000	1,665,350	
2016	23,145,766	39,682,813	44,432,286		6,860,000	275,000		13,475,000	1,132,605	
2017	22,245,128	37,780,000	43,411,229		29,181,687	185,000		12,940,000	577,793	

**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
\$ 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	7.37%	3,334
49,990,834	118,203,372	184,156,051		302,359,423	352,350,257	6.80%	3,169
123,916,569	114,723,414	131,262,002		245,985,416	369,901,985	6.77%	3,307
129,003,470	123,090,448	122,586,923		245,677,371	374,680,841	6.64%	3,311
146,320,837	205,498,796	91,887,339		297,386,135	443,706,972	N/A	3,868

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

**General Bonded Debt Outstanding**

Fiscal Year	Taxable GO Bonds	Sales Tax Bonds and Notes	Lodging Tax Bonds	Tax Increment 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
2008	\$	\$ 4,349,000	\$	\$ 2,286,921	\$	\$ 6,635,921	\$ (772,422)	\$ 5,863,499	0.07	\$ 57
2009		4,143,000		10,036,806	815,000	14,994,806	(620,869)	14,373,937	0.17	137
2010	26,785,609	3,928,000		9,841,721	740,000	41,295,330	(562,948)	40,732,382	0.47	382
2011	26,781,386	3,707,000		9,586,023	665,000	40,739,409	(627,491)	40,111,918	0.47	371
2012	26,728,006			9,079,422	595,000	36,402,428	(1,494,288)	34,908,140	0.44	319
2013	25,854,627			8,548,965	520,000	34,923,592	(1,521,722)	33,401,870	0.42	303
2014	24,960,265			7,895,273	440,000	33,295,538	(1,455,759)	31,839,779	0.39	286
2015	24,066,886	30,427,617	46,169,933	7,224,787	355,000	108,244,223	(1,604,593)	106,639,630	1.26	953
2016	23,145,766	39,682,813	44,432,286	6,860,000	275,000	114,395,865	(1,677,095)	112,718,770	1.28	996
2017	22,245,128	37,780,000	43,411,229	29,181,687	185,000	132,803,044	(1,781,557)	131,021,487	1.35	1,142

**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, 2017**

<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	\$ 54,498,623	0.57%	\$ 310,642
Independent School District #534	28,819,535	9.51%	2,740,738
Independent School District #535	82,119,058	86.12%	70,720,933
<b>Other debt</b>			
Olmsted County	120,704,134	71.15%	85,880,991
Independent School District #534	1,061,879	9.51%	100,985
Independent School District #535	32,083,384	86.12%	<u>27,630,210</u>
Subtotal, overlapping debt			187,384,499
<b>City direct debt</b>	146,320,837		<u>146,320,837</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 333,705,336</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 2017**

Market Value	\$ 10,529,709
Debt Limit (2% of market value)	<u>210,594</u>
Debt applicable to limit:	
Energy improvement loan	578
GO Equipment Certificates	185
Taxable GO Build America Bonds, Series 2010A	22,195
Less: Amount set aside for repayment of:	
Energy Improvement Loan	(78)
Public Works and Transit Operation Center Bond	<u>(1,619)</u>
Total net debt applicable to limit	<u>21,261</u>
Legal debt margin	<u>\$ 189,333</u>

	<b>Fiscal Year</b>									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Debt limit	\$ 210,594	\$ 194,796	\$ 176,801	\$ 169,903	\$ 163,821	\$ 160,384	\$ 239,953	\$ 258,625	\$ 257,749	\$ 168,259
Total net debt applicable to limit	<u>21,261</u>	<u>22,899</u>	<u>24,495</u>	<u>26,063</u>	<u>27,448</u>	<u>28,892</u>	<u>30,336</u>	<u>30,911</u>	<u>5,019</u>	<u>4,540</u>
Legal debt margin	\$ 189,333	\$ 171,897	\$ 152,306	\$ 143,840	\$ 136,373	\$ 131,492	\$ 209,617	\$ 227,714	\$ 252,730	\$ 163,719
Total net debt applicable to the limit as a percentage of debt limit	10.10%	11.76%	13.85%	15.34%	16.75%	18.01%	12.64%	11.95%	1.95%	2.70%

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, sales and lodging 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	
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	6.30
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	1,807	3.26	8,620	5,959	2,661			
2013	140,978	126,786	14,192	8,860	4,492	1.06	8,282	6,385	1,897			
2014	142,961	126,149	16,812	4,300	5,178	1.77	8,287	6,725	1,562			
2015	145,856	125,362	20,494	6,090	5,091	1.83	8,661	6,454	2,207			
2016	156,435	130,859	25,576	3,895	4,672	2.99	9,461	6,892	2,569			
2017	160,780	132,180	28,600	3,935	7,943	2.41	10,213	7,235	2,978			
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	
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
2014	24,250	10,164	14,086	6,545	6,446	1.08	57		57	26		2.19
2015	27,487	11,081	16,406	6,369	3,760	1.62	61		61	26		2.35
2016	27,796	11,081	16,715	7,426	3,607	1.52	57		57	22		2.59
2017	29,209	11,581	17,628	9,310	2,405	1.50						
Fiscal Year	REDA Lease Revenue Bonds											
	Building Rental	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage						
				Principal	Interest							
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						
2014	1,063		1,063	470	692	0.91						
2015	1,073		1,073	485	669	0.93						
2016	1,044		1,044	510	646	0.90						
2017	1,097		1,097	535	621	0.95						

**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 pages 29 and 30.

**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>
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	4,990,653	45,231	16,889	3.8
2014	111,187	5,182,537	46,611	17,144	3.1
2015	111,850	5,467,340	48,881	17,457	2.9
2016	113,173	5,640,995	49,844	17,699	3.3
2017	114,726	N/A	N/A	17,952	2.8

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

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

<b>Employer</b>	<b>2016</b>			<b>2008</b>		
	<b>Employees <sup>(1)</sup></b>	<b>Rank</b>	<b>Percentage of Total City Employment <sup>(2)</sup></b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>
Mayo Clinic	34,660	1	28.76%	32,000	1	29.69%
IBM	2,791	2	2.32%	N/A <sup>(3)</sup>		
Rochester Public Schools	2,727	3	2.26%	2,179	2	2.02%
City of Rochester	1,291	4	1.07%	839	7	0.78%
Olmsted County	1,279	5	1.06%	1,201	3	1.11%
Olmsted Medical Center	1,249	6	1.04%	1,066	4	0.99%
Charter Communications	902	7	0.75%	691	8	0.64%
Kahler Hotels	680	8	0.56%			
Crenlo	600	9	0.50%			
Benchmark Electronics	562	10	0.47%			
Wal-Mart/Sam's Club				960	5	0.89%
Hy-Vee Food Stores				946	6	0.88%
Sunstone Hotel Properties				590	9	0.55%
RCTC				580	10	0.54%

(1) Rochester Area Economic Development, Inc.

(2) Bureau of Economic Analysis -  
Rochester MSA 2015 employment

(3) Data for IBM in 2008 not available

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

<b>Function</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</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	5.00	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	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	13.00	12.75	12.00	12.00	12.00	11.50	11.00	11.00	11.00	11.00
City Attorney	12.00	12.00	12.00	12.00	12.00	12.00	12.00	11.50	11.00	11.00
Human Resources	10.00	9.75	9.00	9.00	9.00	8.50	8.00	8.00	8.00	8.00
Information Systems	14.00	14.00	13.00	13.00	11.00	10.50	10.00	10.00	10.00	10.00
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>73.00</b>	<b>71.50</b>	<b>69.00</b>	<b>69.00</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>
Police	174.00	171.25	165.75	164.50	164.50	164.50	164.17	162.18	161.50	156.50
Public Safety Communications	27.00	26.50	25.00	25.00	25.00	25.00	25.00	25.00	25.00	25.00
Fire	108.50	105.00	104.00	104.00	104.00	104.00	104.00	104.00	107.00	107.67
Building Safety	28.66	27.00	26.58	26.00	26.00	26.00	26.00	26.00	26.00	26.00
Animal Control	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00	4.00
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	1.00	1.00	1.00	1.00	0.50		
<b>Public Safety</b>	<b>344.16</b>	<b>335.75</b>	<b>327.33</b>	<b>325.50</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>
Engineering	40.00	39.75	35.50	34.00	34.00	35.00	35.00	35.00	36.00	35.83
Traffic	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	9.00	9.00
Street Infrastructure Mtce	38.00	38.00	47.75	47.00	47.00	44.00	44.00	44.00	45.00	45.00
Fleet Mtce & PWTOC Bldg	10.00	10.00								
<b>Public Works</b>	<b>96.00</b>	<b>95.75</b>	<b>91.25</b>	<b>89.00</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>
Music	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Library	52.25	52.25	52.25	51.25	51.25	49.75	49.75	50.75	52.75	52.58
<b>Total Culture</b>	<b>56.25</b>	<b>56.25</b>	<b>56.25</b>	<b>55.25</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>
Park & Recreation Administration	4.00	4.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Recreation	3.00	3.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Golf	9.00	10.00	11.00	11.00	11.00	9.00	9.00	11.00	12.00	12.00
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	3.00	3.00	3.00	3.00	2.83
Parks	29.75	29.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00
Parkway Landscaping	3.00	2.00	2.00	2.00	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	21.49	16.50	15.00	15.00	15.00	15.00	15.00	15.00	15.00	13.83
<b>Parks and Recreation</b>	<b>81.24</b>	<b>75.50</b>	<b>74.00</b>	<b>74.00</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>
Mass Transit	4.00	3.25	1.00							
<b>Mass Transit</b>	<b>4.00</b>	<b>3.25</b>	<b>1.00</b>							
<b>Total Governmental Activities</b>	<b>654.65</b>	<b>638.00</b>	<b>618.83</b>	<b>612.75</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>
Parking Administration/Operations	4.00	4.00	4.00	5.00	4.00	4.00	4.00	4.00	4.00	4.00
Electric Utility	173.00	164.00	163.00	168.00	186.00	186.00	185.00	182.00	189.00	186.00
Water Utility	22.00	21.00	21.00	21.00	21.00	21.00	19.00	19.00	19.00	19.00
Sewer Utility	41.00	40.25	37.75	37.00	38.00	39.00	38.50	37.00	38.00	38.00
Storm Water Utility	4.00	4.00	7.00	7.00	6.00	5.79	5.00	6.00	6.00	6.00
<b>Total Business Activities</b>	<b>244.00</b>	<b>233.25</b>	<b>232.75</b>	<b>238.00</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>Totals for Organization</b>	<b>898.65</b>	<b>871.25</b>	<b>851.58</b>	<b>850.75</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>

Source: City's Adopted Budgets

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

<b>Function/Program</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
<b>Police</b>										
Part I crimes	2,381	2,742	2,771	2,430	2,780	2,953	2,557	2,679	3,117	3,183
Part II crimes	3,291	3,647	3,405	3,398	3,070	3,465	3,647	3,832	4,160	4,143
Arrests	2,877	3,440	3,101	2,805	2,904	2,974	2,881	3,422	3,857	3,757
<b>Fire</b>										
Total emergency responses	10,289	10,114	9,764	9,107	8,798	8,578	7,975	8,023	7,585	7,719
EMS responses	6,840	6,644	6,338	5,991	5,918	5,692	5,544	5,095	4,935	5,096
Fire responses	167	192	237	177	211	223	189	214	200	232
<b>Public Works</b>										
Streets resurfaced (miles)	51	39	34	42	28	11	14	12	17	17
Residential snow plowing (miles)	5,500	5,360	4,900	5,060	5,420	5,120	4,680	5,000	5,500	4,320
<b>Airport</b>										
Airline passengers	290,834	229,062	231,966	237,341	223,791	214,522	224,327	240,237	257,426	297,857
Air cargo (millions of pounds)	22.10	23.74	25.40	25.00	20.03	19.40	18.40	18	17	18
<b>Transit</b>										
Passengers (millions)	1.89	1.76	1.75	1.71	1.75	1.78	1.70	1.56	1.62	1.77
Route miles (thousands)	1,778	1,599	1,570	1,519	1,212	1,257	1,260	1,261	1,167	1,084
<b>Library</b>										
Annual circulation (millions)	1.89	1.75	1.54	1.64	1.74	1.64	1.64	1.61	1.60	1.60
Annual program attendance	119,930	115,363	110,818	97,110	88,328	39,151	28,578	66,471	30,282	30,387
<b>Park &amp; Recreation</b>										
Rounds of golf played	80,811	84,872	85,160	83,770	86,700	100,100	90,027	97,337	98,525	96,905
Hours of arena ice rentals	8,000	8,500	8,500	8,500	9,000	9,000	8,000	8,000	8,000	8,000
<b>Mayo Civic Center</b>										
Number of Events	298	257	265	367	356	339	399	319	398	379
Number of Attendees	297,575	289,113	288,199	303,087	337,762	311,282	308,159	298,449	325,533	313,874
Event days	1,315	1,332	1,384	1,209	1,463	1,849	2,117	1,293	1,353	1,480
Event tickets sold	90,239	103,376	97,073	108,461	113,638	111,364	110,988	NA	NA	NA
<b>Electric Utility</b>										
Number of customers	54,233	53,294	51,774	50,800	50,382	49,990	49,407	48,219	47,675	47,407
Average daily consumption (megawatt hours)	3,254	3,315	3,286	3,305	3,372	3,371	3,401	3,410	3,345	3,537
<b>Water Utility</b>										
Number of customers	39,748	39,314	38,833	38,330	38,034	37,667	37,269	36,951	36,732	36,413
Average daily consumption (millions of gallons)	11.83	11.74	11.15	11.23	11.60	12.54	12	11.51	12.06	12.43
<b>Sanitary Sewer Utility</b>										
Gallons of wastewater treated annually (millions of gallons)	4,964	4,436	4,333	4,876	5,049	4,846	5,114	5,004	4,836	4,847

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>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
Police										
Stations	2	1	1	1	1	1	1	1	1	1
Fire										
Stations	5	5	5	5	5	5	5	5	5	5
Public Works										
Streets (miles)	545	538	536	533	529	526	524	522	511	507
Intersections w/traffic signals	162	155	154	152	147	146	142	142	142	139
Street lights	9,130	9,000	9,105	9,256	9,360	9,245	9,255	9,240	9,180	9,085
Storm sewer (miles)	311	309	307	300	294	291	291	322	266	264
Airport										
9,033' x 150' No./So. runway	1	1	1	1	1	1	1	1	1	1
7,300' x 150' E/W runway	1	1	1	1	1	1	1	1	1	1
Transit										
Transit buses	63	55	58	51	45	52	50	48	44	44
Bus shelters	73	73	79	75	68	67	67	67	62	60
Library										
Physical Holdings (thousands)	447	454	464	471	461	461	459	451	446	438
Park & Recreation										
Acres of parkland	4,400	4,400	4,400	4,145	4,129	4,060	3,606	3,603	3,603	3,093
Number of parks	120	120	120	118	118	111	105	104	104	103
Number of golf courses	4	4	4	4	4	4	4	4	4	4
Electric Utility										
Miles of distribution line	818	811	804	793	788	772	769	742	726	717
Water Utility										
Miles of watermain	601	596	587	583	578	574	571	570	569	565
Number of fire hydrants	7,142	7,061	6,976	6,922	6,849	6,799	6,773	6,751	6,735	6,693
Sanitary Sewer Utility										
Miles of sanitary sewer	513	513	479	479	479	473	473	472	470	467
Treatment capacity (thousands of gallons)	23,850	23,850	23,850	23,850	23,850	23,850	23,850	23,850	23,850	23,850
Area of City (square miles)	55.52	55.40	55.19	55.19	55.08	54.75	54.73	54.67	54.67	53.41

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