

# CITY OF ROCHESTER, MINNESOTA

## STATISTICAL SECTION

### DECEMBER 31, 2016

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

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	2007
\$ 8,007,217	\$ 7,689,602	\$ 6,943,475	\$ 7,474,607	\$ 6,878,399
40,121,082	38,566,296	37,982,196	36,879,979	33,168,820
16,928,415	24,596,491	24,551,047	18,064,883	18,210,209
6,835,339	6,881,982	5,572,561	6,204,997	5,432,334
5,264,547	4,885,878	4,465,509	4,463,679	3,500,207
8,588,954	8,045,420	7,698,935	7,830,377	7,023,517
16,444,476	15,952,230	15,631,196	14,899,915	13,505,054
6,386,889	13,054,890	6,545,075	3,168,068	8,367,880
558,095	599,580	572,515	1,351,984	350,641
2,653,978	1,824,346	1,574,213	1,194,906	747,424
<u>111,788,992</u>	<u>122,096,715</u>	<u>111,536,722</u>	<u>101,533,395</u>	<u>97,184,485</u>
4,058,355	4,100,101	3,731,599	3,520,547	3,327,342
129,122,438	131,769,006	123,933,285	132,989,378	138,769,304
8,063,227	7,242,501	7,172,964	6,950,672	6,921,476
22,097,030	21,766,488	22,180,957	21,923,523	16,546,960
2,995,740	2,982,478	2,721,314	2,852,576	2,809,129
<u>166,336,790</u>	<u>167,860,574</u>	<u>159,740,119</u>	<u>168,236,696</u>	<u>168,374,211</u>
<u>\$ 278,125,782</u>	<u>\$ 289,957,289</u>	<u>\$ 271,276,841</u>	<u>\$ 269,770,091</u>	<u>\$ 265,558,696</u>
\$ 540,045	\$ 512,005	\$ 501,912	\$ 471,410	\$ 475,122
4,820,088	4,769,132	4,705,781	5,448,286	5,276,766
276,631	234,659	194,890	230,585	266,410
2,901,820	2,982,614	2,678,608	2,934,276	2,936,705
672,682	664,888	659,012	663,088	185,476
378,587	323,655	412,840	394,469	359,394
6,855,382	6,744,988	6,810,599	6,221,588	5,664,465
2,058,326	62,446	63,291	126,214	50,984
9,038,414	12,179,932	10,404,046	7,249,392	6,857,250
27,302,175	30,373,195	17,571,480	23,341,029	23,698,012
<u>54,844,150</u>	<u>58,847,514</u>	<u>44,002,459</u>	<u>47,080,337</u>	<u>45,770,584</u>
5,146,359	4,763,393	4,701,251	4,512,354	4,191,797
142,412,918	142,768,456	136,149,438	147,462,166	156,772,451
8,320,952	8,132,955	8,192,390	8,174,118	8,273,714
18,381,793	16,873,321	15,150,978	13,646,680	13,234,276
4,982,245	4,688,635	4,239,649	3,593,395	3,470,521
1,701,524	6,540,059	1,088,397	5,123,882	2,066,552
<u>180,945,791</u>	<u>183,766,819</u>	<u>169,522,103</u>	<u>182,512,595</u>	<u>188,009,311</u>
<u>\$ 235,789,941</u>	<u>\$ 242,614,333</u>	<u>\$ 213,524,562</u>	<u>\$ 229,592,932</u>	<u>\$ 233,779,895</u>

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

	Fiscal Year				
	2016	2015	2014	2013	2012
<b>Net (Expense) Revenue</b>					
Governmental Activities	\$ (95,639,065)	\$ (92,746,659)	\$ (84,956,798)	\$ (19,279,284)	\$ (57,223,113)
Business-type activities	41,719,560	26,747,057	19,467,010	10,959,118	13,651,125
Total primary government net (expense) revenue	<u>\$ (53,919,505)</u>	<u>\$ (65,999,602)</u>	<u>\$ (65,489,788)</u>	<u>\$ (8,320,166)</u>	<u>\$ (43,571,988)</u>
<b>General Revenues and Other Changes</b>					
<b>In Net Position</b>					
Governmental activities:					
Taxes					
General property taxes	\$ 57,241,529	\$ 54,064,041	\$ 50,057,894	\$ 50,008,722	\$ 47,786,839
Tax increments collection	2,144,901	2,129,568	2,525,457	2,969,470	2,546,157
Sales tax	17,748,947	12,033,640	11,262,270	10,372,478	10,300,777
Nonproperty taxes	10,027,846	9,991,794	9,304,678	5,815,897	5,286,161
Unrestricted grants and contributions	8,830,183	7,364,153	8,105,837	5,157,388	5,173,338
Interest earnings	2,091,751	2,342,414	1,683,017	1,957,763	2,081,801
Gain on disposition of property	87,835	122,152	85,968	65,952	283,656
Net increase (decrease) in the fair value of investments	(91,490)	(254,650)	471,553	(1,394,762)	(324,140)
Miscellaneous	1,687,970	1,469,200	1,063,959	663,780	250,566
Transfers	5,831,285	6,698,770	6,806,405	7,617,827	8,011,014
Total governmental activities	<u>105,600,757</u>	<u>95,961,082</u>	<u>91,367,038</u>	<u>83,234,515</u>	<u>81,396,169</u>
Business-type activities:					
Unrestricted grants and contributions	13,567	9,796	93,471	9,796	340,346
Interest earnings	961,002	938,164	1,059,897	767,460	938,274
Net increase (decrease) in the fair value of investments	(5,705)	(194,846)	(47,833)	(409,347)	112,057
Miscellaneous	398,114	341,054	335,629	(53,274)	50,469
Transfers	(5,831,285)	(6,698,770)	(6,806,405)	(7,617,827)	(8,011,014)
Special item - impairment loss					(35,536,828)
Total business-type activities	<u>(4,464,307)</u>	<u>(5,604,602)</u>	<u>(5,365,241)</u>	<u>(7,303,192)</u>	<u>(42,106,696)</u>
Total primary government	<u>\$ 101,136,450</u>	<u>\$ 90,356,480</u>	<u>\$ 86,001,797</u>	<u>\$ 75,931,323</u>	<u>\$ 39,289,473</u>
<b>Change in Net Position</b>					
Governmental activities	\$ 9,961,692	\$ 3,214,423	\$ 6,410,240	\$ 63,955,231	\$ 24,173,056
Business-type activities	37,255,253	21,142,455	14,101,769	3,655,926	(28,455,571)
Total primary government	<u>\$ 47,216,945</u>	<u>\$ 24,356,878</u>	<u>\$ 20,512,009</u>	<u>\$ 67,611,157</u>	<u>\$ (4,282,515)</u>

**Schedule 1 (Continued)**

2011	2010	2009	2008	2007
\$ (56,944,842)	\$ (63,249,201)	\$ (67,534,263)	\$ (54,453,058)	\$ (51,413,901)
14,609,001	15,906,245	9,781,984	14,275,899	19,635,100
<u>\$ (42,335,841)</u>	<u>\$ (47,342,956)</u>	<u>\$ (57,752,279)</u>	<u>\$ (40,177,159)</u>	<u>\$ (31,778,801)</u>
\$ 43,323,671	\$ 41,711,795	\$ 39,179,058	\$ 37,734,057	\$ 35,000,100
1,952,314	1,943,050	1,686,611	1,590,432	1,299,451
9,840,169	9,346,574	9,192,275	9,594,526	9,720,049
4,923,322	4,833,173	4,909,229	4,773,328	4,685,569
4,363,964	5,489,944	8,799,788	7,128,314	7,805,835
3,978,207	4,082,540	4,695,597	6,132,448	6,680,418
51,813	61,681	30,671	401,516	1,719,959
(816,364)	(1,294,764)	(2,517,582)	2,807,423	2,719,499
1,741,451	545,128	819,814	344,243	132,821
10,537,266	3,251,868	5,735,310	6,809,616	1,830,010
<u>79,895,813</u>	<u>69,970,989</u>	<u>72,530,771</u>	<u>77,315,903</u>	<u>71,593,711</u>
58,226	80,746	33,451	124,105	480,253
1,496,480	1,856,829	2,142,150	4,435,397	5,692,584
(175,200)	(390,708)	(243,846)	303,115	819,635
(205,752)	(169,004)	(360,518)	(219,415)	(615,399)
(10,537,266)	(3,251,868)	(5,735,310)	(6,809,616)	(1,830,010)
<u>(9,363,512)</u>	<u>(1,874,005)</u>	<u>(4,164,073)</u>	<u>(2,166,414)</u>	<u>4,547,063</u>
<u>\$ 70,532,301</u>	<u>\$ 68,096,984</u>	<u>\$ 68,366,698</u>	<u>\$ 75,149,489</u>	<u>\$ 76,140,774</u>
\$ 22,950,971	\$ 6,721,788	\$ 4,996,508	\$ 22,862,845	\$ 20,179,810
5,245,489	14,032,240	5,617,911	12,109,485	24,182,163
<u>\$ 28,196,460</u>	<u>\$ 20,754,028</u>	<u>\$ 10,614,419</u>	<u>\$ 34,972,330</u>	<u>\$ 44,361,973</u>

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

	Fiscal Year									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Governmental activities										
Net investment in capital assets	\$ 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	\$ 450,240,101
Restricted	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	34,132,247
Unrestricted	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	116,015,048
Total governmental activities net position	<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>	<u>\$ 600,387,396</u>
Business-type activities										
Net investment in capital assets	\$ 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	\$ 319,020,538
Restricted	327,917	1,007,633				3,204,362	3,232,791	7,765,427	7,348,707	10,752,218
Unrestricted	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	69,309,266
Total business-type activities net position	<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>	<u>\$ 399,082,022</u>
Primary government										
Net investment in capital assets	\$ 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	\$ 769,260,639
Restricted	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	44,884,465
Unrestricted	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	185,324,314
Total primary government net position	<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>	<u>\$999,469,418</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									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
General fund										
Reserved	\$	\$	\$	\$	\$	\$	\$	\$ 492,914	\$ 607,823	\$ 522,548
Unreserved								22,043,737	19,434,360	21,191,433
Nonspendable	894,095	1,163,500	973,004	860,130	1,063,172	211,484	136,478			
Restricted	41,149	41,793	43,208	41,803	37,364	34,461	35,060			
Assigned	960,895	692,691	563,558	642,257	762,355	559,851	639,978			
Unassigned	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>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>	<u>21,713,981</u>
All other governmental funds										
Reserved								53,638,296	49,533,336	33,041,168
Unreserved, reported in:										
Special revenue funds								10,325,542	8,989,193	7,752,101
Capital projects funds								24,282,673	34,726,536	53,197,187
Nonspendable	53,648	234,012	164,219	182,079	72,455	35,357	273,738			
Restricted	44,613,224	49,386,163	40,241,517	46,532,220	47,851,673	50,947,047	53,108,779			
Committed	58,790,608	87,499,676	51,592,509	47,141,420	49,821,928	43,894,506	47,328,336			
Assigned	9,870,376	8,148,165	6,631,621	6,138,504	6,105,985	5,560,461	4,876,324			
Unassigned	(4,432)		(42,389)							
Total all other governmental funds	<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>	<u>93,990,456</u>
Total governmental funds	<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>	<u>\$115,704,437</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									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
<b>REVENUES</b>										
General property taxes	\$ 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	\$ 34,885,591
Tax increments collections	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	1,299,451
Sales tax	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	9,720,049
Special assessments	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	1,872,185
Utility connection and availability	517,430	325,270	1,231,803	1,017,876	1,225,703	609,934	825,430	326,051	550,149	174,075
Nonproperty taxes	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	4,685,569
Licenses and permits	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	2,810,859
Fines and forfeits	544,922	475,034	454,196	501,266	571,770	547,800	527,450	544,259	524,331	513,192
Intergovernmental revenues	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	24,742,193
Charges for services	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	12,527,566
Interest earnings	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	5,627,588
Net increase (decrease) in the fair value of investments	(97,790)	(213,050)	353,653	(1,028,062)	(240,340)	(614,664)	(924,764)	(2,008,682)	2,045,623	2,183,099
Rental revenues	5,029,277									
Miscellaneous revenues	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	4,400,318
<b>Total Revenues</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>105,441,735</b>
<b>EXPENDITURES</b>										
General government	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	6,368,922
Public safety	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	31,350,259
Public works	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	9,120,258
Airport operations	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	3,105,049
Transit	7,498,056	7,120,532	7,170,957	6,832,839	6,544,287	4,427,520	4,216,924	3,791,674	3,781,225	2,828,406
Culture	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	6,658,566
Park and recreation	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	10,929,854
Economic development/tourism	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	2,457,602
Community reinvestment and unallocated	623,834	592,918	428,928	506,968	537,745	558,095	470,731	572,108	633,038	352,345
Debt service										
Interest	7,824,126	3,674,637	3,374,982	3,434,866	2,775,540	2,377,564	2,110,335	1,284,802	874,312	808,672
Principal	1,179,528	1,448,436	1,406,296	1,248,524	4,912,264	1,472,961	1,260,612	958,505	663,295	8,043,363
Capital outlay	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	18,346,025
<b>Total Expenditures</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>	<b>100,369,321</b>
Excess (deficiency) of revenues over (under) expenditures	(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)	5,072,414
<b>OTHER FINANCING SOURCES (USES)</b>										
Sale of land									360,000	
Proceeds from borrowing	10,005,196	76,693,345					26,383,439	8,035,000	9,200,000	9,900,000
Premiums on issuance of debt							85,609			
Transfers in	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	23,434,123
Transfers out	(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)	(14,016,344)
<b>Total other financing sources (uses)</b>	<b>20,938,613</b>	<b>88,571,230</b>	<b>11,039,855</b>	<b>8,158,566</b>	<b>9,616,145</b>	<b>11,496,411</b>	<b>38,793,525</b>	<b>18,081,404</b>	<b>24,266,863</b>	<b>19,317,779</b>
<b>Net change in fund balances</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>	<b>\$ 24,390,193</b>
Debt service as a percentage of noncapital expenditures	6.38%	3.80%	3.78%	4.29%	7.57%	4.35%	3.90%	2.77%	1.88%	10.89%

**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				
2008	\$ 95,794,200	\$ 7,901,523,500	\$ 688,498	\$ 35,004,300	\$ 96,482,698	42.455	\$ 7,936,527,800	1.22
					95,077,087		7,910,965,100	1.20
2009	103,127,070	8,375,322,700	739,892	37,650,400	103,866,962	41.008	8,412,973,100	1.23
					102,305,913		8,385,349,000	1.22
2010	105,604,986	8,548,508,300	810,344	43,140,600	106,415,330	42.817	8,591,648,900	1.24
					104,661,042		8,558,844,600	1.22
2011	105,848,625	8,575,056,496	861,029	45,763,600	106,709,654	44.141	8,620,820,096	1.24
					104,995,949		8,587,630,696	1.22
2012	99,613,525	7,952,933,692 (2)	857,272	45,503,400	100,470,797	49.184	7,998,437,092	1.26
					98,171,649		7,962,184,992	1.23
2013	100,008,612	7,972,893,891	873,344	46,307,000	100,881,956	51.158	8,019,200,891	1.26
					98,582,808		7,982,948,791	1.23
2014	102,722,350	8,140,566,700	955,216	50,463,000	103,677,566	49.447	8,191,029,700	1.27
					101,627,166		8,159,355,400	1.25
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

(1) Second amounts are net of Tax Increment.

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

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

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

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

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

Fiscal Year	City of Rochester			Overlapping Rates		
	Direct Rate			Range of Tax Rates for Independent	Olmsted County	Range of Total
	Operating	Debt Service	Total Direct Rate	School Districts 531, 534 & 535		Direct and Overlapping Tax Rates
2008	42.455 %	NA %	42.455 %	21.801 - 37.766 %	52.454 %	116.710 - 132.675 %
2009	40.900	0.108	41.008	20.303 - 37.107	52.288	113.491 - 130.295
2010	42.340	0.477	42.817	20.656 - 36.881	52.594	115.590 - 131.815
2011	43.418	0.723	44.141	21.917 - 37.268	54.017	119.352 - 134.703
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

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)	2016 Taxes Payable			2007 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	\$11,051,650	1	9.87 %	\$ 4,511,701	1	4.98 %
MEPC-Apache Properties	1,188,136	2	1.06	933,424	3	1.03
IBM Corporation	978,378	3	0.87	825,237	4	0.91
Minnesota Energy Resources	644,084	4	0.58			
Sunstone Kahler	633,888	5	0.57	967,674	2	1.07
Carpenter & Torgerson SSMR	501,364	6	0.45			
MN Bio Business Center	486,722	7	0.43			
Maine Land LLC	481,272	8	0.43			
Sunstone Skyway LLC	435,962	9	0.39			
IRET Grandeville LLC	423,941	10	0.38			
IRET Properties				524,832	5	0.58
Mortenson Properties				477,958	6	0.53
Campbell Hotel Company				327,542	8	0.36
Utilicorp United				345,814	7	0.38
Leslie E Nelson(various prop)				311,912	10	0.34
NNN 3050 Superior LLC				318,218	9	0.35
TOTAL	<u>\$16,825,397</u>		<u>15.03 %</u>	<u>\$ 9,544,312</u>		<u>10.53 %</u>

(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		
2007	\$ 37,438,500	\$ 35,219,727	\$ 34,649,500	98.38%	\$ 353,404	\$ 35,002,904	99.38%	\$ (293)	
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	496,732	39,047,761	99.40	697	
2010	44,272,624	42,032,311	41,252,386	98.14	475,280	41,727,666	99.28	136	
2011	45,832,300	43,528,945	42,867,162	98.48	207,950	43,075,112	98.96	1,978	
2012	47,934,440	47,935,157	47,401,428 (4)	98.89	120,923	47,522,351	99.14	18,289	0.04
2013	49,048,118	49,050,665	48,651,206 (4)	99.19	289,236	48,940,442	99.78	25,649	0.05
2014	49,048,118	49,047,377	48,758,518 (4)	99.41	220,146	48,978,664	99.86	39,631	0.08
2015	52,500,000	52,344,016	52,093,839 (4)	99.52	64,756	52,158,595	99.65	64,756	0.12
2016	56,222,383	56,117,312	55,896,013 (4)	99.61		55,896,013	99.61	298,820	0.53

(1) Tax Levy adjusted for Market Value Credit in 2004-2012, and County "spread difference" in 2013 thru 2016.

(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 2016 due to rounding by the formula that Olmsted County uses to spread the tax levy across the multitude of properties.

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

Electricity (in millions of Kilowatt Hours)	Fiscal Year										
	<u>Type of Customer</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Residential		347	336	341	349	343	346	345	325	328	343
General Service		654	644	637	641	635	643	644	634	641	641
Industrial Service		195	205	212	225	237	237	240	246	307	308
Street & Highway Lighting		6	6	7	7	6	7	7	7	6	7
Rental Lights		1	1	1	1	1	1	1	1	1	1
Interdepartmental Service		7	7	8	8	8	7	7	8	8	9
Total KWH		1,210	1,199	1,206	1,231	1,230	1,241	1,244	1,221	1,291	1,309
Total direct rate per Kilowatt Hour		\$ 0.117	\$ 0.111	\$ 0.108	\$ 0.105	\$ 0.105	\$ 0.105	\$ 0.101	\$ 0.099	\$ 0.092	\$ 0.089
Water (in millions of gallons)											
<u>Type of Customer</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	
Residential	1,986	2,001	2,089	2,141	2,372	2,193	2,107	2,250	2,297	2,379	
Commercial Service	1,579	1,568	1,512	1,500	1,654	1,585	1,505	1,549	1,617	1,654	
Industrial Service	706	483	486	537	507	525	521	518	462	534	
Interdepartmental Service	14	17	14	56	44	54	68	85	161	198	
Total gallons	4,285	4,069	4,101	4,234	4,577	4,357	4,201	4,402	4,537	4,765	
Total direct rate per 1,000 gallons	\$ 1.988	\$ 1.914	\$ 1.830	\$ 1.778	\$ 1.724	\$ 1.740	\$ 1.758	\$ 1.687	\$ 1.655	\$ 1.606	
Sanitary Sewer ( in millions of gallons)											
<u>Type of Customer</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	
Residential	1,532	1,541	1,613	1,596	1,563	1,591	1,641	1,679	1,640	1,586	
Commercial	1,821	1,818	1,819	1,853	1,636	1,639	1,639	1,633	1,787	1,683	
Industrial	807	823	864	830	807	774	734	835	638	697	
Total gallons	4,160	4,182	4,296	4,279	4,006	4,004	4,014	4,147	4,065	3,966	
Total direct rate per 1,000 gallons	\$ 5.650	\$ 5.390	\$ 5.003	\$ 4.630	\$ 4.571	\$ 4.225	\$ 3.851	\$ 3.272	\$ 2.287	\$ 2.096	

**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>
2007	\$	\$	\$	\$1,965,000	\$ 2,378,511	\$	\$ 374,832	\$ 9,900,000	\$ 5,231,245	\$
2008				4,349,000	2,286,921		304,172	16,600,000	4,846,199	
2009				4,143,000	10,036,806	815,000	237,776	16,600,000	4,445,206	
2010	26,785,609			3,928,000	9,841,721	740,000	189,851	16,215,000	4,027,603	108,439
2011	26,781,386			3,707,000	9,586,023	665,000	141,926	15,810,000	3,592,703	
2012	26,728,006				9,079,422	595,000	101,178	15,385,000	3,139,789	
2013	25,854,627				8,548,965	520,000	74,786	14,940,000	2,668,116	
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	

**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
\$ 19,849,588	\$95,563,178	\$ 140,811,294	\$ 663,703	\$ 237,038,175	\$ 256,887,763	6.35%	2,547
28,386,292	92,858,838	138,746,229	450,604	232,055,671	260,441,963	6.11%	2,542
36,277,788	96,601,878	135,403,610	228,252	232,233,740	268,511,528	6.10%	2,568
61,836,223	92,387,227	131,964,877	16,867	224,368,971	286,205,194	6.02%	2,681
60,284,038	88,390,093	128,110,462	12,505	216,513,060	276,797,098	5.80%	2,561
55,028,395	84,186,770	197,467,210	518,410	282,172,390	337,200,785	6.74%	3,082
52,606,494	123,084,540	191,886,009	258,123	315,228,672	367,835,166	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	N/A	3,311

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

<b>General Bonded Debt Outstanding</b>											
Fiscal Year	Taxable GO Bonds	Sales Tax Bonds and Notes	Lodging Tax Bonds	Tax Increment Bonds	Wastewater Utility Bonds	Equipment Certificates of Indebtedness	Total	Less: Available In Debt Service	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
2007	\$	\$ 1,965,000	\$	\$ 2,378,511	\$ 140,811,294	\$	\$ 145,154,805	\$ (824,831)	\$ 144,329,974	1.91	\$ 1,431
2008		4,349,000		2,286,921	138,746,229		145,382,150	(772,422)	144,609,728	1.82	1,412
2009		4,143,000		10,036,806	135,403,610	815,000	150,398,416	(620,869)	149,777,547	1.78	1,432
2010	26,785,609	3,928,000		9,841,721	131,964,877	740,000	173,260,207	(562,948)	172,697,259	2.01	1,617
2011	26,781,386	3,707,000		9,586,023	128,110,462	665,000	168,849,871	(627,491)	168,222,380	1.95	1,556
2012	26,728,006			9,079,422	197,467,210	595,000	233,869,638	(74,780,296) (1)	159,089,342	1.99	1,454
2013	25,854,627			8,548,965	191,886,009	520,000	226,809,601	(71,652,154) (1)	155,157,447	1.93	1,406
2014	24,960,265			7,895,273	184,156,051	440,000	217,451,589	(68,819,668) (1)	148,631,921	1.81	1,337
2015	24,066,886	30,427,617	46,169,933	7,224,787	131,262,002	355,000	239,506,225	(24,612,488) (2)	214,893,737	2.53	1,921
2016	23,145,766	39,682,813	44,432,286	6,860,000	122,586,923	275,000	236,982,788	(23,921,916) (2)	213,060,872	2.41	1,883

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

See Schedule 15 for personal income and population data

See Schedule 5 for estimated market value information

Source: City of Rochester Finance Department

(1) Includes funds of \$67,363,909 (2014), \$70,130,432 (2013), and \$73,286,008 (2012) in an escrow account to cover three years of interest payments on the Series 2012A Bonds and the 2016-2026 maturities of the series 2004A Bonds.

(2) Includes funds of \$22,244,821 (2016) and \$23,007,895 (2015) in an escrow account to cover two years of interest payments on the Series 2015B Bonds and the 2016-2026 maturities of the series 2007A Bonds.

**CITY OF ROCHESTER, MINNESOTA**  
**COMPUTATION OF DIRECT AND INDIRECT GENERAL OBLIGATION BONDED DEBT**  
**AND LEGAL DEBT MARGIN**  
**December 31, 2016**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Independent School District #531	\$ 47,453,502	0.53%	\$ 251,504
Independent School District #534	28,892,605	9.61%	2,776,579
Independent School District #535	83,173,101	85.86%	71,412,425
<b>Other debt</b>			
Olmsted County	119,131,833	70.42%	83,892,637
Independent School District #534	531,600	9.61%	51,087
Independent School District #535	28,178,205	85.86%	<u>24,193,807</u>
Subtotal, overlapping debt			182,578,038
<b>City direct debt</b>	129,003,470		<u>129,003,470</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 311,581,508</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 2016**

Market Value	\$ 9,739,787
Debt Limit (2% of market value)	194,796
Debt applicable to limit:	
Energy improvement loan	1,133
GO Equipment Certificates	275
Taxable GO Build America Bonds, Series 2010A	23,110
Less: Amount set aside for repayment of:	
Energy Improvement Loan	(105)
Public Works and Transit Operation Center Bond	(1,514)
Total net debt applicable to limit	<u>22,899</u>
Legal debt margin	<u>\$ 171,897</u>

	<b>Fiscal Year</b>									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Debt limit	\$ 194,796	\$ 176,801	\$ 169,903	\$ 163,821	\$ 160,384	\$ 239,953	\$ 258,625	\$ 257,749	\$ 168,259	\$ 158,731
Total net debt applicable to limit	<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>	<u>4,990</u>
Legal debt margin	\$ 171,897	\$ 152,306	\$ 143,840	\$ 136,373	\$ 131,492	\$ 209,617	\$ 227,714	\$ 252,730	\$ 163,719	\$ 153,741
Total net debt applicable to the limit as a percentage of debt limit	11.76%	13.85%	15.34%	16.75%	18.01%	12.64%	11.95%	1.95%	2.70%	3.14%

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	
2007	\$ 156,772	\$ 120,945	\$ 35,827	\$ 2,335	\$ 3,252	6.41	\$ 8,274	\$ 5,230	\$ 3,044	\$ 355	\$ 72	7.13
2008	147,462	129,655	17,807	2,165	4,202	2.80	8,174	5,248	2,926	370	55	6.88
2009	136,149	120,377	15,772	2,485	4,064	2.41	8,192	5,439	2,753	390	42	6.37
2010	142,768	127,248	15,520	3,630	4,061	2.02	8,133	5,426	2,707	410	20	6.30
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			
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	
2007	\$ 13,234	\$ 8,354	\$ 4,880	\$ 1,770	\$ 5,634	0.66	\$ 65	\$ 65	\$ 84	\$	0.77	
2008	13,647	9,471	4,176	1,815	5,774	0.55	61	61	71		0.86	
2009	15,151	8,683	6,468	5,915	5,480	0.57	59	59	66		0.89	
2010	16,873	8,555	8,318	3,190	5,369	0.97	59	59	48		1.23	
2011	18,382	9,046	9,336	3,605	5,272	1.05	60	60	48		1.25	
2012	20,462	9,722	10,740	2,875	6,954	1.09	59	59	41		1.44	
2013	21,926	10,294	11,632	4,835	6,709	1.01	56	56	26		2.15	
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	
Fiscal Year	REDA Lease Revenue Bonds											
	Building Rental	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage						
				Principal	Interest							
2010	\$ 981	\$	\$ 981	\$ 385	\$ 772	0.85						
2011	1,063		1,063	405	753	0.92						
2012	1,063		1,063	425	734	0.92						
2013	1,063		1,063	445	713	0.92						
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						

**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>
2007	100,845	4,045,700	40,118	16,330	4.0
2008	102,437	4,266,296	41,648	16,181	5.4
2009	104,578	4,399,178	42,066	15,804	6.0
2010	106,769	4,753,569	44,522	16,427	5.5
2011	108,100	4,775,209	44,174	16,443	4.8
2012	109,400	4,999,799	45,702	16,734	4.8
2013	110,337	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	N/A	N/A	17,699	3.3

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

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

<b>Employer</b>	<b>2015</b>			<b>2007</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	33,990	1	28.65%	31,539	1	28.74%
Rochester Public Schools	2,727	2	2.30%	2,293	3	2.09%
IBM <sup>(3)</sup>	2,500	3	2.11%	4,200	2	3.83%
City of Rochester	1,291	4	1.09%	843	8	0.77%
Olmsted County	1,279	5	1.08%	1,270	4	1.16%
Olmsted Medical Center	1,249	6	1.05%	1,070	5	0.98%
Charter Communications	902	7	0.76%	686	9	0.63%
Kahler Hotels	680	8	0.57%			
Crenlo	600	9	0.51%			
Benchmark Electronics	562	10	0.47%			
Wal-Mart/Sam's Club				917	6	0.84%
Hy-Vee Food Stores				900	7	0.82%
Sunstone Hotels				585	10	0.53%

(1) Rochester Area Economic Development, Inc

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

(3) Company does not provide data, so this is an estimate

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

<b>Function</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>2007</b>
Mayor and Council	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00
City Administrator	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Development District Administration	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Central Business District Maintenance	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.67	1.00
City Clerk/Elections/Parking Ticket Coll.	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Finance	12.75	12.00	12.00	12.00	11.50	11.00	11.00	11.00	11.00	11.00
City Attorney	12.00	12.00	12.00	12.00	12.00	12.00	11.50	11.00	11.00	11.00
Human Resources	9.75	9.00	9.00	9.00	8.50	8.00	8.00	8.00	8.00	7.17
Information Systems	14.00	13.00	13.00	11.00	10.50	10.00	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>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>	<b>61.17</b>
Police	171.25	165.75	164.50	164.50	164.50	164.17	162.18	161.50	156.50	151.00
Public Safety Communications	26.50	25.00	25.00	25.00	25.00	25.00	25.00	25.00	25.00	25.00
Fire	105.00	104.00	104.00	104.00	104.00	104.00	104.00	107.00	107.67	107.00
Building Safety	27.00	26.58	26.00	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	4.00	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	0.50			
<b>Public Safety</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>	<b>315.00</b>
Engineering	39.75	35.50	34.00	34.00	35.00	35.00	35.00	36.00	35.83	35.00
Traffic	8.00	8.00	8.00	8.00	8.00	8.00	8.00	9.00	9.00	9.00
Street Infrastructure Mtce	38.00	47.75	47.00	47.00	44.00	44.00	44.00	45.00	45.00	44.25
Fleet Mtce & PWTOC Bldg	10.00									
<b>Public Works</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>	<b>88.25</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	51.25	51.25	49.75	49.75	50.75	52.75	52.58	51.75
<b>Total Culture</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>	<b>55.75</b>
Park & Recreation Administration	4.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Recreation	3.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Golf	10.00	11.00	11.00	11.00	9.00	9.00	11.00	12.00	12.00	11.00
Tennis Center	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Volleyball Center	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Graham Arenas	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.83	2.00
Parks	29.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00	28.00
Parkway Landscaping	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	16.50	15.00	15.00	15.00	15.00	15.00	15.00	15.00	13.83	13.00
<b>Parks and Recreation</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>	<b>69.00</b>
Mass Transit	3.25	1.00								
<b>Mass Transit</b>	<b>3.25</b>	<b>1.00</b>								
<b>Total Governmental Activities</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>	<b>589.17</b>
Parking Administration/Operations	4.00	4.00	5.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Electric Utility	164.00	163.00	168.00	186.00	186.00	185.00	182.00	189.00	186.00	181.00
Water Utility	21.00	21.00	21.00	21.00	21.00	19.00	19.00	19.00	19.00	20.00
Sewer Utility	40.25	37.75	37.00	38.00	39.00	38.50	37.00	38.00	38.00	37.50
Storm Water Utility	4.00	7.00	7.00	6.00	5.79	5.00	6.00	6.00	6.00	6.00
<b>Total Business Activities</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>248.50</b>
<b>Totals for Organization</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>	<b>837.67</b>

Source: City's Adopted Budgets

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

<b>Function/Program</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>2007</b>
<b>Police</b>										
Part I crimes	2,742	2,771	2,430	2,780	2,953	2,557	2,679	3,117	3,183	2,835
Part II crimes	3,647	3,405	3,398	3,070	3,465	3,647	3,832	4,160	4,143	4,037
Arrests	3,440	3,101	2,805	2,904	2,974	2,881	3,422	3,857	3,757	3,692
<b>Fire</b>										
Total emergency responses	10,114	9,764	9,107	8,798	8,578	7,975	8,023	7,585	7,719	7,542
EMS responses	6,644	6,338	5,991	5,918	5,692	5,544	5,095	4,935	5,096	4,449
Fire responses	192	237	177	211	223	189	214	200	232	283
<b>Public Works</b>										
Streets resurfaced (miles)	39	34	42	28	11	14	12	17	17	7
Residential snow plowing (miles)	5,360	4,900	5,060	5,420	5,120	4,680	5,000	5,500	4,320	4,320
<b>Airport</b>										
Airline passengers	229,062	231,966	237,341	223,791	214,522	224,327	240,237	257,426	297,857	319,233
Air cargo (millions of pounds)	23.74	25.40	25.00	20.03	19.40	18.40	18	17	18	29.07
<b>Transit</b>										
Passengers (millions)	1.76	1.75	1.71	1.75	1.78	1.70	1.56	1.62	1.77	1.55
Route miles (thousands)	1,599	1,570	1,519	1,212	1,257	1,260	1,261	1,167	1,084	990
<b>Library</b>										
Annual circulation (millions)	1.75	1.54	1.64	1.74	1.64	1.64	1.61	1.60	1.60	1.51
Annual program attendance	115,363	110,818	97,110	88,328	39,151	28,578	66,471	30,282	30,387	26,036
<b>Park &amp; Recreation</b>										
Rounds of golf played	84,872	85,160	83,770	86,700	100,100	90,027	97,337	98,525	96,905	91,484
Hours of arena ice rentals	8,500	8,500	8,500	9,000	9,000	8,000	8,000	8,000	8,000	8,000
<b>Mayo Civic Center</b>										
Number of Events	257	265	367	356	339	399	319	398	379	414
Number of Attendees	289,113	288,199	303,087	337,762	311,282	308,159	298,449	325,533	313,874	302,996
Event days	1,332	1,384	1,209	1,463	1,849	2,117	1,293	1,353	1,480	1,203
Event tickets sold	103,376	97,073	108,461	113,638	111,364	110,988	NA	NA	NA	NA
<b>Electric Utility</b>										
Number of customers	53,294	51,774	50,800	50,382	49,990	49,407	48,219	47,675	47,407	46,954
Average daily consumption (megawatt hours)	3,315	3,286	3,305	3,372	3,371	3,401	3,410	3,345	3,537	3,584
<b>Water Utility</b>										
Number of customers	39,314	38,833	38,330	38,034	37,667	37,269	36,951	36,732	36,413	36,070
Average daily consumption (millions of gallons)	11.74	11.15	11.23	11.60	12.54	12	11.51	12.06	12.43	13.05
<b>Sanitary Sewer Utility</b>										
Gallons of wastewater treated annually (millions of gallons)	4,436	4,333	4,876	5,049	4,846	5,114	5,004	4,836	4,847	5,030

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>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>2007</b>
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Fire										
Stations	5	5	5	5	5	5	5	5	5	4
Public Works										
Streets (miles)	538	536	533	529	526	524	522	511	507	502
Intersections w/traffic signals	155	154	152	147	146	142	142	142	139	137
Street lights	9,000	9,105	9,256	9,360	9,245	9,255	9,240	9,180	9,085	9,045
Storm sewer (miles)	309	307	300	294	291	291	322	266	264	262
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	55	58	51	45	52	50	48	44	44	44
Bus shelters	73	79	75	68	67	67	67	62	60	60
Library										
Physical Holdings (thousands)	454	464	471	461	461	459	451	446	438	422
Park & Recreation										
Acres of parkland	4,400	4,400	4,145	4,129	4,060	3,606	3,603	3,603	3,093	3,060
Number of parks	120	120	118	118	111	105	104	104	103	101
Number of golf courses	4	4	4	4	4	4	4	4	4	4
Electric Utility										
Miles of distribution line	811	804	793	788	772	769	742	726	717	709
Water Utility										
Miles of watermain	596	587	583	578	574	571	570	569	565	561
Number of fire hydrants	7,061	6,976	6,922	6,849	6,799	6,773	6,751	6,735	6,693	6,598
Sanitary Sewer Utility										
Miles of sanitary sewer	513	479	479	479	473	473	472	470	467	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)	55.40	55.19	55.19	55.08	54.75	54.73	54.67	54.67	53.41	51.89

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