

***COMPREHENSIVE
ANNUAL FINANCIAL REPORT***

For the year ended December 31, 2017

CITY OF ROBBINSDALE

ROBBINSDALE, MINNESOTA



ISSUED BY THE FINANCE DEPARTMENT

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

CITY OF ROBBINSDALE,
MINNESOTA

For the Fiscal Year Ended

December 31, 2017

Prepared by the
City of Robbinsdale Finance Department

Larry Jacobson, Finance Director
Jeff Zuba, Accountant



READER'S NOTES:

CITY OF ROBBINSDALE

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READER'S NOTES:

INTRODUCTORY SECTION

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April 25, 2018

To the Honorable Mayor and Members of the City Council
City of Robbinsdale, Minnesota

Mayor and City Council Members:

Minnesota Statutes require all cities to issue an annual report on its financial position and activity prepared in accordance with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants or the Office of the State Auditor. Pursuant to that requirement, we hereby issue the comprehensive annual financial report (CAFR) of the City of Robbinsdale, Minnesota (the City) for the fiscal year ended December 31, 2017.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation for the City's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of the internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this CAFR is complete and reliable in all material respects.

The City's financial statements have been audited by Malloy, Montague, Karnowski, Radosevich & Co., P.A., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2017 are free of any material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended December 31, 2017, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

The management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

Profile of the Government

The City is a first ring suburb located northwest of the City of Minneapolis. The City has a land area of 2.9 square miles with a population of 14,704. The City continues to maintain a small town feel yet is located just minutes from downtown Minneapolis.

The City provides its residents and businesses with a full range of basic governmental services consisting of public safety, public works, parks and recreation, and general administrative services. In addition to basic governmental services, the governing body exercises financial accountability over the Robbinsdale Economic Development Authority (REDA). The REDA's governing board is made up exclusively of City Council members; therefore, all its activities are included as part of the reporting entity. The Robbinsdale Fire Relief Association (the Association) has not met the established criteria for inclusion in the reporting entity and, accordingly, is excluded from this report. The Association is not a component unit because it is organized independently under state law. The Association's audited annual financial reports are available in their offices, as well as at City Hall.

Local Economy and Housing

The City's downtown area maintains a mix of retail, professional businesses, and a variety of restaurants. National notice has been given to Travail, which partnered with the REDA in 2012 to construct a new 96-seat restaurant, as well as Pig Ate My Pizza, which took on the previous location. In early 2018, options are being reviewed for a possible relocation of the Travail restaurant in downtown Robbinsdale in a redevelopment project. The downtown also has regional draws with Hackenmueller's Meat Market, Wuollet Bakery, Wicked Wort craft beer brewery, and Nonna Rosa's restaurant. Outside of the downtown area, there are two shopping centers, a new Hy-Vee grocery under construction and the North Memorial Healthcare (NMHC) campus.

The extension of the Blue Line light rail service from the airport continuing north with a station in downtown Robbinsdale, will have construction plans 100 percent complete by year-end and has an anticipated start of operations in 2022. The potential for light rail has resulted in an increase in development discussion in and around the downtown area.

The City is home to the NMHC, a regional medical facility. The NMHC has a large hospital facility and multiple associated medical office buildings. The NMHC is the City's largest employer, with over 4,300 employees.

The City's housing market is primarily single-family homes that are pre-World War II vintage. During 2004, the REDA entered into an agreement with a developer for the redevelopment of an old school site, which added 166 housing units (mostly townhomes) to the City's tax base. The project was fully completed with the addition of the last single-family home in 2015.

Although the City is fully developed, there are a few in-fill projects:

- A large area was acquired in the northwestern part of the City from the Minnesota Department of Transportation. Five homes were constructed from 2008–2010, four more homes were completed in 2013–2015, the remaining three lots are approved for construction with expected completion in 2018, and in 2017 one lot was being used for growing produce for a local restaurant.
- A development agreement is in place for a four-home development, including two lots on South Twin Lake on land acquired from the Minnesota Department of Transportation. The property is adjacent to the new Three Rivers Park boat landing and bike trails. A model home is to be completed in 2018. The remaining three homes are expected to be completed by 2020.
- Typically, three to four scattered sites are acquired, cleared, and sold each year.

Long-Term Financial Planning

The City receives local governmental aid (LGA) through the state of Minnesota to help pay for basic governmental services. This aid is based on a funding formula that includes volatility in the calculations that determine how the amount is allocated among cities in the state.

The City received a total of \$1,714,165 in LGA in 2017; an increase of \$8,112 from the prior year. In 2018, the amount of LGA funding at the state level was increased slightly. The City expects to receive \$1,822,775 in state aid in 2018, an increase of \$108,610. This will assist in relieving budget stress imposed in prior years as the City has made up a majority of the state aid loss through an increase to its property tax levy and other fees and spending reductions.

Historically, the City has seen fluctuation in the amount of LGA received from the state. The reduction in LGA was to assist in balancing the state budget. The amount of LGA received was at its highest point in 2002. In 2008 the actual amount received decreased by 50 percent from the 2002 level. The amount of LGA has recovered beginning in 2014. The 2017 LGA amount is 13 percent less than the amount received in 2002.

Additionally, the City extended through June 2019 a 4 percent franchise fee on revenues that gas and electric utilities receive from customers located within the City. This fee had been in place since 2003. This fee helps support some basic governmental services and provides additional funds towards the City's long-term street replacement program.

The City annually prepares and adopts a Five-Year Capital Improvement Plan (CIP), which serves as a planning document to ensure that its facilities, equipment, and infrastructure are well maintained and operating efficiently. The CIP is a planning tool that forecasts the City's capital needs over a five-year period based on city-adopted long-range plans, goals, and policies. The CIP includes detailed descriptions of every capital project the City anticipates to initiate during the five-year period.

Key priorities for the City for 2017–2018 are to:

- Continue the community policing connection with residents and falling crime rates
- Maintain the Infrastructure Replacement Program, including LED street lighting replacements and planning for water tower replacement
- Provide safe and fun places in parks focusing on quality rather than quantity of facilities
 - Complete the Pavilion Project in Lakeview Terrace Park
 - Plan for and implement Triangle Park improvements
- Encourage partnerships for improvements in parks
- Uphold aggressive housing rental licensing and point of sale standards
- Prepare for Light Rail Transit (LRT)
 - LRT design detail engagement
 - Option agreements for key downtown properties
 - Identify a developer for the LRT parking ramp wrap/Hubbard Marketplace and other potential downtown redevelopment areas
- Enhance the downtown area
 - Plan for the 41½ Promenade from LRT to West Broadway
 - Address downtown parking challenges
- Liquor store marketing, sales improvements and relocation

The City subscribes to the “pooled cash” concept of investing, which means that all funds with cash balances participate in an investment pool. This permits some funds to be overdrawn and others to show cash balances when, in fact, the City as a whole has a cash balance. This pooled cash concept provides for investing greater amounts of money at more favorable rates. Investment earnings are then allocated yearly based on quarterly cash balances to the participating funds. For further information on the City's cash and investments, please see Note 3 of the City's notes to basic financial statements.

The City belongs to two organizations that were created for insurance purposes. The League of Minnesota Cities Insurance Trust (LMCIT) was founded to provide general liability and workers' compensation insurance to the LMCIT members. The program provides coverage for damages up to \$2,000,000 per incident and limits the City's liability to \$25,000 per claim and \$100,000 per year for general liability. Also, Minnesota Statutes provide limits on liability claims to cities. The LOGIS Insurance Group is a joint powers agreement between local government agencies that have combined their group size for pooling of health and life insurance experience ratings. The group annually reviews coverage and costs offered by health maintenance organizations that provide insurance to the members and bids group life insurance.

Relevant Financial Policies

The City Council will continue to review its policy on the level of the General Fund balance reserves, which is currently 40 to 50 percent of the subsequent year's expenditures. Due to recent cuts in state aid, to assist in balancing the state budget, this will become an important element of future budget planning. As in prior years, the City Council may determine to use a portion of the General Fund balance to assist in balancing future budgets. This will help to reduce the amount that property tax levies will increase to property owners or minimize reductions in services. The City Council will continue to provide that the balance is adequate to finance cash flow needs for subsequent years.

Major Initiatives

While continuing to reconstruct various streets throughout the City, the 2018 budget includes an increased investment being made to resurface local streets which were seeing surface degradation, but not scheduled to be reconstructed in a 10+ year horizon. The 2017 projects included the Noble Avenue Reconstruction area in the central part of the City. The project included replacing street lights with energy saving LED lights.

Significant City Council and staff engagement was invested in reviewing LRT plans proposed for extension of the Blue Line light rail through the City inside the BNSF right-of-way. Municipal consent was given in early 2016.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended December 31, 2016. The City has received a Certificate of Achievement for the last 38 years (1979–2016). In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

We wish to express our appreciation to the Mayor and City Council for their continued interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner. We also want to express our appreciation to the entire Finance Department staff for their efficient and dedicated services in the preparation of this report.

Respectfully submitted,


Marcia Glick
City Manager


Larry Jacobson, CPA
Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Robbinsdale
Minnesota**

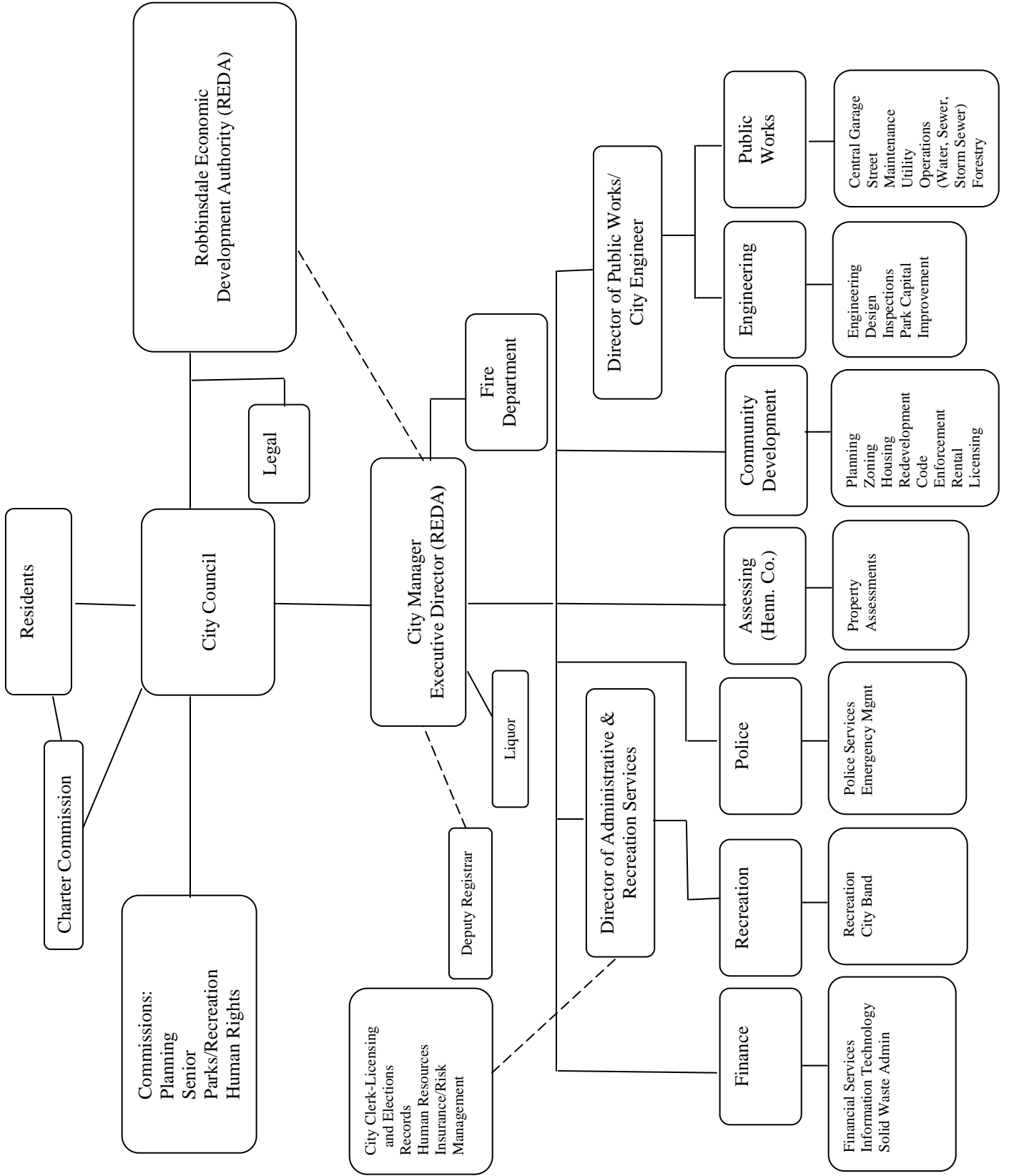
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morill

Executive Director/CEO

City of Robbinsdale Organization Chart



CITY OF ROBBINSDALE, MINNESOTA

Elected and Administrative Officials
December 31, 2017

ELECTED OFFICIALS

		<u>Term Expires</u>
Regan Murphy	Mayor	December 31, 2020
William Blonigan	First Ward Councilperson	December 31, 2020
Dan Rogan	Second Ward Councilperson	December 31, 2020
George Selman	Third Ward Councilperson	December 31, 2018
Pat Backen	Fourth Ward Councilperson	December 31, 2018

ADMINISTRATIVE OFFICIALS

Marcia Glick	City Manager
Larry Jacobson	Finance Director
Richard McCoy	Director of Public Works/City Engineer
Tom Marshall	Director of Administrative and Recreation Services/City Clerk
Jim Franzen	Chief of Police
Guy Dorholt	Fire Chief
Andrew Biggerstaff	Attorney



READER'S NOTES:

FINANCIAL SECTION

TAB



PRINCIPALS

Thomas A. Karnowski, CPA
Paul A. Radosevich, CPA
William J. Lauer, CPA
James H. Eichten, CPA
Aaron J. Nielsen, CPA
Victoria L. Holinka, CPA/CMA

INDEPENDENT AUDITOR'S REPORT

To the City Council and Management
City of Robbinsdale, Minnesota

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Robbinsdale, Minnesota (the City) as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITOR'S RESPONSIBILITY

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

(continued)

OPINIONS

In our opinion, the financial statements referred to on the previous page present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2017, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison for the General Fund and major special revenue funds for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

OTHER MATTERS

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and the required supplemental information (RSI), as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the RSI in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, supplemental information, and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not required parts of the basic financial statements.

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

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

(continued)

OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 25, 2018 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Malloy, Montague, Karnowski, Radosevich & Co., P.A.

Minneapolis, Minnesota
April 25, 2018



READER'S NOTES:

CITY OF ROBBINSDALE

Management's Discussion and Analysis Year Ended December 31, 2017

As management of the City of Robbinsdale, Minnesota (the City), we have provided readers of the City's financial statements with this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, located earlier in this report.

FINANCIAL HIGHLIGHTS

- The overall net position of the City increased \$3,171,419 in the current year. The change in net position related to governmental activities was an increase of \$720,918, while the net result of business-type activities was an increase of \$2,450,501.
- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$74,307,472 (net position), as compared to \$71,136,053 at the end of 2016. Of this amount, \$15,561,182 (unrestricted net position) may be used to meet the City's ongoing obligations to its citizens and creditors. At year-end, the City was able to report a positive balance in all categories of net position.
- At the end of the fiscal year, the unassigned fund balance for the City's General Fund was \$4,917,114, which represents 52.9 percent of total General Fund expenditures for 2017.

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's discussion and analysis (MD&A) is intended to serve as an introduction to the City's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to basic financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements – The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private sector businesses.

The Statement of Net Position presents financial information on all of the City's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (delinquent taxes and special assessments).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by property taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities include general government, community development, public safety, recreation, and public works. The business-type activities of the City include utilities (water, sanitary sewer, storm sewer, and solid waste removal), liquor operations, Broadway Court, and deputy registrar.

Fund Financial Statements – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of spendable resources, as well as the balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government’s near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government’s near-term financing decisions. Both the governmental funds Balance Sheet and Statement of Revenue, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The City maintains six individual major governmental funds. Information is presented separately in the governmental funds Balance Sheet and Statement of Revenue, Expenditures, and Changes in Fund Balances for the General Fund, Robbinsdale Economic Development Authority (REDA) General Development Special Revenue Fund, REDA Tax Increment Financing (TIF) Development Special Revenue Fund, REDA Tax Increment Debt Service Fund, General Debt Service Fund, and the Permanent Improvement Revolving (PIR) Capital Projects Fund. Data from the other nonmajor governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund and major special revenue funds. A budgetary comparison statement has been provided for those major governmental funds to demonstrate compliance with this budget.

Proprietary Funds – The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Internal service funds are accounting devices used to accumulate and allocate costs internally among the City’s various functions. The City uses internal service funds to account for the following operations: central garage, central services (general office, information technology, and government buildings), equipment replacement, risk insurance, and benefit accrual. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide separate information for the water utility, sanitary sewer utility, storm sewer utility, solid waste removal, liquor operations, and Broadway Court, all of which are considered to be major funds of the City. Conversely, nonmajor enterprise operations (Deputy Registrar) and internal service funds are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary Funds – These funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City’s own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to Basic Financial Statements – The notes to basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information – Required supplementary information (RSI) is presented following the notes to basic financial statements. Combining and individual fund statements and schedules for nonmajor funds and other schedules are presented immediately following the RSI. Statistical tables are presented as the last section in this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of the City’s financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$74,307,472 at the close of the most recent fiscal year.

Net Position – The City has 64.9 percent of its total net position invested in capital assets (land, land improvements, buildings and improvements, machinery and equipment, infrastructure, and construction in progress) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot liquidate these liabilities. An additional 14.2 percent of the City’s net position represents resources that are subject to external restrictions on how they may be used. The remaining 20.9 percent of net position is unrestricted and may be used to meet the City’s ongoing obligations.

The following is a summary of the City’s net position:

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 28,162,387	\$ 27,540,582	\$ 12,802,218	\$ 12,124,092	\$ 40,964,605	\$ 39,664,674
Capital assets	33,594,682	33,158,099	32,979,210	29,795,981	66,573,892	62,954,080
Total assets	<u>61,757,069</u>	<u>60,698,681</u>	<u>45,781,428</u>	<u>41,920,073</u>	<u>107,538,497</u>	<u>102,618,754</u>
Deferred outflows of resources						
Deferred charge on refunding	–	–	183,083	198,340	183,083	198,340
Pension plan deferments	4,672,824	7,217,845	205,234	450,289	4,878,058	7,668,134
Total deferred outflows	<u>4,672,824</u>	<u>7,217,845</u>	<u>388,317</u>	<u>648,629</u>	<u>5,061,141</u>	<u>7,866,474</u>
Noncurrent liabilities						
(including current portion)	17,158,586	23,239,657	13,048,069	12,233,415	30,206,655	35,473,072
Other liabilities	1,809,198	1,686,455	875,824	579,407	2,685,022	2,265,862
Total liabilities	<u>18,967,784</u>	<u>24,926,112</u>	<u>13,923,893</u>	<u>12,812,822</u>	<u>32,891,677</u>	<u>37,738,934</u>
Deferred inflows of resources						
Pension plan deferments	5,242,339	1,491,562	158,150	118,679	5,400,489	1,610,241
Net position						
Net investment in capital assets	27,219,381	26,710,715	21,009,635	18,886,770	48,229,016	45,597,485
Restricted	10,517,274	9,684,628	–	–	10,517,274	9,684,628
Unrestricted	<u>4,483,115</u>	<u>5,103,509</u>	<u>11,078,067</u>	<u>10,750,431</u>	<u>15,561,182</u>	<u>15,853,940</u>
Total net position	<u>\$ 42,219,770</u>	<u>\$ 41,498,852</u>	<u>\$ 32,087,702</u>	<u>\$ 29,637,201</u>	<u>\$ 74,307,472</u>	<u>\$ 71,136,053</u>

Changes in the City’s proportionate share of state-wide pension obligations contributed to the shift in amounts presented as deferred outflows, noncurrent liabilities, and deferred inflows in the table above.

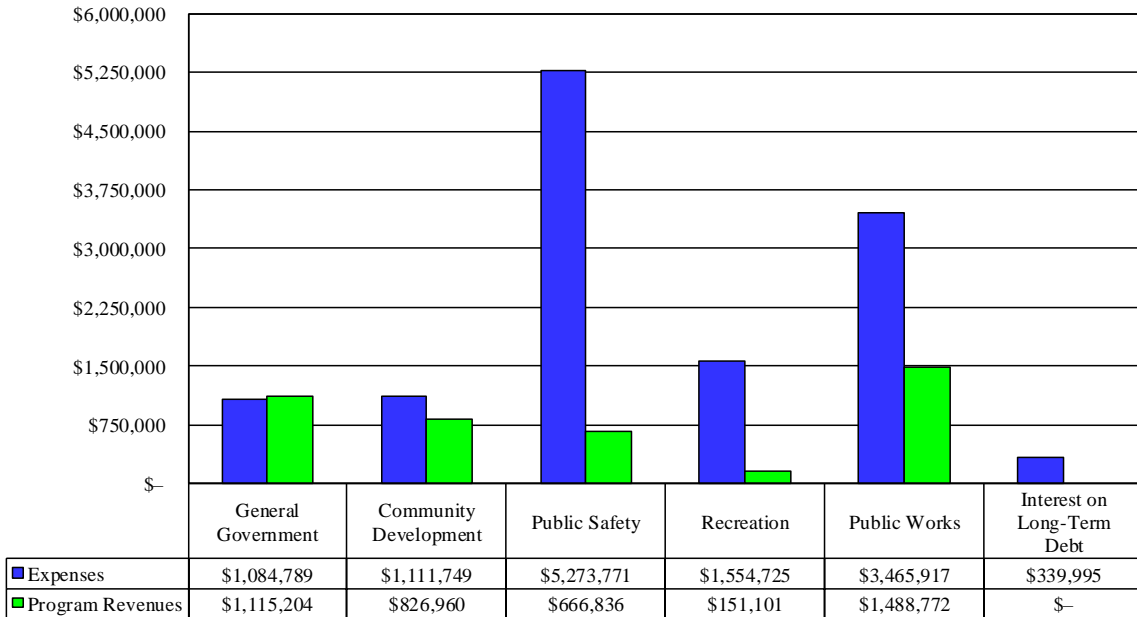
The following is a summary of the City's changes in net position:

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues						
Program revenues						
Charges for services	\$ 2,209,509	\$ 2,468,926	\$ 8,633,306	\$ 8,434,624	\$ 10,842,815	\$ 10,903,550
Operating grants and contributions	888,512	484,711	42,495	50,125	931,007	534,836
Capital grants and contributions	1,150,852	219,104	325,955	–	1,476,807	219,104
General revenues						
Property taxes	6,097,831	5,809,896	–	–	6,097,831	5,809,896
Tax increments	485,152	414,904	–	–	485,152	414,904
Unrestricted grants and contributions	1,737,793	1,715,317	–	–	1,737,793	1,715,317
Franchise fee tax	581,330	553,744	–	–	581,330	553,744
Unrestricted investment earnings	356,299	217,410	141,672	88,735	497,971	306,145
Net change in fair value of investments	(102,045)	(46,537)	(40,191)	(18,656)	(142,236)	(65,193)
Land sales	127,900	50,000	–	–	127,900	50,000
Gain on sale of assets	76,878	48,600	–	–	76,878	48,600
Total revenues	<u>13,610,011</u>	<u>11,936,075</u>	<u>9,103,237</u>	<u>8,554,828</u>	<u>22,713,248</u>	<u>20,490,903</u>
Expenses						
General government	1,084,789	1,182,710	–	–	1,084,789	1,182,710
Community development	1,111,749	1,473,909	–	–	1,111,749	1,473,909
Public safety	5,273,771	6,095,953	–	–	5,273,771	6,095,953
Recreation	1,554,725	1,537,487	–	–	1,554,725	1,537,487
Public works	3,465,917	3,713,319	–	–	3,465,917	3,713,319
Human services	–	2,000	–	–	–	2,000
Interest on long-term debt	339,995	326,810	–	–	339,995	326,810
Water utility	–	–	1,084,344	977,856	1,084,344	977,856
Sanitary sewer utility	–	–	1,673,356	1,654,586	1,673,356	1,654,586
Storm sewer utility	–	–	802,930	822,570	802,930	822,570
Solid waste removal	–	–	1,233,380	1,194,888	1,233,380	1,194,888
Liquor operations	–	–	800,461	807,541	800,461	807,541
Broadway Court	–	–	685,356	658,662	685,356	658,662
Deputy Registrar	–	–	431,056	415,104	431,056	415,104
Total expenses	<u>12,830,946</u>	<u>14,332,188</u>	<u>6,710,883</u>	<u>6,531,207</u>	<u>19,541,829</u>	<u>20,863,395</u>
Change in net position before transfers	779,065	(2,396,113)	2,392,354	2,023,621	3,171,419	(372,492)
Transfers	<u>(58,147)</u>	<u>493,697</u>	<u>58,147</u>	<u>(493,697)</u>	<u>–</u>	<u>–</u>
Change in net position	720,918	(1,902,416)	2,450,501	1,529,924	3,171,419	(372,492)
Net position – beginning,	<u>41,498,852</u>	<u>43,401,268</u>	<u>29,637,201</u>	<u>28,107,277</u>	<u>71,136,053</u>	<u>71,508,545</u>
Net position – ending	<u>\$ 42,219,770</u>	<u>\$ 41,498,852</u>	<u>\$ 32,087,702</u>	<u>\$ 29,637,201</u>	<u>\$ 74,307,472</u>	<u>\$ 71,136,053</u>

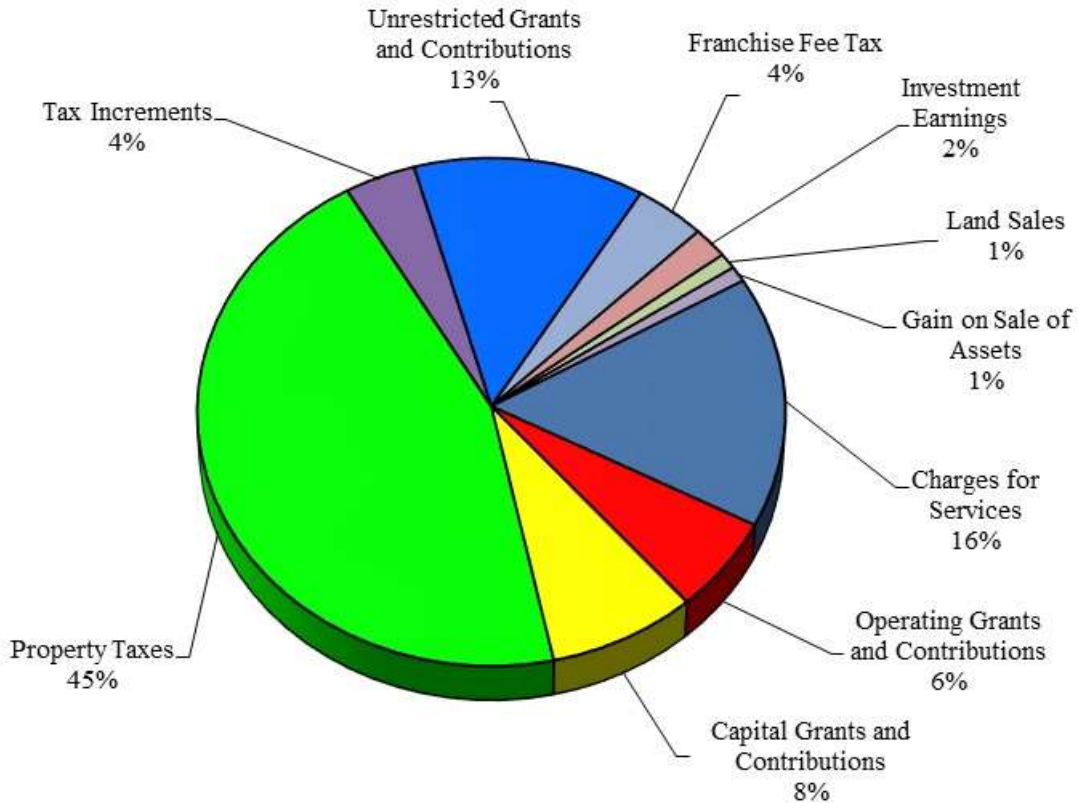
Governmental Activities – Governmental activities increased the City's net position by \$720,918. Key elements of this net increase include:

- Governmental activities recognized an increase before transfers of \$779,065.
- Net transfers to business-type activities contributed \$58,147 of the total change in net position.
- Revenues increased by \$1,673,936, or 14.0 percent. Capital grants and contributions increased with the recognition of more municipal street aid funds in the current year. Operating grants and contributions were also up, due to a new grant received in 2017.
- Expenses were down by \$1,501,242, or 10.5 percent, with the largest decrease occurring in public safety for state-wide pension related obligations in the current year.

**Expenses vs. Program Revenues
Governmental Activities**



Revenue by Source – Governmental Activities



Business-Type Activities – Business-type activities increased the City’s net position by \$2,450,501, after \$58,147 of net transfers from governmental activities.

The water utility increased net position by \$634,796. Operating revenues were similar to the prior year increasing by \$7,152. Operating expenses increased 10.7 percent, due to increases in personal services, other services and charges, and depreciation associated with the water utility system. Rate increases are monitored and planned within the City’s Five-Year Capital Improvement Plan (CIP), which is updated annually.

The sanitary sewer utility increased net position by \$368,633. Current year operating results were similar to the prior year. Rate increases are monitored and planned within the City’s CIP, which is updated annually.

The storm sewer utility increased net position by \$1,369,131. Operating revenue increased 5.1 percent, primarily due to an approved rate increase. Operating expenses decreased 4.8 percent primarily supplies on storm sewer infrastructure. Rate increases are monitored and planned within the City’s CIP, which is updated annually.

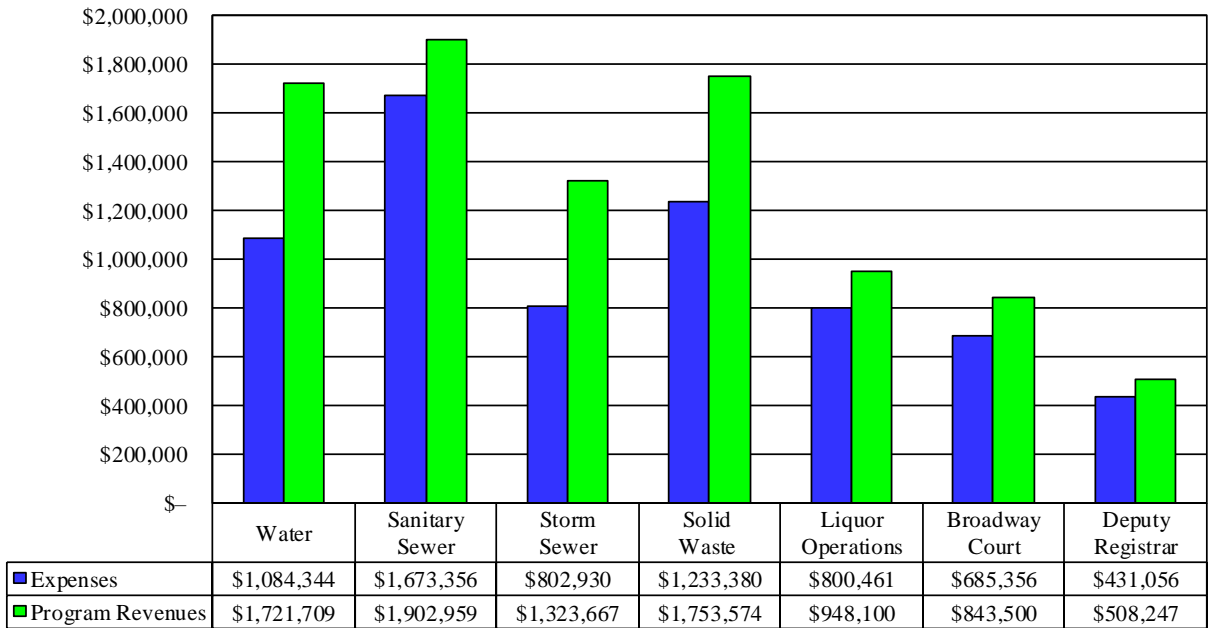
Solid waste removal reduced net position by \$126,962. Operating revenue increased by 3.1 percent in the current year, primarily due to a rate increase approved for 2017. Operating expenses increased 3.2 percent due to an increase in disposal charges. Rate increases are reviewed and updated annually. This operation had income before transfers of \$553,038 in 2017, allowing transfers of \$680,000 to other city funds in the current year.

Liquor operations increased net position by \$19. Gross profit was 26.8 percent of net sales, which is consistent with the 25.0 percent target. The fund had income before transfers of \$150,019 in 2017. Transfers to other funds totaled \$150,000 in the current year.

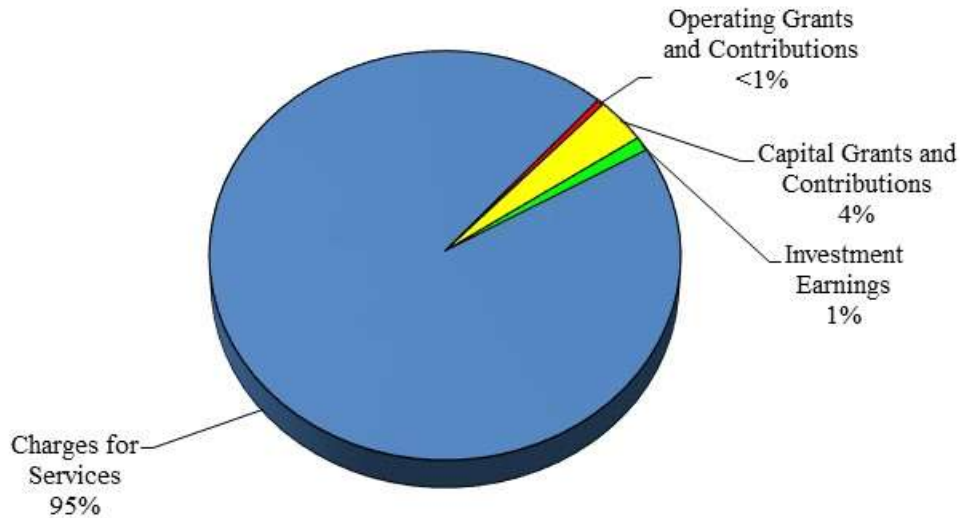
Broadway Court, which relates to the rental operations of the Broadway Court Senior Housing Complex, owned and operated by the REDA, increased net position by \$171,914. Operating revenues were more than the prior year, increasing by \$22,706. Operating expenses increased by 5.7 percent in 2017, mostly from maintenance-related spending.

The Deputy Registrar increased net position by \$32,970. Operating revenue increased by 0.6 percent, while operating expenses increased by 3.8 percent. Transfers to other funds totaled \$50,000 in the current year.

**Expenses vs. Program Revenues
Business-Type Activities**



Revenue by Source – Business-Type Activities



FINANCIAL ANALYSIS OF THE CITY AT THE FUND LEVEL

Governmental Funds – The City’s governmental funds reported combined ending fund balances of \$17,731,964, an increase of \$1,009,422. The fund balance is comprised of nonspendable, restricted, committed, and assigned items, which equal 94.7 percent of the fund balance. Unassigned fund balance is 5.3 percent.

General Fund – The fund balance decreased by \$128,931 before transfers. The fund balance at year-end is \$5,348,760. This is equal to 57.6 percent of total 2017 expenditures in the General Fund, which puts the General Fund in an excellent financial position. During 2017, \$296,837 of net transfers from other funds were received as approved by the City Council.

General Fund operating results are summarized as follows:

	<u>2017</u>	<u>2016</u>
Fund balance – beginning of year	\$ 5,180,854	\$ 4,989,342
Additions		
Revenue	9,160,186	9,026,974
Other sources – transfers in	296,837	250,369
Total additions	<u>9,457,023</u>	<u>9,277,343</u>
Deletions		
Expenditures	9,289,117	9,035,831
Other uses – transfers out	–	50,000
Total deletions	<u>9,289,117</u>	<u>9,085,831</u>
Fund balance – end of year	<u>\$ 5,348,760</u>	<u>\$ 5,180,854</u>

Of this fund balance, \$4,917,114 is unassigned. The City has established a minimum unassigned fund balance policy of 40.0–50.0 percent of the subsequent year’s budgeted expenditures. At year-end, the unassigned fund balance of the General Fund was 49.3 percent of the subsequent year’s budgeted expenditures. This amount is needed to provide for General Fund operations during the first half of the year, since the City does not receive any significant money from its main revenue source—property taxes—until July of each year. Also, \$427,556 was assigned for the subsequent year’s budget and senior programs, while \$4,090 was considered nonspendable for prepaids.

General Fund Revenues – The following is an analysis of 2017 General Fund revenue:

<u>Revenue</u>	<u>Original and Final 2017 Budget</u>	<u>2017 Actual</u>	<u>Over (Under) Budget</u>	<u>Percent Over (Under) Budget</u>
Property taxes	\$ 5,284,272	\$ 5,376,161	\$ 91,889	1.7 %
Special assessments	–	25,444	25,444	–
Licenses and permits	412,700	439,232	26,532	6.4
Intergovernmental	1,999,336	2,122,031	122,695	6.1
Charges for services	646,120	597,388	(48,732)	(7.5)
Fines and forfeitures	256,500	249,679	(6,821)	(2.7)
Franchise fee tax	299,000	290,665	(8,335)	(2.8)
Interest and dividends	52,000	73,438	21,438	41.2
Net change in fair value of investments	–	(21,034)	(21,034)	–
Miscellaneous	<u>7,500</u>	<u>7,182</u>	<u>(318)</u>	<u>(4.2)</u>
Totals	<u>\$ 8,957,428</u>	<u>\$ 9,160,186</u>	<u>\$ 202,758</u>	2.3

Property taxes were over budget due to favorable excess tax increment and delinquent collections. Special assessments were above anticipated amounts as a result of conservative budgeting for this revenue source. Licenses and permits revenues were higher due to additional construction activity. Intergovernmental revenue was more as the result of additional grants not anticipated in the budget.

General Fund Expenditures – The following is an analysis of 2017 General Fund expenditures:

Category	Original and Final 2017 Budget	2017 Actual	Over (Under) Budget	Percent Over (Under) Budget
General government	\$ 1,074,499	\$ 1,009,366	\$ (65,133)	(6.1) %
Community development	419,173	485,357	66,184	15.8
Public safety	5,015,480	4,907,141	(108,339)	(2.2)
Recreation	1,088,586	1,141,207	52,621	4.8
Public works	<u>1,938,448</u>	<u>1,746,046</u>	<u>(192,402)</u>	(9.9)
Totals	<u>\$ 9,536,186</u>	<u>\$ 9,289,117</u>	<u>\$ (247,069)</u>	(2.6)

General Fund expenditures were \$247,069, or 2.6 percent, under budget as presented in the table above. The largest savings were in personal services (\$178,216) and supplies (\$88,579). Expenditures were under budget, due in part to shared restraint by all departments.

There were no budget amendments during the year.

Other Major Governmental Funds – The City reported four other major governmental funds in 2017:

REDA General Development Special Revenue Fund – The REDA General Development Special Revenue Fund has a total fund balance of \$7,567,667, which is restricted for community development. The net increase in fund balance during the year was \$540,235, with community development revenue exceeding spending and transfers out in the current year.

REDA TIF Development Special Revenue Fund – The REDA TIF Development Special Revenue Fund has a total fund balance deficit of \$3,009,001, which will be reduced with the sale of property held for resale and future tax increments. The net increase in fund balance during the year of \$160,999 was due in part to a transfer from the REDA General Development Fund.

REDA Tax Increment Debt Service Fund – The REDA Tax Increment Debt Service Fund has a total fund balance deficit of \$971,488, which will be reduced as future tax increments are received. The fund has a long-term interfund loan payable to the REDA General Development Special Revenue Fund that was advanced to pay on the temporary bonds that were retired. The net decrease in fund balance during the year was \$5,791.

General Debt Service Fund – The General Debt Service fund has a total fund balance of \$1,457,574, which is restricted for future debt payments. The net increase in fund balance during the year was \$30,397.

PIR Capital Projects Fund – The PIR Capital Projects Fund has a total fund balance of \$5,868,987, which is dedicated to street reconstruction projects. The net increase in fund balance for the year was \$91,375. The results are in line with the City's CIP.

Proprietary Funds – The City's proprietary funds provide the same information found in the government-wide financial statements, but in more detail. Unrestricted net position of the City's enterprise funds totaled \$11,078,067 at the end of the fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets – At the end of 2017, the City had \$66,573,892 invested, net of depreciation, in a broad range of capital assets. This amount represents a net increase of \$3,619,812, or 5.7 percent, from the prior year. During 2017, the City made expenditures for a variety of capital needs, including infrastructure improvements, for both governmental and business-type activities. The City records all capital assets, including infrastructure. Infrastructure includes roads, bridges, signals, and similar assets used by the citizens. The City’s infrastructure assets are being recorded at historical or estimated historical costs in the government-wide and proprietary fund financial statements. Additional information on the City’s capital assets can be found in Note 5 in the notes to basic financial statements in this report.

Long-Term Debt – At year-end, the City had \$23,381,404 in long-term liabilities outstanding, excluding the net other post-employment benefits liability and net pension liability, versus \$22,557,570 last year, an increase of \$823,834. The increase was due to the issuance of the 2017A Bonds offset by continuing payments being made per the debt agreements. More detailed information about the City’s long-term debt is presented as Note 8 in the notes to basic financial statements.

The City carries an “AA+” bond rating from Standard & Poor’s.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

Economic factors affect the preparation of the annual budgets. The City considered the following major factors when setting the fiscal 2017 budget:

- The City received additional local government aid (LGA) in 2017 as scheduled. The LGA formula and funding is expected to remain at the higher level for future years.
- The 2018 General Fund levy provides for a 2018 budget to allow compliance with the City’s unassigned fund balance policy.
- Investment income is expected to remain at low levels due to the low interest rate environment.
- Extension of franchise fees to June 2019.
- There has been an increase in building permit activity the past couple of years and it is expected to continue at a moderate rate in 2018.
- Continued progress with the City’s Long-Term Infrastructure Replacement Program.

Additionally, the following actions were taken in regards to the current year budget that will be continued:

- Decision to maintain fund balance levels to offset any potential future state aid reductions to balance General Fund budgets.
- Increase in utility rates and planning for the sale of utility improvement bonds to pay for needed capital improvements.
- Review of staffing as vacancies occur to determine options for organizational changes or service reductions.

REQUESTS FOR INFORMATION

This CAFR is designated to provide a general overview of the City's finances for all those with an interest in government finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City's Finance Director, 4100 Lakeview Avenue North, Robbinsdale, Minnesota 55422. This report is also available on the City's website at www.robbinsdalemn.com/finance.



READER'S NOTES:

BASIC FINANCIAL STATEMENTS

CITY OF ROBBINSDALE

Statement of Net Position
December 31, 2017

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 1,784,293	\$ 2,374,344	\$ 4,158,637
Investments	20,234,538	7,821,102	28,055,640
Receivables			
Accrued interest	132,929	55,215	188,144
Taxes	78,996	-	78,996
Special assessments	2,000,577	345,697	2,346,274
Accounts	170,191	1,401,680	1,571,871
Due from other governments	1,222,807	326,306	1,549,113
Notes	1,180,598	-	1,180,598
Inventories	-	468,979	468,979
Properties held for resale	1,074,997	-	1,074,997
Prepaid items	37,822	8,895	46,717
Net pension asset – fire relief	244,639	-	244,639
Capital assets			
Not depreciated	2,330,119	3,541,540	5,871,659
Depreciated, net of accumulated depreciation	31,264,563	29,437,670	60,702,233
Total assets	<u>61,757,069</u>	<u>45,781,428</u>	<u>107,538,497</u>
Deferred outflows of resources			
Deferred charge on refunding	-	183,083	183,083
Pension plan deferments – PERA	4,466,469	205,234	4,671,703
Pension plan deferments – fire relief	206,355	-	206,355
Total deferred outflows of resources	<u>4,672,824</u>	<u>388,317</u>	<u>5,061,141</u>
Total assets and deferred outflows of resources	<u>\$ 66,429,893</u>	<u>\$ 46,169,745</u>	<u>\$ 112,599,638</u>
Liabilities			
Accounts payable	\$ 308,836	\$ 356,480	\$ 665,316
Accrued salaries and benefits	374,975	-	374,975
Contracts payable	198,729	271,548	470,277
Due to other governments	347	67,619	67,966
Accrued interest payable	135,925	108,602	244,527
Unearned revenue	776,266	2,133	778,399
Deposits	14,120	69,442	83,562
Long-term liabilities			
Net OPEB liability	497,612	74,485	572,097
Net pension liability	5,432,228	820,926	6,253,154
Due within one year	825,000	1,015,000	1,840,000
Due in more than one year	10,403,746	11,137,658	21,541,404
Total liabilities	<u>18,967,784</u>	<u>13,923,893</u>	<u>32,891,677</u>
Deferred inflows of resources			
Pension plan deferments – PERA	5,027,867	158,150	5,186,017
Pension plan deferments – fire relief	214,472	-	214,472
Total deferred inflows of resources	<u>5,242,339</u>	<u>158,150</u>	<u>5,400,489</u>
Net position			
Net investment in capital assets	27,219,381	21,009,635	48,229,016
Restricted for			
Public safety equipment	34,081	-	34,081
Debt service	2,491,102	-	2,491,102
Fire relief pensions	236,522	-	236,522
Community development	7,755,569	-	7,755,569
Unrestricted	4,483,115	11,078,067	15,561,182
Total net position	<u>42,219,770</u>	<u>32,087,702</u>	<u>74,307,472</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 66,429,893</u>	<u>\$ 46,169,745</u>	<u>\$ 112,599,638</u>

CITY OF ROBBINSDALE

Statement of Activities
Year Ended December 31, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities							
General government	\$ 1,084,789	\$ 941,099	\$ 174,105	\$ –	\$ 30,415	\$ –	\$ 30,415
Community development	1,111,749	421,524	405,436	–	(284,789)	–	(284,789)
Public safety	5,273,771	376,210	290,626	–	(4,606,935)	–	(4,606,935)
Recreation	1,554,725	88,804	3,270	59,027	(1,403,624)	–	(1,403,624)
Public works	3,465,917	381,872	15,075	1,091,825	(1,977,145)	–	(1,977,145)
Interest on long-term debt	339,995	–	–	–	(339,995)	–	(339,995)
Total governmental activities	12,830,946	2,209,509	888,512	1,150,852	(8,582,073)	–	(8,582,073)
Business-type activities							
Water utility	1,084,344	1,721,658	51	–	–	637,365	637,365
Sanitary sewer utility	1,673,356	1,902,913	46	–	–	229,603	229,603
Storm sewer utility	802,930	997,691	21	325,955	–	520,737	520,737
Solid waste removal	1,233,380	1,711,392	42,182	–	–	520,194	520,194
Liquor operations	800,461	947,986	114	–	–	147,639	147,639
Broadway Court	685,356	843,500	–	–	–	158,144	158,144
Deputy Registrar	431,056	508,166	81	–	–	77,191	77,191
Total business-type activities	6,710,883	8,633,306	42,495	325,955	–	2,290,873	2,290,873
Total government	<u>\$19,541,829</u>	<u>\$10,842,815</u>	<u>\$ 931,007</u>	<u>\$ 1,476,807</u>	(8,582,073)	2,290,873	(6,291,200)
General revenues							
Property taxes					6,097,831	–	6,097,831
Tax increments					485,152	–	485,152
Unrestricted grants and contributions					1,737,793	–	1,737,793
Franchise fee tax					581,330	–	581,330
Unrestricted investment earnings					356,299	141,672	497,971
Net change in fair value of investments					(102,045)	(40,191)	(142,236)
Land sales					127,900	–	127,900
Gain on sale of assets					76,878	–	76,878
Transfers					(58,147)	58,147	–
Total general revenues and transfers					<u>9,302,991</u>	<u>159,628</u>	<u>9,462,619</u>
Change in net position					720,918	2,450,501	3,171,419
Net position – beginning					<u>41,498,852</u>	<u>29,637,201</u>	<u>71,136,053</u>
Net position – ending					<u>\$42,219,770</u>	<u>\$32,087,702</u>	<u>\$74,307,472</u>



READER'S NOTES:

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

The General Fund is established to account for the revenue and expenditures to carryout basic governmental services to the residents of the City, such as general government, community development, public safety, recreation, public works, and human services. Revenue is recorded by source; i.e., taxes, licenses and permits, intergovernmental, charges for services, fines and forfeitures, and miscellaneous revenue. General Fund expenditures are made primarily for current day-to-day operations and operating equipment and are recorded by major functional classifications and by operating departments. This fund accounts for all financial transactions not accounted for in another fund.

SPECIAL REVENUE FUNDS

Robbinsdale Economic Development Authority (REDA) General Development Fund

This fund was established by the REDA to promote development and/or redevelopment with the use of funds other than tax increment financing (TIF). Revenue is generated through the repayment of business assistance loans, sale of land and redeveloped houses, and a small property tax levy (limited by state statutes). Uses of these funds are at the discretion of the REDA Board.

REDA TIF Development Fund

This fund was established by the REDA to promote development and/or redevelopment through the use of TIF. Revenue is generated by the additional property taxes generated by new development facilitated by the REDA. Uses of these funds include land acquisition, demolition, and construction of public infrastructure.

DEBT SERVICE FUND

REDA Tax Increment Fund

This fund was established to account for the payment of principal and interest on the tax increment bond issues. The City issued tax increment bonds backed by the full faith and credit of the City on behalf of the REDA. The tax increment income generated by the REDA is pledged for the retirement of these bonds.

General Debt Service Fund

This fund was established to account for the repayment of principal and interest on obligations backed by the full faith and credit of the City, other than those accounted for in enterprise funds.

CAPITAL PROJECT FUND

Permanent Improvement Revolving (PIR) Fund

The PIR Fund was established by the City Charter, Chapter 7, and designated per Section 315 of the City Code to finance the construction, maintenance, and/or repair of assessable and nonassessable improvements related to the City's Traffic and Transportation Program. It also accounts for funds allocated to the City as municipal state aid for highway construction.

CITY OF ROBBINSDALE

Balance Sheet
Governmental Funds
December 31, 2017

	Special Revenue			Debt Service
	General Fund	REDA General Development Fund	REDA TIF Development Fund	REDA Tax Increment Fund
Assets				
Cash	\$ 267,511	\$ 97,381	\$ 13,894	\$ 9,911
Investments	5,187,154	2,174,741	7,167	223,018
Receivables				
Accrued interest	32,993	13,832	45	1,419
Taxes	69,929	2,841	—	3,134
Special assessments	37,111	—	—	—
Accounts	84,399	311	—	—
Due from other governments	62,070	—	—	—
Notes	—	185,789	319,371	—
Property held for resale	—	970,997	104,000	—
Prepaid items	4,090	—	—	—
Advance to other funds	—	4,323,483	—	—
Total assets	\$ 5,745,257	\$ 7,769,375	\$ 444,477	\$ 237,482
Liabilities				
Accounts payable	\$ 210,218	\$ 6,736	\$ 18,924	\$ 543
Contracts payable	—	—	—	—
Due to other governments	220	—	127	—
Unearned revenue	100,828	—	—	—
Deposits	7,050	7,070	—	—
Advance from other funds	—	—	3,115,056	1,208,427
Total liabilities	318,316	13,806	3,134,107	1,208,970
Deferred inflows of resources				
Unavailable revenue – property taxes	41,126	2,113	—	—
Unavailable revenue – special assessments	37,055	—	—	—
Unavailable revenue – notes	—	185,789	319,371	—
Total deferred inflows of resources	78,181	187,902	319,371	—
Fund balances (deficits)				
Nonspendable	4,090	—	—	—
Restricted	—	7,567,667	—	—
Committed	—	—	—	—
Assigned	427,556	—	—	—
Unassigned	4,917,114	—	(3,009,001)	(971,488)
Total fund balances (deficits)	5,348,760	7,567,667	(3,009,001)	(971,488)
Total liabilities, deferred inflows of resources, and fund balances	\$ 5,745,257	\$ 7,769,375	\$ 444,477	\$ 237,482

<u>Debt Service</u>		<u>Capital Projects</u>	
<u>General Debt Service Fund</u>	<u>Permanent Improvement Revolving Fund</u>	<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
\$ 127,567	\$ 213,900	\$ 70,052	\$ 800,216
1,318,527	4,548,284	1,367,210	14,826,101
8,385	29,040	8,692	94,406
3,092	—	—	78,996
1,169,456	613,565	180,445	2,000,577
—	73,158	9,350	167,218
—	1,098,192	62,292	1,222,554
—	249,842	425,596	1,180,598
—	—	—	1,074,997
—	—	—	4,090
—	—	—	4,323,483
<u>\$ 2,627,027</u>	<u>\$ 6,825,981</u>	<u>\$ 2,123,637</u>	<u>\$ 25,773,236</u>
\$ —	\$ 7,750	\$ 1,508	\$ 245,679
—	90,656	46,623	137,279
—	—	—	347
—	249,842	425,596	776,266
—	—	—	14,120
—	—	—	4,323,483
—	348,248	473,727	5,497,174
—	—	—	43,239
1,169,453	608,746	180,445	1,995,699
—	—	—	505,160
<u>1,169,453</u>	<u>608,746</u>	<u>180,445</u>	<u>2,544,098</u>
—	—	—	4,090
1,457,574	—	34,081	9,059,322
—	162,686	1,429,295	1,591,981
—	5,706,301	6,089	6,139,946
—	—	—	936,625
<u>1,457,574</u>	<u>5,868,987</u>	<u>1,469,465</u>	<u>17,731,964</u>
<u>\$ 2,627,027</u>	<u>\$ 6,825,981</u>	<u>\$ 2,123,637</u>	<u>\$ 25,773,236</u>



READER'S NOTES:

CITY OF ROBBINSDALE

Reconciliation of the Balance Sheet
to the Statement of Net Position
Governmental Funds
December 31, 2017

Total fund balances – governmental funds \$ 17,731,964

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.

Capital assets	47,101,538
Accumulated depreciation	(17,179,398)

Net pension assets are only recorded in the government-wide financial statements as they are not current financial resources to governmental funds.

244,639

Due to availability, certain revenues are not recognized under the governmental fund statements until received; however, under the full accrual in the government-wide Statement of Activities, revenues are recorded when earned regardless of when received.

Property taxes receivable	43,239
Special assessments receivable	1,995,699
Notes receivable	505,160

Internal service funds are used by management to charge the costs associated with central garage operations, central government services (general office, information technology, and government buildings), equipment replacement, risk insurance, and accrued benefit liabilities. The balances of these internal service funds are included in governmental activities in the Statement of Net Position.

8,776,303

Long-term liabilities, including accrued interest, are not due and payable in the current period and, therefore, are not reported in the governmental funds.

Net OPEB liability	(497,612)
Net pension liability	(5,136,011)
Bonds and notes payable, net of unamortized discounts and premiums	(10,643,232)
Accrued interest payable	(135,925)

Governmental funds do not report certain long-term amounts related to pensions that are included in net position.

Deferred outflows – pension plan deferments	4,598,419
Deferred inflows – pension plan deferments	(5,185,013)

Total net position – governmental activities \$ 42,219,770

CITY OF ROBBINSDALE

Statement of Revenue, Expenditures, and Changes in Fund Balances
 Governmental Funds
 Year Ended December 31, 2017

	General Fund	Special Revenue		Debt Service
		REDA General Development Fund	REDA TIF Development Fund	REDA Tax Increment Fund
Revenues				
Property taxes	\$ 5,376,161	\$ 164,880	\$ -	\$ -
Tax increments	-	-	136,969	348,183
Special assessments	25,444	-	-	-
Licenses and permits	439,232	-	-	-
Intergovernmental	2,122,031	405,436	-	-
Charges for services	597,388	286,130	33,308	-
Land sales	-	51,900	76,000	-
Fines and forfeitures	249,679	-	-	-
Franchise fee tax	290,665	-	-	-
Interest and dividends	73,438	37,915	156	1,005
Net change in fair value of investments	(21,034)	(10,904)	-	(288)
Miscellaneous	7,182	125,578	59	-
Total revenues	<u>9,160,186</u>	<u>1,060,935</u>	<u>246,492</u>	<u>348,900</u>
Expenditures				
Current				
General government	1,009,366	-	-	-
Community development	485,357	264,469	341,724	771
Public safety	4,888,714	-	-	-
Recreation	1,130,436	-	-	-
Public works	1,746,046	-	-	-
Debt service				
Principal	-	-	-	155,000
Interest and fiscal charges	-	-	-	198,920
Capital outlay and improvements	29,198	-	-	-
Total expenditures	<u>9,289,117</u>	<u>264,469</u>	<u>341,724</u>	<u>354,691</u>
Excess (deficiency) of revenues over (under) expenditures	(128,931)	796,466	(95,232)	(5,791)
Other financing sources (uses)				
Bond proceeds	-	-	-	-
Premium on debt issuance	-	-	-	-
Transfers in	296,837	-	256,231	-
Transfers (out)	-	(256,231)	-	-
Total other financing sources (uses)	<u>296,837</u>	<u>(256,231)</u>	<u>256,231</u>	<u>-</u>
Net change in fund balance	167,906	540,235	160,999	(5,791)
Fund balances (deficits)				
Beginning of year	<u>5,180,854</u>	<u>7,027,432</u>	<u>(3,170,000)</u>	<u>(965,697)</u>
End of year	<u>\$ 5,348,760</u>	<u>\$ 7,567,667</u>	<u>\$ (3,009,001)</u>	<u>\$ (971,488)</u>

See notes to basic financial statements

<u>Debt Service</u>		<u>Capital Projects</u>	
<u>General Debt Service Fund</u>	<u>Permanent Improvement Revolving Fund</u>	<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
\$ 572,259	\$ -	\$ -	\$ 6,113,300
-	-	-	485,152
400,842	284,581	59,213	770,080
-	-	-	439,232
-	702,389	93,994	3,323,850
-	133,753	40,053	1,090,632
-	-	-	127,900
-	-	-	249,679
-	290,665	-	581,330
14,991	95,792	24,498	247,795
(4,292)	(27,436)	(7,017)	(70,971)
-	-	23,259	156,078
<u>983,800</u>	<u>1,479,744</u>	<u>234,000</u>	<u>13,514,057</u>
-	-	2,767	1,012,133
-	-	-	1,092,321
-	-	37,182	4,925,896
-	-	50,625	1,181,061
-	852,209	-	2,598,255
805,000	-	-	960,000
163,836	-	-	362,756
-	728,244	353,085	1,110,527
<u>968,836</u>	<u>1,580,453</u>	<u>443,659</u>	<u>13,242,949</u>
14,964	(100,709)	(209,659)	271,108
-	720,000	-	720,000
15,433	24,233	-	39,666
-	150,000	235,000	938,068
-	(702,149)	(1,040)	(959,420)
<u>15,433</u>	<u>192,084</u>	<u>233,960</u>	<u>738,314</u>
30,397	91,375	24,301	1,009,422
<u>1,427,177</u>	<u>5,777,612</u>	<u>1,445,164</u>	<u>16,722,542</u>
<u>\$ 1,457,574</u>	<u>\$ 5,868,987</u>	<u>\$ 1,469,465</u>	<u>\$ 17,731,964</u>



READER'S NOTES:

CITY OF ROBBINSDALE

Reconciliation of the Statement of
Revenue, Expenditures, and Changes in Fund Balances
to the Statement of Activities
Governmental Funds
Year Ended December 31, 2017

Net change in fund balance – total governmental funds	\$ 1,009,422
Amounts reported for governmental activities in the Statement of Activities are different because:	
Revenues in the government-wide Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.	
Property taxes revenue	(15,469)
Special assessments revenue	2,164
Principal payments received on notes receivable	(70,744)
Net change due to internal service funds are incorporated into the Statement of Activities.	
Net change in operations (net of investment income)	92,904
Investment income recognized in the Statement of Activities	77,430
Governmental funds report capital outlays and improvements as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays and improvements exceeded depreciation in the current period.	
Capital outlay and improvements	1,208,810
Depreciation expense	(1,387,826)
Net pension assets are included in net position, but are excluded from fund balances because they do not represent financial resources.	84,875
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any affect on net position. Also, governmental funds report the affect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.	
Bonds issued (including premium on current year bonds)	(759,666)
Amortization of premiums and discounts	28,818
General obligation principal repayments	960,000
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
Change in net OPEB liability	(38,818)
Change in net pension liability	5,811,990
Change in accrued interest payable	(6,057)
Governmental funds do not report additions or deletions to certain long-term amounts related to pensions that are included in the change in net position.	
Deferred outflows – pension plan deferments	(2,630,389)
Deferred inflows – pension plan deferments	(3,646,526)
Change in net position – governmental activities	<u>\$ 720,918</u>

CITY OF ROBBINSDALE

Statement of Revenue, Expenditures, and Changes in Fund Balances
 Budget and Actual
 General Fund
 Year Ended December 31, 2017

	Budgeted Amounts		Actual	Over (Under) Final Budget
	Original	Final		
Revenues				
Property taxes				
Current ad valorem	\$ 3,878,953	\$ 3,878,953	\$ 3,879,992	\$ 1,039
Delinquent ad valorem	–	–	21,776	21,776
Other tax levy revenue	–	–	26,578	26,578
Fiscal disparities	1,405,319	1,405,319	1,396,127	(9,192)
Tax increment excess	–	–	51,688	51,688
Total property taxes	<u>5,284,272</u>	<u>5,284,272</u>	<u>5,376,161</u>	<u>91,889</u>
Special assessments	–	–	25,444	25,444
Licenses and permits				
Business	78,500	78,500	83,533	5,033
Nonbusiness	<u>334,200</u>	<u>334,200</u>	<u>355,699</u>	<u>21,499</u>
Total licenses and permits	<u>412,700</u>	<u>412,700</u>	<u>439,232</u>	<u>26,532</u>
Intergovernmental				
Federal grants	7,500	7,500	2,174	(5,326)
State aids				
Local government aid	1,714,182	1,714,182	1,714,165	(17)
Police and fire pension	246,085	246,085	261,075	14,990
PERA aid	15,819	15,819	15,819	–
Other state aids	<u>15,750</u>	<u>15,750</u>	<u>128,798</u>	<u>113,048</u>
Total state aid	<u>1,991,836</u>	<u>1,991,836</u>	<u>2,119,857</u>	<u>128,021</u>
Total intergovernmental	<u>1,999,336</u>	<u>1,999,336</u>	<u>2,122,031</u>	<u>122,695</u>
Charges for services				
General government	434,420	434,420	393,329	(41,091)
Public safety	97,000	97,000	103,273	6,273
Recreation	<u>114,700</u>	<u>114,700</u>	<u>100,786</u>	<u>(13,914)</u>
Total charges for services	<u>646,120</u>	<u>646,120</u>	<u>597,388</u>	<u>(48,732)</u>
Fines and forfeitures	256,500	256,500	249,679	(6,821)
Franchise fee tax	299,000	299,000	290,665	(8,335)
Interest and dividends	52,000	52,000	73,438	21,438
Net change in fair value of investments	–	–	(21,034)	(21,034)
Miscellaneous	<u>7,500</u>	<u>7,500</u>	<u>7,182</u>	<u>(318)</u>
Total revenues	<u>8,957,428</u>	<u>8,957,428</u>	<u>9,160,186</u>	<u>202,758</u>
Other financing sources				
Transfers in	<u>282,170</u>	<u>282,170</u>	<u>296,837</u>	<u>14,667</u>
Total revenues and other financing sources	<u>9,239,598</u>	<u>9,239,598</u>	<u>9,457,023</u>	<u>217,425</u>

CITY OF ROBBINSDALE

Statement of Revenue, Expenditures, and Changes in Fund Balances
Budget and Actual (continued)
General Fund
Year Ended December 31, 2017

	Budgeted Amounts		Actual	Over (Under) Final Budget
	Original	Final		
Expenditures				
General government				
Personal services	980,755	980,755	925,696	(55,059)
Supplies	17,615	17,615	18,316	701
Other services and charges	617,244	617,244	606,482	(10,762)
Amounts charged to other funds	(541,115)	(541,115)	(541,128)	(13)
Total general government	<u>1,074,499</u>	<u>1,074,499</u>	<u>1,009,366</u>	<u>(65,133)</u>
Community development				
Personal services	369,693	369,693	361,182	(8,511)
Supplies	2,400	2,400	1,097	(1,303)
Other services and charges	47,080	47,080	123,078	75,998
Total community development	<u>419,173</u>	<u>419,173</u>	<u>485,357</u>	<u>66,184</u>
Public safety				
Personal services	3,705,433	3,705,433	3,644,662	(60,771)
Supplies	117,250	117,250	108,515	(8,735)
Other services and charges	1,291,829	1,291,829	1,237,465	(54,364)
Capital outlay	2,900	2,900	18,427	15,527
Amounts charged to other funds	(101,932)	(101,932)	(101,928)	4
Total public safety	<u>5,015,480</u>	<u>5,015,480</u>	<u>4,907,141</u>	<u>(108,339)</u>
Recreation				
Personal services	698,286	698,286	760,230	61,944
Supplies	82,450	82,450	69,078	(13,372)
Other services and charges	303,350	303,350	301,128	(2,222)
Capital outlay	4,500	4,500	10,771	6,271
Total recreation	<u>1,088,586</u>	<u>1,088,586</u>	<u>1,141,207</u>	<u>52,621</u>
Public works				
Personal services	1,089,571	1,089,571	973,752	(115,819)
Supplies	181,650	181,650	115,780	(65,870)
Other services and charges	758,847	758,847	748,134	(10,713)
Amounts charged to other funds	(91,620)	(91,620)	(91,620)	-
Total public works	<u>1,938,448</u>	<u>1,938,448</u>	<u>1,746,046</u>	<u>(192,402)</u>
Total expenditures	<u>9,536,186</u>	<u>9,536,186</u>	<u>9,289,117</u>	<u>(247,069)</u>
Net change in fund balances	<u>\$ (296,588)</u>	<u>\$ (296,588)</u>	167,906	<u>\$ 464,494</u>
Fund balances				
Beginning of year			<u>5,180,854</u>	
End of year			<u>\$ 5,348,760</u>	

CITY OF ROBBINSDALE

Statement of Revenue, Expenditures, and Changes in Fund Balances
 Budget and Actual
 Robbinsdale Economic Development Authority
 General Development Special Revenue Fund
 Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Over (Under) Final Budget
	Original	Final		
Revenues				
Property taxes				
Current ad valorem	\$ 164,860	\$ 164,860	\$ 115,823	\$ (49,037)
Delinquent ad valorem	—	—	593	593
Other tax levy revenue	—	—	325	325
Fiscal disparities	—	—	48,139	48,139
Total property taxes	<u>164,860</u>	<u>164,860</u>	<u>164,880</u>	<u>20</u>
Intergovernmental				
Local grants	424,000	406,000	405,436	(564)
Charges for services				
Community development				
Loan repayments and rents	111,000	118,323	286,130	167,807
Land sales	135,900	51,400	51,900	500
Interest and dividends	2,000	7,400	37,915	30,515
Net change in fair value of investments	20,000	17,000	(10,904)	(27,904)
Miscellaneous	125,000	172,000	125,578	(46,422)
Total revenues	<u>982,760</u>	<u>936,983</u>	<u>1,060,935</u>	<u>123,952</u>
Expenditures				
Community development				
Personal services	3,600	3,540	3,855	315
Supplies	1,000	350	9,202	8,852
Project costs	251,900	337,500	137,238	(200,262)
Other services and charges	204,284	121,206	114,174	(7,032)
Total expenditures	<u>460,784</u>	<u>462,596</u>	<u>264,469</u>	<u>(198,127)</u>
Excess (deficiency) of revenue over expenditures	521,976	474,387	796,466	322,079
Other financing sources (uses)				
Transfers in	—	350,000	—	(350,000)
Transfers (out)	—	—	(256,231)	(256,231)
Total Other financing sources (uses)	<u>—</u>	<u>350,000</u>	<u>(256,231)</u>	<u>(606,231)</u>
Net change in fund balance	<u>\$ 521,976</u>	<u>\$ 824,387</u>	540,235	<u>\$ (284,152)</u>
Fund balances				
Beginning of year			<u>7,027,432</u>	
End of year			<u>\$ 7,567,667</u>	

CITY OF ROBBINSDALE

Statement of Revenue, Expenditures, and Changes in Fund Balances
 Budget and Actual
 Robbinsdale Economic Development Authority
 TIF Development Special Revenue Fund
 Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Over (Under) Final Budget
	Original	Final		
Revenues				
Tax increment	\$ 88,916	\$ 136,997	\$ 136,969	\$ (28)
Charges for services				
Loan repayments	177,354	33,299	33,308	9
Land sales	59,500	1,500	76,000	74,500
Interest and dividends	1,886	–	156	156
Miscellaneous	200	–	59	59
Total revenues	<u>327,856</u>	<u>171,796</u>	<u>246,492</u>	<u>74,696</u>
Expenditures				
Community development				
Supplies	50	50	524	474
Other services and charges	5,857	11,351	17,034	5,683
Project costs	5,625	63,085	208,317	145,232
Interest and fiscal charges	116,600	131,450	115,849	(15,601)
Total expenditures	<u>128,132</u>	<u>205,936</u>	<u>341,724</u>	<u>135,788</u>
Excess (deficiency) of revenue over expenditures	199,724	(34,140)	(95,232)	(61,092)
Other financing sources				
Transfers in	–	–	256,231	256,231
Net change in fund balance	<u>\$ 199,724</u>	<u>\$ (34,140)</u>	160,999	<u>\$ 195,139</u>
Fund balances (deficits)				
Beginning of year			<u>(3,170,000)</u>	
End of year			<u>\$ (3,009,001)</u>	



READER'S NOTES:

PROPRIETARY FUNDS

Enterprise funds are established to account for the financing of self-supporting activities of governmental units, which render goods or services to the general public on a user charge basis.

MAJOR ENTERPRISE FUNDS

Below is a list of the major enterprise funds reported in the basic financial statements. These funds are included within the business-type activities section of the government-wide financial statements.

Water Utility Fund

The fund was established by the City Charter, Chapter 11, to account for the water system, owned and operated by the City.

Sanitary Sewer Utility Fund

The fund was established by the City Charter, Chapter 11, to account for the sanitary sewer system. The City is provided services, for a fee based on usage, by the Metropolitan Council Environmental Services (MCES). The City is responsible for all lateral lines, while the MCES is responsible for all trunk lines and the treatment and disposal of wastewater.

Storm Sewer Utility Fund

The City Council established the fund under provisions of the utility ordinance, to account for revenue collected and expenditures made to maintain the City's storm drainage system.

Solid Waste Removal Fund

The City Council established the fund, under provisions of the utility ordinance, to account for revenue collected and expenditures made to provide garbage removal on a city-wide basis.

Liquor Operations Fund

Minnesota Statutes allow municipalities to operate off-sale liquor establishments to control the sale of alcohol to minors. The City operates an off-sale liquor business to control this substance and as a source of revenue to the Capital Improvement Fund – Park Improvement Program.

Broadway Court Fund

This fund was established in 1999 to account for the rental operations of the Broadway Court Senior Housing Complex. Broadway Court is owned by the Robbinsdale Economic Development Authority (REDA), and operated by a management firm under contract with the REDA. The operations include rental of apartments to active seniors and the rental of retail space on the first level.

NONMAJOR ENTERPRISE FUND

Deputy Registrar Fund

The City Council established the fund in 1991 to segregate this self-supporting activity. The City has contractual agreements with the Minnesota Department of Vehicle Services and the Minnesota Department of Natural Resources to provide this service. The City collects a fee for each transaction processed. Excess earnings are generally used to support the General Fund.

CITY OF ROBBINSDALE

Statement of Net Position
 Proprietary Funds
 December 31, 2017

	Business-Type Activities – Enterprise Funds			
	Water Utility Fund	Sanitary Sewer Utility Fund	Storm Sewer Utility Fund	Solid Waste Removal Fund
Assets				
Current assets				
Cash and cash equivalents	\$ 630,233	\$ 102,147	\$ 15,965	\$ 365,842
Investments	3,040,563	699,932	338,813	1,890,582
Receivables				
Accrued interest	21,657	4,345	–	16,395
Special assessments	345,697	–	–	–
Accounts	364,895	481,295	187,105	341,461
Due from other governments	26	104	326,176	–
Inventories	7,905	–	–	–
Prepaid items	–	–	–	–
Total current assets	<u>4,410,976</u>	<u>1,287,823</u>	<u>868,059</u>	<u>2,614,280</u>
Noncurrent assets				
Capital assets				
Land	56,155	23,000	217,389	–
Buildings and structures	201,302	354,923	–	–
Utility system	12,413,056	11,369,809	7,788,621	–
Other improvements	762,476	421,851	1,750,525	–
Leasehold improvements	–	–	–	–
Mobile equipment	–	317,208	177,790	–
Machinery and office equipment	209,122	93,795	64,219	–
Work in progress	692,983	738,960	1,695,873	–
Accumulated depreciation	(6,420,443)	(3,235,733)	(2,337,039)	–
Total capital assets, net of depreciation	<u>7,914,651</u>	<u>10,083,813</u>	<u>9,357,378</u>	<u>–</u>
Total assets	<u>12,325,627</u>	<u>11,371,636</u>	<u>10,225,437</u>	<u>2,614,280</u>
Deferred outflows of resources				
Deferred charge on refunding	–	–	–	–
Pension plan deferments – PERA	35,924	30,436	12,515	–
Total deferred outflows of resources	<u>35,924</u>	<u>30,436</u>	<u>12,515</u>	<u>–</u>
Total assets and deferred outflows of resources	<u>\$ 12,361,551</u>	<u>\$ 11,402,072</u>	<u>\$ 10,237,952</u>	<u>\$ 2,614,280</u>
Liabilities				
Current liabilities				
Accounts payable	\$ 19,594	\$ 9,906	\$ 19,998	\$ 89,967
Accrued salaries and benefits	–	–	–	–
Contracts payable	31,583	164,966	74,999	–
Due to other governments	503	14,062	–	19,936
Accrued interest payable	23,336	32,151	23,855	–
Unearned revenue	–	–	–	–
Deposits	–	–	–	–
Compensated absences	–	–	–	–
Bonds payable	255,000	355,000	165,000	–
Total current liabilities	<u>330,016</u>	<u>576,085</u>	<u>283,852</u>	<u>109,903</u>
Noncurrent liabilities				
Net OPEB liability	16,533	11,352	6,392	–
Compensated absences	–	–	–	–
Net pension liability	152,293	122,679	46,830	–
Bonds payable (net of unamortized discounts and premiums)	2,438,581	3,198,876	2,491,131	–
Total noncurrent liabilities	<u>2,607,407</u>	<u>3,332,907</u>	<u>2,544,353</u>	<u>–</u>
Total liabilities	<u>2,937,423</u>	<u>3,908,992</u>	<u>2,828,205</u>	<u>109,903</u>
Deferred inflows of resources				
Pension plan deferments – PERA	27,738	23,459	9,623	–
Net position				
Net investment in capital assets	5,221,070	6,529,937	6,701,247	–
Unrestricted	4,175,320	939,684	698,877	2,504,377
Total net position	<u>9,396,390</u>	<u>7,469,621</u>	<u>7,400,124</u>	<u>2,504,377</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 12,361,551</u>	<u>\$ 11,402,072</u>	<u>\$ 10,237,952</u>	<u>\$ 2,614,280</u>

Liquor Operations Fund	Broadway Court Fund	Nonmajor Deputy Registrar Fund	Total Enterprise Funds	Governmental Activities Internal Service Funds
\$ 183,128	\$ 1,000,952	\$ 76,077	\$ 2,374,344	\$ 984,077
501,324	937,581	412,307	7,821,102	5,408,437
3,571	6,294	2,953	55,215	38,523
-	-	-	345,697	-
2	96	26,826	1,401,680	2,973
-	-	-	326,306	253
461,074	-	-	468,979	-
8,895	-	-	8,895	33,732
<u>1,157,994</u>	<u>1,944,923</u>	<u>518,163</u>	<u>12,802,218</u>	<u>6,467,995</u>
-	115,000	-	411,544	98,773
-	7,377,723	-	7,933,948	2,292,309
-	-	-	31,571,486	-
-	-	-	2,934,852	1,047,873
499,031	39,309	-	538,340	-
-	-	-	494,998	4,854,262
134,074	310,374	18,137	829,721	2,552,563
2,180	-	-	3,129,996	-
<u>(351,682)</u>	<u>(2,502,641)</u>	<u>(18,137)</u>	<u>(14,865,675)</u>	<u>(7,173,238)</u>
<u>283,603</u>	<u>5,339,765</u>	<u>-</u>	<u>32,979,210</u>	<u>3,672,542</u>
1,441,597	7,284,688	518,163	45,781,428	10,140,537
-	183,083	-	183,083	-
<u>72,564</u>	<u>-</u>	<u>53,795</u>	<u>205,234</u>	<u>74,405</u>
<u>72,564</u>	<u>183,083</u>	<u>53,795</u>	<u>388,317</u>	<u>74,405</u>
<u>\$ 1,514,161</u>	<u>\$ 7,467,771</u>	<u>\$ 571,958</u>	<u>\$ 46,169,745</u>	<u>\$ 10,214,942</u>
\$ 156,086	\$ 60,668	\$ 261	\$ 356,480	\$ 63,157
-	-	-	-	374,975
-	-	-	271,548	61,450
33,051	-	67	67,619	-
-	29,260	-	108,602	-
2,133	-	-	2,133	-
-	69,442	-	69,442	-
-	-	-	-	30,000
-	240,000	-	1,015,000	-
<u>191,270</u>	<u>399,370</u>	<u>328</u>	<u>1,890,824</u>	<u>529,582</u>
17,739	-	22,469	74,485	-
-	-	-	-	555,514
282,389	-	216,735	820,926	296,217
-	3,009,070	-	11,137,658	-
<u>300,128</u>	<u>3,009,070</u>	<u>239,204</u>	<u>12,033,069</u>	<u>851,731</u>
491,398	3,408,440	239,532	13,923,893	1,381,313
55,866	-	41,464	158,150	57,326
283,603	2,273,778	-	21,009,635	3,672,542
<u>683,294</u>	<u>1,785,553</u>	<u>290,962</u>	<u>11,078,067</u>	<u>5,103,761</u>
<u>966,897</u>	<u>4,059,331</u>	<u>290,962</u>	<u>32,087,702</u>	<u>8,776,303</u>
<u>\$ 1,514,161</u>	<u>\$ 7,467,771</u>	<u>\$ 571,958</u>	<u>\$ 46,169,745</u>	<u>\$ 10,214,942</u>

CITY OF ROBBINSDALE

Statement of Revenue, Expenses, and Changes in Net Position
 Proprietary Funds
 Year Ended December 31, 2017

	Business-Type Activities – Enterprise Funds			
	Water Utility Fund	Sanitary Sewer Utility Fund	Storm Sewer Utility Fund	Solid Waste Removal Fund
Sales and cost of sales				
Net sales	\$ –	\$ –	\$ –	\$ –
Cost of sales	–	–	–	–
Gross profit	–	–	–	–
Operating revenues				
Sales, fees, and charges	1,721,658	1,902,913	997,691	1,711,392
Total gross profit and operating revenues	1,721,658	1,902,913	997,691	1,711,392
Operating expenses				
Personal services	225,047	147,713	86,996	–
Supplies	57,745	13,089	53,996	31
Other services and charges	552,104	1,224,891	227,240	1,233,349
Rental charges	–	–	–	–
Depreciation	193,703	213,501	375,791	–
Total operating expenses	1,028,599	1,599,194	744,023	1,233,380
Operating income	693,059	303,719	253,668	478,012
Nonoperating revenues (expenses)				
Intergovernmental	51	46	325,976	42,182
Interest and dividends	55,928	9,137	–	46,027
Net change in fair value of investments	(15,890)	(2,467)	–	(13,183)
Gain (loss) on disposal of capital assets	–	–	–	–
Interest and fiscal charges	(55,745)	(74,162)	(58,907)	–
Total nonoperating revenues (expenses)	(15,656)	(67,446)	267,069	75,026
Income before transfers	677,403	236,273	520,737	553,038
Transfers				
Transfers in	–	200,000	925,000	–
Transfers (out)	(42,607)	(67,640)	(76,606)	(680,000)
Total transfers	(42,607)	132,360	848,394	(680,000)
Change in net position	634,796	368,633	1,369,131	(126,962)
Net position				
Beginning of year	8,761,594	7,100,988	6,030,993	2,631,339
End of year	\$ 9,396,390	\$ 7,469,621	\$ 7,400,124	\$ 2,504,377

See notes to basic financial statements

Liquor Operations Fund	Broadway Court Fund	Nonmajor Deputy Registrar Fund	Total Enterprise Funds	Governmental Activities Internal Service Funds
\$ 3,533,819 (2,585,833)	\$ – –	\$ – –	\$ 3,533,819 (2,585,833)	\$ – –
947,986	–	–	947,986	–
–	843,500	508,166	7,685,320	2,376,749
947,986	843,500	508,166	8,633,306	2,376,749
440,072	83,020	354,187	1,337,035	393,098
19,299	8,047	5,345	157,552	230,391
176,525	348,511	71,524	3,834,144	1,280,274
100,533	–	–	100,533	–
64,032	164,741	–	1,011,768	427,337
800,461	604,319	431,056	6,441,032	2,331,100
147,525	239,181	77,110	2,192,274	45,649
114	–	81	368,450	7,172
3,335	19,146	8,099	141,672	108,504
(955)	(5,376)	(2,320)	(40,191)	(31,074)
–	–	–	–	76,878
–	(81,037)	–	(269,851)	–
2,494	(67,267)	5,860	200,080	161,480
150,019	171,914	82,970	2,392,354	207,129
–	–	–	1,125,000	–
(150,000)	–	(50,000)	(1,066,853)	(36,795)
(150,000)	–	(50,000)	58,147	(36,795)
19	171,914	32,970	2,450,501	170,334
966,878	3,887,417	257,992	29,637,201	8,605,969
\$ 966,897	\$ 4,059,331	\$ 290,962	\$ 32,087,702	\$ 8,776,303

CITY OF ROBBINSDALE

Statement of Cash Flows
 Proprietary Funds
 Year Ended December 31, 2017

	Business-Type Activities – Enterprise Funds			
	Water Utility Fund	Sanitary Sewer Utility Fund	Storm Sewer Utility Fund	Solid Waste Removal Fund
Cash flows from operating activities				
Cash received from customers and users, including deposits	\$ 1,686,889	\$ 1,925,260	\$ 989,854	\$ 1,715,223
Cash payments to suppliers	(621,471)	(1,245,646)	(295,700)	(1,228,753)
Cash payments to employees	(216,189)	(139,879)	(83,360)	–
Net cash flows from operating activities	<u>849,229</u>	<u>539,735</u>	<u>610,794</u>	<u>486,470</u>
Cash flows from noncapital financing activities				
Transfers (to) other funds	–	–	–	(680,000)
Intergovernmental	<u>51</u>	<u>46</u>	<u>21</u>	<u>42,182</u>
Net cash flows from noncapital financing activities	51	46	21	(637,818)
Cash flows from capital and related financing activities				
Transfers from other funds	–	200,000	925,000	–
Transfers (to) other funds	(42,607)	(67,640)	(76,606)	–
Acquisition of property and equipment	(673,787)	(775,663)	(1,996,228)	–
Proceeds from the disposal of property and equipment	–	–	–	–
Proceeds from the sale of bonds	675,259	759,666	1,086,745	–
Principal payments on bonds	(390,000)	(500,000)	(315,000)	–
Interest and fiscal charges on bonds	(63,617)	(87,213)	(65,756)	–
Net cash flows from capital and related financing activities	<u>(494,752)</u>	<u>(470,850)</u>	<u>(441,845)</u>	<u>–</u>
Cash flows from investing activities				
Proceeds from maturities of investments	302,690	209,669	74,862	447,375
Purchases of investments	(1,085,586)	(668,047)	(284,641)	(678,306)
Interest on investments	<u>50,166</u>	<u>12,409</u>	<u>902</u>	<u>41,327</u>
Net cash flows from investing activities	<u>(732,730)</u>	<u>(445,969)</u>	<u>(208,877)</u>	<u>(189,604)</u>
Net change in cash and cash equivalents	(378,202)	(377,038)	(39,907)	(340,952)
Cash and cash equivalents at beginning of year	<u>1,008,435</u>	<u>479,185</u>	<u>55,872</u>	<u>706,794</u>
Cash and cash equivalents at end of year	<u>\$ 630,233</u>	<u>\$ 102,147</u>	<u>\$ 15,965</u>	<u>\$ 365,842</u>

Liquor Operations Fund	Broadway Court Fund	Nonmajor Deputy Registrar Fund	Total Enterprise Funds	Governmental Activities Internal Service Funds
\$ 3,533,326	\$ 844,454	\$ 486,220	\$ 11,181,226	\$ 2,410,448
(2,888,448)	(321,842)	(77,167)	(6,679,027)	(1,516,985)
(420,620)	(83,020)	(339,894)	(1,282,962)	(375,966)
<u>224,258</u>	<u>439,592</u>	<u>69,159</u>	<u>3,219,237</u>	<u>517,497</u>
(150,000)	—	(50,000)	(880,000)	—
<u>114</u>	<u>—</u>	<u>81</u>	<u>42,495</u>	<u>7,172</u>
(149,886)	—	(49,919)	(837,505)	7,172
—	—	—	1,125,000	—
—	—	—	(186,853)	(36,795)
(2,180)	(475,621)	—	(3,923,479)	(1,051,703)
—	—	—	—	134,530
—	—	—	2,521,670	—
—	(235,000)	—	(1,440,000)	—
<u>—</u>	<u>(73,024)</u>	<u>—</u>	<u>(289,610)</u>	<u>—</u>
(2,180)	(783,645)	—	(2,193,272)	(953,968)
37,419	267,835	73,320	1,413,170	1,164,272
(252,861)	(868,315)	(147,373)	(3,985,129)	(1,933,808)
1,769	15,231	7,543	129,347	102,630
<u>(213,673)</u>	<u>(585,249)</u>	<u>(66,510)</u>	<u>(2,442,612)</u>	<u>(666,906)</u>
(141,481)	(929,302)	(47,270)	(2,254,152)	(1,096,205)
<u>324,609</u>	<u>1,930,254</u>	<u>123,347</u>	<u>4,628,496</u>	<u>2,080,282</u>
<u>\$ 183,128</u>	<u>\$ 1,000,952</u>	<u>\$ 76,077</u>	<u>\$ 2,374,344</u>	<u>\$ 984,077</u>

CITY OF ROBBINSDALE

Statement of Cash Flows (continued)
 Proprietary Funds
 Year Ended December 31, 2017

	Business-Type Activities – Enterprise Funds			
	Water Utility Fund	Sanitary Sewer Utility Fund	Storm Sewer Utility Fund	Solid Waste Removal Fund
Reconciliation of operating income (loss) to net cash flows from operating activities				
Operating income	\$ 693,059	\$ 303,719	\$ 253,668	\$ 478,012
Adjustments to reconcile operating income to net cash flows from operating activities				
Depreciation	193,703	213,501	375,791	–
(Increase) decrease in assets and deferred outflows of resources				
Special assessments receivable	(39,898)	–	–	–
Accounts receivable	5,128	22,347	(7,838)	3,831
Due from other governments	1	–	1	–
Inventories	–	–	–	–
Prepaid items	–	–	–	–
Deferred outflows of resources for pensions	39,694	35,992	16,145	–
Increase (decrease) in liabilities and deferred inflows of resources				
Accounts payable	(11,474)	(2,433)	(14,464)	4,140
Accrued salaries and benefits	–	–	–	–
Due to other governments	(148)	(5,233)	–	487
Unearned revenue	–	–	–	–
Deposits	–	–	–	–
Net OPEB liability	1,248	934	541	–
Compensated absences payable	–	–	–	–
Net pension liability	(38,478)	(34,889)	(15,650)	–
Deferred inflows of resources for pensions	6,394	5,797	2,600	–
Total adjustments	156,170	236,016	357,126	8,458
Net cash flows from operating activities	\$ 849,229	\$ 539,735	\$ 610,794	\$ 486,470
Noncash investing, capital, and financing activities				
Net increase (decrease) in fair value of investments	\$ (15,890)	\$ (2,467)	\$ –	\$ (13,183)
Capital assets purchased on account	\$ 31,583	\$ 164,966	\$ 74,969	\$ –
Intergovernmental in receivables	\$ –	\$ –	\$ 325,955	\$ –
Amortization of bond premium (discount)	\$ 8,284	\$ 12,652	\$ 10,342	\$ –
Amortization of deferred charge on refunding	\$ –	\$ –	\$ –	\$ –

Liquor Operations Fund	Broadway Court Fund	Nonmajor Deputy Registrar Fund	Total Enterprise Funds	Governmental Activities Internal Service Funds
\$ 147,525	\$ 239,181	\$ 77,110	\$ 2,192,274	\$ 45,649
64,032	164,741	—	1,011,768	427,337
—	—	—	(39,898)	—
(2)	(96)	(21,946)	1,424	2,007
—	—	—	2	—
(22,863)	—	—	(22,863)	—
(895)	—	—	(895)	37,519
89,569	—	63,655	245,055	89,364
17,138	34,716	(297)	27,326	(44,438)
—	—	—	—	24,412
362	—	(1)	(4,533)	—
(491)	—	—	(491)	—
—	1,050	—	1,050	—
2,280	—	2,089	7,092	—
—	—	—	—	7,879
(86,824)	—	(61,704)	(237,545)	(86,626)
14,427	—	10,253	39,471	14,394
<u>76,733</u>	<u>200,411</u>	<u>(7,951)</u>	<u>1,026,963</u>	<u>471,848</u>
<u>\$ 224,258</u>	<u>\$ 439,592</u>	<u>\$ 69,159</u>	<u>\$ 3,219,237</u>	<u>\$ 517,497</u>
\$ (955)	\$ (5,376)	\$ (2,320)	\$ (40,191)	\$ (31,074)
\$ —	\$ —	\$ —	\$ 271,518	\$ 48,885
\$ —	\$ —	\$ —	\$ 325,955	\$ —
\$ —	\$ 5,285	\$ —	\$ 36,563	\$ —
\$ —	\$ 15,257	\$ —	\$ 15,257	\$ —

CITY OF ROBBINSDALE

Statement of Net Position
Fiduciary Fund
December 31, 2017

	<u>Agency Fund</u>
Assets	
Cash and cash equivalents	<u>\$ 239,268</u>
Liabilities	
Due to other governments	<u>\$ 239,268</u>

CITY OF ROBBINSDALE

Notes to Basic Financial Statements
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization

The City of Robbinsdale, Minnesota (the City) operates under the “Home Rule Charter” form of government pursuant to applicable Minnesota laws and statutes. The charter prescribes a manager-council form of organization. The governing body consists of a mayor and a four-member City Council. The City Council is elected by wards and the mayor is elected at large by voters of the City to serve four-year staggered terms.

The accounting policies of the City conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The City’s more significant accounting policies are described below:

B. Reporting Entity

In accordance with accounting principles generally accepted in the United States of America, these financial statements include the City (the primary government) and its component units. The City includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate from such. Component units are legally separate organizations for which elected officials of the City are financially accountable and are included within the basic financial statements of the City because of the significance of their operational or financial relationships with the City.

The City is considered financially accountable for a component unit if it appoints a voting majority of the organization’s governing body and it is able to impose its will on the organization by significantly influencing the programs, projects, activities, or level of services performed or provided by the organization, or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the City.

As a result of applying the component unit definition criteria above, certain organizations are presented in this report as blended component units (which are reported as if they were a part of the City) or related and jointly governed organizations (in which the relationship of the City with the entity is disclosed).

- 1. Blended Component Unit** – The Robbinsdale Economic Development Authority (REDA), which is governed by a five-member board consisting of the City Council with management of the City having operational responsibility for the REDA activities, is reported as a blended component unit. Although it is a legally separate entity from the City, it is reported as if it were a part of the City. This represents the only financial statements prepared for the REDA.
- 2. Related Organization** – The Robbinsdale Fire Department Relief Association (the Association) is organized as a nonprofit organization, legally separate from the City, to provide pension benefits to its members pursuant with Minnesota laws and statutes. Its Board of Directors is appointed by the membership of the Association, and the Association issues its own set of financial statements. All funding is conducted in accordance with applicable Minnesota Statutes, whereby state aids flow to the Association, the City’s contributions are determined by the Association, and the Association pays benefits to its members. Because the Association is fiscally independent of the City, the financial statements of the Association have not been included within the City’s reporting entity.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- 3. Jointly Governed Organizations** – Local Government Information Systems (LOGIS) is a consortium of approximately 20 entities that provides computerized data processing and support services to its members. LOGIS is legally separate from the City, as the City does not appoint a voting majority of the Board and the consortium is fiscally independent of the City.

LOGIS Insurance Group provides cooperative purchasing of health and life insurance benefits for approximately 45 government entities.

C. Government-Wide Financial Statements

The government-wide financial statements (Statement of Net Position and Statement of Activities) display information about the reporting government as a whole, except for fiduciary activities. These statements include all of the financial activities of the City. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which significantly rely upon sales, fees, and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other internally directed revenues are reported as general revenues.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes and special assessments are recognized as revenues in the fiscal year for which they are certified for levy. Grants and similar items are recognized when all eligibility requirements imposed by the provider have been met.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, charges between the City's enterprise funds and other functions are not eliminated, as that would distort the direct costs and program revenues reported in those functions. Depreciation expense is included in the direct expenses of each function. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

D. Fund Financial Statement Presentation

Separate fund financial statements are provided for governmental, proprietary, and fiduciary funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements. Aggregated information for the remaining nonmajor funds is reported in a single column in the fund financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis of accounting, transactions are recorded in the following manner:

- 1. Revenue Recognition** – Revenue is recognized when it becomes measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days after year-end. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. Grants and similar items are recognized when all eligibility requirements imposed by the provider have been met. Proceeds of long-term debt are reported as other financing sources.

Major revenue that is susceptible to accrual includes property taxes, special assessments, intergovernmental revenue, charges for services, and interest earned on investments. Major revenue that is not susceptible to accrual includes licenses and permits, fees, and miscellaneous revenue. Such revenue is recorded only when received because it is not measurable until collected.

- 2. Recording of Expenditures** – Expenditures are generally recorded when a liability is incurred, except for principal and interest on long-term debt and other long-term liabilities, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as capital outlay expenditures in the governmental funds.

Proprietary fund financial statements are reported using the economic resources measurement focus and accrual basis of accounting, similar to the government-wide financial statements. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the City’s enterprise funds and internal service funds are charges to customers for sales and services. The operating expenses for the enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses that do not meet this definition are reported as nonoperating revenues and expenses.

Aggregated information for the internal service funds is reported in a single column in the proprietary fund financial statements. Because the principal user of the internal services is the City’s governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. The cost of these services is reported in the appropriate functional activity.

The Agency Fund has no measurement focus, but utilizes the accrual basis of accounting for reporting assets and liabilities.

Description of Funds

The City reports the following major governmental funds:

General Fund – This is the City’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

REDA General Development Fund – This is a special revenue fund that accounts for all the general community development activities of the REDA that are not related to tax increment financing (TIF). The most significant sources of revenues in this special revenue fund include property taxes and charges for services.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

REDA TIF Development Fund – This is a special revenue fund that accounts for all the general community development activities of the REDA that are related to TIF. The most significant sources of revenues in this special revenue fund include tax increments and land sales.

REDA Tax Increment Fund – This is a debt service fund that accounts for all the activity associated with the REDA’s repayment of debt on outstanding TIF bonds issued through the City.

General Debt Service Fund – This is a debt service fund that was established to account for the repayment of principal and interest on obligations backed by the full faith and credit of the City, other than those accounted for in enterprise funds.

Permanent Improvement Revolving (PIR) Fund – This is a capital projects fund that accounts for the resources used related to the construction of traffic and transportation infrastructure (alleys, streets, sidewalks, street lights, and traffic lights).

The City reports the following major proprietary funds:

Water Utility Fund – This fund accounts for all financial resources relating to the City’s operations of its water distribution system. Services are on a user charge basis to all owners of property located within the City.

Sanitary Sewer Utility Fund – This fund accounts for all financial resources relating to the City’s operations of its sanitary sewer collection system. Services are on a user charge basis to all owners of property located within the City.

Storm Sewer Utility Fund – This fund accounts for all financial resources relating to the City’s operations of its storm water collection system. Services are on a user charge basis to all owners of property located within the City.

Solid Waste Removal Fund – This fund accounts for all financial resources relating to the City’s operations for garbage and recycling services to the residential properties of the City. Services are on a user charge basis to all residential property owners.

Liquor Operations Fund – This fund accounts for all financial resources relating to the operations of the City’s municipal off-sale liquor store.

Broadway Court Fund – This fund accounts for all financial resources relating to the rental operations of the Broadway Court Senior Housing Complex, which is owned by the REDA.

Additionally, the City also reports the following fund types:

Internal Service Funds – These funds account for the City’s central garage (fleet repair and maintenance), central services (general office, information technology, government building costs), equipment replacement, risk insurance costs, and the employee benefit accrual requirements. All services are provided to other departments on a cost-reimbursement basis.

Agency Funds – These funds are custodial in nature and do not involve measurement of results of operations. The City maintains one Agency Fund (Deputy Registrar – Minnesota License Fees).

E. Cash and Investments

The City’s cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash balances from all funds are combined and invested to the extent available in commercial paper, insured certificates of deposit, and various government-backed securities. Earnings from such investments are allocated to the respective funds based on the average quarterly cash balance of each fund. Investments are stated at fair value, which is determined based on quoted market prices at year-end.

The City categorizes its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

Debt securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

See Note 3 for the City's recurring fair value measurements as of year-end.

F. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans).

Any residual outstanding balances between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

G. Receivables

Utility and miscellaneous accounts receivable are reported at gross. Since the City is generally able to certify delinquent amounts to the county for collection as special assessments, no allowance for uncollectible accounts has been provided on current receivables. The City does record an allowance for the amount of utility receivables that remain delinquent after having been certified to the county. The only receivables not expected to be collected within one year are property taxes and special assessments receivable.

H. Property Taxes

Property tax levies are set by the City Council in December of each year, and are certified to Hennepin County for collection in the following year. In Minnesota, counties act as collection agents for all property taxes. The county spreads the levies over all taxable property. Such taxes become a lien on January 1 and are recorded as receivables by the City on that date. Real property taxes may be paid by taxpayers in two equal installments on May 15 and October 15. Personal property taxes are due in full on May 15. The county provides tax settlements to cities and other taxing districts three times a year; in July, December, and January.

Property taxes are recognized as revenue in the year levied in the government-wide financial statements and proprietary fund financial statements. In the governmental fund financial statements, taxes are recognized as revenue when received in cash or within 60 days after year-end. Taxes which remain unpaid on December 31 are classified as delinquent taxes receivable, and are offset by deferred inflows of resources in the governmental fund financial statements, because they are not available to finance current expenditures. No allowance for uncollectible taxes has been provided because such amounts are not expected to be material.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Special Assessments Receivable

Special assessments are levied against the benefited properties for the assessable costs of special assessment improvement projects in accordance with state statutes. The City usually adopts the assessment rolls when the individual projects are complete or substantially complete, except for road reconstruction projects. The county handles collection of annual installments (including interest) in the same manner as property taxes. Property owners are allowed to prepay total future installments without interest or prepayment penalties. Special assessments are recorded as receivables upon certification to the county. Special assessments are recognized as revenue in the year levied in the government-wide financial statements and proprietary fund financial statements. In the governmental fund financial statements, special assessments are recognized as revenue when received in cash or within 60 days after year-end. Governmental fund special assessments receivable which remain unpaid on December 31 are offset by a deferred inflow of resources in the governmental fund financial statements.

J. Inventories and Prepaid Items

Inventories are valued at the lower of cost or market value, on a first-in, first-out method. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of inventories and prepaid items is recorded as expenses/expenditures when consumed rather than when purchased.

K. Property Held for Resale

Property is acquired by the REDA for redevelopment purposes. Property held for resale is reported as an asset in the government-wide and fund financial statements. These assets are reported at the lower of cost or acquisition value.

L. Capital Assets

Capital asset acquisition costs are recorded as expenditures in the City's governmental fund financial statements, which use the modified accrual basis of accounting. Capital assets are capitalized within the City's government-wide financial statements and proprietary fund financial statements, which use the full accrual basis of accounting. Infrastructure assets reported by governmental activities include assets placed in service in 1980 or later.

The City defines capital assets as assets with an initial, individual cost of more than \$2,500 (except for computer and network-related equipment, which is \$1,000), and an estimated useful life in excess of two years. All capital assets are recorded at historical cost or estimated historical cost if actual cost was not available. Donated capital assets are valued at the acquisition value as of the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Land and work in progress are not depreciated.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and structures	25–40
Utility system infrastructure	5–100
Traffic and transportation infrastructure	5–40
Park system infrastructure	5–40
Other improvements	5–30
Leasehold improvements	10
Mobile equipment	3–25
Machinery and office equipment	3–15

M. Compensated Absences

The City compensates employees upon termination for all unused vacation and unused sick leave up to 960 hours based on years of service criteria as follows:

- After 2 years – 15 percent of accumulated sick leave
- After 8 years – 25 percent of accumulated sick leave
- After 13 years – 35 percent of accumulated sick leave
- After 17 years – 40 percent of accumulated sick leave
- After 20 years – 50 percent of accumulated sick leave

Employees are compensated for unused sick leave in excess of 960 hours at the rate of one-half time. Vacation and sick leave earnings and the corresponding liability are recorded in the Benefit Accrual Internal Service Fund, which charges the General Fund and other city funds. The liability is reported within governmental activities of the government-wide Statement of Net Position as a long-term liability.

N. Long-Term Obligations

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, if material, are deferred and amortized over the life of the bonds using the straight-line method. Bond issuance costs are expensed in the period incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

O. Deferred Outflows/Inflows of Resources

In addition to assets and liabilities, statements of financial position or balance sheets will sometimes report separate sections for deferred outflows or inflows of resources. These separate financial statement elements represent a consumption or acquisition of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) or an inflow of financial resources (revenue) until then.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The City reports deferred outflows of resources related to the deferred charge on refunding reported in the government-wide and proprietary fund Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

The City also reports deferred outflows and inflows of resources related to pensions reported in the government-wide and proprietary fund Statement of Net Position. These deferred outflows and inflows result from differences between expected and actual experience, changes in proportion, changes of assumptions, differences between projected and actual earnings on pension plan investments, and contributions to the plan subsequent to the measurement date and before the end of the reporting period. These amounts are deferred and amortized as required under pension standards.

Unavailable revenue, arises only under the modified accrual basis of accounting and, therefore, is reported only in the governmental funds Balance Sheet. The governmental funds report unavailable revenue from three sources: property taxes, special assessments, and notes receivable not collected within 60 days of year-end. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

P. Pension Plans

For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (PERA) and additions to/deductions from the PERA's fiduciary net position have been determined on the same basis as they are reported by the PERA except that the PERA's fiscal year-end is June 30. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The PERA has a special funding situation created by a direct aid contribution made by the state of Minnesota. The direct aid is a result of the merger of the Minneapolis Employees Retirement Fund into the PERA on January 1, 2015.

Q. Net Position Classifications and Flow Assumptions

In the government-wide and proprietary fund financial statements, net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position is displayed in three components:

- **Net Investment in Capital Assets** – Consists of capital assets, net of accumulated depreciation, reduced by any outstanding debt attributable to acquire capital assets.
- **Restricted Net Position** – Consists of net position restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments, or enabling legislation.
- **Unrestricted Net Position** – All remaining net position that does not meet the definition of “restricted” or “net investment in capital assets.”

The City applies restricted resources first when an expense is incurred for which both restricted and unrestricted resources are available.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

R. Fund Balance Classifications and Flow Assumptions

In the governmental fund financial statements, fund balance is reported in classifications that disclose constraints for which amounts in those funds can be spent. These classifications are as follows:

- **Nonspendable** – Consists of amounts that are not in spendable form, such as prepaid items, inventory, and other long-term assets.
- **Restricted** – Consists of amounts where there are limitations imposed on their use through external restrictions imposed by creditors, grantors, laws or regulations of other governments, or enabling legislation.
- **Committed** – Consists of internally imposed constraints that are established by resolution of the City Council. Those committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.
- **Assigned** – Consists of internally imposed constraints. These constraints consist of amounts intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds, assigned amounts represent intended uses established by the governing body itself or by an official to which the governing body delegates the authority. Pursuant to City Council resolution, the city manager or finance director are authorized to establish assignments of fund balance.
- **Unassigned** – The residual classification for the General Fund, which also reflects negative residual amounts in other funds.

When both restricted and unrestricted resources are available for use, it is the City's policy to first use restricted resources, and then use unrestricted resources as they are needed.

When committed, assigned, or unassigned resources are available for use, it is the City's policy to use resources in the following order: 1) committed, 2) assigned, and 3) unassigned.

S. Use of Estimates

The preparation of financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Budgets are legally adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General Fund and the REDA special revenue funds. The City follows the following procedures in establishing the budgetary data reflected in the basic financial statements:

- The city manager submits to the City Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budgets include proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- The budgets are legally enacted through the passage of resolutions.
- The City Council may authorize transfers of budgeted amounts between departments, at the budgetary control level.

Expenditures in the REDA TIF Development Special Revenue Fund exceeded budgeted appropriations by \$135,788, for the year ended December 31, 2017. Revenues and other financing sources in excess of budget covered this variance.

B. Deficit Fund Equity

The following funds had a deficit fund balance as of December 31, 2017:

REDA TIF Development Special Revenue Fund – \$3,009,001

The deficit for the REDA TIF Development Special Revenue Fund is expected to be eliminated over time through the collections of tax increment revenues, which will reduce the advances from other funds.

REDA Tax Increment Debt Service Fund – \$971,488

The deficit for the REDA Tax Increment Debt Service Fund is expected to be eliminated over time through the collections of tax increment revenues, which will reduce the advances from other funds.

NOTE 3 – DEPOSITS AND INVESTMENTS

A. Components of Cash and Investments

Cash and investments at year-end consist of the following:

Deposits	\$ 2,861,624
Investments	29,581,151
Cash on hand	<u>10,770</u>
Total	<u>\$ 32,453,545</u>

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Cash and investments are presented in the financial statements as follows:

Statement of Net Position		
Cash and cash equivalents		\$ 4,158,637
Investments		28,055,640
Statement of Net Position – Fiduciary Fund		
Cash and cash equivalents		<u>239,268</u>
Total		<u><u>\$ 32,453,545</u></u>

B. Deposits

In accordance with applicable Minnesota Statutes, the City maintains deposits at depository banks authorized by the City Council, including checking and savings accounts.

The following is considered the most significant risk associated with deposits:

Custodial Credit Risk – In the case of deposits, this is the risk that in the event of a bank failure, the City’s deposits may be lost.

Minnesota Statutes require that all deposits be protected by federal deposit insurance, corporate surety bond, or collateral. The market value of collateral pledged must equal 110 percent of the deposits not covered by federal deposit insurance or corporate surety bonds. Authorized collateral includes treasury bills, notes, and bonds; issued of U.S. governmental agencies; general obligations rate “A” or better; revenue obligations rate “AA” or better; irrevocable standard letters of credit issued by the Federal Home Loan Bank; and certificates of deposit. Minnesota Statutes require that securities pledged as collateral be held in safekeeping in a restricted account at the Federal Reserve Bank or in an account at a trust department of a commercial bank or other financial institution that is not owned or controlled by the financial institution furnishing the collateral. The City has no additional deposit policies addressing custodial credit risk.

At year-end, the carrying amount of the City’s deposits was \$2,861,624, while the balance on the bank records was \$2,783,276. At December 31, 2017, all deposits were fully covered by federal depository insurance, surety bonds, or by collateral held by the City’s agent in the City’s name.

C. Investments

The City has the following investments at year-end:

Investment Type	Credit Risk		Fair Value Measurement Using	Interest Risk – Maturity Duration in Years			Total
	Rating	Agency		Less Than 1	1 to 5	More Than 5	
U.S. government agency securities	AA	S&P	Level 2	\$ 1,018,125	\$ 5,214,752	\$ 583,920	\$ 6,816,797
Negotiable certificates of deposit	N/A	N/A	Level 1	4,908,561	1,719,635	–	6,628,196
State and local obligations	AAA	S&P	Level 2	–	265,458	528,693	794,151
State and local obligations	AA	S&P	Level 2	1,630,195	7,109,091	639,119	9,378,405
State and local obligations	AA	Moody’s	Level 2	1,498,639	2,060,408	379,069	3,938,116
State and local obligations	A	Moody’s	Level 2	499,975	–	–	499,975
Investment pools/mutual funds							
First American Government	AAA	S&P	Level 2	–	–	–	1,525,511
Total				<u>\$ 9,555,495</u>	<u>\$ 16,369,344</u>	<u>\$ 2,130,801</u>	<u>\$ 29,581,151</u>

N/A – Not Applicable

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Investments are subject to various risks, the following of which are considered the most significant:

Custodial Credit Risk – For investments, this is the risk that in the event of a failure of the counterparty to any investment transaction (typically a broker-dealer) the City would not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City’s investment policies do not further address this risk, but the City limits its exposure by holding the majority of its investments in a trust account with a major bank’s corporate trust department. Under this scenario, investments are delivered to the City’s Trust Account and then payment is released to the broker-dealer.

Credit Risk – This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Minnesota Statutes limit the City’s investments to direct obligations or obligations guaranteed by the United States or its agencies; shares of investment companies registered under the Federal Investment Company Act of 1940 that receive the highest credit rating, are rated in one of the two highest rating categories by a statistical rating agency, and all of the investments have a final maturity of 13 months or less; general obligations rated “A” or better; revenue obligations rated “AA” or better; general obligations of the Minnesota Housing Finance Agency rated “A” or better; bankers’ acceptances of United States banks eligible for purchase by the Federal Reserve System; commercial paper issued by United States corporations or their Canadian subsidiaries, rated of the highest quality category by at least two nationally recognized rating agencies, and maturing in 270 days or less; Guaranteed Investment Contracts guaranteed by a United States commercial bank, domestic branch of a foreign bank, or a United States insurance company, and with a credit quality in one of the top two highest categories; repurchase or reverse purchase agreements and securities lending agreements with financial institutions qualified as a “depository” by the government entity, with banks that are members of the Federal Reserve System with capitalization exceeding \$10,000,000, that are a primary reporting dealer in U.S. government securities to the Federal Reserve Bank of New York, or certain Minnesota securities brokers-dealers. The City’s investment policies do not further address credit risk.

Concentration Risk – This is the risk associated with investing a significant portion of the City’s investments (considered 5.0 percent or more) in the securities of a single issuer, excluding U.S. guaranteed investments (such as treasuries), investment pools, and mutual funds. The City’s investment policies do not limit the concentration of investments. At year-end, the City’s investment portfolio includes the Federal Home Loan Mortgage Corporation at 9.2 percent and the Federal National Mortgage Association at 8.4 percent.

Interest Rate Risk – This is the risk of potential variability in the fair value of fixed rate investments resulting from changes in interest rates (the longer the period for which an interest rate is fixed, the greater the risk). The City’s investment policies do not further address limiting the duration of investments.

NOTE 4 – NOTES RECEIVABLE

A. Industrial Development Revenue Bond Fees Receivable

Since 1983, the City has issued industrial development revenue bonds on behalf of qualified entities. The bond agreements require the qualified entities to pay an issuance fee to the City that is spread over the life of the bonds. The issuance fee payments are structured as follows:

- One half of one percent of the principal amount of the bonds issued paid at the time of issuance and the first anniversary date.

NOTE 4 – NOTES RECEIVABLE (CONTINUED)

- Beginning in year three, one-eighth percent of the outstanding principal of the bonds paid annually to the City (this relates to all bonds issued after January 1, 2003).
- Beginning in year three, one-tenth percent of the outstanding principal of the bonds paid annually to the City (this relates to all bonds issued prior to January 1, 2003 and includes any refinancing of bonds issued prior to January 1, 2003).

As of December 31, 2017, the City had \$675,438 in outstanding receivables related to the issuance of industrial development revenue bonds.

B. Robbinsdale Economic Development Authority (REDA) – Notes Receivable

Periodically, the REDA issues loans to qualified entities to be used in the redevelopment of their property. As of December 31, 2017, the REDA had \$505,160 in outstanding notes.

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year was as follows:

	Beginning Balance	Additions	Retirements	Transfers and Completed Construction	Ending Balance
Governmental activities					
Capital assets, not depreciated					
Land	\$ 905,593	\$ 147,440	\$ –	\$ –	\$ 1,053,033
Work in progress	2,446,269	1,052,530	–	(2,221,713)	1,277,086
Total capital assets, not depreciated	3,351,862	1,199,970	–	(2,221,713)	2,330,119
Capital assets, depreciated					
Buildings and structures	6,219,489	413,931	–	17,984	6,651,404
Traffic and transportation	32,252,155	–	–	1,543,475	33,795,630
Park system infrastructure	5,376,405	–	–	511,617	5,888,022
Other improvements	1,218,391	105,323	–	–	1,323,714
Mobile equipment	4,692,256	365,838	(264,342)	148,637	4,942,389
Machinery and office equipment	2,891,827	224,336	(100,123)	–	3,016,040
Total capital assets, depreciated	52,650,523	1,109,428	(364,465)	2,221,713	55,617,199
Less accumulated depreciation for					
Buildings and structures	(3,659,950)	(172,077)	–	–	(3,832,027)
Traffic and transportation	(10,522,207)	(858,981)	–	–	(11,381,188)
Park system infrastructure	(2,325,284)	(359,605)	–	–	(2,684,889)
Other improvements	(894,759)	(33,272)	–	–	(928,031)
Mobile equipment	(2,990,763)	(312,135)	258,619	–	(3,044,279)
Machinery and office equipment	(2,451,323)	(79,093)	48,194	–	(2,482,222)
Total accumulated depreciation	(22,844,286)	(1,815,163)	306,813	–	(24,352,636)
Net capital assets, depreciated	29,806,237	(705,735)	(57,652)	2,221,713	31,264,563
Total capital assets, net	\$ 33,158,099	\$ 494,235	\$ (57,652)	\$ –	\$ 33,594,682

NOTE 5 – CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Additions	Retirements	Transfers and Completed Construction	Ending Balance
Business-type activities					
Capital assets, not depreciated					
Land	\$ 411,544	\$ –	\$ –	\$ –	\$ 411,544
Work in progress	4,661,252	3,676,949	–	(5,208,205)	3,129,996
Total capital assets, not depreciated	5,072,796	3,676,949	–	(5,208,205)	3,541,540
Capital assets, depreciated					
Buildings and structures	7,489,711	444,237	–	–	7,933,948
Utility system	26,336,495	26,786	–	5,208,205	31,571,486
Other improvements	2,919,211	15,641	–	–	2,934,852
Leasehold improvements	538,340	–	–	–	538,340
Mobile equipment	494,998	–	–	–	494,998
Machinery and office equipment	798,337	31,384	–	–	829,721
Total capital assets, depreciated	38,577,092	518,048	–	5,208,205	44,303,345
Less accumulated depreciation for					
Buildings and structures	(2,583,457)	(176,052)	–	–	(2,759,509)
Utility system	(8,053,062)	(414,953)	–	–	(8,468,015)
Other improvements	(2,123,005)	(272,143)	–	–	(2,395,148)
Leasehold improvements	(247,737)	(56,299)	–	–	(304,036)
Mobile equipment	(251,209)	(55,036)	–	–	(306,245)
Machinery and office equipment	(595,437)	(37,285)	–	–	(632,722)
Total accumulated depreciation	(13,853,907)	(1,011,768)	–	–	(14,865,675)
Net capital assets, depreciated	24,723,185	(493,720)	–	5,208,205	29,437,670
Total capital assets, net	\$ 29,795,981	\$ 3,183,229	\$ –	\$ –	\$ 32,979,210

Depreciation expense was charged to functions/programs of the City as follows:

Governmental activities	
General government	\$ 49,846
Community development	5,614
Public safety	91,260
Recreation	364,581
Public works	876,525
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	427,337
Total depreciation expense – governmental activities	<u>\$ 1,815,163</u>
Business-type activities	
Water utility	\$ 193,703
Sanitary sewer utility	213,501
Storm sewer utility	375,791
Liquor operations	64,032
Broadway Court	164,741
Total depreciation expense – business-type activities	<u>\$ 1,011,768</u>

NOTE 6 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. In order to protect against these risks of loss, the City purchases commercial insurance through the League of Minnesota Cities Insurance Trust (LMCIT), a public entity risk pool. This pool currently operates common risk management and insurance programs for municipal entities. The City pays an annual premium to the LMCIT for its insurance coverage. The LMCIT is self-sustaining through commercial companies for excess claims. The City is covered through the pool for any claim incurred but unreported; however, it retains risk for the deductible portion of its insurance policies.

The Risk Insurance Fund was established to account for deductibles and other costs associated with the risk-of-loss that the City is unable to insure for because of restrictions or exclusions on the policies. It has also been established to fund any potential liability that may be assessed to it by the LMCIT Program. The fund is accounted for as an internal service fund where assets are set aside for risk management, insurance, administration, and claims settlement.

Fund liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities will include an amount for claims that have been incurred, but not reported (IBNR).

The Risk Insurance Fund collects a service charge from user funds/departments and pays insurance premiums and claims. Charges for services during 2017 were \$543,978. At December 31, 2017, 2016, and 2015, there were no significant IBNR claims.

The City's workers' compensation insurance policy is retrospectively rated. With this type of policy, final premiums are determined after loss experience workers' compensation rates and salaries for the year are known. The City also purchases fidelity bonds for employees in key positions.

During the year ended December 31, 2017, there were no significant reductions in insurance coverage from the prior year. Settled claims have not exceeded the City's commercial coverage in any of the past three years.

NOTE 7 – OPERATING LEASES

The City leases space for the Robbinsdale Wine & Spirits Liquor Store, which is located in Robin Center. The agreement commenced August 4, 2016 and provides for minimum annual lease payments of \$77,394 and sharing of common expenses and expired December 31, 2017. The lease was extended November 27, 2017 through December 2018, with the option to terminate without penalty on October 31st and November 30th upon giving the landlord at least 60 days prior written notice with monthly rent expense scheduled at \$6,877 per month. The rent expense for the year ended December 31, 2017 was \$98,852.

In July 2017, the City entered into a lease with Hy-Vee, Inc. for new space in Robbinsdale Hy-Vee Food and Drug beginning the day the store opens for business with the public. The agreement for the new space calls for minimum annual lease payments of \$144,900 and sharing of common expenses and expires ten years following the commencement of the term. The lease has an option for two additional five-year terms.

NOTE 8 – LONG-TERM DEBT

The City's long-term debt issues and transactions were as follows:

General Obligation Bonds – The City periodically issues bonds in accordance with Minnesota Statutes and they are backed by its full faith, credit, and taxing powers.

Governmental Activities

- **2010 General Obligation Tax Increment Bonds** – In 2010, the City issued \$5,255,000 in General Obligation Tax Increment Bonds to redeem \$5,465,000 of outstanding 2007 Taxable General Obligation Temporary Tax Increment Bonds on their maturity date that had been used for the acquisition and demolition of a school for housing redevelopment purposes. The bonds were issued for a period of 20 years at a net interest cost of 3.58 percent.
- **2012 General Obligation Street Improvement Bonds** – In 2012, the City issued \$1,470,000 in General Obligation Improvement Bonds to finance the cost of street reconstruction within the City. The bonds mature in February 2023 and have a net interest of 1.38 percent.
- **2013 General Obligation Street Reconstruction Bonds** – In 2013, the City issued \$1,585,000 in General Obligation Improvement Bonds to finance the cost of street reconstruction within the City. The bonds mature in February 2024 and have a net interest of 1.85 percent.
- **2015 General Obligation Street Improvement Bonds** – In 2015, the City issued \$3,630,000 in General Obligation Improvement Bonds to finance the cost of street reconstruction within the City. The bonds mature in February 2026 and have a net interest of 1.49 percent.
- **2017 General Obligation Street Improvement Bonds** – In 2017, the City issued \$720,000 in General Obligation Improvement Bonds to finance the cost of street reconstruction within the City. The bonds mature in February 2028 and have a net interest of 1.78 percent.

Business-Type Activities

- **2012 General Obligation Utility Revenue Bonds** – In 2012, the City issued \$2,560,000 in General Obligation Utility Revenue Bonds to finance a variety of utility system improvements and equipment costs. The bonds mature in February 2023 and have a net interest of 1.38 percent. These bonds are payable from the net revenues of the water utility, sanitary sewer utility, and storm sewer utility enterprise activities.
- **2013 General Obligation Utility Revenue Bonds** – In 2013, the City issued \$2,815,000 in General Obligation Utility Revenue Bonds to finance a variety of utility system improvements and equipment costs. The bonds mature in February 2024 and have a net interest of 1.85 percent. These bonds are payable from the net revenues of the water utility, sanitary sewer utility, and storm sewer utility enterprise activities.
- **2015 General Obligation Utility Revenue Bonds** – In 2015, the City issued \$2,805,000 in General Obligation Utility Revenue Bonds to finance a variety of utility system improvements. The bonds mature in February 2026 and have a net interest of 1.49 percent.
- **2017 General Obligation Utility Revenue Bonds** – In 2017, the City issued \$2,390,000 in General Obligation Utility Revenue Bonds to finance a variety of utility system improvements. The bonds mature in February 2028 and have a net interest of 1.78 percent.

NOTE 8 – LONG-TERM DEBT (CONTINUED)

The REDA periodically issues bonds in accordance with Minnesota Statutes and they are backed by its full faith, credit, and taxing power.

- 2015 Housing Revenue Refunding Bonds** – In 2015, the REDA issued \$3,670,000 in Housing Revenue Refunding Bonds, which are being serviced by the Broadway Court Enterprise Operation of the REDA. The refunding bonds were issued to refund the 2006A Housing Revenue Refunding Bonds (\$4,730,000). The bonds mature in February 2029 and have a net interest of 2.09 percent.

SUMMARIES OF LONG-TERM DEBT ISSUES

A. Governmental Activities

Issue	Interest Rates	Date Issued	Date Matures	Original Amount	Outstanding Balance
General obligation tax increment bonds	2.00%–4.00%	2010	2032	\$ 5,255,000	\$ 4,270,000
General obligation street improvement bonds	0.40%–2.00%	2012	2023	\$ 1,470,000	910,000
General obligation street reconstruction bonds	2.13%–3.00%	2013	2024	\$ 1,585,000	1,200,000
General obligation street improvement bonds	2.00%–3.00%	2015	2026	\$ 3,630,000	3,310,000
General obligation street improvement bonds	2.00%–3.00%	2017	2028	\$ 720,000	720,000
Debt issuance premium (discount)					233,232
Compensated absences					585,514
Total governmental activities					<u>\$ 11,228,746</u>

Changes in long-term debt during 2017 for debt serviced through governmental activities are as follows:

	Beginning Balance	Additions	Retirements	Ending Balance	Due In One Year
General obligation street reconstruction bonds	\$ 1,540,000	\$ –	\$ 340,000	\$ 1,200,000	\$ 160,000
General obligation tax increment bonds	4,425,000	–	155,000	4,270,000	165,000
General obligation street improvement bonds	4,685,000	720,000	465,000	4,940,000	470,000
Debt issuance premium (discount)	222,384	39,666	28,818	233,232	–
Total bonds payable	10,872,384	759,666	988,818	10,643,232	795,000
Compensated absences	577,635	582,104	574,225	585,514	30,000
Governmental activity long-term liabilities	<u>\$ 11,450,019</u>	<u>\$ 1,341,770</u>	<u>\$ 1,563,043</u>	<u>\$ 11,228,746</u>	<u>\$ 825,000</u>

B. Business-Type Activities

Issue	Interest Rates	Date Issued	Date Matures	Original Amount	Outstanding Balance
General obligation utility revenue bonds	0.40%–2.00%	2012	2023	\$ 2,560,000	\$ 1,585,000
General obligation utility revenue bonds	2.13%–3.00%	2013	2024	\$ 2,815,000	2,060,000
General obligation utility revenue bonds	2.00%–3.00%	2015	2026	\$ 2,805,000	2,555,000
General obligation housing refunding bonds	2.00%–2.75%	2015	2029	\$ 3,670,000	3,185,000
General obligation utility revenue bonds	2.00%–3.00%	2017	2028	\$ 2,390,000	2,390,000
Debt issuance premium (discount)					377,658
Total business-type activities					<u>\$ 12,152,658</u>

NOTE 8 – LONG-TERM DEBT (CONTINUED)

Changes in long-term debt during 2017 for debt serviced through business-type activities are as follows:

	Beginning Balance	Additions	Retirements	Ending Balance	Due In One Year
General obligation utility revenue bonds	\$ 7,405,000	\$ 2,390,000	\$ 1,205,000	\$ 8,590,000	\$ 775,000
General obligation housing refunding bonds	3,420,000	–	235,000	3,185,000	240,000
Debt issuance premium (discount)	282,551	131,670	36,563	377,658	–
Business-type activity long-term liabilities	<u>\$ 11,107,551</u>	<u>\$ 2,521,670</u>	<u>\$ 1,476,563</u>	<u>\$ 12,152,658</u>	<u>\$ 1,015,000</u>

MINIMUM DEBT PAYMENTS

Annual debt service requirements to maturity for long-term debt are as follows:

Year Ending December 31,	Governmental Activities		Business-Type Activities		Totals
	Principal	Interest	Principal	Interest	
2018	\$ 795,000	\$ 291,544	\$ 1,015,000	\$ 262,859	\$ 2,364,403
2019	880,000	272,090	1,225,000	244,534	2,621,624
2020	915,000	248,053	1,280,000	213,999	2,657,052
2021	955,000	222,290	1,315,000	181,549	2,673,839
2022	995,000	195,806	1,340,000	149,058	2,679,864
2023–2027	3,860,000	618,020	4,740,000	339,297	9,557,317
2028–2032	2,010,000	203,981	860,000	19,375	3,093,356
Total	<u>\$ 10,410,000</u>	<u>\$ 2,051,784</u>	<u>\$ 11,775,000</u>	<u>\$ 1,410,671</u>	<u>\$ 25,647,455</u>

REVENUE PLEDGED

Future revenue pledged for the payment of long-term debt is as follows:

Bond Issue	Use of Proceeds	Revenue Pledged Type	Percent of Debt Service	Term of Pledge	Remaining Principal and Interest	Current Year	
						Principal and Interest Paid	Pledged Revenue Received
Tax increment bonds	Redevelopment	Tax increments	100%	2010–2032	\$ 5,673,231	\$ 308,300	\$ 348,183
Utility revenue bonds	Utility improvements	Utility charges	100%				
Series 2012				2012–2023	\$ 1,666,300	\$ 274,458	\$ 4,622,262
Series 2013				2013–2024	\$ 2,247,716	\$ 324,206	\$ 4,622,262
Series 2015				2015–2026	\$ 2,844,875	\$ 321,200	\$ 4,622,262
Series 2017				2017–2028	\$ 2,776,993	\$ –	\$ 4,622,262
Housing revenue bonds	Affordable housing	Rental charges	100%	2015–2029	\$ 3,649,787	\$ 307,575	\$ 843,500

CONDUIT DEBT OBLIGATIONS

On occasion, the City has issued industrial revenue bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. The City is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

NOTE 8 – LONG-TERM DEBT (CONTINUED)

The bonds and interest are payable solely out of the mortgage loan proceeds, certain fees, revenues, and other amounts derived from mortgage loans and certain reserve funds. The bonds do not constitute any indebtedness, liability, general or moral obligation, or pledge of the faith or loan of credit of the City, state of Minnesota, or any political subdivision of either thereof.

As of December 31, 2017, the City had authorized the issuance of industrial revenue bonds as shown in the following schedule:

Description of Issue	Issue Date	Maturity Date	Outstanding December 31, 2017
Healthcare Facilities Revenue Bonds North Memorial Health Care – Series 2017	12/05/2017	05/01/2026	\$ 49,700,000

NOTE 9 – COMPONENTS OF FUND BALANCE

A. Classifications

At December 31, 2017, a summary of the City’s governmental fund balance classifications are as follows:

	Special Revenue			Debt Service	Debt Service	Capital Project		Total
	General	REDA General Development	REDA TIF Development	REDA Tax Increment	General Debt Service	Permanent Improvement Revolving	Nonmajor	
Nonspendable								
Prepaid items	\$ 4,090	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –	\$ 4,090
Restricted								
Community development	–	7,567,667	–	–	–	–	–	7,567,667
Debt service	–	–	–	–	1,457,574	–	–	1,457,574
Public safety equipment	–	–	–	–	–	–	34,081	34,081
Total restricted	–	7,567,667	–	–	1,457,574	–	34,081	9,059,322
Committed								
Street improvement projects	–	–	–	–	–	162,686	–	162,686
City code compliance	–	–	–	–	–	–	308,288	308,288
Cable improvements	–	–	–	–	–	–	364,714	364,714
Building improvements	–	–	–	–	–	–	77,922	77,922
Park capital improvements	–	–	–	–	–	–	678,371	678,371
Total committed	–	–	–	–	–	162,686	1,429,295	1,591,981
Assigned								
Subsequent year’s budget	424,974	–	–	–	–	–	–	424,974
Senior programs	2,582	–	–	–	–	–	–	2,582
Street capital projects	–	–	–	–	–	5,706,301	–	5,706,301
Public safety equipment	–	–	–	–	–	–	6,089	6,089
Total assigned	427,556	–	–	–	–	5,706,301	6,089	6,139,946
Unassigned								
	4,917,114	–	(3,009,001)	(971,488)	–	–	–	936,625
Total	<u>\$ 5,348,760</u>	<u>\$ 7,567,667</u>	<u>\$ (3,009,001)</u>	<u>\$ (971,488)</u>	<u>\$ 1,457,574</u>	<u>\$ 5,868,987</u>	<u>\$ 1,469,465</u>	<u>\$ 17,731,964</u>

B. Minimum Unassigned Fund Balance Policy

The City Council has formally adopted a fund balance policy regarding the minimum unassigned fund balance for the General Fund. The policy establishes a minimum unassigned General Fund balance of 40.0– 50.0 percent of the subsequent year’s General Fund budgeted expenditures. At December 31, 2017, the unassigned fund balance of the General Fund was 49.3 percent of the subsequent year’s General Fund budgeted expenditures.

NOTE 10 – INTERFUND TRANSACTIONS

A. Interfund Transfers

During 2017, the following interfund transfers took place:

Transfers Out	Transfers In							Total
	General	REDA TIF Development	Permanent Improvement Revolving	Nonmajor Governmenta	Sanitary Sewer Utility	Storm Sewer Utility		
REDA General Development	\$ -	a \$ 256,231	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 256,231
Permanent Improvement								
Revolving	a 102,149	-	-	-	a 200,000	a 400,000	-	702,149
Nonmajor governmental	a 1,040	-	-	-	-	-	-	1,040
Water Utility	a 42,607	-	-	-	-	-	-	42,607
Sanitary Sewer Utility	a 42,640	-	-	-	-	a 25,000	-	67,640
Storm Sewer Utility	a 76,606	-	-	-	-	-	-	76,606
Solid Waste Removal	b 30,000	-	b 150,000	-	-	b 500,000	-	680,000
Liquor Operations	-	-	-	b 150,000	-	-	-	150,000
Deputy Registrar	-	-	-	b 50,000	-	-	-	50,000
Internal Service	a 1,795	-	-	a 35,000	-	-	-	36,795
Total transfers	\$ 296,837	\$ 256,231	\$ 150,000	\$ 235,000	\$ 200,000	\$ 925,000		\$ 2,063,068

Transfers were completed for the following reasons:

- a – Transfer resources for capital and debt service related spending
- b – Budgeted transfers using excess earnings to fund operating and capital needs

B. Advances To and From Other Funds

The REDA General Development Fund has advanced \$3,115,056 to the REDA TIF Development Fund and \$1,208,427 to the REDA Tax Increment Fund for redevelopment of blighted housing stock within the City. The advances will be paid back over 20 years through the collection of TIF property tax revenues from the redeveloped properties. A 4.0 percent interest rate was charged on advances in 2017.

To the extent possible interfund transactions are eliminated in the government-wide financial statements.

NOTE 11 – PENSION PLANS SUMMARY

The City has reported the following balances for defined benefit pension plans of the City:

	PERA Plans			FRA	City Total
	GERF	PEPFF	Subtotal		
Net pension asset	\$ -	\$ -	\$ -	\$ 244,639	\$ 244,639
Deferred outflows of pension resources	\$ 883,709	\$ 3,787,994	\$ 4,671,703	\$ 206,355	\$ 4,878,058
Net pension liability	\$ 3,606,921	\$ 2,646,233	\$ 6,253,154	\$ -	\$ 6,253,154
Deferred inflows of pension resources	\$ 681,429	\$ 4,504,588	\$ 5,186,017	\$ 214,472	\$ 5,400,489
Pension revenue	\$ 1,310	\$ 17,640	\$ 18,950	\$ 79,668	\$ 98,618
Pension expense	\$ 472,799	\$ 650,865	\$ 1,123,664	\$ 98,605	\$ 1,222,269

NOTE 12 – DEFINED BENEFIT PENSION PLANS – STATE-WIDE

A. Plan Description

The City participates in the following cost-sharing, multiple-employer defined benefit pension plans administered by the PERA of Minnesota. The PERA's defined benefit pension plans are established and administered in accordance with Minnesota Statutes, Chapters 353 and 356. The PERA's defined benefit pension plans are tax-qualified plans under Section 401(a) of the Internal Revenue Code (IRC).

1. General Employees Retirement Fund (GERF)

All full-time and certain part-time employees of the City are covered by the General Employees Retirement Fund (GERF). The GERF members belong to either the Coordinated Plan or the Basic Plan. Coordinated Plan members are covered by Social Security and Basic Plan members are not. The Basic Plan was closed to new members in 1967. All new members must participate in the Coordinated Plan.

2. Public Employees Police and Fire Fund (PEPFF)

The Public Employees Police and Fire Fund (PEPFF), originally established for police officers and firefighters not covered by a local relief association, now covers all police officers and firefighters hired since 1980. Effective July 1, 1999, the PEPFF also covers police officers and firefighters belonging to local relief associations that elected to merge with and transfer assets and administration to the PERA.

B. Benefits Provided

The PERA provides retirement, disability, and death benefits. Benefit provisions are established by state statutes and can only be modified by the State Legislature.

Benefit increases are provided to benefit recipients each January. Increases are related to the funding ratio of the plan. Members in plans that are at least 90.0 percent funded for two consecutive years are given 2.5 percent increases. Members in plans that have not exceeded 90.0 percent funded, or have fallen below 80.0 percent, are given 1.0 percent increases.

The benefit provisions stated in the following paragraphs of this section are current provisions and apply to active plan participants. Vested, terminated employees who are entitled to benefits but are not receiving them yet are bound by the provisions in effect at the time they last terminated their public service.

1. GERF Benefits

Benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. Two methods are used to compute benefits for the PERA's Coordinated and Basic Plan members. The retiring member receives the higher of a step-rate benefit accrual formula (Method 1) or a level accrual formula (Method 2). Under Method 1, the annuity accrual rate for a Basic Plan member is 2.2 percent of average salary for each of the first 10 years of service and 2.7 percent for each remaining year. The annuity accrual rate for a Coordinated Plan member is 1.2 percent of average salary for each of the first 10 years and 1.7 percent for each remaining year. Under Method 2, the annuity accrual rate is 2.7 percent of average salary for Basic Plan members and 1.7 percent for Coordinated Plan members for each year of service. For members hired prior to July 1, 1989, a full annuity is available when age plus years of service equal 90 and normal retirement age is 65. For members hired on or after July 1, 1989, normal retirement age is the age for unreduced Social Security benefits capped at age 66.

NOTE 12 – DEFINED BENEFIT PENSION PLANS – STATE-WIDE (CONTINUED)

2. PEPFF Benefits

Benefits for the PEPFF members first hired after June 30, 2010 but before July 1, 2014, vest on a prorated basis from 50 percent after five years up to 100 percent after 10 years of credited service. Benefits for the PEPFF members first hired after June 30, 2014 vest on a prorated basis from 50 percent after 10 years up to 100 percent after 20 years of credited service. The annuity accrual rate is 3 percent of average salary for each year of service. For the PEPFF members who were first hired prior to July 1, 1989, a full annuity is available when age plus years of service equal at least 90.

C. Contributions

Minnesota Statutes, Chapter 353 sets the rates for employer and employee contributions. Contribution rates can only be modified by the State Legislature.

1. GERF Contributions

Basic Plan members and Coordinated Plan members were required to contribute 9.10 percent and 6.50 percent, respectively, of their annual covered salary in calendar year 2017. The City was required to contribute 11.78 percent of pay for Basic Plan members and 7.50 percent for Coordinated Plan members in calendar year 2017. The City's contributions to the GERF for the year ended December 31, 2017 were \$275,443. The City's contributions were equal to the required contributions as set by state statutes.

2. PEPFF Contributions

Plan members were required to contribute 10.80 percent of their annual covered salary in calendar year 2017. The City was required to contribute 16.20 percent of pay for members in calendar year 2017. The City's contributions to the PEPFF for the year ended December 31, 2017 were \$330,297. The City's contributions were equal to the required contributions as set by state statutes.

D. Pension Costs

1. GERF Pension Costs

At December 31, 2017, the City reported a liability of \$3,606,921 for its proportionate share of the GERF's net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's contributions received by the PERA during the measurement period for employer payroll paid dates from July 1, 2016 through June 30, 2017, relative to the total employer contributions received from all of the PERA's participating employers. The City's proportionate share was 0.0565 percent at the end of the measurement period and 0.0567 percent for the beginning of the period.

NOTE 12 – DEFINED BENEFIT PENSION PLANS – STATE-WIDE (CONTINUED)

The City’s net pension liability reflected a reduction due to the state of Minnesota’s contribution of \$6 million to the fund. The state of Minnesota is considered a nonemployer contributing entity and the state’s contribution meets the definition of a special funding situation. The amount recognized by the City as its proportionate share of the net pension liability, the direct aid, and total portion of the net pension liability that was associated with the City were as follows:

City’s proportionate share of net pension liability	\$ 3,606,921
State’s proportionate share of the net pension liability associated with the City	\$ 45,387

For the year ended December 31, 2017, the City recognized pension expense of \$472,799 for its proportionate share of the GERS’s pension expense. In addition, the City recognized an additional \$1,310 as pension expense (and grant revenue) for its proportionate share of the state of Minnesota’s contribution of \$6 million to the GERS.

At December 31, 2017, the City reported its proportionate share of the GERS’s deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ 118,873	\$ 233,386
Changes in actuarial assumptions	600,947	361,594
Differences between projected and actual investment earnings	27,018	–
Changes in proportion	–	86,449
Contributions paid to the PERA subsequent to the measurement date	<u>136,871</u>	<u>–</u>
Total	<u>\$ 883,709</u>	<u>\$ 681,429</u>

Deferred outflows of resources reported \$136,871 related to pensions resulting from city contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ending December 31, 2018. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	<u>Pension Expense Amount</u>
2018	\$ 90,836
2019	\$ 199,461
2020	\$ (71,778)
2021	\$ (153,110)

NOTE 12 – DEFINED BENEFIT PENSION PLANS – STATE-WIDE (CONTINUED)

2. PEPFF Pension Costs

At December 31, 2017, the City reported a liability of \$2,646,233 for its proportionate share of the PEPFF’s net pension liability. The net pension liability was measured as of June 30, 2017 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City’s proportion of the net pension liability was based on the City’s contributions received by the PERA during the measurement period for employer payroll paid dates from July 1, 2016 through June 30, 2017, relative to the total employer contributions received from all of the PERA’s participating employers. The City’s proportionate share was 0.196 percent at the end of the measurement period and 0.194 percent for the beginning of the period.

For the year ended December 31, 2017, the City recognized pension expense of \$650,865 for its proportionate share of the PEPFF’s pension expense. The City also recognized \$17,640 for the year ended December 31, 2017 as revenue and an offsetting reduction of net pension liability for its proportionate share of the state of Minnesota’s on-behalf contributions to the PEPFF. Legislation passed in 2013 required the state of Minnesota to begin contributing \$9 million to the PEPFF each year, starting in fiscal year 2014.

At December 31, 2017, the City reported its proportionate share of the PEPFF’s deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 60,911	\$ 693,589
Changes in actuarial assumptions	3,427,786	3,756,995
Difference between projected and actual investment earnings	21,466	–
Changes in proportion	112,336	54,004
Contributions paid to the PERA subsequent to the measurement date	<u>165,495</u>	<u>–</u>
Total	<u>\$ 3,787,994</u>	<u>\$ 4,504,588</u>

Deferred outflows of resources reported \$165,495 related to pensions resulting from city contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ending December 31, 2018. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31,	Pension Expense Amount
2018	\$ 41,896
2019	\$ 41,896
2020	\$ (51,150)
2021	\$ (188,889)
2022	\$ (725,842)

NOTE 12 – DEFINED BENEFIT PENSION PLANS – STATE-WIDE (CONTINUED)

E. Actuarial Assumptions

The total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Active member payroll growth	3.25% per year
Investment rate of return	7.50%

Salary increases were based on a service-related table. Mortality rates for active members, retirees, survivors, and disabilitants were based on RP-2014 tables for all plans for males or females, as appropriate, with slight adjustments to fit the PERA's experience. Cost of living benefit increases for retirees are assumed to be 1.0 percent per year for the GERF through 2044, and the PEPFF through 2064, and then 2.5 percent thereafter for both plans.

Actuarial assumptions used in the June 30, 2017 valuation were based on the results of actuarial experience studies. The most recent four-year experience study in the GERF was completed in 2015. The most recent five-year experience study for the PEPFF was completed in 2016.

The following changes in actuarial assumptions occurred in 2017:

1. GERF

- The Combined Service Annuity (CSA) loads were changed from 0.8 percent for active members and 60.0 percent for vested and nonvested deferred members. The revised CSA loads are now zero percent for active member liability, 15.0 percent for vested deferred member liability, and 3.0 percent for nonvested deferred member liability.
- The assumed post-retirement benefit increase rate was changed from 1.0 percent per year for all years, to 1.0 percent per year through 2044, and 2.5 percent per year thereafter.

2. PEPFF

- Assumed salary increases were changed as recommended in the June 30, 2016 experience study. The net effect is proposed rates that average 0.34 percent lower than the previous rates.
- Assumed rates of retirement were changed, resulting in fewer retirements.
- The CSA load was 30 percent for vested and nonvested deferred members. The CSA has been changed to 33 percent for vested members and 2 percent for nonvested members.
- The base mortality table for healthy annuitants was changed from the RP-2000 Fully Generational Table to the RP-2014 Fully Generational Table (with a base year of 2006), with male rates adjusted by a factor of 0.96. The mortality improvement scale was changed from Scale AA to Scale MP-2016. The base mortality table for disabled annuitants was changed from the RP-2000 Disabled Mortality Table to the mortality tables assumed for healthy retirees.
- Assumed termination rates were decreased to 3.0 percent for the first three years of service. Rates beyond the select period of three years were adjusted, resulting in more expected terminations overall.
- Assumed percentage of married female members was decreased from 65 percent to 60 percent.
- Assumed age difference was changed from separate assumptions for male members (wives assumed to be three years younger) and female members (husbands assumed to be four years older) to the assumption that males are two years older than females.

NOTE 12 – DEFINED BENEFIT PENSION PLANS – STATE-WIDE (CONTINUED)

- The assumed percentage of female members electing joint and survivor annuities was increased.
- The assumed post-retirement benefit increase rate was changed from 1.00 percent for all years, to 1.00 percent per year through 2064, and 2.50 percent thereafter.
- The single discount rate changed from 5.60 percent to 7.50 percent.

The State Board of Investment, which manages the investments of the PERA, prepares an analysis of the reasonableness on a regular basis of the long-term expected rate of return using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce an expected long-term rate of return by weighting the expected future rates of return by the target asset allocation percentages. The target allocation and best-estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic stocks	39 %	5.10 %
International stocks	19	5.30 %
Bonds	20	0.75 %
Alternative assets	20	5.90 %
Cash	<u>2</u>	– %
Total	<u><u>100 %</u></u>	

F. Discount Rate

The discount rate used to measure the total pension liability in 2017 was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at rates set in Minnesota Statutes. Based on these assumptions, the fiduciary net positions of the GERS and the PEPFF were projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

G. Pension Liability Sensitivity

The following table presents the City’s proportionate share of the net pension liability for all plans it participates in, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate 1 percentage point lower or 1 percentage point higher than the current discount rate:

	<u>1% Decrease in Discount Rate 6.50%</u>	<u>Discount Rate 7.50%</u>	<u>1% Increase in Discount Rate 8.50%</u>
The City’s proportionate share of the GERS net pension liability	\$ 5,594,605	\$ 3,606,921	\$ 1,979,644
The City’s proportionate share of the PEPFF net pension liability	\$ 4,983,629	\$ 2,646,233	\$ 716,584

NOTE 12 – DEFINED BENEFIT PENSION PLANS – STATE-WIDE (CONTINUED)

H. Pension Plan Fiduciary Net Position

Detailed information about the GERS's fiduciary net position is available in a separately issued PERA financial report. That report may be obtained on the PERA website at www.mnpera.org; by writing to the PERA at 60 Empire Drive, Suite 200, St. Paul, Minnesota 55103; or by calling (651) 296-7460 or (800) 652-9026.

NOTE 13 – DEFINED CONTRIBUTION PLAN

City Council members of the City are covered by the Public Employees Defined Contribution Plan (PEDCP), a multiple-employer deferred compensation plan administered by the PERA. The PEDCP is a tax qualified plan under Section 401(a) of the IRC and all contributions by or on behalf of employees are tax deferred until time of withdrawal.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. Minnesota Statutes, Chapter 353D.03, specifies plan provisions, including the employee and employer contribution rates for those qualified personnel who elect to participate. An eligible elected official who decides to participate contributes 5 percent of salary, which is matched by the elected official's employer. For ambulance service personnel, employer contributions are determined by the employer, and for salaried employees, contributions must be a fixed percentage of salary. Employer contributions for volunteer personnel may be a unit value for each call or period of alert duty. Employees who are paid for their services may elect to make member contributions in an amount not to exceed the employer share. Employer and employee contributions are combined and used to purchase shares in one or more of the seven accounts of the Minnesota Supplemental Investment Fund. For administering the plan, the PERA receives 2 percent of employer contributions and twenty-five hundredths of 1 percent (0.0025) of the assets in each member's account annually.

	Contribution Amount		Percentage of Covered Payroll		Required Rate for Employees and Employers
	Employee	Employer	Employee	Employer	
2017	\$ 1,344	\$ 1,344	5%	5%	5%
2016	\$ 1,341	\$ 1,341	5%	5%	5%
2015	\$ 1,317	\$ 1,317	5%	5%	5%

NOTE 14 – DEFINED BENEFIT PENSION PLAN – FIRE RELIEF ASSOCIATION

A. Plan Description

Volunteer firefighters of the Robbinsdale Fire Department (the Department) are members of the Association, which administers a single-employer defined benefit pension plan established to provide benefits for its members. The plan is established and administered in accordance with Minnesota Statutes, Chapter 424A. The Association is governed by a Board of nine trustees; six voting trustees elected by the members of the Association, and the City's mayor, city clerk, and fire chief as ex-officio members. As of the measurement date, the plan covered 28 active firefighters and 12 vested terminated firefighters whose pension benefits are deferred. The plan is a single-employer retirement plan and is established and administered in accordance with Minnesota Statutes, Chapter 69.

**NOTE 14 – DEFINED BENEFIT PENSION PLAN – FIRE RELIEF ASSOCIATION
(CONTINUED)**

The Association maintains a separate Special Fund to accumulate assets to fund the retirement benefits earned by the Department's membership. Funding for the Association is derived from an insurance premium tax in accordance with the Volunteer Firefighter's Relief Association Financing Guidelines Act of 1971 (Chapter 261 as amended by Chapter 509 of Minnesota Statutes 1980). Funds are also derived from investment income.

The City made a change in accounting principle in the current year to utilize the look-back period as the measurement date. This is an accepted practice and allows the City to complete its Comprehensive Annual Financial Report in a timelier manner. This change did not result in an adjustment to beginning net position, due to the immaterial difference this change in measurement period made to beginning balances.

B. Benefits Provided

A firefighter who completes at least 20 years as an active member of the Department is entitled, after age 50, to a full service pension upon retirement. Upon retirement, an irrevocable election for a monthly or lump sum pension must be made. Members accepted after January 1, 1989 are only eligible for a lump sum pension.

The bylaws of the Association also provide for an early vested service pension for a retiring member who has completed fewer than 20 years of service. The reduced pension, available to members with 10 years of service, shall be equal to 60 percent of the pension as described by the bylaws. This percentage increases 4 percent per year so that at 20 years of service, the full amount prescribed is paid. Members who retire with less than 20 years of service, have reached the age of 50 years, and have completed at least 10 years of active membership, are entitled to a reduced service pension not to exceed the amount calculated by multiplying the member's service pension for the completed years of service times the applicable nonforfeitable percentage of pension.

C. Contributions

Minnesota Statutes, Chapters 424 and 424A authorize pension benefits for volunteer fire relief associations. The plan is funded by fire state aid, investment earnings, and, if necessary, employer contributions as specified in Minnesota Statutes and voluntary city contributions (if applicable). Required employer contributions are calculated annually based on statutory provisions. The state of Minnesota contributed \$76,334 in fire state aid to the plan on behalf of the Department for the year ended December 31, 2017. The City contributed \$55,161 in accordance with state statute requirements for the year ended December 31, 2017. Furthermore, the firefighters have no obligation to contribute to the plan.

D. Pension Costs

At year-end, the City reported a net pension asset of \$244,639 for the plan. The net pension asset was measured as of December 31, 2016. The total pension liability used to calculate the net pension asset in accordance with Governmental Accounting Standards Board (GASB) Statement No. 68 was determined by applying an actuarial formula to specific census data certified by the Department as of December 31, 2016.

**NOTE 14 – DEFINED BENEFIT PENSION PLAN – FIRE RELIEF ASSOCIATION
(CONTINUED)**

The following table presents the changes in net pension liability (asset) during the year:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a-b)
	<u> </u>	<u> </u>	<u> </u>
Beginning balance	\$ 1,826,737	\$ 1,986,501	\$ (159,764)
Changes for the year			
Service cost	82,441	–	82,441
Interest on pension liability (asset)	121,916	–	121,916
Change in assumptions	(11,359)	–	(11,359)
Contributions (state and local)	–	141,780	(141,780)
Net investment income	–	155,774	(155,774)
Benefit payments	(567,243)	(567,243)	–
Administrative costs	–	(19,681)	19,681
Total net changes	<u>(374,245)</u>	<u>(289,370)</u>	<u>(84,875)</u>
Ending balance	<u>\$ 1,452,492</u>	<u>\$ 1,697,131</u>	<u>\$ (244,639)</u>

For the year ended December 31, 2017, the City recognized pension revenue of \$79,668 and pension expense of \$98,605.

At December 31, 2017, the City reported deferred inflows of resources and deferred outflows of resources, related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Net difference between projected and actual earnings on plan investments	\$ 74,860	\$ –
Change in assumptions	–	70,660
Difference between expected and actual liability	–	67,478
City contributions subsequent to the measurement date	55,161	–
State aid to the City subsequent to the measurement date	76,334	76,334
Total	<u>\$ 206,355</u>	<u>\$ 214,472</u>

**NOTE 14 – DEFINED BENEFIT PENSION PLAN – FIRE RELIEF ASSOCIATION
(CONTINUED)**

Deferred outflows of resources totaling \$131,495 related to pensions resulting from city contributions and state aid received subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2018. Deferred inflows of resources totaling \$76,334 related to state aid received subsequent to the measurement date will be recognized for its impact on the net pension liability in the year ending December 31, 2018. Other amounts reported as deferred outflows and inflows of resources related to the plan will be recognized in pension expense as follows:

Year Ending December 31,	Pension Expense Amount
2017	\$ 5,088
2018	\$ 5,088
2019	\$ 5,089
2020	\$ (26,597)
2021	\$ (21,548)
Thereafter	\$ (30,398)

E. Actuarial Assumptions

The total pension liability at year-end was determined using the entry age normal level percent of payroll cost method and the following actuarial assumptions:

Retirement eligibility at 100 percent service pension at age 50 with 20 years of service, early vested retirement at age 50 with 10 years of service vested at 60 percent and increased by 4 percent for each additional year of service up to 20 and eligibility for deferred service pension payable at age 50 with 20 years of service

Inflation rate	2.75% per year
Investment rate of return	7.75%
20-year municipal bond yield	3.78%

The changes in actuarial assumptions since the prior valuation included the expected investment return and discount rate increase from 7.50 percent to 7.75 percent to reflect updated capital market models.

The 7.75 percent long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates for expected future real rates of return (expected returns, net of inflation) were developed for each asset class using the plan's target investment allocation, along with long-term return expectations by asset class. Inflation expectations were applied to derive the nominal rate of return for the portfolio.

**NOTE 14 – DEFINED BENEFIT PENSION PLAN – FIRE RELIEF ASSOCIATION
(CONTINUED)**

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	Long-Term Expected Nominal Rate of Return
Domestic equity	71.73 %	5.58 %	8.33 %
International equity	6.17	5.71	8.46
Fixed income	16.07	2.27	5.02
Cash and equivalents	6.03	0.84	3.59
Total	100.00 %		7.75 %

F. Discount Rate

The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that contributions to the plan will be made as specified in the state statutes. Based on that assumption and considering the funding ratio of the plan, the fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

G. Pension Liability (Asset) Sensitivity

The following presents the City’s net pension liability (asset) for the plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City’s net pension liability (asset) would be if it were calculated using a discount rate 1 percent lower or 1 percent higher than the current discount rate:

	1% Decrease (6.75%)	Discount Rate (7.75%)	1% Increase (8.75%)
Defined benefit plan	\$ (198,561)	\$ (244,639)	\$ (288,528)

H. Pension Plan Fiduciary Net Position

The Association issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by writing to the City of Robbinsdale, Attention: Finance Department, 4100 Lakeview Avenue North, Robbinsdale, Minnesota 55422; or by calling (763) 537-4534.

NOTE 15 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) PLAN

A. Plan Description

The City provides post-employment benefits to certain eligible employees through the City’s Other Post-Employment Benefits (OPEB) Plan, a single-employer defined benefit plan administered by the City. All post-employment benefits are based on contractual agreements with employee groups. These contractual agreements do not include any specific contribution or funding requirements. The plan does not issue a publicly available financial report. These benefits are summarized as follows:

Post-Employment Insurance Benefits – All retirees of the City have the option under state law to continue their medical insurance coverage through the City from the time of retirement until the employee reaches the age of eligibility for Medicare. For members of all employee groups, the retiree must pay the full premium to continue coverage for medical and dental insurance. The City is legally required to include any retirees for whom it provides health insurance coverage in the same insurance pool as its active employees, whether the premiums are paid by the City or the retiree. Consequently, participating retirees are considered to receive a benefit known as an “implicit rate subsidy.” This benefit relates to the assumption that the retiree receives a more favorable premium rate than they would otherwise be able to obtain if purchasing insurance on their own, due to being included in the same pool with the City’s younger and statistically healthier active employees.

B. Funding Policy

The required contribution is based on projected pay-as-you-go financing requirements, with additional amounts to prefund benefits as determined annually by the City.

The City’s annual OPEB cost (expense) is calculated based on annual required contributions (ARC) of the City, an amount determined on an actuarially determined basis in accordance with the parameters of GASB Statement Nos. 43 and 45. The ARC represents a level funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The annual OPEB cost is accrued in the enterprise funds and government-wide financial statements. OPEB expenditures are recorded on a pay-as-you-go basis on the governmental fund financial statement.

C. Annual OPEB Cost and Net OPEB Obligation

The following table shows the components of the City’s annual OPEB cost for the year, the amount actually contributed to the plan, and the changes in the City’s net OPEB obligation to the plan:

ARC	\$ 59,410
Interest on net OPEB obligation	23,678
Adjustment to ARC	(20,541)
Annual OPEB cost (expense)	<u>62,547</u>
Contributions made	<u>(16,637)</u>
Increase in net OPEB obligation	45,910
Net OPEB obligation – beginning of year	<u>526,187</u>
Net OPEB obligation – end of year	<u><u>\$ 572,097</u></u>

NOTE 15 – OTHER POST-EMPLOYMENT BENEFITS PLAN (CONTINUED)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the past three years are as follows:

<u>Fiscal Year Beginning</u>	<u>Annual OPEB Cost</u>	<u>Employer Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
January 1, 2017	\$ 62,547	\$ 16,637	26.6 %	\$ 572,097
January 1, 2016	\$ 60,497	\$ –	– %	\$ 526,187
January 1, 2015	\$ 82,229	\$ 34,151	41.5 %	\$ 465,690

D. Funded Status and Funding Progress

As of January 1, 2016, the most recent actuarial valuation date, the actuarial accrued liability for benefits and unfunded actuarial accrued liability (UAAL) were both \$ 398,892, as the plan was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$ 4,855,000 and the ratio of the UAAL to the covered payroll was 8.2 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and ARC of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress following the notes to basic financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

E. Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2016 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.50 percent discount rate and pay-as-you-go funding. At the actuarial valuation date, the annual healthcare cost trend rate was estimated to be 10.00 percent initially, reduced incrementally to an estimate rate of 5.00 percent after 12 years. This study includes a 2.75 percent inflation rate and a 3.50 percent payroll growth rate. The UAAL is amortized using a 30-year open period increasing at 3.50 percent per year (the payroll growth rate).

NOTE 16 – COMMITMENTS AND CONTINGENCIES

A. Contingent Liabilities

The City has the usual and customary type of miscellaneous legal claims pending at year-end. Although the outcome of these lawsuits is not presently determinable, the City's management believes that the City will not incur any material monetary loss resulting from these claims. No loss has been recorded on the City's financial statements relating to these claims.

The City's tax increment districts are subject to review by the Minnesota Office of the State Auditor. Any disallowed claims or misuse of tax increments could become a liability of the applicable fund. Management has indicated that they are not aware of any instances of noncompliance, which would have a material effect on the financial statements.

B. Federal and State Funding

Amounts recorded or receivable from federal and state agencies are subject to agency audit and adjustment. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of claims which may be disallowed by the grantor agencies cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

C. Construction Commitments

At December 31, 2017, the City is committed to various construction contracts for the improvement of city property. The City's remaining commitment under these contracts is \$1,005,883.

D. Tax Abatement Agreements

The City, in order to spur economic development and redevelopment will enter into private development and redevelopment agreements to encourage a developer to construct, expand, or improve new or existing properties and buildings or clean-up and redevelop blighted areas. These agreements may, in substance, be a tax abatement, but will depend on their individual circumstances.

The City is authorized to create a TIF plan under Minnesota Statutes, Chapter 469.175. The criteria that must be met under the statutes are that, in the opinion of the municipality:

- The proposed development or redevelopment would not reasonably be expected to occur solely through private investment within the reasonably foreseeable future;
- The increased market value of the site that could reasonably be expected to occur without the use of TIF would be less than the increase in the market value estimated to result from the proposed development after subtracting the present value of the projected tax increments for the maximum duration of the district permitted by the plan. The requirements of this item do not apply if the district is a housing district;
- The TIF plan conforms to the general plan for the development or redevelopment of the municipality as a whole; and
- The TIF plan will afford maximum opportunity, consistent with the sound needs of the municipality as a whole, for the development or redevelopment of the project by private enterprise.

The City currently has one agreement that would be considered a tax abatement under GASB Statement No. 77. The City rebated \$26,830 of property tax increment in the current year. The remaining principal balance on this agreement was \$350,000 as of year-end.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF ROBBINSDALE

PERA – General Employees Retirement Fund
 Schedule of City’s and Nonemployer Proportionate Share of Net Pension Liability
 Year Ended December 31, 2017

City Fiscal Year-End Date	PERA Fiscal Year-End Date (Measurement Date)	City’s Proportion of the Net Pension Liability	City’s Proportionate Share of the Net Pension Liability	City’s Proportionate Share of the State of Minnesota’s Proportionate Share of the Net Pension Liability	Proportionate Share of the Net Pension Liability and the City’s Share of the State of Minnesota’s Share of the Net Pension Liability	City’s Covered Payroll	City’s Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/2015	06/30/2015	0.0573%	\$ 2,969,582	\$ –	\$ 2,969,582	\$ 3,369,638	88.13%	78.20%
12/31/2016	06/30/2016	0.0567%	\$ 4,603,757	\$ 60,189	\$ 4,663,946	\$ 3,519,962	130.79%	68.90%
12/31/2017	06/30/2017	0.0565%	\$ 3,606,921	\$ 45,387	\$ 3,652,308	\$ 3,642,531	99.02%	75.90%

PERA – General Employees Retirement Fund
 Schedule of City Contributions
 Year Ended December 31, 2017

City Fiscal Year-End Date	Statutorily Required Contributions	Contributions in Relation to the Statutorily Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/2015	\$ 259,687	\$ 259,687	\$ –	\$ 3,462,493	7.50%
12/31/2016	\$ 267,770	\$ 267,770	\$ –	\$ 3,566,711	7.51%
12/31/2017	\$ 275,443	\$ 275,443	\$ –	\$ 3,672,567	7.50%

Note: The City implemented GASB Statement No. 68 in fiscal 2015 (using a June 30, 2015 measurement date). This schedule is intended to present 10-year trend information. Additional years will be added as they become available.

CITY OF ROBBINSDALE

PERA – Public Employees Police and Fire Fund
 Schedule of City’s Proportionate Share of Net Pension Liability
 Year Ended December 31, 2017

City Fiscal Year-End Date	PERA Fiscal Year-End Date (Measurement Date)	City’s Proportion of the Net Pension Liability	City’s Proportionate Share of the Net Pension Liability	City’s Covered Payroll	City’s Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/2015	06/30/2015	0.1880%	\$ 2,316,120	\$ 1,711,094	135.36%	86.60%
12/31/2016	06/30/2016	0.1940%	\$ 7,785,558	\$ 1,866,125	417.20%	63.90%
12/31/2017	06/30/2017	0.1960%	\$ 2,646,233	\$ 2,007,751	131.80%	85.40%

PERA – Public Employees Police and Fire Fund
 Schedule of City Contributions
 Year Ended December 31, 2017

City Fiscal Year-End Date	PERA Fiscal Year-End Date (Measurement Date)	Statutorily Required Contributions	Contributions in Relation to the Statutorily Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/2015	06/30/2015	\$ 295,913	\$ 295,913	\$ –	\$ 1,826,623	16.20%
12/31/2016	06/30/2016	\$ 311,776	\$ 311,776	\$ –	\$ 1,924,574	16.20%
12/31/2017	06/30/2017	\$ 330,297	\$ 330,297	\$ –	\$ 2,038,874	16.20%

Note: The City implemented GASB Statement No. 68 in fiscal 2015 (using a June 30, 2015 measurement date). This schedule is intended to present 10-year trend information. Additional years will be added as they become available.

CITY OF ROBBINSDALE

Robbinsdale Fire Department Relief Association
 Schedule of Changes in the Net Pension Liability (Asset) and Related Ratios
 Year Ended December 31, 2017

City fiscal year-end date Measurement date	December 31,		
	2017 (1)	2016	2015
	2016	2016	2015
Total pension liability			
Service cost	\$ 82,441	\$ 82,441	\$ 65,993
Interest on pension liability (asset)	121,916	121,916	161,021
Difference between expected and actual experience	–	–	(88,598)
Change in assumptions	(11,359)	(11,359)	(79,800)
Benefit payments	(567,243)	(567,243)	(625,655)
Net change in total pension liability	(374,245)	(374,245)	(567,039)
Total pension liability – beginning of year	1,826,737	1,826,737	2,393,776
Total pension liability – end of year	\$ 1,452,492	\$ 1,452,492	\$ 1,826,737
Plan fiduciary net position			
Contributions (state and local)	\$ 141,780	\$ 141,780	\$ 154,715
Net investment income	155,774	155,774	6,417
Benefit payments	(567,243)	(567,243)	(625,655)
Administrative costs	(19,681)	(19,681)	(15,547)
Net change in plan fiduciary net position	(289,370)	(289,370)	(480,070)
Plan fiduciary net position – beginning of year	1,986,501	1,986,501	2,466,571
Plan fiduciary net position – end of year	\$ 1,697,131	\$ 1,697,131	\$ 1,986,501
Net pension liability (asset) – ending	\$ (244,639)	\$ (244,639)	\$ (159,764)
Plan fiduciary net position as a percentage of the total pension liability	116.84%	116.84%	108.75%

(1) The City made a change in accounting principle to utilize the look-back period as the measurement date. This is an accepted practice and allows the City to complete their CAFR in a more timely manner. This change required the use of the same actuary study and pension report for the 2016 and 2017 fiscal years.

Note: The City implemented GASB Statement No. 68 in fiscal 2015 (using a December 31, 2015 measurement date). This schedule is intended to present 10-year trend information. Additional years will be added as they become available.

CITY OF ROBBINSDALE

Robbinsdale Fire Department Relief Association
 Schedule of City Contributions
 Year Ended December 31, 2017

City Fiscal Year-End Date	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency (Excess)
12/31/2015	\$ 124,590	\$ 154,715	\$ (30,125)
12/31/2016	\$ 124,590	\$ 141,780	\$ (17,190)
12/31/2017	\$ 132,523	\$ 131,495	\$ 1,028

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of December 31, up to two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal level percent of payroll cost method
Amortization method	Straight-line amortization over a closed period
Remaining amortization period	5 years
Asset valuation method	Market value of assets as of the measurement date
Inflation	2.75%
Salary increases	N/A – volunteer fire relief association plan
Investment rate of return	7.75%, net of pension plan investment expense, including inflation
Retirement age	Assumed 50% of active members will retire when reaching retirement eligibility; then 50% retire each subsequent year until 100% retirement at the earlier of age 65 or 30 years of service.
Mortality	Assumed life expectancies were adjusted as a result of adopting the RP-2000 Healthy Annuitant Mortality Table.

Note: The City implemented GASB Statement No. 68 in fiscal 2015. This schedule is intended to present 10-year trend information. Additional years will be added as they become available.

CITY OF ROBBINSDALE

Other Post-Employment Benefits Plan
 Schedule of Funding Progress
 Year Ended December 31, 2017

Actuarial Valuation Date January 1,	Actuarial Accrued Liability	Actuarial Value of Plan Assets	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Payroll
01/01/16	\$ 398,892	\$ -	\$ 398,892	- %	\$ 4,855,000	8.2%
01/01/14	\$ 666,009	\$ -	\$ 666,009	- %	\$ 4,562,276	14.6%
01/01/12	\$ 610,839	\$ -	\$ 610,839	- %	\$ 4,155,112	14.7%

CITY OF ROBBINSDALE

Notes to Required Supplementary Information
December 31, 2017

PERA – General Employees Retirement Fund

2017 CHANGES

CHANGES IN ACTUARIAL ASSUMPTIONS:

- The Combined Service Annuity (CSA) loads were changed from 0.8 percent for active members and 60.0 percent for vested and nonvested deferred members. The revised CSA loads are now zero percent for active member liability, 15.0 percent for vested deferred member liability, and 3.0 percent for nonvested deferred member liability.
- The assumed post-retirement benefit increase rate was changed from 1.0 percent per year for all years to 1.0 percent per year through 2044, and 2.5 percent per year thereafter.

2016 CHANGES

CHANGES IN ACTUARIAL ASSUMPTIONS:

- The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2035, and 2.5 percent per year thereafter, to 1.0 percent per year for all years.
- The assumed investment return was changed from 7.9 percent to 7.5 percent. The single discount rate was changed from 7.9 percent to 7.5 percent.
- Other assumptions were changed pursuant to the experience study dated June 30, 2015. The assumed future salary increases, payroll growth, and inflation were decreased by 0.25 percent to 3.25 percent for payroll growth, and 2.50 percent for inflation.

2015 CHANGES

CHANGES IN PLAN PROVISIONS:

- On January 1, 2015, the Minneapolis Employees Retirement Fund was merged into the General Employees Fund, which increased the total pension liability by \$1.1 billion and increased the fiduciary plan net position by \$892 million. Upon consolidation, state and employer contributions were revised.

CHANGES IN ACTUARIAL ASSUMPTIONS:

- The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2030, and 2.5 percent per year thereafter, to 1.0 percent per year through 2035, and 2.5 percent per year thereafter.

CITY OF ROBBINSDALE

Notes to Required Supplementary Information (continued)
December 31, 2017

PERA – Public Employees Police and Fire Fund

2017 CHANGES

CHANGES IN ACTUARIAL ASSUMPTIONS:

- Assumed salary increases were changed as recommended in the June 30, 2016 experience study. The net effect is proposed rates that average 0.34 percent lower than the previous rates.
- Assumed rates of retirement were changed, resulting in fewer retirements.
- The CSA load was 30 percent for vested and nonvested deferred members. The CSA has been changed to 33 percent for vested members and 2 percent for nonvested members.
- The base mortality table for healthy annuitants was changed from the RP-2000 Fully Generational Table to the RP-2014 Fully Generational Table (with a base year of 2006), with male rates adjusted by a factor of 0.96. The mortality improvement scale was changed from Scale AA to Scale MP-2016. The base mortality table for disabled annuitants was changed from the RP-2000 Disabled Mortality Table to the mortality tables assumed for healthy retirees.
- Assumed termination rates were decreased to 3.0 percent for the first three years of service. Rates beyond the select period of three years were adjusted, resulting in more expected terminations overall.
- Assumed percentage of married female members was decreased from 65 percent to 60 percent.
- Assumed age difference was changed from separate assumptions for male members (wives assumed to be three years younger) and female members (husbands assumed to be four years older) to the assumption that males are two years older than females.
- The assumed percentage of female members electing joint and survivor annuities was increased.
- The assumed post-retirement benefit increase rate was changed from 1.00 percent for all years, to 1.00 percent per year through 2064, and 2.50 percent thereafter.
- The single discount rate changed from 5.60 percent to 7.50 percent.

CITY OF ROBBINSDALE

Notes to Required Supplementary Information (continued)
December 31, 2017

PERA – Public Employees Police and Fire Fund

2016 CHANGES

CHANGES IN ACTUARIAL ASSUMPTIONS:

- The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2037, and 2.5 percent thereafter, to 1.0 percent per year for all future years.
- The assumed investment return was changed from 7.9 percent to 7.5 percent. The single discount rate changed from 7.9 percent to 5.6 percent.
- The assumed future salary increases, payroll growth, and inflation were decreased by 0.25 percent to 3.25 percent for payroll growth, and 2.50 percent for inflation.

2015 CHANGES

CHANGES IN PLAN PROVISIONS:

- The post-retirement benefit increase to be paid after attainment of the 90.0 percent funding threshold was changed, from inflation up to 2.5 percent, to a fixed rate of 2.5 percent.

CHANGES IN ACTUARIAL ASSUMPTIONS:

- The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2030, and 2.5 percent per year thereafter, to 1.0 percent per year through 2037, and 2.5 percent per year thereafter.



READER'S NOTES:

SUPPLEMENTAL INFORMATION



READER'S NOTES:

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Forfeiture Fund

This fund was established to account for the costs and proceeds associated with confiscating vehicles involved in DWI cases and other forfeiture situations. The proceeds from the sale of forfeited items offsets the legal, repair and maintenance, licensing, and disposal costs.

City Code Compliance Fund

This fund was established to account for programs funded by special assessments to comply with city code and emergency issues related to private property, which promotes the safety and welfare of the citizens.

CAPITAL PROJECT FUND

Capital Improvement Fund

This fund was established to account for construction and/or improvements related to the following programs: cable grant, government buildings, park improvements, and capital equipment notes. Funding is generally provided through grants from other governments or organizations and transfers from other funds.

CITY OF ROBBINSDALE

Nonmajor Governmental Funds
 Combining Balance Sheet
 December 31, 2017

	Special Revenue Funds			Total Nonmajor Funds
	Forfeiture Fund	City Code Compliance Fund	Capital Improvement Capital Project Fund	
Assets				
Cash	\$ 1,955	\$ 14,173	\$ 53,924	\$ 70,052
Investments	38,953	282,965	1,045,292	1,367,210
Receivables				
Accrued interest	247	1,800	6,645	8,692
Special assessments	—	180,445	—	180,445
Accounts	—	9,350	—	9,350
Due from other governments	—	—	62,292	62,292
Notes	—	—	425,596	425,596
Total assets	\$ 41,155	\$ 488,733	\$ 1,593,749	\$ 2,123,637
Liabilities				
Accounts payable	\$ 985	\$ —	\$ 523	\$ 1,508
Contract payable	—	—	46,623	46,623
Unearned revenue	—	—	425,596	425,596
Total liabilities	985	—	472,742	473,727
Deferred inflows of resources				
Unavailable revenue – special assessments	—	180,445	—	180,445
Fund balances				
Restricted	34,081	—	—	34,081
Committed	—	308,288	1,121,007	1,429,295
Assigned	6,089	—	—	6,089
Total fund balances	40,170	308,288	1,121,007	1,469,465
Total liabilities, deferred inflows of resources, and fund balances	\$ 41,155	\$ 488,733	\$ 1,593,749	\$ 2,123,637

CITY OF ROBBINSDALE

Nonmajor Governmental Funds
 Combining Statement of Revenue, Expenditures, and Changes in Fund Balances
 Year Ended December 31, 2017

	Special Revenue Funds		Capital Improvement Capital Project Fund	Total Nonmajor Funds
	Forfeiture Fund	City Code Compliance Fund		
Revenues				
Special assessments	\$ -	\$ 59,213	\$ -	\$ 59,213
Intergovernmental	-	-	93,994	93,994
Charges for services	-	1,985	38,068	40,053
Interest and dividends	617	4,429	19,452	24,498
Net change in fair value of investments	(177)	(1,268)	(5,572)	(7,017)
Miscellaneous	23,259	-	-	23,259
Total revenues	<u>23,699</u>	<u>64,359</u>	<u>145,942</u>	<u>234,000</u>
Expenditures				
Current				
General government	-	-	2,767	2,767
Public safety	8,582	28,600	-	37,182
Recreation	-	-	50,625	50,625
Capital outlay and improvements	-	-	353,085	353,085
Total expenditures	<u>8,582</u>	<u>28,600</u>	<u>406,477</u>	<u>443,659</u>
Excess (deficiency) of revenues over (under) expenditures	15,117	35,759	(260,535)	(209,659)
Other financing sources (uses)				
Transfers in	-	-	235,000	235,000
Transfers (out)	-	-	(1,040)	(1,040)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>233,960</u>	<u>233,960</u>
Net change in fund balances	15,117	35,759	(26,575)	24,301
Fund balances				
Beginning of year	<u>25,053</u>	<u>272,529</u>	<u>1,147,582</u>	<u>1,445,164</u>
End of year	<u>\$ 40,170</u>	<u>\$ 308,288</u>	<u>\$ 1,121,007</u>	<u>\$ 1,469,465</u>



READER'S NOTES:

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department to other departments on a cost reimbursement basis.

Central Garage Fund

This fund was established to account for the cost of operating a maintenance facility for mobile equipment used by other city departments. Such costs are billed to other departments at cost plus a charge to replace the equipment.

Central Services Fund

This fund was established to account for the cost of operating the Information Technology Department, Central Services (phone system, postage, copier, and general supplies), and Government Building Operations (includes City Hall and the Police and Fire Station). Costs are recouped through charges to other departments based upon a systematic measure (estimate) of resources used.

Equipment Replacement Fund

This fund was established to provide for the systematic replacement of equipment as required.

Risk Insurance Fund

The City Council established this fund to provide for the deductible portion of insurance coverage that the City carries. Through this action, charges are made to all departments to recoup the costs of the insurance over a five-year period, and the amount of potential risk assumed by the City through the deductible portion of the coverage.

Benefit Accrual Fund

The City Council established this fund to eliminate the fragmentation of vacation and sick leave among the General Fund and enterprise funds for administrative purposes.

CITY OF ROBBINSDALE

Internal Service Funds
 Combining Statement of Net Position
 December 31, 2017

	Central Garage Fund	Central Services Fund	Equipment Replacement Fund
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>
Assets			
Current assets			
Cash and cash equivalents	\$ 177,900	\$ 159,833	\$ 193,755
Investments	1,003,792	782,841	1,084,337
Receivables			
Accrued interest	7,150	5,576	7,723
Accounts	-	-	-
Due from other governments	205	48	-
Prepaid items	-	6,589	-
Total current assets	<u>1,189,047</u>	<u>954,887</u>	<u>1,285,815</u>
Noncurrent assets			
Capital assets			
Land	29,388	-	69,385
Buildings and structures	744,657	803,769	743,883
Other improvements	-	241,721	806,152
Mobile equipment	4,644,612	-	209,650
Machinery and office equipment	398,418	974,580	1,179,565
Accumulated depreciation	<u>(3,589,225)</u>	<u>(1,109,993)</u>	<u>(2,474,020)</u>
Total capital assets, net of depreciation	<u>2,227,850</u>	<u>910,077</u>	<u>534,615</u>
Total assets	3,416,897	1,864,964	1,820,430
Deferred outflows of resources			
Pension plan deferments – PERA	<u>43,368</u>	<u>31,037</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 3,460,265</u>	<u>\$ 1,896,001</u>	<u>\$ 1,820,430</u>
Liabilities			
Current liabilities			
Accounts payable	\$ 7,902	\$ 46,938	\$ -
Accrued salaries and benefits	-	-	-
Contracts payable	-	61,450	-
Compensated absences	-	-	-
Total current liabilities	<u>7,902</u>	<u>108,388</u>	<u>-</u>
Noncurrent liabilities			
Compensated absences	-	-	-
Net pension liability	<u>174,174</u>	<u>122,043</u>	<u>-</u>
Total noncurrent liabilities	<u>174,174</u>	<u>122,043</u>	<u>-</u>
Total liabilities	182,076	230,431	-
Deferred inflows of resources			
Pension plan deferments – PERA	33,422	23,904	-
Net position			
Investment in capital assets	2,227,850	910,077	534,615
Unrestricted	<u>1,016,917</u>	<u>731,589</u>	<u>1,285,815</u>
Total net position	<u>3,244,767</u>	<u>1,641,666</u>	<u>1,820,430</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 3,460,265</u>	<u>\$ 1,896,001</u>	<u>\$ 1,820,430</u>

Risk Insurance Fund	Benefit Accrual Fund	Total
\$ 207,945	\$ 244,644	\$ 984,077
1,222,086	1,315,381	5,408,437
8,705	9,369	38,523
–	2,973	2,973
–	–	253
21,981	5,162	33,732
<u>1,460,717</u>	<u>1,577,529</u>	<u>6,467,995</u>
–	–	98,773
–	–	2,292,309
–	–	1,047,873
–	–	4,854,262
–	–	2,552,563
–	–	(7,173,238)
<u>–</u>	<u>–</u>	<u>3,672,542</u>
1,460,717	1,577,529	10,140,537
<u>–</u>	<u>–</u>	<u>74,405</u>
<u>\$ 1,460,717</u>	<u>\$ 1,577,529</u>	<u>\$ 10,214,942</u>
\$ 7,226	\$ 1,091	\$ 63,157
–	374,975	374,975
–	–	61,450
–	30,000	30,000
<u>7,226</u>	<u>406,066</u>	<u>529,582</u>
–	555,514	555,514
–	–	296,217
<u>–</u>	<u>555,514</u>	<u>851,731</u>
7,226	961,580	1,381,313
–	–	57,326
–	–	3,672,542
1,453,491	615,949	5,103,761
<u>1,453,491</u>	<u>615,949</u>	<u>8,776,303</u>
<u>\$ 1,460,717</u>	<u>\$ 1,577,529</u>	<u>\$ 10,214,942</u>

CITY OF ROBBINSDALE

Internal Service Funds
 Combining Statement of Revenue, Expenses,
 and Changes in Net Position
 Year Ended December 31, 2017

	Central Garage Fund	Central Services Fund	Equipment Replacement Fund
Operating revenues			
Sales, fees, and charges	\$ 828,852	\$ 1,003,560	\$ –
Operating expenses			
Personal services	239,571	153,527	–
Supplies	181,362	49,029	–
Other services and charges	174,247	658,049	4,983
Depreciation	327,294	49,336	50,707
Total operating expenses	<u>922,474</u>	<u>909,941</u>	<u>55,690</u>
Operating income (loss)	(93,622)	93,619	(55,690)
Nonoperating revenues (expenses)			
Intergovernmental	66	48	–
Interest and dividends	20,833	17,623	24,097
Net change in fair value of investments	(5,967)	(5,047)	(6,902)
Gain (loss) on disposal of capital assets	76,478	–	400
Total nonoperating revenues (expenses)	<u>91,410</u>	<u>12,624</u>	<u>17,595</u>
Income (loss) before transfers	(2,212)	106,243	(38,095)
Transfers			
Transfers (out)	<u>(35,000)</u>	<u>(1,795)</u>	<u>–</u>
Change in net position	(37,212)	104,448	(38,095)
Net position			
Beginning of year	<u>3,281,979</u>	<u>1,537,218</u>	<u>1,858,525</u>
End of year	<u>\$ 3,244,767</u>	<u>\$ 1,641,666</u>	<u>\$ 1,820,430</u>

Risk Insurance Fund	Benefit Accrual Fund	Total
\$ 543,978	\$ 359	\$ 2,376,749
-	-	393,098
-	-	230,391
435,427	7,568	1,280,274
-	-	427,337
<u>435,427</u>	<u>7,568</u>	<u>2,331,100</u>
108,551	(7,209)	45,649
7,058	-	7,172
22,997	22,954	108,504
(6,587)	(6,571)	(31,074)
-	-	76,878
<u>23,468</u>	<u>16,383</u>	<u>161,480</u>
132,019	9,174	207,129
-	-	(36,795)
<u>132,019</u>	<u>9,174</u>	<u>170,334</u>
1,321,472	606,775	8,605,969
<u>\$ 1,453,491</u>	<u>\$ 615,949</u>	<u>\$ 8,776,303</u>

CITY OF ROBBINSDALE

Internal Service Funds
 Combining Statement of Cash Flows
 Year Ended December 31, 2017

	Central Garage Fund	Central Services Fund	Equipment Replacement Fund
Cash flows from operating activities			
Cash received from customers and users, including deposits	\$ 828,852	\$ 1,003,560	\$ -
Cash payments to suppliers	(361,783)	(711,284)	(4,983)
Cash payments to employees	(229,694)	(146,272)	-
Net cash flows from operating activities	<u>237,375</u>	<u>146,004</u>	<u>(4,983)</u>
Cash flows from noncapital financing activities			
Intergovernmental	66	48	-
Cash flows from capital and related financing activities			
Transfers (to) other funds	(35,000)	(1,795)	-
Acquisition of property and equipment	(492,411)	(445,970)	(113,322)
Proceeds from the disposal of property and equipment	134,130	-	400
Net cash flows from capital and related financing activities	<u>(393,281)</u>	<u>(447,765)</u>	<u>(112,922)</u>
Cash flows from investing activities			
Proceeds from maturities of investments	267,437	348,269	255,230
Purchases of investments	(359,110)	(280,457)	(388,381)
Interest on investments	20,102	18,030	23,072
Net cash flows from investing activities	<u>(71,571)</u>	<u>85,842</u>	<u>(110,079)</u>
Net change in cash and cash equivalents	(227,411)	(215,871)	(227,984)
Cash and cash equivalents at beginning of year	<u>405,311</u>	<u>375,704</u>	<u>421,739</u>
Cash and cash equivalents at end of year	<u>\$ 177,900</u>	<u>\$ 159,833</u>	<u>\$ 193,755</u>
Reconciliation of operating income (loss) to net cash flows from operating activities			
Operating income (loss)	\$ (93,622)	\$ 93,619	\$ (55,690)
Adjustments to reconcile operating income (loss) to net cash flows from operating activities			
Depreciation	327,294	49,336	50,707
(Increase) decrease in assets and deferred outflows			
Accounts receivable	-	-	-
Prepaid items	-	(313)	-
Deferred outflows for pensions	51,520	37,844	-
Increase (decrease) in liabilities and deferred inflows			
Accounts payable	(6,174)	(3,893)	-
Accrued salaries and benefits	-	-	-
Compensated absences payable	-	-	-
Net pension liability	(49,941)	(36,685)	-
Deferred inflows for pensions	8,298	6,096	-
Total adjustments	<u>330,997</u>	<u>52,385</u>	<u>50,707</u>
Net cash flows from operating activities	<u>\$ 237,375</u>	<u>\$ 146,004</u>	<u>\$ (4,983)</u>
Noncash investing, capital, and financing activities			
Net change in fair value of investments	\$ (5,967)	\$ (5,047)	\$ (6,902)
Capital assets purchased on account	\$ -	\$ 48,885	\$ -

Risk Insurance Fund	Benefit Accrual Fund	Total
\$ 543,978	\$ 34,058	\$ 2,410,448
(432,452)	(6,483)	(1,516,985)
-	-	(375,966)
111,526	27,575	517,497
7,058	-	7,172
-	-	(36,795)
-	-	(1,051,703)
-	-	134,530
-	-	(953,968)
109,176	184,160	1,164,272
(436,527)	(469,333)	(1,933,808)
20,593	20,833	102,630
(306,758)	(264,340)	(666,906)
(188,174)	(236,765)	(1,096,205)
396,119	481,409	2,080,282
\$ 207,945	\$ 244,644	\$ 984,077
\$ 108,551	\$ (7,209)	\$ 45,649
-	-	427,337
-	2,007	2,007
38,431	(599)	37,519
-	-	89,364
(35,456)	1,085	(44,438)
-	24,412	24,412
-	7,879	7,879
-	-	(86,626)
-	-	14,394
2,975	34,784	471,848
\$ 111,526	\$ 27,575	\$ 517,497
\$ (6,587)	\$ (6,571)	\$ (31,074)
\$ -	\$ -	\$ 48,885



READER'S NOTES:

AGENCY FUND

Deputy Registrar – Minnesota License Fees

The City collects license fees for the state of Minnesota and remits these fees daily, along with a transaction report.



READER'S NOTES:

CITY OF ROBBINSDALE

Agency Fund
 Statement of Changes in Assets and Liabilities
 for the Year Ended December 31, 2017

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Deputy Registrar				
Assets				
Cash and cash equivalents	\$ 139,534	\$ 14,006,137	\$ 13,906,403	\$ 239,268
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Liabilities				
Due to other governments	\$ 139,534	\$ 14,006,137	\$ 13,906,403	\$ 239,268
	<u> </u>	<u> </u>	<u> </u>	<u> </u>



READER'S NOTES:

SUPPLEMENTARY FINANCIAL INFORMATION

Individual Account and Other Schedules

The following schedules are provided to provide our financial statement readers further details of individual accounts (not funds) that are combined and presented as individual funds, and a schedule detailing certain long-term debt issues payable.

CITY OF ROBBINSDALE

Special Revenue Fund
 REDA TIF Development Fund Accounts
 Balance Sheet by Account
 December 31, 2017

	TIF District No. 2000-1	TIF District No. 2000-2	TIF District No. 2000-4	TIF District No. 2000-5	TIF District No. 2000-6	TIF District No. 2000-7
Assets						
Cash	\$ 317	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	4,849	-	-	-	-	-
Receivables						
Accrued interest	31	-	-	-	-	-
Notes	-	-	-	-	-	-
Property held for resale	-	-	-	-	-	-
Total assets	\$ 5,197	\$ -	\$ -	\$ -	\$ -	\$ -
Liabilities						
Accounts payable	\$ 546	\$ -	\$ 565	\$ 1,581	\$ 565	\$ 563
Due to other governments	-	-	-	-	-	127
Advance from other funds	-	-	377,438	333,794	329,696	866,747
Total liabilities	546	-	378,003	335,375	330,261	867,437
Deferred inflows of resources						
Unavailable revenue – notes	-	-	-	-	-	-
Fund balances (deficits)						
Unassigned	4,651	-	(378,003)	(335,375)	(330,261)	(867,437)
Total liabilities, deferred inflows of resources, and fund balances	\$ 5,197	\$ -	\$ -	\$ -	\$ -	\$ -

TIF District No. 2000-8	TIF District No. 2000-9	TIF District Project 8-A Krantz	TIF District Project 9	TIF District Project 10	TIF District Project 11	Total
\$ -	\$ -	\$ -	\$ 162	\$ -	\$ 13,415	\$ 13,894
-	-	-	2,318	-	-	7,167
-	-	-	14	-	-	45
-	-	-	-	319,371	-	319,371
-	104,000	-	-	-	-	104,000
<u>\$ -</u>	<u>\$ 104,000</u>	<u>\$ -</u>	<u>\$ 2,494</u>	<u>\$ 319,371</u>	<u>\$ 13,415</u>	<u>\$ 444,477</u>
\$ -	\$ -	\$ 568	\$ -	\$ 572	\$ 13,964	\$ 18,924
-	-	-	-	-	-	127
309,555	231,939	48,895	-	596,475	20,517	3,115,056
309,555	231,939	49,463	-	597,047	34,481	3,134,107
-	-	-	-	319,371	-	319,371
<u>(309,555)</u>	<u>(127,939)</u>	<u>(49,463)</u>	<u>2,494</u>	<u>(597,047)</u>	<u>(21,066)</u>	<u>(3,009,001)</u>
<u>\$ -</u>	<u>\$ 104,000</u>	<u>\$ -</u>	<u>\$ 2,494</u>	<u>\$ 319,371</u>	<u>\$ 13,415</u>	<u>\$ 444,477</u>

CITY OF ROBBINSDALE

Special Revenue Fund
 REDA TIF Development Fund Accounts
 Schedule of Revenue, Expenditures, and Changes in Fund Balances by Account
 Year Ended December 31, 2017

	TIF District No. 2000-1	TIF District No. 2000-2	TIF District No. 2000-4	TIF District No. 2000-5	TIF District No. 2000-6	TIF District No. 2000-7
Revenues						
Tax increments	\$ 7,497	\$ -	\$ 16,935	\$ 17,545	\$ 3,041	\$ 12,265
Charges for services	-	-	-	-	-	-
Land sales	-	-	-	-	-	-
Interest and dividends	113	-	-	-	-	-
Miscellaneous	-	59	-	-	-	-
Total revenues	<u>7,610</u>	<u>59</u>	<u>16,935</u>	<u>17,545</u>	<u>3,041</u>	<u>12,265</u>
Expenditures						
Current						
Community development	<u>8,760</u>	<u>-</u>	<u>15,544</u>	<u>14,901</u>	<u>13,364</u>	<u>34,235</u>
Excess (deficiency) of revenues over (under) expenditures	(1,150)	59	1,391	2,644	(10,323)	(21,970)
Other financing sources						
Transfer in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(1,150)	59	1,391	2,644	(10,323)	(21,970)
Fund balances (deficits)						
Beginning of year	<u>5,801</u>	<u>(59)</u>	<u>(379,394)</u>	<u>(338,019)</u>	<u>(319,938)</u>	<u>(845,467)</u>
End of year	<u>\$ 4,651</u>	<u>\$ -</u>	<u>\$ (378,003)</u>	<u>\$ (335,375)</u>	<u>\$ (330,261)</u>	<u>\$ (867,437)</u>

<u>TIF District No. 2000-8</u>	<u>TIF District No. 2000-9</u>	<u>TIF District Project 8-A Krantz</u>	<u>TIF District Project 9</u>	<u>TIF District Project 10</u>	<u>TIF District Project 11</u>	<u>Total</u>
\$ 7,156	\$ -	\$ 16,017	\$ -	\$ 26,701	\$ 29,812	\$ 136,969
-	-	-	-	33,308	-	33,308
74,500	1,500	-	-	-	-	76,000
-	-	-	43	-	-	156
-	-	-	-	-	-	59
<u>81,656</u>	<u>1,500</u>	<u>16,017</u>	<u>43</u>	<u>60,009</u>	<u>29,812</u>	<u>246,492</u>
<u>76,708</u>	<u>129,224</u>	<u>-</u>	<u>-</u>	<u>20,780</u>	<u>28,208</u>	<u>341,724</u>
4,948	(127,724)	16,017	43	39,229	1,604	(95,232)
<u>-</u>	<u>-</u>	<u>194,791</u>	<u>-</u>	<u>61,440</u>	<u>-</u>	<u>256,231</u>
4,948	(127,724)	210,808	43	100,669	1,604	160,999
<u>(314,503)</u>	<u>(215)</u>	<u>(260,271)</u>	<u>2,451</u>	<u>(697,716)</u>	<u>(22,670)</u>	<u>(3,170,000)</u>
<u>\$ (309,555)</u>	<u>\$ (127,939)</u>	<u>\$ (49,463)</u>	<u>\$ 2,494</u>	<u>\$ (597,047)</u>	<u>\$ (21,066)</u>	<u>\$ (3,009,001)</u>

CITY OF ROBBINSDALE

Debt Service Fund
 General Debt Service Fund Accounts
 Balance Sheet by Account
 December 31, 2017

	2006 G.O. Street Reconstruction Bonds	2013 G.O. Street Reconstruction Bonds	2010 G.O. Refunding Street Improvement Bonds
Assets			
Cash	\$ 4,975	\$ 10,477	\$ 710
Investments	96,447	201,832	13,755
Receivables			
Accrued interest	613	1,284	87
Taxes	-	1,090	-
Special assessments	-	-	982
	<u>102,035</u>	<u>214,683</u>	<u>15,534</u>
Total assets	<u>\$ 102,035</u>	<u>\$ 214,683</u>	<u>\$ 15,534</u>
Deferred inflows of resources			
Unavailable revenue – special assessments	\$ -	\$ -	\$ 982
Fund balances			
Restricted	<u>102,035</u>	<u>214,683</u>	<u>14,552</u>
	<u>\$ 102,035</u>	<u>\$ 214,683</u>	<u>\$ 15,534</u>
Total deferred inflows of resources and fund balances	<u>\$ 102,035</u>	<u>\$ 214,683</u>	<u>\$ 15,534</u>

Special Assessment

<u>2012 G.O. Street Improvement Bonds</u>	<u>2015 G.O. Street Improvement Bonds</u>	<u>2017 G.O. Street Improvement Bonds</u>	<u>Total</u>
\$ 69,056	\$ 34,022	\$ 8,327	\$ 127,567
152,571	667,269	186,653	1,318,527
970	4,244	1,187	8,385
267	1,735	–	3,092
<u>315,149</u>	<u>431,838</u>	<u>421,487</u>	<u>1,169,456</u>
<u>\$ 538,013</u>	<u>\$ 1,139,108</u>	<u>\$ 617,654</u>	<u>\$ 2,627,027</u>
\$ 315,149	\$ 431,835	\$ 421,487	\$ 1,169,453
<u>222,864</u>	<u>707,273</u>	<u>196,167</u>	<u>1,457,574</u>
<u>\$ 538,013</u>	<u>\$ 1,139,108</u>	<u>\$ 617,654</u>	<u>\$ 2,627,027</u>

CITY OF ROBBINSDALE

Debt Service Fund
 General Debt Service Fund Accounts
 Schedule of Revenue, Expenditures, and Changes in Fund Balances by Account
 Year Ended December 31, 2017

	2006 G.O. Street Reconstruction Bonds	2013 G.O. Street Reconstruction Bonds	2010 G.O. Refunding Street Improvement Bonds
Revenues			
Property taxes	\$ -	\$ 201,758	\$ -
Special assessments	-	-	-
Interest and dividends	1,794	1,699	257
Net change in fair value of investments	(514)	(486)	(74)
Total revenues	<u>1,280</u>	<u>202,971</u>	<u>183</u>
Expenditures			
Debt service			
Principal	185,000	155,000	-
Interest and fees	4,418	35,234	53
Total expenditures	<u>189,418</u>	<u>190,234</u>	<u>53</u>
Excess (deficiency) of revenues over (under) expenditures	(188,138)	12,737	130
Other financing sources			
Premium on debt issuance	-	-	-
Net change in fund balances	(188,138)	12,737	130
Fund balances			
Beginning of year	<u>290,173</u>	<u>201,946</u>	<u>14,422</u>
End of year	<u>\$ 102,035</u>	<u>\$ 214,683</u>	<u>\$ 14,552</u>

Special Assessment

<u>2012 G.O. Street Improvement Bonds</u>	<u>2015 G.O. Street Improvement Bonds</u>	<u>2017 G.O. Street Improvement Bonds</u>	<u>Total</u>
\$ 49,415	\$ 321,086	\$ -	\$ 572,259
76,288	128,846	195,708	400,842
2,190	8,146	905	14,991
(626)	(2,333)	(259)	(4,292)
<u>127,267</u>	<u>455,745</u>	<u>196,354</u>	<u>983,800</u>
145,000	320,000	-	805,000
14,676	93,835	15,620	163,836
<u>159,676</u>	<u>413,835</u>	<u>15,620</u>	<u>968,836</u>
(32,409)	41,910	180,734	14,964
-	-	15,433	15,433
<u>(32,409)</u>	<u>41,910</u>	<u>196,167</u>	<u>30,397</u>
255,273	665,363	-	1,427,177
<u>\$ 222,864</u>	<u>\$ 707,273</u>	<u>\$ 196,167</u>	<u>\$ 1,457,574</u>

CITY OF ROBBINSDALE

Special Revenue Fund
 Forfeiture Fund Accounts
 Balance Sheet by Account
 December 31, 2017

	<u>DWI Forfeiture</u>	<u>Other Forfeiture</u>	<u>Total</u>
Assets			
Cash	\$ 1,669	\$ 286	\$ 1,955
Investments	33,186	5,767	38,953
Receivables			
Accrued interest	211	36	247
Total assets	<u>\$ 35,066</u>	<u>\$ 6,089</u>	<u>\$ 41,155</u>
Liabilities			
Accounts payable	\$ 985	\$ -	\$ 985
Fund balances			
Restricted	34,081	-	34,081
Assigned	-	6,089	6,089
Total fund balances	<u>34,081</u>	<u>6,089</u>	<u>40,170</u>
Total liabilities and fund balances	<u>\$ 35,066</u>	<u>\$ 6,089</u>	<u>\$ 41,155</u>

CITY OF ROBBINSDALE

Special Revenue Fund
Forfeiture Fund Accounts

Schedule of Revenue, Expenditures, and Changes in Fund Balances by Account
Year Ended December 31, 2017

	<u>DWI Forfeiture</u>	<u>Other Forfeiture</u>	<u>Total</u>
Revenues			
Interest and dividends	\$ 533	\$ 84	\$ 617
Net change in fair value of investments	(153)	(24)	(177)
Miscellaneous	<u>17,507</u>	<u>5,752</u>	<u>23,259</u>
Total revenues	17,887	5,812	23,699
Expenditures			
Current			
Public safety	<u>6,695</u>	<u>1,887</u>	<u>8,582</u>
Net change in fund balances	11,192	3,925	15,117
Fund balances			
Beginning of year	<u>22,889</u>	<u>2,164</u>	<u>25,053</u>
End of year	<u>\$ 34,081</u>	<u>\$ 6,089</u>	<u>\$ 40,170</u>

CITY OF ROBBINSDALE

Special Revenue Fund
 City Code Compliance Fund Accounts
 Balance Sheet by Account
 December 31, 2017

	Emergency Sewer and Water	Forced Tree Removal	Nuisance Abatements	Total
Assets				
Cash	\$ 5,512	\$ 1,855	\$ 6,806	\$ 14,173
Investments	114,556	35,918	132,491	282,965
Receivables				
Accrued interest	729	228	843	1,800
Special assessments	168,280	4,760	7,405	180,445
Accounts	9,350	-	-	9,350
	<u>\$ 298,427</u>	<u>\$ 42,761</u>	<u>\$ 147,545</u>	<u>\$ 488,733</u>
Deferred inflows of resources				
Unavailable revenue – special assessments	\$ 168,280	\$ 4,760	\$ 7,405	\$ 180,445
Fund balances				
Committed	<u>130,147</u>	<u>38,001</u>	<u>140,140</u>	<u>308,288</u>
Total deferred inflows of resources and fund balances	<u>\$ 298,427</u>	<u>\$ 42,761</u>	<u>\$ 147,545</u>	<u>\$ 488,733</u>

CITY OF ROBBINSDALE

Special Revenue Fund
 City Code Compliance Fund Accounts
 Schedule of Revenue, Expenditures, and Changes in Fund Balances by Account
 Year Ended December 31, 2017

	Emergency Sewer and Water	Forced Tree Removal	Nuisance Abatements	Total
Revenues				
Special assessments	\$ 55,568	\$ 316	\$ 3,329	\$ 59,213
Charges for services	-	351	1,634	1,985
Interest and dividends	1,347	673	2,409	4,429
Net change in fair value of investments	(385)	(193)	(690)	(1,268)
Total revenues	<u>56,530</u>	<u>1,147</u>	<u>6,682</u>	<u>64,359</u>
Expenditures				
Current				
Public safety	<u>19,850</u>	<u>1,600</u>	<u>7,150</u>	<u>28,600</u>
Net change in fund balances	36,680	(453)	(468)	35,759
Fund balances				
Beginning of year	<u>93,467</u>	<u>38,454</u>	<u>140,608</u>	<u>272,529</u>
End of year	<u><u>\$ 130,147</u></u>	<u><u>\$ 38,001</u></u>	<u><u>\$ 140,140</u></u>	<u><u>\$ 308,288</u></u>

CITY OF ROBBINSDALE

Capital Project Fund
 Capital Improvement Fund Accounts
 Balance Sheet by Account
 December 31, 2017

	<u>Cable Grant</u>	<u>Government Building Improvements</u>	<u>Park Capital Improvements</u>	<u>Total</u>
Assets				
Cash	\$ 17,489	\$ 3,802	\$ 32,633	\$ 53,924
Investments	341,895	73,653	629,744	1,045,292
Receivables				
Accrued interest	2,174	467	4,004	6,645
Due from other governments	3,265	-	59,027	62,292
Notes	-	-	425,596	425,596
Total assets	<u>\$ 364,823</u>	<u>\$ 77,922</u>	<u>\$ 1,151,004</u>	<u>\$ 1,593,749</u>
Liabilities				
Accounts payable	\$ 109	\$ -	\$ 414	\$ 523
Contracts payable	-	-	46,623	46,623
Unearned revenue	-	-	425,596	425,596
Total liabilities	109	-	472,633	472,742
Fund balances				
Committed	<u>364,714</u>	<u>77,922</u>	<u>678,371</u>	<u>1,121,007</u>
Total liabilities and fund balances	<u>\$ 364,823</u>	<u>\$ 77,922</u>	<u>\$ 1,151,004</u>	<u>\$ 1,593,749</u>

CITY OF ROBBINSDALE

Capital Project Fund
 Capital Improvement Fund Accounts
 Schedule of Revenue, Expenditures, and Changes in Fund Balances by Account
 Year Ended December 31, 2017

	Cable Grant	Government Building Improvements	Park Capital Improvements	Total
Revenues				
Intergovernmental	\$ 34,968	\$ -	\$ 59,026	\$ 93,994
Charges for services	-	-	38,068	38,068
Interest and dividends	6,070	1,375	12,007	19,452
Net change in fair value of investments	(1,739)	(394)	(3,439)	(5,572)
Total revenues	<u>39,299</u>	<u>981</u>	<u>105,662</u>	<u>145,942</u>
Expenditures				
Current				
General government	1,364	1,403	-	2,767
Recreation	-	-	50,625	50,625
Capital outlay and improvements	-	-	353,085	353,085
Total expenditures	<u>1,364</u>	<u>1,403</u>	<u>403,710</u>	<u>406,477</u>
Excess (deficiency) of revenues over (under) expenditures	37,935	(422)	(298,048)	(260,535)
Other financing sources (uses)				
Transfer in	-	35,000	200,000	235,000
Transfer (out)	-	-	(1,040)	(1,040)
Total other financing sources (uses)	<u>-</u>	<u>35,000</u>	<u>198,960</u>	<u>233,960</u>
Net change in fund balances	37,935	34,578	(99,088)	(26,575)
Fund balances				
Beginning of year	<u>326,779</u>	<u>43,344</u>	<u>777,459</u>	<u>1,147,582</u>
End of year	<u>\$ 364,714</u>	<u>\$ 77,922</u>	<u>\$ 678,371</u>	<u>\$ 1,121,007</u>

CITY OF ROBBINSDALE

Schedule of Long-Term Debt Issues Payable
December 31, 2017

	Year	Interest Rate	Principal	Interest	Total
General Obligation Street Bonds					
General Obligation Street Improvement					
Bonds of 2017A					
	2018	3.00%	\$ —	\$ 17,435	\$ 17,435
	2019	3.00%	55,000	18,975	73,975
	2020	3.00%	65,000	17,175	82,175
	2021	3.00%	70,000	15,150	85,150
	2022	3.00%	70,000	13,050	83,050
	2023	3.00%	70,000	10,950	80,950
	2024	3.00%	75,000	8,775	83,775
	2025	3.00%	75,000	6,525	81,525
	2026	2.00%	80,000	4,600	84,600
	2027	2.25%	80,000	2,900	82,900
	2028	2.50%	80,000	1,000	81,000
Subtotal			<u>720,000</u>	<u>116,535</u>	<u>836,535</u>
General Obligation Street Improvement					
Bonds of 2015A					
	2018	3.00%	325,000	82,475	407,475
	2019	3.00%	335,000	72,575	407,575
	2020	3.00%	345,000	62,375	407,375
	2021	3.00%	360,000	51,800	411,800
	2022	3.00%	370,000	40,849	410,849
	2023	3.00%	380,000	29,600	409,600
	2024	2.00%	390,000	20,000	410,000
	2025	2.00%	400,000	12,100	412,100
	2026	2.00%	405,000	4,050	409,050
Subtotal			<u>3,310,000</u>	<u>375,824</u>	<u>3,685,824</u>
General Obligation Street Reconstruction					
Bonds of 2013A					
	2018	3.00%	160,000	29,750	189,750
	2019	3.00%	160,000	24,950	184,950
	2020	3.00%	165,000	20,075	185,075
	2021	3.00%	170,000	15,050	185,050
	2022	2.13%	180,000	10,587	190,587
	2023	2.25%	180,000	6,650	186,650
	2024	2.50%	185,000	2,314	187,314
Subtotal			<u>1,200,000</u>	<u>109,376</u>	<u>1,309,376</u>
General Obligation Street Improvement					
Bonds of 2012A					
	2018	1.00%	145,000	12,790	157,790
	2019	1.10%	150,000	11,240	161,240
	2020	1.35%	150,000	9,403	159,403
	2021	1.60%	150,000	7,190	157,190
	2022	1.80%	155,000	4,595	159,595
	2023	2.00%	160,000	1,600	161,600
Subtotal			<u>910,000</u>	<u>46,818</u>	<u>956,818</u>
Total General Obligation Street Bonds			<u>\$6,140,000</u>	<u>\$ 648,553</u>	<u>\$6,788,553</u>

CITY OF ROBBINSDALE

Schedule of Long-Term Debt Issues Payable (continued)
December 31, 2017

	Year	Interest Rate	Principal	Interest	Total
General Obligation Tax Increment Bonds					
General Obligation Tax Increment					
Bonds of 2010A					
	2018	2.75%	\$ 165,000	\$ 149,094	\$ 314,094
	2019	2.75%	180,000	144,350	324,350
	2020	3.00%	190,000	139,025	329,025
	2021	3.00%	205,000	133,100	338,100
	2022	3.00%	220,000	126,725	346,725
	2023	3.25%	240,000	119,525	359,525
	2024	3.25%	255,000	111,481	366,481
	2025	3.50%	275,000	102,525	377,525
	2026	3.50%	295,000	92,550	387,550
	2027	3.50%	315,000	81,875	396,875
	2028	3.75%	335,000	70,081	405,081
	2029	4.00%	360,000	56,600	416,600
	2030	4.00%	385,000	41,700	426,700
	2031	4.00%	410,000	25,800	435,800
	2032	4.00%	440,000	8,800	448,800
			<u>\$4,270,000</u>	<u>\$1,403,231</u>	<u>\$5,673,231</u>
Total General Obligation Tax Increment Bonds					

CITY OF ROBBINSDALE

Schedule of Long-Term Debt Issues Payable (continued)
December 31, 2017

	Year	Interest Rate	Principal	Interest	Total
General Obligation Housing Refunding Bonds					
General Obligation Housing					
Refunding Bonds – Series 2015A					
	2018	2.00%	\$ 240,000	\$ 67,825	\$ 307,825
	2019	2.00%	240,000	63,025	303,025
	2020	2.00%	245,000	58,175	303,175
	2021	2.00%	250,000	53,225	303,225
	2022	2.00%	255,000	48,174	303,174
	2023	2.00%	260,000	43,025	303,025
	2024	2.00%	265,000	37,775	302,775
	2025	2.00%	275,000	32,375	307,375
	2026	2.50%	280,000	26,125	306,125
	2027	2.50%	285,000	19,063	304,063
	2028	2.50%	290,000	11,875	301,875
	2029	2.75%	300,000	4,125	304,125
			<u>\$3,185,000</u>	<u>\$ 464,787</u>	<u>\$3,649,787</u>
Total General Obligation Housing Refunding Bonds					

CITY OF ROBBINSDALE

Schedule of Long-Term Debt Issues Payable (continued)
December 31, 2017

	Year	Interest Rate	Principal	Interest	Total
General Obligation Utility Revenue Bonds					
General Obligation Utility Revenue					
Bonds of 2017A					
	2018	3.00%	\$ —	\$ 57,908	\$ 57,908
	2019	3.00%	185,000	62,988	247,988
	2020	3.00%	220,000	56,913	276,913
	2021	3.00%	225,000	50,238	275,238
	2022	3.00%	230,000	43,413	273,413
	2023	3.00%	240,000	36,363	276,363
	2024	3.00%	245,000	29,088	274,088
	2025	3.00%	250,000	21,663	271,663
	2026	2.00%	260,000	15,313	275,313
	2027	2.25%	265,000	9,731	274,731
	2028	2.50%	270,000	3,375	273,375
Subtotal			<u>2,390,000</u>	<u>386,993</u>	<u>2,776,993</u>
General Obligation Utility Revenue					
Bonds of 2015A					
	2018	3.00%	250,000	63,700	313,700
	2019	3.00%	260,000	56,050	316,050
	2020	3.00%	270,000	48,100	318,100
	2021	3.00%	280,000	39,850	319,850
	2022	3.00%	280,000	31,450	311,450
	2023	3.00%	295,000	22,825	317,825
	2024	2.00%	300,000	15,400	315,400
	2025	2.00%	305,000	9,350	314,350
	2026	2.00%	315,000	3,150	318,150
Subtotal			<u>2,555,000</u>	<u>289,875</u>	<u>2,844,875</u>
General Obligation Utility Revenue					
Bonds of 2013A					
	2018	3.00%	270,000	51,181	321,181
	2019	3.00%	280,000	42,931	322,931
	2020	3.00%	285,000	34,456	319,456
	2021	3.00%	295,000	25,756	320,756
	2022	2.13%	305,000	18,091	323,091
	2023	2.25%	310,000	11,363	321,363
	2024	2.50%	315,000	3,938	318,938
Subtotal			<u>2,060,000</u>	<u>187,716</u>	<u>2,247,716</u>
General Obligation Utility Revenue					
Bonds of 2012A					
	2018	1.00%	255,000	22,245	277,245
	2019	1.10%	260,000	19,540	279,540
	2020	1.35%	260,000	16,355	276,355
	2021	1.60%	265,000	12,480	277,480
	2022	1.80%	270,000	7,930	277,930
	2023	2.00%	275,000	2,750	277,750
Subtotal			<u>1,585,000</u>	<u>81,300</u>	<u>1,666,300</u>
Total General Obligation Utility Revenue Bonds			<u>\$ 8,590,000</u>	<u>\$ 945,884</u>	<u>\$ 9,535,884</u>
Total long-term debt issues payable			<u>\$ 22,185,000</u>	<u>\$ 3,462,455</u>	<u>\$ 25,647,455</u>



READER'S NOTES:

STATISTICAL SECTION

(UNAUDITED)

TAB

STATISTICAL SECTION (UNAUDITED)

This part of the City of Robbinsdale, Minnesota's (the City) Comprehensive Annual Financial Report (CAFR) 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.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant revenue source, including property tax revenue.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment in which the City's financial activities take place.

Operating Indicators

These schedules contain service and infrastructure data to help the reader understand how the information in the City's CAFR relates to the services the City provides, and the activities it performs.

Source: Unless otherwise noted, the information in these schedules is derived from the CAFR for the relevant year.

CITY OF ROBBINSDALE

Net Position by Component
 Last Ten Fiscal Years
 (Accrual Basis of Accounting)

	Fiscal Year			
	2008	2009	2010	2011
Governmental activities				
Net investment in capital assets	\$ 20,044,810	\$ 20,986,539	\$ 23,463,188	\$ 23,776,331
Restricted	5,306,950	4,340,185	7,141,972	7,595,341
Unrestricted	<u>11,229,098</u>	<u>12,985,212</u>	<u>8,199,538</u>	<u>9,207,928</u>
Total governmental activities net position	<u>\$ 36,580,858</u>	<u>\$ 38,311,936</u>	<u>\$ 38,804,698</u>	<u>\$ 40,579,600</u>
Business-type activities				
Net investment in capital assets	\$ 8,682,059	\$ 9,895,291	\$ 11,163,407	\$ 13,765,560
Unrestricted	<u>8,942,806</u>	<u>8,682,243</u>	<u>9,049,633</u>	<u>9,141,500</u>
Total business-type activities net position	<u>\$ 17,624,865</u>	<u>\$ 18,577,534</u>	<u>\$ 20,213,040</u>	<u>\$ 22,907,060</u>
Primary government				
Net investment in capital assets	\$ 28,726,869	\$ 30,881,830	\$ 34,626,595	\$ 37,541,891
Restricted	5,306,950	4,340,185	7,141,972	7,595,341
Unrestricted	<u>20,171,904</u>	<u>21,667,455</u>	<u>17,249,171</u>	<u>18,349,428</u>
Total primary government net position	<u>\$ 54,205,723</u>	<u>\$ 56,889,470</u>	<u>\$ 59,017,738</u>	<u>\$ 63,486,660</u>

Note: The City implemented GASB Statement No. 68 in fiscal 2015, recording a change in accounting principle that decreased unrestricted net position. Prior year balances were not restated.

2012	2013	2014	2015	2016	2017
\$ 24,538,707	\$ 26,411,500	\$ 26,187,960	\$ 26,904,236	\$ 26,710,715	\$ 27,219,381
8,080,478	7,804,118	8,722,641	9,510,363	9,684,628	10,517,274
<u>10,727,036</u>	<u>9,566,617</u>	<u>10,751,418</u>	<u>6,986,669</u>	<u>5,103,509</u>	<u>4,483,115</u>
<u>\$ 43,346,221</u>	<u>\$ 43,782,235</u>	<u>\$ 45,662,019</u>	<u>\$ 43,401,268</u>	<u>\$ 41,498,852</u>	<u>\$ 42,219,770</u>
\$ 15,162,769	\$ 15,639,673	\$ 16,695,757	\$ 17,274,903	\$ 18,886,770	\$ 21,009,635
9,345,577	10,020,143	10,403,372	10,832,374	10,750,431	11,078,067
<u>\$ 24,508,346</u>	<u>\$ 25,659,816</u>	<u>\$ 27,099,129</u>	<u>\$ 28,107,277</u>	<u>\$ 29,637,201</u>	<u>\$ 32,087,702</u>
\$ 39,701,476	\$ 42,051,173	\$ 42,883,717	\$ 44,179,139	\$ 45,597,485	\$ 48,229,016
8,080,478	7,804,118	8,722,641	9,510,363	9,684,628	10,517,274
<u>20,072,613</u>	<u>19,586,760</u>	<u>21,154,790</u>	<u>17,819,043</u>	<u>15,853,940</u>	<u>15,561,182</u>
<u>\$ 67,854,567</u>	<u>\$ 69,442,051</u>	<u>\$ 72,761,148</u>	<u>\$ 71,508,545</u>	<u>\$ 71,136,053</u>	<u>\$ 74,307,472</u>

CITY OF ROBBINSDALE

Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year			
	2008	2009	2010	2011
Expenses				
Governmental activities				
General government	\$ 1,141,359	\$ 1,096,856	\$ 1,106,459	\$ 1,037,556
Community development	1,149,841	2,059,442	3,044,249	1,134,987
Public safety	4,080,471	4,051,535	4,282,407	4,397,904
Recreation	1,331,959	1,298,539	1,272,513	1,228,887
Public works	2,241,390	2,215,989	2,136,832	2,391,935
Human services	1,700	4,830	5,572	9,287
Interest on long-term debt	383,544	527,820	313,314	299,696
Total governmental activities expenses	<u>10,330,264</u>	<u>11,255,011</u>	<u>12,161,346</u>	<u>10,500,252</u>
Business-type activities				
Water utility	1,006,173	1,028,542	950,138	934,582
Sanitary sewer utility	1,396,520	1,442,525	1,446,157	1,391,133
Storm sewer utility	249,502	333,634	402,715	380,028
Solid waste removal	996,067	1,157,282	1,067,228	1,178,725
Liquor operations	2,326,877	2,407,183	2,438,123	2,540,598
Broadway Court	646,977	623,985	637,144	648,730
Deputy Registrar	336,435	306,467	283,385	289,334
Total business-type activities expenses	<u>6,958,551</u>	<u>7,299,618</u>	<u>7,224,890</u>	<u>7,363,130</u>
Total primary government expenses	<u>\$ 17,288,815</u>	<u>\$ 18,554,629</u>	<u>\$ 19,386,236</u>	<u>\$ 17,863,382</u>
Program revenues				
Government activities				
Charges for services				
General government	\$ 928,742	\$ 828,171	\$ 852,568	\$ 843,093
Community development	310,165	454,962	521,134	252,697
Public safety	292,400	413,046	363,590	486,557
Recreation	152,906	149,784	153,612	163,736
Public works	348,025	63,087	25,077	172,560
Operating grants and contributions	376,447	388,076	439,595	484,766
Capital grants and contributions	59,364	1,327,312	1,534,501	947,020
Total governmental activities program revenues	<u>2,468,049</u>	<u>3,624,438</u>	<u>3,890,077</u>	<u>3,350,429</u>

2012	2013	2014	2015	2016	2017
\$ 989,271	\$ 973,641	\$ 975,344	\$ 1,042,240	\$ 1,182,710	\$ 1,084,789
1,254,540	1,421,508	1,282,571	1,777,385	1,473,909	1,111,749
4,459,174	4,557,142	4,553,069	4,850,345	6,095,953	5,273,771
1,322,374	1,308,459	1,352,324	1,475,916	1,537,487	1,554,725
2,308,828	2,620,443	2,426,864	2,252,185	3,713,319	3,465,917
9,938	6,235	1,500	1,800	2,000	—
260,509	391,858	266,408	393,147	326,810	339,995
<u>10,604,634</u>	<u>11,279,286</u>	<u>10,858,080</u>	<u>11,793,018</u>	<u>14,332,188</u>	<u>12,830,946</u>
995,704	1,021,889	1,084,196	1,071,815	977,856	1,084,344
1,409,068	1,538,450	1,539,728	1,628,374	1,654,586	1,673,356
400,964	822,609	640,688	786,404	822,570	802,930
1,187,660	1,138,785	1,167,234	1,195,337	1,194,888	1,233,380
652,729	641,549	659,839	724,292	807,541	800,461
643,637	679,991	793,486	764,961	658,662	685,356
345,079	346,636	345,878	380,960	415,104	431,056
<u>5,634,841</u>	<u>6,189,909</u>	<u>6,231,049</u>	<u>6,552,143</u>	<u>6,531,207</u>	<u>6,710,883</u>
<u>\$ 16,239,475</u>	<u>\$ 17,469,195</u>	<u>\$ 17,089,129</u>	<u>\$ 18,345,161</u>	<u>\$ 20,863,395</u>	<u>\$ 19,541,829</u>
\$ 975,673	\$ 818,056	\$ 847,045	\$ 920,187	\$ 1,050,836	\$ 941,099
281,728	238,867	214,011	272,315	636,369	421,524
619,592	593,931	418,788	384,984	377,376	376,210
161,150	138,562	106,521	110,781	101,618	88,804
119,723	113,420	124,571	66,358	302,727	381,872
449,139	544,750	1,168,773	472,137	484,711	888,512
<u>2,348,028</u>	<u>1,252,500</u>	<u>898,623</u>	<u>1,824,891</u>	<u>219,104</u>	<u>1,150,852</u>
4,955,033	3,700,086	3,778,332	4,051,653	3,172,741	4,248,873

(continued)

CITY OF ROBBINSDALE

Changes in Net Position (continued)
 Last Ten Fiscal Years
 (Accrual Basis of Accounting)

	Fiscal Year			
	2008	2009	2010	2011
Program revenues (continued)				
Business-type activities				
Charges for services				
Water utility	1,302,235	1,393,085	1,393,631	1,531,358
Sanitary sewer utility	1,435,943	1,511,743	1,488,173	1,578,373
Storm sewer utility	502,944	584,252	699,952	732,042
Solid waste removal	1,291,993	1,335,313	1,393,672	1,448,813
Liquor operations	2,475,473	2,613,894	2,647,370	2,725,843
Broadway Court	679,654	623,403	679,582	704,559
Deputy Registrar	308,660	285,532	285,074	381,557
Operating grants and contributions	41,739	41,409	42,444	42,101
Capital grants and contributions	-	-	57,348	942,652
Total business-type activities program revenues	<u>8,038,641</u>	<u>8,388,631</u>	<u>8,687,246</u>	<u>10,087,298</u>
Total primary government program revenues	<u>\$ 10,506,690</u>	<u>\$ 12,013,069</u>	<u>\$ 12,577,323</u>	<u>\$ 13,437,727</u>
Net (expense) revenue				
Governmental activities	\$ (7,862,215)	\$ (7,630,573)	\$ (8,271,269)	\$ (7,149,823)
Business-type activities	<u>1,080,090</u>	<u>1,089,013</u>	<u>1,462,356</u>	<u>2,724,168</u>
Total primary government net (expense) revenue	<u>\$ (6,782,125)</u>	<u>\$ (6,541,560)</u>	<u>\$ (6,808,913)</u>	<u>\$ (4,425,655)</u>
Program revenue and transfers				
Governmental activities				
Property taxes	\$ 4,865,778	\$ 5,207,900	\$ 5,862,472	\$ 5,346,373
Tax increments	858,422	582,440	428,833	436,806
Unrestricted grants and contributions	1,260,527	1,513,062	1,251,515	1,250,114
Franchise fee tax	665,885	572,380	553,215	582,971
Investment earnings, including				
Fair Market Value (FMV) change	828,530	404,427	351,633	685,626
Land sales and gain on sale of assets	8,500	793,845	337,653	266,904
Transfers	286,729	287,597	(21,290)	355,931
Total governmental activities	<u>8,774,371</u>	<u>9,361,651</u>	<u>8,764,031</u>	<u>8,924,725</u>
Business-type activities				
Investment earnings, including FMV change	331,995	151,253	151,860	325,783
Transfers	(286,729)	(287,597)	21,290	(355,931)
Total business-type activities	<u>45,266</u>	<u>(136,344)</u>	<u>173,150</u>	<u>(30,148)</u>
Total primary government	<u>\$ 8,819,637</u>	<u>\$ 9,225,307</u>	<u>\$ 8,937,181</u>	<u>\$ 8,894,577</u>
Change in net position				
Governmental activities	\$ 912,156	\$ 1,731,078	\$ 492,762	\$ 1,774,902
Business-type activities	<u>1,125,356</u>	<u>952,669</u>	<u>1,635,506</u>	<u>2,694,020</u>
Total primary government	<u>\$ 2,037,512</u>	<u>\$ 2,683,747</u>	<u>\$ 2,128,268</u>	<u>\$ 4,468,922</u>

2012	2013	2014	2015	2016	2017
1,555,498	1,656,907	1,551,314	1,663,593	1,714,506	1,721,658
1,625,636	1,850,570	1,673,454	1,833,145	1,891,384	1,902,913
806,383	757,519	814,133	878,926	948,942	997,691
1,489,942	1,504,128	1,545,736	1,606,246	1,659,602	1,711,392
770,279	764,436	827,669	824,676	894,389	947,986
723,657	758,607	758,703	792,501	820,794	843,500
430,840	416,912	460,277	489,175	505,007	508,166
41,340	55,387	41,550	47,132	50,125	42,495
141,498	—	—	483,000	—	325,955
<u>7,585,073</u>	<u>7,764,466</u>	<u>7,672,836</u>	<u>8,618,394</u>	<u>8,484,749</u>	<u>9,001,756</u>
<u>\$ 12,540,106</u>	<u>\$ 11,464,552</u>	<u>\$ 11,451,168</u>	<u>\$ 12,670,047</u>	<u>\$ 11,657,490</u>	<u>\$ 13,250,629</u>
\$ (5,649,601)	\$ (7,579,200)	\$ (7,079,748)	\$ (7,741,365)	\$ (11,159,447)	\$ (8,582,073)
1,950,232	1,574,557	1,441,787	2,066,251	1,953,542	2,290,873
<u>\$ (3,699,369)</u>	<u>\$ (6,004,643)</u>	<u>\$ (5,637,961)</u>	<u>\$ (5,675,114)</u>	<u>\$ (9,205,905)</u>	<u>\$ (6,291,200)</u>
\$ 5,426,522	\$ 5,477,294	\$ 5,310,453	\$ 5,748,706	\$ 5,809,896	\$ 6,097,831
369,999	283,035	279,418	353,947	414,904	485,152
1,181,930	1,191,387	1,627,954	1,692,688	1,715,317	1,737,793
507,460	594,792	654,308	575,494	553,744	581,330
268,021	(178,589)	598,936	194,835	170,873	254,254
200,667	287,706	230,773	523,450	98,600	204,778
461,623	359,589	257,690	505,059	493,697	(58,147)
<u>8,416,222</u>	<u>8,015,214</u>	<u>8,959,532</u>	<u>9,594,179</u>	<u>9,257,031</u>	<u>9,302,991</u>
112,677	(63,498)	255,216	79,329	70,079	101,481
(461,623)	(359,589)	(257,690)	(505,059)	(493,697)	58,147
<u>(348,946)</u>	<u>(423,087)</u>	<u>(2,474)</u>	<u>(425,730)</u>	<u>(423,618)</u>	<u>159,628</u>
<u>\$ 8,067,276</u>	<u>\$ 7,592,127</u>	<u>\$ 8,957,058</u>	<u>\$ 9,168,449</u>	<u>\$ 8,833,413</u>	<u>\$ 9,462,619</u>
\$ 2,766,621	\$ 436,014	\$ 1,879,784	\$ 1,852,814	\$ (1,902,416)	\$ 720,918
1,601,286	1,151,470	1,439,313	1,640,521	1,529,924	2,450,501
<u>\$ 4,367,907</u>	<u>\$ 1,587,484</u>	<u>\$ 3,319,097</u>	<u>\$ 3,493,335</u>	<u>\$ (372,492)</u>	<u>\$ 3,171,419</u>



READER'S NOTES:

CITY OF ROBBINSDALE

Governmental Activities Tax Revenue by Source
 Last Ten Fiscal Years
 (Accrual Basis of Accounting)

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Tax Increments</u>	<u>Franchise Fee Tax</u>	<u>Total</u>
2008	\$ 4,865,778	\$ 858,422	\$ 665,885	\$ 6,390,085
2009	5,207,900	582,440	572,380	6,362,720
2010	5,862,472	428,833	553,215	6,844,520
2011	5,346,373	436,806	582,971	6,366,150
2012	5,426,522	369,999	507,460	6,303,981
2013	5,477,294	283,035	594,792	6,355,121
2014	5,310,453	279,418	654,308	6,244,179
2015	5,748,706	353,947	575,494	6,678,147
2016	5,809,896	414,904	553,744	6,778,544
2017	6,097,831	485,152	581,330	7,164,313

CITY OF ROBBINSDALE

Fund Balances of Governmental Funds
 Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting)

	Fiscal Year			
	2008	2009	2010	2011
General Fund				
Reserved	\$ 6,900	\$ -	\$ -	\$ -
Unreserved	4,383,127	4,748,267	5,281,704	-
Nonspendable	-	-	-	4,522
Assigned	-	-	-	140,801
Unassigned	-	-	-	4,843,517
Total General Fund	<u>\$ 4,390,027</u>	<u>\$ 4,748,267</u>	<u>\$ 5,281,704</u>	<u>\$ 4,988,840</u>
All other governmental funds				
Reserved	\$ 9,261,117	\$ 8,205,820	\$ 5,257,568	\$ -
Unreserved	4,199,180	4,080,781	4,075,159	-
Nonspendable	-	-	-	2,281
Restricted	-	-	-	7,561,737
Committed	-	-	-	224,073
Assigned	-	-	-	5,398,899
Unassigned	-	-	-	(2,588,475)
Total all other governmental funds	<u>\$ 13,460,297</u>	<u>\$ 12,286,601</u>	<u>\$ 9,332,727</u>	<u>\$ 10,598,515</u>
All governmental funds				
Reserved	\$ 9,268,017	\$ 8,205,820	\$ 5,257,568	\$ -
Unreserved	8,582,307	8,829,048	9,356,863	-
Nonspendable	-	-	-	6,803
Restricted	-	-	-	7,561,737
Committed	-	-	-	224,073
Assigned	-	-	-	5,539,700
Unassigned	-	-	-	2,255,042
Total all governmental funds	<u>\$ 17,850,324</u>	<u>\$ 17,034,868</u>	<u>\$ 14,614,431</u>	<u>\$ 15,587,355</u>

Note: The City implemented GASB Statement No. 54 in 2011, which changed fund balance classifications. Prior year information has not been restated.

2012	2013	2014	2015	2016	2017
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
3,554	2,640	340	340	1,350	4,090
33,698	45,814	83,116	124,345	301,757	427,556
4,328,998	4,592,204	4,498,956	4,864,657	4,877,747	4,917,114
<u>\$ 4,366,250</u>	<u>\$ 4,640,658</u>	<u>\$ 4,582,412</u>	<u>\$ 4,989,342</u>	<u>\$ 5,180,854</u>	<u>\$ 5,348,760</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
2,281	3,240	-	-	-	-
7,445,206	8,860,160	7,884,505	8,057,158	8,477,498	9,059,322
1,333,229	563,002	2,820,520	1,594,977	1,330,273	1,591,981
6,553,837	5,454,073	4,963,493	6,330,908	5,869,614	5,712,390
(3,049,329)	(3,301,650)	(3,540,974)	(3,903,918)	(4,135,697)	(3,980,489)
<u>\$ 12,285,224</u>	<u>\$ 11,578,825</u>	<u>\$ 12,127,544</u>	<u>\$ 12,079,125</u>	<u>\$ 11,541,688</u>	<u>\$ 12,383,204</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
5,835	5,880	340	340	1,350	4,090
7,445,206	8,860,160	7,884,505	8,057,158	8,477,498	9,059,322
1,333,229	563,002	2,820,520	1,594,977	1,330,273	1,591,981
6,587,535	5,499,887	5,046,609	6,455,253	6,171,371	6,139,946
1,279,669	1,290,554	957,982	960,739	742,050	936,625
<u>\$ 16,651,474</u>	<u>\$ 16,219,483</u>	<u>\$ 16,709,956</u>	<u>\$ 17,068,467</u>	<u>\$ 16,722,542</u>	<u>\$ 17,731,964</u>

CITY OF ROBBINSDALE

Changes in Fund Balances of Governmental Funds
 Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting)

	Fiscal Year			
	2008	2009	2010	2011
Revenues				
Property taxes	\$ 4,844,180	\$ 5,208,981	\$ 5,866,841	\$ 5,381,400
Tax increments	858,422	582,440	428,833	436,806
Special assessments	507,304	763,799	577,387	538,101
Licenses and permits	449,548	277,740	343,634	434,501
Intergovernmental	1,663,520	1,901,058	2,963,756	2,182,047
Charges for services	1,078,774	1,251,399	1,005,335	958,497
Fines and forfeitures	203,219	215,239	190,979	300,654
Franchise fee tax	665,886	572,380	553,215	582,971
Investment earnings	666,418	331,110	268,264	532,861
Other	63,031	906,314	391,290	444,777
Total revenues	<u>11,000,302</u>	<u>12,010,460</u>	<u>12,589,534</u>	<u>11,792,615</u>
Expenditures				
General government	1,083,493	968,799	1,022,579	915,452
Community development	1,150,909	2,055,531	3,042,189	1,124,405
Public safety	3,950,431	3,856,292	4,088,345	4,172,999
Recreation	1,341,943	1,129,610	1,121,555	1,055,748
Public works	1,585,959	1,771,977	1,681,808	1,598,566
Human services	1,700	4,830	5,572	9,287
Capital outlay	1,956,457	2,090,134	2,753,706	1,297,771
Debt service				
Principal	610,000	650,000	6,243,500	740,000
Interest	465,753	458,921	484,294	351,929
Total expenditures	<u>12,146,645</u>	<u>12,986,094</u>	<u>20,443,548</u>	<u>11,266,157</u>
Excess (deficiency) of revenues over (under) expenditures	(1,146,343)	(975,634)	(7,854,014)	526,458
Other financing sources (uses)				
Sales of capital assets	-	2,218	-	-
Issuance of debt	-	750,000	5,969,778	-
Refunding of debt	-	-	(705,000)	-
Transfers in	1,915,737	655,992	1,296,981	1,349,273
Transfers out	(1,026,112)	(1,248,032)	(1,128,182)	(902,807)
Total other financing sources (uses)	<u>889,625</u>	<u>160,178</u>	<u>5,433,577</u>	<u>446,466</u>
Net change in fund balances	<u>\$ (256,718)</u>	<u>\$ (815,456)</u>	<u>\$ (2,420,437)</u>	<u>\$ 972,924</u>
Debt service as a percentage of noncapital expenditures	<u>10.6%</u>	<u>10.2%</u>	<u>38.0%</u>	<u>11.2%</u>

	2012	2013	2014	2015	2016	2017
\$	5,448,207	\$ 5,488,515	\$ 5,348,292	\$ 5,727,334	\$ 5,798,977	\$ 6,113,300
	369,999	283,035	279,418	353,947	414,904	485,152
	571,140	692,394	554,521	894,731	696,881	770,080
	544,442	382,861	410,277	482,250	478,680	439,232
	3,779,540	1,760,904	3,243,969	2,702,251	2,258,314	3,323,850
	1,051,824	1,000,482	1,145,967	934,125	1,429,610	1,090,632
	460,080	431,109	323,094	218,482	242,682	249,679
	507,460	594,792	654,308	575,494	553,744	581,330
	208,630	(125,405)	422,113	137,503	119,061	176,824
	133,131	343,650	561,899	564,037	99,168	283,978
	<u>13,074,453</u>	<u>10,852,337</u>	<u>12,943,858</u>	<u>12,590,154</u>	<u>12,092,021</u>	<u>13,514,057</u>
	942,397	918,589	938,023	993,622	1,067,073	1,012,133
	1,254,590	1,418,412	1,279,288	1,768,682	1,441,411	1,092,321
	4,442,975	4,457,050	4,503,316	4,841,779	4,975,595	4,925,896
	1,054,146	1,033,545	1,057,303	1,132,014	1,156,885	1,181,061
	1,666,416	1,935,272	1,694,136	1,599,662	2,833,603	2,598,255
	9,938	6,235	1,500	1,800	2,000	–
	2,739,296	2,757,747	2,227,310	5,316,730	890,636	1,110,527
	815,000	500,500	576,000	550,000	585,000	960,000
	272,350	289,929	284,199	330,287	390,358	362,756
	<u>13,197,108</u>	<u>13,317,279</u>	<u>12,561,075</u>	<u>16,534,576</u>	<u>13,342,561</u>	<u>13,242,949</u>
	(122,655)	(2,464,942)	382,783	(3,944,422)	(1,250,540)	271,108
	–	–	–	–	–	–
	1,460,151	1,654,251	–	3,847,874	–	759,666
	–	–	–	–	–	–
	883,969	538,036	1,085,403	676,496	1,364,326	938,068
	(1,157,346)	(159,336)	(977,713)	(221,437)	(459,711)	(959,420)
	<u>1,186,774</u>	<u>2,032,951</u>	<u>107,690</u>	<u>4,302,933</u>	<u>904,615</u>	<u>738,314</u>
\$	<u>1,064,119</u>	<u>\$ (431,991)</u>	<u>\$ 490,473</u>	<u>\$ 358,511</u>	<u>\$ (345,925)</u>	<u>\$ 1,009,422</u>
	<u>10.5%</u>	<u>7.6%</u>	<u>8.4%</u>	<u>8.0%</u>	<u>7.9%</u>	<u>11.0%</u>

CITY OF ROBBINSDALE

General Governmental Tax Revenue by Source
 Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting)

<u>Fiscal Year</u>	<u>Property Taxes</u>	<u>Tax Increments</u>	<u>Franchise Fee Tax</u>	<u>Total</u>
2008	\$ 4,844,180	\$ 858,422	\$ 665,886	\$ 6,368,488
2009	5,208,981	582,440	572,380	6,363,801
2010	5,866,841	428,833	553,215	6,848,889
2011	5,381,400	436,806	582,971	6,401,177
2012	5,448,207	369,999	507,460	6,325,666
2013	5,488,515	283,035	594,792	6,366,342
2014	5,348,292	279,418	654,308	6,282,018
2015	5,727,334	353,947	575,494	6,656,775
2016	5,798,977	414,904	553,744	6,767,625
2017	6,113,300	485,152	581,330	7,179,782

CITY OF ROBBINSDALE

Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Real Property	Personal Property	Total Taxable Assessed Value	Total Tax Capacity Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
2008	\$ 1,166,049,400	\$ 6,712,200	\$ 1,172,761,600	36.305	\$ 1,180,923,800	99.3 %
2009	1,136,306,200	6,461,600	1,142,767,800	38.618	1,145,954,100	99.7
2010	1,047,973,600	6,600,900	1,054,574,500	42.182	1,056,752,500	99.8
2011	947,652,000	6,968,600	954,620,600	46.252	957,064,600	99.7
2012	800,942,877	8,305,900	809,248,777	50.293	907,061,800	89.2
2013	732,534,053	8,511,100	741,045,153	55.282	842,044,600	88.0
2014	676,715,145	9,044,400	685,759,545	57.436	790,231,600	86.8
2015	787,305,803	9,158,300	796,464,103	51.134	892,684,000	89.2
2016	784,777,601	9,245,900	794,023,501	53.785	891,134,800	89.1
2017	867,557,328	9,896,700	877,454,028	50.574	971,834,800	90.3

Source: Hennepin County

CITY OF ROBBINSDALE

Property Tax Rates
Direct and Overlapping (1) Governments
Last Ten Fiscal Years

Fiscal Year	City Direct				Overlapping (2)			Total Direct and Overlapping Rates
	Operating	Debt Service	HRA/EDA	Total City	County Tax Capacity Rate	ISD No. 281, Robbinsdale Area Schools Tax Capacity Rate	Special Districts	
2008	32.799	2.268	1.238	36.305	38.571	27.243	8.048	110.167
2009	33.391	3.609	1.618	38.618	40.413	27.214	7.689	113.934
2010	36.862	3.714	1.606	42.182	42.640	28.621	8.825	122.268
2011	40.156	4.472	1.624	46.252	45.840	34.387	9.837	136.316
2012	45.015	3.627	1.651	50.293	48.230	32.810	10.146	141.479
2013	49.453	4.389	1.440	55.282	49.461	32.347	10.933	148.023
2014	51.352	4.404	1.680	57.436	49.959	34.777	11.307	153.479
2015	46.040	3.845	1.249	51.134	46.398	33.226	10.561	141.319
2016	47.903	4.259	1.623	53.785	45.356	33.833	10.432	143.406
2017	44.456	4.792	1.326	50.574	44.087	31.612	10.214	136.487

- (1) Information reflects total tax rates levied by each entity. Tax rates are expressed in terms of “net tax capacity.” A property’s tax capacity is determined by multiplying its taxable market value by a state determined class rate. Class rates vary by property type and changed periodically based on state legislation.
- (2) Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners (e.g., the rates for special districts apply only to the proportion of the government’s property owners whose property is located within the geographic boundaries of the special district).

Source: Hennepin County

CITY OF ROBBINSDALE

Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2017				2008			
	Taxable Market Value	Tax Capacity	Rank	Percentage of Total Tax Capacity	Taxable Market Value	Tax Capacity	Rank	Percentage of Total Tax Capacity
Oakdale Medical Buildings	\$ 11,637,000	\$ 232,740	1	2.41 %	\$ 15,419,000	\$ 308,380	1	2.68 %
Copperfield Hill Apartments	17,742,000	221,775	2	2.30	18,510,000	231,375	2	2.01
Robin Center	6,696,000	132,420	3	1.37	5,068,000	100,610	5	0.87
Beach South Apartments	10,508,000	131,350	4	1.36	7,585,000	94,813	6	0.82
Town Center	4,974,000	98,730	5	1.02	6,571,000	130,670	3	1.14
Terrace Mall	4,300,000	85,250	6	0.88	6,120,000	121,650	4	1.06
Windsor Court Apartments	4,475,000	55,938	7	0.58	-	-	-	-
Robinwood Apartments	4,460,000	55,750	8	0.58	-	-	-	-
NSP Utility	2,664,500	53,290	9	0.55	-	-	-	-
Robins Landing	7,069,000	53,018	10	0.55	6,297,000	47,228	8	0.41
North Memorial Medical	-	-	-	-	4,503,000	88,560	7	0.77
U.S. Bank	-	-	-	-	2,186,000	42,970	9	0.37
Trevilla Nursing Home	-	-	-	-	3,157,000	39,463	10	0.34
Total	\$ 74,525,500	\$ 1,120,261		11.61 %	\$ 75,416,000	\$ 1,205,719		10.47 %

Note: Total city property tax capacity payable for 2017 is \$9,646,906 and for 2008 is \$11,515,941.

Source: Hennepin County Property Tax System



READER'S NOTES:

CITY OF ROBBINSDALE

Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended December 31,	Total Tax Levy for Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2008	\$ 4,950,925	\$ 4,847,344	97.91	\$ 103,581	\$ 4,950,925	100.00 %
2009	5,164,054	5,087,713	98.52	76,341	5,164,054	100.00
2010	5,453,371	5,380,289	98.66	73,082	5,453,371	100.00
2011	5,652,198	5,595,223	98.99	56,975	5,652,198	100.00
2012	5,378,607	5,331,953	99.13	43,376	5,375,329	99.94
2013	5,418,706	5,382,686	99.34	34,264	5,416,950	99.97
2014	5,486,896	5,443,230	99.20	43,666	5,486,896	100.00
2015	5,644,249	5,612,284	99.43	16,134	5,628,418	99.72
2016	5,731,937	5,692,563	99.31	32,099	5,724,662	99.87
2017	6,027,083	6,011,985	99.75	–	6,011,985	99.75

Note: Collections include abatements, adjustments, and tax credits received through state aid.

Source: Hennepin County

CITY OF ROBBINSDALE

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-Type Activities	
	General Obligation Bonds	General Obligation Tax Increment Bonds	General Obligation Equipment Notes	Net Premiums (Discounts)	General Obligation Revenue Bonds	General Obligation Housing Bonds
2008	\$ 2,915,000	\$ 5,705,000	\$ -	\$ -	\$ 5,866,000	\$ 4,580,000
2009	2,505,000	5,465,000	750,000	-	5,104,000	4,460,000
2010	1,865,000	5,255,000	611,500	-	4,235,000	4,335,000
2011	1,400,000	5,125,000	466,500	-	3,449,000	4,200,000
2012	2,405,000	4,925,000	316,500	(12,370)	5,185,000	4,060,000
2013	3,755,000	4,815,000	161,000	57,218	7,435,000	3,915,000
2014	3,460,000	4,695,000	-	51,450	6,620,000	3,765,000
2015	6,670,000	4,565,000	-	262,195	8,330,000	3,670,000
2016	6,225,000	4,425,000	-	222,384	7,405,000	3,420,000
2017	6,140,000	4,270,000	-	233,232	8,590,000	3,185,000

(1) See Demographic and Economic Statistics for personal income and population data.

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

<u>Net Premiums (Discounts)</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income (1)</u>	<u>Per Capita (1)</u>
\$ -	\$ 19,066,000	3.61 %	\$ 1,402
-	18,284,000	3.42	1,327
-	16,301,500	2.81	1,168
-	14,640,500	2.45	1,049
(14,049)	16,865,081	2.81	1,203
113,148	20,251,366	3.33	1,425
104,950	18,696,400	3.02	1,294
315,273	23,812,468	3.37	1,641
282,551	21,979,935	2.86	1,489
377,658	22,795,890	2.89	1,550

CITY OF ROBBINSDALE

Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less Amounts Available in Debt Service Funds	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2008	\$ 19,066,000	\$ 832,443	\$ 18,233,557	1.55 %	\$ 1,341
2009	18,284,000	1,005,853	17,278,147	1.51	1,254
2010	16,301,500	823,571	15,477,929	1.47	1,109
2011	14,640,500	879,982	13,760,518	1.44	986
2012	16,865,081	705,170	16,159,911	2.00	1,153
2013	20,251,366	693,247	19,558,119	2.64	1,376
2014	18,696,400	758,298	17,938,102	2.62	1,242
2015	23,812,468	1,047,725	22,764,743	2.86	1,569
2016	21,979,935	1,427,177	20,552,758	2.59	1,393
2017	22,795,890	1,457,574	21,338,316	2.43	1,451

(1) See Assessed Value and Estimated Actual Value of Taxable Property for property value data.

(2) See Demographic and Economic Statistics for population data.

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

CITY OF ROBBINSDALE

Direct and Overlapping Governmental Activities Debt
December 31, 2017

Governmental Unit	Debt Outstanding	City Percentage	Share Amount
Direct debt			
City of Robbinsdale	\$ 10,643,232	100.00 %	\$ 10,643,232
Overlapping debt			
ISD No. 281, Robbinsdale Area Schools	196,919,204	10.54	20,755,284
Hennepin County	925,550,000	0.57	5,275,635
Suburban Hennepin Three Rivers Park District	60,560,000	0.79	478,424
Hennepin County Regional RR Authority	31,535,000	0.79	249,127
Metropolitan Council (1)	188,620,614	0.29	547,000
Total overlapping debt	1,403,184,818		27,305,469
Total direct and overlapping debt	\$ 1,413,828,050		\$ 37,948,701

(1) Includes debt for Metropolitan Council Transit Operations.

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. This process recognizes that, when considering the government'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.

Source: Hennepin County Taxpayer Services Department, Direct and Overlapping Debt Report

CITY OF ROBBINSDALE

Legal Debt Margin Information
Last Ten Fiscal Years

	<u>Fiscal Year</u>			
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Debt limit	\$ 35,182,848	\$ 34,283,034	\$ 31,637,235	\$ 28,638,618
Total net debt applicable to the limit	<u>1,274,147</u>	<u>1,734,147</u>	<u>1,652,929</u>	<u>986,518</u>
Legal debt margin	<u>\$ 33,908,701</u>	<u>\$ 32,548,887</u>	<u>\$ 29,984,306</u>	<u>\$ 27,652,100</u>
Total net debt applicable to the limit as a percentage of debt limit	3.62%	5.06%	5.22%	3.44%

2012	2013	2014	2015	2016	2017
\$ 27,211,854	\$ 25,261,338	\$ 23,706,948	\$ 26,780,520	\$ 26,734,044	\$ 29,155,044
2,016,330	3,222,753	2,701,702	1,840,000	1,540,000	1,200,000
<u>\$ 25,195,524</u>	<u>\$ 22,038,585</u>	<u>\$ 21,005,246</u>	<u>\$ 24,940,520</u>	<u>\$ 25,194,044</u>	<u>\$ 27,955,044</u>
7.41%	12.76%	11.40%	6.87%	5.76%	4.12%

Legal Debt Margin Calculation for Fiscal Year 2017

Estimated taxable market value	\$ 971,834,800
Debt limit (3% of market value)	29,155,044
Debt applicable to limit	
General obligation bonds	<u>1,200,000</u>
Legal debt margin	<u>\$ 27,955,044</u>

CITY OF ROBBINSDALE

Pledged Revenue Coverage
Last Ten Fiscal Years

Fiscal Year	General Obligation Utility Revenue Bonds					Coverage
	Utility Charges (1)	Less Operating Expenses	Net Available Revenue	Debt Service		
				Principal	Interest	
2008	\$ 3,241,122	\$ 2,012,506	\$ 1,228,616	\$ 750,000	\$ 234,939	1.25
2009	3,489,080	2,200,427	1,288,653	762,000	207,391	1.33
2010	3,581,756	2,199,194	1,382,562	869,000	168,880	1.33
2011	3,841,773	2,133,327	1,708,446	786,000	137,188	1.85
2012	3,987,517	2,212,757	1,774,760	824,000	124,370	1.87
2013	4,264,996	2,493,623	1,771,373	565,000	131,113	2.54
2014	4,038,901	2,352,203	1,686,698	815,000	157,365	1.73
2015	4,375,664	2,544,980	1,830,684	1,095,000	198,151	1.42
2016	4,554,832	2,546,022	2,008,810	925,000	158,742	1.85
2017	4,622,262	2,588,821	2,033,441	1,205,000	188,814	1.46

(1) Utility charges include gross revenues from the Water, Sanitary Sewer, and Storm Sewer Funds.

Note: Details regarding the City's outstanding debt can be found in the notes to basic financial statements. Operating expenses do not include interest or depreciation.

CITY OF ROBBINSDALE

Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population (1)	Per Capita Personal Income (2)	Total Personal Income	Median Age (2)	Education Level in Years of Formal Schooling (2)	School Enrollment (3)	Unemployment Rate (4)
2008	13,598	\$ 38,859	\$528,404,682	38	14	1,836	4.9 %
2009	13,775	38,859	535,282,725	38	14	1,881	7.9
2010	13,953	41,552	579,775,056	37	14	1,818	6.1
2011	13,953	42,843	597,788,379	37	14	1,747	5.5
2012	14,014	42,843	600,401,802	38	14	1,697	4.9
2013	14,212	42,843	608,884,716	38	14	1,735	4.4
2014	14,445	42,843	618,867,135	36	14	1,760	3.3
2015	14,512	48,711	706,894,032	36	14	1,726	3.5
2016	14,757	52,117	769,090,569	37	14	1,682	3.4
2017	14,704	53,680	789,310,720	36	14	1,366	3.7

Data Sources:

(1) Metropolitan Council as of April 1

(2) U.S. Census Bureau

(3) School district

(4) State Department of Employment and Economic Development (uses Hennepin County rate; the City rate is not available)—rate is an annual average (bls.gov.lau/data.htm)



READER'S NOTES:

CITY OF ROBBINSDALE

Principal Employers
Current Year and Nine Years Ago

Employer	2017			2008		
	Number of Employees	Rank	Percentage of Total City Employment (1)	Number of Employees	Rank	Percentage of Total City Employment (1)
North Memorial Medical Center	4,300	1	– %	5,100	1	– %
Independent School District No. 281, Robbinsdale Area Schools *	244	2	–	2,080	2	–
Good Samaritan Specialty Care	149	3	–	–	–	–
Copperfield Hill	110	4	–	–	–	–
U.S. Bank	92	5	–	42	5	–
City of Robbinsdale	84	6	–	74	4	–
U.S. Post Office	49	7	–	–	–	–
EMI Audio	21	8	–	–	–	–
Rainbow Foods	–	–	–	175	3	–
Robbinsdale Farm, Garden & Pet Supply	–	–	–	40	6	–
Burmeister Electric Co.	–	–	–	25	7	–
Twin City Federal Bank	–	–	–	–	–	–
Citizens Independent Bank	–	–	–	17	8	–
Total	5,049		– %	7,553		– %

* 2017 number is taken from bond information—includes staff located only in the City

(1) Percentage of total city employment information is not readily available.

Source: Principal employers are the result of surveys of employers in conjunction with city bond sales. Principal employers for the current year and nine years ago were from the most recent bond sales at that time and included the employers listed above.

CITY OF ROBBINSDALE

Full-Time Equivalent (FTE) City Government Employees by Function
Last Ten Fiscal Years

Function	Fiscal Year			
	2008	2009	2010	2011
General government (3)	13.10	11.83	12.08	11.60
Community development	3.01	2.00	2.49	2.20
Public safety				
Police				
Officers	21.16	21.95	21.06	21.93
Civilians	9.77	9.45	10.21	10.93
Fire				
Firefighters – paid on-call (1)	–	–	–	–
Building inspections	1.92	1.71	1.56	1.70
Recreation				
Recreation programming	6.65	6.57	5.24	5.19
Park maintenance	4.94	4.58	4.89	4.38
Public works				
Engineering	4.33	5.41	5.35	5.58
Maintenance (2)	8.09	7.62	8.13	6.87
Water	2.55	2.42	2.18	2.49
Sanitary sewer	1.63	1.45	1.65	1.57
Storm sewer	0.10	1.01	1.28	1.41
Liquor operations	5.73	6.02	6.74	7.07
Deputy Registrar	4.91	4.50	3.88	4.15
Five cities (4)	0.48	0.46	0.43	0.42
Total	88.37	86.98	87.17	87.49

- (1) There are 29 paid on-call firefighters with the City. FTEs are not tracked for this department.
- (2) Includes FTEs from the Central Garage Internal Service Fund and Central Services – Governmental Buildings Program Internal Service Fund.
- (3) Includes FTEs from the Central Services – Information Technology Program Internal Service Fund.
- (4) Five cities function ended in 2013.

Source: City payroll records

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
11.02	9.59	9.90	9.57	11.10	10.18
2.53	2.26	3.18	3.84	4.12	3.94
22.41	22.53	21.59	24.79	24.61	23.61
10.79	10.54	9.37	9.34	7.95	9.64
–	–	–	–	–	–
1.72	1.75	1.60	1.72	1.82	1.84
5.35	5.58	5.64	5.44	5.06	5.23
4.36	4.47	2.94	3.80	4.68	5.47
5.51	5.93	4.46	4.41	4.24	4.57
6.88	9.24	8.87	9.59	10.00	9.39
2.33	2.28	2.31	2.08	2.10	2.41
1.62	1.89	1.67	1.89	1.98	1.55
1.30	0.89	0.28	1.10	1.00	1.28
7.36	6.85	7.53	8.68	9.10	9.98
5.07	4.64	5.09	5.23	5.28	5.65
0.43	0.42	–	–	–	–
<u>88.68</u>	<u>88.86</u>	<u>84.43</u>	<u>91.48</u>	<u>93.04</u>	<u>94.74</u>

CITY OF ROBBINSDALE

Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year			
	2008	2009	2010	2011
Police				
Radio calls (1)	15,352	14,888	14,279	16,576
Arrests (2)	362	863	854	1,083
Traffic violations	3,801	2,851	2,747	4,718
Parking violations	823	668	568	843
Part I crimes charged	611	527	468	506
Part II crimes charged	1,070	977	899	1,022
Investigative cases referred	301	297	317	2,126
Police reserve hours logged	1,902	2,880	2,582	2,489
Fire				
Number of calls answered	351	334	322	320
Recreation				
Annual program registrations	3,614	2,662	2,250	2,050
Picnic/shelter building reservations	55	43	49	44
Skating rink attendance	3,902	4,190	3,800	3,800
Wading pool				
Annual attendance	1,546	1,095	923	847
Resident passes purchased	142	202	162	208
Community gym statistics				
Annual attendance	11,882	15,782	16,263	16,717
Punch passes sold	62	90	59	43
Memberships sold	36	56	33	18
Water				
Total connections	4,945	5,034	5,114	5,130
Water main breaks	10	11	7	14
Average daily flow (thousands of gallons)	838	891	809	848

(1) The measurement basis changed in 2013 to the actual number of calls received by county dispatch. Prior year information has not been restated.

(2) Accurate arrest records are not available in 2017 due to a migration to a new records management system.

Note: Indicators are not available for the general government functions.

Source: Various government departments

2012	2013	2014	2015	2016	2017
17,291	22,811	20,697	20,417	20,257	21,197
1,059	844	808	964	684	
5,680	5,365	3,285	1,989	3,121	3,647
456	733	659	516	391	232
464	342	404	450	330	453
998	916	913	915	888	835
2,303	2,365	1,375	1,278	1,122	1,173
2,205	1,969	1,606	1,303	1,288	1,485
344	339	301	329	315	350
2,381	2,170	2,427	2,020	2,308	2,961
56	122	77	66	73	43
1,700	2,424	1,944	2,466	2,050	1,607
1,430	1,919	1,493	806	608	461
445	470	263	174	152	99
18,801	18,144	16,595	17,592	18,303	12,305
29	48	33	67	63	55
15	38	41	19	14	23
5,133	5,130	5,127	5,139	5,135	5,136
13	13	13	5	6	10
825	840	811	814	821	829

CITY OF ROBBINSDALE

Capital Asset Statistics by Function
Last Ten Fiscal Years

Function	Fiscal Year			
	2008	2009	2010	2011
Public safety				
Police				
Stations	1	1	1	1
Patrol units	7	7	7	8
Fire stations	1	1	1	1
Culture and recreation				
Parks acreage	109	109	109	109
Parks	14	14	14	14
Baseball/softball diamonds	9	9	9	9
Wading pools/splash pad	1	1	1	1
Tennis courts	4	4	4	3
Community gyms/meeting areas	5	5	5	5
Highways and streets				
Streets (miles)	60.0	60.0	60.0	60.0
Alleys (miles)	18.7	18.7	18.7	18.7
Streetlights	591	591	591	591
Traffic signals	17	17	17	17
Water				
Water mains (miles)	48.4	48.4	48.4	48.4
Fire hydrants	323	323	340	365
Sewer (1)				
Sanitary sewers (miles)	43.0	43.0	43.0	43.0
Storm sewers (miles)	19.5	19.5	19.5	19.5

(1) Sanitary sewers are disposed and treated through the Metropolitan Waste Control Commission.

Note: No capital asset indicators are available for the general government functions.

Source: Various city departments

2012	2013	2014	2015	2016	2017
1	1	1	1	1	1
9	9	9	9	9	9
1	1	1	1	1	1
109	109	109	109	109	109
14	14	14	14	14	14
9	9	9	9	9	9
1	1	1	1	1	1
3	3	3	3	3	3
5	5	5	5	5	5
60.0	60.0	60.0	60.0	60.0	60.0
18.7	18.7	18.7	18.7	18.7	18.7
591	591	591	601	601	601
18	19	19	19	19	19
48.4	48.4	48.4	48.4	48.4	48.4
373	380	389	405	405	407
43.0	43.0	43.0	43.0	43.0	43.0
19.5	19.5	19.5	19.8	19.8	19.8



READER'S NOTES:

