

CITY OF SAINT PAUL, MINNESOTA

Comprehensive Annual Financial Report

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2008



Photo and Design Credits

The cover features a few of the many projects related to the Invest Saint Paul Initiative, a collaborative effort between City and private resources to ensure that all Saint Paul communities are successful in the areas of education, public safety, economy, environment, quality infrastructure, and the soul of Saint Paul.

Photo Credits:

- Second Shift Initiative (center left): Three youth commissioners stand outside the chambers of the House of Representatives Early Childhood Education Committee when Mayor Coleman, youth, and others testified in support of public funding for neighborhood bus circulators. Photo courtesy of Parks and Recreation.
- Housing along Mississippi River (top right): New housing development constructed along St. Paul's Upper Landing. Photo Courtesy of Riverfront Corporation.
- Lower Phalen Creek (upper right): The Bruce Vento Nature Sanctuary is an effort to reclaim a former rail yard on the Mississippi River floodplain just east of downtown Saint Paul and transform it into a city park and natural area. Photo courtesy of Sarah Clark.
- Grand Old Day parade (lower right): The Upper Midwest's largest one day festival held annually on historic Grand Avenue. Photo courtesy of Geoffrey George and the Grand Avenue Business Association.
- Apprentice Opportunities Pilot Project (bottom right): The mission of the Apprenticeship Opportunities Pilot Project is to assist women, people of color, underemployed adults, and high school youth to access career opportunities in the construction trades through the apprenticeship system. Photo courtesy of the YWCA St. Paul.

Cover design and layout by Joan Chinn, Graphic Designer, City of St. Paul

City of Saint Paul Minnesota

Comprehensive Annual Financial Report
For the Fiscal Year Ended
December 31, 2008



Office of Financial Services
Margaret Kelly, Director

City of Saint Paul

Comprehensive Annual Financial Report
For the Fiscal Year Ended December 31, 2008

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City of Saint Paul

Mayor Christopher B. Coleman

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July 23, 2009

To the Honorable Mayor, Members of the City Council, and Residents of Saint Paul:

The City of Saint Paul's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2008 is hereby submitted. The purpose of this report is to provide the Mayor, City Council, City Staff, residents, bondholders and other interested parties with useful information concerning the City's operations and financial position. Responsibility for both the accuracy of data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

The CAFR is presented in three main sections:

1. Introductory Section - includes this transmittal letter, the City's organizational chart and a list of principal officials.
2. Financial Section - includes the independent auditor's report, Management's Discussion and Analysis (MD&A), the basic financial statements, notes to the financial statements and supplementary information.
3. Statistical Section - contains selected financial and demographic information presented on a multi-year basis.

Generally Accepted Accounting Principles (GAAP) require that the City provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Saint Paul's MD&A can be found immediately following the report of the independent auditors.

INTERNAL CONTROL

To provide a reasonable basis for making these representations, the City of Saint Paul has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City of Saint Paul's financial statements in conformity with Generally Accepted Accounting Principles. Because the cost of internal controls should not outweigh their benefits, the City of Saint Paul's comprehensive framework of internal controls has been designed to provide a reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. All internal control evaluations occur within this framework. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

INDEPENDENT AUDIT

State law requires the State Auditor to perform an annual audit of the City and other cities of the first class in Minnesota. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Saint Paul for the fiscal year ended December 31, 2008 are free of 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 the City, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Saint Paul's financial statements for the fiscal year ended December 31, 2008 are fairly presented in conformity with GAAP. The State Auditor's report is presented as the first component of the financial section of this report. As part of their examination, the State Auditor is also issuing a Management and Compliance letter covering the review of the City's system of internal control over financial reporting and tests of compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The Management and Compliance letter will not modify or affect, in any way, this report.

The City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this single audit - including the schedule of expenditures of federal awards, findings and recommendations, and auditor's reports on internal control over financial reporting and tests of compliance with certain provisions of laws, regulations, contracts and grants - will be included in the State Auditor's separately issued Management and Compliance letter.

PROFILE OF THE GOVERNMENT

The City of Saint Paul has been a municipal corporation since 1854. Saint Paul is the state capital and Minnesota's second largest city. The City covers an area of 56 square miles and is situated wholly in Ramsey County. Saint Paul's 2007 population, per the Metropolitan Council, is 287,669. Data recorded by the Metropolitan Council indicates that the number of households in the City has remained relatively stable, and is 114,409 for 2007, a 2.0% increase from 2000.

The City of Saint Paul, Minnesota has a Mayor-Council form of government. The Mayor is elected by the voters of the City at large for four years on a full-time basis. The City is divided into seven wards. Voters of each ward elect a member of the City Council for four years on a part-time basis. Executive power is vested in the Mayor; legislative power is vested in the Council. The Mayor has veto power, which the Council may override with a vote of five members.

City services include: police, fire, street, sewer and bridge maintenance, parks and recreation centers, libraries, licensing, building and housing code inspections, planning and economic development, zoning, public improvements and general administration.

REPORTING ENTITY

The City's financial statements include all funds of the City (primary government) and its component units. The primary government represents all funds under the ultimate control of the Mayor and City Council. The Library Agency and Housing and Redevelopment Authority (HRA) are legally separate; however they both function in essence as a department of the City of Saint Paul and, therefore, have been included as an integral part of the City of Saint Paul's financial statements. The City of Saint Paul is also financially accountable for the legally separate Saint Paul RiverCentre Convention & Visitors Authority, Saint Paul Regional Water Services and the Port Authority of the City of Saint Paul, all of which are reported separately as component units within the City of Saint Paul's financial statements. The nature of the activities of these organizations and the specific justification and methods for inclusion as component units of the City are discussed in the notes to the financial statements.

BUDGET CONTROL

The annual budget serves as a foundation for the City of Saint Paul's financial planning and control. In August of each year, the Mayor presents the budget to the City Council for the following calendar year. The budget includes proposed expenditures and means of financing them. The Council then holds a public hearing to obtain taxpayer comments. The budget is legally adopted through the passage of a Council resolution.

City budget amendments that authorize an increase in total fund spending require approval of the City Council. In addition, City Council approval is required for budget amendments transferring appropriations between departments within the General Fund.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, Citywide Major Events, Library Agency and the HRA General Fund, this is presented on pages 151-153 as part of the required supplementary comparison information. For other governmental funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 164.

ECONOMIC OUTLOOK

Saint Paul is an important part of the overall strong Twin Cities metro area economy. The area gained 46,200 jobs between December 2005 and December 2006.¹ The Minneapolis-Saint Paul area is expected to gain 563,000 jobs by 2030, a 36% increase from 2000.²

Saint Paul compares favorably when ranked among the 20 largest northeast and midwest cities on certain economic and social factors.³ Among these peer cities:

- Saint Paul had the 6th lowest annual unemployment rate in 2007 (4.6%).⁴
- Saint Paul ranks 3rd highest in median household income (\$45,560); 2nd highest in median family income (\$56,824); and 7th highest in per capita income (\$24,934).⁵
- Saint Paul is 6th highest in percent of housing that is owner occupied (58.0%).⁶
- The median value of owner-occupied houses in Saint Paul is 8th highest compared to peer cities (\$208,500).⁷
- Saint Paul ranked 3rd highest in percent of population over 25 years with a bachelor's degree (38.4%)⁸

Over the years, Saint Paul has consistently registered an unemployment rate equal to or lower than that of the U.S. as a whole. The City's unemployment rate for 2007 was on par with both the Minnesota and U.S. rate of 4.6%.⁹ Employment in Saint Paul is not overly reliant on slowing and cyclical sectors, like manufacturing, but rather is based on stable and growing industries such as education, health services and public administration. Saint Paul's largest employment sector is Education and Health Services (51,906 jobs in 2008; 28.7% of total). Other large super sectors include Public Administration (22,495 jobs; 12.4% of total), and Trade, Transportation and Utilities (20,677 jobs; 11.4% of total).¹⁰

¹ Metropolitan Council, *2009 Regional Economic Indicators*, available at: <http://www.metrocouncil.org/metroarea/regIndicators2009.pdf>

² Metropolitan Council, *2030 Regional Development Framework*, updated January, 2007, available at: <http://www.metrocouncil.org/planning/framework/Framework.pdf>

³ The cities are Baltimore, Boston, Buffalo, Chicago, Cincinnati, Cleveland, Columbus, Detroit, Indianapolis, Kansas City, Milwaukee, Minneapolis, New York, Newark, Omaha, Philadelphia, Pittsburgh, St. Louis and Toledo.

⁴ Bureau of Labor Statistics, Local Area Unemployment Statistics. Available at: <http://www.bls.gov/lau/home.htm#data>

⁵ 2007 American Community Survey, through the American FactFinder, available at: <http://www.census.gov>

⁶ 2007 American Community Survey, through the American FactFinder, available at: <http://www.census.gov>

⁷ 2007 American Community Survey, through the American FactFinder, available at: <http://www.census.gov>

⁸ 2007 American Community Survey, through the American FactFinder, available at: <http://www.census.gov>

⁹ Minnesota Department of Employment and Economic Development, available at: <http://www.deed.state.mn.us>

¹⁰ Minnesota Department of Employment and Economic Development's Quarterly Census Employment and Wages (QCEW) tool, available at <http://www.deed.state.mn.us/lmi/tools/qcew.htm>

Similarly, tax base growth has been strong and sustained: From Pay 2003 to estimates for Pay 2009, Saint Paul's taxable market values have increased over 80% (from \$12,659 billion to \$23,805 billion). This strong growth rate is due to the combination of a number of factors, including:

- Strong residential and apartment markets in 2003-2006.
- A state law that is gradually phasing out preferential treatment that limited year-to-year growth in homestead taxable values (known as "limited market value"). Recently, the taxable market value growth rate has slowed slightly as the phase out of limited market value nears completion.
- Strong growth in the tax capacity of commercial and industrial properties has offset slowing in the residential market. Net tax capacities for commercial and industrial properties were projected to grow by 12.9%, compared to 9.7% for residential properties in the 2007 assessment year (for taxes payable in 2008).

Saint Paul began collecting a ½¢ sales tax at the end of 1993, and added a use tax in 2000. Annual net sales and use tax revenues have increased from \$8.4 million in 1994 to \$15.1 million in 2008. In 2009, sales tax revenues are estimated to increase only modestly.

MAJOR INITIATIVES

To maintain this economic growth, the City will continue to develop and implement strategic plans to encourage private investment in housing and economic development projects in Saint Paul.

City Strategic Plan

A new strategic vision for the City was developed by the Mayor's administration in consultation with other stakeholders. To support a vision of Saint Paul as the most livable city in America, it identifies 4 strategic goals:

Ready for School, Ready for Life: Education is core to the quality of life in our great City. Saint Paul will strive to eliminate the achievement gap by ensuring that learning opportunities are accessible for all and are quality-driven. We will achieve this goal by expanding early childhood learning opportunities and setting children on a course for success in school; extending learning opportunities outside of the classroom and connecting formal and informal opportunities throughout the community; and open doorways to higher education by better informing and preparing students for post-secondary educational opportunities.

Safe Streets, Safe Homes: Families will feel secure on our sidewalks and in our homes as a result of our strong sense of community and confidence in our world-class public safety system. We will do this by engaging youth with quality recreational, educational, and youth organizing activities; address areas of disinvestment with revitalization; create strong community partnerships; build a world-class Police Department; invest in a 21st Century Fire Department; and elevate emergency management to leverage resources and knowledge that will prepare City to respond to multi-faceted crises.

Expanding Economic Opportunity: We will build our economic future on the foundation of the City's strengths – a well-educated and creative workforce, sound infrastructure, and local businesses rich with growth potential. Strategies include creating the East Metro's first light rail line and leverage \$1 billion in development; restoring the Union Depot to be a vital regional transportation hub supporting high-speed rail to Chicago; through Invest Saint Paul, stimulating growth by making strategic investments in neighborhoods of greatest disinvestment while coordinating and enhancing other services to these communities; aggressively pursuing the first major developments in downtown in a decade; and leveraging resources and markets for sustainable, environmentally friendly products to build new a new manufacturing economy with living-wage jobs.

Quality Way of Life: Saint Paul will set high standards for healthy urban living through civic leadership, quality assets, sound environmental stewardship, and a welcoming, diverse population. We will improve, expand, and maintain our parks, libraries, and facilities that benefit the neighborhoods they serve; implement a public art policy to integrate into our public and private infrastructure; focus development on a more natural, urban, and connected city through an expanded system of parks, green spaces, bikeways, and trails; and make downtown a music, culture, and creative arts capital that amplifies the City's creative and ethnic voices that bring identity to Saint Paul.

MAJOR DEVELOPMENTS

Central Corridor

The Central Corridor begins in the downtown Saint Paul and runs along University Avenue from the State Capitol to Minneapolis. It has attracted significant investment in the past few years, and stands to attract more in the future as Light Rail Transit (LRT) is constructed. (All required local matches have been secured and LRT construction is scheduled to begin in 2010.) The City Council recently adopted the "Central Corridor Development Strategy", which is a vision and set of strategies for how Central Corridor can grow and change over time in response to the LRT investment. The City Council has also adopted seven station area plans. Planning is underway for three additional stops and for the downtown plan which includes two LRT stations including the joint use development of the Cedar Street Station.

Downtown District

The Penfield development will complete downtown Saint Paul's evolution as a full-service residential neighborhood. The project features 210-230 market rate apartments and a 30,000 square foot full service Lund's grocery store at street level.

Westside Flats is a 45-acre site bordered by Wabasha Street, Plato Boulevard, Robert Street, and the Mississippi River. Phase I of a proposed \$64 million market rate rental and mixed use development will soon be constructed on a 3.6 acre riverfront site with views of downtown.

Cedar Street Station is a mixed use, transit-oriented redevelopment which will transform a key, under-utilized city block in the central business district into a lively urban center, complete with shops, jobs and housing. The redevelopment will create an activity area where light rail and bus transit converge for downtown workers and residents and 2 million annual visitors. It will showcase best practices for transit development in a northern climate, combining skyways and walkable streets that better connect distinct areas of downtown including Rice Park and the Minnesota Event District to Lowertown and Mears Park.

Cray Inc. and Microsoft both recently announced their moves to downtown Saint Paul. Cray Inc. will bring 230 professional positions to the central business district and Microsoft brings 26 with the expectation of local office growth to 35.

New downtown restaurants have opened within the last year, including the American Burger Bar, Barrio, POP! , The Bulldog and Il Vesco Vino.

East

Phalen Corridor is a formerly blighted and underutilized industrial corridor served by railroads that runs northeast from downtown to the Phalen Village neighborhood. The last section of the new 2.5-mile, \$61 million Phalen Boulevard opened in 2006. It is the first new road built in Saint Paul in more than 20 years, and it gives the East Side direct access to Interstate 35E. Major developments in the corridor include Phalen Village, with a new \$60 million building for the State Bureau of Criminal Apprehension and over \$50 million in more than 400 units of new and rehabilitated housing adjacent to a repositioned commercial center, in which a new Cub supermarket is located. At the west end of Phalen Boulevard are the Williams Hill Business Center, the Metro Transit bus barns, and the Westminster Junction Business Center, which together provide almost 1,500 new jobs developed on former brownfields that used to provide only about 50 jobs.

North End

The Winnipeg Apartments on Rice Street is a completed 56-unit affordable housing with first floor retail space. This development is a key gateway to the Invest St. Paul project area and the Rice Street commercial strip.

West

Carlton Place at Raymond and University is the second phase Carlton Place Lofts. Phase 1, now completed, has 169 units. Phase II will have 174 rental units and 325 underground parking spaces. Except for state clean-up funds, Phase II is privately financed; there are no other public dollars in this project. This is exciting as it is an indication of market interest in this important LRT corridor.

Frogtown Square is another Central Corridor project on University Avenue. This is a partnership of Episcopal Homes and local Community Development Corporations. This is a 50-unit senior housing project with 18,000 square foot of new commercial space at a key light rail station area. The project was recently approved for a \$6.4 million HUD Section 202 Program grant.

Trader Joe's at Lexington and Randolph is a 14,000 square foot store with 5,000 square foot of additional retail space in an adjacent building. The Grand Opening was June 26, 2009.

CASH AND INVESTMENT MANAGEMENT

Cash balances during the year were invested in U.S. Treasuries, Agencies of the Federal Government, commercial paper, certificates of deposit, municipal securities, money market funds and guaranteed investment contracts, in accordance with Minnesota State Statute 118A and the City's Investment Policy. An investment policy was adopted by the City Council in July 2003 to improve management of the City's investment portfolio. The investment policy's goal is to preserve safety by minimizing credit and market risks, while ensuring liquidity and maintaining a competitive yield on the portfolio.

The City has contracted investment management services with four external managers to manage a portion of the portfolio. As of December 31, 2008, the effective yield on the portfolio was 4.52% and reported interest on investments was \$10.3 million. All securities purchased by the City are held by a third party safekeeping agent in the City's name.

DEBT MANAGEMENT

The City of Saint Paul partners with Ramsey County and Independent School District #625 (Saint Paul Public Schools) as members of the Joint Property Tax Advisory Committee (JPTAC). The JPTAC, created by Minnesota law, is charged with the obligation to reduce the overall tax burden on the citizens of Saint Paul. The Joint Debt Advisory Committee (JDAC), a subcommittee of JPTAC, is charged with overseeing and reporting to the public on joint debt activities. This group evaluates compliance by the jurisdictions within the adopted target ranges for satisfactory debt management and releases its findings in the Joint Debt Book, which is published every two years.

The City of Saint Paul's overall general obligation debt, adjusted to inflation, increased 2.8% from 2007 to 2008. The major debt position indicators fall into average or below average range according to the Standard & Poor's ranges for Cities with population over 150,000.

The City maintained its AAA bond rating from Standard & Poor's and Aa2 bond rating from Moody's due to strong management and financial performance.

RISK MANAGEMENT

The City has a centralized Risk Management Division within the Office of Human Resources that provides direction, management, coordination and planning services for risk, insurance and employee benefit programs. The risk management effort covers significant loss exposures, applies effective and reasonable risk controls and suggests funding arrangements for both insured and self-funded risks to ensure that the financial integrity of the City is not impaired after a loss.

The Risk Management Division also provides administrative and management services in the areas of health and welfare benefits, tort liability, workers' compensation, occupational health, loss control and safety, emergency preparedness, contract review and property insurance. Additional information on the City of Saint Paul's risk management activities can be found in Note VIII.C of the notes to the financial statements.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Saint Paul, Minnesota for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2007. This was the 32nd consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently-organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

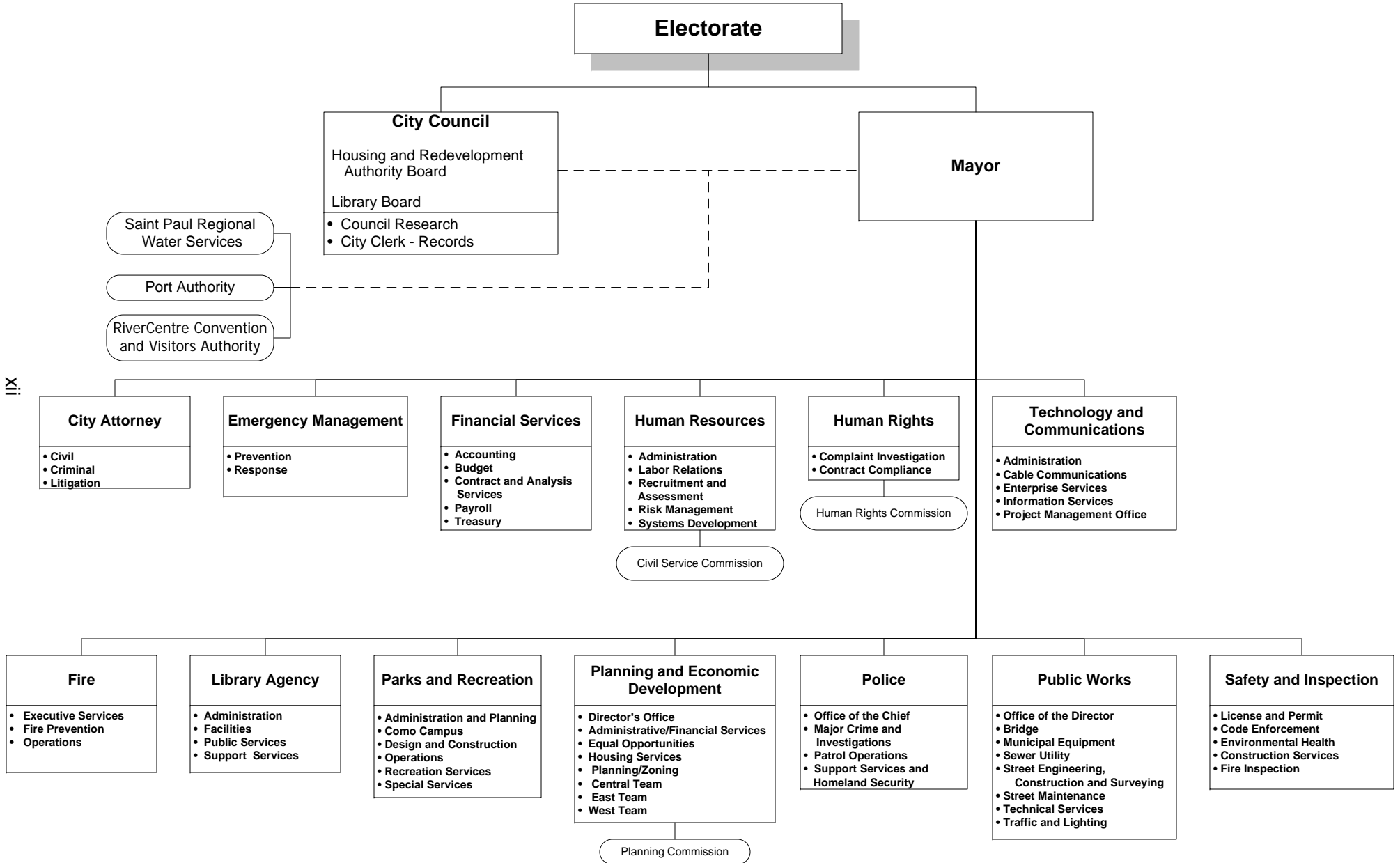
The preparation of the 2008 Comprehensive Annual Financial Report was accomplished through the combined efforts of the Office of Financial Services' accounting staff and departmental accountants. The State Auditor's cooperation in scheduling staff to review statements as they were prepared was very helpful and appreciated.

Cordially,



Margaret Kelly, Director
Office of Financial Services

City of Saint Paul, Minnesota Organizational Chart



ix.

**City of Saint Paul, Minnesota
Elected and Appointed Officials
As of December 31, 2008**

Elected Officials

Office	Name	Term Expires
Mayor	Christopher B. Coleman	January 1, 2010
Councilmember—Ward 1	Melvin Carter	January 1, 2012
Councilmember—Ward 2	Dave Thune	January 1, 2012
Councilmember—Ward 3	Patrick Harris	January 1, 2012
Councilmember—Ward 4	Russ Stark	January 1, 2012
Councilmember—Ward 5	Lee Helgen	January 1, 2012
Councilmember—Ward 6	Dan Bostrom	January 1, 2012
Councilmember—Ward 7	Kathy Lantry	January 1, 2012

Appointed Officials

Department/Division/Office	Director's Name	Term Expires
Citizen Services	Shari Moore	*
City Attorney	John Choi	*
Deputy Mayor	Ann Mulholland	*
Emergency Management	Rick Larkin	*
Financial Services	Margaret Kelly	*
Fire	Tim Butler	November 24, 2013
Human Rights	Readus Fletcher	**
Human Resources	Angela Nalezny	*
Library Agency	Melanie Huggins	*
Parks and Recreation	Mike Hahm	*
Planning and Economic Development	Cecile Bedor	*
Police	John Harrington	June 30, 2010
Public Works	Bruce Beese	*
Safety and Inspection	Bob Kessler	*
Saint Paul Regional Water Services	Stephen Schneider	*
Technology and Communications	Andrea Casselton	*

* Serves at the pleasure of the Mayor.

** Mayor Coleman appointed Readus Fletcher as Interim Director of Human Rights in 2008.

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Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Saint Paul
Minnesota

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "M. L. Post".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director



REBECCA OTTO
STATE AUDITOR

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INDEPENDENT AUDITOR'S REPORT

The Honorable Christopher B. Coleman, Mayor,
and Members of the City Council
City of Saint Paul, Minnesota

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Saint Paul, Minnesota, as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Saint Paul RiverCentre Convention and Visitors Authority, which represent 2 percent, 1 percent, and 17 percent, respectively, and the Port Authority of the City of Saint Paul, which represent 30 percent, 12 percent, and 25 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Saint Paul RiverCentre Convention and Visitors Authority and the Port Authority of the City of Saint Paul, is based solely on the reports of the other auditors.

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 of material misstatement. The financial statements of the Saint Paul RiverCentre Convention and Visitors Authority were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Saint Paul as of December 31, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and the required supplementary information listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the City of Saint Paul's basic financial statements. The supplementary information and the other supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 23, 2009, on our consideration of the City of Saint Paul's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit. It does not include the Saint Paul RiverCentre Convention and Visitors Authority or the Port Authority of the City of Saint Paul, which were audited by other auditors.



REBECCA OTTO
STATE AUDITOR



GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

July 23, 2009

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

OVERVIEW OF THE FINANCIAL STATEMENTS

As management of the City of Saint Paul, we offer readers of the City's financial statement this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2008. We encourage readers to consider the information presented here in conjunction with the City's financial statements and the additional information that we have furnished in our letter of transmittal, which can be found on pages v-xi of this report.

FINANCIAL HIGHLIGHTS

- The assets of the City of Saint Paul exceeded its liabilities at the close of the most recent fiscal year by \$1,232.3 million (*net assets*). Of this amount, \$143.9 million (*unrestricted net assets*) may be used to meet the government's obligations to citizens and creditors; \$22.0 million is restricted for specific purposes and \$1,066.4 million is invested in capital assets net of related debt. The total net assets include all major infrastructure networks.
- The City's total net assets increased by \$0.9 million. Governmental activities increased by \$4.0 million and business-type activities decreased by \$3.1 million.
- The City of Saint Paul's governmental funds reported combined ending fund balances of \$195.8 million, a decrease of \$1.1 million in comparison with the prior year. Approximately 84.6% of this amount or, \$165.6 million, is unreserved and available for use within the City's designations and policies.
- The City adopted a fund balance policy for the General and General Debt Service Funds. The policy established specific goals and guidance for future decisions regarding the appropriate level and use of fund balance. The General Fund balance should be maintained at 15% of the next year's planned budget for the General Fund and the Library Agency Fund which is financed by property taxes and local government aid. The General Debt Service fund balance should maintain an amount equal to the first half of the subsequent year's debt service, plus 7.5%, in addition to any reserves required by bond indentures, covenants, ordinances, other debt obligations and any net unrealized gains or losses associated with the fair value of investments.
- At the end of the fiscal year, fund balance for the General Fund was \$32.0 million, a decrease of \$3.0 million. The General Fund balance is 14.9% of the budgeted 2009 General Fund expenditures of \$197.7 million plus the Library Agency expenditures of \$17.2 million. In accordance with the fund balance policy, the City adopted a budget resolution in May 2009 reducing 2009 spending to bring the fund balance back into compliance with the policy.
- At the end of the fiscal year, fund balance for the General Debt Service Fund was \$18.0 million or 81.1% of the 2009 budgeted annual debt service payments, which includes principal and interest of \$22.2 million.
- The City's total long-term bonds and notes increased by \$13.9 million, a 2.6% increase from 2007 for a total outstanding on December 31, 2008 of \$548.3 million.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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 a private-sector business.

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. To assess the overall health of the City, one needs to consider additional non-financial factors such as changes in the City's property tax base and the condition of the City's infrastructure.

The *Statement of Activities* presents information showing how the City's net assets changed during the fiscal year. All changes in net assets are reported when the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from 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 of the City include general government, public safety, highways and streets, sanitation, health, culture and recreation, and housing and economic development. The business-type activities of the City of Saint Paul include sewer; development loan programs; parking; parks, recreation and athletics; impound lot; and printing.

The government-wide financial statements include not only the City of Saint Paul itself (known as the primary government), but also Saint Paul RiverCentre Convention & Visitors Authority (RCVA), Saint Paul Regional Water Services (SPRWS) and Port Authority of the City of Saint Paul, which are separate legal entities for which the City of Saint Paul is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself. The Housing and Redevelopment Authority of the City of Saint Paul (HRA) and the Saint Paul Library Agency, although legally separate, function for all practical purposes as departments of the City of Saint Paul; and therefore, have been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 25-27 of this report.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

OVERVIEW OF THE FINANCIAL STATEMENTS

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 fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on 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 fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 54 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Citywide Major Events, Library Agency, HRA General, General Debt Service, HRA General Debt Service and Capital Improvement Projects, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 28-34 of this report.

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. The City uses enterprise funds to account for its Sewer Utility, HRA Loan Enterprise, HRA Parking, Special Services, Watergate Marina, Impounding Lot and RiverPrint Saint Paul/Ramsey County activities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses its internal service funds to account for City Attorney-Outside Services, Risk Management Retention, Internal Borrowing, Purchasing's Value Added Services, Information Systems, City-Wide Data Processing, Equipment Services Fire-Police, Public Works Engineering, Energy Conservation Investment, Public Works Traffic, Signal and Lighting Maintenance, Asphalt Plant, Public Works Equipment, Public Works Administration, Parks and Recreation Special Projects, Parks and Recreation Supply and Maintenance, and Planning and Economic Development Administration. The services provided by these funds predominately benefit the governmental rather than the business-type functions. They have been included within governmental activities in the government-wide financial statements.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

OVERVIEW OF THE FINANCIAL STATEMENTS

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Sewer Utility, HRA Loan Enterprise and HRA Parking funds, since they are considered to be major funds of the City. Data from the other enterprise funds are combined into a single aggregated presentation. All internal service funds are combined into a separate single aggregated presentation 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.

The basic proprietary fund financial statements can be found on pages 35-41 of this report.

Fiduciary Funds – Fiduciary 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.

The basic fiduciary fund financial statements can be found on page 43 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 47-150 of this report.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, *Required Supplementary Information*, presents a detailed budgetary comparison schedule for the General Fund, Citywide Major Events, Library Agency and the HRA General Fund to demonstrate compliance with the budget. In accordance with the requirements of GASB Statement 45, it also includes other post-employment benefit plan information: a) schedule of funding progress and b) schedule of employer contributions. These schedules can be found on pages 151-156 of this report. The combining statements referred to earlier in connection with nonmajor governmental funds, proprietary funds, internal service funds and other information related to the individual funds are presented immediately following the required supplementary information. Combining and individual statements and schedules can be found on pages 162-218 of this report.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

The analysis of the City's financial position begins with a review of the *Statement of Net Assets* and the *Statement of Changes in Net Assets*. These two statements report the City's net assets and changes therein. It should be noted that the financial position can also be affected by non-financial factors, including economic conditions, population growth and new regulations. Net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Saint Paul, assets exceeded liabilities by \$1,232.3 million as of December 31, 2008. The City is able to report positive balances in all categories of net assets, for the government as a whole, as well as for its separate categories – governmental and business-type activities.

CONDENSED STATEMENT OF NET ASSETS

(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2008	2007 Restated	2008	2007	2008	2007 Restated	
Current and Other Assets	\$ 358,364	\$ 448,947	\$ 118,794	\$ 105,698	\$ 477,158	\$ 554,645	(13.97)%
Capital Assets	1,113,963	1,093,310	364,352	369,949	1,478,315	1,463,259	1.03%
Total Assets	<u>\$1,472,327</u>	<u>\$1,542,257</u>	<u>\$ 483,146</u>	<u>\$ 475,647</u>	<u>\$1,955,473</u>	<u>\$2,017,904</u>	(3.09)%
Long-Term Liabilities	\$ 490,704	\$ 476,517	\$ 142,694	\$ 132,156	\$ 633,398	\$ 608,673	4.06%
Other Liabilities	79,935	168,085	9,802	9,673	89,737	177,758	(49.52)%
Total Liabilities	<u>\$ 570,639</u>	<u>\$ 644,602</u>	<u>\$ 152,496</u>	<u>\$ 141,829</u>	<u>\$ 723,135</u>	<u>\$ 786,431</u>	(8.05)%
Net Assets:							
Invested in Capital Assets, Net of Related Debt	\$ 828,526	\$ 854,784	\$ 237,901	\$ 259,106	\$1,066,427	\$1,113,890	(4.26)%
Restricted	12,098	14,398	9,894	17,067	21,992	31,465	(30.11)%
Unrestricted	61,064	28,473	82,855	57,645	143,919	86,118	67.12%
Total Net Assets	<u>\$ 901,688</u>	<u>\$ 897,655</u>	<u>\$ 330,650</u>	<u>\$ 333,818</u>	<u>\$1,232,338</u>	<u>\$1,231,473</u>	0.07%

The largest portion of the City's net assets, \$1,066.4 million (approximately 86.5%), reflects its investments in capital assets (e.g., land, building, improvements, equipment, infrastructure, and construction in progress), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide service 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 be used to liquidate these liabilities.

An additional portion of the City's net assets, \$22.0 million (approximately 1.8%), represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets, \$143.9 million (approximately 11.7%), may be used to meet the government's ongoing obligation to citizens and creditors.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

Analysis of the City's Operations – The following table provides a summary of the City's operations for the year ended December 31, 2008. Overall, both the governmental and business-type activities revenue and expenses remained stable. Governmental activities increased the City of Saint Paul's net assets by \$4.0 million. Business-type activities decreased the City's net assets by \$3.1 million. Compared to last year's change in net assets, the governmental activities experienced an increase of \$4.4 million and the business-type activities incurred an increase of \$8.5 million.

CONDENSED STATEMENT OF CHANGES IN NET ASSETS (in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2008	2007 Restated	2008	2007	2008	2007 Restated	
Revenues:							
Program Revenues							
Charges for Services	\$ 106,555	\$ 92,632	\$ 63,860	\$ 61,802	\$ 170,415	\$ 154,434	10.35%
Operating Grants and Contributions	73,826	35,593	3,843	300	77,669	35,893	116.39%
Capital Grants and Contributions	21,442	15,446	-	11,413	21,442	26,859	(20.17)%
General Revenues							
Property Taxes	96,397	84,443	1,194	1,276	97,591	85,719	13.85%
City Sales Tax	14,991	15,664	-	-	14,991	15,664	(4.30)%
Franchise Fees and Other Taxes	27,334	26,151	-	-	27,334	26,151	4.52%
Local Government Aid	51,093	59,961	-	-	51,093	59,961	(14.79)%
Grants and Contributions Not Restricted	13,117	13,076	-	-	13,117	13,076	0.31%
Investment Income	14,375	22,090	1,647	2,549	16,022	24,639	(34.97)%
Gain on Sale of Capital Assets	19	46	1,339	1	1,358	47	2789.36%
Miscellaneous	1,733	13,778	141	32	1,874	13,810	(86.43)%
Total Revenues	\$ 420,882	\$ 378,880	\$ 72,024	\$ 77,373	\$ 492,906	\$ 456,253	8.03%

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

CONDENSED STATEMENT OF CHANGES IN NET ASSETS (in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2008	2007 Restated	2008	2007	2008	2007 Restated	
Expenses:							
General Government	\$ 36,157	\$ 35,161	\$ -	\$ -	\$ 36,157	\$ 35,161	2.83%
Public Safety	197,450	146,989	-	-	197,450	146,989	34.33%
Highway and Streets	50,889	79,805	-	-	50,889	79,805	(36.23)%
Sanitation	13,847	9,997	-	-	13,847	9,997	38.51%
Health	3,962	3,985	-	-	3,962	3,985	(0.58)%
Culture and Recreation	70,427	66,125	-	-	70,427	66,125	6.51%
Housing and Economic Development	34,642	32,449	-	-	34,642	32,449	6.76%
Interest and Fiscal Charges	25,792	28,779	-	-	25,792	28,779	(10.38)%
Sewer	-	-	31,035	30,543	31,035	30,543	1.61%
Development Loan Programs	-	-	6,539	14,298	6,539	14,298	(54.27)%
Parking	-	-	12,593	11,256	12,593	11,256	11.88%
Parks, Recreation and Athletics	-	-	4,688	4,646	4,688	4,646	0.90%
Impound Lot	-	-	2,562	2,858	2,562	2,858	(10.36)%
Printing	-	-	1,458	1,380	1,458	1,380	5.65%
Total Expenses	\$ 433,166	\$ 403,290	\$ 58,875	\$ 64,981	\$ 492,041	\$ 468,271	5.08%
Change in Net Assets before Transfers	\$ (12,284)	\$ (24,410)	\$ 13,149	\$ 12,392	\$ 865	\$ (12,018)	107.20%
Transfers	16,317	24,063	(16,317)	(24,063)	-	-	
Change in Net Assets	\$ 4,033	\$ (347)	\$ (3,168)	\$ (11,671)	\$ 865	\$ (12,018)	107.20%
Net Assets, January 1, As Restated (Note III.C)	\$ 897,655	\$ 898,002	\$ 333,818	\$ 345,489	\$1,231,473	\$1,243,491	(0.97)%
Net Assets, December 31	\$ 901,688	\$ 897,655	\$ 330,650	\$ 333,818	\$1,232,338	\$1,231,473	0.07%

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

Governmental Activities

Governmental activities increased the City's net assets by \$4.0 million. The revenues increased by \$42.0 million and the net transfers decreased by \$7.7 million. The expenses increased by \$29.9 million as compared to the previous year.

The increase in revenues mainly came from a \$39.3 million grant received from the United States Department of Justice to provide funding for the cost of the Republican National Convention that was held in Saint Paul in 2008. The grant is reported as operating grants and contributions for \$36.5 million and as capital grants and contributions for \$2.8 million. Other notable changes in revenues include the following:

- Increase in Property Tax Levy of 14.9% \$ 12.0 million
- Decrease in allotment of Local Government Aid \$ (8.9) million
- Suspended participation in securities lending program \$ (3.9) million

Public safety expenses increased by \$50.5 million compared to the prior year. This was a result of one-time expenses of \$39.3 million related to the 2008 Republican National Convention. In addition, salaries and fringe benefits of Police, Fire and other public safety personnel increased \$8.1 million mainly due to a cost of living adjustment of 3.25%.

Expenses in highways and streets decreased by \$28.9 million. Of this amount, \$22.1 million of the prior year expense was due to a reduction in the value of the infrastructure capital assets reported in the City's books that had been vacated, were duplicates or belonged to other governmental units.

Business-type Activities

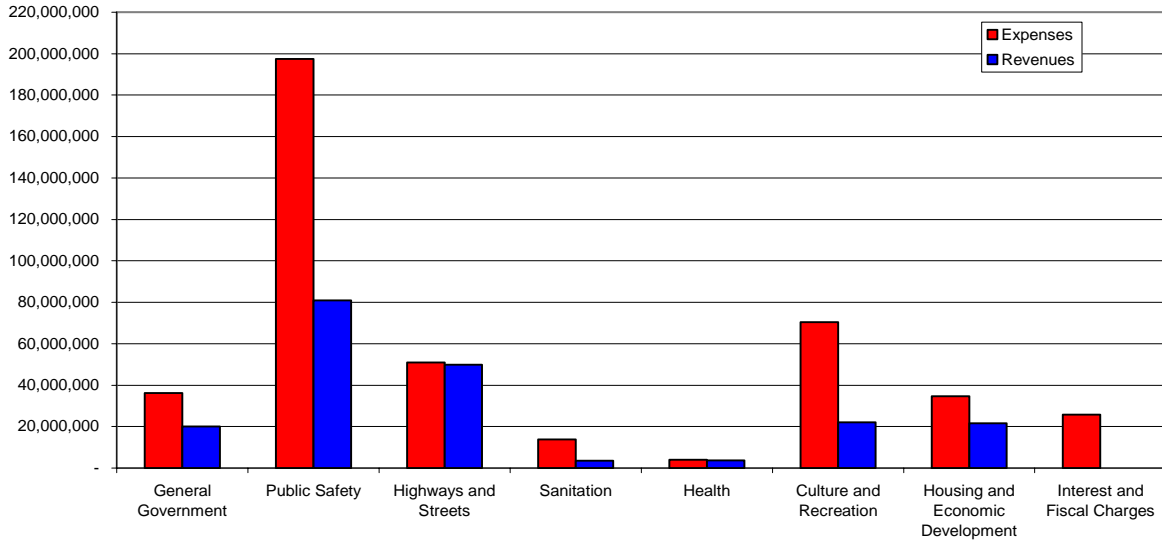
Business-type activities experienced a contraction in net assets of \$3.1 million. This is mainly attributed to the transfers to governmental activities of \$16.3 million. However, before these transfers, the business-type activities increased the net assets by \$13.1 million. This increase in the net assets of the business-type activities can be attributed to the sewer revenues exceeding expenses by \$13.4 million and the rest of the business-type activities reporting a combined negative income of \$ 0.3 million.

CITY OF SAINT PAUL, MINNESOTA

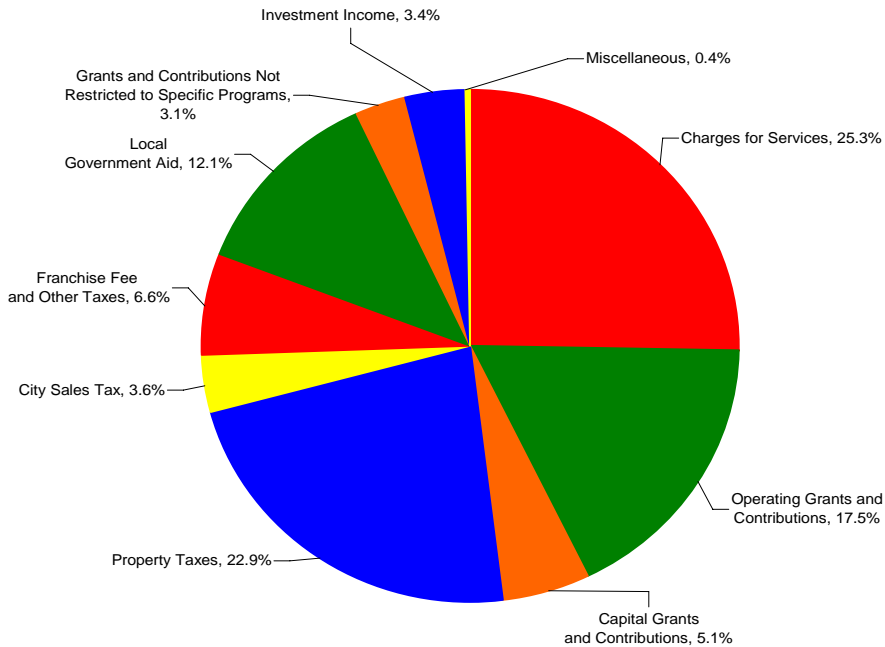
MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

Expenses and Program Revenues – Governmental Activities



Revenue by Source – Governmental Activities

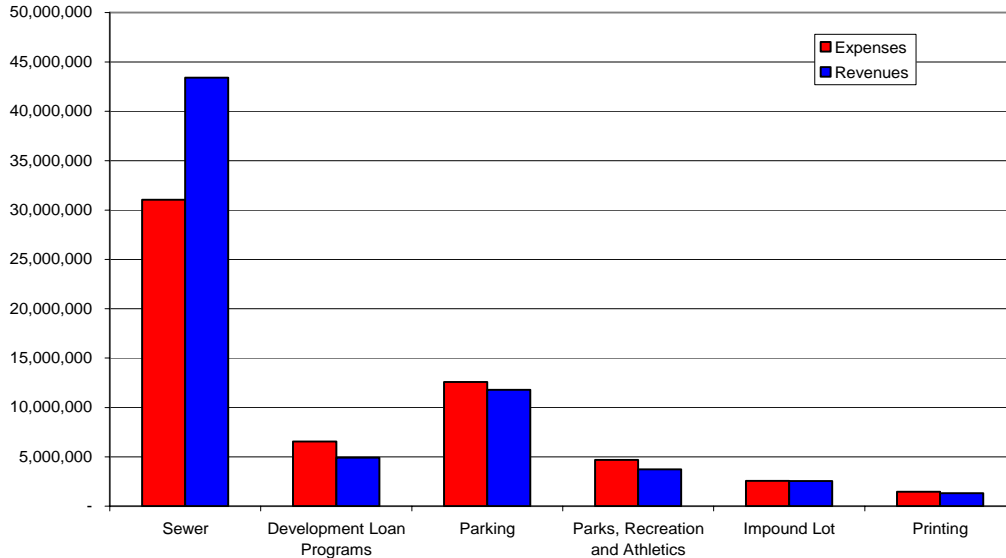


CITY OF SAINT PAUL, MINNESOTA

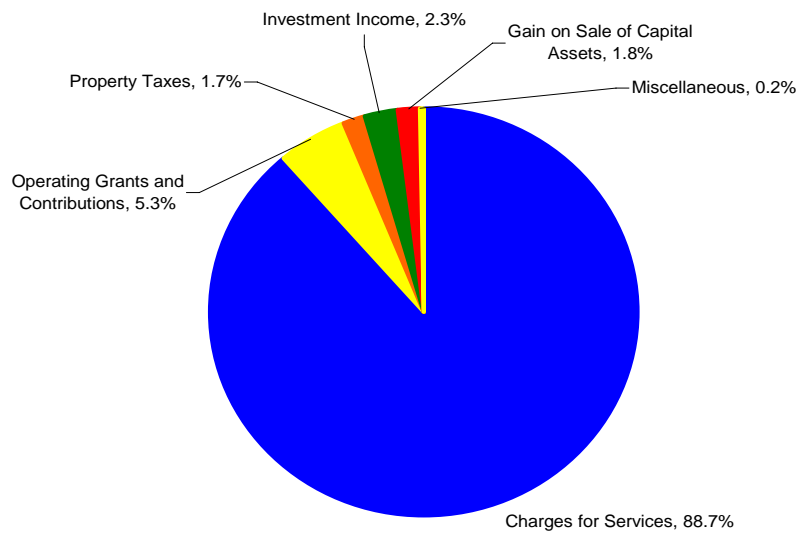
MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT AS A WHOLE

Expenses and Program Revenues – Business-type Activities



Revenues by Source – Business-type Activities



CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds

The focus of the City of Saint Paul's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year.

At the end of current fiscal year, the City of Saint Paul's governmental funds reported combined ending fund balances of \$195.8 million. Approximately 84.6% of this total amount (\$165.6 million) constitutes unreserved fund balance. The remainder of the fund balance is reserved to indicate that it is not available for new spending, because it has already been committed to pay for:

	(in thousands)
Encumbrances	\$ 24,288
Imprest Funds	120
Advances to Other Funds	1,578
Advance to Component Unit	1,334
Long-Term Receivable	546
Mandatory 5% for Debt Retirement	1,437
Revenue Shortfalls and Unforeseen Expenditures	541
Permanent Funds' Activities	35
Highway Projects	267
	<u>\$ 30,146</u>

Of the \$165.6 million unreserved fund balance, the use is available for specific purposes in which these funds were collected.

	(in thousands)
General Fund	\$ 29,328
Special Revenue Funds	32,828
Debt Service Funds	55,883
Capital Projects Funds	47,565
Permanent Funds	37
Total	<u>\$ 165,641</u>

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

General Fund is the primary operating fund of the City. Total fund balance as of December 31, 2008, was \$32.0 million, of which \$29.3 million was unreserved. It may be useful to compare unreserved fund balance to total fund balance and total fund expenditures as a measure of the fund's liquidity. Unreserved fund balance represents 91.56% of total fund balance and 15.49% of total 2008 fund expenditures including transfers out. The fund balance decreased by \$3.0 million during the current fiscal year.

The following table provides an overview of General Fund revenues by source.

Revenues by Source	2008	2007	Total
			Percent Change
Property Tax	\$ 56,078,047	\$ 46,624,315	20.28%
Franchise Fees and Other Taxes	23,274,481	23,011,945	1.14%
Intergovernmental	57,688,930	63,829,793	(9.62)%
Fees, Sales and Services	18,692,942	16,760,509	11.53%
Interest	6,712,576	14,695,984	(54.32)%
Miscellaneous	2,214,801	1,054,153	110.10%
Transfers In	19,661,742	17,651,528	11.39%
Capital Lease	2,091,000	-	100.00%
Total	<u>\$ 186,414,519</u>	<u>\$ 183,628,227</u>	1.52%

Overall, General Fund revenues increased by \$2.8 million or 1.52% as compared to 2007. If you factor out the Capital Lease financing of \$2.1 million, revenues only increased by 0.38%. However, Property Taxes; Fees, Sales and Services and Transfers In increased while Intergovernmental Revenue and Interest Earnings decreased.

In 2008, property tax revenue increased by \$9.5 million or 20.28%. The City approved a 14.94% increase in the overall property tax levy and increased the General Fund's portion of the levy from 69.90% in 2007 to 71.28% in 2008. The remaining portion of the property tax levy supports the Saint Paul Library Agency (18.57%) and General Debt Service Fund (10.15%). This resulted in \$7.9 million increased revenue. In addition, the City received a one-time payment of \$1.5 million in current and delinquent tax increment funds associated with the close out of the Downtown and 7th Place tax increment district.

Intergovernmental revenue decreased by \$6.1 million primarily due to the unallotment of \$5.7 million in Local Government Aid from the State of Minnesota. The additional reduction of \$0.4 million was associated with lower police pension aid.

Fees, sales and services increased by \$1.9 million. Paramedic fees increased by approximately \$0.9 million compared to last year because of a 10% fee increase. An additional \$0.6 million was generated from vacant building registration fees associated with a rate increase from \$250 to \$1,000 in order to properly reflect the City's cost of monitoring, \$0.2 million in better collection rates for certificate of occupancy fees and \$0.2 million in special police services.

Interest earnings decreased by \$8.0 million. In 2007, the City received one-time revenue of \$3.8 million for termination of an interest rate swap agreement. In addition, the City suspended participation in securities lending transactions as of September 2008, which reduced interest

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

earnings and expenditures by \$3.9 million. The General Fund recorded an increase in fair value of investments of \$1.2 million.

Transfers In increased by \$2.0 million. The increase is mainly associated with the transfer of special assessment revenue recorded in the Capital Improvement Projects fund to reimburse the General Fund for costs related to additional summary nuisance abatement activities and an increase in indirect cost recovery transfers from other funds.

Total General Fund expenditures increased by \$10.5 million or 5.85% as compared to 2007.

Expenditures by Function	2008	2007	Total Percent Change
General Government	\$ 24,638,751	\$ 23,140,421	6.47%
Public Safety	126,215,559	116,786,009	8.07%
Highways and Streets	1,557,089	1,498,232	3.93%
Culture and Recreation	26,102,556	24,299,349	7.42%
Miscellaneous	5,922,691	4,148,543	42.77%
Debt	3,236,385	7,099,361	(54.41)%
Transfers Out	1,718,958	1,949,294	(11.82)%
Total	<u>\$ 189,391,989</u>	<u>\$ 178,921,209</u>	5.85%

The majority of increase occurred in salary and fringe benefit expenditures. Overall, an additional \$3.4 million or 3.1% was spent for salaries, which reflects the negotiated cost of living increase. \$3.9 million or an additional 10.72% was spent in fringe benefits. The cost of employee health insurance increased by 19.48% and the City's contribution for Police, Fire and other pensions increased by 13.73%

Other public safety expenditures increased by \$3.9 million. The City restored the police vehicle capital lease program and acquired \$2.1 million in new squad cars. Service expenditures increased by \$0.9 million because of full year implementation of a contract with Ramsey County for the operation of the joint emergency communications center. Motor fuel expenditures increased by \$0.4 million for Police and Fire vehicles. Expenditures related to summary nuisance abatement activities, such as boarding or demolition of vacant buildings, increased by \$0.5 million.

Other culture and recreation expenditures increased by \$1.3 million. This was mainly due to increased utility costs and unexpected water consumption at the newly opened Great River Water Park at Oxford Community Center. There were unplanned drainages of the pools during the year due to testing and legislative action compliance concerning drain covers.

Miscellaneous expenditures increased by \$1.8 million. \$1.1 million of this increase is due to a change in the way the City pays for right of way maintenance, storm sewer system charge and other special assessments on city-owned property to the other City funds that provided the service. Also, tort liability settlements increased by approximately \$0.3 million.

Debt expenditures decreasing by \$3.9 million is due to suspending securities lending activity as noted above.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Citywide Major Events Fund was added in 2008 to account for financing and spending for major events such as the federal grant received for the 2008 Republican National Convention security. The City of Saint Paul was awarded a \$50.0 million grant from the United States Department of Justice. This grant provided funding to facilitate the public safety and security planning measures that ensured the safety and security of all persons who lived, worked, and visited Saint Paul during the convention. The Republican National Convention was designated as a National Special Security Event by the Department of Homeland Security and was held on September 1-4, 2008, at the Xcel Energy Center in Saint Paul. The Saint Paul Police Department was the lead local agency in charge of security. Law Enforcement agencies that participated in the security event were reimbursed a total of \$20.3 million. In addition, the City purchased \$2.8 million of equipment. Total expenditures reported in this fund for 2008 were \$39.5 million. Federal grant revenue of \$39.3 million and interest earnings of \$0.2 million were received for a total of \$39.5 million in revenue.

Library Agency Fund accounts for the general operations of the Saint Paul Public Library. The purpose of separating the Library from the General Fund was to increase its visibility within the community. Revenues to support the agency are from property taxes, local government aid and market value homestead credit. Revenues reported from these sources totaled \$14.4 million with expenditures including transfers out of \$14.5 million. The net decrease in fund balance was \$0.1 million. The fund is reporting a fund balance on December 31, 2008, of \$0.3 million.

HRA General Fund is the chief operating fund of the HRA. Revenues include the HRA property tax levy, fees from conduit revenue bond issues, property rentals, land sale proceeds, and investment earnings. The major spending activities are for staff administration of HRA programs, maintenance of HRA properties, and professional services for HRA programs and projects. The fund balance in the HRA General Fund increased by \$3.0 million to a total of \$11.7 million at December 31, 2008 due to a transfer in of excess tax increments of \$2.7 million from a tax increment district which closed in 2008. The fund balance is expected to begin decreasing in 2009, due to the lack of land sale proceeds and the close out of the above tax increment district to absorb administration expenses.

General Debt Service Fund accounts for the revenues and expenditures relating to the City's general obligation debt that is supported by property tax revenues. In 2008, \$7.3 million was received in taxes, \$1.0 million less than in 2007. The Transfers In of \$12.1 million increased by \$0.4 million and made up some of this difference. This increase is from the Sewer Utility fund for the Water Pollution Abatement Bond repayment schedule. The total fund revenues were \$20.3 million. The expenditures for debt payments in 2008 totaled \$20.5 million, resulting in a decrease in fund balance of \$1.0 million. This was a planned use of fund balance in accordance with the City adopted fund balance policy. The remaining fund balance of \$18.0 million at the end of the fiscal year is to be used for future debt service payments.

HRA General Debt Service Fund accumulates resources and pays debt service for the HRA's debt that is not financed by the HRA's two enterprise funds. Debt service on the bonds is financed by property tax increments, transfer of City sales taxes, lease payments from the City, and investment earnings. At December 31, 2008, the fund balance is \$21.4 million, which is entirely dedicated for future debt service. Total debt spending in 2008 was \$16.8 million. New debt of \$7.7 million was issued for a recreational facility lease bond for a facility which will be leased by the City of Saint Paul for the duration of the bonds. Loans of \$4.5 million with the RiverCentre Convention Center were written off. The decrease in fund balance was due primarily to the final bond payment of \$3.6 million on the bonds for the tax increment district which was closed in 2008.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Capital Improvement Projects Fund accounts for the major capital improvement projects relating to City-owned capital assets. The fund has a total fund balance of \$2.6 million. The net increase in fund balance during the current year was \$12.8 million. For 2008 bonds issued were \$22.1 million compared to \$12.5 issued in 2007, an increase of \$9.6 million. This increase is attributed to Public Safety bonds issued in the amount of \$10.5 million for the Police Department's new Western District Police Station. The City also received capital lease proceeds of \$2.3 million for the City Hall Annex building renovation project.

Proprietary Funds

The City of Saint Paul's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Sewer Utility Fund had another year of strong performance in 2008, with a net asset balance of \$269.6 million and an unrestricted net asset balance of \$49.0 million at December 31, 2008. Unrestricted net assets increased in 2008 by \$16.9 million in conjunction with a decrease in investment of capital assets net of related debt. The net asset balance decreased in 2008 by \$3.2 million primarily due to the timing of when capital projects are completed and billed. This decrease also includes Watershed costs of about \$1.8 million that are a new requirement that started in 2007, but the 2007 costs were not billed until 2008. Operating cash is being maintained in the \$40-\$45 million range. Revenues continue their constant trend with a ten percent (10.0%) increase in sanitary rates and a twelve percent (12.0%) increase in storm rates, which was recommended by the Mayor and adopted by the City Council in late 2008 for implementation January 1, 2009.

In the next couple of years the Sewer Utility Enterprise Fund anticipates a decrease in unrestricted net assets as a result of the Ford Motor Plant closing, continuation of an Inflow / Infiltration program, major reconstruction of storm sewer tunnels, and other construction repair work.

At this time the only restrictions placed on resources in the Sewer Utility Enterprise Fund are those related to outstanding debt, which are not unusual in their nature or restrictions. In March 2008, Standard & Poor's Rating Group indicated their support of Sewer Utility management by maintaining their rating of the Sewer Utility's revenue bonds as AAA and Moody's maintained their rating as AA2.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

HRA Loan Enterprise Fund accounts for loans issued and related servicing for various housing and economic development programs and projects. The fund has unrestricted net assets totaling \$21.4 million at December 31, 2008. The assets of the fund include loans receivable and accrued interest on these loans which are reported at \$6.2 million (net of allowance) and in many cases have long repayment terms before there will be liquidation to cash. Cash and investments are reported at \$7.6 million at December 31, 2008. The fund had an overall decrease in net assets of \$0.4 million for 2008. The fund received a contribution of \$1.4 million from an outside home mortgage agency for home mortgage loan issuance by the HRA. In 2009, a bond payment of \$1.6 million and smaller land sales will further deplete the cash balance of the fund.

HRA Parking Fund accounts for the operations of HRA owned parking facilities that in 2008 included 9 multi-level ramps and 9 surface lots (one surface lot sold at mid-year and one lot ceased operations). Capital assets decreased by \$4.0 million in 2008 due to acquisition of capitalized assets for ramp improvements of \$1.0 million, annual depreciation of approximately \$2.8 million and sale of the Kellogg/Broadway remote surface lot at adjusted net cost of approximately \$2.2 million. Debt related to capital assets decreased by \$3.4 million due principally to payment of debt obligations, of which \$0.6 million is a decrease in the unspent proceeds of the Smith Avenue ramp construction account. Restricted net assets decreased by \$2.0 million due to the decrease in cash balances to repay debt service and/or repairs. Unrestricted net assets increased by \$4.6 million due to the receipt of cash from the \$3.6 million sale of the Kellogg/Broadway remote lot, and the remainder was contributed by aggregate current operations.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

GENERAL FUND BUDGETARY HIGHLIGHTS

The final amended budget for the General Fund includes the original adopted budget, plus any previously appropriated funds set aside for the purpose of honoring legally-incurred obligations (prior year encumbrances and commitments), plus any additional supplemental appropriations that were legislated by City Council during the year. The total original adopted financing and spending budgets including transfers was \$182.4 million, plus reserved for encumbrances carried forward of \$1.6 million, for total original appropriations of \$184 million. This, compared to final appropriations of \$191.1 million, is \$7.1 million greater than the original budget. The 2008 final General Fund appropriations are \$9.8 million more than 2007 final appropriations of \$181.3 million.

The majority of the difference between the adopted and final budget was related to the following items:

- \$2.7 million adjustment to recognize additional transfer of indirect cost recovery associated with a federal grant (\$1.4 million); transfer for increased summary nuisance abatement activity and demolition of vacant buildings (\$830,000); and vacant building registration revenue (\$439,000). This was used to finance additional costs associated with these activities and citywide fringe benefit costs.
- \$2.2 million additional interest expense relating to security lending transactions which was offset by interest earnings of \$2.4 million.
- \$2.1 million to provide capital lease financing and spending authority to acquire 96 Police vehicles.

2008 actual spending including transfers out was \$189.4 million, as compared to final budget of \$191.1 million resulted in a \$1.7 million positive variance. Actual expenditures were 99.1% of the final budgeted amount. Over the past ten years, the City's actual expenditures compared to budget have averaged 97.3%.

2008 actual financing including transfers in, capital lease and sale of capital assets was \$186.4 million compared to final budget of \$189.7 million a negative variance of \$3.3 million. This variance was caused by the unallotment of local government aid that occurred late in December 2008. Actual revenues were 98.3% of the final budgeted amount. Over the past ten years, the City's actual revenues compared to budget have averaged 100.7%.

Overall, General Fund budget to actual results reflected a negative variance of \$1.5 million.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

CAPITAL ASSETS

At the end of 2008, the City had invested a total of \$1,478.3 million in capital assets (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, infrastructure and construction in progress of the City, including the capital assets recorded for the City's internal service funds which have a depreciated value of \$10.5 million.

Major capital asset events during the current fiscal year included the following:

The Saint Paul Police Department opened its new Western District Police Station at Hamline Avenue and Interstate 94. This facility received a Gold certification from the internationally recognized Leadership in Energy and Environmental Design (LEED) certification system. The building was built with the proceeds of \$10.5 million in Public Safety bonds and is now home to 100 police officers who serve 40% of Saint Paul's geographic area.

Public Works completed its 13th year of the Residential Street Vitality Program (RSVP) by awarding the Seventh/Bay, the Ivy/Kennard, the Ashland/Pascal and the Earl/McLean projects in the amount of \$16.8 million.

The Sewer System Rehabilitation program is now in its 11th year. The City awarded contracts for the Laurel/Snelling Lining project in the amount of \$1.6 million, the Biglow/Bush Lining project in the amount of \$1.6 million, the Carter/Carroll Sewer Lining project in the amount of \$1.4 million and the Euclid/Edgewater Sewer Lining project in the amount of \$1.6 million. All projects have an estimated completion date of November 30, 2009. A contract for the rehabilitation of the St. Peter/Rondo Storm Tunnel Phase III was awarded in late fall of 2008 so that work could take place during the winter months.

The Saint Paul Como Zoo began construction on a new polar bear habitat, the Polar Bear Odyssey. The \$15.0 million project will place bears in a natural immersive environment that offers dramatically more land space and a multitude of opportunities for the bears to exhibit natural behaviors such as digging, swimming, foraging and hunting. Zoo visitors will delight in up-close and personal views of the world's largest land predator. The year-round habitat will offer a climate controlled "Outpost" to experience the bears all four seasons and wonderful open air views that will bring the polar bears as close as twenty feet. Polar Bears International, a worldwide organization dedicated to the conservation of the polar bear, has endorsed Polar Bear Odyssey as an exceptional design and believes it will serve as a model for other zoos in North America. Polar Bear Odyssey will open in 2010.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

CAPITAL ASSETS

CAPITAL ASSETS AT YEAR-END NET OF ACCUMULATED DEPRECIATION (in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2007		2008	2007	2007		
	2008	Restated			2008	Restated	
Land	\$ 143,502	\$ 141,967	\$ 32,515	\$ 33,822	\$ 176,017	\$ 175,789	0.13%
Buildings and Structures	375,259	362,917	78,600	80,787	453,859	443,704	2.29%
Improvements other than Buildings	66,832	66,434	-	-	66,832	66,434	0.60%
Public Improvements	-	-	250,704	253,644	250,704	253,644	(1.16)%
Equipment	29,613	25,694	1,721	1,696	31,334	27,390	14.40%
Infrastructure	458,656	462,690	-	-	458,656	462,690	(0.87)%
Construction in Progress	40,101	33,608	812	-	40,913	33,608	21.74%
Total	\$ 1,113,963	\$ 1,093,310	\$ 364,352	\$ 369,949	\$ 1,478,315	\$ 1,463,259	1.03%

Additional information on the City of Saint Paul's capital assets can be found in Note VI.E on pages 90-91 of this report.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

LONG-TERM OBLIGATIONS

During 2008, the City issued \$59.8 million in bonds and retired/defeased \$43.1 million in bonds, resulting in \$483.1 million in bonds payable and \$65.2 million in notes payable at the end of 2008. Of the bonded debt, \$99.4 million is considered to be gross direct general property tax supported debt; considering the \$18 million available in the General Debt Service Fund, the net general property tax supported debt at year end was \$81.5 million or \$283 per capita.

The City's General Obligation bonds issued in 2008 continued their Aa2 rating from Moody's Investors Service, Inc. and AAA rating from Standard & Poor's Corporation. The Sewer Revenue bonds issued in 2008 received a AAA rating from Standard & Poor's Corporation and a Aa2 rating from Moody's Investors Service, Inc. The HRA Lease Revenue bonds issued in 2008 carry a bond rating of AA+ from Standard & Poor's Corporation.

OUTSTANDING DEBT GENERAL OBLIGATION, REVENUE, LEASE REVENUE AND SALES TAX NOTES AND BONDS (in thousands)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2008	2007	2008	2007	2008	2007	
General Obligation Bonds	\$ 162,340	\$ 156,315	\$ 34,530	\$ 36,320	\$ 196,870	\$ 192,635	2.20%
Revenue Bonds	-	-	40,675	21,880	40,675	21,880	85.90%
Sales Tax Revenue Bonds	90,280	92,000	-	-	90,280	92,000	(1.87)%
HRA Tax Increment Revenue Bonds	45,257	50,464	-	-	45,257	50,464	(10.32)%
HRA Parking Facilities Revenue Bonds	-	-	49,710	51,980	49,710	51,980	(4.37)%
HRA Loan Enterprise Revenue Bonds	-	-	6,440	9,135	6,440	9,135	(29.50)%
HRA Sales Tax Revenue Bonds	40,685	42,185	-	-	40,685	42,185	(3.56)%
HRA Lease Revenue Bonds	13,230	6,145	-	-	13,230	6,145	115.30%
Revenue Notes	39,756	41,291	12,987	13,967	52,743	55,258	(4.55)%
HRA Revenue Notes	11,369	11,568	1,085	1,155	12,454	12,723	(2.11)%
Total	\$ 402,917	\$ 399,968	\$ 145,427	\$ 134,437	\$ 548,344	\$ 534,405	2.61%

Additional information on the City of Saint Paul's long-term obligations can be found in Note VI.G on pages 96-117 of this report.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

CURRENTLY KNOWN FACTS/ECONOMIC CONDITIONS

Financial Outlook

The City's budget, and in particular the General, Library Agency and General Debt Service funds remain heavily influenced by state budget decisions to reduce state aid payments, called Local Government Aid (LGA).

State aid payments are the single largest source of financing for the City's General Fund budget. In the 2009 adopted budget, state aids, including LGA, support 35.1% of total spending (by comparison, property taxes provide 29.6% of financing in 2009).

In 2003 the state had a significant budget deficit and resolved it in part by sharply reducing aid payments to local governments. The state faced an even larger deficit in 2009 and again reduced LGA payments. In Saint Paul, this has had the effect of reducing LGA transfers for 2009 by \$18.5 million below the originally-certified 2003 level.

The City has taken steps since 2003 to make permanent revenue and spending adjustments to offset the loss of state aid payments. Initially, the City reduced excess fund balance reserves rather than increase other revenue streams. This resulted in City budgets relying on one-time financing and spending measures to balance the annual operating budget.

Beginning with the 2007 budget, the Mayor identified a goal of restoring structural balance to the general operating budget by 2010 through measured steps to increase permanent revenues more rapidly and adopt management measures (such as service delivery system restructuring and increased attention to internal cost recovery from other funds) to contain overall spending growth. The 2009 adopted budget achieved this goal one year early.

Despite these efforts, the City's budget will continue to be challenged by uncertainty in state aid payments. The state's 2009 budget deficit resulted in an unanticipated reduction in LGA in the final days of the City's fiscal year. The City used its budget reserves to manage the revenue loss and took strong management steps to curtail spending and restore fund balance reserves.

The state's forecasted budget deficit for the next two years will continue to threaten LGA payments. The 2009 Legislature adjourned without a balanced budget, and the Governor is prepared to further reduce LGA payments to cities across Minnesota. For Saint Paul, this will translate into a \$5 million reduction in 2009 revenues and an \$11.6 million reduction in our 2010 revenues.

The Mayor is committed to working closely with the City Council to address this uncertainty by balancing continued management measures to restructure and resize service delivery systems as well as assuring full cost recovery from non-levy supported funds with the need for continued growth in local revenues with citizens' concerns about both the current level of property taxation and preserving the scope and quality of municipal services.

CITY OF SAINT PAUL, MINNESOTA

MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2008

CURRENTLY KNOWN FACTS/ECONOMIC CONDITIONS

Employment Outlook

The 2008 annual average unemployment rate for the City of Saint Paul was reported by the Minnesota Department of Employment and Economic Development at 5.5%, compared to the state unemployment rate of 5.4% and a U.S. average rate of 5.8%. Saint Paul has a balanced, diversified employment base with no single industry sector dominating and is well-positioned to weather the current economic downturn. Employment is not overly reliant on slowing and cyclical sectors, like manufacturing, but is centered with stable and growing industries. Saint Paul's largest employment sector is education and health services (51,906 jobs as of the third quarter 2008; 28.7% of total). Other large super sectors include public administration (22,495 jobs, 12.4%); trade, transportation, and utilities (20,667 jobs, 11.4%); and leisure and hospitality (16,206 jobs, 9.0%).

In 2007, Saint Paul employers paid an average of \$48,203 to employees annually compared to 2006 average of \$45,817 which is a 5.2% increase. While the average wage in Saint Paul is lower than neighboring Minneapolis (\$58,030) and Bloomington (\$54,687), St. Paul did see the greatest percentage increase in wages from 2006 to 2007 among the three.

REQUESTS FOR INFORMATION

The financial report is designed to provide our citizens, customers, investors and creditors with general overview of the City's finances. If you have questions about this report or need any additional information, contact the Office of Financial Services, Attn: Lori Lee, at 15 W. Kellogg Blvd., Room 700; Saint Paul, Minnesota 55102, call 651-266-8822, or e-mail lori.lee@ci.stpaul.mn.us.

General information relating to the City of Saint Paul, Minnesota, can be found at the City's website, www.stpaul.gov.

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
December 31, 2008

Exhibit 1

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Totals	
ASSETS				
Cash and Investments	220,359,168	66,858,987	287,218,155	17,396,438
Investments	-	2,797,309	2,797,309	15,929,506
Receivables (Net of Allowance for Uncollectibles)	85,201,043	6,648,060	91,849,103	54,291,108
Due from Component Units	282,763	2,151,387	2,434,150	-
Due from Primary Government	-	-	-	104,206
Due from Other Governmental Units	28,794,253	296,855	29,091,108	684,244
Advance to Component Units	1,333,640	-	1,333,640	-
Internal Balances	467,607	(467,607)	-	-
Inventories	6,858,010	14,382,511	21,240,521	1,834,100
Other Assets	6,106,410	-	6,106,410	666,415
Restricted Cash and Investments	35,000	19,951,236	19,986,236	33,387,764
Long Term Receivables	8,926,060	6,175,338	15,101,398	183,386
Capital Assets Not Being Depreciated				
Land	143,501,562	32,515,402	176,016,964	8,497,764
Construction in Progress	40,100,798	811,532	40,912,330	11,081,154
Capital Assets Net of Accumulated Depreciation				
Buildings and Structures	375,259,459	78,600,219	453,859,678	63,329,253
Improvements Other than Buildings	66,832,460	-	66,832,460	-
Public Improvements	-	250,703,546	250,703,546	147,288,393
Equipment	29,613,300	1,721,345	31,334,645	26,121,432
Infrastructure	458,655,683	-	458,655,683	-
Total Assets	1,472,327,216	483,146,120	1,955,473,336	380,795,163
LIABILITIES				
Accounts Payable and Other Current Liabilities	22,763,659	3,380,600	26,144,259	8,319,009
Accrued Salaries	11,743,924	379,631	12,123,555	933,625
Due to Component Units	42,144	62,062	104,206	-
Due to Primary Government	-	-	-	2,434,150
Due to Other Governmental Units	25,680,374	4,181	25,684,555	2,901,229
Unearned Revenue	19,705,270	162	19,705,432	8,014,516
Liabilities Payable from Restricted Assets	-	5,975,489	5,975,489	13,912,170
Advance from Primary Government	-	-	-	1,333,640
Noncurrent Liabilities:				
Due Within One Year	41,037,797	6,211,887	47,249,684	2,125,672
Due in More than One Year	449,666,291	136,482,548	586,148,839	100,515,308
Total Liabilities	570,639,459	152,496,560	723,136,019	140,489,319
NET ASSETS				
Investment in Capital Assets, Net of Related Debt	828,525,768	237,900,645	1,066,426,413	192,258,041
Restricted for:				
Public Safety	2,431,420	-	2,431,420	-
Highways and Streets	266,579	-	266,579	-
Culture and Recreation	2,851,091	-	2,851,091	-
Economic Development	-	-	-	18,598,946
Debt Service	6,472,679	6,148,878	12,621,557	8,295,252
Permanent Activities				
Expendable	41,663	-	41,663	-
Nonexpendable	35,000	-	35,000	-
Operations and Maintenance	-	3,745,391	3,745,391	-
Unrestricted	61,063,557	82,854,646	143,918,203	21,153,605
Total Net Assets	901,687,757	330,649,560	1,232,337,317	240,305,844

The notes to the financial statements are an integral part of this statement.

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City of Saint Paul, Minnesota
STATEMENT OF ACTIVITIES
For The Fiscal Year Ended December 31, 2008

Exhibit 2

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-Type Activities	Totals	
Primary Government								
Governmental Activities								
General Government	36,157,432	15,684,712	1,815,843	2,519,730	(16,137,147)	-	(16,137,147)	-
Public Safety	197,450,400	35,630,084	42,530,103	2,754,247	(116,535,966)	-	(116,535,966)	-
Highways and Streets	50,888,724	38,104,316	6,999,478	4,841,703	(943,227)	-	(943,227)	-
Sanitation	13,846,539	2,949,035	587,567	-	(10,309,937)	-	(10,309,937)	-
Health	3,961,737	3,664,531	-	-	(297,206)	-	(297,206)	-
Culture and Recreation	70,427,419	6,234,474	5,744,649	10,121,172	(48,327,124)	-	(48,327,124)	-
Housing and Economic Development	34,641,735	4,287,747	16,148,591	1,205,000	(13,000,397)	-	(13,000,397)	-
Interest and Fiscal Charges	25,792,065	-	-	-	(25,792,065)	-	(25,792,065)	-
Total Governmental Activities	433,166,051	106,554,899	73,826,231	21,441,852	(231,343,069)	-	(231,343,069)	-
Business-Type Activities								
Sewer	31,034,846	43,337,781	77,561	-	-	12,380,496	12,380,496	-
Development Loan Programs	6,538,769	1,164,671	3,765,808	-	-	(1,608,290)	(1,608,290)	-
Parking	12,593,446	11,779,690	-	-	-	(813,756)	(813,756)	-
Parks, Recreation and Athletics	4,688,262	3,723,000	-	-	-	(965,262)	(965,262)	-
Impound Lot	2,562,536	2,541,781	-	-	-	(20,755)	(20,755)	-
Printing	1,457,730	1,312,867	-	-	-	(144,863)	(144,863)	-
Total Business-Type Activities	58,875,589	63,859,790	3,843,369	-	-	8,827,570	8,827,570	-
Total Primary Government	492,041,640	170,414,689	77,669,600	21,441,852	(231,343,069)	8,827,570	(222,515,499)	-
Component Units								
RiverCentre Convention & Visitors Authority	11,704,579	8,708,953	919,173	1,041,891	-	-	-	(1,034,562)
Regional Water Services	38,886,882	40,764,612	77,960	553,226	-	-	-	2,508,916
Port Authority	17,743,457	7,573,068	4,949,887	-	-	-	-	(5,220,502)
Total Component Units	68,334,918	57,046,633	5,947,020	1,595,117	-	-	-	(3,746,148)
General Revenues								
Taxes								
Property Taxes, Levied for General Purposes					76,684,086	1,193,871	77,877,957	-
Property Taxes, Levied for Debt Service					19,712,623	-	19,712,623	3,673,236
City Sales Tax					14,990,854	-	14,990,854	-
Gross Earnings Franchise Fee					24,224,292	-	24,224,292	-
Other Taxes					3,109,638	-	3,109,638	1,708,783
Revenues Not Restricted to Specific Programs								
Local Government Aid					51,092,991	-	51,092,991	-
Grants and Contributions					13,117,193	-	13,117,193	-
Investment Income								
Interest Earned on Investments					8,891,542	1,311,738	10,203,280	2,738,844
Increase in Fair Value of Investments					3,080,853	334,985	3,415,838	37,443
Other Investment Income					2,403,216	-	2,403,216	-
Gain on Sale of Capital Assets					18,967	1,339,360	1,358,327	92,541
Miscellaneous					1,732,985	140,396	1,873,381	306,137
Transfers					16,316,876	(16,316,876)	-	-
Total General Revenues and Transfers					235,376,116	(11,996,526)	223,379,590	8,556,984
Change in Net Assets					4,033,047	(3,168,956)	864,091	4,810,836
Net Assets, January 1, Restated					897,654,710	333,818,516	1,231,473,226	235,495,008
Net Assets, December 31					901,687,757	330,649,560	1,232,337,317	240,305,844

City of Saint Paul, Minnesota
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 December 31, 2008

Exhibit 3

	General	Citywide Major Events	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Other Governmental Funds	Total Governmental Funds
ASSETS									
Cash and Investments with Treasurer	16,748,005	23,383,695	1,043,378	11,904,877	18,074,870	12,110,726	985,418	97,069,252	181,320,221
Cash and Investments with Trustees	-	-	-	-	-	9,457,592	-	19,804,636	29,262,228
Interfund Receivable for Pooled									
Cash and Investments Overdrafts	9,384,703	-	-	-	-	-	-	-	9,384,703
Imprest Funds	69,605	-	-	-	-	-	-	50,920	120,525
Receivables									
Property Taxes - Due from Ramsey County	566,683	-	125,448	10,311	67,955	147,604	-	35,434	953,435
Property Taxes - Delinquent	1,859,492	-	504,890	39,834	285,202	156,051	-	53,307	2,898,776
Accounts (net of allowance for estimated uncollectible)	2,739,590	15,464	-	113,236	15,000	1,541	285,064	1,984,351	5,154,246
Assessments	-	-	-	-	-	-	14,848,390	30,038,987	44,887,377
Notes and Loans	13,159,332	-	-	-	-	-	-	19,232,602	32,391,934
Accrued Interest	664,107	-	-	79,944	67,812	77,150	11,196	1,395,142	2,295,351
Due from Xcel Energy	1,235,156	-	-	-	-	-	-	-	1,235,156
Due from Other Funds	16,677,221	-	1,121	-	61,734	57,766	5,824,726	4,675,320	27,297,888
Due from Component Units	193,683	-	-	-	-	-	-	56,185	249,868
Due from Other Governmental Units	809,841	-	-	-	-	-	12,680,927	10,985,746	24,476,514
Advance to Other Funds	23,200	-	-	717,599	-	-	-	837,000	1,577,799
Advance to Component Units	1,333,640	-	-	-	-	-	-	-	1,333,640
Land Held for Resale	-	-	-	498,013	-	-	-	3,733,973	4,231,986
TOTAL ASSETS	65,464,258	23,399,159	1,674,837	13,363,814	18,572,573	22,008,430	34,635,721	189,952,855	369,071,647

continued

City of Saint Paul, Minnesota
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 December 31, 2008

Exhibit 3

	General	Citywide Major Events	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Other Governmental Funds	Total Governmental Funds
LIABILITIES AND FUND BALANCES									
Liabilities									
Interfund Payable for Pooled									
Cash and Investments Overdrafts	-	-	-	-	-	-	-	3,923,039	3,923,039
Accrued Salaries Payable	7,835,246	-	529,701	-	7,619	-	6,857	1,999,486	10,378,909
Accounts Payable	1,844,946	76,967	233,940	23,591	-	17,631	1,752,854	5,697,931	9,647,860
Contracts/Retention Payable	-	-	-	638,563	-	-	5,709,715	515,765	6,864,043
Due to Other Funds	2,494,816	1,047,082	100,106	442,628	281,437	332,885	3,800,139	11,557,604	20,056,697
Due to Component Units	15,792	-	-	-	-	-	-	-	15,792
Due to Other Governmental Units	2,525,072	22,275,110	-	5,972	-	79,383	-	485,442	25,370,979
Advance from Other Funds	50,000	-	-	-	-	-	-	10,526,534	10,576,534
Deferred Revenue	18,696,264	-	523,538	570,157	320,616	219,350	20,161,623	30,176,979	70,668,527
Unearned Revenue	-	-	-	-	-	-	563,230	15,219,139	15,782,369
Total Liabilities	33,462,136	23,399,159	1,387,285	1,680,911	609,672	649,249	31,994,418	80,101,919	173,284,749
Fund Balances									
Reserved for									
Encumbrances	1,247,467	-	-	83,935	-	-	20,518,653	2,437,977	24,288,032
Imprest Funds	69,605	-	-	-	-	-	-	50,920	120,525
Advance to Other Funds	23,200	-	-	717,599	-	-	-	837,000	1,577,799
Advance to Component Units	1,333,640	-	-	-	-	-	-	-	1,333,640
Long-Term Receivable	-	-	-	-	-	-	-	546,097	546,097
Mandatory 5% for Retirement of Debt	-	-	-	-	1,082,205	-	-	355,074	1,437,279
Revenue Shortfalls and Unforeseen Expenditures	-	-	-	-	541,103	-	-	-	541,103
Permanent Fund Activities	-	-	-	-	-	-	-	35,000	35,000
Highway Projects	-	-	-	-	-	-	266,579	-	266,579
Unreserved, Reported in									
General Fund	29,328,210	-	-	-	-	-	-	-	29,328,210
Special Revenue Funds	-	-	287,552	10,881,369	-	-	-	21,659,260	32,828,181
Debt Service Funds	-	-	-	-	16,339,593	21,359,181	-	18,183,731	55,882,505
Capital Projects Funds	-	-	-	-	-	-	(18,143,929)	65,709,214	47,565,285
Permanent Funds	-	-	-	-	-	-	-	36,663	36,663
Total Fund Balances	32,002,122	-	287,552	11,682,903	17,962,901	21,359,181	2,641,303	109,850,936	195,786,898
TOTAL LIABILITIES AND FUND BALANCES	65,464,258	23,399,159	1,674,837	13,363,814	18,572,573	22,008,430	34,635,721	189,952,855	369,071,647

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The notes to the financial statements are an integral part of this statement.

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City of Saint Paul, Minnesota
**RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET AND
 THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS**
 December 31, 2008

Exhibit 4

Total Fund Balances - Governmental Funds	\$ 195,786,898
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.	1,103,420,060
Some receivables that are not currently available are reported as deferred revenue in the fund financial statements, but are recognized as revenue when earned in the government-wide statements, excluding the provision for an allowance for uncollectible taxes.	69,194,813
Internal Service funds are used by management to charge the costs of various services provided to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.	19,801,212
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(486,515,226)</u>
Net Assets of Governmental Activities	<u><u>\$ 901,687,757</u></u>

The notes to the financial statements are an integral part of this statement.

City of Saint Paul, Minnesota
**STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES**
GOVERNMENTAL FUNDS
 For the Fiscal Year Ended December 31, 2008

Exhibit 5

	General	Citywide Major Events	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Other Governmental Funds	Total Governmental Funds
REVENUES									
Taxes									
Property Taxes									
Current Taxpayer	53,640,827	-	11,519,012	1,137,252	7,169,871	-	-	2,928,653	76,395,615
Current Tax Increment	746,210	-	-	-	-	11,860,032	-	4,557,010	17,163,252
Delinquent Taxpayer	699,331	-	164,355	20,254	132,892	-	-	-	1,016,832
Delinquent Tax Increment	991,679	-	-	-	-	40,130	-	138,287	1,170,096
Total Property Taxes	56,078,047	-	11,683,367	1,157,506	7,302,763	11,900,162	-	7,623,950	95,745,795
City Sales Tax	-	-	-	-	-	-	-	14,990,854	14,990,854
Gross Earnings Franchise Fees	22,137,022	-	-	-	-	-	-	2,168,213	24,305,235
Hotel-Motel Tax	1,065,381	-	-	-	-	-	-	1,972,179	3,037,560
Other Taxes	72,078	-	-	-	-	-	-	-	72,078
Total Taxes	79,352,528	-	11,683,367	1,157,506	7,302,763	11,900,162	-	26,755,196	138,151,522
Licenses and Permits	697,259	-	-	-	-	-	-	8,735,441	9,432,700
Intergovernmental Revenue (Schedule 36)	57,688,930	39,300,973	2,713,692	44,437	280,967	141,670	22,290,948	32,019,531	154,481,148
Fees, Sales and Services	17,995,683	-	-	1,898,722	102,234	-	22,969	31,359,999	51,379,607
Assessments	-	-	-	-	-	-	4,977,368	26,836,208	31,813,576
Investment Income									
Interest Earned on Investments	3,083,717	186,812	-	380,163	342,324	588,869	52,451	4,375,551	9,009,887
Increase in Fair Value of Investments	1,210,310	-	-	144,930	120,372	177,928	21,076	1,437,227	3,111,843
Interest Earned on Securities Lending	2,390,506	-	-	-	-	-	-	-	2,390,506
Interest Earned - Other	28,043	-	-	-	-	302,590	-	367,147	697,780
Miscellaneous Revenue	-	-	-	-	-	-	353,500	539,927	893,427
Program Income	-	-	-	-	-	-	239,541	9,702,765	13,906,753
Other	2,206,731	-	-	29,297	5,000	1,723,419	-	-	-
Total Revenues	164,653,707	39,487,785	14,397,059	3,655,055	8,153,660	14,834,638	27,957,853	142,128,992	415,268,749

continued

City of Saint Paul, Minnesota
**STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES**
GOVERNMENTAL FUNDS
 For the Fiscal Year Ended December 31, 2008

Exhibit 5

	General	Citywide Major Events	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Other Governmental Funds	Total Governmental Funds
EXPENDITURES									
Current									
General Government	24,638,751	-	-	-	541,930	-	1,499,478	4,856,784	31,536,943
Public Safety	126,215,559	36,733,538	-	-	-	-	363,262	30,925,260	194,237,619
Highways and Streets	1,557,089	-	-	-	-	-	4,004,820	19,819,680	25,381,589
Sanitation	-	-	-	-	-	-	11,163,672	2,671,779	13,835,451
Health	-	-	-	-	-	-	-	3,664,531	3,664,531
Culture and Recreation	26,102,556	-	13,981,244	-	-	-	1,072,860	12,812,660	53,969,320
Housing and Economic Development	-	-	-	3,244,887	-	2,310,858	91,878	26,828,465	32,476,088
Miscellaneous	5,922,691	-	-	-	-	-	-	-	5,922,691
Capital Outlay	-	2,754,247	42,800	-	-	-	42,134,568	5,149,257	50,080,872
Debt Service									
Bond Principal	-	-	-	-	16,985,000	8,712,180	-	5,690,000	31,387,180
Other Debt Principal	530,000	-	-	-	-	199,494	-	2,184,662	2,914,156
Interest - Bonds	-	-	-	-	3,532,100	7,331,774	-	8,774,542	19,638,416
Interest - Securities Lending	2,188,018	-	-	-	-	-	-	-	2,188,018
Interest - Other Debt	518,367	-	-	-	-	543,346	-	3,471,901	4,533,614
Bond Issuance Costs	-	-	-	-	-	-	237,168	359,632	596,800
Total Expenditures	187,673,031	39,487,785	14,024,044	3,244,887	21,059,030	19,097,652	60,567,706	127,209,153	472,363,288
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,019,324)	-	373,015	410,168	(12,905,370)	(4,263,014)	(32,609,853)	14,919,839	(57,094,539)
OTHER FINANCING SOURCES (USES)									
Transfers In	19,661,742	-	-	2,694,079	12,130,874	17,728,221	23,216,497	27,738,028	103,169,441
Transfers Out	(1,718,958)	-	(486,552)	(102,808)	(223,544)	(16,631,136)	(3,260,175)	(66,379,122)	(88,802,295)
Bonds Issued	-	-	-	-	-	-	22,055,000	14,015,000	36,070,000
Premium on Bonds Issued	-	-	-	-	-	-	1,145,784	31,185	1,176,969
Discount on Bonds Issued	-	-	-	-	-	-	-	(68,326)	(68,326)
Capital Lease	2,091,000	-	-	-	-	-	2,300,000	-	4,391,000
Sale of Capital Assets	8,070	-	-	-	-	-	-	7,378	15,448
Total Other Financing Sources (Uses)	20,041,854	-	(486,552)	2,591,271	11,907,330	1,097,085	45,457,106	(24,655,857)	55,952,237
Net Change in Fund Balances	(2,977,470)	-	(113,537)	3,001,439	(998,040)	(3,165,929)	12,847,253	(9,736,018)	(1,142,302)
FUND BALANCES, January 1	34,979,592	-	401,089	8,681,464	18,960,941	24,525,110	(10,205,950)	119,586,954	196,929,200
FUND BALANCES, December 31	32,002,122	-	287,552	11,682,903	17,962,901	21,359,181	2,641,303	109,850,936	195,786,898

The notes to the financial statements are an integral part of this statement.

City of Saint Paul, Minnesota
**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES**
For the Fiscal Year Ended December 31, 2008

Exhibit 6

Net Change in Fund Balances - Total Governmental Funds	\$ (1,142,302)
 Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the Statement of Net Assets, the cost of these assets is capitalized and depreciated over their estimated useful lives with depreciation expense reported in the Statement of Activities.	19,002,361
Net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins) is to increase net assets.	2,127,571
Receivables not currently available are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.	(911,609)
Debt and lease proceeds provide current financial resources to governmental funds, but issuing these obligations increases long-term liabilities in the Statement of Net Assets. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.	(6,124,443)
Governmental funds report the effect 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.	(500,302)
Some expenses in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(7,368,118)
Internal Service funds are used by management to charge the costs of various services provided to individual funds. The net revenues of certain activities of internal service funds are reported with governmental activities.	<u>(1,050,111)</u>
 Change in Net Assets of Governmental Activities	 <u>\$ 4,033,047</u>

The notes to the financial statements are an integral part of this statement.

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2008

Exhibit 7

	Business-Type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds	Totals	
ASSETS						
Current Assets						
Cash and Investments with Treasurer	45,871,067	4,841,644	15,099,383	1,040,243	66,852,337	9,690,169
Investments	453,321	-	-	-	453,321	-
Imprest Funds	150	-	-	6,500	6,650	1,025
Restricted Cash and Cash Equivalents						
Cash for General Obligation Bond Debt Service	30,840	-	2,602,171	-	2,633,011	-
Cash for Revenue Bond Debt Service	3,135,401	2,745,371	1,646,427	-	7,527,199	-
Cash for Revenue Bond Operations and Maintenance	3,171,564	-	573,827	-	3,745,391	-
Cash for Revenue Bond Construction	1,989,133	-	128,972	-	2,118,105	-
Cash for Budget and Rate Stabilization	3,927,530	-	-	-	3,927,530	-
Receivables						
Delinquent Taxes Receivable	-	-	54,929	-	54,929	-
Accounts (net of allowance for estimated uncollectibles)	34,467	11,164	473,930	21,039	540,600	628,716
Assessments	5,883,794	933	-	-	5,884,727	-
Accrued Interest	124,719	62,745	28,135	7,134	222,733	81,977
Due from Other Funds	506,927	-	-	31,084	538,011	8,806,983
Due from Component Units	2,130,914	-	-	20,473	2,151,387	32,895
Due from Other Governmental Units	112,637	-	-	129,289	241,926	465,528
Inventories						
Materials and Supplies	102,191	-	-	188,657	290,848	2,626,024
Impounded Cars	-	-	-	122,838	122,838	-
Prepaid Items	-	-	-	-	-	3,316,619
Land Held for Resale	-	12,838,752	-	-	12,838,752	-
Total Current Assets	67,474,655	20,500,609	20,607,774	1,567,257	110,150,295	25,649,936
Noncurrent Assets						
Restricted Assets						
Investment for Revenue Bond Debt Service Reserve	-	-	1,677,238	666,750	2,343,988	-
Total Restricted Assets	-	-	1,677,238	666,750	2,343,988	-
Other Assets						
Advance to Other Funds	306,041	6,570,063	-	-	6,876,104	3,122,525
Deferred Charges	146,100	-	888,295	95,678	1,130,073	-
Other Long-Term Loans Receivable	-	5,298,620	-	-	5,298,620	8,926,060
Accrued Interest Receivable on Loans	-	876,718	-	-	876,718	-
Total Other Assets	452,141	12,745,401	888,295	95,678	14,181,515	12,048,585

continued

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2008

Exhibit 7

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds	
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		Totals
Capital Assets						
Land	82,186	-	28,921,408	3,511,808	32,515,402	80,908
Buildings and Structures	3,108,731	-	107,035,710	2,742,672	112,887,113	10,121,674
Less: Accumulated Depreciation	(492,875)	-	(32,648,789)	(1,145,230)	(34,286,894)	(5,934,256)
Public Improvements	357,557,736	-	102,174	-	357,659,910	-
Less: Accumulated Depreciation	(106,944,772)	-	(11,592)	-	(106,956,364)	-
Equipment	2,071,538	-	320,362	3,161,578	5,553,478	26,837,407
Less: Accumulated Depreciation	(1,322,713)	-	(33,919)	(2,475,501)	(3,832,133)	(20,562,531)
Construction in Progress	811,532	-	-	-	811,532	-
Total Capital Assets	254,871,363	-	103,685,354	5,795,327	364,352,044	10,543,202
Total Noncurrent Assets	255,323,504	12,745,401	106,250,887	6,557,755	380,877,547	22,591,787
TOTAL ASSETS	322,798,159	33,246,010	126,858,661	8,125,012	491,027,842	48,241,723
LIABILITIES						
Current Liabilities (Payable from Current Assets)						
Interfund Payable for Pooled						
Cash and Investments Overdrafts	-	-	-	3,477,944	3,477,944	1,983,720
Accrued Salaries Payable	204,533	-	-	175,098	379,631	1,365,015
Accounts Payable	299,053	238,339	616,715	212,626	1,366,733	998,450
Contracts Payable	-	1,324,562	-	-	1,324,562	-
Due to Other Funds	1,455,901	2,497,846	69,542	65,158	4,088,447	12,870,238
Due to Component Units	62,062	-	-	-	62,062	26,352
Due to Other Governmental Units	-	1,380	-	2,801	4,181	309,395
Unearned Revenue	-	-	-	162	162	3,922,901
Compensated Absences Payable	18,228	-	-	11,664	29,892	90,166
General Obligation Bonds Payable	210,833	-	-	-	210,833	-
Revenue Bonds Payable	1,384,167	2,348,287	910,551	235,000	4,878,005	-
Revenue Notes Payable	1,013,157	-	80,000	-	1,093,157	-
Capital Lease Payable	-	-	-	-	-	156,699
Accrued Interest Payable						
Revenue Bonds	-	-	410,323	78,235	488,558	-
Revenue Notes	150,766	-	48,675	-	199,441	-
Capital Lease	-	-	-	-	-	21,596
Total Current Liabilities (Payable from Current Assets)	4,798,700	6,410,414	2,135,806	4,258,688	17,603,608	21,744,532

continued

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2008

Exhibit 7

	Business-Type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		
Current Liabilities (Payable from Restricted Assets)						
Accounts Payable	-	-	18,279	-	18,279	-
General Obligation Bonds Payable	19,167	-	1,700,000	-	1,719,167	-
Revenue Bonds Payable	125,833	1,581,713	1,464,449	-	3,171,995	-
Accrued Interest Payable						
General Obligation Bonds	11,674	-	693,578	-	705,252	-
Revenue Bonds	113,758	14,691	232,347	-	360,796	-
Total Current Liabilities (Payable from Restricted Assets)	270,432	1,596,404	4,108,653	-	5,975,489	-
Total Current Liabilities	5,069,132	8,006,818	6,244,459	4,258,688	23,579,097	21,744,532
Noncurrent Liabilities						
General Obligation Bonds Payable	2,610,000	-	29,990,000	-	32,600,000	-
Less: Unamortized Discount	(28,959)	-	-	-	(28,959)	-
Revenue Bonds Payable	32,490,000	2,510,000	47,335,000	6,440,000	88,775,000	-
Add: Unamortized Premium	585,656	-	60,173	188,866	834,695	-
Less: Unamortized Discount	(26,963)	-	-	-	(26,963)	-
Revenue Notes Payable	11,973,440	195,190	810,000	-	12,978,630	-
Capital Lease Payable	-	-	-	-	-	1,771,551
Advance from Other Funds	-	-	-	-	-	999,894
Compensated Absences Payable	287,967	-	-	589,634	877,601	2,369,698
Net Other Postemployment Benefits Obligation	191,452	-	-	281,092	472,544	1,871,473
Total Noncurrent Liabilities	48,082,593	2,705,190	78,195,173	7,499,592	136,482,548	7,012,616
TOTAL LIABILITIES	53,151,725	10,712,008	84,439,632	11,758,280	160,061,645	28,757,148
NET ASSETS						
Invested in Capital Assets, Net of Related Debt	217,501,627	-	21,467,557	(1,068,539)	237,900,645	8,285,711
Restricted for:						
Debt Service	-	1,148,967	4,999,911	-	6,148,878	-
Operation and Maintenance	3,171,564	-	573,827	-	3,745,391	-
Total Restricted	3,171,564	1,148,967	5,573,738	-	9,894,269	-
Unrestricted	48,973,243	21,385,035	15,377,734	(2,564,729)	83,171,283	11,198,864
TOTAL NET ASSETS	269,646,434	22,534,002	42,419,029	(3,633,268)	330,966,197	19,484,575
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds					(316,637)	
Net Assets of Business-Type Activities					330,649,560	

The notes to the financial statements are an integral part of this statement.

City of Saint Paul, Minnesota
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Fiscal Year Ended December 31, 2008

Exhibit 8

	Business Type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds	Totals	
OPERATING REVENUES						
Fees, Sales and Services	43,337,231	388,149	11,779,690	6,961,156	62,466,226	43,140,156
Rents and Leases	-	-	-	616,247	616,247	1,690,098
Interest Earned on Loans	-	776,522	-	-	776,522	585,992
Miscellaneous	72,740	-	-	245	72,985	1,891,252
Total Operating Revenues	43,409,971	1,164,671	11,779,690	7,577,648	63,931,980	47,307,498
OPERATING EXPENSES						
Cost of Merchandise Sold	-	-	-	232,212	232,212	765,086
Salaries	3,077,846	-	-	3,318,444	6,396,290	20,125,049
Employee Fringe Benefits	1,693,576	-	-	1,111,421	2,804,997	10,166,824
Agent	-	-	4,094,975	-	4,094,975	-
Services	18,805,656	3,581,562	1,079,072	2,184,368	25,650,658	8,144,432
Materials and Supplies	545,381	-	102,743	1,228,419	1,876,543	11,853,428
Depreciation	4,475,650	-	2,758,238	325,002	7,558,890	1,722,251
Bad Debts	-	365,486	-	-	365,486	-
Forgivable Loans	-	1,920,550	-	-	1,920,550	-
Miscellaneous	367,654	-	220,403	-	588,057	463,387
Total Operating Expenses	28,965,763	5,867,598	8,255,431	8,399,866	51,488,658	53,240,457
OPERATING INCOME (LOSS)	14,444,208	(4,702,927)	3,524,259	(822,218)	12,443,322	(5,932,959)
NON-OPERATING REVENUES (EXPENSES)						
Property Tax Increment	-	-	1,193,871	-	1,193,871	-
Intergovernmental Revenue (Schedule 36)	77,561	84,539	-	-	162,100	3,024,505
Operating Grants	-	-	-	-	-	64,000
Gain on Sale of Assets	796	-	1,336,484	2,080	1,339,360	11,613
Investment Income						
Interest Earned on Investments	625,151	473,833	182,082	30,672	1,311,738	-
Increase in Fair Value of Investments	194,541	95,697	43,082	1,665	334,985	-
Interest Earned - Other	550	-	-	-	550	-
Noncapital Contributions	-	3,681,269	-	-	3,681,269	-
Miscellaneous Other Revenue	67,656	-	-	-	67,656	-
Loss on Retirement of Assets	(1,760)	(270,345)	-	-	(272,105)	(4,931)
Interest Expense						
General Obligation Bonds	(152,159)	-	(1,672,568)	-	(1,824,727)	-
Revenue Bonds	(1,238,992)	(268,691)	(2,470,248)	(307,492)	(4,285,423)	-
Capital Lease	-	-	-	(348)	(348)	(89,762)
Revenue Notes	(471,901)	(1,952)	(53,475)	-	(527,328)	-
Contracts	-	(26,224)	-	-	(26,224)	-
Advance from Other Funds	-	-	-	-	-	(27,785)
Amortization of Bond Issuance Costs	(145,367)	-	(110,500)	(5,684)	(261,551)	-
Total Non-Operating Revenues (Expenses)	(1,043,924)	3,768,126	(1,551,272)	(279,107)	893,823	2,977,640
Income (Loss) Before Capital Contributions and Transfers	13,400,284	(934,801)	1,972,987	(1,101,325)	13,337,145	(2,955,319)
Capital Contributions	-	-	-	7,000	7,000	23,055
Transfers In	-	600,316	-	305,000	905,316	4,157,282
Transfers Out	(16,555,770)	(114,451)	(66,483)	(492,488)	(17,229,192)	(2,464,354)
Change in Net Assets	(3,155,486)	(448,936)	1,906,504	(1,281,813)	(2,979,731)	(1,239,336)
NET ASSETS, January 1	272,801,920	22,982,938	40,512,525	(2,351,455)		20,723,911
NET ASSETS, December 31	269,646,434	22,534,002	42,419,029	(3,633,268)		19,484,575
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds					(189,225)	
Total change in net assets of business-type activities					(3,168,956)	

The notes to the financial statements are an integral part of this statement.

City of Saint Paul, Minnesota
 STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 For the Fiscal Year Ended December 31, 2008

Exhibit 9

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from Loan Recipients and Other Customers	42,465,979	613,293	11,584,595	7,410,555	62,074,422	7,300,664
Receipts from Other Funds for Services Provided	479,280	70,910	-	511,321	1,061,511	41,190,415
Other Operating Receipts	-	-	-	-	-	521,948
Payment to Suppliers	(18,395,473)	(2,208,579)	(4,715,970)	(2,974,176)	(28,294,198)	(15,281,200)
Payment to Employees	(4,569,438)	-	-	(4,318,772)	(8,888,210)	(28,592,765)
Payment to Other Funds for Services Used	(2,103,105)	(1,502,034)	(631,602)	(759,297)	(4,996,038)	(5,765,724)
Other Operating Payments	-	-	-	-	-	(230)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	17,877,243	(3,026,410)	6,237,023	(130,369)	20,957,487	(626,892)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers In from Other Funds	-	600,316	-	305,000	905,316	3,499,833
Transfers Out to Other Funds	(15,500,160)	(40,867)	(36,752)	(469,433)	(16,047,212)	(2,197,773)
Operating Grants Received	77,561	84,539	-	-	162,100	3,088,505
Noncapital Contributions Received from Outside Sources	-	1,917,602	-	-	1,917,602	-
Advance Received for Pooled Cash and Investments Overdraft	-	-	-	729,392	729,392	492,924
Advance Received From Other Funds	-	-	-	-	-	11,248,736
Repayment of Advance Made to Other Funds	136,222	-	-	-	136,222	25,000
Principal Paid on Noncapital Related Revenue Bonds	-	(2,695,000)	-	-	(2,695,000)	-
Interest Paid on Noncapital Related Revenue Bonds	-	(291,500)	-	-	(291,500)	-
Interest Paid on Long-Term Notes for Noncapital Items	-	(1,952)	-	-	(1,952)	-
Interest Paid on Noncapital Contracts	-	(26,224)	-	-	(26,224)	-
Advance Made to Other Funds	-	(482,740)	-	-	(482,740)	(4,500,000)
Repayment of Advance Received for Pooled Cash and Investments Overdrafts	-	-	-	(9,338)	(9,338)	(34,814)
Repayment of Advance Received from Other Funds	-	-	-	-	-	(8,340,114)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	(15,286,377)	(935,826)	(36,752)	555,621	(15,703,334)	3,282,297
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Property Tax Increments Received for Financing Capital Debt	-	-	1,181,224	-	1,181,224	-
Payment Received on Current Value Credits						
Principal	13,225	-	-	-	13,225	-
Interest	550	-	-	-	550	-
Proceeds from Issuance of Revenue Bonds	24,318,527	-	-	-	24,318,527	-
Proceeds from Sale of Capital Assets						
Land	-	-	1,637,160	-	1,637,160	-
Public Improvements	-	-	1,970,156	-	1,970,156	-
Equipment	1,003	-	-	2,080	3,083	29,271
Principal Paid On						
General Obligation Bonds	(220,000)	-	(1,570,000)	-	(1,790,000)	-
Revenue Bonds	(4,720,000)	-	(2,270,000)	(220,000)	(7,210,000)	-
Revenue Notes	(980,834)	-	(70,000)	-	(1,050,834)	-
Capital Lease	-	-	-	(71,116)	(71,116)	(154,664)
Advance From Other Funds	-	-	-	-	-	(147,822)
Payments for Acquisition and Construction of Capital Assets						
Land	-	-	-	(47,753)	(47,753)	-
Buildings and Structures	-	-	(975,901)	-	(975,901)	(41,968)
Improvement Other than Buildings	-	-	-	-	-	(81,093)
Public Improvements	(2,371,913)	-	(75,046)	-	(2,446,959)	-
Equipment	(39,291)	-	(268,729)	(66,927)	(374,947)	(1,284,973)
Construction in Progress	-	(73,584)	-	-	(73,584)	-
Interest Paid On						
General Obligation Bonds	(150,097)	-	(1,712,473)	-	(1,862,570)	-
Revenue Bonds	(1,309,892)	-	(2,518,467)	(320,638)	(4,148,997)	-
Capital Lease	-	-	-	(522)	(522)	(86,685)
Revenue Notes	(483,096)	-	(57,600)	-	(540,696)	-
Advance From Other Funds	-	-	-	-	-	(27,785)
Payments of Bond Issue Costs	(87,530)	-	-	-	(87,530)	-
NET CASH PROVIDED (USED) IN CAPITAL AND RELATED FINANCING ACTIVITIES	13,970,652	(73,584)	(4,729,676)	(724,876)	8,442,516	(1,795,719)

continued

City of Saint Paul, Minnesota
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended December 31, 2008

Exhibit 9

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds	
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		Total
CASH FLOWS FROM INVESTING ACTIVITIES						
Purchase of Investment Securities	-	-	(1,595,000)	-	(1,595,000)	-
Interest and Dividends Received	584,269	558,178	238,707	33,434	1,414,588	-
Increase (Decrease) in Fair Value of Investments	173,695	85,380	(38,052)	1,485	222,508	-
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>757,964</u>	<u>643,558</u>	<u>(1,394,345)</u>	<u>34,919</u>	<u>42,096</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>17,319,482</u>	<u>(3,392,262)</u>	<u>76,250</u>	<u>(264,705)</u>	<u>13,738,765</u>	<u>859,686</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>40,806,203</u>	<u>10,979,277</u>	<u>19,974,530</u>	<u>1,311,448</u>	<u>73,071,458</u>	<u>8,831,508</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>58,125,685</u>	<u>7,587,015</u>	<u>20,050,780</u>	<u>1,046,743</u>	<u>86,810,223</u>	<u>9,691,194</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	<u>14,444,208</u>	<u>(4,702,927)</u>	<u>3,524,259</u>	<u>(822,218)</u>	<u>12,443,322</u>	<u>(5,932,959)</u>
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities						
Depreciation	4,475,650	-	2,758,238	325,002	7,558,890	1,722,251
Increase (Decrease) in Allowance for Uncollectible Accounts/Loans	2,046	(126,687)	-	2,882	(121,759)	(294,611)
Nonoperating Miscellaneous Other Revenue Received	67,657	-	-	-	67,657	-
Nonoperating Miscellaneous Other Expenses Paid	-	-	(27,099)	-	(27,099)	-
Changes in Assets and Liabilities						
(Increase) Decrease in						
Accounts Receivable	(2,833)	(2,049)	(195,095)	317,170	117,193	246,918
Assessments Receivable	(710,021)	(208)	-	-	(710,229)	-
Notes and Loans Receivable	-	2,207,613	-	-	2,207,613	1,486,702
Accrued Interest Receivable	-	(274,118)	-	-	(274,118)	15,873
Due from Other Funds	(358,848)	-	-	17,902	(340,946)	(172,827)
Due from Component Units	596,099	-	-	9,860	605,959	25,105
Due from Other Governmental Units	(56,767)	1,018	-	(3,586)	(59,335)	(13,517)
Inventories	9,776	-	-	86,189	95,965	(257,475)
Prepaid Items	-	-	-	-	-	924,182
Increase (Decrease) in						
Accrued Salaries Payable	35,336	-	-	(17,288)	18,048	171,468
Accounts Payable	(66,190)	22,840	226,265	(186,939)	(4,024)	(145,208)
Contracts and Retention Payable	-	(101,385)	-	-	(101,385)	-
Due to Other Funds	(733,259)	(51,519)	(49,545)	20,152	(814,171)	328,058
Due to Component Units	1,078	-	-	(321)	757	1,380
Due to Other Governmental Units	-	1,012	-	(8,319)	(7,307)	46,455
Unearned Revenue	-	-	-	-	-	394,856
Compensated Absences Payable	92,835	-	-	1,021	93,856	(17,280)
Net Other Postemployment Benefits Obligation	80,476	-	-	128,124	208,600	843,737
Total Adjustments	<u>3,433,035</u>	<u>1,676,517</u>	<u>2,712,764</u>	<u>691,849</u>	<u>8,514,165</u>	<u>5,306,067</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>17,877,243</u>	<u>(3,026,410)</u>	<u>6,237,023</u>	<u>(130,369)</u>	<u>20,957,487</u>	<u>(626,892)</u>

continued

City of Saint Paul, Minnesota
 STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 For the Fiscal Year Ended December 31, 2008

Exhibit 9

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds	
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds		Total
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS						
Cash and Investments with Treasurer	45,871,067	4,841,644	15,099,383	1,040,243	66,852,337	9,690,169
Imprest Funds	150	-	-	6,500	6,650	1,025
Restricted Cash						
For General Obligation Bond Debt Service	30,840	2,745,371	2,602,171	-	5,378,382	-
For Revenue Bond Debt Service	3,135,401	-	1,646,427	-	4,781,828	-
For Revenue Bond Operation and Maintenance	3,171,564	-	573,827	-	3,745,391	-
For Revenue Bond Construction	1,989,133	-	128,972	-	2,118,105	-
For Cash for Budget and Rate Stabilization	3,927,530	-	-	-	3,927,530	-
TOTAL CASH AND CASH EQUIVALENTS	58,125,685	7,587,015	20,050,780	1,046,743	86,810,223	9,691,194
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES						
Capital Assets Purchased on Account						
Buildings and Structures	-	-	10,923	-	10,923	-
Equipment	42,757	-	-	-	42,757	-
Construction in Progress	811,532	-	-	-	811,532	-
Net Book Value of Traded Capital Assets	1,340	-	-	-	1,340	-
Loss on Disposition of Capital Assets	(1,760)	-	-	-	(1,760)	(4,931)
Contribution from Governmental Activities Capital Assets	-	-	-	7,000	7,000	-
Contribution from Business-Type Activities Capital Assets	-	-	-	-	-	23,055
Transfer to Governmental Activities Capital Assets	-	(73,584)	-	(23,055)	(96,639)	(165,946)
Revaluation of Land Held for Resale	-	(207,345)	-	-	(207,345)	-
Prior Year Loans from Outside Sources	-	1,763,667	-	-	1,763,667	-

The notes to the financial statements are an integral part of this statement.

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City of Saint Paul, Minnesota
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
December 31, 2008

Exhibit 10

ASSETS

Cash and Investments with Treasurer	4,383,567
Receivables	
Property Taxes - Due from Ramsey County	14,298
Accounts (net of allowance for estimated uncollectibles)	4,097
Accrued Interest	7,007
Due from Other Funds	372,500
Due from Other Governmental Units	<u>1,197</u>
TOTAL ASSETS	<u><u>4,782,666</u></u>

LIABILITIES

Accounts Payable	3,004,773
Due to Other Governmental Units	<u>1,777,893</u>
TOTAL LIABILITIES	<u><u>4,782,666</u></u>

The notes to the financial statements are an integral part of this statement.

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
ALL DISCRETELY PRESENTED COMPONENT UNITS
December 31, 2008

Exhibit 11

	RiverCentre Convention & Visitors Authority	Regional Water Services	Port Authority	Total
ASSETS				
Current Assets				
Cash and Investments	5,028,728	10,511,763	1,711,984	17,252,475
Investments	347,547	3,019,503	12,562,456	15,929,506
Departmental Cash	-	136,963	-	136,963
Imprest Funds	-	7,000	-	7,000
Restricted Cash and Cash Equivalents				
Cash for Grants and Other Contributions	-	11,282	-	11,282
Investments for Revenue Bond Debt Service	-	2,452,785	-	2,452,785
Receivables				
Accounts (net of allowance for Estimated Uncollectibles)	1,262,171	4,317,059	9,153,490	14,732,720
Assessments	-	3,385,077	-	3,385,077
Loans	-	-	180,000	180,000
Accrued Interest	-	126,031	-	126,031
Due from Primary Government	-	104,206	-	104,206
Due from Other Governmental Units	-	684,244	-	684,244
Inventory - Materials and Supplies	-	1,834,100	-	1,834,100
Prepaid Items	69,636	-	233,154	302,790
Total Current Assets	6,708,082	26,590,013	23,841,084	57,139,179
Noncurrent Assets				
Restricted Assets				
Cash for Operations	1,035,503	-	3,626,274	4,661,777
Cash for Economic Development	-	-	5,882,423	5,882,423
Cash for Other Funds Held in Trust	-	-	4,951,113	4,951,113
Investments for Port Authority Operations	-	-	4,158,074	4,158,074
Investments for Other Funds Held in Trust	-	-	934,253	934,253
Investments for Revenue Bond Future Debt Service	-	3,869,110	780,643	4,649,753
Investments for Revenue Bond and Notes	-	-	2,427,516	2,427,516
Investments for Revenue Bond Operations and Maintenance	-	1,385,270	-	1,385,270
Investments for City Obligations	-	-	1,873,518	1,873,518
Total Restricted Assets	1,035,503	5,254,380	24,633,814	30,923,697
Other Assets				
Deferred Charges	-	363,625	-	363,625
Other Long-Term Receivables	-	183,386	-	183,386
Taxes Receivable	-	-	35,867,280	35,867,280
Total Other Assets	-	547,011	35,867,280	36,414,291
Capital Assets				
Land	-	1,307,887	7,189,877	8,497,764
Buildings and Structures	1,480,936	55,623,513	30,888,315	87,992,764
Less: Accumulated Depreciation	(991,621)	(13,881,339)	(9,790,551)	(24,663,511)
Public Improvements	-	215,437,961	-	215,437,961
Less: Accumulated Depreciation	-	(68,149,568)	-	(68,149,568)
Equipment	4,569,152	46,479,287	1,155,251	52,203,690
Less: Accumulated Depreciation	(4,152,888)	(21,196,580)	(732,790)	(26,082,258)
Construction in Progress	-	10,838,060	243,094	11,081,154
Total Capital Assets	905,579	226,459,221	28,953,196	256,317,996
Total Noncurrent Assets	1,941,082	232,260,612	89,454,290	323,655,984
Total Assets	8,649,164	258,850,625	113,295,374	380,795,163

continued

City of Saint Paul, Minnesota
STATEMENT OF NET ASSETS
ALL DISCRETELY PRESENTED COMPONENT UNITS
December 31, 2008

Exhibit 11

	RiverCentre Convention & Visitors Authority	Regional Water Services	Port Authority	Total
LIABILITIES				
Current Liabilities (Payable from Current Assets)				
Accrued Salaries Payable	9,560	924,065	-	933,625
Compensated Absences Payable	21,911	62,842	155,000	239,753
Claims and Judgments Payable	-	559,133	-	559,133
Accounts Payable	2,774,270	2,394,697	2,141,290	7,310,257
Contract Retention Payable	-	517,927	-	517,927
Due to Primary Government	191,360	2,242,790	-	2,434,150
Due to Other Governmental Units	1,022	1,709,645	1,190,562	2,901,229
Unearned Revenue	335,623	280,221	7,398,672	8,014,516
Revenue Notes Payable	-	1,133,014	-	1,133,014
Capital Lease Payable	192,443	1,329	-	193,772
Accrued Interest Payable				
Revenue Notes	-	46,084	-	46,084
Other Liabilities	-	-	444,741	444,741
Total Current Liabilities (Payable from Current Assets)	3,526,189	9,871,747	11,330,265	24,728,201
Current Liabilities (Payable from Restricted Assets)				
Accounts Payable	-	509	-	509
General Obligation Bonds	-	-	725,000	725,000
Revenue Bonds Payable	-	1,430,000	4,605,000	6,035,000
Revenue Notes Payable	-	-	1,265,832	1,265,832
Accrued Interest Payable				
General Obligation Bonds	-	-	245,044	245,044
Revenue Bonds	-	85,232	5,555,553	5,640,785
Total Current Liabilities (Payable from Restricted Assets)	-	1,515,741	12,396,429	13,912,170
Total Current Liabilities	3,526,189	11,387,488	23,726,694	38,640,371
Noncurrent Liabilities				
General Obligation Bonds Payable	-	-	24,050,000	24,050,000
Less: Unamortized Discount	-	-	(450,204)	(450,204)
Revenue Bonds Payable	-	24,045,000	26,345,000	50,390,000
Add: Unamortized Premium	-	92,633	-	92,633
Less: Unamortized Discount	-	(174,210)	(12,000)	(186,210)
Revenue Notes Payable	-	9,287,293	9,111,022	18,398,315
Accrued Interest Payable on Revenue Note	-	-	1,979,101	1,979,101
Capital Lease Payable	849,114	6,542	-	855,656
Advance from Primary Government	1,333,640	-	-	1,333,640
Compensated Absences Payable	-	1,794,030	-	1,794,030
Net Other Postemployment Benefits Obligation	-	1,122,807	28,354	1,151,161
Claims and Judgments Payable	-	2,440,826	-	2,440,826
Total Noncurrent Liabilities	2,182,754	38,614,921	61,051,273	101,848,948
Total Liabilities	5,708,943	50,002,409	84,777,967	140,489,319
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	(410,979)	190,637,620	2,031,400	192,258,041
Restricted	-	7,621,933	19,272,265	26,894,198
Unrestricted	3,351,200	10,588,663	7,213,742	21,153,605
Total Net Assets	2,940,221	208,848,216	28,517,407	240,305,844

The notes to the financial statements are an integral part of this statement.

City of Saint Paul, Minnesota
STATEMENT OF ACTIVITIES
ALL DISCRETELY PRESENTED COMPONENT UNITS
For The Fiscal Year Ended December 31, 2008

Exhibit 12

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Totals
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Component Units			
					RiverCentre Convention & Visitors Authority	Regional Water Services	Port Authority	
RiverCentre Convention & Visitors Authority	11,704,579	8,708,953	919,173	1,041,891	(1,034,562)	-	-	(1,034,562)
Regional Water Services	38,886,882	40,764,612	77,960	553,226	-	2,508,916	-	2,508,916
Port Authority	17,743,457	7,573,068	4,949,887	-	-	-	(5,220,502)	(5,220,502)
Total Component Units	68,334,918	57,046,633	5,947,020	1,595,117	(1,034,562)	2,508,916	(5,220,502)	(3,746,148)
General Revenues								
Taxes								
Property Taxes, Levied for Debt Service					-	-	3,673,236	3,673,236
Hotel/Motel Tax					1,708,783	-	-	1,708,783
Investment Income								
Interest Earned on Investments					131,346	736,584	1,870,914	2,738,844
Increase (Decrease) in Fair Value of Investments					(36,420)	73,863	-	37,443
Gain on Sale of Capital Assets					-	92,541	-	92,541
Miscellaneous					153,608	152,529	-	306,137
Total General Revenues					1,957,317	1,055,517	5,544,150	8,556,984
Change in Net Assets					922,755	3,564,433	323,648	4,810,836
Net Assets, January 1					2,017,466	205,283,783	28,193,759	235,495,008
Net Assets, December 31					2,940,221	208,848,216	28,517,407	240,305,844

The notes to the financial statements are an integral part of this statement.

City of Saint Paul

Index to Notes to Financial Statements

December 31, 2008

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Note I. Form of Government

The City of Saint Paul, Minnesota has a mayor-council form of government. The mayor is elected by the voters of the City at large for four years on a full-time basis. The City is divided into seven wards. Voters of each ward elect a member of the City Council for four years on a part-time basis. Executive power is vested in the mayor; legislative power is vested in the Council. The mayor has veto power, which the Council may override with a vote of five members.

Note II. Financial Reporting Entity

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 14 – *The Financial Reporting Entity*, the City's financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable for the component unit if it appoints a voting majority of the component unit's governing body and is able to impose its will on the component unit or there is a potential for the component unit to provide specific financial benefits to, or impose specific financial burdens on, the primary government.

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City of Saint Paul (the primary government) and its component units (legally separate organizations). The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

In conformity with generally accepted accounting principles, the financial statements of component units have been included in the City's reporting entity either as blended component units or as discretely presented component units. Blended component units' financial data is reported as part of the primary government and are reported with similar funds of the primary government. Discretely presented component units' financial data is reported in a column separate from the financial data of the primary government to emphasize that they are legally separate from the City.

Blended Component Units. The following component units have been presented as blended component units because the component units' governing bodies are the same as the governing body of the City.

Housing and Redevelopment Authority of the City of Saint Paul (HRA)

The Housing and Redevelopment Authority of the City of Saint Paul (HRA) was established to undertake urban renewal programs. These programs strive to redevelop the residential, commercial and industrial areas of the City of Saint Paul and to provide adequate jobs, a sound fiscal base and a variety of affordable housing for City residents. The City of Saint Paul's City Councilmembers act as the HRA Board. The Authority's budget and tax levy are approved by the City Council. The City has a general obligation pledge on certain HRA debt. Separate financial statements for the HRA can be obtained from the City of Saint Paul, Department of Planning and Economic Development, 1400 City Hall Annex, 25 West Fourth Street, Saint Paul, MN 55102.

Saint Paul Library Agency

The Saint Paul Library Agency was established in 2003 and is responsible for operating the City's public library system. This system provides reading materials to meet the interests of all ages, responds to the community's need for information and facilitates lifelong learning to enrich the quality of life in the community. The City of Saint Paul's City Councilmembers act as the Library Board. The agency's budget is approved by the Board. The agency's tax levy is approved by City Council. The City has a general obligation pledge on Library debt. The Library Agency consists of an operating fund, debt service fund and a capital improvement fund. These funds are incorporated into the City's financial report.

Discretely Presented Component Units. The component unit columns in the government-wide financial statements includes the financial data of the City's other component units. The governing bodies of these component units are not substantively the same as the governing body of the primary government and the component units do not provide services exclusively to the primary government.

RiverCentre Convention & Visitors Authority

The Saint Paul RiverCentre Convention & Visitors Authority (RCVA), a Minnesota non-profit corporation, was organized to equip, maintain, manage and operate the RiverCentre Convention Center, Roy Wilkins Auditorium, RiverCentre Parking Ramp and pedestrian connection and operate a convention bureau to market and promote the City as a tourist and convention destination. The Mayor appoints the President and CEO. There are nineteen individuals on the Board of Directors. Ten directors are designated by the Mayor with the approval of City Council, three directors are City Councilmembers and six directors are members of the RCVA who represent the business community. Debt obligations have been issued on behalf of the RCVA and the operational revenues have been committed to the repayment of those obligations. However, ultimately, the City of Saint Paul or the Saint Paul Housing and Redevelopment Authority would be obligated to pay those debt obligations if the RCVA's revenues were insufficient to meet debt service. Separate financial statements for the RCVA can be obtained from the Saint Paul RiverCentre Convention & Visitors Authority; 175 West Kellogg Boulevard; Suite 502; Saint Paul, MN 55102.

Saint Paul Regional Water Services

The Saint Paul Regional Water Services provides safe, quality water to Saint Paul and surrounding communities at a reasonable price. The Board of Water Commissioners consists of seven members. Five board members are appointed by the Mayor with the consent of the City Council, three of whom are City Councilmembers and two are citizens. The remaining two board members are appointed by suburban city councils. The City Council approves the Regional Water Services' water rates and the City has issued general obligation bonded debt on behalf of Regional Water Services. As part of the annual audit of the City performed by the State Auditor's Office, the Regional Water Services' financial statements have been included in their audit. Separate financial statements can be obtained from the Regional Water Services; Business Division; 1900 Rice Street; Saint Paul, MN 55113.

Port Authority of the City of Saint Paul

The Port Authority of the City of Saint Paul was established to increase the volume of commerce in the City through the creation of development districts and the acquisition and construction of industrial, commercial and other revenue-producing projects. The Port Authority finances this development in order to expand the tax base and create job opportunities. The Mayor appoints the Port Authority's board of commissioners with the consent of the City Council. Two of the seven board of commissioners are City Councilmembers. The Port Authority has issued general obligation debt and the Authority's development activities are financed in part with tax increment financing. It should be noted that other debt issued by the Port Authority, including industrial development revenue bonds, are not liabilities of the City of Saint Paul. The Port Authority considers these bonds as no-commitment debt, and they are excluded from its financial statements. The Authority defines no-commitment debt as debt for which the Authority has no further financial obligation. The industrial development bonds do not constitute indebtedness of the City and are secured solely by revenues from the commercial organizations on whose behalf the bonds are issued.

The Port Authority's component unit, Capital City Properties (CCP), is a Minnesota not-for-profit corporation established in 1991 for the purpose of performing the functions and carrying out the public purposes of the Port Authority. All of the members of the board of directors of CCP are either commissioners or staff of the Port Authority. CCP leases the Capital City Plaza Parking Garage St. Paul, as well as participates in various joint ventures. Subject to the authorization of the CCP board of directors, excess cash flow may be utilized to carry out the public purpose of the Port Authority. Complete financial statements can be obtained from Capital City Properties; Laurie Hansen, Chief Financial Officer, 1900 Landmark Towers, 345 St. Peter Street, St. Paul, MN 55102-1661.

The City assumes no responsibility for the day-to-day operations of the Port Authority, nor is it responsible for financing deficits. Separate financial statements can be obtained from the Port Authority of the City of Saint Paul; Chief Financial Officer; 1900 Landmark Towers; 345 St. Peter Street; Saint Paul, MN 55102.

Related Organizations. The City's officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. Related organizations are not included in the City's reporting entity.

The Public Housing Agency of the City of Saint Paul owns and operates housing projects for low income, elderly and handicapped families. The commissioners of the Public Housing Agency are appointed by the City Council. The City does not provide funding, has no obligation for the debt of the Agency, and cannot impose its will on the Agency.

The Riverfront Redevelopment Corporation was established to effect the planning and implementation of the development and preservation of the Mississippi River Corridor within Saint Paul. The operations of the Redevelopment Corporation are managed by a board of directors consisting of not less than eight, nor more than seventeen members. All members of the board of directors are appointed by the Mayor with the consent of the City Council. Four of the directors of the corporation are designated as the "City representatives." These are (1) Mayor or the Mayor's designee, (2) two members of the City Council and (3) the Director of the City of Saint Paul, Department of Planning and Economic Development. The City has no ability to impose its will to significantly influence the programs, projects or level of services performed or provided by the Riverfront Redevelopment Corporation. The City is not responsible for funding debts, operating deficiencies and/or disposing of surpluses.

Joint Venture. The Minneapolis/Saint Paul Housing Finance Board (the Board) was established in accordance with a Joint Powers Agreement entered into between the Housing and Redevelopment Authority of the City of Saint Paul (HRA), the Minneapolis Community Development Agency (MCDA), and accepted by the cities of Minneapolis and Saint Paul under State of Minnesota laws. The governing bodies of the HRA and the MCDA each appoint three of the six members of the Board. The Board was created for the public purpose of providing decent, safe, sanitary and affordable housing to the residents of the City of Saint Paul and the City of Minneapolis. The powers exercised by the Board include the power to undertake financing programs to implement individual components of the housing plan for each city and to issue revenue bonds to finance such programs. All bonds are special limited obligations of the Board and shall be payable only out of funds specifically pledged for each issue. Total net assets at December 31, 2008, were \$16,139,760. The 2008 operations resulted in an increase of \$7,896,664 to net assets.

During 2008, no distributions were made from the HRA or the MCDA to the Board.

Upon dissolution of the Board, all properties acquired by the Board and any surplus monies shall be distributed to the HRA and the MCDA in the proportion and otherwise pursuant to directions provided in the related indenture of trust or other bond documents. If properties acquired by the Board and any surplus monies are not traceable to a particular bond issue or the indenture is silent as to distribution of the assets upon discharge of the issue, the assets shall be distributed on the basis of the amount of funds each entity has contributed that would affect those assets. The respective percentage shares of the HRA and the City of Minneapolis in the Board's assets, liabilities and equity were not determined at December 31, 2008. There has been no investment made by the HRA in the joint venture. Thus, the financial statements do not reflect an equity interest in the joint venture. Complete financial statements of the Board can be obtained from the City of Minneapolis Community Planning and Economic Development Department; Suite 700; Crown Roller Mill; 105 Fifth Avenue South; Minneapolis, MN 55401.

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Note III. Summary of Significant Accounting Policies

The financial statements of the City of Saint Paul have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Government-wide and Fund Financial Statements

Government-wide Financial Statements

The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities and are prepared on the full accrual basis. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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. The City allocates indirect expenses to functions in the statement of activities. 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, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues.

Fund Financial Statements

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, fund equity/net assets, revenues and expenditures/expenses. The modified accrual basis of accounting continues to be the appropriate basis of accounting for governmental activity fund financial statements.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Funds are organized as major funds or non-major funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

1. Total assets, liabilities, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
2. The same element of the individual governmental fund or enterprise fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
3. In addition, any other governmental or enterprise fund that the City believes is particularly important to financial statement users may be reported as a major fund.

The City reports the following major governmental funds:

Major Governmental Funds

- General Fund – accounts for the City's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.
- Citywide Major Events – accounts for financing and spending for major events such as the 2008 Republican National Convention Security grant.
- Library Agency – accounts for the primary operating activities of the Library to provide a full range of library services.
- HRA General Fund – accounts for the HRA's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.
- General Debt Service – accounts for resources accumulated and payments made for principal and interest on long-term obligations other than tax increment district or enterprise fund debt.
- HRA General Debt Service – accounts for HRA resources accumulated and payments made for principal and interest on long-term obligations other than enterprise fund debt.
- Capital Improvement Projects – accounts for proceeds from long-term borrowing and other resources to be used for capital improvement projects.

The City reports the following major enterprise funds:

Major Enterprise Funds

- Sewer Utility – accounts for all fees collected from the customers connected to the City sewer system and for all expenses of operating this system.
- HRA Loan Enterprise – accounts for loans issued under HRA housing and business programs.
- HRA Parking – accounts for parking revenues which are used for acquisition, construction, operation and maintenance of HRA-owned parking facilities.

The City reports the following non-major governmental and enterprise funds:

Non-Major Governmental Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

- Special Projects – General Government
- Media Services
- Charitable Gambling Enforcement
- Utilities Rate Investigation Administration
- Property Code Enforcement
- License and Permit
- Police Services – Pension Assets
- Crime Laboratory
- Emergency Communications Center Consolidation
- Parking Enforcement
- Special Projects Police
- Police Officers Clothing
- Fire Responsive Services
- Fire Fighting Equipment
- Fire Protection Clothing
- Right of Way Maintenance
- Parking Meter Collections
- Lighting Maintenance Assessment Districts
- Solid Waste and Recycling
- Special Projects – Division of Health
- Municipal Stadium
- Forestry Special
- Como Campus
- Special Recreation Activities
- Municipal Athletic Programming
- Charitable Gambling
- Debt – Capital Improvement
- Parks and Recreation Opportunity
- Parks and Recreation Grants and Aids
- Library Agency Revenues and Grants
- Rella Havens Memorial Fund
- Community Development Block Grant
- State Grant Programs
- HRA Federal and State Programs
- Section 108 Programs

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

- G.O. Special Assessment – Streets
- City Revenue Bonds and Other Long-Term Debt
- Library Debt
- Revenue Notes and Other Long-Term Debt

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of equipment and/or major capital facilities.

- Capital Improvement Bonds
- Library Capital Projects
- City Downtown Capital Projects
- City Sales Tax
- HRA Development Capital Projects
- HRA Tax Increment

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs; that is, for the benefit of the government or its citizenry.

- Japanese Gardens
- Hoffman Memorial

Non-Major Enterprise Funds

Enterprise Funds are used to report any activity for which a fee is charged to external users of goods or services, and must be used for activities which meet certain debt or cost-recovery criteria.

- Special Services
- Watergate Marina
- Impounding Lot
- RiverPrint Saint Paul/Ramsey County

In addition, the City reports the following fund types:

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis, including attorney, purchasing, technology, equipment, engineering and administrative services.

Agency Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. These funds include employee withholding; funds payable to the State of Minnesota for sales and use tax, building permit surcharge and unclaimed property; and others.

B. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-wide Financial Statements

The government-wide statement of net assets and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements – Governmental Funds

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

Revenues

Governmental fund revenues are recognized in the accounting period in which they become susceptible to accrual; that is, when they become both measurable and available to finance the expenditures of the fiscal period. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues for nonexchange transactions are recognized based on the principal characteristics of the revenue. Exchange transactions are recognized as revenue when the exchange occurs.

Nonexchange Transactions

Derived tax revenue transactions result from assessments imposed by governments on exchange transactions. Hotel-motel tax and City sales tax are reported as revenue when the underlying exchange occurs and the receivable amount is available.

Imposed nonexchange transactions result from assessments by governments on nongovernmental entities and individuals. Property taxes, franchise fees and capital improvement special assessments are imposed nonexchange transactions. Revenues from property taxes and capital improvement special assessments are recognized in the period for which they were levied, to the extent they are collected in the current period or soon enough thereafter to be used to pay liabilities of the current period.

Property taxes, franchise fees and capital improvement special assessments receivable which are not available are reported as deferred revenue, and will be recognized as revenue in the fiscal year that they become available. The City considers these revenues as available if they are collected within sixty days after year end.

Government-mandated nonexchange transactions occur when a government at one level provides resources to a government at another level and requires that government to use them for a specific purpose. The provider government establishes purpose restrictions and may also establish time requirements. Federal and state grants mandating the City perform particular programs are government-mandated nonexchange transactions. Revenues are recognized when the eligibility and time requirements are met, usually when the corresponding expenditure is incurred, using the guidelines of the legal and contractual requirements of the individual programs.

Voluntary nonexchange transactions result from legislative or contractual agreements, such as grants, entitlements, appropriations and donations. The provider may establish purpose restrictions and eligibility requirements. Revenues are recognized in the year to which they apply according to statute or contract. Gifts and contributions from individuals and miscellaneous revenues are also considered voluntary nonexchange transactions, and are generally recognized when received in cash because they are not measurable until received. Tax credits paid by the state (included in intergovernmental revenue) are recognized as revenue in the fiscal year that they become available. The City considers revenues from tax credits paid by the state as available if they are collected within sixty days after year end.

Exchange Transactions

Exchange transactions include revenues such as interest earned, service-type special assessments, fees, sales and services, licenses and permits. Sales and services, interest earned and service-type special assessments are reported as revenue when they become both measurable and available to finance expenditures of the fiscal period. The City considers these revenues as available if they are collected within sixty days after year end. Licenses, permits and fees are reported as revenue when received in cash, because they are usually not measurable until received.

Expenditures

Expenditures are recorded under the modified accrual method when the fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences, claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Fund Financial Statements – Proprietary Funds and Fiduciary Funds

Proprietary funds, consisting of enterprise and internal service funds, are reported using the economic resources measurement focus and the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Material unbilled accounts receivables are recorded at year end.

The 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 proprietary funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

The City's Fiduciary Funds consist solely of Agency Funds. Agency Funds do not have a measurement focus, but are reported on an accrual basis of accounting.

Fund Financial Statements – All Funds

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

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C. Restatement of Net Assets

1. Prior Period Adjustment of the Capital Assets Used in the Operation of Governmental Funds

The January 1, 2008 balance of the Infrastructure Capital Assets Used in the Operation of Governmental Funds decreased by \$34,908,901. In the process of reconciling the City's historical Street Infrastructure records with the centerline dataset that is used by the Metropolitan Council, Public Works staff identified some street segments that had been vacated, were duplicates or belonged to other governmental units.

	<u>Amount</u>
Balance, January 1, 2008, as previously reported	\$ 711,749,710
Priod Period Adjustment for Correction to Infrastructure	<u>(34,908,901)</u>
Balance, January 1, 2008, as restated	<u><u>\$ 676,840,809</u></u>

2. Prior Period Adjustment of the Net Assets Balance in the Statement of Activities

The adjustment of the January 1, 2008 Capital Assets Used in the Operation of Governmental Funds resulted in a corresponding adjustment of the January 1, 2008 net assets balance of the Governmental Activities in the Statement of Activities.

		<u>Amount</u>
Balance, January 1, 2008, as previously reported		\$ 919,735,757
Prior Period Adjustment for Correction to Infrastructure		
Acquisition Cost	(34,908,901)	
Accumulated Depreciation	<u>12,827,854</u>	
Net Effect to Investment in Capital Assets		<u>(22,081,047)</u>
Balance, January 1, 2008, as restated		<u><u>\$ 897,654,710</u></u>

D. Assets, Liabilities and Net Assets or Equity

1. Cash and Investments

The City maintains a general portfolio, which is a pool of investments covering pooled cash and cash equivalents. The City's Office of Financial Services, Treasury Section, also manages the deposit and investment function of the Regional Water Services and the majority of the RiverCentre Convention & Visitors Authority discretely presented component units. Each fund's portion of this pool is displayed on the financial statements within "Cash and Investments with Treasurer." Funds which have overdrawn their equity in the cash and investments pool report this overdraft as an interfund payable. The City's General Fund has reported the offsetting interfund receivable. At December 31, 2008, the following amounts were reported as "Cash and Investments with Treasurer" in the General Fund:

	General Fund
Equity in Cash and Investments Pool	\$ 26,132,708
Less Advance to Other Funds for Overdrafts	(9,384,703)
Cash and Investments with Treasurer	\$ 16,748,005

See Note VI.F for a detail listing of funds reporting an interfund payable for pooled cash and investments overdrafts.

Cash equivalents are cash on hand, cash in bank and highly-liquid investments adjusted to fair value having original maturities (time span from purchase date to maturity date) of three months or less. Cash equivalents are identified only for the purpose of the Statement of Cash Flows. Included in the classification of cash equivalents are cash and investments with treasurer, cash and investments of imprest funds and restricted cash.

In addition, the City invests non-pooled cash within various funds. In accordance with Governmental Accounting Standards Board Statement No. 31 *Accounting and Financial Reporting for Certain Investments and for External Investment Pools* (Statement 31), the City's investments are reported at fair value with recognition of the corresponding changes in fair value of investments reported as revenue in the year in which the change occurred. Accordingly, investments are stated at fair value based upon quoted market prices at December 31, 2008. Investments in nonparticipating interest-earning contracts, such as savings accounts and nonnegotiable certificates of deposit are reported at cost. Money market investments and participating interest-earning investment contracts (negotiable certificates of deposit) are reported at amortized cost, since these investments had a remaining maturity of one year or less at the time of purchase. Money market investments are short-term, highly-liquid debt instruments, bankers' acceptances and U.S. Treasury and agency obligations.

Since it is the City's practice to ensure that investments can be held to maturity if necessary, a portion of fund equity in the governmental funds is designated for net unrealized gains if applicable. The amounts of unrealized gains or losses are included in investment income as an increase (decrease) in fair value of investments. In 2008, the City recorded an "increase in fair value of investments" as investment income of \$3,446,828 for governmental and proprietary funds. The calculation of realized gains and losses is independent of the calculation of the net change in the fair value of investments. Realized gains and losses on investments that have been held in more than one fiscal year and sold in the current year were included as part of the change in the fair value of investments reported in the current year.

“Interest Earned on Investments”

In accordance with legal provisions, investment earnings from pooled deposits and investments are recorded in the following funds:

General Fund

Special Revenue Funds:

- Citywide Major Events
- HRA General Fund
- Special Projects – General Government
- Police Services – Pension Assets
- Special Projects Police
- Municipal Athletic Programming
- Charitable Gambling
- Debt – Capital Improvements
- Parks and Recreation Opportunity
- Rella Havens Memorial Fund
- State Grant Programs

Debt Service Funds:

- General Debt Service
- HRA General Debt Service
- G.O. Special Assessment – Streets
- City Revenue Bonds and Other Long-Term Debt
- Library Debt
- Revenue Notes and Other Long-Term Debt

Capital Projects Funds:

- Capital Improvement Projects
- Capital Improvement Bonds
- City Sales Tax
- Library Capital Projects
- HRA Development Capital Projects
- HRA Tax Increment

Permanent Funds:

- Japanese Gardens
- Hoffman Memorial

Enterprise Funds:

- Sewer Utility
- HRA Loan Enterprise
- HRA Parking
- Special Services

Investment earnings are allocated based on average monthly cash balances.

See Note VI.A for further information.

2. Receivables

Property Taxes

Property tax levies are set by the City Council in October each year, and are certified to Ramsey County for collection in the following year. In Minnesota, counties act as collection agents for all property taxes.

The county spreads all levies over assessable property. Such taxes become a lien on January 1 and are recorded as receivables by the City at that date. Revenues are accrued and recognized in the year collectible, net of delinquencies.

Real property taxes may be paid by taxpayers in two equal installments, on May 15 and October 15. Personal property taxes on leased government-owned property may be paid in two equal installments on May 15 and October 15; property taxes on other personal property are to be paid in full on May 15.

Taxes which remain unpaid at December 31 are classified as delinquent taxes receivable, and are fully offset by deferred revenue, because they are not known to be available to finance current expenditures. No allowance for uncollectible taxes has been provided, because such amounts are not expected to be material.

Accounts Receivable

Accounts receivable have been shown net of an allowance for uncollectible accounts of \$892,662.

Interfund Receivables Payables

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net assets. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

In the governmental fund financial statements, advances to other funds are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation.

Notes and Loans Receivable

Notes and loans (hereafter referred to as "loans") have been issued to financially assist private developers in various Saint Paul development projects or to provide housing or commercial rehabilitation financing for Saint Paul property owners. All loans are secured by first or second property mortgages, with the exception of the STAR Program loans, which are not always secured.

Loans receivable in governmental funds are reported as an asset in the amount of loan proceeds disbursed less collections on principal. In order to satisfy federal grant reporting requirements, deferred revenue of an equal amount to the asset is also reported on the respective governmental fund balance sheet and revenues are reported when principal payments are received from the loan recipient. An allowance for uncollectible loans, which offsets the total gross loans receivables, is recognized for the amount of loans receivable for which collection is doubtful or questionable.

Deferred revenue is also reduced by the amount of the allowance for uncollectible loans. At the time of the disbursement of the loan, expenditures and loans receivable are debited in the amount of the loan issued, with the loans receivable being offset by a credit to deferred revenue. In the HRA Federal and State Programs Special Revenue Fund, in order to satisfy federal grant reporting requirements, deferred revenue of an equal amount to the asset is also reported in the balance sheet and revenues are reported when principal payments are received from the loan recipient. However, in the case of the loan receivable from Central Towers Limited Partnership in the amount of \$2,100,000, an equal amount of \$2,100,000 is reported as "due to other governmental units" on the balance sheet, since any payments on this loan receivable are owing to the U.S. Department of Housing and Urban Development.

For enterprise funds, loans receivable are reported as an asset in the amount of loan proceeds disbursed less collections on principal. An allowance for uncollectible loans, which offsets the total gross loans receivable, is recognized for the amount of loans receivable for which collection is doubtful or questionable.

The allowance for uncollectible loans is based upon an analysis of credit risk and payment delinquency.

3. Inventories and Prepaid Items

Inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Proprietary fund inventories are generally used for construction, for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average, and charged to construction, operation and maintenance expense when used.

Certain payments to vendors which reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements.

4. Land Held for Resale

Land is acquired by the HRA for subsequent resale for redevelopment purposes and not as an investment program. In order to entice development, the land is often resold at prices substantially lower than the HRA's cost. Land Held for Resale is reported as an asset at the net realizable value in the fund which acquired it. Deferred revenue of an equal amount is also reported on the respective governmental fund balance sheet. In governmental funds, in order to satisfy federal grant reporting requirements, land acquired is reported as expenditure in the amount of the acquisition cost and as federal revenue for the same amount. When the land is subsequently sold, miscellaneous program income is recognized for the sale amount. Future draw downs from the federal government for reimbursement of expenditures incurred are adjusted by program income available at that date.

5. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt.

6. Capital Assets

Government-wide Financial Statements

Capital assets, which include land, buildings and structures, improvements, equipment and infrastructure (e.g., streets, bridges and sewers), are defined by the City as assets with an initial cost of more than \$5,000 for general capital assets and \$100,000 for infrastructure assets, and an estimated useful life of at least three years. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair value on the date received. Certain assets for which actual costs are not available have been valued on the basis of a professional valuation that determined their approximate historical cost. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. The cost of renewals and betterments relating to retirement units is added to related capital asset accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from capital asset accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statements of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is spread over the assets' estimated useful lives using the straight line method of depreciation. The range of estimated useful lives and method of depreciation by type of asset is as follows:

Asset	Method	Years
Buildings and Structures	Straight-line	15-75
Public Improvements	Straight-line	15-30
Equipment	Straight-line	3-20
Infrastructure	Straight-line	20-100

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

7. Issuance Costs and Discounts

In governmental funds, debt issuance costs and bond discounts are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized on a straight-line basis over the term of the debt issue.

8. Compensated Absences

The compensated absences liability includes earned but unpaid vacation and compensatory time, vested sick leave, an estimate of current vesting sick leave that will eventually vest, and salary-related payments (fringe benefits) associated with the payment of vacation and compensatory time balances.

Employees earn vacation based on years of service and their bargaining unit. Vacation must be used in the year it is earned, except for 120 hours, which may be carried over to the following year. Employees are paid 100% of their accumulated vacation pay when they terminate their employment. All amounts are paid to a Post Employment Health Plan (PEHP).

Sick leave earning varies based on bargaining units and ranges from 13 to 15 days per year and maybe accumulated indefinitely. Terminated employees receive severance pay based upon unused sick leave. All severance pay is paid to a PEHP in the year following termination. Eligibility requirements and maximum allowable amounts vary, depending upon an employee's bargaining unit.

All vested vacation is accrued when incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured; for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

9. Arbitrage Rebate

Expenditures/expenses for arbitrage rebate are recognized annually in the appropriate funds at the time of the interest payment closest to the date of the bonds. For the fiscal year ended December 31, 2008, the City reported \$280,000 of expenditures relating to arbitrage rebate. These amounts are set aside in the Arbitrage Rebate Agency Fund for subsequent payment to the federal government. In 2008 the City remitted \$296,511 to the federal government.

10. Long-Term Obligations/Conduit Debt

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable, and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of the debt (plus any premiums) is reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

The HRA has issued Commercial/Industrial Development, Homeownership Mortgage and Rental Housing Revenue Bonds to assist developers, businesses and low- to moderate-income homeowners in projects which improve the economic and housing conditions of the City. The bonds are secured by the financed property and are payable solely from the revenues of the individual commercial/industrial or housing projects. The bonds do not constitute a charge, lien or encumbrance, legal or equitable, upon any property or funds of the HRA, nor is the HRA subject to any liability thereon. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

Conduit bonds issued subsequent to January 1, 1996 have an outstanding principal balance of \$1.3 billion at December 31, 2008. The aggregate principal amount payable for conduit bonds issued prior to January 1, 1996 could not be determined; however, their original issue amounts totaled \$2.9 billion. There were 185 conduit bonds issued prior to January 1, 1996 and 113 conduit bonds issued subsequent to January 1, 1996.

11. Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

12. Equity Classifications

Government-wide Financial Statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including infrastructure, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

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

Fund Financial Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved. Reserved fund balance amounts are not available for appropriation or are legally restricted by outside parties for a specific purpose. Unreserved fund balance includes funds set aside by management for specific uses, which are labeled "designated." The balance of unreserved fund balance is labeled "undesignated," which indicates it is available for appropriation. Proprietary fund equity is classified the same as in the government-wide statements.

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Note IV. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of Certain Differences between the Governmental Fund Balance Sheet and the Statement of Net Assets

Exhibit 4 is a reconciliation between fund balance – total governmental funds as reported in governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. Details of most of the elements of that reconciliation are as follows:

One element of the reconciliation states that “Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.” These assets, which include land, buildings and structures, improvements other than buildings, equipment, infrastructure and construction in progress are reported in the statement of net assets as shown below.

Historical Cost of Capital Assets	\$ 1,589,967,930
Accumulated Depreciation	<u>(486,547,870)</u>
Net Adjustment to Increase Fund Balance - Total Governmental Funds to Arrive at Net Assets of Governmental Activities	<u><u>\$ 1,103,420,060</u></u>

Another element of the reconciliation states that “Some receivables that are not currently available are reported as deferred revenue in the fund financial statements, but are recognized as revenue when earned in the government-wide statements, excluding the provision for an allowance for uncollectible taxes.” Below are details of that difference.

Deferred Revenue	
General Government Revenues	\$ 3,281,951
Public Safety Revenues	2,319,885
Highways and Streets Revenues	32,355,236
Sanitation Revenues	2,994,589
Culture and Recreation Revenues	1,019,421
Housing and Economic Development Revenues	44,432
Property Taxes	3,029,438
Gross Earnings Franchise Fee	5,684,332
Interest Earned on Investments	536,495
Other Investment Income	247,047
Miscellaneous Revenues	7,476,773
Culture and Recreation Expenses	74,723
Housing and Economic Development Expenses	<u>11,604,205</u>
	70,668,527
Allowance for Uncollectible Taxes	
General Government Expenses	<u>(1,473,714)</u>
Net Adjustment to Increase Fund Balance - Total Governmental Funds to Arrive at Net Assets of Governmental Activities	<u><u>\$ 69,194,813</u></u>

Another element of the reconciliation states that "Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds." They are, however, reported in the government-wide statements. Long-term liabilities at the end of the year include the following:

Bonds Payable	\$ (351,791,560)
Discount and Premium	(2,696,676)
Revenue Notes Payable	(51,124,865)
Capital Lease Payable	(21,310,908)
Compensated Absences Payable	(19,661,093)
Net Other Postemployment Benefits Obligation	(6,521,811)
Claims and Judgments Payable	(31,337,588)
Accrued Interest	(4,860,516)
Deferred Charge - Unamortized Issuance Costs	<u>2,789,791</u>
Net Adjustment to Decrease Fund Balance - Total Governmental Funds to Arrive at Net Assets of Governmental Activities	<u><u>\$ (486,515,226)</u></u>

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B. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

Exhibit 6 is a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the Statement of Net Assets, the cost of those assets is capitalized and depreciated over their estimated useful lives with depreciation expense reported in the Statement of Activities.” The details of this \$19,002,361 difference are as follows:

Capital outlay is reported as an expenditure in the fund financial statements	\$	50,080,872
Add: Some items reported as functional expenditures were capitalized		2,338,252
Depreciation is reported in the government-wide statements		<u>(33,416,763)</u>
 Net Excess of Capital Outlay Over Depreciation	 \$	 <u><u>19,002,361</u></u>

Another element of that reconciliation states that “Debt and lease proceeds provide current financial resources to governmental funds, but issuing these obligations increases long-term liabilities in the Statement of Net Assets. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.” Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premium, discount and similar items, when debt is first issued; whereas, these amounts are deferred and amortized in the Statement of Activities. The details of this \$6,124,443 difference are as follows:

Debt Issued or Incurred:		
General Obligations Bonds	\$	(28,385,000)
Revenue Bonds		(7,685,000)
Capital Lease		<u>(4,391,000)</u>
Total Debt Issued	\$	(40,461,000)
 Principal Payments		
General Obligations Bonds	\$	22,360,000
Revenue Bonds		9,027,180
Notes		1,699,494
Capital Lease		<u>1,214,662</u>
Total Principal Payments		34,301,336
 Deletion of Notes and its Recognition as a Contribution		 <u>35,221</u>
 Net Adjustment to Net Changes in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Assets of Governmental Activities		 <u><u>\$ (6,124,443)</u></u>

Another element of that reconciliation states that "Some expenses 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." The details of this \$7,368,118 difference are as follows:

Compensated Absences	\$ (1,961,580)
Net Other Postemployment Benefits	(2,411,612)
Claims and Judgments	(2,089,195)
Interest on Debt	572,198
Amortization of Bond Issuance Costs, Discount and Premium	(4,215)
Bad Debts	<u>(1,473,714)</u>
Net Adjustment to Net Changes in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Assets of Governmental Activities	<u>\$ (7,368,118)</u>

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Note V. Stewardship, Compliance and Accountability

A. Budgets and Budgetary Accounting

Budget Control

Appropriations are controlled administratively at the activity level within multi-year budgeted funds. Governmental funds with annually-adopted budgets are controlled administratively at the activity level within the following major object levels of expenditure: salaries, fringes, debt service, other spending and transfers out. Proprietary funds with annually-adopted budgets are controlled administratively at the fund level within the same major object levels of expenditure as in governmental funds. The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level, except for the General Fund, which is at the department/office level.

1. General Budget Procedure – City Funds

The City Council followed these procedures in establishing the 2008 budgets:

- a. On August 15, 2007, the Mayor presented his budget to the City Council for the following calendar year. The budget included proposed expenditures and advances and the means of financing them.
- b. The City Council held a public hearing on November 7, 2007, to obtain taxpayer comments.
- c. The budget was legally adopted through passage of council resolution #07-1191 during the City Council meeting on December 12, 2007.

City budget amendments that authorize an increase in total fund spending require the approval of the City Council. In addition, City Council approval is required for budget amendments transferring appropriations between departments within the General Fund.

2. General Budget Procedure – HRA Funds

The Housing and Redevelopment Authority (HRA) followed these procedures in establishing the 2008 budgets:

- a. On August 22, 2007, the Executive Director presented her proposed budget to the HRA Board of Commissioners for the fiscal year commencing the following January 1. This budget included proposed expenditures and other uses and the means of financing them.
- b. Upon approval by the HRA Board, the Executive Director submitted the HRA budget to the Mayor of the City of Saint Paul, who submitted this budget to the City Council for consideration, approval and certification.
- c. The budget was approved through passage of council resolution #07-1189.

HRA budget amendments that authorize an increase in total fund spending require the approval of the HRA Board of Commissioners.

3. General Budget Procedure – Library Agency Funds

The Library Agency followed these procedures in establishing the 2008 budgets:

- a. On August 21, 2007, the Mayor presented his proposed budget for the Saint Paul Public Library Agency to the Library Board of Commissioners for the fiscal year commencing the following January 1. The budget included proposed expenditures and other uses and the means of financing them.
- b. The Library Board held a public hearing on November 7, 2007, to obtain taxpayer comments.
- c. The budget was legally adopted through passage of Saint Paul Library Agency resolution #07-1188 during the Library Board meeting on December 12, 2007.

Library Agency budget amendments that authorize an increase in total fund spending require the approval of the Library Board.

4. Annual and Multi-year Governmental Fund Budgets

Annual governmental fund budgets are reported in the following fund types and are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP):

General Fund

Special Revenue Funds (except: Community Development Block Grant, State Grant Programs, HRA Federal and State Programs and Section 108 Programs, which have multi-year budgets).

Debt Service Funds

Permanent Funds

In addition, multi-year governmental fund budgets are utilized in the capital projects funds.

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The following provides a summary reconciliation of the actual results for annually budgeted special revenue funds and multi-year budgeted special revenue funds.

	Revenues	Expenditures	Net Other Financing Sources (Uses)	Fund Balances 12/31/08
SPECIAL REVENUE FUNDS				
Citywide Major Events	\$ 39,487,785	\$ 39,487,785	\$ -	\$ -
Library Agency	14,397,059	14,024,044	(486,552)	287,552
HRA General Fund	3,655,055	3,244,887	2,591,271	11,682,903
Annually Budgeted Nonmajor Funds	86,135,130	75,703,911	(15,664,596)	22,699,897
Multi-year Budgeted Nonmajor Funds				
Community Development Block Grant	9,695,062	9,106,041	(589,021)	-
State Grant Programs	4,004,058	3,211,356	-	1,180,673
HRA Federal and State Programs	2,593,824	2,624,691	30,867	-
Section 108 Programs	300,641	300,641	-	-
Total Multi-year Budgeted Nonmajor Funds	<u>16,593,585</u>	<u>15,242,729</u>	<u>(558,154)</u>	<u>1,180,673</u>
Total Special Revenue Funds	<u>\$ 160,268,614</u>	<u>\$ 147,703,356</u>	<u>\$ (14,118,031)</u>	<u>\$ 35,851,025</u>

5. Appropriation Revisions

Budgeted amounts are as originally adopted or as amended by the City Council. During 2008, increases and decreases to annual expenditures, other financing uses and transfers out appropriations were as follows:

	Original Budgeted Amounts	Net Amendments	Final Budgeted Amounts
General Fund	\$ 184,012,176	\$ 7,133,472	\$ 191,145,648
Special Revenue Funds	172,856,811	9,205,486	182,062,297
Debt Service Funds	76,246,952	1,716,215	77,963,167
Permanent Funds	2,000	-	2,000

6. Appropriation Year-end Balances

Unexpended appropriation balances lapse at the end of the fiscal year in the annual governmental fund budgets. However, upon City Council approval, the appropriations for the subsequent year are increased in the amount necessary to satisfy the outstanding encumbrances at the end of the fiscal year.

Unexpended appropriation balances do not lapse at the end of the fiscal year in the multi-year governmental fund budgets.

B. Federal Audit Requirements

The U.S. Office of Management and Budget (OMB) issued Circular A-133, which establishes uniform audit requirements for non-Federal entities that administer Federal awards and implements the Single Audit Act Amendments of 1996, which were signed into law July 5, 1996 (Public Law 104-156)

The purposes of the Single Audit Act Amendments of 1996 are to:

1. promote sound financial management, including effective internal controls, with respect to Federal awards;
2. promote the efficient and effective use of audit resources;
3. reduce burdens on state and local governments, Indian tribes and nonprofit organizations;
4. ensure that Federal departments and agencies, to the maximum extent practicable, rely upon and use audit work done pursuant to Chapter 75 of Title 31, United States Code (the "Single Audit Act").

For 2008, the City of Saint Paul's audit was performed in accordance with Circular A-133. The auditor's report on consideration of the City's internal control over financial reporting and tests of the City's compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters will be issued at a later date.

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C. Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit fund balances or net assets at year end. The following funds had deficit fund balances or net assets at December 31, 2008:

	Fund Balance/ Net Assets
Special Revenue Funds:	
Property Code Enforcement	\$ (532,746)
License and Permit	(449,445)
Emergency Communications Center Consolidation	(714,849)
Forestry Special	(534,871)
Como Campus	(226,485)
Enterprise Funds:	
Special Services	(4,391,447)
Watergate Marina	(203,981)
Internal Service Funds:	
Energy Conservation Investment	(247,491)
Public Works Traffic, Signal and Lighting Maintenance	(284,858)

The deficit fund balance reported for the Property Code Enforcement Fund is a result of a marked increase in the number of property demolitions in 2008 as the growing foreclosure problem has contributed to a large increase in the number of vacant buildings and run-down properties. These additional demolitions were financed by an advance from HRA's Invest Saint Paul Program which will be repaid when assessments against the properties demolished are repaid by the property owners. As this advance is repaid, the fund balance will increase.

The deficit fund balance reported in the License and Permit Fund is the result of using fund balance to offset the 2008 revenue shortage from permits. This fund is also carrying an advance loan. As revenue improves and the loan is paid off, this will steadily improve fund balance in the future.

The Emergency Communications Center Consolidation Fund reported a deficit fund balance due to recording of an outstanding receivable due from another government as deferred revenue in accordance with the City's revenue recognition policy.

The Forestry Special Fund reported a deficit fund balance in 2008 as expenditures in the Right of Way Tree Maintenance account activity surpassed the reimbursement from Public Works for the services provided to maintain and upkeep the trees and other vegetation growing on public property. Another contributing factor was that a significant portion of the 2008 costs in the Diseased Tree Removal account activity were not submitted for reimbursement. These costs will be submitted in 2009, therefore improving the fund balance for 2009.

Although the Como Campus Fund has maintained a healthy fund balance over its recent history, it was necessary to use fund balance to cover a loss in 2007 causing the fund balance to decrease from \$415,481 to \$137,212. Despite increased revenue in 2008, the spending that was required to maintain the essential operations of the campus increased by an even larger amount. This can be attributed to a number of line items in services and supplies spending necessary for Como Campus support. Currently in 2009, additional measures have been taken by management and accounting staff to more closely monitor the monthly spending as well as the monthly revenue. With an improved focus on frequent cost and revenue projections, positive results in operations in 2009 and a beginning to recovery of lost fund balance are expected.

The spending that is required to maintain the essential operations in the Special Services Fund as well as the debt service activities in the fund have caused the overall net assets to decrease significantly. Both debt and operational costs related to the Golf Courses were the major causes of the deficit net assets in 2008. In addition, the lack of expected revenue has been a contributing factor. All actions are being taken to do whatever is possible to eliminate a net loss in 2009 and begin improving the fund's net assets position.

The City contracted with an outside company to manage and operate the Watergate Marina Fund in 2000 to ensure that the Marina would operate at no net cost or financial risk to the City. The City is paid an annual commission which has been used to steadily improve the fund's net assets position.

The Energy Conservation Investment Fund was initiated in mid-year 2007 to provide for the retrofitting and energy initiative programs of City Facilities. The original plan was to finance loans made by the Energy Conservation Investment Fund for retrofitting City Facilities with a loan from the Sewer Utility Fund. Management has determined that it would be more appropriate to finance these loans through the Capital Improvement Projects Fund rather than the Sewer Utility Fund. The actual time to design and construct the projects and the execution of the loan repayment documents have taken longer than anticipated, thus, creating a short-term negative cash flow. With these factors being addressed, it is expected that this fund will move toward a positive net assets position.

The Public Works Traffic, Signal, and Lighting Maintenance Fund has been using net assets since 2004 to offset reductions in funding support. In addition, the Right of Way Maintenance assessment revenue for traffic, signal, and lighting maintenance has not increased since 2004 and has not kept up with inflation. Other postemployment benefits (OPEB) costs related to GASB 45 that were added in 2007 also increased the use of net assets. Steps are being taken to avoid a net loss in this fund for 2009 and beyond.

D. Excess of Expenditures over Appropriations in Individual Funds

Total expenditures exceeded total appropriations in the following funds:

	Final Budgeted Amounts	Actual	Variance with Final Budgets
Special Revenue Funds:			
Police Services - Pension Assets	\$ 109,153	\$ 117,871	\$ (8,718)
Crime Laboratory	69,370	76,275	(6,905)
Police Officers Clothing	588,117	616,848	(28,731)
Municipal Stadium	434,444	480,562	(46,118)
Como Campus	3,419,769	3,825,180	(405,411)
Special Recreation Activities	1,577,885	1,718,027	(140,142)
Debt - Capital Improvement	70,910	293,953	(223,043)
Parks and Recreation Grant and Aids	2,547,657	2,552,164	(4,507)
Debt Service Fund:			
G.O. Special Assessment - Streets	5,800,698	5,876,189	(75,491)

The fund managers have been directed that in the future, funds must have an appropriation budget to cover all obligations incurred.

The General Fund did not exceed total appropriations at the fund level; however, total expenditures exceeded appropriations in the following departments/offices:

	Final Budgeted Amounts	Actual	Variance with Final Budgets
General Fund:			
Human Rights	\$ 586,553	\$ 642,609	\$ (56,056)
Safety and Inspection	6,742,930	6,910,990	(168,060)
Culture and Recreation	25,214,556	26,102,556	(888,000)

Note VI. Detailed Notes on All Funds

A. Deposits, Investments and Securities Lending

Deposits

In accordance with Minn. Stat. §118A.02 and 118A.04, the City maintains deposits at financial institutions authorized by the City Council.

Minn. Stat. §118A.03 further requires that all City deposits be protected by insurance, surety bond, collateral or an irrevocable letter of credit issued by Federal Home Loan Banks. The market value of collateral pledged must equal 110% of the deposits not covered by insurance or bonds.

Authorized collateral includes treasury bills, notes and bonds; issues of U.S. government agencies; general obligations rated "A" or better, revenue obligations rated "AA" or better; irrevocable standby 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.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a financial institution failure, the City's deposits may not be returned to it. The City's policy for custodial credit risk for deposits is to maintain compliance with Minnesota Statutes that require the City's deposits be protected by insurance, surety bond or pledged collateral.

As of December 31, 2008, the City's bank balance of checking and interest-bearing accounts and certificates of deposit totaled \$47,259,105. As of December 31, 2008, the City's deposits were not exposed to custodial credit risk. The carrying amount of these balances was \$30,954,023.

Imprest Funds on Hand

At December 31, 2008, the total imprest funds were \$128,200. Of this amount, the City had \$95,560 on hand. The remaining \$32,640 were in various bank accounts and are included with the collateralized deposits.

Investments

General

The City's Investment Policy Statement governs the investment portfolio of the City of Saint Paul. The goals of the City for the Portfolio are to preserve financial assets for future operating expenses, maintain reserves to fund unplanned shortfalls and generate income to support the activities of the City. The portfolio is managed in three components as follows:

1. **Daily Portfolio:** The daily component represents current operating funds on which draws are made frequently, requiring daily liquidity and preservation of principal. The time horizon on the Daily Portfolio is within a 12-month period.

2. **Short Term Portfolio:** A short-term component serves as a cushion to provide liquidity for possible shortfalls in the Daily Portfolio. Draws against the short-term portfolio are expected to be infrequent. The time horizon on the Short Term Portfolio is between one and three years.
3. **Intermediate Term Portfolio:** The balance of the Portfolio represents the intermediate term component, which serves as a reserve for unplanned shortfalls. In general, the Intermediate Term Portfolio is not expected to experience withdrawals and the time horizon on the Intermediate Portfolio is longer than three years. A portion of the Intermediate Term Portfolio is managed internally and the balance is managed by external managers.

Minnesota Statutes §§ 118A.04 and 118A.05 authorize the following types of investments for local governments:

- a. securities, which are direct obligations or are guaranteed or insured issues of the United States, its agencies, its instrumentalities, or organizations created by an act of Congress, except mortgage-backed securities defined as “high risk” by Minnesota Statutes Section 118A.04, Subd. 6;
- b. in shares of an investment company registered under the Federal Investment Company Act of 1940, provided the mutual fund receives certain ratings depending on its investments.
- c. general obligations of the State of Minnesota and its municipalities and in any security which is a general obligation of any state or local government with taxing powers which is rated “A” or better by a national bond rating service.
- d. in bankers acceptances of United States Banks, or in commercial paper issued by United States corporations or their Canadian subsidiaries that is rated in the highest quality category by two nationally recognized rating agencies and matures in 270 days or less.
- e. Repurchase agreements may be entered into with:
 1. a bank qualified as a depository;
 2. any national or state bank in the United States which is a member of the Federal Reserve System and whose combined capital and surplus equals or exceeds \$10,000,000;
 3. primary reporting dealer in United States government securities to the Federal Reserve Bank of New York; or
 4. a securities broker-dealer, licensed pursuant to Chapter 80A, or an affiliate of it, regulated by the Securities and Exchange Commission and maintaining a combined capital and surplus of \$40,000,000 or more, exclusive of subordinated debt.
- f. Securities lending agreements, and Guaranteed investment contracts.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. It is the City's policy to invest only in securities that meet the ratings requirements set by state statute.

The City's exposure to credit risk as of December 31, 2008, is as follows:

<u>Rating Agency</u>	<u>Rating</u>	<u>Fair Value</u>
Moody's	Aaa	\$ 506,446
Moody's	Aa3	1,616,351
Moody's	Aa2	3,257,579
Moody's	Aa1	930,167
Moody's	A3	239,602
Moody's	A2	374,802
Moody's	A1	499,859
S&P	AAA	155,691,221
S&P	AA+	795,710
S&P	AA-	1,547,532
S&P	AA	1,836,789
S&P	A+	313,036
S&P	A	473,368
Not Rated		3,076,795
Not Applicable		<u>113,994,296</u>
Total		<u>\$ 285,153,553</u>

Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. According to City policy, all securities purchased are held by a third-party safekeeping agent appointed as custodian (US Bank) who is also the lending agent/counterparty. The securities lending agreement, although program is suspended, in place between the City and its custodian is also consistent with this policy.

The City has no custodial credit risk for investments at December 31, 2008.

Concentration of Credit Risk

The concentration of credit risk is the risk of loss that may be caused by the City's investment in a single issuer. It is the City's policy that U.S. Treasury securities, U.S. Agency Securities, and obligations backed by U.S. Treasury and/or U.S. Agency securities, may be held without limit.

At December 31, 2008, the City does not have investments in any one issuer that represent 5% or more of the City's total investments portfolio and therefore, also not subject to concentration of credit risk.

Interest Rate Risk

Interest rate risk is the risk that changes in the market interest rates will adversely affect the fair value of an investment. The City's internal portfolio has a shorter overall weighted duration than the benchmarks established for each component portfolio. All else being equal, this would be expected to reduce the risk to adverse effects from rising interest rates.

The External Managers, as part of their mandate, have to satisfy the parameters for liquidity and risk tolerance, a maximum duration of 125% of the benchmark duration. The performance benchmark for External Managers was 80% Lehman Intermediate Government Index/20% 15-year MBS Index. A new index is being discussed.

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At December 31, 2008, the City had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 2 years</u>	<u>2 - 4 Years</u>	<u>5 - 10 Years</u>	<u>More Than 10 Years</u>
U.S. Agencies	\$ 70,491,745	\$ 16,514,627	\$ 17,516,546	\$ 29,463,881	\$ 6,996,691
State & Local Govt Securities	2,874,800	1,630,865	577,185	666,750	-
Discount Notes	17,765,528	17,765,528	-	-	-
Munis	7,955,309	-	-	3,407,052	4,548,257
U.S. Treasuries	3,229,664	2,245,784	983,880	-	-
Money market funds	102,345,292	102,345,292	-	-	-
Guaranteed Investment Contract	2,200,000	2,200,000	-	-	-
Internal Investment Total	\$ 206,862,338	\$ 142,702,096	\$ 19,077,611	\$ 33,537,683	\$ 11,544,948
U.S. Agencies - US Bancorp	\$ 18,063,226	\$ 4,254,565	\$ 5,507,982	\$ 5,560,985	\$ 2,739,694
U.S. Agencies - Galliard	12,750,581	980,280	1,435,327	4,987,205	5,347,769
U.S. Agencies - NorthShore	5,012,627	872,503	108,594	1,936,448	2,095,082
U.S. Agencies - Voyageur	16,095,213	2,810,063	1,926,687	2,850,128	8,508,335
Munis - Galliard	5,389,839	2,096,185	2,041,417	1,019,147	233,090
Munis - NorthShore	1,121,339	216,861	264,029	640,449	-
Munis - Voyageur	5,472,074	1,632,660	382,165	3,457,249	-
US Treasuries - US Bancorp	5,206,472	-	-	3,471,801	1,734,671
US Treasuries - Galliard	4,691,389	-	-	4,691,389	-
US Treasuries - NorthShore	435,059	-	-	435,059	-
Investment Pool/Mutual Funds - US Bancorp	775,520	775,520	-	-	-
Investment Pool/Mutual Funds - Galliard	1,343,445	1,343,445	-	-	-
Investment Pool/Mutual Funds - NorthShore	138,174	138,174	-	-	-
Investment Pool/Mutual Funds - Voyageur	1,796,257	1,796,257	-	-	-
External Managers Investment Total	\$ 78,291,215	\$ 16,916,513	\$ 11,666,201	\$ 29,049,860	\$ 20,658,641
Total Investments	\$ 285,153,553	\$ 159,618,609	\$ 30,743,812	\$ 62,587,543	\$ 32,203,589

Included in the total investment pool of \$285,153,553 is an equity investment of the RiverCentre Convention & Visitors Authority, a component unit of the City, in the amount of \$1,817,869. The remaining amount of \$283,335,684 belongs to the City.

Duration

Duration is a measure of a fixed income investment's cash flows using present values, weighted for cash flows as a percentage of the investment's full price. Effective duration makes assumptions regarding the most likely timing and amounts of variable cash flows arising from such investments as callable bonds, prepayments, and variable-rate debt.

As of December 31, 2008, the City had the following investments in its external investment pools.

	<u>Fair Value</u>	<u>Effective Duration</u>
US Bancorp Asset Management	\$ 24,045,218	3.20
Galliard Capital Management	24,175,254	3.30
NorthShore Advisors	6,707,199	1.86
Voyageur Asset Management	<u>23,363,544</u>	3.57
Total External Investment Pool	<u>\$ 78,291,215</u>	
Benchmark (80% Lehman Intern Gov't/20% 15 Year MBS)		3.12

Securities Lending Transactions

The City has decided to suspend participation in securities lending transactions as of September 2008.

Recap

Deposits and investments as described above appear in the City's financial statements consistent with the following analysis:

Cash Deposits	\$ 30,954,023	Cash and Investments with Treasurer	\$262,246,294
Investments	283,335,684	Cash and Investments with Trustees	29,262,228
Imprest Funds on Hand	<u>95,560</u>	Investments	453,321
		Imprest Funds	128,200
		Restricted Cash	19,951,236
		Restricted Investments	<u>2,343,988</u>
Total	<u>\$ 314,385,267</u>	Total	<u>\$314,385,267</u>

B. Receivables

Summary of Receivables

Receivables as of year end for the City's individual major governmental and enterprise funds, nonmajor, internal service and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Governmental Activities	General	Citywide Major Events	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Nonmajor and Other Funds	Total
Receivables:									
Taxes	\$ 2,426,175	\$ -	\$ 630,338	\$ 50,145	\$ 353,157	\$ 303,655	\$ -	\$ 103,039	\$ 3,866,509
Accounts	3,004,477	15,464	-	125,648	15,000	1,541	285,064	3,149,270	6,596,464
Special Assessments	-	-	-	-	-	-	14,848,390	30,038,987	44,887,377
Interest	664,107	-	-	79,944	67,812	77,150	11,196	1,484,126	2,384,335
Xcel Energy	1,235,156	-	-	-	-	-	-	-	1,235,156
Intergovernmental	809,841	-	-	-	-	-	12,680,927	11,457,753	24,948,521
Gross Receivables	8,139,756	15,464	630,338	255,737	435,969	382,346	27,825,577	46,233,175	83,918,362
Less: Allowance for Uncollectibles	(264,887)	-	-	(12,412)	-	-	-	(537,389)	(814,688)
Net Total Receivables	\$ 7,874,869	\$ 15,464	\$ 630,338	\$ 243,325	\$ 435,969	\$ 382,346	\$ 27,825,577	\$ 45,695,786	\$ 83,103,674
Amounts not expected to be collected within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,897,648	\$ 11,628,824	\$ 21,526,472

Business-Type Activities	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds	Total
Receivables:					
Taxes	\$ -	\$ -	\$ 54,929	\$ -	\$ 54,929
Accounts	36,963	11,164	473,930	96,517	618,574
Special Assessments	5,883,794	933	-	-	5,884,727
Interest	124,719	62,745	28,135	7,134	222,733
Intergovernmental	112,637	-	-	129,289	241,926
Gross Receivables	6,158,113	74,842	556,994	232,940	7,022,889
Less: Allowance for Uncollectibles	(2,496)	-	-	(75,478)	(77,974)
Net Total Receivables	\$ 6,155,617	\$ 74,842	\$ 556,994	\$ 157,462	\$ 6,944,915
Amounts not expected to be collected within one year	\$ -	\$ -	\$ -	\$ -	\$ -

Property Taxes

For property tax collectible in 2008, Saint Paul's taxable net tax capacity (including Tax Increment Districts) was \$275,575,863; the estimated market value was \$23,949,433,800; the net tax capacity was 1.15% of the estimated market value. Estimated market values are converted to tax capacities based on a statutory rate for each class of property.

Current property tax collections for the year ended December 31, 2008 were as follows:

	<u>City</u>	<u>HRA</u>
Dollar Amount	\$ 78,202,860	\$ 1,181,689
Percent of Levy Spread	97.11%	97.19%

Notes and Loans Receivable

Notes and Loans Receivable are reported as assets in the following funds at December 31, 2008:

General Fund	<u>\$ 13,159,332</u>
Special Revenue Funds:	
Solid Waste and Recycling	546,097
Community Development Block Grant	4,388,224
State Grant Programs	373,182
HRA Federal and State Programs	<u>6,622,509</u>
Total Special Revenue Funds	<u>11,930,012</u>
Capital Projects Funds:	
City Sales Tax	6,677,424
City Downtown Capital Projects	315,000
HRA Development Capital Projects	32,100
HRA Tax Increment	<u>278,066</u>
Total Capital Projects Funds	<u>7,302,590</u>
Total	<u><u>\$ 32,391,934</u></u>

In addition to the above amounts reported as "Notes and Loans Receivable" on Exhibit 3, other long-term loans receivable are included in "Other Long-Term Receivables" in the following funds:

Enterprise Fund:	
HRA Loan Enterprise	<u>\$ 5,298,620</u>
Internal Service Fund:	
Internal Borrowing	<u>8,926,060</u>
Total	<u><u>\$ 14,224,680</u></u>

The amount reported for loans receivable is net of allowances for uncollectible loans. Allowances for uncollectible loans have been established for loans for which collection is doubtful or questionable. At December 31, 2008, the allowance for uncollectible loans recorded was \$98,953,722.

C. Land Held for Resale

Land Held for Resale is reported as an asset at net realizable value in the following funds as of December 31, 2008:

Special Revenue Funds	
Community Development Block Grant	\$ 2,090,371
State Grant Programs	133,102
HRA General Fund	<u>498,013</u>
Total Special Revenue Funds	<u>2,721,486</u>
Capital Projects Funds	
HRA Development Capital Projects	702,000
HRA Tax Increment	<u>808,500</u>
Total Capital Projects Funds	<u>1,510,500</u>
Enterprise Fund	
HRA Loan Enterprise	<u>12,838,752</u>
Total	<u><u>\$ 17,070,738</u></u>

On December 31, 2006, the HRA acquired property (the former Public Safety Building and real estate located in downtown Saint Paul) from the City for \$3,560,000. This property is to be developed by Penfield Condominiums (Penfield) per the Development Agreement, dated October 1, 2006, between the HRA and Penfield. The HRA paid \$1,400,000 to the City on December 31, 2006. The balance of \$2,160,000 is to be paid to the City contingent upon (1) the conveyance of the property by the HRA to the Penfield and (2) Penfield payments to the HRA for their acquisition of the property per the Development Agreement. Land Held for Resale for this property in the amount of \$3,560,000 is reported in the Business-Type Activities on the Statement of Net Assets and in the HRA Loan Enterprise Fund Statement of Net Assets. Deferred revenue in the amount of \$2,160,000 is also reported in the General Fund.

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D. Restricted Assets

As of December 31, 2008, the following restricted assets were reported in the following enterprise funds:

	<u>Sewer Utility</u>	<u>HRA Loan Enterprise</u>	<u>HRA Parking</u>	<u>Special Services</u>
Cash for General Obligation Bond Current Debt Service	\$ 30,840	\$ -	\$ 2,602,171	\$ -
Cash for Revenue Bond Current Debt Service	3,135,401	2,745,371	1,646,427	-
Cash for Revenue Bond Operations and Maintenance	3,171,564	-	573,827	-
Cash for Revenue Bond Construction	1,989,133	-	128,972	-
Cash for Budget and Rate Stabilization	3,927,530	-	-	-
Investment for Revenue Bond Debt Service Reserve	-	-	1,677,238	666,750
Total	<u>\$ 12,254,468</u>	<u>\$ 2,745,371</u>	<u>\$ 6,628,635</u>	<u>\$ 666,750</u>

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E. Capital Assets

Capital asset activity for the year ended December 31, 2008 was as follows:

Governmental Activities	Balance			Balance 12/31/08
	01/01/08 Restated	Additions	Deductions	
Capital Assets Not Being Depreciated:				
Land	\$ 141,967,296	\$ 1,534,266	\$ -	\$ 143,501,562
Construction in Progress	33,607,969	23,629,543	(17,136,714)	40,100,798
Total Capital Assets Not Being Depreciated	<u>175,575,265</u>	<u>25,163,809</u>	<u>(17,136,714)</u>	<u>183,602,360</u>
Capital Assets Being Depreciated:				
Buildings and Structures	542,923,793	26,024,621	-	568,948,414
Improvements Other than Buildings	93,304,725	4,043,915	(81,094)	97,267,546
Equipment	84,647,575	9,670,169	(2,126,865)	92,190,879
Infrastructure	676,840,809	8,721,530	(563,619)	684,998,720
Total Capital Assets Being Depreciated	<u>1,397,716,902</u>	<u>48,460,235</u>	<u>(2,771,578)</u>	<u>1,443,405,559</u>
Less: Accumulated Depreciation for:				
Buildings and Structures	(180,006,745)	(13,682,210)	-	(193,688,955)
Improvements Other than Buildings	(26,871,236)	(3,563,850)	-	(30,435,086)
Equipment	(58,953,121)	(5,411,454)	1,786,996	(62,577,579)
Infrastructure	(214,150,919)	(12,481,501)	289,383	(226,343,037)
Total Accumulated Depreciation	<u>(479,982,021)</u>	<u>(35,139,015)</u>	<u>2,076,379</u>	<u>(513,044,657)</u>
Total Capital Assets Being Depreciated, Net	<u>917,734,881</u>	<u>13,321,220</u>	<u>(695,199)</u>	<u>930,360,902</u>
Governmental Activities Capital Assets, Net	<u>\$ 1,093,310,146</u>	<u>\$ 38,485,029</u>	<u>\$ (17,831,913)</u>	<u>\$ 1,113,963,262</u>

Depreciation expense was charged to the following governmental functions:

General Government	\$ 1,181,079
Public Safety	3,067,174
Highways and Streets	14,430,703
Culture and Recreation	15,494,124
Housing and Economic Development	965,935
Total Governmental Activities Depreciation Expense	<u>\$ 35,139,015</u>

Business-Type Activities

	Balance 01/01/08	Additions	Deductions	Balance 12/31/08
Capital Assets Not Being Depreciated:				
Land	\$ 33,821,831	\$ 47,753	\$ (1,354,182)	\$ 32,515,402
Construction in Progress	-	811,532	-	811,532
Total Capital Assets Not Being Depreciated	<u>33,821,831</u>	<u>859,285</u>	<u>(1,354,182)</u>	<u>33,326,934</u>
Capital Assets Being Depreciated:				
Buildings and Structures	112,210,606	676,507	-	112,887,113
Public Improvements	356,990,459	2,299,072	(1,629,621)	357,659,910
Equipment	5,411,320	424,044	(281,886)	5,553,478
Total Capital Assets Being Depreciated	<u>474,612,385</u>	<u>3,399,623</u>	<u>(1,911,507)</u>	<u>476,100,501</u>
Less: Accumulated Depreciation for:				
Buildings and Structures	(31,423,313)	(2,863,581)	-	(34,286,894)
Public Improvements	(103,346,270)	(4,323,066)	712,972	(106,956,364)
Equipment	(3,715,416)	(372,243)	255,526	(3,832,133)
Total Accumulated Depreciation	<u>(138,484,999)</u>	<u>(7,558,890)</u>	<u>968,498</u>	<u>(145,075,391)</u>
Total Capital Assets Being Depreciated, Net	<u>336,127,386</u>	<u>(4,159,267)</u>	<u>(943,009)</u>	<u>331,025,110</u>
Business-Type Activities Capital Assets, Net	<u>\$ 369,949,217</u>	<u>\$ (3,299,982)</u>	<u>\$ (2,297,191)</u>	<u>\$ 364,352,044</u>

Depreciation expense was charged to the following business-type functions:

Sewer	\$ 4,475,650
Parking	2,758,238
Parks, Recreation and Athletics	288,741
Impound Lot	4,940
Printing	31,321
Total Business-Type Activities Depreciation Expense	<u>\$ 7,558,890</u>

F. Interfund Receivables/Payables/Advances and Transfers

Interfund Receivables/Payables

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts as of December 31, 2008:

Pooled Cash and Investment Overdrafts

Receivable Fund	Payable Fund			Total All Funds
	Other Governmental Funds	Other Enterprise Funds	Internal Service Funds	
General	\$ 3,923,039	\$ 3,477,944	\$ 1,983,720	\$ 9,384,703

Due to/from Other Funds

Receivable Fund	Payable Fund							
	General	Citywide Major Events	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Other Governmental Funds
General	\$ -	\$ 82,072	\$ 99,219	\$ -	\$ 1,437	\$ -	\$ 232,537	\$ 1,697,233
Library Agency	-	-	-	-	-	-	-	1,121
General Debt Service	-	-	-	-	-	-	30,225	13,509
HRA General Debt Service	-	-	-	-	-	-	-	54,766
Capital Improvement Projects	277,699	-	-	-	-	-	-	4,215,117
Other Governmental Funds	895,793	848,332	-	89,290	-	332,885	49,329	2,318,450
Sewer Utility	358,153	-	-	-	-	-	-	3,256
Other Enterprise Funds	4,539	-	-	-	-	-	21,643	44
Internal Service Funds	956,022	36,057	887	353,338	-	-	3,466,405	3,251,342
Fiduciary-Agency Funds	2,610	80,621	-	-	280,000	-	-	2,766
Total All Funds	\$ 2,494,816	\$ 1,047,082	\$ 100,106	\$ 442,628	\$ 281,437	\$ 332,885	\$ 3,800,139	\$ 11,557,604

table continued below

Receivable Fund	Payable Fund					
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds	Internal Service Funds	Total All Funds
General	\$ 39,005	\$ 2,170,000	\$ -	\$ 35,926	\$ 12,319,792	\$ 16,677,221
Library Agency	-	-	-	-	-	1,121
General Debt Service	18,000	-	-	-	-	61,734
HRA General Debt Service	-	-	3,000	-	-	57,766
Capital Improvement Projects	1,246,890	-	-	-	85,020	5,824,726
Other Governmental Funds	66,648	-	29,731	1,466	43,396	4,675,320
Sewer Utility	-	-	-	-	145,518	506,927
Other Enterprise Funds	587	-	-	1,269	3,002	31,084
Internal Service Funds	84,587	327,846	36,811	25,375	268,313	8,806,983
Fiduciary-Agency Funds	184	-	-	1,122	5,197	372,500
Total All Funds	\$ 1,455,901	\$ 2,497,846	\$ 69,542	\$ 65,158	\$ 12,870,238	\$ 37,015,382

Interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Advances to/from Other Funds

The following is a schedule of interfund advances as of December 31, 2008:

Receivable Fund	Payable Fund			Total All Funds
	General	Other Governmental Funds	Internal Service Funds	
General	\$ -	\$ -	\$ 23,200	\$ 23,200
HRA General Fund	-	717,599	-	717,599
Other Governmental Funds	-	646,347	190,653	837,000
Sewer Utility	-	-	306,041	306,041
HRA Loan Enterprise	-	6,090,063	480,000	6,570,063
Internal Service Funds	50,000	3,072,525	-	3,122,525
Total All Funds	<u>\$ 50,000</u>	<u>\$ 10,526,534</u>	<u>\$ 999,894</u>	<u>\$ 11,576,428</u>

The advances shown above are long-term amounts not due within one year. Short-term advances that are due within one year are reported as a due to/from other fund.

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Transfers

The following is a schedule of interfund transfers as of December 31, 2008:

Transfers In	Transfers Out						
	General	Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	Capital Improvement Projects	Other Governmental Funds
General	\$ -	\$ 486,552	\$ 102,808	\$ 564	\$ -	\$ 2,537,715	\$ 14,263,771
HRA General Fund	-	-	-	-	-	-	2,694,079
General Debt Service	-	-	-	-	-	176,369	5,954,505
HRA General Debt Service	-	-	-	222,980	-	-	17,505,241
Capital Improvement Projects	60,000	-	-	-	-	-	12,760,654
Other Governmental Funds	1,383,958	-	-	-	16,631,136	334,181	8,829,160
HRA Loan Enterprise	-	-	-	-	-	-	600,316
Other Enterprise Funds	275,000	-	-	-	-	-	30,000
Internal Service Funds	-	-	-	-	-	211,910	3,741,396
Total Transfers Out	\$ 1,718,958	\$ 486,552	\$ 102,808	\$ 223,544	\$ 16,631,136	\$ 3,260,175	\$ 66,379,122

table continued below

Transfers In	Transfers Out					
	Sewer Utility	HRA Loan Enterprise	HRA Parking	Other Enterprise Funds	Internal Service Funds	Total Transfers In
General	\$ 475,343	\$ 10,000	\$ -	\$ 433,943	\$ 1,351,046	\$ 19,661,742
HRA General Fund	-	-	-	-	-	2,694,079
General Debt Service	6,000,000	-	-	-	-	12,130,874
HRA General Debt Service	-	-	-	-	-	17,728,221
Capital Improvement Projects	9,845,843	-	-	-	550,000	23,216,497
Other Governmental Funds	62,971	30,867	66,483	34,273	364,999	27,738,028
HRA Loan Enterprise	-	-	-	-	-	600,316
Other Enterprise Funds	-	-	-	-	-	305,000
Internal Service Funds	171,613	-	-	-	32,363	4,157,282
Total Transfers Out	\$ 16,555,770	\$ 40,867	\$ 66,483	\$ 468,216	\$ 2,298,408	\$ 108,232,039
Capital Assets Used in the Operation of Governmental Funds		73,584		1,217	165,946	
Capital Assets Contribution		-		23,055	-	
(see note on next page)		\$ 114,451		\$ 492,488	\$ 2,464,354	

The total governmental and proprietary funds transfers in is \$108,232,039; the total governmental and proprietary transfers out is \$108,495,841. The variance of \$263,802 is comprised of the following:

- Capital asset transfer of \$73,584 from the HRA Loan Enterprise Fund to the Governmental Activities Capital Assets.
- Capital asset transfer of \$1,217 from the Special Services Enterprise Fund to the Governmental Activities Capital Assets.
- Capital asset transfer of \$165,946 from the Parks and Recreation Supply and Maintenance Internal Service Fund to the Governmental Activities Capital Assets.
- Capital asset contribution of \$23,055 from the Special Services Enterprise Fund to the Parks and Recreation Supply and Maintenance Internal Service Fund.

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to a debt service fund, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

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G. Long-Term Obligations

1. Changes in Long-Term Obligations

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable:					
General Obligation Bonds					
Property Tax Supported	\$ 99,785,000	\$ 16,840,000	\$ 17,185,000	\$ 99,440,000	\$ 16,800,000
Special Assessment Debt with Governmental Commitment	42,420,000	11,545,000	3,770,000	50,195,000	3,795,000
HRA Tax Increment	14,110,000	-	1,405,000	12,705,000	1,475,000
Total General Obligation Bonds	<u>156,315,000</u>	<u>28,385,000</u>	<u>22,360,000</u>	<u>162,340,000</u>	<u>22,070,000</u>
Revenue Bonds					
Sales Tax Revenue Bonds	92,000,000	-	1,720,000	90,280,000	1,955,000
HRA Tax Increment Revenue Bonds	50,463,740	-	5,207,180	45,256,560	1,547,891
HRA Sales Tax Revenue Bonds	42,185,000	-	1,500,000	40,685,000	1,605,000
HRA Lease Revenue Bonds	6,145,000	7,685,000	600,000	13,230,000	840,000
Total Revenue Bonds	<u>190,793,740</u>	<u>7,685,000</u>	<u>9,027,180</u>	<u>189,451,560</u>	<u>5,947,891</u>
Add/(Subtract) Deferred Amounts for: (Discunts)/Premiums Refundings - Gains/(Losses)					
	<u>1,773,533</u>	<u>1,108,643</u>	<u>185,500</u>	<u>2,696,676</u>	<u>244,012</u>
Total Bonds	<u>348,882,273</u>	<u>37,178,643</u>	<u>31,572,680</u>	<u>354,488,236</u>	<u>28,261,903</u>
Revenue Notes Payable					
Revenue Notes Payable	41,291,398	-	1,535,220	39,756,178	1,502,816
HRA Revenue Notes Payable	11,568,182	-	199,495	11,368,687	-
Total Revenue Notes	<u>52,859,580</u>	<u>-</u>	<u>1,734,715</u>	<u>51,124,865</u>	<u>1,502,816</u>
Other Liabilities:					
Compensated Absences	20,176,656	1,990,062	45,761	22,120,957	776,842
Net Other Postemployment Benefits Obligation	5,137,937	4,066,659	811,312	8,393,284	-
Claims and Judgments Payable	29,248,393	8,509,015	6,419,820	31,337,588	8,734,636
Capital Leases	20,212,728	4,391,000	1,364,570	23,239,158	1,761,600
Total Other Liabilities	<u>74,775,714</u>	<u>18,956,736</u>	<u>8,641,463</u>	<u>85,090,987</u>	<u>11,273,078</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 476,517,567</u>	<u>\$ 56,135,379</u>	<u>\$ 41,948,858</u>	<u>\$ 490,704,088</u>	<u>\$ 41,037,797</u>

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
BUSINESS-TYPE ACTIVITIES					
Bonds Payable:					
General Obligation Bonds					
General Obligation Debt	\$ 3,060,000	\$ -	\$ 220,000	\$ 2,840,000	\$ 230,000
HRA General Obligation Debt	33,260,000	-	1,570,000	31,690,000	1,700,000
Total General Obligation Bonds	<u>36,320,000</u>	<u>-</u>	<u>1,790,000</u>	<u>34,530,000</u>	<u>1,930,000</u>
Revenue Bonds					
Revenue Bonds	21,880,000	23,735,000	4,940,000	40,675,000	1,745,000
HRA Parking Facilities Revenue Bonds	51,980,000	-	2,270,000	49,710,000	2,375,000
HRA Loan Enterprise Revenue Bonds	9,135,000	-	2,695,000	6,440,000	3,930,000
Total Revenue Bonds	<u>82,995,000</u>	<u>23,735,000</u>	<u>9,905,000</u>	<u>96,825,000</u>	<u>8,050,000</u>
Add/(Subtract) Deferred Amounts for: (Discounts)/Premiums Refundings - Gains/(Losses)					
	359,303	574,518	155,048	778,773	-
Total Bonds	<u>119,674,303</u>	<u>24,309,518</u>	<u>11,850,048</u>	<u>132,133,773</u>	<u>9,980,000</u>
Revenue Notes Payable					
Revenue Notes Payable	13,967,431	-	980,834	12,986,597	1,013,157
HRA Revenue Notes Payable	1,155,190	-	70,000	1,085,190	80,000
Total Revenue Notes Payable	<u>15,122,621</u>	<u>-</u>	<u>1,050,834</u>	<u>14,071,787</u>	<u>1,093,157</u>
Other Liabilities:					
Compensated Absences	813,637	102,673	8,817	907,493	29,892
Net Other Postemployment Benefits Obligation	263,943	238,373	29,772	472,544	-
Capital Leases	71,116	-	71,116	-	-
Total Other Liabilities	<u>1,148,696</u>	<u>341,046</u>	<u>109,705</u>	<u>1,380,037</u>	<u>29,892</u>
Total Business-Type Activities Long-Term Liabilities	<u>\$ 135,945,620</u>	<u>\$ 24,650,564</u>	<u>\$ 13,010,587</u>	<u>\$ 147,585,597</u>	<u>\$ 11,103,049</u>
TOTAL LONG-TERM OBLIGATION	<u><u>\$ 612,463,187</u></u>	<u><u>\$ 80,785,943</u></u>	<u><u>\$ 54,959,445</u></u>	<u><u>\$ 638,289,685</u></u>	<u><u>\$ 52,140,846</u></u>

Internal Service funds predominantly serve the governmental funds. Accordingly, their long-term liabilities are included as part of the totals reported for governmental funds. At year end, \$2,459,864 of compensated absences, \$1,928,250 of capital leases and \$1,871,473 of net other postemployment benefits obligation were included in the amounts reported for the governmental funds.

The government-wide statement of net assets includes \$4,891,162 of the long-term liabilities due within one year for business-type activities in "liabilities payable from restricted assets." The remaining amount of \$6,211,887 was displayed as "noncurrent liabilities due within one year" on the same statement.

2. Annual Requirements – Principal and Interest on Long-Term Obligations

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ended December 31	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 22,070,000	\$ 6,343,348	\$ 1,930,000	\$ 1,751,975	\$ 24,000,000	\$ 8,095,323
2010	24,620,000	5,394,234	2,125,000	1,629,674	26,745,000	7,023,908
2011	19,125,000	4,508,528	2,290,000	1,496,128	21,415,000	6,004,656
2012	17,085,000	3,785,375	2,475,000	1,349,490	19,560,000	5,134,865
2013	14,225,000	3,172,906	2,705,000	1,197,139	16,930,000	4,370,045
2014-2018	34,105,000	10,125,338	12,365,000	3,860,956	46,470,000	13,986,294
2019-2023	16,780,000	5,262,387	7,240,000	1,699,313	24,020,000	6,961,700
2024-2028	11,515,000	1,779,156	3,400,000	163,400	14,915,000	1,942,556
2029-2033	2,815,000	317,078	-	-	2,815,000	317,078
Total General Obligation Bonds Debt	\$ 162,340,000	\$ 40,688,350	\$ 34,530,000	\$ 13,148,075	\$ 196,870,000	\$ 53,836,425

Revenue bond debt service requirements to maturity are as follows:

Year Ended December 31	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 5,947,891	\$ 12,381,173	\$ 8,050,000	\$ 4,264,411	\$ 13,997,891	\$ 16,645,584
2010	6,884,364	12,004,809	4,280,000	4,077,892	11,164,364	16,082,701
2011	7,434,648	11,564,108	4,470,000	3,901,114	11,904,648	15,465,222
2012	8,008,795	11,086,555	20,010,000	3,413,339	28,018,795	14,499,894
2013	8,611,862	10,569,691	4,725,000	2,916,134	13,336,862	13,485,825
2014-2018	44,008,000	44,609,890	20,715,000	11,401,767	64,723,000	56,011,657
2019-2023	55,462,000	28,662,202	16,910,000	6,728,221	72,372,000	35,390,423
2024-2028	43,765,000	9,071,460	16,250,000	2,113,709	60,015,000	11,185,169
2029-2033	9,329,000	669,251	1,415,000	75,703	10,744,000	744,954
Total Revenue Bonds Debt	\$ 189,451,560	\$ 140,619,139	\$ 96,825,000	\$ 38,892,290	\$ 286,276,560	\$ 179,511,429

Revenue notes debt service requirements to maturity are as follows:

Year Ended December 31	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 1,502,816	\$ 613,561	\$ 1,093,157	\$ 504,471	\$ 2,595,973	\$ 1,118,032
2010	1,502,816	613,561	1,126,861	463,203	2,629,677	1,076,764
2011	2,500,545	608,561	1,171,958	422,397	3,672,503	1,030,958
2012	2,550,000	581,461	1,212,463	380,047	3,762,463	961,508
2013	2,550,000	551,811	1,259,388	336,000	3,809,388	887,811
2014-2018	24,100,000	2,299,535	6,511,650	976,404	30,611,650	3,275,939
2019-2023	11,800,000	1,477,005	1,696,310	85,700	13,496,310	1,562,705
2024-2028	-	1,175,455	-	-	-	1,175,455
2029-2033	4,618,688	822,823	-	-	4,618,688	822,823
Total Revenue Notes Debt	\$ 51,124,865	\$ 8,743,773	\$ 14,071,787	\$ 3,168,222	\$ 65,196,652	\$ 11,911,995

3. Sources for Long-Term Obligations Repayment

Governmental Activity Long-Term Obligations

General Obligation Bonds

In 2008, the City issued General Obligation Capital Improvement Bonds, Series 2008A in the amount of \$6,330,000; General Obligation Special Assessment Debt with Governmental Commitment, Series 2008B in the amount of \$11,545,000; and General Obligation Public Safety Bonds, Series 2008C in the amount of \$10,510,000 for a total of \$28,385,000.

\$162,340,000 General Obligation Bonds is payable from the Debt Service Funds. The related interest requirement on this debt was \$40,688,350. These bonds are backed by the full faith and credit of the City.

General Obligation Bonds – Property Tax Supported

Of the \$162,340,000 General Obligation Bonds, \$99,440,000 is property tax supported debt to be paid primarily from property taxes levied and collected. The related interest requirement on this debt was \$20,321,012.

General Obligation Special Assessment Debt with Governmental Commitment

Of the \$162,340,000 of General Obligation Bonds, \$50,195,000 are payable from special assessments to be levied and collected for local improvements and are backed by the full faith and credit of the City. The general credit of the City is obligated only to the extent that liens foreclosed against properties involved in special assessments districts are insufficient to retire outstanding bonds. These bonds (and related interest of \$18,658,588) are being serviced by the G.O. Special Assessment – Streets Debt Service Fund.

General Obligation HRA Tax Increment Bonds

During March 2007, the City issued General Obligation Temporary Bonds, Series 2007B in the amount of \$3,895,000 to refund at maturity the City's \$3,950,000 General Obligation Temporary Bonds, Series 2004C and to pay issuance costs. The difference of \$55,000 was paid from excess cash in the trustee account. The 2004C Bonds were used to finance improvements within the Koch Mobil Tax Increment Financing District of the Housing and Redevelopment Authority of the City of Saint Paul. The City anticipates that long term bonds will be issued to redeem the 2007B Bonds at maturity or will be used to escrow the 2007B Bonds to maturity. The 2007B Bonds had a balance of \$3,895,000 as of December 31, 2008.

During March 2005, the City issued General Obligation Snelling-University Tax Increment Refunding Bonds, Series 2005C in the amount of \$5,130,000 to currently refund the Midway Marketplace Tax Increment Bonds, Series 1995A. This current refunding was done to take advantage of lower interest rates and reduce debt service payments by \$1,307,315. The current refunding resulted in an economic gain (difference between the present value of the debt service payments of the refunded and the refunding bonds) of \$977,430. HRA tax increment revenues from the Snelling-University Tax Increment District are to be used to retire the Series 2005C Bonds. The 2005C Bonds had a balance of \$4,055,000 as of December 31, 2008.

During November 2000, the City issued General Obligation Riverfront Tax Increment Bonds, Series 2000D in the amount of \$8,335,000 to currently refund the Riverfront Tax Increment Bonds, Series 1993C in order that debt service requirements for the Riverfront Tax Increment Financing District could be reduced through a lower interest rate. The Series 2000D Bonds had a balance of \$3,640,000 as of December 31, 2008.

The Riverfront Tax Increment General Obligation Refunding Bonds, Series 2002C were issued in March 2002 in the amount of \$2,335,000 to currently refund the Riverfront Tax Increment Bonds, Series 1993D to take advantage of lower interest rates and reduce debt service payments. The Series 2002C Bonds had a balance of \$1,115,000 outstanding as of December 31, 2008.

The total General Obligation HRA Tax Increment Bonds as of December 31, 2008 was \$12,705,000. The related interest requirement on this debt was \$1,708,750.

Revenue Bonds

Sales Tax Revenue Bonds

In August 2007 the City issued \$10,580,000 in Subordinate Sales Tax Revenue Bonds, Series 2007A and \$16,700,000 in Taxable Subordinate Sales Tax Revenue Bonds, Series 2007B to finance capital projects to further residential, cultural, commercial, and economic development in the City's downtown and its neighborhoods and capital and operating expenses of cultural organizations in the City. The Series 2007 Bonds are special limited obligations of the City payable solely from certain sales tax proceeds, subject and subordinate to certain senior obligations and are not general or moral obligations of the City, State of Minnesota, or any other political subdivision. The Series 2007A Bonds had a balance of \$10,580,000 and Series 2007B Bonds had a balance of \$16,640,000 as of December 31, 2008.

In 1999, the City issued \$72,570,000 of Sales Tax Revenue Bonds to finance a portion of the costs of demolishing an existing arena facility located in the downtown area of the City and constructing a new multipurpose sports and entertainment arena adjacent and connected to the Saint Paul RiverCentre complex. The debt on these Sales Tax Revenue Bonds is being serviced by the City Revenue Bonds and Other Long-Term Debt-Debt Service Fund. The 1999A Bonds had a balance \$63,060,000 outstanding as of December 31, 2008.

As of December 31, 2008, \$90,280,000 of Sales Tax Revenue Bonds was outstanding. The related interest requirement on this debt was \$71,492,964.

HRA Tax Increment Revenue Bonds

The Neighborhood Scattered Site Tax Increment Bonds, Series 2005 were issued in April 2005 in the amount of \$7,515,000 to provide financing for development in the Neighborhood Scattered Site Tax Increment District. The bonds are to be retired using tax increment revenues from this same district. The 2005 Bonds had a balance of \$5,760,000 as of December 31, 2008.

The Spruce Tree Tax Increment Refunding Bonds, Series 2003 were issued in March 2003 in the amount of \$1,890,000, and along with existing funds of the HRA, currently refunded the Spruce Tree Tax Increment Bonds, Series 1988. HRA tax increment revenues from the Spruce Tree/Metz District are to be used to retire the Series 2003 Bonds. The 2003 Bonds had a balance of \$1,092,560 outstanding as of December 31, 2008.

The North Quadrant Tax Increment Refunding Bonds, Series 2002 were issued in April 2002 in the amount of \$1,089,000 to currently refund the North Quadrant Tax Increment Bonds, Series 2000 issued in November 2000 in the amount of \$1,283,000. HRA tax increment revenues from the North Quadrant District are to be used to retire the Series 2002 Bonds. The 2002 Bonds had a balance of \$973,000 outstanding as of December 31, 2008.

The North Quadrant Phase II Tax Increment Bonds, Series 2002 were issued in June 2002 in the amount of \$1,140,000 to provide financing for development in the North Quadrant Tax Increment District. The bonds are to be retired using tax increment revenue from the North Quadrant District. The 2002 Bonds had a balance of \$1,099,000 as of December 31, 2008.

The US Bank Tax Increment Bonds, Series 2001, were issued in August 2001 in the amount of \$12,000,000 to provide a portion of the financing for the construction of a US Bank Operations Center in the HRA Riverfront Renaissance Tax Increment Financing District. The bonds are to be retired using tax increment revenue from the Riverfront Renaissance District. At December 31, 2008, \$10,980,000 of Series 2001 Bonds was outstanding.

The Upper Landing Tax Increment Bonds, Series 2002A, Series 2002B-1 and Series 2002B-2 were issued in October 2002 in the amount of \$19,130,000 to provide financing for development of the Upper Landing area in the HRA Riverfront Renaissance Tax Increment District. The bonds are to be retired using tax increment revenue from the Riverfront Renaissance District. At December 31, 2008, \$18,863,000 of the bonds was outstanding.

The Drake Marble Tax Increment Bonds, Series 2002 were issued in November 2002 in the amount of \$1,800,000 to provide financing for renovation of the Drake Marble building in the Riverfront Renaissance Tax Increment District. The bonds are to be retired using tax increment revenue from the Riverfront Renaissance District. At December 31, 2008, \$1,638,000 of Series 2002 was outstanding.

The 9th Street Lofts Tax Increment Bonds, Series 2004, were issued in April 2004 in the amount of \$1,335,000 to provide financing for a rental housing development in the North Quadrant Tax Increment District. The bonds are to be retired using tax increment revenues from the North Quadrant District. At December 31, 2008, \$1,249,000 of the Series 2005 Bonds was outstanding.

The J.J. Hill Tax Increment Bonds, Series 2004, were issued in November 2004 in the amount of \$3,660,000 to provide financing for an owner-occupied housing development in the J.J. Hill Tax Increment District. The bonds are to be retired using tax increment revenues from the J.J. Hill Tax Increment District. At December 31, 2008, \$3,602,000 of Series 2004 Bonds was outstanding.

The HRA Tax Increment Revenue Bonds do not constitute a general obligation of the City and are not backed by the City's full faith and credit. At December 31, 2008, \$45,256,560 of HRA Tax Increment Revenue Bonds was outstanding. The related interest requirement on this debt was \$35,959,687.

HRA Sales Tax Revenue Bonds

In April 1996, the HRA issued \$55,865,000 in Sales Tax Revenue Advance Refunding Bonds, Series 1996 to advance refund the Sales Tax Revenue Bonds, Series 1993. At December 31, 2008 \$40,685,000 of HRA Sales Tax Revenue Advance Refunding Bonds was outstanding. The related interest requirement on this debt was \$26,745,700.

HRA Lease Revenue Bonds

The City has entered into a 25-year capital lease agreement with the HRA in the amount of \$7,685,000 to provide a long-term financing for completing the improvements of the Jimmy Lee Recreation Center. The HRA has issued tax exempt Recreational Facility Lease Revenue Bonds, Series 2008 (Jimmy Lee Recreational Center) in the same amount to finance the acquisition of its interest in the Jimmy Lee Recreational Center and then leaseback that portion to the City. The HRA bonds are secured by these lease payments. The lease is not a general or moral obligation of the City. The City has right to purchase the HRA's interest at the end of any fiscal year. A capital lease payable of \$7,610,000 was outstanding as of December 31, 2008.

The RiverCentre Parking Facility Lease Revenue Bonds, Series 2000 were issued in May 2000 in the amount of \$7,240,000 to finance improvements to the RiverCentre Parking Ramp, which is owned by the City of Saint Paul. The bonds are payable from payments made by the City to the HRA for leasing the improvements. The outstanding balance was \$5,620,000 as of December 31, 2008.

At December 31, 2008, \$13,230,000 of HRA Lease Revenue Bonds was outstanding. The related interest requirement on this debt was \$6,420,787.

The total Revenue Bonds as of December 31, 2008 was \$189,451,560. The related interest requirement on this debt was \$140,619,139.

Revenue Notes Payable

In 1994, the City implemented the Saint Paul Energy Conservation Project, which is designed to evaluate energy usage in City-owned buildings and make improvements to achieve energy savings. The City has entered into note agreements with Xcel Energy to provide the City interest-free loans to finance the project. The notes are to be paid within ten (10) years. At December 31, 2008, \$6,178 of notes was outstanding.

During 1998, the City began construction of the new multi-purpose RiverCentre Arena, which presently houses a National Hockey League team (completed in 2000). The City received an interest-free loan from the State of Minnesota in the amount of \$65,000,000 for the construction of this arena. Payments on this loan, which will be \$48,000,000 due to the forgiveness of \$17,000,000 by the State, began in 2003 and will be paid through the year 2020. A portion of the payments by the hockey team will be used to repay the loan. The City recorded the proceeds and liability of the loan as it was expended by the State. As of December 31, 2008, the outstanding balance of the RiverCentre Arena Note was \$39,750,000.

\$11,368,687 of Saint Paul's governmental activity long-term obligations consists of following HRA Revenue Notes payable.

The HUD Section 108 Notes, Series 2003-A and Series 2003-B were issued in the amounts of \$3,300,000 and \$4,700,000 to provide financing for the Westminster Junction and Railroad Island development projects. Under the terms of the contracts with the U.S. Department of Housing and Urban Development (HUD), the proceeds of the notes were received by the City and consequently the total 2003 note proceeds of \$8,000,000 are reported in the Section 108 Programs Special Revenue Fund. Land sale proceeds, payments from the Port Authority of the City of Saint Paul, and initiative grant funds from HUD will be used to retire the notes. As of December 31, 2008, the outstanding balance of the HUD Section 108 Notes was \$6,750,000.

The Shepard Davern Housing Tax Increment Note, Series 2006 was issued in March 2006 in the amount of \$4,820,000 to currently refund the Gateway Tax Increment Bonds, Series 2003. The current refunding was done to lock in the interest rate and reduce debt service payments. Tax increments from the Shepard Davern Tax Increment Financing District will be used to retire the 2006 Note. As of December 31, 2008, the outstanding balance of the Shepard Davern Housing Tax Increment Note was \$4,618,687.

Compensated Absences

Included in the City's governmental long-term obligations is \$22,120,957 of accrued compensated absences relating to employees not accounted for in proprietary funds. Governmental funds that report salaries in their statement of revenues, expenditures and changes in fund balance are charged on a proportionate basis for the actual payments made by the General Fund of the severance pay portion of the compensated absences liability. Actual payments of the vacation and compensatory time portion of the compensated absences liability are made directly from the same governmental funds that incurred the salary expenditures.

Claims and Judgments Payable

Claim and judgment expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These liabilities include an estimate of claims that have been incurred but not reported (IBNR). Claim expenditures relating to tort liabilities are paid from the General Fund. Workers' Compensation claim expenditures are recorded in the General Fund and are allocated to other City funds based upon a fringe benefit rate applied to each fund's actual salaries. The liability for claims and judgments is reported in the government-wide financial statements. Included in the claims and judgments is the potential liability associated with the pollution remediation which has been completed at the Rivoli Street clean up site. At December 31, 2008, the claims and judgments liability was \$31,337,588.

Net Other Postemployment Benefits Obligation

At December 31, 2008, the net other postemployment benefits liability was \$8,393,284.

Capital Leases

A 20-year lease agreement in the amount of \$3,000,000, dated October 14, 1998, was issued to finance the acquisition and renovation of expanded heating, ventilation and air conditioning systems, electrical and fire suppression systems and workstations for the City Hall Annex. The related equipment of \$315,998 and building of \$2,684,002 are included as capital assets. On April 1, 2007, the City refinanced this capital lease for \$2,150,657 which represented the balance of the refunded capital lease plus a refinancing cost of \$38,689. At December 31, 2008 the balance of this capital lease was \$1,928,250, and was reported in the Public Works Administration Internal Service Fund.

A \$2,300,000 supplement to the above City Hall Annex lease agreement was issued on September 1, 2008 to be used to defray the expense of the acquisition and installation of improvements, including the renovation of floors three through five with HVAC, electrical, plumbing, fixtures, furniture, equipment, telecom equipment and a marble corridor. The 20 installment payments will start on March 1, 2009 with the applicable annual interest rate of 4.76%. The proceeds were reported in the Capital Improvement Projects Fund.

A 30-year RiverCentre Pedestrian Link Cooperative Agreement dated May 23, 2002 was entered into with Ramsey County to finance the designing and construction of a pedestrian connection between the RiverCentre Complex and the existing skyway system in Landmark Tower. The related improvement other than building capital asset of \$6,872,000 is reported in the City's Government-wide Statement of Net Assets and Capital Assets Used in Operation of Governmental Funds. A capital lease payable of \$5,897,000 was outstanding at December 31, 2008. Annual liquidation of this capital lease liability is reported in the Revenue Notes and Other Long-Term Debt Service Fund.

A 20-year lease agreement in the amount of \$13,845,000 was entered into with Ramsey County on December 16, 2002 to finance the repair, renovation and remodeling of the Saint Paul Police Headquarters Facility through the use of proceeds of the sale of revenue bonds in the year 2003. The City agreed to reimburse the County for the expense incurred for issuance and repayment of the bonds through rent payments beginning in 2005. The related building capital asset of \$13,845,000 is reported in the City's Government-wide Statement of Net Assets and Capital Assets Used in the Operation of Governmental Funds. A capital lease payable of \$11,360,000 was outstanding as of December 31, 2008. Annual liquidation of this capital lease liability is reported in the City's General Fund.

Two agreements were entered into on April 28, 2008 for the lease-purchase of 96 police vehicles in the amounts of \$771,000 at 2.65% interest rate and \$1,320,000 at 2.99% interest rate. At December 31, 2008 the balances of these capital leases were \$646,832 and \$1,107,076, respectively.

The following is a schedule by years of future minimum lease payments under this capital lease, together with the present value of the net minimum lease payments of December 31, 2008.

Capital Leases – Governmental Activity

Year Ended December 31	City Hall Annex Improvements	RiverCentre Pedestrian Link	Saint Paul Police Headquarters Facility Lease	2008 Saint Paul Police Vehicle Lease
2009	\$ 531,863	\$ 396,702	\$ 1,049,818	\$ 731,996
2010	531,863	395,061	1,055,568	731,995
2011	531,863	393,240	1,032,568	365,998
2012	531,863	396,239	1,054,568	-
2013	531,863	393,880	1,054,768	-
Thereafter	<u>2,659,311</u>	<u>6,643,421</u>	<u>10,696,565</u>	<u>-</u>
Total Minimum Lease Payments	5,318,626	8,618,543	15,943,855	1,829,989
Less Amount Representing Interest	<u>(1,090,376)</u>	<u>(2,721,543)</u>	<u>(4,583,855)</u>	<u>(76,081)</u>
Present Value of Future Capital Lease Payments	<u>\$ 4,228,250</u>	<u>\$ 5,897,000</u>	<u>\$ 11,360,000</u>	<u>\$ 1,753,908</u>

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Business-Type Activity Long-Term Obligations

General Obligation Bonds

Included in the City's business-type activity long-term obligations are Sewer Utility General Obligation Bonds issued in 1998. The proceeds of these bonds are being used for sewer rehabilitation construction. At December 31, 2008, \$2,840,000 of outstanding bonds was recorded as a liability in the Sewer Utility Enterprise Fund. The related interest requirement on this debt was \$830,090.

General Obligation HRA Tax Increment Bonds

During 1998, the City of Saint Paul issued Block 39 Tax Increment General Obligation Bonds, Series 1998A and Series 1998B in the amount of \$21,255,000 and \$18,745,000, respectively. Proceeds from the Series 1998A and Series 1998B are being used to finance the acquisition of Block 39 properties in the downtown area and to construct a parking facility and retail space. The Bonds have a City general obligation pledge, but are to be retired using tax increments from the HRA Block 39 Lawson/Arena District and revenues from the parking facility. The total amount of these bonds outstanding at December 31, 2008 was \$21,255,000 and \$10,435,000 and recognized as a liability in the HRA Parking Enterprise Fund. The related interest requirements on this debt were \$10,414,964 and \$1,903,021, respectively.

Revenue Bonds

In March 2008 the City issued Sewer Revenue Bonds, Series 2008D in the amount of \$23,735,000 to finance rehabilitation projects to the City's sewer system including major sewer repairs, tunnel repairs and storm water quality improvements. At December 31, 2008 \$23,150,000 of outstanding bonds was recorded as a liability in the Sewer Utility Enterprise Fund.

In April 2006, the City issued Sewer Revenue Bonds, Series 2006C in the amount of \$7,040,000 to finance rehabilitation projects to the City's sewer system, including improvements to numerous pumping and lift stations, the relining of existing sewer lines and the selective replacement of existing pipe. At December 31, 2008 \$5,845,000 of outstanding bonds was recorded as a liability in the Sewer Utility Enterprise Fund.

In March 2004, the City issued Sewer Revenue Bonds, Series 2004E in the amount of \$6,300,000 to finance improvements to the City's sewer system, payable from revenues of the Sewer Utility Enterprise Fund. At December 31, 2008 \$5,005,000 of outstanding bonds was recorded as a liability in the Sewer Utility Enterprise Fund.

The total amount of bonds outstanding recognized in the Sewer Utility Enterprise Fund as of December 31, 2008 was \$34,000,000. The related interest requirement on this debt was \$14,229,742.

The Special Services Enterprise Fund is reporting \$6,675,000 of revenue bonds outstanding at December 31, 2008. The related interest requirement on this debt was \$3,396,313. The Recreational Facilities Gross Revenue Bonds (Highland National Project), Series 2005 were issued on October 27, 2005 in the amount of \$7,310,000. Bond proceeds in the amount of \$2,955,000, together with other funds on hand, were used to refund the Recreational Facilities Gross Revenue Bonds (Sports Dome Project) on December 1, 2005, while the balance of \$4,355,000 was used to pay for the reconstruction of the Highland National Golf Course. A bond reserve in the amount of \$666,750 has also been established. The sale resulted in the Net Present Value Benefit (NPV) of \$246,971 from the retirement of the Sports Dome Bonds.

HRA Loan Enterprise Revenue Bonds

Housing 5000 Land Assembly Bonds, Series 2004, were issued in January 2004 in the amount of \$25,000,000 to provide financing for the acquisition and improvement of land to be used in connection with the HRA Housing 5000 Initiative. It is intended that the bonds will be retired through the sale of the acquired land to developers as part of the initiative. The bonds are secured by a letter of credit in the original amount of \$25,369,863 issued by U.S. Bank to the bond trustee for the account of the HRA. The HRA is also required to set aside cash and cash equivalents in the amount of 10% of the principal outstanding on the bonds. In accordance with this requirement, the HRA has included the \$644,000 in the Cash and Investments with Treasurer of \$11,904,877 reported in the HRA General Fund. The outstanding balance of the Series 2004 Bonds as of December 31, 2008 was \$6,440,000. The related interest requirement on this debt was \$2,296,787.

HRA Parking System Revenue Bonds

The Parking Revenue Refunding Bonds, Series 2005A were issued in February 2005 in the amount of \$7,790,000 to currently refund the Parking Revenue Bonds, Series 1995A. This current refunding was done to take advantage of lower interest rates and reduce debt service payments. Total debt service payments decreased by \$411,804. The current refunding resulted in an economic gain of \$401,496. The reacquisition price and the net carrying amount of the refunded bonds were both \$7,590,000. Parking revenues from various HRA parking facilities are to be used to retire the Series 2005A Bonds. The outstanding balance of December 31, 2008 was \$4,630,000.

The Parking Revenue Bonds (Smith Avenue Transit Center), Series 2005 were issued in June 2005 in the amount of \$15,980,000 to provide financing for the construction of the Smith Avenue Transit Center, which includes a 600-stall parking ramp and transit facility. The bonds are to be retired using revenues from the Transit Center. The outstanding balance as of December 31, 2008 was \$15,860,000.

The Parking Revenue Bonds, Series 2002A and Series 2002B were issued in May 2002 in the total amount of \$18,545,000 to provide financing for the construction of a 1,044-space parking ramp located on Block 19 in the downtown area. The bond proceeds were deposited into the HRA Parking Enterprise Fund and the bonds will be retired using parking revenues in the same enterprise fund. The outstanding balance as of December 31, 2008 was \$18,050,000.

The Parking Revenue Bonds include the Parking Revenue Refunding Bonds, Series 2001A, which were issued in March 2001 in the amount of \$6,755,000 to currently refund the Variable Rate Demand Parking Revenue Bonds, Series 1995B. At December 31, 2008, \$4,110,000 of the Series 2001A Refunding Bonds was outstanding.

In addition, \$7,060,000 of HRA World Trade Center Ramp Bonds, Series 1997A was outstanding at December 31, 2008.

The total amount of HRA Parking System Revenue Bonds outstanding as of December 31, 2008 was \$49,710,000, and is recognized in the HRA Parking Enterprise Fund. The related interest requirement on this debt was \$18,969,448.

Revenue Notes

From 1993 through 2002, the Department of Public Works entered into loan agreements with the State of Minnesota, Department of Trade and Economic Development, Public Facilities Authority, for long-term notes. The total principal amount of the long-term portion of the loans at December 31, 2008 was \$12,986,597. The proceeds of these loans were used to construct sewer facilities which reduce the amount of groundwater "inflow and infiltration" entering the City's sanitary sewer system, thereby decreasing the cost of sewage treatment. The notes are payable from the Sewer Utility Enterprise Fund.

The RiverCentre Exhibit Hall Parking Ramp Notes were issued in 1995 in the amount of \$1,500,000. The outstanding balance as of December 31, 2008 was \$890,000. City parking revenues are used to retire the notes, which are recognized as a liability in the HRA Parking Enterprise Fund.

In December 2003, a loan agreement, with a revolving line of credit, was executed between the Saint Paul Foundation (Foundation) and the HRA whereby the Foundation has made available funds in the amount of \$2,500,000 to the HRA for use in its major housing initiative, the Housing 5000 Program. Any of the funds advanced under the loan agreement to the HRA by the Foundation are to be used solely for developer loans on approved housing projects. The HRA is to repay the principal amount of the advances to the Foundation as the developer loans are repaid to the HRA. During 2006, an advance was made by the Foundation to the HRA in the amount of \$195,190 to partially finance a housing development project for the Dorothy Day Center Project. The amount of \$195,190 is recognized in the HRA Loan Enterprise Fund as notes payable at December 31, 2008. Under the revolving loan agreement, there is \$2,304,810 available in loan funds from the Foundation at December 31, 2008.

Compensated Absences

Proprietary fund accrued liabilities for compensated absences are also included in the City's long-term obligations of \$907,493. Liabilities have been reported in the appropriate fund's financial statements.

Net Other Postemployment Benefits

Proprietary fund accrued liabilities for net other postemployment benefits are also included in the City's long-term obligations of \$472,544. Liabilities have been reported in the appropriate fund's financial statements.

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4. Changes in Bonds Payable

Bonds Payable at January 1, 2008		\$ 466,423,740
New Debt:		
G.O. Bonds -		
Capital Improvement Bonds	\$ 6,330,000	
Public Safety Bonds	10,510,000	
Special Assessment Debt with Governmental Commitment	11,545,000	
Total G.O. Bonds		\$ 28,385,000
Revenue Bonds -		
Sewer Utility Revenue Bonds	23,735,000	
HRA Lease Revenue Bonds	7,685,000	
Total Revenue Bonds		31,420,000
Total New Debt		59,805,000
Debt Retired:		
G.O. Bonds -		
Property Tax Supported G.O. Bonds	(17,185,000)	
Special Assessment Debt with Governmental Commitment G.O. Bonds	(3,770,000)	
Sewer Utility G.O. Bonds	(220,000)	
HRA Tax Increment G.O. Bonds	(1,405,000)	
HRA Parking Facilities G.O. Bonds	(1,570,000)	
Total G.O. Bonds		(24,150,000)
Revenue Bonds -		
Sales Tax Revenue Bonds	(1,720,000)	
Sewer Utility Revenue Bonds	(4,720,000)	
Recreation Facility Revenue Bonds	(220,000)	
HRA Tax Increment Revenue Bonds	(5,207,180)	
HRA Sales Tax Revenue Bonds	(1,500,000)	
HRA Lease Revenue Bonds	(600,000)	
HRA Loan Enterprise Revenue Bonds	(2,695,000)	
HRA Parking Facilities Bonds	(2,270,000)	
Total Revenue Bonds		(18,932,180)
Total Debt Retired		(43,082,180)
Bonds Payable at December 31, 2008		\$ 483,146,560

5. Bonds Payable Summary

G.O. Bonds - Property Tax Supported	\$	99,440,000	
G.O. Special Assessment Debt with Governmental Commitment		50,195,000	
Sales Tax Revenue Bonds		90,280,000	
HRA G.O. Tax Increment		12,705,000	
HRA Tax Increment Revenue Bonds		45,256,560	
HRA Sales Tax Revenue Bonds		40,685,000	
HRA Lease Revenue Bonds		<u>13,230,000</u>	\$ 351,791,560
Sewer Utility Enterprise Fund Debt:			
General Obligation Bonds			
Current		230,000	
Noncurrent		2,610,000	
Revenue Bonds			
Current		1,510,000	
Noncurrent		<u>32,490,000</u>	36,840,000
Special Services Enterprise Fund Debt:			
Revenue Bonds			
Current		235,000	
Noncurrent		<u>6,440,000</u>	6,675,000
HRA Loan Enterprise Fund Debt:			
Revenue Bonds			
Current		3,930,000	
Noncurrent		<u>2,510,000</u>	6,440,000
HRA Parking Facilities Enterprise Fund Debt:			
General Obligation Bonds			
Current		1,700,000	
Noncurrent		29,990,000	
Revenue Bonds			
Current		2,375,000	
Noncurrent		<u>47,335,000</u>	<u>81,400,000</u>
Bonds Payable at December 31, 2008			<u>\$ 483,146,560</u>

6. Bonds Payable - by Issue

Bonds payable at December 31, 2008 are composed of the following individual issues:

	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2008
GENERAL OBLIGATION BONDS						
<u>Property Tax Supported</u>						
Capital Improvement	4.00%	(4/1; 10/1)	4/1/99	4/1/09	\$ 16,375,000	\$ 1,925,000
	5.125%	(3/1; 9/1)	3/1/00	3/1/10	19,000,000	4,600,000
	4.00 to 5.00%	(3/1; 9/1)	3/1/01	3/1/11	19,000,000	6,455,000
	1.45 to 4.125%	(3/1; 9/1)	3/1/02	3/1/12	19,000,000	8,430,000
	2.00 to 3.625%	(3/1; 9/1)	3/1/03	3/1/13	22,235,000	10,100,000
	2.00 to 3.25%	(3/1; 9/1)	3/1/04	9/1/13	19,000,000	10,995,000
	4.00%	(3/1; 9/1)	3/15/05	3/1/15	19,000,000	13,530,000
	4.00%	(4/1; 10/1)	4/1/06	4/1/16	11,000,000	8,985,000
	3.80 to 4.00%	(4/1; 10/1)	4/18/07	4/1/17	6,250,000	5,700,000
	2.00 to 3.50%	(3/1; 9/1)	3/1/08	3/1/18	6,330,000	6,330,000
					157,190,000	77,050,000
Saint Paul Public Library Series 2004	2.00 to 4.75%	(3/1; 9/1)	4/1/04	3/1/24	12,280,000	11,880,000
Public Safety Series 2008C	3.00 to 4.375%	(5/1; 11/1)	3/1/08	5/1/33	10,510,000	10,510,000
Total General Obligation Bonds - Property Tax Supported					\$ 179,980,000	\$ 99,440,000
<u>Special Assessment Debt with Governmental Commitment</u>						
Assessed Reconstruction Work	4.30 to 5.20%	(3/1; 9/1)	4/1/97	3/1/09	\$ 2,450,000	\$ 1,075,000
	3.70 to 4.75%	(4/1; 10/1)	4/1/98	4/1/10	2,800,000	1,335,000
	4.00 to 4.50%	(4/1; 10/1)	4/1/99	4/1/11	3,730,000	1,965,000
	4.75 to 5.30%	(3/1; 9/1)	3/1/00	3/1/12	2,950,000	1,695,000
	4.00 to 5.00%	(3/1; 9/1)	4/1/01	3/1/13	3,630,000	2,115,000
	1.45 to 4.375%	(3/1; 9/1)	3/1/02	3/1/14	2,915,000	1,345,000
	2.00 to 3.75%	(3/1; 9/1)	3/1/03	3/1/15	3,340,000	2,160,000
	2.00 to 3.75%	(3/1; 9/1)	3/1/04	3/1/16	2,500,000	1,705,000
	3.00 to 4.00%	(3/1; 9/1)	3/15/05	3/1/17	2,400,000	1,760,000
	4.00 to 4.375%	(4/1; 10/1)	4/1/06	4/1/26	12,500,000	11,235,000
	4.00 to 4.375%	(4/1; 10/1)	4/18/07	4/1/27	12,500,000	11,735,000
	5.00%	(5/1; 11/1)	3/1/08	5/1/28	11,545,000	11,545,000
Assessed Reconstruction Work Refunding Series 1996C	3.60 to 5.25%	(3/1; 9/1)	4/1/96	3/1/11	6,710,000	525,000
Total General Obligation Bonds - Special Assessment Debt with Governmental Commitment					\$ 69,970,000	\$ 50,195,000

	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2008
<u>HRA Tax Increment Fund</u>						
Riverfront Tax Increment - Refunding						
Series 2000D	4.50 to 5.00%	(2/1; 8/1)	11/15/00	2/1/12	\$ 8,335,000	\$ 3,640,000
Series 2002C	2.90 to 5.65%	(2/1; 8/1)	3/1/02	2/1/12	2,335,000	1,115,000
University-Snelling Tax Increment - Refunding						
Series 2005A	3.60 to 5.125%	(3/1; 9/1)	3/15/05	3/1/17	5,130,000	4,055,000
Koch Mobil Tax Increment Series 2007B	4.25%	(3/1; 9/1)	3/1/07	3/1/10	<u>3,895,000</u>	<u>3,895,000</u>
Total General Obligation Bonds - HRA Tax Increment Bonds					<u>19,695,000</u>	<u>12,705,000</u>
<u>HRA Parking Facilities Enterprise Fund</u>						
Block 39 Tax Increment						
Series 1998A	4.60 to 4.75%	(2/1; 8/1)	1/1/98	2/1/25	21,255,000	21,255,000
Series 1998B	5.68 to 6.45%	(2/1; 8/1)	1/1/98	2/1/13	<u>18,745,000</u>	<u>10,435,000</u>
Total General Obligation Bonds - HRA Parking Facilities Enterprise Fund Bonds					<u>40,000,000</u>	<u>31,690,000</u>
<u>Sewer Utility Enterprise Fund</u>						
Series 1998E	3.70 to 5.00%	(6/1; 12/1)	4/1/98	12/1/18	<u>4,700,000</u>	<u>2,840,000</u>
TOTAL GENERAL OBLIGATION BONDS					<u><u>\$ 331,565,000</u></u>	<u><u>\$ 196,870,000</u></u>

	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2008
REVENUE BONDS						
<u>Sewer Utility Enterprise Fund</u>						
Sewer Revenue Bonds - Series 2004E	2.25 to 4.25%	(6/1; 12/1)	4/1/04	12/1/23	\$ 6,300,000	\$ 5,005,000
Sewer Revenue Bonds - Series 2006C	4.00 to 4.50%	(6/1; 12/1)	4/1/06	12/1/20	7,040,000	5,845,000
Sewer Revenue Bonds - Series 2008D	3.00 to 5.00%	(6/1; 12/1)	3/1/08	12/1/27	23,735,000	23,150,000
					<u>63,355,000</u>	<u>34,000,000</u>
<u>Special Services Enterprise Fund</u>						
Recreational Facilities Revenue Bonds - Series 2005	3.50 to 5.00%	(4/1; 10/1)	10/27/05	10/1/25	7,310,000	6,675,000
<u>City Revenue Bonds and Other Long-Term Debt – Debt Service Fund</u>						
Sales Tax Revenue Bonds - Series 1999A	5.69 to 7.09%	(5/1; 11/1)	3/2/99	11/1/25	72,570,000	63,060,000
Subordinate Sales Tax Revenue Bonds - Series 2007A	5.00%	(5/1; 11/1)	10/1/07	11/1/30	10,580,000	10,580,000
Taxable Subordinate Sales Tax Revenue Bonds - Series 2007B	5.30 to 6.125%	(5/1; 11/1)	10/1/07	11/1/25	16,700,000	16,640,000
					<u>\$ 99,850,000</u>	<u>\$ 90,280,000</u>

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	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2008
<u>HRA General Debt Service Fund</u>						
HRA Tax Increment Revenue Bonds -						
Spruce Tree Center Refunding Bonds Series 2003						
	6.50%	(3/1)	3/1/03	3/1/13	\$ 1,890,000	\$ 1,092,560
North Quadrant Tax Increment Refunding Bonds Series 2002						
	7.50%	(2/15; 8/15)	5/1/02	2/15/28	1,089,000	973,000
Phase II Bonds Series 2002						
	7.00%	(2/15; 8/15)	6/13/02	2/15/28	1,140,000	1,099,000
U.S. Bank Tax Increment Bonds - Series 2001						
	5.00 to 6.75%	(2/1; 8/1)	8/9/01	2/1/28	12,000,000	10,980,000
Upper Landing Tax Increment Bonds - Series 2002A						
	6.80%	(3/1; 9/1)	11/1/02	3/1/29	5,000,000	5,000,000
Bonds - Series 2002B-1						
	6.40 to 7.00%	(3/1; 9/1)	11/1/02	3/1/29	12,130,000	11,901,000
Bonds - Series 2002B-2						
	6.90%	(3/1; 9/1)	11/1/02	3/1/29	2,000,000	1,962,000
Drake Marble Tax Increment Bonds -Series 2002A						
	6.75%	(3/1; 9/1)	11/15/02	3/1/28	1,800,000	1,638,000
9th St Lofts Tax Increment Bonds, Series 2004						
	6.375%	(2/15; 8/15)	4/14/04	2/15/28	1,335,000	1,249,000
JJ Hill Tax Increment Bonds Series 2004						
	6.25%	(3/1; 9/1)	11/30/04	3/1/29	3,660,000	3,602,000
Neighborhood Scattered Site TIF Bonds - Series 2005						
	4.24 to 5.45%	(3/1; 9/1)	4/28/05	3/1/17	7,515,000	5,760,000
Total HRA Tax Increment Revenue Bonds					<u>\$ 73,854,000</u>	<u>\$ 45,256,560</u>

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	Interest Rates	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding as of 12/31/2008
<u>HRA General Debt Service Fund</u>						
HRA Sales Tax Revenue Refunding Bonds (RiverCentre Project)						
Series 1996	7.10%	(5/1; 11/1)	4/1/96	11/1/23	\$ 55,865,000	\$ 40,685,000
HRA Lease Revenue Bonds RiverCentre Parking Facility						
Series 2000	4.87 to 6.00%	(5/1; 11/1)	5/1/00	5/1/14	7,240,000	5,620,000
Jimmy Lee Lease Revenue Series 2008						
	3.00 to 5.00%	(6/1; 12/1)	7/1/08	12/1/32	7,685,000	7,610,000
Total HRA General Debt Service Fund					<u>144,644,000</u>	<u>99,171,560</u>
<u>HRA Parking System Revenue Bonds</u>						
Refunding Bonds						
Series 2001A	4.00 to 5.00%	(2/1; 8/1)	3/1/01	8/1/17	6,755,000	4,110,000
Series 2005A	2.50 to 3.375%	(2/1; 8/1)	2/8/05	8/1/13	7,790,000	4,630,000
World Trade Center Ramp Bonds						
Series 1997A	6.75%	(6/1; 12/1)	11/13/97	12/1/17	11,305,000	7,060,000
Block 19 Bonds						
Series 2002A	4.85 to 5.35%	(2/1; 8/1)	5/16/02	8/1/29	14,295,000	14,295,000
Series 2002AB	5.10 to 6.50%	(2/1; 8/1)	5/16/02	8/1/16	4,250,000	3,755,000
Smith Ave Transit Center Ramp Bonds - Series 2005A						
	3.865 to 3.896%	(6/1; 12/1)	5/24/05	6/1/12	15,980,000	15,860,000
Total HRA Parking System Revenue Bonds					<u>60,375,000</u>	<u>49,710,000</u>
<u>HRA Loan Enterprise Revenue Bonds</u>						
Housing 5000 Land Assembly Bonds						
Series 2004	Variable	1st of each month	1/28/04	1/1/24	25,000,000	6,440,000
TOTAL REVENUE BONDS					<u>400,534,000</u>	<u>286,276,560</u>
TOTAL BONDS PAYABLE					<u>\$ 714,879,000</u>	<u>\$ 483,146,560</u>

7. Prior Year Defeasance of Debt

In prior years, the City and HRA defeased certain general obligation bonds and self-supporting revenue bonds by placing the proceeds of the advance refunding bonds in special escrow accounts and investing in securities of the U.S. Government and its Agencies. The maturities of these investments coincide with the principal and interest payment dates of the refunded bonds and have been certified to be sufficient to pay all principal and interest on the bonds when due as required by applicable laws. Accordingly, the original refunded bonds have been eliminated and the new advance refunding bonds added to the appropriate financial statements. The City and HRA remain contingently liable to pay the refunded bonds. At December 31, 2008 the City had no balance of refunded debt outstanding. The HRA had \$48,745,000 of refunded debt outstanding at December 31, 2008.

HRA Refunded Bonds		
Issue	Refunded Amount	Balance Outstanding
HRA Sales Tax Revenue Bonds, Series 1993	63,930,000	<u>48,745,000</u>
		<u>\$ 48,745,000</u>

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8. Debt Limit

The City of Saint Paul's debt limit under State of Minnesota Laws has been calculated as follows:

2008 Taxable Market Values	
Real Property Value	\$ 22,772,080,700
Personal Property Value	<u>354,217,700</u>
Estimated Market Value for Debt Limit Computation	23,126,298,400
% Allowed for Statutory Net Debt - Minnesota Statutes	
Section 475.53, Subd. 3 and City Charter Section 10.14	<u>x 3 1/3%</u>
DEBT LIMIT - Statutory Net Debt	<u><u>\$ 770,876,613</u></u>

\$90,403,110 of Saint Paul's \$515,866,713 debt is subject to the Statutory Net Debt Limit. The amount of this debt subject to State Law Limitations and the resulting Legal Debt Margin is calculated as follows:

DEBT Limit - Statutory Net Debt		\$ 770,876,613
GROSS DEBT	\$ 515,866,713	
DEDUCTIONS (Allowable under Minnesota Statutes)		
Section 475.51, Subd. 4):		
General Obligation Bonds		
Reserve for 2009 Maturities within Debt Limit	(14,775,140)	
Outside Statutory Debt Limit	(56,275,000)	
Outside Statutory Debt Limit - Revenue Supported	(68,136,903)	
Revenue Bonds	<u>(286,276,560)</u>	
TOTAL NET DEBT APPLICABLE TO DEBT LIMIT		<u>90,403,110</u>
LEGAL DEBT MARGIN		<u><u>\$ 680,473,503</u></u>

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9. Direct, Overlapping and Underlying Debt

The City of Saint Paul's proportionate share of bonded debt affecting properties in Saint Paul is summarized as follows:

Governmental Unit	Gross Bonded Debt Less Sinking Funds	% Applied to City of Saint Paul	City of Saint Paul's Share
City of Saint Paul	\$ 81,477,099	100.00%	\$ 81,477,099
Independent School District #625	345,919,516	100.00%	345,919,516
County of Ramsey	143,138,713	48.64%	69,622,670
Metropolitan Council	149,994,653	7.67%	11,504,590
Port Authority of Saint Paul	10,248,589	100.00%	10,248,589
Total	\$ 730,778,570		\$ 518,772,464

Based on the City of Saint Paul's 2007 estimated population of 287,669, this resulted in a per capita City Debt of \$283 and a per capita total debt of \$1,803.

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H. Operating Lease

From 1998 through 2008, the City entered into noncancelable operating leases for personal computers with Winthrop Resources and US Bancorp. Total payments made for the leases during 2008 were \$968,311. The following schedule presents the future minimum rental payments for these operating leases:

Year Ending December 31	<u>Amount</u>
2009	\$ 858,819
2010	681,159
2011	286,502
2012	80,735
2013	<u>1,842</u>
Total Minimum Payments Required	<u><u>\$ 1,909,057</u></u>

I. Segment Information

The City issued revenue bonds in 1996 to finance the construction of the Rice and Arlington Sports Dome. In October 2005 the City issued revenue bonds to refund the Recreational Facilities Gross Revenue bonds (Sports Dome Project) and to finance the reconstruction of the Highland National Golf Course. The 2005 bonds are accounted for in the Special Services Fund which is a nonmajor enterprise fund. Summary financial information is presented below.

Condensed Statement of Net Assets

	<u>Special Services</u>
ASSETS	
Current Assets	\$ 104,373
Restricted Assets	666,750
Capital Assets	5,667,511
Deferred Charges	<u>95,678</u>
Total Assets	<u>6,534,312</u>
LIABILITIES	
Current Liabilities	3,697,426
Noncurrent Liabilities	<u>7,228,333</u>
Total Liabilities	<u>10,925,759</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	(1,196,355)
Unrestricted	<u>(3,195,092)</u>
TOTAL NET ASSETS	<u><u>\$ (4,391,447)</u></u>

Condensed Statement of Revenues, Expenses and Changes in Net Assets

	<u>Special Services</u>
Fees, Sales, Services and Rental Charges	\$ 3,707,889
Depreciation Expense	(283,409)
Other Operating Expenses	<u>(4,078,768)</u>
Operating Income (Loss)	<u>(654,288)</u>
Nonoperating Revenues (Expenses)	
Investment Income	32,337
Gain on Sale of Assets	2,080
Interest Expense	(307,840)
Amortization of Bond Issuance Cost	(5,684)
Capital Contribution	7,000
Transfers In (Out)	<u>212,711</u>
Total Other Nonoperating Revenues (Expenses)	(59,396)
Changes in Net Assets	(713,684)
Beginning Net Assets	<u>(3,677,763)</u>
ENDING NET ASSETS	<u><u>\$ (4,391,447)</u></u>

Condensed Statement of Cash Flows

	<u>Special Services</u>
Net Cash Provided (Used) by	
Operating Activities	\$ (275,201)
Noncapital Financing Activities	965,158
Capital and Related Financing Activities	(724,876)
Investing Activities	<u>34,919</u>
Net Increase (Decrease)	-
Beginning Cash and Cash Equivalents	<u>5,500</u>
ENDING CASH AND CASH EQUIVALENTS	<u><u>\$ 5,500</u></u>

J. Unreserved - Designated Fund Balances

Unreserved fund balances were designated to show the portion segregated from unreserved spendable (undesignated) resources as follows:

	General	HRA General Fund	General Debt Service	HRA General Debt Service	Other Governmental Funds
Unreserved, Designated for:					
Next Year's					
Appropriation	\$ -	\$ 949,623	\$ 13,985,956	\$ -	\$ 2,762,820
Cash Flow	27,062,651	500,000	-	-	-
Revenue Variability	-	-	-	-	-
Tort and Other					
Legal Liabilities	1,000,000	-	-	-	-
Net Unrealized Gains	1,265,559	152,345	129,227	187,600	1,504,676
Future Redevelopment	-	322,420	-	-	-
Specific HRA Projects	-	2,694,079	-	-	-
Debt Service	-	-	2,224,410	21,171,581	17,809,537
Specific Capital Projects	-	-	-	-	64,653,087
Total	\$ 29,328,210	\$ 4,618,467	\$ 16,339,593	\$ 21,359,181	\$ 86,730,120

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Note VII. Discretely Presented Component Units

A. Basis of Presentation and Basis of Accounting

The RiverCentre Convention & Visitors Authority (RCVA), Saint Paul Regional Water Services (Regional Water Services) and the Port Authority of the City of Saint Paul (Port Authority) are accounted for as proprietary fund types. Proprietary fund types are reported on the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded when a liability is incurred.

The Regional Water Services and Port Authority have adopted Governmental Accounting Standards Board (GASB) Statement No. 20 *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*. Both entities have elected to implement all applicable GASB pronouncements, as well as Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) Opinions, issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The RCVA applies all applicable FASB pronouncements in accounting and reporting for its proprietary operations.

Financial information is presented as a discrete column in the statement of net assets and statement of activities.

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B. Deposits and Investments

RiverCentre Convention & Visitors Authority:

Certain balances of the RiverCentre Convention & Visitors Authority's deposits are managed by the City's Office of Financial Services, Treasury Section. City policies are applied to this portfolio of deposits and investments. Deposits are maintained in accordance with Minnesota §118A.02 and 118A.04. Investments are governed by the City's Investment Policy. (See Note VI.A Deposits, Investments and Securities Lending).

Deposits

The RCVA places its cash with several financial institutions. As of December 31, 2008, the RiverCentre Convention & Visitors Authority's deposits in checking and interest bearing accounts total \$4,229,995. None of this amount is managed by the City, however, \$3,718,465 is covered with pledged collateral at 110% of deposits. The amount on deposit may at times exceed the insured limit of the institutions. At December 31, 2008, one account exceeded the insurance of \$250,000 by the Federal Deposit Insurance Corporation by \$261,350. However, the RCVA has not experienced any losses as a result of this exposure to uncovered insurance or nonpledged collateral. The RCVA's policy in managing the custodial credit risk is by depositing their cash in large, stable banking institutions.

Investments

The RCVA reports investments at fair value, based on quoted market prices. Investment income and realized and unrealized gains and losses are reflected on the statement of activities as investment income. Certain balances are invested in the cash and investments pool managed and maintained by the City. Earnings from this pool are allocated to the RCVA based on averaged monthly cash balances. The City invests available cash in various securities in accordance with the requirements set forth in Minnesota Statutes.

At December 31, 2008, RCVA's investments include the following:

	Cost	Fair Value
Certificates of Deposit	\$ 258,324	\$ 261,512
Mutual Fund Equities	109,810	86,036
Investments with the City's Cash and Investments Pool	757,927	798,732
Total	<u>\$ 1,126,061</u>	<u>\$ 1,146,280</u>

Recap

Deposits	\$ 4,229,995	Cash and Investments	\$ 5,028,728
Investments	2,181,783	Investments	347,547
		Restricted Cash for Operations	1,035,503
Total	<u>\$ 6,411,778</u>	Total	<u>\$ 6,411,778</u>

Regional Water Services:

Regional Water Services deposit and investment functions are managed by the City's Office of Financial Services, Treasury Section. City policies are applied to the Regional Water Services portfolio of deposits and investments. Deposits are maintained in accordance with Minnesota §118A.02 and 118A.04. Investments are governed by the City's Investment Policy. (See Note VI.A Deposits, Investments and Securities Lending).

Deposits

As of December 31, 2008, the Regional Water Services deposits in checking and interest bearing accounts and certificates of deposits total \$10,511,763. The deposits are covered with insurance or pledged collateral at 110% of deposits that is held in the City's name at a third-party institutions, and therefore are not exposed to custodial credit risk.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a financial institution failure, the Regional Water Services deposits may not be returned to it. As of December 31, 2008, the Regional Water Services deposits were not exposed to custodial credit risk. All pledged collateral is held in the City's name at third party institutions, pledged at 110% of deposits not covered by insurance or bonds.

Investments

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally-recognized statistical rating organization. It is the City's policy to invest only in securities that meet the ratings requirements set by state statute.

The Regional Water Services exposure to credit risk as of December 31, 2008 is as follows:

<u>Rating Agency</u>	<u>Rating</u>	<u>Fair Value</u>
S&P	AAA	\$ 10,737,950

Custodial Credit Risk

The custodial risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. At December 31, 2008, all investment securities were in the City's name and were held in the custody of US Bank under the City's name and, therefore, are not subject to custodial credit risk.

Concentration of Credit Risk

The concentration of credit risk is the risk of loss that may be caused by the City's investment in a single issuer. It is the City's policy that U.S. Treasury Securities, U.S. Agency Securities and obligations backed by U.S. Treasury and/or U.S. Agency Securities, may be held without limit.

At December 31, 2008, the City does not have investments in any one issuer that represent 5% or more of the City's total investments portfolio and, therefore, also not subject to concentration of credit risk.

Interest Rate Risk

Interest rate risk is the risk that changes in the market interest rates will adversely affect the fair value of an investment. The City's internal portfolio has a shorter overall weighted duration than the benchmarks established for each component portfolio. All else being equal, this would be expected to reduce the risk to adverse effects from rising interest rates.

At December 31, 2008, Regional Water Services had the following investments:

Investment Type	Fair Value	Less Than 2 years	2-4 Years	5-10 Years
U.S. Government Agency	\$ 10,737,950	\$ 2,015,620	\$ 2,021,260	\$ 6,701,070
Total Investments	<u>\$ 10,737,950</u>	<u>\$ 2,015,620</u>	<u>\$ 2,021,260</u>	<u>\$ 6,701,070</u>

Recap

Deposits	\$ 10,511,763	Cash and Investments	\$ 10,511,763
Imprest Funds on Hand	7,000	Investments	3,019,503
Departmental Cash	136,963	Departmental Cash	136,963
Investments	10,737,950	Imprest Funds	7,000
		Restricted Cash	11,282
		Restricted Investments for Debt Service	<u>7,707,165</u>
Total	<u>\$ 21,393,676</u>		<u>\$ 21,393,676</u>

Port Authority:

Deposits

Capital City Properties (CCP), a component unit of the Port Authority accounts were maintained at depositories held by the Port Authority and consisted of checking, savings and money market accounts. With respect to deposit accounts maintained by the Port Authority, Minnesota Statutes require that all deposits with financial institutions be collateralized in an amount equal to 110% of deposits in excess of FDIC insurance. At December 31, 2008 the carrying amount of deposits was \$1,549,334.

Custodial Credit Risk

Minnesota statutes require that all deposits with financial institutions be collateralized in an amount equal to 110% of deposits in excess of FDIC insurance (140% if collateralized with notes secured by first mortgages). The Port Authority's accounts were maintained at depositories and consisted of checking, savings, certificates of deposit and money market accounts.

Investments

Statutes authorize the Port Authority to invest in certain securities which are direct obligations, guaranteed, or insured issues of the United States, its agencies, its instrumentalities or organizations created by acts of Congress. Also authorized are investments in certain state and local securities, commercial paper with maturities of less than 270 days, guaranteed investment contracts, bankers' acceptances, time deposits, repurchase agreements, securities lending agreements and authorized mutual funds with final maturities no longer than 13 months. The investments for Capital City Properties (CCP), the Port Authority's component unit, are managed by the Port Authority. The Port Authority's investment policy is limited to those investments authorized by statute.

Credit Risk

As a means of managing its exposure that an issuer of a debt security will not fulfill its obligation, it is the Port Authority's practice to follow state law, which limits investments in authorized securities to certain credit risk ratings and maturities. The Port Authority's investments at December 31, 2008, carried the following ratings:

<u>Rating Agency</u>	<u>Rating</u>	<u>Fair Value</u>
S&P	AAA	\$ 25,842,212
S&P	AA+	155,812
Moody's	Aaa	681,483
Not Rated		<u>10,679,413</u>
Total		<u><u>\$ 37,358,920</u></u>

Custodial Credit Risk

For an investment, the custodial credit risk is that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, the Port Authority will not be able to recover the value of its investments that are in the possession of another party. The Port Authority requires all securities purchased to be made in such a manner so that the securities are at all times insured, registered in the Port Authority's name or are in the possession of the Port Authority.

Concentration of Credit Risk

It is the Port Authority's general practice to limit the amount the Port Authority may invest in any one issuer at the time of purchase to no more than 10% of the total investments managed by the Port Authority.

At December 31, 2008, more than 5% of the Port Authority's and Capital City Properties (CCP)'s investments are in the following issuers:

Issuer	Percent of Investments
Federal Home Loan Bank	9.2%
Federal Home Loan Mortgage Corporation	8.7%
Federal Farm Credit Bank	7.8%
US Treasury	7.5%
Federal National Mortgage Association	5.1%

Interest Rate Risk

As a means of managing its exposure to fair value losses arising from increasing interest rates, it is the Port Authority's practice to match maturities to its liquidity needs, which allows the Port Authority to hold all investments to maturity.

The schedule of the average maturities by investment type as of December 31, 2008, is as follows:

Investment Type	Fair Value	Less Than 1 year	1-5 Years	5-10 Years	Over 10 Years
U.S. Agency	\$ 12,805,431	\$ 1,388,876	\$ 6,525,764	\$ 4,706,504	\$ 295,041
U.S. Government	2,914,480	-	2,803,726	-	-
Municipal Bond	822,210	666,398	-	155,812	-
Guaranteed Investment Contract	1,153,443	-	14,810	-	1,138,633
Money Market	14,622,196	14,622,196	-	-	-
Certificate of Deposit	5,041,160	4,908,605	132,555	-	-
Total Investments	<u>\$ 37,358,920</u>	<u>\$ 21,586,075</u>	<u>\$ 9,476,855</u>	<u>\$ 4,862,316</u>	<u>\$ 1,433,674</u>

Recap

Deposits	\$ 1,549,334	Cash and Investments	\$ 14,274,440
Investments	37,358,920	Restricted Cash	14,459,810
		Restricted Investments	<u>10,174,004</u>
Total	<u>\$ 38,908,254</u>	Total	<u>\$ 38,908,254</u>

C. Capital Assets

Summary of Changes in Capital Assets of RiverCentre Convention & Visitors Authority:

	Balance 01/01/08	Additions	Deductions	Balance 12/31/08
Capital Assets Not Being Depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Construction in Progress	-	-	-	-
Total Capital Assets Not Being Depreciated	-	-	-	-
Capital Assets Being Depreciated:				
Buildings and Structures	1,349,309	131,627	-	1,480,936
Public Improvements	-	-	-	-
Equipment	4,419,600	149,552	-	4,569,152
Total Capital Assets Being Depreciated	5,768,909	281,179	-	6,050,088
Less: Accumulated Depreciation for:				
Buildings and Structures	(919,612)	(72,009)	-	(991,621)
Public Improvements	-	-	-	-
Equipment	(3,896,929)	(255,959)	-	(4,152,888)
Total Accumulated Depreciation	(4,816,541)	(327,968)	-	(5,144,509)
Total Capital Assets Being Depreciated, Net	952,368	(46,789)	-	905,579
Capital Assets, Net	\$ 952,368	\$ (46,789)	\$ -	\$ 905,579

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Summary of Changes in Capital Assets of Regional Water Services:

	Balance 01/01/08	Additions	Deductions	Balance 12/31/08
Capital Assets Not Being Depreciated:				
Land	\$ 1,307,887	\$ -	\$ -	\$ 1,307,887
Construction in Progress	9,710,503	10,313,626	(9,186,069)	10,838,060
Total Capital Assets Not Being Depreciated	<u>11,018,390</u>	<u>10,313,626</u>	<u>(9,186,069)</u>	<u>12,145,947</u>
Capital Assets Being Depreciated:				
Buildings and Structures	55,890,178	129,077	(395,742)	55,623,513
Public Improvements	208,088,313	8,119,700	(770,052)	215,437,961
Equipment	45,936,436	937,292	(394,441)	46,479,287
Total Capital Assets Being Depreciated	<u>309,914,927</u>	<u>9,186,069</u>	<u>(1,560,235)</u>	<u>317,540,761</u>
Less: Accumulated Depreciation for:				
Buildings and Structures	(12,711,845)	(1,404,204)	234,710	(13,881,339)
Public Improvements	(64,888,882)	(3,565,818)	305,132	(68,149,568)
Equipment	(19,575,844)	(1,541,006)	(79,730)	(21,196,580)
Total Accumulated Depreciation	<u>(97,176,571)</u>	<u>(6,511,028)</u>	<u>460,112</u>	<u>(103,227,487)</u>
Total Capital Assets Being Depreciated, Net	<u>212,738,356</u>	<u>2,675,041</u>	<u>(1,100,123)</u>	<u>214,313,274</u>
Capital Assets, Net	<u>\$ 223,756,746</u>	<u>\$ 12,988,667</u>	<u>\$ (10,286,192)</u>	<u>\$ 226,459,221</u>

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Summary of Changes in Capital Assets of Port Authority:

	Balance 01/01/08	Additions	Deductions	Balance 12/31/08
Capital Assets Not Being Depreciated:				
Land	\$ 7,189,877	\$ -	\$ -	\$ 7,189,877
Construction in Progress	-	243,094	-	243,094
Total Capital Assets Not Being Depreciated	7,189,877	243,094	-	7,432,971
Capital Assets Being Depreciated:				
Buildings	28,748,155	2,140,160	-	30,888,315
Equipment	1,057,744	97,507	-	1,155,251
Total Capital Assets Being Depreciated	29,805,899	2,237,667	-	32,043,566
Less: Accumulated Depreciation for:				
Buildings	(8,658,301)	(1,132,250)	-	(9,790,551)
Equipment	(661,222)	(71,568)	-	(732,790)
Total Accumulated Depreciation	(9,319,523)	(1,203,818)	-	(10,523,341)
Total Capital Assets Being Depreciated, Net	20,486,376	1,033,849	-	21,520,225
Capital Assets, Net	\$ 27,676,253	\$ 1,276,943	\$ -	\$ 28,953,196

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D. Long-Term Obligations

At December 31, 2008, long-term obligations of the RiverCentre Convention & Visitors Authority consisted of:

	Unpaid Balances December 31, 2008	Principal	
		Less Current Maturities	Long Term Maturities
Capital Lease	\$ 1,041,557	\$ 192,443	\$ 849,114

At December 31, 2008 long-term obligations of Regional Water Services consisted of:

	Unpaid Balances December 31, 2008	Principal	
		Less Current Maturities	Long Term Maturities
Revenue Bonds	\$ 25,475,000	\$ 1,430,000	\$ 24,045,000
Revenue Notes	10,420,307	1,133,014	9,287,293
Capital Lease	7,871	1,329	6,542
Compensated Absences	1,856,872	62,842	1,794,030
Net Other Postemployment Benefits	1,122,807	-	1,122,807
Claims and Judgments	2,999,959	559,133	2,440,826
Total	\$ 41,882,816	\$ 3,186,318	\$ 38,696,498

At December 31, 2008 long-term obligations of Port Authority consisted of:

	Unpaid Balances December 31, 2008	Principal	
		Less Current Maturities	Long Term Maturities
General Obligation Bonds	\$ 24,775,000	\$ 725,000	\$ 24,050,000
Revenue Bonds	30,950,000	4,605,000	26,345,000
Revenue Notes	10,376,854	1,265,832	9,111,022
Total	\$ 66,101,854	\$ 6,595,832	\$ 59,506,022

E. Principal and Interest Requirements on Long Term Obligations - Bonds and Notes

Regional Water Services:

Total principal and interest requirements relating to outstanding revenue bonds and notes at December 31, 2008 were as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Revenue Bonds	\$ 25,475,000	\$ 8,497,065	\$ 33,972,065
Revenue Notes	10,420,307	1,821,876	12,242,183
Total	<u>\$ 35,895,307</u>	<u>\$ 10,318,941</u>	<u>\$ 46,214,248</u>

Port Authority:

Total principal and interest requirements relating to outstanding revenue bonds and notes at December 31, 2008 were as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Obligation Bonds	\$ 24,775,000	\$ 11,147,325	\$ 35,922,325
Revenue Bonds and Notes	41,326,854	31,031,645	72,358,499
Total	<u>\$ 66,101,854</u>	<u>\$ 42,178,970</u>	<u>\$ 108,280,824</u>

The Port Authority has issued debt obligations to finance numerous development projects. The debt is secured by the related amounts to be received under leases, loan agreements and ad valorem property taxes. These obligations are not secured by the credit of the Authority, and the Authority is not obligated in any manner for repayment of the debt. Accordingly, this no-commitment debt is not reported as a liability in the Port Authority's financial statements. At December 31, 2008, outstanding no-commitment debt totaled \$488 million.

F. Net Assets – Restricted

As of December 31, 2008, net assets were restricted for the following purposes:

	RiverCentre Convention and Visitors Authority	Regional Water Services	Port Authority	Total
For Economic Development	\$ -	\$ -	\$ 18,598,946	\$ 18,598,946
For Revenue Bond Debt Service	-	7,621,933	-	7,621,933
For Bond Indentures	-	-	673,319	673,319
Total	<u>\$ -</u>	<u>\$ 7,621,933</u>	<u>\$ 19,272,265</u>	<u>\$ 26,894,198</u>

G. Condensed Financial Information

The following provides component unit condensed financial information for the year ended December 31, 2008:

Condensed Statement of Net Assets

	RiverCentre Convention and Visitors Authority	Regional Water Services	Port Authority	Total
ASSETS				
Current Assets	\$ 6,708,082	\$ 26,590,013	\$ 23,841,084	\$ 57,139,179
Restricted Assets	1,035,503	5,254,380	24,633,814	30,923,697
Capital Assets, Net	905,579	226,459,221	28,953,196	256,317,996
Other Assets	-	547,011	35,867,280	36,414,291
Total Assets	<u>8,649,164</u>	<u>258,850,625</u>	<u>113,295,374</u>	<u>380,795,163</u>
LIABILITIES				
Current Liabilities	3,526,189	11,387,488	23,726,694	38,640,371
Noncurrent Liabilities	<u>2,182,754</u>	<u>38,614,921</u>	<u>61,051,273</u>	<u>101,848,948</u>
Total Liabilities	<u>5,708,943</u>	<u>50,002,409</u>	<u>84,777,967</u>	<u>140,489,319</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	(410,979)	190,637,620	2,031,400	192,258,041
Restricted	-	7,621,933	19,272,265	26,894,198
Unrestricted	<u>3,351,200</u>	<u>10,588,663</u>	<u>7,213,742</u>	<u>21,153,605</u>
TOTAL NET ASSETS	<u>\$ 2,940,221</u>	<u>\$ 208,848,216</u>	<u>\$ 28,517,407</u>	<u>\$ 240,305,844</u>

Condensed Statement of Revenues, Expenses and Changes in Net Assets

	RiverCentre Convention and Visitors Authority	Regional Water Services	Port Authority	Total
Operating Revenues	\$ 11,105,783	\$ 40,764,612	\$ 7,573,068	\$ 59,443,463
Operating Expenses	10,053,695	30,245,893	5,654,474	45,954,062
Depreciation	327,968	6,511,028	1,239,139	8,078,135
Operating Income (Loss)	724,120	4,007,691	679,455	5,411,266
Total Nonoperating Revenues (Expenses)	(212,344)	(996,484)	(355,807)	(1,564,635)
Capital Contributions	410,979	553,226	-	964,205
Changes in Net Assets	922,755	3,564,433	323,648	4,810,836
Net Assets, January 1	2,017,466	205,283,783	28,193,759	235,495,008
Net Assets, December 31	\$ 2,940,221	\$ 208,848,216	\$ 28,517,407	\$ 240,305,844

H. Pension Plans

RiverCentre Convention & Visitors Authority:

The RiverCentre Convention & Visitors Authority (RCVA) has a defined contribution 401(k) retirement plan that covers substantially all employees meeting certain eligibility requirements. The RCVA has the option to contribute discretionary amounts to the plan. The RCVA makes matching contributions of up to 4% of compensation. During 2004, an additional discretionary contribution of 2% of each participant's salary was approved by the Board. Discretionary contributions have not been made from 2005 through 2008. Retirement expense was \$33,186 and \$24,578 for 2008 and 2007 respectively.

Regional Water Services:

Regional Water Services employees are employees of the City of Saint Paul and are covered by the Public Employees Retirement Association (PERA) pension plan. PERA does not make separate measurements of assets and pension benefit obligation for individual employers. Total contributions in 2008 were \$832,152. See Note VIII.A for disclosures relating to the PERA pension plan.

Port Authority:

Prior to July 1, 2003, all full-time employees who met length-of-service requirements were required to participate in a Port Authority sponsored Section 414(d) employee benefit plan. Effective July 1, 2003, all employees hired after June 30, 2003, and employees 45 years of age or younger as of December 31, 2002, as well as any other employee making a permanent election, became participants in the Public Employees Retirement Fund (PERF), which is a cost-sharing, multiple-employer retirement plan. The following is a description of these plans:

Port Authority 414(d) Plan: The Port Authority sponsors a Section 414(d) employee benefit plan covering all full-time employees who were hired prior to June 30, 2003, and did not elect to participate in the PERF. Employee participation in the plan is mandatory, and employees are

required to contribute 6% of their salary. The Port Authority provides a contribution of 6.5%. Total contributions were approximately \$47,990 in 2008.

Public Employees Retirement Fund (PERF): All full-time and certain part-time employees of the Port Authority who were hired after June 30, 2003, and those employees hired prior to June 30, 2003, who were required to or elected to participate in PERF are covered by defined benefit plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA administers the PERF, which is a cost-sharing, multiple-employer retirement plan. This plan is established and administered in accordance with Minnesota Statutes, Chapters 353 and 356.

PERF members belong to the Coordinated Plan. All participating employees of the Port Authority are Coordinated Plan members and are covered by Social Security.

I. Postemployment Benefits Other than Pension

RiverCentre Convention & Visitors Authority:

The River Centre Convention & Visitors Authority does not provide other postemployment benefits.

Regional Water Services:

Plan Description

In addition to providing the pension benefits described in Note VIII.A, Regional Water Services, through the City of Saint Paul (City) provides other postemployment health care and life insurance benefits (OPEB) for retired employees through a single employer defined benefit plan. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

Benefits Provided

Eligibility requirements and contribution levels vary substantially between the 11 bargaining agreements. The typical eligibility requirements are 20 years of service and currently receiving a public employee pension. This coverage may also extend to the retiree's family. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through the City's collective bargaining agreements with employee groups. Benefits include general inpatient and outpatient medical services; mental and substance abuse care; vision care; preventative dental; and prescriptions.

Retirees under the age of 65 (early retirees) are included in the pool with active employees. Each year during open enrollment, active employees and early retirees select from three options with the City's health insurance carrier. Retirees over 65 (regular retirees) have two plan options under a separate policy. Medicare becomes the primary insurer and the City's plan becomes secondary. Life insurance in the amount of \$5,000 to \$20,000 is provided to some early retirees, depending upon collective bargaining agreements.

The majority of employees benefit amounts have been capped. The benefit amount varies depending upon employment date and bargaining unit agreement as indicated in the following:

Health Care Benefit

	<u>Under Age 65</u> <u>(early retiree)</u>	<u>Over Age 65</u> <u>(regular retiree)</u>
Employees who retired before January 1, 1996	\$230 per month	100%
Employees hired before January 1, 1996 and retiring after January 1, 1996	\$350 per month	\$550 per month
Employees hired after January 1, 1996	\$300 per month	\$300 per month

Membership

As of the actuarial valuation date of September 30, 2006 the membership consisted of:

	<u>Family</u> <u>Coverage</u>	<u>Single</u> <u>Coverage</u>	<u>Total</u>
Retired Participants and Beneficiaries			
Under Age 65 (Early Retirees)	6	26	32
Over Age 65 (Regular Retirees)	50	98	148
Total Retired Participants	<u>56</u>	<u>124</u>	<u>180</u>
Active Participants			
Eligible to receive benefits			34
Not eligible to receive benefits*			205
Total Active Participants			<u>239</u>
Total Participants			<u>419</u>

* Participants who have not reached retirement age and minimum service requirements

Funding Policy

Retiree health care benefits are currently funded based on the benefit disclosed above on a pay-as-you-go basis. Regional Water may change the funding policy at any time. The average monthly premium contributions for 2008 were as follows:

	Age	Average Monthly Regional Water Contribution	Average Monthly Retiree Contribution
Health Insurance	Less than 65	\$ 332	\$ 249
	65 and older	\$ 284	\$ 17
Life Insurance	Less than 65	\$ 1	\$ -
	65 and older	Not applicable	Not applicable

These plans are fully insured.

The expenses for these postemployment benefits are recognized as premiums and are paid to the insurers. For Regional Water, the 2008 expense totaled \$627,530 for approximately 179 retirees. Retirees contributed \$118,899; active employees do not contribute to the plan until retirement.

Annual OPEB Costs and Net OPEB Obligation

Regional Water had an actuarial valuation performed for the plan as of September 30, 2006 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal years ended December 31, 2007 and 2008. Regional Water's annual OPEB cost (expense) of \$1,283,314 was equal to the ARC for the fiscal year, as the transition liability was set at zero as of December 31, 2006. Regional Water's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2007 and 2008 are as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2007	\$ 1,283,314	\$ 726,160	56.58%	\$ 557,154
December 31, 2008	\$ 1,283,314	\$ 717,661	55.92%	\$ 1,122,807

The net OPEB obligation (NOPEBO) as of December 31, 2008 was calculated as follows:

Annual Required Contribution (ARC)	\$ 1,283,314
Interest on Net OPEB Obligation	-
Adjustment to Annual Required Contribution	-
Annual OPEB cost	<u>1,283,314</u>
Contributions Made	
Direct	626,883
Indirect Implicit Subsidy	<u>90,778</u>
Total Contributions Made	<u>717,661</u>
Increase (Decrease) in Net OPEB Obligation	565,653
Net OPEB Obligation Beginning of Year	593,302
Adjustment for Indirect Implicit Subsidy 2007	<u>(36,148)</u>
Net OPEB Obligation End of Year	<u>\$ 1,122,807</u>

Funded Status and Funding Progress

The actuarial accrued liability for benefits, as of September 30, 2006, the most recent actuarial valuation date, was \$14,931,911. This liability will be phased in over 30 years based on the requirements of the Governmental Accounting Standards Board Statement No. 45 *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*.

As of the actuarial valuation date of September 30, 2006, the funded status of the plan was as follows:

Actuarial Accrued Liability (AAL)	\$ 14,931,911
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 14,931,911</u>
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Active Members Covered Payroll	\$ 11,080,634
UAAL as a Percentage of Covered Payroll	134.76%

Actuarial valuation of an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of 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 the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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 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 short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the September 30, 2006 actuarial valuation the projected unit credit actuarial cost method was used. The actuarial assumptions included 5.25% discount rate and an annual healthcare cost trend rate of beginning at 9.0% for fiscal year 2007 and declining over 8 years by 0.5% per year to 5.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as Regional Water has not advance-funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level dollar amount over a 30-year open amortization period. The remaining amortization period at December 31, 2008, was 28 years.

Port Authority:

Plan Description

The Port Authority employees retiring after 20 or more years of service are eligible for up to \$300 per month toward the cost of health insurance. Employees retiring prior to 1996 are reimbursed for 100 percent of the cost of health insurance for themselves and their spouse. At December 31, 2008, there were 20 current employees and 7 prior employees or surviving spouses receiving benefits. The plan does not issue a stand-alone financial report.

Funding Policy

Retiree health care benefits are currently funded based on the benefit disclosed above on a pay-as-you-go basis. The Board of Commissioners may change the funding policy at any time.

Annual OPEB Cost and Net OPEB Obligation

The Port Authority's annual other postemployment benefit (OPEB) expense is calculated based on the annual required contribution (ARC). The Port Authority has elected to calculate the ARC and related information using the alternate measurement permitted by GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial accrued liabilities (UAAL) over a 30-year period. The following table shows the components of the annual OPEB cost, the amount actually contributed to the plan, and changes in the OPEB obligation to the Retiree Health Plan:

Annual Required Contribution (ARC)	\$ 44,160
Interest on Net OPEB Obligation	2,208
Adjustment to Annual Required Contribution	(891)
Annual OPEB cost	<u>45,477</u>
Contributions Made	<u>36,035</u>
Increase (Decrease) in Net OPEB Obligation	9,442
Net OPEB Obligation Beginning of Year	<u>18,912</u>
Net OPEB Obligation End of Year	<u><u>\$ 28,354</u></u>

Contributions in relation to the ARC totaled 80% of the 2008 ARC. The Port Authority has earmarked an additional \$178,000 to fund future benefit costs. The earmarked amount is not held in an irrevocable trust and does not meet the GASB Statement No. 45 definition of contributions made in relation to the ARC.

Funded Status and Funding Progress

The actuarial accrued liability for benefits as of December 31, 2008, the most recent actuarial valuation date, was \$641,121. This liability will be phased in over 30 years based on the requirements of GASB Statement No. 45.

Actuarial Accrued Liability (AAL)	\$	641,121
Actuarial Value of Plan Assets		-
Unfunded Actuarial Accrued Liability (UAAL)	\$	<u>641,121</u>
Funded Ratio (Actuarial Value of Plan Assets/AAL)		0.00%
Active Members Covered Payroll	\$	1,788,330
UAAL as a Percentage of Covered Payroll		35.85%

Actuarial Methods and Assumptions

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions 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 Port Authority has estimated the liability associated with this benefit using an alternative valuation method which takes into account the existing age of the individuals, their years of service and life expectancy, probability of receiving a benefit, a health care cost trend factor of 6.9% and a 5% present value assumption. Actuarial calculations assume a level of percentage projected payroll 30-year open amortization period. The remaining amortization period at December 31, 2008, was 28 years.

Note VIII. Other Information

A. Pension Plans

1. Defined Benefit Plans: Public Employees Retirement Association

a. Plan Descriptions

All full-time and certain part-time employees of the City of Saint Paul who are not participants of the Housing and Redevelopment Authority Pension Plan are covered by retirement plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA administers the Public Employees Retirement Fund (PERF) and the Public Employees Police and Fire Fund (PEPFF), which are cost-sharing, multiple-employer retirement plans. These plans are established and administered in accordance with Minnesota Statutes, Chapters 353 and 356.

PERF members belong to either the Coordinated Plan or the Basic Plan. Coordinated Plan members are covered by Social Security and the Basic Plan members are not. All new members must participate in the Coordinated Plan. All police officers, fire fighters and peace officers who qualify for membership by statute are covered by the PEPFF.

PERA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. Benefits are established by State Statute, and vest after three years of credited service. The defined retirement 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 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 ten 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 ten 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 PEPFF members, the annuity accrual rate is 3.0 percent of average salary for each year of service.

For all PEPFF members and for PERF members hired prior to July 1, 1989, whose annuity is calculated using Method 1, a full annuity is available when age plus years of service equal 90. Normal retirement age is 55 for PEPFF members and 65 for Basic and Coordinated members hired prior to July 1, 1989. Normal retirement age is the age for unreduced Social Security benefits capped at 66 for Coordinated members hired on or after July 1, 1989. A reduced retirement annuity is also available to eligible members seeking early retirement.

There are different types of annuities available to members upon retirement. A single annuity is a lifetime annuity that ceases upon the death of the retiree; no survivor annuity is payable. Also available are various types of joint and survivor annuity options that will be payable over joint lives. Members may also leave their contributions in the fund upon termination of public service in order to qualify for a deferred annuity at retirement age. Refunds of contributions are available at any time to members who leave public service, but before retirement benefits begin.

The benefit provisions stated in the previous 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.

PERA issues a publicly-available financial report that includes financial statements and required supplementary information for PERF and PEPFF. That report may be obtained on the web at mnpera.org, or by writing to PERA, 60 Empire Drive #200, Saint Paul, Minnesota, 55103-2088 or by calling 651-296-7460 or 1-800-652-9026.

b. Funding Policy

Pension benefits are funded from member and employee contributions and income from investment of fund assets. Minnesota Statutes Chapter 353 sets the rates for employer and employee contributions. These Statutes are established and amended by the state legislature. The City makes annual contributions to the pension plans equal to the amount required by state statutes. The following table lists the required contribution rates for employees and employers under the various plans administered by PERA. Rates are applied to annual covered salary.

Retirement Plan	2008		2009	
	Employee	Employer	Employee	Employer
Public Employees Retirement Fund (PERF)				
Basic	9.10%	11.78%	9.10%	11.78%
Coordinated	6.00%	6.50%	6.00%	6.75%
Public Employees Police and Fire Fund (PEPFF)	8.60%	12.90%	9.40%	14.10%

The City's contributions to the cost-sharing retirement plans for the years ending December 31, 2008, 2007 and 2006 were the following:

	2008	2007	2006
Public Employees Retirement Fund (PERF)			
Basic	\$ 12,903	\$ 16,617	\$ 16,796
Coordinated	5,962,722	5,532,398	5,715,877
	5,975,625	5,549,015	5,732,673
Public Employees Police and Fire Fund (PEPFF)	10,006,168	8,158,112	7,501,134
	<u>\$ 15,981,793</u>	<u>\$ 13,707,127</u>	<u>\$ 13,233,807</u>

In 1999, upon the merger of the Police and Fire Consolidation Fund (PFCF) with the PEPFF, relief associations that were underfunded as of July 1, 1999 were required to make a predetermined annual amortization payment to the PEPFF until the year 2010. The City's fire relief association that belonged to the PFCF was underfunded and was required to make annual payments of \$40,967. The annual payment of \$40,967 is included in the City's contribution to PEPFF shown above.

2. Defined Contribution Plan: Housing and Redevelopment Authority Pension Plan

a. Plan Description

Employees of the City of Saint Paul who were formerly employed by Housing and Redevelopment Authority (HRA) before the latter merged with the City of Saint Paul and who elected to continue to participate in this pension plan upon becoming employees of the City of Saint Paul are covered by the Housing and Redevelopment Authority Pension Plan, a defined contribution plan. The merger was authorized under the provision of Minnesota Laws of 1976, Chapter 234, as amended in 1977 Session Laws, Chapter 165. The law also provided that employees who elected to continue with the HRA pension plan shall be responsible for the difference in cost between the HRA pension plan and the City of Saint Paul pension plan. The HRA Pension Plan Trustees, in conjunction with Principal Financial Group, administers the HRA Pension Plan.

Participants in the HRA Pension Plan will be vested in their own Trust Fund Share attributable to their individual contributions, supplementary contributions and any rollover contributions. Vesting is based on applying a percentage based on the number of years of service with each full year of service to be vested at 20%. If termination of service or death occurs, each participant or participant's beneficiary is entitled to receive interest in the Trust Fund, and it will be paid in accordance with the rules of the pension plan.

b. Funding Policy

Each active employee who participates in the HRA Pension Plan contributes 5.25% of the employee's salary. The City of Saint Paul contributes 6.75% of each active employee's salary who belongs in the pension plan. The City and the covered employees contributed \$37,228 and \$32,099, respectively, for the year ending December 31, 2008. The City also contributed \$46,874 for 2007 and \$52,603 for 2006. For each year, the City contribution equals the required contribution for each respective year.

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B. Postemployment Benefits Other than Pension

In 2007, the City prospectively implemented the requirements of a new accounting pronouncement, GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*.

1. Plan Description

In addition to the pension benefits described in Note VIII.A, the City provides other postemployment health care and life insurance benefits (OPEB) for retired employees through a single employer defined benefit plan. The authority to provide these benefits is established in Minnesota Statutes Section 471.61, Subd. 2a. The benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through the City's collective bargaining agreements with employee groups. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is allocated as part of the City's fringe benefit charge.

2. Benefits Provided

The City provides postemployment health care and life insurance benefits to its retirees. To be eligible for benefits, an employee must be collecting a state retirement pension and have been employed by the City for a minimum of 20 years. This coverage may also extend to the retiree's family. Benefits include general inpatient and outpatient medical services; mental and substance abuse care; vision care; preventative dental; and prescriptions.

Life insurance in the amount of \$5,000 to \$20,000 is provided to some under age 65 (early retirees), depending upon collective bargaining agreements. A few over age 65 retirees have varying amounts of life insurance that had been continued due to disability.

The majority of employees benefit amounts have been capped. The benefit amount varies depending upon employment date and bargaining unit agreement as indicated below:

Health Care Benefit

	<u>Under Age 65</u> <u>(early retiree)</u>	<u>Over Age 65</u> <u>(regular retiree)</u>
Employees who retired before January 1, 1996	\$250 per month	100%
Employees hired before January 1, 1996 and retiring after January 1, 1996	\$350 per month	\$550 per month
Employees hired after January 1, 1996	\$300 per month	\$300 per month

This benefit has been discontinued for Police officers hired after July 1, 2005 and for Tri-Council employees hired after January 1, 1996.

Life Insurance Benefit

Retirees are eligible to continue on the City's life insurance program until age 65 in amounts that range from \$5,000 - \$20,000.

3. Membership

As of actuarial valuation date of September 30, 2006 the membership consisted of:

	Family Coverage	Single Coverage	Total
Retired Participants and Beneficiaries			
Under Age 65 (Early Retirees)	204	420	624
Over Age 65 (Regular Retirees)	507	772	1,279
Total Retired Participants	<u>711</u>	<u>1,192</u>	<u>1,903</u>
Active Participants			
Eligible to receive benefits			240
Not eligible to receive benefits*			2,812
Total Active Participants			<u>3,052</u>
Total Participants			<u><u>4,955</u></u>

* Participants who have not reached retirement age and minimum service requirements

4. Funding Policy

The City negotiates the contribution between the City and employees through 16 employee group agreements. The City currently finances this plan on a pay as you go basis. Early retirees (under age 65) contribute to the health care plan at the same rate as active employees. This results in the early retirees receiving an implicit rate subsidy. For the fiscal year ending December 31, 2008, retirees contributed \$2,009,991 and the City contributed \$7,380,530. Active employees do not contribute to the plan until retirement.

The average monthly premium contributions for 2008 were as follows:

	Age	Average Monthly City Contribution	Average Monthly Retiree Contribution
Health Insurance	Less than 65	\$ 394	\$ 279
	65 and older	\$ 287	\$ 12
Life Insurance	Less than 65	\$ 1	Not applicable
	65 and older	Not applicable	Not applicable

5. Annual OPEB costs and Net OPEB Obligation

The City first had an actuarial valuation performed for the plan as of September 30, 2006 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended December 31, 2008. The City's annual OPEB cost (expense) of \$13,875,274 was equal to the ARC for the fiscal year, as the transition liability was set at zero as of December 31, 2006. The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2008 is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Employer Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
December 31, 2007	\$ 13,812,384	\$ 9,314,478	67.44%	\$ 4,497,906
December 31, 2008	\$ 13,875,274	\$ 9,507,352	68.52%	\$ 4,367,922

The net OPEB obligation (NOPEBO) as of December 31, 2008 was calculated as follows:

Annual Required Contribution (ARC)	\$ 13,875,274
Interest on Net OPEB Obligation	229,020
Adjustment to Annual Required Contribution	(291,910)
Annual OPEB cost	<u>13,812,384</u>
Contributions Made	
Direct	7,380,530
Indirect Implicit Subsidy	<u>2,126,822</u>
Total Contributions Made	<u>9,507,352</u>
Increase (Decrease) in Net OPEB Obligation	4,305,032
Net OPEB Obligation Beginning of Year	5,401,880
Adjustment for 2007 Indirect Implicit Subsidy	<u>(841,084)</u>
Net OPEB Obligation End of Year	<u>\$ 8,865,828</u>

6. Funded Status and Funding Progress

As of the actuarial valuation date of September 30, 2006, the funded status of the plan was as follows:

Actuarial Accrued Liability (AAL)	\$ 165,012,188
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 165,012,188
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Active Members Covered Payroll	\$ 148,007,987
UAAL as a Percentage of Covered Payroll	111.49%

7. Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of 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 the annual required contributions 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, presented as required supplementary information, following the notes to the financial statements, will present multi-year trend information as it becomes available. The schedule will show whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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 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 short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the September 30, 2006 actuarial valuation the projected unit credit actuarial cost method was used. The actuarial assumptions included 5.25% investment return and an annual healthcare cost trend rate of beginning at 9.0% for fiscal year 2007 and declining over 8 years by 0.5% per year to 5.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the City has not advance-funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level dollar amount over a 30-year open amortization period. The remaining amortization period at December 31, 2008, was 28 years.

C. Risk Management

The City is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City accounts for and finances its risk management activities in the Risk Management Retention Internal Service Fund. Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. Claim expenditures relating to tort liabilities are paid from the General Fund and other funds responsible for losses as determined by the tort claim manager. Workers' compensation claim expenditures are directly charged to department funds responsible for the employee at time of injury. The following discloses the change in the balance of the claims liability during fiscal years 2007 and 2008.

	Year Ended December 31, 2008	Year Ended December 31, 2007
Beginning of Fiscal Year Liability	\$ 29,248,393	\$ 26,157,978
Current Year Claims and Changes in Estimates	8,509,015	9,901,940
Claim Payments	<u>(6,419,820)</u>	<u>(6,811,525)</u>
End of Fiscal Year Liability	<u>\$ 31,337,588</u>	<u>\$ 29,248,393</u>

Minnesota Statutes Section 466.04 limits the City's tort financial exposure for claims arising from general liability or vehicle liability exposures. The limits are \$300,000 per individual and \$750,000 per accident for any number of claims arising out of a single occurrence for claims arising on or after January 1, 1998, and before January 1, 2000. For claims arising on or after January 1, 2000, and before January 1, 2008, the limit per accident for any number of claims arising out of a single occurrence is \$1,000,000 and \$300,000 per individual. For claims arising on or after January 1, 2008 and before July 1, 2009, the limit per accident for any number of claims arising out of a single occurrence is \$1,200,000 and \$400,000 per individual. For claims arising on or after July 1, 2009, the limit per accident for any number of claims arising out of a single occurrence is \$1,500,000 and \$500,000 per individual. The limits double when the claim arises out of the release or threatened release of a hazardous substance. The City has also established a designation of fund balance in the General Fund of \$1,000,000 for tort liability. The City does not carry commercial liability and collision insurance for City-owned vehicles.

The City has purchased all risk property insurance coverage of \$1.2 billion for its real and personal property throughout the City. The deductible for each occurrence of damage or loss of property is \$250,000. Each City department participating in the risk retention program is charged a yearly amount based upon pro rata shares of the property insurance coverage, and contributions are made to a risk retention pool to address potential losses not covered by insurance. The City department is responsible for the first \$10,000 of each loss. Losses that exceed \$10,000 are reimbursed by the risk retention pool. There were no significant reductions in insurance from the previous year or settlements in excess of insurance coverage for any of the past three years.

The City purchases coverage for employee health and life insurance benefits. These benefit plans are fully insured. The contributions required by employees to the health and life insurance programs are dependent upon an employee's bargaining unit. There were no significant reductions in insurance from the previous year or settlements in excess of insurance coverage for any of the past three fiscal years.

The City self-insures its liability for unemployment compensation benefits and City funds are directly charged for the actual costs incurred.

The City's Risk and Employee Benefit Management Division provides direction, management, coordination and planning services for risk, insurance and employee benefit programs. The Division conducts an audit and actuarial analysis to ensure proper premium, retention and administrative charges. Tort liability, workers' compensation and unemployment compensation programs are administered internally with professional claim managers and adjusters. Litigated tort claims (both general liability and vehicle liability) are handled by the City Attorney's Office and its staff.

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D. Construction and Other Significant Commitments

At December 31, 2008, the City had commitments for the following major construction projects:

Project Title	Remaining Construction Committed
Edgcumbe Road Bridge Replacement	\$ 560,000
Major Sewer Repairs	2,019,000
Midtown Greenway - Saint Paul Extension	4,447,000
Pierce Butler East Extension	3,000,000
Residential Street Vitality Program	13,513,000
Sewer System Rehabilitation	6,590,000
Sidewalk Reconstruction	1,000,000
Sixth Street Improvements - Maria to Sinnen	1,005,000
St. Peter/Rondo Storm Sewer Tunnel Rehabilitation	3,000,000
Stormwater Quality Improvements	1,400,000
Victoria Street Reconstruction - Maryland to Arlington	1,300,000
Wheelock Parkway Bridge Replacement	990,000
Como Zoo Polar Bear Exhibit	9,025,967
Harriet Island and Lilydale Regional Park Amenities	1,000,000
Fire Station 1 and 10 and Headquarters	1,491,106
Total	\$ 50,341,073

E. Interest Rate Swap Agreements

In November 2007, the City entered into two interest rate swap agreements for \$32,727,500 each, for a total notional amount of \$65,455,000 with Piper Jaffray Financial Products, Inc., and Royal Bank of Canada relating to the 1999 Taxable Sales Tax Revenue Bonds. These interest rate swap agreements took place in November 2007 and will end on November 1, 2025. On May 1, 2009, the 1999 Taxable Sales Tax Revenue Bonds were refunded through the issuance of taxable variable rate bonds. The objective of this agreement is to be able to refund the bonds at a lower estimated total synthetic interest rate of 5.58% compared to the present interest rates of 6.440% through 7.090% on the original bonds payable from 2009 through 2025. This agreement entails the following risks: a) basis risk, the risk of paying an unknown spread to LIBOR on the variable rate debt; b) termination risks – the risk that the agreement will be terminated beyond the control of the City and thereby incurring additional costs; and c) default risk - the risk that the counterparty will not meet its obligations. The mid-market value of these derivatives is negative (\$7,906,154) each for a total negative of (\$15,812,308) and was calculated by Springsted Investment Advisors, Inc., an independent market-to-market valuation service, based upon the market close rate data provided by Bloomberg Financial on December 31, 2008.

F. Contingent Liabilities

Litigation

The City, in connection with the normal conduct of its affairs, is involved in various judgments, claims and litigations; it is expected that the final settlement of these matters will not materially affect the financial statements of the City.

University Enterprise Laboratory Project

The City of Saint Paul entered into a \$6 million guaranty of principal and interest with Wells Fargo on January 21, 2005, to help secure financing for the \$24.2 million University Enterprise Laboratory Project at 1000 Westgate Drive in St. Paul, Minnesota.

Currently no draw under the City guaranty is likely in 2008 due to sufficient reserves on hand. At the end of 2008, the 103,000-square foot biotech incubator facility was 97% leased. However, if the situation of increasing net operating income doesn't change the guaranty will be called upon in 2012 when the New Market Tax Credit transaction needs to be refinanced. The current guaranty encumbrance is against the General Fund.

Cleanup of Hazardous Materials

Properties owned by the HRA and City may have certain contingent liabilities associated with them due to potential contamination from hazardous materials or difficulty in securing vacant structures located on them. It is not expected that these contingencies will have a material effect on the financial statements of the City.

The following HRA and City properties have been identified as possible sites of pollution or contamination:

1. Capp Road (Catholic Charities) – Possible pollution or contamination
2. Koch/Mobil – Remediation has already been completed
3. Seventh Street and Randolph Avenue (Fire station 1, 10 and Administration) – Remediation was completed as of this date 2009
4. Rivoli Street Properties – Remediation has already been completed
5. Bruce Vento Interpretive Center – Possible pollution or contamination

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G. Subsequent Events

Issuance of General Obligation Bonds

In 2009, the City issued the following bonds:

	<u>Amount</u>	<u>Final Maturity</u>
General Obligation Bonds		
Property Tax Supported		
Capital Improvement Bonds	\$ 4,500,000	03/2019
Public Safety Bonds	5,575,000	12/2021
Public Safety Bonds	9,275,000	12/2034
Special Assessment Bonded Debt		
Street Improvement Bonds with Governmental Commitment	10,225,000	05/2029
Revenue Bonds		
Sewer Revenue Bonds	9,000,000	12/2028
Parking Facility Lease Revenue Bonds	6,790,000	05/2024
Sales Tax Revenue Refunding Bonds	<u>65,455,000</u>	11/2025
Total Issued	<u><u>\$ 110,820,000</u></u>	

The General Obligation Bonds and Sewer Revenue Bonds issued in 2009 were reaffirmed at Aa2 and AAA by Moody's Investors Service and Standard and Poor's Corporation, respectively.

City of Saint Paul, Minnesota
**SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE BUDGET AND ACTUAL
 GENERAL FUND**
 For the Fiscal Year Ended December 31, 2008

Schedule 1

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes				
Property Taxes	55,830,201	55,830,201	56,078,047	247,846
Gross Earnings Franchise Fees	22,251,500	22,251,500	22,137,022	(114,478)
Hotel-Motel Tax	1,102,760	1,102,760	1,065,381	(37,379)
Other Taxes	121,000	121,000	72,078	(48,922)
Total Taxes	79,305,461	79,305,461	79,352,528	47,067
Licenses and Permits	928,200	928,200	697,259	(230,941)
Intergovernmental Revenue	63,525,444	63,525,444	57,688,930	(5,836,514)
Fees, Sales and Services	16,928,598	17,463,229	17,995,683	532,454
Investment Income				
Interest Earned On Investments	3,520,500	3,520,500	3,083,717	(436,783)
Increase in Fair Value of Investments	-	-	1,210,310	1,210,310
Interest Earned On Securities Lending	-	2,390,506	2,390,506	-
Interest Earned - Other	-	-	28,043	28,043
Miscellaneous Revenue - Other	428,872	437,700	2,206,731	1,769,031
Total Revenues	164,637,075	167,571,040	164,653,707	(2,917,333)
EXPENDITURES				
Current				
General Government				
City Council	2,798,414	2,883,414	2,666,475	216,939
Mayor	1,481,120	1,481,120	1,470,286	10,834
City Attorney	6,015,776	6,362,193	6,332,106	30,087
Financial Services	2,050,716	2,081,677	2,024,779	56,898
Human Resources	3,203,681	3,203,681	3,123,036	80,645
Human Rights	574,414	586,553	642,609	(56,056)
Technology	8,848,669	8,935,841	8,379,460	556,381
Total General Government	24,972,790	25,534,479	24,638,751	895,728
Public Safety				
Police	69,831,790	72,634,726	72,329,173	305,553
Fire and Safety Services	47,089,626	47,515,821	46,796,612	719,209
Safety and Inspection	5,253,491	6,742,930	6,910,990	(168,060)
Emergency Management	182,181	182,181	178,784	3,397
Total Public Safety	122,357,088	127,075,658	126,215,559	860,099
Highways and Streets	1,670,101	1,670,101	1,557,089	113,012
Culture and Recreation	25,209,156	25,214,556	26,102,556	(888,000)
Miscellaneous - Other	7,183,590	6,484,604	5,922,691	561,913
Debt Service				
Other Debt Principal	1,055,618	1,055,618	530,000	525,618
Interest - Securities Lending	-	2,188,018	2,188,018	-
Interest - Other Debt	-	-	518,367	(518,367)
Total Expenditures	182,448,343	189,223,034	187,673,031	1,550,003
Deficiency of Revenues Under Expenditures	(17,811,268)	(21,651,994)	(23,019,324)	(1,367,330)
OTHER FINANCING SOURCES (USES)				
Transfers In	17,730,693	19,960,693	19,661,742	(298,951)
Transfers Out	(1,563,833)	(1,922,614)	(1,718,958)	203,656
Capital Lease	-	2,091,000	2,091,000	-
Sale of Capital Assets	63,000	63,000	8,070	(54,930)
Total Other Financing Sources (Uses)	16,229,860	20,192,079	20,041,854	(150,225)
Net Change in Fund Balance	(1,581,408)	(1,459,915)	(2,977,470)	(1,517,555)
FUND BALANCE, January 1	34,979,592	34,979,592	34,979,592	-
FUND BALANCE, December 31	33,398,184	33,519,677	32,002,122	(1,517,555)

The notes to the required supplementary information are an integral part of this statement.

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 MAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2008

Schedule 2

	Citywide Major Events				Library Agency			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	-	-	-	-	11,546,128	11,546,128	11,519,012	(27,116)
Delinquent Taxpayer	-	-	-	-	-	-	164,355	164,355
Total Property Taxes	-	-	-	-	11,546,128	11,546,128	11,683,367	137,239
Intergovernmental Revenue	50,000,000	50,000,000	39,300,973	(10,699,027)	2,975,703	2,975,703	2,713,692	(262,011)
Fees, Sales and Services	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	186,812	186,812	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Miscellaneous - Other	-	-	-	-	-	-	-	-
Total Revenues	50,000,000	50,000,000	39,487,785	(10,512,215)	14,521,831	14,521,831	14,397,059	(124,772)
EXPENDITURES								
Current								
Public Safety	50,000,000	50,000,000	36,733,538	13,266,462	-	-	-	-
Culture and Recreation	-	-	-	-	13,993,805	13,993,805	13,981,244	12,561
Housing and Economic Development	-	-	-	-	-	-	-	-
Capital Outlay	-	-	2,754,247	(2,754,247)	42,800	42,800	42,800	-
Total Expenditures	50,000,000	50,000,000	39,487,785	10,512,215	14,036,605	14,036,605	14,024,044	12,561
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	485,226	485,226	373,015	(112,211)
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	(486,552)	(486,552)	(486,552)	-
Total Other Financing Sources (Uses)	-	-	-	-	(486,552)	(486,552)	(486,552)	-
Net Change in Fund Balances	-	-	-	-	(1,326)	(1,326)	(113,537)	(112,211)
FUND BALANCES, January 1	-	-	-	-	401,089	401,089	401,089	-
FUND BALANCES, December 31	-	-	-	-	399,763	399,763	287,552	(112,211)

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The notes to the required supplementary information are an integral part of this statement.

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 MAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2008

Schedule 2

	HRA General Fund				Total			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	1,191,585	1,191,585	1,137,252	(54,333)	12,737,713	12,737,713	12,656,264	(81,449)
Delinquent Taxpayer	-	-	20,254	20,254	-	-	184,609	184,609
Total Property Taxes	1,191,585	1,191,585	1,157,506	(34,079)	12,737,713	12,737,713	12,840,873	103,160
Intergovernmental Revenue	49,130	49,130	44,437	(4,693)	53,024,833	53,024,833	42,059,102	(10,965,731)
Fees, Sales and Services	1,024,831	1,244,831	1,898,722	653,891	1,024,831	1,244,831	1,898,722	653,891
Investment Income								
Interest Earned on Investments	325,000	325,000	380,163	55,163	325,000	325,000	566,975	241,975
Increase in Fair Value of Investments	-	-	144,930	144,930	-	-	144,930	144,930
Miscellaneous - Other	-	-	29,297	29,297	-	-	29,297	29,297
Total Revenues	2,590,546	2,810,546	3,655,055	844,509	67,112,377	67,332,377	57,539,899	(9,792,478)
EXPENDITURES								
Current								
Public Safety	-	-	-	-	50,000,000	50,000,000	36,733,538	13,266,462
Culture and Recreation	-	-	-	-	13,993,805	13,993,805	13,981,244	12,561
Housing and Economic Development	3,856,466	4,076,466	3,244,887	831,579	3,856,466	4,076,466	3,244,887	831,579
Capital Outlay	-	-	-	-	42,800	42,800	2,797,047	(2,754,247)
Total Expenditures	3,856,466	4,076,466	3,244,887	831,579	67,893,071	68,113,071	56,756,716	11,356,355
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,265,920)	(1,265,920)	410,168	1,676,088	(780,694)	(780,694)	783,183	1,563,877
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	2,694,079	2,694,079	-	-	2,694,079	2,694,079
Transfers Out	(102,808)	(102,808)	(102,808)	-	(589,360)	(589,360)	(589,360)	-
Total Other Financing Sources (Uses)	(102,808)	(102,808)	2,591,271	2,694,079	(589,360)	(589,360)	2,104,719	2,694,079
Net Change in Fund Balances	(1,368,728)	(1,368,728)	3,001,439	4,370,167	(1,370,054)	(1,370,054)	2,887,902	4,257,956
FUND BALANCES, January 1	8,681,464	8,681,464	8,681,464	-	9,082,553	9,082,553	9,082,553	-
FUND BALANCES, December 31	7,312,736	7,312,736	11,682,903	4,370,167	7,712,499	7,712,499	11,970,455	4,257,956

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The notes to the required supplementary information are an integral part of this statement.

City of Saint Paul, Minnesota
SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFITS PLAN
For the Fiscal Year Ended December 31, 2008

Schedule 3

<u>Actuarial Valuation Date</u>	<u>(1) Actuarial Value of Assets</u>	<u>(2) Actuarial Accrued Liability (AAL)</u>	<u>(3) Funded Ratio (1) / (2)</u>	<u>(4) Actuarial Accrued Liability (UAAL) (2) - (1)</u>	<u>(5) Active Members Covered Payroll</u>	<u>(6) Percentage of Covered Payroll (4) / (5)</u>
September 30, 2006	\$ -	\$ 165,012,188	0.00%	\$ 165,012,188	\$ 148,007,987	111.49%

The City implemented GASB Statement No. 45 for the fiscal year ended December 31, 2007. Information for prior years is not available.

City of Saint Paul, Minnesota
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFITS PLAN
For the Fiscal Year Ended December 31, 2008

Schedule 4

<u>Fiscal Year Ended December 31,</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2007	\$ 9,314,478	\$ 13,875,274	67.13%
2008	\$ 9,507,352	\$ 13,875,274	68.52%

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The City implemented GASB Statement No. 45 for the fiscal year ended December 31, 2007. Information for prior years is not available.

Budgetary Information

A budgetary comparison for the City's General Fund and the annually budgeted Citywide Major Events, Library Agency and HRA General Fund are required supplementary information.

All annually budgeted funds including the General Fund, Citywide Major Events, Library Agency and HRA General Fund are adopted on a basis consistent with generally accepted accounting principals. The legal level of budgetary control for the General Fund is at the department/office level and at the fund level for the Citywide Major Events, Library Agency and HRA General Fund. For additional information, see Note V.A on pages 73-75.

The Citywide Major Events, Library Agency and HRA General Fund did not exceed the legal level of budgetary control for fiscal year ended December 31, 2008.

The General Fund did not exceed total appropriations at the fund level, however total expenditures exceeded appropriations in the following departments/offices:

	Final Budgeted Amounts	Actual	Variance with Final Budgets
General Fund:			
Human Rights	\$ 586,553	\$ 642,609	\$ (56,056)
Safety and Inspection	6,742,930	6,910,990	(168,060)
Culture and Recreation	25,214,556	26,102,556	(888,000)

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Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds account for proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Special Projects - General Government - to account for monies received from hotel-motel taxes, interest earnings, the city-wide indirect cost recovery plan and other sources, and expended on various general government activities.

Media Services (formerly Cable Communications) - to account for cable television franchise fees utilized to monitor and evaluate the cable television franchise and provide city video programming.

Charitable Gambling Enforcement - to account for 2 ½ percent tax on charitable gambling net receipts to process, monitor and review all lawful gambling activities and to ensure the integrity of operations as required by state law.

Utilities Rate Investigation Administration - to account for proceeds from District Energy and Energy Park to be used for city rate investigation expenses.

Property Code Enforcement - to finance the activities of the Truth-In-Sale of Housing, Nuisance Housing Abatement, Code Enforcement Grants, and Rental Registration programs.

License and Permit - to account for revenue received from business and trade licenses, building permits, plan examination, certificate of competency and other fees related to ensuring public safety by monitoring construction activity and businesses.

Police Services - Pension Assets - to account for the over funded portion of police pension assets returned to the city from the Public Employees Retirement Association (PERA) following the merging of the city's police pension funds. The returned monies are to be spent solely on police expenditures.

Crime Laboratory - to account for the revenue received from the General Fund and outside agencies billed for services provided that is used to support the crime laboratory.

Emergency Communications Center Consolidation - to account for the Emergency Communications Center Consolidation with Ramsey County.

Parking Enforcement - to account for utilization of parking enforcement officers' response to citizen complaints for parking violations and to issue parking citations.

Special Projects Police - to account for monies received from various grants, contributions, and other sources to perform various miscellaneous police functions.

continued

Police Officers Clothing - to account for the clothing allowance for police officers, communications center personnel and radio shop personnel in the Police Department.

Fire Responsive Services - to account for monies received by the Department of Fire and Safety Services to perform various fire functions.

Fire Fighting Equipment - to account for monies received from other governmental units, private corporations and individuals for fire protection outside the city and to account for the purchase of fire equipment.

Fire Protection Clothing - to account for the clothing allowance for each uniformed firefighter.

Right of Way Maintenance - to account for revenues received from right-of-way assessments, municipal state aid, county aid, and trunk highway funds for summer street repair and maintenance, winter street activities, boulevard tree maintenance and trimming, sidewalk maintenance, and streetlight maintenance.

Parking Meter Collections - to account for city parking meter and parking fine revenue which support maintenance and enforcement.

Lighting Maintenance Assessment Districts - to account for levied assessments used to operate above standard (ornamental) street lighting systems in various areas of the city, installed at the request of adjacent property owners.

Solid Waste and Recycling - to account for monies received for the city's recycling programs. The recycling programs include the coordinated efforts of the City of Saint Paul, Ramsey County, State of Minnesota, Eureka Recycling, and the citizens of Saint Paul.

Special Projects - Division of Health - to account for monies received from federal and state agencies to operate specified public health programs.

Municipal Stadium - to account for the use of revenue from facility rental and other sources to be used for the operation of the Municipal Stadium.

Forestry Special - to account for the services provided to maintain and upkeep the trees and other vegetation growing in the public right-of-way and on private property when requested, which helps maintain a safe traffic corridor for pedestrians and vehicles.

Como Campus - to account for proceeds from education programs, commissions and donations from outside parties, to be appropriated for volunteer recruitment and training, purchase of animals, maintenance of zoo and conservatory and other related costs.

Special Recreation Activities - to account for user fees used to provide city-wide recreational programs such as concerts, day-camp, field trips, tennis tournaments, special events and in-services.

continued

Municipal Athletic Programming - to account for user fees used to coordinate the operation of a city-wide municipal athletic program.

Charitable Gambling - to account for the administration of charitable gambling receipts in conformance with City Council action for the support of youth athletics or otherwise as legally determined.

Debt - Capital Improvement - to account for proceeds of the sale of city property for which there is no outstanding debt and use remaining proceeds to finance projects in the capital improvement budget.

Parks and Recreation Opportunity - to account for donations and contributions given to the Department of Parks and Recreation for services, supplies, and/or facilities.

Parks and Recreation Grants and Aids - to account for intergovernmental grants and aids received from various federal, state, county and other agencies, and other revenues received to operate specified Parks and Recreation projects.

Library Agency Revenues and Grants - to account for revenue received from various federal and state agencies as well as monies received from the Friends of the Saint Paul Public Library and the Minnesota Foundation (Perrie Jones Library Fund) for special projects such as collection development, staff training and development community outreach opportunities.

Rella Havens Memorial Fund - to account for the portion of an estate left to the city's public library system by a former library employee, to be administered at the discretion of the library administrator.

Community Development Block Grant - to account for monies received from the U.S. Department of Housing and Urban Development under the Community Development Block Grant Program, and other miscellaneous revenues derived from projects operated under this program. These monies are to be expended for the development of a viable urban community, by providing decent housing and a suitable living environment and expanded economic opportunities, principally for persons of low and moderate income.

State Grant Programs - to account for various grants received from the State of Minnesota to be used for urban development.

HRA Federal and State Programs - to account for intergovernmental revenues provided to the HRA from the federal, state and local governments.

Section 108 Programs - to account for monies received under the U.S. Department of Housing and Urban Development Section 108 Loan Guaranty Program.

continued

Debt Service Funds

Debt service funds account for financial resources used for the payment of general long-term debt principal, interest and related costs.

G.O. Special Assessment - Streets - to account for monies received from property assessments, to be used for the repayment of the principal and interest on special assessment debt with governmental commitment.

City Revenue Bonds and Other Long-Term Debt - to account for monies received from various sources for the payment of principal and interest on city issued revenue bonds and other long-term debt.

Library Debt - to account for the monies received from property taxes and other various sources for the repayment of principal and interest on city issued general obligation bonds for Library Agency capital projects.

Revenue Notes and Other Long-Term Debt - to account for monies received from various sources for the payment of principal and interest on city issued revenue notes and other long-term debt.

Capital Projects Funds

Capital projects funds account for financial resources used for the acquisition or construction of major capital facilities other than those financed by proprietary funds and trust funds.

Capital Improvement Bonds - to account for monies received from the sale of general obligation bonds, which are subsequently transferred to the Capital Improvement Projects Fund which accounts for the expenditure of the construction projects.

Library Capital Projects - to account for monies received from the sale of general obligation bonds for the construction of Library projects.

City Downtown Capital Projects - to account for development and capital expenditures primarily in Saint Paul's downtown area. The main source of financing for these expenditures is transfers from the HRA General Debt Service Fund under the Downtown and Seventh Place Redevelopment Project Subordinated Tax Increment Revenue Note.

City Sales Tax - to account for monies received from the one-half percent city sales tax which are used for major RiverCentre capital expenditures, other capital expenditures as determined by the City Council, and the transfer to the HRA General Debt Service Fund for financing the debt service on the HRA Sales Tax Revenue Bonds.

HRA Development Capital Projects - to account for HRA multi-year development projects that are locally funded through transfers from other funds and bonds sold for development purposes.

continued

HRA Tax Increment - to account for development and capital expenditures primarily in Saint Paul's Tax Increment Districts using financing from bond proceeds, tax increment revenues, and other sources.

Permanent Funds

Permanent funds account for resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support specific programs.

Japanese Gardens - to account for donations from the Ordway Family for the construction of the Japanese Garden in Como Park.

Hoffman Memorial - to account for the principal of a trust fund and disbursement of interest derived from donation for perpetual maintenance of a memorial located at Como Park Conservatory.

City of Saint Paul, Minnesota
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 December 31, 2008

Schedule 5

	Special Revenue	Debt Service	Capital Projects	Permanent	Total Nonmajor Governmental Funds
ASSETS					
Cash and Investments with Treasurer	19,830,077	11,148,804	66,017,845	72,526	97,069,252
Cash and Investments with Trustees	-	6,602,682	13,201,954	-	19,804,636
Imprest Funds	50,920	-	-	-	50,920
Receivables					
Property Taxes - Due from Ramsey County	-	3,208	32,226	-	35,434
Property Taxes - Delinquent	-	-	53,307	-	53,307
Accounts (net of allowance for estimated uncollectible)	1,984,351	-	-	-	1,984,351
Assessments	16,058,571	13,980,416	-	-	30,038,987
Notes and Loans	11,930,012	-	7,302,590	-	19,232,602
Accrued Interest	442,414	220,247	731,849	632	1,395,142
Due from Other Funds	3,047,888	626,888	1,000,544	-	4,675,320
Due from Component Units	56,185	-	-	-	56,185
Due from Other Governmental Units	9,561,826	37,684	1,386,236	-	10,985,746
Advance to Other Funds	197,000	-	640,000	-	837,000
Land Held for Resale	2,223,473	-	1,510,500	-	3,733,973
TOTAL ASSETS	65,382,717	32,619,929	91,877,051	73,158	189,952,855
LIABILITIES AND FUND BALANCES					
Liabilities					
Interfund Payable for Pooled					
Cash and Investments Overdrafts	3,918,521	4,518	-	-	3,923,039
Accrued Salaries Payable	1,999,486	-	-	-	1,999,486
Accounts Payable	4,971,015	-	725,657	1,259	5,697,931
Contracts/Retention Payable	515,765	-	-	-	515,765
Due to Other Funds	5,774,016	-	5,783,588	-	11,557,604
Due to Other Governmental Units	485,442	-	-	-	485,442
Advance from Other Funds	1,766,847	-	8,759,687	-	10,526,534
Deferred Revenue	6,851,916	14,076,606	9,248,221	236	30,176,979
Unearned Revenue	15,219,139	-	-	-	15,219,139
Total Liabilities	41,502,147	14,081,124	24,517,153	1,495	80,101,919
Fund Balances					
Reserved for Encumbrances	1,427,293	-	1,010,684	-	2,437,977
Reserved for Imprest Funds	50,920	-	-	-	50,920
Reserved for Advance to Other Funds	197,000	-	640,000	-	837,000
Reserved for Long-Term Receivable	546,097	-	-	-	546,097
Reserved for Mandatory 5% Retirement of Debt	-	355,074	-	-	355,074
Reserved for Permanent Fund Activities	-	-	-	35,000	35,000
Unreserved					
Designated for Next Year's Appropriation	2,762,820	-	-	-	2,762,820
Designated for Net Unrealized Gains	73,150	374,194	1,056,127	1,205	1,504,676
Designated for Debt Service	-	17,809,537	-	-	17,809,537
Designated for Specific Capital Projects	-	-	64,653,087	-	64,653,087
Undesignated	18,823,290	-	-	35,458	18,858,748
Total Fund Balances	23,880,570	18,538,805	67,359,898	71,663	109,850,936
TOTAL LIABILITIES AND FUND BALANCES	65,382,717	32,619,929	91,877,051	73,158	189,952,855

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES**
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 6

	Special Revenue	Debt Service	Capital Projects	Permanent	Total Nonmajor Governmental Funds
REVENUES					
Taxes					
Property Taxes					
Current Taxpayer	-	2,928,653	-	-	2,928,653
Current Tax Increment	-	-	4,557,010	-	4,557,010
Delinquent Tax Increment	-	-	138,287	-	138,287
Total Property Taxes	-	2,928,653	4,695,297	-	7,623,950
City Sales Tax	-	-	14,990,854	-	14,990,854
Gross Earnings Franchise Fees	2,168,213	-	-	-	2,168,213
Hotel-Motel Tax	1,972,179	-	-	-	1,972,179
Total Taxes	4,140,392	2,928,653	19,686,151	-	26,755,196
Licenses and Permits	8,735,441	-	-	-	8,735,441
Intergovernmental Revenue	31,589,365	119,477	310,689	-	32,019,531
Fees, Sales and Services	27,845,102	3,500,000	14,897	-	31,359,999
Assessments	23,832,877	3,003,331	-	-	26,836,208
Investment Income					
Interest Earned on Investments	670,636	1,111,215	2,590,807	2,893	4,375,551
Increase in Fair Value of Investments	60,475	359,134	1,016,467	1,151	1,437,227
Interest Earned - Other	47,112	-	320,035	-	367,147
Miscellaneous Revenue					
Program Income	539,927	-	-	-	539,927
Other	5,267,388	3,599,042	836,335	-	9,702,765
Total Revenues	102,728,715	14,620,852	24,775,381	4,044	142,128,992
EXPENDITURES					
Current					
General Government	4,856,784	-	-	-	4,856,784
Public Safety	30,925,260	-	-	-	30,925,260
Highways and Streets	19,819,680	-	-	-	19,819,680
Sanitation	2,671,779	-	-	-	2,671,779
Health	3,664,531	-	-	-	3,664,531
Culture and Recreation	12,559,977	-	251,423	1,260	12,812,660
Housing and Economic Development	13,410,864	-	13,417,601	-	26,828,465
Capital Outlay	3,037,765	-	2,111,492	-	5,149,257
Debt Service					
Bond Principal	-	5,690,000	-	-	5,690,000
Other Debt Principal	-	2,184,662	-	-	2,184,662
Interest - Bonds	-	8,774,542	-	-	8,774,542
Interest - Other Debt	-	248,873	3,223,028	-	3,471,901
Bond Issuance Costs	-	-	359,632	-	359,632
Total Expenditures	90,946,640	16,898,077	19,363,176	1,260	127,209,153
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,782,075	(2,277,225)	5,412,205	2,784	14,919,839
OTHER FINANCING SOURCES (USES)					
Transfers In	7,356,809	4,640,361	15,740,858	-	27,738,028
Transfers Out	(23,586,937)	(3,344,137)	(39,448,048)	-	(66,379,122)
Bonds Issued	-	-	14,015,000	-	14,015,000
Premium on Bonds Issued	-	-	31,185	-	31,185
Discount on Bonds Issued	-	-	(68,326)	-	(68,326)
Sale of Capital Assets	7,378	-	-	-	7,378
Total Other Financing Sources (Uses)	(16,222,750)	1,296,224	(9,729,331)	-	(24,655,857)
Net Change in Fund Balances	(4,440,675)	(981,001)	(4,317,126)	2,784	(9,736,018)
FUND BALANCES, January 1	28,321,245	19,519,806	71,677,024	68,879	119,586,954
FUND BALANCES, December 31	23,880,570	18,538,805	67,359,898	71,663	109,850,936

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE, ALL DEBT SERVICE
 AND NONMAJOR PERMANENT FUNDS**
 For the Fiscal Year Ended December 31, 2008

Schedule 7

	Special Revenue				Debt Service			
	Budgeted Amounts		Actual Amount	Variance With Final Budget	Budgeted Amounts		Actual Amount	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	-	-	-	-	10,270,473	10,270,473	10,098,524	(171,949)
Current Tax Increment	-	-	-	-	10,083,533	10,846,644	11,860,032	1,013,388
Delinquent Taxpayer	-	-	-	-	100,000	100,000	132,892	32,892
Delinquent Tax Increment	-	-	-	-	-	-	40,130	40,130
Total Property Taxes	-	-	-	-	20,454,006	21,217,117	22,131,578	914,461
Gross Earnings Franchise Fees	2,100,000	2,100,000	2,168,213	68,213	-	-	-	-
Hotel-Motel Tax	1,791,505	1,791,505	1,972,179	180,674	-	-	-	-
Total Taxes	3,891,505	3,891,505	4,140,392	248,887	20,454,006	21,217,117	22,131,578	914,461
Licenses and Permits	10,499,602	10,499,602	8,735,441	(1,764,161)	-	-	-	-
Intergovernmental Revenue	19,778,819	24,207,213	16,894,700	(7,312,513)	422,773	422,773	542,114	119,341
Fees, Sales and Services	28,329,541	30,072,041	27,824,609	(2,247,432)	3,500,000	3,500,000	3,602,234	102,234
Assessments	24,571,175	24,600,675	23,832,877	(767,798)	3,565,955	3,565,955	3,003,331	(562,624)
Investment Income								
Interest Earned on Investments	588,016	588,016	641,780	53,764	1,249,509	1,276,309	2,042,408	766,099
Increase in Fair Value of Investments	-	-	41,939	41,939	-	-	657,434	657,434
Interest Earned - Other	35,533	35,533	35,533	-	691,470	691,470	302,590	(388,880)
Miscellaneous Revenue - Other	4,152,830	6,135,956	3,987,859	(2,148,097)	4,671,206	4,871,206	5,327,461	456,255
Total Revenues	91,847,021	100,030,541	86,135,130	(13,895,411)	34,554,919	35,544,830	37,609,150	2,064,320
EXPENDITURES								
Current								
General Government	3,859,348	6,035,748	4,856,784	1,178,964	610,421	610,421	541,930	68,491
Public Safety	32,732,235	37,481,480	30,925,260	6,556,220	-	-	-	-
Highways and Streets	19,934,952	20,194,135	19,819,680	374,455	-	-	-	-
Sanitation	3,142,244	3,142,244	2,671,779	470,465	-	-	-	-
Health	4,236,131	4,236,131	3,664,531	571,600	-	-	-	-
Culture and Recreation	11,908,386	12,438,329	12,559,977	(121,648)	-	-	-	-
Housing and Economic Development	-	-	-	-	997,195	2,190,057	2,310,858	(120,801)
Capital Outlay	6,039,700	5,994,024	1,205,900	4,788,124	-	-	-	-
Debt Service								
Bond Principal	-	-	-	-	31,266,180	31,351,180	31,387,180	(36,000)
Other Debt Principal	51,776	51,776	-	51,776	2,746,590	2,746,590	2,384,156	362,434
Interest - Bonds	-	-	-	-	19,995,463	20,182,020	19,638,416	543,604
Interest - Other Debt	1,290	1,290	-	1,290	906,776	906,776	792,219	114,557
Bond Issuance Costs	-	-	-	-	5,000	5,000	-	5,000
Total Expenditures	81,906,062	89,575,157	75,703,911	13,871,246	56,527,625	57,992,044	57,054,759	937,285
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,940,959	10,455,384	10,431,219	(24,165)	(21,972,706)	(22,447,214)	(19,445,609)	3,001,605
OTHER FINANCING SOURCES (USES)								
Transfers In	6,224,139	7,897,919	6,915,942	(981,977)	32,753,833	33,759,576	34,499,456	739,880
Transfers Out	(22,468,318)	(23,784,709)	(22,587,916)	1,196,793	(19,719,327)	(19,971,123)	(20,198,817)	(227,694)
Sale of Capital Assets	-	-	7,378	7,378	-	-	-	-
Total Other Financing Sources (Uses)	(16,244,179)	(15,886,790)	(15,664,596)	222,194	13,034,506	13,788,453	14,300,639	512,186
Net Change in Fund Balances	(6,303,220)	(5,431,406)	(5,233,377)	198,029	(8,938,200)	(8,658,761)	(5,144,970)	3,513,791
FUND BALANCES, January 1	27,933,274	27,933,274	27,933,274	-	63,005,857	63,005,857	63,005,857	-
FUND BALANCES, December 31	21,630,054	22,501,868	22,699,897	198,029	54,067,657	54,347,096	57,860,887	3,513,791

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE, ALL DEBT SERVICE
 AND NONMAJOR PERMANENT FUNDS
 For the Fiscal Year Ended December 31, 2008

Schedule 7

	Permanent				Total			
	Budgeted Amounts		Actual Amount	Variance With Final Budget	Budgeted Amounts		Actual Amount	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	-	-	-	-	10,270,473	10,270,473	10,098,524	(171,949)
Current Tax Increment	-	-	-	-	10,083,533	10,846,644	11,860,032	1,013,388
Delinquent Taxpayer	-	-	-	-	100,000	100,000	132,892	32,892
Delinquent Tax Increment	-	-	-	-	-	-	40,130	40,130
Total Property Taxes	-	-	-	-	20,454,006	21,217,117	22,131,578	914,461
Gross Earnings Franchise Fees	-	-	-	-	2,100,000	2,100,000	2,168,213	68,213
Hotel-Motel Tax	-	-	-	-	1,791,505	1,791,505	1,972,179	180,674
Total Taxes	-	-	-	-	24,345,511	25,108,622	26,271,970	1,163,348
Licenses and Permits	-	-	-	-	10,499,602	10,499,602	8,735,441	(1,764,161)
Intergovernmental Revenue	-	-	-	-	20,201,592	24,629,986	17,436,814	(7,193,172)
Fees, Sales and Services	-	-	-	-	31,829,541	33,572,041	31,426,843	(2,145,198)
Assessments	-	-	-	-	28,137,130	28,166,630	26,836,208	(1,330,422)
Investment Income								
Interest Earned on Investments	2,000	2,000	2,893	893	1,839,525	1,866,325	2,687,081	820,756
Increase in Fair Value of Investments	-	-	1,151	1,151	-	-	700,524	700,524
Interest Earned - Other	-	-	-	-	727,003	727,003	338,123	(388,880)
Miscellaneous Revenue - Other	-	-	-	-	8,824,036	11,007,162	9,315,320	(1,691,842)
Total Revenues	2,000	2,000	4,044	2,044	126,403,940	135,577,371	123,748,324	(11,829,047)
EXPENDITURES								
Current								
General Government	-	-	-	-	4,469,769	6,646,169	5,398,714	1,247,455
Public Safety	-	-	-	-	32,732,235	37,481,480	30,925,260	6,556,220
Highways and Streets	-	-	-	-	19,934,952	20,194,135	19,819,680	374,455
Sanitation	-	-	-	-	3,142,244	3,142,244	2,671,779	470,465
Health	-	-	-	-	4,236,131	4,236,131	3,664,531	571,600
Culture and Recreation	2,000	2,000	1,260	740	11,910,386	12,440,329	12,561,237	(120,908)
Housing and Economic Development	-	-	-	-	997,195	2,190,057	2,310,858	(120,801)
Capital Outlay	-	-	-	-	6,039,700	5,994,024	1,205,900	4,788,124
Debt Service								
Bond Principal	-	-	-	-	31,266,180	31,351,180	31,387,180	(36,000)
Other Debt Principal	-	-	-	-	2,798,366	2,798,366	2,384,156	414,210
Interest - Bonds	-	-	-	-	19,995,463	20,182,020	19,638,416	543,604
Interest - Other Debt	-	-	-	-	908,066	908,066	792,219	115,847
Bond Issuance Costs	-	-	-	-	5,000	5,000	-	5,000
Total Expenditures	2,000	2,000	1,260	740	138,435,687	147,569,201	132,759,930	14,809,271
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	2,784	2,784	(12,031,747)	(11,991,830)	(9,011,606)	2,980,224
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	38,977,972	41,657,495	41,415,398	(242,097)
Transfers Out	-	-	-	-	(42,187,645)	(43,755,832)	(42,786,733)	969,099
Sale of Capital Assets	-	-	-	-	-	-	7,378	7,378
Total Other Financing Sources (Uses)	-	-	-	-	(3,209,673)	(2,098,337)	(1,363,957)	734,380
Net Change in Fund Balances	-	-	2,784	2,784	(15,241,420)	(14,090,167)	(10,375,563)	3,714,604
FUND BALANCES, January 1	68,879	68,879	68,879	-	91,008,010	91,008,010	91,008,010	-
FUND BALANCES, December 31	68,879	68,879	71,663	2,784	75,766,590	76,917,843	80,632,447	3,714,604

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City of Saint Paul, Minnesota
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2008

Schedule 8

	Special Projects - General Government	Media Services	Charitable Gambling Enforcement	Utilities Rate Investigation Administration	Property Code Enforcement	License and Permit	Police Services - Pension Assets	Crime Laboratory	Emergency Communications Center Consolidation
ASSETS									
Cash and Investments with Treasurer	2,151,895	614,637	31,442	75,379	110,641	2,267,921	729,206	164,298	-
Imprest Funds	-	100	1,000	-	-	3,300	-	-	-
Receivables									
Accounts (net of allowance for estimated uncollectible)	250,880	550,647	-	-	12,734	963	-	-	-
Assessments	-	-	-	-	-	-	-	-	-
Notes and Loans	-	-	-	-	-	-	-	-	-
Accrued Interest	1,292	-	-	-	-	-	8,301	-	-
Due from Other Funds	818,907	-	-	-	201,847	4,613	-	-	-
Due from Component Units	49,074	-	-	-	-	-	-	-	-
Due from Other Governmental Units	837,089	18,315	-	-	-	-	-	33,740	1,595,052
Advance to Other Funds	-	-	-	-	-	-	-	-	-
Land Held for Resale	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	4,109,137	1,183,699	32,442	75,379	325,222	2,276,797	737,507	198,038	1,595,052
LIABILITIES AND FUND BALANCES									
Liabilities									
Interfund Payable for Pooled									
Cash and Investments Overdrafts	-	-	-	-	-	-	-	-	1,287,305
Accrued Salaries Payable	35,181	21,162	3,704	2,082	25,598	511,283	7,392	3,266	250,755
Accounts Payable	623,105	42,864	-	-	139,752	11,033	-	-	451
Contracts Payable	-	-	-	-	-	290,000	-	-	-
Due to Other Funds	799,795	9,565	684	393	52,618	788,876	3,001	616	67,019
Due to Other Governmental Units	-	441	195	-	-	4,550	-	-	-
Advance from Other Funds	-	-	-	-	640,000	1,120,500	-	-	-
Deferred Revenue	3,417	-	-	-	-	-	3,088	28,645	704,371
Unearned Revenue	520,000	-	-	-	-	-	-	-	-
Total Liabilities	1,981,498	74,032	4,583	2,475	857,968	2,726,242	13,481	32,527	2,309,901
Fund Balances									
Reserved for Encumbrances	90,100	46,230	-	-	103,550	6,740	-	-	-
Reserved for Imprest Funds	-	100	1,000	-	-	3,300	-	-	-
Reserved for Advance to Other Funds	-	-	-	-	-	-	-	-	-
Reserved for Long-Term Receivable	-	-	-	-	-	-	-	-	-
Unreserved									
Designated for Next Year's Appropriation	589,512	281,000	-	-	-	-	688,500	35,791	-
Designated for Net Unrealized Gains	2,462	-	-	-	-	-	15,818	-	-
Undesignated	1,445,565	782,337	26,859	72,904	(636,296)	(459,485)	19,708	129,720	(714,849)
Total Fund Balances	2,127,639	1,109,667	27,859	72,904	(532,746)	(449,445)	724,026	165,511	(714,849)
TOTAL LIABILITIES AND FUND BALANCES	4,109,137	1,183,699	32,442	75,379	325,222	2,276,797	737,507	198,038	1,595,052

continued

City of Saint Paul, Minnesota
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2008

Schedule 8

	Parking Enforcement	Special Projects Police	Police Officers Clothing	Fire Responsive Services	Fire Fighting Equipment	Fire Protection Clothing	Right of Way Maintenance	Parking Meter Collections	Lighting Maintenance Assessment Districts
ASSETS									
Cash and Investments with Treasurer	-	1,663,137	367,185	-	556,231	3,474	2,511,349	412,970	175,678
Imprest Funds	-	46,000	-	-	-	-	-	-	-
Receivables									
Accounts (net of allowance for estimated uncollectible)	-	237,310	-	-	-	42	412,151	252,919	-
Assessments	-	-	-	-	-	-	13,071,633	-	117,749
Notes and Loans	-	-	-	-	-	-	-	-	-
Accrued Interest	-	12,669	-	-	-	-	-	-	-
Due from Other Funds	424,563	10,900	48,420	-	2,459	247,093	656,382	48,634	9,656
Due from Component Units	-	-	-	-	-	-	7,111	-	-
Due from Other Governmental Units	-	1,371,923	-	1,326,825	6,311	-	630,542	988	2,486
Advance to Other Funds	-	-	-	-	-	-	197,000	-	-
Land Held for Resale	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	424,563	3,341,939	415,605	1,326,825	565,001	250,609	17,486,168	715,511	305,569
LIABILITIES AND FUND BALANCES									
Liabilities									
Interfund Payable for Pooled									
Cash and Investments Overdrafts	310,023	-	-	954,029	-	-	-	-	-
Accrued Salaries Payable	59,666	138,742	-	5,691	-	-	410,501	15,994	-
Accounts Payable	21,797	193,164	47,821	98,277	3,900	20,146	676,082	30,661	-
Contracts Payable	-	-	-	-	-	-	-	-	-
Due to Other Funds	33,077	113,733	81	1,258	-	-	2,404,233	661,378	71,394
Due to Other Governmental Units	-	258,914	-	-	-	-	-	-	-
Advance from Other Funds	-	-	-	-	-	-	-	6,347	-
Deferred Revenue	-	483,894	-	-	-	-	2,611,463	1,131	7,618
Unearned Revenue	-	452,430	-	-	-	-	-	-	-
Total Liabilities	424,563	1,640,877	47,902	1,059,255	3,900	20,146	6,102,279	715,511	79,012
Fund Balances									
Reserved for Encumbrances	-	5,605	-	377,222	191,414	-	80,651	-	-
Reserved for Imprest Funds	-	46,000	-	-	-	-	-	-	-
Reserved for Advance to Other Funds	-	-	-	-	-	-	197,000	-	-
Reserved for Long-Term Receivable	-	-	-	-	-	-	-	-	-
Unreserved									
Designated for Next Year's Appropriation	-	545,678	-	-	170,458	-	145,764	-	5,209
Designated for Net Unrealized Gains	-	24,143	-	-	-	-	-	-	-
Undesignated	-	1,079,636	367,703	(109,652)	199,229	230,463	10,960,474	-	221,348
Total Fund Balances	-	1,701,062	367,703	267,570	561,101	230,463	11,383,889	-	226,557
TOTAL LIABILITIES AND FUND BALANCES	424,563	3,341,939	415,605	1,326,825	565,001	250,609	17,486,168	715,511	305,569

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City of Saint Paul, Minnesota
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2008

Schedule 8

	Solid Waste and Recycling	Special Projects - Division of Health	Municipal Stadium	Forestry Special	Como Campus	Special Recreation Activities	Municipal Athletic Programming	Charitable Gambling	Debt - Capital Improvement
ASSETS									
Cash and Investments with Treasurer	1,409,364	-	97,086	-	-	56,365	88,336	136,026	192,155
Imprest Funds	-	-	-	-	300	120	100	-	-
Receivables									
Accounts (net of allowance for estimated uncollectible)	9,992	-	30,233	-	90,877	33,343	4,010	-	-
Assessments	2,869,189	-	-	-	-	-	-	-	-
Notes and Loans	546,097	-	-	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-	367	1,156	531
Due from Other Funds	-	-	-	528,440	-	17,760	-	-	-
Due from Component Units	-	-	-	-	-	-	-	-	-
Due from Other Governmental Units	39,982	485,478	-	-	34,890	-	-	-	-
Advance to Other Funds	-	-	-	-	-	-	-	-	-
Land Held for Resale	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	4,874,624	485,478	127,319	528,440	126,067	107,588	92,813	137,182	192,686
LIABILITIES AND FUND BALANCES									
Liabilities									
Interfund Payable for Pooled									
Cash and Investments Overdrafts	-	219,797	-	867,730	149,440	-	-	-	-
Accrued Salaries Payable	6,853	178,736	10,286	80,736	133,239	30,458	1,799	-	-
Accounts Payable	-	-	4,529	20,574	39,278	34,012	1,839	-	-
Contracts Payable	-	-	-	-	-	-	-	-	-
Due to Other Funds	3,423	33,448	1,609	94,271	30,595	4,339	171	-	-
Due to Other Governmental Units	-	-	-	-	-	-	-	-	-
Advance from Other Funds	-	-	-	-	-	-	-	-	-
Deferred Revenue	2,869,189	-	-	-	-	-	136	430	198
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	2,879,465	431,981	16,424	1,063,311	352,552	68,809	3,945	430	198
Fund Balances									
Reserved for Encumbrances	-	-	-	-	22,789	6,380	-	-	-
Reserved for Imprest Funds	-	-	-	-	300	120	100	-	-
Reserved for Advance to Other Funds	-	-	-	-	-	-	-	-	-
Reserved for Long-Term Receivable	546,097	-	-	-	-	-	-	-	-
Unreserved									
Designated for Next Year's Appropriation	70,908	-	-	-	-	-	-	5,000	-
Designated for Net Unrealized Gains	-	-	-	-	-	-	699	2,202	1,011
Undesignated	1,378,154	53,497	110,895	(534,871)	(249,574)	32,279	88,069	129,550	191,477
Total Fund Balances	1,995,159	53,497	110,895	(534,871)	(226,485)	38,779	88,868	136,752	192,488
TOTAL LIABILITIES AND FUND BALANCES	4,874,624	485,478	127,319	528,440	126,067	107,588	92,813	137,182	192,686

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City of Saint Paul, Minnesota
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
December 31, 2008

Schedule 8

	Parks and Recreation Opportunity	Parks and Recreation Grants and Aids	Library Agency Revenues and Grants	Rella Havens Memorial Fund	Community Development Block Grant	State Grant Programs	HRA Federal and State Programs	Section 108 Programs	Total Nonmajor Special Revenue Funds
ASSETS									
Cash and Investments with Treasurer	192,949	1,295,721	1,546,983	441,235	-	2,473,230	65,184	-	19,830,077
Imprest Funds	-	-	-	-	-	-	-	-	50,920
Receivables									
Accounts (net of allowance for estimated uncollectible)	25	142	98,083	-	-	-	-	-	1,984,351
Assessments	-	-	-	-	-	-	-	-	16,058,571
Notes and Loans	-	-	-	-	4,388,224	373,182	6,622,509	-	11,930,012
Accrued Interest	765	-	-	3,942	145,743	16,831	250,817	-	442,414
Due from Other Funds	5,594	22,620	-	-	-	-	-	-	3,047,888
Due from Component Units	-	-	-	-	-	-	-	-	56,185
Due from Other Governmental Units	-	323,511	141	-	1,190,156	564,879	1,099,518	-	9,561,826
Advance to Other Funds	-	-	-	-	-	-	-	-	197,000
Land Held for Resale	-	-	-	-	2,090,371	133,102	-	-	2,223,473
TOTAL ASSETS	199,333	1,641,994	1,645,207	445,177	7,814,494	3,561,224	8,038,028	-	65,382,717
LIABILITIES AND FUND BALANCES									
Liabilities									
Interfund Payable for Pooled									
Cash and Investments Overdrafts	-	-	-	-	130,197	-	-	-	3,918,521
Accrued Salaries Payable	-	58,528	6,632	-	-	1,202	-	-	1,999,486
Accounts Payable	2,586	18,368	185,493	1,386	333,791	1,861,888	558,218	-	4,971,015
Contracts Payable	-	-	-	-	225,765	-	-	-	515,765
Due to Other Funds	-	78,780	2,283	-	500,403	227	16,746	-	5,774,016
Due to Other Governmental Units	-	-	-	-	-	116,342	105,000	-	485,442
Advance from Other Funds	-	-	-	-	-	-	-	-	1,766,847
Deferred Revenue	285	-	-	1,466	-	136,585	-	-	6,851,916
Unearned Revenue	-	-	-	-	6,624,338	264,307	7,358,064	-	15,219,139
Total Liabilities	2,871	155,676	194,408	2,852	7,814,494	2,380,551	8,038,028	-	41,502,147
Fund Balances									
Reserved for Encumbrances	-	81,732	192,650	-	-	222,230	-	-	1,427,293
Reserved for Imprest Funds	-	-	-	-	-	-	-	-	50,920
Reserved for Advance to Other Funds	-	-	-	-	-	-	-	-	197,000
Reserved for Long-Term Receivable	-	-	-	-	-	-	-	-	546,097
Unreserved									
Designated for Next Year's Appropriation	25,000	-	200,000	-	-	-	-	-	2,762,820
Designated for Net Unrealized Gains	1,458	-	-	7,512	-	17,845	-	-	73,150
Undesignated	170,004	1,404,586	1,058,149	434,813	-	940,598	-	-	18,823,290
Total Fund Balances	196,462	1,486,318	1,450,799	442,325	-	1,180,673	-	-	23,880,570
TOTAL LIABILITIES AND FUND BALANCES	199,333	1,641,994	1,645,207	445,177	7,814,494	3,561,224	8,038,028	-	65,382,717

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES**
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 9

	Special Projects - General Government	Media Services	Charitable Gambling Enforcement	Utilities Rate Investigation Administration	Property Code Enforcement	License and Permit	Police Services - Pension Assets	Crime Laboratory	Emergency Communications Center Consolidation
REVENUES									
Taxes									
Gross Earnings Franchise Fees	-	2,168,213	-	-	-	-	-	-	-
Hotel-Motel Tax	1,972,179	-	-	-	-	-	-	-	-
Total Taxes	1,972,179	2,168,213	-	-	-	-	-	-	-
Licenses and Permits	-	-	123,385	-	4,200	8,338,449	-	-	-
Intergovernmental Revenue	1,520,708	-	-	-	-	-	-	-	-
Fees, Sales and Services	6,822,392	141,232	-	85,477	401,323	1,404,991	-	52,200	4,897,012
Assessments	-	-	-	-	-	-	-	-	-
Investment Income									
Interest Earned on Investments	510,251	-	-	-	-	-	35,280	-	-
Increase in Fair Value of Investments	2,760	-	-	-	-	-	4,519	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-	-
Miscellaneous Revenue	-	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-	-
Other	258,238	110,266	-	-	-	46,766	-	4,359	-
Total Revenues	11,086,528	2,419,711	123,385	85,477	405,523	9,790,206	39,799	56,559	4,897,012
EXPENDITURES									
Current									
General Government	4,112,587	601,909	87,765	40,413	-	-	-	-	-
Public Safety	-	-	-	-	1,793,744	12,641,142	117,871	76,275	4,911,783
Highways and Streets	-	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-	-
Housing and Economic Development	-	-	-	-	-	-	-	-	-
Capital Outlay	-	37,422	-	-	-	10,353	-	-	-
Total Expenditures	4,112,587	639,331	87,765	40,413	1,793,744	12,651,495	117,871	76,275	4,911,783
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,973,941	1,780,380	35,620	45,064	(1,388,221)	(2,861,289)	(78,072)	(19,716)	(14,771)
OTHER FINANCING SOURCES (USES)									
Transfers In	427,668	-	-	-	501,584	136,196	-	31,000	-
Transfers Out	(6,847,446)	(1,607,090)	(10,000)	(22,962)	(1,209)	(410,687)	(1,123)	-	(19,800)
Sale of Capital Assets	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(6,419,778)	(1,607,090)	(10,000)	(22,962)	500,375	(274,491)	(1,123)	31,000	(19,800)
Net Change in Fund Balances	554,163	173,290	25,620	22,102	(887,846)	(3,135,780)	(79,195)	11,284	(34,571)
FUND BALANCES, January 1	1,573,476	936,377	2,239	50,802	355,100	2,686,335	803,221	154,227	(680,278)
FUND BALANCES, December 31	2,127,639	1,109,667	27,859	72,904	(532,746)	(449,445)	724,026	165,511	(714,849)

continued

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES**
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 9

	<u>Parking Enforcement</u>	<u>Special Projects Police</u>	<u>Police Officers Clothing</u>	<u>Fire Responsive Services</u>	<u>Fire Fighting Equipment</u>	<u>Fire Protection Clothing</u>	<u>Right of Way Maintenance</u>	<u>Parking Meter Collections</u>	<u>Lighting Maintenance Assessment Districts</u>
REVENUES									
Taxes									
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-	-
Licenses and Permits	-	204,627	-	-	-	-	-	-	-
Intergovernmental Revenue	-	4,208,487	-	1,333,855	-	-	2,954,471	3,126,605	-
Fees, Sales and Services	-	2,359,245	-	9,462	34,135	-	1,572,321	1,943,004	-
Assessments	-	-	-	-	-	-	21,171,763	-	167,840
Investment Income									
Interest Earned on Investments	-	65,155	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	22,691	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-	-
Miscellaneous Revenue									
Program Income	-	-	-	-	-	-	-	-	-
Other	-	693,601	-	36,810	-	-	32,581	-	-
Total Revenues	-	7,553,806	-	1,380,127	34,135	-	25,731,136	5,069,609	167,840
EXPENDITURES									
Current									
General Government	-	-	-	-	-	-	-	-	-
Public Safety	1,410,890	7,933,250	616,848	1,155,588	39,976	227,893	-	-	-
Highways and Streets	-	-	-	-	-	-	19,041,862	554,656	223,162
Sanitation	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-	-
Housing and Economic Development	-	-	-	-	-	-	-	-	-
Capital Outlay	-	190,809	-	222,048	289,191	-	60,075	-	-
Total Expenditures	1,410,890	8,124,059	616,848	1,377,636	329,167	227,893	19,101,937	554,656	223,162
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,410,890)</u>	<u>(570,253)</u>	<u>(616,848)</u>	<u>2,491</u>	<u>(295,032)</u>	<u>(227,893)</u>	<u>6,629,199</u>	<u>4,514,953</u>	<u>(55,322)</u>
OTHER FINANCING SOURCES (USES)									
Transfers In	1,415,570	85,348	577,821	-	-	255,654	214,999	-	-
Transfers Out	(4,680)	(460,007)	-	-	(46,215)	-	(7,299,204)	(4,514,953)	-
Sale of Capital Assets	-	-	-	-	2,139	-	5,239	-	-
Total Other Financing Sources (Uses)	1,410,890	(374,659)	577,821	-	(44,076)	255,654	(7,078,966)	(4,514,953)	-
Net Change in Fund Balances	-	(944,912)	(39,027)	2,491	(339,108)	27,761	(449,767)	-	(55,322)
FUND BALANCES, January 1	-	2,645,974	406,730	265,079	900,209	202,702	11,833,656	-	281,879
FUND BALANCES, December 31	-	1,701,062	367,703	267,570	561,101	230,463	11,383,889	-	226,557

continued

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES**
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 9

	<u>Solid Waste and Recycling</u>	<u>Special Projects - Division of Health</u>	<u>Municipal Stadium</u>	<u>Forestry Special</u>	<u>Como Campus</u>	<u>Special Recreation Activities</u>	<u>Municipal Athletic Programming</u>	<u>Charitable Gambling</u>	<u>Debt - Capital Improvement</u>
REVENUES									
Taxes									
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-	64,780
Intergovernmental Revenue	587,567	-	-	-	135,000	29,035	-	-	122,726
Fees, Sales and Services	-	3,664,531	353,009	-	1,276,770	1,655,747	621,104	12,186	3,500
Assessments	2,493,274	-	-	-	-	-	-	-	-
Investment Income									
Interest Earned on Investments	-	-	-	-	-	-	237	5,165	3,680
Increase in Fair Value of Investments	-	-	-	-	-	-	875	2,137	461
Interest Earned - Other	35,533	-	-	-	-	-	-	-	-
Miscellaneous Revenue									
Program Income	-	-	-	-	-	-	-	-	-
Other	40	-	-	60	1,796,220	27,401	3,849	-	-
Total Revenues	3,116,414	3,664,531	353,009	60	3,207,990	1,712,183	626,065	19,488	195,147
EXPENDITURES									
Current									
General Government	-	-	-	-	-	-	-	-	14,110
Public Safety	-	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-	-
Sanitation	2,671,779	-	-	-	-	-	-	-	-
Health	-	3,664,531	-	-	-	-	-	-	-
Culture and Recreation	-	-	460,310	2,505,386	3,803,500	1,694,106	490,079	-	-
Housing and Economic Development	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	20,252	1,217	21,680	23,921	-	-	279,843
Total Expenditures	2,671,779	3,664,531	480,562	2,506,603	3,825,180	1,718,027	490,079	-	293,953
Excess (Deficiency) of Revenues Over (Under) Expenditures	444,635	-	(127,553)	(2,506,543)	(617,190)	(5,844)	135,986	19,488	(98,806)
OTHER FINANCING SOURCES (USES)									
Transfers In	7,191	-	73,261	2,178,076	407,489	-	-	-	-
Transfers Out	(275,000)	-	-	-	(153,996)	(33,095)	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(267,809)	-	73,261	2,178,076	253,493	(33,095)	-	-	-
Net Change in Fund Balances	176,826	-	(54,292)	(328,467)	(363,697)	(38,939)	135,986	19,488	(98,806)
FUND BALANCES, January 1	1,818,333	53,497	165,187	(206,404)	137,212	77,718	(47,118)	117,264	291,294
FUND BALANCES, December 31	1,995,159	53,497	110,895	(534,871)	(226,485)	38,779	88,868	136,752	192,488

continued

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN
 FUND BALANCES**
NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2008

Schedule 9

	<u>Parks and Recreation Opportunity</u>	<u>Parks and Recreation Grants and Aids</u>	<u>Library Agency Revenues and Grants</u>	<u>Rella Havens Memorial Fund</u>	<u>Community Development Block Grant</u>	<u>State Grant Programs</u>	<u>HRA Federal and State Programs</u>	<u>Section 108 Programs</u>	<u>Total Nonmajor Special Revenue Funds</u>
REVENUES									
Taxes									
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-	2,168,213
Hotel-Motel Tax	-	-	-	-	-	-	-	-	1,972,179
Total Taxes	-	-	-	-	-	-	-	-	4,140,392
Licenses and Permits	-	-	-	-	-	-	-	-	8,735,441
Intergovernmental Revenue	-	2,614,627	261,619	-	9,155,135	2,751,666	2,487,223	300,641	31,589,365
Fees, Sales and Services	-	77,580	437,388	-	-	-	20,493	-	27,845,102
Assessments	-	-	-	-	-	-	-	-	23,832,877
Investment Income									
Interest Earned on Investments	3,848	-	-	18,164	-	28,856	-	-	670,636
Increase in Fair Value of Investments	1,348	-	-	7,148	-	18,536	-	-	60,475
Interest Earned - Other	-	-	-	-	-	-	11,579	-	47,112
Miscellaneous Revenue	-	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	539,927	-	-	-	539,927
Other	154,990	323,019	499,659	-	-	1,205,000	74,529	-	5,267,388
Total Revenues	160,186	3,015,226	1,198,666	25,312	9,695,062	4,004,058	2,593,824	300,641	102,728,715
EXPENDITURES									
Current									
General Government	-	-	-	-	-	-	-	-	4,856,784
Public Safety	-	-	-	-	-	-	-	-	30,925,260
Highways and Streets	-	-	-	-	-	-	-	-	19,819,680
Sanitation	-	-	-	-	-	-	-	-	2,671,779
Health	-	-	-	-	-	-	-	-	3,664,531
Culture and Recreation	135,876	2,552,164	898,609	19,947	-	-	-	-	12,559,977
Housing and Economic Development	-	-	-	-	8,460,276	3,211,356	1,438,591	300,641	13,410,864
Capital Outlay	5,998	-	43,091	-	645,765	-	1,186,100	-	3,037,765
Total Expenditures	141,874	2,552,164	941,700	19,947	9,106,041	3,211,356	2,624,691	300,641	90,946,640
Excess (Deficiency) of Revenues Over (Under) Expenditures	18,312	463,062	256,966	5,365	589,021	792,702	(30,867)	-	11,782,075
OTHER FINANCING SOURCES (USES)									
Transfers In	-	604,085	-	-	410,000	-	30,867	-	7,356,809
Transfers Out	-	(880,449)	-	-	(999,021)	-	-	-	(23,586,937)
Sale of Capital Assets	-	-	-	-	-	-	-	-	7,378
Total Other Financing Sources (Uses)	-	(276,364)	-	-	(589,021)	-	30,867	-	(16,222,750)
Net Change in Fund Balances	18,312	186,698	256,966	5,365	-	792,702	-	-	(4,440,675)
FUND BALANCES, January 1	178,150	1,299,620	1,193,833	436,960	-	387,971	-	-	28,321,245
FUND BALANCES, December 31	196,462	1,486,318	1,450,799	442,325	-	1,180,673	-	-	23,880,570

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2008**

Schedule 10

	Special Projects - General Government				Media Services			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	2,100,000	2,100,000	2,168,213	68,213
Hotel-Motel Tax	1,791,505	1,791,505	1,972,179	180,674	-	-	-	-
Total Taxes	1,791,505	1,791,505	1,972,179	180,674	2,100,000	2,100,000	2,168,213	68,213
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	310,931	2,490,931	1,520,708	(970,223)	-	-	-	-
Fees, Sales and Services	5,591,766	6,991,766	6,822,392	(169,374)	129,721	129,721	141,232	11,511
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	490,000	490,000	510,251	20,251	-	-	-	-
Increase in Fair Value of Investments	-	-	2,760	2,760	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	311,212	311,212	258,238	(52,974)	75,000	75,000	110,266	35,266
Total Revenues	8,495,414	12,075,414	11,086,528	(988,886)	2,304,721	2,304,721	2,419,711	114,990
EXPENDITURES								
Current								
General Government	2,940,571	5,120,571	4,112,587	1,007,984	765,789	762,189	601,909	160,280
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	32,300	32,300	37,422	(5,122)
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	2,940,571	5,120,571	4,112,587	1,007,984	798,089	794,489	639,331	155,158
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,554,843	6,954,843	6,973,941	19,098	1,506,632	1,510,232	1,780,380	270,148
OTHER FINANCING SOURCES (USES)								
Transfers In	18,577	427,358	427,668	310	-	-	-	-
Transfers Out	(5,706,280)	(7,106,280)	(6,847,446)	258,834	(1,605,244)	(1,608,844)	(1,607,090)	1,754
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(5,687,703)	(6,678,922)	(6,419,778)	259,144	(1,605,244)	(1,608,844)	(1,607,090)	1,754
Net Change in Fund Balances	(132,860)	275,921	554,163	278,242	(98,612)	(98,612)	173,290	271,902
FUND BALANCES, January 1	1,573,476	1,573,476	1,573,476	-	936,377	936,377	936,377	-
FUND BALANCES, December 31	1,440,616	1,849,397	2,127,639	278,242	837,765	837,765	1,109,667	271,902

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2008**

Schedule 10

	Charitable Gambling Enforcement				Utilities Rate Investigation Administration			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	120,000	120,000	123,385	3,385	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	-	-	-	-	81,044	81,044	85,477	4,433
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	-	-	-	-
Total Revenues	120,000	120,000	123,385	3,385	81,044	81,044	85,477	4,433
EXPENDITURES								
Current								
General Government	94,906	94,906	87,765	7,141	58,082	58,082	40,413	17,669
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	94,906	94,906	87,765	7,141	58,082	58,082	40,413	17,669
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,094	25,094	35,620	10,526	22,962	22,962	45,064	22,102
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(10,000)	(10,000)	(10,000)	-	(22,962)	(22,962)	(22,962)	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(10,000)	(10,000)	(10,000)	-	(22,962)	(22,962)	(22,962)	-
Net Change in Fund Balances	15,094	15,094	25,620	10,526	-	-	22,102	22,102
FUND BALANCES, January 1	2,239	2,239	2,239	-	50,802	50,802	50,802	-
FUND BALANCES, December 31	17,333	17,333	27,859	10,526	50,802	50,802	72,904	22,102

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS**
For the Fiscal Year Ended December 31, 2008

Schedule 10

	Property Code Enforcement				License and Permit			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	4,500	4,500	4,200	(300)	10,090,557	10,090,557	8,338,449	(1,752,108)
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	524,138	524,138	401,323	(122,815)	2,237,000	2,237,000	1,404,991	(832,009)
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	200,000	200,000	-	(200,000)	30,000	1,530,000	46,766	(1,483,234)
Total Revenues	728,638	728,638	405,523	(323,115)	12,357,557	13,857,557	9,790,206	(4,067,351)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	1,130,558	2,030,558	1,793,744	236,814	12,462,784	13,962,784	12,641,142	1,321,642
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	10,353	(10,353)
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	1,130,558	2,030,558	1,793,744	236,814	12,462,784	13,962,784	12,651,495	1,311,289
Excess (Deficiency) of Revenues Over (Under) Expenditures	(401,920)	(1,301,920)	(1,388,221)	(86,301)	(105,227)	(105,227)	(2,861,289)	(2,756,062)
OTHER FINANCING SOURCES (USES)								
Transfers In	240,000	1,140,000	501,584	(638,416)	113,000	113,000	136,196	23,196
Transfers Out	(3,300)	(3,300)	(1,209)	2,091	(517,483)	(517,483)	(410,687)	106,796
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	236,700	1,136,700	500,375	(636,325)	(404,483)	(404,483)	(274,491)	129,992
Net Change in Fund Balances	(165,220)	(165,220)	(887,846)	(722,626)	(509,710)	(509,710)	(3,135,780)	(2,626,070)
FUND BALANCES, January 1	355,100	355,100	355,100	-	2,686,335	2,686,335	2,686,335	-
FUND BALANCES, December 31	189,880	189,880	(532,746)	(722,626)	2,176,625	2,176,625	(449,445)	(2,626,070)

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES
 BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended December 31, 2008

Schedule 10

	Police Services - Pension Assets				Crime Laboratory			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	-	-	-	-	32,863	32,863	52,200	19,337
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	60,000	60,000	35,280	(24,720)	-	-	-	-
Increase in Fair Value of Investments	-	-	4,519	4,519	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	-	-	4,359	4,359
Total Revenues	60,000	60,000	39,799	(20,201)	32,863	32,863	56,559	23,696
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	109,153	109,153	117,871	(8,718)	69,370	69,370	76,275	(6,905)
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	109,153	109,153	117,871	(8,718)	69,370	69,370	76,275	(6,905)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(49,153)	(49,153)	(78,072)	(28,919)	(36,507)	(36,507)	(19,716)	16,791
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	31,000	31,000	31,000	-
Transfers Out	(1,123)	(1,123)	(1,123)	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(1,123)	(1,123)	(1,123)	-	31,000	31,000	31,000	-
Net Change in Fund Balances	(50,276)	(50,276)	(79,195)	(28,919)	(5,507)	(5,507)	11,284	16,791
FUND BALANCES, January 1	803,221	803,221	803,221	-	154,227	154,227	154,227	-
FUND BALANCES, December 31	752,945	752,945	724,026	(28,919)	148,720	148,720	165,511	16,791

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2008**

Schedule 10

	Emergency Communications Center Consolidation				Parking Enforcement			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	5,367,900	5,367,900	4,897,012	(470,888)	-	-	-	-
Assessments	-	-	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	-	-
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	-	-	-	-
Total Revenues	5,367,900	5,367,900	4,897,012	(470,888)	-	-	-	-
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	5,348,100	5,348,100	4,911,783	436,317	1,455,155	1,455,155	1,410,890	44,265
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Other Debt Principal	-	-	-	-	51,776	51,776	-	51,776
Interest - Other Debt	-	-	-	-	1,290	1,290	-	1,290
Total Expenditures	5,348,100	5,348,100	4,911,783	436,317	1,508,221	1,508,221	1,410,890	97,331
Excess (Deficiency) of Revenues Over (Under) Expenditures	19,800	19,800	(14,771)	(34,571)	(1,508,221)	(1,508,221)	(1,410,890)	97,331
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	1,512,901	1,512,901	1,415,570	(97,331)
Transfers Out	(19,800)	(19,800)	(19,800)	-	(4,680)	(4,680)	(4,680)	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(19,800)	(19,800)	(19,800)	-	1,508,221	1,508,221	1,410,890	(97,331)
Net Change in Fund Balances	-	-	(34,571)	(34,571)	-	-	-	-
FUND BALANCES, January 1	(680,278)	(680,278)	(680,278)	-	-	-	-	-
FUND BALANCES, December 31	(680,278)	(680,278)	(714,849)	(34,571)	-	-	-	-

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2008**

Schedule 10

	Special Projects Police				Police Officers Clothing			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	284,545	284,545	204,627	(79,918)	-	-	-	-
Intergovernmental Revenue	7,691,307	9,500,879	4,208,487	(5,292,392)	-	-	-	-
Fees, Sales and Services	2,373,516	2,566,016	2,359,245	(206,771)	-	-	-	-
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	18,000	18,000	65,155	47,155	-	-	-	-
Increase in Fair Value of Investments	-	-	22,691	22,691	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	1,057,358	1,223,231	693,601	(529,630)	-	-	-	-
Total Revenues	11,424,726	13,592,671	7,553,806	(6,038,865)	-	-	-	-
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	8,551,343	10,900,588	7,933,250	2,967,338	588,117	588,117	616,848	(28,731)
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	4,383,818	4,511,818	190,809	4,321,009	-	-	-	-
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	12,935,161	15,412,406	8,124,059	7,288,347	588,117	588,117	616,848	(28,731)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,510,435)	(1,819,735)	(570,253)	1,249,482	(588,117)	(588,117)	(616,848)	(28,731)
OTHER FINANCING SOURCES (USES)								
Transfers In	199,482	199,482	85,348	(114,134)	588,117	588,117	577,821	(10,296)
Transfers Out	(406,007)	(406,007)	(460,007)	(54,000)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(206,525)	(206,525)	(374,659)	(168,134)	588,117	588,117	577,821	(10,296)
Net Change in Fund Balances	(1,716,960)	(2,026,260)	(944,912)	1,081,348	-	-	(39,027)	(39,027)
FUND BALANCES, January 1	2,645,974	2,645,974	2,645,974	-	406,730	406,730	406,730	-
FUND BALANCES, December 31	929,014	619,714	1,701,062	1,081,348	406,730	406,730	367,703	(39,027)

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2008**

Schedule 10

	Fire Responsive Services				Fire Fighting Equipment			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	2,766,881	2,766,881	1,333,855	(1,433,026)	-	-	-	-
Fees, Sales and Services	2,000	2,000	9,462	7,462	-	-	34,135	34,135
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	44,250	44,250	36,810	(7,440)	-	-	-	-
Total Revenues	2,813,131	2,813,131	1,380,127	(1,433,004)	-	-	34,135	34,135
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	2,145,185	2,145,185	1,155,588	989,597	616,855	616,855	39,976	576,879
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	662,685	662,685	222,048	440,637	108,000	108,000	289,191	(181,191)
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	2,807,870	2,807,870	1,377,636	1,430,234	724,855	724,855	329,167	395,688
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,261	5,261	2,491	(2,770)	(724,855)	(724,855)	(295,032)	429,823
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	(46,215)	(46,215)	(46,215)	-
Sale of Capital Assets	-	-	-	-	-	-	2,139	2,139
Total Other Financing Sources (Uses)	-	-	-	-	(46,215)	(46,215)	(44,076)	2,139
Net Change in Fund Balances	5,261	5,261	2,491	(2,770)	(771,070)	(771,070)	(339,108)	431,962
FUND BALANCES, January 1	265,079	265,079	265,079	-	900,209	900,209	900,209	-
FUND BALANCES, December 31	270,340	270,340	267,570	(2,770)	129,139	129,139	561,101	431,962

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS**
For the Fiscal Year Ended December 31, 2008

Schedule 10

	Fire Protection Clothing				Right of Way Maintenance			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	2,309,305	2,460,437	2,954,471	494,034
Fees, Sales and Services	-	-	-	-	1,285,000	1,435,000	1,572,321	137,321
Assessments	-	-	-	-	21,463,873	21,463,873	21,171,763	(292,110)
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	-	-	32,581	32,581
Total Revenues	-	-	-	-	25,058,178	25,359,310	25,731,136	371,826
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	255,615	255,615	227,893	27,722	-	-	-	-
Highways and Streets	-	-	-	-	19,219,686	19,422,338	19,041,862	380,476
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	417,811	94,135	60,075	34,060
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	255,615	255,615	227,893	27,722	19,637,497	19,516,473	19,101,937	414,536
Excess (Deficiency) of Revenues Over (Under) Expenditures	(255,615)	(255,615)	(227,893)	27,722	5,420,681	5,842,837	6,629,199	786,362
OTHER FINANCING SOURCES (USES)								
Transfers In	255,615	255,615	255,654	39	-	214,999	214,999	-
Transfers Out	-	-	-	-	(7,750,779)	(7,661,901)	(7,299,204)	362,697
Sale of Capital Assets	-	-	-	-	-	-	5,239	5,239
Total Other Financing Sources (Uses)	255,615	255,615	255,654	39	(7,750,779)	(7,446,902)	(7,078,966)	367,936
Net Change in Fund Balances	-	-	27,761	27,761	(2,330,098)	(1,604,065)	(449,767)	1,154,298
FUND BALANCES, January 1	202,702	202,702	202,702	-	11,833,656	11,833,656	11,833,656	-
FUND BALANCES, December 31	202,702	202,702	230,463	27,761	9,503,558	10,229,591	11,383,889	1,154,298

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS**
For the Fiscal Year Ended December 31, 2008

Schedule 10

	Parking Meter Collections				Lighting Maintenance Assessment Districts			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	3,725,000	3,725,000	3,126,605	(598,395)	-	-	-	-
Fees, Sales and Services	2,030,672	2,030,672	1,943,004	(87,668)	-	-	-	-
Assessments	-	-	-	-	155,500	185,000	167,840	(17,160)
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	-	-	-	-
Total Revenues	5,755,672	5,755,672	5,069,609	(686,063)	155,500	185,000	167,840	(17,160)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	550,057	548,388	554,656	(6,268)	165,209	223,409	223,162	247
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	11,687	11,687	-	11,687	-	-	-	-
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	561,744	560,075	554,656	5,419	165,209	223,409	223,162	247
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,193,928	5,195,597	4,514,953	(680,644)	(9,709)	(38,409)	(55,322)	(16,913)
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(5,196,808)	(5,198,477)	(4,514,953)	683,524	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(5,196,808)	(5,198,477)	(4,514,953)	683,524	-	-	-	-
Net Change in Fund Balances	(2,880)	(2,880)	-	2,880	(9,709)	(38,409)	(55,322)	(16,913)
FUND BALANCES, January 1	-	-	-	-	281,879	281,879	281,879	-
FUND BALANCES, December 31	(2,880)	(2,880)	-	2,880	272,170	243,470	226,557	(16,913)

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS**
For the Fiscal Year Ended December 31, 2008

Schedule 10

	Solid Waste and Recycling				Special Projects - Division of Health			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	587,567	587,567	587,567	-	-	-	-	-
Fees, Sales and Services	-	-	-	-	4,236,131	4,236,131	3,664,531	(571,600)
Assessments	2,551,802	2,551,802	2,493,274	(58,528)	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	35,533	35,533	35,533	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	40	40	-	-	-	-
Total Revenues	3,174,902	3,174,902	3,116,414	(58,488)	4,236,131	4,236,131	3,664,531	(571,600)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	3,142,244	3,142,244	2,671,779	470,465	-	-	-	-
Health	-	-	-	-	4,236,131	4,236,131	3,664,531	571,600
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	3,142,244	3,142,244	2,671,779	470,465	4,236,131	4,236,131	3,664,531	571,600
Excess (Deficiency) of Revenues Over (Under) Expenditures	32,658	32,658	444,635	411,977	-	-	-	-
OTHER FINANCING SOURCES (USES)								
Transfers In	7,191	7,191	7,191	-	-	-	-	-
Transfers Out	(275,000)	(275,000)	(275,000)	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(267,809)	(267,809)	(267,809)	-	-	-	-	-
Net Change in Fund Balances	(235,151)	(235,151)	176,826	411,977	-	-	-	-
FUND BALANCES, January 1	1,818,333	1,818,333	1,818,333	-	53,497	53,497	53,497	-
FUND BALANCES, December 31	1,583,182	1,583,182	1,995,159	411,977	53,497	53,497	53,497	-

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS**
For the Fiscal Year Ended December 31, 2008

Schedule 10

	Municipal Stadium				Forestry Special			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	361,879	361,879	353,009	(8,870)	-	-	-	-
Assessments	-	-	-	-	400,000	400,000	-	(400,000)
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	-	-	60	60
Total Revenues	361,879	361,879	353,009	(8,870)	400,000	400,000	60	(399,940)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	419,544	419,544	460,310	(40,766)	2,699,231	2,699,231	2,505,386	193,845
Capital Outlay	14,900	14,900	20,252	(5,352)	-	-	1,217	(1,217)
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	434,444	434,444	480,562	(46,118)	2,699,231	2,699,231	2,506,603	192,628
Excess (Deficiency) of Revenues Over (Under) Expenditures	(72,565)	(72,565)	(127,553)	(54,988)	(2,299,231)	(2,299,231)	(2,506,543)	(207,312)
OTHER FINANCING SOURCES (USES)								
Transfers In	73,261	73,261	73,261	-	2,286,041	2,286,041	2,178,076	(107,965)
Transfers Out	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	73,261	73,261	73,261	-	2,286,041	2,286,041	2,178,076	(107,965)
Net Change in Fund Balances	696	696	(54,292)	(54,988)	(13,190)	(13,190)	(328,467)	(315,277)
FUND BALANCES, January 1	165,187	165,187	165,187	-	(206,404)	(206,404)	(206,404)	-
FUND BALANCES, December 31	165,883	165,883	110,895	(54,988)	(219,594)	(219,594)	(534,871)	(315,277)

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS**
For the Fiscal Year Ended December 31, 2008

Schedule 10

	Como Campus				Special Recreation Activities			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	140,000	140,000	135,000	(5,000)	-	-	29,035	29,035
Fees, Sales and Services	1,363,500	1,363,500	1,276,770	(86,730)	1,601,500	1,601,500	1,655,747	54,247
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	1,590,607	1,590,607	1,796,220	205,613	4,000	6,000	27,401	21,401
Total Revenues	3,094,107	3,094,107	3,207,990	113,883	1,605,500	1,607,500	1,712,183	104,683
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	3,398,448	3,398,448	3,803,500	(405,052)	1,575,885	1,577,885	1,694,106	(116,221)
Capital Outlay	21,321	21,321	21,680	(359)	-	-	23,921	(23,921)
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	3,419,769	3,419,769	3,825,180	(405,411)	1,575,885	1,577,885	1,718,027	(140,142)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(325,662)	(325,662)	(617,190)	(291,528)	29,615	29,615	(5,844)	(35,459)
OTHER FINANCING SOURCES (USES)								
Transfers In	407,489	407,489	407,489	-	-	-	-	-
Transfers Out	(106,832)	(106,832)	(153,996)	(47,164)	(33,095)	(33,095)	(33,095)	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	300,657	300,657	253,493	(47,164)	(33,095)	(33,095)	(33,095)	-
Net Change in Fund Balances	(25,005)	(25,005)	(363,697)	(338,692)	(3,480)	(3,480)	(38,939)	(35,459)
FUND BALANCES, January 1	137,212	137,212	137,212	-	77,718	77,718	77,718	-
FUND BALANCES, December 31	112,207	112,207	(226,485)	(338,692)	74,238	74,238	38,779	(35,459)

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended December 31, 2008**

Schedule 10

	Municipal Athletic Programming				Charitable Gambling			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Fees, Sales and Services	671,500	671,500	621,104	(50,396)	20,000	20,000	12,186	(7,814)
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	237	237	-	-	5,165	5,165
Increase in Fair Value of Investments	-	-	875	875	-	-	2,137	2,137
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	3,849	3,849	-	-	-	-
Total Revenues	671,500	671,500	626,065	(45,435)	20,000	20,000	19,488	(512)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	655,330	655,330	490,079	165,251	25,000	25,000	-	25,000
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	655,330	655,330	490,079	165,251	25,000	25,000	-	25,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	16,170	16,170	135,986	119,816	(5,000)	(5,000)	19,488	24,488
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-
Net Change in Fund Balances	16,170	16,170	135,986	119,816	(5,000)	(5,000)	19,488	24,488
FUND BALANCES, January 1	(47,118)	(47,118)	(47,118)	-	117,264	117,264	117,264	-
FUND BALANCES, December 31	(30,948)	(30,948)	88,868	119,816	112,264	112,264	136,752	24,488

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS**
For the Fiscal Year Ended December 31, 2008

Schedule 10

	Debt - Capital Improvement				Parks and Recreation Opportunity			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	64,780	64,780	-	-	-	-
Intergovernmental Revenue	-	-	122,726	122,726	-	-	-	-
Fees, Sales and Services	-	-	3,500	3,500	5,000	5,000	-	(5,000)
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	3,680	3,680	-	-	3,848	3,848
Increase in Fair Value of Investments	-	-	461	461	-	-	1,348	1,348
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	60,000	160,000	154,990	(5,010)
Total Revenues	-	-	195,147	195,147	65,000	165,000	160,186	(4,814)
EXPENDITURES								
Current								
General Government	-	-	14,110	(14,110)	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	85,206	185,206	135,876	49,330
Capital Outlay	70,910	70,910	279,843	(208,933)	10,000	10,000	5,998	4,002
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	70,910	70,910	293,953	(223,043)	95,206	195,206	141,874	53,332
Excess (Deficiency) of Revenues Over (Under) Expenditures	(70,910)	(70,910)	(98,806)	(27,896)	(30,206)	(30,206)	18,312	48,518
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-
Net Change in Fund Balances	(70,910)	(70,910)	(98,806)	(27,896)	(30,206)	(30,206)	18,312	48,518
FUND BALANCES, January 1	291,294	291,294	291,294	-	178,150	178,150	178,150	-
FUND BALANCES, December 31	220,384	220,384	192,488	(27,896)	147,944	147,944	196,462	48,518

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
 NONMAJOR SPECIAL REVENUE FUNDS**
 For the Fiscal Year Ended December 31, 2008

Schedule 10

	Parks and Recreation Grant and Aids				Library Agency Revenues and Grants			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	-	-	-	-
Hotel-Motel Tax	-	-	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	2,068,755	2,356,445	2,614,627	258,182	179,073	179,073	261,619	82,546
Fees, Sales and Services	22,319	22,319	77,580	55,261	392,092	392,092	437,388	45,296
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	-	-	-	-	-	-	-	-
Increase in Fair Value of Investments	-	-	-	-	-	-	-	-
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	105,000	320,253	323,019	2,766	675,403	675,403	499,659	(175,744)
Total Revenues	2,196,074	2,699,017	3,015,226	316,209	1,246,568	1,246,568	1,198,666	(47,902)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Culture and Recreation	1,833,622	2,261,565	2,552,164	(290,599)	1,196,104	1,196,104	898,609	297,495
Capital Outlay	136,092	286,092	-	286,092	170,176	170,176	43,091	127,085
Debt Service								
Other Debt Principal	-	-	-	-	-	-	-	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Total Expenditures	1,969,714	2,547,657	2,552,164	(4,507)	1,366,280	1,366,280	941,700	424,580
Excess (Deficiency) of Revenues Over (Under) Expenditures	226,360	151,360	463,062	311,702	(119,712)	(119,712)	256,966	376,678
OTHER FINANCING SOURCES (USES)								
Transfers In	491,465	641,465	604,085	(37,380)	-	-	-	-
Transfers Out	(762,710)	(762,710)	(880,449)	(117,739)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(271,245)	(121,245)	(276,364)	(155,119)	-	-	-	-
Net Change in Fund Balances	(44,885)	30,115	186,698	156,583	(119,712)	(119,712)	256,966	376,678
FUND BALANCES, January 1	1,299,620	1,299,620	1,299,620	-	1,193,833	1,193,833	1,193,833	-
FUND BALANCES, December 31	1,254,735	1,329,735	1,486,318	156,583	1,074,121	1,074,121	1,450,799	376,678

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR SPECIAL REVENUE FUNDS**
For the Fiscal Year Ended December 31, 2008

Schedule 10

	Rella Havens Memorial Fund				Total			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Gross Earnings Franchise Fees	-	-	-	-	2,100,000	2,100,000	2,168,213	68,213
Hotel-Motel Tax	-	-	-	-	1,791,505	1,791,505	1,972,179	180,674
Total Taxes	-	-	-	-	3,891,505	3,891,505	4,140,392	248,887
Licenses and Permits	-	-	-	-	10,499,602	10,499,602	8,735,441	(1,764,161)
Intergovernmental Revenue	-	-	-	-	19,778,819	24,207,213	16,894,700	(7,312,513)
Fees, Sales and Services	-	-	-	-	28,329,541	30,072,041	27,824,609	(2,247,432)
Assessments	-	-	-	-	24,571,175	24,600,675	23,832,877	(767,798)
Investment Income								
Interest Earned on Investments	20,016	20,016	18,164	(1,852)	588,016	588,016	641,780	53,764
Increase in Fair Value of Investments	-	-	7,148	7,148	-	-	41,939	41,939
Interest Earned - Other	-	-	-	-	35,533	35,533	35,533	-
Miscellaneous Revenue - Other	-	-	-	-	4,152,830	6,135,956	3,987,859	(2,148,097)
Total Revenues	20,016	20,016	25,312	5,296	91,847,021	100,030,541	86,135,130	(13,895,411)
EXPENDITURES								
Current								
General Government	-	-	-	-	3,859,348	6,035,748	4,856,784	1,178,964
Public Safety	-	-	-	-	32,732,235	37,481,480	30,925,260	6,556,220
Highways and Streets	-	-	-	-	19,934,952	20,194,135	19,819,680	374,455
Sanitation	-	-	-	-	3,142,244	3,142,244	2,671,779	470,465
Health	-	-	-	-	4,236,131	4,236,131	3,664,531	571,600
Culture and Recreation	20,016	20,016	19,947	69	11,908,386	12,438,329	12,559,977	(121,648)
Capital Outlay	-	-	-	-	6,039,700	5,994,024	1,205,900	4,788,124
Debt Service								
Other Debt Principal	-	-	-	-	51,776	51,776	-	51,776
Interest - Other Debt	-	-	-	-	1,290	1,290	-	1,290
Total Expenditures	20,016	20,016	19,947	69	81,906,062	89,575,157	75,703,911	13,871,246
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	5,365	5,365	9,940,959	10,455,384	10,431,219	(24,165)
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	6,224,139	7,897,919	6,915,942	(981,977)
Transfers Out	-	-	-	-	(22,468,318)	(23,784,709)	(22,587,916)	1,196,793
Sale of Capital Assets	-	-	-	-	-	-	7,378	7,378
Total Other Financing Sources (Uses)	-	-	-	-	(16,244,179)	(15,886,790)	(15,664,596)	222,194
Net Change in Fund Balances	-	-	5,365	5,365	(6,303,220)	(5,431,406)	(5,233,377)	198,029
FUND BALANCES, January 1	436,960	436,960	436,960	-	27,933,274	27,933,274	27,933,274	-
FUND BALANCES, December 31	436,960	436,960	442,325	5,365	21,630,054	22,501,868	22,699,897	198,029
					FUND BALANCES, Multi-Year Funds	1,180,673		
					FUND BALANCES, December 31	23,880,570		

City of Saint Paul, Minnesota
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
 December 31, 2008

Schedule 11

	G.O. Special Assessment - Streets	City Revenue Bonds and Other Long-Term Debt	Library Debt	Revenue Notes and Other Long-Term Debt	Total Nonmajor Debt Service Funds
ASSETS					
Cash and Investments with Treasurer	10,437,217	-	672,506	39,081	11,148,804
Cash and Investments with Trustees	-	6,602,682	-	-	6,602,682
Receivables					
Property Taxes - Due from Ramsey County Assessments	3,208	-	-	-	3,208
Accrued Interest	13,980,416	-	-	-	13,980,416
Due from Other Funds	176,181	23,888	18,250	1,928	220,247
Due from Other Governmental Units	89,788	-	-	537,100	626,888
	37,684	-	-	-	37,684
TOTAL ASSETS	24,724,494	6,626,570	690,756	578,109	32,619,929
LIABILITIES AND FUND BALANCES					
Liabilities					
Interfund Payable for Pooled Cash and Investments Overdrafts	-	4,518	-	-	4,518
Deferred Revenue	14,045,955	23,145	6,789	717	14,076,606
Total Liabilities	14,045,955	27,663	6,789	717	14,081,124
Fund Balances					
Reserved for					
Mandatory 5% for Retirement of Debt	319,234	-	35,840	-	355,074
Unreserved					
Designated for Net Unrealized Gains	335,741	-	34,778	3,675	374,194
Designated for Debt Service	10,023,564	6,598,907	613,349	573,717	17,809,537
Total Fund Balances	10,678,539	6,598,907	683,967	577,392	18,538,805
TOTAL LIABILITIES AND FUND BALANCES	24,724,494	6,626,570	690,756	578,109	32,619,929

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN
 FUND BALANCES**
NONMAJOR DEBT SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2008

Schedule 12

	G.O. Special Assessment - Streets	City Revenue Bonds and Other Long-Term Debt	Library Debt	Revenue Notes and Other Long-Term Debt	Total Nonmajor Debt Service Funds
REVENUES					
Taxes					
Property Taxes					
Current Taxpayer	468,066	-	2,460,587	-	2,928,653
Total Taxes	468,066	-	2,460,587	-	2,928,653
Intergovernmental Revenue	18,290	-	101,187	-	119,477
Fees, Sales and Services	-	3,500,000	-	-	3,500,000
Assessments	3,003,331	-	-	-	3,003,331
Investment Income					
Interest Earned on Investments	858,487	185,321	51,077	16,330	1,111,215
Increase in Fair Value of Investments	319,625	115	36,236	3,158	359,134
Miscellaneous Revenue - Other	-	3,355,277	-	243,765	3,599,042
Total Revenues	4,667,799	7,040,713	2,649,087	263,253	14,620,852
EXPENDITURES					
Debt Service					
Bond Principal	3,770,000	1,720,000	200,000	-	5,690,000
Other Debt Principal	-	1,500,000	-	684,662	2,184,662
Interest - Bonds	2,106,189	6,146,303	522,050	-	8,774,542
Interest - Other Debt	-	-	-	248,873	248,873
Total Expenditures	5,876,189	9,366,303	722,050	933,535	16,898,077
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,208,390)	(2,325,590)	1,927,037	(670,282)	(2,277,225)
OTHER FINANCING SOURCES (USES)					
Transfers In	255,000	3,745,761	-	639,600	4,640,361
Transfers Out	-	(1,403,226)	(1,940,911)	-	(3,344,137)
Total Other Financing Sources (Uses)	255,000	2,342,535	(1,940,911)	639,600	1,296,224
Net Change in Fund Balances	(953,390)	16,945	(13,874)	(30,682)	(981,001)
FUND BALANCES, January 1	11,631,929	6,581,962	697,841	608,074	19,519,806
FUND BALANCES, December 31	10,678,539	6,598,907	683,967	577,392	18,538,805

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 13

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 DEBT SERVICE FUNDS

For the Fiscal Year Ended December 31, 2008

	General Debt Service				HRA General Debt Service			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	7,227,698	7,227,698	7,169,871	(57,827)	-	-	-	-
Current Tax Increment	-	-	-	-	10,083,533	10,846,644	11,860,032	1,013,388
Delinquent Taxpayer	100,000	100,000	132,892	32,892	-	-	-	-
Delinquent Tax Increment	-	-	-	-	-	-	40,130	40,130
Total Taxes	7,327,698	7,327,698	7,302,763	(24,935)	10,083,533	10,846,644	11,900,162	1,053,518
Intergovernmental Revenue	285,485	285,485	280,967	(4,518)	17,102	17,102	141,670	124,568
Fees, Sales and Services	-	-	102,234	102,234	-	-	-	-
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	521,702	521,702	342,324	(179,378)	444,377	471,177	588,869	117,692
Increase in Fair Value of Investments	-	-	120,372	120,372	-	-	177,928	177,928
Interest Earned - Other	-	-	-	-	691,470	691,470	302,590	(388,880)
Miscellaneous Revenue - Other	-	-	5,000	5,000	936,487	1,136,487	1,723,419	586,932
Total Revenues	8,134,885	8,134,885	8,153,660	18,775	12,172,969	13,162,880	14,834,638	1,671,758
EXPENDITURES								
Current								
General Government	610,421	610,421	541,930	68,491	-	-	-	-
Housing and Economic Development	-	-	-	-	997,195	2,190,057	2,310,858	(120,801)
Debt Service								
Bond Principal	16,985,000	16,985,000	16,985,000	-	8,591,180	8,676,180	8,712,180	(36,000)
Other Debt Principal	-	-	-	-	549,020	549,020	199,494	349,526
Interest - Bonds	3,651,548	3,651,548	3,532,100	119,448	7,185,089	7,371,646	7,331,774	39,872
Interest - Other Debt	-	-	-	-	636,808	636,808	543,346	93,462
Bond Issuance Costs	5,000	5,000	-	5,000	-	-	-	-
Total Expenditures	21,251,969	21,251,969	21,059,030	192,939	17,959,292	19,423,711	19,097,652	326,059
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,117,084)	(13,117,084)	(12,905,370)	211,714	(5,786,323)	(6,260,831)	(4,263,014)	1,997,817
OTHER FINANCING SOURCES (USES)								
Transfers In	12,212,178	12,212,178	12,130,874	(81,304)	18,271,529	19,277,272	17,728,221	(1,549,051)
Transfers Out	(245,768)	(245,768)	(223,544)	22,224	(17,532,648)	(17,784,444)	(16,631,136)	1,153,308
Total Other Financing Sources (Uses)	11,966,410	11,966,410	11,907,330	(59,080)	738,881	1,492,828	1,097,085	(395,743)
Net Change in Fund Balances	(1,150,674)	(1,150,674)	(998,040)	152,634	(5,047,442)	(4,768,003)	(3,165,929)	1,602,074
FUND BALANCES, January 1	18,960,941	18,960,941	18,960,941	-	24,525,110	24,525,110	24,525,110	-
FUND BALANCES, December 31	17,810,267	17,810,267	17,962,901	152,634	19,477,668	19,757,107	21,359,181	1,602,074

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 13

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 DEBT SERVICE FUNDS

For the Fiscal Year Ended December 31, 2008

	G.O. Special Assessment - Streets				City Revenue Bonds and Other Long-Term Debt			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	481,001	481,001	468,066	(12,935)	-	-	-	-
Current Tax Increment	-	-	-	-	-	-	-	-
Delinquent Taxpayer	-	-	-	-	-	-	-	-
Delinquent Tax Increment	-	-	-	-	-	-	-	-
Total Taxes	481,001	481,001	468,066	(12,935)	-	-	-	-
Intergovernmental Revenue	18,999	18,999	18,290	(709)	-	-	-	-
Fees, Sales and Services	-	-	-	-	3,500,000	3,500,000	3,500,000	-
Assessments	3,565,955	3,565,955	3,003,331	(562,624)	-	-	-	-
Investment Income								
Interest Earned on Investments	263,430	263,430	858,487	595,057	-	-	185,321	185,321
Increase in Fair Value of Investments	-	-	319,625	319,625	-	-	115	115
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	3,341,734	3,341,734	3,355,277	13,543
Total Revenues	4,329,385	4,329,385	4,667,799	338,414	6,841,734	6,841,734	7,040,713	198,979
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Housing and Economic Development	-	-	-	-	-	-	-	-
Debt Service								
Bond Principal	3,770,000	3,770,000	3,770,000	-	1,720,000	1,720,000	1,720,000	-
Other Debt Principal	-	-	-	-	1,500,000	1,500,000	1,500,000	-
Interest - Bonds	2,030,698	2,030,698	2,106,189	(75,491)	6,146,303	6,146,303	6,146,303	-
Interest - Other Debt	-	-	-	-	-	-	-	-
Bond Issuance Costs	-	-	-	-	-	-	-	-
Total Expenditures	5,800,698	5,800,698	5,876,189	(75,491)	9,366,303	9,366,303	9,366,303	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,471,313)	(1,471,313)	(1,208,390)	262,923	(2,524,569)	(2,524,569)	(2,325,590)	198,979
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	255,000	255,000	1,695,573	1,695,573	3,745,761	2,050,188
Transfers Out	-	-	-	-	-	-	(1,403,226)	(1,403,226)
Total Other Financing Sources (Uses)	-	-	255,000	255,000	1,695,573	1,695,573	2,342,535	646,962
Net Change in Fund Balances	(1,471,313)	(1,471,313)	(953,390)	517,923	(828,996)	(828,996)	16,945	845,941
FUND BALANCES, January 1	11,631,929	11,631,929	11,631,929	-	6,581,962	6,581,962	6,581,962	-
FUND BALANCES, December 31	10,160,616	10,160,616	10,678,539	517,923	5,752,966	5,752,966	6,598,907	845,941

continued

City of Saint Paul, Minnesota
 COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES

Schedule 13

BUDGET AND ACTUAL - ANNUALLY BUDGETED
 DEBT SERVICE FUNDS

For the Fiscal Year Ended December 31, 2008

	Library Debt				Revenue Notes and Other Long-Term Debt			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Taxes								
Property Taxes								
Current Taxpayer	2,561,774	2,561,774	2,460,587	(101,187)	-	-	-	-
Current Tax Increment	-	-	-	-	-	-	-	-
Delinquent Taxpayer	-	-	-	-	-	-	-	-
Delinquent Tax Increment	-	-	-	-	-	-	-	-
Total Taxes	2,561,774	2,561,774	2,460,587	(101,187)	-	-	-	-
Intergovernmental Revenue	101,187	101,187	101,187	-	-	-	-	-
Fees, Sales and Services	-	-	-	-	-	-	-	-
Assessments	-	-	-	-	-	-	-	-
Investment Income								
Interest Earned on Investments	20,000	20,000	51,077	31,077	-	-	16,330	16,330
Increase in Fair Value of Investments	-	-	36,236	36,236	-	-	3,158	3,158
Interest Earned - Other	-	-	-	-	-	-	-	-
Miscellaneous Revenue - Other	-	-	-	-	392,985	392,985	243,765	(149,220)
Total Revenues	2,682,961	2,682,961	2,649,087	(33,874)	392,985	392,985	263,253	(129,732)
EXPENDITURES								
Current								
General Government	-	-	-	-	-	-	-	-
Housing and Economic Development	-	-	-	-	-	-	-	-
Debt Service								
Bond Principal	200,000	200,000	200,000	-	-	-	-	-
Other Debt Principal	-	-	-	-	697,570	697,570	684,662	12,908
Interest - Bonds	981,825	981,825	522,050	459,775	-	-	-	-
Interest - Other Debt	-	-	-	-	269,968	269,968	248,873	21,095
Bond Issuance Costs	-	-	-	-	-	-	-	-
Total Expenditures	1,181,825	1,181,825	722,050	459,775	967,538	967,538	933,535	34,003
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,501,136	1,501,136	1,927,037	425,901	(574,553)	(574,553)	(670,282)	(95,729)
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	574,553	574,553	639,600	65,047
Transfers Out	(1,940,911)	(1,940,911)	(1,940,911)	-	-	-	-	-
Total Other Financing Sources (Uses)	(1,940,911)	(1,940,911)	(1,940,911)	-	574,553	574,553	639,600	65,047
Net Change in Fund Balances	(439,775)	(439,775)	(13,874)	425,901	-	-	(30,682)	(30,682)
FUND BALANCES, January 1	697,841	697,841	697,841	-	608,074	608,074	608,074	-
FUND BALANCES, December 31	258,066	258,066	683,967	425,901	608,074	608,074	577,392	(30,682)

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES
 IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
 DEBT SERVICE FUNDS**
 For the Fiscal Year Ended December 31, 2008

Schedule 13

	Total			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes				
Property Taxes				
Current Taxpayer	10,270,473	10,270,473	10,098,524	(171,949)
Current Tax Increment	10,083,533	10,846,644	11,860,032	1,013,388
Delinquent Taxpayer	100,000	100,000	132,892	32,892
Delinquent Tax Increment	-	-	40,130	40,130
Total Taxes	20,454,006	21,217,117	22,131,578	914,461
Intergovernmental Revenue	422,773	422,773	542,114	119,341
Fees, Sales and Services	3,500,000	3,500,000	3,602,234	102,234
Assessments	3,565,955	3,565,955	3,003,331	(562,624)
Investment Income				
Interest Earned on Investments	1,249,509	1,276,309	2,042,408	766,099
Increase in Fair Value of Investments	-	-	657,434	657,434
Interest Earned - Other	691,470	691,470	302,590	(388,880)
Miscellaneous Revenue - Other	4,671,206	4,871,206	5,327,461	456,255
Total Revenues	34,554,919	35,544,830	37,609,150	2,064,320
EXPENDITURES				
Current				
General Government	610,421	610,421	541,930	68,491
Housing and Economic Development	997,195	2,190,057	2,310,858	(120,801)
Debt Service				
Bond Principal	31,266,180	31,351,180	31,387,180	(36,000)
Other Debt Principal	2,746,590	2,746,590	2,384,156	362,434
Interest - Bonds	19,995,463	20,182,020	19,638,416	543,604
Interest - Other Debt	906,776	906,776	792,219	114,557
Bond Issuance Costs	5,000	5,000	-	5,000
Total Expenditures	56,527,625	57,992,044	57,054,759	937,285
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,972,706)	(22,447,214)	(19,445,609)	3,001,605
OTHER FINANCING SOURCES (USES)				
Transfers In	32,753,833	33,759,576	34,499,456	739,880
Transfers Out	(19,719,327)	(19,971,123)	(20,198,817)	(227,694)
Total Other Financing Sources (Uses)	13,034,506	13,788,453	14,300,639	512,186
Net Change in Fund Balances	(8,938,200)	(8,658,761)	(5,144,970)	3,513,791
FUND BALANCES, January 1	63,005,857	63,005,857	63,005,857	-
FUND BALANCES, December 31	54,067,657	54,347,096	57,860,887	3,513,791

City of Saint Paul, Minnesota
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
 December 31, 2008

Schedule 14

	Capital Improvement Bonds	Library Capital Projects	City Downtown Capital Projects	City Sales Tax	HRA Development Capital Projects	HRA Tax Increment	Total Nonmajor Capital Projects Funds
ASSETS							
Cash and Investments with Treasurer	17,171,879	590,945	466,816	18,405,557	16,897,516	12,485,132	66,017,845
Cash and Investments with Trustees	-	-	-	3,808,553	8,304,006	1,089,395	13,201,954
Receivables							
Property Taxes - Due from Ramsey County	-	-	-	-	-	32,226	32,226
Property Taxes - Delinquent	-	-	-	-	-	53,307	53,307
Notes and Loans	-	-	315,000	6,677,424	32,100	278,066	7,302,590
Accrued Interest	141,309	4,813	-	489,290	1,176	95,261	731,849
Due from Other Funds	48,639	-	-	29,731	500,000	422,174	1,000,544
Due from Other Governmental Units	-	-	-	1,386,236	-	-	1,386,236
Advance to Other Funds	-	-	-	-	640,000	-	640,000
Land Held for Resale	-	-	-	-	702,000	808,500	1,510,500
TOTAL ASSETS	17,361,827	595,758	781,816	30,796,791	27,076,798	15,264,061	91,877,051
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts Payable	-	74,196	-	-	620,549	30,912	725,657
Due to Other Funds	4,228,626	12,000	376,159	764,304	-	402,499	5,783,588
Advance from Other Funds	-	-	-	-	-	8,759,687	8,759,687
Deferred Revenue	52,567	1,790	315,000	6,967,087	734,100	1,177,677	9,248,221
Total Liabilities	4,281,193	87,986	691,159	7,731,391	1,354,649	10,370,775	24,517,153
Fund Balances							
Reserved for Encumbrances	-	53,687	-	-	954,402	2,595	1,010,684
Reserved for Advance to Other Funds	-	-	-	-	640,000	-	640,000
Unreserved							
Designated for Net Unrealized Gains	269,287	9,171	-	603,869	-	173,800	1,056,127
Designated for Specific Capital Projects	12,811,347	444,914	90,657	22,461,531	24,127,747	4,716,891	64,653,087
Total Fund Balances	13,080,634	507,772	90,657	23,065,400	25,722,149	4,893,286	67,359,898
TOTAL LIABILITIES AND FUND BALANCES	17,361,827	595,758	781,816	30,796,791	27,076,798	15,264,061	91,877,051

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES**
NONMAJOR CAPITAL PROJECTS FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 15

	Capital Improvement Bonds	Library Capital Projects	City Downtown Capital Projects	City Sales Tax	HRA Development Capital Projects	HRA Tax Increment	Total Nonmajor Capital Projects Funds
REVENUES							
Taxes							
Property Taxes							
Current Tax Increment	-	-	-	-	-	4,557,010	4,557,010
Delinquent Tax Increment	-	-	-	-	-	138,287	138,287
Total Property Taxes	-	-	-	-	-	4,695,297	4,695,297
City Sales Tax	-	-	-	14,990,854	-	-	14,990,854
Total Taxes	-	-	-	14,990,854	-	4,695,297	19,686,151
Intergovernmental Revenue	-	-	-	-	250,000	60,689	310,689
Fees, Sales and Services	-	-	-	14,897	-	-	14,897
Investment Income							
Interest Earned on Investments	620,525	30,045	-	1,507,157	8	433,072	2,590,807
Increase in Fair Value of Investments	254,812	8,095	-	588,399	-	165,161	1,016,467
Interest Earned - Other	-	-	-	316,343	-	3,692	320,035
Miscellaneous Revenue - Other	-	-	-	822,646	-	13,689	836,335
Total Revenues	875,337	38,140	-	18,240,296	250,008	5,371,600	24,775,381
EXPENDITURES							
Current							
Culture and Recreation	-	251,423	-	-	-	-	251,423
Housing and Economic Development	-	-	1,100,011	6,349,444	4,593,994	1,374,152	13,417,601
Capital Outlay	-	111,191	-	2,000,301	-	-	2,111,492
Debt Service							
Interest - Other Debt	-	-	-	-	-	3,223,028	3,223,028
Bond Issuance Costs	85,437	-	-	-	274,195	-	359,632
Total Expenditures	85,437	362,614	1,100,011	8,349,745	4,868,189	4,597,180	19,363,176
Excess (Deficiency) of Revenues Over (Under) Expenditures	789,900	(324,474)	(1,100,011)	9,890,551	(4,618,181)	774,420	5,412,205
OTHER FINANCING SOURCES (USES)							
Transfers In	3,199,000	-	3,769,579	8,419,286	-	352,993	15,740,858
Transfers Out	(7,628,500)	-	(2,694,079)	(21,016,948)	(7,941,391)	(167,130)	(39,448,048)
Bonds Issued	6,330,000	-	-	-	7,685,000	-	14,015,000
Premium on Bonds Issued	31,185	-	-	-	-	-	31,185
Discount on Bonds Issued	-	-	-	-	(68,326)	-	(68,326)
Total Other Financing Sources (Uses)	1,931,685	-	1,075,500	(12,597,662)	(324,717)	185,863	(9,729,331)
Net Change in Fund Balances	2,721,585	(324,474)	(24,511)	(2,707,111)	(4,942,898)	960,283	(4,317,126)
FUND BALANCES, January 1	10,359,049	832,246	115,168	25,772,511	30,665,047	3,933,003	71,677,024
FUND BALANCES, December 31	13,080,634	507,772	90,657	23,065,400	25,722,149	4,893,286	67,359,898

City of Saint Paul, Minnesota
COMBINING BALANCE SHEET
NONMAJOR PERMANENT FUNDS
 December 31, 2008

Schedule 16

198

	Japanese Gardens	Hoffman Memorial	Total Nonmajor Permanent Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Investments with Treasurer	61,145	11,381	72,526
Receivables			
Accrued Interest	533	99	632
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>61,678</u>	<u>11,480</u>	<u>73,158</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts Payable	1,259	-	1,259
Deferred Revenue	199	37	236
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>1,458</u>	<u>37</u>	<u>1,495</u>
Fund Balances			
Reserved for Permanent Fund Activities	30,000	5,000	35,000
Unreserved			
Designated for Net Unrealized Gains	1,016	189	1,205
Undesignated	29,204	6,254	35,458
	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>60,220</u>	<u>11,443</u>	<u>71,663</u>
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES AND FUND BALANCES	<u>61,678</u>	<u>11,480</u>	<u>73,158</u>

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN
 FUND BALANCES**
NONMAJOR PERMANENT FUNDS
 For the Fiscal Year Ended December 31, 2008

Schedule 17

	Japanese Gardens	Hoffman Memorial	Total Nonmajor Permanent Funds
REVENUES			
Investment Income			
Interest Earned on Investments	2,439	454	2,893
Increase in Fair Value of Investments	970	181	1,151
Total Revenues	3,409	635	4,044
EXPENDITURES			
Current			
Culture and Recreation	1,260	-	1,260
Total Expenditures	1,260	-	1,260
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,149	635	2,784
Net Change in Fund Balances	2,149	635	2,784
FUND BALANCES, January 1	58,071	10,808	68,879
FUND BALANCES, December 31	60,220	11,443	71,663

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR PERMANENT FUNDS**
For the Fiscal Year Ended December 31, 2008

Schedule 18

	Japanese Gardens				Hoffman Memorial			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final			Original	Final		
REVENUES								
Investment Income								
Interest Earned on Investments	1,700	1,700	2,439	739	300	300	454	154
Increase in Fair Value of Investments	-	-	970	970	-	-	181	181
Total Revenues	1,700	1,700	3,409	1,709	300	300	635	335
EXPENDITURES								
Current								
Culture and Recreation	1,700	1,700	1,260	440	300	300	-	300
Total Expenditures	1,700	1,700	1,260	440	300	300	-	300
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	2,149	2,149	-	-	635	635
Net Change in Fund Balances	-	-	2,149	2,149	-	-	635	635
FUND BALANCES, January 1	58,071	58,071	58,071	-	10,808	10,808	10,808	-
FUND BALANCES, December 31	58,071	58,071	60,220	2,149	10,808	10,808	11,443	635

continued

City of Saint Paul, Minnesota
**COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES**
**BUDGET AND ACTUAL - ANNUALLY BUDGETED
NONMAJOR PERMANENT FUNDS**
For the Fiscal Year Ended December 31, 2008

	<u>Total</u>			
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment Income				
Interest Earned on Investments	2,000	2,000	2,893	893
Increase in Fair Value of Investments	-	-	1,151	1,151
Total Revenues	<u>2,000</u>	<u>2,000</u>	<u>4,044</u>	<u>2,044</u>
EXPENDITURES				
Current				
Culture and Recreation	2,000	2,000	1,260	740
Total Expenditures	<u>2,000</u>	<u>2,000</u>	<u>1,260</u>	<u>740</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>2,784</u>	<u>2,784</u>
Net Change in Fund Balances	<u>-</u>	<u>-</u>	<u>2,784</u>	<u>2,784</u>
FUND BALANCES, January 1	<u>68,879</u>	<u>68,879</u>	<u>68,879</u>	<u>-</u>
FUND BALANCES, December 31	<u>68,879</u>	<u>68,879</u>	<u>71,663</u>	<u>2,784</u>

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Nonmajor Enterprise Funds

Enterprise Funds

Enterprise funds account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate.

Special Services - to account for the operations of park pavilions, refreshment stands, golf courses, canoe and boat rentals, swimming pools and beaches, tennis instructions, ski instructions, and ski facilities.

Watergate Marina - to account for the operation and maintenance of the Marina.

Impounding Lot - to account for the city's vehicle impounding operations. Charges are made for the towing and storage of impounded vehicles and are collected when vehicles are claimed. Unclaimed vehicles are sold at public auction and proceeds retained. Funds are also received from the salvage of vehicles junked.

River Print Saint Paul/Ramsey County - to account for printing services rendered to city departments, offices, and other governmental units.

City of Saint Paul, Minnesota
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
 December 31, 2008

Schedule 19

	Special Services	Watergate Marina	Impounding Lot	RiverPrint Saint Paul/ Ramsey County	Total
ASSETS					
Current Assets					
Cash and Investments with Treasurer	-	-	765,062	275,181	1,040,243
Imprest Funds	5,500	-	1,000	-	6,500
Receivables					
Accounts (net of allowance for estimated uncollectibles)	20,913	-	-	126	21,039
Accrued Interest	7,134	-	-	-	7,134
Due from Other Funds	20,362	-	3,311	7,411	31,084
Due from Component Units	-	-	-	20,473	20,473
Due from Other Governmental Units	121	-	162	129,006	129,289
Inventories					
Materials and Supplies	50,343	-	-	138,314	188,657
Impounded Cars	-	-	122,838	-	122,838
Total Current Assets	104,373	-	892,373	570,511	1,567,257
Noncurrent Assets					
Restricted Assets					
Investment for Revenue Bond Debt Service Reserve	666,750	-	-	-	666,750
Total Restricted Assets	666,750	-	-	-	666,750
Other Assets					
Deferred Charges	95,678	-	-	-	95,678
Total Other Assets	95,678	-	-	-	95,678
Capital Assets					
Land	3,511,808	-	-	-	3,511,808
Buildings and Structures	2,396,984	332,293	13,395	-	2,742,672
Less: Accumulated Depreciation	(854,542)	(277,293)	(13,395)	-	(1,145,230)
Equipment	2,314,237	68,126	74,097	705,118	3,161,578
Less: Accumulated Depreciation	(1,700,976)	(68,126)	(41,988)	(664,411)	(2,475,501)
Total Capital Assets	5,667,511	55,000	32,109	40,707	5,795,327
Total Noncurrent Assets	6,429,939	55,000	32,109	40,707	6,557,755
TOTAL ASSETS	6,534,312	55,000	924,482	611,218	8,125,012

continued

City of Saint Paul, Minnesota
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
December 31, 2008

Schedule 19

	<u>Special Services</u>	<u>Watergate Marina</u>	<u>Impounding Lot</u>	<u>RiverPrint Saint Paul/ Ramsey County</u>	<u>Total</u>
LIABILITIES					
Current Liabilities (Payable from Current Assets)					
Interfund Payable for Pooled					
Cash and Investments Overdrafts	3,219,328	258,616	-	-	3,477,944
Accrued Salaries Payable	84,700	-	65,218	25,180	175,098
Accounts Payable	32,713	-	161,834	18,079	212,626
Due to Other Funds	38,901	-	17,536	8,721	65,158
Due to Other Governmental Units	2,436	365	-	-	2,801
Unearned Revenue	-	-	162	-	162
Compensated Absences Payable	6,113	-	3,609	1,942	11,664
Revenue Bonds Payable	235,000	-	-	-	235,000
Accrued Interest Payable					
Revenue Bonds	78,235	-	-	-	78,235
Total Current Liabilities (Payable from Current Assets)	3,697,426	258,981	248,359	53,922	4,258,688
Noncurrent Liabilities					
Revenue Bonds Payable	6,440,000	-	-	-	6,440,000
Add: Unamortized Premium	188,866	-	-	-	188,866
Compensated Absences Payable	388,866	-	156,190	44,578	589,634
Net Other Postemployment Benefits Obligation	210,601	-	58,048	12,443	281,092
Total Noncurrent Liabilities	7,228,333	-	214,238	57,021	7,499,592
TOTAL LIABILITIES	10,925,759	258,981	462,597	110,943	11,758,280
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	(1,196,355)	55,000	32,109	40,707	(1,068,539)
Unrestricted	(3,195,092)	(258,981)	429,776	459,568	(2,564,729)
TOTAL NET ASSETS	(4,391,447)	(203,981)	461,885	500,275	(3,633,268)

City of Saint Paul, Minnesota
**COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
For the Fiscal Year Ended December 31, 2008**

Schedule 20

	<u>Special Services</u>	<u>Watergate Marina</u>	<u>Impounding Lot</u>	<u>RiverPrint Saint Paul/ Ramsey County</u>	<u>Total</u>
OPERATING REVENUES					
Fees, Sales and Services	3,106,508	-	2,541,781	1,312,867	6,961,156
Rents and Leases	601,136	15,111	-	-	616,247
Miscellaneous	245	-	-	-	245
Total Operating Revenues	<u>3,707,889</u>	<u>15,111</u>	<u>2,541,781</u>	<u>1,312,867</u>	<u>7,577,648</u>
OPERATING EXPENSES					
Cost of Merchandise Sold	232,212	-	-	-	232,212
Salaries	2,020,157	-	951,746	346,541	3,318,444
Employee Fringe Benefits	623,836	-	364,011	123,574	1,111,421
Services	516,742	7,445	1,178,861	481,320	2,184,368
Materials and Supplies	685,821	3,372	61,645	477,581	1,228,419
Depreciation	283,409	5,332	4,940	31,321	325,002
Total Operating Expenses	<u>4,362,177</u>	<u>16,149</u>	<u>2,561,203</u>	<u>1,460,337</u>	<u>8,399,866</u>
OPERATING INCOME (LOSS)	<u>(654,288)</u>	<u>(1,038)</u>	<u>(19,422)</u>	<u>(147,470)</u>	<u>(822,218)</u>
NON-OPERATING REVENUES (EXPENSES)					
Gain on Sale of Assets	2,080	-	-	-	2,080
Investment Income					
Interest Earned on Investments	30,672	-	-	-	30,672
Increase in Fair Value of Investments	1,665	-	-	-	1,665
Interest Expense					
Revenue Bonds	(307,492)	-	-	-	(307,492)
Capital Lease	(348)	-	-	-	(348)
Amortization of Bond Issuance Costs	(5,684)	-	-	-	(5,684)
Total Non-Operating Revenues (Expenses)	<u>(279,107)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(279,107)</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(933,395)</u>	<u>(1,038)</u>	<u>(19,422)</u>	<u>(147,470)</u>	<u>(1,101,325)</u>
Capital Contributions	7,000	-	-	-	7,000
Transfers In	305,000	-	-	-	305,000
Transfers Out	(92,289)	-	(396,696)	(3,503)	(492,488)
Change in Net Assets	<u>(713,684)</u>	<u>(1,038)</u>	<u>(416,118)</u>	<u>(150,973)</u>	<u>(1,281,813)</u>
NET ASSETS, January 1	<u>(3,677,763)</u>	<u>(202,943)</u>	<u>878,003</u>	<u>651,248</u>	<u>(2,351,455)</u>
NET ASSETS, December 31	<u>(4,391,447)</u>	<u>(203,981)</u>	<u>461,885</u>	<u>500,275</u>	<u>(3,633,268)</u>

City of Saint Paul, Minnesota
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 21

	Special Services	Watergate Marina	Impounding Lot	River Print Saint Paul/ Ramsey County	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers	3,724,747	20,111	2,777,226	888,471	7,410,555
Receipts from Other Funds for Services Provided	35,112	-	27,353	448,856	511,321
Payment to Suppliers	(891,924)	(10,773)	(1,156,416)	(915,063)	(2,974,176)
Payment to Employees	(2,573,549)	-	(1,275,575)	(469,648)	(4,318,772)
Payment to Other Funds for Services Used	(569,587)	-	(104,761)	(84,949)	(759,297)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(275,201)	9,338	267,827	(132,333)	(130,369)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers In from Other Funds	305,000	-	-	-	305,000
Transfers Out to Other Funds	(69,234)	-	(396,696)	(3,503)	(469,433)
Advance Received for Pooled Cash and Investments Overdraft	729,392	-	-	-	729,392
Repayment of Advance Received for Pooled Cash and Investments Overdrafts	-	(9,338)	-	-	(9,338)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	965,158	(9,338)	(396,696)	(3,503)	555,621
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from Sale of Capital Assets					
Equipment	2,080	-	-	-	2,080
Principal Paid on					
Revenue Bonds	(220,000)	-	-	-	(220,000)
Capital Lease	(71,116)	-	-	-	(71,116)
Payments for Acquisition and Construction of Capital Assets					
Land	(47,753)	-	-	-	(47,753)
Equipment	(66,927)	-	-	-	(66,927)
Interest Paid On					
Revenue Bonds	(320,638)	-	-	-	(320,638)
Capital Lease	(522)	-	-	-	(522)
NET CASH PROVIDED (USED) IN CAPITAL AND RELATED FINANCING ACTIVITIES	(724,876)	-	-	-	(724,876)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and Dividends Received	33,434	-	-	-	33,434
Increase in Fair Value of Investments	1,485	-	-	-	1,485
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	34,919	-	-	-	34,919
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	-	(128,869)	(135,836)	(264,705)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	5,500	-	894,931	411,017	1,311,448
CASH AND CASH EQUIVALENTS AT END OF YEAR	5,500	-	766,062	275,181	1,046,743

continued

City of Saint Paul, Minnesota
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 21

	Special Services	Watergate Marina	Impounding Lot	River Print Saint Paul/ Ramsey County	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO					
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	(654,288)	(1,038)	(19,422)	(147,470)	(822,218)
Adjustments to Reconcile Operating Income to					
Net Cash Provided (Used) by Operating Activities					
Depreciation	283,409	5,332	4,940	31,321	325,002
Increase (Decrease) in Allowance for Uncollectible Accounts/Loans	2,882	-	-	-	2,882
Changes in Assets and Liabilities					
(Increase) Decrease in					
Accounts Receivable	50,437	5,000	260,472	1,261	317,170
Due from Other Funds	(1,350)	-	2,327	16,925	17,902
Due from Component Units	-	-	-	9,860	9,860
Due from Other Governmental Units	-	-	-	(3,586)	(3,586)
Inventories	(5,944)	-	101,333	(9,200)	86,189
Increase (Decrease) in					
Accrued Salaries Payable	(25,618)	-	4,589	3,741	(17,288)
Accounts Payable	(40,160)	44	(112,236)	(34,587)	(186,939)
Due to Other Funds	13,269	-	4,207	2,676	20,152
Due to Component Units	-	-	(321)	-	(321)
Due to Other Governmental Units	2,030	-	(10,349)	-	(8,319)
Compensated Absences Payable	(1,412)	-	9,838	(7,405)	1,021
Net Other Postemployment Benefits Obligation	101,544	-	22,449	4,131	128,124
Total Adjustments	379,087	10,376	287,249	15,137	691,849
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(275,201)	9,338	267,827	(132,333)	(130,369)
DETAILS OF CASH AND CASH EQUIVALENTS					
Cash and Investments with Treasurer	-	-	765,062	275,181	1,040,243
Imprest Funds	5,500	-	1,000	-	6,500
TOTAL CASH AND CASH EQUIVALENTS	5,500	-	766,062	275,181	1,046,743
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Contribution from Governmental Activities Capital Assets	7,000	-	-	-	7,000
Transfer to Governmental Activities Capital Assets	(23,055)	-	-	-	(23,055)

Internal Service Funds

Internal Service funds account for the financing of goods or services provided by one department to other departments or to other governmental units.

City Attorney - Outside Services - to account for recoverable legal services rendered to non-city agencies.

Risk Management Retention - to account for the management of the city's workers' compensation, property insurance and tort liability claims.

Internal Borrowing - to account for internal borrowing from the city's cash pool and assets secured to support repayment of loan principal with interest to the pool.

Purchasing's Value Added Services - to account for the service provided by the purchasing division to users such as Ramsey County, the City of Saint Paul, and various smaller agencies.

Information Systems - to account for the costs associated with the design and implementation of new information systems.

City-Wide Data Processing - to account for information services provided to Safety and Inspections, Planning and Economic Development, and Public Works financed through special funds.

Equipment Services Fire-Police - to account for the operations of the Public Safety repair shop.

Public Works Engineering - to account for recoverable engineering and professional services rendered by the Department of Public Works.

Energy Conservation Investment - to account for energy conservation measures implemented in city-owned buildings under the Xcel Energy Recommissioning Program.

Public Works Traffic, Signal and Lighting Maintenance - to account for costs incurred by city forces to maintain or upgrade traffic sign, street marking, traffic signal, and street lighting infrastructure.

Asphalt Plant - to account for the manufacturing of asphalt products.

Public Works Equipment - to account for the purchase and repair of most vehicles used by the Department of Public Works.

Public Works Administration - to account for the costs of administrative services provided for the divisions of the Department of Public Works.

continued

Parks and Recreation Special Projects - to account for materials purchased and design services performed by the Division of Parks and Recreation for other departments' capital funds, and outside parties.

Parks and Recreation Supply and Maintenance - to account for all supplies, materials, repair parts, and equipment purchased for use in park and playground maintenance and repair and the recovery of the costs thereof.

Planning and Economic Development Administration - to account for administrative operations within the Department of Planning and Economic Development.

City of Saint Paul, Minnesota
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
 December 31, 2008

	City Attorney- Outside Services	Risk Management Retention	Internal Borrowing	Purchasing's Value Added Services	Information Systems	City-Wide Data Processing	Equipment Services Fire-Police	Public Works Engineering	Energy Conservation Investment
ASSETS									
Current Assets									
Cash and Investments with Treasurer	-	699,382	-	811,636	137,602	-	76,460	3,392,196	-
Imprest Funds	-	-	-	150	-	-	100	150	-
Receivables									
Accounts (net of allowance for estimated uncollectibles)	533	8,252	62,501	9,000	-	-	521	172,929	18,958
Accrued Interest	-	-	81,977	-	-	-	-	-	-
Due from Other Funds	344,165	-	3,866,837	-	-	49,051	361,341	60,074	-
Due from Component Units	-	-	-	-	-	-	-	-	-
Due from Other Governmental Units	98,535	47,500	-	18,867	-	-	23,411	-	-
Inventories - Materials and Supplies	-	-	-	-	-	-	350,996	-	-
Prepaid Items	-	256,098	-	-	-	-	-	3,051,374	-
Total Current Assets	443,233	1,011,232	4,011,315	839,653	137,602	49,051	812,829	6,676,723	18,958
Non-Current Assets									
Other Assets									
Advance to Other Funds	-	-	3,072,525	-	-	-	-	-	-
Other Long-Term Loans Receivable	-	-	8,926,060	-	-	-	-	-	-
Total Other Assets	-	-	11,998,585	-	-	-	-	-	-
Capital Assets									
Land	-	-	-	-	-	-	-	32,000	-
Buildings and Structures	-	-	-	-	-	-	1,140,446	-	-
Less: Accumulated Depreciation	-	-	-	-	-	-	(735,271)	-	-
Equipment	17,624	-	-	10,353	67,069	-	436,170	1,203,005	-
Less: Accumulated Depreciation	(17,624)	-	-	(2,416)	-	-	(259,176)	(1,081,680)	-
Total Capital Assets	-	-	-	7,937	67,069	-	582,169	153,325	-
Total Noncurrent Assets	-	-	11,998,585	7,937	67,069	-	582,169	153,325	-
TOTAL ASSETS	443,233	1,011,232	16,009,900	847,590	204,671	49,051	1,394,998	6,830,048	18,958
LIABILITIES									
Current Liabilities (Payable from Current Assets)									
Interfund Payable for Pooled Cash and Investments Overdrafts	118,404	-	-	-	-	39,474	-	-	254,733
Accrued Salaries Payable	51,818	-	-	42,366	-	8,057	58,248	236,807	5,688
Accounts Payable	159	58,130	-	14,739	-	-	205,510	27,096	-
Due to Other Funds	74,239	-	11,058,736	7,991	-	1,520	13,919	158,253	903
Due to Component Units	-	-	-	-	-	-	-	-	-
Due to Other Governmental Units	-	304,425	-	-	-	-	-	613	-
Unearned Revenue	-	-	1,247,156	421,989	-	-	-	2,253,756	-
Compensated Absences Payable	3,880	-	-	3,648	-	-	4,281	19,635	361
Capital Lease Payable	-	-	-	-	-	-	-	-	-
Accrued Interest Payable	-	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-	-	-	-
Total Current Liabilities (Payable from Current Assets)	248,500	362,555	12,305,892	490,733	-	49,051	281,958	2,696,160	261,685
Noncurrent Liabilities									
Capital Lease Payable	-	-	-	-	-	-	-	-	-
Advance from Other Funds	-	-	480,000	-	-	-	-	-	-
Compensated Absences Payable	66,587	-	-	67,718	-	-	69,748	409,456	4,764
Net Other Postemployment Benefits Obligation	42,205	-	-	74,659	-	-	87,396	211,762	-
Total Noncurrent Liabilities	108,792	-	480,000	142,377	-	-	157,144	621,218	4,764
TOTAL LIABILITIES	357,292	362,555	12,785,892	633,110	-	49,051	439,102	3,317,378	266,449
NET ASSETS									
Invested in Capital Assets, Net of Related Debt Unrestricted	-	-	-	7,937	67,069	-	582,169	153,325	-
	85,941	648,677	3,224,008	206,543	137,602	-	373,727	3,359,345	(247,491)
TOTAL NET ASSETS	85,941	648,677	3,224,008	214,480	204,671	-	955,896	3,512,670	(247,491)

continued

City of Saint Paul, Minnesota
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
 December 31, 2008

	Public Works Traffic, Signal and Lighting Maintenance	Asphalt Plant	Public Works Equipment	Public Works Administration	Parks and Recreation Special Projects	Parks and Recreation Supply and Maintenance	Planning and Economic Development Administration	Total
ASSETS								
Current Assets								
Cash and Investments with Treasurer	-	919,356	-	1,002,961	109,360	1,483,574	1,057,642	9,690,169
Imprest Funds	225	100	-	100	-	-	200	1,025
Receivables								
Accounts (net of allowance for estimated uncollectibles)	271,891	76,681	2,120	867	-	4,463	-	628,716
Accrued Interest	-	-	-	-	-	-	-	81,977
Due from Other Funds	808,186	-	1,036,670	324,809	410,014	444,941	1,100,895	8,806,983
Due from Component Units	9,352	-	17,303	6,240	-	-	-	32,895
Due from Other Governmental Units	175,488	50,958	29,364	-	-	1,228	20,177	465,528
Inventories - Materials and Supplies	1,134,449	290,216	663,163	-	-	187,200	-	2,626,024
Prepaid Items	-	-	9,147	-	-	-	-	3,316,619
Total Current Assets	2,399,591	1,337,311	1,757,767	1,334,977	519,374	2,121,406	2,178,914	25,649,936
Non-Current Assets								
Other Assets								
Advance to Other Funds	-	-	-	50,000	-	-	-	3,122,525
Other Long-Term Loans Receivable	-	-	-	-	-	-	-	8,926,060
Total Other Assets	-	-	-	50,000	-	-	-	12,048,585
Capital Assets								
Land	-	23,665	25,243	-	-	-	-	80,908
Buildings and Structures	59,649	697,930	1,678,617	6,529,424	-	15,608	-	10,121,674
Less: Accumulated Depreciation	(35,312)	(672,874)	(1,292,240)	(3,194,223)	-	(4,336)	-	(5,934,256)
Equipment	973,524	338,059	21,906,307	778,920	37,498	905,622	163,256	26,837,407
Less: Accumulated Depreciation	(731,509)	(248,165)	(16,897,577)	(686,136)	(36,805)	(452,331)	(149,112)	(20,562,531)
Total Capital Assets	266,352	138,615	5,420,350	3,427,985	693	464,563	14,144	10,543,202
Total Noncurrent Assets	266,352	138,615	5,420,350	3,477,985	693	464,563	14,144	22,591,787
TOTAL ASSETS	2,665,943	1,475,926	7,178,117	4,812,962	520,067	2,585,969	2,193,058	48,241,723
LIABILITIES								
Current Liabilities (Payable from Current Assets)								
Interfund Payable for Pooled								
Cash and Investments Overdrafts	1,373,470	-	197,639	-	-	-	-	1,983,720
Accrued Salaries Payable	233,563	13,748	89,281	154,576	57,024	42,881	370,958	1,365,015
Accounts Payable	285,543	3,881	308,820	60,274	310	26,184	7,804	998,450
Due to Other Funds	256,587	12,427	76,598	1,023,300	60,467	18,398	106,900	12,870,238
Due to Component Units	-	-	-	26,352	-	-	-	26,352
Due to Other Governmental Units	-	147	-	-	-	1,175	3,035	309,395
Unearned Revenue	-	-	-	-	-	-	-	3,922,901
Compensated Absences Payable	10,652	1,096	6,488	6,235	5,059	3,840	24,991	90,166
Capital Lease Payable	-	-	-	156,699	-	-	-	156,699
Accrued Interest Payable	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	21,596	-	-	-	21,596
Total Current Liabilities (Payable from Current Assets)	2,159,815	31,299	678,826	1,449,032	122,860	92,478	513,688	21,744,532
Noncurrent Liabilities								
Capital Lease Payable	-	-	-	1,771,551	-	-	-	1,771,551
Advance from Other Funds	190,653	-	-	329,241	-	-	-	999,894
Compensated Absences Payable	271,257	24,471	162,917	340,556	133,051	72,649	746,524	2,369,698
Net Other Postemployment Benefits Obligation	329,076	32,067	213,760	174,612	94,425	123,207	488,304	1,871,473
Total Noncurrent Liabilities	790,986	56,538	376,677	2,615,960	227,476	195,856	1,234,828	7,012,616
TOTAL LIABILITIES	2,950,801	87,837	1,055,503	4,064,992	350,336	288,334	1,748,516	28,757,148
NET ASSETS								
Invested in Capital Assets, Net of Related Debt	266,352	138,615	5,420,350	1,170,494	693	464,563	14,144	8,285,711
Unrestricted	(551,210)	1,249,474	702,264	(422,524)	169,038	1,833,072	430,398	11,198,864
TOTAL NET ASSETS	(284,858)	1,388,089	6,122,614	747,970	169,731	2,297,635	444,542	19,484,575

City of Saint Paul, Minnesota
 COMBINING STATEMENT OF REVENUES,
 EXPENSES AND CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2008

Schedule 23

	City Attorney- Outside Services	Risk Management Retention	Internal Borrowing	Purchasing's Value Added Services	Information Systems	City-Wide Data Processing	Equipment Services Fire-Police	Public Works Engineering	Energy Conservation Investment
OPERATING REVENUES									
Fees, Sales and Services	1,183,258	1,568,153	-	1,018,239	-	168,036	3,723,364	6,572,275	-
Rents and Leases	-	-	-	-	-	-	-	-	-
Interest Earned on Loans	-	-	585,992	-	-	-	-	-	-
Miscellaneous	593	853,349	-	-	522,979	-	-	241	-
Total Operating Revenues	1,183,851	2,421,502	585,992	1,018,239	522,979	168,036	3,723,364	6,572,516	-
OPERATING EXPENSES									
Cost of Merchandise Sold	-	-	-	-	-	-	-	-	-
Salaries	737,875	-	-	653,689	-	118,067	802,091	3,824,830	64,414
Employee Fringe Benefits	254,516	1,751,147	-	270,711	-	39,982	393,790	1,334,066	20,461
Services	55,732	633,466	-	123,061	225,522	9,987	156,408	1,802,006	159,886
Materials and Supplies	14,570	19,175	-	8,990	147,735	-	2,442,559	64,675	-
Depreciation	-	-	-	345	-	-	82,343	126,790	-
Miscellaneous	-	-	335,293	-	-	-	-	583	-
Total Operating Expenses	1,062,693	2,403,788	335,293	1,056,796	373,257	168,036	3,877,191	7,152,950	244,761
OPERATING INCOME (LOSS)	121,158	17,714	250,699	(38,557)	149,722	-	(153,827)	(580,434)	(244,761)
NON-OPERATING REVENUES (EXPENSES)									
Intergovernmental Revenue	-	-	-	-	-	-	-	-	-
Operating Grants	-	-	-	-	-	-	-	-	-
Gain on Sale of Assets	-	-	-	-	-	-	-	-	-
Loss on Retirement of Assets	-	-	-	-	-	-	(451)	-	-
Interest Expense on Capital Lease	-	-	-	-	-	-	-	-	-
Interest Expense on Advance from Other Fund	-	-	-	-	-	-	-	-	-
Total Non-Operating Revenues (Expenses)	-	-	-	-	-	-	(451)	-	-
Income (Loss) Before Capital Contributions and Transfers	121,158	17,714	250,699	(38,557)	149,722	-	(154,278)	(580,434)	(244,761)
Capital Contributions	-	-	-	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out	(67,126)	-	(25,000)	(4,249)	-	-	-	(315,114)	-
Change in Net Assets	54,032	17,714	225,699	(42,806)	149,722	-	(154,278)	(895,548)	(244,761)
NET ASSETS, January 1	31,909	630,963	2,998,309	257,286	54,949	-	1,110,174	4,408,218	(2,730)
NET ASSETS, December 31	85,941	648,677	3,224,008	214,480	204,671	-	955,896	3,512,670	(247,491)

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City of Saint Paul, Minnesota
 COMBINING STATEMENT OF REVENUES,
 EXPENSES AND CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2008

	Public Works Traffic, Signal and Lighting Maintenance	Asphalt Plant	Public Works Equipment	Public Works Administration	Parks and Recreation Special Projects	Parks and Recreation Supply and Maintenance	Planning and Economic Development Administration	Total
OPERATING REVENUES								
Fees, Sales and Services	4,253,554	2,910,096	5,832,564	3,654,478	1,438,977	3,112,477	7,704,685	43,140,156
Rents and Leases	-	-	12,172	1,677,926	-	-	-	1,690,098
Interest Earned on Loans	-	-	-	-	-	-	-	585,992
Miscellaneous	489,752	-	-	10,675	13,663	-	-	1,891,252
Total Operating Revenues	4,743,306	2,910,096	5,844,736	5,343,079	1,452,640	3,112,477	7,704,685	47,307,498
OPERATING EXPENSES								
Cost of Merchandise Sold	-	-	-	-	-	765,086	-	765,086
Salaries	3,476,257	199,678	1,233,540	2,151,374	890,682	745,484	5,227,068	20,125,049
Employee Fringe Benefits	1,925,660	93,205	623,957	806,484	354,144	286,974	2,011,727	10,166,824
Services	1,778,511	88,705	766,999	875,773	149,152	322,487	996,737	8,144,432
Materials and Supplies	3,292,566	2,144,640	3,061,232	467,554	24,506	94,473	70,753	11,853,428
Depreciation	47,876	13,521	1,055,704	324,978	2,310	63,796	4,588	1,722,251
Miscellaneous	73,206	38,813	-	13,677	-	125	1,690	463,387
Total Operating Expenses	10,594,076	2,578,562	6,741,432	4,639,840	1,420,794	2,278,425	8,312,563	53,240,457
OPERATING INCOME (LOSS)	(5,850,770)	331,534	(896,696)	703,239	31,846	834,052	(607,878)	(5,932,959)
NON-OPERATING REVENUES (EXPENSES)								
Intergovernmental Revenue	2,772,055	-	-	-	-	-	252,450	3,024,505
Operating Grants	-	-	-	-	-	-	64,000	64,000
Gain on Sale of Assets	666	-	10,947	-	-	-	-	11,613
Loss on Retirement of Assets	-	-	(4,480)	-	-	-	-	(4,931)
Interest Expense on Capital Lease	-	-	-	(89,762)	-	-	-	(89,762)
Interest Expense on Advance from Other Fund	-	-	-	(27,785)	-	-	-	(27,785)
Total Non-Operating Revenues (Expenses)	2,772,721	-	6,467	(117,547)	-	-	316,450	2,977,640
Income (Loss) Before Capital Contributions and Transfers	(3,078,049)	331,534	(890,229)	585,692	31,846	834,052	(291,428)	(2,955,319)
Capital Contributions	-	-	-	-	-	23,055	-	23,055
Transfers In	3,652,061	-	-	483,271	-	-	21,950	4,157,282
Transfers Out	(21,722)	-	(1,669)	(880,503)	-	(880,046)	(268,925)	(2,464,354)
Change in Net Assets	552,290	331,534	(891,898)	188,460	31,846	(22,939)	(538,403)	(1,239,336)
NET ASSETS, January 1	(837,148)	1,056,555	7,014,512	559,510	137,885	2,320,574	982,945	20,723,911
NET ASSETS, December 31	(284,858)	1,388,089	6,122,614	747,970	169,731	2,297,635	444,542	19,484,575

City of Saint Paul, Minnesota
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Fiscal Year Ended December 31, 2008

	City Attorney- Outside Services	Risk Management Retention	Internal Borrowing	Purchasing's Value Added Services	Information Systems	City-Wide Data Processing	Equipment Services Fire-Police	Public Works Engineering	Energy Conservation Investment
CASH FLOWS FROM OPERATING ACTIVITIES									
Receipts from Loan Recipients and Other Customers	441,231	186,313	1,810,930	449,103	73,936	-	312,855	41,692	-
Receipts from Other Funds for Services Provided	668,830	1,861,608	102,610	710,443	449,043	162,819	3,492,923	6,995,266	-
Other Operating Receipts	60	505,398	-	-	-	-	-	241	-
Payment to Suppliers	(70,131)	(560,934)	-	(79,925)	(373,257)	-	(2,637,223)	(433,824)	(178,693)
Payment to Employees	(1,001,656)	(1,751,147)	-	(897,161)	-	(156,521)	(1,152,200)	(4,417,558)	(74,062)
Payment to Other Funds for Services Used	(863)	(8,518)	(335,293)	(40,258)	-	(9,987)	(19,394)	(1,187,839)	(691)
Other Operating Payments	-	-	-	-	-	-	-	-	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	37,471	232,720	1,578,247	142,202	149,722	(3,689)	(3,039)	997,978	(253,446)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES									
Transfers In from Other Funds	-	-	-	-	-	-	-	-	-
Transfers Out to Other Funds	(2,657)	-	(25,000)	(4,249)	-	-	-	(330,744)	-
Operating Grants Received	-	-	-	-	-	-	-	-	-
Advance Received for Pooled Cash and Investments Overdraft	-	-	-	-	-	3,689	-	-	253,446
Advance Received from Other Funds	-	-	11,248,736	-	-	-	-	-	-
Repayment of Advance Made to Other Funds	-	-	-	-	-	-	-	-	-
Advance Made to Other Funds	-	-	(4,500,000)	-	-	-	-	-	-
Repayment of Advance Received for Pooled Cash and Investments Overdraft	(34,814)	-	-	-	-	-	-	-	-
Repayment of Advance Received from Other Funds	-	-	(8,301,983)	-	-	-	-	-	-
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	(37,471)	-	(1,578,247)	(4,249)	-	3,689	-	(330,744)	253,446
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Proceeds from Sale of Capital Assets									
Equipment	-	-	-	-	-	-	13,256	-	-
Principal Paid on									
Capital Lease	-	-	-	-	-	-	-	-	-
Advance from Other Funds	-	-	-	-	-	-	-	-	-
Payments for Acquisition and Construction of Capital Assets									
Buildings and Structures	-	-	-	-	-	-	-	-	-
Improvements Other than Buildings	-	-	-	-	-	-	-	-	-
Equipment	-	-	-	-	(67,069)	-	-	(27,159)	-
Interest Paid On									
Capital Lease	-	-	-	-	-	-	-	-	-
Advance from Other Funds	-	-	-	-	-	-	-	-	-
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	-	-	-	-	(67,069)	-	13,256	(27,159)	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	232,720	-	137,953	82,653	-	10,217	640,075	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	-	466,662	-	673,833	54,949	-	66,343	2,752,271	-
CASH AND CASH EQUIVALENTS AT END OF YEAR	-	699,382	-	811,786	137,602	-	76,560	3,392,346	-

continued

City of Saint Paul, Minnesota
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Fiscal Year Ended December 31, 2008

	City Attorney- Outside Services	Risk Management Retention	Internal Borrowing	Purchasing's Value Added Services	Information Systems	City-Wide Data Processing	Equipment Services Fire-Police	Public Works Engineering	Energy Conservation Investment
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES									
Operating Income (Loss)	121,158	17,714	250,699	(38,557)	149,722	-	(153,827)	(580,434)	(244,761)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities									
Depreciation	-	-	-	345	-	-	82,343	126,790	-
Increase (Decrease) in Allowance for Uncollectible Accounts	-	-	(75,694)	-	-	-	-	583	-
Changes in Assets and Liabilities									
(Increase) Decrease in									
Accounts Receivable	(533)	52,296	(62,500)	93,362	-	-	19,567	(17,265)	(18,958)
Notes and Loans Receivable	-	-	1,486,702	-	-	-	-	-	-
Accrued Interest Receivable	-	-	15,873	-	-	-	-	-	-
Due from Other Funds	(116,946)	-	591	-	-	(5,217)	74,401	(15,890)	2,730
Due from Component Units	-	-	-	-	-	-	-	-	-
Due from Other Governmental Units	43,749	79,521	-	(11,520)	-	-	(11,554)	-	-
Inventories	-	-	-	-	-	-	(77,053)	-	-
Prepaid Items	-	11,408	-	-	-	-	-	914,985	-
Increase (Decrease) in									
Accrued Salaries Payable	(396)	-	-	3,811	-	1,248	14,134	1,792	5,689
Accounts Payable	(692)	18,501	-	11,868	-	-	41,309	10,303	(4,173)
Due to Other Funds	268	-	-	973	-	280	(19,720)	107,377	903
Due to Component Units	-	-	-	-	-	-	-	-	-
Due to Other Governmental Units	-	53,280	-	-	-	-	-	(3,717)	-
Unearned Revenue	-	-	(37,424)	59,466	-	-	-	387,526	-
Compensated Absences Payable	(24,495)	-	-	(11,190)	-	-	(12,589)	(27,861)	5,124
Net Other Postemployment Benefits Obligation	15,358	-	-	33,644	-	-	39,950	93,789	-
Total Adjustments	(83,687)	215,006	1,327,548	180,759	-	(3,689)	150,788	1,578,412	(8,685)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	37,471	232,720	1,578,247	142,202	149,722	(3,689)	(3,039)	997,978	(253,446)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS									
Cash and Investments with Treasurer	-	699,382	-	811,636	137,602	-	76,460	3,392,196	-
Imprest Funds	-	-	-	150	-	-	100	150	-
TOTAL CASH AND CASH EQUIVALENTS	-	699,382	-	811,786	137,602	-	76,560	3,392,346	-
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES									
Loss on Disposition of Capital Assets	-	-	-	-	-	-	(451)	-	-
Contribution from Business-Type Activities Capital Assets	-	-	-	-	-	-	-	-	-
Transfer to Governmental Activities Capital Assets	-	-	-	-	-	-	-	-	-

continued

City of Saint Paul, Minnesota
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended December 31, 2008

	Public Works Traffic, Signal and Lighting Maintenance	Asphalt Plant	Public Works Equipment	Public Works Administration	Parks and Recreation Special Projects	Parks and Recreation Supply and Maintenance	Planning and Economic Development Administration	Total
CASH FLOWS FROM OPERATING ACTIVITIES								
Receipts from Loan Recipients and Other Customers	1,741,499	1,572,889	231,873	211,421	13,666	8,493	204,763	7,300,664
Receipts from Other Funds for Services Provided	2,714,672	1,273,304	5,600,135	4,937,072	1,323,249	3,210,281	7,688,160	41,190,415
Other Operating Receipts	-	-	16,249	-	-	-	-	521,948
Payment to Suppliers	(3,136,857)	(2,273,085)	(3,222,102)	(850,243)	(39,187)	(989,998)	(435,741)	(15,281,200)
Payment to Employees	(5,243,125)	(274,778)	(1,712,711)	(2,838,740)	(1,203,693)	(958,836)	(6,910,577)	(28,592,765)
Payment to Other Funds for Services Used	(1,814,030)	(80,320)	(647,356)	(494,770)	(86,711)	(204,066)	(835,628)	(5,765,724)
Other Operating Payments	-	-	-	(230)	-	-	-	(230)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(5,737,841)	218,010	266,088	964,510	7,324	1,065,874	(289,023)	(626,892)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES								
Transfers In from Other Funds	3,004,612	-	-	483,271	-	-	11,950	3,499,833
Transfers Out to Other Funds	(21,722)	-	(1,669)	(859,129)	-	(714,100)	(238,503)	(2,197,773)
Operating Grants Received	2,772,055	-	-	-	-	-	316,450	3,088,505
Advance Received for Pooled Cash and Investments Overdraft	38,150	-	197,639	-	-	-	-	492,924
Advance Received from Other Funds	-	-	-	-	-	-	-	11,248,736
Repayment of Advance Made to Other Funds	-	-	-	25,000	-	-	-	25,000
Advance Made to Other Funds	-	-	-	-	-	-	-	(4,500,000)
Repayment of Advance Received for Pooled Cash and Investments Overdraft	-	-	-	-	-	-	-	(34,814)
Repayment of Advance Received from Other Funds	(38,131)	-	-	-	-	-	-	(8,340,114)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	5,754,964	-	195,970	(350,858)	-	(714,100)	89,897	3,282,297
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES								
Proceeds from Sale of Capital Assets								
Equipment	666	-	15,349	-	-	-	-	29,271
Principal Paid on								
Capital Lease	-	-	-	(154,664)	-	-	-	(154,664)
Advance from Other Funds	-	-	-	(147,822)	-	-	-	(147,822)
Payments for Acquisition and Construction of Capital Assets								
Buildings and Structures	-	-	-	(41,968)	-	-	-	(41,968)
Improvements Other than Buildings	-	-	-	-	-	(81,093)	-	(81,093)
Equipment	(17,789)	-	(925,145)	(7,379)	-	(240,432)	-	(1,284,973)
Interest Paid On								
Capital Lease	-	-	-	(86,685)	-	-	-	(86,685)
Advance from Other Funds	-	-	-	(27,785)	-	-	-	(27,785)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(17,123)	-	(909,796)	(466,303)	-	(321,525)	-	(1,795,719)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	218,010	(447,738)	147,349	7,324	30,249	(199,126)	859,686
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	225	701,446	447,738	855,712	102,036	1,453,325	1,256,968	8,831,508
CASH AND CASH EQUIVALENTS AT END OF YEAR	225	919,456	-	1,003,061	109,360	1,483,574	1,057,842	9,691,194

continued

City of Saint Paul, Minnesota
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Fiscal Year Ended December 31, 2008

	Public Works Traffic, Signal and Lighting Maintenance	Asphalt Plant	Public Works Equipment	Public Works Administration	Parks and Recreation Special Projects	Parks and Recreation Supply and Maintenance	Planning and Economic Development Administration	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES								
Operating Income (Loss)	(5,850,770)	331,534	(896,696)	703,239	31,846	834,052	(607,878)	(5,932,959)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities								
Depreciation	47,876	13,521	1,055,704	324,978	2,310	63,796	4,588	1,722,251
Increase (Decrease) in Allowance for Uncollectible Accounts	(208,106)	(18,142)	2,880	3,868	-	-	-	(294,611)
Changes in Assets and Liabilities								
(Increase) Decrease in								
Accounts Receivable	149,783	34,220	(2,039)	(9,796)	-	(734)	9,515	246,918
Notes and Loans Receivable	-	-	-	-	-	-	-	1,486,702
Accrued Interest Receivable	-	-	-	-	-	-	-	15,873
Due from Other Funds	(38,655)	-	(29,916)	(216,680)	(120,023)	107,020	185,758	(172,827)
Due from Component Units	1,364	-	29,981	(6,240)	-	-	-	25,105
Due from Other Governmental Units	(124,597)	(41,167)	12,247	46,829	-	10	(7,035)	(13,517)
Inventories	(92,357)	(25,816)	(56,442)	-	-	(5,807)	-	(257,475)
Prepaid Items	-	-	(2,211)	-	-	-	-	924,182
Increase (Decrease) in								
Accrued Salaries Payable	13,419	1,453	17,884	25,201	3,375	13,527	70,331	171,468
Accounts Payable	103,730	(102,269)	(7,171)	(2,430)	(1,155)	(12,809)	(200,220)	(145,208)
Due to Other Funds	114,977	8,377	28,438	10,817	49,577	8,471	17,320	328,058
Due to Component Units	-	-	-	1,380	-	-	-	1,380
Due to Other Governmental Units	-	3	-	-	-	824	(3,935)	46,455
Unearned Revenue	-	-	(9,632)	(5,080)	-	-	-	394,856
Compensated Absences Payable	(15,112)	1,176	24,002	13,386	(250)	2,436	28,093	(17,280)
Net Other Postemployment Benefits Obligation	160,607	15,120	99,059	75,038	41,644	55,088	214,440	843,737
Total Adjustments	112,929	(113,524)	1,162,784	261,271	(24,522)	231,822	318,855	5,306,067
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(5,737,841)	218,010	266,088	964,510	7,324	1,065,874	(289,023)	(626,892)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS								
Cash and Investments with Treasurer	-	919,356	-	1,002,961	109,360	1,483,574	1,057,642	9,690,169
Imprest Funds	225	100	-	100	-	-	200	1,025
TOTAL CASH AND CASH EQUIVALENTS	225	919,456	-	1,003,061	109,360	1,483,574	1,057,842	9,691,194
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES								
Loss on Disposition of Capital Assets	-	-	(4,480)	-	-	-	-	(4,931)
Contribution from Business-Type Activities Capital Assets	-	-	-	-	-	23,055	-	23,055
Transfer to Governmental Activities Capital Assets	-	-	-	-	-	(165,946)	-	(165,946)

Fiduciary Funds

Agency Funds

Agency funds account for assets held in a custodial capacity for others and/or other funds.

Employee Withholding - to account for monies withheld from employees' salaries and remitted to governmental and outside agencies.

Miscellaneous - to account for proceeds from Comcast for distribution relating to the city's Cable Access Program and to account for taxes levied and collected by Ramsey County and remitted to the Port Authority of the City of Saint Paul.

Unclaimed Property - to account for outstanding checks, which have been written off and are being held under the Minnesota Uniform Disposition of Unclaimed Property Act.

Suspense - to account for receipts and disbursements for which proper accounting cannot be made at time of transaction.

Minnesota Selective Excise Tax Collection - to account for receipts and disbursements of sales tax as required by the Tax Reform and Relief Act.

Building Permits State Surcharge - to account for city collection of building permit surcharge.

Confiscated and Unclaimed Monies - to account for cash received by the Police Department that is lost, unclaimed, or contraband collected during the course of Police business.

Arbitrage Rebate - to account for the arbitrage rebate due to the Federal Government on the city's bond issues.

City of Saint Paul, Minnesota
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
ALL AGENCY FUNDS
 December 31, 2008

Schedule 25

	<u>Employee Withholding</u>	<u>Miscellaneous</u>	<u>Unclaimed Property</u>	<u>Suspense</u>	<u>Minnesota Selective Excise Tax Collection</u>	<u>Building Permits State Surcharge</u>	<u>Confiscated and Unclaimed Monies</u>	<u>Arbitrage Rebate</u>	<u>Total</u>
ASSETS									
Cash and Investments with Treasurer	1,376,604	64,862	17,538	137,994	48,229	11,347	1,980,560	746,433	4,383,567
Receivables									
Property Taxes - Due from Ramsey County	-	14,298	-	-	-	-	-	-	14,298
Accounts (net of allowance for estimated uncollectibles)	-	-	-	-	4,097	-	-	-	4,097
Accrued Interest	-	-	-	-	-	-	-	7,007	7,007
Due from Other Funds	-	-	-	-	92,500	-	-	280,000	372,500
Due from Other Governmental Units	-	-	-	-	1,197	-	-	-	1,197
TOTAL ASSETS	<u>1,376,604</u>	<u>79,160</u>	<u>17,538</u>	<u>137,994</u>	<u>146,023</u>	<u>11,347</u>	<u>1,980,560</u>	<u>1,033,440</u>	<u>4,782,666</u>
LIABILITIES									
Accounts Payable	809,580	79,160	-	137,994	-	2	1,978,037	-	3,004,773
Due to Other Governmental Units	567,024	-	17,538	-	146,023	11,345	2,523	1,033,440	1,777,893
TOTAL LIABILITIES	<u>1,376,604</u>	<u>79,160</u>	<u>17,538</u>	<u>137,994</u>	<u>146,023</u>	<u>11,347</u>	<u>1,980,560</u>	<u>1,033,440</u>	<u>4,782,666</u>

City of Saint Paul, Minnesota
**STATEMENT OF CHANGES IN ASSETS
 AND LIABILITIES - ALL AGENCY FUNDS**
 For the Fiscal Year Ended December 31, 2008

Schedule 26

	Employee Withholding				Miscellaneous				Unclaimed Property			
	01/01/08	Additions	Deductions	12/31/08	01/01/08	Additions	Deductions	12/31/08	01/01/08	Additions	Deductions	12/31/08
ASSETS												
Cash and Investments with Treasurer	857,318	49,682,238	49,162,952	1,376,604	63,683	2,001,305	2,000,126	64,862	15,418	11,758	9,638	17,538
Receivables												
Property Taxes - Due from Ramsey County	-	-	-	-	14,662	14,298	14,662	14,298	-	-	-	-
Accounts (net of allowance for estimated uncollectibles)	-	-	-	-	-	-	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-	-	-	-
Due from Other Governmental Units	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	857,318	49,682,238	49,162,952	1,376,604	78,345	2,015,603	2,014,788	79,160	15,418	11,758	9,638	17,538
LIABILITIES												
Accounts Payable	341,008	7,276,871	6,808,299	809,580	78,345	2,015,603	2,014,788	79,160	-	-	-	-
Due to Other Governmental Units	516,310	42,405,367	42,354,653	567,024	-	-	-	-	15,418	12,358	10,238	17,538
TOTAL LIABILITIES	857,318	49,682,238	49,162,952	1,376,604	78,345	2,015,603	2,014,788	79,160	15,418	12,358	10,238	17,538

continued

City of Saint Paul, Minnesota
**STATEMENT OF CHANGES IN ASSETS
 AND LIABILITIES - ALL AGENCY FUNDS**
 For the Fiscal Year Ended December 31, 2008

Schedule 26

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	Suspense				Minnesota Selective Excise Tax Collection				Building Permits State Surcharge			
	01/01/08	Additions	Deductions	12/31/08	01/01/08	Additions	Deductions	12/31/08	01/01/08	Additions	Deductions	12/31/08
ASSETS												
Cash and Investments with Treasurer	357,854	389,898	609,758	137,994	48,473	876,876	877,120	48,229	11,047	157,128	156,828	11,347
Receivables												
Property Taxes - Due from Ramsey County	-	-	-	-	-	-	-	-	-	-	-	-
Accounts (net of allowance for estimated uncollectibles)	-	-	-	-	6,661	52,830	55,394	4,097	-	-	-	-
Accrued Interest	-	-	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	8,665	95,079	11,244	92,500	-	-	-	-
Due from Other Governmental Units	-	-	-	-	1,655	1,197	1,655	1,197	-	-	-	-
TOTAL ASSETS	<u>357,854</u>	<u>389,898</u>	<u>609,758</u>	<u>137,994</u>	<u>65,454</u>	<u>1,025,982</u>	<u>945,413</u>	<u>146,023</u>	<u>11,047</u>	<u>157,128</u>	<u>156,828</u>	<u>11,347</u>
LIABILITIES												
Accounts Payable	357,854	381,329	601,189	137,994	-	-	-	-	-	576	574	2
Due to Other Governmental Units	-	8,569	8,569	-	65,454	1,009,653	929,084	146,023	11,047	156,552	156,254	11,345
TOTAL LIABILITIES	<u>357,854</u>	<u>389,898</u>	<u>609,758</u>	<u>137,994</u>	<u>65,454</u>	<u>1,009,653</u>	<u>929,084</u>	<u>146,023</u>	<u>11,047</u>	<u>157,128</u>	<u>156,828</u>	<u>11,347</u>

continued

City of Saint Paul, Minnesota
**STATEMENT OF CHANGES IN ASSETS
 AND LIABILITIES - ALL AGENCY FUNDS**
 For the Fiscal Year Ended December 31, 2008

223

	Confiscated and Unclaimed Monies				Arbitrage Rebate				Total			
	01/01/08	Additions	Deductions	12/31/08	01/01/08	Additions	Deductions	12/31/08	01/01/08	Additions	Deductions	12/31/08
ASSETS												
Cash and Investments with Treasurer	1,623,582	698,398	341,420	1,980,560	1,003,409	39,535	296,511	746,433	3,980,784	53,857,136	53,454,353	4,383,567
Receivables												
Property Taxes - Due from Ramsey County	-	-	-	-	-	-	-	-	14,662	14,298	14,662	14,298
Accounts (net of allowance for estimated uncollectibles)	-	-	-	-	-	-	-	-	6,661	52,830	55,394	4,097
Accrued Interest	-	-	-	-	11,015	7,008	11,016	7,007	11,015	7,008	11,016	7,007
Due from Other Funds	-	-	-	-	-	280,000	-	280,000	8,665	375,079	11,244	372,500
Due from Other Governmental Units	-	-	-	-	-	-	-	-	1,655	1,197	1,655	1,197
TOTAL ASSETS	<u>1,623,582</u>	<u>698,398</u>	<u>341,420</u>	<u>1,980,560</u>	<u>1,014,424</u>	<u>326,543</u>	<u>307,527</u>	<u>1,033,440</u>	<u>4,023,442</u>	<u>54,307,548</u>	<u>53,548,324</u>	<u>4,782,666</u>
LIABILITIES												
Accounts Payable	1,623,582	644,331	289,876	1,978,037	-	-	-	-	2,400,789	10,318,710	9,714,726	3,004,773
Due to Other Governmental Units	-	54,067	51,544	2,523	1,014,424	326,543	307,527	1,033,440	1,622,653	43,973,109	43,817,869	1,777,893
TOTAL LIABILITIES	<u>1,623,582</u>	<u>698,398</u>	<u>341,420</u>	<u>1,980,560</u>	<u>1,014,424</u>	<u>326,543</u>	<u>307,527</u>	<u>1,033,440</u>	<u>4,023,442</u>	<u>54,291,819</u>	<u>53,532,595</u>	<u>4,782,666</u>

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CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

COMPARATIVE SCHEDULES BY SOURCE

December 31, 2008 and December 31, 2007

	2008	2007 Restated
	<u>2008</u>	<u>Restated</u>
Governmental Funds Capital Assets:		
Land	143,420,654	141,886,389
Buildings and Structures	558,826,740	532,844,088
Improvements Other than Buildings	97,267,546	93,304,725
Equipment	65,353,472	58,263,984
Infrastructure	684,998,720	676,840,809
Construction in Progress	40,100,798	33,607,969
	<u>1,589,967,930</u>	<u>1,536,747,964</u>
Total Governmental Funds Capital Assets	<u><u>1,589,967,930</u></u>	<u><u>1,536,747,964</u></u>
Investment in Governmental Funds Capital Assets by Source:		
Investment in Property Acquired Prior to January 1, 1976		
- Source Unidentified	47,576,251	37,803,630
Investment in Infrastructure Prior to January 1, 2002	581,020,598	581,584,216
General Obligation Bonds	237,210,555	227,086,920
Federal Grants	82,138,686	80,074,728
State Grants	122,354,423	111,700,594
County	34,213,990	32,037,276
Metro Grants	49,171,854	48,599,384
Expenditures from General Fund	46,668,286	44,870,845
Expenditures from Special Revenue Funds	22,794,330	17,103,743
Expenditures from Capital Projects Funds	262,885,688	253,704,923
Expenditures from Trust Funds	6,466,573	6,209,081
Other	97,466,696	95,972,624
	<u>1,589,967,930</u>	<u>1,536,747,964</u>
Total Governmental Funds Capital Assets	<u><u>1,589,967,930</u></u>	<u><u>1,536,747,964</u></u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Saint Paul, Minnesota
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
 December 31, 2008

Schedule 28

Function and Activity	Total	Land	Buildings and Structures	Improvements Other than Buildings	Equipment	Infrastructure	Construction in Progress
General Government							
Control							
Legislative	34,164	-	-	-	34,164	-	-
Executive	331,204	-	-	-	331,204	-	-
Total Control	365,368	-	-	-	365,368	-	-
Staff Agencies							
City Clerk	690,439	-	-	-	690,439	-	-
Technology and Management Services	1,513,331	-	-	-	1,513,331	-	-
City Attorney	284,003	-	-	-	284,003	-	-
General Government Buildings	41,551,872	483,516	39,522,822	101,429	-	-	1,444,105
Total Staff Agencies	44,039,645	483,516	39,522,822	101,429	2,487,773	-	1,444,105
Total General Government	44,405,013	483,516	39,522,822	101,429	2,853,141	-	1,444,105
Public Safety							
Police Protection	48,266,285	3,037,986	28,152,290	-	17,071,884	-	4,125
Fire Protection	34,652,589	563,058	10,848,176	300,434	21,709,706	-	1,231,215
Safety and Inspection	1,004,134	-	413,701	-	590,433	-	-
Total Public Safety	83,923,008	3,601,044	39,414,167	300,434	39,372,023	-	1,235,340
Highways and Streets	742,337,142	32,900,510	6,918,874	-	4,078,667	684,998,720	13,440,371
Culture and Recreation							
Office of Financial Services	9,148,195	9,148,195	-	-	-	-	-
Parks and Recreation	348,542,912	92,876,987	158,983,144	69,972,291	4,703,162	-	22,007,328
Library	50,354,906	1,325,284	43,480,544	-	5,549,078	-	-
RiverCentre	280,207,382	1,748,508	269,661,473	-	8,797,401	-	-
Total Culture and Recreation	688,253,395	105,098,974	472,125,161	69,972,291	19,049,641	-	22,007,328
Economic Development	31,049,372	1,336,610	845,716	26,893,392	-	-	1,973,654
Total Governmental Funds Capital Assets	1,589,967,930	143,420,654	558,826,740	97,267,546	65,353,472	684,998,720	40,100,798

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Saint Paul, Minnesota
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
For the Fiscal Year Ended December 31, 2008

Schedule 29

<u>Function and Activity</u>	<u>Balance 01/01/08 Restated</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 12/31/08</u>
General Government Control				
Legislative	34,164	-	-	34,164
Executive	320,162	16,239	5,197	331,204
Total Control	354,326	16,239	5,197	365,368
Staff Agencies				
City Clerk	690,439	-	-	690,439
Technology and Management Services	1,352,205	320,488	159,362	1,513,331
City Attorney	284,003	-	-	284,003
General Government Buildings	37,931,054	3,677,348	56,530	41,551,872
Total Staff Agencies	40,257,701	3,997,836	215,892	44,039,645
Total General Government	40,612,027	4,014,075	221,089	44,405,013
Public Safety				
Police Protection	34,276,984	14,556,140	566,839	48,266,285
Fire Protection	30,995,099	3,881,530	224,040	34,652,589
Safety and Inspection	1,017,291	121,055	134,212	1,004,134
Total Public Safety	66,289,374	18,558,725	925,091	83,923,008
Highways and Streets	729,901,369	13,111,189	675,416	742,337,142
Culture and Recreation				
Office of Financial Services	9,148,195	-	-	9,148,195
Parks and Recreation	331,317,980	17,394,851	169,919	348,542,912
Library	50,157,824	197,082	-	50,354,906
RiverCentre	280,207,382	-	-	280,207,382
Total Culture and Recreation	670,831,381	17,591,933	169,919	688,253,395
Economic Development	29,113,813	1,935,559	-	31,049,372
Total Governmental Funds Capital Assets	1,536,747,964	55,211,481	1,991,515	1,589,967,930

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Saint Paul, Minnesota
 SCHEDULE OF DELINQUENT TAXES RECEIVABLE
 ALL FUNDS
 December 31, 2008

Schedule 30

Delinquent Taxes Receivable by Year	FUNDS							
	Total	General	SPECIAL REVENUE		DEBT SERVICE		CAPITAL PROJECTS	ENTERPRISE
			Library Agency	HRA General Fund	General Debt Service	HRA General Debt Service	HRA Tax Increment	HRA Parking
Delinquent Taxes								
2008	2,239,884	1,430,171	372,945	30,281	203,686	135,812	51,964	15,025
2007	441,704	283,037	68,711	6,085	53,180	14,978	1,343	14,370
2006	158,835	76,469	48,819	2,129	14,405	3,298	-	13,715
2005 and Prior	113,282	69,815	14,415	1,339	13,931	1,963	-	11,819
Total Delinquent Taxes Receivable	2,953,705	1,859,492	504,890	39,834	285,202	156,051	53,307	54,929

City of Saint Paul, Minnesota
SCHEDULE OF CHANGES IN BONDS PAYABLE
For the Fiscal Year Ended December 31, 2008

Schedule 31

	<u>Balance 01/01/08</u>	<u>Issued</u>	<u>Retired/ Defeased</u>	<u>Balance 12/31/08</u>
General Long-Term Debt				
General Obligation Bonds				
Property Tax Supported	99,785,000	16,840,000	17,185,000	99,440,000
Special Assessment Debt with Governmental Commitment	42,420,000	11,545,000	3,770,000	50,195,000
HRA Tax Increment	14,110,000	-	1,405,000	12,705,000
Total General Obligation Bonds	<u>156,315,000</u>	<u>28,385,000</u>	<u>22,360,000</u>	<u>162,340,000</u>
Revenue Bonds				
Sales Tax Revenue Bonds	92,000,000	-	1,720,000	90,280,000
HRA Tax Increment Revenue Bonds	50,463,740	-	5,207,180	45,256,560
HRA Sales Tax Revenue Bonds	42,185,000	-	1,500,000	40,685,000
HRA Lease Revenue Bonds	6,145,000	7,685,000	600,000	13,230,000
Total Revenue Bonds	<u>190,793,740</u>	<u>7,685,000</u>	<u>9,027,180</u>	<u>189,451,560</u>
Total Bonds	<u>347,108,740</u>	<u>36,070,000</u>	<u>31,387,180</u>	<u>351,791,560</u>
Sewer Utility Enterprise Fund				
General Obligation Bonds - Self Supporting	3,060,000	-	220,000	2,840,000
Revenue Bonds	14,985,000	23,735,000	4,720,000	34,000,000
	<u>18,045,000</u>	<u>23,735,000</u>	<u>4,940,000</u>	<u>36,840,000</u>
Special Services Enterprise Fund				
Revenue Bonds	6,895,000	-	220,000	6,675,000
HRA Loan Enterprise Fund				
Revenue Bonds	9,135,000	-	2,695,000	6,440,000
HRA Parking Enterprise Fund				
General Obligation Bonds - Self Supporting	33,260,000	-	1,570,000	31,690,000
Revenue Bonds	51,980,000	-	2,270,000	49,710,000
	<u>85,240,000</u>	<u>-</u>	<u>3,840,000</u>	<u>81,400,000</u>
Total	<u>466,423,740</u>	<u>59,805,000</u>	<u>43,082,180</u>	<u>483,146,560</u>

DEBT SERVICE REQUIREMENTS TO MATURITY - GENERAL OBLIGATION BONDS

December 31, 2008

Fiscal Year	GENERAL OBLIGATION BONDS - PROPERTY TAX SUPPORTED (Governmental Activity)			GENERAL OBLIGATION SPECIAL ASSESSMENT DEBT WITH GOVERNMENTAL COMMITMENT (Governmental Activity)			GENERAL OBLIGATION BONDS - HRA TAX INCREMENT (Governmental Activity)		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2009	16,800,000	3,638,081.27	20,438,081.27	3,795,000	2,141,677.57	5,936,677.57	1,475,000	563,589.50	2,038,589.50
2010	15,385,000	3,011,733.77	18,396,733.77	3,795,000	1,973,910.07	5,768,910.07	5,440,000	408,590.25	5,848,590.25
2011	13,480,000	2,456,808.77	15,936,808.77	4,030,000	1,802,827.57	5,832,827.57	1,615,000	248,892.00	1,863,892.00
2012	11,830,000	1,985,140.02	13,815,140.02	3,540,000	1,634,301.32	5,174,301.32	1,715,000	165,933.75	1,880,933.75
2013	10,200,000	1,588,768.14	11,788,768.14	3,575,000	1,472,240.69	5,047,240.69	450,000	111,897.50	561,897.50
2014	6,195,000	1,243,533.76	7,438,533.76	2,300,000	1,343,522.56	3,643,522.56	470,000	89,582.50	559,582.50
2015	5,225,000	998,058.76	6,223,058.76	3,220,000	1,231,022.56	4,451,022.56	490,000	65,940.00	555,940.00
2016	3,500,000	813,700.01	4,313,700.01	2,815,000	1,109,128.81	3,924,128.81	515,000	40,615.63	555,615.63
2017	2,495,000	688,582.51	3,183,582.51	2,750,000	994,260.06	3,744,260.06	535,000	13,709.38	548,709.38
2018	1,755,000	596,471.26	2,351,471.26	1,840,000	897,210.06	2,737,210.06	-	-	-
2019	1,375,000	530,043.76	1,905,043.76	1,890,000	817,178.81	2,707,178.81	-	-	-
2020	1,370,000	469,187.51	1,839,187.51	1,960,000	733,910.05	2,693,910.05	-	-	-
2021	1,330,000	408,162.51	1,738,162.51	2,025,000	646,885.04	2,671,885.04	-	-	-
2022	1,325,000	348,418.76	1,673,418.76	2,095,000	556,125.04	2,651,125.04	-	-	-
2023	1,225,000	291,318.76	1,516,318.76	2,185,000	461,156.29	2,646,156.29	-	-	-
2024	1,065,000	240,256.26	1,305,256.26	2,280,000	361,687.54	2,641,687.54	-	-	-
2025	485,000	206,031.26	691,031.26	2,365,000	258,075.04	2,623,075.04	-	-	-
2026	505,000	185,206.26	690,206.26	2,025,000	148,859.40	2,173,859.40	-	-	-
2027	525,000	163,531.26	688,531.26	1,265,000	63,484.38	1,328,484.38	-	-	-
2028	555,000	140,900.01	695,900.01	445,000	11,125.00	456,125.00	-	-	-
2029	575,000	116,921.88	691,921.88	-	-	-	-	-	-
2030	605,000	91,437.50	696,437.50	-	-	-	-	-	-
2031	635,000	64,640.62	699,640.62	-	-	-	-	-	-
2032	660,000	36,640.62	696,640.62	-	-	-	-	-	-
2033	340,000	7,437.50	347,437.50	-	-	-	-	-	-
	<u>99,440,000</u>	<u>20,321,012.74</u>	<u>119,761,012.74</u>	<u>50,195,000</u>	<u>18,658,587.86</u>	<u>68,853,587.86</u>	<u>12,705,000</u>	<u>1,708,750.51</u>	<u>14,413,750.51</u>

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continued

DEBT SERVICE REQUIREMENTS TO MATURITY - GENERAL OBLIGATION BONDS

December 31, 2008

Fiscal Year	TOTAL GOVERNMENTAL ACTIVITIES			GENERAL OBLIGATION BONDS - SELF-SUPPORTING SEWER UTILITY ENTERPRISE FUND (Business-Type Activity)			GENERAL OBLIGATION BONDS - SELF-SUPPORTING HRA PARKING ENTERPRISE FUND (Business-Type Activity)		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2009	22,070,000	6,343,348.34	28,413,348.34	230,000	140,087.50	370,087.50	1,700,000	1,611,887.50	3,311,887.50
2010	24,620,000	5,394,234.09	30,014,234.09	240,000	129,392.50	369,392.50	1,885,000	1,500,281.25	3,385,281.25
2011	19,125,000	4,508,528.34	23,633,528.34	250,000	117,992.50	367,992.50	2,040,000	1,378,135.00	3,418,135.00
2012	17,085,000	3,785,375.09	20,870,375.09	265,000	105,867.50	370,867.50	2,210,000	1,243,622.50	3,453,622.50
2013	14,225,000	3,172,906.33	17,397,906.33	275,000	92,750.00	367,750.00	2,430,000	1,104,388.75	3,534,388.75
2014	8,965,000	2,676,638.82	11,641,638.82	290,000	79,000.00	369,000.00	2,610,000	967,128.75	3,577,128.75
2015	8,935,000	2,295,021.32	11,230,021.32	300,000	64,500.00	364,500.00	2,790,000	829,508.75	3,619,508.75
2016	6,830,000	1,963,444.45	8,793,444.45	315,000	49,500.00	364,500.00	2,930,000	691,600.00	3,621,600.00
2017	5,780,000	1,696,551.95	7,476,551.95	330,000	33,750.00	363,750.00	1,200,000	593,512.50	1,793,512.50
2018	3,595,000	1,493,681.32	5,088,681.32	345,000	17,250.00	362,250.00	1,255,000	535,206.25	1,790,206.25
2019	3,265,000	1,347,222.57	4,612,222.57	-	-	-	1,315,000	474,168.75	1,789,168.75
2020	3,330,000	1,203,097.56	4,533,097.56	-	-	-	1,380,000	410,162.50	1,790,162.50
2021	3,355,000	1,055,047.55	4,410,047.55	-	-	-	1,445,000	343,068.75	1,788,068.75
2022	3,420,000	904,543.80	4,324,543.80	-	-	-	1,515,000	272,768.75	1,787,768.75
2023	3,410,000	752,475.05	4,162,475.05	-	-	-	1,585,000	199,143.75	1,784,143.75
2024	3,345,000	601,943.80	3,946,943.80	-	-	-	1,660,000	122,075.00	1,782,075.00
2025	2,850,000	464,106.30	3,314,106.30	-	-	-	1,740,000	41,325.00	1,781,325.00
2026	2,530,000	334,065.66	2,864,065.66	-	-	-	-	-	-
2027	1,790,000	227,015.64	2,017,015.64	-	-	-	-	-	-
2028	1,000,000	152,025.01	1,152,025.01	-	-	-	-	-	-
2029	575,000	116,921.88	691,921.88	-	-	-	-	-	-
2030	605,000	91,437.50	696,437.50	-	-	-	-	-	-
2031	635,000	64,640.62	699,640.62	-	-	-	-	-	-
2032	660,000	36,640.62	696,640.62	-	-	-	-	-	-
2033	340,000	7,437.50	347,437.50	-	-	-	-	-	-
	<u>162,340,000</u>	<u>40,688,351.11</u>	<u>203,028,351.11</u>	<u>2,840,000</u>	<u>830,090.00</u>	<u>3,670,090.00</u>	<u>31,690,000</u>	<u>12,317,983.75</u>	<u>44,007,983.75</u>

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DEBT SERVICE REQUIREMENTS TO MATURITY - GENERAL OBLIGATION BONDS

December 31, 2008

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Fiscal Year	TOTAL BUSINESS-TYPE ACTIVITIES			TOTAL ALL ACTIVITIES		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2009	1,930,000	1,751,975.00	3,681,975.00	24,000,000	8,095,323.34	32,095,323.34
2010	2,125,000	1,629,673.75	3,754,673.75	26,745,000	7,023,907.84	33,768,907.84
2011	2,290,000	1,496,127.50	3,786,127.50	21,415,000	6,004,655.84	27,419,655.84
2012	2,475,000	1,349,490.00	3,824,490.00	19,560,000	5,134,865.09	24,694,865.09
2013	2,705,000	1,197,138.75	3,902,138.75	16,930,000	4,370,045.08	21,300,045.08
2014	2,900,000	1,046,128.75	3,946,128.75	11,865,000	3,722,767.57	15,587,767.57
2015	3,090,000	894,008.75	3,984,008.75	12,025,000	3,189,030.07	15,214,030.07
2016	3,245,000	741,100.00	3,986,100.00	10,075,000	2,704,544.45	12,779,544.45
2017	1,530,000	627,262.50	2,157,262.50	7,310,000	2,323,814.45	9,633,814.45
2018	1,600,000	552,456.25	2,152,456.25	5,195,000	2,046,137.57	7,241,137.57
2019	1,315,000	474,168.75	1,789,168.75	4,580,000	1,821,391.32	6,401,391.32
2020	1,380,000	410,162.50	1,790,162.50	4,710,000	1,613,260.06	6,323,260.06
2021	1,445,000	343,068.75	1,788,068.75	4,800,000	1,398,116.30	6,198,116.30
2022	1,515,000	272,768.75	1,787,768.75	4,935,000	1,177,312.55	6,112,312.55
2023	1,585,000	199,143.75	1,784,143.75	4,995,000	951,618.80	5,946,618.80
2024	1,660,000	122,075.00	1,782,075.00	5,005,000	724,018.80	5,729,018.80
2025	1,740,000	41,325.00	1,781,325.00	4,590,000	505,431.30	5,095,431.30
2026	-	-	-	2,530,000	334,065.66	2,864,065.66
2027	-	-	-	1,790,000	227,015.64	2,017,015.64
2028	-	-	-	1,000,000	152,025.01	1,152,025.01
2029	-	-	-	575,000	116,921.88	691,921.88
2030	-	-	-	605,000	91,437.50	696,437.50
2031	-	-	-	635,000	64,640.62	699,640.62
2032	-	-	-	660,000	36,640.62	696,640.62
2033	-	-	-	340,000	7,437.50	347,437.50
	<u>34,530,000</u>	<u>13,148,073.75</u>	<u>47,678,073.75</u>	<u>196,870,000</u>	<u>53,836,424.86</u>	<u>250,706,424.86</u>

City of Saint Paul, Minnesota
DEBT SERVICE REQUIREMENTS TO MATURITY - REVENUE BONDS
December 31, 2008

Schedule 33

Fiscal Year	SALES TAX REVENUE BONDS (Governmental Activity)			HRA TAX INCREMENT REVENUE BONDS (Governmental Activity)			HRA SALES TAX REVENUE BONDS (Governmental Activity)		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2009	1,955,000	5,911,236.50	7,866,236.50	1,547,891	2,917,364.21	4,465,255.21	1,605,000	2,888,635.00	4,493,635.00
2010	2,580,000	5,787,500.50	8,367,500.50	1,614,364	2,825,553.27	4,439,917.27	1,720,000	2,774,680.00	4,494,680.00
2011	2,750,000	5,622,748.50	8,372,748.50	1,714,648	2,728,774.59	4,443,422.59	1,840,000	2,652,560.00	4,492,560.00
2012	2,920,000	5,447,049.50	8,367,049.50	1,828,795	2,625,247.97	4,454,042.97	1,975,000	2,521,920.00	4,496,920.00
2013	3,110,000	5,260,329.00	8,370,329.00	1,941,862	2,512,729.03	4,454,591.03	2,115,000	2,381,695.00	4,496,695.00
2014	3,310,000	5,058,508.00	8,368,508.00	1,809,000	2,391,623.50	4,200,623.50	2,265,000	2,231,530.00	4,496,530.00
2015	3,530,000	4,843,620.00	8,373,620.00	1,936,000	2,278,516.88	4,214,516.88	2,425,000	2,070,715.00	4,495,715.00
2016	3,760,000	4,610,441.50	8,370,441.50	2,046,000	2,157,670.88	4,203,670.88	2,595,000	1,898,540.00	4,493,540.00
2017	4,010,000	4,361,946.00	8,371,946.00	2,559,000	2,008,304.50	4,567,304.50	2,780,000	1,714,295.00	4,494,295.00
2018	4,270,000	4,096,810.00	8,366,810.00	1,538,000	1,880,666.63	3,418,666.63	2,980,000	1,516,915.00	4,496,915.00
2019	4,560,000	3,809,233.26	8,369,233.26	1,646,000	1,776,727.38	3,422,727.38	3,190,000	1,305,335.00	4,495,335.00
2020	4,870,000	3,502,101.00	8,372,101.00	1,758,000	1,665,053.50	3,423,053.50	3,420,000	1,078,845.00	4,498,845.00
2021	5,205,000	3,168,542.76	8,373,542.76	1,877,000	1,544,046.50	3,421,046.50	3,660,000	836,025.00	4,496,025.00
2022	5,555,000	2,811,956.76	8,366,956.76	2,002,000	1,414,861.50	3,416,861.50	3,920,000	576,165.00	4,496,165.00
2023	5,935,000	2,431,279.50	8,366,279.50	2,139,000	1,276,660.00	3,415,660.00	4,195,000	297,845.00	4,492,845.00
2024	10,845,000	2,024,480.50	12,869,480.50	2,282,000	1,127,443.75	3,409,443.75	-	-	-
2025	11,595,000	1,270,431.00	12,865,431.00	2,441,000	968,359.00	3,409,359.00	-	-	-
2026	1,720,000	476,000.00	2,196,000.00	2,613,000	798,027.00	3,411,027.00	-	-	-
2027	1,810,000	390,000.00	2,200,000.00	2,787,000	615,979.75	3,402,979.75	-	-	-
2028	1,900,000	299,500.00	2,199,500.00	3,852,000	331,326.50	4,183,326.50	-	-	-
2029	1,995,000	204,500.00	2,199,500.00	3,324,000	114,751.00	3,438,751.00	-	-	-
2030	2,095,000	104,750.00	2,199,750.00	-	-	-	-	-	-
2031	-	-	-	-	-	-	-	-	-
2032	-	-	-	-	-	-	-	-	-
	<u>90,280,000</u>	<u>71,492,964.28</u>	<u>161,772,964.28</u>	<u>45,256,560</u>	<u>35,959,687.34</u>	<u>81,216,247.34</u>	<u>40,685,000</u>	<u>26,745,700.00</u>	<u>67,430,700.00</u>

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City of Saint Paul, Minnesota
DEBT SERVICE REQUIREMENTS TO MATURITY - REVENUE BONDS
December 31, 2008

Schedule 33

Fiscal Year	HRA LEASE REVENUE BONDS (Governmental Activity)			TOTAL GOVERNMENTAL ACTIVITIES			SEWER UTILITY ENTERPRISE FUND REVENUE BONDS (Business-Type Activity)		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2009	840,000	663,937.00	1,503,937.00	5,947,891	12,381,172.71	18,329,063.71	1,510,000	1,365,091.26	2,875,091.26
2010	970,000	617,075.00	1,587,075.00	6,884,364	12,004,808.77	18,889,172.77	1,555,000	1,316,916.26	2,871,916.26
2011	1,130,000	560,025.00	1,690,025.00	7,434,648	11,564,108.09	18,998,756.09	1,610,000	1,265,991.26	2,875,991.26
2012	1,285,000	492,337.50	1,777,337.50	8,008,795	11,086,554.97	19,095,349.97	1,670,000	1,212,678.76	2,882,678.76
2013	1,445,000	414,937.50	1,859,937.50	8,611,862	10,569,690.53	19,181,552.53	1,720,000	1,155,216.25	2,875,216.25
2014	1,195,000	340,287.50	1,535,287.50	8,579,000	10,021,949.00	18,600,949.00	1,780,000	1,094,890.00	2,874,890.00
2015	235,000	302,187.50	537,187.50	8,126,000	9,495,039.38	17,621,039.38	1,855,000	1,028,590.00	2,883,590.00
2016	245,000	292,787.50	537,787.50	8,646,000	8,959,439.88	17,605,439.88	1,925,000	954,777.50	2,879,777.50
2017	255,000	282,681.26	537,681.26	9,604,000	8,367,226.76	17,971,226.76	2,000,000	878,190.00	2,878,190.00
2018	265,000	271,843.76	536,843.76	9,053,000	7,766,235.39	16,819,235.39	2,080,000	794,890.00	2,874,890.00
2019	280,000	260,250.00	540,250.00	9,676,000	7,151,545.64	16,827,545.64	2,160,000	699,315.00	2,859,315.00
2020	290,000	247,650.00	537,650.00	10,338,000	6,493,649.50	16,831,649.50	2,260,000	596,850.00	2,856,850.00
2021	305,000	234,600.00	539,600.00	11,047,000	5,783,214.26	16,830,214.26	1,725,000	489,690.00	2,214,690.00
2022	320,000	220,112.50	540,112.50	11,797,000	5,023,095.76	16,820,095.76	1,800,000	409,515.00	2,209,515.00
2023	335,000	204,912.50	539,912.50	12,604,000	4,210,697.00	16,814,697.00	1,880,000	335,638.12	2,215,638.12
2024	350,000	189,000.00	539,000.00	13,477,000	3,340,924.25	16,817,924.25	1,515,000	256,822.49	1,771,822.49
2025	365,000	172,375.00	537,375.00	14,401,000	2,411,165.00	16,812,165.00	1,580,000	193,417.50	1,773,417.50
2026	385,000	155,037.50	540,037.50	4,718,000	1,429,064.50	6,147,064.50	1,650,000	126,118.75	1,776,118.75
2027	400,000	136,750.00	536,750.00	4,997,000	1,142,729.75	6,139,729.75	1,725,000	55,143.75	1,780,143.75
2028	420,000	116,750.00	536,750.00	6,172,000	747,576.50	6,919,576.50	-	-	-
2029	445,000	95,750.00	540,750.00	5,764,000	415,001.00	6,179,001.00	-	-	-
2030	465,000	73,500.00	538,500.00	2,560,000	178,250.00	2,738,250.00	-	-	-
2031	490,000	50,250.00	540,250.00	490,000	50,250.00	540,250.00	-	-	-
2032	515,000	25,750.00	540,750.00	515,000	25,750.00	540,750.00	-	-	-
	<u>13,230,000</u>	<u>6,420,787.02</u>	<u>19,650,787.02</u>	<u>189,451,560</u>	<u>140,619,138.64</u>	<u>330,070,698.64</u>	<u>34,000,000</u>	<u>14,229,741.90</u>	<u>48,229,741.90</u>

continued

City of Saint Paul, Minnesota
DEBT SERVICE REQUIREMENTS TO MATURITY - REVENUE BONDS
 December 31, 2008

Schedule 33

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Fiscal Year	SPECIAL SERVICES ENTERPRISE FUND RECREATION FACILITY REVENUE BONDS (Business-Type Activity)			HRA PARKING ENTERPRISE FUND REVENUE BONDS (Business-Type Activity)			HRA LOAN ENTERPRISE FUND REVENUE BONDS (Business-Type Activity)		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2009	235,000	312,937.50	547,937.50	2,375,000	2,415,172.50	4,790,172.50	3,930,000	171,210.00	4,101,210.00
2010	250,000	304,125.00	554,125.00	2,475,000	2,305,290.50	4,780,290.50	-	151,560.00	151,560.00
2011	265,000	294,750.00	559,750.00	2,595,000	2,188,812.50	4,783,812.50	-	151,560.00	151,560.00
2012	280,000	284,150.00	564,150.00	18,060,000	1,764,950.50	19,824,950.50	-	151,560.00	151,560.00
2013	295,000	272,950.00	567,950.00	2,710,000	1,336,408.00	4,046,408.00	-	151,560.00	151,560.00
2014	310,000	261,150.00	571,150.00	1,945,000	1,197,135.00	3,142,135.00	-	151,560.00	151,560.00
2015	325,000	248,750.00	573,750.00	2,060,000	1,076,722.00	3,136,722.00	-	151,560.00	151,560.00
2016	350,000	235,750.00	585,750.00	2,190,000	948,048.00	3,138,048.00	-	151,560.00	151,560.00
2017	375,000	218,250.00	593,250.00	2,315,000	820,139.50	3,135,139.50	-	151,560.00	151,560.00
2018	400,000	199,500.00	599,500.00	805,000	687,185.00	1,492,185.00	-	151,560.00	151,560.00
2019	425,000	179,500.00	604,500.00	845,000	646,935.00	1,491,935.00	-	151,560.00	151,560.00
2020	450,000	158,250.00	608,250.00	890,000	602,572.50	1,492,572.50	-	151,560.00	151,560.00
2021	475,000	135,750.00	610,750.00	935,000	555,847.50	1,490,847.50	-	151,560.00	151,560.00
2022	505,000	112,000.00	617,000.00	985,000	506,760.00	1,491,760.00	-	151,560.00	151,560.00
2023	535,000	86,750.00	621,750.00	1,040,000	455,047.50	1,495,047.50	-	151,560.00	151,560.00
2024	565,000	60,000.00	625,000.00	1,090,000	400,447.50	1,490,447.50	2,510,000	3,737.00	2,513,737.00
2025	635,000	31,750.00	666,750.00	1,150,000	342,132.50	1,492,132.50	-	-	-
2026	-	-	-	1,210,000	280,607.50	1,490,607.50	-	-	-
2027	-	-	-	1,275,000	215,872.50	1,490,872.50	-	-	-
2028	-	-	-	1,345,000	147,660.00	1,492,660.00	-	-	-
2029	-	-	-	1,415,000	75,702.50	1,490,702.50	-	-	-
2030	-	-	-	-	-	-	-	-	-
2031	-	-	-	-	-	-	-	-	-
2032	-	-	-	-	-	-	-	-	-
	<u>6,675,000</u>	<u>3,396,312.50</u>	<u>10,071,312.50</u>	<u>49,710,000</u>	<u>18,969,448.50</u>	<u>68,679,448.50</u>	<u>6,440,000</u>	<u>2,296,787.00</u>	<u>8,736,787.00</u>

continued

City of Saint Paul, Minnesota
 DEBT SERVICE REQUIREMENTS TO MATURITY - REVENUE BONDS
 December 31, 2008

Fiscal Year	TOTAL BUSINESS-TYPE ACTIVITIES			TOTAL ALL ACTIVITIES		
	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2009	8,050,000	4,264,411.26	12,314,411.26	13,997,891	16,645,583.97	30,643,474.97
2010	4,280,000	4,077,891.76	8,357,891.76	11,164,364	16,082,700.53	27,247,064.53
2011	4,470,000	3,901,113.76	8,371,113.76	11,904,648	15,465,221.85	27,369,869.85
2012	20,010,000	3,413,339.26	23,423,339.26	28,018,795	14,499,894.23	42,518,689.23
2013	4,725,000	2,916,134.25	7,641,134.25	13,336,862	13,485,824.78	26,822,686.78
2014	4,035,000	2,704,735.00	6,739,735.00	12,614,000	12,726,684.00	25,340,684.00
2015	4,240,000	2,505,622.00	6,745,622.00	12,366,000	12,000,661.38	24,366,661.38
2016	4,465,000	2,290,135.50	6,755,135.50	13,111,000	11,249,575.38	24,360,575.38
2017	4,690,000	2,068,139.50	6,758,139.50	14,294,000	10,435,366.26	24,729,366.26
2018	3,285,000	1,833,135.00	5,118,135.00	12,338,000	9,599,370.39	21,937,370.39
2019	3,430,000	1,677,310.00	5,107,310.00	13,106,000	8,828,855.64	21,934,855.64
2020	3,600,000	1,509,232.50	5,109,232.50	13,938,000	8,002,882.00	21,940,882.00
2021	3,135,000	1,332,847.50	4,467,847.50	14,182,000	7,116,061.76	21,298,061.76
2022	3,290,000	1,179,835.00	4,469,835.00	15,087,000	6,202,930.76	21,289,930.76
2023	3,455,000	1,028,995.62	4,483,995.62	16,059,000	5,239,692.62	21,298,692.62
2024	5,680,000	721,006.99	6,401,006.99	19,157,000	4,061,931.24	23,218,931.24
2025	3,365,000	567,300.00	3,932,300.00	17,766,000	2,978,465.00	20,744,465.00
2026	2,860,000	406,726.25	3,266,726.25	7,578,000	1,835,790.75	9,413,790.75
2027	3,000,000	271,016.25	3,271,016.25	7,997,000	1,413,746.00	9,410,746.00
2028	1,345,000	147,660.00	1,492,660.00	7,517,000	895,236.50	8,412,236.50
2029	1,415,000	75,702.50	1,490,702.50	7,179,000	490,703.50	7,669,703.50
2030	-	-	-	2,560,000	178,250.00	2,738,250.00
2031	-	-	-	490,000	50,250.00	540,250.00
2032	-	-	-	515,000	25,750.00	540,750.00
	<u>96,825,000</u>	<u>38,892,289.90</u>	<u>135,717,289.90</u>	<u>286,276,560</u>	<u>179,511,428.54</u>	<u>465,787,988.54</u>

City of Saint Paul, Minnesota
SUMMARY OF BONDED DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2008

Schedule 34

<u>ANNUAL PRINCIPAL AND INTEREST REQUIREMENTS</u>			
Fiscal Year	General Obligation Bond Requirements	Revenue Bond Requirements	Total Requirements
2009	32,095,323.34	30,643,474.97	62,738,798.31
2010	33,768,907.84	27,247,064.53	61,015,972.37
2011	27,419,655.84	27,369,869.85	54,789,525.69
2012	24,694,865.09	42,518,689.23	67,213,554.32
2013	21,300,045.08	26,822,686.78	48,122,731.86
2014	15,587,767.57	25,340,684.00	40,928,451.57
2015	15,214,030.07	24,366,661.38	39,580,691.45
2016	12,779,544.45	24,360,575.38	37,140,119.83
2017	9,633,814.45	24,729,366.26	34,363,180.71
2018	7,241,137.57	21,937,370.39	29,178,507.96
2019	6,401,391.32	21,934,855.64	28,336,246.96
2020	6,323,260.06	21,940,882.00	28,264,142.06
2021	6,198,116.30	21,298,061.76	27,496,178.06
2022	6,112,312.55	21,289,930.76	27,402,243.31
2023	5,946,618.80	21,298,692.62	27,245,311.42
2024	5,729,018.80	23,218,931.24	28,947,950.04
2025	5,095,431.30	20,744,465.00	25,839,896.30
2026	2,864,065.66	9,413,790.75	12,277,856.41
2027	2,017,015.64	9,410,746.00	11,427,761.64
2028	1,152,025.01	8,412,236.50	9,564,261.51
2029	691,921.88	7,669,703.50	8,361,625.38
2030	696,437.50	2,738,250.00	3,434,687.50
2031	699,640.62	540,250.00	1,239,890.62
2032	696,640.62	540,750.00	1,237,390.62
2033	347,437.50	-	347,437.50
	250,706,424.86	465,787,988.54	716,494,413.40

**SCHEDULE OF GENERAL OBLIGATION BOND ANNUAL CHARGES FOR
BOND AND INTEREST - PROPERTY TAX SUPPORTED BONDS**

December 31, 2008

	Capital Improvement		Library Agency		Public Safety		Total	
	Bonds	Interest	Bonds	Interest	Bonds	Interest	Bonds	Interest
2009	16,335,000	2,688,587.51	200,000	516,800.00	265,000	432,693.76	16,800,000	3,638,081.27
2010	14,910,000	2,076,690.01	200,000	511,050.00	275,000	423,993.76	15,385,000	3,011,733.77
2011	12,995,000	1,538,865.01	200,000	505,050.00	285,000	412,893.76	13,480,000	2,456,808.77
2012	11,135,000	1,088,696.26	400,000	495,050.00	295,000	401,393.76	11,830,000	1,985,140.02
2013	9,195,000	723,474.38	700,000	475,800.00	305,000	389,493.76	10,200,000	1,588,768.14
2014	4,880,000	422,790.00	1,000,000	443,550.00	315,000	377,193.76	6,195,000	1,243,533.76
2015	3,900,000	232,515.00	1,000,000	401,050.00	325,000	364,493.76	5,225,000	998,058.76
2016	2,165,000	106,256.25	1,000,000	356,050.00	335,000	351,393.76	3,500,000	813,700.01
2017	1,145,000	39,738.75	1,000,000	311,050.00	350,000	337,793.76	2,495,000	688,582.51
2018	390,000	6,727.50	1,000,000	266,050.00	365,000	323,693.76	1,755,000	596,471.26
2019	-	-	1,000,000	221,050.00	375,000	308,993.76	1,375,000	530,043.76
2020	-	-	975,000	175,393.75	395,000	293,793.76	1,370,000	469,187.51
2021	-	-	925,000	130,268.75	405,000	277,893.76	1,330,000	408,162.51
2022	-	-	900,000	86,925.00	425,000	261,493.76	1,325,000	348,418.76
2023	-	-	780,000	47,025.00	445,000	244,293.76	1,225,000	291,318.76
2024	-	-	600,000	14,250.00	465,000	226,006.26	1,065,000	240,256.26
2025	-	-	-	-	485,000	206,031.26	485,000	206,031.26
2026	-	-	-	-	505,000	185,206.26	505,000	185,206.26
2027	-	-	-	-	525,000	163,531.26	525,000	163,531.26
2028	-	-	-	-	555,000	140,900.01	555,000	140,900.01
2029	-	-	-	-	575,000	116,921.88	575,000	116,921.88
2030	-	-	-	-	605,000	91,437.50	605,000	91,437.50
2031	-	-	-	-	635,000	64,640.62	635,000	64,640.62
2032	-	-	-	-	660,000	36,640.62	660,000	36,640.62
2033	-	-	-	-	340,000	7,437.50	340,000	7,437.50
	<u>77,050,000</u>	<u>8,924,340.67</u>	<u>11,880,000</u>	<u>4,956,412.50</u>	<u>10,510,000</u>	<u>6,440,259.57</u>	<u>99,440,000</u>	<u>20,321,012.74</u>

City of Saint Paul, Minnesota
SCHEDULE OF INTERGOVERNMENTAL REVENUE
ALL FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 36

	Federal	State	County	Other	Total
GOVERNMENTAL FUNDS					
Major Governmental Funds					
General Fund					
Recreational Trail Grant - State Administered	37,168	-	-	-	37,168
City Share of State Department of Transportation Fines	-	8,268	-	-	8,268
Fire Pension Amortization and Insurance Premium Aid	-	2,051,436	-	-	2,051,436
Local Government Aid	-	48,825,791	-	-	48,825,791
Market Value Homestead Credit	-	2,098,713	-	-	2,098,713
Police/Fire Disability Benefit Act	-	375,172	-	-	375,172
Police Pension Amortization Aid	-	3,767,018	-	-	3,767,018
Public Employees Retirement Association Pension Aid	-	517,512	-	-	517,512
City Share of State Highway Rent	-	-	2,852	-	2,852
Emergency Management Performance Grant	-	-	5,000	-	5,000
	<u>37,168</u>	<u>57,643,910</u>	<u>7,852</u>	<u>-</u>	<u>57,688,930</u>
Citywide Major Events					
2008 Republican National Convention Security - Justice	39,300,973	-	-	-	39,300,973
Library Agency					
Local Government Aid	-	2,267,200	-	-	2,267,200
Market Value Homestead Credit	-	445,748	-	-	445,748
City Share of State Highway Rent	-	-	744	-	744
	<u>-</u>	<u>2,712,948</u>	<u>744</u>	<u>-</u>	<u>2,713,692</u>
HRA General Fund					
Market Value Homestead Credit	-	44,437	-	-	44,437
General Debt Service					
Market Value Homestead Credit	-	280,561	-	-	280,561
Government Acquired Property Rent	-	-	406	-	406
	<u>-</u>	<u>280,561</u>	<u>406</u>	<u>-</u>	<u>280,967</u>
HRA General Debt Service					
Market Value Homestead Credit	-	141,670	-	-	141,670
Capital Improvement Projects					
Federal Highway Administration - State Administered	3,783,582	-	-	-	3,783,582
Minnesota Department of Economic Development	-	159,924	-	-	159,924
Municipal State Aid - Construction	-	7,992,700	-	-	7,992,700
State Trunk Highway	-	1,071,442	-	-	1,071,442
Ramsey County Aid	-	-	1,945,325	-	1,945,325
Metropolitan Council	-	-	-	7,337,975	7,337,975
	<u>3,783,582</u>	<u>9,224,066</u>	<u>1,945,325</u>	<u>7,337,975</u>	<u>22,290,948</u>
Total Major Governmental Funds	<u>43,121,723</u>	<u>70,047,592</u>	<u>1,954,327</u>	<u>7,337,975</u>	<u>122,461,617</u>

continued

	Federal	State	County	Other	Total
Non Major Governmental Funds					
Special Revenue Funds					
Special Projects - General Government					
AmeriCorps - Corporation for National and Community Service	208,560	-	-	-	208,560
Pre-K Exploratory Project - Department of Human Services	-	1,296,359	-	-	1,296,359
Saint Paul Public Schools - AmeriCorps*VISTA Cost Share	-	-	-	10,489	10,489
University of Minnesota - Humphrey Institute - Gates Foundation	-	-	-	5,300	5,300
	<u>208,560</u>	<u>1,296,359</u>	<u>-</u>	<u>15,789</u>	<u>1,520,708</u>
Special Projects Police					
African American Immigrant and Muslim Healing Initiative - State Administered	137,503	-	-	-	137,503
Bullet Proof Vest Partnership - Justice	10,664	-	-	-	10,664
Central Corridor - State Administered	1,021,436	-	-	-	1,021,436
Coverdell Forensic - Justice	46,418	-	-	-	46,418
First Light, Accountability, Response, and Enforcement - Justice	74,687	-	-	-	74,687
Gang Resistance Education and Training - Justice	116,561	-	-	-	116,561
Gang Resistance Education and Training - Boys and Girls Club of the Twin Cities Administered	6,614	-	-	-	6,614
Homeland Security - State Administered	304,055	-	-	-	304,055
Human Trafficking - Justice	212,019	-	-	-	212,019
Internet Crimes Against Children - Justice	395,375	-	-	-	395,375
Justice Assistance - Justice	416,967	-	-	-	416,967
Juvenile Accountability Incentive Block Grant - State Administered	23,462	-	-	-	23,462
Juvenile Delinquency Prevention - State Administered	60,000	-	-	-	60,000
Narcotics Control Program - Surveillance - Justice - Ramsey County Administered	85,000	-	-	-	85,000
Night Cap Grant - State Administered	12,835	-	-	-	12,835
Safe & Sober Grant - State Administered	48,409	-	-	-	48,409
Secure Our Schools - Justice	210,370	-	-	-	210,370
Solving Cold Cases with DNA - Justice	89,382	-	-	-	89,382
Stop Armed Gang Activity - Justice	116,089	-	-	-	116,089
Underage Liquor Compliance Check Grant - State Administered	2,500	-	-	-	2,500
Getting Residents Involved - State Administered	-	54,200	-	-	54,200
Integrated Domestic Violence - State Administered	-	96,975	-	-	96,975
Minnesota Auto Theft Prevention Program	-	183,605	-	-	183,605
Peace Officer Overtime - State Administered	-	4,241	-	-	4,241
Peace Officers Standards Board	-	239,120	-	-	239,120
Strike Force Grant	-	240,000	-	-	240,000
	<u>3,390,346</u>	<u>818,141</u>	<u>-</u>	<u>-</u>	<u>4,208,487</u>
Fire Responsive Services					
2006 UASI Grant	40,167	-	-	-	40,167
2006 Homeland Security Grant	64,293	-	-	-	64,293
2007 UASI Grant	1,141,728	-	-	-	1,141,728
2007 Homeland Security Grant	87,667	-	-	-	87,667
	<u>1,333,855</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,333,855</u>
Right of Way Maintenance					
Municipal State Aid - Maintenance	-	1,801,826	-	-	1,801,826
State Trunk Highway	-	796,875	-	-	796,875
Ramsey County Aid	-	-	355,770	-	355,770
	<u>-</u>	<u>2,598,701</u>	<u>355,770</u>	<u>-</u>	<u>2,954,471</u>
Parking Meter Collections					
City Share of County Court - Fines & Forfeits	-	3,126,605	-	-	3,126,605

continued

City of Saint Paul, Minnesota
SCHEDULE OF INTERGOVERNMENTAL REVENUE
ALL FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 36

	Federal	State	County	Other	Total
Solid Waste and Recycling					
Ramsey County Recycling Program	-	-	587,567	-	587,567
Como Campus					
Minnesota Department of Natural Resources Como Zoo Grant	-	135,000	-	-	135,000
Special Recreation Activities					
Minnesota Department of Education	-	3,375	-	-	3,375
District 6 Council Summer Grant	-	-	-	7,900	7,900
Star Project North Area Programs	-	-	-	17,760	17,760
	-	3,375	-	25,660	29,035
Debt-Capital Improvement					
Metropolitan Council	-	-	-	122,726	122,726
Parks and Recreation Grants and Aids					
After School Enrichment Program	-	218,136	-	-	218,136
Minnesota Department of Natural Resources					
Fish and Wildlife - Como Lakeside Restoration	-	44,000	-	-	44,000
Regional Parks Maintenance	-	1,512,786	-	-	1,512,786
Youth Job Corp Grant - State Administered	-	839,705	-	-	839,705
	-	2,614,627	-	-	2,614,627
Library Agency Revenues and Grants					
Institute of Museum and Library - State Administered	35,000	-	-	-	35,000
Teaching - Learning Library - College of St. Catherine Administered	54,474	-	-	-	54,474
Metropolitan Library Service Agency (MELSA)	-	172,145	-	-	172,145
	89,474	172,145	-	-	261,619
Community Development Block Grant					
Community Development Block Grant - HUD	8,667,909	-	-	-	8,667,909
Economic Development Initiative Grant - HUD	148,500	-	-	-	148,500
Emergency Shelter Grant - HUD	338,726	-	-	-	338,726
	9,155,135	-	-	-	9,155,135
State Grant Programs					
Non-Motorized Transportation Pilot Grant - State Administered	17,409	-	-	-	17,409
State of Minnesota - Special Projects	-	1,932,464	-	-	1,932,464
Metropolitan Council Grant - Special Projects	-	-	-	801,793	801,793
	17,409	1,932,464	-	801,793	2,751,666
HRA Federal and State Programs					
American Dream Down Payment Initiative - HUD	20,000	-	-	-	20,000
Federal Highway Administration - State Administered	1,186,100	-	-	-	1,186,100
Home Investment Partnerships Program - HUD	982,484	-	-	-	982,484
Shelter Plus Care Grants - HUD	48,010	-	-	-	48,010
Minnesota Housing Finance Agency (MHFA) Loan and Grant Program	-	250,629	-	-	250,629
	2,236,594	250,629	-	-	2,487,223
Section 108 Programs					
Economic Development Initiative Grant - HUD	300,641	-	-	-	300,641
Total Special Revenue Funds	16,732,014	12,948,046	943,337	965,968	31,589,365

continued

City of Saint Paul, Minnesota
SCHEDULE OF INTERGOVERNMENTAL REVENUE
ALL FUNDS
For the Fiscal Year Ended December 31, 2008

Schedule 36

	Federal	State	County	Other	Total
Debt Service Funds					
G.O. Special Assessments - Streets Market Value Homestead Credit	-	18,290	-	-	18,290
Library Debt Market Value Homestead Credit	-	101,187	-	-	101,187
Total Debt Service Funds	-	119,477	-	-	119,477
Capital Projects Funds					
HRA Development Capital Projects Mortgage Foreclosure Recycling Pilot Program	-	250,000	-	-	250,000
HRA Tax Increment Market Value Homestead Credit	-	60,689	-	-	60,689
Total Capital Projects Funds	-	310,689	-	-	310,689
Total Nonmajor Governmental Funds	16,732,014	13,378,212	943,337	965,968	32,019,531
Total Governmental Funds	59,853,737	83,425,804	2,897,664	8,303,943	154,481,148
PROPRIETARY FUNDS					
Major Enterprise Funds					
Sewer Utility Ramsey County Aid	-	-	77,561	-	77,561
HRA Loan Enterprise Housing Counseling Grant - HUD	47,539	-	-	-	47,539
Minnesota Housing Finance Agency (MHFA) Mortgage Foreclosure Prevention Assistance Program	-	37,000	-	-	37,000
	47,539	37,000	-	-	84,539
Total Major Enterprise Funds	47,539	37,000	77,561	-	162,100
Internal Service Funds					
Public Works Traffic, Signal and Lighting Maintenance Municipal State Aid	-	1,459,226	-	-	1,459,226
State Trunk Highway	-	265,625	-	-	265,625
Ramsey County Aid	-	-	1,047,204	-	1,047,204
	-	1,724,851	1,047,204	-	2,772,055
Planning and Economic Development Administration National Foreclosure Mitigation Counseling Program - Neighborhood Reinvestment Corporation Administered	252,450	-	-	-	252,450
	252,450	-	-	-	252,450
Total Internal Service Funds	252,450	1,724,851	1,047,204	-	3,024,505
Total Proprietary Funds	299,989	1,761,851	1,124,765	-	3,186,605
TOTAL ALL FUNDS	60,153,726	85,187,655	4,022,429	8,303,943	157,667,753

City of Saint Paul, Minnesota
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Fiscal Year Ended December 31, 2008

Schedule 37

Federal Grantor Pass-Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
U.S. Department of Housing and Urban Development			
Direct Grants			
Community Development Block Grants/Entitlement Grants	14.218	8,667,909	3,224,259
Emergency Shelter Grants Program	14.231	338,726	332,270
Community Development Block Grants/Brownfields Economic Development Initiative (BEDI; Section 108)	14.246	300,641	300,641
Economic Development Initiative - Special Project Neighborhood Initiative and Miscellaneous Grants - Ames Lake	14.251	148,500	148,500
Total U. S. Department of Housing and Urban Development		<u>9,455,776</u>	<u>4,005,670</u>
U.S. Department of Justice			
Direct Grants			
Services for Trafficking Victims	16.320	212,019	-
Missing Children's Assistance - Internet Crimes Against Children	16.543	395,375	-
National Institute of Justice Research, Evaluation and Development Projects Grants			
Solving Cold Cases with DNA	16.560	89,382	-
Edward Byrne Memorial State - Local Law Enforcement Assistance Discretionary Grants Program			
2008 Republican National Convention Security	16.580	39,300,973	-
Stop Armed Gang Activity	16.580	116,089	-
Grants to Encourage Arrest Policies and Enforcement of Protection Orders - First Light, Accountability, Response, and Enforcement (FLARE)	16.590	74,687	-
Bulletproof Vest Partnership Program	16.607	10,664	-
Public Safety Partnership and Community Policing Grant			
Secure Our Schools	16.710	210,370	-
Gang Resistance Education and Training (G.R.E.A.T.) Program	16.737	116,561	-
Edward Byrne Memorial Justice Assistance Grant Program			
Justice Assistance	16.738	465,542	59,471
Paul Coverdell Forensic Science Improvement Grant Program	16.742	46,418	-
Passed Through Minnesota Department of Public Safety			
Juvenile Accountability Incentive Block Grants	16.523	23,462	-
Title V - Delinquency Prevention Program	16.548	60,000	-
Edward Byrne Memorial Formula Grant Program			
African American Immigrant and Muslim Healing Initiative	16.579	137,503	-
Enforcing Underage Drinking Laws Program			
Enforcing Underage Drinking	16.727	2,500	-
Passed Through Boys and Girls Club of the Twin Cities			
Gang Resistance Education and Training (G.R.E.A.T.) Program	16.737	6,614	-
Passed Through Ramsey County, Minnesota			
Edward Byrne Memorial Justice Assistance Grant Program			
Narcotics Control Program - Surveillance	16.738	85,000	-
Total U. S. Department of Justice		<u>41,353,159</u>	<u>59,471</u>

continued

City of Saint Paul, Minnesota
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Fiscal Year Ended December 31, 2008

Schedule 37

Federal Grantor Pass-Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
U.S. Department of Transportation			
Passed Through Minnesota Department of Transportation Highway Planning and Construction Non-Motorized Transportation Pilot Program	20.205	17,409	-
Federal Highway Administration	20.205	1,234,730	-
Federal Transit - Grants Central Corridor Grant	20.500	1,021,436	-
Passed Through Minnesota Department of Natural Resources Recreational Trails Grant Program	20.219	37,168	-
Passed Through Minnesota Department of Public Safety Minimum Penalties for Repeat Offenders for Driving While Intoxicated Night Cap Grant	20.608	12,835	-
Safe and Sober	20.601	48,409	-
Total U.S. Department of Transportation		<u>2,371,987</u>	<u>-</u>
U.S. Department of Treasury			
Passed Through Neighborhood Reinvestment Corporation National Foreclosure Mitigation Counseling Program	21.000	252,450	252,450
Office of Library Services, Institute of Museum and Library Services, National Foundation on the Arts and the Humanities			
Passed Through Minnesota Department of Education and the Friends of the Library Grants to States Institute of Museum and Library	45.310	35,000	-
Passed Through College of St. Catherine Laura Bush 21st Century Librarian Program Teaching - Learning Library	45.313	54,474	-
Total Office of Library Services, Institute of Museum and Library Services		<u>89,474</u>	<u>-</u>
Corporation for National and Community Service			
Direct Grant Volunteers in Service to America (VISTA) AmeriCorps	94.013	208,560	-
U.S. Department of Homeland Security			
Passed Through Minnesota Department of Public Safety Homeland Security Grant Program Homeland Security Grant	97.067	287,335	-
Urban Area Strategic Initiative	97.067	1,247,286	-
Buffer Zone Protection Program Homeland Security Part II Equipment	97.078	103,289	-
Total U.S. Department of Homeland Security		<u>1,637,910</u>	<u>-</u>
Total Federal Awards		<u>55,369,316</u>	<u>4,317,591</u>

Notes to Schedule of Expenditures of Federal Awards

- The Schedule of Expenditures of Federal Awards presents the activity of federal award programs expended by the City of Saint Paul. The City's reporting entity is defined in Note II to the basic financial statements.
- The expenditures on this schedule are on the basis of accounting used by the individual funds of the City of Saint Paul. Governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis.
- Pass-through grant numbers were not assigned by the pass-through agencies.
- The Schedule of Intergovernmental Revenue - All Funds (Schedule 36) indicates \$60,153,726 of federal revenue. The federal awards on this schedule is \$55,369,316, a difference of \$4,784,410. The federal intergovernmental revenue related to the Federal Highway Administration grant (CFDA 20.205) was \$3,783,582 with related expenditures of \$1,234,730 a difference of \$2,548,852. The HRA Federal and State Programs Fund had \$2,236,594 of federal intergovernmental revenue and the HRA Loan Enterprise Fund had \$47,539 of federal intergovernmental revenue. The federal intergovernmental revenue related to the Justice Assistance grant (CFDA 16.738) was \$416,967 with related expenditures of \$465,542 a difference of (\$48,575) due to the spend down of interest earned on the grant revenue.

STATISTICAL SECTION

This part of the City of Saint Paul's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These tables contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	246-251
Revenue Capacity These tables contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	252-257
Debt Capacity These tables 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.	258-269
Demographic and Economic Information These tables offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	270-271
Operating Information These tables contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	272-274

Sources: Unless otherwise noted, the information in these tables is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement No. 34 in 2002; tables presenting government-wide information include information beginning in that year.

City of Saint Paul, Minnesota
NET ASSETS BY COMPONENT
Last Seven Fiscal Years
(accrual basis of accounting)

Table 1

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Governmental Activities							
Invested in Capital Assets, Net of Related Debt	\$ 724,622,777	\$ 795,317,632	\$ 828,644,882	\$ 844,290,032	\$ 873,832,717	\$ 876,864,683	\$ 828,525,768
Restricted	25,820,024	13,558,684	15,834,269	16,618,146	13,395,398	14,398,465	12,098,432
Unrestricted	156,225,516	110,149,300	76,428,755	40,137,785	10,774,044	28,472,609	61,063,557
Total Governmental Activities Net Assets	<u>906,668,317</u>	<u>919,025,616</u>	<u>920,907,906</u>	<u>901,045,963</u>	<u>898,002,159</u>	<u>919,735,757</u>	<u>901,687,757</u>
Business-Type Activities							
Invested in Capital Assets, Net of Related Debt	235,294,207	245,187,836	238,808,414	239,912,873	242,732,729	259,106,106	237,900,645
Restricted	9,052,464	10,195,968	16,105,185	22,966,596	17,621,141	17,066,554	9,894,269
Unrestricted	77,181,656	66,940,134	81,087,008	82,190,294	85,135,530	57,645,856	82,854,646
Total Business-Type Activities Net Assets	<u>321,528,327</u>	<u>322,323,938</u>	<u>336,000,607</u>	<u>345,069,763</u>	<u>345,489,400</u>	<u>333,818,516</u>	<u>330,649,560</u>
Primary Government							
Invested in Capital Assets, Net of Related Debt	959,916,984	1,040,505,468	1,067,453,296	1,084,202,905	1,116,565,446	1,135,970,789	1,066,426,413
Restricted	34,872,488	23,754,652	31,939,454	39,584,742	31,016,539	31,465,019	21,992,701
Unrestricted	233,407,172	177,089,434	157,515,763	122,328,079	95,909,574	86,118,465	143,918,203
Total Primary Government Net Assets	<u>\$ 1,228,196,644</u>	<u>\$ 1,241,349,554</u>	<u>\$ 1,256,908,513</u>	<u>\$ 1,246,115,726</u>	<u>\$ 1,243,491,559</u>	<u>\$ 1,253,554,273</u>	<u>\$ 1,232,337,317</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002.

unaudited

City of Saint Paul, Minnesota
CHANGES IN NET ASSETS
Last Seven Fiscal Years
(accrual basis of accounting)

Table 2

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Expenses							
Governmental Activities:							
General Government	\$ 47,673,043	\$ 39,528,689	\$ 33,153,322	\$ 32,568,766	\$ 32,449,114	\$ 35,161,482	\$ 36,157,432
Public Safety	112,556,715	114,228,654	119,288,009	126,072,685	132,378,948	146,989,216	197,450,400
Highways and Streets	41,654,557	45,361,789	50,951,082	52,527,297	50,495,027	57,723,703	50,888,724
Sanitation	7,190,960	2,485,794	8,482,242	12,443,954	11,583,096	9,996,866	13,846,539
Health	4,088,663	4,114,359	3,673,383	3,892,004	3,635,124	3,985,174	3,961,737
Culture and Recreation	55,810,624	53,672,185	56,895,873	66,028,202	65,013,514	66,125,420	70,427,419
Housing and Economic Development	32,623,977	41,281,037	33,804,802	44,280,480	42,549,059	32,448,793	34,641,735
Interest and Fiscal Charges	22,344,872	22,275,378	23,052,309	26,160,599	30,244,973	28,779,314	25,792,065
Total Governmental Activities Expenses	323,943,411	322,947,885	329,301,022	363,973,987	368,348,855	381,209,968	433,166,051
Business-Type Activities:							
Convention Facility ^a	7,530,420	7,259,234	7,548,429	-	-	-	-
Sewer	30,640,702	29,404,536	27,103,522	25,292,391	26,354,648	30,542,650	31,034,846
Development Loan Programs	4,429,546	5,853,893	11,244,451	7,116,666	17,395,885	14,297,712	6,538,769
Parking	9,430,127	8,430,255	10,724,858	10,507,965	11,494,853	11,256,264	12,593,446
Parks, Recreation and Athletics	5,996,636	6,027,950	4,996,435	5,996,403	4,771,876	4,645,706	4,688,262
Impound Lot	2,079,124	2,153,642	1,972,880	2,479,721	2,402,149	2,858,214	2,562,536
Printing	1,475,209	1,288,297	1,242,616	1,230,610	1,279,068	1,380,224	1,457,730
Total Business-Type Activities Expenses	61,581,764	60,417,807	64,833,191	52,623,756	63,698,479	64,980,770	58,875,589
Total Primary Government Expenses	\$ 385,525,175	\$ 383,365,692	\$ 394,134,213	\$ 416,597,743	\$ 432,047,334	\$ 446,190,738	\$ 492,041,640
Program Revenues (See Table 3)							
Governmental Activities:							
Charges for Services							
General Government	\$ 9,191,967	\$ 4,699,573	\$ 9,380,491	\$ 8,798,527	\$ 9,134,829	\$ 9,166,672	\$ 15,684,712
Public Safety	22,121,306	26,432,687	26,665,718	27,769,334	26,692,642	31,359,017	35,630,084
Highways and Streets	20,301,628	26,529,885	26,438,639	32,967,651	34,352,127	33,295,801	38,104,316
Sanitation	2,111,722	2,242,363	2,297,414	2,449,595	2,324,880	2,540,827	2,949,035
Health	4,114,552	4,019,763	3,831,618	3,840,090	3,707,070	3,789,730	3,664,531
Culture and Recreation	3,884,827	2,896,007	4,219,813	4,222,197	5,512,146	5,188,558	6,234,474
Housing and Economic Development	19,641,805	2,467,053	5,557,466	8,076,376	8,196,016	7,291,601	4,287,747
Operating Grants and Contributions	32,629,611	24,023,893	33,840,616	32,975,895	29,671,811	35,593,466	73,826,231
Capital Grants and Contributions	18,505,643	36,811,025	31,801,235	26,385,391	16,943,630	15,445,884	21,441,852
Total Governmental Activities Program Revenues	132,503,061	130,122,249	144,033,010	147,485,056	136,535,151	143,671,556	201,822,982
Business-Type Activities:							
Charges for Services							
Convention Facility ^a	7,382,132	6,832,435	7,469,223	-	-	-	-
Sewer	38,850,245	40,760,760	41,582,550	41,108,850	40,480,344	42,180,934	43,337,781
Development Loan Programs	1,619,812	2,652,971	2,524,308	5,477,876	7,046,559	427,676	1,164,671
Parking	8,377,128	8,646,251	9,855,748	10,266,046	10,799,884	10,667,979	11,779,690
Parks, Recreation and Athletics	5,374,658	4,763,140	3,987,924	5,007,471	4,253,281	4,136,411	3,723,000
Impound Lot	2,094,383	2,093,756	2,160,387	2,837,692	2,913,522	3,212,873	2,541,781
Printing	1,428,629	1,238,072	1,385,361	1,336,638	1,142,229	1,176,609	1,312,867
Operating Grants and Contributions	557,645	903,216	1,519,836	487,960	1,316,288	299,973	3,843,369
Capital Grants and Contributions	3,499,747	615,884	1,444,700	900,000	6,239,395	11,412,775	-
Total Business-Type Activities Program Revenues	69,184,379	68,506,485	71,930,037	67,422,533	74,191,502	73,515,230	67,703,159
Total Primary Government Program Revenues	\$ 201,687,440	\$ 198,628,734	\$ 215,963,047	\$ 214,907,589	\$ 210,726,653	\$ 217,186,786	\$ 269,526,141

continued

unaudited

City of Saint Paul, Minnesota
CHANGES IN NET ASSETS
Last Seven Fiscal Years
(accrual basis of accounting)

Table 2

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Net (Expense)/Revenue							
Governmental Activities	\$ (191,440,350)	\$ (192,825,636)	\$ (185,268,012)	\$ (216,488,931)	\$ (231,813,704)	\$ (237,538,412)	\$ (231,343,069)
Business-Type Activities	7,602,615	8,088,678	7,096,846	14,798,777	10,493,023	8,534,460	8,827,570
Total Primary Government Net Expense	<u>\$ (183,837,735)</u>	<u>\$ (184,736,958)</u>	<u>\$ (178,171,166)</u>	<u>\$ (201,690,154)</u>	<u>\$ (221,320,681)</u>	<u>\$ (229,003,952)</u>	<u>\$ (222,515,499)</u>
General Revenues and Other Changes in Net Assets							
Governmental Activities:							
Taxes							
Property Taxes, Levied for General Purposes	\$ 43,391,803	\$ 53,127,175	\$ 53,208,363	\$ 64,039,066	\$ 66,522,052	\$ 62,817,701	\$ 76,684,086
Property Taxes, Levied for Debt Service	25,355,830	17,639,710	16,314,143	7,820,482	11,026,264	21,625,442	19,712,623
City Sales Tax	13,344,192	13,312,004	13,753,085	14,219,562	14,788,775	15,664,067	14,990,854
Gross Earnings Franchise Fee	20,461,718	20,363,250	20,734,092	21,453,093	23,631,601	23,094,436	24,224,292
Other Taxes	3,010,662	2,685,387	3,051,574	2,973,717	1,064,984	3,056,451	3,109,638
Revenues Not Restricted to Specific Programs							
Local Government Aid	73,554,056	63,083,699	56,713,060	53,206,165	59,544,620	59,961,201	51,092,991
Grants and Contributions	7,400,023	19,868,660	14,253,707	10,569,389	10,038,235	13,076,214	13,117,193
Investment Income							
Interest Earned on Investments	9,028,333	7,702,266	8,030,739	9,192,966	9,421,782	9,670,021	8,891,542
Increase (Decrease) in Fair Value of Investment	-	(2,132,076)	(1,911,771)	(2,690,817)	(116,483)	2,160,885	3,080,853
Other Investment Income	4,891,080	1,355,348	2,068,978	4,159,922	6,828,069	10,258,865	2,403,216
Gain on Sale of Capital Assets	-	62,396	55,201	86,887	1,774,601	46,145	18,967
Miscellaneous	4,344,264	6,090,628	5,040,447	5,464,179	4,405,124	13,777,578	1,732,985
Transfers	11,766,916	8,913,826	(4,161,316)	9,126,692	19,840,276	24,063,004	16,316,876
Total Governmental Activities	<u>216,548,877</u>	<u>212,072,273</u>	<u>187,150,302</u>	<u>199,621,303</u>	<u>228,769,900</u>	<u>259,272,010</u>	<u>235,376,116</u>
Business-Type Activities:							
Taxes							
Property Taxes, Levied for General Purposes	1,195,454	1,203,262	1,219,706	1,372,349	1,397,216	1,276,002	1,193,871
Other Taxes	70,495	-	-	-	-	-	-
Revenues Not Restricted to Specific Programs							
Grants and Contributions	69,265	93,483	-	-	-	-	-
Investment Income							
Interest Earned on Investments	1,889,488	712,394	1,539,142	2,511,389	2,921,360	2,018,152	1,311,738
Increase (Decrease) in Fair Value of Investment	-	(399,839)	(494,038)	(663,833)	35,534	530,935	334,985
Other Investment Income	454,174	15,547	28,395	-	-	-	-
Gain on Sale of Capital Assets	-	-	1,108	1,055	70,535	868	1,339,360
Miscellaneous	347,306	240,820	124,194	625,120	4,013,182	31,703	140,396
Transfers	(11,766,916)	(8,913,826)	4,161,316	(9,126,692)	(19,840,276)	(24,063,004)	(16,316,876)
Total Business-Type Activities	<u>(7,740,734)</u>	<u>(7,048,159)</u>	<u>6,579,823</u>	<u>(5,280,612)</u>	<u>(11,402,449)</u>	<u>(20,205,344)</u>	<u>(11,996,526)</u>
Total Primary Government	<u>\$ 208,808,143</u>	<u>\$ 205,024,114</u>	<u>\$ 193,730,125</u>	<u>\$ 194,340,691</u>	<u>\$ 217,367,451</u>	<u>\$ 239,066,666</u>	<u>\$ 223,379,590</u>
Change in Net Assets							
Governmental Activities	\$ 25,108,527	\$ 19,246,637	\$ 1,882,290	\$ (16,867,628)	\$ (3,043,804)	\$ 21,733,598	\$ 4,033,047
Business-Type Activities	(138,119)	1,040,519	13,676,669	9,518,165	(909,426)	(11,670,884)	(3,168,956)
Total Primary Government	<u>\$ 24,970,408</u>	<u>\$ 20,287,156</u>	<u>\$ 15,558,959</u>	<u>\$ (7,349,463)</u>	<u>\$ (3,953,230)</u>	<u>\$ 10,062,714</u>	<u>\$ 864,091</u>

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002

^a In 2005, the RiverCentre Operating Enterprise Fund, previously part of the City's Business-Type Activities and functionalized as a Convention Facility, was reclassified to a Discretely Presented Component Unit.

^b In 2002, Increase in Fair Value of Investments in the Governmental Activities was \$3,411,767. This amount was included as part of the Other Investment Income total.

^c In 2002, Increase in Fair Value of Investments in the Business-Type Activities was \$454,174. This amount was included as part of the Other Investment Income total.

City of Saint Paul, Minnesota
PROGRAM REVENUES BY FUNCTION/PROGRAM
Last Seven Fiscal Years
(accrual basis of accounting)

Table 3

Function/Program	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Governmental Activities:							
General Government	\$ 15,950,864	\$ 5,223,463	\$ 10,464,401	\$ 10,218,531	\$ 9,823,498	\$ 13,552,350	\$ 20,020,285
Public Safety	26,452,334	29,962,350	30,781,259	31,898,748	32,780,568	36,888,438	80,914,434
Highways and Streets	28,456,425	46,461,748	54,114,650	53,792,724	48,747,880	45,238,729	49,945,497
Sanitation	4,227,008	2,933,760	2,863,670	3,126,471	2,864,932	3,081,003	3,536,602
Health	4,114,552	4,019,763	3,831,618	3,840,090	3,707,070	4,464,730	3,664,531
Culture and Recreation	10,694,788	20,794,153	21,080,303	17,638,863	17,326,036	16,469,733	22,100,295
Housing and Economic Development	42,607,090	20,727,012	20,897,109	26,969,629	21,285,167	23,976,573	21,641,338
Total Governmental Activities	132,503,061	130,122,249	144,033,010	147,485,056	136,535,151	143,671,556	201,822,982
Business-Type Activities:							
Convention Facility ^a	7,531,146	6,832,435	8,883,571	-	-	-	-
Sewer	38,850,245	40,760,760	41,660,786	41,181,561	40,553,055	42,252,361	43,415,342
Development Loan Programs	2,105,153	3,541,261	3,951,786	5,878,284	8,290,136	656,222	4,930,479
Parking	11,727,861	9,262,135	9,855,748	11,166,046	17,035,259	22,080,754	11,779,690
Parks, Recreation and Athletics	5,446,962	4,778,066	4,032,398	5,022,312	4,253,281	4,136,411	3,723,000
Impound Lot	2,094,383	2,093,756	2,160,387	2,837,692	2,913,522	3,212,873	2,541,781
Printing	1,428,629	1,238,072	1,385,361	1,336,638	1,146,249	1,176,609	1,312,867
Total Business-Type Activities	69,184,379	68,506,485	71,930,037	67,422,533	74,191,502	73,515,230	67,703,159
Total Primary Government	\$ 201,687,440	\$ 198,628,734	\$ 215,963,047	\$ 214,907,589	\$ 210,726,653	\$ 217,186,786	\$ 269,526,141

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002.

^a In 2005, the RiverCentre Operating Enterprise Fund, previously part of the City's Business-Type Activities and functionalized as a Convention Facility, was reclassified to a Discretely Presented Component Unit.

unaudited

City of Saint Paul, Minnesota
FUND BALANCES, GOVERNMENTAL FUNDS
 Last Ten Fiscal Years
(modified accrual basis of accounting)

Table 4

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Fund										
Reserved	\$ 6,387,976	\$ 5,535,984	\$ 5,533,669	\$ 5,613,140	\$ 5,334,613	\$ 4,340,814	\$ 4,187,181	\$ 3,267,812	\$ 3,226,188	\$ 2,673,912
Unreserved	36,837,301	40,062,050	38,189,657	35,993,191	32,510,286	29,499,571	23,067,576	27,004,762	31,753,404	29,328,210
Total General Fund	<u>\$ 43,225,277</u>	<u>\$ 45,598,034</u>	<u>\$ 43,723,326</u>	<u>\$ 41,606,331</u>	<u>\$ 37,844,899</u>	<u>\$ 33,840,385</u>	<u>\$ 27,254,757</u>	<u>\$ 30,272,574</u>	<u>\$ 34,979,592</u>	<u>\$ 32,002,122</u>
All Other Governmental Funds										
Reserved	\$ 20,409,711	\$ 20,108,806	\$ 21,508,479	\$ 36,919,324	\$ 20,701,025	\$ 10,453,614	\$ 25,695,148	\$ 19,312,928	\$ 19,146,044	\$ 27,472,142
Unreserved, reported in:										
Special Revenue Funds	40,743,057	47,457,241	51,257,548	53,214,523	54,295,471	52,158,335	48,776,930	42,749,516	34,695,621	32,828,181
Debt Service Funds	55,381,996	62,600,163	68,837,886	66,631,417	68,740,713	67,187,680	59,553,764	56,421,129	61,109,450	55,882,505
Capital Projects Funds	73,266,992	64,436,685	44,748,721	33,625,724	45,076,818	53,663,461	28,851,862	18,638,492	46,964,614	47,565,285
Permanent Funds	-	-	-	27,236	27,790	27,481	27,599	29,788	33,879	36,663
Total All Other Governmental Funds	<u>\$189,801,756</u>	<u>\$194,602,895</u>	<u>\$186,352,634</u>	<u>\$190,418,224</u>	<u>\$188,841,817</u>	<u>\$183,490,571</u>	<u>\$162,905,303</u>	<u>\$137,151,853</u>	<u>\$161,949,608</u>	<u>\$163,784,776</u>

Note: 1999 through 2001 data does not include permanent funds which were reclassified in 2002 from nonexpendable trust funds to permanent funds.

unaudited

City of Saint Paul, Minnesota
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

Table 5

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenues										
Taxes	\$ 106,878,131	\$ 113,414,530	\$ 117,411,554	\$ 105,083,556	\$ 106,242,298	\$ 109,252,185	\$ 110,585,975	\$ 116,407,831	\$ 127,669,696	\$ 138,151,522
Licenses and Permits	8,864,748	8,749,454	8,499,506	9,338,920	9,946,553	11,837,738	9,754,084	9,826,495	9,788,334	9,432,700
Intergovernmental Revenue	131,590,772	135,025,265	128,312,680	135,870,545	136,172,418	124,516,106	118,926,464	111,171,847	111,488,320	154,481,148
Fees, Sales and Services	30,003,769	32,771,565	36,038,556	36,218,180	36,952,168	38,604,545	49,352,098	43,117,742	44,043,772	51,379,607
Assessments	17,102,665	17,289,214	16,448,973	17,547,027	21,242,537	23,155,819	25,810,255	26,077,643	27,552,914	31,813,576
Investment Income	13,620,099	30,545,608	18,417,647	14,839,915	6,687,036	7,915,522	10,918,511	16,397,951	22,251,695	14,512,236
Interest Earned - Other	437,597	347,603	305,706	319,904	341,037	731,305	849,744	822,865	1,088,037	697,780
Miscellaneous Revenue	12,344,112	62,556,987	22,432,277	19,625,739	14,439,188	13,475,703	12,615,017	16,111,608	17,779,110	14,800,180
Total Revenues	320,841,893	400,700,226	347,866,899	338,843,786	332,023,235	329,488,923	338,812,148	339,933,982	361,661,878	415,268,749
Expenditures										
General Government	33,011,789	35,034,554	38,971,274	35,288,827	33,427,028	28,210,068	26,996,262	26,841,779	27,579,527	31,536,943
Public Safety	94,410,919	98,246,208	103,227,952	111,207,963	112,628,159	117,249,240	123,704,393	129,577,904	141,968,273	194,237,619
Highways and Streets	23,604,098	24,343,375	25,038,865	24,059,026	22,477,765	31,848,667	27,768,336	27,237,822	28,972,157	25,381,589
Sanitation	-	7,475,891	-	-	2,486,019	8,482,290	12,444,218	11,583,533	9,983,275	13,835,451
Health	4,445,005	4,597,617	4,141,380	4,114,552	4,019,763	3,831,618	3,840,090	3,707,070	3,789,730	3,664,531
Culture and Recreation	37,227,096	36,255,598	38,531,070	42,035,136	39,780,189	43,238,513	51,276,198	49,343,421	49,818,226	53,969,320
Housing and Economic Development	38,563,111	38,847,917	43,788,974	42,175,500	41,997,411	31,061,250	42,224,229	41,021,924	30,027,891	32,476,088
Miscellaneous	5,028,773	5,408,793	6,134,183	5,523,784	5,339,604	6,025,438	5,734,053	5,144,659	4,148,543	5,922,691
Capital Outlay	174,571,918	145,486,793	73,367,100	68,743,229	82,829,109	53,549,908	40,853,473	49,142,396	39,640,194	50,080,872
Debt Service										
Principal	27,333,411	27,227,678	50,416,181	38,029,215	32,439,693	29,759,302	37,472,711	32,331,805	34,123,495	34,301,336
Interest	30,303,034	31,844,320	24,324,492	22,084,347	21,974,828	22,952,306	26,282,901	30,093,539	28,610,535	26,360,048
Bond Issuance Costs	1,689,882	508,076	727,739	972,605	315,173	545,135	434,356	207,549	572,452	596,800
Total Expenditures	470,189,036	455,276,820	408,669,210	394,234,184	399,714,741	376,753,735	399,031,220	406,233,401	399,234,298	472,363,288
Excess (Deficiency) of Revenues Over (Under) Expenditures	(149,347,143)	(54,576,594)	(60,802,311)	(55,390,398)	(67,691,506)	(47,264,812)	(60,219,072)	(66,299,419)	(37,572,420)	(57,094,539)
Other Financing Sources (Uses)										
Transfers In	121,928,577	131,980,366	116,204,848	86,457,723	95,464,836	92,989,648	97,525,767	100,077,442	120,746,515	103,169,441
Transfers Out	(110,989,441)	(122,004,517)	(109,585,296)	(75,178,120)	(87,690,918)	(97,941,380)	(95,073,290)	(81,705,358)	(100,172,984)	(88,802,295)
Bonds Issued	91,869,008	50,560,340	42,203,972	47,409,000	32,285,000	45,995,000	34,045,000	23,500,000	49,925,000	36,070,000
Refunded Bonds	-	-	-	-	(5,040,000)	(5,340,000)	(5,005,000)	(4,820,000)	(3,895,000)	-
Premium on Bonds Issued	-	-	-	43,882	301,350	937,112	474,104	215,092	503,955	1,176,969
Discount on Bonds Issued	-	-	-	(2,226)	-	-	(4,601)	-	(64,180)	(68,326)
Notes Issued	46,418,069	23,855	1,912,864	17,689	13,750,000	-	-	4,820,000	-	-
Notes Retired	-	(52,015,958)	-	-	-	-	-	-	-	-
Prepayment Penalty on Note Retirement	-	(1,505,625)	-	-	-	-	-	-	-	-
Capital Lease	-	-	-	6,872,000	13,845,000	1,224,350	1,000,000	-	-	4,391,000
Sale of Capital Assets	-	54,654,583	-	-	55,263	44,322	86,196	1,476,610	33,887	15,448
Total Other Financing Sources (Uses)	149,226,213	61,693,044	50,736,388	65,619,948	62,970,531	37,909,052	33,048,176	43,563,786	67,077,193	55,952,237
Residual Equity Transfers and Adjustments	(225,641)	57,446	(59,046)	-	-	-	-	-	-	-
Net Change in Fund Balance	\$ (346,571)	\$ 7,173,896	\$ (10,124,969)	\$ 10,229,550	\$ (4,720,975)	\$ (9,355,760)	\$ (27,170,896)	\$ (22,735,633)	\$ 29,504,773	\$ (1,142,302)
Debt Service as a percentage of noncapital expenditures:	20.1%	19.2%	22.5%	18.8%	17.3%	16.5%	17.9%	17.5%	17.6%	14.5%

Notes: 1999 through 2001 data does not include permanent funds which were reclassified in 2002 from nonexpendable trust funds to permanent funds.
 Investment income includes interest on investments, increase (decrease) in fair value of investments and interest earned on securities lending.
 Housing and Economic Development expenditures were classified as Urban Redevelopment, Economic Development and Economic Opportunity in 1999 through 2001.

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City of Saint Paul, Minnesota
GOVERNMENTAL FUNDS TAX REVENUES BY SOURCE
 Last Ten Fiscal Years

Table 6

<u>Fiscal Year</u>	<u>General Property Taxes (1)</u>	<u>Tax Increment Districts</u>	<u>Gross Earnings Franchise Fee</u>	<u>City Sales Tax</u>	<u>Hotel-Motel Tax</u>	<u>Other Taxes (2)</u>	<u>Total Taxes</u>
1999	\$ 63,121,981	\$ 12,347,861	\$ 17,725,621	\$ 10,829,384	\$ 2,473,549	\$ 83,280	\$106,581,676
2000	62,794,192	15,548,260	18,854,325	13,007,632	2,740,548	108,087	113,053,044
2001	62,626,729	18,862,952	19,414,538	13,432,179	2,712,042	135,241	117,183,681
2002	58,209,650	10,057,334	20,461,718	13,344,192	2,717,163	90,390	104,880,447
2003	58,074,438	11,807,219	20,363,250	13,312,004	2,454,219	98,026	106,109,156
2004	58,537,588	13,175,489	20,734,091	13,753,085	2,885,847	111,535	109,197,635
2005	58,233,792	13,854,210	21,453,093	14,219,562	2,728,764	58,831	110,548,252
2006	61,408,708	15,513,763	21,719,072	14,788,775	2,926,601	50,912	116,407,831
2007	67,334,446	17,260,145	24,274,128	15,664,067	3,067,653	69,257	127,669,696
2008	77,412,447	18,333,348	24,305,235	14,990,854	3,037,560	72,078	138,151,522

(1) General Property Taxes excludes Market Value Homestead Credit.
 General Property Taxes includes current and prior year collections.

(2) Other Taxes include penalties and interest on property taxes, contamination tax, drug store, and mortuary tax.

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City of Saint Paul, Minnesota
 ESTIMATED MARKET VALUE, TAXABLE MARKET VALUE, AND NET TAX CAPACITY OF TAXABLE PROPERTY
 Last Ten Fiscal Years

Table 7

Levy Year/Payable Year	1998/99	1999/00	2000/01	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08
Estimated Market Value										
Residential	\$5,680,605,039	\$6,072,330,066	\$7,472,958,986	\$8,986,030,100	\$10,920,229,300	\$12,132,142,180	\$13,647,894,000	\$14,894,768,200	\$16,156,594,900	\$16,201,368,400
Multiple Dwelling	885,228,927	943,888,134	1,095,543,033	1,379,390,800	1,634,126,500	2,254,972,520	2,699,138,000	2,904,292,000	3,120,269,200	3,213,988,500
Commercial & Industrial	1,631,781,834	1,849,481,201	2,218,927,752	2,394,329,800	2,690,017,500	2,878,728,300	2,969,533,500	3,204,930,500	3,712,446,900	4,174,883,400
Agricultural	623,400	658,600	560,929	999,100	1,716,100	1,503,500	1,732,000	1,777,500	3,414,200	4,036,400
Personal Property	290,346,300	303,045,300	277,175,200	286,133,500	286,055,300	295,189,400	310,928,500	310,928,500	292,727,800	355,157,100
Total Estimated Market Value	\$8,488,585,500	\$9,169,403,301	\$11,065,165,900	\$13,046,883,300	\$15,532,144,700	\$17,562,535,900	\$19,629,226,000	\$21,316,696,700	\$23,285,453,000	\$23,949,433,800
Taxable Market Value										
Residential				\$7,189,775,000	\$8,033,480,700	\$9,101,481,400	\$10,660,325,500	\$12,374,904,400	\$14,220,552,300	\$15,522,080,800
Multiple Dwelling				1,360,873,200	1,633,896,300	1,938,483,100	2,468,144,900	2,676,404,300	2,906,107,700	3,117,013,200
Commercial & Industrial				2,388,888,800	2,690,017,500	2,878,728,300	2,963,339,300	3,187,251,500	3,682,507,800	4,131,344,300
Agricultural				728,300	766,000	826,700	964,900	1,106,400	1,334,400	1,642,400
Personal Property	Breakdown regarding class of real/personal property not available	Breakdown regarding class of real/personal property not available	Breakdown regarding class of real/personal property not available	286,133,500	286,055,300	295,189,400	310,928,500	310,928,500	292,727,800	354,217,700
Total Taxable Market Value	\$8,480,678,600	\$9,157,393,201	\$10,164,670,200	\$11,226,398,800	\$12,644,215,800	\$14,214,708,900	\$16,403,703,100	\$18,550,595,100	\$21,103,230,000	\$23,126,298,400
Net Tax Capacity										
Residential	\$66,680,692	\$71,407,676	\$79,120,976	\$71,877,316	\$79,853,978	\$91,129,291	\$106,889,252	\$124,407,717	\$143,116,934	\$141,514,557
Multiple Dwelling	18,621,642	18,904,684	21,375,459	21,210,353	22,135,132	24,229,733	30,817,187	32,370,855	35,105,250	52,520,291
Commercial & Industrial	53,518,980	59,200,840	71,303,051	45,974,891	52,889,557	55,538,460	57,166,280	61,752,920	71,485,269	80,449,434
Agricultural	7,797	7,907	6,226	6,983	7,012	7,860	9,154	10,496	13,344	16,424
Personal Property	9,961,695	10,134,824	9,306,200	5,669,437	5,640,507	5,855,423	6,177,516	5,838,295	5,798,667	7,029,365
	148,790,806	159,655,931	181,111,912	144,738,980	160,526,186	176,760,767	201,059,389	224,380,283	255,519,464	281,530,071
Less: Tax Increment District Captured Net Tax Capacity	(11,928,010)	(14,363,837)	(18,732,577)	(13,291,072)	(14,655,305)	(16,458,189)	(17,770,800)	(18,233,377)	(22,973,298)	(27,910,887)
Fiscal Disparity Contribution from Saint Paul Distribution to Saint Paul	(12,043,718) 37,734,195	(13,246,125) 40,517,488	(15,745,914) 42,896,691	(13,175,636) 32,136,403	(11,774,572) 33,783,356	(15,711,939) 35,522,965	(16,383,446) 35,670,395	(17,074,983) 36,114,648	(19,319,145) 39,773,037	(23,361,910) 45,318,589
Total Net Tax Capacity	\$162,553,273	\$172,563,457	\$189,530,112	\$150,408,675	\$167,879,665	\$180,113,604	\$202,575,538	\$225,186,571	\$253,000,058	\$275,575,863
Direct Tax Rate										
General Revenue	25.606%	24.000%	21.630%	26.486%	25.816%	23.173%	22.019%	20.767%	19.286%	21.111%
Bonded Debt	11.911%	11.395%	10.485%	11.406%	11.166%	5.605%	3.210%	2.924%	3.623%	3.006%
Library Revenue						5.383%	4.978%	4.667%	4.681%	5.502%
Total Direct Tax Rate	37.517%	35.395%	32.115%	37.892%	36.982%	34.161%	30.207%	28.358%	27.590%	29.619%
Total Net Tax Capacity as a Percentage of Total Estimated Market Value	1.91%	1.88%	1.71%	1.15%	1.08%	1.03%	1.03%	1.06%	1.09%	1.15%

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Source: Ramsey County Department of Property Records and Revenue

Notes: Net tax capacity is the amount to which the local tax rate is applied. Tax Capacity is calculated by applying a statutory formula to the taxable market value of the property.

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City of Saint Paul, Minnesota
 PROPERTY TAX RATES AND TAX LEVIES (Certified to County)
 DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Fiscal Years

Fiscal Year	City of Saint Paul	School District 625	Housing and Redevelopment Authority	Port Authority	Ramsey County	Special Districts	Total
TAX CAPACITY RATES (PER \$100 OF ADJUSTED TAX CAPACITY VALUE)							
1999	37.517	63.926	0.509	1.426	42.879	5.934	152.191
2000	35.395	63.717	0.476	1.337	40.712	6.188	147.825
2001	32.115	57.529	0.433	1.210	38.466	7.029	136.782
2002	37.892	34.772	0.510	1.700	50.517	4.532	129.923
2003	36.982	33.283 (2)	0.497	1.506	50.086	6.186	128.540
2004	34.161	31.866 (2)	0.458	1.328	49.255	5.002	122.070
2005	30.207	28.192 (2)	0.440	1.112	45.689	4.891	110.531
2006	28.358	29.368 (2)	0.434	1.016	43.414	6.140	108.730
2007	27.590	25.415 (2)	0.414	1.064	41.843	7.247	103.573
2008	29.619	23.413 (2)	0.447	1.097	41.043	6.687	102.306
TAX LEVIES (1)							
1999	\$ 82,405,836	\$ 108,599,144	\$ 1,109,074	\$ 2,650,000	\$ 162,516,474	\$ 14,886,917	\$ 372,167,445
2000	83,202,989	112,350,891	1,109,074	2,650,000	165,546,024	14,000,263	378,859,241
2001	83,208,092	112,158,774	1,109,074	2,645,000	172,225,465	16,606,957	387,953,362
2002	62,393,263	53,799,194	840,174	2,640,000	180,723,664	10,953,106	311,349,401
2003	62,393,263	56,718,144 (2)	840,174	2,595,000	186,698,750	15,551,656	324,796,987
2004	62,545,263	58,237,244 (2)	840,174	2,443,000	197,811,166	11,034,681	332,911,528
2005	62,615,088	58,759,418 (2)	898,986	2,317,175	206,554,708	12,155,935	343,301,310
2006	64,532,906	66,044,888 (2)	979,895	2,316,175	217,455,420	26,689,855	378,019,139
2007	70,062,561	66,206,297 (2)	1,057,307	2,716,050	230,921,903	35,621,246	406,585,364
2008	80,530,837	65,646,331 (2)	1,215,903	3,025,000	242,063,050	35,974,130	428,455,251

- (1) 1999 - 2001 Tax Levies for City of Saint Paul and Housing and Redevelopment Authority included HACA Aid paid by the State of Minnesota. Beginning year 2002, HACA Aid was eliminated. Local Government Aid was increased to compensate for the elimination of HACA Aid.
- (2) Voters approved an excess operating levy for School District 625 adding a market value based levy in addition to the tax capacity levy beginning year 2003. The 2003 market based tax rate and levy were 0.08778% and \$11,103,874. The 2004 rate and levy were 0.08894% and \$15,570,869. The 2005 market based tax rate and levy were 0.06741% and \$14,168,313. The 2006 rate and levy were 0.09859% and \$20,618,213. The 2007 market based tax rate and levy were 0.13842% and \$32,947,644. The 2008 rate and levy were 0.13505% and \$37,281,068.

Note: In addition to the above, the following tax rates and tax levies were applied against portions of Saint Paul.

Fiscal Year	Metropolitan Watershed District		Tax Increment Districts		
	Tax Rate	Tax Levies	Tax Rates		Tax Levies
			Without METRO W/S Dist	Including METRO W/S Dist	
1999	2.321	\$ 637,535	152.191	154.513	\$ 17,259,113
2000	1.898	554,909	147.825	149.721	20,346,267
2001	1.759	535,548	135.883	137.635	24,806,994
2002	2.265	632,713	128.937	132.028	16,867,927
2003	3.066	839,172	128.540	130.821	18,409,185
2004	1.833	662,103	122.070	123.203	19,763,562
2005	2.182	748,734	110.531	112.049	19,580,532
2006	2.455	933,981	108.730	110.554	19,733,859
2007	2.230	978,958	103.573	105.224	23,710,560
2008	1.995	942,965	102.306	103.630	28,448,139

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City of Saint Paul, Minnesota
PRINCIPAL PROPERTY TAXPAYERS
 Current Year and Nine Years Ago

Table 9

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Taxpayer	2008			1999		
	2007 Net Tax Capacity for Taxes Payable in 2008	Rank	Percentage of 2007 Total Net Tax Capacity for Taxes Payable in 2008	1998 Net Tax Capacity for Taxes Payable in 1999	Rank	Percentage of 1998 Total Net Tax Capacity for Taxes Payable in 1999
Xcel Energy (Northern States Power Company)	\$4,940,299	1	1.79%	\$6,721,417	1	4.13%
Minnesota Mutual Life Insurance Company	2,784,210	2	1.01%	772,181	6	0.48%
Ford Motor Company	1,947,330	3	0.71%	838,425	5	0.52%
St. Paul Tower LP (World Trade Center)	1,839,250	4	0.67%	-		-
U.S. Bank Corp. Property & U.S. Bancorp	1,712,968	5	0.62%	-		-
St. Paul Fire & Marine Insurance Company	1,559,180	6	0.57%	-		-
Behringer Harvard LC LLC (Lawson Software)	1,239,250	7	0.45%	-		-
CSM Corporation & Investors	976,710	8	0.35%	-		-
BNSF Railway Company	827,410	9	0.30%	758,513	7	0.47%
Griffin Capital LLC	805,250	10	0.29%	-		-
St. Paul Companies	-		-	2,328,838	2	1.43%
Principal Mutual Life Insurance Company	-		-	1,387,474	3	0.85%
Minnesota Street Associates	-		-	1,041,527	4	0.64%
KB Fund II	-		-	746,901	8	0.46%
St. Paul Real Estate LLC	-		-	658,973	9	0.41%
3M Company	-		-	636,868	10	0.39%
	<u>\$18,631,857</u>		<u>6.76%</u>	<u>\$15,891,117</u>		<u>9.78%</u>

Data Source
 Ramsey County Department of Property Records and Revenue

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City of Saint Paul, Minnesota
PROPERTY TAX LEVIES AND COLLECTIONS
CITY AND LIBRARY AGENCY
 Last Ten Fiscal Years

Table 10

	1999	2000	2001	2002 (2)	2003	2004	2005	2006	2007	2008
Total Taxes Levied for Current Fiscal Year (1)	\$82,406,322	\$83,204,103	\$83,206,301	\$62,393,392	\$62,392,844	\$62,545,233	\$62,615,791	\$64,532,799	\$70,063,650	\$80,532,993
Collection of Current Year Tax Levy										
From Taxpayers	45,794,327	45,569,082	46,027,850	38,924,829	43,372,547	44,156,237	45,114,136	48,823,276	54,348,438	63,048,190
Fiscal Disparity Aid	15,548,499	15,640,215	15,178,470	17,426,218	12,663,429	12,616,556	11,972,624	10,796,022	11,089,710	12,210,172
State Credits and Aids	20,012,573	20,809,726	20,814,829	4,578,654	4,415,706	4,112,735	3,729,946	3,210,181	2,936,100	2,944,498
Total Collection of Current Levy	81,355,399	82,019,023	82,021,149	60,929,701	60,451,682	60,885,528	60,816,706	62,829,479	68,374,248	78,202,860
Percentage of Current Year Levy Collected in the Fiscal Year of Levy	98.72%	98.58%	98.58%	97.65%	96.89%	97.35%	97.13%	97.36%	97.59%	97.11%
Delinquent Taxes Collected in subsequent years										
1st Year Delinquent	505,319	487,776	813,807	1,051,603	949,514	304,568	861,772	911,486	855,795	-
2nd Year Delinquent	5,715	74,733	75,735	(52,814)	(74,806)	(31,064)	(90,467)	55,961	-	-
3rd Year Delinquent	79,990	76,355	49,319	11,386	(13,761)	(1,211)	42,655	-	-	-
4th Year Delinquent	30,620	25,297	43,110	17,353	52,144	22,722	-	-	-	-
5th Year Delinquent	19,696	10,719	9,691	5,638	7,212	-	-	-	-	-
6th Year & Prior Delinquent	27,075	25,213	20,888	12,234	-	-	-	-	-	-
Total Delinquent Collections	668,415	700,093	1,012,550	1,045,400	920,303	295,015	813,960	967,447	855,795	-
Total Tax Collections as of 12/31/08	\$82,023,814	\$82,719,116	\$83,033,699	\$61,975,101	\$61,371,985	\$61,180,543	\$61,630,666	\$63,796,926	\$69,230,043	\$78,202,860
Percentage of Levy Collected as of 12/31/08	99.54%	99.42%	99.79%	99.33%	98.36%	97.82%	98.43%	98.86%	98.81%	97.11%

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(1) The total tax levied is different than the tax levy certified (as presented in Table 8) due to the property tax rate rounding factor.

(2) Beginning year 2002, the State of Minnesota eliminated HACA Aid which was considered part of the Property Tax Levy. The Market Value Homestead Credit was established which reduces the property tax paid by the qualified homeowners with the State of Minnesota paying the difference directly to the taxing district.

Notes: Collections do not include Tax Increment Districts.

Above data does not include Housing and Redevelopment (HRA), Table 11 presents separately the HRA (Component Unit) data.

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City of Saint Paul, Minnesota
PROPERTY TAX LEVIES AND COLLECTIONS
HOUSING AND REDEVELOPMENT AUTHORITY OF THE CITY OF SAINT PAUL
(Component Unit)
Last Ten Fiscal Years

Table 11

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Total Taxes Levied for Current Fiscal Year	\$ 1,109,074	\$ 1,109,074	\$ 1,109,074	\$ 840,174	\$ 840,174	\$ 840,174	\$ 898,986	\$ 979,895	\$ 1,057,307	\$ 1,215,903
Collection of Current Year Tax Levy										
From Taxpayers	625,070	614,420	622,097	526,934	584,041	594,122	661,061	750,062	819,668	953,678
Fiscal Disparity Aid	214,768	210,574	202,879	234,526	170,273	171,938	160,358	157,181	169,430	183,574
State Credits and Aids	258,237	268,900	268,900	61,625	46,766	38,346	54,331	49,130	44,056	44,437
Total Collection of Current Levy	1,098,075	1,093,894	1,093,876	823,085	801,080	804,406	875,750	956,373	1,033,154	1,181,689
Percentage of Current Year Levy Collected in the Fiscal Year of Levy	99.01%	98.63%	98.63%	97.97%	95.35%	95.74%	97.42%	97.60%	97.72%	97.19%
Delinquent Taxes Collected in subsequent years										
1st Year Delinquent (1)	\$ 9,923	\$ 8,184	\$ 13,691	\$ 5,816	\$ 11,901	\$ 3,559	\$ 12,963	\$ 8,723	\$ 20,254	\$ -
Total Tax Collections as of 12/31/08	\$ 1,107,998	\$ 1,102,078	\$ 1,107,567	\$ 828,901	\$ 812,981	\$ 807,965	\$ 888,713	\$ 965,096	\$ 1,053,408	\$ 1,181,689
Percentage of Levy Collected as of 12/31/08	99.90%	99.37%	99.86%	98.66%	96.76%	96.17%	98.86%	98.49%	99.63%	97.19%

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(1) Entire amount of delinquent collections for each individual fiscal year is reported as 1st year delinquent for previous year's levy as breakdown by levy year is not available.

Note: Collections do not include Tax Increment Districts.

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City of Saint Paul, Minnesota
RATIOS OF OUTSTANDING DEBT BY TYPE PER CAPITA
 Last Ten Fiscal Years

Table 12

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Governmental Activities										
General Obligation Bonds	\$181,425,000	\$190,350,000	\$184,065,000	\$142,100,000	\$143,140,000	\$159,390,000	\$159,285,000	\$160,745,000	\$156,315,000	\$162,340,000
Revenue Bonds	180,680,000	196,643,000	198,673,000	186,834,000	182,999,000	180,960,942	181,684,780	170,365,923	190,793,740	189,451,560
Revenue Notes	111,227,410	58,850,071	59,307,544	53,117,329	64,399,753	61,422,179	53,424,359	55,770,626	52,859,580	51,124,864
Capital Leases	<u>2,822,702</u>	<u>2,729,550</u>	<u>2,631,004</u>	<u>9,503,004</u>	<u>23,093,750</u>	<u>23,395,777</u>	<u>23,077,102</u>	<u>21,553,366</u>	<u>20,212,728</u>	<u>23,239,158</u>
Total - Governmental Activities	<u>476,155,112</u>	<u>448,572,621</u>	<u>444,676,548</u>	<u>391,554,333</u>	<u>413,632,503</u>	<u>425,168,898</u>	<u>417,471,241</u>	<u>408,434,915</u>	<u>420,181,048</u>	<u>426,155,582</u>
Business-Type Activities										
General Obligation Bonds	4,385,000	4,220,000	4,045,000	43,190,000	42,060,000	40,815,000	39,485,000	37,980,000	36,320,000	34,530,000
Revenue Bonds	47,480,000	42,510,000	37,285,000	80,700,000	71,770,000	95,475,000	104,940,000	94,080,000	82,995,000	96,825,000
Revenue Notes	9,318,557	15,917,371	21,811,221	24,611,222	20,773,718	21,792,994	18,914,589	16,136,499	15,122,621	14,071,786
Capital Leases	<u>2,127,185</u>	<u>2,011,575</u>	<u>1,889,494</u>	<u>1,889,495</u>	<u>1,760,582</u>	<u>1,624,457</u>	<u>621,697</u>	<u>350,434</u>	<u>71,116</u>	<u>-</u>
Total - Business-Type Activities	<u>63,310,742</u>	<u>64,658,946</u>	<u>65,030,715</u>	<u>150,390,717</u>	<u>136,364,300</u>	<u>159,707,451</u>	<u>163,961,286</u>	<u>148,546,933</u>	<u>134,508,737</u>	<u>145,426,786</u>
Total Primary Government	<u>\$539,465,854</u>	<u>\$513,231,567</u>	<u>\$509,707,263</u>	<u>\$541,945,050</u>	<u>\$549,996,803</u>	<u>\$584,876,349</u>	<u>\$581,432,527</u>	<u>\$556,981,848</u>	<u>\$554,689,785</u>	<u>\$571,582,368</u>
Per Capita (1)	\$ 2,021.02	\$ 1,787.32	\$ 1,774.38	\$ 1,881.75	\$ 1,912.34	\$ 2,034.99	\$ 2,023.18	\$ 1,943.28	\$ 1,928.22	\$ 1,986.94
Percentage of Personal Income (2)	N/A	8.84%	8.18%	9.07%	9.36%	10.04%	9.44%	8.64%	8.36%	8.61%

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

(1) See Table 17 for population data. The 2008 ratio is calculated using population for the prior calendar year.

(2) See Table 17 for personal income data. The 1999 percentage is not available. The 2008 percentage is calculated using personal income for the prior calendar year.

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City of Saint Paul, Minnesota
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
 Last Ten Fiscal Years

Table 13

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Population (1)	266,927	287,151	287,260	288,000	287,604	287,410	287,385	286,620	287,669	287,669
Taxable Assessed Value/ Net Tax Capacity (2)	\$ 162,553,273	\$ 172,563,457	\$ 189,530,112	\$ 150,408,675	\$ 167,879,665	\$ 180,113,604	\$ 202,575,538	\$ 225,186,571	\$ 253,000,058	\$ 275,575,863
General Obligation Bonds - Property Tax Supported	102,780,000	103,040,000	104,135,000	104,885,000	105,370,000	118,475,000	119,200,000	111,720,000	99,785,000	99,440,000
Less General Debt Service Fund	19,760,708	20,196,726	22,046,641	23,091,689	27,769,116	25,528,653	24,150,246	19,753,773	18,960,941	17,962,901
Net General Bonded Debt	\$ 83,019,292	\$ 82,843,274	\$ 82,088,359	\$ 81,793,311	\$ 77,600,884	\$ 92,946,347	\$ 95,049,754	\$ 91,966,227	\$ 80,824,059	\$ 81,477,099
Percentage of Net General Bonded Debt to Taxable Assessed Value/Net Tax Capacity	51.07%	48.01%	43.31%	54.38%	46.23%	51.60%	46.92%	40.84%	31.95%	29.57%
Net General Bonded Debt per Capita	\$ 311.02	\$ 288.50	\$ 285.76	\$ 284.00	\$ 269.82	\$ 323.39	\$ 330.74	\$ 320.86	\$ 280.96	\$ 283.23

(1) 1999 and 2001-2007 data based on Metropolitan Council estimates. 2000 data provided by U.S. Bureau of Census. 2008 estimate not yet available from Metropolitan Council. The 2008 ratio is calculated using population for the prior year

(2) Taxable Assessed Value/Net Tax Capacity is net of tax increment reductions. The decline in taxable net tax capacity in 2002 is due to statutory changes in property classification rates. See Table 7 for Net Tax Capacity.

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City of Saint Paul, Minnesota
DIRECT, OVERLAPPING AND UNDERLYING GOVERNMENTAL ACTIVITIES DEBT
 December 31, 2008

Table 14

	<u>Gross General Bonded Debt</u>	<u>Net General Bonded Debt</u>	<u>Payable 2008 Net Tax Capacity</u>	<u>Percentage Applicable to City of Saint Paul</u>	<u>City of Saint Paul's Share of Debt</u>
Direct Debt					
City of Saint Paul	<u>\$ 99,440,000</u>	<u>\$ 81,477,099 (1)</u>	<u>\$ 275,575,863</u>	100.00%	<u>\$ 81,477,099</u>
Overlapping Debt					
County of Ramsey	161,095,000	143,138,713	566,514,003	48.64%	69,622,670
Metropolitan Council	<u>201,580,000</u>	<u>149,994,653</u>	3,594,085,267	7.67%	<u>11,504,590</u>
	<u>362,675,000</u>	<u>293,133,366</u>			<u>81,127,260</u>
Underlying Debt					
Port Authority of Saint Paul	20,495,000	10,248,589	275,575,863	100.00%	10,248,589
Independent School District #625	<u>367,640,727</u>	<u>345,919,516</u>	275,077,291	100.00%	<u>345,919,516</u>
	<u>388,135,727</u>	<u>356,168,105</u>			<u>356,168,105</u>
Total Direct, Overlapping and Underlying Debt	<u><u>\$ 850,250,727</u></u>	<u><u>\$ 730,778,570</u></u>			<u><u>\$ 518,772,464</u></u>

(1) Net General Bonded Debt	
Total General Obligation Bonds - Property Tax Supported	\$ 99,440,000
Less: Amount Available in General Debt Service Fund	<u>(17,962,901)</u>
Net General Bonded Debt	<u><u>\$ 81,477,099</u></u>

City of Saint Paul, Minnesota
LEGAL DEBT MARGIN INFORMATION
 Last Ten Fiscal Years

Table 15

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Estimated Market Values										
Real Property Value	\$ 8,866,358,001	\$ 10,787,990,700	\$ 12,760,749,800	\$ 15,246,089,400	\$ 17,267,346,500	\$ 19,318,297,500	\$ 21,005,768,200	\$ -	\$ -	\$ -
Personal Property Value	303,045,300	277,175,200	286,133,500	286,055,300	295,189,400	310,928,500	310,928,500	-	-	-
Estimated Market Values for Debt Limit Computation	9,169,403,301	11,065,165,900	13,046,883,300	15,532,144,700	17,562,535,900	19,629,226,000	21,316,696,700	-	-	-
Debt limit (3 1/3% of assessed value)	305,646,471	368,838,494	434,895,675	517,737,639	585,417,278	654,306,879	710,555,846	-	-	-
Taxable Market Values										
Real Property Value	-	-	-	-	-	-	-	18,239,666,600	20,810,502,200	22,772,080,700
Personal Property Value	-	-	-	-	-	-	-	310,928,500	292,727,800	354,217,700
Taxable Market Values for Debt Limit Computation	-	-	-	-	-	-	-	18,550,595,100	21,103,230,000	23,126,298,400
Debt limit (3 1/3% of assessed value)	-	-	-	-	-	-	-	618,353,170	703,441,000	770,876,613
Debt applicable to limit										
General Obligation Bonds	185,970,000	194,735,000	188,285,000	185,290,000	185,200,000	200,205,000	198,770,000	198,725,000	192,635,000	196,870,000
Revenue Bonds	232,895,000	244,123,000	241,183,000	267,534,000	254,769,000	276,435,942	286,624,780	264,445,923	273,788,740	286,276,560
Revenue Notes	-	-	-	-	-	-	-	-	16,299,464	16,601,903
Capital Leases	-	-	-	-	-	-	-	-	14,478,157	16,118,250
Less: Amount allowable under MSA 475.53 Subd. 3 and City Charter Section 10.14	(343,785,000)	(359,878,000)	(346,741,500)	(367,489,000)	(352,509,000)	(387,254,435)	(392,024,780)	(368,678,423)	(408,218,204)	(425,463,603)
Total net debt applicable to limit	75,080,000	78,980,000	82,726,500	85,335,000	87,460,000	89,386,507	93,370,000	94,492,500	88,983,157	90,403,110
Legal debt margin	\$ 230,566,471	\$ 289,858,494	\$ 352,169,175	\$ 432,402,639	\$ 497,957,278	\$ 564,920,372	\$ 617,185,846	\$ 523,860,670	\$ 614,457,843	\$ 680,473,503
Total net debt applicable to the limit as a percentage of debt limit	24.56%	21.41%	19.02%	16.48%	14.94%	13.66%	13.14%	15.28%	12.65%	11.73%

Note: The total net debt of the city shall not exceed three and one-third percent (3 1/3%) of the market value of the taxable real and personal property comprising the taxable value of the city as determined by the county auditor, in accordance with law. The legal debt margin was calculated based on the estimated market values for years 1998 thru 2005 and based on the taxable market values for year 2006 and thereafter.

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City of Saint Paul, Minnesota
PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Totals
SALES TAX REVENUE BONDS, SERIES 1999A, 2007A AND 2007B											
Fund Servicing Debt - City Revenue Bonds and Other Long-Term Debt Service Fund											
Revenues Available for Debt Service											
Sales Tax Proceeds	\$ 10,829,384	\$ 13,007,632	\$ 13,432,179	\$ 13,344,192	\$ 13,312,004	\$ 13,753,085	\$ 14,219,562	\$ 14,788,775	\$ 15,664,067	\$ 14,990,854	\$ 137,341,734
Investment Earnings	388,274	3,589,739	412,698	44,642	37,028	33,895	106,928	202,128	195,923	185,436	5,196,691
Rents	-	1,750,000	5,127,125	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	31,377,125
Payments in Lieu of Taxes	-	1,250,000	875,000	2,514,356	2,535,074	2,556,828	2,929,669	3,303,652	3,328,836	3,355,277	22,648,692
Bond Proceeds	-	-	-	-	-	-	-	-	27,280,000	-	27,280,000
Total Revenues Available for Debt Service	\$ 11,217,658	\$ 19,597,371	\$ 19,847,002	\$ 19,403,190	\$ 19,384,106	\$ 19,843,808	\$ 20,756,159	\$ 21,794,555	\$ 49,968,826	\$ 22,031,567	\$ 223,844,242
Debt Service Requirements											
Principal	\$ -	\$ -	\$ 965,000	\$ 1,020,000	\$ 745,000	\$ 940,000	\$ 1,150,000	\$ 1,470,000	\$ 1,560,000	\$ 1,720,000	\$ 9,570,000
Interest	3,312,565	4,989,637	4,989,637	4,934,729	4,874,753	4,830,202	4,772,768	4,701,812	4,609,791	6,146,303	48,162,197
State Loan Repayment	-	-	-	-	1,250,000	1,250,000	1,250,000	1,500,000	1,500,000	1,500,000	8,250,000
Total Debt Service Requirements	\$ 3,312,565	\$ 4,989,637	\$ 5,954,637	\$ 5,954,729	\$ 6,869,753	\$ 7,020,202	\$ 7,172,768	\$ 7,671,812	\$ 7,669,791	\$ 9,366,303	\$ 65,982,197
Coverage (Revenues/Debt Service)	3.39	3.93	3.33	3.26	2.82	2.83	2.89	2.84	6.52	2.35	3.39
SEWER REVENUE BONDS, SERIES 1993, 2003D, 2004E, 2006C AND 2008D											
Fund Servicing Debt - Sewer Utility Enterprise Fund											
Revenues Available for Debt Service											
Operating Revenues											
Sanitary Sewer System Charge	\$ 30,126,078	\$ 29,710,058	\$ 29,930,370	\$ 28,202,848	\$ 27,930,278	\$ 28,333,196	\$ 29,433,398	\$ 28,906,224	\$ 29,952,998	\$ 30,717,496	\$ 293,242,944
Storm Sewer System Charge	8,740,314	8,678,209	8,589,993	8,702,727	9,188,072	9,402,138	9,559,027	9,593,830	10,106,582	11,302,321	93,863,213
Other Operating Revenues	896,536	692,813	1,332,017	1,089,234	3,403,990	3,847,216	2,099,127	5,964,819	2,123,822	1,390,154	22,839,728
Total Operating Revenues	39,762,928	39,081,080	39,852,380	37,994,809	40,522,340	41,582,550	41,091,552	44,464,873	42,183,402	43,409,971	409,945,885
Operating Expenses (a)	(19,301,643)	(19,435,331)	(19,347,327)	(20,599,725)	(20,579,249)	(19,797,621)	(17,887,444)	(18,936,475)	(23,259,113)	(22,619,093)	(201,763,021)
Non-Operating Revenues (Expenses)	(3,344,136)	233,146	(1,066,314)	(1,482,143)	(2,166,243)	(1,167,969)	(1,277,473)	(1,205,103)	(1,004,707)	(1,041,194)	(13,522,136)
Transfers (b)	(216,588)	(405,450)	(215,487)	(410,604)	(654,598)	(589,943)	(555,695)	(612,150)	(549,996)	(709,928)	(4,920,439)
Total Revenues Available for Debt Service	\$ 16,900,561	\$ 19,473,445	\$ 19,223,252	\$ 15,502,337	\$ 17,122,250	\$ 20,027,017	\$ 21,370,940	\$ 23,711,145	\$ 17,369,586	\$ 19,039,756	\$ 189,740,289
(a) operating expenses do not include depreciation or bond interest expenses											
(b) transfers do not include capital expenditures and debt service on the outstanding general obligations bonds											
Debt Service Requirements											
Sewer Revenue Refunding Bonds, Series 1993											
Principal	\$ 4,415,000	\$ 4,615,000	\$ 4,845,000	\$ 5,090,000	\$ 33,755,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 52,720,000
Interest	2,805,990	2,594,070	2,363,320	2,116,225	1,066,753	-	-	-	-	-	10,946,358
Total	7,220,990	7,209,070	7,208,320	7,206,225	34,821,753	-	-	-	-	-	63,666,358
Sewer Revenue Refunding Bonds, Series 2003D											
Principal	-	-	-	-	-	5,750,000	5,900,000	6,000,000	5,130,000	3,500,000	26,280,000
Interest	-	-	-	-	437,007	655,510	540,510	422,510	278,510	140,000	2,474,047
Total	-	-	-	-	437,007	6,405,510	6,440,510	6,422,510	5,408,510	3,640,000	28,754,047
Sewer Revenue Bonds, Series 2004E											
Principal	-	-	-	-	-	310,000	240,000	245,000	245,000	255,000	1,295,000
Interest	-	-	-	-	-	144,213	203,344	203,944	198,431	192,919	948,851
Total	-	-	-	-	-	454,213	443,344	448,944	443,431	447,919	2,243,851
Sewer Revenue Bonds, Series 2006C											
Principal	-	-	-	-	-	-	-	445,000	370,000	380,000	1,195,000
Interest	-	-	-	-	-	-	-	191,650	269,675	254,875	716,200
Total	-	-	-	-	-	-	-	636,650	639,675	634,875	1,911,200
Sewer Revenue Bonds, Series 2008D											
Principal	-	-	-	-	-	-	-	-	-	585,000	585,000
Interest	-	-	-	-	-	-	-	-	-	722,098	722,098
Total	-	-	-	-	-	-	-	-	-	1,307,098	1,307,098
Total Debt Service Requirements	\$ 7,220,990	\$ 7,209,070	\$ 7,208,320	\$ 7,206,225	\$ 35,258,760	\$ 6,859,723	\$ 6,889,854	\$ 7,508,104	\$ 6,491,616	\$ 6,029,892	\$ 97,882,554
Coverage (Revenues/Debt Service)	2.34	2.70	2.67	2.15	0.49	2.92	3.10	3.16	2.68	3.16	1.94

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City of Saint Paul, Minnesota
PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Totals
RECREATIONAL FACILITIES REVENUE BONDS, SERIES 1996D AND 2005											
Funds Servicing Debt - Rice and Arlington Sports Dome Enterprise Fund and Special Services Enterprise Fund											
Revenues Available for Debt Service											
Operating Revenues											
Fees, Sales and Services	\$ 6,652,195	\$ 6,903,914	\$ 6,597,068	\$ 6,035,267	\$ 5,717,043	\$ 6,228,222	\$ 7,629,080	\$ 6,358,588	\$ 6,119,785	\$ 6,039,025	\$ 64,280,187
Rents and Leases	1,090,257	950,062	828,626	787,069	679,210	514,913	687,252	548,084	631,190	601,136	7,317,799
Miscellaneous	285,809	408,245	297,451	37,339	18,329	84,829	94,649	1,599,800	1,809,734	1,823,866	6,460,051
Total Operating Revenues	8,028,261	8,262,221	7,723,145	6,859,675	6,414,582	6,827,964	8,410,981	8,506,472	8,560,709	8,464,027	78,058,037
Intergovernmental Revenue	945,075	1,285,770	1,598,695	1,430,512	1,297,791	1,250,298	1,331,235	-	-	-	9,139,376
Interest Earned on Investments	25,982	1,430	13,610	41,557	107,450	(2,430)	21,872	5,932	45,559	32,337	293,299
Miscellaneous Other Revenue	14,597	9,460	2,123	7,864	153,296	2,135	2,684	-	-	2,080	194,239
Bond Proceeds	-	-	-	-	-	-	3,240,000	-	-	-	3,240,000
Total Revenues Available for Debt Service	\$ 9,013,915	\$ 9,558,881	\$ 9,337,573	\$ 8,339,608	\$ 7,973,119	\$ 8,077,967	\$ 13,006,772	\$ 8,512,404	\$ 8,606,268	\$ 8,498,444	\$ 90,924,951
Debt Service Requirements											
Recreational Facilities Revenue Bonds, Series 1996D											
Principal	\$ 115,000	\$ 120,000	\$ 125,000	\$ 135,000	\$ 140,000	\$ 150,000	\$ 3,240,000	\$ -	\$ -	\$ -	\$ 4,025,000
Interest	221,428	216,020	210,200	203,893	197,085	189,760	181,905	-	-	-	1,420,291
Total	336,428	336,020	335,200	338,893	337,085	339,760	3,421,905	-	-	-	5,445,291
Recreational Facilities Revenue Bonds, Series 2005											
Principal	-	-	-	-	-	-	-	210,000	205,000	220,000	635,000
Interest	-	-	-	-	-	-	-	310,956	327,813	320,638	959,407
Total	-	-	-	-	-	-	-	520,956	532,813	540,638	1,594,407
Total Debt Service Requirements	\$ 336,428	\$ 336,020	\$ 335,200	\$ 338,893	\$ 337,085	\$ 339,760	\$ 3,421,905	\$ 520,956	\$ 532,813	\$ 540,638	\$ 7,039,698
Coverage (Revenues/Debt Service)	26.79	28.45	27.86	24.61	23.65	23.78	3.80	16.34	16.15	15.72	12.92
SPRUCE TREE CENTRE TAX INCREMENT BONDS, SERIES 1988A AND 2003											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 470,037	\$ 506,661	\$ 530,406	\$ 332,493	\$ 335,790	\$ 325,416	\$ 296,044	\$ 283,041	\$ 290,730	\$ 334,855	\$ 3,705,473
Developer Shortfall Payments	-	-	-	-	124,908	115,300	115,300	112,400	92,229	51,195	611,332
Investment Earnings	24,875	47,896	22,246	7,912	18,383	28,038	24,322	52,669	90,639	85,645	402,625
Total Revenues Available for Debt Service	\$ 494,912	\$ 554,557	\$ 552,652	\$ 340,405	\$ 479,081	\$ 468,754	\$ 435,666	\$ 448,110	\$ 473,598	\$ 471,695	\$ 4,719,430
Debt Service Requirements											
Principal	\$ 125,000	\$ 125,000	\$ 125,000	\$ 150,000	\$ 175,000	\$ 140,058	\$ 149,162	\$ 158,857	\$ 169,183	\$ 180,180	\$ 1,497,440
Interest	315,234	303,516	291,797	278,906	135,938	122,850	113,746	104,051	93,725	82,728	1,842,491
Total Debt Service Requirements	\$ 440,234	\$ 428,516	\$ 416,797	\$ 428,906	\$ 310,938	\$ 262,908	\$ 262,908	\$ 262,908	\$ 262,908	\$ 262,908	\$ 3,339,931
Coverage (Revenues / Debt Service)	1.12	1.29	1.33	0.79	1.54	1.78	1.66	1.70	1.80	1.79	1.41

continued

City of Saint Paul, Minnesota
PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Totals
MIDWAY MARKETPLACE TAX INCREMENT BONDS, SERIES 1995A / SNELLING-UNIVERSITY TAX INCREMENT BONDS, SERIES 2005C											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 1,595,996	\$ 1,775,208	\$ 2,078,179	\$ 1,039,320	\$ 1,317,977	\$ 1,226,056	\$ 1,096,155	\$ 1,835,383	\$ 1,416,074	\$ 1,427,457	\$ 14,807,805
Investment Earnings	6,070	204,936	194,935	341,690	200,156	207,669	178,567	87,266	110,707	151,489	1,683,485
Total Revenues Available for Debt Service	\$ 1,602,066	\$ 1,980,144	\$ 2,273,114	\$ 1,381,010	\$ 1,518,133	\$ 1,433,725	\$ 1,274,722	\$ 1,922,649	\$ 1,526,781	\$ 1,578,946	\$ 16,491,290
Debt Service Requirements											
Principal	\$ 150,000	\$ 160,000	\$ 175,000	\$ 190,000	\$ 200,000	\$ 220,000	\$ 235,000	\$ 350,000	\$ 355,000	\$ 370,000	\$ 2,405,000
Interest	517,593	505,733	492,791	478,553	463,095	446,240	392,424	232,142	218,742	203,780	3,951,093
Total Debt Service Requirements	\$ 667,593	\$ 665,733	\$ 667,791	\$ 668,553	\$ 663,095	\$ 666,240	\$ 627,424	\$ 582,142	\$ 573,742	\$ 573,780	\$ 6,356,093
Coverage (Revenues / Debt Service)	2.40	2.97	3.40	2.07	2.29	2.15	2.03	3.30	2.66	2.75	2.59
SALES TAX REVENUE BONDS, SERIES 1993 AND 1996											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
City Sales Tax Revenues	\$ 10,829,384	\$ 13,007,632	\$ 13,432,179	\$ 13,344,192	\$ 13,312,004	\$ 13,753,085	\$ 14,154,920	\$ 14,798,156	\$ 15,201,412	\$ 15,393,811	\$ 137,226,775
Investment Earnings	104,493	158,621	85,348	33,685	18,495	22,509	61,737	109,608	122,831	47,160	764,487
Total Revenues Available for Debt Service	\$ 10,933,877	\$ 13,166,253	\$ 13,517,527	\$ 13,377,877	\$ 13,330,499	\$ 13,775,594	\$ 14,216,657	\$ 14,907,764	\$ 15,324,243	\$ 15,440,971	\$ 137,991,262
Debt Service Requirements											
Principal	\$ 810,000	\$ 865,000	\$ 925,000	\$ 995,000	\$ 1,065,000	\$ 1,140,000	\$ 1,220,000	\$ 1,310,000	\$ 1,400,000	\$ 1,500,000	\$ 11,230,000
Interest	3,685,965	3,628,455	3,567,040	3,501,365	3,430,720	3,355,105	3,274,165	3,187,545	3,094,535	2,995,135	33,720,030
Total Debt Service Requirements	\$ 4,495,965	\$ 4,493,455	\$ 4,492,040	\$ 4,496,365	\$ 4,495,720	\$ 4,495,105	\$ 4,494,165	\$ 4,497,545	\$ 4,494,535	\$ 4,495,135	\$ 44,950,030
Coverage (Revenues / Debt Service)	2.43	2.93	3.01	2.98	2.97	3.06	3.16	3.31	3.41	3.44	3.07
DOWNTOWN TAX INCREMENT BONDS, SERIES 1993 AND 1998											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 8,043,156	\$ 9,025,598	\$ 10,139,895	\$ 5,048,227	\$ 5,323,503	\$ 5,539,108	\$ 3,807,158	\$ 4,276,947	\$ 5,309,827	\$ 3,189,751	\$ 59,703,170
Hotel-Motel Taxes	220,000	220,000	225,898	220,000	220,000	220,000	220,000	220,000	220,000	-	1,985,898
RiverCentre Revenues	660,000	660,000	-	125,000	100,000	100,000	100,000	100,000	100,000	200,000	2,145,000
N.O.C. Sales	-	-	-	-	-	-	-	-	12,871	-	12,871
Loan Repayments	-	-	-	-	-	-	273,047	2,026,344	-	-	2,299,391
Investment Earnings	100,592	151,020	181,171	291,471	74,065	82,602	60,326	105,094	292,631	148,288	1,487,260
Total Revenues Available for Debt Service	\$ 9,023,748	\$ 10,056,618	\$ 10,546,964	\$ 5,684,698	\$ 5,717,568	\$ 5,941,710	\$ 4,460,531	\$ 6,728,385	\$ 5,935,329	\$ 3,538,039	\$ 67,633,590
Debt Service Requirements											
Principal	\$ 1,850,000	\$ 1,945,000	\$ 2,060,000	\$ 2,180,000	\$ 2,235,000	\$ 2,275,000	\$ 2,285,000	\$ 2,355,000	\$ 2,400,000	\$ 3,830,000	\$ 23,415,000
Interest	1,394,470	1,294,498	1,184,996	1,064,791	933,871	797,635	657,314	512,803	363,052	223,775	8,427,205
Total Debt Service Requirements	\$ 3,244,470	\$ 3,239,498	\$ 3,244,996	\$ 3,244,791	\$ 3,168,871	\$ 3,072,635	\$ 2,942,314	\$ 2,867,803	\$ 2,763,052	\$ 4,053,775	\$ 31,842,205
Coverage (Revenues / Debt Service)	2.78	3.10	3.25	1.75	1.80	1.93	1.52	2.35	2.15	0.87	2.12

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City of Saint Paul, Minnesota
PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Totals
RIVERCENTRE PARKING FACILITY LEASE REVENUE BONDS, SERIES 2000											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Lease Payments from the City	\$ -	\$ 200,000	\$ 400,000	\$ 400,000	\$ 415,000	\$ 415,000	\$ 415,000	\$ 657,928	\$ 758,559	\$ 835,943	\$ 4,497,430
Investment Earnings	-	92,538	128,124	36,339	43,200	43,229	40,630	36,129	11,728	5,022	436,939
Total Revenues Available for Debt Service	\$ -	\$ 292,538	\$ 528,124	\$ 436,339	\$ 458,200	\$ 458,229	\$ 455,630	\$ 694,057	\$ 770,287	\$ 840,965	\$ 4,934,369
Debt Service Requirements											
Principal	\$ -	\$ -	\$ 170,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 300,000	\$ 425,000	\$ 525,000	\$ 1,620,000
Interest	-	211,925	419,706	414,250	411,600	408,900	406,150	396,363	375,956	348,988	3,393,838
Total Debt Service Requirements	\$ -	\$ 211,925	\$ 589,706	\$ 464,250	\$ 461,600	\$ 458,900	\$ 456,150	\$ 696,363	\$ 800,956	\$ 873,988	\$ 5,013,838
Coverage (Revenues / Debt Service)	NA	1.38	0.90	0.94	0.99	1.00	1.00	1.00	0.96	0.96	0.98
RIVERFRONT TAX INCREMENT BONDS, SERIES 1993C, 1993D, 2000D, AND 2002C											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ 641,698	\$ 848,048	\$ 1,079,136	\$ 516,215	\$ 823,386	\$ 718,705	\$ 768,344	\$ 775,838	\$ 794,927	\$ 979,997	\$ 7,946,294
Tax Increment Pooling from Other Districts	-	201,843	304,808	396,916	364,000	610,335	571,150	576,714	520,420	368,455	3,914,641
Loan Repayments and Sales Proceeds	201,976	-	-	-	-	-	-	-	-	-	201,976
Transfer from Capital Projects Fund	-	-	-	-	-	309,845	2,798	1,399	-	-	314,042
Investment Earnings	(455)	114,825	(23,104)	(21,324)	(22,326)	(4,281)	161	7,096	11,242	1,890	63,724
Total Revenues Available for Debt Service	\$ 843,219	\$ 1,164,716	\$ 1,360,840	\$ 891,807	\$ 1,165,060	\$ 1,634,604	\$ 1,342,453	\$ 1,361,047	\$ 1,326,589	\$ 1,350,342	\$ 12,440,677
Debt Service Requirements											
Principal	\$ 575,000	\$ 625,000	\$ 650,000	\$ 635,000	\$ 790,000	\$ 845,000	\$ 865,000	\$ 925,000	\$ 970,000	\$ 1,035,000	\$ 7,915,000
Interest	735,888	705,300	732,392	544,930	467,266	432,982	395,347	354,335	309,934	262,028	4,940,402
Total Debt Service Requirements	\$ 1,310,888	\$ 1,330,300	\$ 1,382,392	\$ 1,179,930	\$ 1,257,266	\$ 1,277,982	\$ 1,260,347	\$ 1,279,335	\$ 1,279,934	\$ 1,297,028	\$ 12,855,402
Coverage (Revenues / Debt Service)	0.64	0.88	0.98	0.76	0.93	1.28	1.07	1.06	1.04	1.04	0.97
US BANK TAX INCREMENT BONDS, SERIES 2001											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 347,905	\$ 879,169	\$ 1,034,905	\$ 993,054	\$ 1,175,602	\$ 4,430,635
Investment Earnings	-	-	47,154	133,570	145,265	67,457	16,281	44,179	42,039	15,594	511,539
Bond Proceeds - Capitalized Interest	-	-	2,641,606	-	-	-	-	-	-	-	2,641,606
Total Revenues Available for Debt Service	\$ -	\$ -	\$ 2,688,760	\$ 133,570	\$ 145,265	\$ 415,362	\$ 895,450	\$ 1,079,084	\$ 1,035,093	\$ 1,191,196	\$ 7,583,780
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 125,000	\$ 335,000	\$ 275,000	\$ 285,000	\$ 1,020,000
Interest	-	-	-	726,935	754,169	754,169	754,169	742,877	726,606	712,106	5,171,031
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ 726,935	\$ 754,169	\$ 754,169	\$ 879,169	\$ 1,077,877	\$ 1,001,606	\$ 997,106	\$ 6,191,031
Coverage (Revenues / Debt Service)	NA	NA	NA	0.18	0.19	0.55	1.02	1.00	1.03	1.19	1.22

continued

City of Saint Paul, Minnesota
PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Totals
NORTH QUADRANT TAX INCREMENT BONDS, SERIES 2000 AND 2002, AND 9TH STREET LOFTS TAX INCREMENT BONDS, SERIES 2004											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ 10,929	\$ 217,049	\$ 92,007	\$ 213,655	\$ 430,148	\$ 345,683	\$ 204,589	\$ 1,514,060
Bond Proceeds - Capitalized Interest	-	-	-	-	125,000	156,300	-	-	-	-	281,300
Investment Earnings	-	-	60,219	68,320	5,889	13	742	1,047	2,679	2,989	141,898
Total Revenues Available for Debt Service	\$ -	\$ -	\$ 60,219	\$ 79,249	\$ 347,938	\$ 248,320	\$ 214,397	\$ 431,195	\$ 348,362	\$ 207,578	\$ 1,937,258
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ 5,000	\$ 8,000	\$ 17,000	\$ 42,000	\$ 84,000	\$ 87,000	\$ 243,000
Interest	-	-	60,219	79,249	172,337	149,505	234,478	294,779	240,806	224,558	1,455,931
Total Debt Service Requirements	\$ -	\$ -	\$ 60,219	\$ 79,249	\$ 177,337	\$ 157,505	\$ 251,478	\$ 336,779	\$ 324,806	\$ 311,558	\$ 1,698,931
Coverage (Revenues / Debt Service)	NA	NA	1.00	1.00	1.96	1.58	0.85	1.28	1.07	0.67	1.14
UPPER LANDING TAX INCREMENT BONDS, SERIES 2002A, 2002B, AND 2002C											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 201,311	\$ 600,473	\$ 1,049,372	\$ 1,281,447	\$ 3,132,603
Bond Proceeds - Capitalized Interest	-	-	-	4,537,870	-	-	-	-	-	-	4,537,870
Developer Shortfall Payments	-	-	-	-	-	-	-	498,044	696,192	687,476	1,881,712
Investment Earnings	-	-	-	322	298,905	341,621	126,908	200,503	112,409	73,086	1,153,754
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ 4,538,192	\$ 298,905	\$ 341,621	\$ 328,219	\$ 1,299,020	\$ 1,857,973	\$ 2,042,009	\$ 10,705,939
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 267,000	\$ 267,000
Interest	-	-	-	-	1,130,274	1,321,100	1,321,100	1,321,100	1,321,100	1,311,999	7,726,673
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ -	\$ 1,130,274	\$ 1,321,100	\$ 1,321,100	\$ 1,321,100	\$ 1,321,100	\$ 1,578,999	\$ 7,993,673
Coverage (Revenues / Debt Service)	NA	NA	NA	NA	0.26	0.26	0.25	0.98	1.41	1.29	1.34
DRAKE MARBLE TAX INCREMENT BONDS, SERIES 2002											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ -	\$ 66,750	\$ 137,494	\$ 152,908	\$ 171,187	\$ 180,593	\$ 180,044	\$ 888,976
Investment Earnings	-	-	-	36,461	65,712	172	721	937	1,684	1,737	107,424
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ 36,461	\$ 132,462	\$ 137,666	\$ 153,629	\$ 172,124	\$ 182,277	\$ 181,781	\$ 996,400
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,000	\$ 33,000	\$ 36,000	\$ 38,000	\$ 162,000
Interest	-	-	-	-	95,175	121,500	121,500	117,788	114,953	113,130	684,046
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ -	\$ 95,175	\$ 121,500	\$ 176,500	\$ 150,788	\$ 150,953	\$ 151,130	\$ 846,046
Coverage (Revenues / Debt Service)	NA	NA	NA	NA	1.39	1.13	0.87	1.14	1.21	1.20	1.18

continued

City of Saint Paul, Minnesota
PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Totals
KOCH/MOBIL TAX INCREMENT BONDS, SERIES 2004C AND 2007B											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,822	\$ 160,828	\$ 275,936	\$ 456,586
Bond Proceeds - Capitalized Interest	-	-	-	-	-	266,625	-	-	-	-	266,625
Investment Earnings	-	-	-	-	-	-	1,601	4,485	2,845	4,589	13,520
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 266,625	\$ 1,601	\$ 24,307	\$ 163,673	\$ 280,525	\$ 736,731
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,950,000	\$ -	\$ 3,950,000
Interest	-	-	-	-	-	44,437	88,875	88,875	127,207	165,538	514,932
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 44,437	\$ 88,875	\$ 88,875	\$ 4,077,207	\$ 165,538	\$ 4,464,932
Coverage (Revenues / Debt Service)	NA	NA	NA	NA	NA	6.00	0.02	0.27	0.04	1.69	0.17
JJ HILL TAX INCREMENT BONDS, SERIES 2004											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 259,004	\$ 261,006	\$ 200,351	\$ 281,183	\$ 1,001,544
Bond Proceeds - Capitalized Interest	-	-	-	-	-	403,765	-	-	-	-	403,765
Investment Earnings	-	-	-	-	-	444	1,278	5,375	18,680	(11,069)	14,708
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 404,209	\$ 260,282	\$ 266,381	\$ 219,031	\$ 270,114	\$ 1,420,017
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,000	\$ 40,000	\$ 58,000
Interest	-	-	-	-	-	-	172,198	228,750	228,750	227,063	856,761
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 172,198	\$ 228,750	\$ 246,750	\$ 267,063	\$ 914,761
Coverage (Revenues / Debt Service)	NA	NA	NA	NA	NA	NA	1.51	1.16	0.89	1.01	1.55
NEIGHBORHOOD SCATTERED SITE TAX INCREMENT BONDS, SERIES 2005											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,061,105	\$ 1,554,684	\$ 1,869,289	\$ 2,170,482	\$ 6,655,560
Bond Proceeds - Capitalized Interest	-	-	-	-	-	-	751,500	-	-	-	751,500
Investment Earnings	-	-	-	-	-	-	19,750	33,180	123,020	139,301	315,251
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,832,355	\$ 1,587,864	\$ 1,992,309	\$ 2,309,783	\$ 7,722,311
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 295,000	\$ 495,000	\$ 485,000	\$ 480,000	\$ 1,755,000
Interest	-	-	-	-	-	-	128,259	357,478	336,702	314,761	1,137,200
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 423,259	\$ 852,478	\$ 821,702	\$ 794,761	\$ 2,892,200
Coverage (Revenues / Debt Service)	NA	NA	NA	NA	NA	NA	4.33	1.86	2.42	2.91	2.67

continued

City of Saint Paul, Minnesota
PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Totals
JIMMY LEE RECREATION FACILITY LEASE BONDS, SERIES 2008											
Fund Servicing Debt - HRA Debt Service Fund											
Revenues Available for Debt Service											
Lease Payments from the City	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 222,980	\$ 222,980
Investment Earnings	-	-	-	-	-	-	-	-	-	72,671	72,671
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 295,651	\$ 295,651
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,000	\$ 75,000
Interest	-	-	-	-	-	-	-	-	-	146,188	146,188
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 221,188	\$ 221,188
Coverage (Revenues / Debt Service)	NA	NA	NA	NA	NA	NA	NA	NA	NA	1.34	1.34
HOUSING 5000 LAND ASSEMBLY BONDS, SERIES 2004											
Fund Servicing Debt - HRA Loan Enterprise Fund											
Revenues Available for Debt Service											
Land Sales	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,779,663	\$ 2,308,000	\$ -	\$ -	\$ 6,087,663
Bond Proceeds - Capitalized Interest	-	-	-	-	-	2,387,200	-	-	-	-	2,387,200
Investment Earnings	-	-	-	-	-	120,529	641,722	874,360	741,206	314,168	2,691,985
Use of Bond Reserve Account	-	-	-	-	-	-	-	3,555,284	-	-	3,555,284
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,507,729	\$ 4,421,385	\$ 6,737,644	\$ 741,206	\$ 314,168	\$ 14,722,132
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,170,000	\$ 9,375,000	\$ 3,320,000	\$ 2,695,000	\$ 18,560,000
Interest	-	-	-	-	-	357,759	764,656	777,522	569,468	291,500	2,760,905
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 357,759	\$ 3,934,656	\$ 10,152,522	\$ 3,889,468	\$ 2,986,500	\$ 21,320,905
Coverage (Revenues / Debt Service)	NA	NA	NA	NA	NA	7.01	1.12	0.66	0.19	0.11	0.69
PARKING REVENUE BONDS, SERIES 1992A, 1995A, 1995B, 2001A, 2002A, 2002B, AND 2005A											
Fund Servicing Debt - HRA Parking Enterprise Fund											
Revenues Available for Debt Service											
Parking Facility Net Revenues	\$ 3,448,732	\$ 3,473,247	\$ 3,462,193	\$ 3,168,812	\$ 2,293,082	\$ 2,807,196	\$ 2,931,998	\$ 3,022,153	\$ 3,246,417	\$ 3,124,631	\$ 30,978,461
Parking Meter & Parking Fine Revenues	1,816,000	1,989,400	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	19,805,400
Bond Proceeds - Capitalized Interest	-	-	-	210,579	1,010,780	124,361	67,517	-	-	-	1,413,237
Total Revenues Available for Debt Service	\$ 5,264,732	\$ 5,462,647	\$ 5,462,193	\$ 5,379,391	\$ 5,303,862	\$ 4,931,557	\$ 4,999,515	\$ 5,022,153	\$ 5,246,417	\$ 5,124,631	\$ 52,197,098
Debt Service Requirements											
Principal	\$ 670,000	\$ 710,000	\$ 925,000	\$ 875,000	\$ 910,000	\$ 955,000	\$ 1,015,000	\$ 1,135,000	\$ 1,290,000	\$ 1,590,000	\$ 10,075,000
Interest	832,494	866,879	766,316	1,014,904	1,774,840	1,732,700	1,496,125	1,467,282	1,429,882	1,384,918	12,766,340
Total Debt Service Requirements	\$ 1,502,494	\$ 1,576,879	\$ 1,691,316	\$ 1,889,904	\$ 2,684,840	\$ 2,687,700	\$ 2,511,125	\$ 2,602,282	\$ 2,719,882	\$ 2,974,918	\$ 22,841,340
Coverage (Revenues / Debt Service)	3.50	3.46	3.23	2.85	1.98	1.83	1.99	1.93	1.93	1.72	2.29

continued

City of Saint Paul, Minnesota
PLEDGED-REVENUE BOND COVERAGE
 Last Ten Fiscal Years

Table 16

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Totals
PARKING REVENUE BONDS, SERIES 1997A											
Fund Servicing Debt - HRA Parking Enterprise Fund											
Revenues Available for Debt Service											
Ramp Lease Revenues	\$ 1,056,653	\$ 930,501	\$ 1,062,688	\$ 1,074,736	\$ 1,196,900	\$ 1,075,336	\$ 1,080,048	\$ 1,058,040	\$ 1,078,813	\$ 1,078,142	\$ 10,691,857
Investment Earnings	11,405	18,348	7,718	592	8,768	(3,235)	6,474	16,412	13,655	(1,480)	78,657
Bond Proceeds - Capitalized Interest	-	128,993	-	-	-	-	-	-	-	-	128,993
Total Revenues Available for Debt Service	\$ 1,068,058	\$ 1,077,842	\$ 1,070,406	\$ 1,075,328	\$ 1,205,668	\$ 1,072,101	\$ 1,086,522	\$ 1,074,452	\$ 1,092,468	\$ 1,076,662	\$ 10,899,507
Debt Service Requirements											
Principal	\$ 310,000	\$ 330,000	\$ 355,000	\$ 380,000	\$ 405,000	\$ 430,000	\$ 460,000	\$ 490,000	\$ 525,000	\$ 560,000	\$ 4,245,000
Interest	763,093	742,163	719,887	695,925	670,275	642,938	606,629	582,863	549,788	514,350	6,487,911
Total Debt Service Requirements	\$ 1,073,093	\$ 1,072,163	\$ 1,074,887	\$ 1,075,925	\$ 1,075,275	\$ 1,072,938	\$ 1,066,629	\$ 1,072,863	\$ 1,074,788	\$ 1,074,350	\$ 10,732,911
Coverage (Revenues / Debt Service)	1.00	1.01	1.00	1.00	1.12	1.00	1.02	1.00	1.02	1.00	1.02
BLOCK 39 TAX INCREMENT BONDS, SERIES 1998A AND 1998B											
Fund Servicing Debt - HRA Parking Enterprise Fund											
Revenues Available for Debt Service											
Tax Increments	\$ -	\$ -	\$ 1,753,832	\$ 1,195,454	\$ 1,203,263	\$ 982,602	\$ 687,327	\$ 689,844	\$ 889,488	\$ 1,067,054	\$ 8,468,864
Developer Shortfall Payments	-	1,368,859	-	-	100,640	237,104	681,886	707,372	386,514	126,816	3,609,191
Net Parking Revenues	156,796	1,373,474	1,907,913	1,910,988	1,865,629	1,940,275	1,957,191	2,387,011	1,958,727	1,929,248	17,387,252
Investment Earnings	34,453	134,468	106,898	207,513	74,901	199,881	112,108	97,039	261,767	138,493	1,367,521
Total Revenues Available for Debt Service	\$ 191,249	\$ 2,876,801	\$ 3,768,643	\$ 3,313,955	\$ 3,244,433	\$ 3,359,862	\$ 3,438,512	\$ 3,881,266	\$ 3,496,496	\$ 3,261,611	\$ 30,832,828
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ 855,000	\$ 950,000	\$ 1,055,000	\$ 1,135,000	\$ 1,300,000	\$ 1,445,000	\$ 1,570,000	\$ 8,310,000
Interest	2,157,692	2,157,692	2,157,692	2,133,410	2,081,815	2,023,908	1,931,407	1,886,780	1,804,069	1,712,473	20,046,938
Total Debt Service Requirements	\$ 2,157,692	\$ 2,157,692	\$ 2,157,692	\$ 2,988,410	\$ 3,031,815	\$ 3,078,908	\$ 3,066,407	\$ 3,186,780	\$ 3,249,069	\$ 3,282,473	\$ 28,356,938
Coverage (Revenues / Debt Service)	0.09	1.33	1.75	1.11	1.07	1.09	1.12	1.22	1.08	0.99	1.09
PARKING REVENUE BONDS (SMITH AVENUE TRANSIT CENTER), SERIES 2005											
Fund Servicing Debt - HRA Parking Enterprise Fund											
Revenues Available for Debt Service											
Parking & Transit Center Net Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 155,434	\$ 220,990	\$ 376,424
Investment Earnings	-	-	-	-	-	-	230,589	85,455	265,494	125,279	706,817
Bond Proceeds - Capitalized Interest	-	-	-	-	-	-	2,425,100	-	-	-	2,425,100
Total Revenues Available for Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,655,689	\$ 85,455	\$ 420,928	\$ 346,269	\$ 3,508,341
Debt Service Requirements											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 120,000	\$ 120,000
Interest	-	-	-	-	-	-	349,160	619,200	619,200	619,200	2,206,760
Total Debt Service Requirements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 349,160	\$ 619,200	\$ 619,200	\$ 739,200	\$ 2,326,760
Coverage (Revenues / Debt Service)	NA	NA	NA	NA	NA	NA	7.61	0.14	0.68	0.47	1.51

City of Saint Paul, Minnesota
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 Last Ten Fiscal Years

Table 17

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income (2)</u>	<u>Personal Income (2)</u>	<u>Labor Force (3)</u>	<u>Unemployment Rate (3)</u>
1999	266,927	N/A	N/A	138,498	2.9%
2000	287,151	\$20,216	\$5,805,016,300	140,788	3.5%
2001	287,260	22,949	6,232,998,475	144,764	4.1%
2002	288,000	21,488	5,974,694,440	150,079	5.1%
2003	287,604	21,893	5,878,881,200	163,039	5.5%
2004	287,410	22,533	5,822,971,800	152,123	5.4%
2005	287,385	23,541	6,157,265,700	149,832	4.4%
2006	286,620	23,675	6,444,728,300	146,616	4.1%
2007	287,669	24,934	6,639,009,400	144,446	4.6%
2008	N/A	N/A	N/A	144,618	5.5%

- (1) 1999 and 2001-2007 data based on Metropolitan Council estimates.
 2000 data provided by U.S. Census Bureau.
 2008 estimate not yet available from Metropolitan Council.
- (2) Data is not available for 1999.
 2000-2007 data provided by U.S. Census Bureau's Annual American Community Survey.
 2008 data is not yet available.
- (3) Annual average - not seasonally adjusted.
 Data provided by Minnesota Department of Employment and Economic Development (DEED).

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City of Saint Paul, Minnesota
PRINCIPAL EMPLOYERS
 Current Year and Two Years Ago

Table 18

<u>Employers</u>	<u>2008</u>			<u>2006</u>		
	<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
State of Minnesota	13,200	1	7.29%	13,671	1	7.54%
Saint Paul Public Schools	5,737	2	3.17%	6,567	2	3.62%
U.S. Bancorp	4,700	3	2.60%	4,700	4	2.59%
Health Partners, Inc. / Regions Hospital	4,554	4	2.52%	4,000	6	2.21%
United States Federal Government	4,184	5	2.31%	-		-
Allina Health System / United Hospital	3,791	6	2.09%	3,300	9	1.82%
Health East Care System / St Joseph's Hospital	3,078	7	1.70%	5,080	3	2.80%
City of Saint Paul	2,877	8	1.59%	3,400	8	1.88%
Ramsey County	2,686	9	1.48%	3,770	7	2.08%
The Travelers Companies, Inc.	2,550	10	1.40%	-		-
Marsden Building Maintenance	-		-	4,000	5	2.21%
U.S. Postal Service	-		-	3,200	10	1.77%
Total	47,357		26.15%	51,688		28.52%

Data from nine years ago is not available. The Government Finance Officers Association (GFOA) recommends presenting data from the earliest year available, 2006

Sources: MN Department of Employment and Economic Development; Capital City Partnership.

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City of Saint Paul, Minnesota
 FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
 Last Seven Fiscal Years

Table 19

	2002	2003	2004	2005	2006	2007	2008
GENERAL GOVERNMENT							
Citizen Services (1)	41.0	38.8	7.6	7.0	2.0	2.0	2.0
City Attorney	63.9	64.4	63.3	66.4	64.8	66.1	68.3
City Council	29.5	25.4	25.0	26.7	25.4	24.7	27.3
Financial Services	27.0	26.0	44.3	44.7	44.3	46.4	45.0
Human Resources	34.6	25.7	31.8	33.1	32.2	28.5	30.8
Human Rights	11.9	7.5	6.9	7.5	6.9	8.9	9.4
Mayor's Administration	15.5	17.8	15.2	18.6	19.8	19.0	22.0
Office of Technology	114.1	105.2	72.2	73.7	75.6	79.6	82.4
PUBLIC SAFETY							
Fire							
Firefighters and Officers	397.0	398.0	390.0	412.0	396.0	383.0	421.0
Civilians	60.3	55.4	54.7	57.4	56.4	56.3	42.7
Police							
Officers	569.0	542.2	538.6	557.7	552.5	555.0	595.7
Civilians	192.6	174.2	172.1	187.9	172.7	225.6	183.7
Safety and Inspections (2)	-	-	-	-	-	160.9	163.6
License, Inspection and Environmental Protection (2)	112.5	104.3	103.8	105.7	105.8	-	-
Neighborhood Housing and Property Improvement (2)	-	-	32.1	32.7	32.3	-	-
Health	66.0	56.2	59.2	55.0	53.6	48.4	45.2
HIGHWAYS AND STREETS							
Public Works	342.2	327.5	379.9	357.8	343.5	352.7	352.8
CULTURE AND RECREATION							
Libraries	165.8	171.3	168.2	174.5	174.0	176.6	180.5
Parks	422.7	412.4	470.1	502.8	432.0	461.2	478.8
HOUSING AND ECONOMIC DEVELOPMENT	103.0	92.0	82.4	81.6	79.8	75.1	81.9
RIVERCENTRE (3)	2.0	2.0	2.0	-	-	-	-
TOTAL	<u>2,770.6</u>	<u>2,646.3</u>	<u>2,719.4</u>	<u>2,802.8</u>	<u>2,669.6</u>	<u>2,770.0</u>	<u>2,833.1</u>

- (1) Citizen Services included Property Code Enforcement employees in 2002 and 2003. Property Code Enforcement employees were moved to the new office of Neighborhood Housing and Property Improvement in 2004. Citizen Services' Information and Complaint employees were moved to Neighborhood Housing and Property Improvement in 2006.
- (2) License, Inspection and Environmental Protection; Neighborhood Housing and Property Improvement; and Fire Prevention Inspectors were merged in a new Department of Safety and Inspections in 2007.
- (3) RiverCentre was merged with the Convention and Visitor's Bureau and became a discretely presented component unit in 2005.

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City of Saint Paul, Minnesota
OPERATING INDICATORS BY FUNCTION/PROGRAM
 Last Seven Fiscal Years

Table 20

<u>Function/Program</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<u>Police</u>							
Number of Calls for Service	222,253	212,372	210,950	216,247	212,161	213,593	220,129
<u>Fire</u>							
Number of Structure Fires	634	695	782	708	716	681	799
Number of EMS Incidents	25,574	25,475	26,332	28,159	24,457	26,831	27,064
<u>Department of Safety and Inspections (1)</u>							
Number of Building Permits Issued	11,557	10,577	9,835	8,905	8,818	8,802	8,498
Valuation of Building Permits Issued	\$498,371,219	\$432,220,911	\$673,664,737	\$479,840,220	\$555,104,063	\$530,995,699	\$335,663,606
<u>Public Works</u>							
Miles of Streets Reconstructed	10.6	13.0	10.2	8.1	15.2	7.7	9.4
Number of Snow Emergencies	2	3	4	4	2	6	1
<u>Parks and Recreation</u>							
Picnic Permits Issued	1,632	1,450	1,700	1,612	1,656	1,800	1,900
Number of Golf Rounds Played	134,305	109,000	107,100	142,381	132,400	124,661	123,093
<u>Libraries</u>							
Circulation	2,689,400	3,045,344	3,218,381	3,319,113	3,394,664	3,365,469	3,321,165
Number of Titles in Collection	442,355	398,929	496,177	435,395	450,137	458,389	463,876
<u>Economic Development</u>							
New and Substantially Rehabilitated Housing Unit	1,632	1,278	1,331	1,130	428	355	10

(1) License, Inspection and Environmental Protection; and Neighborhood Housing and Property Improvement were merged to form the new Department of Safety and Inspections in 2007.

Source: Various city departments.

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City of Saint Paul, Minnesota
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Table 21

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Police										
Number of Stations	12	12	12	12	13	13	14	14	14	13
Number of Vehicles	360	458	480	374	362	360	365	481	482	580
Fire										
Number of Stations	16	16	16	16	16	16	16	16	16	16
Number of Vehicles	117	116	119	121	110	109	105	110	108	105
Public Works										
Miles of Sanitary Sewers	804	804	804	804	804	804	806	806	806	806
Miles of Sidewalks	1,005	1,006	1,007	1,007	1,007	1,007	1,007	1,007	1,007	1,011
Miles of Storm Sewers	450	450	450	450	450	450	450	450	450	450
Miles of Streets	850	848	827	827	847	847	847	863	863	863
Number of Alleys	2,341	2,319	2,315	2,315	2,311	2,311	2,311	2,311	2,311	2,311
Number of Bridges	48	49	51	52	55	60	60	60	61	60
Number of Street Lights	27,804	28,398	28,502	32,575	32,575	32,619	32,619	31,444	31,716	31,696
Parks and Recreation										
Acreage of Parks	4,194	4,203	4,269	4,271	4,271	4,274	4,274	4,285	4,287	4,288
Number of Golf Courses	4	4	4	4	4	4	4	4	4	4
Number of Municipal Stadiums	1	1	1	1	1	1	1	1	1	1
Number of Parks	162	163	165	167	167	168	168	169	171	173
Number of Recreation Centers	41	41	41	41	41	41	41	41	33	33
Number of Tennis Courts	101	101	101	101	101	92	92	92	92	92
Number of Zoos & Conservatories	1	1	1	1	1	1	1	1	1	1
Libraries										
Number of Libraries	13	13	13	12	12	13	13	13	13	13
Economic Development										
Number of Parking Facilities	19	19	19	19	19	20	20	20	20	20
Number of Skyways	36	36	37	37	37	37	37	37	37	37

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Source: Various city departments.

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

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