

City of St. Francis, MN Financial Management Plan

As of March 15, 2015



NORTHLANDSTRATEGIES

Special Projects Group

The information presented in the report is intended solely for financial planning purposes. Northland Securities is not providing advice on the timing, terms, structure or similar matters related to a specific bond issue.

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NORTHLAND  SECURITIES

March 15, 2015

Paul Teicher, Acting City Administrator
Darcy Mulvhill, Finance Director
City of St. Francis
4058 St. Francis Blvd NW
St. Francis, MN 55070

RE: Financial Management Plan

Dear Paul and Darcy:

Northland Securities, Inc. is pleased to present the City of St. Francis with a Financial Management Plan for the City that is comprehensive of all city funds. The financial plans, prepared for each city fund, provide for all projected operational and capital spending, and existing and projected future debt service to be issued to financed planned projects in the City's Capital Improvement Plan (CIP).

We appreciate the opportunity to work and provide service to the City of St. Francis.

Sincerely,



Tammy Omdal
Senior Vice President

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EXECUTIVE SUMMARY

The Financial Management Plan (the “Plan”) will serve as a guide for the financial management of the City of St. Francis (the “City”). The Plan contains information on estimated property taxes and utility fees and charges that will be needed to support operations, capital projects, and payment of debt service. The Plan is built around key assumptions, including cost drivers and estimated fees and charges and other sources of revenue. To the extent the assumptions within the Plan change in the months and years ahead, which they will, the City will need to adjust the Plan accordingly.

Study Approach

The following steps were taken as part of the study process:

- City provided information on historical spending and revenues, volume of water sold and customer units for the utility services by fiscal year and by type of customer, capital improvement plans, and prior years budget information.
- Information provided by the City was organized, analyzed, and used to support the development of the Plan. The prior year data included in the Plan is reconciled with the City’s prior years annual financial statements.
- Once an initial preliminary Plan was developed then different scenarios were considered and analyzed to determine impact on property tax levy and utility rates.
- City staff offered input and feedback on the as-

sumptions and desired outcomes.

- The draft of the Plan was finalized for presentation to the City Council.

Organization of Plan

The Plan is organized into five sections:

1. Executive Summary provides information on the organization of the Plan, study approach, using the Plan, and conclusions and recommendations.
2. Property Tax Levy provides information on the projected annual property tax levies that will be needed to support the operational, capital, and annual debt service spending in the Plan. The amount of property tax levies shown should not be considered a policy recommendation but rather a function of what will be needed to support the spending included in the Plan.
3. Utility Rates provided in the Plan include historical, current, and future proposed rates necessary to maintain a positive financial condition for the utility funds - sufficient cash to cover spending.
4. Capital Improvement Plan and Debt Service provides information on the City’s plans for capital improvement and replacement spending, and source of funds. The time horizon for the capital plan is fiscal year 2014 through fiscal year 2024. The estimates for the first five years is at a greater level of specificity than for the out years. Information on debt service is included in the Plan for anticipated bond issuances.
5. Financial Plans are provided for each individual fund of the City. The financial plans provide both historical, current, and projected sources and uses

of funds. Financial plans take into account capital improvement plans and fee structure. Balance sheet information is included.

6. Appendix provides supplementary charts and data and details on structure for anticipated bond issuances.

Using the Plan

The Plan provides a practical guide for on-going management. Much of the information in the Plan has enduring value and will serve to continue to guide management decisions over a number of years. However, management of city funds, especially enterprise funds, is a dynamic system. Customer base changes, statutes and rules change, cost of labor and materials and supplies will vary from assumptions from year-to-year. The Plan should be the foundation of an annual review and update.

Conclusions and Recommendations

The following conclusions and recommendations were identified as a result of the study:

1. **Property Tax and Utility Fee Increases** will be required if the City advances its plans for capital project spending. Additional revenue will be needed to pay for capital outlay and to pay debt service on bonds anticipated to be issued to finance certain improvements. Figure 1 and 2 that follow provide an example of the impact the estimated increase in city tax levy and utility fees will have on the annual payments for an example residential property and commercial property. Changes to the City’s plans for capital project spending will have a direct impact on the amount of tax and utility fee increases that are otherwise projected.

Figure 1

Residential Homestead Property Example						
Valued at \$132,000, 8,000 gal. of water usage per month						
Projected Annual Increase in Property Tax and Utility Fees Based on Assumptions for City Spending in the Financial Management Plan						
	2015	2016	2017	2018	2019	2020
Property Tax	-\$7	\$31	\$89	\$69	\$90	\$61
Water	\$258	\$33	\$35	\$36	\$37	\$49
Sanitary Sewer	\$527	\$46	\$48	\$50	\$129	\$71
Storm Water	\$0	\$60	\$36	\$24	\$6	\$6
Total	\$778	\$170	\$208	\$178	\$263	\$187

Figure 2

Commercial Property Example						
Valued at \$1,000,000, 100,000 gal. of water usage per month, 3 connection units						
Projected Annual Increase in Property Tax and Utility Fees Based on Assumptions						
	2015	2016	2017	2018	2019	2020
Property Tax	-\$135	\$557	\$1,612	\$1,237	\$1,632	\$1,094
Water	\$22,834	\$6,004	\$3,183	\$3,311	\$4,304	\$4,519
Sanitary Sewer	\$1,582	\$281	\$149	\$387	\$213	\$224
Storm Water	\$0	\$60	\$36	\$24	\$6	\$6
Total	\$24,281	\$6,902	\$4,980	\$4,959	\$6,155	\$5,843

2. **Interfund Loans** from the Water Fund to capital projects funds have been needed for a number of years (prior to year 2011) to fund cash deficits. The cash deficits resulted from capital improvement spending that were to be funded from special assessments and development fees. The special assessments were never certified and have not been collected. It is possible that when land develops in the future the anticipated special assessments and other fees may be collected. It is recommended the City eliminate the interfund loans because there is not a reasonable expectation that revenue will be collected within the next year. Future revenue will be recorded directly to the Water Fund (see Appen-

dix T on page 111 for detail on Interfund Loans).

3. **Pay-Go Funding for Annual Capital Projects** allows the City to fund annual capital spending without the issuance of debt and avoids interest expense on bonds. This may be an advisable strategy for capital spending that is fairly stable (consistent amount) each year. The Plan provides a strategy to achieve pay-go funding over the long term for annual street improvements (i.e., mill and overlay and reconstruction) and annual vehicle and equipment replacement. The City may continue to issue bonds to finance the special assessment portion of street improvement projects
4. **Bond Issuance for Capital** is anticipated in the Plan. The City does not have sufficient cash on hand or projected future cash to pay for the projects included in the Plan and therefore debt issuance is recommended to finance the planned improvements. The projected debt outstanding at the end of 2014 (unaudited) is \$20,936,000. Based on the debt issuance included in the Plan, the total estimated debt outstanding at the end of year 2019 will be \$45,248,000, an increase of \$24,312,000; this amount takes into account new debt planned to be issued between years 2014 and 2019 and debt that will be retired during this same period. The loan from the Minnesota Public Facilities Authority for the plant improvements represents about 55% of the total estimated outstanding at the end of 2019.
5. **Storm Water Maintenance and Capital Projects** is currently funded through the General Fund and street improvement projects. The Plan anticipates the establishment of a new utility for storm water management. The Storm Water Fund would be funded through adoption of a new utility fee for storm water management. The fee is estimated based on the assumption that all property owners (each parcel) in the City would pay the same amount of fee. The initial fee is estimated at \$5.00 per month. Before the City begins to collect a storm water utility fee there are certain actions and statutory process that will need to be considered. For financial planning purposes, the Plan introduces a concept for source and use of funds for a new enterprise fund, if established, but the Plan does not provide details on the necessary legal and administrative steps that will be necessary.
6. **Fire Truck Replacement Fund** has been capitalized through an annual transfer from the General Fund in the amount of \$50,000. It is recommended the transfer be eliminated and a tax levy be recorded directly to the Fire Truck Replacement Fund. This will better allow the City to manage the amount of annual levy that is needed.

PROPERTY TAX LEVY

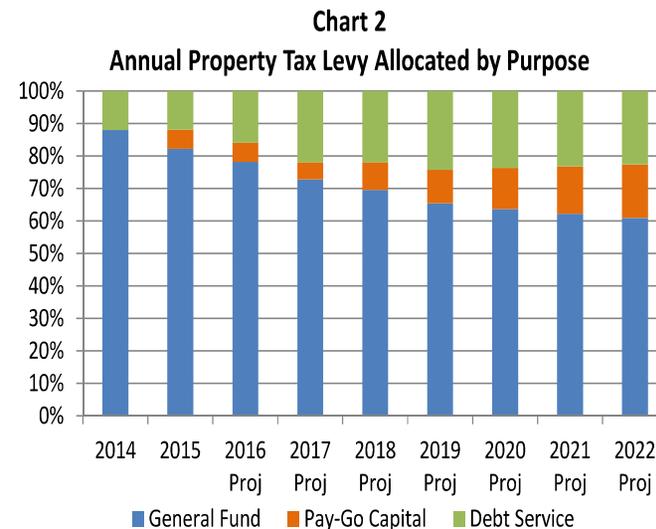
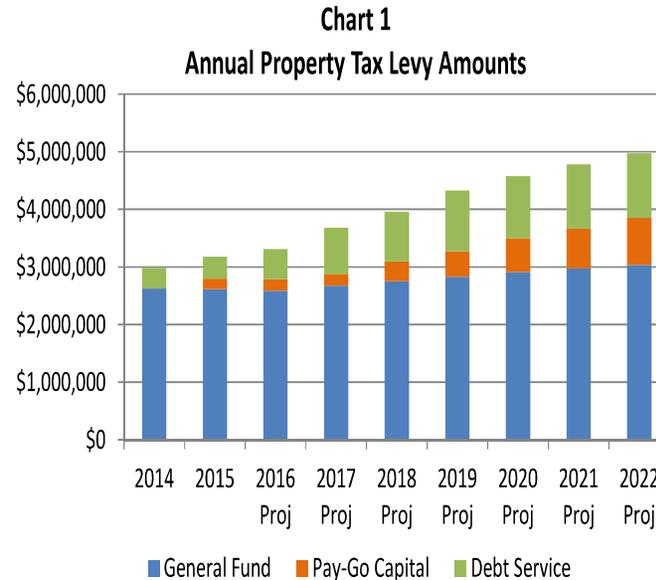
The annual property tax levy amounts shown in the Plan are a factor of the assumptions and projections for annual spending, including for operations, capital, and debt service. The property tax levy amounts shown in the Plan do not represent recommended amounts, but are simply a factor of the spending projections included in the Plan.

A reduction in projected operational or capital spending, supported by property tax levy, will result in a reduction in the amounts shown for annual property tax levy.

Chart 1 shows the annual increase in future projected property tax levy that will be needed to supported projected General Fund spending, capital spending paid with cash on a pay-go basis, and to cover debt service on existing and future bonds to be issued to support capital spending plans.

Chart 2 provides a percentage break-down of the total annual property tax levy by purpose. For example, in 2015, the General Fund levy is equal to 82% of the City’s total certified levy of \$3,180,953. The remaining portion of the 2015 certified levy is for debt service and capital outlay.

Table 1 that follows provides a break-down by fund of the annual tax levy amounts. Table 2 provides information on projected future City property tax rates based on the annual tax levy amounts and estimated tax capacity (assumptions are made, and noted, for future net tax capacity projections, including assumptions for growth in tax base).



Property Tax Levy

TABLE 1
City of St. Francis, MN
Summary of Property Tax Levy by Purpose

	2014	2015	2016 Proj	2017 Proj	2018 Proj	2019 Proj	2020 Proj	2021 Proj	2022 Proj	2023 Proj	2024 Proj
General Fund	2,627,239	2,612,753	2,587,797	2,677,010	2,752,102	2,829,191	2,914,747	2,972,982	3,032,126	3,092,176	3,153,656
Pay-Go capital funding:											
Fire Truck Replacement Fund		50,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000
Equipment and Vehicle Fund (New)		137,300	150,000	150,000	150,000	155,000	165,000	180,000	200,000	275,000	315,000
Park Improvement Fund			0	0	25,000	25,000	50,000	50,000	50,000	50,000	50,000
Street Projects Fund		0	0	0	120,000	220,000	320,000	420,000	525,000	625,000	900,000
Subtotal Pay-Go Capital Funding	0	187,300	195,000	195,000	340,000	445,000	580,000	695,000	820,000	995,000	1,310,000
EDA Lease Revenue Bond	340,000	360,000	360,000	365,000	370,000	375,000	375,000	375,000	375,000	375,000	375,000
GO 2007A Bond	20,900	20,900	20,900	20,900	0						
GO 2013A Bond		0	0	4,679	37,512	36,449	41,360	62,739	60,869	58,874	0
GO 2015A Bonds			147,047	146,136	145,160	143,858	142,230	143,427	141,093	138,426	135,426
GO 2016A Bonds				270,353	268,502	268,135	265,024	266,541	262,095	260,163	254,374
GO 2017A Bonds					45,213	46,841	46,224	45,483	53,020	51,865	50,565
GO 2018A Bonds						181,237	184,715	187,760	190,345	187,195	194,152
GO 2019A Bonds							31,217	30,745	40,694	50,354	59,672
Subtotal Debt Service	360,900	380,900	527,947	807,068	866,386	1,051,518	1,085,769	1,111,695	1,123,115	1,121,876	1,069,190
Total Property Tax Levy	2,988,139	3,180,953	3,310,744	3,679,078	3,958,488	4,325,709	4,580,516	4,779,677	4,975,241	5,209,052	5,532,846
Annual % Change		6.5%	4.1%	11.1%	7.6%	9.3%	5.9%	4.3%	4.1%	4.7%	6.2%

Note: For the purpose of Table 1, the property tax levy for the EDA Lease Revenue Bond is shown as part of debt service. The City certifies this property tax levy as part of the General Fund levy. The General Fund levy combined with the EDA Lease Revenue Bond equals the amount certified to the County for the General Fund levy.

TABLE 2
City of St. Francis, MN
Net Tax Levy, Net Tax Capacity, and City Property Tax Rate

	2014	2015	2016 Proj	2017 Proj	2018 Proj	2019 Proj	2020 Proj	2021 Proj	2022 Proj	2023 Proj	2024 Proj
Certified Tax Levy	2,988,139	3,180,953	3,310,744	3,679,078	3,958,488	4,325,709	4,580,516	4,779,677	4,975,241	5,209,052	5,532,846
Less Fiscal Disparities Distribution	904,242	806,664	806,664	806,664	806,664	806,664	806,664	806,664	806,664	806,664	806,664
Net Spread Levy	2,083,897	2,374,289	2,504,080	2,872,414	3,151,824	3,519,045	3,773,852	3,973,013	4,168,577	4,402,388	4,726,182
Estimated Tax Capacity by Payable Year											
Gross Tax Capacity (TC), Base	3,781,197	4,300,563	4,300,563	4,321,978	4,343,430	4,364,971	4,386,602	4,408,322	4,430,134	4,452,036	4,474,029
Plus TC from Valuation Increase			10,751	10,751	10,805	10,859	10,912	10,967	11,021	11,075	11,130
Plus TC from New Construction			10,664	10,700	10,736	10,772	10,808	10,845	10,881	10,918	10,954
Subtotal of TC	3,781,197	4,300,563	4,321,978	4,343,430	4,364,971	4,386,602	4,408,322	4,430,134	4,452,036	4,474,029	4,496,113
Less Fiscal Disparities TC	(274,535)	(251,537)	(251,537)	(251,537)	(251,537)	(251,537)	(251,537)	(251,537)	(251,537)	(251,537)	(251,537)
Less Tax Increment TC	(11,891)	(20,004)	(20,004)								
Net Tax Capacity	3,494,771	4,029,022	4,050,437	4,091,893	4,113,434	4,135,065	4,156,785	4,178,597	4,200,499	4,222,492	4,244,576
City Tax Rate	0.5963	0.5893	0.6182	0.7020	0.7662	0.8510	0.9079	0.9508	0.9924	1.0426	1.1135
Annual % Change		-1.2%	4.9%	13.5%	9.2%	11.1%	6.7%	4.7%	4.4%	5.1%	6.8%

Notes for Table:

1. New Residential Units Added by Year (assumes full valuation 2 years following construction completion):

Construction Year	2014	2015	2016	2017	2018	2019	2020	2021	2022
Taxes Payable Year	2016	2017	2018	2019	2020	2021	2022	2023	2024
# of Units Added and Valued	10	10	10	10	10	10	10	10	10
TC Per Unit = \$1,066 for \$132,000 residential value	\$10,664	\$10,700	\$10,736	\$10,772	\$10,808	\$10,845	\$10,881	\$10,918	\$10,954

2. Assume annual percentage increase in underlying property valuations (TC from valuation increase):

0.25%

3. The City's only active Tax Increment Financing (TIF) District will decertify at end of 2016. The tax capacity that is presently captured for TIF will be available for the general levy.

4. Analysis assumes no change to fiscal disparities over planning horizon. The actual amounts for fiscal disparities will vary by year from what is shown here.

5. Gross tax capacity, fiscal disparities tax capacity, and tax increment tax capacity are based on preliminary Pay 2015 data as provided by the City from County Reports.

**TABLE 3
City of St. Francis, MN
Estimated City Taxes Payable by Example Residential and Commercial Properties Based on Projected Annual Tax Levy in Table 1**

Total Market Value	Tax Capacity	Taxes Payable Year									
		2015	2016 Proj	2017 Proj	2018 Proj	2019 Proj	2020 Proj	2021 Proj	2022 Proj	2023 Proj	2024 Proj
ANNUAL CITY TAXES PAYABLE											
<u>Residential Property:</u>											
\$132,000	1,066	628	659	749	817	908	968	1,014	1,058	1,112	1,187
\$150,000	1,263	744	781	886	967	1,075	1,146	1,200	1,253	1,316	1,406
\$200,000	1,808	1,065	1,118	1,269	1,385	1,538	1,641	1,719	1,794	1,885	2,013
\$225,000	2,080	1,226	1,286	1,460	1,594	1,770	1,888	1,978	2,064	2,169	2,316
<u>Commercial Property:</u>											
\$1,000,000	19,250	11,344	11,901	13,513	14,750	16,382	17,477	18,303	19,104	20,070	21,434
INCREASE IN ANNUAL CITY TAXES PAYABLE											
<u>Residential Property:</u>											
\$132,000	1,066		31	89	69	90	61	46	44	54	76
\$150,000	1,263		37	106	81	107	72	54	53	63	89
\$200,000	1,808		52	151	116	153	103	78	75	91	128
\$225,000	2,080		60	174	134	176	118	89	87	104	147
<u>Commercial Property:</u>											
\$1,000,000	19,250		557	1,612	1,237	1,632	1,094	826	801	966	1,364

UTILITY RATES

The City's current utility rate fees and charges are not set at a level to provide sufficient annual revenue to cover projected operating expenditures, planned capital improvements, and debt service. Utility rate increases will be needed to fund the City's planned operations and capital improvements.

The Plan includes a new enterprise fund to account for storm water services. The Plan assumes an initial charge per parcel unit of \$5.00 per month beginning in year 2016 (the City may choose to bill annually).

The Plan assumes the City will increase current utility rates mid-year 2015. The Plan proposes implementing a "one time" adjustment, a larger rate increase in 2015, versus phasing in the increases that are needed over multiple years. After 2015, a 4% annual rate adjustment is projected for future years. While the one time rate adjustment is significant, it is important to note the fact the City has not had any significant increase to utility rates in recent years. St. Francis's current utility rates are low in comparison to other surrounding cities (see Chart 3 and 4 on page 13). The Plan is based on the following adjustments:

- Water rates: 45% increase in 2015; 4% annual increase in years 2016-2019.
- Sanitary Sewer rates: 85% increase in 2015; 4% annual increase in years 2016-2019.

Franchise Fee

The City may impose a fee on a gas or electric utility in exchange for the use of public rights-of-way. A fran-

chise fee is mentioned here, under the Utility Rate section, because a franchise fee can be used for any public purpose. The Plan does not assume the adoption of a Franchise Fee. However, it is mentioned here because the City may find the consideration of a franchise fee of benefit in lieu of or in coordination with adopting utility rate increases or implementing a storm water management fee. The City does not presently maintain a separate utility for storm water management, the City has paid these costs from the General Fund. The Plan anticipates the establishment of a Storm Water Management utility fund to account for and manage the increasing costs related to storm water management. Some cities have found the use of a franchise fee of benefit and have directed franchise fees to specific capital improvements.

There are two broad options for establishing and structuring a Franchise fee: 1) as a fixed charge per gas or electric utility energy use account or as a percentage of the energy customer's bill.

The authorizing action required to establish a Franchise Fee is the adoption of an ordinance. A potential filing period may apply. While there is not specific statutory authority to issue bonds based on franchise fee revenues, cities can use the revenues to write down annual debt levies or use of utility revenue for bonds.

Key Factors

To project future utility rates necessary to maintain the financial stability of the City's utility funds, including water, sanitary sewer, and storm water, requires development and analysis of the following key factors (see Financial Plans section for more information on key factors specific to each fund):

- Estimates for future annual operating expenditures, including personnel, materials and supplies, cost of electricity, and other operating expenses.
- Annual capital expenditure to maintain and improve the existing delivery/collection systems.
- Annual debt service on bonds issued to finance capital improvements.
- Growth in customers using and paying for the systems. Future growth in customers will provide additional revenue but will also create additional demand for services. The analysis conservatively assumes growth in customers.
- Available other revenue sources, other than monthly fees and charges to users of the systems, is assumed to be limited.

Annual Operating Expenditures

Costs incurred in operating the utility systems, which are depleted in the period in which acquired, are recorded as operating expenditures. It is anticipated that growth in future years will be 2% per year, with limited exception. The Plan anticipates the addition of one new operations employee (1 FTE) beginning in year 2016 to be paid 50/50 from the Water Fund and the Sanitary Sewer Fund. Increase in operating the new sanitary treatment plant is anticipated but the increase will be offset by other budget reductions, including operating expense previously budgeted for upgrades to the ponding system.

Water Utility System

The City spends approximately \$1 million annually to operate the City’s water utility system (not including depreciation and acquisition of capital assets).

Depreciation is recorded as an operating expenditures and is the process of allocating the costs of an asset over its useful life in a systematic and rational manner. Annual change to depreciation is estimated based on the City’s planned capital acquisition. Over the long-term, net revenue from water fees and charges is projected to be sufficient to cover depreciation. The Plan anticipates the issuance of debt to finance planned capital projects. The Water Fund will not have sufficient cash available to pay for all of the capital improvements planned.

Sanitary Sewer Utility System

The City spends approximately \$1.5 million annually to operate the City’s sanitary sewer utility system (not including depreciation and acquisition of capital assets).

Net revenue from sanitary sewer fees and charges is not sufficient to cover estimated depreciation. (Many cities do not have revenue sufficient to cover depreciation.) The Plan anticipates the issuance of debt to finance improvements for sanitary sewer system. The Sanitary Sewer Fund will not have sufficient funds available to pay cash for the improvements.

Storm Water Utility System

Preliminary estimates for the new Storm Water Fund anticipate annual operating expenditure of approximately \$177,000 per year; this includes \$80,000 of street sweeping and other expenses that are currently paid for in the General Fund. The Plan includes a preliminary charge for service fee of \$5.00 per month for each parcel located within the City beginning in year 2016.

Annual Capital Expenditures

The Plan anticipates the City will pay for future planned capital improvement project costs from a combination of bonding, grant proceeds, and cash from the utility funds.

Paying for annual planned capital improvement projects with cash may be a sound strategy depending on the details of the project. It avoids incurring costs of issuance and annual interest expense. However, this strategy requires advance planning and implementation of utility fees and charges that provide adequate cash flow.

For large (non-routine) capital expenditures or unanticipated capital expenditures, the use of bonding to fund capital minimizes annual rate increases that otherwise would be necessary. It also allows the City to charge future customers the cost of infrastructure with a longer useful life, versus putting the entire burden on today's customers.

Debt Service

Debt service in the Water Fund and the Sanitary Sewer Fund is paid from revenue collected from utility fees and charges. Presently the City has debt outstanding and payable in both of these funds with final payments due in 2030.

Water and sanitary sewer revenues are also used to support general obligation bonds accounted for in the City's governmental debt service funds (the 2007A Bonds, refunded with 2013A, and the EDA Lease Revenue Bonds).

The Plan anticipates the issuance of new debt in years 2015 through 2019 that will be supported by future

revenue collected in the utility funds.

All current debt is accounted for in the financial plans that are included in this Plan. Future estimated utility fees and charges reflect the cost of the debt service.

Growth in Customers

Growth in customers from future land development is a factor for determining future utility rates. New development will bring an increase in revenue to the City's utility funds through the collection of availability and connection charges and fees collected for service. The Plan assumes what is intended to be conservative estimates for growth in customers of 10 units per year.

Available Other Revenues

There is limited other revenues that provide a source of funding for utility services. The majority of the cost to operate and maintain the systems is paid from fees and charges collected from customers of the systems. Other revenue includes interest income on cash balances, meter sales, and transfers from other funds.

The City is anticipating receipt of \$2.5 million from the Minnesota Pollution Control Agency (MPCA) to pay a portion of the \$16.95 million improvement to the City's sanitary sewer treatment plant.

Historical and Future Utility Rates

Information on prior year and future projected utility rates is included in Table 4 on page 12. The future rates shown are necessary to meet the City's financial objectives for the utility enterprise funds. The projected future rates will be necessary to maintain adequate cash balances and to meet debt service and capital acquisition needs. These rates applied against the estimated volumes were used to calculate the annual estimated

charges for services operating revenue that is shown in the financial plans in the next section.

The study did not include a review or analysis of modifying the City's current structure (tier) for charging customers for water consumed.

Projected Volume of Water Sold

Annual estimated volume of water sold by fiscal year is included in Table 4 on pages 12. Future volume estimates are calculated based on 2014 volumes plus estimated growth in the customer units, there are no other adjustments made to estimated volumes.

Projected Volume for Sanitary Sewer Service Billed

Sanitary sewer usage services are billed based on volume of water consumption. The City does not maintain agreements with any significant industrial users. Annual estimated volume billed for sanitary sewer services by fiscal year is included in Table 4 on Page 12.

Projected Units Billed for Storm Water

Storm water services are projected to be billed based on a per parcel unit basis. Future estimated annual units (parcels) to be billed for storm water services by fiscal year is included in Table 4 on Page 12.

TABLE 4
City of St. Francis, MN
Utility Customers
Monthly Customers Units and Volume Activity

	2013	2014	First Half 2015	Second Half 2015	2016	2017	2018	2019	2020
<u>CUSTOMER UNITS CHARGED</u>									
Existing customer units for Water services	2,355	2,355	2,355	2,355	2,365	2,375	2,385	2,395	2,405
New customer units for Water services added				10	10	10	10	10	10
Existing customer units for Sanitary Sewer services	2,292	2,292	2,292	2,292	2,302	2,312	2,322	2,332	2,342
New customer units for Sanitary Sewer services added				10	10	10	10	10	10
Parcel unit basis for storm water fee					2,976	2,986	2,996	3,006	3,016
New parcel units added				10	10	10	10	10	10
<u>TOTAL WATER SOLD PER YEAR IN THOUSAND GALLONS (GAL)</u>									
Water usage per 1,000 gallons / equivalent connection:									
Tier 1: 0-14,999 gallons	133,544	133,544	66,772	67,056	134,394	135,530	136,672	137,818	138,969
Tier 2: 15,000-29,999 gallons	3,804	3,804	1,902	1,910	3,828	3,861	3,893	3,926	3,959
Tier 3: 30,000-44,999 gallons	876	876	438	440	882	889	897	904	912
Tier 4: >45,000 gallons	205	205	102	103	206	208	209	211	213
Total Water Volume Consumption Billed	138,429	138,429	69,215	69,508	139,309	140,488	141,671	142,859	144,052
<u>TOTAL SEWER VOLUME PER YEAR IN THOUSAND GAL</u>									
	117,462	111,477	55,982	56,219	113,154	114,137	115,124	116,116	117,112
<u>SERVICE RATES</u>									
Water Service Rates									
Monthly base fee	\$11.75	\$13.75	\$13.75	\$19.94	\$20.74	\$21.56	\$22.43	\$23.32	\$24.49
State test fee	\$0.53	\$0.53	\$0.53	\$0.53	\$0.53	\$0.53	\$0.53	\$0.53	\$0.53
Water usage per 1,000 gallons / equivalent connection:									
Tier 1: 0-14,999 gallons	\$4.05	\$4.25	\$4.25	\$6.16	\$6.41	\$6.67	\$6.93	\$7.21	\$7.57
Tier 2: 15,000-29,999 gallons	\$4.25	\$4.45	\$4.45	\$6.45	\$6.71	\$6.98	\$7.26	\$7.55	\$7.93
Tier 3: 30,000-44,999 gallons	\$4.95	\$5.15	\$5.15	\$7.47	\$7.77	\$8.08	\$8.40	\$8.74	\$9.17
Tier 4: >45,000 gallons	\$5.95	\$6.15	\$6.15	\$8.92	\$9.27	\$9.65	\$10.03	\$10.43	\$10.95
Sanitary Sewer Service Rates									
Monthly base fee	\$12.25	\$12.50	\$12.50	\$23.13	\$24.05	\$25.01	\$26.01	\$28.61	\$30.04
Charge per 1,000 gal used/equivalent connection	\$4.55	\$4.90	\$4.90	\$9.07	\$9.43	\$9.80	\$10.20	\$11.22	\$11.78
Storm Water Rates									
Charge per parcel unit					\$5.00	\$8.00	\$10.00	\$10.50	\$11.03
<u>DEVELOPMENT RELATED FEES</u>									
Water connection charge	\$3,000	\$3,000	\$3,000	\$3,060	\$3,121	\$3,184	\$3,247	\$3,312	\$3,378
Sanitary Sewer connection charge	\$4,200	\$4,200	\$4,200	\$4,284	\$4,370	\$4,457	\$4,546	\$4,637	\$4,730
Water trunk line availability charge				\$2,956	\$3,015	\$3,075	\$3,137	\$3,200	\$3,264
Sanitary Sewer trunk line availability charge				\$4,150	\$4,233	\$4,318	\$4,404	\$4,492	\$4,582

CHART 3
Comparison of Estimated Monthly Water Bills to Other Cities
Based on Example Residential Property 8,000 Gal. Water Usage,
2015 Estimated Rates

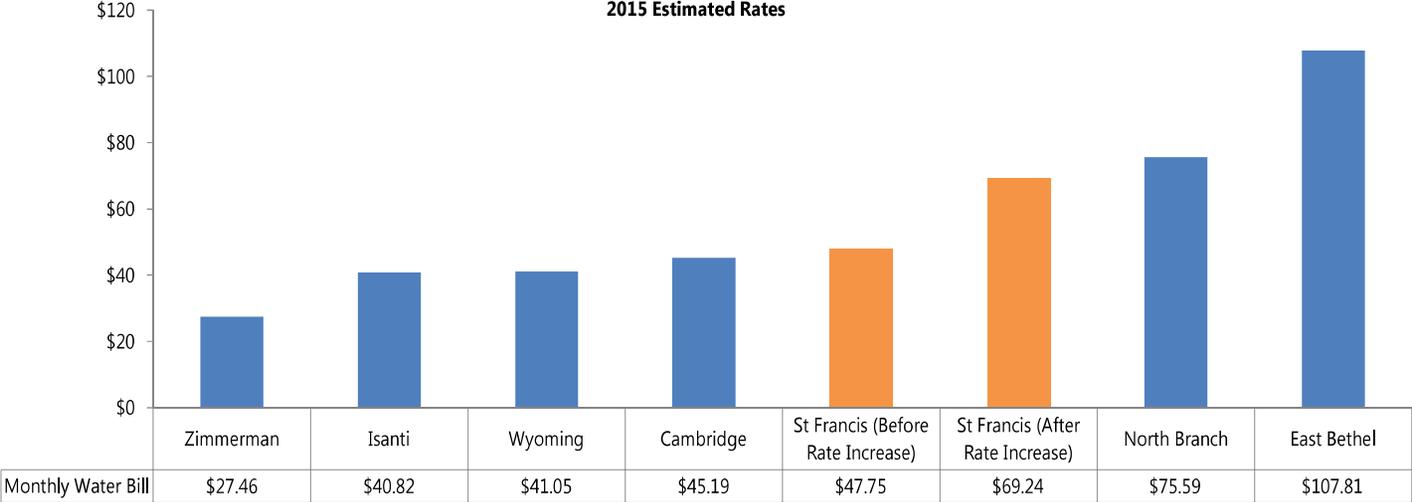


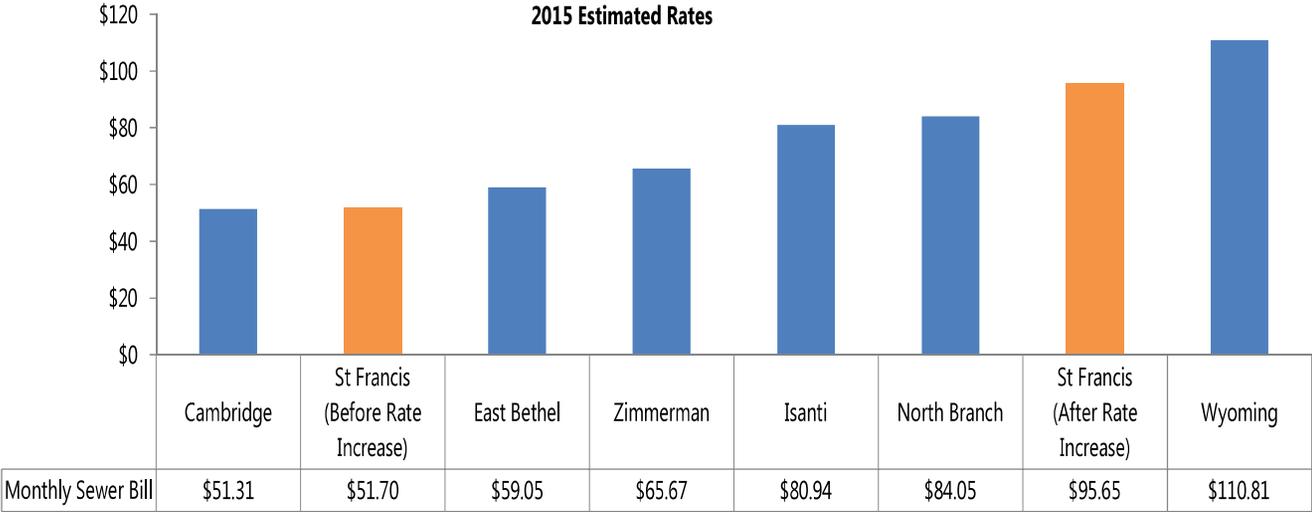
Chart 3 and Chart 4 provide a comparison of estimated monthly utility bills for Water and Sanitary Sewer services.

The monthly bill amounts shown for St. Francis (After Rate Increase) are based on the City adopting a 45% increase in Water rates and 85% increase in Sewer rates in 2015.

On a combined total water and sanitary sewer bill, St. Francis will be the second highest compared to these other communities, after the proposed mid-year 2015 fee increases for St. Francis.

Source of Data: The source of data for the other cities is from 2015 fee schedules available on city websites.

CHART 4
Comparison of Estimated Monthly Sewer Bills to Other Cities
Based on Example Residential Property 8,000 Gal. Water Usage
2015 Estimated Rates



**CAPITAL IMPROVEMENT PLAN (CIP)
AND DEBT SERVICE**

The Plan includes a multi-year capital improvement projects plan for the following:

1. Vehicle and Equipment Replacement
2. Public Facilities
3. Fire Truck Replacement
4. Park Improvements
5. Street Improvements
6. Water Utility System
7. Sanitary Sewer Utility System.
8. Storm Water System (new)
9. Liquor Store

One of the purposes of the study and the Plan is to provide the City with options and recommendation for financing capital improvement projects.

The CIP and the proposed sources of funding provide an important input for the Plan for the individual city funds (financial plans), used to account for source and use of funds, and assets and liabilities.

Pages 17 through 26 provide information on the City's planned capital improvement projects for each of the areas listed above. Page 17 provides a combined total for each of the nine project category areas listed above.

Capital Projects

The projects in the CIP include projects to manage existing service demands and to reconstruct or replace existing infrastructure.

Source of Funding for Capital Projects

The source of funding for the planned capital projects is estimated to come from the following sources:

- Cash on hand (within a fund or through interfund transfers)
- Bond proceeds issued to finance the City's portion of project costs
- Bond proceeds issued to finance the special assessment portion of project costs
- Loan proceeds from the Minnesota Public Facilities Authority Clean Water Revolving Fund Program.
- Grant funds
- State funds (including Municipal State Aid Funds for streets)

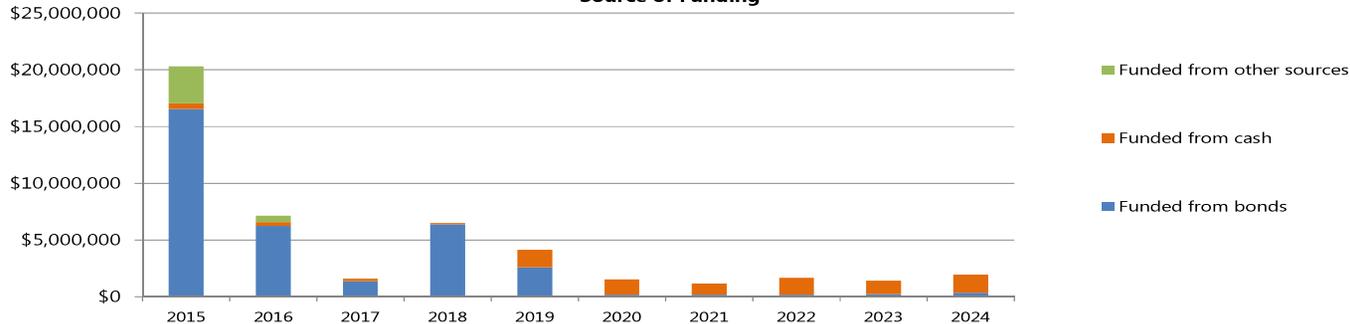
Debt Issuance Authority

The financial management plan anticipates issuance of general obligation debt under the following authority provided in Minnesota Statutes (M.S.), but not limited to these authorities:

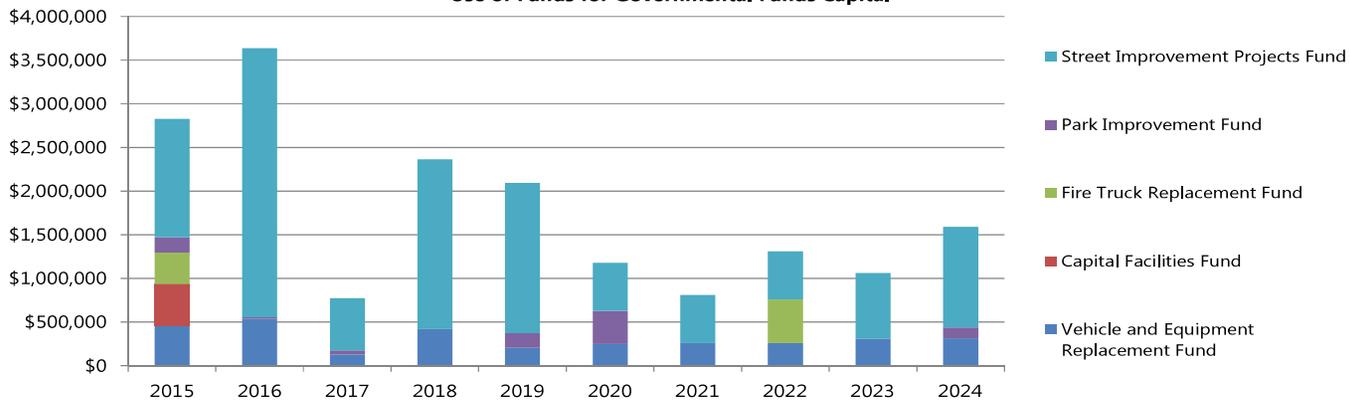
- Capital Improvement Bonds, M.S. 475.521
- Improvement Bonds, M.S. 429.091
- Equipment Certificates, M.S. 412.301
- Revenue Bonds, M.S. 444.075

Capital Improvement Plan and Debt Service

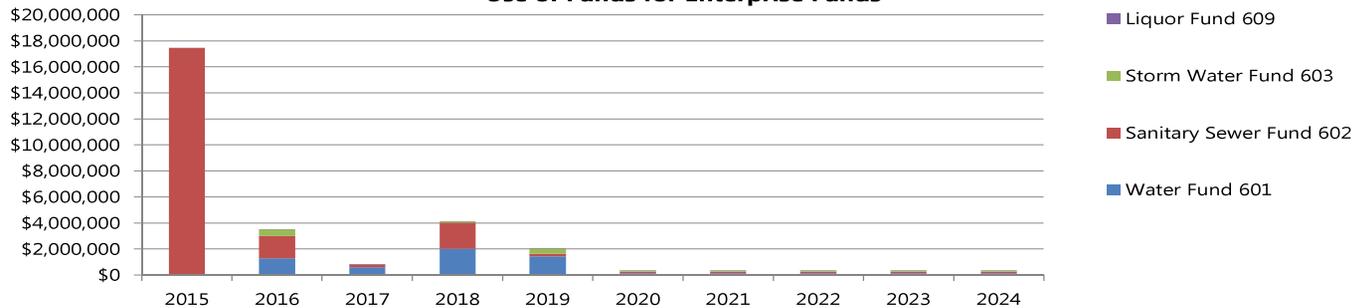
**Chart 5
Capital Improvement Plan
Source of Funding**



**Chart 5a
Capital Improvement Plan
Use of Funds for Governmental Funds Capital**



**Chart 5b
Capital Improvement Plan
Use of Funds for Enterprise Funds**



The Capital Improvement Plan (CIP) anticipates the City will issue general obligation bonds to pay for the majority of planned improvements between years 2015 and 2018.

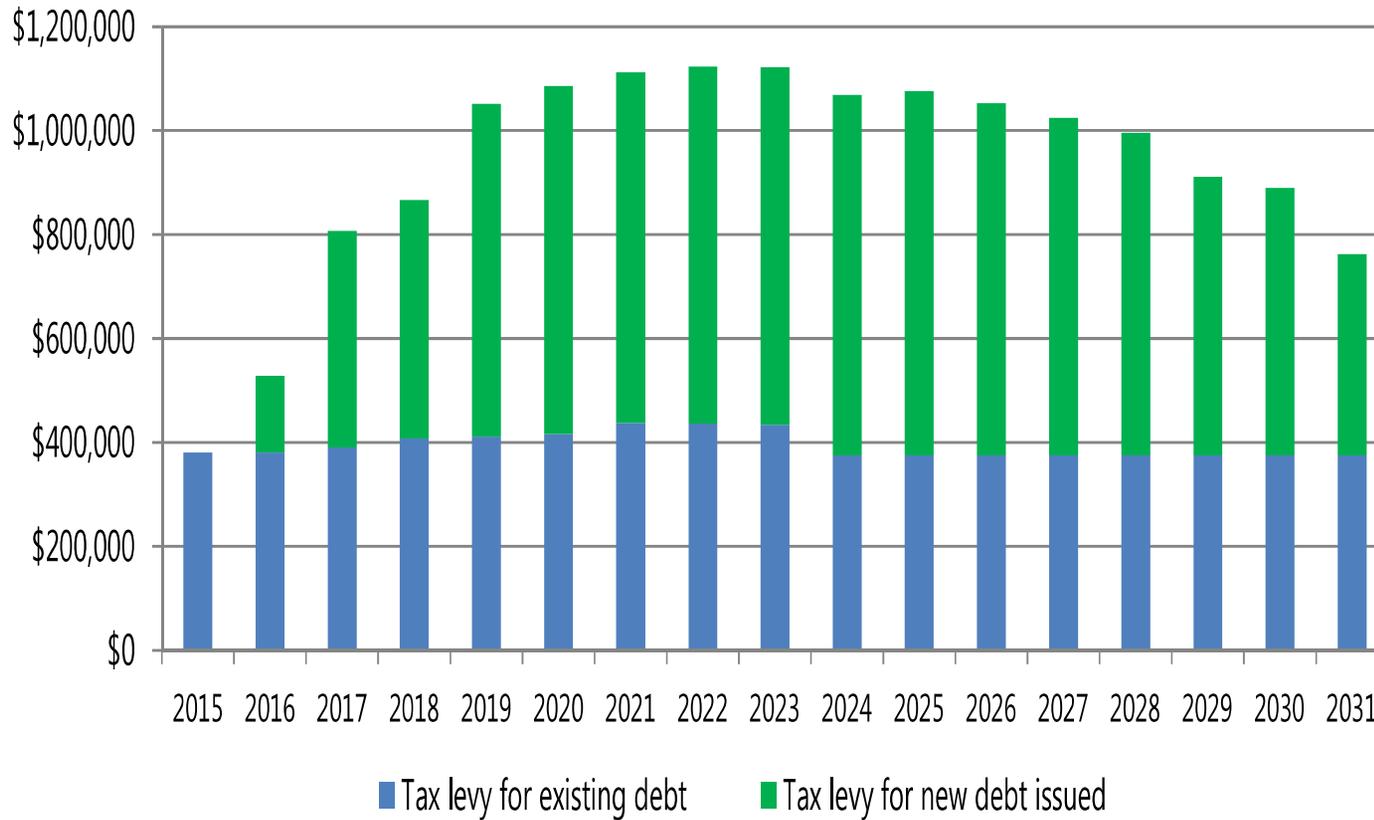
Year 2015 projected spending, and bond issuance, is significantly higher than other comparative years due to the anticipated sanitary sewer treatment plan improvement.

The Financial Management Plan includes future increases to utility charges and property tax levy to allow for the City to transition to a pay-go strategy for future annual capital improvements.

To the extent the City modifies its plans for capital improvements, there will be a direct impact on future property tax levy and utility rates.

See page 17 for details on the annual estimated bonds issued to support project costs. (Note, the amounts shown on page 17 do not include cost of issuance.)

**Chart 6
Property Tax Levy for Debt Service**



The Capital Improvement Plan (CIP) anticipates the City will issue general obligation bonds to pay for the majority of planned improvements between years 2015 and 2018.

Chart 6 shows the annual increase in property tax levy that is estimated to service debt that is to be supported by a tax levy. Other sources of revenue for debt service are estimated to be utility revenues and special assessments.

See page 17 for details on the annual estimated bonds issued to support project costs. (Note, the amounts shown on page 17 do not include cost of issuance.)

Note: Chart 6 includes the amount of tax levy certified in the General Fund for the 2012 EDA Lease Revenue Bonds.

Capital Improvement Plan and Debt Service

TABLE 5
City of St. Francis, MN
TOTALS FROM CAPITAL IMPROVEMENT PLAN

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:										
Vehicle and Equipment Replacement Fund 402A	456,900	536,170	126,170	419,870	206,100	248,000	259,000	260,000	311,000	312,000
Facilities Fund 402B	476,948	-	-	-	-	-	-	-	-	-
Fire Truck Replacement Fund 403	361,121	-	-	-	-	-	-	500,000	-	-
Park Improvement Fund 215	174,000	20,000	48,500	-	165,000	378,000	-	-	-	125,000
Street Improvement Projects Funds 506	1,360,000	3,083,000	600,000	1,942,000	1,721,978	550,628	550,628	550,628	750,628	1,150,628
Water Fund 601	-	1,275,000	614,730	2,008,500	1,423,000	135,000	135,000	135,000	135,000	135,000
Sanitary Sewer Fund 602	17,450,000	1,725,000	209,000	2,008,500	206,000	110,000	110,000	110,000	110,000	110,000
Storm Water Fund 603	-	496,000	-	101,442	412,592	101,442	101,442	101,442	101,442	101,442
Liquor Fund 609	30,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total	20,308,969	7,145,170	1,608,400	6,490,312	4,144,670	1,533,070	1,166,070	1,667,070	1,418,070	1,944,070
Source of Funds:										
GO Equipment Certificates, Property Tax Supported	347,500	326,170	126,170	419,870	-	-	-	-	-	-
GO CIP Bonds, Property Tax Supported	476,948	-	-	-	-	-	-	-	-	-
GO Improvement Bonds, Property Tax Supported	550,000	2,379,200	360,000	1,553,600	702,810	-	-	-	-	-
GO Improvement Bonds, Special Assessment Supported	200,000	649,800	240,000	388,400	468,540	165,188	165,188	165,188	225,188	345,188
GO Revenue Bonds, Water Fund Supported	-	1,175,000	614,730	2,008,500	1,423,000	-	-	-	-	-
GO MPFA Loan	14,450,000	-	-	-	-	-	-	-	-	-
GO Revenue Bonds, Sewer Fund Supported	500,000	1,725,000	-	2,008,500	-	-	-	-	-	-
Subtotal GO Bonds	16,524,448	6,255,170	1,340,900	6,378,870	2,594,350	165,188	165,188	165,188	225,188	345,188
VERF Fund 402A	93,400	190,000	-	-	206,100	248,000	259,000	260,000	311,000	312,000
Capital Facilities Fund 402B	-	-	-	-	-	-	-	-	-	-
Fire Truck Replacement Fund 403	361,121	-	-	-	-	-	-	500,000	-	-
Park Improvement Fund 225	(1,000)	20,000	18,500	-	165,000	378,000	-	-	-	125,000
Street Improvement Fund 506	60,000	-	-	-	550,628	385,439	385,439	385,439	525,439	805,439
Water Fund 601	-	100,000	-	-	-	135,000	135,000	135,000	135,000	135,000
Sanitary Sewer Fund 602	-	-	209,000	-	206,000	110,000	110,000	110,000	110,000	110,000
Storm Sewer Fund 604	-	-	-	101,442	412,592	101,442	101,442	101,442	101,442	101,442
Liquor Fund 609	30,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Subtotal Cash	543,521	320,000	237,500	111,442	1,550,320	1,367,882	1,000,882	1,501,882	1,192,882	1,598,882
State Aid	550,000	550,000	-	-	-	-	-	-	-	-
MPCA Grant	2,500,000	-	-	-	-	-	-	-	-	-
Transfer in from General Fund	175,000	-	30,000	-	-	-	-	-	-	-
Transfer in from Water Fund	8,000	10,000	-	-	-	-	-	-	-	-
Transfer in From Sewer Fund	8,000	10,000	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Subtotal Other	3,241,000	570,000	30,000	-	-	-	-	-	-	-
Total	20,308,969	7,145,170	1,608,400	6,490,312	4,144,670	1,533,070	1,166,070	1,667,070	1,418,070	1,944,070

Capital Improvement Plan and Debt Service

TABLE 5A
City of St. Francis, MN
Vehicle and Equipment Replacement Fund 402A

Department	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:										
City vehicle						20,000				
Inspection vehicle	26,000									
CARMS Equipment	15,400									
Radio replacement		22,170	22,170	22,170						
Police squad cars	65,000	35,000	65,000	35,000	65,000	35,000	65,000	65,000	65,000	65,000
800 MHz radios	4,000	4,000	4,000	4,000	4,000	5,000	5,000	5,000	5,000	5,000
Safety trailer	24,000									
Paint grader	12,000									
Trailer mounted PSI washer	8,000									
2005 International Dump Truck Rep	249,500									
2002 Chevy Pickup Replacement		40,000								
Loader		195,000								
Bobcat Toolcat replacement				47,700						
2008 International Dump Truck Rep				265,000						
2008 Dodge 3500 1 Ton Dump Truck Rep					65,000					
Bobcat Annual Replacement	33,000	34,000	35,000	36,000	37,000	38,000	39,000	40,000	41,000	42,000
New mower deck for Belos	20,000									
Hidden Pond irrigation		206,000								
Benches and trash bins				10,000						
Zero turn mowers					20,100					
Picnic tables and concrete pads					15,000					
Annual equipment purchases						150,000	150,000	150,000	200,000	200,000
Total	456,900	536,170	126,170	419,870	206,100	248,000	259,000	260,000	311,000	312,000
Source of Funds:										
GO Equipment Certificates (Debt)	347,500	326,170	126,170	419,870						
VERF Fund 402A	93,400	190,000	-		206,100	248,000	259,000	260,000	311,000	312,000
Transfer in from Water Fund	8,000	10,000								
Transfer in from Sanitary Sewer Fund	8,000	10,000								
Transfer in from Storm Water Fund										
Transfer in from Liquor Fund										
Total	456,900	536,170	126,170	419,870	206,100	248,000	259,000	260,000	311,000	312,000

**TABLE 5B
City of St. Francis, MN
Facilities Fund 402B**

	Department	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:											
Concrete repair at fire station	Fire	51,948									
Fire station building improvements	Fire	300,000									
Paving, curbing, and utilities for station	Fire	125,000									
Other	Fire										
Total		476,948	-	-	-	-	-	-	-	-	-
Source of Funds:											
GO CIP Bonds		476,948									
Capital Facilities Fund 402B											
Total		476,948	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-

TABLE 5C
City of St. Francis, MN
Fire Truck Replacement Fund 403

	Department	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:											
Fire Truck	Fire	361,121							500,000		
Other	Fire										
Total		361,121	-	-	-	-	-	-	500,000	-	-
Source of Funds:											
Capital Equipment Certificates (Debt)											
Fire Truck Replacement Fund 403		361,121	-	-	-	-	-	-	500,000	-	-
Total		361,121	-	-	-	-	-	-	500,000	-	-
		-	-	-	-	-	-	-	-	-	-

Capital Improvement Plan and Debt Service

TABLE 5D
City of St. Francis, MN
Park Improvement Fund 225

Department	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:										
Hockey Rink Improvements					135,000					
Sealcoting for Bituminous Trails	155,000									
Deer Creek Park Trail Study		20,000								
Replace Building at Community Park						378,000				
Highland Woods Park Improvements			48,500							
Rum River Woods Improvements										125,000
Durigan Locher & Seeyle Brook	19,000									
Splash park study					15,000					
Disc golf study					15,000					
Other										
Total	174,000	20,000	48,500	-	165,000	378,000	-	-	-	125,000
Source of Funds:										
Park Improvement Fund 225	(1,000)	20,000	18,500	-	165,000	378,000				125,000
Transfer in from General Fund	175,000		30,000	-	-					
Total	174,000	20,000	48,500	-	165,000	378,000	-	-	-	125,000
	-	-	-	-	-	-	-	-	-	-

**TABLE 5E
City of St. Francis, MN
Street Improvement Projects Fund 506**

	Type	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:											
Kerry & 232nd Reconstruction	Urban	250,000									
239th and Bittersweet Mill and Overlay	Rural	500,000									
245th & Kings Hwy Realignment / Ditch Work	Rural				1,045,000						
Bridge Street Traffic Improvements	Urban	550,000	550,000								
Tammarack Street	Rural				897,000						
Arrowhead Street Mill and Overlay	Urban		181,000								
Butterfield Drive Reconstruction	Urban			600,000							
Poppy Street Reconstruction	Urban		535,000								
241st Avenue	Rural		1,817,000								
Rum River Woods Addition Reconstruction	Urban					1,171,350					
Downtown parking		60,000									
Annual mill and overlay (includes gravel)						530,112	530,112	530,112	530,112	530,112	530,112
Annual reconstruction (includes gravel)						473,782	473,782	473,782	473,782	473,782	473,782
Annual gravel road paving (1 mile/year)						439,200	439,200	439,200	439,200	439,200	439,200
Adjustment to phase in pay-go funding						(892,466)	(892,466)	(892,466)	(892,466)	(692,466)	(292,466)
Total		1,360,000	3,083,000	600,000	1,942,000	1,721,978	550,628	550,628	550,628	750,628	1,150,628
Source of Funds:											
GO Bonds, Property Tax Supported		550,000	2,379,200	360,000	1,553,600	702,810					
GO Bonds, Special Assessment Supported		200,000	649,800	240,000	388,400	468,540	165,188	165,188	165,188	225,188	345,188
Adjust for Transfer Bond Proceeds to Storm Water			(496,000)								
Street Improvement Projects Fund 506		60,000				550,628	385,439	385,439	385,439	525,439	805,439
State Aid		550,000	550,000	-	-	-	-	-	-	-	-
Total		1,360,000	3,083,000	600,000	1,942,000	1,721,978	550,628	550,628	550,628	750,628	1,150,628

Note: Urban improvements are assessed at 40% of the project cost. Rural improvements are assessed at 20% of the project cost.

The future year estimates for years 2020-2024 assume gravel roads are paved at a rate of 1 mile per year. Once paved, they are assumed to be added to the sealcoat, mill/overlay, and reconstruction schedule. The schedule does not assume any adjustment for inflation of costs. Year 2020-2024 projects assumed to be 30% assessed (assuming some rural and urban split).

The adjustment to phase in pay-go funding is based on what is estimated to be available in annual property tax levy to support the pay-go street improvement program. To the extent the assumed property tax levy amount in Fund 506 is increased or decreased, the adjustment amount will change accordingly.

Capital Improvement Plan and Debt Service

TABLE 5F
City of St. Francis, MN
Water Fund 601

	Department	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:											
Household water meter change out	Water		250,000								
Monitoring well	Water		75,000								
Well #5	Water			405,730							
CAB & CHASSIS	Water			25,000							
Portable Genset	Water			29,000							
Vac/Jetter Truck	Water			155,000							
Trunk Hwy 47 Water/Sewer Extension	Water				2,008,500						
Bridge Street Traffic Improvements	Water		25,000								
Poppy Street Reconstruction	Water	-	200,000	-	-	-					
241st Avenue	Water	-	725,000	-	-	-					
Rum River Woods Addition Reconstruction	Water					1,423,000					
Other	Water						135,000	135,000	135,000	135,000	135,000
Total		-	1,275,000	614,730	2,008,500	1,423,000	135,000	135,000	135,000	135,000	135,000
Source of Funds:											
GO Revenue Bonds			1,175,000	614,730	2,008,500	1,423,000					
Water Fund 601		-	100,000				135,000	135,000	135,000	135,000	135,000
Total		-	1,275,000	614,730	2,008,500	1,423,000	135,000	135,000	135,000	135,000	135,000

Note: Future years 2020-2024 is an estimated "placeholder" amount. It is based on the total cost of replacing the system, \$6.7 million, based on a 50 year life.

**TABLE 5G
City of St. Francis, MN
Sanitary Sewer Fund 602**

	Department	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:											
Eastside Wastewater Treatment Plant	Sewer	16,950,000									
CAB & CHASSIS	Sewer			25,000							
Portable Genset	Sewer			29,000							
Vac/Jetter Truck	Sewer			155,000							
Trunk Hwy 47 Water/Sewer Extension	Sewer				2,008,500						
Bridge Street Traffic Improvements	Sewer	500,000	1,000,000	-	-	-	-	-	-	-	-
241st Avenue	Sewer	-	725,000	-	-	-	-	-	-	-	-
Rum River Woods Addition Reconstruction	Sewer			-		206,000					
Other	Sewer						110,000	110,000	110,000	110,000	110,000
Total		17,450,000	1,725,000	209,000	2,008,500	206,000	110,000	110,000	110,000	110,000	110,000
Source of Funds:											
GO Revenue Bonds		500,000	1,725,000		2,008,500						
MPFA Loan		14,450,000									
MPCA Grant		2,500,000									
Sanitary Sewer Fund 602				209,000		206,000	110,000	110,000	110,000	110,000	110,000
Total		17,450,000	1,725,000	209,000	2,008,500	206,000	110,000	110,000	110,000	110,000	110,000

Note: Future years 2020-2024 is an estimated "placeholder" amount. It is based on the total cost of replacing the system, \$5.5 million, based on a 50 year life.

**TABLE 5H
City of St. Francis, MN
Storm Water Fund 603**

	Department	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:											
Butterfield Drive Reconstruction	Urban		20,000								
Poppy Street Reconstruction	Urban		65,000								
241st Avenue	Storm Water		363,000								
Rum River Woods Addition Reconstruction	Storm Water					311,150					
Annual reconstruction (includes gravel)					52,642	52,642	52,642	52,642	52,642	52,642	52,642
Annual gravel road paving (1 mile/year)					48,800	48,800	48,800	48,800	48,800	48,800	48,800
Other	Storm Water		48,000								
Other	Storm Water										
Total		-	496,000	-	101,442	412,592	101,442	101,442	101,442	101,442	101,442
Source of Funds:											
GO Revenue Bonds		-									
Transfer in of bond proceeds from Fund 506			496,000								
Storm Water Fund 603					101,442	412,592	101,442	101,442	101,442	101,442	101,442
Total		-	496,000	-	101,442	412,592	101,442	101,442	101,442	101,442	101,442

Note:

The future year estimates for years 2020-2024 assume gravel roads are paved at a rate of 1 mile per year. Once paved, they are assumed to be added to the sealcoat, mill/overlay, and reconstruction schedule. The schedule does not assume any adjustment for inflation of costs.

**TABLE 5I
City of St. Francis, MN
Liquor Fund 609**

Department	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Use of Funds:										
Cooler Doors / LED Lights Liquor	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Fiber network Liquor	20,000									
Total	30,000	10,000								
Source of Funds:										
GO Revenue Bonds										
Liquor Fund 609	30,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total	30,000	10,000								
	-	-	-	-	-	-	-	-	-	-

Debt Service

The Plan provides for the issuance of debt to finance a portion of the improvements included in the capital improvement plan (see Table 5). Specific debt issuance plans is provided by category below.

Total property tax levy for debt service is estimated to increase from approximately \$380,000 in 2015 to approximately \$1.12 million by 2022 (see Tables 6, 7, and 8).

Vehicle and Equipment Replacement

The Plan anticipates the City will issue equipment certificates in the following to pay for planned vehicle and equipment acquisition:

- 2015 \$373,000
- 2016 \$334,000
- 2017 \$135,000
- 2018 \$428,000

The four years of debt issuance will provide the City with time to phase in an annual property tax levy for equipment sufficient to avoid the need for continued borrowing to meet annual capital outlay needs. The financial plan anticipates year 2018 will be the last year of borrowing for vehicle and equipment acquisitions.

In prior years, the City has accounted for capital outlay for equipment in the General Fund. The study recommends the City levy for this expense directly in a Capital Vehicle and Equipment Replacement Fund (VERF).

Public Facilities

The Plan includes a strategy for funding the City's planned facility improvements to the fire hall. The Fi-

ancial Management Plan anticipates the issuance of capital improvement bonds in 2015 in the following amount:

- 2015 \$513,000

The debt service on the bonds will be paid from a debt service property tax levy.

Fire Truck Replacement

The Plan anticipates purchase of a fire truck in 2015 for approximately \$360,000 and another purchase in 2022 for an estimated \$500,000. The acquisition will be paid from cash available in the Fire Truck Replacement Fund. The financial plan does not anticipate any debt issuance to finance fire truck replacement.

Park Improvements

The Plan anticipates capital improvements to the park system. The source of funding will need to come from the Park Improvement Fund and general tax levy (transfer from the General Fund). There are limited options for financing park improvements with the issuance of bonds (i.e., voter approved referendum or property tax abatement project). The financial plan does not anticipate any debt issuance to finance park improvements.

Street Improvements

The Plan anticipates the City will issue debt to finance planned street improvement projects. The Street Improvement Projects Fund is not projected to have sufficient cash to pay for the planned projects, including covering the special assessment portion.

Annual future bond issuances are anticipated to cover both the special assessment portion of project and city portion. The annual amount of anticipated bonding

for street improvements is as follows:

- 2015 \$804,000 (26.6% assessed)
- 2016 \$3,100,000 (21.5% assessed)
- 2017 \$645,000 (40.0% assessed)
- 2018 \$1,987,000 (20.1% assessed)
- 2019 \$1,210,000 (40.5% assessed)

Beginning in year 2018 the finance plan for the Street Projects Fund anticipates the City will begin to levy in anticipation of achieving a pay-go strategy over time for annual street improvements (i.e., mill and overlay and reconstruction of approximately one mile per year).

Water Utility Systems

The Plan anticipates revenues from the Water Fund will not be sufficient to pay for all capital projects on a cash (pay-go) basis. This is based on the assumptions for future annual revenue from water utility fees and charges. The financial plan for the Water Fund and related fee schedules included in the Plan anticipate the issuance of bonds, with limited exception for certain projects, to finance capital improvements. The annual anticipated bonding for water improvements is as follows:

- 2016 \$1,202,000
- 2017 \$665,000
- 2018 \$2,050,000
- 2019 \$1,460,000

Sanitary Sewer Utility Systems

The Plan anticipates revenues from the Sanitary Sewer Fund will not be sufficient to pay for all capital projects on a cash (pay-go) basis. This is based on the assumptions for future annual revenue from sanitary sewer utility fees and charges. The financial plan for the Sanitary Sewer Fund and related fee schedules included in the Plan anticipate the issuance of bonds to finance certain capital improvements. The annual anticipated bonding for sanitary sewer improvements is as follows:

- 2015 \$14,985,000 (includes \$14,450,000 for MPFA Loan)
- 2016 \$1,764,000
- 2018 \$2,050,000

Storm Water Utility System

The Plan anticipates revenue within the future (new) Storm Water Fund will be sufficient to pay for capital projects on a cash (pay-go) basis. This is based on the assumptions for future annual revenue from collection of a storm water utility fee from property owners in the City. The Plan anticipates the City will issue street improvement bonds (payable from tax levy) in 2016 that will include a portion for storm water projects. This will allow for the City to begin to phase in funding (cash) for storm water projects over a number of years.

Liquor Store

The Plan anticipates annual capital improvements for the liquor store of approximately \$10,000 per year. This is needed to meet maintenance of the Store. The financial plan does not anticipate any debt issuance to finance liquor store improvements.

Capital Improvement Plan and Debt Service

**TABLE 6
CITY OF ST. FRANCIS, MN
COMBINED TOTAL DEBT SERVICE
TOTAL DEBT SERVICE ALL FUNDS - INCLUDES EXISTING DEBT AND ESTIMATED NEW DEBT TO BE ISSUED AFTER 12/31/2014**

DEBT SERVICE PAYMENTS				CURRENT ESTIMATED SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS							
Year	Principal	Interest	Total	Less: Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% Subject to Tax Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total
2015	\$1,343,000	\$707,349	\$2,050,349	\$640,815	\$966,337	\$443,198	\$446,188	\$24,000	\$41,288	\$380,900	\$2,053,340
2016	\$1,541,000	\$1,005,430	\$2,546,430	\$972,469	\$968,825	\$605,136	\$616,217	\$44,662	\$43,608	\$527,947	\$2,557,511
2017	\$1,561,000	\$1,120,767	\$2,681,767	\$789,120	\$980,019	\$912,628	\$939,107	\$108,744	\$23,294	\$807,068	\$2,708,246
2018	\$2,310,000	\$1,101,040	\$3,411,040	\$1,383,822	\$1,045,201	\$982,018	\$1,012,019	\$133,653	\$11,980	\$866,386	\$3,441,042
2019	\$2,638,000	\$1,298,649	\$3,936,649	\$1,544,046	\$1,204,336	\$1,188,268	\$1,228,666	\$171,853	\$5,295	\$1,051,518	\$3,977,048
2020	\$2,757,000	\$1,343,043	\$4,100,043	\$1,541,753	\$1,291,510	\$1,266,780	\$1,310,974	\$217,310	\$7,895	\$1,085,769	\$4,144,237
2021	\$2,835,000	\$1,287,268	\$4,122,268	\$1,546,075	\$1,309,767	\$1,266,426	\$1,310,760	\$194,310	\$4,755	\$1,111,695	\$4,166,602
2022	\$2,948,000	\$1,226,140	\$4,174,140	\$1,548,882	\$1,346,802	\$1,278,456	\$1,323,334	\$194,310	\$5,909	\$1,123,115	\$4,219,018
2023	\$3,021,000	\$1,159,074	\$4,180,074	\$1,548,497	\$1,353,895	\$1,277,683	\$1,322,501	\$194,310	\$6,315	\$1,121,876	\$4,224,893
2024	\$2,997,000	\$1,087,897	\$4,084,897	\$1,530,467	\$1,327,370	\$1,227,060	\$1,269,370	\$194,310	\$5,870	\$1,069,190	\$4,127,207
2025	\$3,076,000	\$1,012,193	\$4,088,193	\$1,525,152	\$1,330,713	\$1,232,328	\$1,274,978	\$194,310	\$4,313	\$1,076,356	\$4,130,844
2026	\$3,123,000	\$930,986	\$4,053,986	\$1,523,625	\$1,322,859	\$1,207,503	\$1,249,032	\$194,310	\$1,913	\$1,052,810	\$4,095,516
2027	\$3,183,000	\$844,654	\$4,027,654	\$1,526,010	\$1,319,434	\$1,182,210	\$1,222,391	\$194,310	\$3,600	\$1,024,481	\$4,067,835
2028	\$2,533,000	\$753,067	\$3,286,067	\$1,521,971	\$613,541	\$1,150,555	\$1,189,365	\$194,310	(\$638)	\$995,692	\$3,324,877
2029	\$2,310,000	\$676,630	\$2,986,630	\$1,407,233	\$510,354	\$1,069,044	\$1,103,811	\$194,310	(\$1,294)	\$910,795	\$3,021,397
2030	\$2,392,000	\$599,186	\$2,991,186	\$1,408,189	\$531,604	\$1,051,394	\$1,085,145	\$194,310	\$1,369	\$889,466	\$3,024,938
2031	\$2,330,000	\$515,594	\$2,845,594	\$1,410,189	\$528,304	\$907,101	\$933,809	\$173,648	(\$2,044)	\$762,204	\$2,872,301
2032	\$2,095,000	\$434,094	\$2,529,094	\$1,278,145	\$513,748	\$737,201	\$755,389	\$109,565	(\$1,544)	\$647,367	\$2,547,281
2033	\$2,027,000	\$357,419	\$2,384,419	\$1,267,208	\$443,335	\$673,876	\$688,921	\$84,657	(\$2,019)	\$606,283	\$2,399,464
2034	\$1,900,000	\$281,830	\$2,181,830	\$1,262,901	\$432,179	\$486,750	\$492,525	\$46,456	(\$3,750)	\$449,819	\$2,187,605
2035	\$1,715,000	\$210,655	\$1,925,655	\$1,252,351	\$300,179	\$373,125	\$373,125	\$0	(\$1,875)	\$375,000	\$1,925,655
2036	\$1,746,000	\$148,155	\$1,894,155	\$1,229,783	\$290,623	\$373,750	\$373,750	\$0	(\$1,250)	\$375,000	\$1,894,155
2037	\$1,600,000	\$83,750	\$1,683,750	\$1,096,463	\$214,163	\$373,125	\$373,125	\$0	(\$1,875)	\$375,000	\$1,683,750
2038	\$220,000	\$41,250	\$261,250	\$130,625	\$130,625	\$0	\$0	\$0	\$0	\$0	\$261,250
2039	\$220,000	\$28,050	\$248,050	\$124,025	\$124,025	\$0	\$0	\$0	\$0	\$0	\$248,050
2040	\$220,000	\$14,300	\$234,300	\$117,150	\$117,150	\$0	\$0	\$0	\$0	\$0	\$234,300
Total	\$54,641,000	\$18,268,471	\$72,909,471	\$31,126,965	\$20,516,894	\$21,265,612	\$21,894,499	\$3,057,648	\$151,115	\$18,685,736	\$73,538,358

Capital Improvement Plan and Debt Service

TABLE 7
CITY OF ST. FRANCIS, MN
DEBT SERVICE ON EXISTING BONDS
TOTAL DEBT SERVICE ALL FUNDS, AS OF 12/31/2014 (DOES NOT INCLUDE ESTIMATES FOR NEW DEBT ISSUED AFTER 12/31/2014)

DEBT SERVICE PAYMENTS				CURRENT ESTIMATED SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS							
Year	Principal	Interest	Total	Less: Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% Subject to Tax Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total
2015	\$1,343,000	\$707,349	\$2,050,349	\$640,815	\$966,337	\$443,198	\$446,188	\$24,000	\$41,288	\$380,900	\$2,053,340
2016	\$1,392,000	\$663,779	\$2,055,779	\$641,542	\$968,825	\$445,413	\$448,508	\$24,000	\$43,608	\$380,900	\$2,058,874
2017	\$1,052,000	\$599,459	\$1,651,459	\$320,975	\$895,222	\$435,263	\$437,873	\$24,000	\$23,294	\$390,579	\$1,654,070
2018	\$1,126,000	\$542,542	\$1,668,542	\$326,527	\$901,453	\$440,563	\$443,492	\$24,000	\$11,980	\$407,512	\$1,671,471
2019	\$1,150,000	\$517,379	\$1,667,379	\$328,863	\$900,651	\$437,865	\$440,744	\$24,000	\$5,295	\$411,449	\$1,670,257
2020	\$1,179,000	\$490,361	\$1,669,361	\$325,889	\$899,281	\$444,190	\$447,255	\$23,000	\$7,895	\$416,360	\$1,672,425
2021	\$1,209,000	\$461,356	\$1,670,356	\$330,274	\$900,575	\$439,506	\$442,494	\$0	\$4,755	\$437,739	\$1,673,343
2022	\$1,239,000	\$430,258	\$1,669,258	\$331,375	\$899,004	\$438,879	\$441,777	\$0	\$5,909	\$435,869	\$1,672,156
2023	\$1,274,000	\$397,372	\$1,671,372	\$332,590	\$901,397	\$437,385	\$440,189	\$0	\$6,315	\$433,874	\$1,674,175
2024	\$1,210,000	\$363,865	\$1,573,865	\$314,435	\$878,560	\$380,870	\$380,870	\$0	\$5,870	\$375,000	\$1,573,865
2025	\$1,246,000	\$329,486	\$1,575,486	\$317,332	\$878,841	\$379,313	\$379,313	\$0	\$4,313	\$375,000	\$1,575,486
2026	\$1,277,000	\$293,504	\$1,570,504	\$317,198	\$876,393	\$376,913	\$376,913	\$0	\$1,913	\$375,000	\$1,570,504
2027	\$1,319,000	\$255,602	\$1,574,602	\$319,334	\$876,668	\$378,600	\$378,600	\$0	\$3,600	\$375,000	\$1,574,602
2028	\$660,000	\$215,719	\$875,719	\$320,994	\$180,363	\$374,363	\$374,363	\$0	(\$638)	\$375,000	\$875,719
2029	\$465,000	\$193,963	\$658,963	\$202,756	\$82,500	\$373,706	\$373,706	\$0	(\$1,294)	\$375,000	\$658,963
2030	\$490,000	\$172,756	\$662,756	\$203,888	\$82,500	\$376,369	\$376,369	\$0	\$1,369	\$375,000	\$662,756
2031	\$515,000	\$150,144	\$665,144	\$209,688	\$82,500	\$372,956	\$372,956	\$0	(\$2,044)	\$375,000	\$665,144
2032	\$410,000	\$128,456	\$538,456	\$82,500	\$82,500	\$373,456	\$373,456	\$0	(\$1,544)	\$375,000	\$538,456
2033	\$430,000	\$107,981	\$537,981	\$82,500	\$82,500	\$372,981	\$372,981	\$0	(\$2,019)	\$375,000	\$537,981
2034	\$450,000	\$86,250	\$536,250	\$82,500	\$82,500	\$371,250	\$371,250	\$0	(\$3,750)	\$375,000	\$536,250
2035	\$475,000	\$63,125	\$538,125	\$82,500	\$82,500	\$373,125	\$373,125	\$0	(\$1,875)	\$375,000	\$538,125
2036	\$500,000	\$38,750	\$538,750	\$82,500	\$82,500	\$373,750	\$373,750	\$0	(\$1,250)	\$375,000	\$538,750
2037	\$525,000	\$13,125	\$538,125	\$82,500	\$82,500	\$373,125	\$373,125	\$0	(\$1,875)	\$375,000	\$538,125
2038	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2039	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2040	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$20,936,000	\$7,222,580	\$28,158,580	\$6,279,475	\$12,666,069	\$9,213,036	\$9,239,294	\$143,000	\$151,115	\$8,945,179	\$28,184,838

**TABLE 8
CITY OF ST. FRANCIS, MN
DEBT SERVICE ON NEW BONDS
TOTAL DEBT SERVICE ALL FUNDS - ESTIMATED NEW DEBT TO BE ISSUED AFTER 12/31/2015**

Year	DEBT SERVICE PAYMENTS			CURRENT ESTIMATED SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS							
	Principal	Interest	Total	Less: Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% of Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total Source of Funds
2015	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2016	\$149,000	\$341,651	\$490,651	\$330,928	\$0	\$159,723	\$167,709	\$20,662	\$0	\$147,047	\$498,637
2017	\$509,000	\$521,308	\$1,030,308	\$468,145	\$84,798	\$477,365	\$501,233	\$84,744	\$0	\$416,489	\$1,054,176
2018	\$1,184,000	\$558,498	\$1,742,498	\$1,057,295	\$143,748	\$541,455	\$568,528	\$109,653	\$0	\$458,875	\$1,769,570
2019	\$1,488,000	\$781,270	\$2,269,270	\$1,215,183	\$303,685	\$750,403	\$787,923	\$147,853	\$0	\$640,069	\$2,306,790
2020	\$1,578,000	\$852,683	\$2,430,683	\$1,215,864	\$392,229	\$822,590	\$863,720	\$194,310	\$0	\$669,410	\$2,471,812
2021	\$1,626,000	\$825,913	\$2,451,913	\$1,215,801	\$409,191	\$826,920	\$868,266	\$194,310	\$0	\$673,956	\$2,493,259
2022	\$1,709,000	\$795,883	\$2,504,883	\$1,217,508	\$447,798	\$839,578	\$881,556	\$194,310	\$0	\$687,247	\$2,546,861
2023	\$1,747,000	\$761,703	\$2,508,703	\$1,215,908	\$452,498	\$840,298	\$882,312	\$194,310	\$0	\$688,003	\$2,550,717
2024	\$1,787,000	\$724,033	\$2,511,033	\$1,216,033	\$448,810	\$846,190	\$888,500	\$194,310	\$0	\$694,190	\$2,553,342
2025	\$1,830,000	\$682,708	\$2,512,708	\$1,207,820	\$451,873	\$853,015	\$895,666	\$194,310	\$0	\$701,356	\$2,555,358
2026	\$1,846,000	\$637,483	\$2,483,483	\$1,206,426	\$446,466	\$830,590	\$872,120	\$194,310	\$0	\$677,810	\$2,525,012
2027	\$1,864,000	\$589,053	\$2,453,053	\$1,206,676	\$442,766	\$803,610	\$843,791	\$194,310	\$0	\$649,481	\$2,493,233
2028	\$1,873,000	\$537,348	\$2,410,348	\$1,200,976	\$433,179	\$776,193	\$815,002	\$194,310	\$0	\$620,692	\$2,449,157
2029	\$1,845,000	\$482,668	\$2,327,668	\$1,204,476	\$427,854	\$695,338	\$730,104	\$194,310	\$0	\$535,795	\$2,362,434
2030	\$1,902,000	\$426,430	\$2,328,430	\$1,204,301	\$449,104	\$675,025	\$708,776	\$194,310	\$0	\$514,466	\$2,362,181
2031	\$1,815,000	\$365,450	\$2,180,450	\$1,200,501	\$445,804	\$534,145	\$560,852	\$173,648	\$0	\$387,204	\$2,207,157
2032	\$1,685,000	\$305,638	\$1,990,638	\$1,195,645	\$431,248	\$363,745	\$381,932	\$109,565	\$0	\$272,367	\$2,008,825
2033	\$1,597,000	\$249,438	\$1,846,438	\$1,184,708	\$360,835	\$300,895	\$315,940	\$84,657	\$0	\$231,283	\$1,861,482
2034	\$1,450,000	\$195,580	\$1,645,580	\$1,180,401	\$349,679	\$115,500	\$121,275	\$46,456	\$0	\$74,819	\$1,651,355
2035	\$1,240,000	\$147,530	\$1,387,530	\$1,169,851	\$217,679	\$0	\$0	\$0	\$0	\$0	\$1,387,530
2036	\$1,246,000	\$109,405	\$1,355,405	\$1,147,283	\$208,123	\$0	\$0	\$0	\$0	\$0	\$1,355,405
2037	\$1,075,000	\$70,625	\$1,145,625	\$1,013,963	\$131,663	\$0	\$0	\$0	\$0	\$0	\$1,145,625
2038	\$220,000	\$41,250	\$261,250	\$130,625	\$130,625	\$0	\$0	\$0	\$0	\$0	\$261,250
2039	\$220,000	\$28,050	\$248,050	\$124,025	\$124,025	\$0	\$0	\$0	\$0	\$0	\$248,050
2040	\$220,000	\$14,300	\$234,300	\$117,150	\$117,150	\$0	\$0	\$0	\$0	\$0	\$234,300
Total	\$33,705,000	\$11,045,891	\$44,750,891	\$24,847,490	\$7,850,825	\$12,052,576	\$12,655,204	\$2,914,648	\$0	\$9,740,556	\$45,353,519

**TABLE 9
City of St. Francis, MN
Summary of Estimated Total Bonds Outstanding
Based on Financial Management Plan and Capital Improvement Plan**

	Bond Series and Original Par Amount												Total Debt Outstanding
						Projected Future Bonds							
	GO 2006A \$2,840,000	GO 2007 \$9,013,468	GO 2007A \$1,110,000	GO 2010A \$1,600,000	2012EDA Lease Revenue \$8,200,000	GO 2013A \$2,730,000	GO 2015 \$2,225,000	GO 2015B MPFA Loan \$14,450,000	GO 2016 \$6,400,000	GO 2017 \$1,445,000	GO 2018 \$6,515,000	GO 2019 \$2,670,000	
As of 12/31/2014	1,095,000	7,251,000	630,000	1,450,000	7,780,000	2,730,000							20,936,000
As of 12/31/2019	-	4,983,000	-	1,130,000	6,580,000	2,180,000	1,649,000	13,240,000	5,308,000	1,283,000	6,225,000	2,670,000	45,248,000
As of 12/31/2024		1,987,000		740,000	5,200,000	835,000	897,000	10,020,000	3,417,000	819,000	4,685,000	2,090,000	30,690,000
As of 12/31/2029		-		240,000	3,555,000	-	257,000	6,470,000	1,546,000	330,000	2,927,000	1,140,000	16,465,000
As of 12/31/2034				-	1,500,000		35,000	2,545,000	356,000	-	1,285,000	-	5,721,000

**TABLE 10
St. Francis, MN
Projected Property Tax Levy for Debt Service (includes 5% overage)**

Certify Year	Collection Year	Total	By Purpose							
			General Fund 101 EDA Lease	GO Bonds 2007A Fund 311	GO Bonds 2013A	GO Bonds 2015	GO Bonds 2016	GO Bonds 2017	GO Bonds 2018	GO Bonds 2019
2014	2015	380,900	360,000	20,900	-	-	-	-	-	-
2015	2016	527,947	360,000	20,900	-	147,047	-	-	-	-
2016	2017	807,068	365,000	20,900	4,679	146,136	270,353	-	-	-
2017	2018	866,386	370,000	-	37,512	145,160	268,502	45,213	-	-
2018	2019	1,051,518	375,000	-	36,449	143,858	268,135	46,841	181,237	-
2019	2020	1,085,769	375,000	-	41,360	142,230	265,024	46,224	184,715	31,217
2020	2021	1,111,695	375,000	-	62,739	143,427	266,541	45,483	187,760	30,745
2021	2022	1,123,115	375,000	-	60,869	141,093	262,095	53,020	190,345	40,694
2022	2023	1,121,876	375,000	-	58,874	138,426	260,163	51,865	187,195	50,354
2023	2024	1,069,190	375,000	-	-	135,426	254,374	50,565	194,152	59,672
2024	2025	1,076,356	375,000	-	-	135,242	247,943	49,122	200,452	68,597
2025	2026	1,052,810	375,000	-	-	94,739	252,419	52,784	200,793	77,076
2026	2027	1,024,481	375,000	-	-	91,746	201,305	49,844	211,030	95,556
2027	2028	995,692	375,000	-	-	88,504	193,968	33,130	212,947	92,144
2028	2029	910,795	375,000	-	-	85,013	186,067	31,476	144,770	88,469
2029	2030	889,466	375,000	-	-	36,122	182,851	40,205	160,258	95,031
2030	2031	762,204	375,000	-	-	-	100,111	37,895	158,788	90,411
2031	2032	647,367	375,000	-	-	-	-	35,440	151,424	85,502
2032	2033	606,283	375,000	-	-	-	-	-	150,978	80,305
2033	2034	449,819	375,000	-	-	-	-	-	-	74,819
2034	2035	375,000	375,000	-	-	-	-	-	-	-
2035	2036	375,000	375,000	-	-	-	-	-	-	-
2036	2037	375,000	375,000	-	-	-	-	-	-	-
2037	2038	-	-	-	-	-	-	-	-	-

FINANCIAL PLANS

Financial plans have been prepared and are presented in this section for each city fund, all existing and proposed new funds, are included.

For each fund a narrative is provided that includes purpose of the fund, any important background information, explanation of source and use of funds, including information on transfers, and comments on any important balance sheet items is provided in the narrative.

The financial plan for each fund includes the following data:

- Two years of historical financial data, as reported in the City's audited financial statements.
- Estimated financial data for 2014 (the 2014 audited financial statements were not available as of the date of this Plan).
- Estimated financial data for 2015 based on the City's adopted budget, with limited adjustments made as determined by staff for input into the Plan.
- Future projected financial data for years 2016 through 2020.

Key Assumptions

The following key assumptions were made for all funds, unless otherwise noted in the specific financial plan for the individual fund:

- 2.0% annual increase in current operating expenditures
- 2.0% annual increase in non-tax revenues, except for utility revenue which separate assumptions were used
- 0.50% annual earning on investments

Total Governmental Funds Combined

Fund Description

Total Governmental Funds Combined plan on page 37 presents combined totals for the following funds:

- General Fund
- Special Revenue Funds
- Capital Projects Funds
- Debt Service Funds

Background

The General Fund comprises nearly 50 percent of total governmental spending. Other funds include the special revenue funds, debt service (not including debt supported by the Enterprise Funds) and capital projects funds.

Source of Funds

The major source of funds for the Total Governmental Funds Combined is property tax levy and intergovernmental revenue (i.e., local government aid and municipal state aid).

The Enterprise Funds pay revenue to the General Fund (charge for service) related to overhead expenses (equivalent to approximately 4% of total revenue for the General Fund).

The Plan anticipates the issuance of debt between years 2015 and 2019 to finance certain capital infrastructure improvements, facility improvements, and equipment and vehicle acquisitions. The individual financial plans (by fund) provide specific information on projects and financing.

Use of Funds

The majority of the use of funds, in most years, is for current (operating) expenditures. Capital spending varies from year to year and in some years capital spending in the Governmental Funds may exceed current expenditures. Use of funds for debt service is projected to increase over the next several years, as the City prepares to finance governmental improvements, including streets and equipment. The timing of repayment of bonds with escrow funds, also impacts the annual amount reported for debt service expense. The individual financial plans (by fund) provide specific information on projects, including debt service on anticipated capital financing.

Transfers

The Enterprise Funds transfer revenue into the Governmental Funds to pay an allocated portion of debt service on outstanding bonds. This includes payment on debt service for the 2012 Lease Revenue Bonds issued by the Economic Development Authority to finance facility improvements.

Balance Sheet

Total cash in the Governmental Funds is projected to decline over the next five years, from an estimated \$3.8 million at the end of 2014 to \$3.2 million at the end of 2019. The major source of the decline relates to use of cash to pay for street improvements as a pay-go (tax levy) strategy for streets is phased in over a number of years. The Plan anticipate the General Fund will loan cash to the Street Improvements Fund.

The Governmental Funds report cash held in escrow of approximately \$1.1 million (unaudited figure) as of the end of 2014. This cash is from bonds issued in 2013

to refund the 2007A Bonds. The 2007A Bonds will be refunded in 2017. The remaining cash held in escrow is the debt service reserve fund for the 2012 Lease Revenue Bonds.

The Governmental Funds owed the Enterprise Funds (the Water Fund) approximately \$1.4 million at the end of 2013. This represents cash the Water Fund loaned to the Governmental Funds to cover cash shortfalls. The cash shortfalls are related to the timing of collection of outstanding special assessments for capital projects. The Plan anticipates the City will eliminate the interfund loans as of year end 2014, by closing out the accounts to the Water Fund. Any future collection of revenue, originally anticipated to pay for these project costs (as funded from the interfund loans), will be collected directly to the Water Fund. The preliminary estimated year end 2014 interfund loan balance is approximately \$850,000 (see Appendix S on page 110).

Financial Plans

Total Governmental Funds Combined

Financial Plans

Total Governmental Funds Combined

City of St. Francis, MN
Total Governmental Funds Combined
Financial Plan

	Prior Years			Current Year		Projected			
	2012 Actual	2013 Actual	2014 Estimated	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:									
Charges for service	302,731	326,599	252,589	247,274	247,274	252,219	257,264	262,409	267,657
Charges for service to enterprise funds	-	-	150,106	158,237	158,237	174,220	177,704	181,258	184,884
Fines and forfeitures	35,166	33,927	27,635	30,551	30,551	31,162	31,785	32,421	33,069
Special assessments	64,949	51,141	187,552	201,220	201,220	219,477	283,559	299,288	221,668
Licenses and permits	89,300	87,298	142,505	103,271	103,271	105,336	107,443	109,592	111,784
Intergovernmental	434,324	449,284	553,127	1,147,434	1,147,434	609,383	621,570	634,002	646,682
Investment income	61,301	(17,832)	26,703	19,952	20,079	16,999	16,416	17,288	19,415
Contributions and donations	-	-	500	-	-	-	-	-	-
Miscellaneous	136,182	193,875	121,795	110,756	110,756	112,971	115,231	117,535	119,886
Sale of capital assets	30,041	27,321	30,521	28,000	28,000	28,560	29,131	29,714	30,308
Bond proceeds	8,200,000	560,000	-	1,226,948	1,574,448	3,355,170	726,170	2,361,870	1,171,350
Tax increments	15,144	14,270	15,200	14,500	14,500	14,500	15,000	-	-
Transfer in from other funds	981,795	604,880	654,880	674,880	814,880	917,560	647,304	648,552	649,826
Subtotal Non Property Tax Funds	10,350,933	2,330,763	2,163,112	3,963,023	4,450,651	5,837,557	3,028,578	4,693,929	3,456,529
Property tax levy	2,914,638	3,007,177	3,058,213	3,180,953	3,180,953	3,310,744	3,679,078	3,958,488	4,325,709
Total Source of Funds	13,265,571	5,337,940	5,221,325	7,143,976	7,631,604	9,148,302	6,707,656	8,652,417	7,562,802
Use of Funds:									
Current expenditure	3,098,989	3,391,653	3,466,815	3,945,835	3,945,835	3,971,480	4,102,065	4,172,318	4,282,764
Capital outlay	7,373,994	887,899	552,391	2,240,269	2,828,969	3,143,170	774,670	2,361,870	2,093,078
Debt service	499,388	660,731	681,366	664,119	664,119	810,016	1,647,508	1,186,898	1,184,160
Depreciation	-	-	-	-	-	-	-	-	208,988
Transfer out to other funds	921,795	340,000	390,000	410,000	534,000	1,073,480	380,000	380,000	380,000
Total Use of Funds	11,894,166	5,280,283	5,090,572	7,260,223	7,972,923	8,998,145	6,904,243	8,101,086	7,940,002
Net Change in fund balance	1,371,405	57,657	130,753	(116,246)	(341,319)	150,157	(196,587)	551,332	(377,200)
Prior period adjustment	-	-	803,471	-	-	-	-	-	10,449
Ending Fund Balance (FB)	2,978,827	3,036,484	3,970,708	3,854,462	3,629,389	3,779,546	3,582,924	4,134,255	3,757,020
ASSETS:									
Cash and investments	3,818,066	3,448,827	3,824,758	3,639,892	3,399,819	3,283,246	3,457,555	3,883,044	3,305,994
Cash and investments escrow/trustee	551,795	1,099,869	1,094,869	1,089,869	1,089,869	1,084,869	551,795	551,795	562,244
Due from other funds	-	-	-	-	15,000	77,440	-	-	365,000
Special assessments receivable	434,376	1,027,182	1,125,072	946,749	946,749	768,350	589,348	418,896	363,605
Other	475,771	639,240	240,875	211,400	211,400	211,400	204,995	204,996	204,997
Total Assets	5,280,008	6,215,118	6,285,574	5,887,910	5,662,837	5,425,305	4,803,693	5,058,731	4,791,391
LIABILITIES:									
Due to other funds	1,017,811	1,445,222	850,226	738,163	738,163	563,348	336,426	210,584	375,769
Deferred revenue	858,872	1,471,800	1,244,547	1,066,224	1,066,224	853,350	674,348	503,896	448,605
Other	424,498	260,982	220,093	229,061	229,061	229,061	209,995	209,996	209,997
Total Liabilities	2,301,181	3,178,004	2,314,866	2,033,448	2,033,448	1,645,759	1,220,769	924,476	1,034,371
Total Liabilities and FB (Net Assets)	5,280,008	6,214,488	6,285,574	5,887,910	5,662,837	5,425,305	4,803,693	5,058,731	4,791,391

General Fund 101**Fund Description**

The General Fund is used to account for the revenues and expenditures necessary to provide basic governmental services. The principal source of revenues is property tax. Expenditures are for general government, public safety, streets, recreation, and other functions.

Background

The General Fund is in sound financial condition. The City has historically ended its fiscal year with General Fund source of funds in excess of use of funds. Fund balance for the General Fund has been stable from year to year. In 2015, the use of funds is estimated to exceed the source of funds by \$174,000 which is due to a transfer to the Parks Capital Fund 225 (with the exception of \$1,000 for other uses) to pay for anticipated capital improvements (see page 21 for specific project details.)

Fund balance for the General Fund has been and is projected to remain fairly constant at approximately \$2.3 million. Fund balance as percent of expenditures is projected to remain fairly constant.

Source of Funds

Property tax provides the major source of revenue to the General Fund (i.e., 70% of budgeted source of funds for 2015). The next major source is intergovernmental revenues, which includes local government aid and municipal state aid for street maintenance. Charges for service, including charges to the enterprise for general government support, is another significant source of revenue to the General Fund.

Use of Funds

The General Fund use of funds includes personnel costs, professional services, and other operating expenditures. The financial plan anticipates that beginning in 2015, all capital outlay will be accounted for in a new Vehicle, Equipment, and Replacement Fund. The 2016 current expenditures are reduced by \$80,000 due to budgeting storm water maintenance expense in the new Storm Water Fund. Future year current expenditures include an annual \$27,000 increase for crack-sealing to reach a total budget of \$260,000 by 2019.

Transfers

The General Fund transfers cash to the EDA Lease Revenue Bond Fund 330 to provide annual appropriation to cover the debt service for the EDA Lease Revenue Bonds issued in 2012 to finance facility improvements. Final payment on the EDA Bonds is 2/1/2037; the transfer is anticipated to continue through this final payment. The plan eliminates the transfer of \$50,000 to the Fire Truck Replacement Fund and instead shows a levy directly into this fund for \$50,000.

Balance Sheet

Cash balance is projected to decline in the General Fund between 2015 and 2019. The decline in cash is due to planned spending on street improvements that are projected to be funded by the General Fund through an interfund loan ("due from/to other funds"). The Street Improvements Fund 506 will repay the General Fund over approximately a five year period, through an increase in annual tax levy dedicated to paying for street improvements (see the Street Improvements Fund 506 on page 74).

City of St. Francis, MN
General Fund 100
Financial Plan

	Prior Years			Current Year		Projected			
	2012 Actual	2013 Actual	2014 Estimated	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:									
Charges for service	297,083	296,909	241,589	235,274	235,274	239,979	244,779	249,675	254,668
Charges for service to enterprise funds			150,106	158,237	158,237	174,220	177,704	181,258	184,884
Fines and forfeitures	35,166	33,927	27,635	30,551	30,551	31,162	31,785	32,421	33,069
Special assessments									
Licenses and permits	89,300	87,298	142,505	103,271	103,271	105,336	107,443	109,592	111,784
Intergovernmental	310,344	405,149	553,127	597,434	597,434	609,383	621,570	634,002	646,682
Investment income	16,199	11,263	15,883	12,000	12,000	12,271	11,959	12,346	12,346
Contributions and donations						-	-	-	-
Miscellaneous	134,122	134,577	119,202	110,756	110,756	112,971	115,231	117,535	119,886
Sale of capital assets	30,041	27,321	30,521	28,000	28,000	28,560	29,131	29,714	30,308
Bond proceeds									
Tax increments									
Transfer in from other funds	60,000	60,000	60,000	60,000	60,000	61,200	62,424	63,672	64,946
Subtotal Non Property Tax Funds	972,255	1,056,444	1,340,567	1,335,523	1,335,523	1,375,083	1,402,027	1,430,216	1,458,573
Property tax levy	2,893,540	2,986,193	3,037,313	3,160,053	2,972,753	2,947,797	3,042,010	3,122,102	3,204,191
Total Source of Funds	3,865,795	4,042,637	4,377,880	4,495,576	4,308,276	4,322,880	4,444,037	4,552,318	4,662,764
Use of Funds:									
Current expenditure	3,082,084	3,370,880	3,453,215	3,932,235	3,932,235	3,957,880	4,064,037	4,172,318	4,282,764
Capital outlay	379,113	120,958	195,051	137,300					
Debt service	33,122	33,122	30,500	16,041	16,041				
Depreciation			-						
Transfer out to other funds	370,000	340,000	390,000	410,000	534,000	365,000	380,000	380,000	380,000
Total Use of Funds	3,864,319	3,864,960	4,068,766	4,495,576	4,482,276	4,322,880	4,444,037	4,552,318	4,662,764
Net Change in fund balance	1,476	177,677	309,114	-	(174,000)	0	(0)	(0)	(0)
<i>Prior period adjustment</i>									
Ending Fund Balance (FB)	2,071,489	2,249,166	2,558,280	2,558,280	2,384,280	2,384,280	2,384,280	2,384,280	2,384,280
ASSETS:									
Cash and investments	2,199,029	2,263,015	2,643,280	2,643,280	2,454,280	2,391,840	2,469,280	2,469,280	2,104,280
Cash and investments escrow/trustee	-								
Due from other funds					15,000	77,440	-	-	365,000
Special assessments receivable	19,411	38,110	35,000	35,000	35,000	35,000	35,000	35,000	35,000
Other	179,100	279,855	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Total Assets	2,397,540	2,580,980	2,878,280	2,878,280	2,704,280	2,704,280	2,704,280	2,704,280	2,704,280
LIABILITIES:									
Due to other funds	-								
Deferred revenue	117,872	130,598	120,000	120,000	120,000	120,000	120,000	120,000	120,000
Other	208,179	200,586	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Total Liabilities	326,051	331,184	320,000	320,000	320,000	320,000	320,000	320,000	320,000
Total Liabilities and FB (Net Assets)	2,397,540	2,580,350	2,878,280	2,878,280	2,704,280	2,704,280	2,704,280	2,704,280	2,704,280

Debt Service Fund for G.O. 2007A and 2013A Bonds, Fund 311

Fund Description

This Fund is used to account for a portion of the general obligation bonds issued in 2007 (and refunded in 2013) to finance street improvements, a portion of which was assessed to benefiting property owners.

Background

The 2007A Bonds, issued in the total par amount of \$4,225,000, included \$1,110,000 for street improvements and \$3,115,000 for utility improvements. The street improvement portion is accounted for in Fund 311 and the utility improvement portion is accounted for in the Water Fund and Sanitary Sewer Fund.

The City issued \$2,730,000 of bonds in 2013, the G.O. 2013A Bonds, to refund the maturities of the 2007A Bonds callable in 2017. The portion of the 2013 Bonds accounted for in Fund 311 is \$560,000 and \$2,170,000 is accounted for in the utility funds.

Source of Funds

The Source of Funds for payment of debt service on the 2007A and 2013A Bonds is collection of special assessments, property tax levy, and transfers in from the Water Fund and Sanitary Sewer Fund.

Use of Funds

Use of funds is for payment of principal and interest on the outstanding bonds. The final payment year on the 2013 Bonds accounted for in Fund 311 is 2023.

Transfers

The Water Fund and Sanitary Sewer Fund transfer in on annual basis \$18,580 and \$21,300, respectively. The transfer in of funds is anticipated over the remaining life of the bonds.

Balance Sheet Items

A portion of the proceeds from the 2013 Bond issuance were deposited into an escrow fund, accounted for in Fund 311, to provide cash for final payment in year 2017 on the 2007 Bonds that were called.

At the end of 2015, approximately \$120,000 of special assessments is estimated to be outstanding and payable in future years.

Financial Plans

Debt Service Fund for G.O. 2007A and 2013A Bonds, Fund 311

City of St. Francis, MN
Debt Service, G.O. Bonds 2007A and G.O. Bonds 2013A, Fund 311
Financial Plan

Financial Plans
Debt Service Fund for
G.O. 2007A Bonds,
Fund 311

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments	23,575	32,359	24,024	24,000	24,000	24,000	24,000	24,000	24,000	24,000
Licenses and permits										
Intergovernmental										
Investment income	1,550	1,091	(2,833)	1,000	1,000	1,000	587	530	535	552
Contributions and donations										
Miscellaneous										
Sale of capital assets										
Bond proceeds			560,000							
Tax increments										
Transfer in from other funds	39,880		39,880	39,880	39,880	39,880	39,880	39,880	39,880	39,880
Subtotal Non Property Tax Funds	65,005	33,450	621,071	64,880	64,880	64,880	64,467	64,410	64,415	64,432
Property taxes	19,759	21,098	20,984	20,900	20,900	20,900	20,900	25,579	37,511	36,449
Total Source of Funds	84,764	54,548	642,055	85,780	85,780	85,780	85,367	89,989	101,926	100,881
<u>Use of Funds:</u>										
Current expenditure										
Capital outlay										
Debt Service	100,708	103,328	106,164	102,483	99,683	99,683	101,783	622,098	98,463	97,450
Depreciation										
Transfer out to other funds					-	-				
Total Use of Funds	100,708	103,328	106,164	102,483	99,683	99,683	101,783	622,098	98,463	97,450
Net Change in fund balance	(15,944)	(48,780)	535,891	(16,703)	(13,903)	(13,903)	(16,415)	(532,108)	3,464	3,431
<u>Prior period adjustment</u>										
Ending Fund Balance (FB)	194,054	145,274	681,165	664,462	650,560	650,560	634,144	102,036	105,500	108,931
ASSETS:										
Cash and investments	191,307	144,255	132,071	121,388	117,486	117,486	106,070	107,036	110,500	113,931
Cash and investments escrow/trustee	-	-	548,074	543,074	538,074	538,074	533,074			
Due from other funds	-	-								
Special assessments receivable	203,291	191,352	167,781	143,781	119,781	119,781	95,781	71,781	47,781	23,781
Other	3,545	1,694	1,670		5,000	5,000	5,000	4,995	4,996	4,997
Total Assets	398,143	337,301	849,596	808,243	780,341	780,341	739,925	183,812	163,277	142,709
LIABILITIES:										
Due to other funds	-	-								
Deferred revenue	204,089	192,027	168,431	143,781	119,781	119,781	95,781	71,781	47,781	23,781
Other	-	-			10,000	10,000	10,000	9,995	9,996	9,997
Total Liabilities	204,089	192,027	168,431	143,781	129,781	129,781	105,781	81,776	57,777	33,778
Total Liabilities and FB (Net Assets)	398,143	337,301	849,596	808,243	780,341	780,341	739,925	183,812	163,277	142,709

Financial Plans

Debt Service Fund for G.O. 2015A Bonds, Fund 312

Debt Service Fund for G.O. 2015A Bonds, Fund 312

Fund Description

The Debt Service Fund for G.O. 2015A Bonds, Fund 312, is included as a proposed “new” Fund to account for the governmental funds portion of the anticipated debt to be issued in 2015 to finance vehicle and equipment acquisitions, facility improvements to the fire station, and street improvements.

Background

The 2015A Bond issuance is estimated to include proceeds for the following general government purposes (amounts include estimates for both project costs and cost of financing):

- Equipment \$373,000
- Facilities \$513,000
- Streets \$804,000

Bond issuance in 2015 is also anticipated to finance utility improvements, which are accounted for separately within the Enterprise Funds.

Source of Funds

The source of funds to pay debt service (principal and interest) on the 2015A Bonds (for the Equipment, Facilities, and Streets portions) will come from collection of special assessments and property tax levy. The annual special assessment revenue to be collected over the life of the bonds is estimated at approximately \$20,000 and the annual average tax levy at approximately \$120,000.

Use of Funds

Use of funds is for payment of principal and interest on the outstanding bonds. The final payment year on the 2015A Bonds accounted for in Fund 312 is 2030.

Transfers

There are no transfers that are anticipated.

Balance Sheet Items

The only anticipated balance sheet item is a cash balance that will accumulate due to the required 5% over levy that is required (to cover potential delinquent tax collection).

City of St. Francis, MN
Debt Service, G.O. Bonds 2015A, Fund 312
Financial Plan

Financial Plans

**Debt Service Fund for
G.O. 2015A Bonds,
Fund 312**

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments						-	20,662	20,662	20,662	20,662
Licenses and permits										
Intergovernmental										
Investment income						-	-	40	80	120
Contributions and donations										
Miscellaneous										
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds										
Subtotal Non Property Tax Funds	-	-	-	-	-	-	20,662	20,702	20,742	20,781
Property taxes							147,047	146,136	145,160	143,858
Total Source of Funds	-	-	-	-	-	-	167,709	166,838	165,901	164,639
<u>Use of Funds:</u>										
Current expenditure										
Capital outlay										
Debt Service						-	159,723	158,855	157,925	156,685
Depreciation										
Transfer out to other funds										
Total Use of Funds	-	-	-	-	-	-	159,723	158,855	157,925	156,685
Net Change in fund balance	-	-	-	-	-	-	7,986	7,983	7,976	7,954
<u>Prior period adjustment</u>										
Ending Fund Balance (FB)		-	-	-			7,986	15,969	23,945	31,899
ASSETS:										
Cash and investments				-			7,986	15,969	23,945	31,899
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-								
Special assessments receivable										
Other										
Total Assets	-	-	-	-	-	-	7,986	15,969	23,945	31,899
LIABILITIES:										
Due to other funds	-	-								
Deferred revenue										
Other	-									
Total Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	-	-	-	-	-	-	7,986	15,969	23,945	31,899

**Debt Service Fund for G.O. 2016A Bonds,
Fund 313**

Fund Description

The Debt Service Fund for G.O. 2016A Bonds, Fund 313, is included as a proposed “new” Fund to account for the governmental funds portion of the anticipated debt to be issued in 2016 to finance vehicle and equipment acquisitions, and street improvements.

Background

The 2016A Bond issuance is estimated to include proceeds for the following general government purposes (amounts include estimates for both project costs and cost of financing):

- Equipment \$334,000
- Streets \$3,100,000

Bond issuance in 2016 is also anticipated to finance utility improvements, which are accounted for separately within the Enterprise Funds.

Source of Funds

The source of funds to pay debt service (principal and interest) on the 2016A Bonds (for the Equipment, and Streets portions) will come from collection of special assessments and property tax levy. The annual special assessment revenue to be collected over the life of the bonds is estimated at approximately \$64,000 and the annual average tax levy at approximately \$232,000.

Use of Funds

Use of funds is for payment of principal and interest on the outstanding bonds. The final payment year on

the 2016A Bonds accounted for in Fund 313 is 2031.

Transfers

There are no transfers that are anticipated.

Balance Sheet Items

The only anticipated balance sheet item is a cash balance that will accumulate due to the required 5% over levy that is required (to cover potential delinquent tax collection).

City of St. Francis, MN
Debt Service, G.O. Bonds 2016A, Fund 313
Financial Plan

Financial Plans

**Debt Service Fund for
G.O. 2016A Bonds,
Fund 313**

	Prior Years				Current Year		Projected				
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019	2020
<u>Source of Funds:</u>											
Charges for service											
Charges for service to enterprise funds											
Fines and forfeitures											
Special assessments						-	-	64,083	64,083	64,083	64,083
Licenses and permits											
Intergovernmental											
Investment income						-	-	-	80	159	239
Contributions and donations											
Miscellaneous											
Sale of capital assets											
Bond proceeds											
Tax increments											
Transfer in from other funds						-					
Subtotal Non Property Tax Funds	-	-	-	-	-	-	-	64,083	64,162	64,242	64,322
Property taxes							-	270,353	268,502	268,135	265,024
Total Source of Funds	-	-	-	-	-	-	-	334,436	332,665	332,377	329,346
<u>Use of Funds:</u>											
Current expenditure											
Capital outlay											
Debt Service						-	-	318,510	316,748	316,398	313,435
Depreciation											
Transfer out to other funds						-					
Total Use of Funds	-	-	-	-	-	-	-	318,510	316,748	316,398	313,435
Net Change in fund balance	-	-	-	-	-	-	-	15,926	15,917	15,979	15,911
<u>Prior period adjustment</u>											
Ending Fund Balance (FB)		-	-	-	-	-	-	15,926	31,843	47,822	63,732
ASSETS:											
Cash and investments				-	-	-	-	15,926	31,843	47,822	63,732
Cash and investments escrow/trustee	-	-									
Due from other funds	-	-									
Special assessments receivable											
Other											
Total Assets	-	-	-	-	-	-	-	15,926	31,843	47,822	63,732
LIABILITIES:											
Due to other funds	-	-									
Deferred revenue											
Other	-										
Total Liabilities	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	-	-	-	-	-	-	-	15,926	31,843	47,822	63,732

**Debt Service Fund for G.O. 2017A Bonds,
Fund 314**

Fund Description

The Debt Service Fund for G.O. 2017A Bonds, Fund 314, is included as a proposed “new” Fund to account for the governmental funds portion of the anticipated debt to be issued in 2017 to finance vehicle and equipment acquisitions, and street improvements.

Background

The 2017A Bond issuance is estimated to include proceeds for the following general government purposes (amounts include estimates for both project costs and cost of financing):

- Equipment \$135,000
- Streets \$645,000

Bond issuance in 2017 is also anticipated to finance utility improvements, which are accounted for separately within the Enterprise Funds.

Source of Funds

The source of funds to pay debt service (principal and interest) on the 2017A Bonds (for the Equipment, and Streets portions) will come from collection of special assessments and property tax levy. The annual special assessment revenue to be collected over the life of the bonds is estimated at approximately \$25,000 and the annual average tax levy at approximately \$45,000.

Use of Funds

Use of funds is for payment of principal and interest on the outstanding bonds. The final payment year on

the 2017A Bonds accounted for in Fund 314 is 2032.

Transfers

There are no transfers that are anticipated.

Balance Sheet Items

The only anticipated balance sheet item is a cash balance that will accumulate due to the required 5% over levy that is required (to cover potential delinquent tax collection).

City of St. Francis, MN
Debt Service, G.O. Bonds 2017A, Fund 314
Financial Plan

Financial Plans
Debt Service Fund for
G.O. 2017A Bonds,
Fund 314

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments						-	-	-	24,909	24,909
Licenses and permits										
Intergovernmental										
Investment income						-	-	-	-	17
Contributions and donations										
Miscellaneous										
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds					-					
Subtotal Non Property Tax Funds	-	-	-	-	-	-	-	-	24,909	24,925
Property taxes							-	-	45,213	46,841
Total Source of Funds	-	-	-	-	-	-	-	-	70,122	71,766
<u>Use of Funds:</u>										
Current expenditure										
Capital outlay										
Debt Service						-	-	-	66,783	68,333
Depreciation										
Transfer out to other funds					-	-				
Total Use of Funds	-	-	-	-	-	-	-	-	66,783	68,333
Net Change in fund balance	-	-	-	-	-	-	-	-	3,339	3,433
<u>Prior period adjustment</u>										
Ending Fund Balance (FB)		-	-	-	-	-	-	-	3,339	6,772
ASSETS:										
Cash and investments				-	-	-	-	-	3,339	6,772
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-								
Special assessments receivable										
Other										
Total Assets	-	-	-	-	-	-	-	-	3,339	6,772
LIABILITIES:										
Due to other funds	-	-								
Deferred revenue										
Other	-									
Total Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	-	-	-	-	-	-	-	-	3,339	6,772

Financial Plans

Debt Service Fund for G.O. 2018A Bonds, Fund 315

Debt Service Fund for G.O. 2018A Bonds, Fund 315

Fund Description

The Debt Service Fund for G.O. 2018A Bonds, Fund 315, is included as a proposed “new” Fund to account for the governmental funds portion of the anticipated debt to be issued in 2018 to finance vehicle and equipment acquisitions. *This Fund is also used to account for the 2019A Bonds, which are not estimated to be payable until 2020.*

Background

The 2018A Bond issuance is estimated to include proceeds for the following general government purposes (amounts include estimates for both project costs and cost of financing):

- Equipment \$428,000
- Streets \$1,987,000

Bond issuance in 2018 is also anticipated to finance utility improvements, which are accounted for separately within the Enterprise Funds.

Source of Funds

The source of funds to pay debt service (principal and interest) on the 2018A Bonds (for the Equipment portion) will come from collection of property tax levy. The annual special assessment revenue to be collected over the life of the bonds is estimated at approximately \$38,000 and the annual average tax levy at approximately \$181,000.

Use of Funds

Use of funds is for payment of principal and interest on the outstanding bonds. The final payment year on the 2018A Bonds accounted for in Fund 315 is 2028.

Transfers

There are no transfers that are anticipated.

Balance Sheet Items

The only anticipated balance sheet item is a cash balance that will accumulate due to the required 5% over levy that is required (to cover potential delinquent tax collection).

City of St. Francis, MN
Debt Service, G.O. Bonds 2018A (also includes 2019A), Fund 316
Financial Plan

Financial Plans
Debt Service Fund for
G.O. 2018A Bonds,
Fund 315

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments						-	-	-	-	38,200
Licenses and permits										
Intergovernmental										
Investment income						-	-	-	-	-
Contributions and donations										
Miscellaneous										
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds					-					
Subtotal Non Property Tax Funds	-	-	-	-	-	-	-	-	-	38,200
Property taxes						-	-	-	-	181,237
Total Source of Funds	-	-	-	-	-	-	-	-	-	219,437
<u>Use of Funds:</u>										
Current expenditure										
Capital outlay										
Debt Service						-	-	-	-	208,988
Depreciation										
Transfer out to other funds					-	-				
Total Use of Funds	-	-	-	-	-	-	-	-	-	208,988
Net Change in fund balance	-	-	-	-	-	-	-	-	-	10,449
<u>Prior period adjustment</u>										
Ending Fund Balance (FB)		-	-	-	-	-	-	-	-	10,449
ASSETS:										
Cash and investments				-	-	-	-	-	-	10,449
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-								
Special assessments receivable										
Other										
Total Assets	-	-	-	-	-	-	-	-	-	10,449
LIABILITIES:										
Due to other funds	-	-								
Deferred revenue										
Other	-									
Total Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	-	-	-	-	-	-	-	-	-	10,449

**Debt Service Fund for EDA Lease Revenue
Bonds, Fund 330****Fund Description**

The Debt Service Fund for EDA Lease Revenue Bonds, Fund 330, is used to account for the bonds issued by the Economic Development Authority (EDA) in 2010 to finance facility improvements.

Background

The security and source of funds for repayment of the EDA Lease Revenue Bonds is an annual payment from the City to the EDA. The annual appropriation of funds is paid from the General Fund and the Water Fund, and Sanitary Sewer Fund. The Bonds are not secured by a general obligation pledge and are subject to the annual appropriation of funds by the City.

Source of Funds

The only source of funds is the annual transfer in of cash from the General Fund and the utility funds.

Use of Funds

Use of funds is for payment of principal and interest on the outstanding bonds. The final payment year on the Bonds is 2037.

Transfers

The General Fund will transfer in \$360,000 in year 2015, \$365,000 in year 2016, and then \$380,000 per year until the final payment year 2037.

The Water Fund and Sanitary Sewer Fund both transfer in \$82,500 per year and are scheduled to do so until the final payment year 2037.

Balance Sheet Items

When the Bonds were issued in 2010, there was a deposit of bond proceeds funds of \$551,795 into a debt service reserve fund (DSRF). The DSRF is available to cover a shortfall in funds available to make debt service payments. A draw on the DSRF is not anticipated. The balance in the DSRF at time of final payment on the Bonds (in year 2037) will be drawn upon to cover the final payment. Interest that accrues on the DSRF over the life of the Bonds is recorded as revenue to Fund 330.

City of St. Francis, MN
Debt Service, EDA Lease Revenue Bond, Fund 330
Financial Plan

Financial Plans

**Debt Service Fund for
EDA Lease Revenue
Bonds, Fund 330**

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for services										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments										
Licenses and permits										
Intergovernmental										
Investment income		11,013	(33,961)	1,705	1,600	1,600	185	93	78	69
Contributions and donations										
Miscellaneous										
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds		881,795	505,000	505,000	525,000	525,000	530,000	545,000	545,000	545,000
Subtotal Non Property Tax Funds	-	892,808	471,039	506,705	526,600	526,600	530,185	545,093	545,078	545,069
Property tax levy						-	-	-	-	-
Total Source of Funds	-	892,808	471,039	506,705	526,600	526,600	530,185	545,093	545,078	545,069
Use of Funds:										
Current expenditure						-	-	-	-	-
Capital outlay										
Debt Service		190,178	521,445	548,383	548,395	548,395	548,510	548,045	546,980	545,295
Depreciation										
Transfer out to other funds										
Total Use of Funds	-	190,178	521,445	548,383	548,395	548,395	548,510	548,045	546,980	545,295
Net Change in fund balance	-	702,630	(50,406)	(41,678)	(21,795)	(21,795)	(18,325)	(2,952)	(1,902)	(226)
<i>Prior period adjustment</i>										
Ending Fund Balance (FB)		702,630	652,224	610,546	588,751	588,751	570,426	567,474	565,572	565,346
ASSETS:										
Cash and investments		148,887	98,427	58,751	36,956	36,956	18,631	15,679	13,777	13,551
Cash and investments escrow/trustee		551,795	551,795	551,795	551,795	551,795	551,795	551,795	551,795	551,795
Due from other funds						-	-	-	-	-
Special assessments receivable										
Other		1,948	2,002							
Total Assets	-	702,630	652,224	610,546	588,751	588,751	570,426	567,474	565,572	565,346
LIABILITIES:										
Due to other funds		-	-	-	-	-	-	-	-	-
Deferred revenue		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	-	702,630	652,224	610,546	588,751	588,751	570,426	567,474	565,572	565,346

Capital Fund for Rum River Bluffs Development, Fund 420

Fund Description

The Rum River Bluffs Development Fund 420 is used to account for the capital improvements completed in 2013.

Background

The capital improvement projects were to be paid for 100% from special assessments to benefiting property. At the end of year 2013, the City reported special assessments receivable in the amount of \$615,820. There were approximately \$137,000 of special assessments collected in 2014. The City is anticipating collections between years 2015 and 2018.

Source of Funds

The only source of funds to pay for the improvements is the special assessments. The City has needed to authorize interfund borrowing to provide cash to finance the improvements until such time the special assessments are collected. The source of the interfund loan (due to other funds) is the Water Fund.

The financial plan assumes the City will collect special assessment revenue in full with final collection in year 2018. If revenue is not received as projected then there will not be cash available to repay the Water Fund as projected in the financial plan.

Use of Funds

Capital improvements were completed in 2013. The City does not anticipate recording any additional ex-

penses to Fund 420.

Transfers

The transfer in of \$16,286 in year 2011 relates to MSA construction funds previously accounted for in Fund 420 prior to the Rum River Bluffs Development, it is unrelated.

Balance Sheet Items

Fund 420 is estimated to owe the Water Fund approximately \$439,000 as of year end 2014 (unaudited figure). The interfund loan (due to other fund) will be reduced annually by the amount of special assessments collected.

Financial Plans

Capital Fund for Rum River Bluffs Development, Fund 420

City of St. Francis, MN
 Capital Fund, Rum River Bluffs Development, Fund 420
 Financial Plan

Financial Plans
Capital Fund for
Rum River Bluffs
Development, Fund
420

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments				137,052	125,000	125,000	125,000	125,000	115,820	
Licenses and permits										
Intergovernmental										
Investment income							321	322	(0)	199
Contributions and donations						-				
Miscellaneous										
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds	16,286					-				
Subtotal Non Property Tax Funds	16,286	-	-	137,052	125,000	125,000	125,321	125,322	115,820	199
Property tax levy					-	-	-	-	-	-
Total Source of Funds	16,286	-	-	137,052	125,000	125,000	125,321	125,322	115,820	199
Use of Funds:										
Current expenditure						-				
Capital outlay	16,286		503,134	85,588						
Debt Service										
Depreciation										
Transfer out to other funds										
Total Use of Funds	16,286	-	503,134	85,588	-	-	-	-	-	-
Net Change in fund balance	-	-	(503,134)	51,464	125,000	125,000	125,321	125,322	115,820	199
Prior period adjustment										
Ending Fund Balance (FB)		-	(503,134)	(451,670)	(326,670)	(326,670)	(201,349)	(76,027)	39,793	39,992
ASSETS:										
Cash and investments			-	-	64,125	64,125	64,446	(0)	39,793	39,992
Cash and investments escrow/trustee										
Due from other funds										
Special assessments receivable			615,820	490,820	365,820	365,820	240,820	115,820	-	-
Other				6,400	6,400	6,400	6,400			
Total Assets	-	-	615,820	497,220	436,345	436,345	311,666	115,820	39,793	39,992
LIABILITIES:										
Due to other funds			453,754	439,009	378,134	378,134	253,134	76,027		
Deferred revenue			615,820	490,820	365,820	365,820	240,820	115,820	-	-
Other			49,380	19,061	19,061	19,061	19,061			
Total Liabilities	-	-	1,118,954	948,890	763,015	763,015	513,015	191,847	-	-
Total Liabilities and FB (Net Assets)	-	-	615,820	497,220	436,345	436,345	311,666	115,820	39,793	39,992

Capital Fund for Charitable Gambling, Fund 210

Financial Plans

Capital Fund for Charitable Gambling, Fund 210

Fund Description

The Charitable Gambling Fund was established for regulatory compliance purposes to account for proceeds.

Background

Gambling fund proceeds may generally be used only for public safety training and equipment.

Source of Funds

The source of funds comes from gambling proceeds.

Use of Funds

The only use of funds is for training and equipment; use of funds for other purposes is not allowable under state law.

The financial plan does not anticipate the use of funds over the planning period. While not reflected in the financial plans, the City could decide to use proceeds from this fund to reduce the tax levy support for fire truck replacement.

Transfers

There are no transfer of funds.

Balance Sheet Items

The only balance sheet item is the cash available within the Fund.

City of St. Francis, MN
Capital Fund, Charitable Gambling, Fund 210
Financial Plan

Financial Plans

Capital Fund for
Charitable Gambling,
Fund 210

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>										
Charges for service		2,373	13,016	10,000	11,000	11,000	11,220	11,444	11,673	11,907
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments										
Licenses and permits										
Intergovernmental										
Investment income			97			127	183	240	299	358
Contributions and donations										
Miscellaneous										
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds										
Subtotal Non Property Tax Funds	-	2,373	13,113	10,000	11,000	11,127	11,403	11,684	11,972	12,265
Property tax levy										
Total Source of Funds	-	2,373	13,113	10,000	11,000	11,127	11,403	11,684	11,972	12,265
<u>Use of Funds:</u>										
Current expenditure										
Capital outlay										
Debt Service										
Depreciation										
Transfer out to other funds										
Total Use of Funds	-	-	-	-	-	-	-	-	-	-
Net Change in fund balance	-	2,373	13,113	10,000	11,000	11,127	11,403	11,684	11,972	12,265
<u>Prior period adjustment</u>										
Ending Fund Balance (FB)		2,373	15,486	25,486	36,486	36,613	48,016	59,701	71,673	83,938
ASSETS:										
Cash and investments		125	13,988	25,486	36,486	36,613	48,016	59,701	71,673	83,938
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-								
Special assessments receivable		2,248								
Other			1,498							
Total Assets	-	2,373	15,486	25,486	36,486	36,613	48,016	59,701	71,673	83,938
LIABILITIES:										
Due to other funds	-	-								
Deferred revenue										
Other										
Total Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	-	2,373	15,486	25,486	36,486	36,613	48,016	59,701	71,673	83,938

Capital Fund for Park Improvements, Fund 225

Fund Description

This Park Improvement Fund 225 is used to account for capital improvements within city parks.

Background

The City prepares an annual Capital Improvement Plan, that includes plans park improvements. On Page 21 details can be found on the annual planned improvements.

Source of Funds

The source of funds for financing park improvements is limited. It includes revenue from park dedication fees charged at time of development, based upon city policy, and transfers in from the General Fund and the Capital Projects Improvements Fund 402.

The financial plan for the Park Improvements Fund, on the next page, includes an anticipation of collection of annual property tax levy for park improvements, beginning in year 2018. Without the phase in of an annual tax levy, the City will need to either decide to reduce the annual planned capital improvements or identify other sources of funds.

Use of Funds

The use of funds is to pay for planned capital improvements within the parks.

Transfers

Transfer in of funds is anticipated in years 2015 from the General Fund and in year 2016 from the Capital Projects Fund.

Balance Sheet Items

The Park Improvement Fund is anticipated to maintain a positive cash balance. Timing of future capital projects will be important and managed within available cash.

Financial Plans

Capital Fund for Park Improvements, Fund 225

City of St. Francis, MN
Capital Fund, Park Improvements, Fund 225
Financial Plan

Financial Plans
Capital Fund for Park
Improvements, Fund
225

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service	1,200	3,275	10,775	1,000	1,000	1,000	1,020	1,040	1,061	1,082
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments										
Licenses and permits										
Intergovernmental	330,479	123,980	44,135							
Investment income	218	989	1,759	1,000	883	883	764	1,833	1,605	1,743
Contributions and donations				500						
Miscellaneous	5,436		41,575	2,593	-					
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds					-	114,000	266,480			
Subtotal Non Property Tax Funds	337,333	128,244	98,244	5,093	1,883	115,883	268,264	2,874	2,666	2,826
Property tax levy									25,000	25,000
Total Source of Funds	337,333	128,244	98,244	5,093	1,883	115,883	268,264	2,874	27,666	27,826
Use of Funds:										
Current expenditure	408,654					-				
Capital outlay		127,225	91,305			174,000	20,000	48,500	-	165,000
Debt Service		561								
Depreciation										
Transfer out to other funds										
Total Use of Funds	408,654	127,786	91,305	-	-	174,000	20,000	48,500	-	165,000
Net Change in fund balance	(71,321)	458	6,939	5,093	1,883	(58,117)	248,264	(45,626)	27,666	(137,174)
Prior period adjustment										
Ending Fund Balance (FB)	164,018	164,476	171,415	176,508	178,391	118,391	366,655	321,029	348,695	211,521
ASSETS:										
Cash and investments	1,402	212,488	174,445	176,508	212,866	152,866	366,655	321,029	348,695	211,521
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-								
Special assessments receivable										
Other	331,161		69,441	34,475						
Total Assets	332,563	212,488	243,886	210,983	212,866	152,866	366,655	321,029	348,695	211,521
LIABILITIES:										
Due to other funds	166,268	-								
Deferred revenue		44,135	68,950	34,475	34,475	34,475	-	-	-	-
Other	2,277	3,877	3,521							
Total Liabilities	168,545	48,012	72,471	34,475	34,475	34,475	-	-	-	-
Total Liabilities and FB (Net Assets)	332,563	212,488	243,886	210,983	212,866	152,866	366,655	321,029	348,695	211,521

Capital Fund for Capital Project Improvements, Fund 402

Financial Plans

Capital Fund for Capital Project Improvements, Fund 402

Fund Description

The Capital Project Improvements Fund was established to account for the construction costs for the new public works/police facility constructed in 2012.

Background

The Economic Development Authority (EDA) issued \$8,200,000 of Lease Revenue Bonds in 2012 to finance the construction of the facility. The City is making lease payments (annual appropriation) to the EDA. The source of funds for the payment comes from the General Fund, Water Fund, and Sanitary Sewer Fund to cover debt service payments on the bonds.

Source of Funds

The source of funds for the project was bond proceeds, interest income, and transfer in of other city funds.

Use of Funds

The use of funds was for the construction of the facility and related costs.

Transfers

There was a transfer in of cash from the General Fund in 2011, in the amount of \$300,000, to pay a portion of the project costs. Close out of the Fund is anticipated in 2016 with any remaining balance being transferred to the Parks Capital Improvement Fund 225.

Balance Sheet Items

There are no balance sheet items. It is anticipated this fund will be closed at end of year 2016.

City of St. Francis, MN
Capital Fund, Capital Project Improvements, Fund 402
Financial Plan

Financial Plans

Capital Fund for
Capital Project
Improvements, Fund
402

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments										
Licenses and permits										
Intergovernmental										
Investment income	513	29,961	2,078	3,000	1,319	1,319	1,326	(0)	(0)	(0)
Contributions and donations						-	-			
Miscellaneous	8,009	2,000	13,229			-	-			
Sale of capital assets										
Bond proceeds		8,200,000								
Tax increments										
Transfer in from other funds	300,000				-					
Subtotal Non Property Tax Funds	308,522	8,231,961	15,307	3,000	1,319	1,319	1,326	(0)	(0)	(0)
Property tax levy								-	-	-
Total Source of Funds	308,522	8,231,961	15,307	3,000	1,319	1,319	1,326	(0)	(0)	(0)
<u>Use of Funds:</u>										
Current expenditure						-	-			
Capital outlay	1,307,722	6,867,527	172,364	21,000						
Debt Service	150,000	172,199								
Depreciation										
Transfer out to other funds		551,795					266,480			
Total Use of Funds	1,457,722	7,591,521	172,364	21,000	-	-	266,480	-	-	-
Net Change in fund balance	(1,149,200)	640,440	(157,057)	(18,000)	1,319	1,319	(265,154)	(0)	(0)	(0)
<u>Prior period adjustment</u>										
Ending Fund Balance (FB)	(201,548)	438,892	281,835	263,835	265,154	265,154	(0)	(0)	(0)	(0)
ASSETS:										
Cash and investments	128,323	630,265	281,940	263,835	265,154	265,154	(0)	(0)	(0)	(0)
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-				-				
Special assessments receivable						-				
Other		9,028	833			-				
Total Assets	128,323	639,293	282,773	263,835	265,154	265,154	(0)	(0)	(0)	(0)
LIABILITIES:										
Due to other funds	-	-								
Deferred revenue										
Other	329,871	200,401	938							
Total Liabilities	329,871	200,401	938							
Total Liabilities and FB (Net Assets)	128,323	639,293	282,773	263,835	265,154	265,154	(0)	(0)	(0)	(0)

**Capital Fund for Vehicles and Equipment,
(New) Fund 402A****Fund Description**

The Vehicle and Equipment, Fund 402A, is shown as a proposed “New” Fund to account for acquisition vehicles and equipment (replacement).

Background

The establishment of a separate Fund to account for vehicle and equipment acquisition will allow for the City to maintain a dedicated source of funds, including fund balance, to pay for annual capital outlay otherwise accounted for in the General Fund and other city funds.

Source of Funds

The financial plan anticipates the issuance of debt (equipment certificates) to finance capital purchases for the next four years. The City will be able to fund annual capital outlay on a pay-go basis beginning in 2019 if the proposed plan to incrementally increase the property tax levy for this purpose is adopted.

Use of Funds

The use of funds is for vehicle and equipment acquisition (replacement) as included in the City’s annual CIP. See page 18 for details on planned vehicles and equipment purchases.

Transfers

The Water Fund and Sanitary Sewer Fund will transfer in funds to pay a portion of the cost of equipment purchased within this Fund for which the utility funds receive benefit.

Balance Sheet Items

The financial plan anticipates an increase of cash over time. The cash is needed to allow the City to transition to a pay-go strategy for funding annual outlay for capital for vehicles and equipment to be accounted for in the fund.

City of St. Francis, MN
Capital Fund, Capital Vehicle and Equipment Replacement (VERF), Fund 402A
Financial Plan

Financial Plans
Capital Fund for
Equipment, (New)
Fund 402A

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments										
Licenses and permits										
Intergovernmental										
Investment income							220	21	771	1,525
Contributions and donations							-			
Miscellaneous							-			
Sale of capital assets										
Bond proceeds					347,500		326,170	126,170	419,870	-
Tax increments										
Transfer in from other funds					-	16,000	20,000	-	-	-
Subtotal Non Property Tax Funds	-	-	-	-	-	363,500	346,390	126,191	420,641	1,525
Property tax levy						137,300	150,000	150,000	150,000	155,000
Total Source of Funds	-	-	-	-	-	500,800	496,390	276,191	570,641	156,525
<u>Use of Funds:</u>										
Current expenditure						-	-			
Capital outlay					456,900		536,170	126,170	419,870	206,100
Debt Service										
Depreciation										
Transfer out to other funds						-				
Total Use of Funds	-	-	-	-	-	456,900	536,170	126,170	419,870	206,100
Net Change in fund balance	-	-	-	-	-	43,900	(39,781)	150,021	150,771	(49,575)
<u>Prior period adjustment</u>										
Ending Fund Balance (FB)	-	-	-	-	-	43,900	4,120	154,140	304,911	255,335
ASSETS:										
Cash and investments				-	-	43,900	4,120	154,140	304,911	255,335
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-								
Special assessments receivable				-	-					
Other										
Total Assets	-	-	-	-	-	43,900	4,120	154,140	304,911	255,335
LIABILITIES:										
Due to other funds	-	-								
Deferred revenue				-	-					
Other										
Total Liabilities	-	-	-	-	-					
Total Liabilities and FB (Net Assets)	-	-	-	-	-	43,900	4,120	154,140	304,911	255,335

Capital Fund for Facilities, (New) Fund 402B

Fund Description

The Facilities Fund 402B is shown as a proposed “New” Fund to account for facility improvements.

Background

The CIP anticipates facility improvements for the fire station in 2015, including related concrete improvements, and adjacent street paving and curbing.

Source of Funds

The source of funds to pay for the improvements is planned to come from the issuance of general obligation capital improvement bonds (“CIP Bonds”). Before the City can issue CIP Bonds to fund the public facility improvements, notice and public hearing is required. There is also a 30-day reverse referendum period.

Use of Funds

The use of funds will be for construction of the improvements.

Transfers

There are not transfers anticipated.

Balance Sheet Items

There are no balance sheet items.

Financial Plans

Capital Fund for Facilities, (New) Fund 402B

City of St. Francis, MN
Capital Fund, Capital Facilities, Fund 402B
Financial Plan

Financial Plans
Capital Fund for
Facilities, (New) Fund
402B

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments										
Licenses and permits										
Intergovernmental										
Investment income							-	-	-	-
Contributions and donations							-			
Miscellaneous							-			
Sale of capital assets										
Bond proceeds					476,948	476,948				
Tax increments										
Transfer in from other funds					-					
Subtotal Non Property Tax Funds	-	-		-	476,948	476,948	-	-	-	-
Property tax levy							-			
Total Source of Funds	-	-		-	476,948	476,948	-	-	-	-
<u>Use of Funds:</u>										
Current expenditure							-			
Capital outlay					476,948	476,948				
Debt Service										
Depreciation										
Transfer out to other funds										
Total Use of Funds	-	-		-	476,948	476,948	-	-	-	-
Net Change in fund balance	-	-		-	-	-	-	-	-	-
<u>Prior period adjustment</u>										
Ending Fund Balance (FB)	-	-		-	-	-	-	-	-	-
ASSETS:										
Cash and investments				-	-	-	-	-	-	-
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-								
Special assessments receivable		-		-	-	-	-	-	-	-
Other					-	-	-	-	-	-
Total Assets	-	-		-	-	-	-	-	-	-
LIABILITIES:										
Due to other funds	-	-								
Deferred revenue		-		-	-	-	-	-	-	-
Other					-	-	-	-	-	-
Total Liabilities	-	-		-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	-	-		-	-	-	-	-	-	-

**Capital Fund for Fire Truck Replacement,
Fund 403****Fund Description**

The Fire Truck Replacement Fund is used to account for funds the City collects for planned replacement of fire trucks.

Background

The General Fund property tax levy has historically been set at a level sufficient to cover annual transfer from the General Fund to the Fire Truck Replacement Fund.

The financial plan anticipates the City will begin to certify a levy for collection in the Fire Truck Replacement Fund to eliminate the need for transfer of cash.

Source of Funds

The source of funds is tax levy (transfer in from the General Fund in prior years) and investment income.

Use of Funds

The use of funds is for capital outlay to acquire fire trucks based on the City's replacement schedule.

Transfers

Prior years include transfer in of funds from the General Fund. This is proposed to be eliminated in future years.

Balance Sheet Items

The fund maintains a positive cash balance for truck replacement.

City of St. Francis, MN
 Capital Fund, Fire Truck Replacement, Fund 403
 Financial Plan

Financial Plans
**Capital Fund for Fire
 Truck Replacement,
 Fund 403**

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments										
Licenses and permits										
Intergovernmental										
Investment income	4,646	3,837	3,622	4,000	3,000	3,000	998	1,228	1,459	1,691
Contributions and donations										
Miscellaneous						-				
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds	100,000	40,000		50,000	50,000					
Subtotal Non Property Tax Funds	104,646	43,837	3,622	54,000	53,000	3,000	998	1,228	1,459	1,691
Property tax levy						50,000	45,000	45,000	45,000	45,000
Total Source of Funds	104,646	43,837	3,622	54,000	53,000	53,000	45,998	46,228	46,459	46,691
Use of Funds:										
Current expenditure										
Capital outlay					266,021	361,121				
Debt Service										
Depreciation										
Transfer out to other funds										
Total Use of Funds	-	-	-	-	266,021	361,121	-	-	-	-
Net Change in fund balance	104,646	43,837	3,622	54,000	(213,021)	(308,121)	45,998	46,228	46,459	46,691
<i>Prior period adjustment</i>										
Ending Fund Balance (FB)	406,183	450,020	453,642	507,642	294,621	199,521	245,519	291,746	338,205	384,896
ASSETS:										
Cash and investments	402,563	448,895	452,306	507,642	294,621	199,521	245,519	291,746	338,205	384,896
Cash and investments escrow/trustee	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
Special assessments receivable	-	-	-	-	-	-	-	-	-	-
Other	3,620	1,125	1,336	-	-	-	-	-	-	-
Total Assets	406,183	450,020	453,642	507,642	294,621	199,521	245,519	291,746	338,205	384,896
LIABILITIES:										
Due to other funds	-	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	406,183	450,020	453,642	507,642	294,621	199,521	245,519	291,746	338,205	384,896

Capital Fund for Aztec Street Improvements, Fund 415

Financial Plans

Capital Fund for Aztec Street Improvements, Fund 415

Fund Description

The Aztec Fund was established to account for street improvements to be funded from special assessments to benefiting property.

Background

The City advanced funds to pay for the improvements. The advance of City funds will be repaid as special assessments are collected..

Source of Funds

The source of funds is collection of special assessments.

Use of Funds

The use of funds is to pay for street improvements, assessed to benefiting property.

Transfers

There are not transfers.

Balance Sheet Items

The special assessments are deferred and will be payable over a 15 year period. The first year of collection is anticipated in 2015.

City of St. Francis, MN
Aztec Street Improvements, Fund 415
Financial Plan

Financial Plans
Capital Fund for Aztec
Street Improvements,
Fund 415

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments					26,720	26,720	24,815	24,815	24,815	24,815
Licenses and permits										
Intergovernmental										
Investment income							0	0	0	0
Contributions and donations										
Miscellaneous										
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds					-					
Subtotal Non Property Tax Funds	-	-	-	-	26,720	26,720	24,815	24,815	24,815	24,815
Property tax levy										
Total Source of Funds	-	-	-	-	26,720	26,720	24,815	24,815	24,815	24,815
Use of Funds:										
Current expenditure										
Capital outlay				250,752		-				
Debt Service										
Depreciation										
Transfer out to other funds										
Total Use of Funds	-	-		250,752	-	-	-	-	-	-
Net Change in fund balance	-	-		(250,752)	26,720	26,720	24,815	24,815	24,815	24,815
<i>Prior period adjustment</i>										
Ending Fund Balance (FB)				(250,752)	(224,032)	(224,032)	(199,217)	(174,402)	(149,587)	(124,772)
ASSETS:										
Cash and investments		-		-	0	0	0	0	0	(0)
Cash and investments escrow/trustee		-		-						
Due from other funds		-		-						
Special assessments receivable				266,500	253,677	253,677	240,278	226,276	211,644	196,353
Other		-		-						
Total Assets	-	-	-	266,500	253,677	253,677	240,279	226,276	211,644	196,353
LIABILITIES:										
Due to other funds		-		249,720	224,032	224,032	199,217	174,402	149,587	124,772
Deferred revenue				266,500	253,677	253,677	240,278	226,276	211,644	196,353
Other				1,032						
Total Liabilities	-	-	-	517,252	477,709	477,709	439,495	400,678	361,231	321,125
Total Liabilities and FB (Net Assets)	-	-	-	266,500	253,677	253,677	240,279	226,276	211,644	196,353

**Capital Fund for River's Edge Trunk Utility
Improvements, Fund 423****Fund Description**

The River's Edge Trunk Utility Improvements Fund was established to account for utility improvements that are to be paid by benefiting property in the future.

Background

The Fund has needed to borrow cash from the Water Fund to cover a negative cash balance resulting from improvements being completed in advance of collection of revenues from future development of property. The financial plan anticipates the closure of this Fund in 2014. The interfund loan will be eliminated and future revenue, when collected in the future, will be recorded directly to the Water Fund.

Source of Funds

The source of funds was anticipated to be collection of future special assessments. The special assessments anticipated are not certified but are subject to terms of an agreement with a developer.

Use of Funds

The use of funds occurred prior to year 2011 and was for trunk utility improvements for water.

Transfers

There are no transfers.

Balance Sheet Items

The prior years due to other funds is cash owed to the Water Fund.

City of St. Francis, MN
 Capital Fund, River Edge Trunk Utility, Fund 423
 Financial Plan

Financial Plans
Capital Fund for River's
Edge Trunk Utility
Improvements, Fund
423

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments										
Licenses and permits										
Intergovernmental										
Investment income	(8,690)	(1,332)					-	-	-	-
Contributions and donations										
Miscellaneous			4,321							
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds					-					
Subtotal Non Property Tax Funds	(8,690)	(1,332)	4,321	-	-	-	-	-	-	-
Property tax levy										
Total Source of Funds	(8,690)	(1,332)	4,321	-	-	-	-	-	-	-
Use of Funds:										
Current expenditure										
Capital outlay										
Debt Service										
Depreciation										
Transfer out to other funds										
Total Use of Funds	-	-	-	-	-	-	-	-	-	-
Net Change in fund balance	(8,690)	(1,332)	4,321	-	-	-	-	-	-	-
Prior period adjustment				516,320						
Ending Fund Balance (FB)	(519,309)	(520,641)	(516,320)	-	-	-	-	-	-	-
ASSETS:										
Cash and investments										
Cash and investments escrow/trustee		-								
Due from other funds		-								
Special assessments receivable										
Other										
Total Assets	-	-	-	-	-	-	-	-	-	-
LIABILITIES:										
Due to other funds	514,989	516,320	516,320				-	-	-	-
Deferred revenue										
Other	4,320	4,321								
Total Liabilities	519,309	520,641	516,320	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	-	-	-	-	-	-	-	-	-	-

Capital Fund for Watermain Looping, Fund 427

Financial Plans

Capital Fund for Watermain Looping, Fund 427

Fund Description

The Watermain Looping Fund was established to account for utility improvements that are to be paid by benefiting property in the future.

Background

The Fund has needed to borrow cash from the Water Fund to cover a negative cash balance resulting from improvements being completed in advance of collection of revenues from future development of property. The financial plan anticipates the closure of this Fund in 2014. The interfund loan will be eliminated and future revenue, when collected in the future, will be recorded directly to the Water Fund.

Source of Funds

The source of funds was anticipated to be collection of future special assessments. The special assessments anticipated are not certified but are subject to terms of an agreement with a developer.

Use of Funds

The use of funds occurred prior to year 2011 and was for water utility improvements.

Transfers

There are no transfers.

Balance Sheet Items

The due to other funds is cash owed to the Water Fund.

City of St. Francis, MN
 Capital Fund, Watermain Looping, Fund 427
 Financial Plan

Financial Plans

**Capital Fund for
 Watermain Looping,
 Fund 427**

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments							-			
Licenses and permits										
Intergovernmental										
Investment income						-				
Contributions and donations							-	-	-	-
Miscellaneous										
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds					-					
Subtotal Non Property Tax Funds	-	-	-	-	-	-	-	-	-	-
Property tax levy										
Total Source of Funds	-	-	-	-	-	-	-	-	-	-
<u>Use of Funds:</u>										
Current expenditure										
Capital outlay										
Debt Service						-				
Depreciation										
Transfer out to other funds										
Total Use of Funds	-	-	-	-	-	-	-	-	-	-
Net Change in fund balance	-	-	-	-	-	-	-	-	-	-
<i>Prior period adjustment</i>				287,151						
Ending Fund Balance (FB)	(287,151)	(287,151)	(287,151)	-	-	-	-	-	-	-
ASSETS:										
Cash and investments				-	-	-	-	-	-	-
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-				-				
Special assessments receivable										
Other	282,530	282,530	282,530		-	-	-	-	-	-
Total Assets	282,530	282,530	282,530	-	-	-	-	-	-	-
LIABILITIES:										
Due to other funds	287,151	287,151	287,151		-	-	-	-	-	-
Deferred revenue	282,530	282,530	282,530		-	-	-	-	-	-
Other					-	-	-	-	-	-
Total Liabilities	569,681	569,681	569,681	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	282,530	282,530	282,530	-	-	-	-	-	-	-

Financial Plans

Capital Fund for Creekview Estate Street and Utility Improvements, Fund 505

Capital Fund for Creekview Estate Street and Utility Improvements, Fund 505

Fund Description

The Creekview Estate Street and Utility Improvement Fund was established to account for utility improvements that are to be paid by benefiting property.

Background

The Fund has needed to borrow cash from the Water Fund to cover a negative cash balance resulting from improvements being completed in advance of collection of special assessments.

Source of Funds

The source of funds is collection of special assessments.

Use of Funds

The use of funds occurred prior to year 2011 and was for street and utility improvements.

Transfers

There are no transfers.

Balance Sheet Items

The due to other funds is cash owed to the Water Fund.

City of St. Francis, MN
 Capital Fund, Creekview Street and Utility Improvements, Fund 505
 Financial Plan

Financial Plans

**Capital Fund for
 Creekview Estate
 Street and Utility
 Improvements, Fund
 505**

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments	20,416	14,457	14,515	14,000	13,500	13,500	13,000	13,000	13,000	13,000
Licenses and permits										
Intergovernmental										
Investment income	(2,239)	(301)					-	-	-	-
Contributions and donations										
Miscellaneous										
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds					-					
Subtotal Non Property Tax Funds	18,177	14,156	14,515	14,000	13,500	13,500	13,000	13,000	13,000	13,000
Property tax levy						-	-	-	-	-
Total Source of Funds	18,177	14,156	14,515	14,000	13,500	13,500	13,000	13,000	13,000	13,000
Use of Funds:										
Current expenditure										
Capital outlay		54	59							
Debt Service										
Depreciation										
Transfer out to other funds										
Total Use of Funds	-	54	59	-	-	-	-	-	-	-
Net Change in fund balance	18,177	14,102	14,456	14,000	13,500	13,500	13,000	13,000	13,000	13,000
<i>Prior period adjustment</i>										
Ending Fund Balance (FB)	(116,343)	(102,241)	(87,785)	(73,785)	(60,285)	(60,285)	(47,285)	(34,285)	(21,285)	(8,285)
ASSETS:										
Cash and investments				-	-	-	-	-	-	-
Cash and investments escrow/trustee		-								
Due from other funds		-								
Special assessments receivable	109,755	101,574	92,903	83,903	74,903	74,903	65,903	56,903	47,903	38,903
Other		276			-	-	-	-	-	-
Total Assets	109,755	101,850	92,903	83,903	74,903	74,903	65,903	56,903	47,903	38,903
LIABILITIES:										
Due to other funds	116,343	101,574	87,785	73,785	60,285	60,285	47,285	34,285	21,285	8,285
Deferred revenue	109,755	102,517	92,903	83,903	74,903	74,903	65,903	56,903	47,903	38,903
Other		-			-	-	-	-	-	-
Total Liabilities	226,098	204,091	180,688	157,688	135,188	135,188	113,188	91,188	69,188	47,188
Total Liabilities and FB (Net Assets)	109,755	101,850	92,903	83,903	74,903	74,903	65,903	56,903	47,903	38,903

Capital Fund for Street Projects, Fund 506**Fund Description**

The Street Projects, Fund 506, is to be established to account for street improvement projects.

Background

Street improvement projects are planned to be funded through the issuance of general obligation improvement bonds, with at least 20% of the project costs assessed to benefiting property. The City has an adopted special assessment policy. The policy specifies the percent of a street improvement cost that will be assessed to benefiting property. The percentage varies depending on whether the street is defined as “rural” or “urban” street. The assessment for a “rural” street is 20% and for a “urban” street 40%. This may vary depending on specific council action at time of certification.

Source of Funds

The source of funds is bond proceeds or state aid. Special assessment revenue is not recorded to this Fund. Special assessment revenue is deposited into the debt service funds to provide revenue for debt service on the bonds issued to finance the improvements.

Use of Funds

The use of funds is for payment of street improvement project costs.

Transfers

There are no transfers anticipated.

Balance Sheet Items

There are no balance sheet items.

City of St. Francis, MN
Capital Fund, Street Projects, Fund 506
Financial Plan

Financial Plans
Capital Fund for Street
Projects, Fund 506

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments						-				
Licenses and permits										
Intergovernmental					550,000	550,000				
Investment income							-	-	-	600
Contributions and donations										
Miscellaneous										
Sale of capital assets										
Bond proceeds					750,000	750,000	3,029,000	600,000	1,942,000	1,171,350
Tax increments										
Transfer in from other funds						60,000				
Subtotal Non Property Tax Funds	-	-	-	-	1,300,000	1,360,000	3,029,000	600,000	1,942,000	1,171,950
Property tax levy						-	-	-	120,000	220,000
Total Source of Funds	-	-	-	-	1,300,000	1,360,000	3,029,000	600,000	2,062,000	1,391,950
Use of Funds:										
Current expenditure										
Capital outlay					1,360,000	1,360,000	2,587,000	600,000	1,942,000	1,721,978
Debt Service										
Depreciation										
Transfer out to other funds							442,000	-		
Total Use of Funds	-	-	-	-	1,360,000	1,360,000	3,029,000	600,000	1,942,000	1,721,978
Net Change in fund balance	-	-	-	-	(60,000)	-	-	-	120,000	(330,028)
Prior period adjustment										
Ending Fund Balance (FB)		-	-	-	(60,000)	-	-	-	120,000	(210,028)
ASSETS:										
Cash and investments					(60,000)	-	-	-	120,000	4,972
Cash and investments escrow/trustee										
Due from other funds						-				
Special assessments receivable						-				
Other					-	-				
Total Assets	-	-	-	-	(60,000)	-	-	-	120,000	4,972
LIABILITIES:										
Due to other funds										215,000
Deferred revenue						-	-	-	-	-
Other						-				
Total Liabilities	-	-	-	-	-	-	-	-	-	215,000
Total Liabilities and FB (Net Assets)	-	-	-	-	(60,000)	-	-	-	120,000	4,972

**Capital Fund for Ivywood and 230th, Fund
507**

Financial Plans

**Capital Fund for
Ivywood and 230th,
Fund 507**

Fund Description

The Ivywood and 230th Fund was established to account for street and utility improvements that are to be paid by benefiting property.

Background

The Fund has needed to borrow cash from the Water Fund to cover a negative cash balance resulting from improvements being completed in advance of collection of special assessments.

Source of Funds

The source of funds is collection of special assessments.

Use of Funds

The use of funds occurred prior to year 2011 and was for street and utility improvements.

Transfers

There are no transfers.

Balance Sheet Items

The due to other funds is cash owed to the Water Fund.

City of St. Francis, MN
Capital Fund, Ivywood and 230th Street, Fund 507
Financial Plan

Financial Plans

Capital Fund for
Ivywood and 230th,
Fund 507

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments	19,389	18,133	12,602	12,500	12,000	12,000	12,000	12,000	12,000	12,000
Licenses and permits										
Intergovernmental										
Investment income	(3,565)	(338)					-	-	-	-
Contributions and donations										
Miscellaneous		60	31							
Sale of capital assets										
Bond proceeds										
Tax increments										
Transfer in from other funds						-				
Subtotal Non Property Tax Funds	15,824	17,855	12,633	12,500	12,000	12,000	12,000	12,000	12,000	12,000
Property tax levy										
Total Source of Funds	15,824	17,855	12,633	12,500	12,000	12,000	12,000	12,000	12,000	12,000
Use of Funds:										
Current expenditure	28,760									
Capital outlay		75	79							
Debt Service										
Depreciation										
Transfer out to other funds						-				
Total Use of Funds	28,760	75	79	-	-	-	-	-	-	-
Net Change in fund balance	(12,936)	17,780	12,554	12,500	12,000	12,000	12,000	12,000	12,000	12,000
<i>Prior period adjustment</i>										
Ending Fund Balance (FB)	(130,546)	(112,766)	(100,212)	(87,712)	(75,712)	(75,712)	(63,712)	(51,712)	(39,712)	(27,712)
ASSETS:										
Cash and investments				-	-	-	-	-	-	-
Cash and investments escrow/trustee		-								
Due from other funds		-								
Special assessments receivable	131,985	119,791	112,568	105,068	97,568	97,568	90,568	83,568	76,568	69,568
Other		-			-	-	-	-	-	-
Total Assets	131,985	119,791	112,568	105,068	97,568	97,568	90,568	83,568	76,568	69,568
LIABILITIES:										
Due to other funds	130,546	112,766	100,212	87,712	75,712	75,712	63,712	51,712	39,712	27,712
Deferred revenue	131,985	119,791	112,568	105,068	97,568	97,568	90,568	83,568	76,568	69,568
Other		-			-	-	-	-	-	-
Total Liabilities	262,531	232,557	212,780	192,780	173,280	173,280	154,280	135,280	116,280	97,280
Total Liabilities and FB (Net Assets)	131,985	119,791	112,568	105,068	97,568	97,568	90,568	83,568	76,568	69,568

**Special Revenue Fund for Police Forfeiture,
Fund 208**

Financial Plans

**Special Revenue Fund
for Police Forfeiture,
Fund 208**

Fund Description

The Police Forfeiture Fund is used to account for police forfeiture, including cash and sale of proceeds.

Background

Revenues and expenditures may vary from year to year depending on the receipt of funds and cash balance available.

Source of Funds

The source of funds comes from the receipt of cash forfeiture or the sale of assets. Investment income is also recorded.

Use of Funds

The use of funds is for public safety purposes.

Transfers

There is not transfer of funds.

Balance Sheet Items

The Fund maintains a cash balance.

City of St. Francis, MN
Special Revenue Fund, Police Forfeiture, Fund 208
Financial Plan

Financial Plans
Special Revenue Fund
for Police Forfeiture,
Fund 208

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service	650		5,899							
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments	-									
Licenses and permits	-									
Intergovernmental	-									
Investment income							35	35	35	35
Contributions and donations							-			
Miscellaneous	2,600		142			-	-			
Sale of capital assets										
Bond proceeds	-									
Tax increments										
Transfer in from other funds					-					
Subtotal Non Property Tax Funds	3,250	-	6,041	-	-	-	35	35	35	35
Property tax levy						-	-	-	-	-
Total Source of Funds	3,250	-	6,041	-	-	-	35	35	35	35
Use of Funds:										
Current expenditure	2,798	2,728	7,482			-	-			
Capital outlay	-									
Debt Service	-									
Depreciation	-									
Transfer out to other funds										
Total Use of Funds	2,798	2,728	7,482	-	-	-	-	-	-	-
Net Change in fund balance	452	(2,728)	(1,441)	-	-	-	35	35	35	35
<i>Prior period adjustment</i>										
Ending Fund Balance (FB)	11,183	8,455	7,014	7,014	7,014	7,014	7,049	7,049	7,084	7,085
ASSETS:										
Cash and investments	11,303	9,363	7,152	7,014	7,014	7,014	7,049	7,049	7,084	7,085
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-								
Special assessments receivable				-	-	-	-	-	-	-
Other				-	-	-	-	-	-	-
Total Assets	11,303	9,363	7,152	7,014	7,014	7,014	7,049	7,049	7,084	7,085
LIABILITIES:										
Due to other funds	-									
Deferred revenue				-	-	-	-	-	-	-
Other	120	908	138							
Total Liabilities	120	908	138	-	-	-	-	-	-	-
Total Liabilities and FB (Net Assets)	11,303	9,363	7,152	7,014	7,014	7,014	7,049	7,049	7,084	7,085

Financial Plans

Special Revenue Fund for Turtle Ridge Tax Increment Financing Fund 250

Special Revenue Fund for Turtle Ridge Tax Increment Financing Fund 250

tribution when the TIF district is decertified. The City will receive a distribution back from the County based on its relative share of the local property tax rates for the given year.

Fund Description

The Turtle Ridge Tax Increment Financing Fund 250 was established to account for “TIF 1” established as housing tax increment financing district in 1999.

Background

The City reports annually to the Minnesota State Auditor on the revenue and expenses of the Fund. TIF 1 has an outstanding obligation for a TIF Note to Turtle Ridge Townhomes. The original par amount of the Note was \$175,000, with a reported balance of \$26,601 to the State Auditor at end of 2013. It is anticipated that TIF 1 will be decertified after final payment on the Note. The financial plan anticipates a decertification date of 12/31/2016.

Source of Funds

The source of funds comes from the collection of tax increment from within the TIF district and from investment income.

Use of Funds

The use of fund is for payment of principal and interest on the TIF Note and administrative expenses that the City may be incur.

Transfers

There are not transfers anticipated.

Balance Sheet Items

The cash balance within the Fund will need to be returned as excess tax increment to the County for redis-

City of St. Francis, MN
Special Revenue Fund, Turtle Ridge TIF, Fund 250
Financial Plan

Financial Plans
Special Revenue Fund
for Turtle Ridge Tax
Increment Financing
Fund 250

	Prior Years				Current Year		Projected			
	2011 Actual	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:										
Charges for service										
Charges for service to enterprise funds										
Fines and forfeitures										
Special assessments										
Licenses and permits										
Intergovernmental										
Investment income	263	182	143	115	150	150	110	115	0	0
Contributions and donations						-	-			
Miscellaneous						-	-			
Sale of capital assets										
Bond proceeds										
Tax increments	15,374	15,144	14,270	15,200	14,500	14,500	14,500	15,000		-
Transfer in from other funds						-				
Subtotal Non Property Tax Funds	15,637	15,326	14,413	15,315	14,650	14,650	14,610	15,115	0	0
Property tax levy						-	-	-	-	-
Total Source of Funds	15,637	15,326	14,413	15,315	14,650	14,650	14,610	15,115	0	0
Use of Funds:										
Current expenditure	14,737	14,177	13,291	13,600	13,600	13,600	13,600	38,028		
Capital outlay										
Debt Service										
Depreciation										
Transfer out to other funds										
Total Use of Funds	14,737	14,177	13,291	13,600	13,600	13,600	13,600	38,028	-	-
Net Change in fund balance	900	1,149	1,122	1,715	1,050	1,050	1,010	(22,913)	0	0
<i>Prior period adjustment</i>										
Ending Fund Balance (FB)	16,868	18,017	19,139	20,854	21,904	21,904	22,914	0	0	0
ASSETS:										
Cash and investments	23,502	24,759	25,483	20,854	21,904	21,904	22,914	0	0	0
Cash and investments escrow/trustee	-	-								
Due from other funds	-	-								
Special assessments receivable										
Other	281	70	75	-	-	-	-	-	-	-
Total Assets	23,783	24,829	25,558	20,854	21,904	21,904	22,914	0	0	0
LIABILITIES:										
Due to other funds		-								
Deferred revenue		-								
Other	6,915	6,812	6,419							
Total Liabilities	6,915	6,812	6,419							
Total Liabilities and FB (Net Assets)	23,783	24,829	25,558	20,854	21,904	21,904	22,914	0	0	0

Total Enterprise Funds Combined

Fund Description

The Enterprise Funds are accounted for separately from the Governmental Funds. The Enterprise Funds include:

- Water Fund
- Sanitary Sewer Fund
- Storm Water Fund (*the City has not established this Fund, it is included for planning purposes*)
- Liquor Store Fund

Background

The Enterprise Funds .

Source of Funds

The source of funds comes from the charges for services or the sale of goods. Other sources of revenue include investment income, intergovernmental (i.e., grants), bond proceeds, and other miscellaneous revenues.

Use of Funds

The use of funds is for operation of the enterprise, capital, and debt service.

Transfers

The Enterprise Funds transfer funds to the Governmental Funds to pay for support received from the Governmental Funds (i.e., General Fund) and to pay for allocated costs of equipment and other items.

Balance Sheet Items

The balance sheet for the Enterprise Funds differs from the Governmental Funds. The Enterprise Funds report capital assets and accumulated depreciation, for example. Another difference is the Enterprise Funds report bonds payable as a liability. Principal payment on bonds reduces the liability. Interest payments on Bonds is recorded as an expense (or use of funds).

Financial Plans

Total Enterprise Funds Combined

Financial Plans

Total Enterprise Funds Combined

City of St. Francis, MN
Total Enterprise Funds Combined
Financial Plan

	Prior Years			Current Year		Projected			
	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:									
Charges for service/gross profit	2,596,472	2,546,504	2,510,000	3,015,942	3,015,942	3,947,210	4,218,143	4,461,138	4,772,849
Special assessments	-	-	-	-	-	-	-	-	-
Development charges (trunk/connect)	-	-	108,000	-	-	144,500	147,390	150,338	153,345
Intergovernmental	-	-	-	2,500,000	2,500,000	-	-	-	-
Investment income	64,903	37,157	56,000	38,437	38,437	26,156	26,180	28,301	28,173
Contributions and donations	66,000	129,000	-	-	-	-	-	-	-
Miscellaneous	39,981	28,241	73,543	31,000	31,000	31,200	31,804	32,420	33,048
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfer in from other funds	-	-	-	-	-	442,000	-	-	-
Total Source of Funds	2,767,356	2,740,902	2,747,543	5,585,379	5,585,379	4,591,066	4,423,517	4,672,197	4,987,415
Use of Funds:									
Operating and other expense	1,302,751	1,366,941	1,592,121	1,659,332	1,674,332	1,931,519	1,970,149	2,009,552	2,049,743
Payment to General Fund for support	-	-	158,237	161,000	161,000	174,220	177,704	181,258	184,884
Debt service interest expense	444,687	463,644	440,000	404,314	394,314	787,262	727,529	736,142	825,501
Depreciation	619,140	676,140	676,140	1,551,640	1,551,640	1,727,440	1,769,627	1,976,549	2,079,628
Transfer out to other funds	60,000	264,880	264,880	264,880	264,880	286,080	267,304	268,552	269,826
Total Use of Funds	2,426,578	2,771,605	3,131,378	4,041,166	4,046,166	4,906,521	4,912,313	5,172,054	5,409,582
Change in net assets	340,778	(30,703)	(383,835)	1,544,213	1,539,213	(315,455)	(488,797)	(499,857)	(422,167)
<i>Prior period adjustment</i>	<i>(99,571)</i>	-	-	-	-	-	-	-	-
Net Assets	15,077,342	15,046,639	14,666,438	16,210,651	16,205,651	15,890,197	15,401,400	14,901,544	14,479,376
ASSETS:									
Cash and investments	6,153,880	5,277,597	5,571,952	5,236,118	5,231,118	5,235,975	5,660,205	5,634,504	4,965,396
Cash and investments escrow/trustee	-	2,121,848	2,121,848	2,121,848	2,121,848	2,030,000	-	-	-
Due from other funds	1,018,754	1,445,222	850,226	738,163	753,163	640,788	336,426	210,584	310,769
Special assessments receivable	170,423	167,697	168,042	168,000	168,000	168,000	168,000	168,000	168,000
Other	545,385	572,976	558,189	558,189	558,189	558,189	558,189	558,189	558,189
Capital assets	27,705,813	27,713,790	27,713,790	45,193,790	45,193,790	48,699,790	49,533,520	53,661,962	55,713,555
<i>Less accumulated depreciation</i>	<i>(5,728,378)</i>	<i>(6,404,518)</i>	<i>(7,080,658)</i>	<i>(8,632,298)</i>	<i>(8,632,298)</i>	<i>(10,359,738)</i>	<i>(12,129,365)</i>	<i>(14,105,913)</i>	<i>(16,185,541)</i>
Total Assets	29,865,877	30,894,612	29,903,389	45,383,810	45,393,810	46,973,004	44,126,975	46,127,327	45,530,367
LIABILITIES:									
Due to other funds	-	-	-	-	15,000	77,440	-	-	150,000
Unearned revenue	856	2,407	35,000	35,000	35,000	35,000	35,000	35,000	35,000
Bonds payable	14,204,000	15,406,000	14,406,000	28,348,000	28,348,000	30,207,000	27,955,000	30,484,000	30,189,000
Other	583,679	439,566	475,000	475,000	475,000	475,000	475,000	475,000	475,000
Total Liabilities	14,788,535	15,847,973	14,916,000	28,858,000	28,873,000	30,794,440	28,465,000	30,994,000	30,849,000
Total Liabilities and Net Assets	29,865,877	30,894,612	29,582,438	45,068,651	45,078,651	46,684,637	43,866,400	45,895,544	45,328,376

Water Fund 601**Fund Description**

The Water Fund is used to account for the operating and capital improvement costs of the water utility system.

Background

The Water Fund is in sound financial condition. The Fund has provided cash to other city funds to cover cash deficits resulting from deferred special assessment collections. In the City's most recent audited financial statements for year end 2013, the City reported cash owed to the Water Fund in the amount of \$1,468,102. The financial plan for the Water Fund included in the Plan, projects that the "Rum River's Bluffs Development Fund 420" and "Creekview Estate Street and Utility Improvement Fund 505" will fully repay the loan to the Water Fund over the next five years. The Plan anticipates the City will close other funds that owe cash to the Water Fund (see Appendix T on page 111 for details) and will instead plan to receipt any future collection of special assessment revenue directly to the Water Fund.

The Financial Plan anticipates the City will issue bonds to finance capital improvements for the water utility system. Total bonding is anticipated in the amount of \$5.4 million between years 2016 and 2018. To the extent interfund loans payable to the Water Fund are repaid sooner than projected, this will reduce the amount of bonding that otherwise may be required.

Source of Funds

The major source of funds for the Water Fund is the charges paid by users of the system. Customers are charged a monthly base fee and a charge per volume

of water used. The City collects approximately \$1.0 million per year in combined charges for services. The City will need to increase its fees in order to pay for the cost of planned improvements and to cover cost of operations for the system. The Financial Plan anticipates a 45% increase in the base and (tiered) usage fees beginning mid-year 2015 and 4% per year in future years. It is estimated that after the 2015 increase, a (residential) water customer in St. Francis will pay less in total water fees than a similar property in North Branch and East Bethel (see Chart 3 on page 13).

Other source of funds include investment income, contributions and donations, and other miscellaneous revenue collected.

The Financial Plan anticipates the City will adopt a water trunk line availability charge that will be payable at time of final plat for new developments. This will provide a new source of revenue to help pay for infrastructure build out and capital maintenance that is not paid directly by new development.

Use of Funds

The use of funds is to pay for the operation and maintenance of the water utility system. Capital improvements are recorded as an asset to the Water Fund and depreciated. Operating expense includes an increase in cost for a new operations FTE beginning in 2016. The Water Fund will pay 50% of the cost.

Transfers

Transfers are for debt service. See Appendix R on page 109.

Balance Sheet

The projected cash balance is relatively stable over the planning period.

City of St. Francis, MN
Water Utility Fund 601
Financial Plan

Financial Plans
Enterprise Fund, Water
Fund 601

	Prior Years			Current Year		Projected			
	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:									
Charges for service/gross profit	1,137,548	1,126,439	1,087,000	1,202,088	1,202,088	1,486,723	1,556,658	1,629,843	1,706,429
Special assessments					-	-	-	-	-
Development charges (trunk/connect)			45,000		-	60,160	61,363	62,590	63,842
Intergovernmental									
Investment income	35,203	19,788	26,000	19,788	19,788	9,349	8,819	10,027	10,322
Contributions and donations	32,400	78,600							
Miscellaneous	16,470	5,767	39,843	10,000	10,000	10,200	10,404	10,612	10,824
Sale of capital assets									
Transfer in from other funds									
Total Source of Funds	1,221,621	1,230,594	1,197,843	1,231,876	1,231,876	1,566,432	1,637,244	1,713,073	1,791,418
Use of Funds:									
Operating and other expense	520,705	540,217	612,032	607,382	607,382	650,530	663,540	676,811	690,347
Payment to General Fund for support			54,237	57,000	57,000	58,140	59,303	60,489	61,699
Debt service interest expense	293,227	290,048	275,000	245,287	245,287	293,607	289,239	273,651	336,786
Depreciation	322,687	326,318	326,318	326,318	326,318	390,068	420,805	521,230	592,380
Transfer out to other funds		101,080	101,080	101,080	101,080	111,080	101,080	101,080	101,080
Total Use of Funds	1,136,619	1,257,663	1,368,667	1,337,067	1,337,067	1,503,424	1,533,967	1,633,260	1,782,291
Change in net assets	85,002	(27,069)	(170,824)	(105,191)	(105,191)	63,008	103,278	79,813	9,127
<i>Prior period adjustment</i>	<i>(27,973)</i>								
Net Assets	5,696,999	5,669,930	5,499,106	5,393,915	5,393,915	5,456,923	5,560,201	5,640,013	5,649,140
ASSETS:									
Cash and investments	2,854,079	1,966,764	2,168,921	1,884,861	1,869,861	1,763,894	2,005,358	2,064,492	1,802,063
Cash and investments escrow/trustee		954,832	954,832	954,832	954,832	913,500			
Due from other funds	1,018,754	1,445,222	850,226	738,163	753,163	640,788	336,426	210,584	310,769
Special assessments receivable	32,226	34,655	35,000	35,000	35,000	35,000	35,000	35,000	35,000
Other	194,900	239,956	225,000	225,000	225,000	225,000	225,000	225,000	225,000
Capital assets	14,168,402	14,170,330	14,170,330	14,170,330	14,170,330	15,445,330	16,060,060	18,068,560	19,491,560
<i>Less accumulated depreciation</i>	<i>(2,249,318)</i>	<i>(2,575,635)</i>	<i>(2,901,953)</i>	<i>(3,228,271)</i>	<i>(3,228,271)</i>	<i>(3,618,339)</i>	<i>(4,039,144)</i>	<i>(4,560,373)</i>	<i>(5,152,753)</i>
Total Assets	16,019,043	16,236,124	15,502,356	14,779,915	14,779,915	15,405,173	14,622,701	16,043,263	16,711,640
LIABILITIES:									
Due to other funds	-								
Unearned revenue	856	2,407	35,000	35,000	35,000	35,000	35,000	35,000	35,000
Bonds payable	10,010,500	10,411,750	9,818,250	9,201,000	9,201,000	9,763,250	8,877,500	10,218,250	10,877,500
Other	310,688	152,037	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Total Liabilities	10,322,044	10,566,194	10,003,250	9,386,000	9,386,000	9,948,250	9,062,500	10,403,250	11,062,500
Total Liabilities and Net Assets	16,019,043	16,236,124	15,502,356	14,779,915	14,779,915	15,405,173	14,622,701	16,043,263	16,711,640

Enterprise Fund, Sanitary Sewer Fund 602**Fund Description**

The Sanitary Sewer Fund is used to account for the operating and capital improvement costs of the sanitary sewer utility system.

Background

The Sanitary Sewer Fund is in sound financial condition. The financial plan anticipates the City will issue bonds to finance capital improvements for the sanitary sewer utility system. Total bonding is anticipated in the amount of \$18.7 million between years 2016 and 2018, this includes a loan from the Minnesota Public Facilities Authority in the amount of \$14.45 million. The City is planning for improvements to the Wastewater Treatment Plant beginning in 2015 at an estimated total cost of \$16.95 million.

Source of Funds

The major source of funds for the Sanitary Sewer Fund is the charges paid by users of the system. Customers are charged a monthly base fee and a charge per volume of water used. The City collects approximately \$0.9 million per year in combined charges for services. The City will need to increase its fees in order to pay for the cost of planned improvements and to cover cost of operations for the system. The Financial Plan anticipates a 85% increase in the base and (tiered) usage fees beginning mid-year 2015 and 4% per year in future years. It is estimated that after the 2015 increase, a (residential) sanitary sewer customer in St. Francis will pay less in total sanitary sewer fees than a similar property in Wyoming but more than other surrounding comparative cities (see Chart 4 on Page 13 for com-

parisons to other cities).

Other source of funds include investment income, contributions and donations, and other miscellaneous revenue collected.

The Financial Plan anticipates the City will adopt a sanitary sewer trunk line availability charge that will be payable at time of final plat for new developments. This will provide a new source of revenue to help pay for infrastructure build out and capital maintenance that is not paid directly by new development. The financial plan anticipates 10 new customers will be added each year (see Table 4, on Page 12).

Use of Funds

The use of funds is for the operation and maintenance of the system, capital improvements, and debt service on bonds issued to finance improvements.

Transfers

The Fund transfers revenue to the General Fund to pay for overhead support. There is annual transfer to pay the Sanitary Sewer Fund's share of debt service on the bonds issued to finance the public works facility. See Appendix R on Page 109 for detail on transfers.

Balance Sheet

Cash balance is projected to decline due to the use of cash to pay for certain improvements on a cash basis instead of debt issuance. The escrow cash balance is for the proceeds from the 2013A Bonds issued to refinance a portion of the 2007A Bonds.

Financial Plans

Enterprise Fund, Sanitary Sewer Fund 602

City of St. Francis, MN
Sanitary Sewer Utility Fund 602
Financial Plan

	Prior Years			Current Year		Projected			
	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:									
Charges for service/gross profit	875,916	884,367	883,000	1,273,854	1,273,854	1,731,128	1,813,013	1,898,723	2,103,151
Special assessments					-				
Development charges (trunk/connect)			63,000		-	84,340	86,027	87,747	89,502
Intergovernmental				2,500,000	2,500,000				
Investment income	18,050	6,446	20,000	10,000	10,000	7,888	8,168	8,711	7,686
Contributions and donations	33,600	50,400							
Miscellaneous	22,376	21,815	33,000	20,000	20,000	20,000	20,400	20,808	21,224
Sale of capital assets									
Transfer in from other funds					-				
Total Source of Funds	949,942	963,028	999,000	3,803,854	3,803,854	1,843,355	1,927,608	2,015,990	2,221,564
Use of Funds:									
Current expenditure	443,094	482,354	630,089	701,950	701,950	746,989	761,929	777,167	792,711
Payment to General Fund for support			54,000	54,000	54,000	55,080	56,182	57,305	58,451
Debt service interest expense	151,460	173,596	165,000	159,027	149,027	493,655	438,290	462,492	488,716
Depreciation	264,128	317,030	317,030	1,189,530	1,189,530	1,275,780	1,286,230	1,386,655	1,396,955
Transfer out to other funds		103,800	103,800	103,800	103,800	113,800	103,800	103,800	103,800
Total Use of Funds	858,682	1,076,780	1,269,919	2,208,307	2,198,307	2,685,304	2,646,431	2,787,419	2,840,633
Change in net assets	91,260	(113,752)	(270,919)	1,595,547	1,605,547	(841,949)	(718,823)	(771,430)	(619,069)
<i>Prior period adjustment</i>	<i>(71,598)</i>								
Net Assets	7,603,393	7,489,641	7,332,474	8,928,021	8,938,021	8,096,072	7,377,249	6,605,820	5,986,751
ASSETS:									
Cash and investments	2,039,434	1,884,920	1,673,173	1,567,542	1,577,542	1,633,639	1,742,296	1,537,272	1,154,908
Cash and investments escrow/trustee	-	1,167,016	1,167,016	1,167,016	1,167,016	1,116,500			
Due from other funds	-				-				
Special assessments receivable	138,197	133,042	133,042	133,000	133,000	133,000	133,000	133,000	133,000
Other	113,767	103,189	103,189	103,189	103,189	103,189	103,189	103,189	103,189
Capital assets	12,720,807	12,726,856	12,726,856	30,176,856	30,176,856	31,901,856	32,110,856	34,119,356	34,325,356
<i>Less accumulated depreciation</i>	<i>(3,048,991)</i>	<i>(3,366,022)</i>	<i>(3,683,052)</i>	<i>(4,872,582)</i>	<i>(4,872,582)</i>	<i>(6,148,362)</i>	<i>(7,434,592)</i>	<i>(8,821,247)</i>	<i>(10,218,202)</i>
Total Assets	11,963,214	12,649,001	12,120,224	28,275,021	28,285,021	28,739,822	26,654,749	27,071,570	25,498,251
LIABILITIES:									
Due to other funds	-								
Unearned revenue									
Bonds payable	4,193,500	4,994,250	4,587,750	19,147,000	19,147,000	20,443,750	19,077,500	20,265,750	19,311,500
Other	166,321	165,110	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Total Liabilities	4,359,821	5,159,360	4,787,750	19,347,000	19,347,000	20,643,750	19,277,500	20,465,750	19,511,500
Total Liabilities and Net Assets	11,963,214	12,649,001	12,120,224	28,275,021	28,285,021	28,739,822	26,654,749	27,071,570	25,498,251

**Enterprise Fund, Storm Water (New) Fund
603**

Fund Description

The Storm Water Fund has not yet been established by the City. It is included in the Financial Management Plan in anticipation of the City adopting. The Fund will be used to account for the operations and capital improvements of the storm water utility system operated and maintained by the City.

Background

The Financial Management Plan anticipates the City will adopt a new utility enterprise for storm water management. The City has been accounting for these costs within the General Fund but without a dedicated revenue source, other than the annual property tax levy. The establishment of a new enterprise fund will allow for the establishment and collection of utility fee to support the operations and maintenance of the storm water utility system. As described on page 8, the City could consider the implementation of a franchise fee in lieu of or in coordination of the establishment of the Storm Water Fund.

Source of Funds

The source of funds for the Storm Water Fund are anticipated to come from the collection of a monthly storm water management utility fee charged to each property owner (on a per parcel basis) within the City.

Use of Funds

The use of funds will be for the operation and capital improvements for the system. The current expenditures include \$97,000 beginning in 2015 for the Storm-

water Program for Municipal Separate Storm Sewer Systems (MS4). Beginning in 2015, the current expenditures also include \$80,000 of expenses for street sweeping and other storm water management activities previously accounted for in the General Fund.

Transfers

There are no anticipated transfers in or transfers out of funds at this time.

Balance Sheet Items

The estimate of the initial charge per parcel unit is projected to generate revenue in excess of preliminary expenditures. The cash balance that is projected will provide funding to pay for capital improvements.

City of St. Francis, MN
Storm Water Fund 603
Financial Plan

Financial Plans
Enterprise Fund, Storm
Sewer (New) Fund 603

	Prior Years			Current Year		Projected			
	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
Source of Funds:									
Charges for service/gross profit					-	178,560	286,656	359,520	378,756
Special assessments									
Development charges (trunk/connect)									
Intergovernmental									
Investment income						-	-	92	410
Contributions and donations									
Miscellaneous									
Sale of capital assets									
Transfer in from other funds				-		442,000	-		
Total Source of Funds	-	-	-	-	-	620,560	286,656	359,612	379,166
Use of Funds:									
Current expenditure					15,000	177,000	180,540	184,151	187,834
Payment to General Fund for support						10,000	10,200	10,404	10,612
Debt service interest expense			-						
Depreciation				-	-	24,800	24,800	29,872	50,502
Transfer out to other funds					-				
Total Use of Funds	-	-	-	-	15,000	211,800	215,540	224,427	248,948
Change in net assets	-	-	-	-	(15,000)	408,760	71,116	135,185	130,219
Prior period adjustment									
Net Assets	-	-	-	-	(15,000)	393,760	464,876	600,061	730,280
ASSETS:									
Cash and investments	-				-	-	18,476	82,091	219
Cash and investments escrow/trustee	-				-				
Due from other funds	-				-				
Special assessments receivable					-	-	-	-	-
Other	-				-	-	-	-	-
Capital assets				-	-	496,000	496,000	597,442	1,010,035
Less accumulated depreciation				-	-	(24,800)	(49,600)	(79,472)	(129,974)
Total Assets	-	-	-	-	-	471,200	464,876	600,061	880,280
LIABILITIES:									
Due to other funds	-				15,000	77,440			150,000
Unearned revenue	-								
Bonds payable					-				
Other	-					-	-	-	-
Total Liabilities	-			-	15,000	77,440	-	-	150,000
Total Liabilities and Net Assets	-			-	-	471,200	464,876	600,061	880,280

Enterprise Fund, Liquor Store Fund 609

cludes funding for installing fiber to the premise.

Financial Plans**Enterprise Fund, Liquor
Store Fund 609****Fund Description**

The Liquor Store Fund is used to account for the operations and capital improvements for the municipal liquor store fund operated by the City.

Background

The Liquor Store Fund has a history of positive annual change in net assets, this is after transfer of funds to the General Fund in the annual amount of \$60,000.

Source of Funds

The source of funds is gross profit from the sale of goods. Annual gross profit has averaged an estimated \$543,000 annually between 2011 and 2014 (unaudited). Other source of funds is interest income on the cash balance for the fund and other miscellaneous annual revenues.

Use of Funds

Use of funds is for the acquisition of inventory (goods) and the operating expense for the store. Annual current expenditures average about \$343,000 per year.

Transfers

The Liquor Store Fund transfers \$60,000 of revenue to the General Fund each year. The financial plan anticipates an inflationary adjustment to the annual transfer.

Balance Sheet Items

The Liquor Store Fund carries a positive cash balance and no significant liabilities. There are no future debt issuance plans. Capital is anticipated to be paid for with cash and is estimated to be \$10,000 per year in capital acquisition, with the exception of year 2015 which in-

City of St. Francis, MN
Liquor Fund 609
Financial Plan

Financial Plans

**Enterprise Fund, Liquor
Fund 609**

	Prior Years			Current Year		Projected			
	2012 Actual	2013 Actual	2014 Est.	2015 Budget	2015 Estimated	2016	2017	2018	2019
<u>Source of Funds:</u>									
Charges for service/gross profit	583,008	535,698	540,000	540,000	540,000	550,800	561,816	573,052	584,513
Special assessments									
Development charges (trunk/connect)									
Intergovernmental									
Investment income	11,650	10,923	10,000	8,649	8,649	8,919	9,192	9,470	9,753
Contributions and donations									
Miscellaneous	1,135	659	700	1,000	1,000	1,000	1,000	1,000	1,000
Sale of capital assets									
Transfer in from other funds				-					
Total Source of Funds	595,793	547,280	550,700	549,649	549,649	560,719	572,008	583,523	595,267
<u>Use of Funds:</u>									
Current expenditure	338,952	344,370	350,000	350,000	350,000	357,000	364,140	371,423	378,851
Payment to General Fund for support			50,000	50,000	50,000	51,000	52,020	53,060	54,122
Debt service interest expense				-	-				
Depreciation	32,325	32,792	32,792	35,792	35,792	36,792	37,792	38,792	39,792
Transfer out to other funds	60,000	60,000	60,000	60,000	60,000	61,200	62,424	63,672	64,946
Total Use of Funds	431,277	437,162	492,792	495,792	495,792	505,992	516,376	526,948	537,711
Change in net assets	164,516	110,118	57,908	53,857	53,857	54,727	55,632	56,575	57,556
<u>Prior period adjustment</u>									
Net Assets	1,776,950	1,887,068	1,834,858	1,888,715	1,888,715	1,943,442	1,999,074	2,055,649	2,113,205
ASSETS:									
Cash and investments	1,260,367	1,425,913	1,729,858	1,783,715	1,783,715	1,838,442	1,894,074	1,950,649	2,008,205
Cash and investments escrow/trustee	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-
Special assessments receivable									
Other	236,718	229,831	230,000	230,000	230,000	230,000	230,000	230,000	230,000
Capital assets	816,604	816,604	816,604	846,604	846,604	856,604	866,604	876,604	886,604
<i>Less accumulated depreciation</i>	<i>(430,069)</i>	<i>(462,861)</i>	<i>(495,653)</i>	<i>(531,445)</i>	<i>(531,445)</i>	<i>(568,237)</i>	<i>(606,029)</i>	<i>(644,821)</i>	<i>(684,613)</i>
Total Assets	1,883,620	2,009,487	2,280,809	2,328,874	2,328,874	2,356,809	2,384,649	2,412,432	2,440,196
LIABILITIES:									
Due to other funds	-	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-
Bonds payable									
Other	106,670	122,419	125,000	125,000	125,000	125,000	125,000	125,000	125,000
Total Liabilities	106,670	122,419	125,000	125,000	125,000	125,000	125,000	125,000	125,000
Total Liabilities and Net Assets	1,883,620	2,009,487	1,959,858	2,013,715	2,013,715	2,068,442	2,124,074	2,180,649	2,238,205

APPENDIX A
City of St. Francis, MN
Water Fund
Calculation of Net Capital Assets

	2013	2014	2015	2016	2017	2018	2019	2020
<u>BALANCE OF CAPITAL ASSETS AND DEPRECIATION</u>								
Land	18,115	18,115	18,115	18,115	18,115	18,115	18,115	18,115
Construction in progress	-	-	-	-	-	-	-	-
Buildings	8,994,235	8,994,235	8,994,235	8,994,235	8,994,235	8,994,235	8,994,235	8,994,235
Machinery & Equipment	151,148	151,148	151,148	1,426,148	2,040,878	2,040,878	2,040,878	2,040,878
Infrastructure	5,006,832	5,006,832	5,006,832	5,006,832	5,006,832	7,015,332	8,438,332	8,573,332
Total capital assets	14,170,330	14,170,330	14,170,330	15,445,330	16,060,060	18,068,560	19,491,560	19,626,560
Less allowance for depreciation	2,575,635	2,901,953	3,228,271	3,618,339	4,039,144	4,560,373	5,152,753	5,751,882
Net capital assets	11,594,695	11,268,377	10,942,059	11,826,991	12,020,917	13,508,187	14,338,808	13,874,678
<u>CHANGES IN CAPITAL ASSETS AND DEPRECIATION</u>								
Land								
Construction in progress	(192,931)							
Buildings	-							
Machinery & Equipment	947,695		-	1,275,000	614,730			
Infrastructure	194,859					2,008,500	1,423,000	135,000
Total capital assets	949,623	-	-	1,275,000	614,730	2,008,500	1,423,000	135,000
Less allowance for depreciation on current assets	322,687	326,318	326,318	326,318	390,068	420,805	521,230	592,380
Less allowance for depreciation on new assets	3,631	-	-	63,750	30,737	100,425	71,150	6,750
Total increase in allowance for depreciation	326,318	326,318	326,318	390,068	420,805	521,230	592,380	599,130
Net capital assets	626,936	-	-	1,211,250	583,994	1,908,075	1,351,850	128,250

* New assets depreciated over 20 years.

APPENDIX B
City of St. Francis, MN
Sanitary Sewer Fund
Calculation of Net Capital Assets

	2013	2014	2015	2016	2017	2018	2019	2020
<u>BALANCE OF CAPITAL ASSETS AND DEPRECIATION</u>								
Land	2,337,838	2,337,838	2,337,838	2,337,838	2,337,838	2,337,838	2,337,838	2,337,838
Construction in progress	-	-	-	-	-	-	-	-
Buildings	7,256,415	7,256,415	24,706,415	24,706,415	24,706,415	24,706,415	24,706,415	24,706,415
Machinery & Equipment	151,321	151,321	151,321	151,321	360,321	360,321	360,321	360,321
Infrastructure	2,981,282	2,981,282	2,981,282	4,706,282	4,706,282	6,714,782	6,920,782	7,030,782
Total capital assets	12,726,856	12,726,856	30,176,856	31,901,856	32,110,856	34,119,356	34,325,356	34,435,356
Less allowance for depreciation	3,366,022	3,683,052	4,872,582	6,148,362	7,434,592	8,821,247	10,218,202	11,620,657
Net capital assets	9,360,834	9,043,804	25,304,274	25,753,494	24,676,264	25,298,109	24,107,154	22,814,699
<u>CHANGES IN CAPITAL ASSETS AND DEPRECIATION</u>								
Land								
Construction in progress	(1,626,846)							
Buildings**			17,450,000					
Machinery & Equipment				-	209,000			
Infrastructure	1,632,895			1,725,000		2,008,500	206,000	110,000
Total capital assets	6,049	-	17,450,000	1,725,000	209,000	2,008,500	206,000	110,000
Less allowance for depreciation on current assets	264,128	317,030	317,030	1,189,530	1,275,780	1,286,230	1,386,655	1,396,955
Less allowance for depreciation on new assets	52,902	-	872,500	86,250	10,450	100,425	10,300	5,500
Total increase in allowance for depreciation	317,030	317,030	1,189,530	1,275,780	1,286,230	1,386,655	1,396,955	1,402,455
Net capital assets	(258,079)	-	16,577,500	1,638,750	198,550	1,908,075	195,700	104,500

* New assets depreciated over 20 years.

APPENDIX C
City of St. Francis, MN
Storm Water Fund
Calculation of Net Capital Assets

	2013	2014	2015	2016	2017	2018	2019	2020
<u>BALANCE OF CAPITAL ASSETS AND DEPRECIATION</u>								
Land		-	-	-	-	-	-	-
Construction in progress		-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-
Machinery & Equipment		-	-	-	-	-	-	-
Infrastructure		-	-	496,000	496,000	597,442	1,010,035	1,111,477
Total capital assets	-	-	-	496,000	496,000	597,442	1,010,035	1,111,477
Less allowance for depreciation		-	-	24,800	49,600	79,472	129,974	185,548
Net capital assets	-	-	-	471,200	446,400	517,970	880,061	925,929
<u>CHANGES IN CAPITAL ASSETS AND DEPRECIATION</u>								
Land								
Construction in progress								
Buildings**								
Machinery & Equipment								
Infrastructure			-	496,000	-	101,442	412,592	101,442
Total capital assets	-	-	-	496,000	-	101,442	412,592	101,442
Less allowance for depreciation on current assets		-	-	-	24,800	24,800	29,872	50,502
Less allowance for depreciation on new assets		-	-	24,800	-	5,072	20,630	5,072
Total increase in allowance for depreciation	-	-	-	24,800	24,800	29,872	50,502	55,574
Net capital assets	-	-	-	471,200	-	96,370	391,963	96,370

* New assets depreciated over 20 years.

APPENDIX D

City Funds: 601
Purpose: GO Water and Sewer Revenue Crossover Refunding Bonds, Series 2006A
Dated: 02/01/06
Original Amount: \$2,840,000
Final Maturity: 2/1/2016
Interest Rates: 3.15% - 4.00%

DEBT SERVICE PAYMENTS				SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS							
Year	Principal	Interest	Total	Less: Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% Subject to Tax Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total
2015	\$535,000	\$31,420	\$566,420	\$311,531	\$254,889	\$0	\$0	\$0	\$0	\$0	\$566,420
2016	\$560,000	\$10,360	\$570,360	\$313,698	\$256,662	\$0	\$0	\$0	\$0	\$0	\$570,360
2017	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2018	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2019	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2020	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2021	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2022	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2023	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2024	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2025	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2026	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2027	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2028	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2029	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2032	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2034	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2035	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2036	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2037	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2038	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2039	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2040	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$1,095,000	\$41,780	\$1,136,780	\$625,229	\$511,551	\$0	\$0	\$0	\$0	\$0	\$1,136,780

APPENDIX F

City Funds: 311
Purpose: GO Improvement and Utility Revenue Bonds, Series 2007A
Dated: 12/01/07
Original Amount: \$1,110,000
Final Maturity: 2/1/2017 *Refunded the bonds with portion of 2013A.
Interest Rates: 4.0% - 4.30%

Year	DEBT SERVICE PAYMENTS			SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS							
	Principal	Interest	Total	Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% of Levy	Less: Special Assessments	Use of Cash	Less: Tax Levy	Total Source of Funds
2015	\$70,000	\$29,683	\$99,683	\$18,580	\$21,300	\$59,803	\$62,793	\$24,000	\$17,893	\$20,900	\$102,673
2016	\$75,000	\$26,783	\$101,783	\$18,580	\$21,300	\$61,903	\$64,998	\$24,000	\$20,098	\$20,900	\$104,878
2017	\$75,000	\$12,641	\$87,641	\$18,580	\$21,300	\$47,761	\$50,149	\$24,000	\$5,249	\$20,900	\$90,029
2018	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2019	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2020	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2021	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2022	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2023	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2024	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2025	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2026	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2027	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2028	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2029	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2032	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2034	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2035	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2036	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2037	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2038	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2039	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2040	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$220,000	\$69,106	\$289,106	\$55,740	\$63,900	\$169,466	\$177,940	\$72,000	\$43,240	\$62,700	\$297,580

**APPENDIX G
CITY OF ST. FRANCIS, MN**

City Funds: 601 and 602
Purpose: GO Improvement and Utility Revenue Bonds, Series 2007A
Dated: 12/01/07
Original Amount: \$3,115,000
Final Maturity: 2/1/2017 *Refunded the bonds with portion of 2013A.
Interest Rates: 4.0% - 4.30%

Year	DEBT SERVICE PAYMENTS			SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS							
	Principal	Interest	Total	Less: Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% of Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total Source of Funds
2015	\$130,000	\$100,678	\$230,678	\$126,873	\$103,805	\$0	\$0	\$0	\$0	\$0	\$230,678
2016	\$135,000	\$95,378	\$230,378	\$126,708	\$103,670	\$0	\$0	\$0	\$0	\$0	\$230,378
2017	\$145,000	\$46,339	\$191,339	\$105,236	\$86,102	\$0	\$0	\$0	\$0	\$0	\$191,339
2018	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2019	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2020	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2021	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2022	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2023	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2024	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2025	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2026	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2027	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2028	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2029	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2032	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2034	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2035	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2036	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2037	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2038	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2039	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2040	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$410,000	\$242,394	\$652,394	\$358,817	\$293,577	\$0	\$0	\$0	\$0	\$0	\$652,394

APPENDIX H
CITY OF ST. FRANCIS, MN

City Funds: 602
Purpose: Sewer Revenue Bonds, Series 2010A
Dated: 09/01/10
Original Amount: \$1,600,000
Final Maturity: 2/1/2031
Interest Rates: 2.00% - 3.50%

DEBT SERVICE PAYMENTS				SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS							
Year	Principal	Interest	Total	Less: Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% of Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total Source of Funds
2015	\$60,000	\$41,331	\$101,331	\$101,331	\$0	\$0	\$0	\$0	\$0	\$0	\$101,331
2016	\$60,000	\$40,056	\$100,056	\$100,056	\$0	\$0	\$0	\$0	\$0	\$0	\$100,056
2017	\$65,000	\$38,650	\$103,650	\$103,650	\$0	\$0	\$0	\$0	\$0	\$0	\$103,650
2018	\$65,000	\$37,188	\$102,188	\$102,188	\$0	\$0	\$0	\$0	\$0	\$0	\$102,188
2019	\$70,000	\$35,669	\$105,669	\$105,669	\$0	\$0	\$0	\$0	\$0	\$0	\$105,669
2020	\$70,000	\$34,094	\$104,094	\$104,094	\$0	\$0	\$0	\$0	\$0	\$0	\$104,094
2021	\$75,000	\$32,406	\$107,406	\$107,406	\$0	\$0	\$0	\$0	\$0	\$0	\$107,406
2022	\$80,000	\$30,466	\$110,466	\$110,466	\$0	\$0	\$0	\$0	\$0	\$0	\$110,466
2023	\$80,000	\$28,326	\$108,326	\$108,326	\$0	\$0	\$0	\$0	\$0	\$0	\$108,326
2024	\$85,000	\$25,951	\$110,951	\$110,951	\$0	\$0	\$0	\$0	\$0	\$0	\$110,951
2025	\$90,000	\$23,326	\$113,326	\$113,326	\$0	\$0	\$0	\$0	\$0	\$0	\$113,326
2026	\$95,000	\$20,504	\$115,504	\$115,504	\$0	\$0	\$0	\$0	\$0	\$0	\$115,504
2027	\$100,000	\$17,344	\$117,344	\$117,344	\$0	\$0	\$0	\$0	\$0	\$0	\$117,344
2028	\$105,000	\$13,884	\$118,884	\$118,884	\$0	\$0	\$0	\$0	\$0	\$0	\$118,884
2029	\$110,000	\$10,256	\$120,256	\$120,256	\$0	\$0	\$0	\$0	\$0	\$0	\$120,256
2030	\$115,000	\$6,388	\$121,388	\$121,388	\$0	\$0	\$0	\$0	\$0	\$0	\$121,388
2031	\$125,000	\$2,188	\$127,188	\$127,188	\$0	\$0	\$0	\$0	\$0	\$0	\$127,188
2032	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2034	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2035	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2036	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2037	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2038	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2039	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2040	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$1,450,000	\$438,027	\$1,888,027	\$1,888,027	\$0	\$0	\$0	\$0	\$0	\$0	\$1,888,027

**APPENDIX I
CITY OF ST. FRANCIS, MN**

City Funds: 311
Purpose: GO Crossover Refunding Bonds, 2013A
Dated: 03/01/13
Original Amount: \$560,000
Final Maturity: 2/1/2023 *Refunded the 2007A Bonds.
Interest Rates: 1.00% - 2.30%

DEBT SERVICE PAYMENTS

Year	Principal	Interest	Total
2015	\$0	\$0	\$0
2016	\$0	\$0	\$0
2017	\$0	\$4,456	\$4,456
2018	\$90,000	\$8,463	\$98,463
2019	\$90,000	\$7,450	\$97,450
2020	\$95,000	\$6,175	\$101,175
2021	\$95,000	\$4,631	\$99,631
2022	\$95,000	\$2,850	\$97,850
2023	\$95,000	\$950	\$95,950
2024	\$0	\$0	\$0
2025	\$0	\$0	\$0
2026	\$0	\$0	\$0
2027	\$0	\$0	\$0
2028	\$0	\$0	\$0
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$0	\$0	\$0
2033	\$0	\$0	\$0
2034	\$0	\$0	\$0
2035	\$0	\$0	\$0
2036	\$0	\$0	\$0
2037	\$0	\$0	\$0
2038	\$0	\$0	\$0
2039	\$0	\$0	\$0
2040	\$0	\$0	\$0
Total	\$560,000	\$34,975	\$594,975

SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS

Less: Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% of Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total Source of Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$4,456	\$4,679	\$0	\$0	\$4,679	\$4,679
\$18,580	\$21,300	\$58,583	\$61,512	\$24,000	\$0	\$37,512	\$101,392
\$18,580	\$21,300	\$57,570	\$60,449	\$24,000	\$0	\$36,449	\$100,329
\$18,580	\$21,300	\$61,295	\$64,360	\$23,000	\$0	\$41,360	\$104,240
\$18,580	\$21,300	\$59,751	\$62,739	\$0	\$0	\$62,739	\$102,619
\$18,580	\$21,300	\$57,970	\$60,869	\$0	\$0	\$60,869	\$100,749
\$18,580	\$21,300	\$56,070	\$58,874	\$0	\$0	\$58,874	\$98,754
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$111,480	\$127,800	\$355,695	\$373,480	\$71,000	\$0	\$302,480	\$612,760

**APPENDIX J
CITY OF ST. FRANCIS, MN**

City Funds: 601 and 602
Purpose: GO Crossover Refunding Bonds, 2013A
Dated: 03/01/13
Original Amount: \$2,170,000
Final Maturity: 2/1/2023 *Refunded the 2007A Bonds.
Interest Rates: 1.00% - 2.30%

DEBT SERVICE PAYMENTS

Year	Principal	Interest	Total
2015	\$0	\$0	\$0
2016	\$0	\$0	\$0
2017	\$0	\$20,016	\$20,016
2018	\$185,000	\$39,108	\$224,108
2019	\$185,000	\$37,026	\$222,026
2020	\$185,000	\$34,483	\$219,483
2021	\$190,000	\$31,433	\$221,433
2022	\$190,000	\$27,870	\$217,870
2023	\$200,000	\$23,970	\$223,970
2024	\$200,000	\$19,970	\$219,970
2025	\$205,000	\$15,920	\$220,920
2026	\$205,000	\$11,718	\$216,718
2027	\$210,000	\$7,255	\$217,255
2028	\$215,000	\$2,473	\$217,473
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$0	\$0	\$0
2033	\$0	\$0	\$0
2034	\$0	\$0	\$0
2035	\$0	\$0	\$0
2036	\$0	\$0	\$0
2037	\$0	\$0	\$0
2038	\$0	\$0	\$0
2039	\$0	\$0	\$0
2040	\$0	\$0	\$0
Total	\$2,170,000	\$271,240	\$2,441,240

SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS

Less: Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% of Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total Source of Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$11,009	\$9,007	\$0	\$0	\$0	\$0	\$0	\$20,016
\$123,259	\$100,848	\$0	\$0	\$0	\$0	\$0	\$224,108
\$122,114	\$99,912	\$0	\$0	\$0	\$0	\$0	\$222,026
\$120,715	\$98,767	\$0	\$0	\$0	\$0	\$0	\$219,483
\$121,788	\$99,645	\$0	\$0	\$0	\$0	\$0	\$221,433
\$119,829	\$98,042	\$0	\$0	\$0	\$0	\$0	\$217,870
\$123,184	\$100,787	\$0	\$0	\$0	\$0	\$0	\$223,970
\$120,984	\$98,987	\$0	\$0	\$0	\$0	\$0	\$219,970
\$121,506	\$99,414	\$0	\$0	\$0	\$0	\$0	\$220,920
\$119,195	\$97,523	\$0	\$0	\$0	\$0	\$0	\$216,718
\$119,490	\$97,765	\$0	\$0	\$0	\$0	\$0	\$217,255
\$119,610	\$97,863	\$0	\$0	\$0	\$0	\$0	\$217,473
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$1,342,682	\$1,098,558	\$0	\$0	\$0	\$0	\$0	\$2,441,240

**APPENDIX K
CITY OF ST. FRANCIS, MN**

City Funds: 330
Purpose: Public Project Lease Revenue Bonds, Series 2012A
Dated: 01/01/12
Original Amount: \$8,200,000
Final Maturity: 2/1/2037
Interest Rates: 1.00% - 5.00%

DEBT SERVICE PAYMENTS				SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS							
Year	Principal	Interest	Total	Less: Sanitary Funds	Less: Water Funds	P&I Paid from City Appropriation	Appropriation	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total Source of Funds
2015	\$230,000	\$318,395	\$548,395	\$82,500	\$82,500	\$383,395	\$383,395	\$0	\$23,395	\$360,000	\$548,395
2016	\$235,000	\$313,510	\$548,510	\$82,500	\$82,500	\$383,510	\$383,510	\$0	\$23,510	\$360,000	\$548,510
2017	\$240,000	\$308,045	\$548,045	\$82,500	\$82,500	\$383,045	\$383,045	\$0	\$18,045	\$365,000	\$548,045
2018	\$245,000	\$301,980	\$546,980	\$82,500	\$82,500	\$381,980	\$381,980	\$0	\$11,980	\$370,000	\$546,980
2019	\$250,000	\$295,295	\$545,295	\$82,500	\$82,500	\$380,295	\$380,295	\$0	\$5,295	\$375,000	\$545,295
2020	\$260,000	\$287,895	\$547,895	\$82,500	\$82,500	\$382,895	\$382,895	\$0	\$7,895	\$375,000	\$547,895
2021	\$265,000	\$279,755	\$544,755	\$82,500	\$82,500	\$379,755	\$379,755	\$0	\$4,755	\$375,000	\$544,755
2022	\$275,000	\$270,909	\$545,909	\$82,500	\$82,500	\$380,909	\$380,909	\$0	\$5,909	\$375,000	\$545,909
2023	\$285,000	\$261,315	\$546,315	\$82,500	\$82,500	\$381,315	\$381,315	\$0	\$6,315	\$375,000	\$546,315
2024	\$295,000	\$250,870	\$545,870	\$82,500	\$82,500	\$380,870	\$380,870	\$0	\$5,870	\$375,000	\$545,870
2025	\$305,000	\$239,313	\$544,313	\$82,500	\$82,500	\$379,313	\$379,313	\$0	\$4,313	\$375,000	\$544,313
2026	\$315,000	\$226,913	\$541,913	\$82,500	\$82,500	\$376,913	\$376,913	\$0	\$1,913	\$375,000	\$541,913
2027	\$330,000	\$213,600	\$543,600	\$82,500	\$82,500	\$378,600	\$378,600	\$0	\$3,600	\$375,000	\$543,600
2028	\$340,000	\$199,363	\$539,363	\$82,500	\$82,500	\$374,363	\$374,363	\$0	(\$638)	\$375,000	\$539,363
2029	\$355,000	\$183,706	\$538,706	\$82,500	\$82,500	\$373,706	\$373,706	\$0	(\$1,294)	\$375,000	\$538,706
2030	\$375,000	\$166,369	\$541,369	\$82,500	\$82,500	\$376,369	\$376,369	\$0	\$1,369	\$375,000	\$541,369
2031	\$390,000	\$147,956	\$537,956	\$82,500	\$82,500	\$372,956	\$372,956	\$0	(\$2,044)	\$375,000	\$537,956
2032	\$410,000	\$128,456	\$538,456	\$82,500	\$82,500	\$373,456	\$373,456	\$0	(\$1,544)	\$375,000	\$538,456
2033	\$430,000	\$107,981	\$537,981	\$82,500	\$82,500	\$372,981	\$372,981	\$0	(\$2,019)	\$375,000	\$537,981
2034	\$450,000	\$86,250	\$536,250	\$82,500	\$82,500	\$371,250	\$371,250	\$0	(\$3,750)	\$375,000	\$536,250
2035	\$475,000	\$63,125	\$538,125	\$82,500	\$82,500	\$373,125	\$373,125	\$0	(\$1,875)	\$375,000	\$538,125
2036	\$500,000	\$38,750	\$538,750	\$82,500	\$82,500	\$373,750	\$373,750	\$0	(\$1,250)	\$375,000	\$538,750
2037	\$525,000	\$13,125	\$538,125	\$82,500	\$82,500	\$373,125	\$373,125	\$0	(\$1,875)	\$375,000	\$538,125
2038			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2039			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2040			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$7,780,000	\$4,702,875	\$12,482,875	\$1,897,500	\$1,897,500	\$8,687,875	\$8,687,875	\$0	\$107,875	\$8,580,000	\$12,482,875

APPENDIX L
CITY OF ST. FRANCIS, MN

City Funds: 312, 402B, and 601
Purpose: GO Bonds 2015
Dated: 06/15/15
Original Amount: \$2,225,000
Final Maturity: 6/15/2040
Interest Rates*: 3.062% *Average annual coupon
 Interest rate subject to change due to the City issuing in excess of \$10 million in 2015. Bonds may not be bank qualified.

By Purpose:	CIP Fund Proceeds	Bonds Issued by Purpose	Term / Years
Equipment	\$347,500	373,000	10
Facilities	\$476,948	513,000	15
Street Improvements, City Portion	\$550,000	590,000	15
Street Improvements, Special Assessment Portion	\$200,000	214,000	15
Water Improvements	\$0	-	
Sanitary Sewer Improvements	\$500,000	535,000	20
Cost of Issuance / Rounding	\$150,000	allocated	
Total Bonds Issued	\$2,224,448	\$2,225,000	

DEBT SERVICE PAYMENTS			
Year	Principal	Interest	Total
2015	\$0	\$0	\$0
2016	\$144,000	\$52,651	\$196,651
2017	\$144,000	\$51,643	\$195,643
2018	\$144,000	\$50,563	\$194,563
2019	\$144,000	\$49,123	\$193,123
2020	\$144,000	\$47,323	\$191,323
2021	\$152,000	\$45,163	\$197,163
2022	\$152,000	\$42,503	\$194,503
2023	\$152,000	\$39,463	\$191,463
2024	\$152,000	\$36,043	\$188,043
2025	\$155,000	\$32,243	\$187,243
2026	\$120,000	\$27,980	\$147,980
2027	\$120,000	\$24,380	\$144,380
2028	\$120,000	\$20,480	\$140,480
2029	\$125,000	\$16,280	\$141,280
2030	\$82,000	\$11,593	\$93,593
2031	\$35,000	\$8,313	\$43,313
2032	\$35,000	\$6,825	\$41,825
2033	\$35,000	\$5,250	\$40,250
2034	\$35,000	\$3,588	\$38,588
2035	\$35,000	\$1,838	\$36,838
2036	\$0	\$0	\$0
2037	\$0	\$0	\$0
2038	\$0	\$0	\$0
2039	\$0	\$0	\$0
2040	\$0	\$0	\$0
Total	\$2,225,000	\$573,238	\$2,798,238

SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS									
Less: Sanitary Funds	Less: Water Funds	Less: P&I Subject to Tax Levy	Less: 105% of Levy	Less: Special Assessments	Less: Use of Cash	Less: Tax Levy	Total Source of Funds		
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$36,928	\$0	\$159,723	\$167,709	\$20,662	\$0	\$147,047	\$204,637		
\$36,788	\$0	\$158,855	\$166,798	\$20,662	\$0	\$146,136	\$203,585		
\$36,638	\$0	\$157,925	\$165,821	\$20,662	\$0	\$145,160	\$202,459		
\$36,438	\$0	\$156,685	\$164,519	\$20,662	\$0	\$143,858	\$200,957		
\$36,188	\$0	\$155,135	\$162,892	\$20,662	\$0	\$142,230	\$199,079		
\$40,888	\$0	\$156,275	\$164,089	\$20,662	\$0	\$143,427	\$204,976		
\$40,450	\$0	\$154,053	\$161,755	\$20,662	\$0	\$141,093	\$202,205		
\$39,950	\$0	\$151,513	\$159,088	\$20,662	\$0	\$138,426	\$199,038		
\$39,388	\$0	\$148,655	\$156,088	\$20,662	\$0	\$135,426	\$195,475		
\$38,763	\$0	\$148,480	\$155,904	\$20,662	\$0	\$135,242	\$194,667		
\$38,075	\$0	\$109,905	\$115,400	\$20,662	\$0	\$94,739	\$153,475		
\$37,325	\$0	\$107,055	\$112,408	\$20,662	\$0	\$91,746	\$149,733		
\$36,513	\$0	\$103,968	\$109,166	\$20,662	\$0	\$88,504	\$145,678		
\$40,638	\$0	\$100,643	\$105,675	\$20,662	\$0	\$85,013	\$146,312		
\$39,513	\$0	\$54,080	\$56,784	\$20,662	\$0	\$36,122	\$96,297		
\$43,313	\$0	\$0	\$0	\$0	\$0	\$0	\$43,313		
\$41,825	\$0	\$0	\$0	\$0	\$0	\$0	\$41,825		
\$40,250	\$0	\$0	\$0	\$0	\$0	\$0	\$40,250		
\$38,588	\$0	\$0	\$0	\$0	\$0	\$0	\$38,588		
\$36,838	\$0	\$0	\$0	\$0	\$0	\$0	\$36,838		
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
\$775,290	\$0	\$2,022,948	\$2,124,095	\$309,926	\$0	\$1,814,169	\$2,899,385		

APPENDIX M
CITY OF ST. FRANCIS, MN

City Funds: 602
Purpose: GO 2015B MPFA Loan
Dated: 08/01/15
Original Amount: \$14,450,000
Final Maturity: 6/15/2040
Interest Rates: 2.000%
 Interest rate subject to change due to the City issuing in excess of \$10 million in 2015. Bonds may not be bank qualified.

By Purpose:	CIP Fund Proceeds	Bonds Issued by Purpose	Term / Years
Equipment	\$0	-	
Facilities	\$0	-	
Street Improvements, City Portion	\$0	-	
Street Improvements, Special Assessment Portion	\$0	-	
Water Improvements	\$0	-	
Sanitary Sewer Improvements	\$14,450,000	14,450,000	20
Cost of Issuance / Rounding	\$0	included	
Total Bonds Issued	\$14,450,000	\$14,450,000	

DEBT SERVICE PAYMENTS			
Year	Principal	Interest	Total
2015	\$0	\$0	\$0
2016	\$5,000	\$289,000	\$294,000
2017	\$5,000	\$288,900	\$293,900
2018	\$595,000	\$288,800	\$883,800
2019	\$605,000	\$276,900	\$881,900
2020	\$620,000	\$264,800	\$884,800
2021	\$630,000	\$252,400	\$882,400
2022	\$645,000	\$239,800	\$884,800
2023	\$655,000	\$226,900	\$881,900
2024	\$670,000	\$213,800	\$883,800
2025	\$680,000	\$200,400	\$880,400
2026	\$695,000	\$186,800	\$881,800
2027	\$710,000	\$172,900	\$882,900
2028	\$725,000	\$158,700	\$883,700
2029	\$740,000	\$144,200	\$884,200
2030	\$755,000	\$129,400	\$884,400
2031	\$770,000	\$114,300	\$884,300
2032	\$785,000	\$98,900	\$883,900
2033	\$800,000	\$83,200	\$883,200
2034	\$815,000	\$67,200	\$882,200
2035	\$830,000	\$50,900	\$880,900
2036	\$850,000	\$34,300	\$884,300
2037	\$865,000	\$17,300	\$882,300
2038	\$0	\$0	\$0
2039	\$0	\$0	\$0
2040	\$0	\$0	\$0
Total	\$14,450,000	\$3,799,800	\$18,249,800

SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS													
Less: Sanitary Funds		Less: Water Funds		Less: P&I Subject to Tax Levy		Less: 105% of Levy		Less: Special Assessments		Less: Use of Cash		Total Source of Funds	
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$294,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$294,000
\$293,900	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$293,900
\$883,800	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$883,800
\$881,900	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$881,900
\$884,800	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$884,800
\$882,400	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$882,400
\$884,800	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$884,800
\$881,900	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$881,900
\$883,800	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$883,800
\$880,400	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$880,400
\$881,800	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$881,800
\$882,900	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$882,900
\$883,700	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$883,700
\$884,200	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$884,200
\$884,400	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$884,400
\$884,300	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$884,300
\$883,900	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$883,900
\$883,200	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$883,200
\$882,200	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$882,200
\$880,900	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$880,900
\$884,300	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$884,300
\$882,300	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$882,300
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$18,249,800	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$18,249,800

APPENDIX N
CITY OF ST. FRANCIS, MN

City Funds: 312, 601
Purpose: GO Bonds 2016
Dated: 06/15/16
Original Amount: \$6,400,000
Final Maturity: 6/15/2036
Interest Rates*: 3.223% *Average annual coupon

By Purpose:	CIP Fund Proceeds	Bonds Issued by Purpose	Term/Years
<i>Equipment</i>	\$326,170	\$334,000	10
<i>Facilities</i>	\$0	\$0	
<i>Street Improvements, City Portion</i>	\$2,379,200	\$2,435,000	15
<i>Street Improvements, Special Assessment Portion</i>	\$649,800	\$665,000	15
<i>Water Improvements</i>	\$1,175,000	\$1,202,000	20
<i>Sanitary Sewer Improvements</i>	\$1,725,000	\$1,764,000	20
<i>Cost of Issuance / Rounding</i>	\$147,830	allocated	
Total Bonds Issued	\$6,403,000	\$6,400,000	

DEBT SERVICE PAYMENTS

Year	Principal	Interest	Total
2015	\$0	\$0	\$0
2016	\$0	\$0	\$0
2017	\$360,000	\$180,765	\$540,765
2018	\$365,000	\$178,065	\$543,065
2019	\$367,000	\$174,415	\$541,415
2020	\$367,000	\$169,828	\$536,828
2021	\$372,000	\$164,323	\$536,323
2022	\$372,000	\$157,813	\$529,813
2023	\$390,000	\$150,373	\$540,373
2024	\$390,000	\$141,598	\$531,598
2025	\$390,000	\$131,848	\$521,848
2026	\$401,000	\$121,123	\$522,123
2027	\$360,000	\$109,093	\$469,093
2028	\$360,000	\$97,393	\$457,393
2029	\$360,000	\$84,793	\$444,793
2030	\$380,000	\$71,293	\$451,293
2031	\$310,000	\$56,093	\$366,093
2032	\$165,000	\$42,918	\$207,918
2033	\$165,000	\$35,493	\$200,493
2034	\$170,000	\$27,655	\$197,655
2035	\$170,000	\$19,155	\$189,155
2036	\$186,000	\$10,230	\$196,230
2037	\$0	\$0	\$0
2038	\$0	\$0	\$0
2039	\$0	\$0	\$0
2040	\$0	\$0	\$0
Total	\$6,400,000	\$2,124,260	\$8,524,260

SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS

Sanitary Funds	Less: Water Funds	P&I Subject to Tax Levy	105% of Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total Source of Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$137,458	\$84,798	\$318,510	\$334,436	\$64,083	\$0	\$270,353	\$556,691
\$136,858	\$89,460	\$316,748	\$332,585	\$64,083	\$0	\$268,502	\$558,902
\$136,058	\$88,960	\$316,398	\$332,217	\$64,083	\$0	\$268,135	\$557,235
\$135,058	\$88,335	\$313,435	\$329,107	\$64,083	\$0	\$265,024	\$552,499
\$133,858	\$87,585	\$314,880	\$330,624	\$64,083	\$0	\$266,541	\$552,067
\$132,458	\$86,710	\$310,645	\$326,177	\$64,083	\$0	\$262,095	\$545,345
\$135,858	\$95,710	\$308,805	\$324,245	\$64,083	\$0	\$260,163	\$555,813
\$133,945	\$94,360	\$303,293	\$318,457	\$64,083	\$0	\$254,374	\$546,762
\$131,820	\$92,860	\$297,168	\$312,026	\$64,083	\$0	\$247,943	\$536,706
\$129,483	\$91,210	\$301,430	\$316,502	\$64,083	\$0	\$252,419	\$537,194
\$126,933	\$89,410	\$252,750	\$265,388	\$64,083	\$0	\$201,305	\$481,730
\$124,170	\$87,460	\$245,763	\$258,051	\$64,083	\$0	\$193,968	\$469,681
\$121,195	\$85,360	\$238,238	\$250,149	\$64,083	\$0	\$186,067	\$456,704
\$123,008	\$93,110	\$235,175	\$246,934	\$64,083	\$0	\$182,851	\$463,051
\$119,408	\$90,310	\$156,375	\$164,194	\$64,083	\$0	\$100,111	\$373,911
\$120,583	\$87,335	\$0	\$0	\$0	\$0	\$0	\$207,918
\$116,308	\$84,185	\$0	\$0	\$0	\$0	\$0	\$200,493
\$116,795	\$80,860	\$0	\$0	\$0	\$0	\$0	\$197,655
\$111,795	\$77,360	\$0	\$0	\$0	\$0	\$0	\$189,155
\$125,545	\$70,685	\$0	\$0	\$0	\$0	\$0	\$196,230
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$2,548,588	\$1,746,063	\$4,229,610	\$4,441,091	\$961,241	\$0	\$3,479,849	\$8,735,741

APPENDIX O
CITY OF ST. FRANCIS, MN

City Funds: 312, 601
Purpose: GO Bonds 2017
Dated: 06/15/17
Original Amount: \$1,445,000
Final Maturity: 6/15/2037
Interest Rates*: 2.733% *Average annual coupon

By Purpose:	CIP Fund Proceeds	Bonds Issued by Purpose	Term/Years
Equipment	\$126,170	\$135,000	10
Facilities	\$0	\$0	
Street Improvements, City Portion	\$360,000	\$387,000	15
Street Improvements, Special Assessment Portion	\$240,000	\$258,000	15
Water Improvements	\$614,730	\$665,000	15
Sanitary Sewer Improvements	\$0	\$0	
Cost of Issuance / Rounding	\$103,600	allocated	
Total Bonds Issued	\$1,444,500	\$1,445,000	

DEBT SERVICE PAYMENTS

Year	Principal	Interest	Total
2015	\$0	\$0	\$0
2016	\$0	\$0	\$0
2017	\$0	\$0	\$0
2018	\$80,000	\$41,070	\$121,070
2019	\$82,000	\$40,270	\$122,270
2020	\$82,000	\$39,245	\$121,245
2021	\$82,000	\$38,015	\$120,015
2022	\$100,000	\$36,580	\$136,580
2023	\$100,000	\$34,580	\$134,580
2024	\$100,000	\$32,330	\$132,330
2025	\$100,000	\$29,830	\$129,830
2026	\$105,000	\$27,080	\$132,080
2027	\$104,000	\$23,930	\$127,930
2028	\$90,000	\$20,550	\$110,550
2029	\$90,000	\$17,400	\$107,400
2030	\$110,000	\$14,025	\$124,025
2031	\$110,000	\$9,625	\$119,625
2032	\$110,000	\$4,950	\$114,950
2033	\$0	\$0	\$0
2034	\$0	\$0	\$0
2035	\$0	\$0	\$0
2036	\$0	\$0	\$0
2037	\$0	\$0	\$0
2038	\$0	\$0	\$0
2039	\$0	\$0	\$0
2040	\$0	\$0	\$0
Total	\$1,445,000	\$409,480	\$1,854,480

SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS

Less: Sanitary Funds	Less: Water Funds	P&I to Tax Levy	Subject 105% of Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total Source of Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$54,288	\$66,783	\$70,122	\$24,909	\$0	\$45,213	\$124,409
\$0	\$53,938	\$68,333	\$71,749	\$24,909	\$0	\$46,841	\$125,687
\$0	\$53,500	\$67,745	\$71,132	\$24,909	\$0	\$46,224	\$124,632
\$0	\$52,975	\$67,040	\$70,392	\$24,909	\$0	\$45,483	\$123,367
\$0	\$62,363	\$74,218	\$77,928	\$24,909	\$0	\$53,020	\$140,291
\$0	\$61,463	\$73,118	\$76,773	\$24,909	\$0	\$51,865	\$138,236
\$0	\$60,450	\$71,880	\$75,474	\$24,909	\$0	\$50,565	\$135,924
\$0	\$59,325	\$70,505	\$74,030	\$24,909	\$0	\$49,122	\$133,355
\$0	\$58,088	\$73,993	\$77,692	\$24,909	\$0	\$52,784	\$135,780
\$0	\$56,738	\$71,193	\$74,752	\$24,909	\$0	\$49,844	\$131,490
\$0	\$55,275	\$55,275	\$58,039	\$24,909	\$0	\$33,130	\$113,314
\$0	\$53,700	\$53,700	\$56,385	\$24,909	\$0	\$31,476	\$110,085
\$0	\$62,013	\$62,013	\$65,113	\$24,909	\$0	\$40,205	\$127,126
\$0	\$59,813	\$59,813	\$62,803	\$24,909	\$0	\$37,895	\$122,616
\$0	\$57,475	\$57,475	\$60,349	\$24,909	\$0	\$35,440	\$117,824
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$861,400	\$993,080	\$1,042,734	\$373,629	\$0	\$669,105	\$1,904,134

APPENDIX P
CITY OF ST. FRANCIS, MN

City Funds: 312, 601
Purpose: GO Bonds 2018
Dated: 06/15/18
Original Amount: \$6,515,000
Final Maturity: 6/15/2037
Interest Rates*: 3.529% *Average annual coupon

By Purpose:	CIP Fund Proceeds	Bonds Issued by Purpose	Term/Years
Equipment	\$419,870	\$428,000	10
Facilities	\$0	\$0	
Street Improvements, City Portion	\$1,553,600	\$1,587,000	15
Street Improvements, Special Assessment Portion	\$388,400	\$400,000	15
Water Improvements	\$2,008,500	\$2,050,000	22
Sanitary Sewer Improvements	\$2,008,500	\$2,050,000	22
Cost of Issuance / Rounding	\$133,130	allocated	
Total Bonds Issued	\$6,512,000	\$6,515,000	

DEBT SERVICE PAYMENTS

Year	Principal	Interest	Total
2015	\$0	\$0	\$0
2016	\$0	\$0	\$0
2017	\$0	\$0	\$0
2018	\$0	\$0	\$0
2019	\$290,000	\$240,563	\$530,563
2020	\$295,000	\$236,938	\$531,938
2021	\$300,000	\$232,513	\$532,513
2022	\$310,000	\$227,263	\$537,263
2023	\$310,000	\$221,063	\$531,063
2024	\$325,000	\$214,088	\$539,088
2025	\$335,000	\$205,963	\$540,963
2026	\$345,000	\$196,750	\$541,750
2027	\$370,000	\$186,400	\$556,400
2028	\$378,000	\$174,375	\$552,375
2029	\$330,000	\$161,145	\$491,145
2030	\$355,000	\$148,770	\$503,770
2031	\$360,000	\$134,570	\$494,570
2032	\$360,000	\$119,270	\$479,270
2033	\$367,000	\$103,070	\$470,070
2034	\$200,000	\$85,638	\$285,638
2035	\$205,000	\$75,638	\$280,638
2036	\$210,000	\$64,875	\$274,875
2037	\$210,000	\$53,325	\$263,325
2038	\$220,000	\$41,250	\$261,250
2039	\$220,000	\$28,050	\$248,050
2040	\$220,000	\$14,300	\$234,300
Total	\$6,515,000	\$3,165,813	\$9,680,813

SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS

Less: Sanitary Funds	Less: Water P&I Subject to Tax Levy	Less: 105% of Levy	Less: Special Assessments	Less: Use of Cash	Less: Tax Levy	Total Source of Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$160,788	\$160,788	\$208,988	\$219,437	\$38,200	\$0	\$541,012
\$159,819	\$159,819	\$212,300	\$222,915	\$38,200	\$0	\$542,553
\$158,656	\$158,656	\$215,200	\$225,960	\$38,200	\$0	\$543,273
\$159,800	\$159,800	\$217,663	\$228,546	\$38,200	\$0	\$548,146
\$158,200	\$158,200	\$214,663	\$225,396	\$38,200	\$0	\$541,796
\$158,900	\$158,900	\$221,288	\$232,352	\$38,200	\$0	\$550,152
\$156,838	\$156,838	\$227,288	\$238,652	\$38,200	\$0	\$552,327
\$157,069	\$157,069	\$227,613	\$238,993	\$38,200	\$0	\$553,131
\$159,519	\$159,519	\$237,363	\$249,231	\$38,200	\$0	\$568,268
\$156,594	\$156,594	\$239,188	\$251,147	\$38,200	\$0	\$564,334
\$158,444	\$158,444	\$174,258	\$182,970	\$38,200	\$0	\$499,858
\$157,381	\$157,381	\$189,008	\$198,458	\$38,200	\$0	\$513,220
\$153,481	\$153,481	\$187,608	\$196,988	\$38,200	\$0	\$503,950
\$149,338	\$149,338	\$180,595	\$189,625	\$38,200	\$0	\$488,300
\$144,950	\$144,950	\$180,170	\$189,179	\$38,200	\$0	\$479,079
\$142,819	\$142,819	\$0	\$0	\$0	\$0	\$285,638
\$140,319	\$140,319	\$0	\$0	\$0	\$0	\$280,638
\$137,438	\$137,438	\$0	\$0	\$0	\$0	\$274,875
\$131,663	\$131,663	\$0	\$0	\$0	\$0	\$263,325
\$130,625	\$130,625	\$0	\$0	\$0	\$0	\$261,250
\$124,025	\$124,025	\$0	\$0	\$0	\$0	\$248,050
\$117,150	\$117,150	\$0	\$0	\$0	\$0	\$234,300
\$3,273,813	\$3,273,813	\$3,133,188	\$3,289,847	\$573,005	\$0	\$9,837,472

CITY OF ST. FRANCIS, MN

City Funds: 312, 601
Purpose: GO Bonds 2019
Dated: 06/15/19
Original Amount: \$2,670,000
Final Maturity: 6/15/2037
Interest Rates*: 2.769% *Average annual coupon

By Purpose:	CIP Fund Proceeds	Bonds Issued by Purpose	Term/Years
Equipment	\$0	\$0	
Facilities	\$0	\$0	
Street Improvements, City Portion	\$702,810	\$720,000	15
Street Improvements, Special Assessment Portion	\$468,540	\$490,000	15
Water Improvements	\$1,423,000	\$1,460,000	15
Sanitary Sewer Improvements	\$0	\$0	
Cost of Issuance / Rounding	\$75,650	allocated	
Total Bonds Issued	\$2,670,000	\$2,670,000	

DEBT SERVICE PAYMENTS

Year	Principal	Interest	Total
2015	\$0	\$0	\$0
2016	\$0	\$0	\$0
2017	\$0	\$0	\$0
2018	\$0	\$0	\$0
2019	\$0	\$0	\$0
2020	\$70,000	\$94,550	\$164,550
2021	\$90,000	\$93,500	\$183,500
2022	\$130,000	\$91,925	\$221,925
2023	\$140,000	\$89,325	\$229,325
2024	\$150,000	\$86,175	\$236,175
2025	\$170,000	\$82,425	\$252,425
2026	\$180,000	\$77,750	\$257,750
2027	\$200,000	\$72,350	\$272,350
2028	\$200,000	\$65,850	\$265,850
2029	\$200,000	\$58,850	\$258,850
2030	\$220,000	\$51,350	\$271,350
2031	\$230,000	\$42,550	\$272,550
2032	\$230,000	\$32,775	\$262,775
2033	\$230,000	\$22,425	\$252,425
2034	\$230,000	\$11,500	\$241,500
2035	\$0	\$0	\$0
2036	\$0	\$0	\$0
2037	\$0	\$0	\$0
2038	\$0	\$0	\$0
2039	\$0	\$0	\$0
2040	\$0	\$0	\$0
Total	\$2,670,000	\$973,300	\$3,643,300

SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS

Sanitary Funds	Less: Water P&I Subject to Tax Levy	105% of Levy	Less: Special Assessments	Less: Use of Cash	Tax Levy	Total Source of Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$90,575	\$73,975	\$77,674	\$46,456	\$0	\$31,217
\$0	\$109,975	\$73,525	\$77,201	\$46,456	\$0	\$30,745
\$0	\$138,925	\$83,000	\$87,150	\$46,456	\$0	\$40,694
\$0	\$137,125	\$92,200	\$96,810	\$46,456	\$0	\$50,354
\$0	\$135,100	\$101,075	\$106,129	\$46,456	\$0	\$59,672
\$0	\$142,850	\$109,575	\$115,054	\$46,456	\$0	\$68,597
\$0	\$140,100	\$117,650	\$123,533	\$46,456	\$0	\$77,076
\$0	\$137,100	\$135,250	\$142,013	\$46,456	\$0	\$95,556
\$0	\$133,850	\$132,000	\$138,600	\$46,456	\$0	\$92,144
\$0	\$130,350	\$128,500	\$134,925	\$46,456	\$0	\$88,469
\$0	\$136,600	\$134,750	\$141,488	\$46,456	\$0	\$95,031
\$0	\$142,200	\$130,350	\$136,868	\$46,456	\$0	\$90,411
\$0	\$137,100	\$125,675	\$131,959	\$46,456	\$0	\$85,502
\$0	\$131,700	\$120,725	\$126,761	\$46,456	\$0	\$80,305
\$0	\$126,000	\$115,500	\$121,275	\$46,456	\$0	\$74,819
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$1,969,550	\$1,673,750	\$1,757,438	\$696,847	\$0	\$1,060,590
						\$3,726,988

APPENDIX R
City of St. Francis, MN
Annual Taxes Payable and Annual Utility Fees Payable by Property Types

	Projected Based on Assumptions in Financial Management Plan					
	2014	2015 ¹	2016	2017	2018	2019
<u>Residential Customer</u>						
Value of Residential-Single Family Home	\$132,000					
Gallons of water per month	8,000					
Annual Taxes and Utility Charges Payable to City:						
Property Taxes Payable	\$636	\$628	\$659	\$749	\$817	\$908
Water Bill	\$579	\$837	\$870	\$905	\$941	\$978
Sanitary Sewer Bill	\$620	\$1,148	\$1,194	\$1,241	\$1,291	\$1,420
Storm Sewer Bill	\$0	\$0	\$60	\$96	\$120	\$126
Total Water Charges for Example Residential Customer	\$1,836	\$2,613	\$2,783	\$2,991	\$3,169	\$3,432
<i>% change per year</i>		42.4%	6.5%	7.5%	6.0%	8.3%
<i>\$ change per year</i>		\$778	\$170	\$208	\$178	\$263
<u>Commercial Customer</u>						
Value of Commercial Property	\$1,000,000					
Number of equivalent units assigned	3					
Gallons of water per quarter	100,000					
Annual Taxes and Utility Charges Payable to City:						
Property Taxes Payable	\$11,479	\$11,344	\$11,901	\$13,513	\$14,750	\$16,382
Water Bill	\$50,761	\$73,595	\$79,599	\$82,782	\$86,092	\$90,396
Sanitary Sewer Bill	\$1,861	\$3,443	\$3,724	\$3,873	\$4,260	\$4,473
Storm Sewer Bill	\$0	\$0	\$60	\$96	\$120	\$126
Total Water Charges for Example Commercial Customer	\$64,101	\$88,382	\$95,284	\$100,264	\$105,223	\$111,378
<i>% change per year</i>		37.9%	7.8%	5.2%	4.9%	5.8%
<i>\$ change per year</i>		\$24,281	\$6,902	\$4,980	\$4,959	\$6,155

¹ Calculated based on projected fee increase for year 2015. Figures above assume fee increase was effective 1/1/2015. The actual payments for 2015 would be less than shown because a fee increase, if implemented in 2015, will be for only part of the year and not a full 12 months.

APPENDIX S
City of St. Francis, MN
Interfund Transfers

FROM / TO	Prior Years				Current Year		Projected									
	2011 Actual	2012 Actual	2013 Actual	2014 Estimated	2015 Budget	2015 Estimated	2016	2017	2018	2019	2020	2021	2022	2023	2024	
General Fund 100																
EDA Lease Revenue Bond Fund 330	300,000	330,000	340,000	340,000	360,000	360,000	365,000	380,000	380,000	380,000	380,000	380,000	380,000	380,000	380,000	
MSA Construction Fund 420	16,286															
Park Capital Improvemen Fund 225					-	114,000		-	-	-	-	-	-	-	-	
Street Projects Fund 506					-	60,000		-	-	-	-	-	-	-	-	
Fire Truck Replacement Fund 403	100,000	40,000		50,000	50,000											
Total	416,286	370,000	340,000	390,000	410,000	534,000	365,000	380,000	380,000	380,000	380,000	380,000	380,000	380,000	380,000	
Capital Projects Fund 402																
EDA Lease Revenue Bond Fund 330		551,795														
Capital Park Improv Fund 225							266,480									
Total	-	551,795	-	-	-	-	266,480	-	-	-	-	-	-	-	-	
Street Projects Fund 506																
Storm Water Fund 603							442,000									
Other																
Total	-	-	-	-	-	-	442,000	-	-	-	-	-	-	-	-	
SUBTOTAL GOVERNMENTAL FUNDS	416,286	921,795	340,000	390,000	410,000	534,000	1,073,480	380,000	380,000	380,000	380,000	380,000	380,000	380,000	380,000	
Water Fund 601																
EDA Lease Revenue Bond Fund 330			82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	
Vehicle and Equipment Fund 402A						8,000	10,000	-	-	-	-	-	-	-	-	
GO Bonds 2007A Fund 311	18,580		18,580	18,580	18,580	18,580	18,580	18,580	18,580	18,580	18,580	18,580	18,580	18,580		
Total	18,580	-	101,080	101,080	101,080	109,080	111,080	101,080	101,080	101,080	101,080	101,080	101,080	101,080	82,500	
Sanitary Sewer Fund 602																
EDA Lease Revenue Bond Fund 330			82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	82,500	
Vehicle and Equipment Fund 402A						8,000	10,000	-	-	-	-	-	-	-	-	
GO Bonds 2007A Fund 311	21,300		21,300	21,300	21,300	21,300	21,300	21,300	21,300	21,300	21,300	21,300	21,300	21,300		
Total	21,300	-	103,800	103,800	103,800	111,800	113,800	103,800	103,800	103,800	103,800	103,800	103,800	103,800	82,500	
Liquor Fund XXXX																
General Fund 101	60,000	60,000	60,000	60,000	60,000	60,000	61,200	62,424	63,672	64,946	66244.8482	67569.7452	68921.1401	70299.5629	71705.5541	
Other																
Total	60,000	60,000	60,000	60,000	60,000	60,000	61,200	62,424	63,672	64,946	66244.8482	67569.7452	68921.1401	70299.5629	71705.5541	
TOTAL ALL FUNDS	516,166	981,795	604,880	654,880	674,880	814,880	1,359,560	647,304	648,552	649,826	651,125	652,450	653,801	655,180	616,706	

APPENDIX T
City of St. Francis, MN
Interfund Loans

FROM / TO	Prior Years				Current Year		Projected								
	2011 Actual	2012 Actual	2013 Actual	2014 Estimated	2015 Budget	2015 Estimated	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>Water Fund 601</u>															
Storm Water Fund 603						15,000	77,440	-	-	150,000	55,000	-	-	-	-
Rum River's Bluffs Develop Fund 420			453,754	439,009	378,134	378,134	253,134	76,027	-	-	-	-	-	-	-
Park Improvements Fund 225	166,268	-													
Aztec Improvements Fund 415				249,720	224,032	224,032	199,217	174,402	149,587	124,772	99,957	75,142	50,328	25,513	698
River's Edge Trunk Utility Improv Fund 423	514,989	516,320	516,320	-	-	-	-	-	-	-	-	-	-	-	-
Watermain Looping Fund 427	287,151	287,151	287,151	-	-	-	-	-	-	-	-	-	-	-	-
Creekview Estate Street Utility Improv Fund 505	116,343	102,517	87,785	73,785	60,285	60,285	47,285	34,285	21,285	8,285	-	-	-	-	-
Ivywood and 230th Lane Fund 507	130,546	112,766	100,212	87,712	75,712	75,712	63,712	51,712	39,712	27,712	15,712	3,712	-	-	-
Subtotal	1,215,297	1,018,754	1,445,222	850,226	738,163	753,163	640,788	336,426	210,584	310,769	170,669	78,854	50,328	25,513	698
<u>General Fund 101</u>															
Park Improvements Funds 225							-	-	-	-	-	-	-	-	-
Storm Water Fund 603						15,000	77,440	-	-	150,000	55,000	-	-	-	-
Street Improvement Fund 506							-	-	-	215,000	276,000	245,000	102,000	2,000	-
Subtotal	-	-	-	-	-	15,000	77,440	-	-	365,000	331,000	245,000	102,000	2,000	-
TOTAL ALL FUNDS	1,215,297	1,018,754	1,445,222	850,226	738,163	768,163	718,228	336,426	210,584	675,769	501,669	323,854	152,328	27,513	698

APPENDIX II

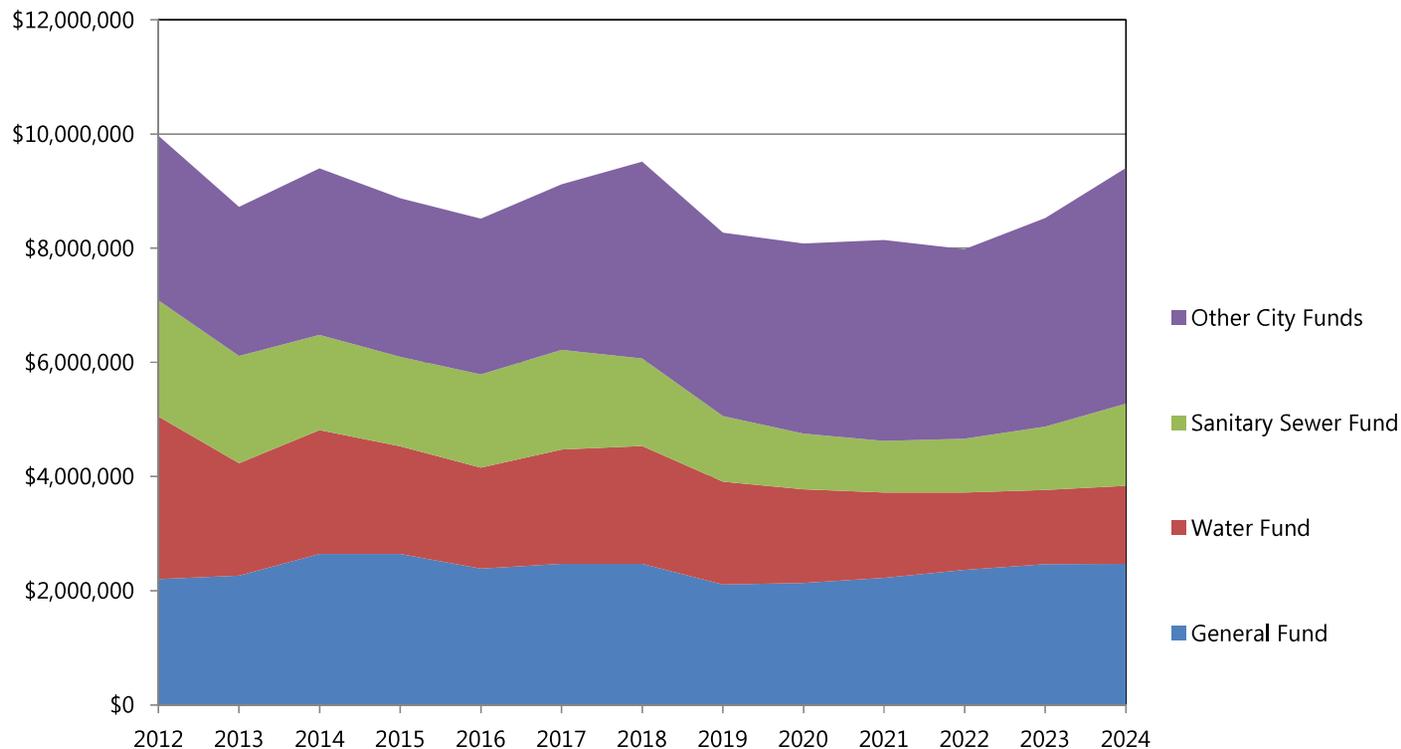
City of St. Francis, MN

Impact of Different Rate Increases on Estimated Year-End Cash Balance

[Estimates are based on expense and other revenue assumptions included in the Financial Management Plan]

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Water Fund										
Scenario 1 (Financial Plan)										
Rate increase	0%	0%	4.0%	4.0%	4.0%	4.0%	4.0%	5.0%	5.0%	5.0%
Cash Balance	1,366,764	2,168,921	1,289,261	1,763,259	2,005,158	2,069,492	1,882,668	1,690,206	1,580,005	1,353,325
Revenue	1,125,439	1,087,000	1,707,088	1,496,771	1,556,658	1,679,861	1,706,479	1,809,749	1,906,575	2,015,716
Scenario 2										
Rate increase	0%	0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%
Cash Balance	1,966,764	1,361,826	582,429	670,419	601,921	488,930	249,878	102,364	127,176	337,400
Revenue	1,125,439	978,836	1,030,064	1,193,932	1,323,991	1,468,167	1,627,987	1,805,143	2,001,510	2,219,164
Scenario 3										
Rate increase	0%	0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%
Cash Balance	1,966,764	1,361,826	808,021	488,722	182,288	(272,320)	(878,315)	(1,713,380)	(2,435,774)	(3,146,288)
Revenue	1,125,439	978,836	995,659	1,046,812	1,086,973	1,128,635	1,171,854	1,216,687	1,263,192	1,311,432
Sanitary Sewer Fund										
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Scenario 1 (Financial Plan)										
Rate increase	0%	0%	8.0%	4.0%	4.0%	4.0%	10.0%	5.0%	5.0%	5.0%
Cash Balance	1,884,920	1,673,173	1,567,582	1,633,639	1,742,296	1,537,272	1,154,908	974,608	901,314	944,005
Revenue	884,367	889,000	1,773,854	1,731,128	1,813,013	1,888,771	2,108,151	2,223,641	2,350,978	2,485,548
Scenario 2										
Rate increase	0%	0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%
Cash Balance	1,884,920	1,587,210	1,190,088	633,446	25,947	(655,688)	(1,364,318)	(2,033,536)	(2,547,393)	(2,891,861)
Revenue	884,367	890,037	938,323	1,089,268	1,208,291	1,340,270	1,486,610	1,648,868	1,828,771	2,028,230
Scenario 3										
Rate increase	0%	0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%
Cash Balance	1,884,920	1,587,210	1,158,732	467,750	(356,883)	(1,350,387)	(2,478,011)	(3,691,315)	(4,889,058)	(6,073,861)
Revenue	884,367	890,037	907,007	953,045	950,965	1,080,316	1,070,688	1,111,356	1,154,173	1,198,598

**Appendix V
Year End Cash Estimates By Fund**



Note: Year end cash estimates do not include cash held in escrow. The City has cash held in escrow for debt service which is restricted.

Total year-end cash for the General Fund is projected to remain fairly stable over the financial planning horizon.

The cash balances for the Water Fund and the Sanitary Sewer Fund are projected to experience a managed reduction as the City phases in changes (increases) to the fees and charges paid by users of the systems.

Other City Funds, which includes the capital projects funds, is projected to have an increase in cash balances. The increase is projected to come from a planned phase in of pay-go strategy (versus debt financing) for annual capital spending. A pay-go strategy will require a greater amount of cash balance to manage year to year spending.

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