

2015
4th QUARTER
FINANCIAL REPORTS

CITY OF ANOKA

City of Anoka - Big Picture

Total city revenues are down about (\$7 million) when compared to December 31, 2014.

Received \$1.1 million in 2014 from the State for Thurston Avenue reconstruction

Received \$6.4 million in 2014 for bond refunding

Accrual entries have not been completed for all funds.

City of Anoka - Big Picture

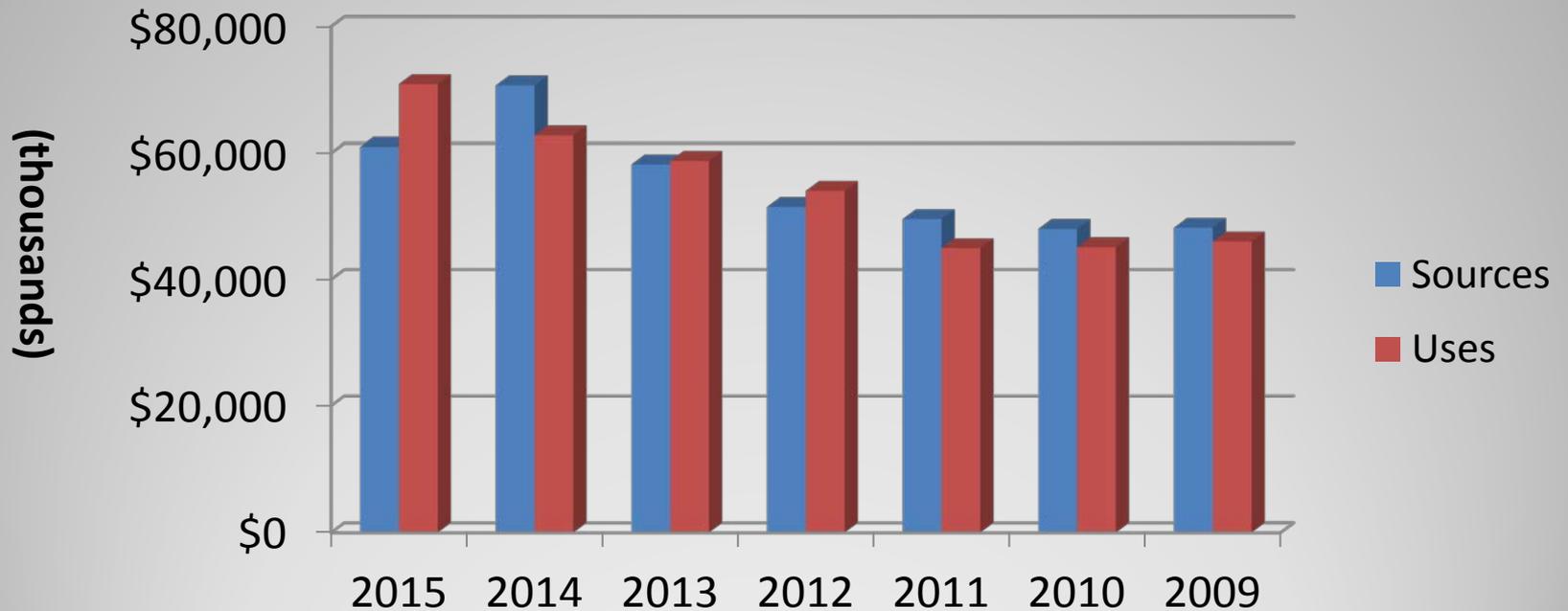
Total city expenditures are up \$4 million when compared to December 31, 2014.

\$7.2 million debt service bond refund payment.

Other expenditures are down (\$3.3 million)

(year end adjustments are yet to be made for all funds.)

Current and historic Sources and Uses



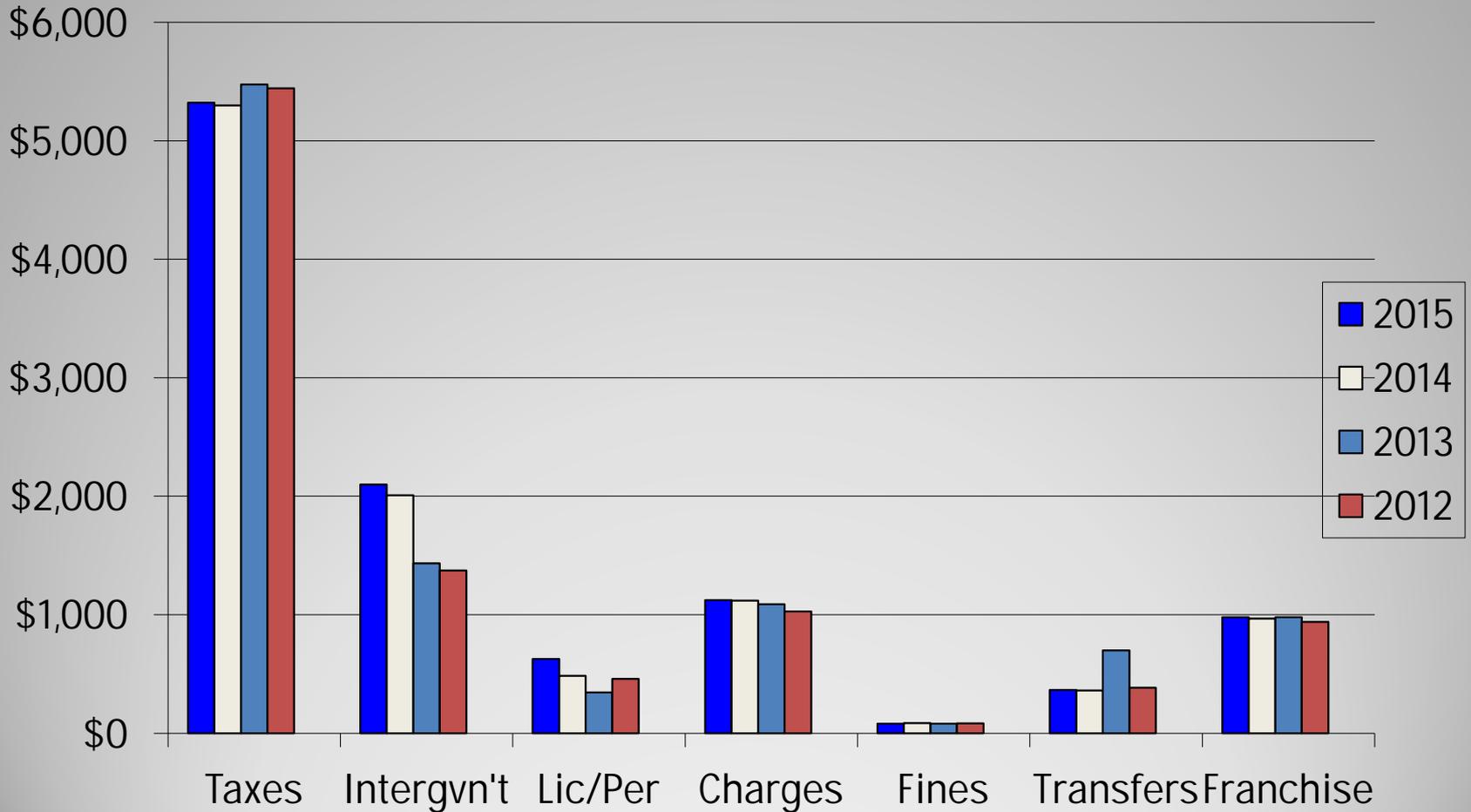
GENERAL FUND REVENUES (December 31)

General fund revenues increased by
\$323,000

Property taxes	\$ 23,000
Franchise fees	\$ 12,000
License & Permits	\$144,000
Intergovernmental	\$ 89,000
Charges/Miscellaneous	\$170,000
Fines	(\$ 5,000)
Interest	(\$ 59,000)

GENERAL FUND REVENUE COMPARISON

(in thousands)



GENERAL FUND EXPENDITURES

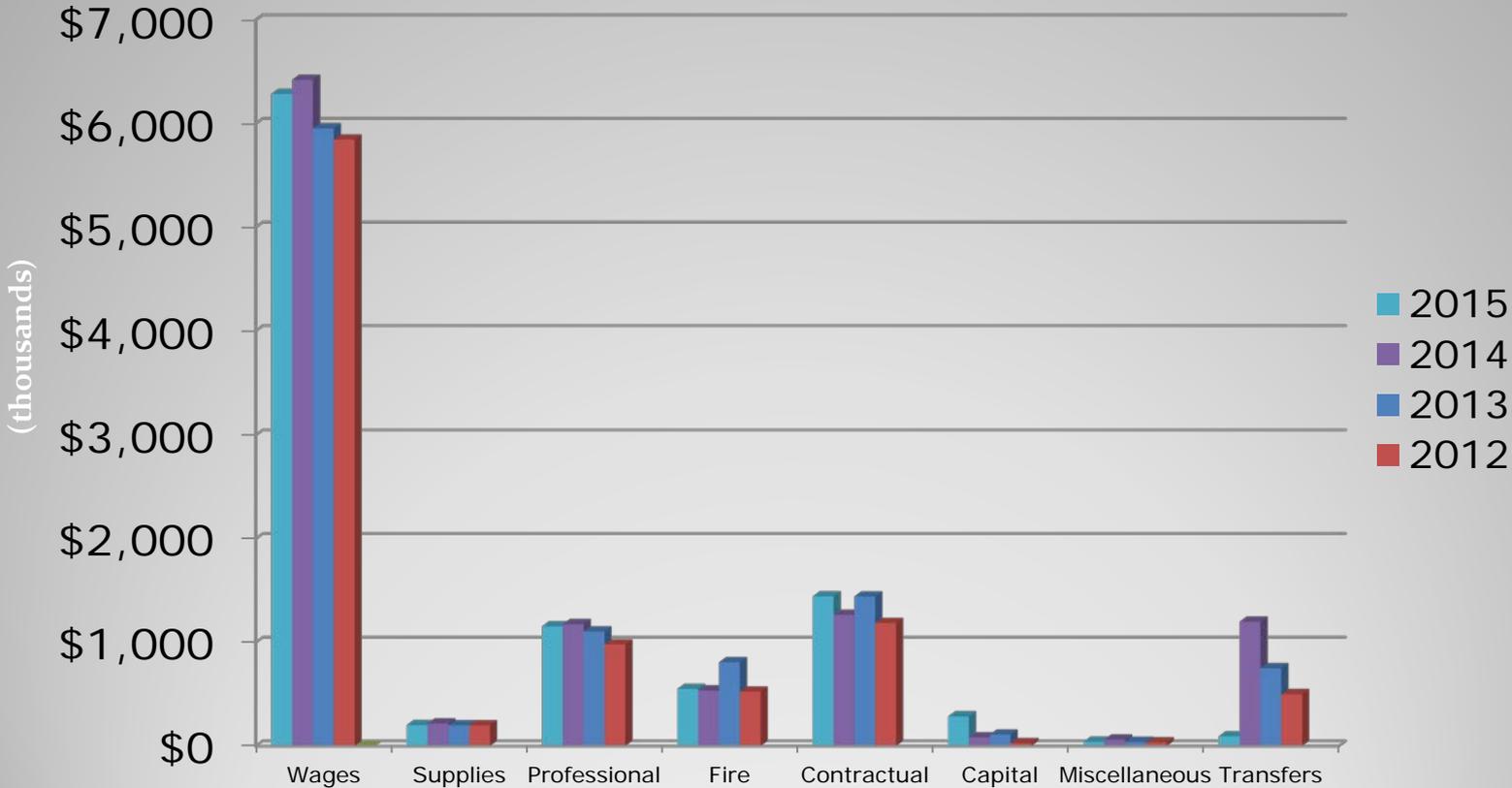
- General fund expenditures are down (\$904,000) compared to 2014.

The biggest change is transfers out to other funds decreased (\$1.1 million).

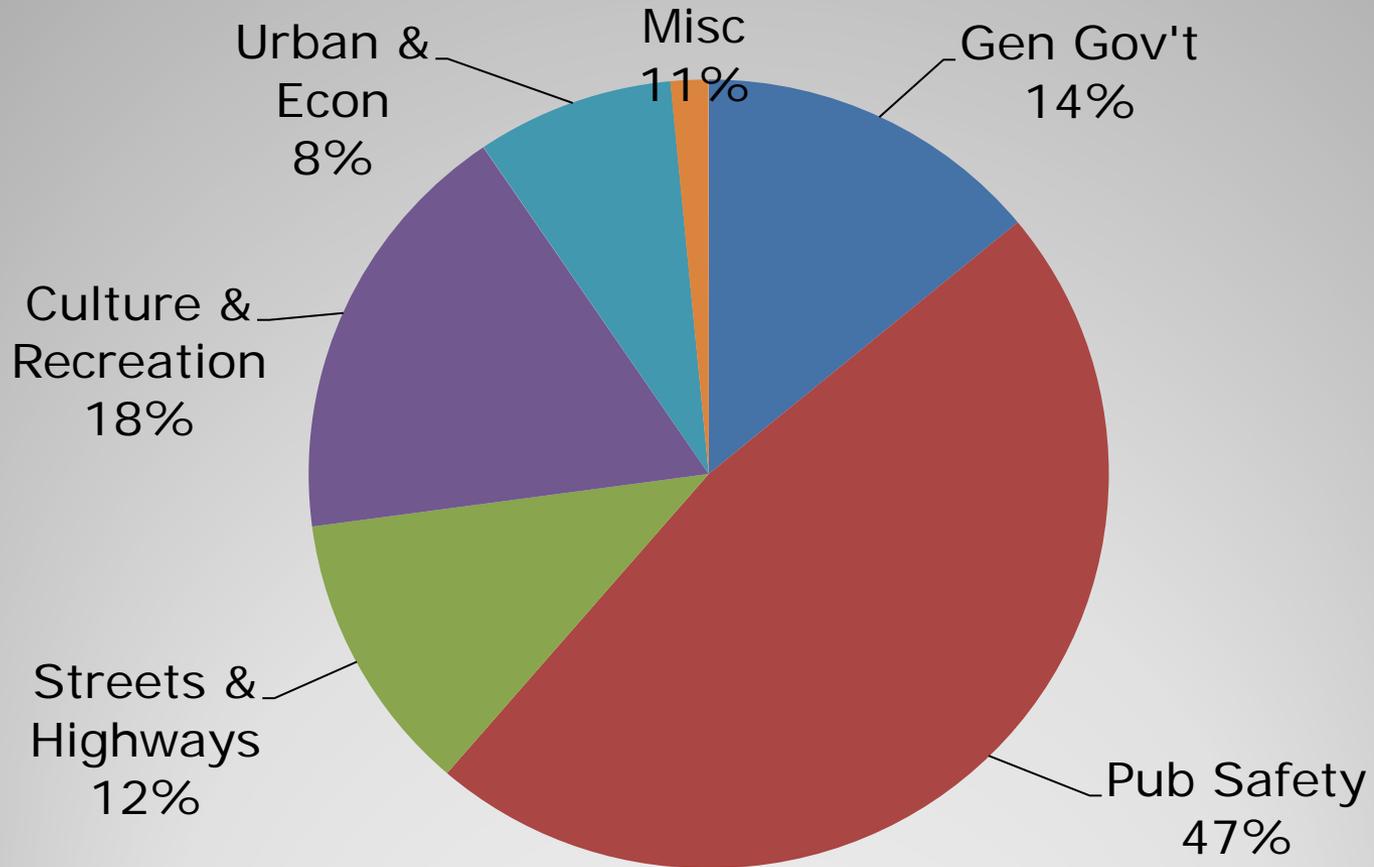
The city also saw decreases in salaries as a result of departures and open positions (\$136,000). The increases occurred in maintenance charges for vehicles and equipment and capital purchases.

There is less than a (1%) decrease in total "operating" costs in 2015.

GENERAL FUND EXPENDITURE COMPARISON (in thousands)



GENERAL FUND EXPENDITURES



SPECIAL REVENUE FUNDS

The City has seven special revenue funds. They include along with current fund balances;

- Urban Redevelopment - \$927,000
- Round-up - \$6,000
- Police Forfeiture - \$7,000
- Cemetery/Perpetual Care - \$410,000
- Walker Parking Ramp - \$12,000
- City Parking - \$748,000
- Lodging Tax – (MN Metro North Tourism) - \$14,000

Revenues for all these funds total \$522,000.

Expenditures total \$359,000.

Revenues in these funds are used to pay for specific expenses related to the purpose designated within each fund.

CAPITAL FUNDS

- The city has seven capital project fund types to provide sources for infrastructure and capital improvements, they include along with current fund balances;
- Building Improvement – (\$407,000)
- State Aid Construction – \$235,000
- Street Renewal – \$429,000
- Cemetery Construction - \$70,000
- Park Dedication – \$81,000
- Park Capital – \$141,000
- Aquatic Construction - \$91,000

Good news here is that we have improved almost every capital improvement fund balance since 2014.

TAX INCREMENT FUNDS

- The city has seven Tax Increment fund types to provide sources for investing in infrastructure and redevelopment throughout the city, they include along with current fund balances;
- Commuter Rail Transit Village – (\$2,445,000)
- Greens of Anoka – (\$1,085,000)
- Enterprise Park - \$912,000
- Historic Rum River - \$90,000
- South Ferry – (\$6,000)
- HRA Central Business - \$332,000
- HRA Business Core – (\$162,00)

Although there are many negative fund balances reflected in the TIF districts, it is common practice to spend TIF funds prior to receiving them, prompting the negative fund balances. The majority of future TIF revenues will be used to pay existing and future debt for TIF projects.

GOVERNMENTAL FUND RESERVES

The following changes occurred in governmental fund type reserves.

- General fund increased \$853,000
- Special Revenue funds increased \$177,000
- Debt service funds decreased (\$7.2 million)
- Capital Improvement funds increased \$1.1 million
- Tax increment funds increased by \$248,000

INTERNAL SERVICE FUNDS

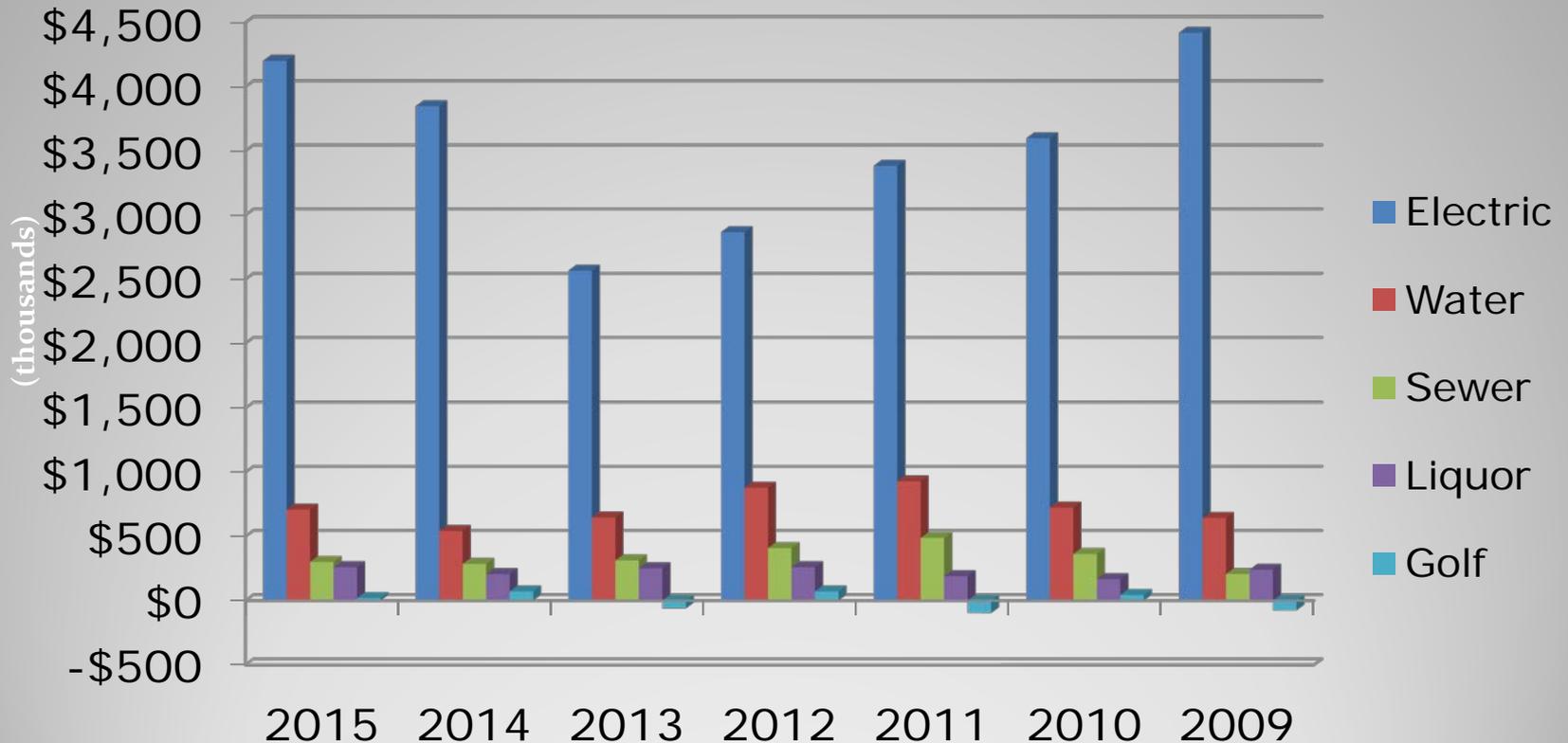
- Data processing has a working capital balance of \$244,000, up \$38,000 from last year.
- The central garage fund has a working capital balance of \$127,000, down about (\$264,000).
- The insurance fund has a working capital balance of \$1,126,000, up about \$54,000.

ENTERPRISE FUNDS

- All enterprise funds are reflecting operating income as of December 31, 2014, except for Refuse.
- The Golf course experiences net losses after depreciation and debt.
- Only Electric, Liquor and Recycling experienced increases in cash.
- Electric transferred almost \$2.7 million to other funds.

ENTERPRISE FUNDS

Operating Income as of December 31 (excluding depreciation , transfers & interest)



CASH AND INVESTMENTS

- Total cash and investments are up \$2 million compared to last year at this time.
- The average return on investments for the year ending December 2015 is about 1.6%.
- 4th quarter investment activity included maturities of \$8.5 million and purchases of \$8.6 million.

QTRLY INVESTMENT ACTIVITY

4th QTR Sales Activity

BA's	\$ 3,876,533
Municipal Bonds	500,000
CD's	2,617,000
Agency's	<u>1,500,000</u>
TOTAL	\$ 8,493,533

4th QTR Purchase Activity

BA's	\$ 4,124,445
Cd's	2,705,000
Agency's	<u>1,750,000</u>
TOTAL	\$ 8,579,445

TYPE OF INVESTMENTS

□ Certificates of Deposit	■ \$11,245,000
□ Agency's	■ \$ 9,245,000
□ Bankers Acceptance	■ \$ 2,488,305
□ Municipal Bonds	■ \$ 3,750,000
□ Money Market Funds	■ <u>\$ 4,041,556</u>
TOTAL	\$30,769,861

MATURITY OF INVESTMENTS

□ 2016	■ \$15,649,861
□ 2017	■ \$ 2,601,000
□ 2018	■ \$ 1,776,000
□ 2019	■ \$ 2,749,000
□ 2020 - 2024	■ <u>\$ 7,994,000</u>
TOTAL	\$30,769,861

OVERALL REPORT

THE CITY OF ANOKA's
financial HEALTH remains
VERY solid