

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2011

CITY OF MAPLE GROVE, MINNESOTA

PREPARED BY THE FINANCE DEPARTMENT

JAMES L. KNUTSON, DIRECTOR
STEVEN D. HAUER, ASSISTANT DIRECTOR

(MEMBER OF GOVERNMENT FINANCE OFFICER'S ASSOCIATION
OF THE UNITED STATES AND CANADA)



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**INTRODUCTORY
SECTION**

*City of Maple Grove, Minnesota
December 31, 2011
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*City of Maple Grove, Minnesota
Listing of City Officials
December 31, 2011*

ELECTED OFFICIALS

		<u>Term Expires</u>
Mayor	Mark Steffenson	12/31/2014
Councilmember	Erik Johnson	12/31/2012
Councilmember	Phil Leith	12/31/2014
Councilmember	LeAnn Sargent	12/31/2012
Councilmember	Karen Jaeger	12/31/2014

APPOINTED OFFICIALS

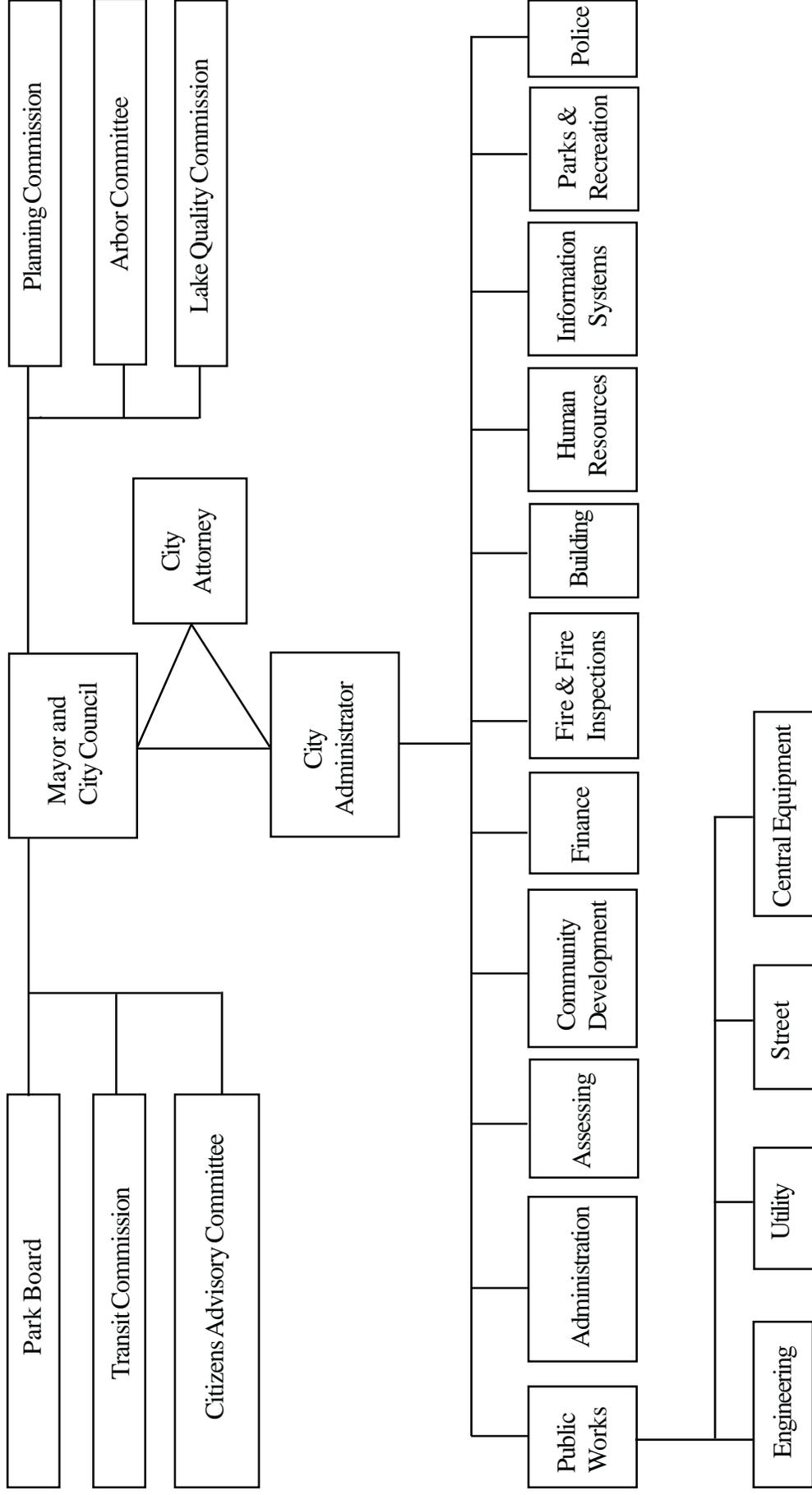
City Administrator	Alan A. Madsen
City Clerk	Alan A. Madsen
City Treasurer	James L. Knutson
City Attorney	George C. Hoff

DEPARTMENT DIRECTORS

Administration / Information Systems	Alan A. Madsen
Assessor	Timothy S. Mitchell
Community Development	Richard A. Edwards
Public Works / City Engineer	Kenneth G. Ashfeld
Finance	James L. Knutson
Fire and Fire Inspections	Scott A. Anderson
Building Inspections	Richard K. Davidson
Human Resources	Ann Marie Shandley
Parks and Recreation	Terrence J. Just
Police	David J. Jess

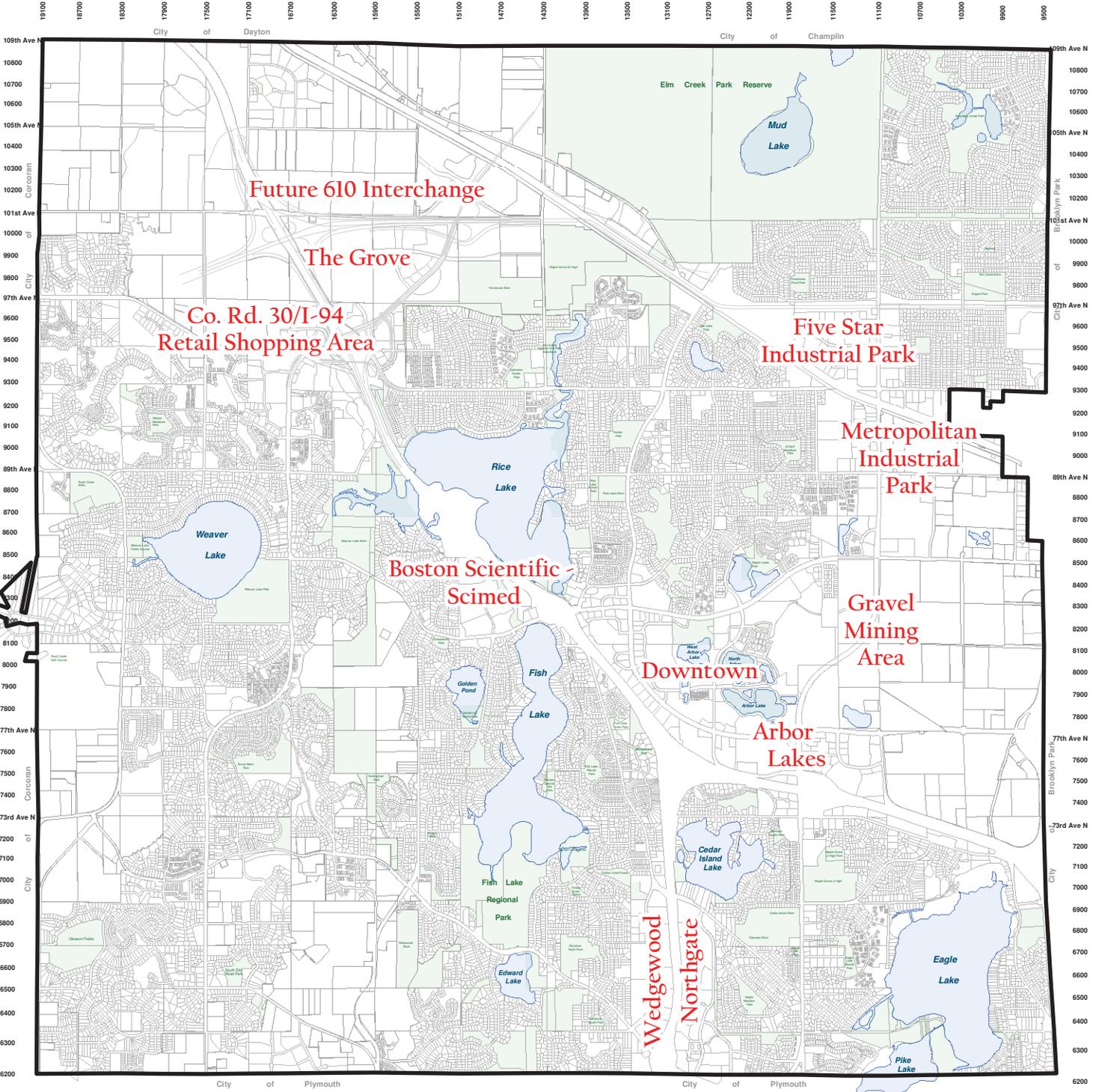
City of Maple Grove

Organizational Chart



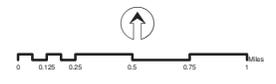
The City of Maple Grove

General Information Map



- | | |
|---|--|
| <ul style="list-style-type: none"> Brookton Alexandro Zircon Yellowstone Xanthus Wainwright Vegard Umanale Troy Traylor Queenland Penny Palmer Marimac Linndale Kimberly Jewel Inland Holly Garland Foundation Everest Comstock Blackhawk Archer Zachbar Yuma Xene Weston Vicksburg Upland Spencer Spencer Ranchview Quantico Polaris Orchid Nagans Minnesota Lanewood Juniper Jubilee Ithaca Harbor Glicker Fembrook Empire Dallas Cheshire Brandie Bonnie Zinda Yucca Xenium Wedgewood Vineyard Underwood Teakwood Syamore Rosewood Quinwood Pineview Oakview Maple Maple Larch Kirkwood Jogwood Ives Hemlock Goldend Goldend Evergreen Denwood Coltonwood Balam Arrowwood Zachary Yorktown Xinnes Washington Wentworth Union Trenton Saratoga Revere Quaker Pilgrim Oreans Nathan Monticello Lancaster Kilmer | <ul style="list-style-type: none"> City of Dayton City of Champlin City of Plymouth City of Plymouth |
|---|--|

Data Source: Hennepin County Surveyors Office





City of Maple Grove

12800 Arbor Lakes Parkway, P.O. Box 1180, Maple Grove, MN 55311-6180
(763) 494-6000

May 7, 2012

The Honorable Mayor and Council Members
City of Maple Grove
Maple Grove, Minnesota 55311

Dear Mayor Steffenson and Members of the City Council:

The Comprehensive Annual Financial Report of the City of Maple Grove, Minnesota for the fiscal year ended December 31, 2011 is hereby submitted. The report was prepared in accordance with generally accepted accounting principles (GAAP) as established by the Governmental Accounting Standards Board and meets the requirements of the State Auditor's Office.

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

The City of Maple Grove's financial statements have been audited by Eide Bailly LLP, a firm of certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the year ended December 31, 2011, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates used by management; and evaluating the overall financial statement presentation. Based upon the audit, the independent auditor concluded that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements, for the year ended December 31, 2011, are fairly presented in conformity with GAAP. The independent auditor's report is present on page 1 of the financial section of this report.

Honorable Mayor and City Council
May 7, 2012

The independent audit of the financial statements of the City was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the City’s separately issued Single Audit Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City’s MD&A can be found in the financial section of this report immediately following the report of the independent auditors.

Profile of Government

The City is a suburban community located 20 miles northwest of Minneapolis in Hennepin County. The City has a land area of 36 square miles and serves a population of approximately 61,567 residents. Maple Grove is currently the 11th largest city in the state. The City has excellent access to the Minneapolis-St. Paul metropolitan region via interstate highways I-94, I-494 and I-694.

The City operates under the Mayor-Council form of government. The governing council consists of the Mayor and four other Council members. The Council is responsible, among other things, for passing ordinances, adopting the budget, appointing members to the park board and various commissions, and hiring the City Administrator, heads of various departments and city employees. The City Administrator is responsible for carrying out the policies, directions and ordinances of the Council and for overseeing the day-to-day operations of the City. The Council is elected on a non-partisan at large basis. The Mayor is elected to serve a four-year term, while Council members serve four-year staggered terms, with two council members elected every two years.

The City provides a full range of services to its residents, including police and fire protection, the construction and maintenance of streets and other infrastructure, park and recreational activities, planning, zoning and inspection services, and transit services. The City also provides water and sewer services to residents and businesses.

The City is also financially accountable for the Housing and Redevelopment Authority (HRA), which is included in the City’s financial statement. Additional information on the HRA can be found in Note 1.A. in the notes to financial statements.

Honorable Mayor and City Council
May 7, 2012

The annual budget serves as the foundation for the City’s financial planning and control. All departments of the City are required to submit requests for appropriations to the Finance Director in July of each year. The Finance Director uses these requests as the starting point for developing a proposed budget. The Finance Director presents this proposed budget to the City Council for review prior to September 15th of each year. The City Council is required to hold a public hearing on the proposed budget and to adopt a final budget by no later than December 28th of each year.

Department directors may make transfers of appropriations within a department. A transfer of appropriations between funds, however, requires approval of the City Council. Budget to actual comparisons are provided in this report for each individual governmental fund for which an annual budget has been adopted. For the general fund, this comparison is presented on pages 21-25 as part of the basic financial statements for the governmental funds. For governmental funds, other than the general fund, with annual budgets, this comparison is presented in the combining and individual fund statements and schedules subsection of this report on pages 85-90.

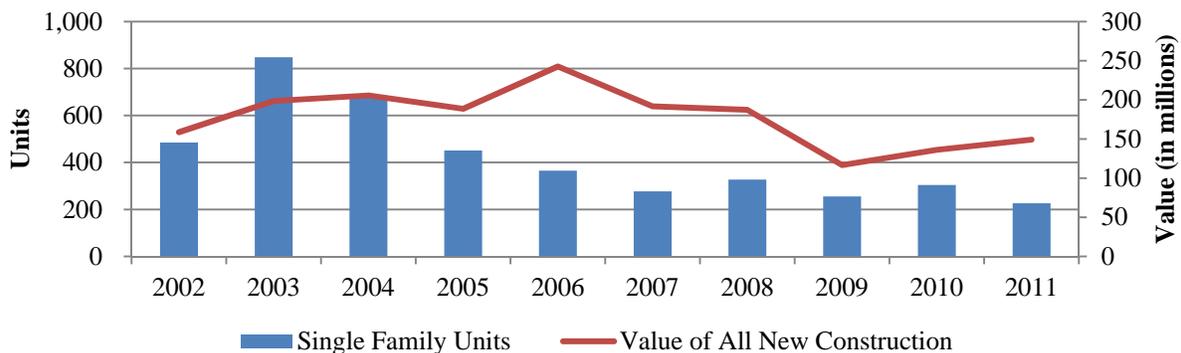
Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Maple Grove operates.

Economic Condition and Outlook

The economic outlook for the City is certainly considered good, both in the immediate future and for the long term. The current forecast for the Twin Cities metropolitan area is for growth in population over the next 10-15 years. The City is poised to get a good share of both the residential and commercial/industrial growth. The Metropolitan Council has indicated that Maple Grove is projected to be one of the top five communities in the seven county metropolitan area for new housing starts through 2020. Current development patterns are validating that forecast.

Number of Units vs. Value of New Construction



Honorable Mayor and City Council
May 7, 2012

Residential and commercial/industrial construction continued to be strong, with total construction exceeding \$149.2 million. New construction of single-family homes and multi-unit dwellings added approximately \$70.0 million of new market value with 226 units for the year. Non-residential activity continued to be strong, with about \$57.1 million of new construction started during 2011. An additional \$22.1 million in market value was added in the form of remodeling/additions to residential properties.

Construction has been ongoing for The Grove, a mixed use project area of 210 acres consisting of approximately 1.4 million square feet of high quality retail, medical, office and hospitality functions including a multi-story hospital. The Grove, which serves as a northwest gateway into the City, received approvals beginning in 2004. North Memorial Health Care and Fairview Health Services medical clinics opened in 2007 and the Maple Grove Hospital, located in The Grove development, opened in December, 2009. In 2012, the Maple Grove Hospital is adding 40 beds to its facility and this will give the hospital a total of 140 patient beds. These additional beds will be used for adult medicine and surgical beds and will be completed by the end of 2012. The Grove Medical Plaza is located near the hospital and clinics and is a two-story building that houses medical offices with 42,000 square feet. The clinics, hospital and offices are located in The Grove development which also includes Home Depot and a Super Target. Austin Mutual Insurance Company opened its headquarters, a 49,600 square foot two story building and Eagle Community Bank, a 33,000 square foot two story building, in 2008 and Cambria Suites, a 129 unit four story hotel in The Grove, opened in 2009.

The City's Gravel Mining Area (GMA), portions of which are actively being mined, is rapidly becoming an urban town center. The present core development of the GMA, known as "Arbor Lakes", is nearly complete. Arbor Lakes has added in excess of 1.5 million square feet of retail space, a three-story medical office building, Great River Energy corporate headquarters, a 125-unit rental housing development, and the Arbor Lakes Senior Living facility consisting of 157 units. In 2008, Great River Energy completed construction on a four-story, 167,000 square foot corporate headquarters facility for approximately 350 employees. The company has received Platinum LEED status and was the 14th company in the world of its size to do so. In May of 2010, Hennepin County completed construction of a new 40,000 square foot library with a parking ramp in the city's Town Green area. The new library is clearly in response to the need to accommodate a larger collection and handling increases in item usage for a growing community. In January 2012, Skye at Arbor Lakes received council approval to construct the first of two phases of a high-density multi-family community in the GMA. The Skye development's first phase will include 259 rental units in a four-story building surrounding a four-story enclosed heated parking garage. This phase will also include a clubhouse, pool, small pavilion, playground and courtyards. The second phase would include a 207 unit four-story building, bringing the total number of units to 466.

The Gravel Mining Area Special Area Plan projects that approximately 4,500 dwelling units will occupy this central geographic area. Residential development to date has produced or created 932 units through construction and development approvals. That amount of housing adjacent to the Arbor Lakes retail areas will provide a good "core" for the developing "downtown" of Maple Grove.

Honorable Mayor and City Council
May 7, 2012

At this time, there remains approximately 3,300 acres (or 5 square miles) remaining for development within the City boundaries. The majority of that land is in the western, rural part of the City with approximately 1,000 acres remaining in the heart of the City. Depending on the final development patterns of the City, the final population of Maple Grove should be approximately 84,000 with employment of approximately 63,000.

Major Initiatives

Maple Grove is both a developing and evolving suburban community. On one hand, the City Council and its appointed commissions are planning the future development of approximately 5 square miles of vacant land within the City boundaries. At the same time, the City must continue to provide services for a growing population. Major initiatives in the City have taken one of two forms during the past year and will continue in the future. One is the continuing planning for the orderly expansion and development of the City. The second is providing a continually expanding range of services for the residents of the City.

The City has a number of expansion projects to meet the future needs of a developing suburban community. The City has expanded the water treatment plant and clearwell to handle the ultimate water demand of the City as well as providing water to neighboring communities. Expansion of the City's public works garage nears completion and will provide the space to service the final development of the City.

The park department is aggressively pursuing a construction program for trails and parks that will enhance an already extensive system of trails, neighborhood parks and athletic facilities. Neighborhood park (Maple Lakes) and an athletic facility (Gleason Fields) have recently been completed in new developments throughout the City. The Bandshell and Town Green area, located between the Government Center and the Community Center next to West Arbor Lake, opened in June, 2010. This project includes a bandshell with outdoor seating for 300, three pavilions with concession space, restrooms, and a rentable meeting facility for small gatherings. In 2010, the City acquired 20 acres in the Gravel Mining Area for park purposes located on Lakeview Avenue east of the Bridges neighborhood and west of the Arbor Lakes Senior facility. The Park Board is currently working to develop schematic design and construction plans for the park with anticipated construction to begin in 2013. The 92,000 square foot Maple Grove Sports Dome opened to the public in November, 2011 and offers activities for baseball, softball, soccer, and lacrosse and has an indoor walking track.

The City, along with the North Metro Crossing Coalition, has been working to secure Federal and State transportation funding for the final segment of Trunk Highway 610 (a four lane major east west freeway) through the northern half of the City. Funding was received from the American Recovery and Reinvestment Act for the construction of 2.7 miles of Highway 610 between Highway 169 and Hennepin County 81 in the City. All construction on this phase was completed in August, 2011. Planning and right of way acquisition will continue for the remaining 2.5 miles with funding from the Met Council and the City.

Honorable Mayor and City Council
May 7, 2012

The City is entering its seventeenth year of the street rehabilitation program. The City has a fairly large reconstruction program for 2012 and 2013 with a number of large neighborhoods and numerous collector and commercial area streets. Financing for these projects will continue to be from a combination of annual levy, special assessments, and annual interest earnings from the Road Reconstruction Fund.

The City has always been one of the municipal leaders in the data processing area. Maple Grove is a member of the Local Government Information Systems (LOGIS), a consortium of forty-five Minnesota governmental units to provide data processing systems to its members. Over the last 5 years, LOGIS has replaced all of its major applications including police computer-aided dispatch and records management system, financial, payroll and human resources applications, the park and recreation systems, property data and permit applications, as well as the utility billing software. The City is in the process of installing a fiber optic network as part of a partnership with the Osseo school district.

The City has made a significant commitment to the youth of the community by working with the Osseo school district to share the cost of four police officers assigned full-time as a liaison between the City, the two junior high schools and the two senior high schools. The City's drug education effort has also greatly expanded through the nationally recognized DARE program in all Maple Grove elementary schools. That effort continues with participation in the program by all students in the second, fourth and sixth grades.

To facilitate a wide range of housing alternatives, the City presently has several different initiatives underway. Through its Housing and Redevelopment Authority (HRA), the city has been acquiring and rehabilitating sub-standard housing units. Since 1996, the City has successfully acquired and rehabilitated 27 sub-standard housing units. These units have had an extremely positive impact on the neighborhoods in which they are located, and all have been leased to low-income families. The HRA continues to look for one or two homes to purchase and rehabilitate each year. In addition, the Metropolitan Council has acquired 20 units throughout the City that are operated in the same manner as the City's program.

The Maple Grove Transit Commission continues to provide transit service to residents of the City. Ridership continues to be extremely good with levels consistently exceeding 3,100 riders per day. Funding for transit operations is provided through the state motor vehicle excise tax (purchase of cars). A three level, 926-stall transit station recently opened adjacent to "the Shoppes at Arbor Lakes". In 2010, the City acquired property adjacent to "The Grove" for a transit station. Phase I was completed in 2011 and provided a 500 stall surface park and ride lot, bus way, indoor station, and the footings and foundation for a future parking ramp. Phase II will provide a one level structured parking ramp with an additional 475 stalls.

Honorable Mayor and City Council
 May 7, 2012

Cash Management

During the year, cash was invested in obligations of the U.S. Treasury and various agencies, state and municipal obligations, and money market funds. Investment earnings reported in the financial statements includes changes (unrealized gains/losses) in the fair value of investments. Any changes in the fair value of investments during the year, however, do not represent spendable income for the City unless an investment is actually sold.

In April of 1994, the City retained two outside firms to manage approximately 75% of the City's portfolio. The intent is to increase the City's annual yield, as the majority of the City's cash reserves will not be needed in the immediate future. The managers have a slightly longer maturity perspective than the City had used prior to 1994. During 2011, the two investment managers used by the City managed approximately \$157.1 million. The two firms currently manage approximately 83% of the City's portfolio. The City continues to manage the short-term money that is needed for the daily cash flow needs of the City. That amount fluctuated between \$27.7 million and \$46.0 million during 2011. The following is a history of yields and earnings.

<u>Year</u>	<u>Yield Excluding Unrealized Gains(Losses)</u>	<u>Yield Including Unrealized Gains(Losses)</u>	<u>Investment Earnings</u>	<u>Unrealized Gains/(Losses)</u>	<u>Total Investment Income</u>	<u>Average Monthly Balance</u>
2007	5.01%	6.60%	\$7,520,745	\$2,375,850	\$ 9,896,595	\$150,016,851
2008	5.08	6.44	8,002,430	2,133,006	10,135,436	157,481,176
2009	4.06	3.70	6,538,376	(579,019)	5,959,357	160,916,850
2010	3.55	4.08	6,372,890	951,333	7,324,223	179,617,415
2011	3.57	5.41	7,178,760	3,695,120	10,873,880	201,001,511

Risk Management

The City maintains its general property, automobile, and liability coverage through the League of Minnesota Cities Insurance Trust (LMCIT). The City has elected to carry a large deductible (\$150,000 each occurrence with a \$250,000 aggregate), which has resulted in a sizable reduction in the premiums each year. The City's loss experience has been good over the last ten years. The City feels that the size of its fund balance allows it to have a larger deductible while still insuring for a major claim. The City purchases \$5 million of excess liability coverage.

Workers compensation insurance is also purchased through the LMCIT. The City has experienced relatively low levels of loss over the past several years, with the current experience modification rating for the 2011/2012 premium being 82%. The City has elected a premium option based on actual losses with a percentage cap. Again, the City feels that its size and the size of its reserves will allow it to accept more of the risk from a large loss. That decision has been very beneficial as the City's loss experience has been extremely low. The City has had three policy years in the last twenty years that an additional premium has been required as a result of the claims for that policy year. For the twenty policy years that the City has been under this plan, premium refunds totaling more than 25% of the audited premium have been returned to the City. The City has been active in the establishment of a safety committee with the refund being one of the many benefits from that effort.

Honorable Mayor and City Council
May 7, 2012

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Maple Grove for its comprehensive annual financial report for the fiscal year ended December 31, 2010. This is the 27th consecutive year the city has received this prestigious award.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

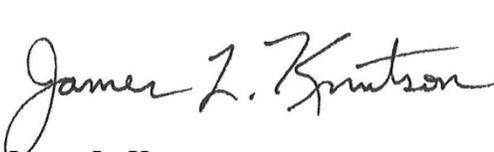
A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

Acknowledgements

We would like to express our appreciation to all members of the Finance Department for their professional, efficient and dedicated service during the entire year. Specific recognition for the preparation of this report needs to go to Steve Hauer, Sheri Robertson, and Jamey Larson. They have prepared the majority of this report.

The Finance Department wishes to express our appreciation to the City Administrator and members of the City Council for their continued interest and support in planning and conducting the financial operations of the City.

Respectfully submitted,



James L. Knutson
Finance Director



Alan A. Madsen
City Administrator

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Maple Grove
Minnesota

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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



Linda C. Davison

President

Jeffrey R. Emer

Executive Director



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FINANCIAL
SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the City Council
City of Maple Grove, Minnesota
Maple Grove, Minnesota

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the **City of Maple Grove, Minnesota** (the City), as of and for the year ended December 31, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the General Fund, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1 to the financial statements, the City adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in 2011. As discussed in Note 18 to the financial statements, the City presented a retroactive restatement of the previously reported fund balances.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 7, 2012, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual fund statements and schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

A handwritten signature in cursive script that reads "Eide Bailly LLP".

Minneapolis, Minnesota
May 7, 2012

**Management's Discussion
and Analysis**

City of Maple Grove, Minnesota

Management's Discussion and Analysis

As management of the City of Maple Grove, this section of the City's comprehensive annual financial report presents a discussion and analysis of the City's financial activities during the fiscal year ended December 31, 2011. This discussion and analysis should be read in conjunction with the letter of transmittal in the introductory section of this report.

Financial Highlights

- The assets of the City exceeded liabilities by \$607 million. Of this amount, \$286 million may be used to meet the City's ongoing obligations to citizens and creditors within the City's fund classifications and fund policies.
- The City's total net assets increased by \$19.4 million.
- The City's governmental funds reported combined ending fund balances of \$129.5 million as of December 31, 2011. Of this total amount, approximately 67% is available for spending within the City's policies for committed, assigned and unassigned fund balances.
- As of December 31, 2011, unassigned fund balance for the General Fund was \$7.1 million, or 20.7% of the 2012 general fund budget.

Overview of the Financial Statements

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

Government-wide financial statements consist of the Statement of Net Assets and the Statement of Activities, and provide information about the activities of the City as a whole and present a long-term view of the City's finances.

Fund financial statements provide information about governmental activities by showing how these services were financed in the short-term as well as what remains for future spending. These statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining fund financial statements provide information about activities for which the City acts solely as a trustee or agent for the benefit of those outside the government.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 33-62 of this report.

Reporting the City as a Whole

The analysis of the City as a whole begins with the Statement of Net Assets and the Statement of Activities found on pages 15-16. One of the most important questions asked about the City's finances is, "Is the City as a whole better off or worse as a result of this year's activities?" The Statement of Net Assets and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These statements report the City's net assets and changes in them. The City's net assets can be used as a way of measuring the City's financial health, or financial position. Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the City's tax base or the condition of the City's infrastructure to assess the overall health of the City.

Reporting the City's Most Significant Funds

The fund financial statements that begin on page 17 provide detailed information about the most significant funds, not the City as a whole. Some funds are required to be established by State law or by bond covenants. However, the City Council establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other revenues. The City's two kinds of funds each use different accounting approaches.

- **Governmental funds** – Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end are available for spending. These funds are reported using an accounting method called modified accrual, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance city programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and Statement of Activities) and governmental funds in a reconciliation to each of the fund financial statements on pages 18 and 20. The basic governmental fund financial statements can be found on pages 17-25.
- **Proprietary funds** – When the City charges customers for the services it provides, whether to outside customers or units of the City, these services are generally reported in the proprietary funds. These funds are reported in the same manner that all activities are reported in the Statement of Net Assets and Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detailed and additional information, such as

cash flows, for proprietary funds. The City uses internal funds (the other component of proprietary funds) to report activities that provide supplies and services for the City's other programs and activities. The basic proprietary fund financial statements can be found on pages 27-30.

- The City uses fiduciary funds to account for resources held for the benefit of parties outside the government. These funds are not reflected in the government-wide statements because the resources of these funds are not available to support programs of the City. The accounting method used for fiduciary funds is similar to that used for proprietary funds. The basic fiduciary fund financial statement can be found on page 31.
- Notes to financial statements – The notes provide additional information that is essential to fully understand the data provided in government-wide and governmental fund financial statements. The notes to the financial statements can be found on pages 33-62 of this report.
- Other information – The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor proprietary funds and internal service funds are presented immediately following the basic financial statements. Combining and individual fund statements and schedules can be found on pages 69-101 of this report.

Financial Analysis of the City as a Whole

City of Maple Grove's Net Assets (in thousands)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Assets:						
Current and other assets	\$ 250,188	\$ 254,702	\$ 71,741	\$ 62,857	\$ 321,929	\$ 317,559
Capital assets	<u>286,806</u>	<u>279,180</u>	<u>134,279</u>	<u>131,675</u>	<u>421,085</u>	<u>410,855</u>
Total assets	<u>536,994</u>	<u>533,882</u>	<u>206,020</u>	<u>194,532</u>	<u>743,014</u>	<u>728,414</u>
Liabilities:						
Long-term liabilities	123,479	127,495	6,210	7,771	129,689	135,266
Other liabilities	<u>5,588</u>	<u>5,157</u>	<u>972</u>	<u>665</u>	<u>6,560</u>	<u>5,822</u>
Total liabilities	<u>129,067</u>	<u>132,652</u>	<u>7,182</u>	<u>8,436</u>	<u>136,249</u>	<u>141,088</u>
Net assets:						
Invested in capital assets, net of related debt	171,987	174,868	128,069	123,904	300,056	298,772
Restricted	21,199	21,368			21,199	21,368
Unrestricted	<u>214,741</u>	<u>204,994</u>	<u>70,769</u>	<u>62,192</u>	<u>285,510</u>	<u>267,186</u>
Total net assets	<u>\$ 407,927</u>	<u>\$ 401,230</u>	<u>\$ 198,838</u>	<u>\$ 186,096</u>	<u>\$ 606,765</u>	<u>\$ 587,326</u>

City of Maple Grove's Changes in Net Assets (in thousands)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program revenues:						
Charges for services	\$ 10,529	\$ 9,883	\$ 12,973	\$ 11,694	\$ 23,502	\$ 21,577
Operating grants and contributions	3,052	4,277			3,052	4,277
Capital grants and contributions	33,016	27,481	1,467	1,611	34,483	29,092
General revenues:						
Property taxes	31,459	33,055			31,459	33,055
Other taxes	381	824			381	824
Grants and contributions	6	8			6	8
Other	113	17			113	17
Investment income	<u>7,695</u>	<u>5,063</u>	<u>3,033</u>	<u>2,260</u>	<u>10,728</u>	<u>7,323</u>
Total revenues	<u>86,251</u>	<u>80,608</u>	<u>17,473</u>	<u>15,565</u>	<u>103,724</u>	<u>96,173</u>
Expenses:						
General government	7,005	7,370			7,005	7,370
Community and economic development	2,217	8,010			2,217	8,010
Public safety	14,070	13,779			14,070	13,779
Public works	28,842	43,077			28,842	43,077
Park and recreation	5,615	5,183			5,615	5,183
Transit	4,589	4,150			4,589	4,150
Conservation of natural resources	582	559			582	559
Interest on long-term debt	4,370	4,240			4,370	4,240
Water			5,044	4,848	5,044	4,848
Sewer			6,446	6,077	6,446	6,077
Community center			3,528	3,430	3,528	3,430
Recycling			1,218	1,188	1,218	1,188
Street lighting			699	648	699	648
Sports dome			<u>60</u>		<u>60</u>	
Total expenses	<u>67,290</u>	<u>86,368</u>	<u>16,995</u>	<u>16,191</u>	<u>84,285</u>	<u>102,559</u>
Change in net assets before transfers	18,961	(5,760)	478	(626)	19,439	(6,386)
Internal transfers	<u>(12,264)</u>	<u>603</u>	<u>12,264</u>	<u>(603)</u>		
Change in net assets	6,697	(5,157)	12,742	(1,229)	19,439	(6,386)
Net assets, January 1	<u>401,230</u>	<u>406,387</u>	<u>186,096</u>	<u>187,325</u>	<u>587,326</u>	<u>593,712</u>
Net assets, December 31	<u>\$ 407,927</u>	<u>\$ 401,230</u>	<u>\$ 198,838</u>	<u>\$ 186,096</u>	<u>\$ 606,765</u>	<u>\$ 587,326</u>

Governmental Activities

Governmental activities increased net assets by \$6.7 million, which accounts for 35% of the total increase in the net assets of the City. This increase is due mainly to the timing of special assessments collected (generally 5-10 years) from improvement projects for new developments and the depreciation of the related streets and storm sewers (generally 20-30 years).

Revenues increased by \$5.6 million, or 7%, the key elements of this change are as follows:

Capital Grants and Contributions

- Special assessments levied from development projects in 2011 were \$2.8 million lower than in 2010 due to a decrease in development activity.
- The City received \$444,000 in federal funding for the construction of a 2nd transit station in 2011 compared to \$2.0 million in 2010.
- Two major county road projects started in 2009 received federal funding of \$7.0 million in 2011 and \$4.9 million in 2010, \$4.8 million in municipal state aid and \$5.4 million in 2011 compared to \$1.6 million in 2010 from Hennepin County.

Operating Grants and Contributions

- The City received \$1.2 million less motor vehicle excise taxes for transit operations in 2011.

General Revenues

- The City adopted a \$1.6 million increase in the property tax levy for 2011, or 5.54%.
- Property taxes from tax increment districts decreased \$758,300 and \$2.3 million for excess tax increment due to the closing of a district in 2010.
- Investment income was up \$2.6 million in 2011 due to a stronger bond market in 2011.

Expenses decreased by \$19 million, or 22% less than last year; some of the key changes are as follows:

Overall

- An increase in operating expenses due to normal inflationary increases and a growth in a demand for services, of about \$1.0 million.

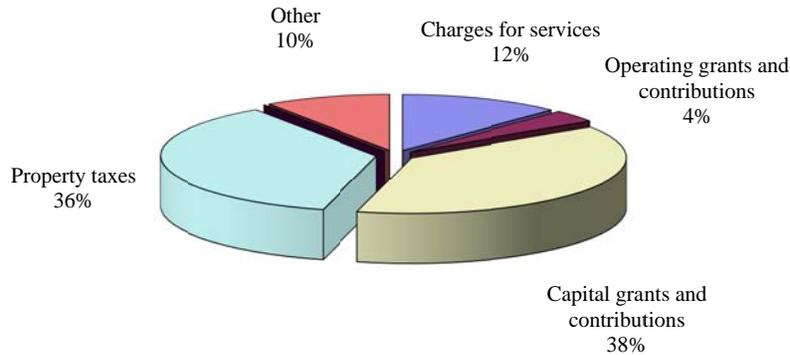
Community and Economic Development

- The decrease in 2011 is due to the City closing a tax increment district in the first half of 2010 and returned \$6.2 million in excess tax increment to the County.

Public Works

- The City was the lead agency and received Federal funding for the reconstruction of two major County roads through the City. The cost of the two projects over the past two years was \$25.6 million compared to \$11.3 million in 2011.

Revenues by Source - Governmental Activities



Business-type Activities

Business-type activities increased net assets by approximately \$12.7 million, which is 65% of the total growth in the net assets of the City. This increase is due mainly to the transfer of area wide assessments to be used for future trunk projects and capital contributions from special assessment projects for water and sewer distribution systems in new developments.

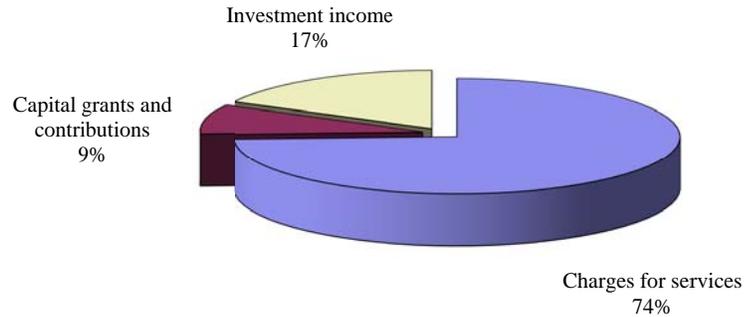
Revenues increased \$1.9 million in 2011 as compared to 2010, or 12.3%. The key elements making up this change are as follows:

- The City increased sewer rates in 2011, \$1.2 million
- Sports dome began operating in 2011, \$69,000
- Investment income was up \$773,000 in 2011 due to a stronger bond market in 2011.

Expenses increased \$804,000, or 4.9%. The elements of this change are as follows:

- An increase in operating expenses due to normal inflationary increases 3.6% and a growth in a demand for services.
- Start of sports dome operations during 2011, \$60,000.

Revenues by Source - Business-Type Activities



Financial Analysis of the City's Funds

Governmental Funds

The Trunk Street Construction Fund had an increase of \$4.9 million in fund balance due mainly to the transfer of special assessments related to area wide assessments for trunk street projects from the closing of the 2005, 2006, 2007 and 2008 Improvement Project Financing Funds.

The decrease of \$7.8 million in the 2006 Series A Capital Improvement Plan Bond Fund is related to the expansion of the maintenance facility building (\$7.0 million) and the apparatus bay for fire station #1 (\$800,000).

The decrease in the Transit Fund of \$3.4 million is due transferring \$2.6 million to the Transit Capital Improvement Fund for future transit capital needs and spending down fund balance for operations.

The 2003A HRA Refunding Bond Fund had a decrease in fund balance of \$2.0 million due to calling the bonds in 2011.

The 2003B Road Reconstruction Fund had increase in fund balance of \$1.2 million due to the issuance of refunding bonds in 2011. The bonds will be refunded in 2012.

The increase in fund balance of \$3.4 million in the Capital Improvement Fund was the result of year end transfers from the general fund for future projects of \$2.3 million.

The decrease of \$1.6 million in the Long-Term Development Fund is due to the construction of the City's sports dome of \$4.3 million less a year-end transfer from the General Fund of \$900,000 for athletic facilities and the annual long-term development plan transfer of \$1.0 million.

The Storm Sewer Construction Fund had an increase in fund balance of \$12.0 million due to the transfer of special assessments related to area wide assessments for trunk storm sewer projects from the closing of the 2005, 2006, 2007 and 2008 Improvement Project Financing Funds.

The City had \$15.3 million in special assessment prepayments and collections during 2011 for residential and commercial improvement projects that helped increase the fund balances in various debt service and capital projects funds by \$9.6 million.

Proprietary Funds

The Water Fund experienced an increase in net assets of \$3.7 million, while the Sewer Fund had a \$4.4 million increase in net assets. These increases were due to a transfer of \$8.0 million for area wide assessments related to trunk water and sewer projects included in assessments in the improvement project financing funds closed in 2011. The increase in net assets for the other proprietary funds of \$4.7 million is due to the capital contribution from governmental fund for the sports dome of \$4.5 million.

General Fund Budgetary Highlights

The City did not make any supplemental appropriations during the year. However, at year-end the City Council made a number of transfers to finance projects that will be completed in the future. These transfers which were not budgeted are listed below:

Community Park PSA 23	\$1,600,000
Public Athletic Facilities	900,000
Fiber Optic	500,000
Community Center Building/Equipment	300,000
ADA Improvements	200,000

General Fund fund balance increased approximately \$181,800 at year-end. Revenues and transfers were \$980,800 more than budgeted, or 102.9% of the budget. This was mainly due to an increase in property tax collections that resulted in an increase in penalties of \$237,300, other intergovernmental revenue of \$148,500 and an insurance dividend from the City's insurance carrier of \$443,600. Expenditures and transfers were \$799,000 more than budgeted for the year, or 102.4% of the budget.

Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities at the end of the year amounts to \$421 million (net of accumulated depreciation). The investment in capital assets includes land, buildings, park facilities, equipment, streets, storm sewers and water and sewer mains. The total increase in the City's capital assets for the current fiscal year was \$10.2 million or 2.5% (a 2.7% increase for governmental activities and a 2.0% increase in business-type activities).

Major changes in capital assets during the current fiscal year included the following:

- Reconstruction of existing residential and collector streets, \$3.4 million.
- A variety of improvement projects (streets, storm sewers, and water and sewer lines) related to new residential and commercial developments in the City, \$2.8 million of which \$1.5 million was related to construction in progress. Construction in progress at the end of 2011 was \$3.3 million.
- Completion of a 2nd transit station located in the City of \$9.6 million, which includes land of \$5.9, buildings and parking of \$3.6 and equipment of \$100,000. Construction in progress from previous years was \$8.9 million.
- Construction in progress for the expansion of the maintenance facility building of \$10.9 million. Construction in progress at the end of 2011 was \$11.9 million. The facility will be completed in May 2012.
- Expansion of fire station #1 apparatus bay, \$802,000.
- The City opened a sports dome in November of 2011 at a cost of \$4.5 million, which includes land improvements of \$1.7 million and the sports dome of \$2.7 million.
- The purchase of a single family home as part of the scattered site housing program of the Housing and Redevelopment Authority (HRA), \$173,000.
- Replacement of various City vehicles on the replacement schedule, \$2.3 million
- The purchase of land for forest preservation, \$170,200.
- Depreciation for 2011 was \$13.4 million for governmental activities and \$4.2 million for business-type activities.

City of Maple Grove's Capital Assets (net of depreciation, in thousands)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Land and improvements	\$ 37,502	\$ 31,039	\$ 1,729		\$ 39,231	\$ 31,039
Park improvements	18,829	18,723			18,829	18,723
Park play structures	1,792	1,606			1,792	1,606
Buildings and improvements	34,935	31,972	17,524	\$ 15,369	52,459	47,341
Furniture and equipment	8,111	6,756	814	591	8,925	7,347
Infrastructure	170,095	175,789			170,095	175,789
Distribution systems			114,212	115,715	114,212	115,715
Construction in progress	<u>15,542</u>	<u>13,295</u>			<u>15,542</u>	<u>13,295</u>
Total capital assets	<u>\$286,806</u>	<u>\$279,180</u>	<u>\$134,279</u>	<u>\$131,675</u>	<u>\$421,085</u>	<u>\$410,855</u>

Additional information on the City's capital assets can be found in Note 4 – Capital Assets on pages 44-45 of this report.

Debt Administration

The City's total debt decreased by \$5.9 million during the current fiscal year after the payment of \$11.3 million in bonds due in 2011. Total bonds outstanding at the end of the year were \$117.0 million.

During the year, the City issued \$2.2 million of road reconstruction bonds to finance the cost of reconstructing various residential streets of the City.

The City also issued \$1.3 million of road reconstruction refunding bonds to refinance road reconstruction bonds callable in February 2013 and \$1.9 million of water revenue refunding bonds to refinance water revenue bonds callable in February 2012. The refinancing for the road reconstruction bonds will result in a decrease in future debt service payments of approximately \$374,200 over the next twelve years. The refinancing of the water revenue bonds will result in a decrease in future debt service payments of approximately \$154,700 over the next two years.

City of Maple Grove's Outstanding Debt (in thousands)
 Bonds Payable

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Special assessment bonds	\$ 44,400	\$ 47,065			\$ 44,400	\$ 47,065
General obligation bonds	66,540	68,210			66,540	68,210
Revenue bonds			\$ 6,210	\$ 7,755	6,210	7,755
Total bonds outstanding	<u>\$110,940</u>	<u>\$115,275</u>	<u>\$ 6,210</u>	<u>\$ 7,755</u>	<u>\$117,150</u>	<u>\$123,030</u>

Additional information on the City's long-term debt can be found in Note 5 – Long-Term Debt on pages 46-49 of this report.

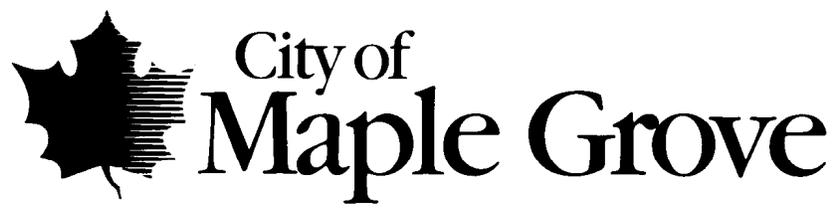
The City bond rating with Standard and Poor's is AAA.

Economic Factors and Next Year's Budgets

The City's elected officials considered many factors when setting the fiscal year 2012 budget and rates and fees that will be charged for the business-type activities. These factors include: 1) An average increase in City property taxes to residential property of approximately 0.8%, 2) the level of growth in the City to be slightly less than in 2011, with new construction/remodeling/etc in the \$125-\$150 million range, 3) a slight increase in the population of approximately 1.3%, and 4) an inflationary factor of 2.5%.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those interested in the government's finances. If you have any questions about this report or need additional information, contact the City of Maple Grove Finance Department at 12800 Arbor Lakes Parkway, P.O. Box 1180, Maple Grove, MN 55311-6180, (763) 494-6000.



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**Government-Wide
Financial Statements**

City of Maple Grove, Minnesota

Statement of Net Assets
December 31, 2011

Assets	Governmental Activities	Business-Type Activities	Total
Equity in cash pool	\$155,769,799	\$60,876,885	\$216,646,684
Cash and investments not in pool	862,073	655,136	1,517,209
Cash and investments held with escrow agent	5,383,911		5,383,911
Interest receivable	606,929	237,493	844,422
Accounts receivable	240,334	2,680,113	2,920,447
Taxes receivable	580,103		580,103
Special assessments receivable	90,904,600	1,835,665	92,740,265
Intergovernmental receivable	88,016		88,016
Internal balances	(5,046,360)	5,046,360	
Inventory	230,439	62,668	293,107
Prepaid items	51,672	311,550	363,222
Deferred charges	516,281	35,345	551,626
Capital assets, net of accumulated depreciation:			
Land and improvements	37,502,312	1,729,116	39,231,428
Park improvements	18,829,154		18,829,154
Park play structures	1,792,276		1,792,276
Buildings and improvements	34,934,962	17,524,121	52,459,083
Furniture and equipment	8,110,759	813,663	8,924,422
Infrastructure	170,094,962		170,094,962
Distribution systems		114,211,549	114,211,549
Construction in progress	15,541,645		15,541,645
	536,993,867	206,019,664	743,013,531
Liabilities			
Interest payable	1,850,403	109,461	1,959,864
Accounts payable	2,337,572	636,007	2,973,579
Accrued wages payable	759,246	81,340	840,586
Deposits	82,900		82,900
Unearned revenue	557,753	145,662	703,415
Noncurrent liabilities:			
Due within one year	10,605,000	1,645,000	12,250,000
Due in more than one year	112,873,775	4,564,427	117,438,202
	129,066,649	7,181,897	136,248,546
Net Assets			
Invested in capital assets, net of related debt	171,986,652	128,069,020	300,055,672
Restricted for:			
Parks	8,282,302		8,282,302
Debt service	12,917,020		12,917,020
Unrestricted	214,741,244	70,768,745	285,509,989
	\$407,927,218	\$198,837,765	\$606,764,983

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

City of Maple Grove, Minnesota
Statement of Activities
For the Year Ended December 31, 2011

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Functions/programs							
Governmental activities:							
General government	\$7,004,986	\$1,428,697	\$318,599	\$40,000	(\$5,217,690)		(\$5,217,690)
Community and economic development	2,216,472	1,063,797		133,124	(1,019,551)		(1,019,551)
Public safety	14,070,200	2,521,834	1,051,840		(10,496,526)		(10,496,526)
Public works	28,841,393	2,064,161	630,521	31,803,737	5,657,026		5,657,026
Parks and recreation	5,614,901	1,425,037		450,795	(3,739,069)		(3,739,069)
Transit	4,588,928	2,025,154	1,051,000	588,303	(924,471)		(924,471)
Conservation of natural resources	582,258				(582,258)		(582,258)
Interest on long-term debt	4,370,322				(4,370,322)		(4,370,322)
Total governmental activities	67,289,460	10,528,680	3,051,960	33,015,959	(20,692,861)		(20,692,861)
Business-type activities:							
Water	5,044,074	3,407,042		1,101,683	(\$535,349)		(\$535,349)
Sewer	6,445,861	5,228,626		365,166	(852,069)		(852,069)
Community center	3,528,459	2,226,434			(1,302,025)		(1,302,025)
Recycling	1,217,532	1,373,918			156,386		156,386
Street lighting	698,981	667,461			(31,520)		(31,520)
Sports dome	60,142	69,184			9,042		9,042
Total business-type activities	16,995,049	12,972,665		1,466,849	(2,555,535)		(2,555,535)
Total government	\$84,284,509	\$23,501,345	\$3,051,960	\$34,482,808	(20,692,861)	(2,555,535)	(23,248,396)
General revenues:							
Property taxes levied for general purpose					28,437,956		28,437,956
Property taxes levied for debt service					1,737,085		1,737,085
Property taxes levied for housing and redevelopment					145,439		145,439
Property taxes from tax increments					1,138,298		1,138,298
Other taxes					380,907		380,907
Grants and contributions not restricted to specific programs					6,350		6,350
Investment income					7,695,400		7,695,400
Gain on sale of capital assets					113,110		113,110
Internal transfers					(12,264,377)		(12,264,377)
Total general revenues and internal transfers					27,390,168		27,390,168
Change in net assets					6,697,307		6,697,307
Net assets, January 1					401,229,911		401,229,911
Net assets, December 31					\$407,927,218		\$407,927,218

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

Fund

Financial Statements

City of Maple Grove, Minnesota

**Balance Sheet
Governmental Funds
December 31, 2011**

	2006 Series A Improvement	Road Reconstruction	Trunk Street Construction	2010 Series B Capital Improvement Plan Bonds	Other Governmental Funds	Total	
	General	Bonds					
Assets							
Equity in cash pool	\$8,536,652	\$2,086,837	\$22,136,380	\$22,827,407	\$4,891,898	\$70,043,912	\$130,523,086
Cash and investments not in pool						862,073	862,073
Cash and investments held with escrow agent						5,383,911	5,383,911
Interest receivable	15,652	2,735	90,101	133,159	43,309	220,402	505,358
Accounts receivable	120,266			13,893		106,175	240,334
Taxes receivable	535,049		15,598			29,456	580,103
Special assessments receivable	9,949	42,954,776	655,370	29,062,956		18,221,549	90,904,600
Intergovernmental receivable	32,500					55,516	88,016
Due from other funds	251,982						251,982
Prepaid items	38,329					13,343	51,672
Total assets	\$9,540,379	\$45,044,348	\$22,897,449	\$52,037,415	\$4,935,207	\$94,936,337	\$229,391,135
Liabilities and Fund Balances							
Liabilities:							
Interest payable						\$24,043	\$24,043
Accounts payable	\$532,241			\$207,691	\$617,341	775,142	2,132,415
Accrued wages payable	475,346					96,663	572,009
Deposits						82,900	82,900
Due to other funds	876,000					4,422,342	5,298,342
Deferred revenue	596,059	\$42,954,776	\$668,974	28,750,001		18,798,495	91,768,305
Total liabilities	2,479,646	42,954,776	668,974	28,957,692	617,341	24,199,585	99,878,014
Fund Balances:							
Nonspendable	38,329					13,093	51,422
Restricted		2,089,572			4,317,866	36,156,649	42,564,087
Committed			22,228,475			15,684,911	37,913,386
Assigned				23,079,723		23,576,781	46,656,504
Unassigned	7,022,404					(4,694,682)	2,327,722
Total fund balances	7,060,733	2,089,572	22,228,475	23,079,723	4,317,866	70,736,752	129,513,121
Total liabilities and fund balances	\$9,540,379	\$45,044,348	\$22,897,449	\$52,037,415	\$4,935,207	\$94,936,337	\$229,391,135

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

City of Maple Grove, Minnesota

*Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
Governmental Funds
December 31, 2011*

Total fund balances - governmental funds	\$129,513,121
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, not reported in the governmental funds.	
Capital assets	396,212,300
Less accumulated depreciation	(116,124,202)
Other long-term assets not available to pay current period expenditures and, therefore, are deferred in the governmental funds.	91,210,552
Internal service funds are used by the City to charge the costs of certain activities, such as vehicle maintenance, replacement of City vehicles and equipment, and employee benefits to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	27,938,797
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
Bonds payable	(110,940,000)
Bond premium	(2,159,844)
Bond discount	652,341
Deferred charges for bond issuance costs	516,281
Deferred unamortized refunding costs	502,047
Accrued interest	(1,826,360)
Family housing loans	(200,000)
HOME loans	(1,186,746)
Metropolitan Council - RALF loans	(5,437,922)
Net OPEB liability	(743,147)
Net assets of governmental activities	<u>\$407,927,218</u>

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

City of Maple Grove, Minnesota

**Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds**

For the Year Ended December 31, 2011

	2006			2010		
	Series A		Trunk	Series B	Other	
	Improvement	Road	Street	Capital	Governmental	
	Bonds	Reconstruction	Construction	Improvement	Funds	Total
	General			Plan Bonds		
Revenues						
Property taxes	\$27,811,270		\$1,007,551		\$1,882,566	\$30,701,387
Tax increments					1,138,298	1,138,298
Special assessments		\$3,228,088	59,545	\$2,419,117	9,845,525	15,552,275
Licenses, permits and fees	2,534,700				450,795	2,985,495
Intergovernmental revenue	1,490,546			11,852,160	2,293,215	15,635,921
Charges for services	812,574				4,373,084	5,185,658
Fines and forfeits	418,469				27,779	446,248
Investment income	198,427	34,678	1,158,930	1,103,509	\$549,034	3,363,183
Other	536,778		430,000	6,286,188	3,200,000	13,870,407
Total revenues	33,802,764	3,262,766	2,656,026	21,660,974	3,749,034	26,791,886
Expenditures						
Current:						
General government	5,799,517				4,208	5,803,725
Community and economic development	495,952				659,383	1,155,335
Public safety	13,581,164				338,699	13,919,863
Public works	5,730,106					5,730,106
Conservation of natural resources	582,258					582,258
Parks and recreation					5,157,954	5,157,954
Transit					4,898,045	4,898,045
Miscellaneous	142,978	285			3,420	146,683
Interest					316,113	316,113
Capital outlay			29,059	11,316,148	11,628,813	12,968,390
Debt service:						
Principal retirement		1,650,000				4,208,578
Interest and fiscal fees		1,918,137				2,431,632
Bond issuance costs						61,368
Total expenditures	26,331,975	3,568,422	29,059	11,316,148	11,628,813	31,047,790
Excess (deficiency) of revenues over expenditures	7,470,789	(305,656)	2,626,967	10,344,826	(7,879,779)	(4,255,904)
Other Financing Sources (Uses)						
Bonds issued					2,195,000	2,195,000
Refunding bonds issued					1,250,000	1,250,000
Discount on bonds issued					(28,575)	(28,575)
Refunded principal retirement					(1,975,000)	(1,975,000)
Transfers in	570,792			9,492,027	26,246,162	36,308,981
Transfers out	(7,859,767)		(1,794,886)	(14,926,537)	(19,378,873)	(43,960,063)
Total other financing sources (uses)	(7,288,975)		(1,794,886)	(5,434,510)	8,308,714	(6,209,657)
Net change in fund balances	181,814	(305,656)	832,081	4,910,316	(7,879,779)	4,052,810
Fund balances, January 1	6,878,919	2,395,228	21,396,394	18,169,407	12,197,645	66,683,942
Fund balance, December 31	<u>\$7,060,733</u>	<u>\$2,089,572</u>	<u>\$22,228,475</u>	<u>\$23,079,723</u>	<u>\$4,317,866</u>	<u>\$70,736,752</u>

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

City of Maple Grove, Minnesota

**Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2011**

Net change in fund balances - total governmental funds	\$1,791,586
<p>Amounts reported for governmental activities in the statement of net assets are different because:</p>	
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.</p>	
Capital outlay	18,811,301
Depreciation expense	(12,448,451)
<p>Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long term liabilities in the statement of net assets. This is the amount by which repayments</p>	
Bonds issued	(3,445,000)
Discount on bonds issued	28,575
Issuance costs on bonds issued	61,368
Bond principal repayments	7,780,000
Loan principal retirements - RALF	53,578
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
	(7,073,055)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>	
Accrued interest	(27,372)
Amortization of bond premiums	181,685
Amortization of bond discounts	(69,866)
Amortization of bond issuance costs	(42,891)
Amortization of deferred refunding unamortized charges	(62,109)
Net OPEB liability	(201,315)
<p>Internal service funds are used by the City to charge the costs of certain activities, such as vehicle maintenance, replacement of City vehicles and equipment, and employee benefits to individual funds. The net revenue (expense) of the internal service funds is reported in governmental activities.</p>	
	1,359,273
Change in net assets of governmental activities	\$6,697,307

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

**Statement of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2011**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property taxes				
Current	\$27,476,700	\$27,476,700	\$27,216,821	(\$259,879)
Delinquent			213,542	213,542
Gravel tax reimbursement	15,000	15,000	33,445	18,445
Interest and penalties	45,000	45,000	282,297	237,297
Payment in lieu of taxes	18,000	18,000	18,399	399
Other			46,766	46,766
Total property taxes	<u>27,554,700</u>	<u>27,554,700</u>	<u>27,811,270</u>	<u>256,570</u>
Licenses, permits and fees				
Liquor and beer licenses	280,000	280,000	299,357	19,357
Building permits	1,700,000	1,700,000	1,501,735	(198,265)
Plumbing and heating permits	270,000	270,000	335,471	65,471
Electrical permits	81,000	81,000	125,772	44,772
Excavating licenses and permits	8,200	8,200	11,084	2,884
Water and sewer permits	21,000	21,000	30,810	9,810
Gravel and blacktop permits	40,000	40,000	43,262	3,262
Refuse haulers licenses	3,200	3,200	3,075	(125)
Amusement licenses			1,845	1,845
Sign permits	9,000	9,000	9,935	935
Overweight permits	3,000	3,000	1,598	(1,402)
Animal licenses and fees	19,000	19,000	18,883	(117)
Rental license fees	85,000	85,000	86,306	1,306
Fire permits	30,000	30,000	34,448	4,448
Miscellaneous licenses and permits	15,100	15,100	31,119	16,019
Total licenses, permits and fees	<u>2,564,500</u>	<u>2,564,500</u>	<u>2,534,700</u>	<u>(29,800)</u>
Intergovernmental revenue				
Homestead market value credit			1,823	1,823
Police state aid	444,000	444,000	454,031	10,031
Fire state aid	250,000	250,000	264,226	14,226
Municipal state aid streets	400,000	400,000	400,000	
Other aid and grants	222,000	222,000	370,466	148,466
Total intergovernmental revenue	<u>1,316,000</u>	<u>1,316,000</u>	<u>1,490,546</u>	<u>174,546</u>
Charges for services				
Planning department fees	30,000	30,000	23,406	(6,594)
Engineering fees and platting	12,000	12,000	8,391	(3,609)
Inspection and other fees	7,600	7,600	6,749	(851)
Police and fire department charges	32,400	32,400	28,947	(3,453)
Assessing department charges			650	650
Weed and tree charges	1,500	1,500	24,325	22,825
Street department charges	25,000	25,000	18,133	(6,867)
Improvement project charges	750,000	750,000	699,873	(50,127)
Street sign charges	4,000	4,000	2,100	(1,900)
Total charges for services	<u>862,500</u>	<u>862,500</u>	<u>812,574</u>	<u>(49,926)</u>

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

**Statement of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2011**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues (continued)				
Fines and forfeits	\$375,000	\$375,000	\$418,469	\$43,469
Other				
Property sales and rental	2,000	2,000	1,891	(109)
Investment income	90,000	90,000	198,427	108,427
Other	53,000	53,000	534,887	481,887
Total other	145,000	145,000	735,205	590,205
Total revenues	32,817,700	32,817,700	33,802,764	985,064
Expenditures				
General government				
Mayor and council				
Personal services	74,100	74,100	70,035	4,065
Supplies and other services	135,500	135,500	107,861	27,639
Total mayor and council	209,600	209,600	177,896	31,704
Administration				
Personal services	478,800	478,800	482,593	(3,793)
Supplies and other services	303,900	303,900	122,929	180,971
Total administration	782,700	782,700	605,522	177,178
City clerk/election				
Personal services	112,900	112,900	99,902	12,998
Supplies and other services	79,400	79,400	45,279	34,121
Total city clerk/election	192,300	192,300	145,181	47,119
Human resources				
Personal services	310,900	310,900	314,063	(3,163)
Supplies and other services	78,200	78,200	39,724	38,476
Total human resources	389,100	389,100	353,787	35,313
Finance				
Personal services	844,300	844,300	814,005	30,295
Supplies and other services	73,500	73,500	50,668	22,832
Total finance	917,800	917,800	864,673	53,127
Insurance				
Personal services	15,500	15,500	14,453	1,047
Supplies and other services	265,000	265,000	206,548	58,452
Total insurance	280,500	280,500	221,001	59,499
Legal	340,000	340,000	433,435	(93,435)

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

**Statement of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2011**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (continued)				
General government (continued)				
Assessing				
Personal services	\$951,700	\$951,700	\$799,006	\$152,694
Supplies and other services	67,300	67,300	32,662	34,638
Capital outlay	6,900	6,900	6,900	
Total assessing	1,025,900	1,025,900	838,568	187,332
Information systems				
Personal services	594,800	594,800	477,863	116,937
Supplies and other services	590,400	590,400	539,001	51,399
Capital outlay	199,900	199,900	179,211	20,689
Total data processing	1,385,100	1,385,100	1,196,075	189,025
Government buildings				
Personal services	190,800	190,800	189,446	1,354
Supplies and other services	883,600	883,600	676,850	206,750
Capital outlay	91,800	91,800	97,083	(5,283)
Total government buildings	1,166,200	1,166,200	963,379	202,821
Total general government	6,689,200	6,689,200	5,799,517	889,683
Community and economic development				
Personal services	579,100	579,100	477,560	101,540
Supplies and other services	36,800	36,800	14,792	22,008
Capital outlay	3,600	3,600	3,600	
Total community and economic development	619,500	619,500	495,952	123,548
Public safety				
Police protection				
Personal services	7,636,300	7,636,300	7,216,255	420,045
Supplies and other services	1,054,200	1,054,200	797,492	256,708
Capital outlay	400,200	400,200	331,185	69,015
Total police protection	9,090,700	9,090,700	8,344,932	745,768
Fire protection and inspections				
Personal services	2,133,200	2,133,200	1,983,269	149,931
Supplies and other services	475,600	475,600	472,632	2,968
Capital outlay	459,200	459,200	470,347	(11,147)
Total fire protection and inspections	3,068,000	3,068,000	2,926,248	141,752
Building inspection				
Personal services	1,568,900	1,568,900	1,325,811	243,089
Supplies and other services	154,600	154,600	94,502	60,098
Capital outlay	28,800	28,800	28,800	
Total building inspection	1,752,300	1,752,300	1,449,113	303,187

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

**Statement of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2011**

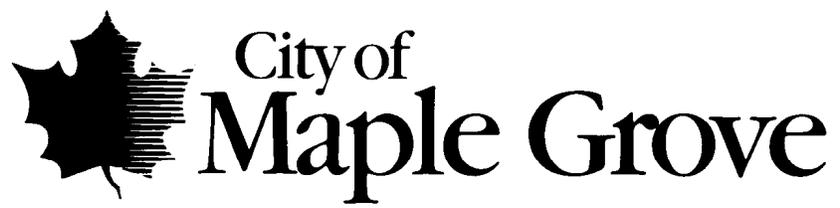
<i>Expenditures (continued)</i>	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Public safety (continued)				
Detention				
Personal services	\$272,300	\$272,300	\$169,418	\$102,882
Supplies and other services	130,300	130,300	71,936	58,364
Capital outlay	2,500	2,500		2,500
Total detention	405,100	405,100	241,354	163,746
Emergency preparedness				
Personal services	24,900	24,900	24,273	627
Supplies and other services	33,300	33,300	38,197	(4,897)
Capital outlay	24,300	24,300	25,056	(756)
Total emergency preparedness	82,500	82,500	87,526	(5,026)
Community service				
Personal services	450,700	450,700	391,411	59,289
Supplies and other services	150,900	150,900	110,580	40,320
Capital outlay	30,900	30,900	30,000	900
Total community service	632,500	632,500	531,991	100,509
Total public safety	15,031,100	15,031,100	13,581,164	1,449,936
Public works				
Engineering				
Personal services	1,234,700	1,234,700	977,243	257,457
Supplies and other services	79,200	79,200	66,369	12,831
Capital outlay	28,800	28,800	30,209	(1,409)
Total engineering	1,342,700	1,342,700	1,073,821	268,879
Street maintenance				
Personal services	1,696,000	1,696,000	1,517,617	178,383
Supplies and other services	1,988,000	1,988,000	1,950,241	37,759
Capital outlay	432,500	432,500	731,459	(298,959)
Total street maintenance	4,116,500	4,116,500	4,199,317	(82,817)
Traffic control				
Personal services	148,000	148,000	115,775	32,225
Supplies and other services	215,200	215,200	255,343	(40,143)
Capital outlay	30,000	30,000	69,795	(39,795)
Total traffic control	393,200	393,200	440,913	(47,713)
Weed control				
Personal services	14,200	14,200	12,831	1,369
Supplies and other services	3,800	3,800	3,224	576
Total weed control	18,000	18,000	16,055	1,945
Total public works	5,870,400	5,870,400	5,730,106	140,294

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

**Statement of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2011**

	Budget		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Expenditures (continued)				
Conservation of natural resources				
Forest management				
Personal services	\$30,300	\$30,300	\$103,354	(\$73,054)
Supplies and other services	10,800	10,800	9,542	1,258
Capital outlay			591	(591)
Total forest management	41,100	41,100	113,487	(72,387)
Water resources				
Personal services	225,700	225,700	219,749	5,951
Supplies and other services	218,100	218,100	239,795	(21,695)
Capital outlay			9,227	(9,227)
Total water resources	443,800	443,800	468,771	(24,971)
Total conservation of natural resources	484,900	484,900	582,258	(97,358)
Other				
Community action	124,500	124,500	106,455	18,045
Other			36,523	(36,523)
Total other	124,500	124,500	142,978	(18,478)
Total expenditures	28,819,600	28,819,600	26,331,975	2,487,625
Excess of revenues over expenditures	3,998,100	3,998,100	7,470,789	3,472,689
Other financing sources (uses)				
Operating transfers in	575,000	575,000	570,792	(4,208)
Operating transfers out	(4,573,100)	(4,573,100)	(7,859,767)	(3,286,667)
Total other financing sources (uses)	(3,998,100)	(3,998,100)	(7,288,975)	(3,290,875)
Net change in fund balance			181,814	181,814
Fund balance, January 1	6,878,919	6,878,919	6,878,919	
Fund balance, December 31	\$6,878,919	\$6,878,919	\$7,060,733	\$181,814

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



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City of Maple Grove, Minnesota

**Statement of Net Assets
Proprietary Funds
December 31, 2011**

	Water Utility Fund	Sewer Utility Fund	Community Center Fund	Other Proprietary Funds	Totals	Governmental Activities - Internal Service Funds
Assets						
Current assets						
Equity in cash pool	\$31,663,497	\$26,936,086		\$2,277,302	\$60,876,885	\$25,246,713
Cash and investments not in pool			\$655,136		655,136	
Interest receivable	133,185	95,403		8,905	237,493	101,571
Accounts receivable	751,595	1,338,088	84,542	505,888	2,680,113	
Special assessments receivable	896,644	939,021			1,835,665	
Due from other funds	4,170,360		879,726		5,050,086	
Inventory	20,690		41,978		62,668	230,439
Prepaid expense	649	308,392	2,509		311,550	
Total current assets	37,636,620	29,616,990	1,663,891	2,792,095	71,709,596	25,578,723
Noncurrent assets						
Deferred charges	35,345				35,345	
Capital assets:						
Land improvements				1,729,116	1,729,116	
Building			22,412,045	2,666,504	25,078,549	
Equipment	303,510	194,422	1,677,003	54,849	2,229,784	14,529,465
Distribution systems	87,869,863	78,982,825			166,852,688	
Less accumulated depreciation	(26,078,604)	(26,958,562)	(8,561,204)	(13,320)	(61,611,690)	(7,811,493)
Total noncurrent assets	62,130,114	52,218,685	15,527,844	4,437,149	134,313,792	6,717,972
Total assets	99,766,734	81,835,675	17,191,735	7,229,244	206,023,388	32,296,695
Liabilities						
Current liabilities						
Interest payable	109,461				109,461	
Accounts payable	128,751	233,635	100,104	173,517	636,007	205,157
Accrued wages payable	22,783	10,277	43,415	4,865	81,340	187,237
Due to other funds				3,726	3,726	
Deferred revenue			145,662		145,662	
Current portion of long-term debt	1,645,000				1,645,000	250,000
Total current liabilities	1,905,995	243,912	289,181	182,108	2,621,196	642,394
Noncurrent liabilities						
Compensated absences						3,715,504
Bonds payable	4,564,427				4,564,427	
Total liabilities	6,470,422	243,912	289,181	182,108	7,185,623	4,357,898
Net Assets						
Invested in capital assets, net of related debt	55,885,342	52,218,685	15,527,844	4,437,149	128,069,020	6,717,972
Unrestricted	37,410,970	29,373,078	1,374,710	2,609,987	70,768,745	21,220,825
Total net assets	\$93,296,312	\$81,591,763	\$16,902,554	\$7,047,136	\$198,837,765	\$27,938,797

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

City of Maple Grove, Minnesota

**Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the Year Ended December 31, 2011**

	Water Utility Fund	Sewer Utility Fund	Community Center Fund	Other Proprietary Funds	Totals	Governmental Activities - Internal Service Funds
Operating revenues						
Charges for services	\$3,307,464	\$5,082,397	\$2,226,321	\$1,889,551	\$12,505,733	\$7,246,719
Intergovernmental				185,548	185,548	
Other revenue	99,578	146,229	113	35,464	281,384	1,094,598
Total operating revenues	3,407,042	5,228,626	2,226,434	2,110,563	12,972,665	8,341,317
Operating expenses						
Personal services	944,125	304,777	1,432,439	45,434	2,726,775	3,833,694
Supplies	288,062	40,064	143,740	819	472,685	915,335
Professional services	157,134	37,948	81,956		277,038	1,450,768
Water meters/merchandise	145,289		186,203		331,492	
Repairs and maintenance	465,835	204,993	274,410	54,213	999,451	258,529
Depreciation	1,758,708	1,554,772	832,592	13,319	4,159,391	940,342
Equipment reimbursement	49,600	60,000	35,000		144,600	3,900
Insurance	67,552	71,924	16,200	5,508	161,184	366,724
Waste treatment charges		3,849,945			3,849,945	
Utilities	508,503	32,251	479,584	1,857,362	2,877,700	
Computer service	71,191	71,191	2,048		144,430	21,977
Other expenses	322,579	217,996	44,287		584,862	273,334
Total operating expenses	4,778,578	6,445,861	3,528,459	1,976,655	16,729,553	8,064,603
Operating income (loss)	(1,371,536)	(1,217,235)	(1,302,025)	133,908	(3,756,888)	276,714
Nonoperating revenue (expense)						
Investment income	1,688,417	1,209,446	22,131	112,889	3,032,883	1,287,639
Interest expense	(250,753)				(250,753)	
Bond issuance costs	(14,743)				(14,743)	
Gain on sale of assets						113,110
Total nonoperating revenue (expense)	1,422,921	1,209,446	22,131	112,889	2,767,387	1,400,749
Income (loss) before contributions and transfers	51,385	(7,789)	(1,279,894)	246,797	(989,501)	1,677,463
Contributions - connection fees	884,928	212,425			1,097,353	
Capital contributions - development	216,755	152,741			369,496	
Capital contributions - governmental funds			268,955	4,450,469	4,719,424	
Transfers in	3,458,524	4,591,058	991,000		9,040,582	317,510
Transfers out	(893,129)	(581,000)	(12,000)	(9,500)	(1,495,629)	(635,700)
Change in net assets	3,718,463	4,367,435	(31,939)	4,687,766	12,741,725	1,359,273
Total net assets, January 1	89,577,849	77,224,328	16,934,493	2,359,370	186,096,040	26,579,524
Total net assets, December 31	\$93,296,312	\$81,591,763	\$16,902,554	\$7,047,136	\$198,837,765	\$27,938,797

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

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2011

	Water Utility Fund	Sewer Utility Fund	Community Center Fund	Other Proprietary Funds	Totals	Governmental Activities - Internal Service Funds
Cash flows from operating activities						
Receipts from customers and users	\$3,209,990	\$4,752,252	\$2,375,065	\$1,827,787	\$12,165,094	\$7,246,719
Payments to vendors	(2,050,219)	(4,403,000)	(1,308,924)	(1,882,166)	(9,644,309)	(3,642,467)
Payments to employees	(944,163)	(299,835)	(1,430,307)	(40,776)	(2,715,081)	(3,242,161)
Other receipts	138,950	230,464	113	221,012	590,539	1,094,598
Net cash provided (used) by operating activities	354,558	279,881	(364,053)	125,857	396,243	1,456,689
Cash flows from investing activities						
Investment income	1,714,560	1,228,079	22,131	113,600	3,078,370	1,296,920
Cash flows from capital financing and related financing activities						
Acquisition of equipment	(20,733)	(1,428,362)	(224,491)		(1,673,586)	(2,729,461)
Contributions from developers and residents	884,928	212,425			1,097,353	
Principal paid on revenue bonds	(1,585,000)				(1,585,000)	
Interest paid on revenue bonds	(279,691)				(279,691)	
Proceeds from refunding bonds	34,745				34,745	
Bond issuance costs	(32,492)				(32,492)	
Proceeds from sale of equipment						259,043
Net cash provided (used) by capital financing activities	(998,243)	(1,215,937)	(224,491)		(2,438,671)	(2,470,418)
Cash flows from noncapital financing activities						
Transfers from other funds	3,458,524	4,591,058	780,000		8,829,582	62,000
Transfers to other funds	(893,129)	(581,000)	(12,000)	(9,500)	(1,495,629)	
Receipt (payment) to/from other funds for interfund borrowing	548,413		(3,726)	3,727	548,414	
Net cash provided (used) by noncapital activities	3,113,808	4,010,058	764,274	(5,773)	7,882,367	62,000
Increase in equity in cash pool	4,184,683	4,302,081	197,861	233,684	8,918,309	345,191
Cash and cash equivalents, January 1	27,478,814	22,634,005	457,275	2,043,618	52,613,712	24,901,522
Cash and cash equivalents, December 31	\$31,663,497	\$26,936,086	\$655,136	\$2,277,302	\$61,532,021	\$25,246,713
Equity in cash pool, December 31	\$31,663,497	\$26,936,086		\$2,277,302	\$60,876,885	\$25,246,713
Cash and investments not in pool, December 31			\$655,136		655,136	
Cash and cash equivalents, December 31	\$31,663,497	\$26,936,086	\$655,136	\$2,277,302	\$61,532,021	\$25,246,713

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

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2011

	Water Utility Fund	Sewer Utility Fund	Community Center Fund	Other Proprietary Funds	Totals	Governmental Activities - Internal Service Funds
Reconciliation of operating income (loss) to net cash provided (used) by operating activities						
Operating income (loss)	(\$1,371,536)	(\$1,217,235)	(\$1,302,025)	\$133,908	(\$3,756,888)	\$276,714
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:						
Depreciation	1,758,708	1,554,772	832,592	13,319	4,159,391	940,342
Change in assets and liabilities:						
(Increase) decrease in accounts receivable	(96,873)	(330,145)	81,638	(61,764)	(407,144)	
Decrease in special assessments receivable	38,771	84,235			123,006	
Decrease in inventory	2,047		5,878		7,925	7,894
(Increase) decrease in prepaid expense	9,457	12,437	(2,509)		19,385	
Increase (decrease) in accounts payable	14,022	170,875	(48,865)	35,736	171,768	38,574
Increase (decrease) in wages payable	(38)	4,942	2,132	4,658	11,694	(55,850)
(Decrease) in deposits			(710)		(710)	
Increase in deferred revenue			67,816		67,816	
Increase in compensated absences						249,015
Net cash provided (used) by operating activities	<u>\$354,558</u>	<u>\$279,881</u>	<u>(\$364,053)</u>	<u>\$125,857</u>	<u>\$396,243</u>	<u>\$1,456,689</u>
Noncash capital financing and related financing activities						
Contribution of capital assets from development	\$216,755	\$152,741			\$369,496	
Amortization of bond issuance costs	(14,743)				(14,743)	
Amortization of bond discount/premium	8,405				8,405	
Accrued bond interest	21,731				21,731	
Proceeds from refunding bonds to escrow	1,945,000				1,945,000	
Revenue bonds defeased	(1,945,000)				(1,945,000)	
Contribution of capital assets from government			\$268,955	\$4,450,469	4,719,424	\$255,510
Contribution of capital assets to government						(\$635,700)

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

City of Maple Grove, Minnesota

Statement of Fiduciary Net Assets

Agency Funds

December 31, 2011

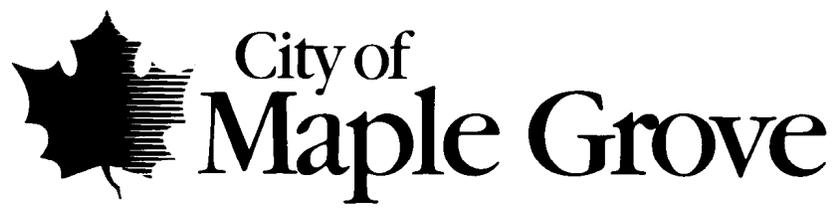
Assets

Equity in cash pool	\$2,435,251
Interest receivable	36,581
Intergovernmental receivable	15,104
	<hr/>
Total assets	<u>\$2,486,936</u>

Liabilities

Accounts payable	\$19,084
Accrued wages payable	3,651
Due to other governments	49,431
Deposits	2,414,770
	<hr/>
Total liabilities	<u>\$2,486,936</u>

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



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Notes to
Financial Statements

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Note 1 – Summary of Significant Accounting Policies

The financial statements of the City of Maple Grove, Minnesota, have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The City of Maple Grove (City) was incorporated under the laws of the State of Minnesota. The governing body consists of a mayor and four council members. The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are in substance part of the City's operations.

Blended Component Units

The Housing and Redevelopment Authority (HRA) in and for the City of Maple Grove is governed by a five-member board, which is made up of the five members of the City Council. The City Council reviews and approves HRA tax levies, and the City provides major community development financing for HRA activities. Debt issued for HRA activities is the general obligation of the City. Although it is legally separate from the City, the HRA is reported as if it were part of the primary government because the City Council serves as the board of the HRA. The HRA is presented as a governmental fund type. Complete financial information for the HRA can be obtained at the City's finance department.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. However, interfund activity for services such as water and sewer are not eliminated from the statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues included: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

C. Measurement Focus and Basis of Accounting

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded when the payment is due.

Property taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received.

The City reports the following major governmental funds:

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

The 2006A Improvement Bonds Fund accounts for debt service and special assessments related to the 2006A improvement bonds. The Road Reconstruction Fund accounts for funds set aside for the reconstruction of City streets. The Trunk Street Construction Fund accounts for the construction of collector streets in the City. The 2010B Capital Improvement Plan Bonds Fund accounts for the bond proceeds used to finance the expansion of the City's maintenance facility and fire station #1.

The City reports the following major proprietary funds:

The Water and Sewer Utility Funds account for the activities related to the City's water and sewer services. The Community Center Fund accounts for the operations of the City's community center.

Additionally, the City reports the following fund types:

Internal service funds account for the following activities provided to other departments of the City on a cost reimbursement basis: fleet management services, replacement of major equipment and building repairs, employee benefits and insurance.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Agency funds account for assets held in a custodial capacity for the Pets Under Police Security (PUPS) and escrow deposits from developers and contractors.

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

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

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the City's enterprise funds and internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

D. Cash and Investments

Cash balances from all funds, except for certain special revenue funds and the Community Center Fund, are combined and invested to the extent available in authorized investments. The cash pool of the City operates essentially as a demand account for all participating funds. Earnings from such investments are allocated to the respective funds on the basis of the applicable cash balance participation by each fund.

The Minnesota 4M Plus Fund is an external investment pool not registered with the Securities and Exchange Commission (SEC) that follows the same regulatory rules of the SEC under rule 2a7. The fair value of the position in the pool is the same as the value of the pools shares. Investments are stated at fair value, which is based on the quoted market price of the investment.

For purposes of the statement of cash flows, the City considers cash and investments in the cash pool as cash and cash equivalents since all amounts are deemed cash on demand. Cash and investments held in trust are not considered cash and cash equivalents because they have maturities longer than three months.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

E. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

F. Inventories

Inventories of the proprietary funds are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when purchased.

G. Prepaid Items

Payments made to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items, except for insurance, which is accounted for as an expenditure in the period paid in both the government-wide and fund financial statements.

H. Capital Assets

Capital assets, which include land, buildings, equipment and infrastructure assets (e.g., streets, bridges, distribution systems, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not increase asset value or materially extend asset lives are not capitalized. The City reviews its capital assets for impairment whenever events indicate the decline in service utility of the capital asset is significant in magnitude and the event or change in circumstances is outside the normal cycle of the capital asset.

Buildings, equipment and infrastructure of the City and the HRA are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Estimated Life</u>
Buildings and Improvements	10-30
Water and Sewer Distribution	50
Streets	25
Storm Sewers	30
Interchange	50
Vehicles and Equipment	3-20
Office Furniture and Equipment	5-10

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

I. Property Taxes

Property tax levies are set by the City Council in December of each year and are certified to Hennepin County for collection in the following year. In Minnesota, counties act as collection agents for all property taxes. Property tax levies are based on property values assessed on January 2 of the preceding year. The County spreads all levies over all taxable property. Such taxes become a lien on January 1 of the current year. Property taxes are due from taxpayers in two equal installments, on May 15 and October 15. The county provides tax settlements to cities and other local governments three times a year in July, December and January.

Revenues are accrued and recognized in the government-wide financial statements in the current period. In the fund financial statements, taxes that remain unpaid at December 31 are classified as delinquent taxes and fully offset by deferred revenue, because it is not known when they will be available to finance current expenditures.

J. Special Assessments

Special assessments are levied against the benefited properties for the assessable costs of special assessments improvement projects in accordance with state statutes. The City usually adopts the assessment rolls when the individual projects are complete or substantially complete. The assessments are collectible over a period of five to twenty years, depending on the type of assessment. Annual installments (including interest) for special assessments are collected by the County in the same manner as property taxes. Property owners are allowed to prepay total future installments without interest or prepayment penalties to the City.

The City recognizes special assessment revenue in the government-wide financial statements when the assessment rolls are levied. In the fund financial statements, the City recognizes special assessment revenue when it becomes both measurable and available. Current assessments, which remain unpaid at December 31, are classified as delinquent receivables and, together with deferred assessments, are fully offset by deferred revenue because it is not known when they will be available to finance current expenditures.

K. Compensated Absences

The liability for accrued compensated absences includes accumulated vacation leave, sick leave, long-term service or tenure pay, and post employment health benefit paid with unused sick leave at retirement. Full-time employees are allowed to accumulate a maximum of 300 hours of vacation and 150 hours for part time employees. Employees with five or more years of service are compensated for one-third of their accumulated sick leave, as a result of an employee's resignation or retirement. For eligible employees at retirement, the City will contribute 50% of their remaining sick leave after the sick leave payout into a health care savings account for a post employment health benefit. Employees with 20 or more years of service with the City are entitled to additional compensation for long-term service or tenure pay.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Vested or accumulated vacation, sick leave, tenure pay and post employment health benefit for all City employees are recorded as an expenditure or expense in all funds as the benefits accrue to employees. The liability for this is then recorded in an internal service fund – employee benefits fund, from which compensated absences are paid. It is the City’s intention to continue to fully fund compensated absences in the future.

L. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures.

M. Fund Balance Classifications and Fund Balance Policy

In the fund financial statements, fund balance for the governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. These classifications are as follows:

Nonspendable fund balance includes amounts that are not in a spendable form or are legally or contractually required to be maintained intact.

Restricted fund balance includes amounts that have constraints placed on them either externally by third parties (state statutes, creditors, grantors) or through constitutional provision or enabling legislation.

Committed fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the City Council. The formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is a motion or resolution approved by the City Council at a council meeting.

Assigned fund balance consists of amounts that are constrained by the City’s intent to be used for a specific purpose, but are neither restricted nor committed. The City Council has authorized the Finance Director as the official authorized to assign fund balance to a specific purpose as approved by the City fund balance policy.

Unassigned fund balance is the residual classification for the General Fund. This is fund balance that has not been restricted, committed or assigned to specific purposes within the General Fund. A governmental fund other than the General Fund may have a negative residual balance.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

When restricted and unrestricted (committed, assigned and unassigned) fund balances are available for use, it is the City's policy to use restricted balances first, then unrestricted balances. When unrestricted balances (committed, assigned and unassigned) fund balances are available for use, it is the City's policy to use committed balances first, then assigned, and finally unassigned as needed.

N. Unassigned Fund Balance Policy

The City has formally adopted a policy to maintain an adequate level of unassigned fund balance for the General Fund. The policy establishes a minimum unassigned fund balance in the General Fund at the end of the year in the range of 15 – 25% of the subsequent year's budgeted expenditures. This range of fund balance will accommodate the cash flow needs of the City and any unforeseen circumstances. At December 31, 2011, the unassigned fund balance for the General Fund was 20.7% of the subsequent year's budgeted expenditures.

Note 2 – Budgets, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the General and Special Revenue Funds. All annual appropriations lapse at fiscal year-end. Financial controls for debt service funds are achieved through bond indenture provisions. Project-length financial plans are adopted for all Capital Projects Funds.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the capital projects funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The finance director submits to the City Council a proposed operating budget, which includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. The preliminary property tax levy is legally enacted through passage of a resolution and certified to the County by September 15 of each year.
4. The final budget is legally adopted through the passage of a resolution by December 20 of each year.
5. Formal budgets are adopted for the General Fund and Special Revenue Funds. Budget control for Debt Service Funds is achieved through bond indenture provisions. Budgetary control for Capital Projects Funds is accomplished through the use of project controls.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

6. The City Council may authorize the transfer of budgeted amounts between funds.
7. The legal level of budgetary control (i.e., the level at which expenditures may not exceed appropriations) is the fund level. For management purposes, budgetary control is maintained at the department level. Also inherent in this controlling function is the management philosophy that the existence of a particular item or appropriation in the approved budget does not automatically mean that it will be spent. The budget process has flexibility in that, where the need has been properly demonstrated, the City Administrator can make an adjustment within the department budget. Therefore, there is a constant review process and expenditures are not approved until it has been determined that: (1) adequate funds were appropriated; (2) the expenditure is still necessary; and (3) funds are available.

Budgeted amounts are as originally adopted by the City Council. Revenues exceeding budgeted amounts are sometimes used for supplemental appropriations during the year. Neither the revenue nor the expenditure budget is adjusted to reflect these items. The City did not make any supplemental appropriations during the year.

B. Excess of Expenditures over Appropriations

Expenditures exceeded appropriations (budget) in the following individual funds for the year ended December 31, 2011:

Special Revenue Funds:	
Transit Fund	\$ 679,245
Training Facility Fund	36,805
HRA Fund	201,669

C. Deficit Fund Balances

The following individual Debt Service and Capital Projects Funds have deficit fund balances as of December 31, 2011:

Capital Projects Funds:	
Police Training Facility	\$ 14,351
Wedgwood Tax Increment District	750,656
2009 Improvement Project Financing	1,242,329
2010 Improvement Project Financing	1,102,154
2011A Road Reconstruction Bonds	736,824
2011 Improvement Project Financing	755,793
2012 Road Reconstruction	11,791

The deficit in the Police Training Facility is due to a fire at the facility on January 22, 2011. The deficit will be eliminated when insurance proceeds for business interruption are received in 2012.

The deficit in the Wedgwood Tax Increment District is due to the timing of tax increments and projects costs for the district. Tax increment revenue collected in 2012 will eliminate the deficit.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Deficits in the following improvement project funds: the 2009, 2010, and 2011 Improvement Project Financing Funds are the result of the City's decision to finance the cost of development projects internally. This method of financing recognizes the cash flows of early payments of special assessments to be levied as residential subdivisions develop. The deficit in the 2011A Road Reconstruction Fund will be eliminated from special assessments on parcels not included in the bond issue. The deficit in the 2012 Road Reconstruction Fund will be eliminated when bonds are issued in 2012.

Note 3 – Cash and Investments

Cash and investments in the City's cash pool at December 31, 2011 are as follows:

	Fair Value
<u>Cash</u>	
Cash on Hand	\$ 1,500
Cash in Bank Accounts	2,660,326
 Total Cash in Pool	 2,661,826
 <u>Investments</u>	
U.S. Treasuries	39,334,558
U.S. Agencies	21,721,142
Federal Instrumentalities	130,938,912
State and Municipal Bonds	15,523,357
Money Market Funds	8,902,140
 Total Investments in Cash Pool	 216,420,109
 Total Cash and Investments in Cash Pool	 \$ 219,081,935

Cash and investments not in the City's cash pool at December 31, 2011 are as follows:

	Fair Value
<u>Cash</u>	
Cash on Hand	\$ 4,060
Cash in Bank Accounts	1,513,149
 Total Cash and Investments not in Pool	 \$ 1,517,209

*City of Maple Grove, Minnesota
Notes to the Financial Statements
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Cash and investments held with escrow agent at December 31, 2011 are as follows:

	Fair Value
<u>Cash</u>	
State and Local Government Securities	\$ <u>5,383,911</u>
 Total Cash and Investments held with Escrow Agent	 \$ <u>5,383,911</u>

Bank Deposits

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government’s deposits may not be returned to the City. State statutes require that insurance, surety bonds or collateral protect all City deposits. The market value of collateral pledged must equal 110% of the deposits not covered by insurance or bonds (140% in the case of mortgage notes pledged). As of December 31, 2011, the City’s bank balances were covered by insurance or collateral pledged and held in the City’s name.

Investments

As of December 31, 2011, the City had the following investments and maturities in its cash and investment pool:

<u>Investment Type</u>	Investment Maturities – (In Years)				
	Fair Value	Less Than 1	1 – 5	6-10	More Than 10
U.S. Treasuries	\$ 39,334,558	\$ 3,807,730	4,585,612	30,941,216	
U.S. Agencies	21,721,142	231,140	3,019,173	8,409,290	10,061,539
Federal Instrumentalities	130,938,912	37,081,226	25,588,500	18,469,565	49,799,621
State and Municipal Bonds	15,523,357	1,435,055	3,811,332	9,609,866	667,104
Money Market Funds	8,902,140	8,902,140			
 Total Investments in Cash Pool	 <u>\$ 216,420,109</u>	 <u>\$ 51,457,291</u>	 <u>\$ 37,004,617</u>	 <u>\$ 67,429,937</u>	 <u>\$ 60,528,264</u>

As of December 31, 2011, the City’s investments in its cash and investment pool are managed as follows:

<u>Investment Manager</u>	Fair Value	Effective Duration	Average Maturity
City of Maple Grove	\$ 34,410,616	0.5 years	0.5 years
Galliard Capital Management	86,004,045	3.2 years	4.1 years
Nuveen Asset Management	83,402,750	2.9 years	3.9 years
Galliard Capital Management – TIPS	6,348,275	5.9 years	7.4 years
Nuveen Asset Management - TIPS	6,254,423	3.4 years	6.9 years
 Total Investments in Cash Pool	 <u>\$ 216,420,109</u>		

*City of Maple Grove, Minnesota
Notes to the Financial Statements
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Benchmark	3.0 years	3.7 years
Benchmark – TIPS	4.3 years	5.4 years

Interest Rate Risk

Through the City’s investment policy, the City manages its exposure to fair value losses arising from increasing interest rates by limiting the weighted average effective duration of its investment portfolio to not exceed 125% of the duration of a blended index of 60% Barclays Capital Intermediate Government Index / 40% Barclays Capital Mortgage Index (Benchmark) and Barclays Capital TIPS 1-10 Year Index (TIPS Benchmark).

Custodial Credit Risk - Investments

For investments, custodial credit risk is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments that are in the possession of an outside party. The City’s investment policy requires all investments to be held in a custodial account. As of December 31, 2011, a custodial bank held all investments in the City’s name.

Credit Risk

State statutes and the City’s investment policy limit investments in money market funds, state or municipal bonds and commercial paper to the following ratings from a national bond rating service as follows:

<u>Investment Type</u>	<u>Rating</u>	<u>Service</u>
Money Market Funds	AA or better	Moody’s Investor Service or Standard & Poor’s
State and Municipal Bonds	A or better	Moody’s Investor Service or Standard & Poor’s
Commercial Paper	P-1 A-1	Moody’s Investor Service Standard & Poor’s

As of December 31, 2011, the City’s investment in Money Market Funds were rated AAA by Standard & Poor’s, Federal Instrumentalities, which includes investments in the Federal Home Loan Bank, Federal Home Loan Mortgage Corp Federal National Mortgage Association, were rated AA+ by Standard & Pooors and investments in State and Municipal Bonds had the following ratings:

<u>Investment Type</u>	<u>Rating</u>	<u>Fair Value</u>	<u>Percent of Investment Type</u>
State and Municipal Bonds	A	\$ 381,945	3%
State and Municipal Bonds	AA	10,150,486	65
State and Municipal Bonds	AAA	<u>4,990,926</u>	32
Total State and Municipal Bonds		<u>\$ 15,523,357</u>	

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Note 4 – Capital Assets

Capital assets activity for the year ended December 31, 2011 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land and Improvements	\$ 31,038,894	\$ 6,463,418		\$ 37,502,312
Park Improvements	18,723,100	106,054		18,829,154
Construction in Progress	<u>13,295,097</u>	<u>12,404,116</u>	\$ <u>10,157,568</u>	<u>15,541,645</u>
 Total Capital Assets, Not Being Depreciated	 <u>63,057,091</u>	 <u>18,973,588</u>	 <u>10,157,568</u>	 <u>71,873,111</u>
 Capital Assets, Being Depreciated:				
Park Improvements	1,030,297	281,851		1,312,148
Park Play Structures	2,306,578	72,951	43,477	2,336,052
Buildings and Improvements	49,594,705	4,592,539		54,187,244
Furniture	995,791			995,791
Equipment	16,637,895	2,760,013	1,374,960	18,022,948
Infrastructure:				
Streets	182,705,195	4,113,243		186,818,438
Interchange	19,580,332			19,580,332
Storm Sewers	<u>55,034,854</u>	<u>580,847</u>		<u>55,615,701</u>
 Total Capital Assets, Being Depreciated	 <u>327,885,647</u>	 <u>12,401,444</u>	 <u>1,418,437</u>	 <u>338,868,654</u>
 Less Accumulated Depreciation:				
Park Improvements	490,186	44,846		535,032
Park Play Structures	1,240,754	123,615	43,477	1,320,892
Buildings	17,622,776	1,629,506		19,252,282
Furniture	902,193	12,876		915,069
Equipment	9,975,619	1,189,426	1,172,134	9,992,911
Infrastructure:				
Streets	61,971,386	7,848,498		69,819,884
Interchange	1,975,130	652,204		2,627,334
Storm Sewers	<u>17,584,469</u>	<u>1,887,822</u>		<u>19,472,291</u>
 Total Accumulated Depreciation	 <u>111,762,513</u>	 <u>13,388,793</u>	 <u>1,215,611</u>	 <u>123,935,695</u>
 Total Capital Assets, Being Depreciated, Net	 <u>216,123,134</u>	 <u>(987,349)</u>	 <u>202,826</u>	 <u>214,932,959</u>
 Governmental Activities Capital Assets, Net	 <u>\$ 279,180,225</u>	 <u>\$ 17,986,239</u>	 <u>\$ 10,360,394</u>	 <u>\$ 286,806,070</u>

City of Maple Grove, Minnesota
Notes to the Financial Statements
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	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-Type Activities:				
Capital Assets, Not Being Depreciated:				
Land Improvements		\$ 1,729,116		\$ 1,729,116
Capital Assets, Being Depreciated:				
Buildings	\$ 22,159,467	2,919,082		25,078,549
Equipment	2,057,927	316,450	\$ 144,592	2,229,785
Distribution Systems	<u>165,054,829</u>	<u>1,797,859</u>		<u>166,852,688</u>
 Total Capital Assets, Being Depreciated	 <u>189,272,223</u>	 <u>5,033,391</u>	 <u>144,592</u>	 <u>194,161,022</u>
Less Accumulated Depreciation:				
Buildings	6,790,178	764,250		7,554,428
Equipment	1,466,553	94,161	144,592	1,416,122
Distribution Systems	<u>49,340,159</u>	<u>3,300,980</u>		<u>52,641,139</u>
 Total Accumulated Depreciation	 <u>57,596,890</u>	 <u>4,159,391</u>	 <u>144,592</u>	 <u>61,611,689</u>
 Total Capital Assets, Being Depreciated, Net	 <u>131,675,333</u>	 <u>874,000</u>	 <u> </u>	 <u>132,549,333</u>
 Business-Type Activities Capital Assets, Net	 <u>\$ 131,675,333</u>	 <u>\$ 2,603,116</u>	 <u>\$ </u>	 <u>\$ 134,278,449</u>

Depreciation expense was charged to City functions as follows:

Governmental activities:	
General Government	\$ 769,493
Community and Economic Development	337,684
Public Safety	715,165
Public Works	10,675,946
Parks and Recreation	552,957
Transit	<u>337,548</u>
 Total Depreciation Expense – Governmental Activities	 <u>\$ 13,388,793</u>
Business-type activities:	
Water	\$ 1,758,708
Sewer	1,554,772
Community Center	832,592
Sports Dome	<u>13,319</u>
 Total Depreciation Expense – Business-type Activities	 <u>\$ 4,159,391</u>

*City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011*

Note 5 – Long-Term Debt

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. During the year \$2,195,000 of general obligation road reconstruction bonds were issued to finance the reconstruction of existing city streets.

The American Recovery and Reinvestment Act of 2009 authorized Build America Bonds (BAB's) for the financing of infrastructure. The City issued BAB's in 2009 and 2010 for road reconstruction and capital improvement projects. BAB's are issued as taxable bonds and entitle the City (issuer) to receive a payment from the federal government equal to thirty-five percent (35%) of the interest paid on the bonds for the life of the bond issue.

General obligation bonds currently outstanding are as follows:

<u>Activity</u>	<u>Net Interest Rates</u>	<u>Amount</u>
Governmental Activities	2.46-4.61%	\$ 41,460,000
Governmental Activities – Refunding	1.36-4.15%	25,080,000

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

<u>Year Ending</u> <u>December 31</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>BAB Credit</u>
2012	\$ 7,605,000	\$ 2,352,108	\$ 241,621
2013	6,555,000	2,107,684	237,825
2014	4,870,000	1,929,290	232,608
2015	5,005,000	1,784,662	226,208
2016	5,160,000	1,621,291	218,228
2017-2021	20,965,000	5,451,163	913,159
2022-2026	11,810,000	2,365,708	478,435
2027-2031	4,050,000	500,266	105,046
2032	<u>520,000</u>	<u>17,525</u>	<u>1,969</u>
Total	<u>\$ 66,540,000</u>	<u>\$ 18,129,697</u>	<u>\$ 2,655,099</u>

Current Refunding

The HRA issued \$2,010,000 of general obligation bonds on December 15, 2010 for the current refunding of \$1,975,000 of the 2003A HRA refunding bonds. The refunded bonds were called on February 1, 2011. The refunding was undertaken to reduce total future debt service payments. The refunding resulted in an economic gain of \$136,004 and a reduction of \$142,837 in future debt service payments.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Cross Over Advanced Refundings

During 2010, the City issued \$3,415,000 of road reconstruction refunding bonds for a cross over advanced refunding of \$3,345,000 of road reconstruction bonds. The net proceeds of \$3,440,898 were used to purchase State and Local Government Securities (SLGS). Those securities were deposited in an irrevocable trust with an escrow agent to provide for the payment of principal maturities at the call date of the refunded bonds and for the interest on the refunding bonds through the call date. The City is responsible for the principal and interest payments on the remaining refunded bond issues through the call date. The principal balances of both the refunded and refunding bonds are reported as long-term debt of the City until the call dates of the refunded bonds, at which time the refunded bonds will be considered defeased and the related liability will be removed from the governmental activities column of the statement of net assets. The call date for the refunded bonds is February 1, 2012. The refunding was undertaken to reduce total future debt service payments by \$374,205 and resulted in an economic gain of \$330,973.

During 2011, the City issued \$1,250,000 of road reconstruction refunding bonds for a cross over advanced refunding of \$1,990,000 of road reconstruction bonds. The net proceeds of \$1,204,137 along with \$800,000 from the refunded debt service fund were used to purchase State and Local Government Securities (SLGS). Those securities were deposited in an irrevocable trust with an escrow agent to provide for the payment of principal maturities at the call date of the refunded bonds and for the interest on the refunding bonds through the call date. The City is responsible for the principal and interest payments on the remaining refunded bond issues through the call date. The principal balances of both the refunded and refunding bonds are reported as long-term debt of the City until the call dates of the refunded bonds, at which time the refunded bonds will be considered defeased and the related liability will be removed from the governmental activities column of the statement of net assets. The call date for the refunded bonds is February 1, 2013. The refunding was undertaken to reduce total future debt service payments by \$452,434 and resulted in an economic gain of \$310,963.

Special Assessment Bonds

The City issues special assessment bonds for the construction of streets and utilities in new residential and commercial developments. These bonds will be repaid from special assessments levied against the properties benefiting from this construction. The City is obligated for the payment of special assessments debt not covered through the collection of special assessments from property owners. Any obligation by the City would be paid from property taxes.

The amount of delinquent special assessment receivables at December 31, 2011 is \$24,393. Special assessment bonds with governmental commitment currently outstanding are as follows:

<u>Activity</u>	<u>Net Interest Rates</u>	<u>Amount</u>
Governmental Activities	4.48%	\$ 37,910,000
Governmental Activities – Refunding	3.84%	6,490,000

City of Maple Grove, Minnesota
Notes to the Financial Statements
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Annual debt service requirements to maturity for special assessment bonds are as follows:

Year Ending December 31	Governmental Activities	
	Principal	Interest
2012	\$ 2,750,000	\$ 2,085,138
2013	2,625,000	1,966,600
2014	2,700,000	1,841,950
2015	2,735,000	1,714,375
2016	2,875,000	1,582,550
2017-2021	13,425,000	5,927,375
2022-2026	14,080,000	2,624,250
2027-2030	<u>3,210,000</u>	<u>80,250</u>
Total	<u>\$ 44,400,000</u>	<u>\$ 17,822,488</u>

Water Revenue Bonds

The City issues general obligation revenue bonds for the construction of water system assets. The City also pledges water revenue to pay debt service. Water revenue bonds currently outstanding are as follows:

Activity	Net Interest Rates	Amount
Business-Type Activities	4.21%	\$ 435,000
Business-Type Activities - Refunding	0.79% - 3.20%	5,775,000

Annual debt service requirements to maturity for water revenue bonds are as follows:

Year Ending December 31	Business-Type Activities	
	Principal	Interest
2012	\$ 1,645,000	\$ 188,374
2013	2,250,000	87,072
2014	<u>2,315,000</u>	<u>30,050</u>
Total	<u>\$ 6,210,000</u>	<u>\$ 305,496</u>

Advanced Refunding

During 2011, the City issued \$1,985,000 of water revenue refunding bonds for an advanced refunding of \$1,945,000 of the 2001C water revenue bonds. Those proceeds were deposited in an irrevocable trust with an escrow agent to provide for the future debt service payment of \$1,945,000 of water revenue bonds. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the business-type activities column statement of net assets. The call date for the refunded bonds is February 1, 2012. The refunding was undertaken to reduce total future debt service payments by \$154,671 and resulted in an economic gain of \$139,064.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Changes in long-term debt

Long-term debt activity for the year ended December 31, 2011 was as follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Bonds Payable:					
Special Assessment Bonds	\$ 47,065,000		\$ 2,665,000	\$ 44,400,000	\$ 2,750,000
General Obligation Bonds	68,210,000	\$ 3,445,000	5,115,000	66,540,000	7,605,000
Deferred Amounts:					
Bond Premium	2,341,528		181,684	2,159,844	
Bond Discount	(693,632)	(28,575)	(69,866)	(652,341)	
Deferred Refunding Costs	(564,156)		(62,109)	(502,047)	
Total Bonds Payable	116,358,740	3,416,425	7,829,709	111,945,456	10,355,000
Accrued Compensated Absences	3,716,489	425,895	176,880	3,965,504	250,000
Family Housing Loans	200,000			200,000	
HOME Loans	1,186,746			1,186,746	
Metropolitan Council – RALF	5,491,500		53,578	5,437,922	
Net OPEB Liability	541,832	201,315		743,147	
Governmental Activities Long-Term Liabilities	<u>\$ 127,495,307</u>	<u>\$ 4,043,635</u>	<u>\$ 8,060,167</u>	<u>\$ 123,478,775</u>	<u>\$ 10,605,000</u>
<u>Business-type Activities</u>					
Bonds Payable:					
Water Revenue Bonds	\$ 7,755,000	\$ 1,985,000	\$ 3,530,000	\$ 6,210,000	\$ 1,645,000
Deferred Amounts:					
Bond Premium	40,432		13,114	27,318	
Bond Discount	(23,927)	(5,360)	(24,792)	(4,495)	
Deferred Refunding Costs		(27,895)	(4,499)	(23,396)	
Business-type Activities Long-Term Liabilities	<u>\$ 7,771,505</u>	<u>\$ 1,951,745</u>	<u>\$ 3,513,823</u>	<u>\$ 6,209,427</u>	<u>\$ 1,645,000</u>

Compensated absences are liquidated by the Employee Benefits Fund. RALF loans are liquidated from funds in the Improvement Project Financing Fund.

Tax Increment Financing

Tax increment revenue consists of taxes collected on the “captured gross tax capacity”, the incremental amount of tax revenue over the taxes collected on the original gross tax capacity. The taxes on the original gross tax capacity remain as part of the ordinary tax base of the City.

The tax increment revenue collected can be used for the retirement of bonds issued to finance public improvements, acquisition of property, “pay as you go” tax increment revenue notes and internally financed improvements approved in the tax increment plan.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Tax Increment Financing - HRA

The HRA was organized under Minnesota Statutes 273.71 to 273.78 in 1981 to undertake financing for housing development projects.

The City of Maple Grove is the administering authority for three Housing and Redevelopment Authority (HRA) of Maple Grove housing tax increment finance districts (HRA Housing Districts No. 3 and No. 5). These Districts are separate and distinct from the Tax Increment District No. 5 in the City's name.

HRA Housing District No. 3 – (#1908)

This District was established as a housing and redevelopment project for the development of a 48 unit low and moderate-income housing facility known as "Groveland Terrace Townhomes". It is currently estimated that no debt obligations will be incurred by the HRA or the City, except a "pay as you go" tax increment obligation to the developer in the amount of \$750,000 to be paid in semi-annual installments of \$25,000 or available tax increment over 15 years. The tax increment obligation will be paid from tax increment revenues generated from the District. The balance of the "pay-as-you-go" tax increment revenue note at December 31, 2011 was \$354,770.

The District was created in 1995 under Minnesota Statutes 469.001 to 469.047 and is expected to be terminated in 2012.

Tax Capacity (Valuation 2010, Taxes Payable 2011):

Current Net Tax Capacity	\$ 24,193
Original Net Tax Capacity	<u>(1,140)</u>
 Captured Net Tax Capacity	 <u>\$ 23,053</u>

HRA Housing District No. 5 – (#1911)

This District was established as a housing and redevelopment project for the development of a 263 unit low and moderate income senior housing facility known as "Chapel Wood". It is currently estimated that no debt obligations will be incurred by the HRA or the City, except a "pay as you go" tax increment obligation to the developer. The tax increment obligation will be paid from tax increment revenues generated from the District. The balance of the "pay-as-you-go" tax increment revenue notes at December 31, 2011 was \$6,854,871.

The District was created in 1999 under Minnesota Statutes 469.001 to 469.047 and is expected to be terminated in 2026.

Tax Capacity (Valuation 2010, Taxes Payable 2011):

Current Net Tax Capacity	\$ 296,819
Original Net Tax Capacity	<u>(4,440)</u>
 Captured Net Tax Capacity	 <u>\$ 292,379</u>

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Tax Increment Financing – City of Maple Grove

The City has established six economic development tax increment districts. The two districts currently receiving tax increment revenue are:

City of Maple Grove Tax Increment District #1 (Wedgwood) – (#1901)

This District includes approximately 130 acres planned for office and industrial development. The site has approximately one mile of freeway frontage along interstate 494 and is considered a prime location for development. The City issued three bond issues to finance its portion of the development costs. These bond issues were retired by tax increment revenue collections. Tax increment assistance was provided for certain project costs for the construction of two office buildings.

In addition, the City has internally financed some improvements within the District. Based upon the current amount of tax increment revenues being collected, sufficient revenues will be generated to retire the amount financed internally by the City.

The City has made five modifications (the latest in 1998) to the District allowing for additional expenditures for both infrastructure and industrial development. The costs of these improvements were financed internally by the City and repayment anticipated from tax increment revenues derived from the District. It is estimated that the current annual collection of tax increment revenues, if continued, will generate sufficient revenues to retire all obligations of the District.

For this District, captured tax capacity started in 1989. The District was created in 1988 under Minnesota Statutes 469.174 to 469.178 and terminates in 2014.

Tax Capacity (Valuation 2010, Taxes Payable 2011):

Current Net Tax Capacity	\$1,222,870
Original Net Tax Capacity	(11,350)
Fiscal Disparities Contribution	<u>(493,108)</u>
 Captured Net Tax Capacity	 <u>\$ 718,412</u>

City of Maple Grove Tax Increment District #7 (SaniFil) – (#1909)

This District includes 325 acres that are currently zoned residential/agriculture and industrial. A portion of this District contains a private landfill that is no longer in operation. The District will provide financing for land acquisition, polluted site cleanup, redevelopment and other activities required to encourage commercial and industrial development.

During 1996, several parcels of land were acquired and cleaned up. The land was then sold in 1998 to a national distribution firm for the construction of a distribution facility. The City issued \$3,500,000 of temporary tax increment bonds to provide funding for additional acquisition and clean up costs. The District was established in 1996 under Minnesota Statutes 469.174 to 469.179 and terminated in 2010.

*City of Maple Grove, Minnesota
Notes to the Financial Statements
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Note 6 - Leases

Operating Lease

The City leases office equipment under a four year cancelable operating lease. Total rental cost for such lease was \$50,590 for the year ended December 31, 2011.

Note 7 – Interfund Receivables and Payables

The composition of interfund balances as of December 31, 2011 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Non-Major Governmental Funds	\$ 251,982 (2)
Water Utility	Non-Major Governmental Funds	4,170,360 (1)
Community Center Fund	General Fund	876,000 (2)
Community Center Fund	Non-Major Proprietary Fund	<u>3,726 (1)</u>
	Total	<u>\$ 5,302,068</u>

The purpose of interfund receivables/payables is as follows:

- (1) Represents internal borrowing to eliminate cash deficits at year-end.
- (2) Represents transfers at year-end for operating or capital purposes.

Note 8 – Interfund Transfers

The composition of interfund transfers as of December 31, 2011 is as follows:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Non-Major Governmental Funds	\$ 149,292 (1)
	Water Utility Fund	200,000 (1)
	Sewer Utility Fund	200,000 (1)
	Community Center Fund	12,000 (1)
	Non-Major Proprietary Funds	9,500 (1)
Non-Major Governmental Funds	General Fund	3,743,767 (2)
	General Fund	3,200,000 (3)
	Road Reconstruction Fund	1,375,000 (4)
	Road Reconstruction Fund	419,886 (5)
	Trunk Street Construction Fund	700,000 (4)
	Trunk Street Construction Fund	6,176,955 (5)
	Non-Major Governmental Funds	2,629,253 (3)
	Non-Major Governmental Funds	507,655 (4)
	Non-Major Governmental Funds	6,525,646 (5)
	Water Utility	618,000 (3)
	Sewer Utility	350,000 (3)

*City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011*

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Trunk Street Construction	Non-Major Governmental Funds	9,492,027 (5)
Community Center Fund	General	\$ 616,000 (2)
	General	300,000 (3)
	Non-Major Governmental Fund	75,000 (2)
Water Utility Fund	Trunk Street Construction Fund	3,458,524 (5)
Sewer Utility Fund	Truck Street Construction Fund	4,591,058 (5)
Internal Service Funds	Water Utility Fund	75,129 (3)
	Sewer Utility Fund	<u>31,000 (3)</u>
Subtotal of Transfers In		45,455,692
Transfer of Capital Assets To Internal Service Funds from Governmental Funds		<u>211,381</u>
Total Transfers In		<u>\$ 45,667,073</u>
Subtotal of Transfers Out		\$ 45,455,692
Transfer of Capital Assets From Internal Service Fund to Governmental Funds		<u>635,700</u>
Total Transfers Out		<u>\$ 46,091,392</u>

The purpose of interfund transfers is as follows:

- (1) Administrative transfers.
- (2) Annual appropriation transfers for park and community center operations.
- (3) Transfers for capital projects and equipment.
- (4) Transfers for annual debt service requirements.
- (5) Transfers for closing of certain funds and projects.

In the fund financial statements, total transfers in of \$45,667,073 is less than total transfers out of \$46,091,392 because of the treatment of transfers of capital assets to/from an internal service fund. During the year, capital assets purchased by governmental funds, with a book value of \$211,381, were transferred to internal service funds. In addition, capital assets purchased by the internal service in the amount of \$635,700 were transferred to the governmental funds. No amounts were reported in the governmental funds as the amounts did not involve the transfer of financial resources. However, the internal service funds did report the transfers of these capital resources.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Note 9 – Fund Balance Classification

As of December 31, 2011, the City had the following fund balance classifications:

	<u>General Fund</u>	<u>2006 Series A Improvement Bonds</u>	<u>Road Reconstruction</u>	<u>Trunk Street Construction</u>	<u>2010 Series B CIP Bonds</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Nonspendable:							
Prepaid items	\$ 38,329					\$ 13,093	\$ 51,422
Restricted:							
Debt service reserves		\$ 2,089,572				10,827,448	12,917,020
Transit						8,958,306	8,958,306
Park projects						8,282,302	8,282,302
Park and recreation						115,289	115,289
Tax increment projects						3,470,990	3,470,990
Road improvements						4,200,624	4,200,624
Capital Improvement bonds					\$ 4,317,866		4,317,866
Public safety						75,987	75,987
General projects						225,703	225,703
Committed:							
Road improvements			\$ 22,228,475				22,228,475
Long-term development plan						8,051,717	8,051,717
Capital improvements						5,522,682	5,522,682
Affordable housing						2,001,644	2,001,644
Public safety						108,868	108,868
Assigned:							
Road improvements				\$ 23,079,723		1,802	23,081,525
Forest preservation						904,303	904,303
Storm sewer improvements						13,824,382	13,824,382
Capital improvements						2,314,464	2,314,464
Other improvements						6,099,116	6,099,116
General projects						432,714	432,714
Unassigned	<u>7,022,404</u>					<u>(4,694,682)</u>	<u>2,327,722</u>
Total	<u>\$ 7,060,733</u>	<u>\$ 2,089,572</u>	<u>\$ 22,228,475</u>	<u>\$ 23,079,723</u>	<u>\$ 4,317,866</u>	<u>\$ 70,736,752</u>	<u>\$ 129,513,121</u>

Note 9 – Segment Information

The City has issued water revenue bonds to finance the construction of a water treatment plant, water storage and distribution systems. The water department is accounted for in a single fund (Water Utility Fund). Water rates are charged for daily operations. Information related to this segment is included in the proprietary fund statements on pages 27-30.

Note 10 – Joint Venture

During 1990, the City entered into a joint and cooperative agreement with six other surrounding cities to create an organization to provide for the impoundment of animals. The organization, named Pets Under Police Security (PUPS), constructed an animal impound facility with capital costs totaling approximately \$681,000. The City's share of constructing the facility was \$133,000. The governing board of PUPS is made up of one member from each of the seven cities.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Annual operational and capital costs of PUPS are to be charged annually to each of its members in direct proportion to the number of animals impounded from each member's jurisdiction. The City's share of these operating costs is included in the General Fund. The City's share of operating revenues for 2011 was \$31,567, which is 17.4% of the total operating revenues for PUPS. The City is responsible for providing staffing, accounting and reporting for the impound facility. Complete financial information for PUPS can be obtained at the City's finance department.

Summary financial information as of and for the fiscal year ended December 31, 2011 is as follows:

	<u>Operations</u>	<u>Capital</u>	<u>Total</u>
Total Assets	\$ 15,159	\$ 44,632	\$ 59,791
Total Liabilities	\$ 10,360		\$ 10,360
Total PUPS Equity	<u>4,799</u>	<u>\$ 44,632</u>	<u>49,431</u>
Total Liabilities and Equity	<u>\$ 15,159</u>	<u>\$ 44,632</u>	<u>\$ 59,791</u>
Total Revenues	\$ 181,862	\$ 2,247	\$ 184,109
Total Expenditures	<u>185,661</u>	<u> </u>	<u>185,661</u>
Total Increase (Decrease) in PUPS Equity	<u>\$ (3,799)</u>	<u>\$ 2,247</u>	<u>\$ (1,552)</u>

Note 11 – Contingent Liabilities

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

Note 12 – Construction Commitments

The City has active construction projects as of December 31, 2011. The projects include street and utility construction in new developments and reconstruction of existing streets. At year-end the City's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitments</u>
Residential street and utility construction – special assessments	\$ 19,787,511	\$ 5,746,489
Residential street reconstruction – special assessments	2,346,368	141,796
Governmental facilities	<u>10,655,299</u>	<u>3,252,515</u>
Total	<u>\$ 32,789,178</u>	<u>\$ 9,140,800</u>

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Note 13 – Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City purchased the following insurance coverage's through the League of Minnesota Cities Insurance Trust (LMCIT), a public entity risk pool currently operating as a common risk management and insurance program for Minnesota cities: general liability, excess liability, workers compensation, property, automobile, marine, crime, employee dishonesty, boiler, petro fund and open meeting law.

The City pays an annual premium to the LMCIT for its insurance coverage. The LMCIT is self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of reserved amounts for each insured event. The LMCIT allows for the pool to make additional assessments to make the pool self-sustaining. The City has also purchased commercial insurance for computer equipment.

Current state statutes (Minnesota Statutes subd. 466.04) provide limits of liability for the City. These limits are that the combination of defense expense and indemnification expense shall not exceed \$500,000 in the case of one claimant or \$1,500,000 for any number of claims arising out of a single occurrence. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

Note 14 – Employee Pension Plans – Statewide

A. Plan Description

All full-time and certain part-time employees of the City of Maple Grove are covered by defined benefit pension plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA administers the General Employees Retirement Fund (GERF) and the Public Employees Police and Fire Fund (PEPFF) which are cost-sharing, multiple-employer retirement plans. These plans are established and administered in accordance with Minnesota Statutes, Chapters 353 and 356.

GERF members belong to either the Coordinated Plan or the Basic Plan. Coordinated Plan members are covered by social security and Basic Plan members are not. All new members must participate in the Coordinated Plan. All police officers, firefighters and peace officers who qualify for membership by statute are covered by the PEPFF.

PERA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. Benefits are established by state statute, and employees vest after three years of credited service. The defined retirement benefits are based on a member's highest average salary for any five successive years of allowable service, age and years of credit at termination of service.

Two methods are used to compute benefits for GERF Coordinated Plan members. The retiring member receives the higher of a step-rate benefit accrual formula (Method 1) or a level accrual formula (Method 2). Under Method 1, the annuity accrual rate for a Coordinated Plan member is 1.2% of average salary for each of the first ten years of service and 1.7% for each remaining year.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Under Method 2, the annuity accrual rate is 1.7% of average salary for Coordinated Plan members. For PEPFF members, the annuity accrual rate is 3.0% for each year of service. For PEPFF members and for GERP members hired prior to July 1, 1989 whose annuity is calculated using Method 1, a full annuity is available when age plus years of service equal 90. Normal retirement age is 55 for PEPFF members and 65 for Coordinated members hired prior to July 1, 1989. Normal retirement age is the age for unreduced Social Security benefits capped at 66 for Coordinated members hired on or after July 1, 1989. A reduced retirement annuity is also available to eligible members seeking early retirement.

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

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

PERA issues a publicly available financial report that includes financial statements and required supplementary information for GERP and PEPFF. That report may be obtained by writing to PERA, 60 Empire Drive, Suite 200, St. Paul, MN 55103-2088 or by calling (651) 296-7460 or 1-800-652-9026.

B. Funding Policy

Minnesota Statutes Chapter 353 sets the rates for employer and employee contributions. These statutes are established and amended by the state legislature. The City makes annual contributions to the pension plans equal to the amount required by state statutes. GERP Basic Plan members and Coordinated Plan members are required to contribute 9.10% and 6.25%, respectively, of their annual covered salary in 2011. PEPFF members are required to contribute 9.60% of their annual covered salary in 2011. The City is required to contribute the following percentages of annual covered payroll: 11.78% for Basic Plan PERF members; 7.25% for Coordinated Plan PERF members; and 14.40% for PEPFF members.

The City's contributions to the General Employees Retirement Fund (GERF) for the years ending December 31, 2011, 2010 and 2009 were \$783,925, \$744,875 and \$708,860, respectively. The City's contributions to the Public Employees Police and Fire Retirement Fund (PEPFF) for the years ending December 31, 2011, 2010 and 2009 were \$809,377, \$799,007 and \$768,732, respectively. The City's contributions were equal to the contractually required contributions for each year as set by state statute.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Note 15 - Pension Plan – Firefighters Relief Association

A. Plan Description

The City of Maple Grove contributes to the Maple Grove Firefighters Relief Association (MGFRA), which provides pension benefits to its members through a defined contribution plan administered by the MGFRA. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The MGFRA is a volunteer organization; therefore, there is no covered payroll. The plan is established and administered in accordance with Minnesota Statutes.

Each firefighter who is a member of the MGFRA has an individual account to which is credited an equal share of (a) fire state aid; (b) municipal contributions; and (c) any amounts equal to the share of assets of the special fund to the credit of: (1) any former member who terminated active service with the Maple Grove Fire Department prior to meeting the minimum service requirements and has not returned to service for a period of five years; or (2) any retired member who retired prior to obtaining a full nonforfeitable interest in the amounts credited to their account. In addition, any interest or investment income earned on the assets of the special fund is credited in proportion to the share of assets of the special fund to the credit of each member account. A retiring member is entitled to the nonforfeitable portion of his individual account balance, pursuant to the provisions below.

Each member who is at least 50 years of age and has attained 20 years of service with the Maple Grove Fire Department is eligible for a lump-sum payment of his or her account balance. A member who retires from the department before attaining age 50 and who has attained 20 or more years of service becomes eligible for a deferred pension and, after age 50, is entitled to receive the service pension with interest at prescribed rates.

A member who retires from the department with five or more years of service, but less than 20 years, is entitled to a reduced pension at age 50. The reduced service pension is calculated by multiplying the member's individual account balance by the applicable nonforfeitable percentage based on years of service. The nonforfeitable percentage is 40% after completing five years of service and increases 4% for each year of service after five years to a maximum of 100%.

B. Contributions Required and Contributions Made

The authority for contributions to the plan is established by Minnesota Statute 69.77. The statute is established and amended by the state legislature. Total state aid and City contributions to the Association in 2011 amounted to \$471,668, of which \$264,226 was made by the State of Minnesota for fire state aid and \$207,442 by the City.

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Note 16 - Postemployment Healthcare Plan Benefits

A. Plan Description

The City administers a single-employer defined benefit healthcare plan. The City provides medical insurance to eligible retired city employees and beneficiaries through the City's group health insurance plan, which covers both active and retired employees. Benefit provisions are established through Minnesota Statutes 471.61 and 299A.465, which require public sector employers to provide eligible retirees and beneficiaries continuation in the group health insurance plan at the group plan premium rate. The plan does not issue a publicly available financial report.

B. Funding Policy

The contribution requirements of plan members and the City are established by State Statutes and the City Council. Eligible retired city employees and beneficiaries contribute 100% of the group health insurance plan premium. For fiscal year 2011, plan members contributed \$64,599 to the plan. The additional cost of using a blended rate for active employees and retirees is currently funded on a pay-as-you go basis and included in the expenditures/expenses for the year.

C. Annual OPEB Cost and Net OPEB Obligation

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

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

Annual Required Contribution	\$ 260,302
Interest on Net OPEB Obligation	29,801
Adjustment to Annual Required Contribution	<u>(22,436)</u>
Annual OPEB Cost	267,667
Retiree Contributions ⁽¹⁾ made with interest	<u>(66,352)</u>
Increase (decrease) in Net OPEB Obligation	201,315
Net OPEB Obligation beginning of year	<u>541,832</u>
Net OPEB Obligation end of year	<u>\$ 743,147</u>

*City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011*

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2011:

Fiscal Year Ended	Annual OPEB Cost	Retiree Contributions ⁽¹⁾	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2011	\$ 267,667	\$ 66,352	24.8%	\$ 743,147
12/31/2010	253,362	48,648	19.2	541,832
12/31/2009	231,845	63,180	27.3	337,118

(1) Retiree contributions (Pay-as-you-go-costs) are determined at the end of the year and equal the retiree costs less contributions paid by retirees.

D. Funding Status and Funding Progress

As of December 31, 2011, the actuarial accrued liability for benefits was \$2,134,306, all of which was unfunded and represents the implicit rate subsidies for eligible retirees and beneficiaries. The covered payroll (annual payroll of active employees covered by the plan) was \$15,444,368, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 13.8%.

E. Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions (ARC) of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

In the December 31, 2011 actuarial valuation the entry age normal level percent of pay actuarial cost method was used. The actuarial assumptions include a 5.5% discount rate and an annual healthcare cost trend rate of 9.0% in 2010, reduced incrementally to an ultimate rate of 5.0% in 2022 and later. Both rates include a 3.0% inflation assumption. The unfunded actuarial accrued liability is being amortized, increasing at 4.5% per year for the payroll growth rate, over 30 years on a closed basis. The remaining amortization period at December 31, 2011 was 26 years.

*City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011*

Retirement age of active employees – Based on the retirement rates used in the PERA plan of which the employee is a participant.

Marital Status – Marital status of plan members at the calculation date was assumed to continue throughout retirement.

Mortality – Life expectancies were based on mortality tables from the National Center for Health Statistics. The 1983 Group Annuity Mortality Tables for males and for females were used.

F. Plan Members

The following summarizes the plan members at December 31, 2011, the date of the latest actuarial valuation:

Retiree Plan Members	11
Active Plan Members	<u>244</u>
Total Plan Members	<u>255</u>

Note 17 - Conduit Debt Obligations

From time to time the City has issued Housing Revenue Bonds and Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of multifamily housing and industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance.

Neither the City, the State nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The following table summarizes the housing and industrial revenue bonds issued by year:

<u>Housing Revenue Bonds</u>	<u>Number of Issues</u>	<u>Original Amount</u>
1983-1985	3	\$ 17,407,000
<u>Industrial Revenue Bonds</u>	<u>Number of Issues</u>	<u>Original Amount</u>
1983-1989	10	\$ 25,940,000
1990-1999	5	8,576,500
2000-2005	2	66,535,000
2007	1	143,605,000

City of Maple Grove, Minnesota
Notes to the Financial Statements
December 31, 2011

Note 18 – Restatement of Fund Balances

The beginning fund balances of the Community Resources Fund and Capital Improvement Fund have been restated in order to reflect the reclassification of certain deposit funds from the Deposit and Escrow Agency Fund in accordance with the revised definitions of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. The effect on beginning fund balance is presented as follows:

	<u>Community Resources Fund</u>	<u>Capital Improvement Fund</u>	
Fund Balance 1/1/2011 as Previously Reported	\$ 0	\$ 4,124,734	
Reclassification of Funds	<u>738,058</u>	<u>303,514</u>	
Fund Balance 1/1/2011 as Restated	<u>\$ 738,058</u>	<u>\$ 4,428,248</u>	
	<u>Deposit and Escrow Fund</u>		
Deposits 1/1/2011 as Previously Reported	\$ 11,093,224		
Reclassification of Funds	<u>(1,041,572)</u>		
Deposits 1/1/2011 as Restated	<u>\$ 10,051,652</u>		

**Required Supplementary
Information**

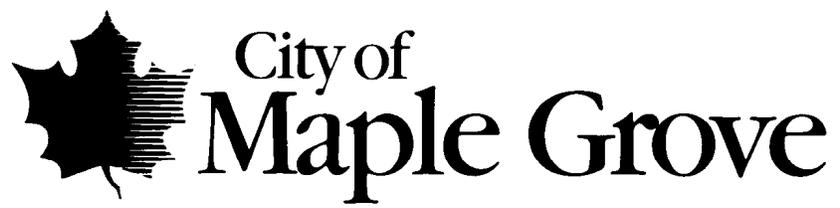
City of Maple Grove, Minnesota

Schedule of Funding Progress for Retiree Health Insurance Plan
For the Year Ended December 31, 2011

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
1/1/2008	\$0	\$ 1,703,305	\$ 1,703,305	0.0%	\$ 14,732,388	11.6%
1/1/2009 ⁽¹⁾	0	1,901,323	1,901,323	0.0%	15,400,012	12.3%
1/1/2010	0	1,910,736	1,910,736	0.0%	15,625,354	12.2%
1/1/2011 ⁽²⁾	0	2,134,306	2,134,306	0.0%	15,444,368	13.8%

⁽¹⁾ The 2009 liabilities and annual costs are based on the same population as the 2008 liabilities and annual costs.

⁽²⁾ The 2011 liabilities and annual costs are based on the same population as the 2010 liabilities and annual costs.



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**Combining and Individual Fund
Statements and Schedules**

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources that are restricted to expenditures for specific purposes.

Special Revenue Funds are as follows:

Community Resources Fund - This fund accounts for fees, donations, or small grants, which are to be expended for specific programs or projects.

Park Fund - This fund is used to account for the operations of the Maple Grove Park Board which is responsible for providing recreation programs, acquisition, development and maintenance of City parks, trails and recreational facilities.

Transit Fund – This fund was established to account for transit operations which are funded through a state Motor Vehicle Excise Tax (MVET) and bus fares. The City is able to use these dollars to provide more localized service to residents.

Police Training Facility Fund - This fund was established to account for the operations of a police training facility used by the City and the County.

HRA Fund - This fund was established to account for the activities of the Housing and Redevelopment Authority of Maple Grove (HRA) which is responsible for providing affordable housing options in the City.

Senior Citizen Housing Fund - This fund was established to account for the operations of an 88-unit HRA senior citizen apartment building.

Nonmajor Governmental Funds

Debt Service Funds

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

Debt Service Funds are as follows:

- 2001 Series B Road Reconstruction Bonds
- 2003 Series A HRA Refunding Bonds
- 2003 Series B Road Reconstruction Bonds
- 2004 Series B Road Reconstruction and Refunding Bonds
- 2005 Series A Road Reconstruction and Refunding Bonds
- 2005 Series B Improvement Refunding Bonds
- 2005 Series C Capital Improvement Plan Refunding Bonds
- 2006 Series B Road Reconstruction Bonds
- 2007 Series A Road Reconstruction Bonds
- 2008 Series A Road Reconstruction and Refunding Bonds
- 2009 Series A Road Reconstruction Bonds
- 2010 Series A Road Reconstruction Bonds
- 2010 Series B Road Reconstruction Refunding Bonds
- 2010 Series C Capital Improvement Plan Bonds
- 2010 Series A HRA Refunding Bonds Bonds
- 2011 Series A Road Reconstruction Bonds
- 2011 Series C Road Reconstruction Refunding Bonds

Capital Projects Funds

The following Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

- Park Land Dedication Fund
- Capital Improvement Fund
- Long-Term Development
- Transit Capital Improvement Fund
- Forest Preservation Bonds

The following Capital Projects Funds are used to account the financing (tax increments) of public improvements, acquisition of property and internally financed improvements approved in a tax increment plan.

- Tax Increment Districts
- Wedgwood Commerce Center Tax Increment District
- 2001 Series A Tax Increment Bonds

Nonmajor Governmental Funds

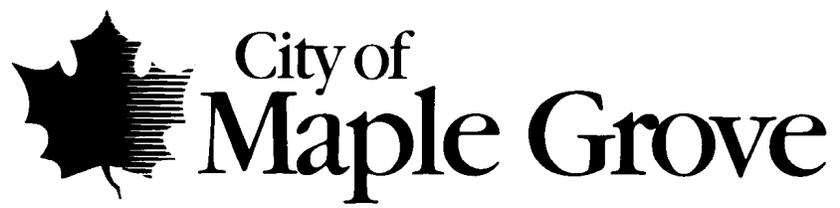
Capital Projects Funds

The following Capital Projects Funds are used to account for the financing and construction of streets and utilities (storm sewers, water and sewer mains) in new residential and commercial developments in the City.

- State Aid Streets
- Storm Sewer Construction
- Improvement Project Financing
- 2005 Improvement Project Financing
- 2006 Improvement Project Financing
- 2007 Improvement Project Financing
- 2008 Improvement Project Financing
- 2009 Improvement Project Financing
- 2010 Improvement Project Financing
- 2011 Improvement Project Financing

The following Capital Projects Funds are used to account for the financing and reconstruction of existing city streets and utilities (storm sewers).

- 2008 Series A Road Reconstruction Bonds
- 2009 Series A Road Reconstruction Bonds
- 2010 Series A Road Reconstruction Bonds
- 2011 Series A Road Reconstruction Bonds
- 2012 Road Reconstruction



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Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2011

Special Revenue Funds							
	Community Resources	Park	Transit	Police Training Facility	HRA	Senior Citizen Housing	Total
Assets							
Equity in cash pool	\$846,724		\$6,523,188		\$712,419	\$1,330,321	\$9,412,652
Cash and investments not in pool		\$623,223				49,943	673,166
Cash and investments held with escrow agent							
Interest receivable	805		38,893	\$442	2,562	3,136	45,838
Accounts receivable	1,203	39,040	13,948				54,191
Taxes receivable							
Unremitted					302		302
Delinquent					1,266		1,266
Special assessments receivable							
Unremitted							
Delinquent							
Deferred							
Intergovernmental receivable			55,516				55,516
Prepaid items	\$250	12,037	1,056				13,343
Total assets	\$848,982	\$674,300	\$6,632,601	\$442	\$716,549	\$1,383,400	\$10,256,274
Liabilities and Fund Balances							
Liabilities:							
Interest payable							
Accounts payable	\$5,710	\$40,943	\$305,004	\$1,953	\$963	\$19,031	\$373,604
Accrued wages payable		89,053	3,404	2,776	1,430		96,663
Deposits			5,025		13,600	59,275	77,900
Due to other funds		251,982		10,064			262,046
Deferred revenue		164,996			4,006		169,002
Total liabilities	5,710	546,974	313,433	14,793	19,999	78,306	979,215
Fund balances:							
Nonspendable		12,037	1,056				13,093
Restricted	301,690	115,289	6,318,112				6,735,091
Committed	108,868				696,550	1,305,094	2,110,512
Assigned	432,714						432,714
Unassigned				(14,351)			(14,351)
Total fund balances	843,272	127,326	6,319,168	(14,351)	696,550	1,305,094	9,277,059
Total liabilities and fund balances	\$848,982	\$674,300	\$6,632,601	\$442	\$716,549	\$1,383,400	\$10,256,274

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011**

	Debt Service Funds					
	2001 Series B Road Reconstruction Bonds	2003 Series A HRA Refunding Bonds	2003 Series B Road Reconstruction Bonds	2004 Series B Road Reconstruction and Refunding Bonds	2005 Series A Road Reconstruction and Refunding Bonds	2005 Series B Improvement Refunding Bonds
Assets						
Equity in cash pool	\$83,322		\$249,920	\$11,067	\$7,388	\$469,732
Cash and investments not in pool						
Cash and investments held with escrow agent	3,345,000		1,990,000			
Interest receivable			3,896			
Accounts receivable						
Taxes receivable						
Unremitted						
Delinquent						579
Special assessments receivable						
Unremitted	1,204		1,167	1,661	352	(4,430)
Delinquent	3,249		4,428	7,715	4,337	284
Deferred	1,082,854		1,068,262	1,727,700	488,312	2,332,390
Intergovernmental receivable						
Prepaid items						
Total assets	<u>\$4,515,629</u>	<u>\$0</u>	<u>\$3,317,673</u>	<u>\$1,748,143</u>	<u>\$500,389</u>	<u>\$2,798,555</u>
Liabilities and Fund Balances						
Liabilities:						
Interest payable	\$963			\$2,167	\$1,831	\$913
Accounts payable						
Accrued wages payable						
Deposits						
Due to other funds						
Deferred revenue	1,086,103		\$1,072,690	1,735,415	492,649	2,333,253
Total liabilities	<u>1,087,066</u>		<u>1,072,690</u>	<u>1,737,582</u>	<u>494,480</u>	<u>2,334,166</u>
Fund balances:						
Nonspendable						
Restricted	3,428,563	0	2,244,983	10,561	5,909	464,389
Committed						
Assigned						
Unassigned						
Total fund balances	<u>3,428,563</u>	<u>0</u>	<u>2,244,983</u>	<u>10,561</u>	<u>5,909</u>	<u>464,389</u>
Total liabilities and fund balances	<u>\$4,515,629</u>	<u>\$0</u>	<u>\$3,317,673</u>	<u>\$1,748,143</u>	<u>\$500,389</u>	<u>\$2,798,555</u>

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011**

	Debt Service Funds					
	2005 Series C Capital Improvement Plan Refunding Bonds	2006 Series B Road Reconstruction Bonds	2007 Series A Road Reconstruction Bonds	2008 Series A Road Reconstruction and Refunding Bonds	2009 Series A Road Reconstruction Bonds	2010 Series A Road Reconstruction Bonds
Assets						
Equity in cash pool	\$1,436,879	\$239,750	\$244,966	\$1,133,857	\$1,009,600	\$417,423
Cash and investments not in pool						
Cash and investments held with escrow agent						
Interest receivable	2,409	837	720	4,212	3,610	1,348
Accounts receivable						
Taxes receivable						
Unremitted	3,407					
Delinquent	23,746					
Special assessments receivable						
Unremitted		56	545	172	359	
Delinquent		358	5,448	(724)	1,024	
Deferred		601,254	1,371,948	1,613,152	2,186,037	1,836,601
Intergovernmental receivable						
Prepaid items						
Total assets	<u>\$1,466,441</u>	<u>\$842,255</u>	<u>\$1,623,627</u>	<u>\$2,750,669</u>	<u>\$3,200,630</u>	<u>\$2,255,372</u>
Liabilities and Fund Balances						
Liabilities:						
Interest payable						
Accounts payable						
Accrued wages payable						
Deposits						
Due to other funds						
Deferred revenue	\$23,746	\$601,612	\$1,377,396	\$1,612,428	\$2,187,061	\$1,836,601
Total liabilities	<u>23,746</u>	<u>601,612</u>	<u>1,377,396</u>	<u>1,612,428</u>	<u>2,187,061</u>	<u>1,836,601</u>
Fund balances:						
Nonspendable						
Restricted	1,442,695	240,643	246,231	1,138,241	1,013,569	418,771
Committed						
Assigned						
Unassigned						
Total fund balances	<u>1,442,695</u>	<u>240,643</u>	<u>246,231</u>	<u>1,138,241</u>	<u>1,013,569</u>	<u>418,771</u>
Total liabilities and fund balances	<u>\$1,466,441</u>	<u>\$842,255</u>	<u>\$1,623,627</u>	<u>\$2,750,669</u>	<u>\$3,200,630</u>	<u>\$2,255,372</u>

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011**

	Debt Service Funds					Total
	2010 Series B Road Reconstruction Refunding Bonds	2010 Series C Capital Improvement Plan Bonds	2010 Series A HRA Refunding Bonds	2011 Series A Road Reconstruction Bonds	2011 Series C Road Reconstruction Refunding Bonds	
Assets						
Equity in cash pool		\$1,003	\$122,821	\$566		\$5,428,294
Cash and investments not in pool						
Cash and investments held with escrow agent	\$34,774				\$14,137	5,383,911
Interest receivable			1,905			18,937
Accounts receivable						
Taxes receivable						
Unremitted						3,407
Delinquent						24,325
Special assessments receivable						
Unremitted						1,086
Delinquent						26,119
Deferred						14,308,510
Intergovernmental receivable						
Prepaid items						
Total assets	\$34,774	\$1,003	\$124,726	\$566	\$14,137	\$25,194,589
Liabilities and Fund Balances						
Liabilities:						
Interest payable		\$183		\$555	\$232	\$6,844
Accounts payable		400	\$400			800
Accrued wages payable						
Deposits						
Due to other funds	\$543					543
Deferred revenue						14,358,954
Total liabilities	543	583	400	555	232	14,367,141
Fund balances:						
Nonspendable						
Restricted	34,231	420	124,326	11	13,905	10,827,448
Committed						
Assigned						
Unassigned						
Total fund balances	34,231	420	124,326	11	13,905	10,827,448
Total liabilities and fund balances	\$34,774	\$1,003	\$124,726	\$566	\$14,137	\$25,194,589

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011**

	Capital Projects Funds						
	Park Land Dedication	Capital Improvement	Long-Term Development	Transit Capital Improvement	State Aid Streets	Storm Sewer Construction	Improvement Project Financing
Assets							
Equity in cash pool	\$8,060,868	\$8,062,184	\$8,059,143	\$2,639,331	\$4,184,396	\$13,837,978	\$6,076,071
Cash and investments not in pool	188,907						
Cash and investments held with escrow agent							
Interest receivable	32,645	16,775	35,226	863	16,228	10,647	23,194
Accounts receivable		14,955	10,503				
Taxes receivable							
Unremitted							
Delinquent							
Special assessments receivable							
Unremitted							(149)
Delinquent							539
Deferred					875		1,380,763
Intergovernmental receivable							
Prepaid items							
Total assets	\$8,282,420	\$8,093,914	\$8,104,872	\$2,640,194	\$4,201,499	\$13,848,625	\$7,480,418
Liabilities and Fund Balances							
Liabilities:							
Interest payable							
Accounts payable	\$118	\$256,768	\$53,155			\$24,243	
Accrued wages payable							
Deposits							
Due to other funds							
Deferred revenue					\$875		\$1,381,302
Total liabilities	118	256,768	53,155		875	24,243	1,381,302
Fund balances:							
Nonspendable							
Restricted	8,282,302			2,640,194	4,200,624		
Committed		5,522,682	8,051,717				
Assigned		2,314,464				13,824,382	6,099,116
Unassigned							
Total fund balances	8,282,302	7,837,146	8,051,717	2,640,194	4,200,624	13,824,382	6,099,116
Total liabilities and fund balances	\$8,282,420	\$8,093,914	\$8,104,872	\$2,640,194	\$4,201,499	\$13,848,625	\$7,480,418

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011**

	Capital Projects Funds					
	Tax Increment Districts	Wedgwood Commerce Center Tax Increment District	Forest Preservation	2001 Series A Tax Increment Bonds	2005 Improvement Project Financing	2006 Improvement Project Financing
Assets						
Equity in cash pool	\$470,113		\$905,852	\$2,906,681		
Cash and investments not in pool						
Cash and investments held with escrow agent						
Interest receivable	2,630		3,524	12,047		
Accounts receivable						
Taxes receivable						
Unremitted						
Delinquent			156			
Special assessments receivable						
Unremitted						
Delinquent						
Deferred		\$7,462				
Intergovernmental receivable						
Prepaid items						
Total assets	\$472,743	\$7,462	\$909,532	\$2,918,728	\$0	\$0
Liabilities and Fund Balances						
Liabilities:						
Interest payable		\$5,408				
Accounts payable	\$1,265	1,405	\$73			
Accrued wages payable						
Deposits			5,000			
Due to other funds		743,843				
Deferred revenue		7,462	156			
Total liabilities	1,265	758,118	5,229			
Fund balances:						
Nonspendable						
Restricted	552,262			\$2,918,728		
Committed						
Assigned			904,303		\$0	\$0
Unassigned	(80,784)	(750,656)				
Total fund balances	471,478	(750,656)	904,303	2,918,728	0	0
Total liabilities and fund balances	\$472,743	\$7,462	\$909,532	\$2,918,728	\$0	\$0

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011

	Capital Projects Funds					Total Nonmajor Governmental Funds
	2010 Improvement Project Financing	2011 Series A Road Reconstruction Bonds	2011 Improvement Project Financing	2012 Road Reconstruction	Total	
Assets						
Equity in cash pool					\$55,202,966	\$70,043,912
Cash and investments not in pool					188,907	862,073
Cash and investments held with escrow agent						5,383,911
Interest receivable		\$395			155,627	220,402
Accounts receivable		26,526			51,984	106,175
Taxes receivable						
Unremitted						3,709
Delinquent					156	25,747
Special assessments receivable						
Unremitted					(149)	937
Delinquent					(5,054)	21,065
Deferred	\$1,348,210				3,891,037	18,199,547
Intergovernmental receivable					0	55,516
Prepaid items						13,343
Total assets	\$1,348,210	\$26,921	\$0	\$0	\$59,485,474	\$94,936,337
Liabilities and Fund Balances						
Liabilities:						
Interest payable	\$3,646		\$982	\$4	\$17,199	\$24,043
Accounts payable	32,666	\$9,627	15,838		400,738	775,142
Accrued wages payable						96,663
Deposits					5,000	82,900
Due to other funds	749,902	685,658	738,973	11,787	4,159,753	4,422,342
Deferred revenue	1,664,150	68,460			4,270,539	18,798,495
Total liabilities	2,450,364	763,745	755,793	11,791	8,853,229	24,199,585
Fund balances:						
Nonspendable						13,093
Restricted					18,594,110	36,156,649
Committed					13,574,399	15,684,911
Assigned					23,144,067	23,576,781
Unassigned	(1,102,154)	(736,824)	(755,793)	(11,791)	(4,680,331)	(4,694,682)
Total fund balances	(1,102,154)	(736,824)	(755,793)	(11,791)	50,632,245	70,736,752
Total liabilities and fund balances	\$1,348,210	\$26,921	\$0	\$0	\$59,485,474	\$94,936,337

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2011**

	Special Revenue Funds						
	Community Resources	Park	Transit	Police Training Facility	HRA	Senior Citizen Housing	Total
Revenues							
Property taxes					\$145,439		\$145,439
Tax increments							
Special assessments							
Fees							
Intergovernmental revenue	\$40,000		\$1,603,327		137,651		1,780,978
Charges for services		\$1,386,959	1,958,479	\$88,175	203,126	\$735,208	4,371,947
Fines and forfeits	27,779						27,779
Investment income	10,203	1,371	493,061	5,598	32,474	38,765	581,472
Other	157,681	2,714	102,651	75	1,750		264,871
Total revenues	235,663	1,391,044	4,157,518	93,848	520,440	773,973	7,172,486
Expenditures							
Current:							
General government	4,208						4,208
Community and economic development	40,000				351,669	267,714	659,383
Public safety	63,794			274,905			338,699
Parks and recreation	22,447	5,135,507					5,157,954
Transit			4,898,045				4,898,045
Miscellaneous							
Interest							
Capital outlay							
Debt service:							
Principal retirement							
Interest and fiscal fees							
Bond issuance costs							
Total expenditures	130,449	5,135,507	4,898,045	274,905	351,669	267,714	11,058,289
Excess (deficiency) of revenues over expenditures	105,214	(3,744,463)	(740,527)	(181,057)	168,771	506,259	(3,885,803)
Other Financing Sources (Uses)							
Bonds issued							
Refunding bonds issued							
Discount on bonds issued							
Refunded principal retirement							
Transfers in		3,743,767				333,955	4,077,722
Transfers out			(2,660,045)	(9,000)	(49,000)	(382,655)	(3,100,700)
Total other financing sources (uses)		3,743,767	(2,660,045)	(9,000)	(49,000)	(48,700)	977,022
Net change in fund balances	105,214	(696)	(3,400,572)	(190,057)	119,771	457,559	(2,908,781)
Fund balances, January 1	738,058	128,022	9,719,740	175,706	576,779	847,535	12,185,840
Fund balances, December 31	\$843,272	\$127,326	\$6,319,168	(\$14,351)	\$696,550	\$1,305,094	\$9,277,059

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2011**

	Debt Service Funds					
	2001 Series B Road Reconstruction Bonds	2003 Series A HRA Refunding Bonds	2003 Series B Road Reconstruction Bonds	2004 Series B Road Reconstruction and Refunding Bonds	2005 Series A Road Reconstruction and Refunding Bonds	2005 Series B Improvement Refunding Bonds
Revenues						
Property taxes						\$2
Tax increments						
Special assessments	\$175,796		\$159,059	\$348,676	\$70,768	425,978
Fees						
Intergovernmental revenue						
Charges for services						
Fines and forfeits						
Investment income		\$23,926	49,398			
Other						
Total revenues	<u>175,796</u>	<u>23,926</u>	<u>208,457</u>	<u>348,676</u>	<u>70,768</u>	<u>425,980</u>
Expenditures						
Current:						
General government						
Community and economic development						
Public safety						
Parks and recreation						
Transit						
Miscellaneous	230	100	280	285	280	285
Interest	12,207			27,468	23,210	11,580
Capital outlay						
Debt service:						
Principal retirement	250,000	280,000	125,000	575,000	475,000	1,015,000
Interest and fiscal fees	169,863	44,951	96,705	307,000	147,741	280,300
Bond issuance costs			35,593			
Total expenditures	<u>432,300</u>	<u>325,051</u>	<u>257,578</u>	<u>909,753</u>	<u>646,231</u>	<u>1,307,165</u>
Excess (deficiency) of revenues over expenditures	<u>(256,504)</u>	<u>(301,125)</u>	<u>(49,121)</u>	<u>(561,077)</u>	<u>(575,463)</u>	<u>(881,185)</u>
Other Financing Sources (Uses)						
Bonds issued						
Refunding bonds issued			1,236,095			
Discount on bonds issued			(6,625)			
Refunded principal retirement		(1,975,000)				
Transfers in	250,000	324,601		550,000	575,000	700,000
Transfers out	(95,898)	(124,635)				
Total other financing sources (uses)	<u>154,102</u>	<u>(1,775,034)</u>	<u>1,229,470</u>	<u>550,000</u>	<u>575,000</u>	<u>700,000</u>
Net change in fund balances	<u>(102,402)</u>	<u>(2,076,159)</u>	<u>1,180,349</u>	<u>(11,077)</u>	<u>(463)</u>	<u>(181,185)</u>
Fund balances, January 1	<u>3,530,965</u>	<u>2,076,159</u>	<u>1,064,634</u>	<u>21,638</u>	<u>6,372</u>	<u>645,574</u>
Fund balances, December 31	<u>\$3,428,563</u>	<u>\$0</u>	<u>\$2,244,983</u>	<u>\$10,561</u>	<u>\$5,909</u>	<u>\$464,389</u>

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2011**

	Debt Service Funds					
	2005 Series C Capital Improvement Plan Refunding Bonds	2006 Series B Road Reconstruction Bonds	2007 Series A Road Reconstruction Bonds	2008 Series A Road Reconstruction and Refunding Bonds	2009 Series A Road Reconstruction Bonds	2010 Series A Road Reconstruction Bonds
Revenues						
Property taxes	\$1,737,083					
Tax increments						
Special assessments		\$90,041	\$189,122	\$471,066	\$257,395	\$217,393
Fees						
Intergovernmental revenue						
Charges for services						
Fines and forfeits						
Investment income	30,536	10,620	9,126	42,910	45,770	17,093
Other						
Total revenues	1,767,619	100,661	198,248	513,976	303,165	234,486
Expenditures						
Current:						
General government						
Community and economic development						
Public safety						
Parks and recreation						
Transit						
Miscellaneous	285	280	285	285	285	135
Interest						
Capital outlay						
Debt service:						
Principal retirement	1,045,000	85,000	120,000	185,000		74,923
Interest and fiscal fees	564,950	89,944	135,293	159,115	109,705	
Bond issuance costs						
Total expenditures	1,610,235	175,224	255,578	344,400	109,990	75,058
Excess (deficiency) of revenues over expenditures	157,384	(74,563)	(57,330)	169,576	193,175	159,428
Other Financing Sources (Uses)						
Bonds issued						
Refunding bonds issued						
Discount on bonds issued						
Refunded principal retirement						
Transfers in				106,472		
Transfers out						
Total other financing sources (uses)				106,472		
Net change in fund balances	157,384	(74,563)	(57,330)	276,048	193,175	159,428
Fund balances, January 1	1,285,311	315,206	303,561	862,193	820,394	259,343
Fund balances, December 31	<u>\$1,442,695</u>	<u>\$240,643</u>	<u>\$246,231</u>	<u>\$1,138,241</u>	<u>\$1,013,569</u>	<u>\$418,771</u>

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2011**

	Debt Service Funds					Total
	2010 Series B Road Reconstruction Refunding Bonds	2010 Series C Capital Improvement Plan Bonds	2010 Series A HRA Refunding Bonds	2011 Series A Road Reconstruction Bonds	2011 Series C Road Reconstruction Refunding Bonds	
Revenues						
Property taxes						\$1,737,085
Tax increments						
Special assessments						2,405,294
Fees						
Intergovernmental revenue						
Charges for services						
Fines and forfeits						
Investment income	\$9,037		\$225	\$11		238,652
Other						
Total revenues	9,037		225	11		4,381,031
Expenditures						
Current:						
General government						
Community and economic development						
Public safety						
Parks and recreation						
Transit						
Miscellaneous	135	\$135	135			3,420
Interest		2,325				76,790
Capital outlay						
Debt service:						
Principal retirement						4,155,000
Interest and fiscal fees	70,569	162,120	18,453			2,431,632
Bond issuance costs						35,593
Total expenditures	70,704	164,580	18,588			6,702,435
Excess (deficiency) of revenues over expenditures	(61,667)	(164,580)	(18,363)	11		(2,321,404)
Other Financing Sources (Uses)						
Bonds issued						
Refunding bonds issued					\$13,905	1,250,000
Discount on bonds issued						(6,625)
Refunded principal retirement						(1,975,000)
Transfers in	95,898	165,000	142,689			2,909,660
Transfers out						(220,533)
Total other financing sources (uses)	95,898	165,000	142,689		13,905	1,957,502
Net change in fund balances	34,231	420	124,326	11	13,905	(363,902)
Fund balances, January 1	0	0	0	0	0	11,191,350
Fund balances, December 31	\$34,231	\$420	\$124,326	\$11	\$13,905	\$10,827,448

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2011**

	Capital Projects Funds						
	Park Land Dedication	Capital Improvement	Long-Term Development	Transit Capital Improvement	State Aid Streets	Storm Sewer Construction	Improvement Project Financing
Revenues							
Property taxes							
Tax increments							
Special assessments					\$526		\$231,606
Fees	\$450,795						
Intergovernmental revenue					230,521		281,716
Charges for services		\$1,137					
Fines and forfeits							
Investment income	388,930	212,663	\$446,570	\$10,941	205,724	\$134,976	294,031
Other		1,771,181	717,563			248,012	357,437
Total revenues	839,725	1,984,981	1,164,133	10,941	436,771	382,988	1,164,790
Expenditures							
Current:							
General government							
Community and economic development							
Public safety							
Parks and recreation							
Transit							
Miscellaneous							
Interest							
Capital outlay	338,116	876,083	4,400,918			442,114	855,394
Debt service:							
Principal retirement							53,578
Interest and fiscal fees							
Bond issuance costs							
Total expenditures	338,116	876,083	4,400,918			442,114	908,972
Excess (deficiency) of revenues over expenditures	501,609	1,108,898	(3,236,785)	10,941	436,771	(59,126)	255,818
Other Financing Sources (Uses)							
Bonds issued							
Refunding bonds issued							
Discount on bonds issued							
Refunded principal retirement							
Transfers in		2,300,000	1,868,000	2,629,253		12,041,641	
Transfers out			(267,954)				
Total other financing sources (uses)		2,300,000	1,600,046	2,629,253		12,041,641	
Net change in fund balances	501,609	3,408,898	(1,636,739)	2,640,194	436,771	11,982,515	255,818
Fund balances, January 1	7,780,693	4,428,248	9,688,456	0	3,763,853	1,841,867	5,843,298
Fund balances, December 31	<u>\$8,282,302</u>	<u>\$7,837,146</u>	<u>\$8,051,717</u>	<u>\$2,640,194</u>	<u>\$4,200,624</u>	<u>\$13,824,382</u>	<u>\$6,099,116</u>

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2011**

	Capital Projects Funds					
	Tax Increment Districts	Wedgwood Commerce Center Tax Increment District	Forest Preservation	2001 Series A Tax Increment Bonds	2005 Improvement Project Financing	2006 Improvement Project Financing
Revenues						
Property taxes			\$42			
Tax increments	\$364,957	\$815,190		(\$41,849)		
Special assessments		8,655			\$1,770,456	\$744,862
Fees						
Intergovernmental revenue						
Charges for services						
Fines and forfeits						
Investment income	33,341		44,678	152,720	193,193	209,783
Other						
Total revenues	398,298	823,845	44,720	110,871	1,963,649	954,645
Expenditures						
Current:						
General government						
Community and economic development						
Public safety						
Parks and recreation						
Transit						
Miscellaneous						
Interest		68,558				
Capital outlay	309,503	1,405	172,889	35,019	4,444	
Debt service:						
Principal retirement						
Interest and fiscal fees						
Bond issuance costs						
Total expenditures	309,503	69,963	172,889	35,019	4,444	
Excess (deficiency) of revenues over expenditures	88,795	753,882	(128,169)	75,852	1,959,205	954,645
Other Financing Sources (Uses)						
Bonds issued						
Refunding bonds issued						
Discount on bonds issued						
Refunded principal retirement						
Transfers in						
Transfers out	(342,955)	(6,000)		(5,500)	(5,482,572)	(4,672,140)
Total other financing sources (uses)	(342,955)	(6,000)		(5,500)	(5,482,572)	(4,672,140)
Net change in fund balances	(254,160)	747,882	(128,169)	70,352	(3,523,367)	(3,717,495)
Fund balances, January 1	725,638	(1,498,538)	1,032,472	2,848,376	3,523,367	3,717,495
Fund balances, December 31	\$471,478	(\$750,656)	\$904,303	\$2,918,728	\$0	\$0

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2011**

	Capital Projects Funds					
	2007 Improvement Project Financing	2008 Series A Road Reconstruction Bonds	2008 Improvement Project Financing	2009 Series A Road Reconstruction Bonds	2009 Improvement Project Financing	2010 Series A Road Reconstruction Bonds
Revenues						
Property taxes						
Tax increments						
Special assessments	\$2,503,192		\$288,031		\$901,243	
Fees						
Intergovernmental revenue						
Charges for services						
Fines and forfeits						
Investment income	45,556	\$10,487	136,045			\$18,418
Other						
Total revenues	2,548,748	10,487	424,076		901,243	18,418
Expenditures						
Current:						
General government						
Community and economic development						
Public safety						
Parks and recreation						
Transit						
Miscellaneous						
Interest				\$16,687	90,759	
Capital outlay	8,883	102,084	11,493	164,204	14,143	412,697
Debt service:						
Principal retirement						
Interest and fiscal fees						
Bond issuance costs						
Total expenditures	8,883	102,084	11,493	180,891	104,902	412,697
Excess (deficiency) of revenues over expenditures	2,539,865	(91,597)	412,583	(180,891)	796,341	(394,279)
Other Financing Sources (Uses)						
Bonds issued						
Refunding bonds issued						
Discount on bonds issued						
Refunded principal retirement						
Transfers in				419,886		
Transfers out	(2,446,374)	(106,472)	(2,727,673)			
Total other financing sources (uses)	(2,446,374)	(106,472)	(2,727,673)	419,886		
Net change in fund balances	93,491	(198,069)	(2,315,090)	238,995	796,341	(394,279)
Fund balances, January 1	(93,491)	198,069	2,315,090	(238,995)	(2,038,670)	396,081
Fund balances, December 31	\$0	\$0	\$0	\$0	(\$1,242,329)	\$1,802

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2011**

	Capital Projects Funds					
	2010 Improvement Project Financing	2011 Series A Road Reconstruction Bonds	2011 Improvement Project Financing	2012 Road Reconstruction	Total	Total Nonmajor Governmental Funds
Revenues						
Property taxes					\$42	\$1,882,566
Tax increments					1,138,298	1,138,298
Special assessments	\$991,660				7,440,231	9,845,525
Fees					450,795	450,795
Intergovernmental revenue					512,237	2,293,215
Charges for services					1,137	4,373,084
Fines and forfeits						27,779
Investment income		\$5,003			2,543,059	3,363,183
Other	31,851	26,526			3,152,570	3,417,441
Total revenues	1,023,511	31,529			15,238,369	26,791,886
Expenditures						
Current:						
General government						4,208
Community and economic development						659,383
Public safety						338,699
Parks and recreation						5,157,954
Transit						4,898,045
Miscellaneous						3,420
Interest	\$50,818		\$12,452	\$49	239,323	316,113
Capital outlay	1,148,290	2,915,628	743,341	11,742	12,968,390	12,968,390
Debt service:						
Principal retirement					53,578	4,208,578
Interest and fiscal fees						2,431,632
Bond issuance costs		25,775			25,775	61,368
Total expenditures	1,199,108	2,941,403	755,793	11,791	13,287,066	31,047,790
Excess (deficiency) of revenues over expenditures	(175,597)	(2,909,874)	(755,793)	(11,791)	1,951,303	(4,255,904)
Other Financing Sources (Uses)						
Bonds issued		2,195,000			2,195,000	2,195,000
Refunding bonds issued						1,250,000
Discount on bonds issued		(21,950)			(21,950)	(28,575)
Refunded principal retirement						(1,975,000)
Transfers in					19,258,780	26,246,162
Transfers out					(16,057,640)	(19,378,873)
Total other financing sources (uses)		2,173,050			5,374,190	8,308,714
Net change in fund balances	(175,597)	(736,824)	(755,793)	(11,791)	7,325,493	4,052,810
Fund balances, January 1	(926,557)	0	0	0	43,306,752	66,683,942
Fund balances, December 31	<u>(\$1,102,154)</u>	<u>(\$736,824)</u>	<u>(\$755,793)</u>	<u>(\$11,791)</u>	<u>\$50,632,245</u>	<u>\$70,736,752</u>

City of Maple Grove, Minnesota

***Schedule of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
Community Resources Fund
For the Year Ended December 31, 2011***

	Original and Final Budget	Actual	Variance with Budget Positive (Negative)
<i>Revenues</i>			
Intergovernmental revenue	\$40,000	\$40,000	\$0
Fines and forfeits		27,779	27,779
Investment income		10,203	10,203
Other	100,000	157,681	57,681
	<hr/>	<hr/>	<hr/>
Total revenues	140,000	235,663	95,663
<i>Expenditures</i>			
General government			
Supplies and other services	5,000	4,208	792
Community and economic development			
Capital outlay	40,000	40,000	
Public safety			
Supplies and other services	50,000	49,281	719
Capital outlay	15,000	14,513	487
Park and recreation			
Supplies and other services	25,000	16,553	8,447
Capital outlay	5,000	5,894	(894)
	<hr/>	<hr/>	<hr/>
Total expenditures	140,000	130,449	9,551
Excess of revenues over expenditures	<hr/>	<hr/>	<hr/>
	0	105,214	86,112
Net change in fund balance	0	105,214	
Fund balance, January 1	<hr/>	<hr/>	<hr/>
	738,058	738,058	
Fund balance, December 31	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	\$738,058	\$843,272	\$0

City of Maple Grove, Minnesota

**Schedule of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
Park Fund
For the Year Ended December 31, 2011**

	Original and Final Budget	Actual	Variance with Budget Positive (Negative)
Revenues			
Charges for services	\$1,258,500	\$1,386,959	\$128,459
Investment income		1,371	1,371
Other		2,714	2,714
Total revenues	1,258,500	1,391,044	132,544
Expenditures			
Parks and recreation			
Park administration			
Personal services	1,387,300	1,374,763	12,537
Supplies and other services	418,900	333,480	85,420
Capital outlay	57,300	44,581	12,719
Parks			
Personal services	989,400	936,761	52,639
Supplies and other services	775,200	700,852	74,348
Capital outlay	329,000	334,330	(5,330)
Participation programs			
Personal services	830,650	934,416	(103,766)
Supplies and other services	427,850	476,324	(48,474)
Total expenditures	5,215,600	5,135,507	80,093
(Deficiency) of revenues over expenditures	(3,957,100)	(3,744,463)	212,637
Other Financing Sources			
Transfers in	3,957,100	3,743,767	(213,333)
Total other financing sources	3,957,100	3,743,767	(213,333)
Net change in fund balance		(696)	(696)
Fund balance, January 1	128,022	128,022	
Fund balance, December 31	\$128,022	\$127,326	(\$696)

City of Maple Grove, Minnesota

**Statement of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
Transit Fund
For the Year Ended December 31, 2011**

	Original and Final Budget	Actual	Variance with Budget Positive (Negative)
Revenues			
Intergovernmental revenue	\$2,299,200	\$1,603,327	(\$695,873)
Charges for services	1,950,400	1,958,479	8,079
Investment income		493,061	493,061
Other		102,651	102,651
	<hr/>	<hr/>	<hr/>
Total revenues	4,249,600	4,157,518	(92,082)
Expenditures			
Transit			
Personal services	131,500	108,982	22,518
Supplies and other services	4,087,300	4,184,902	(97,602)
Capital outlay		604,161	(604,161)
	<hr/>	<hr/>	<hr/>
Total expenditures	4,218,800	4,898,045	(679,245)
Excess of revenues over expenditures	30,800	(740,527)	(771,327)
Other Financing Sources (uses)			
Transfers out	(30,800)	(2,660,045)	(2,629,245)
	<hr/>	<hr/>	<hr/>
Total other financing source (uses)	(30,800)	(2,660,045)	(2,629,245)
Net change in fund balance		(3,400,572)	(3,400,572)
Fund balance, January 1	9,719,740	9,719,740	
	<hr/>	<hr/>	<hr/>
Fund balance, December 31	\$9,719,740	\$6,319,168	(\$3,400,572)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

City of Maple Grove, Minnesota

***Schedule of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
Police Training Facility Fund
For the Year Ended December 31, 2011***

	Original and Final Budget	Actual	Variance with Budget Positive (Negative)
<i>Revenues</i>			
Charges for services	\$245,700	\$88,175	(\$157,525)
Investment income	4,000	5,598	1,598
Other	200	75	(125)
	<hr/>	<hr/>	<hr/>
Total revenues	249,900	93,848	(156,052)
<i>Expenditures</i>			
Public safety			
Personal services	103,000	103,384	(384)
Supplies and other services	120,700	155,337	(34,637)
Capital outlay	14,400	16,184	(1,784)
	<hr/>	<hr/>	<hr/>
Total expenditures	238,100	274,905	(36,805)
Excess of revenues over expenditures	11,800	(181,057)	(192,857)
<i>Other Financing (Uses)</i>			
Transfers out	(9,000)	(9,000)	
	<hr/>	<hr/>	
Total other financing (uses)	(9,000)	(9,000)	
Net change in fund balance	2,800	(190,057)	(192,857)
Fund balance, January 1	175,706	175,706	
	<hr/>	<hr/>	
Fund balance, December 31	\$178,506	(\$14,351)	(\$192,857)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

City of Maple Grove, Minnesota

***Schedule of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
HRA Fund
For the Year Ended December 31, 2011***

	Original and Final Budget	Actual	Variance with Budget Positive (Negative)
<i>Revenues</i>			
Property taxes	\$150,000	\$145,439	(\$4,561)
Intergovernmental revenue		137,651	137,651
Charges for services		203,126	203,126
Investment income		32,474	32,474
Other		1,750	1,750
	<u>150,000</u>	<u>520,440</u>	<u>370,440</u>
<i>Expenditures</i>			
Community and economic development			
Personal services	50,000	39,813	10,187
Supplies and other services	100,000	169,062	(69,062)
Capital outlay		142,794	(142,794)
	<u>150,000</u>	<u>351,669</u>	<u>(201,669)</u>
Excess of revenues over expenditures		<u>168,771</u>	<u>168,771</u>
<i>Other Financing Sources (Uses)</i>			
Transfers out		<u>(49,000)</u>	<u>(49,000)</u>
Total other financing sources (uses)		<u>(49,000)</u>	<u>(49,000)</u>
Net change in fund balance		119,771	119,771
Fund balance, January 1	<u>576,779</u>	<u>576,779</u>	
Fund balance, December 31	<u><u>\$576,779</u></u>	<u><u>\$696,550</u></u>	<u><u>\$119,771</u></u>

City of Maple Grove, Minnesota

**Schedule of Revenue, Expenditures and
Changes in Fund Balance - Budget and Actual
Senior Citizen Housing Fund
For the Year Ended December 31, 2011**

	Original and Final Budget	Actual	Variance with Budget Positive (Negative)
Revenues			
Charges for services	\$736,000	\$735,208	(\$792)
Investment income	40,000	38,765	(1,235)
Miscellaneous	1,000		(1,000)
Total revenues	777,000	773,973	(3,027)
Expenditures			
Community and economic development			
Personal services			
Supplies and other services	345,000	265,961	79,039
Capital outlay	1,000	1,753	(753)
Total expenditures	346,000	267,714	78,286
Excess of revenues over expenditures	431,000	506,259	75,259
Other Financing (Uses)			
Transfers in		333,955	333,955
Transfers out	(382,655)	(382,655)	
Net other financing (uses)	(382,655)	(48,700)	333,955
Net change in fund balance	48,345	457,559	409,214
Fund balance, January 1	847,535	847,535	
Fund balance, December 31	\$895,880	\$1,305,094	\$409,214

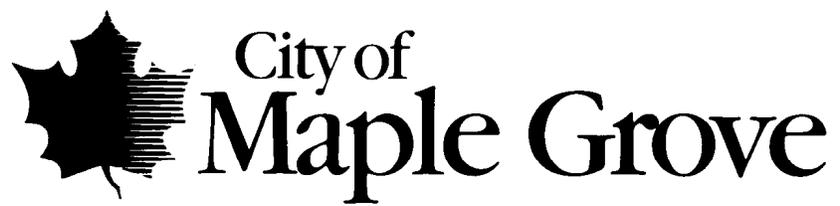
Nonmajor Proprietary Funds

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the costs of providing goods and services to the general public on a continuing basis be funded or recovered primarily through user charges or where the City has decided that periodic determination of net income is appropriate for accountability purposes.

Recycling Fund – This fund was established to account for recycling activities including curbside pickup, compost site operations and sale of miscellaneous commodities such as waste oil and scrap metal. Funding consists of revenue from the County and user fees.

Street Light Fund – This fund accounts for operation and maintenance of street lights throughout the City. Funding consists of a quarterly fee charged to residential and commercial users in the City.

Sports Dome Fund – This fund accounts for the operations of the sports dome. Funding consists of revenue from area athletic associations and miscellaneous user fees.



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City of Maple Grove, Minnesota

**Combining Statement of Net Assets
Nonmajor Proprietary Funds
December 31, 2011**

	Recycling Fund	Street Light Utility Fund	Sports Dome Fund	Totals
Assets				
Current assets				
Equity in cash pool	\$1,576,387	\$700,915		\$2,277,302
Interest receivable	6,073	2,832		8,905
Accounts receivable	286,306	160,103	\$59,479	505,888
Total current assets	1,868,766	863,850	59,479	2,792,095
Noncurrent assets				
Capital assets:				
Land improvements			1,729,116	1,729,116
Building			2,666,504	2,666,504
Equipment			54,849	54,849
Less accumulated depreciation			(13,320)	(13,320)
Total noncurrent assets			4,437,149	4,437,149
Total assets	1,868,766	863,850	4,496,628	7,229,244
Liabilities				
Current liabilities				
Interest payable				
Accounts payable	78,760	65,020	29,737	173,517
Accrued wages payable	403	808	3,654	4,865
Due to other funds			3,726	3,726
Total current liabilities	79,163	65,828	37,117	182,108
Total liabilities	79,163	65,828	37,117	182,108
Net Assets				
Invested in capital assets, net of related debt			4,437,149	4,437,149
Unrestricted	1,789,603	798,022	22,362	2,609,987
Total net assets	\$1,789,603	\$798,022	\$4,459,511	\$7,047,136

City of Maple Grove, Minnesota

**Combining Statement of Revenues, Expenses and Changes in Net Assets
Nonmajor Proprietary Funds
For the Year Ended December 31, 2011**

	Recycling Fund	Street Light Utility Fund	Sports Dome Fund	Totals
Operating revenues				
Charges for services	\$1,159,346	\$661,021	\$69,184	\$1,889,551
Intergovernmental	185,548			185,548
Other revenue	29,024	6,440		35,464
Total operating revenues	<u>1,373,918</u>	<u>667,461</u>	<u>69,184</u>	<u>2,110,563</u>
Operating expenses				
Personal services	21,039	3,590	20,805	45,434
Supplies	311	244	264	819
Repairs and maintenance	4,596	48,173	1,444	54,213
Depreciation			13,319	13,319
Insurance	5,508			5,508
Utilities	1,186,078	646,974	24,310	1,857,362
Total operating expenses	<u>1,217,532</u>	<u>698,981</u>	<u>60,142</u>	<u>1,976,655</u>
Operating income (loss)	<u>156,386</u>	<u>(31,520)</u>	<u>9,042</u>	<u>133,908</u>
Nonoperating revenue (expense)				
Investment income	76,994	35,895		112,889
Total nonoperating revenue (expense)	<u>76,994</u>	<u>35,895</u>		<u>112,889</u>
Income (loss) before contributions and transfers	233,380	4,375	9,042	246,797
Capital contributions - governmental funds			4,450,469	4,450,469
Transfers out	(9,500)			(9,500)
Change in net assets	223,880	4,375	4,459,511	4,687,766
Total net assets, January 1	<u>1,565,723</u>	<u>793,647</u>		<u>2,359,370</u>
Total net assets, December 31	<u>\$1,789,603</u>	<u>\$798,022</u>	<u>\$4,459,511</u>	<u>\$7,047,136</u>

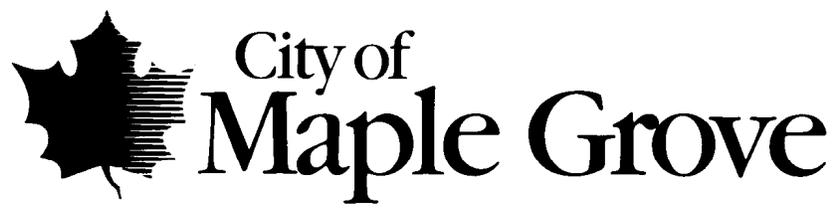
City of Maple Grove, Minnesota

Combining Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2011

	Recycling Fund	Street Light Utility Fund	Sports Dome Fund	Totals
Cash flows from operating activities				
Receipts from customers and users	\$1,156,438	\$661,644	\$9,705	\$1,827,787
Payments to vendors	(1,193,934)	(691,951)	3,719	(1,882,166)
Payments to employees	(20,843)	(2,782)	(17,151)	(40,776)
Other receipts	214,572	6,440		221,012
	156,233	(26,649)	(3,727)	125,857
Cash flows from investing activities				
Investment income	77,197	36,403		113,600
Cash flows from noncapital financing activities				
Transfers to other funds	(9,500)			(9,500)
Receipt from other funds for interfund borrowing			3,727	3,727
	(9,500)		3,727	(5,773)
Net cash provided (used) by noncapital activities				
Increase (decrease) in equity in cash pool	223,930	9,754	0	233,684
Cash and cash equivalents, January 1	1,352,457	691,161	0	2,043,618
Cash and cash equivalents, December 31	\$1,576,387	\$700,915	\$0	\$2,277,302
Equity in cash pool, December 31	\$1,576,387	\$700,915		\$2,277,302
Cash and investments not in pool, December 31	\$1,576,387	\$700,915	\$0	0
Cash and cash equivalents, December 31	\$1,576,387	\$700,915	\$0	\$2,277,302
Reconciliation of operating income (loss) to net cash provided (used) by operating activities				
Operating income (loss)	\$156,386	(\$31,520)	\$9,042	\$133,908
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation			13,319	13,319
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	(2,908)	623	(59,479)	(61,764)
Increase (decrease) in accounts payable	2,559	3,440	29,737	35,736
Increase in wages payable	196	808	3,654	4,658
	\$156,233	(\$26,649)	(\$3,727)	\$125,857
Net cash provided (used) by operating activities				
Noncash capital financing activities				
Contribution of capital assets from government			\$4,450,469	4,450,469



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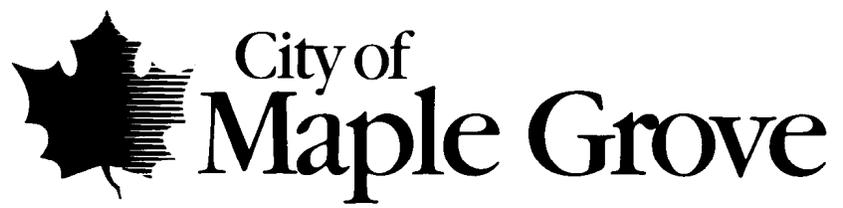
Internal Service Funds

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

Central Equipment Fund – This fund accounts for service, maintenance and replacement of City vehicles and related equipment. In addition, the fund accounts for major repairs to City buildings and replacement of data processing equipment and park playground equipment.

Employee Benefits Fund - This fund accounts for accrued employee benefits, such as sick leave and vacation.

Insurance Fund – This fund accounts for the insurance premiums and deductibles of the City.



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City of Maple Grove, Minnesota

**Combining Statement of Net Assets
Internal Service Funds
December 31, 2011**

	Central Equipment Fund	Employee Benefits Fund	Insurance Fund	Total
Assets				
Current assets				
Equity in cash pool	\$20,383,097	\$4,359,003	\$504,613	\$25,246,713
Interest receivable	82,272	16,921	2,378	101,571
Inventory - parts and fuel	230,439			230,439
Total current assets	20,695,808	4,375,924	506,991	25,578,723
Noncurrent assets				
Capital assets				
Equipment	14,529,465			14,529,465
Less accumulated depreciation	(7,811,493)			(7,811,493)
Total capital assets, net	6,717,972			6,717,972
Total assets	27,413,780	4,375,924	506,991	32,296,695
Liabilities				
Current liabilities:				
Accounts payable	123,397	1,098	80,662	205,157
Accrued wages payable	11,708	175,529		187,237
Current portion of compensated absences		250,000		250,000
Total current liabilities	135,105	426,627	80,662	642,394
Noncurrent liabilities:				
Compensated absences		3,715,504		3,715,504
Total liabilities	135,105	4,142,131	80,662	4,357,898
Net assets				
Invested in capital assets, net of related debt	6,717,972			6,717,972
Unrestricted	20,560,703	233,793	426,329	21,220,825
Total net assets	\$27,278,675	\$233,793	\$426,329	\$27,938,797

City of Maple Grove, Minnesota

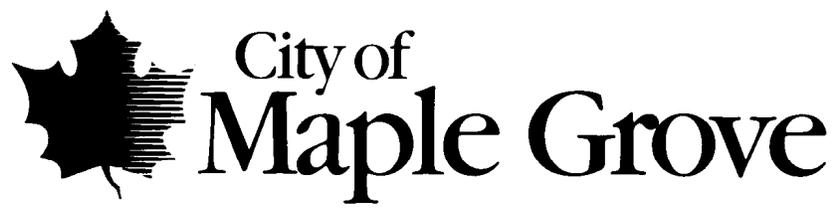
***Combining Statement of Revenues, Expenses and
Changes in Net Assets
Internal Service Funds
For the Year Ended December 31, 2011***

	Central Equipment Fund	Employee Benefits Fund	Insurance Fund	Total
Operating revenues				
Charges for services	\$1,648,410			\$1,648,410
Benefits charges		\$3,228,009		3,228,009
Equipment replacement charges	1,885,300			1,885,300
Insurance charges			\$485,000	485,000
Miscellaneous income			1,094,598	1,094,598
	<u>3,533,710</u>	<u>3,228,009</u>	<u>1,579,598</u>	<u>8,341,317</u>
Operating expenses				
Personal services	447,667	3,386,027		3,833,694
Petroleum products	577,565			577,565
Parts and supplies	337,770			337,770
Professional services			1,450,768	1,450,768
Repairs and maintenance	258,529			258,529
Depreciation	940,342			940,342
Equipment reimbursement	3,900			3,900
Insurance	2,592		364,132	366,724
Computer service	21,977			21,977
Other expense	156,296		117,038	273,334
	<u>2,746,638</u>	<u>3,386,027</u>	<u>1,931,938</u>	<u>8,064,603</u>
Operating income	<u>787,072</u>	<u>(158,018)</u>	<u>(352,340)</u>	<u>276,714</u>
Nonoperating income				
Investment income	1,042,982	214,509	30,148	1,287,639
Gain on sale of assets	113,110			113,110
	<u>1,156,092</u>	<u>214,509</u>	<u>30,148</u>	<u>1,400,749</u>
Net income before transfers	1,943,164	56,491	(322,192)	1,677,463
Transfers in	317,510			317,510
Transfers out	(635,700)			(635,700)
Change in net assets	1,624,974	56,491	(322,192)	1,359,273
Net assets, January 1	<u>25,653,701</u>	<u>177,302</u>	<u>748,521</u>	<u>26,579,524</u>
Net assets, December 31	<u>\$27,278,675</u>	<u>\$233,793</u>	<u>\$426,329</u>	<u>\$27,938,797</u>

City of Maple Grove, Minnesota

**Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2011**

	Central Equipment Fund	Employee Benefits Fund	Insurance Fund	Total
Cash flows from operating activities				
Receipts from users	\$3,533,710	\$3,228,009	\$485,000	\$7,246,719
Payments to vendors	(1,392,865)	(398,326)	(1,851,276)	(3,642,467)
Payments to employees	(448,664)	(2,793,497)		(3,242,161)
Other receipts			1,094,598	1,094,598
	1,692,181	36,186	(271,678)	1,456,689
Net cash provided by operating activities				
Cash flows from investing activities				
Investment income	1,050,426	215,608	30,886	1,296,920
Cash flows from capital financing activities				
Acquisition of capital assets	(2,729,461)			(2,729,461)
Proceeds from sale of equipment	259,043			259,043
	(2,470,418)			(2,470,418)
Net cash used by capital financing activities				
Cash flows from noncapital financing activities				
Transfers in	62,000			62,000
	62,000			62,000
Net cash provided by noncapital financing activities				
Increase in equity in cash pool	334,189	251,794	(240,792)	345,191
Cash and cash equivalents, January 1	20,048,908	4,107,209	745,405	24,901,522
Cash and cash equivalents, December 31	\$20,383,097	\$4,359,003	\$504,613	\$25,246,713
Reconciliation of operating income (loss) to cash provided (used) by operating activities				
Operating income (loss)	\$787,072	(\$158,018)	(\$352,340)	\$276,714
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	940,342			940,342
Change in assets and liabilities:				
Decrease in accounts receivable				
(Increase) in inventory	7,894			7,894
Increase (decrease) in accounts payable	(42,130)	42	80,662	38,574
Increase (decrease) in wages payable	(997)	(54,853)		(55,850)
Increase in compensated absences		249,015		249,015
	\$1,692,181	\$36,186	(\$271,678)	\$1,456,689
Net cash provided by operating activities				
Noncash capital financing activities				
Transfer of equipment from other funds	\$255,510			\$255,510
Transfer of equipment to other funds	(635,700)			(635,700)



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Agency Funds

Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments.

Agency Funds are as follows:

PUPS Impound Facility Fund – This fund accounts for the operation of a animal impoundment facility used by seven cities. The City provides the accounting and reporting for the facility.

Deposit and Escrow Fund – This fund accounts for escrow deposits from developers and contractors.

City of Maple Grove, Minnesota

**Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2011**

	Balance 1/1/2011	Additions	Deductions	Balance 12/31/2011
PUPS Impound Facility Fund				
Assets				
Equity in cash pool	\$41,700	\$189,598	\$186,864	\$44,434
Interest receivable	202	253	202	253
Intergovernmental receivable	16,993	147,421	149,310	15,104
Total assets	<u>\$58,895</u>	<u>\$337,272</u>	<u>\$336,376</u>	<u>\$59,791</u>
Liabilities				
Accounts payable	\$4,500	\$61,660	\$59,451	\$6,709
Accrued wages payable	3,412	3,651	3,412	3,651
Due to other governments	50,983	184,109	185,661	49,431
Total liabilities	<u>\$58,895</u>	<u>\$249,420</u>	<u>\$248,524</u>	<u>\$59,791</u>
Deposit and Escrow Fund				
Assets				
Equity in cash pool	\$10,030,087	\$1,396,645	\$9,035,915	\$2,390,817
Interest receivable	42,776	36,328	42,776	36,328
Total assets	<u>\$10,072,863</u>	<u>\$1,432,973</u>	<u>\$9,078,691</u>	<u>\$2,427,145</u>
Liabilities				
Accounts payable	\$21,211	\$3,928,320	\$3,937,156	\$12,375
Deposits	10,051,652	1,282,731	8,919,613	2,414,770
Total liabilities	<u>\$10,072,863</u>	<u>\$5,211,051</u>	<u>\$12,856,769</u>	<u>\$2,427,145</u>
Total Agency Funds				
Assets				
Equity in cash pool	\$10,071,787	\$1,586,243	\$9,222,779	\$2,435,251
Interest receivable	42,978	36,581	42,978	36,581
Intergovernmental receivable	16,993	147,421	149,310	15,104
Total assets	<u>\$10,131,758</u>	<u>\$1,770,245</u>	<u>\$9,415,067</u>	<u>\$2,486,936</u>
Liabilities				
Accounts payable	\$25,711	\$3,989,980	\$3,996,607	\$19,084
Accrued wages payable	3,412	3,651	3,412	3,651
Due to other governments	50,983	184,109	185,661	49,431
Deposits	10,051,652			2,414,770
Total liabilities	<u>\$10,131,758</u>	<u>\$4,177,740</u>	<u>\$4,185,680</u>	<u>\$2,486,936</u>

**STATISTICAL
SECTION**

Statistical Section

This part of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements and notes to the financial statements says about the City's overall financial health.

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

- Net Assets by Component
- Changes in Net Assets
- Fund Balances of Governmental Funds
- Changes in Fund Balances of Governmental Funds

Revenue Capacity – These schedules contain information to assess the City's most significant local revenue sources, property taxes and special assessments.

- Assessed Value/Tax Capacity and Estimated Market Value of All Taxable Property
- Property Tax Rates - Direct and Overlapping Governments
- Principal Property Taxpayers
- Property Tax Levies and Collections
- Special Assessment Levies and Collections

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

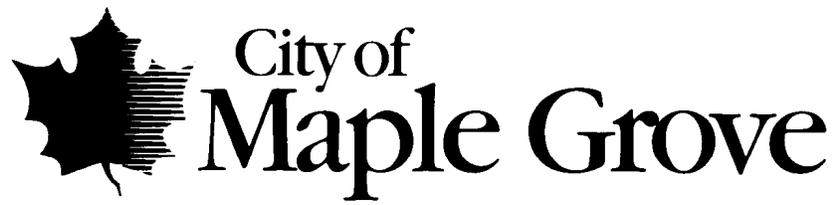
- Ratios of Outstanding Debt by Type
- Ratios of General Bonded Debt Outstanding
- Direct and Overlapping Governmental Activities Debt
- Legal Debt Margin Information
- Pledged Revenue Bond Coverage

Demographic and Economic Information – The schedule offers demographic and economic indicators to understand the environment within which the City's financial activities take place.

- Demographic and Economic Statistics
- Principal Employers

Operating Information – These schedules contain service and infrastructure data to understand how the information in the City's financial report relate to the services the City provides and the activities it performs.

- Full-time Equivalent City Employees by Function
- Capital Asset Statistics by Function



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City of Maple Grove, Minnesota
Net Assets by Component
Last Ten Fiscal Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities										
Invested in capital assets, net of related debt	\$11,027,375	\$42,982,901	\$52,262,895	\$103,336,820	\$130,735,237	\$149,779,041	\$167,381,538	\$182,337,377	\$174,868,239	\$171,986,652
Restricted	11,474,961	8,104,814	16,230,200	24,869,382	27,793,716	20,780,485	18,201,546	17,887,602	21,367,271	21,199,322
Unrestricted	82,459,047	85,465,062	97,146,788	125,689,944	186,788,865	204,398,673	204,015,343	207,519,440	204,994,401	214,741,244
Total governmental activities net assets	\$104,961,383	\$136,552,777	\$165,639,883	\$253,896,146	\$345,317,818	\$374,958,199	\$389,598,427	\$407,744,419	\$401,229,911	\$407,927,218
Business-type activities										
Invested in capital assets, net of related debt	\$97,393,692	\$91,596,054	\$98,795,469	\$102,278,455	\$113,483,516	\$118,791,954	\$119,256,180	\$125,677,718	\$123,903,828	\$128,069,020
Unrestricted	54,604,585	65,441,780	62,448,267	59,153,150	55,792,608	58,617,940	60,228,238	60,289,606	62,192,212	70,768,745
Total business-type activities net assets	\$151,998,277	\$157,057,834	\$161,243,736	\$161,431,605	\$169,276,124	\$177,409,894	\$179,484,418	\$185,967,324	\$186,096,040	\$198,837,765
Primary government										
Invested in capital assets, net of related debt	\$108,421,067	\$134,578,955	\$151,058,364	\$205,615,275	\$244,218,753	\$268,570,995	\$286,637,718	\$308,015,095	\$298,772,067	\$300,055,672
Restricted	11,474,961	8,104,814	16,230,200	24,869,382	27,793,716	20,780,485	18,201,546	17,887,602	21,367,271	21,199,322
Unrestricted	137,063,632	150,906,842	159,595,055	184,843,094	242,581,473	263,016,613	264,243,581	267,809,046	267,186,613	285,509,989
Total primary government net assets	\$256,959,660	\$293,590,611	\$326,883,619	\$415,327,751	\$514,593,942	\$552,368,093	\$569,082,845	\$593,711,743	\$587,325,951	\$606,764,983

City of Maple Grove, Minnesota
Changes in Net Assets
Last Ten Fiscal Years

1 of 2

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses										
Governmental activities:										
General government	\$6,026,324	\$6,209,907	\$6,310,607	\$6,524,231	\$6,635,443	\$6,710,625	\$7,883,632	\$7,974,048	\$7,369,884	\$7,004,986
Community and economic development	1,760,585	1,903,346	2,091,462	1,754,111	1,936,785	2,275,419	3,359,651	2,054,999	8,009,935	2,216,472
Public safety	9,092,187	9,632,493	10,187,272	10,778,857	11,182,196	12,068,870	13,609,638	12,576,798	13,779,449	14,070,200
Public works	14,548,322	9,540,290	12,568,990	20,124,632	18,889,312	25,715,614	19,479,198	19,220,390	43,076,462	28,841,393
Parks and recreation	3,871,769	3,823,202	4,103,179	4,444,326	4,597,008	4,795,130	5,194,021	5,303,239	5,183,201	5,614,901
Transit	2,210,747	2,352,187	2,225,830	2,901,835	3,295,316	3,431,694	4,116,581	4,216,219	4,150,416	4,588,928
Conservation of natural resources	361,795	398,858	346,687	475,116	340,781	379,968	550,414	521,767	559,027	582,258
Interest on long-term debt	3,669,809	3,238,471	3,222,312	2,909,746	3,031,791	5,616,080	4,484,315	4,208,305	4,239,490	4,370,322
Total governmental activities expenses	41,541,538	37,098,754	41,056,339	49,912,854	49,908,632	60,993,400	58,677,470	56,075,765	86,367,864	67,289,460
Business-type activities:										
Water	3,143,819	3,545,945	3,985,367	4,090,260	4,326,375	4,850,728	5,233,044	4,832,677	4,848,011	5,044,074
Sewer	4,161,707	4,602,220	4,666,169	5,018,582	5,162,048	5,121,982	5,434,063	5,896,882	6,077,160	6,445,861
Community center	2,584,012	2,628,815	2,750,242	2,860,023	2,906,179	2,942,142	3,099,746	3,377,494	3,429,699	3,528,459
Recycling									1,187,379	1,217,532
Street lighting	408,310	458,827	467,624	519,418	605,991	626,142	669,470	718,556	648,232	698,981
Sports dome										60,142
Total business-type activities expenses	10,297,848	11,235,807	11,869,402	12,488,283	13,000,593	13,540,994	14,436,323	14,825,609	16,190,481	16,995,049
Total primary government expenses	\$51,839,386	\$48,334,561	\$52,925,741	\$62,401,137	\$62,909,225	\$74,534,394	\$73,113,793	\$70,901,374	\$102,558,345	\$84,284,509
Program Revenues										
Governmental activities:										
Charges for services										
General government	\$801,834	\$914,270	\$1,075,076	\$1,331,186	\$908,534	\$2,442,861	\$978,139	\$1,609,142	\$1,432,217	\$1,428,697
Community and economic development	1,110,642	2,977,649	978,213	1,052,887	1,010,922	1,023,632	1,004,620	1,228,484	1,065,895	1,063,797
Public safety	3,034,266	3,412,756	3,899,401	3,253,616	4,230,523	3,444,263	3,172,619	2,336,819	3,082,510	2,521,834
Public works	1,019,435	2,540,592	2,868,927	2,113,463	2,092,357	2,065,901	1,475,185	1,913,768	1,894,502	2,064,161
Parks and recreation	1,758,620	1,187,203	1,658,983	1,284,811	1,341,946	1,326,074	1,406,203	1,489,767	1,425,367	1,425,031
Transit	844,471	841,146	902,132	1,067,313	1,263,488	1,387,805	2,251,062	2,002,289	1,910,577	2,025,154
Conservation of natural resources	2,046	12,276	85,838							
Operating grants and contributions	3,091,912	4,002,570	4,010,524	3,637,350	3,898,108	4,057,307	4,470,791	4,560,542	4,277,431	3,051,960
Capital grants and contributions	23,007,255	31,425,135	30,630,232	19,751,865	97,400,854	39,529,861	21,298,830	30,838,521	26,438,300	33,015,959
Total governmental activities program revenues	34,670,481	47,313,397	46,109,326	33,492,491	112,146,732	55,277,704	36,001,443	45,895,768	41,591,199	46,596,599
Business-type activities:										
Charges for services										
Water	2,801,346	3,382,326	3,221,352	3,260,608	3,684,391	3,926,313	3,568,068	3,608,799	3,416,715	3,407,042
Sewer	3,805,656	4,825,942	3,773,865	4,081,613	4,897,055	4,056,499	4,072,410	3,946,097	4,009,389	5,228,626
Community center	1,645,298	1,597,032	1,698,479	1,709,711	1,817,857	1,714,637	1,833,970	2,168,137	2,256,660	2,226,434
Recycling									1,355,811	1,373,918
Street lighting	509,314	531,484	544,433	602,025	621,917	617,178	622,714	637,473	655,409	667,461
Sports dome										69,184
Capital grants and contributions	5,636,808	5,092,748	6,081,254	4,460,372	7,938,260	8,641,406	3,431,470	1,668,806	1,611,080	1,466,849
Total business-type activities expenses	14,398,422	15,429,532	15,319,383	14,114,329	18,959,480	18,956,033	13,528,632	12,029,312	13,305,064	14,439,514
Total primary government revenues	\$49,068,903	\$62,742,929	\$61,428,709	\$47,606,820	\$131,106,212	\$74,233,737	\$49,530,075	\$57,925,080	\$54,896,263	\$61,036,113
Net (expense)/revenue	(\$6,871,057)	\$10,214,643	\$5,052,987	(\$16,420,363)	\$62,238,100	(\$5,715,696)	(\$22,676,027)	(\$10,179,997)	(\$44,776,665)	(\$20,692,861)
Governmental activities	4,100,574	4,193,725	3,449,981	1,626,046	5,958,887	5,415,039	(907,691)	(2,796,297)	(2,885,417)	(2,555,535)
Business-type activities	(\$2,770,483)	\$14,408,568	\$8,502,968	(\$14,794,317)	\$68,196,987	(\$300,657)	(\$23,583,718)	(\$12,976,294)	(\$47,662,082)	(\$23,248,396)

City of Maple Grove, Minnesota
Changes in Net Assets
Last Ten Fiscal Years

2 of 2

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Revenues and Other Sources in Net Assets										
Governmental activities:										
Property taxes levied for general purpose	\$14,377,415	\$15,566,380	\$16,201,251	\$18,342,197	\$20,020,563	\$21,962,101	\$23,977,292	\$24,972,780	\$29,446,638	\$28,437,956
Property taxes levied for debt service	1,232,541	1,346,561	1,943,876	1,443,866	1,435,618	1,491,775	1,648,396	2,325,278	1,565,189	1,737,085
Property taxes levied for housing and redevelopment	140,023	141,662	141,982	143,314	143,548	143,399	145,240	143,297	146,410	145,439
Property taxes from tax increments	2,157,054	2,470,864	2,169,474	2,008,251	2,123,098	2,849,085	2,963,942	2,887,342	1,896,593	1,138,298
Other taxes	121,542	149,315	181,345	138,176	124,396	140,198	220,199	628,413	823,729	380,907
Grants and contributions not restricted to specific programs	1,300,595	177,705	6,304	6,855	19,960	794,463	387,805	7,670	7,711	6,350
Investment income	6,810,417	2,369,304	2,433,698	1,955,485	4,714,497	7,211,656	7,445,449	4,555,024	5,113,134	7,695,400
Gain on sale of capital assets	8,174	26,237	745		392	43,000	53,473	85,160	16,854	113,110
Transfers	(87,008)	667,876	955,444	2,748,000	601,500	720,400	474,459	(7,278,975)	602,566	(12,264,377)
Total governmental activities	26,060,753	22,755,904	24,034,119	26,786,144	29,183,572	35,356,077	37,316,255	28,325,989	39,618,824	27,390,168
Business-type activities										
Investment income	3,836,734	1,513,708	1,711,365	1,309,823	2,487,152	3,439,131	3,456,674	2,000,228	2,260,031	3,032,883
Transfers	87,008	(667,876)	(955,444)	(2,748,000)	(601,500)	(720,400)	(474,459)	7,278,975	(602,566)	12,264,377
Total business-type activities	3,923,742	845,832	755,921	(1,438,177)	1,885,652	2,718,731	2,982,215	9,279,203	1,657,465	15,297,260
Total primary government	\$29,984,495	\$23,601,736	\$24,790,040	\$25,347,967	\$31,069,204	\$38,074,808	\$40,298,470	\$37,605,192	\$41,276,289	\$42,687,428
Change in Net Assets										
Governmental activities	\$19,189,696	\$32,970,547	\$29,087,106	\$10,365,781	\$91,421,672	\$29,640,381	\$14,640,228	\$18,145,992	(\$5,157,841)	\$6,697,307
Business-type activities	8,024,316	5,039,557	4,205,902	187,869	7,844,519	8,133,770	2,074,524	6,482,906	(1,227,952)	12,741,725
Total primary government	\$27,214,012	\$38,010,104	\$33,293,008	\$10,553,650	\$99,266,191	\$37,774,151	\$16,714,752	\$24,628,898	(\$6,385,793)	\$19,439,032

Note: City implemented GASB 54 in 2011 and reclassified the Recycling Fund from a special revenue fund to an enterprise fund. 2010 data restated for GASB 54 presentation.

City of Maple Grove, Minnesota
Fund Balances of Governmental Funds
Last Ten Fiscal Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
					Pre-GASB 54					Post-GASB 54
General Fund										
Reserved	\$77,194	\$8,150	\$41,395	\$45,222	\$3,043	\$55,359	\$45,422	\$35,374		
Unreserved	3,334,093	3,739,427	3,710,699	3,988,104	4,831,637	5,769,425	6,358,102	6,723,213		
Nonspendable									\$40,430	\$38,329
Unassigned									6,838,489	7,022,404
Total general fund	\$3,411,287	\$3,747,577	\$3,752,094	\$4,033,326	\$4,834,680	\$5,824,784	\$6,403,524	\$6,758,587	\$6,878,919	\$7,060,733
All other governmental funds										
Reserved	\$8,077,448	\$5,469,282	\$12,575,062	\$18,694,609	\$18,949,053	\$10,097,580	\$6,853,289	\$7,817,145		
Unreserved										
Special revenue funds	6,016,426	6,565,446	8,738,002	12,676,818	16,296,393	19,703,665	22,478,003	22,517,793		
Debt service funds	(2,025,901)	2,476,473	1,458,365	(279,238)	(852,743)	(2,238,132)	(2,649,215)	(540,922)		
Capital projects funds	23,847,385	14,706,734	26,107,962	14,753,520	50,439,429	59,411,248	57,737,807	63,715,177		
Nonspendable									\$11,888	\$13,093
Restricted									51,595,484	42,564,087
Committed									34,601,296	37,913,386
Assigned									39,430,199	46,656,504
Unassigned									(4,796,251)	(4,694,682)
Total all other governmental funds	\$35,915,358	\$29,217,935	\$48,879,391	\$45,845,709	\$84,832,132	\$86,974,361	\$84,419,884	\$93,509,193	\$120,842,616	\$122,452,388

Note: City implemented GASB 54 in 2011 and 2010 data restated for GASB 54 presentation.

City of Maple Grove, Minnesota
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues										
Property taxes	\$15,871,521	\$17,203,918	\$18,468,454	\$20,067,553	\$21,724,125	\$23,737,473	\$25,991,127	\$28,069,768	\$31,981,966	\$30,701,387
Tax increments	2,157,054	2,470,864	2,169,474	2,008,251	2,123,098	2,849,085	2,963,942	2,887,342	1,896,593	1,138,298
Special assessments	18,433,937	14,226,327	26,472,300	16,713,944	27,297,144	27,750,719	18,736,278	22,575,738	21,936,944	15,552,275
Licenses, permits and fees	3,372,362	4,556,671	4,575,663	6,277,386	7,002,868	5,079,224	3,702,296	2,797,015	2,685,267	2,985,495
Intergovernmental revenue	8,672,825	13,383,545	10,519,326	4,422,400	4,996,166	6,353,825	5,710,980	17,297,099	11,820,423	15,635,921
Charges for services	4,345,430	4,459,307	4,659,006	5,062,833	5,284,247	6,882,380	5,858,396	6,316,158	5,253,466	5,185,658
Fines and forfeits	441,418	505,811	480,192	453,380	430,669	398,739	355,726	393,176	420,732	446,248
Investment income	5,797,155	1,978,043	2,011,892	1,606,555	3,420,663	5,695,032	6,130,153	3,819,071	4,177,720	6,407,761
Other	1,635,470	3,753,628	4,204,170	2,398,762	3,438,532	3,032,050	1,614,407	5,689,839	9,156,030	13,870,407
Total revenues	60,727,172	62,538,114	73,560,477	59,011,064	75,717,512	81,698,727	71,063,305	89,845,206	89,329,141	91,923,450
Expenditures										
General government	5,129,619	5,198,598	5,353,524	5,584,296	5,801,351	5,758,693	6,451,615	7,070,576	6,045,736	5,803,725
Community and economic development	1,062,329	965,651	1,645,764	1,614,009	1,686,934	1,325,923	1,575,624	1,303,763	1,171,139	1,155,335
Public safety	8,675,647	9,171,009	10,064,386	10,560,762	11,260,266	12,100,085	12,862,431	13,220,667	13,699,087	13,919,863
Public works	3,423,838	3,520,474	3,712,138	4,513,605	4,373,810	5,167,803	4,823,114	5,199,195	5,218,328	5,730,106
Conservation of natural resources	173,690	203,976	235,738	266,311	340,781	379,968	580,414	521,767	559,027	582,258
Parks and recreation	4,173,722	6,080,507	4,626,770	5,036,142	4,995,518	5,235,874	5,480,466	5,307,632	7,773,913	5,157,954
Transit	3,648,169	9,813,566	4,587,150	2,557,742	3,080,605	3,240,809	3,779,685	10,034,251	6,682,553	4,898,045
Miscellaneous	185,505	194,882	108,726	184,083	108,317	117,720	164,423	390,822	206,855	146,683
Interest	2,032,902	1,186,341	1,262,955	1,134,797	1,349,910	1,772,944	1,144,759	927,889	358,278	316,113
Capital outlay	36,152,998	28,447,343	22,721,310	32,687,585	45,286,421	29,043,962	28,127,136	30,526,906	31,915,362	35,942,410
Debt service:										
Principal retirement	3,970,000	8,245,000	7,650,000	7,197,130	3,440,893	3,670,000	4,265,000	7,437,545	5,540,000	5,858,578
Interest and fiscal fees	3,937,803	3,309,282	3,181,351	3,129,140	2,414,958	4,492,445	4,459,531	4,374,190	4,251,087	4,349,769
Bond issuance costs		52,685	47,254	184,439	101,891	28,678	49,351	41,094	154,768	61,368
Payment to refunded bond escrow agent				2,029,998						
Total expenditures	72,566,222	76,389,314	65,197,066	76,680,039	84,241,655	72,334,904	73,733,549	86,356,297	83,576,133	83,922,207
Excess (deficiency) of revenues over expenditures	(11,839,050)	(13,851,200)	8,363,411	(17,668,975)	(8,524,143)	9,363,823	(2,670,244)	3,488,909	5,753,008	8,001,243
Other Financing Sources (Uses)										
Proceeds from certificates of indebtedness issued										
Bonds issued		6,945,000	590,000	1,350,000	45,535,000	3,310,000	590,000	3,720,000	16,925,000	2,195,000
Refunding bonds issued		(81,733)	5,650,000	30,890,000		655,000	655,000		5,425,000	1,250,000
Premium on bonds issued			150,287	1,108,625	1,863,055	(37,764)	3,929	(36,414)	71,547	(28,575)
Discount on bonds issued					(29,445)	95,000	100,000	100,000	(205,250)	
Loans issued	3,996,243	44,000	56,000						90,046	(1,975,000)
Refunded principal retirement				(23,255,230)	(37,083)	(10,257,126)	(4,640,165)			
Payment to refunded bond escrow agent				2,137,130	440,893			1,476,877		
Sale of capital assets										
Transfers in	17,561,119	18,231,720	11,149,398	26,244,855	11,405,573	8,193,370	17,547,947	46,113,863	14,424,310	36,308,981
Transfers out	(17,906,127)	(17,648,920)	(10,573,123)	(23,558,855)	(10,866,073)	(7,534,970)	(17,135,488)	(45,418,863)	(14,714,810)	(43,960,063)
Total other financing sources (uses)	3,651,235	7,490,067	11,302,562	14,916,525	48,311,920	(6,231,490)	694,507	5,955,463	22,015,843	(6,209,657)
Net change in fund balances	(88,187,815)	(86,361,133)	\$19,665,973	(82,752,450)	\$39,787,777	\$3,132,333	(\$1,975,737)	\$9,444,372	\$27,768,851	\$1,791,586
Debt service as a percentage of noncapital expenditures	17.7%	26.4%	23.7%	24.2%	13.3%	15.0%	17.6%	19.2%	12.4%	15.8%

City of Maple Grove, Minnesota
Assessed Value/Tax Capacity and
Estimated Market Value of Taxable Property¹

Last Ten Fiscal Years
(amounts in thousands)

	Taxes Payable 2002	Taxes Payable 2003	Taxes Payable 2004	Taxes Payable 2005	Taxes Payable 2006	Taxes Payable 2007	Taxes Payable 2008	Taxes Payable 2009	Taxes Payable 2010	Taxes Payable 2011
<u>Real property</u>										
Estimated market value	\$ 4,011,367	\$ 4,756,679	\$ 5,337,032	\$ 6,053,256	\$ 6,731,368	\$ 7,461,267	\$ 8,157,060	\$ 8,269,689	\$ 7,930,265	\$ 7,526,018
Tax capacity	46,155	52,473	60,000	69,370	77,066	86,843	97,171	100,183	95,697	90,784
<u>Personal property</u>										
Estimated market value	39,336	42,511	45,565	48,077	49,415	54,138	54,928	57,332	58,579	61,787
Tax capacity	778	841	903	952	978	1,071	1,090	1,137	1,161	1,225
<u>Total before adjustments</u>										
Estimated market value	4,050,703	4,799,190	5,382,597	6,101,333	6,780,783	7,515,405	8,211,988	8,327,021	7,988,844	7,587,805
Tax capacity	46,933	53,314	60,903	70,322	78,044	87,914	98,261	101,320	96,858	92,009
<u>Adjustments to tax capacity</u>										
Area wide allocation - Fiscal disparities	(1,522)	(1,917)	(2,161)	(2,463)	(3,377)	(3,188)	(4,281)	(5,891)	(6,641)	(5,431)
Tax increment districts	(1,748)	(1,960)	(2,107)	(1,950)	(2,114)	(3,113)	(3,345)	(3,306)	(2,332)	(1,034)
Other adjustments	(3)	(3)	(3)	(3)	(3)	(3)	(3)	(3)	(3)	(3)
Net tax capacity	\$43,660	\$49,434	\$56,632	\$65,906	\$72,550	\$81,610	\$90,632	\$92,120	\$87,882	\$85,541
Direct tax capacity rates	37,060	35,200	32,980	30,677	30,272	30,169	29,318	31,259	33,845	36,714
Direct market value rates ²	0.01295	0.01121	0.00986	0.00855	0.00763	0.00000	0.00000	0.00000	0.00000	0.00000
Percent of total tax capacity to estimated market value	1.16%	1.11%	1.13%	1.15%	1.15%	1.17%	1.20%	1.22%	1.21%	1.21%

Source: City Assessing Department

¹ Property values are determined on January 2 of the preceding year.

² Property taxes for citizen approved bond and levy referendums are based on market values rather than tax capacity values.

City of Maple Grove, Minnesota
Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years

Year	Collectible	City	School Districts ³		Hennepin County	Other Agencies ¹	Total School District	Total School District
			No. 279	No. 284			No. 279	No. 284
<u>Tax Rates - (Per \$100 of Tax Capacity)</u>								
2002		37.060	30.090	26.790	50.410	7.720	125.280	121.980
2003		35.200	35.040	23.260	50.610	8.058	128.908	117.128
2004		32.980	23.710	22.115	47.324	7.750	111.764	110.169
2005		30.677	24.336	20.706	44.172	7.608	106.793	103.163
2006		30.272	21.815	21.893	41.016	7.204	100.307	100.385
2007		30.169	23.758	20.245	39.110	7.493	100.530	97.017
2008		29.318	19.710	19.668	38.571	7.827	95.426	95.384
2009		31.259	21.033	20.406	40.413	7.317	100.022	99.395
2010		33.845	22.381	23.311	42.640	8.310	107.176	108.106
2011		36.714	24.217	24.034	45.840	9.348	116.119	115.936
<u>Market Rates - (Per \$100 of Market Value)²</u>								
2002		0.01295	0.06264	0.14967	0.01906	0.00000	0.09465	0.18168
2003		0.01121	0.23035	0.13342	0.01899	0.00000	0.26055	0.16362
2004		0.00986	0.16958	0.13197	0.01786	0.00000	0.19730	0.15969
2005		0.00855	0.15982	0.12073	0.01595	0.00000	0.18432	0.14523
2006		0.00763	0.17045	0.16646	0.01585	0.00000	0.19393	0.18994
2007		0.00000	0.17155	0.15343	0.01571	0.00000	0.18726	0.16914
2008		0.00000	0.20475	0.14739	0.01584	0.00000	0.22059	0.16323
2009		0.00000	0.20487	0.16882	0.01096	0.00000	0.21583	0.17978
2010		0.00000	0.21123	0.16396	0.00000	0.00000	0.21123	0.16396
2011		0.00000	0.23032	0.17801	0.00000	0.00000	0.23032	0.17801

¹ Includes Mosquito Control, Metropolitan Council, Metropolitan Transit, Park Museum, Hennepin County Parks, Hennepin County Regional Railroad Authority and Maple Grove HRA.

² Property taxes for citizen approved bond and levy referendums are based on market values rather than tax capacity values.

³ The majority of the city is served by Osseo District No. 279 except for the southwestern portion of the city which is served by Wayzata School District No. 284.

City of Maple Grove, Minnesota
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	Type of Business	2011			2002		
		(1) Tax Capacity	Rank	% of Total Tax Capacity	(1) Tax Capacity	Rank	% of Total Tax Capacity
Prudential Insurance Company	Commercial	\$1,541,994	1	1.8 %			
Kimco LLC	Commercial	1,501,339	2	1.8			
Boston Scientific/SciMed	Industrial	1,435,693	3	1.7	\$650,060	2	1.5 %
North Memorial Health Care	Commercial	643,206	4	0.8			
Fairview Health Services	Commercial	633,082	5	0.7			
Tiller Corporation	Industrial	631,479	6	0.7	474,484	4	1.1
DDRA Maple Grove Crossing	Commercial	544,250	7	0.6	504,714	3	1.2
Ryan Companies	Commercial	482,760	8	0.6			
Xcel Energy	Utilities	476,440	9	0.6	447,460	5	1.0
Great River Energy	Commercial	417,710	10	0.5			
KIR Maple Grove LP	Commercial				1,060,956	1	2.4
Mallard Ridge/Bigos LLP	Apartment				298,841	6	0.7
McCrossan	Industrial				296,524	7	0.7
Sidcor	Commercial				289,264	8	0.7
Wedgewood PT Assoc	Industrial				282,954	9	0.6
UPS	Industrial				268,912	10	0.6
Total tax capacity principal property taxpayers		<u>\$ 8,307,953</u>		<u>9.7 %</u>	<u>\$ 4,574,169</u>		<u>10.5 %</u>
Net tax capacity for the city, after fiscal disparities and tax increment adjustments		<u>\$ 85,540,864</u>			<u>\$ 43,660,361</u>		

(1) Property values as of January 2 of the preceding year for taxes payable in 2011 and 2002.

City of Maple Grove, Minnesota
Property Tax Levies and Collections
Last Ten Fiscal Years
(amounts in thousands)

Fiscal Year	Tax Levy for Fiscal Year			Subsequent Years Adjustments		Total Adjusted Tax Levy		Collections within the Fiscal Year of the Levy		Delinquent Tax Collections in Subsequent Fiscal Years of the Levy		Total Collections to Date	
	Tax Levy ¹	Fiscal Year Adjustments	Adjusted Tax Levy	Fiscal Year Adjustments	Adjusted Tax Levy	Total Adjusted Tax Levy	Tax Collections	% of Adjusted Tax Levy	Tax Collections	% of Total Adjusted Tax Levy	Total Tax Collections	% of Total Adjusted Tax Levy	
2002	\$15,828	(\$34)	\$15,794	(\$119)	\$15,675	\$15,675	\$15,667	99.2 %	\$8		\$15,675	100.0 %	
2003	17,128	(78)	17,050	(48)	17,002	17,002	16,941	99.4	61		17,002	100.0	
2004	18,442	(23)	18,419	(77)	18,342	18,342	18,298	99.3	44		18,342	100.0	
2005	20,119	(56)	20,063	(75)	19,988	19,988	19,896	99.2	81		19,977	99.9	
2006	21,806	(13)	21,793	(62)	21,731	21,731	21,502	98.7	221		21,723	100.0	
2007	24,001	(70)	23,931	(85)	23,846	23,846	23,511	98.2	323		23,834	99.9	
2008	26,014	(109)	25,905	(169)	25,736	25,736	25,459	98.3	259		25,718	99.9	
2009	28,009	(253)	27,756	(205)	27,551	27,551	27,231	98.1	244		27,475	99.7	
2010	28,843	(102)	28,741	(44)	28,697	28,697	28,439	98.9	191		28,630	99.8	
2011	30,401	(72)	30,329	0	30,329	30,329	30,085	99.2	0		30,085	99.2	

¹ Includes HRA tax levy

City of Maple Grove, Minnesota
Special Assessment Levies and Collections
Last Ten Fiscal Years
(amounts in thousands)

Fiscal Year	Current Fiscal Year Special Assessment Levy	Collections within the Fiscal Year of the Levy		Delinquent Collections in Subsequent Fiscal Years of the Levy	Total Collections to Date % of Total		Special Assessment Levied
		Current Fiscal Year Collections	% of Total Special Assessment Levy		Total Tax Collections	Special Assessment Levy	
2002	\$6,539	\$6,314	96.6	\$225	100.0	\$13,104	\$18,560
2003	6,377	6,237	97.8	140	100.0	7,717	18,107
2004	7,074	6,952	98.3	122	100.0	18,967	18,436
2005	6,317	6,041	95.6	276	100.0	10,504	14,120
2006	6,550	6,211	94.8	336	100.0	21,030	88,508
2007	11,126	10,652	95.7	469	100.0	15,916	39,847
2008	12,603	11,066	87.8	1,352	98.5	7,186	20,003
2009	14,323	12,481	87.1	1,654	98.7	9,528	10,001
2010	12,527	11,933	95.3	443	98.8	7,815	6,436
2011	10,670	10,471	98.1	0	98.1	4,338	6,357

City of Maple Grove, Minnesota
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

(amounts in thousands, except per capita amount)

Fiscal Year	Governmental Activities										Business-type Activities		
	Tax Increment Bonds	Special Assessment Bonds	Road Reconstruction Bonds	HRA Housing Bonds	General Obligation Bonds	Street Bonds	State Aid Bonds	Revenue Bonds	Total Primary Government	Percentage of Personal Income ¹	Per Capita		
2002	\$4,155	\$19,355	\$18,415	\$4,030	\$21,650	\$855	\$7,345	\$75,805	3.60 %	\$1,404			
2003	4,065	16,995	20,750	3,925	20,995	430	17,525	84,685	4.21	1,532			
2004	475	15,620	29,900	3,720	20,315	-	17,285	87,315	4.21	1,538			
2005	385	22,665	28,730	3,495	17,540	-	15,710	88,525	4.10	1,515			
2006	290	64,925	29,955	3,265	16,915	-	13,975	129,325	5.95	2,211			
2007	195	57,690	27,995	3,030	15,840	-	12,200	116,950	5.21	1,967			
2008	100	52,105	30,220	2,780	14,885	-	10,765	110,855	4.92	1,850			
2009	-	49,605	32,445	2,525	13,890	-	9,285	107,750	4.52	1,720			
2010	-	47,065	37,585	4,265	26,360	-	7,755	123,030	5.08	1,998			
2011	-	44,400	39,215	2,010	25,315	-	6,210	117,150	4.91	1,882			

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

¹ See the Schedule of Demographic and Economic Statistics on page 116 for personal income and population data.

City of Maple Grove, Minnesota
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(amounts in thousands, except per capita amount)

Fiscal Year	General Obligation Bonds	Amounts Available in Debt Service Fund	Net Bonded Debt	Percentage of Estimated Taxable Value ¹ of Property	Per Capita ²
2002	\$21,650	\$3,154	\$18,496	0.46 %	\$343
2003	20,995	3,182	17,813	0.37	322
2004	20,315	3,233	17,082	0.32	301
2005	17,540	1,306	16,234	0.27	278
2006	16,915	1,502	15,413	0.23	264
2007	15,840	1,222	14,618	0.19	246
2008	14,885	1,252	13,633	0.17	227
2009	13,890	1,334	12,556	0.15	200
2010	26,360	1,285	25,075	0.31	407
2011	25,315	1,443	23,872	0.31	383

¹ See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 106 for property value data.

² Population data can be found in the Schedule of Demographic and Economic Statistics on page 116.

City of Maple Grove, Minnesota
Direct and Overlapping Governmental Activities Debt
December 31, 2011
(amounts in thousands)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Percent Applicable to Maple Grove ¹</u>	<u>Estimated Share of Overlapping Debt</u>
Overlapping Governmental Units:			
Hennepin County	\$723,889	5.85 %	\$42,348
School District #279	144,091	55.52	79,999
School District #284	46,379	5.27	2,444
Metropolitan Council	142,957	2.53	3,617
Hennepin Parks	64,253	7.84	5,037
Hennepin Regional Rail Road	40,128	5.85	<u>2,347</u>
Total Overlapping Debt			<u>135,792</u>
City of Maple Grove Direct Debt			<u>23,872</u>
Total Direct and Overlapping Debt			<u><u>\$ 159,664</u></u>

Sources: Assessed value data used for percent applicable to the City and debt outstanding for overlapping governmental units provided by the County.

¹ The percent of of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the City's boundaries and dividing it by the County's total taxable assessed

City of Maple Grove, Minnesota
Legal Debt Margin Information
Last Ten Fiscal Years
(amounts in thousands)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$80,233	\$95,984	\$107,652	\$121,065	\$134,627	\$149,225	\$244,712	\$248,091	\$225,781	\$225,781
Total net direct applicable to limit ²	30,203	17,717	17,082	16,234	15,413	25,218	13,633	12,638	24,030	23,872
Legal debt margin	50,030	78,267	90,570	104,831	119,214	124,007	231,079	235,453	201,751	201,909
Total net debt applicable to the limit as a percentage of debt limit	37.64%	18.46%	15.87%	13.41%	11.45%	16.90%	5.57%	5.09%	10.64%	10.57%

Legal Debt margin Calculation for Fiscal Year 2011

Estimated market value	\$ 7,526,018
Debt limit (3% of estimated market value)	225,781
Amount of debt applicable to debt limit	
Total bonded debt ¹	\$ 110,940
Less debt not subject to debt limit:	
Amount available for retirement of general obligation bonds	(1,443)
Special assessment bonds	(44,400)
Road reconstruction bonds	(39,215)
Housing bonds	(2,010)
Total net direct applicable to limit	23,872
Legal debt margin	\$ 201,909

¹ Does not include water revenue bonds.

² State statutes increased debt limit from 2% to 3% in 2008.

City of Maple Grove, Minnesota
Pledged Revenue Coverage
Last Ten Fiscal Years
(amounts in thousands)

Fiscal Year	Water Revenue Bonds				HRA Housing Bonds			
	Revenues ¹	Operating Expenses ²	Net Available Revenue	Coverage	Revenues ³	Operating Expenses	Net Available Revenue	Coverage
2002	\$6,672	\$1,767	\$4,905	7.86	\$746	\$254	\$492	1.25
2003	5,739	1,983	3,756	4.16	745	261	484	1.32
2004	5,733	2,117	3,616	4.83	745	298	447	1.33
2005	5,385	2,334	3,050	1.43	756	334	422	1.20
2006	6,415	2,539	3,876	1.72	779	325	454	1.29
2007	7,537	2,757	4,780	2.12	783	304	479	1.36
2008	6,138	3,105	3,033	1.63	779	293	486	1.35
2009	5,286	2,729	2,557	1.37	762	275	487	1.36
2010	5,562	2,785	2,777	1.49	763	318	445	1.22
2011	5,980	3,020	2,960	1.59	774	268	506	1.48

Fiscal Year	Road Reconstruction Bonds				Special Assessment Bonds			
	Revenues ⁴	City Share ⁵	Debt Service	Coverage	Revenues ⁴	Debt Service	Coverage	
2002	\$1,458	\$0	\$555	1.05	\$2,065	\$2,095	0.67	
2003	1,598	0	685	1.03	2,226	2,360	0.68	
2004	1,685	665	985	1.23	1,764	1,375	0.77	
2005	1,184	431	885	0.83	1,756	3,140	0.46	
2006	1,458	835	1,040	1.10	578	1,010	0.36	
2007	1,753	965	1,245	1.18	4,876	2,559	1.36	
2008	1,996	1,028	1,365	1.21	494	1,015	0.35	
2009	2,233	1,305	1,495	1.33	503	965	0.38	
2010	1,853	1,350	1,700	1.09	480	950	0.38	
2011	2,163	1,375	1,815	1.11	426	1,015	0.33	

¹ Revenues includes water revenues, interest earnings and connection fees.
² Operating expenses excludes depreciation.
³ Revenues includes rents and interest earnings.
⁴ Revenues includes special assessments and interest earnings.
⁵ Transfers from road reconstruction fund for City's share of debt service.
⁶ Includes \$4,645,000 of bonds called.

***City of Maple Grove, Minnesota
Demographic and Economic Statistics
Last Ten Fiscal Years***

<u>Year</u>	<u>Population¹</u>	<u>Personal Income (amounts in thousands)</u>	<u>Per Capita Income²</u>	<u>Median Age²</u>	<u>School Enrollment³</u>	<u>Unemployment Rate⁴</u>
2002	54,000	\$2,108,538	\$39,047	34.5	10,166	3.2 %
2003	55,278	2,013,004	36,416	35.6	9,796	3.2
2004	56,754	2,071,748	36,504	35.5	9,723	2.8
2005	58,420	2,158,970	36,956	36.2	9,655	2.7
2006	58,491	2,173,292	37,156	36.5	9,627	3.0
2007	59,458	2,245,550	37,767	36.5	9,638	3.5
2008	59,932	2,252,065	37,577	36.8	9,360	5.0
2009	62,660	2,385,967	38,078	37.0	9,229	5.9
2010	61,567	2,422,415	39,346	37.2	9,350	5.4
2011	62,260	2,384,620	38,301	35.3	9,374	4.4

Sources:

¹ Population figures are estimated as of April 1st of that year by the Metropolitan Council. The 2010 population is the Federal

² Claritas

³ Osseo School District No. 279

⁴ Minnesota Department of Employment and Economic Development

City of Maple Grove, Minnesota
Principal Employers
Current Year and Nine Years Ago

Taxpayer	2011			2002		
	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment
Independent School District #279	3,019	1	8.4 %	3,018	1	8.7 %
Boston Scientific/SciMed	2,700	2	7.5	2,600	2	7.5
Data Recognition Corporation	610	3	1.7	330	6	1.0
United Parcel Service	550	4	1.5			
Wal Mart/Sams Club	550	5	1.5	325	7	0.9
Minneapolis Auto Auction	350	6	1.0	500	3	1.4
Gyrus Acmi-Surgical Division	350	7	1.0			
City of Maple Grove	312	8	0.9	250	10	0.7
Rush Creek Gold Club	275	8	0.8			
C.S. McCrossan, Inc	255	8	0.7			
Banta Catalog Minneapolis				350	4	1.0
Hanson Spancrete Midwest				350	5	1.0
Byerly's				274	8	0.8
Gannett Offset				255	9	0.7
Total	8,971		25.0 %	8,252		23.8 %
Total Employment ¹	35,946			34,658		
Total Labor Force ¹	37,620			35,806		
Unemployment Rate ¹	4.4%			3.2%		

¹ Minnesota Department of Employment and Economic Development

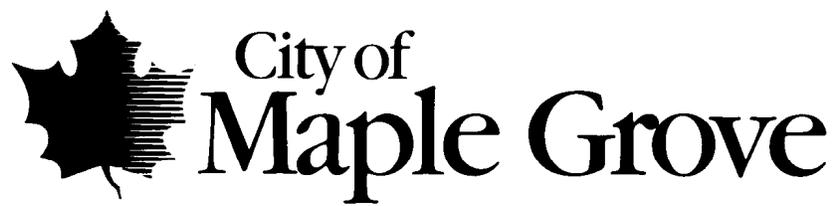
City of Maple Grove, Minnesota
Full-time Equivalent City Employees by Function
Last Ten Fiscal Years

Function	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General government										
Administration	5	5	5	5	5	5	6	6	6	6
Human resources	3	3	3	3	3	3	3	3	3	3
Finance	9 4/5	9 4/5	9 4/5	9 4/5	9 4/5	9 4/5	9 4/5	9 4/5	9 4/5	9 4/5
Assessing	9	9	9	9	9	9	9	9	9	9
Information systems	5	5	5	6	6	6	6	6	6	6
Government buildings	2	2	2	2	2	2	2	2	2	2
Community and economic development	8	8	8	8	8	8	7	6	6	6
Public safety										
Building inspections	15 1/5	15 1/5	15 1/5	16	16	16	16	16	16	16
Police										
Officers	55	56	57	57	60	62	64	64	64	64
Civilians	12	12	14	16	16	16	16	16	16	16
Fire										
Officers	4	5	5	5	5	6	6	6	6	6
Inspectors	3	3	3	3	3	3	3	3	3	3
Civilians	2	2	2	2	2	2	2	2	2	2
Public works										
Engineering	15	15	15	15	15	15	15	15	15	15
Streets	18	18	18	18	18	18	19	19	19	19
Parks and recreation	29	29	29	30	30 1/4	30 1/4	30 1/4	30 1/4	30 1/4	30 1/4
Transit	1	1	1	1	1	1	1	1	1	1
Water and sewer	12	12	12	13	13	13	14	14	14	14
Community center	10 3/4	10 3/4	10 3/4	10 3/4	10 3/4	10 3/4	10 3/4	10 3/4	10 3/4	10 3/4
Central equipment	6	6	6	6	5	5	5	5	5	5
Total full-time equivalent employees ¹	<u>224 3/4</u>	<u>226 3/4</u>	<u>229 3/4</u>	<u>235 5/9</u>	<u>237 4/5</u>	<u>240 4/5</u>	<u>244 4/5</u>	<u>243 4/5</u>	<u>243 4/5</u>	<u>243 4/5</u>

¹ Employees includes full and part-time benefit earning employees, excludes seasonal and temporary employees.

*City of Maple Grove, Minnesota
Capital Asset Statistics by Function
Last Ten Fiscal Years*

Function	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Community and economic development										
Senior housing rental units	88	88	88	88	88	88	88	88	88	88
Scattered-site rental units	13	15	15	17	19	21	23	25	26	27
Public safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	23	22	21	20	20	20	20	20	20	20
Fire										
Stations	4	5	5	5	5	5	5	5	5	5
Public works										
Streets (miles) - City	241	248	255	260	271	275	277	279	279	280
Streets (miles) - County	33	33	33	33	33	33	33	33	33	33
Streets (miles) - State	13	13	13	13	13	13	13	13	13	15
Lift stations - Storm sewer	5	5	5	5	5	5	5	5	5	5
Street lights	2,392	2,516	2,625	2,726	2,821	2,912	3,115	2,899	2,927	3,883
Parks and recreation										
City parks acreage	1,227	1,314	1,343	1,326	1,343	1,424	1,424	1,424	1,424	1,437
Regional parks acreage	1,833	1,833	1,833	1,836	1,747	1,827	1,827	1,827	1,847	1,847
Forest preservation acreage	258	258	258	258	258	258	255	255	255	255
Parks										
Park facilities										
Hockey rinks	10	10	12	12	12	12	12	12	12	12
Pleasure skating rinks	24	24	25	17	17	17	17	17	17	17
Tennis courts	43	43	45	45	45	45	45	45	45	45
Multi-use ballfields	50	51	53	53	53	58	58	58	58	58
Baseball fields	9	10	10	10	10	12	12	12	12	12
Football/soccer fields	14	14	18	18	18	20	20	20	20	22
Basketball/surfaced courts	29	30	31	31	31	31	31	31	31	31
Horseshoe courts	10	10	10	10	10	10	10	10	10	10
Swimming beach	1	1	1	1	1	1	1	1	1	1
Bandshell	-	-	-	-	-	-	-	-	-	-
Permanent park buildings	12	12	12	13	13	13	13	14	14	14
Playgrounds	43	46	47	48	48	48	48	48	48	48
Picnic grounds	4	4	4	4	4	4	4	4	4	4
Trails (miles) - City	157	182	185	193	198	205	206	206	238	243
Trails (miles) - County	17	22	22	23	23	24	24	24	26	26
Transit										
Transit stations	-	1	1	1	1	1	1	1	2	2
Water										
Water mains (miles)	283	287	290	300	308	318	320	322	323	325
Fire hydrants	2,588	2,763	2,855	2,880	3,000	3,035	3,142	3,160	3,174	3,270
Wells	11	11	11	11	11	13	13	13	13	13
Water towers	2	2	2	2	2	2	2	2	2	2
Reservoirs	2	2	2	2	3	3	3	3	3	3
Storage capacity	10.0	10.0	10.0	10.0	11.5	11.5	11.5	11.5	11.5	11.5
Average daily capacity (millions of gallons)	7.3	7.3	7.5	7.5	8.8	10.3	9.7	10.2	9.2	9.1
Peak daily capacity (millions of gallons)	22.0	27.6	16.6	16.6	27.4	27.1	24.8	23.1	21.0	17.9
Sewer										
Sewer mains (miles)	243	243	249	256	263	268	270	271	272	274
Lift stations - sanitary sewers	14	14	15	16	16	16	16	16	16	16
Average daily flow (millions of gallons)	6.0	6.3	6.5	6.5	4.7	5.1	5.1	4.7	5.2	4.4



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