

**SEWER RENTAL
ENTERPRISE FUND
BALANCE SHEET
December 31, 2000**

**CITY OF MINNEAPOLIS, MINNESOTA
Statement E-13**

(In Thousands)

	2000		1999
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 159	\$	1,386
Construction cash and cash equivalents	7,417		7,239
Investments with trustees	-		-
Receivables:			
Accounts - net	7,208		7,091
Special assessments:			
Current	6		21
Delinquent	57		5
Deferred	-		-
Loans	-		-
Notes	-		-
Interest	-		-
Capital leases	-		-
Due from other funds	475		475
Interfund loans receivable	4,750		3,000
Advances to other funds	-		-
Inventories	-		-
Prepaid items	82		-
Total current assets	<u>\$ 20,154</u>	\$	<u>19,217</u>
Receivables:			
Loans	\$ -	\$	-
Notes	-		-
Contracts	-		1,372
Capital leases	-		-
Deferred charges	59		64
Properties held for resale	-		-
Fixed assets:			
Land, leaseholds and easements	-		-
Buildings and structures	-		-
Less accumulated depreciation	-		-
Public improvements	79,608		71,796
Less accumulated depreciation	(5,812)		(4,997)
Machinery and equipment	1,772		1,000
Less accumulated depreciation	(609)		(469)
Computer equipment	293		312
Less accumulated depreciation	(90)		(96)
Software	13		3
Less accumulated depreciation	(3)		(2)
Other capital outlay	22		22
Less accumulated depreciation	(7)		(5)
Construction in progress	33,373		25,460
Net fixed assets	<u>108,560</u>		<u>93,024</u>
Total assets	<u>\$ 128,773</u>	\$	<u>113,677</u>

SEWER RENTAL
ENTERPRISE FUND
BALANCE SHEET
December 31, 2000

CITY OF MINNEAPOLIS, MINNESOTA
Statement E-13
(Continued)
(In Thousands)

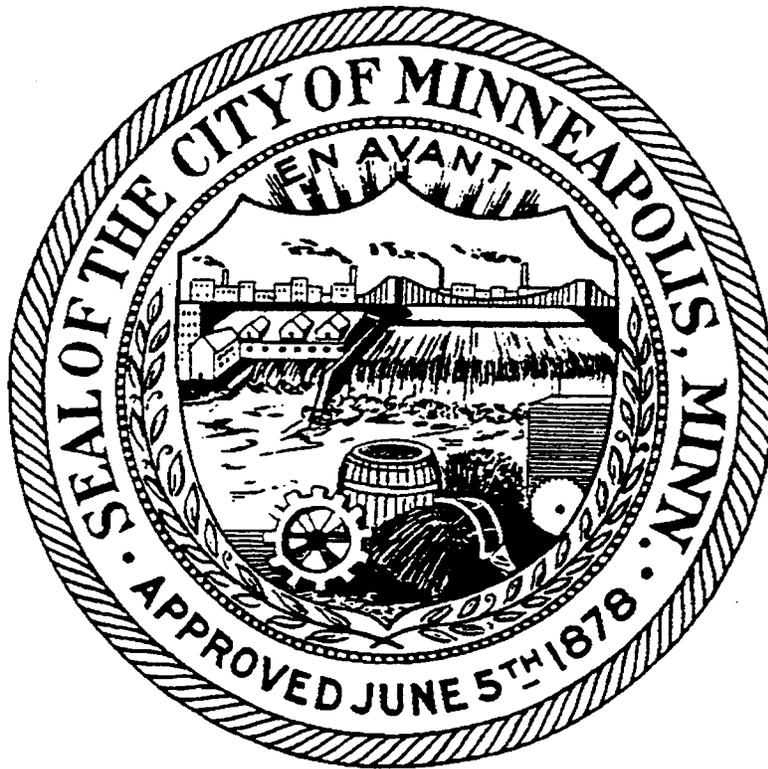
	2000	1999
LIABILITIES AND FUND EQUITY		
Current liabilities (payable from current assets):		
Salaries payable	\$ 230	\$ 211
Accounts payable	632	777
Intergovernmental payable	-	-
Due to other funds	-	-
Interfund loans payable	-	-
Deposits held for others	10	68
Advances from other funds	-	-
Interest payable	158	162
Deferred revenue	57	5
Bonds payable-current portion	9,585	10,660
Notes payable-current portion	-	-
Total current liabilities (payable from current assets)	10,672	11,883
Long-term liabilities:		
Interest payable	3,080	2,522
Bonds payable	37,091	36,276
Unamortized discounts	(1,142)	(1,300)
Notes payable	-	-
Compensated absences payable	345	249
Total long-term liabilities	39,374	37,747
Total liabilities	50,046	49,630
Fund equity:		
Contributed capital	36,745	33,610
Retained earnings:		
Reserved for debt service	-	-
Reserved for renewal and replacement	-	-
Unreserved	41,982	30,437
Total fund equity	78,727	64,047
Total liabilities and fund equity	\$ 128,773	\$ 113,677

**SEWER RENTAL
ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
For the fiscal year ended December 31, 2000**

**CITY OF MINNEAPOLIS, MINNESOTA
Statement E-14**

(In Thousands)

	2000	1999
Operating revenues:		
Charges for services and sales	\$ 57,991	\$ 50,894
Interest	1	-
Rents and commissions	-	-
Other	-	-
Total operating revenues	57,992	50,894
Operating expenses:		
Personal services	6,026	4,373
Contractual services	34,107	30,586
Materials, supplies, services and other	1,287	1,587
Cost of stores issuance	-	-
Depreciation	974	822
Loss on loan foreclosures	-	-
Total operating expenses	42,394	37,368
Operating income (loss)	15,598	13,526
Non-operating revenues (expenses):		
Interest revenue	784	466
Interest expense	(2,612)	(2,279)
Gain (loss) on disposal of fixed assets	(2)	-
Special assessments	223	133
Other revenues	-	-
Other expenses	-	(111)
Total non-operating revenues (expenses)	(1,607)	(1,791)
Income (loss) before operating transfers	13,991	11,735
Operating transfers in (out):		
Operating transfers from other funds	-	-
Operating transfers to other funds	(2,778)	(2,963)
Total operating transfers	(2,778)	(2,963)
Net income (loss)	11,213	8,772
Other changes in retained earnings:		
Credit arising from transfer of depreciation to contributed capital	332	332
Increase (decrease) in retained earnings	11,545	9,104
Retained earnings - January 1	30,437	21,333
Retained earnings - December 31	\$ 41,982	\$ 30,437



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SEWER RENTAL
ENTERPRISE FUND
STATEMENT OF CASH FLOWS
For the fiscal year ended December 31, 2000

CITY OF MINNEAPOLIS, MINNESOTA
Statement E-15

(In Thousands)

	2000	1999
Cash flows from operating activities:		
Operating income (loss)	\$ 15,598	\$ 13,526
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	974	822
(Increase) decrease in accounts receivable	(117)	1,950
(Increase) decrease in special assessments receivable	(36)	26
(Increase) decrease in loans receivable	-	-
(Increase) decrease in interest receivable	-	-
(Increase) decrease in notes receivable	-	-
(Increase) decrease in capital lease receivable	-	-
(Increase) decrease in due from other funds	-	-
(Increase) decrease in inventories	-	-
(Increase) decrease in prepaid items	(81)	-
(Increase) decrease in contracts receivable	1,372	1,319
(Increase) decrease in properties held for resale	-	-
Increase (decrease) in salaries payable	19	64
Increase (decrease) in accounts payable	(145)	674
Increase (decrease) in intergovernmental payable	-	(7)
Increase (decrease) in due to other funds	-	-
Increase (decrease) in deposits held for others	(58)	68
Increase (decrease) in deferred revenue	51	(40)
Increase (decrease) in compensated absences payable	96	53
Special assessments	223	133
Other non-operating revenues	-	-
Other non-operating expenses	-	(111)
Total adjustments	2,298	4,951
Net cash provided (used) by operating activities	17,896	18,477
Cash flows from non-capital financing activities:		
Proceeds from revenue bonds	-	-
Proceeds from notes	-	-
Interfund loans received	3,000	-
Operating transfers from other funds	-	-
Interfund loans paid	(4,750)	(3,000)
Principal paid on bonds and notes	-	-
Interest paid on bonds and notes	-	-
Operating transfers to other funds	(2,778)	(2,963)
Interest paid on interfund loans	-	(3)
Net cash provided (used) by non-capital financing activities	(4,528)	(5,966)
Cash flows from capital and related financing activities:		
Proceeds from bonds	10,953	16,477
Contributions	3,467	-
Principal paid on bonds	(11,070)	(6,685)
Interest paid on bonds	(2,038)	(1,598)
Acquisition and construction of fixed assets	(16,513)	(19,040)
Bond issuance costs	-	-
Net cash provided (used) by capital and related financing activities	(15,201)	(10,846)
Cash flows from investing activities:		
Purchase of investments	-	-
Sale of investments	-	-
Interest	784	466
Net cash provided (used) by investing activities	784	466

(continued)

SEWER RENTAL
ENTERPRISE FUND
STATEMENT OF CASH FLOWS
For the fiscal year ended December 31, 2000

CITY OF MINNEAPOLIS, MINNESOTA
Statement E-15
(Continued)
(In Thousands)

	2000	1999
Net increase (decrease) in cash and cash equivalents	(1,049)	2,131
Cash and cash equivalents, beginning of year	8,625	6,494
Cash and cash equivalents, end of year	\$ 7,576	\$ 8,625
Non-cash investing, capital and financing activities:		
(Loss) on disposal of fixed assets	\$ (2)	-
Fixed assets constructed in capital projects funds	-	-