

Comprehensive Annual Financial Report



*Top: Keystone Crossing, Lakeville - Opened Summer of 2017
Bottom: River Heights Terrace, South St. Paul - New roof, windows,
and siding - Summer of 2017*

For the Year Ended June 30, 2018

**Dakota County
Community Development Agency**

A component unit of
Dakota County, Minnesota

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Community Development
Agency**

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Comprehensive Annual Financial Report

**For the Year Ended
June 30, 2018**

**Prepared by:
Finance Department**

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Introductory Section

February 27, 2019

To the Board of Commissioners of the Dakota County Community
Development Agency and other interested parties:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) for the Dakota County Community Development Agency (CDA) for the fiscal year ended June 30, 2018. This report was intended to meet the CDA's state and federal reporting requirements.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective of this framework is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements.

RSM US LLP, a licensed certified public accounting firm has issued an unmodified "clean" opinion on the CDA's financial statements for the year ended June 30, 2018. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The CDA was established as the Dakota County Housing and Redevelopment Authority (HRA) in 1971 pursuant to special Minnesota legislation. The CDA is a special-purpose unit of local government with the express limited purpose of serving the citizens of Dakota County, Minnesota (the County) through the administration of affordable housing and community development programs. Located south of Minneapolis and St. Paul, Dakota County has an area of 587 square miles and includes 13 townships, and 21 full and fractional incorporated municipalities. The 2017 population of the County was 421,751, making it the third most populous county in the State. The County is also one of the seven counties comprising the Twin Cities metropolitan area.

The CDA operates under an eight-member Board of Commissioners. Seven Commissioners represent districts within the County and one is an at-large Commissioner. All CDA Commissioners are appointed by the Board of Commissioners of Dakota County. Once appointed, the Board of Commissioners exercises all oversight responsibilities including but not limited to matters of personnel, management, finance, and budget. The Board is also responsible for the hiring of the CDA's Executive Director, whose responsibility it is to carry out policies established by the Board, overseeing the day-to-day operations of the government, and hiring the heads of the various departments.

The CDA is considered to be a discretely presented component unit of Dakota County, Minnesota, as the Dakota County Board of Commissioners appoints the CDA's Board of Commissioners and the County has a potential financial obligation relating to its general obligation pledge on \$81,610,000 of outstanding housing development bonds issued by the CDA to finance the construction of senior housing developments. These bonds are also secured by the pooled rent receipts of the underlying developments and by other pledged revenue sources, including the CDA's property tax levy. The County has never incurred a financial obligation on these bond issues and the rents, and other revenue sources that secure these bonds are considered sufficient to meet current and future debt service payments.

Various potential component units were evaluated to determine whether they should be reported in the CDA's financial report. A component unit was considered part of the CDA's reporting entity when it was concluded that the CDA was financially accountable for the entity or the nature and significance of the relationship between the CDA and the entity was such that exclusion would cause the CDA's financial statements to be misleading or incomplete. The CDA has one blended component unit, the Dakota County Workforce Housing LLC which was created in 2012. The CDA is the sole member and governing body of the LLC. The CDA is also the general partner and the managing agent in several limited partnerships that were created to construct and operate family housing townhome developments. These partnerships are presented as discretely presented component units. Separate financial statements for these discretely presented component units can be obtained by contacting the Finance Director of the Dakota County Community Development Agency, 1228 Town Centre Drive, Eagan, Minnesota 55123.

Budgetary Controls

The CDA Board of Commissioners adopts an annual operating budget at the program level. The annual operating budget includes all programs and related activities other than those that account for certain Federal and State grants that have grant periods that do not coincide with the CDA's fiscal year or that run across multiple fiscal years. Those programs and related activities include the CDBG, HOME, MHFA, Weatherization, NSP, Homeownership Counseling and ESG grants. For these excluded programs, the program budget and grant contract provide the necessary control over the expenditure of these funds.

Factors Affecting Financial Condition

Federal Funding. Federal funding is, and has been the CDA's single largest revenue source. Most of this funding is from a small number of on-going affordable housing and community development programs that are funded by the U.S. Department of Housing and Urban Development (HUD). For the fiscal year ended June 30, 2018, federal funding decreased by \$806,502 to \$25,639,577 or approximately 42 percent of all CDA operating revenue compared to \$26,446,079 and 41% of all CDA revenue for the previous fiscal year ended June 30, 2017.

The largest of these on-going federal programs is the Housing Choice Vouchers program. This program received \$20,569,762 during the fiscal year ended June 30, 2018 which represented 80% of all federal funding received during the year compared to \$20,200,016 and 76% during the fiscal year ended June 30, 2017. The increase in dollars is primarily related to inflationary increases in the rental market.

Representing 42% of all CDA operating revenue, these federal programs have a material impact on the CDA's financial condition. Funding for these programs is significantly affected by Congressional legislation and federal budget deficits.

Senior Housing. Since 1990, the CDA has constructed a total of twenty-nine senior apartment buildings including two mixed-use buildings (residential and commercial combined) in eleven different cities throughout Dakota County. These housing developments provide 1,731 units of locally-financed senior housing in the County. At June 30, 2018, the senior housing program accounted for almost 41 percent of total CDA assets, and 26 percent of total CDA net position. This program has allowed the CDA to expand affordable housing opportunities for seniors in Dakota County while at the same time allowing the CDA to become less dependent on the federal government for funding. With an occupancy rate of over 98% and waiting lists with average wait time of six to eighteen months, and an aging population within the County, there is, and should continue to be, strong demand for senior housing within the County.

Long-term Financial Planning / Major Initiatives

Senior Housing. In 1989, the Board of Commissioners embarked on a plan to develop affordable senior housing throughout Dakota County. This plan, called the Senior Housing Capital Improvement Plan (CIP) detailed the locations of future senior buildings, the order of construction, and the means for financing these developments. The CDA fully implemented the first two phases of this plan with the construction of 1,135 units in 20 buildings throughout the County. In 2008, the CDA began implementation of the third phase of the CIP which called for the development of 10 additional buildings. With the completion of the ninth building in the third phase of the CIP, the Argonne Hills development in the City of Lakeville, the CDA has completed

596 units under phase three and increased the total number of units developed to 1,731. The CDA does not have any near-term plans for constructing the tenth building under phase three.

Dakota County Workforce Housing LLC. In 2012, the Board of Commissioners established the Dakota County Workforce Housing LLC (LLC) for the purpose of owning and operating multiple townhome projects that had been developed through various limited partnerships. The LLC is reported as a blended component unit of the CDA. Since 2012, as partnerships have been dissolved, all the assets, liabilities and net position had been transferred to the LLC. During the fiscal year ended June 30, 2018, the Hastings Marketplace Family Housing Limited Partnership became the tenth partnership to be dissolved and merged into the LLC. The CDA expects additional partnerships will be added to the LLC as these entities are dissolved.

Discretely Presented Component Units. At June 30, 2018, the CDA has developed 807 units of family housing at twenty-five townhome developments owned by twenty-four different partnerships with private investors utilizing the federal low-income housing tax credit program. Ten of these partnerships representing ten townhome developments and 296 units have been dissolved and merged into the Dakota County Workforce Housing LLC. The CDA is the General Partner and Managing Agent in fifteen townhome developments owned by fourteen partnerships representing a total of 511 units. The CDA has created a twenty-fifth partnership and is currently constructing its twenty-sixth townhome development in the City of Rosemount, Minnesota. This development will be completed in 2019.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the CDA for its comprehensive annual financial report for the fiscal year ended June 30, 2017. This was the fourteenth consecutive year that the CDA has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Finance department. We wish to thank all government departments for their assistance in providing the data necessary to prepare this report. Credit also is due to the Board of Commissioners for their unfailing support for maintaining the highest standards of professionalism in the management of the CDA's finances.

Respectfully submitted,



Tony Schertler
Executive Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Dakota County
Community Development Agency
Minnesota**

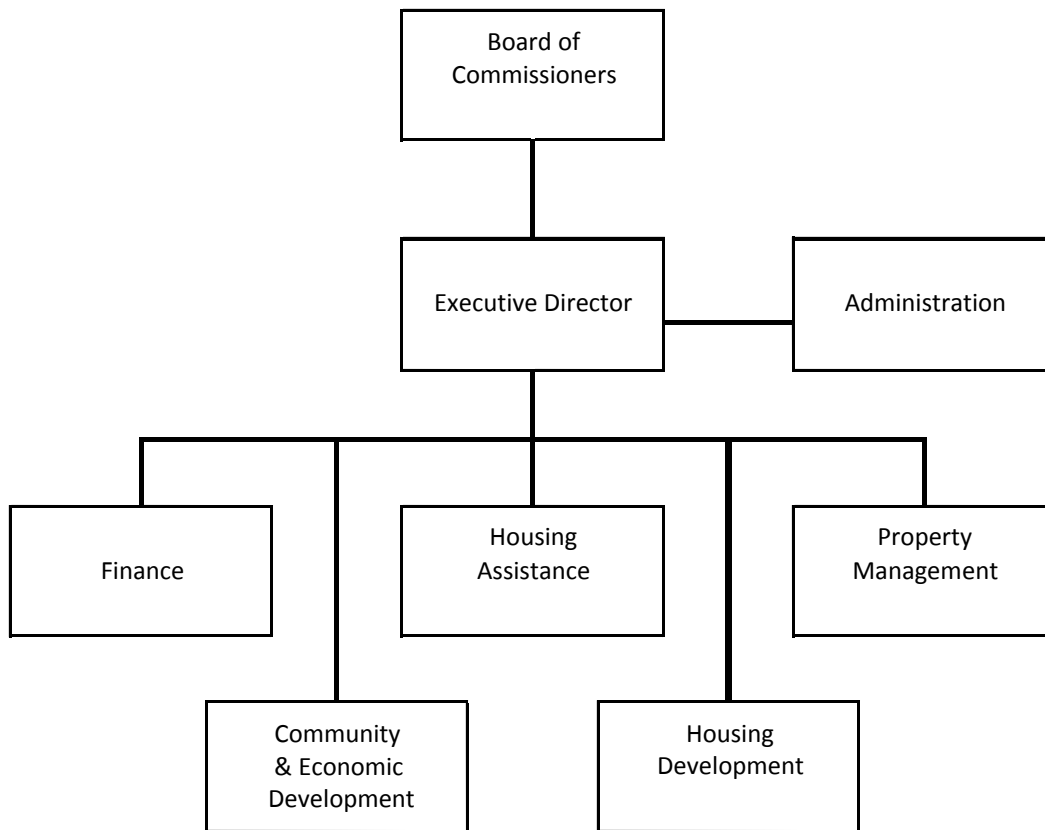
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morrell

Executive Director/CEO

Organizational Chart



List of Appointed Officials

Board of Commissioners June 30, 2018

<u>Name</u>	<u>District</u>	<u>Term Expires</u>
Mike Slavik	District 1	January 2021
Kathleen Gaylord	District 2	January 2019
Thomas A. Egan	District 3	January 2019
Joe Atkins	District 4	January 2020
Liz Workman	District 5	January 2020
Mary Liz Holberg	District 6	January 2020
Chris Gerlach	District 7	January 2021
Tina Cummings	At Large	January 2020

Financial Section

Independent Auditor's Report

To the Board of Commissioners
Dakota County Community Development Agency

Report on the Financial Statements

We have audited the accompanying financial statements of Dakota County Community Development Agency (the Agency), a component unit of Dakota County, Minnesota, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Dakota County Community Development Agency, a component unit of Dakota County, Minnesota, as of June 30, 2018, and the respective changes in financial position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the Agency elected to change the presentation of its financial statements to a single business-type activity during 2018. Our opinion is not modified with respect to this matter.

Other Matters***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic 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 basic financial statements, and other knowledge we obtained during our audit of the basic 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.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Agency's basic financial statements. The combining financial data schedules as listed in the table of contents, and other information, such as the introductory and statistical sections, are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The combining financial data schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements, or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining financial data schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections, as listed in the table of contents, 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 27, 2019, on our consideration of the Agency's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely 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* in considering the Agency's internal control over financial reporting and compliance.

RSM US LLP

Minneapolis, Minnesota
February 27, 2019

Management's Discussion and Analysis

As management of the Dakota County Community Development Agency, (CDA) a component unit of Dakota County, Minnesota, we offer readers of the CDA's financial statements this narrative overview and analysis of the financial activities of the government for the fiscal year ended June 30, 2018. We encourage readers to consider the information presented here in conjunction with the additional information that we have furnished in our letter of transmittal, which can be found on pages 3-5 of this report.

The CDA elected to change the presentation of its financial statements to a single business activity for the fiscal year ended June 30, 2018.

Financial Highlights

- The assets and deferred outflows of resources of the CDA exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$283,307,947 (net position). This net position is comprised of the following components:
 - \$98,375,590 (net investment in capital assets) represents the CDA's investments in land, structures, and equipment, less any capital related debt and is not available for future spending.
 - \$66,967,555 (restricted) is restricted as to use by grant agreements, contracts, and laws and regulations, and can only be used for specific purposes.
 - \$117,964,802 (unrestricted) may be used to meet the CDA's ongoing obligations to citizens and creditors.
- The CDA's total net position increased by \$8,398,094. This increase is due to strong operating results including, the use of one-time revenues and grants, taxes and tax increment to invest in long-term assets or reduce long-term debt rather than making fiscal period expenses. Included in the increase in net position is \$1,251,114 relating to the merger of the Hastings Marketplace Family Housing Limited Partnership into the Dakota County Workforce Housing LLC, \$2,550,029 of notes receivable funded by grant and tax revenues, and \$3,085,000 of long-term debt that was retired using current year tax revenues.
- The CDA's total outstanding long-term debt decreased by \$22,156,382 during the current fiscal year. \$19,275,000 of this decrease related to the July 1, 2017 refunding of bonds from an escrow established in a prior year advance crossover refunding transaction. In addition, \$3,085,000 of bonds were retired using current year tax revenues. These bonds were used to finance the construction of senior housing developments.
- Total operating revenue decreased by \$3,813,583. Most of this decrease related to the timing of grant draws in the HUD-funded HOME program and certain one-time revenues that were received in the prior fiscal year.
- Capital contributions in both years are primarily related to the dissolution of limited partnerships (discretely presented component units) and the transfer of their assets, liabilities and net position transferred to the Dakota County Workforce Housing LLC (blended component unit). In the current

year, one partnership was merged into the LLC, the Hastings Marketplace Family Housing Limited Partnership. In the prior year, two partnerships were merged.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the CDA's basic financial statements. The CDA's basic financial statements are comprised of two components: 1) the basic financial statements, and 2) notes to the financial statements that provide additional disclosure of some of the information in the basic financial statements.

The statement of net position presents financial information on the CDA's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Assets and liabilities are presented in order of liquidity and are classified as "current" (convertible to cash within one year) and "noncurrent". Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the CDA is improving or deteriorating.

The statement of revenues, expenses, and changes in net position shows how the CDA's net position changed during the year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Therefore, revenues and expenses are reported for some items that will only result in cash flows in future years.

The statement of cash flows reports how the CDA's cash was used in, and provided by, its operating, noncapital financing, capital and related financing, and investing activities during the periods reported. The net of these activities is added to the beginning year cash balance to reconcile to the cash balances at June 30, 2018. The CDA uses the direct method of presenting cash flows, which includes a reconciliation of operating activities to operating income. These statements provide answers to the questions as where did cash come from, how was cash used, and what was the change in cash during the year.

The notes to the basic financial statements provide financial statement disclosures that are an integral part of the basic financial statements. Such disclosures are essential to a comprehensive understanding of the information provided in the basic financial statements.

Financial Analysis

Net Position

The total assets of the CDA at June 30, 2018 and 2017 were \$396,618,557 and \$412,689,260, respectively. Current and other assets which includes cash, investments, receivables including notes receivable, restricted assets and prepaid items decreased primarily due to the refunding of bonds during the year related to an advance crossover refunding transaction in 2015. At June 30, 2017, the CDA had assets with an escrow agent totaling \$19,656,252. This escrow was used on July 1, 2017 to refund prior year bond issues.

Total liabilities of the CDA at June 30, 2018 and 2017, which are segregated between current and noncurrent portions, amounted to \$103,404,164 and \$128,184,038, respectively. Current liabilities primarily include accounts payable, security deposits, accrued interest payable and the current portion of long-term debt. A liability is considered to be current if it is due within one year. Long-term liabilities

primarily include notes and bonds payable and deferred interest on these obligations. Liabilities decreased primarily due to the refunding of bonds described in the previous paragraph.

Net position represents the equity of the CDA after liabilities are subtracted from assets. Net position is divided into three major categories. The first category, invested in capital assets, shows the CDA's equity in land, land improvements, buildings and furniture and equipment, net of related outstanding debt. The second category, restricted net position, has external limitations on the way these assets can be used. The last category, unrestricted net position, is available to be used for any lawful and prudent CDA purpose.

The total net position of the CDA increased by \$8,398,094 during the year ended June 30, 2018. This increase indicates that the CDA's financial position improved during the current year. This increase was primarily due to strong operating results including, the use of one-time revenues and grants, taxes and tax increment to invest in long-term assets or reduce long-term debt rather than making fiscal period expenses. Included in the increase in net position is \$1,251,114 relating to the merger of the Hastings Marketplace Family Housing Limited Partnership into the Dakota County Workforce Housing LLC, \$2,550,029 of notes receivable funded by grant and tax revenues, and \$3,085,000 of long-term debt that was retired using current year tax revenues.

Condensed Statement of Net Position

	June 30	
	2018	2017
Current and other assets	\$ 209,076,209	\$ 222,147,558
Capital assets	187,542,348	190,541,702
Total assets	396,618,557	412,689,260
Deferred outflows of resources	86,169	155,772
Long-term liabilities outstanding	93,732,636	118,731,103
Other liabilities	9,671,528	9,452,935
Total liabilities	103,404,164	128,184,038
Deferred inflows of resources	9,992,615	9,751,141
Net position:		
Net investment in capital assets	98,375,590	97,672,468
Restricted	66,967,555	64,440,381
Unrestricted	117,964,802	112,797,004
Total net position	\$ 283,307,947	\$ 274,909,853

Revenues, Expenses, and Changes in Net Position

Total operating revenue decreased by \$3,813,583. Most of this decrease related to the timing of grant draws in the HUD-funded HOME program and certain one-time revenues that were received in the prior fiscal year. Operating expenses remain relatively unchanged year over year. Capital contributions in both years are primarily related to the dissolution of limited partnerships (discretely presented component units) and the transfer of their assets, liabilities and net position transferred to the Dakota County Workforce Housing LLC (blended component unit). In the current year, one partnership was merged into the LLC, the Hastings Marketplace Family Housing Limited Partnership. Capital contributions were higher in the prior year because two partnerships were merged into the LLC.

Condensed Statement of Revenues, Expenses, and Changes in Net Position

	Total	
	2018	2017
Operating revenues:		
Total tenant rental	\$ 18,921,016	\$ 18,984,401
Operating subsidies and grants	26,584,439	28,776,287
Taxes and tax increments	9,125,928	8,542,946
Other	6,175,953	8,317,285
Total operating revenues	60,807,336	64,620,919
Operating expenses:		
Administrative	8,040,592	8,243,274
Tenant services	149,598	125,018
Utilities	1,915,125	1,537,581
Ordinary maintenance	5,451,803	5,292,820
General expense	7,740,659	8,177,567
Nonroutine maintenance	1,238,418	1,149,474
Housing assistance payments	20,230,211	20,603,010
Depreciation	6,345,145	5,986,429
Total operating expenses	51,111,551	51,115,173
Operating income (loss)	9,695,785	13,505,746
Nonoperating revenues (expenses):		
Investment earnings	1,325,113	713,996
Interest expense	(3,370,134)	(4,182,613)
Gain (loss) on disposal of capital assets	(503,784)	(282,022)
Total nonoperating revenues (expenses)	(2,548,805)	(3,750,639)
Income (loss) before contributions	7,146,980	9,755,107
Capital contributions	1,251,114	3,720,416
Change in net position	8,398,094	13,475,523
Total net position - beginning	274,909,853	261,434,330
Total net position - ending	<u>\$ 283,307,947</u>	<u>\$ 274,909,853</u>

Capital Assets and Debt Administration

Capital assets. The CDA's investment in capital assets as of June 30, 2018, amounts to \$187,542,348 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, furniture and equipment, and construction projects in progress. The CDA did not initiate the construction of any new buildings during the fiscal year and the decrease during the current year is primarily related to depreciation expense.

The table below presents the CDA's capital assets, net of accumulated depreciation, at June 30, 2018 and 2017:

	June 30	
	2018	2017
Land	\$ 32,388,517	\$ 32,469,426
Land improvements	1,557,175	1,661,704
Building	152,406,953	154,632,718
Furniture and equipment	1,189,703	1,599,617
Construction in progress	-	178,237
Total capital assets, net	<u>\$ 187,542,348</u>	<u>\$ 190,541,702</u>

Additional information on the CDA's capital assets can be found in Note 2 on page 39 of this report.

Long-term debt. At the end of the fiscal year, the CDA had debt outstanding of \$95,720,315. All the bonds payable are comprised of debt obligations that are backed by the full faith and credit of Dakota County, Minnesota. At June 30, 2018, the County had a Aaa bond rating from Moody's Investor Services and AA+ from Standard & Poor's. These bonds are also secured by the pooled gross rent receipts and other operating revenues of the underlying senior housing developments and by pledged tax levy and tax increment revenues.

Major debt events during the fiscal year include the following:

- \$22,360,000 of bond principal was retired during the fiscal year in the Common Bond Fund.

	June 30	
	2018	2017
Notes payable	\$ 11,227,704	\$ 10,710,835
Bonds payable	84,492,611	107,165,862
Total debt outstanding	<u>\$ 95,720,315</u>	<u>\$ 117,876,697</u>

Additional information regarding the CDA's long-term debt can be found in Note 2 beginning on page 39 of this report.

Economic Factors and Next Year's Budgets

Federal appropriation levels will continue to have a major impact on the Authority's economic position. The CDA received \$25,639,577 in federal funding for the fiscal year ended June 30, 2018. Funding for the CDA's federal programs is significantly affected by Congressional legislation and the federal budget deficits. If cuts to federal funding are enacted, it may be necessary to further reduce costs and/or services.

Requests for Information

This financial report is designed to provide a general overview of the CDA's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Director of the Dakota County Community Development Agency, 1228 Town Centre Drive, Eagan, Minnesota 55123.

Basic Financial Statements

Dakota County Community Development Agency
Statement of Net Position
June 30, 2018

	Primary Government	Discretely Presented Component Units
Assets and Deferred Outflows of Resources		
Current assets:		
Cash and cash equivalents	\$ 80,895,971	\$ 1,872,764
Investments	27,376,444	-
Accounts receivable - tenants	100,355	70,350
Accounts receivable - other	1,707,466	-
Taxes receivable	4,508,906	-
Due from other governments	6,951,463	141,845
Interest receivable - investments	123,822	-
Notes and mortgages receivable, current portion	1,090,042	-
Prepaid items	768,284	245,810
Restricted cash and cash equivalents	10,646,748	11,344,861
Restricted investments	6,000,000	-
Total current assets	<u>140,169,501</u>	<u>13,675,630</u>
Noncurrent assets:		
Accrued interest receivable - notes and mortgages receivable	1,952,104	-
Notes and mortgages receivable, net of allowance for loan losses	58,609,655	-
Investments in partnerships	7,903,201	-
Other assets	441,748	418,159
Capital assets not being depreciated:		
Land	32,388,517	12,341,345
Capital assets (net of accumulated depreciation):		
Land improvements	1,557,175	2,936,178
Buildings	152,406,953	67,195,287
Furniture and equipment	1,189,703	259,907
Total noncurrent assets	<u>256,449,056</u>	<u>83,150,876</u>
Total assets	<u>396,618,557</u>	<u>96,826,506</u>
Deferred outflow of resources	86,169	-
Total assets and deferred outflows of resources	<u><u>\$ 396,704,726</u></u>	<u><u>\$ 96,826,506</u></u>

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

Dakota County Community Development Agency
Statement of Net Position
June 30, 2018

	Primary Government	Discretely Presented Component Units
Liabilities, Deferred Inflows of Resources and Net Position		
Current liabilities:		
Accounts payable	\$ 1,184,520	\$ 101,338
Accrued payroll and benefits	306,108	-
Other current liabilities	136,302	799,679
Security deposits payable	1,506,877	378,401
Due to other governments	496,999	221,376
Accrued interest payable	1,751,960	-
Accrued compensated absences	489,749	-
Current portion of long-term debt	3,582,684	129,696
Unearned revenue	216,329	29,815
Total current liabilities	9,671,528	1,660,305
Noncurrent liabilities		
Accrued compensated absences	455,701	-
Accrued interest payable	1,139,304	1,365,712
Notes payable, net of current portion	11,005,020	26,900,670
Bonds payable	81,132,611	-
Total noncurrent liabilities	93,732,636	28,266,382
Total liabilities	103,404,164	29,926,687
Deferred inflow of resources	9,992,615	-
Total liabilities and deferred inflows of resources	113,396,779	29,926,687
Net position:		
Net investment in capital assets	98,375,590	55,702,351
Restricted for loans	38,940,677	-
Restricted for capital projects	14,955,585	10,963,471
Restricted for federal grants	2,187,820	-
Restricted for tax increment	6,723,332	-
Restricted for HOPE program	4,160,141	-
Unrestricted	117,964,802	233,997
Total net position	283,307,947	66,899,819
Total liabilities, deferred inflows of resources and net position	\$ 396,704,726	\$ 96,826,506

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

Dakota County Community Development Agency
Statement of Revenues, Expenses, and Changes in Net Position
Year Ended June 30, 2018

	Primary Government	Discretely Presented Component Units
Operating revenues:		
Dwelling rents	\$ 18,921,016	\$ 4,754,900
Operating subsidies and grants	26,584,439	-
Taxes and tax increments	9,125,928	-
Other	6,175,953	147,904
Total revenues	<u>60,807,336</u>	<u>4,902,804</u>
Operating expenses:		
Administrative	8,040,592	869,001
Tenant services	149,598	-
Utilities	1,915,125	326,676
Ordinary maintenance and operation	5,451,803	1,005,185
General expense	7,740,659	1,024,670
Nonroutine maintenance	1,238,418	233,944
Housing assistance payments	20,230,211	-
Depreciation	6,345,145	2,452,508
Total operating expenses	<u>51,111,551</u>	<u>5,911,984</u>
Operating income (loss)	9,695,785	(1,009,180)
Nonoperating revenues (expenses):		
Investment earnings	1,325,113	1,138
Interest expense	(3,370,134)	(823,664)
Amortization expense	-	(62,197)
Gain (loss) on disposal of capital assets	(503,784)	-
Total nonoperating revenues (expenses)	<u>(2,548,805)</u>	<u>(884,723)</u>
Income (loss) before contributions	7,146,980	(1,893,903)
Capital contributions	<u>1,251,114</u>	<u>5,473,664</u>
Change in net position	8,398,094	3,579,761
Total net position - beginning	274,909,853	63,320,058
Total net position - ending	<u><u>\$ 283,307,947</u></u>	<u><u>\$ 66,899,819</u></u>

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

Dakota County Community Development Agency
Statement of Cash Flows
Year Ended June 30, 2018

	<u>Primary Government</u>
Cash flows From operating activities:	
Cash received from tenants and other revenue	\$ 61,068,855
Cash payments to employees	(7,827,423)
Other payments for operations	<u>(38,677,610)</u>
Net cash provided (used) by operating activities	14,563,822
Cash flows from capital and related financing activities:	
Proceeds from sale of capital assets	885,282
Acquisition and construction of capital assets	(1,785,037)
Principal paid on capital debt	(22,362,657)
Interest paid on capital debt	<u>(4,088,945)</u>
Net cash provided (used) by capital and related financing activities	(27,351,357)
Cash flows from investing activities:	
Decrease in notes receivable	3,090,494
Sale of investments	26,119,852
Draws from reserves	23,751,162
Investment in partnerships	(192,789)
Cash received in merger	25,230
Interest received	<u>1,285,270</u>
Net cash provided (used) by investing activities	<u>54,079,219</u>
Net increase (decrease) in cash and cash equivalents	41,291,684
Cash and cash equivalents, beginning of year	<u>39,604,287</u>
Cash and cash equivalents, end of year	<u><u>\$ 80,895,971</u></u>

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

Dakota County Community Development Agency
Statement of Cash Flows
Year Ended June 30, 2018

	<u>Primary Government</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ 9,695,785
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation expense	6,345,145
Change in accounts receivable	629,365
Change in prepaid expenses	(130,300)
Change in accounts payable	(1,728,282)
Change in compensated absences	91,045
Change in due to other governments	28,910
Change in unearned revenue	(367,846)
Total adjustments	<u>4,868,037</u>
Net cash provided (used) by operating activities	<u><u>\$ 14,563,822</u></u>

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

Notes to the Financial Statements

June 30, 2018

Note 1. Summary of Significant Accounting Policies

The basic financial statements of the Dakota County Community Development Agency (CDA) have been prepared in conformity with U.S. 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. The following is a summary of the significant accounting policies of the CDA.

The CDA elected to change the presentation of its financial statements to a single business activity for the fiscal year ended June 30, 2018.

A. Primary Government

The Dakota County Community Development Agency (CDA) is a local unit of government that was created in 1971 by a special act of the Minnesota State Legislature, Minnesota Statute 383D.41. The CDA was originally named the Dakota County Housing and Redevelopment Authority (HRA), with all the powers and duties under of a housing and redevelopment authority. In 1999, Statute 383D.41 was revised to allow the HRA to assume certain economic development authority powers granted by Dakota County, Minnesota (County). After December 31, 1999, the HRA became known as the CDA. The CDA is governed by an eight-member Board of Commissioners which are appointed by the County's Board of Commissioners. The CDA is not financially dependent on the County but the County has provided its general obligation pledge on CDA bond issues that are used to finance the construction of senior housing developments. The County includes the CDA as a discretely presented component unit in its financial statements.

B. Component Units

Component units are classified as either blended component units or discretely presented component units.

Blended Component Unit. The CDA established a legally separate entity, the Dakota County CDA Workforce Housing LLC (LLC) in 2012 with the CDA being the sole member and governing body for the purpose of owning and operating multiple workforce housing townhome projects that were developed by the CDA through various limited partnerships. As of June 30, 2018, ten limited partnerships have been dissolved and the assets, liabilities and net position transferred to the LLC. These transfers were treated as mergers in accordance with GASB Statement No. 69, Government Combinations and Disposals of Government Operations. In the fiscal year ended June 30, 2018, the Hastings Marketplace Family Housing Limited Partnership was merged into the LLC and is reflected in the financial statements as though this entity had been combined with the CDA at the beginning of the reporting period. The LLC does not issue separate financial statements.

Discretely Presented Component Units. The CDA is the general partner and managing agent in several limited partnerships that were formed to construct and operate workforce housing townhome

developments throughout Dakota County and financed, in part, with low-income housing tax credits which place certain restrictions on rental rates and require tenants to qualify for occupancy based on income levels. Contributions and distributions, if any, are recorded as direct adjustments to the investment in partnerships on the statement of net position. Any income or loss from the operation of these limited partnerships is also recorded as a direct adjustment to the investment in partnerships based on the CDA's ownership percentage, which is .01%. At June 30, 2018, following entities were considered discretely presented component units:

- Hastings Marketplace Family Housing Limited Partnership was formed in 2000 to construct and operate a 28-unit townhome development known as Marketplace Townhomes located in Hastings, Minnesota. The development was placed in service in 2002. Annual profits, losses, tax credits and available cash flow are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement. During 2017, the partnership changed its fiscal year end from December 31st to June 30th. On July 19, 2017 the partnership was dissolved and its assets, liabilities and net position transferred to the LLC and included in the LLC financial statements beginning on July 1, 2017.
- The Meadowlark Family Housing Limited Partnership was formed in 2004 to construct and operate a 40-unit townhome development, known as Meadowlark Family Townhomes, located in Lakeville, Minnesota. The development was completed in 2010. Annual profits, losses, tax credits and available cash flow are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Burnsville HOC Family Housing Limited Partnership was formed in 2001 to construct and operate a 34-unit residential townhome development known as Heart of the City Family Townhomes located in Burnsville, Minnesota. The development was placed in 2003. Annual profits, losses, tax credits and available cash flow are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Eagan Cedar Family Housing Limited Partnership was formed in 2001 to construct and operate a 34-unit residential townhome development known as Erin Place Townhomes, located in Eagan, Minnesota. The development was completed in 2004. Annual profits, losses, tax credits and available cash from operations are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Lakeville Downtown Family Housing Limited Partnership was formed in 2001 to construct and operates a 40-unit residential townhome development, known as Prairie Crossing, located in Lakeville, Minnesota. The development was completed in 2005. In general, income, losses, tax credits and available cash from operations, other than from the sale of the Project, are allocated 99.99% to the Limited Partner and .01% to the General Partner. A detailed description of the allocations can be found in the Partnership Agreement.

- Lafayette Family Housing Limited Partnership was formed in 2003 to construct and operate a 30-unit residential townhome development known as Lafayette Townhomes located in Inver Grove Heights, Minnesota. The development was completed in 2006. Annual profit, losses, tax credits and available cash from operations are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Hastings West Village Family Housing Limited Partnership was formed in 2004 to construct and operate a 21-unit residential townhome complex known as West Village Townhomes located in Hastings, Minnesota. The development was completed in June 2007. Annual profits, losses, tax credits and available cash flow are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Rosemount Family Housing Limited Partnership was formed in 1999 to construct and operate a 32-unit residential townhome development, known as Carbury Hills, located in Rosemount, Minnesota. The development was completed in 2008. Annual profits, losses, tax credits and available cash from operations are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Twin Ponds Family Housing Limited Partnership was formed in 2006 to construct and operate a 25-unit residential townhome development, known as Twin Ponds Family Townhomes, located in Farmington, Minnesota. The development was completed in 2009. Annual profits, losses, tax credits and available cash flow are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Apple Valley East Family Housing Limited Partnership was formed in 2009 to construct and operate a 45-unit townhome development known as the Quarry View Townhomes, located in Apple Valley, Minnesota. The development was placed in service in 2011. Annual profits, losses, tax credits and available cash flow are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Twin Ponds Phase II Family Housing Limited Partnership was formed in 2008 to construct and operates a 26-unit townhome development known as Twin Ponds Phase II Family Townhomes, located in Farmington, Minnesota. The development was placed in service in 2012. Annual profits, losses, tax credits and available cash flow are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Inver Hills and Riverview Ridge Family Housing Limited Partnership was formed to construct and operate a 27-unit townhome development known as Riverview Ridge Family Townhomes located in Eagan, Minnesota and a 24-unit townhome complex known as Inver Hills Family Townhomes located in Inver Grove Heights, Minnesota. Both developments were placed in service in 2014.

Annual profits, losses, tax credits and available cash flow, other than from the sale of the Project, are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.

- Eagan Northwood Family Housing Limited Partnership was formed in 2008 to construct and operate a 47-unit townhome development known as Northwood Family Townhomes, located in Eagan, Minnesota. The development was completed in 2013. Annual profits, losses, tax credits and available cash flow are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Lakeshore Workforce Housing Limited Partnership was formed in 2013 to construct and operate a townhome development consisting of 50 units in 10 buildings known as Lakeshore Townhomes located in Eagan, Minnesota. The development was completed in 2015. Annual profits, losses, tax credits and available cash flow, other than from the sale of the Project, are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.
- Keystone Crossing Workforce Housing Limited Partnership was formed in 2015 to construct and operate a townhome development known as Keystone Crossing located in Lakeville, Minnesota. The development was completed in 2017. Annual profits, losses, tax credits and available cashflow are allocated 99.99% to the Limited Partner and .01% to the General Partner. Profits and losses arising from capital transactions are allocated as set forth in the Partnership Agreement.

All discretely presented component units have a December 31st year-end with the exception of the Hastings Marketplace Family Housing Limited Partnership which changed its fiscal year end during 2017 from December 31st to June 30th. The discretely presented component unit financial statements included in the CAFR are for the fiscal year ended December 31, 2017 with the exception of the Hastings Marketplace Family Housing Limited Partnership which are for the six-months ended June 30, 2017. Separate financial statements for each limited partnership can be obtained by contacting the Finance Director of the Dakota County Community Development Agency, 1228 Town Centre Drive, Eagan, Minnesota 55123.

C. Basis of Presentation

The financial statements report information of the CDA (primary government) and its discretely presented component units. For financial reporting purposes, the CDA reports all its operations and activities as a single business activity reported in a single enterprise fund.

D. Basis of Presentation and Measurement Focus and Basis of Accounting

The CDA's financial statements are accounted for using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized 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.

Dwelling rents and other charges for services, the current portion of special assessments 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. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source.

E. Assets, Liabilities, Deferred Outflows/inflows of Resources, and Net Position

1. Deposits and investments

The CDA's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition that are not specifically restricted as to use.

The CDA's investment policy requires compliance with State statutes which allow investment in obligations guaranteed by the U.S. Treasury or its agencies, mutual funds, general obligations of state and local governments, bankers' acceptances, commercial paper, repurchase agreements, guaranteed investment contracts, and the Minnesota Municipal Money Market Fund (4M Fund) which 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. Oversight of the 4M Fund is provided by the Board of Directors of the League of Minnesota Cities and investments are restricted to those authorized by Minnesota State Statutes.

All investments except money-market funds and the Minnesota Municipal Money Market Fund (4M Fund) are reported at fair value based on quoted market prices. Money-market funds are reported at amortized cost.

2. Prepaid items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

3. Restricted assets

Certain proceeds of the CDA's bond issues, as well as certain resources set aside for their repayment and certain resources limited by applicable bond and loan agreements are classified as restricted assets on the statement of net position. Restricted assets also include certain escrow accounts and amounts restricted by grant and other external agreements. For the purpose of the statement of cash flows, restricted cash equivalents are treated the same as investments.

4. Capital assets

Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of two or more years. Such assets are reported at historical cost or estimated historical cost if purchased or constructed. Donated assets are reported at their acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other capital assets of the government are depreciated using the straight-line method over the following estimated useful lives:

Land improvements	15 Years
Buildings and improvements	10-40 Years
Furniture and equipment	3-10 Years

5. Deferred Outflows/inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenses/expenditures) until then. The CDA has only one type of item that qualifies for reporting in this category, it is the deferred charge on refunding reported in the statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The CDA has only one type of item, which qualifies for reporting in this category, it is the amount of property taxes and special assessments levied in the current year to be used to finance the subsequent year's budget.

6. Classification of Net Position

Net position is classified into the following categories:

Net investment in capital assets – the amount of net position representing capital assets net of accumulated depreciation and reduced by outstanding debt attributed to the acquisition, construction, or improvement of the assets.

Restricted net position – the amount of net position for which external restrictions have been imposed by creditors, grantors, contributors, or laws or regulations or other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position – the amount of net position that does not meet the definition of restricted or net investment in capital assets.

7. Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the basic financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the CDA's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

F. Revenues and Expenditures/Expenses

1. Property Taxes

The property tax levy is certified in December of each year to finance the budgeted expenditures of the subsequent fiscal year beginning on July 1st. The levy becomes a lien on January 1 on property values assessed as of the prior year. The tax levy is divided into two billings: the first half is due May 15th and the second half is due on October 15th. No allowance for uncollectible taxes has been provided because such amounts are not expected to be material. Taxes which remain unpaid by property owners at December 31 are considered delinquent. The County bills the property taxes and remits these funds to the CDA in July and December of each year. Because taxes are levied for subsequent periods, such amounts are reported as a deferred inflow of resources

2. Compensated Absences

Under the CDA's personnel policy, employees are granted flex leave ranging between 20 to 28 days per year based on length of service. Flex leave may be accumulated and up to 1,000 hours carried over from one calendar year to the next. Unused flex leave is paid to employees upon termination. Flex leave is accrued as earned.

3. Operating and Nonoperating Revenues and Expenses

Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the CDA are charges to customers for services, grant and tax revenue. Operating expenses include the cost of sales and services, administrative expenses, housing assistance payments and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

4. Use of Estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) require management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities and deferred inflows, and the disclosure of contingent assets and liabilities, at the date of the financial statements, and the required amounts of revenue and expenses reported in the reporting period. Actual results could differ from these estimates.

Note 2. Detailed Notes on all Funds

A. Deposits and Investments

A reconciliation of the CDA's total deposits, cash on hand, and investments to the basic financial statements is as follows:

Cash and cash equivalents	\$ 80,895,971
Investments	27,376,444
Restricted cash and cash equivalents	10,646,748
Restricted investments	<u>6,000,000</u>
Total cash, cash equivalents and investments	<u>\$ 124,919,163</u>
Deposits	\$ 5,208,839
Petty cash	250
Investments	<u>119,710,074</u>
Total deposits and investments	<u>\$ 124,919,163</u>

Custodial Credit Risk – Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the CDA's deposits may not be returned to it. The CDA follows Minnesota state statutes which require that all deposits including certificates of deposit with financial institutions be collateralized in an amount equal to 110 percent of the deposits in excess of FDIC insurance. At year end, all CDA's deposits were adequately protected by pledged collateral and federal-depository insurance.

B. Investments

As of June 30, 2018, the CDA had the following investments:

Investment Type	Carrying	Investment Maturities (in Years)		
	Amount/ Fair Value	Less Than 1	1-5	More than 5
U.S. Government Agencies:				
Federal Home Loan Mortgage Corp.	\$ 7,884,941	\$ -	\$ 7,858,380	\$ 26,561
Federal National Mortgage Assoc.	1,335,828	-	-	1,335,828
Government National Mortgage Assoc.	191,793	-	-	191,793
Money market funds	52,021,105	52,021,105	-	-
Local government investment pool	58,276,407	58,276,407	-	-
	<u>\$ 119,710,074</u>	<u>\$ 110,297,512</u>	<u>\$ 7,858,380</u>	<u>\$ 1,554,182</u>

Interest Rate Risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with longer maturities are more sensitive to changes in market interest rates. In accordance with its investment policy, the CDA manages its exposure to declines in fair values by limiting non-bond reserve investment maturities to five years or

less. The mortgage backed securities held by the CDA have maturities exceeding five years and were obtained through the Board-approved defeasance of several single-family bond issues and are expected to be held until maturity.

Credit Risk. Generally, credit risk is the risk that an insurer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The CDA's investment policy places no restrictions on credit risk other than requiring compliance with state Law. State Law does not limit investments in securities of U.S. Government Agencies including mortgage backed securities by credit quality. The local government investment pool and money market mutual funds are unrated. However, investments held by the local government investment pool do conform to state restrictions and the investments in money market mutual funds comply with state requirements for being rated in one of the highest two categories by a NRSRO. The money market funds include commercial paper investments which comply with state requirements to be rated in the highest quality category by two nationally recognized rating agencies and having maturities of 270 days or less.

Concentration of Credit Risk. The CDA places no limit on the amount that may be invested in any one issuer. At June 30, 2018, the CDA had more than five percent of its total investments with the U.S. Treasury, Federal Home Loan Bank, Federal Home Loan Mortgage Association, money market funds and the local government investment pool.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the CDA will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At June 30, 2018, all investments are held by counterparties, are insured or registered, and are not exposed to custodial risk.

Fair value reporting. The CDA's investments that are not recorded at amortized cost are recorded at fair value as of June 30, 2018. GASB Statement No. 72, *Fair Value Measurement and Application*, defines fair value as the price that would be received to sell an asset between market participants at the measure date. This statement establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the market place.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The following describes the hierarchy of inputs used to measure fair value and primary valuation methodologies used for financial instruments measured at fair value on a recurring basis:

- Level 1: Investments whose values are based on quoted prices (unadjusted) for identical assets (liabilities) in active markets that a government can access at measurement date.
- Level 2: Investments with inputs, other than quoted prices included within Level 1, that are observable for an asset (liability), either directly or indirectly.
- Level 3: Investments classified as Level 3 have unobservable inputs for an asset (liability) and may require a degree of professional judgment.

At June 30, 2018, of the U.S. Government Agencies totaling \$9,412,562 were classified as level 2. Money market funds and a local government investment pool of \$52,021,105 and \$58,276,407, respectively, were not subject to leveling as these investments were carried at amortized cost.

C. Notes Receivable

The CDA has issued various notes to individuals, businesses, not-for-profits, governmental units and discretely presented component units. These notes are generally secured by liens on real and personal property and allowances for uncollectible loans are generally not recorded as such amounts are not expected to be material. Notes receivable at June 30, 2018 consist of the following:

Loan Description	Loan Balance
Homebuyer loans	\$ 3,747,244
Homeowner rehab loans	14,991,315
Discretely Presented Component Unit (DPCU) loans:	
First mortgage	5,114,092
Other	14,193,660
Revolving	651,441
	<u>19,959,193</u>
Multifamily loans:	
Deferred	11,827,138
Installment	8,893,401
	<u>20,720,539</u>
Supportive housing	281,406
	<u>\$ 59,699,697</u>
Current portion	\$ 1,090,042
Noncurrent portion	58,609,655
	<u>\$ 59,699,697</u>

Homebuyer Loans. Homebuyer loans assist qualified homebuyers in purchasing residential properties. The loan proceeds may be used for required down payment, closing costs or to buy down the first mortgage principal. Loans are repaid, without interest, when the home is sold, refinanced, or reach the end of the 30-year first mortgage term.

Homeowner Rehabilitation Loans. Homeowner rehabilitation loans are made to assist qualified homeowners in making eligible repairs to their homes. Deferred loans are no interest loans with principal payable upon the sale or transfer of the property.

Discretely Presented Component Unit (DPCU) Loans. The CDA has provided various forms of financing to several limited partnership projects that are considered discretely presented component units. These loans have varying terms which are summarized as follows:

- \$5,114,092 in first mortgage loans at interest rates ranging from 6 to 7 percent interest with principal and interest payable monthly.
- \$14,193,660 in loans at interest rates ranging from 0 to 8 percent interest with interest paid annually or interest and principal deferred until maturity.
- \$651,441 of unsecured revolving loans to finance the development and construction of new family townhome projects. The interest rates on these loans range from 0 to 7 percent with payment of principal and interest generally deferred until the partnership is able to secure permanent financing for the project.

The maturities on partnership loans range between 20 to 30 years except for bridge and revolving loans with no penalty for prepayment. Loans are secured by liens on the underlying property and all loans other than first mortgage loans are subordinated to other loans that exist on these partnership projects.

Multifamily Loans. Multifamily loans provide financing for the acquisition, development and rehabilitation of affordable multifamily housing. Deferred loans are 0 to 4.91 percent interest loans with principal and interest payable upon the sale, transfer, refinancing or change in use of the property or the maturity date of the loan whichever comes first. Loan maturities range from 15 to 50 years depending on the source of funds. Installment loans consist of one 6.50 percent interest loan with principal and interest payable monthly and a final maturity of 2026 with the outstanding principal due in full upon the sale, transfer or refinancing of the property.

Supportive Housing. The CDA has provided two loans to support the construction of supportive housing units in Apple Valley, Minnesota. These mortgage loans are secured by the underlying real estate and have the following terms:

- \$133,806 at 6.5 percent with semi-annual payments of interest and principal through February, 2022
- \$147,600 at 1 percent interest with the payment of principal and interest deferred for 30 years from date of occupancy or 50 years if recertified for continued use

D. Investment in Discretely Presented Component Units

As explained in Note 1.B., the CDA is the general partner and managing agent in several family housing limited partnerships (FHLPS) that were formed to construct and operate family housing townhome complexes within Dakota County. These partnerships were financed, in part, using federal low-income housing tax credits which place certain restrictions on rental rates and require tenants to qualify for occupancy based on income levels. The CDA's investment in these partnerships are accounted for as equity investments. Capital contributions and distributions, if any, are recorded as direct adjustments to the investment in limited partnerships on the statement of net position. Any income or loss from the operation of these limited partnerships is also recorded as a direct adjustment to the investment in discretely presented component units based on the CDA's ownership percentage.

Additional information on each of these limited partnerships is provided as follows:

	Year		Beginning			Allocation of	Ending
	Built	Units	Balance	Additions	Reductions	Gain/(Loss)	Balance
Hastings Marketplace FHLP	2002	28	429,433	-	429,433	-	-
Burnsville HOC FHLP	2003	34	221,195	-	-	(18)	221,177
Eagan Cedar FHLP	2004	34	489,103	-	-	(9)	489,094
Lakeville Downtown FHLP	2005	40	470,875	-	-	(5)	470,870
Lafayette FHLP	2006	30	934,786	-	-	(14)	934,772
Hastings West Village FHLP	2007	21	346,173	-	-	(7)	346,166
Rosemount FHLP	2008	32	753,594	-	-	(8)	753,586
Twin Ponds FHLP	2009	25	563,141	-	-	(6)	563,135
Meadowlark FHLP	2010	40	320,623	-	-	(9)	320,614
Apple Valley East FHLP	2011	45	1,384,441	-	-	(8)	1,384,433
Twin Ponds II FHLP	2012	26	355,794	-	-	(7)	355,787
Eagan Northwood FHLP	2013	47	376,685	-	-	(10)	376,675
Inver Hills/Riverview Rdg FHLP	2014	51	744,340	-	-	(18)	744,322
Lakeshore WHLP	2015	50	63,563	-	-	(16)	63,547
Keystone Commons WHLP	2016	36	686,099	-	-	(48)	686,051
Rosemount II LP	*		-	192,972	-	-	192,972
		539	\$ 8,139,845	\$ 192,972	\$ 429,433	\$ (183)	\$ 7,903,201

* development under construction at June 30, 2018.

As General Partner, the CDA has an obligation to provide funds for any development and operating deficits that may occur up to the following amounts in these discretely presented component units:

Lakeshore WHLP	\$ 176,135
Keystone Crossing WHLP	128,373
Rosemount II LP	866,197
	<u>\$ 1,170,705</u>

Generally, these operating deficit obligations lapse three years after the lease up of the property. A guaranty of housing tax credits of up to \$33,577,485 is also provided to these discretely presented component units.

E. Capital Assets

Capital asset activity for the year ended June 30, 2018 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 32,469,426	\$ 852,777	\$ 933,686	\$ 32,388,517
Construction in progress	178,237	274,215	452,452	-
Total capital assets, not being depreciated	32,647,663	1,126,992	1,386,138	32,388,517
Capital assets, being depreciated:				
Land improvements	6,321,709	351,594	150,309	6,522,994
Buildings	225,225,068	5,090,097	382,894	229,932,271
Furniture and equipment	9,434,724	148,095	523,923	9,058,896
Total capital assets, being depreciated	240,981,501	5,589,786	1,057,126	245,514,161
Less accumulated depreciation for:				
Land improvements	(4,660,005)	(404,014)	(98,200)	(4,965,819)
Buildings	(70,592,350)	(6,995,236)	(62,268)	(77,525,318)
Furniture and equipment	(7,835,107)	(475,364)	(441,278)	(7,869,193)
Total accumulated depreciation	(83,087,462)	(7,874,614)	(601,746)	(90,360,330)
Total capital assets, being depreciated, net	157,894,039	(2,284,828)	455,380	155,153,831
Total capital assets, net	\$ 190,541,702	\$ (1,157,836)	\$ 1,841,518	\$ 187,542,348

The cost and accumulated depreciation of capital assets relating to operating leases is \$949,624 and \$356,805 respectively for a carrying value of \$592,819.

Construction Commitments

At June 30, 2018. The CDA had \$65,250 remaining on a \$9,504,507 commitment for a senior housing development.

F. Long-term Debt

Changes in Long-term Liabilities

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	\$ 854,405	\$ 702,781	\$ (611,736)	\$ 945,450	\$ 489,749
Notes payable	10,710,835	519,526	(2,657)	11,227,704	222,684
Bonds payable	103,970,000	-	(22,360,000)	81,610,000	3,360,000
Plus deferred amounts:					
For issuance premiums	3,195,862	-	(313,251)	2,882,611	-
Total bonds payable	107,165,862	-	(22,673,251)	84,492,611	3,360,000
	\$ 118,731,102	\$ 1,222,307	\$ (23,287,644)	\$ 96,665,765	\$ 4,072,433

Notes Payable

The composition of notes payable is as follows:

<u>Note Description</u>	<u>Amount</u>
Housing Resources Performance Pilot Loan payable to the Minnesota Housing Finance Agency. This non-interest bearing note is dated December 21, 2006 and it provided financing for a \$600,000 note receivable dated September 14, 2007 to the Rosemount Family Housing Limited Partnership. This note receivable requires 1% simple interest on the unpaid balance with accrued interest and principal due in one lump sum on September 1, 2043.	\$600,000
Publicly Owned Housing Program (POHP) note payable to the Minnesota Housing Finance Agency (MHFA). MHFA provided funds in the form of an interest free, deferred loan for a term of twenty years. There is no amortization requirement on the POHP loan. The loan will be forgiven on the twenty-first (21 st) anniversary from the effective date of June, 2009. The purpose of the loan was to provide financing for the construction of a 25-unit youth housing development.	3,523,380
Ending Long-term Homelessness Initiative Fund (ELHIF) note payable to the MHFA. The loan is for a term of thirty years with zero percent (0%) interest per year. The principal is due and payable in one lump sum on June 1, 2039. The purpose of the loan was to provide financing for the construction of a 25-unit youth housing development.	697,649
Publicly Owned Housing Program (POHP) note payable to the Minnesota Housing Finance Agency (MHFA). MHFA provided funds in the form of an interest free, deferred loan for a term of twenty years. There is no amortization requirement on the POHP loan. The loan will be forgiven on the twenty-first (21 st) anniversary from the effective date of February, 2018. The purpose of the loan was to provide financing for the exterior improvements of public housing units in Apple Valley and Hastings.	466,000
Dakota County Workforce Housing LLC, note payable to the Family Housing Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of December 14, 2025. The loan was initially made to the Eagan Family Housing Limited Partnership, to provide financing for a portion of construction. Upon dissolution in 2012, the liabilities of the partnership were transferred to the LLC.	315,000
Dakota County Workforce Housing LLC, Low Income Large Family note payable to MHFA. The loan is for a term of 30 years with interest of one percent (1%) per year accruing on the unpaid amount. The principal and all accrued interest shall be due and payable in one lump sum on December 14, 2025. The loan was initially made to the Eagan Family Housing Limited	456,000

Partnership, to provide financing for a portion of the construction. Upon dissolution in 2012, the liabilities of the partnership were transferred to the LLC.

Dakota County Workforce Housing LLC, note payable to the Family Housing Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of January 4, 2025. The loan was initially made to the Inver Grove Heights Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2012, the liabilities of the partnership were transferred to the LLC. 125,000

Dakota County Workforce Housing LLC, Low Income Large Family note payable to MHFA. The loan is for a term of 30 years with interest of one percent (1%) per year accruing on the unpaid amount. The principal and all accrued interest shall be due and payable in one lump sum on January 4, 2025. The loan was initially made to the Inver Grove Heights Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2012, the liabilities of the partnership were transferred to the LLC. 360,000

Dakota County Workforce Housing LLC, note payable to the Family Housing Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of June 18, 2023. The loan was initially made to the Apple Valley Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2013, the liabilities of the partnership were transferred to the LLC. 170,000

Dakota County Workforce Housing LLC, Low Income Large Family note payable to MHFA. The loan is for a term of 30 years with interest of one percent (1%) per year accruing on the unpaid amount. The principal and all accrued interest shall be due and payable in one lump sum on June 18, 2023. The loan was initially made to the Apple Valley Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2013, the liabilities of the partnership were transferred to the LLC. 360,000

Dakota County Workforce Housing LLC, Low Income Large Family note payable to MHFA. The loan is for a term of 30 years with interest of one percent (1%) per year accruing on the unpaid amount. The principal and all accrued interest shall be due and payable in one lump sum on February 25, 2027. The loan was initially made to the Hastings Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2013, the liabilities of the partnership were transferred to the LLC. 396,000

Dakota County Workforce Housing LLC, note payable to the Family Housing Fund. The loan is simple interest of one percent (1%) on the unpaid principal amount until the maturity date of October 1, 2029. The loan was initially made to the Hastings Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2013, the liabilities of the partnership were transferred to the LLC.

175,000

Dakota County Workforce Housing LLC, Affordable Rental Investment Fund note payable to MHFA. The loan is for a term of 30 years with interest of one percent (1%) per year accruing on the unpaid amount. The principal and all accrued interest shall be due and payable in one lump sum on February 25, 2027. The loan was initially made to the Hastings Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2013, the liabilities of the partnership were transferred to the LLC.

210,480

Dakota County Workforce Housing LLC, Affordable Rental Investment Fund note payable to MHFA. The loan is for a term of 30 years with interest of one percent (1%) per year accruing on the unpaid amount. The principal and all accrued interest shall be due and payable in one lump sum on June 26, 2018. The loan was initially made to the Lakeville Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2013, the liabilities of the partnership were transferred to the LLC.

220,000

Dakota County Workforce Housing LLC, note payable to the Family Housing Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of June 26, 2028. The loan was initially made to the Lakeville Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2013, the liabilities of the partnership were transferred to the LLC.

280,000

Dakota County Workforce Housing LLC, note payable to Family Housing Fund. The loan is for a term of 30 years with interest of one percent (1%) per year accruing on the unpaid amount. Annual payment of \$2,790 with balance of principal and interest due and payable on September 25, 2021. The loan was initially made to the Burnsville Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2014, the liabilities of the partnership were transferred to the LLC.

10,651

Dakota County Workforce Housing LLC, Low Income Large Family note payable to MHFA. The loan is for a term of 30 years with interest of one percent (1%) per year accruing on the unpaid amount. The principal and all accrued interest shall be due and payable in one lump sum on September 1, 2022. The loan was initially made to the Burnsville Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2014, the liabilities of the partnership were transferred to the LLC.	360,000
Dakota County Workforce Housing LLC, note payable to the Family Housing Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of May 27, 2029. The loan was initially made to the Chasewood Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2014, the liabilities of the partnership were transferred to the LLC.	290,000
Dakota County Workforce Housing LLC, Affordable Rental Investment Fund note payable to MHFA. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of May 27, 2029. The loan was initially made to the Chasewood Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2014, the liabilities of the partnership were transferred to the LLC.	319,591
Dakota County Workforce Housing LLC, note payable to the Family Housing Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of October 26, 2030. The loan was initially made to the Lakeville Family Housing Limited Partnership 2, to provide financing for a portion of the construction. Upon dissolution in 2016, the liabilities of the partnership were transferred to the LLC.	230,000
Dakota County Workforce Housing LLC, note payable to the MHFA ARIF Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of October 26, 2030. The loan was initially made to the Lakeville Family Housing Limited Partnership 2, to provide financing for a portion of the construction. Upon dissolution in 2016, the liabilities of the partnership were transferred to the LLC.	555,000
Dakota County Workforce Housing LLC, note payable to the Family Housing Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of January 24, 2031. The loan was initially made to the Mendota Heights Family Housing Limited Partnership, to provide financing for a portion of the construction.	230,000

Upon dissolution in 2016, the liabilities of the partnership were transferred to the LLC.

Dakota County Workforce Housing LLC, note payable to the MHFA ARIF Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of January 24, 2031. The loan was initially made to the Mendota Heights Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2016, the liabilities of the partnership were transferred to the LLC. 358,427

Dakota County Workforce Housing LLC, note payable to the Family Housing Fund. The loan is for a term of 30 years with zero percent interest (0%). The principal is due and payable at the maturity date of September 6, 2032. The loan was initially made to the Hastings Marketplace Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2017, the liabilities of the partnership were transferred to the LLC. 300,000

\$219,526 Dakota County Workforce Housing LLC, note payable to the MHFA ARIF Fund. The loan is for a term of 30 years with simple interest of one percent (1%) on the unpaid principal amount until the maturity date of January 27, 2033. The loan was initially made to the Hastings Marketplace Family Housing Limited Partnership, to provide financing for a portion of the construction. Upon dissolution in 2017, the liabilities of the partnership were transferred to the LLC. 219,526

Total notes payable	\$11,227,704
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The annual principal and interest maturities for notes payable for fiscal years subsequent to June 30, 2018 are as follows:

	Principal	Interest	Total
2019	\$ 222,684	\$ 46,262	\$ 268,946
2020	2,710	59	2,769
2021	2,737	32	2,769
2022	2,520	6	2,526
2023	890,000	280,715	1,170,715
2024-2028	2,317,480	641,087	2,958,567
2029-2033	6,025,924	657,322	6,683,246
2034-2038	466,000	-	466,000
2039-2043	697,649	-	697,649
2044	600,000	-	600,000
	\$ 11,227,704	\$ 1,625,483	\$ 12,853,187

Housing Development Bonds

The CDA issues housing development bonds to finance the acquisition and construction of senior housing developments. These bonds are limited obligations of the government but are secured by the pledge of the full faith and credit and power of Dakota County, Minnesota to levy direct general ad valorem taxes. These bonds are secured by and payable from the pooled gross rent receipts and other operating revenues related to the operation of housing developments financed by these bonds and an annual pledge of \$5,600,000 from the CDA's tax levy. Housing development bonds are issued as serial bonds.

Bonds currently outstanding are as follows:

Description of Bond	Issue Date	Maturity Date	Interest Rate	Original Amount	Outstanding June 30
2010 Housing Development Bonds	07/21/10	01/01/40	2.00 - 6.00%	46,160,000	\$ 31,340,000
2013 Housing Development Bonds	12/18/13	01/01/27	2.00 - 2.85%	7,630,000	7,230,000
2015A Housing Development Bonds	05/27/15	01/01/42	3.00 - 5.00%	21,745,000	21,645,000
2015B Housing Development Bonds	05/27/15	01/01/35	3.00 - 5.00%	24,025,000	21,395,000
Subtotal					81,610,000
Less current maturities					(3,360,000)
Total					<u>\$ 78,250,000</u>

The annual principal and interest maturities for the Housing Development Bonds by fiscal year are as follows:

	Principal	Interest	Total
2019	\$ 3,360,000	\$ 3,503,918	\$ 6,863,918
2020	3,460,000	3,377,418	6,837,418
2021	3,490,000	3,237,670	6,727,670
2022	3,670,000	3,096,194	6,766,194
2023	3,755,000	2,936,495	6,691,495
2024-2028	18,720,000	12,323,615	31,043,615
2029-2033	18,870,000	8,403,197	27,273,197
2034-2038	16,260,000	4,210,718	20,470,718
2039-2042	10,025,000	1,067,688	11,092,688
	<u>\$ 81,610,000</u>	<u>\$ 42,156,913</u>	<u>\$ 123,766,913</u>

Pledged Revenue – the CDA has pledged as security for the \$81,610,000 of outstanding Housing Development bonds, a portion of its annual tax levy (special benefit tax) that is levied pursuant to Minnesota Statutes, Section 469.033, Subd. 6. These bonds were used to finance the acquisition and construction of senior housing developments. The CDA is currently committed, to the extent it is within its power to do so, to levy and collect \$5,600,000 for the payment and debt service on these bonds. The total principal and interest remaining on this debt is \$123,766,913 with annual requirements ranging from \$6,863,918 in 2019 to \$2,704,000 in the final year. The tax levy has averaged \$7,266,376 per year for the

last ten years and the amount of tax proceeds paid towards Housing Development bond debt service has averaged \$5,397,182. For the current year, \$5,600,000 of tax levy was paid on the debt service for the bonds.

G. Restricted Assets

The balances of restricted asset accounts are as follows:

Debt proceeds held by trustees	\$ 5,867,389
Reserves required by debt agreements	9,419,191
CDBG Revolving loan funds	218,992
Tax increment replacement reserve	20,297
Proceeds from capital projects	613,923
Security deposit reserve	222,253
HAP reserve	226,755
FSS escrow	57,948
	<u>\$ 16,646,748</u>

H. Dakota County CDA Workforce Housing LLC Merger

During the fiscal year, the Hastings Marketplace Family Housing Limited Partnership was merged into the LLC. The beginning balances of the assets, liabilities and net position of the partnership, as of the beginning of the period, were determined based on the basis of the carrying values reported in the separate audited financial statements as of June 30, 2018. These beginning balances and the adjustments made to these beginning balances are as follows:

	Beginning Balance	Hastings Marketplace FHLP	Total	Adjustments		Total
				Debit	Credit	
ASSETS						
Current assets	\$ 4,923,822	\$ 339,379	\$ 5,263,201	\$ -	\$ -	\$ 5,263,201
Capital assets	20,557,798	2,734,707	23,292,505	31,433	39,515	23,284,423
Total assets	25,481,620	3,074,086	28,555,706	31,433	39,515	28,547,624
LIABILITIES						
Current liabilities	1,801,666	70,284	1,871,950	-	-	1,871,950
Noncurrent liabilities	8,423,461	1,310,350	9,733,811	-	4,823	9,738,634
Total liabilities	10,225,127	1,380,634	11,605,761	-	4,823	11,610,584
NET POSITION						
Net investment in capital assets	12,528,895	2,207,100	14,735,995	-	-	14,735,995
Restricted for capital projects	1,663,722	195,778	1,859,500	-	-	1,859,500
Unrestricted	1,063,876	(709,426)	354,450	22,615	9,710	341,545
Total net position	<u>\$15,256,493</u>	<u>\$ 1,693,452</u>	<u>\$16,949,945</u>	<u>\$ 22,615</u>	<u>\$ 9,710</u>	<u>\$16,937,040</u>

Note 3. Blended Component Unit

The condensed financial statements for the Dakota County CDA Workforce Housing LLC are as follows:

CONDENSED STATEMENT OF NET POSITION

Assets:	
Cash and investments	\$ 4,949,401
Receivables	40,292
Capital assets, net	22,617,188
Other	<u>130,622</u>
Total assets	<u>27,737,503</u>
Liabilities:	
Current liabilities	374,679
Long-term liabilities	<u>10,907,941</u>
Total liabilities	<u>11,282,620</u>
Net position:	
Net investment in capital assets	16,676,513
Restricted	1,164,195
Unrestricted	<u>(1,385,825)</u>
Total net position	<u>\$ 16,454,883</u>

CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

Operating revenues	\$ 2,897,155
Depreciation expense	(823,462)
Other operating expense	<u>(2,458,903)</u>
Operating income (loss)	<u>(385,210)</u>
Nonoperating revenues (expenses):	
Investment income	19,944
Interest expense	(176,793)
Gain (loss) on disposal of capital assets	<u>(121,393)</u>
Total nonoperating revenues (expenses)	<u>(278,242)</u>
Income (loss) before contributions	(663,452)
Capital contributions / transfers	<u>181,295</u>
Change in net position	<u>(482,157)</u>
Beginning net position	<u>16,937,040</u>
Ending net position	<u>\$ 16,454,883</u>

CONDENSED STATEMENT OF CASH FLOWS

Net cash provided (used) by:	
Operating activities	\$ (1,141,451)
Noncapital financing activities	132,593
Capital and related financing activities	980,127
Investing activities	<u>470,483</u>
Net increase (decrease)	441,752
Beginning cash and cash equivalents	<u>3,130,289</u>
Ending cash and cash equivalents	<u>\$ 3,572,041</u>

Note 4. Segment Information

Condensed financial statements relating to the CDA's senior housing program which is financed with housing development bonds is as follows:

CONDENSED STATEMENT OF NET POSITION

Assets:

Cash and investments	\$ 26,517,764
Receivables	384,095
Capital assets, net	134,744,223
Other	382,969
Total assets	<u>162,029,051</u>

Liabilities:

Current liabilities	4,032,083
Long-term liabilities	84,492,611
Total liabilities	<u>88,524,694</u>

Net position:

Net investment in capital assets	56,205,169
Restricted	12,633,727
Unrestricted	4,751,630
Total net position	<u>\$ 73,590,526</u>

CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

Operating revenues	\$ 15,432,612
Depreciation expense	(4,381,316)
Other operating expense	(9,614,724)
Operating income (loss)	<u>1,436,572</u>

Nonoperating revenues (expenses):

Investment income	226,202
Interest expense	(3,313,646)
Gain (loss) on disposal of capital assets	(320,778)
Total nonoperating revenues (expenses)	<u>(3,408,222)</u>
Income (loss) before contributions	(1,971,650)

Capital contributions / internal transfers	5,600,000
Change in net position	3,628,350
Beginning net position	69,962,176
Ending net position	<u>\$ 73,590,526</u>

CONDENSED STATEMENT OF CASH FLOWS

Net cash provided (used) by:

Operating activities	\$ 7,412,421
Capital and related financing activities	(24,560,720)
Investing activities	21,744,322
Net increase (decrease)	4,596,023

Beginning cash and cash equivalents	799,356
Ending cash and cash equivalents	<u>\$ 5,395,379</u>

Note 5. Other Information

A. Risk Management

The CDA is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; general liability; workers' compensation and unemployment claims for which the government carries commercial insurance. The CDA has not reduced insurance coverage in the past year and settled claims have not exceeded commercial insurance coverage in any of the three preceding years.

B. Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the CDA expects such amounts, if any, to be immaterial.

C. Conduit Debt

The CDA has issued certain limited-obligation revenue bonds, including: 1) mortgage revenue bonds issued to provide funding for first time homebuyer loans; 2) multifamily housing revenue bonds issued to provide funds to finance specific multifamily rental housing projects; 3) industrial development revenue bonds issued to assist manufacturing companies in financing new facilities, structural improvements and expansions, and new equipment; 4) essential function bonds to finance facilities used by the general public; and 5) 501(c)3 bonds issued to finance specific rental housing projects developed by nonprofit organizations. This debt is secured by the property financed and is payable solely from payments received on the underlying loans. The CDA is not obligated in any manner for repayment of this debt and accordingly, it is not reported as liabilities in the accompanying financial statements. The aggregate amount of all outstanding conduit debt obligations at June 30, 2018 was \$162,346,122.

D. Employee Retirement Plan

The CDA provides a defined contribution plan to all full-time, non-limited term and exempt employees through participation in the Housing Agency Retirement Trust Plan, a nonprofit trust serving housing and redevelopment agencies that is governed by a board of trustees and utilizing a private sector third party administrator. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. All part-time, non-exempt and limited term employees participate in social security.

Employees are required to contribute 12.7% of their annual base salary, and the CDA matches the 12.7% contribution. Plan participants become vested at 20 percent per year after the first year of participation. Plan provisions and contribution requirements are established and may be amended by the CDA's Board of Commissioners. Employer and employee contributions to the plan during the year were \$700,912 each.

E. Accounting Standards not yet Adopted

GASB Statement No. 83, *Certain Asset Retirement Obligations*, will be effective for the CDA beginning with its fiscal year ending June 30, 2019 financial statements.

GASB Statement No. 84, *Fiduciary Activities*, will be effective for the CDA beginning with its fiscal year ending June 30, 2020 financial statements.

GASB Statement No. 87, *Leases*, will be effective for the CDA beginning with its fiscal year ending June 30, 2021 financial statements.

GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*, will be effective for the CDA beginning with its fiscal year ending June 30, 2019 financial statements.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, will be effective for the CDA beginning with its fiscal year ending June 30, 2021 financial statements.

GASB Statement No. 90, *Majority Equity Interests—an amendment of GASB Statements No. 14 and No. 61*, will be effective for the CDA beginning with its fiscal year ending June 30, 2020 financial statements.

Note 6. Discretely Presented Component Units

A. Condensed Financial Statements

The condensed financial statements of the discretely presented component units described in Note 1 is provided on the following pages. These financial statements are as of and for the fiscal year ended December 31, 2017.

Discretely Presented Component Units – Condensed Financial Statements

	Hastings Marketplace FHLP	Burnsville HOC FHLP	Eagan Cedar FHLP	Lakeville Downtown FHLP
CONDENSED STATEMENT OF NET POSITION				
Assets:				
Cash and investments	\$ 321,833	\$ 1,006,837	\$ 1,239,040	\$ 1,057,174
Receivables	8,832	6,508	1,818	4,132
Capital assets, net	2,734,707	3,763,814	3,441,880	4,141,745
Other	13,538	24,704	20,837	23,701
Total assets	<u>3,078,910</u>	<u>4,801,863</u>	<u>4,703,575</u>	<u>5,226,752</u>
Liabilities:				
Current liabilities	70,284	93,342	75,738	78,358
Long-term liabilities	1,315,174	2,591,120	1,891,173	2,072,823
Total liabilities	<u>1,385,458</u>	<u>2,684,462</u>	<u>1,966,911</u>	<u>2,151,181</u>
Net position:				
Net investment in capital assets	1,479,816	1,279,070	1,654,060	2,195,691
Restricted	259,633	894,323	1,067,615	882,544
Unrestricted	(45,997)	(55,992)	14,989	(2,664)
Total net position	<u>\$ 1,693,452</u>	<u>\$ 2,117,401</u>	<u>\$ 2,736,664</u>	<u>\$ 3,075,571</u>
CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION				
Operating revenues	\$ 133,599	\$ 337,458	\$ 322,033	\$ 392,283
Depreciation expense	(50,921)	(136,912)	(118,325)	(155,851)
Other operating expense	(125,642)	(326,524)	(258,123)	(249,801)
Operating income (loss)	<u>(42,964)</u>	<u>(125,978)</u>	<u>(54,415)</u>	<u>(13,369)</u>
Nonoperating revenues (expenses):				
Investment income	159	91	102	78
Interest expense	(17,947)	(55,032)	(37,704)	(41,727)
Amortization expense	(293)	(416)	(187)	(234)
Total nonoperating revenues (expenses)	<u>(18,081)</u>	<u>(55,357)</u>	<u>(37,789)</u>	<u>(41,883)</u>
Capital contributions	-	-	-	-
Change in net position	(61,045)	(181,335)	(92,204)	(55,252)
Beginning net position	1,754,497	2,298,736	2,828,868	3,130,823
Ending net position	<u>\$ 1,693,452</u>	<u>\$ 2,117,401</u>	<u>\$ 2,736,664</u>	<u>\$ 3,075,571</u>

Discretely Presented Component Units – Condensed Financial Statements

	Lafayette FHLP	Hastings West Village FHLP	Rosemount FHLP	Twin Ponds FHLP
CONDENSED STATEMENT OF NET POSITION				
Assets:				
Cash and investments	\$ 577,813	\$ 366,034	\$ 831,096	\$ 674,763
Receivables	8,638	1,710	5,191	253
Capital assets, net	3,890,981	2,761,552	4,930,917	3,231,322
Other	28,388	22,902	26,557	38,809
Total assets	4,505,820	3,152,198	5,793,761	3,945,147
Liabilities:				
Current liabilities	60,862	38,378	57,217	46,621
Long-term liabilities	1,700,824	1,160,954	1,954,678	1,657,873
Total liabilities	1,761,686	1,199,332	2,011,895	1,704,494
Net position:				
Net investment in capital assets	2,235,522	1,669,133	3,111,052	1,690,922
Restricted	490,728	279,444	695,087	563,016
Unrestricted	17,884	4,289	(24,273)	(13,285)
Total net position	\$ 2,744,134	\$ 1,952,866	\$ 3,781,866	\$ 2,240,653
CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION				
Operating revenues	\$ 285,112	\$ 189,612	\$ 294,036	\$ 228,972
Depreciation expense	(110,564)	(92,870)	(140,752)	(102,968)
Other operating expense	(283,308)	(156,156)	(199,976)	(162,406)
Operating income (loss)	(108,760)	(59,414)	(46,692)	(36,402)
Nonoperating revenues (expenses):				
Investment income	49	26	62	47
Interest expense	(25,655)	(15,166)	(33,301)	(25,759)
Amortization expense	(937)	(1,889)	(3,228)	(3,446)
Total nonoperating revenues (expenses)	(26,543)	(17,029)	(36,467)	(29,158)
Capital contributions	-	-	-	-
Change in net position	(135,303)	(76,443)	(83,159)	(65,560)
Beginning net position	2,879,437	2,029,309	3,865,025	2,306,213
Ending net position	\$ 2,744,134	\$ 1,952,866	\$ 3,781,866	\$ 2,240,653

Discretely Presented Component Units – Condensed Financial Statements

	Meadowlark FHLP	Apple Valley East FHLP	Twin Ponds II FHLP	Inver Hills & Riverview Ridge FHLP
CONDENSED STATEMENT OF NET POSITION				
Assets:				
Cash and investments	\$ 1,132,740	\$ 1,213,681	\$ 606,171	\$ 1,738,547
Receivables	2,499	1,229	9,675	4,523
Capital assets, net	5,056,690	6,684,808	3,832,753	9,786,350
Other	68,545	53,517	30,587	84,176
Total assets	6,260,474	7,953,235	4,479,186	11,613,596
Liabilities:				
Current liabilities	70,403	82,105	57,289	90,681
Long-term liabilities	2,189,373	2,322,129	1,129,131	2,572,731
Total liabilities	2,259,776	2,404,234	1,186,420	2,663,412
Net position:				
Net investment in capital assets	2,998,643	4,476,328	2,747,718	7,285,028
Restricted	962,396	1,018,448	486,415	1,558,192
Unrestricted	39,659	54,225	58,633	106,964
Total net position	\$ 4,000,698	\$ 5,549,001	\$ 3,292,766	\$ 8,950,184
CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION				
Operating revenues	\$ 364,242	\$ 414,417	\$ 248,963	\$ 478,648
Depreciation expense	(168,826)	(170,415)	(110,975)	(311,171)
Other operating expense	(234,259)	(265,565)	(174,912)	(308,375)
Operating income (loss)	(38,843)	(21,563)	(36,924)	(140,898)
Nonoperating revenues (expenses):				
Investment income	89	96	34	146
Interest expense	(39,131)	(51,526)	(27,463)	(30,425)
Amortization expense	(7,531)	(5,436)	(3,013)	(6,857)
Total nonoperating revenues (expenses)	(46,573)	(56,866)	(30,442)	(37,136)
Capital contributions	-	-	-	-
Change in net position	(85,416)	(78,429)	(67,366)	(178,034)
Beginning net position	4,086,114	5,627,430	3,360,132	9,128,218
Ending net position	\$ 4,000,698	\$ 5,549,001	\$ 3,292,766	\$ 8,950,184

Discretely Presented Component Units – Condensed Financial Statements

	Northwood WHLP	Lakeshore WHLP	Keystone WHLP	Total Discretely Presented Component Units
CONDENSED STATEMENT OF NET POSITION				
Assets:				
Cash and investments	\$ 1,292,950	\$ 967,413	\$ 191,533	\$ 13,217,625
Receivables	2,292	1,517	153,378	212,195
Capital assets, net	8,418,778	10,824,833	9,231,587	82,732,717
Other	64,284	91,254	72,170	663,969
Total assets	9,778,304	11,885,017	9,648,668	96,826,506
Liabilities:				
Current liabilities	86,491	90,236	662,300	1,660,305
Long-term liabilities	1,152,237	2,710,965	1,845,197	28,266,382
Total liabilities	1,238,728	2,801,201	2,507,497	29,926,687
Net position:				
Net investment in capital assets	7,302,222	8,177,018	7,400,128	55,702,351
Restricted	1,024,818	720,012	60,800	10,963,471
Unrestricted	212,536	186,786	(319,757)	233,997
Total net position	\$ 8,539,576	\$ 9,083,816	\$ 7,141,171	\$ 66,899,819
CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION				
Operating revenues	\$ 437,422	\$ 466,589	\$ 309,418	\$ 4,902,804
Depreciation expense	(228,956)	(301,683)	(251,319)	(2,452,508)
Other operating expense	(274,881)	(256,744)	(182,804)	(3,459,476)
Operating income (loss)	(66,415)	(91,838)	(124,705)	(1,009,180)
Nonoperating revenues (expenses):				
Investment income	94	61	4	1,138
Interest expense	(31,036)	(61,807)	(329,985)	(823,664)
Amortization expense	(5,618)	(7,473)	(15,639)	(62,197)
Total nonoperating revenues (expenses)	(36,560)	(69,219)	(345,620)	(884,723)
Capital contributions	-	-	5,473,664	5,473,664
Change in net position	(102,975)	(161,057)	5,003,339	3,579,761
Beginning net position	8,642,551	9,244,873	2,137,832	63,320,058
Ending net position	\$ 8,539,576	\$ 9,083,816	\$ 7,141,171	\$ 66,899,819

B. Deposits

The discretely presented component units maintain its cash in bank deposit accounts. The entire amount of bank balances is covered by federal depository insurance and collateral pledged by the financial institution.

C. Restricted Cash

Restricted cash is comprised of required security deposit reserves, operating reserves, replacement reserves, and working capital reserves.

D. Capital Assets

Capital asset activity for the year ended December 31, 2017 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 12,339,219	\$ 5,275	\$ 3,149	\$ 12,341,345
Construction in progress	2,695,371	-	2,695,371	-
Total capital assets, not being depreciated	15,034,590	5,275	2,698,520	12,341,345
Capital assets, being depreciated:				
Land improvements	4,943,865	228,618	-	5,172,483
Buildings	78,340,276	3,819,182	15,113	82,144,345
Residential equipment	1,441,940	70,226	-	1,512,166
Furniture and equipment	24,786	2,296	-	27,082
Total capital assets, being depreciated	84,750,867	4,120,322	15,113	88,856,076
Less accumulated depreciation for:				
Land improvements	(1,908,390)	(327,915)	-	(2,236,305)
Buildings	(12,948,161)	(2,000,897)	-	(14,949,058)
Residential equipment	(1,135,214)	(121,667)	-	(1,256,881)
Furniture and equipment	(20,431)	(2,029)	-	(22,460)
Total accumulated depreciation	(16,012,196)	(2,452,508)	-	(18,464,704)
Total capital assets, being depreciated, net	68,738,671	1,667,814	15,113	70,391,372
Total capital assets, net	\$ 83,773,261	\$ 1,673,089	\$ 2,713,633	\$ 82,732,717

E. Long-Term Debt

A summary of notes payable is as follows:

Obligation	Interest Rate	Maturity Date	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Debts of Marketplace FHLP</u>							
CDA	7.00%	2018	\$ 445,955	\$ -	\$ 8,190	\$ 437,765	\$ 15,493
Family Housing Fund	0.00%	2032	300,000	-	-	300,000	-
CDA - LHIA	1.00%	2032	297,600	-	-	297,600	-
MHFA - ARIF	1.00%	2033	219,526	-	-	219,526	-
<u>Debts of BV HOC FHLP</u>							
CDA	6.75%	2033	685,290	-	22,850	662,440	24,444
MHFA - EDHC	1.00%	2034	500,000	-	-	500,000	-
Family Housing Fund	0.00%	2033	225,000	-	-	225,000	-
MHFA - ARIF	1.00%	2034	200,000	-	-	200,000	-
CDA - HOPE	0.00%	2033	250,000	-	-	250,000	-
CDA - HOME	1.00%	2033	247,305	-	-	247,305	-
CDA - LHIA	0.00%	2033	400,000	-	-	400,000	-
<u>Debts of Eagan Cedar FHLP:</u>							
CDA	7.00%	2034	426,688	-	12,686	414,002	13,603
MHFA - EDHC	1.00%	2034	597,483	-	-	597,483	-
Family Housing Fund	0.00%	2034	300,000	-	-	300,000	-
MHFA - ARIF	1.00%	2034	226,335	-	-	226,335	-
CDA - HOPE	0.00%	2034	250,000	-	-	250,000	-
<u>Debts of Lakeville Downtown FHLP:</u>							
CDA	6.75%	2035	469,512	-	13,640	455,872	14,591
MHFA - EDHC	1.00%	2035	802,181	-	-	802,181	-
Family Housing Fund	1.00%	2035	243,000	-	-	243,000	-
CDA - HOPE	0.00%	2035	250,000	-	-	250,000	-
CDA - LHIA	0.00%	2035	195,000	-	-	195,000	-
<u>Debts of Lafayette FHLP:</u>							
CDA	6.75%	2036	317,705	-	8,146	309,559	8,713
MHFA - EDHC	0.00%	2035	700,000	-	-	700,000	-
Family Housing Fund	0.00%	2035	200,000	-	-	200,000	-
CDA - HOPE	1.00%	2035	250,000	-	-	250,000	-
CDA - LHIA	1.00%	2035	195,900	-	-	195,900	-
<u>Debts of Hastings West Village FHLP:</u>							
CDA	6.00%	2037	146,112	-	3,693	142,419	3,922
CDA - HOPE	1.00%	2037	300,000	-	-	300,000	-
CDA - HOME	1.00%	2037	225,000	-	-	225,000	-
MHFA - EDHC	0.00%	2037	200,000	-	-	200,000	-
CDA - LHIA	1.00%	2037	125,000	-	-	125,000	-
Family Housing Fund	0.00%	2036	100,000	-	-	100,000	-

Obligation	Interest Rate	Maturity Date	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Debts of Rosemount FHLP:</u>							
CDA	6.75%	2043	294,723	-	4,100	290,623	4,385
CDA - HRPP	1.00%	2043	600,000	-	-	600,000	-
CDA - HOPE	1.00%	2043	500,000	-	-	500,000	-
Family Housing Fund	0.00%	2043	176,000	-	-	176,000	-
CDA - LHIA	1.00%	2043	145,000	-	-	145,000	-
CDA - TIF	1.00%	2043	59,244	-	-	59,244	-
CDA - HOME	1.00%	2043	48,997	-	-	48,997	-
<u>Debts of Twin Ponds FHLP:</u>							
CDA	6.75%	2038	181,320	-	3,429	177,891	3,668
MHFA - HRPP	1.00%	2038	783,000	-	-	783,000	-
CDA - HOPE	1.00%	2038	250,000	-	-	250,000	-
CDA - HOME	1.00%	2038	104,509	-	-	104,509	-
CDA - LHIA	1.00%	2038	225,000	-	-	225,000	-
<u>Debts of Meadowlark FHLP:</u>							
CDA	6.75%	2040	324,693	-	5,788	318,905	6,191
CDA - TCAP	1.00%	2040	425,558	-	-	425,558	-
MHFA - Pilot	1.00%	2040	813,584	-	-	813,584	-
CDA - HOPE	1.00%	2040	500,000	-	-	500,000	-
<u>Debts of Apple Valley East FHLP:</u>							
CDA	6.75%	2041	514,989	-	8,298	506,691	8,877
CDA - TCAP	1.00%	2041	1,701,790	-	-	1,701,790	-
<u>Debts of Twin Ponds II FHLP:</u>							
CDA	6.75%	2042	290,458	-	4,334	286,124	4,636
CDA - TIF	1.00%	2042	298,911	-	-	298,911	-
CDA - HOPE	1.00%	2042	250,000	-	-	250,000	-
CDA - Met Council	0.01%	2042	250,000	-	-	250,000	-
<u>Debts of Eagan Northwood FHLP:</u>							
CDA	6.75%	2044	347,289	-	4,722	342,567	5,051
CDA - HOME	1.00%	2044	273,990	-	-	273,990	-
CDA - HOPE	1.00%	2044	500,000	-	-	500,000	-
<u>Debts of IH&RR FHLP:</u>							
CDA	6.75%	2043	199,373	-	2,507	196,866	2,681
CDA - HOME	1.00%	2043	904,456	-	-	904,456	-
MHFA - Challenge	0.00%	2043	600,000	-	-	600,000	-
CDA - HOPE	1.00%	2043	500,000	-	-	500,000	-
CDA - Met Council	0.01%	2043	300,000	-	-	300,000	-

Obligation	Interest Rate	Maturity Date	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Debts of Lakeshore WHLP:</u>							
CDA	6.75%	2044	616,971	-	7,156	609,815	7,654
CDA - HOME	1.00%	2044	943,000	-	-	943,000	-
MHFA	1.00%	2044	495,000	-	-	495,000	-
CDA - HOPE	1.00%	2044	400,000	-	-	400,000	-
CDA - LHIA	1.00%	2044	200,000	-	-	200,000	-
<u>Debts of Keystone Crossing WHLP:</u>							
CDA	6.75%	2045	-	456,458	-	456,458	5,787
CDA - HOPE	1.00%	2045	510,000	-	-	510,000	-
CDA - HOME	1.00%	2045	710,000	10,000	-	720,000	-
CDA - LHIA	1.00%	2045	145,000	-	-	145,000	-
			<u>\$ 26,673,447</u>	<u>\$ 466,458</u>	<u>\$ 109,539</u>	<u>\$ 27,030,366</u>	<u>\$ 129,696</u>

At December 31, 2017, the current portion of notes payable was \$129,696 and the noncurrent portion of notes payable was \$26,900,670.

The future principal payments on notes payable are as follows:

	Principal
2018	\$ 129,696
2019	544,431
2020	130,672
2021	139,776
2022	149,518
Thereafter	25,936,273
	<u>\$27,030,366</u>

Supplementary Information

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14,896 PIH Family Self-Sufficiency Program	14,169 Housing Counseling Assistance Program	14,267 Continuum of Care Program	14,228 Community Development Block Grants/State's Program
111 Cash - Unrestricted	\$3,657,877				\$111,631
112 Cash - Restricted - Modernization and Development					
113 Cash - Other Restricted	\$613,923				
114 Cash - Tenant Security Deposits					
115 Cash - Restricted for Payment of Current Liabilities					
100 Total Cash	\$4,271,800	\$0	\$0	\$0	\$111,631
121 Accounts Receivable - PHA Projects					
122 Accounts Receivable - HUD Other Projects	\$31,222	\$1,214	\$26,315	\$16,219	
124 Accounts Receivable - Other Government	\$3,654				
125 Accounts Receivable - Miscellaneous	\$20,198			\$682	
126 Accounts Receivable - Tenants	\$43,684				
126.1 Allowance for Doubtful Accounts - Tenants	\$0				
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	\$0	\$0	
127 Notes, Loans, & Mortgages Receivable - Current					
128 Fraud Recovery					
128.1 Allowance for Doubtful Accounts - Fraud					
129 Accrued Interest Receivable	\$2,403				
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$101,161	\$1,214	\$26,315	\$16,901	\$0
131 Investments - Unrestricted					
132 Investments - Restricted					
135 Investments - Restricted for Payment of Current Liability					
142 Prepaid Expenses and Other Assets	\$131,580				\$684
143 Inventories					

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14,896 PIH Family Self-Sufficiency Program	14,169 Housing Counseling Assistance Program	14,267 Continuum of Care Program	14,228 Community Development Block Grants/State's Program
143.1 Allowance for Obsolete Inventories					
144 Inter Program Due From	\$0				
145 Assets Held for Sale					
150 Total Current Assets	\$4,504,541	\$1,214	\$26,315	\$16,901	\$112,315
161 Land					
162 Buildings	\$4,297,021				\$30,034
163 Furniture, Equipment & Machinery - Dwellings	\$29,596,615				\$168,300
164 Furniture, Equipment & Machinery - Administration	\$208,391				\$1,050
165 Leasehold Improvements	\$24,682				
166 Accumulated Depreciation	-\$17,179,450				-\$29,424
167 Construction in Progress					
168 Infrastructure					
160 Total Capital Assets, Net of Accumulated Depreciation	\$16,947,259	\$0	\$0	\$0	\$169,960
171 Notes, Loans and Mortgages Receivable - Non-Current					\$17,100
172 Notes, Loans, & Mortgages Receivable - Non Current - Past					
173 Grants Receivable - Non Current					
174 Other Assets					
176 Investments in Joint Ventures					
180 Total Non-Current Assets	\$16,947,259	\$0	\$0	\$0	\$187,060
200 Deferred Outflow of Resources					
290 Total Assets and Deferred Outflow of Resources	\$21,451,800	\$1,214	\$26,315	\$16,901	\$299,375

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14,896 PIH Family Self-Sufficiency Program	14,169 Housing Counseling Assistance Program	14,267 Continuum of Care Program	14,228 Community Development Block Grants/State's Program
311 Bank Overdraft					
312 Accounts Payable <= 90 Days	\$96,690		\$195		\$225
313 Accounts Payable >90 Days Past Due					
321 Accrued Wage/Payroll Taxes Payable	\$21,250	\$602	\$1,971	\$65	\$475
322 Accrued Compensated Absences - Current Portion					
324 Accrued Contingency Liability					
325 Accrued Interest Payable					
331 Accounts Payable - HUD PHA Programs					
332 Account Payable - PHA Projects					
333 Accounts Payable - Other Government	\$92,200				\$511
341 Tenant Security Deposits	\$200,885				\$752
342 Unearned Revenue	\$13,232				
343 Current Portion of Long-term Debt - Capital					
344 Current Portion of Long-term Debt - Operating Borrowings					
345 Other Current Liabilities	\$322				
346 Accrued Liabilities - Other					
347 Inter Program - Due To		\$612	\$24,149	\$16,836	
348 Loan Liability - Current					
310 Total Current Liabilities	\$424,579	\$1,214	\$26,315	\$16,901	\$1,963
351 Long-term Debt, Net of Current - Capital Projects/Mortgage	\$466,000				
352 Long-term Debt, Net of Current - Operating Borrowings					
353 Non-current Liabilities - Other					
354 Accrued Compensated Absences - Non Current					
355 Loan Liability - Non Current					
356 FASB 5 Liabilities					

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.169 Housing Counseling Assistance Program	14.267 Continuum of Care Program	14.228 Community Development Block Grants/State's Program
357 Accrued Pension and OPEB Liabilities					
350 Total Non-Current Liabilities	\$466,000	\$0	\$0	\$0	\$0
300 Total Liabilities	\$890,579	\$1,214	\$26,315	\$16,901	\$1,963
400 Deferred Inflow of Resources					
508.4 Net Investment in Capital Assets	\$16,481,259	\$0	\$0	\$0	\$169,960
511.4 Restricted Net Position	\$613,923	\$0	\$0	\$0	\$127,452
512.4 Unrestricted Net Position	\$3,466,039	\$0	\$0	\$0	\$0
513 Total Equity - Net Assets / Position	\$20,561,221	\$0	\$0	\$0	\$297,412
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$21,451,800	\$1,214	\$26,315	\$16,901	\$299,375

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low-Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
111 Cash - Unrestricted	\$469,356		\$1,569,892	\$7,649	\$0
112 Cash - Restricted - Modernization and Development					
113 Cash - Other Restricted	\$218,992		\$226,755		
114 Cash - Tenant Security Deposits					
115 Cash - Restricted for Payment of Current Liabilities			\$57,948		
100 Total Cash	\$688,348	\$0	\$1,854,595	\$7,649	\$0
121 Accounts Receivable - PHA Projects			\$11,843		
122 Accounts Receivable - HUD Other Projects	\$94,016		\$141,295		\$59,025
124 Accounts Receivable - Other Government		\$85,642			
125 Accounts Receivable - Miscellaneous			\$270,825	\$238	
126 Accounts Receivable - Tenants	\$623				
126.1 Allowance for Doubtful Accounts - Tenants	\$0				
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	\$0	\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current					
128 Fraud Recovery			\$146,538		
128.1 Allowance for Doubtful Accounts - Fraud			-\$146,538		
129 Accrued Interest Receivable					
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$94,639	\$85,642	\$423,963	\$238	\$59,025
131 Investments - Unrestricted					
132 Investments - Restricted					
135 Investments - Restricted for Payment of Current Liability					
142 Prepaid Expenses and Other Assets	\$2,178				
143 Inventories					
143.1 Allowance for Obsolete Inventories					

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low-Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
144 Inter Program Due From					
145 Assets Held for Sale					
150 Total Current Assets	\$785,165	\$85,642	\$2,278,558	\$7,887	\$59,025
161 Land	\$205,850				
162 Buildings	\$463,366				
163 Furniture, Equipment & Machinery - Dwellings					
164 Furniture, Equipment & Machinery - Administration			\$130,004		
165 Leasehold Improvements					
166 Accumulated Depreciation	-\$87,846		-\$127,504		
167 Construction in Progress					
168 Infrastructure					
160 Total Capital Assets, Net of Accumulated Depreciation	\$581,370	\$0	\$2,500	\$0	\$0
171 Notes, Loans and Mortgages Receivable - Non-Current	\$12,520,040				
172 Notes, Loans, & Mortgages Receivable - Non Current - Past					
173 Grants Receivable - Non Current					
174 Other Assets					
176 Investments in Joint Ventures					
180 Total Non-Current Assets	\$13,101,410	\$0	\$2,500	\$0	\$0
200 Deferred Outflow of Resources					
290 Total Assets and Deferred Outflow of Resources	\$13,886,575	\$85,642	\$2,281,058	\$7,887	\$59,025
311 Bank Overdraft					

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low-Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
312 Accounts Payable <= 90 Days	\$26,970	\$49,550	\$19,608		\$58,189
313 Accounts Payable >90 Days Past Due					
321 Accrued Wage/Payroll Taxes Payable	\$14,008		\$45,005	\$70	\$87
322 Accrued Compensated Absences - Current Portion					
324 Accrued Contingency Liability					
325 Accrued Interest Payable					
331 Accounts Payable - HUD PHA Programs	\$1,343		\$19,439	\$3,589	
332 Account Payable - PHA Projects			\$6,659		
333 Accounts Payable - Other Government	\$1,387				
341 Tenant Security Deposits	\$2,067				
342 Unearned Revenue			\$3		
343 Current Portion of Long-term Debt - Capital					
344 Current Portion of Long-term Debt - Operating Borrowings					
345 Other Current Liabilities	\$33		\$58,078		
346 Accrued Liabilities - Other					
347 Inter Program - Due To	\$100	\$29,047			\$749
348 Loan Liability - Current					
310 Total Current Liabilities	\$45,908	\$78,597	\$148,792	\$3,659	\$59,025
351 Long-term Debt, Net of Current - Capital Projects/Mortgage					
352 Long-term Debt, Net of Current - Operating Borrowings					
353 Non-current Liabilities - Other					
354 Accrued Compensated Absences - Non Current					
355 Loan Liability - Non Current					
356 FASB 5 Liabilities					
357 Accrued Pension and OPEB Liabilities					

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low- Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
350 Total Non-Current Liabilities	\$0	\$0	\$0	\$0	\$0
300 Total Liabilities	\$45,908	\$78,597	\$148,792	\$3,659	\$59,025
400 Deferred Inflow of Resources					
508.4 Net Investment in Capital Assets	\$581,370	\$0	\$2,500	\$0	\$0
511.4 Restricted Net Position	\$13,259,297	\$7,045	\$226,755		\$0
512.4 Unrestricted Net Position	\$0	\$0	\$1,903,011	\$4,228	\$0
513 Total Equity - Net Assets / Position	\$13,840,667	\$7,045	\$2,132,266	\$4,228	\$0
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$13,886,575	\$85,642	\$2,281,058	\$7,887	\$59,025

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	93.568 Low-Income Home Energy Assistance	14,239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discretely Presented
111 Cash - Unrestricted		\$1,056,116	\$19,607,778	\$50,843,632	\$1,872,764
112 Cash - Restricted - Modernization and Development					\$61,865
113 Cash - Other Restricted			\$20,297	\$8,122,385	\$10,901,606
114 Cash - Tenant Security Deposits				\$9,087	\$381,390
115 Cash - Restricted for Payment of Current Liabilities					
100 Total Cash	\$0	\$1,056,116	\$19,628,075	\$58,975,104	\$13,217,625
121 Accounts Receivable - PHA Projects					
122 Accounts Receivable - HUD Other Projects		\$38,505			
124 Accounts Receivable - Other Government	\$140,782		\$5,348,913	\$943,084	\$141,845
125 Accounts Receivable - Miscellaneous			\$5,180,547	\$728,561	\$43,188
126 Accounts Receivable - Tenants				\$40,810	\$27,162
126.1 Allowance for Doubtful Accounts - Tenants				\$0	\$0
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	\$0	\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current			\$1,090,242		
128 Fraud Recovery			\$12,697		
128.1 Allowance for Doubtful Accounts - Fraud			-\$12,697		
129 Accrued Interest Receivable			\$5,592	\$115,828	
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$140,782	\$38,505	\$11,625,294	\$1,828,283	\$212,195
131 Investments - Unrestricted			\$5,554,182	\$21,822,262	
132 Investments - Restricted				\$6,000,000	
135 Investments - Restricted for Payment of Current Liability					
142 Prepaid Expenses and Other Assets			\$2,100	\$501,119	\$245,810
143 Inventories					
143.1 Allowance for Obsolete Inventories					

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	93,568 Low-Income Home Energy Assistance	14,239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discretely Presented
144 Inter Program Due From		\$524,966	\$3,914,913	\$2,455,168	
145 Assets Held for Sale					
150 Total Current Assets	\$140,782	\$1,619,587	\$40,724,564	\$91,581,936	\$13,675,630
161 Land					
162 Buildings			\$5,713,024	\$22,945,112	\$17,513,828
163 Furniture, Equipment & Machinery - Dwellings				\$167,405,598	\$82,144,345
164 Furniture, Equipment & Machinery - Administration				\$2,855,053	\$1,512,166
165 Leasehold Improvements				\$5,337,786	\$27,082
166 Accumulated Depreciation				-\$57,032,502	-\$18,464,704
167 Construction in Progress					
168 Infrastructure					
160 Total Capital Assets, Net of Accumulated Depreciation	\$0	\$0	\$5,713,024	\$141,511,047	\$82,732,717
171 Notes, Loans and Mortgages Receivable - Non-Current		\$5,878,197	\$42,146,222	\$0	
172 Notes, Loans, & Mortgages Receivable - Non Current - Past					
173 Grants Receivable - Non Current					
174 Other Assets			\$441,748		\$418,159
176 Investments in Joint Ventures			\$7,903,201		
180 Total Non-Current Assets	\$0	\$5,878,197	\$56,204,195	\$141,511,047	\$83,150,876
200 Deferred Outflow of Resources				\$86,169	
290 Total Assets and Deferred Outflow of Resources	\$140,782	\$7,497,784	\$96,928,759	\$233,179,152	\$96,826,506
311 Bank Overdraft					

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit Fiscal Year End: 06/30/2018

	93.568 Low-Income Home Energy Assistance	14.239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discreetly Presented
312 Accounts Payable <= 90 Days	\$59,880	\$177	\$93,452	\$712,266	\$101,338
313 Accounts Payable >90 Days Past Due					
321 Accrued Wage/Payroll Taxes Payable	\$7,887	\$4,512	\$26,158	\$170,405	
322 Accrued Compensated Absences - Current Portion				\$489,749	
324 Accrued Contingency Liability					
325 Accrued Interest Payable				\$1,751,960	
331 Accounts Payable - HUD PHA Programs					
332 Account Payable - PHA Projects					
333 Accounts Payable - Other Government			\$1,179	\$306,542	\$221,376
341 Tenant Security Deposits				\$1,090,514	\$378,401
342 Unearned Revenue			\$12,969	\$173,155	\$29,815
343 Current Portion of Long-term Debt - Capital				\$3,360,000	\$129,696
344 Current Portion of Long-term Debt - Operating Borrowings					
345 Other Current Liabilities	\$30		\$10,631	\$67,239	\$799,679
346 Accrued Liabilities - Other					
347 Inter Program - Due To	\$58,507		\$413,535	\$2,523,550	
348 Loan Liability - Current					
310 Total Current Liabilities	\$126,304	\$4,689	\$557,924	\$10,645,380	\$1,660,305
351 Long-term Debt, Net of Current - Capital Projects/Mortgage			\$600,000	\$85,353,639	\$26,900,670
352 Long-term Debt, Net of Current - Operating Borrowings					
353 Non-current Liabilities - Other					\$1,365,712
354 Accrued Compensated Absences - Non Current				\$455,701	
355 Loan Liability - Non Current					
356 FASB 5 Liabilities					
357 Accrued Pension and OPEB Liabilities					

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	93.568 Low-Income Home Energy Assistance	14.239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discretely Presented
350 Total Non-Current Liabilities	\$0	\$0	\$600,000	\$85,809,340	\$28,266,382
300 Total Liabilities	\$126,304	\$4,689	\$1,157,924	\$96,454,720	\$29,926,687
400 Deferred Inflow of Resources			\$9,992,615		
508.4 Net Investment in Capital Assets	\$0	\$0	\$5,713,024	\$58,750,964	\$55,702,351
511.4 Restricted Net Position	\$14,478	\$6,968,129	\$31,429,110	\$13,157,171	\$10,983,471
512.4 Unrestricted Net Position	\$0	\$524,966	\$48,636,086	\$64,816,297	\$233,997
513 Total Equity - Net Assets / Position	\$14,478	\$7,493,095	\$85,778,220	\$136,724,432	\$66,899,819
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$140,782	\$7,497,784	\$96,928,759	\$233,179,152	\$96,826,506

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
111 Cash - Unrestricted	\$3,572,040	\$82,768,735		\$82,768,735
112 Cash - Restricted - Modernization and Development		\$61,865		\$61,865
113 Cash - Other Restricted	\$1,164,195	\$21,268,153		\$21,268,153
114 Cash - Tenant Security Deposits	\$213,166	\$603,643		\$603,643
115 Cash - Restricted for Payment of Current Liabilities		\$57,948		\$57,948
100 Total Cash	\$4,949,401	\$104,760,344	\$0	\$104,760,344
121 Accounts Receivable - PHA Projects		\$11,843		\$11,843
122 Accounts Receivable - HUD Other Projects		\$407,811		\$407,811
124 Accounts Receivable - Other Government	\$9,733	\$6,673,653		\$6,673,653
125 Accounts Receivable - Miscellaneous	\$15,320	\$6,259,559		\$6,259,559
126 Accounts Receivable - Tenants	\$15,239	\$127,518		\$127,518
126.1 Allowance for Doubtful Accounts - Tenants	\$0	\$0		\$0
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0		\$0
127 Notes, Loans, & Mortgages Receivable - Current		\$1,090,242		\$1,090,242
128 Fraud Recovery		\$159,235		\$159,235
128.1 Allowance for Doubtful Accounts - Fraud		-\$159,235		-\$159,235
129 Accrued Interest Receivable		\$123,823		\$123,823
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$40,292	\$14,694,449	\$0	\$14,694,449
131 Investments - Unrestricted		\$27,376,444		\$27,376,444
132 Investments - Restricted		\$6,000,000		\$6,000,000
135 Investments - Restricted for Payment of Current Liability				
142 Prepaid Expenses and Other Assets	\$130,623	\$1,014,094		\$1,014,094
143 Inventories				
143.1 Allowance for Obsolete Inventories				

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
144 Inter Program Due From		\$6,895,047	-\$6,895,047	\$0
145 Assets Held for Sale				
150 Total Current Assets	\$5,120,316	\$160,740,378	-\$6,895,047	\$153,845,331
161 Land				
162 Buildings	\$5,720,469	\$56,425,338		\$56,425,338
163 Furniture, Equipment & Machinery - Dwellings	\$32,298,392	\$312,076,616		\$312,076,616
164 Furniture, Equipment & Machinery - Administration	\$457,819	\$5,034,479		\$5,034,479
165 Leasehold Improvements	\$44,111	\$5,563,665		\$5,563,665
166 Accumulated Depreciation				
167 Construction in Progress	-\$15,903,603	-\$108,825,033		-\$108,825,033
168 Infrastructure				
160 Total Capital Assets, Net of Accumulated Depreciation	\$22,617,188	\$270,275,065	\$0	\$270,275,065
171 Notes, Loans and Mortgages Receivable - Non-Current				
172 Notes, Loans, & Mortgages Receivable - Non Current - Past		\$60,561,559		\$60,561,559
173 Grants Receivable - Non Current				
174 Other Assets		\$859,907		\$859,907
176 Investments in Joint Ventures		\$7,903,201		\$7,903,201
180 Total Non-Current Assets	\$22,617,188	\$339,599,732	\$0	\$339,599,732
200 Deferred Outflow of Resources				
		\$86,169		\$86,169
290 Total Assets and Deferred Outflow of Resources				
	\$27,737,504	\$500,426,279	-\$6,895,047	\$493,531,232
311 Bank Overdraft				

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
312 Accounts Payable <= 90 Days	\$67,318	\$1,285,858		\$1,285,858
313 Accounts Payable >90 Days Past Due				
321 Accrued Wage/Payroll Taxes Payable	\$13,613	\$306,108		\$306,108
322 Accrued Compensated Absences - Current Portion		\$489,749		\$489,749
324 Accrued Contingency Liability				
325 Accrued Interest Payable		\$1,751,960		\$1,751,960
331 Accounts Payable - HUD PHA Programs		\$24,371		\$24,371
332 Account Payable - PHA Projects		\$6,659		\$6,659
333 Accounts Payable - Other Government	\$64,119	\$687,314		\$687,314
341 Tenant Security Deposits	\$212,659	\$1,885,278		\$1,885,278
342 Unearned Revenue	\$16,970	\$246,144		\$246,144
343 Current Portion of Long-term Debt - Capital		\$3,489,696		\$3,489,696
344 Current Portion of Long-term Debt - Operating Borrowings				
345 Other Current Liabilities		\$936,012		\$936,012
346 Accrued Liabilities - Other				
347 Inter Program - Due To	\$3,827,962	\$6,895,047	-\$6,895,047	\$0
348 Loan Liability - Current				
310 Total Current Liabilities	\$4,202,641	\$18,004,196	-\$6,895,047	\$11,109,149
351 Long-term Debt, Net of Current - Capital Projects/Mortgage	\$7,079,980	\$120,400,289		\$120,400,289
352 Long-term Debt, Net of Current - Operating Borrowings				
353 Non-current Liabilities - Other		\$1,365,712		\$1,365,712
354 Accrued Compensated Absences - Non Current		\$455,701		\$455,701
355 Loan Liability - Non Current				
356 FASB 5 Liabilities				
357 Accrued Pension and OPEB Liabilities				

DAKOTA COUNTY CDA (MN147)
Eagan, MN

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
350 Total Non-Current Liabilities	\$7,079,980	\$122,221,702	\$0	\$122,221,702
300 Total Liabilities	\$11,282,621	\$140,225,898	-\$6,895,047	\$133,330,851
400 Deferred Inflow of Resources		\$9,992,615		\$9,992,615
508.4 Net Investment in Capital Assets	\$16,676,513	\$154,077,941		\$154,077,941
511.4 Restricted Net Position	\$1,164,195	\$77,931,026		\$77,931,026
512.4 Unrestricted Net Position	-\$1,385,825	\$118,198,799		\$118,198,799
513 Total Equity - Net Assets / Position	\$16,454,883	\$350,207,766	\$0	\$350,207,766
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$27,737,504	\$500,426,279	-\$6,895,047	\$493,531,232

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14,896 PIH Family Self-Sufficiency Program	14,169 Housing Counseling Assistance Program	14,267 Continuum of Care Program	14,228 Community Development Block Grants/State's Program
70300 Net Tenant Rental Revenue	\$2,094,091				\$9,821
70400 Tenant Revenue - Other	\$73,774				\$123
70500 Total Tenant Revenue	\$2,167,865	\$0	\$0	\$0	\$9,944
70600 HUD PHA Operating Grants	\$204,989	\$8,202	\$33,936	\$205,075	
70610 Capital Grants	\$274,423				
70710 Management Fee					
70720 Asset Management Fee					
70730 Book Keeping Fee					
70740 Front Line Service Fee					
70750 Other Fees					
70700 Total Fee Revenue					
70800 Other Government Grants					
71100 Investment Income - Unrestricted	\$50,302				
71200 Mortgage Interest Income					
71300 Proceeds from Disposition of Assets Held for Sale					
71310 Cost of Sale of Assets					
71400 Fraud Recovery					
71500 Other Revenue	\$7,530				\$832
71600 Gain or Loss on Sale of Capital Assets	-\$64,541				
72000 Investment Income - Restricted					
70000 Total Revenue	\$2,640,568	\$8,202	\$33,936	\$205,075	\$10,776
91100 Administrative Salaries	\$170,752		\$19,029	\$3,699	\$3,045

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14,896 PIH Family Self-Sufficiency Program	14,169 Housing Counseling Assistance Program	14,267 Continuum of Care Program	14,228 Community Development Block Grants/State's Program
91200 Auditing Fees	\$4,440			\$213	\$85
91300 Management Fee					
91310 Book-keeping Fee					
91400 Advertising and Marketing					
91500 Employee Benefit contributions - Administrative	\$57,629		\$6,494	\$1,284	\$908
91600 Office Expenses	\$228,673		\$8,413	\$3,352	\$1,520
91700 Legal Expense	\$17,400				
91800 Travel	\$5,570				\$2
91810 Allocated Overhead					
91900 Other					
91000 Total Operating - Administrative	\$484,464	\$0	\$33,936	\$8,548	\$5,560
92000 Asset Management Fee					
92100 Tenant Services - Salaries		\$5,482			
92200 Relocation Costs		\$2,720			
92300 Employee Benefit Contributions - Tenant Services					
92400 Tenant Services - Other	\$10,000				
92500 Total Tenant Services	\$10,000	\$8,202	\$0	\$0	\$0
93100 Water	\$155,612				\$640
93200 Electricity	\$21,237				
93300 Gas	\$20,808				
93400 Fuel					
93500 Labor					
93600 Sewer					
93700 Employee Benefit Contributions - Utilities					

DAKOTA COUNTY CDA (MN147)
Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14,896 PIH Family Self-Sufficiency Program	14,169 Housing Counseling Assistance Program	14,267 Continuum of Care Program	14,228 Community Development Block Grants/State's Program
93800 Other Utilities Expense					
93000 Total Utilities	\$197,657	\$0	\$0	\$0	\$640
94100 Ordinary Maintenance and Operations - Labor					
94200 Ordinary Maintenance and Operations - Materials and	\$225,040				\$96
94300 Ordinary Maintenance and Operations Contracts	\$95,700				\$199
94500 Employee Benefit Contributions - Ordinary Maintenance	\$619,336				\$3,275
94000 Total Maintenance	\$69,953				\$34
	\$1,010,029	\$0	\$0	\$0	\$3,604
95100 Protective Services - Labor					
95200 Protective Services - Other Contract Costs					
95300 Protective Services - Other					
95500 Employee Benefit Contributions - Protective Services					
95000 Total Protective Services	\$0	\$0	\$0	\$0	\$0
96110 Property Insurance	\$104,485				\$486
96120 Liability Insurance					
96130 Workmen's Compensation					
96140 All Other Insurance					
96100 Total Insurance Premiums	\$104,485	\$0	\$0	\$0	\$486
96200 Other General Expenses	\$9,570				\$340
96210 Compensated Absences	\$3,727				\$57
96300 Payments in Lieu of Taxes	\$185,788				\$915
96400 Bad debt - Tenant Rents	\$7,601				
96500 Bad debt - Mortgages					

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14,896 PIH Family Self-Sufficiency Program	14,169 Housing Counseling Assistance Program	14,267 Continuum of Care Program	14,228 Community Development Block Grants/State's Program
96600 Bad debt - Other					
96800 Severance Expense					
96000 Total Other General Expenses	\$206,686	\$0	\$0	\$0	\$1,312
96710 Interest of Mortgage (or Bonds) Payable					
96720 Interest on Notes Payable (Short and Long Term)					
96730 Amortization of Bond Issue Costs					
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0	\$0	\$0
96900 Total Operating Expenses	\$2,013,321	\$8,202	\$33,936	\$8,548	\$11,602
97000 Excess of Operating Revenue over Operating Expenses	\$627,247	\$0	\$0	\$196,527	-\$826
97100 Extraordinary Maintenance	\$37,488				
97200 Casualty Losses - Non-capitalized	-\$3,595				
97300 Housing Assistance Payments				\$196,527	
97350 HAP Portability-In					
97400 Depreciation Expense	\$784,192				\$5,117
97500 Fraud Losses					
97600 Capital Outlays - Governmental Funds					
97700 Debt Principal Payment - Governmental Funds					
97800 Dwelling Units Rent Expense					
90000 Total Expenses	\$2,831,406	\$8,202	\$33,936	\$205,075	\$16,719
10010 Operating Transfer In					
10020 Operating transfer Out					

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14,896 PIH Family Self-Sufficiency Program	14,169 Housing Counseling Assistance Program	14,267 Continuum of Care Program	14,228 Community Development Block Grants/State's Program
10030 Operating Transfers from/to Primary Government					
10040 Operating Transfers from/to Component Unit					
10050 Proceeds from Notes, Loans and Bonds					
10060 Proceeds from Property Sales					
10070 Extraordinary Items, Net Gain/Loss					
10080 Special Items (Net Gain/Loss)					
10091 Inter Project Excess Cash Transfer In					
10092 Inter Project Excess Cash Transfer Out					
10093 Transfers between Program and Project - In					
10094 Transfers between Project and Program - Out					
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	-\$190,838	\$0	\$0	\$0	-\$5,943
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0	\$0
11030 Beginning Equity	\$20,752,059	\$0	\$0	\$0	\$303,355
11040 Prior Period Adjustments, Equity Transfers and Correction					
11050 Changes in Compensated Absence Balance					
11060 Changes in Contingent Liability Balance					
11070 Changes in Unrecognized Pension Transition Liability					
11080 Changes in Special Term/Severance Benefits Liability					
11090 Changes in Allowance for Doubtful Accounts - Dwelling					
11100 Changes in Allowance for Doubtful Accounts - Other					
11170 Administrative Fee Equity					
11180 Housing Assistance Payments Equity					

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.169 Housing Counseling Assistance Program	14.267 Continuum of Care Program	14.228 Community Development Block Grants/State's Program
11190 Unit Months Available	3860			276	12
11210 Number of Unit Months Leased	3810			276	12
11270 Excess Cash	\$3,171,433				
11610 Land Purchases	\$0				
11620 Building Purchases	\$274,423				
11630 Furniture & Equipment - Dwelling Purchases	\$0				
11640 Furniture & Equipment - Administrative Purchases	\$0				
11650 Leasehold Improvements Purchases	\$0				
11660 Infrastructure Purchases	\$0				
13510 CFFP Debt Service Payments	\$0				
13901 Replacement Housing Factor Funds	\$0				

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low-Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
70300 Net Tenant Rental Revenue	\$27,894				
70400 Tenant Revenue - Other	\$150				
70500 Total Tenant Revenue	\$28,044	\$0	\$0	\$0	\$0
70600 HUD PHA Operating Grants	\$1,830,567		\$19,882,852	\$12,956	\$162,060
70610 Capital Grants					
70710 Management Fee					
70720 Asset Management Fee					
70730 Book Keeping Fee					
70740 Front Line Service Fee					
70750 Other Fees					
70700 Total Fee Revenue					
70800 Other Government Grants		\$398,956			
71100 Investment Income - Unrestricted			\$26,107		
71200 Mortgage Interest Income					
71300 Proceeds from Disposition of Assets Held for Sale					
71310 Cost of Sale of Assets					
71400 Fraud Recovery			\$130,054		
71500 Other Revenue	\$21,294	\$1,975	\$794,056		
71600 Gain or Loss on Sale of Capital Assets			-\$630		
72000 Investment Income - Restricted					
70000 Total Revenue	\$1,879,905	\$400,931	\$20,832,439	\$12,956	\$162,060
91100 Administrative Salaries	\$265,443	\$57,309	\$869,737	\$1,344	\$1,946
91200 Auditing Fees	\$2,364		\$22,241		\$119

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low- Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
91300 Management Fee					
91310 Book-keeping Fee					
91400 Advertising and Marketing					
91500 Employee Benefit contributions - Administrative	\$89,321	\$17,472	\$291,092	\$449	\$616
91600 Office Expenses	\$151,549	\$45,486	\$823,072	\$823	\$970
91700 Legal Expense	\$1,616		\$17,764		
91800 Travel		\$2,340	\$3,059		
91810 Allocated Overhead	\$4,182				
91900 Other					
91000 Total Operating - Administrative	\$514,475	\$122,607	\$2,026,965	\$2,616	\$3,651
92000 Asset Management Fee					
92100 Tenant Services - Salaries					
92200 Relocation Costs					
92300 Employee Benefit Contributions - Tenant Services					
92400 Tenant Services - Other					
92500 Total Tenant Services	\$0	\$0	\$0	\$0	\$0
93100 Water	\$2,223				
93200 Electricity	\$55				
93300 Gas	\$10				
93400 Fuel					
93500 Labor					
93600 Sewer					
93700 Employee Benefit Contributions - Utilities					
93800 Other Utilities Expense					

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low-Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
93000 Total Utilities	\$2,288	\$0	\$0	\$0	\$0
94100 Ordinary Maintenance and Operations - Labor	\$2,714				
94200 Ordinary Maintenance and Operations - Materials and	\$902				
94300 Ordinary Maintenance and Operations Contracts	\$25,261				
94500 Employee Benefit Contributions - Ordinary Maintenance	\$1,100				
94000 Total Maintenance	\$29,977	\$0	\$0	\$0	\$0
95100 Protective Services - Labor					
95200 Protective Services - Other Contract Costs					
95300 Protective Services - Other					
95500 Employee Benefit Contributions - Protective Services					
95000 Total Protective Services	\$0	\$0	\$0	\$0	\$0
96110 Property Insurance	\$1,831				
96120 Liability Insurance					
96130 Workmen's Compensation					
96140 All Other Insurance					
96100 Total Insurance Premiums	\$1,831	\$0	\$0	\$0	\$0
96200 Other General Expenses	\$689,630	\$276,604	\$56,140		\$158,409
96210 Compensated Absences	\$228		\$22,604		
96300 Payments in Lieu of Taxes	\$2,586				
96400 Bad debt - Tenant Rents					
96500 Bad debt - Mortgages	\$401				
96600 Bad debt - Other			\$21,762		

DAKOTA COUNTY CDA (MN147)
Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low-Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
96800 Severance Expense					
96000 Total Other General Expenses	\$692,845	\$276,604	\$100,506	\$0	\$158,409
96710 Interest of Mortgage (or Bonds) Payable					
96720 Interest on Notes Payable (Short and Long Term)					
96730 Amortization of Bond Issue Costs					
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0	\$0	\$0
96900 Total Operating Expenses	\$1,241,416	\$399,211	\$2,127,471	\$2,616	\$162,060
97000 Excess of Operating Revenue over Operating Expenses	\$638,489	\$1,720	\$18,704,968	\$10,340	\$0
97100 Extraordinary Maintenance					
97200 Casualty Losses - Non-capitalized			-\$270,825		
97300 Housing Assistance Payments			\$18,501,896	\$8,790	
97350 HAP Portability-In			\$719,208		
97400 Depreciation Expense	\$11,584		\$1,250		
97500 Fraud Losses					
97600 Capital Outlays - Governmental Funds					
97700 Debt Principal Payment - Governmental Funds					
97800 Dwelling Units Rent Expense					
90000 Total Expenses	\$1,253,000	\$399,211	\$21,079,000	\$11,406	\$162,060
10010 Operating Transfer In			\$0		
10020 Operating transfer Out			-\$31,074		
10030 Operating Transfers from/to Primary Government					

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low- Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
10040 Operating Transfers from/to Component Unit					
10050 Proceeds from Notes, Loans and Bonds					
10060 Proceeds from Property Sales					
10070 Extraordinary Items, Net Gain/Loss					
10080 Special Items (Net Gain/Loss)					
10091 Inter Project Excess Cash Transfer In					
10092 Inter Project Excess Cash Transfer Out					
10093 Transfers between Program and Project - In					
10094 Transfers between Project and Program - Out					
10100 Total Other financing Sources (Uses)	\$0	\$0	-\$31,074	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$626,905	\$1,720	-\$277,635	\$1,550	\$0
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0	\$0
11030 Beginning Equity	\$13,213,762	\$0	\$2,409,901	\$2,678	\$0
11040 Prior Period Adjustments, Equity Transfers and Correction		\$5,325	\$0		
11050 Changes in Compensated Absence Balance					
11060 Changes in Contingent Liability Balance					
11070 Changes in Unrecognized Pension Transition Liability					
11080 Changes in Special Term/Severance Benefits Liability					
11090 Changes in Allowance for Doubtful Accounts - Dwelling					
11100 Changes in Allowance for Doubtful Accounts - Other					
11170 Administrative Fee Equity			\$1,905,511		
11180 Housing Assistance Payments Equity			\$226,755		
11190 Unit Months Available	48		31596	48	

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.218 Community Development Block Grants/Entitlement Grants	81.042 Weatherization Assistance for Low- Income Persons	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.231 Emergency Shelter Grants Program
11210 Number of Unit Months Leased	48		31255	48	
11270 Excess Cash					
11610 Land Purchases					
11620 Building Purchases					
11630 Furniture & Equipment - Dwelling Purchases					
11640 Furniture & Equipment - Administrative Purchases					
11650 Leasehold Improvements Purchases					
11660 Infrastructure Purchases					
13510 CFFP Debt Service Payments					
13901 Replacement Housing Factor Funds					

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	93.568 Low-Income Home Energy Assistance	14.239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discretely Presented
70300 Net Tenant Rental Revenue				\$13,998,216	\$4,754,900
70400 Tenant Revenue - Other				\$1,076,862	\$124,410
70500 Total Tenant Revenue	\$0	\$0	\$0	\$15,075,078	\$4,879,310
70600 HUD PHA Operating Grants					
70610 Capital Grants		\$1,262,388			
70710 Management Fee					
70720 Asset Management Fee					
70730 Book Keeping Fee					
70740 Front Line Service Fee					
70750 Other Fees					
70700 Total Fee Revenue					
70800 Other Government Grants	\$676,263		\$1,007,818	\$623,956	
71100 Investment Income - Unrestricted			\$432,972	\$676,214	
71200 Mortgage Interest Income		\$76,948	\$1,169,164		
71300 Proceeds from Disposition of Assets Held for Sale					
71310 Cost of Sale of Assets					
71400 Fraud Recovery					
71500 Other Revenue	\$8,675	\$470,872	\$10,377,790	\$4,521,697	\$23,494
71600 Gain or Loss on Sale of Capital Assets			\$62,152	-\$379,372	
72000 Investment Income - Restricted		\$7,938		\$111,636	\$1,138
70000 Total Revenue	\$684,938	\$1,818,146	\$13,049,896	\$20,625,209	\$4,903,942
91100 Administrative Salaries	\$74,797	\$48,665	\$499,823	\$2,573,548	\$219,034
91200 Auditing Fees	\$108	\$1,620	\$12,555	\$30,465	

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	93.568 Low-Income Home Energy Assistance	14.239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discretely Presented
91300 Management Fee					
91310 Book-keeping Fee					
91400 Advertising and Marketing					
91500 Employee Benefit contributions - Administrative	\$20,835	\$17,625	\$153,451	\$739,253	\$71,791
91600 Office Expenses	\$45,254	\$52,855	\$326,545	\$2,903,929	\$571,863
91700 Legal Expense			\$27,768	\$22,505	\$6,312
91800 Travel			\$6,817	\$10,276	
91810 Allocated Overhead					
91900 Other					
91000 Total Operating - Administrative	\$140,994	\$120,765	\$1,026,959	\$6,279,976	\$869,000
92000 Asset Management Fee					
92100 Tenant Services - Salaries					
92200 Relocation Costs					
92300 Employee Benefit Contributions - Tenant Services					
92400 Tenant Services - Other				\$131,396	
92500 Total Tenant Services	\$0	\$0	\$0	\$131,396	\$0
93100 Water					
93200 Electricity			\$4,865	\$425,852	\$226,252
93300 Gas				\$582,342	\$27,702
93400 Fuel				\$362,399	\$6,174
93500 Labor					
93600 Sewer					
93700 Employee Benefit Contributions - Utilities					
93800 Other Utilities Expense					

DAKOTA COUNTY CDA (MN147)
Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	93.568 Low-Income Home Energy Assistance	14.239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discretely Presented
93000 Total Utilities	\$0	\$0	\$4,865	\$1,370,593	\$260,128
94100 Ordinary Maintenance and Operations - Labor			\$100	\$981,211	\$227,374
94200 Ordinary Maintenance and Operations - Materials and				\$325,797	\$111,162
94300 Ordinary Maintenance and Operations Contracts			\$30,920	\$2,116,384	\$668,883
94500 Employee Benefit Contributions - Ordinary Maintenance			\$30	\$256,455	\$64,315
94000 Total Maintenance	\$0	\$0	\$31,050	\$3,679,847	\$1,071,734
95100 Protective Services - Labor					
95200 Protective Services - Other Contract Costs					
95300 Protective Services - Other					
95500 Employee Benefit Contributions - Protective Services					
95000 Total Protective Services	\$0	\$0	\$0	\$0	\$0
96110 Property Insurance					
96120 Liability Insurance			\$353	\$485,461	\$210,167
96130 Workmen's Compensation					
96140 All Other Insurance					
96100 Total Insurance Premiums	\$0	\$0	\$353	\$485,461	\$210,167
96200 Other General Expenses	\$535,269	\$1,384,042	\$2,379,028	\$304,818	\$581,380
96210 Compensated Absences			\$24,500	\$48,488	
96300 Payments in Lieu of Taxes				\$637,140	\$221,376
96400 Bad debt - Tenant Rents				\$32,982	\$11,747
96500 Bad debt - Mortgages		\$3,597	\$208		
96600 Bad debt - Other					

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	93.568 Low-Income Home Energy Assistance	14.239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discretely Presented
96800 Severance Expense					
96000 Total Other General Expenses	\$535,269	\$1,387,639	\$2,403,736	\$1,023,428	\$814,503
96710 Interest of Mortgage (or Bonds) Payable					
96720 Interest on Notes Payable (Short and Long Term)			\$21,950	\$3,338,047	\$823,664
96730 Amortization of Bond Issue Costs					
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$21,950	\$3,338,047	\$62,197
					\$885,861
96900 Total Operating Expenses	\$676,263	\$1,508,404	\$3,488,913	\$16,308,748	\$4,111,393
97000 Excess of Operating Revenue over Operating Expenses	\$8,675	\$309,742	\$9,560,983	\$4,320,461	\$792,549
97100 Extraordinary Maintenance				\$1,050,125	\$204,216
97200 Casualty Losses - Non-capitalized				\$2,807	\$29,728
97300 Housing Assistance Payments			\$803,790		
97350 HAP Portability-In					
97400 Depreciation Expense				\$4,719,540	\$2,452,508
97500 Fraud Losses					
97600 Capital Outlays - Governmental Funds					
97700 Debt Principal Payment - Governmental Funds					
97800 Dwelling Units Rent Expense					
90000 Total Expenses	\$676,263	\$1,508,404	\$4,292,703	\$22,081,220	\$6,797,845
10010 Operating Transfer In			\$1,702,776	\$5,656,306	
10020 Operating transfer Out			-\$7,509,303		
10030 Operating Transfers from/to Primary Government					

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit Fiscal Year End: 06/30/2018

	93.568 Low-Income Home Energy Assistance	14.239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discretely Presented
10040 Operating Transfers from/to Component Unit					
10050 Proceeds from Notes, Loans and Bonds					
10060 Proceeds from Property Sales					
10070 Extraordinary Items, Net Gain/Loss					
10080 Special Items (Net Gain/Loss)					
10091 Inter Project Excess Cash Transfer In					
10092 Inter Project Excess Cash Transfer Out					
10093 Transfers between Program and Project - In					
10094 Transfers between Project and Program - Out					
10100 Total Other financing Sources (Uses)	\$0	\$0	-\$5,806,527	\$5,656,306	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$8,675	\$309,742	\$2,950,666	\$4,204,295	-\$1,893,903
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$3,360,000	\$129,696
11030 Beginning Equity	\$0	\$7,183,353	\$146,517,073	\$84,527,672	\$0
11040 Prior Period Adjustments, Equity Transfers and Correction	\$5,803		-\$63,689,519	\$47,992,465	\$68,793,722
11050 Changes in Compensated Absence Balance					
11060 Changes in Contingent Liability Balance					
11070 Changes in Unrecognized Pension Transition Liability					
11080 Changes in Special Term/Severance Benefits Liability					
11090 Changes in Allowance for Doubtful Accounts - Dwelling					
11100 Changes in Allowance for Doubtful Accounts - Other					
11170 Administrative Fee Equity					
11180 Housing Assistance Payments Equity					
11190 Unit Months Available			1484	21072	6132

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	93.568 Low-Income Home Energy Assistance	14.239 HOME Investment Partnerships Program	2 State/Local	1 Business Activities	6.1 Component Unit - Discretely Presented
11210 Number of Unit Months Leased			1251	20781	6050
11270 Excess Cash					
11610 Land Purchases					
11620 Building Purchases					
11630 Furniture & Equipment - Dwelling Purchases					
11640 Furniture & Equipment - Administrative Purchases					
11650 Leasehold Improvements Purchases					
11660 Infrastructure Purchases					
13510 CFFP Debt Service Payments					
13901 Replacement Housing Factor Funds					

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
70300 Net Tenant Rental Revenue	\$2,790,994	\$23,675,916		\$23,675,916
70400 Tenant Revenue - Other	\$87,009	\$1,362,328		\$1,362,328
70500 Total Tenant Revenue	\$2,878,003	\$25,038,244	\$0	\$25,038,244
70600 HUD PHA Operating Grants		\$23,603,025		\$23,603,025
70610 Capital Grants		\$274,423		\$274,423
70710 Management Fee				
70720 Asset Management Fee				
70730 Book Keeping Fee				
70740 Front Line Service Fee				
70750 Other Fees				
70700 Total Fee Revenue		\$0	\$0	\$0
70800 Other Government Grants		\$2,706,993		\$2,706,993
71100 Investment Income - Unrestricted	\$17,485	\$1,203,080		\$1,203,080
71200 Mortgage Interest Income		\$1,246,112	-\$147,056	\$1,099,056
71300 Proceeds from Disposition of Assets Held for Sale				
71310 Cost of Sale of Assets				
71400 Fraud Recovery		\$130,054		\$130,054
71500 Other Revenue	\$19,152	\$16,247,367	-\$3,389,022	\$12,858,345
71600 Gain or Loss on Sale of Capital Assets	-\$121,393	-\$503,784		-\$503,784
72000 Investment Income - Restricted	\$2,459	\$123,171		\$123,171
70000 Total Revenue	\$2,795,706	\$70,068,685	-\$3,536,078	\$66,532,607
91100 Administrative Salaries	\$132,943	\$4,941,114		\$4,941,114
91200 Auditing Fees	\$4,209	\$78,419		\$78,419

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
91300 Management Fee				
91310 Book-keeping Fee				
91400 Advertising and Marketing				
91500 Employee Benefit contributions - Administrative	\$45,810	\$1,514,030		\$1,514,030
91600 Office Expenses	\$368,937	\$5,533,241	-\$3,286,826	\$2,246,415
91700 Legal Expense	\$4,002	\$97,367		\$97,367
91800 Travel		\$32,246		\$32,246
91810 Allocated Overhead				
91900 Other				
91000 Total Operating - Administrative	\$555,901	\$12,196,417	-\$3,286,826	\$8,909,591
92000 Asset Management Fee				
92100 Tenant Services - Salaries		\$5,482		\$5,482
92200 Relocation Costs		\$2,720		\$2,720
92300 Employee Benefit Contributions - Tenant Services				
92400 Tenant Services - Other		\$141,396		\$141,396
92500 Total Tenant Services	\$0	\$149,598	\$0	\$149,598
93100 Water	\$155,362	\$970,806		\$970,806
93200 Electricity	\$14,099	\$645,435		\$645,435
93300 Gas	\$7,632	\$397,023		\$397,023
93400 Fuel				
93500 Labor				
93600 Sewer				
93700 Employee Benefit Contributions - Utilities				
93800 Other Utilities Expense				

DAKOTA COUNTY CDA (MN147)
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Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
93000 Total Utilities	\$177,093	\$2,013,264	\$0	\$2,013,264
94100 Ordinary Maintenance and Operations - Labor	\$166,759	\$1,603,294		\$1,603,294
94200 Ordinary Maintenance and Operations - Materials and	\$81,412	\$615,172		\$615,172
94300 Ordinary Maintenance and Operations Contracts	\$560,481	\$4,024,540		\$4,024,540
94500 Employee Benefit Contributions - Ordinary Maintenance	\$50,634	\$442,521		\$442,521
94000 Total Maintenance	\$859,286	\$6,685,527	\$0	\$6,685,527
95100 Protective Services - Labor				
95200 Protective Services - Other Contract Costs				
95300 Protective Services - Other				
95500 Employee Benefit Contributions - Protective Services				
95000 Total Protective Services	\$0	\$0	\$0	\$0
96110 Property Insurance	\$145,881	\$948,664		\$948,664
96120 Liability Insurance				
96130 Workmen's Compensation				
96140 All Other Insurance				
96100 Total Insurance Premiums	\$145,881	\$948,664	\$0	\$948,664
96200 Other General Expenses	\$149,070	\$6,524,300	-\$102,196	\$6,422,104
96210 Compensated Absences	\$4,795	\$104,399		\$104,399
96300 Payments in Lieu of Taxes	\$128,917	\$1,176,722		\$1,176,722
96400 Bad debt - Tenant Rents	\$15,542	\$67,872		\$67,872
96500 Bad debt - Mortgages		\$4,206		\$4,206
96600 Bad debt - Other		\$21,762		\$21,762

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
96800 Severance Expense				
96000 Total Other General Expenses	\$298,324	\$7,899,261	-\$102,196	\$7,797,065
96710 Interest of Mortgage (or Bonds) Payable				
96720 Interest on Notes Payable (Short and Long Term)	\$176,792	\$4,360,453	-\$147,056	\$4,213,397
96730 Amortization of Bond Issue Costs		\$62,197		\$62,197
96700 Total Interest Expense and Amortization Cost	\$176,792	\$4,422,650	-\$147,056	\$4,275,594
96900 Total Operating Expenses	\$2,213,277	\$34,315,381	-\$3,536,078	\$30,779,303
97000 Excess of Operating Revenue over Operating Expenses	\$582,429	\$35,753,304	\$0	\$35,753,304
97100 Extraordinary Maintenance	\$422,419	\$1,714,248		\$1,714,248
97200 Casualty Losses - Non-capitalized		-\$241,885		-\$241,885
97300 Housing Assistance Payments		\$19,511,003		\$19,511,003
97350 HAP Portability-In		\$719,208		\$719,208
97400 Depreciation Expense	\$823,462	\$8,797,653		\$8,797,653
97500 Fraud Losses				
97600 Capital Outlays - Governmental Funds				
97700 Debt Principal Payment - Governmental Funds				
97800 Dwelling Units Rent Expense				
90000 Total Expenses	\$3,459,158	\$64,815,608	-\$3,536,078	\$61,279,530
10010 Operating Transfer In	\$181,295	\$7,540,377	-\$7,540,377	\$0
10020 Operating transfer Out		-\$7,540,377	\$7,540,377	\$0
10030 Operating Transfers from/to Primary Government				

DAKOTA COUNTY CDA (MN147)
Eagan, MN
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
10040 Operating Transfers from/to Component Unit				
10050 Proceeds from Notes, Loans and Bonds				
10060 Proceeds from Property Sales				
10070 Extraordinary Items, Net Gain/Loss				
10080 Special Items (Net Gain/Loss)				
10091 Inter Project Excess Cash Transfer In				
10092 Inter Project Excess Cash Transfer Out				
10093 Transfers between Program and Project - In				
10094 Transfers between Project and Program - Out				
10100 Total Other financing Sources (Uses)	\$181,295	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	-\$482,157	\$5,253,077	\$0	\$5,253,077
11020 Required Annual Debt Principal Payments	\$181,295	\$3,670,991		\$3,670,991
11030 Beginning Equity	\$0	\$274,909,853		\$274,909,853
11040 Prior Period Adjustments, Equity Transfers and Correction	\$16,937,040	\$70,044,836		\$70,044,836
11050 Changes in Compensated Absence Balance				
11060 Changes in Contingent Liability Balance				
11070 Changes in Unrecognized Pension Transition Liability				
11080 Changes in Special Term/Severance Benefits Liability				
11090 Changes in Allowance for Doubtful Accounts - Dwelling				
11100 Changes in Allowance for Doubtful Accounts - Other				
11170 Administrative Fee Equity		\$1,905,511		\$1,905,511
11180 Housing Assistance Payments Equity		\$226,755		\$226,755
11190 Unit Months Available	3552	68080		68080

DAKOTA COUNTY CDA (MN147)

Eagan, MN

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	6.2 Component Unit - Blended	Subtotal	ELIM	Total
11210 Number of Unit Months Leased	3479	67010		67010
11270 Excess Cash		\$3,171,433		\$3,171,433
11610 Land Purchases		\$0		\$0
11620 Building Purchases		\$274,423		\$274,423
11630 Furniture & Equipment - Dwelling Purchases		\$0		\$0
11640 Furniture & Equipment - Administrative Purchases		\$0		\$0
11650 Leasehold Improvements Purchases		\$0		\$0
11660 Infrastructure Purchases		\$0		\$0
13510 CFFP Debt Service Payments		\$0		\$0
13901 Replacement Housing Factor Funds		\$0		\$0

Dakota County Community Development Agency
Schedule of Net Position
Combining Schedule - Business Activities
June 30, 2018

Assets and Deferred Outflows of Resources

	Senior Housing	Lincoln Place	Real Estate Operations	Internal Service Funds	Total Business Activities
Current assets:					
Cash and cash equivalents	\$ 5,395,379	\$ 58,410	\$ 39,258,299	\$ 6,131,544	\$ 50,843,632
Investments	7,000,000	-	14,822,262	-	21,822,262
Restricted cash and cash equivalents	8,122,385	9,087	-	-	8,131,472
Restricted investments	6,000,000	-	-	-	6,000,000
Accounts receivable - tenants	29,229	11,581	-	-	40,810
Accounts receivable - other	30,222	-	686,651	11,688	728,561
Due from other governments	281,353	523,444	138,287	-	943,084
Interest receivable - investments	43,291	-	72,537	-	115,828
Other current assets	-	-	2,325,268	129,900	2,455,168
Prepaid items	382,969	9,908	-	108,241	501,118
Total current assets	27,284,828	612,430	57,303,304	6,381,373	91,581,935
Noncurrent assets:					
Capital assets not being depreciated:					
Land	19,071,760	584,352	-	428,622	20,084,734
Capital assets (net of accumulated depreciation):					
Land improvements	890,555	27,471	-	-	918,026
Buildings	113,913,268	2,729,890	-	2,678,373	119,321,531
Furniture and equipment	868,640	17,764	-	300,352	1,186,756
Total noncurrent assets	134,744,223	3,359,477	-	3,407,347	141,511,047
Total assets	162,029,051	3,971,907	57,303,304	9,788,720	233,092,982
Deferred outflow of resources	86,169	-	-	-	86,169
Total assets and deferred outflows of resources	\$ 162,115,220	\$ 3,971,907	\$ 57,303,304	\$ 9,788,720	\$ 233,179,151

Dakota County Community Development Agency
Schedule of Net Position
Combining Schedule - Business Activities
June 30, 2018

	Senior Housing	Lincoln Place	Real Estate Operations	Internal Service Funds	Total Business Activities
Liabilities, Deferred Inflows of Resources and Net Position					
Current liabilities:					
Accounts payable	\$ 597,625	\$ 18,509	\$ 66,640	\$ 29,492	\$ 712,266
Accrued payroll and benefits	76,083	1,686	15,181	77,455	170,405
Other current liabilities	65,903	523,682	(3,000,000)	5,001,203	2,590,788
Security deposits payable	1,076,866	8,648	-	5,000	1,090,514
Due to other governments	307,132	2,220	-	(2,810)	306,542
Accrued interest payable	1,751,960	-	-	-	1,751,960
Accrued compensated absences	-	-	-	489,749	489,749
Current portion of long-term debt	3,360,000	-	-	-	3,360,000
Unearned revenue	156,514	1,035	-	15,606	173,155
Total current liabilities	7,392,083	555,780	(2,918,179)	5,615,695	10,645,379
Noncurrent liabilities					
Accrued compensated absences	-	-	-	455,701	455,701
Notes payable, net of current portion	-	4,221,028	-	-	4,221,028
Bonds payable	81,132,611	-	-	-	81,132,611
Total noncurrent liabilities	81,132,611	4,221,028	-	455,701	85,809,340
Total liabilities	88,524,694	4,776,808	(2,918,179)	6,071,396	96,454,719
Deferred inflow of resources	-	-	-	-	-
Total liabilities and deferred inflows of resources	88,524,694	4,776,808	(2,918,179)	6,071,396	96,454,719
Net position:					
Net investment in capital assets	56,205,169	(861,552)	-	3,407,347	58,750,964
Restricted for capital projects	12,633,727	523,444	-	-	13,157,171
Unrestricted	4,751,630	(466,793)	60,221,483	309,977	64,816,297
Total net position	73,590,526	(804,901)	60,221,483	3,717,324	136,724,432
Total liabilities, deferred inflows of resources and net position	\$ 162,115,220	\$ 3,971,907	\$ 57,303,304	\$ 9,788,720	\$ 233,179,151

Dakota County Community Development Agency
Schedule of Revenues, Expenses, and Changes in Net Position
Combining Schedule - Business Activities
Year Ended June 30, 2018

	Senior Housing	Lincoln Place	Real Estate Operations	Internal Service Funds	Total Business Activities
Operating revenues:					
Dwelling rents	\$ 13,867,704	\$ 130,512	\$ -	\$ -	\$ 13,998,216
Operating subsidies and grants	462,557	161,399	-	-	623,956
Other	1,224,916	12,218	2,170,965	2,866,673	6,274,772
Total revenues	15,555,177	304,129	2,170,965	2,866,673	20,896,944
Operating expenses:					
Administrative	2,367,556	59,645	1,438,296	2,414,479	6,279,976
Tenant services	31,396	100,000	-	-	131,396
Utilities	1,268,584	33,231	-	68,778	1,370,593
Ordinary maintenance and operation	3,486,924	98,854	2,717	91,352	3,679,847
General expense	1,271,783	18,794	33,285	43,657	1,367,519
Nonroutine maintenance	1,168,883	-	25,419	-	1,194,302
Depreciation	4,381,316	101,364		236,860	4,719,540
Total operating expenses	13,976,442	411,888	1,499,717	2,855,126	18,743,173
Operating income (loss)	1,578,735	(107,759)	671,248	11,547	2,153,771
Nonoperating revenues (expenses):					
Investment earnings	103,639	7,997	-	-	111,636
Interest expense	(3,333,247)	(4,800)	-	-	(3,338,047)
Gain (loss) on disposal of capital assets	(320,777)	(9,342)	-	(49,252)	(379,371)
Total nonoperating revenues (expenses)	(3,550,385)	(6,145)	-	(49,252)	(3,605,782)
Income (loss) before contributions	(1,971,650)	(113,904)	671,248	(37,705)	(1,452,011)
Capital contributions/internal transfers	5,600,000	-	-	56,306	5,656,306
Change in net position	3,628,350	(113,904)	671,248	18,601	4,204,295
Total net position - beginning	69,962,176	(690,997)	59,550,235	3,698,723	132,520,137
Total net position - ending	\$ 73,590,526	\$ (804,901)	\$ 60,221,483	\$ 3,717,324	\$ 136,724,432

Statistical Section

This part of the Dakota County Community Development Agency's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the CDA's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	81
These schedules contain trend information to help the reader understand how the CDA's financial performance and well-being have changed over time.	
Revenue Capacity	87
These schedules contain information to help the reader assess the CDA's most significant local revenue sources, property tax and rental revenues.	
Debt Capacity	92
These schedules present information to help the reader assess the affordability of the CDA's current levels of outstanding debt and the CDA's ability to issue additional debt in the future.	
Demographic and Economic Information	94
These schedules offer demographic and economic indicators to help the reader understand the environment within which the CDA's financial activities take place and to help make comparisons over time.	
Operating Information	96
These schedules contain information about the CDA's operations and resources to help the reader understand how the CDA's financial information relates to the services the CDA provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Dakota County Community Development Agency
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	Invested in Capital Assets	Restricted	Unrestricted	Total
2009	\$ 67,422,313	\$ 41,172,119	\$ 62,620,611	\$ 171,215,043
2010	70,836,500	49,071,406	67,220,276	187,128,182
2011	78,312,202	52,565,562	75,886,912	206,764,676
2012	82,152,316	54,930,480	83,239,572	220,322,368
2013	81,612,927	61,288,925	86,865,611	229,767,463
2014	84,988,917	62,251,756	97,038,422	244,279,095
2015	89,380,592	60,449,437	103,144,207	252,974,236
2016	92,249,133	58,413,028	110,772,169	261,434,330
2017	97,672,468	64,440,381	112,797,004	274,909,853
2018	\$ 98,375,590	\$ 66,967,555	\$ 117,964,802	\$ 283,307,947

Dakota County Community Development Agency
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Operating revenue:										
Charges for services	\$ 14,405,428	\$ 16,064,611	\$ 16,456,038	\$ 16,618,820	\$ 19,204,733	\$ 21,418,622	\$ 22,166,735	\$ 21,527,263	\$ 24,781,740	\$ 18,921,016
Operating grants and contributions	22,906,224	29,355,549	34,449,663	26,391,926	24,503,052	26,312,388	24,417,358	27,359,700	29,440,325	26,584,439
Taxes and tax increments	11,233,374	11,133,115	10,773,890	8,897,211	8,751,536	7,793,388	8,123,165	8,242,384	8,542,946	9,125,928
Other	-	-	-	-	-	-	-	-	-	6,175,953
Total operating revenue	48,545,026	56,553,275	61,679,591	51,907,957	52,459,321	55,524,398	54,707,258	57,129,347	62,765,011	60,807,336
Operating expense:										
Administrative	-	-	-	-	-	-	-	-	-	8,040,592
Tenant services	-	-	-	-	-	-	-	-	-	149,598
Utilities	-	-	-	-	-	-	-	-	-	1,915,125
Ordinary maintenance	-	-	-	-	-	-	-	-	-	5,451,803
General expense	-	-	-	-	-	-	-	-	-	7,740,659
Depreciation	-	-	-	-	-	-	-	-	-	6,345,145
Nonroutine maintenance	-	-	-	-	-	-	-	-	-	1,238,418
Housing assistance payments	-	-	-	-	-	-	-	-	-	20,230,211
Governmental activities	9,363,670	12,121,562	11,175,493	6,566,454	9,516,743	9,542,673	9,932,215	9,491,189	9,710,148	-
Business activities	28,736,228	30,154,579	31,925,139	32,220,612	36,173,980	36,266,378	38,846,906	40,700,893	44,470,544	-
Total operating expense	38,099,898	42,276,141	43,100,632	38,787,066	45,690,723	45,809,051	48,779,121	50,192,082	54,180,692	51,111,551
Operating income (loss)	10,445,128	14,277,134	18,578,959	13,120,891	6,768,598	9,715,347	5,928,137	6,937,265	8,584,319	9,695,785
Nonoperating revenues (expenses):										
Investment earnings	1,004,807	493,547	343,651	316,807	105,064	606,434	526,561	817,637	662,688	1,325,113
Interest expense	-	-	-	-	-	-	-	-	-	(3,370,134)
Gain (loss) on disposal of capital assets	-	-	-	-	-	-	-	-	-	(503,784)
Total nonoperating revenues (expenses)	1,004,807	493,547	343,651	316,807	105,064	606,434	526,561	817,637	662,688	(2,548,805)
Net gain/loss	11,449,935	14,770,681	18,922,610	13,437,698	6,873,662	10,321,781	6,454,698	7,754,902	9,247,007	7,146,980
Capital contributions	708,897	1,041,631	1,142,458	877,276	2,571,433	4,189,851	2,240,443	705,192	4,228,516	1,251,114
Change in net position	12,158,832	15,812,312	20,065,068	14,314,974	9,445,095	14,511,632	8,695,141	8,460,094	13,475,523	8,398,094

Note: The CDA elected to change the presentation of its financial statements to a single business activity for the fiscal year ended June 30, 2018. As a result, revenues and expenses may be categorized differently than in prior fiscal years. Prior fiscal years were not restated.

Dakota County Community Development Agency
Assessed and Estimated Actual Value of Taxable Property
Last Ten Calendar Years

Year Assessed	Real Property		Personal Property		Total		% of Total Assessed to Total Estimated Market Value
	Assessed * Value	Estimated Market Value	Assessed Value	Estimated Market Value	Assessed Value	Estimated Market Value	
2008	499,594,005	43,061,778,400	6,868,328	355,081,700	506,462,333	43,416,860,100	1.2%
2009	475,008,140	40,648,278,700	6,916,149	358,042,600	481,924,289	41,006,321,300	1.2%
2010	442,537,353	37,854,672,500	7,877,537	405,057,500	450,414,890	38,259,730,000	1.2%
2011	411,472,047	34,893,431,896	8,111,805	417,754,800	419,583,852	35,311,186,696	1.2%
2012	391,453,804	33,032,629,112	8,488,045	436,668,024	399,941,849	33,469,297,136	1.2%
2013	402,125,071	34,109,574,007	8,665,752	445,586,670	410,790,823	34,555,160,677	1.2%
2014	434,588,066	37,249,751,955	9,073,792	465,663,370	443,661,858	37,715,415,325	1.2%
2015	454,661,066	39,093,256,221	9,845,321	504,162,445	464,506,387	39,597,418,666	1.2%
2016	471,286,219	40,645,907,860	10,787,023	552,044,681	482,073,242	41,197,952,541	1.2%
2017	507,139,039	43,796,489,603	11,400,448	582,982,924	518,539,487	44,379,472,527	1.2%

Estimated Market Value-Real and Personal Property



* Valuations are determined as of January 1 of the year preceding the tax collection year. Amounts are shown for the year in which taxes are payable.

Assessed value is prior to Fiscal Disparity and Tax Increment District Adjustments.

** This is the Direct Tax Capacity Rate for the Dakota County Community Development Agency

Data Source: Dakota County Minnesota 2017 CAFR

Dakota County Community Development Agency
Direct and Overlapping Governments
Tax Capacity Rates
Last Ten Calendar Years

Governments	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
COUNTY										
Dakota County	0.25184	0.25821	0.27269	0.29149	0.31426	0.33421	0.33745	0.29633	0.28570	0.28004
CITIES										
Apple Valley	0.35537	0.37086	0.39867	0.42388	0.44110	0.49210	0.47891	0.45274	0.44721	0.44473
Burnsville	0.35005	0.36121	0.38566	0.42598	0.43213	0.47021	0.46670	0.44790	0.46525	0.46557
Coates	0.15252	0.13587	0.16605	0.14343	0.18984	0.22842	0.19507	0.20081	0.17482	0.17490
Eagan	0.25892	0.26886	0.30408	0.33675	0.34553	0.38272	0.38250	0.36525	0.37097	0.37385
Farmington	0.43821	0.44186	0.49274	0.55733	0.63093	0.66821	0.65876	0.61455	0.59239	0.58760
Hampton	0.22742	0.24038	0.32859	0.34774	0.48625	0.47055	0.44221	0.46932	0.42776	0.45342
Hastings	0.49475	0.49732	0.52677	0.55195	0.66083	0.68547	0.66246	0.62581	0.63577	0.62518
Inver Grove Heights	0.37403	0.37878	0.41757	0.43169	0.44883	0.46312	0.46128	0.48131	0.49266	0.51644
Lakeville	0.34195	0.33973	0.36624	0.38250	0.39051	0.41234	0.40696	0.38948	0.38669	0.37510
Lilydale	0.41239	0.44291	0.47297	0.31115	0.35128	0.35556	0.34570	0.32619	0.30133	0.30276
Mendota	0.37178	0.35265	0.38429	0.45860	0.46652	0.47239	0.46518	0.46806	0.49808	0.44384
Mendota Heights	0.24142	0.26165	0.28061	0.29758	0.32057	0.34479	0.34737	0.34964	0.35247	0.37487
Miesville	0.23654	0.23116	0.24904	0.27223	0.33151	0.34670	0.32952	0.32255	0.31950	0.31635
New Trier	0.32119	0.36932	0.44344	0.47895	0.54663	0.56659	0.61658	0.55227	0.52333	0.67619
Northfield	0.36648	0.38536	0.40370	0.43889	0.50947	0.61901	0.59785	0.56750	0.57552	0.55667
Randolph	0.12512	0.15832	0.17773	0.25048	0.30476	0.32743	0.36865	0.26076	0.26284	0.28171
Rosemount	0.42440	0.42323	0.43358	0.44661	0.46994	0.48862	0.47676	0.45152	0.43149	0.41832
South St. Paul	0.36142	0.38532	0.41428	0.48374	0.56466	0.63280	0.60901	0.60405	0.64693	0.63853
Sunfish Lake	0.17847	0.18967	0.18625	0.20671	0.23677	0.27800	0.26775	0.23869	0.25558	0.26178
Vermillion	0.32429	0.37706	0.38845	0.40864	0.48251	0.51193	0.47656	0.47954	0.41978	0.48789
West St. Paul	0.43706	0.44608	0.50873	0.56078	0.62205	0.69447	0.71249	0.70642	0.69795	0.71412
TOWNSHIPS										
Castle Rock	0.11215	0.11484	0.12109	0.13187	0.14779	0.15622	0.14310	0.12364	0.12161	0.12145
Douglas	0.18389	0.18500	0.17439	0.15358	0.20791	0.22376	0.18733	0.18509	0.15701	0.15190
Empire	0.25452	0.26113	0.27764	0.27953	0.30845	0.31746	0.31164	0.29823	0.29445	0.29462
Eureka	0.17001	0.16854	0.17262	0.16951	0.18544	0.16861	0.15362	0.14688	0.13672	0.14463
Greenvale	0.13433	0.14124	0.11828	0.12597	0.12507	0.1922	0.17982	0.18013	0.17263	0.17123
Hampton	0.13156	0.13187	0.12496	0.17815	0.18002	0.17613	0.15415	0.14439	0.14581	0.13322
Marshan	0.17902	0.17435	0.13143	0.13837	0.16292	0.14877	0.13995	0.12860	0.12635	0.16613
Nininger	0.11577	0.12550	0.13430	0.14261	0.15208	0.15121	0.16384	0.16495	0.15829	0.16477
Randolph	0.04988	0.05437	0.05304	0.05576	0.06626	0.07444	0.08004	0.08665	0.08940	0.07345
Ravenna	0.10474	0.13014	0.13610	0.13756	0.15104	0.17773	0.20128	0.17452	0.18196	0.18164
Sciota	0.17116	0.16661	0.15830	0.17164	0.17412	0.17239	0.15021	0.13745	0.10887	0.07750
Vermillion	0.17820	0.17147	0.16629	0.17605	0.18664	0.19555	0.17466	0.17214	0.16724	0.16279
Waterford	0.07109	0.09209	0.09456	0.11311	0.13769	0.13640	0.13493	0.11909	0.16816	0.17375
SCHOOL DISTRICTS										
6	0.27640	0.26907	0.26807	0.30681	0.32306	0.35478	0.44522	0.35881	0.36719	0.35868
191	0.19374	0.19842	0.20668	0.21854	0.21881	0.26168	0.25661	0.24554	0.31065	0.27529
192	0.45831	0.49238	0.53452	0.52157	0.55308	0.57226	0.56326	0.53474	0.57584	0.54269
194	0.26272	0.27062	0.27714	0.32138	0.32061	0.33535	0.33048	0.31459	0.35319	0.32914
195	0.19031	0.20022	0.18547	0.20126	0.20823	0.19114	0.18001	0.16685	0.18661	0.17065
196	0.21136	0.21109	0.25391	0.26959	0.28440	0.27956	0.27606	0.23271	0.24317	0.23336
197	0.18914	0.18051	0.18850	0.19692	0.21857	0.24429	0.23863	0.24063	0.22170	0.22295
199	0.19764	0.19303	0.21795	0.24679	0.28363	0.27556	0.33418	0.34864	0.30272	0.28572
200	0.16676	0.16735	0.20206	0.22140	0.25435	0.23932	0.23052	0.20965	0.20938	0.20305
252	0.20580	0.17642	0.18868	0.20850	0.22379	0.24555	0.23940	0.24900	0.28498	0.26310
659	0.29579	0.28549	0.30528	0.34380	0.34166	0.38435	0.36410	0.34064	0.32847	0.30937
SPECIAL DISTRICTS										
Watershed M	0.00448	0.00911	0.00531	0.00266	0.00440	0.00642	0.00748	0.00679	0.00691	0.00745
Watershed V	0.00603	0.00588	0.00566	0.00555	0.00541	0.00543	0.00545	0.00466	0.00449	0.00449
Transit District	0.01247	0.01223	0.01166	0.01215	0.01375	0.01458	0.01377	0.01292	0.01261	0.01215
Transit District Lakeville	--	0.00608	--	--	--	--	--	--	--	--
Mosquito Control	0.00490	0.00474	0.00481	0.00493	0.00553	0.00573	0.00548	0.00518	0.00491	0.00475
Metro Council	0.00817	0.00792	0.00826	0.00829	0.00968	0.01223	0.01015	0.00827	0.00958	0.00878
Dakota County CDA	0.01622	0.01594	0.01692	0.01718	0.01724	0.01664	0.01650	0.01559	0.01547	0.01548
Burnsville EDA	0.00565	0.00566	0.00607	0.00722	0.00806	0.00906	0.00889	0.00860	0.00891	0.00897
Hastings HRA	0.01169	0.01141	0.01510	0.01487	0.01640	0.01428	0.01613	0.01379	0.01551	0.01500
Northfield EDA	0.01560	0.01539	0.01651	0.01761	0.01728	0.01801	0.01716	0.01697	0.01702	0.01638
Northfield HRA	0.01268	0.01251	0.01431	0.01528	0.01844	0.01838	0.01751	0.01732	0.01763	0.01670
South St. Paul HRA	0.01267	0.01686	0.01463	0.01518	0.01618	0.01351	0.01450	0.01468	0.01649	0.01492
Light Transit Rail	0.00217	0.00245	0.00256	0.00389	0.00401	0.00432	0.00403	0.00371	0.00357	0.00342

The Tax Capacity Rate is determined by dividing a taxing district's property tax levy amount by the taxing district's total tax capacity.
Data Source: Dakota County Minnesota 2017 CAFR

Dakota County Community Development Agency
Principal Taxpayers
December 31, 2017 and December 31, 2008

<u>Name</u>	<u>Type of Business</u>	<u>2017 Tax Capacity Value</u>	<u>% of Total County Tax Capacity</u>
Xcel Energy	Utility	\$ 7,962,834	1.5%
Flint Hills Resources Pine Bend LLC	Industrial	4,004,700	0.8%
Burnsville Center SPE LLC	Commercial	2,156,668	0.4%
Dakota Electric Association	Utility	1,947,222	0.4%
Paragon Outlets Eagan LLC	Commercial	1,799,986	0.3%
Northern Natural Gas Co.	Utility	1,686,094	0.3%
Minnegasco Inc.	Utility	1,482,604	0.3%
West Publishing Co.	Industrial	1,468,666	0.3%
Health Landlord (MN) LLC	Commercial	1,101,590	0.2%
Chicago & NW Trans Co	Rail Road	893,115	0.2%
		<u><u>\$ 24,503,479</u></u>	<u><u>4.7%</u></u>

<u>Name</u>	<u>Type of Business</u>	<u>2008 Tax Capacity Value</u>	<u>% of Total County Tax Capacity</u>
Xcel Energy	Electric Utility	\$ 5,504,423	1.1%
Flint Hills	Refinery	3,312,987	0.7%
Burnsville Minnesota LLC	Burnsville Mall	2,100,000	0.4%
Dakota Electric Association	Electric Utility	1,905,920	0.4%
West Publishing Co.	Book Publishing	1,586,874	0.3%
Northern Natural Gas Co.	Utility	1,163,085	0.2%
BCBS Inc.	Health Care	970,681	0.2%
AMB Property LP	Burnsville Center	882,076	0.2%
IRET Properties	Investment Real Estate	855,214	0.2%
Minnegasco Inc.	Natural Gas Utility	851,814	0.2%
		<u><u>\$ 19,133,074</u></u>	<u><u>3.9%</u></u>

Data Source: Dakota County Minnesota 2017 CAFR

Dakota County Community Development Agency
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Current Collections		Delinquent Collections	Total Collections	% of Current Levy	Outstanding Delinquent Taxes	Total Delinquent Taxes as a % of Current Levy
		Amount	% of Levy					
2009	\$ 7,870,218	\$ 7,746,965	98.43%	\$ 133,047	\$ 7,880,012	100.00%	\$ 109,233	1.39%
2010	7,863,693	7,741,102	98.44%	130,251	7,871,353	100.00%	117,347	1.49%
2011	7,863,693	7,754,810	98.62%	68,689	7,823,499	99.49%	180,108	2.29%
2012	7,586,169	7,488,677	98.71%	63,285	7,551,962	99.55%	118,485	1.56%
2013	7,078,050	7,006,697	98.99%	28,655	7,035,352	99.40%	98,334	1.39%
2014	6,532,570	6,459,462	98.88%	45,764	6,505,226	99.58%	79,235	1.21%
2015	6,643,476	6,583,225	99.09%	37,648	6,620,873	99.66%	60,219	0.91%
2016	6,829,714	6,774,274	99.19%	8,939	6,783,213	99.32%	58,584	0.86%
2017	7,048,156	6,994,097	99.23%	34,605	7,028,702	99.72%	66,953	0.95%
2018	7,348,023	7,293,830	99.26%	-	7,293,830	99.26%	56,360	0.77%

Dakota County Community Development Agency
Rental Revenues
Last Ten Fiscal Years

Fiscal Year	Common Bond Fund				Public Housing Fund				Workforce Housing LLC				Youth Housing Fund			
	Total Tenant Revenue	Average Units per Mo	Average Revenue per Unit Month		Total Tenant Revenue	Average Units per Mo	Average Revenue per Unit Month		Total Tenant Revenue	Average Units per Mo	Average Revenue per Unit Month		Total Tenant Revenue	Average Units per Mo	Average Revenue per Unit Month	
2009	\$ 8,770,662	1,176	\$ 622		\$ 1,576,447	322	\$ 408		\$ -	-	\$ -		\$ -	-	\$ -	
2010	9,354,689	1,248	625		1,669,781	322	432		-	-	-		27,967	23	411	
2011	10,012,012	1,327	629		1,678,748	323	433		-	-	-		132,644	25	1,769	
2012	10,604,586	1,387	637		1,660,824	323	428		-	-	-		135,209	25	1,803	
2013	11,927,404	1,523	653		1,770,147	323	457		598,550	66	756		132,362	25	441	
2014	12,584,225	1,543	680		1,847,462	323	477		1,470,587	166	738		131,458	25	438	
2015	12,880,405	1,560	688		1,916,623	323	494		1,967,102	215	762		144,292	25	481	
2016	12,061,330	1,614	623		2,052,456	323	530		1,963,078	215	761		146,273	25	488	
2017	14,163,831	1,674	705		2,117,841	323	546		2,533,832	246	858		130,705	25	436	
2018	14,933,937	1,731	719		2,167,865	323	559		2,878,002	296	810		141,141	25	470	

Note: Rent is determined based on resident income. The Common Bond Fund provides senior housing, the Public Housing Fund provides housing to seniors, families, and individuals with disabilities, the Youth Housing Fund provides supportive housing for young adults and the Workforce Housing LLC provides housing to families. The Youth Housing Fund began operations in April 2010. The Workforce Housing LLC began operations in July 2012.

Dakota County Community Development Agency
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities	Business-Type Activities			Total Debt	Debt Ratio
	Notes Payable	Housing Development Bonds	Capital Fund Loan	Deferred Loans		
2009	\$ 1,008,400	\$ 55,863,652	\$ 1,282,797	\$ 1,981,189	\$ 60,136,038	57%
2010	1,008,400	53,111,570	1,118,101	4,748,253	59,986,324	58%
2011	1,008,400	73,828,138	946,833	5,040,935	80,824,306	62%
2012	1,008,400	71,175,485	646,840	4,701,029	77,531,754	58%
2013	600,000	69,056,460	-	5,477,029	75,133,489	55%
2014	600,000	73,917,080	-	7,288,509	81,805,589	49%
2015	600,000	119,272,626	-	8,276,643	128,149,269	70%
2016	600,000	110,466,516	-	8,274,039	119,340,555	65%
2017	600,000	107,165,863	-	10,110,835	117,876,698	64%
2018	600,000	84,492,611	-	10,627,704	95,720,315	52%

Note: The outstanding debt is specifically related to construction and renovation of housing projects. The personal income of the county residents would not be a meaningful ratio relating to this debt. The ratio shown is to the assets of the funds to which the debt applies.

Dakota County Community Development Agency
Pledged-Revenue Coverage
Housing Development Bonds
Last Ten Fiscal Years

Fiscal Year	Gross Revenues	Direct Operating Expenses	Transfers and Contributions	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
					Principal	Interest	Total	
2009	\$ 8,984,220	\$ 5,730,659	\$ 4,567,000	\$ 7,820,561	\$ 2,225,000	\$ 3,082,856	\$ 5,307,856	1.47
2010	9,565,236	6,370,154	4,554,818	7,749,900	2,685,000	2,696,954	5,381,954	1.44
2011	10,337,016	6,477,953	5,650,000	9,509,063	2,515,000	2,923,866	5,438,866	1.75
2012	11,225,113	6,434,435	5,600,000	10,390,678	2,695,000	3,419,994	6,114,994	1.70
2013	12,013,569	7,775,645	5,600,000	9,837,924	2,775,000	3,338,394	6,113,394	1.61
2014	12,826,215	7,500,191	5,600,000	10,926,024	2,715,000	3,359,739	6,074,739	1.80
2015	12,987,167	8,722,803	5,600,000	9,864,364	2,860,000	3,364,794	6,224,794	1.58
2016	13,508,758	8,399,881	5,600,000	10,708,877	8,460,000	4,172,023	12,632,023	0.85
2017	14,203,760	9,100,510	5,600,000	10,703,250	2,970,000	4,668,299	7,638,299	1.40
2018	15,432,612	9,614,724	5,600,000	11,417,888	3,085,000	3,313,646	6,398,646	1.78

Note: Details about the housing development bonds can be found in the notes to the financial statements (Note 3 G). Revenues pledged for debt service include all rents and other operating revenues of the housing developments financed by the bonds plus additional amounts pledged from the Agency's tax levy and tax increment revenues which are included in the transfers and contributions column.

**Dakota County Community Development Agency
Demographic Statistics
Last Ten Calendar Years**

Year	Population (1)	Personal Income (1)	Per Capita Income (1)	Median Age (2)	School Enrollment K thru 12 (3)	Annual Average Unemployment Rate (4)
2008	393,528	18,242,899,000	46,357	36.1	73,324	4.9%
2009	390,478	17,594,416,000	44,374	36.2	73,033	7.3%
2010	397,650	17,970,760,000	45,192	36.7	73,792	7.0%
2011	400,480	18,612,486,000	46,475	37.2	73,193	6.1%
2012	405,088	20,192,381,000	49,847	37.5	73,222	5.2%
2013	408,509	20,706,256,000	50,687	37.4	72,263	4.5%
2014	412,529	21,524,339,000	52,177	36.8	73,199	3.8%
2015	414,686	22,272,614,000	53,710	37.3	74,511	3.3%
2016	417,486	22,951,451,000	54,975	37.6	74,701	3.4%
2017	421,751	NA*	NA*	NA*	75,469	3.1%

Data Source: Dakota County Minnesota 2017 CAFR

(1) US Dept Of Commerce, Bureau of Economic Analysis

(2) US Census Bureau

(3) State Department of Education; Public & Charter school enrollment (does not include Private school enrollment numbers)

(4) State Department of Employment and Economic Development

* Information for current year was not available at time of publication

**Dakota County Community Development Agency
Principal Employers
Dakota County, Minnesota**

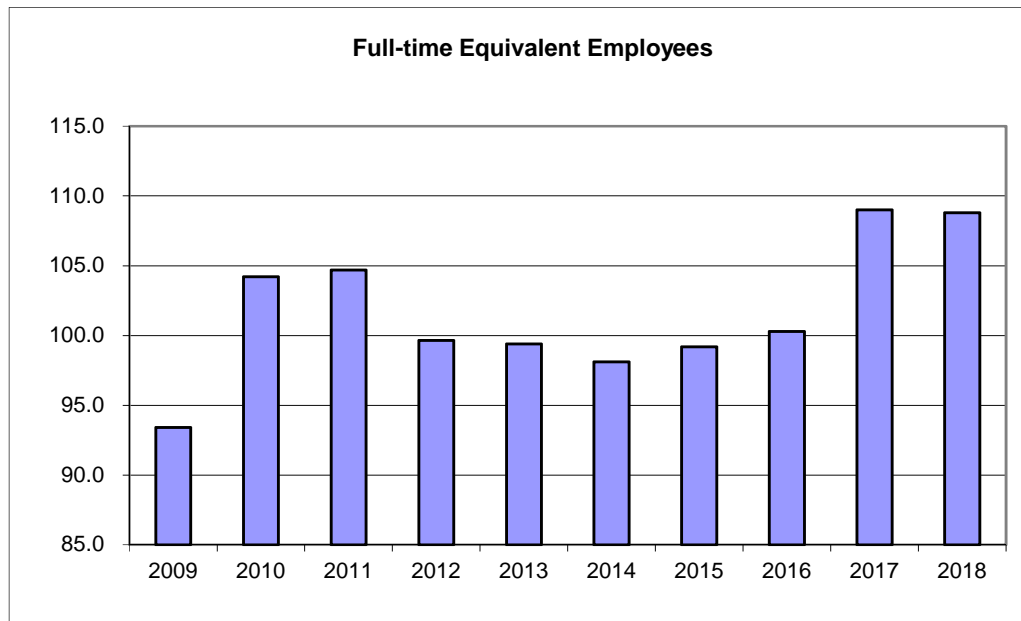
Employer	2017 Employees	Percentage of Total County Employment
Thomson West	7,000	3.04%
Independent School District 196	3,816	1.65%
Blue Cross-Blue Shield of MN	3,600	1.56%
Burnsville Center	3,000	1.30%
Prime Therapeutics	2,748	1.19%
CHS Incorporated	2,000	0.87%
US Postal Service (Eagan)	2,000	0.87%
Dakota County	1,812	0.79%
UTC Aerospace	1,600	0.69%
Sun Country Airlines	1,500	0.65%
Total County Employment	230,598	12.61%

Employer	2008 Employees	Percentage of Total County Employment
Reuters Thomson West	6,000	2.73%
Independent School District 196	4,000	1.82%
Blue Cross-Blue Shield	3,300	1.50%
Northwest/Delta Airlines	2,300	1.05%
Dakota County	1,769	0.80%
Independent School District 191	1,600	0.73%
Lockhead Martin	1,600	0.73%
Independent School District 194	1,596	0.73%
US Postal Service	1,570	0.71%
Flint Hills Resources	1,200	0.55%
Total County Employment	220,011	11.35%

Data Source: Dakota County Minnesota 2017 CAFR, Minnesota Department of Employment and Economic Development

Dakota County Community Development Agency
Full-Time Equivalent Employees
Last Ten Years

Department	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Administration	9.7	10.8	10.7	10.0	10.0	9.5	8.0	9.7	11.6	11.7
Community & Economic Development	8.7	13.9	12.2	9.3	9.4	9.6	10.2	9.5	10.7	11.2
Finance	7.0	7.8	8.0	8.0	9.0	9.0	8.8	7.8	8.8	9.0
Housing Assistance	16.4	17.1	17.1	16.4	14.8	14.7	14.5	15.1	16.8	16.0
Housing Development	7.0	8.4	7.5	6.3	4.5	4.8	5.2	5.0	5.9	5.2
Property Management	44.6	46.2	49.2	49.7	51.7	50.5	52.5	53.2	55.2	55.7
Total	93.4	104.2	104.7	99.7	99.4	98.1	99.2	100.3	109.0	108.8



Data Source: Dakota County CDA Budgets

Note: Full-time equivalents are calculated by dividing the total labor hours by 2,080.

Dakota County Community Development Agency
Capital Asset Statistics
Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Common Bond										
Senior Buildings	21	22	23	25	26	26	27	28	29	29
Units Available	1,190	1,277	1,337	1,463	1,543	1,543	1,609	1,669	1,731	1,731
Public Housing										
Senior Building	1	1	1	1	1	1	1	1	1	1
Scattered site units	242	242	243	243	243	243	243	243	243	243
Units Available	324	322	322	323	323	323	323	323	323	323
Youth Housing										
Lincoln Place	-	1	1	1	1	1	1	1	1	1
Units Available	-	25	25	25	25	25	25	25	25	25
Workforce Housing LLC										
Family Townhomes	-	-	-	-	2	5	7	7	9	10
Units Available	-	-	-	-	66	166	215	215	268	296
Governmental										
NSP Fund	-	-	1	1	2	2	2	2	2	2
Units Available	-	-	4	4	5	5	5	5	5	5
Office Building	1	1	1	1	1	1	1	1	1	1
Employees (FTE's)	93	104	105	100	99	98	99	100	109	109

Dakota County Community Development Agency
Housing Units Managed
Last Ten Fiscal Years

By Fund	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Common Bond	1,190	1,277	1,337	1,463	1,543	1,543	1,609	1,669	1,731	1,731
Public Housing	322	322	323	323	323	323	323	323	323	323
Youth Housing	-	25	25	25	25	25	25	25	25	25
Partnerships (DPCUs)	487	512	552	597	557	528	506	556	539	511
Workforce Housing LLC	-	-	-	-	66	166	215	215	268	296
NSP	-	-	4	4	5	5	5	5	5	5

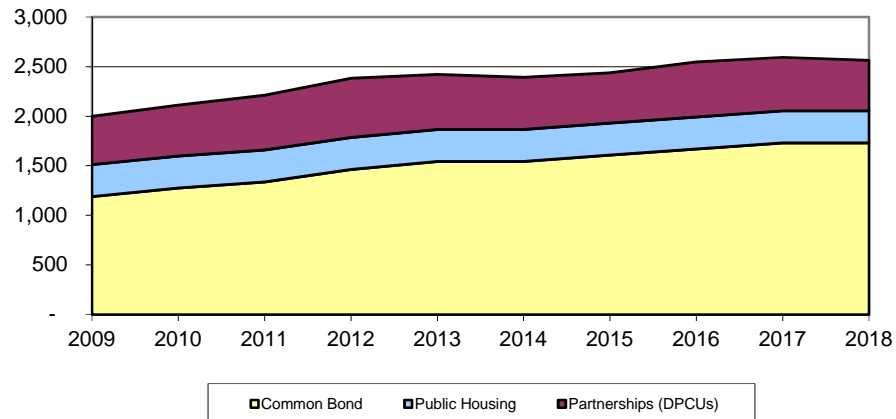
Total Units Managed	1,999	2,136	2,241	2,412	2,519	2,590	2,683	2,793	2,891	2,891
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By Location

Apple Valley	227	227	291	336	336	336	336	336	336	336
Burnsville	243	243	243	243	323	323	323	323	323	323
Eagan	349	374	374	374	374	421	448	498	498	498
Farmington	6	31	31	98	124	124	124	124	124	124
Hastings	203	203	203	203	203	203	203	203	203	203
Inver Grove Heights	176	176	176	176	176	200	266	266	266	266
Lakeville	237	324	365	364	364	364	364	364	462	462
Mendota Heights	150	150	150	150	150	150	150	150	150	150
Rosemount	107	107	107	107	107	107	107	167	167	167
South St. Paul	110	110	110	170	170	170	170	170	170	170
West St. Paul	191	191	191	191	192	192	192	192	192	192

Total Units Managed	1,999	2,136	2,241	2,412	2,519	2,590	2,683	2,793	2,891	2,891
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Housing Units Managed

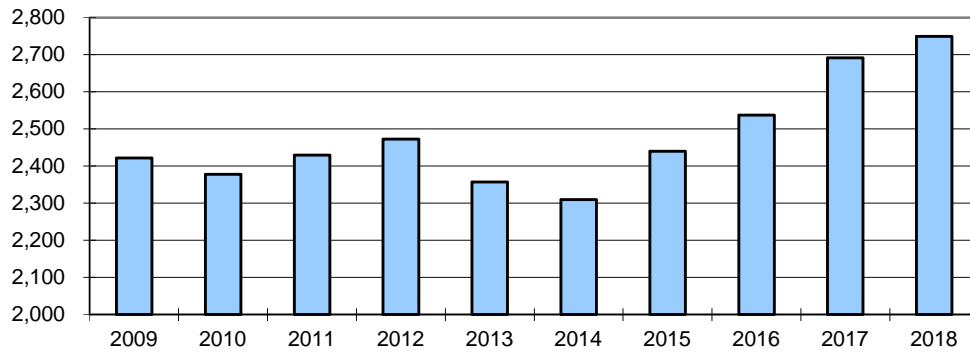


Note: The number of units shown is the number of units available at the end of the fiscal year.

Dakota County Community Development Agency
Housing Units Assisted
Last Ten Fiscal Years

Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Vouchers	2,326	2,283	2,361	2,395	2,293	2,238	2,363	2,454	2,605	2,664
Bridges	60	58	35	41	35	44	54	54	61	63
Continuum of Care/Shelter + C	22	22	23	26	26	28	23	29	26	23
Max 200/SHOP	14	15	11	11	3	-	-	-	-	-
Average Units Assisted Per Month	2,422	2,378	2,430	2,473	2,357	2,310	2,440	2,537	2,692	2,750
Net Port Activity Included in Vouchers										
Port-Ins	261	301	308	331	387	384	370	307	190	99
Port-Outs	(146)	(167)	(152)	(156)	(197)	(202)	(237)	(247)	(283)	(315)
	115	134	156	175	190	182	133	60	(93)	(216)

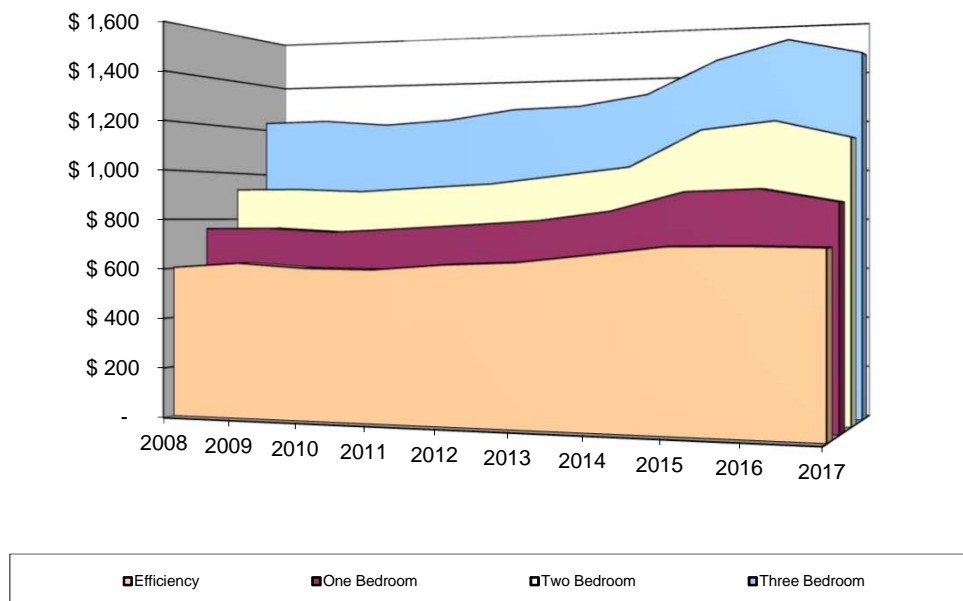
Average Units Assisted Per Month



Dakota County Community Development Agency
Average Rents in Dakota County
Last Ten Years

Unit Size	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Efficiency	\$ 604	\$ 623	\$ 605	\$ 602	\$ 624	\$ 635	\$ 666	\$ 699	\$ 702	\$ 698
One Bedroom	760	762	747	761	777	794	831	905	915	865
Two Bedroom	928	928	917	932	946	978	1,010	1,154	1,185	1,117
Three Bedroom	1,231	1,235	1,213	1,229	1,268	1,276	1,319	1,452	1,527	1,465

Average Rents by Unit Size

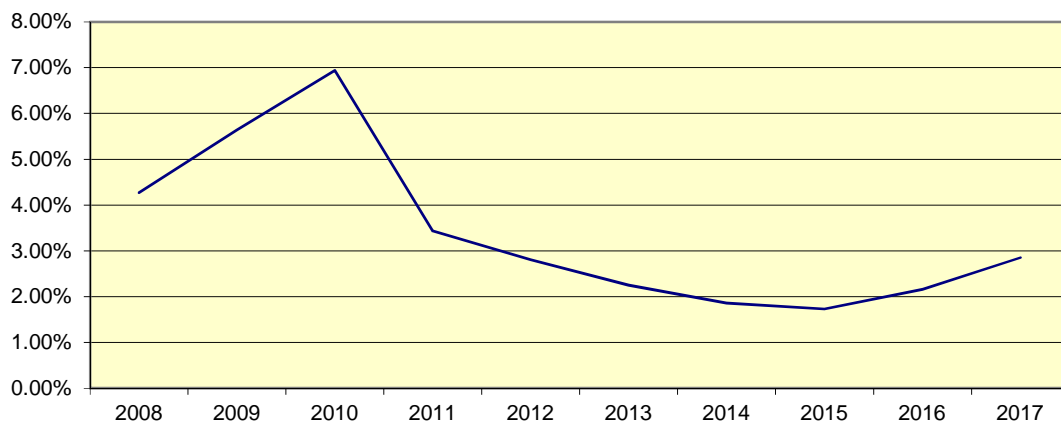


Data Source: Dakota County CDA Rental Market Surveys 2008 through 2017

Dakota County Community Development Agency
Vacancy Rates in Dakota County
Last Ten Years

Unit Size	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Efficiency	3.35%	5.95%	6.60%	5.23%	1.35%	1.86%	0.94%	1.52%	2.75%	1.43%
One Bedroom	3.97%	5.86%	7.52%	3.64%	2.74%	2.13%	1.48%	2.84%	1.60%	2.81%
Two Bedroom	4.60%	5.57%	6.88%	3.31%	2.72%	2.50%	2.00%	1.83%	2.05%	2.73%
Three Bedroom	3.91%	4.84%	4.62%	2.67%	4.24%	1.36%	3.13%	3.15%	5.20%	4.50%
Overall vacancy rate	4.27%	5.64%	6.94%	3.43%	2.80%	2.25%	1.86%	1.73%	2.16%	2.85%

Overall Vacancy Rate



Data Source: Dakota County CDA Rental Market Surveys 2008 through 2017

Dakota County Community Development Agency
Conduit Debt Outstanding
Last Ten Calendar Years

Year	Multi-Family		Total	Single Family	Other	Total
	Apartment Complexes	Assisted Living				
2008	\$ 136,452,072	73,436,000	\$ 209,888,072	164,865,515	21,735,000	\$ 396,488,587
2009	136,191,885	71,680,272	207,872,157	140,229,056	21,195,000	369,296,213
2010	135,414,972	72,893,980	208,308,952	115,249,880	17,450,000	341,008,832
2011	135,109,588	82,441,932	217,551,520	122,061,997	16,810,000	356,423,517
2012	82,760,987	81,725,317	164,486,304	84,064,164	16,440,000	264,990,468
2013	68,064,309	83,868,798	151,933,107	63,701,214	15,850,985	231,485,306
2014	23,082,817	90,283,997	113,366,814	53,083,150	14,948,400	181,398,364
2015	22,767,296	95,735,608	118,502,904	41,225,595	14,130,860	173,859,359
2016	22,432,967	97,830,474	120,263,441	30,478,889	13,628,575	164,370,905
2017	32,943,719	110,625,641	143,569,360	21,786,420	6,286,347	171,642,127

Conduit Debt Outstanding

