MINNESOTA
PUBLIC FACILITIES AUTHORITY

2016 Annual Report

January 12, 2017

Dear Governor Dayton,

On behalf of the board and staff of the Minnesota Public Facilities Authority, I am pleased to provide you with our fiscal year (FY) 2016 Annual Report as required by Minnesota Statues, section 446A.09.

The Public Facilities Authority (PFA) is a multi-agency authority that provides financing and technical assistance to local governments for infrastructure projects that support a thriving economy and a clean, healthy environment. The PFA board consists of the Commissioners of the Pollution Control Agency and the Departments of Health, Transportation, Agriculture, Management and Budget, and Employment and Economic Development, with the DEED Commissioner serving as PFA Chair.

In FY 2016 the PFA funded 53 infrastructure projects for local governments throughout the State, with loan and grant awards totaling $182 million. Since inception in 1987, the PFA has made 966 loans totaling $3.8 billion, primarily for water infrastructure improvements. During that time the PFA has also awarded 567 grants for $502 million to provide supplemental assistance to meet affordability needs and address specific water quality protection and restoration goals.

The PFA's independently audited Financial Report for FY 2016 is included with this Annual Report. The PFA remains in excellent financial health. All three major revolving funds have bonds outstanding and are highly rated. PFA Clean Water and Drinking Water Revolving Fund bonds have AAA ratings by the three major national bond rating agencies, and Transportation Revolving Loan Fund bonds are rated from AAA to AA2.

Unfortunately the lack of a 2016 bonding bill with appropriations to support the PFA's loan and grant programs has caused many 2017 scheduled projects to be postponed. Hopefully a bonding bill can be approved in 2017 and we will work with cities to expedite these important infrastructure projects as soon as possible.

We look forward to continuing the PFA's mission of providing affordable financing to help meet the State's infrastructure needs. If there are any questions about the PFA's annual report please contact me.

Sincerely,

Jeff Freeman, Executive Director
Minnesota Public Facilities Authority

Minnesota Public Facilities Authority

2016 Annual Report to the Governor and Legislature

(as required by Minnesota Statutes, section 446A.09)

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Note (as required by Minnesota Statutes, section 3.197): Preparation of this report required an estimated 28 hours of staff time for an approximate cost of $1,833.

Introduction

The Minnesota Public Facilities Authority (PFA) is a multi-agency authority that provides financing and technical assistance to local governments for infrastructure projects that support a thriving economy and a clean, healthy environment. The PFA board consists of the Commissioners of the Pollution Control Agency (MPCA) and the Departments of Health (MDH), Transportation (MnDOT), Agriculture (MDA), Minnesota Management and Budget (MMB), and Employment and Economic Development (DEED). The DEED Commissioner serves as the PFA Chair.

PFA priorities are to:

- Manage capital assets (currently $2.4 billion) to ensure a stable source of infrastructure financing in perpetuity.
- Provide infrastructure financing programs to support water quality, public health, and other priorities identified by PFA member agencies.
- Help local governments maintain and improve the condition of their water infrastructure systems while keeping costs affordable for their residents.

The PFA manages three large revolving loan funds that have received federal capitalization grants and state match appropriations, and for which the PFA has authority to issue up to $1.5 billion (max outstanding) in revenue bonds to raise additional capital to make loans. In addition, PFA manages several other grant and loan programs, funded primarily from state appropriations. All major programs of the PFA are administered in conjunction with member agencies. The MPCA, MDH, and MnDOT are responsible for establishing project priorities and for technical review and regulatory compliance for projects from their respective priority lists that are being considered for financing by the PFA.

The PFA Executive Director is responsible for carrying out the PFA's responsibilities, including compliance with state and federal regulations related to programs and debt issuance. PFA staff advise communities on financing requirements and options, review the creditworthiness of applicants, determine that full project financing is in place and that the necessary dedicated revenues are established, disburse loan and grant funds as eligible project costs are incurred, monitor project progress, and collect loan repayments.

The PFA receives no general fund appropriations. Funding for the PFA's revolving loan funds comes from federal capitalization grants, state match funds appropriated from state general obligation bond proceeds, revolving fund revenues, and proceeds of PFA's AAA-rated revenue bonds, which are backed solely by the assets and revenues of the revolving loan funds. Funding for the Wastewater Infrastructure Funding (WIF) program comes from state appropriations of general obligation bond proceeds. Dedicated Clean Water Legacy Funds are appropriated for certain municipal infrastructure programs to achieve specific water quality goals. Administrative costs for the PFA (10.5 FTEs), MPCA (12.0 FTE's), and MDH (4.35 FTEs) are paid primarily from service fees on loan repayments. Administrative and technical support services for the PFA are provided through an interagency agreement with DEED.

FY 2016 Program Activity

As described below, in fiscal year (FY) 2016 (July 1, 2015 to June 30, 2016) the PFA funded 53 infrastructure projects totaling $182 million for local governments throughout the state. To finance these projects the PFA awarded 46 low interest loans totaling $152.4 million and 27 grants totaling $29.5 million. A summary of FY 2016 project awards by program is shown on page 7. Exhibit A on pages 11-14 provides a detailed list of project awards.

Clean Water Revolving Fund

The PFA's Clean Water Revolving Fund (CWRF, MS 446A.07) combines annual federal capitalization grants and state matching funds with loan repayments and PFA revenue bond proceeds to establish a permanent source of low interest capital to help local governments finance wastewater and stormwater infrastructure projects. Since 1990 the PFA has made over 500 CWRF loans totaling $2.9 billion, and as allowed under federal and state law, has also used a portion of federal CWRF funds to make principal forgiveness grants totaling $66.6 million based on affordability, energy conservation and other criteria. The PFA has also allocated $89.6 million in CWRF funds to capitalize nonpoint source loan programs administered by MDA, MPCA and DEED.

In FY 2016, the PFA awarded 18 CWRF loans totaling $106.1 million at an average interest rate of 1.08 percent and 4 principal forgiveness grants totaling $8.4 million for municipal wastewater and stormwater infrastructure projects. In addition the MDA, MPCA and DEED used CWRF funds to make 59 loans totaling $9.5 million through the Agriculture Best Management Practices (AgBMP), Clean Water Partnership (CWP) and Tourism Loan programs to finance 265 individual projects by private landowners and local governments to reduce nonpoint source pollution.

Drinking Water Revolving Fund

The PFA's Drinking Water Revolving Fund (DWRF, MS 446A.081) combines annual federal capitalization grants and state matching funds with net loan repayments and PFA revenue bond proceeds to establish a permanent source of low interest capital to help local governments finance drinking water infrastructure projects. Since 1999 the PFA has made over 380 DWRF loans totaling $769 million, and as allowed under federal and state law, has also used a portion of federal DWRF funds to make principal forgiveness grants totaling $62.5 million based on affordability and other criteria. The PFA has also provided $48 million in DWRF funds to the MDH for wellhead protection, technical assistance to small systems, and other drinking water protection activities.

In FY 2016, the PFA awarded 25 DWRF loans totaling $45.8 million at an average interest rate of 1.03 percent and 4 principal forgiveness grants totaling $2.9 million for municipal drinking water infrastructure projects.

Transportation Revolving Loan Fund

The Transportation Revolving Loan Fund (TRLF, MS 446A.085) is a smaller revolving fund established in 1997 that combines a one-time infusion of federal funds and prior state appropriations to create an alternative source of financing for certain transportation projects selected by the Department of Transportation. The PFA has also leveraged available funds by selling 4 series of closed pool revenue bonds for certain eligible projects. Net loan repayments revolve back to the fund for new loans. Since 1999 PFA has made 34 loans totaling $175 million for state and local government transportation projects.

In FY 2016 the PFA did not award any TRLF loans.

Wastewater Infrastructure Funding Program

The Wastewater Infrastructure Funding Program (WIF, MS 446A.072) provides supplemental assistance grants to assist municipalities with high cost wastewater projects needed to address high priority environmental and public health needs. WIF funds are appropriated from state general obligation bond proceeds. The WIF program provides grants up to $4 million to municipalities to supplement low-interest loans from the PFA's Clean Water Revolving Fund or to match grant and loan funding from the U.S. Department of Agriculture (USDA) Rural Development. WIF grants are awarded for up to 80% of project costs based on household affordability criteria or up to 65% of the grant need determined by USDA Rural Development.

In FY 2016 the PFA awarded 8 WIF grants totaling $7.9 million.

Point Source Implementation Grant Program

The Point Source Implementation Grant Program (PSIG, MS 446A.073) provides grants to help municipalities construct wastewater treatment and stormwater projects when the MPCA determines that higher levels of treatment are necessary to meet water quality goals. PSIG funds are appropriated from the Clean Water Legacy Fund. Eligible PSIG projects include those necessary to meet Total Maximum Daily Load (TMDL) wasteload requirements, water quality based effluent limits including phosphorus reduction requirements, and nitrogen limits for soil-based wastewater treatment systems. The PSIG program provides grants for 50% of eligible project costs up to $3 million.

In FY 2016 the PFA awarded 6 PSIG grants totaling $7.8 million.

Small Community Wastewater Treatment Program

The Small Community Wastewater Treatment Program (MS 446A.075) provides loans and grants to help very small communities address environmental and public health problems from non-complying septic systems. Small Community program funds are appropriated from the Clean Water Legacy Fund. The program provides technical assistance grants to help communities evaluate wastewater treatment alternatives, and construction financing through low interest loans and grants to replace individual systems with community subsurface treatment systems.

In FY 2016 the PFA awarded 1 technical assistance grant for $59,601 and 3 construction loan/grant awards for $2.2 million.

Credit Enhancement Program

In addition to its direct financing programs, the PFA administers the Credit Enhancement Program (MS 446A.086) in conjunction with MMB to reduce borrowing costs for local governments that issue their general obligation bonds for eligible construction projects in the private market. The program provides a limited state guarantee of the local government's bond payments, thereby helping issuers achieve higher bond ratings and lower interest costs. For counties eligible projects are law enforcement facilities, social and human services buildings, and solid waste facilities. For cities eligible projects are wastewater, drinking water, and stormwater infrastructure facilities. To date, the PFA has enrolled a total of 276 local government bonds in the program with a total original par amount of $941 million and approximately $629 million outstanding.

In FY 2016, the PFA approved 21 local bond issues in the program for $68.9 million.

Summary of FY 2016 Project Awards

The table below summarizes FY 2016 PFA project awards by program.

MN Public Facilities Authority
Project Awards by Program during FY 2016

Program	Count *	$ Awarded as Grant	$ Awarded as Loan	Average Loan Rate	Estimated Interest Savings from PFA Loans **
Clean Water Revolving Fund ***	22	8,418,984	106,103,836	1.08%	16,017,600
Drinking Water Revolving Fund ***	29	2,856,788	45,821,140	1.03%	7,189,400
Transportation Revolving Loan Fund	-				
Wastewater Infrastructure Fund	8	7,892,421			
Clean Water Legacy Fund:					
Point Source Implementation Grants	6	7,765,887			
Small Comm WWT Progrram					
Construction	6	1,753,154	461,166	1.00%	119,300
Technical Assistance	1	59,601			
Special Appropriations	1	750,000			
	73	29,496,834	152,386,142		23,326,300

* Each loan and grant award is counted separately. A project may receive more than one award.

** Reflects the total estimated interest savings realized by PFA borrowers compared to market-rate financing.

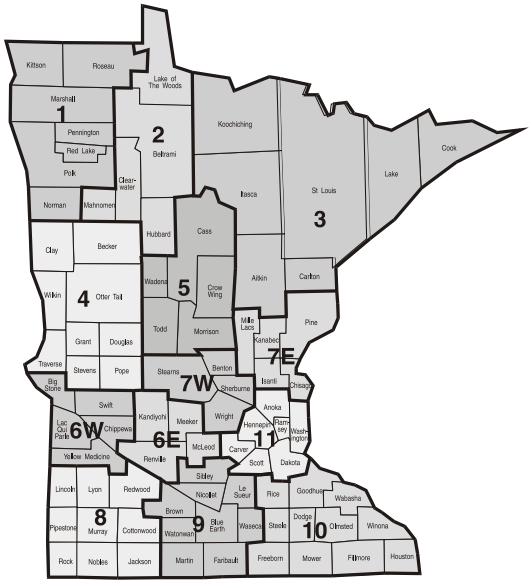
*** Federal appropriations for the Clean Water and Drinking Water Revolving Funds require a portion of the federal funds to be provided as principal forgiveness grants based on affordability, energy conservation and other criteria.

Loan and Grant History

The table below shows total loans and grants awarded by the PFA from FY 1990 through FY 2016.

MN Public Facilities Authority
Project Awards Since Inception in 1990, by RDC Region

	Grants Made by Region		Loans Made by Region		
RDC Region	Count	$ Amount	Count	$ Amount	Interest $ Savings
1	25	20,072,487	46	38,392,325	12,139,900
2	11	5,722,087	11	20,722,357	6,677,500
3	87	115,372,484	135	302,942,759	66,520,200
4	59	38,019,324	115	165,059,884	49,140,000
5	38	23,245,524	64	115,201,813	32,066,400
6E	41	43,587,927	80	232,892,885	65,711,900
6W	20	15,553,803	20	47,783,734	14,862,500
7E	33	31,081,096	50	123,379,573	41,181,000
7W	28	26,103,571	93	316,400,414	78,248,100
8	28	39,703,794	47	68,723,681	24,391,400
9	75	68,346,239	95	317,300,078	87,375,000
10	91	39,631,860	91	193,316,832	49,490,000
11	31	35,197,791	119	1,885,167,571	353,503,700
Totals	567	501,637,985	966	3,827,283,907	881,307,600



Bonding Activity

The PFA sells revenue bonds to leverage state and federal monies in its revolving loan funds. The bonds are not backed by the State; they are secured and repaid entirely from the revolving fund assets and revenues. PFA revenue bonds issued for its clean water and drinking water revolving funds (State Revolving Fund bonds) are rated AAA by all three rating agencies. The PFA has statutory authority to issue up to $1.5 billion in outstanding bonds. As of June 30, 2016 the PFA had $974 million in outstanding bonds. Bonds are sold on a cash flow basis to cover project disbursements. In March 2016 the PFA issued $354 million in State Revolving Fund bonds, including $247 million for loans and $107 million in refunding bonds.

The tax-exempt bonds issued by the PFA are subject to a variety of Internal Revenue Service regulations governing use of the funds and handling of the bonds. These include limits on the amount of investment income that may be earned and requirements for excess earnings to be rebated at certain points in time to the IRS. This arbitrage rebate liability is calculated annually and reported in the PFA's annual audit. In August and September of 2015 the PFA made payments of $58,203 to the IRS, including $15,542 for arbitrage rebate and $42,661 through the IRS Voluntary Closing Agreement Program (VCAP) due to an inadvertent violation of tax-exempt regulations. The PFA's estimated arbitrage rebate liability as of June 30, 2016 is $978,595 which is not yet payable.

Water Infrastructure Needs

Based on the most recent needs surveys conducted by MPCA, MDH and the U.S. Environmental Protection Agency, clean water infrastructure needs for Minnesota cities over the next 20 years total approximately $4 billion and drinking water infrastructure needs exceed $7 billion over the same period. These needs include replacing aging treatment plants and underground infrastructure, upgrading treatment plants to meet new requirements, and expanding systems in some areas to accommodate growth.

As municipalities identify specific construction projects for which they plan to seek state funding assistance within five years, they submit requests to the MPCA and MDH to have the projects ranked on the state's project priority lists. The MPCA 2017 project priority list for clean water (wastewater and stormwater) infrastructure identifies 307 projects totaling $1.5 billion for construction over the next five years. The MDH 2017 project priority list for drinking water infrastructure lists 330 projects totaling $559 million over the same time frame.

When municipalities on the project priority lists schedule their projects for construction in the coming year, they request placement on the PFA's annual CWRF and DWRF Intended Use Plans (IUPs). Unfortunately the 2016 legislative session ended without approval of a bonding bill and an appropriation for state matching funds for CWRF and DWRF federal capitalization grants. As a result, the PFA was not able to place any new project requests on its 2017 IUPs, which were approved in September 2016 with only carryover projects from the 2016 IUPs. (Carryover projects are those that have been approved and certified by the end of the fiscal year but have not yet taken bids and been awarded funding.) The 2017 CWRF IUP contains 36

carryover projects totaling $107 million in requested financing, and the 2017 DWRF IUP contains 37 carryover projects totaling $86 million.

In addition to these carryover projects, the PFA received 46 new project requests totaling $227 million for the 2017 CWRF IUP and 109 new project requests totaling $236 million for the 2017 DWRF IUP. If state matching funds are appropriated in the 2017 legislative session, the PFA may amend the 2017 IUPs to include some but likely not all of the new project requests. The average annual loan capacity of the CWRF is approximately $94 million per year and $39 million per year for the DWRF. While the PFA can and often has used its reserves and revenue bonding authority to make loans at higher levels, in the long term this reduces the sustainable lending capacity of the revolving funds and cannot be maintained without additional federal and state support.

Municipal water infrastructure needs are growing, and cities throughout the state need more help to address these needs in order to continue to protect public health, provide expected levels of service to their residents, and do their part protect and restore Minnesota's valuable water resources. Over the past five years (FY 2012-2016), annual PFA financing to cities has averaged $163 million for 47 clean water and drinking water projects per year, including an average of 135 million in loans and $28 million in grants. These numbers must increase for Minnesota cities to keep pace with their growing water infrastructure needs. This will require additional state and federal support to increase the lending capacity of the CWRF and DWRF, and additional grant funding to help address affordability needs and upgrade treatment facilities to meet new requirements.

MN Public Facilities Authority Project Awards

FY 2016

2016 Annual Report

Exhibit A

	Clean Water Revolving Fund		Wastewater Inf Fund	Clean Water Legacy Fund Programs			Drinking Water Revolving Fund		Transportation Revolving	Special	Total PFA	
				Pt Source	Small Community Program							
Recipient	Loan	PF Grant	(WIF) Grant	Impl Grant	Loan	Grant	Loan	PF Grant	Loan Fund	Appropriations	Funding	Project description
Amador Township					60,725	133,905					194,630	Almelund Wastewater Facility
Annandale	125,359		501,436								626,795	Rehab sewer collection system
Annandale							929,105				929,105	Replace & loop watermain
Atwater	1,144,795										1,144,795	New lift station, collection system rehab
Atwater							1,007,005				1,007,005	Replace South watermain
Big Lake				551,264							551,264	Upgrade treatment for phosphorus removal
Carlos							2,303,586				2,303,586	New wells, new treatment plant, watermain replacement
Crane Lake WSD										750,000	750,000	Handberg road sewer extension
Crosby	613,432										613,432	Rehab collection system and lift stations
Crosby							1,053,952				1,053,952	Watermain replacement
Dresbach Township						59,601					59,601	Wastewater feasibility study
Eagle Bend	67,215		268,862								336,077	Rehab sewer collection system, phase 1
Eagle Bend							429,970				429,970	Watermain replacement, phase 1
Elk River				2,609,610							2,609,610	Expand wastewater treatment facility and upgrade for phosphorus removal
Freeborn							161,700	646,800			808,500	Water transmission line from Hartland
Grand Lake Township				144,333	368,441	1,473,766					1,986,540	Collection and treatment system for unsewered area

	Clean Water Revolving Fund		Wastewater Inf Fund	Clean Water Legacy Fund Programs			Drinking Water Revolving Fund		Transportation Revolving	Special	Total PFA	
				Pt Source	Small Community Program							
Recipient	Loan	PF Grant	(WIF) Grant	Impl Grant	Loan	Grant	Loan	PF Grant	Loan Fund	Appropriations	Funding	Project description
Harmony							833,356				833,356	New well and well house
Henning	79,280										79,280	Rehab sewer collection system
Henning							57,409				57,409	Distribution system improvements
Hitterdal							170,762	223,608			394,370	Rehab water treatment plant
Lanesboro							165,775	663,100			828,875	New well and system improvements for radium
Lewiston							936,331				936,331	New well and system improvements for radium
Littlefork							270,150				270,150	Rehab water treatment plant
Littlefork							60,600				60,600	Watermain replacement
Madison	1,074,997		3,460,468								4,535,465	Secondary Treatment
Mankato							1,458,265				1,458,265	Water system improvements - reclamation project
Menahga							330,820	1,323,280			1,654,100	Rehab water treatment plant
Metropolitan Council	70,000,000										70,000,000	Cash flow financing for eligible wastewater projects
Minnetrista							9,074,697				9,074,697	Construction of two water treatment plants
Monticello	2,391,483			1,165,043							3,556,526	Digester improvements and upgrade treatment for phosphorus removal
Moorhead							2,640,893				2,640,893	Downtown watermain replacement
Moose Lake	2,562,402			446,914							3,009,316	Lift station improvements and upgrade treatment for phosphorous removal

	Clean Water Revolving Fund		Wastewater Inf Fund	Clean Water Legacy Fund Programs			Drinking Water Revolving Fund		Transportation Revolving	Special	Total PFA	
				Pt Source	Small Community Program							
Recipient	Loan	PF Grant	(WIF) Grant	Impl Grant	Loan	Grant	Loan	PF Grant	Loan Fund	Appropriations	Funding	Project description
New York Mills	1,305,832										1,305,832	Rehab sewer collection system
New York Mills							1,373,065				1,373,065	Water distribution system improvements
North Mankato							121,833				121,833	Distribution system improvements
Ogilvie			980,000								980,000	Rehab sewer collection system
Pelican Rapids							642,071				642,071	Rehab water treatment plant
Perham	1,169,522										1,169,522	Rehab sewer collection system
Perham							1,082,233				1,082,233	Watermain replacement
Red Rock Township					32,000	145,483					177,483	Wastewater system improvements
Sacred Heart			786,000								786,000	Rehab sewer collection system and wastewater treatment facility
Saint Cloud							11,732,105				11,732,105	Drinking water treatment improvements
Seaforth			367,000								367,000	Wastewater system improvements
Two Harbors							4,741,091				4,741,091	Rehab water treatment plant
Vernon Center	361,784										361,784	Rehab sewer collection system
Vernon Center							526,076				526,076	Water distribution system improvements
Wadena	4,102,252										4,102,252	Rehab sewer collection system

	Clean Water Revolving Fund		Wastewater Inf Fund	Clean Water Legacy Fund Programs			Drinking Water Revolving Fund		Transportation Revolving	Special	Total PFA	
				Pt Source	Small Community Program							
Recipient	Loan	PF Grant	(WIF) Grant	Impl Grant	Loan	Grant	Loan	PF Grant	Loan Fund	Appropriations	Funding	Project description
Wadena	4,418,242	1,000,000									5,418,242	Stormwater treatment project
Wadena							3,718,290				3,718,290	Watermain replacement
Waterville	7,402,633	2,133,580	1,037,287	2,848,723							13,422,223	Rehab wastewater treatment and upgrade for phosphorus removal, rehab and extend sewer collection system
Waverly	122,842		491,368								614,210	Rehab sewer collection system
Western Lake Superior SD	2,132,276	1,158,274									3,290,550	Esko pump station improvements
Western Lake Superior SD	7,029,490	4,127,130									11,156,620	Treatment plant improvements phase 1, plant heating and biogas conditioning
fiscal year totals by program:	$ 106,103,836	$ 8,418,984	$ 7,892,421	$ 7,765,887	$ 461,166	$ 1,812,754	$ 45,821,140	$ 2,856,788	$ -	$ 750,000	$ 181,882,976	

Appendix: 2016 Audited Financial Report

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Minnesota Public Facilities Authority

Minnesota Public Facilities Authority

(A Component Unit of the State of Minnesota)

Financial Report

June 30, 2016

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Minnesota Public Facilities Authority
(A Component Unit of the State of Minnesota)

Financial Report
June 30, 2016

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RSM

RSM US LLP

Independent Auditor's Report

Minnesota Public Facilities Authority
St. Paul, Minnesota

Report on the Financial Statements
We have audited the accompanying financial statements of the business-type activities and each major fund of Minnesota Public Facilities Authority (the Authority), a component unit of the State of Minnesota, as of and for the years ended June 30, 2016 and 2015, and the related notes to the financial statements, which collectively comprise the Authority'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 opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 opinions.

Opinions
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and each major fund of the Authority as of June 30, 2016 and 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Visit rsmus.com/aboutus for more information regarding RSM US LLP and RSM International.

Other Matters

Required Supplementary Information
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis 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.

RSM US LLP

Minneapolis, Minnesota
October 31, 2016

Management's Discussion and Analysis (Unaudited)

This section of the Minnesota Public Facilities Authority's (the Authority) annual financial report presents a discussion and analysis of the financial condition as of and financial activities for the fiscal years ended June 30, 2016 and 2015. Please read it in conjunction with the financial statements and notes following this section.

Introduction and Discussion of the Authority's Operations:

The Authority was created in 1987 by the State of Minnesota under Minnesota Statutes, Chapter 446A. The Authority provides low interest loans and grants to Minnesota municipalities to help finance infrastructure for clean water, drinking water, and transportation projects. Federal grants and state appropriations received by the Authority may be used directly or leveraged with proceeds of the Authority's revenue bonds.

The Authority has issued tax-exempt revenue bonds the proceeds of which are deposited into multiple bond funds. Except for certain cross-collateralization provisions between the Clean Water and Drinking Water Bond Funds, revenues and assets of each bond fund are separately pledged to the holders of that fund's bonds for debt service payments. Assets and revenues of the Authority outside of the bond funds are not pledged, and are used for grant and loan programs and general administration.

Financial Statement Presentation:

The basic financial statements following Management's Discussion and Analysis consist of those required for a special purpose governmental entity engaged in business-type activities:

- *Statement of Net Position* - This is presented in the format of assets (financial and capital resources) plus deferred outflows of resources, less liabilities, less deferred inflows of resources equals net position. The portion of net position that is reported as restricted has constraints on its use due to bond resolutions and or enabling legislation.

- *Statement of Revenues, Expenses, and Changes in Fund Net Position* - This statement presents the accrual basis operations and the resulting change in fund net position of the Authority for the fiscal year.

- *Statement of Cash Flows* - This statement presents useful information regarding the sufficiency of cash flows to meet debt service requirements, because it includes cash flows such as principal received on loans and principal paid on bonds.

Statements for the fiscal year ended June 30, 2016 are followed by statements for the fiscal year ended June 30, 2015 to allow comparison of the Authority's financial position and results of operations for the current and prior fiscal years.

These statements are prepared on the accrual basis and present information on the Authority's overall financial position and results of operations. Assets and revenues of the separate funds contained within these statements are generally restricted as to use and the reader should not assume they might be used in any aggregate manner.

The Authority defines activities under each of its separate bond resolutions as major funds for financial reporting purposes, with all other accounts and activities outside of these bond resolutions reported in the Other Fund. A summary of the major funds reported by the Authority follows. A more detailed description of each is presented later in the section headed Analysis of Individual Funds' Balances and Transactions for Bond Funds.

- Clean Water Bond Fund (CWBF): In conjunction with the Minnesota Pollution Control Agency (MPCA), the Authority provides loans from the fund to municipalities for wastewater treatment projects certified by the MPCA.

- Drinking Water Bond Fund (DWBF): In conjunction with the Minnesota Department of Health, the Authority provides loans for public drinking water facilities.

- Transportation Bond Fund (TBF): Four separate closed resolutions have been created to make loans in cooperation with the Minnesota Department of Transportation: (1) TBF Series 1999A, (2) TBF Series 2001, (3) TBF Series 2006A, and (4) TBF Series 2008A. During the fiscal year ended June 30, 2011, two series of refunding revenue bonds were issued to refund the outstanding Series 1999A and Series 2001 bonds, TBF Series 2010-T1, and TBF Series 2010-T1, respectively. All outstanding 2006A bonds were redeemed on March 1, 2016.

- Other: All of the Authority's nonrevenue bond activity and accounts are aggregated in the Other Fund.

Within each of the bond funds, the Authority uses bond proceeds, federal capitalization grants, and state matching funds to make loans, pay for the costs of issuing debt, and to fund debt service reserve accounts when used. Federal capitalization grants and state matching grants within these funds are recognized as capital contributions. Net loan repayments and investment earnings provide the necessary cash flow to pay the required debt service on the bonds.

The operations in the Other Fund consist of grant and loan programs funded through federal grants and state appropriations, recognized in these accounts primarily as operating revenue, and administrative costs paid by a portion of the loan repayments, fees, interest earnings, or by federal grant funds.

Condensed Financial Information:

The following page presents condensed financial statement information as of and for the fiscal years ended June 30, 2016, 2015, and 2014.

Minnesota Public Facilities Authority - Condensed Financial Statement Information

Condensed Statements of Net Position June 30, 2016, 2015, and 2014	2016	2015	2014
Assets:			
Cash and investments	$ 483,008,948.12	$ 360,580,998.09	$ 414,557,589.63
Loans receivable	1,870,414,442.30	1,830,838,380.51	1,812,274,528.62
Other	92,887,008.21	16,347,455.05	15,999,796.84
Total assets	2,446,310,398.63	2,207,766,833.65	2,242,831,915.09
Deferred Outflows of Resources:			
Deferred charge on debt refunding	18,252,934.00	14,781,289.00	18,012,155.00
Liabilities:			
Interest payable on bonds	15,507,209.84	14,475,195.50	15,764,194.84
Bonds payable	1,073,878,488.02	937,227,895.93	1,025,045,790.40
Other	84,400,291.76	10,433,945.31	4,530,583.12
Total liabilities	1,173,785,989.62	962,137,036.74	1,045,340,568.36
Net Position:			
Restricted	1,284,912,136.00	1,254,869,525.27	1,210,341,662.22
Unrestricted	5,865,207.01	5,541,560.64	5,161,839.51
Total net position	$1,290,777,343.01	$1,260,411,085.91	$1,215,503,501.73

Condensed Statements of Revenues, Expenses, and Changes in Fund Net Position Years ended June 30, 2016, 2015, 2014	2016	2015	2014
Operating Revenues:			
Interest on loans	$ 37,490,036.70	$ 38,518,162.03	$ 39,216,438.79
Investment earnings	4,485,492.07	3,122,218.24	3,472,503.63
Grants, appropriations, and fees	57,888,010.63	39,926,578.15	32,592,875.30
Net incr (decr) in investment fair value	(143,193.70)	(320,221.00)	(146,704.00)
Total operating revenues	99,720,345.70	81,246,737.42	75,135,113.72
Operating Expenses:			
Interest on bonds	34,126,335.57	39,036,557.71	41,994,391.26
Other	60,075,911.03	46,561,238.62	37,896,260.63
Total operating expenses	94,202,246.60	85,597,796.33	79,890,651.89
Operating income (loss)	5,518,099.10	(4,351,058.91)	(4,755,538.17)
Capital Contributions	24,848,158.00	49,258,643.09	28,067,722.68
Change in Net Position	30,366,257.10	44,907,584.18	23,312,184.51
Net Position at Beginning of Year	1,260,411,085.91	1,215,503,501.73	1,192,191,317.22
Net Position at End of Year	$1,290,777,343.01	$1,260,411,085.91	$1,215,503,501.73

Analysis of the Authority's overall Financial Position and Results of Operations:

The table below summarizes certain financial activities during the fiscal years 2016, 2015, and 2014:

		2016	2015	2014
Operating revenues and capital contributions from federal grants and state appropriations:				
Clean Water Bond Fund (CWBF):				
Federal capitalization grants		$ 17,930,038.00	$ 23,403,039.56	$ 18,893,680.00
Federal *Build America Bonds* revenue		1,328,097.39	1,321,496.89	1,311,523.33
State appropriations			6,600,000.00	5,173,800.00
Drinking Water Bond Fund (DWBF):				
Federal capitalization grants		6,918,120.00	13,855,603.53	1,174,042.68
Federal *Build America Bonds* revenue		615,901.92	612,840.97	608,215.76
State appropriations			5,400,000.00	2,826,200.00
Other Fund:				
Clean water federal grants		8,881,997.52	2,492,875.52	2,566,590.31
Drinking water federal grants		8,065,237.85	11,185,851.25	11,623,939.05
State appropriations and fees		38,996,775.95	24,313,513.52	16,482,606.85
		$ 82,736,168.63	$ 89,185,221.24	$ 60,660,597.98
Bonds Payable (par):	issued	354,330,000.00		
	defeased	(110,070,000.00)		
	redeemed	(163,415,000.00)	(77,620,000.00)	(73,825,000.00)
	net change	$ 80,845,000.00	$(77,620,000.00)	$(73,825,000.00)
Loans Receivable:	disbursed	165,475,575.74	138,195,969.89	130,653,065.06
	repaid	(125,899,513.95)	(113,594,839.00)	(115,532,613.09)
	net change	$ 39,576,061.79	$ 24,601,130.89	$ 15,120,451.97

During the fiscal years ended June 30, 2016, 2015, and 2014, net position changed by: $30.4, $44.9, and $23.3 million, respectively. Volatility in this change is due largely to the timing of federal and state capital contributions: $24.8, $49.3, and $28.1 million, respectively.

The weighted average interest rate on outstanding loan balances at June 30, 2016, 2015, and 2014 was 2.01%, 2.11%, and 2.18%, respectively.

The weighted average investment earnings rate (earnings ÷ average daily cash and investments balance) during fiscal years 2016, 2015, and 2014 was 0.73%, 0.71%, and 0.66%.

Loan and grant approvals for the last three fiscal years were $182 million (73 contracts) in fiscal year 2016, $227 million (80 contracts) in fiscal year 2015, and $144 million (70 contracts) in fiscal year 2014.

Discussion of Long-term Debt Activity, Credit Ratings, and Debt Limitations:

The Authority's outstanding debt limit is $1,500,000,000. The Authority bonds do not constitute a debt of the State of Minnesota or any agency or political subdivision thereof (other than the Authority). The principal amount of bonds outstanding at June 30, 2016 was $974,285,000.

During fiscal years 2012 through 2015, the Authority issued no bonds. During fiscal year 2016, the Authority issued State Revolving Fund Revenue Bonds Series 2016A (Clean Water and Drinking Water) of $247,425,000 and State Revolving Fund Revenue Refunding Bonds Series 2016B (Clean Water and Drinking Water) of $106,905,000.

The Clean Water and Drinking Water bonds are rated triple A by Standard and Poor's (AAA), Moody's (Aaa), and Fitch Ratings (AAA). The transportation bonds were rated: Series 2006A bonds: Moody's (Aaa); Series 2008A bonds: Standard and Poor's (AAA) and Moody's (Aaa); Series 2010-T1 bonds: Moody's (Aaa); and Series 2010-T2 bonds: Standard and Poor's (AAA).

Analysis of Individual Funds' Balances and Transactions for Bond Funds:

This section will provide general information on each bond fund, followed by presentation and analysis of more detailed financial information.

Clean Water Bond Fund (CWBF): This pooled bond fund is a part of the Authority's Clean Water State Revolving Fund, operated under the federal Clean Water program, CFDA #66.458. Initiated in 1989, twenty six series of bonds have been issued for $2.63 billion par, which includes $1.02 billion for refunding prior issues. Federal capitalization grant awards and state match appropriations through June 30, 2016 were approximately $864 million, net of nonpledged set-asides and principal forgiveness. The Authority has over the years transferred out approximately $90 million from the CWBF for related but nonpledged programs known as non point-source programs. During fiscal years 2016, 2015, and 2014, the Authority transferred out $-0- million, $-0-, and $0.9 million, respectively, from net position for these programs. This activity is reflected on the Statement of Revenues, Expenses, and Changes in Fund Net Position as transfers out of the CWBF to the Other Fund, then as expenditures in the Other Fund as sub-recipients expend the awards. Prior to removing assets from the CWBF, the Authority must meet conditions defined in the fund's basic bond resolution. The CWBF has made 517 loan commitments to 283 borrowers for approximately $2.85 billion. The largest borrower, at approximately $584.9 million in outstanding loans as of June 30, 2016, is the Metropolitan Council.

Drinking Water Bond Fund (DWBF): This pooled bond fund is a part of the Authority's Drinking Water State Revolving Fund, operated under the federal Safe Drinking Water program, CFDA #66.468. Initiated in 1998, nine series of bonds have been issued for $438.5 million, which includes $62.9 million for refunding prior issues. Federal capitalization grant awards and state match appropriations through June 30, 2015 were approximately $297.1 million, net of nonpledged set-asides and principal forgiveness. The fund has made 382 loan commitments to 251 borrowers for approximately $769.2 million. The largest borrower, at approximately $75.9 million in outstanding loans as of June 30, 2016, is the City of Minneapolis.

Transportation Bond Fund (TBF): This fund consists of four closed, stand-alone bond issuances with separate pledged assets and revenues for each:

- The series 1999A bonds of $17.08 million par were issued in March 1999. The Authority transferred $4.1 million in cash into the fund at issuance, from its nonpledged accounts. One loan for $21.025 million was made to the Metropolitan Council. In November 2010, bonds outstanding were redeemed with proceeds of the Revenue Refunding Bonds Series 2010-T1.
- The series 2001 bonds of $20.45 million par were issued in December 2001. The Authority transferred $16.77 million in cash and loans into the fund. Nine loan commitments totaling $34.78 million form the loan pool pledged to these bonds, and a $1.9 million debt service reserve account was also created from the assets transferred in. In November 2010, bonds outstanding were redeemed with proceeds of the Revenue Refunding Bonds Series 2010-T2.
- The series 2006A bonds of $8.9 million par were issued in December 2006. The Authority transferred $2.4 million in cash into the fund at issuance, from its nonpledged accounts. One loan for $11.2 million was made to Stearns County. All outstanding 2006A bonds were redeemed on March 1, 2016.
- The series 2008A bonds of $7.7 million par were issued in January 2008. The Authority transferred $2.25 million in cash into the fund at issuance, from its nonpledged accounts. One loan for $10 million was made to the Metropolitan Council.

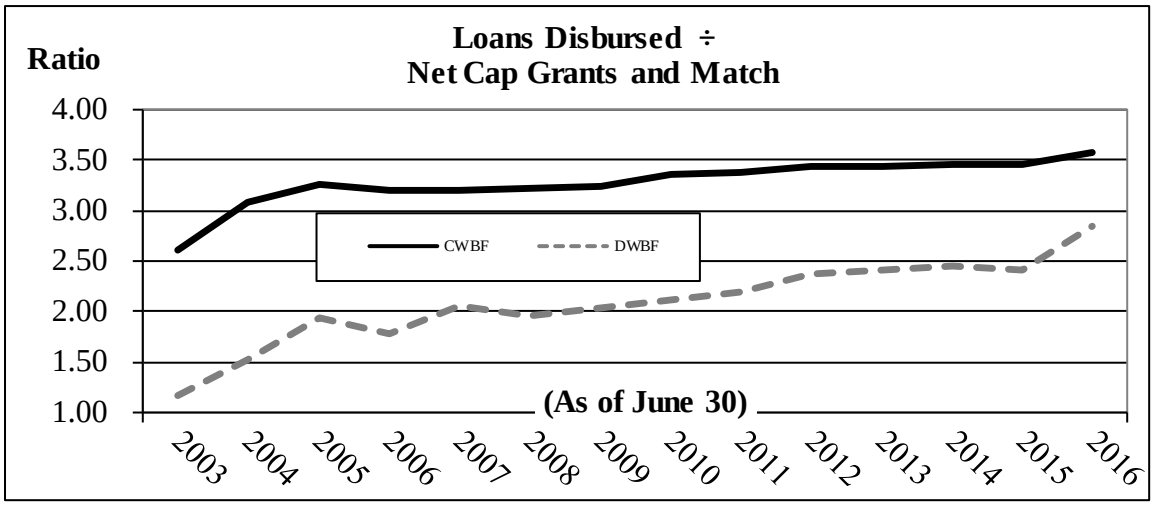
Criteria used in evaluating the financial results and conditions of the bond funds include:

- The efficient use of contributed capital to accomplish the goal of making below market rate loans to program participants (CWBF and DWBF).
- The ability to generate cash flows sufficient to make debt service payments (all bond funds).

Analysis of the efficient use of federal capitalization grants and state match:

The amount of loans disbursed by the CWBF and DWBF, compared to the net amount of federal capitalization grants and state match recognized in the funds, gives a measure of the effective use of the capital contributions. Timing of loan disbursements and use of federal and state funds may affect the ratios at any point in time, but over time this ratio should grow as the programs grow in size and loan repayments become a larger portion of the available sources for new loans. The following chart displays the ratio at June 30th for the past fourteen years.

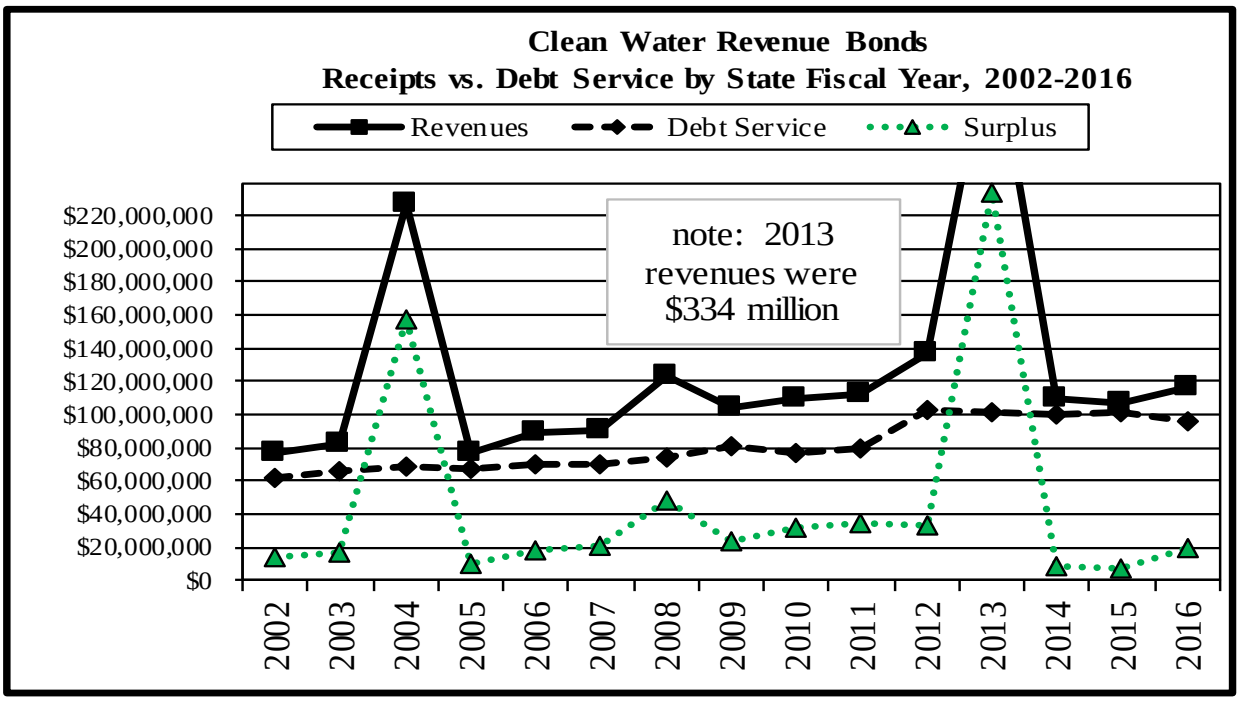
Clean Water and Drinking Water Bond Fund Programs
Leveraging of Federal Capitalization Grants and State Match

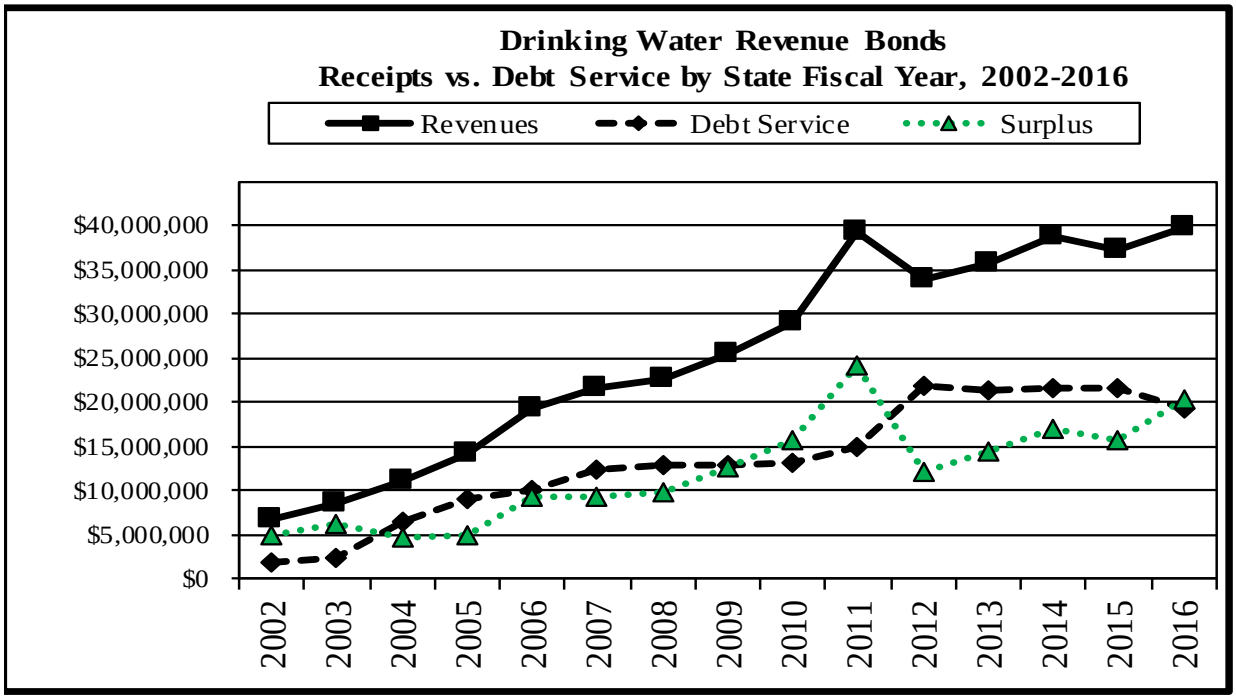


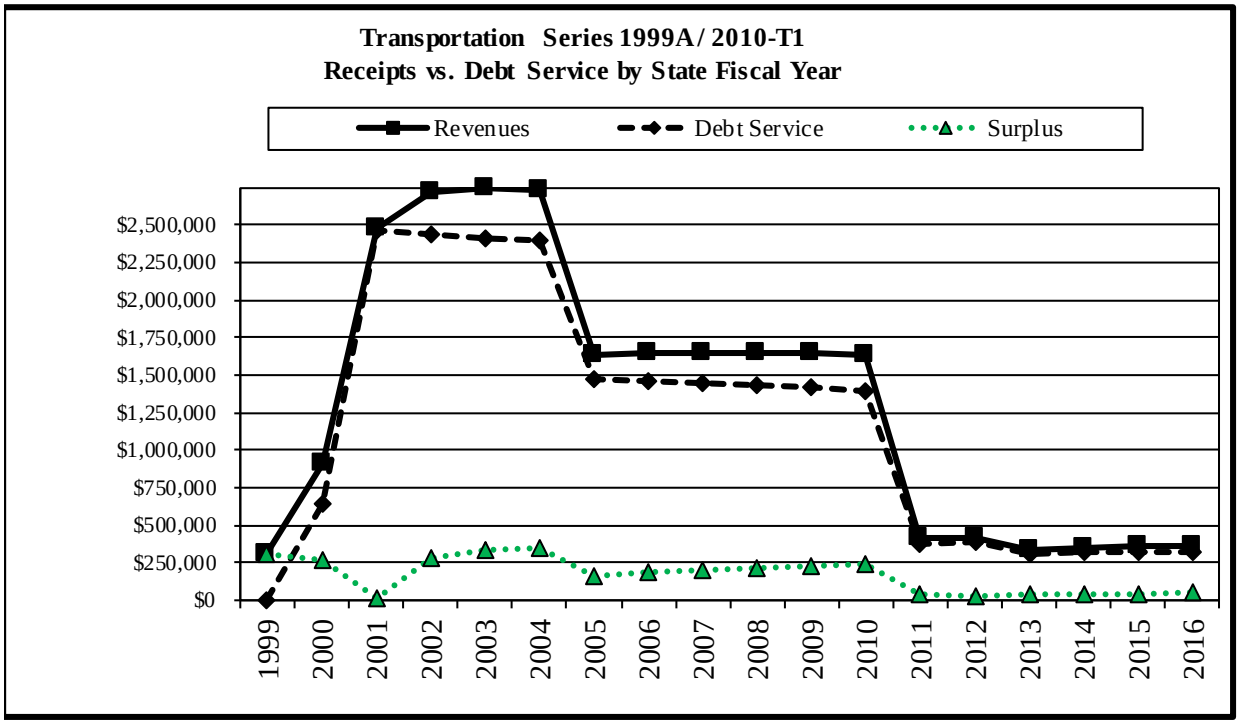
Analysis of historical cash flow sufficiency to make debt service payments:

The following charts show each bond fund's cash flow history in meeting debt service payments. Annual total bond fund receipts, debt service, and net surplus are charted.

Charts of each fund's cash flow history to date in meeting debt service payments
(note differing scales between the charts)






Transportation Series 1999A / 2010-T1
Receipts vs. Debt Service by State Fiscal Year
Revenues
Debt Service
Surplus
$2,500,000
$2,250,000
$2,000,000
$1,750,000
$1,500,000
$1,250,000
$1,000,000
$750,000
$500,000
$250,000
$0
1999
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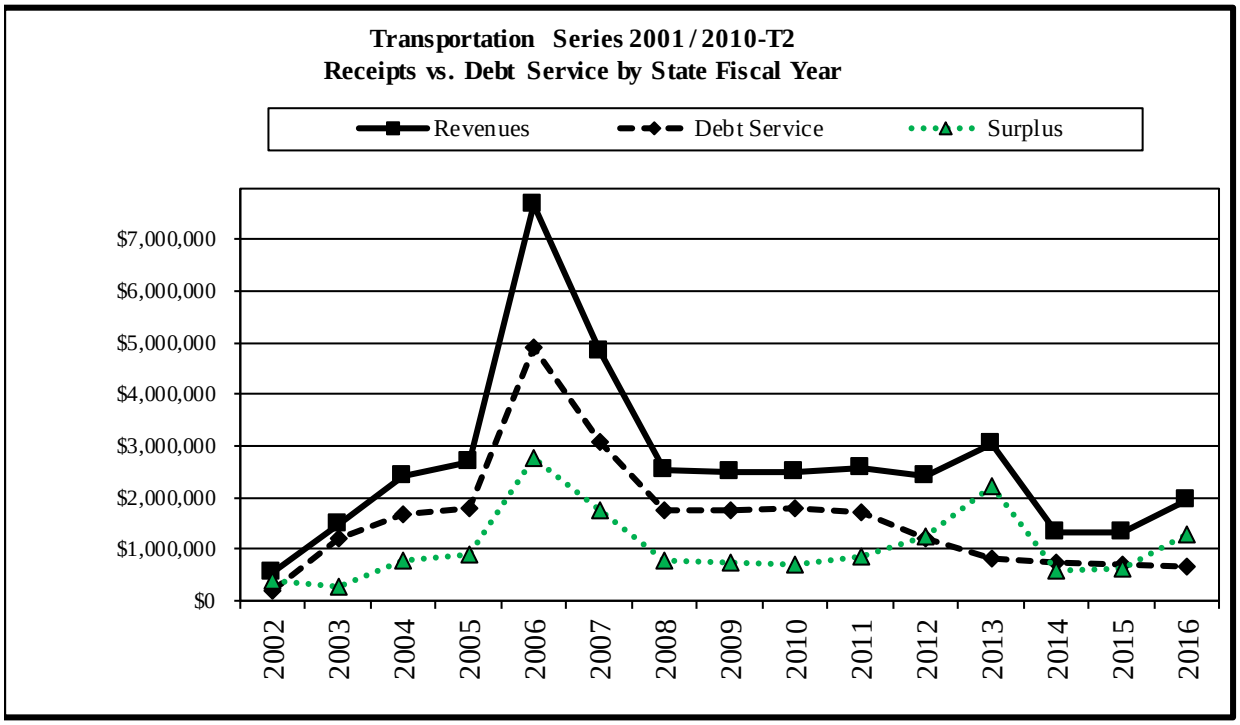
2011
2012
2013
2014
2015
2016


Transportation Series 2001 / 2010-T2
Receipts vs. Debt Service by State Fiscal Year
Revenues
Debt Service
Surplus
$7,000,000
$6,000,000
$5,000,000
$4,000,000
$3,000,000
$2,000,000
$1,000,000
$0
2002
2003
2004
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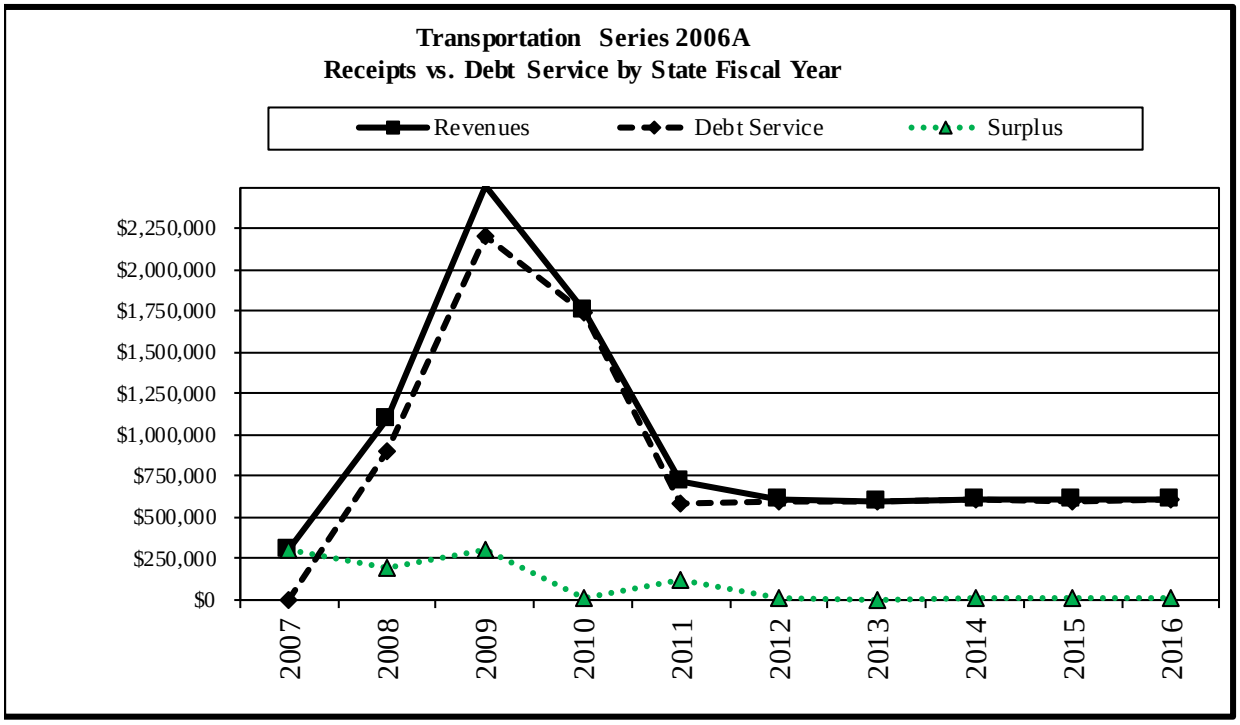
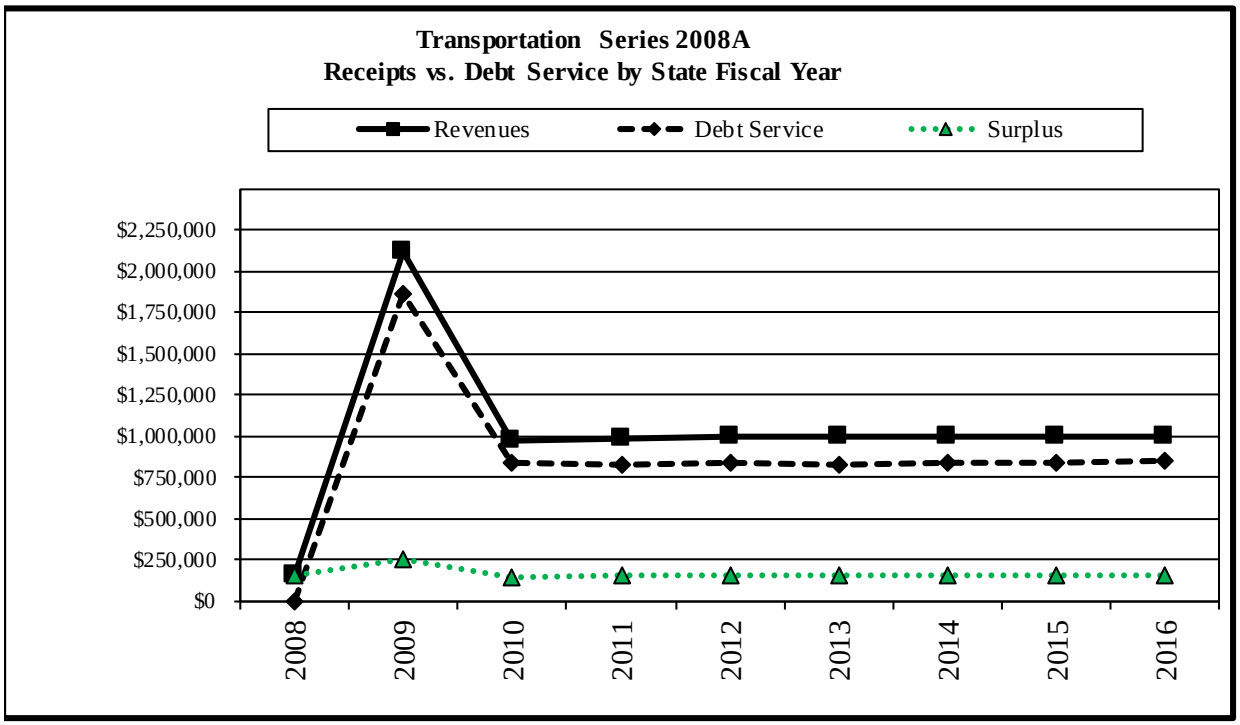
2011
2012
2013
2014
2015
2016


Transportation Series 2006A
Receipts vs. Debt Service by State Fiscal Year
Revenues
Debt Service
Surplus
$2,250,000
$2,000,000
$1,750,000
$1,500,000
$1,250,000
$1,000,000
$750,000
$500,000
$250,000
$0
2007
2008
2009
2010
2011
2012
2013
2014
2015
2016


Transportation Series 2008A
Receipts vs. Debt Service by State Fiscal Year
Revenues
Debt Service
Surplus
$2,250,000
$2,000,000
$1,750,000
$1,500,000
$1,250,000
$1,000,000
$750,000
$500,000
$250,000
$0
2008
2009
2010
2011
2012
2013
2014
2015
2016

Financial ratios: The following table presents financial ratios regarding financial position and ability to generate cash flows sufficient to pay debt service requirements.

	Clean Water Bond Fund	Drinking Water Bond Fund	Transportation Bond Fund			
			Series 1999A / 2010-T1	Series 2001 / 2010-T2	Series 2006A	Series 2008A
Current ratios						
June 30, 2016	4.76	9.13	1.23	1.58	n/a	1.21
June 30, 2015	3.99	0.93	1.32	2.87	2.90	1.23
June 30, 2014	4.86	5.45	1.23	1.67	2.99	1.25
Debt ratios						
June 30, 2016	0.50	0.35	0.80	0.34	n/a	0.83
June 30, 2015	0.47	0.36	0.79	0.35	0.69	0.82
June 30, 2014	0.50	0.39	0.80	0.38	0.71	0.81
Operating Income ratios						
FY 2016	1.00	1.71	-0.52	3.84	0.69	0.61
FY 2015	0.95	1.28	0.55	4.04	0.70	0.63
FY 2014	0.91	1.22	0.08	3.88	0.70	0.65
Debt Service Coverage						
FY 2016	1.21	2.05	1.15	2.94	1.01	1.18
FY 2015	1.07	1.72	1.02	1.19	1.12	1.90
FY 2014	1.09	1.80	1.11	1.84	1.01	1.18

current ratio:	current assets ÷ current liabilities
debt ratio:	debt ÷ assets
operating income ratio:	operating revenues ÷ operating expenses
debt service coverage ratio:	(loan repayments + investment interest) ÷ (bond debt service)
	note: debt service is net of early calls.

Even though operating income ratios for several of the Bond Funds are or have been less than 1, the cash flows are sufficient to pay debt service because the outstanding loans receivable balance is greater than the outstanding bonds. This fact is reflected in the debt service coverage ratios, which includes principal repayments as well as interest. Principal repaid on the loans exceeds the bond principal requirements and more than overcome the lower interest earnings on the loans. These financings were structured such that projected repayments on the loans made are sufficient to pay debt service on the lesser amount of bonds issued.

Analysis of Individual Funds' Balances and Transactions for Non-Bond Funds:

The Other Fund includes grant and loan programs not funded with Authority bond proceeds, and the administrative costs for the Authority including costs of the Department of Employment and Economic Development, the Minnesota Pollution Control Agency (PCA), and the Department of Health. These administrative costs are funded partially from federal grants and partially from the fee portion of loans repayments.

The Authority, through inter-agency agreements, provides Clean Water and Drinking Water funds to Health, PCA, and the Department of Agriculture for related programs. The funds are from federal grant pass-thru or from net position removed from the CWBF. During the three most recent fiscal years these amounts were made available:

Sub-Grants	MPCA Clean Water Partnership	Agriculture Best Mgmt Practices	Health Drinking Water Set-Asides
FY 2016	$ -	$ -	$ 3,272,500
FY 2015	-	-	3,459,060
FY 2014	858,865	-	6,590,760

State Appropriations – The Authority received no appropriations during the 2016 legislative session. During the 2015 session, $10,000,000 was appropriated for the Wastewater Infrastructure Funding Program, $18,000,000 for the Point Source Implementation Grants Program, and $500,000 for the Small Community Wastewater Treatment Program, each reported in the Authority's Other Fund. These appropriations are recognized as operating revenue as related expenditure obligations are incurred.

Discussion of Facts and Conditions Expected to Have a Significant Impact on Financial Position and or Results of Operations:

Between fiscal years 2004 and 2013, the Authority received early pay-offs on loans for several hundred million dollars. These repayments were used to make new loans, but projected net receipts for the bond funds (in particular the CWBF) were reduced from fiscal year 2005 through fiscal year 2022 because the new loans had lower rates than the paid-off loans.

The average rate on outstanding loans, as well as the average rate earned on investments, has dropped substantially in recent (7-8) years. The lower loan rates are advantageous to the borrowers that get them, but everything else being equal, they do reduce future lending capacity.

The Authority adopts an annual Intended Use Plan (IUP) for the Clean Water program and for the Drinking Water program. The IUPs identify which projects may be considered for funding during the fiscal year, based on priority lists established by the MPCA for Clean Water projects and by the Department of Health for Drinking Water projects. The Authority reviews the long term funding capacity of the Clean Water Bond Fund and the Drinking Water Bond Fund when determining the level of funding for the annual IUPs. The average annual amount of Clean Water loans made has exceeded projected long-term sustainable capacity. Needs for wastewater system improvements continue to be substantial. Meeting current loan demand while preserving long term lending capacity for high priority projects throughout the State will be a continuing challenge.

On September 1 2016, the Authority advanced $77,150,000 from the CWBF to the DWBF to call and redeem a like par amount of 2004A and 2005A DWBF bonds, without having to issue refunding bonds. The bond calls result in a reduction to future DWBF bond interest payments of nearly $15 million. The Authority intends for the DWBF to repay the advance with interest, using a portion of each bond-year-end surplus. The scheduled principal payback matches the original maturity schedule of the called bonds. The interest rate charged will equal, for each month, the monthly rate reported by Minnesota Management and Budget on the state's collective cash pool know as Invested Treasurer's Cash. The Authority views the net effect of this transaction as a cost effective reduction to DWBF debt service while making the CWBF whole.

Requests for Information

This financial report is designed to provide a general overview of the Minnesota Public Facilities Authority's finances. Questions concerning any of the information provided in this report should be addressed to:

Minnesota Public Facilities Authority
Attention: Chief Financial Officer Steve Walter
1st National Bank Bldg., Suite W820
332 Minnesota Street
Saint Paul, MN 55101-1378.

Minnesota Public Facilities Authority
Statement of Net Position
June 30, 2016

	Revenue Bond Funds				
	Clean Water Bond Fund	Drinking Water Bond Fund	Transportation Bond Fund	Other	Business-type Activity Total
ASSETS					
Current assets:					
Cash and cash equivalents	$ 266,951,130.27	$ 144,437,305.86	$ 181,737.01	$ 38,424,525.98	$ 449,994,699.12
Investments	8,784,588.25				8,784,588.25
Loans receivable	96,194,000.00	33,304,000.00	1,802,334.00	5,146,057.00	136,446,391.00
Advance to another fund	2,200,000.00				2,200,000.00
Federal grants receivable				1,303,503.21	1,303,503.21
Accrued interest receivable:					
Investments	396,800.00		5,929.00		402,729.00
Loans	9,873,978.00	3,343,492.00	74,032.00	280,585.00	13,572,087.00
Advance to another fund	458,689.00				458,689.00
Total current assets	384,859,185.52	181,084,797.86	2,064,032.01	45,154,671.19	613,162,686.58
Noncurrent assets:					
Investments	23,692,660.75		537,000.00		24,229,660.75
Loans receivable	1,227,199,952.39	450,333,086.53	6,202,000.46	50,233,011.92	1,733,968,051.30
Advance to another fund	74,950,000.00				74,950,000.00
Total assets	1,710,701,798.66	631,417,884.39	8,803,032.47	95,387,683.11	2,446,310,398.63
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charge on debt refunding	16,331,886.00	1,906,054.00	14,994.00		18,252,934.00
LIABILITIES					
Current liabilities:					
Accounts payable & other				5,448,132.07	5,448,132.07
Interest payable on bonds	12,447,833.00	3,011,206.00	48,170.84		15,507,209.84
Interest payable on advance		458,689.00			458,689.00
Arbitrage rebate liability	911,040.42	56,861.90			967,902.32
Compensated absences payable				46,356.00	46,356.00
Advance from another fund		2,200,000.00			2,200,000.00
Bonds payable	67,485,000.00	14,100,000.00	1,515,000.00		83,100,000.00
Total current liabilities	80,843,873.42	19,826,756.90	1,563,170.84	5,494,488.07	107,728,289.23
Noncurrent liabilities:					
Bonds payable	780,757,320.34	206,975,087.52	3,046,080.16		990,778,488.02
Advance from another fund		74,950,000.00			74,950,000.00
Arbitrage rebate liability			9,692.37		9,692.37
Compensated absences payable				319,520.00	319,520.00
Total liabilities	861,601,193.76	301,751,844.42	4,618,943.37	5,814,008.07	1,173,785,989.62
NET POSITION					
Restricted (see Note 6)	865,432,490.90	331,572,093.97	4,199,083.10	83,708,468.03	1,284,912,136.00
Unrestricted				5,865,207.01	5,865,207.01
Total net position	$ 865,432,490.90	$ 331,572,093.97	$ 4,199,083.10	$ 89,573,675.04	$ 1,290,777,343.01

see accompanying notes to the financial statements

Minnesota Public Facilities Authority
Statement of Net Position
June 30, 2015

	Revenue Bond Funds				
	Clean Water Bond Fund	Drinking Water Bond Fund	Transportation Bond Fund	Other	Business-type Activity Total
ASSETS					
Current assets:					
Cash and cash equivalents	$ 223,069,335.93	$ 52,514,288.31	$ 969,759.73	$ 50,449,271.12	$ 327,002,655.09
Investments	407,592.00				407,592.00
Loans receivable	87,459,000.00	30,445,000.00	3,561,862.00	3,742,138.00	125,208,000.00
Advance to another fund					-
Federal grants receivable				1,965,085.05	1,965,085.05
Accrued interest receivable:					
Investments	399,166.00		5,929.00		405,095.00
Loans	10,232,385.00	3,342,045.00	144,945.00	257,900.00	13,977,275.00
Advance to another fund					-
Total current assets	321,567,478.93	86,301,333.31	4,682,495.73	56,414,394.17	468,965,702.14
Noncurrent assets:					
Investments	32,633,751.00		537,000.00		33,170,751.00
Loans receivable	1,236,081,620.65	419,992,177.43	10,713,807.92	38,842,774.51	1,705,630,380.51
Advance to another fund					-
Total assets	1,590,282,850.58	506,293,510.74	15,933,303.65	95,257,168.68	2,207,766,833.65
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charge on debt refunding	14,437,500.00	322,012.00	21,777.00		14,781,289.00
LIABILITIES					
Current liabilities:					
Accounts payable & other				9,065,991.11	9,065,991.11
Interest payable on bonds	11,582,268.00	2,787,990.00	104,937.50		14,475,195.50
Interest payable on advance					-
Arbitrage rebate liability	91,594.32	67,091.97	15,542.23		174,228.52
Compensated absences payable				43,044.00	43,044.00
Advance from another fund					-
Bonds payable	68,945,000.00	89,925,000.00	2,115,000.00		160,985,000.00
Total current liabilities	80,618,862.32	92,780,081.97	2,235,479.73	9,109,035.11	184,743,459.13
Noncurrent liabilities:					
Bonds payable	675,919,700.78	93,294,621.91	7,028,573.24		776,242,895.93
Advance from another fund					-
Arbitrage rebate liability	851,876.84		4,077.84		855,954.68
Compensated absences payable				294,727.00	294,727.00
Total liabilities	757,390,439.94	186,074,703.88	9,268,130.81	9,403,762.11	962,137,036.74
NET POSITION					
Restricted (see Note 6)	847,329,910.64	320,540,818.86	6,686,949.84	80,311,845.93	1,254,869,525.27
Unrestricted				5,541,560.64	5,541,560.64
Total net position	$ 847,329,910.64	$ 320,540,818.86	$ 6,686,949.84	$ 85,853,406.57	$ 1,260,411,085.91

see accompanying notes to the financial statements

Minnesota Public Facilities Authority
Statement of Revenues, Expenses and Changes in Fund Net Position
for the Year Ended June 30, 2016

	Revenue Bond Funds				
	Clean Water Bond Fund	Drinking Water Bond Fund	Transportation Bond Fund	Other	Business-type Activity Total
Operating revenues:					
Interest on loans	$ 24,887,100.26	$ 8,639,448.46	$ 244,869.50	$ 3,718,618.48	$ 37,490,036.70
Interest on advance	458,689.00				458,689.00
Investment earnings	3,152,964.38	650,896.66	26,019.82	196,922.21	4,026,803.07
Net increase (decrease), fair value of investments	(143,193.70)				(143,193.70)
Federal grants-operating	1,328,097.39	615,901.92		16,947,235.37	18,891,234.68
State appropriations and fees				38,996,775.95	38,996,775.95
Total operating revenues	29,683,657.33	9,906,247.04	270,889.32	59,859,552.01	99,720,345.70
Operating expenses:					
Interest on bonds	28,936,626.61	4,962,373.20	227,335.76		34,126,335.57
Interest on advance		458,689.00			458,689.00
Salaries and employee benefits				2,664,671.24	2,664,671.24
Other general operating	631,999.76	372,029.73		812,442.21	1,816,471.70
Grants				55,136,079.09	55,136,079.09
Total operating expenses	29,568,626.37	5,793,091.93	227,335.76	58,613,192.54	94,202,246.60
Operating income	115,030.96	4,113,155.11	43,553.56	1,246,359.47	5,518,099.10
Capital Contributions:					
Federal Grants	17,930,038.00	6,918,120.00			24,848,158.00
State Match					-
Total capital contributions	17,930,038.00	6,918,120.00	-	-	24,848,158.00
Transfers in (out)	57,511.30		(2,531,420.30)	2,473,909.00	-
Change in net position	18,102,580.26	11,031,275.11	(2,487,866.74)	3,720,268.47	30,366,257.10
Total net position:					
Beginning of year	847,329,910.64	320,540,818.86	6,686,949.84	85,853,406.57	1,260,411,085.91
End of year	$ 865,432,490.90	$ 331,572,093.97	$ 4,199,083.10	$ 89,573,675.04	$ 1,290,777,343.01

see accompanying notes to the financial statements

Minnesota Public Facilities Authority
Statement of Revenues, Expenses and Changes in Fund Net Position
for the Year Ended June 30, 2015

	Revenue Bond Funds				
	Clean Water Bond Fund	Drinking Water Bond Fund	Transportation Bond Fund	Other	Business-type Activity Total
Operating revenues:					
Interest on loans	$ 25,879,664.16	$ 8,809,195.32	$ 385,058.97	$ 3,444,243.58	$ 38,518,162.03
Interest on advance					-
Investment earnings	2,477,818.94	432,970.79	24,581.21	186,847.30	3,122,218.24
Net increase (decrease), fair value of investments	(320,221.00)				(320,221.00)
Federal grants-operating	1,321,496.89	612,840.97		13,678,726.77	15,613,064.63
State appropriations and fees				24,313,513.52	24,313,513.52
Total operating revenues	29,358,758.99	9,855,007.08	409,640.18	41,623,331.17	81,246,737.42
Operating expenses:					
Interest on bonds	31,025,352.29	7,695,470.83	315,734.59		39,036,557.71
Interest on advance					-
Salaries and employee benefits				2,464,399.42	2,464,399.42
Other general operating				859,111.49	859,111.49
Grants				43,237,727.71	43,237,727.71
Total operating expenses	31,025,352.29	7,695,470.83	315,734.59	46,561,238.62	85,597,796.33
Operating income (loss)	(1,666,593.30)	2,159,536.25	93,905.59	(4,937,907.45)	(4,351,058.91)
Capital Contributions:					
Federal Grants	23,403,039.56	13,855,603.53			37,258,643.09
State Match	6,600,000.00	5,400,000.00			12,000,000.00
Total capital contributions	30,003,039.56	19,255,603.53	-	-	49,258,643.09
Transfers in (out)	57,065.40		(837,568.11)	780,502.71	-
Change in net position	28,393,511.66	21,415,139.78	(743,662.52)	(4,157,404.74)	44,907,584.18
Total net position:					
Beginning of year	818,936,398.98	299,125,679.08	7,430,612.36	90,010,811.31	1,215,503,501.73
End of year	$ 847,329,910.64	$ 320,540,818.86	$ 6,686,949.84	$ 85,853,406.57	$ 1,260,411,085.91

see accompanying notes to the financial statements

Minnesota Public Facilities Authority
Statement of Cash Flows
for the Year Ended June 30, 2016

	Revenue Bond Funds				
	Clean Water Bond Fund	Drinking Water Bond Fund	Transportation Bond Fund	Other	Business-type Activity Total
Operating activities:					
Interest received on loans	$ 25,245,507.26	$ 8,638,001.46	$ 315,782.50	$ 3,695,933.48	$ 37,895,224.70
Principal received on loans	88,080,364.71	30,461,533.22	3,576,335.46	3,781,280.56	125,899,513.95
Payments to make loans	(87,933,696.45)	(63,661,442.32)	-	(13,880,436.97)	(165,475,575.74)
Federal grants - operating	1,328,097.39	615,901.92		17,608,817.21	19,552,816.52
State appropriations, and fees				38,996,775.95	38,996,775.95
Payments to employees				(2,665,957.30)	(2,665,957.30)
Payments to vendors				(835,705.58)	(835,705.58)
Payments to vendors-bond issues	(631,999.76)	(372,029.73)			(1,004,029.49)
Payments to grantees				(54,976,754.57)	(54,976,754.57)
Payments to sub-recipients				(3,724,529.13)	(3,724,529.13)
Net cash provided (used) in operating activities	26,088,273.15	(24,318,035.45)	3,892,117.96	(12,000,576.35)	(6,338,220.69)
Non capital financing activities:					
Capital contributions - federal	17,930,038.00	6,918,120.00			24,848,158.00
Capital contributions - state					-
Proceeds from sale of bonds	268,313,749.94	158,908,640.86			427,222,390.80
Deposits to refunding escrow	(91,366,836.49)	(30,851,299.81)			(122,218,136.30)
Interest paid on bonds	(34,589,741.50)	(6,600,074.64)	(314,812.50)		(41,504,628.64)
Principal paid on bonds	(68,945,000.00)	(89,925,000.00)	(4,545,000.00)		(163,415,000.00)
Cash transfers	57,511.30		163,579.70	(221,091.00)	-
Advance from (to) Other Fund	(77,150,000.00)	77,150,000.00			-
Net cash provided (used) in non capital financing:	14,249,721.25	115,600,386.41	(4,696,232.80)	(221,091.00)	124,932,783.86
Investing activities:					
Investment interest	3,155,330.38	650,896.66	31,634.35	196,922.21	4,034,783.60
Arbitrage payments to the IRS	(32,430.74)	(10,230.07)	(15,542.23)		(58,203.04)
Proceeds from sale & maturities	420,900.30				420,900.30
Net cash provided in investing activities	3,543,799.94	640,666.59	16,092.12	196,922.21	4,397,480.86
Net increase (decrease) in cash and cash equivalents	43,881,794.34	91,923,017.55	(788,022.72)	(12,024,745.14)	122,992,044.03
Cash and cash equivalents:					
Beginning of year	223,069,335.93	52,514,288.31	969,759.73	50,449,271.12	327,002,655.09
End of year	$ 266,951,130.27	$ 144,437,305.86	$ 181,737.01	$ 38,424,525.98	$ 449,994,699.12

Minnesota Public Facilities Authority
Statement of Cash Flows (Continued)
for the Year Ended June 30, 2016

	Revenue Bond Funds				
	Clean Water Bond Fund	Drinking Water Bond Fund	Transportation Bond Fund	Other	Business-type Activity Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income	$ 115,030.96	$ 4,113,155.11	$ 43,553.56	$ 1,246,359.47	$ 5,518,099.10
Adjustments to reconcile:					
Principal received on loans	88,080,364.71	30,461,533.22	3,576,335.46	3,781,280.56	125,899,513.95
Payments to make loans	(87,933,696.45)	(63,661,442.32)		(13,880,436.97)	(165,475,575.74)
Interest paid on bonds	34,589,741.50	6,600,074.64	314,812.50		41,504,628.64
Investment earnings	(3,155,330.38)	(650,896.66)	(31,634.35)	(196,922.21)	(4,034,783.60)
Arbitrage payments to the IRS	32,430.74	10,230.07	15,542.23		58,203.04
Net change, investment fair value	143,193.70				143,193.70
Net amortizations	(6,518,679.89)	(1,860,917.44)	(30,710.08)		(8,410,307.41)
Loans converted to grants					-
Changes in assets and liabilities:					
Accrued assets: interest and grants receivable	(97,916.00)	(1,447.00)	70,913.00	638,896.84	610,446.84
Accrued liabilities: interest and accounts payable	833,134.26	671,674.93	(66,694.36)	(3,589,754.04)	(2,151,639.21)
Net cash provided (used) in operating activities	$ 26,088,273.15	$ (24,318,035.45)	$ 3,892,117.96	$ (12,000,576.35)	$ (6,338,220.69)

see accompanying notes to the financial statements

Minnesota Public Facilities Authority
Statement of Cash Flows
for the Year Ended June 30, 2015

	Revenue Bond Funds				
	Clean Water Bond Fund	Drinking Water Bond Fund	Transportation Bond Fund	Other	Business-type Activity Total
Operating activities:					
Interest received on loans	$ 25,695,295.16	$ 8,904,289.32	$ 387,800.97	$ 3,486,154.58	$ 38,473,540.03
Principal received on loans	79,252,695.97	27,775,939.55	2,879,694.37	3,686,509.11	113,594,839.00
Payments to make loans	(99,817,126.39)	(36,446,901.08)		(1,931,942.42)	(138,195,969.89)
Federal grants - operating	1,321,496.89	612,840.97		13,281,754.56	15,216,092.42
State appropriations, and fees				24,313,513.52	24,313,513.52
Payments to employees				(2,390,572.18)	(2,390,572.18)
Payments to vendors				(1,046,500.44)	(1,046,500.44)
Payments to vendors-bond issues					-
Payments to grantees				(27,553,822.59)	(27,553,822.59)
Payments to sub-recipients				(3,852,203.20)	(3,852,203.20)
Net cash provided (used) in operating activities	6,452,361.63	846,168.76	3,267,495.34	7,992,890.94	18,558,916.67
Non capital financing activities:					
Capital contributions - federal	23,403,039.56	13,855,603.53			37,258,643.09
Capital contributions - state	6,600,000.00	5,400,000.00			12,000,000.00
Proceeds from sale of bonds					-
Deposits to refunding escrow					-
Interest paid on bonds	(37,941,804.00)	(8,968,219.02)	(382,562.50)		(47,292,585.52)
Principal paid on bonds	(63,020,000.00)	(12,525,000.00)	(2,075,000.00)		(77,620,000.00)
Cash transfers	57,065.40		(837,568.11)	780,502.71	-
Advance from (to) Other Fund					-
Net cash provided (used) in non capital financing:	(70,901,699.04)	(2,237,615.49)	(3,295,130.61)	780,502.71	(75,653,942.43)
Investing activities:					
Investment interest	2,885,451.21	338,062.76	28,293.95	186,847.30	3,438,655.22
Arbitrage payments to the IRS					-
Proceeds from sale & maturities	5,238,400.00				5,238,400.00
Net cash provided in investing activities	8,123,851.21	338,062.76	28,293.95	186,847.30	8,677,055.22
Net increase (decrease) in cash and cash equivalents	(56,325,486.20)	(1,053,383.97)	658.68	8,960,240.95	(48,417,970.54)
Cash and cash equivalents:					
Beginning of year	279,394,822.13	53,567,672.28	969,101.05	41,489,030.17	375,420,625.63
End of year	$ 223,069,335.93	$ 52,514,288.31	$ 969,759.73	$ 50,449,271.12	$ 327,002,655.09

Minnesota Public Facilities Authority
Statement of Cash Flows (Continued)
for the Year Ended June 30, 2015

	Revenue Bond Funds				
	Clean Water Bond Fund	Drinking Water Bond Fund	Transportation Bond Fund	Other	Business-type Activity Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	$ (1,666,593.30)	$ 2,159,536.25	$ 93,905.59	$ (4,937,907.45)	$ (4,351,058.91)
Adjustments to reconcile:					
Principal received on loans	79,252,695.97	27,775,939.55	2,879,694.37	3,686,509.11	113,594,839.00
Payments to make loans	(99,817,126.39)	(36,446,901.08)		(1,931,942.42)	(138,195,969.89)
Interest paid on bonds	37,941,804.00	8,968,219.02	382,562.50		47,292,585.52
Investment earnings	(2,885,451.21)	(338,062.76)	(28,293.95)	(186,847.30)	(3,438,655.22)
Arbitrage payments to the IRS					-
Net change, investment fair value	320,221.00				320,221.00
Net amortizations	(5,851,451.71)	(1,071,332.19)	(44,244.57)		(6,967,028.47)
Loans converted to grants				6,037,279.00	6,037,279.00
Changes in assets and liabilities:					
Accrued assets: interest and grants receivable	(90,433.00)	95,094.00	2,742.00	(355,061.21)	(347,658.21)
Accrued liabilities: interest and accounts payable	(751,303.73)	(296,324.03)	(18,870.60)	5,680,861.21	4,614,362.85
Net cash provided (used) in operating activities	$ 6,452,361.63	$ 846,168.76	$ 3,267,495.34	$ 7,992,890.94	$ 18,558,916.67

see accompanying notes to the financial statements

1. *Summary of Significant Accounting Policies*

The financial statements of the Minnesota Public Facilities Authority (the Authority) have been prepared in conformity with accounting principles generally accepted in the United States as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standards setting body for establishing governmental accounting and financial reporting principles. Descriptions of the significant accounting policies follow:

Reporting Entity - The Minnesota Public Facilities Authority (the Authority) was created in 1987 by the State of Minnesota under Minnesota Statutes, Chapter 446A (the Act). Under the Act, the members of the Authority are the Commissioner of Employment and Economic Development, the Commissioner of Management and Budget, the Commissioner of the Minnesota Pollution Control Agency (MPCA), the Commissioner of Agriculture, the Commissioner of Health, and the Commissioner of Transportation. The Commissioner of Employment and Economic Development serves as chair and chief executive officer of the Authority. These members serve as a result of their respective positions as commissioners, and their terms as members of the Authority coincide with their terms as commissioners. Pursuant to state law, commissioners may delegate and have delegated their duties as a member of the Authority in the event that the commissioner is unable to attend a meeting of the Authority.

The Department of Employment and Economic Development (DEED) provides administrative support services to the Authority. The MPCA and the Minnesota Department of Health also provide staff to administer, in cooperation with the Authority, certain programs of the Authority.

GASB Codification Section 2100 states that a primary government that appoints a voting majority of the organization's governing body, and either (1) is able to impose its will on the organization or (2) has the potential to receive specific financial burdens imposed on it by the organization, is financially accountable to that organization. Based on this criterion, the Authority is considered a discretely presented component unit of the State of Minnesota and is included in its basic financial statements.

The Authority is authorized to issue bonds. These bonds do not constitute a debt of the State of Minnesota or any agency or political subdivision thereof (other than the Authority).

Basis of Accounting – The Authority is a special-purpose government engaged in business-type activities. The Authority has determined that all of its funds shall be classified as enterprise funds and are therefore accounted for on the proprietary fund-type basis. All assets, deferred outflows of resources, and liabilities (whether current or noncurrent) associated with their activity are included on their statements of net position. Proprietary fund measurement is focused upon determination of net income, financial position, and cash flows. The Authority's proprietary funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Proprietary funds are accounted for using the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized when incurred.

Fund Accounting – As a governmental entity the Authority organizes its accounts on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund net position, revenues,

and expenses, as appropriate. Government resources are allocated and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. All of the Authority's funds are classified as proprietary funds. The Authority reports the following major proprietary funds:

- *Clean Water Bond Fund (CWBF)* - The Authority receives federal capitalization grants under Title VI of the Federal Clean Water Act, and state matching grants. These funds are leveraged with proceeds from the Authority's pooled Clean Water revenue bonds to provide below-market-rate loans to municipalities and eligible political subdivisions to facilitate the construction of wastewater treatment facilities. Before the Authority can approve any particular loan, the MCPA must certify the applicant's project based on technical and environmental reviews.

- *Drinking Water Bond Fund (DWBF)* - The Authority receives federal capitalization grants under Section 1452 of the Safe Drinking Water Act and state matching grants. These funds are leveraged with proceeds from the Authority's pooled Drinking Water revenue bonds to provide below-market-rate loans to municipalities to finance costs of drinking water system infrastructure. Before the Authority can approve any particular loan, the Minnesota Department of Health must certify the applicants' projects based on technical and environmental reviews.

- *Transportation Bond Fund (TBF)* - This program was initiated with a federal grant from the U.S. Department of Transportation to the Minnesota Department of Transportation (MnDOT) and state matching grants. The Authority administers the TBF, which provides loans to municipalities and eligible political subdivisions for construction of highways, bridges, and streets, and for purchasing transit capital. MnDOT must certify applicants' projects based on MnDOT's design standards. Four closed, stand-alone series of revenue bonds were issued.

- *Other Fund* - In addition to the pledged bond funds, the Authority manages various legislative appropriations for similar purposes. One of the programs included in the Other Fund is the Wastewater Infrastructure Funding Program (WIF). The Authority receives appropriations from the Minnesota Legislature to fund the program, and in conjunction with any particular loan from the CWBF or financing from the U.S. Department of Agriculture's Rural Development Office, WIF Supplemental Assistance grants are given to eligible municipalities with high-cost wastewater projects. The Other Fund also includes the accounts and activities related to management of the Clean Water Bond Fund, Drinking Water Bond Fund, and Transportation Bond Fund.

Federal Grants and State Appropriations - The Authority receives federal capitalization grants from the Environmental Protection Agency and, through MnDOT, the Authority has received federal highway money. This money is used primarily for funding of loans and has also been used as security on bonds, and a portion may be expended for administrative and other set-aside costs. The Authority also receives state appropriations as match to the federal grants and for other Authority loan and grant programs. These federal and state monies are recognized in the financial statements when the associated expenditure obligations have met the eligibility requirement. When used to capitalize the revolving loan funds they are recorded as capital contributions; when used for administrative costs or grants they are recorded as operating revenue.

Cash Equivalents - The Authority considers all investments with an original maturity when purchased of three months or less to be cash equivalents.

Loans Receivable - Loans receivable are carried at their unpaid principal balances, net of any allowances for loan losses. The allowances for loan losses are established based on management's evaluation of the loan portfolio. Generally, the Authority does not provide an allowance for loan losses as the loans are secured by the borrowers' general taxing and levy authority and revenue pledges.

Investments - The Authority reports investments at fair value in the statement of net position with changes in the fair value of investments reported in the statement of revenues, expenses, and changes in fund net position. Fair value of investments was determined based on quoted market prices as of the reporting date. Guaranteed investment contracts of the Authority are contracts purchased from life insurance companies who guarantee the principal and return, and allow money to be withdrawn if needed. The Authority's guaranteed investment contracts are nonparticipating and, as such, are reported at cost and annually tested for impairment. The Authority believes it has the ability and intent to hold all investments to maturity to recover the full carrying value of its investment portfolio and does not expect to realize any gain or loss from the market value adjustments as shown in the various funds.

Bond Discounts, Premiums, and Issuance Costs - Bond discounts and premiums are amortized using the effective interest method over the term of the bond series. Bond issuance costs are expensed in the period incurred.

Income Taxes - The Authority is a discretely presented component unit of the State of Minnesota and is exempt from federal and state income taxes.

Restrictions on Net Position – The use of assets held within each separate bond fund is restricted by the terms and conditions of that fund's bond resolutions. All assets of the Authority, including those not restricted by bond resolutions, are limited in their use by state and federal laws under which the funds were appropriated and / or grant conditions imposed by the federal funding agency. The net position in the Authority's administrative accounts is reported as unrestricted because it is used for general operating activities.

Defining Operating Revenues and Expenses and Operating Cash Flows - The Authority issues revenue bonds to leverage the capital contributions it receives from federal capitalization grants and state matching grants. These funds are then used to make below-market-rate loans to municipalities and to pay for certain costs of issuance. Investment interest and loan repayments generate the cash flow required to make bond debt service payments. Interest from loans and investments are included as part of operating revenues and interest expense on bonds is included in operating expenses.

Use of Estimates - The presentation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. *Deposits and Investments*

Deposits – In accordance with state statutes, the Authority's cash deposits are held in the state treasury and managed by the State Board of Investment (SBI) in a state pool. Minnesota Department of Management and Budget (MMB) is responsible for ensuring balances are insured or collateralized in accordance with statutes. Further information regarding the state pool can be found in MMB's Comprehensive Annual Financial Reports for the state of Minnesota, and in SBI's financial reports. At June 30, 2016 and 2015, $445,980,592 and $319,998,457, respectively, of cash deposits were interest-bearing and $4,014,107 and $7,004,199, respectively, were non-interest-bearing.

Investments - The Authority's investment policy requires it to follow Minnesota state statutes and bond resolutions. Investments are composed primarily of notes of the U.S. Government and its agencies, guaranteed investment contracts, and municipal securities. Information regarding the Authority's investments is provided below to give an indication of the risk level assumed at year-end.

Interest Rate Risk - The Authority does not have a formal investment policy that limits maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk – For an investment, the custodial credit risk is that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, the Authority will not be able to recover the value of its investments that are in the possession of another party. The Authority requires for all securities purchased that the securities are at all times insured, registered in the Authority's name or in the possession of the Authority.

Credit Risk - Excluding U.S. Government-backed securities, the Authority's investments at June 30, 2016 and 2015 carried the following ratings by the three nationally recognized statistical rating organizations shown:

Investment type	Standard & Poors	Fitch Ratings	Moodys Investors Service
Federal Farm Credit Banks	AAA	AAA	Aaa
Federal Home Loan Mortgage Corporation	AAA	AAA	Aaa
State & Municipal Securities	AAA	AAA	Aaa
Guaranteed Investment Contracts	not rated [1]		

[1] The Guaranteed Investment Contracts are not rated but are backed by U.S. Government

Concentration of Credit Risk: For the investments held by the Authority at June 30, 2016 and 2015, state law and Authority investment policy places no limits on the amount that may be invested in any one issuer. Excluding U.S. Government-backed securities, more than 5% of the Authority's investments are in the following issuers:

	June 30, 2016		June 30, 2015	
Issuer	Fair Value	% of Investments	Fair Value	% of Investments
Minneapolis MN	$ 5,858,969	18%	$ 5,633,828	17%
Federal Home Loan Mortgage Corporation	5,654,880	17%	5,889,675	18%
Texas, State of	5,528,530	17%	5,753,444	17%
Guaranteed Investment Contracts:AIGMFC	3,265,500	10%	3,265,500	10%
Federal Farm Credit Banks	2,712,779	8%	2,821,455	8%
Brown County WI	2,667,467	8%	3,041,255	9%

Fair Value Hierarchy: The following table summarizes the Authority's investments within the fair value hierarchy, as of June 30, 2016:

Investments (par)	Level 1	Level 2	Level 3	Total
U.S. Agencies	$ 8,150,000	$ -	$ -	$ 8,150,000
U.S. Treasuries		537,000		537,000
Municipal Bonds		19,785,000		19,785,000
totals	$ 8,150,000	$ 20,322,000	$ -	28,472,000
Plus guaranteed investement contract not subject to level hierarchy				3,265,500
Plus net premium and discounts and unrealized appreciation				1,276,749
Fair market value				$ 33,014,249

At June 30, 2016, the Authority had the following investments:

		Investment Maturities (in Years)				
Investment type	Fair Value	less than 1	1 to 5	6 to 10	more than 10	WAM [1]
U.S. Treasury SLGS	$ 537,000	$ -	$ 537,000	$ -	$ -	4.29
Federal Farm Credit Banks	2,712,779	2,712,779				0.54
Federal Home Loan Mortgage Corporation	5,654,880	5,654,880				0.63
Guaranteed Investment Contracts	3,265,500		3,265,500			1.66
State & Municipal Securities	20,844,091	416,930	5,079,413	6,388,659	8,959,089	8.75
totals	$ 33,014,250	$ 8,784,589	$ 8,881,913	$ 6,388,659	$ 8,959,089	5.85

At June 30, 2015, the Authority had the following investments:

		Investment Maturities (in Years)				
Investment type	Fair Value	less than 1	1 to 5	6 to 10	more than 10	WAM [1]
U.S. Treasury SLGS	$ 537,000	$ -	$ 191,950	$ 345,050	$ -	5.29
Federal Farm Credit Banks	2,821,455		2,821,455			1.54
Federal Home Loan Mortgage Corporation	5,889,675		5,889,675			1.63
Guaranteed Investment Contracts	3,265,500		3,265,500			2.66
State & Municipal Securities	21,064,713	407,592	5,132,928	6,502,522	9,021,671	9.56
totals	$ 33,578,343	$ 407,592	$ 17,301,508	$ 6,847,572	$ 9,021,671	6.77

3. *Loans Receivable*

The Authority lends funds to political subdivisions within the state of Minnesota, through bond purchase and project loan agreements. All of the loans pledged to bond-holders are secured by the borrowers' general taxing and levy authority and revenue pledges, except DWBF loans to the City of Saint Paul which are secured by revenue pledges only.

Loans receivable balances by Fund:

At June 30, 2016 and 2015 the Authority had outstanding loans receivable consisting of:

Fund	Loan rates from - to			Final maturity	Outstanding Principal, June 30: 2016	2015
CWBF	0.000%	-	4.630%	Aug-2045	$ 1,323,393,952	$ 1,323,540,621
DWBF	1.000%	-	4.160%	Aug-2045	483,637,087	450,437,177
TBF	1.390%	-	3.590%	Aug-2030	10,699,334	14,275,670
Other	0.000%	-	3.645%	Aug-2042	52,684,069	42,584,913
					$ 1,870,414,442	$ 1,830,838,381

The supplemental *Schedule of Individual Loans Receivable by Fund* lists outstanding loans by fund.

Borrower concentration in the open-pool bond funds (CWBF and DWBF):

The Clean Water Bond Fund and the Drinking Water Bond Fund both have large loan portfolios with many borrowers. These loans are a significant portion of the assets securing the outstanding bonds of these two funds, and provide a significant portion of the revenues pledged to the payment of debt service on the bonds.

The tables on the following page show the borrowers whose loan balances make up more than 4% of the outstanding loan balances of, respectively: the Clean Water Bond Fund, the Drinking Water Bond Fund, and the combined loan portfolios of both funds.

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At June 30, 2016 and 2015, the Clean Water Bond Fund had outstanding loans to 241 and 245, respectively, Minnesota political subdivisions. Two of those borrowers' loan balances made up more than 4% of the outstanding total as shown below:

	June 30, 2016		June 30, 2015	
CWBF Borrower	Balance	%	Balance	%
Metropolitan Council	$ 584,880,587	44.2%	$ 559,635,144	42.3%
Willmar, City of	65,384,094	4.9%	67,689,029	5.1%
All other borrowers	673,129,272	50.9%	696,216,448	52.6%
	$ 1,323,393,953	100.0%	$ 1,323,540,621	100.0%

At June 30, 2016 and 2015, the Drinking Water Bond Fund had outstanding loans to 241 and 235, respectively, Minnesota political subdivisions. Five at June 30, 2016, and four at 2015 of those borrowers' loan balances made up more than 4% of the outstanding total as shown below:

	June 30, 2016		June 30, 2015	
DWBF Borrower	Balance	%	Balance	%
Minneapolis, City of	$ 75,870,000	15.7%	$ 80,230,000	17.8%
Mankato, City of	26,285,508	5.4%	27,170,248	6.0%
Saint Paul, City of	25,936,000	5.4%	27,406,067	6.1%
Fairmont, City of	25,666,495	5.3%	26,422,495	5.9%
Saint Cloud, City of	20,446,548	4.2%		
All other borrowers	309,432,535	64.0%	289,208,367	64.2%
	$ 483,637,086	100.0%	$ 450,437,177	100.0%

At June 30, 2016 and 2015, the two loan portfolios together had outstanding loans to 365 and 365, respectively, Minnesota political subdivisions. Two of those borrowers' loan balances made up more than 4% of the combined outstanding total as shown below:

	June 30, 2016		June 30, 2015	
CWBF+DWBF combined	Balance	%	Balance	%
Metropolitan Council	$ 584,880,587	32.4%	$ 559,635,144	31.5%
Minneapolis, City of	75,870,000	4.2%	80,230,000	4.5%
All other borrowers	1,146,280,452	63.4%	1,134,112,654	64.0%
	$ 1,807,031,039	100.0%	$ 1,773,977,798	100.0%

Projected loan repayments:

The tables on the following two pages show projected repayments on outstanding loans. The projections include only fully executed loans existing at June 30, 2016. The Authority anticipates that subsequent to June 30, 2016, a significant amount of new loans will be made from existing resources; these loans will add to future repayment streams but are not included in the following projections.

Schedules of Future Loan Repayments – At June 30, 2016, scheduled loan repayments (interest and principal) on outstanding loans are payable as follows:

Fiscal Year(s)	Clean Water Bond Fund		Drinking Water Bond Fund	
Ending	Interest	Principal	Interest	Principal
2017	$ 24,078,329	$ 96,194,000	$ 8,472,207	$ 33,304,000
2018	22,382,044	97,926,530	7,880,821	37,068,579
2019	20,150,908	101,680,074	7,007,113	39,335,000
2020	17,936,906	102,039,519	6,154,200	40,036,825
2021	15,624,777	108,631,068	5,362,983	38,449,000
2022 - 2026	48,823,914	473,193,121	16,589,877	163,036,964
2027 - 2031	15,519,200	278,993,716	5,433,936	96,231,578
2032 - 2036	4,238,812	92,865,278	1,966,337	41,342,525
2037 - 2041	767,407	23,710,998	579,773	15,672,556
2042 - 2046	26,759	4,538,556	22,371	3,926,311
	$ 169,549,056	$ 1,379,772,860	$ 59,469,618	$ 508,403,338
Less: undisbursed commitments:		56,378,907		24,766,251
Outstanding principal:		$ 1,323,393,953		$ 483,637,087

Fiscal Year(s)	TBF Series 1999A / 2010-T1		TBF Series 2001/ 2010-T2	
Ending	Interest	Principal	Interest	Principal
2017	$ 3,773	$ 375,000	$ 159,553	$ 462,334
2018	2,198	385,000	147,980	240,000
2019	4,864	395,000	139,184	250,000
2020	4,842	415,000	130,030	260,000
2021			120,606	265,000
2022 - 2026			450,455	1,475,000
2027 - 2031			161,514	1,752,000
2032 - 2036				
2037 - 2041				
2042 - 2046				
	$ 15,677	$ 1,570,000	$ 1,309,322	$ 4,704,334
Less: undisbursed commitments:				
Outstanding principal:		$ 1,570,000		$ 4,704,334

Scheduled future loan repayments (continued):

Fiscal Year(s)	TBF Series 2008A		Other - Nonpledged	
Ending	Interest	Principal	Interest	Principal
2017	$ 30,319	$ 965,000	$ 3,956,015	$ 5,146,057
2018	13,320	765,000	3,948,707	3,487,189
2019			3,950,614	3,470,573
2020			3,853,196	3,361,048
2021			3,837,722	2,785,839
2022 - 2026			15,815,356	12,380,094
2027 - 2031			8,734,507	20,636,289
2032 - 2036			3,060,243	5,402,694
2037 - 2041			855,787	3,148,922
2042 - 2046			105,934	595,000
	$ 43,639	$ 1,730,000	$ 48,118,081	$ 60,413,705
Less: undisbursed commitments:				5,034,637
Outstanding principal:		$ 1,730,000		$ 55,379,068

Fiscal Year(s)	MPFA Totals	
Ending	Interest	Principal
2017	$ 36,700,196	$ 136,446,391
2018	34,375,070	139,872,298
2019	31,252,684	145,130,647
2020	28,079,174	146,112,393
2021	24,946,088	150,130,907
2022 - 2026	81,679,603	650,085,179
2027 - 2031	29,849,157	397,613,583
2032 - 2036	9,265,391	139,610,497
2037 - 2041	2,202,967	42,532,476
2042 - 2046	155,063	9,059,866
	$ 278,505,393	$ 1,956,594,237
Less: undisbursed commitments:		86,179,795
Outstanding principal:		$ 1,870,414,442

4 Bonds Payable

Bonds payable at June 30, 2016 and 2015 consist of:

Series	Interest Rates	Date Issued	Final Maturity [1]	Original Issuance	Outstanding Bonds, June 30: 2016	2015
Clean Water Bond Fund						
Fourteen series of bonds no longer outstanding:				$ 1,102,962,117	$ -	$ -
2004BC	3.00 - 5.25	10/21/04		218,000,000	-	20,600,000
2004D	3.25 - 5.00	12/02/04		101,000,000	-	7,180,000
2005B	3.00 - 5.00	10/20/05	03/01/21	148,375,000	120,560,000	141,550,000
2005C	5.00	12/07/05	03/01/17	134,000,000	7,500,000	7,500,000
2007A	4.00 - 5.00	07/11/07	03/01/19	90,000,000	16,000,000	18,500,000
2007B	4.00 - 5.00	10/25/07	03/01/19	80,000,000	19,500,000	50,600,000
2010A	2.00 - 5.00	04/01/10	01/00/00	310,065,000	258,770,000	265,920,000
2010B	4.25 - 5.25	04/01/10	03/01/28	20,990,000	20,990,000	20,990,000
2010C	3.25 - 5.00	11/18/10	03/01/20	140,000,000	46,295,000	108,470,000
2010D	4.77 - 4.90	11/18/10	03/01/31	63,700,000	63,700,000	63,700,000
2016A	5.00	03/03/16	03/01/36	143,500,000	143,500,000	
2016B	3.00 - 5.00	03/03/16	03/01/28	79,568,000	79,568,000	
Par				2,632,160,117	776,383,000	705,010,000
Plus: unamortized net premium				185,421,049	71,859,320	39,854,701
Net bonds payable				$ 2,817,581,166	$ 848,242,320	$ 744,864,701
Drinking Water Bond Fund						
Two series of bonds no longer outstanding:				$ 71,500,000	$ -	$ -
2004A	2.00 - 5.00	03/04/04		53,000,000	-	37,900,000
2005A	2.00 - 5.00	10/20/05	03/01/17	83,365,000	7,215,000	55,630,000
2010B_dv	4.25 - 5.25	04/01/10	03/01/28	12,050,000	12,050,000	12,050,000
2010C_dv	3.25 - 5.00	11/18/10	03/01/20	60,000,000	15,560,000	46,490,000
2010D_dv	4.77 - 4.90	11/18/10	03/01/31	27,300,000	27,300,000	27,300,000
2016A_dv	5.00	03/03/16	03/01/36	103,925,000	103,925,000	
2016B_dv	3.00 - 5.00	03/03/16	03/01/26	27,337,000	27,337,000	
Par				438,477,000	193,387,000	179,370,000
Plus: unamortized net premium				43,415,655	27,688,088	3,849,622
Net bonds payable				$ 481,892,655	$ 221,075,088	$ 183,219,622

[1] Final maturity reflects the latest maturity outstanding as of June 30, 2016.

Bonds payable (continued):

Series	Interest Rates	Date Issued	Final Maturity [1]	Original Issuance	Outstanding Bonds, June 30: 2016	2015
Transportation Series 2006A						
2006A	3.75 - 4.00	12/20/06		$ 8,900,000	$ -	$ 2,915,000
Plus: unamortized net premium				118,450	-	2,413
Net bonds payable				$ 9,018,450	$ -	$ 2,917,413
Transportation Series 2008A						
2008A	3.50 - 4.00	01/24/08	03/01/18	$ 7,700,000	$ 1,430,000	$ 2,190,000
Plus: unamortized net premium				200,901	7,706	17,955
Net bonds payable				$ 7,900,901	$ 1,437,706	$ 2,207,955
Transportation Series 2010-T1						
2010-T1	2.00 - 3.00	11/18/10	03/01/20	$ 2,945,000	$ 1,250,000	$ 1,530,000
Plus: unamortized net premium				81,299	14,254	20,426
Net bonds payable				$ 3,026,299	$ 1,264,254	$ 1,550,426
Transportation Series 2010-T2						
2010-T2	3.00	11/18/10	03/01/21	$ 5,370,000	$ 1,835,000	$ 2,425,000
Plus: unamortized net premium				286,332	24,120	42,779
Net bonds payable				$ 5,656,332	$ 1,859,120	$ 2,467,779
Transportation Bond Fund				$ 24,915,000	$ 4,515,000	$ 9,060,000
Plus: unamortized net premium				686,981	46,080	83,573
Net bonds payable				$ 25,601,981	$ 4,561,080	$ 9,143,573
MPFA Totals						
Original and outstanding principal				$ 3,095,552,117	$ 974,285,000	$ 893,440,000
Plus: unamortized net premium				229,523,685	99,593,488	43,787,896
Net bonds payable				$ 3,325,075,802	$ 1,073,878,488	$ 937,227,896

[1] Final maturity reflects the latest maturity outstanding as of June 30, 2016.

Bond Proceeds – The net bond proceeds have been used to fund loans to Minnesota municipalities for projects relating to wastewater treatment facilities, drinking water systems, and transportation. See *Advanced and Current Refunding of Debt* below for information on use of proceeds for refundings.

Collateral - The bonds are secured by bond program assets and revenues as defined in the applicable bond resolutions.

Bonding Authority - The Authority bonds do not constitute a debt of the State of Minnesota or any agency or political subdivision thereof (other than the Authority). The Authority's outstanding debt limit is $1,500,000,000. The principal amount of bonds outstanding at June 30, 2016 was $974,285,000.

Advanced and Current Refunding of Debt - The Authority has issued bonds the partial proceeds of which were used to defease or call certain prior debt issuances. In each case of defeasance, the Authority established an irrevocable escrow fund pursuant to an escrow agreement between the Authority and an escrow agent. The escrow funds are pledged solely to the repayment of principal, premium, and interest on the refunded bonds. Under the agreements, the refunded bonds will be called for redemption at each series' applicable optional redemption dates. As these bonds have, in effect, been redeemed under the defeasance, they are no longer outstanding under the Authority's applicable bond resolutions and therefore, they are not entitled to the pledge of the applicable resolution. Accordingly, these bonds and the related escrow funds are not reflected in these basic financial statements of the Authority.

Amounts deferred on refunding is reflected in the statement of net position as a deferred outflow of resources and is charged to operations using the effective interest method. Refundings during fiscal year 2016 reduced debt service by approximately $12.1 million and obtained an economic gain (the difference between the present value of the old and new debt service payments) of approximately $11.0 million.

The following table lists all bonds defeased and not yet redeemed as of June 30, 2016:

CUSIP #	Series	Maturity	Call Date	Refunded	Unredeemed
60411KAN2	2007A	03/01/20	03/01/17	04/01/10	$ 5,000,000
60411KAP7	2007A	03/01/21	03/01/17	04/01/10	5,000,000
60411KAQ5	2007A	03/01/22	03/01/17	04/01/10	6,000,000
60411KAR3	2007A	03/01/23	03/01/17	04/01/10	7,000,000
60411KAS1	2007A	03/01/24	03/01/17	04/01/10	8,000,000
60411KAT9	2007A	03/01/25	03/01/17	04/01/10	12,000,000
60411KAU6	2007A	03/01/26	03/01/17	04/01/10	13,000,000
60411KAV4	2007A	03/01/27	03/01/17	04/01/10	12,000,000
60411KBH4	2007B	03/01/20	03/01/17	04/01/10	7,500,000
60411KBJ0	2007B	03/01/21	03/01/17	04/01/10	7,500,000
60411KBK7	2007B	03/01/22	03/01/17	04/01/10	6,500,000
60411KBL5	2007B	03/01/23	03/01/17	03/03/16	6,500,000
60411KBM3	2007B	03/01/24	03/01/17	03/03/16	7,500,000
60411KBN1	2007B	03/01/25	03/01/17	04/01/10	5,000,000
60411KBP6	2007B	03/01/26	03/01/17	03/03/16	3,000,000
60411KBQ4	2007B	03/01/27	03/01/17	03/03/16	5,000,000
60411KBR2	2007B	03/01/28	03/01/17	03/03/16	7,000,000
604115BM6	2010C	03/01/21	03/01/20	03/03/16	20,950,000
604115BN4	2010C	03/01/22	03/01/20	03/03/16	14,400,000
604115BP9	2010C	03/01/23	03/01/20	03/03/16	8,870,000
604115BQ7	2010C	03/01/24	03/01/20	03/03/16	11,390,000
604115BR5	2010C	03/01/25	03/01/20	03/03/16	8,930,000
604115BS3	2010C	03/01/26	03/01/20	03/03/16	16,530,000

Schedule of Maturities - At June 30, 2016 debt service on outstanding bonds is payable as follows:

Fiscal Year(s)	Clean Water Bond Fund		Drinking Water Bond Fund	
Ending	Interest	Principal	Interest	Principal
2017	$ 37,454,700	$ 67,485,000	$ 9,101,495	$ 14,100,000
2018	34,136,052	71,295,000	8,430,433	7,090,000
2019	30,571,302	76,800,000	8,075,933	7,400,000
2020	26,731,302	76,595,000	7,705,933	8,925,000
2021	22,917,039	76,838,000	7,268,645	9,432,000
2022 - 2026	72,808,283	227,460,000	30,232,209	51,860,000
2027 - 2031	29,028,969	130,010,000	17,182,841	58,520,000
2032 - 2036	7,730,000	49,900,000	5,583,250	36,060,000
	$ 261,377,647	776,383,000	$ 93,580,739	193,387,000
Plus remaining premium		71,859,320		27,688,088
Net bonds payable		$ 848,242,320		$ 221,075,088

Fiscal Year(s)	TBF Series 2008A		TBF Series 20010-T1	
Ending	Interest	Principal	Interest	Principal
2017	$ 57,200	$ 790,000	$ 32,263	$ 295,000
2018	25,600	640,000	26,362	305,000
2019	-	-	19,500	315,000
2020	-	-	10,050	335,000
2021	-	-	-	-
2022 - 2026	-	-	-	-
2027 - 2031	-	-	-	-
2032 - 2036	-	-	-	-
	$ 82,800	1,430,000	$ 88,175	1,250,000
Plus remaining premium		7,706		14,254
Net bonds payable		$ 1,437,706		$ 1,264,254

Fiscal Year(s)	TBF Series 20010-T2		MPFA Totals	
Ending	Interest	Principal	Interest	Principal
2017	$ 55,050	$ 430,000	$ 46,700,707	$ 83,100,000
2018	42,150	410,000	42,660,597	79,740,000
2019	29,850	325,000	38,696,584	84,840,000
2020	20,100	335,000	34,467,384	86,190,000
2021	10,050	335,000	30,195,734	86,605,000
2022 - 2026	-	-	103,040,491	279,320,000
2027 - 2031	-	-	46,211,810	188,530,000
2032 - 2036	-	-	13,313,250	85,960,000
	$ 157,200	1,835,000	$ 355,286,557	974,285,000
Plus remaining premium		24,120		99,593,488
Net bonds payable		$ 1,859,120		$1,073,878,488

Table of changes during the fiscal year: The following table summarizes the change in reported bonds payable during the year ended June 30, 2016:

Bond Fund	Beginning Balance (par)	New Issues (par)	Redemptions	Defeased	Ending Balance (par)
CWBF	$ 705,010,000	$ 223,068,000	$ (68,945,000)	$ (82,750,000)	$ 776,383,000
DWBF	179,370,000	131,262,000	(89,925,000)	(27,320,000)	193,387,000
TR-2006A	2,915,000		(2,915,000)		-
TR-2008A	2,190,000		(760,000)		1,430,000
TR-2010-T1	1,530,000		(280,000)		1,250,000
TR-2010-T2	2,425,000		(590,000)		1,835,000
Totals	$ 893,440,000	$ 354,330,000	$(163,415,000)	$(110,070,000)	974,285,000
Plus remaining unamortized premium					99,593,488
Net bonds payable reflected in the statement of net position					$ 1,073,878,488

Table of changes during the fiscal year: The following table summarizes the change in reported bonds payable during the year ended June 30, 2015:

Bond Fund	Beginning Balance (par)	New Issues (par)	Redemptions	Defeased	Ending Balance (par)
CWBF	$ 768,030,000	$ -	$ (63,020,000)		$ 705,010,000
DWBF	191,895,000		(12,525,000)		179,370,000
TR-2006A	3,375,000		(460,000)		2,915,000
TR-2008A	2,920,000		(730,000)		2,190,000
TR-2010-T1	1,805,000		(275,000)		1,530,000
TR-2010-T2	3,035,000		(610,000)		2,425,000
Totals	$ 971,060,000	$ -	$ (77,620,000)	$ -	893,440,000
Plus remaining unamortized premium					43,787,896
Net bonds payable reflected in the statement of net position					$ 937,227,896

5. *Arbitrage Rebate Payments*

The bonds issued by the Authority are subject to a variety of Internal Revenue Service regulations that limit the amount of investment income that may be earned on certain funds to an amount not greater than the amount earned had the funds been invested at the yield on the related bonds. Excess earnings must be rebated annually, or every five years, depending on the date and type of bond issue. During fiscal years 2016 and 2015 the Authority paid $58,203 and $-0- respectively. At June 30, 2016 and 2015, the arbitrage rebate liability totaled $977,595 and $1,030,183, respectively.

6. Restricted Net Position

At June 30, 2016, Restricted Net Position consisted of the following:

Restricted for the purposes of	CWBF	DWBF	TBF	Other	Total Business-type Activity
Wastewater and Stormwater Infrastructure	$ 865,432,491	$ -	$ -	$ 19,452,579	$ 884,885,070
Drinking Water Infrastructure		331,572,094			331,572,094
Transportation Infrastructure			4,199,083	64,255,889	68,454,972
	$ 865,432,491	$ 331,572,094	$ 4,199,083	$ 83,708,468	$ 1,284,912,136

At June 30, 2015, Restricted Net Position consisted of the following:

Restricted for the purposes of	CWBF	DWBF	TBF	Other	Total Business-type Activity
Wastewater and Stormwater Infrastructure	$ 847,329,911	$ -	$ -	$ 19,336,412	$ 866,666,323
Drinking Water Infrastructure		320,540,819			320,540,819
Transportation Infrastructure			6,686,950	60,975,434	67,662,383
	$ 847,329,911	$ 320,540,819	$ 6,686,950	$ 80,311,846	$ 1,254,869,525

7. *Related-Party Transactions*

Administrative Services – The Authority, DEED, MPCA, and the Department of Health provide administrative staff and services to Authority programs. During fiscal 2016 and 2015, the Authority paid approximately $3.5 million and $3.3 million, respectively, for these services.

Transfers - The Authority holds a loan receivable in the Other Fund, the net repayments from which have been transferred each year to the CWBF. In fiscal years 2016 and 2015, the transfers were approximately $58 thousand and $57 thousand, respectively. Each year, excess pledged revenues over debt service in the TBF Funds are transferred to the Other Fund. In fiscal years 2016 and 2015, these transfers were approximately $2.5 million and $838 thousand, respectively.

State Appropriations:

The Authority received no appropriations during the 2016 legislative session.

The Legacy funding bill of 2015 (special session 1 chapter 2 article 2 section 4) appropriated $18,000,000 for the Point Source Implementation Grants Program and $500,000 for the Small Community Wastewater Treatment program.

The Capital Improvements bill of 2015 (special session 1 chapter 5 article 1 section 15) appropriated $10,000,000 for the WIF program.

8. *Commitments*

At June 30, 2016 the Authority had committed approximately $117 million for the origination or disbursement of future loans, and $21 million for grants.

9. *Accounting Standards Adoption of GASB Statement 72*

New Accounting Pronouncements

In February 2015, the GASB issued Statement No. 72 *Fair Value Measurement and Application*. This statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

This Statement requires a government to use valuation techniques that are appropriate under the circumstances and for which sufficient data are available to measure fair value. The techniques should be consistent with one or more of the following approaches: the market approach, the cost approach, or the income approach. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets, liabilities, or a group of assets and liabilities. The cost approach reflects the amount that would be required to replace the present service capacity of an asset. The income approach converts future amounts (such as cash flows or income and expenses) to a single current (discounted) amount. Valuation techniques should be applied consistently, though a change may be appropriate in certain circumstances. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

This Statement establishes a hierarchy of inputs to valuation techniques used to measure fair value. That hierarchy has three levels. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 inputs are inputs—other than quoted prices—included within Level 1 that are observable for the asset or liability, either directly or indirectly. Finally, Level 3 inputs are unobservable inputs, such as management's assumption of the default rate among underlying mortgages of a mortgage backed security.

The requirements of this Statement will enhance comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. This Statement also will enhance fair value application guidance and related disclosures in order to provide information to financial statement users about the impact of fair value measurements on a government's financial position. The provisions of this statement were implemented during the fiscal year ended June 30, 2016.

10. *Interfund Advance*

During fiscal year 2016, the Authority advanced $77,150,000 from the CWBF to the DWBF to call and redeem a like par amount of certain outstanding 2004A and 2005A DW bonds, without having to issue refunding bonds. The bond calls result in a reduction to future DWBF bond interest payments of nearly $15 million. The Authority intends for the DWBF to repay the advance with interest, using a portion of each bond-year-end surplus. The following schedule shows the planned principal payback, which matches the original maturity schedule of the called bonds:

Fiscal Year	**Principal Amount**
2017	$ 2,200,000
2018	11,195,000
2019	12,250,000
2020	11,730,000
2021	9,775,000
2022	9,670,000
2023	9,125,000
2024	8,720,000
2025	2,485,000
total	$ 77,150,000

RSM US LLP

Independent Auditor's Report on the Supplementary Information

Minnesota Public Facilities Authority
St. Paul, Minnesota

We have audited the financial statements of Minnesota Public Facilities Authority as of and for the years ended June 30, 2016 and 2015, and have issued our report thereon, which contains unmodified opinions on those financial statements. Our audits were conducted for the purpose of forming opinions on the financial statements as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements, or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

RSM US LLP

Minneapolis, Minnesota
October 31, 2016

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Minnesota Public Facilities Authority
Transportation Bond Fund – Individual Bond Series
Combining Statement of Net Position
June 30, 2016

	Series 2006A	Series 2008A	Series 2010-T1	Series 2010-T2	Total
ASSETS					
Current assets:					
Cash and cash equivalents	$ -	$ 270.75	$ 96.01	$ 181,370.25	$ 181,737.01
Loans receivable		965,000.00	375,000.00	462,334.00	1,802,334.00
Accrued interest receivable:					
Investments				5,929.00	5,929.00
Loans		11,725.00	1,604.00	60,703.00	74,032.00
Total current assets	-	976,995.75	376,700.01	710,336.25	2,064,032.01
Noncurrent assets:					
Investments				537,000.00	537,000.00
Loans receivable		765,000.00	1,195,000.00	4,242,000.46	6,202,000.46
Total assets	-	1,741,995.75	1,571,700.01	5,489,336.71	8,803,032.47
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charge on debt refunding			9,691.00	5,303.00	14,994.00
LIABILITIES					
Current liabilities:					
Interest payable on bonds		19,066.67	10,754.17	18,350.00	48,170.84
Arbitrage rebate liability					-
Bonds payable		790,000.00	295,000.00	430,000.00	1,515,000.00
Total current liabilities	-	809,066.67	305,754.17	448,350.00	1,563,170.84
Noncurrent liabilities:					
Bonds payable		647,706.14	969,253.80	1,429,120.22	3,046,080.16
Arbitrage rebate liability				9,692.37	9,692.37
Total liabilities	-	1,456,772.81	1,275,007.97	1,887,162.59	4,618,943.37
NET POSITION					
Restricted (see Note 6)		285,222.94	306,383.04	3,607,477.12	4,199,083.10
Unrestricted					-
Total net position	$ -	$ 285,222.94	$ 306,383.04	$ 3,607,477.12	$ 4,199,083.10

see accompanying notes to the financial statements

Minnesota Public Facilities Authority
Transportation Bond Fund – Individual Bond Series
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
for the Year Ended June 30, 2016

	Series 2006A	Series 2008A	Series 2010-T1	Series 2010-T2	Total
Operating revenues:					
Interest on loans	$ 47,775.60	$ 40,878.75	$ (17,806.75)	$ 174,021.90	$ 244,869.50
Investment earnings	4,073.75	457.64	144.79	21,343.64	26,019.82
Total operating revenues	51,849.35	41,336.39	(17,661.96)	195,365.54	270,889.32
Operating expenses:					
Interest on bonds	75,319.88	67,218.06	33,984.30	50,813.52	227,335.76
Total operating expenses	75,319.88	67,218.06	33,984.30	50,813.52	227,335.76
Operating income (loss)	(23,470.53)	(25,881.67)	(51,646.26)	144,552.02	43,553.56
Transfers in (out)	(1,234,942.51)	(150,100.29)	(47,651.37)	(1,098,726.13)	(2,531,420.30)
Change in net position	(1,258,413.04)	(175,981.96)	(99,297.63)	(954,174.11)	(2,487,866.74)
Total net position:					
Beginning of year	1,258,413.04	461,204.90	405,680.67	4,561,651.23	6,686,949.84
End of year	$ -	$ 285,222.94	$ 306,383.04	$ 3,607,477.12	$ 4,199,083.10

see accompanying notes to the financial statements

Minnesota Public Facilities Authority
Transportation Bond Fund – Individual Bond Series
Combining Statement of Cash Flows
for the Year Ended June 30, 2016

	Series 2006A	Series 2008A	Series 2010-T1	Series 2010-T2	Total
Operating activities:					
Interest received on loans	$ 75,306.60	$ 47,316.75	$ 399.25	$ 192,759.90	$ 315,782.50
Principal received on loans	530,000.00	950,000.00	365,000.00	1,731,335.46	3,576,335.46
Net cash provided (used) in operating activities	605,306.60	997,316.75	365,399.25	1,924,095.36	3,892,117.96
Non capital financing activities:					
Interest paid on bonds	(116,600.00)	(87,600.00)	(37,862.50)	(72,750.00)	(314,812.50)
Principal paid on bonds	(2,915,000.00)	(760,000.00)	(280,000.00)	(590,000.00)	(4,545,000.00)
Cash transfers	1,460,057.49	(150,100.29)	(47,651.37)	(1,098,726.13)	163,579.70
Net cash provided (used) in non capital financing:	(1,571,542.51)	(997,700.29)	(365,513.87)	(1,761,476.13)	(4,696,232.80)
Investing activities:					
Investment interest	4,073.75	457.64	144.79	26,958.17	31,634.35
Arbitrage payments to the IRS				(15,542.23)	(15,542.23)
Net cash provided in investing activities	4,073.75	457.64	144.79	11,415.94	16,092.12
Net increase (decrease) in cash and cash equivalents	(962,162.16)	74.10	30.17	174,035.17	(788,022.72)
Cash and cash equivalents:					
Beginning of year	962,162.16	196.65	65.84	7,335.08	969,759.73
End of year	$ -	$ 270.75	$ 96.01	$ 181,370.25	$ 181,737.01
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	$ (23,470.53)	$ (25,881.67)	$ (51,646.26)	$ 144,552.02	$ 43,553.56
Adjustments to reconcile:					
Principal received on loans	530,000.00	950,000.00	365,000.00	1,731,335.46	3,576,335.46
Interest paid on bonds	116,600.00	87,600.00	37,862.50	72,750.00	314,812.50
Investment earnings	(4,073.75)	(457.64)	(144.79)	(26,958.17)	(31,634.35)
Arbitrage payments to the IRS				15,542.23	15,542.23
Net amortizations	(2,413.45)	(10,248.61)	(2,011.54)	(16,036.48)	(30,710.08)
Changes in assets and liabilities:					
Accrued assets: interest and grants receivable	27,531.00	6,438.00	18,206.00	18,738.00	70,913.00
Accrued liabilities: interest and accounts payable	(38,866.67)	(10,133.33)	(1,866.66)	(15,827.70)	(66,694.36)
Net cash provided (used) in operating activities	$ 605,306.60	$ 997,316.75	$ 365,399.25	$ 1,924,095.36	$ 3,892,117.96

see accompanying notes to the financial statements

Schedule of Individual Loans Receivable by Fund

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Clean Water Bond Fund:						
Aitkin-cw01	10/15/97	02/20/18	2.240%	$ 525,000	$ 63,632	$ 94,401
Aitkin-cw02	07/15/03	08/20/23	1.000%	1,009,719	457,000	512,000
Albany-cw01	04/21/03	02/20/22	3.490%	1,296,061	508,000	583,000
Alborn Township-cw01	07/07/08	08/20/20	1.000%	280,571	91,942	117,159
Alexandria LASR-cw01	08/13/07	08/20/27	1.240%	4,968,093	3,154,784	3,396,784
Alexandria LASR-cw02	03/12/12	08/20/31	1.413%	228,823	198,000	209,000
Alvarado-cw01	10/16/98	02/20/20	1.000%	677,980	146,552	182,304
Annandale-cw01	08/17/07	08/20/26	2.220%	16,036,613	10,770,000	11,626,000
Annandale-cw02	09/08/15	08/20/35	1.000%	125,359	91,209	-
Appleton-cw01	07/13/06	08/20/25	1.070%	1,331,574	780,000	854,000
Arlington-cw01	06/23/11	08/20/31	1.000%	4,141,932	3,452,000	3,650,000
Atwater-cw01	06/15/11	08/20/30	1.776%	496,770	416,000	440,000
Atwater-cw02	10/12/15	08/20/35	1.000%	1,144,795	910,006	-
Aurora-cw01	06/24/08	08/20/27	1.277%	2,700,000	1,760,000	1,895,000
Avon-cw01	11/18/02	08/20/32	1.000%	7,943,904	4,302,789	4,622,789
Bagley-cw01	07/01/98	08/20/19	1.000%	1,654,075	308,773	395,435
Barnesville-cw01	07/31/06	08/20/25	1.560%	4,137,640	2,449,000	2,674,000
Barnesville-cw02	09/13/11	08/20/31	1.000%	512,203	426,000	450,000
Battle Lake-cw01	06/18/03	08/20/22	1.000%	1,698,073	707,000	804,000
Beaver Bay-cw01	10/13/10	08/20/40	1.000%	435,086	371,000	383,987
Beaver Creek-cw01	09/23/94	08/20/15	3.600%	103,102	-	3,499
Belle Plaine-cw01	01/27/03	08/20/22	1.990%	10,565,764	4,344,000	4,918,000
Benson-cw01	07/26/04	08/20/24	1.980%	4,296,201	2,234,000	2,459,000
Big Lake-cw01	09/24/09	08/20/29	2.414%	13,470,120	11,534,000	12,220,000
Bird Island-cw01	11/13/06	08/20/26	1.000%	4,194,000	2,783,000	3,021,000
Blooming Prairie-cw01	10/12/10	08/20/30	1.000%	2,173,590	1,666,000	1,768,000
Blue Earth-cw01	03/30/00	08/20/20	1.290%	3,290,170	945,000	1,127,000
Blue Earth-cw02	07/03/07	08/20/26	1.400%	716,592	467,000	506,000
Blue Earth-cw03	07/20/09	08/20/29	2.603%	699,230	522,000	553,000
Blue Earth-cw04	07/06/10	08/20/25	1.448%	1,791,176	1,207,000	1,318,000
Blue Earth-cw05	04/16/12	08/20/26	1.407%	529,757	428,000	464,000
Blue Earth-cw06	07/01/13	08/20/28	1.202%	394,873	347,000	371,120
Brainerd-cw01	03/12/08	08/20/17	2.230%	1,965,098	429,000	636,000
Brainerd-cw02	06/24/09	08/20/28	3.233%	25,966,788	19,476,000	20,666,000
Breckenridge-cw01	07/22/08	08/20/27	2.802%	1,461,216	1,006,000	1,076,000
Brooten-cw01	08/27/07	08/20/27	1.000%	1,892,040	1,234,000	1,331,000
Browerville-cw03	11/19/04	08/20/24	1.000%	493,048	242,000	267,000
Brownton-cw01	01/06/10	08/20/30	1.000%	813,910	616,000	654,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Clean Water Bond Fund, continued:						
Butterfield-cw01	08/02/10	08/20/30	1.536%	2,210,104	1,786,000	1,891,000
Caledonia-cw02	07/09/12	08/20/31	1.519%	1,884,688	1,623,000	1,711,918
Cambridge-cw03	09/17/13	08/20/32	1.000%	11,737,687	10,495,387	10,555,880
Canby-cw01	07/20/10	08/20/39	1.349%	4,860,517	4,233,000	4,382,000
Canby-cw02	08/05/14	08/20/44	1.000%	4,266,964	3,681,849	1,142,657
Cannon Falls-cw01	06/27/01	08/20/21	3.070%	4,529,000	1,750,000	2,012,000
Cannon Falls-cw02	11/20/01	08/20/22	2.860%	8,021,909	3,387,909	3,819,909
Canosia Township-cw01	09/10/99	08/20/20	1.290%	2,517,810	665,393	804,873
Carver-cw01	02/16/00	08/20/19	2.860%	1,188,000	302,000	372,000
Cass County-cw01	06/23/97	02/20/19	1.130%	1,366,190	245,140	325,029
Cedar Lake Area WSSDB-cw01	07/26/01	08/20/21	1.570%	3,225,000	698,622	853,287
Central Iron Range SSD-cw01	08/31/11	08/20/30	1.508%	650,915	529,000	560,881
Central Iron Range SSD-cw02	08/31/11	08/20/41	2.279%	7,361,329	6,776,000	6,965,000
Central Iron Range SSD-cw03	12/08/14	02/20/30	1.000%	458,637	433,637	390,529
Chandler-cw01	09/24/02	08/20/23	1.000%	1,348,589	576,490	645,490
Chisago Lakes JSTC-cw01	11/01/04	08/20/24	2.230%	13,019,689	5,803,960	6,380,960
Chisago Lakes JSTC-cw02	07/20/06	08/20/25	1.000%	3,917,643	2,196,000	2,404,000
Clara City-cw01	08/19/97	08/20/18	2.740%	2,138,045	213,022	317,826
Clear Lake-cw01	07/30/97	02/20/19	3.080%	223,506	42,755	56,177
Clear Lake-cw02	01/12/09	08/20/28	1.153%	1,889,177	1,482,000	1,587,000
Clear Lake-cw03	08/03/09	08/20/39	1.000%	95,301	78,000	81,000
Clearwater-cw01	07/23/97	02/20/19	2.080%	1,654,550	293,733	387,667
Clearwater-cw02	11/18/08	08/20/27	1.697%	7,700,145	5,335,000	5,733,000
Cokato-cw01	10/26/94	02/20/16	3.320%	2,760,000	-	185,323
Cold Spring-cw01	02/24/04	08/20/23	2.490%	7,802,416	3,208,000	3,566,000
Cologne-cw01	01/03/97	02/20/18	3.320%	1,538,699	183,714	280,701
Comfrey-cw01	06/23/10	08/20/39	1.000%	622,459	523,000	542,000
Cottonwood-cw01	05/03/04	08/20/24	2.230%	895,920	470,000	517,000
Cottonwood Township-cw01	03/12/99	08/20/20	1.290%	391,546	-	127,707
Cottonwood Township-cw02	09/22/99	08/20/20	1.290%	140,296	-	48,000
Crosby-cw01	05/12/16	08/20/35	1.000%	613,432	-	-
Cross Lake Area WSSD-cw01	07/09/97	02/20/19	2.880%	2,035,802	384,250	505,182
Crow Wing County-cw01	06/12/15	08/20/45	1.000%	208,305	161,555	-
Dassel-cw01	07/30/02	08/20/22	1.380%	1,610,153	647,000	735,000
Dassel-cw02	08/19/13	08/20/33	1.000%	788,030	714,390	707,610
Dawson-cw01	08/10/04	08/20/24	1.730%	1,788,670	920,000	1,014,000
Dayton-cw01	08/16/00	08/20/21	3.250%	986,395	237,000	272,000
Delano-cw01	05/24/95	08/20/16	4.620%	2,480,000	92,353	273,117

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Clean Water Bond Fund, continued:						
Delano-cw02	10/16/98	02/20/20	2.980%	1,150,000	287,130	353,821
Delano-cw03	07/22/03	08/20/22	2.090%	11,054,217	4,840,000	5,476,000
Detroit Lakes-cw02	12/19/95	02/20/17	2.930%	3,754,889	243,840	480,690
Dilworth-cw01	03/22/00	08/20/20	3.070%	1,849,510	584,000	691,000
Dover-Eyota-St Chrls SD-cw01	05/30/02	08/20/21	3.293%	1,573,871	613,000	704,000
Dover-Eyota-St Chrls SD-cw02	08/16/11	08/20/31	1.869%	1,567,234	1,324,000	1,394,000
Duluth-cw01	07/24/02	08/20/18	1.000%	364,195	79,000	105,000
Duluth-cw02	10/17/03	08/20/18	1.340%	1,179,115	276,000	365,000
Duluth-cw03	06/11/07	08/20/22	1.150%	1,973,033	1,060,000	1,205,000
Duluth-cw04	06/17/09	08/20/24	1.969%	796,835	516,000	568,000
Duluth-cw05	12/10/09	08/20/24	2.017%	2,414,150	1,611,000	1,773,000
Duluth-cw06	08/31/10	08/20/25	1.258%	8,504,224	5,758,000	6,295,000
Duluth-cw07	08/31/10	08/20/25	1.258%	3,753,059	2,581,000	2,822,000
Duluth-cw08	11/18/11	08/20/21	1.000%	278,149	180,000	209,000
Duluth-cw09	11/18/11	08/20/21	1.000%	279,117	159,566	136,524
Duluth-cw10	11/30/11	08/20/21	1.000%	265,418	168,000	194,798
Duluth-cw11	09/10/12	08/20/22	1.000%	476,537	331,000	376,362
Duluth-cw12	09/04/14	08/20/24	1.000%	1,255,464	638,069	221,965
Duluth/North Shore SD-cw03	07/01/02	08/20/23	1.630%	7,952,500	3,253,058	3,658,058
Dundas-cw01	03/21/97	02/20/18	2.880%	927,469	118,305	174,998
Eagle Bend-cw01	08/17/15	08/20/35	1.000%	67,215	67,215	-
East Grand Forks-cw01	09/17/08	08/20/28	2.687%	4,012,598	2,911,000	3,096,000
East Gull Lake-cw02	08/03/04	08/20/24	1.000%	6,416,500	3,256,000	3,600,000
Eden Valley-cw01	10/13/09	08/20/29	1.744%	652,228	480,000	510,000
Eden Valley-cw02	10/09/13	08/20/33	1.463%	470,625	433,000	454,000
Elbow Lake-cw01	07/07/09	08/20/39	1.993%	164,274	137,000	141,000
Elbow Lake-cw02	08/05/13	08/20/33	1.000%	310,542	282,526	295,865
Elbow Lake-cw03	08/11/14	08/20/44	1.000%	450,608	137,547	130,034
Ely-cw01	01/02/01	08/20/21	1.070%	4,699,982	873,000	1,013,000
Elysian-cw01	07/31/97	08/20/18	2.130%	1,163,536	173,784	240,761
Evansville-cw01	12/11/97	02/20/19	1.250%	673,073	111,863	148,241
Evansville-cw02	11/15/11	08/20/31	1.000%	43,959	36,000	38,329
Evansville-cw03	07/08/14	08/20/44	1.000%	600,721	357,451	56,445
Eveleth-cw02	09/14/04	08/20/24	1.340%	3,522,034	1,779,000	1,964,000
Eveleth-cw03	11/10/05	08/20/24	1.340%	34,182	15,000	16,000
Fairfax-cw01	08/18/95	08/20/16	2.950%	1,506,773	49,302	145,767
Fairmont-cw01	05/25/04	08/20/24	1.730%	13,248,347	6,800,000	7,493,000
Faribault-cw01	07/28/09	08/20/29	2.550%	23,332,461	17,443,000	18,469,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Clean Water Bond Fund, continued:						
Farmington-cw01	04/04/95	08/20/16	4.630%	764,377	-	83,924
Fayal Township-cw01	09/22/99	08/20/20	2.110%	4,851,756	1,399,000	1,662,000
Fayal Township-cw02	06/22/01	08/20/21	1.570%	341,468	99,000	115,000
Fayal Township-cw03	10/04/01	08/20/20	2.110%	855,267	214,000	254,000
Fergus Falls-cw02	10/07/96	02/20/17	3.740%	450,000	31,227	61,365
Foley-cw01	07/21/94	08/20/15	3.320%	1,080,000	-	36,483
Forest Prairie Township-cw01	04/12/01	08/20/21	1.800%	711,095	246,000	284,000
Fosston-cw01	11/15/11	08/20/41	1.000%	3,179,969	2,852,916	2,896,302
Fosston-cw02	04/08/14	08/20/41	1.000%	552,223	534,045	552,223
Fountain-cw01	08/06/09	08/20/29	1.303%	1,034,122	745,224	799,407
Garfield-cw01	05/09/97	02/20/18	3.080%	100,000	12,935	19,128
Garfield-cw02	06/29/98	08/20/19	1.040%	450,489	84,268	107,795
Garrison-Kathio-WMLL SSD-cw01	01/09/01	08/20/21	1.620%	500,000	168,000	194,000
Garrison-Kathio-WMLL SSD-cw02	06/04/07	08/20/26	1.000%	6,066,964	3,860,960	4,190,960
Gilbert-cw01	07/14/10	08/20/30	1.000%	1,337,076	1,028,000	1,091,000
Glyndon-cw02	08/09/10	08/20/30	1.089%	1,073,735	819,000	864,001
Good Thunder-cw01	10/15/99	08/20/19	1.290%	1,010,545	244,990	303,990
Goodhue County-cw01	04/29/97	02/20/18	1.580%	141,175	16,187	24,091
Grand Lake Township-cw01	09/02/99	08/20/20	1.290%	1,131,190	295,431	360,944
Grand Rapids-cw01	11/10/09	08/20/29	2.900%	26,370,231	20,037,000	21,184,000
Grey Eagle-cw01	02/03/97	02/20/18	1.220%	410,000	34,200	51,037
Hackensack-cw01	11/21/97	02/20/18	1.250%	287,844	31,829	47,464
Hamburg-cw01	08/09/11	08/20/30	1.256%	290,242	195,088	216,227
Hanover-cw01	08/18/99	08/20/20	2.290%	1,909,275	490,000	583,000
Harmony-cw02	05/13/04	08/20/23	1.000%	625,465	280,000	313,000
Harris-cw01	12/11/06	08/20/37	1.000%	4,995,642	4,699,000	4,780,239
Hawley-cw01	07/12/06	08/20/25	1.060%	1,010,111	585,000	640,000
Hawley-cw02	06/17/08	08/20/27	2.293%	132,955	91,000	98,000
Hayfield-cw01	08/13/14	08/20/34	1.000%	1,759,445	1,679,707	1,666,152
Hayward-cw01	05/11/15	08/20/30	1.000%	163,033	150,300	-
Hector-cw01	12/14/94	02/20/16	3.920%	1,914,260	-	133,180
Henderson-cw01	08/27/07	08/20/27	1.490%	3,713,099	2,519,000	2,710,000
Hendrum-cw01	11/15/07	08/20/27	2.279%	220,661	147,000	158,000
Hendrum-cw02	07/31/08	08/20/27	1.530%	253,458	161,000	173,000
Henning-cw02	08/08/13	08/20/43	1.000%	2,596,463	2,455,000	2,507,190
Henning-cw03	10/07/15	08/20/43	1.000%	79,280	79,280	-
Hibbing-cw01	12/16/02	08/20/22	1.740%	9,847,450	4,051,000	4,591,000
Hibbing-cw02	12/11/10	08/20/25	1.340%	1,533,748	1,056,000	1,154,173

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Clean Water Bond Fund, continued:						
Hibbing-cw03	10/29/12	08/20/31	1.000%	4,912,830	3,763,065	4,003,349
Hinckley-cw02	07/28/99	08/20/20	2.110%	2,435,641	701,000	833,000
Hoffman-cw01	10/02/97	02/20/19	1.990%	263,440	46,462	61,346
Howard Lake-cw01	06/09/09	08/20/28	1.076%	3,730,249	2,606,000	2,792,000
Howard Lake-cw02	06/17/11	08/20/40	1.000%	2,508,122	2,238,000	2,316,000
Hudson Township-cw01	05/02/07	08/20/27	1.000%	3,025,426	1,888,155	2,057,263
Hutchinson-cw01	06/26/07	08/20/26	2.150%	13,696,602	9,158,000	9,889,000
Ida Township-cw01	03/28/01	08/20/21	1.980%	7,536,190	1,100,994	1,580,376
Isanti-cw01	09/18/96	08/20/17	2.630%	4,682,145	390,528	642,871
Jackson-cw01	10/02/12	08/20/32	1.000%	3,176,800	2,330,316	2,352,256
Jasper-cw01	08/25/95	08/20/16	2.440%	778,200	24,405	72,336
Jordan-cw01	05/30/00	08/20/21	2.290%	6,850,120	2,430,000	2,804,000
Kandiyohi-cw01	07/20/09	08/20/29	1.000%	538,495	389,000	415,000
Kandiyohi-cw02	11/10/14	08/20/44	1.000%	326,080	198,528	121,703
Kandiyohi County-cw01	09/22/99	08/20/20	2.250%	7,188,360	2,177,000	2,584,000
Kandiyohi County-cw02	11/30/00	08/20/21	2.250%	3,648,450	1,294,000	1,493,000
Kandiyohi County-cw03	10/10/01	08/20/21	2.140%	651,000	229,000	264,000
Kandiyohi County-cw04	10/17/06	08/20/26	1.000%	3,761,876	2,266,000	2,460,000
Kasson-cw01	08/17/01	08/20/21	3.070%	7,632,919	2,892,000	3,325,000
Kasson-cw02	08/31/11	08/20/31	1.861%	994,038	841,000	886,000
Kenyon-cw01	07/09/13	08/20/33	1.000%	1,828,630	1,691,000	1,776,344
Knife River-Larsmont SSD-cw01	10/25/05	08/20/25	1.310%	882,212	488,212	533,212
Koochiching County-cw01	08/09/05	08/20/25	1.000%	4,430,839	2,385,000	2,611,000
Lake City-cw02	11/24/96	02/20/17	3.320%	1,500,000	100,719	198,176
Lake City-cw03	08/18/99	08/20/20	2.860%	1,226,667	366,000	433,000
Lake City-cw04	09/30/02	08/20/23	2.990%	4,800,000	2,287,000	2,537,000
Lake Crystal-cw01	10/30/03	08/20/23	2.340%	1,571,616	752,000	836,000
Lake Lillian-cw01	02/13/07	08/20/26	1.000%	226,216	137,000	149,000
Lake Mary Township-cw01	05/05/98	08/20/19	1.540%	2,120,212	-	117,535
Lake Mary Township-cw02	09/11/00	08/20/20	1.360%	377,951	-	80,150
Lake Park-cw01	11/14/03	08/20/23	1.590%	424,520	188,520	210,520
Lake Park-cw02	07/26/11	08/20/31	1.000%	1,000,000	832,000	880,000
Lake Washington SD-cw01	06/23/04	08/20/24	1.480%	6,490,000	2,399,245	2,742,368
Lakefield-cw01	05/03/96	08/20/17	2.630%	1,143,940	107,860	177,565
Laketown Township-cw01	08/12/98	08/20/19	1.790%	1,020,000	98,735	135,509
Lanesboro-cw01	08/15/96	08/20/17	2.680%	492,733	44,488	76,667
Lansing Township-cw01	08/24/12	08/20/27	1.000%	64,151	32,000	34,000
Le Center-cw01	07/01/94	08/20/15	2.960%	2,315,710	-	75,382

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	2015
Clean Water Bond Fund, continued:						
Le Center-cw02	08/10/04	08/20/24	1.980%	2,595,136	1,347,286	1,483,286
Le Sueur-cw01	08/27/07	08/20/27	1.000%	16,353,395	10,882,000	11,731,000
Leota SD-cw01	08/10/99	08/20/19	1.000%	256,598	57,000	71,000
Lester Prairie-cw01	07/10/06	08/20/25	1.560%	4,387,680	2,626,000	2,867,000
Lewiston-cw01	07/17/01	08/20/21	2.320%	1,630,000	602,000	695,000
Lismore-cw01	08/07/95	02/20/16	2.070%	550,000	-	33,208
Litchfield-cw01	12/27/01	08/20/22	2.680%	10,963,561	4,592,000	5,181,000
Litchfield-cw02	09/01/09	08/20/29	2.652%	7,086,048	5,882,048	6,225,048
Little Falls-cw01	02/03/03	08/20/22	1.240%	4,248,645	1,701,000	1,932,000
Little Falls-cw02	07/11/05	08/20/22	1.240%	1,998,468	874,000	993,000
Little Falls-cw03	07/11/05	08/20/22	1.240%	631,555	262,000	298,000
Long Prairie-cw02	08/22/11	08/20/31	2.190%	4,821,000	4,097,000	4,309,000
Lonsdale-cw01	11/03/03	08/20/23	2.340%	6,644,792	3,176,792	3,533,792
Mabel-cw01	08/13/03	08/20/23	1.090%	1,562,875	700,000	783,000
Madelia-cw02	11/14/06	08/20/26	1.000%	4,732,813	2,931,000	3,182,000
Madison-cw01	08/04/15	08/20/45	1.000%	1,074,997	513,972	-
Madison Lake-cw01	11/01/95	02/20/17	0.000%	301,512	15,076	30,151
Madison Lake-cw02	06/01/09	08/20/29	1.883%	320,500	236,000	251,000
Mahnomen-cw01	08/07/08	08/20/27	1.786%	718,929	481,000	517,000
Mankato-cw01	05/21/98	08/20/19	3.070%	24,682,000	5,471,247	6,930,258
Mankato-cw02	11/09/00	08/20/19	3.070%	678,000	177,000	218,000
Mankato-cw03	06/13/09	08/20/29	1.882%	1,070,750	783,000	832,000
Mankato-cw04	10/01/10	08/20/30	1.656%	5,006,168	3,837,000	4,061,000
Mankato-cw05	08/26/14	08/20/34	1.007%	6,829,525	6,150,877	5,214,224
Mankato-cw06	05/01/15	08/20/25	1.000%	111,173	111,173	-
Mantorville-cw01	08/18/10	08/20/30	1.802%	250,542	200,901	211,901
Maple Lake-cw01	07/16/13	08/20/33	1.000%	1,273,927	1,164,127	1,201,477
Mapleton - cw01	02/20/14	08/20/33	1.231%	1,793,391	1,654,391	1,625,434
Martin County-cw01	08/11/09	08/20/29	1.000%	628,307	431,000	460,000
Mayer-cw01	01/14/00	08/20/20	2.570%	689,274	210,000	249,000
McIntosh-cw01	07/10/12	08/20/41	1.000%	1,033,108	920,000	950,557
Medford-cw01	08/02/07	08/20/26	2.240%	1,355,197	906,000	978,000
Metropolitan Council-cw14	11/26/03	08/20/23	3.090%	100,000,000	61,500,000	70,000,000
Metropolitan Council-cw15	10/31/03	02/20/16	n/a	-	-	53,511
Metropolitan Council-cw16	10/20/04	02/20/25	2.536%	50,000,000	24,200,000	26,500,000
Metropolitan Council-cw17	11/10/05	02/20/25	2.840%	40,000,000	26,080,000	28,630,000
Metropolitan Council-cw18	09/13/06	08/20/26	2.730%	50,000,000	38,550,000	41,050,000
Metropolitan Council-cw19	10/11/07	08/20/27	3.181%	80,000,000	72,200,000	74,450,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Clean Water Bond Fund, continued:						
Metropolitan Council-cw20	08/31/09	08/20/29	2.449%	30,588,750	23,515,000	23,610,000
Metropolitan Council-cw21	09/22/09	08/20/29	2.830%	49,411,250	37,985,000	38,140,000
Metropolitan Council-cw22	01/12/11	08/20/30	1.767%	70,000,000	56,316,000	59,571,000
Metropolitan Council-cw23	02/15/12	08/20/31	1.603%	60,000,000	52,765,000	54,545,000
Metropolitan Council-cw24	05/23/13	08/20/32	1.000%	40,000,000	36,900,000	39,600,000
Metropolitan Council-cw25	12/30/13	08/20/33	1.839%	60,000,000	57,000,000	59,000,000
Metropolitan Council-cw26	12/10/14	08/20/34	1.080%	60,000,000	59,000,000	44,485,634
Metropolitan Council-cw27	11/06/15	08/20/35	1.113%	70,000,000	38,869,587	-
Middle River-cw01	08/11/10	08/20/30	1.000%	176,092	132,423	140,423
Midway Township-cw01	09/28/10	08/20/30	1.000%	630,041	404,677	431,677
Minneota-cw01	07/26/10	08/20/30	1.329%	864,500	670,000	710,000
Minnesota City-cw01	08/11/11	08/20/31	1.095%	640,928	508,034	543,053
Montevideo-cw01	06/17/09	08/20/29	2.890%	8,913,742	6,639,000	7,019,000
Montevideo-cw02	05/08/12	08/20/31	1.517%	161,967	138,000	146,000
Montgomery-cw01	02/05/03	08/20/22	1.000%	8,507,628	3,313,998	3,768,998
Monticello-cw02	08/13/15	08/20/35	1.063%	2,391,483	1,177,531	-
Montrose-cw02	08/27/02	08/20/22	2.740%	4,209,000	1,838,000	2,073,000
Montrose-cw03	02/21/03	08/20/22	2.740%	1,566,000	675,000	761,000
Moorhead-cw02	05/23/95	08/20/16	4.100%	1,601,443	57,654	169,512
Moorhead-cw03	09/29/97	02/20/18	3.290%	426,290	55,948	82,582
Moorhead-cw04	05/06/02	08/20/22	3.130%	3,389,288	1,449,000	1,632,000
Moorhead-cw05	06/21/04	08/20/23	1.980%	6,598,073	3,117,099	3,474,099
Moorhead-cw06	07/18/07	08/20/26	1.990%	12,407,226	8,283,000	8,951,000
Moose Lake-cw03	01/14/09	08/20/28	1.139%	2,962,416	2,188,000	2,343,000
Moose Lake-cw04	04/14/10	08/20/29	1.000%	752,171	396,000	443,000
Moose Lake-cw05	10/14/15	08/20/35	1.002%	2,562,402	1,469,183	-
Mora-cw01	05/21/15	08/20/35	1.000%	3,366,357	2,789,785	528,957
Morgan-cw02	09/30/94	02/20/16	2.570%	640,309	-	40,345
Morristown-cw01	11/19/98	02/20/20	1.810%	1,229,797	282,544	350,078
Motley-cw01	01/18/11	08/20/30	1.000%	2,630,293	2,061,000	2,188,000
Mountain Iron-cw01	10/20/09	08/20/29	2.248%	599,250	446,000	473,000
Mountain Lake-cw01	08/20/12	08/20/32	1.000%	7,754,480	6,198,455	6,218,951
Murray County-cw01	08/25/06	08/20/26	1.010%	10,568,836	5,932,656	6,512,537
New London-cw01	06/15/11	08/20/30	1.000%	1,638,981	1,358,000	1,442,000
New Munich-cw01	12/10/10	08/20/30	1.027%	562,173	423,000	449,000
New Prague-cw01	12/01/08	08/20/28	3.127%	32,280,687	28,496,000	29,038,000
New Richland-cw01	08/29/11	08/20/31	1.000%	2,142,895	1,766,000	1,867,000
New Ulm-cw02	06/19/07	08/20/26	2.650%	3,943,632	2,673,000	2,880,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	2015
Clean Water Bond Fund, continued:						
New York Mills-cw01	11/15/06	08/20/26	1.000%	3,563,645	2,189,000	2,377,000
New York Mills-cw02	06/22/09	08/20/29	1.000%	130,134	94,000	100,000
New York Mills-cw03	12/14/10	08/20/30	1.000%	99,331	75,000	80,000
New York Mills-cw04	08/19/15	08/20/35	1.000%	1,305,832	981,888	-
Nicollet-cw01	08/03/95	02/20/17	3.200%	1,260,000	83,541	164,697
North Branch-cw01	08/05/03	08/20/33	2.601%	11,500,000	8,170,000	8,270,000
North Koochiching ASD-cw01	04/16/12	08/20/41	2.135%	9,688,290	8,301,316	8,436,244
North Mankato-cw01	11/25/97	02/20/19	3.405%	1,032,679	203,982	266,919
North Mankato-cw02	09/30/99	08/20/19	3.140%	442,988	114,000	140,000
Oak Grove-cw01	04/01/10	08/20/29	1.694%	490,429	345,000	367,000
Olivia-cw01	09/26/97	02/20/19	3.490%	1,122,092	220,330	289,104
Olivia-cw02	11/21/11	08/20/40	1.000%	5,013,288	4,241,998	4,383,573
Ortonville-cw01	05/05/08	08/20/27	2.290%	471,836	311,429	333,429
Owatonna-cw01	07/06/10	08/20/25	1.423%	7,929,333	5,467,928	5,973,928
Paynesville-cw01	02/12/13	08/20/32	1.000%	3,069,736	2,839,628	2,993,628
Pelican Rapids-cw02	10/13/08	08/20/27	1.257%	5,517,884	3,728,000	4,014,000
Pelican Rapids-cw03	07/10/12	08/20/31	1.000%	208,899	178,000	188,000
Pelican Rapids-cw04	09/16/13	08/20/33	1.900%	7,413,385	6,382,360	6,139,441
Pemberton-cw01	02/03/97	02/20/18	1.580%	372,136	42,682	63,530
Perham-cw01	08/08/11	08/20/26	1.400%	337,745	262,000	284,000
Perham-cw02	11/16/12	08/20/42	1.000%	3,014,667	2,797,000	2,887,034
Perham-cw03	07/09/15	08/20/35	1.045%	1,169,522	998,911	-
Pipestone-cw02	04/04/11	08/20/30	2.063%	2,438,093	1,988,765	2,100,765
Plato-cw01	04/20/99	08/20/19	1.290%	107,025	24,000	30,000
Plato-cw02	03/27/00	08/20/21	1.860%	857,047	291,000	336,000
Proctor-cw01	07/26/07	08/20/22	1.240%	104,119	51,000	58,000
Ramsey-Washington MWD-cw01	06/13/97	08/20/17	3.824%	540,835	56,306	92,105
Ramsey-Washington MWD-cw02	09/24/98	08/20/18	3.340%	711,431	118,773	163,596
Ramsey-Washington MWD-cw03	07/11/12	08/20/27	1.695%	1,177,217	994,000	1,068,000
Red Wing-cw01	12/20/96	08/20/17	3.824%	750,000	75,224	124,909
Red Wing-cw02	12/02/97	02/20/18	3.405%	700,000	92,819	137,072
Red Wing-cw03	05/22/98	08/20/18	3.340%	2,500,000	311,602	469,593
Red Wing-cw04	10/11/02	08/20/22	3.740%	1,494,594	660,000	741,000
Red Wing-cw05	08/24/04	08/20/24	2.340%	5,283,360	2,793,000	3,069,000
Redwood Falls-cw01	12/11/96	08/20/17	2.490%	133,900	12,455	20,534
Renville-cw01	08/22/96	02/20/17	2.470%	794,818	49,529	97,938
Renville-cw02	04/12/10	08/20/17	1.000%	712,479	287,000	407,000
Rice-cw01	10/13/04	08/20/24	1.980%	1,153,293	593,000	653,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Clean Water Bond Fund, continued:						
Rice County-cw01	12/31/13	08/20/43	1.224%	2,538,907	1,764,619	1,863,501
Richmond-cw01	11/01/06	08/20/26	1.000%	7,264,863	4,972,000	5,293,000
Rockford-cw01	08/14/97	02/20/19	3.990%	1,694,279	144,586	189,469
Rockville-cw01	12/19/95	02/20/17	0.000%	869,580	43,479	86,958
Rockville-cw02	04/22/04	08/20/24	1.340%	9,182,090	4,158,000	4,590,000
Rogers-cw02	12/23/94	02/20/16	4.170%	2,710,873	-	194,145
Rollingstone-cw01	04/12/00	08/20/20	2.790%	532,035	168,000	199,000
Roseau-cw02	11/01/95	02/20/17	2.950%	950,000	61,767	121,835
Rush City-cw01	03/05/99	08/20/19	1.040%	4,097,542	891,000	1,107,000
Rush City-cw02	06/25/12	08/20/31	1.522%	920,505	799,000	843,219
Rushford-cw01	06/04/96	08/20/17	3.430%	1,101,488	110,905	181,833
Rushford-cw02	03/28/11	08/20/30	1.077%	1,396,704	1,177,000	1,249,000
Rushford-cw03	07/24/14	08/20/34	1.000%	484,860	334,806	259,527
Rushford Village-cw01	05/30/96	02/20/17	3.180%	168,403	9,988	20,801
Rushmore-cw01	10/03/05	08/20/24	1.210%	424,101	209,000	232,000
Sacred Heart-cw01	07/17/97	08/20/18	1.580%	1,441,093	205,811	285,929
Saint Augusta-cw01	09/02/03	08/20/23	2.090%	4,389,732	1,988,998	2,214,998
Saint Augusta-cw02	10/06/10	08/20/40	1.000%	1,839,044	1,569,000	1,624,000
Saint Clair-cw01	09/28/98	08/20/19	1.480%	2,653,226	521,985	666,257
Saint Cloud-cw01	07/23/97	08/20/18	3.630%	4,812,000	806,790	1,109,730
Saint Cloud-cw02	04/06/10	08/20/30	1.771%	40,115,015	32,226,000	34,088,000
Saint Hilaire-cw01	03/27/98	02/20/19	2.250%	15,641	2,495	3,299
Saint Hilaire-cw02	09/29/08	08/20/28	1.058%	807,912	547,000	586,000
Saint Hilaire-cw03	06/22/09	08/20/29	1.000%	25,589	20,000	21,000
Saint James-cw02	06/03/10	08/20/29	1.799%	7,084,225	5,623,000	5,969,000
Saint Paul-cw02	11/10/94	08/20/15	3.600%	600,000	-	20,733
Saint Paul-cw03	12/20/95	08/20/16	3.200%	600,000	20,050	59,312
Saint Paul-cw04	06/21/96	02/20/17	2.880%	4,269,844	276,357	544,923
Saint Paul-cw05	01/17/97	02/20/18	3.820%	1,500,000	205,960	303,240
Saint Paul-cw06	01/13/98	02/20/19	3.250%	3,100,000	601,360	789,231
Saint Paul-cw07	02/18/99	08/20/19	2.790%	4,600,000	1,135,000	1,400,000
Saint Paul-cw08	09/12/00	08/20/20	3.870%	8,965,000	3,068,000	3,615,000
Saint Peter-cw01	12/29/00	08/20/21	2.040%	11,733,250	4,112,000	4,750,000
Saint Peter-cw02	09/17/02	08/20/22	2.040%	7,260,850	2,207,000	2,498,000
Saint Peter-cw03	12/15/03	08/20/22	3.480%	2,240,000	1,045,000	1,175,000
Sauk Centre-cw01	10/30/95	08/20/16	3.200%	1,407,000	47,140	139,206
Sauk Centre-cw02	07/07/10	08/20/30	1.911%	6,596,236	5,624,000	5,818,000
Shafer-cw01	03/17/95	08/20/16	2.240%	174,000	5,301	15,847

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Clean Water Bond Fund, continued:						
Shafer-cw02	09/24/02	08/20/23	1.630%	1,167,000	516,000	576,000
Sherburn-cw01	11/18/10	08/20/30	1.000%	1,296,848	992,000	1,053,000
Shingobee Township-cw01	01/24/00	08/20/20	1.000%	60,240	15,000	18,000
Shorewd Pk/Rush Lk SD-cw01	12/19/95	02/20/17	0.000%	625,000	31,250	62,500
Silver Bay-cw01	09/23/94	02/20/16	2.820%	1,490,796	-	96,001
Silver Creek Township-cw01	03/23/99	08/20/20	2.290%	1,700,000	499,000	592,000
Skyline-cw01	07/12/04	08/20/24	1.000%	1,179,511	429,161	488,704
Spring Lake Township-cw01	06/11/01	08/20/21	1.290%	1,263,000	302,000	350,000
Spring Lake Township-cw02	11/22/04	08/20/24	1.000%	1,100,000	549,000	607,000
Springsteel Island SD-cw01	09/04/07	08/20/27	1.000%	811,946	526,000	567,000
Starbuck-cw01	09/20/11	08/20/31	1.000%	416,792	344,000	364,567
Stewart-cw01	10/02/98	02/20/19	1.000%	150,000	24,449	32,438
Stewart-cw02	11/06/12	08/20/32	1.000%	819,578	731,000	770,000
Stewart-cw03	12/09/13	08/20/33	1.000%	317,250	148,598	126,399
Sturgeon Lake-cw01	02/21/07	08/20/26	1.188%	4,495,958	3,751,000	3,898,000
Sturgeon Lake-cw02	11/07/08	02/20/26	1.634%	669,849	491,000	510,000
Thief River Falls-cw01	07/16/98	08/20/19	2.790%	925,525	200,757	254,654
Tracy-cw01	06/30/00	08/20/20	2.110%	1,434,769	425,000	505,000
Trimont-cw01	11/17/04	08/20/24	1.000%	1,699,869	846,000	935,000
Truman-cw01	12/21/10	08/20/30	1.317%	393,771	309,000	328,000
Two Harbors-cw02	10/13/14	08/20/29	1.000%	106,572	106,572	6,942
Ulen-cw01	07/12/11	08/20/41	1.000%	1,538,613	1,376,000	1,422,000
Verndale-cw01	07/10/97	02/20/18	1.130%	155,809	17,136	25,575
Verndale-cw02	06/18/09	08/20/29	1.393%	48,111	36,000	38,000
Verndale-cw03	05/31/11	08/20/30	1.000%	336,932	281,000	298,000
Vernon Center-cw01	08/04/15	08/20/35	1.000%	399,492	324,975	-
Virginia-cw01	11/10/11	08/20/31	1.458%	15,870,545	13,466,064	14,245,064
Wabasha-cw01	07/22/03	08/20/22	1.590%	5,866,644	2,479,000	2,811,000
Wadena-cw01	09/13/11	08/20/31	1.529%	3,811,009	3,190,000	3,365,010
Wadena-cw02	08/11/15	08/20/30	1.000%	4,102,252	1,991,501	-
Wadena-cw03	08/11/15	08/20/30	1.000%	4,418,242	2,030,634	-
Walker-cw01	04/03/95	08/20/16	2.600%	2,182,510	69,330	205,334
Warren-cw01	06/24/11	08/20/30	1.223%	362,774	302,000	320,000
Warren-cw02	09/24/14	08/20/34	1.000%	442,934	363,604	59,094
Waseca-cw01	07/10/09	08/20/29	2.627%	9,335,004	7,006,000	7,416,000
Waterville-cw01	09/03/15	08/20/45	1.000%	7,402,633	55,327	-
Watkins-cw01	01/03/07	08/20/25	1.270%	1,631,700	951,000	1,040,000
Waverly-cw02	07/30/15	08/20/35	1.000%	122,842	122,842	-

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Clean Water Bond Fund, continued:						
Welcome-cw01	08/10/11	08/20/31	1.000%	753,307	628,000	664,000
Wells-cw01	10/29/04	08/20/24	1.960%	1,560,000	811,000	893,000
West Concord-cw01	09/20/96	02/20/18	3.990%	281,777	39,045	57,515
West Concord-cw02	06/10/04	08/20/24	1.000%	2,231,649	1,113,000	1,231,000
Western Lake Superior SD-cw08	07/17/06	08/20/21	2.820%	3,847,077	1,816,000	2,090,000
Western Lake Superior SD-cw09	04/08/08	08/20/23	2.611%	2,367,407	1,364,000	1,516,000
Western Lake Superior SD-cw10	06/16/09	08/20/24	2.700%	1,889,541	1,288,000	1,413,000
Western Lake Superior SD-cw11	08/31/10	08/20/25	1.586%	151,866	104,866	114,866
Western Lake Superior SD-cw12	08/31/10	08/20/25	1.591%	342,262	235,000	256,000
Western Lake Superior SD-cw13	08/31/10	08/20/25	1.590%	622,488	421,000	460,000
Western Lake Superior SD-cw14	08/31/10	08/20/25	1.589%	3,258,795	2,242,255	2,447,255
Western Lake Superior SD-cw15	09/26/11	08/20/26	1.520%	3,488,093	2,707,000	2,932,000
Western Lake Superior SD-cw16	09/26/11	08/20/26	1.520%	307,272	238,000	258,000
Western Lake Superior SD-cw17	09/26/11	08/20/26	1.520%	1,544,360	1,199,000	1,298,000
Western Lake Superior SD-cw18	07/03/12	08/20/27	1.693%	5,195,750	4,368,000	4,694,000
Western Lake Superior SD-cw19	11/16/12	08/20/28	1.000%	2,783,315	2,338,000	2,505,797
Western Lake Superior SD-cw20	06/27/13	08/20/28	1.000%	2,059,132	1,836,000	1,968,163
Western Lake Superior SD-cw21	08/25/14	08/20/29	1.000%	6,941,990	5,354,517	1,541,105
Western Lake Superior SD-cw22	08/24/15	08/20/30	1.000%	2,132,276	1,570,049	-
Western Lake Superior SD-cw23	08/24/15	08/20/30	1.000%	7,029,490	6,369,552	-
Wheaton-cw01	06/26/03	08/20/22	2.240%	2,505,000	1,055,000	1,193,000
Wheaton-cw02	07/15/09	08/20/29	1.331%	1,623,390	1,180,000	1,256,000
Wheaton-cw03	10/01/09	08/20/29	1.067%	878,761	634,000	676,000
Wheaton-cw04	03/22/12	08/20/41	1.000%	684,903	621,000	642,543
Willmar-cw01	06/28/96	08/20/17	3.130%	4,300,000	421,482	692,799
Willmar-cw02	09/09/08	08/20/28	3.275%	42,001,362	34,813,000	36,355,000
Willmar-cw03	09/21/09	08/20/29	2.457%	1,711,867	1,281,151	1,357,151
Willmar-cw04	11/18/09	08/20/38	3.440%	27,663,530	24,483,000	25,120,000
Willmar-cw05	07/25/13	08/20/42	1.124%	1,886,812	1,570,407	1,444,228
Willmar-cw06	08/18/14	08/20/34	1.000%	3,000,000	2,815,054	2,719,851
Windom-cw02	05/17/94	08/20/15	2.710%	3,886,970	-	124,814
Winnebago-cw02	06/27/11	08/20/30	1.247%	3,454,722	2,857,000	3,029,000
Woodland-cw01	06/12/97	08/20/18	2.580%	698,775	91,726	127,466
Zimmerman-cw03	04/09/99	08/20/20	2.040%	4,173,493	1,256,001	1,493,000
Zimmerman-cw04	10/05/09	08/20/29	2.368%	2,221,070	1,790,000	1,897,000
Clean Water Bond Fund totals				2,011,030,618	1,323,393,952	1,323,540,621

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund:						
Ada-dw01	06/25/04	08/20/23	1.090%	2,380,000	1,064,000	1,191,000
Ada-dw02	12/06/05	08/20/23	1.090%	264,245	129,000	144,000
Albany-dw01	05/17/06	08/20/25	1.960%	4,697,058	2,741,874	2,987,874
Alexandria-dw01	07/30/02	08/20/22	3.380%	1,050,117	455,000	512,000
Alexandria-dw02	09/01/09	08/20/29	2.445%	3,623,606	2,704,000	2,864,000
Alvarado-dw01	05/24/10	08/20/29	1.000%	584,901	434,000	463,000
Annandale-dw01	01/13/04	08/20/23	2.819%	3,273,194	1,530,000	1,698,000
Annandale-dw02	05/31/11	08/20/31	1.959%	1,217,500	1,013,000	1,066,000
Annandale-dw03	08/10/15	08/20/35	1.031%	929,105	925,709	-
Argyle-dw01	09/30/98	08/20/19	2.570%	229,655	57,000	70,000
Arlington-dw01	02/21/03	08/20/17	2.990%	110,000	18,000	27,000
Askov-dw01	09/30/98	08/20/19	1.000%	479,781	102,000	127,000
Atwater-dw01	06/15/11	08/20/30	1.777%	897,318	752,000	795,000
Atwater-dw02	09/28/15	08/20/35	1.000%	1,007,005	778,986	-
Audubon-dw01	11/17/14	08/20/44	1.000%	2,063,210	1,915,183	750,557
Avon-dw01	10/08/03	08/20/23	2.840%	666,554	246,061	274,061
Babbitt-dw01	08/29/01	08/20/21	2.820%	1,316,806	482,000	555,000
Backus-dw01	07/14/08	08/20/27	2.270%	164,195	112,000	120,000
Bagley-dw01	08/10/04	08/20/23	1.730%	1,074,120	495,120	552,120
Barnesville-dw01	09/13/11	08/20/31	1.143%	537,082	446,000	471,000
Barnum-dw01	10/28/09	08/20/29	1.325%	804,807	588,000	626,000
Barnum-dw02	06/10/13	08/20/18	1.000%	9,550	6,000	8,446
Battle Lake-dw01	06/18/03	08/20/22	1.490%	1,377,006	562,000	637,000
Baudette-dw01	11/09/04	08/20/24	2.460%	337,729	174,000	191,000
Baudette-dw02	09/17/09	08/20/29	1.925%	681,502	494,000	524,000
Beardsley-dw01	07/14/10	08/20/29	1.261%	111,100	85,000	91,000
Beaver Bay-dw01	07/29/08	08/20/27	1.061%	869,658	565,000	609,000
Becker County-dw01	09/22/03	08/20/22	1.680%	135,430	56,000	63,000
Belgrade-dw01	07/26/10	08/20/39	1.095%	549,562	450,000	466,562
Benson-dw01	07/05/11	08/20/30	1.739%	3,292,380	2,741,000	2,900,920
Big Lake-dw01	11/04/04	08/20/24	2.530%	9,111,996	4,615,000	5,066,000
Bird Island-dw01	11/09/09	08/20/29	1.000%	149,537	108,000	115,000
Blue Earth-dw01	09/05/06	08/20/26	2.570%	305,456	188,000	203,000
Blue Earth-dw02	03/19/07	08/20/26	2.400%	1,174,600	756,000	816,000
Braham-dw01	03/25/04	08/20/23	1.590%	1,468,370	672,000	750,000
Braham-dw02	04/06/10	08/20/29	1.000%	942,850	685,880	735,880
Breitung Township-dw01	11/01/01	08/20/21	2.070%	94,177	32,000	37,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund, continued:						
Breitung Township-dw02	12/16/02	08/20/22	2.490%	117,500	48,000	54,000
Brooklyn Center-dw01	01/20/15	08/20/34	1.000%	19,662,352	18,414,445	8,252,536
Brooten-dw01	12/05/00	08/20/20	3.410%	373,401	117,000	138,000
Browerville-dw01	10/21/98	08/20/18	2.040%	213,876	39,000	52,000
Browerville-dw02	06/10/10	08/20/29	1.000%	385,244	290,000	309,000
Brownton-dw01	11/03/99	08/20/19	2.980%	188,100	49,000	60,000
Butterfield-dw01	02/11/02	08/20/21	2.070%	246,972	86,000	99,000
Callaway-dw01	07/11/06	08/20/25	1.310%	375,811	209,000	228,000
Cambridge-dw01	09/17/01	08/20/21	4.050%	2,080,000	817,000	935,000
Canby-dw01	11/10/98	08/20/18	1.790%	2,020,499	365,000	482,000
Canby-dw02	07/20/10	08/20/39	1.088%	3,970,711	3,440,000	3,565,000
Canby-dw03	08/05/14	08/20/44	1.000%	2,667,171	2,150,282	298,153
Carlos-dw01	11/08/15	08/20/45	1.000%	2,303,586	1,904,717	-
Carlton-dw01	05/01/07	08/20/26	1.490%	1,567,709	977,000	1,058,000
Carver-dw01	12/15/03	08/20/23	2.819%	2,522,966	1,170,000	1,299,000
Cass Lake-dw01	05/20/03	08/20/22	1.990%	626,693	265,000	300,000
Chokio-dw01	01/26/06	08/20/25	1.310%	704,658	385,000	421,000
Clara City-dw01	11/13/01	08/20/21	2.320%	2,472,224	872,000	1,006,000
Claremont-dw01	08/10/10	08/20/39	1.000%	137,893	118,000	122,000
Clearwater-dw01	11/23/02	08/20/22	2.130%	667,320	267,000	302,000
Clearwater-dw02	07/22/03	08/20/22	2.680%	183,957	79,000	89,000
Cleveland-dw01	08/29/11	08/20/31	1.367%	530,370	443,711	468,711
Cloquet-dw01	10/08/02	08/20/22	3.380%	1,913,773	822,768	925,768
Cokato-dw01	06/14/00	08/20/15	3.910%	613,137	-	58,000
Cokato-dw02	01/13/04	08/20/23	3.180%	4,410,593	2,111,000	2,340,000
Coleraine-dw01	12/12/02	08/20/22	2.380%	1,572,375	645,000	729,000
Cologne-dw01	09/02/14	08/20/34	1.000%	839,216	809,000	761,888
Comfrey-dw01	10/16/98	08/20/18	2.040%	149,107	27,000	36,000
Cosmos-dw01	06/15/05	08/20/24	1.720%	912,706	466,706	514,706
Cosmos-dw02	05/09/08	08/20/27	1.092%	515,815	336,000	362,000
Cosmos-dw03	10/15/09	08/20/29	1.000%	242,741	176,000	188,000
Cosmos-dw04	07/11/13	08/20/42	1.000%	204,032	87,238	97,397
Cromwell-dw01	04/12/99	08/20/19	1.000%	62,361	16,000	20,000
Crosby-dw01	07/12/10	08/20/39	1.107%	4,810,811	4,088,079	4,236,079
Crosby-dw02	05/12/16	08/20/35	1.000%	1,053,952	-	-
Dalton-dw01	04/14/03	08/20/22	2.680%	118,819	49,000	55,000
Dalton-dw02	08/27/08	08/20/27	1.112%	115,950	75,000	81,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund, continued:						
Darwin-dw01	10/03/13	08/20/43	1.150%	376,675	274,669	285,669
Dassel-dw01	07/02/99	08/20/19	2.040%	1,768,142	428,000	530,000
Dassel-dw02	10/06/08	08/20/28	1.016%	1,203,724	814,000	872,000
Dassel-dw03	07/09/09	08/20/29	1.283%	352,662	261,000	278,000
Dassel-dw04	08/19/13	08/20/33	1.000%	302,900	251,842	248,431
Dawson-dw01	09/20/02	08/20/22	3.320%	914,497	394,000	443,000
Dayton-dw02	04/19/10	08/20/29	1.654%	750,449	573,000	609,000
Deer River-dw01	10/29/02	08/20/22	1.630%	303,062	118,000	134,000
Deer River-dw02	08/10/09	08/20/29	1.000%	50,193	38,000	40,000
Deerwood-dw01	08/29/11	08/20/41	1.000%	450,883	403,000	417,000
Detroit Lakes-dw01	01/13/10	08/20/29	2.186%	2,100,745	1,616,000	1,714,000
Dover-dw01	12/11/00	08/20/20	3.410%	464,776	148,000	175,000
Duluth-dw01	07/31/03	08/20/18	2.819%	970,000	231,000	304,000
Duluth-dw02	07/02/04	08/20/18	2.530%	1,971,532	462,000	609,000
Duluth-dw03	10/28/09	08/20/19	1.077%	1,668,813	684,000	851,000
Duluth-dw04	08/31/10	08/20/25	1.258%	1,293,200	876,000	958,000
Duluth-dw05	12/07/10	08/20/25	1.076%	3,344,131	2,352,000	2,574,000
Duluth-dw06	11/18/11	08/20/26	1.221%	1,221,631	882,976	816,120
Duluth-dw07	02/25/14	08/20/29	1.000%	4,778,806	4,310,896	4,474,162
Dumont-dw01	05/05/10	08/20/39	1.000%	227,751	188,000	195,000
Eagle Bend-dw01	08/17/09	08/20/28	1.850%	296,036	214,000	228,000
Eagle Bend-dw02	08/17/15	08/20/35	1.002%	429,970	429,970	-
Eagle Lake-dw01	10/07/10	08/20/30	1.643%	543,454	420,000	445,000
East Bethel-dw01	02/17/10	08/20/29	1.000%	69,190	53,589	56,589
Eden Valley-dw01	08/21/00	08/20/20	3.160%	1,881,057	592,000	700,000
Eden Valley-dw02	06/27/01	08/20/21	2.320%	644,890	228,000	263,000
Eden Valley-dw03	10/13/09	08/20/29	1.000%	286,461	207,000	221,000
Eden Valley-dw04	10/09/13	08/20/33	1.000%	174,329	159,000	167,000
Edgerton-dw01	07/11/02	08/20/22	3.380%	395,035	170,000	191,000
Elbow Lake-dw01	07/07/09	08/20/39	1.567%	95,897	74,000	76,000
Elbow Lake-dw02	08/05/13	08/20/43	1.000%	80,710	75,370	78,370
Elbow Lake-dw03	08/11/14	08/20/44	1.000%	451,261	148,848	140,330
Elgin-dw01	05/16/11	08/20/30	1.538%	816,607	690,000	731,000
Elizabeth-dw01	07/17/07	08/20/26	1.000%	627,450	385,000	418,000
Elko New Market-dw01	09/11/14	08/20/34	1.000%	10,357,038	9,299,488	4,723,264
Ellendale-dw01	08/28/06	08/20/26	1.570%	1,628,000	988,000	1,070,000
Ellendale-dw02	06/26/08	08/20/27	1.000%	1,113,204	725,696	782,696

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund, continued:						
Ely-dw01	12/13/00	08/20/20	3.410%	1,177,302	376,000	444,000
Elysian-dw01	09/18/03	08/20/23	1.990%	478,520	216,000	241,000
Erskine-dw01	04/08/13	08/20/42	1.000%	255,450	218,000	225,564
Evansville-dw01	10/03/06	08/20/26	1.760%	131,203	80,000	86,000
Evansville-dw02	11/15/11	08/20/41	1.000%	87,498	77,000	79,722
Evansville-dw03	07/08/14	08/20/44	1.000%	373,816	162,270	55,758
Eveleth-dw01	09/26/07	08/20/27	2.400%	2,086,370	1,365,000	1,462,000
Eveleth-dw02	10/16/13	08/20/28	1.462%	57,666	32,010	45,010
Excelsior-dw01	06/02/14	08/20/34	1.000%	920,313	756,472	587,944
Fairfax-dw01	08/06/99	08/20/19	2.040%	1,265,806	305,000	377,000
Fairfax-dw02	08/15/11	08/20/41	1.244%	1,034,260	922,612	954,612
Fairmont-dw01	10/11/11	08/20/41	2.234%	28,082,306	25,666,495	26,422,495
Fertile-dw01	01/27/03	08/20/22	1.130%	1,087,739	410,000	466,000
Finlayson-dw01	11/28/00	08/20/20	1.910%	211,828	61,000	73,000
Fisher-dw01	09/07/04	08/20/24	1.000%	2,077,920	986,000	1,090,000
Fosston-dw01	07/11/05	08/20/24	1.470%	1,454,455	737,231	813,231
Fosston-dw02	07/28/14	08/20/34	1.000%	483,584	465,771	421,699
Fosston-dw03	07/28/14	08/20/34	1.000%	572,308	492,167	511,475
Freeborn-dw01	09/16/15	08/20/45	1.000%	161,700	92,665	-
Frost-dw01	01/09/06	08/20/25	1.310%	378,126	206,000	225,000
Fulda-dw01	07/30/98	08/20/18	2.320%	503,117	90,000	119,000
Gibbon-dw01	09/09/13	08/20/43	1.365%	2,197,983	2,091,393	1,914,346
Gilbert-dw01	04/30/03	08/20/23	2.880%	157,764	74,000	82,000
Glenwood-dw01	05/30/00	08/20/19	1.980%	1,081,126	271,000	335,000
Glenwood-dw02	11/09/04	08/20/24	2.210%	675,000	343,000	377,000
Glenwood-dw03	08/14/13	08/20/33	1.667%	768,145	711,000	745,000
Glyndon-dw01	10/29/02	08/20/22	2.380%	867,071	351,071	390,834
Goodview-dw01	09/22/08	08/20/28	2.627%	4,277,500	3,071,932	3,267,932
Grand Marais-dw01	04/27/99	08/20/19	2.560%	484,112	122,000	151,000
Grand Marais-dw02	08/11/04	02/20/24	2.530%	812,229	382,000	425,000
Grand Rapids-dw01	01/03/00	08/20/19	3.040%	1,079,657	278,000	342,000
Greenbush-dw01	11/19/09	08/20/39	1.005%	1,459,111	1,197,476	1,241,476
Greenbush-dw02	07/09/10	08/20/39	1.146%	776,456	660,000	684,000
Greenbush-dw03	06/26/13	08/20/32	1.000%	166,364	151,000	159,000
Grove City-dw01	07/08/08	08/20/27	1.258%	1,387,042	914,000	984,000
Hamburg-dw01	07/22/03	08/20/22	2.490%	225,640	96,000	108,000
Hamburg-dw02	07/27/04	08/20/24	2.340%	950,709	482,000	530,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund, continued:						
Hanska - dw01	05/20/14	08/20/44	1.000%	923,146	897,000	923,146
Harmony-dw01	11/10/15	08/20/35	1.000%	857,100	210,760	-
Harris-dw02	08/29/06	08/20/36	1.535%	1,333,450	963,000	998,000
Hawley-dw01	06/27/01	08/20/21	3.320%	660,000	247,000	284,000
Hawley-dw02	07/10/06	08/20/25	1.560%	2,565,987	1,447,000	1,580,000
Hawley-dw03	06/17/08	08/20/27	1.290%	150,011	99,000	107,000
Hendrum-dw01	10/12/10	08/20/30	1.000%	229,684	177,000	188,000
Henning-dw01	12/06/05	08/20/25	1.000%	539,404	290,000	317,000
Henning-dw02	08/08/13	08/20/43	1.241%	381,558	360,000	320,400
Henning-dw03	10/07/15	08/20/43	1.000%	57,409	57,409	-
Herman-dw01	08/11/14	08/20/44	1.000%	564,260	514,036	351,694
Hibbing-dw01	07/19/01	08/20/20	3.050%	1,434,777	466,000	551,000
Hibbing-dw02	08/16/10	08/20/20	1.000%	876,873	445,000	531,000
Hinckley-dw01	11/17/00	08/20/20	4.160%	542,777	181,000	213,000
Hinckley-dw02	10/05/01	08/20/21	2.820%	1,367,480	497,000	572,000
Hitterdal-dw01	03/13/06	08/20/25	1.810%	157,957	89,000	97,000
Hitterdal-dw02	09/14/15	08/20/35	1.103%	170,762	109,945	-
Hoffman-dw01	08/14/04	08/20/24	1.480%	833,461	404,000	446,000
Hoffman-dw02	07/06/09	08/20/29	1.384%	87,461	62,000	66,000
Howard Lake-dw01	10/13/99	08/20/19	3.060%	287,662	75,000	92,000
Howard Lake-dw02	06/17/11	08/20/40	1.217%	2,059,069	1,848,000	1,911,000
Hutchinson-dw01	08/01/05	08/20/24	2.530%	5,696,371	2,930,371	3,030,371
Hutchinson-dw02	08/07/06	08/20/25	2.629%	12,216,000	7,319,000	7,952,000
Ironton-dw01	07/27/04	08/20/23	1.090%	405,300	181,300	203,300
Isanti-dw01	07/10/07	08/20/26	2.630%	965,000	620,000	668,000
Isanti-dw02	10/07/08	08/20/28	3.042%	5,064,256	3,676,056	3,904,056
Isanti-dw03	09/21/11	08/20/31	1.533%	676,045	566,000	597,000
Isle-dw01	05/18/11	08/20/30	1.482%	215,506	177,000	188,000
Jordan-dw01	11/05/98	08/20/18	3.540%	307,917	63,000	83,000
Jordan-dw02	06/30/03	08/20/23	2.819%	1,052,939	495,000	549,000
Kandiyohi-dw01	11/10/14	08/20/44	1.000%	2,037,523	1,913,040	410,755
Kandiyohi County-dw02	12/29/99	08/20/19	3.540%	2,262,450	602,450	740,450
Kandiyohi County-dw03	11/30/00	08/20/20	3.540%	1,012,260	327,000	386,000
Karlstad-dw01	06/03/13	08/20/33	1.000%	1,862,083	1,703,000	1,789,444
Keewatin-dw01	08/28/02	08/20/22	2.880%	500,000	212,000	239,000
Kennedy-dw01	08/04/14	08/20/24	1.000%	25,791	24,000	25,791
Kenyon-dw01	12/16/02	08/20/22	3.240%	224,000	11,000	23,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund, continued:						
Kiester-dw01	10/15/01	08/20/21	3.070%	228,636	83,000	95,000
Lake Lillian-dw01	09/13/06	08/20/26	1.000%	610,355	356,000	387,000
Lake Park-dw01	09/08/03	08/20/23	2.090%	397,006	180,000	200,000
Lakefield-dw01	09/26/02	08/20/22	2.880%	2,272,080	953,000	1,074,000
Lamberton-dw01	08/06/99	08/20/19	1.860%	262,182	41,000	51,000
Lanesboro-dw01	10/27/14	08/20/44	1.000%	3,031,931	2,768,930	471,702
Lanesboro-dw02	08/04/15	08/20/44	1.000%	165,775	165,775	-
Le Center-dw01	08/11/06	08/20/26	1.820%	3,470,601	2,121,000	2,294,000
Le Center-dw02	08/14/07	08/20/27	1.650%	511,861	358,000	385,000
Lester Prairie-dw01	06/14/11	08/20/30	1.780%	1,788,806	1,517,000	1,605,000
Lewiston-dw01	12/20/99	08/20/19	3.790%	312,934	84,000	103,000
Lewiston-dw02	05/29/01	08/20/20	3.820%	270,000	92,000	108,000
Lewiston-dw03	09/23/15	08/20/35	1.000%	936,331	721,717	-
Litchfield-PUC-dw01	05/24/99	08/20/19	3.540%	4,092,166	1,096,000	1,347,000
Littlefork-dw01	07/28/99	08/20/19	1.810%	181,277	43,000	53,000
Littlefork-dw02	07/16/15	08/20/35	1.000%	270,150	270,150	-
Littlefork-dw03	05/19/16	08/20/23	1.000%	60,600	-	-
Long Prairie-dw01	04/06/01	08/20/20	3.910%	1,098,586	371,000	437,000
Lonsdale-dw01	06/09/11	08/20/30	1.756%	1,210,591	1,030,000	1,090,000
Loretto-dw01	05/09/06	08/20/25	2.310%	761,704	453,000	493,000
Lyle-dw01	06/27/00	08/20/20	3.000%	311,040	96,000	114,000
Madison Lake-dw01	05/17/10	08/20/29	1.858%	596,692	456,000	484,000
Madison Lake-dw02	08/08/11	08/20/31	1.912%	820,008	693,000	730,000
Mahnomen-dw01	07/30/08	08/20/27	1.518%	390,054	262,000	282,000
Mankato-dw01	12/12/05	08/20/25	2.310%	2,309,300	1,313,300	1,429,300
Mankato-dw02	04/09/07	08/20/26	2.630%	37,536,818	23,874,948	25,740,948
Mankato-dw03	08/10/15	08/20/35	1.093%	1,458,265	1,097,261	-
Maple Plain-dw01	07/09/07	08/20/26	2.150%	3,468,767	2,207,000	2,383,000
Marble-dw01	10/08/01	08/20/21	2.570%	128,210	45,000	52,000
Mayer-dw01	12/21/00	08/20/20	3.910%	347,000	115,000	135,000
Mayer-dw02	08/28/06	08/20/26	2.070%	2,560,768	1,558,000	1,683,000
McIntosh-dw01	05/31/07	08/20/26	1.900%	222,736	140,000	151,000
McIntosh-dw02	10/24/07	08/20/27	1.341%	858,730	554,000	596,000
McIntosh-dw03	07/10/12	08/20/31	1.000%	85,446	64,000	68,154
Medford-dw01	10/04/10	08/20/30	1.000%	2,802,176	2,150,000	2,282,000
Menahga-dw01	08/20/15	08/20/35	1.000%	330,820	264,681	-
Milaca-dw01	07/19/06	08/20/26	1.070%	3,060,114	1,804,000	1,958,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund, continued:						
Minneapolis-dw01	12/16/02	08/20/22	2.819%	27,400,000	17,000,000	18,500,000
Minneapolis-dw02	02/26/04	08/20/23	2.800%	25,000,000	19,950,000	20,700,000
Minneapolis-dw03	03/21/05	08/20/19	2.530%	12,500,000	6,150,000	6,925,000
Minneapolis-dw04	12/07/06	08/20/26	2.600%	13,500,000	9,595,000	10,215,000
Minneapolis-dw05	12/10/09	08/20/27	2.688%	19,557,660	18,535,000	18,545,000
Minneapolis-dw06	03/02/10	08/20/21	1.000%	6,229,554	4,640,000	5,345,000
Minnetrista-dw01	04/05/10	08/20/24	1.189%	692,603	443,364	489,364
Minnetrista-dw02	01/19/16	08/20/35	1.000%	9,074,697	3,707,240	-
Montevideo-dw02	04/21/15	08/20/35	1.000%	1,172,558	1,172,558	-
Montgomery-dw01	09/18/03	08/20/23	3.180%	642,162	310,000	343,000
Montgomery-dw02	05/24/04	08/20/23	2.840%	358,044	175,044	194,044
Montrose-dw01	01/11/10	08/20/29	1.619%	415,043	312,000	332,000
Moorhead-dw01	08/26/14	08/20/34	1.020%	13,212,873	11,337,024	2,435,697
Moorhead-dw02	03/14/16	08/20/35	1.000%	2,640,893	436,443	-
Mora-dw01	07/27/10	08/20/30	1.862%	1,565,220	1,222,000	1,292,000
Morgan-dw01	06/21/99	08/20/19	2.480%	481,289	122,000	150,000
Morris-dw01	10/26/99	08/20/19	2.540%	1,251,423	312,000	385,000
Motley-dw01	06/17/14	08/20/34	1.000%	3,921,500	3,390,636	3,070,606
Mountain Lake-dw01	09/16/03	08/20/23	1.430%	2,985,751	1,303,000	1,456,000
Mountain Lake-dw02	08/20/12	08/20/32	1.000%	38,440	29,338	31,338
Mountain Lake-dw03	09/16/14	08/20/34	1.000%	47,444	17,578	17,580
Nashwauk-dw01	06/08/99	08/20/19	1.980%	966,092	233,000	289,000
New Auburn-dw01	08/03/06	08/20/25	1.000%	1,069,002	428,000	468,000
New Hope-dw01	03/22/10	08/20/29	1.703%	418,644	315,000	335,000
New Hope-dw02	05/13/13	08/20/32	1.000%	1,035,000	952,000	1,003,000
New London-dw01	06/15/11	08/20/30	1.000%	801,430	660,000	701,000
New Prague-dw01	10/15/02	08/20/22	3.630%	2,885,942	1,251,000	1,406,000
New Richland-dw01	07/15/03	08/20/22	2.740%	1,327,522	555,522	630,522
New York Mills-dw01	06/09/09	08/20/28	1.296%	695,668	491,000	526,000
New York Mills-dw02	09/23/10	08/20/30	1.000%	206,096	158,000	168,000
New York Mills-dw03	08/19/15	08/20/35	1.000%	1,373,065	1,030,143	-
Newfolden-dw01	07/02/12	08/20/31	1.000%	533,066	454,000	480,000
Nielsville-dw01	12/06/04	08/20/24	1.210%	30,563	10,000	12,000
North Mankato-dw01	01/09/15	08/20/34	1.000%	1,631,793	1,504,851	444,522
North Mankato-dw02	03/21/16	08/20/34	1.000%	121,833	-	-
Northome-dw01	03/04/04	08/20/23	1.730%	241,826	112,000	125,000
Norwood Young America-dw01	07/21/10	08/20/39	2.461%	1,966,604	1,713,000	1,765,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund, continued:						
Olivia-dw01	11/21/11	08/20/40	1.000%	3,307,561	2,791,588	2,874,168
Onamia-dw01	10/19/00	08/20/20	3.000%	420,000	131,000	155,000
Oronoco-dw01	10/07/09	08/20/29	1.000%	1,269,281	898,359	957,359
Osakis-dw01	01/14/03	08/20/22	2.920%	666,377	278,000	313,000
Ottertail-dw01	01/14/03	08/20/22	1.170%	1,488,000	565,000	642,000
Park Rapids-dw01	06/15/06	08/20/25	2.570%	859,259	504,000	548,000
Park Rapids-dw02	08/20/13	08/20/33	1.597%	818,215	718,598	769,598
Paynesville-dw01	11/14/13	08/20/33	1.000%	3,615,135	3,284,622	3,119,801
Pelican Rapids-dw01	10/13/08	08/20/28	2.351%	280,648	196,000	209,000
Pelican Rapids-dw02	07/10/12	08/20/31	1.009%	645,575	549,000	581,000
Pelican Rapids-dw03	07/14/15	08/20/35	2.823%	642,071	270,975	-
Perham-dw01	11/19/99	08/20/19	2.790%	606,790	154,000	190,000
Perham-dw02	01/22/09	08/20/28	2.743%	2,422,209	1,771,000	1,883,000
Perham-dw03	08/08/11	08/20/26	1.391%	148,475	115,000	125,000
Perham-dw04	07/09/15	08/20/35	1.045%	1,082,233	912,049	-
Pine River-dw01	09/20/02	08/20/22	1.630%	167,260	65,000	74,000
Plainview-dw01	06/15/06	08/20/21	2.630%	807,893	366,000	422,000
Plainview-dw02	08/09/11	08/20/31	1.929%	275,304	232,422	245,422
Plummer-dw01	12/13/11	08/20/41	1.000%	248,533	224,000	231,000
Princeton-PUC-dw01	09/08/99	08/20/19	3.290%	670,000	176,000	217,000
Princeton-PUC-dw02	06/10/04	08/20/23	2.530%	847,422	417,000	463,000
Red Lake Falls-dw01	09/30/09	08/20/39	1.000%	360,901	297,000	308,000
Red Wing-dw01	04/12/04	08/20/23	2.819%	15,283,450	7,419,000	8,235,000
Redwood Falls-dw01	10/22/09	08/20/39	2.936%	6,083,071	5,233,000	5,382,000
Remer-dw01	06/25/09	08/20/39	1.982%	79,748	68,000	70,000
Renville-dw01	08/23/04	08/20/24	1.980%	266,453	134,000	147,000
Richmond-dw01	08/07/13	08/20/33	1.000%	858,890	796,786	837,786
Rock County-dw01	09/30/99	08/20/19	1.790%	1,460,000	346,000	429,000
Rock County-dw02	04/03/07	08/20/26	1.020%	533,000	327,000	355,000
Rothsay-dw01	11/04/03	08/20/23	1.990%	378,740	171,000	191,000
Royalton-dw01	09/27/99	08/20/19	1.000%	458,452	100,000	124,000
Rush City-dw01	03/05/99	08/20/18	1.540%	3,889,693	692,000	915,000
Rushford-dw01	09/10/99	08/20/19	3.040%	765,000	196,000	242,000
Rushford-dw02	05/15/08	08/20/27	1.352%	1,212,760	882,000	949,000
Rushford-dw03	06/29/10	08/20/29	1.000%	1,171,855	861,000	918,000
Rushford-dw04	07/24/14	08/20/34	1.000%	286,639	158,812	65,435
Rushford Village-dw01	08/10/12	08/20/32	1.469%	305,167	268,000	282,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund, continued:						
Sabin-dw01	07/19/05	08/20/24	2.720%	871,267	464,267	509,267
Saint Augusta-dw01	07/14/03	08/20/22	2.819%	1,849,591	816,000	920,000
Saint Bonifacius-dw01	02/17/10	08/20/29	1.709%	664,864	508,000	540,000
Saint Clair-dw01	08/20/07	08/20/26	1.900%	1,246,721	784,000	848,000
Saint Cloud-dw01	03/01/04	08/20/23	2.590%	1,381,672	665,672	739,672
Saint Cloud-dw02	01/05/05	08/20/24	2.530%	2,527,278	1,314,350	1,443,350
Saint Cloud-dw03	05/08/09	08/20/28	2.481%	6,167,901	4,492,000	4,782,000
Saint Cloud-dw04	08/24/10	08/20/30	1.656%	7,736,790	6,024,000	6,375,000
Saint Cloud-dw05	09/25/15	08/20/35	1.000%	11,732,105	7,950,526	-
Saint Francis-dw01	12/18/07	08/20/27	2.563%	9,013,468	6,933,000	7,251,000
Saint James-dw01	01/08/02	08/20/21	3.570%	2,230,000	850,000	975,000
Saint James-dw02	05/19/10	08/20/29	2.104%	1,088,699	976,000	1,001,000
Saint Paul-dw02	07/13/10	12/01/30	1.963%	5,960,000	4,879,000	5,184,000
Saint Paul-dw03	07/13/10	12/01/30	1.962%	23,107,000	18,921,000	20,121,000
Saint Paul-dw04	06/19/14	12/01/34	1.048%	2,200,000	2,136,000	2,101,067
Saint Paul Park-dw01	08/06/13	08/20/33	1.608%	960,953	899,000	941,468
Saint Peter-dw01	03/12/09	08/20/28	2.482%	1,321,419	995,000	1,059,000
Saint Peter-dw02	08/28/09	08/20/29	2.745%	15,713,534	14,208,000	14,832,000
Saint Peter-dw03	03/29/10	08/20/29	1.710%	840,479	640,000	680,000
Sandstone-dw01	07/28/99	08/20/19	2.110%	401,331	98,000	121,000
Sauk Centre-dw01	11/05/98	08/20/18	3.540%	2,121,231	434,000	569,000
Savage-dw01	08/06/99	08/20/19	3.620%	8,984,395	2,410,395	2,961,395
Sebeka-dw01	10/15/02	08/20/22	1.130%	262,242	100,942	114,942
Silver Bay-dw01	11/19/98	08/20/18	2.560%	642,000	123,000	162,000
Silver Bay-dw02	06/04/07	08/20/26	1.650%	726,450	456,000	494,000
Sleepy Eye-dw01	08/11/09	08/20/29	2.550%	3,592,533	2,691,000	2,849,000
South Saint Paul-dw01	02/16/10	08/20/29	1.709%	2,568,810	1,962,000	2,085,000
Spring Lake Park-dw01	07/08/03	08/20/23	2.819%	3,846,216	1,779,000	1,975,000
Staples-dw01	03/24/03	08/20/22	1.490%	1,400,000	567,000	643,000
Stewart-dw01	08/08/05	08/20/24	2.220%	719,342	378,000	416,000
Stewart-dw02	09/15/12	08/20/41	1.000%	108,172	100,000	103,000
Stewart-dw03	12/09/13	08/20/43	1.763%	42,750	13,619	14,850
Sturgeon Lake-dw01	03/10/05	08/20/24	1.761%	2,476,541	1,580,000	1,647,000
Sturgeon Lake-dw02	03/02/06	08/20/24	1.754%	248,165	158,000	164,000
Swanville-dw01	07/07/09	08/20/29	1.544%	647,312	474,000	504,000
Swanville-dw02	08/06/13	08/20/43	1.880%	953,866	909,000	934,000
Taylors Falls-dw01	08/28/07	08/20/26	1.150%	1,015,254	694,000	753,000

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Drinking Water Bond Fund, continued:						
Tower-dw01	01/20/00	08/20/19	1.860%	892,659	209,000	260,000
Trosky-dw01	11/03/99	08/20/19	3.290%	131,670	34,000	42,000
Two Harbors-dw01	06/30/99	08/20/19	3.040%	835,000	217,000	267,000
Two Harbors-dw02	12/21/09	08/20/29	2.528%	2,175,783	1,644,000	1,741,000
Two Harbors-dw03	05/11/10	08/20/29	1.665%	2,262,255	1,719,000	1,827,000
Two Harbors-dw04	08/06/15	08/20/35	1.000%	4,741,091	3,860,097	-
Tyler-dw01	06/15/11	08/20/40	1.000%	4,957,924	4,478,000	4,635,000
Underwood-dw01	11/13/01	08/20/21	2.570%	660,878	231,000	266,000
Utica-dw01	09/19/01	08/20/21	2.070%	173,000	61,000	70,000
Verndale-dw01	12/18/98	08/20/18	1.310%	75,572	12,000	16,000
Verndale-dw02	06/18/09	08/20/29	2.056%	190,933	141,000	150,000
Vernon Center-dw01	08/04/15	08/20/35	1.000%	611,321	426,286	-
Virginia-dw01	11/08/99	08/20/19	3.040%	6,127,973	1,586,000	1,954,000
Wadena-dw01	07/30/02	08/20/22	2.670%	2,617,891	1,093,000	1,233,000
Wadena-dw02	08/11/15	08/20/30	1.000%	3,718,290	1,798,775	-
Walker-dw01	08/18/99	08/20/19	1.810%	1,877,758	443,980	550,980
Wanamingo-dw01	08/29/01	08/20/21	1.810%	1,660,000	573,000	663,000
Warren-dw01	06/24/11	08/20/30	1.000%	394,424	329,000	349,000
Warren-dw02	05/21/13	08/20/32	1.000%	972,472	895,000	943,012
Warren-dw03	09/24/14	08/20/34	1.000%	628,064	523,433	84,038
Watertown-dw01	12/27/01	08/20/21	3.570%	2,456,978	939,000	1,077,000
Waverly-dw01	05/31/12	08/20/31	1.524%	371,059	290,554	308,554
West Concord-dw01	10/09/03	08/20/23	2.819%	234,105	110,000	122,000
Wilmont-dw01	07/20/10	08/20/39	1.052%	714,321	605,000	627,000
Windom-dw01	03/12/99	08/20/18	2.570%	3,151,838	126,440	317,440
Windom-dw02	06/28/99	08/20/19	2.290%	1,319,714	325,000	402,000
Winnebago-dw01	09/19/00	08/20/20	2.160%	1,910,364	564,000	670,000
Winsted-dw01	03/06/06	08/20/25	2.560%	573,926	337,000	366,000
Wrenshall-dw01	01/21/10	08/20/29	1.000%	390,617	290,000	309,000
Wykoff-dw01	05/10/04	08/20/23	2.340%	278,806	133,000	148,000
Wykoff-dw02	05/14/07	08/20/26	1.400%	470,195	291,000	315,000
Zimmerman-dw01	01/08/07	08/20/26	2.520%	2,009,068	1,239,000	1,336,000
Drinking Water Bond Fund totals				733,641,825	483,637,087	450,437,177

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Transportation Bond Fund:						
Transportation Bond Fund Series 1999A / 2010-T1:						
Metropolitan Council-t101	03/12/99	02/15/20	2.710%	21,025,000	1,570,000	1,935,000
Transportation Bond Fund Series 2001 / 2010-T2:						
Newport-t201	11/28/01	08/20/15	1.390%	1,625,600	-	123,000
Ramsey County-t201	05/04/01	08/20/30	3.590%	6,872,000	4,472,000	4,697,000
Waite Park-t201	06/27/01	08/20/21	3.190%	2,100,000	-	889,000
Woodbury-t201	06/28/01	08/20/17	2.700%	13,049,400	232,334	726,670
Transportation Bond Fund Series 2001 / 2010-T2 totals				23,647,000	4,704,334	6,435,670
Transportation Bond Fund Series 2008A:						
Metropolitan Council-t401	01/24/08	02/15/18	1.794%	10,000,000	1,730,000	2,680,000
Transportation Bond Fund totals				54,672,000	8,004,334	11,050,670
Other Fund:						
Transportation Revolving Loan Fund Direct Loans:						
Albertville-t001	03/23/12	08/20/32	1.277%	3,513,551	3,073,000	3,234,851
Big Lake-t001	03/10/10	08/20/29	1.726%	2,465,000	1,885,000	2,003,000
Browerville-t001	06/11/14	08/20/34	1.000%	1,239,330	1,205,000	1,239,330
Carver County-t001	10/17/14	08/20/30	1.000%	18,000,000	13,439,062	-
East Grand Forks-t001	11/06/08	08/20/38	3.645%	3,466,577	3,074,000	3,158,000
Hubbard County-t001	09/25/07	08/20/18	2.477%	1,780,163	427,000	610,000
Jeffers-t001	04/12/10	08/20/29	1.660%	329,687	243,000	258,000
Mn Dept-Transportation-t002	01/02/02	12/01/16	2.980%	24,200,000	1,711,717	3,631,498
Mn Dept-Transportation-t004	11/19/06	12/01/21	2.210%	3,030,150	1,197,898	1,383,327
Mn Dept-Transportation-t005	01/29/09	12/01/28	2.600%	3,100,837	2,161,999	2,300,194
Mn Dept-Transportation-t006	12/04/08	12/01/28	3.229%	2,325,000	1,668,678	1,771,768
Mn Dept-Transportation-t008	12/12/11	12/01/21	1.000%	1,597,175	1,076,679	1,251,168
Nisswa-t001	02/15/12	08/20/32	1.000%	1,500,000	1,345,000	1,248,473
Pennington County-t001	08/29/01	08/20/21	3.140%	1,731,285	628,000	722,000
Pine County-t001	05/29/01	08/20/16	3.000%	1,434,459	99,000	195,000
Woodbury-t002	06/28/01	08/20/15	2.690%	4,589,700	-	245,000
Stearns County-t301	12/12/06	02/20/20	2.346%	10,240,155	2,695,000	3,225,000
Transportation Revolving Loan Fund Direct Loans totals				84,543,067	35,930,034	26,476,609

Loans Receivable by Fund:

Fund Borrower	Loan Date	Final Maturity	Interest Rate	Loan Commitment	Outstanding at June 30, 2016	 2015
Other Fund, continued:						
Special Appropriation Loan:						
Stewart-sp01	04/22/02	08/20/21	1.000%	1,000,000	341,000	396,000
Small Community Wastewater Loans:						
Amador Township-sc01	08/22/15	08/20/35	1.000%	60,725	2,060	-
Biscay-sc01	08/13/14	08/20/34	1.000%	266,418	241,563	82,733
Doran-sc01	02/22/11	08/20/22	1.000%	35,000	-	25,485
Fillmore County-sc01	10/14/14	08/20/34	1.000%	172,353	128,004	74,163
Forest City Township-sc01	08/20/10	08/20/20	1.000%	43,268	14,387	20,993
Grand Lake Township-sc01	07/16/15	08/20/36	1.000%	368,441	-	-
Oronoco Township - sc01	11/04/13	08/20/33	1.000%	75,752	53,372	53,432
Red Rock Township-sc01	07/07/10	08/20/26	1.000%	147,318	86,465	94,517
Red Rock Township-sc02	07/13/15	08/20/26	1.000%	32,000	30,094	-
Steele County-sc01	08/26/12	08/20/23	1.000%	175,989	109,028	142,918
Small Community Wastewater Loans totals				1,377,264	664,972	494,241
Wastewater Infrastructure Loans:						
Chisago Lakes JSTC-wi01	07/20/06	02/20/27	0.000%	236,319	236,319	236,319
Kandiyohi County-wi01	10/17/06	08/20/32	0.000%	1,208,124	1,208,124	1,208,124
Litchfield-wi01	09/01/09	08/20/42	0.000%	6,000,000	6,000,000	6,000,000
Moose Lake-wi01	04/14/10	08/20/31	0.000%	422,641	422,641	422,641
Renville-wi01	04/12/10	08/20/37	0.000%	3,158,442	3,158,442	3,158,442
Rushmore-wi01	10/03/05	08/20/35	0.000%	290,876	290,876	290,876
Saint Hilaire-wi01	09/29/08	02/20/35	0.000%	282,304	126,660	126,660
Willmar-wi01	09/09/08	02/20/30	0.000%	7,000,000	7,000,000	7,000,000
Wastewater Infrastructure Loans totals				18,598,707	18,443,063	18,443,063
Other Fund totals				105,519,038	55,379,069	45,809,913
Authority totals				$ 2,904,863,481	$ 1,870,414,442	$ 1,830,838,381

The following loans have had the term extended:

Avon-CW, Harris-CW, Harris-DW, New Prague-CW, North Branch-CW, Richmond-CW, Sturgeon Lake-all.