

2015

Comprehensive Annual Financial Report



City of Coon Rapids, Minnesota

For the Year Ended December 31, 2015

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
OF THE
CITY OF COON RAPIDS
MINNESOTA**

For the fiscal year ended December 31, 2015

ISSUED BY THE FINANCE DEPARTMENT

Sharon S. Legg, Finance Director
Kevin A. Vouk, Manager of Accounting / Treasurer
Francine Hanson, Accounting Supervisor

Members of the Government Finance Officers Association
of the United States and Canada

On the cover: Riverview Park is a newly renovated park in Coon Rapids featuring a playground, picnic shelter, skate park, warming house, trails, ball fields and other amenities. The project was completed in 2015 thanks to the Park Bond Referendum approved by voters in 2013. The City of Coon Rapids is known for its park and trails system, featuring 48 parks and over 40 miles of trails.

CITY OF COON RAPIDS, MINNESOTA

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**INTRODUCTORY
SECTION**



Community strength...for generations

June 8, 2016

Honorable Mayor, Members of the City Council, City Manager and Citizens of the City of Coon Rapids

In accordance with State Statutes and the City Charter, the annual financial report of the City of Coon Rapids as of December 31, 2015 and for the fiscal year then ended is hereby submitted. Responsibility for both the accuracy of the presented data and the completeness and fairness of the data, including all disclosures, rests with the City. Management believes that the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding: 1) the safeguarding of assets against loss from unauthorized use or disposition; and 2) the reliability of financial records for preparing financial statements and accountability for assets. The concept of reasonable assurance recognizes that the cost of internal control should not exceed the benefits likely to be derived, and the evaluation of cost and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Malloy, Montague, Karnowski, Radosevich & Co., P.A., Certified Public Accountants, have issued an unmodified ("clean") opinion on the City of Coon Rapids financial statements for the year ended December 31, 2015. The independent auditor's report is located at the front of the financial section of this report.

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

Profile of Coon Rapids

The City of Coon Rapids is a northern suburb (population 62,527) of the Minneapolis/Saint Paul metropolitan area, situated in southwestern Anoka County. The City's area is approximately 23 square miles. Coon Rapids is the tenth largest suburb in the Minneapolis/Saint Paul metropolitan area and the twelfth largest city in Minnesota according to the 2010 census.

Coon Rapids was incorporated as a village in 1952 and became a Home Rule City in 1959 and operates under a Council/Manager form of government. The City Council consists of seven members, including the Mayor, five members elected by ward and one member elected at large. The Mayor and Council-members serve four-year terms.

City functions are divided into nine departments including administration, legal, city clerk, finance, community development, police, fire, public works and municipal golf. In 2015, there were 228 full-time and 58 full-time equivalent part-time employees on the City payroll. Citizen involvement includes participation on nine commissions and boards including planning, adjustment and appeal, safety, parks and recreation, arts, charter, historical, civil service and sustainability.

The City provides protective services through its Police Department, comprised of 73 full-time employees, five community service officers and 10 reserve officers. The Fire Department has 32 full-time members and 18 part-time paid-on-call members.

The City provides municipal water, sewer and storm sewer to all of the areas of the City. These operations, as well as a municipal owned golf course, Bunker Hills Golf Club, are accounted for within these financial statements in separate self-balancing funds.

To determine the reporting entity for this report, units outside of the primary government were reviewed to determine if they should be included in the report. These units consisted of the Coon Rapids Housing and Redevelopment Authority, the Coon Rapids Economic Development Authority, Coon Rapids Fire Relief Association, and the Coon Rapids Mortgage Assistance Foundation. Only the Housing and Redevelopment Authority and Economic Development Authority met the established criteria, and accordingly are included in this report.

Chapter 1-700 of the City Charter of the City of Coon Rapids sets forth the requirements for preparation of the annual budget. Minnesota Statutes 275 as amended mandates budget approval and certification requirements that are different than the City Charter. The City Charter requires the budget be submitted to the Council no later than the first regular meeting in September. Where Minnesota Statutes are in conflict with charter requirements, the Minnesota Statutes prevail. The property tax levy resolution must receive preliminary approval prior to September 30 of each year. Preliminary tax levies must be certified to the County Auditor by September 30 which can be lowered before final adoption in December, but not increased.

It is the duty of the City Manager to enforce the provisions of the budget. Orders are only approved for expenditures which have been appropriated in the budget resolution and for which there are sufficient unexpended balances in the appropriate fund after deducting the total past expenditures and the sum of all outstanding orders and encumbrances against such fund. In certain cases, by a vote of four members, the Council may authorize the transfer of sums from unencumbered balances to other purposes.

Local economy

Coon Rapids is located 16 miles northwest of Minneapolis and St. Paul, adjacent to major freeways allowing convenient access to them. Additionally, the North Star Commuter Rail connects Coon Rapids to Minneapolis providing even better access to the major downtown areas.

The tax base of the City is relatively diverse, with the top ten taxpayers comprising just ten percent of the total net tax capacity. Major employers in the City include Mercy Hospital with 1,860 employees as well as Independent School District 11 with roughly 1,238 employees. Major industries in the area include an aviation contractor, biomedical research, electronic contractors, a major commercial printer, and metals fabrication in addition to significant retail and assisted living facilities.

The strong Riverdale Shopping area, with rentable area of 2,600,000 square feet (one of the larger shopping centers in the metro area) has a low vacancy rate.

The City is positioning itself to continue its vibrancy, given that it is a fully developed city, by adding amenities that will continually bring young families into the City, maintaining our high quality of education as well as the housing stock. Additionally, Coon Rapids is working in collaboration with the County and the School District to share resources to the extent possible, trying to reduce costs while providing a high level of service.

Coon Rapids housing market continues to be strong. The City has been proactive in facilitating multi-family housing development on publicly-owned development sites. Construction began on the 167-unit River North senior apartments in 2015 and the City began discussions on a mixed-income transit-oriented housing development adjacent to the City's commuter rail station. The City's single family housing market is also strong with homes on the market an average of 31 days (in December 2015). The median sale price for single family homes has increased an average of 10.4% between December 2014 and December 2015.

Long-term financial planning

The City Council has established a policy of retaining a minimum of 45% of the next year's General Fund expenditure budget for working capital to allow for cash flow until tax settlements are received and to allow for unforeseen contingencies. Additionally, long-term capital planning has occurred for utility system improvements, park improvements, vehicle and facility improvements. Utility and golf rates are set with long term projections as guides to assure net profits are positive.

The City maintained its bond rating of Aa1 from Moody's Investors Service. The Aa1 rating reflects a favorable proximity to the Twin Cities Metro area, stable financial operations with healthy reserves, ample alternative liquidity, healthy enterprise operations and affordable debt levels as positives in the rating review.

Relevant financial policies

Cash available during the year was invested in accordance with Minnesota Statutes Chapter 475 and the Investment Policy approved by the City Council. Investment balances at year-end are reported at fair value and investment income includes the change in the fair value of investments. The December 31, 2015 fair value of investments held was 0.5% or \$396,931 under the maturity (par) value and the change in fair value for 2015 was an increase of \$342,760. The City's policy is typically to hold all investments until maturity. Therefore, unless the City liquidates any investments prior to maturity, it is expected that the difference between fair value and par value is temporary.

An annual review is made of all debt issues to determine if refinancing or calling of any issue would be financially beneficial. In 2015, \$880,000 of the 2005 G.O. Improvement Bonds were called since they had interest rates that exceeded investment yields. Funding for this call was provided through available fund balance for the bonds and from an expired bond fund.

The City of Coon Rapids provides pension benefits for employees through a state-wide plan called the Public Employees Retirement Association. In 2015, the employer rate for the coordinated plan was 7.5% and the police and fire plan was 16.2%. The State of Minnesota can change these rates in the future based on the funding level of the plan.

Other post employment benefits are being funded in the amount of the annual required contribution through transfers from the General Fund and investment income earned in the Insurance Reserve Fund. These amounts are held in the Retirement Insurance Internal Service Fund.

Additional information on the City of Coon Rapids' pension arrangements and post-employment benefits can be found in section IV of the notes to the financial statements.

Major initiatives

The City passed a referendum in the fall of 2013 to allow the City to issue \$17.4 million in bonds to fund repairs, reconstruction, upgrades and enhancements to several parks and trails within the city. Construction continued in 2015 with Sandcreek Park and will continue over the next couple of years. In early 2015, \$5,295,000 of these bonds were sold.

The City undertook a remodeling project at Bunker Hills Golf Club adding an outdoor concession area called Mully's Tap Shack catering to the golfers. Additionally, the bar and restaurant areas inside were expanded.

According to a water masterplan done in 2014, major upgrades to the water system including controls, computers and wells have been undertaken.

Street reconstruction continued rebuilding 8.6 miles of streets.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Coon Rapids, Minnesota for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2014. This is the thirty-ninth consecutive year that the City of Coon Rapids has received this prestigious award.

In order to be awarded a Certificate of Achievement for Excellence, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, which conforms to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

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

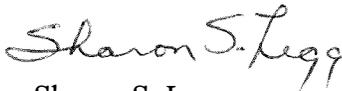
In addition, the City of Coon Rapids has received the GFOA's Distinguished Budget Presentation Award for its annual budget for the last thirty-one years.

Acknowledgements

The preparation of this financial report could not have been accomplished without the dedicated efforts of the Finance Department, especially Dianne Nelson and Laurie Tornquist, Accounting Technicians, and other members of the Accounting Division. In addition, the assistance of representatives from the firm of Malloy, Montague, Karnowski, Radosevich & Co., P.A., has enabled us to conform to the most recent changes in reporting requirements for local government. Their expertise and willingness to assist us in revising reporting mechanisms and updating controls has been greatly appreciated.

We also thank the Mayor and City Council for their interest and support in planning and implementing the financial operations of the City in a responsible and progressive manner.

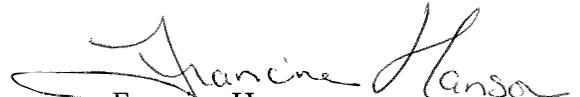
Respectfully submitted,



Sharon S. Legg
Finance Director



Kevin A. Vouk
Manager of Accounting/Treasurer



Francine Hanson
Accounting Supervisor

dmn

Reader's Notes:



Government Finance Officers Association

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

Presented to

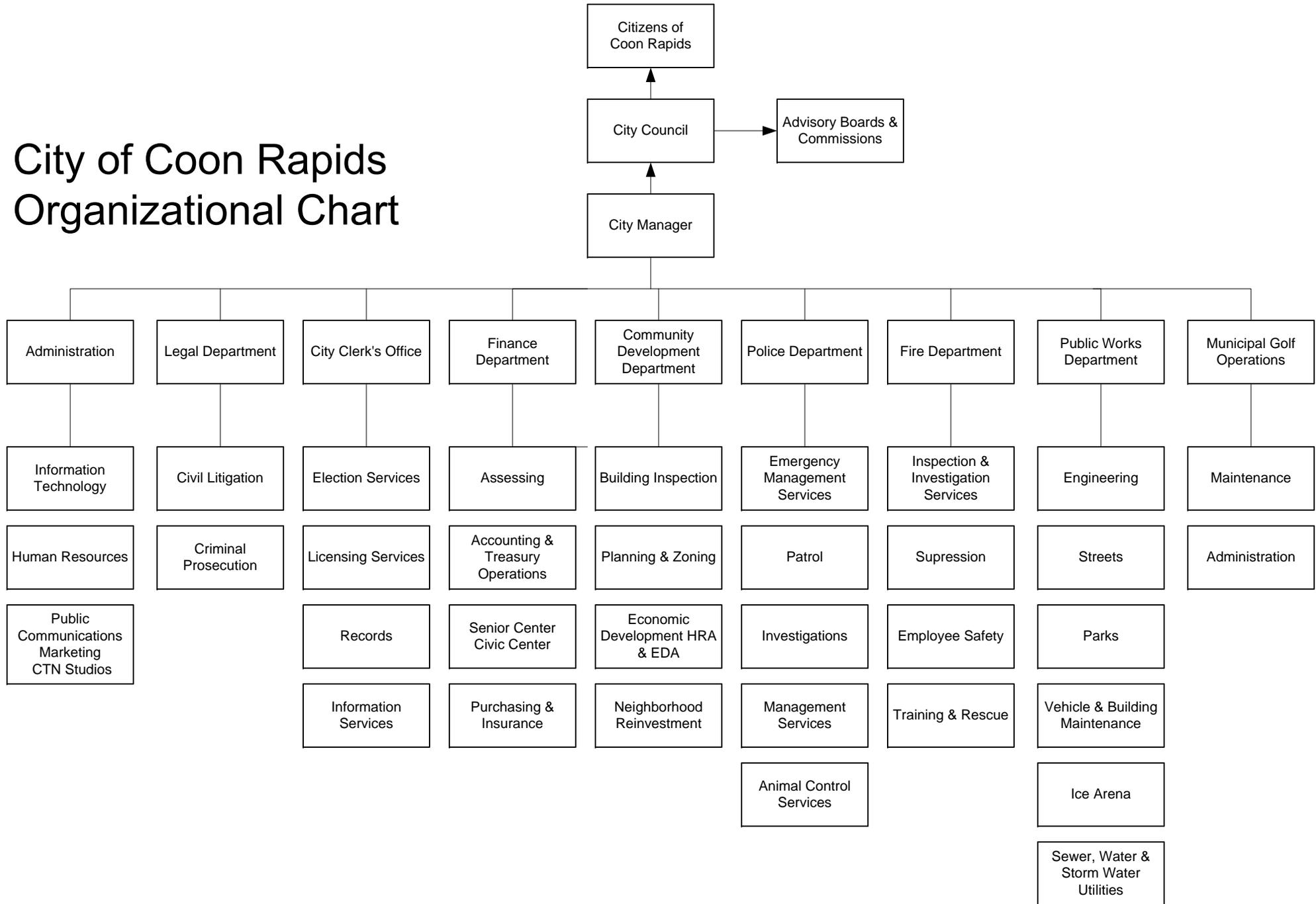
**City of Coon Rapids
Minnesota**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

City of Coon Rapids Organizational Chart



CITY OF COON RAPIDS, MINNESOTA

DIRECTORY OF OFFICIALS

	<u>Elected Officials</u>	<u>Year Term Expires</u>
Jerry Koch	Mayor	2018
Steve Wells	Councilmember-At-Large	2016
Denise Klint	Councilmember, Ward 1	2016
Ron Manning	Councilmember, Ward 2	2016
Wade Demmer	Councilmember, Ward 3	2018
Jennifer Geisler	Councilmember, Ward 4	2016
Brad Johnson	Councilmember, Ward 5	2018

Management Team

Matt Stemwedel	City Manager
Tim Anderson	Golf Pro/Manager
Dave Brodie	City Attorney
Grant Fernelius	Community Development Director
Tim Himmer	Public Services Director
Sharon S. Legg	Finance Director
Joan Lenzmeier	City Clerk
John Piper	Fire Chief
Brad Wise	Police Chief

Reader's Notes:

FINANCIAL
SECTION



PRINCIPALS

Thomas M. Montague, CPA
Thomas A. Karnowski, CPA
Paul A. Radosevich, CPA
William J. Lauer, CPA
James H. Eichten, CPA
Aaron J. Nielsen, CPA
Victoria L. Holinka, CPA

INDEPENDENT AUDITOR'S REPORT

To the City Council and Management
City of Coon Rapids, Minnesota

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Coon Rapids, Minnesota (the City) as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City'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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City'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 City'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.

(continued)

OPINIONS

In our opinion, the financial statements referred to on the previous page present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the General Fund and Housing Programs Special Revenue Fund for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

EMPHASIS OF MATTER

As described in Note 1 of the notes to basic financial statements, the City has implemented Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*, during the year ended December 31, 2015. Our opinion is not modified with respect to this matter.

OTHER MATTERS

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the required supplementary information (RSI), as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB, 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 RSI in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not required parts of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

(continued)

Prior Year Comparative Information

We have previously audited the City's 2014 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information in our report dated June 8, 2015. In our opinion, the partial comparative information presented herein as of and for the year ended December 31, 2014 is consistent, in all material respects, with the audited financial statements from which it has been derived.

OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 8, 2016 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Malloy, Montague, Karnowski, Radosevich & Co., P.A.

Minneapolis, Minnesota
June 8, 2016

Reader's Notes:

CITY OF COON RAPIDS, MINNESOTA MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Coon Rapids, we offer readers of the City of Coon Rapids' financial statements this narrative overview and analysis of the financial activities of the City of Coon Rapids for the fiscal year ended December 31, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the Introduction Section of this report.

Financial Highlights

- The City of Coon Rapids' assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$283.4 million. Of this amount, \$54.8 million may be used to meet the government's ongoing costs to citizens and creditors.
- The government's total net position increased by \$5.4 million, excluding a change in accounting principle reported in the current year as discussed below.
- The City recorded a change in accounting principle in the current year for reporting the City's participation in the Public Employees Retirement Association (PERA) pension plan. This change reduced beginning net position in the government-wide financial statements by \$17.1 million.
- At the close of the current fiscal year, the City of Coon Rapids' governmental funds reported combined ending fund balances of \$68.0 million, an increase of \$2.2 million in comparison with the prior year. This increase is primarily due to a portion of bond proceeds that reimbursed prior year project expenditures. Approximately 71 percent of this total amount, or \$48.4 million, is available for use within the City's constraints and policies.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$13.8 million, or 51.4 percent of 2015 General Fund expenditures.
- The City of Coon Rapids' outstanding bonded debt increased by \$5.7 million during the current fiscal year. This increase was the result of the issuance of \$10.0 million for the Bonds of 2015A offset by principal payments of \$4.3 million.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Coon Rapids' *basic financial statements*. The City of Coon Rapids' *basic financial statements* are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. In addition, this report also contains detail on nonmajor funds and other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Coon Rapids' finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the City of Coon Rapids' assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. Over time, increases or

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT’S DISCUSSION AND ANALYSIS**

decreases in net position may serve as a useful indicator of whether the financial position of the City of Coon Rapids is improving or deteriorating.

The *Statement of Activities* presents information showing how the government’s net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g. uncollected taxes and accrued interest payable).

Both of the government-wide financial statements distinguish functions of the City of Coon Rapids as follows: *governmental activities* are principally supported by taxes and intergovernmental revenues and *business-type activities* are functions that are intended to recover all or a significant portion of costs through user fees and charges. Although program revenues are aligned with program expenditures in governmental activities, the revenue is not intended to cover costs without taxes. The governmental activities of the City of Coon Rapids include general government, public safety, community services, community development and public works. The business-type activities of the City of Coon Rapids include water, sewer and storm water drainage utilities and a golf course.

The government-wide financial statements include not only the City of Coon Rapids itself (known as the primary government), but also a legally separate Housing and Redevelopment Authority (HRA) and a legally separate Economic Development Authority (EDA) for which the City of Coon Rapids is financially accountable. The HRA and EDA, although legally separate, function for all practical purposes as departments of the City of Coon Rapids and therefore have been included as an integral part of the primary government.

The government-wide financial statements can be found in the Financial Section of this report under the Basic Financial Statements.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Coon Rapids, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Coon Rapids can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

- **Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government’s near-term financing requirements.

CITY OF COON RAPIDS, MINNESOTA MANAGEMENT'S DISCUSSION AND ANALYSIS

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Coon Rapids maintains 25 individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Housing Programs Fund, Improvement Bonds Fund, Special Assessment Fund, Park Improvement Fund and HRA Fund, all of which are considered to be major funds. Data from the other 19 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements as well as individual statements elsewhere in this report.

The City of Coon Rapids adopts an annual budget for its General Fund and Housing Programs Fund. Budgetary comparison statements have been provided for these funds to demonstrate compliance with their budgets.

The basic governmental fund financial statements can be found in the Basic Financial Statements Section of this report.

- ***Proprietary funds.*** The City of Coon Rapids maintains two types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Coon Rapids uses enterprise funds to account for its water, sewer and storm water drainage utilities and for its golf course. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Coon Rapids' various functions. The City of Coon Rapids uses internal service funds to account for insurance reserve, compensated absences and retirement insurance. Because these services benefit governmental and business-type functions, they have been allocated between governmental and business-type activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water, sewer and storm water drainage utilities and for the golf course, all of which are considered to be major

CITY OF COON RAPIDS, MINNESOTA MANAGEMENT'S DISCUSSION AND ANALYSIS

funds of the City of Coon Rapids. There are three internal service funds which are summarized and presented in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found in the Basic Financial Statements Section of this report.

- ***Fiduciary funds.*** Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's programs. The City of Coon Rapids maintains an agency fund, a type of fiduciary fund, which is not reflected in the government-wide financial statements because the resources in that fund are not available to support the City of Coon Rapids' own programs.

The basic fiduciary fund statement can be found in the Basic Financial Statements Section of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found in the Basic Financial Statements Section of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents the combining statements referred to earlier in connection with the nonmajor governmental funds which can be found in the Combining and Individual Statements and Schedules portion of the Financial Section of this report. This portion of the Financial Section also includes comparative information and supplemental debt schedules.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Coon Rapids, assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$283.4 million at the close of the most recent fiscal year.

The largest portion of the City of Coon Rapids' net position (72.1 percent or \$204.3 million) reflect its investment in capital assets (e.g., land, buildings, machinery and equipment) less any related outstanding debt used to acquire those assets. The City of Coon Rapids uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Coon Rapids' investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

An additional portion of the City of Coon Rapids' net position (8.6 percent or \$24.3 million) represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (19.3 percent or \$54.8 million) may be used to meet the government's ongoing obligations to citizens and creditors.

City of Coon Rapids' Net Position

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Assets						
Current and other assets	\$91,441,244	\$87,866,483	\$16,752,019	\$17,289,634	\$108,193,263	\$105,156,117
Capital assets net of accumulated depreciation	148,169,084	139,223,298	109,792,722	108,794,941	257,961,806	248,018,239
Total assets	\$239,610,328	\$227,089,781	\$126,544,741	\$126,084,575	\$366,155,069	\$353,174,356
Deferred outflows of resources						
Pension plan deferrals - PERA	\$3,458,471	*	\$213,186	*	\$3,671,657	*
Liabilities						
Long-term liabilities outstanding	\$57,085,890	\$33,782,075	\$22,155,266	\$19,976,805	\$79,241,156	\$53,758,880
Other liabilities	3,059,473	3,072,237	1,470,432	1,129,800	4,529,905	4,202,037
Total liabilities	\$60,145,363	\$36,854,312	\$23,625,698	\$21,106,605	\$83,771,061	\$57,960,917
Deferred inflows of resources						
Pension plan deferrals - PERA	\$2,439,157	*	\$174,230	*	\$2,613,387	*
Net position:						
Net investment in capital assets	\$114,625,585	\$111,440,398	\$89,686,706	\$89,014,000	\$204,312,291	\$200,454,398
Restricted	24,289,623	22,662,842			24,289,623	22,662,842
Unrestricted	41,569,071	56,132,229	13,271,293	15,963,970	54,840,364	72,096,199
Total net position	\$180,484,279	\$190,235,469	\$102,957,999	\$104,977,970	\$283,442,278	\$295,213,439

*The deferred amounts in 2015 were due to a change in accounting principle as previously discussed. This accounting principle was not previously in effect, so there were no reportable amounts in 2014.

At the end of the current fiscal year, the City of Coon Rapids is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

Total net position decreased by \$11.8 million, which reflects an increase of \$5.4 million from current year operating results offset by a decrease of \$17.1 million due to the change in accounting principle mentioned earlier. The change in accounting principle for pensions significantly increased deferred outflows of resources, long-term liabilities and deferred inflows of resources, as presented in the table above.

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

City of Coon Rapids' Changes in Net Position

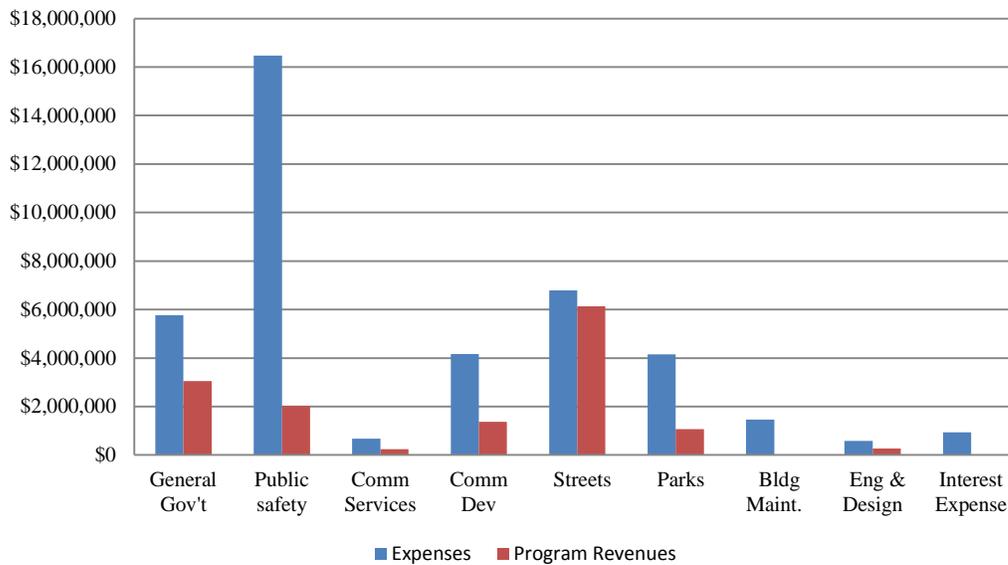
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Charges for services	\$5,777,581	\$5,846,447	\$18,336,709	\$15,415,249	\$24,114,290	\$21,261,696
Operating grants & contributions	2,085,293	1,885,945			2,085,293	1,885,945
Capital grants & contributions	6,302,213	5,417,259			6,302,213	5,417,259
General revenues:						
Property taxes	24,729,332	23,329,063			24,729,332	23,329,063
Tax increments	190,799	560,830			190,799	560,830
Utilities tax	3,244,295	3,560,820			3,244,295	3,560,820
Grants & contributions not restricted to specific programs	1,117,258	976,856			1,117,258	976,856
Unrestricted investment earnings	1,349,718	3,385,518	269,989	615,663	1,619,707	4,001,181
Gain on sale of capital assets	262,910				262,910	
Other	1,839,229	1,381,047	63,884	108,144	1,903,113	1,489,191
Total revenues	46,898,628	46,343,785	18,670,582	16,139,056	65,569,210	62,482,841
Expenses:						
General government	5,760,719	5,829,134			5,760,719	5,829,134
Public safety	16,476,755	16,417,405			16,476,755	16,417,405
Community services	674,796	620,534			674,796	620,534
Community development	4,166,027	3,390,581			4,166,027	3,390,581
Public works:						
Streets	6,782,990	7,161,322			6,782,990	7,161,322
Parks and recreation	4,156,673	4,166,460			4,156,673	4,166,460
Maintenance of buildings/vehicles	1,457,211	1,501,092			1,457,211	1,501,092
Engineering and design	578,134	522,107			578,134	522,107
Interest on long-term debt	934,556	794,765			934,556	794,765
Water			5,575,874	6,020,010	5,575,874	6,020,010
Sewer			6,100,977	6,166,584	6,100,977	6,166,584
Storm water drainage			1,255,199	1,226,766	1,255,199	1,226,766
Golf			6,293,356	3,228,483	6,293,356	3,228,483
Total expenses	40,987,861	40,403,400	19,225,406	16,641,843	60,213,267	57,045,243
Change in net position	5,910,767	5,940,385	(554,824)	(502,787)	5,355,943	5,437,598
Net position at beginning of year, as previously stated	190,235,469	184,295,084	104,977,970	105,480,757	295,213,439	289,775,841
Change in Accounting Principle	(15,661,957)		(1,465,147)		(17,127,104)	
Net position at Beginning of Year, Restated	174,573,512	184,295,084	103,512,823	105,480,757	278,086,335	289,775,841
Net position at end of year	\$180,484,279	\$190,235,469	\$102,957,999	\$104,977,970	\$283,442,278	\$295,213,439

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT’S DISCUSSION AND ANALYSIS**

Governmental activities. Governmental activities increased the City of Coon Rapids’ net position by \$5.9 million. Key elements of this increase are as follows:

- Program expenses increased 1.4 percent (\$584,461), program revenues increased 7.7 percent (\$1,015,436) and general revenues not specific to a program decreased 1.4 percent (\$460,593).
- The increase in program expenses was primarily in the community development program due to an increase in economic development loans issued (\$700,000).
- The increase in program revenues was primarily due to increases of \$263,000 in police department grants, \$80,370 for state contributions to the police and fire pension plan, \$101,260 in park dedication fees, and \$579,846 for special assessment revenue due to an increase in assessable street projects.
- The decrease in general revenues not specific to a program was primarily due to decreases in unrestricted investment earnings (\$2,035,800), utilities tax (\$316,525) and tax increments (\$370,031) offset by increases in property taxes (\$1,400,269), the sale of land (\$262,910) and loan revenue (\$482,470).

Expenses & Program Revenues - Governmental Activities

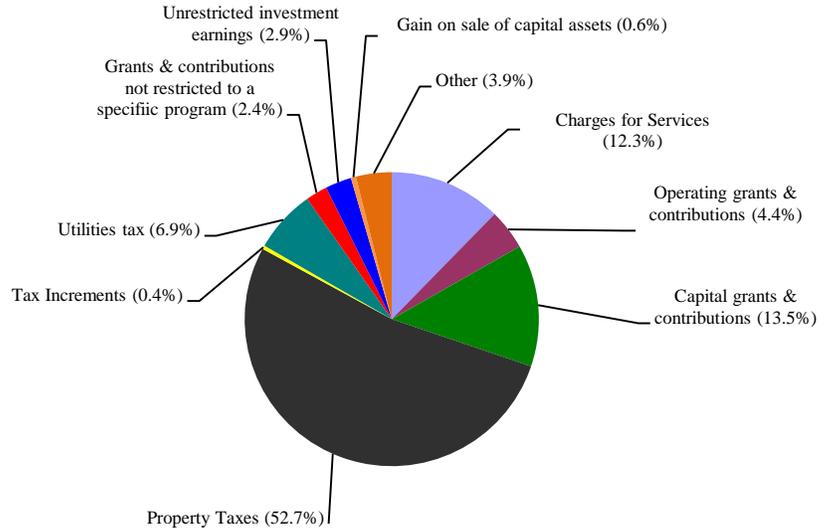


**Expense and Program Revenues -
Governmental Activities**

	Expenses	Program Revenues	Net Expenses
General government	\$5,760,719	\$3,053,845	(\$2,706,874)
Public safety	16,476,755	2,029,199	(14,447,556)
Community services	674,796	244,470	(430,326)
Community development	4,166,027	1,372,862	(2,793,165)
Public Works:			
Streets	6,782,990	6,136,054	(646,936)
Parks and recreation	4,156,673	1,063,903	(3,092,770)
Maintenance of buildings/vehicles	1,457,211	1,664	(1,455,547)
Engineering & design	578,134	263,090	(315,044)
Interest expense & fiscal charges	934,556		(934,556)
Total	\$40,987,861	\$14,165,087	(\$26,822,774)

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT’S DISCUSSION AND ANALYSIS**

Revenues by Source - Governmental Activities



Revenues by Source - Governmental Activities

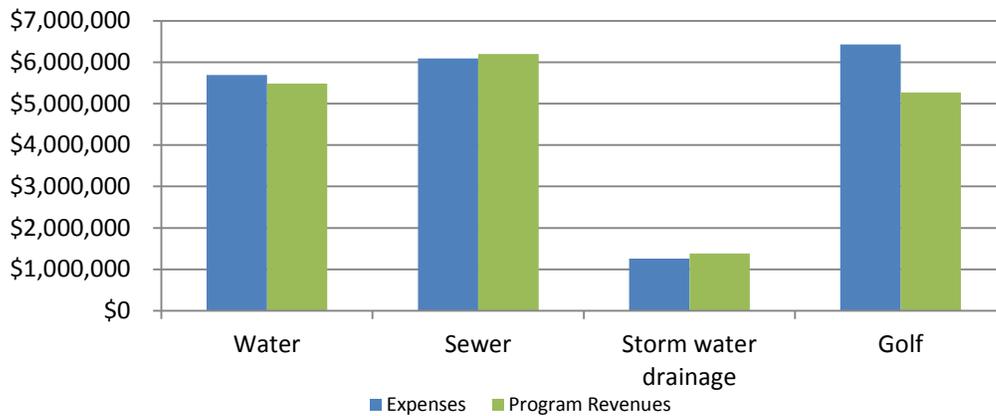
Program revenues:		
Charges for services	\$5,777,581	12.3%
Operating grants & contributions	2,085,293	4.4%
Capital grants & contributions	6,302,213	13.5%
General revenues:		
Property taxes	24,729,332	52.7%
Tax increments	190,799	0.4%
Utilities tax	3,244,295	6.9%
Grants & contributions not restricted to a specific program	1,117,258	2.4%
Unrestricted investment earnings	1,349,718	2.9%
Gain on sale of capital assets	262,910	0.6%
Other	1,839,229	3.9%
Total	\$46,898,628	100.0%

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT’S DISCUSSION AND ANALYSIS**

Business-type activities. Business-type activities decreased the City of Coon Rapids’ net position by \$0.6 million. Key elements of this decrease are as follows:

- Program expenses increased 15.5 percent (\$2,583,563) primarily due to an increase in restaurant expenses for the Golf Fund (\$3,161,674) due to the first full year of operation under the city offset by decreases in water system maintenance (\$433,981) and sanitary sewer disposal charges (\$85,569).
- Program revenues increased 19.0 percent (\$2,921,460). The increase in the Golf activity was primarily the result of the first full year of restaurant sales (\$2,668,853). The Water activity increase of \$296,879 was due to rate increases offset by a 3% decrease in water pumped.
- Unrestricted investment earnings decreased by \$345,674 primarily due to a lesser increase in the fair value of investments compared to the previous year.

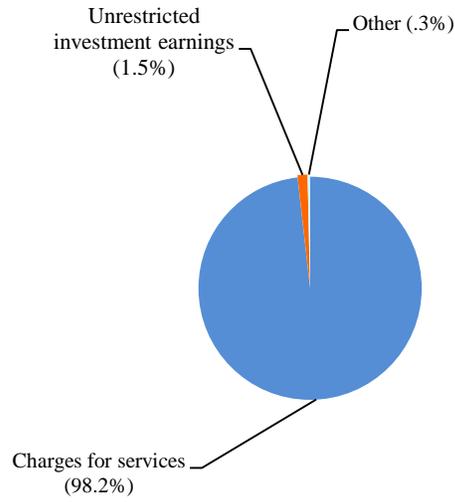
**Expenses and Program Revenues
Business-type Activities**



Expense and Program Revenues - Business-Type Activities	Expenses	Program Revenues	Net (Expenses) Revenues
Water	\$5,575,874	\$5,486,569	(\$89,305)
Sewer	6,100,977	6,200,626	99,649
Storm water drainage	1,255,199	1,378,973	123,774
Golf	6,293,356	5,270,541	(1,022,815)
Total	\$19,225,406	\$18,336,709	(\$888,697)

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Revenues by Source - Business-type Activities



Revenues by Source - Business-Type Activities

Program revenues:		
Charges for services	\$18,336,709	98.2%
General revenues:		
Unrestricted investment earnings	269,989	1.5%
Other	63,884	0.3%
Total	<u>\$18,670,582</u>	<u>100.0%</u>

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Government Funds Financial Analysis

As noted earlier, the City of Coon Rapids uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City of Coon Rapids' governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City of Coon Rapids' financing requirements. In particular, the portion of fund balance not classified as nonspendable or restricted may serve as a useful measure of a government's net resources available for spending at the government's discretion at the end of the fiscal year.

As the end of the current fiscal year, the City of Coon Rapids' governmental funds reported combined ending fund balances of \$68.0 million, an increase of \$2.2 million from the prior year. Approximately 71 percent (\$48.4 million) of this total amount is either committed (\$35,788,616), assigned (\$118,300) or unassigned (\$12,373,824) and is available for spending at the government's discretion. The remainder of the fund balance is nonspendable (\$493,923) since it is not in a spendable form or restricted (\$19,209,221) to indicate that it has already been obligated under externally imposed constraints.

The General Fund is the chief operating fund of the City of Coon Rapids. At the end of the current fiscal year, the unassigned fund balance available for working capital of the General Fund was \$13,791,970, while the total fund balance was \$14,422,780. The City adopted a policy requiring an unassigned fund balance of 45 percent of the next year's budgeted expenditures and transfers out. This percentage on December 31, 2015 was 46.9 percent.

The fund balance of the City of Coon Rapids' General Fund increased by \$515,559 or 3.7 percent. Key factors of this increase are as follows:

- Transfers out decreased 41.7 percent (\$729,852) primarily due to the transfer to the Facility Construction Fund decreasing from \$1,100,000 to \$300,000. Funds for this transfer, which are to be used for one-time project expenditures, are available due to unanticipated revenues and cost savings while maintaining an adequate fund balance in the General Fund.
- Revenues decreased 1.4 percent (\$402,891) from the prior year with the most significant decreases in investment income (\$382,237), utilities tax (\$316,525), licenses and permits (\$282,364), and charges for services (\$193,754) offset by increases in general property taxes (\$444,058) and intergovernmental (\$267,062).
- Expenditures increased 1.0 percent (\$269,901) from the prior year with increases in public safety (\$392,220), community services (\$29,213), and community development (\$1,644) offset by decreases in general government (\$122,860) mostly due to it being a non-election year and maintenance services (\$30,316) programs.

The fund balance in the Housing Programs Fund increased 0.1 percent (\$3,962) primarily due to investment income (\$173,409) and mortgage payment revenue (\$208,931) exceeding housing program loans and related expenditures of \$378,378.

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

The fund balance in the Improvement Bonds Fund increased 10.1 percent (\$456,427) primarily due to general property taxes and special assessments exceeding principal and interest payments due.

The fund balance in the Special Assessment Fund increased 5.1 percent (\$555,987) primarily due to special assessments revenue (\$442,445), investment income (\$237,781), intergovernmental revenue (\$2,743,917) and funds from bonding (\$3,272,109) exceeding the construction costs (\$5,838,992) in this fund. All funds from bonding were expended by year-end.

The fund balance in the Park Improvement Fund increased 111.1% (\$1,287,122) primarily due to a \$1,200,000 transfer from the Facility Construction Fund for a project to be completed in 2016. Bond proceeds of \$5,486,956 received during the year in this fund were expended on construction projects by year-end.

The fund balance in the HRA Fund increased 25.4 percent (\$4,560,158) primarily due to a transfer in from the HRA Tax Increment Bonds Fund (\$3,951,993) since all HRA bonds have been paid off and the sale of capital assets (\$1,054,000) offset by the net amount of revenues under expenditures (\$445,197).

All other governmental funds consisting of the 19 nonmajor funds had a 39.6 percent decrease (\$5,225,897) in fund balance primarily due to transfers to the HRA Fund (\$3,951,993) and the Park Improvement Fund (\$1,200,000) mentioned above.

Proprietary funds. The City of Coon Rapids' proprietary funds provide the same type of information found in the government-wide financial statements but in more detail.

Unrestricted net position of the water, sewer and storm sewer utilities as well as the golf activity at the end of the year amounted to \$13.3 million. There was a decrease in total net position for the four funds of \$552,601. Other factors concerning the finances of these funds have already been addressed in the discussion of the City of Coon Rapids' business-type activities.

General Fund Budgetary Highlights

The difference between the original expenditure budget and the final amended expenditure budget was a net increase of \$71,460 and can be summarized as follows:

- \$112,120 increase for items budgeted in 2014 but not purchased, carrying forward those funds to 2015 (\$76,060 was for capital outlay).
- \$118,300 decrease for amounts unspent in the 2015 budget carried forward to 2016 (\$84,800 was for capital outlay).
- \$77,640 in supplemental budget changes due to \$74,700 for a grant funded police officer for DWI enforcement and \$2,940 for various public safety equipment.

In addition to the above changes to the expenditure budget, there was a \$300,000 increase in budgeted transfers out to the Facilities Construction Fund and a \$40,148 increase in budgeted transfers out to the Compensated Absences Fund.

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

General Fund revenues were under the final budget by \$322,396 or 1.1 percent primarily due to amounts under budget for property taxes (\$146,291), licenses and permits (\$358,923), fines and forfeitures (\$76,545) and charges for services (\$22,442) offset by amounts over budget in investment income (\$48,964), intergovernmental revenue (\$65,637), and utilities tax (\$101,158). General Fund expenditures were under the final budget by \$1,056,995 or 3.8% due to amounts under budget in personal services (\$601,117), utilities (\$159,235), motor fuels (\$244,725) and the net of all other items (\$51,918).

Capital Asset and Debt Administration

Capital assets. The City of Coon Rapids' investment in capital assets for its governmental and business type activities as of December 31, 2015 amounts to \$258.0 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, other improvements, furniture, machinery and equipment, park facilities, streets and bridges.

Major capital asset events during 2015 include the following:

- Various city wide concrete curb, gutter, and bituminous replacements totaling \$6,325,246 were completed and capitalized during 2015.
- Various city wide park improvement projects totaling \$2,692,010 were completed and capitalized during 2015.
- Capital equipment purchases totaling \$3,651,277 were completed and capitalized during 2015. Included in the capital equipment purchases are 100 electric golf carts totaling \$427,300, computer upgrades for the water department totaling \$339,455, restaurant remodeling and kitchen equipment purchases for the Bunker Hills clubhouse totaling \$295,287, (45) breathing apparatus units for the fire department totaling \$289,678 and HD equipment upgrades for Public Communications totaling \$916,934.
- Sanitary sewer lining replacement projects city wide totaling \$1,046,157 were completed and capitalized during 2015.

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

City of Coon Rapids' Capital Assets
(Net of depreciation)

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$57,676,445	\$58,467,535	\$1,976,177	\$2,135,357	\$59,652,622	\$60,602,892
Buildings and structures	22,901,273	23,559,823	30,762,450	30,852,578	53,663,723	54,412,401
Furniture, machinery & equipment	8,195,262	7,701,541	3,534,852	2,653,339	11,730,114	10,354,880
Other improvements	9,006,065	6,178,091	4,989,678	5,513,489	13,995,743	11,691,580
Infrastructure	36,685,680	35,952,441	64,813,591	63,704,669	101,499,271	99,657,110
Construction in progress	13,704,359	7,363,867	3,715,974	3,935,509	17,420,333	11,299,376
Total	\$148,169,084	\$139,223,298	\$109,792,722	\$108,794,941	\$257,961,806	\$248,018,239

Additional information on the City of Coon Rapids' capital assets can be found in section III.E. of the notes to the financial statements.

Long-term debt. At the end of the current fiscal year, the City of Coon Rapids had total bonded debt outstanding of \$52.9 million. Of this amount, \$5.3 million comprises debt backed by the full faith and credit of the government, \$13.0 million is for lease revenue bonds which are paid from an appropriation approved by the City Council on an annual basis and \$14.8 million is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The remainder of the City of Coon Rapids' debt (\$19.8 million) represents bonds secured by specified revenue sources from the Water, Storm Water Drainage and Golf Funds (i.e. revenue bonds) with the full faith and credit of the City pledged as an additional guarantee.

City of Coon Rapids' Outstanding Bonded Debt

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
G.O. Bonds	\$5,295,000	\$355,000			\$5,295,000	\$355,000
Lease Revenue Bonds	12,985,000	13,400,000			12,985,000	13,400,000
G.O. Special Assessment Bonds	14,800,000	13,890,000			14,800,000	13,890,000
G.O. Water Revenue Bonds			\$14,450,000	\$14,050,000	14,450,000	14,050,000
G.O. Storm Water Drainage Bonds			835,000	\$835,000	835,000	835,000
G.O. Golf Revenue Bonds			4,535,000	\$4,660,000	4,535,000	4,660,000
	\$33,080,000	\$27,645,000	\$19,820,000	\$19,545,000	\$52,900,000	\$47,190,000

During the current fiscal year, the City of Coon Rapids' total bonded debt increased by \$5.7 million (12.1 percent). This increase was due to the issuance of Bonds of 2015A of \$10.0 million offset by principal payments on various bond issues in the amount of \$4.3 million.

**CITY OF COON RAPIDS, MINNESOTA
MANAGEMENT’S DISCUSSION AND ANALYSIS**

The City of Coon Rapids received a “Aa1” rating from Moody’s for general obligation debt in December 2015.

State statutes limit the amount of general obligation debt a governmental entity may issue to 3 percent of its total taxable market value. The current debt limitation for the City of Coon Rapids is \$115,724,044 which is significantly in excess of the City of Coon Rapids’ outstanding general obligation debt.

Additional information on the City of Coon Rapids’ long-term debt can be found in section III.I. of the notes to the financial statements.

Economic Factors and Next Year’s Budgets and Rates

- The unemployment rate for the City of Coon Rapids in 2015 was 3.7 percent compared to 4.1 a year ago. This compares to the state average unemployment rate of 3.7 percent and the national average rate of 5.3 percent (www.deed.state.mn.us).
- Inflationary trends in the region compare favorably to national indices.
- Permits for construction valued at \$92,763,137 were issued in 2015 consisting of \$7,522,562 for new housing units, \$37,683,180 for commercial, institutional and industrial projects, and \$47,557,395 for other construction such as additions and upgrades.
- The median household income for Anoka County was \$70,464 as compared to the national household income of \$53,482 (www.factfinder2.census.gov).

All of these factors were considered in preparing the City of Coon Rapids’ budget for 2016 and will be for the 2017 fiscal year as well.

During the current fiscal year, unassigned fund balance in the General Fund increased to \$13.8 million. The City of Coon Rapids will use this for working capital in the 2016 budget. It is intended that this use of available fund balance will avoid cash borrowings until real estate taxes are received in mid-year.

Based on utility rate studies completed in early 2016, the base rate for water was increased from \$14 to \$16 and usage rates were increased 10-11%. Sewer rates increased approximately 5%. Storm water drainage rates remained the same as 2014. Most golf course rates for 2016 were left at 2015 levels with the exception of selected green fees.

Requests for Information

This financial report is designed to provide a general overview of the City of Coon Rapids’ finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, City of Coon Rapids, 11155 Robinson Drive, Coon Rapids, Minnesota 55433.

Reader's Notes:

BASIC FINANCIAL STATEMENTS

STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments (including cash equivalents)	\$ 70,813,406	\$ 3,863,799	\$ 74,677,205
Investments		9,965,289	9,965,289
Taxes receivable	511,698		511,698
Accounts receivable	804,260	2,719,077	3,523,337
Accrued interest receivable	180,834	40,111	220,945
Special assessments receivable	8,393,921	717,946	9,111,867
Notes receivable	1,423,353		1,423,353
Mortgage receivable	1,543,778		1,543,778
Due from other governments	429,860	120,280	550,140
Internal balances	813,920	(813,920)	
Inventories	210,962	109,119	320,081
Property for resale	6,151,486		6,151,486
Prepaid items	163,766	30,318	194,084
Capital assets, net of accumulated depreciation			
Land	57,676,445	1,976,177	59,652,622
Buildings and structures	22,901,273	30,762,450	53,663,723
Furniture, machinery and equipment	8,195,262	3,534,852	11,730,114
Other improvements	9,006,065	4,989,678	13,995,743
Infrastructure	36,685,680	64,813,591	101,499,271
Construction in progress	13,704,359	3,715,974	17,420,333
Total Assets	239,610,328	126,544,741	366,155,069
DEFERRED OUTFLOWS OF RESOURCES			
Pension plan deferments - PERA	3,458,471	213,186	3,671,657
Total Assets and Deferred Outflows of Resources	\$ 243,068,799	\$ 126,757,927	\$ 369,826,726
LIABILITIES			
Accounts payable	\$ 570,074	\$ 514,446	\$ 1,084,520
Salaries payable	761,038	78,178	839,216
Contracts payable	816,302	382,795	1,199,097
Accrued interest payable	498,530	238,279	736,809
Due to other governments	61,517	110,777	172,294
Revenue collected in advance	352,012		352,012
Deposits payable		145,957	145,957
Noncurrent Liabilities:			
Due within one year	2,419,586	1,925,694	4,345,280
Due in more than one year	54,666,304	20,229,572	74,895,876
Total Liabilities	60,145,363	23,625,698	83,771,061
DEFERRED INFLOWS OF RESOURCES			
Pension plan deferments - PERA	2,439,157	174,230	2,613,387
NET POSITION			
Net investment in capital assets	114,625,585	89,686,706	204,312,291
Restricted for:			
Contract grants	27,989		27,989
Drug forfeitures	166,056		166,056
Debt service	9,902,073		9,902,073
Tax increment financing	14,193,505		14,193,505
Unrestricted	41,569,071	13,271,293	54,840,364
Total Net Position	180,484,279	102,957,999	283,442,278
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 243,068,799	\$ 126,757,927	\$ 369,826,726

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

CITY OF COON RAPIDS, MINNESOTA

STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2015

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental activities:							
General government	\$ 5,760,719	\$ 2,769,130	\$ 284,715		\$ (2,706,874)		\$ (2,706,874)
Public safety	16,476,755	761,009	1,056,966	\$ 211,224	(14,447,556)		(14,447,556)
Community services	674,796	234,455	10,015		(430,326)		(430,326)
Community development	4,166,027	1,024,187	348,675		(2,793,165)		(2,793,165)
Public works:							
Streets	6,782,990	27,104	384,922	5,724,028	(646,936)		(646,936)
Parks and recreation	4,156,673	696,942		366,961	(3,092,770)		(3,092,770)
Maintenance of buildings/vehicles	1,457,211	1,664			(1,455,547)		(1,455,547)
Engineering and design	578,134	263,090			(315,044)		(315,044)
Interest expense and fiscal charges on long-term debt	934,556				(934,556)		(934,556)
Total governmental activities	40,987,861	5,777,581	2,085,293	6,302,213	(26,822,774)		(26,822,774)
Business-type activities:							
Water	5,575,874	5,486,569				\$ (89,305)	(89,305)
Sewer	6,100,977	6,200,626				99,649	99,649
Storm water drainage	1,255,199	1,378,973				123,774	123,774
Golf	6,293,356	5,270,541				(1,022,815)	(1,022,815)
Total business-type activities	19,225,406	18,336,709				(888,697)	(888,697)
Total primary government	\$ 60,213,267	\$ 24,114,290	\$ 2,085,293	\$ 6,302,213	(26,822,774)	(888,697)	(27,711,471)
General Revenues:							
Property taxes collected for general purposes					18,374,053		18,374,053
Property taxes collected for debt services					3,554,685		3,554,685
Property taxes collected for capital improvements					2,800,594		2,800,594
Tax increments					190,799		190,799
Utilities Tax					3,244,295		3,244,295
Grants and contributions not restricted to specific programs					1,117,258		1,117,258
Unrestricted investment earnings					1,349,718	269,989	1,619,707
Gain on sale of capital assets					262,910		262,910
Miscellaneous					1,839,229	63,884	1,903,113
Total general revenues					32,733,541	333,873	33,067,414
Change in net position					5,910,767	(554,824)	5,355,943
Net position at Beginning of Year, As Previously Stated					190,235,469	104,977,970	295,213,439
Change in Accounting Principle					(15,661,957)	(1,465,147)	(17,127,104)
Net position at Beginning of Year, Restated					174,573,512	103,512,823	278,086,335
Net position at End of Year					\$ 180,484,279	\$ 102,957,999	\$ 283,442,278

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

Reader's Notes:

GOVERNMENTAL FUNDS

General Fund - The General fund encompasses the general governmental functions of the City and all other functions not accounted for in other separate funds.

Housing Programs Fund - Established to account for housing improvement loan programs which are available to qualifying citizens and a scattered site housing program for the removal of residential structures in blighted areas.

Improvement Bonds Fund - Established to account for the payment of bonds and interest for special assessment projects bonded for with G.O. Improvement Bonds.

Special Assessment Fund - Established to account for the construction of public improvements, such as streets, sewer mains and storm sewers which are to be paid for wholly or in part from special assessments levied against benefitted property owners.

Park Improvement Fund - Established to administer bond proceeds, federal and state grants, park dedication fees and other revenues which are dedicated to acquisition and to improvement of City parks.

Housing and Redevelopment Authority Fund - Established to account for tax increment financing and economic development activities in the City.

Other Governmental Funds - Total of the nonmajor funds. Individual statements and schedules are included in the Combining and Individual Statements and Schedules section.

CITY OF COON RAPIDS, MINNESOTA

BALANCE SHEET - GOVERNMENTAL FUNDS

DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)

	Major Funds			
	General Fund	Housing Programs Fund	Improvement Bonds Fund	Special Assessment Fund
ASSETS				
Cash and investments (including cash equivalents)	\$ 14,599,396	\$ 6,461,713	\$ 4,929,102	\$ 10,148,416
Taxes receivable	419,156		13,443	
Accounts receivable	496,019			2,739
Accrued interest receivable	30,326	18,537	9,658	36,448
Special assessments receivable			6,273,008	2,120,913
Notes receivable				
Mortgage receivable		1,543,778		
Due from other governments	140,733		5,021	11,181
Advance to other funds	133,403			1,756,269
Inventories	210,962			
Property for resale		151,940		
Prepaid items	140,156			
Total Assets	\$ 16,170,151	\$ 8,175,968	\$ 11,230,232	\$ 14,075,966
LIABILITIES				
Accounts payable	\$ 351,469	\$ 950		\$ 22,480
Salaries payable	712,024			
Contracts payable				572,699
Deposits payable				
Due to other governments	55,806			
Revenue collected in advance	350,933			
Advance from other funds				
Total Liabilities	1,470,232	950		595,179
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	277,139		\$ 5,243	
Unavailable revenue - special assessments			6,264,981	2,113,228
Unavailable revenue - other		1,543,778		
Total Deferred Inflows of Resources	277,139	1,543,778	6,270,224	2,113,228
FUND BALANCES				
Nonspendable	484,521			
Restricted	27,989		3,420,865	
Committed		6,631,240	1,539,143	11,367,559
Assigned	118,300			
Unassigned	13,791,970			
Total Fund Balances	14,422,780	6,631,240	4,960,008	11,367,559
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 16,170,151	\$ 8,175,968	\$ 11,230,232	\$ 14,075,966

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

EXHIBIT B-1

Park Improvement Fund	HRA Fund	Other Governmental Funds	Totals	
			2015	2014
\$ 327,665	\$ 16,468,053	\$ 8,683,377	\$ 61,617,722	\$ 60,163,249
7,767	19,152	52,180	511,698	500,329
2,567	19,690	283,245	804,260	778,233
1,601	34,435	25,219	156,224	165,632
			8,393,921	7,967,591
	1,236,743	186,610	1,423,353	841,002
			1,543,778	1,469,407
83,832	200	188,893	429,860	369,675
		1,030,422	2,920,094	2,789,024
			210,962	296,065
	5,999,546		6,151,486	6,273,286
	1,969	7,433	149,558	149,617
<u>\$ 423,432</u>	<u>\$ 23,779,788</u>	<u>\$ 10,457,379</u>	<u>\$ 84,312,916</u>	<u>\$ 81,763,110</u>
\$ 45,147	\$ 17,545	\$ 126,448	\$ 564,039	\$ 997,143
486	6,114	42,414	761,038	632,268
243,603			816,302	573,677
				7,717
	5,464	247	61,517	149,563
	1,079		352,012	337,757
		2,106,174	2,106,174	2,590,232
<u>289,236</u>	<u>30,202</u>	<u>2,275,283</u>	<u>4,661,082</u>	<u>5,288,357</u>
5,166	13,300	21,762	322,610	378,695
			8,378,209	7,955,083
	1,236,743	186,610	2,967,131	2,310,409
<u>5,166</u>	<u>1,250,043</u>	<u>208,372</u>	<u>11,667,950</u>	<u>10,644,187</u>
	1,969	7,433	493,923	445,682
	12,187,593	3,572,774	19,209,221	17,536,067
129,030	10,309,981	5,811,663	35,788,616	36,702,778
			118,300	196,625
		(1,418,146)	12,373,824	10,949,414
<u>129,030</u>	<u>22,499,543</u>	<u>7,973,724</u>	<u>67,983,884</u>	<u>65,830,566</u>
<u>\$ 423,432</u>	<u>\$ 23,779,788</u>	<u>\$ 10,457,379</u>	<u>\$ 84,312,916</u>	<u>\$ 81,763,110</u>

Reader's Notes:

CITY OF COON RAPIDS, MINNESOTA

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2015**

Amounts reported for governmental activities in the statement of net position are different because:

Total governmental fund balances (Exhibit B-1)	\$ 67,983,884
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Governmental capital assets	\$ 223,768,569	
Less: accumulated depreciation	<u>(75,599,485)</u>	
		148,169,084

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.

Delinquent property taxes	\$ 322,610	
Deferred, delinquent, and postponed special assessments	8,378,209	
Notes and mortgages receivable	<u>2,967,131</u>	
		11,667,950

Internal service funds are used by management to charge the costs of insurance to individual funds, for other post employment benefits, and for compensated absences for the governmental funds. The assets and liabilities of the internal service funds which are related to the governmental activities are included in governmental activities in the statement of net position.

2,865,843

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Bonds payable (net of unamortized discount/premium of \$463,499)	\$ (33,543,499)	
Net pension payable	(17,179,767)	
Accrued interest payable	<u>(498,530)</u>	
		<u>(51,221,796)</u>

The recognition of certain revenues and expenses differ between the full accrual governmental activities financial statements and the modified accrual governmental fund financial statements.

Deferred outflow of resources, PERA pension plans	\$ 3,458,471	
Deferred inflow of resources, PERA pension plans	<u>(2,439,157)</u>	
		<u>1,019,314</u>

Net position of governmental activities (Exhibit A-1)	<u><u>\$ 180,484,279</u></u>
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The notes to the financial statements are an integral part of this statement.

CITY OF COON RAPIDS, MINNESOTA

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>General Fund</u>	<u>Housing Programs Fund</u>	<u>Improvement Bonds Fund</u>	<u>Special Assessment Fund</u>
Revenues:				
General property taxes	\$ 18,414,562		\$ 1,140,036	
Tax increments				
Special assessments			1,767,658	\$ 442,445
Licenses and permits	1,471,009			
Fines and forfeitures	310,455			
Investment income	226,964	\$ 173,409	65,476	237,781
Intergovernmental	2,187,847		362,100	2,743,917
Payments on notes				
Charges for services	1,914,358			
Platting fees				
Other	<u>3,777,191</u>	<u>208,931</u>		<u>18,971</u>
Total Revenues	<u>28,302,386</u>	<u>382,340</u>	<u>3,335,270</u>	<u>3,443,114</u>
Expenditures:				
Current:				
General government	3,581,443	378,378		
Public safety	14,067,653			
Community services	511,195			
Community development	1,788,399			
Maintenance services	6,874,666			
Capital outlay and improvements				5,838,992
Debt service:				
Principal retirement			2,550,000	
Interest and fiscal charges			306,432	
Other			22,411	
Total Expenditures	<u>26,823,356</u>	<u>378,378</u>	<u>2,878,843</u>	<u>5,838,992</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,479,030</u>	<u>3,962</u>	<u>456,427</u>	<u>(2,395,878)</u>
Other Financing Sources (Uses):				
Bond issuance				3,105,000
Premiums on bonds issued				167,109
Sale of capital assets				
Transfers in	56,677			
Transfers out	<u>(1,020,148)</u>			<u>(320,244)</u>
Total Other Financing Sources (Uses)	<u>(963,471)</u>			<u>2,951,865</u>
Net Change in Fund Balances	515,559	3,962	456,427	555,987
Fund Balance (Deficit) at Beginning of Year	<u>13,907,221</u>	<u>6,627,278</u>	<u>4,503,581</u>	<u>10,811,572</u>
Fund Balance at End of Year	<u>\$ 14,422,780</u>	<u>\$ 6,631,240</u>	<u>\$ 4,960,008</u>	<u>\$ 11,367,559</u>

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

EXHIBIT B-3

Park Improvement Fund	HRA Fund	Other Governmental Funds	Total Governmental Funds	
			2015	2014
\$ 341,726	\$ 718,608 190,799	\$ 4,170,485	\$ 24,785,417 190,799 2,210,103 1,471,009 310,455	\$ 23,407,167 560,830 2,222,150 1,753,373 287,596
10,092	266,236	219,530	1,199,488	2,922,053
65,000	7,668 150,749	759,951	6,126,483 150,749	5,686,906 41,812
		2,420	1,916,778	2,110,526
233,660			233,660	132,400
37,505	251,353	2,249,490	6,543,441	6,603,915
687,983	1,585,413	7,401,876	45,138,382	45,728,728
		2,168,466	6,128,287	5,354,879
		289,901	14,357,554	13,752,422
		146,078	657,273	607,968
		286,015	2,074,414	2,085,200
		376,187	7,250,853	7,138,050
7,237,817	2,030,610	2,690,131	17,797,550	13,697,841
		415,000	2,965,000	1,875,000
		523,506	829,938	811,172
			22,411	27,133
7,237,817	2,030,610	6,895,284	52,083,280	45,349,665
(6,549,834)	(445,197)	506,592	(6,944,898)	379,063
5,295,000			8,400,000	4,090,000
191,956			359,065	79,274
	1,054,000		1,054,000	
2,350,000	3,951,993	841,916	7,200,586	2,069,713
	(638)	(6,574,405)	(7,915,435)	(2,704,947)
7,836,956	5,005,355	(5,732,489)	9,098,216	3,534,040
1,287,122	4,560,158	(5,225,897)	2,153,318	3,913,103
(1,158,092)	17,939,385	13,199,621	65,830,566	61,917,463
\$ 129,030	\$ 22,499,543	\$ 7,973,724	\$ 67,983,884	\$ 65,830,566

CITY OF COON RAPIDS, MINNESOTA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2015**

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds (Exhibit B-3) \$ 2,153,318

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense.

Capital outlay	\$	17,797,550	
Capital outlay not capitalized		(2,860,519)	
		14,937,031	
Current year depreciation		(5,128,292)	9,808,739

The effect of various miscellaneous transactions involving capital assets (e.g., sales, trade-ins, and retirements) is to decrease net position. (862,953)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Debt issued	\$	(8,400,000)	
Premium on debt issued		(359,065)	
Principal repayments		2,965,000	
Net pension liability		(617,730)	
Current year amortization of discounts/premiums		33,466	(6,378,329)

The recognition of certain revenues and expenses differ between the full accrual governmental activities financial statements and the modified accrual governmental fund financial statements.

Deferred outflow of resources, PERA pension plans	\$	2,558,391	
Deferred inflow of resources, PERA pension plans		(2,439,157)	119,234

Revenues and expenditures in the statement of activities that do not provide current financial resources are not reported as revenues and expenditures in the governmental funds. The effect on the change in net position is the change in the year-end balances of deferred outflows and deferred inflows of resources.

Deferred inflows of resources, property taxes	\$	(56,085)	
Deferred inflows of resources, special assessments		423,126	
Deferred inflows of resources, other		656,722	1,023,763

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This includes the change in accrued interest payable. (149,582)

The net expense of certain activities in the internal service funds is related to governmental activities and is reported in the government-wide statement of activities. 196,577

Changes in net position of governmental activities (Exhibit A-2) \$ 5,910,767

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

CITY OF COON RAPIDS, MINNESOTA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	2014 Actual
	Original	Final			
REVENUES:					
General Property Taxes	\$ 18,560,853	\$ 18,560,853	\$ 18,414,562	\$ (146,291)	\$ 17,970,504
Licenses and Permits:					
Business regulatory licenses	634,500	634,500	602,557	(31,943)	614,639
Non-business licenses and permits	1,195,432	1,195,432	868,452	(326,980)	1,138,734
Total	1,829,932	1,829,932	1,471,009	(358,923)	1,753,373
Fines and Forfeitures	387,000	387,000	310,455	(76,545)	287,596
Investment Income	178,000	178,000	226,964	48,964	609,201
Intergovernmental:					
Local government aid	1,074,756	1,074,756	1,074,756		934,541
Property tax aid			275	275	146
Highway maintenance	122,745	122,745	122,745		122,745
Police department aid	485,250	485,250	514,812	29,562	494,995
Other	364,319	439,459	475,259	35,800	368,358
Total	2,047,070	2,122,210	2,187,847	65,637	1,920,785
Charges for Services:					
General government	15,000	15,000	24,595	9,595	15,750
Public safety	426,700	426,700	355,407	(71,293)	488,821
Recreation	80,000	80,000	79,010	(990)	110,739
Administration and special assessment	50,000	50,000	92,646	42,646	62,100
Other administration	889,600	889,600	785,791	(103,809)	926,009
Ice arena	475,500	475,500	576,909	101,409	504,693
Total	1,936,800	1,936,800	1,914,358	(22,442)	2,108,112
Other:					
Utilities tax	3,143,137	3,143,137	3,244,295	101,158	3,560,820
Miscellaneous	464,350	466,850	532,896	66,046	494,886
Total	3,607,487	3,609,987	3,777,191	167,204	4,055,706
Total Revenues	\$ 28,547,142	\$ 28,624,782	\$ 28,302,386	\$ (322,396)	\$ 28,705,277

(Continued)

CITY OF COON RAPIDS, MINNESOTA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	2014 Actual
	Original	Final			
EXPENDITURES:					
Current:					
General Government					
Legislative Control:					
Personal services	\$ 133,836	\$ 114,436	\$ 102,103	\$ 12,333	\$ 103,017
Other charges	118,628	116,328	88,565	27,763	99,386
Supplies	1,900	1,900	954	946	124
Total	<u>254,364</u>	<u>232,664</u>	<u>191,622</u>	<u>41,042</u>	<u>202,527</u>
Board and Commissions:					
Personal services	23,737	23,737	17,075	6,662	13,913
Other charges	4,317	4,317	2,764	1,553	8,413
Supplies	1,200	1,200	859	341	526
Total	<u>29,254</u>	<u>29,254</u>	<u>20,698</u>	<u>8,556</u>	<u>22,852</u>
Legal Services General:					
Personal services	267,306	270,906	270,817	89	247,274
Other charges	14,605	13,105	11,699	1,406	12,495
Supplies	7,650	7,650	6,460	1,190	5,652
Total	<u>289,561</u>	<u>291,661</u>	<u>288,976</u>	<u>2,685</u>	<u>265,421</u>
Elections and Voter Registration:					
Personal services	15,540	22,840	22,803	37	101,440
Other charges	14,213	14,213	13,606	607	11,915
Supplies					329
Total	<u>29,753</u>	<u>37,053</u>	<u>36,409</u>	<u>644</u>	<u>113,684</u>
Maintenance of Official Records:					
Personal services	24,302	39,202	39,125	77	42,458
Other charges	10,541	14,941	12,247	2,694	6,899
Supplies	650	650	339	311	206
Total	<u>35,493</u>	<u>54,793</u>	<u>51,711</u>	<u>3,082</u>	<u>49,563</u>
Information:					
Personal services	142,243	141,643	141,365	278	133,989
Other charges	48,050	47,150	47,150		120,391
Supplies	700	700	159	541	1,994
Total	<u>190,993</u>	<u>189,493</u>	<u>188,674</u>	<u>819</u>	<u>256,374</u>
Management:					
Personal services	366,278	328,678	305,448	23,230	334,626
Other charges	54,011	54,011	47,847	6,164	22,253
Supplies	2,000	2,000	889	1,111	1,082
Total	<u>422,289</u>	<u>384,689</u>	<u>354,184</u>	<u>30,505</u>	<u>357,961</u>
Licensing:					
Personal services	24,256	33,756	33,409	347	18,479
Other charges	3,958	3,558	2,546	1,012	3,308
Supplies		400	342	58	1,365
Total	<u>\$ 28,214</u>	<u>\$ 37,714</u>	<u>\$ 36,297</u>	<u>\$ 1,417</u>	<u>\$ 23,152</u>

(Continued)

CITY OF COON RAPIDS, MINNESOTA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015					2014 Actual
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)		
	Original	Final				
Current (Continued)						
General Government (Continued)						
Human Resources:						
Personal services	\$ 219,053	\$ 203,053	\$ 166,557	\$ 36,496	\$ 170,207	
Other charges	182,270	182,270	88,650	93,620	87,393	
Supplies	1,600	1,600	1,432	168	1,664	
Total	<u>402,923</u>	<u>386,923</u>	<u>256,639</u>	<u>130,284</u>	<u>259,264</u>	
Fiscal Planning, Control, and Accounting:						
Personal services	700,470	700,070	681,074	18,996	665,198	
Other charges	119,512	118,312	114,309	4,003	113,580	
Supplies	1,350	1,350	1,170	180	3,083	
Total	<u>821,332</u>	<u>819,732</u>	<u>796,553</u>	<u>23,179</u>	<u>781,861</u>	
Information Technology:						
Personal services	443,418	449,918	449,884	34	441,203	
Other charges	137,429	137,229	110,384	26,845	103,154	
Supplies	7,650	7,850	7,643	207	5,621	
Capital outlay	122,010	112,000	97,656	14,344	99,302	
Total	<u>710,507</u>	<u>706,997</u>	<u>665,567</u>	<u>41,430</u>	<u>649,280</u>	
General Revenue Collections:						
Personal services	65,494	65,494	62,669	2,825	59,230	
Other charges	22,344	21,644	18,449	3,195	19,310	
Supplies	200	1,400	1,330	70	503	
Total	<u>88,038</u>	<u>88,538</u>	<u>82,448</u>	<u>6,090</u>	<u>79,043</u>	
Property Appraisal:						
Personal services	396,966	396,966	376,077	20,889	381,301	
Other charges	35,664	12,064	10,238	1,826	19,416	
Supplies	4,170	4,170	1,709	2,461	3,251	
Total	<u>436,800</u>	<u>413,200</u>	<u>388,024</u>	<u>25,176</u>	<u>403,968</u>	
Purchasing:						
Personal services	69,913	69,913	42,667	27,246	61,183	
Other charges	37,752	37,752	26,541	11,211	37,763	
Supplies	13,500	14,500	13,568	932	9,889	
Capital outlay		3,460	3,460		1,150	
Total	<u>121,165</u>	<u>125,625</u>	<u>86,236</u>	<u>39,389</u>	<u>109,985</u>	
Payroll:						
Personal services	82,518	84,118	84,113	5	77,416	
Other charges	52,797	52,797	52,780	17	51,418	
Supplies	570	570	512	58	534	
Total	<u>135,885</u>	<u>137,485</u>	<u>137,405</u>	<u>80</u>	<u>129,368</u>	
Total General Government	<u>\$ 3,996,571</u>	<u>\$ 3,935,821</u>	<u>\$ 3,581,443</u>	<u>\$ 354,378</u>	<u>\$ 3,704,303</u>	

(Continued)

CITY OF COON RAPIDS, MINNESOTA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	2014 Actual
	Original	Final			
Current (Continued)					
Public Safety					
Court Case/Preparation and Appearance:					
Personal services	\$ 516,323	\$ 452,723	\$ 442,512	\$ 10,211	\$ 413,677
Other charges	12,669	12,669	10,087	2,582	12,222
Supplies	8,150	8,150	6,501	1,649	6,033
Total	537,142	473,542	459,100	14,442	431,932
Investigation/Non-Traffic:					
Personal services	1,375,597	1,037,497	1,037,447	50	1,089,485
Other charges	53,672	53,672	39,346	14,326	38,103
Supplies	10,760	8,760	6,968	1,792	1,922
Total	1,440,029	1,099,929	1,083,761	16,168	1,129,510
Preventative Patrol:					
Personal services	5,889,427	6,322,527	6,279,846	42,681	6,061,863
Other charges	314,199	307,645	304,866	2,779	287,993
Supplies	304,474	300,874	222,056	78,818	260,612
Capital outlay	10,800	19,804	19,154	650	27,233
Total	6,518,900	6,950,850	6,825,922	124,928	6,637,701
Accident Reduction Program:					
Personal services	37,470	55,570	52,541	3,029	45,723
Other charges		440	383	57	16
Total	37,470	56,010	52,924	3,086	45,739
Animal Control:					
Personal services	47,362	81,862	79,397	2,465	76,094
Other charges	13,530	13,530	8,113	5,417	12,600
Supplies	500	500	30	470	58
Total	61,392	95,892	87,540	8,352	88,752
School Liaison Program/Community Education					
Personal services	731,261	818,861	818,800	61	748,686
Other charges	11,872	11,572	9,326	2,246	10,284
Supplies	3,700	4,000	3,908	92	4,725
Total	746,833	834,433	832,034	2,399	763,695
Drug Enforcement & Education:					
Personal services	357,754	288,254	288,158	96	270,477
Other charges	11,954	11,954	11,396	558	11,851
Supplies	5,500	5,500	4,422	1,078	681
Total	375,208	305,708	303,976	1,732	283,009
Emergency Operation Planning:					
Personal services	49,395	15,195	14,483	712	21,423
Other charges	15,384	15,384	12,505	2,879	12,585
Supplies	100	100		100	
Total	\$ 64,879	\$ 30,679	\$ 26,988	\$ 3,691	\$ 34,008

(Continued)

CITY OF COON RAPIDS, MINNESOTA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015					2014 Actual
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)		
	Original	Final				
<u>Current (Continued)</u>						
<u>Public Safety (Continued)</u>						
Fire Prevention:						
Personal services	\$ 333,858	\$ 321,058	\$ 316,963	\$ 4,095	\$ 334,838	
Other charges	85,139	72,497	71,922	575	74,742	
Supplies	23,600	18,200	18,167	33	20,677	
Capital outlay	11,900	31,112	22,811	8,301	12,901	
Total	454,497	442,867	429,863	13,004	443,158	
Fire Training:						
Personal services	368,537	344,737	342,567	2,170	321,489	
Other charges	12,253	17,353	17,299	54	19,784	
Supplies	18,050	19,150	19,133	17	6,049	
Total	398,840	381,240	378,999	2,241	347,322	
Fire Suppression:						
Personal services	2,639,596	2,776,896	2,735,633	41,263	2,596,692	
Other charges	142,764	157,164	157,162	2	155,963	
Supplies	105,425	115,725	113,785	1,940	124,938	
Capital outlay	6,885	8,535	8,534	1	10,011	
Total	2,894,670	3,058,320	3,015,114	43,206	2,887,604	
Rescue and First Aid:						
Personal services	556,523	484,223	484,162	61	477,986	
Other charges	21,587	20,087	19,704	383	14,794	
Supplies	35,430	28,430	27,885	545	33,776	
Capital outlay	1,956	1,956	1,800	156	21,345	
Total	615,496	534,696	533,551	1,145	547,901	
Fire Investigation:						
Personal services	33,367	8,667	8,636	31	10,613	
Other charges	3,417	2,417	1,983	434	2,938	
Supplies	2,200	3,800	3,721	79	1,629	
Total	38,984	14,884	14,340	544	15,180	
Employee Safety:						
Personal services	17,551	17,051	16,987	64	17,275	
Other charges	2,819	2,819	1,647	1,172	1,567	
Supplies	800	800	258	542	1,080	
Capital outlay	5,232	5,232	4,649	583		
Total	26,402	25,902	23,541	2,361	19,922	
Total Public Safety	14,210,742	14,304,952	14,067,653	237,299	13,675,433	
<u>Community Services</u>						
Riverwind Recreational Center:						
Personal services		16,500	16,428	72		
Other charges	9,334	9,834	9,754	80	9,138	
Supplies	2,770	3,870	3,814	56	935	
Total	12,104	30,204	29,996	208	10,073	
Community School/Summer Recreation:						
Other charges	\$ 117,611	\$ 117,611	\$ 94,046	\$ 23,565	\$ 116,336	

(Continued)

CITY OF COON RAPIDS, MINNESOTA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	2014 Actual
	Original	Final			
Current (Continued)					
Community Services (Continued)					
Facilities Rental:					
Personal services	\$ 59,833	\$ 59,133	\$ 55,138	\$ 3,995	\$ 55,056
Other charges	24,976	25,076	24,999	77	26,743
Supplies	2,550	2,750	2,738	12	3,643
Total	<u>87,359</u>	<u>86,959</u>	<u>82,875</u>	<u>4,084</u>	<u>85,442</u>
Contract Grants:					
Personal services		19,400	19,312	88	
Other charges	47,266	64,966	64,885	81	51,417
Supplies		5,000	4,992	8	
Total	<u>47,266</u>	<u>89,366</u>	<u>89,189</u>	<u>177</u>	<u>51,417</u>
Senior Citizen Services:					
Personal services	183,881	184,581	184,541	40	179,067
Other charges	27,170	27,070	21,629	5,441	21,587
Supplies	12,774	12,574	8,919	3,655	18,060
Total	<u>223,825</u>	<u>224,225</u>	<u>215,089</u>	<u>9,136</u>	<u>218,714</u>
Total Community Services	<u>488,165</u>	<u>548,365</u>	<u>511,195</u>	<u>37,170</u>	<u>481,982</u>
Community Development					
Planning:					
Personal services	403,943	403,943	378,845	25,098	375,378
Other charges	61,567	61,567	58,364	3,203	57,964
Supplies	2,700	3,700	2,065	1,635	746
Total	<u>468,210</u>	<u>469,210</u>	<u>439,274</u>	<u>29,936</u>	<u>434,088</u>
Neighborhood Reinvestment:					
Personal services	517,661	517,661	437,472	80,189	416,813
Other charges	55,518	55,518	42,821	12,697	42,297
Supplies	10,350	11,350	9,146	2,204	6,886
Total	<u>583,529</u>	<u>584,529</u>	<u>489,439</u>	<u>95,090</u>	<u>465,996</u>
Building Inspection:					
Personal services	884,096	884,096	779,337	104,759	793,984
Other charges	81,609	81,609	62,123	19,486	76,253
Supplies	23,600	25,600	18,226	7,374	16,434
Total	<u>989,305</u>	<u>991,305</u>	<u>859,686</u>	<u>131,619</u>	<u>886,671</u>
Total Community Development	<u>\$ 2,041,044</u>	<u>\$ 2,045,044</u>	<u>\$ 1,788,399</u>	<u>\$ 256,645</u>	<u>\$ 1,786,755</u>

(Continued)

CITY OF COON RAPIDS, MINNESOTA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	2014 Actual
	Original	Final			
Current (Continued)					
Maintenance Services					
Snow Removal:					
Personal services	\$ 208,466	\$ 130,866	\$ 76,365	\$ 54,501	\$ 165,589
Other charges	11,030	12,030	11,940	90	4,439
Supplies	238,200	222,200	216,863	5,337	226,440
Total	457,696	365,096	305,168	59,928	396,468
Street Maintenance:					
Personal services	726,258	717,858	699,111	18,747	688,799
Other charges	128,359	137,059	137,037	22	137,990
Supplies	146,400	111,400	101,139	10,261	114,627
Capital outlay	27,295	25,995	25,935	60	
Total	1,028,312	992,312	963,222	29,090	941,416
Streetlight/Traffic Signal Maintenance:					
Personal services	15,899	9,899	6,498	3,401	6,112
Other charges	622,420	623,420	623,412	8	686,838
Supplies					4
Total	638,319	633,319	629,910	3,409	692,954
Central Garage/Vehicle Maintenance:					
Personal services	539,863	565,163	565,071	92	585,558
Other charges	47,971	47,171	47,121	50	43,421
Supplies	40,500	42,900	42,836	64	47,769
Capital outlay	16,933	16,033	15,965	68	
Fuel and parts		2,100	2,025	75	7,035
Total	645,267	673,367	673,018	349	683,783
Public Building Maintenance:					
Personal services	207,574	182,274	144,979	37,295	130,570
Other charges	423,133	409,733	402,823	6,910	462,974
Supplies	25,800	34,200	34,147	53	33,682
Capital outlay	4,550	2,450	2,401	49	11,259
Total	661,057	628,657	584,350	44,307	638,485
Geographic Information Systems:					
Personal services	161,481	161,781	161,697	84	151,580
Other charges	60,096	54,296	42,486	11,810	48,201
Supplies	2,650	2,350	1,385	965	1,662
Capital outlay	15,181	15,481	15,282	199	
Total	239,408	233,908	220,850	13,058	201,443
Engineering Maintenance Services:					
Personal services	223,947	266,847	266,812	35	206,429
Other charges	26,942	32,642	32,525	117	77,834
Supplies	12,900	10,400	10,361	39	5,634
Capital outlay					27,515
Total	263,789	309,889	309,698	191	317,412
Parks and Grounds Maintenance:					
Personal services	1,239,906	1,281,006	1,272,563	8,443	1,207,321
Other charges	375,423	396,723	396,703	20	306,749
Supplies	256,600	255,600	255,531	69	247,837
Capital outlay					5,025
Total	\$ 1,871,929	\$ 1,933,329	\$ 1,924,797	\$ 8,532	\$ 1,766,932

(Continued)

CITY OF COON RAPIDS, MINNESOTA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	2014 Actual
	Original	Final			
Current (Continued)					
<u>Maintenance Services (Continued)</u>					
Sidewalk Maintenance:					
Personal services	\$ 21,877	\$ 23,577	\$ 23,524	\$ 53	\$ 40,969
Other charges	16,918	11,618	11,528	90	11,024
Supplies	20,800	22,800	22,788	12	23,850
Total	<u>59,595</u>	<u>57,995</u>	<u>57,840</u>	<u>155</u>	<u>75,843</u>
Adult Softball Program:					
Personal services	21,679	17,179	16,661	518	17,491
Other charges	21,809	28,309	27,670	639	34,884
Supplies	3,920	2,720	2,685	35	4,353
Total	<u>47,408</u>	<u>48,208</u>	<u>47,016</u>	<u>1,192</u>	<u>56,728</u>
Indoor Skating:					
Personal services	290,559	354,659	354,637	22	325,683
Other charges	326,393	305,693	305,619	74	297,831
Supplies	18,600	17,200	17,132	68	22,015
Merchandise for resale	52,000	60,500	57,590	2,910	49,018
Capital outlay	5,000	10,000	9,971	29	17,583
Total	<u>692,552</u>	<u>748,052</u>	<u>744,949</u>	<u>3,103</u>	<u>712,130</u>
Outdoor Skating:					
Personal services	142,903	68,803	61,652	7,151	123,255
Other charges	8,644	5,644	5,147	497	7,680
Supplies	4,800	4,900	4,834	66	9,740
Total	<u>156,347</u>	<u>79,347</u>	<u>71,633</u>	<u>7,714</u>	<u>140,675</u>
Tree Maintenance:					
Personal services	90,560	110,560	110,556	4	91,616
Other charges	175,730	194,730	194,642	88	167,295
Supplies	44,400	37,400	37,017	383	21,802
Total	<u>310,690</u>	<u>342,690</u>	<u>342,215</u>	<u>475</u>	<u>280,713</u>
Total Maintenance Services	<u>7,072,369</u>	<u>7,046,169</u>	<u>6,874,666</u>	<u>171,503</u>	<u>6,904,982</u>
Total Expenditures	<u>27,808,891</u>	<u>27,880,351</u>	<u>26,823,356</u>	<u>1,056,995</u>	<u>26,553,455</u>
Excess of Revenues over Expenditures	<u>738,251</u>	<u>744,431</u>	<u>1,479,030</u>	<u>734,599</u>	<u>2,151,822</u>
Other Financing Sources (Uses):					
Transfers in	53,185	56,678	56,677	(1)	47,927
Transfers out	(680,000)	(1,020,148)	(1,020,148)		(1,750,000)
Total Other Financing Sources (Uses)	<u>(626,815)</u>	<u>(963,470)</u>	<u>(963,471)</u>	<u>(1)</u>	<u>(1,702,073)</u>
Net Change in Fund Balance	<u>\$ 111,436</u>	<u>\$ (219,039)</u>	<u>515,559</u>	<u>\$ 734,598</u>	<u>449,749</u>
Fund Balance at Beginning of Year			<u>13,907,221</u>		<u>13,457,472</u>
Fund Balance at End of Year			<u>\$ 14,422,780</u>		<u>\$ 13,907,221</u>

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

CITY OF COON RAPIDS, MINNESOTA

HOUSING PROGRAMS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>2014 Actual</u>
Revenues:					
Investment income	\$ 131,200	\$ 131,200	\$ 173,409	\$ 42,209	\$ 378,374
Other	<u>200,000</u>	<u>200,000</u>	<u>208,931</u>	<u>8,931</u>	<u>246,010</u>
Total Revenues	<u>331,200</u>	<u>331,200</u>	<u>382,340</u>	<u>51,140</u>	<u>624,384</u>
Expenditures:					
Current:					
General Government					
Other charges and services	<u>248,000</u>	<u>248,000</u>	<u>378,378</u>	<u>(130,378)</u>	<u>504,640</u>
Net Change in Fund Balances	<u>\$ 83,200</u>	<u>\$ 83,200</u>	3,962	<u>\$ (79,238)</u>	119,744
Fund Balance at Beginning of Year			<u>6,627,278</u>		<u>6,507,534</u>
Fund Balance at End of Year			<u>\$ 6,631,240</u>		<u>\$ 6,627,278</u>

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

Reader's Notes:

PROPRIETARY FUNDS

Water Fund - Established to account for the operation of the water service to the community.

Sewer Fund - Established to account for the operation of the sanitary sewer service to the community.

Storm Water Drainage Fund - Established to account for the operation of the storm water service to the community.

Golf Fund - Established to account for the operation of the City-owned golf course.

CITY OF COON RAPIDS, MINNESOTA

PROPRIETARY FUNDS
STATEMENT OF NET POSITION
 DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)

	Business-Type Activities - Enterprise Funds				Totals		Governmental Activities Internal Service Funds	
	Water	Sewer	Storm Water	Golf	2015	2014	2015	2014
			Drainage					
Assets								
Current Assets:								
Cash and cash equivalents	\$ 1,301,309	\$ 1,336,424	\$ 1,186,238	\$ 420	\$ 3,824,391	\$ 5,337,357	\$ 9,235,092	\$ 8,647,511
Investments	3,391,218	3,482,728	3,091,343		9,965,289	8,354,700		
Accounts receivable	1,152,486	1,279,878	247,787	38,926	2,719,077	2,654,409		5,524
Notes receivable current								
Accrued interest receivable	11,332	16,407	12,372		40,111	39,648	24,610	28,093
Special assessments receivable:								
Current	11,053				11,053	11,202		
Delinquent	86,681				86,681	88,026		
Deferred	620,212				620,212	684,667		
Advances to other funds current		327,983			327,983			
Inventories	17,781			91,338	109,119	153,453		
Due from other governments	4,542	7,664	2,020	106,054	120,280	115,622		
Prepaid items	12,382	6,181	6,062	5,693	30,318	47,611	14,208	14,208
Total Current Assets	6,608,996	6,457,265	4,545,822	242,431	17,854,514	17,486,695	9,273,910	8,695,336
Noncurrent Assets:								
Capital Assets								
Land	371,408		1,115,630	489,139	1,976,177	2,135,357		
Buildings and structures	34,344,584	4,401,667		11,152,545	49,898,796	48,681,288		
Furniture, machinery and equipment	2,807,899	1,275,632	964,014	3,192,243	8,239,788	7,147,992		
Other improvements	8,344,054	118,047		3,475,274	11,937,375	11,937,375		
Infrastructure	39,862,058	41,684,452	22,006,219		103,552,729	100,758,754		
Construction in progress	2,275,390	1,071,917	368,667		3,715,974	3,935,509		
Total Capital Assets	88,005,393	48,551,715	24,454,530	18,309,201	179,320,839	174,596,275		
Less: accumulated depreciation	(34,074,559)	(16,299,124)	(13,613,512)	(5,540,922)	(69,528,117)	(65,801,334)		
Total Capital Assets (net of accumulated depreciation)	53,930,834	32,252,591	10,841,018	12,768,279	109,792,722	108,794,941		
Total Noncurrent Assets	53,930,834	32,252,591	10,841,018	12,768,279	109,792,722	108,794,941		
Total Assets	60,539,830	38,709,856	15,386,840	13,010,710	127,647,236	126,281,636	9,273,910	8,695,336
Deferred Outflows of Resources:								
Pension plan deferments - PERA	47,375	82,906	23,687	59,218	213,186			
Total Assets and Deferred Outflows of Resources	\$ 60,587,205	\$ 38,792,762	\$ 15,410,527	\$ 13,069,928	\$ 127,860,422	\$ 126,281,636	\$ 9,273,910	\$ 8,695,336

(continued)

CITY OF COON RAPIDS, MINNESOTA

PROPRIETARY FUNDS
STATEMENT OF NET POSITION
 DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)

	Business-Type Activities - Enterprise Funds				Totals		Governmental Activities Internal Service Funds	
	Water	Sewer	Storm Water Drainage	Golf	2015	2014	2015	2014
Liabilities								
Current Liabilities:								
Accounts payable	\$ 171,953	\$ 9,142	\$ 940	\$ 292,511	\$ 474,546	\$ 425,157	\$ 45,935	\$ 25,164
Salaries payable	32,630	17,503	5,794	22,251	78,178	94,854		
Contracts payable	8,938	335,484		38,373	382,795	132,077		
Due to other governments	66,786	16,621		27,370	110,777	111,590		
Advance from other funds current				403,293	403,293	52,872		
Accrued interest payable	186,807		7,099	44,373	238,279	181,804		
Deposits payable				145,957	145,957	184,318		
Compensated absences	3,346			184	3,530	3,170	179,586	129,498
Current capital leases payable				67,164	67,164			
Current maturities of long-term debt	1,655,000		75,000	125,000	1,855,000	1,320,000		
Total Current Liabilities	2,125,460	378,750	88,833	1,166,476	3,759,519	2,505,842	225,521	154,662
Noncurrent Liabilities:								
Compensated absences	62,925	53,750	8,978	71,346	196,999	192,694	2,203,877	2,276,899
Net pension liability	343,083	600,396	171,541	428,853	1,543,873			
Other post employment benefits							3,979,161	3,592,778
Leases payable				237,684	237,684			
Advance from other funds long-term				738,610	738,610	145,920		
Bonds payable, (net of current maturities and unamortized (discount)/premium)	13,098,108		773,980	4,378,928	18,251,016	18,460,941		
Total Noncurrent Liabilities	13,504,116	654,146	954,499	5,855,421	20,968,182	18,799,555	6,183,038	5,869,677
Total Liabilities	15,629,576	1,032,896	1,043,332	7,021,897	24,727,701	21,305,397	6,408,559	6,024,339
Deferred Inflows of Resources:								
Pension plan deferments - PERA	38,718	67,756	19,359	48,397	174,230			
Net Position								
Net investment in capital assets	39,177,726	32,252,591	9,992,038	8,264,351	89,686,706	89,014,000		
Unrestricted	5,741,185	5,439,519	4,355,798	(2,264,717)	13,271,785	15,962,239	2,865,351	2,670,997
Total Net Position	44,918,911	37,692,110	14,347,836	5,999,634	102,958,491	104,976,239	2,865,351	2,670,997
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 60,587,205	\$ 38,792,762	\$ 15,410,527	\$ 13,069,928			\$ 9,273,910	\$ 8,695,336
Adjustments to reflect the consolidation of Internal Service Fund activities related to Enterprise Funds					(492)	1,731		
Net position of business-type activities					<u>\$ 102,957,999</u>	<u>\$ 104,977,970</u>		

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

Reader's Notes:

CITY OF COON RAPIDS, MINNESOTA

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	Business-Type Activities - Enterprise Funds				Totals		Governmental Activities Internal Service Funds	
	Water	Sewer	Storm Water Drainage	Golf	2015	2014	2015	2014
	Operating Revenues:							
Sales, fees, and charges	\$ 5,419,015	\$ 6,200,047	\$ 1,362,250	\$ 5,266,338	\$ 18,247,650	\$ 15,354,363	\$ 72,732	\$ 49,810
Miscellaneous	33,459	579	16,723	4,203	54,964	27,526	260,783	134,182
Total Operating Revenues	5,452,474	6,200,626	1,378,973	5,270,541	18,302,614	15,381,889	333,515	183,992
Operating Expenses:								
Personal services	887,454	636,704	276,937	861,934	2,663,029	2,648,583	244,592	241,453
Contracted labor				1,617,856	1,617,856	184,427		
Other charges and services	2,138,578	654,559	284,738	1,329,289	4,407,164	4,294,822	775,747	1,664,946
Supplies	235,467	36,397	43,786	573,172	888,822	714,810		
Disposal charges		3,916,339			3,916,339	4,001,908		
Pro Shop cost of goods sold				151,251	151,251	128,013		
Restaurant cost of goods sold				805,557	805,557	84,541		
Depreciation	1,920,320	855,062	635,957	738,214	4,149,553	3,945,556		
Total Operating Expenses	5,181,819	6,099,061	1,241,418	6,077,273	18,599,571	16,002,660	1,020,339	1,906,399
Operating Income (Loss)	270,655	101,565	137,555	(806,732)	(296,957)	(620,771)	(686,824)	(1,722,407)
Nonoperating Revenues (Expenses):								
Investment income	76,069	110,573	83,272	75	269,989	615,663	166,329	482,051
Intergovernmental revenue				63,884	63,884	62,613		
Sale of water meters	34,095				34,095	30,280		
Gain (loss) on disposal of capital assets	(100,185)			130,313	30,128	45,531		
Bad debt expense						(18,620)		
Interest and fiscal charges	(378,244)		(15,531)	(223,984)	(617,759)	(549,166)		
Purchase and repair of water meters	(35,981)				(35,981)	(58,638)		
Total Nonoperating Revenues (Expenses)	(404,246)	110,573	67,741	(29,712)	(255,644)	127,663	166,329	482,051
Income (Loss) before transfers	(133,591)	212,138	205,296	(836,444)	(552,601)	(493,108)	(520,495)	(1,240,356)
Transfers in							783,924	748,201
Transfers out							(69,075)	(112,967)
Change in net position	(133,591)	212,138	205,296	(836,444)	(552,601)	(493,108)	194,354	(605,122)
Net Position at Beginning of Year, As Previously Stated	45,378,090	38,049,752	14,305,334	7,243,063			2,670,997	3,276,119
Change in Accounting Principle	(325,588)	(569,780)	(162,794)	(406,985)				
Net Position at Beginning of Year, Restated	45,052,502	37,479,972	14,142,540	6,836,078			2,670,997	3,276,119
Net Position at End of Year	\$ 44,918,911	\$ 37,692,110	\$ 14,347,836	\$ 5,999,634			\$ 2,865,351	\$ 2,670,997
Adjustments to reflect the consolidation of Internal Service Fund activities related to Enterprise Funds					(2,223)	(9,679)		
Change in net position of business-type activities					\$ (554,824)	\$ (502,787)		

CITY OF COON RAPIDS, MINNESOTA

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
 YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	Business-Type Activities - Enterprise Funds				Totals		Governmental Activities Internal Service Funds	
	Water	Sewer	Storm Water Drainage	Golf	2015	2014	2015	2014
Increase (Decrease) in Cash and Cash Equivalents								
Cash flows from operating activities:								
Cash received from customers	\$ 5,454,995	\$ 6,223,382	\$ 1,366,294	\$ 5,254,566	\$ 18,299,237	\$ 15,423,248	\$ 339,039	\$ 178,468
Cash paid to employees for services	(926,556)	(595,305)	(270,683)	(842,726)	(2,635,270)	(2,615,364)	(267,526)	(193,701)
Cash paid to suppliers for goods and services	(2,345,095)	(4,709,061)	(331,304)	(4,585,697)	(11,971,157)	(9,525,675)	(368,593)	(1,309,271)
Net cash provided (used) by operating activities	<u>2,183,344</u>	<u>919,016</u>	<u>764,307</u>	<u>(173,857)</u>	<u>3,692,810</u>	<u>3,282,209</u>	<u>(297,080)</u>	<u>(1,324,504)</u>
Cash flows from noncapital financing activities:								
Sale of water meters	34,095				34,095	30,280		
Purchase and repair of water meters	(35,981)				(35,981)	(58,638)		
Interfund loan - Principal payment				(52,872)	(52,872)	(52,245)		
Interfund loan - Interest payment				(4,439)	(4,439)	(5,729)		
Interfund loan proceeds				668,000	668,000			
Notes issuance						19,785		
Advance to other funds		(327,983)			(327,983)			
Advance from other funds				327,982	327,982			
Transfer in							783,924	748,201
Transfer out							(69,075)	(112,967)
Net cash provided (used) by noncapital financing activities	<u>(1,886)</u>	<u>(327,983)</u>	<u></u>	<u>938,671</u>	<u>608,802</u>	<u>(66,547)</u>	<u>714,849</u>	<u>635,234</u>
Cash flows from capital and related financing activities:								
Acquisition and construction of capital assets	(2,405,435)	(860,719)	(290,323)	(771,876)	(4,328,353)	(6,057,904)		
Proceeds from sale of capital assets	58,995			7,490	66,485	63,220		
Bond proceeds (net of issuance costs)	1,589,170				1,589,170	5,598,051		
Premium on bond proceeds	85,809				85,809	104,966		
Principal paid on revenue bonds	(1,195,000)			(125,000)	(1,320,000)	(1,070,000)		
Interest paid on revenue bonds	(362,296)		(11,974)	(142,553)	(516,823)	(441,924)		
Principal paid on capital lease				(43,762)	(43,762)			
Interest paid on capital lease				(6,041)	(6,041)			
Net cash used by capital and related financing activities	<u>(2,228,757)</u>	<u>(860,719)</u>	<u>(302,297)</u>	<u>(1,081,742)</u>	<u>(4,473,515)</u>	<u>(1,803,591)</u>		

(continued)

CITY OF COON RAPIDS, MINNESOTA

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
 YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	Business-Type Activities - Enterprise Funds				Totals		Governmental Activities Internal Service Funds	
	Water	Sewer	Storm Water Drainage	Golf	2015	2014	2015	2014
Cash flows from investing activities:								
Purchase of investments	(476,050)	(374,740)	(759,799)		(1,610,589)	(6,069,245)		
Interest on investments	72,453	112,749	82,619	1,705	269,526	608,581	169,812	481,958
Net cash provided (used) by investing activities	(403,597)	(261,991)	(677,180)	1,705	(1,341,063)	(5,460,664)	169,812	481,958
Net increase (decrease) in cash and cash equivalents	(450,896)	(531,677)	(215,170)	(315,223)	(1,512,966)	(4,048,593)	587,581	(207,312)
Cash and cash equivalents at beginning of year	1,752,205	1,868,101	1,401,408	315,643	5,337,357	9,385,950	8,647,511	8,854,823
Cash and cash equivalents at end of year	<u>\$ 1,301,309</u>	<u>\$ 1,336,424</u>	<u>\$ 1,186,238</u>	<u>\$ 420</u>	<u>\$ 3,824,391</u>	<u>\$ 5,337,357</u>	<u>\$ 9,235,092</u>	<u>\$ 8,647,511</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities								
Operating income (loss)	<u>\$ 270,655</u>	<u>\$ 101,565</u>	<u>\$ 137,555</u>	<u>\$ (806,732)</u>	<u>\$ (296,957)</u>	<u>\$ (620,771)</u>	<u>\$ (686,824)</u>	<u>\$ (1,722,407)</u>
Adjustments to reconcile net operating income (loss) to net cash provided (used) by operating activities:								
Depreciation	1,920,320	855,062	635,957	738,214	4,149,553	3,945,556		
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:								
(Increase) decrease in accounts receivable	(58,886)	20,311	(12,694)	(13,399)	(64,668)	30,105	5,524	(5,524)
(Increase) decrease in due from other governments	(4,542)	2,445	15	(2,576)	(4,658)	(3,029)		
(Increase) decrease in inventories	(3,604)			47,938	44,334	(32,336)		
(Increase) decrease in prepaid items	(1,696)	(1,501)	(1,478)	21,968	17,293	(19,912)		
Increase in special assessments receivable	65,949				65,949	14,283		
Increase (decrease) in deferred outflows of resources	(33,428)	(58,499)	(16,714)	(41,784)	(150,425)			
Increase (decrease) in accounts payable	35,538	(110,318)	(1,302)	(130,539)	(206,621)	(58,449)	20,771	(6,089)
Increase (decrease) in salaries payable	(26,450)	3,192	2,138	4,444	(16,676)	40,627		
Increase (decrease) in deposits payable				(38,361)	(38,361)	88,748		
Decrease in contracts payable						(106,853)		
Increase (decrease) in compensated absences	(21,490)	22,741	(303)	3,717	4,665	(7,408)	(22,934)	47,752
Increase in other post employment benefits							386,383	361,764
Increase (decrease) in due to other governments	(1,288)	10,053		(9,578)	(813)	11,648		
Increase (decrease) in net pension liability	3,548	6,209	1,774	4,434	15,965			
Increase (decrease) in deferred inflows of resources	38,718	67,756	19,359	48,397	174,230			
Total adjustments	<u>1,912,689</u>	<u>817,451</u>	<u>626,752</u>	<u>632,875</u>	<u>3,989,767</u>	<u>3,902,980</u>	<u>389,744</u>	<u>397,903</u>
Net cash provided (used) by operating activities	<u>\$ 2,183,344</u>	<u>\$ 919,016</u>	<u>\$ 764,307</u>	<u>\$ (173,857)</u>	<u>\$ 3,692,810</u>	<u>\$ 3,282,209</u>	<u>\$ (297,080)</u>	<u>\$ (1,324,504)</u>
Non-Cash investing, capital, and financing activities:								
Change in fair value of investments	\$ 17,787	\$ 25,813	\$ 19,420	\$ (59)	\$ 62,961	\$ 450,847	\$ 38,630	\$ 351,617
Purchase of capital assets on account	\$ 2,364	\$ 529,423	\$	\$ 153,077	\$ 684,864	\$ 269,568		

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

Reader's Notes:

FIDUCIARY FUND

Deposit Fund - Established to account for the monies to be held until conditions set forth by the City are satisfied.

CITY OF COON RAPIDS, MINNESOTA

STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUND
 DECEMBER 31, 2015
 (WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)

	Balance December 31, 2015	Balance December 31, 2014
<u>Assets:</u>		
Cash and investments	\$ 1,411,939	\$ 1,380,041
Accrued interest	3,936	4,398
 Total Assets	 <u>\$ 1,415,875</u>	 <u>\$ 1,384,439</u>
<u>Liabilities:</u>		
Deposits Payable	<u>\$ 1,415,875</u>	<u>\$ 1,384,439</u>

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

**NOTES TO THE
FINANCIAL STATEMENTS**

Reader's Notes:

I. Summary of Significant Accounting Policies

The City of Coon Rapids operates under the "Home Rule Charter" form of government according to applicable State of Minnesota Statutes. The Charter prescribes a Council-Manager form of organization. The City provides the following services: general government, public safety, community services, community development, public works, public utilities, and a golf course.

The accounting policies of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governments. The following is a summary of the City's more significant accounting policies.

A. The Financial Reporting Entity

The City's financial reporting entity consists of the City of Coon Rapids (the primary government), the Coon Rapids Housing and Redevelopment Authority (HRA) and the Coon Rapids Economic Development Authority (EDA) (both component units).

BLENDING COMPONENT UNIT

The HRA and EDA are included in the City's reporting entity because of the significance of their operational and financial relationships with the City. They are presented as "blended component units" and therefore the individual fund balances and transactions of the HRA Fund (which accounts for the HRA and EDA) are blended into the financial statements.

The HRA and EDA were created by the City to carry out the economic development and tax increment financing activities in the City of Coon Rapids. The governing boards of both are the City Council, the Council reviews and approves HRA tax levies, and the City provides major community financing for HRA and EDA activities. Debt issuances for HRA and EDA activities are City general obligations. Although the HRA and EDA are separate legal entities, they are under the immediate control of the City and its Council. Separate financial statements for the HRA and EDA are not issued.

JOINTLY GOVERNED ORGANIZATION

The City is a member of the Local Government Information Systems Association (LOGIS). This is a consortium of approximately 20 government entities which provides computerized data processing and support services to its members. LOGIS is legally separate from the City, as the City does not appoint a voting majority of the Board and the consortium is fiscally independent of the City. The City paid \$341,971 to this organization for services and supplies provided during 2015 which are accounted for in the General, Water, Sewer, and Storm Water Drainage Funds.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

I. Summary of Significant Accounting Policies (continued)

B. Government-Wide and Fund Financial Statements (continued)

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

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

Those revenues susceptible to accrual are property taxes, franchise taxes, licenses, interest and charges for services. Funds held by the state and county at year end on behalf of the government also are recognized as revenue. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds are reported using the accrual basis of accounting.

The government reports the following major governmental funds:

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

The *Housing Programs Special Revenue Fund* accounts for housing improvement loan programs which are available to qualifying citizens and a scattered site housing program for the removal of residential structures in blighted areas. Revenue sources consist of mortgage and interest revenue from housing loans.

The *Improvement Bonds Debt Service Fund* accounts for the payment of bonds and interest for special assessment projects bonded for with G.O. Improvement Bonds.

The *Special Assessment Capital Projects Fund* accounts for the construction of public improvements, such as streets, water mains, sewer mains and storm sewers which are to be paid for wholly or in part from special assessments levied against benefited property owners.

The *Park Improvement Capital Projects Fund* accounts for the construction of parks through land acquisition and development of facilities.

I. Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The *Housing and Redevelopment Authority Capital Projects Fund* accounts for tax increment financing and economic development activities in the City.

The government reports the following major proprietary funds:

The *Water Fund* accounts for the operation of the water service to the community.

The *Sewer Fund* accounts for the operation of the sanitary sewer service to the community.

The *Storm Water Drainage Fund* accounts for the operation of the storm sewer service to the community.

The *Golf Fund* accounts for the operation of the City-owned golf course.

Additionally, the government reports the following fund types:

The *Internal Service Funds* account for insurance provided to other activities of the government on a cost reimbursement basis, for compensated absences for the governmental funds, and for other post-employment benefits.

The *Agency Fund* accounts for developer, builder and other types of deposits held by the City until certain conditions are met.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

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

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity

1. Cash and Investments

Cash balances from all funds are combined and invested to the extent available in investments authorized by State statutes and the City's investment policy. Earnings from such investments are allocated to the respective funds on the basis of applicable cash balance participation by each fund. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short term investments with maturities of three months or less at the time of purchase. Short-term investments that have a maturity of one year or less at the time of purchase are stated at amortized cost which does not differ significantly from fair value. Long-term investments are those that have a remaining maturity of over one year at the time of purchase and are stated at fair value.

I. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (continued)

2. Property Taxes Receivable

Property tax levies are set by the City Council in December each year and are certified to the County for collection the following year. In Minnesota, counties act as collection agents for all property taxes.

The County spreads all levies over the taxable property. Such taxes become a lien on January 1 and are recorded as receivables by the City at that date. Revenues are accrued and recognized in the year collectible, net of delinquencies.

Real property taxes may be paid by taxpayers in two equal installments on May 15 and October 15. Personal property taxes may be paid on February 28 and June 30. The County provides tax settlements to cities and other taxing districts three times a year, in June, November and January.

Taxes which remain unpaid at December 31 are classified as delinquent taxes receivable, and are fully offset by deferred inflows of resources in the fund financial statements because they are not known to be available to finance current expenditures. No allowance for uncollectible taxes has been provided because such amounts are not expected to be material.

3. Special Assessments Receivable

Special assessments are levied against the benefited properties for the assessable costs of special assessment improvement projects in accordance with State statutes. The City usually adopts the assessment rolls when the individual projects are complete or substantially complete. The assessments are collectible over a term of years generally consistent with the term of years of the related bond issue. Collection of annual installments (including interest) is handled by the County in the same manner as property taxes. Property owners are allowed to prepay total future installments without interest or prepayment penalties. Special assessments which remain unpaid at December 31 are classified as delinquent, deferred and other special assessments receivable and are fully offset by deferred inflows of resources in the fund financial statements because they are not known to be available to finance current expenditures.

Special assessments receivable includes the following components:

Current - amounts collected by Anoka County and not yet remitted to the City.

Delinquent - amounts billed to property owners but not paid.

Deferred - assessment installments which will be billed to property owners in future years.

Other - assessments for which payment has been postponed based on Council action.

4. Inventory, Property for Resale and Prepaid Items

All inventories and property for resale are valued at lower of cost or market using the first-in/first-out (FIFO) method. Inventories are recorded as expenditures/expenses when sold or used (consumption method) rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are reported using the consumption method and recorded as expenditures/expenses at the time of consumption.

I. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (continued)

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of two years or more. Such assets are recorded at historical cost or estimated historical cost if the original cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed.

The city has elected not to report intangible assets acquired in years prior to 2010. The City did not acquire any intangible assets for the year ending December 31, 2015.

Land and construction in progress are not depreciated. Property, plant and equipment are depreciated using the straight-line method applied over the following estimated useful lives of the assets.

	Useful Life <u>In Years</u>
Buildings and structures	10-50
Furniture, machinery and equipment	3-20
Other improvements	10-75
Infrastructure	25-75

The City reviews its property for impairment whenever events indicate the decline in service utility of the capital asset is significant in magnitude and the event or change in circumstances is outside the normal cycle of the capital asset.

6. Compensated Absences

The City compensates employees upon termination for unused vacation and one-half of the unused sick pay up to a maximum based on length of service. Accumulated unpaid vacation and sick pay is accrued and expensed as it is earned.

The Compensated Absences Internal Service fund accounts for compensated absences for governmental activities. Compensated absences for business-type activities are accounted for within the Enterprise Funds.

I. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (continued)

7. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as an expense in the period incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. State-Wide Pension Plans

For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (PERA) and additions to/deductions from the PERA's fiduciary net position have been determined on the same basis as they are reported by the PERA except that the PERA's fiscal year-end is June 30. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

9. Deferred Outflows/Inflows of Resources

In addition to assets, statements of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for reporting in this category. It is the deferred outflows of resources related to pensions reported in the government-wide and proprietary Statements of Net Position. This deferred outflow results from differences between expected and actual experience, changes of assumptions, differences between projected and actual earnings on pension plan investments, and contributions to the plan subsequent to the measurement date and before the end of the reporting period. These amounts are deferred and amortized as required under pension standards.

In addition to liabilities, statements of financial position or balance sheets will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items which qualify for reporting in this category.

The first item, unavailable revenue, is reported only in the governmental funds Balance Sheet. The governmental funds report unavailable revenue from three sources: property taxes, special assessments, and other receivables not collected within 60 days of year-end. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

The second item, deferred inflows of resources related to pensions, is reported in the government-wide and proprietary fund Statements of Net Position. This deferred inflow results from differences between expected and actual experience, changes of assumptions, and the difference between projected and actual earnings on pension plan investments. These amounts are deferred and amortized as required under pension standards.

I. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity (continued)

10. Fund Balance Classifications

In the fund financial statements, governmental funds report fund balance in classifications that disclose constraints for which amounts in those funds can be spent. These classifications are as follows:

Nonspendable – consists of amounts that are not in spendable form.

Restricted – consists of amounts related to externally imposed constraints established by creditors, grantors or contributors; or constraints imposed by state statutory provisions.

Committed – consists of internally imposed constraints. These constraints are established by Resolution of the City Council, which is the City's highest level of decision making authority.

Assigned – consists of internally imposed constraints. These constraints reflect the specific purpose for which it is the City's intended use. These constraints are established by the City Council and/or management. Pursuant to City Council Resolution, The City's Finance Director is authorized to establish assignments of fund balance.

Unassigned – is the residual classification for the general fund and also reflects negative residual amounts in other funds.

When both restricted and unrestricted resources are available for us, it is the City's policy to first use the restricted resources and then use unrestricted resources as they are needed. When unrestricted resources are available for use, it is the City's policy to use resources in the following order: committed, assigned, unassigned.

11. Net Position

In the government-wide and proprietary fund financial statements, net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position is displayed in three components:

Net Investment in Capital Assets - Consists of capital assets, net of accumulated depreciation, reduced by any outstanding debt attributable to acquire capital assets.

Restricted Net Position - Consists of net position restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

Unrestricted Net Position - All other elements of net position that do not meet the definition of "restricted" or "net investment in capital assets."

On the government wide financial statements, when both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

12. Comparative Data/Reclassifications

Comparative total data for the prior year has been presented only for the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

I. Summary of Significant Accounting Policies (continued)

E. Change in Accounting Principles

During the year ended December 31, 2015, the City implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and *GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date*. These statements included major changes in how employers account for pension benefit expenses and liabilities. In financial statements prepared using the economic resources measurement focus and accrual basis of accounting (government-wide and proprietary funds), an employer is required to recognize a liability for its share of the net pension liability provided through the pension plan. An employer is required to recognize pension expense and report deferred outflows of resources and deferred inflows of resources for its share related to pensions. This standard required retroactive implementation, which resulted in the restatement of net position as of December 31, 2014. The details of the restatement are as follows:

	Governmental-Wide Financial Statements		Proprietary Fund Financial Statements			
	Governmental Activities	Business-Type Activities	Water	Sewer	Storm Drain	Golf
Net Position - December 31, 2014 (as previously stated)	\$190,235,469	\$104,977,970	\$45,378,090	\$38,049,752	\$14,305,334	\$7,243,063
Deferred outflow related to pensions	900,080	62,761	13,947	24,407	6,973	17,434
Net pension liability	<u>(16,562,037)</u>	<u>(1,527,908)</u>	<u>(339,535)</u>	<u>(594,187)</u>	<u>(169,767)</u>	<u>(424,419)</u>
Net Position - December 31, 2014 (as restated)	<u>\$174,573,512</u>	<u>\$103,512,823</u>	<u>\$45,052,502</u>	<u>\$37,479,972</u>	<u>\$14,142,540</u>	<u>\$6,836,078</u>

II. Stewardship, Compliance, and Accountability

A. Budgetary Information

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted on a modified accrual basis for the General Fund and Special Revenue Funds. All annual appropriations lapse at fiscal year end. Project-length financial plans are adopted for all Capital Projects Funds.

Budgetary control is maintained at the object of expenditure category level within each activity. Budgeted amounts are as originally adopted, or as amended by the City Council. The budget may be amended by a majority of the Council by resolution. Management may not amend the budget without Council approval. Budgeted appropriations lapse at year end.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

II. Stewardship, Compliance, and Accountability (continued)

B. Excess of Expenditures over Appropriations

Fund	Personal Services	Other Charges	Capital Outlay
Housing Programs Fund		\$130,378	
Nonmajor Law Enforcement Programs Fund		257,740	\$16,659
Nonmajor Lodging Tax Fund		63,423	
Nonmajor Public Communication Fund	\$47,113	17,413	
Nonmajor Senior Activity Fund		45,478	
Nonmajor Community Development Block Grant Fund		2,788	
Nonmajor Curbside Recycling Fund	14,919	117,638	

C. Deficit Fund Equity

The following funds had a deficit fund balance or net position at year end. The City plans to eliminate these deficits through future revenues and/or other financing sources.

Nonmajor Public Communications Special Revenue Fund	\$500,025
Nonmajor Equipment Certificate Capital Projects Fund	917,642
Retirement Insurance Internal Service Fund	391,287

III. Detailed Notes on All Funds

A. Cash and Investments

Cash and investments at December 31, 2015, consist of the following:

	<u>Fair Value</u>
U.S. Agencies	\$63,112,424
Negotiable Certificates of Deposit	10,378,350
Money Market Fund	7,706,360
Repurchase Agreements	<u>5,353,123</u>
Total investments	86,550,257
Cash on hand	3,005
Book balance of bank account	<u>(498,829)</u>
Total cash and investments	<u><u>\$86,054,433</u></u>

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. As of December 31, 2015, the City had the following investments and maturities.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

A. Cash and Investments (continued)

Investment Type	Total Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	More than 10
U.S. Agencies*	\$63,112,424		\$25,045,152	\$32,736,393	\$5,330,879
Negotiable Certificates of Deposit	10,378,350	\$1,491,822	8,638,522	248,006	
Money Market Fund	7,706,360	7,706,360			
Repurchase Agreements	5,353,123	5,353,123			
Total	\$86,550,257	\$14,551,305	\$33,683,674	\$32,984,399	\$5,330,879

*Includes securities subject to call dates. For purposes of this disclosure, it is assumed that investments will be held until maturity.

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The City has adopted an investment policy which follows the Minnesota Statutes with respect to the instruments allowed. The Statutes authorize the City to invest in obligations of the U.S. Treasury and federal agencies and instrumentalities, commercial paper that is rated in the highest quality category by at least two nationally recognized rating agencies and matures in 270 days or less, banker's acceptances of United States banks, repurchase agreements, certificates of deposit, and money market funds whose portfolios consist of United States Treasury obligations and Federal Agency issues. As of December 31, 2015, the City's investments in U.S. Agencies (other than those with the direct guarantee of the U.S. Government), money market funds and the underlying securities for repurchase agreements were rated Aaa by Moody's Investor Service and AA+ by Standard and Poor's Financial Services.

Concentration of Credit Risk: Concentration risk is the risk of loss attributed to the magnitude of an investment in a single issuer. The City does not have a formal policy that limits the amount of investments in a single issuer. As of December 31, 2015, the City held more than 5% of its investments with the following issuers:

U.S. Agencies:	
Federal Home Loan Mortgage Corporation	17%
Federal Home Loan Banks	22%
Federal Farm Credit Banks	14%
Federal National Mortgage Association	14%
Wells Fargo Stagecoach Sweep Repurchase Agreement	6%

Custodial Credit Risk - Investments: For investments, custodial credit risk is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments that are in the possession of an outside party. The City has adopted an investment policy which follows the Minnesota Statutes with respect to the safekeeping of investments. As of December 31, 2015, all investments were insured or registered, or securities were held by the City or its agent in the City's name in accordance with Minnesota Statutes.

Custodial Credit Risk – Deposits: For deposits, custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to the City. State statutes require that insurance, surety bonds or collateral protect all City deposits. The market value of collateral pledged must equal 110% of the deposits not covered by insurance or bonds. As of December 31, 2015, the bank balance of the City's deposits was covered by federal depository insurance.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

B. Notes and Mortgages Receivable

Notes Receivable

In 2009, the City made an interest bearing loan at an interest rate of 4 percent to Steinwall, Inc. for \$170,000 through the Housing and Redevelopment Authority (HRA). This loan will be repaid in equal monthly installments with the final payment due on or before September 1, 2019. Notes receivable of \$71,812 are outstanding in the HRA Capital Projects Fund at December 31, 2015.

In 2011, the City made an interest bearing loan at varying interest rates (months 1-60 at 2.4% interest, months 61-80 at 5% interest, months 81-100 at 7.0% interest, and months 101-120 at 9% interest) to Biovest International, Inc. through the Housing and Redevelopment Authority (HRA). This loan will be repaid in equal monthly installments with a final balloon payment of \$198,909 due on or before May 1, 2021. Notes receivable of \$286,804 are outstanding in the HRA Capital Projects Fund at December 31, 2015.

In 2012, the City entered into an agreement with Anoka-Hennepin Independent School District No. 11 for School District use of dedicated locker rooms in the Coon Rapids Ice Center. This is a five year agreement to pay \$268,000 to the City. The School District will make nine semi-annual installments of \$29,778 starting on September 1, 2012. Notes receivable of \$59,556 are outstanding in the Facility Construction Fund at December 31, 2015.

In 2013, the City made an interest bearing loan at an interest rate of 4.9 percent to Kyle Estates III, LLC for \$100,000 through the Housing and Redevelopment Authority (HRA). This loan was paid in full during 2015.

In 2014, the City made an interest bearing loan at the interest rate of 6.0 percent to HMM LLC (Chanticlear Pizza), for \$100,000 through the Housing and Redevelopment Authority (HRA). This loan will be repaid in equal monthly installments with the final payment due on or before March 1, 2019. Notes receivable of \$87,127 are outstanding in the HRA Capital Projects fund at December 31, 2015.

In 2014, the City made an interest bearing note at an interest rate of 3.0 percent to Coon Rapids Andover American Little League for \$135,000. This loan will be repaid in equal semi annual installments with the final payment due on or before November 1, 2028. Notes receivable of \$127,054 are outstanding in the Facility Construction Fund at December 31, 2015.

In 2015, the City made an interest bearing loan at the interest rate of 5.25 percent to Coon Rapids Evergreen 23 LLC (Magnum Trucking) for \$500,000 through the Housing and Redevelopment Authority (HRA). This loan will be repaid in equal monthly installments with the final payment due on or before April 1, 2035. Notes receivable of \$490,400 are outstanding in the HRA Capital Projects fund at December 31, 2015.

In 2015, the City made a simple interest bearing loan at the interest rate of 1.00 percent to Coon Rapids Leased Housing Association IV, LLP (Dominium) for \$300,000. No payment of principal or interest will be made until January 19, 2034, at which time the principal amount and all accrued interest thereon are due and payable in full. Notes receivable of \$300,600 are outstanding in the HRA Capital Projects fund at December 31, 2015.

Mortgages Receivable

The City provides assistance to Coon Rapids residents to make necessary repairs or improvements to their homes through a housing loan program. Mortgages receivables of \$1,543,778 are outstanding in the Housing Programs Fund as of December 31, 2015. The amount not expected to be collected within one year is \$1,472,634.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

C. Due from Other Governments

Amounts due from other governments on December 31, 2015, were as follows:

	Federal	State	Local	Total
General Fund		\$37,179	\$103,554	\$140,733
Improvement Bonds Fund			5,021	5,021
Special Assessment Fund			11,181	11,181
Park Improvement Fund			83,832	83,832
HRA Fund			200	200
Other Governmental Funds:				
Special Revenue Funds:				
Law Enforcement Programs Fund	\$1,579	15,000	8,752	25,331
Curbside Recycling			163,562	163,562
Total Other Governmental Funds	1,579	15,000	172,314	188,893
Total Governmental Funds	1,579	52,179	376,102	429,860
Proprietary Funds:				
Water Fund			4,542	4,542
Sewer Fund			7,664	7,664
Storm Water Drainage Fund			2,020	2,020
Golf Fund	12,868		93,186	106,054
Total Proprietary Funds	12,868		107,412	120,280
Totals	\$14,447	\$52,179	\$483,514	\$550,140

D. Postponed and Delinquent Special Assessments

Certain special assessments are postponed by appropriate City Council action. The City Code provides that when such postponed levies are actually assessed, they shall be adjusted by applying a construction index to the original receivable amount. Applying the index to the postponed assessments of \$1,022,374 at December 31, 2015, would result in a receivable amount of \$3,982,145.

Delinquent special assessments as of December 31, 2015 totaled \$470,327 in the governmental funds and \$86,681 in the proprietary funds.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

E. Capital Assets

Capital Asset Activity for the Year Ended December 31, 2015, was as follows:

<u>Governmental Activities</u>	<u>Balance January 1, 2015</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance December 31, 2015</u>
Capital assets, not being depreciated:				
Land	\$58,467,535		(\$791,090)	\$57,676,445
Construction in progress	7,363,867	\$6,340,492		13,704,359
Total capital assets, not being depreciated	65,831,402	6,340,492	(791,090)	71,380,804
Capital assets, being depreciated:				
Buildings and structures	31,491,748	114,394		31,606,142
Furniture, machinery & equipment	20,507,617	2,214,416	(\$612,999)	22,109,034
Other improvements	14,989,379	3,309,590		18,298,969
Infrastructure	77,415,481	2,958,139		80,373,620
Total capital assets, being depreciated	144,404,225	8,596,539	(612,999)	152,387,765
Less accumulated depreciation for:				
Buildings and structures	(7,931,925)	(772,944)		(8,704,869)
Furniture, machinery & equipment	(12,806,076)	(1,648,832)	541,136	(13,913,772)
Other improvements	(8,811,288)	(481,616)		(9,292,904)
Infrastructure	(41,463,040)	(2,224,900)		(43,687,940)
Total accumulated depreciation	(71,012,329)	(5,128,292)	541,136	(75,599,485)
Total capital assets, being depreciated, net	73,391,896	3,468,247	(71,863)	76,788,280
Governmental activities capital assets, net	\$139,223,298	\$9,808,739	(\$862,953)	\$148,169,084

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

E. Capital Assets (continued)

<u>Business-Type Activities</u>	<u>Balance January 1, 2015</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance December 31, 2015</u>
Capital assets, not being depreciated:				
Land	\$2,135,357		(\$159,180)	\$1,976,177
Construction in progress	3,935,509	\$385,740	(\$605,275)	3,715,974
Total capital assets, not being depreciated	<u>6,070,866</u>	<u>385,740</u>	<u>(764,455)</u>	<u>5,692,151</u>
Capital assets, being depreciated:				
Buildings and structures	48,681,288	1,217,508		49,898,796
Furniture, machinery & equipment	7,147,992	1,536,867	(445,071)	8,239,788
Other improvements	11,937,375			11,937,375
Infrastructure	100,758,754	2,793,975		103,552,729
Total capital assets, being depreciated	<u>168,525,409</u>	<u>5,548,350</u>	<u>(445,071)</u>	<u>173,628,688</u>
Less accumulated depreciation for:				
Buildings and structures	(17,828,710)	(1,307,636)		(19,136,346)
Furniture, machinery & equipment	(4,494,653)	(633,053)	422,770	(4,704,936)
Other improvements	(6,423,886)	(523,811)		(6,947,697)
Infrastructure	(37,054,085)	(1,685,053)		(38,739,138)
Total accumulated depreciation	<u>(65,801,334)</u>	<u>(4,149,553)</u>	<u>422,770</u>	<u>(69,528,117)</u>
Total capital assets, being depreciated, net	<u>102,724,075</u>	<u>1,398,797</u>	<u>(22,301)</u>	<u>104,100,571</u>
Business-type activities capital assets, net	<u>\$108,794,941</u>	<u>\$1,784,537</u>	<u>(\$786,756)</u>	<u>\$109,792,722</u>

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

E. Capital Assets (continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	Total
General government	\$520,160
Public safety	736,361
Community services	9,584
Community development	19,175
Public works	3,843,012
Total depreciation expense-governmental activities	\$5,128,292
<u>Business-Type activities:</u>	
Water	\$1,920,320
Sewer	855,062
Storm water drainage	635,957
Golf	738,214
Total depreciation expense-business-type activities	\$4,149,553

F. Construction and Other Significant Commitments

The City has entered into construction contracts in various funds as follows:

Fund	Project Authorization	Expended through 12/31/15	Commitment
Special Assessment Capital Projects Fund	\$3,292,782	\$3,059,622	\$233,160
Park Improvement Fund	4,264,491	4,087,193	177,298
Total	\$7,557,273	\$7,146,815	\$410,458

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

G. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2015, is as follows:

1. Advances to/from other funds:

Advances are used to cover funds that would otherwise have a negative cash balance due to the timing of cash payments and/or construction costs incurred prior to the issuance of bonds, to reflect interfund loans, and to cover special assessments to be made at a future date. The following advances were made as of December 31, 2015:

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	\$133,403
Nonmajor Governmental	Nonmajor Governmental	917,642
Special Assessment	Nonmajor Governmental	1,055,129
Special Assessment	Golf	701,140
Nonmajor Governmental	Golf	112,780
Sewer	Golf	327,983
Total		\$3,248,077

2. Interfund Transfers

Transfers are used to move funds to finance various programs or projects that the City must account for in other funds in accordance with budgetary authorizations, to move revenues from the fund with collection authorization to funds where related expenditures are occurring, and to provide funding from unrestricted balances for funds with unexpected expenditures.

Transfer out:	Transfer in:					Total
	General	Park Improvement	HRA	Nonmajor Governmental	Internal Service	
General				\$300,000	\$720,148	\$1,020,148
Special Assessment	\$16,928			303,316		320,244
HRA					638	638
Nonmajor Governmental	29,749	\$2,350,000	\$3,951,993	238,600	4,063	6,574,405
Internal Service	10,000				59,075	69,075
Total	\$56,677	\$2,350,000	\$3,951,993	\$841,916	\$783,924	\$7,984,510

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

H. Leases

1. Capital Leases

During 2015, the City entered into an agreement for the lease of 108 electric golf carts with TCF Equipment Finance. This lease is paid in monthly installments with the final payment due in 2020. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the inception date in the Golf Enterprise Fund.

The assets acquired through capital leases are as follows:

	Golf Fund
Machinery and equipment	\$482,510
Less: Accumulated depreciation	(88,258)
Total	\$394,252

The future minimum lease payments and the net present value of these payments as of December 31, 2015 were as follows:

Year	Golf Fund
2016	\$74,705
2017	74,705
2018	74,705
2019	74,705
2020	24,902
Total	323,722
Less amount representing interest	(18,874)
Present value of minimum lease payments	\$304,848

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

I. Long-Term Debt

1. Bonds

The Schedule of Bonded Indebtedness (Exhibit N) details all bond issues. The long-term debt obligations for bonds outstanding at year end are summarized as follows:

Bonds	Final Maturities	Rates	December 31, 2015
Governmental Activities:			
Debt Service Funds	2030, 2036	2.0-4.5%	\$18,280,000
Special Assessment Fund	2019, 2021, 2022, 2023, 2024, 2025, 2026	2.0-4.3%	14,800,000
Business-Type Activities:			
Public Utility Funds	2018, 2021, 2024, 2025, 2026	2.0-4.45%	15,285,000
Recreational Facility Funds	2028, 2036	2.0-5.5%	4,535,000
Total			52,900,000
Less unamortized discounts/premiums			749,515
Total long-term bonded debt			\$53,649,515

Bonds payable from the Debt Service Funds includes two bond issues. The G.O. Park Improvement Bonds are backed by the full faith and credit of the City and will be repaid with property taxes. The Park Improvement Bonds Fund currently has \$613,554 available to service these bonds. The Lease Revenue Bonds were issued by the Coon Rapids Economic Development Authority, a component unit of the City of Coon Rapids. The City anticipates to repay these bonds from property taxes. The Lease Revenue Bonds Fund currently has \$787,252 available to service these bonds.

Special assessment bonds are backed by the full faith and credit of the City and were issued for capital assets of the City. These are payable primarily from special assessments against benefited property.

Bonded indebtedness of funds classified as business-type activities is a direct obligation of these funds, is serviced from net revenues of the funds, and is carried as a liability within the funds. The net revenues are pledged as collateral with respect to these bonds and the full faith and credit of the City is pledged as an additional guarantee.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

I. Long-Term Debt (continued)

1. Bonds (continued)

The annual requirements to amortize long term debt obligations outstanding at December 31, 2015, excluding capital leases, accrued compensated absences, net pension liability, and other postemployment benefits and including interest payments of \$13,884,787 over the life of the debt, are summarized below:

<u>Governmental Activities</u>	<u>Debt Service Bonds</u>		<u>Special Assessment Bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	\$740,000	\$692,761	\$1,500,000	\$380,076
2017	730,000	627,963	1,685,000	312,888
2018	755,000	605,144	1,720,000	267,596
2019	780,000	582,119	1,735,000	220,795
2020	800,000	558,419	1,615,000	176,700
2021-2025	4,420,000	2,365,550	6,195,000	354,637
2026-2030	5,195,000	1,565,672	350,000	3,500
2031-2035	3,960,000	663,749		
2036	900,000	20,250		
TOTALS	\$18,280,000	\$7,681,627	\$14,800,000	\$1,716,192

<u>Business-type Activities</u>	<u>Public Utility Funds</u>		<u>Recreational Facility Funds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	\$1,730,000	\$423,344	\$125,000	\$202,875
2017	1,935,000	359,106	130,000	198,811
2018	1,985,000	304,045	180,000	193,568
2019	1,565,000	251,359	190,000	187,448
2020	1,610,000	201,695	200,000	180,695
2021-2025	6,280,000	385,213	1,140,000	783,506
2026-2030	180,000	1,800	1,190,000	538,228
2031-2035			1,125,000	261,250
2036			255,000	14,025
TOTALS	\$15,285,000	\$1,926,562	\$4,535,000	\$2,560,406

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

I. Long-Term Debt (continued)

1. Bonds (continued)

The revenue pledged for each bond issue is as follows:

Bond Issue	Use of Proceeds	Type	Revenue Pledged			Remaining Principal and Interest	Current Year	
			% of Total Debt Service	Debt Service as a % of Net Revenues	Term of Pledge		Principal Paid	Pledged Revenue Received
G.O. State Aid Road Bonds 2005B	(1)	MSA allotments	100%	n/a	2006-15	\$0	\$362,100	\$362,100
G.O. Park Improvement Bonds 2015A	(2)	Property taxes	100%	n/a	2015-30	6,424,499	0	1,203,164
Lease Revenue Bonds 2010B	(3)	Property taxes/lease payments	100%	n/a	2010-36	19,537,128	938,506	981,268
G.O. Improvement Bonds 2005A	(1)	Property taxes & assessments	100%	n/a	2006-22	0	1,151,994	187,466
G.O. Improvement Bonds 2008A	(1)	Property taxes & assessments	100%	n/a	2009-19	678,911	174,242	216,196
G.O. Improvement Bonds 2010B	(1)	Property taxes & assessments	100%	n/a	2010-21	1,461,025	339,037	339,058
G.O. Improvement Bonds 2013A	(1)	Property taxes & assessments	100%	n/a	2013-23	3,074,600	420,600	498,272
G.O. Improvement Bonds 2013B	(1)	Property taxes & assessments	100%	n/a	2013-24	3,149,637	349,900	425,004
G.O. Improvement Bonds 2014A	(1)	Property taxes & assessments	100%	n/a	2014-25	4,509,388	58,559	554,787
G.O. Improvement Bonds 2015A	(1)	Property taxes & assessments	100%	n/a	2015-26	3,642,631	0	298,068
G.O. Water Revenue Refunding Bonds 2007A	(4)	Water revenues	100%	32%	2010-21	2,776,600	471,100	471,100
G.O. Water Revenue Bonds 2008A	(4)	Water revenues	100%	18%	2010-24	2,238,902	248,480	248,480
G.O. Water Revenue Refunding Bonds 2013A	(4)	Water revenues	100%	33%	2013-18	1,411,400	476,850	476,850
G.O. Water Revenue Bonds 2013B	(4)	Water revenues	100%	3%	2013-24	2,682,156	292,112	292,112
G.O. Water Revenue Bonds 2014A	(4)	Water revenues	100%	0%	2014-25	5,308,191	68,754	68,754
G.O. Water Revenue Bonds 2015A	(4)	Water revenues	100%	0%	2015-26	1,870,194	0	0
G.O. Storm Water Drainage Revenue Bonds 2014A	(5)	Storm Water drainage revenues	100%	0%	2014-25	924,119	11,974	11,974
G.O. Golf Course Revenue Bonds, Series 2010A	(6)	Golf revenues (84%)/Federal credit (16%)	100%	84%	2010-36	6,169,103	315,273	63,313
G.O. Golf Course Revenue Bonds, Series 2013A	(6)	Golf revenues	100%	4%	2013-28	926,303	16,165	0

(1) Infrastructure improvements

(2) Park improvements

(3) Ice arena land and construction

(4) Water system improvements

(5) Storm water drainage improvements

(6) Golf course improvements (pledged revenue includes Federal credit for Build America Bonds)

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

I. Long-Term Debt (continued)

2. Long-term debt activity for the year ended December 31, 2015, was as follows:

	Balance January 1, 2015	Change in Accounting Principle*	Additions	Reductions	Balance December 31, 2015	Due Within One Year
<u>Governmental Activities</u>						
Bonds Payable:						
General Obligation Bonds	\$355,000		\$5,295,000	(\$355,000)	\$5,295,000	\$315,000
Lease Revenue Bonds	13,400,000			(415,000)	12,985,000	425,000
Special Assessment Bonds	13,890,000		3,105,000	(2,195,000)	14,800,000	1,500,000
Deferred Amounts:						
Bond discount/premium	137,900		359,065	(33,466)	463,499	
Total Bonds Payable	27,782,900		8,759,065	(2,998,466)	33,543,499	2,240,000
Net Pension Liability ¹		\$16,562,037	5,610,471	(4,992,741)	17,179,767	
Compensated Absences ¹	2,406,397		285,641	(308,575)	2,383,463	179,586
Other Postemployment Benefits ¹	3,592,778		743,688	(357,305)	3,979,161	
Governmental Activities Long-Term Liabilities	<u>\$33,782,075</u>	<u>\$16,562,037</u>	<u>\$15,398,865</u>	<u>(\$8,657,087)</u>	<u>\$57,085,890</u>	<u>\$2,419,586</u>
<u>Business-Type Activities</u>						
Bonds Payable:						
Water Revenue Bonds	\$14,050,000		\$1,595,000	(\$1,195,000)	\$14,450,000	\$1,655,000
Storm Water Drainage Revenue Bonds	\$835,000				835,000	75,000
Golf Course Revenue Bonds	4,660,000			(125,000)	4,535,000	125,000
Deferred Amounts:						
Bond discount/premium	235,941		85,809	(35,734)	286,016	
Total Bonds Payable	19,780,941		1,680,809	(1,355,734)	20,106,016	1,855,000
Capital Leases			348,610	(43,762)	304,848	67,164
Net Pension Liability		\$1,527,908	377,892	(361,927)	1,543,873	
Compensated Absences	195,864		15,860	(11,195)	200,529	3,530
Business-Type Activities Long-Term Liabilities	<u>\$19,976,805</u>	<u>\$1,527,908</u>	<u>\$2,423,171</u>	<u>(\$1,772,618)</u>	<u>\$22,155,266</u>	<u>\$1,925,694</u>

*Adjustment is part of the change in accounting principle described earlier in these notes.

¹Net pension liability, compensated absences and other postemployment benefit obligations in the Governmental Activities have been liquidated by funding from the General Fund in 2015 and prior years.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

I. Long-Term Debt (continued)

3. Conduit Debt Obligations

Conduit debt obligations are certain limited-obligation revenue bonds or similar debt instruments issued for the express purpose of providing capital financing for a specific third party. The City has issued various Industrial Development and Housing Revenue Bonds to provide funding to private-sector entities for projects deemed to be in the public interest. Although these bonds bear the name of the City, the City has no obligation for such debt beyond the resources provided by related leases or loans. Accordingly, the bonds are not reported as liabilities in the financial statements of the City.

As of December 31, 2015, the following issues were outstanding:

Name	Date of Issue	Original Amount of Issue	Balance Outstanding as of December 31, 2015
Gaughan Office Building	10/93	\$1,565,000	\$125,000
Pine Point Apartments	4/97	2,125,000	1,675,000
Margaret Place	9/97	2,670,000	2,215,000
Wedum Redwood Terrace	6/99	4,370,000	3,045,000
Crest Oak Apartments	7/01	500,000	405,000
Crest Oak Apartments	7/01	3,000,000	2,460,000
Epiphany Assisted Living - Refunding	9/05	8,850,000	8,445,000
Mississippi View Apartments	9/06	3,400,000	2,750,000
Mississippi View Apartments	9/06	2,650,000	2,650,000
Kurt Manufacturing	11/07	9,000,000	3,520,000
Drake Apartments - Refunding	7/08	2,755,000	2,655,000
Tralee Terrace Apartments	6/10	3,930,000	3,710,000
Tralee Terrace Apartments	6/10	3,795,000	2,786,786
Epiphany Refunding Bonds	5/12	5,060,000	4,240,988
Coon Rapids Leased Housing Associates	10/15	24,816,000	24,816,000
 Total		 <u>\$78,486,000</u>	 <u>\$65,498,774</u>

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

III. Detailed Notes on All Funds (continued)

J. Fund Balance Classifications

At December 31, 2015, a summary of the governmental fund balance classifications are as follows:

	General*	Housing Program Fund	Improvement Bonds	Special Assessment Fund	Park Improvement Fund	HRA Fund	Other Governmental Funds	Total
Nonspendable:								
Inventories	\$210,962							\$210,962
Prepaid items	140,156					\$1,969	\$7,433	149,558
Advances to other funds	133,403							133,403
Total nonspendable	<u>484,521</u>					<u>1,969</u>	<u>7,433</u>	<u>493,923</u>
Restricted for:								
Contract grants	27,989							27,989
Debt service			\$3,420,865				1,400,806	4,821,671
Drug forfeitures							166,056	166,056
Tax increment financing						12,187,593	2,005,912	14,193,505
Total restricted	<u>27,989</u>		<u>3,420,865</u>			<u>12,187,593</u>	<u>3,572,774</u>	<u>19,209,221</u>
Committed to:								
Housing programs		\$6,631,240						6,631,240
Development of projects			1,539,143	\$11,367,559	\$129,030		5,649,999	18,685,731
Redevelopment						10,309,981		10,309,981
Public safety programs							8,584	8,584
Commissions and events							61,581	61,581
Law enforcement programs							84,770	84,770
Curbside recycling							6,729	6,729
Total committed		<u>6,631,240</u>	<u>1,539,143</u>	<u>11,367,559</u>	<u>129,030</u>	<u>10,309,981</u>	<u>5,811,663</u>	<u>35,788,616</u>
Assigned to:								
Encumbrances	118,300							118,300
Unassigned	<u>13,791,970</u>						<u>(1,418,146)</u>	<u>12,373,824</u>
Total	<u>\$14,422,780</u>	<u>\$6,631,240</u>	<u>\$4,960,008</u>	<u>\$11,367,559</u>	<u>\$129,030</u>	<u>\$22,499,543</u>	<u>\$7,973,724</u>	<u>\$67,983,884</u>

*The City adopted a General Fund fund balance policy of maintaining an unassigned fund balance at year-end of 45% of the upcoming year's budgeted expenditures and transfers out. This percentage at December 31, 2015 was 46.9%

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

IV. Other Information

A. Risk Management

The City established the Insurance Reserve Fund to account for losses related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or natural disaster. This Fund provides for losses up to \$50,000 for each claim with an annual aggregate of \$200,000. The City purchases commercial insurance coverage above the deductible through the League of Minnesota Cities Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program. The City pays an annual premium to the League for its insurance coverage. The League of Minnesota Cities Insurance Trust is self-sustaining through commercial companies for excess claims. The City is covered through the pool for any claims incurred but unreported, but retains risk for the deductible portion of its insurance policies. The amount of these deductibles is considered immaterial to the financial statements.

There were no significant reductions in insurance coverage from the previous year or settlements in excess of insurance coverage for any of the past three fiscal years.

The City's workers compensation insurance policy is retrospectively rated. With this type of policy, final premiums are determined after losses are known. A premium has been recorded in those funds with personal service expenditures according to the worker's compensation class rates for 2015. Additionally, the difference between the actual claims incurred and the calculated premiums that had been allocated to various funds is credited or charged to the Insurance Reserve Fund. For 2015, there was a credit of \$117,306 to this fund for this purpose.

At December 31, 2015, there are no claim liabilities reported in the Insurance Reserve Fund based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the Insurance Reserve Fund's claims liability (exclusive of worker's compensation retrospective premiums) for the past two fiscal years are as below. The end of year balance is a current liability and excludes insurance premiums payable of \$23,118.

<u>Year</u>	<u>Balance Beginning of Year</u>	<u>Claims Expense & Estimates</u>	<u>Claims Payments</u>	<u>Balance End of Year</u>
2014	\$10,092	\$227,909	\$235,148	\$2,853
2015	2,853	205,550	185,586	22,817

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

IV. Other Information (continued)

B. Retirement Plans

1. Defined Benefit Pension Plans - Statewide

a. Plan Description

The City participates in the following cost-sharing multiple-employer defined benefit pension plans administered by the PERA. PERA's defined benefit pension plans are established and administered in accordance with Minnesota Statutes, Chapters 353 and 356. PERA's defined benefit pension plans are tax qualified plans under Section 401 (a) of the Internal Revenue Code.

1. General Employees Retirement fund (GERF)

All full-time and certain part-time employees of the City are covered by the General Employees Retirement Fund (GERF). GERF members belong to either the Coordinated Plan or the Basic Plan. Coordinated Plan members are covered by Social Security and Basic Plan members are not. The Basic Plan was closed to new members in 1967. All new members must participate in the Coordinated Plan.

2. Public Employees Police and Fire Fund (PEPFF)

The PEPFF, originally established for police officers and firefighters not covered by a local relief association, now covers all police officers and firefighters hired since 1980. Effective July 1, 1999, the PEPFF also covers police officers and firefighters belonging to local relief associations that elected to merge with and transfer assets and administration to the PERA.

b. Benefits Provided

The PERA provides retirement, disability, and death benefits. Benefit provisions are established by state statute and can only be modified by the State Legislature.

Benefit increases are provided to benefit recipients each January. Increases are related to the funding ratio of the plan. Members in plans that are at least 90 percent funded for two consecutive years are given 2.5 percent increases. Members in plans that have not exceeded 90 percent funded, or have fallen below 80 percent, are given 1 percent increases.

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

1. GERF Benefits

Benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. Two methods are used to compute benefits for the PERA's Coordinated and Basic Plan members. The retiring member receives the higher of a step-rate benefit accrual formula (Method 1) or a level accrual formula (Method 2). Under Method 1, the annuity accrual rate for a Basic Plan member is 2.2 percent of average salary for each of the first 10 years of service and 2.7 percent for each remaining year. The annuity accrual rate for a Coordinated Plan member is 1.2 percent of average salary for each of the first 10 years and 1.7 percent for each remaining year. Under Method 2, the annuity accrual rate is 2.7 percent of average salary for Basic Plan members and 1.7 percent for Coordinated Plan members for each year of service. For members hired prior to July 1, 1989, a full annuity is available when age plus years of service equal 90 and normal retirement age is 65. For members hired on or after July 1, 1989, normal retirement age is the age for unreduced Social Security benefits capped at 66.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

IV. Other Information (continued)

B. Retirement Plans (continued)

1. Defined Benefit Pension Plans – Statewide (continued)

b. Benefits Provided (continued)

2. PEPFF Benefits

Benefits for PEPFF members first hired after June 30, 2010, but before July 1, 2014, vest on a prorated basis from 50 percent after five years up to 100 percent after 10 years of credited service. Benefits for PEPFF members first hired after June 30, 2014, vest on a prorated basis from 50 percent after 10 years up to 100 percent after 20 years of credited service. The annuity accrual rate is 3 percent of average salary for each year of service. For PEPFF members who were first hired prior to July 1, 1989, a full annuity is available when age plus years of service equal at least 90.

c. Contributions

Minnesota Statutes, Chapter 353 sets the rates for employer and employee contributions. Contribution rates can only be modified by the State Legislature.

1. GERF Contributions

Coordinated Plan members were required to contribute 6.50 percent of their annual covered salary in calendar year 2015. The City was required to contribute 7.50 percent for Coordinated Plan members in calendar year 2015. The City's contributions to the GERF for the year ended December 31, 2015 were \$741,080. The City's contributions were equal to the required contributions as set by state statute.

2. PEPFF Contributions

Plan members were required to contribute 10.8 percent of their annual covered salary in calendar year 2015. The City was required to contribute 16.20 percent of pay for PEPFF members in calendar year 2015. The City's regular contributions to the PEPFF for the year ended December 31, 2015 were \$1,358,308. The City's contributions were equal to the required contributions as set by state statute.

d. Pension Costs

1. GERF Pension Costs

At December 31, 2015, the City reported a liability of \$8,577,070 for its proportionate share of the GERF's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's contributions received by the PERA during the measurement period for employer payroll paid dates from July 1, 2014 through June 30, 2015, relative to the total employer contributions received from all of the PERA's participating employers. At June 30, 2015, the City's proportionate share was .1655 percent, which was a decrease of .0152 percent from its proportion measured as of June 30, 2014.

For the year ended December 31, 2015, the City recognized pension expense of \$962,019 for its proportionate share of the GERF's pension expense.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

IV. Other Information (continued)

B. Retirement Plans (continued)

1. Defined Benefit Pension Plans – Statewide (continued)

d. Pension Costs (continued)

1. GERF Pension Costs (continued)

At December 31, 2015, the City reported its proportionate share of the GERF's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience		\$432,430
Differences between projected and actual investment earnings	\$811,951	
Changes in proportion		535,515
Contributions paid to the PERA subsequent to the measurement date	372,416	
Total	\$1,184,367	\$967,945

\$372,416 reported as deferred outflows of resources related to pensions resulting from city contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31	Pension Expense Amount
2016	(\$119,660)
2017	(\$119,660)
2018	(\$119,660)
2019	\$202,986

2. PEPFF Pension Costs

At December 31, 2015, the City reported a liability of \$10,146,570 for its proportionate share of the PEPFF's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's contributions received by the PERA during the measurement period for employer payroll paid dates from July 1, 2014 through June 30, 2015, relative to the total employer contributions received from all of the PERA's participating employers. At June 30, 2015, the City's proportion was .893 percent, which as an increase of .004 percent from its proportion measured as of June 30, 2014.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

IV. Other Information (continued)

B. Retirement Plans (continued)

1. Defined Benefit Pension Plans – Statewide (continued)

d. Pension Costs (continued)

2. PEPFF Pension Costs (continued)

For the year ended December 31, 2015, the City recognized pension expense of \$1,756,004 for its proportionate share of the PEPFF’s pension expense. The City also recognized \$80,370 for the year ended December 31, 2015, as revenue for its proportionate share of the state of Minnesota’s on-behalf contributions to the PEPFF. Legislation passed in 2013 required the state of Minnesota to begin contributing \$9 million to the PEPFF each year, starting in fiscal year 2014.

At December 31, 2015, the City reported its proportionate share of the PEPFF’s deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience		\$1,645,442
Differences between projected and actual investment earnings	\$1,767,872	
Changes in proportion	36,002	
Contributions paid to the PERA subsequent to the measurement date	683,416	
Total	\$2,487,290	\$1,645,442

\$683,416 reported as deferred outflows of resources related to pensions resulting from the City’s contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31	Pension Expense Amount
2016	\$120,080
2017	\$120,080
2018	\$120,080
2019	\$120,080
2020	(\$321,888)

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

IV. Other Information (continued)

B. Retirement Plans (continued)

1. Defined Benefit Pension Plans – Statewide (continued)

e. Actuarial Assumptions

The total pension liability in the June 30, 2015 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.75% per year
Active member payroll growth	3.50% per year
Investment rate of return	7.90%

Salary increases were based on a service-related table. Mortality rates for active members, retirees, survivors, and disabilitants were based on RP-2000 tables for males or females, as appropriate, with slight adjustments. Cost of living benefit increases for retirees are assumed to be: 1 percent effective every January 1st until 2034, then 2.5 percent for GERP and PEPFF.

Actuarial assumptions used in the June 30, 2015, valuation were based on the results of actuarial experience studies. The experience study in the GERP was for the period July 1, 2004 through June 30, 2008, with an updated of economic assumptions in 2014. The experience study for the PEPFF was for the period July 1, 2004 through June 30, 2009.

There were no changes in actuarial assumptions in 2015.

The long-term expected rate of return on pension plan investments is 7.9 percent. The State Board of Investment, which manages the investments of the PERA, prepares an analysis of the reasonableness of the long-term expected rate of return on a regular basis using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce an expected long-term rate of return by weighting the expected future rates of return by the target asset allocation percentages. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic stocks	45%	5.50%
International stocks	15%	6.00%
Bonds	18%	1.45%
Alternative assets	20%	6.40%
Cash	2%	0.50%

f. Discount Rate

The discount rate used to measure the total pension liability was 7.9 percent. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, each of the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

IV. Other Information (continued)

B. Retirement Plans (continued)

1. Defined Benefit Pension Plans – Statewide (continued)

g. Pension Liability Sensitivity

The following presents the City’s proportionate share of the net pension liability for all plans it participates in, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease in Discount Rate (6.9%)	Discount Rate (7.9%)	1% Increase in Discount Rate (8.9%)
The City’s proportionate share of the GEFR net pension liability	\$13,486,201	\$8,577,070	\$4,522,880
The City’s proportionate share of the PEPFF net pension liability	\$19,775,771	\$10,146,570	2,191,172

h. Pension Plan Fiduciary Net Position

Detailed information about each pension plan’s fiduciary net position is available in a separately-issued PERA financial report that includes financial statements and required supplementary information. That report may be obtained on the PERA website at www.mnpera.org.

2. Defined Contribution Plan

Council members of the City are covered by the Public Employees Defined Contribution Plan (PEDCP), a multiple-employer deferred compensation plan administered by the PERA. The PEDCP is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until time of withdrawal.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. Minnesota Statutes, Chapter 353D.03, specifies plan provisions, including the employee and employer contribution rates for those qualified personnel who elect to participate. An eligible elected official who decides to participate contributes 5 percent of salary which is matched by the elected official’s employer. Employer and employee contributions are combined and used to purchase shares in one or more of the seven accounts of the Minnesota Supplemental Investment Fund. For administering the plan, the PERA receives 2 percent of employer contributions and twenty-five hundredths of 1 percent (0.0025) of the assets in each member’s account annually.

Total contributions made by the City for the last three fiscal years were:

For the Year Ended December 31,	Contribution Amount		Percentage of Covered Payroll		Required Rate for Employees and Employers
	Employee	Employer	Employee	Employer	
2015	\$1,709	\$1,709	5%	5%	5%
2014	700	700	5%	5%	5%
2013	700	700	5%	5%	5%

IV. Other Information (continued)

C. Other Post-Employment Benefits

1. Plan Description

In addition to providing the pension benefits described in Note IV.B., the City provides post-employment health care benefits (as defined in section 2 below) for retired employees and police and firefighters disabled in the line of duty, through a single-employer defined benefit plan. The term *Plan* refers to the City's requirement by State Statute to provide retirees with access to health insurance. The OPEB plan is administered by the City. The authority to provide these benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through its personnel manual and collective bargaining agreements with employee groups. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The Plan does not issue a separate report.

2. Benefits Provided

a. Retirees

The City is required by State Statute to allow retirees to continue participation in the City's group health insurance plan if the individual terminates service with the City through service retirement or disability retirement. Eligibility for continuing group health and dental insurance for City retirees is defined as follows:

- 1) Retirees who are at least 55 years of age and are PERA Basic, PERA Coordinated, or PERA Defined Contribution eligible; or
- 2) Retirees who are members of the PERA Police and Fire Fund who are at least 50 years of age and are PERA Police and Fire Pension eligible; or
- 3) Former employees approved for disability retirement by PERA.

Employees may obtain spouse coverage at retirement or add spouse coverage at the beginning of an enrollment year. Covered spouses may continue coverage after the retiree's death.

All health care coverage is provided through the City's group health insurance plans. The retiree is required to pay 100% of their premium cost for the City-sponsored group health insurance plan in which they participate. The premium is a blended rate determined on the entire active and retiree population. Since the projected claims cost for retirees exceeds the blended premium paid by retirees, the retirees are receiving an implicit rate subsidy (benefit). The coverage levels are the same as those afforded to active employees. Retirees and spouses are eligible to remain in the City-sponsored group health insurance plan until death or the obtainment of Medicare, provided the applicable premiums are paid.

b. Police and Fire Retirees

The City pays 100% of the single plan premium cost for police officers hired before March 1, 2007 and firefighters hired before January 1, 2014 who retire before age 65 as stipulated in the police and fire union contracts. These employees are eligible for those benefits until they reach age 65 or become eligible for Medicare.

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

IV. Other Information (continued)

C. Other Post-Employment Benefits (continued)

2. Benefits Provided (continued)

c. Disabled Police and Firefighters

In accordance with Minnesota Statute 299A.465, the City is responsible to continue payment of the City's contribution toward health coverage for police officers or firefighters disabled in the line of duty, or a surviving spouse and/or dependents of a police officer or firefighter killed in the line of duty. The contribution continues until the police officer, firefighter or surviving spouse reaches age 65 or the dependent is no longer eligible under the contract.

3. Participants

As of the last actuarial valuation date of January 1, 2014, participants consisted of:

Retirees and beneficiaries currently purchasing health insurance through the City	3
Retirees receiving payments	23
Active employees	<u>224</u>
Total	<u>250</u>
Participating employers	<u>1</u>

4. Funding Policy

The additional cost of using a blended rate for actives and retirees is currently funded on a pay-as-you-go basis. Funding for the net OPEB obligation (discussed below) is provided in the Retirement Insurance Internal Service Fund. The City Council may change the funding policies at any time.

5. Annual OPEB Costs and Net OPEB Obligation

The City's annual other post employment benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The net OPEB obligation as of December 31, 2015, was calculated as follows:

Annual required contribution (ARC)	\$717,651
Interest on net OPEB obligation	161,675
Adjustment to the ARC	<u>(135,638)</u>
Annual OPEB cost	743,688
Contributions made during the year	<u>357,305</u>
Increase in net OPEB obligation	386,383
Net OPEB obligation - beginning of year	<u>3,592,778</u>
Net OPEB obligation - end of year	<u><u>\$3,979,161</u></u>

CITY OF COON RAPIDS, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

IV. Other Information (continued)

C. Other Post-Employment Benefits (continued)

5. Annual OPEB Costs and Net OPEB Obligation (continued)

The City had an actuarial valuation performed for the plan as of January 1, 2014 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC). The City's annual OPEB cost, percentage of annual OPEB cost contributed to the plan and net OPEB obligation for the past three fiscal years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2013	\$1,035,435	\$355,854	34.4%	\$3,231,014
December 31, 2014	687,143	325,379	47.4%	3,592,778
December 31, 2015	743,688	357,305	48.0%	3,979,161

6. Funded Status and Funding Progress

The City currently has no assets that have been irrevocably deposited in a trust for future health benefits; therefore, the actuarial value of assets is zero. The funded status of the plan was as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
January 1, 2014	\$0	\$6,923,053	\$6,923,053	0.0%	\$16,002,743	43.3%

7. Actuarial Methods and Assumptions

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

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

IV. Other Information (continued)

C. Other Post-Employment Benefits (continued)

7. Actuarial Methods and Assumptions (continued)

In the January 1, 2014 actuarial valuation, the following methods and assumptions were used:

- Actuarial cost method – projected unit credit
- Amortization of unfunded actuarial accrued liability (UAAL) – level percentage of payroll over an open amortization period of 30 years
- Discount rate – 4.5%
- Payroll growth rate – 3.75%
- Salary increase rates – the salary increase rates used in the PERA plan of which the employee is a participant
- Monthly rates – life expectancies were based on the RP2000 mortality tables
- Retirement rates – the retirement rates used in the PERA plan of which the employee is a participant
- Dependent status – the percent of future retirees electing spouse coverage is assumed to be the same as the current percentage. Current and future retirees were assumed to have no children.
- Healthcare cost trend rate – an initial rate of 9.0% reducing to 5% over 12 years which includes an inflation rate assumption of 3.0%.

D. Contingent Liabilities

Claims and Litigation - There are several lawsuits pending in which the City is involved. In the opinion of management, the potential claims against the City not covered by insurance should not materially affect the financial statements of the City.

CITY OF COON RAPIDS

REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2015

Public Employees Retirement Association

Defined Benefit Pensions Plans

Schedule of City's Proportionate Share of Net Pension Liability

GERF Retirement Fund

	2015
City's proportion of the net position liability	0.1655%
City's proportionate share of the net pension liability	\$8,577,070
City's covered-employee payroll	\$9,716,392
Proportionate share of the net pension liability as a percentage of its covered-employee payroll	88.27%
Plan fiduciary net position as a percentage of the total pension liability	78.19%

Defined Benefit Pensions Plans

Schedule of City's Proportionate Share of Net Pension Liability

PEPFF Retirement Fund

	2015
City's proportion of the net position liability	0.8930%
City's proportionate share of the net pension liability	\$10,146,570
City's covered-employee payroll	\$8,179,311
Proportionate share of the net pension liability as a percentage of its covered-employee payroll	124.05%
Plan fiduciary net position as a percentage of the total pension liability	86.61%

Note: The City implemented GASB Statement No. 68 in fiscal 2015 (using a June 30, 2015 measurement date). This information is not available for previous fiscal years.

CITY OF COON RAPIDS
 REQUIRED SUPPLEMENTARY INFORMATION
 December 31, 2015

Public Employees Retirement Association

**Defined Benefit Pensions Plans
 Schedule of City Contributions
 GERF Retirement Fund**

	2015
Statutorily required contribution	\$741,080
Contributions in relation to the statutorily required contributions	\$741,080
Contribution deficiency (excess)	\$0
City covered-employee payroll	\$9,885,121
Contributions as a percentage of covered-employee payroll	7.50%

**Defined Benefit Pensions Plans
 Schedule of City Contributions
 PEPFF Retirement Fund**

	2015
Statutorily required contribution	\$1,358,308
Contributions in relation to the statutorily required contributions	\$1,358,308
Contribution deficiency (excess)	\$0
City covered-employee payroll	\$8,383,915
Contributions as a percentage of covered-employee payroll	16.20%

Note: The City implemented GASB Statement No. 68 in fiscal 2015. This information is not available for previous fiscal years.

CITY OF COON RAPIDS

REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2015

Other Postemployment Benefits Plan
Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
January 1, 2010	0	\$5,858,154	\$5,858,154	0.0%	\$14,652,971	40.0%
January 1, 2012	0	9,308,930	9,308,930	0.0%	14,877,430	62.6%
January 1, 2014	0	6,923,053	6,923,053	0.0%	16,002,743	43.3%

Reader's Notes:

**COMBINING AND INDIVIDUAL
STATEMENTS AND SCHEDULES**

CITY OF COON RAPIDS, MINNESOTA

COMBINED BALANCE SHEET
GOVERNMENTAL FUND TYPES (NONMAJOR FUNDS)
 DECEMBER 31, 2015
 (WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)

				<u>Totals</u>	
	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>2015</u>	<u>2014</u>
Assets					
Cash and investments	\$ 658,474	\$ 3,397,806	\$ 4,627,097	\$ 8,683,377	\$ 12,697,647
Taxes receivable		18,042	34,138	52,180	50,812
Accounts receivable	281,965		1,280	283,245	241,392
Accrued interest receivable	2,377	9,276	13,566	25,219	34,361
Notes receivable			186,610	186,610	254,111
Due from other governments	188,893			188,893	163,054
Advance to other funds			1,030,422	1,030,422	2,176,755
Prepaid items	7,433			7,433	5,661
Total Assets	<u>\$ 1,139,142</u>	<u>\$ 3,425,124</u>	<u>\$ 5,893,113</u>	<u>\$ 10,457,379</u>	<u>\$ 15,623,793</u>
Liabilities					
Accounts payable	\$ 88,065		\$ 38,383	\$ 126,448	\$ 404,172
Salaries payable	27,649		14,765	42,414	34,703
Due to other governments	247			247	1,077
Advance from other funds	1,188,532		917,642	2,106,174	1,697,990
Total Liabilities	<u>1,304,493</u>		<u>970,790</u>	<u>2,275,283</u>	<u>2,137,942</u>
Deferred Inflows of Resources					
Unavailable revenue - property taxes		\$ 947	20,815	21,762	32,119
Unavailable revenue - other			186,610	186,610	254,111
Total Deferred Inflows of Resources		<u>947</u>	<u>207,425</u>	<u>208,372</u>	<u>286,230</u>
Fund Balances					
Nonspendable:					
Prepaid items	7,433			7,433	5,661
Restricted:					
Drug forfeitures	166,056			166,056	155,471
Debt service		1,400,806		1,400,806	737,897
Tax increment financing		2,005,912		2,005,912	5,876,748
Total Restricted	<u>166,056</u>	<u>3,406,718</u>		<u>3,572,774</u>	<u>6,770,116</u>
Committed:					
Public safety programs	8,584			8,584	8,964
Public communications programs					124,983
Commissions and events	61,581			61,581	74,039
Law Enforcement programs	84,770			84,770	90,631
Curbside Recycling	6,729			6,729	59,967
Development of projects		17,459	5,632,540	5,649,999	7,200,690
Total Committed	<u>161,664</u>	<u>17,459</u>	<u>5,632,540</u>	<u>5,811,663</u>	<u>7,559,274</u>
Unassigned	(500,504)		(917,642)	(1,418,146)	(1,135,430)
Total Fund Balance	<u>(165,351)</u>	<u>3,424,177</u>	<u>4,714,898</u>	<u>7,973,724</u>	<u>13,199,621</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,139,142</u>	<u>\$ 3,425,124</u>	<u>\$ 5,893,113</u>	<u>\$ 10,457,379</u>	<u>\$ 15,623,793</u>

CITY OF COON RAPIDS, MINNESOTA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND TYPES (NONMAJOR FUNDS)
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	Special Revenue	Debt Service	Capital Projects	Totals	
				2015	2014
Revenues:					
General property taxes		\$ 2,423,016	\$ 1,747,469	\$ 4,170,485	\$ 3,637,952
Special assessments					4
Investment income	\$ 15,948	105,622	97,960	219,530	595,255
Intergovernmental	759,951			759,951	575,339
Charges for services	2,420			2,420	2,414
Other	1,837,073		412,417	2,249,490	2,173,741
Total Revenues	<u>2,615,392</u>	<u>2,528,638</u>	<u>2,257,846</u>	<u>7,401,876</u>	<u>6,984,705</u>
Expenditures:					
Current:					
General government	2,168,466			2,168,466	1,145,936
Public safety	289,901			289,901	76,989
Community services	146,078			146,078	125,986
Community development	286,015			286,015	298,445
Maintenance services	376,187			376,187	233,068
Capital outlay and improvements			2,690,131	2,690,131	3,366,331
Debt service:					
Principal retirement		415,000		415,000	400,000
Interest and fiscal charges		523,506		523,506	534,194
Total Expenditures	<u>3,266,647</u>	<u>938,506</u>	<u>2,690,131</u>	<u>6,895,284</u>	<u>6,180,949</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(651,255)</u>	<u>1,590,132</u>	<u>(432,285)</u>	<u>506,592</u>	<u>803,756</u>
Other Financing Sources (Uses):					
Transfers in			841,916	841,916	1,765,796
Transfers out	<u>(33,812)</u>	<u>(5,340,593)</u>	<u>(1,200,000)</u>	<u>(6,574,405)</u>	<u>(334,754)</u>
Total Other Financing Sources (Uses)	<u>(33,812)</u>	<u>(5,340,593)</u>	<u>(358,084)</u>	<u>(5,732,489)</u>	<u>1,431,042</u>
Net Change in Fund Balances	<u>(685,067)</u>	<u>(3,750,461)</u>	<u>(790,369)</u>	<u>(5,225,897)</u>	<u>2,234,798</u>
Fund Balance at Beginning of Year	<u>519,716</u>	<u>7,174,638</u>	<u>5,505,267</u>	<u>13,199,621</u>	<u>10,964,823</u>
Fund Balance at End of Year	<u>\$ (165,351)</u>	<u>\$ 3,424,177</u>	<u>\$ 4,714,898</u>	<u>\$ 7,973,724</u>	<u>\$ 13,199,621</u>

Reader's Notes:

SPECIAL REVENUE NONMAJOR FUNDS

Law Enforcement Programs Fund - Established to administer the proceeds from drug and DUI forfeiture activities. Also, to account for gifts and contributions from outside sources for the Drug Abuse Resistance Education (DARE) program and law enforcement block grant proceeds.

Fire Department Programs Fund - Established to account for special Fire Department activities including smoke detector, lock box, and Safety Camp Programs.

Lodging Tax Fund – Established to account for lodging taxes submitted by hotels and motels in the City and the disbursement of those taxes.

Public Communication Fund - Established to administer the proceeds from cable television franchise fees.

Commissions and Events Fund - Established to coordinate the activities of the Arts Commission, Historical Commission, and other special City events.

Senior Activity Fund - Established to account for special activities for the Senior Center. Proceeds are provided by gifts, fundraisers, and activity fees.

Community Development Block Grant Fund - Established to administer the proceeds from Housing and Community Development Grants.

Curbside Recycling Fund - Established to coordinate all city recycling activities and to administer the County grant.

CITY OF COON RAPIDS, MINNESOTA

**SPECIAL REVENUE NONMAJOR FUNDS
COMBINING BALANCE SHEET**

DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)

	Law Enforcement Programs Fund	Fire Dept. Programs Fund	Lodging Tax Fund	Public Communication Fund	Commissions and Events Fund
Assets					
Cash and investments	\$ 233,432	\$ 11,005		\$ 347,620	\$ 10,865
Accounts receivable	606		\$ 17,849	263,037	
Accrued interest receivable	721	31		1,387	34
Due from other governments	25,331				
Prepaid items				479	1,600
Total Assets	\$ 260,090	\$ 11,036	\$ 17,849	\$ 612,523	\$ 12,499
Liabilities					
Accounts payable	\$ 9,264	\$ 2,452	\$ 16,957	\$ 33,978	\$ 800
Salaries payable				23,194	
Due to other governments				247	
Advance from other funds			892	1,055,129	
Total Liabilities	9,264	2,452	17,849	1,112,548	800
Fund Balances					
Nonspendable:					
Prepaid items				479	1,600
Restricted:					
Drug forfeiture	166,056				
Committed:					
Public safety programs		8,584			
Public Communications programs					
Commissions and events					10,099
Law Enforcement programs	84,770				
Curbside Recycling programs					
Total Committed	84,770	8,584			10,099
Unassigned				(500,504)	
Total Fund Balance (Deficit)	250,826	8,584		(500,025)	11,699
Total Liabilities and Fund Balances	\$ 260,090	\$ 11,036	\$ 17,849	\$ 612,523	\$ 12,499

EXHIBIT D-1

Senior Activity Fund	Community Development Block Grant Fund	Curbside Recycling Fund	Totals	
			2015	2014
\$ 55,302		\$ 250	\$ 658,474	\$ 755,817
		473	281,965	241,392
204			2,377	2,579
		163,562	188,893	163,054
350		5,004	7,433	5,661
<u>\$ 55,856</u>	<u>\$</u>	<u>\$ 169,289</u>	<u>\$ 1,139,142</u>	<u>\$ 1,168,503</u>
\$ 4,024		\$ 20,590	\$ 88,065	\$ 63,357
		4,455	27,649	21,793
			247	1,077
		132,511	1,188,532	562,560
<u>4,024</u>		<u>157,556</u>	<u>1,304,493</u>	<u>648,787</u>
350		5,004	7,433	5,661
			166,056	155,471
			8,584	8,964
51,482			61,581	124,983
			84,770	74,039
		6,729	6,729	90,631
<u>51,482</u>		<u>6,729</u>	<u>161,664</u>	<u>358,584</u>
			(500,504)	
<u>51,832</u>		<u>11,733</u>	<u>(165,351)</u>	<u>519,716</u>
<u>\$ 55,856</u>	<u>\$</u>	<u>\$ 169,289</u>	<u>\$ 1,139,142</u>	<u>\$ 1,168,503</u>

CITY OF COON RAPIDS, MINNESOTA

SPECIAL REVENUE NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	Law Enforcement Programs Fund	Fire Dept. Programs Fund	Lodging Tax Fund	Public Communications Fund	Commissions and Events Fund
Revenues:					
Investment income	\$ 4,814	\$ 206		\$ 9,319	\$ 232
Intergovernmental	211,224			535	
Charges for services	2,420				
Other	<u>69,265</u>	<u>6,316</u>	<u>\$ 276,672</u>	<u>1,262,522</u>	<u>7,069</u>
Total Revenues	<u>287,723</u>	<u>6,522</u>	<u>276,672</u>	<u>1,272,376</u>	<u>7,301</u>
Expenditures:					
General Government			262,923	1,894,398	11,145
Public Safety	282,999	6,902			
Community Services					
Community Development					
Maintenance Services					
Total Expenditures	<u>282,999</u>	<u>6,902</u>	<u>262,923</u>	<u>1,894,398</u>	<u>11,145</u>
Excess (Deficiency) of Revenues over Expenditures	<u>4,724</u>	<u>(380)</u>	<u>13,749</u>	<u>(622,022)</u>	<u>(3,844)</u>
Other Financing Uses:					
Transfers out			<u>(13,749)</u>	<u>(4,063)</u>	
Net Change in Fund Balance	4,724	(380)		(626,085)	(3,844)
Fund Balance at Beginning of Year	<u>246,102</u>	<u>8,964</u>		<u>126,060</u>	<u>15,543</u>
Fund Balance (Deficit) at End of Year	<u>\$ 250,826</u>	<u>\$ 8,584</u>	<u>\$</u>	<u>\$ (500,025)</u>	<u>\$ 11,699</u>

EXHIBIT D-2

Senior Activity Fund	Community Development Block Grant Fund	Curbside Recycling Fund	Totals	
			2015	2014
\$ 1,377			\$ 15,948	\$ 43,264
	\$ 286,015	\$ 262,177	759,951	575,339
			2,420	2,414
154,037		61,192	1,837,073	1,565,572
155,414	286,015	323,369	2,615,392	2,186,589
			2,168,466	1,145,936
			289,901	76,989
146,078			146,078	125,986
	286,015		286,015	298,445
		376,187	376,187	233,068
146,078	286,015	376,187	3,266,647	1,880,424
9,336		(52,818)	(651,255)	306,165
(16,000)			(33,812)	(30,292)
(6,664)		(52,818)	(685,067)	275,873
58,496		64,551	519,716	243,843
<u>\$ 51,832</u>	<u>\$</u>	<u>\$ 11,733</u>	<u>\$ (165,351)</u>	<u>\$ 519,716</u>

CITY OF COON RAPIDS, MINNESOTA

LAW ENFORCEMENT PROGRAMS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	2014 Actual
Revenues:					
Investment income	\$ 3,900	\$ 3,900	\$ 4,814	\$ 914	\$ 13,642
Intergovernmental			211,224	211,224	19,210
Charges for services			2,420	2,420	2,414
Other	20,000	20,000	69,265	49,265	22,460
Total Revenues	<u>23,900</u>	<u>23,900</u>	<u>287,723</u>	<u>263,823</u>	<u>57,726</u>
Expenditures:					
Public Safety:					
Other charges and services			257,740	(257,740)	53,831
Capital outlay		8,600	25,259	(16,659)	14,708
Total Expenditures		<u>8,600</u>	<u>282,999</u>	<u>(274,399)</u>	<u>68,539</u>
Net Change in Fund Balances	<u>\$ 23,900</u>	<u>\$ 15,300</u>	4,724	<u>\$ (10,576)</u>	(10,813)
Fund Balance at Beginning of Year			<u>246,102</u>		<u>256,915</u>
Fund Balance at End of Year			<u>\$ 250,826</u>		<u>\$ 246,102</u>

CITY OF COON RAPIDS, MINNESOTA

FIRE DEPARTMENT PROGRAMS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				2014 Actual
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	
Revenues:					
Investment income	\$ 150	\$ 150	\$ 206	\$ 56	\$ 661
Other	10,000	10,000	6,316	(3,684)	7,270
Total Revenues	<u>10,150</u>	<u>10,150</u>	<u>6,522</u>	<u>(3,628)</u>	<u>7,931</u>
Expenditures:					
Public Safety:					
Other charges and services	9,500	9,500	6,902	2,598	8,450
Net Change in Fund Balances	<u>\$ 650</u>	<u>\$ 650</u>	(380)	<u>\$ (1,030)</u>	(519)
Fund Balance at Beginning of Year			<u>8,964</u>		<u>9,483</u>
Fund Balance at End of Year			<u>\$ 8,584</u>		<u>\$ 8,964</u>

LODGING TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>				<u>2014</u> <u>Actual</u>
	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>	
Revenues:					
Other	\$ 210,000	\$ 210,000	\$ 276,672	\$ 66,672	\$ 260,335
Expenditures:					
General Government:					
Other charges and services	199,500	199,500	262,923	(63,423)	247,408
Excess of Revenues over Expenditures	10,500	10,500	13,749	3,249	12,927
Other Financing Uses:					
Transfers out	(10,500)	(13,749)	(13,749)		(12,927)
Net Change in Fund Balance	<u>\$</u>	<u>\$ (3,249)</u>		<u>\$ 3,249</u>	
Fund Balance at Beginning of Year					
Fund Balance at End of Year			<u>\$</u>		<u>\$</u>

CITY OF COON RAPIDS, MINNESOTA

PUBLIC COMMUNICATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				2014 Actual
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	
Revenues:					
Investment income	\$ 4,647	\$ 4,647	\$ 9,319	\$ 4,672	\$ 24,397
Intergovernmental	800	800	535	(265)	562
Other	980,000	980,000	1,262,522	282,522	1,085,064
Total Revenues	<u>985,447</u>	<u>985,447</u>	<u>1,272,376</u>	<u>286,929</u>	<u>1,110,023</u>
Expenditures:					
General Government:					
Personal services	655,272	654,272	701,385	(47,113)	654,991
Other charges and services	187,740	190,740	208,153	(17,413)	173,344
Capital outlay	89,500	986,700	984,860	1,840	58,171
Total Expenditures	<u>932,512</u>	<u>1,831,712</u>	<u>1,894,398</u>	<u>(62,686)</u>	<u>886,506</u>
Excess (Deficiency) of Revenues over Expenditures	<u>52,935</u>	<u>(846,265)</u>	<u>(622,022)</u>	<u>224,243</u>	<u>223,517</u>
Other Financing Uses:					
Transfers out		(4,064)	(4,063)	1	(1,365)
Net Change in Fund Balances	<u>\$ 52,935</u>	<u>\$ (850,329)</u>	<u>(626,085)</u>	<u>\$ 224,244</u>	<u>222,152</u>
Fund Balance (Deficit) at Beginning of Year			<u>126,060</u>		<u>(96,092)</u>
Fund Balance (Deficit) at End of Year			<u>\$ (500,025)</u>		<u>\$ 126,060</u>

CITY OF COON RAPIDS, MINNESOTA

COMMISSIONS AND EVENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				2014 Actual
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	
Revenues:					
Investment income	\$ 250	\$ 250	\$ 232	\$ (18)	\$ 698
Other	12,000	12,000	7,069	(4,931)	10,621
Total Revenues	<u>12,250</u>	<u>12,250</u>	<u>7,301</u>	<u>(4,949)</u>	<u>11,319</u>
Expenditures:					
General Government:					
Other charges and services	15,000	15,000	11,145	3,855	12,022
Net Change in Fund Balances	<u>\$ (2,750)</u>	<u>\$ (2,750)</u>	(3,844)	<u>\$ (1,094)</u>	(703)
Fund Balance at Beginning of Year			15,543		16,246
Fund Balance at End of Year			<u>\$ 11,699</u>		<u>\$ 15,543</u>

CITY OF COON RAPIDS, MINNESOTA

SENIOR ACTIVITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				2014 Actual
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	
Revenues:					
Investment income	\$ 900	\$ 900	\$ 1,377	\$ 477	\$ 3,866
Other	115,000	115,000	154,037	39,037	137,821
Total Revenues	<u>115,900</u>	<u>115,900</u>	<u>155,414</u>	<u>39,514</u>	<u>141,687</u>
Expenditures:					
Community Services:					
Other charges and services	100,600	100,600	146,078	(45,478)	125,986
Excess of Revenues over Expenditures	15,300	15,300	9,336	(5,964)	15,701
Other Financing Uses:					
Transfers out	(16,000)	(16,000)	(16,000)		(16,000)
Net Change in Fund Balances	<u>\$ (700)</u>	<u>\$ (700)</u>	(6,664)	<u>\$ (5,964)</u>	(299)
Fund Balance at Beginning of Year			58,496		58,795
Fund Balance at End of Year			<u>\$ 51,832</u>		<u>\$ 58,496</u>

CITY OF COON RAPIDS, MINNESOTA

COMMUNITY DEVELOPMENT BLOCK GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>				<u>2014</u> <u>Actual</u>
	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>	
Revenues:					
Intergovernmental	\$ 283,236	\$ 283,236	\$ 286,015	\$ 2,779	\$ 298,445
Expenditures:					
Community Development:					
Other charges and services	84,971	84,971	84,962	9	80,908
Project costs	198,265	198,265	201,053	(2,788)	217,537
Total Expenditures	283,236	283,236	286,015	(2,779)	298,445
Net Change in Fund Balances	<u>\$</u>	<u>\$</u>		<u>\$</u>	
Fund Balance at Beginning of Year					
Fund Balance at End of Year			<u>\$</u>		<u>\$</u>

CITY OF COON RAPIDS, MINNESOTA

CURBSIDE RECYCLING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015				2014 Actual
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	
Revenues:					
Intergovernmental	\$ 210,000	\$ 234,785	\$ 262,177	\$ 27,392	\$ 257,122
Other	30,000	30,000	61,192	31,192	42,001
Total Revenues	<u>240,000</u>	<u>264,785</u>	<u>323,369</u>	<u>58,584</u>	<u>299,123</u>
Expenditures:					
Maintenance Services:					
Personal services	89,224	89,224	104,143	(14,919)	83,666
Other charges and services	95,464	95,464	213,102	(117,638)	129,540
Capital outlay	55,312	124,297	58,942	65,355	19,862
Total Expenditures	<u>240,000</u>	<u>308,985</u>	<u>376,187</u>	<u>(67,202)</u>	<u>233,068</u>
Net Change in Fund Balance	<u>\$</u>	<u>\$ (44,200)</u>	(52,818)	<u>\$ (8,618)</u>	66,055
Fund Balance (Deficit) at Beginning of Year			<u>64,551</u>		<u>(1,504)</u>
Fund Balance at End of Year			<u>\$ 11,733</u>		<u>\$ 64,551</u>

Reader's Notes:

DEBT SERVICE NONMAJOR FUNDS

Tax Increment Bonds 2003B - Established to account for the payment of principal and interest on the tax increment bonds issued for the Honeywell project.

Lease Revenue Bonds - Established to account for the payment of principal and interest on bonds issued for the construction of an ice arena and the purchase of property in and surrounding the construction area.

Park Improvement Bonds – Established to account for the payment of principal and interest on the park improvement bond issue.

Equipment Certificates - Established to account for the payment of principal and interest on equipment certificates that were issued to finance major capital outlay purchases.

Housing and Redevelopment Authority Tax Increment Bonds - Established to account for the payment of principal and interest on the tax increment bond issues.

CITY OF COON RAPIDS, MINNESOTA

DEBT SERVICE NONMAJOR FUNDS
COMBINING BALANCE SHEET
 DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)

	Tax						Totals	
	Increment						Lease	Park
	Bonds of	Revenue	Improvement	Certificates	Authority Tax			
	2003B	Bonds	Bonds		Increment Bonds			
Assets								
Cash and investments	\$ 2,000,239	\$ 778,821	\$ 603,303	\$ 15,443		\$ 3,397,806	\$ 7,144,058	
Taxes receivable:								
Current		7,478	7,816	1,801		17,095	9,119	
Delinquent				947		947	7,112	
Accrued interest receivable	5,673	953	2,435	215		9,276	21,461	
Total Assets	<u>\$ 2,005,912</u>	<u>\$ 787,252</u>	<u>\$ 613,554</u>	<u>\$ 18,406</u>	<u>\$</u>	<u>\$ 3,425,124</u>	<u>\$ 7,181,750</u>	
Deferred Inflows of Resources								
Unavailable revenue - property taxes				\$ 947		\$ 947	\$ 7,112	
Fund Balances								
Restricted:								
Debt service		\$ 787,252	\$ 613,554			1,400,806	737,897	
Tax increment financing	\$ 2,005,912					2,005,912	5,876,748	
Total Restricted	<u>2,005,912</u>	<u>787,252</u>	<u>613,554</u>			<u>3,406,718</u>	<u>6,614,645</u>	
Committed:								
Development of projects				17,459		17,459	559,993	
Total Fund Balance	<u>2,005,912</u>	<u>787,252</u>	<u>613,554</u>	<u>17,459</u>		<u>3,424,177</u>	<u>7,174,638</u>	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,005,912</u>	<u>\$ 787,252</u>	<u>\$ 613,554</u>	<u>\$ 18,406</u>	<u>\$</u>	<u>\$ 3,425,124</u>	<u>\$ 7,181,750</u>	

CITY OF COON RAPIDS, MINNESOTA

DEBT SERVICE NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	Tax Increment Bonds of 2003B	Lease Revenue Bonds	Park Improvement Bonds	Equipment Certificates	Housing and Redevelopment Authority Tax Increment Bonds	Totals	
						2015	2014
Revenues:							
General property taxes		\$ 981,268	\$ 1,203,164	\$ 238,584		\$ 2,423,016	\$ 1,821,471
Investment income	\$ 38,322	6,593	16,422	1,450	\$ 42,835	105,622	341,351
Total Revenues	38,322	987,861	1,219,586	240,034	42,835	2,528,638	2,162,822
Expenditures:							
Principal retirement		415,000				415,000	400,000
Interest and fiscal charges		523,506				523,506	534,194
Total Expenditures		938,506				938,506	934,194
Excess of Revenues over Expenditures	38,322	49,355	1,219,586	240,034	42,835	1,590,132	1,228,628
Other Financing Uses:							
Transfers out			(1,150,000)	(238,600)	(3,951,993)	(5,340,593)	(304,462)
Net Change in Fund Balances	38,322	49,355	69,586	1,434	(3,909,158)	(3,750,461)	924,166
Fund Balance at Beginning of Year	1,967,590	737,897	543,968	16,025	3,909,158	7,174,638	6,250,472
Fund Balance at End of Year	\$ 2,005,912	\$ 787,252	\$ 613,554	\$ 17,459	\$	\$ 3,424,177	\$ 7,174,638

CITY OF COON RAPIDS, MINNESOTA

TAX INCREMENTS BONDS OF 2003B
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
Investment income	\$ 38,322	\$ 104,184
Net Change in Fund Balances	38,322	104,184
Fund Balance at Beginning of Year	<u>1,967,590</u>	<u>1,863,406</u>
Fund Balance at End of Year	<u>\$ 2,005,912</u>	<u>\$ 1,967,590</u>

CITY OF COON RAPIDS, MINNESOTA

EXHIBIT E-4

LEASE REVENUE BONDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
General property taxes	\$ 981,268	\$ 982,934
Investment income	6,593	18,227
Total Revenues	<u>987,861</u>	<u>1,001,161</u>
Expenditures:		
Principal retirement	415,000	400,000
Interest and fiscal charges	523,506	534,194
Total Expenditures	<u>938,506</u>	<u>934,194</u>
Net Change in Fund Balances	<u>49,355</u>	<u>66,967</u>
Fund Balance at Beginning of Year	<u>737,897</u>	<u>670,930</u>
Fund Balance at End of Year	<u>\$ 787,252</u>	<u>\$ 737,897</u>

CITY OF COON RAPIDS, MINNESOTA

PARK IMPROVEMENT BONDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
General property taxes	\$ 1,203,164	\$ 534,232
Investment income	16,422	9,736
Total Revenues	<u>1,219,586</u>	<u>543,968</u>
Other Financing Uses:		
Transfers out	<u>(1,150,000)</u>	
Net Change in Fund Balances	69,586	543,968
Fund Balance at Beginning of Year	<u>543,968</u>	
Fund Balance at End of Year	<u>\$ 613,554</u>	<u>\$ 543,968</u>

CITY OF COON RAPIDS, MINNESOTA

EXHIBIT E-6

EQUIPMENT CERTIFICATES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
General property taxes	\$ 238,584	\$ 304,305
Investment income	1,450	4,849
Total Revenues	<u>240,034</u>	<u>309,154</u>
Other Financing Uses:		
Transfers out	<u>(238,600)</u>	<u>(304,462)</u>
Net Change in Fund Balances	1,434	4,692
Fund Balance at Beginning of Year	<u>16,025</u>	<u>11,333</u>
Fund Balance at End of Year	<u>\$ 17,459</u>	<u>\$ 16,025</u>

CITY OF COON RAPIDS, MINNESOTA

EXHIBIT E-7

HOUSING AND REDEVELOPMENT AUTHORITY TAX INCREMENT BONDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
Investment income	\$ 42,835	\$ 204,355
Other Financing Uses:		
Transfers out	(3,951,993)	
Net Change in Fund Balances	(3,909,158)	204,355
Fund Balance at Beginning of Year	<u>3,909,158</u>	<u>3,704,803</u>
Fund Balance at End of Year	<u>\$ 3,909,158</u>	<u>\$ 3,909,158</u>

CAPITAL PROJECTS NONMAJOR FUNDS

Facilities Construction Fund - Established to account for the construction of new City facilities including the City Center complex and fire station.

Equipment Certificate Fund - Established to account for the purchase of major capital outlay items financed with equipment certificates.

Street Reconstruction Fund - Established to administer funds dedicated to restoring aging and deteriorating streets.

Capital Equipment Fund - Established to account for major capital outlay purchases.

Sidewalk Construction Fund - Established to administer funds dedicated to design and construct City sidewalks.

Riverdale Area Fund - Established to account for the construction of infrastructure improvements for the Riverdale area project.

CITY OF COON RAPIDS, MINNESOTA

**CAPITAL PROJECTS NONMAJOR FUNDS
COMBINING BALANCE SHEET**

DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)

	<u>Facilities Construction Fund</u>	<u>Equipment Certificate Fund</u>	<u>Street Reconstruction Fund</u>	<u>Capital Equipment Fund</u>
Assets				
Cash and investments	\$ 1,065,136		\$ 1,564,673	\$ 275,967
Taxes receivable:				
Current			5,896	6,509
Delinquent			8,327	12,488
Accounts receivable	1,280			
Accrued interest receivable	2,735		3,452	2,692
Notes receivable	186,610			
Advance to other funds	112,780			917,642
Total Assets	<u>\$ 1,368,541</u>	<u>\$</u>	<u>\$ 1,582,348</u>	<u>\$ 1,215,298</u>
Liabilities				
Accounts payable	\$ 27,311		\$ 11,022	\$ 50
Salaries payable	173		14,592	
Advance from other funds		\$ 917,642		
Total Liabilities	<u>27,484</u>	<u>917,642</u>	<u>25,614</u>	<u>50</u>
Deferred Inflows of Resources				
Unavailable revenue - property taxes			8,327	12,488
Unavailable revenue - other	186,610			
Total Deferred Inflows of Resources	<u>186,610</u>		<u>8,327</u>	<u>12,488</u>
Fund Balances				
Committed:				
Development of projects	1,154,447		1,548,407	1,202,760
Unassigned		(917,642)		
Total Fund Balance (Deficit)	<u>1,154,447</u>	<u>(917,642)</u>	<u>1,548,407</u>	<u>1,202,760</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,368,541</u>	<u>\$</u>	<u>\$ 1,582,348</u>	<u>\$ 1,215,298</u>

EXHIBIT F-1

Sidewalk Construction Fund	Riverdale Area Fund	Totals	
		2015	2014
\$ 489,044	\$ 1,232,277	\$ 4,627,097	\$ 4,797,772
918		13,323	9,574
		20,815	25,007
		1,280	
1,192	3,495	13,566	10,321
		186,610	254,111
		1,030,422	2,176,755
<u>\$ 491,154</u>	<u>\$ 1,235,772</u>	<u>\$ 5,893,113</u>	<u>\$ 7,273,540</u>
		\$ 38,383	\$ 340,815
		14,765	12,910
		917,642	1,135,430
		970,790	1,489,155
		20,815	25,007
		186,610	254,111
		207,425	279,118
<u>\$ 491,154</u>	<u>\$ 1,235,772</u>	<u>5,632,540</u>	<u>6,640,697</u>
		(917,642)	(1,135,430)
<u>491,154</u>	<u>1,235,772</u>	<u>4,714,898</u>	<u>5,505,267</u>
<u>\$ 491,154</u>	<u>\$ 1,235,772</u>	<u>\$ 5,893,113</u>	<u>\$ 7,273,540</u>

CITY OF COON RAPIDS, MINNESOTA

CAPITAL PROJECTS NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>Facilities Construction Fund</u>	<u>Equipment Certificate Fund</u>	<u>Street Reconstruction Fund</u>	<u>Capital Equipment Fund</u>
Revenues:				
General property taxes			\$ 767,528	\$ 854,515
Special assessments				
Investment income	\$ 46,344	\$ (20,812)	23,237	17,550
Other	71,051		273,117	68,249
Total Revenues	<u>117,395</u>	<u>(20,812)</u>	<u>1,063,882</u>	<u>940,314</u>
Expenditures:				
Personal services	4,347		464,347	
Other charges and services	118,299		695,242	
Capital outlay and improvements	458,294			928,833
Total Expenditures	<u>580,940</u>		<u>1,159,589</u>	<u>928,833</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(463,545)</u>	<u>(20,812)</u>	<u>(95,707)</u>	<u>11,481</u>
Other Financing Sources (Uses)				
Transfers in	300,000	238,600	303,316	
Transfers out	(1,200,000)			
Total Other Financing Sources (Uses)	<u>(900,000)</u>	<u>238,600</u>	<u>303,316</u>	
Net Change in Fund Balances	(1,363,545)	217,788	207,609	11,481
Fund Balance (Deficit) at Beginning of Year	<u>2,517,992</u>	<u>(1,135,430)</u>	<u>1,340,798</u>	<u>1,191,279</u>
Fund Balance (Deficit) at End of Year	<u>\$ 1,154,447</u>	<u>\$ (917,642)</u>	<u>\$ 1,548,407</u>	<u>\$ 1,202,760</u>

EXHIBIT F-2

Sidewalk Construction Fund	Riverdale Area Fund	Totals	
		2015	2014
\$ 125,426		\$ 1,747,469	\$ 1,816,481
8,024	\$ 23,617	97,960	4 210,640
		412,417	608,169
<u>133,450</u>	<u>23,617</u>	<u>2,257,846</u>	<u>2,635,294</u>
		468,694	446,263
106	222	813,869	663,424
<u>20,441</u>		<u>1,407,568</u>	<u>2,256,644</u>
<u>20,547</u>	<u>222</u>	<u>2,690,131</u>	<u>3,366,331</u>
<u>112,903</u>	<u>23,395</u>	<u>(432,285)</u>	<u>(731,037)</u>
		841,916	1,765,796
		<u>(1,200,000)</u>	
		<u>(358,084)</u>	<u>1,765,796</u>
112,903	23,395	(790,369)	1,034,759
<u>378,251</u>	<u>1,212,377</u>	<u>5,505,267</u>	<u>4,470,508</u>
<u>\$ 491,154</u>	<u>\$ 1,235,772</u>	<u>\$ 4,714,898</u>	<u>\$ 5,505,267</u>

CITY OF COON RAPIDS, MINNESOTA

FACILITIES CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
Investment income	\$ 46,344	\$ 86,534
Other	71,051	59,556
Total Revenues	<u>117,395</u>	<u>146,090</u>
Expenditures:		
Personal services	4,347	
Other charges and services	118,299	146,600
Capital outlay and improvements	458,294	278,639
Total Expenditures	<u>580,940</u>	<u>425,239</u>
Deficiency of Revenues over Expenditures	(463,545)	(279,149)
Other Financing Sources (Uses):		
Transfers in	300,000	1,100,000
Transfers out	(1,200,000)	
Total Other Financing Sources (Uses)	<u>(900,000)</u>	<u>1,100,000</u>
Net Change in Fund Balances	(1,363,545)	820,851
Fund Balance at Beginning of Year	<u>2,517,992</u>	<u>1,697,141</u>
Fund Balance at End of Year	<u>\$ 1,154,447</u>	<u>\$ 2,517,992</u>

CITY OF COON RAPIDS, MINNESOTA

EQUIPMENT CERTIFICATE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
Investment income	\$ (20,812)	\$ (65,382)
Other		100,000
Total Revenues	<u>(20,812)</u>	<u>34,618</u>
Expenditures:		
Capital outlay and improvements		<u>555,316</u>
Deficiency of Revenues over Expenditures	(20,812)	(520,698)
Other Financing Sources:		
Transfers in	<u>238,600</u>	<u>304,462</u>
Net Change in Fund Balances	217,788	(216,236)
Fund Deficit at Beginning of Year	<u>(1,135,430)</u>	<u>(919,194)</u>
Fund Deficit at End of Year	<u>\$ (917,642)</u>	<u>\$ (1,135,430)</u>

CITY OF COON RAPIDS, MINNESOTA

STREET RECONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
General property taxes	\$ 767,528	\$ 794,614
Special assessments		4
Investment income	23,237	41,291
Other	273,117	240,380
Total Revenues	<u>1,063,882</u>	<u>1,076,289</u>
Expenditures:		
Personal services	464,347	446,263
Other charges and services	695,242	456,036
Total Expenditures	<u>1,159,589</u>	<u>902,299</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(95,707)</u>	<u>173,990</u>
Other Financing Sources:		
Transfers in	303,316	361,334
Net Change in Fund Balances	207,609	535,324
Fund Balance at Beginning of Year	<u>1,340,798</u>	<u>805,474</u>
Fund Balance at End of Year	<u>\$ 1,548,407</u>	<u>\$ 1,340,798</u>

CITY OF COON RAPIDS, MINNESOTA

EXHIBIT F-6

CAPITAL EQUIPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
General property taxes	\$ 854,515	\$ 829,203
Investment income	17,550	66,277
Other	68,249	208,233
Total Revenues	<u>940,314</u>	<u>1,103,713</u>
Expenditures:		
Capital outlay and improvements	<u>928,833</u>	<u>1,381,274</u>
Net Change in Fund Balances	11,481	(277,561)
Fund Balance at Beginning of Year	<u>1,191,279</u>	<u>1,468,840</u>
Fund Balance at End of Year	<u><u>\$ 1,202,760</u></u>	<u><u>\$ 1,191,279</u></u>

CITY OF COON RAPIDS, MINNESOTA

EXHIBIT F-7

SIDEWALK RECONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
General property taxes	\$ 125,426	\$ 192,664
Investment income	8,024	15,177
Total Revenues	<u>133,450</u>	<u>207,841</u>
Expenditures:		
Other charges and services	106	90
Capital outlay and improvements	20,441	41,415
Total Expenditures	<u>20,547</u>	<u>41,505</u>
Net Change in Fund Balances	112,903	166,336
Fund Balance at Beginning of Year	<u>378,251</u>	<u>211,915</u>
Fund Balance at End of Year	<u>\$ 491,154</u>	<u>\$ 378,251</u>

CITY OF COON RAPIDS, MINNESOTA

EXHIBIT F-8

RIVERDALE AREA FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
Investment income	\$ 23,617	\$ 66,743
Expenditures:		
Other charges and services	222	60,698
Net Change in Fund Balances	23,395	6,045
Fund Balance at Beginning of Year	<u>1,212,377</u>	<u>1,206,332</u>
Fund Balance at End of Year	<u>\$ 1,235,772</u>	<u>\$ 1,212,377</u>

Reader's Notes:

OTHER COMPARATIVE INFORMATION

CITY OF COON RAPIDS, MINNESOTA

SCHEDULE OF IMPROVEMENT BONDS
BALANCE SHEETS BY BOND YEAR

DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)

	Special Assessment Bonds	G.O. Improvement Bonds of 1993	G.O. Improvement Bonds of 1995	G.O. Improvement Bonds of 1996	G.O. Improvement Bonds of 1997	G.O. Improvement Bonds of 1998	Improvement Bonds of 1999/2000
Assets							
Cash and investments	\$ 377,138	\$ 33,484	\$ 264,805	\$ 151,495	\$ 114,360	\$ 120,000	\$ 101,039
Taxes receivable:							
Current	319						
Delinquent	8,379						
Accrued interest receivable	972	86	688	403	295	334	1,683
Due from other governments							296
Special assessments receivable:							
Current		283	535	203	1,188		
Delinquent	273,416	153	37,904	68,896	823	1,027	711
Deferred			4,284	29,410	28,206	15,702	17,893
Other		5,000	16,440	853	15,180	20,358	25,079
Total Assets	\$ 660,224	\$ 39,006	\$ 324,656	\$ 251,260	\$ 160,052	\$ 157,421	\$ 146,701
Deferred Inflows of Resources							
Unavailable revenue - property taxes	\$ 8,379						\$
Unavailable revenue - special assessments	273,416	\$ 5,153	\$ 58,628	\$ 99,159	\$ 44,209	\$ 37,087	43,683
Total Deferred Inflows of Resources	281,795	5,153	58,628	99,159	44,209	37,087	43,683
Fund Balances							
Restricted:							
Debt service							
Committed:							
Development of projects	378,429	33,853	266,028	152,101	115,843	120,334	103,018
Total Fund Balance	378,429	33,853	266,028	152,101	115,843	120,334	103,018
Total Deferred Inflows of Resources and Fund Balances	\$ 660,224	\$ 39,006	\$ 324,656	\$ 251,260	\$ 160,052	\$ 157,421	\$ 146,701

EXHIBIT G-1

G.O. Improvement Bonds of 2002	G.O. Improvement Bonds of 2005	G.O. Improvement Bonds of 2008	G.O. Improvement Bonds of 2010	G.O. Improvement Bonds of 2013A	G.O. Improvement Bonds of 2013B	G.O. Improvement Bonds of 2014/2015	Totals	
							2015	2014
\$ 8,241	\$ 356,689	\$ 205,548	\$ 729,316	\$ 1,183,702	\$ 450,979	\$ 832,306	\$ 4,929,102	\$ 4,477,174
		1,109	1,398	1,939	1,348	2,087	8,200	4,155
		4,136	(1,738)	(3,907)	(1,105)	(522)	5,243	7,446
	(1,002)	347	1,538	2,576	631	1,107	9,658	12,613
	4,725						5,021	
75	809	261	1,884	1,959	485	345	8,027	9,639
674	1,825	664	1,394	28,958	2,036	2,911	421,392	429,046
	480,639	144,016	510,181	809,869	1,088,638	2,461,242	5,590,080	5,323,131
	136,970	33,629					253,509	268,634
<u>\$ 8,990</u>	<u>\$ 980,655</u>	<u>\$ 389,710</u>	<u>\$ 1,243,973</u>	<u>\$ 2,025,096</u>	<u>\$ 1,543,012</u>	<u>\$ 3,299,476</u>	<u>\$ 11,230,232</u>	<u>\$ 10,531,838</u>
		\$ 4,136	\$ (1,738)	\$ (3,907)	\$ (1,105)	\$ (522)	\$ 5,243	\$ 7,446
\$ 674	\$ 619,434	178,309	511,575	838,827	1,090,674	2,464,153	6,264,981	6,020,811
674	619,434	182,445	509,837	834,920	1,089,569	2,463,631	6,270,224	6,028,257
		207,265	734,136	1,190,176	453,443	835,845	3,420,865	2,995,094
8,316	361,221						1,539,143	1,508,487
8,316	361,221	207,265	734,136	1,190,176	453,443	835,845	4,960,008	4,503,581
<u>\$ 8,990</u>	<u>\$ 980,655</u>	<u>\$ 389,710</u>	<u>\$ 1,243,973</u>	<u>\$ 2,025,096</u>	<u>\$ 1,543,012</u>	<u>\$ 3,299,476</u>	<u>\$ 11,230,232</u>	<u>\$ 10,531,838</u>

CITY OF COON RAPIDS, MINNESOTA

SCHEDULE OF IMPROVEMENT BONDS
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BY BOND YEAR
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	Special Assessment Bonds	G.O. Improvement Bonds of 1993	G.O. Improvement Bonds of 1995	G.O. Improvement Bonds of 1996	G.O. Improvement Bonds of 1997	G.O. Improvement Bonds of 1998	G.O. Improvement Bonds of 1999/2000
Revenues:							
General property taxes	\$ 19,271						
Special assessments	615	\$ 5,024	\$ 28,764	\$ 13,698	\$ 14,748	\$ 2,470	\$ 304,178
Investment income	6,556	576	4,638	2,714	1,984	2,260	11,414
Intergovernmental							
Total Revenues	<u>26,442</u>	<u>5,600</u>	<u>33,402</u>	<u>16,412</u>	<u>16,732</u>	<u>4,730</u>	<u>315,592</u>
Expenditures:							
Principal retirement							
Interest and fiscal charges							
Other	22,411						
Total Expenditures	<u>22,411</u>						
Excess (Deficiency) of Revenues over Expenditures	<u>4,031</u>	<u>5,600</u>	<u>33,402</u>	<u>16,412</u>	<u>16,732</u>	<u>4,730</u>	<u>315,592</u>
Other Financing Sources (Uses):							
Transfers in*	44,666						
Transfers out*							(771,805)
Total Other Financing Sources (Uses)	<u>44,666</u>						<u>(771,805)</u>
Net Change in Fund Balances	48,697	5,600	33,402	16,412	16,732	4,730	(456,213)
Fund Balance at Beginning of Year	<u>329,732</u>	<u>28,253</u>	<u>232,626</u>	<u>135,689</u>	<u>99,111</u>	<u>115,604</u>	<u>559,231</u>
Fund Balance at End of Year	<u>\$ 378,429</u>	<u>\$ 33,853</u>	<u>\$ 266,028</u>	<u>\$ 152,101</u>	<u>\$ 115,843</u>	<u>\$ 120,334</u>	<u>\$ 103,018</u>

*A transfer of \$44,666 between the Special Assessment Bonds and the G.O. Improvement Bonds of 2008, and a transfer of \$771,805 between the G.O. Improvement bonds of 1999/2000 and the G.O. Improvement Bonds of 2005 have been eliminated from the Improvement Bonds in the Basic Financial Statements.

EXHIBIT G-2

G.O. Improvement Bonds of 2002	G.O. Improvement Bonds of 2005	G.O. Improvement Bonds of 2008	G.O. Improvement Bonds of 2010	G.O. Improvement Bonds of 2013A	G.O. Improvement Bonds of 2013B	G.O. Improvement Bonds of 2014/2015	Totals	
							2015	2014
		\$ 142,118	\$ 187,564	\$ 261,786	\$ 204,880	\$ 324,417	\$ 1,140,036	\$ 773,111
\$ 75	\$ 187,466 (6,316) 362,100	74,078 2,360	151,494 10,421	236,486 17,410	220,124 4,264	528,438 7,195	1,767,658 65,476 362,100	1,776,764 177,369 376,300
75	543,250	218,556	349,479	515,682	429,268	860,050	3,335,270	3,103,544
	1,485,000 29,094	145,000 29,242	295,000 44,037	360,000 60,600	265,000 84,900	58,559	2,550,000 306,432 22,411	1,475,000 276,978 27,133
	1,514,094	174,242	339,037	420,600	349,900	58,559	2,878,843	1,779,111
75	(970,844)	44,314	10,442	95,082	79,368	801,491	456,427	1,324,433
	771,805	(44,666)					816,471 (816,471)	70,059 (326,049)
	771,805	(44,666)						(255,990)
75	(199,039)	(352)	10,442	95,082	79,368	801,491	456,427	1,068,443
8,241	560,260	207,617	723,694	1,095,094	374,075	34,354	4,503,581	3,435,138
\$ 8,316	\$ 361,221	\$ 207,265	\$ 734,136	\$ 1,190,176	\$ 453,443	\$ 835,845	\$ 4,960,008	\$ 4,503,581

CITY OF COON RAPIDS, MINNESOTA

**SCHEDULE OF SPECIAL ASSESSMENT CAPITAL PROJECT FUNDS
BALANCE SHEETS BY BOND YEAR
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014)**

	Revolving Construction	2013B Bonded Projects	2014 Bonded Projects	2015 Bonded Projects	Totals	
					2015	2014
Assets						
Cash and investments	\$ 7,833,383		\$ 2,432,809	\$ (117,776)	\$ 10,148,416	\$ 10,623,554
Special assessments receivable:						
Current	7,685				7,685	2,869
Delinquent	48,935				48,935	53,194
Deferred	1,271,077				1,271,077	1,087,412
Other	793,216				793,216	793,666
Accounts receivable	2,739				2,739	3,000
Accrued interest	31,745		4,763	(60)	36,448	24,739
Due from other governments	2,131		9,050		11,181	7,000
Advance to other funds	1,756,269				1,756,269	527,764
Total Assets	\$ 11,747,180	\$	\$ 2,446,622	\$ (117,836)	\$ 14,075,966	\$ 13,123,198
Liabilities						
Accounts payable	\$ 4,447		\$ 390	\$ 17,643	\$ 22,480	\$ 28,002
Contracts payable			572,699		572,699	349,119
Due to other governments						233
Total Liabilities	4,447		573,089	17,643	595,179	377,354
Deferred Inflows of Resources						
Unavailable revenue - special assessments	2,113,228				2,113,228	1,934,272
Fund Balances						
Committed:						
Development of projects	9,629,505		1,873,533	(135,479)	11,367,559	10,811,572
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 11,747,180	\$	\$ 2,446,622	\$ (117,836)	\$ 14,075,966	\$ 13,123,198

CITY OF COON RAPIDS, MINNESOTA

SCHEDULE OF SPECIAL ASSESSMENT CAPITAL PROJECT FUNDS
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BY BOND YEAR
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2014)

	Revolving Construction	2013B	2014	2015	Totals	
		Bonded Projects	Bonded Projects	Bonded Projects	2015	2014
Revenues:						
Special assessments	\$ 442,445				\$ 442,445	\$ 445,382
Investment income	195,923	\$ 7,056	\$ 35,152	\$ (350)	237,781	493,154
Intergovernmental			2,743,917		2,743,917	2,788,449
Other	18,971				18,971	21,972
Total Revenues	657,339	7,056	2,779,069	(350)	3,443,114	3,748,957
Expenditures:						
Personal services	2,082				2,082	11,773
Other charges	587,999		232		588,231	1,344,935
Bond issuance costs			18,626		18,626	22,751
Capital improvements			5,094,924	135,129	5,230,053	5,640,417
Total Expenditures	590,081		5,113,782	135,129	5,838,992	7,019,876
Excess (Deficiency) of Revenues over Expenditures	67,258	7,056	(2,334,713)	(135,479)	(2,395,878)	(3,270,919)
Other Financing Sources (Uses):						
Bond issuance			3,105,000		3,105,000	4,090,000
Premiums on bonds issued			167,109		167,109	79,274
Transfers in			650,986		650,986	255,990
Transfers out	(320,244)	(650,986)			(971,230)	(361,334)
Total Other Financing Sources (Uses)	(320,244)	(650,986)	3,923,095		2,951,865	4,063,930
Net Change in Fund Balances	(252,986)	(643,930)	1,588,382	(135,479)	555,987	793,011
Fund Balance at Beginning of Year	9,882,491	643,930	285,151		10,811,572	10,018,561
Fund Balance (Deficit) at End of Year	\$ 9,629,505	\$	\$ 1,873,533	\$ (135,479)	\$ 11,367,559	\$ 10,811,572

*A transfer of \$650,986 between the 2013B Bonded Projects and the 2014 Bonded Projects has been eliminated from the Special Assessment Fund in the Basic Financial Statements.

CITY OF COON RAPIDS, MINNESOTA

EXHIBIT I

PARK IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
General property taxes	\$ 341,726	\$ 331,580
Investment income	10,092	10,322
Intergovernmental	65,000	
Platting fees	233,660	132,400
Other	37,505	
Total Revenues	<u>687,983</u>	<u>474,302</u>
Expenditures:		
Personal services	29,060	43,056
Other charges and services	13,664	8,217
Bond issuance costs	33,123	
Capital outlay and improvements	7,161,970	1,988,265
Total Expenditures	<u>7,237,817</u>	<u>2,039,538</u>
Deficiency of Revenues over Expenditures	(6,549,834)	(1,565,236)
Other Financing Sources:		
Bond Issuance	5,295,000	
Premium on bonds issued	191,956	
Transfers in	2,350,000	
Total Other Financing Sources	<u>7,836,956</u>	
Net Change in Fund Balances	1,287,122	(1,565,236)
Fund Balance (Deficit) at Beginning of Year	<u>(1,158,092)</u>	<u>407,144</u>
Fund Balance (Deficit) at End of Year	<u>\$ 129,030</u>	<u>\$ (1,158,092)</u>

CITY OF COON RAPIDS, MINNESOTA

**HOUSING AND REDEVELOPMENT AUTHORITY CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Revenues:		
General property taxes	\$ 718,608	\$ 694,020
Tax increments	190,799	560,830
Investment income	266,236	658,378
Intergovernmental	7,668	26,033
Payment on notes	150,749	41,812
Other	251,353	106,486
Total Revenues	<u>1,585,413</u>	<u>2,087,559</u>
Expenditures:		
Personal services	186,225	167,295
Other charges and services	1,844,385	1,104,801
Total Expenditures	<u>2,030,610</u>	<u>1,272,096</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(445,197)</u>	<u>815,463</u>
Other Financing Sources (Uses):		
Sale of capital assets	1,054,000	
Transfers in	3,951,993	
Transfers out	(638)	(2,869)
Total Other Financing Sources (Uses)	<u>5,005,355</u>	<u>(2,869)</u>
Net Change in Fund Balances	4,560,158	812,594
Fund Balance at Beginning of Year	<u>17,939,385</u>	<u>17,126,791</u>
Fund Balance at End of Year	<u>\$ 22,499,543</u>	<u>\$ 17,939,385</u>

Reader's Notes:

WATER FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2015
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
<u>Assets</u>		
Current Assets:		
Cash and cash equivalents	\$ 1,301,309	\$ 1,752,205
Investments	3,391,218	2,915,168
Accounts receivable	1,152,486	1,093,600
Accrued interest receivable	11,332	7,716
Special assessments receivable:		
Current	11,053	11,202
Delinquent	86,681	88,026
Deferred	620,212	684,667
Inventories	17,781	14,177
Due from other governments	4,542	
Prepaid items	12,382	10,686
Total Current Assets	<u>6,608,996</u>	<u>6,577,447</u>
Noncurrent Assets:		
Capital Assets:		
Land	371,408	530,588
Buildings and structures	34,344,584	34,210,874
Furniture, machinery and equipment	2,807,899	2,259,064
Other improvements	8,344,054	8,344,054
Infrastructure	39,862,058	38,523,014
Construction in progress	2,275,390	1,889,648
Total Capital Assets	88,005,393	85,757,242
Less: accumulated depreciation	(34,074,559)	(32,176,307)
Total Noncurrent Assets	<u>53,930,834</u>	<u>53,580,935</u>
Total Assets	<u>60,539,830</u>	<u>60,158,382</u>
<u>Deferred Outflows of Resources</u>		
Pension plan deferments - PERA	47,375	
Total Assets and Deferred Outflows of Resources	<u>\$ 60,587,205</u>	<u>\$ 60,158,382</u>
<u>Liabilities</u>		
Current Liabilities:		
Accounts payable	\$ 171,953	\$ 99,653
Salaries payable	32,630	59,080
Contracts payable	8,938	21,736
Compensated absences	3,346	3,170
Due to other governments	66,786	68,074
Accrued interest payable	186,807	141,369
Current maturities of long-term debt	1,655,000	1,195,000
Total Current Liabilities	<u>2,125,460</u>	<u>1,588,082</u>
Noncurrent Liabilities:		
Compensated absences	62,925	84,591
Net pension liability	343,083	
Bonds payable (net of current maturities and unamortized (discount)/premium: \$303,108 in 2015; \$252,619 in 2014)	13,098,108	13,107,619
Total Noncurrent Liabilities	<u>13,504,116</u>	<u>13,192,210</u>
Total Liabilities	<u>15,629,576</u>	<u>14,780,292</u>
<u>Deferred Inflows of Resources</u>		
Pension plan deferments - PERA	38,718	
<u>Net Position</u>		
Net investment in capital assets	39,177,726	39,278,316
Unrestricted	5,741,185	6,099,774
Total Net Position	<u>44,918,911</u>	<u>45,378,090</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 60,587,205</u>	<u>\$ 60,158,382</u>

CITY OF COON RAPIDS, MINNESOTA

WATER FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Operating Revenues:		
Water charges	\$ 5,419,015	\$ 5,133,244
Miscellaneous	33,459	26,166
Total Operating Revenues	<u>5,452,474</u>	<u>5,159,410</u>
Operating Expenses:		
Personal services	887,454	970,767
Other charges and services	2,138,578	2,572,559
Supplies	235,467	237,025
Depreciation	1,920,320	1,869,988
Total Operating Expenses	<u>5,181,819</u>	<u>5,650,339</u>
Operating Income (Loss)	<u>270,655</u>	<u>(490,929)</u>
Nonoperating Revenues (Expenses):		
Investment income	76,069	63,508
Sale of water meters	34,095	30,280
Loss on disposal of capital assets	(100,185)	
Interest and fiscal charges	(378,244)	(326,788)
Purchase and repair of water meters	(35,981)	(58,638)
Total Nonoperating Revenues (Expenses)	<u>(404,246)</u>	<u>(291,638)</u>
Changes in net position	<u>(133,591)</u>	<u>(782,567)</u>
Net Position at Beginning of Year, As Previously Stated	45,378,090	46,160,657
Change in Accounting Principle	<u>(325,588)</u>	
Net Position at Beginning of Year, Restated	<u>45,052,502</u>	<u>46,160,657</u>
Net Position at End of Year	<u>\$ 44,918,911</u>	<u>\$ 45,378,090</u>

CITY OF COON RAPIDS, MINNESOTA

WATER FUND
STATEMENT OF CASH FLOWS
 YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Increase (Decrease) in Cash and Cash Equivalents		
Cash flows from operating activities:		
Cash received from customers	\$ 5,454,995	\$ 5,252,161
Cash paid to employees for services	(926,556)	(934,398)
Cash paid to suppliers for goods and services	(2,345,095)	(3,001,888)
Net cash provided by operating activities	<u>2,183,344</u>	<u>1,315,875</u>
Cash flows from noncapital financing activities:		
Sale of water meters	34,095	30,280
Purchase and repair of water meters	(35,981)	(58,638)
Net cash used by noncapital financing activities	<u>(1,886)</u>	<u>(28,358)</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets*	(2,405,435)	(2,878,432)
Proceeds from sale of capital assets	58,995	
Bond proceeds *	1,589,170	4,767,784
Premium on bond proceeds	85,809	89,432
Principal paid on revenue bonds	(1,195,000)	(950,000)
Interest paid on revenue bonds	(362,296)	(295,280)
Net cash provided (used) by capital and related financing activities	<u>(2,228,757)</u>	<u>733,504</u>
Cash flows from investing activities:		
Purchase of investments	(476,050)	(2,915,168)
Interest on investments	72,453	55,792
Net cash used by capital and related financing activities:	<u>(403,597)</u>	<u>(2,859,376)</u>
Net decrease in cash and cash equivalents	(450,896)	(838,355)
Cash and cash equivalents at beginning of year	<u>1,752,205</u>	<u>2,590,560</u>
Cash and cash equivalents at end of year	<u>\$ 1,301,309</u>	<u>\$ 1,752,205</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities		
Operating income (loss)	<u>\$ 270,655</u>	<u>\$ (490,929)</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	1,920,320	1,869,988
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:		
(Increase) decrease in accounts receivable	(58,886)	78,468
Increase in due from other governments	(4,542)	
(Increase) decrease in prepaid items	(1,696)	74
Decrease in special assessments receivable	65,949	14,283
Increase in inventories	(3,604)	(2,056)
(Increase) decrease in deferred outflows of resources	(33,428)	
Increase (decrease) in accounts payable	35,538	(77,125)
Increase (decrease) in salaries payable	(26,450)	35,963
Increase (decrease) in contracts payable		(106,853)
Increase (decrease) in compensated absences	(21,490)	406
Decrease in due to other governments	(1,288)	(6,344)
Increase (decrease) in net pension liability	3,548	
Increase (decrease) in deferred inflows of resources	38,718	
Total adjustments	<u>1,912,689</u>	<u>1,806,804</u>
Net cash provided by operating activities	<u>\$ 2,183,344</u>	<u>\$ 1,315,875</u>

*All bond proceeds were expended during 2015 on acquisitions of capital assets.

See Proprietary Funds Statement of Cash Flows (Exhibit B-9) for information on non-cash investing, capital, and financing activities.

CITY OF COON RAPIDS, MINNESOTA

SEWER FUND
STATEMENT OF NET POSITION
 DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2014)

	2015	2014
Assets		
Current Assets:		
Cash and cash equivalents	\$ 1,336,424	\$ 1,868,101
Investments	3,482,728	3,107,988
Accounts receivable	1,279,878	1,300,189
Accrued interest receivable	16,407	18,583
Advance to other funds current	327,983	
Due from other governments	7,664	10,109
Prepaid items	6,181	4,680
	6,457,265	6,309,650
Total Current Assets		
Noncurrent Assets:		
Capital Assets:		
Buildings and structures	4,401,667	3,770,592
Furniture, machinery and equipment	1,275,632	1,275,632
Other improvements	118,047	118,047
Infrastructure	41,684,452	40,520,525
Construction in progress	1,071,917	1,676,513
	48,551,715	47,361,309
Total Capital Assets	48,551,715	47,361,309
Less: accumulated depreciation	(16,299,124)	(15,444,062)
	32,252,591	31,917,247
Total Capital Assets (net of accumulated depreciation)		
	38,709,856	38,226,897
Total Assets		
Deferred Outflows of Resources		
Pension plan deferments - PERA	82,906	
	82,906	
Total Assets and Deferred Outflows of Resources		
	\$ 38,792,762	\$ 38,226,897
Liabilities		
Current Liabilities:		
Accounts payable	\$ 9,142	\$ 14,916
Salaries payable	17,503	14,311
Contracts payable	335,484	110,341
Due to other governments	16,621	6,568
	378,750	146,136
Total Current Liabilities		
Noncurrent Liabilities:		
Compensated absences	53,750	31,009
Net pension liability	600,396	
	654,146	31,009
Total Noncurrent Liabilities		
	1,032,896	177,145
Total Liabilities		
Deferred Inflows of Resources		
Pension plan deferments - PERA	67,756	
Net Position		
Net investment in capital assets	32,252,591	31,917,247
Unrestricted	5,439,519	6,132,505
	37,692,110	38,049,752
Total Net Position		
	\$ 38,792,762	\$ 38,226,897
Total Liabilities, Deferred Inflows of Resources, and Net Position		

CITY OF COON RAPIDS, MINNESOTA

SEWER FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Operating Revenues:		
Sewer charges	\$ 6,200,047	\$ 6,175,769
Miscellaneous	579	885
Total Operating Revenues	<u>6,200,626</u>	<u>6,176,654</u>
Operating Expenses:		
Personal services	636,704	626,859
Other charges and services	654,559	685,346
Supplies	36,397	37,981
Disposal charges	3,916,339	4,001,908
Depreciation	<u>855,062</u>	<u>834,808</u>
Total Operating Expenses	<u>6,099,061</u>	<u>6,186,902</u>
Operating Income (Loss)	<u>101,565</u>	<u>(10,248)</u>
Nonoperating Revenues:		
Investment income	110,573	342,551
Gain on disposal of capital assets		<u>3,220</u>
Total Nonoperating Revenues	<u>110,573</u>	<u>345,771</u>
Changes in net position	<u>212,138</u>	<u>335,523</u>
Net Position at Beginning of Year, As Previously Stated	38,049,752	37,714,229
Change in Accounting Principle	<u>(569,780)</u>	
Net Position at Beginning of Year, Restated	<u>37,479,972</u>	<u>37,714,229</u>
Net Position at End of Year	<u>\$ 37,692,110</u>	<u>\$ 38,049,752</u>

CITY OF COON RAPIDS, MINNESOTA

SEWER FUND
STATEMENT OF CASH FLOWS
 YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
<u>Increase (Decrease) in Cash and Cash Equivalents</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 6,223,382	\$ 6,100,849
Cash paid to employees for services	(595,305)	(640,513)
Cash paid to suppliers for goods and services	(4,709,061)	(4,960,197)
Net cash provided by operating activities	<u>919,016</u>	<u>500,139</u>
Cash flows from noncapital financing activities:		
Advance to other funds	(327,983)	
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(860,719)	(1,838,013)
Proceeds from the sale of capital assets		3,220
Net cash used by capital and related financing activities	<u>(860,719)</u>	<u>(1,834,793)</u>
Cash flows from investing activities:		
Purchase of investments	(374,740)	(1,597,991)
Interest on investments	112,749	345,161
Net cash used by investing activities	<u>(261,991)</u>	<u>(1,252,830)</u>
Net decrease in cash and cash equivalents	(531,677)	(2,587,484)
Cash and cash equivalents at beginning of year	<u>1,868,101</u>	<u>4,455,585</u>
Cash and cash equivalents at end of year	<u>\$ 1,336,424</u>	<u>\$ 1,868,101</u>
Reconciliation of Operating Income (Loss) to Net Cash <u>Provided by Operating Activities</u>		
Operating income (loss)	\$ 101,565	\$ (10,248)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	855,062	834,808
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:		
(Increase) decrease in accounts receivable	20,311	(72,987)
(Increase) decrease in due from other governments	2,445	(2,818)
(Increase) decrease in prepaid items	(1,501)	571
(Increase) decrease in deferred outflows of resources	(58,499)	
Decrease in accounts payable	(110,318)	(223,261)
Increase in salaries payable	3,192	585
Increase (decrease) in compensated absences	22,741	(14,239)
Increase (decrease) in due to other governments	10,053	(12,272)
Increase (decrease) in net pension liability	6,209	
Increase (decrease) in deferred inflows of resources	67,756	
Total adjustments	<u>817,451</u>	<u>510,387</u>
Net cash provided by operating activities	<u>\$ 919,016</u>	<u>\$ 500,139</u>

See Proprietary Funds Statement of Cash Flows (Exhibit B-9) for information on non-cash investing, capital, and financing activities.

CITY OF COON RAPIDS, MINNESOTA

STORM WATER DRAINAGE FUND
STATEMENT OF NET POSITION

DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2014)

	2015	2014
Assets		
Current Assets:		
Cash and cash equivalents	\$ 1,186,238	\$ 1,401,408
Investments	3,091,343	2,331,544
Accounts receivable	247,787	235,093
Accrued interest receivable	12,372	11,719
Due from other governments	2,020	2,035
Prepaid items	6,062	4,584
Total Current Assets	4,545,822	3,986,383
Noncurrent Assets:		
Capital Assets:		
Land	1,115,630	1,115,630
Furniture, machinery and equipment	964,014	964,014
Infrastructure	22,006,219	21,715,215
Construction in progress	368,667	369,348
Total Capital Assets	24,454,530	24,164,207
Less: accumulated depreciation	(13,613,512)	(12,977,555)
Total Capital Assets (net of accumulated depreciation)	10,841,018	11,186,652
Total Assets	15,386,840	15,173,035
Deferred Outflows of Resources		
Pension plan deferments - PERA	23,687	
Total Assets and Deferred Outflows of Resources	\$ 15,410,527	\$ 15,173,035
Liabilities		
Current Liabilities:		
Accounts payable	\$ 940	\$ 2,242
Salaries payable	5,794	3,656
Accrued interest payable	7,099	1,988
Current maturities of long-term debt	75,000	
Total Current Liabilities	88,833	7,886
Noncurrent Liabilities:		
Compensated absences	8,978	9,281
Net pension liability	171,541	
Bonds payable (plus unamortized premium of \$13,980 in 2015; \$15,534 in 2014)	773,980	850,534
Total Noncurrent Liabilities	954,499	859,815
Total Liabilities	1,043,332	867,701
Deferred Inflows of Resources		
Pension plan deferments - PERA	19,359	
Net Position		
Net investment in capital assets	9,992,038	10,336,118
Unrestricted	4,355,798	3,969,216
Total Net Position	14,347,836	14,305,334
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 15,410,527	\$ 15,173,035

CITY OF COON RAPIDS, MINNESOTA

STORM WATER DRAINAGE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Operating Revenues:		
Storm drain charges	\$ 1,362,250	\$ 1,358,018
Miscellaneous	16,723	342
Total Operating Revenues	<u>1,378,973</u>	<u>1,358,360</u>
Operating Expenses:		
Personal services	276,937	239,533
Other charges and services	284,738	312,495
Supplies	43,786	44,451
Depreciation	635,957	624,708
Total Operating Expenses	<u>1,241,418</u>	<u>1,221,187</u>
Operating Income	<u>137,555</u>	<u>137,173</u>
Nonoperating Revenues:		
Investment income	83,272	196,970
Gain on disposal of capital assets		42,311
Interest and fiscal charges	(15,531)	(6,721)
Total Nonoperating Revenues (Expenses)	<u>67,741</u>	<u>232,560</u>
Change in net position	<u>205,296</u>	<u>369,733</u>
Net Position at Beginning of Year, As Previously Stated	14,305,334	13,935,601
Change in Accounting Principle	<u>(162,794)</u>	
Net Position at Beginning of Year, Restated	<u>14,142,540</u>	<u>13,935,601</u>
Net Position at End of Year	<u>\$ 14,347,836</u>	<u>\$ 14,305,334</u>

CITY OF COON RAPIDS, MINNESOTA

STORM WATER DRAINAGE FUND
STATEMENT OF CASH FLOWS
 YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015	2014
<u>Increase (Decrease) in Cash and Cash Equivalents</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 1,366,294	\$ 1,370,426
Cash paid to employees for services	(270,683)	(234,293)
Cash paid to suppliers for goods and services	(331,304)	(357,819)
Net cash provided by operating activities	764,307	778,314
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(290,323)	(1,210,845)
Proceeds from sale of capital assets		60,000
Bond proceeds (net of issuance costs)		830,267
Premium on bond proceeds		15,534
Interest paid on revenue bonds	(11,974)	
Net cash used by capital and related financing activities:	(302,297)	(305,044)
Cash flows from investing activities:		
Purchase of investments	(759,799)	(1,556,086)
Interest on investments	82,619	196,062
Net cash used by investing activities	(677,180)	(1,360,024)
Net decrease in cash and cash equivalents	(215,170)	(886,754)
Cash and cash equivalents at beginning of year	1,401,408	2,288,162
Cash and cash equivalents at end of year	\$ 1,186,238	\$ 1,401,408
Reconciliation of Operating Income to Net Cash		
<u>Provided by Operating Activities</u>		
Operating income	\$ 137,555	\$ 137,173
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	635,957	624,708
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:		
(Increase) decrease in accounts receivable	(12,694)	14,101
(Increase) decrease in due from other governments	15	(2,035)
(Increase) decrease in prepaid items	(1,478)	573
(Increase) decrease in deferred outflows of resources	(16,714)	
Decrease in accounts payable	(1,302)	(1,432)
Increase in salaries payable	2,138	2,707
Increase (decrease) in compensated absences	(303)	2,533
Increase (decrease) in due to other governments		(14)
Increase (decrease) in net pension liability	1,774	
Increase (decrease) in deferred inflows of resources	19,359	
Total adjustments	626,752	641,141
Net cash provided by operating activities	\$ 764,307	\$ 778,314

See Proprietary Funds Statement of Cash Flows (Exhibit B-9) for information on non-cash investing, capital, and financing activities.

CITY OF COON RAPIDS, MINNESOTA

GOLF FUND
STATEMENT OF NET POSITION

DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2014)

	2015	2014
<u>Assets</u>		
Current Assets:		
Cash and cash equivalents	\$ 420	\$ 315,643
Accounts receivable	38,926	25,527
Accrued interest		1,630
Inventories	91,338	139,276
Due from other governments	106,054	103,478
Prepaid items	5,693	27,661
Total Current Assets	<u>242,431</u>	<u>613,215</u>
Noncurrent Assets:		
Capital Assets:		
Land	489,139	489,139
Buildings and structures	11,152,545	10,699,822
Furniture, machinery and equipment	3,192,243	2,649,282
Other improvements	3,475,274	3,475,274
Total Capital Assets	18,309,201	17,313,517
Less: accumulated depreciation	<u>(5,540,922)</u>	<u>(5,203,410)</u>
Total Capital Assets (net of accumulated depreciation)	<u>12,768,279</u>	<u>12,110,107</u>
Total Noncurrent Assets	<u>12,768,279</u>	<u>12,110,107</u>
Total Assets	<u>13,010,710</u>	<u>12,723,322</u>
<u>Deferred Outflows of Resources</u>		
Pension plan deferments - PERA	<u>59,218</u>	
Total Assets and Deferred Outflows of Resources	<u>\$ 13,069,928</u>	<u>\$ 12,723,322</u>
<u>Liabilities</u>		
Current Liabilities:		
Accounts payable	\$ 292,511	\$ 308,346
Salaries payable	22,251	17,807
Contracts payable	38,373	
Compensated absences	184	
Due to other governments	27,370	36,948
Advance from other funds current	403,293	52,872
Accrued interest payable	44,373	38,447
Deposits payable	145,957	184,318
Current capital leases payable	67,164	
Current maturities of long-term debt	<u>125,000</u>	<u>125,000</u>
Total Current Liabilities	<u>1,166,476</u>	<u>763,738</u>
Noncurrent Liabilities:		
Compensated absences	71,346	67,813
Net pension liability	428,853	
Leases payable	237,684	
Advance from other funds long-term	738,610	145,920
Bonds payable (net of current maturities and unamortized (discounts)/premium: (\$31,072) in 2015; (\$32,212) in 2014)	<u>4,378,928</u>	<u>4,502,788</u>
Total Noncurrent Liabilities	<u>5,855,421</u>	<u>4,716,521</u>
Total Liabilities	<u>7,021,897</u>	<u>5,480,259</u>
<u>Deferred Inflows of Resources</u>		
Pension plan deferments - PERA	<u>48,397</u>	
<u>Net Position</u>		
Net investment in capital assets	8,264,351	7,482,319
Unrestricted	<u>(2,264,717)</u>	<u>(239,256)</u>
Total Net Position	<u>5,999,634</u>	<u>7,243,063</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 13,069,928</u>	<u>\$ 12,723,322</u>

CITY OF COON RAPIDS, MINNESOTA

GOLF FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	<u>2015</u>	<u>2014</u>
Operating Revenues:		
Sales, fees, and charges:		
Green fees	\$ 1,644,233	\$ 1,513,018
Pro Shop	216,176	209,413
Restaurant	2,961,175	292,322
Rentals:		
Building	37,024	279,774
Carts	336,257	301,436
Simulator	71,473	91,369
Total sales, fees and charges	<u>5,266,338</u>	<u>2,687,332</u>
Miscellaneous	4,203	133
Total Operating Revenues	<u>5,270,541</u>	<u>2,687,465</u>
Operating Expenses:		
Maintenance:		
Personal services	469,350	469,184
Other charges and services	90,587	86,761
Supplies	293,064	301,663
Depreciation	234,688	216,280
Total Maintenance Expenses	<u>1,087,689</u>	<u>1,073,888</u>
Administration:		
Pro Shop cost of goods sold	151,251	128,013
Personal services	392,584	342,240
Other charges and services	461,828	519,824
Supplies	33,068	29,292
Depreciation	301,334	363,130
Total Administration Expenses	<u>1,340,065</u>	<u>1,382,499</u>
Restaurant:		
Restaurant cost of goods sold	805,557	84,541
Contracted labor	1,617,856	184,427
Other charges and services	776,874	117,837
Supplies	247,040	64,398
Depreciation	202,192	36,642
Total Restaurant Expenses	<u>3,649,519</u>	<u>487,845</u>
Total Operating Expenses	<u>6,077,273</u>	<u>2,944,232</u>
Operating Income (Loss)	<u>(806,732)</u>	<u>(256,767)</u>
Nonoperating Revenue (Expenses):		
Investment income	75	12,634
Intergovernmental revenue	27,371	62,613
Intergovernmental revenue restaurant	36,513	
Gain on disposal of capital assets	130,313	
Bad debt expense		(18,620)
Interest and fiscal charges	(119,661)	(215,657)
Interest and fiscal charges restaurant	(104,323)	
Total Nonoperating Revenue (Expenses)	<u>(29,712)</u>	<u>(159,030)</u>
Changes in net position	<u>(836,444)</u>	<u>(415,797)</u>
Net Position at Beginning of Year, As Previously Stated	7,243,063	7,658,860
Change in Accounting Principle	<u>(406,985)</u>	
Net Position at Beginning of Year, Restated	<u>6,836,078</u>	<u>7,658,860</u>
Net Position at End of Year	<u>\$ 5,999,634</u>	<u>\$ 7,243,063</u>

CITY OF COON RAPIDS, MINNESOTA

GOLF FUND
STATEMENT OF CASH FLOWS
 YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	2015	2014
Increase (Decrease) in Cash and Cash Equivalents		
Cash flows from operating activities:		
Cash received from customers	\$ 5,254,566	\$ 2,699,812
Cash paid to employees for services	(842,726)	(806,160)
Cash paid to suppliers for goods and services	(4,585,697)	(1,205,771)
Net cash provided (used) by operating activities	(173,857)	687,881
Cash flows from noncapital financing activities:		
Advance from other funds	327,982	
Interfund loan - Principal payment	(52,872)	(52,245)
Interfund loan - Interest payment	(4,439)	(5,729)
Interfund loan proceeds	668,000	
Note payments		19,785
Net cash provided (used) by noncapital financing activities	938,671	(38,189)
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(771,876)	(130,614)
Proceeds from sale of capital assets	7,490	
Principal paid on revenue bonds	(125,000)	(120,000)
Interest paid on revenue bonds	(142,553)	(146,644)
Principal paid on capital lease	(43,762)	
Interest paid on capital lease	(6,041)	
Net cash used by capital and related financing activities	(1,081,742)	(397,258)
Cash flows from investing activities:		
Interest on investments	1,705	11,566
Net increase (decrease) in cash and cash equivalents	(315,223)	264,000
Cash and cash equivalents at beginning of year	315,643	51,643
Cash and cash equivalents at end of year	\$ 420	\$ 315,643
Reconciliation of Operating Loss to Net Cash		
Provided (used) by Operating Activities		
Operating loss	\$ (806,732)	\$ (256,767)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation	738,214	616,052
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:		
(Increase) decrease in accounts receivable	(13,399)	10,523
(Increase) decrease in inventories	47,938	(30,280)
(Increase) decrease in due from other governments	(2,576)	1,824
(Increase) decrease in prepaid items	21,968	(21,130)
(Increase) decrease in deferred outflows of resources	(41,784)	
Increase (decrease) in accounts payable	(130,539)	243,369
Increase in salaries payable	4,444	1,372
Increase (decrease) in deposits payable	(38,361)	88,748
Increase in compensated absences	3,717	3,892
Increase (decrease) in due to other governments	(9,578)	30,278
Increase (decrease) in net pension liability	4,434	
Increase (decrease) in deferred inflows of resources	48,397	
Total adjustments	632,875	944,648
Net cash provided (used) by operating activities	\$ (173,857)	\$ 687,881

See Proprietary Funds Statement of Cash Flows (Exhibit B-9) for information on non-cash investing, capital, and financing activities.

INTERNAL SERVICE FUNDS

Insurance Reserve Fund - Established to account for insurance provided to other activities of the government on a cost reimbursement basis.

Compensated Absences Fund - Established to account for compensated absences for the governmental funds.

Retirement Insurance Fund - Established to administer the reserve and payment of retiree health insurance.

CITY OF COON RAPIDS, MINNESOTA

INTERNAL SERVICE FUNDS
STATEMENT OF NET POSITION

DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2014)

	Insurance Reserve	Compensated Absences	Retirement Insurance	TOTALS	
				2015	2014
Assets					
Current Assets:					
Cash and cash equivalents	\$ 3,279,196	\$ 2,376,850	\$ 3,579,046	\$ 9,235,092	\$ 8,647,511
Accounts receivable					5,524
Accrued interest receivable	9,169	6,613	8,828	24,610	28,093
Prepaid items	14,208			14,208	14,208
Total Assets	\$ 3,302,573	\$ 2,383,463	\$ 3,587,874	\$ 9,273,910	\$ 8,695,336
Liabilities					
Current Liabilities:					
Accounts payable	45,935			45,935	25,164
Compensated absences		179,586		179,586	129,498
Total Current Liabilities	45,935	179,586		225,521	154,662
Noncurrent Liabilities:					
Compensated absences		2,203,877		2,203,877	2,276,899
Other post employment benefits			3,979,161	3,979,161	3,592,778
Total Noncurrent Liabilities		2,203,877	3,979,161	6,183,038	5,869,677
Total Liabilities	45,935	2,383,463	3,979,161	6,408,559	6,024,339
Net Position					
Unrestricted	3,256,638		(391,287)	2,865,351	2,670,997
Total Liabilities and Net Position	\$ 3,302,573	\$ 2,383,463	\$ 3,587,874	\$ 9,273,910	\$ 8,695,336

CITY OF COON RAPIDS, MINNESOTA

INTERNAL SERVICE FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 YEAR ENDED DECEMBER 31, 2015
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	Insurance Reserve	Compensated Absences	Retirement Insurance	TOTALS	
				2015	2014
Operating Revenues:					
Sales, fees, and charges	\$ 72,732			\$ 72,732	\$ 49,810
Miscellaneous	234,605		\$ 26,178	260,783	134,182
Total Operating Revenues	307,337		26,178	333,515	183,992
Operating Expenses:					
Personal services		\$ 244,592		244,592	241,453
Other charges and services	205,091		570,656	775,747	1,664,946
Total Operating Expenses	205,091	244,592	570,656	1,020,339	1,906,399
Operating Loss	102,246	(244,592)	(544,478)	(686,824)	(1,722,407)
Nonoperating Revenues:					
Investment income	62,026	44,743	59,560	166,329	482,051
Gain (Loss) before transfers	164,272	(199,849)	(484,918)	(520,495)	(1,240,356)
Transfers in		199,849	584,075	783,924	748,201
Transfers out	(69,075)			(69,075)	(112,967)
Change in net position	95,197		99,157	194,354	(605,122)
Net Position at Beginning of Year	3,161,441		(490,444)	2,670,997	3,276,119
Net Position at End of Year	\$ 3,256,638	\$	\$ (391,287)	\$ 2,865,351	\$ 2,670,997

CITY OF COON RAPIDS, MINNESOTA

INTERNAL SERVICE FUNDS
STATEMENT OF CASH FLOWS
 YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2014)

	Insurance Reserve	Compensated Absences	Retirement Insurance	TOTALS	
				2015	2014
Increase (Decrease) in Cash and Cash Equivalents					
Cash flows from operating activities:					
Cash received from customers	\$ 312,861		\$ 26,178	\$ 339,039	\$ 178,468
Cash paid to employees for services		\$ (267,526)		(267,526)	(193,701)
Cash paid to suppliers for goods and services	(184,320)		(184,273)	(368,593)	(1,309,271)
Net cash provided (used) by operating activities	128,541	(267,526)	(158,095)	(297,080)	(1,324,504)
Cash flows from noncapital financing activities:					
Transfer in		199,849	584,075	783,924	748,201
Transfer out	(69,075)			(69,075)	(112,967)
Net cash provided (used) by noncapital financing activities	(69,075)	199,849	584,075	714,849	635,234
Cash flows from investing activities:					
Interest on investments	65,137	45,581	59,094	169,812	481,958
Net increase (decrease) in cash and cash equivalents	124,603	(22,096)	485,074	587,581	(207,312)
Cash and cash equivalents at beginning of year	3,154,593	2,398,946	3,093,972	8,647,511	8,854,823
Cash and cash equivalents at end of year	\$ 3,279,196	\$ 2,376,850	\$ 3,579,046	\$ 9,235,092	\$ 8,647,511
Reconciliation of Operating Loss to Net Cash Used by Operating Activities					
Operating income (loss)	\$ 102,246	\$ (244,592)	\$ (544,478)	\$ (686,824)	\$ (1,722,407)
Adjustments to reconcile operating income (loss) to net cash used by operating activities:					
(Increase) decrease in accounts receivable	5,524			5,524	(5,524)
Increase (decrease) in accounts payable	20,771			20,771	(6,089)
Increase (decrease) in compensated absences		(22,934)		(22,934)	47,752
Increase in other post employment benefits			386,383	386,383	361,764
Total adjustments	26,295	(22,934)	386,383	389,744	397,903
Net cash provided (used) by operating activities	\$ 128,541	\$ (267,526)	\$ (158,095)	\$ (297,080)	\$ (1,324,504)

See Proprietary Funds Statement of Cash Flows (Exhibit B-9) for information on non-cash investing, capital, and financing activities.

CITY OF COON RAPIDS, MINNESOTA

AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 YEAR ENDED DECEMBER 31, 2015

	<u>Balance December 31, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2015</u>
<u>Deposit Fund</u>				
Assets:				
Cash and investments	\$ 1,380,041	\$ 301,451	\$ 269,553	\$ 1,411,939
Accrued interest	4,398		462	3,936
Total Assets	<u>\$ 1,384,439</u>	<u>\$ 301,451</u>	<u>\$ 270,015</u>	<u>\$ 1,415,875</u>
Liabilities:				
Deposits Payable	<u>\$ 1,384,439</u>	<u>\$ 301,451</u>	<u>\$ 270,015</u>	<u>\$ 1,415,875</u>

OTHER SUPPLEMENTAL INFORMATION

Reader's Notes:

CITY OF COON RAPIDS, MINNESOTA

SCHEDULE OF BONDED INDEBTEDNESS
YEAR ENDED DECEMBER 31, 2015

Description	Fund #	Net Interest Rate	Dated	Final Maturity Date	Callable
<u>Debt Service Funds</u>					
3,555,000 - General Obligation State Aid Road Bonds 2005B	32030	3.6613%	12/15/05	4/1/2015	No Call
5,295,000 - General Obligation Park Bonds, 2015A	45000	2.1466%	04/15/15	2/1/2030	02/01/24
13,500,000 - Lease Revenue Bonds 2010B	44000	4.2577%	08/11/10	2/1/2036	02/01/20
Total Debt Service Funds					
<u>Special Assessment Fund</u>					
3,820,000 - Improvement Bonds 2005A	32030	3.8162%	12/15/05	2/1/2022	02/01/15
1,575,000 - Improvement Bonds 2008A	32060	4.2437%	11/13/08	2/1/2019	02/01/17
2,520,000 - Improvement Bonds 2010B	32090	2.5253%	06/16/10	2/1/2021	02/01/17
3,565,000 - Improvement Bonds 2013A	32110	1.3273%	02/14/13	2/1/2023	02/01/20
3,050,000 - Improvement Bonds 2013B	32140	2.1515%	12/30/13	2/1/2024	02/01/21
4,090,000 - Improvement Bonds 2014A	32150	1.7169%	11/18/14	2/1/2025	02/01/22
3,105,000 - Improvement Bonds 2015A	32150	1.8246%	04/15/15	2/1/2026	02/01/24
Total Special Assessment Fund					
<u>Public Utility Funds</u>					
4,120,000 - Water Revenue Refunding Bonds 2007A	71000	3.9197%	11/01/07	2/1/2021	02/01/18
2,755,000 - Water Revenue Bonds 2008A	71000	4.2437%	11/13/08	2/1/2024	02/01/17
2,255,000 - Water Revenue Refunding Bonds 2013A	71000	0.8335%	02/14/13	2/1/2018	No call
2,590,000 - Water Revenue Bonds 2013B	71000	2.1515%	12/30/13	2/1/2024	02/01/21
4,795,000 - Water Revenue Bonds 2014A	71000	1.7460%	11/18/14	2/1/2025	02/01/22
835,000 - Storm Water Drainage Revenue Bonds 2014A	72000	1.7463%	11/18/14	2/1/2025	02/01/22
1,595,000 - Water Revenue Bonds 2015A	71000	1.8224%	04/15/15	2/1/2026	02/01/24
Total Public Utility Funds					
<u>Recreational Facility Funds</u>					
4,225,000 - Golf Course Revenue Bonds, Series 2010A	73000	5.1403%	06/16/10	11/1/2036	05/01/18
795,000 - Golf Course Revenue Bonds, Series 2013A	73000	1.8846%	02/14/13	2/1/2028	02/01/20
Total Recreational Facility Funds					
Total - All Funds					

EXHIBIT N

Balance January 1, 2015	Issued 2015	Retired 2015	Balance December 31, 2015	Principal Due in 2016	Interest Due in 2016
\$ 355,000		\$ 355,000			
	\$ 5,295,000		\$ 5,295,000	\$ 315,000	\$ 180,817
<u>13,400,000</u>		<u>415,000</u>	<u>12,985,000</u>	<u>425,000</u>	<u>511,944</u>
<u>13,755,000</u>	<u>5,295,000</u>	<u>770,000</u>	<u>18,280,000</u>	<u>740,000</u>	<u>692,761</u>
1,130,000		1,130,000			
770,000		145,000	625,000	145,000	23,370
1,640,000		295,000	1,345,000	305,000	35,775
3,210,000		360,000	2,850,000	370,000	53,300
3,050,000		265,000	2,785,000	280,000	76,725
4,090,000			4,090,000	400,000	79,325
	<u>3,105,000</u>		<u>3,105,000</u>		<u>111,581</u>
<u>13,890,000</u>	<u>3,105,000</u>	<u>2,195,000</u>	<u>14,800,000</u>	<u>1,500,000</u>	<u>380,076</u>
2,835,000		365,000	2,470,000	375,000	91,300
2,015,000		165,000	1,850,000	175,000	76,593
1,815,000		445,000	1,370,000	450,000	22,900
2,590,000		220,000	2,370,000	235,000	65,288
4,795,000			4,795,000	420,000	93,631
835,000			835,000	75,000	16,288
	<u>1,595,000</u>		<u>1,595,000</u>		<u>57,344</u>
<u>14,885,000</u>	<u>1,595,000</u>	<u>1,195,000</u>	<u>15,285,000</u>	<u>1,730,000</u>	<u>423,344</u>
3,865,000		125,000	3,740,000	125,000	186,710
795,000			795,000		16,165
<u>4,660,000</u>		<u>125,000</u>	<u>4,535,000</u>	<u>125,000</u>	<u>202,875</u>
<u>\$ 47,190,000</u>	<u>\$ 9,995,000</u>	<u>\$ 4,285,000</u>	<u>\$ 52,900,000</u>	<u>\$ 4,095,000</u>	<u>\$ 1,699,056</u>

CITY OF COON RAPIDS, MINNESOTA

SCHEDULE OF BOND MATURITIES

December 31, 2015

<u>Year</u>	<u>Debt Service Funds</u>		<u>Special Assessment Fund</u>		<u>Public Utility Funds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	\$ 740,000	\$ 692,761	\$ 1,500,000	\$ 380,076	\$ 1,730,000	\$ 423,344
2017	730,000	627,963	1,685,000	312,888	1,935,000	359,106
2018	755,000	605,144	1,720,000	267,596	1,985,000	304,045
2019	780,000	582,119	1,735,000	220,795	1,565,000	251,359
2020	800,000	558,419	1,615,000	176,700	1,610,000	201,695
2021	825,000	531,569	1,595,000	136,300	1,655,000	151,091
2022	855,000	502,606	1,405,000	99,675	1,240,000	108,856
2023	880,000	473,969	1,350,000	67,028	1,280,000	74,728
2024	915,000	444,000	1,085,000	36,775	1,315,000	38,654
2025	945,000	413,406	760,000	14,859	790,000	11,884
2026	975,000	382,556	350,000	3,500	180,000	1,800
2027	1,005,000	350,169				
2028	1,035,000	315,344				
2029	1,070,000	278,428				
2030	1,110,000	239,175				
2031	725,000	202,388				
2032	755,000	169,087				
2033	790,000	134,325				
2034	825,000	97,987				
2035	865,000	59,962				
2036	900,000	20,250				
TOTAL	<u>\$ 18,280,000</u>	<u>\$ 7,681,627</u>	<u>\$ 14,800,000</u>	<u>\$ 1,716,192</u>	<u>\$ 15,285,000</u>	<u>\$ 1,926,562</u>

EXHIBIT O

Recreational Facility Funds		Totals	
Principal	Interest	Principal	Interest
\$ 125,000	\$ 202,875	\$ 4,095,000	\$ 1,699,056
130,000	198,811	4,480,000	1,498,768
180,000	193,568	4,640,000	1,370,353
190,000	187,448	4,270,000	1,241,721
200,000	180,695	4,225,000	1,117,509
210,000	173,355	4,285,000	992,315
220,000	165,408	3,720,000	876,545
230,000	157,133	3,740,000	772,858
235,000	148,580	3,550,000	668,009
245,000	139,030	2,740,000	579,179
255,000	129,088	1,760,000	516,944
270,000	118,750	1,275,000	468,919
275,000	107,320	1,310,000	422,664
190,000	96,570	1,260,000	374,998
200,000	86,500	1,310,000	325,675
205,000	75,900	930,000	278,288
215,000	64,625	970,000	233,712
225,000	52,800	1,015,000	187,125
235,000	40,425	1,060,000	138,412
245,000	27,500	1,110,000	87,462
255,000	14,025	1,155,000	34,275
\$ 4,535,000	\$ 2,560,406	\$ 52,900,000	\$ 13,884,787

Reader's Notes:

STATISTICAL SECTION

This part of the City of Coon Rapid's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Table 1 – Government-Wide Net Position by Component

Table 2 – Changes in Net Position

Table 3 – Fund Balances – Governmental Funds

Table 4 – Changes in Fund Balances – Governmental Funds

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Table 5 – Market Value and Tax Capacity Value of Taxable Property

Table 6 – Property Tax Rates – Direct and Overlapping Governments

Table 7 – Principal Property Taxpayers

Table 8 – Property Tax Levies and Collections

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Table 9 – Ratios of Outstanding Debt by Type

Table 10 – Ratios of General Bonded Debt Outstanding

Table 11 – Direct and Overlapping Governmental Activities Debt

Table 12 – Legal Debt Margin Information

Table 13 – Pledged Revenue Coverage

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Table 14 – Demographic and Economic Statistics

Table 15 – Principal Employers

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

Table 16 – Full-time City Government Employees by Function

Table 17 – Operating Indicators by Function

Table 18 – Capital Asset Statistics by Function

CITY OF COON RAPIDS, MINNESOTA

GOVERNMENT-WIDE NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental Activities										
Net investment in capital assets	\$ 98,251,127	\$ 93,430,248	\$ 105,543,327	\$ 108,800,113	\$ 102,203,524	\$ 106,580,229	\$ 112,962,127	\$ 108,839,267	\$ 111,440,398	\$ 114,625,585
Restricted	125,784	135,147	116,946	19,726,809	27,111,379	19,036,744	18,460,032	21,721,746	22,662,842	24,289,623
Unrestricted	73,521,658	86,284,490	75,758,220	53,385,164	54,931,461	54,831,073	53,318,823	53,734,071	56,132,229	41,569,071
Subtotal Governmental Activities Net Position	\$ 171,898,569	\$ 179,849,885	\$ 181,418,493	\$ 181,912,086	\$ 184,246,364	\$ 180,448,046	\$ 184,740,982	\$ 184,295,084	\$ 190,235,469	\$ 180,484,279
Business-type Activities										
Net investment in capital assets	\$ 85,747,522	\$ 87,748,600	\$ 88,101,226	\$ 90,549,160	\$ 89,486,145	\$ 93,870,912	\$ 93,311,827	\$ 91,289,503	\$ 89,014,000	\$ 89,686,706
Unrestricted	13,613,967	12,670,341	12,579,044	9,927,068	9,434,712	11,022,451	12,390,088	14,191,254	15,963,970	13,271,293
Subtotal Business-type Activities Net Position	\$ 99,361,489	\$ 100,418,941	\$ 100,680,270	\$ 100,476,228	\$ 98,920,857	\$ 104,893,363	\$ 105,701,915	\$ 105,480,757	\$ 104,977,970	\$ 102,957,999
Primary Government										
Net investment in capital assets	\$ 183,998,649	\$ 181,178,848	\$ 193,644,553	\$ 199,349,273	\$ 191,689,669	\$ 200,451,141	\$ 206,273,954	\$ 200,128,770	\$ 200,454,398	\$ 204,312,291
Restricted	125,784	135,147	116,946	19,726,809	27,111,379	19,036,744	18,460,032	21,721,746	22,662,842	24,289,623
Unrestricted	87,135,625	98,954,831	88,337,264	63,312,232	64,366,173	65,853,524	65,708,911	67,925,325	72,096,199	54,840,364
Total Primary Government Net Position	\$ 271,260,058	\$ 280,268,826	\$ 282,098,763	\$ 282,388,314	\$ 283,167,221	\$ 285,341,409	\$ 290,442,897	\$ 289,775,841	\$ 295,213,439	\$ 283,442,278

Note 1: The City implemented Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities*, for the year ended December 31, 2013, resulting in a restatement of beginning net position. Years prior to 2013 have not been restated.

Note 2: The City implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, for the year ended December 31, 2015, resulting in a restatement of beginning net position. Years prior to 2015 have not been restated.

CITY OF COON RAPIDS, MINNESOTA

**CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Expenses										
Governmental activities:										
General government	\$ 3,911,439	\$ 4,348,536	\$ 4,784,904	\$ 5,243,859	\$ 4,574,091	\$ 4,729,669	\$ 5,153,326	\$ 5,384,088	\$ 5,829,134	\$ 5,760,719
Public safety	11,187,234	12,423,774	13,376,797	13,355,947	13,601,282	13,993,829	14,611,186	14,920,693	16,417,405	16,476,755
Community services	803,445	767,880	780,520	614,510	654,808	615,143	611,965	586,645	620,534	674,796
Community development	3,285,483	3,538,587	3,443,163	7,758,942	5,966,960	6,112,460	3,668,796	3,685,964	3,390,581	4,166,027
Public works:										
Streets	7,443,632	4,375,050	8,866,060	5,828,705	6,693,919	7,099,526	6,839,088	6,861,364	7,161,322	6,782,990
Parks and recreation	2,826,344	3,417,204	3,614,851	2,942,157	3,126,515	3,936,015	3,980,491	3,870,767	4,166,460	4,156,673
Maintenance of buildings/vehicles	1,813,422	1,615,657	1,638,683	1,604,040	1,508,438	1,604,927	1,524,179	1,491,789	1,501,092	1,457,211
Engineering and design	494,849	524,369	498,488	544,917	531,664	564,467	610,507	602,039	522,107	578,134
Interest expense and fiscal charges on long-term debt	966,058	827,070	559,658	440,064	533,784	889,971	778,979	769,562	794,765	934,556
Total governmental activities expenses	<u>32,731,906</u>	<u>31,838,127</u>	<u>37,563,124</u>	<u>38,333,141</u>	<u>37,191,461</u>	<u>39,546,007</u>	<u>37,778,517</u>	<u>38,172,911</u>	<u>40,403,400</u>	<u>40,987,861</u>
Business-type activities:										
Water	4,603,103	4,967,329	5,374,239	5,506,926	5,692,305	5,406,828	5,792,936	5,384,010	6,020,010	5,575,874
Sewer	4,917,125	5,263,861	5,282,611	5,526,932	5,856,768	5,829,927	5,598,040	5,954,262	6,166,584	6,100,977
Storm water drainage	1,115,422	1,335,480	1,224,241	1,273,594	1,305,147	1,227,554	1,284,813	1,235,081	1,226,766	1,255,199
Golf	1,889,589	1,916,023	1,948,475	1,924,840	2,753,055	2,380,478	2,698,899	2,723,898	3,228,483	6,293,356
Total business-type activities expenses	<u>12,525,239</u>	<u>13,482,693</u>	<u>13,829,566</u>	<u>14,232,292</u>	<u>15,607,275</u>	<u>14,844,787</u>	<u>15,374,688</u>	<u>15,297,251</u>	<u>16,641,843</u>	<u>19,225,406</u>
Total primary government expenses	<u>\$ 45,257,145</u>	<u>\$ 45,320,820</u>	<u>\$ 51,392,690</u>	<u>\$ 52,565,433</u>	<u>\$ 52,798,736</u>	<u>\$ 54,390,794</u>	<u>\$ 53,153,205</u>	<u>\$ 53,470,162</u>	<u>\$ 57,045,243</u>	<u>\$ 60,213,267</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 1,013,235	\$ 1,747,408	\$ 1,721,851	\$ 1,790,678	\$ 2,156,886	\$ 2,030,170	\$ 2,563,165	\$ 2,640,027	\$ 2,712,516	\$ 2,769,130
Public safety	808,683	823,536	770,891	905,544	910,643	942,866	870,829	964,968	819,165	761,009
Community services	197,681	198,460	179,900	182,318	190,071	174,599	193,816	196,776	224,177	234,455
Community development	2,726,734	1,245,439	990,762	1,280,223	1,198,530	1,075,797	1,223,913	1,260,665	1,192,005	1,024,187
Public works:										
Streets	16,619	3,109	16,353	29,135	34,674	6,276	46,618	14,281	13,161	27,104
Parks and recreation	329,486	322,309	373,269	457,336	450,964	526,734	615,401	601,393	624,684	696,942
Maintenance of buildings/vehicles								327		1,664
Engineering and design	157,073	115,082	125,369	139,018	110,643	244,471	209,989	337,037	260,739	263,090
Operating grants and contributions	1,526,232	1,637,252	1,467,795	1,534,691	2,084,712	1,907,040	1,820,230	2,073,304	1,885,945	2,085,293
Capital grants and contributions	5,690,985	4,395,597	3,234,715	3,900,363	3,934,892	4,931,735	5,922,495	4,783,241	5,417,259	6,302,213
Total governmental activities program revenues	<u>12,466,728</u>	<u>10,488,192</u>	<u>8,880,905</u>	<u>10,219,306</u>	<u>11,072,015</u>	<u>11,839,688</u>	<u>13,466,456</u>	<u>12,872,019</u>	<u>13,149,651</u>	<u>14,165,087</u>

CITY OF COON RAPIDS, MINNESOTA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

Business-type activities:										
Charges for services:										
Water	4,745,966	4,944,791	4,680,327	5,038,105	4,737,354	4,946,935	6,128,948	5,581,711	5,189,690	5,486,569
Sewer	4,951,421	5,159,888	5,159,922	5,328,990	5,829,574	6,058,844	6,091,717	5,989,066	6,176,654	6,200,626
Storm water drainage	1,016,498	1,113,613	1,202,565	1,279,171	1,343,976	1,358,007	1,362,470	1,358,238	1,358,360	1,378,973
Golf	1,854,356	1,914,210	1,879,143	1,926,623	1,878,519	2,218,344	2,394,786	2,553,025	2,690,545	5,270,541
Capital grants and contributions	1,900,756	893,319	196,092	57,569	106,527	555,755	69,475			
Total business-type activities program revenues	14,468,997	14,025,821	13,118,049	13,630,458	13,895,950	15,137,885	16,043,164	15,486,272	15,415,249	18,336,709
Total primary government program revenues	\$ 26,935,725	\$ 24,514,013	\$ 21,998,954	\$ 23,849,764	\$ 24,967,965	\$ 26,977,573	\$ 29,509,620	\$ 28,358,291	\$ 28,564,900	\$ 32,501,796
Net (expense) revenue:										
Governmental activities	\$ (20,265,178)	\$ (21,349,935)	\$ (28,682,219)	\$ (28,113,835)	\$ (26,119,446)	\$ (27,706,319)	\$ (24,312,061)	\$ (25,300,892)	\$ (27,253,749)	\$ (26,822,774)
Business-type activities	1,943,758	543,128	(711,517)	(601,834)	(1,711,325)	293,098	668,476	189,021	(1,226,594)	(888,697)
Total primary government net expense	\$ (18,321,420)	\$ (20,806,807)	\$ (29,393,736)	\$ (28,715,669)	\$ (27,830,771)	\$ (27,413,221)	\$ (23,643,585)	\$ (25,111,871)	\$ (28,480,343)	\$ (27,711,471)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes collected for general purposes	\$ 14,149,188	\$ 15,345,382	\$ 16,658,313	\$ 17,401,438	\$ 17,272,247	\$ 17,259,393	\$ 17,625,056	\$ 18,029,864	\$ 17,910,227	\$ 18,374,053
Property taxes collected for debt services	577,814	644,990	778,117	1,057,747	1,088,719	1,515,703	1,728,483	2,102,239	2,586,653	3,554,685
Property taxes collected for capital improvements	1,610,495	1,888,969	2,018,953	2,188,169	2,139,138	2,482,766	2,679,309	2,674,472	2,832,183	2,800,594
Tax increments	2,149,036	2,145,857	2,266,667	2,049,011	2,340,630	1,371,474	1,338,390	607,329	560,830	190,799
Grants and contributions not restricted to specific programs	1,493,998	1,318,156	703,888	795,603	100,639	104,887	47,159	42,112	976,856	1,117,258
Unrestricted investment earnings	2,387,878	3,857,133	2,870,321	1,175,406	1,313,591	2,429,304	990,583	(2,280,013)	3,385,518	1,349,718
Gain on sale of capital assets	93,910	59,792	27,221	85,442	187,054	67,032	304,945	43,423		262,910
Miscellaneous	4,106,752	3,875,274	3,959,341	3,854,612	4,011,706	4,091,562	3,891,072	3,721,777	4,941,867	5,083,524
Transfers		165,698	(305,009)			(5,414,120)				
Total governmental activities	26,569,071	29,301,251	28,977,812	28,607,428	28,453,724	23,908,001	28,604,997	24,941,203	33,194,134	32,733,541
Business-type activities:										
Unrestricted investment earnings	528,370	654,377	616,792	347,234	151,164	250,394	129,816	(385,789)	615,663	269,989
Gain on sale of capital assets	56,255	25,645	51,045	50,558	4,790	14,894	10,260	11,140	45,531	
Miscellaneous								66,438	62,613	63,884
Transfers		(165,698)	305,009			5,414,120				
Total business-type activities	584,625	514,324	972,846	397,792	155,954	5,679,408	140,076	(308,211)	723,807	333,873
Total primary government	\$ 27,153,696	\$ 29,815,575	\$ 29,950,658	\$ 29,005,220	\$ 28,609,678	\$ 29,587,409	\$ 28,745,073	\$ 24,632,992	\$ 33,917,941	\$ 33,067,414
Change in Net Position										
Governmental activities	\$ 6,303,893	\$ 7,951,316	\$ 295,593	\$ 493,593	\$ 2,334,278	\$ (3,798,318)	\$ 4,292,936	\$ (359,689)	\$ 5,940,385	\$ 5,910,767
Business-type activities	2,528,383	1,057,452	261,329	(204,042)	(1,555,371)	5,972,506	808,552	(119,190)	(502,787)	(554,824)
Total primary government	\$ 8,832,276	\$ 9,008,768	\$ 556,922	\$ 289,551	\$ 778,907	\$ 2,174,188	\$ 5,101,488	\$ (478,879)	\$ 5,437,598	\$ 5,355,943

Note: The City implemented Governmental Accounting Standards Board Statement No. 65, *Items Previously Reported as Assets and Liabilities*, for the year ended December 31, 2013, resulting in a restatement of beginning net position. Years prior to 2013 have not been restated.

CITY OF COON RAPIDS, MINNESOTA

FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
DECEMBER 31

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Reserved	\$ 436,513	\$ 438,742	\$ 456,490	\$ 525,326	\$ 641,997					
Unreserved	10,551,737	11,200,728	11,552,279	11,457,791	11,491,566					
Nonspendable						\$ 564,220	\$ 490,077	\$ 409,748	\$ 438,296	\$ 484,521
Restricted						41,780	10,149	23,278	29,364	27,989
Assigned						100,875	223,519	392,602	196,625	118,300
Unassigned						11,888,822	12,143,846	12,631,844	13,242,936	13,791,970
Subtotal General Fund	\$ 10,988,250	\$ 11,639,470	\$ 12,008,769	\$ 11,983,117	\$ 12,133,563	\$ 12,595,697	\$ 12,867,591	\$ 13,457,472	\$ 13,907,221	\$ 14,422,780
All Other Governmental Funds										
Reserved	\$ 22,895,879	\$ 26,576,090	\$ 21,697,919	\$ 13,562,628	\$ 22,472,956					
Unreserved										
Special Revenue Funds	6,068,630	6,263,886	6,378,015	6,543,769	6,332,111					
Debt Service Funds	3,714,874	3,303,029	1,940,118	5,630,137	11,171,035					
Capital Projects Funds	14,646,438	24,026,730	19,471,372	22,137,640	22,976,808					
Nonspendable						\$ 7,144,468	\$ 5,744,391	\$ 5,009	\$ 7,386	\$ 9,402
Restricted						15,866,420	15,904,519	17,105,596	17,506,703	19,181,232
Committed						26,277,449	25,529,427	32,367,701	36,702,778	35,788,616
Assigned						231,381	1,832,727			
Unassigned						(3,800,857)	(4,736,496)	(1,018,315)	(2,293,522)	(1,418,146)
Subtotal All Other Governmental Funds	\$ 47,325,821	\$ 60,169,735	\$ 49,487,424	\$ 47,874,174	\$ 62,952,910	\$ 45,718,861	\$ 44,274,568	\$ 48,459,991	\$ 51,923,345	\$ 53,561,104
Total Governmental Funds										
Reserved	\$ 23,332,392	\$ 27,014,832	\$ 22,154,409	\$ 14,087,954	\$ 23,114,953					
Unreserved	34,981,679	44,794,373	39,341,784	45,769,337	51,971,520					
Nonspendable						\$ 7,708,688	\$ 6,234,468	\$ 414,757	\$ 445,682	\$ 493,923
Restricted						15,908,200	15,914,668	17,128,874	17,536,067	19,209,221
Committed						26,277,449	25,529,427	32,367,701	36,702,778	35,788,616
Assigned						332,256	2,056,246	392,602	196,625	118,300
Unassigned						8,087,965	7,407,350	11,613,529	10,949,414	12,373,824
Total Governmental Funds	\$ 58,314,071	\$ 71,809,205	\$ 61,496,193	\$ 59,857,291	\$ 75,086,473	\$ 58,314,558	\$ 57,142,159	\$ 61,917,463	\$ 65,830,566	\$ 67,983,884

Note: The City implemented Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* for the year ended December 31, 2011, resulting in reclassification of the components of fund balance. Years prior to 2011 have not been restated.

CITY OF COON RAPIDS, MINNESOTA

CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

Source	For the Year Ended December 31									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues:										
General property taxes	\$ 16,236,796	\$ 17,686,102	\$ 19,459,464	\$ 20,537,306	\$ 20,606,011	\$ 21,362,199	\$ 22,063,230	\$ 22,871,142	\$ 23,407,167	\$ 24,785,417
Tax increments	2,149,036	2,145,857	2,266,667	2,049,011	2,340,630	1,371,474	1,338,390	607,329	560,830	190,799
Special assessments	3,657,519	3,460,049	2,526,399	2,628,637	2,360,581	2,507,616	2,555,014	2,347,775	2,222,150	2,210,103
Licenses and permits	1,439,640	1,155,242	1,144,260	1,250,448	1,424,439	1,561,369	1,674,469	1,833,910	1,753,373	1,471,009
Fines and forfeitures	367,922	400,630	373,785	453,689	405,998	477,264	403,251	334,526	287,596	310,455
Investment income	2,139,306	3,470,842	2,544,032	1,049,593	1,159,638	2,141,346	875,930	(1,915,510)	2,922,053	1,199,488
Intergovernmental	4,874,452	5,180,846	4,014,436	4,607,871	3,900,251	4,359,186	5,546,238	3,849,436	5,686,906	6,126,483
Payments on notes	11,967	6,980		5,164	41,388	72,141	67,864	311,064	41,812	150,749
Charges for services	1,118,121	1,112,025	1,246,337	1,458,640	1,681,815	1,803,110	2,023,947	2,092,317	2,110,526	1,916,778
Platting fees	342,360	152,200	3,050	54,000	64,400	4,000		4,000	132,400	233,660
Other	6,533,095	5,639,701	5,609,840	5,189,869	5,427,804	5,244,461	5,813,838	5,969,497	6,603,915	6,543,441
Total Revenues	38,870,214	40,410,474	39,188,270	39,284,228	39,412,955	40,904,166	42,362,171	38,305,486	45,728,728	45,138,382
Expenditures:										
Current:										
General government	3,806,351	3,996,060	4,606,285	4,071,303	4,545,933	5,294,257	4,593,557	4,884,996	5,354,879	6,128,287
Public safety	10,695,478	11,592,480	12,291,839	12,353,731	12,260,567	12,319,225	12,805,233	13,016,603	13,752,422	14,357,554
Community services	798,040	685,240	685,240	649,982	644,122	600,001	596,624	573,592	607,968	657,273
Community development	2,450,280	2,098,357	2,086,662	2,384,411	1,970,652	2,021,636	1,929,385	1,996,238	2,085,200	2,074,414
Maintenance services	6,257,128	6,445,858	6,838,824	6,048,228	6,243,405	6,599,069	6,720,129	6,849,113	7,138,050	7,250,853
Capital outlay and improvements	12,664,903	5,845,340	13,844,881	12,279,983	13,508,321	20,038,416	13,351,483	9,875,556	13,697,841	17,797,550
Debt service:										
Principal retirement	5,686,885	5,244,331	9,715,000	2,665,000	1,330,000	2,430,000	2,160,000	1,725,000	1,875,000	2,965,000
Interest and fiscal charges	921,046	862,218	641,342	441,706	370,998	894,682	808,962	776,877	811,172	829,938
Other	129,121	102,241	93,498	91,072	56,187	41,169	35,467	30,382	27,133	22,411
Total Expenditures	43,409,232	36,951,019	50,803,571	40,985,416	40,930,185	50,238,455	43,000,840	39,728,357	45,349,665	52,083,280
Excess (Deficiency) of										
Revenues over Expenditures	(4,539,018)	3,459,455	(11,615,301)	(1,701,188)	(1,517,230)	(9,334,289)	(638,669)	(1,422,871)	379,063	(6,944,898)
Other Financing Sources (Uses):										
Bond issuance			1,575,000		17,080,000			6,615,000	4,090,000	8,400,000
Premium on bonds issued			4,245		33,736			251,368	79,274	359,065
Refunding bonds issued					(240,208)					
Sale of Capital Assets		9,998,913								1,054,000
Transfers in	4,772,932	8,983,232	3,045,390	5,066,604	14,926,978	3,580,537	3,587,978	2,018,124	2,069,713	7,200,586
Transfer out	(5,062,419)	(8,946,466)	(3,322,346)	(5,004,318)	(15,329,732)	(9,447,290)	(4,121,708)	(2,686,317)	(2,704,947)	(7,915,435)
Total Other Financing Sources (Uses)	(289,487)	10,035,679	1,302,289	62,286	16,470,774	(5,866,753)	(533,730)	6,198,175	3,534,040	9,098,216
Net Change in Fund Balances	\$ (4,828,505)	\$ 13,495,134	\$ (10,313,012)	\$ (1,638,902)	\$ 14,953,544	\$ (15,201,042)	\$ (1,172,399)	\$ 4,775,304	\$ 3,913,103	\$ 2,153,318
Debt Service as a % of										
Noncapital Expenditures	19.2%	19.0%	24.4%	8.6%	5.4%	9.2%	8.8%	7.5%	7.6%	10.2%

CITY OF COON RAPIDS, MINNESOTA

MARKET VALUE AND TAX CAPACITY VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Year Ended December 31 (Payable)	Indicated Market Value (1)	Taxable Market Value (2)						Tax Capacity Value (3)	Tax Capacity Value as a % of Taxable Market Value	Tax Capacity Rate
		Real Property				Personal Property	Total			
		Residential	Commercial	Agricultural	Other					
2006	\$ 5,621,914,823	\$ 4,082,381,550	\$ 743,428,600	\$ 1,192,550	\$ 19,206,900	\$ 35,271,800	\$ 4,881,481,400	\$ 57,062,848	1.17 %	30.586
2007	5,885,551,059	4,417,660,200	784,151,600	1,284,800	20,374,900	34,633,800	5,258,105,300	61,230,076	1.16 %	30.526
2008	5,843,615,688	4,512,511,900	898,431,700	1,530,900	20,261,600	34,837,300	5,467,573,400	64,469,777	1.18 %	30.731
2009	5,814,327,001	4,432,288,950	931,170,100	1,403,750	21,646,900	37,183,300	5,423,693,000	64,311,411	1.19 %	32.706
2010	5,390,273,093	4,075,634,250	929,247,500	1,099,650	22,160,800	40,538,200	5,068,680,400	60,770,547	1.20 %	34.468
2011	4,811,249,418	3,615,823,400	862,618,600	998,800	23,745,600	43,444,300	4,546,630,700	54,880,856	1.21 %	38.951
2012	4,628,196,398	3,066,010,382	806,029,200	968,943	23,357,500	43,072,500	3,939,438,525	48,217,805	1.22 %	42.824
2013	4,190,437,869	2,706,549,993	745,286,500	921,660	24,877,500	44,956,900	3,522,592,553	43,467,894	1.23 %	48.835
2014	4,261,288,103	2,696,601,125	763,016,900	919,016	25,707,000	41,938,400	3,528,182,441	43,670,617	1.24 %	47.509
2015	4,764,308,759	3,133,685,353	809,612,400	993,595	27,946,300	41,278,700	4,013,516,348	49,038,831	1.22 %	44.754

(1) Indicated market value is calculated by dividing the estimated market value by the City's sales ratio determined by the State Department of Revenue. This is the estimate of what a property would sell for.

(2) Estimated market value is limited to the amount it can increase over the prior year resulting in the taxable market value.

(3) Tax capacity value is the taxable value after applying appropriate class rates for the property type.

TABLE 6

CITY OF COON RAPIDS, MINNESOTA

**PROPERTY TAX RATES -- DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS**

<u>Payable Year</u>	<u>City of Coon Rapids (2)</u>	<u>Overlapping Rates (1)</u>			<u>Total Direct and Overlapping Rates</u>
		<u>Anoka County</u>	<u>Anoka-Hennepin School District #11</u>	<u>Special Districts</u>	
2006	30.586	32.096	20.046	5.655	88.383
2007	30.526	30.696	19.353	5.824	86.399
2008	30.731	31.078	16.983	6.879	85.671
2009	32.706	32.078	18.263	5.606	88.653
2010	34.468	35.189	19.939	6.089	95.685
2011	38.951	39.952	23.999	6.985	109.887
2012	42.824	41.146	23.325	6.990	114.285
2013	48.835	44.411	26.801	7.268	127.315
2014	47.509	43.239	28.265	7.425	126.438
2015	44.754	38.123	22.482	6.863	112.222

Source: Anoka County

- (1) Overlapping rates are those of other governments that apply to property owners within the City of Coon Rapids. Not all overlapping rates apply to all City of Coon Rapids property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district).
- (2) Within the Anoka County property tax system, the City is an individual tax district. Thus the City direct rate is an individual rate, and is not comprised of component direct rates.

TABLE 7

CITY OF COON RAPIDS, MINNESOTA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Payable Principal Taxpayer	2015				2006			
	Taxable Market Value	Rank	Tax Capacity Value	Percentage of Total Tax Capacity Value	Taxable Market Value	Rank	Tax Capacity Value	Percentage of Total Tax Capacity Value
DDR MDT Riverdale Village Outer Ring LLC	\$ 46,995,900	1	\$ 939,168	1.92%	\$ 50,416,500 *	1	\$ 1,007,580	1.77%
DDR MDT Riverdale Village Inner Ring LLC	40,238,100	2	802,513	1.64%	30,657,200 *	2	612,283	1.07%
Riverdale 2005 LLC	24,999,900	3	499,248	1.02%	21,015,600	3	418,062	0.73%
Inland Riverdale Commons LLC	21,485,700	4	426,714	0.87%	17,476,900	5	348,788	0.61%
Inland Village Ten LLC	21,328,300	5	425,816	0.87%	16,097,200	7	321,194	0.56%
Xcel (fka Northern States Power)	20,704,600	6	414,092	0.84%	18,894,600	4	377,890	0.66%
GPC Acquisitions LLC	15,460,100	7	307,550	0.63%				
Target Corporation	15,285,100	8	304,202	0.62%	17,387,800	6	346,256	0.61%
Allina Health System	14,100,300	9	276,884	0.56%	12,844,700	10	248,903	0.44%
Minnegasco	13,979,400	10	278,024	0.57%				
WC Northtown Village LLC					15,483,000	8	308,910	0.54%
Connexus Energy					14,806,300	9	295,939	0.52%
Totals	<u>\$ 234,577,400</u>		<u>\$ 4,674,211</u>	<u>9.53%</u>	<u>\$ 215,079,800</u>		<u>\$ 4,285,805</u>	<u>7.51%</u>

*formerly Coon Rapids Riverdale Village; now DDR MDT Riverdale Village Inner & Outer Ring LLC

Source: Anoka County

TABLE 8

CITY OF COON RAPIDS, MINNESOTA

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended December 31	Taxes Levied for the Fiscal Year	Levy Adjustments	Total to be collected	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percentage of Levy		Amount	Percentage of Levy and Adjustments
2006	\$ 15,906,392	\$ (101,317)	\$ 15,805,075	\$ 15,626,671	98.24%	\$ 175,306	\$ 15,801,977	99.98%
2007	17,425,368	(48,022)	17,377,346	17,064,034	97.93%	310,552	17,374,586	99.98%
2008	18,718,005	82,468	18,800,473	18,519,120	98.94%	278,713	18,797,833	99.99%
2009	19,908,184	(195,959)	19,712,225	19,524,594	98.07%	181,188	19,705,782	99.97%
2010	19,995,687	(346,186)	19,649,501	19,575,935	97.90%	56,342	19,632,277	99.91%
2011	20,589,661	(166,869)	20,422,792	20,383,108	99.00%	19,556	20,402,664	99.90%
2012	21,479,029	(277,840)	21,201,189	21,201,033	98.71%	(21,952)	21,179,081	99.90%
2013	22,436,696	(142,983)	22,293,713	22,170,164	98.81%	88,422	22,258,586	99.84%
2014	22,887,508	(92,664)	22,794,844	22,676,338	99.08%	68,582	22,744,920	99.78%
2015	24,269,114	(50,214)	24,218,900	24,063,225	99.15%		24,063,225	99.36%

CITY OF COON RAPIDS, MINNESOTA

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Lease Revenue Bonds	Tax Increment Bonds	Special Assessments Bonds	Water Revenue Bonds	Storm Water Drainage Revenue Bonds	Recreational Facility Revenue Bonds	Capital Leases			
2006	\$ 5,190,861		\$ 8,868,056	\$ 11,303,098	\$ 11,329,344		\$ 1,229,057	\$ 58,731	\$ 37,979,147	1.62%	598
2007	4,190,417		7,808,570	8,171,053	14,225,543		1,005,543		35,401,126	1.45%	556
2008	3,230,002		2,489,320	6,350,509	15,751,131				27,820,962	1.14%	441
2009	2,249,588		2,367,274	4,785,296	15,119,006				24,521,164	1.05%	389
2010	1,843,822	\$ 14,319,792	2,240,228	6,538,631	10,284,523		4,172,188		39,399,184	1.69%	641
2011	1,443,059	14,330,460	795,000	5,960,015	9,449,133		4,174,219		36,151,886	1.46%	585
2012	1,082,294	13,966,129	240,000	5,081,398	8,578,744		4,056,250		33,004,815	1.29%	534
2013	721,529	13,591,797		11,199,150	10,394,564		4,746,647		40,653,687	1.56%	649
2014	360,765	13,202,465		14,219,670	14,302,619	\$ 850,534	4,627,788		47,563,841	1.75%	762
2015	5,486,956	12,796,444		15,260,099	14,753,108	848,980	4,503,928	304,848	53,954,363	2.00%	864

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

(1) See the Schedule of Demographic and Economic Statistics (Table 14) for personal income and population data.

CITY OF COON RAPIDS, MINNESOTA

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Taxable Market Value of Property (1)	Per Capita (2)
2006	\$ 5,190,861	\$ 1,312,798	\$ 3,878,063	0.08%	\$ 61
2007	4,190,417	1,261,712	2,928,705	0.06%	46
2008	3,230,002	1,250,383	1,979,619	0.04%	31
2009	2,249,588	806,340	1,443,248	0.03%	23
2010	1,843,822	400,383	1,443,439	0.03%	23
2011	1,443,059	74,481	1,368,578	0.03%	22
2012	1,082,294		1,082,294	0.03%	17
2013	721,529		721,529	0.02%	12
2014	360,765		360,765	0.01%	6
2015	5,486,956	613,554	4,873,402	0.12%	78

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

(1) See the Schedule of Market Value and Tax Capacity Value of Taxable Property (Table 5) for property value data.

(2) Population data can be found in the Schedule of Demographic and Economic Statistics (Table 14).

CITY OF COON RAPIDS, MINNESOTA

TABLE 11

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2015**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Applicable to City</u>	
		<u>Percent</u>	<u>Amount</u>
Direct Debt:			
City of Coon Rapids	\$ 33,543,499 (1)	100.00%	\$ 33,543,499
Overlapping Debt:			
Anoka County	118,390,000	17.63%	20,873,223
Independent School District #11	72,239,061	26.89%	19,424,795
Metropolitan Council	196,680,000	1.60%	3,138,816
Total Overlapping Debt	<u>387,309,061</u>		<u>43,436,833</u>
Total Direct and Overlapping Debt	<u>\$ 420,852,560</u>		<u>\$ 76,980,332</u>

Sources: Anoka County, Independent School District #11, Metropolitan Council, and City of Coon Rapids

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Coon Rapids. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. This does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

(1) The total of outstanding debt for governmental activities from Table 9.

CITY OF COON RAPIDS, MINNESOTA

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt limit	\$ 98,608,386	\$ 105,586,786	\$ 164,027,202	\$ 162,710,790	\$ 152,060,412	\$ 136,398,921	\$ 118,183,156	\$ 105,677,777	\$ 105,845,473	\$ 120,405,490
Total net debt applicable to limit			57,826	11,865						4,681,446
Legal debt margin	\$ 98,608,386	\$ 105,586,786	\$ 163,969,376	\$ 162,698,925	\$ 152,060,412	\$ 136,398,921	\$ 118,183,156	\$ 105,677,777	\$ 105,845,473	\$ 115,724,044
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.04%	0.01%	0.00%	0.00%	0.00%	0.00%	0.00%	3.89%

Legal Debt Margin Calculation for Fiscal Year 2015

Estimated market value (taxes payable 2015)	<u>\$ 4,013,516,348</u>
Debt limit (1)	<u>\$ 120,405,490</u>
Debt applicable to limit:	
General obligation bonds (2)	5,295,000
Less: Amount set aside for repayment of general obligation debt (3)	<u>(613,554)</u>
Total net debt applicable to limit	<u>4,681,446</u>
Legal debt margin	<u>\$ 115,724,044</u>

- (1) Under state law, no municipality, except a school district or a city of the first class, shall incur or be subject to a net debt in excess of three percent of the market value of taxable property in the municipality.
- (2) General obligation bonds from Table 9 (net of discount/premium)
- (3) Under state law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying those bonds.

CITY OF COON RAPIDS, MINNESOTA

PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available For Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
WATER REVENUE BONDS							
2006	\$ 4,780,439	\$ 2,676,970	\$ 2,103,469	\$ 1,230,000	\$ 482,266	\$ 1,712,266	122.85%
2007	4,954,569	2,909,346	2,045,223	1,265,000	477,216	1,742,216	117.39%
2008	4,777,838	3,141,832	1,636,006	1,230,000	598,300	1,828,300	89.48%
2009	5,170,712	3,198,022	1,972,690	635,000	672,099	1,307,099	150.92%
2010	4,692,739	3,295,570	1,397,169	780,000 (3)	496,096	1,276,096	109.49%
2011	4,867,997	3,129,164	1,738,833	835,000 (3)	394,424	1,229,424	141.43%
2012	6,072,374	3,535,315	2,537,059	870,000	360,986	1,230,986	206.10%
2013	5,568,086	3,162,383	2,405,703	3,210,000 (4)	320,834	3,530,834	68.13%
2014	5,222,918	3,780,351	1,442,567	950,000	326,788	1,276,788	112.98%
2015	5,528,543	3,261,499	2,267,044	1,195,000	378,244	1,573,244	144.10%
STORM WATER DRAINAGE REVENUE BONDS							
2015	\$ 1,462,245	\$ 605,461	\$ 856,784	\$	\$ 15,531	\$ 15,531	5516.61%
RECREATIONAL FACILITY REVENUE BONDS (5)							
2006	\$ 1,854,540	\$ 1,439,520	\$ 415,020	\$ 215,000	\$ 79,056	\$ 294,056	141.14%
2007	1,923,324	1,493,613	429,711	225,000	64,474	289,474	148.45%
2008	1,888,871	1,582,468	306,403	1,010,000 (6)	62,822	1,072,822	28.56%
2009	1,932,521	1,579,337	353,184		(7)		N/A
2010	1,863,822	1,545,297	318,525		(7)		N/A
2011	2,268,506	1,720,814	547,692		212,005	212,005	258.34%
2012	2,392,285	1,938,501	453,784	120,000	204,076	324,076	140.02%
2013	2,546,234	1,923,046	623,188	120,000	219,850	339,850	183.37%
2014	2,700,099	2,328,180	371,919	120,000	215,657	335,657	110.80%
2015	5,270,616	5,339,059	(68,443)	125,000	223,984	348,984	-19.61%

(1) Gross revenues include operating revenues and investment income.

(2) Operating expenses do not include depreciation.

(3) Excludes \$4,090,000 for bonds refunded with refunding bond proceeds held in escrow.

(4) Includes \$2,305,000 in called bonds.

(5) For golf course.

(6) Includes \$775,000 in called bonds.

(7) Interest of \$40,756 in 2009 and \$26,378 in 2010 on the Statement of Revenues, Expenses & Changes in Fund Net Assets was for interfund loan interest only.

TABLE 14

CITY OF COON RAPIDS, MINNESOTA

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2006	63,480	2,344,633,800	36,935	3.8%
2007	63,649	2,435,274,389	38,261	4.5%
2008	63,081	2,439,468,432	38,672	5.3%
2009	63,005	2,345,676,150	37,230	8.3%
2010	61,476	2,330,555,160	37,910	7.9%
2011	61,766	2,478,175,452	40,122	6.7%
2012	61,850	2,556,322,350	41,331	5.6%
2013	62,684	2,611,728,860	41,665	5.0%
2014	62,435	2,710,428,220	43,412	4.1%
2015	62,527	2,698,135,591	43,152 (5)	3.7%

(1) Estimates as provided by the Metropolitan Council except 2010 which is a U.S. Census figure.

(2) Calculated based on the per capita personal income for Anoka County (as provided by the U.S. Department of Commerce).

(3) For Anoka County as provided by the U.S. Department of Commerce.

(4) City of Coon Rapids rate as provided by the Minnesota Department of Employment and Economic Development.

(5) Actual amount not yet available. Based on prior year adjusted by the metropolitan area CPI.

TABLE 15

CITY OF COON RAPIDS, MINNESOTA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2015			2006		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Mercy Hospital (Allina Health System)	1,860	1	7.50%	2,300	1	9.52%
Independent School District #11 ¹	1,238	2	4.99%	1,166	2	4.83%
RMS Company	672	3	2.71%	420	7	1.74%
Honeywell Aerospace	600	4	2.42%	500	4	2.07%
Anoka Ramsey Community College	403	5	1.62%	420	6	1.74%
Hom Furniture	300	6	1.21%			
Target	300	7	1.21%	320	9	1.32%
City of Coon Rapids ²	286	8	1.15%	288	10	1.19%
Menards	220	9	0.89%			
Wal-Mart	200	10	0.81%			
Mary T Inc.				650	3	2.69%
Allina Medical Center				500	5	2.07%
John Roberts Company				330	8	1.37%
	<u>6,079</u>		<u>24.50%</u>	<u>6,894</u>		<u>28.55%</u>

Sources: 2015 - Ehlers & Associates, Inc.
2006 - Springsted, Inc.

¹Includes full-time, part-time and seasonal employees that work in the City.

²Includes full-time, part-time and seasonal employees on a full-time equivalent basis.

CITY OF COON RAPIDS, MINNESOTA

FULL TIME CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government	38	35	37	36	34	34	34	34	34	33
Public Safety:										
Police	77	77	76	72	72	72	72	72	72	73
Fire	33	33	33	32	32	32	32	32	32	32
Community Services	2	2	2	2	2	2	2	2	2	2
Community Development	17	17	21	18	18	19	17	17	18	19
Streets	13	13	13	12	12	12	12	12	13	13
Parks and Recreation	18	19	19	17	17	17	17	17	17	16
Maintenance of Buildings/Vehicles	12	11	11	9	9	9	9	9	9	9
Engineering and Design	11	10	10	9	9	9	9	9	9	10
Water	9	9	11	11	11	11	9	9	9	9
Sewer	7	8	7	6	6	6	7	7	7	7
Storm Drain	0	1	1	1	1	1	1	1	1	1
Golf	3	3	3	3	3	3	4	4	4	4
Total	<u>240</u>	<u>238</u>	<u>244</u>	<u>228</u>	<u>226</u>	<u>227</u>	<u>225</u>	<u>225</u>	<u>227</u>	<u>228</u>

Sources: City of Coon Rapids Human Resources Department

TABLE 17

CITY OF COON RAPIDS, MINNESOTA

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Function	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
Special assessment divisions made	13	9	10	26	14	4	6	8	4	5
Physical inspections	4,017	4,085	3,975	5,604	4,430	4,182	4,428	4,326	5,068	5,454
Real estate divisions made	12	21	10	26	12	5	6	8	15	16
Number of purchase orders processed	2,231	2,971	2,859	2,328	2,510	2,707	2,679	2,764	2,338	1,841
Insurance claims processed	48	67	63	45	58	50	52	53	61	64
Number of W-2's issued	516	520	500	468	457	465	471	465	495	499
Turnover rate of employees	5.83%	6.40%	2.46%	6.14%	1.30%	5.70%	5.75%	6.19%	8.37%	7.02%
Website visits			3,600,000	5,700,000	6,919,274	7,263,596	8,575,722	7,966,284	9,739,516	6,550,911
Cases resolved prior to trial	90%	97%	98%	99%	98%	98%	98%	99%	99%	99%
Public Safety:										
Police										
Formal complaints issued:										
Gross Misdemeanor	357	321	287	245	308	277	267	233	231	299
Misdemeanor and Petty	588	668	615	602	684	794	669	621	515	468
Accidents	1,978	2,221	2,179	1,969	1,732	1,815	1,785	2,034	2,063	2,012
Crimes Reported	9,524	8,812	8,713	8,201	8,269	7,830	6,470	5,930	5,703	5,922
Totals calls for service	41,960	43,217	42,010	42,327	39,133	40,270	38,761	31,706	31,247	35,134
Traffic citations	3,546	3,896	3,973	3,898	3,665	3,724	2,992	2,168	1,611	1,706
Fire										
Fire inspections of existing buildings	565	786	1,137	1,118	480	982	511	1,038	964	515
Total Fire Department calls (excluding medical)	1,705	1,839	1,385	1,533	1,415	1,695	1,556	1,473	1,688	1,731
Medical alarms	2,664	2,824	3,308	3,085	3,079	3,156	3,322	3,320	3,291	3,423
Community Services										
Number of persons in City Funded Senior Programs	3,092	3,115	3,294	3,798	4,087	4,214	4,315	4,294	4,191	3,820
Community Development										
Number of new housing units approved:										
-Single Family	4	9	83	1	10	21	33	15	13	26
-Multiple Family	423	97	0	0	8	5	0	0	0	0
Estimated number of complaint inspections performed	2,450	3,126	1,241	531	1,015	2,826	1,697	2,050	1,321	1,150
Number of building permits issued	5,620	3,137	2,877	2,447	2,219	2,270	2,523	2,230	2,038	2,089
Number of weed complaints received	379	546	894	1,244	420	1,101	841	865	884	622
Number of rental units inspected	1,141	358	267	360	488	822	527	636	651	942
Streets										
Number of cul-de-sacs to plow	417	417	417	417	411	422	411	415	415	423
Miles of streets sealcoated	17	13	16	30	22	13	32	24	17.1	17.2
Miles of streets reconstructed		1.5	2.3	4.2	7.6	8.5	10.1	10.8	9.1	8.6
Miles of sidewalks plowed		87	88	88	87	87	84	101	102	102

CITY OF COON RAPIDS, MINNESOTA

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Function	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Parks and Recreation										
Number of City parks	57	55	44	44	44	44	44	44	44	45
Number of ice hours utilized (50 weeks)	2,241	2,335	2,335	2,324	2,053	2,225	2,127	2,001	2,149	2,220
Number of trees removed on private/public property	656	693	919	543	295	1,038	665	468	867	776
Maintenance of Buildings/Vehicles										
Number of licensed motor vehicles in fleet	175	178	178	178	188	200	209	206	212	210
Square footage of buildings maintained (excludes Public Works building)	65,700	73,500	73,500	73,500	73,500	73,500	73,500	73,500	73,500	73,500
Water										
Number of utility accounts	20,485	20,574	20,645	20,894	20,614	21,003	20,021	21,089	21,156	21,185
Sewer										
Miles of sewer lines jetted	61	73	71	62	78	77	34	32	86	79
Number of manholes checked & cleaned	3,004	3,849	1,727	1,675	2,072	2,078	1,064	5,925	1,128	1,163
Golf										
Number of golf rounds played (1)	85,069	85,444	81,544	86,000	90,000	n/a	n/a	n/a	n/a	n/a
Number of tournaments & leagues conducted	200	200	200	200	200	n/a	n/a	n/a	n/a	n/a
Number of paid adult golf rounds (1)						26,993	28,532	24,247	25,234	23,975
Number of paid membership rounds (1)						31,646	35,913	29,836	29,704	36,528
Number of memberships sold						1,660	2,048	2,017	2,092	2,107

(1) Golf measurements beginning in 2011 include only individually paid rounds. Previous years included estimates for tournaments.

Note: Figures not available for certain prior year indicators.

Sources: Various city departments

CITY OF COON RAPIDS, MINNESOTA

CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

Function	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Public Safety:										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	39	43	43	47	43	43	47	47	46	44
Fire										
Stations	3	3	3	3	3	3	3	3	3	3
Vehicles	20	25	27	22	24	24	24	25	25	25
Streets										
Streets (miles)	219.9	221.0	221.0	221.0	221.0	221.0	221.0	217.0	217.0	217.0
Cul-de-sacs	421	421	421	421	421	421	421	415	415	415
Parks and Recreation										
Parks acreage	1,268	889	871	871	871	871	871	902	902	902
Outdoor skating rinks	6	6	6	6	6	6	6	6	6	6
Indoor ice arena	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	292.3	292.4	293.0	293.0	293.6	293.6	293.6	300.4	300.4	300.4
East treatment plant capacity (millions of gallons)	7.2	7.2	7.2	7.2	7.2	7.2	7.2	7.2	7.2	7.2
West treatment plant capacity (millions of gallons)	14	14	14	14	14	14	14	14	14	14
# of wells	24	24	24	24	24	24	24	24	24	24
Maximum daily capacity (millions of gallons)	32.9	32.9	32.9	32.9	32.9	32.9	32.9	32.9	32.9	32.9
Sewer										
Sewer mains (miles)	250.6	251.0	247.0	247.0	247.2	247.2	247.2	249.2	249.2	249.2
Lift stations	16	16	16	16	16	16	16	16	16	16
Storm Water Drainage										
Storm sewer pipe (miles)	105.3	105.5	106.6	106.6	106.8	106.8	106.8	111.1	111.1	111.1

Sources: Various city departments

Note: No capital asset indicators are available for the general government function.