

CITY OF BECKER, MINNESOTA
SUMMARY FINANCIAL REPORT
REVENUES AND EXPENDITURES FOR GENERAL OPERATIONS
GOVERNMENTAL FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	Totals		Percent Increase (Decrease)
	2015	2014	
REVENUES			
Taxes	\$ 4,848,063	\$ 3,793,899	27.79 %
Licenses and permits	98,549	135,964	(27.52)
Intergovernmental	709,140	311,530	127.63
Charges for services	735,104	690,376	6.48
Fines and forfeits	14,270	14,665	(2.69)
Special assessments	125,361	163,529	(23.34)
Interest on investments	74,949	276,276	(72.87)
Miscellaneous	199,590	156,891	27.22
TOTAL REVENUES	\$ 6,805,026	\$ 5,543,130	22.77 %
Per Capita	\$ 1,450	\$ 1,191	21.74 %
EXPENDITURES			
Current			
General government	\$ 837,289	\$ 877,895	(4.63) %
Public safety	1,159,903	1,118,211	3.73
Public works	615,839	590,103	4.36
Culture and recreation	1,186,865	1,160,736	2.25
Economic development	64,654	76,061	(15.00)
Capital outlay			
General government	87,237	9,770	792.91
Public safety	183,007	160,947	13.71
Public works	927,400	1,400,794	(33.79)
Culture and recreation	149,507	68,278	118.97
Debt service			
Principal	305,000	305,000	-
Interest and other charges	73,236	76,822	(4.67)
TOTAL EXPENDITURES	\$ 5,589,937	\$ 5,844,617	(4.36) %
Per Capita	\$ 1,191	\$ 1,256	(5.15) %
Total Long-term Indebtedness	\$ 2,285,000	\$ 2,590,000	(11.78) %
Per Capita	487	557	(12.51)
General Fund Balance - December 31	\$ 1,693,779	\$ 1,429,661	18.47 %
Per Capita	361	307	17.49

The purpose of this report is to provide a summary of financial information concerning the City of Becker to interested citizens. The complete financial statements may be examined at City Hall, 12060 Sherburne Avenue, Becker, MN 55308. Questions about this report should be directed to Greg Pruszinske, City Administrator at (763) 261-4302.

CITY OF BECKER, MINNESOTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Business-type Activities - Enterprise funds			Totals
	600 Water	610 Sewer	620 Golf Course	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 518,110	\$ 2,293,107	\$ 1,043,351	\$ 3,854,568
Payments to suppliers	(138,960)	(531,326)	(594,484)	(1,264,770)
Payments to employees	(152,776)	(381,151)	(599,043)	(1,132,970)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>226,374</u>	<u>1,380,630</u>	<u>(150,176)</u>	<u>1,456,828</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers from other funds	-	148,000	241,000	389,000
Transfers to other funds	(100,000)	(164,854)	-	(264,854)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>(100,000)</u>	<u>(16,854)</u>	<u>241,000</u>	<u>124,146</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES				
Transfers from other funds	37,330	-	-	37,330
Property taxes	101,537	1,020,542	-	1,122,079
Acquisition of property and equipment	(56,949)	(741,698)	(26,900)	(825,547)
Capital lease proceeds	-	-	28,750	28,750
Interest paid on bonds	(8,901)	(117,853)	(8,819)	(135,573)
Principal paid on bonds and capital lease	(85,000)	(1,490,000)	(81,845)	(1,656,845)
NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES	<u>(11,983)</u>	<u>(1,329,009)</u>	<u>(88,814)</u>	<u>(1,429,806)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received (paid) on investments	12,734	21,541	(864)	33,411
NET INCREASE IN CASH AND CASH EQUIVALENTS	127,125	56,308	1,146	184,579
CASH AND CASH EQUIVALENTS, JANUARY 1	<u>2,220,523</u>	<u>4,173,591</u>	<u>9,126</u>	<u>6,403,240</u>
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u>\$ 2,347,648</u>	<u>\$ 4,229,899</u>	<u>\$ 10,272</u>	<u>\$ 6,587,819</u>
RECONCILIATION TO THE STATEMENTS OF NET POSITION				
Cash and temporary investments	\$ 2,346,690	\$ 3,762,027	\$ 10,272	\$ 6,118,989
Restricted cash and temporary investments	958	467,872	-	468,830
Total	<u>\$ 2,347,648</u>	<u>\$ 4,229,899</u>	<u>\$ 10,272</u>	<u>\$ 6,587,819</u>

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

CITY OF BECKER, MINNESOTA
STATEMENT OF CASH FLOWS - CONTINUED
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Business-type Activities - Enterprise funds			
	600 Water	610 Sewer	620 Golf Course	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (83,581)	\$ 64,655	\$ (404,216)	\$ (423,142)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Other income related to operations	-	27,046	406	27,452
Depreciation	262,236	857,366	212,600	1,332,202
(Increase) decrease in assets and deferred outflows				
Accounts receivable	10,429	3,440	(6,225)	7,644
Special assessment receivable	1,464	1,930	-	3,394
Due from other governments	(1,581)	427,324	-	425,743
Inventories	-	-	(12,728)	(12,728)
Prepaid items	(202)	(966)	(719)	(1,887)
Pension resources	(10,941)	(26,255)	(32,922)	(70,118)
Increase (decrease) in liabilities and deferred inflows				
Accounts payable	21,636	(8,375)	1,551	14,812
Salaries payable	2,093	(1,691)	14,002	14,404
Compensated absences	15,138	19,715	(11,543)	23,310
Pension payable	(7,138)	(23,924)	38,031	6,969
Unearned revenue	-	-	972	972
Pension resources	16,821	40,365	50,615	107,801
 NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	 <u>\$ 226,374</u>	 <u>\$ 1,380,630</u>	 <u>\$ (150,176)</u>	 <u>\$ 1,456,828</u>
SCHEDULE OF NONCASH CAPITAL FINANCING ACTIVITIES				
Capital contribution from governmental funds	<u>\$ 136,603</u>	<u>\$ 39,615</u>	<u>\$ 64,219</u>	<u>\$ 240,437</u>
Book value of disposed assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 177</u>	<u>\$ 177</u>

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

CITY OF BECKER, MINNESOTA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Business-type Activities - Enterprise funds			Totals
	600 Water	610 Sewer	620 Golf Course	
SALES AND COST OF SALES				
Sales	\$ -	\$ -	\$ 395,910	\$ 395,910
Cost of sales	-	-	(188,821)	(188,821)
Gross profit	-	-	207,089	207,089
OPERATING REVENUES				
Charges for services	507,798	1,834,333	652,288	2,994,419
OPERATING EXPENSES				
Wages and salaries	124,012	282,451	462,815	869,278
Employee benefits	44,737	106,910	194,411	346,058
Materials and supplies	65,177	78,712	103,569	247,458
Repairs and maintenance	17,127	85,162	102,871	205,160
Professional services	28,246	73,833	20,635	122,714
Utilities	39,612	262,167	73,870	375,649
Depreciation	262,236	857,366	212,600	1,332,202
Miscellaneous	10,232	23,077	92,822	126,131
TOTAL OPERATING EXPENSES	591,379	1,769,678	1,263,593	3,624,650
OPERATING INCOME (LOSS)	(83,581)	64,655	(404,216)	(423,142)
NONOPERATING REVENUES (EXPENSES)				
Taxes	101,537	1,007,253	-	1,108,790
Interest on investments	12,734	21,541	(864)	33,411
Miscellaneous	-	27,046	406	27,452
Loss on disposal of capital assets	-	-	(177)	(177)
Interest expense	(8,671)	(107,615)	(8,819)	(125,105)
TOTAL NONOPERATING REVENUES (EXPENSES)	105,600	948,225	(9,454)	1,044,371
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	22,019	1,012,880	(413,670)	621,229
TRANSFERS IN	37,330	148,000	241,000	426,330
CONTRIBUTIONS OF CAPITAL ASSETS	136,603	39,615	64,219	240,437
TRANSFERS OUT	(100,000)	(164,854)	-	(264,854)
CHANGE IN NET POSITION	95,952	1,035,641	(108,451)	1,023,142
NET POSITION, JANUARY 1 AS RESTATED (NOTE 8)	8,090,461	22,201,755	4,230,093	34,522,309
NET POSITION, DECEMBER 31	<u>\$ 8,186,413</u>	<u>\$ 23,237,396</u>	<u>\$ 4,121,642</u>	<u>\$ 35,545,451</u>

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

CITY OF BECKER, MINNESOTA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2015

	Business-type Activities - Enterprise funds			Totals
	600 Water	610 Sewer	620 Golf Course	
ASSETS				
CURRENT ASSETS				
Cash and temporary investments	\$ 2,346,690	\$ 3,762,027	\$ 10,272	\$ 6,118,989
Restricted cash and temporary investments	958	467,872	-	468,830
Receivables				
Accounts	45,912	269,503	8,311	323,726
Special assessments	8,872	7,170	-	16,042
Due from other governments	1,581	901	-	2,482
Inventories	-	-	57,860	57,860
Prepaid items	1,398	5,225	6,266	12,889
TOTAL CURRENT ASSETS	2,405,411	4,512,698	82,709	7,000,818
NONCURRENT ASSETS				
Capital assets				
Land	-	43,500	3,675,680	3,719,180
Construction in progress	-	239,929	-	239,929
Buildings and systems	9,839,698	34,209,666	1,966,624	46,015,988
Improvements other than buildings	-	-	1,266,123	1,266,123
Machinery and equipment	133,644	407,200	1,264,177	1,805,021
Less accumulated depreciation	(3,433,458)	(9,917,977)	(3,560,562)	(16,911,997)
TOTAL NONCURRENT ASSETS	6,539,884	24,982,318	4,612,042	36,134,244
TOTAL ASSETS	8,945,295	29,495,016	4,694,751	43,135,062
DEFERRED OUTFLOWS OF RESOURCES				
Deferred pension resources	10,941	26,255	32,922	70,118

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

CITY OF BECKER, MINNESOTA
STATEMENT OF NET POSITION - CONTINUED
PROPRIETARY FUNDS
DECEMBER 31, 2015

	Business-type Activities - Enterprise funds			Totals
	600 Water	610 Sewer	620 Golf Course	
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	\$ 25,574	\$ 17,203	\$ 8,825	\$ 51,602
Accrued salaries and benefits payable	8,519	8,178	23,010	39,707
Accrued interest payable	3,406	41,986	-	45,392
Deposits payable	641	-	-	641
Unearned revenue	-	-	14,306	14,306
Compensated absences payable - current	23,916	42,360	13,005	79,281
Capital lease payable - current	-	-	84,404	84,404
Bonds payable - current	85,000	970,000	-	1,055,000
TOTAL CURRENT LIABILITIES	147,056	1,079,727	143,550	1,370,333
NONCURRENT LIABILITIES				
Compensated absences payable	5,490	9,723	2,985	18,198
Capital lease payable	-	-	121,657	121,657
Pension payable	95,456	229,060	287,224	611,740
Bonds payable	505,000	4,925,000	-	5,430,000
TOTAL NONCURRENT LIABILITIES	605,946	5,163,783	411,866	6,181,595
TOTAL LIABILITIES	753,002	6,243,510	555,416	7,551,928
DEFERRED INFLOWS OF RESOURCES				
Deferred pension resources	16,821	40,365	50,615	107,801
NET POSITION				
Net investment in capital assets	5,949,884	19,087,318	4,405,981	29,443,183
Restricted for				
Debt service	958	467,872	-	468,830
Capital improvements	-	697,326	-	697,326
Unrestricted	2,235,571	2,984,880	(284,339)	4,936,112
TOTAL NET POSITION	\$ 8,186,413	\$ 23,237,396	\$ 4,121,642	\$ 35,545,451

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